NUVEEN INSURED MUNICIPAL OPPORTUNITY FUND INC
Form N-CSR
January 06, 2005

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM N-CSR

CERTIFIED SHAREHOLDER REPORT OF REGISTERED MANAGEMENT INVESTMENT COMPANIES

Investment Company Act file number 811-06379

Nuveen Insured Municipal Opportunity Fund, Inc.
(Exact name of registrant as specified in charter)

Nuveen Investments
333 West Wacker Drive
Chicago, IL 60606
(Address of principal executive offices) (Zip code)

Jessica R. Droeger
Nuveen Investments
333 West Wacker Drive
Chicago, IL 60606
(Name and address of agent for service)

Registrant's telephone number, including area code: (312) 917-7700

Date of fiscal year end: October 31

Date of reporting period: October 31, 2004

Form N-CSR is to be used by management investment companies to file reports with the Commission not later than 10 days after the transmission to stockholders of any report that is required to be transmitted to stockholders under Rule 30e-1 under the Investment Company Act of 1940 (17 CFR 270.30e-1). The Commission may use the information provided on Form N-CSR in its regulatory, disclosure review, inspection, and policymaking roles.

A registrant is required to disclose the information specified by Form N-CSR, and the Commission will make this information public. A registrant is not required to respond to the collection of information contained in Form N-CSR 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 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. ss. 3507.

ITEM 1. REPORTS TO STOCKHOLDERS.

ANNUAL REPORT October 31, 2004

Nuveen Investments
Municipal Closed-End
Exchange-Traded
Funds

NUVEEN INSURED QUALITY MUNICIPAL FUND, INC.
NQI

NUVEEN INSURED MUNICIPAL OPPORTUNITY FUND, INC.
NIO

NUVEEN PREMIER INSURED MUNICIPAL INCOME FUND, INC.
NIF

NUVEEN INSURED PREMIUM INCOME MUNICIPAL FUND 2
NPX

NUVEEN INSURED DIVIDEND ADVANTAGE MUNICIPAL FUND
NVG

NUVEEN INSURED TAX-FREE ADVANTAGE MUNICIPAL FUND
NEA

Photo of: Man and woman sitting on porch.
Photo of: 2 children sitting in the grass.

DEPENDABLE,
TAX-FREE INCOME BECAUSE
IT'S NOT WHAT YOU EARN,
IT'S WHAT YOU KEEP.(R)

Logo: NUVEEN Investments

Photo of: Woman
Photo of: Man and child
Photo of: Woman

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and statements directly from Nuveen.

(Be sure to have the address sheet that accompanied this report handy. You'll need it to complete the enrollment process.)

Logo: NUVEEN Investments

Photo of: Timothy R. Schwertfeger

Timothy R. Schwertfeger
Chairman of the Board

Chairman's
LETTER TO SHAREHOLDERS

Once again, I am pleased to report that over the most recent fiscal year your Fund continued to provide you with monthly tax-free income and an attractive total return. For more specific information about the performance of your Fund, please see the Portfolio Manager's Perspectives and Performance Overview sections of this report.

With longer-term interest rates still relatively low, many investors have begun to wonder whether these rates will soon begin to rise, and whether that makes this the time to adjust their holdings of fixed-income investments. No one knows what the future will bring, which is why we think a well-balanced portfolio that is structured and carefully monitored with the help of an investment professional can

"OUR MISSION CONTINUES TO BE TO ASSIST YOU AND YOUR FINANCIAL ADVISOR BY OFFERING THE INVESTMENT SERVICES AND PRODUCTS THAT CAN HELP YOU TO SECURE YOUR FINANCIAL OBJECTIVES."

be an important component in achieving your long-term financial goals. A well-diversified portfolio may actually help to reduce your overall investment risk, and we believe that a municipal bond investment like your Nuveen Fund can be an important building block in a portfolio designed to perform well through a variety of market conditions.

As in past reports, I'd also like to direct your attention to the inside front cover, which explains the quick and easy process to begin receiving these Fund reports via e-mail and the internet. Thousands of Nuveen Fund shareholders already have signed-up, and they are getting their Fund information faster and more conveniently than ever. I urge you to consider joining them.

At Nuveen Investments, our mission continues to be to assist you and your financial advisor by offering the investment services and products that can help you to secure your financial objectives. We are grateful that you have chosen us as a partner as you pursue your financial goals, and we look forward to continuing to earn your trust in the months and years ahead.

Sincerely,

/s/ Timothy R. Schwertfeger

Timothy R. Schwertfeger
Chairman of the Board

December 15, 2004

Nuveen National Insured Municipal Closed-End Exchange-Traded Funds
NQI, NIO, NIF, NPX, NVG, NEA

Portfolio Manager's
PERSPECTIVE

Portfolio manager Dan Solender discusses the economic and market environment, key investment strategies, and the fiscal year performance of these six Nuveen Funds. With twelve years of investment experience, including eight at Nuveen, Dan has managed these Funds since May 2004.

WHAT FACTORS AFFECTED THE U.S. ECONOMY AND MUNICIPAL MARKET DURING THE ANNUAL REPORTING PERIOD ENDED OCTOBER 31, 2004?

During this fiscal year, the U.S. economy demonstrated improvement in a number of key areas, although the pace of the recovery slowed over the last six months of the period. The gross domestic product (GDP) expanded at annualized rates of 4.2% in the fourth quarter of 2003 and 4.5% in the first quarter of 2004. However, sharply higher energy prices restrained consumer spending during the second and third quarters of 2004, which in turn impacted economic momentum. Over this period, GDP growth moderated to 3.3% annualized in the second quarter and 3.9% annualized in the third quarter.

Higher energy costs also continued to fuel lingering concerns about inflation. Although monthly gains in consumer prices were generally tame, by the end of October 2004 inflation was running well ahead of the 2003 pace. The Consumer Price Index (CPI) rose at a 3.9% annualized rate for the first 10 months of 2004, more than double the 1.9% rate for all of 2003. Excluding energy and food, the CPI increased at an annual rate of 2.4% for the first 10 months of 2004.

During the second quarter of 2004 in particular, inflation worries, the slowing pace of economic recovery and continued geopolitical uncertainty acted as catalysts for heightened volatility in the fixed-income markets. As one example, the yield on the Bond Buyer 25 Revenue Bond Index (BB25), a widely followed municipal bond index, began this reporting period at 5.24%. The BB25 yield then dropped steadily over the next five months to 4.73% by mid-March 2004. As a series of improved employment reports sparked increased anticipation of action by the Federal Reserve, the index yield began to climb again, rising more than 70 basis points over the next eight weeks to 5.45%, where it hovered through the end of June. However, more bond-friendly news--including indications of relatively slow growth of wages and employment--prompted a retreat to 4.97% by the end of October 2004.

While intermediate and long-term bond yields generally fell over most of the second half of the Funds' fiscal years, short-term rates slowly rose. The Federal Reserve instituted three different one-quarter-point increases in the fed funds rate between June and September 2004. (On both November 10 and December 14, following the end of this reporting period, the Fed added additional quarter-point increases, bringing the fed funds rate to 2.25%.)

Over the 12 month period, municipal new issue supply nationwide remained relatively strong, with $363.4 billion in new bonds coming to market. This represented a decrease of about 5% from the preceding 12-month period, as the improving economy and higher tax revenues lessened the need for some issuers to borrow.

IN THIS ENVIRONMENT, WHAT KEY STRATEGIES WERE USED TO MANAGE THESE FUNDS DURING THE 12 MONTHS ENDED OCTOBER 31, 2004?

As the market continued to anticipate increased interest rates, our focus during this reporting period remained on finding bonds with the potential to add value and perform well under a variety of market scenarios. This included purchasing attractive bonds that we believed would enhance the Funds' yield curve positioning and help to mitigate interest rate risk. Interest rate risk is the risk that the value of a Fund's portfolio will decline if market interest rates rise (since bond prices move in the opposite direction of interest rates). In general, our purchase activity for each of these Funds centered on trying to find attractive securities in the long-intermediate part of the yield curve, that is, bonds that mature in 15 to 22 years. In many cases, bonds in this long-intermediate part of the yield curve offered yields similar to those of longer-term bonds with less inherent interest rate risk and, we believed, greater total return potential.

One of our longer-term goals was to work to position all of these Funds so that they produce less volatile, roughly equivalent returns over time. As one strategy to reach this goal for some of the newer Funds, we have attempted to reduce some of the interest rate risk inherent in the portfolios of NVG and NEA by hedging in the derivatives markets. (Interest rate risk is the risk that the value of a Fund's portfolio will decline if market interest rates rise, since bond prices move in the opposite direction of interest rates.) Our only objective with these hedges is to reduce the Fund's interest rate risk, and not to potentially enhance its return by making a prediction about future interest rates. These hedges do not affect income stream or dividend-paying capabilities of NVG or NEA over

the short-term. Instead, the costs of the hedges are reflected as additions or subtractions to the Funds' net asset values as the market value of the hedges fluctuate. Although the hedges had negative market values as of October 31, 2004, they succeeded in reducing the volatility of NVG's and NEA's net asset value over the course of the reporting period.

Demand for municipal securities remained firm through most of this fiscal year. However, since insured bonds accounted for about 50% of new municipal bond issuance during this period, we generally were able to find bonds with attractive prices, yields and structures.

Each of the Funds continued to be well diversified geographically, and we sought to take advantage of price and yield differences between similar bonds issued in different states. In particular, we looked in higher-issue, higher-tax states like California and New York for securities that we believed offered attractive yields and strong performance potential. As the markets fluctuate, we believe these bonds may have more support for their prices.

We also sought to enhance the Funds' call protection, particularly in NQI, by selling several bonds with short call dates and reinvesting the proceeds in longer-term securities with better call protection.

HOW DID THE FUNDS PERFORM?

Individual results for the Nuveen Funds, as well as for relevant comparative indexes, are presented in the accompanying table.

TOTAL RETURNS ON NET ASSET VALUE
For periods ended 10/31/04
(Annualized)

	1-YEAR	5-YEAR	10-YEAR
NQI	7.90%	9.32%	7.69%
NIO	7.64%	8.98%	7.96%
NIF	8.62%	8.84%	7.68%
NPX	7.89%	9.30%	8.79%
NVG	9.19%	NA	NA
NEA	8.07%	NA	NA
Lehman Brothers Insured Municipal Bond Index1	6.22%	7.69%	7.34%
Lipper Insured Leveraged Municipal Debt Funds Average2	7.41%	8.40%	7.78%

Past performance is not predictive of future results.

For additional information, see the individual Performance Overview for your Fund in this report.

1 The Lehman Brothers Insured Municipal Bond Index is an unleveraged, unmanaged national index comprising a broad range of insured municipal bonds. Results for the Lehman index do not reflect any expenses.

2 The Lipper Insured Leveraged Municipal Debt Funds category average is calculated using the returns of all closed-end exchange-traded funds in this category for each period as follows: 1 year, 27 funds; 5 years, 21 funds; and 10 years, 18 funds. Fund and Lipper returns assume reinvestment of dividends.

For the 12 months ended October 31, 2004, the total returns on net asset value (NAV) for all six Funds in this report outperformed the return on the Lehman Brothers Index. All of the Funds also outperformed the average return for their Lipper peer group for this period.

One of the primary factors benefiting the 12-month performances of these Funds relative to that of the unleveraged Lehman Brothers Index was their use of financial leverage. While leverage can add volatility to the Funds' NAVs and share prices, especially when substantial shifts in interest rates occur, this strategy also can provide opportunities for additional income and total returns for common shareholders when short-term interest rates remain low, as they did during this period.

As discussed earlier, one of our key strategies over this 12-month period was to enhance the Funds' yield curve positioning. The relative steepness of the yield curve provided us with a number of opportunities to implement this strategy, which helped the Funds' performance over the entire period. NVG, in particular, was heavily weighted in the 15-year to 20-year part of the yield curve, which performed well over the past 12 months, and had very little of its assets invested in bonds with maturities less than five years, which generally did not perform as well. We continued to work on enhancing the positioning of all of the Funds, especially NQI, NIO and NPX, which did not have as much weighting in the 15-year to 20-year part of the curve as NVG over this period.

All six of these Funds benefited from their holdings in the healthcare sector. This group ranked second among the Lehman Brothers Index revenue sectors for the year.

One sector that did not perform well during this period was housing, both multifamily and single family. The housing sector as a whole ranking at the bottom of the Lehman Brothers Index revenue sectors for the 12-month period. The sector's below-market performance stemmed largely from the increase in mortgage prepayments as interest rates remained low, which resulted in a number of bond calls. In general, the Funds' housing exposure had a negative impact on their performance, with NQI having the heaviest weighting in housing bonds over this fiscal year, and NVG and NEA the least.

In addition, the performances of NQI, NIO and NPX were restrained by their relatively larger exposures to bonds with short call dates. As of October 31, 2004, NIO also held 14% of its portfolio in pre-refunded bonds, which significantly underperformed the market as a whole as measured by the Lehman Brothers Index, due to their shorter effective maturities. In contrast, the two newer funds, NVG and NEA, had virtually no short-term call exposure as of October 31, 2004, and pre-refunded bonds accounted for just 4% and 2% of their portfolios, respectively.

HOW ABOUT THE FUNDS' DIVIDENDS AND SHARE PRICES?

With short-term interest rates remaining at relatively low levels throughout this reporting period, the leveraged structures of these Funds continued to support their dividend-paying capabilities. The extent of this benefit is tied in part to the short-term rates the Funds pay their MuniPreferred(R) shareholders. During periods of low short-term rates, leveraged Funds generally pay relatively lower dividends to their MuniPreferred shareholders, which can leave more earnings to support common share dividends. This strategy helped to maintain the dividends of NQI, NIO, NIF, NPX and NVG throughout the reporting

period. However, given the relatively low interest rate environment prevalent since the introduction of NEA in late 2002, this Fund has had less of an opportunity to build its income stream. When the Fed began to raise short-term rates in June 2004, this also increased NEA's leveraging costs, necessitating a dividend cut in September 2004.

All of these Funds seek to pay stable dividends at rates that reflect each Fund's past results and projected future performance. During certain periods, each Fund may pay dividends at a rate that may be more or less than the amount of net investment income actually earned by the Fund during the period. If a Fund has cumulatively earned more than it has paid in dividends, it holds the excess in reserve as undistributed net investment income (UNII) as part of the Fund's NAV. Conversely, if a Fund has cumulatively paid dividends in excess of its earnings, the excess constitutes negative UNII that is likewise reflected in the Fund's NAV. Each Fund will, over time, pay all of its net investment income as dividends to shareholders. As of October 31, 2004, NQI, NIO, NIF, NPX, and NVG had positive UNII balances for both financial statement and tax purposes. NEA had a negative UNII balance for financial statement purposes, but a positive UNII balance for tax purposes.

As of October 31, 2004, NQI was trading at a premium to its NAV that was in line with its average premium over the entire fiscal year. NEA also was trading at a premium as of that date, despite trading at an average discount for the entire period. NIO was trading at a share price that was virtually identical with its NAV after trading at an average discount for the entire period. NIF, NPX and NVG were trading at discounts similar to their average discounts for the entire fiscal year.

HOW WERE THE FUNDS POSITIONED IN TERMS OF CREDIT QUALITY AND BOND CALLS AS OF OCTOBER 31, 2004?

Given the current geopolitical and economic climate, we continued to believe that maintaining strong credit quality was an important requirement for the Funds. As of October 31, 2004, NQI, NIO, NIF and NPX continued to be 100% invested in insured and/or U.S. guaranteed securities. NVG and NEA, which can invest up to 20% of their assets in uninsured investment-grade quality bonds, had allocated 92% and 89% of their portfolios, respectively, to insured bonds.

As of October 31, 2004, potential call exposure for these Funds during 2004-2006 ranged from zero in NVG to 1% in NEA, 7% in NIF, 17% in NPX and NIO, and 22% in NQI. The number of actual bond calls in all of these Funds will depend largely on market interest rates in the future.

Nuveen Insured Quality Municipal Fund, Inc.
NQI

Performance
OVERVIEW As of October 31, 2004

Pie Chart:
CREDIT QUALITY

(as a % of total investments)	
Insured	88%
Insured and U.S. Guaranteed	11%
U.S. Guaranteed	1%

Bar Chart:

2003-2004 MONTHLY TAX-FREE DIVIDENDS PER SHARE2	
Nov	0.0845
Dec	0.0845
Jan	0.0845
Feb	0.0845
Mar	0.0845
Apr	0.0845
May	0.0845
Jun	0.0845
Jul	0.0845
Aug	0.0845
Sep	0.0845
Oct	0.0845

Line Chart:

SHARE PRICE PERFORMANCE	
Weekly Closing Price	
Past performance is not predictive of future results.	
11/1/03	16.33
	16.55
	16.66
	16.55
	16.6
	16.53
	16.69
	16.76
	16.67
	16.87
	16.92
	16.93
	16.84
	16.8
	16.8
	16.7
	16.7
	16.93
	16.9
	16.99
	16.89
	16.75
	15.3
	14.87
	14.71
	14.15
	14.32
	14.42
	14.63
	14.69
	14.24
	14.3
	14.85
	14.91
	14.98
	14.81
	15.38

	15.64
	15.62
	15.96
	15.95
	15.88
	15.73
	15.73
	15.64
	15.51
	15.44
	15.7
	15.89
10/31/04	16

FUND SNAPSHOT

Share Price	$16.00
Common Share Net Asset Value	$15.85
Premium/(Discount) to NAV	0.95%
Market Yield	6.34%
Taxable-Equivalent Yield1	8.81%
Net Assets Applicable to Common Shares ($000)	$605,028
Average Effective Maturity on Securities (Years)	20.17
Leverage-Adjusted Duration	7.64

AVERAGE ANNUAL TOTAL RETURN
(Inception 12/19/90)

	ON SHARE PRICE	ON NAV
1-Year	4.37%	7.90%
5-Year	10.85%	9.32%
10-Year	8.95%	7.69%

STATES
(as a % of total investments)

California	14.7%
Texas	14.6%
Illinois	12.2%
New York	11.2%
Washington	7.4%
Florida	4.8%

Nevada	4.5%
Hawaii	4.0%
Kentucky	2.8%
North Dakota	2.3%
Louisiana	2.0%
Indiana	1.6%
Pennsylvania	1.6%
Other	16.3%

SECTORS
(as a % of total investments)

Transportation	19.3%
Healthcare	14.4%
Tax Obligation/General	13.2%
Tax Obligation/Limited	13.0%
Utilities	12.4%
U.S. Guaranteed	11.1%
Water and Sewer	7.1%
Housing/Multifamily	6.9%
Other	2.6%

1 Taxable equivalent yield represents the yield that must be earned on a fully taxable investment, in order to equal the yield of the Fund on an after-tax basis. It is based on a federal income tax rate of 28%. For investments that generate qualified dividend income, the taxable equivalent yield is lower.

2 The Fund also paid shareholders capital gains and net ordinary income distributions in December 2003 of $0.0529 per share.

Nuveen Insured Municipal Opportunity Fund, Inc.
NIO

Performance
OVERVIEW As of October 31, 2004

Pie Chart:

CREDIT QUALITY
(as a % of total investments)

Insured	83%
Insured and U.S. Guaranteed	15%
U.S. Guaranteed	2%

Bar Chart:
2003-2004 MONTHLY TAX-FREE DIVIDENDS PER SHARE2

Nov	0.081
Dec	0.081
Jan	0.081
Feb	0.081
Mar	0.081
Apr	0.081
May	0.081
Jun	0.081
Jul	0.081
Aug	0.081
Sep	0.081
Oct	0.081

Line Chart:
SHARE PRICE PERFORMANCE
Weekly Closing Price
Past performance is not predictive of future results.

11/1/03	15.85
	15.8
	15.89
	15.92
	15.99
	15.85
	15.97
	15.96
	15.98
	16.2
	16.32
	16.31
	16.22
	16.3
	16.24
	16.33
	16.38
	16.53
	16.49
	16.56
	16.42
	16.13
	14.9
	14.53
	14.18
	13.6
	13.76
	13.94
	14.37
	14.25
	14.12
	14.33
	14.43
	14.62
	14.78
	14.73

	14.98
	15.12
	15.1
	15.21
	15.37
	15.33
	15.37
	15.48
	15.6
	15.42
	15.55
	15.59
	15.83
10/31/04	16.05

FUND SNAPSHOT

Share Price	$16.05
Common Share Net Asset Value	$16.06
Premium/(Discount) to NAV	-0.06%
Market Yield	6.06%
Taxable-Equivalent Yield1	8.42%
Net Assets Applicable to Common Shares ($000)	$1,302,985
Average Effective Maturity on Securities (Years)	19.23
Leverage-Adjusted Duration	7.75

AVERAGE ANNUAL TOTAL RETURN
(Inception 9/19/91)

	ON SHARE PRICE	ON NAV
1-Year	9.47%	7.64%
5-Year	10.78%	8.98%
10-Year	8.97%	7.96%

STATES
(as a % of total investments)

California	18.7%
Texas	12.5%
Alabama	10.3%
Illinois	5.6%
New York	5.0%

Michigan	4.9%
Nevada	4.7%
Massachusetts	4.4%
Colorado	4.3%
Florida	3.8%
Wisconsin	2.6%
Ohio	2.5%
Indiana	2.5%
South Carolina	2.5%
Other	15.7%

SECTORS
(as a % of total investments)

Transportation	20.7%
U.S. Guaranteed	16.7%
Tax Obligation/Limited	15.1%
Utilities	14.1%
Tax Obligation/General	9.5%
Healthcare	9.0%
Water and Sewer	5.2%
Other	9.7%

1 Taxable equivalent yield represents the yield that must be earned on a fully taxable investment, in order to equal the yield of the Fund on an after-tax basis. It is based on a federal income tax rate of 28%. For investments that generate qualified dividend income, the taxable equivalent yield is lower.

2 The Fund also paid shareholders capital gains and net ordinary income distributions in December 2003 of $0.0300 per share.

Nuveen Premier Insured Municipal Income Fund, Inc.
NIF

Performance
OVERVIEW As of October 31, 2004

Pie Chart:
CREDIT QUALITY
(as a % of total investments)

Insured	82%
Insured and U.S. Guaranteed	3%
U.S. Guaranteed	15%

Bar Chart:
2003-2004 MONTHLY TAX-FREE DIVIDENDS PER SHARE2

Nov	0.0815
Dec	0.0815
Jan	0.0815
Feb	0.0815
Mar	0.0815
Apr	0.0815
May	0.0815
Jun	0.0815
Jul	0.0815
Aug	0.0815
Sep	0.0815
Oct	0.0815

Line Chart:
SHARE PRICE PERFORMANCE
Weekly Closing Price
Past performance is not predictive of future results.

11/1/03	15.78
	15.8
	15.82
	15.88
	16.15
	16
	16.06
	16.1
	16.21
	16.35
	16.53
	16.56
	16.33
	16.38
	16.32
	16.33
	16.55
	16.65
	16.52
	16.57
	16.56
	16.18
	14.98
	14.6
	14.23
	13.7
	13.69
	13.78
	14.25
	14.32
	14.17
	14.25
	14.6
	14.76
	14.57

	14.3
	14.58
	14.9
	14.9
	15.01
	15.22
	15.21
	15.43
	15.56
	15.48
	15.34
	15.35
	15.42
	15.67
10/31/04	15.64

FUND SNAPSHOT

Share Price	$15.64
Common Share Net Asset Value	$16.00
Premium/(Discount) to NAV	-2.25%
Market Yield	6.25%
Taxable-Equivalent Yield1	8.68%
Net Assets Applicable to Common Shares ($000)	$310,666
Average Effective Maturity on Securities (Years)	16.87
Leverage-Adjusted Duration	8.71

AVERAGE ANNUAL TOTAL RETURN
(Inception 12/19/91)

	ON SHARE PRICE	ON NAV
1-Year	7.55%	8.62%
5-Year	10.31%	8.84%
10-Year	8.86%	7.68%

STATES
(as a % of total investments)

California	21.0%
Washington	14.0%
Illinois	13.6%
Texas	6.8%
Nevada	5.2%

Oregon	4.3%
Georgia	3.4%
Colorado	3.2%
Indiana	3.1%
Missouri	3.1%
Hawaii	2.5%
Michigan	2.4%
Oklahoma	2.4%
Other	15.0%

SECTORS
(as a % of total investments)

Transportation	18.5%
U.S. Guaranteed	18.2%
Tax Obligation/General	17.8%
Tax Obligation/Limited	14.3%
Healthcare	12.4%
Utilities	7.2%
Housing/Multifamily	5.2%
Other	6.4%

1 Taxable equivalent yield represents the yield that must be earned on a fully taxable investment, in order to equal the yield of the Fund on an after-tax basis. It is based on a federal income tax rate of 28%. For investments that generate qualified dividend income, the taxable equivalent yield is lower.

2 The Fund also paid shareholders a capital gains distribution in December 2003 of $0.0193 per share.

Nuveen Insured Premium Income Municipal Fund 2
NPX

Performance
OVERVIEW As of October 31, 2004

Pie Chart:
CREDIT QUALITY
(as a % of total investments)

Insured	94%
Insured and U.S. Guaranteed	6%

Bar Chart:
2003-2004 MONTHLY TAX-FREE DIVIDENDS PER SHARE

Nov	0.073
Dec	0.073
Jan	0.073
Feb	0.073
Mar	0.073
Apr	0.073
May	0.073
Jun	0.073
Jul	0.073
Aug	0.073
Sep	0.073
Oct	0.073

Line Chart:
SHARE PRICE PERFORMANCE
Weekly Closing Price
Past performance is not predictive of future results.

11/1/03	14.18
	14.24
	14.36
	14.62
	14.83
	14.63
	14.8
	14.72
	14.63
	14.94
	14.95
	14.96
	14.94
	14.78
	14.88
	14.91
	14.99
	15.04
	14.98
	15.06
	14.88
	14.65
	13.4
	12.85
	12.73
	12.23
	12.36
	12.49
	12.72
	12.67
	12.5
	12.58
	12.9
	12.92
	12.91

	12.86
	13.15
	13.53
	13.47
	13.66
	13.85
	13.7
	13.92
	13.9
	14
	13.84
	13.85
	13.97
	14.1
10/31/04	14.11

FUND SNAPSHOT

Share Price	$14.11
Common Share Net Asset Value	$14.45
Premium/(Discount) to NAV	-2.35%
Market Yield	6.21%
Taxable-Equivalent Yield1	8.63%
Net Assets Applicable to Common Shares ($000)	$539,697
Average Effective Maturity on Securities (Years)	17.95
Leverage-Adjusted Duration	7.42

AVERAGE ANNUAL TOTAL RETURN
(Inception 7/22/93)

	ON SHARE PRICE	ON NAV
1-Year	6.42%	7.89%
5-Year	10.71%	9.30%
10-Year	10.08%	8.79%

STATES
(as a % of total investments)

Texas	10.3%
California	9.8%
Illinois	9.4%
New York	8.6%

Colorado	7.7%
Pennsylvania	6.9%
Nevada	5.9%
Hawaii	5.3%
Washington	4.7%
Wisconsin	4.4%
Massachusetts	2.8%
North Dakota	2.5%
Utah	2.2%
Oregon	2.1%
Indiana	2.1%
Georgia	2.1%
Other	13.2%

SECTORS (as a % of total investments)	
Tax Obligation/Limited	19.6%
Utilities	18.9%
Transportation	13.0%
Tax Obligation/General	11.6%
Healthcare	10.5%
Water and Sewer	7.9%
Education and Civic Organizations	6.0%
U.S. Guaranteed	6.0%
Other	6.5%

1 Taxable equivalent yield represents the yield that must be earned on a fully taxable investment, in order to equal the yield of the Fund on an after-tax basis. It is based on a federal income tax rate of 28%. For investments that generate qualified dividend income, the taxable equivalent yield is lower.

NVG

Performance
OVERVIEW As of October 31, 2004

Pie Chart:
CREDIT QUALITY
(as a % of total investments)

Insured	88%
Insured and U.S. Guaranteed	4%
AAA (Uninsured)	3%
AA (Uninsured)	4%
A (Uninsured)	1%

Bar Chart:
2003-2004 MONTHLY TAX-FREE DIVIDENDS PER SHARE2

Nov	0.0775
Dec	0.0775
Jan	0.0775
Feb	0.0775
Mar	0.0775
Apr	0.0775
May	0.0775
Jun	0.0775
Jul	0.0775
Aug	0.0775
Sep	0.0775
Oct	0.0775

Line Chart:
SHARE PRICE PERFORMANCE
Weekly Closing Price
Past performance is not predictive of future results.

11/1/03	14.88
	14.85
	14.82
	14.98
	14.98
	15.05
	15.02
	15.1
	15.2
	15.41
	15.38
	15.47
	15.4
	15.49
	15.4
	15.39
	15.64
	15.7
	15.6
	15.63
	15.61
	15.27
	14.25
	13.93
	13.72

	13.42
	13.19
	13.23
	13.73
	13.75
	13.36
	13.45
	13.73
	13.99
	13.96
	13.8
	13.91
	14.23
	14.27
	14.39
	14.6
	14.48
	14.76
	14.65
	14.85
	14.7
	14.89
	14.86
	14.99
10/31/04	14.89

FUND SNAPSHOT

Share Price	$14.89
Common Share Net Asset Value	$15.78
Premium/(Discount) to NAV	-5.64%
Market Yield	6.25%
Taxable-Equivalent Yield1	8.68%
Net Assets Applicable to Common Shares ($000)	$470,389
Average Effective Maturity on Securities (Years)	19.17
Leverage-Adjusted Duration	7.48

AVERAGE ANNUAL TOTAL RETURN
(Inception 3/25/02)

	ON SHARE PRICE	ON NAV
1-Year	7.61%	9.19%
Since Inception	6.36%	10.40%

STATES
(as a % of total investments)

Texas	18.2%
Indiana	11.2%
Florida	10.8%
Washington	9.5%
Illinois	9.4%
California	6.7%
Tennessee	6.1%
Pennsylvania	3.3%
Oregon	3.0%
Alabama	2.9%
Nevada	2.8%
Other	16.1%

SECTORS
(as a % of total investments)

Tax Obligation/General	23.9%
Transportation	18.2%
Tax Obligation/Limited	17.4%
Water and Sewer	12.8%
Education and Civic Organizations	8.2%
Utilities	6.1%
Healthcare	5.6%
Other	7.8%

1 Taxable equivalent yield represents the yield that must be earned on a fully taxable investment, in order to equal the yield of the Fund on an after-tax basis. It is based on a federal income tax rate of 28%. For investments that generate qualified dividend income, the taxable equivalent yield is lower.

2 The Fund also paid shareholders capital gains and net ordinary income distributions in December 2003 of $0.0714 per share.

Nuveen Insured Tax-Free Advantage Municipal Fund

NEA

Performance
OVERVIEW As of October 31, 2004

Pie Chart:
CREDIT QUALITY
(as a % of total investments)

Insured	87%
Insured and U.S. Guaranteed	2%
AAA (Uninsured)	3%
AA (Uninsured)	2%
A (Uninsured)	4%
BBB (Uninsured)	2%

Bar Chart:
2003-2004 MONTHLY TAX-FREE DIVIDENDS PER SHARE2

Nov	0.0775
Dec	0.0775
Jan	0.0775
Feb	0.0775
Mar	0.0775
Apr	0.0775
May	0.0775
Jun	0.0775
Jul	0.0775
Aug	0.0775
Sep	0.0745
Oct	0.0745

Line Chart:
SHARE PRICE PERFORMANCE
Weekly Closing Price
Past performance is not predictive of future results.

11/1/03	14.96
	14.68
	14.71
	14.89
	14.92
	14.98
	14.95
	14.9
	15.22
	15.21
	15.38
	15.4
	15.22
	15.52
	15.4
	15.4
	15.77
	15.78
	15.41
	15.52
	15.63
	15.12
	14.21

	13.64
	13.51
	13.37
	13.09
	13.14
	13.65
	13.77
	13.34
	13.2
	13.6
	13.85
	13.9
	13.58
	13.8
	14.09
	14.2
	14.18
	14.1
	14.45
	14.45
	14.54
	14.43
	14.4
	14.64
	14.83
	14.83
10/31/04	14.91

FUND SNAPSHOT

Share Price	$14.91
Common Share Net Asset Value	$14.75
Premium/(Discount) to NAV	1.08%
Market Yield	6.00%
Taxable-Equivalent Yield1	8.33%
Net Assets Applicable to Common Shares ($000)	$273,112
Average Effective Maturity on Securities (Years)	22.54
Leverage-Adjusted Duration	5.76

AVERAGE ANNUAL TOTAL RETURN
(Inception 11/21/02)

	ON SHARE PRICE	ON NAV
1-Year	7.41%	8.07%
Since Inception	5.79%	7.74%

STATES
(as a % of total investments)

California	18.9%
Texas	8.5%
Michigan	7.8%
New York	6.2%
Washington	6.0%
Indiana	5.8%
Pennsylvania	5.7%
Alabama	5.5%
South Carolina	4.8%
Wisconsin	4.4%
Massachusetts	3.2%
Illinois	2.6%
Oregon	2.6%
Colorado	2.5%
Other	15.5%

SECTORS
(as a % of total investments)

Tax Obligation/General	28.6%
Tax Obligation/Limited	27.6%
Healthcare	14.1%
Utilities	10.4%
Transportation	7.5%
Water and Sewer	6.7%
Other	5.1%

1 Taxable equivalent yield represents the yield that must be earned on a fully taxable investment, in order to equal the yield of the Fund on an after-tax basis. It is based on a federal income tax rate of 28%. For investments that generate qualified dividend income, the taxable equivalent yield is lower.

2 The Fund also paid shareholders a capital gain distribution in December 2003 of $0.0053 per share.

Shareholder
MEETING REPORT

The annual shareholder meeting was held on August 3, 2004, at the Northern Trust Bank, Chicago, Illinois.

	NQI		NIO	
APPROVAL OF THE BOARD MEMBERS WAS REACHED AS FOLLOWS:	Common and MuniPreferred shares voting together as a class	MuniPreferred shares voting together as a class	Common and MuniPreferred shares voting together as a class	MuniPreferred shares voting together as a class
Robert P. Bremner				
For	33,111,701	--	72,857,481	--
Withhold	337,638	--	878,203	--
Total	33,449,339	--	73,735,684	--
Lawrence H. Brown				
For	33,113,486	--	72,857,277	--
Withhold	335,853	--	878,407	--
Total	33,449,339	--	73,735,684	--
Jack B. Evans				
For	33,131,224	--	72,854,999	--
Withhold	318,115	--	880,685	--
Total	33,449,339	--	73,735,684	--
William C. Hunter				
For	33,126,306	--	72,847,790	--
Withhold	323,033	--	887,894	--
Total	33,449,339	--	73,735,684	--
William J. Schneider				
For	--	11,594	--	26,202
Withhold	--	10	--	61
Total	--	11,604	--	26,263
Timothy R. Schwertfeger				
For	--	11,593	--	26,218
Withhold	--	11	--	45
Total	--	11,604	--	26,263
Judith M. Stockdale				
For	33,092,062	--	72,844,994	--
Withhold	357,277	--	890,690	--

Total	33,449,339	--	73,735,684	--

	NPX		NVG	
APPROVAL OF THE BOARD MEMBERS WAS REACHED AS FOLLOWS:	Common and MuniPreferred shares voting together as a class	MuniPreferred shares voting together as a class	Common and MuniPreferred shares voting together as a class	MuniPreferred shares voting together as a class
Robert P. Bremner				
For	34,563,887	--	28,559,912	--
Withhold	349,394	--	308,620	--
Total	34,913,281	--	28,868,532	--
Lawrence H. Brown				
For	34,562,842	--	28,548,402	--
Withhold	350,439	--	320,130	--
Total	34,913,281	--	28,868,532	--
Jack B. Evans				
For	34,569,807	--	28,569,272	--
Withhold	343,474	--	299,260	--
Total	34,913,281	--	28,868,532	--
William C. Hunter				
For	34,564,437	--	28,558,516	--
Withhold	348,844	--	310,016	--
Total	34,913,281	--	28,868,532	--
William J. Schneider				
For	--	10,275	--	9,179
Withhold	--	18	--	32
Total	--	10,293	--	9,211
Timothy R. Schwertfeger				
For	--	10,275	--	9,179
Withhold	--	18	--	32
Total	--	10,293	--	9,211
Judith M. Stockdale				
For	34,566,288	--	28,567,735	--
Withhold	346,993	--	300,797	--
Total	34,913,281	--	28,868,532	--

Report of
INDEPENDENT REGISTERED
PUBLIC ACCOUNTING FIRM

THE BOARD OF DIRECTORS/TRUSTEES AND SHAREHOLDERS
NUVEEN INSURED QUALITY MUNICIPAL FUND, INC.
NUVEEN INSURED MUNICIPAL OPPORTUNITY FUND, INC.
NUVEEN PREMIER INSURED MUNICIPAL INCOME FUND, INC.
NUVEEN INSURED PREMIUM INCOME MUNICIPAL FUND 2
NUVEEN INSURED DIVIDEND ADVANTAGE MUNICIPAL FUND
NUVEEN INSURED TAX-FREE ADVANTAGE MUNICIPAL FUND

We have audited the accompanying statements of assets and liabilities, including the portfolios of investments, of Nuveen Insured Quality Municipal Fund, Inc., Nuveen Insured Municipal Opportunity Fund, Inc., Nuveen Premier Insured Municipal Income Fund, Inc., Nuveen Insured Premium Income Municipal Fund 2, Nuveen Insured Dividend Advantage Municipal Fund and Nuveen Insured Tax-Free Advantage Municipal Fund as of October 31, 2004, and the related statements of operations for the year then ended, the statements of changes in net assets and the financial highlights for the periods indicated therein. These financial statements and financial highlights are the responsibility of the Funds' management. Our responsibility is to express an opinion on these financial statements and financial highlights based on our audits.

We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements and financial highlights. Our procedures included confirmation of investments owned as of October 31, 2004, by correspondence with the custodian and brokers or by other appropriate auditing procedures where replies from brokers were not received. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements and financial highlights referred to above present fairly, in all material respects, the financial positions of Nuveen Insured Quality Municipal Fund, Inc., Nuveen Insured Municipal Opportunity Fund, Inc., Nuveen Premier Insured Municipal Income Fund, Inc., Nuveen Insured Premium Income Municipal Fund 2, Nuveen Insured Dividend Advantage Municipal Fund and Nuveen Insured Tax-Free Advantage Municipal Fund at October 31, 2004, the results of their operations for the year then ended, the changes in their net assets and the financial highlights for the periods indicated therein in conformity with U.S. generally accepted accounting principles.

/s/Ernst & Young LLP

Chicago, Illinois
December 15, 2004

Nuveen Insured Quality Municipal Fund, Inc. (NQI)
Portfolio of
INVESTMENTS October 31, 2004

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	ALABAMA - 0.2% (0.1% OF TOTAL INVESTMENTS)	
$ 1,135	Birmingham Waterworks and Sewerage Board, Alabama, Water and Sewerage Revenue Bonds, Series 2002B, 5.250%, 1/01/20 - MBIA Insured	1/13 at 100
	ARIZONA - 2.1% (1.4% OF TOTAL INVESTMENTS)	
2,730	Maricopa County Union High School District 210, Phoenix, Arizona, General Obligation Bonds, Series 2004A, 5.000%, 7/01/15 - FSA Insured	7/14 at 100
9,200	Phoenix, Arizona, Civic Improvement Corporation, Senior Lien Airport Revenue Bonds, Series 2002B, 5.250%, 7/01/32 (Alternative Minimum Tax) - FGIC Insured	7/12 at 100
	ARKANSAS - 0.6% (0.4% OF TOTAL INVESTMENTS)	
3,800	Arkansas Development Finance Authority, FNMA/GNMA Mortgage-Backed Securities Program Single Family Mortgage Bonds, Series 1995B, 6.700%, 7/01/27 (Alternative Minimum Tax)	7/05 at 102
	CALIFORNIA - 21.8% (14.5% OF TOTAL INVESTMENTS)	
7,885	Alameda County, California, Certificates of Participation, Alameda County Public Facilities Corporation, Series 1991, 6.000%, 9/01/21 (Pre-refunded to 9/01/06) - MBIA Insured	9/06 at 102
13,175	California Pollution Control Financing Authority, Revenue Refunding Bonds, Southern California Edison Company, Series 1999A, 5.450%, 9/01/29 - MBIA Insured	9/09 at 101
9,000	California, General Obligation Bonds, Series 2002, 5.000%, 10/01/32 - MBIA Insured	10/12 at 100
20,500	California, General Obligation Refunding Bonds, Series 2002, 5.000%, 4/01/27 - AMBAC Insured	4/12 at 100
3,750	California, General Obligation Bonds, Series 2004, 5.000%, 4/01/31 - AMBAC Insured	4/14 at 100
5,500	California Statewide Community Development Authority,	1/05 at 102

	Certificates of Participation, Salk Institute for Biological Studies, Series 1994, 6.200%, 7/01/24 - CONNIE LEE/ AMBAC Insured	
	Foothill/Eastern Transportation Corridor Agency, California, Toll Road Revenue Refunding Bonds, Series 1999:	
22,985	0.000%, 1/15/24 - MBIA Insured	1/10 at 44
22,000	0.000%, 1/15/31 - MBIA Insured	1/10 at 29
50,000	0.000%, 1/15/37 - MBIA Insured	1/10 at 20
5,000	Garden Grove, California, Certificates of Participation, Financing Project, Series 2002A, 5.125%, 3/01/32 - AMBAC Insured	3/12 at 101
5,000	Inland Empire Solid Waste Financing Authority, California, Revenue Bonds, Landfill Improvement Financing Project, Series 1996B, 6.000%, 8/01/16 (Alternative Minimum Tax) (Pre-refunded to 8/01/06) - FSA Insured	8/06 at 102
5,483	Moreno Valley Public Finance Authority, California, GNMA Collateralized Assisted Living Housing Revenue Bonds, CDC Assisted Living Project, Series 2000A, 7.500%, 1/20/42	1/12 at 105
6,060	Ontario Redevelopment Financing Authority, San Bernardino County, California, Revenue Bonds, Redevelopment Project 1, Series 1993, 5.850%, 8/01/22 - MBIA Insured	2/05 at 101
3,615	Pasadena Unified School District, Los Angeles County, California, General Obligation Bonds, Series 2003D, 5.000%, 5/01/24 - MBIA Insured	5/13 at 100
2,000	San Diego Redevelopment Agency, California, Subordinate Lien Tax Allocation Bonds, Centre City Project, Series 2004A, 5.000%, 9/01/21 - XLCA Insured	9/14 at 100
	San Francisco Airports Commission, California, Revenue Refunding Bonds, San Francisco International Airport, Second Series 2001, Issue 27A:	
7,200	5.125%, 5/01/21 (Alternative Minimum Tax) - MBIA Insured	5/11 at 100
12,690	5.250%, 5/01/31 (Alternative Minimum Tax) - MBIA Insured	5/11 at 100

Nuveen Insured Quality Municipal Fund, Inc. (NQI) (continued)
Portfolio of INVESTMENTS October 31, 2004

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	COLORADO - 1.7% (1.1% OF TOTAL INVESTMENTS)	
$ 5,630	Arapahoe County Capital Improvement Trust Fund, Colorado, Vehicle Registration Fee Revenue Bonds, Highway E-470 Project, Series 1986A, 6.150%, 8/31/26 (Pre-refunded to 8/31/05) - MBIA Insured	8/05 at 103
3,750	Denver, Colorado, Airport System Revenue Bonds,	11/06 at 101

	Series 1996D, 5.500%, 11/15/25 - MBIA Insured	
	DISTRICT OF COLUMBIA - 1.4% (0.9% OF TOTAL INVESTMENTS)	
8,000	Washington Convention Center Authority, District of Columbia, Senior Lien Dedicated Tax Revenue Bonds, Series 1998, 5.000%, 10/01/21 - AMBAC Insured	10/08 at 101
	FLORIDA - 7.2% (4.8% OF TOTAL INVESTMENTS)	
3,250	Florida State Board of Education, Full Faith and Credit Public Education Capital Outlay Bonds, Series 2003J, 5.000%, 6/01/22 - AMBAC Insured	6/13 at 101
2,180	Florida Municipal Loan Council, Revenue Bonds, Series 2003A, 5.250%, 5/01/13 - MBIA Insured	No Opt. C
20,000	Lee County, Florida, Airport Revenue Bonds, Series 2000A, 5.750%, 10/01/25 (Alternative Minimum Tax) - FSA Insured	10/10 at 101
4,115	Miami-Dade County Housing Finance Authority, Florida, Multifamily Housing Revenue Bonds, Monterey Pointe Apartments, Series 2001-2A, 5.850%, 7/01/37 (Alternative Minimum Tax) - FSA Insured	7/11 at 100
7,000	Miami-Dade County, Florida, Aviation Revenue Bonds, Miami International Airport, Series 2002, 5.375%, 10/01/32 (Alternative Minimum Tax) - FGIC Insured	10/12 at 100
3,780	Palm Beach County School Board, Florida, Certificates of Participation, Series 2003A, 5.000%, 8/01/16 - AMBAC Insured	8/13 at 100
	GEORGIA - 0.2% (0.1% OF TOTAL INVESTMENTS)	
1,000	Atlanta, Georgia, Water and Wastewater Revenue Bonds, Series 2004, 5.000%, 11/01/22 - FSA Insured	11/14 at 100
	HAWAII - 6.1% (4.0% OF TOTAL INVESTMENTS)	
1,620	Hawaii County, Hawaii, General Obligation Bonds, Series 2003A, 5.000%, 7/15/21 - FSA Insured	7/13 at 100
	Hawaii Department of Transportation, Airport System Revenue Refunding Bonds, Series 2000B:	
8,785	6.625%, 7/01/18 (Alternative Minimum Tax) - FGIC Insured	7/10 at 101
7,000	6.000%, 7/01/19 (Alternative Minimum Tax) - FGIC Insured	7/10 at 101
16,180	Hawaii Department of Budget and Finance, Special Purpose Revenue Bonds, Hawaiian Electric Company Inc., Series 1996A, 6.200%, 5/01/26 (Alternative Minimum Tax) - MBIA Insured	5/06 at 101

	ILLINOIS - 18.4% (12.2% OF TOTAL INVESTMENTS)	
10,000	Chicago, Illinois, General Obligation Bonds, Series 1995, 6.125%, 1/01/16 (Pre-refunded to 7/01/05) - AMBAC Insured	7/05 at 102
6,000	Chicago, Illinois, General Airport Second Lien Revenue Refunding Bonds, O'Hare International Airport, Series 1994A, 6.375%, 1/01/12 - MBIA Insured	1/05 at 102
9,500	Chicago, Illinois, General Airport Second Lien Revenue Refunding Bonds, O'Hare International Airport, Series 1999, 5.500%, 1/01/15 (Alternative Minimum Tax) - AMBAC Insured	1/10 at 101
7,165	Illinois Development Finance Authority, Revenue Bonds, Bradley University Project, Series 1999, 5.500%, 8/01/29 (Pre-refunded to 8/01/09) - AMBAC Insured	8/09 at 101
25,000	Illinois Health Facilities Authority, Revenue Bonds, Iowa Health System, Series 2000, 5.875%, 2/15/30 - AMBAC Insured	2/10 at 101
15,785	Illinois, General Obligation Bonds, Illinois FIRST Program, Series 2002, 5.250%, 4/01/27 - FSA Insured	4/12 at 100
13,275	Illinois, General Obligation Bonds, Illinois FIRST Program, Series 2001, 5.250%, 5/01/26 - FSA Insured	5/11 at 100
18,000	Metropolitan Pier and Exposition Authority, Illinois, Revenue Bonds, McCormick Place Expansion Project, Series 2002A, 0.000%, 12/15/24 - MBIA Insured	No Opt. C
10,000	University of Illinois, Certificates of Participation, Utility Infrastructure Projects, Series 2001B, 5.250%, 8/15/21 (Pre-refunded to 8/15/11) - AMBAC Insured	8/11 at 100
	INDIANA - 2.4% (1.6% OF TOTAL INVESTMENTS)	
	Hammond Multi-School Building Corporation, Lake County, Indiana, First Mortgage Revenue Bonds, Series 2003B:	
2,550	5.000%, 7/15/17 - FGIC Insured	7/13 at 100
1,610	5.000%, 7/15/19 - FGIC Insured	7/13 at 100

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	INDIANA (continued)	
$ 7,790	Indiana Transportation Finance Authority, Highway Revenue Bonds, Series 1990A, 7.250%, 6/01/15 - AMBAC Insured	No Opt. C

	KANSAS - 0.5% (0.4% OF TOTAL INVESTMENTS)	
3,000	Wichita, Kansas, Water and Sewer Utility Revenue Bonds, Series 2003, 5.000%, 10/01/21 - FGIC Insured	10/13 at 100
	KENTUCKY - 4.2% (2.8% OF TOTAL INVESTMENTS)	
	Kentucky Economic Development Finance Authority, Health System Revenue Bonds, Norton Healthcare Inc., Series 2000C:	
6,345	0.000%, 10/01/27 - MBIA Insured	10/13 at 101
18,185	0.000%, 10/01/28 - MBIA Insured	10/13 at 101
	LOUISIANA - 3.0% (2.0% OF TOTAL INVESTMENTS)	
13,170	New Orleans, Louisiana, General Obligation Refunding Bonds, Series 1995, 6.200%, 10/01/21 - AMBAC Insured	10/05 at 101
4,045	Orleans Levee District, Louisiana, Levee District General Obligation Bonds, Series 1986, 5.950%, 11/01/15 - FSA Insured	12/05 at 103
	MAINE - 1.5% (1.0% OF TOTAL INVESTMENTS)	
8,000	Maine Health and Higher Educational Facilities Authority, Revenue Bonds, Series 1999B, 6.000%, 7/01/29 - MBIA Insured	7/09 at 101
	MARYLAND - 1.4% (0.9% OF TOTAL INVESTMENTS)	
7,535	Maryland Transportation Authority, Airport Parking Revenue Bonds, Baltimore-Washington International Airport Passenger Facility, Series 2002B, 5.500%, 3/01/18 (Alternative Minimum Tax) - AMBAC Insured	3/12 at 101
	MASSACHUSETTS - 1.8% (1.2% OF TOTAL INVESTMENTS)	
5,000	Massachusetts Bay Transportation Authority, Senior Sales Tax Revenue Refunding Bonds, Series 2002A, 5.000%, 7/01/27 - FGIC Insured	7/12 at 100
	Massachusetts, Special Obligation Dedicated Tax Revenue Bonds, Series 2004:	
1,250	5.250%, 1/01/21 - FGIC Insured	1/14 at 100
1,000	5.250%, 1/01/22 - FGIC Insured	1/14 at 100
1,195	5.250%, 1/01/23 - FGIC Insured	1/14 at 100
2,000	5.250%, 1/01/24 - FGIC Insured	1/14 at 100
	MICHIGAN - 0.8% (0.5% OF TOTAL INVESTMENTS)	
4,750	Michigan Strategic Fund, Collateralized Limited Obligation	9/09 at 102

	Pollution Control Revenue Refunding Bonds, Detroit Edison Company, Series 1999A, 5.550%, 9/01/29 (Alternative Minimum Tax) - MBIA Insured	
	MINNESOTA - 0.0% (0.0% OF TOTAL INVESTMENTS)	
127	St. Louis Park, Minnesota, GNMA Mortgage-Backed Securities Program, Single Family Residential Mortgage Revenue Bonds, Series 1991A, 7.250%, 4/20/23	4/05 at 100
	MISSISSIPPI - 1.6% (1.1% OF TOTAL INVESTMENTS)	
2,545	Harrison County Wastewater Management District, Mississippi, Wastewater Treatment Facilities Revenue Refunding Bonds, Series 1991A, 8.500%, 2/01/13 - FGIC Insured	No Opt. C
2,715	Harrison County Wastewater Management District, Mississippi, Wastewater Treatment Facilities Revenue Refunding Bonds, Series 1991B, 7.750%, 2/01/14 - FGIC Insured	No Opt. C
2,685	Mississippi Home Corporation, GNMA Collateralized Single Family Mortgage Revenue Bonds, Series 1996C, 7.600%, 6/01/29 (Alternative Minimum Tax)	6/06 at 105
	MISSOURI - 0.9% (0.6% OF TOTAL INVESTMENTS)	
5,000	St. Louis Municipal Finance Corporation, Missouri, Leasehold Revenue Bonds, City Justice Center, Series 1996A, 6.000%, 2/15/19 (Pre-refunded to 2/15/06) - AMBAC Insured	2/06 at 102

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	NEVADA - 6.8% (4.5% OF TOTAL INVESTMENTS)	
$ 33,700	Director of Nevada State Department of Business and Industry, Revenue Bonds, Las Vegas Monorail Project, First Tier, Series 2000, 5.375%, 1/01/40 - AMBAC Insured	1/10 at 100
5,720	Reno, Nevada, Senior Lien Sales and Room Tax Revenue Bonds, Reno Transportation Rail Access Corridor Project, Series 2002, 5.125%, 6/01/32 - AMBAC Insured	6/12 at 100

	NEW JERSEY - 0.6% (0.4% OF TOTAL INVESTMENTS)	
	New Jersey Economic Development Authority, Revenue Bonds, Motor Vehicle Surcharge, Series 2004A:	
1,700	5.000%, 7/01/22 - MBIA Insured	7/14 at 100
1,700	5.000%, 7/01/23 - MBIA Insured	7/14 at 100
	NEW MEXICO - 1.8% (1.2% OF TOTAL INVESTMENTS)	
6,000	Farmington, New Mexico, Pollution Control Revenue Refunding Bonds, Southern California Edison Company - Four Corners Project, Series 1991A, 7.200%, 4/01/21	4/05 at 100
	New Mexico Finance Authority, Public Project Revolving Revenue Bonds, Series 2004C:	
1,420	5.000%, 6/01/22 - AMBAC Insured	6/14 at 100
3,290	5.000%, 6/01/23 - AMBAC Insured	6/14 at 100
	NEW YORK - 16.9% (11.2% OF TOTAL INVESTMENTS)	
8,000	Metropolitan Transportation Authority, New York, State Service Contract Refunding Bonds, Series 2002A, 5.000%, 7/01/25 - FGIC Insured	7/12 at 100
4,500	Metropolitan Transportation Authority, New York, Dedicated Tax Fund Bonds, Series 2002A, 5.000%, 11/15/32 - FSA Insured	11/12 at 100
	New York City, New York, General Obligation Bonds, Fiscal Series 1991A:	
2,000	8.000%, 3/15/11 - FSA Insured	3/05 at 100
6,000	7.250%, 3/15/19 - FSA Insured	3/05 at 100
10,335	New York City Municipal Water Finance Authority, New York, Water and Sewerage System Revenue Bonds, Fiscal Series 1996A, 6.000%, 6/15/25 (Pre-refunded to 6/15/05) - MBIA Insured	6/05 at 101
11,760	Dormitory Authority of the State of New York, Court Facilities Lease Revenue Bonds, Series 1999, 5.750%, 5/15/30 - AMBAC Insured	5/10 at 101
7,000	New York State Energy Research and Development Authority, Facilities Revenue Refunding Bonds, Consolidated Edison Company Inc., Series 1995A, 6.100%, 8/15/20	7/05 at 102
10,875	New York State Housing Finance Agency, Housing Project Mortgage Revenue Refunding Bonds, Series 1996A, 6.125%, 11/01/20 - FSA Insured	5/06 at 102
4,200	New York State Mortgage Agency, Homeowner Mortgage Revenue Bonds, Series 82, 5.550%, 10/01/19 (Alternative Minimum Tax) - MBIA Insured	10/09 at 100
12,000	New York State Medical Care Facilities Finance Agency, FHA-Insured Mortgage Revenue Bonds, New York and Presbyterian Hospital, Series 1994A, 6.900%, 8/15/34	2/05 at 102

	(Pre-refunded to 2/15/05) - AMBAC Insured	
15,000	Dormitory Authority of the State of New York, Revenue Bonds, School Districts Financing Program, Series 2002D, 5.500%, 10/01/17 - MBIA Insured	10/12 at 100
	New York City Sales Tax Asset Receivable Corporation, New York, Local Government Assistance Corporation Dedicated Revenue Bonds, Series 2004A:	
1,630	5.000%, 10/15/24 (WI, settling 11/04/04) - MBIA Insured	10/14 at 100
1,675	5.000%, 10/15/25 (WI, settling 11/04/04) - MBIA Insured	10/14 at 100
	NORTH CAROLINA - 0.3% (0.2% OF TOTAL INVESTMENTS)	
1,720	Union County, North Carolina, Certificates of Participation, Series 2003, 5.000%, 6/01/16 - AMBAC Insured	6/13 at 101
	NORTH DAKOTA - 3.4% (2.3% OF TOTAL INVESTMENTS)	
20,000	Mercer County, North Dakota, Pollution Control Revenue Refunding Bonds, Basin Electric Power Cooperative - Antelope Valley Unit 1 and Common Facilities, Second Series 1995, 6.050%, 1/01/19 - AMBAC Insured	1/05 at 102

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	OHIO - 2.2% (1.4% OF TOTAL INVESTMENTS)	
$ 7,000	Cleveland State University, Ohio, General Receipts Bonds, Series 2004, 5.250%, 6/01/19 - FGIC Insured	6/14 at 100
5,000	Lorain County, Ohio, Health Facilities Revenue Bonds, Catholic Healthcare Partners, Series 1999A, 5.500%, 9/01/29 - AMBAC Insured	9/09 at 102
	PENNSYLVANIA - 2.5% (1.6% OF TOTAL INVESTMENTS)	
7,000	Allegheny County, Pennsylvania, Airport Revenue Refunding Bonds, Pittsburgh International Airport, Series 1997A, 5.250%, 1/01/16 (Alternative Minimum Tax) - MBIA Insured	1/08 at 101
7,250	Lehigh County Industrial Development Authority, Pennsylvania, Pollution Control Revenue Refunding Bonds, Pennsylvania Power and Light Company Project, Series 1995A, 6.150%, 8/01/29 - MBIA Insured	8/05 at 102
	PUERTO RICO - 1.0% (0.6% OF TOTAL INVESTMENTS)	

5,000	Puerto Rico Highway and Transportation Authority, Highway Revenue Bonds, Series 2003AA, 5.500%, 7/01/16 - FGIC Insured	No Opt. C
	TENNESSEE - 0.8% (0.5% OF TOTAL INVESTMENTS)	
	Knox County Health, Educational and Housing Facilities Board, Tennessee, Hospital Revenue Refunding Bonds, Covenant Health, Series 2002A:	
7,500	0.000%, 1/01/24 - FSA Insured	1/13 at 52
5,000	0.000%, 1/01/25 - FSA Insured	1/13 at 49
2,750	0.000%, 1/01/26 - FSA Insured	1/13 at 46
	TEXAS - 22.1% (14.6% OF TOTAL INVESTMENTS)	
8,000	Abilene Health Facilities Development Corporation, Texas, Hospital Revenue Refunding and Improvement Bonds, Hendrick Medical Center Project, Series 1995C, 6.150%, 9/01/25 - MBIA Insured	9/05 at 102
5,275	Austin, Texas, Combined Utility System Revenue Refunding Bonds, Series 1997, 5.125%, 11/15/20 - FSA Insured	11/07 at 100
3,135	Corpus Christi, Texas, Utility System Revenue Bonds, Series 2004, 5.250%, 7/15/20 - FSA Insured	7/14 at 100
3,000	Dallas-Ft. Worth International Airport, Texas, Joint Revenue Refunding and Improvement Bonds, Series 2001A, 5.750%, 11/01/13 (Alternative Minimum Tax) - FGIC Insured	11/11 at 100
3,735	Grand Prairie Independent School District, Dallas County, Texas, General Obligation Bonds, Series 2003, 5.125%, 2/15/31 - FSA Insured	2/13 at 100
	Harris County Hospital District, Texas, Revenue Refunding Bonds, Series 1990:	
1,725	7.400%, 2/15/10 - AMBAC Insured	No Opt. C
2,580	7.400%, 2/15/10 - AMBAC Insured	No Opt. C
4,500	Houston, Texas, General Obligation Public Improvement Bonds, Series 2001A, 5.000%, 3/01/22 - FSA Insured	3/11 at 100
4,685	Houston, Texas, Subordinate Lien Airport System Revenue Bonds, Series 2000A, 5.500%, 7/01/19 (Alternative Minimum Tax) - FSA Insured	7/10 at 100
5,000	Houston, Texas, First Lien Combined Utility System Revenue Bonds, Series 2004A, 5.250%, 5/15/24 - FGIC Insured	5/14 at 100
17,000	Houston, Texas, Junior Lien Water and Sewerage System Revenue Refunding Bonds, Series 2002A, 5.750%, 12/01/32 - FSA Insured	No Opt. C
19,200	Jefferson County Health Facilities Development Corporation, Texas, FHA-Insured Mortgage Revenue Bonds, Baptist Hospital of Southeast Texas, Series 2001, 5.400%, 8/15/31 - AMBAC Insured	8/11 at 100

6,000	Laredo Community College District, Texas, Limited Tax General Obligation Bonds, Series 2001, 5.375%, 8/01/31 - AMBAC Insured	8/10 at 100
22,045	North Central Texas Health Facilities Development Corporation, Revenue Bonds, Children's Medical Center of Dallas, Series 2002, 5.250%, 8/15/32 - AMBAC Insured	8/12 at 101
17,429	Tarrant County Housing Finance Corporation, Texas, GNMA Collateralized Mortgage Loan Multifamily Housing Revenue Bonds, Bardin Green Apartments Project, Series 2001, 6.600%, 9/20/42	3/12 at 105
	UTAH - 0.8% (0.6% OF TOTAL INVESTMENTS)	
4,655	Salt Lake City, Utah, Hospital Revenue Refunding Bonds, IHC Hospitals Inc., Series 1988A, 8.000%, 5/15/07	11/04 at 100

Nuveen Insured Quality Municipal Fund, Inc. (NQI) (continued)
Portfolio of INVESTMENTS October 31, 2004

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	WASHINGTON - 11.1% (7.4% OF TOTAL INVESTMENTS)	
$ 10,730	Chelan County Public Utility District 1, Washington, Hydro Consolidated System Revenue Refunding Bonds, Series 2001C, 5.650%, 7/01/32 (Alternative Minimum Tax) - MBIA Insured	7/11 at 101
4,670	Seattle Housing Authority, Washington, GNMA Collateralized Mortgage Loan Low Income Housing Assistance Revenue Bonds, RHF/Esperanza Apartments Project, Series 2000A, 6.125%, 3/20/42 (Alternative Minimum Tax)	9/11 at 102
15,025	Seattle Housing Authority, Washington, GNMA Collateralized Mortgage Loan Low Income Housing Assistance Revenue Bonds, Park Place Project, Series 2000A, 7.000%, 5/20/42	11/11 at 105
5,000	Seattle, Washington, Municipal Light and Power Revenue Bonds, Series 2000, 5.250%, 12/01/21 - FSA Insured	12/10 at 100
1,600	Vancouver, Washington, Water and Sewerage Revenue Bonds, Series 2004, 5.250%, 6/01/14 - FGIC Insured	No Opt. C
10,000	Washington, General Obligation Refunding Bonds, Series R-2003A, 5.000%, 1/01/19 - MBIA Insured	1/12 at 100
2,500	Washington State Healthcare Facilities Authority, Revenue Bonds, Providence Services, Series 1999, 5.375%, 12/01/19 - MBIA Insured	12/09 at 101
11,750	Washington State Public Power Supply System, Revenue	7/08 at 102

	Refunding Bonds, Nuclear Project 1, Series 1998A, 5.125%, 7/01/17 - MBIA Insured	
	WEST VIRGINIA - 2.3% (1.5% OF TOTAL INVESTMENTS)	
12,845	West Virginia Water Development Authority, Infrastructure Revenue Bonds, West Virginia Infrastructure and Jobs Development Council Program, Series 2000A, 5.500%, 10/01/39 - FSA Insured	10/10 at 100
	WISCONSIN - 0.4% (0.2% OF TOTAL INVESTMENTS)	
2,180	Green Bay, Wisconsin, Water System Revenue Bonds, Series 2004, 5.000%, 11/01/26 - FSA Insured	11/14 at 100
$ 947,209	Total Long-Term Investments (cost $849,599,816) - 150.8%	
	SHORT-TERM INVESTMENTS - 0.3% (0.2% OF TOTAL INVESTMENTS)	
1,900	California Statewide Community Development Authority, Certificates of Participation, John Muir/Mt. Diablo Health System, Variable Rate Demand Obligations, Series 1997, 1.650%, 8/15/27 - AMBAC Insured+	
$ 1,900	Total Short-Term Investments (cost $1,900,000)	
	Total Investments (cost $851,499,816) - 151.1%	
	Other Assets Less Liabilities - 1.5%	
	Preferred Shares, at Liquidation Value - (52.6)%	
	Net Assets Applicable to Common Shares - 100%	

All of the bonds in the portfolio are either covered by Original Issue Insurance, Secondary Market Insurance or Portfolio Insurance, or are backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities, any of which ensure the timely payment of principal and interest.

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

* Optional Call Provisions (not covered by the report of independent registered public accounting firm): Dates (month and year) and prices of the earliest optional call or redemption. There may be other call provisions at varying prices at later dates.

** Ratings (not covered by the report of independent registered public accounting firm): Using the higher of Standard & Poor's or Moody's rating.

(WI) Security purchased on a when-issued basis.

+ Security has a maturity of more than one year, but has variable rate and demand features which qualify it as a short-term security. The rate disclosed is that currently in effect. This rate changes periodically based on market conditions or a specified market index.

See accompanying notes to financial statements.

Nuveen Insured Municipal Opportunity Fund, Inc. (NIO)
Portfolio of
INVESTMENTS October 31, 2004

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	ALABAMA - 15.5% (10.3% OF TOTAL INVESTMENTS)	
$ 3,815	Alabama Housing Finance Authority, GNMA Collateralized Multifamily Housing Revenue Refunding Bonds, Royal Hills Apartments, Series 1995F, 6.500%, 7/20/30	7/05 at 103
11,000	Birmingham Special Care Facilities Financing Authority, Alabama, Revenue Bonds, Baptist Health System Inc., Series 1995B, 5.875%, 11/15/20 - MBIA Insured	5/05 at 102
	Birmingham Special Care Facilities Financing Authority, Alabama, Revenue Bonds, Baptist Health System Inc., Series 1996A:	
7,465	5.875%, 11/15/19 - MBIA Insured	11/06 at 102
1,750	5.875%, 11/15/26 - MBIA Insured	11/06 at 102
11,175	Hoover Board of Education, Alabama, Capital Outlay Tax Anticipation Warrants, Series 2001, 5.250%, 2/15/22 - MBIA Insured	2/11 at 100
	Jefferson County, Alabama, Sewer Revenue Refunding Warrants, Series 1997A:	
25,825	5.375%, 2/01/27 (Pre-refunded to 2/01/07) - FGIC Insured	2/07 at 100
10,195	5.375%, 2/01/27 - FGIC Insured	2/07 at 100
	Jefferson County, Alabama, Sewer Revenue Capital Improvement Warrants, Series 1999A:	
10,815	5.000%, 2/01/33 (Pre-refunded to 2/01/09) - FGIC Insured	2/09 at 101
9,790	5.000%, 2/01/33 (Pre-refunded to 2/01/09) - FGIC Insured	2/09 at 101
12,000	5.375%, 2/01/36 (Pre-refunded to 2/01/09) - FGIC Insured	2/09 at 101
29,860	5.750%, 2/01/38 (Pre-refunded to 2/01/09) - FGIC Insured	2/09 at 101
18,760	Jefferson County, Alabama, Sewer Revenue Capitol Improvement Warrants, Series 2001A, 5.000%, 2/01/41 (Pre-refunded to 2/01/11) - FGIC Insured	2/11 at 101
	Jefferson County, Alabama, Sewer Revenue Capital Improvement Warrants, Series 2002B:	
2,500	5.125%, 2/01/42 (Pre-refunded to 8/01/12) - FGIC Insured	8/12 at 100
2,500	5.125%, 2/01/42 (Pre-refunded to 8/01/12) - FGIC Insured	8/12 at 100

	Jefferson County, Alabama, Sewer Revenue Capital Improvement Warrants, Series 2002D:	
425	5.000%, 2/01/38 (Pre-refunded to 8/01/12) - FGIC Insured	8/12 at 100
1,940	5.000%, 2/01/38 (Pre-refunded to 8/01/12) - FGIC Insured	8/12 at 100
14,800	5.000%, 2/01/42 (Pre-refunded to 8/01/12) - FGIC Insured	8/12 at 100
5,240	Jefferson County, Alabama, Sewer Revenue Refunding Warrants, Series 2003B, 5.000%, 2/01/41 (Pre-refunded to 2/01/11) - FGIC Insured	2/11 at 101
4,250	Shelby County Board of Education, Alabama, General Obligation Refunding Warrants, Series 1995, 5.875%, 2/01/17 - AMBAC Insured	2/05 at 102
	ALASKA - 2.5% (1.7% OF TOTAL INVESTMENTS)	
11,245	Alaska Housing Finance Corporation, General Mortgage Revenue Bonds, Series 1999A, 6.050%, 6/01/39 - MBIA Insured	6/09 at 100
11,460	Alaska Housing Finance Corporation, Governmental Purpose Bonds, Series 1995A, 5.875%, 12/01/30 - MBIA Insured	12/05 at 102
2,680	Alaska Housing Finance Corporation, Collateralized Veterans Mortgage Program Bonds, First Series 1999A-2, 6.250%, 6/01/39 (Alternative Minimum Tax)	12/09 at 100
3,190	Alaska Housing Finance Corporation, Collateralized Veterans Mortgage Program Bonds, First Series 1999A-1, 6.150%, 6/01/39	12/09 at 100
3,000	Alaska Student Loan Corporation, Student Loan Revenue Bonds, Series 1998A, 5.250%, 7/01/14 (Alternative Minimum Tax) - AMBAC Insured	7/08 at 100
	ARIZONA - 0.8% (0.5% OF TOTAL INVESTMENTS)	
1,000	Maricopa County Union High School District 210, Phoenix, Arizona, General Obligation Bonds, Series 2004A, 5.000%, 7/01/22 - FSA Insured	7/14 at 100

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	ARIZONA (continued)	
$ 6,770	Pima County Industrial Development Authority, Arizona,	1/05 at 101

	Lease Obligation Revenue Refunding Bonds, Tucson Electric Power Company, Series 1988A, 7.250%, 7/15/10 - FSA Insured	
2,000	Yuma County Industrial Development Authority, Arizona, Hospital Revenue Bonds, Yuma Regional Medical Center, Series 2001, 5.500%, 8/01/20 (Pre-refunded to 8/01/11) - FSA Insured	8/11 at 101
	CALIFORNIA - 28.1% (18.7% OF TOTAL INVESTMENTS)	
	California Rural Home Mortgage Finance Authority, Single Family Mortgage Revenue Bonds, GNMA Mortgage-Backed Securities Program, Series 1996A:	
105	7.550%, 11/01/26 (Alternative Minimum Tax)	No Opt. C
85	7.750%, 5/01/27 (Alternative Minimum Tax)	No Opt. C
4,500	California, General Obligation Bonds, Series 1998, 5.000%, 10/01/19 - FGIC Insured	10/08 at 101
10,000	California Department of Veterans Affairs, Home Purchase Revenue Bonds, Series 2002A, 5.300%, 12/01/21 - AMBAC Insured	6/12 at 101
4,135	California Housing Finance Agency, Home Mortgage Revenue Bonds, Series 2000Y, 0.000%, 8/01/20 (Alternative Minimum Tax) - FSA Insured	11/10 at 55
	California Department of Water Resources, Power Supply Revenue Bonds, Series 2002A:	
30,000	5.375%, 5/01/17 - XLCA Insured	5/12 at 101
35,000	5.375%, 5/01/18 - AMBAC Insured	5/12 at 101
20,000	Cucamonga County Water District, San Bernardino County, California, Certificates of Participation, Water Shares Purchase, Series 2000, 5.125%, 9/01/35 - FGIC Insured	9/11 at 101
5,000	Long Beach Bond Financing Authority, California, Lease Revenue Refunding Bonds, Long Beach Aquarium of the South Pacific, Series 2001, 5.250%, 11/01/30 - AMBAC Insured	11/11 at 101
20,000	Los Angeles Unified School District, California, General Obligation Bonds, Series 2003A, 5.000%, 7/01/21 - FSA Insured	7/13 at 100
9,000	Orange County, California, Refunding Recovery Bonds, Series 1995A, 5.750%, 6/01/15 - MBIA Insured	6/05 at 102
12,500	Orange County, California, Recovery Certificates of Participation, Series 1996A, 6.000%, 7/01/26 - MBIA Insured	7/06 at 102
6,205	Port of Oakland, California, Revenue Bonds, Series 2002L, 5.000%, 11/01/22 (Alternative Minimum Tax) - FGIC Insured	11/12 at 100
	Poway Redevelopment Agency, California, Tax Allocation Bonds, Paguay Redevelopment Project, Series 2001:	
15,000	5.200%, 6/15/30 - AMBAC Insured	12/11 at 101
5,000	5.125%, 6/15/33 - AMBAC Insured	12/11 at 101

6,000	Redlands Unified School District, San Bernardino County, California, General Obligation Bonds, Series 2003, 5.000%, 7/01/26 - FSA Insured	7/13 at 100
11,000	Sacramento Municipal Utility District, California, Electric Revenue Bonds, Series 2003R, 5.000%, 8/15/33 - MBIA Insured	8/13 at 100
19,300	Sacramento Power Authority, California, Revenue Bonds, Power Authority Cogeneration Project, Series 1995, 5.875%, 7/01/15 - MBIA Insured	7/06 at 102
6,500	Salinas, California, GNMA Collateralized Housing Facility Revenue Refunding Bonds, Villa Serra Project, Series 1994A, 6.600%, 7/20/30	1/05 at 102
10,000	San Francisco Airports Commission, California, Revenue Bonds, San Francisco International Airport, Second Series, Issue 13B, 5.500%, 5/01/26 (Alternative Minimum Tax) - MBIA Insured	5/06 at 101
13,710	San Francisco Airports Commission, California, Revenue Refunding Bonds, San Francisco International Airport, Second Series 2001, Issue 27A, 5.250%, 5/01/26 (Alternative Minimum Tax) - MBIA Insured	5/11 at 100
11,500	San Francisco Bay Area Rapid Transit District, California, Sales Tax Revenue Bonds, Series 2001, 5.125%, 7/01/36 - AMBAC Insured	7/11 at 100
66,685	San Joaquin Hills Transportation Corridor Agency, Orange County, California, Senior Lien Toll Road Revenue Bonds, Series 1993, 0.000%, 1/01/21	No Opt. C
	San Joaquin Hills Transportation Corridor Agency, Orange County, California, Toll Road Revenue Refunding Bonds, Series 1997A:	
31,615	5.250%, 1/15/30 - MBIA Insured	1/07 at 102
21,500	0.000%, 1/15/32 - MBIA Insured	No Opt. C

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	CALIFORNIA (continued)	
$ 12,525	San Jose Redevelopment Agency, California, Tax Allocation Bonds, Merged Area Redevelopment Project, Series 2002, 5.000%, 8/01/20 - MBIA Insured	8/10 at 101
11,000	Santa Ana Financing Authority, California, Lease Revenue Bonds, Police Administration and Housing Facility, Series 1994A, 6.250%, 7/01/24 - MBIA Insured	No Opt. C
	COLORADO - 6.5% (4.3% OF TOTAL INVESTMENTS)	

10,000	Denver, Colorado, Airport System Revenue Refunding Bonds, Series 2001A, 5.500%, 11/15/15 (Alternative Minimum Tax) - FGIC Insured	11/11 at 100
10,545	Denver, Colorado, Airport System Revenue Bonds, Series 1996D, 5.500%, 11/15/25 - MBIA Insured	11/06 at 101
6,200	Denver Convention Center Hotel Authority, Colorado, Senior Revenue Bonds, Convention Center Hotel, Series 2003A, 5.000%, 12/01/33 - XLCA Insured	12/13 at 100
35,995	E-470 Public Highway Authority, Colorado, Senior Revenue Bonds, Series 1997B, 0.000%, 9/01/23 - MBIA Insured	No Opt. C
30,800	E-470 Public Highway Authority, Colorado, Senior Revenue Bonds, Series 2000A, 5.750%, 9/01/35 - MBIA Insured	9/10 at 102
11,800	E-470 Public Highway Authority, Colorado, Senior Revenue Bonds, Series 2000B, 0.000%, 9/01/15 - MBIA Insured	9/10 at 74
	DISTRICT OF COLUMBIA - 1.0% (0.7% OF TOTAL INVESTMENTS)	
2,720	District of Columbia Housing Finance Agency, GNMA Collateralized Single Family Mortgage Revenue Bonds, Series 1990B, 7.100%, 12/01/24 (Alternative Minimum Tax)	12/04 at 100
	District of Columbia Water and Sewerage Authority, Subordinate Lien Public Utility Revenue Bonds, Series 2003:	
5,000	5.125%, 10/01/24 - FGIC Insured	10/13 at 100
5,000	5.125%, 10/01/25 - FGIC Insured	10/13 at 100
	FLORIDA - 5.7% (3.8% OF TOTAL INVESTMENTS)	
4,425	Jacksonville Economic Development Commission, Florida, Healthcare Facilities Revenue Bonds, Mayo Clinic, Series 2001C, 5.500%, 11/15/36 - MBIA Insured	11/12 at 100
1,505	Lee County, Florida, Transportation Facilities Revenue Bonds, Series 2004B, 5.000%, 10/01/21 - AMBAC Insured	10/14 at 100
35,920	Miami-Dade County, Florida, Aviation Revenue Bonds, Miami International Airport, Series 2002, 5.375%, 10/01/32 (Alternative Minimum Tax) - FGIC Insured	10/12 at 100
	Miami-Dade County, Florida, Aviation Revenue Bonds, Miami International Airport, Series 2002A:	
18,500	5.000%, 10/01/33 (Alternative Minimum Tax) - FSA Insured	10/12 at 100
2,150	5.125%, 10/01/35 (Alternative Minimum Tax) - FSA Insured	10/12 at 100
3,000	Orange County, Florida, Revenue Refunding Bonds, Solid Waste Facility, Series 2003, 5.000%, 10/01/14 - MBIA Insured	10/13 at 100
	Plantation, Florida, Non-Ad Valorem Revenue Refunding and Improvement Bonds, Series 2003:	
2,010	5.000%, 8/15/16 - FSA Insured	8/13 at 100
2,110	5.000%, 8/15/17 - FSA Insured	8/13 at 100

2,225	5.000%, 8/15/18 - FSA Insured	8/13 at 100
	GEORGIA - 0.7% (0.5% OF TOTAL INVESTMENTS)	
1,000	Atlanta, Georgia, Water and Wastewater Revenue Bonds, Series 2004, 5.000%, 11/01/22 - FSA Insured	11/14 at 100
	Fulton County Development Authority, Georgia, Revenue Bonds, Georgia Tech Molecular Science Building, Series 2004:	
1,695	5.250%, 5/01/19 - MBIA Insured	5/14 at 100
1,135	5.250%, 5/01/20 - MBIA Insured	5/14 at 100
5,000	Glynn-Brunswick Memorial Hospital Authority, Georgia, Revenue Bonds, Southeast Georgia Health Systems, Series 1996, 5.250%, 8/01/13 - MBIA Insured	8/06 at 102
	HAWAII - 2.0% (1.3% OF TOTAL INVESTMENTS)	
24,250	Hawaii Department of Budget and Finance, Special Purpose Revenue Bonds, Hawaiian Electric Company Inc., Series 1996A, 6.200%, 5/01/26 (Alternative Minimum Tax) - MBIA Insured	5/06 at 101

Nuveen Insured Municipal Opportunity Fund, Inc. (NIO) (continued)
Portfolio of INVESTMENTS October 31, 2004

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	IDAHO - 0.3% (0.2% OF TOTAL INVESTMENTS)	
$ 1,070	Idaho Housing Agency, Single Family Mortgage Bonds, Senior Series 1994B-1, 6.750%, 7/01/22	No Opt. C
970	Idaho Housing Agency, Single Family Mortgage Bonds, Senior Series 1994B-2, 6.900%, 7/01/26 (Alternative Minimum Tax)	No Opt. C
1,150	Idaho Housing Agency, Single Family Mortgage Bonds, Senior Series 1995B, 6.600%, 7/01/27 (Alternative Minimum Tax)	1/05 at 102
	ILLINOIS - 8.5% (5.6% OF TOTAL INVESTMENTS)	
1,050	Bedford Park Village, Illinois, General Obligation Bonds, Series 2004A, 5.250%, 12/15/20 - FSA Insured	12/14 at 100
12,500	Chicago, Illinois, General Airport Second Lien Revenue Refunding Bonds, O'Hare International Airport, Series 1993C, 5.000%, 1/01/18 - MBIA Insured	1/05 at 101

	Chicago, Illinois, Second Lien Passenger Facility Charge Revenue Refunding Bonds, O'Hare International Airport, Series 2001E:	
4,615	5.500%, 1/01/17 (Alternative Minimum Tax) - AMBAC Insured	1/11 at 101
4,870	5.500%, 1/01/18 (Alternative Minimum Tax) - AMBAC Insured	1/11 at 101
12,000	Cook County, Illinois, General Obligation Refunding Bonds, Series 2003, 5.000%, 11/15/10 - MBIA Insured	No Opt. C
5,000	DuPage and Will Counties Community School District 204 - Indian Prairie, Illinois, General Obligation Bonds, Series 2001, 5.000%, 12/30/15 - FGIC Insured	12/11 at 100
5,455	Eastern Illinois University, Auxiliary Facilities System Revenue Bonds, Series 1989, 0.000%, 10/01/09 - MBIA Insured	4/05 at 76
10,000	Illinois Development Finance Authority, Revenue Bonds, Provena Health, Series 1998A, 5.500%, 5/15/21 - MBIA Insured	5/08 at 101
2,095	Illinois Educational Facilities Authority, Revenue Bonds, Robert Morris College, Series 2000, 5.800%, 6/01/30 - MBIA Insured	12/07 at 100
2,180	Illinois Educational Facilities Authority, Revenue Bonds, DePaul University, Series 2000, 5.500%, 10/01/19 (Pre-refunded to 10/01/10) - AMBAC Insured	10/10 at 101
7,000	Illinois Health Facilities Authority, Revenue Bonds, Hospital Sisters Services Inc. Obligated Group, Series 1998A, 5.000%, 6/01/18 - MBIA Insured	6/08 at 101
4,500	Illinois Health Facilities Authority, Revenue Bonds, Alexian Brothers Health System, Series 1999, 5.000%, 1/01/19 - FSA Insured	1/09 at 101
22,410	Illinois, General Obligation Bonds, Illinois FIRST Program, Series 2002, 5.125%, 2/01/27 - FGIC Insured	2/12 at 100
4,560	Macon County, Illinois, Revenue Bonds, Millikin University, Series 1995, 6.250%, 10/01/16 (Pre-refunded to 10/01/05) - AMBAC Insured	10/05 at 100
	Schaumburg, Illinois, General Obligation Bonds, Series 2004B:	
4,260	5.000%, 12/01/22 - FGIC Insured	12/14 at 100
2,365	5.000%, 12/01/23 - FGIC Insured	12/14 at 100
	INDIANA - 3.7% (2.5% OF TOTAL INVESTMENTS)	
2,030	Decatur Township-Marion County Multi-School Building Corporation, Indiana, First Mortgage Bonds, Series 2003, 5.000%, 7/15/20 - FGIC Insured	7/13 at 100
11,000	Indiana Health Facility Financing Authority, Hospital Revenue Bonds, Daughters of Charity, Series 1993, 5.750%, 11/15/22	5/06 at 100
4,035	Indiana State Office Building Commission, Revenue Bonds, Indiana State Museum, Series 2004C, 5.250%, 7/01/15 - FGIC Insured	No Opt. C

3,250	Indianapolis Local Public Improvement Bond Bank, Indiana, Waterworks Project, Series 2002A, 5.250%, 7/01/33 - MBIA Insured	7/12 at 100
20,000	Indianapolis Local Public Improvement Bond Bank, Indiana, Series 1999E, 0.000%, 2/01/28 - AMBAC Insured	No Opt. C
1,340	Monroe-Gregg Grade School Building Corporation, Morgan County, Indiana, First Mortgage Bonds, Series 2004, 5.000%, 1/15/25 - FSA Insured	1/14 at 100

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	INDIANA (continued)	
$ 5,000	Noblesville Redevelopment Authority, Indiana, Economic Development Lease Rental Bonds, Exit 10 Project, Series 2003, 5.000%, 1/15/28 - AMBAC Insured	7/13 at 100
10,000	Purdue University, Indiana, Student Fee Bonds, Series 2002O, 5.000%, 7/01/19 - MBIA Insured	1/12 at 100
3,705	Whitley County Middle School Building Corporation, Columbia City, Indiana, First Mortgage Bonds, Series 2003, 5.000%, 7/15/16 - FSA Insured	7/13 at 100
	IOWA - 0.3% (0.2% OF TOTAL INVESTMENTS)	
3,045	Ames, Iowa, Hospital Revenue Refunding Bonds, Mary Greeley Medical Center, Series 2003, 5.000%, 6/15/15 - AMBAC Insured	6/13 at 100
	KANSAS - 0.7% (0.4% OF TOTAL INVESTMENTS)	
1,055	Butler County Unified School District 394, Kansas, General Obligation Bonds, Series 2004, 5.000%, 9/01/20 - FSA Insured	9/14 at 100
2,055	Kansas State Turnpike Authority, Revenue Bonds, Series 2004A2, 5.000%, 9/01/23 (WI, settling 11/18/04) - FSA Insured	9/14 at 101
5,000	University of Kansas Hospital Authority, Health Facilities Revenue Bonds, KU Health System, Series 1999A, 5.650%, 9/01/29 - AMBAC Insured	9/09 at 100
	KENTUCKY - 1.4% (0.9% OF TOTAL INVESTMENTS)	

3,870	Kenton County School District Finance Corporation, Kentucky, School Building Revenue Bonds, Series 2004, 5.000%, 6/01/20 - MBIA Insured	6/14 at 100
12,980	Louisville and Jefferson County Metropolitan Sewer District, Kentucky, Sewer and Drainage System Revenue Bonds, Series 2001A, 5.500%, 5/15/34 - MBIA Insured	11/11 at 101
	LOUISIANA - 1.5% (1.0% OF TOTAL INVESTMENTS)	
5,000	De Soto Parish, Louisiana, Pollution Control Revenue Refunding Bonds, Cleco Utility Group Inc. Project, Series 1999, 5.875%, 9/01/29 - AMBAC Insured	9/09 at 102
3,025	Lafayette City and Parish, Louisiana, Utilities Revenue Bonds, Series 2004, 5.250%, 11/01/22 - MBIA Insured	11/14 at 100
6,895	Orleans Levee District, Louisiana, Levee District General Obligation Bonds, Series 1986, 5.950%, 11/01/15 - FSA Insured	12/05 at 103
3,000	St. Charles Parish, Louisiana, Pollution Control Revenue Bonds, Louisiana Power and Light Company, Series 1991, 7.500%, 6/01/21 (Alternative Minimum Tax) - FSA Insured	12/04 at 100
	MAINE - 0.2% (0.2% OF TOTAL INVESTMENTS)	
3,000	Maine Health and Higher Educational Facilities Authority, Revenue Bonds, Series 2003B, 5.000%, 7/01/28 - FSA Insured	7/13 at 100
	MASSACHUSETTS - 6.6% (4.4% OF TOTAL INVESTMENTS)	
22,500	Massachusetts Development Finance Authority, Revenue Bonds, WGBH Educational Foundation, Series 2002A, 5.375%, 1/01/42 - AMBAC Insured	1/12 at 101
8,400	Massachusetts Health and Educational Facilities Authority, Revenue Bonds, Berkshire Health Systems, Series 1995D, 6.000%, 10/01/13 - MBIA Insured	10/05 at 102
1,180	Massachusetts Housing Finance Agency, Housing Revenue Refunding Bonds, Series 1995A, 6.100%, 12/01/16 - MBIA Insured	12/05 at 102
15,000	Massachusetts, Special Obligation Dedicated Tax Revenue Bonds, Series 2004, 5.250%, 1/01/23 - FGIC Insured	1/14 at 100
33,315	Massachusetts Turnpike Authority, Metropolitan Highway System Revenue Bonds, Senior Series 1997A, 5.000%, 1/01/37 - MBIA Insured	1/07 at 102
1,500	University of Massachusetts Building Authority, Senior Lien Project Revenue Bonds, Series 2004-1, 5.375%, 11/01/20 - AMBAC Insured	11/14 at 100

	MICHIGAN - 7.4% (4.9% OF TOTAL INVESTMENTS)	
6,000	Detroit, Michigan, General Obligation Bonds, Series 2001A-1, 5.375%, 4/01/18 - MBIA Insured	10/11 at 100
5,490	Detroit City School District, Wayne County, Michigan, Unlimited Tax School Building and Site Improvement Bonds, Series 2001A, 6.000%, 5/01/29 - FSA Insured	No Opt. C

Nuveen Insured Municipal Opportunity Fund, Inc. (NIO) (continued)
Portfolio of INVESTMENTS October 31, 2004

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	MICHIGAN (continued)	
	Detroit, Michigan, Sewerage Disposal System Revenue Bonds, Series 1999A:	
$ 15,825	5.750%, 7/01/26 (Pre-refunded to 1/01/10) - FGIC Insured	1/10 at 101
20,000	5.875%, 7/01/27 (Pre-refunded to 1/01/10) - FGIC Insured	1/10 at 101
8,700	Detroit, Michigan, Senior Lien Water Supply System Revenue Bonds, Series 1997A, 5.000%, 7/01/27 - MBIA Insured	7/07 at 101
8,000	Gaylord Community Schools, Otsego and Antrim Counties, Michigan, School Building and Site Refunding Bonds, Series 1992, 0.000%, 5/01/21 (Pre-refunded to 5/01/07) - MBIA Insured	5/07 at 37
	Grand Rapids Community College, Kent County, Michigan, General Obligation Refunding Bonds, Series 2003:	
1,050	5.250%, 5/01/17 - AMBAC Insured	5/13 at 100
1,085	5.250%, 5/01/20 - AMBAC Insured	5/13 at 100
27,000	Okemos Public School District, Ingham County, Michigan, School Building and Site Bonds, Series 1991I, 0.000%, 5/01/21 (Pre-refunded to 5/01/06) - MBIA Insured	5/06 at 34
10,000	Wayne County, Michigan, Limited Tax General Obligation Airport Hotel Revenue Bonds, Detroit Metropolitan Wayne County Airport, Series 2001A, 5.250%, 12/01/25 - MBIA Insured	12/11 at 101
6,850	Wayne County, Michigan, Airport Revenue Bonds, Detroit Metropolitan Wayne County Airport, Series 1998A, 5.375%, 12/01/15 (Alternative Minimum Tax) - MBIA Insured	12/08 at 101
	MINNESOTA - 1.1% (0.7% OF TOTAL INVESTMENTS)	

13,020	St. Paul Housing and Redevelopment Authority, Minnesota, GNMA Collateralized Multifamily Housing Revenue Bonds, Marian Center Project, Series 2001A, 3.870%, 6/20/43	12/11 at 102
	NEVADA - 7.1% (4.7% OF TOTAL INVESTMENTS)	
7,370	Clark County, Nevada, Subordinate Lien Airport Revenue Bonds, Series 2004A-2, 5.125%, 7/01/25 - FGIC Insured	7/14 at 100
	Director of Nevada State Department of Business and Industry, Revenue Bonds, Las Vegas Monorail Project, First Tier, Series 2000:	
15,000	5.625%, 1/01/34 - AMBAC Insured	1/10 at 102
13,000	5.375%, 1/01/40 - AMBAC Insured	1/10 at 100
530	Nevada Housing Division, Single Family Mortgage Bonds, Senior Series 1994B-1, 6.700%, 10/01/17	4/05 at 101
410	Nevada Housing Division, Single Family Mortgage Bonds, Senior Series 1994B-2, 6.950%, 10/01/26 (Alternative Minimum Tax)	4/05 at 101
40,285	Reno, Nevada, Capital Improvement Revenue Bonds, Series 2002, 5.375%, 6/01/32 - FGIC Insured	6/12 at 100
10,000	Reno, Nevada, Senior Lien Sales and Room Tax Revenue Bonds, Reno Transportation Rail Access Corridor Project, Series 2002, 5.125%, 6/01/27 - AMBAC Insured	6/12 at 100
	NEW JERSEY - 1.2% (0.8% OF TOTAL INVESTMENTS)	
	Essex County Improvement Authority, New Jersey, Guaranteed Revenue Bonds, Project Consolidation, Series 2004:	
2,000	5.125%, 10/01/21 - MBIA Insured	10/14 at 100
2,250	5.125%, 10/01/22 - MBIA Insured	10/14 at 100
	New Jersey Economic Development Authority, Revenue Bonds, Motor Vehicle Surcharge, Series 2004A:	
3,850	5.000%, 7/01/22 - MBIA Insured	7/14 at 100
3,850	5.000%, 7/01/23 - MBIA Insured	7/14 at 100
2,120	New Jersey Educational Facilities Authority, Revenue Bonds, Ramapo College, Series 2004E, 5.000%, 7/01/21 - FGIC Insured	7/14 at 100
	NEW YORK - 7.5% (5.0% OF TOTAL INVESTMENTS)	
8,685	Long Island Power Authority, New York, Electric System General Revenue Bonds, Series 1998A, 5.300%, 12/01/19 - FSA Insured	6/08 at 101
	Metropolitan Transportation Authority, New York, State Service Contract Refunding Bonds, Series 2002A:	
2,500	5.000%, 7/01/21 - FGIC Insured	7/12 at 100
5,000	5.000%, 7/01/25 - FGIC Insured	7/12 at 100

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	NEW YORK (continued)	
$ 15,000	New York City Municipal Water Finance Authority, New York, Water and Sewerage System Revenue Bonds, Fiscal Series 1997A, 5.375%, 6/15/26 - FSA Insured	6/06 at 101
	New York City Municipal Water Finance Authority, New York, Water and Sewerage System Revenue Bonds, Fiscal Series 1996B:	
3,520	5.750%, 6/15/26 (Pre-refunded to 6/15/06) - MBIA Insured	6/06 at 101
6,480	5.750%, 6/15/26 - MBIA Insured	6/06 at 101
5,000	New York State Urban Development Corporation, Correctional Capital Facilities Revenue Bonds, Series 1996-7, 5.700%, 1/01/27 (Pre-refunded to 1/01/07) - MBIA Insured	1/07 at 102
15,600	Port Authority of New York and New Jersey, Consolidated Bonds, Ninety-Seventh Series, 6.650%, 1/15/23 (Alternative Minimum Tax) - FGIC Insured	1/05 at 101
	New York City Sales Tax Asset Receivable Corporation, New York, Local Government Assistance Corporation Dedicated Revenue Bonds, Series 2004A:	
4,825	5.000%, 10/15/24 (WI, settling 11/04/04) - MBIA Insured	10/14 at 100
1,665	5.000%, 10/15/25 (WI, settling 11/04/04) - MBIA Insured	10/14 at 100
25,000	Triborough Bridge and Tunnel Authority, New York, Subordinate Lien General Purpose Revenue Refunding Bonds, Series 2002E, 5.000%, 11/15/32 - MBIA Insured	11/12 at 100
	NORTH CAROLINA - 0.4% (0.3% OF TOTAL INVESTMENTS)	
5,000	North Carolina Municipal Power Agency 1, Catawba Electric Revenue Bonds, Series 2003A, 5.250%, 1/01/16 - FSA Insured	1/13 at 100
	OHIO - 3.8% (2.5% OF TOTAL INVESTMENTS)	
2,650	Cleveland State University, Ohio, General Receipts Bonds, Series 2004, 5.250%, 6/01/24 - FGIC Insured	6/14 at 100
2,000	Columbus City School District, Franklin County, Ohio, General Obligation Bonds, Series 2004, 5.250%, 12/01/25 - FSA Insured	12/14 at 100
20,100	Lucas County, Ohio, Hospital Revenue Bonds, ProMedica Healthcare Obligated Group, Series 1999, 5.375%, 11/15/39 - AMBAC Insured	11/09 at 101
1,320	Ohio Housing Finance Agency, GNMA Mortgage-Backed	3/05 at 102

	Securities Program Residential Mortgage Revenue Bonds, Series 1995A-2, 6.625%, 3/01/26 (Alternative Minimum Tax)	
	Ohio Air Quality Development Authority, Revenue Refunding Bonds, JMG Funding Limited Partnership Project, Series 1994:	
13,750	6.375%, 1/01/29 (Alternative Minimum Tax) - AMBAC Insured	4/05 at 102
8,000	6.375%, 4/01/29 (Alternative Minimum Tax) - AMBAC Insured	4/05 at 102
	OKLAHOMA - 1.4% (0.9% OF TOTAL INVESTMENTS)	
7,145	Oklahoma Housing Finance Agency, GNMA Collateralized Single Family Mortgage Revenue Bonds, Series 1987A, 7.997%, 8/01/18 (Alternative Minimum Tax)	No Opt. C
5,245	Oklahoma State Industries Authority, Revenue Bonds, Oklahoma Medical Research Foundation, Series 2001, 5.250%, 2/01/21 - AMBAC Insured	2/11 at 100
4,880	University of Oklahoma, Student Housing Revenue Bonds, Series 2004, 5.000%, 7/01/22 - AMBAC Insured	7/14 at 100
	OREGON - 0.1% (0.1% OF TOTAL INVESTMENTS)	
1,885	Oregon Housing and Community Services Department, Single Family Mortgage Revenue Bonds, Series 1995A, 6.450%, 7/01/26 (Alternative Minimum Tax)	7/05 at 102
	PUERTO RICO - 0.2% (0.1% OF TOTAL INVESTMENTS)	
2,000	Puerto Rico Highway and Transportation Authority, Transportation Revenue Bonds, Series 2003G, 5.250%, 7/01/19 - FGIC Insured	7/13 at 100
	RHODE ISLAND - 1.9% (1.3% OF TOTAL INVESTMENTS)	
2,195	Providence Housing Development Corporation, Rhode Island, FHA-Insured Mortgage Revenue Refunding Bonds, Barbara Jordan Apartments, Series 1994A, 6.750%, 7/01/25 - MBIA Insured	1/05 at 102
20,475	Rhode Island Depositors Economic Protection Corporation, Special Obligation Refunding Bonds, Series 1993B, 5.250%, 8/01/21 (Pre-refunded to 2/01/11) - MBIA Insured	2/11 at 100

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO

	SOUTH CAROLINA - 3.7% (2.5% OF TOTAL INVESTMENTS)	
$ 10,000	Beaufort County, South Carolina, Tax Increment Bonds, New River Redevelopment Project, Series 2002, 5.000%, 6/01/27 - MBIA Insured	12/12 at 100
	Piedmont Municipal Power Agency, South Carolina, Electric Revenue Bonds, Series 1988A:	
9,190	0.000%, 1/01/13 (Pre-refunded to 7/01/09) - AMBAC Insured	7/09 at 76
4,855	0.000%, 1/01/13 - AMBAC Insured	No Opt. C
	0.000%, 1/01/13 - AMBAC Insured	No Opt. C
	South Carolina JOBS Economic Development Authority, Hospital Revenue Bonds, Oconee Memorial Hospital Inc., Series 1995:	
3,000	6.150%, 3/01/15 - CONNIE LEE/AMBAC Insured	3/05 at 102
600	6.150%, 3/01/25 - CONNIE LEE/AMBAC Insured	3/05 at 102
8,000	South Carolina Jobs Economic Development Authority, Industrial Revenue Bonds, South Carolina Electric and Gas Company, Series 2002A, 5.200%, 11/01/27 - AMBAC Insured	11/12 at 100
10,000	South Carolina Jobs Economic Development Authority, Industrial Revenue Bonds, South Carolina Electric and Gas Company, Series 2002B, 5.450%, 11/01/32 (Alternative Minimum Tax) - AMBAC Insured	11/12 at 100
	TENNESSEE - 0.5% (0.4% OF TOTAL INVESTMENTS)	
6,455	Memphis-Shelby County Airport Authority, Tennessee, Airport Revenue Bonds, Series 2001A, 5.500%, 3/01/18 (Alternative Minimum Tax) - FSA Insured	3/11 at 100
	TEXAS - 18.7% (12.5% OF TOTAL INVESTMENTS)	
	Austin, Texas, General Obligation Bonds, Series 2002:	
2,150	5.375%, 9/01/18 - MBIA Insured	9/12 at 100
2,250	5.375%, 9/01/19 - MBIA Insured	9/12 at 100
22,650	Brazos River Authority, Texas, Revenue Refunding Bonds, Houston Industries Inc., Series 1998C, 5.125%, 5/01/19 (Optional put 5/01/08) - AMBAC Insured	5/08 at 102
1,181	Capital Area Housing Finance Corporation, Texas, FNMA Backed Single Family Mortgage Revenue Refunding Bonds, Series 2002A-2, 6.300%, 4/01/35 (Alternative Minimum Tax) - AMBAC Insured	4/12 at 106
11,460	Dallas County Utility and Reclamation District, Texas, Unlimited Tax General Obligation Refunding Bonds, Series 1999B, 5.875%, 2/15/29 - AMBAC Insured	2/05 at 100
12,500	Dallas-Ft. Worth International Airport, Texas, Joint Revenue Bonds, Series 2000A, 6.125%, 11/01/35 (Alternative Minimum Tax) - FGIC Insured	11/09 at 100
25,000	Harris County-Houston Sports Authority, Texas, Junior Lien	11/11 at 100

	Revenue Refunding Bonds, Series 2001B, 5.250%, 11/15/40 - MBIA Insured	
	Harris County, Texas, Toll Road Senior Lien Revenue Bonds, Series 1989:	
9,000	0.000%, 8/15/18 (Pre-refunded to 8/15/09) - AMBAC Insured	8/09 at 53
39,000	0.000%, 8/15/19 (Pre-refunded to 8/15/09) - AMBAC Insured	8/09 at 50
7,280	0.000%, 8/15/20 (Pre-refunded to 8/15/09) - AMBAC Insured	8/09 at 46
5,085	0.000%, 8/15/21 (Pre-refunded to 8/15/09) - AMBAC Insured	8/09 at 43
2,130	Harris County Health Facilities Development Corporation, Texas, Thermal Utility Revenue Bonds, TECO Project, Series 2003, 5.000%, 11/15/15 - MBIA Insured	11/13 at 100
6,570	Houston, Texas, General Obligation Public Improvement Bonds, Series 2001A, 5.375%, 3/01/19 - FSA Insured	3/11 at 100
4,170	Houston, Texas, Subordinate Lien Airport System Revenue Bonds, Series 2000B, 5.500%, 7/01/30 - FSA Insured	7/10 at 100
8,225	Houston, Texas, Airport System Subordinate Lien Revenue Refunding Bonds, Series 1997, 5.125%, 7/01/22 - FGIC Insured	7/07 at 100
17,500	Houston, Texas, Hotel Occupancy Tax and Special Revenue Bonds, Convention and Entertainment Project, Series 2001B, 5.250%, 9/01/33 - AMBAC Insured	9/11 at 100
12,826	Houston Housing Finance Corporation, Texas, GNMA Collateralized Mortgage Multifamily Housing Revenue Bonds, RRG Apartments Project, Series 2001, 6.350%, 3/20/42	9/11 at 105
	Houston, Texas, First Lien Combined Utility System Revenue Bonds, Series 2004A:	
4,000	5.250%, 5/15/24 - FGIC Insured	5/14 at 100
5,000	5.250%, 5/15/25 - MBIA Insured	5/14 at 100

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	TEXAS (continued)	
$ 23,865	Jefferson County Health Facilities Development Corporation, Texas, FHA-Insured Mortgage Revenue Bonds, Baptist Hospital of Southeast Texas, Series 2001, 5.500%, 8/15/41 - AMBAC Insured	8/11 at 100
8,205	Lower Colorado River Authority, Texas, Revenue Refunding and Improvement Bonds, Series 2001A, 5.000%, 5/15/21 - MBIA Insured	5/11 at 100
	Port of Houston Authority, Harris County, Texas, General Obligation Port Improvement Bonds, Series 2001B:	
3,205	5.500%, 10/01/18 (Alternative Minimum Tax) - FGIC Insured	10/11 at 100
3,375	5.500%, 10/01/19 (Alternative Minimum Tax) - FGIC Insured	10/11 at 100

7,205	San Antonio, Texas, Airport System Improvement Revenue Bonds, Series 2001, 5.375%, 7/01/15 (Alternative Minimum Tax) - FGIC Insured	7/11 at 101
	Tarrant County Health Facilities Development Corporation, Texas, Revenue Bonds, Texas Health Resources System, Series 1997A:	
2,900	5.250%, 2/15/22 - MBIA Insured	2/08 at 102
6,500	5.000%, 2/15/26 - MBIA Insured	2/08 at 101
8,715	Texas Department of Housing and Community Affairs, Single Family Mortgage Revenue Bonds, Series 1996D, 6.250%, 9/01/28 (Alternative Minimum Tax) - MBIA Insured	9/06 at 102
1,910	Waco, Texas, Combined Tax and Revenue Certificates of Obligation, Series 2004, 5.000%, 2/01/21 - MBIA Insured	2/14 at 100
1,840	Ysleta Independent School District Public Facility Corporation, Texas, Lease Revenue Refunding Bonds, Series 2001, 5.375%, 11/15/24 - AMBAC Insured	11/09 at 100
	UTAH - 1.2% (0.8% OF TOTAL INVESTMENTS)	
2,000	Clearfield City, Utah, Sales Tax Revenue Bonds, Series 2003, 5.000%, 7/01/28 - FGIC Insured	7/13 at 100
10,000	Intermountain Power Agency, Utah, Power Supply Revenue Refunding Bonds, Series 2003A, 5.000%, 7/01/16 - FSA Insured	7/13 at 100
2,915	Utah Housing Finance Agency, FHA-Insured Section 8 Assisted Multifamily Housing Revenue Bonds, Series 1992A, 7.400%, 7/01/24	1/05 at 100
120	Utah Housing Finance Agency, Single Family Mortgage Bonds, Series 1994D, 6.750%, 1/01/27 (Alternative Minimum Tax)	1/05 at 102
	VIRGINIA - 1.6% (1.1% OF TOTAL INVESTMENTS)	
1,035	Loudoun County Industrial Development Authority, Virginia, Public Safety Facilities Lease Revenue Bonds, Series 2003A, 5.250%, 12/15/20 - FSA Insured	6/14 at 100
4,840	Metropolitan Washington D.C. Airports Authority, Airport System Revenue Bonds, Series 2001A, 5.500%, 10/01/19 (Alternative Minimum Tax) - MBIA Insured	10/11 at 101
4,265	Metropolitan Washington D.C. Airports Authority, Airport System Revenue Bonds, Series 2004A, 5.000%, 10/01/20 - MBIA Insured	10/14 at 100
10,000	Virginia Housing Development Authority, Commonwealth Mortgage Bonds, Series 2001H-1, 5.375%, 7/01/36 - MBIA Insured	7/11 at 100

	WASHINGTON - 1.4% (0.9% OF TOTAL INVESTMENTS)	
4,000	King County School District 414, Lake Washington, Washington, General Obligation Bonds, Series 2004, 5.000%, 12/01/15 - FSA Insured	12/14 at 100
3,195	Kitsap County, Washington, Limited Tax General Obligation Bonds, Series 2000, 5.500%, 7/01/25 - AMBAC Insured	7/10 at 100
4,250	Snohomish County Public Utility District 1, Washington, Generation System Revenue Bonds, Series 1989, 6.650%, 1/01/16 - FGIC Insured	1/05 at 100
4,345	Washington State Public Power Supply System, Nuclear Project 1 Revenue Refunding Bonds, Series 1997A, 5.125%, 7/01/17 - AMBAC Insured	7/07 at 102
	WEST VIRGINIA - 0.8% (0.4% OF TOTAL INVESTMENTS)	
10,000	Harrison County Commission, West Virginia, Solid Waste Disposal Revenue Bonds, West Penn Power Company - Harrison Station, Series 1993B, 6.300%, 5/01/23 (Alternative Minimum Tax) - MBIA Insured	11/04 at 101

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	WISCONSIN - 3.9% (2.6% OF TOTAL INVESTMENTS)	
$ 680	Wisconsin Housing and Economic Development Authority, Housing Revenue Bonds, Series 1992A, 6.850%, 11/01/12 - MBIA Insured	1/05 at 100
2,890	Wisconsin, General Obligation Bonds, Series 2004-3, 5.250%, 5/01/20 - FGIC Insured	5/14 at 100
10,945	Wisconsin, General Obligation Bonds, Series 2004-4, 5.000%, 5/01/20 - MBIA Insured	5/14 at 100
15,000	Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Marshfield Clinic, Series 1997, 5.750%, 2/15/27 - MBIA Insured	2/07 at 102
18,000	Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Aurora Health Care Inc., Series 1997, 5.250%, 8/15/17 - MBIA Insured	8/07 at 102
$ 1,993,367	Total Long-Term Investments (cost $1,798,811,022) - 149.9%	
	SHORT-TERM INVESTMENTS - 0.4% (0.3% OF TOTAL INVESTMENTS)	

	300	Burke County Development Authority, Georgia, Pollution Control Revenue Bonds, Oglethorpe Power Corporation - Vogtle Plant, Variable Rate Demand Obligations, Series 2001, 1.740%, 1/01/22 - AMBAC Insured+
	4,600	Puerto Rico Government Development Bank, Adjustable Refunding Bonds, Variable Rate Demand Obligations, Series 1985, 1.700%, 12/01/15 - MBIA Insured+
$	4,900	Total Short-Term Investments (cost $4,900,000)
		Total Investments (cost $1,803,711,022) - 150.3%
		Other Assets Less Liabilities - 1.9%
		Preferred Shares, at Liquidation Value - (52.2)%
		Net Assets Applicable to Common Shares - 100%

All of the bonds in the portfolio are either covered by Original Issue Insurance, Secondary Market Insurance or Portfolio Insurance, or are backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities, any of which ensure the timely payment of principal and interest.

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

* Optional Call Provisions (not covered by the report of independent registered public accounting firm): Dates (month and year) and prices of the earliest optional call or redemption. There may be other call provisions at varying prices at later dates.

** Ratings (not covered by the report of independent registered public accounting firm): Using the higher of Standard & Poor's or Moody's rating.

(WI) Security purchased on a when-issued basis.

\+ Security has a maturity of more than one year, but has variable rate and demand features which qualify it as a short-term security. The rate disclosed is that currently in effect. This rate changes periodically based on market conditions or a specified market index.

See accompanying notes to financial statements.

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	ALASKA - 1.0% (0.6% OF TOTAL INVESTMENTS)	
$ 2,890	Alaska Housing Finance Corporation, Governmental Purpose Bonds, Series 1995A, 5.875%, 12/01/24 - MBIA Insured	12/05 at 102
	CALIFORNIA - 31.3% (21.0% OF TOTAL INVESTMENTS)	
	ABAG Finance Authority for Non-Profit Corporations, California, Insured Certificates of Participation, Children's Hospital Medical Center of Northern California, Series 1999:	
6,750	5.875%, 12/01/19 - AMBAC Insured	12/09 at 101
10,000	6.000%, 12/01/29 - AMBAC Insured	12/09 at 101
4,755	Antioch Area Public Facilities Financing Agency, California, Special Tax Bonds, Community Facilities District 1989-1, Series 1999, 5.700%, 8/01/22 - AMBAC Insured	8/09 at 101
3,250	California Pollution Control Financing Authority, Remarketed Revenue Bonds, Pacific Gas and Electric Company, Series 1996A, 5.350%, 12/01/16 (Alternative Minimum Tax) - MBIA Insured	4/11 at 102
165	Kern County Housing Authority, California, GNMA Guaranteed Tax-Exempt Mortgage Obligation Bonds, Series 1994A-I, 7.150%, 12/30/24 (Alternative Minimum Tax)	No Opt. C
210	Kern County Housing Authority, California, GNMA Guaranteed Tax-Exempt Mortgage Obligation Bonds, Series 1994A-III, 7.450%, 6/30/25 (Alternative Minimum Tax)	No Opt. C
5,180	La Verne-Grand Terrace Housing Finance Agency, California, Single Family Residential Mortgage Revenue Bonds, Series 1984A, 10.250%, 7/01/17	No Opt. C
11,080	Lodi, California, Electric System Revenue Certificates of Participation, Series 1999B, 0.000%, 1/15/24 (Pre-refunded to 1/15/09) - MBIA Insured	1/09 at 40
5,000	Ontario Redevelopment Financing Authority, San Bernardino County, California, Revenue Refunding Bonds, Redevelopment Project 1, Series 1995, 7.400%, 8/01/25 - MBIA Insured	No Opt. C
8,880	Pomona, California, GNMA/FHLMC Collateralized Single Family Mortgage Revenue Refunding Bonds, Series 1990B, 7.500%, 8/01/23	No Opt. C
10,305	San Bernardino, California, GNMA Mortgage-Backed Securities Program Single Family Mortgage Revenue Refunding Bonds, Series 1990A, 7.500%, 5/01/23	No Opt. C
14,755	San Bernardino County, California, GNMA Mortgage-Backed Securities Program Single Family Home Mortgage Revenue Bonds, Series 1988A, 8.300%, 9/01/14 (Alternative Minimum Tax)	No Opt. C

4,300	San Francisco Airports Commission, California, Revenue Refunding Bonds, San Francisco International Airport, Second Series 2001, Issue 27A, 5.125%, 5/01/19 (Alternative Minimum Tax) - MBIA Insured	5/11 at 100
2,000	San Jose Redevelopment Agency, California, Tax Allocation Bonds, Merged Area Redevelopment Project, Series 2004A, 5.250%, 8/01/19 - MBIA Insured	8/14 at 100
	COLORADO - 4.8% (3.2% OF TOTAL INVESTMENTS)	
1,500	Adams and Arapahoe Counties Joint School District 28, Aurora, Colorado, General Obligation Bonds, Series 2003A, 5.125%, 12/01/21 - FSA Insured	12/13 at 100
2,500	Denver, Colorado, Airport System Revenue Refunding Bonds, Series 2002E, 5.500%, 11/15/18 (Alternative Minimum Tax) - FGIC Insured	11/12 at 100
6,000	E-470 Public Highway Authority, Colorado, Senior Revenue Bonds, Series 2000A, 5.750%, 9/01/29 - MBIA Insured	9/10 at 102
1,310	Sand Creek Metropolitan District, Colorado, General Obligation Bonds, Series 2004, 5.000%, 12/01/16 - XLCA Insured	12/13 at 100
1,390	Teller County School District RE-2, Woodland Park, Colorado, General Obligation Bonds, Series 2004, 5.000%, 12/01/22 - MBIA Insured	12/14 at 100
1,000	University of Colorado, Enterprise System Revenue Bonds, Series 2002A, 5.000%, 6/01/19 - FGIC Insured	6/12 at 100

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	FLORIDA - 3.5% (2.3% OF TOTAL INVESTMENTS)	
$ 1,500	JEA, Florida, Water and Sewerage System Revenue Bonds, Series 2004A, 5.000%, 10/01/19 - FGIC Insured	10/13 at 100
4,145	Miami, Florida, General Obligation Bonds, Series 2002, 5.000%, 1/01/22 - MBIA Insured	1/12 at 100
4,240	Reedy Creek Improvement District, Florida, Utility Revenue Bonds, Series 2003-1, 5.250%, 10/01/17 - MBIA Insured	10/13 at 100
	GEORGIA - 5.1% (3.4% OF TOTAL INVESTMENTS)	

8,000	Fulton-DeKalb Hospital Authority, Georgia, Revenue Refunding Certificates, Series 2003, 5.250%, 1/01/16 - FSA Insured	1/14 at 100
6,500	Medical Center Hospital Authority, Georgia, Revenue Anticipation Certificates, Columbus Regional Healthcare System, Inc. Project, Series 1999, 5.500%, 8/01/25 - MBIA Insured	8/09 at 102
	HAWAII - 3.8% (2.5% OF TOTAL INVESTMENTS)	
8,030	Hawaii Department of Transportation, Airport System Revenue Refunding Bonds, Series 2000B, 6.500%, 7/01/15 (Alternative Minimum Tax) - FGIC Insured	7/10 at 101
2,250	Hawaii Department of Budget and Finance, Special Purpose Revenue Bonds, Hawaiian Electric Company Inc., Series 1999D, 6.150%, 1/01/20 (Alternative Minimum Tax) - AMBAC Insured	1/09 at 101
	ILLINOIS - 20.3% (13.6% OF TOTAL INVESTMENTS)	
4,000	Bridgeview, Illinois, General Obligation Bonds, Series 2002, 5.000%, 12/01/22 - FGIC Insured	12/12 at 100
10,000	Chicago, Illinois, General Obligation Refunding Bonds, Series 2000D, 5.500%, 1/01/35 - FGIC Insured	1/10 at 101
8,200	Chicago Board of Education, Illinois, General Obligation Lease Certificates, Series 1992A, 6.250%, 1/01/15 - MBIA Insured	No Opt. C
23,110	Illinois Development Finance Authority, Local Government Program Revenue Bonds, Elgin School District U46, Kane, Cook and DuPage Counties, Series 2002, 0.000%, 1/01/17 - FSA Insured	No Opt. C
10,010	Illinois Development Finance Authority, Revenue Bonds, Catholic Health Partners Services, Series 1995A, 5.300%, 2/15/18 - CONNIE LEE/AMBAC Insured	2/05 at 102
10,150	Onterie Center Housing Finance Corporation, Illinois, FHA-Insured Section 8 Assisted Mortgage Revenue Refunding Bonds, Onterie Center Project, Series 1992A, 7.050%, 7/01/27 - MBIA Insured	1/05 at 101
3,225	Regional Transportation Authority, Cook, DuPage, Kane, Lake, McHenry and Will Counties, Illinois, General Obligation Bonds, Series 1992A, 9.000%, 6/01/09 - AMBAC Insured	No Opt. C
	INDIANA - 4.6% (3.1% OF TOTAL INVESTMENTS)	
4,725	Decatur Township-Marion County Multi-School Building Corporation, Indiana, First Mortgage Bonds, Series 2003, 5.000%, 7/15/17 - FGIC Insured	7/13 at 100
1,350	Indiana State Office Building Commission, Revenue Bonds,	No Opt. C

	Indiana State Museum, Series 2004C, 5.250%, 7/01/16 - FGIC Insured	
	Indiana University, Parking Facility Revenue Bonds, Series 2004:	
1,015	5.250%, 11/15/19 - AMBAC Insured	11/14 at 100
1,060	5.250%, 11/15/20 - AMBAC Insured	11/14 at 100
1,100	5.250%, 11/15/21 - AMBAC Insured	11/14 at 100
1,000	Metropolitan School District Steuben County K-5 Building Corporation, Indiana, First Mortgage Bonds, Series 2003, 5.250%, 1/15/21 - FSA Insured	7/14 at 102
1,315	Monroe-Gregg Grade School Building Corporation, Morgan County, Indiana, First Mortgage Bonds, Series 2004, 5.000%, 7/15/18 - FSA Insured	1/14 at 100
1,490	North Lawrence Community Schools Building Corporation, Marion County, Indiana, First Mortgage Bonds, Series 2004, 5.000%, 7/15/19 - FSA Insured	1/14 at 100
	IOWA - 1.2% (0.8% OF TOTAL INVESTMENTS)	
3,345	Ames, Iowa, Hospital Revenue Refunding Bonds, Mary Greeley Medical Center, Series 2003, 5.000%, 6/15/17 - AMBAC Insured	6/13 at 100
	KENTUCKY - 2.4% (1.6% OF TOTAL INVESTMENTS)	
6,500	Kentucky State Property and Buildings Commission, Revenue Refunding Bonds, Project 72, Series 2001, 5.375%, 10/01/14 (Pre-refunded to 10/01/11) - MBIA Insured	10/11 at 100

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	MARYLAND - 1.7% (1.1% OF TOTAL INVESTMENTS)	
$ 5,000	Maryland Transportation Authority, Airport Parking Revenue Bonds, Baltimore-Washington International Airport Passenger Facility, Series 2002B, 5.125%, 3/01/21 (Alternative Minimum Tax) - AMBAC Insured	3/12 at 101
	MASSACHUSETTS - 0.7% (0.5% OF TOTAL INVESTMENTS)	
	Massachusetts, Special Obligation Dedicated Tax Revenue Bonds, Series 2004:	
1,000	5.250%, 1/01/21 - FGIC Insured	1/14 at 100
1,000	5.250%, 1/01/24 - FGIC Insured	1/14 at 100

	MICHIGAN - 3.6% (2.4% OF TOTAL INVESTMENTS)	
6,500	Michigan Higher Education Student Loan Authority, Revenue Bonds, Series 2000 XII-T, 5.300%, 9/01/10 (Alternative Minimum Tax) - AMBAC Insured	No Opt. C
3,810	Michigan Housing Development Authority, GNMA Collateralized Limited Obligation Multifamily Housing Revenue Bonds, Cranbrook Apartments, Series 2001A, 5.500%, 2/20/43 (Alternative Minimum Tax)	8/12 at 102
	MINNESOTA - 2.1% (1.4% OF TOTAL INVESTMENTS)	
4,860	Minneapolis-St. Paul Metropolitan Airports Commission, Minnesota, Airport Revenue Bonds, Series 2001B, 5.750%, 1/01/15 (Alternative Minimum Tax) - FGIC Insured	1/11 at 100
1,085	Minnesota Housing Finance Agency, Rental Housing Bonds, Series 1995D, 5.950%, 2/01/18 - MBIA Insured	2/05 at 102
	MISSOURI - 4.6% (3.1% OF TOTAL INVESTMENTS)	
7,495	Jefferson County Industrial Development Authority, Missouri, Housing Revenue Bonds, Richardson Road Apartments Project, Series 1985, 11.000%, 12/15/15 (Pre-refunded to 8/15/07)	8/07 at 100
2,000	Missouri Western State College, Auxiliary System Revenue Bonds, Series 2003, 5.000%, 10/01/21 - MBIA Insured	10/13 at 100
2,500	St. Louis County Regional Convention and Sports Complex Authority, Missouri, Lease Revenue Bonds, Convention and Sports Facility Project, Series 2003B-1, 5.250%, 8/15/16 - AMBAC Insured	8/13 at 100
	NEVADA - 7.7% (5.2% OF TOTAL INVESTMENTS)	
10,000	Clark County, Nevada, Subordinate Lien Airport Revenue Bonds, Series 2001B, 5.125%, 7/01/21 - FGIC Insured	7/11 at 100
7,990	Reno, Nevada, Senior Lien Sales and Room Tax Revenue Bonds, Reno Transportation Rail Access Corridor Project, Series 2002, 5.250%, 6/01/41 - AMBAC Insured	6/12 at 100
5,050	Washoe County, Nevada, Gas and Water Facilities Remarketed Revenue Refunding Bonds, Sierra Pacific Power Company, Series 1987, 6.300%, 12/01/14 - AMBAC Insured	1/05 at 101
	NEW JERSEY - 1.1% (0.7% OF TOTAL INVESTMENTS)	
	New Jersey Economic Development Authority, Revenue Bonds, Motor Vehicle Surcharge, Series 2004A:	
1,200	5.000%, 7/01/22 - MBIA Insured	7/14 at 100
1,200	5.000%, 7/01/23 - MBIA Insured	7/14 at 100

800	Rutgers State University, New Jersey, Certificates of Participation, Lower Georges Street University Redevelopment Associates LLC, Series 2004, 5.000%, 1/01/24 - AMBAC Insured	1/14 at 100
	NEW YORK - 3.4% (2.3% OF TOTAL INVESTMENTS)	
10,000	Metropolitan Transportation Authority, New York, Transportation Revenue Refunding Bonds, Series 2002F, 5.250%, 11/15/27 - MBIA Insured	11/12 at 100
	NORTH CAROLINA - 1.0% (0.7% OF TOTAL INVESTMENTS)	
3,100	North Carolina Medical Care Commission, FHA-Insured Mortgage Revenue Bonds, Betsy Johnson Regional Hospital Project, Series 2003, 5.125%, 10/01/32 - FSA Insured	10/13 at 100
	OKLAHOMA - 3.5% (2.4% OF TOTAL INVESTMENTS)	
1,510	Oklahoma Housing Finance Agency, GNMA Collateralized Single Family Mortgage Revenue Bonds, Series 1987A, 7.997%, 8/01/18 (Alternative Minimum Tax)	No Opt. C
5,440	Sapulpa Municipal Authority, Oklahoma, Capital Improvement Revenue Refunding Bonds, Series 2000, 5.625%, 7/01/20 (Pre-refunded to 7/01/10) - FSA Insured	7/10 at 101

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	OKLAHOMA (continued)	
$ 3,000	Tulsa Industrial Authority, Oklahoma, GNMA Collateralized Multifamily Housing Revenue Bonds, Country Club of Woodland Hills Project, Series 1995, 6.250%, 11/01/27	11/05 at 103
	OREGON - 6.4% (4.3% OF TOTAL INVESTMENTS)	
	Oregon Health Sciences University, Revenue Bonds, Series 2002A:	
5,000	5.000%, 7/01/26 - MBIA Insured	1/13 at 100
9,000	5.000%, 7/01/32 - MBIA Insured	1/13 at 100

4,930	Oregon Health, Housing, Educational and Cultural Facilities Authority, GNMA Mortgage-Backed Securities Program Assisted Living Project Revenue Bonds, Necanicum Village LLC, Series 2001A, 6.850%, 6/20/42	3/12 at 105
	PENNSYLVANIA - 1.1% (0.7% OF TOTAL INVESTMENTS)	
3,075	Philadelphia School District, Pennsylvania, General Obligation Bonds, Series 2002B, 5.625%, 8/01/19 - FGIC Insured	8/12 at 100
	PUERTO RICO - 0.8% (0.5% OF TOTAL INVESTMENTS)	
2,000	Puerto Rico Highway and Transportation Authority, Highway Revenue Bonds, Series 2003AA, 5.500%, 7/01/17 - MBIA Insured	No Opt. C
	TENNESSEE - 2.6% (1.7% OF TOTAL INVESTMENTS)	
2,055	Memphis, Tennessee, Sanitary Sewerage System Revenue Bonds, Series 2004, 5.000%, 10/01/22 - FSA Insured	10/14 at 100
5,000	Metropolitan Government Nashville-Davidson County Health and Educational Facilities Board, Tennessee, Revenue Bonds, Ascension Health Credit Group, Series 1999A, 6.000%, 11/15/30 (Pre-refunded to 11/15/09) - AMBAC Insured	11/09 at 101
	TEXAS - 10.2% (6.8% OF TOTAL INVESTMENTS)	
160	Corpus Christi Housing Finance Corporation, Texas, Single Family Mortgage Senior Revenue Refunding Bonds, Series 1991A, 7.700%, 7/01/11 - MBIA Insured	1/05 at 100
12,500	Dallas-Ft. Worth International Airport, Texas, Joint Revenue Refunding and Improvement Bonds, Series 2001A, 5.500%, 11/01/35 (Alternative Minimum Tax) - FGIC Insured	11/09 at 100
	North Harris County Regional Water Authority, Texas, Senior Water Revenue Bonds, Series 2003:	
4,565	5.250%, 12/15/20 - FGIC Insured	12/13 at 100
4,800	5.250%, 12/15/21 - FGIC Insured	12/13 at 100
7,600	San Antonio, Texas, Airport System Improvement Revenue Bonds, Series 2001, 5.375%, 7/01/16 (Alternative Minimum Tax) - FGIC Insured	7/11 at 101
	WASHINGTON - 20.9% (14.0% OF TOTAL INVESTMENTS)	
5,000	Chelan County Public Utility District 1, Washington, Hydro Consolidated System Revenue Bonds, Series 2001B, 5.600%, 1/01/36 (Alternative Minimum Tax) - MBIA Insured	7/11 at 101

1,570	Clark County School District 101, Sedro-Woolley, Washington, General Obligation Bonds, Series 2002, 5.250%, 12/01/18 - FSA Insured	12/12 at 100
	King County School District 405, Bellevue, Washington, General Obligation Bonds, Series 2002:	
12,060	5.000%, 12/01/19 - FGIC Insured	12/12 at 100
12,785	5.000%, 12/01/20 - FGIC Insured	12/12 at 100
	Pierce County School District 343, Dieringer, Washington, General Obligation Refunding Bonds, Series 2003:	
2,755	5.250%, 12/01/18 - FSA Insured	6/13 at 100
2,990	5.250%, 12/01/19 - FSA Insured	6/13 at 100
4,715	Port of Seattle, Washington, Revenue Bonds, Series 2001B, 5.625%, 4/01/17 (Alternative Minimum Tax) - FGIC Insured	10/11 at 100
895	Port of Seattle, Washington, Special Facility Revenue Bonds, Terminal 18, Series 1999C, 6.000%, 9/01/29 (Alternative Minimum Tax) - MBIA Insured	3/10 at 101
1,265	Tacoma, Washington, General Obligation Bonds, Series 2002, 5.000%, 12/01/18 - FGIC Insured	12/12 at 100
4,200	Tacoma, Washington, Solid Waste Utility Revenue Refunding Bonds, Series 2001, 5.250%, 12/01/20 - AMBAC Insured	12/11 at 100

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	WASHINGTON (continued)	
$ 5,000	Washington, General Obligation Bonds, Series 2001C, 5.250%, 1/01/26 - FSA Insured	1/11 at 100
6,990	Washington State Public Power Supply System, Revenue Refunding Bonds, Nuclear Project 1, Series 1998A, 5.125%, 7/01/17 - MBIA Insured	7/08 at 102
$ 434,930	Total Long-Term Investments (cost $427,284,412) - 149.4%	
	SHORT-TERM INVESTMENTS - 0.1% (0.1% OF TOTAL INVESTMENTS)	
300	Puerto Rico Government Development Bank, Adjustable Refunding Bonds, Variable Rate Demand Obligations, Series 1985, 1.700%, 12/01/15 - MBIA Insured+	
$ 300	Total Short-Term Investments (cost $300,000)	
	Total Investments (cost $427,584,412) - 149.5%	
	Other Assets Less Liabilities - 2.3%	
	Preferred Shares, at Liquidation Value - (51.8)%	

Net Assets Applicable to Common Shares - 100%

All of the bonds in the portfolio are either covered by Original Issue Insurance, Secondary Market Insurance or Portfolio Insurance, or are backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities, any of which ensure the timely payment of principal and interest.

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

* Optional Call Provisions (not covered by the report of independent registered public accounting firm): Dates (month and year) and prices of the earliest optional call or redemption. There may be other call provisions at varying prices at later dates.

** Ratings (not covered by the report of independent registered public accounting firm): Using the higher of Standard & Poor's or Moody's rating.

\+ Security has a maturity of more than one year, but has variable rate and demand features which qualify it as a short-term security. The rate disclosed is that currently in effect. This rate changes periodically based on market conditions or a specified market index.

See accompanying notes to financial statements.

Nuveen Insured Premium Income Municipal Fund 2 (NPX)
Portfolio of
INVESTMENTS October 31, 2004

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	ALABAMA - 0.8% (0.5% OF TOTAL INVESTMENTS)	
	Jefferson County, Alabama, General Obligation Warrants, Series 2004A:	
$ 1,500	5.000%, 4/01/21 - MBIA Insured	4/14 at 100
1,395	5.000%, 4/01/22 - MBIA Insured	4/14 at 100
1,040	5.000%, 4/01/23 - MBIA Insured	4/14 at 100
	ARKANSAS - 1.9% (1.3% OF TOTAL INVESTMENTS)	
7,745	Arkansas Development Finance Authority, State Facility Revenue Bonds, Donaghey Plaza Project, Series 2004, 5.250%, 6/01/25 - FSA Insured	6/14 at 100

2,000	University of Arkansas, Fayetteville, Revenue Bonds, UAMS Campus, Series 2004B, 5.000%, 11/01/27 (WI, settling 11/18/04) - MBIA Insured	11/14 at 100
	CALIFORNIA - 14.6% (9.8% OF TOTAL INVESTMENTS)	
31,200	Foothill/Eastern Transportation Corridor Agency, California, Toll Road Revenue Refunding Bonds, Series 1999, 0.000%, 1/15/34 - MBIA Insured	1/10 at 24
6,850	Orange County, California, Recovery Certificates of Participation, Series 1996A, 6.000%, 7/01/26 - MBIA Insured	7/06 at 102
15,000	Orange County Sanitation District, California, Certificates of Participation, Series 2003, 5.250%, 2/01/30 - FGIC Insured	8/13 at 100
10,000	Orange County Water District, California, Revenue Certificates of Participation, Series 2003B, 5.000%, 8/15/34 - MBIA Insured	8/13 at 100
1,435	Pasadena Area Community College District, Los Angeles County, California, General Obligation Bonds, Series 2003A, 5.000%, 6/01/22 - FGIC Insured	6/13 at 100
1,940	Riverside, California, Certificates of Participation, Series 2003, 5.000%, 9/01/20 - AMBAC Insured	9/13 at 100
13,000	Sacramento City Financing Authority, California, Capital Improvement Revenue Bonds, Solid Waste and Redevelopment Projects, Series 1999, 5.800%, 12/01/19 - AMBAC Insured	12/09 at 102
2,000	San Jose Redevelopment Agency, California, Tax Allocation Bonds, Merged Area Redevelopment Project, Series 2004A, 5.250%, 8/01/19 - MBIA Insured	8/14 at 100
	San Leandro Housing Finance Corporation, California, FHA-Insured Section 8 Assisted Mortgage Revenue Bonds, Ashland Village Apartments, Series 1993A:	
1,010	6.550%, 1/01/12 - MBIA Insured	1/05 at 100
5,100	6.650%, 1/01/25 - MBIA Insured	1/05 at 100
12,500	University of California, Revenue Bonds, Multi-Purpose Projects, Series 2003A, 5.000%, 5/15/33 - AMBAC Insured	5/13 at 100
	COLORADO - 11.6% (7.7% OF TOTAL INVESTMENTS)	
1,940	Colorado Educational and Cultural Facilities Authority, Charter School Revenue Bonds, Adams School District 12 - Pinnacle School, Series 2003, 5.250%, 6/01/23 - XLCA Insured	6/13 at 100
3,405	Colorado Educational and Cultural Facilities Authority, Charter School Revenue Bonds, Classical Academy, Series 2003, 5.250%, 12/01/23 - XLCA Insured	12/13 at 100
	Colorado Health Facilities Authority, Revenue Bonds,	

	Poudre Valley Health Care Inc., Series 1999A:	
2,480	5.625%, 12/01/19 - FSA Insured	12/09 at 101
3,500	5.750%, 12/01/23 - FSA Insured	12/09 at 101
6,100	Denver School District 1, Colorado, General Obligation Bonds, Series 2004, 5.000%, 12/01/18 - FSA Insured	12/13 at 100
12,955	Denver, Colorado, Airport System Revenue Bonds, Series 1995A, 5.600%, 11/15/20 - MBIA Insured	11/05 at 102

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	COLORADO (continued)	
	Denver Convention Center Hotel Authority, Colorado, Senior Revenue Bonds, Convention Center Hotel, Series 2003A:	
$ 9,670	5.000%, 12/01/19 - XLCA Insured	12/13 at 100
17,495	5.000%, 12/01/33 - XLCA Insured	12/13 at 100
1,325	El Paso County, Colorado, Certificates of Participation, Detention Facility Project, Series 2002B, 5.000%, 12/01/27 - AMBAC Insured	12/12 at 100
	DISTRICT OF COLUMBIA - 0.6% (0.4% OF TOTAL INVESTMENTS)	
3,140	District of Columbia Housing Finance Agency, GNMA Collateralized Single Family Mortgage Revenue Bonds, Series 1990C-4, 6.350%, 12/01/24 (Alternative Minimum Tax)	12/04 at 102
	FLORIDA - 0.8% (0.5% OF TOTAL INVESTMENTS)	
4,000	Florida State Board of Education, Full Faith and Credit Public Education Capital Outlay Bonds, Series 2003J, 5.000%, 6/01/22 - AMBAC Insured	6/13 at 101
	GEORGIA - 3.1% (2.1% OF TOTAL INVESTMENTS)	
4,000	Cobb County Development Authority, Georgia, Parking Revenue Bonds, Kennesaw State University Project, Series 2004, 5.000%, 7/15/24 (WI, settling 11/10/04) - MBIA Insured	7/14 at 100
	Municipal Electric Authority of Georgia, Combustion Turbine Revenue Bonds, Series 2003A:	
1,775	5.000%, 11/01/21 - MBIA Insured	11/13 at 100
2,580	5.000%, 11/01/22 - MBIA Insured	11/13 at 100
4,500	South Fulton Municipal Regional Water and Sewerage Authority, Georgia, Water and Sewerage Revenue Bonds, Series 2003, 5.000%, 1/01/33 - MBIA Insured	1/13 at 100

3,000	Valdosta and Lowndes County Hospital Authority, Georgia, Revenue Certificates, South Georgia Medical Center, Series 2002, 5.200%, 10/01/22 - AMBAC Insured	10/12 at 101
	HAWAII - 7.9% (5.3% OF TOTAL INVESTMENTS)	
2,375	Hawaii County, Hawaii, General Obligation Bonds, Series 2003A, 5.000%, 7/15/19 - FSA Insured	7/13 at 100
	Hawaii Department of Transportation, Airport System Revenue Refunding Bonds, Series 2000B:	
6,105	6.100%, 7/01/16 (Alternative Minimum Tax) - FGIC Insured	7/10 at 101
9,500	6.625%, 7/01/17 (Alternative Minimum Tax) - FGIC Insured	7/10 at 101
20,000	Hawaii Department of Budget and Finance, Special Purpose Revenue Refunding Bonds, Hawaiian Electric Company Inc., Series 2000, 5.700%, 7/01/20 (Alternative Minimum Tax) - AMBAC Insured	7/10 at 101
	IDAHO - 0.2% (0.1% OF TOTAL INVESTMENTS)	
1,050	Idaho Housing and Finance Association, Single Family Mortgage Bonds, Series 1998E, 5.450%, 7/01/18 (Alternative Minimum Tax) - AMBAC Insured	1/08 at 101
	ILLINOIS - 14.1% (9.4% OF TOTAL INVESTMENTS)	
2,500	Aurora, Illinois, Kane, DuPage, Kendall and Will Counties, General Obligation Bonds, Series 1996, 5.800%, 1/01/14 (Pre-refunded to 1/01/05) - MBIA Insured	1/05 at 100
25,585	Chicago, Illinois, General Obligation Refunding Bonds, Series 1996B, 5.125%, 1/01/25 - FGIC Insured	1/06 at 102
8,370	Chicago, Illinois, Revenue Bonds, Midway Airport, Series 1996A, 5.625%, 1/01/17 - MBIA Insured	1/07 at 101
	Chicago, Illinois, Revenue Bonds, Midway Airport, Series 1994A:	
280	6.100%, 1/01/08 (Alternative Minimum Tax) - MBIA Insured	1/05 at 101
710	6.250%, 1/01/14 (Alternative Minimum Tax) - MBIA Insured	1/05 at 101
8,235	Chicago, Illinois, General Airport Second Lien Revenue Refunding Bonds, O'Hare International Airport, Series 1994A, 6.375%, 1/01/15 - MBIA Insured	1/05 at 102
4,115	Chicago Park District, Illinois, Limited Tax General Obligation Park Bonds, Series 2001C, 5.500%, 1/01/18 - FGIC Insured	7/11 at 100
9,680	Illinois Educational Facilities Authority, Revenue Bonds, Columbia College, Series 1998, 5.000%, 12/01/20 - MBIA Insured	6/08 at 100
1,950	Illinois Health Facilities Authority, Revenue Refunding Bonds, SSM Healthcare System, Series 1992AA, 6.550%, 6/01/14 - MBIA Insured	No Opt. C

Nuveen Insured Premium Income Municipal Fund 2 (NPX) (continued)
Portfolio of INVESTMENTS October 31, 2004

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	ILLINOIS (continued)	
	Illinois Health Facilities Authority, Revenue Bonds, Lutheran General Health System, Series 1993A:	
$ 4,000	6.125%, 4/01/12 - FSA Insured	No Opt. C
5,000	6.250%, 4/01/18 - FSA Insured	No Opt. C
455	Peoria, Moline and Freeport, Illinois, GNMA Collateralized Single Family Mortgage Revenue Bonds, Series 1995A, 7.600%, 4/01/27 (Alternative Minimum Tax)	10/05 at 105
	INDIANA - 3.1% (2.1% OF TOTAL INVESTMENTS)	
	Hamilton County Public Building Corporation, Indiana, First Mortgage Bonds, Series 2004:	
2,105	5.000%, 8/01/23 - FSA Insured	8/14 at 100
2,215	5.000%, 8/01/24 - FSA Insured	8/14 at 100
4,655	Hamilton Southeastern Consolidated School Building Corporation, Hamilton County, Indiana, First Mortgage Bonds, Series 2004, 5.000%, 7/15/15 - FSA Insured	1/14 at 100
1,625	Hammond Multi-School Building Corporation, Lake County, Indiana, First Mortgage Revenue Bonds, Series 2003B, 5.000%, 1/15/21 - FGIC Insured	7/13 at 100
5,285	Logansport School Building Corporation, Indiana, First Mortgage Bonds, Series 2001, 5.125%, 1/15/22 - FGIC Insured	7/11 at 100
	KANSAS - 0.8% (0.5% OF TOTAL INVESTMENTS)	
2,300	Butler County Unified School District 394, Kansas, General Obligation Bonds, Series 2004, 5.000%, 9/01/21 - FSA Insured	9/14 at 100
1,500	Kansas State Turnpike Authority, Revenue Bonds, Series 2004A2, 5.000%, 9/01/27 (WI, settling 11/18/04) - FSA Insured	9/14 at 101
70	Olathe-Labette County, Kansas, GNMA Collateralized Single Family Mortgage Revenue Refunding Bonds, Series 1994A-I, 8.100%, 8/01/23 (Alternative Minimum Tax)	2/05 at 105
	KENTUCKY - 0.4% (0.3% OF TOTAL INVESTMENTS)	

7,000	Kentucky Economic Development Finance Authority, Health System Revenue Bonds, Norton Healthcare Inc., Series 2000B, 0.000%, 10/01/28 - MBIA Insured	No Opt. C
	MASSACHUSETTS - 4.1% (2.8% OF TOTAL INVESTMENTS)	
4,910	Massachusetts, General Obligation Bonds, Consolidated Loan, Series 2002C, 5.500%, 11/01/15 - MBIA Insured	No Opt. C
3,000	Massachusetts Development Finance Authority, Revenue Bonds, WGBH Educational Foundation, Series 2002A, 5.750%, 1/01/42 - AMBAC Insured	No Opt. C
2,600	Massachusetts Health and Educational Facilities Authority, Revenue Bonds, Simmons College, Series 2003F, 5.000%, 10/01/33 - FGIC Insured	10/13 at 100
2,475	Massachusetts Housing Finance Agency, Single Family Housing Revenue Bonds, Series 48, 6.350%, 6/01/26 (Alternative Minimum Tax) - MBIA Insured	6/06 at 102
1,630	Massachusetts Housing Finance Agency, Single Family Housing Revenue Bonds, Series 53, 6.150%, 12/01/29 (Alternative Minimum Tax) - MBIA Insured	6/07 at 102
	Massachusetts, Special Obligation Dedicated Tax Revenue Bonds, Series 2004:	
3,650	5.250%, 1/01/22 - FGIC Insured	1/14 at 100
2,000	5.250%, 1/01/24 - FGIC Insured	1/14 at 100
	MICHIGAN - 2.9% (1.9% OF TOTAL INVESTMENTS)	
4,705	Grand Valley State University, Michigan, General Revenue Bonds, Series 2000, 5.250%, 12/01/20 - FGIC Insured	12/10 at 100
10,000	Michigan Housing Development Authority, Rental Housing Revenue Bonds, Series 1997A, 6.000%, 4/01/16 (Alternative Minimum Tax) - AMBAC Insured	4/07 at 102
	MINNESOTA - 1.3% (0.8% OF TOTAL INVESTMENTS)	
6,600	Minnesota Housing Finance Agency, Rental Housing Bonds, Series 1995D, 5.950%, 2/01/18 - MBIA Insured	2/05 at 102

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	MISSOURI - 1.7% (1.1% OF TOTAL INVESTMENTS)	

$ 1,000	Hazelwood Industrial Development Authority, Missouri, GNMA Collateralized Project Multifamily Housing Revenue Refunding Bonds, Lakes Apartments Project, Series 1996, 6.000%, 9/20/16	9/06 at 102
4,500	Kansas City Land Clearance Redevelopment Authority, Missouri, Lease Revenue Bonds, Municipal Auditorium and Muehlebach Hotel Redevelopment Projects, Series 1995A, 5.900%, 12/01/18 - FSA Insured	12/05 at 102
1,000	Kansas City Municipal Assistance Corporation, Missouri, Leasehold Revenue Bonds, Capital Improvements, Series 1996B, 5.750%, 1/15/14 - AMBAC Insured	1/06 at 101
1,030	Missouri Housing Development Commission, Multifamily Housing Revenue Bonds, Brookstone Village Apartments, Series 1996A, 6.000%, 12/01/16 (Alternative Minimum Tax) - FSA Insured	12/06 at 102
1,250	Missouri Western State College, Auxiliary System Revenue Bonds, Series 2003, 5.000%, 10/01/33 - MBIA Insured	10/13 at 100
	NEVADA - 8.8% (5.9% OF TOTAL INVESTMENTS)	
3,280	Clark County, Nevada, Subordinate Lien Airport Revenue Bonds, Series 2004A-2, 5.125%, 7/01/24 - FGIC Insured	7/14 at 100
5,000	Clark County, Nevada, Industrial Development Revenue Bonds, Nevada Power Company Project, Series 1992A, 6.700%, 6/01/22 (Alternative Minimum Tax) - FGIC Insured	12/04 at 100
5,000	Clark County, Nevada, Industrial Development Revenue Bonds, Southwest Gas Corporation, Series 2000C, 5.950%, 12/01/38 (Alternative Minimum Tax) - AMBAC Insured	7/10 at 102
	Director of Nevada State Department of Business and Industry, Revenue Bonds, Las Vegas Monorail Project, First Tier, Series 2000:	
5,000	0.000%, 1/01/27 - AMBAC Insured	No Opt. C
5,500	5.625%, 1/01/32 - AMBAC Insured	1/10 at 102
	Las Vegas Convention and Visitors Authority, Nevada, Revenue Bonds, Series 1999:	
2,695	5.750%, 7/01/15 - AMBAC Insured	7/09 at 101
6,035	5.750%, 7/01/16 - AMBAC Insured	7/09 at 101
6,500	5.750%, 7/01/17 - AMBAC Insured	7/09 at 101
3,535	5.750%, 7/01/18 - AMBAC Insured	7/09 at 101
4,000	6.000%, 7/01/19 - AMBAC Insured	7/09 at 101
	NEW JERSEY - 2.4% (1.6% OF TOTAL INVESTMENTS)	
	Essex County Improvement Authority, New Jersey, Guaranteed Revenue Bonds, Project Consolidation, Series 2004:	
2,000	5.125%, 10/01/21 - MBIA Insured	10/14 at 100
2,250	5.125%, 10/01/22 - MBIA Insured	10/14 at 100
1,560	Mount Olive Township Board of Education, Morris County, New Jersey, General Obligation Bonds, Series 2004,	1/15 at 100

	5.000%, 1/15/22 (WI, 11/09/04) - MBIA Insured	
	New Jersey Economic Development Authority, Revenue Bonds, Motor Vehicle Surcharge, Series 2004A:	
1,475	5.000%, 7/01/22 - MBIA Insured	7/14 at 100
1,475	5.000%, 7/01/23 - MBIA Insured	7/14 at 100
3,075	New Jersey Transit Corporation, Refunding Certificates of Participation, Series 2003, 5.500%, 10/01/15 - FSA Insured	No Opt. C
	NEW MEXICO - 0.5% (0.3% OF TOTAL INVESTMENTS)	
	New Mexico Finance Authority, Public Project Revolving Revenue Bonds, Series 2004C:	
1,415	5.000%, 6/01/22 - AMBAC Insured	6/14 at 100
1,050	5.000%, 6/01/24 - AMBAC Insured	6/14 at 100
	NEW YORK - 12.9% (8.6% OF TOTAL INVESTMENTS)	
1,755	Nassau County, New York, General Obligation Improvement Bonds, Series 2000E, 6.000%, 3/01/16 (Pre-refunded to 3/01/10) - FSA Insured	3/10 at 100
2,265	Nassau County, New York, General Obligation Improvement Bonds, Series 2000F, 7.000%, 3/01/14 (Pre-refunded to 3/01/10) - FSA Insured	3/10 at 100

Nuveen Insured Premium Income Municipal Fund 2 (NPX) (continued)
Portfolio of INVESTMENTS October 31, 2004

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	NEW YORK (continued)	
$ 7,500	Nassau Health Care Corporation, New York, County Guaranteed Revenue Bonds, Series 1999, 5.750%, 8/01/29 (Pre-refunded to 8/01/09) - FSA Insured	8/09 at 102
4,000	New York City, New York, General Obligation Bonds, Fiscal Series 1995E, 8.000%, 8/01/05 - MBIA Insured	No Opt. C
7,900	New York City, New York, General Obligation Bonds, Fiscal Series 1996I, 5.875%, 3/15/18 - FSA Insured	3/06 at 101
7,000	New York City Municipal Water Finance Authority, New York, Water and Sewerage System Revenue Bonds, Fiscal Series 2000A, 5.750%, 6/15/31 - FGIC Insured	6/09 at 101
	Dormitory Authority of the State of New York, Insured Revenue Bonds, New Island Hospital, Series 1999B:	

3,400	5.750%, 7/01/19 - MBIA Insured	7/09 at 101
5,750	6.000%, 7/01/24 - MBIA Insured	7/09 at 101
9,095	New York State Housing Finance Agency, Mortgage Revenue Refunding Bonds, Housing Project, Series 1996A, 6.125%, 11/01/20 - FSA Insured	5/06 at 102
2,500	New York State Medical Care Facilities Finance Agency, FHA-Insured Mortgage Revenue Bonds, New York and Presbyterian Hospital, Series 1994A, 6.800%, 8/15/24 (Pre-refunded to 2/15/05) - AMBAC Insured	2/05 at 102
2,750	New York State Thruway Authority, Highway and Bridge Trust Fund Bonds, Second General, Series 2004, 5.000%, 4/01/15 - MBIA Insured	4/14 at 100
5,000	New York State Urban Development Corporation, Correctional Capital Facilities Revenue Bonds, Series 1996-7, 5.700%, 1/01/27 (Pre-refunded to 1/01/07) - FSA Insured	1/07 at 102
	New York City Sales Tax Asset Receivable Corporation, New York, Local Government Assistance Corporation Dedicated Revenue Bonds, Series 2004A:	
3,225	5.000%, 10/15/24 (WI, settling 11/04/04) - MBIA Insured	10/14 at 100
1,665	5.000%, 10/15/25 (WI, settling 11/04/04) - MBIA Insured	10/14 at 100
	NORTH DAKOTA - 3.8% (2.5% OF TOTAL INVESTMENTS)	
10,715	Fargo, North Dakota, Health System Revenue Bonds, MeritCare Obligated Group, Series 2000A, 5.600%, 6/01/21 - FSA Insured	6/10 at 101
8,000	North Dakota, Student Loan Trust Revenue Bonds, Series 2000B, 5.850%, 12/01/25 (Alternative Minimum Tax) - AMBAC Insured	12/10 at 100
	OHIO - 0.1% (0.1% OF TOTAL INVESTMENTS)	
700	Shaker Heights, Ohio, General Obligation Bonds, Series 2003, 5.250%, 12/01/26 - AMBAC Insured	12/13 at 100
	OKLAHOMA - 1.1% (0.7% OF TOTAL INVESTMENTS)	
	Oklahoma City Airport Trust, Oklahoma, Junior Lien Tax Exempt Bonds, Twenty Seventh Series 2000A:	
1,320	5.125%, 7/01/20 - FSA Insured	7/10 at 100
4,040	5.250%, 7/01/21 - FSA Insured	7/10 at 100
	OREGON - 3.2% (2.1% OF TOTAL INVESTMENTS)	
	Portland, Oregon, Airport Way Urban Renewal and Redevelopment Bonds, Series 2000A:	
4,405	5.700%, 6/15/17 - AMBAC Insured	6/10 at 101
3,665	5.750%, 6/15/18 - AMBAC Insured	6/10 at 101

4,265	5.750%, 6/15/19 - AMBAC Insured	6/10 at 101
1,375	5.750%, 6/15/20 - AMBAC Insured	6/10 at 101
1,520	Portland Housing Authority, Oregon, Multifamily Housing Revenue Bonds, Lovejoy Station Apartments, Series 2000, 6.000%, 7/01/33 (Alternative Minimum Tax) - MBIA Insured	7/10 at 100
	PENNSYLVANIA - 10.3% (6.9% OF TOTAL INVESTMENTS)	
12,620	Allegheny County Hospital Development Authority, Pennsylvania, Insured Revenue Bonds, West Penn Allegheny Health System, Series 2000A, 6.500%, 11/15/30 - MBIA Insured	11/10 at 102
9,485	Berks County Municipal Authority, Pennsylvania, Hospital Revenue Bonds, Reading Hospital and Medical Center, Series 1999, 6.000%, 11/01/19 (Pre-refunded to 11/01/09) - FSA Insured	11/09 at 102

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	PENNSYLVANIA (continued)	
$ 1,000	Luzerne County Industrial Development Authority, Exempt Facilities Revenue Refunding Bonds, Pennsylvania Gas and Water Company Project, Series 1994A, 7.000%, 12/01/17 (Alternative Minimum Tax) (Pre-refunded to 12/01/04) - AMBAC Insured	12/04 at 102
	Philadelphia Gas Works, Pennsylvania, Revenue Bonds, General Ordinance, Fifth Series 2004A-1:	
5,235	5.000%, 9/01/24 - FSA Insured	9/14 at 100
3,000	5.000%, 9/01/25 - FSA Insured	9/14 at 100
	Philadelphia, Pennsylvania, Water and Wastewater Revenue Bonds, Series 1997A:	
2,360	5.125%, 8/01/27 - AMBAC Insured	8/07 at 102
10,370	5.125%, 8/01/27 - AMBAC Insured	8/07 at 102
2,500	Seneca Valley School District, Butler County, Pennsylvania, General Obligation Bonds, Series 2004, 5.125%, 1/01/23 - FGIC Insured	7/14 at 100
3,650	State Public School Building Authority, Pennsylvania, Lease Revenue Bonds, Philadelphia School District Project, Series 2003, 5.000%, 6/01/29 - FSA Insured	6/13 at 100
	PUERTO RICO - 0.8% (0.6% OF TOTAL INVESTMENTS)	
4,000	Puerto Rico Municipal Finance Agency, Series 2002A, 5.250%, 8/01/17 - FSA Insured	8/12 at 100

	SOUTH CAROLINA - 1.0% (0.7% OF TOTAL INVESTMENTS)	
5,000	South Carolina Public Service Authority, Revenue Bonds, Santee Cooper Electric System, Series 2004A, 5.000%, 1/01/20 - AMBAC Insured	1/14 at 100
	TEXAS - 15.3% (10.3% OF TOTAL INVESTMENTS)	
	Brazos River Authority, Texas, Revenue Refunding Bonds, Houston Industries Inc., Series 1998C:	
10,000	5.125%, 5/01/19 - AMBAC Insured	5/08 at 102
9,000	5.125%, 11/01/20 (Optional put 11/01/08) - AMBAC Insured	11/08 at 102
	Corpus Christi, Texas, Utility System Revenue Bonds, Series 2004:	
3,475	5.000%, 7/15/22 - FSA Insured	7/14 at 100
3,645	5.000%, 7/15/23 - FSA Insured	7/14 at 100
12,500	Dallas-Ft. Worth International Airport, Texas, Joint Revenue Refunding and Improvement Bonds, Series 2001A, 5.500%, 11/01/35 (Alternative Minimum Tax) - FGIC Insured	11/09 at 100
3,895	Denton, Texas, Utility System Revenue Bonds, Series 2000A, 5.625%, 12/01/19 - FSA Insured	12/10 at 100
4,485	Lower Colorado River Authority, Texas, Contract Revenue Refunding Bonds, Transmission Services Corporation, Series 2003B, 5.000%, 5/15/21 - FSA Insured	5/12 at 100
10,000	Lower Colorado River Authority, Texas, Contract Revenue Refunding Bonds, Transmission Services Corporation, Series 2003C, 5.000%, 5/15/33 - AMBAC Insured	5/13 at 100
4,151	Panhandle Regional Housing Finance Corporation, Texas, GNMA Collateralized Multifamily Housing Mortgage Revenue Bonds, Renaissance of Amarillo Apartments, Series 2001A, 6.650%, 7/20/42	7/12 at 105
	Tarrant County Health Facilities Development Corporation, Texas, Hospital Revenue Bonds, Cook Children's Healthcare System, Series 2000A:	
6,725	5.750%, 12/01/17 - FSA Insured	12/10 at 101
7,500	5.750%, 12/01/24 - FSA Insured	12/10 at 101
2,300	Texas State University System, Financing Revenue Refunding Bonds, Series 2002, 5.000%, 3/15/18 - FSA Insured	3/12 at 100
	UTAH - 3.2% (2.2% OF TOTAL INVESTMENTS)	
8,600	Intermountain Power Agency, Utah, Power Supply Revenue Refunding Bonds, Series 2003A, 5.000%, 7/01/18 - FSA Insured	7/13 at 100
2,385	Mountain Regional Water Special Service District, Utah, Water Revenue Bonds, Series 2003, 5.000%, 12/15/33 - MBIA Insured	12/13 at 100

5,525	Utah Transit Authority, Sales Tax Revenue Bonds, Series 2002A, 5.000%, 6/15/24 - FSA Insured	12/12 at 100

Nuveen Insured Premium Income Municipal Fund 2 (NPX) (continued)
Portfolio of INVESTMENTS October 31, 2004

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	VERMONT - 0.3% (0.2% OF TOTAL INVESTMENTS)	
$ 1,320	Vermont Educational and Health Buildings Financing Agency, Revenue Bonds, Fletcher Allen Health Care Inc., Series 2000A, 6.000%, 12/01/23 - AMBAC Insured	12/10 at 101
	VIRGINIA - 0.8% (0.5% OF TOTAL INVESTMENTS)	
	Loudoun County Industrial Development Authority, Virginia, Public Safety Facilities Lease Revenue Bonds, Series 2003A:	
1,150	5.250%, 12/15/22 - FSA Insured	6/14 at 100
500	5.250%, 12/15/23 - FSA Insured	6/14 at 100
2,250	Virginia Housing Development Authority, Multifamily Housing Bonds, Series 1997B, 6.050%, 5/01/17 (Alternative Minimum Tax) - MBIA Insured	1/08 at 102
	WASHINGTON - 7.0% (4.7% OF TOTAL INVESTMENTS)	
10,000	Chelan County Public Utility District 1, Washington, Hydro Consolidated System Revenue Bonds, Series 2001B, 5.600%, 1/01/36 (Alternative Minimum Tax) - MBIA Insured	7/11 at 101
1,370	Clark County School District 101, La Center, Washington, General Obligation Bonds, Series 2002, 5.000%, 12/01/22 - FSA Insured	12/12 at 100
5,230	Douglas County Public Utility District 1, Washington, Revenue Bonds, Wells Hydroelectric, Series 1999A, 6.125%, 9/01/29 (Alternative Minimum Tax) - MBIA Insured	9/09 at 102
3,485	Grant County Public Utility District 2, Washington, Priest Rapids Hydroelectric Development Revenue Bonds, Second Series 1996B, 5.900%, 1/01/21 (Alternative Minimum Tax) - MBIA Insured	1/06 at 102
	Tacoma, Washington, General Obligation Bonds, Series 2004:	
1,545	5.000%, 12/01/19 - MBIA Insured	12/14 at 100
1,620	5.000%, 12/01/20 - MBIA Insured	12/14 at 100
1,695	5.000%, 12/01/21 - MBIA Insured	12/14 at 100

6,200	Washington, General Obligation Various Purpose Bonds, Series 2003A, 5.000%, 7/01/20 - FGIC Insured	7/12 at 100
3,950	Washington State Healthcare Facilities Authority, Revenue Bonds, Swedish Health Services, Series 1998, 5.125%, 11/15/22 - AMBAC Insured	11/08 at 101
	WEST VIRGINIA - 1.5% (1.0% OF TOTAL INVESTMENTS)	
8,000	Pleasants County, West Virginia, Pollution Control Revenue Bonds, Monongahela Power Company Pleasants Station Project, Series 1995C, 6.150%, 5/01/15 - AMBAC Insured	5/05 at 102
	WISCONSIN - 6.6% (4.4% OF TOTAL INVESTMENTS)	
1,000	Green Bay, Wisconsin, Water System Revenue Bonds, Series 2004, 5.000%, 11/01/21 - FSA Insured	11/14 at 100
7,000	La Crosse, Wisconsin, Resource Recovery Revenue Refunding Bonds, Northern States Power Company Project, Series 1996, 6.000%, 11/01/21 (Alternative Minimum Tax) - MBIA Insured	No Opt. C
12,750	Milwaukee County, Wisconsin, Airport Revenue Bonds, Series 2000A, 5.750%, 12/01/25 (Alternative Minimum Tax) - FGIC Insured	12/10 at 100
6,250	Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Sinai Samaritan Medical Center Inc., Series 1996, 5.750%, 8/15/16 - MBIA Insured	8/06 at 102
5,000	Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Mercy Health System Corporation, Series 1995, 6.125%, 8/15/13 - AMBAC Insured	8/05 at 102
$ 780,971	Total Long-Term Investments (cost $752,518,775) - 149.5%	

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	
	SHORT-TERM INVESTMENTS - 0.2% (0.1% OF TOTAL INVESTMENTS)	
$ 855	Montgomery County Public Building Authority, Tennessee, Tennessee County Loan Pool Program Bonds, Variable Rate Demand Obligations, Series 2002, 1.750%, 4/01/32+	
$ 855	Total Short-Term Investments (cost $855,000)	
	Total Investments (cost $753,373,775) - 149.7%	
	Other Assets Less Liabilities - 0.1%	

Preferred Shares, at Liquidation Value - (49.8)%	
Net Assets Applicable to Common Shares - 100%	

All of the bonds in the portfolio, excluding temporary investments in short-term municipal securities, are either covered by Original Issue Insurance, Secondary Market Insurance or Portfolio Insurance, or are backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities, any of which ensure the timely payment of principal and interest.

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

* Optional Call Provisions (not covered by the report of independent registered public accounting firm): Dates (month and year) and prices of the earliest optional call or redemption. There may be other call provisions at varying prices at later dates.

** Ratings (not covered by the report of independent registered public accounting firm): Using the higher of Standard & Poor's or Moody's rating.

(WI) Security purchased on a when-issued basis.

\+ Security has a maturity of more than one year, but has variable rate and demand features which qualify it as a short-term security. The rate disclosed is that currently in effect. This rate changes periodically based on market conditions or a specified market index.

See accompanying notes to financial statements.

Nuveen Insured Dividend Advantage Municipal Fund (NVG)
Portfolio of
INVESTMENTS October 31, 2004

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	ALABAMA - 4.3% (2.9% OF TOTAL INVESTMENTS)	
$ 5,310	Athens, Alabama, Water and Sewerage Revenue Warrants, Series 2002, 5.300%, 5/01/32 - MBIA Insured	5/12 at 101
3,045	Hoover, Alabama, General Obligation Bonds, Series 2003, 5.000%, 3/01/20 - MBIA Insured	3/12 at 101
10,000	Jefferson County, Alabama, Sewer Revenue Capital Improvement Warrants, Series 1999A, 5.375%, 2/01/36 (Pre-refunded to 2/01/09) - FGIC Insured	2/09 at 101

	ALASKA - 3.4% (2.3% OF TOTAL INVESTMENTS)	
15,000	Alaska, International Airport System Revenue Bonds, Series 2002B, 5.250%, 10/01/27 - AMBAC Insured	10/12 at 100
	ARIZONA - 1.1% (0.7% OF TOTAL INVESTMENTS)	
5,000	Phoenix, Arizona, Civic Improvement Corporation, Senior Lien Airport Revenue Bonds, Series 2002B, 5.250%, 7/01/32 (Alternative Minimum Tax) - FGIC Insured (PLG1)	7/12 at 100
	CALIFORNIA - 9.8% (6.7% OF TOTAL INVESTMENTS)	
8,890	California, General Obligation Veterans Welfare Bonds, Series 1997BH, 5.400%, 12/01/14 (Alternative Minimum Tax)	12/08 at 101
3,200	California, Various Purpose General Obligation Bonds, Series 2000, 5.250%, 9/01/17 - MBIA Insured	9/10 at 100
10,000	California, General Obligation Refunding Bonds, Series 2002, 5.000%, 2/01/23 - MBIA Insured	No Opt. C
3,000	California, General Obligation Veterans Welfare Bonds, Series 2001BZ, 5.375%, 12/01/24 (Alternative Minimum Tax) - MBIA Insured	6/07 at 101
7,935	Los Angeles, California, Certificates of Participation, Real Property Acquisition Program, Series 2002, 5.300%, 4/01/32 - AMBAC Insured	4/12 at 100
1,000	Los Angeles Convention and Exhibition Center Authority, California, Certificates of Participation, Series 1985, 9.000%, 12/01/20 (Pre-refunded to 12/01/05)	12/05 at 100
7,500	Northern California Power Agency, Revenue Refunding Bonds, Hydroelectric Project 1, Series 1998A, 5.200%, 7/01/32 - MBIA Insured	7/08 at 101
2,320	Sacramento Municipal Utility District, California, Electric Revenue Bonds, Series 2001P, 5.250%, 8/15/18 - FSA Insured	8/11 at 100
	COLORADO - 0.9% (0.6% OF TOTAL INVESTMENTS)	
1,580	Gunnison Watershed School District RE1J, Gunnison and Saguache Counties, Colorado, General Obligation Bonds, Series 2004, 5.000%, 12/01/15 - FSA Insured	No Opt. C
	Sand Creek Metropolitan District, Colorado, General Obligation Bonds, Series 2004:	
1,095	5.000%, 12/01/13 - XLCA Insured	No Opt. C
1,170	5.000%, 12/01/14 - XLCA Insured	12/13 at 100

	FLORIDA - 15.9% (10.8% OF TOTAL INVESTMENTS)	
	Florida Municipal Loan Council, Revenue Bonds, Series 2003B:	
2,305	5.250%, 12/01/17 - MBIA Insured	12/13 at 100
1,480	5.250%, 12/01/18 - MBIA Insured	12/13 at 100
11,600	Greater Orlando Aviation Authority, Florida, Airport Facilities Revenue Bonds, Series 2002B, 5.125%, 10/01/21 (Alternative Minimum Tax) - FSA Insured	10/12 at 100
6,000	JEA, Florida, Water and Sewerage System Revenue Bonds, Series 2002A, 5.500%, 10/01/41 - MBIA Insured	4/07 at 100
8,155	Lee County, Florida, Solid Waste System Revenue Refunding Bonds, Series 2001, 5.625%, 10/01/13 (Alternative Minimum Tax) - MBIA Insured	10/11 at 100
15,000	Miami-Dade County School Board, Florida, Certificates of Participation, Series 2003A, 5.000%, 8/01/27 (Mandatory put 8/01/08) - MBIA Insured	No Opt. C

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	FLORIDA (continued)	
	Miami-Dade County, Florida, Aviation Revenue Bonds, Miami International Airport, Series 2002:	
$ 7,165	5.625%, 10/01/15 (Alternative Minimum Tax) - FGIC Insured	10/12 at 100
5,600	5.750%, 10/01/16 (Alternative Minimum Tax) - FGIC Insured	10/12 at 100
10,000	5.125%, 10/01/21 (Alternative Minimum Tax) - FGIC Insured	10/12 at 100
2,000	5.250%, 10/01/22 (Alternative Minimum Tax) - FGIC Insured	10/12 at 100
	GEORGIA - 0.6% (0.4% OF TOTAL INVESTMENTS)	
1,000	Atlanta, Georgia, Water and Wastewater Revenue Bonds, Series 2004, 5.000%, 11/01/22 - FSA Insured	11/14 at 100
1,695	Georgia Housing and Finance Authority, Single Family Mortgage Bonds, Series 2002B-2, 5.500%, 6/01/32 (Alternative Minimum Tax)	12/11 at 100
	ILLINOIS - 13.9% (9.4% OF TOTAL INVESTMENTS)	
10,000	Bolingbrook, Illinois, General Obligation Bonds, Series 2002A, 5.375%, 1/01/38 - FGIC Insured	1/12 at 100
5,000	Chicago, Illinois, General Obligation Refunding Bonds, Series 2001A, 5.500%, 1/01/38 - MBIA Insured	1/11 at 101

	Chicago, Illinois, Second Lien Passenger Facility Charge Revenue Bonds, O'Hare International Airport, Series 2001C:	
4,250	5.500%, 1/01/16 (Alternative Minimum Tax) - AMBAC Insured	1/11 at 101
4,485	5.500%, 1/01/17 (Alternative Minimum Tax) - AMBAC Insured	1/11 at 101
4,730	5.500%, 1/01/18 (Alternative Minimum Tax) - AMBAC Insured	1/11 at 101
2,930	5.500%, 1/01/19 (Alternative Minimum Tax) - AMBAC Insured	1/11 at 101
3,000	Chicago, Illinois, General Airport Third Lien Revenue Refunding Bonds, O'Hare International Airport, Series 2002A, 5.750%, 1/01/17 (Alternative Minimum Tax) - MBIA Insured	1/12 at 100
12,765	Chicago, Illinois, Revenue Bonds, Skyway Toll Bridge, Series 1996, 5.500%, 1/01/23 - MBIA Insured	1/07 at 102
4,000	Cicero, Cook County, Illinois, General Obligation Corporate Purpose Bonds, Series 2002, 5.000%, 12/01/21 - MBIA Insured	12/12 at 101
1,500	DuPage County Community School District 200, Wheaton, Illinois, General Obligation Bonds, Series 2003C, 5.250%, 10/01/22 - FSA Insured	10/13 at 100
5,000	Illinois, General Obligation Bonds, Illinois FIRST Program, Series 2002, 5.250%, 4/01/23 - FSA Insured	4/12 at 100
2,700	University of Illinois, Certificates of Participation, Utility Infrastructure Projects, Series 2001A, 5.000%, 8/15/20 (Pre-refunded to 8/15/11) - AMBAC Insured	8/11 at 100
	INDIANA - 16.5% (11.2% OF TOTAL INVESTMENTS)	
3,380	Evansville, Indiana, Sewerage Works Revenue Refunding Bonds, Series 2003A, 5.000%, 7/01/20 - AMBAC Insured	7/13 at 100
	Indiana Bond Bank, Special Program Bonds, Hendricks County Redevelopment District, Series 2002D:	
2,500	5.375%, 4/01/23 - AMBAC Insured	4/12 at 100
7,075	5.250%, 4/01/26 - AMBAC Insured	4/12 at 100
7,000	5.250%, 4/01/30 - AMBAC Insured	4/12 at 100
10,000	Indiana Health Facility Financing Authority, Hospital Revenue Bonds, Marion General Hospital, Series 2002, 5.250%, 7/01/32 - AMBAC Insured	7/12 at 100
25,000	Indianapolis Local Public Improvement Bond Bank, Indiana, Waterworks Project, Series 2002A, 5.250%, 7/01/33 - MBIA Insured	7/12 at 100
	New Albany-Floyd County School Building Corporation, Indiana, First Mortgage Bonds, Series 2002:	
2,500	5.750%, 7/15/17 - FGIC Insured	7/12 at 100
3,810	5.750%, 7/15/20 - FGIC Insured	7/12 at 100
	Northern Wells Community School Building Corporation, Wells County, Indiana, First Mortgage Bonds, Series 2001:	
420	5.250%, 1/15/19 - FGIC Insured	7/12 at 100
430	5.250%, 7/15/19 - FGIC Insured	7/12 at 100
1,675	5.400%, 7/15/23 - FGIC Insured	7/12 at 100
6,960	Valparaiso Middle School Building Corporation, Indiana,	1/13 at 100

	First Mortgage Refunding Bonds, Series 2002, 5.000%, 7/15/24 - MBIA Insured	
2,490	Whitley County Middle School Building Corporation, Columbia City, Indiana, First Mortgage Bonds, Series 2003, 5.000%, 1/15/18 - FSA Insured	7/13 at 100

Nuveen Insured Dividend Advantage Municipal Fund (NVG) (continued)
Portfolio of INVESTMENTS October 31, 2004

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	LOUISIANA - 0.7% (0.5% OF TOTAL INVESTMENTS)	
$ 3,085	New Orleans, Louisiana, General Obligation Refunding Bonds, Series 2002, 5.125%, 9/01/21 - MBIA Insured	9/12 at 100
	MASSACHUSETTS - 3.5% (2.4% OF TOTAL INVESTMENTS)	
5,000	Massachusetts, General Obligation Bonds, Consolidated Loan, Series 2004B, 5.000%, 8/01/22 - AMBAC Insured	8/14 at 100
10,000	Massachusetts, Special Obligation Refunding Notes, Federal Highway Grant Anticipation Note Program, Series 2003A, 5.000%, 12/15/13 - FSA Insured	No Opt. C
	MICHIGAN - 2.4% (1.7% OF TOTAL INVESTMENTS)	
10,000	Detroit, Michigan, Sewerage Disposal System Revenue Bonds, Series 1999A, 5.750%, 7/01/26 (Pre-refunded to 1/01/10) - FGIC Insured	1/10 at 101
	MISSOURI - 2.3% (1.6% OF TOTAL INVESTMENTS)	
1,600	St. Louis County Pattonville R3 School District, Missouri, General Obligation Bonds, Series 2004, 5.250%, 3/01/19 - FSA Insured	3/14 at 100
8,735	St. Louis, Missouri, Airport Revenue Bonds, Airport Development Program, Series 2001A, 5.250%, 7/01/31 - MBIA Insured	7/11 at 100
	NEBRASKA - 0.5% (0.3% OF TOTAL INVESTMENTS)	
	Municipal Energy Agency of Nebraska, Power Supply System Revenue Bonds, Series 2003A:	

1,000	5.250%, 4/01/20 - FSA Insured	4/13 at 100
1,000	5.250%, 4/01/21 - FSA Insured	4/13 at 100
	NEVADA - 4.2% (2.8% OF TOTAL INVESTMENTS)	
9,810	Clark County School District, Nevada, General Obligation Bonds, Series 2002C, 5.000%, 6/15/21 - MBIA Insured	6/12 at 100
8,750	Truckee Meadows Water Authority, Nevada, Water Revenue Bonds, Series 2001A, 5.250%, 7/01/34 - FSA Insured	7/11 at 100
	NEW JERSEY - 1.1% (0.8% OF TOTAL INVESTMENTS)	
	Bernards Township School District, Somerset County, New Jersey, General Obligation Bonds, Series 2004:	
2,345	5.000%, 1/01/15 - FGIC Insured	1/14 at 100
2,465	5.000%, 1/01/16 - FGIC Insured	1/14 at 100
	NEW YORK - 2.2% (1.5% OF TOTAL INVESTMENTS)	
10,000	Metropolitan Transportation Authority, New York, Transportation Revenue Refunding Bonds, Series 2002A, 5.000%, 11/15/30 - FSA Insured	11/12 at 100
	NORTH CAROLINA - 0.6% (0.3% OF TOTAL INVESTMENTS)	
2,435	North Carolina Medical Care Commission, FHA-Insured Mortgage Revenue Bonds, Betsy Johnson Regional Hospital Project, Series 2003, 5.375%, 10/01/24 - FSA Insured	10/13 at 100
	OREGON - 4.5% (3.0% OF TOTAL INVESTMENTS)	
4,725	Clackamas County School District 62, Oregon City, Oregon, General Obligation Bonds, Series 2004, 5.000%, 6/15/15 - FSA Insured	6/14 at 100
	Oregon, General Obligation Veterans Welfare Bonds, Series 82:	
7,690	5.375%, 12/01/31	12/11 at 100
3,585	5.500%, 12/01/42	12/11 at 100
1,615	Oregon Department of Administrative Services, State Lottery Revenue Bonds, Series 2004A, 5.000%, 4/01/17 - FSA Insured	4/14 at 100
2,085	Salem-Keizer School District 24J, Marion County, Oregon, General Obligation Bonds, Series 2004, 5.000%, 6/15/18 - FSA Insured	6/14 at 100
	PENNSYLVANIA - 4.9% (3.3% OF TOTAL INVESTMENTS)	
4,500	Allegheny County, Pennsylvania, Airport Revenue Refunding	No Opt. C

	Bonds, Pittsburgh International Airport, Series 1997A, 5.750%, 1/01/13 (Alternative Minimum Tax) - MBIA Insured (PLG2)	
5,000	Pennsylvania Higher Educational Facilities Authority, Revenue Bonds, University of Pennsylvania, Series 1998, 5.500%, 7/15/38 - MBIA Insured	7/08 at 100

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	PENNSYLVANIA (continued)	
$ 1,000	Pennsylvania Higher Educational Facilities Authority, Revenue Bonds, Lycoming College, Series 2003-AA2, 5.250%, 11/01/16 - RAAI Insured	11/13 at 100
	Philadelphia, Pennsylvania, General Obligation Bonds, Series 2003A:	
3,090	5.250%, 2/15/14 - XLCA Insured	2/13 at 100
1,000	5.250%, 2/15/15 - XLCA Insured	2/13 at 100
	Philadelphia Municipal Authority, Pennsylvania, Lease Revenue Bonds, Series 2003B:	
3,540	5.250%, 11/15/16 - FSA Insured	11/13 at 100
2,000	5.250%, 11/15/18 - FSA Insured	11/13 at 100
1,000	State Public School Building Authority, Pennsylvania, Lease Revenue Bonds, Philadelphia School District Project, Series 2003, 5.000%, 6/01/23 - FSA Insured	6/13 at 100
	SOUTH CAROLINA - 0.8% (0.4% OF TOTAL INVESTMENTS)	
	Greenville, South Carolina, Tax Increment Revenue Improvement Bonds, Series 2003:	
1,000	5.500%, 4/01/17 - MBIA Insured	4/13 at 100
2,300	5.000%, 4/01/21 - MBIA Insured	4/13 at 100
	TENNESSEE - 9.0% (6.1% OF TOTAL INVESTMENTS)	
10,000	Memphis and Shelby County Sports Authority Inc., Tennessee, Revenue Bonds, Memphis Arena, Series 2002A, 5.125%, 11/01/28 - AMBAC Insured	11/12 at 100
10,000	Memphis and Shelby County Sports Authority Inc., Tennessee, Revenue Bonds, Memphis Arena, Series 2002B, 5.125%, 11/01/29 - AMBAC Insured	11/12 at 100
	Memphis, Tennessee, Sanitary Sewerage System Revenue Bonds, Series 2004:	
1,495	5.000%, 10/01/19 - FSA Insured	10/14 at 100
1,455	5.000%, 10/01/20 - FSA Insured	10/14 at 100

1,955	5.000%, 10/01/21 - FSA Insured	10/14 at 100
15,195	Tennessee State School Bond Authority, Higher Educational Facilities Second Program Bonds, Series 2002A, 5.250%, 5/01/32 - FSA Insured	5/12 at 100
	TEXAS - 26.9% (18.2% OF TOTAL INVESTMENTS)	
3,500	Dallas-Ft. Worth International Airport, Texas, Joint Revenue Refunding and Improvement Bonds, Series 2001A, 5.750%, 11/01/13 (Alternative Minimum Tax) - FGIC Insured	11/11 at 100
10,000	Gainesville Hospital District, Texas, Limited Tax General Obligation Bonds, Series 2002, 5.375%, 8/15/32 - MBIA Insured	8/11 at 100
3,645	Galveston, Texas, General Obligation Refunding Bonds, Series 2001A, 5.250%, 5/01/21 - AMBAC Insured	No Opt. C
	Harris County Health Facilities Development Corporation, Texas, Thermal Utility Revenue Bonds, TECO Project, Series 2003:	
2,240	5.000%, 11/15/16 - MBIA Insured	11/13 at 100
2,355	5.000%, 11/15/17 - MBIA Insured	11/13 at 100
13,000	Houston Area Water Corporation, Texas, Contract Revenue Bonds, Northeast Water Purification Plant, Series 2002, 5.125%, 3/01/32 - FGIC Insured	3/12 at 100
2,500	Houston Higher Education Finance Corporation, Texas, Revenue Bonds, Rice University, Series 1999A, 5.375%, 11/15/29	11/09 at 101
1,000	Houston, Texas, First Lien Combined Utility System Revenue Bonds, Series 2004A, 5.250%, 5/15/24 - FGIC Insured	5/14 at 100
4,345	San Antonio, Texas, Water System Senior Lien Revenue Refunding Bonds, Series 2002, 5.500%, 5/15/17 - FSA Insured	5/12 at 100
9,145	Texas, General Obligation Bonds, Veterans Housing Assistance Program Fund II, Series 2002A-1, 5.250%, 12/01/22 (Alternative Minimum Tax)	6/12 at 100
6,710	Texas Department of Housing and Community Affairs, Residential Mortgage Revenue Bonds, Series 2001A, 5.350%, 7/01/33 (Alternative Minimum Tax)	7/11 at 100
	Texas Public Finance Authority, Revenue Bonds, Texas Southern University Financing System, Series 2002:	
3,520	5.125%, 11/01/20 - MBIA Insured	5/12 at 100
3,520	5.125%, 11/01/21 - MBIA Insured	5/12 at 100

PRINCIPAL OPTIONAL C

AMOUNT (000)	DESCRIPTION(1)	PROVISIO
	TEXAS (continued)	
$ 8,725	Texas Department of Housing and Community Affairs, Single Family Mortgage Bonds, Series 2002B, 5.550%, 9/01/33 (Alternative Minimum Tax) - MBIA Insured	3/12 at 100
	Texas Student Housing Authority, Revenue Bonds, Austin Project, Senior Series 2001A:	
9,400	5.375%, 1/01/23 - MBIA Insured	1/12 at 102
11,665	5.500%, 1/01/33 - MBIA Insured	1/12 at 102
5,000	Texas Water Development Board, Senior Lien State Revolving Fund Revenue Bonds, Series 1999B, 5.250%, 7/15/17	1/10 at 100
	Williamson County, Texas, General Obligation Bonds, Series 2002:	
3,500	5.200%, 2/15/21 - FSA Insured	2/12 at 100
3,000	5.250%, 2/15/22 - FSA Insured	2/12 at 100
7,340	5.250%, 2/15/23 - FSA Insured	2/12 at 100
5,000	5.250%, 2/15/25 - FSA Insured	2/12 at 100
	WASHINGTON - 14.1% (9.5% OF TOTAL INVESTMENTS)	
7,675	Energy Northwest, Washington, Electric Revenue Refunding Bonds, Nuclear Project 1, Series 2002A, 5.500%, 7/01/15 - MBIA Insured	7/12 at 100
6,600	Energy Northwest, Washington, Electric Revenue Refunding Bonds, Columbia Generating Station, Series 2002B, 5.350%, 7/01/18 - FSA Insured	7/12 at 100
3,200	King County School District 414, Lake Washington, Washington, General Obligation Bonds, Series 2004, 5.000%, 12/01/16 - FSA Insured	12/14 at 100
2,500	Port of Seattle, Washington, Revenue Refunding Bonds, Series 2002D, 5.750%, 11/01/15 (Alternative Minimum Tax) - FGIC Insured	11/12 at 100
2,200	Everett School District 2, Snohomish County, Washington, General Obligation Bonds, Series 2003B, 5.000%, 6/01/17 - FSA Insured	12/13 at 100
3,255	Thurston and Pierce Counties School District, Washington, General Obligation Bonds, Yelm Community Schools, Series 2003, 5.250%, 12/01/16 - FSA Insured	6/13 at 100
	Washington State Economic Development Finance Authority, Wastewater Revenue Bonds, LOTT Project, Series 2002:	
2,000	5.500%, 6/01/17 - AMBAC Insured	6/12 at 100
4,325	5.125%, 6/01/22 - AMBAC Insured	6/12 at 100
15,000	Washington State Healthcare Facilities Authority, Revenue Bonds, Harrison Memorial Hospital, Series 1998, 5.000%, 8/15/28 - AMBAC Insured	8/13 at 102

10,000	Washington State Healthcare Facilities Authority, Revenue Bonds, Children's Hospital and Regional Medical Center, Series 2001, 5.125%, 10/01/31 - AMBAC Insured	10/11 at 100
5,170	Whitman County School District 267, Pullman, Washington, General Obligation Bonds, Series 2002, 5.000%, 12/01/20 - FSA Insured	6/12 at 100

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	WISCONSIN - 3.8% (2.6% OF TOTAL INVESTMENTS)	
$ 4,570	Wisconsin Housing and Economic Development Authority, Home Ownership Revenue Bonds, Series 2002E, 5.250%, 9/01/22 (Alternative Minimum Tax)	3/12 at 100
11,950	Wisconsin, Transportation Revenue Refunding Bonds, Series 2002-1, 5.125%, 7/01/18 - AMBAC Insured	7/12 at 100
$ 649,655	Total Long-Term Investments (cost $652,877,253) - 147.9%	
	Other Assets Less Liabilities - 1.6%	
	Preferred Shares, at Liquidation Value - (49.5)%	
	Net Assets Applicable to Common Shares - 100%	

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FORWARD SWAP TRANSACTIONS OUTSTANDING AT OCTOBER 31, 2004:

	NOTIONAL AMOUNT	EFFECTI DA
Agreement with JPMorgan dated July 1, 2004, to pay semi-annually the notional amount multiplied by 5.805% (annualized) and receive quarterly the notional amount multiplied by the three-month USD-LIBOR (United States Dollar-London Inter-Bank Offer Rate).	$16,800,000	2/02/
Agreement with Morgan Stanley dated July 15, 2004, to pay semi-annually the notional amount multiplied by 5.717% (annualized) and receive quarterly the notional amount multiplied by the three-month USD-LIBOR (United States Dollar-London Inter-Bank Offer Rate).	9,000,000	1/14/
Agreement with JPMorgan dated July 28, 2004, to pay quarterly the notional amount multiplied by 4.495% (annualized) and receive quarterly the notional amount multiplied by the daily arithmetic average of the weekly BMA (Bond Market Association) Municipal Swap Index for the quarter.	8,500,000	12/13/

At least 80% of the Fund's net assets are invested in municipal securities that are either covered by Original Issue Insurance, Secondary Market Insurance or Portfolio Insurance which ensures the timely payment of principal and interest. Up to 20% of the Fund's net assets may be invested in municipal securities that are (i) either backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities (also ensuring the timely payment of principal and interest), or (ii) municipal bonds that are rated, at the time of investment, within the four highest grades (Baa or BBB or better by Moody's S&P or Fitch) or unrated but judged to be of comparable quality by the Adviser.

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

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

* Optional Call Provisions (not covered by the report of independent registered public accounting firm): Dates (month and year) and prices of the earliest optional call or redemption. There may be other call provisions at varying prices at later dates.

** Ratings (not covered by the report of independent registered public accounting firm): Using the higher of Standard & Poor's or Moody's rating.

(PLG1) Portion of security, with an aggregate market value of $740,082, has been pledged to collateralize the net payment obligations under forward swap contracts.

(PLG2) Portion of security, with an aggregate market value of $1,977,360, has been pledged to collateralize the net payment obligations under forward swap contracts.

See accompanying notes to financial statements.

Nuveen Insured Tax-Free Advantage Municipal Fund (NEA)
Portfolio of
INVESTMENTS October 31, 2004

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	ALABAMA - 8.3% (5.5% OF TOTAL INVESTMENTS)	
$ 5,655	Colbert County-Northwest Health Care Authority, Alabama, Revenue Bonds, Helen Keller Hospital, Series 2003,	6/13 at 101

	5.750%, 6/01/27	
3,100	Huntsville Healthcare Authority, Alabama, Revenue Bonds, Series 1998A, 5.400%, 6/01/22 - MBIA Insured	5/12 at 102
6,280	Jefferson County, Alabama, Sewer Revenue Capital Improvement Warrants, Series 2002D, 5.000%, 2/01/32 (Pre-refunded to 8/01/12) - FGIC Insured	8/12 at 100
1,750	Montgomery, Alabama, General Obligation Warrants, Series 2003, 5.000%, 5/01/21 - AMBAC Insured	5/12 at 101
4,500	Sheffield, Alabama, Electric Revenue Warrants, Series 2003, 5.500%, 7/01/29 - AMBAC Insured	7/13 at 100
	ARIZONA - 3.8% (2.5% OF TOTAL INVESTMENTS)	
10,000	Maricopa County Pollution Control Corporation, Arizona, Revenue Bonds, Arizona Public Service Company - Palo Verde Project, Series 2002A, 5.050%, 5/01/29 - AMBAC Insured	11/12 at 100
	CALIFORNIA - 28.9% (18.9% OF TOTAL INVESTMENTS)	
13,500	California, General Obligation Refunding Bonds, Series 2002, 5.250%, 4/01/30 - XLCA Insured	4/12 at 100
7,500	California, General Obligation Bonds, Series 2004, 5.000%, 4/01/31 - AMBAC Insured	4/14 at 100
26,300	California State Public Works Board, Lease Revenue Bonds, Department of General Services, Capital East End, Series 2002A, 5.000%, 12/01/27 - AMBAC Insured (PLG)	12/12 at 100
2,910	Cathedral City, California, Public Financing Authority, Tax Allocation Bonds, Housing Set-Aside, Series 2002D, 5.000%, 8/01/26 - MBIA Insured	8/12 at 102
2,500	Irvine, California, Public Facilities and Infrastructure Authority, Assessment Revenue Bonds, Series 2003C, 5.000%, 9/02/23 - AMBAC Insured	3/05 at 103
4,000	Montara Sanitary District, California, General Obligation Bonds, Series 2003, 5.000%, 8/01/28 - FGIC Insured	8/11 at 101
	Plumas County, California, Certificates of Participation, Capital Improvement Program, Series 2003A:	
1,130	5.250%, 6/01/19 - AMBAC Insured	6/13 at 101
1,255	5.250%, 6/01/21 - AMBAC Insured	6/13 at 101
1,210	Redding, California, Joint Power Financing Authority Lease Revenue Bonds, Capital Projects, Series 2003A, 5.000%, 3/01/23 - AMBAC Insured	3/13 at 100
3,750	Sacramento Municipal Utility District, California, Electric Revenue Bonds, Series 2003R, 5.000%, 8/15/28 - MBIA Insured	8/13 at 100

1,500	San Diego Community College District, California, General Obligation Bonds, Series 2003A, 5.000%, 5/01/28 - FSA Insured	5/13 at 100
3,000	San Jose Redevelopment Agency, California, Tax Allocation Bonds, Merged Area Redevelopment Project, Series 2002, 5.000%, 8/01/32 - MBIA Insured	8/10 at 101
1,055	Turlock Irrigation District, California, Certificates of Participation, Series 2003A, 5.000%, 1/01/28 - MBIA Insured	1/13 at 100
6,300	University of California, Revenue Bonds, Multi-Purpose Projects, Series 2003A, 5.000%, 5/15/33 - AMBAC Insured	5/13 at 100
	COLORADO - 3.8% (2.5% OF TOTAL INVESTMENTS)	
	Bowles Metropolitan District, Colorado, General Obligation Bonds, Series 2003:	
4,300	5.500%, 12/01/23 - FSA Insured	12/13 at 100
3,750	5.500%, 12/01/28 - FSA Insured	12/13 at 100
1,450	Colorado Educational and Cultural Facilities Authority, Charter School Revenue Bonds, Peak-to-Peak Charter School, Series 2004, 5.250%, 8/15/24 - XLCA Insured	8/14 at 100

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	FLORIDA - 1.1% (0.8% OF TOTAL INVESTMENTS)	
$ 3,000	Pinellas County Health Facilities Authority, Florida, Revenue Bonds, Baycare Health System, Series 2003, 5.500%, 11/15/27	5/13 at 100
	GEORGIA - 1.4% (0.9% OF TOTAL INVESTMENTS)	
3,825	Metropolitan Atlanta Rapid Transit Authority, Georgia, Sales Tax Revenue Bonds, Second Indenture Series 2002, 5.000%, 7/01/32 - MBIA Insured	1/13 at 100
	ILLINOIS - 3.9% (2.6% OF TOTAL INVESTMENTS)	
	Cook County School District No. 100, Berwyn South, Illinois, General Obligation Refunding Bonds, Series 2003B:	
905	5.250%, 12/01/21 (Pre-refunded to 12/01/13) - FSA Insured	12/13 at 100
405	5.250%, 12/01/21 - FSA Insured	12/13 at 100
	Cook County School District No. 145, Arbor Park, Illinois, General Obligation Bonds, Series 2004:	
3,285	5.125%, 12/01/20 - FSA Insured	12/14 at 100
2,940	5.125%, 12/01/23 - FSA Insured	12/14 at 100

2,500	Illinois Health Facilities Authority, Revenue Bonds, Lake Forest Hospital, Series 2003, 5.250%, 7/01/23	7/13 at 100
	INDIANA - 8.9% (5.8% OF TOTAL INVESTMENTS)	
2,500	Evansville, Indiana, Sewerage Works Revenue Refunding Bonds, Series 2003A, 5.000%, 7/01/23 - AMBAC Insured	7/13 at 100
2,190	Indiana Bond Bank, Common School Fund Advance Purchase Funding Bonds, Series 2003B, 5.000%, 8/01/19 - MBIA Insured	8/13 at 100
1,000	Indiana University, Student Fee Revenue Bonds, Series 2003O, 5.000%, 8/01/22 - FGIC Insured	8/13 at 100
	IPS Multi-School Building Corporation, Indiana, First Mortgage Bonds, Series 2003:	
11,020	5.000%, 7/15/19 - MBIA Insured	7/13 at 100
6,000	5.000%, 7/15/20 - MBIA Insured	7/13 at 100
	KANSAS - 2.4% (1.6% OF TOTAL INVESTMENTS)	
6,250	Kansas Development Finance Authority, Revenue Bonds, Board of Regents, Scientific Research and Development Facilities Projects, Series 2003C, 5.000%, 10/01/22 - AMBAC Insured	4/13 at 102
	KENTUCKY - 0.5% (0.3% OF TOTAL INVESTMENTS)	
	Kentucky State Property and Buildings Commission, Revenue Refunding Bonds, Project 77, Series 2003:	
340	5.000%, 8/01/23 - MBIA Insured	8/13 at 100
985	5.000%, 8/01/23 - MBIA Insured	8/13 at 100
	LOUISIANA - 2.3% (1.5% OF TOTAL INVESTMENTS)	
5,785	New Orleans, Louisiana, General Obligation Refunding Bonds, Series 2002, 5.300%, 12/01/27 - FGIC Insured	12/12 at 100
	MASSACHUSETTS - 4.9% (3.2% OF TOTAL INVESTMENTS)	
9,000	Massachusetts Bay Transportation Authority, Senior Sales Tax Revenue Refunding Bonds, Series 2002A, 5.000%, 7/01/27 - FGIC Insured	7/12 at 100
1,125	Massachusetts Development Finance Authority, Revenue Bonds, Middlesex School, Series 2003, 5.125%, 9/01/23	9/13 at 100
3,000	Massachusetts Turnpike Authority, Metropolitan Highway System Revenue Bonds, Senior Series 1997A, 5.000%, 1/01/37 - MBIA Insured	1/07 at 102

	MICHIGAN - 12.0% (7.8% OF TOTAL INVESTMENTS)	
6,130	Detroit, Michigan, Senior Lien Water Supply System Revenue Bonds, Series 2003A, 5.000%, 7/01/23 - MBIA Insured	7/13 at 100
4,465	Detroit, Michigan, Senior Lien Water Supply System Revenue Refunding Bonds, Series 2003C, 5.000%, 7/01/22 - MBIA Insured	7/13 at 100
955	Grand Rapids Community College, Kent County, Michigan, General Obligation Refunding Bonds, Series 2003, 5.250%, 5/01/18 - AMBAC Insured	5/13 at 100

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	MICHIGAN (continued)	
$ 10,800	Michigan Strategic Fund, Limited Obligation Resource Recovery Revenue Refunding Bonds, Detroit Edison Company, Series 2002D, 5.250%, 12/15/32 - XLCA Insured	12/12 at 100
2,250	Romulus Community Schools, Wayne County, Michigan, General Obligation Refunding Bonds, Series 2001, 5.250%, 5/01/25	5/11 at 100
6,500	Wayne County, Michigan, Limited Tax General Obligation Airport Hotel Revenue Bonds, Detroit Metropolitan Wayne County Airport, Series 2001A, 5.000%, 12/01/30 - MBIA Insured	12/11 at 101
	MISSOURI - 1.1% (0.7% OF TOTAL INVESTMENTS)	
	Clay County Public School District No. 53, Liberty, Missouri, General Obligation Bonds, Series 2004:	
1,325	5.250%, 3/01/23 - FSA Insured	3/14 at 100
1,500	5.250%, 3/01/24 - FSA Insured	3/14 at 100
	MONTANA - 1.5% (1.0% OF TOTAL INVESTMENTS)	
4,105	Forsyth, Rosebud County, Montana, Pollution Control Revenue Refunding Bonds, Puget Sound Energy, Series 2003A, 5.000%, 3/01/31 - AMBAC Insured	3/13 at 101

	NEBRASKA - 1.9% (1.2% OF TOTAL INVESTMENTS)	
5,000	Lincoln, Nebraska, Sanitary Sewer System Revenue Refunding Bonds, Series 2003, 5.000%, 6/15/28 - MBIA Insured	6/13 at 100
	NEVADA - 0.9% (0.6% OF TOTAL INVESTMENTS)	
2,315	Clark County, Nevada, Subordinate Lien Airport Revenue Bonds, Series 2001B, 5.200%, 7/01/31 - FGIC Insured	7/11 at 100
	NEW MEXICO - 1.4% (0.9% OF TOTAL INVESTMENTS)	
	New Mexico State University, Revenue Bonds, Series 2004:	
1,975	5.000%, 4/01/19 - AMBAC Insured	4/14 at 100
1,530	5.000%, 4/01/23 - AMBAC Insured	4/14 at 100
	NEW YORK - 9.4% (6.2% OF TOTAL INVESTMENTS)	
25,000	Metropolitan Transportation Authority, New York, Transportation Revenue Refunding Bonds, Series 2002F, 5.000%, 11/15/31 - MBIA Insured	11/12 at 100
	NORTH CAROLINA - 3.3% (2.2% OF TOTAL INVESTMENTS)	
8,700	North Carolina Medical Care Commission, Revenue Bonds, Maria Parham Medical Center, Series 2003, 5.375%, 10/01/33 - RAAI Insured	10/13 at 100
	OREGON - 3.9% (2.6% OF TOTAL INVESTMENTS)	
9,350	Oregon Health Sciences University, Revenue Bonds, Series 2002A, 5.000%, 7/01/32 - MBIA Insured	1/13 at 100
1,000	Sunrise Water Authority, Oregon, Water Revenue Bonds, Series 2004, 5.000%, 3/01/19 - FSA Insured	3/14 at 100
	PENNSYLVANIA - 8.7% (5.7% OF TOTAL INVESTMENTS)	
3,000	Lehigh County General Purpose Authority, Pennsylvania, Hospital Revenue Bonds, St. Luke's Hospital of Bethlehem, Series 2003, 5.375%, 8/15/33	8/13 at 100
2,000	Philadelphia Gas Works, Pennsylvania, Revenue Bonds, General Ordinance, Fourth Series 1998, 5.000%, 8/01/32 - FSA Insured	8/13 at 100
	Philadelphia, Pennsylvania, Water and Wastewater Revenue Bonds, Series 1997A:	

925	5.125%, 8/01/27 - AMBAC Insured	8/07 at 102
4,075	5.125%, 8/01/27 - AMBAC Insured	8/07 at 102
13,000	State Public School Building Authority, Pennsylvania, Lease Revenue Bonds, Philadelphia School District Project, Series 2003, 5.000%, 6/01/33 - FSA Insured	6/13 at 100
	SOUTH CAROLINA - 7.3% (4.8% OF TOTAL INVESTMENTS)	
5,000	Florence County, South Carolina, Hospital Revenue Bonds, McLeod Regional Medical Center Project, Series 2004A, 5.250%, 11/01/23 - FSA Insured	11/14 at 100

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	SOUTH CAROLINA (continued)	
	Greenville County School District, South Carolina, Installment Purchase Revenue Bonds, Series 2003:	
$ 3,000	5.000%, 12/01/22	12/13 at 100
1,785	5.000%, 12/01/23	12/13 at 100
1,365	Myrtle Beach, South Carolina, Water and Sewer System Revenue Refunding Bonds, Series 2003, 5.375%, 3/01/19 - FGIC Insured	3/13 at 100
8,000	South Carolina Transportation Infrastructure Bank, Revenue Bonds, Series 2002A, 5.000%, 10/01/33 - AMBAC Insured	10/12 at 100
	TEXAS - 13.1% (8.5% OF TOTAL INVESTMENTS)	
7,975	Fort Bend Independent School District, Fort Bend County, Texas, General Obligation Bonds, Series 2000, 5.000%, 8/15/25	8/10 at 100
12,500	Grand Prairie Independent School District, Dallas County, Texas, General Obligation Bonds, Series 2003, 5.125%, 2/15/31 - FSA Insured	2/13 at 100
5,515	Houston, Texas, General Obligation Refunding Bonds, Series 2002, 5.250%, 3/01/20 - MBIA Insured	3/12 at 100
2,000	Houston, Texas, First Lien Combined Utility System Revenue Bonds, Series 2004A, 5.250%, 5/15/25 - MBIA Insured	5/14 at 100
5,850	Katy Independent School District, Harris, Fort Bend and Waller Counties, Texas, General Obligation Bonds, Series 2002A, 5.125%, 2/15/18	2/12 at 100

	VIRGINIA - 0.6% (0.4% OF TOTAL INVESTMENTS)	
1,500	Hampton, Virginia, Revenue Bonds, Convention Center Project, Series 2002, 5.125%, 1/15/28 - AMBAC Insured	1/13 at 100
	WASHINGTON - 9.2% (6.0% OF TOTAL INVESTMENTS)	
4,945	Broadway Office Properties, King County, Washington, Lease Revenue Bonds, Washington Project, Series 2002, 5.000%, 12/01/31 - MBIA Insured	12/12 at 100
5,250	Chelan County Public Utility District 1, Washington, Hydro Consolidated System Revenue Bonds, Series 2002C, 5.125%, 7/01/33 - AMBAC Insured	7/12 at 100
2,135	Kitsap County Consolidated Housing Authority, Washington, Revenue Bonds, Bremerton Government Center Project, Series 2003, 5.000%, 7/01/23 - MBIA Insured	7/13 at 100
1,935	Pierce County School District 343, Dieringer, Washington, General Obligation Refunding Bonds, Series 2003, 5.250%, 12/01/17 - FSA Insured	6/13 at 100
9,670	Washington, General Obligation Bonds, Series 2003D, 5.000%, 12/01/21 - MBIA Insured	6/13 at 100
	WEST VIRGINIA - 1.3% (0.8% OF TOTAL INVESTMENTS)	
3,000	West Virginia State Building Commission, Lease Revenue Refunding Bonds, Regional Jail Project, Series 1998A, 5.375%, 7/01/21 - AMBAC Insured	No Opt. C
	WISCONSIN - 6.7% (4.4% OF TOTAL INVESTMENTS)	
1,190	Sun Prairie Area School District, Dane County, Wisconsin, General Obligation Bonds, Series 2004C, 5.250%, 3/01/24 - FSA Insured	3/14 at 100
4,750	Wisconsin Health and Educational Facilities Authority, Revenue Refunding Bonds, Wausau Hospital Inc., Series 1998A, 5.125%, 8/15/20 - AMBAC Insured	8/08 at 102
3,000	Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Meriter Hospital Inc., Series 1992A, 6.000%, 12/01/22 - FGIC Insured	No Opt. C
3,600	Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Wheaton Franciscan Services Inc., Series 2003A, 5.125%, 8/15/33	8/13 at 100
4,605	Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Franciscan Sisters of Christian Charity HealthCare Ministry, Series 2003A, 5.875%, 9/01/33	9/13 at 100
$ 397,220	Total Long-Term Investments (cost $398,499,338) - 152.5%	

Nuveen Insured Tax-Free Advantage Municipal Fund (NEA) (continued)
Portfolio of INVESTMENTS October 31, 2004

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)
	SHORT-TERM INVESTMENTS - 0.2% (0.1% OF TOTAL INVESTMENTS)
$ 500	Puerto Rico Government Development Bank, Adjustable Refunding Bonds, Variable Rate Demand Obligations, Series 1985, 1.700%, 12/01/15 - MBIA Insured+
$ 500	Total Short-Term Investments (cost $500,000)
	Total Investments (cost $398,999,338) - 152.7%
	Other Assets Less Liabilities - 0.0%
	Preferred Shares, at Liquidation Value - (52.7)%
	Net Assets Applicable to Common Shares - 100%

FORWARD SWAP TRANSACTIONS OUTSTANDING AT OCTOBER 31, 2004:

	NOTIONAL AMOUNT	EFFECTI DA
Agreement with Morgan Stanley dated June 7, 2004, to pay semi-annually the notional amount multiplied by 5.990% (annualized) and receive quarterly the notional amount multiplied by the three-month USD-LIBOR (United States Dollar-London Inter-Bank Offer Rate).	$10,000,000	12/09/
Agreement with Morgan Stanley dated June 9, 2004, to pay semi-annually the notional amount multiplied by 6.009% (annualized) and receive quarterly the notional amount multiplied by the three-month USD-LIBOR (United States Dollar-London Inter-Bank Offer Rate).	30,000,000	12/13/
Agreement with JPMorgan dated June 23, 2004, to pay semi-annually the notional amount multiplied by 5.932% (annualized) and receive quarterly the notional amount multiplied by the three-month USD-LIBOR (United States Dollar-London Inter-Bank Offer Rate).	14,500,000	1/14/

At least 80% of the Fund's net assets are invested in municipal securities that are either covered by Original Issue Insurance, Secondary Market Insurance or Portfolio

Insurance which ensures the timely payment of principal and interest. Up to 20% of the Fund's net assets may be invested in municipal securities that are (i) either backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities (also ensuring the timely payment of principal and interest), or (ii) municipal bonds that are rated, at the time of investment, within the four highest grades (Baa or BBB or better by Moody's, S&P or Fitch) or unrated but judged to be of comparable quality by the Adviser.

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

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

* Optional Call Provisions (not covered by the report of independent registered public accounting firm): Dates (month and year) and prices of the earliest optional call or redemption. There may be other call provisions at varying prices at later dates.

** Ratings (not covered by the report of independent registered public accounting firm): Using the higher of Standard & Poor's or Moody's rating.

\+ Security has a maturity of more than one year, but has variable rate and demand features which qualify it as a short-term security. The rate disclosed is that currently in effect. This rate changes periodically based on market conditions or a specified market index.

(PLG) Portion of security, with an aggregate market value of $7,743,937, has been pledged to collateralize the net payment obligations under forward swap contracts.

See accompanying notes to financial statements.

Statement of
ASSETS AND LIABILITIES October 31, 2004

	INSURED QUALITY (NQI)	INSURED OPPORTUNITY (NIO)	PREMIER INSURED INCOME (NIF)	INSURED PREMIUM INCOME 2 (NPX)
ASSETS				
Investments, at market value (cost $851,499,816, $1,803,711,022, $427,584,412, $753,373,775, $652,877,253 and $398,999,338, respectively)	$913,993,645	$1,958,213,345	$464,337,798	$807,548,666
Cash	498,671	37,340	44,529	503,334

Receivables:				
Interest	12,312,152	29,957,929	7,608,762	13,837,994
Investments sold	394,750	7,528,748	35,000	2,127,753
Other assets	61,096	103,013	26,179	52,389
Total assets	927,260,314	1,995,840,375	472,052,268	824,070,136
LIABILITIES				
Payable for investments purchased	3,491,779	11,335,115	--	14,698,220
Forward swaps, at value	--	--	--	--
Accrued expenses:				
Management fees	482,017	1,014,387	250,528	423,168
Other	196,785	383,862	103,533	298,604
Preferred share dividends payable	62,118	121,821	31,720	53,064
Total liabilities	4,232,699	12,855,185	385,781	15,473,056
Preferred shares, at liquidation value	318,000,000	680,000,000	161,000,000	268,900,000
Net assets applicable to Common shares	$605,027,615	$1,302,985,190	$310,666,487	$539,697,080
Common shares outstanding	38,177,064	81,138,036	19,411,049	37,353,512
Net asset value per Common share outstanding (net assets applicable to Common shares, divided by Common shares outstanding)	$ 15.85	$ 16.06	$ 16.00	$ 14.45
NET ASSETS APPLICABLE TO COMMON SHARES CONSIST OF:				
Common shares, $.01 par value per share	$ 381,771	$ 811,380	$ 194,110	$ 373,535
Paid-in surplus	532,667,962	1,128,874,275	269,330,311	491,941,519
Undistributed (Over-distribution) of net investment income	7,235,743	16,469,788	2,607,073	5,255,974
Accumulated net realized gain (loss) from investments	2,248,310	2,327,424	1,781,607	(12,048,839)
Net unrealized appreciation (depreciation) of investments and forward swap transactions	62,493,829	154,502,323	36,753,386	54,174,891
Net assets applicable to Common shares	$605,027,615	$1,302,985,190	$310,666,487	$539,697,080
Authorized shares:				
Common	200,000,000	200,000,000	200,000,000	Unlimited
Preferred	1,000,000	1,000,000	1,000,000	Unlimited

See accompanying notes to financial statements.

Statement of
OPERATIONS Year Ended October 31, 2004

	INSURED QUALITY (NQI)	INSURED OPPORTUNITY (NIO)	PREMIER INSURED INCOME (NIF)	INSURED PREMIUM INCOME 2 (NPX)
INVESTMENT INCOME	$48,352,195	$99,777,574	$23,666,324	$40,937,786
EXPENSES				
Management fees	5,711,518	12,010,312	2,959,435	5,008,357
Preferred shares - auction fees	797,177	1,704,656	403,603	674,091
Preferred shares - dividend disbursing agent fees	50,138	70,191	30,082	50,138
Shareholders' servicing agent fees and expenses	106,673	174,875	42,475	61,798
Custodian's fees and expenses	182,510	384,772	95,776	165,507
Directors'/Trustees' fees and expenses	21,495	50,053	9,126	18,284
Professional fees	39,508	76,587	21,936	27,438
Shareholders' reports - printing and mailing expenses	78,298	189,807	42,487	76,625
Stock exchange listing fees	16,077	32,564	11,889	15,374
Investor relations expense	71,147	160,308	41,185	51,410
Portfolio insurance expense	27,841	49,080	--	642
Other expenses	51,297	86,349	30,736	34,152
Total expenses before custodian fee credit and expense reimbursement	7,153,679	14,989,554	3,688,730	6,183,816
Custodian fee credit	(15,674)	(20,382)	(13,538)	(22,524)
Expense reimbursement	--	--	--	--
Net expenses	7,138,005	14,969,172	3,675,192	6,161,292
Net investment income	41,214,190	84,808,402	19,991,132	34,776,494
REALIZED AND UNREALIZED GAIN FROM INVESTMENTS				
Net realized gain from investments	2,202,219	2,845,723	1,804,462	4,743,922
Change in net unrealized appreciation (depreciation) of investments	5,112,646	13,606,844	5,140,974	3,531,341
Change in net unrealized appreciation (depreciation) of forward swap transactions	--	--	--	--
Net gain from investments	7,314,865	16,452,567	6,945,436	8,275,263
DISTRIBUTIONS TO PREFERRED SHAREHOLDERS				
From net investment income	(2,891,716)	(6,198,825)	(1,461,536)	(2,517,974)
From accumulated net realized gains				

from investments	(114,034)	(149,437)	(26,521)	--
Decrease in net assets applicable to Common shares from distributions to Preferred shareholders	(3,005,750)	(6,348,262)	(1,488,057)	(2,517,974)
Net increase in net assets applicable to Common shares from operations	$45,523,305	$94,912,707	$25,448,511	$40,533,783

See accompanying notes to financial statements.

Statement of
CHANGES IN NET ASSETS

	INSURED QUALITY (NQI)	
	YEAR ENDED 10/31/04	YE END 10/31/
OPERATIONS		
Net investment income	$ 41,214,190	$ 41,802,30
Net realized gain from investments	2,202,219	1,876,81
Change in net unrealized appreciation (depreciation) of investments	5,112,646	(4,019,79
Change in net unrealized appreciation (depreciation) of forward swap transactions	--	-
Distributions to Preferred Shareholders:		
From net investment income	(2,891,716)	(2,683,38
From accumulated net realized gains from investments	(114,034)	(433,29
Net increase in net assets applicable to Common shares from operations	45,523,305	36,542,65
DISTRIBUTIONS TO COMMON SHAREHOLDERS		
From net investment income	(38,923,489)	(37,979,53
From accumulated net realized gains from investments	(1,766,378)	(4,511,58
Decrease in net assets applicable to Common shares from distributions to Common shareholders	(40,689,867)	(42,491,11
CAPITAL SHARE TRANSACTIONS		
Common shares:		
Net proceeds from sale of shares	--	-
Net proceeds from shares issued to shareholders due to reinvestment of distributions	2,092,259	2,555,27
Preferred shares offering costs	--	-
Net increase (decrease) in net assets applicable to Common		

shares from capital share transactions	2,092,259	2,555,27
Net increase (decrease) in net assets applicable to Common shares	6,925,697	(3,393,18
Net assets applicable to Common shares at the beginning of year	598,101,918	601,495,09
Net assets applicable to Common shares at the end of year	$605,027,615	$598,101,91
Undistributed (Over-distribution of) net investment income at the end of year	$ 7,235,743	$ 7,882,00

See accompanying notes to financial statements.

Statement of
CHANGES IN NET ASSETS (continued)

	PREMIER INSURED INCOME (NIF)	
	YEAR ENDED 10/31/04	YE END 10/31/
OPERATIONS		
Net investment income	$ 19,991,132	$ 20,369,0
Net realized gain from investments	1,804,462	398,3
Change in net unrealized appreciation (depreciation) of investments	5,140,974	2,116,0
Change in net unrealized appreciation (depreciation) of forward swap transactions	--	
Distributions to Preferred Shareholders:		
From net investment income	(1,461,536)	(1,427,4
From accumulated net realized gains from investments	(26,521)	(66,2
Net increase in net assets applicable to Common shares from operations	25,448,511	21,389,6
DISTRIBUTIONS TO COMMON SHAREHOLDERS		
From net investment income	(18,972,928)	(18,862,6
From accumulated net realized gains from investments	(373,855)	(674,6
Decrease in net assets applicable to Common shares from distributions to Common shareholders	(19,346,783)	(19,537,2
CAPITAL SHARE TRANSACTIONS		
Common shares:		
Net proceeds from sale of shares	--	
Net proceeds from shares issued to shareholders due to reinvestment of distributions	653,067	937,9
Preferred shares offering costs	--	
Net increase (decrease) in net assets applicable to Common shares from capital share transactions	653,067	937,9
Net increase (decrease) in net assets applicable to Common shares	6,754,795	2,790,3

Net assets applicable to Common shares at the beginning of year	303,911,692	301,121,3
Net assets applicable to Common shares at the end of year	$310,666,487	$303,911,6
Undistributed (Over-distribution of) net investment income at the end of year	$ 2,607,073	$ 3,050,4

See accompanying notes to financial statements.

	INSURED DIVIDEND ADVANTAGE (NVG)	
	YEAR ENDED 10/31/04	YE END 10/31/
OPERATIONS		
Net investment income	$ 30,289,838	$ 30,822,8
Net realized gain from investments	3,840,906	2,261,4
Change in net unrealized appreciation (depreciation) of investments	11,761,364	2,080,1
Change in net unrealized appreciation (depreciation) of forward swap transactions	(2,750,245)	
Distributions to Preferred Shareholders:		
From net investment income	(2,131,112)	(1,986,9
From accumulated net realized gains from investments	(140,030)	(389,2
Net increase in net assets applicable to Common shares from operations	40,870,721	32,788,2
DISTRIBUTIONS TO COMMON SHAREHOLDERS		
From net investment income	(27,722,483)	(27,721,2
From accumulated net realized gains from investments	(2,127,005)	(3,132,7
Decrease in net assets applicable to Common shares from distributions to Common shareholders	(29,849,488)	(30,854,0
CAPITAL SHARE TRANSACTIONS		
Common shares:		
Net proceeds from sale of shares	--	(1,5
Net proceeds from shares issued to shareholders due to reinvestment of distributions	--	
Preferred shares offering costs	(108)	3,0
Net increase (decrease) in net assets applicable to Common shares from capital share transactions	(108)	1,4
Net increase (decrease) in net assets applicable to Common shares	11,021,125	1,935,6
Net assets applicable to Common shares at the beginning of year	459,368,046	457,432,3

Net assets applicable to Common shares at the end of year	$470,389,171	$459,368,0
Undistributed (Over-distribution of) net investment income at the end of year	$ 2,707,005	$ 2,280,6

See accompanying notes to financial statements.

Notes to
FINANCIAL STATEMENTS

1. GENERAL INFORMATION AND SIGNIFICANT ACCOUNTING POLICIES

The funds (the "Funds") covered in this report and their corresponding Common share stock exchange symbols are Nuveen Insured Quality Municipal Fund, Inc. (NQI), Nuveen Insured Municipal Opportunity Fund, Inc. (NIO), Nuveen Premier Insured Municipal Income Fund, Inc. (NIF), Nuveen Insured Premium Income Municipal Fund 2 (NPX), Nuveen Insured Dividend Advantage Municipal Fund (NVG) and Nuveen Insured Tax-Free Advantage Municipal Fund (NEA). Common shares of Insured Quality (NQI), Insured Opportunity (NIO), Premier Insured Income (NIF) and Insured Premium Income 2 (NPX) are traded on the New York Stock Exchange while Common shares of Insured Dividend Advantage (NVG) and Insured Tax-Free Advantage (NEA) are traded on the American Stock Exchange. The Funds are registered under the Investment Company Act of 1940, as amended, as closed-end, diversified management investment companies.

Prior to the commencement of operations of Insured Tax-Free Advantage (NEA), the Fund had no operations other than those related to organizational matters, the initial capital contribution of $100,275 by Nuveen Advisory Corp. (the "Adviser"), a wholly owned subsidiary of Nuveen Investments, Inc. and the recording of the organization expenses ($11,500) and their reimbursement by Nuveen Investments, LLC, also a wholly owned subsidiary of Nuveen Investments, Inc.

Each Fund seeks to provide current income exempt from regular federal income tax, and in the case of Insured Tax-Free Advantage (NEA) the alternative minimum tax applicable to individuals, by investing primarily in a diversified portfolio of municipal obligations issued by state and local government authorities.

The following is a summary of significant accounting policies followed by the Funds in the preparation of their financial statements in accordance with U.S. generally accepted accounting principles.

Securities Valuation

The prices of municipal bonds in each Fund's investment portfolio are provided by a pricing service approved by the Fund's Board of Directors/Trustees. When price quotes are not readily available (which is usually the case for municipal securities), the pricing service establishes fair market value based on yields or prices of municipal bonds of comparable quality, type of issue, coupon, maturity and rating, indications of value from securities dealers, evaluations of anticipated cash flows or collateral and general market conditions. If it is determined that market prices for a security are unavailable or inappropriate,

the Board of Directors/Trustees of the Funds, or its designee, may establish a fair value for the security. Temporary investments in securities that have variable rate and demand features qualifying them as short-term securities are valued at amortized cost, which approximates market value.

Securities Transactions

Securities transactions are recorded on a trade date basis. Realized gains and losses from such transactions are determined on the specific identification method. Securities purchased or sold on a when-issued or delayed delivery basis may have extended settlement periods. The securities so purchased are subject to market fluctuation during this period. The Funds have instructed the custodian to segregate assets with a current value at least equal to the amount of the when-issued and delayed delivery purchase commitments. At October 31, 2004, Insured Quality (NQI), Insured Opportunity (NIO) and Insured Premium Income 2 (NPX) had outstanding when-issued purchase commitments of $3,491,779, $9,056,334, and $14,698,220, respectively. There were no such outstanding purchase commitments in any of the other Funds.

Investment Income

Interest income, which includes the amortization of premiums and accretion of discounts for financial reporting purposes, is recorded on an accrual basis. Investment income also includes paydown gains and losses, if any.

Federal Income Taxes

Each Fund is a separate taxpayer for federal income tax purposes. Each Fund intends to distribute all net investment income and net capital gains to shareholders and to otherwise comply with the requirements of Subchapter M of the Internal Revenue Code applicable to regulated investment companies. Therefore, no federal income tax provision is required. Furthermore, each Fund intends to satisfy conditions which will enable interest from municipal securities, which is exempt from regular federal income tax, and in the case of Insured Tax-Free Advantage (NEA) the alternative minimum tax applicable to individuals, to retain such tax-exempt status when distributed to shareholders of the Funds. All monthly tax-exempt income dividends paid during the fiscal year ended October 31, 2004, have been designated Exempt Interest Dividends. Net realized capital gains and ordinary income distributions made by the Funds are subject to federal taxation.

Dividends and Distributions to Common Shareholders

Dividends from tax-exempt net investment income are declared monthly. Net realized capital gains and/or market discount from investment transactions, if any, are distributed to shareholders not less frequently than annually. Furthermore, capital gains are distributed only to the extent they exceed available capital loss carryforwards.

Distributions to Common shareholders of tax-exempt net investment income, net realized capital gains and/or market discount, if any, are recorded on the ex-dividend date. The amount and timing of distributions are determined in accordance with federal income tax regulations, which may differ from U.S. generally accepted accounting principles.

Preferred Shares

The Funds have issued and outstanding Preferred shares, $25,000 stated value per share, as a means of effecting financial leverage. Each Fund's Preferred shares are issued in more than one Series. The dividend rate on each Series is determined every seven days, pursuant to a dutch auction process overseen by the auction agent, and is payable weekly at the end of each rate period. The number of Preferred shares outstanding, by Series and in total, for each Fund is as follows:

	INSURED QUALITY (NQI)	INSURED OPPORTUNITY (NIO)	PREMIER INSURED INCOME (NIF)	INSURED PREMIUM INCOME 2 (NPX)	INSURED DIVIDEND ADVANTAGE (NVG)	A
Number of shares:						
Series M	2,600	4,000	--	2,080	3,160	
Series T	2,600	4,000	--	2,200	3,080	
Series W	2,600	4,000	840	2,080	--	
Series W2	--	3,200	--	--	--	
Series TH	2,320	4,000	2,800	2,200	3,080	
Series TH2	--	4,000	--	--	--	
Series F	2,600	4,000	2,800	2,196	--	
Total	12,720	27,200	6,440	10,756	9,320	

Insured Tax-Free Advantage (NEA) issued the Preferred shares listed above on January 17, 2003.

Insurance

Insured Quality (NQI), Insured Opportunity (NIO), Premier Insured Income (NIF) and Insured Premium Income 2 (NPX) invest in municipal securities which are either covered by insurance or are backed by an escrow or trust account containing sufficient U.S. Government or U.S. Government agency securities, both of which ensure the timely payment of principal and interest.

Insured Dividend Advantage (NVG) and Insured Tax-Free Advantage (NEA) invest at least 80% of their net assets (including net assets applicable to Preferred shares) in municipal securities that are covered by insurance. Each Fund may also invest up to 20% of its net assets (including net assets applicable to Preferred shares) in municipal securities which are either (i) backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities, or (ii) municipal bonds that are rated, at the time of investment, within the four highest grades (Baa or BBB or better by Moody's, S&P or Fitch) or unrated but judged to be of comparable quality by the Adviser.

Each insured municipal security is covered by Original Issue Insurance, Secondary Market Insurance or Portfolio Insurance. Such insurance does not guarantee the market value of the municipal securities or the value of the Funds' Common shares. Original Issue Insurance and Secondary Market Insurance remain in effect as long as the municipal securities covered thereby remain outstanding and the insurer remains in business, regardless of whether the Funds ultimately dispose of such municipal securities. Consequently, the market value of the municipal securities covered by Original Issue Insurance or Secondary Market Insurance may reflect value attributable to the insurance. Portfolio Insurance, in contrast, is effective only while the municipal securities are held by the Funds. Accordingly, neither the prices used in determining the

market value of the underlying municipal securities nor the Common share net asset value of the Funds include value, if any, attributable to the Portfolio Insurance. Each policy of the Portfolio Insurance does, however, give the Funds the right to obtain permanent insurance with respect to the municipal security covered by the Portfolio Insurance policy at the time of its sale.

Forward Swap Transactions

The Funds may invest in certain derivative financial instruments. The Funds' use of forward interest rate swap transactions is intended to mitigate the negative impact that an increase in long-term interest rates could have on Common share net earnings. Forward interest rate swap transactions involve each Fund's agreement with the counterparty to pay, in the future, a fixed rate payment in exchange for the counterparty paying the Fund a variable rate payment. The amount of the payment obligation is based on the notional or nominal amount of the forward swap contract. The Funds may close out a contract prior to the effective date. When a forward swap is terminated, it does not involve the delivery of securities or other underlying assets or principal, but rather is settled in cash. Each Fund intends to, but is not obligated to, terminate its forward swaps before the effective date. Accordingly, the risk of loss with respect to the swap counterparty on such transactions is limited to the credit risk associated with a counterparty failing to honor its commitment. To minimize such credit risk, all counterparties are required to segregate collateral daily (based on the daily valuation of each swap) on behalf of each Fund with a value approximately equal to the amount of any unrealized gain. Reciprocally, when any of the Funds have an unrealized loss on a swap contract, the Funds have instructed the custodian to segregate assets of the Funds

as collateral with a value approximately equal to the amount of the unrealized loss. The Funds help reduce the credit risks associated with forward swap transactions by entering into agreements only with counterparties the Adviser believes have the financial resources to honor their obligations and by having the Adviser monitor the financial stability of the swap counterparties.

Custodian Fee Credit

Each Fund has an arrangement with the custodian bank whereby certain custodian fees and expenses are reduced by credits earned on each Fund's cash on deposit with the bank. Such deposit arrangements are an alternative to overnight investments.

Offering Costs

Nuveen Investments, LLC has agreed to pay all Common share offering costs (other than the sales load) that exceed $.03 per Common share for Insured Tax-Free Advantage (NEA). Insured Tax-Free Advantage's (NEA) share of Common share offering costs ($440,201) was recorded as a reduction of the proceeds from the sale of Common shares.

Costs incurred by Insured Tax-Free Advantage (NEA) in connection with the offering of Preferred shares ($3,084,842) were recorded as a reduction to paid-in surplus.

Indemnifications

Under the Funds' organizational documents, its Officers and Directors/Trustees are indemnified against certain liabilities arising out of the performance of their duties to the Funds. In addition, in the normal course of business, the Funds enter into contracts that provide general indemnifications to other parties. The Funds' maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Funds that have not yet occurred. However, the Funds have not had prior claims or losses pursuant to these contracts and expect the risk of loss to be remote.

Use of Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of increases and decreases in net assets applicable to Common shares from operations during the reporting period. Actual results may differ from those estimates.

2. FUND SHARES

Transactions in Common and Preferred shares were as follows:

	INSURED QUALITY (NQI)		INSURED OPPORTUNITY (NIO)		PREMIER IN INCOME (
	YEAR ENDED 10/31/04	YEAR ENDED 10/31/03	YEAR ENDED 10/31/04	YEAR ENDED 10/31/03	YEAR ENDED 10/31/04
Common shares:					
Shares sold	--	--	--	--	--
Shares issued to shareholders due to reinvestment of distributions	126,022	156,328	77,090	--	39,908
	126,022	156,328	77,090	--	39,908
Preferred shares sold	--	--	--	--	--

	INSURED PREMIUM INCOME 2 (NPX)		INSURED DIVIDEND ADVANTAGE (NVG)		INSUR TAX-FREE ADVA
	YEAR	YEAR	YEAR	YEAR	YEAR

	ENDED 10/31/04	ENDED 10/31/03	ENDED 10/31/04	ENDED 10/31/03	ENDED 10/31/04
Common shares:					
Shares sold	--	--	--	--	--
Shares issued to shareholders due to reinvestment of distributions	60,649	38,904	--	--	5,076
	60,649	38,904	--	--	5,076
Preferred shares sold	--	--	--	--	--

3. SECURITIES TRANSACTIONS

Purchases and sales (including maturities) of investments in long-term municipal securities during the fiscal year ended October 31, 2004, were as follows:

	INSURED QUALITY (NQI)	INSURED OPPORTUNITY (NIO)	PREMIER INSURED INCOME (NIF)	INSURED PREMIUM INCOME 2 (NPX)	INSURED DIVIDEND ADVANTAGE (NVG)
Purchases	$79,125,934	$153,213,327	$61,689,322	$125,998,157	$73,502,496
Sales and maturities	76,297,734	152,768,857	61,082,770	108,397,342	76,960,805

4. INCOME TAX INFORMATION

The following information is presented on an income tax basis. Differences between amounts for financial statement and federal income tax purposes are primarily due to the treatment of paydown gains and losses on investments, timing differences in recognizing income on taxable market discount securities and timing differences in recognizing certain gains and losses on security transactions.

At October 31, 2004, the cost of investments was as follows:

	INSURED QUALITY (NQI)	INSURED OPPORTUNITY (NIO)	PREMIER INSURED INCOME (NIF)	INSURED PREMIUM INCOME 2 (NPX)	INS DIVI ADVAN (
Cost of investments	$851,183,584	$1,803,021,761	$427,537,899	$753,351,254	$652,781

Gross unrealized appreciation and gross unrealized depreciation of investments at October 31, 2004, were as follows:

	PREMIER	INSURED	INSURE

	INSURED QUALITY (NQI)	INSURED OPPORTUNITY (NIO)	INSURED INCOME (NIF)	PREMIUM INCOME 2 (NPX)	DIVIDEN ADVANTAG (NVG
Gross unrealized:					
Appreciation	$62,931,512	$156,056,876	$36,938,531	$54,522,909	$43,609,63
Depreciation	(121,451)	(865,292)	(138,632)	(325,497)	(715,86
Net unrealized appreciation of investments	$62,810,061	$155,191,584	$36,799,899	$54,197,412	$42,893,77

The tax components of undistributed net investment income and net realized gains at October 31, 2004, were as follows:

	INSURED QUALITY (NQI)	INSURED OPPORTUNITY (NIO)	PREMIER INSURED INCOME (NIF)	INSURED PREMIUM INCOME 2 (NPX)
Undistributed net tax-exempt income *	$10,089,309	$21,953,357	$4,174,273	$7,983,324
Undistributed net ordinary income **	425,383	--	801,863	--
Undistributed net long-term capital gains	1,941,207	2,848,599	979,744	--

* Undistributed net tax-exempt income (on a tax basis) has not been reduced for the dividend declared on October 1, 2004, paid on November 1, 2004.

** Net ordinary income consists of taxable market discount income and net short-term capital gains, if any.

The tax character of distributions paid during the fiscal years ended October 31, 2004 and October 31, 2003, was designated for purposes of the dividends paid deduction as follows:

2004	INSURED QUALITY (NQI)	INSURED OPPORTUNITY (NIO)	PREMIER INSURED INCOME (NIF)	INSURED PREMIUM INCOME 2 (NPX)	INSURED DIVIDEND ADVANTAGE (NVG)
Distributions from net tax-exempt income	$41,497,482	$84,945,305	$20,407,082	$35,184,856	$29,829,269
Distributions from net					

ordinary income **	264,316	78,388	--	--	2,266,382
Distributions from net long-term capital gains	1,880,412	2,507,561	400,376	--	1,939

2003	INSURED QUALITY (NQI)	INSURED OPPORTUNITY (NIO)	PREMIER INSURED INCOME (NIF)	INSURED PREMIUM INCOME 2 (NPX)	INSURED DIVIDEND ADVANTAGE (NVG)
Distributions from net tax-exempt income	$40,502,631	$84,020,174	$20,270,539	$34,382,914	$29,729,306
Distributions from net ordinary income **	538,152	410,238	22,665	--	3,522,076
Distributions from net long-term capital gains	4,406,720	11,032,247	740,863	--	--

** Net ordinary income consists of taxable market discount income and net short-term capital gains, if any.

*** For the period November 21, 2002 (commencement of operations) through October 31, 2003.

At October 31, 2004, Insured Premium Income 2 (NPX) had an unused capital loss carryforward of $12,018,781 available for federal income tax purposes to be applied against future capital gains, if any. If not applied, the carryforward will expire in 2008.

5. MANAGEMENT FEE AND OTHER TRANSACTIONS WITH AFFILIATES

As approved by the Board of Directors/Trustees, effective August 1, 2004, a complex-wide management fee structure was adopted for all funds sponsored by the Adviser and its affiliates. This fee structure separates each fund's management fee into two components - a complex-level component, based on the aggregate amount of all funds assets managed by the Adviser and its affiliates, and a specific fund-level component, based only on the amount of assets within each individual fund. This pricing structure enables Nuveen fund shareholders to benefit from growth in the assets within each individual fund as well as from growth in the amount of complex-wide assets managed by the Adviser and its affiliates. Under no circumstances will this pricing structure result in a fund paying management fees at a rate higher than would otherwise have been applicable had the complex-wide management fee structure not been implemented. As a consequence of this new management fee structure, the funds' effective management fees were reduced by approximately .006% as of November 30, 2004.

Effective August 1, 2004, the annual fund-level fee, payable monthly, for each of the Funds is based upon the average daily net assets (including net assets attributable to Preferred shares) of each Fund as follows:

INSURED QUALITY (NQI)
INSURED OPPORTUNITY (NIO)
PREMIER INSURED INCOME (NIF)

AVERAGE DAILY NET ASSETS (INCLUDING NET ASSETS ATTRIBUTABLE TO PREFERRED SHARES)	INSURED PREMIUM INCOME 2 (NPX) FUND-LEVEL FEE RATE
For the first $125 million	.4500%
For the next $125 million	.4375
For the next $250 million	.4250
For the next $500 million	.4125
For the next $1 billion	.4000
For the next $3 billion	.3875
For net assets over $5 billion	.3750

AVERAGE DAILY NET ASSETS (INCLUDING NET ASSETS ATTRIBUTABLE TO PREFERRED SHARES)	INSURED DIVIDEND ADVANTAGE (NVG) INSURED TAX-FREE ADVANTAGE (NEA) FUND-LEVEL FEE RATE
For the first $125 million	.4500%
For the next $125 million	.4375
For the next $250 million	.4250
For the next $500 million	.4125
For the next $1 billion	.4000
For net assets over $2 billion	.3750

Effective August 1, 2004, the annual complex-level fee, payable monthly, which is additive to the fund-level fee, for all Nuveen sponsored funds in the U.S., is based on the aggregate amount of total fund assets managed as follows:

COMPLEX-LEVEL ASSETS(1)	COMPLEX-LEVEL FEE RATE
For the first $55 billion	.2000%
For the next $1 billion	.1800
For the next $1 billion	.1600
For the next $3 billion	.1425
For the next $3 billion	.1325
For the next $3 billion	.1250
For the next $5 billion	.1200
For the next $5 billion	.1175
For the next $15 billion	.1150
For Managed Assets over $91 billion (2)	.1400

(1) The complex-level fee component of the management fee for the funds is calculated based upon the aggregate Managed Assets ("Managed Assets" means the average daily net assets of each fund including assets attributable to all types of leverage used by the Nuveen funds) of Nuveen-sponsored funds in the U.S.

(2) With respect to the complex-wide Managed Assets over $91 billion, the fee rate or rates that will apply to such assets will be determined at a later date. In the unlikely event that complex-wide Managed Assets reach $91 billion prior to a determination of the complex-level fee rate or rates to be applied to Managed Assets in excess of $91 billion, the complex-level fee rate for such complex-wide Managed Assets shall be .1400% until such time as a different rate or rates is determined.

Each Fund paid through July 31, 2004, an annual management fee, payable monthly, at the rates set forth below, which were based upon the average daily net assets (including net assets attributable to Preferred shares) of each Fund as follows:

INSURED QUALITY (NQI)

AVERAGE DAILY NET ASSETS (INCLUDING NET ASSETS ATTRIBUTABLE TO PREFERRED SHARES)	INSURED OPPORTUNITY (NIO) PREMIER INSURED INCOME (NIF) INSURED PREMIUM INCOME 2 (NPX) MANAGEMENT FEE RATE
For the first $125 million	.6500%
For the next $125 million	.6375
For the next $250 million	.6250
For the next $500 million	.6125
For the next $1 billion	.6000
For the next $3 billion	.5875
For net assets over $5 billion	.5750

AVERAGE DAILY NET ASSETS (INCLUDING NET ASSETS ATTRIBUTABLE TO PREFERRED SHARES)	INSURED DIVIDEND ADVANTAGE (NVG) INSURED TAX-FREE ADVANTAGE (NEA) MANAGEMENT FEE RATE
For the first $125 million	.6500%
For the next $125 million	.6375
For the next $250 million	.6250
For the next $500 million	.6125
For the next $1 billion	.6000
For net assets over $2 billion	.5750

The management fee compensates the Adviser for overall investment advisory and administrative services and general office facilities. The Funds pay no compensation directly to those of its Directors/Trustees who are affiliated with the Adviser or to their officers, all of whom receive remuneration for their services to the Funds from the Adviser or its affiliates. The Board of Directors/Trustees has adopted a deferred compensation plan for independent Directors/Trustees that enables Directors/Trustees to elect to defer receipt of all or a portion of the annual compensation they are entitled to receive from certain Nuveen advised Funds. Under the plan, deferred amounts are treated as though equal dollar amounts had been invested in shares of select Nuveen advised Funds.

For the first ten years of Insured Dividend Advantage's (NVG) operations, the Adviser has agreed to reimburse the Fund, as a percentage of average daily net assets (including net assets attributable to Preferred shares), for fees and expenses in the amounts and for the time periods set forth below:

YEAR ENDING MARCH 31,		YEAR ENDING MARCH 31,	
2002*	.30%	2008	.25%
2003	.30	2009	.20
2004	.30	2010	.15
2005	.30	2011	.10
2006	.30	2012	.05
2007	.30		

* From the commencement of operations.

The Adviser has not agreed to reimburse Insured Dividend Advantage (NVG) for any portion of its fees and expenses beyond March 31, 2012.

For the first eight years of Insured Tax-Free Advantage's (NEA) operations, the Adviser has agreed to reimburse the Fund, as a percentage of average daily net assets (including net assets attributable to Preferred shares), for fees and expenses in the amounts and for the time periods set forth below:

YEAR ENDING NOVEMBER 30,		YEAR ENDING NOVEMBER 30,	
2002*	.32%	2007	.32%
2003	.32	2008	.24
2004	.32	2009	.16
2005	.32	2010	.08
2006	.32		

* From the commencement of operations.

The Adviser has not agreed to reimburse Insured Tax-Free Advantage (NEA) for any portion of its fees and expenses beyond November 30, 2010.

6. SUBSEQUENT EVENTS - DISTRIBUTIONS TO COMMON SHAREHOLDERS

The Funds declared Common share dividend distributions from their tax-exempt net investment income which were paid on December 1, 2004, to shareholders of record on November 15, 2004, as follows:

	INSURED QUALITY (NQI)	INSURED OPPORTUNITY (NIO)	PREMIER INSURED INCOME (NIF)	INSURED PREMIUM INCOME 2 (NPX)	INSURED DIVIDEND ADVANTAGE (NVG)	A
Dividend per share	$.0845	$.0810	$.0815	$.0730	$.0775	

Financial HIGHLIGHTS

Selected data for a Common share outstanding throughout each period:

Investment Operations

	Beginning Common Share Net Asset Value	Net Investment Income	Net Realized/ Unrealized Investment Gain (Loss)	Distributions from Net Investment Income to Preferred Share-holders+	Distributions from Capital Gains to Preferred Share-holders+	Total
INSURED QUALITY (NQI)						
Year Ended 10/31:						
2004	$15.72	$1.08	$ .20	$(.08)	$ --	$ 1.20
2003	15.87	1.10	(.05)	(.07)	(.01)	.97
2002	15.78	1.12	.03	(.11)	(.01)	1.03
2001	14.51	1.18	1.20	(.26)	--	2.12
2000	13.95	1.20	.60	(.34)	--	1.46
INSURED OPPORTUNITY (NIO)						
Year Ended 10/31:						
2004	15.89	1.05	.20	(.08)	--	1.17
2003	15.83	1.06	.17	(.07)	(.01)	1.15
2002	15.72	1.15	.03	(.11)	(.01)	1.06
2001	14.64	1.17	1.04	(.26)	--	1.95
2000	14.25	1.21	.39	(.33)	--	1.27
PREMIER INSURED INCOME (NIF)						
Year Ended 10/31:						
2004	15.69	1.03	.36	(.08)	--	1.31
2003	15.59	1.05	.13	(.07)	--	1.11
2002	15.55	1.14	(.05)	(.11)	--	.98
2001	14.66	1.18	.85	(.26)	--	1.77
2000	14.25	1.20	.43	(.33)	--	1.30
INSURED PREMIUM INCOME 2 (NPX)						
Year Ended 10/31:						
2004	14.24	.93	.23	(.07)	--	1.09
2003	14.17	.96	.03	(.06)	--	.93
2002	13.94	.99	.16	(.10)	--	1.05
2001	13.05	1.01	.86	(.23)	--	1.64
2000	12.40	.99	.66	(.29)	--	1.36
INSURED DIVIDEND ADVANTAGE (NVG)						
Year Ended 10/31:						
2004	15.41	1.02	.42	(.07)	--	1.37
2003	15.35	1.03	.15	(.07)	(.01)	1.10
2002(a)	14.33	.55	1.10	(.05)	--	1.60
INSURED TAX-FREE ADVANTAGE (NEA)						
Year Ended 10/31:						
2004	14.54	.99	.21	(.07)	--	1.13
2003(b)	14.33	.82	.42	(.05)	--	1.19

	Offering Costs and Preferred Share Underwriting Discounts	Ending Common Share Net Asset Value	Ending Market Value	Total Returns Based on Market Value**	Total Returns Based o Commo Share Ne Asse Valu
INSURED QUALITY (NQI)					
Year Ended 10/31:					
2004	$ --	$15.85	$16.0000	4.37%	7.9
2003	--	15.72	16.3900	12.92	6.2
2002	--	15.87	15.5500	10.82	6.8
2001	--	15.78	14.9200	15.53	14.9
2000	--	14.51	13.6875	10.94	10.8
INSURED OPPORTUNITY (NIO)					
Year Ended 10/31:					
2004	--	16.06	16.0500	9.47	7.6
2003	--	15.89	15.6400	10.22	7.5
2002	--	15.83	15.2100	9.80	7.0
2001	--	15.72	14.7400	19.84	13.6
2000	--	14.64	13.0625	5.06	9.2
PREMIER INSURED INCOME (NIF)					
Year Ended 10/31:					
2004	--	16.00	15.6400	7.55	8.6
2003	--	15.69	15.5100	7.84	7.2
2002	--	15.59	15.3300	6.84	6.5
2001	--	15.55	15.2500	19.97	12.4
2000	--	14.66	13.5000	9.92	9.4
INSURED PREMIUM INCOME 2 (NPX)					
Year Ended 10/31:					
2004	--	14.45	14.1100	6.42	7.8
2003	--	14.24	14.1200	8.84	6.7
2002	--	14.17	13.7700	6.32	7.8
2001	--	13.94	13.7500	29.46	12.8
2000	--	13.05	11.2500	4.35	11.3
INSURED DIVIDEND ADVANTAGE (NVG)					
Year Ended 10/31:					
2004	--	15.78	14.8900	7.61	9.1
2003	--	15.41	14.8100	6.10	7.3
2002(a)	(.11)	15.35	14.9600	2.84	10.4
INSURED TAX-FREE ADVANTAGE (NEA)					

Year Ended 10/31:					
2004	.01	14.75	14.9100	7.41	8.0
2003(b)	(.20)	14.54	14.7900	3.87	6.9

	Ratios/Supplemental Data			
	Before Credit/Reimbursement		After Cre	
	Ending Net Assets Applicable to Common Shares (000)	Ratio of Expenses to Average Net Assets Applicable to Common Shares++	Ratio of Net Investment Income to Average Net Assets Applicable to Common Shares++	Ratio of Expenses to Average Net Assets Applicable to Common Shares+
INSURED QUALITY (NQI)				
Year Ended 10/31:				
2004	$ 605,028	1.19%	6.88%	1.19%
2003	598,102	1.20	6.93	1.20
2002	601,495	1.23	7.22	1.21
2001	596,999	1.24	7.72	1.23
2000	549,120	1.24	8.48	1.23
INSURED OPPORTUNITY (NIO)				
Year Ended 10/31:				
2004	1,302,985	1.16	6.59	1.16
2003	1,288,087	1.17	6.67	1.16
2002	1,283,353	1.20	7.42	1.19
2001	1,274,659	1.21	7.69	1.20
2000	1,186,701	1.20	8.47	1.20
PREMIER INSURED INCOME (NIF)				
Year Ended 10/31:				
2004	310,666	1.21	6.53	1.20
2003	303,912	1.22	6.66	1.21
2002	301,121	1.25	7.40	1.23
2001	299,654	1.26	7.79	1.24
2000	282,544	1.26	8.37	1.24
INSURED PREMIUM INCOME 2 (NPX)				
Year Ended 10/31:				
2004	539,697	1.16	6.52	1.16
2003	530,975	1.17	6.68	1.16
2002	527,800	1.20	7.13	1.19
2001	519,296	1.22	7.39	1.20
2000	486,009	1.22	7.87	1.20
INSURED DIVIDEND ADVANTAGE (NVG)				
Year Ended 10/31:				

2004	470,389	1.15	6.09	.70
2003	459,368	1.17	6.22	.72
2002(a)	457,432	1.10*	5.71*	.61*
INSURED TAX-FREE ADVANTAGE (NEA)				
Year Ended 10/31:				
2004	273,112	1.20	6.24	.71
2003(b)	269,112	1.12*	5.52*	.65*

	Preferred Shares at End of Period		
	Aggregate Amount Outstanding (000)	Liquidation and Market Value Per Share	Asset Coverage Per Share
INSURED QUALITY (NQI)			
Year Ended 10/31:			
2004	$318,000	$25,000	$72,565
2003	318,000	25,000	72,021
2002	318,000	25,000	72,287
2001	318,000	25,000	71,934
2000	318,000	25,000	68,170
INSURED OPPORTUNITY (NIO)			
Year Ended 10/31:			
2004	680,000	25,000	72,904
2003	680,000	25,000	72,356
2002	680,000	25,000	72,182
2001	680,000	25,000	71,862
2000	680,000	25,000	68,629
PREMIER INSURED INCOME (NIF)			
Year Ended 10/31:			
2004	161,000	25,000	73,240
2003	161,000	25,000	72,191
2002	161,000	25,000	71,758
2001	161,000	25,000	71,530
2000	161,000	25,000	68,873
INSURED PREMIUM INCOME 2 (NPX)			
Year Ended 10/31:			
2004	268,900	25,000	75,176
2003	268,900	25,000	74,365
2002	268,900	25,000	74,070
2001	268,900	25,000	73,280
2000	268,900	25,000	70,185
INSURED DIVIDEND ADVANTAGE (NVG)			

Year Ended 10/31:			
2004	233,000	25,000	75,471
2003	233,000	25,000	74,288
2002(a)	233,000	25,000	74,081
INSURED TAX-FREE ADVANTAGE (NEA)			
Year Ended 10/31:			
2004	144,000	25,000	72,415
2003(b)	144,000	25,000	71,721

* Annualized.

** Total Investment Return on Market Value is the combination of changes in the market price per share and the effect of reinvested dividend income and reinvested capital gains distributions, if any, at the average price paid per share at the time of reinvestment. Total Return on Common Share Net Asset Value is the combination of changes in Common Share net asset value, reinvested dividend income at net asset value and reinvested capital gains distributions at net asset value, if any. Total returns are not annualized.

*** After custodian fee credit and expense reimbursement, where applicable.

\+ The amounts shown are based on Common share equivalents.

++ Ratios do not reflect the effect of dividend payments to Preferred shareholders; income ratios reflect income earned on assets attributable to Preferred shares.

(a) For the period March 25, 2002 (commencement of operations) through October 31, 2002.

(b) For the period November 21, 2002 (commencement of operations) through October 31, 2003.

See accompanying notes to financial statements.

Board Members AND OFFICERS

The management of the Funds, including general supervision of the duties performed for the Funds by the Adviser, is the responsibility of the Board Members of the Funds. The number of board members of the Funds is currently set at seven. None of the board members who are not "interested" persons of the Funds has ever been a director or employee of, or consultant to, Nuveen or its affiliates. The names and business addresses of the board members and officers of the Funds, their principal occupations and other affiliations during the past five years, the number of portfolios each oversees and other directorships they hold are set forth below.

NAME, BIRTHDATE AND ADDRESS	POSITION(S) HELD WITH THE FUNDS	YEAR FIRST ELECTED OR APPOINTED(2)	PRINCIPAL OCCUPATION(S) INCLUDING OTHER DIRECTORSHIPS DURING PAST 5 YEARS
BOARD MEMBER WHO IS AN INTERESTED PERSON OF THE FUNDS:			

Timothy R. Schwertfeger (1) 3/28/49 333 W. Wacker Drive Chicago, IL 60606	Chairman of the Board and Trustee	1994	Chairman and Director (since 1996) of N Inc. and Nuveen Investments, LLC; Direc Chairman (since 1996) of Nuveen Advisor Institutional Advisory Corp.; Chairman 1997) of Nuveen Asset Management Inc.; 1996) of Institutional Capital Corporat Director (since 1999) of Rittenhouse As Chairman of Nuveen Investments Advisers

BOARD MEMBERS WHO ARE NOT INTERESTED PERSONS OF THE FUNDS:

Robert P. Bremner 8/22/40 333 W. Wacker Drive Chicago, IL 60606	Board member	1997	Private Investor and Management Consult
Lawrence H. Brown 7/29/34 333 W. Wacker Drive Chicago, IL 60606	Board member	1993	Retired (1989) as Senior Vice President Trust Company; Director, Community Advi Highland Park and Highwood, United Way Shore (since 2002).
Jack B. Evans 10/22/48 333 W. Wacker Drive Chicago, IL 60606	Board member	1999	President, The Hall-Perrine Foundation, corporation (since 1996); Director and Fire & Casualty Company; formerly Direc Bank of Chicago; formerly, President an Officer, SCI Financial Group, Inc., a r services firm.
William C. Hunter 3/6/48 333 W. Wacker Drive Chicago, IL 60606	Board member	2004	Dean and Distinguished Professor of Fin Business at the University of Connectic previously Senior Vice President and Di at the Federal Reserve Bank of Chicago Director, Credit Research Center at Geo Director of Xerox Corporation (since 20

NAME, BIRTHDATE AND ADDRESS	POSITION(S) HELD WITH THE FUNDS	YEAR FIRST ELECTED OR APPOINTED(2)	PRINCIPAL OCCUPATION(S) INCLUDING OTHER DIRECTORSHIPS DURING PAST 5 YEARS

BOARD MEMBERS WHO ARE NOT INTERESTED PERSONS OF THE FUNDS (CONTINUED):

William J. Schneider 9/24/44 333 W. Wacker Drive Chicago, IL 60606	Board member	1997	Senior Partner and Chief Operating Offi Group, Vice President, Miller-Valentine company; Chair, Miami Valley Hospital; Development Coalition; formerly, Member Advisory Board, National City Bank, Day Business Advisory Council, Cleveland Fe
Judith M. Stockdale	Board member	1997	Executive Director, Gaylord and Dorothy

12/29/47 333 W. Wacker Drive Chicago, IL 60606			Foundation (since 1994); prior thereto, Great Lakes Protection Fund (from 1990

NAME, BIRTHDATE AND ADDRESS	POSITION(S) HELD WITH THE FUNDS	YEAR FIRST ELECTED OR APPOINTED(3)	PRINCIPAL OCCUPATION(S) DURING PAST 5 YEARS
OFFICERS OF THE FUNDS:			
Gifford R. Zimmerman 9/9/56 333 W. Wacker Drive Chicago, IL 60606	Chief Administrative Officer	1988	Managing Director (since 2002), Assista Associate General Counsel, formerly, Vi Assistant General Counsel of Nuveen Inv Managing Director (since 2002), General Assistant Secretary, formerly, Vice Pre Advisory Corp. and Nuveen Institutional Managing Director (since 2002), Assista Associate General Counsel, formerly, Vi (since 2000), of Nuveen Asset Managemen Director (since 2004) and Assistant Sec of Nuveen Investments Inc.; Assistant S Investment Management Company, LLC (sin President and Assistant Secretary of Nu Advisers Inc. (since 2002); Managing Di General Counsel and Assistant Secretary Asset Management, Inc. (since 2003); Ch Financial Analyst.
Julia L. Antonatos 9/22/63 333 W. Wacker Drive Chicago, IL 60606	Vice President	2004	Vice President (since 2002), formerly, (since 1999) of Nuveen Investments, LLC Financial Analyst.
Michael T. Atkinson 2/3/66 333 W. Wacker Drive Chicago, IL 60606	Vice President and Assistant Secretary	2000	Vice President (since 2002), formerly, President (since 2000), previously, Ass Investments, LLC.

NAME, BIRTHDATE AND ADDRESS	POSITION(S) HELD WITH THE FUNDS	YEAR FIRST ELECTED OR APPOINTED(3)	PRINCIPAL OCCUPATION(S) DURING PAST 5 YEARS
OFFICERS OF THE FUNDS (CONTINUED):			

Peter H. D'Arrigo 11/28/67 333 W. Wacker Drive Chicago, IL 60606	Vice President and Treasurer	1999	Vice President of Nuveen Investments, L prior thereto, Assistant Vice President President and Treasurer of Nuveen Inves 1999); Vice President and Treasurer of and Nuveen Institutional Advisory Corp President and Treasurer of Nuveen Asset (since 2002) and of Nuveen Investments 2002); Assistant Treasurer of NWQ Inves Company, LLC (since 2002); Vice Preside Nuveen Rittenhouse Asset Management, In Chartered Financial Analyst.
Jessica R. Droeger 9/24/64 333 W. Wacker Drive Chicago, IL 60606	Vice President and Secretary	2000	Vice President (since 2002) and Assista (since 1998); formerly, Assistant Vice of Nuveen Investments, LLC; Vice Presid and Assistant Secretary (since 1998), f Vice President of Nuveen Advisory Corp. Institutional Advisory Corp.
Lorna C. Ferguson 10/24/45 333 W. Wacker Drive Chicago, IL 60606	Vice President	1998	Managing Director (since 2004) formerly Nuveen Investments, LLC; Managing Direc formerly, Vice President (since 1998) o Corp. and Nuveen Institutional Advisory
William M. Fitzgerald 3/2/64 333 W. Wacker Drive Chicago, IL 60606	Vice President	1995	Managing Director (since 2002) of Nuvee LLC; Managing Director (since 2001), fo of Nuveen Advisory Corp. and Nuveen Ins Corp. (since 1995); Managing Director o Management Inc. (since 2001); Vice Pres Investment Advisers Inc. (since 2002); Financial Analyst.
Stephen D. Foy 5/31/54 333 W. Wacker Drive Chicago, IL 60606	Vice President and Controller	1998	Vice President (since 1993) and Funds C of Nuveen Investments, LLC; formerly, V Funds Controller (1998-2003) of Nuveen Certified Public Accountant.

NAME, BIRTHDATE AND ADDRESS	POSITION(S) HELD WITH THE FUNDS	YEAR FIRST ELECTED OR APPOINTED(3)	PRINCIPAL OCCUPATION(S) DURING PAST 5 YEARS
OFFICERS OF THE FUNDS (CONTINUED):			
James D. Grassi 4/13/56 333 W. Wacker Drive Chicago, IL 60606	Vice President and Chief Compliance Officer	2004	Vice President and Deputy Director of C (since August 2004) of Nuveen Investmen Nuveen Investments Advisers Inc., Nuvee Management Inc., Nuveen Advisory Corp., Institutional Advisory Corp. and Ritten Management, Inc.; formerly, Senior Atto (1994-July 2004), The Northern Trust Co

David J. Lamb 3/22/63 333 W. Wacker Drive Chicago, IL 60606	Vice President	2000	Vice President (since 2000) of Nuveen I LLC, previously Assistant Vice Presiden prior thereto, Associate of Nuveen Inve Certified Public Accountant.
Tina M. Lazar 8/27/61 333 W. Wacker Drive Chicago, IL 60606	Vice President	2002	Vice President (since 1999), previously President (since 1993) of Nuveen Invest
Larry W. Martin 7/27/51 333 W. Wacker Drive Chicago, IL 60606	Vice President and Assistant Secretary	1988	Vice President, Assistant Secretary and Counsel of Nuveen Investments, LLC; Vic Assistant Secretary of Nuveen Advisory Institutional Advisory Corp.; Assistant Investments, Inc. and (since 1997) Nuve Inc.; Vice President (since 2000), Assi Assistant General Counsel (since 1998) Management, Inc.; Vice President and As Nuveen Investments Advisers Inc. (since Secretary of NWQ Investment Management (since 2002).
Edward F. Neild, IV 7/7/65 333 W. Wacker Drive Chicago, IL 60606	Vice President	1996	Managing Director (since 2002) of Nuvee Managing Director (since 1997), formerl (since 1996) of Nuveen Advisory Corp. a Advisory Corp.; Managing Director of Nu Inc. (since 1999). Chartered Financial

(1) Mr. Schwertfeger is an "interested person" of the Funds, as defined in the Investment Company Act of 1940, because he is an officer and board member of the Adviser.

(2) Board members serve an indefinite term until his/her successor is elected. The year first elected or appointed represents the year in which the board member was first elected or appointed to any fund in the Nuveen Complex.

(3) Officers serve one year terms through July of each year. The year first elected or appointed represents the year in which the Officer was first elected or appointed to any fund in the Nuveen Complex.

Reinvest Automatically
EASILY AND CONVENIENTLY

Sidebar text: NUVEEN MAKES REINVESTING EASY. A PHONE CALL IS ALL IT TAKES TO SET UP YOUR REINVESTMENT ACCOUNT.

NUVEEN CLOSED-END EXCHANGE-TRADED FUNDS

DIVIDEND REINVESTMENT PLAN

Your Nuveen Closed-End Exchange-Traded Fund allows you to conveniently reinvest dividends and/or capital gains distributions in additional fund shares.

By choosing to reinvest, you'll be able to invest money regularly and automatically, and watch your investment grow through the power of tax-free compounding. Just like dividends or distributions in cash, there may be times when income or capital gains taxes may be payable on dividends or distributions that are reinvested.

It is important to note that an automatic reinvestment plan does not ensure a profit,nor does it protect you against loss in a declining market.

EASY AND CONVENIENT

To make recordkeeping easy and convenient, each month you'll receive a statement showing your total dividends and distributions, the date of investment, the shares acquired and the price per share, and the total number of shares you own.

HOW SHARES ARE PURCHASED

The shares you acquire by reinvesting will either be purchased on the open market or newly issued by the Fund. If the shares are trading at or above net asset value at the time of valuation, the Fund will issue new shares at the then-current market price. If the shares are trading at less than net asset value, shares for your account will be purchased on the open market. Dividends and distributions received to purchase shares in the open market will normally be invested shortly after the dividend payment date. No interest will be paid on the dividends or distributions awaiting reinvestment. Because the market price may increase before purchases are completed, the average purchase price per share may exceed the market price at the time of valuation, resulting in the acquisition of fewer shares than if the dividend or distribution had been paid in shares issued by the Fund. A pro rata portion of any applicable brokerage commissions on open market purchases will be paid by Plan participants. These commissions usually will be lower than those charged on individual transactions.

FLEXIBLE

You may change your distribution option or withdraw from the Plan at any time, should your needs or situation change. Should you withdraw, you can receive a certificate for all whole shares credited to your reinvestment account and cash payment for fractional shares, or cash payment for all reinvestment account shares, less brokerage commissions and a $2.50 service fee.

You can reinvest whether your shares are registered in your name, or in the name of a brokerage firm, bank, or other nominee. Ask your investment advisor if his or her firm will participate on your behalf. Participants whose shares are registered in the name of one firm may not be able to transfer the shares to another firm and continue to participate in the Plan.

The Fund reserves the right to amend or terminate the Plan at any time. Although the Fund reserves the right to amend the Plan to include a service charge payable by the participants, there is no direct service charge to participants in the Plan at this time.

For more information on the Nuveen Automatic Reinvestment Plan or to enroll in or withdraw from the Plan, speak with your financial advisor or call us at (800) 257-8787.

Other Useful
INFORMATION

QUARTERLY PORTFOLIO OF INVESTMENTS AND PROXY VOTING INFORMATION

Each Fund's (i) quarterly portfolio of investments and (ii) information regarding how the Funds voted proxies relating to portfolio securities held during the most recent 12-month period ended June 30, 2004, are available without charge, upon request, by calling Nuveen Investments toll-free at (800) 257-8787 or on Nuveen's web site at www.nuveen.com.

You may also obtain this and other Fund information directly from the Securities and Exchange Commission ("SEC"). The SEC may charge a copying fee for this information. Visit the SEC on-line at http://www.sec.gov or in person at the SEC's Public Reference Room in Washington, D.C. Call the SEC at 1-202-942-8090 for room hours and operation. You may also request Fund information by sending an e-mail request to publicinfo@sec.gov or by writing to the SEC's Public References Section at 450 Fifth Street NW, Washington, D.C. 20549.

GLOSSARY OF TERMS USED IN THIS REPORT

AVERAGE ANNUAL TOTAL RETURN: This is a commonly used method to express an investment's performance over a particular, usually multi-year time period. It expresses the return that would have been necessary each year to equal the investment's actual cumulative performance (including change in NAV or market price and reinvested dividends and capital gains distributions, if any) over the time period being considered.

AVERAGE EFFECTIVE MATURITY: The average of all the maturities of the bonds in a fund's portfolio, computed by weighting each maturity date (the date the security comes due) by the market value of the security. This figure does not account for the likelihood of prepayments or the exercise of call provisions.

LEVERAGE-ADJUSTED DURATION: Duration is a measure of the sensitivity of a bond or bond fund's value to changes when interest rates change. Generally, the longer a bond or fund's duration, the more the price of the bond or fund will change as interest rates change. Leverage-adjusted duration takes into account the leveraging process for a Fund and therefore is longer than the duration of the Fund's portfolio of bonds.

MARKET YIELD (ALSO KNOWN AS DIVIDEND YIELD OR CURRENT YIELD): An investment's current annualized dividend divided by its current market price.

NET ASSET VALUE (NAV): A Fund's common share NAV per share is calculated by subtracting the liabilities of the Fund (including any MuniPreferred shares issued in order to leverage the Fund) from its total assets and then dividing the remainder by the number of shares outstanding. Fund NAVs are calculated at the end of each business day.

TAXABLE-EQUIVALENT YIELD: The yield necessary from a fully taxable investment to equal, on an after-tax basis, the yield of a municipal bond investment.

BOARD OF DIRECTORS/TRUSTEES
Robert P. Bremner
Lawrence H. Brown
Jack B. Evans

William C. Hunter
William J. Schneider
Timothy R. Schwertfeger
Judith M. Stockdale

FUND MANAGER
Nuveen Advisory Corp.
333 West Wacker Drive
Chicago, IL 60606

CUSTODIAN
State Street Bank & Trust
Boston, MA

TRANSFER AGENT AND
SHAREHOLDER SERVICES
State Street Bank & Trust
Nuveen Funds
P.O. Box 43071
Providence, RI 02940-3071

(800) 257-8787

LEGAL COUNSEL
Chapman and Cutler LLP
Chicago, IL

INDEPENDENT REGISTERED
PUBLIC ACCOUNTING FIRM
Ernst & Young LLP
Chicago, IL

Each Fund intends to repurchase shares of its own common or preferred stock, where applicable, in the future at such times and in such amounts as is deemed advisable. No shares were purchased during the period ended October 31, 2004. Any future repurchases will be reported to shareholders in the next annual or semiannual report.

Nuveen Investments:
SERVING Investors
For GENERATIONS

Photo of: 2 women looking at a photo album.

Since 1898, financial advisors and their clients have relied on Nuveen Investments to provide dependable investment solutions. For the past century, Nuveen Investments has adhered to the belief that the best approach to investing is to apply conservative risk-management principles to help minimize volatility.

Building on this tradition, we today offer a range of high quality equity and fixed-income solutions that are integral to a well-diversified core portfolio. Our clients have come to appreciate this diversity, as well as our continued adherence to proven, long-term investing principles.

WE OFFER MANY DIFFERENT INVESTING SOLUTIONS FOR OUR CLIENTS' DIFFERENT NEEDS.

Managing $100 billion in assets, Nuveen Investments offers access to a number of different asset classes and investing solutions through a variety of products. Nuveen Investments markets its capabilities under four distinct brands: Nuveen, a leader in tax-free investments; NWQ, a leader in value-style equities; Rittenhouse, a leader in growth-style equities; and Symphony, a leading institutional manager of market-neutral alternative investment portfolios.

FIND OUT HOW WE CAN HELP YOU REACH YOUR FINANCIAL GOALS.

To learn more about the products and services Nuveen Investments offers and for a prospectus, where applicable, talk to your financial advisor, or call us at (800) 257-8787. Please read the information carefully before you invest.

Learn more about Nuveen Funds at WWW.NUVEEN.COM/ETF

- Share prices
- Fund details
- Daily financial news
- Investor education
- Interactive planning tools

Logo: NUVEEN Investments

EAN-D-1004D

ITEM 2. CODE OF ETHICS.

As of the end of the period covered by this report, the registrant has adopted a code of ethics that applies to the registrant's principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions. The registrant has posted such code of ethics on its website at www.nuveen.com/etf.

ITEM 3. AUDIT COMMITTEE FINANCIAL EXPERT.

The registrant's Board of Directors or Trustees determined that the registrant has at least one "audit committee financial expert" (as defined in Item 3 of Form N-CSR) serving on its Audit Committee. The registrant's audit committee financial expert is Jack B. Evans, Chairman of the Audit Committee, who is "independent" for purposes of Item 3 of Form N-CSR. Mr. Evans has served as the registrant's audit committee financial expert from July 26, 2004 to the end of the reporting period on October 31, 2004.

Prior to July 26, 2004, William E. Bennett, who was "independent" for purposes of Item 3 of Form N-CSR, served as the audit committee financial expert. Although Mr. Bennett served as the audit committee financial expert during the reporting period, he unexpectedly resigned from the Board effective April 30, 2004. Accordingly for this reporting period, the registrant did not have a designated "audit committee financial expert" from May 1, 2004 to July 26, 2004.

Mr. Evans was formerly President and Chief Operating Officer of SCI Financial Group, Inc., a full service registered broker-dealer and registered investment adviser ("SCI"). As part of his role as President and Chief Operating Officer, Mr. Evans actively supervised the Chief Financial Officer (the "CFO") and actively supervised the CFO's preparation of financial statements and other filings with various regulatory authorities. In such capacity, Mr. Evans was actively involved in the preparation of SCI's financial statements and the resolution of issues raised in connection therewith. Mr. Evans has also served on the audit committee of various reporting companies. At such companies, Mr.

Evans was involved in the oversight of audits, audit plans, and the preparation of financial statements. Mr. Evans also formerly chaired the audit committee of the Federal Reserve Bank of Chicago.

Mr. Bennett was formerly Executive Vice President and Chief Credit Officer of First Chicago Corporation and its principal subsidiary, The First National Bank of Chicago. As part of his role as Chief Credit Officer, Mr. Bennett set policy as to accrual of assets/loans; designated performing/non-performing assets; set the level of reserves against the credit portfolio; and determined the carrying value of credit related assets and exposure. Among other things, Mr. Bennett was also responsible for the oversight of the internal analysis function including setting ground rules for the review and preparation of financial analysis and financial statements for use in making credit and risk decisions for clients. Mr. Bennett has significant experience reviewing, analyzing and evaluating financial statements of domestic and international companies in a variety of industries with complex accounting issues.

ITEM 4. PRINCIPAL ACCOUNTANT FEES AND SERVICES.

NUVEEN INSURED MUNICIPAL OPPORTUNITY FUND, INC.

The following tables show the amount of fees that Ernst & Young LLP, the Fund's auditor, billed to the Fund during the Fund's last two full fiscal years. For engagements with Ernst & Young LLP entered into on or after May 6, 2003, the Audit Committee approved in advance all audit services and non-audit services that Ernst & Young LLP provided to the Fund, except for those non-audit services that were subject to the pre-approval exception under Rule 2-01 of Regulation S-X (the "pre-approval exception"). The pre-approval exception for services provided directly to the Fund waives the pre-approval requirement for services other than audit, review or attest services if: (A) the aggregate amount of all such services provided constitutes no more than 5% of the total amount of revenues paid by the Fund to its accountant during the fiscal year in which the services are provided; (B) the Fund did not recognize the services as non-audit services at the time of the engagement; and (C) the services are promptly brought to the Audit Committee's attention, and the Committee (or its delegate) approves the services before the audit is completed.

The Audit Committee has delegated certain pre-approval responsibilities to its Chairman (or, in his absence, any other member of the Audit Committee).

SERVICES THAT THE FUND'S AUDITOR BILLED TO THE FUND

FISCAL YEAR ENDED	AUDIT FEES BILLED TO FUND	AUDIT-RELATED FEES BILLED TO FUND	TAX BILLED
October 31, 2004	$ 49,233	$ 0	$
Percentage approved pursuant to pre-approval exception	N/A	0%	
October 31, 2003	$ 42,082	$ 0	$
Percentage approved	N/A	0%	

pursuant to pre-approval exception	

The above "Tax Fees" were billed for professional services for tax advice, tax compliance and tax planning.

SERVICES THAT THE FUND'S AUDITOR BILLED TO THE ADVISER AND AFFILIATED FUND SERVICE PROVIDERS

The following tables show the amount of fees billed by Ernst & Young LLP to Nuveen Advisory Corp. ("NAC" or the "Adviser"), and any entity controlling, controlled by or under common control with NAC ("Control Affiliate") that provides ongoing services to the Fund ("Affiliated Fund Service Provider"), for engagements directly related to the Fund's operations and financial reporting, during the Fund's last two full fiscal years.

The table also shows the percentage of fees subject to the pre-approval exception. The pre-approval exception for services provided to the Adviser and any Affiliated Fund Service Provider (other than audit, review or attest services) waives the pre-approval requirement if: (A) the aggregate amount of all such services provided constitutes no more than 5% of the total amount of revenues paid to Ernst & Young LLP by the Fund, the Adviser and Affiliated Fund Service Providers during the fiscal year in which the services are provided that would have to be pre-approved by the Audit Committee; (B) the Fund did not recognize the services as non-audit services at the time of the engagement; and (C) the services are promptly brought to the Audit Committee's attention, and the Committee (or its delegate) approves the services before the Fund's audit is completed.

FISCAL YEAR ENDED	AUDIT-RELATED FEES BILLED TO ADVISER AND AFFILIATED FUND SERVICE PROVIDERS	TAX FEES BILLED ADVISER AND AFFILIATED FUN SERVICE PROVIDE
October 31, 2004	$ 0	$ 0
Percentage approved pursuant to pre-approval exception	0%	0%
October 31, 2003	$ 0	$ 0
Percentage approved pursuant to pre-approval exception	N/A	N/A

NON-AUDIT SERVICES

The following table shows the amount of fees that Ernst & Young LLP billed

during the Fund's last two full fiscal years for non-audit services. For engagements entered into on or after May 6, 2003, the Audit Committee is required to pre-approve non-audit services that Ernst & Young LLP provides to the Adviser and any Affiliated Fund Services Provider, if the engagement related directly to the Fund's operations and financial reporting (except for those subject to the de minimis exception described above). The Audit Committee requested and received information from Ernst & Young LLP about any non-audit services that Ernst & Young LLP rendered during the Fund's last fiscal year to the Adviser and any Affiliated Fund Service Provider. The Committee considered this information in evaluating Ernst & Young LLP independence.

FISCAL YEAR ENDED	TOTAL NON-AUDIT FEES BILLED TO FUND	TOTAL NON-AUDIT FEES BILLED TO ADVISER AND AFFILIATED FUND SERVICE PROVIDERS (ENGAGEMENTS RELATED DIRECTLY TO THE OPERATIONS AND FINANCIAL REPORTING OF THE FUND)	TOTAL BILLED AFFILIA PROVID EN
October 31, 2004	$ 2,914	$ 0	
October 31, 2003	$ 3,089	$ 0	

Audit Committee Pre-Approval Policies and Procedures. Generally, the audit committee must approve (i) all non-audit services to be performed for the Fund by the Fund's independent accountants and (ii) all audit and non-audit services to be performed by the Fund's independent accountants for the Affiliated Fund Service Providers with respect to operations and financial reporting of the Fund. Regarding tax and research projects conducted by the independent accountants for the Fund and Affiliated Fund Service Providers (with respect to operations and financial reports of the Fund) such engagements will be (i) pre-approved by the audit committee if they are expected to be for amounts greater than $10,000; (ii) reported to the audit committee chairman for his verbal approval prior to engagement if they are expected to be for amounts under $10,000 but greater than $5,000; and (iii) reported to the audit committee at the next audit committee meeting if they are expected to be for an amount under $5,000.

ITEM 5. AUDIT COMMITTEE OF LISTED REGISTRANTS.

The registrant's Board of Directors or Trustees has a separately designated audit committee established in accordance with Section 3(a)(58)(A) of the Securities Exchange Act of 1934, as amended (the "Exchange Act") (15 U.S.C. 78c(a)(58)(A)). The members of the audit committee are Robert P. Bremner, Lawrence H. Brown, Jack B. Evans and William J. Schneider.

ITEM 6. SCHEDULE OF INVESTMENTS.

See Schedule I in Item 1.

ITEM 7. DISCLOSURE OF PROXY VOTING POLICIES AND PROCEDURES FOR CLOSED-END MANAGEMENT INVESTMENT COMPANIES.

In the rare event that a municipal issuer held by the Fund were to issue a proxy or that the Fund were to receive a proxy issued by a cash management security, the Adviser would either engage an independent third party to determine how the proxy should be voted or vote the proxy with the consent, or based on the

instructions, of the Fund's Board of Directors or Trustees or its representative. In the case of a conflict of interest, the proxy would be submitted to the applicable Fund's Board to determine how the proxy should be voted. A member of the Adviser's legal department would oversee the administration of the voting, and ensure that records were maintained in accordance with Rule 204-2(c)(2) under the Investment Advisers Act of 1940 (17 CFR 275.204-2(c)(2)), reports were filed with the SEC on Form N-PX, and the results were provided to the Board of Directors or Trustees and made available to shareholders as required by applicable rules.

ITEM 8. PORTFOLIO MANAGERS OF CLOSED-END MANAGEMENT INVESTMENT COMPANIES.

Not applicable at this time.

ITEM 9. PURCHASES OF EQUITY SECURITIES BY CLOSED-END MANAGEMENT INVESTMENT COMPANY AND AFFILIATED PURCHASERS.

Not applicable.

ITEM 10. SUBMISSION OF MATTERS TO A VOTE OF SECURITY HOLDERS.

In the event of a vacancy on the Board, the nominating and governance committee receives suggestions from various sources, including shareholders, as to suitable candidates. Suggestions should be sent in writing to Lorna Ferguson, Vice President for Board Relations, Nuveen Investments, 333 West Wacker Drive, Chicago, IL 60606. The nominating and governance committee sets appropriate standards and requirements for nominations for new directors or trustees and reserves the right to interview all candidates and to make the final selection of any new directors or trustees.

ITEM 11. 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 Rules 13a-15(b) or 15d-15(b) under the Exchange Act (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 second fiscal quarter of the period covered by this report that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting.

ITEM 12. EXHIBITS.

File the exhibits listed below as part of this Form. Letter or number the exhibits in the sequence indicated.

(a)(1) Any code of ethics, or amendment thereto, that is the subject of the disclosure required by Item 2, to the extent that the registrant intends to satisfy the Item 2 requirements through filing of an exhibit: Not applicable because posted on registrant's website at www.nuveen.com/etf.

(a)(2) 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)) in the exact form set forth below: Ex-99.CERT Attached hereto.

(a)(3) Any written solicitation to purchase securities under Rule 23c-1 under the 1940 Act (17 CFR 270.23c-1) sent or given during the period covered by the report by or on behalf of the registrant to 10 or more persons. Not applicable.

(b) If the report is filed under Section 13(a) or 15(d) of the Exchange Act, provide the certifications required by Rule 30a-2(b) under the 1940 Act (17 CFR 270.30a-2(b)); Rule 13a-14(b) or Rule 15d-14(b) under the Exchange Act (17 CFR 240.13a-14(b) or 240.15d-14(b)), and Section 1350 of Chapter 63 of Title 18 of the United States Code (18 U.S.C. 1350) as an exhibit. A certification furnished pursuant to this paragraph will not be deemed "filed" for purposes of Section 18 of the Exchange Act (15 U.S.C. 78r), or otherwise subject to the liability of that section. Such certification will not be deemed to be incorporated by reference into any filing under the Securities Act of 1933 or the Exchange Act, except to the extent that the registrant specifically incorporates it by reference. Ex-99.906 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 Insured Municipal Opportunity Fund, Inc.

By (Signature and Title)* /s/ Jessica R. Droeger
Jessica R. Droeger
Vice President and Secretary

Date: January 6, 2005

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: January 6, 2005

By (Signature and Title)* /s/ Stephen D. Foy
Stephen D. Foy
Vice President and Controller
(Principal Financial Officer)

Date: January 6, 2005

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