

NUVEEN MARYLAND DIVIDEND ADVANTAGE MUNICIPAL FUND 3  
Form N-CSRS  
February 03, 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 811-21153  
-----

Nuveen Maryland Dividend Advantage Municipal Fund 3  
-----

(Exact name of registrant as specified in charter)

Nuveen Investments  
333 West Wacker Drive  
Chicago, IL 60606  
-----

(Address of principal executive offices) (Zip code)

Jessica R. Droeger  
Nuveen Investments  
333 West Wacker Drive  
Chicago, IL 60606  
-----

(Name and address of agent for service)

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

Date of fiscal year end: May 31  
-----

Date of reporting period: November 30, 2005  
-----

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

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

ITEM 1. REPORTS TO STOCKHOLDERS.

SEMIANNUAL REPORT November 30, 2005

Nuveen Investments  
Municipal  
Exchange-Traded  
Closed-End Funds

NUVEEN MARYLAND PREMIUM INCOME MUNICIPAL FUND  
NMY

NUVEEN MARYLAND DIVIDEND ADVANTAGE MUNICIPAL FUND  
NFM

NUVEEN MARYLAND DIVIDEND ADVANTAGE MUNICIPAL FUND 2  
NZR

NUVEEN MARYLAND DIVIDEND ADVANTAGE MUNICIPAL FUND 3  
NWI

NUVEEN VIRGINIA PREMIUM INCOME MUNICIPAL FUND  
NPV

NUVEEN VIRGINIA DIVIDEND ADVANTAGE MUNICIPAL FUND  
NGB

NUVEEN VIRGINIA DIVIDEND ADVANTAGE MUNICIPAL FUND 2  
NNB

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

NOW YOU CAN RECEIVE YOUR  
NUVEEN FUND REPORTS FASTER.

NO MORE WAITING.  
SIGN UP TODAY TO RECEIVE NUVEEN FUND INFORMATION BY E-MAIL.

It only takes a minute to sign up for E-Reports. Once enrolled, you'll receive  
an e-mail as soon as your Nuveen Investments Fund information is ready -- no  
more waiting for delivery by regular mail. Just click on the link within the  
e-mail to see the report, and save it on your computer if you wish.

-----

DELIVERY DIRECT TO  
YOUR E-MAIL INBOX  
-----

IT'S FAST, EASY & FREE:

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

OR

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 of: Timothy R. Schwertfeger

Timothy R. Schwertfeger  
Chairman of the Board

Chairman's  
LETTER TO SHAREHOLDERS

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 see the Portfolio Manager's Comments and Performance Overview sections of this report.

As we enter a new year, many are trying to determine how to best position their investments to take advantage of the opportunities that may lie ahead. Nobody knows what the market will do in the future or what investments will turn out to be tomorrow's best performers. But from our experience, we do know that a well-balanced portfolio, structured and carefully monitored with the help of a trusted investment professional, can be an important component in helping you achieve your long-term financial goals. In fact, a well-diversified portfolio may actually help to reduce your overall investment risk over the long term. That is one reason why we believe that a municipal bond investment like your Fund can be an important building block in a comprehensive investment program designed to perform well in a variety of market conditions.

"IN FACT, A WELL-DIVERSIFIED PORTFOLIO MAY ACTUALLY HELP TO REDUCE YOUR OVERALL INVESTMENT RISK OVER THE LONG TERM."

As an added convenience for you, I urge you to consider receiving future Fund reports and other Fund information by e-mail and the Internet. Not only will you

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

be able to receive the information faster, but this also may help lower your Fund's expenses. Sign up is quick and easy - see the inside front cover of this report for instructions.

As we noted in our last shareholder report, The St. Paul Travelers Companies, Inc., which had owned 79% of Nuveen Investments, Inc. (the parent of your Fund's investment adviser), had sold a substantial portion of its stake in Nuveen. Since then, St. Paul has sold the balance of its shares to Nuveen Investments or to others. Please be assured that these transactions only affected Nuveen's corporate structure, and they do not have any impact on the investment objectives or management of your Fund.

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. We are grateful that you have chosen us as a partner as you pursue your financial goals, and we look forward to continuing to earn your trust in the months and years ahead.

Sincerely,

/s/ Timothy R. Schwertfeger

Timothy R. Schwertfeger  
Chairman of the Board

January 17, 2006

Nuveen Investments Maryland and Virginia Municipal Exchange-Traded  
Closed-End Funds (NMY, NFM, NZR, NWI, NPV, NGB, NNB)

Portfolio Manager's  
COMMENTS

Portfolio manager Paul Brennan discusses key investment strategies and the six-month performance of these seven Nuveen Funds. Paul, who has more than 16 years of investment experience, including 14 with Nuveen, has managed NMY and NPV since 1999; NFM, NZR, NGB and NNB since 2001; and NWI since 2002.

WHAT KEY STRATEGIES WERE USED TO MANAGE THE FUNDS DURING THE SIX-MONTH REPORTING PERIOD ENDED NOVEMBER 30, 2005?

Over this period, shorter-term interest rates rose faster than longer-term rates. As a result, bond valuations generally declined and the yield curve flattened, meaning shorter-term rates approached the levels of longer-term rates. In this environment, one of our key strategies continued to be careful duration management. (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.)

To help us maintain the Funds' durations within our preferred range, we selectively sold holdings with shorter durations, including pre-refunded bonds. When we sold these shorter duration bonds, we tried to reinvest the proceeds further out on the yield curve by looking for bonds that mature in 10 to 20 years. We believed that bonds with these maturities generally offered more attractive opportunities and the best values, and these purchases also helped to improve the Funds' overall call protection.

During the latter part of this reporting period we also found opportunities to sell some of our holdings that were purchased at relatively low yields and replace them with securities offering higher yields that could help to strengthen the Funds' income streams. While our main focus in redeploying proceeds was on the 10 to 20 year area of the yield curve, we also kept an opportunistic eye out for attractively priced longer-term bonds with maturities between 20 and 30 years.

In NFM, NZR, NWI and NNB, our duration management strategies also included the use of forward interest rate swaps, a type of derivative financial instrument. As discussed in our last shareholder report, we began using these swaps in late 2004 in an effort to reduce the interest rate risk in these Funds. These hedges were not an attempt to profit from correctly predicting the timing and direction of interest rate movements. Instead, our sole objective was to reduce the duration (and the resulting price sensitivity) of these Funds without having a negative impact on their income streams or common share dividends over the short term. This hedging strategy was effective in achieving the intended goal of helping to reduce NFM's net asset value (NAV) volatility, and in June 2005, we removed

4

the hedge from this Fund. The hedges on NZR, NWI and NNB remained in place as of November 30, 2005. During this reporting period, the hedges had a positive impact on the performance of these three Funds. As long-term interest rates rose, the value of the hedges increased while valuations of the Funds' holdings generally declined.

In addition to duration management, we continued to maintain weightings of bonds rated BBB or lower. These, lower-rated credits generally performed well during this period. However, as a result of higher demand, there were fewer opportunities to purchase additional lower-rated bonds for these Funds at attractive prices. The majority of our new purchases over this time were rated AAA or AA, reflecting the overall high credit quality of new issue supply. The increase in Maryland and Virginia municipal supply during this period helped us further diversify their portfolios with purchases in the public infrastructure and educational and healthcare facilities sectors.

HOW DID THE FUNDS PERFORM?

Individual results for these, as well as for relevant indexes and group averages, are presented in the accompanying table.

TOTAL RETURNS ON NET ASSET VALUE\*  
For periods ended 11/30/05

MARYLAND FUNDS	6-MONTH	1-YEAR	5-YEAR	10-YEAR
NMY	-0.51%	5.28%	7.91%	6.45%
NFM	0.19%	5.47%	NA	NA
NZR	-0.09%	5.26%	NA	NA
NWI	-0.16%	5.00%	NA	NA

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

### VIRGINIA FUNDS

NPV	-0.56%	4.69%	7.60%	6.77%
NGB	0.20%	6.69%	NA	NA
NNB	-0.08%	5.76%	NA	NA
Lehman Brothers Municipal Bond Index1	0.36%	3.88%	5.93%	5.73%
Lipper Other States Municipal Debt Funds Average2	-0.17%	5.49%	7.76%	6.43%

\*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.

- 1 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.
- 2 The Lipper Other States 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, 43 funds; 1 year, 43 funds; 5 years, 18 funds; and 10 years, 18 funds. Fund and Lipper returns assume reinvestment of dividends. It should be noted that the performance of the Lipper Other States category represents the overall average of returns for funds from 10 different states with a wide variety of municipal market conditions, making direct comparisons less meaningful.

5

For the six months ended November 30, 2005, the cumulative returns on NAV for all seven of these Funds underperformed the return on the Lehman Brothers Municipal Bond Index. However, each of these Funds outperformed the index over the most recent 12-month period. NFM, NZR, NWI, NGB and NNB outperformed the average return for the Lipper Other States peer group, while NMY and NPV trailed this Lipper average. Please keep in mind that the Lipper Other States average represents the overall average of returns for funds from 10 different states displaying a variety of economic and municipal market conditions. We believe that makes direct comparisons between the returns of specific state funds with a multi-state group average less meaningful.

One of the factors affecting the Funds' six-month performance relative to that of the unleveraged Lehman Brothers index was the Funds' use of financial leverage. While leveraging provides opportunities for additional income and total returns for common shareholders when interest rates fall or remain

consistently low (as has been the case over the past several years), this benefit is reduced when interest rates rise. With the increase in both short-term and long-term rates over this six-month period, the decline in value of the bonds in these Funds' portfolios was exacerbated by the effect of leveraging. In addition, the extent of the leverage benefit is tied in part to the short-term rates the Funds pay their MuniPreferred(R) shareholders. During periods of low short-term rates, leveraged Funds generally pay lower dividends to their MuniPreferred shareholders, which can leave more earnings to support common share dividends. When short-term interest rates rise, as they did during this reporting period, the Funds' borrowing costs also rise, impacting the Funds' expenses, income streams and total returns. However, we remain convinced that leveraging is likely to benefit the performance of these Funds over the long term.

During this reporting period, all of the Funds benefited from their allocations of lower-quality credits, as bonds rated BBB or lower generally outperformed higher-rated quality sectors. As of November 30, 2005, the Maryland Funds had weightings in BBB, sub-investment grade, and non-rated bonds ranging from 15% to 18%. The Virginia Funds had allocations between 10% and 14%. NGB's return, in particular, was helped by its holding of B2 rated bonds issued for the Rockbridge County Horse Center. As the fundamentals of this borrower improved, their securities rose in price.

6

Among other lower-rated credits making contributions to the Funds' cumulative returns for this period were tobacco bonds backed by the 1998 master tobacco settlement agreement. Generally, supply/demand dynamics and an improved litigation environment drove tobacco bond prices higher. As of November 30, 2005, all of these Funds had between 1% and 4% of their portfolios in unenhanced, uninsured tobacco bonds.

Housing bonds and lower-rated hospital credits also contributed to the Funds' returns, with the housing and healthcare sectors ranking second and third, respectively, in terms of performance among the Lehman Brothers municipal revenue sectors for the period. Housing bonds, particularly those issued for multifamily housing, were among the best performing credits in the Funds' portfolios, as rising interest rates lessened the incidence and impact of prepayments and bond calls on these bonds.

Among the Funds' larger holdings that tended to underperform the general municipal market in the rising rate environment of this period were certain older pre-refunded bonds. Non-callable bonds also generally did not perform as well as callable bonds with comparable maturities. NMY also continued to hold approximately 1% (par value) of its portfolio in bonds issued by the Puerto Rico Ports Authority for American Airlines, which did not perform well during this period due to continued turmoil in the airline industry.

HOW WERE THE FUNDS POSITIONED IN TERMS OF CREDIT QUALITY AND BOND CALLS AS OF NOVEMBER 30, 2005?

As of November 30, 2005, all of these Funds continued to offer excellent credit quality, with allocations of bonds rated AAA/U.S. guaranteed and AA ranging from 68% to 83%. Potential call exposure for the period from December 2005 through the end of 2007 ranged from zero to 4%, except for NMY which had 17%. NMY continued to hold most of these callable bonds during the period, in part due to their performance potential. The number of actual bond calls in all of these Funds depends largely on future market interest rates.

Dividend and Share Price  
INFORMATION

As noted, all seven of these Funds 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, leveraging expenses increase. As a result, NMY, NZR and NGB had one monthly common share dividend reduction over the six-month period ended November 30, 2005. The dividends of NFM, NWI, NPV and NNB remained stable throughout this reporting period. (On December 1, 2005, NMY and NPV announced monthly dividend reductions.)

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 November 30, 2005, all of the Funds in this report had positive UNII balances for both financial statement and 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:

	11/30/05 PREMIUM/DISCOUNT	6-MONTH AVERAGE PREMIUM/DISCOUNT
NMY	-1.30%	+4.06%
NFM	+0.27%	+6.07%
NZR	+4.73%	+3.55%
NWI	-3.19%	-1.94%
NPV	+5.09%	+10.05%
NGB	+2.45%	+12.75%
NNB	+4.65%	+8.65%

Nuveen Maryland Premium Income Municipal Fund  
NMY

Performance



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

OVERVIEW As of November 30, 2005

## Pie Chart:

### CREDIT QUALITY

(as a % of total investments)

AAA/U.S. Guaranteed	47%
AA	24%
A	13%
BBB	10%
BB or Lower	4%
NR	2%

## Bar Chart:

### 2004-2005 MONTHLY TAX-FREE DIVIDENDS PER SHARE

Dec	0.076
Jan	0.076
Feb	0.076
Mar	0.073
Apr	0.073
May	0.073
Jun	0.069
Jul	0.069
Aug	0.069
Sep	0.0655
Oct	0.0655
Nov	0.0655

## Line Chart:

### SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

12/1/04	16.18
	16.02
	16.25
	16.49
	16.45
	16.28
	16.1
	16.17
	16.45
	16.3
	16.53
	16.27
	16.28
	16.45
	16.35
	16.56
	16.4
	16.62
	16.46
	16.37
	16.34
	16.48
	15.98
	16.2
	16.53
	16.38
	16.33
	16.16
	16.2
	16

16  
15.85  
15.97  
15.98  
16.2  
16.17  
16.21  
16.68  
16.25  
16.25  
16.07  
15.88  
15.99  
16.04  
16.05  
16.11  
16.15  
16.35  
16.33  
16.1  
16.05  
16.16  
16.04  
16  
16.04  
15.96  
15.81  
16.2  
16.49  
16.57  
16.59  
16.27  
16.3  
16.1  
16.15  
16.08  
16.01  
16  
16.1  
16.2  
15.96  
16.25  
16.25  
16.24  
16  
15.9  
15.75  
15.6  
15.31  
14.79  
14.64  
14.8  
15.17  
15.3  
15.21  
15.3  
15.36  
15.49  
15.62  
15.5  
15.44  
15.24

15.18  
15.28  
15.09  
15.19  
15.23  
15.26  
15.13  
15.01  
15.07  
15.16  
15.08  
15  
15  
14.98  
15.1  
15.17  
15.22  
15.12  
15.33  
15.55  
15.57  
15.45  
15.57  
15.63  
15.85  
16  
16.01  
15.91  
15.99  
15.97  
15.8  
15.78  
15.77  
15.78  
15.75  
15.76  
15.8  
15.78  
15.62  
15.63  
15.65  
15.65  
15.78  
15.75  
15.65  
15.57  
15.65  
15.53  
15.69  
15.63  
15.68  
15.72  
15.73  
15.84  
15.84  
15.98  
16.1  
15.99  
15.84  
15.85  
15.69  
15.69

15.69  
15.64  
15.61  
15.57  
15.63  
15.58  
15.64  
15.58  
15.68  
15.58  
15.59  
15.47  
15.59  
15.59  
15.59  
15.6  
15.62  
15.83  
16.01  
16.12  
15.9  
16  
16  
15.95  
15.64  
15.7  
15.83  
15.83  
15.8  
15.81  
15.79  
15.9  
15.91  
16  
15.81  
15.94  
16.01  
15.86  
16.05  
16.13  
16.1  
15.86  
15.94  
16.05  
16.02  
15.93  
15.93  
15.81  
15.93  
15.78  
15.8  
15.68  
15.5  
15.29  
15.26  
15.28  
15.32  
15.38  
15.4  
15.36  
15.58  
15.54

	15.52
	15.4
	15.46
	15.48
	15.39
	15.21
	15.09
	15.05
	15.08
	15
	14.95
	15.46
	15.3
	15.18
	14.92
	14.99
	15.01
	14.99
	15.05
	15.1
	15.1
	14.92
	14.95
	15.16
	14.85
	14.94
	14.75
	14.69
	14.67
	14.69
	14.36
	14.49
	14.39
	14.28
	14.25
	14.3
	14.52
	14.43
11/30/05	14.45

FUND SNAPSHOT

-----	
Common Share Price	\$14.45
-----	
Common Share Net Asset Value	\$14.64
-----	
Premium/(Discount) to NAV	-1.30%
-----	
Market Yield	5.44%
-----	
Taxable-Equivalent Yield <sup>1</sup>	7.94%
-----	
Net Assets Applicable to Common Shares (\$000)	\$155,477
-----	
Average Effective Maturity on Securities (Years)	15.82
-----	
Leverage-Adjusted Duration	8.39
-----	

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

AVERAGE ANNUAL TOTAL RETURN  
(Inception 3/18/93)

	ON SHARE PRICE	ON NAV
6-Month (Cumulative)	-6.01%	-0.51%
1-Year	-4.58%	5.28%
5-Year	6.26%	7.91%
10-Year	6.85%	6.45%

SECTORS  
(as a % of total investments)

Tax Obligation/General	23.0%
Healthcare	14.7%
Education and Civic Organizations	13.2%
Tax Obligation/Limited	13.1%
U.S. Guaranteed	11.7%
Housing/Multifamily	11.7%
Utilities	6.2%
Other	6.4%

1 Taxable-equivalent yield represents the yield that must be earned on a fully taxable investment in order to equal the yield of the Fund on an after-tax basis. It is based on a combined federal and state income tax rate of 31.5%. When comparing this Fund to investments that generate qualified dividend income, the taxable-equivalent yield is lower.

9

Nuveen Maryland Dividend Advantage Municipal Fund  
NFM

Performance

OVERVIEW As of November 30, 2005

Pie Chart:

CREDIT QUALITY

(as a % of total investments)

AAA/U.S. Guaranteed	45%
AA	23%
A	14%
BBB	12%

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

BB or Lower	1%
NR	5%

Bar Chart:

2004-2005 MONTHLY TAX-FREE DIVIDENDS PER SHARE

Dec	0.0785
Jan	0.0785
Feb	0.0785
Mar	0.0755
Apr	0.0755
May	0.0755
Jun	0.0715
Jul	0.0715
Aug	0.0715
Sep	0.0715
Oct	0.0715
Nov	0.0715

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

12/1/04	14.96
	14.87
	15.1
	15.13
	14.95
	15.05
	15.05
	15.07
	15.07
	15
	15.12
	15.21
	15.19
	15.18
	15.35
	15.36
	15.45
	15.55
	15.5
	15.5
	15.75
	15.65
	15.62
	15.78
	15.96
	16
	16.2
	16.2
	16.2
	16.08
	15.98
	16.2
	16.3
	16.26
	16.26
	16.3
	16.14
	16.1
	16.05
	16.08

16.09  
16.14  
16.15  
16.15  
15.99  
16.11  
15.93  
16.07  
16.1  
16.14  
16.01  
16.2  
16.13  
16.2  
16.24  
16.12  
15.96  
16.03  
16.05  
16  
16.16  
16.08  
16.51  
16.4  
16.4  
16.3  
16.3  
16.27  
16.15  
16.17  
16.45  
16.5  
16.22  
16.38  
16.25  
16.1  
15.82  
15.64  
15.6  
15.39  
15.3  
15.55  
15.6  
15.84  
16  
16.1  
16.1  
15.96  
15.92  
15.87  
15.85  
15.77  
15.65  
15.72  
15.72  
15.97  
15.7  
15.55  
15.52  
15.52  
15.34  
15.38



15.38  
15.44  
15.44  
15.31  
15.44  
15.5  
15.62  
15.42  
15.32  
15.38  
15.38  
15.56  
15.56  
15.6  
15.7  
15.96  
15.99  
15.73  
15.77  
15.83  
15.85  
15.75  
15.79  
15.63  
15.71  
15.95  
15.96  
15.8  
15.86  
15.87  
15.77  
15.54  
15.51  
15.71  
15.85  
15.57  
15.8  
15.8  
16.07  
16.15  
16.4  
16.29  
16.29  
16.35  
16.3  
16.08  
16.1  
15.79  
15.9  
15.9  
15.85  
15.94  
15.74  
15.85  
15.94  
16.02  
16.1  
15.79  
15.85  
15.78  
15.78  
15.7

15.75  
15.6  
15.76  
15.81  
15.81  
15.84  
15.72  
15.8  
15.78  
15.72  
15.72  
15.81  
15.92  
15.93  
16.05  
15.95  
16.23  
16.3  
16.4  
16.5  
16.75  
16.69  
16.46  
16.57  
16.5  
16.73  
16.63  
16.6  
16.58  
16.69  
16.8  
17.2  
16.6  
16.6  
16.64  
16.3  
16.3  
16.2  
16.25  
16.35  
16.23  
15.99  
15.84  
15.75  
15.78  
15.66  
15.73  
15.7  
15.61  
15.92  
15.99  
15.9  
15.93  
15.95  
15.99  
15.99  
15.71  
15.6  
15.6  
15.89  
15.75  
15.9

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

	15.75
	15.75
	15.76
	15.9
	15.8
	15.83
	15.6
	15.58
	15.65
	15.6
	15.65
	15.33
	15.25
	15.53
	15.5
	15.5
	15.41
	15.36
	15.2
	15.06
	14.9
	14.75
	14.7
	14.84
	14.61
	14.74
	14.67
	14.91
11/30/05	14.77

FUND SNAPSHOT

-----	
Common Share Price	\$14.77
-----	
Common Share Net Asset Value	\$14.73
-----	
Premium/(Discount) to NAV	0.27%
-----	
Market Yield	5.81%
-----	
Taxable-Equivalent Yield <sup>1</sup>	8.48%
-----	
Net Assets Applicable to Common Shares (\$000)	\$61,387
-----	
Average Effective Maturity on Securities (Years)	18.47
-----	
Leverage-Adjusted Duration	7.80
-----	

AVERAGE ANNUAL TOTAL RETURN  
(Inception 1/23/01)

	ON SHARE PRICE	ON NAV
-----		
6-Month (Cumulative)	-2.91%	0.19%
-----		
1-Year	3.75%	5.47%

Since		
Inception	5.33%	6.65%

SECTORS

(as a % of total investments)

Tax Obligation/General	26.5%
Healthcare	17.0%
Tax Obligation/Limited	12.4%
Housing/Multifamily	12.3%
U.S. Guaranteed	12.2%
Education and Civic Organizations	8.7%
Other	10.9%

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 combined federal and state income tax rate of 31.5%. When comparing this Fund to investments that generate qualified dividend income, the taxable-equivalent yield is lower.

Nuveen Maryland Dividend Advantage Municipal Fund 2  
NZR

Performance

OVERVIEW As of November 30, 2005

Pie Chart:

CREDIT QUALITY

(as a % of total investments)

AAA/U.S. Guaranteed	50%
AA	26%
A	9%
BBB	10%
BB or Lower	1%
NR	4%

Bar Chart:

2004-2005 MONTHLY TAX-FREE DIVIDENDS PER SHARE<sup>2</sup>

Dec	0.073
Jan	0.073
Feb	0.073
Mar	0.073
Apr	0.073
May	0.073
Jun	0.073
Jul	0.073

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

Aug	0.073
Sep	0.0695
Oct	0.0695
Nov	0.0695

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

12/1/04	15.25
	15.25
	15.22
	15.32
	15.27
	15.29
	15.38
	15.19
	15.02
	15.14
	15.17
	15.3
	15.3
	15.35
	15.29
	15.1
	15.3
	15.3
	15.6
	15.75
	15.98
	16.09
	15.95
	16.12
	15.9
	15.82
	15.99
	15.96
	15.96
	15.95
	15.75
	15.42
	15.51
	15.35
	15.37
	15.38
	15.31
	15.25
	15.35
	15.41
	15.37
	15.4
	15.45
	15.9
	15.88
	16
	15.74
	15.83
	15.84
	15.73
	15.65
	15.75
	15.45

15.35  
15.3  
15.01  
15.01  
15.03  
15.01  
15.01  
15.22  
15.25  
15.31  
15.28  
15.28  
15.24  
15.41  
15.41  
15.07  
15.09  
14.9  
14.94  
14.87  
15.13  
15.12  
15.13  
15.46  
15.06  
15.06  
15.2  
15.1  
15.1  
15.38  
15.6  
15.48  
15.38  
15.65  
15.75  
15.75  
15.74  
15.31  
15.2  
15.35  
15.29  
15.4  
15.25  
15.23  
14.73  
14.89  
14.83  
14.55  
14.67  
14.73  
14.74  
14.74  
14.7  
14.78  
14.84  
15.01  
15.06  
15.18  
15.28  
15.3  
15.22  
15.21

15.35  
15.35  
15.37  
15.36  
15.52  
15.45  
15.18  
15.26  
15.29  
15.2  
15.41  
15.51  
15.42  
15.55  
15.5  
15.47  
15.6  
15.46  
15.41  
15.3  
15.43  
15.38  
15.53  
15.87  
15.52  
15.53  
15.73  
15.94  
15.93  
16.11  
15.8  
15.98  
15.89  
16.39  
16.6  
16.45  
16  
15.93  
15.96  
16.07  
16.23  
15.88  
16.04  
15.96  
16.19  
16.1  
16.23  
16.02  
15.76  
15.54  
15.68  
15.69  
15.61  
15.61  
15.47  
15.4  
15.35  
15.49  
15.5  
15.64  
15.75  
15.86

15.8  
15.85  
15.88  
16.2  
16.17  
16.17  
15.85  
15.86  
15.85  
15.93  
15.77  
15.8  
16.18  
16.14  
16.14  
16  
15.96  
16.07  
16.13  
16.05  
16  
16.07  
15.79  
15.99  
15.99  
15.8  
16.11  
16.19  
16.3  
16.11  
16  
15.95  
16.09  
15.91  
15.93  
15.9  
15.98  
16.05  
16.05  
16  
16.12  
15.93  
15.89  
15.7  
15.78  
15.65  
15.59  
15.6  
15.3  
15.23  
15.55  
15.45  
15.35  
15.08  
15.3  
15.46  
15.55  
15.49  
15.54  
15.65  
15.8  
15.8



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

	16
	16.1
	16.1
	15.95
	15.9
	15.7
	15.78
	15.51
	15.6
	15.47
	15.45
	15.4
	15.4
	15.49
	15.32
11/30/05	15.72

FUND SNAPSHOT

Common Share Price	\$15.72
Common Share Net Asset Value	\$15.01
Premium/(Discount) to NAV	4.73%
Market Yield	5.31%
Taxable-Equivalent Yield <sup>1</sup>	7.75%
Net Assets Applicable to Common Shares (\$000)	\$62,707
Average Effective Maturity on Securities (Years)	16.95
Leverage-Adjusted Duration	8.05

AVERAGE ANNUAL TOTAL RETURN  
(Inception 9/25/01)

	ON SHARE PRICE	ON NAV
6-Month (Cumulative)	4.80%	-0.09%
1-Year	10.08%	5.26%
Since Inception	6.91%	6.96%

SECTORS  
(as a % of total investments)

Tax Obligation/General	27.9%
U.S. Guaranteed	15.1%
Healthcare	14.2%

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

Tax Obligation/Limited	12.7%
-----	
Education and Civic Organizations	10.5%
-----	
Housing/Multifamily	9.2%
-----	
Other	10.4%
-----	

- 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 combined federal and state income tax rate of 31.5%. When comparing this Fund to investments that generate qualified dividend income, the taxable-equivalent yield is lower.
- 2 The Fund also paid shareholders capital gains and net ordinary income distributions in December 2004 of \$0.0616 per share.

11

Nuveen Maryland Dividend Advantage Municipal Fund 3  
NWI

## Performance

OVERVIEW As of November 30, 2005

### Pie Chart:

#### CREDIT QUALITY

(as a % of total investments)

AAA/U.S. Guaranteed	39%
AA	37%
A	7%
BBB	12%
BB or Lower	1%
NR	4%

### Bar Chart:

#### 2004-2005 MONTHLY TAX-FREE DIVIDENDS PER SHARE<sup>2</sup>

Dec	0.0655
Jan	0.0655
Feb	0.0655
Mar	0.0625
Apr	0.0625
May	0.0625
Jun	0.0595
Jul	0.0595
Aug	0.0595
Sep	0.0595
Oct	0.0595
Nov	0.0595

### Line Chart:

#### SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

12/1/04	13.55
	13.47
	13.55

13.55  
13.8  
13.68  
13.68  
13.85  
13.72  
13.61  
13.6  
13.69  
13.41  
13.5  
13.57  
13.66  
13.67  
13.4  
13.58  
13.46  
13.71  
13.66  
14  
14.18  
14.28  
14.42  
14.52  
14.4  
14.33  
14.28  
14.2  
14.3  
14.28  
14.15  
13.87  
14.2  
14.2  
14.05  
14.15  
14.2  
14.2  
14.29  
14.63  
14.65  
14.62  
14.71  
14.55  
14.54  
14.51  
14.47  
14.42  
14.6  
14.6  
14.5  
14.5  
14.17  
14.19  
14.65  
14.5  
14.6  
14.59  
14.65  
14.7  
14.6  
14.57

14.55  
14.57  
14.22  
14.25  
14.16  
14.55  
14.37  
13.99  
13.76  
13.8  
13.75  
13.93  
13.71  
13.93  
13.72  
13.89  
13.78  
13.98  
14.15  
14.03  
14.14  
14.15  
14.2  
14.2  
14.02  
14.13  
14.18  
14.1  
13.94  
14.21  
14.06  
14.04  
14.04  
13.84  
13.89  
13.81  
14.19  
14.16  
14.06  
14.06  
14.13  
14.07  
14.13  
14.35  
14.14  
14.35  
14.21  
14.5  
14.4  
14.4  
14.55  
14.7  
14.65  
14.5  
14.45  
14.25  
14.53  
14.37  
14.43  
14.36  
14.4  
14.38

14.47  
14.54  
14.2  
14.31  
14.2  
14.26  
14.23  
14.16  
14.08  
14.14  
14.25  
14.41  
14.45  
14.42  
14.48  
14.69  
14.61  
14.55  
14.55  
14.65  
14.56  
14.67  
14.76  
14.5  
14.66  
14.63  
14.51  
14.53  
14.4  
14.27  
14.35  
14.11  
14.03  
14.02  
14.1  
14.15  
14.44  
14.36  
14.4  
14.39  
14.45  
14.45  
14.5  
14.4  
14.5  
14.49  
14.41  
14.32  
14.55  
14.32  
14.27  
14.54  
14.46  
14.55  
14.42  
14.29  
14.55  
14.31  
14.36  
14.57  
14.67  
14.8

14.59  
14.52  
14.52  
14.5  
14.49  
14.48  
14.55  
14.56  
14.55  
14.54  
14.67  
14.49  
14.4  
14.12  
14.3  
14.53  
14.75  
14.81  
14.82  
14.68  
14.64  
14.63  
14.37  
14.66  
14.66  
14.62  
14.62  
14.55  
14.5  
14.44  
14.41  
14.24  
14.17  
14.1  
14.19  
14.12  
14.04  
14.01  
14.12  
14.25  
14.31  
14.35  
14.1  
14.1  
14.27  
14.41  
14.4  
14.04  
14.26  
14.32  
14.48  
14.14  
14  
14.01  
14  
14.29  
14.07  
14.3  
14.1  
14.1  
14.06  
13.97

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

	14
	14.04
	14.09
11/30/05	13.98

FUND SNAPSHOT

Common Share Price	\$13.98
Common Share Net Asset Value	\$14.44
Premium/(Discount) to NAV	-3.19%
Market Yield	5.11%
Taxable-Equivalent Yield <sup>1</sup>	7.46%
Net Assets Applicable to Common Shares (\$000)	\$77,409
Average Effective Maturity on Securities (Years)	17.58
Leverage-Adjusted Duration	8.27

AVERAGE ANNUAL TOTAL RETURN  
(Inception 9/25/02)

	ON SHARE PRICE	ON NAV
6-Month (Cumulative)	-0.49%	-0.16%
1-Year	8.36%	5.00%
Since Inception	3.13%	5.59%

SECTORS

(as a % of total investments)

Tax Obligation/Limited	22.4%
Tax Obligation/General	21.5%
U.S. Guaranteed	13.6%
Healthcare	12.0%
Housing/Multifamily	9.6%
Education and Civic Organizations	8.3%
Other	12.6%

1 Taxable-equivalent yield represents the yield that must be earned on a fully taxable investment in order to equal the yield of the Fund on an

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

after-tax basis. It is based on a combined federal and state income tax rate of 31.5%. When comparing this Fund to investments that generate qualified dividend income, the taxable-equivalent yield is lower.

- 2 The Fund also paid shareholders a capital gains distribution in December 2004 of \$0.0076 per share.

12

Nuveen Virginia Premium Income Municipal Fund  
NPV

Performance

OVERVIEW As of November 30, 2005

Pie Chart:

CREDIT QUALITY

(as a % of total investments)

AAA/U.S. Guaranteed	52%
AA	31%
A	7%
BBB	6%
BB or Lower	1%
NR	3%

Bar Chart:

2004-2005 MONTHLY TAX-FREE DIVIDENDS PER SHARE

Dec	0.076
Jan	0.076
Feb	0.076
Mar	0.073
Apr	0.073
May	0.073
Jun	0.069
Jul	0.069
Aug	0.069
Sep	0.069
Oct	0.069
Nov	0.069

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

12/1/04	17.52
	17.5
	17.5
	17.69
	17.82
	17.72
	17.68
	17.99
	17.9
	17.95
	17.81
	17.5
	17.7
	17.92



17.89  
17.78  
17.7  
17.4  
17.32  
17.7  
17.42  
17.57  
17.75  
17.65  
17.7  
17.73  
17.67  
17.72  
17.75  
17.81  
17.53  
17.6  
17.9  
17.91  
17.75  
17.65  
17.61  
17.55  
17.5  
17.51  
17.42  
17.55  
17.8  
17.75  
17.78  
17.9  
18.2  
17.9  
18.01  
17.85  
18  
18.37  
17.92  
17.82  
17.65  
17.55  
17.67  
17.39  
17.58  
17.56  
17.62  
17.55  
17.7  
17.77  
17.64  
17.64  
17.58  
17.51  
17.73  
17.83  
17.52  
17.64  
17.53  
17.25  
17.23  
17.15

17.15  
16.76  
16.6  
16.6  
16.75  
16.6  
16.57  
16.5  
16.32  
16.5  
16.5  
16.54  
16.55  
16.46  
16.5  
16.55  
16.5  
16.37  
16.55  
16.65  
16.5  
16.49  
16.51  
16.52  
16.32  
16.52  
16.45  
16.51  
16.51  
16.62  
16.66  
16.7  
16.96  
16.79  
16.56  
16.97  
17.15  
17.18  
17.18  
17.32  
17.54  
17.63  
17.77  
17.76  
17.76  
18  
17.45  
17.29  
17.4  
17.65  
17.68  
17.88  
18  
18.02  
18.02  
18.03  
18.07  
18.07  
17.95  
17.95  
17.81  
17.4

17.39  
17.28  
17.4  
17.47  
17.33  
17.34  
17.44  
17.39  
17.4  
17.51  
17.91  
17.85  
17.87  
17.69  
17.95  
18.1  
17.91  
17.45  
17.3  
17.12  
17.13  
17.02  
17.06  
16.85  
16.75  
16.72  
16.8  
16.78  
16.94  
17.09  
17.09  
16.95  
16.92  
16.81  
16.87  
16.93  
16.94  
16.92  
16.96  
16.78  
16.86  
16.85  
16.89  
16.59  
16.75  
16.66  
16.65  
16.7  
16.85  
16.94  
17.19  
17.49  
17.23  
17.29  
17.22  
17.44  
17.4  
17.26  
17.56  
17.42  
17.53  
17.49

17.53  
 17.57  
 17.5  
 17.35  
 17.3  
 17.2  
 17.05  
 16.79  
 16.63  
 16.62  
 16.98  
 17  
 17.1  
 17.45  
 17.35  
 17.52  
 17.55  
 17.7  
 17.55  
 17.9  
 17.88  
 17.6  
 17.6  
 17.58  
 17.7  
 17.53  
 17.07  
 17.18  
 17.09  
 17.25  
 17  
 17.12  
 17.1  
 16.98  
 16.95  
 16.65  
 16.99  
 16.8  
 16.96  
 16.82  
 16.82  
 16.73  
 16.85  
 16.65  
 16.5  
 16.43  
 16.47  
 16.45  
 16.14  
 16.1  
 16  
 16.12  
 16.11  
 16.19  
 16.1

11/30/05

FUND SNAPSHOT

Common Share Price	\$16.10
Common Share Net Asset Value	\$15.32

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

Premium/(Discount) to NAV	5.09%
Market Yield	5.14%
Taxable-Equivalent Yield <sup>1</sup>	7.56%
Net Assets Applicable to Common Shares (\$000)	\$136,113
Average Effective Maturity on Securities (Years)	15.81
Leverage-Adjusted Duration	8.31

AVERAGE ANNUAL TOTAL RETURN  
(Inception 3/18/93)

	ON SHARE PRICE	ON NAV
6-Month (Cumulative)	-6.55%	-0.56%
1-Year	-4.10%	4.69%
5-Year	7.75%	7.60%
10-Year	7.62%	6.77%

SECTORS

(as a % of total investments)

Tax Obligation/Limited	22.7%
Tax Obligation/General	18.5%
Healthcare	11.7%
U.S. Guaranteed	9.4%
Transportation	8.4%
Utilities	8.0%
Education and Civic Organizations	6.7%
Water and Sewer	5.7%
Other	8.9%

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 combined federal and state income tax rate of 32%. When comparing this Fund to investments that generate qualified dividend income, the taxable-equivalent yield is lower.

Nuveen Virginia Dividend Advantage Municipal Fund  
 NGB

Performance

OVERVIEW As of November 30, 2005

Pie Chart:

CREDIT QUALITY

(as a % of total investments)

AAA/U.S. Guaranteed	50%
AA	28%
A	8%
BBB	5%
BB or Lower	4%
NR	5%

Bar Chart:

2004-2005 MONTHLY TAX-FREE DIVIDENDS PER SHARE

Dec	0.0785
Jan	0.0785
Feb	0.0785
Mar	0.0755
Apr	0.0755
May	0.0755
Jun	0.0755
Jul	0.0755
Aug	0.0755
Sep	0.072
Oct	0.072
Nov	0.072

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

12/1/04	17.34
	17.06
	17.1
	16.95
	17.1
	17.26
	17.56
	17.64
	17.43
	17.49
	17.25
	17.26
	17.26
	17.15
	17.15
	17.15
	17.19
	17.27
	17.21
	17.15
	17.99
	17.83
	17.75

17.9  
17.84  
17.85  
18  
17.67  
17.51  
17.17  
16.97  
17.1  
17.2  
18.15  
18.1  
18  
18.01  
17.75  
17.47  
17.55  
17.5  
17.48  
17.4  
17.42  
17.4  
17.59  
18.15  
18.14  
17.94  
17.9  
18.2  
18.1  
18  
17.93  
17.75  
17.7  
17.25  
17.22  
17.25  
17.45  
17.66  
17.58  
17.32  
17.32  
17.8  
18.1  
18  
17.92  
17.87  
17.87  
17.74  
17.21  
17.21  
17  
17.36  
17.59  
17.85  
17.5  
17.4  
17.55  
17.56  
17.56  
17.56  
17.48  
17.53

17.4  
17.39  
17.43  
17.43  
17.36  
17.5  
17.5  
17.39  
17.2  
17.2  
17.11  
17.04  
17.15  
17.15  
17.35  
17.12  
17.05  
17.05  
16.88  
16.88  
16.96  
16.86  
16.86  
17.34  
17.34  
17.44  
17.43  
17.51  
17.44  
17.35  
17.37  
17.37  
17.37  
17.37  
17.42  
18  
17.59  
17.29  
17.4  
17.2  
16.99  
17.05  
17.15  
17.25  
17.2  
17.15  
17.2  
17.2  
17  
17.01  
17.1  
17.18  
17.18  
17.3  
17.24  
17.15  
17.47  
17.47  
17.47  
17.4  
17.36  
17.35



17.22  
17.34  
17.94  
17.6  
17.72  
17.93  
17.98  
17.98  
17.89  
17.99  
17.99  
18.13  
18.2  
18.2  
18.06  
18.51  
18.42  
18.4  
18.6  
18.76  
18.8  
18.8  
19  
18.98  
18.85  
18.56  
18.72  
18.82  
18.93  
18.7  
17.77  
17.8  
17.31  
17.51  
17.6  
17.63  
17.63  
17.71  
17.57  
17.53  
17.83  
18.05  
18  
18.05  
18.15  
18.2  
18.25  
18.25  
18.17  
18.41  
18.41  
18.41  
18.41  
18.38  
18.09  
18  
17.72  
17.69  
17.67  
17.47  
17.46  
17.31

	17.31
	17.25
	17.25
	17.61
	17.77
	17.85
	17.55
	17.55
	17.55
	17.64
	17.32
	17.23
	17.34
	17.34
	17.4
	17.22
	17.37
	16.62
	16.75
	16.79
	16.75
	16.71
	16.51
	16.45
	16.3
	16.41
	16.29
	16.25
	16.04
	15.81
	15.6
	15.86
	15.33
	15.4
	15.36
	15.4
	15.68
	15.33
	15.34
	15.41
	15.1
	15.15
	15.15
	15.24
	15.35
11/30/05	15.48

FUND SNAPSHOT

-----	
Common Share Price	\$15.48
-----	
Common Share	
Net Asset Value	\$15.11
-----	
Premium/(Discount) to NAV	2.45%
-----	
Market Yield	5.58%
-----	
Taxable-Equivalent Yield <sup>1</sup>	8.21%
-----	
Net Assets Applicable to	

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

Common Shares (\$000)	\$47,222
-----	
Average Effective Maturity on Securities (Years)	15.76
-----	
Leverage-Adjusted Duration	8.11
-----	

AVERAGE ANNUAL TOTAL RETURN  
(Inception 1/26/01)

	ON SHARE PRICE	ON NAV
-----		
6-Month (Cumulative)	-6.53%	0.20%
-----		
1-Year	-6.02%	6.69%
-----		
Since Inception	6.23%	7.24%
-----		

SECTORS  
(as a % of total investments)

Tax Obligation/General	20.8%
-----	
Tax Obligation/Limited	15.4%
-----	
Transportation	15.2%
-----	
U.S. Guaranteed	15.0%
-----	
Education and Civic Organizations	9.4%
-----	
Healthcare	7.2%
-----	
Consumer Staples	3.2%
-----	
Other	13.8%
-----	

- 1 Taxable-equivalent yield represents the yield that must be earned on a fully taxable investment in order to equal the yield of the Fund on an after-tax basis. It is based on a combined federal and state income tax rate of 32%. When comparing this Fund to investments that generate qualified dividend income, the taxable-equivalent yield is lower.

Nuveen Virginia Dividend Advantage Municipal Fund 2  
NNB

Performance

OVERVIEW As of November 30, 2005

Pie Chart:

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

CREDIT QUALITY  
(as a % of total investments)

AAA/U.S. Guaranteed	48%
AA	34%
A	7%
BBB	5%
BB or Lower	2%
NR	4%

Bar Chart:

2004-2005 MONTHLY TAX-FREE DIVIDENDS PER SHARE<sup>2</sup>

Dec	0.0745
Jan	0.0745
Feb	0.0745
Mar	0.0715
Apr	0.0715
May	0.0715
Jun	0.0715
Jul	0.0715
Aug	0.0715
Sep	0.0715
Oct	0.0715
Nov	0.0715

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

12/1/04	15.8
	15.77
	16
	16.03
	16.12
	16.45
	16.44
	16.43
	16.03
	16.25
	16.28
	16.28
	16.45
	16.5
	16.55
	16.7
	16.7
	16.85
	17.04
	17.24
	17.03
	17.14
	17.01
	17.25
	17.1
	17
	16.57
	16.53
	16.65
	16.61
	16.32
	16.55
	16.8
	17

17  
16.92  
16.75  
16.35  
16.36  
16.44  
16.44  
16.44  
16.47  
16.65  
16.54  
16.71  
16.93  
16.8  
16.79  
17  
17.3  
17.1  
16.7  
16.69  
16.73  
16.5  
16.6  
16.31  
16.36  
16.34  
16.6  
17.03  
16.8  
16.7  
16.7  
17  
17.1  
17.08  
16.72  
16.64  
16.39  
16.15  
16.04  
16.09  
16.2  
16.11  
15.86  
16  
15.8  
15.9  
16.01  
15.88  
16.11  
16.45  
16.47  
16.35  
16  
16  
16.06  
16.4  
16.3  
16.16  
16.05  
15.93  
16.25  
16.4

16.28  
16.35  
16.39  
16.4  
16.15  
16.5  
16.74  
16.75  
16.75  
16.9  
16.89  
16.89  
16.72  
16.79  
16.88  
16.83  
16.7  
16.43  
16.42  
16.8  
16.64  
16.6  
16.65  
16.65  
16.85  
16.8  
16.65  
16.87  
16.74  
16.74  
16.96  
16.59  
16.64  
16.65  
16.63  
16.7  
16.66  
16.6  
16.71  
16.69  
16.89  
16.85  
16.78  
16.82  
16.81  
17  
16.99  
17  
17.03  
17  
17.3  
17.4  
16.95  
17.11  
17.32  
17.15  
17.2  
17.3  
17.16  
17.2  
17.15  
17.2

17.2  
17.15  
17.08  
17.11  
17.2  
17.25  
17.39  
17.38  
17.2  
17.28  
17.28  
17.32  
17.11  
16.84  
16.95  
17.17  
17.31  
17.31  
17.36  
17.15  
17.2  
17.4  
17.6  
17.3  
17.32  
17.2  
17.1  
17.11  
17.12  
17.15  
17.32  
17.49  
17.21  
17.13  
17.22  
17.38  
17.5  
17.5  
17.45  
17.44  
17.19  
17.14  
17.14  
16.95  
16.97  
17  
16.75  
16.8  
16.65  
16.2  
16.25  
16.3  
16.67  
17  
17.2  
17.08  
17.07  
17.07  
17.09  
16.98  
16.84  
17

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

	16.8
	16.77
	16.71
	16.81
	16.51
	16.4
	16.5
	16.63
	16.65
	16.6
	16.65
	16.45
	16.65
	16.52
	16.58
	16.6
	16.63
	16.63
	16.55
	16.3
	16.3
	16.17
	16.22
	16.19
	15.95
	15.95
	15.88
	15.96
	16
	15.95
	15.89
	15.89
	15.95
	15.97
11/30/05	15.97

FUND SNAPSHOT

Common Share Price	\$15.97
Common Share Net Asset Value	\$15.26
Premium/(Discount) to NAV	4.65%
Market Yield	5.37%
Taxable-Equivalent Yield <sup>1</sup>	7.90%
Net Assets Applicable to Common Shares (\$000)	\$87,169
Average Effective Maturity on Securities (Years)	16.88
Leverage-Adjusted Duration	8.24

AVERAGE ANNUAL TOTAL RETURN  
(Inception 11/15/01)



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

	ON SHARE PRICE	ON NAV
6-Month (Cumulative)	-2.14%	-0.08%
1-Year	7.85%	5.76%
Since Inception	7.46%	7.75%

SECTORS

(as a % of total investments)

Tax Obligation/General	26.5%
Tax Obligation/Limited	18.1%
Healthcare	11.9%
Water and Sewer	10.4%
U.S. Guaranteed	8.3%
Housing/Single Family	6.1%
Education and Civic Organizations	6.0%
Other	12.7%

- 1 Taxable-equivalent yield represents the yield that must be earned on a fully taxable investment in order to equal the yield of the Fund on an after-tax basis. It is based on a combined federal and state income tax rate of 32%. When comparing this Fund to investments that generate qualified dividend income, the taxable-equivalent yield is lower.
- 2 The Fund also paid shareholders a capital gains distribution in December 2004 of \$0.1878 per share.

15

Shareholder  
MEETING REPORT

Approval of the new investment management agreement was the proposal voted upon at the July 26, 2005 shareholder meeting held at The Northern Trust Bank. Approval of the Board Members was the proposal voted upon at the November 15, 2005 shareholder meeting held at the offices of Nuveen Investments.

NMY

NFM

APPROVAL OF THE NEW INVESTMENT MANAGEMENT  
AGREEMENT WAS REACHED AS FOLLOWS:

Common and  
MuniPreferred  
shares voting

Common and  
MuniPreferred  
shares voting

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

	together as a class	together as a class
For	9,902,065	3,936,993
Against	102,803	54,099
Abstain	108,945	40,341
<b>Total</b>	<b>10,113,813</b>	<b>4,031,433</b>

APPROVAL OF THE BOARD MEMBERS  
WAS REACHED AS FOLLOWS:

	Common and MuniPreferred shares voting together as a class	MuniPreferred shares voting together as a class	Common and MuniPreferred shares voting together as a class	MuniPreferre shares votin togethe as a clas
<b>Robert P. Bremner</b>				
For	9,954,427	--	3,985,338	--
Withhold	72,622	--	35,446	--
<b>Total</b>	<b>10,027,049</b>	<b>--</b>	<b>4,020,784</b>	<b>--</b>
<b>Lawrence H. Brown</b>				
For	9,955,477	--	3,982,388	--
Withhold	71,572	--	38,396	--
<b>Total</b>	<b>10,027,049</b>	<b>--</b>	<b>4,020,784</b>	<b>--</b>
<b>Jack B. Evans</b>				
For	9,954,291	--	3,985,738	--
Withhold	72,758	--	35,046	--
<b>Total</b>	<b>10,027,049</b>	<b>--</b>	<b>4,020,784</b>	<b>--</b>
<b>William C. Hunter</b>				
For	9,955,477	--	3,985,738	--
Withhold	71,572	--	35,046	--
<b>Total</b>	<b>10,027,049</b>	<b>--</b>	<b>4,020,784</b>	<b>--</b>
<b>David J. Kundert</b>				
For	9,955,477	--	3,985,738	--
Withhold	71,572	--	35,046	--
<b>Total</b>	<b>10,027,049</b>	<b>--</b>	<b>4,020,784</b>	<b>--</b>
<b>William J. Schneider</b>				
For	--	3,051	--	1,212
Withhold	--	2	--	--
<b>Total</b>	<b>--</b>	<b>3,053</b>	<b>--</b>	<b>1,212</b>
<b>Timothy R. Schwertfeger</b>				
For	--	3,051	--	1,212
Withhold	--	2	--	--
<b>Total</b>	<b>--</b>	<b>3,053</b>	<b>--</b>	<b>1,212</b>

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

Judith M. Stockdale				
For	9,949,441	--	3,984,621	--
Withhold	77,608	--	36,163	--
Total	10,027,049	--	4,020,784	--
Eugene S. Sunshine				
For	9,948,285	--	3,985,738	--
Withhold	78,764	--	35,046	--
Total	10,027,049	--	4,020,784	--

16

	NWI	NPV
APPROVAL OF THE NEW INVESTMENT MANAGEMENT AGREEMENT WAS REACHED AS FOLLOWS:		
Common and MuniPreferred shares voting together as a class		Common and MuniPreferred shares voting together as a class
For	5,250,246	8,207,985
Against	31,607	72,829
Abstain	45,160	76,077
Total	5,327,013	8,356,891

APPROVAL OF THE BOARD MEMBERS WAS REACHED AS FOLLOWS:				
Common and MuniPreferred shares voting together as a class		MuniPreferred shares voting together as a class	Common and MuniPreferred shares voting together as a class	MuniPreferred shares voting together as a class
Robert P. Bremner				
For	5,268,877	--	8,273,602	--
Withhold	31,934	--	73,234	--
Total	5,300,811	--	8,346,836	--
Lawrence H. Brown				
For	5,269,258	--	8,266,606	--
Withhold	31,553	--	80,230	--
Total	5,300,811	--	8,346,836	--
Jack B. Evans				
For	5,272,214	--	8,272,035	--
Withhold	28,597	--	74,801	--

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

Total	5,300,811	--	8,346,836	--
=====				
William C. Hunter				
For	5,273,714	--	8,272,488	--
Withhold	27,097	--	74,348	--
Total	5,300,811	--	8,346,836	--
=====				
David J. Kundert				
For	5,273,714	--	8,270,625	--
Withhold	27,097	--	76,211	--
Total	5,300,811	--	8,346,836	--
=====				
William J. Schneider				
For	--	1,523	--	2,211
Withhold	--	--	--	--
Total	--	1,523	--	2,211
=====				
Timothy R. Schwertfeger				
For	--	1,523	--	2,211
Withhold	--	--	--	--
Total	--	1,523	--	2,211
=====				
Judith M. Stockdale				
For	5,270,914	--	8,268,876	--
Withhold	29,897	--	77,960	--
Total	5,300,811	--	8,346,836	--
=====				
Eugene S. Sunshine				
For	5,272,214	--	8,268,128	--
Withhold	28,597	--	78,708	--
Total	5,300,811	--	8,346,836	--
=====				

17

Shareholder  
MEETING REPORT (continued)

-----  
APPROVAL OF THE NEW INVESTMENT MANAGEMENT  
AGREEMENT WAS REACHED AS FOLLOWS:  
-----

For

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

Against  
Abstain

-----  
Total  
=====

APPROVAL OF THE BOARD MEMBERS  
WAS REACHED AS FOLLOWS:

-----  
Robert P. Bremner  
For  
Withhold

-----  
Total  
=====

Lawrence H. Brown  
For  
Withhold

-----  
Total  
=====

Jack B. Evans  
For  
Withhold

-----  
Total  
=====

William C. Hunter  
For  
Withhold

-----  
Total  
=====

David J. Kundert  
For  
Withhold

-----  
Total  
=====

William J. Schneider  
For  
Withhold

-----  
Total  
=====

Timothy R. Schwertfeger  
For  
Withhold

-----  
Total  
=====

Judith M. Stockdale  
For  
Withhold

-----  
Total  
=====

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

=====

Eugene S. Sunshine  
 For  
 Withhold

-----

Total

=====

18

Nuveen Maryland Premium Income Municipal Fund (NMY)  
 Portfolio of  
 INVESTMENTS November 30, 2005 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	CONSUMER STAPLES - 2.0% (1.4% OF TOTAL INVESTMENTS)	
\$ 3,135	Puerto Rico, The Children's Trust Fund, Tobacco Settlement Asset-Backed Refunding Bonds, Series 2002, 5.375%, 5/15/33	5/12 at 100
	EDUCATION AND CIVIC ORGANIZATIONS - 19.7% (13.2% OF TOTAL INVESTMENTS)	
	Frederick County, Maryland, Educational Facilities Revenue Bonds, Mount St. Mary's College, Series 2001A:	
200	5.750%, 9/01/25	3/10 at 101
200	5.800%, 9/01/30	3/10 at 101
1,000	Hartford County, Maryland, Economic Development Revenue Bonds, Battelle Memorial Institute, Series 2004, 5.250%, 4/01/34	4/14 at 100
1,000	Maryland Economic Development Corporation, Student Housing Revenue Bonds, Collegiate Housing Foundation - Salisbury State University, Series 1999A, 6.000%, 6/01/19	6/09 at 102
	Maryland Economic Development Corporation, Utility Infrastructure Revenue Bonds, University of Maryland - College Park, Series 2001:	
1,000	5.375%, 7/01/15 - AMBAC Insured	7/11 at 100
1,000	5.375%, 7/01/16 - AMBAC Insured	7/11 at 100
	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Bullis School, Series 2000:	
750	5.250%, 7/01/25 - FSA Insured	1/11 at 101
500	5.250%, 7/01/30 - FSA Insured	1/11 at 101
1,500	Maryland Health and Higher Educational Facilities Authority, Revenue Refunding Bonds, Johns Hopkins University, Series 1997, 5.625%, 7/01/27	7/07 at 102
1,460	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Maryland Institute College of Art, Series 2001, 5.625%, 6/01/36	6/11 at 100

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

1,250	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Goucher College, Series 2004, 5.125%, 7/01/34	7/14 at 100
9,445	Morgan State University, Maryland, Student Tuition and Fee Revenue Refunding Bonds, Academic Fees and Auxiliary Facilities, Series 1993, 6.100%, 7/01/20 - MBIA Insured	No Opt. C
	University of Maryland, Auxiliary Facility and Tuition Revenue Bonds, Series 2003A:	
5,645	5.000%, 4/01/15	4/13 at 100
2,680	5.000%, 4/01/19	4/13 at 100

-----  
HEALTHCARE - 21.9% (14.7% OF TOTAL INVESTMENTS)

2,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Kaiser Permanente System, Series 1998A, 5.375%, 7/01/15	6/09 at 101
1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Johns Hopkins Hospital, Howard County General Hospital Acquisition, Series 1998, 5.000%, 7/01/19 - MBIA Insured	7/08 at 101
1,500	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Greater Baltimore Medical Center, Series 2001, 5.000%, 7/01/34	7/11 at 100
1,500	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, University of Maryland Medical System, Series 2002, 6.000%, 7/01/22	7/12 at 100
3,250	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Carroll County General Hospital, Series 2002, 5.800%, 7/01/32	7/12 at 100
1,400	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Frederick Memorial Hospital, Series 2002, 5.125%, 7/01/35	7/12 at 100
3,250	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Union Hospital of Cecil County, Series 2002, 5.625%, 7/01/32	7/12 at 100

19

Nuveen Maryland Premium Income Municipal Fund (NMY) (continued)  
Portfolio of INVESTMENTS November 30, 2005 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	HEALTHCARE (continued)	
\$ 3,800	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Kennedy Krieger Institute, Series 2003, 5.500%, 7/01/33	7/13 at 100

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

1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, University of Maryland Medical System, Series 2004B, 5.000%, 7/01/24 - AMBAC Insured	7/13 at 100
1,750	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, MedStar Health, Series 2004, 5.375%, 8/15/24	8/14 at 100
1,540	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, LifeBridge Health System, Series 2004A, 5.125%, 7/01/34	7/14 at 100
1,525	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Calvert Memorial Hospital, Series 2004, 5.500%, 7/01/36	7/14 at 100
1,665	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Civista Medical Center, Series 2005, 5.000%, 7/01/37 - RAAI Insured	7/14 at 100
	Prince George's County, Maryland, Revenue Bonds, Dimensions Health Corporation, Series 1994:	
3,080	5.375%, 7/01/14	1/06 at 101
6,000	5.300%, 7/01/24	1/06 at 101

-----  
HOUSING/MULTIFAMILY - 17.4% (11.7% OF TOTAL INVESTMENTS)

	Howard County, Maryland, FHA-Insured Mortgage Revenue Refunding Bonds, Normandy Woods III Apartments, Series 1996A:	
700	6.000%, 7/01/17	7/06 at 102
2,000	6.100%, 7/01/25	7/06 at 102
2,500	Maryland Community Development Administration, Housing Revenue Bonds, Series 1999A, 5.350%, 7/01/41 (Alternative Minimum Tax)	1/09 at 101
880	Maryland Community Development Administration, Housing Revenue Bonds, Series 1999B, 6.250%, 7/01/32 (Alternative Minimum Tax)	1/10 at 100
1,450	Maryland Community Development Administration, FNMA Multifamily Development Revenue Bonds, Edgewater Village Apartments, Series 2000B, 5.800%, 8/01/20 (Alternative Minimum Tax)	2/11 at 101
2,250	Maryland Economic Development Corporation, Student Housing Revenue Bonds, Collegiate Housing Foundation - College Park, Series 1999A, 5.750%, 6/01/24	6/09 at 102
1,000	Maryland Economic Development Corporation, Student Housing Revenue Bonds, University of Maryland - Baltimore, Series 2003A, 5.625%, 10/01/23	10/13 at 100
2,000	Montgomery County Housing Opportunities Commission, Maryland, GNMA/FHA-Insured Multifamily Housing Revenue Bonds, Series 1995A, 5.900%, 7/01/15	1/06 at 102
1,500	Montgomery County Housing Opportunities Commission, Maryland, Multifamily Housing Development Bonds, Series 1996B, 5.900%, 7/01/26	7/06 at 102



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

3,830	Montgomery County Housing Opportunities Commission, Maryland, FNMA/FHA-Insured Multifamily Housing Development Bonds, Series 1998A, 5.200%, 7/01/30	7/08 at 101
2,000	Montgomery County Housing Opportunities Commission, Maryland, Multifamily Housing Development Bonds, Series 2000A, 6.100%, 7/01/30	7/10 at 100
	Prince George's County Housing Authority, Maryland, GNMA Collateralized Mortgage Revenue Refunding Bonds, Overlook Apartments, Series 1995A:	
2,000	5.700%, 12/20/15	12/05 at 102
1,670	5.750%, 12/20/19	12/05 at 102
935	Prince George's County Housing Authority, Maryland, GNMA Collateralized Mortgage Revenue Refunding Bonds, Foxglenn Apartments, Series 1998A, 5.450%, 11/20/14 (Alternative Minimum Tax)	5/06 at 100
540	Prince George's County Housing Authority, Maryland, GNMA Collateralized Mortgage Revenue Bonds, University Landing Apartments, Series 1999, 6.100%, 3/20/41 (Alternative Minimum Tax)	9/09 at 102
1,000	Salisbury, Maryland, FHA-Insured Mortgage Revenue Refunding Bonds, College Lane Apartments, Series 1995A, 6.600%, 12/01/26	12/05 at 101

20

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	HOUSING/SINGLE FAMILY - 0.2% (0.2% OF TOTAL INVESTMENTS)	
\$ 45	Prince George's County Housing Authority, Maryland, FHLMC/FNMA/GNMA Collateralized Single Family Mortgage Revenue Bonds, Series 2000A, 6.150%, 8/01/19 (Alternative Minimum Tax)	8/10 at 100
330	Puerto Rico Housing Finance Authority, Mortgage-Backed Securities Program Home Mortgage Revenue Bonds, Series 2003A, 4.875%, 6/01/34 (Alternative Minimum Tax)	6/13 at 100
-----		
	LONG-TERM CARE - 1.8% (1.1% OF TOTAL INVESTMENTS)	
1,000	Carroll County, Maryland, Revenue Refunding Bonds, EMA Obligated Group, Series 1999A, 5.625%, 1/01/25 - RAAI Insured	1/09 at 101
1,695	Maryland Economic Development Corporation, Health and Mental Hygiene Providers Revenue Bonds, Series 1996A, 7.625%, 4/01/21	4/11 at 102
-----		

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

TAX OBLIGATION/GENERAL - 34.2% (23.0% OF TOTAL INVESTMENTS)		
4,000	Anne Arundel County, Maryland, General Obligation Bonds, Series 2003, 5.000%, 3/01/13	No Opt. C
2,030	Anne Arundel County, Maryland, General Obligation Bonds, Series 2004, 5.000%, 4/01/16	4/14 at 100
	Baltimore County, Maryland, Metropolitan District Special Assessment Bonds, 67th Issue:	
2,500	5.000%, 6/01/25	6/11 at 101
3,500	5.000%, 6/01/26	6/11 at 101
1,000	Baltimore, Maryland, Consolidated General Obligation Public Improvement Bonds, Series 1989B, 7.150%, 10/15/08	No Opt. C
1,540	Baltimore, Maryland, General Obligation Consolidated Public Improvement Bonds, Series 2004A, 5.000%, 10/15/22 - AMBAC Insured	10/14 at 100
1,000	Charles County, Maryland, Consolidated General Obligation Public Improvement Bonds, Series 2005, 5.000%, 3/01/12	No Opt. C
	Frederick County, Maryland, General Obligation Public Facilities Bonds, Series 2002:	
1,000	5.000%, 11/01/21	11/12 at 101
1,000	5.000%, 11/01/22	11/12 at 101
615	Frederick County, Maryland, Special Obligation Bonds, Villages of Lake Linganore Community Development Authority, Series 2001A, 5.700%, 7/01/29 - RAAI Insured	7/10 at 102
	Howard County, Maryland, Consolidated Public Improvement Bonds, Series 2004B:	
735	5.000%, 8/15/16	2/14 at 100
1,625	5.000%, 8/15/17	2/14 at 100
1,180	5.000%, 8/15/19	2/14 at 100
1,725	Howard County, Maryland, Metropolitan District Refunding Bonds, Series 2002A, 5.250%, 8/15/18	2/12 at 100
1,190	Maryland National Capital Park Planning Commission, Prince George's County, General Obligation Bonds, Park Acquisition and Development, Series 2004EE-2, 5.000%, 1/15/17	1/14 at 100
2,500	Maryland, General Obligation Bonds, Series 2005, 5.000%, 8/01/17	8/15 at 100
	Montgomery County, Maryland, Consolidated General Obligation Public Improvement Refunding Bonds, Series 2001:	
1,750	5.250%, 10/01/13	10/11 at 101
2,000	5.250%, 10/01/18	10/11 at 101
3,520	Montgomery County, Maryland, Consolidated General Obligation Public Improvement Bonds, Series 2005A, 5.000%, 7/01/15	No Opt. C
925	Northern Mariana Islands, General Obligation Bonds, Series 2000A, 6.000%, 6/01/20 - ACA Insured	6/10 at 100
1,000	Prince George's County, Maryland, General Obligation	12/11 at 101

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

	Consolidated Public Improvement Bonds, Series 2001, 5.250%, 12/01/20 - FGIC Insured	
2,000	Prince George's County, Maryland, General Obligation Consolidated Public Improvement Bonds, Series 2002, 4.100%, 9/15/19	9/12 at 101
5,770	Prince George's County, Maryland, General Obligation Consolidated Public Improvement Bonds, Series 2003A, 5.000%, 10/01/18	10/13 at 100

21

Nuveen Maryland Premium Income Municipal Fund (NMY) (continued)  
Portfolio of INVESTMENTS November 30, 2005 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	TAX OBLIGATION/GENERAL (continued)	
	Washington Suburban Sanitary District, Montgomery and Prince George's Counties, Maryland, Sewerage Disposal Bonds, Series 2005:	
\$ 2,000	5.000%, 6/01/16	6/15 at 100
1,235	5.000%, 6/01/23	6/15 at 100
1,235	5.000%, 6/01/24	6/15 at 100
1,235	5.000%, 6/01/25	6/15 at 100
-----		
	TAX OBLIGATION/LIMITED - 19.4% (13.1% OF TOTAL INVESTMENTS)	
	Baltimore Board of School Commissioners, Maryland, Revenue Bonds, City Public School System, Series 2003A:	
1,500	5.000%, 5/01/16	5/13 at 100
1,000	5.000%, 5/01/18	5/13 at 100
300	Baltimore, Maryland, Special Obligation Bonds, North Locust Point Project, Series 2005, 5.500%, 9/01/34	9/15 at 101
900	Hyattsville, Maryland, Special Obligation Bonds, University Town Center Project, Series 2004, 5.750%, 7/01/34	7/14 at 102
4,250	Maryland Department of Transportation, Consolidated Transportation Revenue Bonds, Series 2002, 5.500%, 2/01/16	No Opt. C
2,000	Maryland Department of Transportation, Consolidated Transportation Revenue Bonds, Series 2004, 5.000%, 5/01/13	No Opt. C
1,875	Maryland Economic Development Corporation, Lease Revenue Bonds, Department of Transportation Headquarters Building, Series 2002, 5.375%, 6/01/19	6/12 at 100
	Maryland Department of Transportation, Certificates of Participation, Mass Transit Administration Project, Series 2000:	
875	5.500%, 10/15/19 (Alternative Minimum Tax)	10/10 at 101
925	5.500%, 10/15/20 (Alternative Minimum Tax)	10/10 at 101
1,700	Maryland Stadium Authority, Lease Revenue Bonds,	6/13 at 100

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

	Montgomery County Conference Center Facilities, Series 2003, 5.000%, 6/15/24	
2,455	Maryland Stadium Authority, Lease Revenue Bonds, Sports Facilities, Series 1996, 5.750%, 3/01/18 - AMBAC Insured	3/06 at 101
1,000	Montgomery County, Maryland, Lease Revenue Bonds, Metrorail Garage, Series 2002, 5.000%, 6/01/21	6/12 at 100
1,365	Montgomery County, Maryland, Lease Revenue Bonds, College of Arts Center Project, Series 2005A, 5.000%, 5/01/19	5/15 at 100
675	Montgomery County, Maryland, Special Obligation Bonds, West Germantown Development District, Senior Series 2002A, 5.500%, 7/01/27 - RAAI Insured	7/12 at 101
635	New Baltimore City Board of School Commissioners, Maryland, School System Revenue Bonds, Series 2000, 5.125%, 11/01/15	11/10 at 100
1,000	Puerto Rico, Highway Revenue Bonds, Highway and Transportation Authority, Series 1996Y, 5.500%, 7/01/36	7/16 at 100
1,500	Puerto Rico, Highway Revenue Bonds, Highway and Transportation Authority, Series 2003AA, 5.500%, 7/01/19 - MBIA Insured	No Opt. C
2,100	Puerto Rico Municipal Finance Agency, Series 2002A, 5.250%, 8/01/21 - FSA Insured	8/12 at 100
2,000	Virgin Islands Public Finance Authority, Gross Receipts Taxes Loan Note, Series 1999A, 6.500%, 10/01/24	10/10 at 101

-----  
TRANSPORTATION - 4.3% (2.9% OF TOTAL INVESTMENTS)

1,060	Baltimore, Maryland, Revenue Refunding Bonds, Parking System Facilities, Series 1998A, 5.250%, 7/01/17 - FGIC Insured	No Opt. C
	Maryland Health and Higher Educational Facilities Authority, Parking Facilities Revenue Bonds, Johns Hopkins Medical Institution, Series 2004B:	
355	5.000%, 7/01/13 - AMBAC Insured	No Opt. C
380	5.000%, 7/01/14 - AMBAC Insured	No Opt. C

22

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	TRANSPORTATION (continued)	
\$ 2,075	Puerto Rico Ports Authority, Special Facilities Revenue Bonds, American Airlines Inc., Series 1996A, 6.250%, 6/01/26 (Alternative Minimum Tax)	6/06 at 102
3,000	District of Columbia Metropolitan Area Transit Authority,	No Opt. C

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

Gross Revenue Bonds, Series 2003, 5.000%, 1/01/12 -  
MBIA Insured

---

U.S. GUARANTEED*** - 17.4% (11.7% OF TOTAL INVESTMENTS)		
2,500	Baltimore County, Maryland, Consolidated General Obligation Public Improvement Bonds, Series 2002, 5.000%, 8/01/18 (Pre-refunded to 8/01/12)	8/12 at 100
2,000	Baltimore, Maryland, Revenue Refunding Bonds, Water Projects, Series 1998A, 5.000%, 7/01/28 - FGIC Insured	No Opt. C
2,000	Baltimore, Maryland, Revenue Refunding Bonds, Water System Projects, Series 1994A, 5.000%, 7/01/24 - FGIC Insured	No Opt. C
745	Puerto Rico, The Children's Trust Fund, Tobacco Settlement Asset-Backed Bonds, Series 2000, 5.750%, 7/01/20 (Pre-refunded to 7/01/10)	7/10 at 100
3,000	Frederick County, Maryland, General Obligation Public Facilities Bonds, Series 1999, 5.250%, 7/01/18 (Pre-refunded to 7/01/09)	7/09 at 101
2,550	Gaithersburg, Maryland, Hospital Facilities Revenue Refunding and Improvement Bonds, Shady Grove Adventist Hospital, Series 1995, 6.500%, 9/01/12 - FSA Insured	No Opt. C
575	Howard County, Maryland, Consolidated Public Improvement Refunding Bonds, Series 2002A, 5.250%, 8/15/18 (Pre-refunded to 2/15/12)	2/12 at 100
	Howard County, Maryland, Consolidated Public Improvement Refunding Bonds, Series 2003A:	
1,720	5.000%, 8/15/17 (Pre-refunded to 8/15/12)	8/12 at 100
1,000	5.000%, 8/15/22 (Pre-refunded to 8/15/12)	8/12 at 100
145	Howard County, Maryland, Metropolitan District Refunding Bonds, Series 2002A, 5.250%, 8/15/18 (Pre-refunded to 2/15/12)	2/12 at 100
760	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, University of Maryland Medical System, Series 2000, 6.750%, 7/01/30 (Pre-refunded to 7/01/10)	7/10 at 101
3,125	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Howard County General Hospital, Series 1993, 5.500%, 7/01/25	1/06 at 100
3,200	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Helix Health, Series 1997, 5.000%, 7/01/27 - AMBAC Insured	No Opt. C
145	Maryland Transportation Authority, Revenue Refunding Bonds, Transportation Facilities Projects, First Series 1978, 6.800%, 7/01/16 (DD, settling 12/01/05)	No Opt. C
635	Prince George's County Housing Authority, Maryland, FHLMC/FNMA/GNMA Collateralized Single Family Mortgage Revenue Bonds, Series 1997A, 5.625%, 8/01/17 (Alternative Minimum Tax) (Pre-refunded to 2/01/06)	2/06 at 100

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

1,000	Puerto Rico Infrastructure Financing Authority, Special Obligation Bonds, Series 2000A, 5.500%, 10/01/20	10/10 at 101
-----		
UTILITIES - 9.1% (6.2% OF TOTAL INVESTMENTS)		
6,500	Calvert County, Maryland, Pollution Control Revenue Refunding Bonds, Baltimore Gas and Electric Company, Series 1993, 5.550%, 7/15/14	1/06 at 101
2,500	Maryland Energy Financing Administration, Revenue Bonds, AES Warrior Run Project, Series 1995, 7.400%, 9/01/19 (Alternative Minimum Tax)	9/07 at 100
5,000	Prince George's County, Maryland, Pollution Control Revenue Refunding Bonds, Potomac Electric Power Company, Series 1993, 6.375%, 1/15/23	No Opt. C

23

Nuveen Maryland Premium Income Municipal Fund (NMY) (continued)  
Portfolio of INVESTMENTS November 30, 2005 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
WATER AND SEWER - 1.3% (0.8% OF TOTAL INVESTMENTS)		
\$ 1,045	Baltimore, Maryland, Revenue Refunding Bonds, Water System Projects, Series 1994A, 5.000%, 7/01/24 - FGIC Insured	No Opt. C
860	Maryland Water Quality Financing Administration, Revolving Loan Fund Revenue Bonds, Series 2005A, 5.000%, 9/01/15	No Opt. C
-----		
\$ 220,090	Total Long-Term Investments (cost \$224,153,204) - 148.7%	
=====		
Other Assets Less Liabilities - 2.2%		
-----		
Preferred Shares, at Liquidation Value - (50.9)%		
-----		
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.
- \* 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.
  - \*\* Ratings: Using the higher of Standard & Poor's or Moody's rating.
  - \*\*\* Securities are backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensures the timely payment of principal and interest. Such securities are normally considered to be equivalent to AAA rated securities.
- N/R Investment is not rated.

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

(DD) Portion of security purchased on a delayed delivery basis.

See accompanying notes to financial statements.

24

Nuveen Maryland Dividend Advantage Municipal Fund (NFM)  
Portfolio of  
INVESTMENTS November 30, 2005 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	CONSUMER DISCRETIONARY - 0.3% (0.3% OF TOTAL INVESTMENTS)	
\$ 180	Baltimore, Maryland, Pollution Control Revenue Bonds, General Motors Corporation, Series 1993, 5.350%, 4/01/08	No Opt. C
-----		
	CONSUMER STAPLES - 2.6% (1.7% OF TOTAL INVESTMENTS)	
1,565	Puerto Rico, The Children's Trust Fund, Tobacco Settlement Asset-Backed Refunding Bonds, Series 2002, 5.375%, 5/15/33	5/12 at 100
-----		
	EDUCATION AND CIVIC ORGANIZATIONS - 13.0% (8.7% OF TOTAL INVESTMENTS)	
	Frederick County, Maryland, Educational Facilities Revenue Bonds, Mount St. Mary's College, Series 2001A:	
465	5.700%, 9/01/20	3/10 at 101
500	5.750%, 9/01/25	3/10 at 101
645	Hartford County, Maryland, Economic Development Revenue Bonds, Battelle Memorial Institute, Series 2004, 5.250%, 4/01/34	4/14 at 100
1,000	Maryland Economic Development Corporation, Utility Infrastructure Revenue Bonds, University of Maryland - College Park, Series 2001, 5.000%, 7/01/19 - AMBAC Insured	7/11 at 100
1,500	Maryland Health and Higher Educational Facilities Authority, Educational Facilities Leasehold Mortgage Revenue Bonds, McLean School, Series 2001, 6.000%, 7/01/31	7/08 at 102
625	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Maryland Institute College of Art, Series 2001, 5.500%, 6/01/32	6/11 at 100
500	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Goucher College, Series 2004, 5.125%, 7/01/34	7/14 at 100
300	Maryland Industrial Development Financing Authority, Revenue Bonds, Our Lady of Good Counsel High School, Series 2005A, 6.000%, 5/01/35	5/15 at 100

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

	Puerto Rico Industrial, Tourist, Educational, Medical and Environmental Control Facilities Financing Authority, Higher Education Revenue Bonds, Ana G. Mendez University System, Series 1999:		
215	5.375%, 2/01/19		2/09 at 101
410	5.375%, 2/01/29		2/09 at 101
	University of Maryland, Auxiliary Facility and Tuition Revenue Bonds, Series 2003A:		
1,000	5.000%, 4/01/15		4/13 at 100
500	5.000%, 4/01/19		4/13 at 100

-----  
HEALTHCARE - 25.3% (17.0% OF TOTAL INVESTMENTS)

2,225	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Kaiser Permanente System, Series 1998A, 5.375%, 7/01/15		6/09 at 101
1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Calvert Memorial Hospital, Series 1998, 5.000%, 7/01/28		7/08 at 102
1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Anne Arundel Medical Center, Series 1998, 5.125%, 7/01/28 - FSA Insured		7/08 at 101
570	Maryland Health and Higher Educational Facilities Authority, Revenue Refunding Bonds, Union Hospital of Cecil County, Series 1998, 5.100%, 7/01/22		7/08 at 101
1,250	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Johns Hopkins Hospital, Series 2001, 5.000%, 5/15/21		5/11 at 100
1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Mercy Medical Center, Series 2001, 5.625%, 7/01/31		7/11 at 100
650	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Greater Baltimore Medical Center, Series 2001, 5.000%, 7/01/34		7/11 at 100

25

Nuveen Maryland Dividend Advantage Municipal Fund (NFM) (continued)  
Portfolio of INVESTMENTS November 30, 2005 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	HEALTHCARE (continued)	
\$ 2,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, University of Maryland Medical System, Series 2001, 5.250%, 7/01/28	7/11 at 100



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

1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Carroll County General Hospital, Series 2002, 6.000%, 7/01/26	7/12 at 100
500	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Frederick Memorial Hospital, Series 2002, 5.125%, 7/01/35	7/12 at 100
1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Kennedy Krieger Institute, Series 2003, 5.500%, 7/01/33	7/13 at 100
700	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, MedStar Health, Series 2004, 5.375%, 8/15/24	8/14 at 100
585	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, LifeBridge Health System, Series 2004A, 5.125%, 7/01/34	7/14 at 100
750	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Civista Medical Center, Series 2005, 5.000%, 7/01/37 - RAAI Insured	7/14 at 100
	Prince George's County, Maryland, Revenue Bonds, Dimensions Health Corporation, Series 1994:	
290	5.375%, 7/01/14	1/06 at 101
700	5.300%, 7/01/24	1/06 at 101

-----  
HOUSING/MULTIFAMILY - 18.3% (12.3% OF TOTAL INVESTMENTS)

750	Baltimore County, Maryland, GNMA Collateralized Revenue Refunding Bonds, Cross Creek Apartments, Series 1998A, 5.250%, 10/20/33	10/08 at 102
2,000	Maryland Community Development Administration, Housing Revenue Bonds, Series 1998A, 5.625%, 1/01/40 (Alternative Minimum Tax)	7/08 at 101
520	Maryland Community Development Administration, Insured Multifamily Housing Mortgage Loan Revenue Bonds, Series 2001B, 5.350%, 5/15/32 (Alternative Minimum Tax)	5/11 at 100
1,000	Maryland Community Development Administration, Multifamily Housing Revenue Bonds, Princess Anne Apartments, Series 2001D, 5.450%, 12/15/33 (Alternative Minimum Tax)	12/11 at 100
1,800	Maryland Economic Development Corporation, Student Housing Revenue Bonds, Sheppard Pratt University Village, Series 2001, 6.000%, 7/01/33 - ACA Insured	7/11 at 101
750	Montgomery County Housing Opportunities Commission, Maryland, FNMA/FHA-Insured Multifamily Housing Development Bonds, Series 1998A, 5.250%, 7/01/29 (Alternative Minimum Tax)	7/08 at 101
2,000	Montgomery County Housing Opportunities Commission, Maryland, Multifamily Housing Development Bonds, Series 2000B, 6.200%, 7/01/30 (Alternative Minimum Tax)	7/10 at 100

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

2,000	Montgomery County Housing Opportunities Commission, Maryland, Multifamily Housing Development Bonds, Series 2001A, 5.600%, 7/01/42 (Alternative Minimum Tax)	7/11 at 100
-----		
HOUSING/SINGLE FAMILY - 4.5% (3.0% OF TOTAL INVESTMENTS)		
115	Maryland Community Development Administration, Residential Revenue Bonds, Series 1999E, 5.700%, 9/01/17	9/09 at 100
590	Maryland Community Development Administration, Residential Revenue Bonds, Series 2000H, 5.800%, 9/01/32 (Alternative Minimum Tax)	9/10 at 100
415	Maryland Community Development Administration, Single Family Program Bonds, First Series 2001, 5.000%, 4/01/17	10/10 at 100
585	Maryland Community Development Administration, Residential Revenue Bonds, Series 2001B, 5.450%, 9/01/32 (Alternative Minimum Tax)	9/10 at 100
1,000	Maryland Community Development Administration, Residential Revenue Bonds, Series 2001F, 5.600%, 9/01/28 (Alternative Minimum Tax)	3/11 at 100

-----		
INDUSTRIALS - 1.6% (1.1% OF TOTAL INVESTMENTS)		
1,000	Northeast Maryland Waste Disposal Authority, Baltimore, Resource Recovery Revenue Bonds, RESCO Retrofit Project, Series 1998, 4.750%, 1/01/12 (Alternative Minimum Tax)	1/09 at 101

26

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
LONG-TERM CARE - 1.5% (1.0% OF TOTAL INVESTMENTS)		
\$ 1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Collington Episcopal Life Care Community Inc., Series 2001A, 6.750%, 4/01/23	4/11 at 101
-----		
TAX OBLIGATION/GENERAL - 39.5% (26.5% OF TOTAL INVESTMENTS)		
Anne Arundel County, Maryland, Various Purpose General Obligation Bonds, Series 2001:		
580	4.800%, 2/15/18	2/11 at 101
500	5.000%, 2/15/28	2/11 at 101
1,000	Anne Arundel County, Maryland, General Obligation Bonds, Series 2003, 5.000%, 3/01/13	No Opt. C
3,500	Baltimore County, Maryland, Metropolitan District Special	6/11 at 101

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

	Assessment Bonds, 67th Issue, 5.000%, 6/01/27	
1,000	Charles County, Maryland, Consolidated General Obligation Public Improvement Bonds, Series 2005, 5.000%, 3/01/12	No Opt. C
1,000	Frederick County, Maryland, General Obligation Public Facilities Bonds, Series 2002, 5.000%, 11/01/22	11/12 at 101
	Frederick, Maryland, General Obligation Bonds, Series 2005:	
600	5.000%, 8/01/16 - MBIA Insured	8/15 at 100
500	5.000%, 8/01/17 - MBIA Insured	8/15 at 100
1,360	Howard County, Maryland, Consolidated Public Improvement Bonds, Series 2001A, 4.750%, 2/15/21	2/09 at 101
1,000	Maryland National Capital Park Planning Commission, Prince George's County, General Obligation Bonds, Park Acquisition and Development, Series 2004EE-2, 5.000%, 1/15/17	1/14 at 100
1,000	Maryland, General Obligation Bonds, Series 2005, 5.000%, 8/01/17	8/15 at 100
1,360	Montgomery County, Maryland, Consolidated General Obligation Public Improvement Bonds, Series 2005A, 5.000%, 7/01/15	No Opt. C
430	Northern Mariana Islands, General Obligation Bonds, Series 2000A, 6.000%, 6/01/20 - ACA Insured	6/10 at 100
740	Ocean City, Maryland, General Obligation Bonds, Series 2001, 4.875%, 3/01/19 - FGIC Insured	3/11 at 101
1,500	Prince George's County, Maryland, General Obligation Consolidated Public Improvement Bonds, Series 2001, 5.250%, 12/01/20 - FGIC Insured	12/11 at 101
1,000	Prince George's County, Maryland, General Obligation Consolidated Public Improvement Bonds, Series 2003A, 5.000%, 10/01/17	10/13 at 100
	Washington Suburban Sanitary District, Montgomery and Prince George's Counties, Maryland, General Obligation Construction Bonds, Series 2001:	
895	5.000%, 6/01/22	6/11 at 100
935	5.000%, 6/01/23	6/11 at 100
985	5.000%, 6/01/24	6/11 at 100
1,035	5.000%, 6/01/25	6/11 at 100
1,290	Washington Suburban Sanitary District, Montgomery and Prince George's Counties, Maryland, Water Supply Bonds, Series 2001, 4.750%, 6/01/20	6/11 at 100
700	Washington Suburban Sanitary District, Montgomery and Prince George's Counties, Maryland, Sewerage Disposal Bonds, Series 2005, 5.000%, 6/01/16	6/15 at 100
-----		
	TAX OBLIGATION/LIMITED - 18.4% (12.4% OF TOTAL INVESTMENTS)	
625	Annapolis, Maryland, Special Obligation Bonds, Park Place Project, Series 2005A, 5.350%, 7/01/34	1/15 at 101

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

675	Anne Arundel County, Maryland, Tax Increment Financing Revenue Bonds, Parole Town Center Project, Series 2002, 5.000%, 7/01/12	No Opt. C
500	Baltimore Board of School Commissioners, Maryland, Revenue Bonds, City Public School System, Series 2003A, 5.000%, 5/01/18	5/13 at 100
350	Hyattsville, Maryland, Special Obligation Bonds, University Town Center Project, Series 2004, 5.750%, 7/01/34	7/14 at 102
1,500	Maryland Department of Transportation, Consolidated Transportation Revenue Bonds, Series 2002, 5.500%, 2/01/16	No Opt. C
1,000	Maryland Department of Transportation, Consolidated Transportation Revenue Bonds, Series 2004, 5.000%, 5/01/13	No Opt. C

27

Nuveen Maryland Dividend Advantage Municipal Fund (NFM) (continued)  
Portfolio of INVESTMENTS November 30, 2005 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
TAX OBLIGATION/LIMITED (continued)		
\$ 1,405	Maryland Economic Development Corporation, Lease Revenue Bonds, Department of Transportation Headquarters Building, Series 2002, 5.375%, 6/01/19	6/12 at 100
370	Maryland Economic Development Corporation, Lease Revenue Bonds, Montgomery County Town Square Parking Garage, Series 2002A, 5.000%, 9/15/13	9/12 at 100
615	Montgomery County, Maryland, Lease Revenue Bonds, College of Arts Center Project, Series 2005A, 5.000%, 5/01/20	5/15 at 100
740	Prince George's County, Maryland, Lease Revenue Bonds, Upper Marlboro Justice Center, Series 2003A, 5.000%, 6/30/14 - MBIA Insured	6/13 at 100
270	Prince Georges County, Maryland, Special Obligation Bonds, National Harbor Project, Series 2005, 5.200%, 7/01/34	7/15 at 100
450	Prince George's County, Maryland, Special Tax District Bonds, Victoria Falls Project, Series 2005, 5.250%, 7/01/35	7/13 at 100
700	Puerto Rico, Highway Revenue Bonds, Highway and Transportation Authority, Series 2003AA, 5.500%, 7/01/19 - MBIA Insured	No Opt. C
1,290	Virgin Islands Public Finance Authority, Gross Receipts Taxes Loan Note, Series 1999A, 6.375%, 10/01/19	10/10 at 101

-----  
TRANSPORTATION - 3.3% (2.2% OF TOTAL INVESTMENTS)

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

650	Maryland Health and Higher Educational Facilities Authority, Parking Facilities Revenue Bonds, Johns Hopkins Hospital, Series 2001, 5.000%, 7/01/27 - AMBAC Insured	7/11 at 100
	Maryland Health and Higher Educational Facilities Authority, Parking Facilities Revenue Bonds, Johns Hopkins Medical Institution, Series 2004B:	
150	5.000%, 7/01/13 - AMBAC Insured	No Opt. C
135	5.000%, 7/01/14 - AMBAC Insured	No Opt. C
1,000	District of Columbia Metropolitan Area Transit Authority, Gross Revenue Bonds, Series 2003, 5.000%, 1/01/12 - MBIA Insured	No Opt. C

-----  
U.S. GUARANTEED\*\*\* - 18.1% (12.2% OF TOTAL INVESTMENTS)

1,500	Baltimore County, Maryland, Consolidated General Obligation Public Improvement Bonds, Series 2002, 5.000%, 8/01/18 (Pre-refunded to 8/01/12)	8/12 at 100
1,015	Baltimore, Maryland, Revenue Refunding Bonds, Water Projects, Series 1998A, 5.000%, 7/01/28 - FGIC Insured	No Opt. C
1,865	Puerto Rico, The Children's Trust Fund, Tobacco Settlement Asset-Backed Bonds, Series 2000, 5.750%, 7/01/20 (Pre-refunded to 7/01/10)	7/10 at 100
500	Howard County, Maryland, Consolidated Public Improvement Refunding Bonds, Series 2003A, 5.000%, 8/15/15 (Pre-refunded to 8/15/12)	8/12 at 100
895	Maryland Transportation Authority, Revenue Refunding Bonds, Transportation Facilities Projects, First Series 1978, 6.800%, 7/01/16	No Opt. C
585	Prince George's County Housing Authority, Maryland, FHLMC/FNMA/GNMA Collateralized Single Family Mortgage Revenue Bonds, Series 1997A, 5.750%, 8/01/30 (Alternative Minimum Tax) (Pre-refunded to 2/01/06)	2/06 at 100
	Puerto Rico Infrastructure Financing Authority, Special Obligation Bonds, Series 2000A:	
2,300	5.500%, 10/01/32	10/10 at 101
1,700	5.500%, 10/01/40	10/10 at 101

28

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	UTILITIES - 1.7% (1.1% OF TOTAL INVESTMENTS)	
\$ 1,000	Maryland Energy Financing Administration, Revenue Bonds, AES Warrior Run Project, Series 1995, 7.400%, 9/01/19 (Alternative Minimum Tax)	9/07 at 100

-----

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

WATER AND SEWER - 0.6% (0.5% OF TOTAL INVESTMENTS)

355	Maryland Water Quality Financing Administration, Revolving Loan Fund Revenue Bonds, Series 2005A, 5.000%, 9/01/15	No Opt. C
-----		
\$ 87,200	Total Long-Term Investments (cost \$88,673,116) - 148.7%	
=====		
	Other Assets Less Liabilities - 3.4%	
-----		
	Preferred Shares, at Liquidation Value - (52.1)%	
-----		
	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.
- \* 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.
- \*\* Ratings: Using the higher of Standard & Poor's or Moody's rating.
- \*\*\* Securities are backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensures the timely payment of principal and interest. Such securities are normally considered to be equivalent to AAA rated securities.
- N/R Investment is not rated.

See accompanying notes to financial statements.

Nuveen Maryland Dividend Advantage Municipal Fund 2 (NZR)  
 Portfolio of  
 INVESTMENTS November 30, 2005 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
CONSUMER DISCRETIONARY - 0.3% (0.2% OF TOTAL INVESTMENTS)		
\$ 190	Baltimore, Maryland, Pollution Control Revenue Bonds, General Motors Corporation, Series 1993, 5.350%, 4/01/08	No Opt. C
-----		
CONSUMER STAPLES - 2.5% (1.7% OF TOTAL INVESTMENTS)		
785	Puerto Rico, The Children's Trust Fund, Tobacco Settlement Asset-Backed Refunding Bonds, Series 2002, 5.375%, 5/15/33	5/12 at 100
800	Tobacco Settlement Financing Corporation, Virgin Islands, Tobacco Settlement Asset-Backed Bonds, Series 2001, 5.000%, 5/15/31	5/11 at 100

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

-----  
 EDUCATION AND CIVIC ORGANIZATIONS - 15.5% (10.5% OF TOTAL INVESTMENTS)

1,100	Anne Arundel County, Maryland, Economic Development Revenue Bonds, Community College Project, Series 2002, 5.125%, 9/01/22	9/12 at 102
	Frederick County, Maryland, Educational Facilities Revenue Bonds, Mount St. Mary's College, Series 2001A:	
100	5.750%, 9/01/25	3/10 at 101
100	5.800%, 9/01/30	3/10 at 101
645	Hartford County, Maryland, Economic Development Revenue Bonds, Battelle Memorial Institute, Series 2004, 5.250%, 4/01/34	4/14 at 100
250	Maryland Health and Higher Educational Facilities Authority, Educational Facilities Leasehold Mortgage Revenue Bonds, McLean School, Series 2001, 6.000%, 7/01/31	7/08 at 102
415	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Bullis School, Series 2000, 5.250%, 7/01/30 - FSA Insured	1/11 at 101
1,250	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Maryland Institute College of Art, Series 2001, 5.500%, 6/01/32	6/11 at 100
500	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Goucher College, Series 2004, 5.125%, 7/01/34	7/14 at 100
315	Maryland Industrial Development Financing Authority, Revenue Bonds, Our Lady of Good Counsel High School, Series 2005A, 6.000%, 5/01/35	5/15 at 100
500	Morgan State University, Maryland, Student Tuition and Fee Revenue Bonds, Academic Fees and Auxiliary Facilities, Series 2001, 4.900%, 7/01/21 - FGIC Insured	7/12 at 100
500	Morgan State University, Maryland, Student Tuition and Fee Revenue Bonds, Academic Fees and Auxiliary Facilities, Series 2003A, 5.000%, 7/01/20 - FGIC Insured	7/13 at 100
	University of Maryland, Auxiliary Facility and Tuition Revenue Bonds, Series 2001B:	
1,580	4.375%, 4/01/17	4/11 at 100
1,140	4.500%, 4/01/19	4/11 at 100
1,000	University of Maryland, Auxiliary Facility and Tuition Revenue Bonds, Series 2003A, 5.000%, 4/01/19	4/13 at 100

-----  
 HEALTHCARE - 21.1% (14.2% OF TOTAL INVESTMENTS)

1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Anne Arundel Medical Center, Series 1998, 5.125%, 7/01/33 - FSA Insured	7/08 at 101
1,500	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Mercy Medical Center, Series 2001,	7/11 at 100

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

5.625%, 7/01/31

650	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Greater Baltimore Medical Center, Series 2001, 5.000%, 7/01/34	7/11 at 100
2,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, University of Maryland Medical System, Series 2001, 5.250%, 7/01/28	7/11 at 100

30

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	HEALTHCARE (continued)	
\$ 1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Carroll County General Hospital, Series 2002, 6.000%, 7/01/26	7/12 at 100
500	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Frederick Memorial Hospital, Series 2002, 5.125%, 7/01/35	7/12 at 100
1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Kennedy Krieger Institute, Series 2003, 5.500%, 7/01/33	7/13 at 100
700	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, MedStar Health, Series 2004, 5.375%, 8/15/24	8/14 at 100
525	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, LifeBridge Health System, Series 2004A, 5.125%, 7/01/34	7/14 at 100
775	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Calvert Memorial Hospital, Series 2004, 5.500%, 7/01/36	7/14 at 100
750	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Civista Medical Center, Series 2005, 5.000%, 7/01/37 - RAAI Insured	7/14 at 100
1,610	Montgomery County, Maryland, Economic Development Revenue Bonds, Trinity Healthcare Group, Series 2001, 5.125%, 12/01/22	12/11 at 100
	Prince George's County, Maryland, Revenue Bonds, Dimensions Health Corporation, Series 1994:	
300	5.375%, 7/01/14	1/06 at 101
700	5.300%, 7/01/24	1/06 at 101
-----		
	HOUSING/MULTIFAMILY - 13.7% (9.2% OF TOTAL INVESTMENTS)	
55	Maryland Community Development Administration, Insured Multifamily Housing Mortgage Loan Revenue Bonds,	5/11 at 100



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

	Series 2001A, 5.100%, 5/15/28	
2,595	Maryland Community Development Administration, Insured Multifamily Housing Mortgage Loan Revenue Bonds, Series 2001B, 5.350%, 5/15/32 (Alternative Minimum Tax)	5/11 at 100
1,110	Maryland Community Development Administration, Multifamily Housing Revenue Bonds, Princess Anne Apartments, Series 2001D, 5.450%, 12/15/33 (Alternative Minimum Tax)	12/11 at 100
3,145	Maryland Community Development Administration, Multifamily Development Revenue Bonds, Waters Towers Senior Apartments, Series 2001F, 5.450%, 12/15/33 (Alternative Minimum Tax)	12/11 at 100
435	Maryland Community Development Administration, Insured Multifamily Housing Mortgage Loan Revenue Bonds, Series 2002A, 5.300%, 5/15/22	5/12 at 100
1,000	Maryland Economic Development Corporation, Student Housing Revenue Bonds, University of Maryland - Baltimore, Series 2003A, 5.625%, 10/01/23	10/13 at 100
-----		
	HOUSING/SINGLE FAMILY - 1.5% (1.0% OF TOTAL INVESTMENTS)	
915	Maryland Community Development Administration, Residential Revenue Bonds, Series 2001H, 5.350%, 9/01/32 (Alternative Minimum Tax)	9/10 at 100
-----		
	INDUSTRIALS - 1.9% (1.2% OF TOTAL INVESTMENTS)	
1,150	Northeast Maryland Waste Disposal Authority, Baltimore, Resource Recovery Revenue Bonds, RESCO Retrofit Project, Series 1998, 4.750%, 1/01/12 (Alternative Minimum Tax)	1/09 at 101
-----		
	LONG-TERM CARE - 0.5% (0.4% OF TOTAL INVESTMENTS)	
	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Collington Episcopal Life Care Community Inc., Series 2001A:	
31	6.750%, 4/01/20	4/09 at 100
25	6.750%, 4/01/23	4/11 at 101
	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Collington Episcopal Life Care Community Inc., Series 2001B:	
25	8.000%, 4/01/22 (Optional put 4/01/07)	10/06 at 100
5	6.400%, 4/01/23 (Mandatory put 4/01/07)	No Opt. C

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

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	LONG-TERM CARE (continued)	
	Prince George's County, Maryland, Revenue Bonds, Collington Episcopal Life Care Community Inc., Series 1994A:	
\$ 20	5.625%, 4/01/09	4/06 at 100
175	6.000%, 4/01/13	4/06 at 100
50	Prince George's County, Maryland, Revenue Bonds, Collington Episcopal Life Care Community Inc., Series 1994B, 8.000%, 4/01/16 (Optional put 4/01/06)	No Opt. C
-----		
	TAX OBLIGATION/GENERAL - 41.4% (27.9% OF TOTAL INVESTMENTS)	
750	Anne Arundel County, Maryland, General Obligation Bonds, Consolidated Water and Sewerage, Series 1999, 4.500%, 8/01/19	8/09 at 101
1,000	Anne Arundel County, Maryland, General Obligation Bonds, Series 2003, 5.000%, 3/01/13	No Opt. C
750	Baltimore, Maryland, General Obligation Consolidated Public Improvement Bonds, Series 2004A, 5.000%, 10/15/22 - AMBAC Insured	10/14 at 100
	Cecil County, Maryland, Consolidated General Obligation Public Improvement Bonds, Series 2001B:	
975	4.600%, 8/01/18	8/11 at 101
1,020	4.600%, 8/01/19	8/11 at 101
1,000	Frederick County, Maryland, General Obligation Public Facilities Bonds, Series 2002, 5.000%, 11/01/20	11/12 at 101
510	Frederick, Maryland, General Obligation Refunding and Improvement Bonds, Series 2001, 4.750%, 12/01/19	12/11 at 101
	Frederick, Maryland, General Obligation Bonds, Series 2005:	
600	5.000%, 8/01/16 - MBIA Insured	8/15 at 100
500	5.000%, 8/01/17 - MBIA Insured	8/15 at 100
1,000	Howard County, Maryland, Consolidated Public Improvement Bonds, Series 2004B, 5.000%, 8/15/16	2/14 at 100
	Maryland, General Obligation Bonds, State and Local Facilities Loan, First Series 2001:	
2,445	5.500%, 3/01/11	No Opt. C
1,500	5.500%, 3/01/12	No Opt. C
1,000	Maryland, General Obligation Bonds, Series 2005, 5.000%, 8/01/17	8/15 at 100
4,730	Montgomery County, Maryland, Consolidated General Obligation Public Improvement Refunding Bonds, Series 2001, 5.250%, 10/01/18	10/11 at 101
	Prince George's County, Maryland, General Obligation Consolidated Public Improvement Bonds, Series 2001:	
1,000	5.250%, 12/01/20 - FGIC Insured	12/11 at 101

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

2,820	5.250%, 12/01/21 - FGIC Insured	12/11 at 101
770	Puerto Rico, General Obligation and Public Improvement Bonds, Series 2001, 5.000%, 7/01/24 - FSA Insured	7/11 at 100
1,000	Washington Suburban Sanitary District, Montgomery and Prince George's Counties, Maryland, Water Supply Bonds, Series 2005, 5.000%, 6/01/16	6/15 at 100
800	Washington Suburban Sanitary District, Montgomery and Prince George's Counties, Maryland, Sewerage Disposal Bonds, Series 2005, 5.000%, 6/01/16	6/15 at 100

TAX OBLIGATION/LIMITED - 18.8% (12.7% OF TOTAL INVESTMENTS)

625	Annapolis, Maryland, Special Obligation Bonds, Park Place Project, Series 2005A, 5.350%, 7/01/34	1/15 at 101
675	Anne Arundel County, Maryland, Tax Increment Financing Revenue Bonds, Parole Town Center Project, Series 2002, 5.000%, 7/01/12	No Opt. C
1,580	Baltimore County, Maryland, Certificates of Participation, Health and Social Services Building Project, Series 2001: 5.000%, 8/01/20	8/11 at 101
1,660	5.000%, 8/01/21	8/11 at 101
530	Baltimore Board of School Commissioners, Maryland, Revenue Bonds, City Public School System, Series 2003A, 5.000%, 5/01/15	5/13 at 100

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
TAX OBLIGATION/LIMITED (continued)		
\$ 350	Hyattsville, Maryland, Special Obligation Bonds, University Town Center Project, Series 2004, 5.750%, 7/01/34	7/14 at 102
1,000	Maryland Department of Transportation, Consolidated Transportation Revenue Bonds, Series 2002, 5.500%, 2/01/16	No Opt. C
1,000	Maryland Department of Transportation, Consolidated Transportation Revenue Bonds, Series 2004, 5.000%, 5/01/13	No Opt. C
1,405	Maryland Economic Development Corporation, Lease Revenue Bonds, Department of Transportation Headquarters Building, Series 2002, 5.375%, 6/01/19	6/12 at 100
590	Montgomery County, Maryland, Lease Revenue Bonds, College of Arts Center Project, Series 2005A, 5.000%, 5/01/18	5/15 at 100
1,000	Montgomery County, Maryland, Special Obligation Bonds, West Germantown Development District, Senior Series 2002A, 5.500%, 7/01/27 - RAAI Insured	7/12 at 101

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

270	Prince Georges County, Maryland, Special Obligation Bonds, National Harbor Project, Series 2005, 5.200%, 7/01/34	7/15 at 100
475	Prince George's County, Maryland, Special Tax District Bonds, Victoria Falls Project, Series 2005, 5.250%, 7/01/35	7/13 at 100
-----		
TRANSPORTATION - 4.9% (3.3% OF TOTAL INVESTMENTS)		
Maryland Health and Higher Educational Facilities Authority, Parking Facilities Revenue Bonds, Johns Hopkins Hospital, Series 2001:		
650	5.000%, 7/01/27 - AMBAC Insured	7/11 at 100
1,000	5.000%, 7/01/34 - AMBAC Insured	7/11 at 100
Maryland Health and Higher Educational Facilities Authority, Parking Facilities Revenue Bonds, Johns Hopkins Medical Institution, Series 2004B:		
155	5.000%, 7/01/13 - AMBAC Insured	No Opt. C
135	5.000%, 7/01/14 - AMBAC Insured	No Opt. C
1,000	District of Columbia Metropolitan Area Transit Authority, Gross Revenue Bonds, Series 2003, 5.000%, 1/01/12 - MBIA Insured	No Opt. C
-----		
U.S. GUARANTEED*** - 22.5% (15.1% OF TOTAL INVESTMENTS)		
1,500	Baltimore County, Maryland, Consolidated General Obligation Public Improvement Bonds, Series 2002, 5.000%, 8/01/18 (Pre-refunded to 8/01/12)	8/12 at 100
1,000	Puerto Rico, The Children's Trust Fund, Tobacco Settlement Asset-Backed Bonds, Series 2000, 6.000%, 7/01/26 (Pre-refunded to 7/01/10)	7/10 at 100
3,000	Frederick County, Maryland, General Obligation Public Facilities Bonds, Series 2000, 5.200%, 12/01/19 (Pre-refunded to 12/01/10)	12/10 at 101
750	Howard County, Maryland, Consolidated Public Improvement Refunding Bonds, Series 2003A, 5.000%, 8/15/15 (Pre-refunded to 8/15/12)	8/12 at 100
1,260	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Helix Health, Series 1997, 5.000%, 7/01/17 - AMBAC Insured	No Opt. C
1,220	Maryland Transportation Authority, Revenue Refunding Bonds, Transportation Facilities Projects, First Series 1978, 6.800%, 7/01/16	No Opt. C
1,230	Puerto Rico, General Obligation and Public Improvement Bonds, Series 2001, 5.000%, 7/01/24 (Pre-refunded to 7/01/11) - FSA Insured	7/11 at 100
3,000	Puerto Rico Infrastructure Financing Authority, Special Obligation Bonds, Series 2000A, 5.500%, 10/01/40	10/10 at 101

---

UTILITIES - 3.3% (2.2% OF TOTAL INVESTMENTS)		
1,000	Guam Power Authority, Revenue Bonds, Series 1999A, 5.250%, 10/01/34 - MBIA Insured	10/09 at 101
1,000	Maryland Energy Financing Administration, Revenue Bonds, AES Warrior Run Project, Series 1995, 7.400%, 9/01/19 (Alternative Minimum Tax)	9/07 at 100

33

Nuveen Maryland Dividend Advantage Municipal Fund 2 (NZR) (continued)  
Portfolio of INVESTMENTS November 30, 2005 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
<hr/>		
WATER AND SEWER - 0.6% (0.4% OF TOTAL INVESTMENTS)		
\$ 355	Maryland Water Quality Financing Administration, Revolving Loan Fund Revenue Bonds, Series 2005A, 5.000%, 9/01/15	No Opt. C
<hr/>		
\$ 88,501	Total Long-Term Investments (cost \$90,097,608) - 148.5%	
<hr/>		
Other Assets Less Liabilities - 2.5%		
<hr/>		
Preferred Shares, at Liquidation Value - (51.0)%		
<hr/>		
Net Assets Applicable to Common Shares - 100%		
<hr/>		

FORWARD SWAPS OUTSTANDING AT NOVEMBER 30, 2005:

COUNTERPARTY	NOTIONAL AMOUNT	FIXED RATE PAID BY THE FUND (ANNUALIZED)	FIXED RATE PAYMENT FREQUENCY	FLOATING RATE RECEIVED BY THE FUND BASED ON	FLOATING RATE PAYMENT FREQUENCY	EF
Citigroup	\$300,000	4.699%	Semi-annually	3-month USD-LIBOR	Quarterly	

USD-LIBOR (United States Dollar-London Inter-Bank Offered Rates)

- (1) All percentages shown in the Portfolio of Investments are based on net assets applicable to Common shares unless otherwise noted.
- (2) Effective date represents the date on which both the Fund and counterparty commence interest payment accruals on each forward swap contract.
- \* Optional Call Provisions: 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.
- \*\* Ratings: Using the higher of Standard & Poor's or Moody's rating.
- \*\*\* Securities are backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency

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

securities which ensures the timely payment of principal and interest.  
 N/R Investment is not rated.

See accompanying notes to financial statements.

34

Nuveen Maryland Dividend Advantage Municipal Fund 3 (NWI)  
 Portfolio of  
 INVESTMENTS November 30, 2005 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	CONSUMER DISCRETIONARY - 0.3% (0.2% OF TOTAL INVESTMENTS)	
\$ 220	Baltimore, Maryland, Pollution Control Revenue Bonds, General Motors Corporation, Series 1993, 5.350%, 4/01/08	No Opt. C
-----		
	CONSUMER STAPLES - 3.6% (2.4% OF TOTAL INVESTMENTS)	
2,730	Puerto Rico, The Children's Trust Fund, Tobacco Settlement Asset-Backed Refunding Bonds, Series 2002, 5.375%, 5/15/33	5/12 at 100
-----		
	EDUCATION AND CIVIC ORGANIZATIONS - 12.3% (8.3% OF TOTAL INVESTMENTS)	
225	Anne Arundel County, Maryland, Economic Development Revenue Bonds, Community College Project, Series 2002, 5.125%, 9/01/22	9/12 at 102
	Frederick County, Maryland, Educational Facilities Revenue Bonds, Mount St. Mary's College, Series 2001A:	
100	5.750%, 9/01/25	3/10 at 101
100	5.800%, 9/01/30	3/10 at 101
690	Hartford County, Maryland, Economic Development Revenue Bonds, Battelle Memorial Institute, Series 2004, 5.250%, 4/01/34	4/14 at 100
1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Johns Hopkins University, Series 2002A, 5.000%, 7/01/32	7/12 at 100
625	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Goucher College, Series 2004, 5.125%, 7/01/34	7/14 at 100
385	Maryland Industrial Development Financing Authority, Revenue Bonds, Our Lady of Good Counsel High School, Series 2005A, 6.000%, 5/01/35	5/15 at 100
1,000	Morgan State University, Maryland, Student Tuition and Fee Revenue Bonds, Academic Fees and Auxiliary Facilities, Series 2003A, 5.000%, 7/01/32 - FGIC Insured	7/13 at 100

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

985	University of Maryland, Auxiliary Facility and Tuition Revenue Bonds, Series 2001B, 4.625%, 4/01/21	4/11 at 100
2,000	University of Maryland, Auxiliary Facility and Tuition Revenue Bonds, Series 2002A, 5.125%, 4/01/22	4/12 at 100
	University of Maryland, Auxiliary Facility and Tuition Revenue Bonds, Series 2003A:	
1,000	5.000%, 4/01/15	4/13 at 100
1,000	5.000%, 4/01/19	4/13 at 100

-----  
HEALTHCARE - 17.8% (12.0% OF TOTAL INVESTMENTS)

1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Anne Arundel Medical Center, Series 1998, 5.125%, 7/01/33 - FSA Insured	7/08 at 101
1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Johns Hopkins Hospital, Series 2001, 5.000%, 5/15/21	5/11 at 100
650	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Mercy Medical Center, Series 2001, 5.625%, 7/01/31	7/11 at 100
800	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Greater Baltimore Medical Center, Series 2001, 5.000%, 7/01/34	7/11 at 100
1,250	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Carroll County General Hospital, Series 2002, 5.800%, 7/01/32	7/12 at 100
700	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Frederick Memorial Hospital, Series 2002, 5.125%, 7/01/35	7/12 at 100
1,845	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Union Hospital of Cecil County, Series 2002, 5.625%, 7/01/32	7/12 at 100

35

Nuveen Maryland Dividend Advantage Municipal Fund 3 (NWI) (continued)  
Portfolio of INVESTMENTS November 30, 2005 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	HEALTHCARE (continued)	
\$ 775	Maryland Health and Higher Educational Facilities Authority, Revenue Refunding Bonds, Adventist Healthcare, Series 2003A, 5.750%, 1/01/25	1/13 at 101
1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Kennedy Krieger Institute, Series 2003, 5.500%, 7/01/33	7/13 at 100

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

900	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, MedStar Health, Series 2004, 5.375%, 8/15/24	8/14 at 100
725	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, LifeBridge Health System, Series 2004A, 5.125%, 7/01/34	7/14 at 100
775	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Calvert Memorial Hospital, Series 2004, 5.500%, 7/01/36	7/14 at 100
870	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Civista Medical Center, Series 2005, 5.000%, 7/01/37 - RAAI Insured	7/14 at 100
	Prince George's County, Maryland, Revenue Bonds, Dimensions Health Corporation, Series 1994:	
350	5.375%, 7/01/14	1/06 at 101
900	5.300%, 7/01/24	1/06 at 101

---

HOUSING/MULTIFAMILY - 14.2% (9.6% OF TOTAL INVESTMENTS)

980	Maryland Community Development Administration, Housing Revenue Bonds, Series 2002B, 4.950%, 7/01/32 (Alternative Minimum Tax)	7/12 at 100
	Maryland Economic Development Corporation, Student Housing Revenue Bonds, Sheppard Pratt University Village, Series 2001:	
20	5.875%, 7/01/21 - ACA Insured	7/11 at 101
150	6.000%, 7/01/33 - ACA Insured	7/11 at 101
1,250	Maryland Economic Development Corporation, Student Housing Revenue Bonds, University of Maryland - Baltimore, Series 2003A, 5.625%, 10/01/23	10/13 at 100
	Montgomery County Housing Opportunities Commission, Maryland, Multifamily Housing Development Bonds, Series 2002B:	
515	5.100%, 7/01/33 (Alternative Minimum Tax)	7/12 at 100
3,000	5.200%, 7/01/44 (Alternative Minimum Tax)	7/12 at 100
4,860	Prince George's County Housing Authority, Maryland, GNMA Collateralized Mortgage Revenue Bonds, Fairview and Hillside Projects, Series 2002A, 4.700%, 11/20/22	11/12 at 100

---

INDUSTRIALS - 1.3% (0.9% OF TOTAL INVESTMENTS)

1,000	Northeast Maryland Waste Disposal Authority, Baltimore, Resource Recovery Revenue Bonds, RESCO Retrofit Project, Series 1998, 4.750%, 1/01/12 (Alternative Minimum Tax)	1/09 at 101
-------	---	-------------

---

LONG-TERM CARE - 0.6% (0.3% OF TOTAL INVESTMENTS)

280	Maryland Health and Higher Educational Facilities Authority,	4/11 at 101
-----	--	-------------



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

Revenue Bonds, Collington Episcopal Life Care Community Inc.,  
Series 2001A, 6.750%, 4/01/23

	Prince George's County, Maryland, Revenue Bonds, Collington Episcopal Life Care Community Inc., Series 1994A:	
40	5.625%, 4/01/09	4/06 at 100
115	6.000%, 4/01/13	4/06 at 100
38	Prince George's County, Maryland, Revenue Bonds, Collington Episcopal Life Care Community Inc., Series 1994B, 8.000%, 4/01/16 (Optional put 4/01/06)	No Opt. C

-----  
TAX OBLIGATION/GENERAL - 31.9% (21.5% OF TOTAL INVESTMENTS)

1,000	Annapolis, Maryland, General Obligation Public Improvement Refunding Bonds, Series 2002, 4.375%, 4/01/17	4/12 at 101
1,000	Anne Arundel County, Maryland, General Obligation Bonds, Series 2003, 5.000%, 3/01/13	No Opt. C
1,000	Calvert County, Maryland, General Obligation Public Improvement Bonds, Series 2002, 4.500%, 1/01/16	1/12 at 101
1,260	Charles County, Maryland, Consolidated General Obligation Public Improvement Bonds, Series 2002, 4.400%, 1/15/16	1/12 at 101

36

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

TAX OBLIGATION/GENERAL (continued)

	Frederick County, Maryland, General Obligation Public Facilities Bonds, Series 2002:	
\$ 1,830	5.000%, 11/01/20	11/12 at 101
2,035	5.000%, 11/01/21	11/12 at 101
2,500	5.000%, 11/01/22	11/12 at 101
245	Frederick County, Maryland, Special Obligation Bonds, Villages of Lake Linganore Community Development Authority, Series 2001A, 5.600%, 7/01/20 - RAAI Insured	7/10 at 102
	Frederick, Maryland, General Obligation Bonds, Series 2005:	
710	5.000%, 8/01/16 - MBIA Insured	8/15 at 100
535	5.000%, 8/01/17 - MBIA Insured	8/15 at 100
1,000	Maryland National Capital Park Planning Commission, Prince George's County, General Obligation Bonds, Park Acquisition and Development, Series 2004EE-2, 5.000%, 1/15/17	1/14 at 100
1,000	Maryland, General Obligation Bonds, State and Local Facilities Loan, Series 2002B, 5.250%, 2/01/10	No Opt. C
1,500	Maryland, General Obligation Bonds, Series 2005, 5.000%, 8/01/17	8/15 at 100

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

1,440	Montgomery County, Maryland, Consolidated General Obligation Public Improvement Bonds, Series 2005A, 5.000%, 7/01/15	No Opt. C
1,000	Prince George's County, Maryland, General Obligation Consolidated Public Improvement Bonds, Series 2003A, 5.000%, 10/01/17	10/13 at 100
1,000	Prince George's County, Maryland, General Obligation Consolidated Public Improvement Bonds, Series 2004C, 5.000%, 12/01/11	No Opt. C
1,000	St. Mary's County, Maryland, General Obligation Hospital Bonds, Series 2002, 5.000%, 10/01/12	No Opt. C
25	Washington Suburban Sanitary District, Montgomery and Prince George's Counties, Maryland, General Obligation Construction Bonds, Second Series 2001, 5.000%, 6/01/17	6/11 at 101
1,000	Washington Suburban Sanitary District, Montgomery and Prince George's Counties, Maryland, Sewerage Disposal Bonds, Series 2004, 5.000%, 6/01/13	No Opt. C
1,000	Washington Suburban Sanitary District, Montgomery and Prince George's Counties, Maryland, Water Supply Bonds, Series 2005, 5.000%, 6/01/16	6/15 at 100
1,000	Washington Suburban Sanitary District, Montgomery and Prince George's Counties, Maryland, Sewerage Disposal Bonds, Series 2005, 5.000%, 6/01/16	6/15 at 100

-----  
TAX OBLIGATION/LIMITED - 33.1% (22.4% OF TOTAL INVESTMENTS)

750	Annapolis, Maryland, Special Obligation Bonds, Park Place Project, Series 2005A, 5.350%, 7/01/34	1/15 at 101
1,000	Baltimore Board of School Commissioners, Maryland, Revenue Bonds, City Public School System, Series 2003A, 5.000%, 5/01/15	5/13 at 100
450	Hyattsville, Maryland, Special Obligation Bonds, University Town Center Project, Series 2004, 5.750%, 7/01/34	7/14 at 102
5,000	Maryland Department of Transportation, Consolidated Transportation Revenue Bonds, Series 2002, 5.500%, 2/01/16	No Opt. C
1,000	Maryland Department of Transportation, Consolidated Transportation Revenue Bonds, Series 2004, 5.000%, 5/01/13	No Opt. C
2,200	Maryland Economic Development Corporation, Lease Revenue Bonds, Department of Transportation Headquarters Building, Series 2002, 4.750%, 6/01/22	6/12 at 100
450	Maryland Economic Development Corporation, Lease Revenue Bonds, Montgomery County Town Square Parking Garage, Series 2002A, 5.000%, 9/15/13	9/12 at 100
2,935	Maryland Economic Development Corporation, Lease Revenue Bonds, Montgomery County Wayne Avenue Parking Project,	9/12 at 100

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

Series 2002A, 5.250%, 9/15/16

	Maryland Stadium Authority, Lease Revenue Bonds, Montgomery County Conference Center Facilities, Series 2003:	
1,465	5.000%, 6/15/21	6/13 at 100
1,620	5.000%, 6/15/23	6/13 at 100
710	Montgomery County, Maryland, Lease Revenue Bonds, College of Arts Center Project, Series 2005A, 5.000%, 5/01/18	5/15 at 100

37

Nuveen Maryland Dividend Advantage Municipal Fund 3 (NWI) (continued)  
Portfolio of INVESTMENTS November 30, 2005 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	TAX OBLIGATION/LIMITED (continued)	
\$ 460	Prince Georges County, Maryland, Special Obligation Bonds, National Harbor Project, Series 2005, 5.200%, 7/01/34	7/15 at 100
575	Prince George's County, Maryland, Special Tax District Bonds, Victoria Falls Project, Series 2005, 5.250%, 7/01/35	7/13 at 100
700	Puerto Rico, Highway Revenue Bonds, Highway and Transportation Authority, Series 2003AA, 5.500%, 7/01/19 - MBIA Insured	No Opt. C
	Puerto Rico Public Buildings Authority, Guaranteed Government Facilities Revenue Bonds, Series 2002G:	
1,000	5.250%, 7/01/17	7/12 at 100
1,205	5.250%, 7/01/20	7/12 at 100
1,275	5.250%, 7/01/21	7/12 at 100
1,000	Puerto Rico Public Finance Corporation, Commonwealth Appropriation Bonds, Series 1998A, 5.125%, 6/01/24 - AMBAC Insured	No Opt. C
235	Puerto Rico Public Finance Corporation, Commonwealth Appropriation Bonds, Series 2002E, 5.500%, 8/01/29	2/12 at 100
-----		
	TRANSPORTATION - 1.9% (1.3% OF TOTAL INVESTMENTS)	
	Maryland Health and Higher Educational Facilities Authority, Parking Facilities Revenue Bonds, Johns Hopkins Medical Institution, Series 2004B:	
190	5.000%, 7/01/13 - AMBAC Insured	No Opt. C
175	5.000%, 7/01/14 - AMBAC Insured	No Opt. C
1,000	District of Columbia Metropolitan Area Transit Authority, Gross Revenue Bonds, Series 2003, 5.000%, 1/01/12 - MBIA Insured	No Opt. C
-----		

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

U.S. GUARANTEED\*\*\* - 20.1% (13.6% OF TOTAL INVESTMENTS)

10	Anne Arundel County, Maryland, General Obligation Bonds, Consolidated General Improvements, Series 1999, 5.000%, 5/15/19 (Pre-refunded to 5/15/09)	5/09 at 101
2,115	Baltimore County, Maryland, Consolidated General Obligation Public Improvement Bonds, Series 2002, 5.250%, 8/01/17 (Pre-refunded to 8/01/12)	8/12 at 100
100	Frederick County, Maryland, General Obligation Public Facilities Bonds, Series 1999, 5.250%, 7/01/17 (Pre-refunded to 7/01/09)	7/09 at 101
1,210	Howard County, Maryland, Consolidated Public Improvement Bonds, Series 2001A, 4.750%, 2/15/19 (Pre-refunded to 2/15/09)	2/09 at 101
1,215	Howard County, Maryland, Consolidated Public Improvement Refunding Bonds, Series 2003A, 5.000%, 8/15/15 (Pre-refunded to 8/15/12)	8/12 at 100
50	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Helix Health, Series 1997, 5.000%, 7/01/17 - AMBAC Insured	No Opt. C
1,080	Maryland Transportation Authority, Revenue Refunding Bonds, Transportation Facilities Projects, First Series 1978, 6.800%, 7/01/16	No Opt. C
2,000	Montgomery County, Maryland, Consolidated General Obligation Public Improvement Bonds, Series 2002A, 5.000%, 2/01/20 (Pre-refunded to 2/01/12)	2/12 at 101
880	Puerto Rico, General Obligation and Public Improvement Bonds, Series 2001, 5.125%, 7/01/30 (Pre-refunded to 7/01/11) - FSA Insured	7/11 at 100
5,000	Puerto Rico Infrastructure Financing Authority, Special Obligation Bonds, Series 2000A, 5.500%, 10/01/40	10/10 at 101
700	Puerto Rico Public Finance Corporation, Commonwealth Appropriation Bonds, Series 2002E, 5.500%, 8/01/29 (Pre-refunded to 2/01/12)	2/12 at 100

38

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
UTILITIES - 7.2% (4.8% OF TOTAL INVESTMENTS)		
\$ 1,250	Maryland Energy Financing Administration, Revenue Bonds, AES Warrior Run Project, Series 1995, 7.400%, 9/01/19 (Alternative Minimum Tax)	9/07 at 100
4,025	Puerto Rico Electric Power Authority, Power Revenue Bonds, Series 2000HH, 5.250%, 7/01/29 - FSA Insured	7/10 at 101

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

---

WATER AND SEWER - 4.0% (2.7% OF TOTAL INVESTMENTS)

	2,570	Baltimore, Maryland, Revenue Refunding Bonds, Wastewater Projects, Series 2002A, 5.125%, 7/01/42 - FGIC Insured	7/12 at 100
	430	Maryland Water Quality Financing Administration, Revolving Loan Fund Revenue Bonds, Series 2005A, 5.000%, 9/01/15	No Opt. C

---

	\$ 108,958	Total Long-Term Investments (cost \$112,903,634) - 148.3%	
--	------------	---	--

---

Other Assets Less Liabilities - 2.1%

---

Preferred Shares, at Liquidation Value - (50.4)%

---

Net Assets Applicable to Common Shares - 100%

---

FORWARD SWAPS OUTSTANDING AT NOVEMBER 30, 2005:

COUNTERPARTY	NOTIONAL AMOUNT	FIXED RATE PAID BY THE FUND (ANNUALIZED)	FIXED RATE PAYMENT FREQUENCY	FLOATING RATE RECEIVED BY THE FUND BASED ON	FLOATING RATE PAYMENT FREQUENCY	EF
Citigroup	\$ 500,000	4.699%	Semi-annually	3-month USD-LIBOR	Quarterly	
JPMorgan	2,000,000	4.833%	Semi-annually	3-month USD-LIBOR	Quarterly	

---

USD-LIBOR (United States Dollar-London Inter-Bank Offered Rates)

- (1) All percentages shown in the Portfolio of Investments are based on net assets applicable to Common shares unless otherwise noted.
- (2) Effective date represents the date on which both the Fund and counterparty commence interest payment accruals on each forward swap contract.
- \* Optional Call Provisions: 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.
- \*\* Ratings: Using the higher of Standard & Poor's or Moody's rating.
- \*\*\* Securities are backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensures the timely payment of principal and interest. Such securities are normally considered to be equivalent to AAA rated securities.
- N/R Investment is not rated.

See accompanying notes to financial statements.

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

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	CONSUMER STAPLES - 4.0% (2.8% OF TOTAL INVESTMENTS)	
	Tobacco Settlement Financing Corporation of Virginia, Tobacco Settlement Asset-Backed Bonds, Series 2005:	
\$	1,575 5.250%, 6/01/19	6/15 at 100
	3,850 5.500%, 6/01/26	6/15 at 100
-----		
	EDUCATION AND CIVIC ORGANIZATIONS - 9.7% (6.7% OF TOTAL INVESTMENTS)	
3,500	Alexandria Industrial Development Authority, Virginia, Fixed Rate Revenue Bonds, Institute for Defense Analyses, Series 2000A, 5.900%, 10/01/30 - AMBAC Insured	10/10 at 101
1,000	Prince William County Industrial Development Authority, Virginia, Educational Facilities Revenue Bonds, Catholic Diocese of Arlington, Series 2003, 5.500%, 10/01/33	10/13 at 101
500	Prince William County Park Authority, Virginia, Park Facilities Revenue Refunding and Improvement Bonds, Series 1999, 6.000%, 10/15/28	10/09 at 101
700	Puerto Rico Industrial, Tourist, Educational, Medical and Environmental Control Facilities Financing Authority, Higher Education Revenue Refunding Bonds, Ana G. Mendez University System, Series 2002, 5.375%, 12/01/21	12/12 at 101
500	Rockbridge County Industrial Development Authority, Virginia, Horse Center Revenue Refunding Bonds, Series 2001C, 6.850%, 7/15/21	7/11 at 100
475	The Rector and Visitors of the University of Virginia, General Revenue Bonds, Series 2005, 5.000%, 6/01/18	6/15 at 100
2,000	Virginia College Building Authority, Educational Facilities Revenue Bonds, Public Higher Education Financing Program, Series 2004B, 5.000%, 9/01/13	No Opt. C
2,120	Virginia College Building Authority, Educational Facilities Revenue Bonds, Public Higher Education Financing Program, Series 2001A, 5.000%, 9/01/26	9/11 at 100
1,635	Virginia Commonwealth University, Revenue Bonds, Series 2004A, 5.000%, 5/01/17 - AMBAC Insured	5/14 at 101
-----		
	HEALTHCARE - 16.9% (11.7% OF TOTAL INVESTMENTS)	
2,000	Albemarle County Industrial Development Authority, Virginia, Hospital Revenue Bonds, Martha Jefferson Hospital, Series 2002, 5.250%, 10/01/35	10/12 at 100
4,850	Fairfax County Industrial Development Authority, Virginia, Hospital Revenue Refunding Bonds, Inova Health System, Series 1993A, 5.000%, 8/15/23	No Opt. C

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

1,250	Fredericksburg Industrial Development Authority, Virginia, Revenue Bonds, MediCorp Health System, Series 2002B, 5.125%, 6/15/33	6/12 at 100
1,000	Hanover County Industrial Development Authority, Virginia, Hospital Revenue Bonds, Memorial Regional Medical Center, Series 1995, 6.375%, 8/15/18 - MBIA Insured	No Opt. C
1,500	Henrico County Economic Development Authority, Virginia, Revenue Bonds, Bon Secours Health System Inc., Series 2002A, 5.600%, 11/15/30	11/12 at 100
1,500	Henrico County Industrial Development Authority, Virginia, Healthcare Revenue Bonds, Bon Secours Health System, Series 1996, 6.250%, 8/15/20 - MBIA Insured	No Opt. C
1,950	Manassas Industrial Development Authority, Virginia, Hospital Revenue Bonds, Prince William Hospital, Series 2002, 5.250%, 4/01/33	4/13 at 100
4,750	Medical College of Virginia Hospital Authority, General Revenue Bonds, Series 1998, 5.125%, 7/01/23 - MBIA Insured	7/08 at 102
3,000	Roanoke Industrial Development Authority, Virginia, Hospital Revenue Bonds, Carilion Health System, Series 2002A, 5.500%, 7/01/19 - MBIA Insured	7/12 at 100

40

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	HOUSING/MULTIFAMILY - 4.5% (3.1% OF TOTAL INVESTMENTS)	
\$ 1,445	Arlington County Industrial Development Authority, Virginia, Multifamily Housing Revenue Bonds, Patrick Henry Apartments, Series 2000, 6.050%, 11/01/32 (Alternative Minimum Tax) (Mandatory put 11/01/20)	5/10 at 100
	Danville Industrial Development Authority, Virginia, Student Housing Revenue Bonds, Collegiate Housing Foundation, Averett College, Series 1999A:	
500	6.875%, 6/01/20	6/09 at 102
1,500	7.000%, 6/01/30	6/09 at 102
1,495	Henrico County Economic Development Authority, Virginia, GNMA Mortgage-Backed Securities Program Assisted Living Revenue Bonds, Beth Sholom, Series 1999A, 5.900%, 7/20/29	7/09 at 102
1,000	Lynchburg Redevelopment and Housing Authority, Virginia, Vistas GNMA Mortgage-Backed Revenue Bonds, Series 2000A, 6.200%, 1/20/40 (Alternative Minimum Tax)	4/10 at 102
-----		
	HOUSING/SINGLE FAMILY - 1.0% (0.8% OF TOTAL INVESTMENTS)	
345	Puerto Rico Housing Finance Authority, Mortgage-Backed	6/13 at 100

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

Securities Program Home Mortgage Revenue Bonds,  
Series 2003A, 4.875%, 6/01/34 (Alternative Minimum Tax)

1,000	Virginia Housing Development Authority, Commonwealth Mortgage Bonds, Series 2001H-1, 5.350%, 7/01/31 - MBIA Insured	7/11 at 100
-------	---	-------------

---

INDUSTRIALS - 1.5% (1.0% OF TOTAL INVESTMENTS)

2,000	Charles County Industrial Development Authority, Virginia, Solid Waste Disposal Facility Revenue Refunding Bonds, USA Waste of Virginia Inc., Series 1999, 4.875%, 2/01/09 (Alternative Minimum Tax)	No Opt. C
-------	---	-----------

---

MATERIALS - 1.8% (1.2% OF TOTAL INVESTMENTS)

500	Bedford County Industrial Development Authority, Virginia, Industrial Development Revenue Refunding Bonds, Nekoosa Packaging Corporation, Series 1998, 5.600%, 12/01/25 (Alternative Minimum Tax) (a)	2/08 at 102
1,000	Goochland County Industrial Development Authority, Virginia, Industrial Development Revenue Refunding Bonds, Nekoosa Packaging Corporation Project, Series 1998, 5.650%, 12/01/25 (Alternative Minimum Tax) (a)	12/08 at 101
1,000	Isle of Wight County Industrial Development Authority, Virginia, Solid Waste Disposal Facilities Revenue Bonds, Union Camp Corporation, Series 1997, 6.100%, 5/01/27 (Alternative Minimum Tax)	5/07 at 102

---

TAX OBLIGATION/GENERAL - 26.9% (18.5% OF TOTAL INVESTMENTS)

900	Alexandria, Virginia, General Obligation Bonds, Series 2004B, 5.000%, 6/15/13	No Opt. C
900	Alexandria, Virginia, General Obligation Bonds, Series 2004C, 5.000%, 12/15/11	No Opt. C
1,400	Arlington County, Virginia, General Obligation Bonds, Series 2005, 5.000%, 5/15/16	5/15 at 100
	Chesapeake, Virginia, General Obligation Water and Sewerage Bonds, Series 2003B:	
1,880	5.000%, 6/01/21	6/13 at 100
2,060	5.000%, 6/01/23	6/13 at 100
1,355	Harrisonburg, Virginia, General Obligation Bonds, Public Safety and Steam Plant, Series 2002, 5.000%, 7/15/19 - FGIC Insured	7/12 at 101
1,390	Henrico County, Virginia, General Obligation Bonds, Series 2005, 5.000%, 7/15/16	7/15 at 100
1,920	Loudoun County, Virginia, General Obligation Public Improvement Bonds, Series 2005A, 5.000%, 7/01/14	No Opt. C



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

105	Loudoun County, Virginia, General Obligation Public Improvement Bonds, Series 2002A, 5.250%, 5/01/22	5/12 at 100
1,435	Loudoun County, Virginia, General Obligation Public Improvement Bonds, Series 2005B, 5.000%, 6/01/18	6/15 at 100
1,185	Lynchburg, Virginia, General Obligation Bonds, Series 2004, 5.000%, 6/01/21	6/14 at 100
	Newport News, Virginia, General Obligation Bonds, General Improvement and Water Projects, Series 2002A:	
2,770	5.000%, 7/01/19	7/13 at 100
1,000	5.000%, 7/01/20	7/13 at 100

41

Nuveen Virginia Premium Income Municipal Fund (NPV) (continued)  
Portfolio of INVESTMENTS November 30, 2005 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	TAX OBLIGATION/GENERAL (continued)	
\$ 1,350	Newport News, Virginia, General Obligation Bonds, Series 2004C, 5.000%, 5/01/16	5/14 at 101
1,400	Northern Mariana Islands, General Obligation Bonds, Series 2000A, 6.000%, 6/01/20 - ACA Insured	6/10 at 100
1,000	Portsmouth, Virginia, General Obligation Bonds, Series 2003, 5.000%, 7/01/12 - FSA Insured	No Opt. C
1,280	Portsmouth, Virginia, General Obligation Bonds, Series 2005A, 5.000%, 4/01/15 - MBIA Insured	No Opt. C
1,480	Richmond, Virginia, General Obligation Bonds, Series 2004A, 5.000%, 7/15/21 - FSA Insured	7/14 at 100
1,500	Richmond, Virginia, General Obligation Bonds, Series 2005A: 5.000%, 7/15/17 - FSA Insured	7/15 at 100
1,715	Richmond, Virginia, General Obligation Bonds, Series 2005A: 5.000%, 7/15/20 - FSA Insured	7/15 at 100
1,430	Roanoke, Virginia, General Obligation Public Improvement Bonds, Series 2002A, 5.000%, 10/01/17	10/12 at 101
1,135	Suffolk, Virginia, General Obligation Bonds, Series 2005, 5.000%, 12/01/15	No Opt. C
1,425	Virginia Beach, Virginia, General Obligation Public Improvement Bonds, Series 2001, 5.000%, 6/01/20	6/11 at 101
2,155	Virginia Beach, Virginia, General Obligation Bonds, Series 2003B, 5.000%, 5/01/15	5/13 at 100
-----		
	TAX OBLIGATION/LIMITED - 32.9% (22.7% OF TOTAL INVESTMENTS)	

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

	Buena Vista Public Recreational Facilities Authority, Virginia, Lease Revenue Bonds, Golf Course Project, Series 2005A:		
335	5.250%, 7/15/25 - ACA Insured		7/15 at 100
260	5.500%, 7/15/35 - ACA Insured		7/15 at 100
1,340	Culpeper Industrial Development Authority, Virginia, Lease Revenue Bonds, School Facilities Project, Series 2005, 5.000%, 1/01/20 - MBIA Insured		1/15 at 100
	Cumberland County, Virginia, Certificates of Participation, Series 1997:		
1,075	6.200%, 7/15/12		No Opt. C
1,350	6.375%, 7/15/17		No Opt. C
500	Dinwiddie County Industrial Development Authority, Virginia, Lease Revenue Bonds, Dinwiddie County School Facilities, Series 1997A, 6.000%, 2/01/18		2/07 at 102
1,000	Dinwiddie County Industrial Development Authority, Virginia, Lease Revenue Bonds, Series 2004B, 5.125%, 2/15/16 - MBIA Insured		2/14 at 100
	Fairfax County Economic Development Authority, Virginia, Lease Revenue Bonds, Laurel Hill Public Facilities Projects, Series 2003:		
2,260	5.000%, 6/01/14		6/13 at 101
2,165	5.000%, 6/01/22		6/13 at 101
1,660	Front Royal and Warren County Industrial Development Authority, Virginia, Lease Revenue Bonds, Series 2004B, 5.000%, 4/01/18 - FSA Insured		4/14 at 100
1,270	James City County Economic Development Authority, Virginia, Revenue Bonds, County Government Projects, Series 2005, 5.000%, 7/15/19		7/15 at 100
1,930	Prince William County, Virginia, Certificates of Participation, County Facilities, Series 2005, 5.000%, 6/01/18 - AMBAC Insured		6/15 at 100
2,000	Puerto Rico Highway and Transportation Authority, Highway Revenue Bonds, Series 2002D, 5.000%, 7/01/32 - FSA Insured		7/12 at 100
	Puerto Rico Public Buildings Authority, Guaranteed Government Facilities Revenue Refunding Bonds, Series 2002D:		
265	5.250%, 7/01/27		7/12 at 100
320	5.250%, 7/01/36		7/12 at 100
1,110	Spotsylvania County Industrial Development Authority, Virginia, Lease Revenue Bonds, School Facilities, Series 2003B, 4.375%, 8/01/20 - AMBAC Insured		8/13 at 100
2,000	Virgin Islands Public Finance Authority, Gross Receipts Taxes Loan Note, Series 1999A, 6.500%, 10/01/24		10/10 at 101
1,400	Virginia Beach Development Authority, Public Facilities Revenue Bonds, Series 2005A, 5.000%, 5/01/16		5/15 at 100

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

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	TAX OBLIGATION/LIMITED (continued)	
\$ 1,855	Virginia College Building Authority, Educational Facilities Revenue Bonds, 21st Century College Program, Series 2004A, 5.000%, 2/01/11	No Opt. C
2,000	Virginia College Building Authority, Educational Facilities Revenue Bonds, 21st Century College Program, Series 2002A, 5.000%, 2/01/22	2/12 at 100
2,400	Commonwealth Transportation Board of Virginia, Federal Highway Reimbursement Anticipation Notes, Series 2005, 5.000%, 9/28/15	No Opt. C
2,000	Virginia Public Building Authority, Public Facilities Revenue Bonds, Series 2004B, 5.000%, 8/01/11	No Opt. C
1,950	Virginia Public School Authority, School Financing Bonds, 1997 Resolution, Series 2004C, 5.000%, 8/01/13	No Opt. C
1,625	Virginia Public School Authority, School Financing Bonds, 1997 Resolution, Series 2005C, 5.000%, 8/01/17	8/15 at 100
2,000	Virginia Public School Authority, School Financing Bonds, 1997 Resolution, Series 2000B, 5.000%, 8/01/18	8/10 at 101
	Virginia Resources Authority, Infrastructure Revenue Bonds, Pooled Loan Bond Program, Series 2000B:	
1,120	5.500%, 5/01/20 - FSA Insured	5/10 at 101
3,060	5.500%, 5/01/30 - FSA Insured	5/10 at 101
1,740	Virginia Resources Authority, Infrastructure Revenue Bonds, Pooled Loan Bond Program, Series 2002A, 5.000%, 5/01/19	5/11 at 101
-----		
	TRANSPORTATION - 12.2% (8.4% OF TOTAL INVESTMENTS)	
755	Metropolitan District of Columbia Airports Authority, Virginia, Airport System Revenue Bonds, Series 1997A, 5.375%, 10/01/23	10/07 at 101
4,000	Norfolk Airport Authority, Virginia, Airport Revenue Bonds, Series 2001A, 5.125%, 7/01/31 - FGIC Insured	7/11 at 100
530	Pocahontas Parkway Association, Virginia, Senior Lien Revenue Bonds, Route 895 Connector Toll Road, Series 1998A, 5.500%, 8/15/28	8/08 at 102
2,500	Richmond Metropolitan Authority, Virginia, Revenue Refunding Bonds, Expressway System, Series 2002, 5.250%, 7/15/22 - FGIC Insured	No Opt. C
6,065	Virginia Port Authority, Revenue Bonds, Port Authority Facilities, Series 1997, 5.600%, 7/01/27 (Alternative Minimum Tax) - MBIA Insured	7/07 at 101

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

2,000	Virginia Resources Authority, Airports Revolving Fund Revenue Bonds, Series 2001A, 5.250%, 8/01/23	2/11 at 100
-----		
U.S. GUARANTEED*** - 13.6% (9.4% OF TOTAL INVESTMENTS)		
750	Bristol, Virginia, General Obligation Utility System Revenue Bonds, Series 2002, 5.000%, 11/01/24 - FSA Insured	11/12 at 102
1,215	Puerto Rico, The Children's Trust Fund, Tobacco Settlement Asset-Backed Bonds, Series 2000, 5.750%, 7/01/20 (Pre-refunded to 7/01/10)	7/10 at 100
Fairfax County Water Authority, Virginia, Water Revenue Refunding Bonds, Series 2002:		
1,925	5.375%, 4/01/19 (Pre-refunded to 4/01/12)	4/12 at 100
200	5.000%, 4/01/27 (Pre-refunded to 4/01/12)	4/12 at 100
Greater Richmond Convention Center Authority, Virginia, Hotel Tax Revenue Bonds, Convention Center Expansion Project, Series 2000:		
600	6.125%, 6/15/25 (Pre-refunded to 6/15/10)	6/10 at 101
2,000	6.125%, 6/15/29 (Pre-refunded to 6/15/10)	6/10 at 101
Hampton, Virginia, General Obligation Public Improvement Bonds, Series 2000:		
890	5.750%, 2/01/17 (Pre-refunded to 2/01/10)	2/10 at 102
2,000	6.000%, 2/01/20 (Pre-refunded to 2/01/10)	2/10 at 102
480	Loudoun County, Virginia, General Obligation Public Improvement Bonds, Series 2002A, 5.250%, 5/01/22 (Pre-refunded to 5/01/12)	5/12 at 100

43

Nuveen Virginia Premium Income Municipal Fund (NPV) (continued)  
Portfolio of INVESTMENTS November 30, 2005 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
U.S. GUARANTEED*** (continued)		
Loudoun County Industrial Development Authority, Virginia, Hospital Revenue Bonds, Loudoun Hospital Center, Series 2002A:		
\$ 375	6.000%, 6/01/22 (Pre-refunded to 6/01/12)	6/12 at 101
800	6.100%, 6/01/32 (Pre-refunded to 6/01/12)	6/12 at 101
2,500	Puerto Rico Infrastructure Financing Authority, Special Obligation Bonds, Series 2000A, 5.500%, 10/01/40	10/10 at 101
Puerto Rico Public Buildings Authority, Guaranteed Government Facilities Revenue Refunding Bonds, Series 2002D:		
735	5.250%, 7/01/27 (Pre-refunded to 7/01/12)	7/12 at 100
880	5.250%, 7/01/36 (Pre-refunded to 7/01/12)	7/12 at 100
1,000	Virginia College Building Authority, Educational Facilities Revenue Bonds, Hampton University, Series 2000, 6.000%, 4/01/20 (Pre-refunded to 4/01/10)	4/10 at 101

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

500	Virginia Resources Authority, Clean Water State Revolving Fund Revenue Bonds, Series 1999, 5.625%, 10/01/22 (Pre-refunded to 10/01/10)	10/10 at 100
-----		
UTILITIES - 11.6% (8.0% OF TOTAL INVESTMENTS)		
Bristol, Virginia, Utility System Revenue Refunding Bonds, Series 2003:		
1,705	5.250%, 7/15/14 - MBIA Insured	7/13 at 100
1,800	5.250%, 7/15/15 - MBIA Insured	7/13 at 100
2,775	5.250%, 7/15/23 - MBIA Insured	7/13 at 100
2,500	Mecklenburg County Industrial Development Authority, Virginia, Revenue Bonds, UAE Mecklenburg Cogeneration LP, Series 2002, 6.500%, 10/15/17 (Alternative Minimum Tax)	10/12 at 100
3,500	Richmond, Virginia, Public Utility Revenue Refunding Bonds, Series 1998A, 5.125%, 1/15/28 - FGIC Insured	1/08 at 101
Richmond, Virginia, Public Utility Revenue Refunding Bonds, Series 2002:		
750	5.000%, 1/15/27 - FSA Insured	1/12 at 100
1,700	5.000%, 1/15/33 - FSA Insured	1/12 at 100

-----		
WATER AND SEWER - 8.2% (5.7% OF TOTAL INVESTMENTS)		
Fairfax County Water Authority, Virginia, Water Revenue Refunding Bonds, Series 2002:		
105	5.375%, 4/01/19	4/12 at 100
800	5.000%, 4/01/27	4/12 at 100
1,770	Henrico County, Virginia, Water and Sewer System Revenue Refunding Bonds, Series 1999, 5.000%, 5/01/28	5/09 at 102
1,000	Loudoun County Sanitation Authority, Virginia, Water and Sewerage System Revenue Bonds, Series 2004, 5.000%, 1/01/26	1/15 at 100

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
WATER AND SEWER (continued)		
Norfolk, Virginia, Water Revenue Refunding Bonds, Series 2001:		
\$ 1,310	5.000%, 11/01/21 - FGIC Insured	11/11 at 100
1,380	5.000%, 11/01/22 - FGIC Insured	11/11 at 100
1,955	Rivanna Water and Sewerage Authority, Virginia, Regional Water and Sewerage System Revenue Bonds, Series 1999, 5.625%, 10/01/29	10/09 at 101

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

2,250	Virginia Beach, Virginia, Storm Water Utility Revenue Bonds, Series 2000, 6.000%, 9/01/24	9/10 at 101
-----		
\$ 185,600	Total Long-Term Investments (cost \$189,148,005) - 144.8%	
=====		
	Other Assets Less Liabilities - 2.1%	
-----		
	Preferred Shares, at Liquidation Value - (46.9)%	
-----		
	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.
- \* 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.
- \*\* Ratings: Using the higher of Standard & Poor's or Moody's rating.
- \*\*\* Securities are backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensures the timely payment of principal and interest. Such securities are normally considered to be equivalent to AAA rated securities.
- N/R Investment is not rated.
- (a) The issuer has received a preliminary adverse determination from the Internal Revenue Service (the "IRS") regarding the tax-exempt status of the bonds' coupon payments. The Fund will continue to treat coupon payments as tax-exempt income until such time that it is formally determined that the interest on the bonds should be treated as taxable.

See accompanying notes to financial statements.

Nuveen Virginia Dividend Advantage Municipal Fund (NGB)  
 Portfolio of  
 INVESTMENTS November 30, 2005 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	CONSUMER STAPLES - 4.7% (3.2% OF TOTAL INVESTMENTS)	
	Guam Economic Development Authority, Tobacco Settlement Asset-Backed Bonds, Series 2001A:	
\$ 85	5.000%, 5/15/22	5/11 at 100
850	5.400%, 5/15/31	5/11 at 100
	Tobacco Settlement Financing Corporation of Virginia, Tobacco Settlement Asset-Backed Bonds, Series 2005:	
550	5.250%, 6/01/19	6/15 at 100
725	5.500%, 6/01/26	6/15 at 100

-----  
 EDUCATION AND CIVIC ORGANIZATIONS - 13.9% (9.4% OF TOTAL INVESTMENTS)

500	Danville Industrial Development Authority, Virginia, Educational Facilities Revenue Bonds, Averett University, Series 2001, 6.000%, 3/15/22	3/11 at 102
500	Prince William County Industrial Development Authority, Virginia, Educational Facilities Revenue Bonds, Catholic Diocese of Arlington, Series 2003, 5.500%, 10/01/33	10/13 at 101
850	Prince William County Park Authority, Virginia, Park Facilities Revenue Refunding and Improvement Bonds, Series 1999, 6.000%, 10/15/28	10/09 at 101
	Puerto Rico Industrial, Tourist, Educational, Medical and Environmental Control Facilities Financing Authority, Higher Education Revenue Bonds, Ana G. Mendez University System, Series 1999:	
160	5.375%, 2/01/19	2/09 at 101
320	5.375%, 2/01/29	2/09 at 101
330	Rockbridge County Industrial Development Authority, Virginia, Horse Center Revenue Refunding Bonds, Series 2001B, 6.125%, 7/15/11	No Opt. C
1,000	Rockbridge County Industrial Development Authority, Virginia, Horse Center Revenue Refunding Bonds, Series 2001C, 6.850%, 7/15/21	7/11 at 100
160	The Rector and Visitors of the University of Virginia, General Revenue Bonds, Series 2005, 5.000%, 6/01/18	6/15 at 100
700	Virginia College Building Authority, Educational Facilities Revenue Bonds, Public Higher Education Financing Program, Series 2004B, 5.000%, 9/01/13	No Opt. C
1,325	Virginia College Building Authority, Educational Facilities Revenue Bonds, Public Higher Education Financing Program, Series 2000A, 5.000%, 9/01/17	9/10 at 100
500	Virginia College Building Authority, Educational Facilities Revenue Refunding Bonds, Marymount University, Series 1998, 5.100%, 7/01/18 - RAAI Insured	7/08 at 101

-----  
 HEALTHCARE - 10.8% (7.2% OF TOTAL INVESTMENTS)

1,000	Fauquier County Industrial Development Authority, Virginia, Hospital Revenue Bonds, Fauquier Hospital, Series 2002, 5.250%, 10/01/25 - RAAI Insured	10/12 at 102
1,500	Fredericksburg Industrial Development Authority, Virginia, Hospital Facilities Revenue Refunding Bonds, MediCorp Health System Obligated Group, Series 1996, 5.250%, 6/15/16 - AMBAC Insured	6/07 at 102
500	Fredericksburg Industrial Development Authority, Virginia, Revenue Bonds, MediCorp Health System, Series 2002B, 5.125%, 6/15/33	6/12 at 100

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

500	Henrico County Economic Development Authority, Virginia, Revenue Bonds, Bon Secours Health System Inc., Series 2002A, 5.600%, 11/15/30	11/12 at 100
575	Manassas Industrial Development Authority, Virginia, Hospital Revenue Bonds, Prince William Hospital, Series 2002, 5.250%, 4/01/33	4/13 at 100
800	Norton Industrial Development Authority, Virginia, Hospital Revenue Refunding and Improvement Bonds, Norton Community Hospital, Series 2001, 6.000%, 12/01/22 - ACA Insured	12/11 at 101

46

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	HOUSING/MULTIFAMILY - 4.4% (2.9% OF TOTAL INVESTMENTS)	
\$ 1,000	Arlington County Industrial Development Authority, Virginia, Multifamily Housing Mortgage Revenue Bonds, Arlington View Terrace Apartments, Series 2001, 5.150%, 11/01/31 (Alternative Minimum Tax) (Mandatory put 11/01/19)	11/11 at 102
1,000	Virginia Housing Development Authority, Rental Housing Bonds, Series 2000G, 5.625%, 10/01/20 (Alternative Minimum Tax)	10/10 at 100
-----		
	HOUSING/SINGLE FAMILY - 2.2% (1.5% OF TOTAL INVESTMENTS)	
1,000	Virginia Housing Development Authority, Commonwealth Mortgage Bonds, Series 2001H-1, 5.350%, 7/01/31 - MBIA Insured	7/11 at 100
-----		
	INDUSTRIALS - 0.1% (0.1% OF TOTAL INVESTMENTS)	
50	Charles County Industrial Development Authority, Virginia, Solid Waste Disposal Facility Revenue Refunding Bonds, USA Waste of Virginia Inc., Series 1999, 4.875%, 2/01/09 (Alternative Minimum Tax)	No Opt. C
-----		
	LONG-TERM CARE - 4.4% (3.0% OF TOTAL INVESTMENTS)	
500	Albemarle County Industrial Development Authority, Virginia, Residential Care Facility Revenue Bonds, Westminster Canterbury of the Blue Ridge First Mortgage, Series 2001, 6.200%, 1/01/31	1/12 at 100
350	Chesterfield County Health Center Commission, Virginia, Mortgage Revenue Bonds, Lucy Corr Village, Series 2005, 5.625%, 12/01/39	12/15 at 100



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

650	James City County Industrial Development Authority, Virginia, Residential Care Facility First Mortgage Revenue Refunding Bonds, Williamsburg Landing Inc., Series 2003A, 6.000%, 3/01/23	3/12 at 101
350	Virginia Beach Development Authority, Virginia, Residential Care Facility Mortgage Revenue Bonds, Westminster Canterbury on Chesapeake Bay, Series 2005, 5.000%, 11/01/22	11/15 at 100
175	Winchester Industrial Development Authority, Virginia, Residential Care Facility Revenue Bonds, Westminster-Canterbury of Winchester Inc., Series 2005A, 5.200%, 1/01/27	1/15 at 100

---

MATERIALS - 1.7% (1.0% OF TOTAL INVESTMENTS)

100	Bedford County Industrial Development Authority, Virginia, Industrial Development Revenue Refunding Bonds, Nekoosa Packaging Corporation, Series 1998, 5.600%, 12/01/25 (Alternative Minimum Tax) (a)	2/08 at 102
20	Bedford County Industrial Development Authority, Virginia, Industrial Development Revenue Refunding Bonds, Nekoosa Packaging Corporation, Series 1999A, 6.550%, 12/01/25 (Alternative Minimum Tax)	12/09 at 101
220	Goochland County Industrial Development Authority, Virginia, Industrial Development Revenue Refunding Bonds, Nekoosa Packaging Corporation Project, Series 1998, 5.650%, 12/01/25 (Alternative Minimum Tax) (a)	12/08 at 101
500	Hopewell Industrial Development Authority, Virginia, Environmental Improvement Revenue Bonds, Smurfit Stone Container Corporation, Series 2005, 5.250%, 6/01/15	No Opt. C

---

TAX OBLIGATION/GENERAL - 30.9% (20.8% OF TOTAL INVESTMENTS)

330	Alexandria, Virginia, General Obligation Bonds, Series 2004B, 5.000%, 6/15/13	No Opt. C
300	Alexandria, Virginia, General Obligation Bonds, Series 2004C, 5.000%, 12/15/11	No Opt. C
500	Arlington County, Virginia, General Obligation Bonds, Series 2005, 5.000%, 5/15/16	5/15 at 100
2,000	Chesterfield County, Virginia, General Obligation Public Improvement Bonds, Series 2001, 5.000%, 1/15/21	1/11 at 100
500	Henrico County, Virginia, General Obligation Bonds, Series 2005, 5.000%, 7/15/16	7/15 at 100
3,310	Leesburg, Virginia, General Obligation Public Improvement Bonds, Series 2000, 5.125%, 1/15/21 - FGIC Insured	1/11 at 101
660	Loudoun County, Virginia, General Obligation Public Improvement Bonds, Series 2005A, 5.000%, 7/01/14	No Opt. C

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

500	Loudoun County, Virginia, General Obligation Public Improvement Bonds, Series 2005B, 5.000%, 6/01/18	6/15 at 100
845	Newport News, Virginia, General Obligation Bonds, Series 2004C, 5.000%, 5/01/16	5/14 at 101
320	Northern Mariana Islands, General Obligation Bonds, Series 2000A, 6.000%, 6/01/20 - ACA Insured	6/10 at 100

47

Nuveen Virginia Dividend Advantage Municipal Fund (NGB) (continued)  
Portfolio of INVESTMENTS November 30, 2005 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	TAX OBLIGATION/GENERAL (continued)	
\$ 500	Portsmouth, Virginia, General Obligation Bonds, Series 2003, 5.000%, 7/01/12 - FSA Insured	No Opt. C
620	Richmond, Virginia, General Obligation Bonds, Series 2005A: 5.000%, 7/15/17 - FSA Insured	7/15 at 100
500	5.000%, 7/15/20 - FSA Insured	7/15 at 100
400	Suffolk, Virginia, General Obligation Bonds, Series 2005, 5.000%, 12/01/15	No Opt. C
2,425	Virginia Beach, Virginia, General Obligation Public Improvement Bonds, Series 2001, 5.000%, 6/01/21	6/11 at 101
-----		
	TAX OBLIGATION/LIMITED - 22.9% (15.4% OF TOTAL INVESTMENTS)	
271	Bell Creek Community Development Authority, Virginia, Special Assessment Bonds, Series 2003A, 6.750%, 3/01/22	3/13 at 101
500	Broad Street Community Development Authority, Virginia, Revenue Bonds, Series 2003, 7.500%, 6/01/33	6/13 at 102
	Buena Vista Public Recreational Facilities Authority, Virginia, Lease Revenue Bonds, Golf Course Project, Series 2005A:	
120	5.250%, 7/15/25 - ACA Insured	7/15 at 100
95	5.500%, 7/15/35 - ACA Insured	7/15 at 100
580	Prince William County, Virginia, Certificates of Participation, County Facilities, Series 2005, 5.000%, 6/01/20 - AMBAC Insured	6/15 at 100
1,000	Spotsylvania County Industrial Development Authority, Virginia, Lease Revenue Bonds, School Facilities, Series 2003B, 5.125%, 8/01/23 - AMBAC Insured	8/13 at 100
960	Virgin Islands Public Finance Authority, Gross Receipts Taxes Loan Note, Series 1999A, 6.375%, 10/01/19	10/10 at 101
500	Virginia Beach Development Authority, Public Facilities	5/15 at 100

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

	Revenue Bonds, Series 2005A, 5.000%, 5/01/16	
500	Virginia College Building Authority, Educational Facilities Revenue Bonds, 21st Century College Program, Series 2004A, 5.000%, 2/01/11	No Opt. C
500	Virginia College Building Authority, Educational Facilities Revenue Bonds, 21st Century College Program, Series 2002A, 5.000%, 2/01/22	2/12 at 100
800	Commonwealth Transportation Board of Virginia, Federal Highway Reimbursement Anticipation Notes, Series 2005, 5.000%, 9/28/15	No Opt. C
350	Virginia Gateway Community Development Authority, Prince William County, Special Assessment Bonds, Series 2003, 6.375%, 3/01/30	3/13 at 102
750	Virginia Public Building Authority, Public Facilities Revenue Bonds, Series 2004B, 5.000%, 8/01/11	No Opt. C
800	Virginia Public School Authority, School Financing Bonds, 1997 Resolution, Series 2004C, 5.000%, 8/01/13	No Opt. C
345	Virginia Public School Authority, School Financing Bonds, 1997 Resolution, Series 2005C, 5.000%, 8/01/17	8/15 at 100
2,000	Virginia Public School Authority, School Financing Bonds, 1997 Resolution, Series 2001A, 5.000%, 8/01/19	8/11 at 101

-----  
TRANSPORTATION - 22.6% (15.2% OF TOTAL INVESTMENTS)

1,000	Capital Region Airport Authority, Richmond, Virginia, Revenue Bonds, Richmond International Airport, Series 2005A, 5.000%, 7/01/18 - FSA Insured	7/15 at 100
1,000	Chesapeake Bay Bridge and Tunnel Commission, Virginia, General Resolution Revenue Refunding Bonds, Series 1998, 5.500%, 7/01/25 - MBIA Insured	No Opt. C
3,000	Metropolitan Washington D.C. Airports Authority, Airport System Revenue Bonds, Series 2001A, 5.500%, 10/01/27 (Alternative Minimum Tax) - MBIA Insured	10/11 at 101
250	Metropolitan Washington D.C. Airports Authority, Airport System Revenue Bonds, Series 2001B, 5.000%, 10/01/21 - MBIA Insured	10/11 at 101
1,500	Norfolk Airport Authority, Virginia, Airport Revenue Bonds, Series 2001A, 5.125%, 7/01/31 - FGIC Insured	7/11 at 100

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

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

TRANSPORTATION (continued)

		Pocahontas Parkway Association, Virginia, Senior Lien Revenue Bonds, Route 895 Connector Toll Road, Series 1998A:	
\$	200	5.250%, 8/15/07	No Opt. C
	200	5.500%, 8/15/28	8/08 at 102
	500	Richmond Metropolitan Authority, Virginia, Revenue Refunding Bonds, Expressway System, Series 2002, 5.250%, 7/15/22 - FGIC Insured	No Opt. C
	1,225	Virginia Resources Authority, Airports Revolving Fund Revenue Bonds, Series 2001A, 5.250%, 8/01/23	2/11 at 100
	1,250	Virginia Resources Authority, Airports Revolving Fund Revenue Bonds, Series 2001B, 5.125%, 8/01/27 (Alternative Minimum Tax)	2/11 at 100

-----  
U.S. GUARANTEED\*\*\* - 22.3% (15.0% OF TOTAL INVESTMENTS)

	1,000	Bristol, Virginia, Utility System Revenue Refunding Bonds, Series 2001, 5.000%, 7/15/21 - FSA Insured	7/11 at 102
	485	Puerto Rico, The Children's Trust Fund, Tobacco Settlement Asset-Backed Bonds, Series 2000, 5.750%, 7/01/20 (Pre-refunded to 7/01/10)	7/10 at 100
	1,540	Loudoun County, Virginia, General Obligation Public Improvement Bonds, Series 2001B, 5.250%, 1/01/20 (Pre-refunded to 1/01/11)	1/11 at 101
	425	Loudoun County Industrial Development Authority, Virginia, Hospital Revenue Bonds, Loudoun Hospital Center, Series 2002A, 6.000%, 6/01/22 (Pre-refunded to 6/01/12)	6/12 at 101
	1,000	Newport News, Virginia, General Obligation Bonds, Series 2000A, 5.625%, 5/01/16 (Pre-refunded to 5/01/10)	5/10 at 102
	1,000	Norfolk Industrial Development Authority, Virginia, Healthcare Revenue Bonds, Bon Secours Health System, Series 1997, 5.250%, 8/15/26 (Pre-refunded to 8/15/07) - MBIA Insured	8/07 at 102
		Puerto Rico Infrastructure Financing Authority, Special Obligation Bonds, Series 2000A:	
	1,500	5.500%, 10/01/32	10/10 at 101
	1,500	5.500%, 10/01/40	10/10 at 101
	1,300	Richmond, Virginia, General Obligation Refunding and Public Improvement Bonds, Series 1999A, 5.125%, 1/15/24 (Pre-refunded to 1/15/10) - FSA Insured	1/10 at 101

-----  
UTILITIES - 3.5% (2.3% OF TOTAL INVESTMENTS)

	1,000	Mecklenburg County Industrial Development Authority, Virginia, Revenue Bonds, UAE Mecklenburg Cogeneration LP, Series 2002, 6.500%, 10/15/17 (Alternative Minimum Tax)	10/12 at 100
	500	Richmond, Virginia, Public Utility Revenue Refunding Bonds,	1/12 at 100

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

Series 2002, 5.000%, 1/15/27 - FSA Insured

-----		
WATER AND SEWER - 4.4% (3.0% OF TOTAL INVESTMENTS)		
2,000	Henrico County, Virginia, Water and Sewer System Revenue Refunding Bonds, Series 1999, 5.000%, 5/01/22	5/09 at 102
-----		
\$ 66,501	Total Long-Term Investments (cost \$67,547,386) - 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.
- \* 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.
- \*\* Ratings: Using the higher of Standard & Poor's or Moody's rating.
- \*\*\* Securities are backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensures the timely payment of principal and interest. Such securities are normally considered to be equivalent to AAA rated securities.
- N/R Investment is not rated.
- (a) The issuer has received a preliminary adverse determination from the Internal Revenue Service (the "IRS") regarding the tax-exempt status of the bonds' coupon payments. The Fund will continue to treat coupon payments as tax-exempt income until such time that it is formally determined that the interest on the bonds should be treated as taxable.

See accompanying notes to financial statements.

Nuveen Virginia Dividend Advantage Municipal Fund 2 (NNB)  
 Portfolio of  
 INVESTMENTS November 30, 2005 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
CONSUMER STAPLES - 4.3% (3.0% OF TOTAL INVESTMENTS)		
	Tobacco Settlement Financing Corporation of Virginia, Tobacco Settlement Asset-Backed Bonds, Series 2005:	
\$ 1,050	5.250%, 6/01/19	6/15 at 100
2,700	5.500%, 6/01/26	6/15 at 100

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

-----		
EDUCATION AND CIVIC ORGANIZATIONS - 8.7% (6.0% OF TOTAL INVESTMENTS)		
1,000	Fairfax County Economic Development Authority, Virginia, Revenue Bonds, National Wildlife Federation, Series 1999, 5.375%, 9/01/29 - MBIA Insured	9/09 at 101
1,000	Prince William County Industrial Development Authority, Virginia, Educational Facilities Revenue Bonds, Catholic Diocese of Arlington, Series 2003, 5.500%, 10/01/33	10/13 at 101
1,500	Puerto Rico Industrial, Tourist, Educational, Medical and Environmental Control Facilities Financing Authority, Higher Education Revenue Refunding Bonds, Ana G. Mendez University System, Series 2002, 5.375%, 12/01/21	12/12 at 101
500	Rockbridge County Industrial Development Authority, Virginia, Horse Center Revenue Refunding Bonds, Series 2001C, 6.850%, 7/15/21	7/11 at 100
275	The Rector and Visitors of the University of Virginia, General Revenue Bonds, Series 2005, 5.000%, 6/01/18	6/15 at 100
1,000	Virginia College Building Authority, Educational Facilities Revenue Bonds, Public Higher Education Financing Program, Series 2004B, 5.000%, 9/01/13	No Opt. C
2,000	Winchester Industrial Development Authority, Virginia, Educational Facilities First Mortgage Revenue Bonds, Shenandoah University, Series 1998, 5.250%, 10/01/28 - MBIA Insured	10/08 at 102
-----		
HEALTHCARE - 17.4% (11.9% OF TOTAL INVESTMENTS)		
1,500	Albemarle County Industrial Development Authority, Virginia, Hospital Revenue Bonds, Martha Jefferson Hospital, Series 2002, 5.250%, 10/01/35	10/12 at 100
3,000	Fauquier County Industrial Development Authority, Virginia, Hospital Revenue Bonds, Fauquier Hospital, Series 2002, 5.250%, 10/01/25 - RAAI Insured	10/12 at 102
675	Fredericksburg Industrial Development Authority, Virginia, Revenue Bonds, MediCorp Health System, Series 2002B, 5.125%, 6/15/33	6/12 at 100
1,000	Henrico County Economic Development Authority, Virginia, Revenue Bonds, Bon Secours Health System Inc., Series 2002A, 5.600%, 11/15/30	11/12 at 100
1,155	Manassas Industrial Development Authority, Virginia, Hospital Revenue Bonds, Prince William Hospital, Series 2002, 5.250%, 4/01/33	4/13 at 100
1,000	Medical College of Virginia Hospital Authority, General Revenue Bonds, Series 1998, 5.250%, 7/01/14 - MBIA Insured	7/08 at 102
1,200	Norton Industrial Development Authority, Virginia, Hospital	12/11 at 101

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

Revenue Refunding and Improvement Bonds, Norton  
Community Hospital, Series 2001, 6.000%, 12/01/22 -  
ACA Insured

1,000 Prince William County Industrial Development Authority, 10/08 at 102  
Virginia, Hospital Facility Revenue Refunding Bonds,  
Potomac Hospital Corporation of Prince William, Series 1998,  
5.000%, 10/01/18 - FSA Insured

3,915 Roanoke Industrial Development Authority, Virginia, Hospital 7/12 at 100  
Revenue Bonds, Carilion Health System, Series 2002A,  
5.500%, 7/01/20 - MBIA Insured

-----  
HOUSING/SINGLE FAMILY - 8.8% (6.1% OF TOTAL INVESTMENTS)

7,485 Virginia Housing Development Authority, Commonwealth 7/11 at 100  
Mortgage Bonds, Series 2001H-1, 5.350%, 7/01/31 -  
MBIA Insured

50

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

-----

LONG-TERM CARE - 3.7% (2.5% OF TOTAL INVESTMENTS)

\$ 165	Albemarle County Industrial Development Authority, Virginia, Residential Care Facility Revenue Bonds, Westminster Canterbury of the Blue Ridge First Mortgage, Series 2001, 6.200%, 1/01/31	1/12 at 100
--------	--	-------------

650	Chesterfield County Health Center Commission, Virginia, Mortgage Revenue Bonds, Lucy Corr Village, Series 2005, 5.625%, 12/01/39	12/15 at 100
-----	--	--------------

1,350	James City County Industrial Development Authority, Virginia, Residential Care Facility First Mortgage Revenue Refunding Bonds, Williamsburg Landing Inc., Series 2003A, 6.000%, 3/01/23	3/12 at 101
-------	---	-------------

650	Virginia Beach Development Authority, Virginia, Residential Care Facility Mortgage Revenue Bonds, Westminster Canterbury on Chesapeake Bay, Series 2005, 5.000%, 11/01/22	11/15 at 100
-----	--	--------------

325	Winchester Industrial Development Authority, Virginia, Residential Care Facility Revenue Bonds, Westminster- Canterbury of Winchester Inc., Series 2005A, 5.200%, 1/01/27	1/15 at 100
-----	---	-------------

-----  
MATERIALS - 1.8% (1.2% OF TOTAL INVESTMENTS)

165	Bedford County Industrial Development Authority, Virginia, Industrial Development Revenue Refunding Bonds, Nekoosa Packaging Corporation, Series 1998, 5.600%, 12/01/25 (Alternative Minimum Tax) (a)	2/08 at 102
-----	--	-------------

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

460	Goochland County Industrial Development Authority, Virginia, Industrial Development Revenue Refunding Bonds, Nekoosa Packaging Corporation Project, Series 1998, 5.650%, 12/01/25 (Alternative Minimum Tax) (a)	12/08 at 101
1,000	Hopewell Industrial Development Authority, Virginia, Environmental Improvement Revenue Bonds, Smurfit Stone Container Corporation, Series 2005, 5.250%, 6/01/15	No Opt. C
-----		
TAX OBLIGATION/GENERAL - 38.5% (26.5% OF TOTAL INVESTMENTS)		
600	Alexandria, Virginia, General Obligation Bonds, Series 2004B, 5.000%, 6/15/13	No Opt. C
540	Alexandria, Virginia, General Obligation Bonds, Series 2004C, 5.000%, 12/15/11	No Opt. C
1,000	Arlington County, Virginia, General Obligation Bonds, Series 2005, 5.000%, 5/15/16	5/15 at 100
1,750	Chesapeake, Virginia, General Obligation Bonds, Series 2001, 5.500%, 12/01/16	12/11 at 100
1,200	Loudoun County, Virginia, General Obligation Public Improvement Bonds, Series 2005A, 5.000%, 7/01/14	No Opt. C
95	Loudoun County, Virginia, General Obligation Public Improvement Bonds, Series 2002A, 5.250%, 5/01/22	5/12 at 100
1,000	Loudoun County, Virginia, General Obligation Public Improvement Bonds, Series 2005B, 5.000%, 6/01/18	6/15 at 100
1,730	Loudoun County, Virginia, General Obligation Public Improvement Bonds, Series 2001C, 4.500%, 11/01/17	11/11 at 101
1,840	Newport News, Virginia, General Obligation Bonds, General Improvement and Water Projects, Series 2002A, 5.000%, 7/01/20	7/13 at 100
1,000	Newport News, Virginia, General Obligation Bonds, Series 2003B, 5.000%, 11/01/22	11/13 at 100
565	Portsmouth, Virginia, General Obligation Public Utility Refunding Bonds, Series 2001B, 5.000%, 6/01/21 - FGIC Insured	6/08 at 100
1,500	Portsmouth, Virginia, General Obligation Bonds, Series 2003, 5.000%, 7/01/12 - FSA Insured	No Opt. C
	Powhatan County, Virginia, General Obligation Bonds, Series 2001:	
660	5.000%, 1/15/23 - AMBAC Insured	1/11 at 101
1,000	5.000%, 1/15/27 - AMBAC Insured	1/11 at 101
1,000	Richmond, Virginia, General Obligation Bonds, Series 2004A, 5.000%, 7/15/21 - FSA Insured	7/14 at 100
1,000	Richmond, Virginia, General Obligation Bonds, Series 2005A, 5.000%, 7/15/20 - FSA Insured	7/15 at 100



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

	Roanoke, Virginia, General Obligation Public Improvement Bonds, Series 2002A:	
2,400	5.000%, 10/01/18	10/12 at 101
2,435	5.000%, 10/01/19	10/12 at 101
1,280	Roanoke, Virginia, General Obligation Public Improvement Bonds, Series 2002B, 5.000%, 10/01/15 (Alternative Minimum Tax) - FGIC Insured	10/12 at 101

51

Nuveen Virginia Dividend Advantage Municipal Fund 2 (NNB) (continued)  
Portfolio of INVESTMENTS November 30, 2005 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	TAX OBLIGATION/GENERAL (continued)	
	Salem, Virginia, General Obligation Public Improvement Bonds, Series 2002:	
\$ 1,145	5.375%, 1/01/21	1/12 at 100
1,200	5.375%, 1/01/22	1/12 at 100
1,260	5.375%, 1/01/23	1/12 at 100
1,325	5.375%, 1/01/24	1/12 at 100
1,000	Staunton, Virginia, General Obligation Bonds, Series 2004, 6.250%, 2/01/25 - AMBAC Insured	2/14 at 101
1,500	Virginia Beach, Virginia, General Obligation Public Improvement Bonds, Series 2001, 5.000%, 6/01/19	6/11 at 101
1,420	Virginia Beach, Virginia, General Obligation Refunding and Public Improvement Bonds, Series 2002, 5.000%, 3/01/21	3/12 at 100
-----		
	TAX OBLIGATION/LIMITED - 26.4% (18.1% OF TOTAL INVESTMENTS)	
501	Bell Creek Community Development Authority, Virginia, Special Assessment Bonds, Series 2003A, 6.750%, 3/01/22	3/13 at 101
1,000	Broad Street Community Development Authority, Virginia, Revenue Bonds, Series 2003, 7.500%, 6/01/33	6/13 at 102
	Buena Vista Public Recreational Facilities Authority, Virginia, Lease Revenue Bonds, Golf Course Project, Series 2005A:	
210	5.250%, 7/15/25 - ACA Insured	7/15 at 100
165	5.500%, 7/15/35 - ACA Insured	7/15 at 100
1,800	Loudoun County Industrial Development Authority, Virginia, Lease Revenue Refunding Bonds, Public Facility Project, Series 2003, 5.000%, 3/01/19	3/13 at 100
400	Puerto Rico Public Buildings Authority, Guaranteed Government Facilities Revenue Refunding Bonds, Series 2002D, 5.250%, 7/01/27	7/12 at 100
455	Puerto Rico Public Finance Corporation, Commonwealth	2/12 at 100

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

	Appropriation Bonds, Series 2002E, 5.500%, 8/01/29		
1,000	Spotsylvania County Industrial Development Authority, Virginia, Lease Revenue Bonds, School Facilities, Series 2003B, 5.125%, 8/01/23 - AMBAC Insured		8/13 at 100
800	Virginia Beach Development Authority, Public Facilities Revenue Bonds, Series 2005A, 5.000%, 5/01/16		5/15 at 100
1,000	Virginia College Building Authority, Educational Facilities Revenue Bonds, 21st Century College Program, Series 2004A, 5.000%, 2/01/11		No Opt. C
1,790	Virginia College Building Authority, Educational Facilities Revenue Bonds, 21st Century College Program, Series 2002A, 5.000%, 2/01/22		2/12 at 100
800	Commonwealth Transportation Board of Virginia, Federal Highway Reimbursement Anticipation Notes, Series 2005, 5.000%, 9/28/15		No Opt. C
1,710	Virginia Transportation Board, Transportation Revenue Bonds, Northern Virginia Transportation District Program, Series 2001A, 5.000%, 5/15/26		5/11 at 100
	Virginia Transportation Board, Transportation Revenue Bonds, U.S. Route 58 Corridor Development Program, Series 2001B:		
1,705	5.000%, 5/15/22		5/11 at 100
1,665	5.000%, 5/15/23		5/11 at 100
690	Virginia Gateway Community Development Authority, Prince William County, Special Assessment Bonds, Series 2003, 6.375%, 3/01/30		3/13 at 102
1,000	Virginia Public Building Authority, Public Facilities Revenue Bonds, Series 2004B, 5.000%, 8/01/11		No Opt. C
700	Virginia Public School Authority, School Financing Bonds, 1997 Resolution, Series 2004C, 5.000%, 8/01/13		No Opt. C
570	Virginia Public School Authority, School Financing Bonds, 1997 Resolution, Series 2005C, 5.000%, 8/01/17		8/15 at 100
2,540	Virginia Public School Authority, School Financing Bonds, 1997 Resolution, Series 2001B, 5.000%, 8/01/19		8/11 at 101
1,265	Virginia Resources Authority, Infrastructure Revenue Bonds, Pooled Loan Bond Program, Series 2001D, 5.000%, 5/01/26		5/10 at 101

52

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	TRANSPORTATION - 2.3% (1.6% OF TOTAL INVESTMENTS)	
\$ 1,000	Metropolitan Washington D.C. Airports Authority, Airport System Revenue Bonds, Series 2002A, 5.125%, 10/01/26 (Alternative Minimum Tax) - FGIC Insured	10/12 at 100

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

	Pocahontas Parkway Association, Virginia, Senior Lien	
	Revenue Bonds, Route 895 Connector Toll Road, Series 1998A:	
300	5.250%, 8/15/07	No Opt. C
325	5.500%, 8/15/28	8/08 at 102
300	Virginia Resources Authority, Airports Revolving Fund Revenue	2/11 at 100
	Bonds, Series 2001A, 5.250%, 8/01/17	

---

U.S. GUARANTEED\*\*\* - 12.1% (8.3% OF TOTAL INVESTMENTS)

1,000	Bristol, Virginia, General Obligation Utility System Revenue	11/12 at 102
	Bonds, Series 2002, 5.000%, 11/01/24 - FSA Insured	
1,000	Fairfax County, Virginia, General Obligation Refunding and	6/10 at 101
	Improvement Bonds, Series 2002, 5.000%, 6/01/20	
	(Pre-refunded to 6/01/10)	
195	Fairfax County Water Authority, Virginia, Water Revenue	4/12 at 100
	Refunding Bonds, Series 2002, 5.000%, 4/01/27	
	(Pre-refunded to 4/01/12)	
445	Loudoun County, Virginia, General Obligation Public	5/12 at 100
	Improvement Bonds, Series 2002A, 5.250%, 5/01/22	
	(Pre-refunded to 5/01/12)	
	Loudoun County Industrial Development Authority, Virginia,	
	Hospital Revenue Bonds, Loudoun Hospital Center, Series 2002A:	
250	6.000%, 6/01/22 (Pre-refunded to 6/01/12)	6/12 at 101
600	6.100%, 6/01/32 (Pre-refunded to 6/01/12)	6/12 at 101
2,750	Puerto Rico Infrastructure Financing Authority, Special	10/10 at 101
	Obligation Bonds, Series 2000A, 5.500%, 10/01/40	
1,100	Puerto Rico Public Buildings Authority, Guaranteed	7/12 at 100
	Government Facilities Revenue Refunding Bonds,	
	Series 2002D, 5.250%, 7/01/27 (Pre-refunded to 7/01/12)	
1,345	Puerto Rico Public Finance Corporation, Commonwealth	2/12 at 100
	Appropriation Bonds, Series 2002E, 5.500%, 8/01/29	
	(Pre-refunded to 2/01/12)	
500	Virginia Beach, Virginia, Water and Sewerage System	8/10 at 100
	Revenue Bonds, Series 2000, 5.125%, 8/01/14	
	(Pre-refunded to 8/01/10)	
500	Virginia Public Building Authority, Public Facilities Revenue	8/10 at 100
	Bonds, Series 2000A, 5.750%, 8/01/20	
	(Pre-refunded to 8/01/10)	

---

UTILITIES - 6.4% (4.4% OF TOTAL INVESTMENTS)

2,000	Mecklenburg County Industrial Development Authority,	10/12 at 100
	Virginia, Revenue Bonds, UAE Mecklenburg Cogeneration LP,	
	Series 2002, 6.500%, 10/15/17 (Alternative Minimum Tax)	
3,125	Puerto Rico Electric Power Authority, Power Revenue Bonds,	7/10 at 101
	Series 2000HH, 5.250%, 7/01/29 - FSA Insured	

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

-----			
WATER AND SEWER - 15.2% (10.4% OF TOTAL INVESTMENTS)			
805	Fairfax County Water Authority, Virginia, Water Revenue Refunding Bonds, Series 2002, 5.000%, 4/01/27		4/12 at 100
	Henry County Public Service Authority, Virginia, Water and Sewerage Revenue Refunding Bonds, Series 2001:		
1,000	5.500%, 11/15/17 - FSA Insured		No Opt. C
3,000	5.500%, 11/15/19 - FSA Insured		No Opt. C
	Norfolk, Virginia, Water Revenue Refunding Bonds, Series 2001:		
1,130	5.000%, 11/01/18 - FGIC Insured		11/11 at 100
1,190	5.000%, 11/01/19 - FGIC Insured		11/11 at 100
1,450	5.000%, 11/01/23 - FGIC Insured		11/11 at 100
1,525	5.000%, 11/01/24 - FGIC Insured		11/11 at 100

53

Nuveen Virginia Dividend Advantage Municipal Fund 2 (NNB) (continued)  
Portfolio of INVESTMENTS November 30, 2005 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
WATER AND SEWER (continued)		
\$ 2,250	Virginia Resources Authority, Water and Sewerage System Revenue Bonds, Caroline County Public Improvements Project, Series 2001, 5.000%, 5/01/32	5/11 at 101
\$ 120,016	Total Long-Term Investments (cost \$121,539,165) - 145.6%	
=====		
	Other Assets Less Liabilities - 2.6%	
-----		
	Preferred Shares, at Liquidation Value - (48.2)%	
-----		
	Net Assets Applicable to Common Shares - 100%	
=====		

FORWARD SWAPS OUTSTANDING AT NOVEMBER 30, 2005:

COUNTERPARTY	NOTIONAL AMOUNT	FIXED RATE PAID BY THE FUND (ANNUALIZED)	FIXED RATE PAYMENT FREQUENCY	FLOATING RATE RECEIVED BY THE FUND BASED ON	FLOATING RATE PAYMENT FREQUENCY	EF
Citigroup	\$700,000	4.699%	Semi-annually	3-month USD-LIBOR	Quarterly	
=====						
USD-LIBOR (United States Dollar-London Inter-Bank Offered Rates)						

- (1) All percentages shown in the Portfolio of Investments are based on net assets applicable to Common shares unless otherwise noted.
- (2) Effective date represents the date on which both the Fund and counterparty commence interest payment accruals on each forward swap contract.

- \* Optional Call Provisions: 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.
  - \*\* Ratings: Using the higher of Standard & Poor's or Moody's rating.
  - \*\*\* Securities are backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensures the timely payment of principal and interest. Such securities are normally considered to be equivalent to AAA rated securities.
- N/R Investment is not rated.
- (a) The issuer has received a preliminary adverse determination from the Internal Revenue Service (the "IRS") regarding the tax-exempt status of the bonds' coupon payments. The Fund will continue to treat coupon payments as tax-exempt income until such time that it is formally determined that the interest on the bonds should be treated as taxable.

See accompanying notes to financial statements.

Statement of  
ASSETS AND LIABILITIES November 30, 2005 (Unaudited)

	MARYLAND PREMIUM INCOME (NMY)	MARYLAND DIVIDEND ADVANTAGE (NFM)
<hr/>		
ASSETS		
Investments, at market value (cost \$224,153,204, \$88,673,116, \$90,097,608 and \$112,903,634, respectively)	\$231,195,721	\$91,274,666
Cash	--	--
Receivables:		
Interest	4,224,811	1,608,986
Investments sold	--	614,526
Unrealized appreciation on forward swaps	--	--
Other assets	13,452	3,228
<hr/>		
Total assets	235,433,984	93,501,406
<hr/>		
LIABILITIES		
Cash overdraft	534,527	62,337
Payable for investments purchased	96,470	--
Accrued expenses:		
Management fees	122,034	26,069
Other	63,465	21,177
Preferred share dividends payable	40,204	4,927
<hr/>		
Total liabilities	856,700	114,510
<hr/>		
Preferred shares, at liquidation value	79,100,000	32,000,000
<hr/>		
Net assets applicable to Common shares	\$155,477,284	\$61,386,896
<hr/>		

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

Common shares outstanding	10,623,525	4,168,560
=====		
Net asset value per Common share outstanding (net assets applicable to Common shares, divided by Common shares outstanding)	\$ 14.64	\$ 14.73
=====		
NET ASSETS APPLICABLE TO COMMON SHARES CONSIST OF:		
-----		
Common shares, \$.01 par value per share	\$ 106,235	\$ 41,686
Paid-in surplus	147,548,696	59,134,773
Undistributed (Over-distribution of) net investment income	609,429	275,254
Accumulated net realized gain (loss) from investments and forward swaps	170,407	(666,367)
Net unrealized appreciation (depreciation) of investments and forward swaps	7,042,517	2,601,550
-----		
Net assets applicable to Common shares	\$155,477,284	\$61,386,896
=====		
Authorized shares:		
Common	Unlimited	Unlimited
Preferred	Unlimited	Unlimited
=====		

See accompanying notes to financial statements.

55

Statement of  
ASSETS AND LIABILITIES (Unaudited) (continued)

	VIRGINIA PREMIUM INCOME (NPV)
-----	
ASSETS	
Investments, at market value (cost \$189,148,005, \$67,547,386 and \$121,539,165, respectively)	\$197,054,990
Cash	--
Receivables:	
Interest	3,095,060
Investments sold	5,000
Unrealized appreciation on forward swaps	--
Other assets	15,151
-----	
Total assets	200,170,201
-----	
LIABILITIES	
Cash overdraft	84,387
Payable for investments purchased	--
Accrued expenses:	
Management fees	104,233
Other	54,613
Preferred share dividends payable	14,138
-----	
Total liabilities	257,371
-----	
Preferred shares, at liquidation value	63,800,000

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

Net assets applicable to Common shares	\$136,112,830
Common shares outstanding	8,886,034
Net asset value per Common share outstanding (net assets applicable to Common shares, divided by Common shares outstanding)	\$ 15.32
NET ASSETS APPLICABLE TO COMMON SHARES CONSIST OF:	
Common shares, \$.01 par value per share	\$ 88,860
Paid-in surplus	125,054,114
Undistributed (Over-distribution of) net investment income	700,321
Accumulated net realized gain (loss) from investments and forward swaps	2,362,550
Net unrealized appreciation (depreciation) of investments and forward swaps	7,906,985
Net assets applicable to Common shares	\$136,112,830
Authorized shares:	
Common	Unlimited
Preferred	Unlimited

See accompanying notes to financial statements.

56

Statement of  
OPERATIONS Six Months Ended November 30, 2005 (Unaudited)

	MARYLAND PREMIUM INCOME (NMY)	MARYLAND DIVIDEND ADVANTAGE (NFM)
INVESTMENT INCOME	\$ 5,707,652	\$ 2,241,403
EXPENSES		
Management fees	754,235	302,741
Preferred shares - auction fees	99,146	40,110
Preferred shares - dividend disbursing agent fees	10,027	5,014
Shareholders' servicing agent fees and expenses	14,008	1,211
Custodian's fees and expenses	32,922	15,590
Trustees' fees and expenses	2,268	1,118
Professional fees	8,915	6,101
Shareholders' reports - printing and mailing expenses	21,604	8,156
Stock exchange listing fees	5,252	178
Investor relations expense	16,201	6,222
Other expenses	9,368	6,865
Total expenses before custodian fee credit and expense reimbursement	973,946	393,306
Custodian fee credit	(8,806)	(4,299)
Expense reimbursement	--	(141,893)
Net expenses	965,140	247,114

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

Net investment income	4,742,512	1,994,289
-----		
REALIZED AND UNREALIZED GAIN (LOSS)		
Net realized gain (loss) from investments	287,700	54,903
Net realized gain (loss) from forward swaps	--	(62,612)
Change in net unrealized appreciation (depreciation) of investments	(5,103,115)	(1,637,594)
Change in net unrealized appreciation (depreciation) of forward swaps	--	64,747
-----		
Net realized and unrealized gain (loss)	(4,815,415)	(1,580,556)
-----		
DISTRIBUTIONS TO PREFERRED SHAREHOLDERS		
From net investment income	(837,513)	(326,782)
From accumulated net realized gains from investments	--	--
-----		
Decrease in net assets applicable to Common shares from distributions to Preferred shareholders	(837,513)	(326,782)
-----		
Net increase (decrease) in net assets applicable to Common shares from operations	\$ (910,416)	\$ 86,951
=====		

See accompanying notes to financial statements.

57

Statement of  
OPERATIONS (Unaudited) (continued)

		VIRGINIA PREMIUM INCOME (NPV)
-----		
INVESTMENT INCOME		\$ 4,779,587
-----		
EXPENSES		
Management fees		644,732
Preferred shares - auction fees		79,968
Preferred shares - dividend disbursing agent fees		10,027
Shareholders' servicing agent fees and expenses		12,099
Custodian's fees and expenses		33,642
Trustees' fees and expenses		2,256
Professional fees		8,861
Shareholders' reports - printing and mailing expenses		17,309
Stock exchange listing fees		5,268
Investor relations expense		13,577
Other expenses		7,726
-----		
Total expenses before custodian fee credit and expense reimbursement		835,465
Custodian fee credit		(14,029)
Expense reimbursement		--
-----		
Net expenses		821,436
-----		
Net investment income		3,958,151
-----		
REALIZED AND UNREALIZED GAIN (LOSS)		



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

Net realized gain (loss) from investments	1,408,665
Net realized gain (loss) from forward swaps	--
Change in net unrealized appreciation (depreciation) of investments	(5,539,533)
Change in net unrealized appreciation (depreciation) of forward swaps	--
-----	
Net realized and unrealized gain (loss)	(4,130,868)
-----	
DISTRIBUTIONS TO PREFERRED SHAREHOLDERS	
From net investment income	(628,859)
From accumulated net realized gains from investments	--
-----	
Decrease in net assets applicable to Common shares from distributions to Preferred shareholders	(628,859)
-----	
Net increase (decrease) in net assets applicable to Common shares from operations	\$ (801,576)
=====	

See accompanying notes to financial statements.

58

Statement of  
CHANGES IN NET ASSETS (Unaudited)

	MARYLAND PREMIUM INCOME (NMY)		MARYLAND DIVIDEND ADVANTAGE (NFM)	
	SIX MONTHS ENDED 11/30/05	YEAR ENDED 5/31/05	SIX MONTHS ENDED 11/30/05	YEAR ENDED 5/31/05
-----				
OPERATIONS				
Net investment income	\$ 4,742,512	\$ 9,757,516	\$ 1,994,289	\$ 4,077,411
Net realized gain (loss) from investments	287,700	795,306	54,903	114,670
Net realized gain (loss) from forward swaps	--	--	(62,612)	(186,940)
Change in net unrealized appreciation (depreciation) of investments	(5,103,115)	9,023,910	(1,637,594)	3,306,960
Change in net unrealized appreciation (depreciation) of forward swaps	--	--	64,747	(64,747)
Distributions to Preferred Shareholders:				
From net investment income	(837,513)	(1,044,071)	(326,782)	(417,530)
From accumulated net realized gains from investments	--	--	--	--
-----				
Net increase (decrease) in net assets applicable to Common shares from operations	(910,416)	18,532,661	86,951	6,829,830
-----				
DISTRIBUTIONS TO COMMON SHAREHOLDERS				
From net investment income	(4,284,699)	(9,572,060)	(1,787,907)	(3,885,200)
From accumulated net realized gains from investments	--	--	--	--

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

Decrease in net assets applicable to Common shares from distributions to Common shareholders	(4,284,699)	(9,572,060)	(1,787,907)	(3,885,20)
<b>CAPITAL SHARE TRANSACTIONS</b>				
Net proceeds from Common shares issued to shareholders due to reinvestment of distributions	175,963	429,038	36,358	65,54
Preferred shares offering costs	--	--	--	--
Net increase in net assets applicable to Common shares from capital share transactions	175,963	429,038	36,358	65,54
Net increase (decrease) in net assets applicable to Common shares	(5,019,152)	9,389,639	(1,664,598)	3,010,17
Net assets applicable to Common shares at the beginning of period	160,496,436	151,106,797	63,051,494	60,041,32
Net assets applicable to Common shares at the end of period	\$155,477,284	\$160,496,436	\$61,386,896	\$63,051,49
Undistributed (Over-distribution of) net investment income at the end of period	\$ 609,429	\$ 989,129	\$ 275,254	\$ 395,65

59

See accompanying notes to financial statements.

Statement of  
CHANGES IN NET ASSETS (Unaudited) (continued)

	MARYLAND DIVIDEND ADVANTAGE 3 (NWI)		VIRGINIA PREMIUM INCOME (NPV)	
	SIX MONTHS ENDED 11/30/05	YEAR ENDED 5/31/05	SIX MONTHS ENDED 11/30/05	YEAR ENDED 5/31/05
<b>OPERATIONS</b>				
Net investment income	\$ 2,296,263	\$ 4,588,042	\$ 3,958,151	\$ 8,242,30
Net realized gain (loss) from investments	156,553	94,606	1,408,665	1,338,63
Net realized gain (loss) from forward swaps	(192,334)	(447,668)	--	--
Change in net unrealized appreciation (depreciation) of investments	(2,310,905)	5,755,731	(5,539,533)	6,847,39
Change in net unrealized appreciation (depreciation) of forward swaps	352,391	(194,876)	--	--
Distributions to Preferred Shareholders:				
From net investment income	(422,682)	(514,154)	(628,859)	(765,69
From accumulated net realized gains from investments	--	(2,976)	--	--

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

Net increase (decrease) in net assets applicable to Common shares from operations	(120,714)	9,278,705	(801,576)	15,662,64
<b>DISTRIBUTIONS TO COMMON SHAREHOLDERS</b>				
From net investment income	(1,913,262)	(4,164,157)	(3,676,326)	(7,997,82
From accumulated net realized gains from investments	--	(40,734)	--	--
Decrease in net assets applicable to Common shares from distributions to Common shareholders	(1,913,262)	(4,204,891)	(3,676,326)	(7,997,82
<b>CAPITAL SHARE TRANSACTIONS</b>				
Net proceeds from Common shares issued to shareholders due to reinvestment of distributions	--	--	250,336	553,21
Preferred shares offering costs	--	--	--	--
Net increase in net assets applicable to Common shares from capital share transactions	--	--	250,336	553,21
Net increase (decrease) in net assets applicable to Common shares	(2,033,976)	5,073,814	(4,227,566)	8,218,03
Net assets applicable to Common shares at the beginning of period	79,442,832	74,369,018	140,340,396	132,122,35
Net assets applicable to Common shares at the end of period	\$77,408,856	\$79,442,832	\$136,112,830	\$140,340,39
=====				
Undistributed (Over-distribution of) net investment income at the end of period	\$ 70,854	\$ 110,535	\$ 700,321	\$ 1,047,35
=====				

See accompanying notes to financial statements.

<b>OPERATIONS</b>				
Net investment income				
Net realized gain (loss) from investments				
Net realized gain (loss) from forward swaps				
Change in net unrealized appreciation (depreciation) of investments				

Change in net unrealized appreciation  
 (depreciation) of forward swaps  
 Distributions to Preferred Shareholders:  
     From net investment income  
     From accumulated net realized gains  
         from investments

-----  
 Net increase (decrease) in net assets  
     applicable to Common shares  
     from operations

-----  
 DISTRIBUTIONS TO COMMON SHAREHOLDERS  
 From net investment income  
 From accumulated net realized gains  
     from investments

-----  
 Decrease in net assets applicable to  
     Common shares from distributions  
     to Common shareholders

-----  
 CAPITAL SHARE TRANSACTIONS  
 Net proceeds from Common shares  
     issued to shareholders due to  
     reinvestment of distributions  
 Preferred shares offering costs

-----  
 Net increase in net assets applicable  
     to Common shares from capital  
     share transactions

-----  
 Net increase (decrease) in net assets  
     applicable to Common shares  
 Net assets applicable to Common  
     shares at the beginning of period

-----  
 Net assets applicable to Common  
     shares at the end of period

=====  
 Undistributed (Over-distribution of)  
     net investment income at the  
     end of period  
 =====

See accompanying notes to financial statements.

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 Maryland Premium Income Municipal Fund (NMY), Nuveen Maryland Dividend Advantage Municipal Fund (NFM), Nuveen Maryland Dividend Advantage Municipal Fund 2 (NZR), Nuveen Maryland Dividend Advantage Municipal Fund 3 (NWI), Nuveen Virginia Premium Income Municipal Fund (NPV),

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

Nuveen Virginia Dividend Advantage Municipal Fund (NGB) and Nuveen Virginia Dividend Advantage Municipal Fund 2 (NNB). Common shares of Maryland Premium Income (NMY) and Virginia Premium Income (NPV) are traded on the New York Stock Exchange while Common shares of Maryland Dividend Advantage (NFM), Maryland Dividend Advantage 2 (NZR), Maryland Dividend Advantage 3 (NWI), Virginia Dividend Advantage (NGB) and Virginia Dividend Advantage 2 (NNB) are traded on the American Stock Exchange. The Funds are registered under the Investment Company Act of 1940, as amended, as closed-end management investment companies.

Each Fund seeks to provide current income exempt from both regular federal and designated state income taxes by investing primarily in a diversified portfolio of municipal obligations issued by state and local government authorities within a single state 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 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 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 market price or fair market value for an investment is unavailable or inappropriate, the Board of Trustees of the Funds, or its designee, may establish a fair value for the investment. 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 November 30, 2005, Maryland Premium Income (NMY) had an outstanding delayed delivery purchase commitment of \$47,260. 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.

### 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

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

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 and designated state income taxes, 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 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 one or more 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:

	MARYLAND PREMIUM INCOME (NMY)	MARYLAND DIVIDEND ADVANTAGE (NFM)	MARYLAND DIVIDEND ADVANTAGE 2 (NZR)	MARYLAND DIVIDEND ADVANTAGE 3 (NWI)
-----				
Number of shares:				
Series M	--	1,280	--	--
Series T	--	--	--	1,560
Series W	1,404	--	--	--
Series TH	1,760	--	--	--
Series F	--	--	1,280	--
-----				
Total	3,164	1,280	1,280	1,560
=====				

	VIRGINIA PREMIUM INCOME (NPV)	VIRGINIA DIVIDEND ADVANTAGE (NGB)	VIRGINIA DIVIDEND ADVANTAGE 2 (NNB)
-----			
Number of shares:			
Series M	--	--	1,680
Series T	832	--	--
Series W	--	960	--
Series TH	1,720	--	--
Series F	--	--	--
-----			
Total	2,552	960	1,680
=====			

Notes to  
FINANCIAL STATEMENTS (Unaudited) (continued)

#### 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 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.

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

#### Use of Estimates

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

2. FUND SHARES

Transactions in Common shares were as follows:

	MARYLAND PREMIUM INCOME (NMY)		MARYLAND DIVIDEND ADVANTAGE (NFM)		MARYLAND DIVIDEND ADVANTAGE 2 (NZR)
	SIX MONTHS ENDED	YEAR ENDED	SIX MONTHS ENDED	YEAR ENDED	SIX MONTHS ENDED
	11/30/05	5/31/05	11/30/05	5/31/05	11/30/05

Common shares issued to shareholders due to reinvestment of distributions	11,243	27,491	2,279	4,162	3,222
---	--------	--------	-------	-------	-------

	MARYLAND DIVIDEND ADVANTAGE 3 (NWI)		VIRGINIA PREMIUM INCOME (NPV)		VIRGINIA PREMIUM INCOME (NPV)
	SIX MONTHS ENDED	YEAR ENDED	SIX MONTHS ENDED	YEAR ENDED	SIX MONTHS ENDED
	11/30/05	5/31/05	11/30/05	5/31/05	11/30/05

Common shares issued to shareholders due to reinvestment of distributions	--	--	14,423	33,307	1,350
---	----	----	--------	--------	-------

	MARYLAND DIVIDEND ADVANTAGE 3 (NWI)		VIRGINIA PREMIUM INCOME (NPV)		VIRGINIA PREMIUM INCOME (NPV)
	SIX MONTHS ENDED	YEAR ENDED	SIX MONTHS ENDED	YEAR ENDED	SIX MONTHS ENDED
	11/30/05	5/31/05	11/30/05	5/31/05	11/30/05

Common shares issued to shareholders due to reinvestment of distributions					3,950
---	--	--	--	--	-------

3. SECURITIES TRANSACTIONS

Purchases and sales (including maturities) of investments in long-term municipal securities during the six months ended November 30, 2005, were as follows:

	MARYLAND PREMIUM INCOME (NMY)	MARYLAND DIVIDEND ADVANTAGE (NFM)	MARYLAND DIVIDEND ADVANTAGE 2 (NZR)	MARYLAND DIVIDEND ADVANTAGE 3 (NWI)
Purchases	\$11,921,367	\$7,132,685	\$6,807,020	\$10,000,000
Sales and maturities	11,196,873	7,362,606	7,115,270	9,000,000



	VIRGINIA PREMIUM INCOME (NPV)	VIRGINIA DIVIDEND ADVANTAGE (NGB)	ADV
Purchases	\$22,970,694	\$6,570,504	\$7
Sales and maturities	22,512,309	6,503,566	8

65

Notes to  
FINANCIAL STATEMENTS (Unaudited) (continued)

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 November 30, 2005, the cost of investments was as follows:

	MARYLAND PREMIUM INCOME (NMY)	MARYLAND DIVIDEND ADVANTAGE (NFM)	MARYLAND DIVIDEND ADVANTAGE 2 (NZR)	A
--	--	--	--	---

Cost of investments	\$223,946,165	\$88,771,204	\$90,140,143	\$1
---------------------	---------------	--------------	--------------	-----

	VIRGINIA PREMIUM INCOME (NPV)	VIRGINIA DIVIDEND ADVANTAGE (NGB)	A
--	--	--	---

Cost of investments	\$188,909,132	\$67,522,532	\$1
---------------------	---------------	--------------	-----

Gross unrealized appreciation and gross unrealized depreciation of investments at November 30, 2005, were as follows:

	MARYLAND PREMIUM INCOME (NMY)	MARYLAND DIVIDEND ADVANTAGE (NFM)	MARYLAND DIVIDEND ADVANTAGE 2 (NZR)	A
--	--	--	--	---

Gross unrealized:

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

Appreciation	\$ 8,924,917	\$2,963,183	\$3,300,128
Depreciation	(1,675,361)	(459,721)	(295,118)
-----			
Net unrealized appreciation (depreciation) of investments	\$ 7,249,556	\$2,503,462	\$3,005,010
=====			
		VIRGINIA PREMIUM INCOME (NPV)	VIRGINIA DIVIDEND ADVANTAGE (NGB)
-----			
Gross unrealized: Appreciation		\$8,784,930	\$2,955,444
Depreciation		(639,072)	(187,624)
-----			
Net unrealized appreciation (depreciation) of investments		\$8,145,858	\$2,767,820
=====			

66

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

	MARYLAND PREMIUM INCOME (NMY)	MARYLAND DIVIDEND ADVANTAGE (NFM)	MARYLAND DIVIDEND ADVANTAGE 2 (NZR)
-----			
Undistributed net tax-exempt income *	\$1,385,615	\$691,669	\$794,023
Undistributed net ordinary income **	--	--	106
Undistributed net long-term capital gains	2,980	--	126,916
=====			
		VIRGINIA PREMIUM INCOME (NPV)	VIRGINIA DIVIDEND ADVANTAGE (NGB)
-----			
Undistributed net tax-exempt income *		\$1,474,901	\$591,228
Undistributed net ordinary income **		--	--
Undistributed net long-term capital gains		953,885	--
=====			

\* Undistributed net tax-exempt income (on a tax basis) has not been reduced for the dividend declared May 2, 2005, paid on June 1, 2005.

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

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

MARYLAND PREMIUM	MARYLAND DIVIDEND	MARYLAND DIVIDEND
---------------------	----------------------	----------------------

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

	INCOME (NMY)	ADVANTAGE (NFM)	ADVANTAGE 2 (NZR)
Distributions from net tax-exempt income	\$10,630,390	\$4,316,846	\$4,052,176
Distributions from net ordinary income **	--	--	17,820
Distributions from net long-term capital gains	--	--	254,971

	VIRGINIA PREMIUM INCOME (NPV)	VIRGINIA DIVIDEND ADVANTAGE (NGB)
Distributions from net tax-exempt income	\$8,771,875	\$3,200,407
Distributions from net ordinary income **	--	--
Distributions from net long-term capital gains	--	--

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

67

Notes to  
FINANCIAL STATEMENTS (Unaudited) (continued)

At May 31, 2005, the Funds' last fiscal 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:

	MARYLAND DIVIDEND ADVANTAGE (NFM)	VIRGINIA DIVIDEND ADVANTAGE (NGB)
Expiration year:		
2009	\$ 7,580	\$ --
2010	37,159	12,972
2011	--	32,605
2012	430,282	282,292
Total	\$475,021	\$327,869

At May 31, 2005, the Funds' last fiscal year end, the following Funds elected to defer net realized losses from investments incurred from November 1, 2004 through May 31, 2005 ("post-October losses") in accordance with Federal income tax regulations. The following post-October losses were treated as having arisen on the first day of the current fiscal year:

	MARYLAND DIVIDEND ADVANTAGE (NFM)	MARYLAND DIVIDEND ADVANTAGE 3 (NWI)
--	--	--

\$59,987      \$119,983

=====

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)	MARYLAND PREMIUM INCOME (NMY) VIRGINIA PREMIUM INCOME (NPV) FUND-LEVEL FEE RATE
For the first \$125 million	.4500%
For the next \$125 million	.4375
For the next \$250 million	.4250
For the next \$500 million	.4125
For the next \$1 billion	.4000
For the next \$3 billion	.3875
For net assets over \$5 billion	.3750

AVERAGE DAILY NET ASSETS (INCLUDING NET ASSETS ATTRIBUTABLE TO PREFERRED SHARES)	MARYLAND DIVIDEND ADVANTAGE (NFM) MARYLAND DIVIDEND ADVANTAGE 2 (NZR) MARYLAND DIVIDEND ADVANTAGE 3 (NWI) VIRGINIA DIVIDEND ADVANTAGE (NGB) VIRGINIA DIVIDEND ADVANTAGE 2 (NNB) FUND-LEVEL FEE RATE
For the first \$125 million	.4500%
For the next \$125 million	.4375
For the next \$250 million	.4250
For the next \$500 million	.4125
For the next \$1 billion	.4000
For net assets over \$2 billion	.3750

Notes to  
FINANCIAL STATEMENTS (Unaudited) (continued)

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

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

aggregate amount of total fund assets managed as stated in the table below. As of November 30, 2005, the complex-level fee rate was .1898%.

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

- (1) The complex-level fee component of the management fee for the funds is calculated based upon the aggregate Managed Assets ("Managed Assets" means the average daily net assets of each fund including assets attributable to all types of leverage used by the Nuveen funds) of Nuveen-sponsored funds in the U.S.
- (2) With respect to the complex-wide Managed Assets over \$91 billion, the fee rate or rates that will apply to such assets will be determined at a later date. In the unlikely event that complex-wide Managed Assets reach \$91 billion prior to a determination of the complex-level fee rate or rates to be applied to Managed Assets in excess of \$91 billion, the complex-level fee rate for such complex-wide Managed Assets shall be .1400% until such time as a different rate or rates is determined.

70

The management fee compensates the Adviser for overall investment advisory and administrative services and general Office facilities. The Funds pay no compensation directly to those of its 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 Trustees has adopted a deferred compensation plan for independent Trustees that enables 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 Maryland Dividend Advantage's (NFM) and Virginia Dividend Advantage's (NGB) operations, the Adviser has agreed to reimburse the Funds, 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 JANUARY 31,		YEAR ENDING JANUARY 31,	
2001*	.30%	2007	.25%
2002	.30	2008	.20
2003	.30	2009	.15
2004	.30	2010	.10
2005	.30	2011	.05
2006	.30		

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

\* From the commencement of operations.

The Adviser has not agreed to reimburse Maryland Dividend Advantage (NFM) and Virginia Dividend Advantage (NGB) for any portion of its fees and expenses beyond January 31, 2011.

For the first ten years of Maryland Dividend Advantage 2's (NZR) 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 SEPTEMBER 30,		YEAR ENDING SEPTEMBER 30,	
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 Maryland Dividend Advantage 2 (NZR) for any portion of its fees and expenses beyond September 30, 2011.

For the first eight years of Maryland Dividend Advantage 3's (NWI) 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 SEPTEMBER 30,		YEAR ENDING SEPTEMBER 30,	
2002*	.32%	2007	.32%
2003	.32	2008	.24
2004	.32	2009	.16
2005	.32	2010	.08
2006	.32		

\* From the commencement of operations.

The Adviser has not agreed to reimburse Maryland Dividend Advantage 3 (NWI) for any portion of its fees and expenses beyond September 30, 2010.

Notes to  
FINANCIAL STATEMENTS (Unaudited) (continued)

For the first ten years of Virginia Dividend Advantage 2's (NNB) operations, the Adviser has agreed to reimburse the Fund, as a percentage of average daily net assets (including net assets attributable to Preferred shares), for fees and expenses in the amounts and for the time periods set forth below:

YEAR ENDING NOVEMBER 30,		YEAR ENDING NOVEMBER 30,	
-----------------------------	--	-----------------------------	--

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

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 Virginia Dividend Advantage 2 (NNB) for any portion of its fees and expenses beyond November 30, 2011.

6. ANNOUNCEMENT REGARDING PARENT COMPANY OF ADVISER

In early April, 2005, The St. Paul Travelers Companies, Inc. ("St. Paul Travelers"), which owned 79% of Nuveen, (A) completed a public offering of a substantial portion of its equity stake in Nuveen, (B) sold Nuveen \$200 million of its Nuveen shares, (C) entered into an agreement with Nuveen to sell an additional \$400 million of its Nuveen shares on a "forward" basis with payment for and settlement of these shares delayed for several months, and (D) entered into agreements with two unaffiliated investment banking firms to sell an amount equal to most or all of its remaining Nuveen shares for current payment but for future settlement. Transactions (C) and (D) above were settled in late July, which effectively reduced St. Paul Travelers' controlling stake in Nuveen and was deemed an "assignment" (as defined in the 1940 Act) of the investment management agreements between the Funds and the Adviser, which resulted in the automatic termination of each agreement under the 1940 Act. In anticipation of such deemed assignment, the Board of Trustees had approved new ongoing investment management agreements for each Fund and the submission of those agreements for approval by each respective Fund's shareholders, which shareholder approval was received prior to the settlement of transactions (C) and (D). The new ongoing management agreements took effect upon such settlement.

72

7. SUBSEQUENT EVENT - DISTRIBUTIONS TO COMMON SHAREHOLDERS

The Funds declared Common share dividend distributions from their tax-exempt net investment income which were paid on December 30, 2005, to shareholders of record on December 15, 2005, as follows:

	MARYLAND PREMIUM INCOME (NMY)	MARYLAND DIVIDEND ADVANTAGE (NFM)	MARYLAND DIVIDEND ADVANTAGE 2 (NZR)	ADVANTAGE 3 (NGB)
Dividend per share	\$.0620	\$.0715	\$.0695	
Dividend per share		VIRGINIA PREMIUM INCOME (NPV)	VIRGINIA DIVIDEND ADVANTAGE (NGB)	
Dividend per share		\$.0655	\$.0720	

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

At the same time, the following Funds declared capital gains and/or ordinary income distributions as follows:

	MARYLAND PREMIUM INCOME (NMY)	MARYLAND DIVIDEND ADVANTAGE 2 (NZR)	VIRGINIA PREMIUM INCOME (NPV)	ADV
Capital gains distributions per share	.0245	.0275	.2431	
Ordinary income distributions per share*	.0069	.0001	--	

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

73

Financial  
HIGHLIGHTS (Unaudited)

Selected data for a Common share outstanding throughout each period:

	Investment Operations					
	Beginning Common Share Net Asset Value	Net Investment Income	Net Realized/ Unrealized Gain (Loss)	Distributions from Net Investment Income to Preferred Share- holders+	Distributions from Capital Gains to Preferred Share- holders+	Tota
MARYLAND PREMIUM INCOME (NMY)						
Year Ended 5/31:						
2006 (a)	\$15.12	\$ .45	\$ (.45)	\$ (.08)	\$ --	\$ (.0)
2005	14.28	.92	.92	(.10)	--	1.7
2004	15.10	.96	(.81)	(.06)	--	.0
2003	14.04	1.02	1.00	(.07)	--	1.9
2002	13.83	1.03	.14	(.13)	--	1.0
2001	12.83	1.03	1.01	(.25)	--	1.7
MARYLAND DIVIDEND ADVANTAGE (NFM)						
Year Ended 5/31:						
2006 (a)	15.13	.48	(.37)	(.08)	--	.0
2005	14.43	.98	.75	(.10)	--	1.6
2004	15.47	1.01	(1.07)	(.05)	--	(.1)
2003	14.18	1.04	1.18	(.08)	--	2.1
2002	13.90	1.04	.22	(.14)	--	1.1
2001 (b)	14.33	.22	(.25)	(.05)	--	(.0)



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

MARYLAND DIVIDEND  
ADVANTAGE 2 (NZR)

Year Ended 5/31:

2006 (a)	15.45	.47	(.40)	(.08)	--	(.0
2005	14.64	.94	.90	(.09)	--	1.7
2004	15.71	.96	(1.08)	(.06)	--	(.1
2003	14.01	.97	1.62	(.09)	--	2.5
2002 (c)	14.33	.57	(.22)	(.06)	--	.2

MARYLAND DIVIDEND  
ADVANTAGE 3 (NWI)

Year Ended 5/31:

2006 (a)	14.82	.43	(.37)	(.08)	--	(.0
2005	13.88	.86	.97	(.10)	--	1.7
2004	14.89	.87	(1.03)	(.06)	--	(.2
2003 (d)	14.33	.52	.75	(.05)	--	1.2

			Total Returns		
			-----		
	Offering Costs and Preferred Share Underwriting Discounts	Ending Common Share Net Asset Value	Ending Market Value	Based on Market Value**	Based on Common Share Net Asset Value**
=====					

MARYLAND PREMIUM  
INCOME (NMY)

Year Ended 5/31:

2006 (a)	\$ --	\$14.64	\$14.45	(6.01)%	(0.51)%
2005	--	15.12	15.78	15.64	12.52
2004	--	14.28	14.45	(10.77)	.64
2003	--	15.10	17.15	15.22	14.33
2002	--	14.04	15.73	4.77	7.71
2001	--	13.83	15.85	26.24	14.18

MARYLAND DIVIDEND  
ADVANTAGE (NFM)

Year Ended 5/31:

2006 (a)	--	14.73	14.77	(2.91)	0.19
2005	--	15.13	15.63	6.22	11.60
2004	--	14.43	15.62	2.99	(.69)
2003	.01	15.47	16.08	9.98	15.55
2002	--	14.18	15.44	1.98	8.21
2001 (b)	(.14)	13.90	15.99	8.02	(1.53)

MARYLAND DIVIDEND  
ADVANTAGE 2 (NZR)

Year Ended 5/31:

2006 (a)	--	15.01	15.72	4.80	(0.09)
2005	--	15.45	15.41	14.71	12.22
2004	--	14.64	14.28	(2.90)	(1.16)
2003	.01	15.71	15.60	12.71	18.39
2002 (c)	(.15)	14.01	14.61	.52	1.01

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

MARYLAND DIVIDEND  
ADVANTAGE 3 (NWI)

Year Ended 5/31:					
2006 (a)	--	14.44	13.98	(0.49)	(0.16)
2005	--	14.82	14.40	14.98	12.67
2004	--	13.88	13.24	(5.97)	(1.51)
2003 (d)	(.20)	14.89	14.90	2.53	7.31

Ratios/Supplemental Data

	Before Credit/Reimbursement		After Credit/Re	
	Ending Net Assets Applicable to Common Shares (000)	Ratio of Expenses to Average Net Assets Applicable to Common Shares++	Ratio of Net Investment Income to Average Net Assets Applicable to Common Shares++	Ratio of Expenses to Average Net Assets Applicable to Common Shares++

MARYLAND PREMIUM  
INCOME (NMY)

Year Ended 5/31:				
2006 (a)	\$155,477	1.23%*	5.97%*	1.22%*
2005	160,496	1.24	6.22	1.23
2004	151,107	1.24	6.54	1.23
2003	159,415	1.26	7.00	1.25
2002	147,795	1.32	7.33	1.31
2001	145,201	1.31	7.58	1.31

MARYLAND DIVIDEND  
ADVANTAGE (NFM)

Year Ended 5/31:				
2006 (a)	61,387	1.26*	5.92*	.79*
2005	63,051	1.26	6.11	.79
2004	60,041	1.24	6.34	.78
2003	64,338	1.26	6.54	.79
2002	58,925	1.35	6.81	.82
2001 (b)	57,740	1.17*	4.33*	.75*

MARYLAND DIVIDEND  
ADVANTAGE 2 (NZR)

Year Ended 5/31:				
2006 (a)	62,707	1.24*	5.67*	.78*
2005	64,500	1.23	5.74	.77
2004	61,064	1.24	5.90	.78
2003	65,490	1.26	6.07	.80
2002 (c)	58,370	1.22*	5.55*	.79*

MARYLAND DIVIDEND  
ADVANTAGE 3 (NWI)

Year Ended 5/31:				
2006 (a)	77,409	1.23*	5.34*	.73*

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

2005	79,443	1.23	5.40	.74
2004	74,369	1.22	5.59	.73
2003 (d)	79,700	1.18*	5.01*	.70*

Preferred Shares at End of Period

	Aggregate Amount Outstanding (000)	Liquidation and Market Value Per Share	Asset Coverage Per Share
--	---	---	--------------------------------

MARYLAND PREMIUM  
INCOME (NMY)

Year Ended 5/31:

2006 (a)	\$79,100	\$25,000	\$74,139
2005	79,100	25,000	75,726
2004	79,100	25,000	72,758
2003	79,100	25,000	75,384
2002	79,100	25,000	71,712
2001	79,100	25,000	70,891

MARYLAND DIVIDEND  
ADVANTAGE (NFM)

Year Ended 5/31:

2006 (a)	32,000	25,000	72,959
2005	32,000	25,000	74,259
2004	32,000	25,000	71,907
2003	32,000	25,000	75,264
2002	32,000	25,000	71,035
2001 (b)	32,000	25,000	70,109

MARYLAND DIVIDEND  
ADVANTAGE 2 (NZR)

Year Ended 5/31:

2006 (a)	32,000	25,000	73,990
2005	32,000	25,000	75,390
2004	32,000	25,000	72,706
2003	32,000	25,000	76,164
2002 (c)	32,000	25,000	70,601

MARYLAND DIVIDEND  
ADVANTAGE 3 (NWI)

Year Ended 5/31:

2006 (a)	39,000	25,000	74,621
2005	39,000	25,000	75,925
2004	39,000	25,000	72,672
2003 (d)	39,000	25,000	76,090

\* Annualized.

\*\* Total Investment Return on Market Value is the combination of changes in the market price per share and the effect of reinvested dividend income and reinvested capital gains distributions, if any, at the average price paid per share at the time of reinvestment. Total Return on Common Share Net Asset Value is the combination of changes in Common share net asset value, reinvested dividend income at net asset value and reinvested capital gains

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

- distributions at net asset value, if any. Total returns are not annualized.
- \*\*\* After custodian fee credit and expense reimbursement, where applicable.
- + The amounts shown are based on Common share equivalents.
- ++ Ratios do not reflect the effect of dividend payments to Preferred shareholders; income ratios reflect income earned on assets attributable to Preferred shares.
- (a) For the six months ended November 30, 2005.
- (b) For the period January 23, 2001 (commencement of operations) through May 31, 2001.
- (c) For the period September 25, 2001 (commencement of operations) through May 31, 2002.
- (d) For the period September 25, 2002 (commencement of operations) through May 31, 2003.

See accompanying notes to financial statements.

74-75 SPREAD

FINANCIAL HIGHLIGHTS (Unaudited) (continued)

Selected data for a Common share outstanding throughout each period:

	Investment Operations						Total
	Beginning Common Share Net Asset Value	Net Investment Income	Realized/ Unrealized Gain (Loss)	Distributions from Net Investment Income to Preferred Share- holders+	Distributions from Capital Gains to Preferred Share- holders+		
VIRGINIA PREMIUM INCOME (NPV)							
-----							
Year Ended 5/31:							
2006 (a)	\$15.82	\$.45	\$ (.47)	\$ (.07)	\$ --	\$ (.00)	
2005	14.95	.93	.93	(.09)	--	1.77	
2004	15.93	.97	(.99)	(.05)	--	(.00)	
2003	14.69	1.00	1.21	(.07)	--	2.14	
2002	14.59	1.04	.03	(.11)	--	.97	
2001	13.36	1.08	1.21	(.25)	--	2.04	
VIRGINIA DIVIDEND ADVANTAGE (NGB)							
-----							
Year Ended 5/31:							
2006 (a)	15.52	.49	(.39)	(.07)	--	.00	
2005	14.42	.99	1.13	(.09)	--	2.00	
2004	15.43	1.02	(1.05)	(.05)	--	(.00)	
2003	14.23	1.02	1.10	(.07)	--	2.00	
2002	13.87	1.02	.32	(.13)	--	1.22	
2001 (b)	14.33	.24	(.28)	(.05)	--	(.00)	
VIRGINIA DIVIDEND ADVANTAGE 2 (NNB)							
-----							
Year Ended 5/31:							
2006 (a)	15.70	.47	(.40)	(.08)	--	(.00)	

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

2005	14.79	.96	1.13	(.09)	(.01)	1.9
2004	16.02	.99	(1.22)	(.06)	--	(.2
2003	14.31	.97	1.69	(.08)	--	2.5
2002 (c)	14.33	.41	.09	(.04)	--	.4

			Total Returns		
	Offering Costs and Preferred Share Underwriting Discounts	Ending Common Share Net Asset Value	Ending Market Value	Based on Market Value**	Based on Common Share Net Asset Value**

VIRGINIA PREMIUM  
INCOME (NPV)

Year Ended 5/31:

2006(a)	\$ --	\$15.32	\$16.10	(6.55)%	(0.56)%
2005	--	15.82	17.65	24.54	12.13
2004	--	14.95	14.95	(10.70)	(.42)
2003	--	15.93	17.67	15.27	14.99
2002	--	14.69	16.17	6.64	6.71
2001	--	14.59	16.00	18.45	15.53

VIRGINIA DIVIDEND  
ADVANTAGE (NGB)

Year Ended 5/31:

2006(a)	--	15.11	15.48	(6.53)	0.20
2005	--	15.52	16.99	19.11	14.46
2004	--	14.42	15.07	(8.11)	(.50)
2003	.01	15.43	17.35	21.45	14.92
2002	--	14.23	15.09	5.10	8.89
2001 (b)	(.16)	13.87	15.18	2.61	(1.73)

VIRGINIA DIVIDEND  
ADVANTAGE 2 (NNB)

Year Ended 5/31:

2006(a)	--	15.26	15.97	(2.14)	(0.08)
2005	--	15.70	16.74	21.96	13.75
2004	--	14.79	14.65	(3.81)	(1.84)
2003	--	16.02	16.14	14.58	18.51
2002 (c)	(.13)	14.31	14.90	1.71	2.30

Ratios/Supplemental Data

	Before Credit/Reimbursement		After Credit/Reimbursement	
	Ratio of Expenses to Average Net Assets Applicable to Common Shares (000)	Ratio of Net Investment Income to Average Net Assets Applicable to Common Shares**	Ratio of Expenses to Average Net Assets Applicable to Common Shares**	Ratio of Investment Income to Average Net Assets Applicable to Common Shares**

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

VIRGINIA PREMIUM  
INCOME (NPV)

Year Ended 5/31:				
2006 (a)	\$136,113	1.20%*	5.68%*	1.18%*
2005	140,340	1.20	5.98	1.19
2004	132,122	1.20	6.33	1.19
2003	140,223	1.25	6.61	1.24
2002	128,655	1.28	7.01	1.27
2001	127,145	1.23	7.51	1.21

VIRGINIA DIVIDEND  
ADVANTAGE (NGB)

Year Ended 5/31:				
2006 (a)	47,222	1.27*	5.84*	.80*
2005	48,474	1.28	6.13	.81
2004	44,988	1.24	6.39	.77
2003	48,102	1.28	6.45	.81
2002	44,308	1.37	6.68	.84
2001 (b)	43,155	1.27*	4.76*	.80*

VIRGINIA DIVIDEND  
ADVANTAGE 2 (NNB)

Year Ended 5/31:				
2006 (a)	87,169	1.20*	5.63*	.74*
2005	89,626	1.19	5.74	.74
2004	84,248	1.20	5.99	.74
2003	91,065	1.21	6.01	.75
2002 (c)	81,325	1.14*	5.00*	.70*

Preferred Shares at End of Period

Aggregate Amount Outstanding (000)	Liquidation and Market Value Per Share	Asset Coverage Per Share
---	---	--------------------------------

VIRGINIA PREMIUM  
INCOME (NPV)

Year Ended 5/31:			
2006 (a)	\$63,800	\$25,000	\$78,336
2005	63,800	25,000	79,992
2004	63,800	25,000	76,772
2003	63,800	25,000	79,946
2002	63,800	25,000	75,413
2001	63,800	25,000	74,822

VIRGINIA DIVIDEND  
ADVANTAGE (NGB)

Year Ended 5/31:			
2006 (a)	24,000	25,000	74,190
2005	24,000	25,000	75,493
2004	24,000	25,000	71,863
2003	24,000	25,000	75,106

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

2002	24,000	25,000	71,154
2001 (b)	24,000	25,000	69,953

VIRGINIA DIVIDEND  
ADVANTAGE 2 (NNB)

-----  
Year Ended 5/31:

2006(a)	42,000	25,000	76,886
2005	42,000	25,000	78,349
2004	42,000	25,000	75,148
2003	42,000	25,000	79,206
2002 (c)	42,000	25,000	73,408

=====

\* Annualized.

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

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

+ The amounts shown are based on Common share equivalents.

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

(a) For the six months ended November 30, 2005.

(b) For the period January 26, 2001 (commencement of operations) through May 31, 2001.

(c) For the period November 15, 2001 (commencement of operations) through May 31, 2002.

See accompanying notes to financial statements.

76-77 SPREAD

Reinvest Automatically  
EASILY AND CONVENIENTLY

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

NUVEEN 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

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.

#### Other Useful INFORMATION

In April, 2005, The St. Paul Travelers Companies, Inc. ("St. Paul Travelers") sold the majority of its controlling equity interest in Nuveen Investments, Inc. ("Nuveen") to the general public. Nuveen is the parent of Nuveen Asset Management ("NAM"), which is each Fund's investment manager. This sale was deemed to be an "assignment" of the investment management agreement between each Fund and NAM and, if applicable, of the sub-advisory agreement between NAM and



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

the Fund's sub-adviser. As required by law, the shareholders of each Fund were asked to approve a new investment management agreement and, if applicable, a new subadvisory agreement that reflected this change in ownership. The shareholders of each Fund voted this approval at a Shareholders' Meeting on July 26, 2005. There were no changes to the investment objectives or management of any Fund as a result of these actions.

### 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.

### CEO CERTIFICATION DISCLOSURE

Each Fund's Chief Executive Officer has submitted to the New York Stock Exchange the annual CEO certification as required by Section 303A.12(a) of the NYSE Listed Company Manual.

Each Fund has filed with the Securities and Exchange Commission the certification of its Chief Executive Officer and Chief Financial Officer required by Section 302 of the Sarbanes-Oxley Act.

### GLOSSARY OF TERMS USED IN THIS REPORT

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

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

**LEVERAGE-ADJUSTED DURATION:** Duration is a measure of the 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. Leverage-adjusted duration takes into account the leveraging process for a Fund and therefore is longer than the duration of the Fund's portfolio of bonds.

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

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

**TAXABLE-EQUIVALENT YIELD:** The yield necessary from a fully taxable investment to

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

equal, on an after-tax basis, the yield of a municipal bond investment.

### BOARD OF 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

### 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.

79

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 \$130 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 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.

Learn more  
about Nuveen Funds at  
[WWW.NUVEEN.COM/ETF](http://WWW.NUVEEN.COM/ETF)

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

Logo: NUVEEN Investments

ESA-A-1105D

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.

See Portfolio of Investments in Item 1.

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

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

Not applicable to this filing.

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

Not applicable at this time.

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

Not applicable.

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

There have been no material changes to the procedures by which shareholders may recommend nominees to the registrant's Board implemented after the registrant last provided disclosure in response to this Item.

### 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)).
- (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

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

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 Maryland Dividend Advantage Municipal Fund 3  
-----

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

Jessica R. Droeger  
Vice President and Secretary

Date: February 3, 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.

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

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

Date: February 3, 2006  
-----

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

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

Date: February 3, 2006  
-----

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