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NUVEEN DIVIDEND ADVANTAGE MUNICIPAL FUND 3  
Form N-CSRS  
July 07, 2006

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 811-10345  
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Nuveen Dividend Advantage Municipal Fund 3  
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(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  
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Date of fiscal year end: October 31  
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Date of reporting period: April 30, 2006  
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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.

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ITEM 1. REPORTS TO STOCKHOLDERS.

SEMIANNUAL REPORT April 30, 2006

Nuveen Investments  
Municipal Exchange-Traded  
Closed-End Funds

NUVEEN PERFORMANCE  
PLUS MUNICIPAL  
FUND, INC.  
NPP

NUVEEN MUNICIPAL  
ADVANTAGE FUND, INC.  
NMA

NUVEEN MUNICIPAL  
MARKET OPPORTUNITY  
FUND, INC.  
NMO

NUVEEN DIVIDEND  
ADVANTAGE  
MUNICIPAL FUND  
NAD

NUVEEN DIVIDEND  
ADVANTAGE  
MUNICIPAL FUND 2  
NXZ

NUVEEN DIVIDEND  
ADVANTAGE  
MUNICIPAL FUND 3  
NZF

Photo of: Man, woman and child at the beach.

Photo of: A child.

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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YOUR E-MAIL INBOX  
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[WWW.INVESTORDELIVERY.COM](http://WWW.INVESTORDELIVERY.COM)

if you get your Nuveen Fund dividends  
and statements from your financial  
advisor or brokerage account.

OR

[WWW.NUVEEN.COM/ACCOUNTACCESS](http://WWW.NUVEEN.COM/ACCOUNTACCESS)

if you get your Nuveen Fund dividends  
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: 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 six-month period covered by this report your Fund continued to provide you with attractive monthly tax-free income. For more details about the management strategy and performance of your Fund, please read the Portfolio Manager's Comments, the Dividend and Share Price Information, and the Performance Overview sections of this report.

"PORTFOLIO DIVERSIFICATION IS A RECOGNIZED WAY TO TRY TO REDUCE SOME OF THE RISK THAT COMES WITH INVESTING."

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Municipal bonds can be an important building block in a well balanced investment portfolio. In addition to providing attractive tax-free monthly income, a municipal bond investment like your Fund may help you achieve and benefit from greater portfolio diversification. Portfolio diversification is a recognized way to try to reduce some of the risk that comes with investing. I encourage you to contact your personal financial advisor who may help explain this important investment strategy.

Nuveen Investments is pleased to offer you choices when it comes to receiving your fund reports. In addition to mailed print copies, you can also sign up to receive future Fund reports and other Fund information by e-mail and the Internet. Not only will you receive the information faster, but this also may help lower your Fund's expenses. The inside front cover of this report contains information on how you can sign up.

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. At Nuveen Investments, our mission continues to be to assist you and your financial advisor by offering investment services and products that can help you to secure your financial objectives.

Sincerely,

/s/ Timothy R. Schwertfeger

Timothy R. Schwertfeger  
Chairman of the Board

June 12, 2006

Nuveen Investments Municipal Exchange-Traded Closed-End Funds  
NPP, NMA, NMO, NAD, NXZ, NZF

### PORTFOLIO MANAGER'S COMMENTS

Portfolio manager Tom Spalding reviews key investment strategies and the six-month performance of these six Funds. With 29 years of investment experience at Nuveen, Tom has managed NXZ since its inception in 2001 and NPP, NMA, NMO, NAD, and NZF since 2003.

WHAT KEY STRATEGIES WERE USED TO MANAGE THESE FUNDS DURING THE SIX MONTHS ENDED APRIL 30, 2006?

During this reporting period, we saw a general increase in interest rates, although rates at the longer end of the yield curve remained more stable than those at the short end throughout much of the period. Between November 1, 2005 and April 30, 2006, the Federal Reserve implemented four increases of 0.25% each in the fed funds rate, raising this short-term target by 100 basis points--from 3.75% to 4.75%. (On May 10, 2006, the fed funds rate was increased by another 25 basis points to 5%, marking the Fed's 16th consecutive quarter-point hike since June 2004.) In contrast, the yield on the benchmark 10-year U.S. Treasury note ended April 2006 at 5.06%, up from 4.55% six months earlier, while the yield on the Bond Buyer 25 Revenue Bond Index, a widely followed measure of longer-term municipal market rates, was 5.22% at the end of April 2006, an increase of just two basis points from the beginning of November 2005. As interest rates increased, bond valuations generally declined, and the yield curve flattened as

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short-term rates approached the levels of longer-term rates.

In this environment, one of our key strategies continued to be careful duration management, part of which included efforts to more closely align the duration and yield curve positioning of these Funds. Depending on the needs of the individual Fund, our purchase activity focused on attractively priced bonds maturing in 10 to 15 years in Funds that were close to their duration target and in 20 years and longer in Funds where the duration needed lengthening. As the yield curve continued to flatten, we believed that bonds in these parts of the curve generally offered better value and reward opportunities more commensurate with their risk levels. As the period progressed, we started to see more opportunities to add value at the longer end of the curve, and we began to slightly extend the Funds' durations.

In looking for potential purchase candidates, we kept an opportunistic eye toward all types of issuance that we believed could add value to the Funds' portfolios and keep the Funds well diversified geographically. Overall, portfolio activity was relatively light during this period. This was due in part to the fact that these Funds entered the reporting period fully invested and with routine call exposure. Another factor was the 5.5% decline in municipal supply during this six-month period compared with the same period 12 months earlier (November 2004-April 2005). The decrease in supply was even more evident

- 1 Duration is a measure of a bond's price sensitivity as interest rates change, with longer duration bonds displaying more sensitivity to these changes than bonds with shorter durations.

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during the first four months of 2006, when new issuance dropped almost 25% from the levels of January-April 2005. At the same time, demand for municipal bonds continued to be diverse and broad-based, with retail investors, property and casualty insurance companies, and third-party investors--such as hedge funds and arbitrage accounts--all participating in the market.

In general, much of the new supply was highly rated and/or insured, and the majority of our new purchases during this time were higher-rated credits. While we continued to emphasize maintaining the Funds' weightings of bonds rated BBB or lower and nonrated bonds, tighter supply and declining relative valuations meant fewer opportunities to find additional lower-rated issues that we believed represented value for shareholders. One of the few lower quality areas where we did find opportunities to add value was the tobacco sector, and we purchased selected tobacco issues to maintain our portfolios' overall exposure to this sector.

### HOW DID THE FUNDS PERFORM?

Individual results for these Funds, as well as relevant index and peer group information, are presented in the accompanying table.

TOTAL RETURNS ON NET ASSET VALUE\*  
For periods ended 4/30/06

| 6-MONTH | 1-YEAR | 5-YEAR | 10-YEAR |
|---------|--------|--------|---------|
| -----   | -----  | -----  | -----   |

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|   |       |       |       |       |
|---|-------|-------|-------|-------|
| NPP   | 1.58% | 2.52% | 7.06% | 6.67% |
| NMA   | 1.74% | 3.00% | 7.56% | 6.94% |
| NMO   | 1.99% | 3.01% | 6.74% | 6.20% |
| NAD   | 1.94% | 3.55% | 8.24% | NA    |
| NXZ   | 2.66% | 4.87% | 8.88% | NA    |
| NZF   | 2.44% | 4.11% | NA    | NA    |
| Lehman Brothers<br>Municipal<br>Bond Index <sup>2</sup>                     |       |       |       |       |
|   | 1.56% | 2.16% | 5.40% | 5.90% |
| Lipper General<br>Leveraged<br>Municipal Debt<br>Funds Average <sup>3</sup> |       |       |       |       |
|   | 2.60% | 3.86% | 7.34% | 6.68% |

\* Six-month returns are cumulative; returns for one year, five years, and ten years are annualized.

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 individual Performance Overview for your Fund in this report.

- 2 The Lehman Brothers Municipal Bond Index is an unleveraged, unmanaged national index comprising a broad range of investment-grade municipal bonds. Results for the Lehman index do not reflect any expenses.
- 3 The Lipper General 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: 6 months, 56; 1 year, 56; 5 years, 45; and 10 years, 39. Fund and Lipper returns assume reinvestment of dividends.

For the six months ended April 30, 2006, the cumulative returns on net asset value (NAV) for all six of the Funds in this report exceeded or performed in line with the return on their Lehman Brothers municipal benchmark. NXZ also slightly outperformed the average return for the Funds' Lipper peer group for this period, NZF slightly underperformed the peer group, while NPP, NMA, NMO, and NAD underperformed this average.

One of the factors that, on balance, benefited the six-month performance of these Funds relative to that of the unleveraged Lehman Brothers Municipal Bond Index was the Funds' use of financial leverage. While leveraging can add volatility to a Fund's NAV and share price, this strategy can also provide opportunities for additional income and total return for common shareholders.

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The benefits of leveraging are tied in part to the short-term rates leveraged Funds pay their MuniPreferred(R) shareholders. During periods of low short-term rates, leveraged Funds generally pay lower dividends to their MuniPreferred shareholders, which can leave more earnings to support common share dividends. Conversely, when short-term interest rates rise, as they did during this reporting period, the Funds' borrowing costs also rise, which can impact the Funds' income streams and total returns. However, as long as short-term yields are lower than those of the long-term bonds in the Funds' portfolios, the income received by the common shareholders of leveraged Funds will be higher than it would be if the Funds were unleveraged. Despite the impact of rising interest rates on bond valuations, the extra income, or yield advantage, resulting from leveraging during this period remained strong enough to help the Funds' total returns outperform or perform in line with the return on the Lehman index for this six months. Over the long term, we believe the use of financial leverage will continue to work to the benefit of the Funds, as demonstrated by the five-year and ten-year return performances--both absolute and relative--of the Funds in this report.

During this reporting period, positive contributors to the Funds' returns included yield curve and duration positioning, exposure to lower-rated credits, and pre-refunding activity.

As the yield curve continued to flatten over the course of this period, yield curve and duration positioning played important roles in the Funds' performances. On the whole, shorter maturity bonds were the most impacted by recent changes in the yield curve. As a result, these bonds generally underperformed both intermediate and long bonds, with credits having the longest durations posting the best returns for this period. Yield curve positioning or, more specifically, greater exposure to those parts of the yield curve that performed well helped the performances of these Funds during this period. As previously mentioned, we continued to work to more closely align the yield curve positioning of all of these Funds.

With bonds rated BBB or lower and nonrated bonds generally outperforming other credit quality sectors during this period, all of these Funds benefited from their allocations of lower-quality credits. The performance of this sector was largely the result of investor

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demand for the higher yields typically associated with lower-quality bonds, which drove up their value and kept credit spreads narrow. As of April 30, 2006, allocations of bonds rated BBB or lower and nonrated bonds accounted for 11% of NMO's portfolio, 13% of NPP, 13% of NZF, 16% of NAD, 19% of NMA, and 21% of NXZ. As Dividend Advantage Funds, NAD, NXZ, and NZF can also invest a higher portion of their portfolios in bonds rated BB or lower, and NXZ's allocation of 8% to this category gave a boost to its six-month performance.

Among the lower-rated holdings making contributions to the Funds' cumulative returns for this period were health care bonds (including hospitals) and tobacco credits backed by the 1998 master tobacco settlement agreement. As mentioned earlier, we continued to purchase uninsured tobacco bonds during this period.

We also continued to see a number of advance refundings<sup>4</sup> during this period, which benefited the Funds through price appreciation and enhanced credit quality. However, as the yield curve flattened, more lower coupon bonds were being pre-refunded, which meant that, in general, the positive impact from refinancings was less than in the previous reporting period.

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While advance refundings generally enhanced total return performance for this six-month period, the rising interest rate environment--especially at the short end of the yield curve--meant that the Funds' holdings of older, previously pre-refunded bonds tended to underperform the general municipal market, due primarily to the shorter effective maturities of these bonds. This was especially true in the four older Funds--NPP, NMA, NMO, and NAD--which had significantly larger allocations of pre-refunded bonds than the more recently established NXZ and NZF.

HOW WERE THE FUNDS POSITIONED IN TERMS OF CREDIT QUALITY AND BOND CALLS AS OF APRIL 30, 2006?

We continued to believe that maintaining strong credit quality was an important requirement. As of April 30, 2006, all six of these Funds continued to offer excellent credit quality, with allocations of bonds rated AAA/U.S. guaranteed and AA ranging from 68% in NXZ to 79% in NMA to 82% in NAD, 83% in NPP, 84% in NMO, and 85% in NZF.

As of April 30, 2006, potential call exposure for the period May 2006 through the end of 2007 ranged from 7% in NXZ, 8% in NMO, and 10% in NZF to 17% in NAD and NPP and 18% in NMA. We continued to watch the market for opportunities to reinvest proceeds from bonds with shorter call dates into bonds with maturities of at least 15 years. The number of actual bond calls in all of these Funds depends largely on future market interest rates.

- 4 Advance refundings, also known as pre-refundings or refinancings, occur when an issuer sells new bonds and uses the proceeds to fund principal and interest payments of older existing bonds. This process often results in lower borrowing costs for bond issuers.

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### Dividend and Share Price INFORMATION

As previously noted, all of the Funds in this report use leverage to potentially enhance opportunities for additional income for common shareholders. During periods of rising short-term interest rates, as was the case during this reporting period, the Funds' borrowing costs also rise, reducing the extent of the benefits of leveraging. This resulted in one monthly dividend reduction in NPP, NMA, NMO, and NXZ and two in NAD over the six-month period ended April 30, 2006. The dividend of NZF remained stable throughout this reporting period.

Due to capital gains generated by normal portfolio activity, common shareholders of the following Funds received capital gains and net ordinary income distributions at the end of December 2005, as follows:

|     | LONG-TERM CAPITAL GAINS<br>(PER SHARE) | ORDINARY INCOME<br>(PER SHARE) |
|-----|--|--------------------------------|
| NPP | \$0.0174                               | \$0.0001                       |
| NMA | \$0.0116                               | \$0.0030                       |



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NMO

--

\$0.0036

All of the Funds in this report 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 April 30, 2006, all of the Funds in this report had a positive UNII balance for financial statement purposes and a positive UNII balance, based upon our best estimate, for tax purposes.

At the end of the reporting period, the Funds' share prices were trading at premiums or discounts to their NAVs as shown in the accompanying chart:

|     | 4/30/06<br>PREMIUM/DISCOUNT | 6-MONTH<br>AVERAGE DISCOUNT |
|-----|-----------------------------|-----------------------------|
| NPP | -5.16%                      | -5.21%                      |
| NMA | -2.07%                      | -1.71%                      |
| NMO | -6.13%                      | -5.79%                      |
| NAD | -4.76%                      | -3.98%                      |
| NXZ | +3.12%                      | -2.64%                      |
| NZF | -0.85%                      | -2.36%                      |

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Nuveen Performance Plus Municipal Fund, Inc.  
NPP

PERFORMANCE  
OVERVIEW As of April 30, 2006

Pie Chart:

CREDIT QUALITY

(as a % of total investments)

|                     |     |
|---------------------|-----|
| AAA/U.S. Guaranteed | 74% |
| AA                  | 9%  |
| A                   | 4%  |
| BBB                 | 9%  |
| BB or Lower         | 2%  |
| N/R                 | 2%  |

Bar Chart:

2005-2006 MONTHLY TAX-FREE DIVIDENDS PER SHARE(2)

May 0.0780

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|     |        |
|-----|--------|
| Jun | 0.0780 |
| Jul | 0.0780 |
| Aug | 0.0780 |
| Sep | 0.0745 |
| Oct | 0.0745 |
| Nov | 0.0745 |
| Dec | 0.0745 |
| Jan | 0.0745 |
| Feb | 0.0745 |
| Mar | 0.0705 |
| Apr | 0.0705 |

## Line Chart:

### SHARE PRICE PERFORMANCE

#### Weekly Closing Price

Past performance is not predictive of future results.

|         |       |
|---------|-------|
| 5/01/05 | 14.31 |
|         | 14.33 |
|         | 14.4  |
|         | 14.45 |
|         | 14.39 |
|         | 14.45 |
|         | 14.47 |
|         | 14.43 |
|         | 14.37 |
|         | 14.37 |
|         | 14.41 |
|         | 14.43 |
|         | 14.49 |
|         | 14.5  |
|         | 14.45 |
|         | 14.51 |
|         | 14.51 |
|         | 14.49 |
|         | 14.51 |
|         | 14.59 |
|         | 14.65 |
|         | 14.64 |
|         | 14.7  |
|         | 14.76 |
|         | 14.76 |
|         | 14.8  |
|         | 14.8  |
|         | 14.75 |
|         | 14.75 |
|         | 14.61 |
|         | 14.62 |
|         | 14.69 |
|         | 14.69 |
|         | 14.7  |
|         | 14.68 |
|         | 14.77 |
|         | 14.78 |
|         | 14.76 |
|         | 14.79 |
|         | 14.81 |
|         | 14.9  |
|         | 14.94 |
|         | 14.98 |
|         | 14.91 |
|         | 14.91 |
|         | 14.98 |

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|         |       |
|---------|-------|
|         | 15.07 |
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|         | 14.98 |
|         | 14.93 |
|         | 14.87 |
|         | 14.82 |
|         | 14.62 |
|         | 14.65 |
|         | 14.64 |
|         | 14.54 |
|         | 14.53 |
|         | 14.5  |
|         | 14.44 |
|         | 14.35 |
|         | 14.4  |
|         | 14.36 |
|         | 14.43 |
|         | 14.45 |
|         | 14.51 |
| 4/30/06 | 14.51 |

FUND SNAPSHOT

|   |           |
|---|-----------|
| Common Share Price                                  | \$14.51   |
| Common Share<br>Net Asset Value                     | \$15.30   |
| Premium/(Discount) to NAV                           | -5.16%    |
| Market Yield  | 5.83%     |
| Taxable-Equivalent Yield <sup>1</sup>               | 8.10%     |
| Net Assets Applicable to<br>Common Shares (\$000)   | \$916,920 |
| Average Effective Maturity<br>on Securities (Years) | 14.95     |
| Leverage-Adjusted Duration                          | 8.28      |

AVERAGE ANNUAL TOTAL RETURN  
(Inception 6/22/89)

|                         | ON SHARE PRICE | ON NAV |
|-------------------------|----------------|--------|
| 6-Month<br>(Cumulative) | 3.69%          | 1.58%  |
| 1-Year                  | 8.27%          | 2.52%  |
| 5-Year                  | 7.39%          | 7.06%  |
| 10-Year                 | 6.40%          | 6.67%  |

STATES

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(as a % of total investments)

|                |       |
|----------------|-------|
| Illinois       | 14.2% |
| California     | 9.2%  |
| New York       | 8.6%  |
| New Jersey     | 4.9%  |
| Louisiana      | 4.7%  |
| Michigan       | 4.6%  |
| Indiana        | 4.5%  |
| Florida        | 3.9%  |
| Colorado       | 3.7%  |
| Texas          | 3.6%  |
| Utah           | 2.9%  |
| Massachusetts  | 2.8%  |
| South Carolina | 2.8%  |
| Washington     | 2.8%  |
| Ohio           | 2.6%  |
| Pennsylvania   | 2.3%  |
| Georgia        | 2.1%  |
| Minnesota      | 2.1%  |
| Nevada         | 1.6%  |
| Wisconsin      | 1.5%  |
| Other          | 14.6% |

### INDUSTRIES

(as a % of total investments)

|                        |       |
|------------------------|-------|
| U.S. Guaranteed        | 26.6% |
| Tax Obligation/Limited | 14.2% |
| Tax Obligation/General | 14.2% |
| Utilites               | 10.1% |
| Transportation         | 9.4%  |
| Health Care            | 8.0%  |
| Consumer Staples       | 5.5%  |

# Edgar Filing: NUVEEN DIVIDEND ADVANTAGE MUNICIPAL FUND 3 - Form N-CSRS

Other 12.0%  
-----

- 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%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.
- 2 The Fund paid shareholders capital gains and net ordinary income distributions in December 2005 of \$0.0175 per share.

9

Nuveen Municipal Advantage Fund, Inc.  
NMA

## PERFORMANCE

OVERVIEW As of April 30, 2006

### Pie Chart:

#### CREDIT QUALITY

(as a % of total investments)

|                     |     |
|---------------------|-----|
| AAA/U.S. Guaranteed | 69% |
| AA                  | 10% |
| A                   | 2%  |
| BBB                 | 16% |
| BB or Lower         | 3%  |

### Bar Chart:

#### 2005-2006 MONTHLY TAX-FREE DIVIDENDS PER SHARE (2)

|     |        |
|-----|--------|
| May | 0.083  |
| Jun | 0.083  |
| Jul | 0.083  |
| Aug | 0.083  |
| Sep | 0.0795 |
| Oct | 0.0795 |
| Nov | 0.0795 |
| Dec | 0.0795 |
| Jan | 0.0795 |
| Feb | 0.0795 |
| Mar | 0.0755 |
| Apr | 0.0755 |

### Line Chart:

#### SHARE PRICE PERFORMANCE

#### Weekly Closing Price

Past performance is not predictive of future results.

|         |       |
|---------|-------|
| 5/01/05 | 15.17 |
|         | 15.23 |
|         | 15.28 |
|         | 15.33 |
|         | 15.28 |
|         | 15.26 |
|         | 15.39 |
|         | 15.28 |
|         | 15.26 |
|         | 15.32 |



15.24  
15.17  
15.28  
15.33  
15.29  
15.31  
15.25  
15.22  
15.21  
15.31  
15.32  
15.38  
15.45  
15.46  
15.5  
15.55  
15.49  
15.5  
15.41  
15.34  
15.33  
15.31  
15.4  
15.37  
15.39  
15.46  
15.48  
15.57  
15.59  
15.69  
15.68  
15.67  
15.67  
15.7  
15.69  
15.78  
15.75  
15.83  
15.85  
15.91  
15.8  
15.77  
15.71  
15.56  
15.63  
15.66  
15.61  
15.6  
15.66  
15.65  
15.68  
15.81  
15.72  
15.72  
15.78  
15.89  
15.77  
15.72  
15.65  
15.65  
15.57  
15.63

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15.58  
15.66  
15.68  
15.77  
15.7  
15.78  
15.77  
15.75  
15.8  
15.82  
15.77  
15.8  
15.82  
15.81  
15.84  
15.88  
15.93  
15.97  
15.95  
15.94  
16.01  
16.06  
16.01  
15.89  
15.71  
15.66  
15.64  
15.7  
15.76  
15.68  
15.6  
15.51  
15.58  
15.66  
15.75  
15.84  
15.84  
15.84  
15.81  
15.72  
15.76  
15.85  
15.75  
15.55  
15.44  
15.38  
15.39  
15.34  
15.3  
15.24  
15.19  
15.2  
15.19  
15.05  
15.13  
15.17  
15.19  
15.27  
15.2  
15.24  
15.2  
15.21

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15.25  
15.22  
15.19  
15.23  
15.09  
15.08  
15.08  
15.12  
15.12  
15.01  
14.99  
15  
15.03  
15.09  
15.13  
15.05  
15.1  
15.14  
15.12  
15.22  
15.21  
15.27  
15.45  
15.38  
15.14  
15.19  
15.07  
15.06  
14.98  
15.02  
15.03  
15.01  
15.18  
15.2  
15.18  
15.35  
15.38  
15.38  
15.42  
15.45  
15.7  
15.65  
15.7  
15.77  
15.81  
15.72  
15.43  
15.64  
15.71  
15.89  
15.92  
15.85  
15.91  
15.95  
15.94  
15.98  
16.05  
16.02  
16.01  
16  
15.66  
15.63

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15.68  
15.69  
15.68  
15.79  
15.6  
15.63  
15.61  
15.77  
15.77  
15.8  
15.75  
15.95  
15.82  
15.86  
15.92  
15.93  
15.94  
15.7  
15.45  
15.38  
15.46  
15.55  
15.58  
15.49  
15.46  
15.43  
15.57  
15.52  
15.5  
15.5  
15.47  
15.49  
15.46  
15.47  
15.55  
15.49  
15.45  
15.46  
15.51  
15.53  
15.46  
15.47  
15.35  
15.25  
15.13  
15.17  
15.29  
15.15  
15.22  
15.23  
15.14  
15.15  
15.17  
15.12  
15.17  
15.15  
15.17  
15.17

4/30/06

FUND SNAPSHOT

-----

## Edgar Filing: NUVEEN DIVIDEND ADVANTAGE MUNICIPAL FUND 3 - Form N-CSRS

|   |           |
|---|-----------|
| Common Share Price                                  | \$15.17   |
| -----   |           |
| Common Share<br>Net Asset Value                     | \$15.49   |
| -----   |           |
| Premium/(Discount) to NAV                           | -2.07%    |
| -----   |           |
| Market Yield  | 5.97%     |
| -----   |           |
| Taxable-Equivalent Yield <sup>1</sup>               | 8.29%     |
| -----   |           |
| Net Assets Applicable to<br>Common Shares (\$000)   | \$667,274 |
| -----   |           |
| Average Effective Maturity<br>on Securities (Years) | 16.36     |
| -----   |           |
| Leverage-Adjusted Duration                          | 7.62      |
| -----   |           |

### AVERAGE ANNUAL TOTAL RETURN (Inception 12/19/89)

|                         | ON SHARE PRICE | ON NAV |
|-------------------------|----------------|--------|
| -----                   |                |        |
| 6-Month<br>(Cumulative) | 3.02%          | 1.74%  |
| -----                   |                |        |
| 1-Year                  | 6.21%          | 3.00%  |
| -----                   |                |        |
| 5-Year                  | 8.61%          | 7.56%  |
| -----                   |                |        |
| 10-Year                 | 7.05%          | 6.94%  |
| -----                   |                |        |

### STATES

(as a % of total investments)

|                |       |
|----------------|-------|
| Illinois       | 11.4% |
| -----          |       |
| Texas          | 11.3% |
| -----          |       |
| New York       | 10.9% |
| -----          |       |
| Washington     | 9.5%  |
| -----          |       |
| California     | 7.5%  |
| -----          |       |
| Wisconsin      | 5.1%  |
| -----          |       |
| Louisiana      | 5.0%  |
| -----          |       |
| Tennessee      | 3.5%  |
| -----          |       |
| Ohio           | 3.0%  |
| -----          |       |
| Colorado       | 2.9%  |
| -----          |       |
| South Carolina | 2.7%  |
| -----          |       |
| Nevada         | 2.4%  |
| -----          |       |

## Edgar Filing: NUVEEN DIVIDEND ADVANTAGE MUNICIPAL FUND 3 - Form N-CSRS

|                |       |
|----------------|-------|
| Indiana        | 2.4%  |
| -----          | ----- |
| Alabama        | 2.1%  |
| -----          | ----- |
| New Jersey     | 2.1%  |
| -----          | ----- |
| North Carolina | 1.9%  |
| -----          | ----- |
| Oklahoma       | 1.5%  |
| -----          | ----- |
| Other          | 14.8% |
| -----          | ----- |

### INDUSTRIES

(as a % of total investments)

|                        |       |
|------------------------|-------|
| U.S. Guaranteed        | 26.6% |
| -----                  | ----- |
| Utilites               | 15.1% |
| -----                  | ----- |
| Health Care            | 13.5% |
| -----                  | ----- |
| Transportation         | 10.3% |
| -----                  | ----- |
| Tax Obligation/General | 8.3%  |
| -----                  | ----- |
| Tax Obligation/Limited | 7.8%  |
| -----                  | ----- |
| Housing/Single Family  | 5.6%  |
| -----                  | ----- |
| Consumer Staples       | 5.5%  |
| -----                  | ----- |
| Other                  | 7.3%  |
| -----                  | ----- |

- 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%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.
  
- 2 The Fund paid shareholders capital gains and net ordinary income distributions in December 2005 of \$0.0146 per share.

10

Nuveen Municipal Market Opportunity Fund, Inc.  
NMO

### PERFORMANCE

OVERVIEW As of April 30, 2006

#### Pie Chart:

#### CREDIT QUALITY

(as a % of total municipal bonds)

|                     |     |
|---------------------|-----|
| AAA/U.S. Guaranteed | 76% |
| AA                  | 8%  |

## Edgar Filing: NUVEEN DIVIDEND ADVANTAGE MUNICIPAL FUND 3 - Form N-CSRS

|             |    |
|-------------|----|
| A           | 5% |
| BBB         | 7% |
| BB or Lower | 3% |
| N/R         | 1% |

Bar Chart:

2005-2006 MONTHLY TAX-FREE DIVIDENDS PER SHARE (2)

|     |        |
|-----|--------|
| May | 0.076  |
| Jun | 0.076  |
| Jul | 0.076  |
| Aug | 0.076  |
| Sep | 0.0725 |
| Oct | 0.0725 |
| Nov | 0.0725 |
| Dec | 0.0725 |
| Jan | 0.0725 |
| Feb | 0.0725 |
| Mar | 0.0685 |
| Apr | 0.0685 |

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

|         |       |
|---------|-------|
| 5/01/05 | 13.97 |
|         | 14.01 |
|         | 14.04 |
|         | 14.13 |
|         | 13.97 |
|         | 14    |
|         | 14.1  |
|         | 14.11 |
|         | 14.08 |
|         | 14.07 |
|         | 14.08 |
|         | 14.11 |
|         | 14.16 |
|         | 14.18 |
|         | 14.15 |
|         | 14.17 |
|         | 14.23 |
|         | 14.24 |
|         | 14.17 |
|         | 14.29 |
|         | 14.32 |
|         | 14.45 |
|         | 14.6  |
|         | 14.45 |
|         | 14.5  |
|         | 14.47 |
|         | 14.41 |
|         | 14.39 |
|         | 14.44 |
|         | 14.27 |
|         | 14.29 |
|         | 14.26 |
|         | 14.39 |
|         | 14.39 |
|         | 14.39 |
|         | 14.39 |
|         | 14.43 |
|         | 14.48 |
|         | 14.54 |

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14.68  
14.79  
14.74  
14.87  
14.92  
14.88  
14.92  
14.95  
14.94  
14.97  
14.98  
15.03  
14.99  
15.01  
14.95  
14.84  
14.84  
14.85  
14.72  
14.75  
14.78  
14.9  
14.98  
14.96  
14.94  
14.94  
14.92  
14.96  
14.95  
14.94  
14.87  
14.88  
14.84  
14.92  
14.89  
14.9  
14.79  
14.87  
14.8  
14.74  
14.75  
14.81  
14.83  
14.88  
14.87  
14.79  
14.82  
14.88  
14.86  
14.94  
14.95  
14.93  
14.92  
14.98  
14.94  
14.96  
14.9  
14.86  
14.65  
14.62  
14.6  
14.55



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14.59  
14.46  
14.46  
14.25  
14.33  
14.44  
14.47  
14.51  
14.5  
14.48  
14.46  
14.44  
14.39  
14.37  
14.41  
14.22  
14.01  
14.05  
14  
14.06  
14.05  
14  
14.11  
14.15  
14.18  
14.11  
14.13  
14.14  
14.19  
14.17  
14.18  
14.15  
14.21  
14.28  
14.26  
13.96  
13.83  
13.8  
13.53  
13.53  
13.69  
13.76  
13.65  
13.69  
13.65  
13.65  
13.64  
13.7  
13.76  
13.82  
13.86  
13.91  
13.98  
14.04  
14.01  
14.04  
14.04  
14.04  
13.77  
13.81  
13.87  
13.84

Edgar Filing: NUVEEN DIVIDEND ADVANTAGE MUNICIPAL FUND 3 - Form N-CSRS

13.82  
13.86  
13.88  
13.94  
13.97  
14.18  
14.18  
14.32  
14.47  
14.47  
14.51  
14.59  
14.72  
14.59  
14.77  
14.66  
14.6  
14.6  
14.53  
14.4  
14.52  
14.65  
14.64  
14.59  
14.54  
14.48  
14.58  
14.59  
14.63  
14.69  
14.76  
14.72  
14.67  
14.54  
14.52  
14.51  
14.6  
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14.48  
14.61  
14.59  
14.67  
14.72  
14.68  
14.77  
14.79  
14.84  
14.78  
14.74  
14.64  
14.57  
14.54  
14.52  
14.53  
14.49  
14.55  
14.46  
14.5  
14.62  
14.65

Edgar Filing: NUVEEN DIVIDEND ADVANTAGE MUNICIPAL FUND 3 - Form N-CSRS

|         |       |
|---------|-------|
|         | 14.51 |
|         | 14.55 |
|         | 14.6  |
|         | 14.55 |
|         | 14.53 |
|         | 14.5  |
|         | 14.58 |
|         | 14.6  |
|         | 14.53 |
|         | 14.65 |
|         | 14.65 |
|         | 14.65 |
|         | 14.53 |
|         | 14.43 |
|         | 14.36 |
|         | 14.22 |
|         | 14.1  |
|         | 14.04 |
|         | 14.11 |
|         | 13.96 |
|         | 14.1  |
|         | 14.1  |
|         | 14.13 |
|         | 14.05 |
|         | 14.12 |
|         | 13.98 |
|         | 14.03 |
|         | 14.11 |
|         | 14.09 |
| 4/30/06 | 14.09 |

FUND SNAPSHOT

|   |           |
|---|-----------|
| -----   |           |
| Common Share Price                                  | \$14.09   |
| -----   |           |
| Common Share<br>Net Asset Value                     | \$15.01   |
| -----   |           |
| Premium/(Discount) to NAV                           | -6.13%    |
| -----   |           |
| Market Yield  | 5.83%     |
| -----   |           |
| Taxable-Equivalent Yield <sup>1</sup>               | 8.10%     |
| -----   |           |
| Net Assets Applicable to<br>Common Shares (\$000)   | \$683,394 |
| -----   |           |
| Average Effective Maturity<br>on Securities (Years) | 14.11     |
| -----   |           |
| Leverage-Adjusted Duration                          | 8.26      |
| -----   |           |

AVERAGE ANNUAL TOTAL RETURN  
(Inception 3/21/90)

|                         |                |        |
|-------------------------|----------------|--------|
| -----                   |                |        |
|                         | ON SHARE PRICE | ON NAV |
| -----                   |                |        |
| 6-Month<br>(Cumulative) | 2.29%          | 1.99%  |

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|         |       |       |
|---------|-------|-------|
| 1-Year  | 7.42% | 3.01% |
| 5-Year  | 6.37% | 6.74% |
| 10-Year | 6.01% | 6.20% |

STATES  
(as a % of total municipal bonds)

|                |       |
|----------------|-------|
| Texas          | 16.6% |
| Washington     | 11.6% |
| New York       | 10.6% |
| Illinois       | 7.5%  |
| Minnesota      | 5.2%  |
| South Carolina | 4.9%  |
| California     | 4.5%  |
| Nevada         | 3.9%  |
| Colorado       | 3.5%  |
| New Jersey     | 3.2%  |
| Georgia        | 3.0%  |
| Massachusetts  | 3.0%  |
| North Dakota   | 2.8%  |
| Pennsylvania   | 2.5%  |
| Puerto Rico    | 1.9%  |
| Ohio           | 1.7%  |
| Other          | 13.6% |

INDUSTRIES  
(as a % of total investments)

|                        |       |
|------------------------|-------|
| U.S. Guaranteed        | 31.8% |
| Transportation         | 18.3% |
| Tax Obligation/General | 15.0% |
| Tax Obligation/Limited | 7.5%  |
| Utilities              | 6.8%  |
| Health Care            | 6.2%  |
| Consumer Staples       | 5.0%  |

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-----  
 Other 9.4%  
 -----

- 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%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.
- 2 The Fund paid shareholders a net ordinary income distribution in December 2005 of \$0.0036 per share.

11

Nuveen Dividend Advantage Municipal Fund  
 NAD

PERFORMANCE  
 OVERVIEW As of April 30, 2006

Pie Chart:

CREDIT QUALITY

(as a % of total investments)

|                     |     |
|---------------------|-----|
| AAA/U.S. Guaranteed | 71% |
| AA                  | 11% |
| A                   | 2%  |
| BBB                 | 8%  |
| BB or Lower         | 5%  |
| N/R                 | 3%  |

Bar Chart:

2005-2006 MONTHLY TAX-FREE DIVIDENDS PER SHARE

|     |        |
|-----|--------|
| May | 0.0825 |
| Jun | 0.0825 |
| Jul | 0.0825 |
| Aug | 0.0825 |
| Sep | 0.079  |
| Oct | 0.079  |
| Nov | 0.079  |
| Dec | 0.075  |
| Jan | 0.075  |
| Feb | 0.075  |
| Mar | 0.0715 |
| Apr | 0.0715 |

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

|         |       |
|---------|-------|
| 5/01/05 | 14.62 |
|         | 14.63 |
|         | 14.7  |
|         | 14.77 |
|         | 14.67 |
|         | 14.82 |
|         | 14.88 |

Edgar Filing: NUVEEN DIVIDEND ADVANTAGE MUNICIPAL FUND 3 - Form N-CSRS

14.82  
14.87  
14.81  
14.83  
14.88  
14.85  
14.9  
14.87  
14.85  
14.83  
14.82  
14.81  
14.87  
14.94  
14.97  
15.07  
15.01  
15.07  
15.09  
15.15  
15.15  
15.15  
15  
15  
14.98  
15  
14.97  
14.97  
15.03  
15.12  
15.15  
15.2  
15.25  
15.22  
15.32  
15.43  
15.42  
15.43  
15.43  
15.48  
15.52  
15.49  
15.55  
15.54  
15.53  
15.48  
15.3  
15.52  
15.5  
15.43  
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15.48  
15.45  
15.54  
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15.5  
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15.55  
15.59  
15.49

15.44  
15.44  
15.49  
15.41  
15.38  
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15.38  
15.33  
15.35  
15.44  
15.4  
15.46  
15.46  
15.53  
15.55  
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15.5  
15.45  
15.42  
15.45  
15.57  
15.47  
15.38  
15.21  
15.2  
15.24  
15.28  
15.28  
15.32  
15.31  
15.26  
15.15  
15.1  
15.03  
15.12  
14.89  
14.77  
14.7  
14.58  
14.53  
14.62  
14.58  
14.65  
14.67  
14.63  
14.57  
14.51  
14.53  
14.58  
14.56  
14.57

Edgar Filing: NUVEEN DIVIDEND ADVANTAGE MUNICIPAL FUND 3 - Form N-CSRS

14.63  
14.65  
14.64  
14.69  
14.55  
14.47  
14.48  
14.38  
14.3  
14.38  
14.39  
14.36  
14.37  
14.35  
14.38  
14.42  
14.49  
14.5  
14.56  
14.68  
14.6  
14.64  
14.6  
14.51  
14.5  
14.41  
14.37  
14.19  
14.25  
14.29  
14.22  
14.17  
14.18  
14.11  
14.2  
14.28  
14.25  
14.43  
14.56  
14.6  
14.6  
14.66  
14.77  
14.91  
15.09  
15.13  
15.15  
15.09  
15.06  
15.09  
15.02  
15.04  
15.04  
15.01  
15.12  
15.13  
15.15  
15.14  
15.2  
15.19  
15.25  
15.22



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15.16  
15.13  
15.1  
15.17  
15.09  
15.13  
15.1  
14.94  
14.86  
14.85  
14.87  
14.9  
15  
15.05  
15.15  
15.16  
15.2  
15.28  
15.27  
15.24  
15.22  
15.03  
15.05  
15.07  
15.07  
15.04  
14.91  
14.77  
14.79  
14.86  
14.89  
14.83  
14.78  
14.65  
14.66  
14.67  
14.67  
14.73  
14.77  
14.79  
14.84  
14.83  
14.85  
14.75  
14.61  
14.46  
14.44  
14.28  
14.34  
14.33  
14.3  
14.33  
14.39  
14.34  
14.37  
14.47  
14.46  
14.41  
14.36  
14.41  
14.41

4/30/06

## Edgar Filing: NUVEEN DIVIDEND ADVANTAGE MUNICIPAL FUND 3 - Form N-CSRS

### FUND SNAPSHOT

|   |           |
|---|-----------|
| Common Share Price                                  | \$14.41   |
| Common Share<br>Net Asset Value                     | \$15.13   |
| Premium/(Discount) to NAV                           | -4.76%    |
| Market Yield  | 5.95%     |
| Taxable-Equivalent Yield <sup>1</sup>               | 8.26%     |
| Net Assets Applicable to<br>Common Shares (\$000)   | \$594,021 |
| Average Effective Maturity<br>on Securities (Years) | 15.30     |
| Leverage-Adjusted Duration                          | 8.14      |

### AVERAGE ANNUAL TOTAL RETURN (Inception 5/26/99)

|                         | ON SHARE PRICE | ON NAV |
|-------------------------|----------------|--------|
| 6-Month<br>(Cumulative) | 1.85%          | 1.94%  |
| 1-Year                  | 5.44%          | 3.55%  |
| 5-Year                  | 6.16%          | 8.24%  |
| Since<br>Inception      | 5.98%          | 7.35%  |

### STATES

(as a % of total investments)

|              |       |
|--------------|-------|
| Illinois     | 24.8% |
| Texas        | 10.2% |
| New York     | 8.6%  |
| Washington   | 7.6%  |
| Florida      | 5.4%  |
| Wisconsin    | 4.6%  |
| New Jersey   | 4.4%  |
| Pennsylvania | 3.3%  |
| Ohio         | 2.8%  |
| Louisiana    | 2.7%  |

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|              |       |
|--------------|-------|
| Indiana      | 2.6%  |
| Colorado     | 2.5%  |
| Michigan     | 2.4%  |
| Rhode Island | 2.2%  |
| California   | 1.8%  |
| Other        | 14.1% |

INDUSTRIES

(as a % of total investments)

|                        |       |
|------------------------|-------|
| U.S. Guaranteed        | 19.3% |
| Tax Obligation/General | 16.1% |
| Tax Obligation/Limited | 13.8% |
| Health Care            | 13.1% |
| Transportation         | 11.9% |
| Utilities              | 7.6%  |
| Consumer Staples       | 6.3%  |
| Other                  | 11.9% |

- 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%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.

12

Nuveen Dividend Advantage Municipal Fund 2  
NXZ

PERFORMANCE

OVERVIEW As of April 30, 2006

Pie Chart:

CREDIT QUALITY

(as a % of total municipal bonds)

|                     |     |
|---------------------|-----|
| AAA/U.S. Guaranteed | 61% |
| AA                  | 7%  |
| A                   | 11% |
| BBB                 | 11% |
| BB or Lower         | 8%  |
| N/R                 | 2%  |

## Edgar Filing: NUVEEN DIVIDEND ADVANTAGE MUNICIPAL FUND 3 - Form N-CSRS

### Bar Chart:

2005-2006 MONTHLY TAX-FREE DIVIDENDS PER SHARE

|     |       |
|-----|-------|
| May | 0.086 |
| Jun | 0.086 |
| Jul | 0.086 |
| Aug | 0.086 |
| Sep | 0.086 |
| Oct | 0.086 |
| Nov | 0.086 |
| Dec | 0.086 |
| Jan | 0.086 |
| Feb | 0.086 |
| Mar | 0.082 |
| Apr | 0.082 |

### Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

|         |       |
|---------|-------|
| 5/01/05 | 15.38 |
|         | 15.42 |
|         | 15.4  |
|         | 15.43 |
|         | 15.39 |
|         | 15.39 |
|         | 15.52 |
|         | 15.39 |
|         | 15.45 |
|         | 15.5  |
|         | 15.53 |
|         | 15.52 |
|         | 15.55 |
|         | 15.5  |
|         | 15.41 |
|         | 15.47 |
|         | 15.5  |
|         | 15.51 |
|         | 15.54 |
|         | 15.59 |
|         | 15.62 |
|         | 15.69 |
|         | 15.77 |
|         | 15.72 |
|         | 15.76 |
|         | 15.86 |
|         | 15.9  |
|         | 15.84 |
|         | 15.84 |
|         | 15.65 |
|         | 15.64 |
|         | 15.7  |
|         | 15.89 |
|         | 15.84 |
|         | 15.81 |
|         | 15.82 |
|         | 15.84 |
|         | 15.94 |
|         | 16    |
|         | 15.92 |
|         | 15.84 |
|         | 15.96 |
|         | 16.05 |

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15.98  
15.92  
16  
16.05  
16.08  
16.16  
16.22  
16.1  
16.04  
16.06  
15.83  
16.01  
15.99  
15.94  
15.99  
15.87  
15.82  
15.97  
16  
16  
16  
16.01  
16.07  
16.14  
16.12  
16.03  
16.01  
15.99  
16.02  
15.94  
16  
16.03  
15.99  
15.97  
16  
16.07  
16.11  
16.29  
16.24  
16.29  
16.32  
16.22  
16.2  
16.39  
16.59  
16.64  
16.68  
16.7  
16.85  
16.79  
16.85  
16.6  
16.33  
16.31  
16.46  
16.45  
16.32  
16.4  
16.39  
16.15  
16.14  
16.09

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16.15  
16.19  
16.25  
16.27  
16.24  
16.22  
16.19  
16.27  
16.21  
16.3  
16.01  
15.64  
15.6  
15.67  
15.58  
15.49  
15.5  
15.82  
15.55  
15.56  
15.45  
15.5  
15.45  
15.64  
15.58  
15.71  
15.74  
15.8  
15.86  
15.99  
15.96  
15.8  
15.84  
15.74  
15.68  
15.74  
15.95  
15.9  
15.95  
16.01  
15.95  
16  
16.15  
16.3  
16.18  
16.21  
16.03  
16.02  
16.07  
16.12  
16.3  
16.18  
16.3  
15.95  
15.84  
16.12  
15.75  
15.88  
16.09  
16.11  
16.1  
16.13

16.4  
16.39  
16.43  
16.47  
16.47  
16.54  
16.52  
16.55  
16.72  
16.75  
16.75  
16.57  
16.62  
16.5  
16.38  
16.53  
16.68  
16.8  
16.8  
16.82  
16.8  
16.88  
16.95  
17.2  
17.15  
17.01  
16.92  
16.75  
16.66  
16.7  
16.66  
16.13  
16.17  
16  
15.95  
15.95  
16.05  
16.14  
16.05  
16.15  
16.13  
16.19  
16.29  
16.3  
16.22  
16.25  
16.19  
16.19  
16.09  
16.13  
16.15  
16.15  
16.23  
16.15  
16.22  
16.38  
16.32  
16.38  
16.29  
16.27  
16.6  
16.55

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|         |       |
|---------|-------|
|         | 16.6  |
|         | 16.56 |
|         | 16.62 |
|         | 16.56 |
|         | 16.62 |
|         | 16.68 |
|         | 16.62 |
|         | 16.65 |
|         | 16.6  |
|         | 16.4  |
|         | 16.3  |
|         | 16.16 |
|         | 16.15 |
|         | 16.08 |
|         | 16.09 |
|         | 16.19 |
|         | 16.19 |
|         | 16.15 |
|         | 16.13 |
|         | 16.36 |
|         | 16.22 |
|         | 16.05 |
|         | 16.14 |
|         | 16.2  |
|         | 16.2  |
| 4/30/06 | 15.64 |

FUND SNAPSHOT

-----  
Common Share Price \$16.20  
-----

Common Share  
Net Asset Value \$15.71  
-----

Premium/(Discount) to NAV 3.12%  
-----

Market Yield 6.07%  
-----

Taxable-Equivalent Yield<sup>1</sup> 8.43%  
-----

Net Assets Applicable to  
Common Shares (\$000) \$460,507  
-----

Average Effective Maturity  
on Securities (Years) 21.76  
-----

Leverage-Adjusted Duration 6.85  
-----

AVERAGE ANNUAL TOTAL RETURN  
(Inception 3/27/01)

|                         | ON SHARE PRICE | ON NAV |
|-------------------------|----------------|--------|
| 6-Month<br>(Cumulative) | 6.82%          | 2.66%  |
| 1-Year                  | 12.82%         | 4.87%  |
| 5-Year                  | 8.48%          | 8.88%  |

-----  
Since



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|           |       |       |
|-----------|-------|-------|
| Inception | 8.33% | 8.53% |
|-----------|-------|-------|

STATES

(as a % of total municipal bonds)

|               |       |
|---------------|-------|
| Texas         | 16.9% |
| Michigan      | 9.7%  |
| California    | 7.4%  |
| Illinois      | 7.3%  |
| New York      | 4.4%  |
| Colorado      | 4.1%  |
| Washington    | 4.1%  |
| New Mexico    | 3.7%  |
| Florida       | 3.4%  |
| Missouri      | 3.4%  |
| Indiana       | 3.3%  |
| Louisiana     | 2.9%  |
| Alabama       | 2.9%  |
| Nevada        | 2.8%  |
| Massachusetts | 2.7%  |
| Kansas        | 2.6%  |
| Oregon        | 2.6%  |
| Pennsylvania  | 2.5%  |
| Other         | 13.3% |

INDUSTRIES

(as a % of total investments)

|                        |       |
|------------------------|-------|
| Health Care            | 17.8% |
| Tax Obligation/Limited | 15.6% |
| U.S. Guaranteed        | 13.6% |
| Transportation         | 13.4% |
| Water and Sewer        | 8.8%  |
| Utilities              | 7.0%  |
| Tax Obligation/General | 6.1%  |

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|                  |       |
|------------------|-------|
| Consumer Staples | 5.5%  |
| Other            | 12.2% |

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%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.

13

Nuveen Dividend Advantage Municipal Fund 3  
NZF

PERFORMANCE

OVERVIEW As of April 30, 2006

Pie Chart:

CREDIT QUALITY

(as a % of total investments)

|                     |     |
|---------------------|-----|
| AAA/U.S. Guaranteed | 76% |
| AA                  | 9%  |
| A                   | 2%  |
| BBB                 | 6%  |
| BB or Lower         | 2%  |
| N/R                 | 5%  |

Bar Chart:

2005-2006 MONTHLY TAX-FREE DIVIDENDS PER SHARE

|     |        |
|-----|--------|
| May | 0.0805 |
| Jun | 0.0805 |
| Jul | 0.0805 |
| Aug | 0.0805 |
| Sep | 0.077  |
| Oct | 0.077  |
| Nov | 0.077  |
| Dec | 0.077  |
| Jan | 0.077  |
| Feb | 0.077  |
| Mar | 0.077  |
| Apr | 0.077  |

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

|         |       |
|---------|-------|
| 5/01/05 | 14.35 |
|         | 14.44 |
|         | 14.44 |
|         | 14.41 |
|         | 14.3  |
|         | 14.39 |
|         | 14.47 |
|         | 14.35 |

14.41  
14.41  
14.48  
14.45  
14.48  
14.48  
14.47  
14.49  
14.52  
14.56  
14.56  
14.61  
14.67  
14.69  
14.78  
14.77  
14.78  
14.85  
14.85  
14.9  
14.91  
14.77  
14.76  
14.71  
14.75  
14.68  
14.72  
14.75  
14.82  
14.86  
14.92  
14.86  
14.82  
14.9  
14.99  
15  
15.05  
15.13  
15.15  
15.19  
15.26  
15.31  
15.25  
15.24  
15.18  
14.95  
15.04  
14.95  
14.94  
14.98  
14.98  
14.98  
15  
15.05  
15.1  
15.1  
15.14  
15.13  
15.12  
15.11  
15.03  
15

15.03  
15.09  
15.05  
15.06  
15.08  
15.12  
15.06  
15.11  
15.17  
15.13  
15.06  
15.08  
15.13  
15.17  
15.18  
15.2  
15.26  
15.35  
15.42  
15.47  
15.3  
15.32  
15.41  
15.4  
15.21  
15.08  
14.91  
14.9  
14.91  
14.94  
14.93  
14.56  
14.47  
14.4  
14.35  
14.51  
14.5  
14.53  
14.5  
14.5  
14.45  
14.49  
14.48  
14.45  
14.53  
14.33  
14.08  
14.1  
14.1  
14.05  
14.09  
14.09  
14.33  
14.35  
14.38  
14.3  
14.36  
14.37  
14.41  
14.5  
14.52  
14.52

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14.55  
14.66  
14.61  
14.67  
14.53  
14.53  
14.49  
14.37  
14.54  
14.45  
14.5  
14.41  
14.43  
14.44  
14.42  
14.54  
14.52  
14.43  
14.46  
14.48  
14.55  
14.61  
14.48  
14.5  
14.66  
14.69  
14.46  
14.47  
14.4  
14.4  
14.39  
14.41  
14.42  
14.49  
14.61  
14.52  
14.71  
14.82  
14.91  
14.91  
14.99  
15.01  
15.15  
15.3  
15.3  
15.4  
15.25  
15.35  
15.26  
15.2  
15.16  
15.24  
15.28  
15.29  
15.38  
15.38  
15.31  
15.37  
15.4  
15.49  
15.45  
15.4

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15.38  
15.37  
15.4  
15.4  
15.41  
15.43  
15.35  
15.32  
15.33  
15.4  
15.35  
15.34  
15.15  
15.1  
15.15  
15.2  
15.21  
15.24  
15.15  
15.13  
15.17  
15.1  
15.12  
15.13  
15.19  
15.17  
15.19  
15.3  
15.34  
15.32  
15.33  
15.29  
15.35  
15.49  
15.45  
15.48  
15.45  
15.4  
15.28  
15.26  
15.35  
15.35  
15.4  
15.38  
15.32  
15.26  
15.29  
15.2  
15.25  
15.02  
15.08  
15.09  
15.05  
14.95  
15  
15.03  
15  
15.15  
15.1  
15.1

4/30/06

## Edgar Filing: NUVEEN DIVIDEND ADVANTAGE MUNICIPAL FUND 3 - Form N-CSRS

### FUND SNAPSHOT

|   |           |
|---|-----------|
| Common Share Price                                  | \$15.10   |
| Common Share<br>Net Asset Value                     | \$15.23   |
| Premium/(Discount) to NAV                           | -0.85%    |
| Market Yield  | 6.12%     |
| Taxable-Equivalent Yield <sup>1</sup>               | 8.50%     |
| Net Assets Applicable to<br>Common Shares (\$000)   | \$613,899 |
| Average Effective Maturity<br>on Securities (Years) | 17.47     |
| Leverage-Adjusted Duration                          | 6.73      |

### AVERAGE ANNUAL TOTAL RETURN

(Inception 9/25/01)

|                         | ON SHARE PRICE | ON NAV |
|-------------------------|----------------|--------|
| 6-Month<br>(Cumulative) | 8.03%          | 2.44%  |
| 1-Year                  | 12.23%         | 4.11%  |
| Since<br>Inception      | 6.78%          | 7.75%  |

### STATES

(as a % of total investments)

|            |       |
|------------|-------|
| Illinois   | 12.4% |
| Texas      | 12.1% |
| Washington | 10.7% |
| California | 7.2%  |
| Michigan   | 6.1%  |
| Nevada     | 5.3%  |
| Colorado   | 5.1%  |
| Iowa       | 4.0%  |
| Indiana    | 3.9%  |
| Wisconsin  | 3.0%  |
| New York   | 2.9%  |
| Louisiana  | 2.3%  |

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|            |       |
|------------|-------|
| Kentucky   | 2.1%  |
| Missouri   | 1.7%  |
| Oregon     | 1.7%  |
| New Jersey | 1.6%  |
| Georgia    | 1.6%  |
| Ohio       | 1.5%  |
| Other      | 14.8% |

INDUSTRIES  
(as a % of total investments)

|                                      |       |
|--------------------------------------|-------|
| Transportation                       | 18.0% |
| Health Care                          | 16.3% |
| U.S. Guaranteed                      | 15.9% |
| Tax Obligation/General               | 13.0% |
| Utilities                            | 7.3%  |
| Water and Sewer                      | 6.6%  |
| Education and<br>Civic Organizations | 5.8%  |
| Tax Obligation/Limited               | 4.9%  |
| Other                                | 12.2% |

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%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.

Nuveen Performance Plus Municipal Fund, Inc. (NPP)  
Portfolio of  
INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL<br>AMOUNT (000) | DESCRIPTION (1) | OPTIONAL CALL<br>PROVISIONS (2) |
|---------------------------|-----------------|---------------------------------|
|---------------------------|-----------------|---------------------------------|

ALABAMA - 1.2% (0.8% OF TOTAL INVESTMENTS)

Jefferson County, Alabama, Sewer Revenue Refunding Warrants,



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|    |               |   |                |
|----|---------------|---|----------------|
|    | Series 1997A: |   |                |
| \$ | 3,640         | 5.625%, 2/01/22 (Pre-refunded 2/01/07) - FGIC Insured | 2/07 at 101.00 |
|    | 3,820         | 5.375%, 2/01/27 (Pre-refunded 2/01/07) - FGIC Insured | 2/07 at 100.00 |

|  |   |                                |                |
|--|---|--------------------------------|----------------|
|  | Jefferson County, Alabama, Sewer Revenue Refunding Warrants,<br>Series 1997A: |                                |                |
|  | 1,435   | 5.625%, 2/01/22 - FGIC Insured | 2/07 at 101.00 |
|  | 1,505   | 5.375%, 2/01/27 - FGIC Insured | 2/07 at 100.00 |

---

10,400 Total Alabama

---

ARIZONA - 1.3% (0.9% OF TOTAL INVESTMENTS)

|  |       |  |                |
|--|-------|--|----------------|
|  | 1,000 | Arizona State Transportation Board, Highway Revenue Bonds,<br>Series 2002B, 5.250%, 7/01/22 (Pre-refunded 7/01/12) | 7/12 at 100.00 |
|--|-------|--|----------------|

|  |  |  |                |
|--|--|--|----------------|
|  | Phoenix, Arizona, Civic Improvement Corporation, Senior Lien<br>Airport Revenue Bonds, Series 2002B: |  |                |
|  | 5,365  | 5.750%, 7/01/15 - FGIC Insured (Alternative Minimum Tax) | 7/12 at 100.00 |
|  | 5,055  | 5.750%, 7/01/16 - FGIC Insured (Alternative Minimum Tax) | 7/12 at 100.00 |

---

11,420 Total Arizona

---

ARKANSAS - 0.7% (0.5% OF TOTAL INVESTMENTS)

|  |       |   |                |
|--|-------|---|----------------|
|  | 5,080 | Independence County, Arkansas, Hydroelectric Power Revenue<br>Bonds, Series 2003, 5.350%, 5/01/28 - ACA Insured | 5/13 at 100.00 |
|--|-------|---|----------------|

|  |       |   |                |
|--|-------|---|----------------|
|  | 1,000 | Washington County, Arkansas, Hospital Revenue Bonds,<br>Washington Regional Medical Center, Series 2005A, 5.000%, 2/01/35 | 2/15 at 100.00 |
|--|-------|---|----------------|

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6,080 Total Arkansas

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CALIFORNIA - 13.7% (9.2% OF TOTAL INVESTMENTS)

|  |       |   |                 |
|--|-------|---|-----------------|
|  | 3,500 | Alameda Corridor Transportation Authority, California,<br>Subordinate Lien Revenue Bonds, Series 2004A,<br>0.000%, 10/01/25 - AMBAC Insured | 10/17 at 100.00 |
|--|-------|---|-----------------|

|  |        |  |              |
|--|--------|--|--------------|
|  | 11,000 | Anaheim Public Finance Authority, California, Subordinate<br>Lease Revenue Bonds, Public Improvement Project,<br>Series 1997C, 0.000%, 9/01/20 - FSA Insured | No Opt. Call |
|--|--------|--|--------------|

|  |  |  |                |
|--|--|--|----------------|
|  | California Department of Water Resources, Power Supply<br>Revenue Bonds, Series 2002A: |  |                |
|  | 4,000  | 6.000%, 5/01/15 (Pre-refunded 5/01/12) | 5/12 at 101.00 |
|  | 3,175  | 5.375%, 5/01/22 (Pre-refunded 5/01/12) | 5/12 at 101.00 |

|  |       |  |                |
|--|-------|--|----------------|
|  | 3,000 | California Health Facilities Financing Authority, Health<br>Facility Revenue Bonds, Adventist Health System/West,<br>Series 2003A, 5.000%, 3/01/33 | 3/13 at 100.00 |
|--|-------|--|----------------|

|  |       |  |                 |
|--|-------|--|-----------------|
|  | 2,380 | California Infrastructure Economic Development Bank, Revenue | 10/11 at 101.00 |
|--|-------|--|-----------------|

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|        |  |                |
|--------|--|----------------|
|        | Bonds, J. David Gladstone Institutes, Series 2001,<br>5.250%, 10/01/34   |                |
| 5,300  | California, General Obligation Bonds, Series 2004,<br>5.100%, 2/01/34  | 2/09 at 100.00 |
| 5,000  | California, General Obligation Bonds, Series 2005,<br>5.000%, 3/01/31  | 3/16 at 100.00 |
| 6,435  | California, General Obligation Refunding Bonds, Series 2002,<br>6.000%, 4/01/16 - AMBAC Insured  | No Opt. Call   |
| 3,935  | East Bay Municipal Utility District, Alameda and Contra Costa<br>Counties, California, Water System Subordinated Revenue<br>Refunding Bonds, Series 1996, 4.750%, 6/01/21 (Pre-refunded<br>6/01/06) - FGIC Insured | 6/06 at 100.00 |
| 2,990  | East Bay Municipal Utility District, Alameda and Contra Costa<br>Counties, California, Water System Subordinated Revenue<br>Refunding Bonds, Series 1996, 4.750%, 6/01/21 - FGIC Insured                           | 6/06 at 100.00 |
| 10,000 | Golden State Tobacco Securitization Corporation, California,<br>Tobacco Settlement Asset-Backed Bonds, Series 2003A-1,<br>6.750%, 6/01/39  | 6/13 at 100.00 |
| 8,000  | Golden State Tobacco Securitization Corporation, California,<br>Tobacco Settlement Asset-Backed Revenue Bonds,<br>Series 2005A, 5.000%, 6/01/45  | 6/15 at 100.00 |

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Nuveen Performance Plus Municipal Fund, Inc. (NPP) (continued)  
Portfolio of INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL<br>AMOUNT (000) | DESCRIPTION (1)   | OPTIONAL CALL<br>PROVISIONS (2) |
|---------------------------|---|---------------------------------|
| -----                     |   |                                 |
|                           | CALIFORNIA (continued)  |                                 |
| \$ 1,000                  | Mt. Diablo Hospital District, California, Insured Hospital<br>Revenue Bonds, Series 1993A, 5.125%, 12/01/23 - AMBAC<br>Insured (ETM)  | 6/06 at 100.00                  |
| 13,450                    | Ontario Redevelopment Financing Authority, San Bernardino<br>County, California, Revenue Refunding Bonds, Redevelopment<br>Project 1, Series 1995, 7.200%, 8/01/17 - MBIA Insured | No Opt. Call                    |
| 14,535                    | Palmdale Community Redevelopment Agency, California,<br>Residential Mortgage Revenue Refunding Bonds, Series 1991A,<br>7.150%, 2/01/10 (ETM)                                      | No Opt. Call                    |
| 2,325                     | Palmdale Community Redevelopment Agency, California,<br>Restructured Single Family Mortgage Revenue Bonds,<br>Series 1986D, 8.000%, 4/01/16 (Alternative Minimum Tax) (ETM)       | No Opt. Call                    |
| 2,000                     | San Francisco Airports Commission, California, Revenue Bonds,<br>San Francisco International Airport, Second Series 1999,<br>Issue 23B, 5.125%, 5/01/30 - FGIC Insured            | 5/09 at 101.00                  |

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|        |  |                |
|--------|--|----------------|
| 2,000  | San Francisco Airports Commission, California, Revenue Refunding Bonds, San Francisco International Airport, Second Series 2001, Issue 27B, 5.125%, 5/01/26 - FGIC Insured | 5/11 at 100.00 |
| 3,000  | San Joaquin Hills Transportation Corridor Agency, Orange County, California, Toll Road Revenue Refunding Bonds, Series 1997A, 0.000%, 1/15/35 - MBIA Insured               | No Opt. Call   |
| 15,745 | Walnut Valley Unified School District, Los Angeles County, California, General Obligation Refunding Bonds, Series 1997A, 7.200%, 2/01/16 - MBIA Insured                    | 8/11 at 103.00 |

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|         |                  |  |
|---------|------------------|--|
| 122,770 | Total California |  |
|---------|------------------|--|

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COLORADO - 5.6% (3.7% OF TOTAL INVESTMENTS)

|        |  |                 |
|--------|--|-----------------|
| 3,000  | Colorado Educational and Cultural Facilities Authority, Charter School Revenue Bonds, Peak-to-Peak Charter School, Series 2004, 5.250%, 8/15/34 - XLCA Insured           | 8/14 at 100.00  |
| 5,860  | Colorado Health Facilities Authority, Revenue Refunding Bonds, Catholic Health Initiatives, Series 2001, 5.250%, 9/01/21   | 9/11 at 100.00  |
| 7,575  | Denver City and County, Colorado, Airport System Revenue Bonds, Series 1997E, 5.250%, 11/15/23 - MBIA Insured  | 11/07 at 101.00 |
| 20,000 | Denver Convention Center Hotel Authority, Colorado, Senior Revenue Bonds, Convention Center Hotel, Series 2003A, 5.000%, 12/01/33 (Pre-refunded 12/01/13) - XLCA Insured | 12/13 at 100.00 |
| 10,615 | E-470 Public Highway Authority, Colorado, Senior Revenue Bonds, Series 1997B, 0.000%, 9/01/21 - MBIA Insured   | No Opt. Call    |
| 10,000 | E-470 Public Highway Authority, Colorado, Senior Revenue Bonds, Series 2000B, 0.000%, 9/01/32 - MBIA Insured   | No Opt. Call    |
| 755    | Jefferson County School District R1, Colorado, General Obligation Bonds, Series 2004, 5.000%, 12/15/22 - FSA Insured   | 12/14 at 100.00 |
| 4,125  | Municipal Subdistrict Northern Colorado Water District, Revenue Bonds, Series 1997G, 5.250%, 12/01/15 - AMBAC Insured  | 12/07 at 101.00 |

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|        |                |  |
|--------|----------------|--|
| 61,930 | Total Colorado |  |
|--------|----------------|--|

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DISTRICT OF COLUMBIA - 2.0% (1.4% OF TOTAL INVESTMENTS)

|       |  |                 |
|-------|--|-----------------|
| 6,110 | District of Columbia Tobacco Settlement Corporation, Tobacco Settlement Asset-Backed Bonds, Series 2001, 6.250%, 5/15/24 | 5/11 at 101.00  |
| 5,590 | District of Columbia, General Obligation Bonds, Series 1999B, 5.500%, 6/01/13 - FSA Insured                              | 6/09 at 101.00  |
| 6,000 | Washington Convention Center Authority, District of Columbia, Senior Lien Dedicated Tax Revenue Bonds, Series 1998,      | 10/08 at 101.00 |

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5.250%, 10/01/10 - AMBAC Insured

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|        |                            |
|--------|----------------------------|
| 17,700 | Total District of Columbia |
|--------|----------------------------|

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FLORIDA - 5.8% (3.9% OF TOTAL INVESTMENTS)

|       |  |                |
|-------|--|----------------|
|       | Broward County Housing Finance Authority, Florida, Multifamily Housing Revenue Bonds, Venice Homes Apartments, Series 2001A:                   |                |
| 1,545 | 5.700%, 1/01/32 - FSA Insured (Alternative Minimum Tax)  | 7/11 at 100.00 |
| 1,805 | 5.800%, 1/01/36 - FSA Insured (Alternative Minimum Tax)  | 7/11 at 100.00 |
| 2,505 | Florida Housing Finance Corporation, Homeowner Mortgage Revenue Bonds, Series 2000-11, 5.850%, 1/01/22 - FSA Insured (Alternative Minimum Tax) | 1/10 at 100.00 |

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| PRINCIPAL AMOUNT (000) | DESCRIPTION (1)   | OPTIONAL CALL PROVISIONS (2) |
|------------------------|---|------------------------------|
|                        | FLORIDA (continued)   |                              |
| \$ 10,050              | Florida State Board of Education, Full Faith and Credit Public Education Capital Outlay Refunding Bonds, Series 1999D, 5.750%, 6/01/22  | 6/10 at 101.00               |
| 7,000                  | Hillsborough County Aviation Authority, Florida, Revenue Bonds, Tampa International Airport, Series 2003A, 5.250%, 10/01/17 - MBIA Insured (Alternative Minimum Tax)                              | 10/13 at 100.00              |
| 10,000                 | JEA, Florida, Electric System Revenue Bonds, Series 2006-3A, 5.000%, 10/01/41 - FSA Insured   | 4/15 at 100.00               |
| 10,750                 | Martin County Industrial Development Authority, Florida, Industrial Development Revenue Bonds, Indiantown Cogeneration LP, Series 1994A, 7.875%, 12/15/25 (Alternative Minimum Tax)               | 6/06 at 101.00               |
| 2,570                  | Miami-Dade County Housing Finance Authority, Florida, Multifamily Mortgage Revenue Bonds, Country Club Villas II Project, Series 2001-1A, 5.850%, 1/01/37 - FSA Insured (Alternative Minimum Tax) | 6/11 at 100.00               |
| 3,500                  | Miami-Dade County, Florida, Aviation Revenue Bonds, Miami International Airport, Series 2005A, 5.000%, 10/01/37 - XLCA Insured (Alternative Minimum Tax)  | 10/15 at 100.00              |
| 1,700                  | Miami-Dade County, Florida, Beacon Tradeport Community Development District, Special Assessment Bonds, Commercial Project, Series 2002A, 5.625%, 5/01/32 - RAAI Insured                           | 5/12 at 102.00               |
| 51,425                 | Total Florida   |                              |

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GEORGIA - 3.2% (2.1% OF TOTAL INVESTMENTS)

|        |   |                 |
|--------|---|-----------------|
| 4,920  | Atlanta, Georgia, Airport General Revenue Refunding Bonds, Series 2000A, 5.600%, 1/01/30 (Pre-refunded 1/01/10) - FGIC Insured  | 1/10 at 101.00  |
| 5,000  | Atlanta, Georgia, Water and Wastewater Revenue Bonds, Series 1999A, 5.500%, 11/01/22 - FGIC Insured   | No Opt. Call    |
| 2,000  | George L. Smith II World Congress Center Authority, Atlanta, Georgia, Revenue Refunding Bonds, Domed Stadium Project, Series 2000, 5.500%, 7/01/20 - MBIA Insured (Alternative Minimum Tax) | 7/10 at 101.00  |
| 15,000 | Private Colleges and Universities Authority, Georgia, Revenue Bonds, Emory University, Series 1999A, 5.500%, 11/01/25 (Pre-refunded 11/01/09)   | 11/09 at 101.00 |

-----  
 26,920 Total Georgia  
 -----

IDAHO - 0.1% (0.1% OF TOTAL INVESTMENTS)

|     |  |                |
|-----|--|----------------|
| 775 | Idaho Housing and Finance Association, Single Family Mortgage Bonds, Series 2000D, 6.200%, 7/01/14 (Alternative Minimum Tax)   | 1/10 at 100.00 |
| 490 | Idaho Housing and Finance Association, Single Family Mortgage Bonds, Series 2000G-2, 5.950%, 7/01/25 (Alternative Minimum Tax) | 7/10 at 100.00 |

-----  
 1,265 Total Idaho  
 -----

ILLINOIS - 21.2% (14.2% OF TOTAL INVESTMENTS)

|        |   |                |
|--------|---|----------------|
| 10,000 | Chicago Board of Education, Illinois, Unlimited Tax General Obligation Bonds, Dedicated Tax Revenues, Series 1998B-1, 0.000%, 12/01/19 - FGIC Insured | No Opt. Call   |
| 10,000 | Chicago Board of Education, Illinois, Unlimited Tax General Obligation Bonds, Dedicated Tax Revenues, Series 1999A, 0.000%, 12/01/20 - FGIC Insured   | No Opt. Call   |
| 32,170 | Chicago, Illinois, General Obligation Bonds, City Colleges of Chicago Capital Improvement Project, Series 1999: 0.000%, 1/01/21 - FGIC Insured        | No Opt. Call   |
| 32,670 | Chicago, Illinois, General Obligation Bonds, City Colleges of Chicago Capital Improvement Project, Series 1999: 0.000%, 1/01/22 - FGIC Insured        | No Opt. Call   |
| 3,000  | Chicago, Illinois, General Obligation Bonds, Library Projects, Series 1997, 5.750%, 1/01/17 (Pre-refunded 1/01/08) - FGIC Insured                     | 1/08 at 102.00 |
| 9,145  | Chicago, Illinois, Revenue Bonds, Midway Airport, Series 1996A, 5.500%, 1/01/29 - MBIA Insured  | 1/07 at 101.00 |
| 1,665  | Chicago, Illinois, Third Lien General Airport Revenue Bonds, O'Hare International Airport, Series 2005A, 5.000%, 1/01/33 -                            | 1/16 at 100.00 |

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FGIC Insured

|        |   |  |                |
|--------|---|--|----------------|
|        | DuPage County Forest Preserve District, Illinois, General<br>Obligation Bonds, Series 2000:   |  |                |
| 8,000  | 0.000%, 11/01/18  |  | No Opt. Call   |
| 15,285 | 0.000%, 11/01/19  |  | No Opt. Call   |
| 4,000  | Illinois Health Facilities Authority, FHA-Insured Mortgage<br>Revenue Refunding Bonds, Sinai Health System, Series 2003,<br>5.150%, 2/15/37 |  | 8/13 at 100.00 |

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Nuveen Performance Plus Municipal Fund, Inc. (NPP) (continued)  
Portfolio of INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL<br>AMOUNT (000) | DESCRIPTION (1)  | OPTIONAL CALL<br>PROVISIONS (2) |
|---------------------------|--|---------------------------------|
| -----                     |  |                                 |
|                           | ILLINOIS (continued)   |                                 |
| \$ 1,090                  | Illinois Health Facilities Authority, Revenue Bonds,<br>Lake Forest Hospital, Series 2002A, 5.750%, 7/01/29  | 7/12 at 100.00                  |
| 3,000                     | Illinois Health Facilities Authority, Revenue Bonds,<br>Lake Forest Hospital, Series 2003, 6.000%, 7/01/33   | 7/13 at 100.00                  |
| 4,580                     | Illinois Health Facilities Authority, Revenue Bonds, Midwest<br>Care Center IX Inc., Series 2000, 6.250%, 8/20/35  | 8/10 at 102.00                  |
| 2,955                     | Illinois Health Facilities Authority, Revenue Bonds, Silver<br>Cross Hospital and Medical Centers, Series 1999,<br>5.250%, 8/15/15 (Mandatory put 4/01/08)   | 8/09 at 101.00                  |
| 4,415                     | Illinois Health Facilities Authority, Revenue Refunding Bonds,<br>Proctor Community Hospital, Series 1991, 7.375%, 1/01/23   | 7/06 at 100.00                  |
| 7,250                     | Kane, Kendall, LaSalle, and Will Counties, Illinois, Community<br>College District 516, General Obligation Bonds, Series 2005E,<br>0.000%, 12/15/24 - FGIC Insured   | 12/13 at 57.71                  |
| 5,000                     | Kane, McHenry, Cook and DeKalb Counties Community Unit<br>School District 300, Carpentersville, Illinois, General Obligation<br>Bonds, Series 2000, 5.500%, 12/01/19 (Pre-refunded 12/01/11) -<br>MBIA Insured | 12/11 at 100.00                 |
| 3,700                     | Libertyville, Illinois, Affordable Housing Revenue Bonds,<br>Liberty Towers Project, Series 1999A, 7.000%, 11/01/29<br>(Alternative Minimum Tax)   | 11/09 at 100.00                 |
| 6,000                     | McHenry County Conservation District, Illinois, General<br>Obligation Bonds, Series 2001A, 5.625%, 2/01/21 (Pre-refunded<br>2/01/11) - FGIC Insured  | 2/11 at 100.00                  |
| 10,650                    | Metropolitan Pier and Exposition Authority, Illinois, Revenue<br>Bonds, McCormick Place Hospitality Facility, Series 1996A,<br>7.000%, 7/01/26 (ETM)   | No Opt. Call                    |

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|         |  |                 |              |
|---------|--|-----------------|--------------|
|         | Metropolitan Pier and Exposition Authority, Illinois, Revenue Refunding Bonds, McCormick Place Expansion Project, Series 1996A:  |                 |              |
| 9,400   | 0.000%, 12/15/18 - MBIA Insured  |                 | No Opt. Call |
| 16,570  | 0.000%, 12/15/20 - MBIA Insured  |                 | No Opt. Call |
| 23,550  | 0.000%, 12/15/22 - MBIA Insured  |                 | No Opt. Call |
| 13,000  | 0.000%, 12/15/24 - MBIA Insured  |                 | No Opt. Call |
| 5,100   | Metropolitan Pier and Exposition Authority, Illinois, Revenue Refunding Bonds, McCormick Place Expansion Project, Series 1998A, 5.500%, 12/15/23 - FGIC Insured        |                 | No Opt. Call |
| 5,180   | Metropolitan Pier and Exposition Authority, Illinois, Revenue Refunding Bonds, McCormick Place Expansion Project, Series 1998A, 5.500%, 12/15/23 - FGIC Insured (ETM)  |                 | No Opt. Call |
| 17,865  | Regional Transportation Authority, Cook, DuPage, Kane, Lake, McHenry and Will Counties, Illinois, General Obligation Bonds, Series 1999, 5.750%, 6/01/23 - FSA Insured |                 | No Opt. Call |
| 6,090   | Sherman, Illinois, GNMA Mortgage Revenue Refunding Bonds, Villa Vianney, Series 1999A, 6.450%, 10/01/29  | 10/09 at 102.00 |              |
| 10,000  | Will County Community High School District 210 Lincoln-Way, Illinois, General Obligation Bonds, Series 2006, 0.000%, 1/01/23 (WI/DD, Settling 5/08/06) - FSA Insured   |                 | No Opt. Call |
| -----   |  |                 |              |
| 281,330 | Total Illinois   |                 |              |
| -----   |  |                 |              |

INDIANA - 6.8% (4.5% OF TOTAL INVESTMENTS)

|        |  |                |              |
|--------|--|----------------|--------------|
| 2,465  | Danville Multi-School Building Corporation, Indiana, First Mortgage Refunding Bonds, Series 2001, 5.250%, 7/15/18 - AMBAC Insured  | 7/11 at 100.00 |              |
| 14,000 | Indiana Health Facility Financing Authority, Hospital Revenue Bonds, Clarian Health Obligated Group, Series 2000A, 5.500%, 2/15/30 (Pre-refunded 8/15/10) - MBIA Insured | 8/10 at 101.50 |              |
| 2,500  | Indiana Health Facility Financing Authority, Hospital Revenue Refunding Bonds, Columbus Regional Hospital, Series 1993, 7.000%, 8/15/15 - FSA Insured                    |                | No Opt. Call |
|        | Indiana Health Facility Financing Authority, Revenue Bonds, Ancilla Systems Inc. Obligated Group, Series 1997:   |                |              |
| 15,380 | 5.250%, 7/01/17 - MBIA Insured (ETM)   | 7/07 at 101.00 |              |
| 4,320  | 5.250%, 7/01/22 - MBIA Insured (ETM)   | 7/07 at 101.00 |              |
| 2,250  | 5.250%, 7/01/22 - MBIA Insured (ETM)   | 7/07 at 101.00 |              |
| 2,000  | Indiana Health Facility Financing Authority, Revenue Bonds, Community Hospitals of Indiana, Series 2005A, 5.000%, 5/01/35 - AMBAC Insured                                | 5/15 at 100.00 |              |

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| INDIANA (continued) |        |   |                 |
|---------------------|--------|---|-----------------|
| \$                  | 6,715  | Indiana Transportation Finance Authority, Highway Revenue Bonds, Series 2000, 5.375%, 12/01/25  | 12/10 at 100.00 |
|                     | 1,285  | Indiana Transportation Finance Authority, Highway Revenue Bonds, Series 2000, 5.375%, 12/01/25 (Pre-refunded 12/01/10)  | 12/10 at 100.00 |
|                     | 3,105  | Indiana University, Student Fee Revenue Bonds, Series 20030, 5.250%, 8/01/20 - FGIC Insured   | 8/13 at 100.00  |
|                     | 1,000  | Marion County Convention and Recreational Facilities Authority, Indiana, Excise Taxes Lease Rental Revenue Refunding Senior Bonds, Series 2001A, 5.000%, 6/01/21 - MBIA Insured | 6/11 at 100.00  |
|                     | 2,395  | Shelbyville Central Renovation School Building Corporation, Indiana, First Mortgage Bonds, Series 2005, 4.375%, 7/15/26 - MBIA Insured  | 7/15 at 100.00  |
|                     | 1,800  | Sunman Dearborn High School Building Corporation, Indiana, First Mortgage Bonds, Series 2005, 5.000%, 7/15/25 - MBIA Insured  | 1/15 at 100.00  |
|                     | 59,215 | Total Indiana   |                 |

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| IOWA - 0.6% (0.4% OF TOTAL INVESTMENTS) |       |  |                |
|---|-------|--|----------------|
|   | 5,000 | Iowa Tobacco Settlement Authority, Tobacco Settlement Asset-Backed Revenue Bonds, Series 2001B, 5.600%, 6/01/35 (Pre-refunded 6/01/11) | 6/11 at 101.00 |

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| KANSAS - 1.3% (0.9% OF TOTAL INVESTMENTS) |        |  |                |
|---|--------|--|----------------|
|   | 3,790  | Kansas Department of Transportation, Highway Revenue Bonds, Series 2004A, 5.000%, 3/01/23                                  | 3/14 at 100.00 |
|   | 5,790  | Sedgwick County Unified School District 259, Wichita, Kansas, General Obligation Bonds, Series 2000, 3.500%, 9/01/17       | 9/10 at 100.00 |
|   | 3,200  | Wyandotte County Unified School District 500, Kansas, General Obligation Bonds, Series 2001, 4.000%, 9/01/21 - FSA Insured | 9/11 at 100.00 |
|   | 12,780 | Total Kansas   |                |

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| KENTUCKY - 0.4% (0.2% OF TOTAL INVESTMENTS) |       |   |                |
|---|-------|---|----------------|
|   | 3,700 | Louisville and Jefferson County Metropolitan Sewer District, Kentucky, Sewer and Drainage System Revenue Bonds, Series 1997A, 6.250%, 5/15/26 (Pre-refunded 5/15/07) - MBIA Insured | 5/07 at 101.00 |

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LOUISIANA - 6.9% (4.7% OF TOTAL INVESTMENTS)

|        |  |                 |
|--------|--|-----------------|
| 1,090  | East Baton Rouge Mortgage Finance Authority, Louisiana,<br>GNMA/FNMA Mortgage-Backed Securities Program Single<br>Family Mortgage Revenue Refunding Bonds, Series 1997B-1,<br>5.750%, 10/01/26 | 10/07 at 102.00 |
| 4,000  | Lafayette City and Parish, Louisiana, Utilities Revenue<br>Bonds, Series 2004, 5.250%, 11/01/25 - MBIA Insured   | 11/14 at 100.00 |
| 4,650  | Louisiana Public Facilities Authority, Revenue Bonds, Baton<br>Rouge General Hospital, Series 2004, 5.250%, 7/01/33 -<br>MBIA Insured  | 7/14 at 100.00  |
| 35,700 | Louisiana Stadium and Exposition District, Hotel Occupancy<br>Tax Bonds, Series 1996, 5.750%, 7/01/26 (Pre-refunded<br>7/01/06) - FGIC Insured   | 7/06 at 102.00  |
|        | Tobacco Settlement Financing Corporation, Louisiana, Tobacco<br>Settlement Asset-Backed Bonds, Series 2001B:   |                 |
| 10,000 | 5.500%, 5/15/30  | 5/11 at 101.00  |
| 6,380  | 5.875%, 5/15/39  | 5/11 at 101.00  |
| -----  |  |                 |
| 61,820 | Total Louisiana  |                 |
| -----  |  |                 |

MAINE - 0.6% (0.4% OF TOTAL INVESTMENTS)

|       |  |                |
|-------|--|----------------|
| 5,680 | Portland, Maine, Airport Revenue Bonds, Series 2003A,<br>5.000%, 7/01/32 - FSA Insured | 7/13 at 100.00 |
|-------|--|----------------|

MARYLAND - 1.7% (1.2% OF TOTAL INVESTMENTS)

|       |   |                |
|-------|---|----------------|
| 7,720 | Maryland Transportation Authority, Airport Parking Revenue<br>Bonds, Baltimore-Washington International Airport Passenger<br>Facility, Series 2002B, 5.125%, 3/01/20 - AMBAC Insured<br>(Alternative Minimum Tax) | 3/12 at 101.00 |
| 7,090 | Takoma Park, Maryland, Hospital Facilities Revenue Refunding<br>and Improvement Bonds, Washington Adventist Hospital,<br>Series 1995, 6.500%, 9/01/12 - FSA Insured (ETM)   | No Opt. Call   |

-----  
14,810 Total Maryland  
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Nuveen Performance Plus Municipal Fund, Inc. (NPP) (continued)  
Portfolio of INVESTMENTS April 30, 2006 (Unaudited)

|                           |                 |                                 |
|---------------------------|-----------------|---------------------------------|
| PRINCIPAL<br>AMOUNT (000) | DESCRIPTION (1) | OPTIONAL CALL<br>PROVISIONS (2) |
|---------------------------|-----------------|---------------------------------|

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MASSACHUSETTS - 4.2% (2.8% OF TOTAL INVESTMENTS)

|       |        |   |                 |
|-------|--------|---|-----------------|
|       |        | Massachusetts Development Finance Authority, Revenue Bonds, 100<br>Cambridge Street Redevelopment, M/SRBC Project, Series 2002A:  |                 |
| \$    | 4,000  | 5.125%, 8/01/28 - MBIA Insured  | 2/12 at 100.00  |
|       | 5,625  | 5.125%, 2/01/34 - MBIA Insured  | 2/12 at 100.00  |
|       | 1,190  | Massachusetts Educational Finance Authority, Student Loan<br>Revenue Refunding Bonds, Series 2000G, 5.700%, 12/01/11 -<br>MBIA Insured (Alternative Minimum Tax)                                      | 12/09 at 101.00 |
|       | 4,365  | Massachusetts Health and Educational Facilities Authority,<br>Revenue Bonds, Berkshire Health System, Series 2005F,<br>5.000%, 10/01/19 - AGC Insured   | 10/15 at 100.00 |
|       | 1,530  | Massachusetts Health and Educational Facilities Authority,<br>Revenue Bonds, Southcoast Health System Obligated Group,<br>Series 1998A, 4.750%, 7/01/27 - MBIA Insured                                | 7/08 at 101.00  |
|       | 5,745  | Massachusetts Industrial Finance Agency, Resource Recovery<br>Revenue Refunding Bonds, Ogden Haverhill Project,<br>Series 1998A, 5.600%, 12/01/19 (Alternative Minimum Tax)                           | 12/08 at 102.00 |
|       | 890    | Massachusetts, General Obligation Bonds, Consolidated Loan,<br>Series 2002C, 5.250%, 11/01/30 (Pre-refunded 11/01/12)<br>Massachusetts, General Obligation Bonds, Consolidated Loan,<br>Series 2002E: | 11/12 at 100.00 |
|       | 1,255  | 5.250%, 1/01/22 (Pre-refunded 1/01/13) - FGIC Insured   | 1/13 at 100.00  |
|       | 3,745  | 5.250%, 1/01/22 (Pre-refunded 1/01/13) - FGIC Insured   | 1/13 at 100.00  |
|       | 8,500  | Route 3 North Transportation Improvements Association,<br>Massachusetts, Lease Revenue Bonds, Series 2000,<br>5.375%, 6/15/33 (Pre-refunded 6/15/10) - MBIA Insured                                   | 6/10 at 100.00  |
| ----- |        |   |                 |
|       | 36,845 | Total Massachusetts   |                 |
| ----- |        |   |                 |

MICHIGAN - 6.8% (4.6% OF TOTAL INVESTMENTS)

|  |        |  |                 |
|--|--------|--|-----------------|
|  | 17,000 | Birmingham City School District, Oakland County, Michigan,<br>School Building and Site Bonds, Series 1998, 4.750%, 11/01/24 -<br>FSA Insured                             | 11/07 at 100.00 |
|  | 5,000  | Detroit, Michigan, Second Lien Sewerage Disposal System<br>Revenue Bonds, Series 2005A, 5.000%, 7/01/35 - MBIA Insured   | 7/15 at 100.00  |
|  | 3,000  | Detroit, Michigan, Senior Lien Water Supply System Revenue<br>Bonds, Series 1997A, 5.000%, 7/01/21 (Pre-refunded 7/01/07) -<br>MBIA Insured                              | 7/07 at 101.00  |
|  | 4,030  | Hancock Hospital Finance Authority, Michigan, FHA-Insured<br>Mortgage Hospital Revenue Bonds, Portage Health System<br>Inc., Series 1998, 5.450%, 8/01/47 - MBIA Insured | 8/08 at 100.00  |
|  | 1,500  | Michigan State Building Authority, Revenue Bonds, Facilities<br>Program, Series 2001I, 5.000%, 10/15/24  | 10/11 at 100.00 |
|  | 5,000  | Michigan State Building Authority, Revenue Refunding Bonds,  | 10/13 at 100.00 |

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|        |  |  |                 |
|--------|--|--|-----------------|
|        | Facilities Program, Series 2003II, 5.000%, 10/15/29 - MBIA Insured   |  |                 |
| 7,115  | Michigan State Hospital Finance Authority, Hospital Revenue Refunding Bonds, Henry Ford Health System, Series 2003A, 5.500%, 3/01/16   |  | 3/13 at 100.00  |
| 5,000  | Michigan State Hospital Finance Authority, Hospital Revenue Refunding Bonds, Sisters of Mercy Health Corporation, Series 1993P, 5.375%, 8/15/14 - MBIA Insured (ETM)                                 |  | No Opt. Call    |
| 3,000  | Michigan Strategic Fund, Collateralized Limited Obligation Pollution Control Revenue Refunding Bonds, Detroit Edison Company, Series 1999A, 5.550%, 9/01/29 - MBIA Insured (Alternative Minimum Tax) |  | 9/09 at 102.00  |
| 10,000 | Wayne County, Michigan, Airport Revenue Bonds, Detroit Metropolitan Wayne County Airport, Series 1998A, 5.375%, 12/01/16 - MBIA Insured (Alternative Minimum Tax)                                    |  | 12/08 at 101.00 |

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|        |                |  |  |
|--------|----------------|--|--|
| 60,645 | Total Michigan |  |  |
|--------|----------------|--|--|

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MINNESOTA - 3.1% (2.1% OF TOTAL INVESTMENTS)

|        |   |  |                 |
|--------|---|--|-----------------|
| 3,000  | Minneapolis-St. Paul Metropolitan Airports Commission, Minnesota, Subordinate Airport Revenue Bonds, Series 2001C, 5.250%, 1/01/26 - FGIC Insured             |  | 1/11 at 100.00  |
| 20,770 | St. Paul Housing and Redevelopment Authority, Minnesota, Sales Tax Revenue Refunding Bonds, Civic Center Project, Series 1996, 7.100%, 11/01/23 - FSA Insured |  | 11/15 at 103.00 |

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|        |                 |  |  |
|--------|-----------------|--|--|
| 23,770 | Total Minnesota |  |  |
|--------|-----------------|--|--|

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20

| PRINCIPAL<br>AMOUNT (000) | DESCRIPTION (1)   | OPTIONAL CALL<br>PROVISIONS (2) |
|---------------------------|---|---------------------------------|
|                           | MISSISSIPPI - 1.3% (0.9% OF TOTAL INVESTMENTS)  |                                 |
| \$ 9,750                  | Mississippi Business Finance Corporation, Pollution Control Revenue Refunding Bonds, System Energy Resources Inc. Project, Series 1998, 5.875%, 4/01/22 | 10/06 at 100.00                 |
| 2,475                     | Mississippi Hospital Equipment and Facilities Authority, Revenue Bonds, Baptist Memorial Healthcare, Series 2004B-1, 5.000%, 9/01/24                    | 9/14 at 100.00                  |
| 12,225                    | Total Mississippi   |                                 |

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MISSOURI - 1.6% (1.1% OF TOTAL INVESTMENTS)

|       |   |                 |
|-------|---|-----------------|
| 6,350 | Kansas City, Missouri, Airport Revenue Bonds, General Improvement Projects, Series 2003B, 5.250%, 9/01/17 - FGIC Insured  | 9/12 at 100.00  |
| 1,845 | Missouri Health and Educational Facilities Authority, Revenue Bonds, BJC Health System, Series 2003, 5.250%, 5/15/18  | 5/13 at 100.00  |
| 3,815 | Missouri Health and Educational Facilities Authority, Revenue Bonds, SSM Healthcare System, Series 2001A, 5.250%, 6/01/28 (Pre-refunded 6/01/11) - AMBAC Insured  | 6/11 at 101.00  |
| 2,000 | Missouri-Illinois Metropolitan District Bi-State Development Agency, Mass Transit Sales Tax Appropriation Bonds, Metrolink Cross County Extension Project, Series 2002B, 5.000%, 10/01/32 - FSA Insured | 10/13 at 100.00 |

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14,010 Total Missouri

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MONTANA - 0.7% (0.5% OF TOTAL INVESTMENTS)

|       |   |                 |
|-------|---|-----------------|
| 670   | Montana Board of Housing, Single Family Mortgage Bonds, Series 1997A-1, 6.150%, 6/01/30 (Alternative Minimum Tax)   | 6/07 at 101.50  |
| 740   | Montana Board of Housing, Single Family Mortgage Bonds, Series 2000A-2, 6.450%, 6/01/29 (Alternative Minimum Tax)   | 12/09 at 100.00 |
| 4,795 | Montana Higher Education Student Assistance Corporation, Student Loan Revenue Bonds, Subordinate Series 1998B, 5.500%, 12/01/31 (Alternative Minimum Tax) | 12/08 at 101.00 |

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6,205 Total Montana

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NEBRASKA - 0.2% (0.1% OF TOTAL INVESTMENTS)

|       |   |                |
|-------|---|----------------|
| 1,430 | Nebraska Investment Finance Authority, Single Family Housing Revenue Bonds, Series 2000E, 5.850%, 9/01/20 (Alternative Minimum Tax) | 9/10 at 100.00 |
|-------|---|----------------|

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NEVADA - 2.4% (1.6% OF TOTAL INVESTMENTS)

|        |   |                |
|--------|---|----------------|
| 10,900 | Clark County School District, Nevada, General Obligation Bonds, Series 2002C, 5.500%, 6/15/19 (Pre-refunded 6/15/12) - MBIA Insured                               | 6/12 at 100.00 |
| 5,000  | Clark County, Nevada, General Obligation Bank Bonds, Southern Nevada Water Authority Loan, Series 2001, 5.300%, 6/01/19 - FGIC Insured                            | 6/11 at 100.00 |
| 4,980  | 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 100.00 |

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|  |   |                |
|--|---|----------------|
| 20,880   | Total Nevada  |                |
| NEW HAMPSHIRE - 1.6% (1.1% OF TOTAL INVESTMENTS) |   |                |
| 3,265  | New Hampshire Health and Education Facilities Authority, Revenue Bonds, Southern New Hampshire University, Series 2005, 5.000%, 1/01/30 - ACA Insured               | 1/15 at 100.00 |
| 3,725  | New Hampshire Housing Finance Authority, FHLMC Multifamily Housing Remarketed Revenue Bonds, Countryside LP, Series 1994: 6.000%, 7/01/18 (Alternative Minimum Tax) | 7/10 at 101.00 |
| 6,945  | 6.100%, 7/01/24 (Alternative Minimum Tax)   | 7/10 at 101.00 |
| 13,935   | Total New Hampshire   |                |

|   |   |                |
|---|---|----------------|
| NEW JERSEY - 7.2% (4.9% OF TOTAL INVESTMENTS) |   |                |
| 3,000   | New Jersey Economic Development Authority, Transportation Sublease Revenue Bonds, Light Rail Transit System, Series 1999A, 5.250%, 5/01/17 (Pre-refunded 5/01/09) - FSA Insured | 5/09 at 100.00 |
| 2,590   | New Jersey Higher Education Assistance Authority, Student Loan Revenue Bonds, Series 2000A, 6.000%, 6/01/13 - MBIA Insured (Alternative Minimum Tax)                            | 6/10 at 101.00 |

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Nuveen Performance Plus Municipal Fund, Inc. (NPP) (continued)  
Portfolio of INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1)   | OPTIONAL CALL PROVISIONS (2) |
|------------------------|---|------------------------------|
| NEW JERSEY (continued) |   |                              |
| \$ 8,750               | New Jersey Transportation Trust Fund Authority, Transportation System Bonds, Series 1996B, 5.250%, 6/15/16 (Pre-refunded 6/15/07) | 6/07 at 102.00               |
| 4,500                  | New Jersey Transportation Trust Fund Authority, Transportation System Bonds, Series 2001C, 5.500%, 12/15/18 - FSA Insured         | No Opt. Call                 |
| 9,250                  | New Jersey Transportation Trust Fund Authority, Transportation System Bonds, Series 2003C, 5.500%, 6/15/23 (Pre-refunded 6/15/13) | 6/13 at 100.00               |
| 10,000                 | New Jersey Turnpike Authority, Revenue Bonds, Series 2003A, 5.000%, 1/01/20 - FSA Insured   | 7/13 at 100.00               |
| 13,775                 | Tobacco Settlement Financing Corporation, New Jersey, Tobacco   | 6/12 at 100.00               |

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|        |   |                |
|--------|---|----------------|
|        | Settlement Asset-Backed Bonds, Series 2002, 5.750%, 6/01/32   |                |
| 4,300  | Tobacco Settlement Financing Corporation, New Jersey, Tobacco Settlement Asset-Backed Bonds, Series 2003, 6.750%, 6/01/39 | 6/13 at 100.00 |
|        | West Deptford Township, Gloucester County, New Jersey, General Obligation Bonds, Series 2000:                             |                |
| 3,150  | 5.500%, 9/01/21 (Pre-refunded 9/01/10) - FGIC Insured   | 9/10 at 100.00 |
| 3,335  | 5.500%, 9/01/22 (Pre-refunded 9/01/10) - FGIC Insured   | 9/10 at 100.00 |
| -----  |   |                |
| 62,650 | Total New Jersey  |                |
| -----  |   |                |

NEW YORK - 12.9% (8.6% OF TOTAL INVESTMENTS)

|        |  |                 |
|--------|--|-----------------|
| 5,500  | Dormitory Authority of the State of New York, FHA-Insured Mortgage Revenue Bonds, Kaleida Health, Series 2004, 5.050%, 2/15/25   | 2/14 at 100.00  |
| 35     | Dormitory Authority of the State of New York, Improvement Revenue Bonds, Mental Health Services Facilities, Series 1996B, 5.375%, 2/15/26 - MBIA Insured                                       | 2/08 at 100.00  |
| 2,070  | Dormitory Authority of the State of New York, Insured Revenue Bonds, 853 Schools Program, Gateway-Longview Inc., Series 1998A, 5.500%, 7/01/18 - AMBAC Insured                                 | 7/08 at 101.00  |
| 2,250  | Dormitory Authority of the State of New York, Lease Revenue Bonds, State University Dormitory Facilities, Series 1999C, 5.500%, 7/01/29 (Pre-refunded 7/01/09) - MBIA Insured                  | 7/09 at 101.00  |
|        | Dormitory Authority of the State of New York, Revenue Bonds, Marymount Manhattan College, Series 1999:   |                 |
| 1,580  | 6.375%, 7/01/13 - RAAI Insured   | 7/09 at 101.00  |
| 9,235  | 6.125%, 7/01/21 - RAAI Insured   | 7/09 at 101.00  |
| 1,500  | Dormitory Authority of the State of New York, Revenue Bonds, St. Barnabas Hospital, Series 1997, 5.450%, 8/01/35 - AMBAC Insured   | 8/07 at 101.00  |
| 3,000  | Dormitory Authority of the State of New York, Third General Resolution Consolidated Revenue Bonds, City University System, Series 1997-1, 5.375%, 7/01/24 (Pre-refunded 1/01/08) - FSA Insured | 1/08 at 102.00  |
| 17,000 | Dormitory Authority of the State of New York, Third General Resolution Consolidated Revenue Bonds, City University System, Series 1999-1, 5.500%, 7/01/29 (Pre-refunded 7/01/09) - FSA Insured | 7/09 at 101.00  |
| 1,500  | Hempstead Industrial Development Agency, New York, Resource Recovery Revenue Refunding Bonds, American Ref-Fuel Company of Hempstead LP, Series 2001, 5.000%, 12/01/10 (Mandatory put 6/01/10) | 12/10 at 100.00 |
| 13,220 | Metropolitan Transportation Authority, New York, Dedicated Tax Fund Bonds, Series 2002A, 5.500%, 11/15/26 - FSA Insured  | 11/12 at 100.00 |
| 7,270  | New York City Municipal Water Finance Authority, New York, Water and Sewerage System Revenue Bonds, Fiscal   | 6/06 at 101.00  |

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|        |  |                |
|--------|--|----------------|
|        | Series 1996B, 5.750%, 6/15/26 (Pre-refunded 6/15/06) - MBIA Insured  |                |
| 13,380 | New York City Municipal Water Finance Authority, New York, Water and Sewerage System Revenue Bonds, Fiscal Series 1996B, 5.750%, 6/15/26 - MBIA Insured                        | 6/06 at 101.00 |
| 3,495  | New York City Municipal Water Finance Authority, New York, Water and Sewerage System Revenue Bonds, Fiscal Series 1997A, 5.500%, 6/15/24 (Pre-refunded 6/15/06) - MBIA Insured | 6/06 at 101.00 |
| 1,380  | New York City Municipal Water Finance Authority, New York, Water and Sewerage System Revenue Bonds, Fiscal Series 1997A, 5.500%, 6/15/24 - MBIA Insured                        | 6/06 at 101.00 |
| 10,000 | New York City Municipal Water Finance Authority, New York, Water and Sewerage System Revenue Bonds, Fiscal Series 2000A, 5.750%, 6/15/30 (Pre-refunded 6/15/09)                | 6/09 at 101.00 |

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| PRINCIPAL AMOUNT (000) | DESCRIPTION (1)   | OPTIONAL CALL PROVISIONS (2) |
|------------------------|---|------------------------------|
|                        | NEW YORK (continued)  |                              |
| \$ 7,810               | New York City Transitional Finance Authority, New York, Future Tax Secured Bonds, Fiscal Series 2000A, 5.750%, 8/15/24 (Pre-refunded 8/15/09)   | 8/09 at 101.00               |
| 5                      | New York City, New York, General Obligation Bonds, Fiscal Series 1987D, 8.500%, 8/01/08   | 8/06 at 100.00               |
| 6,300                  | New York City, New York, General Obligation Bonds, Fiscal Series 2000A, 6.250%, 5/15/26 - FSA Insured   | 5/10 at 101.00               |
| 3,000                  | New York State Energy Research and Development Authority, Pollution Control Revenue Bonds, Rochester Gas and Electric Corporation, Series 1998A, 5.950%, 9/01/33 - MBIA Insured (Alternative Minimum Tax) | 9/08 at 102.00               |
| 2,320                  | New York State Tobacco Settlement Financing Corporation, Tobacco Settlement Asset-Backed and State Contingency Contract-Backed Bonds, Series 2003A-1, 5.500%, 6/01/16                                     | 6/10 at 100.00               |
| 111,850                | Total New York  |                              |
|                        | NORTH CAROLINA - 0.8% (0.5% OF TOTAL INVESTMENTS)   |                              |
| 4,900                  | Charlotte-Mecklenburg Hospital Authority, North Carolina, Healthcare System Revenue Bonds, DBA Carolinas Healthcare System, Series 2005A, 5.000%, 1/15/45   | 1/15 at 100.00               |
| 2,000                  | North Carolina Municipal Power Agency 1, Catawba Electric   | 1/08 at 102.00               |

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Revenue Bonds, Series 1998A, 5.000%, 1/01/20 - MBIA Insured

|  |  |                |
|--|--|----------------|
| 6,900  | Total North Carolina   |                |
| OHIO - 3.9% (2.6% OF TOTAL INVESTMENTS)  |  |                |
| 7,500  | Cleveland, Ohio, Airport System Revenue Bonds, Series 2000A, 5.000%, 1/01/31 - FSA Insured   | 1/10 at 101.00 |
| 3,650  | Montgomery County, Ohio, Revenue Bonds, Catholic Health Initiatives, Series 2004A, 5.000%, 5/01/30   | 5/14 at 100.00 |
| 3,495  | Ohio Housing Finance Agency, GNMA Mortgage-Backed Securities Program Residential Mortgage Revenue Bonds, Series 1999C, 5.750%, 9/01/30 (Alternative Minimum Tax)           | 7/09 at 100.00 |
| 6,600  | Ohio Water Development Authority, Solid Waste Disposal Revenue Bonds, Bay Shore Power, Series 1998A, 5.875%, 9/01/20 (Alternative Minimum Tax)                             | 9/08 at 102.00 |
| 13,600   | Ohio Water Development Authority, Solid Waste Disposal Revenue Bonds, Bay Shore Power, Series 1998B, 6.625%, 9/01/20 (Alternative Minimum Tax)                             | 9/09 at 102.00 |
| 34,845   | Total Ohio   |                |
| OKLAHOMA - 0.4% (0.1% OF TOTAL INVESTMENTS)  |  |                |
| 3,400  | Tulsa Municipal Airport Trust, Oklahoma, Revenue Refunding Bonds, American Airlines Inc., Series 2000B, 6.000%, 6/01/35 (Mandatory put 12/01/08) (Alternative Minimum Tax) | 6/09 at 100.00 |
| OREGON - 1.0% (0.7% OF TOTAL INVESTMENTS)  |  |                |
| 9,150  | Port of St. Helens, Oregon, Pollution Control Revenue Bonds, Portland General Electric Company, Series 1985B, 4.800%, 6/01/10  | No Opt. Call   |
| PENNSYLVANIA - 3.4% (2.3% OF TOTAL INVESTMENTS)  |  |                |
| Bethlehem Authority, Northampton and Lehigh Counties, Pennsylvania, Guaranteed Water Revenue Bonds, Series 1998: |  |                |
| 3,125  | 0.000%, 5/15/22 - FSA Insured  | No Opt. Call   |
| 3,125  | 0.000%, 5/15/23 - FSA Insured  | No Opt. Call   |
| 3,135  | 0.000%, 5/15/24 - FSA Insured  | No Opt. Call   |
| 3,155  | 0.000%, 5/15/26 - FSA Insured  | No Opt. Call   |
| 4,145  | 0.000%, 11/15/26 - FSA Insured   | No Opt. Call   |
| 2,800  | 0.000%, 5/15/28 - FSA Insured  | No Opt. Call   |
| 3,000  | 0.000%, 11/15/28 - FSA Insured   | No Opt. Call   |
| 3,415  | Carbon County Industrial Development Authority, Pennsylvania, Resource Recovery Revenue Refunding Bonds, Panther Creek   | No Opt. Call   |



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Partners Project, Series 2000, 6.650%, 5/01/10 (Alternative Minimum Tax)

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Nuveen Performance Plus Municipal Fund, Inc. (NPP) (continued)  
Portfolio of INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1)   | OPTIONAL CALL PROVISIONS (2) |
|------------------------|---|------------------------------|
| -----                  |   |                              |
|                        | PENNSYLVANIA (continued)  |                              |
| \$ 11,000              | Delaware County Authority, Pennsylvania, Revenue Bonds, Catholic Health East, Series 1998A, 4.875%, 11/15/18 - AMBAC Insured  | 11/08 at 102.00              |
|                        | Pennsylvania Economic Development Financing Authority, Senior Lien Resource Recovery Revenue Bonds, Northampton Generating Project, Series 1994A:   |                              |
| 2,100                  | 6.400%, 1/01/09 (Alternative Minimum Tax)   | 7/06 at 100.00               |
| 4,500                  | 6.500%, 1/01/13 (Alternative Minimum Tax)   | 7/06 at 100.00               |
| 25                     | Pennsylvania Economic Development Financing Authority, Senior Lien Resource Recovery Revenue Bonds, Northampton Generating Project, Series 1994B, 6.750%, 1/01/07 (Alternative Minimum Tax) | No Opt. Call                 |
| 600                    | Pennsylvania Economic Development Financing Authority, Subordinate Resource Recovery Revenue Bonds, Northampton Generating Project, Series 1994C, 6.875%, 1/01/11 (Alternative Minimum Tax) | 7/06 at 100.00               |
| -----                  |   |                              |
| 44,125                 | Total Pennsylvania  |                              |
| -----                  |   |                              |
|                        | PUERTO RICO - 0.1% (0.1% OF TOTAL INVESTMENTS)  |                              |
| 1,250                  | Puerto Rico Highway and Transportation Authority, Highway Revenue Bonds, Series 2000B, 5.875%, 7/01/21 (Pre-refunded 7/01/10) - MBIA Insured  | 7/10 at 101.00               |
| -----                  |   |                              |
|                        | RHODE ISLAND - 1.2% (0.8% OF TOTAL INVESTMENTS)   |                              |
| 2,000                  | Kent County Water Authority, Rhode Island, General Revenue Bonds, Series 2002A, 5.000%, 7/15/23 - MBIA Insured  | 7/12 at 100.00               |
|                        | Rhode Island Health and Educational Building Corporation, Revenue Refunding Bonds, Salve Regina University, Series 2002:  |                              |
| 1,260                  | 5.250%, 3/15/17 - RAAI Insured  | 3/12 at 101.00               |
| 1,080                  | 5.250%, 3/15/18 - RAAI Insured  | 3/12 at 101.00               |
| 7,000                  | Rhode Island Housing and Mortgage Finance Corporation, Homeownership Opportunity Bond Program, Series 50A,  | 10/14 at 100.00              |

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4.650%, 10/01/34

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|        |                    |  |
|--------|--------------------|--|
| 11,340 | Total Rhode Island |  |
|--------|--------------------|--|

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SOUTH CAROLINA - 4.2% (2.8% OF TOTAL INVESTMENTS)

|        |   |                 |
|--------|---|-----------------|
| 2,625  | Medical University Hospital Authority, South Carolina, FHA-Insured Mortgage Revenue Bonds, Series 2004A, 5.250%, 2/15/25 - MBIA Insured | 8/14 at 100.00  |
| 22,855 | Piedmont Municipal Power Agency, South Carolina, Electric Revenue Bonds, Series 2004A-2, 0.000%, 1/01/31 - AMBAC Insured                | No Opt. Call    |
| 6,925  | South Carolina, General Obligation Bonds, Series 1999A, 4.000%, 10/01/14  | 10/09 at 101.00 |
| 21,000 | Tobacco Settlement Revenue Management Authority, South Carolina, Tobacco Settlement Asset-Backed Bonds, Series 2001B, 6.000%, 5/15/22   | 5/11 at 101.00  |

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|        |                      |  |
|--------|----------------------|--|
| 53,405 | Total South Carolina |  |
|--------|----------------------|--|

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TENNESSEE - 1.3% (0.9% OF TOTAL INVESTMENTS)

|       |  |                 |
|-------|--|-----------------|
| 2,860 | Johnson City Health and Educational Facilities Board, Tennessee, Hospital Revenue Refunding and Improvement Bonds, Johnson City Medical Center, Series 1998C, 5.125%, 7/01/25 (Pre-refunded 7/01/23) - MBIA Insured      | 7/23 at 100.00  |
| 1,700 | Memphis-Shelby County Airport Authority, Tennessee, Airport Revenue Bonds, Series 1999D, 6.000%, 3/01/24 - AMBAC Insured (Alternative Minimum Tax)   | 3/10 at 101.00  |
| 6,000 | Metropolitan Government of Nashville-Davidson County Health and Educational Facilities Board, Tennessee, Revenue Refunding and Improvement Bonds, Meharry Medical College, Series 1996, 6.000%, 12/01/19 - AMBAC Insured | 12/17 at 100.00 |
| 500   | Tennessee Housing Development Agency, Homeownership Program Bonds, Series 2000-1, 6.375%, 7/01/25 (Alternative Minimum Tax)  | 7/10 at 101.00  |

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|        |                 |  |
|--------|-----------------|--|
| 11,060 | Total Tennessee |  |
|--------|-----------------|--|

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|                        |                 |                              |
|------------------------|-----------------|------------------------------|
| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL CALL PROVISIONS (2) |
|------------------------|-----------------|------------------------------|

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TEXAS - 5.4% (3.6% OF TOTAL INVESTMENTS)

|    |       |  |                |
|----|-------|--|----------------|
| \$ | 3,975 | Bell County Health Facilities Development Corporation, Texas, Revenue Bonds, Scott and White Memorial Hospital and Scott, Sherwood and Brindley Foundation, Series 2000A, 6.125%, 8/15/23 - MBIA Insured | 2/10 at 101.00 |
|    |       | Central Texas Regional Mobility Authority, Travis and Williamson Counties, Toll Road Revenue Bonds, Series 2005:   |                |
|    | 4,000 | 5.000%, 1/01/35 - FGIC Insured   | 1/15 at 100.00 |
|    | 3,000 | 5.000%, 1/01/45 - FGIC Insured   | 1/15 at 100.00 |
|    | 1,000 | Fort Worth, Texas, Water and Sewerage Revenue Bonds, Series 1998, 5.250%, 2/15/15 (Pre-refunded 2/15/08)   | 2/08 at 100.00 |
|    | 1,000 | Harlingen Independent School District, Cameron County, Texas, Unlimited Tax School Building Bonds, Series 1999, 5.650%, 8/15/29 (Pre-refunded 8/15/09)   | 8/09 at 100.00 |
|    | 1,625 | Harris County Health Facilities Development Corporation, Texas, Revenue Bonds, Christus Health, Series 1999A, 5.375%, 7/01/24 (Pre-refunded 7/01/09) - MBIA Insured                                      | 7/09 at 101.00 |
|    | 4,000 | Houston Community College, Texas, Limited Tax General Obligation Bonds, Series 2003, 5.000%, 2/15/27 - AMBAC Insured   | 2/13 at 100.00 |
|    | 3,885 | Houston Independent School District, Public Facility Corporation, No Opt. Call Harris County, Texas, Lease Revenue Bonds, Cesar E. Chavez High School, Series 1998A, 0.000%, 9/15/19 - AMBAC Insured     |                |
|    |       | Leander Independent School District, Williamson and Travis Counties, Texas, Unlimited Tax School Building and Refunding Bonds, Series 1998:  |                |
|    | 4,930 | 0.000%, 8/15/20  | 8/06 at 46.47  |
|    | 3,705 | 0.000%, 8/15/22  | 8/06 at 41.33  |
|    | 320   | Lubbock Housing Finance Corporation, Texas, GNMA Mortgage-Backed Securities Program Single Family Mortgage Revenue Refunding Bonds, Series 1997A, 6.125%, 12/01/17                                       | 6/07 at 102.00 |
|    | 3,480 | Pearland, Texas, General Obligation Bonds, Series 2002, 5.000%, 3/01/27 - FGIC Insured   | 3/12 at 100.00 |
|    | 6,835 | San Antonio, Texas, Electric and Gas System Revenue Refunding Bonds, New Series 1998A, 4.500%, 2/01/21   | 2/09 at 100.00 |
|    | 6,000 | Spring Branch Independent School District, Harris County, Texas, Limited Tax Schoolhouse and Refunding Bonds, Series 2001, 5.125%, 2/01/26   | 2/11 at 100.00 |
|    | 4,000 | Tarrant Regional Water District, Texas, Water Revenue Refunding and Improvement Bonds, Series 1999, 5.000%, 3/01/22 - FSA Insured  | 3/13 at 100.00 |
|    | 1,740 | Texas, General Obligation Bonds, Water Financial Assistance, State Participation Program, Series 1999C, 5.500%, 8/01/29 - MBIA Insured   | 8/09 at 100.00 |
|    | 1,690 | Webb County, Laredo, Texas, Combination Tax and Sewer System, Revenue Certificates of Obligation, Series 1998A,  | 2/08 at 100.00 |

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4.500%, 2/15/18 - MBIA Insured

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1)   | OPTIONAL CALL PROVISIONS (2) |
|------------------------|---|------------------------------|
| 55,185                 | Total Texas   |                              |
|                        | UTAH - 4.4% (2.9% OF TOTAL INVESTMENTS)   |                              |
| 2,000                  | Intermountain Power Agency, Utah, Power Supply Revenue Bonds, Special Obligation Crossover, Sixth Series 1996B, 6.000%, 7/01/16 (Pre-refunded 7/01/06) - MBIA Insured | 7/06 at 102.00               |
| 3,315                  | Intermountain Power Agency, Utah, Power Supply Revenue Refunding Bonds, Series 1997B, 5.750%, 7/01/19 (Pre-refunded 7/01/07) - MBIA Insured                           | 7/07 at 102.00               |
| 6,685                  | Intermountain Power Agency, Utah, Power Supply Revenue Refunding Bonds, Series 1997B, 5.750%, 7/01/19 - MBIA Insured  | 7/07 at 102.00               |
|                        | Utah County, Utah, Hospital Revenue Bonds, IHC Health Services Inc., Series 1997:   |                              |
| 12,885                 | 5.250%, 8/15/21 - MBIA Insured (ETM)  | 8/07 at 101.00               |
| 3,900                  | 5.250%, 8/15/26 - MBIA Insured (ETM)  | 8/07 at 101.00               |
| 3,670                  | Utah Housing Corporation, Single Family Mortgage Bonds, Series 2002A-1, 5.300%, 7/01/18 (Alternative Minimum Tax)   | 1/12 at 100.00               |
| 20                     | Utah Housing Finance Agency, Single Family Mortgage Bonds, Series 2000B, 6.250%, 7/01/22 (Alternative Minimum Tax)  | 1/10 at 100.00               |

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Nuveen Performance Plus Municipal Fund, Inc. (NPP) (continued)  
Portfolio of INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1)   | OPTIONAL CALL PROVISIONS (2) |
|------------------------|---|------------------------------|
|                        | UTAH (continued)  |                              |
| \$ 1,875               | Utah Housing Finance Agency, Single Family Mortgage Bonds, Series 2000D-1, 6.050%, 7/01/14 (Alternative Minimum Tax)            | 7/10 at 100.00               |
| 685                    | Utah Housing Finance Agency, Single Family Mortgage Bonds, Series 2000E-1, Class II, 6.150%, 1/01/27 (Alternative Minimum Tax)  | 7/10 at 100.00               |
| 2,230                  | Utah Housing Finance Agency, Single Family Mortgage Bonds, Series 2000E-1, Class III, 6.000%, 1/01/15 (Alternative Minimum Tax) | 7/10 at 100.00               |
| 955                    | Utah Housing Finance Agency, Single Family Mortgage Bonds, Series 2001A-2, 5.650%, 7/01/27 (Alternative Minimum Tax)            | 7/11 at 100.00               |
| 780                    | Utah Housing Finance Agency, Single Family Mortgage Bonds, Series 2001B-1, 5.750%, 7/01/19 (Alternative Minimum Tax)            | 1/11 at 100.00               |

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|   |   |         |           |
|---|---|---------|-----------|
| 39,000  | Total Utah  |         |           |
| VIRGIN ISLANDS - 0.8% (0.6% OF TOTAL INVESTMENTS) |   |         |           |
| 4,700   | Virgin Islands Public Finance Authority, Gross Receipts Taxes Loan Note, Series 2003, 5.000%, 10/01/33 - RAAI Insured   | 10/14   | at 100.00 |
| 2,500   | Virgin Islands Public Finance Authority, Revenue Bonds, Refinery Project - Hovensa LLC, Series 2003, 6.125%, 7/01/22 (Alternative Minimum Tax)                              | 1/14    | at 100.00 |
| 7,200   | Total Virgin Islands  |         |           |
| WASHINGTON - 4.1% (2.8% OF TOTAL INVESTMENTS)     |   |         |           |
| 12,235  | Chelan County Public Utility District 1, Washington, Columbia River-Rock Island Hydro-Electric System Revenue Refunding Bonds, Series 1997A, 0.000%, 6/01/26 - MBIA Insured | No Opt. | Call      |
| 3,100   | Cowlitz County Public Utilities District 1, Washington, Electric Production Revenue Bonds, Series 2004, 5.000%, 9/01/28 - FGIC Insured                                      | 9/14    | at 100.00 |
| 5,000   | Energy Northwest, Washington, Electric Revenue Refunding Bonds, Nuclear Project 1, Series 2003A, 5.500%, 7/01/16  | 7/13    | at 100.00 |
| 2,015   | Port of Seattle, Washington, Special Facility Revenue Bonds, Terminal 18, Series 1999A, 6.000%, 9/01/29 (Pre-refunded 3/01/10) - MBIA Insured                               | 3/10    | at 101.00 |
| 4,685   | Washington State Healthcare Facilities Authority, Revenue Bonds, Providence Services, Series 1999, 5.375%, 12/01/19 - MBIA Insured  | 12/09   | at 101.00 |
| 5,000   | Washington State Housing Finance Commission, Non-Profit Housing Revenue Bonds, Kline Galland Center, Series 1999, 6.000%, 7/01/29 - RAAI Insured                            | 7/09    | at 101.00 |
| 12,000  | Washington, Motor Vehicle Fuel Tax General Obligation Bonds, Series 2001D, 5.250%, 1/01/26  | 1/11    | at 100.00 |
| 44,035  | Total Washington  |         |           |
| WEST VIRGINIA - 0.6% (0.4% OF TOTAL INVESTMENTS)  |   |         |           |
| 5,000   | Mason County, West Virginia, Pollution Control Revenue Bonds, Appalachian Power Company, Series 2003L, 5.500%, 10/01/22   | 10/11   | at 100.00 |
| WISCONSIN - 2.2% (1.5% OF TOTAL INVESTMENTS)      |   |         |           |

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11,620 Wisconsin Health and Educational Facilities Authority, Revenue 2/10 at 101.00  
 Bonds, Marshfield Clinic, Series 1999, 6.250%, 2/15/29 -  
 RAAI Insured

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| PRINCIPAL<br>AMOUNT (000) | DESCRIPTION (1)  | OPTIONAL CALL<br>PROVISIONS (2) |
|---------------------------|--|---------------------------------|
| -----                     |  |                                 |
|                           | WISCONSIN (continued)  |                                 |
| \$ 7,490                  | Wisconsin Health and Educational Facilities Authority, Revenue<br>Bonds, Millennium Housing Foundation Inc., Series 1998,<br>6.100%, 1/01/28 | 7/08 at 103.00                  |
| -----                     |  |                                 |
| 19,110                    | Total Wisconsin  |                                 |
| -----                     |  |                                 |
| \$ 1,463,695              | Total Investments (cost \$1,290,078,842) - 148.9%  |                                 |
| =====                     |  |                                 |
|                           | Other Assets Less Liabilities - 3.3%   |                                 |
| -----                     |  |                                 |
|                           | Preferred Shares, at Liquidation Value - (52.2)%   |                                 |
| -----                     |  |                                 |
|                           | Net Assets Applicable to Common Shares - 100%  |                                 |
| =====                     |  |                                 |

- (1) All percentages shown in the Portfolio of Investments are based on net assets applicable to Common shares unless otherwise noted.
  - (2) Optional Call Provisions: 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. Certain mortgage-backed securities may be subject to periodic principal paydowns.
  - (3) Ratings: Using the higher of Standard & Poor's or Moody's rating. Ratings below BBB by Standard & Poor's Group or Baa by Moody's Investor Service, Inc. are considered to be below investment grade.
  - (4) Backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensure the timely payment of principal and interest. Such investments are normally considered to be equivalent to AAA rated securities.
- N/R Not rated.
- WI/DD Purchased on a when-issued or delayed delivery basis.
- (ETM) Escrowed to maturity.

See accompanying notes to financial statements.

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Nuveen Municipal Advantage Fund, Inc. (NMA)

Portfolio of  
INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL<br>AMOUNT (000)  | DESCRIPTION (1)   | OPTIONAL CALL<br>PROVISIONS (2) |
|--|---|---------------------------------|
| -----  |   |                                 |
| ALABAMA - 3.2% (2.1% OF TOTAL INVESTMENTS)                                       |   |                                 |
| \$ 10,000  | Jefferson County, Alabama, Sewer Revenue Capital Improvement Warrants, Series 1999A, 5.375%, 2/01/36 (Pre-refunded 2/01/09) - FGIC Insured                                    | 2/09 at 101.00                  |
| 5,075  | Lauderdale County and Florence Healthcare Authority, Alabama, Revenue Bonds, Coffee Health Group, Series 1999A, 5.250%, 7/01/24 - MBIA Insured                                | 7/09 at 101.00                  |
| 5,155  | Phenix City Industrial Development Board, Alabama, Environmental Improvement Revenue Bonds, MeadWestvaco Corporation, Series 2002A, 6.350%, 5/15/35 (Alternative Minimum Tax) | 5/12 at 100.00                  |
| -----  |   |                                 |
| 20,230   | Total Alabama   |                                 |
| -----  |   |                                 |
| ALASKA - 0.4% (0.2% OF TOTAL INVESTMENTS)  |   |                                 |
| Alaska Housing Finance Corporation, General Housing Purpose Bonds, Series 2005A: |   |                                 |
| 1,125  | 5.250%, 12/01/34 - FGIC Insured   | 12/14 at 100.00                 |
| 1,280  | 5.250%, 12/01/41 - FGIC Insured   | 12/14 at 100.00                 |
| -----  |   |                                 |
| 2,405  | Total Alaska  |                                 |
| -----  |   |                                 |
| ARIZONA - 0.8% (0.5% OF TOTAL INVESTMENTS)                                       |   |                                 |
| 5,000  | Maricopa County Pollution Control Corporation, Arizona, Remarketed Revenue Refunding Bonds, Public Service Company of New Mexico, Series 1992A, 5.750%, 11/01/22              | 5/06 at 101.00                  |
| -----  |   |                                 |
| CALIFORNIA - 11.4% (7.5% OF TOTAL INVESTMENTS)                                   |   |                                 |
| 2,500  | Alameda Corridor Transportation Authority, California, Subordinate Lien Revenue Bonds, Series 2004A, 0.000%, 10/01/25 - AMBAC Insured   | 10/17 at 100.00                 |
|  | Calexico Unified School District, Imperial County, California, General Obligation Bonds, Series 2005B:  |                                 |

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|       |  |                |
|-------|--|----------------|
| 4,070 | 0.000%, 8/01/32 - FGIC Insured   | No Opt. Call   |
| 6,410 | 0.000%, 8/01/34 - FGIC Insured   | No Opt. Call   |
| 3,000 | California Health Facilities Financing Authority, Health Facility Revenue Bonds, Adventist Health System/West, Series 2003A, 5.000%, 3/01/33   | 3/13 at 100.00 |
| 7,500 | California State Public Works Board, Lease Revenue Bonds, Department of Mental Health, Coalinga State Hospital, Series 2004A, 5.125%, 6/01/29  | 6/14 at 100.00 |
| 9,955 | Capistrano Unified School District, Orange County, California, Special Tax Bonds, Community Facilities District, Series 2005, 0.000%, 9/01/31 - FGIC Insured                             | No Opt. Call   |
|       | Colton Joint Unified School District, San Bernardino County, California, General Obligation Bonds, Series 2006C:   |                |
| 3,800 | 0.000%, 2/01/33 - FGIC Insured   | 2/15 at 38.73  |
| 3,795 | 0.000%, 2/01/37 - FGIC Insured   | No Opt. Call   |
| 7,535 | Contra Costa County, California, GNMA Mortgage-Backed Securities Program Home Mortgage Revenue Bonds, Series 1989, 7.750%, 5/01/22 (Alternative Minimum Tax) (ETM)                       | No Opt. Call   |
| 8,145 | Cupertino Union School District, Santa Clara County, California, General Obligation Bonds, Series 2003B, 0.000%, 8/01/25 - FGIC Insured  | 8/13 at 55.54  |
| 2,990 | East Bay Municipal Utility District, Alameda and Contra Costa Counties, California, Water System Subordinated Revenue Refunding Bonds, Series 1996, 4.750%, 6/01/21 - FGIC Insured       | 6/06 at 100.00 |
| 2,000 | Folsom Cordova Unified School District, Sacramento County, California, General Obligation Bonds, School Facilities Improvement District 1, Series 2004B, 0.000%, 10/01/28 - MBIA Insured | No Opt. Call   |
| 3,360 | Folsom Cordova Unified School District, Sacramento County, California, General Obligation Bonds, School Facilities Improvement District 2, Series 2002A, 0.000%, 7/01/27 - MBIA Insured  | No Opt. Call   |
| 2,315 | Gateway Unified School District, California, General Obligation Bonds, Series 2004B, 0.000%, 8/01/32 - FGIC Insured  | No Opt. Call   |
| 3,000 | Golden State Tobacco Securitization Corporation, California, Tobacco Settlement Asset-Backed Revenue Bonds, Series 2005A, 0.000%, 6/01/26 - FSA Insured                                  | No Opt. Call   |

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| PRINCIPAL<br>AMOUNT (000) | DESCRIPTION (1) | OPTIONAL CALL<br>PROVISIONS (2) |
|---------------------------|-----------------|---------------------------------|
|---------------------------|-----------------|---------------------------------|

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CALIFORNIA (continued)



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|    |        |   |                |
|----|--------|---|----------------|
| \$ | 1,275  | Madera Unified School District, Madera County, California,<br>General Obligation Bonds, Series 2002, 5.250%, 8/01/23 -<br>FSA Insured                                       | 8/12 at 100.00 |
|    |        | North Orange County Community College District, California,<br>General Obligation Bonds, Series 2003B:  |                |
|    | 7,735  | 0.000%, 8/01/25 - FGIC Insured  | No Opt. Call   |
|    | 4,000  | 0.000%, 8/01/26 - FGIC Insured  | No Opt. Call   |
|    | 5,000  | Palmdale Community Redevelopment Agency, California,<br>Residential Mortgage Revenue Refunding Bonds, Series 1991B,<br>7.375%, 2/01/12 (ETM)                                | No Opt. Call   |
|    | 5,000  | Palmdale Community Redevelopment Agency, California,<br>Single Family Restructured Mortgage Revenue Bonds,<br>Series 1986A, 8.000%, 3/01/16 (Alternative Minimum Tax) (ETM) | No Opt. Call   |
|    | 9,315  | Perris, California, GNMA Mortgage-Backed Securities Program<br>Single Family Mortgage Revenue Bonds, Series 1989A,<br>7.600%, 1/01/23 (Alternative Minimum Tax) (ETM)       | No Opt. Call   |
|    | 23,000 | San Joaquin Hills Transportation Corridor Agency, Orange<br>County, California, Toll Road Revenue Refunding Bonds,<br>Series 1997A, 0.000%, 1/15/35 - MBIA Insured          | No Opt. Call   |
|    | 7,250  | San Jose-Evergreen Community College District, Santa Clara<br>County, California, General Obligation Bonds, Series 2005A,<br>0.000%, 9/01/29 - MBIA Insured                 | 9/15 at 100.00 |

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132,950 Total California

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COLORADO - 4.3% (2.9% OF TOTAL INVESTMENTS)

|  |        |   |                 |
|--|--------|---|-----------------|
|  | 8,350  | Colorado Health Facilities Authority, Remarketed Revenue<br>Bonds, Kaiser Permanente System, Series 1994A,<br>5.350%, 11/01/16 (ETM)  | 7/06 at 102.00  |
|  | 2,000  | Denver Convention Center Hotel Authority, Colorado, Senior<br>Revenue Bonds, Convention Center Hotel, Series 2006,<br>4.750%, 12/01/35 (WI/DD, Settling 5/02/06) - XLCA Insured | 11/16 at 100.00 |
|  |        | E-470 Public Highway Authority, Colorado, Senior Revenue<br>Bonds, Series 1997B:  |                 |
|  | 2,650  | 0.000%, 9/01/16 - MBIA Insured  | No Opt. Call    |
|  | 8,160  | 0.000%, 9/01/26 - MBIA Insured  | No Opt. Call    |
|  | 1,000  | E-470 Public Highway Authority, Colorado, Senior Revenue<br>Bonds, Series 2000A, 5.750%, 9/01/35 - MBIA Insured   | 9/10 at 102.00  |
|  |        | E-470 Public Highway Authority, Colorado, Senior Revenue<br>Bonds, Series 2000B:  |                 |
|  | 7,500  | 0.000%, 9/01/29 - MBIA Insured  | No Opt. Call    |
|  | 10,000 | 0.000%, 9/01/32 - MBIA Insured  | No Opt. Call    |
|  |        | Platte River Power Authority, Colorado, Power Revenue Refunding<br>Bonds, Series 2002EE:  |                 |
|  | 2,000  | 5.375%, 6/01/17   | 6/12 at 100.00  |
|  | 5,000  | 5.375%, 6/01/18   | 6/12 at 100.00  |

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|   |  |                 |
|---|--|-----------------|
| 46,660  | Total Colorado   |                 |
| DISTRICT OF COLUMBIA - 0.4% (0.3% OF TOTAL INVESTMENTS) |  |                 |
| 355   | District of Columbia Housing Finance Agency, GNMA Collateralized Single Family Mortgage Revenue Bonds, Series 1988F-1, 6.375%, 6/01/26 (Alternative Minimum Tax) | 6/06 at 102.00  |
| 2,165   | District of Columbia Housing Finance Agency, GNMA/FNMA Single Family Mortgage Revenue Bonds, Series 1997B, 5.900%, 12/01/28 (Alternative Minimum Tax)            | 6/07 at 102.00  |
| 2,520   | Total District of Columbia   |                 |
| FLORIDA - 1.9% (1.3% OF TOTAL INVESTMENTS)              |  |                 |
| 2,770   | Florida Housing Finance Corporation, Housing Revenue Bonds, Stratford Point Apartments, Series 20000-1, 5.850%, 12/01/31 - FSA Insured (Alternative Minimum Tax) | 12/10 at 100.00 |
| 10,130  | Tampa, Florida, Healthcare System Revenue Bonds, Allegany Health System - St. Mary's Hospital, Series 1993, 5.125%, 12/01/23 - MBIA Insured (ETM)                | 6/06 at 100.00  |
| 12,900  | Total Florida  |                 |
| GEORGIA - 0.6% (0.4% OF TOTAL INVESTMENTS)              |  |                 |
| 4,000   | Augusta, Georgia, Water and Sewerage Revenue Bonds, Series 2004, 5.250%, 10/01/39 - FSA Insured  | 10/14 at 100.00 |

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Nuveen Municipal Advantage Fund, Inc. (NMA) (continued)  
Portfolio of INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL AMOUNT (000)                    | DESCRIPTION (1)  | OPTIONAL CALL PROVISIONS (2) |
|---|--|------------------------------|
| HAWAII - 0.5% (0.3% OF TOTAL INVESTMENTS) |  |                              |
| \$ 2,215                                  | Hawaii Housing and Community Development Corporation, GNMA Collateralized Multifamily Housing Revenue Bonds, Sunset Villas, Series 2000, 5.700%, 7/20/31 | 7/10 at 102.00               |
| 825                                       | Hawaii Housing Finance and Development Corporation, Single Family Mortgage Purchase Revenue Bonds, Series 1997A,   | 7/07 at 102.00               |

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5.750%, 7/01/30 (Alternative Minimum Tax)

| -----   |   |                 |
|---|---|-----------------|
| 3,040   | Total Hawaii  |                 |
| -----   |   |                 |
| ILLINOIS - 17.3% (11.4% OF TOTAL INVESTMENTS) |   |                 |
| 12,500  | Chicago Board of Education, Illinois, Unlimited Tax General Obligation Bonds, Dedicated Tax Revenues, Series 1997A, 5.250%, 12/01/27 - AMBAC Insured                          | 12/07 at 102.00 |
| 4,000   | Chicago Board of Education, Illinois, Unlimited Tax General Obligation Bonds, Dedicated Tax Revenues, Series 1997, 5.750%, 12/01/20 (Pre-refunded 12/01/07) - AMBAC Insured   | 12/07 at 102.00 |
| 2,175   | Chicago Board of Education, Illinois, Unlimited Tax General Obligation Bonds, Dedicated Tax Revenues, Series 1998B-1, 0.000%, 12/01/28 - FGIC Insured                         | No Opt. Call    |
| 2,250   | Chicago Board of Education, Illinois, Unlimited Tax General Obligation Bonds, Dedicated Tax Revenues, Series 1999A, 0.000%, 12/01/31 - FGIC Insured                           | No Opt. Call    |
| 5,865   | Chicago, Illinois, General Obligation Bonds, Neighborhoods Alive 21 Program, Series 2000A, 6.500%, 1/01/35 (Pre-refunded 7/01/10) - FGIC Insured                              | 7/10 at 101.00  |
| 5,000   | Chicago, Illinois, Second Lien Passenger Facility Charge Revenue Bonds, O'Hare International Airport, Series 2001A, 5.375%, 1/01/32 - AMBAC Insured (Alternative Minimum Tax) | 1/11 at 101.00  |
| 5,000   | Chicago, Illinois, Second Lien Wastewater Transmission Revenue Bonds, Series 1997, 5.250%, 1/01/28 (Pre-refunded 1/01/08) - AMBAC Insured                                     | 1/08 at 102.00  |
| 6,000   | Illinois Health Facilities Authority, Revenue Bonds, Condell Medical Center, Series 2002, 5.750%, 5/15/22   | 5/12 at 100.00  |
| 6,165   | Illinois Health Facilities Authority, Revenue Bonds, Sarah Bush Lincoln Health Center, Series 1996B, 5.750%, 2/15/22  | 2/07 at 102.00  |
| 4,210   | Illinois Health Facilities Authority, Revenue Bonds, Victory Health Services, Series 1997A, 5.375%, 8/15/16   | 8/07 at 101.00  |
| 10,115  | Illinois Health Facilities Authority, Revenue Refunding Bonds, Rush-Presbyterian-St. Luke's Medical Center Obligated Group, Series 1996A, 6.250%, 11/15/20 - MBIA Insured     | 11/06 at 102.00 |
| 10,740  | Lake and McHenry Counties Community Unit School District 118, Wauconda, Illinois, General Obligation Bonds, Series 2005B, 0.000%, 1/01/23 - FSA Insured                       | 1/15 at 66.94   |
|   | Metropolitan Pier and Exposition Authority, Illinois, Revenue Bonds, McCormick Place Expansion Project, Series 1999A:   |                 |
| 13,455  | 5.500%, 12/15/24 - FGIC Insured   | 12/09 at 101.00 |
| 10,430  | 5.250%, 12/15/28 - FGIC Insured   | 12/09 at 101.00 |
| 2,025   | Metropolitan Pier and Exposition Authority, Illinois, Revenue Bonds, McCormick Place Expansion Project, Series 2002A, 0.000%, 6/15/41 - MBIA Insured                          | No Opt. Call    |

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|        |  |                |
|--------|--|----------------|
| 6,000  | Metropolitan Pier and Exposition Authority, Illinois, Revenue Refunding Bonds, McCormick Place Expansion Project, Series 1996A, 0.000%, 6/15/24 - MBIA Insured             | No Opt. Call   |
| 4,600  | Regional Transportation Authority, Cook, DuPage, Kane, Lake, McHenry and Will Counties, Illinois, General Obligation Bonds, Series 1990A, 7.200%, 11/01/20 - AMBAC Insured | No Opt. Call   |
| 1,940  | University of Illinois, Auxiliary Facilities Systems Revenue Bonds, Series 2003A, 5.000%, 4/01/23 - AMBAC Insured  | 4/13 at 100.00 |
| 7,500  | Valley View Public Schools, Community Unit School District 365U of Will County, Illinois, General Obligation Bonds, Series 2005, 0.000%, 11/01/25 - MBIA Insured           | No Opt. Call   |
| 23,125 | Will County Community High School District 210 Lincoln-Way, Illinois, General Obligation Bonds, Series 2006, 0.000%, 1/01/24 (WI/DD, Settling 5/08/06) - FSA Insured       | No Opt. Call   |

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|         |                |  |
|---------|----------------|--|
| 143,095 | Total Illinois |  |
|---------|----------------|--|

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INDIANA - 3.6% (2.4% OF TOTAL INVESTMENTS)

|       |  |                |
|-------|--|----------------|
| 5,205 | Indiana Health Facility Financing Authority, Hospital Revenue Bonds, Clarian Health Obligated Group, Series 2000A, 5.500%, 2/15/30 (Pre-refunded 8/15/10) - MBIA Insured | 8/10 at 101.50 |
|-------|--|----------------|

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| PRINCIPAL<br>AMOUNT (000) | DESCRIPTION (1)  | OPTIONAL CALL<br>PROVISIONS (2) |
|---------------------------|--|---------------------------------|
| INDIANA (continued)       |  |                                 |
| \$ 9,000                  | Indiana Health Facility Financing Authority, Hospital Revenue Refunding and Improvement Bonds, Community Hospitals of Indiana, Series 1995, 5.700%, 5/15/22 - MBIA Insured | 5/06 at 102.00                  |
| 6,075                     | LaGrange County Jail Building Corporation, Indiana, First Mortgage Jail Bonds, Series 1998, 5.400%, 10/01/21 (Pre-refunded 10/01/09)                                       | 10/09 at 101.00                 |
| 2,725                     | St. Joseph County Hospital Authority, Indiana, Revenue Bonds, Madison Center Inc., Series 1999, 5.450%, 2/15/12  | 2/09 at 102.00                  |
| 23,005                    | Total Indiana  |                                 |

KANSAS - 1.8% (1.2% OF TOTAL INVESTMENTS)

|       |   |                |
|-------|---|----------------|
| 5,000 | Burlington, Kansas, Environmental Improvement Revenue | 9/15 at 100.00 |
|-------|---|----------------|

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Bonds, Kansas City Power and Light Company Project,  
Series 1998A, 4.750%, 9/01/15 (Mandatory put 10/01/07)

|       |   |                |
|-------|---|----------------|
| 4,935 | Kansas Department of Transportation, Highway Revenue Bonds,<br>Series 2004A, 5.000%, 3/01/22  | 3/14 at 100.00 |
| 1,750 | Wamego, Kansas, Pollution Control Revenue Bonds, Kansas<br>Gas and Electric Company, Series 2004, 5.300%, 6/01/31 -<br>MBIA Insured | 6/14 at 100.00 |

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11,685 Total Kansas

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KENTUCKY - 1.6% (1.1% OF TOTAL INVESTMENTS)

|       |  |                 |
|-------|--|-----------------|
| 5,500 | Louisville and Jefferson County Metropolitan Sewer District,<br>Kentucky, Sewer and Drainage System Revenue Bonds,<br>Series 1997A, 5.250%, 5/15/27 - MBIA Insured | 5/07 at 101.00  |
| 4,950 | Louisville and Jefferson County Metropolitan Sewer District,<br>Kentucky, Sewer and Drainage System Revenue Bonds,<br>Series 1997B, 5.200%, 5/15/25 - MBIA Insured | 11/07 at 101.00 |

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10,450 Total Kentucky

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LOUISIANA - 7.6% (5.0% OF TOTAL INVESTMENTS)

|        |   |                |
|--------|---|----------------|
| 13,500 | DeSoto Parish, Louisiana, Pollution Control Revenue Refunding<br>Bonds, Cleco Utility Group Inc. Project, Series 1999,<br>5.875%, 9/01/29 - AMBAC Insured | 9/09 at 102.00 |
| 8,720  | Louisiana Public Facilities Authority, Extended Care Facilities<br>Revenue Bonds, Comm-Care Corporation Project, Series 1994,<br>11.000%, 2/01/14         | No Opt. Call   |
| 6,650  | Louisiana Public Facilities Authority, Revenue Bonds, Baton<br>Rouge General Hospital, Series 2004, 5.250%, 7/01/33 -<br>MBIA Insured                     | 7/14 at 100.00 |
| 6,000  | Tobacco Settlement Financing Corporation, Louisiana, Tobacco<br>Settlement Asset-Backed Bonds, Series 2001B:<br>5.500%, 5/15/30                           | 5/11 at 101.00 |
| 11,750 | 5.875%, 5/15/39   | 5/11 at 101.00 |

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46,620 Total Louisiana

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MASSACHUSETTS - 1.9% (1.3% OF TOTAL INVESTMENTS)

|       |  |                 |
|-------|--|-----------------|
| 1,750 | Massachusetts Health and Educational Facilities Authority,<br>Revenue Bonds, UMass Memorial Healthcare, Series 1998A,<br>5.000%, 7/01/28 - AMBAC Insured | 1/09 at 101.00  |
| 955   | Massachusetts Housing Finance Agency, Single Family Housing<br>Revenue Bonds, Series 77, 5.950%, 6/01/25 - FSA Insured                                   | 12/09 at 100.00 |

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(Alternative Minimum Tax)

|        |  |                |
|--------|--|----------------|
| 10,000 | Massachusetts Turnpike Authority, Metropolitan Highway System Revenue Bonds, Senior Series 1997A, 5.000%, 1/01/37 - MBIA Insured | 1/07 at 102.00 |
|--------|--|----------------|

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|        |                     |  |
|--------|---------------------|--|
| 12,705 | Total Massachusetts |  |
|--------|---------------------|--|

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MICHIGAN - 1.6% (1.1% OF TOTAL INVESTMENTS)

|   |                 |                |
|---|-----------------|----------------|
| Michigan State Hospital Finance Authority, Hospital Revenue Bonds, Detroit Medical Center Obligated Group, Series 1998A:                  |                 |                |
| 4,995   | 5.250%, 8/15/23 | 8/08 at 101.00 |
| 3,000   | 5.250%, 8/15/28 | 8/08 at 101.00 |
| Michigan State Hospital Finance Authority, Revenue Refunding Bonds, Detroit Medical Center Obligated Group, Series 1993A, 6.500%, 8/15/18 |                 |                |
| 3,275   |                 | 8/06 at 100.00 |

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|        |                |  |
|--------|----------------|--|
| 11,270 | Total Michigan |  |
|--------|----------------|--|

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Nuveen Municipal Advantage Fund, Inc. (NMA) (continued)  
Portfolio of INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL CALL PROVISIONS (2) |
|------------------------|-----------------|------------------------------|
|------------------------|-----------------|------------------------------|

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MINNESOTA - 1.7% (1.1% OF TOTAL INVESTMENTS)

|          |   |                |
|----------|---|----------------|
| \$ 5,000 | Minneapolis-St. Paul Metropolitan Airports Commission, Minnesota, Subordinate Airport Revenue Bonds, Series 2001C, 5.250%, 1/01/32 - FGIC Insured | 1/11 at 100.00 |
| 3,865    | Minnesota Housing Finance Agency, Single Family Mortgage Revenue Bonds, Series 2000C, 5.550%, 7/01/24 (Alternative Minimum Tax)                   | 7/09 at 100.00 |
| 2,260    | Minnesota Housing Finance Agency, Single Family Mortgage Revenue Bonds, Series 2000J, 5.400%, 1/01/23 (Alternative Minimum Tax)                   | 1/10 at 100.00 |

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|        |                 |  |
|--------|-----------------|--|
| 11,125 | Total Minnesota |  |
|--------|-----------------|--|

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MISSOURI - 0.8% (0.5% OF TOTAL INVESTMENTS)

|        |  |              |
|--------|--|--------------|
| 10,205 | Kansas City Municipal Assistance Corporation, Missouri, Leasehold Revenue Bonds, Series 2004B-1, 0.000%, 4/15/29 - AMBAC Insured | No Opt. Call |
|--------|--|--------------|

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|   |   |                 |
|---|---|-----------------|
| 220   | Missouri Housing Development Commission, Single Family Mortgage Revenue Bonds, Homeownership Loan Program, Series 2000A-1, 7.500%, 3/01/31 (Alternative Minimum Tax)                                    | 9/09 at 102.00  |
| 1,500   | Missouri-Illinois Metropolitan District Bi-State Development Agency, Mass Transit Sales Tax Appropriation Bonds, Metrolink Cross County Extension Project, Series 2002B, 5.000%, 10/01/32 - FSA Insured | 10/13 at 100.00 |
| <hr/>   |   |                 |
| 11,925  | Total Missouri  |                 |
| <hr/>   |   |                 |
| MONTANA - 1.1% (0.7% OF TOTAL INVESTMENTS)  |   |                 |
| 6,920   | Montana Board of Housing, Single Family Mortgage Bonds, Series 1997A-1, 6.050%, 12/01/37  | 6/07 at 101.50  |
| <hr/>   |   |                 |
| NEVADA - 3.7% (2.4% OF TOTAL INVESTMENTS)   |   |                 |
| 7,310   | Clark County, Nevada, Limited Tax General Obligation Bank Bonds, Series 2000, 5.500%, 7/01/19   | 7/10 at 100.00  |
| 7,500   | Clark County, Nevada, Subordinate Lien Airport Revenue Bonds, Series 1999A, 6.000%, 7/01/29 (Pre-refunded 7/01/10) - MBIA Insured   | 7/10 at 101.00  |
| 7,910   | 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 100.00  |
| 455   | Nevada Housing Division, Single Family Mortgage Bonds, Senior Series 1997C-2, 5.750%, 4/01/29 (Alternative Minimum Tax)   | 4/07 at 102.00  |
| <hr/>   |   |                 |
| 23,175  | Total Nevada  |                 |
| <hr/>   |   |                 |
| NEW JERSEY - 3.1% (2.1% OF TOTAL INVESTMENTS)   |   |                 |
| Tobacco Settlement Financing Corporation, New Jersey, Tobacco Settlement Asset-Backed Bonds, Series 2002: |   |                 |
| 15,025  | 5.750%, 6/01/32   | 6/12 at 100.00  |
| 5,000   | 6.125%, 6/01/42   | 6/12 at 100.00  |
| <hr/>   |   |                 |
| 20,025  | Total New Jersey  |                 |
| <hr/>   |   |                 |
| NEW MEXICO - 1.1% (0.8% OF TOTAL INVESTMENTS)   |   |                 |
| 7,500   | Farmington, New Mexico, Pollution Control Revenue Refunding Bonds, Public Service Company of New Mexico - San Juan Project, Series 1997B, 5.800%, 4/01/22   | 10/06 at 101.00 |
| <hr/>   |   |                 |

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NEW YORK - 16.5% (10.9% OF TOTAL INVESTMENTS)

|       |   |                |
|-------|---|----------------|
| 4,395 | Dormitory Authority of the State of New York, Revenue Bonds, Mental Health Services Facilities Improvements, Series 1997B, 5.625%, 2/15/21                        | 2/07 at 102.00 |
| 2,965 | Dormitory Authority of the State of New York, Revenue Bonds, Mental Health Services Facilities Improvements, Series 1997B, 5.625%, 2/15/21 (Pre-refunded 2/15/07) | 2/07 at 102.00 |
| 3,655 | Dormitory Authority of the State of New York, Revenue Bonds, State University Educational Facilities, Series 1997, 5.125%, 5/15/27 (Pre-refunded 5/15/08)         | 5/08 at 101.00 |
| 7,000 | Metropolitan Transportation Authority, New York, State Service Contract Refunding Bonds, Series 2002A, 5.125%, 1/01/29  | 7/12 at 100.00 |

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| PRINCIPAL<br>AMOUNT (000) | DESCRIPTION (1)  | OPTIONAL CALL<br>PROVISIONS (2) |
|---------------------------|--|---------------------------------|
| -----                     |  |                                 |
| NEW YORK (continued)      |  |                                 |
|                           | Nassau County, New York, General Obligation Improvement Bonds, Series 2000F:   |                                 |
| \$ 3,980                  | 7.000%, 3/01/11 (Pre-refunded 3/01/10) - FSA Insured   | 3/10 at 100.00                  |
| 4,070                     | 7.000%, 3/01/12 (Pre-refunded 3/01/10) - FSA Insured   | 3/10 at 100.00                  |
| 3,925                     | 7.000%, 3/01/15 (Pre-refunded 3/01/10) - FSA Insured   | 3/10 at 100.00                  |
| 4,975                     | New York City Industrial Development Agency, New York, Special Facilities Revenue Bonds, British Airways PLC, Series 1998, 5.250%, 12/01/32 (Alternative Minimum Tax)          | 12/08 at 102.00                 |
| 3,000                     | New York City Industrial Development Agency, New York, Special Facilities Revenue Bonds, British Airways PLC, Series 2002, 7.625%, 12/01/32 (Alternative Minimum Tax)          | 12/12 at 101.00                 |
| 5,000                     | New York City Municipal Water Finance Authority, New York, Water and Sewerage System Revenue Bonds, Fiscal Series 1997B, 5.750%, 6/15/29 (Pre-refunded 6/15/07) - FGIC Insured | 6/07 at 101.00                  |
| 9,850                     | New York City Municipal Water Finance Authority, New York, Water and Sewerage System Revenue Bonds, Fiscal Series 2000A, 5.750%, 6/15/31 (Pre-refunded 6/15/09) - FGIC Insured | 6/09 at 101.00                  |
| 10,000                    | New York City Municipal Water Finance Authority, New York, Water and Sewerage System Revenue Bonds, Fiscal Series 2005B, 5.000%, 6/15/36 - FSA Insured                         | 12/14 at 100.00                 |
| 10,000                    | New York City Transitional Finance Authority, New York, Future Tax Secured Bonds, Fiscal Series 2000B, 6.000%, 11/15/29 (Pre-refunded 5/15/10)                                 | 5/10 at 101.00                  |



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|        |   |                 |
|--------|---|-----------------|
| 10,000 | New York City, New York, General Obligation Bonds, Fiscal Series 1997G, 6.000%, 10/15/26 (Pre-refunded 10/15/07)  | 10/07 at 101.00 |
| 7,435  | New York City, New York, General Obligation Bonds, Fiscal Series 2000A, 5.750%, 5/15/20 (Pre-refunded 5/15/10)  | 5/10 at 101.00  |
| 9,495  | New York State Mortgage Agency, Homeowner Mortgage Revenue Bonds, Series 94, 5.800%, 10/01/20 (Alternative Minimum Tax)   | 4/10 at 100.00  |
| 5,000  | New York State Urban Development Corporation, Service Contract Revenue Bonds, Correctional Facilities, Series 1999C, 6.000%, 1/01/29 (Pre-refunded 1/01/09) - AMBAC Insured | 1/09 at 101.00  |

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|         |                |  |
|---------|----------------|--|
| 104,745 | Total New York |  |
|---------|----------------|--|

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NORTH CAROLINA - 2.9% (1.9% OF TOTAL INVESTMENTS)

|       |  |                |
|-------|--|----------------|
| 1,175 | North Carolina Housing Finance Agency, Home Ownership Revenue Bonds, 1998 Trust Agreement, Series 10A, 5.400%, 7/01/32 - AMBAC Insured (Alternative Minimum Tax) | 7/10 at 100.00 |
| 7,520 | North Carolina Housing Finance Agency, Home Ownership Revenue Bonds, 1998 Trust Agreement, Series 7A, 6.250%, 1/01/29 (Alternative Minimum Tax)                  | 7/09 at 100.00 |
| 4,780 | North Carolina Housing Finance Agency, Home Ownership Revenue Bonds, 1998 Trust Agreement, Series 8A, 5.950%, 1/01/27 (Alternative Minimum Tax)                  | 1/10 at 100.00 |
| 5,690 | North Carolina Housing Finance Agency, Home Ownership Revenue Bonds, 1998 Trust Agreement, Series 9A, 5.875%, 7/01/31 (Alternative Minimum Tax)                  | 1/10 at 100.00 |

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|        |                      |  |
|--------|----------------------|--|
| 19,165 | Total North Carolina |  |
|--------|----------------------|--|

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NORTH DAKOTA - 0.5% (0.3% OF TOTAL INVESTMENTS)

|       |  |                |
|-------|--|----------------|
| 2,450 | North Dakota Housing Finance Agency, Home Mortgage Finance Program Bonds, Series 1998B, 5.500%, 7/01/29 - MBIA Insured (Alternative Minimum Tax) | 7/08 at 102.00 |
|-------|--|----------------|

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OHIO - 4.5% (3.0% OF TOTAL INVESTMENTS)

|       |   |                 |
|-------|---|-----------------|
| 5,000 | Akron, Bath and Copley Joint Township Hospital District, Ohio, Hospital Facilities Revenue Bonds, Summa Health System, Series 1998A, 5.375%, 11/15/18 | 11/09 at 101.00 |
| 6,000 | Cuyahoga County, Ohio, Hospital Revenue Bonds, University Hospitals Health System, Series 1999, 5.500%, 1/15/30 - AMBAC Insured                       | 7/09 at 101.00  |
|       | Montgomery County, Ohio, Hospital Facilities Revenue Bonds, Kettering Medical Center, Series 1999:  |                 |

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|       |  |                |
|-------|--|----------------|
| 7,840 | 6.750%, 4/01/18 (Pre-refunded 4/01/10) | 4/10 at 101.00 |
| 5,000 | 6.750%, 4/01/22 (Pre-refunded 4/01/10) | 4/10 at 101.00 |

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Nuveen Municipal Advantage Fund, Inc. (NMA) (continued)  
Portfolio of INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL<br>AMOUNT (000)                       | DESCRIPTION (1)   | OPTIONAL CALL<br>PROVISIONS (2) |
|---|---|---------------------------------|
| OHIO (continued)                                |   |                                 |
| \$ 1,725  | Ohio Housing Finance Agency, GNMA Mortgage-Backed Securities Program Residential Mortgage Revenue Bonds, Series 2000D, 5.450%, 9/01/31 (Alternative Minimum Tax)                                | 8/10 at 100.00                  |
| 2,650   | Ohio, General Obligation Bonds, Higher Education, Series 2003A, 5.000%, 5/01/22   | 5/13 at 100.00                  |
| 28,215  | Total Ohio  |                                 |
| OKLAHOMA - 2.3% (1.5% OF TOTAL INVESTMENTS)     |   |                                 |
| 2,890   | Oklahoma State Industries Authority, Health System Revenue Bonds, Integris Baptist Medical Center, Series 1999A, 5.750%, 8/15/29 - MBIA Insured   | 8/09 at 101.00                  |
| 2,110   | Oklahoma State Industries Authority, Health System Revenue Bonds, Integris Baptist Medical Center, Series 1999A, 5.750%, 8/15/29 (Pre-refunded 8/15/09) - MBIA Insured                          | 8/09 at 101.00                  |
| 10,000  | Tulsa Municipal Airport Trust, Oklahoma, Revenue Refunding Bonds, American Airlines Inc., Series 2001B, 5.650%, 12/01/35 (Mandatory put 12/01/08) (Alternative Minimum Tax)                     | 12/08 at 100.00                 |
| 15,000  | Total Oklahoma  |                                 |
| PENNSYLVANIA - 1.2% (0.8% OF TOTAL INVESTMENTS) |   |                                 |
| 1,930   | Carbon County Industrial Development Authority, Pennsylvania, Resource Recovery Revenue Refunding Bonds, Panther Creek Partners Project, Series 2000, 6.650%, 5/01/10 (Alternative Minimum Tax) | No Opt. Call                    |
| 2,600   | Pennsylvania Turnpike Commission, Turnpike Revenue Bonds, Series 2004A, 5.500%, 12/01/31 - AMBAC Insured  | 12/14 at 100.00                 |
| 3,240   | Washington County Authority, Pennsylvania, Capital Funding Revenue Bonds, Capital Projects and Equipment Acquisition Program, Series 1999, 6.150%, 12/01/29 - AMBAC Insured                     | No Opt. Call                    |

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|        |  |                 |
|--------|--|-----------------|
| 7,770  | Total Pennsylvania   |                 |
| -----  |  |                 |
|        | PUERTO RICO - 1.4% (0.9% OF TOTAL INVESTMENTS)   |                 |
| 5,000  | Puerto Rico Electric Power Authority, Power Revenue Bonds, Series 2005RR, 5.000%, 7/01/26 - XLCA Insured   | 7/15 at 100.00  |
| 4,000  | Puerto Rico, General Obligation Bonds, Series 2000B, 5.625%, 7/01/19 - MBIA Insured  | 7/10 at 100.00  |
| 9,000  | Total Puerto Rico  |                 |
| -----  |  |                 |
|        | RHODE ISLAND - 1.9% (1.3% OF TOTAL INVESTMENTS)  |                 |
| 1,235  | Rhode Island Health and Educational Building Corporation, Hospital Financing Revenue Bonds, Lifespan Obligated Group, Series 1996, 5.500%, 5/15/16 - MBIA Insured                        | 5/07 at 102.00  |
| 11,015 | Rhode Island Health and Educational Building Corporation, Hospital Financing Revenue Bonds, Lifespan Obligated Group, Series 1996, 5.500%, 5/15/16 (Pre-refunded 5/15/07) - MBIA Insured | 5/07 at 102.00  |
| 12,250 | Total Rhode Island   |                 |
| -----  |  |                 |
|        | SOUTH CAROLINA - 4.2% (2.7% OF TOTAL INVESTMENTS)  |                 |
| 10,000 | Greenville County School District, South Carolina, Installment Purchase Revenue Bonds, Series 2002, 6.000%, 12/01/20 (Pre-refunded 12/01/12)   | 12/12 at 101.00 |
| 2,500  | Lexington County Health Service District, South Carolina, Hospital Revenue Refunding and Improvement Bonds, Series 2003, 5.750%, 11/01/28  | 11/13 at 100.00 |
| 3,000  | Myrtle Beach, South Carolina, Hospitality and Accommodation Fee Revenue Bonds, Series 2004A, 5.000%, 6/01/36 - FGIC Insured  | 6/14 at 100.00  |
| 1,220  | Piedmont Municipal Power Agency, South Carolina, Electric Revenue Bonds, Series 2004A-2, 0.000%, 1/01/23 - FGIC Insured  | No Opt. Call    |
| 2,125  | South Carolina Public Service Authority, Revenue Refunding Bonds, Santee Cooper Electric System, Series 2003A, 5.000%, 1/01/21 - AMBAC Insured   | 7/13 at 100.00  |
| 7,500  | Tobacco Settlement Revenue Management Authority, South Carolina, Tobacco Settlement Asset-Backed Bonds, Series 2001B, 6.375%, 5/15/28  | 5/11 at 101.00  |
| 26,345 | Total South Carolina   |                 |
| -----  |  |                 |

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| PRINCIPAL<br>AMOUNT (000)                    | DESCRIPTION (1)   | OPTIONAL CALL<br>PROVISIONS (2) |
|--|---|---------------------------------|
| -----  |   |                                 |
| TENNESSEE - 5.2% (3.5% OF TOTAL INVESTMENTS) |   |                                 |
| \$ 6,000                                     | Knox County Health, Educational and Housing Facilities Board, Tennessee, Hospital Revenue Bonds, Baptist Health System of East Tennessee Inc., Series 2002, 6.500%, 4/15/31   | 4/12 at 101.00                  |
| 20,415                                       | Knox County Health, Educational and Housing Facilities Board, Tennessee, Hospital Revenue Refunding Bonds, Covenant Health, Series 2002A, 0.000%, 1/01/18 - FSA Insured   | 1/13 at 75.87                   |
| 14,385                                       | Metropolitan Government of Nashville-Davidson County Health and Educational Facilities Board, Tennessee, Revenue Bonds, Ascension Health Credit Group, Series 1999A, 5.875%, 11/15/28 (Pre-refunded 11/15/09) - AMBAC Insured | 11/09 at 101.00                 |
| 1,750  | Metropolitan Government of Nashville-Davidson County, Tennessee, Electric System Revenue Bonds, Series 2001A, 5.125%, 5/15/26   | 5/11 at 100.00                  |
| -----  |   |                                 |
| 42,550                                       | Total Tennessee   |                                 |
| -----  |   |                                 |
| TEXAS - 17.2% (11.3% OF TOTAL INVESTMENTS)   |   |                                 |
| 11,810                                       | Brazos River Authority, Texas, Pollution Control Revenue Refunding Bonds, TXU Electric Company, Series 2001C, 5.750%, 5/01/36 (Mandatory put 11/01/11) (Alternative Minimum Tax)  | 5/36 at 100.00                  |
| 6,000  | Brazos River Authority, Texas, Revenue Refunding Bonds, Houston Lighting and Power Company, Series 1998, 5.050%, 11/01/18 - AMBAC Insured (Alternative Minimum Tax)   | No Opt. Call                    |
| 10,000                                       | Central Texas Regional Mobility Authority, Travis and Williamson Counties, Toll Road Revenue Bonds, Series 2005, 5.000%, 1/01/45 - FGIC Insured   | 1/15 at 100.00                  |
| 4,250  | Ennis Independent School District, Ellis County, Texas, General Obligation Bonds, Series 2006, 0.000%, 8/15/26  | 8/16 at 60.73                   |
| 8,400  | Gulf Coast Waste Disposal Authority, Texas, Waste Disposal Revenue Bonds, Valero Energy Corporation, Series 1999, 5.700%, 4/01/32 (Alternative Minimum Tax)   | 4/09 at 101.00                  |
| 5,000  | Harris County Health Facilities Development Corporation, Texas, Thermal Utility Revenue Bonds, TECO Project, Series 2003, 5.000%, 11/15/30 - MBIA Insured   | 11/13 at 100.00                 |
| 1,540  | Houston Community College, Texas, Limited Tax General Obligation Bonds, Series 2003, 5.000%, 2/15/28 -  | 2/13 at 100.00                  |

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AMBAC Insured

|        |   |                 |
|--------|---|-----------------|
| 3,460  | Houston Community College, Texas, Limited Tax General<br>Obligation Bonds, Series 2003, 5.000%, 2/15/28 (Pre-refunded<br>2/15/13) - AMBAC Insured   | 2/13 at 100.00  |
| 13,110 | Houston, Texas, Subordinate Lien Airport System Revenue<br>Bonds, Series 2000B, 5.500%, 7/01/30 - FSA Insured   | 7/10 at 100.00  |
|        | Houston, Texas, Water Conveyance System Contract, Certificates<br>of Participation, Series 1993A-J:   |                 |
| 5,490  | 6.800%, 12/15/10 - AMBAC Insured  | No Opt. Call    |
| 2,000  | 6.800%, 12/15/11 - AMBAC Insured  | No Opt. Call    |
| 9,345  | Leander Independent School District, Williamson and Travis<br>Counties, Texas, General Obligation Bonds, Series 2005,<br>0.000%, 8/15/34 - FGIC Insured                                       | 8/15 at 35.34   |
| 16,305 | Matagorda County Navigation District 1, Texas, Revenue<br>Bonds, Reliant Energy Inc., Series 1999B, 5.950%, 5/01/30<br>(Alternative Minimum Tax)  | 5/09 at 101.00  |
| 3,425  | Sabine River Authority, Texas, Pollution Control Revenue<br>Refunding Bonds, TXU Electric Company, Series 2001A,<br>5.500%, 5/01/22 (Mandatory put 11/01/11)                                  | 5/22 at 100.00  |
| 4,700  | Sam Rayburn Municipal Power Agency, Texas, Power Supply<br>System Revenue Refunding Bonds, Series 2002A,<br>6.000%, 10/01/21  | 10/12 at 100.00 |
| 4,000  | Texas, General Obligation Bonds, Water Financial Assistance,<br>State Participation Program, Series 1999C, 5.500%, 8/01/35  | 8/09 at 100.00  |
| 6,840  | Travis County Health Facilities Development Corporation,<br>Texas, Revenue Bonds, Ascension Health Credit Group,<br>Series 1999A, 5.875%, 11/15/24 (Pre-refunded 11/15/09) -<br>AMBAC Insured | 11/09 at 101.00 |
| 2,500  | Trinity River Authority of Texas, Pollution Control Revenue<br>Refunding Bonds, TXU Electric Company, Series 2001A,<br>5.000%, 5/01/27 (Mandatory put 11/01/06) (Alternative<br>Minimum Tax)  | 5/27 at 100.00  |
| 245    | Wood Glen Housing Finance Corporation, Texas, FHA-Insured<br>Section 8 Assisted Mortgage Revenue Bonds,<br>Copperwood I Project, Series 1990A, 7.625%, 1/01/10 -<br>MBIA Insured (ETM)        | 7/06 at 100.00  |

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Nuveen Municipal Advantage Fund, Inc. (NMA) (continued)  
Portfolio of INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL<br>AMOUNT (000) | DESCRIPTION (1) | OPTIONAL CALL<br>PROVISIONS (2) |
|---------------------------|-----------------|---------------------------------|
|---------------------------|-----------------|---------------------------------|

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TEXAS (continued)

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|    |       |  |               |
|----|-------|--|---------------|
| \$ | 3,000 | Wylie Independent School District, Taylor County, Texas,<br>General Obligation Bonds, Series 2005, 0.000%, 8/15/21 | 8/15 at 74.57 |
|----|-------|--|---------------|

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|  |         |             |  |
|--|---------|-------------|--|
|  | 121,420 | Total Texas |  |
|--|---------|-------------|--|

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UTAH - 0.4% (0.2% OF TOTAL INVESTMENTS)

|  |       |   |                |
|--|-------|---|----------------|
|  | 730   | Intermountain Power Agency, Utah, Power Supply Revenue<br>Refunding Bonds, Series 1997B, 5.750%, 7/01/19 (Pre-refunded<br>7/01/07) - MBIA Insured | 7/07 at 102.00 |
|  | 1,470 | Intermountain Power Agency, Utah, Power Supply Revenue<br>Refunding Bonds, Series 1997B, 5.750%, 7/01/19 - MBIA Insured                           | 7/07 at 102.00 |

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|  |       |            |  |
|--|-------|------------|--|
|  | 2,200 | Total Utah |  |
|--|-------|------------|--|

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WASHINGTON - 14.4% (9.5% OF TOTAL INVESTMENTS)

|  |        |   |                 |
|--|--------|---|-----------------|
|  | 8,810  | Chelan County Public Utility District 1, Washington, Hydro<br>Consolidated System Revenue Bonds, Series 2001A,<br>5.600%, 1/01/36 - MBIA Insured (Alternative Minimum Tax)              | 7/11 at 101.00  |
|  | 5,665  | Chelan County Public Utility District 1, Washington, Hydro<br>Consolidated System Revenue Bonds, Series 2002B,<br>5.250%, 7/01/37 - AMBAC Insured (Alternative Minimum Tax)             | 7/12 at 100.00  |
|  | 10,730 | Chelan County Public Utility District 1, Washington, Hydro<br>Consolidated System Revenue Refunding Bonds,<br>Series 2001C, 5.650%, 7/01/32 - MBIA Insured (Alternative<br>Minimum Tax) | 7/11 at 101.00  |
|  | 10,730 | Pierce County School District 320, Sumner, Washington,<br>Unlimited Tax General Obligation Bonds, Series 2000,<br>6.250%, 12/01/17 (Pre-refunded 12/01/10) - FSA Insured                | 12/10 at 100.00 |
|  | 10,550 | Port of Seattle, Washington, Limited Tax General Obligation<br>Bonds, Series 2000B, 5.750%, 12/01/25 (Alternative<br>Minimum Tax)   | 12/10 at 100.00 |
|  | 5,315  | Port of Seattle, Washington, Revenue Bonds, Series 2000B,<br>6.000%, 2/01/10 - MBIA Insured (Alternative Minimum Tax)   | No Opt. Call    |
|  | 19,475 | Port of Seattle, Washington, Special Facility Revenue Bonds,<br>Terminal 18, Series 1999A, 6.000%, 9/01/29 (Pre-refunded<br>3/01/10) - MBIA Insured                                     | 3/10 at 101.00  |
|  | 5,000  | Port of Seattle, Washington, Special Facility Revenue Bonds,<br>Terminal 18, Series 1999B, 6.000%, 9/01/20 - MBIA Insured<br>(Alternative Minimum Tax)                                  | 3/10 at 101.00  |
|  | 8,750  | Washington Public Power Supply System, Revenue Refunding<br>Bonds, Nuclear Project 3, Series 1998A, 5.125%, 7/01/18   | 7/08 at 102.00  |
|  | 5,000  | Washington State Healthcare Facilities Authority, Revenue<br>Bonds, Providence Services, Series 1999, 5.375%, 12/01/19 -<br>MBIA Insured  | 12/09 at 101.00 |

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|  |   |                 |
|--|---|-----------------|
| 90,025   | Total Washington  |                 |
| WEST VIRGINIA - 0.8% (0.5% OF TOTAL INVESTMENTS) |   |                 |
| 5,000  | Mason County, West Virginia, Pollution Control Revenue Bonds, Appalachian Power Company, Series 2003L, 5.500%, 10/01/22   | 10/11 at 100.00 |
| WISCONSIN - 7.7% (5.1% OF TOTAL INVESTMENTS)     |   |                 |
| 7,320  | Badger Tobacco Asset Securitization Corporation, Wisconsin, Tobacco Settlement Asset-Backed Bonds, Series 2002, 6.125%, 6/01/27   | 6/12 at 100.00  |
| 2,250  | Green Bay, Wisconsin, Water System Revenue Bonds, Series 2004, 5.000%, 11/01/29 - FSA Insured   | 11/14 at 100.00 |
| 5,000  | Madison, Wisconsin, Industrial Development Revenue Refunding Bonds, Madison Gas and Electric Company Projects, Series 2002A, 5.875%, 10/01/34 (Alternative Minimum Tax) | 4/12 at 100.00  |
| 3,000  | Southeast Wisconsin Professional Baseball Park District, Sales Tax Revenue Refunding Bonds, Series 1998A, 5.500%, 12/15/19 - MBIA Insured                               | No Opt. Call    |

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| PRINCIPAL AMOUNT (000) | DESCRIPTION (1)   | OPTIONAL CALL PROVISIONS (2) |
|------------------------|---|------------------------------|
| WISCONSIN (continued)  |   |                              |
|                        | Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Aurora Medical Group Inc., Series 1996:                               |                              |
| \$ 10,000              | 5.600%, 11/15/16 - FSA Insured  | 5/06 at 102.00               |
| 20,000                 | 5.750%, 11/15/25 - FSA Insured  | 5/06 at 102.00               |
| 1,835                  | Wisconsin Housing and Economic Development Authority, Home Ownership Revenue Bonds, Series 2000B, 5.750%, 3/01/22 (Alternative Minimum Tax) | 3/10 at 100.00               |
| 49,405                 | Total Wisconsin   |                              |
| \$ 1,104,745           | Total Investments (cost \$947,766,169) - 151.5%   |                              |
|                        | Other Assets Less Liabilities - 2.2%  |                              |
|                        | Preferred Shares, at Liquidation Value - (53.7)%  |                              |
|                        | Net Assets Applicable to Common Shares - 100%   |                              |

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- (1) All percentages shown in the Portfolio of Investments are based on net assets applicable to Common shares unless otherwise noted.
- (2) Optional Call Provisions: 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. Certain mortgage-backed securities may be subject to periodic principal paydowns.
- (3) Ratings: Using the higher of Standard & Poor's or Moody's rating. Ratings below BBB by Standard & Poor's Group or Baa by Moody's Investor Service, Inc. are considered to be below investment grade.
- (4) Backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensure the timely payment of principal and interest. Such investments are normally considered to be equivalent to AAA rated securities.

WI/DD Purchased on a when-issued or delayed delivery basis.

(ETM) Escrowed to maturity.

See accompanying notes to financial statements.

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Nuveen Municipal Market Opportunity Fund, Inc. (NMO)  
 Portfolio of  
 INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL<br>AMOUNT (000)   | DESCRIPTION (1)                 | OPTIONAL CALL<br>PROVISIONS (2) |
|---|---------------------------------|---------------------------------|
| LONG-TERM MUNICIPAL BONDS - 153.5% (99.8% OF TOTAL INVESTMENTS)                     |                                 |                                 |
| ALABAMA - 0.7% (0.4% OF TOTAL INVESTMENTS)  |                                 |                                 |
| Henry County Water Authority, Alabama, Water Revenue Bonds,<br>Series 2006:         |                                 |                                 |
| \$ 1,935  | 5.000%, 1/01/36 - RAAI Insured  | 1/16 at 100.00                  |
| 2,485   | 5.000%, 1/01/41 - RAAI Insured  | 1/16 at 100.00                  |
| 4,420   | Total Alabama                   |                                 |
| ALASKA - 0.4% (0.2% OF TOTAL INVESTMENTS)   |                                 |                                 |
| Alaska Housing Finance Corporation, General Housing Purpose<br>Bonds, Series 2005A: |                                 |                                 |
| 1,125   | 5.250%, 12/01/34 - FGIC Insured | 12/14 at 100.00                 |
| 1,275   | 5.250%, 12/01/41 - FGIC Insured | 12/14 at 100.00                 |



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|   |  |                 |
|---|--|-----------------|
| 2,400   | Total Alaska   |                 |
| ARIZONA - 0.5% (0.3% OF TOTAL INVESTMENTS)    |  |                 |
| 3,000   | Arizona State Transportation Board, Highway Revenue Bonds, Series 2001, 5.250%, 7/01/20 (Pre-refunded 7/01/11)   | 7/11 at 100.00  |
| 140   | Pima County Industrial Development Authority, Arizona, FNMA/GNMA Single Family Mortgage Revenue Bonds, Series 1997A, 7.100%, 11/01/29 (Alternative Minimum Tax)                              | 5/07 at 105.85  |
| 3,140   | Total Arizona  |                 |
| ARKANSAS - 1.8% (1.2% OF TOTAL INVESTMENTS)   |  |                 |
| 5,000   | Arkansas Development Finance Authority, Hospital Revenue Bonds, Washington Regional Medical Center, Series 2000, 7.000%, 2/01/15 (Pre-refunded 2/01/10)                                      | 2/10 at 100.00  |
| 3,480   | Cabot School District 4, Lonoke County, Arkansas, General Obligation Refunding Bonds, Series 2003, 5.000%, 2/01/27 - AMBAC Insured   | 8/08 at 100.00  |
| 2,865   | University of Arkansas, Fayetteville, Various Facilities Revenue Bonds, Series 2002, 5.500%, 12/01/20 (Pre-refunded 12/01/12) - FGIC Insured   | 12/12 at 100.00 |
| 11,345  | Total Arkansas   |                 |
| CALIFORNIA - 6.9% (4.5% OF TOTAL INVESTMENTS) |  |                 |
| 1,350   | Antelope Valley Union High School District, Los Angeles County, California, General Obligation Bonds, Series 2004B, 0.000%, 8/01/29 - MBIA Insured   | No Opt. Call    |
| 7,800   | California County Tobacco Securitization Agency, Tobacco Settlement Asset-Backed Bonds, Los Angeles County Securitization Corporation, Series 2006A, 0.000%, 6/01/36 (Mandatory put 6/01/23) | 12/18 at 100.00 |
| 1,000   | California Department of Water Resources, Power Supply Revenue Bonds, Series 2002A, 5.750%, 5/01/17 (Pre-refunded 5/01/12)   | 5/12 at 101.00  |
| 1,350   | California Educational Facilities Authority, Revenue Refunding Bonds, Loyola Marymount University, Series 2001A, 0.000%, 10/01/39 - MBIA Insured   | No Opt. Call    |
| 4,295   | California Health Facilities Financing Authority, Health Facility Revenue Bonds, Adventist Health System/West, Series 2003A, 5.000%, 3/01/33   | 3/13 at 100.00  |

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|        |   |                |
|--------|---|----------------|
| 10,445 | Castaic Lake Water Agency, California, Revenue Certificates of Participation, Water System Improvement Project, Series 1999, 0.000%, 8/01/29 - AMBAC Insured                      | No Opt. Call   |
| 8,365  | Cupertino Union School District, Santa Clara County, California, General Obligation Bonds, Series 2003B, 0.000%, 8/01/26 - FGIC Insured   | 8/13 at 52.66  |
| 5,000  | Golden State Tobacco Securitization Corporation, California, Enhanced Tobacco Settlement Asset-Backed Bonds, Series 2003B, 5.000%, 6/01/38 (Pre-refunded 6/01/13) - AMBAC Insured | 6/13 at 100.00 |
| 3,500  | Golden State Tobacco Securitization Corporation, California, Tobacco Settlement Asset-Backed Revenue Bonds, Series 2005A, 0.000%, 6/01/26 - FSA Insured                           | No Opt. Call   |

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| PRINCIPAL<br>AMOUNT (000) | DESCRIPTION (1)   | OPTIONAL CALL<br>PROVISIONS (2) |
|---------------------------|---|---------------------------------|
| -----                     |   |                                 |
| CALIFORNIA (continued)    |   |                                 |
| \$ 1,500                  | Lincoln Unified School District, Placer County, California, Community Facilities District 1, Special Tax Bonds, Series 2005, 0.000%, 9/01/26 - AMBAC Insured    | No Opt. Call                    |
| 490                       | Los Angeles Department of Water and Power, California, Community Facilities District 1, Series 1993, 4.750%, 10/15/20 (ETM)                                     | 10/06 at 100.00                 |
| 995                       | Los Angeles Department of Water and Power, California, Electric Plant Revenue Bonds, Series 1994, 5.375%, 2/15/34 (ETM)   | 8/06 at 100.00                  |
| 3,100                     | Orange County, California, Recovery Certificates of Participation, Series 1996A:<br>5.875%, 7/01/19 (Pre-refunded 7/01/06) - MBIA Insured                       | 7/06 at 102.00                  |
| 690                       | 6.000%, 7/01/26 (Pre-refunded 7/01/06) - MBIA Insured   | 7/06 at 102.00                  |
| 1,000                     | Pajaro Valley Unified School District, Santa Cruz County, California, General Obligation Bonds, Series 2005B, 0.000%, 8/01/29 - FSA Insured                     | No Opt. Call                    |
| 6,000                     | Placentia-Yorba Linda Unified School District, Orange County, California, Certificates of Participation, Series 2006, 0.000%, 10/01/34 - FGIC Insured           | No Opt. Call                    |
| 5,000                     | San Joaquin Hills Transportation Corridor Agency, Orange County, California, Toll Road Revenue Refunding Bonds, Series 1997A:<br>0.000%, 1/15/17 - MBIA Insured | 1/14 at 102.00                  |
| 26,000                    | 0.000%, 1/15/35 - MBIA Insured  | No Opt. Call                    |
| 5,000                     | San Jose-Evergreen Community College District, Santa Clara County, California, General Obligation Bonds, Series 2005A, 0.000%, 9/01/28 - MBIA Insured           | 9/15 at 100.00                  |

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|       |   |              |
|-------|---|--------------|
| 4,825 | Santa Monica Community College District, Los Angeles County, California, General Obligation Bonds, Series 2005C, 0.000%, 8/01/25 - MBIA Insured | No Opt. Call |
|-------|---|--------------|

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|        |                  |  |
|--------|------------------|--|
| 97,705 | Total California |  |
|--------|------------------|--|

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COLORADO - 5.3% (3.5% OF TOTAL INVESTMENTS)

|        |  |                 |
|--------|--|-----------------|
| 1,085  | Arkansas River Power Authority, Colorado, Power Revenue Bonds, Series 2006, 5.250%, 10/01/40 - XLCA Insured  | 10/16 at 100.00 |
| 3,000  | Broomfield, Colorado, Master Facilities Lease Purchase Agreement, Certificates of Participation, Series 1999, 5.750%, 12/01/24 - AMBAC Insured     | 12/09 at 100.00 |
| 6,285  | Broomfield, Colorado, Sales and Use Tax Revenue Refunding and Improvement Bonds, Series 2002A, 5.500%, 12/01/22 - AMBAC Insured                    | 12/12 at 100.00 |
| 11,465 | Denver City and County, Colorado, Airport System Revenue Refunding Bonds, Series 2000A, 6.000%, 11/15/18 - AMBAC Insured (Alternative Minimum Tax) | 11/10 at 100.00 |
| 20,000 | E-470 Public Highway Authority, Colorado, Senior Revenue Bonds, Series 2000B, 0.000%, 9/01/28 (Pre-refunded 9/01/10) - MBIA Insured                | 9/10 at 31.42   |
|        | E-470 Public Highway Authority, Colorado, Toll Revenue Bonds, Series 2004B:  |                 |
| 3,500  | 0.000%, 9/01/27 - MBIA Insured   | 9/20 at 67.94   |
| 13,300 | 0.000%, 9/01/31 - MBIA Insured   | 9/20 at 53.77   |
| 6,250  | 0.000%, 9/01/32 - MBIA Insured   | 9/20 at 50.83   |
| 8,000  | 0.000%, 3/01/36 - MBIA Insured   | No Opt. Call    |

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|        |                |  |
|--------|----------------|--|
| 72,885 | Total Colorado |  |
|--------|----------------|--|

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DISTRICT OF COLUMBIA - 0.5% (0.3% OF TOTAL INVESTMENTS)

|       |  |                 |
|-------|--|-----------------|
| 3,265 | Washington Convention Center Authority, District of Columbia, Senior Lien Dedicated Tax Revenue Bonds, Series 1998, 4.750%, 10/01/28 - AMBAC Insured | 10/08 at 100.00 |
|-------|--|-----------------|

GEORGIA - 4.6% (3.0% OF TOTAL INVESTMENTS)

|        |   |                 |
|--------|---|-----------------|
| 15,000 | Atlanta, Georgia, Airport General Revenue Refunding Bonds, Series 2000A, 5.600%, 1/01/30 (Pre-refunded 1/01/10) - FGIC Insured                      | 1/10 at 101.00  |
| 14,330 | Fulton County Facilities Corporation, Georgia, Certificates of Participation, Public Purpose Project, Series 1999, 5.500%, 11/01/18 - AMBAC Insured | 11/10 at 101.00 |

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29,330 Total Georgia

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Nuveen Municipal Market Opportunity Fund, Inc. (NMO) (continued)  
Portfolio of INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL<br>AMOUNT (000)   | DESCRIPTION (1)   | OPTIONAL CALL<br>PROVISIONS (2) |
|---|---|---------------------------------|
| ILLINOIS - 11.6% (7.5% OF TOTAL INVESTMENTS)  |   |                                 |
| \$ 600  | Bolingbrook, Illinois, General Obligation Refunding Bonds, Series 2002B, 0.000%, 1/01/32 - FGIC Insured   | No Opt. Call                    |
| 4,600   | Chicago Board of Education, Illinois, Unlimited Tax General Obligation Bonds, Dedicated Tax Revenues, Series 1999A, 0.000%, 12/01/20 - FGIC Insured         | No Opt. Call                    |
| 4,000   | Chicago, Illinois, Motor Fuel Tax Revenue Bonds, Series 2003A, 5.000%, 1/01/33 - AMBAC Insured  | 7/13 at 100.00                  |
| 2,300   | Chicago, Illinois, Motor Fuel Tax Revenue Refunding Bonds, Series 1993, 5.375%, 1/01/14 - AMBAC Insured   | No Opt. Call                    |
| 5,250   | Chicago, Illinois, Revenue Bonds, Midway Airport, Series 1998B, 5.000%, 1/01/28 - MBIA Insured  | 1/09 at 101.00                  |
| 5,210   | Illinois Housing Development Authority, Section 8 Elderly Housing Revenue Bonds, Garden House of River Oaks West Development, Series 1992A, 6.875%, 1/01/20 | 7/06 at 100.00                  |
| 38,645  | Illinois, General Obligation Bonds, Illinois FIRST Program, Series 2000, 5.500%, 4/01/25 - MBIA Insured   | 4/10 at 100.00                  |
| Lake and McHenry Counties Community Unit School District 118, Wauconda, Illinois, General Obligation Bonds, Series 2005B: |   |                                 |
| 10,230  | 0.000%, 1/01/22 - FSA Insured   | 1/15 at 70.63                   |
| 6,780   | 0.000%, 1/01/24 - FSA Insured   | 1/15 at 63.44                   |
| 1,975   | Lake County Community High School District 127, Grayslake, Illinois, General Obligation Bonds, Series 2002A, 9.000%, 2/01/13 - FGIC Insured                 | No Opt. Call                    |
| Metropolitan Pier and Exposition Authority, Illinois, Revenue Bonds, McCormick Place Expansion Project, Series 2002A:     |   |                                 |
| 3,250   | 5.600%, 6/15/25 - MBIA Insured  | 6/22 at 101.00                  |
| 3,270   | 5.000%, 12/15/28 - MBIA Insured   | 6/12 at 101.00                  |
| 2,130   | 0.000%, 6/15/37 - MBIA Insured  | No Opt. Call                    |
| 11,215  | 0.000%, 12/15/38 - MBIA Insured   | No Opt. Call                    |
| 3,650   | 0.000%, 6/15/39 - MBIA Insured  | No Opt. Call                    |
| 103,105   | Total Illinois  |                                 |

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INDIANA - 1.1% (0.7% OF TOTAL INVESTMENTS)

|       |  |                |
|-------|--|----------------|
| 4,695 | Indiana Educational Facilities Authority, Revenue Bonds,<br>Butler University, Series 2001, 5.500%, 2/01/26 - MBIA Insured   | 2/11 at 100.00 |
| 5,113 | Indianapolis, Indiana, Special Facility Revenue Bonds, United<br>Airlines Inc., Indianapolis Maintenance Center Project,<br>Series 1995A, 6.500%, 11/15/31 (Alternative Minimum Tax) (7) | 5/06 at 102.00 |
| 2,000 | Petersburg, Indiana, Pollution Control Revenue Refunding<br>Bonds, Indianapolis Power and Light Company, Series 1991,<br>5.750%, 8/01/21   | 8/11 at 102.00 |

---

11,808 Total Indiana

---

IOWA - 0.6% (0.4% OF TOTAL INVESTMENTS)

|       |   |                |
|-------|---|----------------|
| 4,215 | Iowa Finance Authority, Solid Waste Disposal Revenue Bonds,<br>IPSCO Project, Series 1997, 6.000%, 6/01/27 (Mandatory<br>put 6/01/07) (Alternative Minimum Tax) | 6/27 at 100.00 |
|-------|---|----------------|

KANSAS - 0.5% (0.3% OF TOTAL INVESTMENTS)

|       |  |                 |
|-------|--|-----------------|
| 2,500 | Kansas Development Finance Authority, Water Pollution Control<br>Revolving Fund Leveraged Bonds, Series 2002-II,<br>5.500%, 11/01/21 | 11/12 at 100.00 |
| 500   | Salina, Kansas, Hospital Revenue Bonds, Salina Regional<br>Medical Center, Series 2006, 4.625%, 10/01/31                             | 4/16 at 100.00  |

---

3,000 Total Kansas

---

KENTUCKY - 1.6% (1.1% OF TOTAL INVESTMENTS)

|       |   |                |
|-------|---|----------------|
|       | Jefferson County School District Finance Corporation, Kentucky,<br>School Building Revenue Bonds, Series 2000A: |                |
| 3,045 | 5.250%, 7/01/17 - FSA Insured   | 1/10 at 101.00 |
| 7,490 | 5.250%, 7/01/20 - FSA Insured   | 1/10 at 101.00 |

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10,535 Total Kentucky

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40

| PRINCIPAL<br>AMOUNT (000) | DESCRIPTION (1) | OPTIONAL CALL<br>PROVISIONS (2) |
|---------------------------|-----------------|---------------------------------|
|---------------------------|-----------------|---------------------------------|

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LOUISIANA - 1.6% (1.1% OF TOTAL INVESTMENTS)

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|    |       |  |                 |
|----|-------|--|-----------------|
| \$ | 7,415 | Louisiana Local Government Environmental Facilities and Community Development Authority, Revenue Bonds, Baton Rouge Community College Facilities Corporation, Series 2002, 5.000%, 12/01/32 - MBIA Insured | 12/12 at 100.00 |
|----|-------|--|-----------------|

|  |       |   |                |
|--|-------|---|----------------|
|  | 3,350 | Louisiana Public Facilities Authority, Revenue Bonds, Baton Rouge General Hospital, Series 2004, 5.250%, 7/01/33 - MBIA Insured | 7/14 at 100.00 |
|--|-------|---|----------------|

---

|  |        |                 |  |
|--|--------|-----------------|--|
|  | 10,765 | Total Louisiana |  |
|--|--------|-----------------|--|

---

MARYLAND - 1.6% (1.0% OF TOTAL INVESTMENTS)

Frederick County, Maryland, General Obligation Public Facilities Bonds, Series 2002:

|  |       |  |                 |
|--|-------|--|-----------------|
|  | 3,710 | 5.000%, 11/01/18 (Pre-refunded 11/01/12) | 11/12 at 101.00 |
|  | 3,890 | 5.000%, 11/01/19 (Pre-refunded 11/01/12) | 11/12 at 101.00 |

|  |       |  |              |
|--|-------|--|--------------|
|  | 2,500 | Maryland Department of Transportation, Consolidated Transportation Revenue Bonds, Series 2002, 5.500%, 2/01/16 | No Opt. Call |
|--|-------|--|--------------|

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|  |        |                |  |
|--|--------|----------------|--|
|  | 10,100 | Total Maryland |  |
|--|--------|----------------|--|

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MASSACHUSETTS - 4.6% (3.0% OF TOTAL INVESTMENTS)

|  |       |   |                |
|--|-------|---|----------------|
|  | 1,100 | Massachusetts Bay Transportation Authority, Assessment Bonds, Series 2000A, 5.250%, 7/01/30 | 7/10 at 100.00 |
|--|-------|---|----------------|

|  |       |  |                |
|--|-------|--|----------------|
|  | 4,150 | Massachusetts Bay Transportation Authority, Assessment Bonds, Series 2000A, 5.250%, 7/01/30 (Pre-refunded 7/01/10) | 7/10 at 100.00 |
|--|-------|--|----------------|

|  |       |  |                |
|--|-------|--|----------------|
|  | 8,315 | Massachusetts Turnpike Authority, Metropolitan Highway System Revenue Bonds, Senior Series 1997A, 5.000%, 1/01/37 - MBIA Insured | 1/07 at 102.00 |
|--|-------|--|----------------|

|  |        |   |                |
|--|--------|---|----------------|
|  | 10,000 | Massachusetts Water Resources Authority, General Revenue Bonds, Series 2000A, 5.750%, 8/01/39 (Pre-refunded 8/01/10) - FGIC Insured | 8/10 at 101.00 |
|--|--------|---|----------------|

|  |       |  |                 |
|--|-------|--|-----------------|
|  | 6,195 | University of Massachusetts Building Authority, Facilities Revenue Bonds, Senior Series 2000A, 5.125%, 11/01/25 (Pre-refunded 11/01/10) - MBIA Insured | 11/10 at 100.00 |
|--|-------|--|-----------------|

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|  |        |                     |  |
|--|--------|---------------------|--|
|  | 29,760 | Total Massachusetts |  |
|--|--------|---------------------|--|

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MICHIGAN - 0.4% (0.2% OF TOTAL INVESTMENTS)

|  |       |  |                |
|--|-------|--|----------------|
|  | 2,090 | Grand Rapids Building Authority, Kent County, Michigan, Limited Tax General Obligation Bonds, Series 2000, 5.375%, 8/01/17 - AMBAC Insured | 8/10 at 100.00 |
|--|-------|--|----------------|

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MINNESOTA - 8.0% (5.2% OF TOTAL INVESTMENTS)

|        |  |                 |
|--------|--|-----------------|
| 930    | Minnesota Agricultural and Economic Development Board,<br>Healthcare System Revenue Bonds, Fairview Hospital and<br>Healthcare Services, Series 2000A, 6.375%, 11/15/29                            | 11/10 at 101.00 |
| 29,070 | Minnesota Agricultural and Economic Development Board,<br>Healthcare System Revenue Bonds, Fairview Hospital and<br>Healthcare Services, Series 2000A, 6.375%, 11/15/29<br>(Pre-refunded 11/15/10) | 11/10 at 101.00 |
| 2,680  | Minnesota Housing Finance Agency, Single Family Remarketed<br>Mortgage Bonds, Series 1998H-2, 6.050%, 7/01/31 (Alternative<br>Minimum Tax)   | 1/11 at 101.00  |
| 13,675 | Minnesota, General Obligation Bonds, Series 2000,<br>5.125%, 11/01/16  | 11/10 at 100.00 |
| 3,225  | St. Paul Housing and Redevelopment Authority, Minnesota,<br>Sales Tax Revenue Refunding Bonds, Civic Center Project,<br>Series 1996, 7.100%, 11/01/23 - FSA Insured                                | 11/15 at 103.00 |
| -----  |  |                 |
| 49,580 | Total Minnesota  |                 |
| -----  |  |                 |

MISSISSIPPI - 1.0% (0.7% OF TOTAL INVESTMENTS)

|       |   |                 |
|-------|---|-----------------|
| 5,900 | Mississippi Business Finance Corporation, Pollution Control<br>Revenue Refunding Bonds, System Energy Resources Inc.<br>Project, Series 1998, 5.875%, 4/01/22               | 10/06 at 100.00 |
| 1,100 | Mississippi Home Corporation, GNMA Mortgage-Backed<br>Securities Program Single Family Mortgage Revenue Bonds,<br>Series 1997D-5, 6.750%, 7/01/29 (Alternative Minimum Tax) | 7/07 at 105.00  |
| ----- |   |                 |
| 7,000 | Total Mississippi   |                 |
| ----- |   |                 |

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Nuveen Municipal Market Opportunity Fund, Inc. (NMO) (continued)  
Portfolio of INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL<br>AMOUNT (000)                   | DESCRIPTION (1)   | OPTIONAL CALL<br>PROVISIONS (2) |
|---|---|---------------------------------|
| -----                                       |   |                                 |
| MISSOURI - 0.6% (0.4% OF TOTAL INVESTMENTS) |   |                                 |
|   | Kansas City Municipal Assistance Corporation, Missouri,<br>Leasehold Revenue Bonds, Series 2004B-1: |                                 |
| \$ 7,000                                    | 0.000%, 4/15/27 - AMBAC Insured   | No Opt. Call                    |
| 5,000                                       | 0.000%, 4/15/31 - AMBAC Insured   | No Opt. Call                    |
| -----                                       |   |                                 |
| 12,000                                      | Total Missouri  |                                 |
| -----                                       |   |                                 |

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NEVADA - 6.0% (3.9% OF TOTAL INVESTMENTS)

|        |  |                |
|--------|--|----------------|
| 9,555  | Clark County, Nevada, General Obligation Bank Bonds,<br>Southern Nevada Water Authority Loan, Series 2001,<br>5.300%, 6/01/20 - FGIC Insured | 6/11 at 100.00 |
|        | Director of Nevada State Department of Business and Industry,<br>Revenue Bonds, Las Vegas Monorail Project, First Tier, Series 2000:         |                |
| 6,125  | 0.000%, 1/01/17 - AMBAC Insured  | No Opt. Call   |
| 8,500  | 0.000%, 1/01/26 - AMBAC Insured  | No Opt. Call   |
| 5,315  | 0.000%, 1/01/27 - AMBAC Insured  | No Opt. Call   |
| 21,000 | 5.375%, 1/01/40 - AMBAC Insured  | 1/10 at 100.00 |
| 2,135  | Reno, Nevada, Capital Improvement Revenue Bonds,<br>Series 2005B, 0.000%, 6/01/37 - FGIC Insured   | 6/15 at 33.61  |

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52,630 Total Nevada

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NEW JERSEY - 4.8% (3.1% OF TOTAL INVESTMENTS)

|        |  |                |
|--------|--|----------------|
| 170    | Camden County Pollution Control Financing Authority,<br>New Jersey, Solid Waste Disposal and Resource Recovery<br>System Revenue Bonds, Series 1991D, 7.250%, 12/01/10 | 6/06 at 100.00 |
| 18,000 | New Jersey Transportation Trust Fund Authority, Transportation<br>System Bonds, Series 2000B, 5.750%, 6/15/17 (Pre-refunded<br>6/15/10)                                | 6/10 at 100.00 |
| 5,000  | New Jersey Turnpike Authority, Revenue Bonds, Growth and<br>Income Securities, Series 2004B, 0.000%, 1/01/35 - AMBAC<br>Insured  | 1/17 at 100.00 |
| 3,000  | Rahway Valley Sewerage Authority, New Jersey, Sewer<br>Revenue Bonds, Series 2005A, 0.000%, 9/01/25 -<br>MBIA Insured  | No Opt. Call   |
| 3,165  | Tobacco Settlement Financing Corporation, New Jersey,<br>Tobacco Settlement Asset-Backed Bonds, Series 2002,<br>6.125%, 6/01/42  | 6/12 at 100.00 |
|        | Tobacco Settlement Financing Corporation, New Jersey,<br>Tobacco Settlement Asset-Backed Bonds, Series 2003:   |                |
| 2,100  | 6.375%, 6/01/32  | 6/13 at 100.00 |
| 2,925  | 6.750%, 6/01/39  | 6/13 at 100.00 |

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34,360 Total New Jersey

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NEW MEXICO - 1.8% (1.2% OF TOTAL INVESTMENTS)

|       |  |                |
|-------|--|----------------|
| 5,925 | New Mexico Hospital Equipment Loan Council, Hospital Revenue<br>Bonds, Presbyterian Healthcare Services, Series 2001A,<br>5.500%, 8/01/21 (Pre-refunded 8/01/11) | 8/11 at 101.00 |
| 5,675 | University of New Mexico, Revenue Refunding Bonds,   | No Opt. Call   |



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Bonds, Presbyterian Healthcare

| PRINCIPAL AMOUNT (000)                        | DESCRIPTION (1)  | OPTIONAL CALL PROVISIONS (2) |
|---|--|------------------------------|
| 11,600  | Total New Mexico   |                              |
| NEW YORK - 16.3% (10.6% OF TOTAL INVESTMENTS) |  |                              |
| 245   | Dormitory Authority of the State of New York, Improvement Revenue Bonds, Mental Health Services Facilities, Series 1997A, 5.750%, 2/15/27                        | 2/07 at 102.00               |
| 465   | Dormitory Authority of the State of New York, Improvement Revenue Bonds, Mental Health Services Facilities, Series 1997A: 5.750%, 2/15/27 (Pre-refunded 2/15/07) | 2/07 at 102.00               |
| 19,290  | Dormitory Authority of the State of New York, Improvement Revenue Bonds, Mental Health Services Facilities, Series 1997A: 5.750%, 2/15/27 (Pre-refunded 2/15/07) | 2/07 at 102.00               |
| 3,000   | Long Island Power Authority, New York, Electric System General Revenue Bonds, Series 2006B, 5.000%, 12/01/35   | 6/16 at 100.00               |
| 6,750   | Nassau County Tobacco Settlement Corporation, New York, Tobacco Settlement Asset-Backed Bonds, Series 1999A, 6.400%, 7/15/33 (Pre-refunded 7/15/09)              | 7/09 at 101.00               |
| 17,870  | New York City Transitional Finance Authority, New York, Future Tax Secured Bonds, Fiscal Series 2000A, 5.750%, 8/15/24 (Pre-refunded 8/15/09)                    | 8/09 at 101.00               |
| 630   | New York City, New York, General Obligation Bonds, Fiscal Series 1997H, 6.125%, 8/01/25  | 8/07 at 101.00               |

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| PRINCIPAL AMOUNT (000)  | DESCRIPTION (1)   | OPTIONAL CALL PROVISIONS (2) |
|---|---|------------------------------|
| NEW YORK (continued)  |   |                              |
| \$ 9,370  | New York City, New York, General Obligation Bonds, Fiscal Series 1997H, 6.125%, 8/01/25 (Pre-refunded 8/01/07)  | 8/07 at 101.00               |
| New York City, New York, General Obligation Bonds, Fiscal Series 2002G: |   |                              |
| 1,000   | 5.000%, 8/01/17   | 8/12 at 100.00               |
| 10,500  | 5.750%, 8/01/18   | 8/12 at 100.00               |
| 5,000   | New York City, New York, General Obligation Bonds, Fiscal Series 2003A, 5.750%, 8/01/16   | 8/12 at 100.00               |
| 7,805   | New York State Power Authority, General Revenue Bonds, Series 2002A, 5.000%, 11/15/21   | 11/12 at 100.00              |
| 5,400   | New York State Tobacco Settlement Financing Corporation, Tobacco Settlement Asset-Backed and State Contingency Contract-Backed Bonds, Series 2003A-1, 5.500%, 6/01/16 | 6/10 at 100.00               |
| 10,000  | Port Authority of New York and New Jersey, Special Project  | 12/07 at 102.00              |

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Bonds, JFK International Air Terminal LLC, Sixth Series 1997,  
5.750%, 12/01/22 - MBIA Insured (Alternative Minimum Tax)

|       |  |                |
|-------|--|----------------|
| 8,000 | TSASC Inc., New York, Tobacco Flexible Amortization Bonds,<br>Series 1999-1, 6.250%, 7/15/34 (Mandatory put 7/15/24)<br>(Pre-refunded 7/15/09) | 7/09 at 101.00 |
|-------|--|----------------|

---

105,325 Total New York

---

NORTH CAROLINA - 1.4% (0.9% OF TOTAL INVESTMENTS)

|       |   |                |
|-------|---|----------------|
| 1,900 | Charlotte-Mecklenburg Hospital Authority, North Carolina,<br>Healthcare System Revenue Bonds, DBA Carolinas Healthcare<br>System, Series 2005A, 5.000%, 1/15/45 | 1/15 at 100.00 |
|-------|---|----------------|

|       |  |                |
|-------|--|----------------|
| 7,500 | North Carolina Municipal Power Agency 1, Catawba Electric<br>Revenue Bonds, Series 2003A, 5.250%, 1/01/19 - MBIA Insured | 1/13 at 100.00 |
|-------|--|----------------|

---

9,400 Total North Carolina

---

NORTH DAKOTA - 4.3% (2.8% OF TOTAL INVESTMENTS)

|        |   |                |
|--------|---|----------------|
| 22,905 | Fargo, North Dakota, Health System Revenue Bonds, MeritCare<br>Obligated Group, Series 2000A, 5.625%, 6/01/31 - FSA Insured | 6/10 at 101.00 |
|--------|---|----------------|

|   |   |                |
|---|---|----------------|
| North Dakota Water Commission, Water Development and<br>Management Program Bonds, Series 2000A: |   |                |
| 2,230   | 5.700%, 8/01/18 (Pre-refunded 8/01/10) - MBIA Insured | 8/10 at 100.00 |
| 2,450   | 5.750%, 8/01/19 (Pre-refunded 8/01/10) - MBIA Insured | 8/10 at 100.00 |

---

27,585 Total North Dakota

---

OHIO - 2.6% (1.7% OF TOTAL INVESTMENTS)

|        |   |              |
|--------|---|--------------|
| 16,140 | Montgomery County, Ohio, Hospital Facilities Revenue Bonds,<br>Kettering Medical Center, Series 1999, 6.300%, 4/01/12 | No Opt. Call |
|--------|---|--------------|

OKLAHOMA - 0.0% (0.0% OF TOTAL INVESTMENTS)

|     |  |                |
|-----|--|----------------|
| 300 | Tulsa Municipal Airport Trust, Oklahoma, Revenue Refunding<br>Bonds, American Airlines Inc., Series 2000B, 6.000%, 6/01/35<br>(Mandatory put 12/01/08) (Alternative Minimum Tax) | 6/09 at 100.00 |
|-----|--|----------------|

OREGON - 2.4% (1.6% OF TOTAL INVESTMENTS)

|       |   |                |
|-------|---|----------------|
| 5,000 | Oregon Health Sciences University, Revenue Bonds,<br>Series 2002A, 5.250%, 7/01/22 - MBIA Insured | 1/13 at 100.00 |
|-------|---|----------------|

Portland, Oregon, Water System Revenue Bonds, Series 2000A:

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|   |  |                 |
|---|--|-----------------|
| 6,780   | 5.375%, 8/01/18  | 8/10 at 100.00  |
| 3,880   | 5.500%, 8/01/20  | 8/10 at 100.00  |
| <hr/>   |  |                 |
| 15,660  | Total Oregon   |                 |
| <hr/>   |  |                 |
| PENNSYLVANIA - 3.9% (2.5% OF TOTAL INVESTMENTS) |  |                 |
| 5,000   | Delaware County Industrial Development Authority,<br>Pennsylvania, Resource Recovery Revenue Refunding Bonds,<br>Series 1997A, 6.200%, 7/01/19                 | 1/08 at 102.00  |
| 5,000   | Pennsylvania Higher Education Assistance Agency, Capital<br>Acquisition Revenue Bonds, Series 2000, 5.875%, 12/15/30<br>(Pre-refunded 12/15/10) - MBIA Insured | 12/10 at 100.00 |
| 15,050  | Pennsylvania, General Obligation Bonds, Second Series 2001,<br>5.000%, 9/15/14   | 9/11 at 101.00  |
| <hr/>   |  |                 |
| 25,050  | Total Pennsylvania   |                 |
| <hr/>   |  |                 |

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Nuveen Municipal Market Opportunity Fund, Inc. (NMO) (continued)  
Portfolio of INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL<br>AMOUNT (000)                         | DESCRIPTION (1)  | OPTIONAL CALL<br>PROVISIONS (2) |
|---|--|---------------------------------|
| <hr/>   |  |                                 |
| PUERTO RICO - 2.9% (1.9% OF TOTAL INVESTMENTS)    |  |                                 |
| \$ 12,500   | Puerto Rico Housing Finance Authority, Capital Fund Program<br>Revenue Bonds, Series 2003, 4.500%, 12/01/23  | No Opt. Call                    |
| 7,640   | Puerto Rico, The Children's Trust Fund, Tobacco Settlement<br>Asset-Backed Refunding Bonds, Series 2002, 5.375%, 5/15/33                           | 5/12 at 100.00                  |
| <hr/>   |  |                                 |
| 20,140  | Total Puerto Rico  |                                 |
| <hr/>   |  |                                 |
| SOUTH CAROLINA - 7.5% (4.9% OF TOTAL INVESTMENTS) |  |                                 |
| 24,730  | Greenville County School District, South Carolina, Installment<br>Purchase Revenue Bonds, Series 2002, 5.500%, 12/01/22<br>(Pre-refunded 12/01/12) | 12/12 at 101.00                 |
| 21,570  | Piedmont Municipal Power Agency, South Carolina, Electric<br>Revenue Bonds, Series 2004A-2, 0.000%, 1/01/30 -<br>AMBAC Insured                     | No Opt. Call                    |
| 3,560   | South Carolina Public Service Authority, Revenue Refunding<br>Bonds, Santee Cooper Electric System, Series 2003A,                                  | 7/13 at 100.00                  |

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5.000%, 1/01/20 - AMBAC Insured

1,045 Three Rivers Solid Waste Authority, South Carolina, Solid Waste Disposal Facilities Revenue Bonds, Series 1997, 5.300%, 1/01/27 - MBIA Insured 1/07 at 102.00

11,665 Tobacco Settlement Revenue Management Authority, South Carolina, Tobacco Settlement Asset-Backed Bonds, Series 2001B, 6.375%, 5/15/28 5/11 at 101.00

-----  
62,570 Total South Carolina  
-----

TENNESSEE - 0.7% (0.5% OF TOTAL INVESTMENTS)

5,000 Knox County Health, Educational and Housing Facilities Board, Tennessee, Hospital Revenue Bonds, East Tennessee Children's Hospital, Series 2003A, 5.000%, 7/01/23 - RAAI Insured 7/13 at 100.00

-----  
TEXAS - 25.5% (16.6% OF TOTAL INVESTMENTS)

5,000 Alliance Airport Authority, Texas, Special Facilities Revenue Bonds, American Airlines Inc., Series 1990, 7.500%, 12/01/29 (Alternative Minimum Tax) 6/06 at 100.00

12,250 Austin, Texas, Subordinate Lien Hotel Occupancy Tax Revenue Refunding Bonds, Series 1999, 5.800%, 11/15/29 (Pre-refunded 11/15/09) - AMBAC Insured 11/09 at 100.00

11,255 Brazos River Authority, Texas, Pollution Control Revenue Refunding Bonds, TXU Electric Company, Series 2001C, 5.750%, 5/01/36 (Mandatory put 11/01/11) (Alternative Minimum Tax) 5/36 at 100.00

Brownsville Independent School District, Cameron County, Texas, General Obligation Bonds, Series 1999:

5,015 5.625%, 8/15/25 (Pre-refunded 8/15/09) 8/09 at 100.00

8,825 5.625%, 8/15/29 (Pre-refunded 8/15/09) 8/09 at 100.00

1,000 Cedar Hill Independent School District, Dallas County, Texas, General Obligation Bonds, Series 2002, 0.000%, 8/15/32 - FGIC Insured No Opt. Call

15,000 Central Texas Regional Mobility Authority, Travis and Williamson Counties, Toll Road Revenue Bonds, Series 2005, 5.000%, 1/01/45 - FGIC Insured 1/15 at 100.00

Clear Creek Independent School District, Galveston and Harris Counties, Texas, Unlimited Tax Schoolhouse and Refunding Bonds, Series 2000:

585 5.400%, 2/15/18 2/10 at 100.00

340 5.650%, 2/15/19 2/10 at 100.00

235 5.700%, 2/15/20 2/10 at 100.00

270 5.700%, 2/15/21 2/10 at 100.00

Clear Creek Independent School District, Galveston and Harris Counties, Texas, Unlimited Tax Schoolhouse and Refunding

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|        |   |  |                 |
|--------|---|--|-----------------|
|        | Bonds, Series 2000:   |  |                 |
| 16,740 | 5.400%, 2/15/18 (Pre-refunded 2/15/10)  |  | 2/10 at 100.00  |
| 9,660  | 5.650%, 2/15/19 (Pre-refunded 2/15/10)  |  | 2/10 at 100.00  |
| 6,645  | 5.700%, 2/15/20 (Pre-refunded 2/15/10)  |  | 2/10 at 100.00  |
| 7,750  | 5.700%, 2/15/21 (Pre-refunded 2/15/10)  |  | 2/10 at 100.00  |
| 2,500  | Comal Independent School District, Comal, Bexar, Guadalupe,<br>Hays, and Kendall Counties, Texas, General Obligation Bonds,<br>Series 2005A, 0.000%, 2/01/23                        |  | No Opt. Call    |
| 6,000  | Dallas-Ft. Worth International Airport Facility Improvement<br>Corporation, Texas, Revenue Bonds, American Airlines Inc.,<br>Series 1999, 6.375%, 5/01/35 (Alternative Minimum Tax) |  | 11/09 at 101.00 |

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| PRINCIPAL<br>AMOUNT (000) | DESCRIPTION (1)  | OPTIONAL CALL<br>PROVISIONS (2) |
|---------------------------|--|---------------------------------|
| -----                     |  |                                 |
|                           | TEXAS (continued)  |                                 |
| \$ 11,750                 | Dallas-Ft. Worth International Airport Facility Improvement<br>Corporation, Texas, Revenue Refunding Bonds, American<br>Airlines Inc., Series 2000C, 6.150%, 5/01/29 (Mandatory<br>put 11/01/07) (Alternative Minimum Tax) | 11/07 at 100.00                 |
|                           | Ennis Independent School District, Ellis County, Texas,<br>General Obligation Bonds, Series 2006:  |                                 |
| 3,950                     | 0.000%, 8/15/30  | 8/16 at 49.21                   |
| 4,000                     | 0.000%, 8/15/31  | 8/16 at 46.64                   |
| 1,050                     | Houston, Texas, Hotel Occupancy Tax and Special Revenue<br>Bonds, Convention and Entertainment Project, Series 2001B,<br>0.000%, 9/01/32 - AMBAC Insured   | No Opt. Call                    |
| 1,250                     | Houston, Texas, Junior Lien Water and Sewerage System<br>Revenue Refunding Bonds, Series 2001A, 5.000%, 12/01/20 -<br>FSA Insured  | 12/11 at 100.00                 |
| 21,500                    | Houston, Texas, Subordinate Lien Airport System Revenue Bonds,<br>Series 2000B, 5.500%, 7/01/30 - FSA Insured  | 7/10 at 100.00                  |
| 9,350                     | Leander Independent School District, Williamson and Travis<br>Counties, Texas, General Obligation Bonds, Series 2005,<br>0.000%, 8/15/32 - FGIC Insured  | 8/15 at 39.49                   |
| 15,000                    | San Antonio Independent School District, Bexar County, Texas,<br>General Obligation Bonds, Series 1999, 5.800%, 8/15/29<br>(Pre-refunded 8/15/09)  | 8/09 at 100.00                  |
| 5,000                     | White Settlement Independent School District, Tarrant County,<br>Texas, General Obligation Bonds, Series 2005, 0.000%, 8/15/34   | 8/15 at 36.81                   |
| 3,970                     | Wichita Falls, Wichita County, Texas, Priority Lien Water and<br>Series 2001, 5.000%, 8/01/21 - AMBAC Insured  | 8/11 at 100.00                  |
|                           | Wylie Independent School District, Taylor County, Texas, General   |                                 |

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|         |                                |               |
|---------|--------------------------------|---------------|
|         | Obligation Bonds, Series 2005: |               |
| 3,000   | 0.000%, 8/15/23                | 8/15 at 67.10 |
| 2,000   | 0.000%, 8/15/24                | 8/15 at 63.56 |
| -----   |                                |               |
| 190,890 | Total Texas                    |               |
| -----   |                                |               |

WASHINGTON - 17.9% (11.6% OF TOTAL INVESTMENTS)

|        |   |                 |
|--------|---|-----------------|
| 5,500  | Clark County Public Utility District 1, Washington, Generating System Revenue Refunding Bonds, Series 2000, 5.125%, 1/01/20 - FSA Insured   | 1/11 at 100.00  |
| 2,755  | Cowlitz County, Washington, Special Sewerage Revenue Refunding Bonds, CSOB Wastewater Treatment Facilities, Series 2002, 5.500%, 11/01/16 - FGIC Insured                                | No Opt. Call    |
| 10,000 | Energy Northwest, Washington, Electric Revenue Refunding Bonds, Nuclear Project 3, Series 2001A, 5.500%, 7/01/17 - FSA Insured  | 7/11 at 101.00  |
| 2,500  | King County, Washington, Sewer Revenue Bonds, Series 2001, 5.000%, 1/01/23 - FGIC Insured   | 1/12 at 100.00  |
| 33,490 | Port of Seattle, Washington, Revenue Bonds, Series 2000A, 5.625%, 2/01/30 - MBIA Insured  | 8/10 at 100.00  |
| 6,950  | Port of Seattle, Washington, Revenue Bonds, Series 2000B, 5.625%, 2/01/24 - MBIA Insured (Alternative Minimum Tax)  | 8/10 at 100.00  |
|        | Seattle, Washington, General Obligation Refunding and Improvement Bonds, Series 2002:   |                 |
| 6,165  | 4.400%, 12/01/19  | 12/12 at 100.00 |
| 6,445  | 4.500%, 12/01/20  | 12/12 at 100.00 |
| 3,000  | Spokane County School District 81, Spokane, Washington, General Obligation Bonds, Series 2005, 0.000%, 6/01/24 - MBIA Insured   | 6/15 at 100.00  |
| 6,630  | Tacoma, Washington, Electric System Revenue Refunding Bonds, Series 2001A, 5.750%, 1/01/17 (Pre-refunded 1/01/11) - FSA Insured   | 1/11 at 101.00  |
| 3,520  | Washington State Healthcare Facilities Authority, Revenue Bonds, Children's Hospital and Regional Medical Center, Series 2001, 5.000%, 10/01/21 (Pre-refunded 10/01/11) - AMBAC Insured | 10/11 at 100.00 |
| 7,890  | Washington State Higher Education Facilities Authority, Revenue Bonds, Pacific Lutheran University, Series 1999, 5.950%, 11/01/29 - RAAI Insured  | 11/09 at 101.00 |
| 12,185 | Washington State Tobacco Settlement Authority, Tobacco Settlement Asset-Backed Revenue Bonds, Series 2002, 6.500%, 6/01/26  | 6/13 at 100.00  |
| 9,000  | Washington, Motor Vehicle Fuel Tax General Obligation Bonds, Series 2002C, 5.000%, 1/01/21 - FSA Insured  | 1/12 at 100.00  |

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116,030 Total Washington

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Nuveen Municipal Market Opportunity Fund, Inc. (NMO) (continued)  
Portfolio of INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL<br>AMOUNT (000)                                     | DESCRIPTION (1)  | OPTIONAL CALL<br>PROVISIONS (2) |
|---|--|---------------------------------|
| WISCONSIN - 1.1% (0.7% OF TOTAL INVESTMENTS)                  |  |                                 |
| \$ 4,180  | Badger Tobacco Asset Securitization Corporation, Wisconsin, Tobacco Settlement Asset-Backed Bonds, Series 2002, 6.125%, 6/01/27  | 6/12 at 100.00                  |
| 1,755   | Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Divine Savior Healthcare, Series 2006, 4.750%, 5/01/25   | 5/16 at 100.00                  |
| 1,250   | Wisconsin Health and Educational Facilities Authority, Revenue Bonds, United Lutheran Program for the Aging Inc., Series 1998, 5.700%, 3/01/28   | 3/08 at 101.00                  |
| 7,185   | Total Wisconsin  |                                 |
| WYOMING - 0.5% (0.3% OF TOTAL INVESTMENTS)                    |  |                                 |
| 2,800   | Jackson National Rural Utilities Cooperative Financing Corporation, Wyoming, Guaranteed Gas Supply Revenue Bonds, Lower Valley Power and Light Inc., Series 1997B, 5.875%, 5/01/26 (Alternative Minimum Tax) | 5/07 at 101.00                  |
| \$ 1,181,113  | Total Long-Term Municipal Bonds (cost \$991,174,819)   |                                 |
| SHORT-TERM MUNICIPAL BONDS - 0.1% (0.1% OF TOTAL INVESTMENTS) |  |                                 |
| 1,000   | New Jersey Economic Development Authority, Dock Facility Revenue Refunding Bonds, Bayonne/IMTT Project, Variable Rate Demand Obligations, Series 1993C, 3.770%, 12/01/27 (5)                                 | No Opt. Call                    |
| \$ 1,000  | Total Short-Term Municipal Bonds (cost \$1,000,000)  |                                 |
| SHARES  | DESCRIPTION (1)  |                                 |
| COMMON STOCKS - 0.1% (0.1% OF TOTAL INVESTMENTS)              |  |                                 |
| AIRLINES - 0.1% (0.1% OF TOTAL INVESTMENTS)                   |  |                                 |
| 14,752  | UAL Corporation (6) (7) (8)  |                                 |
| Total Common Stocks (cost \$599,673)                          |  |                                 |

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-----  
Total Investments (cost \$992,774,492) - 153.7%  
-----

Other Assets Less Liabilities - 1.9%  
-----

Preferred Shares, at Liquidation Value - (55.6)%  
-----

Net Assets Applicable to Common Shares - 100%  
=====

- (1) All percentages shown in the Portfolio of Investments are based on net assets applicable to Common shares unless otherwise noted.
- (2) Optional Call Provisions: 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. Certain mortgage-backed securities may be subject to periodic principal paydowns.
- (3) Ratings: Using the higher of Standard & Poor's or Moody's rating. Ratings below BBB by Standard & Poor's Group or Baa by Moody's Investor Service, Inc. are considered to be below investment grade.
- (4) Backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensure the timely payment of principal and interest. Such investments are normally considered to be equivalent to AAA rated securities.
- (5) Investment has a maturity of more than one year, but has variable rate and demand features which qualify it as a short-term investment. The rate disclosed that in effect at the end of the reporting period. This rate changes periodically based on market conditions or a specified market index.
- (6) Non-income producing.
- (7) On December 9, 2002, UAL Corporation ("UAL"), the holding company of United Air Lines, Inc. filed for federal bankruptcy protection. The Adviser determined that it was likely that United would not remain current on their interest payment obligations with respect to the bonds previously held and thus the Fund had stopped accruing interest on its UAL bonds.
- (8) On February 1, 2006, UAL emerged from federal bankruptcy with the acceptance of its reorganization plan by the bankruptcy court. Under the settle agreement established to meet UAL's unsecured bond obligations, the bondholders, including the Fund, received a distribution of UAL common stock during the subsequent month, and the bankruptcy court dismissed all unsecured claims of bondholders, including those of the Fund. Subsequent to fiscal year-end, the Fund liquidated its UAL common stock holdings.

N/R Not rated.

(ETM) Escrowed to maturity.



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See accompanying notes to financial statements.

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Nuveen Dividend Advantage Municipal Fund (NAD)  
Portfolio of  
INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL<br>AMOUNT (000)                     | DESCRIPTION (1)  | OPTIONAL CALL<br>PROVISIONS (2) |
|---|--|---------------------------------|
| ALABAMA - 0.3% (0.2% OF TOTAL INVESTMENTS)    |  |                                 |
| \$ 1,500                                      | Alabama 21st Century Authority, Tobacco Settlement Revenue Bonds, Series 2000, 5.750%, 12/01/20  | 6/10 at 102.00                  |
| ALASKA - 0.1% (0.1% OF TOTAL INVESTMENTS)     |  |                                 |
| 750   | Alaska Housing Finance Corporation, General Housing Purpose Bonds, Series 2005A, 5.250%, 12/01/34 - FGIC Insured   | 12/14 at 100.00                 |
| CALIFORNIA - 2.7% (1.8% OF TOTAL INVESTMENTS) |  |                                 |
| 1,535   | Alameda Corridor Transportation Authority, California, Senior Lien Revenue Bonds, Series 1999A, 0.000%, 10/01/37 - MBIA Insured                              | No Opt. Call                    |
| 200   | California, General Obligation Bonds, Series 1997, 5.000%, 10/01/18 - AMBAC Insured  | 10/07 at 101.00                 |
| 2,195   | California, General Obligation Bonds, Series 1997: 5.000%, 10/01/18 (Pre-refunded 10/01/07) - AMBAC Insured  | 10/07 at 101.00                 |
| 210   | 5.000%, 10/01/18 (Pre-refunded 10/01/07) - AMBAC Insured   | 10/07 at 101.00                 |
| 5,000   | California, General Obligation Bonds, Series 2005, 5.000%, 3/01/31   | 3/16 at 100.00                  |
| 3,500   | Golden State Tobacco Securitization Corporation, California, Tobacco Settlement Asset-Backed Revenue Bonds, Series 2005A, 0.000%, 6/01/26 - FSA Insured      | No Opt. Call                    |
| 2,475   | Los Angeles Department of Water and Power, California, Power System Revenue Bonds, Series 2001A-3, 5.375%, 7/01/20   | 7/06 at 100.00                  |
| 17,000  | San Joaquin Hills Transportation Corridor Agency, Orange County, California, Toll Road Revenue Refunding Bonds, Series 1997A, 0.000%, 1/15/35 - MBIA Insured | No Opt. Call                    |
| 32,115  | Total California   |                                 |

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COLORADO - 3.7% (2.5% OF TOTAL INVESTMENTS)

|        |  |                 |
|--------|--|-----------------|
| 3,205  | Denver City and County, Colorado, Airport Special Facilities Revenue Bonds, Rental Car Projects, Series 1999A, 6.000%, 1/01/12 - MBIA Insured (Alternative Minimum Tax)  | 1/09 at 101.00  |
| 10,250 | Denver City and County, Colorado, Airport System Revenue Bonds, Series 1996D, 5.500%, 11/15/25 - MBIA Insured  | 11/06 at 101.00 |
| 2,950  | Denver Convention Center Hotel Authority, Colorado, Senior Revenue Bonds, Convention Center Hotel, Series 2003A, 5.000%, 12/01/22 (Pre-refunded 12/01/13) - XLCA Insured | 12/13 at 100.00 |
| 1,475  | Denver, Colorado, FHA-Insured Multifamily Housing Revenue Bonds, Boston Lofts Project, Series 1997A, 5.750%, 10/01/27 (Alternative Minimum Tax)                          | 10/07 at 102.00 |
| 8,515  | E-470 Public Highway Authority, Colorado, Senior Revenue Bonds, Series 1997B, 0.000%, 9/01/25 - MBIA Insured   | No Opt. Call    |
| -----  |  |                 |
| 26,395 | Total Colorado   |                 |
| -----  |  |                 |

CONNECTICUT - 0.5% (0.3% OF TOTAL INVESTMENTS)

|       |  |                |
|-------|--|----------------|
| 2,700 | Connecticut Development Authority, Health Facilities Revenue Refunding Bonds, Alzheimer's Resource Center of Connecticut Inc., Series 1994A, 7.125%, 8/15/14 | 8/06 at 100.00 |
|-------|--|----------------|

DISTRICT OF COLUMBIA - 0.9% (0.6% OF TOTAL INVESTMENTS)

|       |  |                 |
|-------|--|-----------------|
| 5,000 | Washington Convention Center Authority, District of Columbia, Senior Lien Dedicated Tax Revenue Bonds, Series 1998, 5.250%, 10/01/13 - AMBAC Insured | 10/08 at 101.00 |
|-------|--|-----------------|

FLORIDA - 8.0% (5.4% OF TOTAL INVESTMENTS)

|        |  |                 |
|--------|--|-----------------|
| 1,630  | Florida Housing Finance Agency, Housing Revenue Bonds, Mar Lago Village Apartments, Series 1997F, 5.800%, 12/01/17 - AMBAC Insured (Alternative Minimum Tax) | 12/07 at 102.00 |
| 15,000 | Florida State Board of Education, Public Education Capital Outlay Bonds, Series 2005E, 4.500%, 6/01/35   | 6/15 at 101.00  |

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Nuveen Dividend Advantage Municipal Fund (NAD) (continued)  
Portfolio of INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL<br>AMOUNT (000) | DESCRIPTION (1) | OPTIONAL CALL<br>PROVISIONS (2) |
|---------------------------|-----------------|---------------------------------|
|---------------------------|-----------------|---------------------------------|

FLORIDA (continued)

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|    |        |   |                 |
|----|--------|---|-----------------|
| \$ | 14,350 | JEA St. John's River Power Park System, Florida, Revenue Refunding Bonds, Issue 2, Series 2002-17, 5.250%, 10/01/13   | 10/11 at 100.00 |
|    | 13,625 | Martin County Industrial Development Authority, Florida, Industrial Development Revenue Bonds, Indiantown Cogeneration LP, Series 1994A, 7.875%, 12/15/25 (Alternative Minimum Tax) | 6/06 at 101.00  |
|    | 2,405  | Venice, Florida, Revenue Bonds, Bon Secours System, Revenue Bonds, Series 1996, 5.600%, 8/15/16 (Pre-refunded 8/15/06) - MBIA Insured   | 8/06 at 102.00  |

---

47,010 Total Florida

---

GEORGIA - 1.4% (0.9% OF TOTAL INVESTMENTS)

|  |       |  |                |
|--|-------|--|----------------|
|  | 4,000 | Forsyth County Water and Sewerage Authority, Georgia, Revenue Bonds, Series 2000, 6.000%, 4/01/25 (Pre-refunded 4/01/10)   | 4/10 at 101.00 |
|  | 880   | Gainesville and Hall County Hospital Authority, Georgia, Revenue Anticipation Certificates, Northeast Georgia Health Services Inc., Series 1999, 5.500%, 5/15/29 - MBIA Insured                        | 5/09 at 101.00 |
|  | 2,620 | Gainesville and Hall County Hospital Authority, Georgia, Revenue Anticipation Certificates, Northeast Georgia Health Services Inc., Series 1999, 5.500%, 5/15/29 (Pre-refunded 5/15/09) - MBIA Insured | 5/09 at 101.00 |

---

7,500 Total Georgia

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IDAHO - 0.1% (0.1% OF TOTAL INVESTMENTS)

|  |     |  |                |
|--|-----|--|----------------|
|  | 330 | Idaho Housing and Finance Association, Single Family Mortgage Bonds, Series 1999E, 5.750%, 1/01/21 (Alternative Minimum Tax) | 7/09 at 101.00 |
|  | 400 | Idaho Housing and Finance Association, Single Family Mortgage Bonds, Series 2000D, 6.350%, 7/01/22 (Alternative Minimum Tax) | 1/10 at 100.00 |
|  | 555 | Idaho Housing and Finance Association, Single Family Mortgage Bonds, Series 2000E, 5.950%, 7/01/20 (Alternative Minimum Tax) | 7/10 at 100.00 |

---

1,285 Total Idaho

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ILLINOIS - 36.7% (24.8% OF TOTAL INVESTMENTS)

|  |       |   |                 |
|--|-------|---|-----------------|
|  | 3,265 | Channahon, Illinois, Revenue Refunding Bonds, Morris Hospital, Series 1999, 5.750%, 12/01/12                        | 12/09 at 102.00 |
|  | 7,250 | Chicago Board of Education, Illinois, Unlimited Tax General Obligation Bonds, Dedicated Tax Revenues, Series 1999A, | No Opt. Call    |

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|        |   |                 |
|--------|---|-----------------|
|        | 5.500%, 12/01/26 - FGIC Insured   |                 |
|        | Chicago, Illinois, FHA/GNMA Multifamily Housing Revenue Bonds, Archer Court Apartments, Series 1999A:   |                 |
| 850    | 5.500%, 12/20/19 (Alternative Minimum Tax)  | 10/10 at 101.00 |
| 1,210  | 5.600%, 12/20/29 (Alternative Minimum Tax)  | 10/10 at 101.00 |
| 1,925  | 5.650%, 12/20/40 (Alternative Minimum Tax)  | 10/10 at 101.00 |
| 22,750 | Chicago, Illinois, General Obligation Refunding Bonds, Emergency Telephone System, Series 1999, 5.500%, 1/01/23 - FGIC Insured  | No Opt. Call    |
| 2,620  | Chicago, Illinois, Motor Fuel Tax Revenue Refunding Bonds, Series 1993, 5.375%, 1/01/14 - AMBAC Insured   | No Opt. Call    |
| 3,340  | Chicago, Illinois, Third Lien General Airport Revenue Bonds, O'Hare International Airport, Series 2005A, 5.000%, 1/01/33 - FGIC Insured                                   | 1/16 at 100.00  |
| 1,145  | Chicago, Illinois, Wastewater Transmission Revenue Bonds, Series 1995, 5.125%, 1/01/25 - FGIC Insured   | 1/08 at 100.00  |
| 190    | DuPage County Community School District 200, Wheaton, Illinois, General Obligation Bonds, Series 2003B, 5.250%, 11/01/20 - FSA Insured                                    | 11/13 at 100.00 |
| 810    | DuPage County Community School District 200, Wheaton, Illinois, General Obligation Bonds, Series 2003B, 5.250%, 11/01/20 (Pre-refunded 11/01/13) - FSA Insured            | 11/13 at 100.00 |
| 500    | Hoffman Estates Park District, Cook County, Illinois, General Obligation Bonds, Series 1999, 5.375%, 12/01/29 - MBIA Insured  | 12/09 at 102.00 |
| 3,935  | Illinois Development Finance Authority, Local Government Program Revenue Bonds, Lake County School District 116 - Round Lake, Series 1999, 0.000%, 1/01/15 - MBIA Insured | No Opt. Call    |

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| PRINCIPAL<br>AMOUNT (000) | DESCRIPTION (1)  | OPTIONAL CALL<br>PROVISIONS (2) |
|---------------------------|--|---------------------------------|
| -----                     |  |                                 |
|                           | ILLINOIS (continued)   |                                 |
| \$ 24,835                 | Illinois Development Finance Authority, Revenue Bonds, Presbyterian Home of Lake Forest, Series 1999, 5.625%, 9/01/31 - FSA Insured  | 9/07 at 102.00                  |
| 5,570                     | Illinois Finance Authority, Revenue Bonds, University of Chicago, Series 2004A, 5.000%, 7/01/34  | 7/14 at 100.00                  |
| 17,280                    | Illinois Health Facilities Authority, Converted Adjustable Rate Revenue Bonds, Highland Park Hospital, Series 1991A, 6.000%, 10/01/15 (Pre-refunded 10/01/07) - FGIC Insured | 10/07 at 102.00                 |
| 9,900                     | Illinois Health Facilities Authority, Remarketed Revenue Bonds, 8/11 at 103.00   |                                 |

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|         |   |                 |
|---------|---|-----------------|
|         | University of Chicago Project, Series 1985A, 5.500%, 8/01/20  |                 |
| 5,400   | Illinois Health Facilities Authority, Revenue Bonds, Loyola University Health System, Series 1997A, 5.000%, 7/01/24 - MBIA Insured  | 7/07 at 101.00  |
| 5,490   | Illinois Health Facilities Authority, Revenue Bonds, Sarah Bush Lincoln Health Center, Series 1996B, 5.500%, 2/15/16  | 2/07 at 102.00  |
| 7,245   | Illinois Health Facilities Authority, Revenue Refunding Bonds, Proctor Community Hospital, Series 1991, 7.375%, 1/01/23   | 7/06 at 100.00  |
| 1,500   | Illinois Housing Development Authority, Housing Finance Bonds, Series 2005E, 4.800%, 1/01/36 - FGIC Insured   | 1/15 at 100.00  |
| 5,000   | Kane, McHenry, Cook and DeKalb Counties Community Unit School District 300, Carpentersville, Illinois, General Obligation Bonds, Series 2000, 5.500%, 12/01/19 (Pre-refunded 12/01/11) - MBIA Insured | 12/11 at 100.00 |
| 11,345  | Lake and McHenry Counties Community Unit School District 118, Wauconda, Illinois, General Obligation Bonds, Series 2005B, 0.000%, 1/01/25 - FSA Insured   | 1/15 at 60.14   |
| 3,000   | Lombard Public Facilities Corporation, Illinois, First Tier Conference Center and Hotel Revenue Bonds, Series 2005A-1, 7.125%, 1/01/36  | 1/16 at 100.00  |
| 22,500  | Metropolitan Pier and Exposition Authority, Illinois, Revenue Bonds, McCormick Place Expansion Project, Series 1999A, 5.500%, 12/15/24 - FGIC Insured   | 12/09 at 101.00 |
|         | Metropolitan Pier and Exposition Authority, Illinois, Revenue Refunding Bonds, McCormick Place Expansion Project, Series 1996A:   |                 |
| 9,750   | 0.000%, 12/15/22 - MBIA Insured   | No Opt. Call    |
| 13,000  | 0.000%, 12/15/23 - MBIA Insured   | No Opt. Call    |
|         | Regional Transportation Authority, Cook, DuPage, Kane, Lake, McHenry and Will Counties, Illinois, General Obligation Bonds, Series 1999:  |                 |
| 22,650  | 5.750%, 6/01/19 - FSA Insured   | No Opt. Call    |
| 3,500   | 5.750%, 6/01/23 - FSA Insured   | No Opt. Call    |
| 1,300   | Schaumburg, Illinois, General Obligation Bonds, Series 2004B, 5.250%, 12/01/34 - FGIC Insured   | 12/14 at 100.00 |
| 10,000  | Will County Community High School District 210 Lincoln-Way, Illinois, General Obligation Bonds, Series 2006, 0.000%, 1/01/23 (WI/DD, Settling 5/08/06) - FSA Insured                                  | No Opt. Call    |
| 4,500   | Will County School District 122, New Lenox, Illinois, General Obligation Bonds, Series 2000B, 0.000%, 11/01/18 - FSA Insured  | No Opt. Call    |
| -----   |   |                 |
| 233,555 | Total Illinois  |                 |
| -----   |   |                 |

INDIANA - 3.8% (2.6% OF TOTAL INVESTMENTS)

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|       |  |                 |
|-------|--|-----------------|
| 8,755 | Indiana Health Facility Financing Authority, Hospital Revenue Bonds, Charity Obligated Group, Series 1999D, 5.500%, 11/15/24 (Pre-refunded 11/15/09) - MBIA Insured      | 11/09 at 101.00 |
| 8,000 | Indiana Health Facility Financing Authority, Hospital Revenue Bonds, Clarian Health Obligated Group, Series 2000A, 5.500%, 2/15/26 (Pre-refunded 8/15/10) - MBIA Insured | 8/10 at 101.50  |
| 4,190 | Indianapolis, Indiana, Economic Development Revenue Bonds, Park Tudor Foundation Inc., Project, Series 1999, 5.700%, 6/01/24 (Pre-refunded 6/01/09)                      | 6/09 at 101.00  |

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|        |               |  |
|--------|---------------|--|
| 20,945 | Total Indiana |  |
|--------|---------------|--|

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IOWA - 1.2% (0.8% OF TOTAL INVESTMENTS)

|       |   |                |
|-------|---|----------------|
| 7,000 | Iowa Tobacco Settlement Authority, Asset Backed Settlement Revenue Bonds, Series 2005C, 5.625%, 6/01/46 | 6/15 at 100.00 |
|-------|---|----------------|

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Nuveen Dividend Advantage Municipal Fund (NAD) (continued)  
Portfolio of INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL AMOUNT (000)                    | DESCRIPTION (1)  | OPTIONAL CALL PROVISIONS (2) |
|---|--|------------------------------|
| KANSAS - 0.8% (0.5% OF TOTAL INVESTMENTS) |  |                              |
| \$ 3,825                                  | Wichita, Kansas, Water and Sewerage Utility Revenue Bonds, Series 1999, 4.000%, 10/01/18 - FGIC Insured  | 10/06 at 101.00              |
| 1,000                                     | Wyandotte County-Kansas City Unified Government, Kansas, Sales Tax Special Obligation Bonds, Redevelopment Project Area B, Series 2005, 5.000%, 12/01/20 | 12/15 at 100.00              |
| 4,825                                     | Total Kansas   |                              |

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KENTUCKY - 1.7% (1.1% OF TOTAL INVESTMENTS)

|       |   |                |
|-------|---|----------------|
| 3,030 | Hardin County School District Finance Corporation, Kentucky, School Building Revenue Bonds, Series 2000, 5.750%, 2/01/20 (Pre-refunded 2/01/10)                               | 2/10 at 101.00 |
| 1,850 | Kentucky Economic Development Finance Authority, Hospital System Revenue Refunding and Improvement Bonds, Appalachian Regional Healthcare Inc., Series 1997: 5.850%, 10/01/17 | 4/08 at 102.00 |
| 5,000 | 5.875%, 10/01/22  | 4/08 at 102.00 |

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|       |                |  |
|-------|----------------|--|
| 9,880 | Total Kentucky |  |
|-------|----------------|--|

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LOUISIANA - 4.0% (2.7% OF TOTAL INVESTMENTS)

|        |   |                |
|--------|---|----------------|
| 2,245  | Lafayette, Louisiana, Sales Tax Revenue Bonds, Public Improvements, Series 2000B, 5.625%, 5/01/25 - FGIC Insured  | 5/10 at 101.50 |
| 1,750  | Louisiana Local Government Environmental Facilities and Community Development Authority, GNMA Collateralized Mortgage Revenue Refunding Bonds, Sharlo Apartments, Series 2002A, 6.500%, 6/20/37 | 6/12 at 105.00 |
| 5,350  | Louisiana Public Facilities Authority, Revenue Bonds, Baton Rouge General Hospital, Series 2004, 5.250%, 7/01/33 - MBIA Insured   | 7/14 at 100.00 |
| 13,570 | Louisiana Transportation Authority, Senior Lien Toll Road Revenue Bonds, Series 2005B, 0.000%, 12/01/28 - MBAC Insured  | 12/10 at 38.73 |
| 9,545  | Tobacco Settlement Financing Corporation, Louisiana, Tobacco Settlement Asset-Backed Bonds, Series 2001B, 5.500%, 5/15/30   | 5/11 at 101.00 |
| 32,460 | Total Louisiana   |                |

MASSACHUSETTS - 2.4% (1.6% OF TOTAL INVESTMENTS)

|        |   |                 |
|--------|---|-----------------|
| 1,500  | Boston Industrial Development Financing Authority, Massachusetts, Subordinate Revenue Bonds, Crosstown Center Project, Series 2002, 8.000%, 9/01/35 (Alternative Minimum Tax) | 9/12 at 102.00  |
| 4,365  | Massachusetts Health and Educational Facilities Authority, Revenue Bonds, Berkshire Health System, Series 2005F, 5.000%, 10/01/19 - AGC Insured                               | 10/15 at 100.00 |
| 7,000  | Massachusetts Port Authority, Special Facilities Revenue Bonds, BOSFUEL Corporation, Series 1997, 5.500%, 7/01/18 - MBIA Insured (Alternative Minimum Tax)                    | 7/07 at 102.00  |
| 785    | Massachusetts Port Authority, Special Facilities Revenue Bonds, US Airways Group Inc., Series 1996A, 5.875%, 9/01/23 - MBIA Insured (Alternative Minimum Tax)                 | 9/06 at 102.00  |
| 13,650 | Total Massachusetts   |                 |

MICHIGAN - 3.5% (2.4% OF TOTAL INVESTMENTS)

|        |  |                |
|--------|--|----------------|
| 2,435  | Detroit, Michigan, Senior Lien Water Supply System Revenue Bonds, Series 2001A, 5.250%, 7/01/33 - FGIC Insured                           | 7/11 at 100.00 |
| 15,255 | Michigan State Hospital Finance Authority, Hospital Revenue Bonds, Detroit Medical Center Obligated Group, Series 1998A, 5.250%, 8/15/28 | 8/08 at 101.00 |

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|       |   |                 |
|-------|---|-----------------|
| 4,000 | Wayne County, Michigan, Airport Revenue Bonds, Detroit Metropolitan Wayne County Airport, Series 1998A, 5.375%, 12/01/16 - MBIA Insured (Alternative Minimum Tax) | 12/08 at 101.00 |
|-------|---|-----------------|

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|        |                |  |
|--------|----------------|--|
| 21,690 | Total Michigan |  |
|--------|----------------|--|

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MINNESOTA - 0.1% (0.2% OF TOTAL INVESTMENTS)

|       |   |                |
|-------|---|----------------|
| 1,220 | Minnesota Housing Finance Agency, Single Family Mortgage Bonds, Series 1998H-1, 5.650%, 7/01/31 (Alternative Minimum Tax) | 1/10 at 101.00 |
|-------|---|----------------|

50

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL CALL PROVISIONS (2) |
|------------------------|-----------------|------------------------------|
|------------------------|-----------------|------------------------------|

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MISSOURI - 2.1% (1.4% OF TOTAL INVESTMENTS)

|   |   |                |
|---|---|----------------|
| Kansas City Municipal Assistance Corporation, Missouri, Leasehold Revenue Bonds, Series 2004B-1:          |   |                |
| \$ 7,000  | 0.000%, 4/15/27 - AMBAC Insured   | No Opt. Call   |
| 5,000   | 0.000%, 4/15/29 - AMBAC Insured   | No Opt. Call   |
| 2,185   | Missouri Health and Educational Facilities Authority, Revenue Bonds, SSM Healthcare System, Series 2001A, 5.250%, 6/01/21 - AMBAC Insured | 6/11 at 101.00 |
| Missouri Health and Educational Facilities Authority, Revenue Bonds, SSM Healthcare System, Series 2001A: |   |                |
| 2,185   | 5.250%, 6/01/21 (Pre-refunded 6/01/11) - AMBAC Insured  | 6/11 at 101.00 |
| 3,670   | 5.250%, 6/01/28 (Pre-refunded 6/01/11) - AMBAC Insured  | 6/11 at 101.00 |

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|        |                |  |
|--------|----------------|--|
| 20,040 | Total Missouri |  |
|--------|----------------|--|

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MONTANA - 0.3% (0.2% OF TOTAL INVESTMENTS)

|       |   |                 |
|-------|---|-----------------|
| 1,005 | Montana Board of Housing, Single Family Mortgage Bonds, Series 2000A-2, 6.450%, 6/01/29 (Alternative Minimum Tax)   | 12/09 at 100.00 |
| 1,000 | Montana Higher Education Student Assistance Corporation, Student Loan Revenue Bonds, Subordinate Series 1999B, 6.400%, 12/01/32 (Alternative Minimum Tax) | 12/09 at 100.00 |

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|       |               |  |
|-------|---------------|--|
| 2,005 | Total Montana |  |
|-------|---------------|--|

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NEBRASKA - 0.3% (0.2% OF TOTAL INVESTMENTS)



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|       |   |              |
|-------|---|--------------|
| 1,500 | NebHelp Inc., Nebraska, Senior Subordinate Bonds, Student Loan Program, Series 1993A-5A, 6.200%, 6/01/13 - MBIA Insured (Alternative Minimum Tax) | No Opt. Call |
|-------|---|--------------|

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NEVADA - 1.6% (1.1% OF TOTAL INVESTMENTS)

|       |  |                |
|-------|--|----------------|
| 2,115 | Clark County, Nevada, General Obligation Bank Bonds, Southern Nevada Water Authority Loan, Series 2001, 5.300%, 6/01/19 - FGIC Insured | 6/11 at 100.00 |
|-------|--|----------------|

Director of Nevada State Department of Business and Industry, Revenue Bonds, Las Vegas Monorail Project, First Tier, Series 2000:

|       |                                 |                |
|-------|---------------------------------|----------------|
| 8,000 | 0.000%, 1/01/19 - AMBAC Insured | No Opt. Call   |
| 3,000 | 5.375%, 1/01/40 - AMBAC Insured | 1/10 at 100.00 |

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|        |              |  |
|--------|--------------|--|
| 13,115 | Total Nevada |  |
|--------|--------------|--|

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NEW HAMPSHIRE - 0.1% (0.2% OF TOTAL INVESTMENTS)

|     |   |                |
|-----|---|----------------|
| 985 | New Hampshire Housing Finance Agency, Single Family Mortgage Acquisition Revenue Bonds, Series 1995D, 6.550%, 7/01/26 (Alternative Minimum Tax) | 7/06 at 101.00 |
|-----|---|----------------|

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NEW JERSEY - 6.6% (4.4% OF TOTAL INVESTMENTS)

|       |   |                |
|-------|---|----------------|
| 1,275 | New Jersey Health Care Facilities Financing Authority, FHA-Insured Mortgage Revenue Bonds, Jersey City Medical Center, Series 2001, 4.800%, 8/01/21 - AMBAC Insured | 8/11 at 100.00 |
|-------|---|----------------|

|       |  |                |
|-------|--|----------------|
| 2,250 | New Jersey Higher Education Assistance Authority, Student Loan Revenue Bonds, Series 2000A, 6.000%, 6/01/13 - MBIA Insured (Alternative Minimum Tax) | 6/10 at 101.00 |
|-------|--|----------------|

|       |   |              |
|-------|---|--------------|
| 4,130 | New Jersey Transit Corporation, Certificates of Participation, Federal Transit Administration Grants, Series 2002A, 5.500%, 9/15/13 - AMBAC Insured | No Opt. Call |
|-------|---|--------------|

|       |  |              |
|-------|--|--------------|
| 4,000 | New Jersey Transportation Trust Fund Authority, Transportation System Bonds, Series 1999A, 5.750%, 6/15/18 | No Opt. Call |
|-------|--|--------------|

|        |  |                 |
|--------|--|-----------------|
| 10,000 | Port Authority of New York and New Jersey, Special Project Bonds, JFK International Air Terminal LLC, Sixth Series 1997, 5.900%, 12/01/17 - MBIA Insured (Alternative Minimum Tax) | 12/07 at 102.00 |
|--------|--|-----------------|

Tobacco Settlement Financing Corporation, New Jersey, Tobacco Settlement Asset-Backed Bonds, Series 2002:

|        |                 |                |
|--------|-----------------|----------------|
| 10,720 | 5.750%, 6/01/32 | 6/12 at 100.00 |
| 3,165  | 6.125%, 6/01/42 | 6/12 at 100.00 |

|       |   |                |
|-------|---|----------------|
| 1,365 | Tobacco Settlement Financing Corporation, New Jersey, Tobacco Settlement Asset-Backed Bonds, Series 2003, 6.750%, 6/01/39 | 6/13 at 100.00 |
|-------|---|----------------|

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36,905 Total New Jersey

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Nuveen Dividend Advantage Municipal Fund (NAD) (continued)  
Portfolio of INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL<br>AMOUNT (000)  | DESCRIPTION (1)  | OPTIONAL CALL<br>PROVISIONS (2) |
|--|--|---------------------------------|
| NEW MEXICO - 0.7% (0.5% OF TOTAL INVESTMENTS)                                |  |                                 |
| \$ 4,000   | University of New Mexico, FHA-Insured Mortgage Hospital Revenue Bonds, Series 2004, 5.000%, 7/01/32 - FSA Insured  | 7/14 at 100.00                  |
| NEW YORK - 12.7% (8.6% OF TOTAL INVESTMENTS)                                 |  |                                 |
| 80   | Dormitory Authority of the State of New York, Improvement Revenue Bonds, Mental Health Services Facilities, Series 1996B, 5.125%, 8/15/21 - MBIA Insured   | 2/08 at 100.00                  |
| 4,600  | Dormitory Authority of the State of New York, Improvement Revenue Bonds, Mental Health Services Facilities, Series 1996E, 5.250%, 2/15/18 - AMBAC Insured  | 2/07 at 102.00                  |
| 2,170  | Dormitory Authority of the State of New York, Insured Revenue Bonds, Franciscan Health Partnership Obligated Group - Frances Shervier Home and Hospital, Series 1997, 5.500%, 7/01/17 - RAAI Insured | 7/07 at 102.00                  |
| 7,500  | Dormitory Authority of the State of New York, Secured Hospital Revenue Refunding Bonds, Wyckoff Heights Medical Center, Series 1998H, 5.300%, 8/15/21 - MBIA Insured                                 | 2/08 at 101.50                  |
| 2,000  | Dormitory Authority of the State of New York, Third General Resolution Consolidated Revenue Bonds, City University System, Series 1997-1, 5.375%, 7/01/24 (Pre-refunded 1/01/08) - FSA Insured       | 1/08 at 102.00                  |
| 5,000  | Long Island Power Authority, New York, Electric System General Revenue Bonds, Series 1998A, 5.250%, 12/01/26 (Pre-refunded 6/01/08) - FSA Insured  | 6/08 at 101.00                  |
| Nassau County, New York, General Obligation Improvement Bonds, Series 1999B: |  |                                 |
| 4,005  | 5.250%, 6/01/19 (Pre-refunded 6/01/09) - AMBAC Insured   | 6/09 at 102.00                  |
| 7,005  | 5.250%, 6/01/21 (Pre-refunded 6/01/09) - AMBAC Insured   | 6/09 at 102.00                  |
| 5,000  | New York City Municipal Water Finance Authority, New York, Water and Sewerage System Revenue Bonds, Fiscal Series 2005B, 5.000%, 6/15/36 - FSA Insured   | 12/14 at 100.00                 |
| 8,800  | New York City Sales Tax Asset Receivable Corporation, New York, Dedicated Revenue Bonds, Local Government Assistance Corporation, Series 2004A, 5.000%, 10/15/32 - AMBAC Insured                     | 10/14 at 100.00                 |

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|   |   |                 |
|---|---|-----------------|
| 10,000  | New York City Transitional Finance Authority, New York,<br>Future Tax Secured Bonds, Fiscal Series 2000A,<br>5.750%, 8/15/24 (Pre-refunded 8/15/09)                             | 8/09 at 101.00  |
| 2,000   | New York City, New York, General Obligation Bonds,<br>Fiscal Series 1998E, 5.250%, 8/01/14 - AMBAC Insured  | 2/08 at 101.00  |
| 13,930  | New York City, New York, General Obligation Bonds,<br>Fiscal Series 1998F, 5.375%, 8/01/19 - MBIA Insured   | 2/08 at 101.00  |
| 70  | New York City, New York, General Obligation Bonds,<br>Fiscal Series 1998F, 5.375%, 8/01/19 (Pre-refunded 2/01/08) -<br>MBIA Insured   | 2/08 at 101.00  |
| <hr/>   |   |                 |
| 72,160  | Total New York  |                 |
| <hr/>   |   |                 |
| NORTH CAROLINA - 0.7% (0.4% OF TOTAL INVESTMENTS) |   |                 |
| 3,830   | Charlotte-Mecklenburg Hospital Authority, North Carolina,<br>Healthcare System Revenue Bonds, DBA Carolinas Healthcare<br>System, Series 2005A, 5.000%, 1/15/45                 | 1/15 at 100.00  |
| <hr/>   |   |                 |
| OHIO - 4.1% (2.8% OF TOTAL INVESTMENTS)           |   |                 |
| 2,300   | Amherst Exempted Village School District, Ohio, Unlimited<br>Tax General Obligation School Improvement Bonds,<br>Series 2001, 5.125%, 12/01/21 - FGIC Insured                   | 12/11 at 100.00 |
| 3,635   | Franklin County, Ohio, FHA-Insured Multifamily Housing<br>Mortgage Revenue Bonds, Hamilton Creek Apartments Project,<br>Series 1994A, 5.550%, 7/01/24 (Alternative Minimum Tax) | 7/06 at 102.00  |
| 3,650   | Montgomery County, Ohio, Revenue Bonds, Catholic Health<br>Initiatives, Series 2004A, 5.000%, 5/01/30   | 5/14 at 100.00  |
| 13,000  | Ohio Water Development Authority, Solid Waste Disposal<br>Revenue Bonds, Bay Shore Power, Series 1998B,<br>6.625%, 9/01/20 (Alternative Minimum Tax)                            | 9/09 at 102.00  |
| 1,115   | Warren County, Ohio, Special Assessment Bonds, Waterstone<br>Boulevard Project, Series 1997, 5.500%, 12/01/17   | 12/07 at 101.00 |
| <hr/>   |   |                 |
| 23,700  | Total Ohio  |                 |
| <hr/>   |   |                 |
| OREGON - 0.4% (0.3% OF TOTAL INVESTMENTS)         |   |                 |
| 2,355   | Portland, Oregon, Downtown Waterfront Urban Renewal<br>and Redevelopment Revenue Bonds, Series 2000A,<br>5.500%, 6/15/20 - AMBAC Insured  | 6/10 at 101.00  |
| <hr/>   |   |                 |

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| PRINCIPAL<br>AMOUNT (000)                         | DESCRIPTION (1)  | OPTIONAL CALL<br>PROVISIONS (2) |
|---|--|---------------------------------|
| PENNSYLVANIA - 4.9% (3.3% OF TOTAL INVESTMENTS)   |  |                                 |
| \$ 3,480  | Allegheny County Hospital Development Authority,<br>Pennsylvania, Revenue Bonds, West Penn Allegheny Health<br>System, Series 2000B, 9.250%, 11/15/22  | 11/10 at 102.00                 |
| 1,710   | Carbon County Industrial Development Authority, Pennsylvania,<br>Resource Recovery Revenue Refunding Bonds, Panther Creek<br>Partners Project, Series 2000, 6.650%, 5/01/10 (Alternative<br>Minimum Tax) | No Opt. Call                    |
| 18,900  | Philadelphia Airport System, Pennsylvania, Revenue Refunding<br>Bonds, Series 1998A, 5.500%, 6/15/18 - FGIC Insured<br>(Alternative Minimum Tax)   | 6/08 at 102.00                  |
| 3,205   | Philadelphia School District, Pennsylvania, General Obligation<br>Bonds, Series 2002B, 5.625%, 8/01/16 (Pre-refunded<br>8/01/12) - FGIC Insured  | 8/12 at 100.00                  |
| 27,295  | Total Pennsylvania   |                                 |
| PUERTO RICO - 2.1% (1.4% OF TOTAL INVESTMENTS)    |  |                                 |
| 12,500  | Puerto Rico Housing Finance Authority, Capital Fund Program<br>Revenue Bonds, Series 2003, 4.500%, 12/01/23  | No Opt. Call                    |
| RHODE ISLAND - 3.2% (2.2% OF TOTAL INVESTMENTS)   |  |                                 |
| 2,015   | Central Falls, Rhode Island, General Obligation School Bonds,<br>Series 1999, 6.250%, 5/15/20 - RAAI Insured   | 5/09 at 102.00                  |
| 3,500   | Providence Redevelopment Agency, Rhode Island, Revenue<br>Bonds, Public Safety and Municipal Building Projects,<br>Series 1999A, 5.750%, 4/01/29 (Pre-refunded 4/01/10) -<br>AMBAC Insured               | 4/10 at 101.00                  |
| 12,500  | Rhode Island Tobacco Settlement Financing Corporation,<br>Tobacco Settlement Asset-Backed Bonds, Series 2002A,<br>6.125%, 6/01/32  | 6/12 at 100.00                  |
| 18,015  | Total Rhode Island   |                                 |
| SOUTH CAROLINA - 0.3% (0.2% OF TOTAL INVESTMENTS) |  |                                 |
| 1,500   | Greenville, South Carolina, Hospital Facilities Revenue Bonds,<br>Series 2001, 5.000%, 5/01/31 - AMBAC Insured   | 5/11 at 101.00                  |

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TENNESSEE - 1.7% (1.2% OF TOTAL INVESTMENTS)

|       |  |                |
|-------|--|----------------|
| 6,400 | Memphis-Shelby County Airport Authority, Tennessee, Airport Revenue Bonds, Series 1999D, 6.000%, 3/01/24 - AMBAC Insured (Alternative Minimum Tax) | 3/10 at 101.00 |
| 2,425 | Memphis-Shelby County Airport Authority, Tennessee, Airport Revenue Bonds, Series 2001B, 5.125%, 3/01/26 - FSA Insured                             | 3/11 at 100.00 |
| 250   | Tennessee Housing Development Agency, Homeownership Program Bonds, Series 2000-1, 6.375%, 7/01/25 (Alternative Minimum Tax)                        | 7/10 at 101.00 |
| 670   | Tennessee Housing Development Agency, Homeownership Program Bonds, Series 2000-2B, 6.250%, 1/01/20 (Alternative Minimum Tax)                       | 7/10 at 100.00 |
| ----- |  |                |
| 9,745 | Total Tennessee  |                |
| ----- |  |                |

TEXAS - 15.1% (10.2% OF TOTAL INVESTMENTS)

|       |   |                |
|-------|---|----------------|
| 1,000 | Alliance Airport Authority, Texas, Special Facilities Revenue Bonds, American Airlines Inc., Series 1990, 7.500%, 12/01/29 (Alternative Minimum Tax)                  | 6/06 at 100.00 |
| 2,560 | Brazos River Authority, Texas, Pollution Control Revenue Refunding Bonds, TXU Electric Company, Series 1999C, 7.700%, 3/01/32 (Alternative Minimum Tax)               | 4/13 at 101.00 |
| 4,675 | Carrollton-Farmers Branch Independent School District, Dallas County, Texas, Unlimited Tax School Building Bonds, Series 1999, 6.000%, 2/15/20 (Pre-refunded 2/15/09) | 2/09 at 100.00 |
| 2,820 | Central Texas Regional Mobility Authority, Travis and Williamson Counties, Toll Road Revenue Bonds, Series 2005, 5.000%, 1/01/45 - FGIC Insured                       | 1/15 at 100.00 |
|       | Coppell Independent School District, Dallas County, Texas, Unlimited Tax School Building and Refunding Bonds, Series 1999:  |                |
| 5,130 | 0.000%, 8/15/20   | 8/09 at 52.47  |
| 7,000 | 0.000%, 8/15/21   | 8/09 at 49.48  |
| 7,345 | 0.000%, 8/15/23   | 8/09 at 44.01  |
| 7,000 | 0.000%, 8/15/24   | 8/09 at 41.50  |
| 7,350 | 0.000%, 8/15/25   | 8/09 at 39.14  |
| 7,000 | 0.000%, 8/15/26   | 8/09 at 36.91  |

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Nuveen Dividend Advantage Municipal Fund (NAD) (continued)  
Portfolio of INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL<br>AMOUNT (000) | DESCRIPTION (1) | OPTIONAL CALL<br>PROVISIONS (2) |
|---------------------------|-----------------|---------------------------------|
|---------------------------|-----------------|---------------------------------|

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TEXAS (continued)

|       |         |   |                 |
|-------|---------|---|-----------------|
| \$    | 820     | Dallas Area Rapid Transit, Texas, Senior Lien Sales Tax Revenue 12/11 at 100.00<br>Bonds, Series 2001, 5.000%, 12/01/31 - AMBAC Insured   |                 |
|       | 6,000   | Dallas-Ft. Worth International Airport Facility Improvement Corporation, Texas, Revenue Refunding Bonds, American Airlines Inc., Series 2000C, 6.150%, 5/01/29 (Mandatory put 11/01/07) (Alternative Minimum Tax) | 11/07 at 100.00 |
|       |         | Harris County Health Facilities Development Corporation, Texas, Revenue Bonds, Christus Health, Series 1999A:   |                 |
|       | 12,240  | 5.375%, 7/01/24 (Pre-refunded 7/01/09) - MBIA Insured   | 7/09 at 101.00  |
|       | 11,180  | 5.375%, 7/01/29 (Pre-refunded 7/01/09) - MBIA Insured   | 7/09 at 101.00  |
|       | 2,205   | Harris County-Houston Sports Authority, Texas, Senior Lien Revenue Refunding Bonds, Series 2001A, 0.000%, 11/15/20 - MBIA Insured   | No Opt. Call    |
|       | 2,500   | Houston, Texas, Hotel Occupancy Tax and Special Revenue Bonds, Convention and Entertainment Project, Series 2001B, 0.000%, 9/01/30 - AMBAC Insured  | No Opt. Call    |
|       | 2,500   | Jefferson County, Texas, Certificates of Obligation, Series 2000, 6.000%, 8/01/25 (Pre-refunded 8/01/10) - FSA Insured  | 8/10 at 100.00  |
|       | 2,000   | Laredo, Texas, Sports Venue Sales Tax Revenue Bonds, Series 2001, 5.300%, 3/15/26 (Pre-refunded 3/15/09) - FGIC Insured   | 3/09 at 100.00  |
|       | 30,095  | Leander Independent School District, Williamson and Travis Counties, Texas, General Obligation Bonds, Series 2004, 0.000%, 8/15/34  | 8/12 at 27.94   |
|       | 9,345   | Leander Independent School District, Williamson and Travis Counties, Texas, General Obligation Bonds, Series 2005, 0.000%, 8/15/33 - FGIC Insured   | 8/15 at 37.33   |
|       | 1,500   | Port Arthur, Texas, Jefferson County, General Obligation Bonds, Series 1997, 5.000%, 2/15/21 (Pre-refunded 2/15/07) - MBIA Insured  | 2/07 at 100.00  |
|       | 10,000  | Tarrant County Health Facilities Development Corporation, Texas, Revenue Bonds, Texas Health Resources System, Series 1997A, 5.250%, 2/15/17 - MBIA Insured   | 2/08 at 102.00  |
|       | 7,000   | White Settlement Independent School District, Tarrant County, Texas, General Obligation Bonds, Series 2005, 0.000%, 8/15/35   | 8/15 at 34.92   |
|       |         | Wylie Independent School District, Taylor County, Texas, General Obligation Bonds, Series 2005:   |                 |
|       | 3,000   | 0.000%, 8/15/20   | 8/15 at 78.46   |
|       | 3,000   | 0.000%, 8/15/22   | 8/15 at 70.77   |
| <hr/> |         |   |                 |
|       | 155,265 | Total Texas   |                 |
| <hr/> |         |   |                 |

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UTAH - 0.4% (0.2% OF TOTAL INVESTMENTS)

|       |   |  |                |
|-------|---|--|----------------|
|       | Utah Housing Finance Agency, Single Family Mortgage Bonds,<br>Series 1999C-2, Class II:   |  |                |
| 475   | 5.700%, 7/01/19 (Alternative Minimum Tax)   |  | 1/10 at 101.50 |
| 175   | 5.750%, 7/01/21 (Alternative Minimum Tax)   |  | 1/10 at 101.50 |
| 160   | Utah Housing Finance Agency, Single Family Mortgage Bonds,<br>Series 1999D, 5.850%, 7/01/21 (Alternative Minimum Tax)                 |  | 7/09 at 101.00 |
| 55    | Utah Housing Finance Agency, Single Family Mortgage Bonds,<br>Series 1999F, 6.300%, 7/01/21 (Alternative Minimum Tax)                 |  | 7/09 at 101.50 |
| 1,300 | Utah Housing Finance Agency, Single Family Mortgage Bonds,<br>Series 2000F-2, Class III, 6.000%, 1/01/15 (Alternative<br>Minimum Tax) |  | 7/10 at 100.00 |
| ----- |   |  |                |
| 2,165 | Total Utah  |  |                |
| ----- |   |  |                |

VIRGINIA - 0.6% (0.4% OF TOTAL INVESTMENTS)

|       |  |  |                 |
|-------|--|--|-----------------|
| 3,395 | Virginia Small Business Financing Authority, Industrial<br>Development Water Revenue Bonds, S.I.L. Clean Water, LLC<br>Project, Series 1999, 7.250%, 11/01/24 (Alternative<br>Minimum Tax) |  | 11/09 at 102.00 |
| ----- |  |  |                 |

WASHINGTON - 11.3% (7.6% OF TOTAL INVESTMENTS)

|       |   |  |                |
|-------|---|--|----------------|
| 4,000 | Energy Northwest, Washington, Electric Revenue Refunding<br>Bonds, Nuclear Project 3, Series 2003A, 5.500%, 7/01/17 -<br>XLCA Insured |  | 7/13 at 100.00 |
|-------|---|--|----------------|

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|                           |                 |                                 |
|---------------------------|-----------------|---------------------------------|
| PRINCIPAL<br>AMOUNT (000) | DESCRIPTION (1) | OPTIONAL CALL<br>PROVISIONS (2) |
| -----                     |                 |                                 |

WASHINGTON (continued)

|    |  |   |                |
|----|--|---|----------------|
|    | Port of Seattle, Washington, Special Facility Revenue Bonds,<br>Terminal 18, Series 1999B: |   |                |
| \$ | 1,755  | 6.000%, 9/01/15 - MBIA Insured (Alternative Minimum Tax)  | 3/10 at 101.00 |
|    | 2,590  | 6.000%, 9/01/16 - MBIA Insured (Alternative Minimum Tax)  | 3/10 at 101.00 |
|    | Port of Seattle, Washington, Special Facility Revenue Bonds,<br>Terminal 18, Series 1999C: |   |                |
|    | 875  | 6.000%, 9/01/15 - MBIA Insured (Alternative Minimum Tax)  | 3/10 at 101.00 |
|    | 1,260  | 6.000%, 9/01/16 - MBIA Insured (Alternative Minimum Tax)  | 3/10 at 101.00 |
|    | 9,760  | Tacoma, Washington, Electric System Revenue Refunding<br>Bonds, Series 2001A, 5.625%, 1/01/21 (Pre-refunded<br>1/01/11) - FSA Insured | 1/11 at 101.00 |

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|              |   |                 |
|--------------|---|-----------------|
| 4,800        | Washington Public Power Supply System, Revenue Refunding Bonds, Nuclear Project 3, Series 1997A, 5.250%, 7/01/16 - FSA Insured                      | 7/07 at 102.00  |
| 7,280        | Washington State Tobacco Settlement Authority, Tobacco Settlement Asset-Backed Revenue Bonds, Series 2002, 6.500%, 6/01/26                          | 6/13 at 100.00  |
| 11,605       | Washington, Certificates of Participation, Washington Convention and Trade Center, Series 1999, 5.250%, 7/01/16 - MBIA Insured                      | 7/09 at 100.00  |
| 3,350        | Washington, General Obligation Compound Interest Bonds, Series 1999S-2, 0.000%, 1/01/18 - FSA Insured   | No Opt. Call    |
|              | Washington, General Obligation Compound Interest Bonds, Series 1999S-3:   |                 |
| 17,650       | 0.000%, 1/01/20   | No Opt. Call    |
| 18,470       | 0.000%, 1/01/21   | No Opt. Call    |
| -----        |   |                 |
| 83,395       | Total Washington  |                 |
| -----        |   |                 |
|              | WISCONSIN - 6.9% (4.6% OF TOTAL INVESTMENTS)  |                 |
| 2,250        | Green Bay, Wisconsin, Water System Revenue Bonds, Series 2004, 5.000%, 11/01/29 - FSA Insured   | 11/14 at 100.00 |
| 3,810        | La Crosse, Wisconsin, Industrial Development Revenue Refunding Bonds, Dairyland Power Cooperative, Series 1997C, 5.550%, 2/01/15 - AMBAC Insured    | 12/08 at 102.00 |
|              | Wisconsin Health and Educational Facilities Authority, Revenue Bonds, FH Healthcare Development Inc., Series 1999:                                  |                 |
| 8,375        | 6.250%, 11/15/20 (Pre-refunded 11/15/09)  | 11/09 at 101.00 |
| 5,000        | 6.250%, 11/15/28 (Pre-refunded 11/15/09)  | 11/09 at 101.00 |
| 4,180        | Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Kenosha Hospital and Medical Center Inc., Series 1999, 5.625%, 5/15/29        | 5/09 at 101.00  |
| 12,700       | Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Mercy Health System Corporation, Series 1999, 5.500%, 8/15/25 - AMBAC Insured | 8/09 at 101.00  |
| 2,200        | Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Wheaton Franciscan Services Inc., Series 2003A, 5.125%, 8/15/33               | 8/13 at 100.00  |
| -----        |   |                 |
| 38,515       | Total Wisconsin   |                 |
| -----        |   |                 |
| \$ 1,001,865 | Total Investments (cost \$825,790,358) - 148.0%   |                 |
| =====        |   |                 |
|              | Other Assets Less Liabilities - 1.7%  |                 |
| -----        |   |                 |
|              | Preferred Shares, at Liquidation Value - (49.7)%  |                 |
| -----        |   |                 |
|              | Net Assets Applicable to Common Shares - 100%   |                 |
| =====        |   |                 |



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- (1) All percentages shown in the Portfolio of Investments are based on net assets applicable to Common shares unless otherwise noted.
- (2) Optional Call Provisions: 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. Certain mortgage-backed securities may be subject to periodic principal paydowns.
- (3) Ratings: Using the higher of Standard & Poor's or Moody's rating. Ratings below BBB by Standard & Poor's Group or Baa by Moody's Investor Service, Inc. are considered to be below investment grade.
- (4) Backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensure the timely payment of principal and interest. Such investments are normally considered to be equivalent to AAA rated securities.

N/R Not rated.

WI/DD Purchased on a when-issued or delayed delivery basis.

See accompanying notes to financial statements.

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Nuveen Dividend Advantage Municipal Fund 2 (NXZ)  
 Portfolio of  
 INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL<br>AMOUNT (000)                                       | DESCRIPTION (1)  | OPTIONAL CALL<br>PROVISIONS (2) |
|---|--|---------------------------------|
| LONG-TERM MUNICIPAL BONDS - 145.9% (99.9% OF TOTAL INVESTMENTS) |  |                                 |
| ALABAMA - 4.2% (2.9% OF TOTAL INVESTMENTS)                      |  |                                 |
| \$ 18,500   | Huntsville Healthcare Authority, Alabama, Revenue Bonds, Series 2001A, 5.750%, 6/01/31                                   | 6/11 at 101.00                  |
| ALASKA - 0.7% (0.4% OF TOTAL INVESTMENTS)                       |  |                                 |
| 2,955   | Northern Tobacco Securitization Corporation, Alaska, Tobacco Settlement Asset-Backed Bonds, Series 2001, 5.500%, 6/01/29 | 6/11 at 100.00                  |
| ARIZONA - 0.7% (0.5% OF TOTAL INVESTMENTS)                      |  |                                 |
| 3,120   | Phoenix, Arizona, Civic Improvement Corporation, Senior Lien   | 7/12 at 100.00                  |

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Airport Revenue Bonds, Series 2002B, 5.250%, 7/01/32 -  
 FGIC Insured (Alternative Minimum Tax)

-----  
 ARKANSAS - 0.4% (0.3% OF TOTAL INVESTMENTS)

|       |   |                |
|-------|---|----------------|
| 1,950 | Arkansas Development Finance Authority, Single Family<br>Mortgage Revenue Bonds, GNMA Mortgage-Backed Securities<br>Program, Series 2002C, 5.400%, 1/01/34 (Alternative<br>Minimum Tax) | 1/12 at 100.00 |
|-------|---|----------------|

-----  
 CALIFORNIA - 10.9% (7.4% OF TOTAL INVESTMENTS)

|        |  |                 |
|--------|--|-----------------|
| 6,000  | California Educational Facilities Authority, Revenue Bonds,<br>Stanford University, Series 2001Q, 5.250%, 12/01/32   | 6/11 at 101.00  |
| 6,000  | California Statewide Community Development Authority,<br>Revenue Bonds, Kaiser Permanente System, Series 2004G,<br>2.300%, 4/01/34 (Mandatory put 5/01/07)   | 4/34 at 100.00  |
| 13,825 | California, Department of Veterans Affairs, Home Purchase<br>Revenue Bonds, Series 2001A, 5.550%, 12/01/25 -<br>AMBAC Insured  | 6/06 at 101.00  |
| 11,200 | California, General Obligation Bonds, Series 2003,<br>5.250%, 2/01/28  | 8/13 at 100.00  |
| 5,000  | Golden State Tobacco Securitization Corporation, California,<br>Tobacco Settlement Asset-Backed Bonds, Series 2003A-1,<br>6.750%, 6/01/39  | 6/13 at 100.00  |
| 6,000  | Los Angeles Regional Airports Improvement Corporation,<br>California, Sublease Revenue Bonds, Los Angeles International<br>Airport, American Airlines Inc. Terminal 4 Project, Series 2002C,<br>7.500%, 12/01/24 (Alternative Minimum Tax) | 12/12 at 102.00 |
| 190    | Yuba County Water Agency, California, Yuba River<br>Development Revenue Bonds, Pacific Gas and Electric<br>Company, Series 1966A, 4.000%, 3/01/16  | 9/06 at 100.00  |

-----  
 48,215 Total California  
 -----

COLORADO - 6.0% (4.1% OF TOTAL INVESTMENTS)

|        |  |                |
|--------|--|----------------|
| 2,835  | Colorado Educational and Cultural Facilities Authority,<br>Charter School Revenue Bonds, Peak-to-Peak Charter School,<br>Series 2001, 7.500%, 8/15/21 (Pre-refunded 8/15/11) | 8/11 at 100.00 |
| 2,500  | Colorado Educational and Cultural Facilities Authority,<br>Revenue Bonds, Colorado Lutheran High School Association,<br>Series 2004A, 7.625%, 6/01/34                        | 6/14 at 100.00 |
| 10,000 | E-470 Public Highway Authority, Colorado, Senior Revenue<br>Bonds, Series 2000B, 0.000%, 9/01/28 (Pre-refunded<br>9/01/10) - MBIA Insured                                    | 9/10 at 31.42  |

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|       |   |                 |
|-------|---|-----------------|
| 1,500 | Eagle County Air Terminal Corporation, Colorado, Airport Terminal Revenue Bonds, Series 2001, 7.125%, 5/01/31 (Alternative Minimum Tax) | 5/11 at 101.00  |
| 755   | Jefferson County School District R1, Colorado, General Obligation Bonds, Series 2004, 5.000%, 12/15/22 - FSA Insured                    | 12/14 at 100.00 |
| 5,000 | Northwest Parkway Public Highway Authority, Colorado, Revenue Bonds, Senior Series 2001A, 5.250%, 6/15/41 - FSA Insured                 | 6/11 at 102.00  |

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| PRINCIPAL AMOUNT (000)                                  | DESCRIPTION (1)  | OPTIONAL CALL PROVISIONS (2) |
|---|--|------------------------------|
| COLORADO (continued)                                    |  |                              |
|   | Northwest Parkway Public Highway Authority, Colorado, Senior Lien Revenue Bonds, Series 2001B:   |                              |
| \$ 22,000   | 0.000%, 6/15/28 - FSA Insured  | 6/11 at 35.65                |
| 17,650  | 0.000%, 6/15/29 - AMBAC Insured  | 6/11 at 33.45                |
| 1,000   | Plaza Metropolitan District 1, Lakewood, Colorado, Tax Increment Revenue Bonds, Series 2003, 8.000%, 12/01/25  | 6/14 at 101.00               |
| 63,240  | Total Colorado   |                              |
| DISTRICT OF COLUMBIA - 0.3% (0.1% OF TOTAL INVESTMENTS) |  |                              |
| 1,145   | District of Columbia Tobacco Settlement Corporation, Tobacco Settlement Asset-Backed Bonds, Series 2001, 6.250%, 5/15/24   | 5/11 at 101.00               |
| FLORIDA - 5.0% (3.4% OF TOTAL INVESTMENTS)              |  |                              |
| 15,000  | Jacksonville, Florida, Transportation Revenue Bonds, Series 2001, 5.250%, 10/01/29 - MBIA Insured  | 10/11 at 100.00              |
| 4,000   | Miami-Dade County Health Facility Authority, Florida, Hospital Revenue Refunding Bonds, Miami Children's Hospital, Series 2001A, 5.125%, 8/15/26 - AMBAC Insured | 8/11 at 101.00               |
| 3,000   | Miami-Dade County, Florida, Aviation Revenue Bonds, Miami International Airport, Series 2002, 5.375%, 10/01/32 - FGIC Insured (Alternative Minimum Tax)          | 10/12 at 100.00              |
| 22,000  | Total Florida  |                              |
| HAWAII - 2.2% (1.5% OF TOTAL INVESTMENTS)               |  |                              |

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|        |  |       |                |
|--------|--|-------|----------------|
|        | Honolulu Board of Water Supply, Hawaii, Water System Revenue Bonds, Series 2001:   |       |                |
| 3,000  | 5.250%, 7/01/26 - FSA Insured  |       | 7/11 at 100.00 |
| 6,725  | 5.250%, 7/01/31 - FSA Insured  |       | 7/11 at 100.00 |
| -----  |  |       |                |
| 9,725  | Total Hawaii   |       |                |
| -----  |  |       |                |
|        | ILLINOIS - 10.6% (7.3% OF TOTAL INVESTMENTS)   |       |                |
| 3,645  | Chicago, Illinois, FHA/GNMA Collateralized Multifamily Housing Revenue Bonds, Stone Terrace Apartments, Series 2001A, 5.750%, 12/20/42 (Alternative Minimum Tax)           | 12/11 | at 100.00      |
| 1,350  | Chicago, Illinois, FNMA/GNMA Collateralized Single Family Mortgage Revenue Bonds, Series 2001A, 6.250%, 10/01/32 (Alternative Minimum Tax)                                 | 4/11  | at 105.00      |
| 14,920 | Chicago, Illinois, General Obligation Bonds, Series 2001A, 5.250%, 1/01/33 - MBIA Insured  | 1/11  | at 101.00      |
| 350    | Chicago, Illinois, General Obligation Bonds, Series 2001A, 5.250%, 1/01/33 (Pre-refunded 1/01/11) - MBIA Insured   | 1/11  | at 101.00      |
| 285    | Chicago, Illinois, General Obligation Refunding Bonds, Series 1996B, 5.125%, 1/01/25 - FGIC Insured  | 1/08  | at 100.00      |
| 3,180  | Illinois Development Finance Authority, Revenue Bonds, Chicago Charter School Foundation, Series 2002A, 6.250%, 12/01/32   | 12/21 | at 100.00      |
| 5,000  | Illinois Development Finance Authority, Revenue Bonds, Illinois Wesleyan University, Series 2001, 5.500%, 9/01/32 - AMBAC Insured  | 9/11  | at 100.00      |
| 3,100  | Illinois Development Finance Authority, Revenue Bonds, Midwestern University, Series 2001B, 6.000%, 5/15/31  | 5/11  | at 101.00      |
| 3,000  | Illinois Educational Facilities Authority, Student Housing Revenue Bonds, Educational Advancement Foundation Fund, University Center Project, Series 2002, 6.250%, 5/01/34 | 5/12  | at 101.00      |
| 5,000  | Illinois Health Facilities Authority, Revenue Bonds, Edward Hospital Obligated Group, Series 2001B, 5.250%, 2/15/34 - FSA Insured  | 2/11  | at 101.00      |
| 2,275  | Illinois, Sales Tax Revenue Bonds, Series 2001, 5.500%, 6/15/16  | 6/11  | at 100.00      |
| 4,980  | Metropolitan Pier and Exposition Authority, Illinois, Revenue Refunding Bonds, McCormick Place Expansion Project, Series 1996A, 5.250%, 6/15/27 - AMBAC Insured            | 6/06  | at 102.00      |
| -----  |  |       |                |
| 47,085 | Total Illinois   |       |                |
| -----  |  |       |                |

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Nuveen Dividend Advantage Municipal Fund 2 (NXZ) (continued)  
Portfolio of INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL<br>AMOUNT (000) | DESCRIPTION (1)  | OPTIONAL CALL<br>PROVISIONS (2) |
|---------------------------|--|---------------------------------|
| -----                     |  |                                 |
|                           | INDIANA - 4.8% (3.3% OF TOTAL INVESTMENTS)   |                                 |
| \$ 2,000                  | Indiana Health Facility Financing Authority, Hospital Revenue Bonds, Methodist Hospitals Inc., Series 2001, 5.500%, 9/15/31  | 9/11 at 100.00                  |
| 2,500                     | Indiana Health Facility Financing Authority, Hospital Revenue Refunding Bonds, Columbus Regional Hospital, Series 1993, 7.000%, 8/15/15 - FSA Insured                              | No Opt. Call                    |
|                           | Indiana Transportation Finance Authority, Highway Revenue Bonds, Series 2003A:   |                                 |
| 4,000                     | 5.000%, 6/01/23 - FSA Insured  | 6/13 at 100.00                  |
| 6,000                     | 5.000%, 6/01/24 - FSA Insured  | 6/13 at 100.00                  |
| 3,107                     | Indianapolis, Indiana, Special Facility Revenue Bonds, United Airlines Inc., Indianapolis Maintenance Center Project, Series 1995A, 6.500%, 11/15/31 (Alternative Minimum Tax) (6) | 5/06 at 102.00                  |
| 6,100                     | St. Joseph County Hospital Authority, Indiana, Revenue Bonds, Madison Center Inc., Series 1999, 5.800%, 2/15/24  | 2/09 at 102.00                  |
| -----                     |  |                                 |
| 23,707                    | Total Indiana  |                                 |
| -----                     |  |                                 |
|                           | IOWA - 0.2% (0.1% OF TOTAL INVESTMENTS)  |                                 |
| 1,000                     | Iowa Higher Education Loan Authority, Private College Facility Revenue Bonds, Wartburg College, Series 2002, 5.500%, 10/01/28 (Pre-refunded 10/01/12) - ACA Insured                | 10/12 at 100.00                 |
| -----                     |  |                                 |
|                           | KANSAS - 3.9% (2.6% OF TOTAL INVESTMENTS)  |                                 |
| 17,000                    | Wichita, Kansas, Hospital Facilities Revenue Refunding and Improvement Bonds, Via Christi Health System Inc., Series 2001-III, 5.625%, 11/15/31                                    | 11/11 at 101.00                 |
| -----                     |  |                                 |
|                           | LOUISIANA - 4.3% (2.9% OF TOTAL INVESTMENTS)   |                                 |
| 18,825                    | Tobacco Settlement Financing Corporation, Louisiana, Tobacco Settlement Asset-Backed Bonds, Series 2001B, 5.875%, 5/15/39  | 5/11 at 101.00                  |
| -----                     |  |                                 |
|                           | MASSACHUSETTS - 3.9% (2.7% OF TOTAL INVESTMENTS)   |                                 |
| 2,875                     | Massachusetts Port Authority, Special Facilities Revenue Bonds, BOSFUEL Corporation, Series 1997, 5.750%, 7/01/39 -  | 7/07 at 102.00                  |

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MBIA Insured (Alternative Minimum Tax)

|        |  |                |
|--------|--|----------------|
| 15,000 | Massachusetts Turnpike Authority, Metropolitan Highway System Revenue Bonds, Senior Series 1997A, 5.000%, 1/01/37 - MBIA Insured | 1/07 at 102.00 |
|--------|--|----------------|

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|        |                     |  |
|--------|---------------------|--|
| 17,875 | Total Massachusetts |  |
|--------|---------------------|--|

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MICHIGAN - 14.2% (9.7% OF TOTAL INVESTMENTS)

|        |   |                |
|--------|---|----------------|
| 15,390 | Detroit, Michigan, Senior Lien Water Supply System Revenue Bonds, Series 2001A, 5.250%, 7/01/33 (Pre-refunded 7/01/11) - FGIC Insured | 7/11 at 100.00 |
|--------|---|----------------|

|        |   |                |
|--------|---|----------------|
|        | Detroit, Michigan, Senior Lien Water Supply System Revenue Bonds, Series 2001A: |                |
| 20,000 | 5.500%, 7/01/33 - FGIC Insured  | 7/11 at 101.00 |
| 14,610 | 5.250%, 7/01/33 - FGIC Insured  | 7/11 at 100.00 |

|       |   |                 |
|-------|---|-----------------|
| 4,000 | Michigan Municipal Bond Authority, Public School Academy Revenue Bonds, Detroit Academy of Arts and Sciences Charter School, Series 2001A, 8.000%, 10/01/31 | 10/09 at 102.00 |
|-------|---|-----------------|

|       |  |                |
|-------|--|----------------|
| 2,000 | Michigan State Hospital Finance Authority, Hospital Revenue Bonds, Detroit Medical Center Obligated Group, Series 1998A, 5.125%, 8/15/18 | 8/08 at 101.00 |
|-------|--|----------------|

|       |   |                |
|-------|---|----------------|
|       | Michigan State Hospital Finance Authority, Revenue Refunding Bonds, Detroit Medical Center Obligated Group, Series 1993A: |                |
| 2,000 | 6.250%, 8/15/13   | 8/06 at 100.00 |
| 4,000 | 6.500%, 8/15/18   | 8/06 at 100.00 |

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|        |                |  |
|--------|----------------|--|
| 62,000 | Total Michigan |  |
|--------|----------------|--|

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MINNESOTA - 3.2% (2.2% OF TOTAL INVESTMENTS)

|        |   |                |
|--------|---|----------------|
| 14,000 | Minneapolis-St. Paul Metropolitan Airports Commission, Minnesota, Airport Revenue Bonds, Series 2001A, 5.250%, 1/01/32 - FGIC Insured | 1/11 at 100.00 |
|--------|---|----------------|

MISSOURI - 4.9% (3.4% OF TOTAL INVESTMENTS)

|        |  |                |
|--------|--|----------------|
| 21,000 | Missouri Health and Educational Facilities Authority, Revenue Bonds, SSM Healthcare System, Series 2001A, 5.250%, 6/01/28 (Pre-refunded 6/01/11) - AMBAC Insured | 6/11 at 101.00 |
|--------|--|----------------|

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL CALL PROVISIONS (2) |
|------------------------|-----------------|------------------------------|
|------------------------|-----------------|------------------------------|

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MONTANA - 0.7% (0.5% OF TOTAL INVESTMENTS)

|    |       |   |                 |
|----|-------|---|-----------------|
| \$ | 3,280 | Montana Board of Housing, Single Family Program Bonds,<br>Series 2001A-2, 5.700%, 6/01/32 (Alternative Minimum Tax) | 12/10 at 100.00 |
|----|-------|---|-----------------|

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NEVADA - 4.1% (2.8% OF TOTAL INVESTMENTS)

|        |   |                |
|--------|---|----------------|
| 12,275 | Director of Nevada State Department of Business and Industry,<br>Revenue Bonds, Las Vegas Monorail Project, First Tier,<br>Series 2000, 5.375%, 1/01/40 - AMBAC Insured | 1/10 at 100.00 |
|--------|---|----------------|

|       |  |                |
|-------|--|----------------|
| 3,500 | Director of Nevada State Department of Business and Industry,<br>Revenue Bonds, Las Vegas Monorail Project, Second Tier,<br>Series 2000, 7.375%, 1/01/40 | 1/10 at 102.00 |
|-------|--|----------------|

|       |  |                |
|-------|--|----------------|
| 2,330 | Henderson, Nevada, Healthcare Facility Revenue Bonds,<br>Catholic Healthcare West, Series 1998A, 5.250%, 7/01/18 | 7/08 at 101.00 |
|-------|--|----------------|

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|        |              |  |
|--------|--------------|--|
| 18,105 | Total Nevada |  |
|--------|--------------|--|

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NEW HAMPSHIRE - 2.1% (1.5% OF TOTAL INVESTMENTS)

|       |   |                 |
|-------|---|-----------------|
| 8,000 | New Hampshire Business Finance Authority, Pollution Control<br>Remarketed Revenue Refunding Bonds, Connecticut Light and<br>Power Company, Series 1992A, 5.850%, 12/01/22 | 10/08 at 102.00 |
|-------|---|-----------------|

|       |   |                |
|-------|---|----------------|
| 1,530 | New Hampshire Housing Finance Agency, Single Family<br>Mortgage Acquisition Bonds, Series 2001A, 5.700%, 1/01/31<br>(Alternative Minimum Tax) | 5/11 at 100.00 |
|-------|---|----------------|

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|       |                     |  |
|-------|---------------------|--|
| 9,530 | Total New Hampshire |  |
|-------|---------------------|--|

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NEW JERSEY - 2.3% (1.6% OF TOTAL INVESTMENTS)

|       |   |                 |
|-------|---|-----------------|
| 3,995 | New Jersey Economic Development Authority, Special Facilities<br>Revenue Bonds, Continental Airlines Inc., Series 2000,<br>7.000%, 11/15/30 (Alternative Minimum Tax) | 11/10 at 101.00 |
|-------|---|-----------------|

|     |   |                |
|-----|---|----------------|
| 475 | Tobacco Settlement Financing Corporation, New Jersey,<br>Tobacco Settlement Asset-Backed Bonds, Series 2002,<br>5.750%, 6/01/32 | 6/12 at 100.00 |
|-----|---|----------------|

|       |  |                |
|-------|--|----------------|
|       | Tobacco Settlement Financing Corporation, New Jersey, Tobacco<br>Settlement Asset-Backed Bonds, Series 2003: |                |
| 2,200 | 6.375%, 6/01/32  | 6/13 at 100.00 |
| 425   | 6.750%, 6/01/39  | 6/13 at 100.00 |
| 3,085 | 6.250%, 6/01/43  | 6/13 at 100.00 |

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|        |                  |  |
|--------|------------------|--|
| 10,180 | Total New Jersey |  |
|--------|------------------|--|

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NEW MEXICO - 5.4% (3.7% OF TOTAL INVESTMENTS)

|        |   |  |                |
|--------|---|--|----------------|
|        | New Mexico Hospital Equipment Loan Council, Hospital Revenue Bonds, Presbyterian Healthcare Services, Series 2001A: |  |                |
| 12,000 | 5.500%, 8/01/25 (Pre-refunded 8/01/11)  |  | 8/11 at 101.00 |
| 10,800 | 5.500%, 8/01/30 (Pre-refunded 8/01/11)  |  | 8/11 at 101.00 |

---

22,800 Total New Mexico

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NEW YORK - 6.4% (4.4% OF TOTAL INVESTMENTS)

|        |  |  |                |
|--------|--|--|----------------|
| 4,900  | Dormitory Authority of the State of New York, Revenue Bonds, Mount Sinai NYU Health Obligated Group, Series 2000A, 6.625%, 7/01/19   |  | 7/10 at 101.00 |
| 6,000  | Long Island Power Authority, New York, Electric System General Revenue Bonds, Series 2001L, 5.375%, 5/01/33  |  | 5/11 at 100.00 |
| 5,000  | New York City Industrial Development Agency, New York, Special Facilities Revenue Bonds, JFK Airport - American Airlines Inc., Series 2002B, 8.500%, 8/01/28 (Alternative Minimum Tax) |  | 8/12 at 101.00 |
| 12,000 | New York City Municipal Water Finance Authority, New York, Water and Sewerage System Revenue Bonds, Fiscal Series 2001C, 5.125%, 6/15/33   |  | 6/11 at 101.00 |

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27,900 Total New York

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Nuveen Dividend Advantage Municipal Fund 2 (NXZ) (continued)  
Portfolio of INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL AMOUNT (000)                            | DESCRIPTION (1)   | OPTIONAL CALL PROVISIONS (2) |
|---|---|------------------------------|
| NORTH CAROLINA - 1.7% (1.2% OF TOTAL INVESTMENTS) |   |                              |
| \$ 2,950  | North Carolina Capital Facilities Financing Agency, Revenue Bonds, Johnson and Wales University, Series 2003A, 5.000%, 4/01/33 - XLCA Insured | 4/13 at 100.00               |
| 4,500   | North Carolina Eastern Municipal Power Agency, Power System Revenue Refunding Bonds, Series 1999B, 5.600%, 1/01/15                            | 1/09 at 102.00               |
| 7,450   | Total North Carolina  |                              |

NORTH DAKOTA - 0.6% (0.4% OF TOTAL INVESTMENTS)



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|       |   |                |
|-------|---|----------------|
| 2,520 | North Dakota Housing Finance Agency, Home Mortgage Finance Program Refunding Bonds, Series 2001A, 5.550%, 1/01/32 (Alternative Minimum Tax) | 7/10 at 100.00 |
|-------|---|----------------|

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OHIO - 0.4% (0.3% OF TOTAL INVESTMENTS)

|       |  |                |
|-------|--|----------------|
| 1,845 | Columbus City School District, Franklin County, Ohio, General Obligation Bonds, Series 2003, 5.000%, 12/01/28 - FGIC Insured | 6/13 at 100.00 |
|-------|--|----------------|

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OKLAHOMA - 0.8% (0.6% OF TOTAL INVESTMENTS)

|   |  |                |
|---|--|----------------|
| Oklahoma Development Finance Authority, Revenue Refunding Bonds, Hillcrest Healthcare System, Series 1999A: |  |                |
| 2,655   | 5.125%, 8/15/10 (Pre-refunded 8/15/09) | 8/09 at 101.00 |
| 1,000   | 5.200%, 8/15/11 (Pre-refunded 8/15/09) | 8/09 at 101.00 |

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|       |                |
|-------|----------------|
| 3,655 | Total Oklahoma |
|-------|----------------|

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OREGON - 3.8% (2.6% OF TOTAL INVESTMENTS)

|       |   |                |
|-------|---|----------------|
| 8,000 | Clackamas County Hospital Facility Authority, Oregon, Revenue Refunding Bonds, Legacy Health System, Series 2001, 5.250%, 5/01/21 | 5/11 at 101.00 |
| 9,000 | Oregon Department of Administrative Services, Certificates of Participation, Series 2001D, 5.000%, 5/01/26 - AMBAC Insured        | 5/11 at 101.00 |

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|        |              |
|--------|--------------|
| 17,000 | Total Oregon |
|--------|--------------|

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PENNSYLVANIA - 3.6% (2.5% OF TOTAL INVESTMENTS)

|       |   |                |
|-------|---|----------------|
| 5,000 | Allegheny County Hospital Development Authority, Pennsylvania, Revenue Bonds, West Penn Allegheny Health System, Series 2000B, 9.250%, 11/15/30   |                |
| 1,930 | Carbon County Industrial Development Authority, Pennsylvania, Resource Recovery Revenue Refunding Bonds, Panther Creek Partners Project, Series 2000, 6.650%, 5/01/10 (Alternative Minimum Tax) | No Opt. Call   |
| 8,000 | Pennsylvania Higher Educational Facilities Authority, Revenue Bonds, UPMC Health System, Series 2001A, 6.000%, 1/15/31  | 1/11 at 101.00 |

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|        |                    |
|--------|--------------------|
| 14,930 | Total Pennsylvania |
|--------|--------------------|

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SOUTH DAKOTA - 1.1% (0.7% OF TOTAL INVESTMENTS)

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|       |  |                |
|-------|--|----------------|
| 4,820 | South Dakota Housing Development Authority, Remarketed Homeownership Mortgage Bonds, Series 1997E-4, 5.450%, 5/01/18 (Alternative Minimum Tax) | 5/09 at 102.00 |
|-------|--|----------------|

-----

TEXAS - 24.6% (16.8% OF TOTAL INVESTMENTS)

|        |   |                 |
|--------|---|-----------------|
| 7,500  | Austin, Texas, Electric Utility System Revenue Refunding Bonds, Series 2001, 5.000%, 11/15/30 - FSA Insured   | 11/10 at 100.00 |
|        | Dallas-Fort Worth International Airport Public Facility Corporation, Texas, Airport Hotel Revenue Bonds, Series 2001:   |                 |
| 15,000 | 5.250%, 1/15/26 - FSA Insured   | 1/09 at 100.00  |
| 1,750  | 5.200%, 1/15/31 - FSA Insured   | 1/09 at 100.00  |
| 6,000  | Decatur Hospital Authority, Texas, Revenue Bonds, Wise Regional Health System, Series 2004A, 7.125%, 9/01/34  | 9/14 at 100.00  |
| 10,000 | Gulf Coast Industrial Development Authority, Texas, Solid Waste Disposal Revenue Bonds, Citgo Petroleum Corporation Project, Series 1998, 8.000%, 4/01/28 (Alternative Minimum Tax) | 4/12 at 100.00  |
| 3,000  | Harris County Health Facilities Development Corporation, Texas, Revenue Bonds, Christus Health, Series 1999A, 5.375%, 7/01/24 (Pre-refunded 7/01/09) - MBIA Insured                 | 7/09 at 101.00  |

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| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL CALL PROVISIONS (2) |
|------------------------|-----------------|------------------------------|
|------------------------|-----------------|------------------------------|

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TEXAS (continued)

|           |   |                 |
|-----------|---|-----------------|
| \$ 30,980 | Harris County-Houston Sports Authority, Texas, Junior Lien Revenue Refunding Bonds, Series 2001B, 5.250%, 11/15/40 - MBIA Insured               | 11/11 at 100.00 |
| 40,000    | Harris County-Houston Sports Authority, Texas, Senior Lien Revenue Refunding Bonds, Series 2001A, 0.000%, 11/15/40 - MBIA Insured               | 11/30 at 54.04  |
|           | Hays Consolidated Independent School District, Hays County, Texas, General Obligation School Building Bonds, Series 2001:                       |                 |
| 10,715    | 0.000%, 8/15/25 (Pre-refunded 8/15/11)  | 8/11 at 43.18   |
| 12,940    | 0.000%, 8/15/26 (Pre-refunded 8/15/11)  | 8/11 at 40.60   |
|           | Houston, Texas, Hotel Occupancy Tax and Special Revenue Bonds, Convention and Entertainment Project, Series 2001B:                              |                 |
| 5,000     | 0.000%, 9/01/30 - AMBAC Insured   | No Opt. Call    |
| 5,000     | 0.000%, 9/01/31 - AMBAC Insured   | No Opt. Call    |
| 5,000     | Metro Health Facilities Development Corporation, Texas, Hospital Revenue Bonds, Wilson N. Jones Memorial Hospital, Series 2001, 7.250%, 1/01/31 | 1/11 at 100.00  |

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|  |  |                 |
|--|--|-----------------|
| 10,500   | Texas, General Obligation Bonds, Water Financial Assistance Program, Series 2001, 5.250%, 8/01/35  | 8/11 at 100.00  |
| 2,000  | Tom Green County Health Facilities Development Corporation, Texas, Hospital Revenue Bonds, Shannon Health System Project, Series 2001, 6.750%, 5/15/21 | 5/11 at 101.00  |
| <hr/>  |  |                 |
| 165,385  | Total Texas  |                 |
| <hr/>  |  |                 |
| VIRGINIA - 0.1% (0.1% OF TOTAL INVESTMENTS)  |  |                 |
| 5,000  | Pocahontas Parkway Association, Virginia, Senior Lien Revenue Bonds, Route 895 Connector Toll Road, Series 1998B, 0.000%, 8/15/33                      | 8/08 at 23.55   |
| <hr/>  |  |                 |
| WASHINGTON - 6.0% (4.1% OF TOTAL INVESTMENTS)  |  |                 |
| Seattle, Washington, Municipal Light and Power Revenue Refunding and Improvement Bonds, Series 2001: |  |                 |
| 4,820  | 5.500%, 3/01/19 - FSA Insured  | 3/11 at 100.00  |
| 7,250  | 5.125%, 3/01/26 - FSA Insured  | 3/11 at 100.00  |
| 3,500  | Tacoma, Washington, Electric System Revenue Refunding Bonds, Series 2001A, 5.750%, 1/01/18 (Pre-refunded 1/01/11) - FSA Insured                        | 1/11 at 101.00  |
| 7,500  | Washington State Healthcare Facilities Authority, Revenue Bonds, Sisters of Providence Health System, Series 2001A, 5.250%, 10/01/21 - MBIA Insured    | 10/11 at 100.00 |
| 985  | Washington State Tobacco Settlement Authority, Tobacco Settlement Asset-Backed Revenue Bonds, Series 2002, 6.500%, 6/01/26                             | 6/13 at 100.00  |
| 2,100  | Washington, Certificates of Participation, Washington Convention and Trade Center, Series 1999, 5.125%, 7/01/13 - MBIA Insured                         | 7/09 at 100.00  |
| <hr/>  |  |                 |
| 26,155   | Total Washington   |                 |
| <hr/>  |  |                 |
| WEST VIRGINIA - 1.1% (0.8% OF TOTAL INVESTMENTS)   |  |                 |
| 5,000  | Mason County, West Virginia, Pollution Control Revenue Bonds, Appalachian Power Company, Series 2003L, 5.500%, 10/01/22                                | 10/11 at 100.00 |
| <hr/>  |  |                 |
| WISCONSIN - 0.7% (0.5% OF TOTAL INVESTMENTS)   |  |                 |
| 1,000  | Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Divine Savior Healthcare, Series 2002A, 7.375%, 5/01/26 (Pre-refunded 5/01/12)   | 5/12 at 100.00  |
| 2,100  | Wisconsin Health and Educational Facilities Authority, Revenue   | 8/13 at 100.00  |

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Bonds, Wheaton Franciscan Services Inc., Series 2003A,  
5.125%, 8/15/33

|            |  |
|------------|--|
| 3,100      | Total Wisconsin                                      |
| \$ 741,997 | Total Long-Term Municipal Bonds (cost \$625,893,472) |

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Nuveen Dividend Advantage Municipal Fund 2 (NXZ) (continued)  
Portfolio of INVESTMENTS April 30, 2006 (Unaudited)

| SHARES | DESCRIPTION (1)                                  |
|--------|--|
|        | COMMON STOCKS - 0.1% (0.1% OF TOTAL INVESTMENTS) |
|        | AIRLINES - 0.1% (0.1% OF TOTAL INVESTMENTS)      |
| 12,027 | UAL Corporation (5) (6) (7)                      |
|        | Total Common Stocks (cost \$488,938)             |
|        | Total Investments (cost \$626,382,410) - 146.0%  |
|        | Other Assets Less Liabilities - 2.2%             |
|        | Preferred Shares, at Liquidation Value - (48.2)% |
|        | Net Assets Applicable to Common Shares - 100%    |

- (1) All percentages shown in the Portfolio of Investments are based on net assets applicable to Common shares unless otherwise noted.
- (2) Optional Call Provisions: 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. Certain mortgage-backed securities may be subject to periodic principal paydowns.
- (3) Ratings: Using the higher of Standard & Poor's or Moody's rating. Ratings below BBB by Standard & Poor's Group or Baa by Moody's Investor Service, Inc. are considered to be below investment grade.
- (4) Backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensure the timely payment of principal and interest. Such investments are normally considered to be equivalent to AAA rated securities.
- (5) Non-income producing.
- (6) On December 9, 2002, UAL Corporation ("UAL"), the holding company of United Air Lines, Inc. filed for

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federal bankruptcy protection. The Adviser determined that it was likely that United would not remain current on their interest payment obligations with respect to the bonds previously held and thus the Fund had stopped accruing interest on its UAL bonds.

- (7) On February 1, 2006, UAL emerged from federal bankruptcy with the acceptance of its reorganization plan by the bankruptcy court. Under the settle agreement established to meet UAL's unsecured bond obligations, the bondholders, including the Fund, received a distribution of UAL common stock during the subsequent month, and the bankruptcy court dismissed all unsecured claims of bondholders, including those of the Fund. Subsequent to fiscal year-end, the Fund liquidated its UAL common stock holdings.

N/R Not rated.

See accompanying notes to financial statements.

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Nuveen Dividend Advantage Municipal Fund 3 (NZF)  
 Portfolio of  
 INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL<br>AMOUNT (000)   | DESCRIPTION (1)   | OPTIONAL CALL<br>PROVISIONS (2) |
|---|---|---------------------------------|
| ALABAMA - 0.9% (0.6% OF TOTAL INVESTMENTS)  |   |                                 |
| \$ 5,655  | Alabama State Port Authority, Revenue Bonds, State Docks Department Facilities, Series 2001, 5.250%, 10/01/26 - AMBAC Insured (Alternative Minimum Tax) | 10/11 at 100.00                 |
| ALASKA - 0.7% (0.4% OF TOTAL INVESTMENTS)   |   |                                 |
| 4,000   | Alaska Student Loan Corporation, Student Loan Revenue Bonds, Series 1998A, 5.250%, 7/01/14 - AMBAC Insured (Alternative Minimum Tax)                    | 7/08 at 100.00                  |
| ARKANSAS - 0.9% (0.6% OF TOTAL INVESTMENTS)   |   |                                 |
| Sebastian County Health Facilities Board, Arkansas, Hospital Revenue Improvement Bonds, Sparks Regional Medical Center, Series 2001A: |   |                                 |
| 1,805   | 5.500%, 11/01/13  | 11/11 at 101.00                 |
| 1,900   | 5.500%, 11/01/14  | 11/11 at 101.00                 |
| 1,745   | 5.250%, 11/01/21  | 11/11 at 101.00                 |
| 5,450   | Total Arkansas  |                                 |

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CALIFORNIA - 10.7% (7.2% OF TOTAL INVESTMENTS)

|        |  |                |
|--------|--|----------------|
| 855    | California Health Facilities Financing Authority, Health Facility Revenue Bonds, Adventist Health System/West, Series 2003A, 5.000%, 3/01/28                             | 3/13 at 100.00 |
| 5,000  | California Infrastructure Economic Development Bank, Revenue Bonds, Kaiser Hospital Assistance LLC, Series 2001A, 5.550%, 8/01/31  | 8/11 at 102.00 |
| 5,000  | California Statewide Community Development Authority, Revenue Bonds, Kaiser Permanente System, Series 2004G, 2.300%, 4/01/34 (Mandatory put 5/01/07)                     | 4/34 at 100.00 |
| 18,850 | California, General Obligation Veterans Welfare Bonds, Series 2001BZ, 5.350%, 12/01/21 - MBIA Insured (Alternative Minimum Tax)  | 6/07 at 101.00 |
|        | Los Angeles Regional Airports Improvement Corporation, California, Lease Revenue Refunding Bonds, LAXFUEL Corporation at Los Angeles International Airport, Series 2001: |                |
| 13,955 | 5.750%, 1/01/16 - AMBAC Insured (Alternative Minimum Tax)  | 1/12 at 100.00 |
| 5,000  | 5.375%, 1/01/21 - AMBAC Insured (Alternative Minimum Tax)  | 1/12 at 100.00 |
| 1,500  | 5.250%, 1/01/23 - AMBAC Insured (Alternative Minimum Tax)  | 1/12 at 100.00 |
| 10,000 | 5.500%, 1/01/32 - AMBAC Insured (Alternative Minimum Tax)  | 1/12 at 100.00 |
| 10,000 | San Joaquin Hills Transportation Corridor Agency, Orange County, California, Toll Road Revenue Refunding Bonds, Series 1997A, 0.000%, 1/15/35 - MBIA Insured             | No Opt. Call   |
| 3,000  | San Mateo County Community College District, California, General Obligation Bonds, Series 2006C, 0.000%, 9/01/30 - MBIA Insured  | No Opt. Call   |
| -----  |  |                |
| 73,160 | Total California   |                |
| -----  |  |                |

COLORADO - 7.7% (5.1% OF TOTAL INVESTMENTS)

|       |  |                 |
|-------|--|-----------------|
| 2,250 | Canterberry Crossing Metropolitan District II, Parker, Colorado, Limited Tax General Obligation Bonds, Series 2002, 7.375%, 12/01/32                                 | 12/12 at 100.00 |
| 1,655 | Colorado Educational and Cultural Facilities Authority, Charter School Revenue Bonds, Belle Creek Education Center, Series 2002A, 7.625%, 3/15/32                    | 3/12 at 100.00  |
| 3,250 | Colorado Educational and Cultural Facilities Authority, Charter School Revenue Bonds, Montessori Peaks Building Foundation, Series 2002A, 8.000%, 5/01/32            | 5/12 at 102.00  |
| 1,775 | Colorado Educational and Cultural Facilities Authority, Charter School Revenue Bonds, Weld County School District 6 - Frontier Academy, Series 2001, 7.375%, 6/01/31 | 6/11 at 100.00  |
| 3,380 | Colorado Housing Finance Authority, Multifamily Project Bonds, Class I, Series 2001A-1, 5.500%, 4/01/31 (Alternative Minimum Tax)                                    | 10/11 at 100.00 |

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10,100 Colorado Springs, Colorado, Utility System Revenue Refunding and Improvement Bonds, Series 1997A, 5.375%, 11/15/26 11/07 at 100.00

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Nuveen Dividend Advantage Municipal Fund 3 (NZF) (continued)  
Portfolio of INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL AMOUNT (000)                                  | DESCRIPTION (1)   | OPTIONAL CALL PROVISIONS (2) |
|---|---|------------------------------|
| COLORADO (continued)                                    |   |                              |
|   | Denver City and County, Colorado, Airport System Revenue Bonds, Series 1996A:   |                              |
| \$ 19,150   | 5.750%, 11/15/16 - MBIA Insured   | 11/06 at 101.00              |
| 1,105   | 5.500%, 11/15/25 - MBIA Insured   | 11/06 at 101.00              |
| 2,000   | Denver City and County, Colorado, Airport System Revenue Refunding Bonds, Series 2001A, 5.500%, 11/15/16 - FGIC Insured (Alternative Minimum Tax)   | 11/11 at 100.00              |
| 1,000   | Plaza Metropolitan District 1, Lakewood, Colorado, Tax Increment Revenue Bonds, Series 2003, 8.000%, 12/01/25                                       | 6/14 at 101.00               |
| 45,665  | Total Colorado  |                              |
| DELAWARE - 0.5% (0.3% OF TOTAL INVESTMENTS)             |   |                              |
| 2,835   | Delaware Housing Authority, Multifamily Mortgage Revenue Bonds, Series 2001A, 5.400%, 7/01/24   | 7/12 at 100.00               |
| DISTRICT OF COLUMBIA - 1.0% (0.7% OF TOTAL INVESTMENTS) |   |                              |
| 6,000   | District of Columbia, Revenue Bonds, Catholic University of America, Series 1999, 5.625%, 10/01/29 - AMBAC Insured                                  | 10/09 at 101.00              |
| FLORIDA - 1.6% (1.1% OF TOTAL INVESTMENTS)              |   |                              |
| 2,000   | Dade County, Florida, Water and Sewerage System Revenue Bonds, Series 1997, 5.375%, 10/01/16 - FGIC Insured   | 10/07 at 102.00              |
|   | Orange County Housing Finance Authority, Florida, Multifamily Housing Revenue Bonds, Oak Glen Apartments, Series 2001G:                             |                              |
| 1,105   | 5.400%, 12/01/32 - FSA Insured  | 12/11 at 100.00              |
| 2,195   | 5.450%, 12/01/41 - FSA Insured  | 12/11 at 100.00              |
| 4,175   | Pace Property Finance Authority Inc., Florida, Utility System Improvement and Revenue Refunding Bonds, Series 1997, 5.250%, 9/01/17 - AMBAC Insured | 9/07 at 102.00               |

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-----  
 9,475 Total Florida  
 -----

GEORGIA - 2.3% (1.6% OF TOTAL INVESTMENTS)

|       |  |                 |
|-------|--|-----------------|
| 5,000 | Atlanta, Georgia, Airport General Revenue Bonds, Series 2000B,<br>5.625%, 1/01/30 - FGIC Insured (Alternative Minimum Tax)   | 1/10 at 101.00  |
| 2,700 | Atlanta, Georgia, Tax Allocation Bonds, Atlantic Station<br>Project, Series 2001, 7.900%, 12/01/24   | 12/11 at 101.00 |
| 3,740 | Gainesville and Hall County Hospital Authority, Georgia,<br>Revenue Anticipation Certificates, Northeast Georgia Health<br>Services Inc., Series 2001, 5.500%, 5/15/31 | 5/11 at 100.00  |
| 2,000 | Henry County Water and Sewerage Authority, Georgia, Revenue<br>Bonds, Series 2000, 5.625%, 2/01/30 (Pre-refunded<br>2/01/10) - FGIC Insured                            | 2/10 at 101.00  |

-----  
 13,440 Total Georgia  
 -----

HAWAII - 0.9% (0.6% OF TOTAL INVESTMENTS)

|       |   |                |
|-------|---|----------------|
| 5,125 | Hawaii, Highway Revenue Bonds, Series 2001,<br>5.375%, 7/01/21 (Pre-refunded 7/01/11) - FSA Insured | 7/11 at 100.00 |
|-------|---|----------------|

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ILLINOIS - 18.4% (12.4% OF TOTAL INVESTMENTS)

|        |   |                |
|--------|---|----------------|
| 3,000  | Chicago, Illinois, General Obligation Bonds, Neighborhoods<br>Alive 21 Program, Series 2001A, 5.500%, 1/01/31<br>(Pre-refunded 1/01/11) - FGIC Insured                              | 1/11 at 100.00 |
| 285    | Chicago, Illinois, General Obligation Refunding Bonds,<br>Series 1996B, 5.125%, 1/01/25 - FGIC Insured  | 1/08 at 100.00 |
| 8,375  | Chicago, Illinois, Revenue Bonds, Midway Airport,<br>Series 2001A, 5.500%, 1/01/19 - FSA Insured (Alternative<br>Minimum Tax)   | 1/11 at 101.00 |
| 1,750  | Chicago, Illinois, Sales Tax Revenue Bonds, Series 1998,<br>5.250%, 1/01/28 - FGIC Insured  | 7/08 at 102.00 |
| 10,800 | Chicago, Illinois, Sales Tax Revenue Bonds, Series 1999,<br>5.375%, 1/01/30 (Pre-refunded 1/01/09) - FGIC Insured   | 1/09 at 101.00 |
| 4,950  | Chicago, Illinois, Second Lien Passenger Facility Charge<br>Revenue Bonds, O'Hare International Airport, Series 2001A,<br>5.375%, 1/01/32 - AMBAC Insured (Alternative Minimum Tax) | 1/11 at 101.00 |



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| AMOUNT (000)  | DESCRIPTION (1)  | PROVISIONS (2)  |
|---|--|-----------------|
| ILLINOIS (continued)  |  |                 |
| \$ 8,610  | Chicago, Illinois, Second Lien Wastewater Transmission Revenue Bonds, Series 2001A, 5.500%, 1/01/26 (Pre-refunded 1/01/11) - AMBAC Insured                     | 1/11 at 100.00  |
| 2,220   | Chicago, Illinois, Second Lien Wastewater Transmission Revenue Bonds, Series 2001A, 5.500%, 1/01/16 - MBIA Insured   | No Opt. Call    |
| 10,000  | Chicago, Illinois, Senior Lien Water Revenue Bonds, Series 2001, 5.000%, 11/01/26 (Pre-refunded 11/01/11) - AMBAC Insured                                      | 11/11 at 100.00 |
| 1,665   | Chicago, Illinois, Third Lien General Airport Revenue Bonds, O'Hare International Airport, Series 2005A, 5.000%, 1/01/33 - FGIC Insured                        | 1/16 at 100.00  |
| 2,415   | Illinois Finance Authority, General Obligation Debt Certificates, Local Government Program - Kankakee County, Series 2005B, 5.000%, 12/01/24 - AMBAC Insured   | 12/14 at 100.00 |
| 1,100   | Illinois Health Facilities Authority, Revenue Bonds, Condell Medical Center, Series 2000, 6.500%, 5/15/30  | 5/10 at 101.00  |
| 9,000   | Illinois Health Facilities Authority, Revenue Bonds, Covenant Retirement Communities Inc., Series 2001, 5.875%, 12/01/31                                       | 12/11 at 101.00 |
| 15,000  | Illinois Health Facilities Authority, Revenue Bonds, Loyola University Health System, Series 2001A, 6.125%, 7/01/31  | 7/11 at 100.00  |
| 5,000   | Lake County School District 38, Big Hallow, Illinois, General Obligation Bonds, Series 2005, 0.000%, 2/01/22 - AMBAC Insured                                   | No Opt. Call    |
| 7,000   | Lombard Public Facilities Corporation, Illinois, First Tier Conference Center and Hotel Revenue Bonds, Series 2005A-1, 7.125%, 1/01/36                         | 1/16 at 100.00  |
| 16,900  | Metropolitan Pier and Exposition Authority, Illinois, Revenue Bonds, McCormick Place Expansion Project, Series 1999A, 5.250%, 12/15/28 - FGIC Insured          | 12/09 at 101.00 |
| 2,000   | Metropolitan Pier and Exposition Authority, Illinois, Revenue Refunding Bonds, McCormick Place Expansion Project, Series 1998A, 5.500%, 6/15/29 - FGIC Insured | No Opt. Call    |
| 110,070   | Total Illinois   |                 |
| INDIANA - 5.8% (3.9% OF TOTAL INVESTMENTS)  |  |                 |
| Clark-Pleasant Community School Building Corporation, Indiana, First Mortgage Bonds, Series 2001: |  |                 |
| 1,255   | 5.000%, 7/15/21 (Pre-refunded 1/15/12) - AMBAC Insured   | 1/12 at 100.00  |
| 1,000   | 5.000%, 1/15/26 (Pre-refunded 1/15/12) - AMBAC Insured   | 1/12 at 100.00  |

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|        |  |  |                 |
|--------|--|--|-----------------|
|        | Evansville Vanderburgh Public Library Lease Corporation,<br>Indiana, First Mortgage Bonds, Series 2001:  |  |                 |
| 2,000  | 5.750%, 7/15/18 (Pre-refunded 1/15/12) - MBIA Insured  |  | 1/12 at 100.00  |
| 2,750  | 5.125%, 1/15/24 (Pre-refunded 1/15/12) - MBIA Insured  |  | 1/12 at 100.00  |
| 3,405  | Gary, Indiana, GNMA/FHA Mortgage Revenue Bonds, Windsor<br>Square Project, Series 2001A, 5.375%, 10/20/41 (Alternative<br>Minimum Tax)   |  | 11/11 at 102.00 |
| 1,250  | Hamilton Southeastern Cumberland Campus School Building<br>Corporation, Indiana, First Mortgage Bonds, Series 2001,<br>5.125%, 1/15/23 - AMBAC Insured                                   |  | 1/12 at 100.00  |
| 9,500  | Indiana Educational Facilities Authority, Revenue Bonds,<br>Butler University, Series 2001, 5.500%, 2/01/26 - MBIA Insured   |  | 2/11 at 100.00  |
| 4,230  | Indiana Finance Authority, Educational Facilities Revenue Bonds,<br>Tudor Park Foundation, Series 2005B, 5.000%, 6/01/24   |  | 6/15 at 100.00  |
| 2,800  | Indiana Health Facility Financing Authority, Revenue Bonds,<br>Community Hospitals of Indiana, Series 2005A,<br>5.000%, 5/01/35 - AMBAC Insured  |  | 5/15 at 100.00  |
| 2,650  | Indianapolis, Indiana, Special Facility Revenue Bonds,<br>United Airlines Inc., Indianapolis Maintenance Center Project,<br>Series 1995A, 6.500%, 11/15/31 (Alternative Minimum Tax) (5) |  | 5/06 at 102.00  |
| 3,500  | University of Southern Indiana, Student Fee Bonds,<br>Series 2001H, 5.000%, 10/01/21 - AMBAC Insured   |  | 10/11 at 100.00 |
|        | Wayne County Jail Holding Corporation, Indiana, First<br>Mortgage Bonds, Series 2001:  |  |                 |
| 1,150  | 5.625%, 7/15/18 - AMBAC Insured  |  | 1/13 at 101.00  |
| 1,090  | 5.500%, 7/15/22 - AMBAC Insured  |  | 1/13 at 101.00  |
| 36,580 | Total Indiana  |  |                 |

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Nuveen Dividend Advantage Municipal Fund 3 (NZF) (continued)  
Portfolio of INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL<br>AMOUNT (000) | DESCRIPTION (1)   | OPTIONAL CALL<br>PROVISIONS (2) |
|---------------------------|---|---------------------------------|
|                           | IOWA - 5.9% (4.0% OF TOTAL INVESTMENTS)   |                                 |
| \$ 2,000                  | Iowa Finance Authority, Healthcare Revenue Bonds, Great River<br>Medical Center, Series 2001, 5.250%, 5/15/31 - FSA Insured | 5/11 at 100.00                  |
|                           | Iowa Tobacco Settlement Authority, Tobacco Settlement<br>Asset-Backed Revenue Bonds, Series 2001B:                          |                                 |
| 28,000                    | 5.300%, 6/01/25 (Pre-refunded 6/01/11)  | 6/11 at 101.00                  |
| 3,950                     | 5.600%, 6/01/35 (Pre-refunded 6/01/11)  | 6/11 at 101.00                  |

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33,950 Total Iowa

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KENTUCKY - 3.1% (2.1% OF TOTAL INVESTMENTS)

18,500 Louisville and Jefferson County Metropolitan Sewer District, 11/11 at 101.00  
 Kentucky, Sewer and Drainage System Revenue Bonds,  
 Series 2001A, 5.125%, 5/15/27 - MBIA Insured

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LOUISIANA - 3.4% (2.3% OF TOTAL INVESTMENTS)

19,890 Tobacco Settlement Financing Corporation, Louisiana, Tobacco 5/11 at 101.00  
 Settlement Asset-Backed Bonds, Series 2001B, 5.875%, 5/15/39

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MAINE - 1.1% (0.7% OF TOTAL INVESTMENTS)

Maine State Housing Authority, Single Family Mortgage  
 Purchase Bonds, Series 2001B:  
 4,610 5.400%, 11/15/21 (Alternative Minimum Tax) 11/10 at 100.00  
 1,800 5.500%, 11/15/32 (Alternative Minimum Tax) 11/10 at 100.00

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6,410 Total Maine

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MARYLAND - 2.0% (1.3% OF TOTAL INVESTMENTS)

1,570 Maryland Community Development Administration, Insured 7/11 at 100.00  
 Multifamily Housing Mortgage Loan Revenue Bonds,  
 Series 2001B, 5.250%, 7/01/21 (Alternative Minimum Tax)  
 10,600 Maryland Energy Financing Administration, Revenue Bonds, 9/07 at 100.00  
 AES Warrior Run Project, Series 1995, 7.400%, 9/01/19  
 (Alternative Minimum Tax)

---

12,170 Total Maryland

---

MASSACHUSETTS - 1.7% (1.1% OF TOTAL INVESTMENTS)

5,000 Massachusetts Port Authority, Special Facilities Revenue 1/11 at 101.00  
 Bonds, Delta Air Lines Inc., Series 2001A, 5.500%, 1/01/18 -  
 AMBAC Insured (Alternative Minimum Tax)  
 5,150 Massachusetts Turnpike Authority, Metropolitan Highway 1/07 at 102.00  
 System Revenue Bonds, Senior Series 1997A,  
 5.000%, 1/01/37 - MBIA Insured

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10,150 Total Massachusetts

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MICHIGAN - 9.1% (6.1% OF TOTAL INVESTMENTS)

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|        |  |                 |
|--------|--|-----------------|
| 15,000 | 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. Call    |
| 11,000 | Kent Hospital Finance Authority, Michigan, Revenue Bonds, Spectrum Health, Series 2001A, 5.500%, 1/15/31 (Pre-refunded 7/15/11)  | 7/11 at 101.00  |
| 1,235  | Michigan State Building Authority, Revenue Bonds, Facilities Program, Series 2001I, 5.500%, 10/15/18   | 10/11 at 100.00 |
| 1,355  | Michigan State Hospital Finance Authority, Hospital Revenue Bonds, Detroit Medical Center Obligated Group, Series 1998A, 5.250%, 8/15/23                               | 8/08 at 101.00  |
| 3,485  | Michigan State Hospital Finance Authority, Hospital Revenue Refunding Bonds, Sisters of Mercy Health Corporation, Series 1993P, 5.375%, 8/15/14 - MBIA Insured (ETM)   | No Opt. Call    |
|        | Michigan State Hospital Finance Authority, Hospital Revenue Refunding Bonds, Sparrow Obligated Group, Series 2001:   |                 |
| 1,400  | 5.500%, 11/15/21   | 11/11 at 101.00 |
| 2,500  | 5.625%, 11/15/31   | 11/11 at 101.00 |
| 12,640 | Royal Oak Hospital Finance Authority, Michigan, Hospital Revenue Bonds, William Beaumont Hospital, Series 2001M, 5.250%, 11/15/31 - MBIA Insured                       | 11/11 at 100.00 |
| 2,395  | Ypsilanti Community Utilities Authority, Washtenaw County, Michigan, General Obligation Bonds, Sanitary Sewerage System 3, Series 2001, 5.100%, 5/01/31 - FGIC Insured | 5/11 at 100.00  |
| -----  |  |                 |
| 51,010 | Total Michigan   |                 |
| -----  |  |                 |

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| PRINCIPAL AMOUNT (000) | DESCRIPTION (1)   | OPTIONAL CALL PROVISIONS (2) |
|------------------------|---|------------------------------|
|                        | MINNESOTA - 0.4% (0.3% OF TOTAL INVESTMENTS)  |                              |
| \$ 2,340               | Dakota County Community Development Agency, Minnesota, GNMA Collateralized Multifamily Housing Revenue Bonds, Rose Apartments Project, Series 2001, 6.350%, 10/20/37 (Alternative Minimum Tax)  | 10/11 at 105.00              |
|                        | -----   |                              |
|                        | MISSISSIPPI - 0.4% (0.2% OF TOTAL INVESTMENTS)  |                              |
| 2,155                  | Mississippi Business Finance Corporation, GNMA Collateralized Retirement Facility Mortgage Revenue Refunding Bonds, Aldersgate Retirement Community Inc. Project, Series 1999A, 5.450%, 5/20/34 | 5/09 at 103.00               |
| -----                  |   |                              |

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MISSOURI - 2.5% (1.7% OF TOTAL INVESTMENTS)

|       |  |                 |
|-------|--|-----------------|
| 1,825 | Fenton, Missouri, Tax Increment Refunding and Improvement Revenue Bonds, Gravois Bluffs Redevelopment Project, Series 2002, 6.125%, 10/01/21 (Pre-refunded 10/01/12) | 10/12 at 100.00 |
|-------|--|-----------------|

Missouri Development Finance Board, Cultural Facilities Revenue Bonds, Nelson Gallery Foundation, Series 2001A:

|       |                                 |                 |
|-------|---------------------------------|-----------------|
| 3,335 | 5.250%, 12/01/19 - MBIA Insured | 12/11 at 100.00 |
| 3,510 | 5.250%, 12/01/20 - MBIA Insured | 12/11 at 100.00 |
| 3,695 | 5.250%, 12/01/21 - MBIA Insured | 12/11 at 100.00 |
| 2,040 | 5.250%, 12/01/22 - MBIA Insured | 12/11 at 100.00 |

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|        |                |  |
|--------|----------------|--|
| 14,405 | Total Missouri |  |
|--------|----------------|--|

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MONTANA - 0.9% (0.6% OF TOTAL INVESTMENTS)

|       |  |                |
|-------|--|----------------|
| 5,000 | Montana Board of Investments, Exempt Facility Revenue Bonds, Stillwater Mining Company, Series 2000, 8.000%, 7/01/20 (Alternative Minimum Tax) | 7/10 at 101.00 |
|-------|--|----------------|

NEBRASKA - 0.9% (0.6% OF TOTAL INVESTMENTS)

Nebraska Investment Finance Authority, Single Family Housing Revenue Bonds, Series 2001D:

|       |   |                |
|-------|---|----------------|
| 2,255 | 5.250%, 9/01/21 (Alternative Minimum Tax) | 9/11 at 100.00 |
| 3,035 | 5.375%, 9/01/32 (Alternative Minimum Tax) | 9/11 at 100.00 |

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|       |                |  |
|-------|----------------|--|
| 5,290 | Total Nebraska |  |
|-------|----------------|--|

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NEVADA - 7.8% (5.3% OF TOTAL INVESTMENTS)

|        |  |                |
|--------|--|----------------|
| 35,000 | Clark County, Nevada, Limited Tax General Obligation Bank Bonds, Series 2000, 5.500%, 7/01/30 - MBIA Insured | 7/10 at 100.00 |
|--------|--|----------------|

|       |   |                |
|-------|---|----------------|
| 2,000 | 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 100.00 |
|-------|---|----------------|

|       |  |                |
|-------|--|----------------|
| 4,000 | Director of Nevada State Department of Business and Industry, Revenue Bonds, Las Vegas Monorail Project, Second Tier, Series 2000, 7.375%, 1/01/40 | 1/10 at 102.00 |
|-------|--|----------------|

|     |   |                |
|-----|---|----------------|
| 265 | Nevada Housing Division, Single Family Mortgage Bonds, Senior Series 1998A-1, 5.300%, 4/01/18 (Alternative Minimum Tax) | 4/08 at 101.50 |
|-----|---|----------------|

|       |   |                |
|-------|---|----------------|
| 4,290 | University of Nevada, Revenue Bonds, Community College System, Series 2001A, 5.250%, 7/01/26 - FGIC Insured | 1/12 at 100.00 |
|-------|---|----------------|

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|        |              |  |
|--------|--------------|--|
| 45,555 | Total Nevada |  |
|--------|--------------|--|

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| NEW HAMPSHIRE - 0.2% (0.3% OF TOTAL INVESTMENTS) |   |                 |
|--|---|-----------------|
| 2,000  | New Hampshire Health and Education Authority, Hospital Revenue Bonds, Concord Hospital, Series 2001, 5.500%, 10/01/21 - FSA Insured   | 10/11 at 101.00 |
| NEW JERSEY - 2.4% (1.6% OF TOTAL INVESTMENTS)    |   |                 |
| 10,000   | New Jersey Economic Development Authority, Water Facilities Revenue Bonds, American Water Company, Series 2002A, 5.250%, 11/01/32 - AMBAC Insured (Alternative Minimum Tax) | 11/12 at 101.00 |
| 4,125  | New Jersey Transit Corporation, Certificates of Participation, Federal Transit Administration Grants, Series 2002A, 5.500%, 9/15/13 - AMBAC Insured                         | No Opt. Call    |
| 14,125   | Total New Jersey  |                 |

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Nuveen Dividend Advantage Municipal Fund 3 (NZF) (continued)  
Portfolio of INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL AMOUNT (000)                      | DESCRIPTION (1)  | OPTIONAL CALL PROVISIONS (2) |
|---|--|------------------------------|
| NEW YORK - 4.4% (2.9% OF TOTAL INVESTMENTS) |  |                              |
| \$ 1,780                                    | East Rochester Housing Authority, New York, GNMA Secured Revenue Bonds, Gates Senior Housing Inc., Series 2001, 5.300%, 4/20/31  | 10/11 at 101.00              |
| 5,350                                       | Metropolitan Transportation Authority, New York, Dedicated Tax Fund Bonds, Series 2001A, 5.000%, 11/15/31 (Pre-refunded 11/15/11) - FGIC Insured                                   | 11/11 at 100.00              |
| 4,155                                       | Monroe County Airport Authority, New York, Revenue Refunding Bonds, Greater Rochester International Airport, Series 1999, 5.750%, 1/01/13 - MBIA Insured (Alternative Minimum Tax) | No Opt. Call                 |
|   | New York City Municipal Water Finance Authority, New York, Water and Sewerage System Revenue Bonds, Fiscal Series 2001A:   |                              |
| 3,610                                       | 5.500%, 6/15/33 (Pre-refunded 6/15/10) - MBIA Insured  | 6/10 at 101.00               |
| 5,710                                       | 5.500%, 6/15/33 (Pre-refunded 6/15/10) - FGIC Insured  | 6/10 at 101.00               |
| 2,500                                       | New York City, New York, General Obligation Bonds, Fiscal Series 2002G, 5.625%, 8/01/20 - MBIA Insured   | 8/12 at 100.00               |
| 2,000                                       | New York State Tobacco Settlement Financing Corporation, Tobacco Settlement Asset-Backed and State Contingency Contract-Backed Bonds, Series 2003B-1C, 5.500%, 6/01/16             | 6/11 at 100.00               |

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|   |   |  |                 |
|---|---|--|-----------------|
| 25,105  | Total New York  |  |                 |
| -----   |   |  |                 |
| NORTH CAROLINA - 1.1% (0.7% OF TOTAL INVESTMENTS)   |   |  |                 |
| Charlotte-Mecklenburg Hospital Authority, North Carolina,<br>Healthcare System Revenue Bonds, DBA Carolinas Healthcare<br>System, Series 2005A: |   |  |                 |
| 1,750   | 4.875%, 1/15/32   |  | 1/15 at 100.00  |
| 3,000   | 5.000%, 1/15/45   |  | 1/15 at 100.00  |
| 1,800   | North Carolina Municipal Power Agency 1, Catawba Electric<br>Revenue Bonds, Series 2003A, 5.500%, 1/01/13   |  | No Opt. Call    |
| 6,550   | Total North Carolina  |  |                 |
| -----   |   |  |                 |
| OHIO - 2.3% (1.5% OF TOTAL INVESTMENTS)   |   |  |                 |
| 2,370   | Ohio Housing Finance Agency, GNMA Mortgage-Backed<br>Securities Program Residential Mortgage Revenue Bonds,<br>Series 1998A-1, 5.300%, 9/01/19 - FSA Insured (Alternative<br>Minimum Tax) |  | 3/08 at 101.50  |
| 7,600   | Ohio Water Development Authority, Solid Waste Disposal<br>Revenue Bonds, Bay Shore Power, Series 1998B,<br>6.625%, 9/01/20 (Alternative Minimum Tax)                                      |  | 9/09 at 102.00  |
| Portage County, Ohio, General Obligation Bonds, Series 2001:  |   |  |                 |
| 1,870   | 5.000%, 12/01/21 - FGIC Insured   |  | 12/11 at 100.00 |
| 1,775   | 5.000%, 12/01/23 - FGIC Insured   |  | 12/11 at 100.00 |
| 13,615  | Total Ohio  |  |                 |
| -----   |   |  |                 |
| OKLAHOMA - 0.4% (0.3% OF TOTAL INVESTMENTS)   |   |  |                 |
| 2,500   | Oklahoma Development Finance Authority, Revenue Refunding<br>Bonds, Hillcrest Healthcare System, Series 1999A,<br>5.625%, 8/15/29 (Pre-refunded 8/15/09)                                  |  | 8/09 at 101.00  |
| -----   |   |  |                 |
| OREGON - 2.5% (1.7% OF TOTAL INVESTMENTS)   |   |  |                 |
| 4,700   | Oregon Health, Housing, Educational and Cultural Facilities<br>Authority, Revenue Bonds, PeaceHealth Project, Series 2001,<br>5.250%, 11/15/21 - AMBAC Insured                            |  | 11/11 at 101.00 |
| 10,000  | Oregon Housing and Community Services Department,<br>Multifamily Housing Revenue Bonds, Series 2000A,<br>6.050%, 7/01/42 (Alternative Minimum Tax)  |  | 7/10 at 100.00  |
| 14,700  | Total Oregon  |  |                 |
| -----   |   |  |                 |

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PENNSYLVANIA - 1.9% (1.3% OF TOTAL INVESTMENTS)

|       |  |  |                 |
|-------|--|--|-----------------|
|       | Allegheny County Hospital Development Authority, Pennsylvania,<br>Revenue Bonds, West Penn Allegheny Health System, Series 2000B:  |  |                 |
| 2,000 | 9.250%, 11/15/22   |  | 11/10 at 102.00 |
| 2,000 | 9.250%, 11/15/30   |  | 11/10 at 102.00 |
| 3,500 | Pennsylvania Economic Development Financing Authority,<br>Senior Lien Resource Recovery Revenue Bonds, Northampton<br>Generating Project, Series 1994A, 6.600%, 1/01/19<br>(Alternative Minimum Tax) |  | 7/06 at 100.00  |

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| PRINCIPAL<br>AMOUNT (000) | DESCRIPTION (1)  | OPTIONAL CALL<br>PROVISIONS (2) |
|---------------------------|--|---------------------------------|
| -----                     |  |                                 |
|                           | PENNSYLVANIA (continued)   |                                 |
| \$ 3,205                  | Philadelphia School District, Pennsylvania, General Obligation<br>Bonds, Series 2002B, 5.625%, 8/01/16 (Pre-refunded<br>8/01/12) - FGIC Insured        | 8/12 at 100.00                  |
| -----                     |  |                                 |
| 10,705                    | Total Pennsylvania   |                                 |
| -----                     |  |                                 |
|                           | SOUTH CAROLINA - 1.6% (1.1% OF TOTAL INVESTMENTS)  |                                 |
| 2,185                     | Greenville County, South Carolina, Special Source Revenue<br>Bonds, Road Improvement Project, Series 2001,<br>5.500%, 4/01/21 - AMBAC Insured          | 4/11 at 101.00                  |
| 6,850                     | South Carolina Transportation Infrastructure Bank, Revenue<br>Bonds, Series 2001A, 5.500%, 10/01/22 (Pre-refunded<br>10/01/11) - AMBAC Insured         | 10/11 at 100.00                 |
| -----                     |  |                                 |
| 9,035                     | Total South Carolina   |                                 |
| -----                     |  |                                 |
|                           | TENNESSEE - 1.3% (0.9% OF TOTAL INVESTMENTS)   |                                 |
| 5,210                     | Memphis-Shelby County Airport Authority, Tennessee,<br>Airport Revenue Bonds, Series 2001A, 5.500%, 3/01/14 -<br>FSA Insured (Alternative Minimum Tax) | 3/11 at 100.00                  |
| 1,185                     | Tennessee Housing Development Agency, Homeownership<br>Program Bonds, Series 1998-2, 5.350%, 7/01/23 (Alternative<br>Minimum Tax)                      | 1/09 at 101.00                  |
| 1,290                     | Tennessee Housing Development Agency, Homeownership<br>Program Bonds, Series 2001-3A, 5.200%, 7/01/22 (Alternative                                     | 7/11 at 100.00                  |



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Minimum Tax)

| -----                                      |   | ----- |              |
|--|---|-------|--------------|
| 7,685                                      | Total Tennessee   |       |              |
| -----                                      |   |       |              |
| TEXAS - 18.0% (12.1% OF TOTAL INVESTMENTS) |   |       |              |
| 1,125                                      | Brushy Creek Municipal Utility District, Williamson County, Texas, Combination Unlimited Tax and Revenue Refunding Bonds, Series 2001, 5.125%, 6/01/26 - FSA Insured                            | 6/09  | at 100.00    |
|  | Collins and Denton Counties, Frisco, Texas, General Obligation Bonds, Series 2001:  |       |              |
| 1,910                                      | 5.000%, 2/15/20 - FGIC Insured  | 2/11  | at 100.00    |
| 2,005                                      | 5.000%, 2/15/21 - FGIC Insured  | 2/11  | at 100.00    |
| 3,850                                      | Dallas-Ft. Worth International Airport, Texas, Joint Revenue Refunding and Improvement Bonds, Series 2001A, 5.500%, 11/01/35 - FGIC Insured (Alternative Minimum Tax)                           | 11/11 | at 100.00    |
| 5,000                                      | Decatur Hospital Authority, Texas, Revenue Bonds, Wise Regional Health System, Series 2004A, 7.000%, 9/01/25  | 9/14  | at 100.00    |
| 4,040                                      | Harris County, Texas, Tax and Revenue Certificates of Obligation, Series 2001, 5.000%, 8/15/27  | 8/11  | at 100.00    |
| 6,000                                      | Houston, Texas, Junior Lien Water and Sewerage System Revenue Refunding Bonds, Series 2001B, 5.500%, 12/01/29 - MBIA Insured (ETM)  |       | No Opt. Call |
| 7,000                                      | Houston, Texas, Subordinate Lien Airport System Revenue Bonds, Series 1998B, 5.250%, 7/01/14 - FGIC Insured (Alternative Minimum Tax)   | 7/08  | at 101.00    |
|  | Houston, Texas, Subordinate Lien Airport System Revenue Refunding Bonds, Series 2001A:  |       |              |
| 2,525                                      | 5.500%, 7/01/13 - FGIC Insured (Alternative Minimum Tax)  | 1/12  | at 100.00    |
| 2,905                                      | 5.500%, 7/01/14 - FGIC Insured (Alternative Minimum Tax)  | 1/12  | at 100.00    |
|  | Jefferson County Health Facilities Development Corporation, Texas, FHA-Insured Mortgage Revenue Bonds, Baptist Hospital of Southeast Texas, Series 2001:  |       |              |
| 8,500                                      | 5.400%, 8/15/31 - AMBAC Insured   | 8/11  | at 100.00    |
| 8,500                                      | 5.500%, 8/15/41 - AMBAC Insured   | 8/11  | at 100.00    |
| 10,700                                     | Laredo Independent School District, Webb County, Texas, General Obligation Refunding Bonds, Series 2001, 5.000%, 8/01/25  | 8/11  | at 100.00    |
| 2,500                                      | Matagorda County Navigation District 1, Texas, Collateralized Revenue Refunding Bonds, Houston Light and Power Company, Series 1997, 5.125%, 11/01/28 - AMBAC Insured (Alternative Minimum Tax) |       | No Opt. Call |
| 1,540                                      | Medina Valley Independent School District, Medina County, Texas, General Obligation Bonds, Series 2001, 5.250%, 2/15/26 (Pre-refunded 2/15/11)  | 2/11  | at 100.00    |
| 5,430                                      | Mineral Wells Independent School District, Pale Pinto and Parker Counties, Texas, Unlimited School Tax Building and   | 2/08  | at 100.00    |

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Refunding Bonds, Series 1998, 4.750%, 2/15/22

3,000 North Central Texas Health Facilities Development Corporation, 2/08 at 102.00  
Revenue Bonds, Texas Health Resources System, Series 1997B,  
5.375%, 2/15/26 - MBIA Insured

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Nuveen Dividend Advantage Municipal Fund 3 (NZF) (continued)  
Portfolio of INVESTMENTS April 30, 2006 (Unaudited)

| PRINCIPAL<br>AMOUNT (000) | DESCRIPTION (1)   | OPTIONAL CALL<br>PROVISIONS (2) |
|---------------------------|---|---------------------------------|
| -----                     |   |                                 |
|                           | TEXAS (continued)   |                                 |
| \$ 3,045                  | Port of Houston Authority, Harris County, Texas, General<br>Obligation Port Improvement Bonds, Series 2001B,<br>5.500%, 10/01/17 - FGIC Insured (Alternative Minimum Tax) | 10/11 at 100.00                 |
| 10,715                    | Texas Department of Housing and Community Affairs,<br>Residential Mortgage Revenue Bonds, Series 2001A,<br>5.350%, 7/01/33 (Alternative Minimum Tax)                      | 7/11 at 100.00                  |
| 15,700                    | Texas Water Development Board, Senior Lien State Revolving<br>Fund Revenue Bonds, Series 1996B, 5.125%, 7/15/18   | 1/07 at 100.00                  |
| -----                     |   |                                 |
| 105,990                   | Total Texas   |                                 |
| -----                     |   |                                 |
|                           | UTAH - 0.9% (0.6% OF TOTAL INVESTMENTS)   |                                 |
|                           | Utah Housing Corporation, Single Family Mortgage Bonds,<br>Series 2001E:  |                                 |
| 1,935                     | 5.200%, 1/01/18 (Alternative Minimum Tax)   | 7/11 at 100.00                  |
| 605                       | 5.500%, 1/01/23 (Alternative Minimum Tax)   | 7/11 at 100.00                  |
|                           | Utah Housing Corporation, Single Family Mortgage Bonds,<br>Series 2001F-1:  |                                 |
| 2,435                     | 4.950%, 7/01/18 (Alternative Minimum Tax)   | 7/11 at 100.00                  |
| 620                       | 5.300%, 7/01/23 (Alternative Minimum Tax)   | 7/11 at 100.00                  |
| -----                     |   |                                 |
| 5,595                     | Total Utah  |                                 |
| -----                     |   |                                 |
|                           | VIRGINIA - 0.8% (0.5% OF TOTAL INVESTMENTS)   |                                 |
| 7,000                     | Pocahontas Parkway Association, Virginia, Senior Lien Revenue<br>Bonds, Route 895 Connector Toll Road, Series 1998B,<br>0.000%, 8/15/13                                   | 8/08 at 77.58                   |
| -----                     |   |                                 |
|                           | WASHINGTON - 15.9% (10.7% OF TOTAL INVESTMENTS)   |                                 |

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|        |   |  |                 |
|--------|---|--|-----------------|
|        | Bellingham Housing Authority, Washington, Housing Revenue Bonds, Varsity Village Project, Series 2001A:   |  |                 |
| 1,000  | 5.500%, 12/01/27 - MBIA Insured   |  | 12/11 at 100.00 |
| 2,000  | 5.600%, 12/01/36 - MBIA Insured   |  | 12/11 at 100.00 |
| 1,500  | Grays Harbor County Public Utility District 1, Washington, Electric System Revenue Bonds, Series 2001, 5.125%, 1/01/22 - AMBAC Insured  |  | 1/11 at 100.00  |
| 2,475  | Klickitat County Public Utility District 1, Washington, Electric Revenue Bonds, Series 2001B, 5.000%, 12/01/26 - AMBAC Insured  |  | 12/11 at 100.00 |
| 12,955 | Port of Seattle, Washington, Passenger Facility Charge Revenue Bonds, Series 1998B, 5.300%, 12/01/16 - AMBAC Insured (Alternative Minimum Tax)  |  | 12/08 at 101.00 |
|        | Port of Seattle, Washington, Revenue Bonds, Series 2001B:   |  |                 |
| 2,535  | 5.625%, 4/01/18 - FGIC Insured (Alternative Minimum Tax)  |  | 10/11 at 100.00 |
| 16,000 | 5.100%, 4/01/24 - FGIC Insured (Alternative Minimum Tax)  |  | 10/08 at 100.00 |
| 2,090  | Public Utility District 1, Benton County, Washington, Electric Revenue Refunding Bonds, Series 2001A, 5.625%, 11/01/15 - FSA Insured  |  | 11/11 at 100.00 |
| 5,680  | Seattle, Washington, Municipal Light and Power Revenue Refunding and Improvement Bonds, Series 2001, 5.500%, 3/01/18 - FSA Insured  |  | 3/11 at 100.00  |
| 4,530  | Tacoma, Washington, Solid Waste Utility Revenue Refunding Bonds, Series 2001, 5.250%, 12/01/21 - AMBAC Insured  |  | 12/11 at 100.00 |
| 3,720  | Washington State Healthcare Facilities Authority, Revenue Bonds, Children's Hospital and Regional Medical Center, Series 2001, 5.375%, 10/01/18 (Pre-refunded 10/01/11) - AMBAC Insured |  | 10/11 at 100.00 |
|        | Washington State Healthcare Facilities Authority, Revenue Bonds, Good Samaritan Hospital, Series 2001:  |  |                 |
| 5,480  | 5.500%, 10/01/21 - RAAI Insured   |  | 10/11 at 101.00 |
| 25,435 | 5.625%, 10/01/31 - RAAI Insured   |  | 10/11 at 101.00 |
|        | Washington State Healthcare Facilities Authority, Revenue Bonds, Group Health Cooperative of Puget Sound, Series 2001:  |  |                 |
| 3,005  | 5.375%, 12/01/17 - AMBAC Insured  |  | 12/11 at 101.00 |
| 2,915  | 5.375%, 12/01/18 - AMBAC Insured  |  | 12/11 at 101.00 |
| 2,250  | Washington, Certificates of Participation, Washington Convention and Trade Center, Series 1999, 5.250%, 7/01/14 - MBIA Insured  |  | 7/09 at 100.00  |
| 93,570 | Total Washington  |  |                 |

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-----  
WISCONSIN - 4.5% (3.0% OF TOTAL INVESTMENTS)

|    |         |   |                 |
|----|---------|---|-----------------|
|    |         | Appleton, Wisconsin, Waterworks Revenue Refunding Bonds,<br>Series 2001:  |                 |
| \$ | 3,705   | 5.375%, 1/01/20 - FGIC Insured  | 1/12 at 100.00  |
|    | 1,850   | 5.000%, 1/01/21 - FGIC Insured  | 1/12 at 100.00  |
|    | 1,735   | Evansville Community School District, Dane, Green and Rock<br>Counties, Wisconsin, General Obligation Refunding Bonds,<br>Series 2001, 5.500%, 4/01/20 (Pre-refunded 4/01/11) -<br>FGIC Insured | 4/11 at 100.00  |
|    | 12,250  | La Crosse, Wisconsin, Pollution Control Revenue Refunding<br>Bonds, Dairyland Power Cooperative, Series 1997B,<br>5.550%, 2/01/15 - AMBAC Insured   | 12/08 at 102.00 |
|    | 4,000   | Wisconsin Health and Educational Facilities Authority, Revenue<br>Bonds, Froedtert and Community Health Obligated Group,<br>Series 2001, 5.375%, 10/01/30                                       | 10/11 at 101.00 |
|    | 2,500   | Wisconsin Health and Educational Facilities Authority, Revenue<br>Bonds, Marshfield Clinic, Series 2001B, 6.000%, 2/15/25   | 2/12 at 100.00  |
|    | 26,040  | Total Wisconsin   |                 |
| \$ | 888,495 | Total Investments (cost \$875,641,653) - 148.8%   |                 |

-----  
Other Assets Less Liabilities - 2.0%

-----  
Preferred Shares, at Liquidation Value - (50.8)%

-----  
Net Assets Applicable to Common Shares - 100%  
=====

- (1) All percentages shown in the Portfolio of Investments are based on net assets applicable to Common shares unless otherwise noted.
- (2) Optional Call Provisions: 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. Certain mortgage-backed securities may be subject to periodic principal paydowns.
- (3) Ratings: Using the higher of Standard & Poor's or Moody's rating. Ratings below BBB by Standard & Poor's Group or Baa by Moody's Investor Service, Inc. are considered to be below investment grade.
- (4) Backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensure the timely payment of principal and interest. Such investments are normally considered to be equivalent to AAA rated securities.
- (5) On December 9, 2002, UAL Corporation ("UAL"), the holding company of United Air Lines, Inc. filed for federal bankruptcy protection. The Adviser determined

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that it was likely that United would not remain current on their interest payment obligations with respect to the bonds previously held and thus the Fund had stopped accruing interest on its UAL bonds.

N/R Not rated.

(ETM) Escrowed to maturity.

See accompanying notes to financial statements.

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Statement of  
ASSETS AND LIABILITIES April 30, 2006 (Unaudited)

|   | PERFORMANCE<br>PLUS<br>(NPP) | MUNICIPAL<br>ADVANTAGE<br>(NMA) | MARKET<br>OPPORTUNITY<br>(NMO) | DIVIDEND<br>ADVANTAGE<br>(NAD) |
|---|------------------------------|---------------------------------|--------------------------------|--------------------------------|
| <b>ASSETS</b>   |                              |                                 |                                |                                |
| Investments, at value<br>(cost \$1,290,078,842,<br>\$947,766,169, \$992,774,492,<br>\$825,790,358, \$626,382,410<br>and \$875,641,653,<br>respectively) | \$1,365,689,434              | \$1,010,621,834                 | \$1,050,320,041                | \$879,445,825                  |
| Cash  | --                           | --                              | --                             | 735,060                        |
| Receivables:  |                              |                                 |                                |                                |
| Interest  | 21,431,602                   | 17,454,437                      | 16,532,495                     | 13,238,737                     |
| Investments sold  | 18,402,720                   | 10,506,472                      | 50,000                         | 521,843                        |
| Other assets  | 118,960                      | 73,464                          | 74,748                         | 64,359                         |
| <b>Total assets</b>   | <b>1,405,642,716</b>         | <b>1,038,656,207</b>            | <b>1,066,977,284</b>           | <b>894,005,824</b>             |
| <b>LIABILITIES</b>  |                              |                                 |                                |                                |
| Cash overdraft  | 4,126,524                    | 865,919                         | 2,632,979                      | --                             |
| Payable for investments<br>purchased  | 4,387,800                    | 11,609,010                      | --                             | 4,387,800                      |
| Accrued expenses:   |                              |                                 |                                |                                |
| Management fees   | 696,493                      | 516,531                         | 534,898                        | 302,895                        |
| Other   | 277,762                      | 203,875                         | 213,108                        | 157,893                        |
| Preferred share dividends<br>payable  | 233,926                      | 186,455                         | 202,772                        | 136,518                        |
| <b>Total liabilities</b>  | <b>9,722,505</b>             | <b>13,381,790</b>               | <b>3,583,757</b>               | <b>4,985,106</b>               |
| Preferred shares, at<br>liquidation value   | 479,000,000                  | 358,000,000                     | 380,000,000                    | 295,000,000                    |
| Net assets applicable to<br>Common shares   | \$ 916,920,211               | \$ 667,274,417                  | \$ 683,393,527                 | \$594,020,718                  |
| Common shares outstanding   | 59,914,073                   | 43,065,903                      | 45,540,872                     | 39,267,491                     |
| Net asset value per Common  |                              |                                 |                                |                                |

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|  |                |                |                |               |
|--|----------------|----------------|----------------|---------------|
| share outstanding (net assets applicable to Common shares, divided by Common shares outstanding) | \$ 15.30       | \$ 15.49       | \$ 15.01       | \$ 15.13      |
| NET ASSETS APPLICABLE TO COMMON SHARES CONSIST OF:   |                |                |                |               |
| Common shares, \$.01 par value per share   | \$ 599,141     | \$ 430,659     | \$ 455,409     | \$ 392,675    |
| Paid-in surplus  | 836,423,631    | 601,673,873    | 635,499,922    | 558,149,941   |
| Undistributed (Over-distribution of) net investment income                                       | 3,535,291      | 4,235,570      | 2,384,259      | 2,329,322     |
| Accumulated net realized gain (loss) from investments and derivative transactions                | 751,556        | (1,921,350)    | (12,491,612)   | (20,506,687)  |
| Net unrealized appreciation (depreciation) of investments  | 75,610,592     | 62,855,665     | 57,545,549     | 53,655,467    |
| Net assets applicable to Common shares   | \$ 916,920,211 | \$ 667,274,417 | \$ 683,393,527 | \$594,020,718 |
| 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.

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Statement of  
OPERATIONS Six Months Ended April 30, 2006 (Unaudited)

|   | PERFORMANCE PLUS (NPP) | MUNICIPAL ADVANTAGE (NMA) | MARKET OPPORTUNITY (NMO) | DIVIDEND ADVANTAGE (NAD) |
|---|------------------------|---------------------------|--------------------------|--------------------------|
| INVESTMENT INCOME                                 | \$35,380,264           | \$27,251,067              | \$27,390,029             | \$22,933,983             |
| EXPENSES  |                        |                           |                          |                          |
| Management fees                                   | 4,237,182              | 3,137,478                 | 3,247,266                | 2,731,292                |
| Preferred shares - auction fees                   | 594,400                | 444,248                   | 471,514                  | 366,174                  |
| Preferred shares - dividend disbursing agent fees | 24,795                 | 24,795                    | 19,836                   | 14,877                   |
| Shareholders' servicing agent fees and expenses   | 90,347                 | 55,637                    | 60,119                   | 9,172                    |
| Custodian's fees and expenses                     | 155,109                | 118,071                   | 120,981                  | 99,499                   |
| Directors'/Trustees' fees and expenses            | 13,913                 | 11,143                    | 10,750                   | 8,484                    |
| Professional fees                                 | 29,828                 | 28,302                    | 17,538                   | 30,430                   |

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|   |              |              |              |              |
|---|--------------|--------------|--------------|--------------|
| Shareholders' reports - printing and mailing expenses   | 65,228       | 47,438       | 51,752       | 40,182       |
| Stock exchange listing fees   | 11,066       | 7,971        | 8,411        | 7,270        |
| Investor relations expense  | 42,983       | 32,706       | 33,433       | 28,328       |
| Other expenses  | 29,482       | 30,133       | 26,761       | 17,819       |
| -----   |              |              |              |              |
| Total expenses before custodian fee credit and expense reimbursement                            | 5,294,333    | 3,937,922    | 4,068,361    | 3,353,527    |
| Custodian fee credit  | (45,861)     | (20,076)     | (34,117)     | (53,889)     |
| Expense reimbursement   | --           | --           | --           | (889,711)    |
| -----   |              |              |              |              |
| Net expenses  | 5,248,472    | 3,917,846    | 4,034,244    | 2,409,927    |
| -----   |              |              |              |              |
| Net investment income   | 30,131,792   | 23,333,221   | 23,355,785   | 20,524,056   |
| -----   |              |              |              |              |
| REALIZED AND UNREALIZED GAIN (LOSS)   |              |              |              |              |
| Net realized gain (loss) from investments   | 753,431      | (1,871,103)  | (4,362,308)  | 509,616      |
| Change in net unrealized appreciation (depreciation) of investments                             | (9,155,065)  | (4,462,030)  | (159,640)    | (5,005,406)  |
| -----   |              |              |              |              |
| Net realized and unrealized gain (loss)   | (8,401,634)  | (6,333,133)  | (4,521,948)  | (4,495,790)  |
| -----   |              |              |              |              |
| DISTRIBUTIONS TO PREFERRED SHAREHOLDERS   |              |              |              |              |
| From net investment income  | (6,798,755)  | (5,112,619)  | (5,512,599)  | (4,341,625)  |
| From accumulated net realized gains   | (204,889)    | (119,969)    | --           | --           |
| -----   |              |              |              |              |
| Decrease in net assets applicable to Common shares from distributions to Preferred shareholders | (7,003,644)  | (5,232,588)  | (5,512,599)  | (4,341,625)  |
| -----   |              |              |              |              |
| Net increase (decrease) in net assets applicable to Common shares from operations               | \$14,726,514 | \$11,767,500 | \$13,321,238 | \$11,686,641 |
| =====   |              |              |              |              |

See accompanying notes to financial statements.

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Statement of  
CHANGES IN NET ASSETS (Unaudited)

| PERFORMANCE PLUS (NPP) |            | MUNICIPAL ADVANTAGE (NMA) |            |
|------------------------|------------|---------------------------|------------|
| SIX MONTHS ENDED       | YEAR ENDED | SIX MONTHS ENDED          | YEAR ENDED |
| 4/30/06                | 10/31/05   | 4/30/06                   | 10/31/05   |

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OPERATIONS

|   |               |               |               |               |
|---|---------------|---------------|---------------|---------------|
| Net investment income   | \$ 30,131,792 | \$ 61,211,198 | \$ 23,333,221 | \$ 46,918,021 |
| Net realized gain (loss) from investments   | 753,431       | 1,174,258     | (1,871,103)   | 739,548       |
| Net realized gain (loss) from forward swaps   | --            | --            | --            | --            |
| Change in net unrealized appreciation (depreciation) of investments                               | (9,155,065)   | (16,746,198)  | (4,462,030)   | (10,417,790)  |
| Change in net unrealized appreciation (depreciation) of forward swaps                             | --            | --            | --            | --            |
| Distributions to Preferred shareholders:  |               |               |               |               |
| From net investment income  | (6,798,755)   | (9,513,192)   | (5,112,619)   | (6,994,789)   |
| From accumulated net realized gains   | (204,889)     | (69,318)      | (119,969)     | (47,587)      |
| Net increase (decrease) in net assets applicable to Common shares from operations                 | 14,726,514    | 36,056,748    | 11,767,500    | 30,197,403    |
| DISTRIBUTIONS TO COMMON SHAREHOLDERS  |               |               |               |               |
| From net investment income  | (26,308,282)  | (56,600,807)  | (20,186,695)  | (43,068,628)  |
| From accumulated net realized gains   | (1,042,505)   | (904,764)     | (628,192)     | (641,084)     |
| Decrease in net assets applicable to Common shares from distributions to Common shareholders      | (27,350,787)  | (57,505,571)  | (20,814,887)  | (43,709,712)  |
| CAPITAL SHARE TRANSACTIONS  |               |               |               |               |
| Net proceeds from Common shares issued to shareholders due to reinvestment of distributions       | --            | --            | 643,731       | --            |
| Net increase (decrease) in net assets applicable to Common shares from capital share transactions | --            | --            | 643,731       | --            |
| Net increase (decrease) in net assets applicable to Common shares                                 | (12,624,273)  | (21,448,823)  | (8,403,656)   | (13,512,309)  |
| Net assets applicable to Common shares at the beginning of period                                 | 929,544,484   | 950,993,307   | 675,678,073   | 689,190,382   |
| Net assets applicable to Common shares at the end of period                                       | \$916,920,211 | \$929,544,484 | \$667,274,417 | \$675,678,073 |
| Undistributed (Over-distribution of) net investment income at the end of period                   | \$ 3,535,291  | \$ 6,510,536  | \$ 4,235,570  | \$ 6,201,663  |

See accompanying notes to financial statements.



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|   | DIVIDEND ADVANTAGE (NAD)       |                           | DIVIDEND ADVANTAGE 2 (NXZ)     |                           |
|---|--------------------------------|---------------------------|--------------------------------|---------------------------|
|   | SIX MONTHS<br>ENDED<br>4/30/06 | YEAR<br>ENDED<br>10/31/05 | SIX MONTHS<br>ENDED<br>4/30/06 | YEAR<br>ENDED<br>10/31/05 |
| <b>OPERATIONS</b>   |                                |                           |                                |                           |
| Net investment income   | \$ 20,524,056                  | \$ 41,783,665             | \$ 16,569,867                  | \$ 33,182,825             |
| Net realized gain (loss) from investments   | 509,616                        | (176,759)                 | (638,762)                      | 365,453                   |
| Net realized gain (loss) from forward swaps   | --                             | --                        | --                             | (5,034,851)               |
| Change in net unrealized appreciation (depreciation) of investments                               | (5,005,406)                    | (10,221,934)              | (559,532)                      | 7,731,035                 |
| Change in net unrealized appreciation (depreciation) of forward swaps                             | --                             | --                        | --                             | 3,532,408                 |
| Distributions to Preferred shareholders:  |                                |                           |                                |                           |
| From net investment income  | (4,341,625)                    | (5,755,365)               | (3,236,858)                    | (4,391,879)               |
| From accumulated net realized gains   | --                             | --                        | --                             | --                        |
| Net increase (decrease) in net assets applicable to Common shares from operations                 | 11,686,641                     | 25,629,607                | 12,134,715                     | 35,384,991                |
| <b>DISTRIBUTIONS TO COMMON SHAREHOLDERS</b>   |                                |                           |                                |                           |
| From net investment income  | (17,552,569)                   | (39,071,157)              | (14,885,679)                   | (30,220,159)              |
| From accumulated net realized gains   | --                             | --                        | --                             | --                        |
| Decrease in net assets applicable to Common shares from distributions to Common shareholders      | (17,552,569)                   | (39,071,157)              | (14,885,679)                   | (30,220,159)              |
| <b>CAPITAL SHARE TRANSACTIONS</b>   |                                |                           |                                |                           |
| Net proceeds from Common shares issued to shareholders due to reinvestment of distributions       | --                             | --                        | 395,901                        | 145,668                   |
| Net increase (decrease) in net assets applicable to Common shares from capital share transactions | --                             | --                        | 395,901                        | --                        |
| Net increase (decrease) in net assets applicable to Common shares                                 | (5,865,928)                    | (13,441,550)              | (2,355,063)                    | 5,310,500                 |
| Net assets applicable to Common shares at the beginning of period                                 | 599,886,646                    | 613,328,196               | 462,862,203                    | 457,551,703               |

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|   |               |               |               |               |
|---|---------------|---------------|---------------|---------------|
| Net assets applicable to Common shares at the end of period                     | \$594,020,718 | \$599,886,646 | \$460,507,140 | \$462,862,203 |
| =====   |               |               |               |               |
| Undistributed (Over-distribution of) net investment income at the end of period | \$ 2,329,322  | \$ 3,699,460  | \$ 3,309,471  | \$ 4,862,141  |
| =====   |               |               |               |               |

See accompanying notes to financial statements.

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Notes to  
FINANCIAL STATEMENTS (Unaudited)

### 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 Performance Plus Municipal Fund, Inc. (NPP), Nuveen Municipal Advantage Fund, Inc. (NMA), Nuveen Municipal Market Opportunity Fund, Inc. (NMO), Nuveen Dividend Advantage Municipal Fund (NAD), Nuveen Dividend Advantage Municipal Fund 2 (NXZ) and Nuveen Dividend Advantage Municipal Fund 3 (NZF). Performance Plus (NPP), Municipal Advantage (NMA), Market Opportunity (NMO) and Dividend Advantage (NAD) are traded on the New York Stock Exchange while Dividend Advantage 2 (NXZ) and Dividend Advantage 3 (NZF) 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.

Each Fund seeks to provide current income exempt from regular federal income tax by investing primarily in a diversified portfolio of municipal obligations issued by state and local government authorities or certain U.S. territories.

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.

#### Investment 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 market 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. Prices of derivative investments are also provided by an independent pricing service approved by each Fund's Board of Directors/Trustees. If the pricing service is unable to supply a price for a municipal bond or derivative investment, each Fund may use a market price or fair market value quote provided by a major broker/dealer in such investments. If it is determined that the

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market price or fair market value for an investment are unavailable or inappropriate, the Board of Directors/Trustees of the Funds, or its designee, may establish a fair value for the investment. Exchange-listed securities are generally valued at the last sales price on the securities exchange on which such securities are primarily traded. Securities traded on a securities exchange for which there are no transactions on a given day or securities not listed on a securities exchange are valued at the mean of the closing bid and asked prices. Securities traded on Nasdaq are valued at the Nasdaq Official Closing Price. Temporary investments in securities that have variable rate and demand features qualifying them as short-term investments are valued at amortized cost, which approximates market value.

### Investment Transactions

Investment transactions are recorded on a trade date basis. Realized gains and losses from transactions are determined on the specific identification method. Investments purchased on a when-issued or delayed delivery basis may have extended settlement periods. Any investments 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 April 30, 2006, Performance Plus (NPP), Municipal Advantage (NMA) and Dividend Advantage (NAD) had outstanding when-issued/delayed delivery purchase commitments of \$4,387,800, \$11,609,010 and \$4,387,800, 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. Dividend income, if any, is recorded on the ex-dividend date.

### Professional Fees

Professional fees presented in the Statement of Operations consist of legal fees incurred in the normal course of operations, audit fees, tax consulting fees and, in some cases, workout expenditures. Workout expenditures are incurred in an attempt to protect or enhance an investment, or to pursue other claims or legal actions on behalf of Fund shareholders.

### Federal Income Taxes

Each Fund is a separate taxpayer for federal income tax purposes. Each Fund intends to distribute substantially 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, to retain such tax-exempt status when distributed to shareholders of the Funds. Net realized capital gains and ordinary income distributions paid 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

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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 paid by the Funds on each Series is determined every seven days, pursuant to a dutch auction process overseen by the auction agent, and is payable at the end of each rate period. The number of Preferred shares outstanding, by Series and in total, for each Fund is as follows:

|                   | PERFORMANCE<br>PLUS<br>(NPP) | MUNICIPAL<br>ADVANTAGE<br>(NMA) | MARKET<br>OPPORTUNITY<br>(NMO) | DIVIDEND<br>ADVANTAGE<br>(NAD) | DIVIDEND<br>ADVANTAGE 2<br>(NXZ) |  |
|-------------------|------------------------------|---------------------------------|--------------------------------|--------------------------------|----------------------------------|--|
| -----             |                              |                                 |                                |                                |                                  |  |
| Number of shares: |                              |                                 |                                |                                |                                  |  |
| Series M          | 4,000                        | 3,000                           | 4,000                          | 4,000                          | 3,000                            |  |
| Series T          | 4,000                        | 3,000                           | 4,000                          | 4,000                          | 3,000                            |  |
| Series W          | 4,000                        | 3,000                           | 3,200                          | --                             | --                               |  |
| Series TH         | 3,160                        | 2,320                           | --                             | 3,800                          | --                               |  |
| Series F          | 4,000                        | 3,000                           | 4,000                          | --                             | 2,880                            |  |
| -----             |                              |                                 |                                |                                |                                  |  |
| Total             | 19,160                       | 14,320                          | 15,200                         | 11,800                         | 8,880                            |  |
| =====             |                              |                                 |                                |                                |                                  |  |

### Forward Swap Transactions

The Funds are authorized to 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 asset value. 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 accruals for which would begin at a specified date in the future (the "effective date"). The amount of the payment obligation is based on the notional amount of the forward swap contract, and would increase or decrease in value based primarily on the extent to which long-term interest rates for bonds having a maturity of the swaps' termination date were to increase or decrease. The Funds may close out a contract prior to the effective date, at which point a realized gain or loss would be recognized. When a forward swap is terminated, it ordinarily does not involve the delivery of securities or other underlying assets or principal, but rather is settled in cash on a net basis. Each Fund intends, 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 pay any realized gain to the Fund upon termination. To minimize such credit risk, all counterparties are required to pledge 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 above a pre-determined threshold. Reciprocally, when any of the Funds have an unrealized loss on a swap contract, the Funds have instructed the

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custodian to pledge assets of the Funds as collateral with a value approximately equal to the amount of the unrealized loss above a pre-determined threshold. Collateral pledges are monitored and subsequently adjusted if and when the swap valuations fluctuate, either up or down, by at least the predetermined threshold amount. At April 30, 2006, the Funds did not have any forward swap contracts outstanding.

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.

Indemnifications

Under the Funds' organizational documents, their Officers and Director/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.

Notes to  
FINANCIAL STATEMENTS (Unaudited) (continued)

2. FUND SHARES

Transactions in Common shares were as follows:

| PERFORMANCE PLUS (NPP) |               | MUNICIPAL<br>ADVANTAGE (NMA) |               | OPPO |
|------------------------|---------------|------------------------------|---------------|------|
| SIX MONTHS<br>ENDED    | YEAR<br>ENDED | SIX MONTHS<br>ENDED          | YEAR<br>ENDED | SIX  |
| 4/30/06                | 10/31/05      | 4/30/06                      | 10/31/05      | 4    |

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-----  
Common shares issued to  
shareholders due to  
reinvestment of distributions            --            --            40,309            --  
-----

|  | DIVIDEND ADVANTAGE (NAD) |          | DIVIDEND ADVANTAGE 2 (NXZ) |          | DIVIDEN |
|--|--------------------------|----------|----------------------------|----------|---------|
|  | SIX MONTHS               | YEAR     | SIX MONTHS                 | YEAR     | SIX     |
|  | ENDED                    | ENDED    | ENDED                      | ENDED    | SIX     |
|  | 4/30/06                  | 10/31/05 | 4/30/06                    | 10/31/05 | 4       |

-----

Common shares issued to  
shareholders due to  
reinvestment of distributions            --            --            23,971            8,868  
-----

3. INVESTMENT TRANSACTIONS

Purchases and sales (including maturities but excluding short-term investments) during the six months ended April 30, 2006, were as follows:

|                      | PERFORMANCE<br>PLUS<br>(NPP) | MUNICIPAL<br>ADVANTAGE<br>(NMA) | MARKET<br>OPPORTUNITY<br>(NMO) | DIVIDEND<br>ADVANTAGE<br>(NAD) | DIVIDEND<br>ADVANTAGE 2<br>(NXZ) |
|----------------------|------------------------------|---------------------------------|--------------------------------|--------------------------------|----------------------------------|
| Purchases            | \$38,547,208                 | \$34,820,164                    | \$61,670,017                   | \$42,666,637                   | \$3,486,748                      |
| Sales and maturities | 52,810,809                   | 35,300,126                      | 58,841,275                     | 30,148,700                     | 6,325,274                        |

=====

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, timing differences in recognizing taxable market discount and timing differences in recognizing certain gains and losses on investment transactions.

At April 30, 2006, the cost of investments was as follows:

|                     | PERFORMANCE<br>PLUS<br>(NPP) | MUNICIPAL<br>ADVANTAGE<br>(NMA) | MARKET<br>OPPORTUNITY<br>(NMO) | DIVIDEND<br>ADVANTAGE<br>(NAD) | DIVIDEND<br>ADVANTAGE 2<br>(NXZ) |
|---------------------|------------------------------|---------------------------------|--------------------------------|--------------------------------|----------------------------------|
| Cost of investments | \$1,289,315,652              | \$946,442,010                   | \$992,488,553                  | \$824,754,477                  | \$630,103,294                    |

=====

Gross unrealized appreciation and gross unrealized depreciation of investments at April 30, 2006, were as follows:

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|  | PERFORMANCE<br>PLUS<br>(NPP) | MUNICIPAL<br>ADVANTAGE<br>(NMA) | MARKET<br>OPPORTUNITY<br>(NMO) | DIVIDEND<br>ADVANTAGE<br>(NAD) | DIVIDEND<br>ADVANTAGE 2<br>(NXZ) |
|--|------------------------------|---------------------------------|--------------------------------|--------------------------------|----------------------------------|
| -----  |                              |                                 |                                |                                |                                  |
| Gross unrealized:  |                              |                                 |                                |                                |                                  |
| Appreciation   | \$78,459,332                 | \$65,977,346                    | \$63,897,742                   | \$55,960,114                   | \$48,116,623                     |
| Depreciation   | (2,085,550)                  | (1,797,522)                     | (6,066,254)                    | (1,268,766)                    | (6,044,093)                      |
| -----  |                              |                                 |                                |                                |                                  |
| Net unrealized<br>appreciation<br>(depreciation)<br>of investments | \$76,373,782                 | \$64,179,824                    | \$57,831,488                   | \$54,691,348                   | \$42,072,530                     |
| =====  |                              |                                 |                                |                                |                                  |

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The tax components of undistributed net investment income and net realized gains at October 31, 2005, the Funds' last tax year end, were as follows:

|  | PERFORMANCE<br>PLUS<br>(NPP) | MUNICIPAL<br>ADVANTAGE<br>(NMA) | MARKET<br>OPPORTUNITY<br>(NMO) | DIVIDEND<br>ADVANTAGE<br>(NAD) |
|--|------------------------------|---------------------------------|--------------------------------|--------------------------------|
| -----  |                              |                                 |                                |                                |
| Undistributed net tax-exempt income *        | \$10,432,188                 | \$8,492,542                     | \$7,024,566                    | \$5,873,400                    |
| Undistributed net ordinary income **         | 4,065                        | 154,403                         | 192,454                        |                                |
| Undistributed net long-term<br>capital gains | 1,245,519                    | 593,511                         | --                             |                                |
| =====  |                              |                                 |                                |                                |

The tax character of distributions paid during the Funds' last tax year ended October 31, 2005, was designated for purposes of the dividends paid deduction as follows:

|   | PERFORMANCE<br>PLUS<br>(NPP) | MUNICIPAL<br>ADVANTAGE<br>(NMA) | MARKET<br>OPPORTUNITY<br>(NMO) | DIVIDEND<br>ADVANTAGE<br>(NAD) |
|---|------------------------------|---------------------------------|--------------------------------|--------------------------------|
| -----                                       |                              |                                 |                                |                                |
| Distributions from net tax-exempt<br>income | \$66,204,330                 | \$50,312,299                    | \$49,472,483                   | \$45,021,300                   |
| Distributions from net ordinary income **   | 238,651                      | --                              | --                             |                                |

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|  |         |         |    |
|--|---------|---------|----|
| Distributions from net long-term capital gains | 974,082 | 688,671 | -- |
|--|---------|---------|----|

At October 31, 2005, the Funds' last tax year end, the following Funds had unused capital loss carryforwards available for federal income tax purposes to be applied against future capital gains, if any. If not applied, the carryforwards will expire as follows:

|                  | MARKET<br>OPPORTUNITY<br>(NMO) | DIVIDEND<br>ADVANTAGE<br>(NAD) | DIVIDEND<br>ADVANTAGE 2<br>(NXZ) | DIVIDEND<br>ADVANTAGE 3<br>(NZF) |
|------------------|--------------------------------|--------------------------------|----------------------------------|----------------------------------|
| Expiration year: |                                |                                |                                  |                                  |
| 2007             | \$ --                          | \$ 1,724,693                   | \$ --                            | \$ --                            |
| 2008             | --                             | 14,462,547                     | --                               | --                               |
| 2009             | --                             | --                             | --                               | --                               |
| 2010             | --                             | --                             | --                               | 620,777                          |
| 2011             | 7,158,008                      | 4,594,300                      | --                               | --                               |
| 2012             | 973,824                        | --                             | 246,691                          | --                               |
| 2013             | --                             | 104,763                        | 402,153                          | --                               |
| Total            | \$8,131,932                    | \$20,886,303                   | \$648,844                        | \$620,777                        |

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Notes to  
FINANCIAL STATEMENTS (Unaudited) (continued)

5. MANAGEMENT FEE AND OTHER TRANSACTIONS WITH AFFILIATES

Each Fund's management fee is separated into two components - a complex-level component, based on the aggregate amount of all fund assets managed by Nuveen Asset Management (the "Adviser"), a wholly owned subsidiary of Nuveen Investments, Inc., 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.

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

|  |   |
|--|---|
| AVERAGE DAILY NET ASSETS (INCLUDING NET ASSETS ATTRIBUTABLE TO PREFERRED SHARES) | PERFORMANCE PL<br>MUNICIPAL ADVANTA<br>MARKET OPPORTUNI<br>FUND-LEVEL |
|--|---|



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For the first \$125 million  
 For the next \$125 million  
 For the next \$250 million  
 For the next \$500 million  
 For the next \$1 billion  
 For the next \$3 billion  
 For net assets over \$5 billion

|  |                    |
|--|--------------------|
|  | DIVIDEND ADVANTAGE |
|  | DIVIDEND ADVANTAGE |
|  | DIVIDEND ADVANTAGE |
| AVERAGE DAILY NET ASSETS (INCLUDING NET ASSETS ATTRIBUTABLE TO PREFERRED SHARES) | FUND-LEVEL         |

For the first \$125 million  
 For the next \$125 million  
 For the next \$250 million  
 For the next \$500 million  
 For the next \$1 billion  
 For net assets over \$2 billion

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 stated in the table below. As of April 30, 2006, the complex-level fee rate was .1888%.

|                          |               |
|--------------------------|---------------|
| COMPLEX-LEVEL ASSETS (1) | COMPLEX-LEVEL |
|--------------------------|---------------|

For the first \$55 billion  
 For the next \$1 billion  
 For the next \$1 billion  
 For the next \$3 billion  
 For the next \$3 billion  
 For the next \$3 billion  
 For the next \$5 billion  
 For the next \$5 billion  
 For the next \$15 billion  
 For Managed Assets over \$91 billion (2)

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administrative services and general office facilities. The Funds pay no compensation directly to their 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 Dividend Advantage's (NAD) 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<br>JULY 31, |      | YEAR ENDING<br>JULY 31, |      |
|-------------------------|------|-------------------------|------|
| 1999*                   | .30% | 2005                    | .25% |
| 2000                    | .30  | 2006                    | .20  |
| 2001                    | .30  | 2007                    | .15  |
| 2002                    | .30  | 2008                    | .10  |
| 2003                    | .30  | 2009                    | .05  |
| 2004                    | .30  |                         |      |

\* From the commencement of operations.

The Adviser has not agreed to reimburse Dividend Advantage (NAD) for any portion of its fees and expenses beyond July 31, 2009.

For the first ten years of Dividend Advantage 2's (NXZ) 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<br>MARCH 31, |      | YEAR ENDING<br>MARCH 31, |      |
|--------------------------|------|--------------------------|------|
| 2001*                    | .30% | 2007                     | .25% |
| 2002                     | .30  | 2008                     | .20  |
| 2003                     | .30  | 2009                     | .15  |
| 2004                     | .30  | 2010                     | .10  |
| 2005                     | .30  | 2011                     | .05  |
| 2006                     | .30  |                          |      |

\* From the commencement of operations.

The Adviser has not agreed to reimburse Dividend Advantage 2 (NXZ) for any portion of its fees and expenses beyond March 31, 2011.

For the first ten years of Dividend Advantage 3's (NZF) 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<br>SEPTEMBER 30, |      | YEAR ENDING<br>SEPTEMBER 30, |      |
|------------------------------|------|------------------------------|------|
| 2001*                        | .30% | 2007                         | .25% |

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|      |     |      |     |
|------|-----|------|-----|
| 2002 | .30 | 2008 | .20 |
| 2003 | .30 | 2009 | .15 |
| 2004 | .30 | 2010 | .10 |
| 2005 | .30 | 2011 | .05 |
| 2006 | .30 |      |     |

\* From the commencement of operations.

The Adviser has not agreed to reimburse Dividend Advantage 3 (NZF) for any portion of its fees and expenses beyond September 30, 2011.

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Notes to  
FINANCIAL STATEMENTS (Unaudited) (continued)

6. SUBSEQUENT EVENT - DISTRIBUTIONS TO COMMON SHAREHOLDERS

The Funds declared Common share dividend distributions from their tax-exempt net investment income which were paid on June 1, 2006, to shareholders of record on May 15, 2006, as follows:

|                    | PERFORMANCE<br>PLUS<br>(NPP) | MUNICIPAL<br>ADVANTAGE<br>(NMA) | MARKET<br>OPPORTUNITY<br>(NMO) | DIVIDEND<br>ADVANTAGE<br>(NAD) | DIVIDEND<br>ADVANTAGE 2<br>(NXZ) |
|--------------------|------------------------------|---------------------------------|--------------------------------|--------------------------------|----------------------------------|
| Dividend per share | \$ .0705                     | \$ .0755                        | \$ .0685                       | \$ .0715                       | \$ .0820                         |

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Financial  
HIGHLIGHTS (Unaudited)

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Financial  
HIGHLIGHTS (Unaudited)

Selected data for a Common share outstanding throughout each period:

|                            | Investment Operations                              |                             |   |   |   |
|----------------------------|--|-----------------------------|---|---|---|
|                            | Beginning<br>Common<br>Share<br>Net Asset<br>Value | Net<br>Investment<br>Income | Net<br>Realized/<br>Unrealized<br>Gain (Loss) | Distributions<br>from Net<br>Investment<br>Income to<br>Preferred<br>Share-<br>holders+ | Distributions<br>from<br>Capital<br>Gains to<br>Preferred<br>Share-<br>holders+ |
| Performance Plus (NPP)     |  |                             |   |   |   |
| Year Ended 10/31:          |  |                             |   |   |   |
| 2006 (a)                   | \$15.51  | \$ .50                      | \$ (.14)                                      | \$ (.11)  | \$ --   |
| 2005                       | 15.87  | 1.02                        | (.26)   | (.16)   | --  |
| 2004                       | 15.45  | 1.04                        | .42   | (.07)   | --  |
| 2003                       | 15.38  | 1.07                        | .05   | (.07)   | --  |
| 2002                       | 15.57  | 1.09                        | (.22)   | (.10)   | (.01)   |
| 2001                       | 14.36  | 1.10                        | 1.17  | (.23)   | --  |
| Municipal Advantage (NMA)  |  |                             |   |   |   |
| Year Ended 10/31:          |  |                             |   |   |   |
| 2006 (a)                   | 15.70  | .54                         | (.15)   | (.12)   | --  |
| 2005                       | 16.02  | 1.09                        | (.24)   | (.16)   | --  |
| 2004                       | 15.62  | 1.11                        | .41   | (.08)   | --  |
| 2003                       | 15.41  | 1.13                        | .25   | (.07)   | (.01)   |
| 2002                       | 15.65  | 1.15                        | (.22)   | (.10)   | (.03)   |
| 2001                       | 14.61  | 1.16                        | 1.10  | (.24)   | (.03)   |
| Market Opportunity (NMO)   |  |                             |   |   |   |
| Year Ended 10/31:          |  |                             |   |   |   |
| 2006 (a)                   | 15.14  | .51                         | (.09)   | (.12)   | --  |
| 2005                       | 15.48  | 1.03                        | (.29)   | (.16)   | --  |
| 2004                       | 15.11  | 1.03                        | .37   | (.08)   | --  |
| 2003                       | 14.60  | 1.03                        | .50   | (.08)   | --  |
| 2002                       | 15.24  | 1.11                        | (.70)   | (.11)   | (.01)   |
| 2001                       | 14.45  | 1.16                        | .80   | (.26)   | (.01)   |
| Dividend Advantage (NAD)   |  |                             |   |   |   |
| Year Ended 10/31:          |  |                             |   |   |   |
| 2006 (a)                   | 15.28  | .52                         | (.11)   | (.11)   | --  |
| 2005                       | 15.62  | 1.06                        | (.25)   | (.15)   | --  |
| 2004                       | 15.17  | 1.09                        | .46   | (.07)   | --  |
| 2003                       | 14.94  | 1.10                        | .19   | (.07)   | --  |
| 2002                       | 14.84  | 1.13                        | .01   | (.10)   | --  |
| 2001                       | 13.59  | 1.16                        | 1.21  | (.24)   | --  |
| Dividend Advantage 2 (NXZ) |  |                             |   |   |   |

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Year Ended 10/31:

|         |       |      |       |       |    |
|---------|-------|------|-------|-------|----|
| 2006(a) | 15.80 | .57  | (.04) | (.11) | -- |
| 2005    | 15.63 | 1.13 | .22   | (.15) | -- |
| 2004    | 15.13 | 1.12 | .51   | (.07) | -- |
| 2003    | 14.89 | 1.16 | .17   | (.07) | -- |
| 2002    | 15.07 | 1.15 | (.32) | (.10) | -- |
| 2001(b) | 14.33 | .52  | .88   | (.09) | -- |

Dividend Advantage 3 (NZF)

Year Ended 10/31:

|         |       |      |       |       |    |
|---------|-------|------|-------|-------|----|
| 2006(a) | 15.32 | .53  | (.05) | (.11) | -- |
| 2005    | 15.36 | 1.06 | .01   | (.15) | -- |
| 2004    | 14.74 | 1.06 | .59   | (.07) | -- |
| 2003    | 14.56 | 1.07 | .10   | (.07) | -- |
| 2002    | 14.47 | 1.03 | .16   | (.10) | -- |
| 2001(c) | 14.33 | .03  | .14   | --    | -- |

Less Distributions

| Net<br>Investment<br>Income to<br>Common<br>Share-<br>holders | Capital<br>Gains to<br>Common<br>Share-<br>holders | Total | Offering<br>Costs and<br>Preferred<br>Share<br>Underwriting<br>Discounts |
|---|--|-------|--|
|---|--|-------|--|

Performance Plus (NPP)

Year Ended 10/31:

|         |          |          |          |       |
|---------|----------|----------|----------|-------|
| 2006(a) | \$ (.44) | \$ (.02) | \$ (.46) | \$ -- |
| 2005    | (.94)    | (.02)    | (.96)    | --    |
| 2004    | (.97)    | --       | (.97)    | --    |
| 2003    | (.95)    | (.03)    | (.98)    | --    |
| 2002    | (.90)    | (.04)    | (.94)    | (.01) |
| 2001    | (.83)    | --       | (.83)    | --    |

Municipal Advantage (NMA)

Year Ended 10/31:

|         |        |       |        |    |
|---------|--------|-------|--------|----|
| 2006(a) | (.47)  | (.01) | (.48)  | -- |
| 2005    | (1.00) | (.01) | (1.01) | -- |
| 2004    | (1.03) | (.01) | (1.04) | -- |
| 2003    | (1.02) | (.07) | (1.09) | -- |
| 2002    | (.94)  | (.10) | (1.04) | -- |
| 2001    | (.87)  | (.08) | (.95)  | -- |

Market Opportunity (NMO)

Year Ended 10/31:

|         |       |    |       |    |
|---------|-------|----|-------|----|
| 2006(a) | (.43) | -- | (.43) | -- |
| 2005    | (.92) | -- | (.92) | -- |
| 2004    | (.95) | -- | (.95) | -- |

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|      |       |       |       |    |
|------|-------|-------|-------|----|
| 2003 | (.94) | --    | (.94) | -- |
| 2002 | (.91) | (.02) | (.93) | -- |
| 2001 | (.87) | (.03) | (.90) | -- |

Dividend Advantage (NAD)

Year Ended 10/31:

|         |        |    |        |    |
|---------|--------|----|--------|----|
| 2006(a) | (.45)  | -- | (.45)  | -- |
| 2005    | (1.00) | -- | (1.00) | -- |
| 2004    | (1.03) | -- | (1.03) | -- |
| 2003    | (.99)  | -- | (.99)  | -- |
| 2002    | (.94)  | -- | (.94)  | -- |
| 2001    | (.88)  | -- | (.88)  | -- |

Dividend Advantage 2 (NXZ)

Year Ended 10/31:

|         |        |       |        |       |
|---------|--------|-------|--------|-------|
| 2006(a) | (.51)  | --    | (.51)  | --    |
| 2005    | (1.03) | --    | (1.03) | --    |
| 2004    | (1.03) | (.03) | (1.06) | --    |
| 2003    | (1.01) | (.01) | (1.02) | --    |
| 2002    | (.91)  | (.01) | (.92)  | .01   |
| 2001(b) | (.45)  | --    | (.45)  | (.12) |

Dividend Advantage 3 (NZF)

Year Ended 10/31:

|         |       |    |       |       |
|---------|-------|----|-------|-------|
| 2006(a) | (.46) | -- | (.46) | --    |
| 2005    | (.96) | -- | (.96) | --    |
| 2004    | (.96) | -- | (.96) | --    |
| 2003    | (.93) | -- | (.93) | .01   |
| 2002    | (.91) | -- | (.91) | (.09) |
| 2001(c) | --    | -- | --    | (.03) |

Ratios/Supplemental

| Total Returns                    |  | Before Credit/<br>Reimbursement/Refund                   |   | Rei   |
|----------------------------------|--|--|---|---|
| Based<br>on<br>Market<br>Value** | Based<br>on<br>Common<br>Share Net<br>Asset<br>Value** | Ending<br>Net<br>Applicable<br>to Common<br>Shares (000) | Ratio of<br>Expenses<br>Net Assets<br>Applicable<br>to Common<br>Shares++ | Ratio of Net<br>Investment<br>Income to<br>Average<br>Net Assets<br>Applicable<br>to Common<br>Shares++ |

Performance Plus (NPP)

Year Ended 10/31:

|         |       |       |           |        |        |
|---------|-------|-------|-----------|--------|--------|
| 2006(a) | 3.69% | 1.58% | \$916,920 | 1.15%* | 6.51%* |
| 2005    | 3.02  | 3.83  | 929,544   | 1.15   | 6.45   |
| 2004    | 9.10  | 9.30  | 950,993   | 1.17   | 6.69   |
| 2003    | 9.58  | 6.97  | 925,525   | 1.18   | 6.89   |
| 2002    | 4.51  | 5.03  | 921,376   | 1.18   | 7.11   |
| 2001    | 26.96 | 14.51 | 932,937   | 1.15   | 7.29   |

Municipal Advantage (NMA)

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Year Ended 10/31:

|         |       |       |         |       |       |
|---------|-------|-------|---------|-------|-------|
| 2006(a) | 3.02  | 1.74  | 667,274 | 1.17* | 6.95* |
| 2005    | 3.29  | 4.42  | 675,678 | 1.17  | 6.81  |
| 2004    | 8.82  | 9.57  | 689,190 | 1.19  | 7.00  |
| 2003    | 13.17 | 8.71  | 671,147 | 1.21  | 7.27  |
| 2002    | 5.89  | 5.39  | 662,270 | 1.22  | 7.55  |
| 2001    | 23.35 | 13.97 | 672,673 | 1.23  | 7.60  |

Market Opportunity (NMO)

Year Ended 10/31:

|         |       |       |         |       |       |
|---------|-------|-------|---------|-------|-------|
| 2006(a) | 2.29  | 1.99  | 683,394 | 1.19* | 6.80* |
| 2005    | 4.70  | 3.78  | 689,682 | 1.19  | 6.66  |
| 2004    | 7.97  | 9.00  | 704,760 | 1.21  | 6.75  |
| 2003    | 10.62 | 10.24 | 687,955 | 1.25  | 6.94  |
| 2002    | .49   | 2.03  | 664,914 | 1.24  | 7.50  |
| 2001    | 20.03 | 11.93 | 694,025 | 1.23  | 7.73  |

Dividend Advantage (NAD)

Year Ended 10/31:

|         |       |       |         |       |       |
|---------|-------|-------|---------|-------|-------|
| 2006(a) | 1.85  | 1.94  | 594,021 | 1.12* | 6.56* |
| 2005    | 1.77  | 4.27  | 599,887 | 1.17  | 6.48  |
| 2004    | 8.37  | 10.06 | 613,328 | 1.14  | 6.69  |
| 2003    | 11.41 | 8.41  | 595,266 | 1.35  | 6.78  |
| 2002    | 2.01  | 7.26  | 586,045 | 1.25  | 7.24  |
| 2001    | 27.35 | 16.03 | 581,089 | 1.26  | 7.56  |

Dividend Advantage 2 (NXZ)

Year Ended 10/31:

|         |       |       |         |       |       |
|---------|-------|-------|---------|-------|-------|
| 2006(a) | 6.82  | 2.66  | 460,507 | 1.12* | 6.74* |
| 2005    | 8.58  | 7.83  | 462,862 | 1.12  | 6.66  |
| 2004    | 11.16 | 10.67 | 457,552 | 1.14  | 6.87  |
| 2003    | 14.39 | 8.67  | 443,101 | 1.17  | 7.20  |
| 2002    | (.81) | 5.16  | 435,907 | 1.17  | 7.32  |
| 2001(b) | 2.75  | 8.39  | 441,308 | 1.13* | 5.56* |

Dividend Advantage 3 (NZF)

Year Ended 10/31:

|         |        |       |         |       |       |
|---------|--------|-------|---------|-------|-------|
| 2006(a) | 8.03   | 2.44  | 613,899 | 1.12* | 6.54* |
| 2005    | 6.11   | 6.09  | 617,358 | 1.13  | 6.39  |
| 2004    | 12.45  | 11.10 | 619,118 | 1.15  | 6.64  |
| 2003    | 9.04   | 7.82  | 594,154 | 1.17  | 6.80  |
| 2002    | (4.26) | 7.20  | 586,799 | 1.17  | 6.78  |
| 2001(c) | .47    | .98   | 583,100 | .72*  | 2.05* |

Preferred Shares at End of Period

|                     |                           |       |
|---------------------|---------------------------|-------|
| Aggregate<br>Amount | Liquidation<br>and Market | Asset |
|---------------------|---------------------------|-------|

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|                            | Outstanding<br>(000) | Value<br>Per Share | Coverage<br>Per Share |
|----------------------------|----------------------|--------------------|-----------------------|
| =====                      |                      |                    |                       |
| Performance Plus (NPP)     |                      |                    |                       |
| -----                      |                      |                    |                       |
| Year Ended 10/31:          |                      |                    |                       |
| 2006(a)                    | \$479,000            | \$25,000           | \$72,856              |
| 2005                       | 479,000              | 25,000             | 73,515                |
| 2004                       | 479,000              | 25,000             | 74,634                |
| 2003                       | 479,000              | 25,000             | 73,305                |
| 2002                       | 479,000              | 25,000             | 73,089                |
| 2001                       | 444,000              | 25,000             | 77,530                |
| Municipal Advantage (NMA)  |                      |                    |                       |
| -----                      |                      |                    |                       |
| Year Ended 10/31:          |                      |                    |                       |
| 2006(a)                    | 358,000              | 25,000             | 71,597                |
| 2005                       | 358,000              | 25,000             | 72,184                |
| 2004                       | 358,000              | 25,000             | 73,128                |
| 2003                       | 358,000              | 25,000             | 71,868                |
| 2002                       | 358,000              | 25,000             | 71,248                |
| 2001                       | 358,000              | 25,000             | 71,974                |
| Market Opportunity (NMO)   |                      |                    |                       |
| -----                      |                      |                    |                       |
| Year Ended 10/31:          |                      |                    |                       |
| 2006(a)                    | 380,000              | 25,000             | 69,960                |
| 2005                       | 380,000              | 25,000             | 70,374                |
| 2004                       | 380,000              | 25,000             | 71,366                |
| 2003                       | 380,000              | 25,000             | 70,260                |
| 2002                       | 380,000              | 25,000             | 68,744                |
| 2001                       | 380,000              | 25,000             | 70,660                |
| Dividend Advantage (NAD)   |                      |                    |                       |
| -----                      |                      |                    |                       |
| Year Ended 10/31:          |                      |                    |                       |
| 2006(a)                    | 295,000              | 25,000             | 75,341                |
| 2005                       | 295,000              | 25,000             | 75,838                |
| 2004                       | 295,000              | 25,000             | 76,977                |
| 2003                       | 295,000              | 25,000             | 75,446                |
| 2002                       | 295,000              | 25,000             | 74,665                |
| 2001                       | 295,000              | 25,000             | 74,245                |
| Dividend Advantage 2 (NXZ) |                      |                    |                       |
| -----                      |                      |                    |                       |
| Year Ended 10/31:          |                      |                    |                       |
| 2006(a)                    | 222,000              | 25,000             | 76,859                |
| 2005                       | 222,000              | 25,000             | 77,124                |
| 2004                       | 222,000              | 25,000             | 76,526                |
| 2003                       | 222,000              | 25,000             | 74,899                |
| 2002                       | 222,000              | 25,000             | 74,089                |
| 2001(b)                    | 222,000              | 25,000             | 74,697                |
| Dividend Advantage 3 (NZF) |                      |                    |                       |
| -----                      |                      |                    |                       |
| Year Ended 10/31:          |                      |                    |                       |
| 2006(a)                    | 312,000              | 25,000             | 74,191                |
| 2005                       | 312,000              | 25,000             | 74,468                |
| 2004                       | 312,000              | 25,000             | 74,609                |
| 2003                       | 312,000              | 25,000             | 72,608                |
| 2002                       | 312,000              | 25,000             | 72,019                |



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2001(c) -- -- --  
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See accompanying notes to financial statements.

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REINVEST AUTOMATICALLY  
EASILY AND CONVENIENTLY

NUVEEN EXCHANGE-TRADED CLOSED-END FUNDS  
DIVIDEND REINVESTMENT PLAN

Your Nuveen Exchange-Traded Closed-End 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 dividends and distributions awaiting reinvestment. Because the market price of the shares 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

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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.

### CALL TODAY TO START REINVESTING DIVIDENDS AND/OR DISTRIBUTIONS

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.

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

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### OTHER USEFUL INFORMATION

#### QUARTERLY PORTFOLIO OF INVESTMENTS AND PROXY VOTING INFORMATION

Each Fund's (i) quarterly portfolio of investments, (ii) information regarding how the Funds voted proxies relating to portfolio securities held during the 12-month period ended June 30, 2005, and (iii) a description of the policies and procedures that the Funds used to determine how to vote proxies relating to portfolio securities are available without charge, upon request, by calling Nuveen Investments toll-free at (800) 257-8787 or on Nuveen's website at [www.nuveen.com](http://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](mailto:publicinfo@sec.gov) or by writing to the SEC's Public References Section at 450 Fifth Street NW, Washington, D.C. 20549.

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### 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.

**MODIFIED DURATION:** Duration is a measure of the expected period over which a bond's principal and interest will be paid, and consequently is a measure of the sensitivity of a bond's or bond Fund's value to changes when market interest rates change. Generally, the longer a bond's or Fund's duration, the more the price of the bond or Fund will change as interest rates change.

**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  
David J. Kundert  
William J. Schneider  
Timothy R. Schwertfeger  
Judith M. Stockdale  
Eugene S. Sunshine

#### FUND MANAGER

Nuveen Asset Management  
333 West Wacker Drive  
Chicago, IL 60606

#### CUSTODIAN

State Street Bank & Trust Company  
Boston, MA

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TRANSFER AGENT AND  
SHAREHOLDER SERVICES  
State Street Bank & Trust Company  
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 in the future at such times and in such amounts as is deemed advisable. No shares were repurchased during the period covered by this report. Any future repurchases will be reported to shareholders in the next annual or semiannual report.

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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 more than \$145 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 fixed-income investments; NWQ, a leader in

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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, talk to your financial advisor, or call us at (800) 257-8787. Please read the information provided carefully before you invest.

Be sure to obtain a prospectus, where applicable. Investors should consider the investment objective and policies, risk considerations, charges and expenses of the Fund carefully before investing. The prospectus contains this and other information relevant to an investment in the Fund. For a prospectus, please contact your securities representative or Nuveen Investments, 333 W. Wacker Dr., Chicago, IL 60606. Please read the prospectus carefully before you invest or send money.

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- o Investor education
- o Interactive planning tools

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ESA-B-0406D

ITEM 2. CODE OF ETHICS.

Not applicable to this filing.

ITEM 3. AUDIT COMMITTEE FINANCIAL EXPERT.

Not applicable to this filing.

ITEM 4. PRINCIPAL ACCOUNTANT FEES AND SERVICES.

Not applicable to this filing.

ITEM 5. AUDIT COMMITTEE OF LISTED REGISTRANTS.

Not applicable to this filing.

ITEM 6. SCHEDULE OF INVESTMENTS.

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See Portfolio of Investments in Item 1.

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

Not applicable to this filing.

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

Not applicable to this filing.

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.

During this reporting period, the registrant's Board of Trustees implemented a change to the procedures by which shareholders may recommend nominees to the registrant's board of trustees by amending the registrant's by-laws to include a provision specifying the date by which shareholder nominations for election as trustee at a subsequent meeting must be submitted to the registrant.

Shareholders must deliver or mail notice to the registrant not less than forty-five days nor more than sixty days prior to the first anniversary date of the date on which the registrant first mailed its proxy materials for the prior year's annual meeting; provided, however, if an only if the annual meeting is not scheduled to be held within a period that commences thirty days before the first anniversary date of the annual meeting for the preceding year and ends thirty days after such anniversary date (an annual meeting date outside such period being referred to as an "Other Annual Meeting Date" hereafter), the shareholder notice must be given no later than the close of business on the date forty-five days prior to such Other Annual Meeting Date or the tenth business day following the date such Other Annual Meeting Date is first publicly announced or disclosed. The shareholder's notice must be in writing and set forth the name, age, date of birth, business address, residence address and nationality of the person(s) being nominated and the class or series, number of all shares of the registrant owned of record or beneficially by each such person(s), any other information regarding such person required by Item 401 of Regulation S-K or Item 22 of Rule 14a-101 (Schedule 14A) under the Securities Exchange Act of 1934, as amended, any other information regarding the person(s) to be nominated that would be required to be disclosed in a proxy statement or other filings required to be made in connection with solicitation of proxies for election of trustees, and whether such shareholder believes any nominee is or will be an "interested person" (as that term is defined in the Investment Company Act of 1940, as amended) of the registrant or sufficient information to enable the registrant to make that determination and the written and signed consent of the person(s) to be nominated.

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 Securities Exchange Act of 1934, as amended (the "Exchange Act") (17 CFR 240.13a-15(b) or 240.15d-15(b)).

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(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.

(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 to this filing.

(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 Dividend Advantage Municipal Fund 3

By (Signature and Title)\* /s/ Jessica R. Droeger

Jessica R. Droeger  
Vice President and Secretary

Date: July 7, 2006

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.

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By (Signature and Title)\* /s/ Gifford R. Zimmerman

-----  
Gifford R. Zimmerman  
Chief Administrative Officer  
(principal executive officer)

Date: July 7, 2006

By (Signature and Title)\* /s/ Stephen D. Foy

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Stephen D. Foy  
Vice President and Controller  
(principal financial officer)

Date: July 7, 2006

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