

NUVEEN DIVIDEND ADVANTAGE MUNICIPAL FUND 3  
Form N-Q  
April 01, 2015

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, DC 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED MANAGEMENT INVESTMENT  
COMPANY

Investment Company Act file number 811-10345

Nuveen Dividend Advantage Municipal Fund 3  
(Exact name of registrant as specified in charter)

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

Kevin J. McCarthy  
Vice President and Secretary  
333 West Wacker Drive, Chicago, Illinois 60606  
(Name and address of agent for service)

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

Date of fiscal year end: 10/31

Date of reporting period: 1/31/15

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

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



## Item 1. Schedule of Investments

## Portfolio of Investments

Nuveen Dividend Advantage Municipal Fund 3 (NZF)  
January 31, 2015 (Unaudited)

Principal Amount (000)	Description (1)	Optional Call Provisions (2)	Ratings (3)	Value
	LONG-TERM INVESTMENTS – 142.7% (100.0% of Total Investments)			
	MUNICIPAL BONDS – 142.1% (99.6% of Total Investments)			
	Alabama – 0.6% (0.4% of Total Investments)			
\$ 3,500	Alabama Special Care Facilities Financing Authority, Revenue Bonds, Ascension Health, Series 2006C-2, 5.000%, 11/15/36 (UB)	11/16 at 100.00	AA+	\$ 3,753,785
	Alaska – 0.1% (0.1% of Total Investments)			
1,000	Northern Tobacco Securitization Corporation, Alaska, Tobacco Settlement Asset-Backed Bonds, Series 2006A, 5.000%, 6/01/46	6/15 at 100.00	B2	825,690
	Arizona – 2.4% (1.7% of Total Investments)			
2,060	Arizona Health Facilities Authority, Revenue Bonds, Scottsdale Lincoln Hospitals Project, Series 2014A, 5.000%, 12/01/42	12/24 at 100.00	A2	2,382,781
3,390	Arizona State Transportation Board, Highway Revenue Bonds, Tender Option Bond Trust 3151, 13.541%, 7/01/16 (IF)	No Opt. Call	AAA	4,838,479
5,000	Phoenix Civic Improvement Corporation, Arizona, Excise Tax Revenue Bonds, Civic Plaza Expansion Project, Subordinate Series 2005A, 5.000%, 7/01/30 – FGIC Insured	7/15 at 100.00	AA	5,101,450
1,800	Salt Verde Financial Corporation, Arizona, Senior Gas Revenue Bonds, Citigroup Energy Inc Prepay Contract Obligations, Series 2007, 5.000%, 12/01/37	No Opt. Call	A–	2,180,502
12,250	Total Arizona			14,503,212
	California – 13.6% (9.5% of Total Investments)			
3,400	California Health Facilities Financing Authority, Revenue Bonds, Providence Health & Services, Series 2009B, 5.500%, 10/01/39	10/19 at 100.00	AA	3,990,036
2,900	California Health Facilities Financing Authority, Revenue Bonds, Sutter Health, Series 2007A, 5.000%, 11/15/42 (UB)	11/16 at 100.00	AA–	3,107,582
325	California Statewide Communities Development Authority, California, Revenue Bonds, Loma Linda	12/24 at 100.00	BBB	364,065

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	University Medical Center, Series 2014A, 5.250%, 12/01/44			
5,355	California Statewide Community Development Authority, Revenue Bonds, Sutter Health, Tender	5/18 at 100.00	AA-	7,938,573
	Option Bond Trust 3175, 13.820%, 5/15/40 (IF)			
20	California, General Obligation Veterans Welfare Bonds, Series 2001BZ, 5.350%, 12/01/21 – NCFG Insured (Alternative Minimum Tax)	6/15 at 100.00	AA	20,062
	Foothill/Eastern Transportation Corridor Agency, California, Toll Road Revenue Bonds, Refunding Series 2013A:			
1,560	5.750%, 1/15/46	1/24 at 100.00	BBB-	1,850,316
1,560	6.000%, 1/15/49	1/24 at 100.00	BBB-	1,872,281
8,895	Golden State Tobacco Securitization Corporation, California, Enhanced Tobacco Settlement	6/15 at 100.00	AA	9,032,873
	Asset-Backed Revenue Bonds, Series 2005A, 5.000%, 6/01/45 – AGC Insured			
	Golden State Tobacco Securitization Corporation, California, Tobacco Settlement Asset-Backed Bonds, Series 2007A-1:			
750	5.000%, 6/01/33	6/17 at 100.00	B	653,198
11,865	5.125%, 6/01/47	6/17 at 100.00	B	9,657,635
7,150	Grossmont Healthcare District, California, General Obligation Bonds, Series 2011B, 6.125%, 7/15/40	7/21 at 100.00	Aa2	8,919,911
2,750	Los Angeles Regional Airports Improvement Corporation, California, Lease Revenue Refunding Bonds, LAXFUEL Corporation at Los Angeles International Airport, Series 2012, 4.500%, 1/01/27 (Alternative Minimum Tax)	1/22 at 100.00	A	3,062,290
12,000	Palomar Pomerado Health, California, General Obligation Bonds, Convertible Capital	8/30 at 100.00	A+	12,323,040
3,850	Appreciation, Election 2004 Series 2010A, 0.000%, 8/01/40	10/25 at 100.00	AA	4,207,935
205	Placentia-Yorba Linda Unified School District, Orange County, California, Certificates of Participation, Series 2011, 0.000%, 10/01/28 – AGM Insured	6/23 at 100.00	BBB-	241,660
3,550	Riverside County Transportation Commission, California, Toll Revenue Senior Lien Bonds, Series 2013A, 5.750%, 6/01/44	12/21 at 100.00	BB	4,456,812
3,000	San Buenaventura, California, Revenue Bonds, Community Memorial Health System, Series 2011, 7.500%, 12/01/41	8/21 at 100.00	AA+	4,556,010
	San Diego Community College District, California, General Obligation Bonds, Tender Option Bond Trust 1005, 13.746%, 8/01/41 (IF) (4)			
	San Joaquin Hills Transportation Corridor Agency, Orange County, California, Toll Road Revenue Bonds, Refunding Senior Lien Series 2014A:			

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1,025	5.000%, 1/15/44	1/25 at 100.00	BBB-	1,142,281
3,160	5.000%, 1/15/50	1/25 at 100.00	BBB-	3,449,993
73,320	Total California			80,846,553
	Colorado – 4.3% (3.0% of Total Investments)			
2,650	Colorado Educational and Cultural Facilities Authority, Revenue Bonds, Montessori Peaks Academy, Series 2006A, 5.400%, 5/01/26	5/16 at 102.00	N/R	2,654,134
5,000	Compark Business Campus Metropolitan District, Colorado, General Obligation Limited Tax Bonds, Series 2007A, 5.600%, 12/01/34 – RAAI Insured	12/17 at 100.00	N/R	5,134,850
	Denver, Colorado, Airport System Revenue Bonds, Series 2006:			
5,365	5.000%, 11/15/23 – FGIC Insured	11/16 at 100.00	AA-	5,801,711
3,300	5.000%, 11/15/24 – FGIC Insured	11/16 at 100.00	AA-	3,565,617
4,335	5.000%, 11/15/25 – FGIC Insured	11/16 at 100.00	AA-	4,679,936
	Maher Ranch Metropolitan District 4, Colorado, General Obligation Limited Tax Bonds, Series 2007:			
950	5.125%, 12/01/27 – RAAI Insured	12/17 at 100.00	N/R	967,898
2,000	5.250%, 12/01/36 – RAAI Insured	12/17 at 100.00	N/R	2,017,680
630	Regional Transportation District, Colorado, Certificates of Participation, Series 2010A, 5.375%, 6/01/31	6/20 at 100.00	Aa3	738,398
24,230	Total Colorado			25,560,224
	Connecticut – 0.3% (0.2% of Total Investments)			
1,500	Connecticut Health and Educational Facilities Authority, Revenue Bonds, Hartford Healthcare, Series 2011A, 5.000%, 7/01/41	7/21 at 100.00	A	1,656,900
3,390	District of Columbia – 2.7% (1.9% of Total Investments)			
	Metropolitan Washington Airports Authority, Virginia, Dulles Toll Road Revenue Bonds, Dulles Metrorail & Capital Improvement Project, Refunding Second Senior Lien Series 2014A, 5.000%, 10/01/53	4/22 at 100.00	BBB+	3,738,763
10,000	Washington Convention Center Authority, District of Columbia, Dedicated Tax Revenue Bonds, Senior Lien Refunding Series 2007A, 4.500%, 10/01/30 – AMBAC Insured	10/16 at 100.00	AA+	10,570,600
1,335	Washington Convention Center Authority, District of Columbia, Dedicated Tax Revenue Bonds, Tender Option Bond Trust 1606, 11.921%, 10/01/30 – AMBAC Insured (IF) (4)	10/16 at 100.00	AA+	1,563,485
14,725	Total District of Columbia			15,872,848
	Florida – 2.6% (1.8% of Total Investments)			
5,005	Broward County, Florida, Airport System Revenue Refunding Bonds, Series 2009O, 5.375%, 10/01/29	10/19 at 100.00	A+	5,804,599

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2,490	Miami-Dade County, Florida, Subordinate Special Obligation Bonds, Refunding Series 2012B, 5.000%, 10/01/37	10/22 at 100.00	A+	2,863,774
85	Palm Beach County Health Facilities Authority, Florida, Revenue Bonds, Sinai Residences of Boca Raton Project, Series 2014A, 7.250%, 6/01/34	6/22 at 102.00	N/R	98,267
5,455	South Miami Health Facilities Authority, Florida, Hospital Revenue, Baptist Health System Obligation Group, Series 2007, 5.000%, 8/15/42 (UB) (4)	8/17 at 100.00	AA	5,845,905
70	Tolomato Community Development District, Florida, Special Assessment Bonds, Convertible, Capital Appreciation, Series 2012A-2, 0.000%, 5/01/39	5/17 at 100.00	N/R	51,374
200	Tolomato Community Development District, Florida, Special Assessment Bonds, Convertible, Capital Appreciation, Series 2012A-3, 0.000%, 5/01/40	5/19 at 100.00	N/R	119,654
85	Tolomato Community Development District, Florida, Special Assessment Bonds, Convertible, Capital Appreciation, Series 2012A-4, 0.000%, 5/01/40	5/22 at 100.00	N/R	37,677
110	Tolomato Community Development District, Florida, Special Assessment Bonds, Hope Note, Series 2007-3, 6.650%, 5/01/40 (5)	5/18 at 100.00	N/R	1
10	Tolomato Community Development District, Florida, Special Assessment Bonds, Non Performing ParcelSeries 2007-1. RMKT, 6.650%, 5/01/40 (5)	5/18 at 100.00	N/R	10,335
200	Tolomato Community Development District, Florida, Special Assessment Bonds, Refunding Series 2012A-1, 6.650%, 5/01/40	5/17 at 100.00	N/R	204,944
475	Tolomato Community Development District, Florida, Special Assessment Bonds, Southern/Forbearance Parcel Series 2007-2, 6.650%, 5/01/40 (5)	5/18 at 100.00	N/R	283,205
14,185	Total Florida Georgia – 3.6% (2.5% of Total Investments)			15,319,735
15,290	Atlanta, Georgia, Airport General Revenue Bonds, Refunding Series 2010C, 5.250%, 1/01/30	1/21 at 100.00	Aa3	17,957,493
3,000	Franklin County Industrial Building Authority, Georgia, Revenue Bonds, Ty Cobb Regional Medical Center Project, Series 2010, 8.125%, 12/01/45 (5), (6)	12/20 at 100.00	N/R	1,251,762
2,000	Fulton County Residential Care Facilities Elderly Authority, Georgia, First Mortgage Revenue Bonds, Lenbrook Project, Series 2006A, 5.125%, 7/01/42	7/17 at 100.00	N/R	2,029,540
20,290	Total Georgia Guam – 0.2% (0.1% of Total Investments)			21,238,795
810	Guam Waterworks Authority, Water and Wastewater System Revenue Bonds, Series 2013, 5.500%, 7/01/43	7/23 at 100.00	A–	958,335
3,200	Illinois – 14.9% (10.4% of Total Investments) Chicago Transit Authority, Illinois, Sales Tax Receipts Revenue Bonds, Series 2011, 5.250%, 12/01/40	12/21 at 100.00	AA	3,701,824
3,780	Chicago, Illinois, General Airport Revenue Bonds, O’Hare International Airport, Third Lien	1/16 at 100.00	AA–	3,944,770

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	Series 2005A, 5.000%, 1/01/33 – FGIC Insured			
4,855	Chicago, Illinois, Sales Tax Revenue Bonds, Series 2011A, 5.000%, 1/01/41	1/22 at 100.00	AAA	5,352,249
2,220	Chicago, Illinois, Wastewater Transmission Revenue Bonds, Second Lien Series 2001A, 5.500%, 1/01/16 – NPMFG Insured	No Opt. Call	AA–	2,327,381
11,175	Cook County, Illinois, General Obligation Bonds, Refunding Series 2010A, 5.250%, 11/15/33	11/20 at 100.00	AA	12,654,458
1,000	Illinois Finance Authority, Revenue Bonds, Advocate Health Care Network, Series 2012, 5.000%, 6/01/42	No Opt. Call	AA	1,127,270
2,380	Illinois Finance Authority, Revenue Bonds, Little Company of Mary Hospital and Health Care Centers, Series 2010, 5.250%, 8/15/36	8/15 at 105.00	A+	2,550,646
5,810	Illinois Finance Authority, Revenue Bonds, Sherman Health Systems, Series 2007A, 5.500%, 8/01/37 (Pre-refunded 8/01/17)	8/17 at 100.00	N/R (7)	6,499,647
4,125	Illinois Finance Authority, Revenue Bonds, University of Chicago, Series 2012A, 5.000%, 10/01/51	10/21 at 100.00	AA+	4,592,486
1,600	Illinois State, General Obligation Bonds, February Series 2014: 5.250%, 2/01/32	2/24 at 100.00	A–	1,792,320
1,000	5.250%, 2/01/33	2/24 at 100.00	A–	1,116,140
1,130	5.250%, 2/01/34	2/24 at 100.00	A–	1,258,492
1,000	5.000%, 2/01/39	2/24 at 100.00	A–	1,084,420
6,000	Illinois State, General Obligation Bonds, Series 2004A, 5.000%, 3/01/28	3/15 at 100.00	A–	6,023,760
560	Illinois Toll Highway Authority, Toll Highway Revenue Bonds, Tender Option Bond Trust 2015-XF0051, 18.039%, 1/01/21 (IF)	No Opt. Call	AA–	902,894
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	N/R	3,892,000
12,000	Metropolitan Pier and Exposition Authority, Illinois, McCormick Place Expansion Project Refunding Bonds, Series 2010A, 5.500%, 6/15/50	6/20 at 100.00	AAA	13,371,360
45,000	Metropolitan Pier and Exposition Authority, Illinois, Revenue Bonds, McCormick Place Expansion Project, Capital Appreciation Refunding Series 2010B-1, 0.000%, 6/15/43 – AGM Insured	No Opt. Call	AAA	12,997,350
2,825	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	AAA	3,458,845
116,660	Total Illinois			88,648,312
	Indiana – 10.8% (7.6% of Total Investments)			
4,230	Indiana Finance Authority, Educational Facilities Revenue Bonds, Tudor Park Foundation, Series 2005B, 5.000%, 6/01/24	6/15 at 100.00	Aa3	4,296,157

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6,000	Indiana Finance Authority, Hospital Revenue Bonds, Major Hospital Project, Series 2014A, 5.000%, 10/01/44	10/23 at 100.00	BBB+	6,622,860
5,370	Indiana Finance Authority, Private Activity Bonds, Ohio River Bridges East End Crossing Project, Series 2013A, 5.250%, 1/01/51 (Alternative Minimum Tax)	7/23 at 100.00	BBB	6,000,223
810	Indiana Finance Authority, Tax-Exempt Private Activity Revenue Bonds, I-69 Section 5 Project, Series 2014: 5.250%, 9/01/40 (Alternative Minimum Tax)	9/24 at 100.00	BBB	908,439
6,185	5.000%, 9/01/46 (Alternative Minimum Tax)	9/24 at 100.00	BBB	6,760,824
6,700	Indiana Finance Authority, Wastewater Utility Revenue Bonds, CWA Authority Project, Series 2011B, 5.000%, 10/01/41	10/21 at 100.00	AA-	7,621,384
13,000	Indiana Finance Authority, Water Utility Revenue Bonds, Citizens Energy Group Project, First Lien Series 2014A, 5.000%, 10/01/44	10/24 at 100.00	A+	15,061,280
10,925	Indiana Health Facility Financing Authority, Revenue Bonds, Community Hospitals of Indiana, Series 2005A, 5.000%, 5/01/35 (Pre-refunded 5/01/15) – AMBAC Insured	5/15 at 100.00	N/R (7)	11,060,033
830	Valparaiso, Indiana, Exempt Facilities Revenue Bonds, Pratt Paper LLC Project, Series 2013, 7.000%, 1/01/44 (Alternative Minimum Tax)	1/24 at 100.00	N/R	1,037,874
2,500	Vigo County Hospital Authority, Indiana, Revenue Bonds, Union Hospital, Series 2007: 5.750%, 9/01/42	9/17 at 100.00	N/R	2,629,300
2,500	5.800%, 9/01/47	9/17 at 100.00	N/R	2,630,400
59,050	Total Indiana Iowa – 0.2% (0.2% of Total Investments)			64,628,774
	Iowa Tobacco Settlement Authority, Asset Backed Settlement Revenue Bonds, Series 2005C:			
525	5.500%, 6/01/42	6/15 at 100.00	B+	471,770
1,000	5.625%, 6/01/46	6/15 at 100.00	B+	910,630
1,525	Total Iowa Kansas – 0.3% (0.2% of Total Investments)			1,382,400
	Manhattan Health Care Facility Revenue Bonds, Kansas, Meadowlarks Hills Retirement, Series 2007B:			
1,000	5.125%, 5/15/37	5/15 at 102.00	N/R	1,012,260
1,000	5.125%, 5/15/42	5/15 at 102.00	N/R	1,010,740
2,000	Total Kansas Kentucky – 2.5% (1.7% of Total Investments)			2,023,000



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1,000	Kentucky Economic Development Finance Authority, Louisville Arena Project Revenue Bonds, Louisville Arena Authority, Inc., Series 2008-A1, 6.000%, 12/01/42 – AGC Insured	6/18 at 100.00	AA	1,092,520
1,335	Kentucky Public Transportation Infrastructure Authority, First Tier Toll Revenue Bonds, Downtown Crossing Project, Convertible Capital Appreciation Series 2013C: 0.000%, 7/01/43	7/31 at 100.00	Baa3	992,039
2,295	0.000%, 7/01/46 Kentucky Public Transportation Infrastructure Authority, First Tier Toll Revenue Bonds, Downtown Crossing Project, Series 2013A:	7/31 at 100.00	Baa3	1,707,365
3,080	5.750%, 7/01/49	7/23 at 100.00	Baa3	3,630,981
615	6.000%, 7/01/53 Lexington-Fayette Urban County Government Public Facilities Corporation, Kentucky State Lease	7/23 at 100.00	Baa3	731,118
5,400	Revenue Bonds, Eastern State Hospital Project, Series 2011A, 5.250%, 6/01/29	6/21 at 100.00	Aa3	6,278,742
215	Warren County, Kentucky, Hospital Revenue Bonds, Bowling Green-Warren County Community Hospital Corporation, Series 2012A, 4.000%, 10/01/29	10/22 at 100.00	A	229,854
13,940	Total Kentucky Louisiana – 4.2% (2.9% of Total Investments)			14,662,619
2,000	Jefferson Parish Hospital Service District 2, Louisiana, Hospital Revenue Bonds, East	7/21 at 100.00	BB+	2,372,180
3,000	Jefferson General Hospital, Refunding Series 2011, 6.375%, 7/01/41 Louisiana Local Government Environmental Facilities & Community Development Authority,	11/17 at 100.00	BBB+	3,452,100
3,700	Revenue Bonds, Westlake Chemical Corporation Project, Series 2007, 6.750%, 11/01/32 Louisiana Public Facilities Authority, Revenue Bonds, Ochsner Clinic Foundation Project, Series 2007A, 5.500%, 5/15/47	5/17 at 100.00	Baa1	3,917,375
4,425	Louisiana Public Facilities Authority, Revenue Bonds, Ochsner Clinic Foundation Project, Series 2011, 6.750%, 5/15/41	5/21 at 100.00	Baa1	5,373,941
5,855	Louisiana Stadium and Exposition District, Revenue Refunding Bonds, Senior Lien Series 2013A, 5.000%, 7/01/36	7/23 at 100.00	A	6,701,692
2,560	New Orleans, Louisiana, Sewerage Service Revenue Bonds, Refunding Series 2014, 5.000%, 6/01/44	6/24 at 100.00	A	2,933,709
21,540	Total Louisiana			24,750,997
1,000	Maryland – 0.4% (0.3% of Total Investments) Howard County, Maryland, Retirement Community Revenue Bonds, Vantage House, Series 2007B, 5.250%, 4/01/37	4/17 at 100.00	N/R	981,300

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2,000	Maryland Economic Development Corporation, Revenue Bonds, Chesapeake Bay Hyatt Conference Center, Series 2006A, 5.000%, 12/01/31 (5)	12/16 at 100.00	N/R	890,000
555	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Mercy Ridge Retirement Community, Series 2007, 4.750%, 7/01/34	7/17 at 100.00	A-	574,009
3,555	Total Maryland Massachusetts – 4.5% (3.1% of Total Investments)			2,445,309
1,375	Massachusetts Development Finance Agency, Revenue Bonds, Orchard Cove, Series 2007, 5.250%, 10/01/26	4/15 at 101.00	N/R	1,389,960
1,000	Massachusetts Health and Educational Facilities Authority, Revenue Bonds, Milton Hospital Project, Series 2005D, 5.250%, 7/01/30	7/15 at 100.00	BB+	1,005,670
1,600	Massachusetts Health and Educational Facilities Authority, Revenue Refunding Bonds, Suffolk University Issue, Series 2009A, 5.750%, 7/01/39	7/19 at 100.00	BBB	1,836,512
400	Massachusetts Port Authority, Special Facilities Revenue Bonds, ConRac Project, Series 2011A, 5.125%, 7/01/41	7/21 at 100.00	A	452,780
5,000	Massachusetts Port Authority, Special Facilities Revenue Bonds, Delta Air Lines Inc., Series 2001A, 5.500%, 1/01/18 – AMBAC Insured (Alternative Minimum Tax)	7/15 at 100.00	N/R	5,008,000
3,000	Massachusetts School Building Authority, Dedicated Sales Tax Revenue Bonds, Series 2005A: 5.000%, 8/15/30 (Pre-refunded 8/15/15)	8/15 at 100.00	AA (7)	3,079,590
1,855	Massachusetts Water Resources Authority, General Revenue Bonds, Series 2007A, 4.500%, 8/01/46 – AGM Insured (UB) (4)	8/15 at 100.00	AA+ (7)	1,904,213
3,465	Metropolitan Boston Transit Parking Corporation, Massachusetts, Systemwide Senior Lien Parking Revenue Bonds, Series 2011, 5.000%, 7/01/41	2/17 at 100.00	AA+	3,585,686
7,175		7/21 at 100.00	A+	8,283,681
24,870	Total Massachusetts Michigan – 6.7% (4.7% of Total Investments)			26,546,092
15,000	Detroit City School District, Wayne County, Michigan, Unlimited Tax School Building and Site Improvement Bonds, Series 2001A, 6.000%, 5/01/29 – AGM Insured (UB)	No Opt. Call	AA	18,298,200
690	Detroit Water and Sewerage Department, Michigan, Sewage Disposal System Revenue Bonds, Refunding Senior Lien Series 2012A, 5.250%, 7/01/39	7/22 at 100.00	BBB+	760,697
2,000	Garden City Hospital Finance Authority, Michigan, Revenue Bonds, Garden City Hospital Obligated Group, Series 2007A, 5.000%, 8/15/38 (Pre-refunded 8/15/17)	8/17 at 100.00	N/R (7)	2,222,060
2,000	Grand Traverse County Hospital Financial Authority, Michigan, Revenue Bonds, Munson	No Opt. Call	AA-	2,295,540

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	Healthcare, Series 2014A, 5.000%, 7/01/47			
3,580	Lansing Board of Water and Light, Michigan, Utility System Revenue Bonds, Series 2011A, 5.500%, 7/01/41	7/21 at 100.00	AA-	4,306,203
5,000	Michigan Finance Authority, Revenue Bonds, Trinity Health Credit Group, Refunding Series 2011, 5.000%, 12/01/39	12/21 at 100.00	AA	5,626,900
2,250	Michigan State Building Authority, Revenue Bonds, Facilities Program, Refunding Series 2011-I-A, 5.375%, 10/15/41	10/21 at 100.00	Aa3	2,613,195
2,865	Michigan State Hospital Finance Authority, Revenue Bonds, Trinity Health Care Group, Series 2006A, 5.000%, 12/01/31	12/16 at 100.00	AA-	3,031,399
655	Michigan State Hospital Finance Authority, Revenue Bonds, Trinity Health Care Group, Series 2006A, 5.000%, 12/01/31 (Pre-refunded 12/01/16)	12/16 at 100.00	Aa2 (7)	710,479
34,040	Total Michigan			39,864,673
	Minnesota – 1.2% (0.8% of Total Investments)			
2,080	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)	4/15 at 102.00	Aa1	2,125,802
3,000	Minnesota State, General Obligation Bonds, Various Purpose, Refunding Series 2010D, 5.000%, 8/01/18	No Opt. Call	AA+	3,444,990
1,375	Saint Paul Port Authority, Minnesota, Lease Revenue Bonds, Regions Hospital Parking Ramp Project, Series 2007-1, 5.000%, 8/01/36	8/16 at 100.00	N/R	1,394,566
6,455	Total Minnesota			6,965,358
	Mississippi – 0.9% (0.6% of Total Investments)			
2,080	Mississippi Business Finance Corporation, GNMA Collateralized Retirement Facility Mortgage Revenue Refunding Bonds, Aldersgate Retirement Community Inc. Project, Series 1999A, 5.450%, 5/20/34	5/15 at 100.00	AA+	2,086,344
3,000	Mississippi Hospital Equipment and Facilities Authority, Revenue Bonds, Baptist Memorial Healthcare, Series 2004B-1, 5.000%, 9/01/24 (Pre-refunded 4/06/15)	4/15 at 100.00	A (7)	3,011,670
5,080	Total Mississippi			5,098,014
	Missouri – 3.0% (2.1% of Total Investments)			
1,495	Cape Girardeau County Industrial Development Authority, Missouri, Health Facilities Revenue Bonds, Southeast Missouri Hospital Association, Series 2007, 5.000%, 6/01/36	6/17 at 100.00	BBB-	1,534,154
1,000	Clinton County Industrial Development Authority, Missouri, Revenue Bonds, Cameron Regional Medical Center, Series 2007, 5.000%, 12/01/32	12/17 at 100.00	N/R	1,023,000
2,500	Missouri Health and Educational Facilities Authority, Revenue Bonds, Washington University, Series 2011B, 5.000%, 11/15/37	11/21 at 100.00	AAA	2,922,100

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12,105	Missouri Joint Municipal Electric Utility Commission, Power Project Revenue Bonds, Iatan 2 Project Series 2006A, 5.000%, 1/01/34 (Pre-refunded 1/01/16) – AMBAC Insured	1/16 at 100.00	AA+ (7)	12,639,073
17,100	Total Missouri Nebraska – 0.8% (0.6% of Total Investments)			18,118,327
2,765	Omaha Public Power District, Nebraska, Electric System Revenue Bonds, Refunding Subordinated Lien Series 2014CC, 4.000%, 2/01/38	2/24 at 100.00	AA–	2,945,748
1,005	Omaha Public Power District, Nebraska, Separate Electric System Revenue Bonds, Nebraska City 2, Tender Option Bond Trust 11673, 20.198%, 8/01/40 – AMBAC Insured (IF)	2/17 at 100.00	AA+	1,793,855
3,770	Total Nebraska Nevada – 5.2% (3.7% of Total Investments)			4,739,603
10,000	Clark County, Nevada, Airport Revenue Bonds, Subordinate Lien Series 2010B, 5.750%, 7/01/42	1/20 at 100.00	A+	11,919,100
6,915	Clark County, Nevada, Passenger Facility Charge Revenue Bonds, Las Vegas-McCarran International Airport, Series 2010A, 5.250%, 7/01/42	1/20 at 100.00	A+	7,920,925
10,000	Las Vegas Valley Water District, Nevada, General Obligation Bonds, Water & Refunding Series 2011C, 5.000%, 6/01/38	6/21 at 100.00	AA+	11,337,100
26,915	Total Nevada New Jersey – 4.4% (3.1% of Total Investments)			31,177,125
12,970	New Jersey Transportation Trust Fund Authority, Transportation System Bonds, Capital Appreciation Series 2010A, 0.000%, 12/15/33	No Opt. Call	A2	5,625,348
20,000	New Jersey Transportation Trust Fund Authority, Transportation System Bonds, Series 2006C, 0.000%, 12/15/33 – AGM Insured	No Opt. Call	AA	9,118,200
5,000	New Jersey Transportation Trust Fund Authority, Transportation System Bonds, Series 2012AA, 5.000%, 6/15/38	No Opt. Call	A2	5,487,000
7,670	Tobacco Settlement Financing Corporation, New Jersey, Tobacco Settlement Asset-Backed Bonds, Series 2007-1A, 4.750%, 6/01/34	6/17 at 100.00	B2	6,089,366
45,640	Total New Jersey New York – 7.1% (5.0% of Total Investments)			26,319,914
900	Albany Industrial Development Agency, New York, Revenue Bonds, Brighter Choice Charter Schools, Series 2007A, 5.000%, 4/01/32	4/17 at 100.00	BB+	901,224
1,275	Brooklyn Arena Local Development Corporation, New York, Payment in Lieu of Taxes Revenue Bonds, Barclays Center Project, Series 2009: 6.000%, 7/15/30	1/20 at 100.00	BBB–	1,529,261
3,400	Dormitory Authority of the State of New York, State Personal Income Tax Revenue Bonds, General 0.000%, 7/15/44	No Opt. Call	BBB–	898,246
4,675		3/21 at 100.00	AAA	5,417,390

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Purpose Series 2011C, 5.000%, 3/15/41			
2,100	Hudson Yards Infrastructure Corporation, New York, Revenue Bonds, Senior Fiscal 2012 Series	2/21 at 100.00	A 2,471,553
2011A, 5.750%, 2/15/47			
3,000	Long Island Power Authority, New York, Electric System General Revenue Bonds, Series 2006C,	9/16 at 100.00	AA- 3,185,850
5.000%, 9/01/35 – NPFG Insured			
1,200	Long Island Power Authority, New York, Electric System Revenue Bonds, Series 2011A, 5.000%,	5/21 at 100.00	AA 1,358,508
5/01/36 – AGM Insured			
6,000	Long Island Power Authority, New York, Electric System Revenue Bonds, Series 2012A,	9/22 at 100.00	A- 6,782,580
5.000%, 9/01/42			
750	Metropolitan Transportation Authority, New York, Transportation Revenue Bonds, Series 2011A,	11/21 at 100.00	AA- 851,873
5.000%, 11/15/41			
8,000	New York City Industrial Development Agency, New York, American Airlines-JFK International	8/16 at 101.00	N/R 8,734,800
Airport Special Facility Revenue Bonds, Series 2005, 7.750%, 8/01/31 (Alternative Minimum Tax)			
3,125	New York City Municipal Water Finance Authority, New York, Water and Sewer System Revenue	12/20 at 100.00	AA+ 3,731,000
Bonds, Second Generation Resolution, Fiscal 2011 Series EE, 5.375%, 6/15/43			
10	New York City, New York, General Obligation Bonds, Fiscal Series 2002G, 5.625%, 8/01/20 –	2/15 at 100.00	AA 10,045
NPFG Insured			
2,920	New York Liberty Development Corporation, New York, Liberty Revenue Bonds, 3 World Trade	11/24 at 100.00	N/R 3,134,883
Center Project, Class 1 Series 2014, 5.000%, 11/15/44			
3,000	New York State Power Authority, General Revenue Bonds, Series 2011A, 5.000%, 11/15/38	11/21 at 100.00	Aa1 3,499,350
40,355	Total New York		42,506,563
North Carolina – 0.6% (0.4% of Total Investments)			
1,710	Charlotte-Mecklenburg Hospital Authority, North Carolina, Carolinas HealthCare System Revenue	1/18 at 100.00	AA- 2,086,645
Bonds, Series 2008, Trust 1149, 15.452%, 7/15/32 (IF) (4)			
1,200	Charlotte-Mecklenburg Hospital Authority, North Carolina, Health Care System Revenue Bonds,	1/17 at 100.00	AA- 1,287,744
Carolinas Health Care, Series 2007A, 5.000%, 1/15/31			
2,910	Total North Carolina		3,374,389
Ohio – 2.8% (2.0% of Total Investments)			
800	Allen County, Ohio, Hospital Facilities Revenue Bonds, Catholic Health Partners, Refunding and	5/22 at 100.00	AA- 900,784
Improvement Series 2012A, 5.000%, 5/01/42			
Buckeye Tobacco Settlement Financing Authority, Ohio, Tobacco Settlement Asset-Backed Revenue			
Bonds, Senior Lien, Series 2007A-2:			
5,735	5.125%, 6/01/24	6/17 at 100.00	B- 4,969,378
710	5.875%, 6/01/30		B- 617,594

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		6/17 at		
		100.00		
		6/17 at		
3,705	5.750%, 6/01/34	100.00	B-	3,138,246
		6/17 at		
670	5.875%, 6/01/47	100.00	B	573,131
	Franklin County, Ohio, Hospital Revenue Bonds, OhioHealth	11/21 at		
5,800	Corporation, Series 2011A,	100.00	AA+	6,630,270
	5.000%, 11/15/41			
17,420	Total Ohio			16,829,403
	Oklahoma – 2.6% (1.8% of Total Investments)			
	Grand River Dam Authority, Oklahoma, Revenue Bonds, Series	6/24 at		
2,010	2014A, 5.000%, 6/01/39	100.00	A+	2,391,016
	Oklahoma Development Finance Authority, Revenue Bonds, Saint			
	John Health System, Series 2007:			
		2/17 at		
4,440	5.000%, 2/15/37	100.00	AA	4,707,865
		2/17 at		
1,120	5.000%, 2/15/42	100.00	AA	1,184,344
	Oklahoma Development Finance Authority, Revenue Bonds, Saint			
	John Health System, Series 2007:			
		2/17 at		
100	5.000%, 2/15/37 (Pre-refunded 2/15/17)	100.00	N/R (7)	109,124
		2/17 at		
25	5.000%, 2/15/42 (Pre-refunded 2/15/17)	100.00	N/R (7)	27,281
	Tulsa County Industrial Authority, Oklahoma, Health Care Revenue	12/16 at		
6,305	Bonds, Saint Francis Health	100.00	AA+	6,786,954
	System, Series 2006, 5.000%, 12/15/36 (UB)			
	Tulsa County Industrial Authority, Oklahoma, Health Care Revenue	12/16 at		
88	Bonds, Saint Francis Health	100.00	AA+	100,230
	System, tender option Bond Trust 3500, 8.593%, 6/15/30 (IF)			
14,088	Total Oklahoma			15,306,814
	Pennsylvania – 0.4% (0.3% of Total Investments)			
	Bucks County Industrial Development Authority, Pennsylvania,	3/17 at		
500	Charter School Revenue Bonds,	100.00	BBB-	505,390
	School Lane Charter School, Series 2007A, 5.000%, 3/15/37			
	Northampton County Industrial Development Authority,	4/15 at		
2,206	Pennsylvania, Recovery Revenue Bonds,	100.00	N/R	2,024,391
	Northampton Generating Project, Senior Lien Series 2013A0 & AE2,			
	5.000%, 12/01/23			
	Pennsylvania Economic Development Financing Authority, Exempt	11/24 at		
135	Facilities Revenue Bonds,	100.00	N/R	140,202
	National Gypsum Company, Refunding Series 2014, 5.500%,			
	11/01/44 (Alternative Minimum Tax)			
2,841	Total Pennsylvania			2,669,983
	Rhode Island – 1.5% (1.0% of Total Investments)			
	Rhode Island Tobacco Settlement Financing Corporation, Tobacco			
	Settlement Asset-Backed Bonds,			
	Series 2002A:			
		4/15 at		
5	6.000%, 6/01/23 (Pre-refunded 4/20/15)	100.00	A (7)	5,029

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		4/15 at		
8,730	6.250%, 6/01/42 (Pre-refunded 4/20/15)	100.00	BBB- (7)	8,769,722
8,735	Total Rhode Island			8,774,751
	South Carolina – 4.4% (3.1% of Total Investments)			
	Greenville County School District, South Carolina, Installment	12/16 at		
10,600	Purchase Revenue Bonds, Series	100.00	AA	11,452,346
	2006, 5.000%, 12/01/24			
	South Carolina Public Service Authority, Santee Cooper Revenue	12/24 at		
6,930	Obligations, Refunding Series	100.00	AA-	8,077,539
	2014C, 5.000%, 12/01/46			
	South Carolina Public Service Authority, Santee Cooper Revenue	6/24 at		
5,700	Obligations, Series 2014A,	100.00	AA-	6,811,557
	5.500%, 12/01/54			
23,230	Total South Carolina			26,341,442
	South Dakota – 0.1% (0.1% of Total Investments)			
	South Dakota Health and Educational Facilities Authority, Revenue	11/24 at		
760	Bonds, Sanford Health,	100.00	A+	874,828
	Series 2014B, 5.000%, 11/01/44			
	Tennessee – 2.1% (1.5% of Total Investments)			
	Chattanooga Health, Educational and Housing Facility Board,	1/23 at		
5,065	Tennessee, Hospital Revenue Bonds,	100.00	A+	5,853,215
	Catholic Health Initiatives, Series 2013A, 5.250%, 1/01/45			
	Chattanooga-Hamilton County Hospital Authority, Tennessee,	10/24 at		
3,145	Hospital Revenue Bonds, Erlanger	100.00	Baa2	3,538,628
	Health System, Refunding Series 2014A, 5.000%, 10/01/44			
	Harpeth Valley Utilities District, Davidson and Williamson Counties,	9/22 at		
1,595	Tennessee, Utilities	100.00	AA	1,720,447
	Revenue Bonds, Series 2012A, 4.000%, 9/01/42			
	Knox County Health, Educational and Housing Facilities Board,	1/17 at		
3,680	Tennessee, Hospital Revenue	30.07	A	1,009,534
	Refunding Bonds, Covenant Health, Series 2006, 0.000%, 1/01/41			
	Sullivan County Health Educational and Housing Facilities Board,	9/16 at		
415	Tennessee, Revenue Bonds,	100.00	BBB+	436,883
	Wellmont Health System, Series 2006C, 5.250%, 9/01/36			
13,900	Total Tennessee			12,558,707
	Texas – 20.1% (14.1% of Total Investments)			
	Board of Regents, University of Texas System, Financing System	2/17 at		
5,495	Revenue Bonds, Series 2006F,	100.00	AAA	5,665,235
	4.250%, 8/15/36			
	Central Texas Regional Mobility Authority, Revenue Bonds, Senior	1/21 at		
2,700	Lien Series 2011,	100.00	BBB	3,188,646
	6.250%, 1/01/46			
	Colorado River Municipal Water District, Texas, Water System	1/21 at		
4,500	Revenue Bonds, Series 2011,	100.00	AA-	5,139,045
	5.000%, 1/01/36			
	Grand Parkway Transportation Corporation, Texas, System Toll	10/23 at		
1,140	Revenue Bonds, Tender Option Bond	100.00	AA+	1,720,283
	Trust 2013-9A, 18.425%, 4/01/53 (IF)			
	Harris County-Houston Sports Authority, Texas, Revenue Bonds,			
	Capital Appreciation Refunding			
	Senior Lien Series 2014A:			

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295	0.000%, 11/15/41 – AGM Insured	11/31 at 62.66	AA	96,267
590	0.000%, 11/15/42 – AGM Insured	11/31 at 59.73	AA	183,059
1,000	0.000%, 11/15/43 – AGM Insured	11/31 at 56.93	AA	293,970
2,000	0.000%, 11/15/44 – AGM Insured	11/31 at 54.25	AA	558,800
2,600	0.000%, 11/15/45 – AGM Insured	11/31 at 51.48	AA	688,818
235	Houston, Texas, Airport System Special Facilities Revenue Bonds, United Airlines, Inc. Terminal E Project, Refunding Series 2014, 5.000%, 7/01/29	7/24 at 100.00	B	256,951
10,000	Houston, Texas, First Lien Combined Utility System Revenue Bonds, Series 2011D, 5.000%, 11/15/40	11/21 at 100.00	AA	11,612,700
4,965	Houston, Texas, Hotel Occupancy Tax and Special Revenue Bonds, Convention and Entertainment Facilities Department, Refunding Series 2011B, 5.250%, 9/01/27	9/16 at 100.00	A2	5,292,740
6,000	Houston, Texas, Junior Lien Water and Sewerage System Revenue Refunding Bonds, Series 2001B, 5.500%, 12/01/29 – NPFG Insured (ETM)	No Opt. Call	AA+ (7)	8,461,860
14,200	Hutto Independent School District, Williamson County, Texas, General Obligation Bonds, Series 2007A, 4.750%, 8/01/43 (UB)	8/16 at 100.00	AAA	14,975,462
8,000	Lower Colorado River Authority, Texas, Transmission Contract Refunding Revenue Bonds, LCRA Transmission Services Corporation Project, Refunding & Improvement Series 2010, 5.000%, 5/15/40	5/20 at 100.00	A+	9,066,720
1,750	Martin County Hospital District, Texas, Combination Limited Tax and Revenue Bonds, Series 2011A, 7.250%, 4/01/36	4/21 at 100.00	BBB	2,014,215
2,505	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	A1	3,008,530
4,370	North Texas Tollway Authority, Special Projects System Revenue Bonds, Series 2011A:	9/31 at 100.00	AA+	4,289,461
9,130	North Texas Tollway Authority, System Revenue Bonds, Refunding	9/31 at 100.00	AA+	9,821,598
5,900	Second Tier, Series 2008F, 5.750%, 1/01/38	1/18 at 100.00	A3	6,575,904
3,500	Southwest Higher Education Authority Inc, Texas, Revenue Bonds, Southern Methodist University, Series 2010, 5.000%, 10/01/41	10/20 at 100.00	AA-	4,084,010
7,700	Tarrant County Cultural Education Facilities Finance Corporation, Texas, Revenue Bonds, Texas	2/17 at 100.00	AA	8,222,137



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Health Resources, Series 2007A, 5.000%, 2/15/36 (UB)			
435	Texas Municipal Gas Acquisition and Supply Corporation III, Gas Supply Revenue Bonds, Series 2012, 5.000%, 12/15/32	No Opt. Call	A3 485,899
1,665	Texas Transportation Commission, Central Texas Turnpike System Revenue Bonds, First Tier Refunding Series 2012A, 5.000%, 8/15/41	8/22 at 100.00	A- 1,879,852
1,565	Texas Transportation Commission, Central Texas Turnpike System Revenue Bonds, First Tier Refunding Series 2015B, 5.000%, 8/15/37 (WI/DD, Settling 2/04/15)	8/24 at 100.00	A- 1,818,796
3,145	Texas Transportation Commission, Central Texas Turnpike System Revenue Bonds, Second Tier Refunding Series 2015C, 5.000%, 8/15/42 (WI/DD, Settling 2/04/15)	8/24 at 100.00	BBB+ 3,579,545
White Settlement Independent School District, Tarrant County, Texas, General Obligation Bonds, Series 2006:			
1,440	0.000%, 8/15/37	8/15 at 31.98	AAA 453,686
1,440	0.000%, 8/15/40	8/15 at 27.11	AAA 383,573
1,120	0.000%, 8/15/44	8/15 at 21.88	AAA 240,654
5	White Settlement Independent School District, Tarrant County, Texas, General Obligation Bonds, Series 2006, 0.000%, 8/15/44 (Pre-refunded 8/15/15)	8/15 at 21.88	N/R (7) 1,093
White Settlement Independent School District, Tarrant County, Texas, General Obligation Bonds, Series 2006:			
5	0.000%, 8/15/37 (Pre-refunded 8/15/15)	8/15 at 31.98	N/R (7) 1,597
7,665	0.000%, 8/15/37 (Pre-refunded 8/15/15)	8/15 at 31.98	N/R (7) 2,448,584
5	0.000%, 8/15/40 (Pre-refunded 8/15/15)	8/15 at 27.11	N/R (7) 1,354
7,665	0.000%, 8/15/40 (Pre-refunded 8/15/15)	8/15 at 27.11	N/R (7) 2,075,682
5,985	0.000%, 8/15/44 (Pre-refunded 8/15/15)	8/15 at 21.88	N/R (7) 1,307,842
130,715	Total Texas		119,894,568
Utah – 1.1% (0.8% of Total Investments)			
Utah Housing Corporation, Single Family Mortgage Bonds, Series 2001E:			
265	5.200%, 1/01/18 (Alternative Minimum Tax)	7/15 at 100.00	AA- 265,610
160	5.500%, 1/01/23 (Alternative Minimum Tax)	7/15 at 100.00	Aaa 160,947
Utah Housing Corporation, Single Family Mortgage Bonds, Series 2001F-1:			
430	4.950%, 7/01/18 (Alternative Minimum Tax)	7/15 at 100.00	AA- 431,054
215	5.300%, 7/01/23 (Alternative Minimum Tax)		Aaa 216,167

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		7/15 at		
		100.00		
	Utah Transit Authority, Sales Tax Revenue and Refunding Bonds,	6/22 at		
4,935	Series 2012, 5.000%, 6/15/42	100.00	A1	5,629,058
6,005	Total Utah			6,702,836
	Vermont – 1.6% (1.1% of Total Investments)			
	University of Vermont and State Agricultural College, Revenue	10/15 at		
9,000	Bonds, Series 2005, 5.000%,	100.00	AA– (7)	9,293,130
	10/01/35 (Pre-refunded 10/01/15) – NPFG Insured			
	Virginia – 0.1% (0.1% of Total Investments)			
	Chesterfield County Health Center Commission, Virginia, Mortgage	12/15 at		
1,000	Revenue Bonds, Lucy Corr	100.00	N/R	800,820
	Village, Series 2005, 5.375%, 12/01/28			
	Washington – 3.8% (2.7% of Total Investments)			
	King County, Washington, Sewer Revenue Bonds, Series 2009,	1/19 at		
2,500	5.250%, 1/01/42	100.00	AA+	2,843,250
	Port of Seattle, Washington, Revenue Bonds, Intermediate Lien Series	3/15 at		
5,205	2005A, 5.000%, 3/01/35 –	100.00	AA–	5,223,426
	NPFG Insured			
	Washington Health Care Facilities Authority, Revenue Bonds,	2/21 at		
10,000	Catholic Health, Series 2011A,	100.00	A+	10,984,600
	5.000%, 2/01/41			
	Washington Health Care Facilities Authority, Revenue Bonds, Fred	1/21 at		
3,410	Hutchinson Cancer Research	100.00	A	3,812,653
	Center, Series 2011A, 5.625%, 1/01/35			
21,115	Total Washington			22,863,929
	Wisconsin – 3.4% (2.4% of Total Investments)			
	Public Finance Authority of Wisconsin, Exempt Facilities Revenue	11/24 at		
235	Bonds, National Gypsum	100.00	N/R	244,144
	Company Project, Refunding Series 2014, 5.250%, 4/01/30			
	(Alternative Minimum Tax)			
	Wisconsin Health and Educational Facilities Authority, Revenue	9/17 at		
1,000	Bonds, Franciscan Sisters of	100.00	BBB+	1,036,880
	Christian Charity HealthCare Ministry, Series 2007, 5.000%, 9/01/33			
	Wisconsin Health and Educational Facilities Authority, Wisconsin,	12/24 at		
9,880	Revenue Bonds, ThedaCare	100.00	AA–	11,415,945
	Inc, Series 2015, 5.000%, 12/15/44			
	Wisconsin State, General Fund Annual Appropriation Revenue	5/19 at		
6,275	Bonds, Refunding Series 2009A,	100.00	AA–	7,508,664
	6.000%, 5/01/36			
17,390	Total Wisconsin			20,205,633
\$ 857,414	Total Municipal Bonds (cost \$762,880,737)			846,904,390

Principal  
Amount

(000)	Description (1)	Coupon	Maturity	Ratings (3)	Value
	CORPORATE BONDS – 0.0% (0.0% of Total Investments)				
	Transportation – 0.0% (0.0% of Total Investments)				
\$ 45	(8) Las Vegas Monorail Company, Senior Interest Bonds (6),	5.500%	7/15/19	N/R	\$ 8,132

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	Las Vegas Monorail Company, Senior Interest Bonds (6),				
12	(8)	3.000%	7/15/55	N/R	1,607
\$ 57	Total Corporate Bonds (cost \$5,125)				9,739

Shares	Description (1), (9)		Value
	INVESTMENT COMPANIES – 0.6% (0.4% of Total Investments)		
6,266	BlackRock MuniHoldings Fund Inc.		\$ 110,846
131,278	Deutsche Municipal Income Trust		1,854,958
26,880	Dreyfus Strategic Municipal Fund		230,630
43,020	Invesco VK Investment Grade Municipal Trust		596,687
30,000	Invesco VK Municipal Opportunity Trust		401,100
43,420	PIMCO Municipal Income Fund II		552,737
	Total Investment Companies (cost \$3,325,133)		3,746,958
	Total Long-Term Investments (cost \$766,210,995)		850,661,087
	Floating Rate Obligations – (6.2)%		(36,952,000)
	Institutional MuniFund Term Preferred Shares, at Liquidation Value – (25.2)% (10)		(150,000,000)
	Variable Rate MuniFund Term Preferred Shares, at Liquidation Value – (13.6)% (10)		(81,000,000)
	Other Assets Less Liabilities – 2.3%		13,549,650
	Net Assets Applicable to Common Shares – 100%		\$ 596,258,737

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## Fair Value Measurements

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

Level 1 – Inputs are unadjusted and prices are determined using quoted prices in active markets for identical securities.

Level 2 – Prices are determined using other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.).

Level 3 – Prices are determined using significant unobservable inputs (including management's assumptions in determining the fair value of investments).

The inputs or methodologies used for valuing securities are not an indication of the risks associated with investing in those securities.

The following is a summary of the Fund's fair value measurements as of the end of the reporting period:

	Level 1	Level 2	Level 3	Total
Long-Term Investments:				
Municipal Bonds	\$ —	\$845,652,628	\$1,251,762	\$846,904,390
Corporate Bonds	—	—	9,739	9,739
Investment Companies	3,746,958	—	—	3,746,958
Total	\$3,746,958	\$845,652,628	\$1,261,501	\$850,661,087

## 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 timing differences in recognizing taxable market discount, timing differences in recognizing certain gains and losses on investment transactions and the treatment of investments in inverse floating rate securities reflected as financing transactions, if any. To the extent that differences arise that are permanent in nature, such amounts are reclassified within the capital accounts on the Statement of Assets and Liabilities presented in the annual report, based on their federal tax basis treatment; temporary differences do not require reclassification. Temporary and permanent differences do not impact the net asset value of the Fund.

As of January 31, 2015, the cost of investments was \$728,415,126.

Gross unrealized appreciation and gross unrealized depreciation of investments as of January 31, 2015, were as follows:

Gross unrealized:

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Appreciation	\$93,091,006
Depreciation	(7,790,035)
Net unrealized appreciation (depreciation) of investments	\$85,300,971

- (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 highest of Standard & Poor's Group ("Standard & Poor's"), Moody's Investors Service, Inc. ("Moody's") or Fitch, Inc. ("Fitch") rating. Ratings below BBB by Standard & Poor's, Baa by Moody's or BBB by Fitch are considered to be below investment grade. Holdings designated N/R are not rated by any of these national rating agencies.
  - (4) Investment, or portion of investment, has been pledged to collateralize the net payment obligations for investments in inverse floating rate transactions.
  - (5) At or subsequent to the end of the reporting period, this security is non-income producing. Non-income producing, in the case of a fixed-income security, generally denotes that the issuer has (1) defaulted on the payment of principal or interest, (2) is under the protection of the Federal Bankruptcy Court or (3) the Fund's  
 Adviser has concluded that the issue is not likely to meet its future interest payment obligations and has directed the Fund's custodian to cease accruing additional income on the Fund's records.
  - (6) Investment valued at fair value using methods determined in good faith by, or at the discretion of, the Board. For fair value measurement disclosure purposes, investment categorized as Level 3.  
 Backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities,
  - (7) which ensure the timely payment of principal and interest. Certain bonds backed by U.S. Government or agency securities are regarded as having an implied rating equal to the rating of such securities.
  - (8) During January 2010, Las Vegas Monorail Company ("Las Vegas Monorail") filed for federal bankruptcy protection. During March 2012, Las Vegas Monorail emerged from federal bankruptcy with the acceptance of a reorganization plan assigned by the Federal Bankruptcy Court. Under the reorganization plan, the Fund surrendered its Las Vegas Monorail Project Revenue Bonds, First Tier, Series 2000 and in turn received two senior interest corporate bonds: the first with an annual coupon rate of 5.500% maturing on July 15, 2019 and the second with an annual coupon rate of 3.000% (5.500% after December 31, 2015) maturing on July 15, 2055. The Fund's custodian is not accruing income on the Fund's records for either senior interest corporate bond.
  - (9) A copy of the most recent financial statements for these investment companies can be obtained directly from the Securities and Exchange Commission on its website at <http://www.sec.gov>.
  - (10) Institutional MuniFund Term Preferred Shares and Variable Rate MuniFund Term Preferred Shares, at Liquidation Value as a percentage of Total Investments are 17.6% and 9.5%, respectively.
- WI/DD Investment, or portion of investment, purchased on a when-issued or delayed delivery basis.
- (ETM) Escrowed to maturity.
- (IF) Inverse floating rate investment.
- (UB) Underlying bond of an inverse floating rate trust reflected as a financing transaction.

Item 2. Controls and Procedures.

- a. The registrant's principal executive and principal financial officers, or persons performing similar functions, have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended (the "1940 Act") (17 CFR 270.30a-3(c))) are effective, as of a date within 90 days of the filing date of this report that includes the disclosure required by this paragraph, based on their evaluation of the controls and procedures required by Rule 30a-3(b) under the 1940 Act (17 CFR 270.30a-3(b)) and Rule 13a-15(b) or 15d-15(b) under the Securities Exchange Act of 1934 (17 CFR 240.13a-15(b) or 240.15d-15(b)).
- b. There were no changes in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 Act (17 CFR 270.30a-3(d))) that occurred during the registrant's last fiscal quarter that have materially affected, or are reasonably likely to materially affect, the registrant's internal control over financial reporting.

Item 3. Exhibits.

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

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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/ Kevin J. McCarthy  
Kevin J. McCarthy  
Vice President and Secretary

Date: April 1, 2015

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

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

Date: April 1, 2015

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

Date: April 1, 2015