

NUVEEN QUALITY PREFERRED INCOME FUND 2
Form N-Q
November 29, 2004

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, DC 20549**

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED MANAGEMENT INVESTMENT COMPANY

Investment Company Act file number 811-21137

Nuveen Quality Preferred Income Fund 2

(Exact name of registrant as specified in charter)

333 West Wacker Drive, Chicago, Illinois, 60606

Address of principal executive offices) (Zip code)

Jessica R. Droeger Vice President and Secretary

333 West Wacker Drive, Chicago, Illinois, 60606

(Name and address of agent for service)

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

Date of fiscal year end: 12/31

Date of reporting period: 09/30/04

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

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

Item 1. Schedule of Investments

Portfolio of Investments (Unaudited)
Nuveen Quality Preferred Income Fund 2 (JPS)
September 30, 2004

Ratings*

Market

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Shares	Description ⁽¹⁾	Coupon	Moody's	S&P	Value
\$25 PAR (or similar) SECURITIES - 63.9% (45.1% of Total Investments)					
Auto Components - 1.3%					
916,800	Delphi Trust I	8.250%	Baa3	NR	\$ 23,690,112
Automobiles - 0.1%					
20,000	DaimlerChrysler Corp. (PPLUS)	7.250%	A3	BBB	517,500
14,500	Ford Motor Company (SATURNS)	8.125%	Baa1	BBB-	379,175
38,000	Ford Motor Company, Series F (CORTS)	8.000%	Baa1	BBB-	995,980
Beverages - 0.1%					
106,100	Grand Metropolitan Delaware LP	9.420%	NR	BBB+	2,716,160
Chemicals - 0.2%					
68,000	Federal Home Loan Mortgage Corporation (a)	5.100%	Aa3	AA-	2,979,760
Commercial Banks - 12.9%					
152,060	ASBC Capital I	7.625%	Baa1	BBB-	4,075,208
135,900	BAC Capital Trust I	7.000%	Aa3	A-	3,561,939
168,500	BAC Capital Trust II	7.000%	Aa3	A-	4,448,400
218,300	BAC Capital Trust III	7.000%	Aa3	A-	5,778,401
680,000	Banco Santander SA, 144A	6.410%	A2	BBB+	16,764,720
44,100	Banco Totta & Acores Finance, Series A	8.875%	A3	NR	1,178,299
81,600	BancWest Capital I	9.500%	A3	A-	2,219,520
621,000	Banesto Holdings, Series A, 144A	10.500%	A2	NR	19,522,688
9,400	Bank One Capital I	8.000%	A1	A-	238,572
85,800	Bank One Capital II	8.500%	A1	A-	2,266,836
198,500	Bank One Capital Trust VI	7.200%	A1	A-	5,280,100
47,400	Bank One Capital V	8.000%	A1	A-	1,263,210
57,300	BankNorth Capital Trust II	8.000%	Baa1	BB+	1,535,640
42,900	BBVA Preferred Capital Ltd., Series B	7.750%	A1	A-	1,130,415
340,500	BCH Capital Ltd., Series B	9.430%	A2	BBB+	9,016,440
19,300	BNY Capital Trust IV, Series E	6.875%	A1	A-	487,325
46,200	BNY Capital Trust V, Series F	5.950%	A1	A-	1,137,444
446,100	BSCH Finance Ltd., Series Q	8.625%	A2	BBB+	11,777,040
73,800	Chase Capital Trust VIII, Series H	8.300%	A1	A-	1,944,630
105,000	Chittenden Capital Trust I	8.000%	Baa1	BB+	2,826,600
33,200	CIT Group Incorporated (CORTS)	7.750%	A3	BBB+	899,388
1,800	Citigroup Capital Trust IX	6.000%	Aa2	A	44,640
32,300	Citigroup Capital Trust VI	6.875%	Aa2	A	815,898
258,800	Citigroup Capital Trust VII	7.125%	Aa2	A	6,824,556
415,000	Citigroup Capital Trust VIII	6.950%	Aa2	A	10,868,850
36,900	Citigroup Inc., Series H (a)	6.231%	Aa3	NR	2,027,655
225,500	Cobank ABC, 144A (a)	7.000%	NR	NR	12,369,126
239,700	Comerica Capital Trust I	7.600%	A3	BBB+	6,246,582
380,125	Compass Capital Trust III	7.350%	A3	BBB-	10,088,518
24,300	CSFB USA, Series 2002-10 (SATURNS)	7.000%	Aa3	A+	643,464
85,800	Fannie Mae (a)	5.125%	Aa3	NR	3,852,420
63,300	First Union Capital II, Series II (CORTS)	7.500%	A1	BBB+	1,671,753
31,300	First Union Institutional Capital II (CORTS)	8.200%	A1	BBB+	892,050
128,300	Fleet Capital Trust VI	8.800%	Aa3	A-	3,348,630
16,800	Harris Preferred Capital Corporation, Series A	7.375%	A1	A	423,864
88,300	JPM Capital Trust (CORTS)	7.200%	A2	A-	2,321,407
10,600	JPM Capital Trust I, Series 2001-1, Class A-1 (CORTS)	7.850%	A1	NR	281,854
221,100	JPMorgan Chase Capital Trust IX, Series I	7.500%	A1	A-	5,859,150
120,500	JPMorgan Chase Capital Trust X	7.000%	A1	NR	3,161,920
49,600	JPMorgan Chase Trust, Series 2002-6, Class A (SATURNS)	7.125%	A1	A-	1,301,752
34,400	KeyCorp (PCARS)	7.500%	A3	NR	927,768
30,400	KeyCorp, Series 2001-7 (CORTS)	7.750%	A3	BBB	803,168
91,300	KeyCorp, Series B (CORTS)	8.250%	A3	BBB	2,437,710
239,800	National Commerce Capital Trust II	7.700%	A1	A-	6,417,048
112,200	National Westminster Bank plc, Series A	7.875%	Aa2	A+	2,883,540
38,100	Regions Finance Trust I	8.000%	A2	BBB+	1,017,270
139,600	SunTrust Capital Trust IV	7.125%	A1	A-	3,665,896
108,300	SunTrust Capital Trust V	7.050%	A1	A-	2,829,879

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658,100	USB Capital Trust III	7.750%	A1	A-	17,472,555
225,400	USB Capital Trust IV	7.350%	A1	A-	5,966,338
95,900	USB Capital Trust V	7.250%	A1	A-	2,515,457
90,800	VNB Capital Trust I	7.750%	Baa1	BBB	2,413,464
41,400	Washington Mutual Capital Trust I, Series 2001-22, Class A-1 (CORTS)	7.650%	Baa1	BBB	1,092,132
10,200	Well Fargo Capital Trust IX	5.625%	Aa2	A	238,782
16,700	Wells Fargo Capital Trust IV	7.000%	Aa2	A	441,047
182,200	Wells Fargo Capital Trust V	7.000%	Aa2	A	4,751,776
25,700	Wells Fargo Capital Trust VI	6.950%	Aa2	A-	672,569
539,200	Zions Capital Trust B	8.000%	Baa1	BB+	14,677,024
Consumer Finance - 1.7%					
528,700	Household Capital Trust V, Series X	10.000%	A3	BBB+	13,931,245
620,196	Household Capital Trust VI	8.250%	A3	BBB+	16,751,494
61,200	Household Capital Trust VII	7.500%	A3	BBB+	1,639,548
Diversified Financial Services - 6.0%					
101,400	Bear Stearns Capital Trust III	7.800%	A2	BBB	2,706,366
40,490	Citigroup Inc., Series M (a)	5.864%	Aa3	A	2,105,480
1,043,000	Countrywide Capital Trust IV	6.750%	Baa1	BBB+	26,314,890
80,000	Federal Home Loan Mortgage Corporation (a)	5.000%	Aa3	AA-	3,496,000
300,000	General Electric Capital Corporation	6.100%	Aaa	NR	7,620,000
199,700	General Electric Capital Corporation	6.625%	Aaa	AAA	5,254,107
360,600	Household Finance Corporation	6.875%	A1	A	9,483,780
11,000	JPMorgan Chase Capital Trust XI	5.875%	A1	A-	262,020
5,000	JPMorgan Chase Capital Trust XII	6.250%	A1	A-	125,550
278,100	Lehman Brothers Holdings Capital Trust III, Series K	6.375%	A2	BBB+	6,952,500
102,900	Lehman Brothers Holdings Capital Trust IV, Series L	6.375%	A2	BBB+	2,582,790
37,300	Lehman Brothers Holdings Capital Trust V, Series M	6.000%	A2	BBB+	894,827
42,000	Lehman Brothers Holdings Inc., Series C (a)	5.940%	NR	BBB+	2,140,950
156,200	Merrill Lynch Capital Trust	7.000%	A1	A-	4,100,250
117,500	Merrill Lynch Capital Trust II	8.000%	A1	A-	3,217,150
103,500	Merrill Lynch Preferred Capital Trust	7.750%	A1	A-	2,783,115
80,800	Merrill Lynch Preferred Capital Trust IV	7.120%	A1	A-	2,142,008
135,200	Merrill Lynch Preferred Capital Trust V	7.280%	A1	A-	3,650,400
47,700	Morgan Stanley (PPLUS)	7.050%	Aa3	A+	1,222,074
161,408	Morgan Stanley Capital Trust II	7.250%	A1	A-	4,241,802
457,500	Morgan Stanley Capital Trust III	6.250%	A1	A-	11,359,725
380,000	Morgan Stanley Capital Trust IV	6.250%	A1	A-	9,378,400
18,600	Morgan Stanley Capital Trust V	5.750%	A1	NR	437,100
Diversified Telecommunication Services - 0.2%					
12,400	BellSouth Corporation	7.125%	NR	A	325,872
10,100	BellSouth Inc. (CORTS)	7.000%	Aa3	NR	265,832
9,100	BellSouth Telecommunications (PPLUS)	7.300%	Aa3	A	242,515
31,800	SBC Communications Inc.	7.000%	A1	A	828,072
28,400	Verizon Communications (CORTS)	7.625%	A2	A+	773,900
62,200	Verizon Global Funding Corporation (SATURNS)	7.500%	A2	A+	1,671,625
4,000	Verizon South Inc., Series F	7.000%	A1	A+	104,520
Electric Utilities - 4.6%					
189,500	Alabama Power Company (a)	5.830%	Baa1	BBB+	4,718,550
17,200	Consolidated Edison Company of New York Inc.	7.500%	A1	A	456,316
1,000	Detroit Edison Company	7.540%	Baa2	BBB-	25,430
9,500	Detroit Edison Company	7.625%	Baa2	BBB-	241,300
92,500	Dominion CNG Capital Trust I	7.800%	Baa1	BBB-	2,474,375
46,200	Dominion Resources Capital Trust II	8.400%	Baa2	NR	1,244,628
27,400	DTE Energy Trust I	7.800%	Baa3	BBB-	728,018
5,500	Entergy Arkansas Inc.	6.700%	Aaa	AAA	146,685
49,000	Entergy Louisiana Inc.	7.600%	Baa1	A-	1,309,280
1,298,000	Entergy Mississippi Inc.	7.250%	Baa2	A-	34,526,800
3,000	Georgia Power Capital Trust V	7.125%	A3	BBB+	79,020
942,120	Interstate Power & Light Company, Series B (a)	8.375%	Baa3	NR	30,289,158
41,000	OGE Energy Capital Trust I	8.375%	Baa2	BBB-	1,045,500
51,000	Public Service Company of Oklahoma, Series B	6.000%	Aaa	AAA	1,287,750
56,700	Tennessee Valley Authority, Series D	6.750%	Aaa	NR	1,419,768
254,000	Virginia Power Capital Trust	7.375%	Baa1	BBB	6,832,600

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Food Products - 0.7%					
125,000	Dairy Farmers of America Inc., 144A (a)	7.875%	Baa3	NR	13,000,000
Gas Utilities - 0.3%					
51,700	AGL Capital Trust II	8.000%	Baa2	BBB	1,373,669
151,900	TransCanada Pipeline	8.250%	A3	BBB	3,926,615
Healthcare Providers & Services - 0.1%					
53,700	Aetna Incorporated	8.500%	Baa2	BBB	1,445,067
Industrial Conglomerates - 0.0%					
16,000	Philadelphia Authority for Industrial Development, Pennsylvania, Pension Funding Bonds, Series 1999C	6.550%	NR	AAA	401,600
Insurance - 16.7%					
972,600	Ace Ltd., Series C	7.800%	Baa2	BBB-	26,162,940
30,500	AMBAC Financial Group Inc.	5.950%	Aa2	AA	750,910
33,900	American General Capital III	8.050%	Aa1	AA	906,825
472,557	Delphi Financial Group Inc.	8.000%	Ba1	BBB	12,527,486
20,000	EverestRe Capital Trust II	6.200%	Baa1	BBB	469,400
2,827,000	EverestRe Group Limited	7.850%	Baa1	BBB	77,459,800
43,400	Financial Security Assurance Holdings	6.875%	Aa2	AA	1,129,702
693,000	Financial Security Assurance Holdings	6.250%	Aa2	AA	17,519,040
25,900	Great-West L&A Capital Trust I, Series A	7.250%	A3	A-	651,385
258,000	Hartford Capital Trust III, Series C	7.450%	Baa1	BBB	6,731,220
62,700	Hartford Life Capital Trust II, Series B	7.625%	Baa1	BBB	1,653,399
63,600	ING Capital Funding Trust II	9.200%	A2	A-	1,695,576
5,000	ING Groep NV	6.200%	A2	A-	122,650
1,406,955	ING Group NV	7.050%	NA	A-	36,763,734
1,476,400	ING Group NV	7.200%	A2	A-	39,272,240
78,300	Lincoln National Capital Trust V, Series E	7.650%	Baa1	BBB	2,074,950
34,100	Lincoln National Capital Trust VI	6.750%	Baa1	BBB	895,125
22,200	MBIA Inc.	8.000%	Aa2	AA	592,962
7,500	Metlife Inc.	5.875%	A2	A	181,500
233,681	PartnerRe Limited	7.900%	A3	BBB+	6,286,019
449,720	PartnerRe Limited, Series C	6.750%	Baa1	NR	11,436,380
104,200	PLC Capital Trust III	7.500%	Baa1	BBB+	2,736,292
440,940	PLC Capital Trust IV	7.250%	Baa1	BBB+	11,636,407
10,200	PLC Capital Trust V	6.125%	Baa1	BBB+	247,758
143,000	Prudential plc	6.750%	Baa1	A	3,636,490
304,360	RenaissanceRe Holdings Ltd., Series A	8.100%	NR	NR	8,175,110
138,400	RenaissanceRe Holdings Ltd., Series B	7.300%	Baa2	NR	3,660,680
5,400	RenaissanceRe Holdings Ltd., Series C	6.080%	Baa2	BBB+	127,332
12,100	Safeco Capital Trust I (CORTS)	8.750%	Baa2	BBB-	363,000
78,900	Safeco Capital Trust I (CORTS)	8.700%	Baa2	BBB-	2,116,098
59,700	Safeco Capital Trust I, Series 2001-4 (CORTS)	8.750%	Baa2	BBB-	1,596,975
1,200	Safeco Corporation, Series 2002-5 (SATURNS)	8.250%	Baa2	BBB-	32,160
63,200	Torchmark Capital Trust I	7.750%	Baa1	A-	1,701,344
17,900	W.R. Berkley (CORTS)	8.250%	NR	BBB-	489,923
558,900	XL Capital Ltd., Series A	8.000%	A3	NR	15,269,148
537,617	XL Capital Ltd., Series B	7.625%	A3	NR	14,542,540
IT Services - 0.0%					
1,700	Vertex Industries Inc. (PPLUS)	7.625%	A2	A+	45,730
Media - 0.1%					
78,000	Viacom Inc.	7.300%	A3	A-	2,043,600
Multi-Utilities & Unregulated Power - 0.2%					
111,100	Energy East Capital Trust I	8.250%	Baa3	BBB-	2,965,259
Oil & Gas - 1.0%					
697,011	Nexen Inc.	7.350%	Baa3	BBB-	18,672,925

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Pharmaceuticals - 0.1%					
14,500	Bristol Myers Squibb Company (CORTS)	6.250%	A1	NR	369,025
87,800	Rhone-Poulenc Overseas, Series A	8.125%	A3	BBB	2,248,558
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Real Estate - 15.4%					
97,800	AvalonBay Communities, Inc., Series H	8.700%	Baa2	BBB	2,748,180
13,300	BRE Properties, Series B	8.080%	Baa3	BBB-	351,120
39,200	BRE Properties, Series C	6.750%	Baa3	BBB-	969,024
1,002,995	CarrAmerica Realty Corporation, Series E	7.500%	Baa3	BBB-	26,639,547
103,200	Developers Diversified Realty Corporation, Series F	8.600%	Ba1	BBB-	2,765,760
279,800	Developers Diversified Realty Corporation, Series G	8.000%	NR	BBB-	7,383,922
115,000	Developers Diversified Realty Corporation, Series H	7.375%	NR	BBB-	2,933,650
200,650	Duke-Weeks Realty Corporation, Series B	7.990%	Baa2	NR	10,954,246
38,600	Duke-Weeks Realty Corporation, Series I	8.450%	Baa2	BBB	1,019,426
323,900	Equity Office Properties Trust, Series G	7.750%	Baa3	BBB	8,657,847
88,800	Equity Residential Properties Trust	9.125%	Baa2	NR	2,349,648
40,000	Equity Residential Properties Trust, Series C	9.125%	Baa2	NR	1,094,400
63,250	Equity Residential Properties Trust, Series D	8.600%	Baa2	NR	1,745,068
1,000	Equity Residential Properties Trust, Series N	6.480%	NR	BBB	24,750
18,600	First Industrial Realty Trust, Inc., Series C	8.625%	Baa3	NR	524,148
25,918	Gables Residential Trust, Series D	7.500%	Baa3	BBB-	675,164
219,600	HRPT Properties Trust, Series A	9.875%	Baa3	BBB-	5,990,688
1,542,125	HRPT Properties Trust, Series B	8.750%	Baa3	BBB-	42,053,749
153,000	Kimco Realty Corporation, Series F	6.650%	Baa2	BBB+	3,978,000
147,350	New Plan Excel Realty Trust, Series D	7.800%	Baa3	NR	7,537,881
768,000	New Plan Excel Realty Trust, Series E	7.625%	NR	BBB-	19,952,640
91,728	Prologis Trust, Series G	6.750%	NR	BBB	2,283,110
107,600	PS Business Park Inc., Series I	6.875%	Ba1	BBB-	2,555,500
148,970	PS Business Parks Inc.	7.000%	Ba1	BBB-	3,649,765
400,000	PS Business Parks Inc., Series L	7.600%	Ba1	BBB-	10,204,000
5,000	Public Storage Inc.	6.125%	Baa2	BBB+	118,250
13,000	Public Storage Inc., Series F	9.750%	Baa2	BBB+	339,560
63,700	Public Storage Inc., Series Q	8.600%	Baa2	NR	1,699,516
215,395	Public Storage Inc., Series R	8.000%	Baa2	BBB+	5,690,736
39,600	Public Storage Inc., Series S	7.875%	Baa2	BBB+	1,045,044
91,365	Public Storage Inc., Series T	7.625%	Baa2	BBB+	2,379,145
94,900	Public Storage Inc., Series U	7.625%	Baa2	BBB+	2,491,125
142,300	Public Storage Inc., Series V	7.500%	Baa2	NR	3,770,950
32,900	Public Storage Inc., Series Z	6.250%	Baa2	NR	792,232
300,000	Regency Centers Corporation	7.450%	Baa3	BBB-	7,929,000
135,600	Regency Centers Corporation	7.250%	Baa3	BBB-	3,464,580
34,500	Simon Property Group, Inc., Series F	8.750%	Baa2	BBB-	931,155
326,041	Simon Property Group, Inc., Series G	7.890%	Baa2	BBB	17,319,298
40,700	Vornado Realty Trust, Series C	8.500%	Ba1	BBB-	1,048,025
2,461,900	Wachovia Preferred Funding Corporation	7.250%	A2	BBB+	68,071,535
156,000	Weingarten Realty Trust, Series E	6.950%	Baa1	A-	4,009,200
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Specialty Retail - 0.0%					
19,600	Sherwin Williams Company, Series III (CORTS)	7.250%	A2	A	516,460
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Wireless Telecommunication Services - 2.2%					
157,500	Telephone and Data Systems Inc.	7.600%	Baa1	A-	4,146,975
1,317,400	United States Cellular Corporation	8.750%	Baa1	NR	36,900,374
6,400	Verizon Communications (CORTS)	7.375%	NR	A+	171,456
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Total \$25 Par (or similar) Securities (cost \$1,139,416,880)					1,198,712,496
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CONVERTIBLE PREFERRED SECURITIES - 7.1% (5.0% of Total Investments)					
Diversified Financial Services - 0.4%					
210,000	Citigroup Global Markets	2.000%	Aa1	NR	8,407,350
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Diversified Telecommunication Services - 1.5%					
546,000	Alltel Corporation	7.750%	A2	NR	28,260,960
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Electric Utilities - 3.3%					

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357,900	Ameren Corporation	9.750%	A3	BBB+	9,827,934
22,100	American Electric Power				