NUVEEN QUALITY PREFERRED INCOME FUND 2
Form N-Q
May 27, 2011

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, DC 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED MANAGEMENT INVESTMENT COMPANY

Investment Company Act file number 811-21137

Nuveen Quality Preferred Income Fund 2

(Exact name of registrant as specified in charter)

333 West Wacker Drive, Chicago, Illinois 60606

(Address of principal executive offices) (Zip code)

Kevin J. McCarthy Vice President and Secretary
333 West Wacker Drive, Chicago, Illinois 60606

(Name and address of agent for service)

Registrant s telephone number, including area code: 312-917-7700
Date of fiscal year end: 12/31
Date of reporting period: 3/31/2011

Form N-Q is to be used by management investment companies, other than small business investment companies registered on Form N-5 (§§ 239.24 and 274.5 of this chapter), to file reports with the Commission, not later than 60 days after the close of the first and third fiscal quarters, pursuant to rule 30b1-5 under the Investment Company Act of 1940 (17 CFR 270.30b1-5). The Commission may use the information provided on Form N-Q in its regulatory, disclosure review, inspection, and policymaking roles.

A registrant is required to disclose the information specified by Form N-Q, and the Commission will make this information public. A registrant is not required to respond to the collection of information contained in Form N-Q unless the Form displays a currently valid Office of Management and Budget (OMB) control number. Please direct comments concerning the accuracy of the information collection burden estimate and any suggestions for reducing the burden to the Secretary, Securities and Exchange Commission, 450 Fifth Street, NW, Washington, DC 20549-0609. The OMB has reviewed this collection of information under the clearance requirements of 44 U.S.C. § 3507.

Item 1. Schedule of Investments

Portfolio of Investments (Unaudited)
Nuveen Quality Preferred Income Fund 2 (JPS)
March 31, 2011

Shares	Description (1)	Coupon	Ratings (2)	Value
	$25 Par (or similar) Preferred Securities 64.6% (50.4% of Total Investments)			
	Capital Markets 5.4%			
381,200	Ameriprise Financial, Inc.	7.750%	A	$ 10,578,300
6,400	Credit Suisse	7.900%	A3	172,288
92,800	Deutsche Bank Capital Funding Trust I	7.350%	BBB	2,344,128
1,276,135	Deutsche Bank Capital Funding Trust II	6.550%	BBB	31,469,489
40,500	Deutsche Bank Capital Funding Trust V	8.050%	BBB	1,084,590
95,651	Deutsche Bank Capital Funding Trust VIII	6.375%	BBB	2,293,711
13,800	Deutsche Bank Capital Funding Trust IX	6.625%	BBB	336,444
256,400	Deutsche Bank Contingent Capital Trust III	7.600%	BBB	6,722,808
21,751	Goldman Sachs Group Inc.	6.125%	A1	529,637
70,214	Goldman Sachs Group Inc., Series GSC-3 (PPLUS)	6.000%	A3	1,581,219
4,000	Goldman Sachs Group Inc., Series GSG-1 (PPLUS)	6.000%	A1	94,640
2,290	Morgan Stanley Capital Trust III	6.250%	Baa2	54,388
2,800	Morgan Stanley Capital Trust V	5.750%	Baa2	64,988
	Total Capital Markets			57,326,630
	Commercial Banks 6.3%			
181,000	Banco Santander Finance	10.500%	A-	5,149,450
150,000	Barclays Bank PLC	8.125%	A-	3,943,500
243,928	BB&T Capital Trust VI	9.600%	Baa1	6,815,348
66,429	BB&T Capital Trust VII	8.100%	Baa1	1,790,262
235,100	Cobank ACB, 144A	7.000%	N/R	11,012,977
82,000	Cobank ACB	11.000%	A	4,561,250
42,800	Cobank ACB	11.000%	A	2,386,100
10,930	Fifth Third Capital Trust V	7.250%	Baa3	277,076
2,200	Fifth Third Capital Trust VI	7.250%	Baa3	55,792
5,200	Goldman Sachs Group Inc., Series GSC-4 Class A (PPLUS)	6.000%	A3	117,780
10,500,000	HSBC Bank PLC	1.000%	A	6,615,000
404,800	HSBC Holdings PLC, (3)	8.000%	A-	11,042,944
102,700	HSBC Holdings PLC	6.200%	A-	2,480,205
6,166	KeyCorp Capital Trust X	8.000%	Baa3	161,056
5,600,000	National Australia Bank	8.000%	A+	6,176,240
202,101	National City Capital Trust II	6.625%	BBB	5,115,176
	Total Commercial Banks			67,700,156
	Consumer Finance 0.0%			
19,600	HSBC USA Inc., Series H	6.500%	A-	490,000
	Diversified Financial Services 4.3%			
94,800	Citigroup Capital Trust XII	8.500%	BB+	2,496,084
271,589	Citigroup Capital XIII	7.875%	BB+	7,441,539
40,000	Citigroup Capital XVI	6.450%	BB+	954,400
770,313	ING Groep N.V.	7.200%	Ba1	18,271,824
729,055	ING Groep N.V.	7.050%	Ba1	17,001,563
	Total Diversified Financial Services			46,165,410
	Diversified Telecommunication Services 0.2%			
70,501	Telephone and Data Systems Inc.	6.875%	Baa2	1,760,410
	Electric Utilities 1.7%			
59,650	Entergy Louisiana LLC	5.875%	A-	1,509,742
69,300	Entergy Texas Inc.	7.875%	BBB+	1,944,558
29,500	FPL Group Capital Trust I	5.875%	BBB	751,070
216,900	PPL Capital Funding, Inc.	6.850%	BBB-	5,563,485
315,707	PPL Energy Supply LLC	7.000%	BBB	7,965,288
	Total Electric Utilities			17,734,143
	Food Products 0.5%			
53,400	Dairy Farmers of America Inc., 144A	7.875%	BBB-	4,896,113
	Insurance 18.2%			

1,717,889	Aegon N.V.	6.375%	BBB	39,116,333
617,913	Allianz SE	8.375%	A+	16,509,894
945,091	Arch Capital Group Limited	8.000%	BBB	24,090,370
1,400	Arch Capital Group Limited, Series B	7.875%	BBB	35,532
225,855	Assured Guaranty Municipal Holdings	6.250%	A+	4,934,932
6,500,000	Dai-Ichi Mutual Life, 144A	7.250%	A3	6,425,601
404,700	Delphi Financial Group, Inc.	7.376%	BB+	9,813,975
315,140	EverestRe Capital Trust II	6.200%	Baa1	7,345,913
479,400	Markel Corporation	7.500%	BBB	12,560,280
579,892	PartnerRe Limited, Series C	6.750%	BBB+	14,184,158
107,300	PLC Capital Trust III	7.500%	BBB	2,714,690
443,898	PLC Capital Trust IV	7.250%	BBB	11,070,816
11,153	Protective Life Corporation	7.250%	BBB	278,602
200,842	Prudential Financial Inc.	9.000%	BBB+	5,525,163
317,875	Prudential Financial Inc.	6.750%	A-	7,959,590
4,000,000	Reinsurance Group of America Inc.	6.750%	BBB-	3,908,504
410,974	RenaissanceRe Holdings Limited, Series D	6.600%	BBB+	10,093,521
1,200	Torchmark Capital Trust III	7.100%	BBB+	30,540
717,785	W. R. Berkley Corporation, Capital Trust II	6.750%	BBB-	17,937,447
	Total Insurance			194,535,861
	Media 7.0%			
746,750	CBS Corporation	6.750%	BBB-	18,773,295
1,084,356	Comcast Corporation	7.000%	BBB+	27,748,670
145,000	Comcast Corporation	6.625%	BBB+	3,774,350
961,340	Viacom Inc.	6.850%	BBB+	24,985,227
	Total Media			75,281,542
	Multi-Utilities 3.8%			
543,823	Dominion Resources Inc.	8.375%	BBB	15,439,135
148,500	Scana Corporation	7.700%	BBB-	4,140,180
768,182	Xcel Energy Inc.	7.600%	BBB	21,409,232
	Total Multi-Utilities			40,988,547
	Oil, Gas & Consumable Fuels 1.9%			
800,273	Nexen Inc.	7.350%	BB+	20,286,921
	Pharmaceuticals 0.0%			
5,000	Bristol Myers Squibb Company (CORTS)	6.250%	A+	126,100
	Real Estate/Mortgage 15.3%			
16,607	AMB Property Corporation, Series L	6.500%	Baa2	413,348
44,480	Commomwealth REIT	7.125%	Baa3	1,117,338
267,403	Developers Diversified Realty Corporation, Series G	8.000%	Ba1	6,711,815
19,908	Developers Diversified Realty Corporation, Series H	7.375%	Ba1	493,718
162,167	Duke Realty Corporation, Series L	6.600%	Baa3	3,788,221
8,710	Harris Preferred Capital Corporation, Series A	7.375%	A-	218,969
73,100	Kimco Realty Corporation, Series F	6.650%	Baa2	1,800,453
909,886	Kimco Realty Corporation, Series G	7.750%	Baa2	23,529,652
62,865	Kimco Realty Corporation, Series H	6.900%	Baa2	1,564,081
82,301	Prologis Trust, Series C	8.540%	Baa3	4,601,144
6,524	Prologis Trust, Series F	6.750%	Baa3	154,293
89,050	Prologis Trust, Series G	6.750%	Baa3	2,135,419
10,357	Public Storage, Inc., Series C	6.600%	BBB+	258,304
110,300	Public Storage, Inc., Series E	6.750%	BBB+	2,781,766
10,900	Public Storage, Inc., Series F	6.450%	BBB+	269,230
17,530	Public Storage, Inc., Series H	6.950%	BBB+	440,178
4,377	Public Storage, Inc., Series I	7.250%	BBB+	110,826
46,000	Public Storage, Inc., Series K	7.250%	BBB+	1,173,460
67,600	Public Storage, Inc., Series Y, (3)	6.850%	BBB+	1,495,650
68,484	Realty Income Corporation	7.375%	Baa2	1,750,451
447,758	Realty Income Corporation	6.750%	Baa2	11,408,874
182,300	Regency Centers Corporation	7.450%	Baa3	4,593,960
223,406	Regency Centers Corporation	7.250%	Baa3	5,560,575
1,079,521	Vornado Realty LP	7.875%	BBB	29,244,224
1,770,027	Wachovia Preferred Funding Corporation	7.250%	A-	45,224,190
159,700	Weingarten Realty Trust	8.100%	BBB	3,625,190
149,245	Weingarten Realty Trust	6.950%	Baa3	3,634,116
232,192	Weingarten Realty Trust	6.500%	Baa3	5,507,594
	Total Real Estate/Mortgage			163,607,039
	Wireless Telecommunication Services 0.0%			
19,272	Telephone and Data Systems Inc.	7.600%	Baa2	484,304
				691,383,176

Total $25 Par (or similar) Preferred Securities (cost $668,226,989)

Principal Amount (000)	Description (1)	Coupon	Maturity	Ratings (2)	Value
	Corporate Bonds 3.3% (2.6% of Total Investments)				
	Capital Markets 0.0%				
$ 600	Man Group PLC	5.000%	8/09/17	Baa3	$ 521,745
	Commercial Banks 1.1%				
1,000	Den Norske Bank	0.875%	2/18/35	Baa1	600,000
1,000	Den Norske Bank	0.657%	2/24/37	Baa1	600,000
5,000	Groupe BCPE	3.800%	12/30/49	BBB-	3,532,500
6,500	LBG Capital I PLC, 144A	7.875%	11/01/20	BB	6,340,750
500	Lloyds Banking Group LBG Capital 1, 144A	8.000%	6/15/20	BB-	477,500
650	Swedbank ForengingsSparbanken AB, 144A	7.500%	9/11/12	Ba1	659,678
14,650	Total Commercial Banks				12,210,428
	Diversified Financial Services 0.3%				
2,600	Fortis Hybrid Financing	8.250%	8/27/49	BBB	2,613,000
	Electric Utilities 1.0%				
8,000	FPL Group Capital Inc.	6.650%	6/15/17	BBB	7,990,000
2,900	WPS Resource Corporation	6.110%	12/01/16	Baa2	2,831,125
10,900	Total Electric Utilities				10,821,125
	Insurance 0.7%				
2,000	AXA S.A.	2.983%	8/06/49	A3	1,482,500
5,200	Prudential PLC.	11.750%	12/23/14	A-	6,159,660
7,200	Total Insurance				7,642,160
	Multi-Utilities 0.2%				
2,000	Wisconsin Energy Corporation	6.250%	5/15/17	Baa1	2,007,500
$ 37,950	**Total Corporate Bonds (cost $34,145,620)**				**35,815,958**

Principal Amount (000)/ Shares	Description (1)	Coupon	Maturity	Ratings (2)	Value
	Capital Preferred Securities 55.6% (43.4% of Total Investments)				
	Capital Markets 1.2%				
5,800	ABN AMRO North America Holding Capital, 144A	6.523%	12/31/49	BB+	$ 5,539,000
800	BNY Institutional Capital, 144A	7.780%	12/01/26	A1	819,000
8,200	Credit Suisse Guernsey	1.003%	5/15/17	A3	6,556,146
	Total Capital Markets				12,914,146
	Commercial Banks 23.8%				
5,500	AB Svensk Exportkredit, (3)	6.375%	10/27/49	Aa3	5,036,174
20,400	AgFirst Farm Credit Bank	8.393%	12/15/11	A	21,216,000
2,800	AgFirst Farm Credit Bank	7.300%	12/15/53	A	2,470,804
3,900	American Express Company	6.800%	9/01/16	Baa2	3,978,000
12,974	Banco Santander Finance	10.500%	9/29/49	A-	14,676,825
600	BankAmerica Capital II, Series 2	8.000%	12/15/26	Baa3	613,500
14,420	BankAmerica Institutional Capital Trust, Series B, 144A	7.700%	12/31/26	Baa3	14,672,350
1,000	BankAmerica Institutional Trust, 144A	8.070%	12/31/26	Baa3	1,025,000
481	Barclays Bank PLC, 144A	7.434%	12/15/17	A-	481,000
2,400	Barclays Bank PLC, 144A	6.860%	6/15/32	A-	2,244,000
5,000	Barclays Bank PLC	6.278%	12/15/34	A-	4,350,000
9,153	BB&T Capital Trust IV	6.820%	6/12/37	Baa1	9,107,235
8,650	BBVA International Unipersonal	5.919%	4/18/17	A-	7,321,005
9,385	Credit Agricole, S.A., 144A	8.375%	10/13/49	A-	10,041,950
2,074	Credit Agricole, S.A.	9.750%	12/26/54	A-	2,255,475
3,100	Credit Suisse AG	7.875%	12/12/49	BBB+	3,193,000
8,500	Credit Suisse thru Claudius Limited	8.250%	6/27/49	A3	8,967,500
1,500	First Empire Capital Trust I	8.234%	2/01/27	Baa2	1,519,074
17,095	First Union Capital Trust II, Series A	7.950%	11/15/29	A-	18,547,477
6,800	Fulton Capital Trust I	6.290%	2/01/36	Baa3	5,848,000
5,500	HSBC Bank PLC	0.850%	6/11/49	A	3,520,000
4,650	HSBC Capital Funding LP, Debt	10.176%	6/30/50	A-	6,231,000
1,300	HSBC Financial Capital Trust IX	5.911%	11/30/15	Baa1	1,244,750
6,000	KeyCorp Capital III	7.750%	7/15/29	Baa3	6,136,044
300	NB Capital Trust IV	8.250%	4/15/27	Baa3	308,250
11,900	Nordea Bank AB	8.375%	3/25/15	A-	12,911,500

8,000	North Fork Capital Trust II	8.000%	12/15/27	Baa3	8,144,000
9,230	Rabobank Nederland, 144A	11.000%	6/30/19	AA-	12,022,075
8,000	Reliance Capital Trust I, Series B	8.170%	5/01/28	N/R	8,111,232
28,144	Societe Generale	8.750%	10/07/49	BBB+	29,762,280
600	Sovereign Capital Trust VI	7.908%	6/13/36	BBB+	599,891
5,000	Sparebanken Rogaland, Notes, 144A	6.443%	5/01/49	Ba1	4,626,270
650	Standard Chartered PLC, 144A	7.014%	7/30/37	BBB	632,145
1,500	Suntrust Capital Trust VIII	6.100%	12/01/66	Baa3	1,462,500
(7)	Union Planters Preferred Fund, 144A	7.750%	7/15/53	B	21,142,500
	Total Commercial Banks				254,418,806
	Consumer Finance 0.8%				
7,019	Capital One Capital IV Corporation	6.745%	2/17/32	Baa3	7,045,321
1,180	Capital One Capital VI	8.875%	5/15/40	Baa3	1,243,425
	Total Consumer Finance				8,288,746
	Diversified Financial Services 3.3%				
3,400	Bank One Capital III	8.750%	9/01/30	A2	4,185,332
500	CitiGroup Capital XXI	8.300%	12/21/37	BB+	520,000
12,811	Countrywide Capital Trust III, Series B	8.050%	6/15/27	Baa3	13,195,330
19,900	JP Morgan Chase Capital Trust XI	5.875%	6/15/33	A2	492,724
3,000	JP Morgan Chase Capital Trust XVIII	6.950%	8/17/36	A2	3,054,399
1,775	JP Morgan Chase Capital Trust XX Series T	6.550%	9/29/36	A2	1,804,099
8,000	JP Morgan Chase Capital Trust XXVII	7.000%	11/01/39	A2	8,243,008
3,200	MBNA Corporation, Capital Trust	8.278%	12/01/26	Baa3	3,280,000
	Total Diversified Financial Services				34,774,892
	Diversified Telecommunication Services 3.2%				
31	Centaur Funding Corporation, Series B	9.080%	4/21/20	BBB	34,531,250
	Electric Utilities 1.3%				
6,400	Dominion Resources Inc.	7.500%	6/30/16	BBB	6,696,000
7,700	PPL Capital Funding, Inc.	6.700%	3/30/17	BB+	7,594,125
	Total Electric Utilities				14,290,125
	Insurance 21.0%				
2,200	AXA S.A., 144A	6.463%	12/14/18	Baa1	1,919,500
8,680	AXA S.A., 144A	6.379%	12/14/36	Baa1	7,681,800
18,050	AXA	8.600%	12/15/30	A3	21,351,038
117	Axis Capital Holdings Limited	7.500%	12/01/15	BBB	11,509,538
9,600	Catlin Insurance Company Limited	7.249%	1/19/17	BBB+	9,048,000
23,200	Glen Meadows Pass Through Trust	6.505%	2/15/17	BB+	20,474,000
6,600	Great West Life and Annuity Insurance Company, 144A	7.153%	5/16/16	A-	6,798,000
4,803	Liberty Mutual Group, 144A	7.800%	3/15/37	Baa3	4,778,985
5,946	Lincoln National Corporation	7.000%	5/17/16	BBB	5,901,405
2,500	Lincoln National Corporation	6.050%	4/20/17	BBB	2,337,500
16,600	MetLife Capital Trust IV, 144A	7.875%	12/15/37	BBB	17,845,000
1,400	MetLife Capital Trust X, 144A	9.250%	4/08/68	BBB	1,690,500
18,600	National Financial Services Inc.	6.750%	5/15/37	Baa2	17,251,500
1,200	Nationwide Financial Services Capital Trust	7.899%	3/01/37	Baa2	1,030,247
14,200	Oil Insurance Limited, 144A	7.558%	6/30/11	Baa1	13,473,812
15,600	Old Mutual Capital Funding, Notes	8.000%	6/22/53	Baa3	15,366,000
6,300	Progressive Corporation	6.700%	6/15/67	A2	6,646,500
6,600	Prudential Financial Inc.	8.875%	6/15/18	BBB+	7,788,000
8,250	Prudential PLC	6.500%	6/29/49	A-	7,631,250
10,400	Swiss Re Capital I	6.854%	5/25/16	A-	10,176,816
2,600	White Mountains Re Group Limited	7.506%	6/30/17	BB	2,487,212
29,650	XL Capital Ltd	6.500%	10/15/57	BBB-	27,203,875
3,600	ZFS Finance USA Trust II 144A	6.450%	12/15/65	A	3,672,000
957	ZFS Finance USA Trust V	6.500%	5/09/67	A	959,393
	Total Insurance				225,021,871
	Oil, Gas & Consumable Fuels 0.2%				
1,625	TranCanada Pipelines Limited	6.350%	5/15/17	Baa1	1,631,624
	Road & Rail 0.6%				
6,400	Burlington Northern Santa Fe Funding Trust I	6.613%	1/15/26	BBB	6,648,000
	Thrifts & Mortgage Finance 0.0%				
500	Onbank Capital Trust I	9.250%	2/01/27	Baa2	509,561
	U.S. Agency 0.2%				
2	Farm Credit Bank of Texas	10.000%	12/15/60	A3	1,905,061
	Total Capital Preferred Securities (cost $571,352,788)				**594,934,082**

Shares	Description (1)	Value

	Investment Companies 3.6% (2.8% of Total Investments)			
838,654	BlackRock Credit Allocation Income Trust II			$ 8,243,969
1,025,979	Flaherty and Crumrine/Claymore Preferred Securities Income Fund Inc.			17,523,721
728,065	John Hancock Preferred Income Fund III			12,195,089
	Total Investment Companies (cost $50,903,795)			**37,962,779**

Principal Amount (000)	Description (1)	Coupon	Maturity	Value
	Short-Term Investments 1.1% (0.8% of Total Investments)			
$ 11,155	Repurchase Agreement with Fixed Income Clearing Corporation, dated 3/31/11, repurchase price $11,155,182, collateralized by $11,540,000 U.S. Treasury Notes, 0.500%, due 11/15/13, value $11,381,325	0.010%	4/01/11	$ 11,155,179
	Total Short-Term Investments (cost $11,155,179)			**11,155,179**
	Total Investments (cost $1,335,784,371) 128.2%			**1,371,251,174**
	Borrowings (28.9)% (4), (5)			**(308,800,000)**
	Other Assets Less Liabilities 0.7%			**7,245,528**
	Net Assets Applicable to Common Shares 100%			**$ 1,069,696,702**

Investments in Derivatives

Interest Rate Swaps outstanding at March 31, 2011:

Counterparty	Notional Amount	Fund Pay/Receive Floating Rate	Floating Rate Index	Fixed Rate (Annualized)	Fixed Rate Payment Frequency	Effective Date (6)	Termination Date	Unrealized Appreciation (Depreciation)
JP Morgan Chase	$77,200,000	Receive	1-Month USD-LIBOR	0.360%	Monthly	3/21/11	3/21/12	$ 10,086
JP Morgan Chase	77,200,000	Receive	1-Month USD-LIBOR	1.193%	Monthly	3/21/11	3/21/14	520,267
Morgan Stanley	77,200,000	Receive	1-Month USD-LIBOR	2.064%	Monthly	3/21/11	3/21/16	997,256
								$1,527,609

Fair Value Measurements

Fair value is defined as the price that the Fund would receive upon selling an investment or transferring a liability in an orderly transaction to an independent buyer in the principal or most advantageous market of the investment. A three-tier hierarchy is used to maximize the use of observable market data and minimize the use of unobservable inputs and to establish classification of fair value measurements for disclosure purposes. Observable inputs reflect the assumptions market participants would use in pricing the asset or liability. Observable inputs are based on market data obtained from sources independent of the reporting entity. Unobservable inputs reflect the reporting entity s own assumptions about the assumptions market participants would use in pricing the asset or liability. Unobservable inputs are based on the best information available in the circumstances. The three-tier hierarchy of inputs is summarized in the three broad levels listed below:

Level 1 - Quoted prices in active markets for identical securities.

Level 2 - Other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.).

Level 3 - Significant unobservable inputs (including management s assumptions in determining the fair value of investments).

The inputs or methodologies used for valuing securities are not an indication of the risk associated with investing in those securities. The following is a summary of the Fund s fair value measurements as of March 31, 2011:

	Level 1	Level 2	Level 3	Total
Investments:				
$25 Par (or similar) Preferred Securities	$615,353,164	$ 76,030,012	$	$ 691,383,176
Corporate Bonds		35,815,958		35,815,958
Capital Preferred Securities	492,724	594,441,358		594,934,082
Investment Companies	37,962,779			37,962,779

Short-Term Investments		11,155,179		11,155,179
Derivatives:				
Interest Rate Swaps*		1,527,609		1,527,609
Total	$653,808,667	$718,970,116	$	$1,372,778,783

* Represents net unrealized appreciation (depreciation).

During the period ended March 31, 2011, the Fund recognized no significant transfers to/from Level 1, Level 2 or Level 3.

Derivative Instruments and Hedging Activities

The Fund records derivative instruments at fair value, with changes in fair value recognized on the Statement of Operations, when applicable. Even though the Fund s investments in derivatives may represent economic hedges, they are considered to be hedge The following table presents the fair value of all derivative instruments held by the Fund as of March 31, 2011, the location of these instruments on the Statement of Assets and Liabilities, and the primary underlying risk exposure.

		Location on the Statements of Assets Liabilities			
Underlying	**Derivative**	**Asset Derivatives**		**Liability Derivatives**	
Risk Exposure	**Instrument**	**Location**	**Value**	**Location**	**Value**
Equity	Swaps	Unrealized appreciation on forward swaps*	1,587,224		
Total			$ 1,587,224		$

* Represents cumulative appreciation (depreciation) of swap contracts as reported in the Portfolio of Investments. Some swap contracts require acounterparty to pay or receive a premium.

Income Tax Information

The following information is presented on an income tax basis based on the information currently available to the Fund. Differences between amounts for financial statement and federal income tax purposes are primarily due to recognition of premium amortization, timing differences in the recognition of income and timing differences in recognizing certain gains and losses on investment transactions. To the extent that differences arise that are permanent in nature, such amounts are reclassified within the capital accounts on the Statement of Assets and Liabilities presented in the annual report, based on their federal tax basis treatment; temporary differences do not require reclassification. Temporary and permanent differences do not impact the net asset value of the Fund.

At March 31, 2011, the cost of investments was $1,339,464,097.

Gross unrealized appreciation and gross unrealized depreciation of investments at March 31, 2011, were as follows:

Gross unrealized:	
Appreciation	$ 66,704,689
Depreciation	(34,917,612)
Net unrealized appreciation (depreciation) of investments	$ 31,787,077

For Fund portfolio compliance purposes, the Fund s industry classifications refer to any one or more of the industry sub-classifications used by one or more widely recognized market indexes or ratings group indexes, and/or as defined by Fund management. The definition may not apply for purposes of this report, which may combine industry sub-classifications into sectors for reporting ease.

(1) All percentages shown in the Portfolio of Investments are based on net assets applicable to Common shares unless otherwise noted.

(2) Ratings: Using the highest of Standard & Poor s Group (Standard & Poor s), Moody s Investor Service, Inc. (Moody s) or Fitch, Inc. (Fitch) rating. Ratings below BBB by Standard & Poor s, Baa by Moody s or BBB by Fitch are considered to be below investment grade. Holdings designated N/R are not rated by any of these national rating agencies.

(3) Non-income producing; issuer has not declared a dividend within the past twelve months.

(4) Borrowings as a percentage of Total Investments is 22.5%.

(5) The Fund may pledge up to 100% of its eligible investments in the Portfolio of Investments as collateral for Borrowings. As of March 31, 2011, investments with a value of $904,771,058 have been pledges as collateral for Borrowings

(6) Effective date represents the date on which both the Fund and Counterparty commence interest payment accruals on each forward swap contract.

(7) Principal Amount (000) rounds to less than $1,000.

N/R Not rated.

144A Investment is exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These investments may only be resold in transactions exempt from registration, which are normally those transactions with qualified institutional buyers.

CORTS Corporate Backed Trust Securities.

PPLUS PreferredPlus Trust.

USD-LIBOR United States Dollar-London Inter-Bank Offered Rate.

Item 2. Controls and Procedures.

a. The registrant s principal executive and principal financial officers, or persons performing similar functions, have concluded that the registrant s disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended (the 1940 Act) (17 CFR 270.30a-3(c))) are effective, as of a date within 90 days of the filing date of this report that includes the disclosure required by this paragraph, based on their evaluation of the controls and procedures required by Rule 30a-3(b) under the 1940 Act (17 CFR 270.30a-3(b)) and Rule 13a-15(b) or 15d-15(b) under the Securities Exchange Act of 1934 (17 CFR 240.13a-15(b) or 240.15d-15(b)).

b. There were no changes in the registrant s internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 Act (17 CFR 270.30a-3(d)) that occurred during the registrant s last fiscal quarter that have materially affected, or are reasonably likely to materially affect, the registrant s internal control over financial reporting.

Item 3. Exhibits.

File as exhibits as part of this Form a separate certification for each principal executive officer and principal financial officer of the registrant as required by Rule 30a-2(a) under the 1940 Act (17 CFR 270.30a-2(a)), exactly as set forth below: EX-99 CERT Attached hereto.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

(Registrant)	Nuveen Quality Preferred Income Fund 2
By (Signature and Title)*	/s/ Kevin J. McCarthy Kevin J. McCarthy Vice President and Secretary

Date May 27, 2011

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By (Signature and Title)*	/s/ Gifford R. Zimmerman Gifford R. Zimmerman Chief Administrative Officer (principal executive officer)

Date May 27, 2011

By (Signature and Title)*	/s/ Stephen D. Foy Stephen D. Foy Vice President and Controller (principal financial officer)

Date May 27, 2011

* Print the name and title of each signing officer under his or her signature.