

NUVEEN QUALITY PREFERRED INCOME FUND 2  
Form N-CSRS  
April 05, 2012

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 811-21137

Nuveen Quality Preferred Income Fund 2  
(Exact name of registrant as specified in charter)

Nuveen Investments

333 West Wacker Drive

Chicago, IL 60606  
(Address of principal executive offices) (Zip code)

Kevin J. McCarthy

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 July 31  
end:

Date of reporting period: January 31, 2012

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.

## Edgar Filing: NUVEEN QUALITY PREFERRED INCOME FUND 2 - Form N-CSRS

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.

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ITEM 1. REPORTS TO STOCKHOLDERS.

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Closed-End Funds

Nuveen Investments

Closed-End Funds

*Seeks High Current Income from a Portfolio of  
Investment-Grade Preferred Securities*

Semi-Annual Report

January 31, 2012

**Nuveen Quality Preferred Income Fund**

**JTP**

**Nuveen Quality Preferred Income Fund 2**

**JPS**

**Nuveen Quality Preferred Income Fund 3**

**JHP**

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Chairman's  
Letter to Shareholders

**Dear Shareholders,**

These are perplexing times for investors. The global economy continues to struggle. The solutions being implemented in the eurozone to deal with the debt crises of many of its member countries are not yet seen as sufficient by the financial markets. The political paralysis in the U.S. has prevented the compromises necessary to deal with the fiscal imbalance and government spending priorities. The efforts by individual consumers, governments and financial institutions to reduce their debts are increasing savings but reducing demand for the goods and services that drive employment. These developments are undermining the rebuilding of confidence by consumers, corporations and investors that is so essential to a resumption of economic growth.

Although it is painfully slow, progress is being made. In Europe, the turnover of a number of national governments reflects the realization by politicians and voters alike that leaders who practiced business as usual had to be replaced by leaders willing to face problems and accept the hard choices needed to resolve them. The recent coordinated efforts by central banks in the U.S. and Europe to provide liquidity to the largest European banks indicates that these monetary authorities are committed to facilitating a recovery in the European banking sector.

In the U.S., the failure of the congressionally appointed Debt Reduction Committee was a blow to those who hoped for a bipartisan effort to finally begin addressing the looming fiscal crisis. Nevertheless, Congress and the administration cannot ignore the issue for long. The Bush era tax cuts are scheduled to expire on December 31, 2012, and six months later the \$1.2 trillion of mandatory across-the-board spending cuts under the Budget Control Act of 2011 begin to go into effect. Any legislative modification would require bipartisan support and the prospects for a bipartisan solution are unclear. The impact of these two developments would be a mixed blessing: a meaningful reduction in the annual budget deficit at the cost of slowing the economic recovery.

It is in these particularly volatile markets that professional investment management is most important. Skillful investment teams who have experienced challenging markets and remain committed to their investment disciplines are critical to the success of an investor's long-term objectives. In fact, many long-term investment track records are built during challenging markets when managers are able to protect investors against these economic crosscurrents. Experienced investment teams know that volatile markets put a premium on companies and investment ideas that will weather the short-term volatility and that compelling values and opportunities are opened up when markets overreact to negative developments. By maintaining appropriate time horizons, diversification and relying on practiced investment teams, we believe that investors can achieve their long-term investment objectives.

As always, I encourage you to contact your financial consultant if you have any questions about your investment in a Nuveen Fund. On behalf of the other members of your Fund Board, we look forward to continuing to earn your trust in the months and years ahead.

Sincerely,

Robert P. Bremner  
Chairman of the Board  
March 22, 2012

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## Portfolio Managers' Comments

**Certain statements in this report are forward-looking statements. Discussions of specific investments are for illustration only and are not intended as recommendations of individual investments. The forward-looking statements and other views expressed herein are those of the portfolio managers as of the date of this report. Actual future results or occurrences may differ significantly from those anticipated in any forward-looking statements and the views expressed herein are subject to change at any time, due to numerous market and other factors. The Funds disclaim any obligation to update publicly or revise any forward-looking statements or views expressed herein.**

**Ratings shown are the highest rating given by one of the following national rating agencies: Standard & Poor's Group, Moody's Investors Service, Inc. or Fitch, Inc. Credit ratings are subject to change. AAA, AA, A, and BBB are investment grade ratings; BB, B, CCC, CC, C and D are below investment grade ratings. Certain bonds backed by U.S. Government or agency securities are regarded as having an implied rating equal to the rating of such securities. Holdings designated N/R are not rated by a national rating agency.**

Nuveen Quality Preferred Income Fund (JTP)  
Nuveen Quality Preferred Income Fund 2 (JPS)  
Nuveen Quality Preferred Income Fund 3 (JHP)

*The Funds are sub-advised by a team of specialists at Spectrum Asset Management, a wholly owned subsidiary of Principal Global Investors, LLC. Mark Lieb and Phil Jacoby, who have more than 50 years of combined experience in the preferred securities markets, lead the team. Here Mark and Phil talk about their management strategy and the performance of each Fund for six-month period ended January 31, 2012.*

### **What key strategies were used to manage the Funds during the six-month period ended January 31, 2012?**

The investment objective of each Fund is to seek high current income consistent with capital preservation. Each Fund's secondary objective is to enhance portfolio value. Under normal market conditions, the Funds seek to invest at least 80% of their net assets in preferred securities and up to 20% in debt securities, including convertible debt and convertible preferred securities.

Our basic strategy is to stay relatively balanced between the individual investor-oriented \$25 par preferred securities often traded on securities exchanges and the institutional investor-oriented \$1000 par preferred securities traded over-the-counter in the capital markets. Both types of securities offer different performance opportunities, which together with the broad diversification benefits of the combined universe, help to produce potentially attractive risk-adjusted rates of return.

We keep a risk-averse posture toward security structure, which is an important core aspect of our effort to preserve capital and provide attractive income over the long term. We also maintain approximately a 60% weighting to U.S. issued securities and a 40% weighting to foreign names as part of the strategy of all three Funds includes seeking to invest in U.S. versus foreign issuers in approximately the same proportion as the Comparative Benchmark.

During the reporting period, we were equal weight in Germany and underweight in France and Britain versus the benchmark. We also were overweight in a number of other countries, such as Canada, Bermuda

and Switzerland. On a market sector basis, we were overweight in capital securities by about 5% because of what we saw as the potential for better call protection and more upside opportunity.

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Past performance is not predictive of future results. Current performance may be higher or lower than the data shown. Returns do not reflect the deduction of taxes that shareholders may have to pay on Fund distributions or upon the sale of Fund shares.

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

\* Six-month returns are cumulative; all other returns are annualized.

\*\* Refer to Glossary of Terms Used in this Report for definitions.

### How did the Funds perform over this six-month period?

The performance of the Funds, as well as comparative index and benchmark, are presented in the accompanying table.

#### Average Annual Total Returns on Common Share Net Asset Value

For the periods ended 1/31/12

<b>Fund</b>	<b>6-Month*</b>	<b>1-Year</b>	<b>5-Year</b>
JTP	1.51%	5.98%	-1.95%
JPS	0.87%	5.38%	-1.21%
JHP	0.92%	5.38%	-1.66%
Barclays Capital U.S. Aggregate Bond Index**	4.25%	8.66%	6.70%
Comparative Benchmark**	1.80%	5.30%	1.26%

For the six-month period ended January 31, 2012, all three Funds underperformed the Barclays Capital U.S. Aggregate Bond Index and Comparative Benchmark.

During the reporting period, several factors contributed positively to each Fund's performance. In general, U.S. securities did well, followed by Great Britain. As of January 31, 2012, each Fund had more than 70% of its portfolio in issues of companies domiciled in the U.S. or Great Britain. Several holdings in particular contributed to positive performance, including issues from Firststar Realty, Reliance Capital, Credit Suisse, HSBC Holdings, Weingarten Realty Trust, Barclays Bank, First Union Capital Trust and Lincoln National Corporation.

The Funds were impacted negatively throughout the reporting period from protracted European sovereign debt concerns that revalued financial risk in the foreign bank names of the region, as well as in some of the foreign insurance issues. In particular, the French and the German sectors did poorly. While each Fund's holdings in European securities was relatively modest when compared with its U.S. positions, the overall impact of these European holdings was negative. Several of the individual positions that contributed to the Funds underperformance included AXA, Deutsche Bank, Aegon and Swiss Re Capital.

Fund Leverage  
and Other Information

**IMPACT OF THE FUNDS' LEVERAGE STRATEGY ON PERFORMANCE**

One important factor impacting the return of the Funds relative to their benchmarks was the Funds' use of leverage through the use of bank borrowings. The Funds use leverage because their managers believe that, over time, leveraging provides opportunities for additional income and total return for common shareholders. However, use of leverage also can expose common shareholders to additional volatility. For example, as the prices of securities held by a Fund decline, the negative impact of these valuation changes on common share net asset value and common share total return is magnified by the use of leverage. Conversely, leverage may enhance common share returns during periods when the prices of securities held by a Fund generally are rising. Leverage had a positive impact on the performance of the Funds over this reporting period. During the period, the Funds entered into interest rate swap contracts to partially fix the interest cost of their leverage. This activity detracted modestly from the overall positive impact of leverage, as rates declined slightly while the positions were in place, meaning it would have been better had the interest rates of the leverage floated rather than being partially fixed in the period.

**UPDATE ON LITIGATION REGARDING THE FUNDS' REDEMPTION OF AUCTION RATE PREFERRED SHARES**

During 2011, certain funds (including these Funds) were named in a consolidated complaint as nominal defendants in a putative shareholder derivative action captioned *Martin Safier, et al. v. Nuveen Asset Management, et al.* that was filed in the Circuit Court of Cook County, Illinois, Chancery Division (the "Cook County Chancery Court") on February 18, 2011 (the "Complaint"). The Complaint, filed on behalf of purported holders of each fund's common shares, also named Nuveen Fund Advisors, Inc. as a defendant, together with current and former Officers and interested Directors/Trustees of each of the funds (together with the nominal defendants, collectively, the "Defendants"). The Complaint contained allegations regarding breaches of fiduciary duties in connection with the redemption of auction rate preferred shares issued by the funds. The Defendants filed a motion to dismiss the suit and on December 16, 2011, the court granted that motion dismissing the Complaint. The plaintiffs failed to file an appeal of the court's decision within the required time period, resulting in the final disposition of the suit.

**RISK CONSIDERATIONS**

Fund shares are not guaranteed or endorsed by any bank or other insured depository institution, and are not federally insured by the Federal Deposit Insurance Corporation.



Past performance is no guarantee of future results. Fund common shares are subject to a variety of risks, including:

**Investment Risk.** The possible loss of the entire principal amount that you invest.

**Price Risk.** Shares of closed-end investment companies like these Funds frequently trade at a discount to their net asset value (NAV). Your common shares at any point in time may be worth less than your original investment, even after taking into account the reinvestment of Fund dividends and distributions.

**Leverage Risk.** Each Fund's use of leverage creates the possibility of higher volatility for the Fund's per share NAV, market price, distributions and returns. There is no assurance that a Fund's leveraging strategy will be successful.

**Tax Risk.** The tax treatment of Fund distributions may be affected by new IRS interpretations of the Internal Revenue Code and future changes in tax laws and regulations.

**Issuer Credit Risk.** This is the risk that a security in a Fund's portfolio will fail to make dividend or interest payments when due.

**Interest Rate Risk.** Fixed-income securities such as bonds, preferred, convertible and other debt securities will decline in value if market interest rates rise.

**Reinvestment Risk.** If market interest rates decline, income earned from a Fund's portfolio may be reinvested at rates below that of the original bond that generated the income.

**Preferred Stock Risk.** Preferred stocks are subordinated to bonds and other debt instruments in a company's capital structure, and therefore are subject to greater credit risk.

**Call Risk or Prepayment Risk.** Issuers may exercise their option to prepay principal earlier than scheduled, forcing a Fund to reinvest in lower-yielding securities.

**Non-U.S. Securities Risk.** Investments in non-U.S securities involve special risks not typically associated with domestic investments including currency risk and adverse political, social and economic developments. These risks often are magnified in emerging markets.

**Derivatives Strategy Risk.** Derivative securities, such as calls, puts, warrants, swaps and forwards, carry risks different from, and possibly greater than, the risks associated with the underlying investments.

## Common Share Distribution and Price Information

### Distribution Information

The following information regarding your Fund's distributions is current as of January 31, 2012, and likely will vary over time based on each Fund's investment activities and portfolio investment value changes.

During the six-month reporting period, the Funds did not make any changes to their monthly distributions to common shareholders. Some of the important factors affecting the amount and composition of these distributions are summarized below.

The Funds employ leverage through the use of bank borrowings. Financial leverage provides the potential for higher earnings (net investment income), total returns and distributions over time, but as noted earlier also increases the variability of common shareholders' net asset value (NAV) per share in response to changing market conditions.

During certain periods, the Funds may pay dividends at a rate that may be more or less than the amount of net investment income actually earned by the Funds during the period. If a Fund has cumulatively earned more than it has paid in dividends, it holds 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 earnings, the excess constitutes negative UNII that is likewise reflected in a Funds' NAV. Each Fund will, over time, pay all of its net investment income as dividends to shareholders. As of January 31, 2012, all three Funds had positive UNII balances, based upon our best estimate, for tax purposes. JTP and JPS had positive UNII balances and JHP had a negative UNII balance for financial reporting purposes.

### Common Share Repurchases and Share Price Information

As of January 31, 2012, and since the inception of the Funds' repurchase program, the Funds have not repurchased any of their outstanding common shares.

At January 31, 2012, the Funds' common share prices were trading at (+) premiums/(-) discounts to their common share NAVs as shown in the accompanying table.

<b>Fund</b>	<b>1/31/12 (+) Premium/(-) Discount</b>	<b>Six-Month Average (-) Discount</b>
JTP	(+)0.62%	(-)2.08%
JPS	(-)0.59%	(-)4.19%
JHP	(+)2.31%	(-)2.92%

Nuveen Investments



**Fund Snapshot**

Common Share Price	\$ 8.11
Common Share Net Asset Value (NAV)	\$ 8.06
Premium/(Discount) to NAV	0.62%
Latest Dividend	\$ 0.0500
Market Yield	7.40%
Net Assets Applicable to Common Shares (\$000)	\$ 521,220

**Leverage**

Regulatory Leverage	27.83%
Effective Leverage	27.83%

**Average Annual Total Return**

(Inception 6/25/02)

	On Share Price	On NAV
6-Month (Cumulative)	11.79%	1.51%
1-Year	17.59%	5.98%
5-Year	-1.32%	-1.95%
Since Inception	2.53%	2.65%

**Portfolio Composition**(as a % of total investments)<sup>2,4</sup>

Insurance	31.7%
Commercial Banks	18.5%
Real Estate/Mortgage	9.8%
Capital Markets	7.0%
Diversified Financial Services	6.8%
Multi-Utilities	3.6%
Short-Term Investments	3.7%
Other	18.9%

**Country Allocation**(as a % of total investments)<sup>2,4</sup>

United States	65.2%
United Kingdom	8.6%

Netherlands	5.0%
Germany	3.6%
Switzerland	3.3%
Canada	2.9%
Other	11.4%

### Top Five Issuers

(as a % of total investments)<sup>1,2,4</sup>

Firststar Realty LLC	3.2%
Reliance Capital Trust	2.5%
Centaur Funding Corp	2.5%
Aegon NV	2.4%
Kimco Realty Corp	2.4%
JTP	

Performance

### OVERVIEW

(Unaudited)

Nuveen Quality Preferred Income Fund

as of January 31, 2012

**Portfolio Allocation** (as a % of total investments)<sup>2,4</sup>

### 2011-2012 Monthly Distributions Per Common Share

### Common Share Price Performance Weekly Closing Price

Refer to the Glossary of Terms Used in this Report for further definition of the terms used within this Fund's Performance Overview page.

1 Excluding short-term investments.

2 Holdings are subject to change.

3 Rounds to less than 0.1%.

4 Excluding investments in derivatives.

Nuveen Investments

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JPS

Performance

OVERVIEW

(Unaudited)

Nuveen Quality Preferred Income Fund 2

as of January 31, 2012

**Portfolio Allocation** (as a % of total investments)<sup>2,3</sup>

**2011-2012 Monthly Distributions Per Common Share**

**Common Share Price Performance Weekly Closing Price**

Refer to the Glossary of Terms Used in this Report for further definition of the terms used within this Fund's Performance Overview page.

1 Excluding short-term investments.

2 Holdings are subject to change.

3 Excluding investments in derivatives.

**Fund Snapshot**

Common Share Price	\$	8.45
Common Share Net Asset Value (NAV)	\$	8.50
Premium/(Discount) to NAV		-0.59%
Latest Dividend	\$	0.0550
Market Yield		7.81%
Net Assets Applicable to Common Shares (\$000)	\$	1,022,239

**Leverage**

Regulatory Leverage	27.82%
Effective Leverage	27.82%

**Average Annual Total Return**

(Inception 9/24/02)

	On Share Price	On NAV
6-Month (Cumulative)	9.11%	0.87%
1-Year	14.80%	5.38%
5-Year	-1.06%	-1.21%
Since Inception	3.29%	3.52%

**Portfolio Composition**(as a % of total investments)<sup>2,3</sup>

Insurance	31.6%
Commercial Banks	18.7%
Real Estate/Mortgage	11.8%
Diversified Financial Services	7.6%
Capital Markets	6.6%
Short-Term Investments	3.9%
Other	19.8%

**Country Allocation**(as a % of total investments)<sup>2,3</sup>

United States	66.0%
United Kingdom	7.4%
Netherlands	5.8%
Germany	4.2%
France	3.4%
Switzerland	2.7%
Other	10.5%

**Top Five Issuers**(as a % of total investments)<sup>1,2,3</sup>

Wachovia	3.4%
Aegon NV	2.7%
Centaur Funding Corp	2.6%
Vornado Realty LP	2.2%



Deutsche Bank AG

2.1%

Nuveen Investments

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**Fund Snapshot**

Common Share Price	\$ 8.42
Common Share Net Asset Value (NAV)	\$ 8.23
Premium/(Discount) to NAV	2.31%
Latest Dividend	\$ 0.0520
Market Yield	7.41%
Net Assets Applicable to Common Shares (\$000)	\$ 195,204

**Leverage**

Regulatory Leverage	27.76%
Effective Leverage	27.76%

**Average Annual Total Return**

(Inception 12/18/02)

	On Share Price	On NAV
6-Month (Cumulative)	13.76%	0.92%
1-Year	15.82%	5.38%
5-Year	-1.47%	-1.66%
Since Inception	2.74%	2.72%

**Portfolio Composition**(as a % of total investments)<sup>2,3</sup>

Insurance	31.5%
Commercial Banks	18.6%
Real Estate/Mortgage	11.5%
Diversified Financial Services	8.8%
Capital Markets	7.5%
Short-Term Investments	3.7%
Other	18.4%

**Country Allocation**(as a % of total investments)<sup>2,3</sup>

United States	66.8%
United Kingdom	6.6%
Netherlands	5.2%
Germany	3.9%

Australia	3.0%
France	3.0%
Switzerland	3.0%
Other	8.5%

### Top Five Issuers

(as a % of total investments)<sup>1,2,3</sup>

First Union	3.4%
Deutsche Bank AG	3.3%
Centaur Funding Corp	3.2%
Aegon NV	2.6%
XL Group PLC	2.1%
JHP	

Performance

### OVERVIEW

(Unaudited)

Nuveen Quality Preferred Income Fund 3

as of January 31, 2012

**Portfolio Allocation** (as a % of total investments)<sup>2,3</sup>

### 2011-2012 Monthly Distributions Per Common Share

### Common Share Price Performance Weekly Closing Price

Refer to the Glossary of Terms Used in this Report for further definition of the terms used within this Fund's Performance Overview page.

1 Excluding short-term investments.

2 Holdings are subject to change.

3 Excluding investments in derivatives.

Nuveen Investments

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JTP

Nuveen Quality Preferred Income Fund

Portfolio of INVESTMENTS

January 31, 2012 (Unaudited)

Shares	Description (1)	Coupon	Ratings (2)	Value
	<b>\$25 Par (or similar) Preferred Securities</b>		<b>68.9% (49.2% of Total Investments)</b>	
	<b>Capital Markets 7.6%</b>			
137,200	Ameriprise Financial, Inc.	7.750%	A	\$ 3,880,016
52,808	BNY Capital Trust V, Series F	5.950%	A1	1,335,514
5,600	Charles Schwab Corporation	7.000%	BBB+	5,749,632
515,776	Credit Suisse	7.900%	A3	13,544,278
480,382	Deutsche Bank Capital Funding Trust II	6.550%	BBB	10,712,519
86,100	Deutsche Bank Contingent Capital Trust III	7.600%	BBB	2,130,975
37,900	Goldman Sachs Group Inc., Series GSC-3 (PPLUS)	6.000%	A3	866,394
2,200	Goldman Sachs Group Inc., Series GSG-1 (PPLUS)	6.000%	A1	52,888
4,500	Goldman Sachs Group Inc., Series GSG-2 (PPLUS)	5.750%	A1	106,200
43,900	Morgan Stanley Capital Trust IV	6.250%	Baa2	1,030,772
	<b>Total Capital Markets</b>			<b>39,409,188</b>
	<b>Commercial Banks 7.6%</b>			
1,100	ABN AMRO North America Capital Funding, 144A	6.968%	BB+	657,594
323,100	Banco Santander	10.500%	BBB+	8,814,168

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	Finance			
2,100	Barclays Bank PLC	6.625%	BBB	47,544
118,500	BB&T Capital Trust VI	9.600%	Baa1	3,146,175
30,200	BB&T Capital Trust VII	8.100%	Baa1	790,334
700,500	BPCE SA	13.000%	BBB-	658,229
144,700	First Niagara Finance Group	8.625%	BB+	3,896,771
18,400	HSBC Holdings PLC, (4)	8.000%	A3	497,168
13,800	HSBC Holdings PLC	6.200%	A3	342,792
36,000	KeyCorp Capital Trust X	8.000%	BBB-	923,040
3,500,000	National Australia Bank	8.000%	Baa1	3,764,250
7,100	PNC Financial Services Inc.	6.750%	BBB	7,346,157
25,000	Royal Bank of Scotland Group PLC, Series L	5.750%	BB	418,250
4,300,000	Royal Bank of Scotland Group PLC	7.648%	BB	3,332,500
20,400	Wachovia Capital Trust IX	6.375%	BBB+	518,568
60,000	Wells Fargo Capital Trust IX	5.625%	BBB+	1,523,400
120,000	Wells Fargo Capital Trust XII	7.875%	BBB+	3,181,200
	Total Commercial Banks			39,858,140
	<b>Diversified Financial Services</b>	<b>4.5%</b>		
18,000	Bank of America Corporation	6.375%	BB+	386,100
80,549	Citigroup Capital Trust XI	6.000%	Baa3	1,885,652
10,000	Citigroup Capital Trust XII	8.500%	Baa3	257,700
150,514	Citigroup Capital XIII	7.875%	Ba1	4,054,847
1,900	Citigroup Capital XIV	6.875%	Baa3	46,816
36,800	ING Groep N.V	7.375%	BBB	805,184
625,776	ING Groep N.V	7.200%	BBB	13,604,370
80,308	Merrill Lynch Preferred Capital Trust V	7.280%	BB+	1,924,983

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	National Rural Utilities Cooperative Finance Corporation	5.950%	A3	346,599
13,651	Total Diversified Financial Services			23,312,251
	<b>Diversified Telecommunication Services</b>	<b>0.7%</b>		
143,510	Qwest Corporation	7.500%	BBB-	3,800,145
	<b>Electric Utilities</b>	<b>1.2%</b>		
33,000	Alabama Power Company	6.450%	BBB+	902,345
181,800	Entergy Texas Inc.	7.875%	BBB+	5,257,656
	Total Electric Utilities			6,160,001
	<b>Food Products</b>	<b>0.5%</b>		
28,100	Dairy Farmers of America Inc., 144A	7.875%	BBB-	2,669,500

Nuveen Investments

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JTP

Nuveen Quality Preferred Income Fund (continued)

Portfolio of INVESTMENTS January 31, 2012 (Unaudited)

Shares	Description (1)	Coupon	Ratings (2)	Value
	<b>Insurance 20.6%</b>			
795,723	Aegon N.V	6.375%	Baa1	\$ 17,195,574
326,106	Allianz SE	8.375%	A+	8,570,490
479,128	Arch Capital Group Limited	8.000%	BBB	12,318,381
3,250,000	Dai-ichi Mutual Life, 144A	7.250%	A3	3,393,062
228,764	Delphi Financial Group, Inc.	7.376%	BB+	5,645,896
568,382	EverestRe Capital Trust II	6.200%	Baa1	14,578,998
198,951	Markel Corporation	7.500%	BBB	5,087,177
276,263	PartnerRe Limited, Series C	6.750%	BBB+	7,036,419
8,807	PartnerRe Limited, Series D	6.500%	BBB+	223,081
38,600	PLC Capital Trust III	7.500%	BBB	981,598
386,042	PLC Capital Trust IV	7.250%	BBB	9,743,700
166,360	Prudential Financial Inc.	6.750%	A-	4,270,461
4,100,000	Reinsurance Group of America Inc.	6.750%	BBB-	3,692,891
34,500	RenaissanceRe Holdings Limited, Series C	6.080%	BBB+	864,915
232,691	RenaissanceRe Holdings Limited, Series D	6.600%	BBB+	5,921,986
304,651	W. R. Berkley Corporation, Capital Trust II	6.750%	BBB-	7,716,810
	Total Insurance			107,241,439
	<b>Media 3.8%</b>			
131,141	CBS Corporation	6.750%	BBB	3,338,850
612,684	Comcast Corporation	7.000%	BBB+	15,586,681
47,000		6.625%	BBB+	1,194,270

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	Comcast Corporation			
	Total Media			20,119,801
	<b>Multi-Utilities</b>	<b>4.1%</b>		
234,700	Dominion Resources Inc.	8.375%	BBB	6,853,240
185,800	DTE Energy Company	6.500%	BBB-	5,016,600
10,000	Scana Corporation	7.700%	BBB-	289,200
341,815	Xcel Energy Inc.	7.600%	BBB	9,297,368
	Total Multi-Utilities			21,456,408
	<b>Oil, Gas &amp; Consumable Fuels</b>	<b>2.3%</b>		
467,481	Nexen Inc.	7.350%	BB+	11,892,717
	<b>Pharmaceuticals</b>	<b>0.1%</b>		
13,552	Bristol Myers Squibb Company (CORTS)	6.250%	A+	347,067
	<b>Real Estate/Mortgage</b>	<b>13.7%</b>		
3,505	CommomWealth REIT	7.500%	Baa2	76,584
164,500	CommomWealth REIT	7.250%	Baa3	4,099,340
1,629	CommomWealth REIT	7.125%	Baa3	40,920
80,607	Duke Realty Corporation, Series L	6.600%	Baa3	2,020,817
145,700	Hospitality Properties Trust, (4)	7.125%	BB	3,635,215
17,861	Kimco Realty Corporation, Series F	6.650%	Baa2	448,311
652,387	Kimco Realty Corporation, Series G	7.750%	Baa2	17,040,348
10,294	Kimco Realty Corporation, Series H	6.900%	Baa2	285,761
134,900	Realty Income Corporation, WI/DD	6.625%	Baa2	3,365,188
92,378	Prologis Inc.	6.750%	BB	2,280,813
12,691	PS Business Parks, Inc.	6.875%	BBB-	328,062
103,607	PS Business Parks, Inc., (4)	6.450%	BBB-	2,599,893
11,699		6.750%	BBB+	294,815

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	Public Storage, Inc., Series E			
4,300	Public Storage, Inc., Series F	6.500%	BBB+	117,992
9,000	Public Storage, Inc., Series M	6.625%	BBB+	228,150
22,544	Public Storage, Inc., Series Q	6.350%	Baa1	600,121
107,100	Public Storage, Inc., Series Y, (4)	6.850%	BBB+	3,055,702
136,000	Public Storage, Inc., (4)	5.900%	A-	3,413,600
70,216	Realty Income Corporation	6.750%	Baa2	1,774,358
8,404	Regency Centers Corporation	7.250%	Baa3	215,731
452,734	Vornado Realty LP	7.875%	BBB	12,676,552

Nuveen Investments

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Shares	Description (1)	Coupon		Ratings (2)	Value
	<b>Real Estate/Mortgage (continued)</b>				
165,282	Wachovia Preferred Funding Corporation, (3)	7.250%		BBB+	\$ 4,305,596
32,329	Weingarten Realty Trust	8.100%		BBB	782,685
298,102	Weingarten Realty Trust	6.500%		Baa3	7,541,981
	Total Real Estate/Mortgage				71,228,535
	<b>U.S. Agency 2.0%</b>				
119,800	Cobank Agricultural Credit Bank, 144A	7.000%		N/R	5,447,162
46,000	Cobank Agricultural Credit Bank	11.000%		A	2,373,315
48,600	Cobank Agricultural Credit Bank	11.000%		A	2,592,509
	Total U.S. Agency				10,412,986
	<b>Wireless Telecommunication Services 0.2%</b>				
18,500	Telephone and Data Systems Inc.	7.000%		Baa2	493,026
28,000	Telephone and Data Systems Inc.	6.875%		Baa2	736,120
	Total Wireless Telecommunication Services				1,229,146
	<b>Total \$25 Par (or similar) Preferred Securities (cost \$347,924,596)</b>				
					<b>359,137,324</b>
Principal Amount (000)	Description (1)	Coupon	Maturity	Ratings (2)	Value
	<b>Corporate Bonds 7.7% (5.5% of Total Investments)</b>				
	<b>Capital Markets 1.0%</b>				
\$ 1,000	Man Group PLC	5.000%	8/09/17	Baa3	\$ 838,063
6,300	State Street Capital Trust IV, (3)	1.560%	6/15/77	A3	4,254,308
7,300					5,092,371

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Total Capital Markets						
<b>Commercial Banks 2.1%</b>						
2,100	BNP Paribas, 144A	5.186%	6/29/15	BBB+		1,512,000
8,400	LBG Capital I PLC, 144A	7.875%	11/01/20	BB		6,972,000
3,400	Lloyds Banking Group LBG Capital 1, 144A	8.000%	6/15/20	BB-		2,686,000
13,900	Total Commercial Banks					11,170,000
<b>Diversified Financial Services 0.4%</b>						
3,100	Fortis Hybrid Financing	8.250%	8/27/49	BBB		2,170,000
<b>Electric Utilities 0.7%</b>						
3,400	FPL Group Capital Inc.	6.650%	6/15/17	BBB		3,442,500
<b>Insurance 3.0%</b>						
2,500	Prudential PLC., Convertible Bond	11.750%	12/23/14	A-		2,884,375
14,150	QBE Capital Funding Trust II, 144A	7.250%	5/24/41	BBB+		12,513,170
16,650	Total Insurance					15,397,545
<b>Multi-Utilities 0.5%</b>						
2,000	Dominion Resources Inc.	2.881%	9/30/66	BBB		1,731,975
1,000	Wisconsin Energy Corporation, (3)	6.250%	5/15/67	Baa1		1,022,500
3,000	Total Multi-Utilities					2,754,475
<b>\$ 47,350</b>	<b>Total Corporate Bonds (cost \$42,506,908)</b>					<b>40,026,891</b>
<b>Principal Amount (000)/ Shares</b>	<b>Description (1)</b>	<b>Coupon</b>	<b>Maturity</b>	<b>Ratings (2)</b>		<b>Value</b>
<b>Capital Preferred Securities 54.9% (39.2% of Total Investments)</b>						
<b>Capital Markets 1.2%</b>						
1,000	Credit Suisse Guernsey	1.147%	5/15/17	A3	\$	639,440
1,900	Dresdner Funding Trust I, 144A	8.151%	6/30/31	Ba1		1,415,500



JTP

Nuveen Quality Preferred Income Fund (continued)

Portfolio of INVESTMENTS January 31, 2012 (Unaudited)

Principal Amount (000)/ Shares	Description (1)	Coupon	Maturity	Ratings (2)	Value
	<b>Capital Markets</b> (continued)				
1,800	Goldman Sachs Capital II	5.793%	6/01/12	Baa2	\$ 1,228,500
5,000	Deutsche Bank Capital Funding Trust	4.901%	12/29/49	Baa2	3,075,000
	Total Capital Markets				6,358,440
	<b>Commercial Banks</b> 16.1%				
4,900	ABN AMRO North America Holding Capital, 144A	6.523%	12/31/49	BB+	3,675,000
2,720	Banco Santander Finance	10.500%	9/29/49	BBB+	2,774,618
900	Barclays Bank PLC, 144A	7.434%	12/15/17	BBB	882,000
2,500	Barclays Bank PLC, Regulation S, 144A	6.860%	6/15/32	BBB	2,175,000
2,800	Barclays Bank PLC	6.278%	12/15/34	BBB	2,270,626
2,500	BB&T Capital Trust IV	6.820%	6/12/77	Baa1	2,525,000
400	First Empire Capital Trust I	8.234%	2/01/27	BBB	399,908
575	First Empire Capital Trust II	8.277%	6/01/27	BBB	594,486
3,500	Fulton Capital Trust I	6.290%	2/01/36	Baa3	2,887,500
300	HBOS Capital Funding LP, 144A	6.071%	6/30/14	BB	216,000
11,650	HSBC Capital Funding LP, Debt	10.176%	6/30/50	A3	14,679,000
4,200	HSBC Financial Capital Trust IX	5.911%	11/30/35	BBB+	3,633,000
2,000	KeyCorp Capital III	7.750%	7/15/29	BBB-	2,037,534
5,000	Nordea Bank AB	8.375%	3/25/15	BBB+	5,255,000

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4,150	Rabobank Nederland, 144A	11.000%	6/30/19	A	5,135,625
17,500	Reliance Capital Trust I, Series B	8.170%	5/01/28	N/R	17,476,568
2,000	Societe Generale, 144A	1.333%	12/31/49	BBB-	976,360
700	Societe Generale, 144A	5.922%	4/05/57	BBB-	518,521
8,900	Societe Generale	8.750%	10/07/49	BBB-	7,342,500
1,200	Sovereign Capital Trust VI	7.908%	6/13/36	BBB+	1,140,000
3,000	Sparebanken Rogaland, Notes, 144A	6.443%	5/01/49	Ba1	2,893,761
2,700	Standard Chartered PLC, 144A	6.409%	1/30/17	BBB+	2,347,520
1,550	Standard Chartered PLC, 144A	7.014%	7/30/37	BBB+	1,497,288
700	Wachovia Capital Trust III	5.570%	3/15/42	BBB+	618,646
	Total Commercial Banks				83,951,461
	<b>Consumer Finance</b>	<b>0.4%</b>			
2,100	American Express Company	6.800%	9/01/66	Baa2	2,121,000
	<b>Diversified Financial Services</b>	<b>4.6%</b>			
200	Bank One Capital III	8.750%	9/01/30	A2	271,308
700	BankAmerica Capital II, Series 2	8.000%	12/15/26	BB+	686,000
4,000	BankAmerica Institutional Capital Trust, Series B, 144A	7.700%	12/31/26	BB+	3,800,000
2,600	Citigroup Capital III	7.625%	12/01/36	Baa3	2,595,271
3,700	CitiGroup Capital XXI	8.300%	12/21/77	Baa3	3,765,860
4,000	JPMorgan Chase Capital Trust XXVII	7.000%	11/01/39	A2	4,050,400
1,140	JPMorgan Chase Capital XXV	6.800%	10/01/37	A2	1,150,105
47,500	JPMorgan Chase Capital Trust XXIX	6.700%	4/02/40	A2	1,221,700
1,800		8.278%	12/01/26	BB+	1,782,000



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	MBNA Corporation, Capital Trust A				
2,509	NB Capital Trust II	7.830%	12/15/26	BB+	2,446,275
2,400	NB Capital Trust IV	8.250%	4/15/27	BB+	2,370,000
	Total Diversified Financial Services				24,138,919
	<b>Electric Utilities 0.3%</b>				
1,500	PPL Capital Funding, Inc.	6.700%	3/30/17	BB+	1,481,250
	<b>Insurance 20.9%</b>				
4,600	Allstate Corporation	6.125%	5/15/67	Baa1	4,338,490
600	AXA S.A., 144A	6.463%	12/14/18	Baa1	441,000
4,880	AXA	6.379%	12/14/36	Baa1	3,647,800
3,700	AXA	8.600%	12/15/30	A3	3,804,270
8,100	Catlin Insurance Company Limited	7.249%	1/19/17	BBB+	7,047,000
9,925	Glen Meadows Pass Through Trust	6.505%	2/15/17	BB+	7,443,750
5,500	Great West Life & Annuity Capital I, 144A	6.625%	11/15/34	A-	5,260,019
3,800	Great West Life and Annuity Insurance Company, 144A	7.153%	5/16/16	A-	3,762,000

Nuveen Investments

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Principal Amount (000)/ Shares	Description (1)	Coupon	Maturity	Ratings (2)	Value
	<b>Insurance</b> (continued)				
3,000	Liberty Mutual Group, 144A	7.800%	3/15/37	Baa3	\$ 2,805,000
2,500	Lincoln National Corporation	6.050%	4/20/17	BBB	2,225,000
5,100	Lincoln National Corporation	7.000%	5/17/66	BBB	4,819,500
6,300	MetLife Capital Trust IV, 144A	7.875%	12/15/67	BBB	6,725,250
600	MetLife Capital Trust X, 144A	9.250%	4/08/68	BBB	709,500
12,650	National Financial Services Inc.	6.750%	5/15/37	Baa2	11,167,420
1,400	Nationwide Financial Services Capital Trust	7.899%	3/01/37	Baa2	1,364,009
7,225	Oil Insurance Limited, 144A	7.558%	12/30/56	Baa1	6,501,055
7,400	Old Mutual Capital Funding, Notes	8.000%	6/22/53	Baa3	7,289,000
1,000	Progressive Corporation, (3)	6.700%	6/15/67	A2	1,025,000
3,200	Prudential Financial Inc.	8.875%	6/15/18	BBB+	3,824,000
1,000	Prudential PLC	6.500%	6/29/49	A-	890,000
1,100	QBE Capital Funding Trust II, 144A				