

NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC
Form N-30D
October 03, 2002

ANNUAL REPORT July 31, 2002

Nuveen
Municipal Closed-End
Exchange-Traded
Funds

ARIZONA
NAZ
NFZ
NKR

MICHIGAN
NUM
NMP
NZW

OHIO
NUO
NXI
NBJ
NVJ

TEXAS
NTX

photo: woman and girl

photo: horse, man & elder man

Dependable,
tax-free income
because
it's not what you earn,
it's what you keep. (R)

artwork: water with pool
The Nuveen Investor
See page 17

artwork: Nuveen Investments

RECEIVE YOUR
NUVEEN
FUND
UPDATES
FASTER
THAN EVER!

By registering for online access, you can view and save on your computer the Fund information you currently receive in the mail. This information then can be retrieved any time, and you can select only the specific pages you want to view or print.

Once you sign up, you'll receive an e-mail notice the moment Fund reports are

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

ready. This notice will contain a link to the report - all you have to do is click on the internet address provided. You'll be saving time, as well as saving printing and distribution expenses for your Fund.

Registering for electronic access is easy and only takes a few minutes. (see instructions at right)

Your e-mail address is strictly confidential and will not be used for anything other than notifications of shareholder information.

And if you decide you don't like receiving your reports electronically, it's a simple process to go back to regular mail delivery.

Logo: NUVEEN Investments

SIGN UP TODAY -- HERE'S ALL YOU NEED TO DO...

IF YOUR NUVEEN FUND
DIVIDENDS AND STATEMENTS

COME FROM YOUR
FINANCIAL ADVISOR OR
BROKERAGE ACCOUNT,
FOLLOW THE STEPS
OUTLINED BELOW:

- 1 GO to WWW.INVESTORDELIVERY.COM
- 2 Look at the address sheet that accompanied this report. Enter the personal 13-CHARACTER ENROLLMENT NUMBER imprinted near your name on the address sheet.
- 3 You'll be taken to a page with several options. Select the NEW ENROLLMENT-CREATE screen. Once there, enter your e-mail address (e.g. yourID@providerID.com), and a personal, 4-digit PIN of your choice. (Pick a number that's easy to remember.)
- 4 Click Submit. Confirm the information you just entered is correct, then click Submit again.
- 5 You should get a confirmation e-mail within 24 hours. If you do not, go back through these steps to make sure all the information is correct.
- 6 Use this same process if you need to change your registration information or cancel internet viewing.

IF YOUR NUVEEN FUND
DIVIDENDS AND STATEMENTS
COME DIRECTLY TO
YOU FROM NUVEEN,
FOLLOW THE STEPS
OUTLINED BELOW:

- 1 Go to WWW.NUVEEN.COM

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

- 2 Select the Access Account tab. Select the E-REPORT ENROLLMENT section. Click on Enrollment Page.
- 3 You'll be taken to a screen that asks for your Social Security number and e-mail address. Fill in this information, then click Enroll.
- 4 You should get a confirmation e-mail within 24 hours. If you do not, go back through these steps to make sure all the information is correct.
- 5 Use this same process if you need to change your registration information or cancel internet viewing.

Dear

Shareholder

photo of: Timothy R. Schwertfeger

Timothy R. Schwertfeger
Chairman of the Board

sidebar:

" I urge you to consider receiving future Fund reports and other information electronically ...see the inside front cover of this report for detailed instructions."

end sidebar

I am pleased to report that during the period covered by this report, your Fund continued to meet its primary objective of providing attractive tax-free monthly income, while at the same time offering opportunities to reduce overall portfolio volatility. Detailed information on your Fund's performance can be found in the Portfolio Managers' Comments and Performance Overview sections of this report. I urge you to take the time to read them.

I also urge you to consider receiving future Fund reports and other information electronically via the Internet and e-mail rather than in hard copy. Not only will you be able to receive the information faster, but this also may help lower Fund expenses. Sign up is quick and easy - see the inside front cover of this report for detailed instructions.

In addition to providing you with tax-free income, your Nuveen Fund also features several characteristics that can help make it an essential part of your overall investment strategy. These include careful research, constant surveillance and judicious trading by Nuveen's seasoned portfolio management team, with every action designed to supplement income, improve portfolio structure, better adapt to current market conditions or increase diversification. In uncertain markets like these, prudent investors understand the importance of diversification, balance, and risk management, all attributes your Nuveen Fund can bring to your portfolio.

For more than 100 years, Nuveen has specialized in offering quality investments such as these Nuveen Funds to those seeking to accumulate and preserve wealth. Our mission continues to be to assist you and your financial advisor by offering the investment services and products that can help you meet your financial objectives. We thank you for continuing to choose Nuveen Investments as a partner as you work toward that goal.

Sincerely,

/s/ Timothy R. Schwertfeger

Timothy R. Schwertfeger
Chairman of the Board

September 16, 2002

1

Nuveen Municipal Closed-End Exchange-Traded Funds
(NAZ, NFZ, NKR, NUM, NMP, NZW, NUO, NXI, NBJ, NVJ, NTX)

Portfolio Managers'
Comments

Portfolio managers Tom Futrell and Rick Huber discuss economic and market conditions, key strategies, and recent Fund performance. With 19 years of investment experience, Tom assumed investment management responsibility for the Nuveen Arizona, Michigan and Texas Funds in March 2002. Rick, who has 17 years of investment experience, has managed NUO and NXI since March 2001 and added NBJ and NVJ upon their inceptions in September 2001 and March 2002, respectively.

WHAT WERE THE MAJOR DRIVERS OF THE U.S. ECONOMY AND THE MUNICIPAL MARKET DURING THIS REPORTING PERIOD?

The two major forces at work during the twelve months ended July 31, 2002, were slow economic growth and the Federal Reserve's efforts to address this situation by aggressively easing short-term interest rates. The events of September 11, 2001, and the uncertain geopolitical climate that has followed also have impacted the economy and the markets.

In the municipal market, the general economic environment of the past twelve months, including a sluggish recovery and lack of inflationary pressures, helped many bonds perform well. The first seven months of 2002 also saw a continuation of the trend toward increased municipal issuance at the national level, with \$189.9 billion in new supply, up 21% over January-July 2001. On the demand side, municipal bonds continued to be highly sought after by individual investors looking for diversification, tax-free income, and an alternative to a volatile stock market. Institutional investors, especially traditional purchasers such as property/casualty insurance companies, have also been active buyers in the municipal market.

TOM, HOW WAS THE ECONOMIC AND MUNICIPAL ENVIRONMENT IN ARIZONA, MICHIGAN AND TEXAS?

During the first seven months of 2002, Arizona issued \$5.6 billion in new bonds, up 107% over the same period in 2001. This increase can be attributed to the state's rapid growth, the concurrent rise in need for essential services, and low interest rates. However, both Michigan and Texas experienced declines in issuance from 2001 levels. Michigan was affected by a slowdown in the manufacturing sector, and its \$4 billion in new issuance over the first seven months of 2002 represented a decrease of 24% from 2001. Supply in Texas was off slightly, with \$13.2 billion of issuance, down 4%.

Over the past decade, Arizona had one of the fastest growing state economies in the nation, driven primarily by rapid development in the high-tech sector and growth of the state's tourism industry. However, weakness in the national economy, contraction in the high-tech sector, and deterioration of tourism following September 11 have all had an impact. State revenues for 2002 and 2003

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

are expected to be 11% and 16%, respectively, lower than original estimates. The projected budget gap is being addressed through a combination of expense reductions, fund transfers, federal revenue adjustments, and use of stabilization funds and lease-purchase financing. In addition, the Arizona economy is also expected to benefit from an increase in the national defense budget. As of July 31, 2002, Arizona appropriation bonds were rated A1 with a stable outlook by Moody's, and AA- with a negative outlook by Standard & Poor's, which revised its evaluation from stable in June 2002.

In contrast to Arizona, Michigan experienced a more significant slowdown in economic activity over the past few years, as the state's job market weakened and unemployment trended higher, particularly in manufacturing and construction. As of July 31, 2002, Michigan's jobless rate was 6.6%, compared with the national average of 5.9%. Permanent job cuts and productivity gains are expected to keep employment in the state's manufacturing sector from returning to the high

2

levels seen during the 1990s. In addition, Michigan continues to face fiscal pressure from a weaker economy, with the latest state revenue forecast projecting a \$1.2 billion budget shortfall. Michigan has responded with expenditure reductions and the deployment of surpluses carried forward from prior years. Overall, the state's debt position remains low and well managed, and its pension system remains fully funded. Michigan's debt is rated Aaa/AAA/AA+, with S&P and Fitch maintaining stable credit outlooks and Moody's revising its outlook to negative from stable in December 2001.

While Texas also experienced a slowdown in line with the national economy, the state's economic fundamentals remained stable, as growth in construction, services, and manufacturing, especially high-tech and computer manufacturing, helped the state continue to diversify away from its reliance on the oil and gas industries. Although the state lost a number of high-paying jobs, the Texas economy has already shown signs of recovery, with job growth in the services and retail trade sectors over the past few months. Since Texas does not levy personal or corporate income taxes, the state has managed to avoid the budget shortfalls faced by many other states following a decline in these revenue sources.

RICK, WHAT ABOUT OHIO?

Ohio saw a sharp drop in new municipal issuance in the first half of 2002, primarily as a result of the recession in manufacturing and resultant budgetary pressures. For January-July 2002, the state issued \$3.6 billion in new bonds, down 39% from 2001. Although the manufacturing sector has stabilized somewhat in recent months, Ohio's recovery has been constrained by weak employment growth, including continued job losses in the trade and services industries, and by its demographic profile, particularly the state's difficulty in keeping university graduates. Following significant shortfalls in tax collections and a downward revision in revenue projections for 2003 and 2004, Ohio is facing a substantial budget gap. Adding to concerns about Ohio's ability to achieve a balanced budget for fiscal 2003 and 2004 is the state's reliance on one-time revenue resources to balance operations. While the credit ratings for state-issued debt remained intact at Aa1/AA+/AA+, Moody's and S&P revised their credit outlooks for Ohio to negative from stable in December 2001 and June 2002, respectively.

HOW DID THESE NUVEEN FUNDS PERFORM OVER THE PAST TWELVE MONTHS?

Fund performance for the twelve months ended July 31, 2002, is summarized in the following table:

LEHMAN

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

	MARKET YIELD	TOTAL RETURN ON NAV	TOTAL RETURN1	LIPPER AVERAGE2
	7/31/02	TAXABLE- EQUIVALENT3	1 YEAR ENDED 7/31/02	1 YEAR ENDED 7/31/02
NAZ	5.43%	8.17%	2.88%	6.71%
NFZ	5.33%	8.02%	9.32%	6.71%
NKR	5.47%	8.23%	NA	-
NUM	5.63%	8.40%	7.68%	6.71%
NMP	5.75%	8.58%	7.40%	6.71%
NZW	5.69%	8.49%	NA	-
NUO	5.12%	7.88%	7.63%	6.71%
NXI	5.78%	8.89%	8.02%	6.71%
NBJ	5.65%	8.69%	NA	-
NVJ	5.73%	8.82%	NA	-
NTX	6.29%	8.99%	6.61%	6.71%

Past performance is not predictive of future results.

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

In a market characterized by rising bond values, funds with longer durations⁴ typically would be expected to outperform funds or indexes with shorter durations. As of July 31, 2002, the durations of the Nuveen Funds having at least one year of history ranged from 7.75 to 11.91, compared with 8.01 for the unleveraged Lehman Brothers Municipal Bond Index. These generally longer durations were one reason that most of these funds outperformed the Lehman benchmark.

sidebar:

- 1 The Funds' total annual returns on common share net asset value are compared with the total annual return of the Lehman Brothers Municipal Bond Index, an unleveraged index comprising a broad range of investment-grade municipal bonds. Results for the Lehman index do not reflect any expenses.
- 2 The total returns of the Arizona, Ohio, and Texas Funds are compared with the average annualized return of the 26 funds in the Lipper Other States Closed-End Municipal Debt Funds category, while the Michigan Funds are compared with the average annualized return of the 5 funds in the Lipper Michigan Closed-End Municipal Debt Funds category. Fund and Lipper returns assume reinvestment of dividends.
- 3 The taxable-equivalent yield represents the yield that must be earned on a taxable investment in order to equal the yield of the Nuveen Fund on an after-tax basis. The taxable-equivalent yield is based on the Fund's market yield on the indicated date and a federal income tax rate of 30% plus the applicable state income tax rate. The combined federal and state tax rates

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

used in this report are as follows: Arizona 33.5%, Michigan 33%, and Ohio 35%. Because Texas has no state income tax, NTX's taxable-equivalent yield is based on the federal income tax rate of 30%.

4 Duration is a measure of a Fund's NAV volatility in reaction to interest rate movements. Fund duration, also known as leverage-adjusted duration, takes into account the leveraging process for a Fund and therefore is generally longer than the duration of the actual portfolio of individual bonds that make up the Fund. Unless otherwise noted, references to duration in this commentary are intended to indicate Fund duration.

3

In addition to duration, the relative total return performance of these Funds also was influenced by market activity, portfolio structure, call exposure and individual holdings. NAZ's underperformance, for example, reflects this portfolio's holding of bonds issued by the Gila County Industrial Development Authority for the ASARCO Incorporated project. While credit deterioration affecting this company has negatively impacted the value of these bonds, the bonds continue to pay interest on a timely basis. We are working to bring about a resolution to this situation that we believe will serve the best interests of shareholders.

WHAT ABOUT THE FUNDS' DIVIDENDS AND SHARE PRICES?

As the Fed continued to keep short-term interest rates relatively low, the dividend-payment capabilities of all these Funds benefited from the use of leverage, a strategy that can potentially enhance the dividends paid to common shareholders. This is because of the relatively low rates that were paid to the Funds' MuniPreferred(R) shareholders. Low short-term rates, such as those currently in effect, can enable the Funds to reduce the amount of income they pay preferred shareholders, which can leave more earnings to support common share dividends.

During the fiscal year ended July 31, 2002, low short-term interest rates enabled us to implement four dividend increases in NMP, NUO and NTX, three in NAZ, two in NUM, and one in NXI. Among the newer Funds, NFZ, NZW, and NBJ maintained steady, attractive dividends during this period, while NKR and NVJ, which were introduced in March 2002, paid their first monthly dividends in June.

Over the past year, the share prices of these Nuveen Funds remained relatively stable (see the charts on individual Performance Overview pages). Steady demand helped to substantially narrow the discounts (share prices below NAV) on NMP and NTX during the past twelve months, while the remaining nine Funds were trading at a premium to their common share net asset values as of July 31, 2002.

WHAT KEY STRATEGIES WERE USED TO MANAGE THESE NUVEEN FUNDS DURING THE FISCAL YEAR ENDED JULY 31, 2002?

During the twelve months ended July 31, 2002, we focused on purchasing attractive bonds with the potential to enhance the Funds' long-term dividend-payment capabilities and add diversification. Specifically in the Arizona, Michigan, and Texas Funds, we found value in the essential services sectors (e.g., water and sewer, utilities) and--on a case-by-case basis--in healthcare, education, and airport issues. In contrast, we remained cautious about industrial development bonds and other issues that rely on private sector revenues to meet their obligations.

Because of current spread relationships and the potential for state and county budget pressures if the current economic weakness persists, we also emphasized strong credit quality, with many of the bonds added to our portfolios rated AAA/insured, AA, or A. In addition, we focused on yield curve positioning, finding the most attractive yields in the 15- to 20-year maturity range. In

general, as a result of this positioning, the Funds' durations have shortened somewhat over the past six months. We believe this will help make our portfolios less sensitive to potential interest rate changes while still providing yields and returns that are competitive with longer duration funds.

Although tighter supply in the Ohio market during 2002 limited our ability to execute some of our targeted strategies, we looked to optimize yield curve positioning and lengthen the effective duration of the Ohio Funds, moving quickly as favorable situations developed. In light of NUO's duration, however, which at 6.61 as of July 31, 2001, was significantly shorter than its benchmark, we took a slightly different path with this Fund. Over the past year, in an effort to bring NUO's duration more closely in line with the other Funds, we reinvested bond call proceeds further out on the yield curve and successfully extended NUO's duration to 8.66.

4

As mentioned earlier, in the current geopolitical and economic climate, we believed that maintaining strong credit quality remained a key requirement for all of the Nuveen Funds. As of July 31, 2002, each of these Funds continued to offer excellent credit quality, with allocations of bonds rated AAA/U.S. guaranteed and AA ranging from 68% to 89%.

In March 2002, we introduced the Nuveen Arizona Dividend Advantage Municipal Fund 2 (NKR) and the Nuveen Ohio Dividend Advantage Municipal Fund 3 (NVJ). These Funds are now fully invested and, in our opinion, performing well for shareholders. As mentioned earlier, both Funds paid their first dividends in June 2002, and we believe the Funds' holdings place them in an excellent position to pay attractive, dependable dividends on a monthly basis going forward. Because of the strong supply of high-quality bonds in the Arizona market at the time we were assembling NKR, this Fund offers extremely high credit quality, with 89% of its assets invested in AAA/U.S. guaranteed and AA issues. Availability also affected our sector allocation decisions in NVJ, as the Ohio market provided a heavier supply of healthcare and general obligation bonds early in 2002. Over time, we plan to bring NVJ's and NBJ's weightings in these two sectors more closely in line with established targets.

WHAT IS YOUR OUTLOOK FOR THE MUNICIPAL MARKET IN GENERAL AND THESE NUVEEN FUNDS IN PARTICULAR?

In general, our outlook for the fixed-income markets over the next twelve months remains positive. We believe the U.S. economy is headed for an eventual recovery, but one that could be slower to arrive and offer a slower rate of growth than some are currently predicting. We also expect inflation and interest rates to remain relatively low over the near term, while new municipal supply should continue to be strong. Demand for tax-exempt municipal bonds should remain solid, as investors look for ways to rebalance their portfolios and reduce risk. One item that will bear watching, however, is any increase in budgetary pressures at the state and county levels that could potentially result in a credit rating downgrade.

Most of these Funds continued to offer excellent levels of call protection through 2002 and 2003. However, NAZ and NMP, which reach their ten-year anniversaries in late 2002, face a slightly higher level of potential calls (22% and 34%, respectively) during this period, as the Funds work their way through the phase of the bond market cycle normally associated with increased call exposure. The number of actual calls will depend largely on market interest rates over this time. In general, we believe the call exposure of these Funds is very manageable, and we foresee no problems in working through it. Given current market interest rates, our general approach has been to hold higher-yielding bonds as long as possible to support the Funds' current dividends while we look

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

for attractive replacement opportunities that can enhance credit quality, diversification, and future dividend-payment capabilities.

In coming months, we plan to remain focused on strategies that add value for our shareholders, provide support for the Funds' dividends, and fully utilize Nuveen's experience and research expertise. Specific areas of concentration will include managing interest rate volatility through the purchase of bonds in the 15- to 20-year part of the yield curve, and watching changes in credit spreads for specific investment opportunities. Overall, we believe these Nuveen Funds are well positioned for the market environment ahead. In our opinion, they continue to represent an important element of investors' long-range financial programs, providing dependable tax-free income, diversification, and balance in uncertain times.

5

NAZ

Nuveen Arizona Premium Income Municipal Fund, Inc.

Performance

Overview As of July 31, 2002

Charts: first pie, then bar, then line

CREDIT QUALITY

AAA/US Guaranteed	64%
AA	16%
A	5%
BBB	11%
NR	1%
Other	3%

2001-2002 MONTHLY TAX-FREE DIVIDENDS PER SHARE²

Aug	0.071
Sep	0.0725
Oct	0.0725
Nov	0.0725
Dec	0.0725
Jan	0.0725
Feb	0.0725
Mar	0.0745
Apr	0.0745
May	0.0745
Jun	0.0765
Jul	0.0765

SHARE PRICE PERFORMANCE

8/1/01	16.35
	16.36
	16.46
	16.66
	16.53
	16.4
	16.42
	16.25
	16.12
	16.15

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

16.23
 16.1
 16.15
 16.28
 16.54
 16.45
 16.44
 16.15
 16.1
 15.87
 15.98
 16
 16.17
 16.09
 16.2
 16.12
 16.15
 16.15
 16.07
 16.25
 16.37
 16.49
 16.1
 15.89
 16.08
 16.3
 16.29
 16.35
 16.4
 16.55
 16.58
 16.58
 16.45
 16.45
 16.43
 16.72
 17
 17.18
 17.45
 17.1
 16.65
 16.91

7/31/02

Weekly Closing Price

Past performance is not predictive of future results.

PORTFOLIO STATISTICS

Share Price	\$16.90
Common Share Net Asset Value	\$14.25
Market Yield	5.43%
Taxable-Equivalent Yield (Federal Income Tax Rate) ¹	7.76%
Taxable-Equivalent Yield (Federal and State Income Tax Rate) ¹	8.17%
Net Assets Applicable to Common Shares (\$000)	\$62,876

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

Average Effective Maturity (Years)	15.54
Leverage-Adjusted Duration	8.23

ANNUALIZED TOTAL RETURN (Inception 11/92)

	ON SHARE PRICE	ON NAV
1-Year	9.63%	2.88%
5-Year	7.50%	4.41%
Since Inception	6.93%	5.94%

TOP FIVE SECTORS (as a % of total investments)

U.S. Guaranteed	26%
Tax Obligation/Limited	17%
Healthcare	14%
Tax Obligation/General	11%
Utilities	9%

1 Taxable-equivalent yield represents the yield on a taxable investment necessary to equal the yield of the Nuveen Fund on an after-tax basis. It is calculated using the current market yield and a federal income tax rate of 30%. The rate shown for federal and state highlights the added value of owning shares that are also exempt from state income taxes. It is based on a combined federal and state income tax rate of 33.5%.

2 The Fund also paid shareholders a capital gains distribution in December 2001 of \$0.0416 per share.

6

NFZ

Nuveen Arizona Dividend Advantage Municipal Fund

Performance

Overview As of July 31, 2002

Charts: first pie, then bar, then line

CREDIT QUALITY

AAA/US Guaranteed	51%
AA	19%
A	14%
BBB	14%
Other	2%

2001-2002 MONTHLY TAX-FREE DIVIDENDS PER SHARE²

Aug 0.07

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

Sep	0.07
Oct	0.07
Nov	0.07
Dec	0.07
Jan	0.07
Feb	0.07
Mar	0.07
Apr	0.07
May	0.07
Jun	0.07
Jul	0.07

SHARE PRICE PERFORMANCE

8/1/01	15.7
	15.76
	15.91
	15.95
	15.73
	15.64
	15.82
	15.35
	15.23
	15.34
	15.32
	15.36
	15.44
	15.32
	15.88
	15.71
	15.71
	15.79
	15.64
	15.25
	15.05
	15.11
	15.17
	15.33
	15.36
	15.27
	15.27
	15.3
	15.1
	15.2
	15.01
	15.1
	15.18
	14.97
	14.66
	14.79
	15.03
	15.18
	15.28
	15.73
	15.61
	15.74
	15.75
	15.45
	15.43
	15.57
	15.55
	16

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

	16.1
	15.9
	15.87
7/31/02	15.71
Weekly Closing Price	

Past performance is not predictive of future results.

PORTFOLIO STATISTICS

Share Price	\$15.75
Common Share Net Asset Value	\$14.81
Market Yield	5.33%
Taxable-Equivalent Yield (Federal Income Tax Rate) ¹	7.61%
Taxable-Equivalent Yield (Federal and State Income Tax Rate) ¹	8.02%
Net Assets Applicable to Common Shares (\$000)	\$22,791
Average Effective Maturity (Years)	20.51
Leverage-Adjusted Duration	11.91

ANNUALIZED TOTAL RETURN (Inception 1/01)

	ON SHARE PRICE	ON NAV
1-Year	6.38%	9.32%
Since Inception	8.89%	8.13%

TOP FIVE SECTORS (as a % of total investments)

Utilities	20%
Tax Obligation/Limited	15%
Tax Obligation/General	15%
Housing/Multifamily	14%
Healthcare	10%

¹ Taxable-equivalent yield represents the yield on a taxable investment necessary to equal the yield of the Nuveen Fund on an after-tax basis. It is calculated using the current market yield and a federal income tax rate of 30%. The rate shown for federal and state highlights the added value of owning shares that are also exempt from state income taxes. It is based on a combined federal and state income tax rate of 33.5%.

² The Fund also paid shareholders a capital gains distribution in December 2001 of \$0.0138 per share.

7

NKR

Nuveen Arizona Dividend Advantage Municipal Fund 2

Performance

Overview As of July 31, 2002

Charts: first pie, then bar, then line

CREDIT QUALITY

AAA/US Guaranteed	74%
AA	15%
A	4%
BBB	7%

2001-2002 MONTHLY TAX-FREE DIVIDENDS PER SHARE

May	0.072
Jun	0.072
Jul	0.072

SHARE PRICE PERFORMANCE

3/28/02	15.55
	15.3
	15.17
	15.14
	15.26
	15.22
	15.27
	15.15
	15.02
	15.29
	15.27
	15.31
	15.01
	15.9
	15.6
	15.8
	15.8
7/31/02	15.51

Weekly Closing Price

Past performance is not predictive of future results.

PORTFOLIO STATISTICS

Share Price	\$15.80
Common Share Net Asset Value	\$14.88
Market Yield	5.47%
Taxable-Equivalent Yield (Federal Income Tax Rate) ¹	7.81%
Taxable-Equivalent Yield (Federal and State Income Tax Rate) ¹	8.23%

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

 Net Assets Applicable to
 Common Shares (\$000) \$35,913

Average Effective Maturity (Years) 19.28

Leverage-Adjusted Duration 12.14

CUMULATIVE TOTAL RETURN (Inception 3/02)

	ON SHARE PRICE	ON NAV
Since Inception	6.81%	5.38%

TOP FIVE SECTORS (as a % of total investments)

Tax Obligation/General 30%

Tax Obligation/Limited 24%

Education and Civic Organizations 10%

Utilities 9%

Healthcare 8%

1 Taxable-equivalent yield represents the yield on a taxable investment necessary to equal the yield of the Nuveen Fund on an after-tax basis. It is calculated using the current market yield and a federal income tax rate of 30%. The rate shown for federal and state highlights the added value of owning shares that are also exempt from state income taxes. It is based on a combined federal and state income tax rate of 33.5%.

8

NUM

Nuveen Michigan Quality Income Municipal Fund, Inc.

Performance

Overview As of July 31, 2002

Charts: first pie, then bar, then line

CREDIT QUALITY

AAA/US Guaranteed	81%
AA	4%
A	8%
BBB	6%
NR	1%

2001-2002 MONTHLY TAX-FREE DIVIDENDS PER SHARE²

Aug	0.0735
Sep	0.0735
Oct	0.0735

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

Nov	0.0735
Dec	0.0745
Jan	0.0745
Feb	0.0745
Mar	0.0755
Apr	0.0755
May	0.0755
Jun	0.0755
Jul	0.0755

SHARE PRICE PERFORMANCE

8/1/01	15.38
	15.43
	15.5
	15.45
	15.6
	15.45
	15.47
	14.61
	14.82
	15.2
	15.04
	15.1
	15
	15
	15.33
	15.22
	15.11
	15.3
	15
	14.9
	14.95
	15.14
	15.35
	15.45
	15.47
	15.5
	15.54
	15.75
	15.75
	15.68
	15.89
	15.82
	15.7
	15.3
	15.19
	15.24
	15.2
	15.3
	15.3
	15.68
	15.85
	15.69
	15.86
	16.05
	16.15
	16.3
	16.21
	16.25
	16.15

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

	16.09
	16.2
7/31/02	16.05
Weekly Closing Price	

Past performance is not predictive of future results.

PORTFOLIO STATISTICS

Share Price	\$16.10
Common Share Net Asset Value	\$15.48
Market Yield	5.63%
Taxable-Equivalent Yield (Federal Income Tax Rate) ¹	8.04%
Taxable-Equivalent Yield (Federal and State Income Tax Rate) ¹	8.40%
Net Assets Applicable to Common Shares (\$000)	\$179,630
Average Effective Maturity (Years)	18.27
Leverage-Adjusted Duration	11.15

ANNUALIZED TOTAL RETURN (Inception 10/91)

	ON SHARE PRICE	ON NAV
1-Year	11.18%	7.68%
5-Year	5.73%	5.87%
10-Year	6.99%	6.86%

TOP FIVE SECTORS (as a % of total investments)

Tax Obligation/General	23%
Healthcare	14%
Utilities	13%
U.S. Guaranteed	11%
Water and Sewer	9%

¹ Taxable-equivalent yield represents the yield on a taxable investment necessary to equal the yield of the Nuveen Fund on an after-tax basis. It is calculated using the current market yield and a federal income tax rate of 30%. The rate shown for federal and state highlights the added value of owning shares that are also exempt from state income taxes. It is based on a combined federal and state income tax rate of 33%.

² The Fund also paid shareholders a capital gains distribution in December 2001 of \$0.0748 per share.

9

NMP

Nuveen Michigan Premium Income Municipal Fund, Inc.

Performance

Overview As of July 31, 2002

Charts: first pie, then bar, then line

CREDIT QUALITY

AAA/US Guaranteed	68%
AA	13%
A	13%
BBB	6%

2001-2002 MONTHLY TAX-FREE DIVIDENDS PER SHARE

Aug	0.0675
Sep	0.069
Oct	0.069
Nov	0.069
Dec	0.071
Jan	0.071
Feb	0.071
Mar	0.072
Apr	0.072
May	0.072
Jun	0.0735
Jul	0.0735

SHARE PRICE PERFORMANCE

8/1/01	14.8
	14.73
	14.85
	14.7
	14.75
	14.79
	14.76
	14.2
	14.31
	14.53
	14.33
	14.37
	14.36
	14.53
	14.58
	14.46
	14.38
	14.48
	14.25
	14.25
	14.17
	14.28
	14.44
	14.4
	14.5

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

	14.6
	14.66
	14.6
	14.79
	14.7
	14.82
	14.82
	14.8
	14.59
	14.45
	14.4
	14.45
	14.4
	14.31
	14.98
	15.1
	15.03
	15.01
	15.4
	15.1
	15.28
	15.4
	15.55
	15.49
	15.46
	15.23
7/31/02	15.17

Weekly Closing Price

Past performance is not predictive of future results.

PORTFOLIO STATISTICS

Share Price	\$15.35
Common Share Net Asset Value	\$15.56
Market Yield	5.75%
Taxable-Equivalent Yield (Federal Income Tax Rate) ¹	8.21%
Taxable-Equivalent Yield (Federal and State Income Tax Rate) ¹	8.58%
Net Assets Applicable to Common Shares (\$000)	\$119,820
Average Effective Maturity (Years)	16.86
Leverage-Adjusted Duration	7.75

ANNUALIZED TOTAL RETURN (Inception 12/92)

	ON SHARE PRICE	ON NAV
1-Year	10.52%	7.40%
5-Year	8.04%	6.28%

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

	14.87
	14.93
	15.04
	14.56
	14.13
	14
	13.81
	14
	14.07
	14.01
	14.22
	14.43
	14.54
	14.66
	14.53
	14.75
	14.63
	14.5
	14.53
	14.2
	14.08
	14.16
	14.15
	14.35
	14.39
	14.45
	14.32
	14.51
	14.82
	15
	14.85
	15
	14.85
	14.93
	14.68
7/31/02	14.86
Weekly Closing Price	

Past performance is not predictive of future results.

PORTFOLIO STATISTICS

Share Price	\$14.65
Common Share Net Asset Value	\$14.42
Market Yield	5.69%
Taxable-Equivalent Yield (Federal Income Tax Rate) ¹	8.13%
Taxable-Equivalent Yield (Federal and State Income Tax Rate) ¹	8.49%
Net Assets Applicable to Common Shares (\$000)	\$29,679
Average Effective Maturity (Years)	24.01
Leverage-Adjusted Duration	16.13

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

CUMULATIVE TOTAL RETURN (Inception 9/01)

	ON SHARE PRICE	ON NAV
Since Inception	2.00%	5.21%

TOP FIVE SECTORS (as a % of total investments)

Tax Obligation/General	36%
Tax Obligation/Limited	23%
Healthcare	12%
Utilities	8%
Water and Sewer	7%

1 Taxable-equivalent yield represents the yield on a taxable investment necessary to equal the yield of the Nuveen Fund on an after-tax basis. It is calculated using the current market yield and a federal income tax rate of 30%. The rate shown for federal and state highlights the added value of owning shares that are also exempt from state income taxes. It is based on a combined federal and state income tax rate of 33%.

11

NUO

Nuveen Ohio Quality Income Municipal Fund, Inc.

Performance

Overview As of July 31, 2002

Charts: first pie, then bar, then line

CREDIT QUALITY

AAA/US Guaranteed	70%
AA	16%
A	6%
BBB	4%
NR	3%
Other	1%

2001-2002 MONTHLY TAX-FREE DIVIDENDS PER SHARE

Aug	0.075
Sep	0.076
Oct	0.076
Nov	0.076
Dec	0.077
Jan	0.077
Feb	0.077
Mar	0.0785
Apr	0.0785
May	0.0785
Jun	0.0795
Jul	0.0795

SHARE PRICE PERFORMANCE

8/1/01	16.93
	16.99
	17.13
	17.06
	17.06
	16.84
	16.88
	15.67
	15.96
	16.51
	16.5
	16.92
	16.7
	17
	17.03
	17.06
	17
	17.39
	17.13
	17.12
	16.87
	17.02
	17.12
	17.5
	17.7
	17.6
	17.5
	17.4
	17.4
	17.25
	17.45
	17.31
	16.55
	16.69
	16.34
	16.43
	16.49
	16.84
	17.05
	17.38
	17.25
	17.15
	17.32
	17.45
	17.63
	17.6
	17.7
	18.6
	18.65
	18.45
	18.6
7/31/02	18.4
Weekly Closing Price	

Past performance is not predictive of future results.

PORTFOLIO STATISTICS

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

Share Price	\$18.62
Common Share Net Asset Value	\$16.36
Market Yield	5.12%
Taxable-Equivalent Yield (Federal Income Tax Rate) ¹	7.31%
Taxable-Equivalent Yield (Federal and State Income Tax Rate) ¹	7.88%
Net Assets Applicable to Common Shares (\$000)	\$156,351
Average Effective Maturity (Years)	17.24
Leverage-Adjusted Duration	8.66

ANNUALIZED TOTAL RETURN (Inception 10/91)

	ON SHARE PRICE	ON NAV
1-Year	17.00%	7.63%
5-Year	7.28%	5.81%
10-Year	8.23%	7.22%

TOP FIVE SECTORS (as a % of total investments)

Tax Obligation/General	21%
U.S. Guaranteed	16%
Healthcare	14%
Housing/Multifamily	9%
Water and Sewer	9%

¹ Taxable-equivalent yield represents the yield on a taxable investment necessary to equal the yield of the Nuveen Fund on an after-tax basis. It is calculated using the current market yield and a federal income tax rate of 30%. The rate shown for federal and state highlights the added value of owning shares that are also exempt from state income taxes. It is based on a combined federal and state income tax rate of 35%.

12

NXI

Nuveen Ohio Dividend Advantage Municipal Fund

Performance

Overview As of July 31, 2002

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

Charts: first pie, then bar, then line

CREDIT QUALITY

AAA/US Guaranteed	46%
AA	22%
A	16%
BBB	12%
NR	2%
Other	2%

2001-2002 MONTHLY TAX-FREE DIVIDENDS PER SHARE

Aug	0.072
Sep	0.072
Oct	0.072
Nov	0.072
Dec	0.072
Jan	0.072
Feb	0.072
Mar	0.073
Apr	0.073
May	0.073
Jun	0.073
Jul	0.073

SHARE PRICE PERFORMANCE

8/1/01	15.38
	15.76
	15.74
	15.88
	15.59
	15.21
	15.19
	14.45
	15.1
	15.61
	15.42
	15.44
	15.48
	15.71
	15.6
	15.4
	15.41
	15.39
	15.2
	15.25
	15.04
	15.1
	15.43
	14.84
	15
	15.09
	15.1
	15
	14.82
	14.98
	15.03
	15.19
	15.32
	15.3

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

	14.92
	15.11
	14.89
	14.85
	15.11
	15.1
	15.17
	15.29
	15.45
	15.4
	15.38
	15.81
	15.39
	15.2
	15.59
	15.36
	15.27
7/31/02	15.15
Weekly Closing Price	

Past performance is not predictive of future results.

PORTFOLIO STATISTICS

Share Price	\$15.15
Common Share Net Asset Value	\$14.83
Market Yield	5.78%
Taxable-Equivalent Yield (Federal Income Tax Rate) ¹	8.26%
Taxable-Equivalent Yield (Federal and State Income Tax Rate) ¹	8.89%
Net Assets Applicable to Common Shares (\$000)	\$62,548
Average Effective Maturity (Years)	20.03
Leverage-Adjusted Duration	10.83

ANNUALIZED TOTAL RETURN (Inception 3/01)

	ON SHARE PRICE	ON NAV
1-Year	4.48%	8.02%
Since Inception	6.20%	8.43%

TOP FIVE SECTORS (as a % of total investments)

Tax Obligation/General	26%
Education and Civic Organizations	15%
Healthcare	14%

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

 Utilities 13%

Housing/Single Family 9%

1 Taxable-equivalent yield represents the yield on a taxable investment necessary to equal the yield of the Nuveen Fund on an after-tax basis. It is calculated using the current market yield and a federal income tax rate of 30%. The rate shown for federal and state highlights the added value of owning shares that are also exempt from state income taxes. It is based on a combined federal and state income tax rate of 35%.

13

NBJ

Nuveen Ohio Dividend Advantage Municipal Fund 2

Performance

Overview As of July 31, 2002

Charts: first pie, then bar, then line

CREDIT QUALITY

AAA/US Guaranteed	60%
AA	10%
A	17%
BBB	10%
NR	3%

2001-2002 MONTHLY TAX-FREE DIVIDENDS PER SHARE

Nov	0.069
Dec	0.069
Jan	0.069
Feb	0.069
Mar	0.069
Apr	0.069
May	0.069
Jun	0.069
Jul	0.069

SHARE PRICE PERFORMANCE

9/28/01	15.25
	15.5
	15.35
	15.45
	15.32
	15.1
	15.06
	15.05
	15.2
	15.29
	15.17
	14.87
	14.72
	13.85
	14.49

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

	14.49
	15
	14.69
	15
	14.82
	14.78
	14.8
	14.67
	14.74
	14.43
	14.3
	14.1
	13.76
	14.2
	14.24
	14.25
	14.4
	14.47
	14.3
	14.34
	14.35
	14.45
	14.4
	14.56
	14.58
	14.8
	14.9
	14.75
7/31/02	14.75
Weekly Closing Price	

Past performance is not predictive of future results.

PORTFOLIO STATISTICS

Share Price	\$14.65	
Common Share Net Asset Value	\$14.48	
Market Yield	5.65%	
Taxable-Equivalent Yield		
(Federal Income Tax Rate) ¹	8.07%	
Taxable-Equivalent Yield (Federal and State Income Tax Rate) ¹	8.69%	
Net Assets Applicable to Common Shares (\$000)	\$45,073	
Average Effective Maturity (Years)	21.62	
Leverage-Adjusted Duration	13.04	
CUMULATIVE TOTAL RETURN (Inception 9/01)		
	ON SHARE PRICE	ON NAV
Since Inception	1.91%	5.58%

 TOP FIVE SECTORS (as a % of total investments)

Tax Obligation/General	33%
Healthcare	19%
Utilities	9%
Transportation	9%
Tax Obligation/Limited	7%

1 Taxable-equivalent yield represents the yield on a taxable investment necessary to equal the yield of the Nuveen Fund on an after-tax basis. It is calculated using the current market yield and a federal income tax rate of 30%. The rate shown for federal and state highlights the added value of owning shares that are also exempt from state income taxes. It is based on a combined federal and state income tax rate of 35%.

14

NVJ

Nuveen Ohio Dividend Advantage Municipal Fund 3

Performance

Overview As of July 31, 2002

Charts: first pie, then bar, then line

CREDIT QUALITY

AAA/US Guaranteed	65%
AA	20%
A	10%
BBB	5%

2001-2002 MONTHLY TAX-FREE DIVIDENDS PER SHARE

May	0.073
Jun	0.073
Jul	0.073

SHARE PRICE PERFORMANCE

3/28/02	15.05
	15.03
	15.02
	15
	15.05
	15.05
	15
	15.1
	15.23
	15.13
	15.4
	15.45
	15.58

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

	15.15
	15.33
	15.4
	15.36
7/31/02	15.36
Weekly Closing Price	

Past performance is not predictive of future results.

PORTFOLIO STATISTICS

Share Price	\$15.30
Common Share Net Asset Value	\$14.83
Market Yield	5.73%
Taxable-Equivalent Yield (Federal Income Tax Rate) ¹	8.19%
Taxable-Equivalent Yield (Federal and State Income Tax Rate) ¹	8.82%
Net Assets Applicable to Common Shares (\$000)	\$31,995
Average Effective Maturity (Years)	19.84
Leverage-Adjusted Duration	11.81

CUMULATIVE TOTAL RETURN (Inception 3/02)

	ON SHARE PRICE	ON NAV
Since Inception	3.47%	5.05%

TOP FIVE SECTORS (as a % of total investments)

Tax Obligation/General	36%
Healthcare	18%
Education and Civic Organizations	13%
Housing/Single Family	10%
Tax Obligation/Limited	7%

¹ Taxable-equivalent yield represents the yield on a taxable investment necessary to equal the yield of the Nuveen Fund on an after-tax basis. It is calculated using the current market yield and a federal income tax rate of 30%. The rate shown for federal and state highlights the added value of owning shares that are also exempt from state income taxes. It is based on a combined federal and state income tax rate of 35%.

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

NTX

Nuveen Texas Quality Income Municipal Fund

Performance

Overview As of July 31, 2002

Charts: first pie, then bar, then line

CREDIT QUALITY

AAA/US Guaranteed	60%
AA	14%
A	11%
BBB	13%
Other	2%

2001-2002 MONTHLY TAX-FREE DIVIDENDS PER SHARE²

Aug	0.0725
Sep	0.074
Oct	0.074
Nov	0.074
Dec	0.0765
Jan	0.0765
Feb	0.0765
Mar	0.078
Apr	0.078
May	0.078
Jun	0.079
Jul	0.079

SHARE PRICE PERFORMANCE

8/1/01	14.82
	14.87
	14.89
	14.95
	15.07
	15.1
	15.04
	13.9
	14.52
	14.85
	14.84
	14.54
	14.5
	14.7
	14.85
	14.83
	14.76
	14.44
	14.18
	14.25
	14.24
	14.44
	14.58
	14.85
	14.81
	14.95
	14.84
	15.1
	15.04

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

	15.08
	15.2
	14.82
	14.86
	14.85
	14.55
	14.76
	14.6
	14.75
	14.74
	15.09
	15
	15.05
	15.05
	15.1
	15.2
	15.2
	15.35
	15.4
	15.56
	15.42
	15.34
7/31/02	15.06

Weekly Closing Price

Past performance is not predictive of future results.

PORTFOLIO STATISTICS

Share Price	\$15.07
Common Share Net Asset Value	\$15.14
Market Yield	6.29%
Taxable-Equivalent Yield (Federal Income Tax Rate) ¹	8.99%
Net Assets Applicable to Common Shares (\$000)	\$143,305
Average Effective Maturity (Years)	21.56
Leverage-Adjusted Duration	11.05

ANNUALIZED TOTAL RETURN (Inception 10/91)

	ON SHARE PRICE	ON NAV
1-Year	9.29%	6.61%
5-Year	5.97%	5.51%
10-Year	6.63%	6.71%

TOP FIVE SECTORS (as a % of total investments)

Tax Obligation/General	20%
------------------------	-----

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

Healthcare	14%
-----	-----
Water and Sewer	9%
-----	-----
Tax Obligation/Limited	7%
-----	-----
Transportation	6%
-----	-----

1 Taxable-equivalent yield represents the yield on a taxable investment necessary to equal the yield of the Nuveen Fund on an after-tax basis. It is calculated using the current market yield and a federal income tax rate of 30%.

2 The Fund also paid shareholders a capital gains distribution in December 2001 of \$0.0672 per share.

16

photo: pond with ripples
2 boys with gloves, bat
VI

THE NUVEEN INVESTOR

BOND SURVEILLANCE -
A HIGH PRIORITY AT NUVEEN

The Enron scandal has raised numerous questions about the real value of American securities. Investors want to know what safeguards are in place to inspire their trust and ensure their holdings are dependable. The Nuveen Investor recently spoke with David Blair, Assistant Vice President and Senior Analyst at Nuveen, about the research and surveillance processes used for Nuveen funds.

HOW DO NUVEEN'S RESEARCH ANALYSTS EVALUATE BONDS PRIOR TO PURCHASE?

We evaluate factors impacting market sectors, issuers and specific bonds and assign credit ratings to bonds we consider for purchase. We seek to purchase bonds with stable and improving credit characteristics, which have attractive prices and yields relative to other bonds in their sectors.

HOW DO YOU CONDUCT YOUR RESEARCH?

We conduct detailed analyses that often involve site visits and discussions with managers of the projects being financed. Since Nuveen is a major investor with large buying power, issuers and project managers are willing to listen to us and respond to our concerns.

IS THE RESEARCH AND ANALYSIS PROCESS ANY DIFFERENT WHEN CONSIDERING HIGH-YIELD BONDS?

Up to 20 percent of some funds can be invested in below investment grade bonds to help the fund attain a higher yield. This underscores the need for research. If one of our 16 analysts believes a high-yield bond should be purchased, a second analyst reviews the issue as well.

HOW DO YOU MONITOR THE VARIOUS BONDS ONCE THEY'VE BEEN PURCHASED?

We have a proprietary database with information and analysis on the bonds Nuveen holds in its funds. Among other things, we are able to evaluate risk exposure to sectors, issuers and specific bonds on an on-going basis.

HOW DOES THE RESEARCH DEPARTMENT COMMUNICATE THE INFORMATION GATHERED?

We conduct biweekly meetings within the research department and weekly meetings with portfolio managers. We also write-up our findings and distribute them with "buy," "hold" or "sell" recommendations to portfolio managers.

Volume one 2002
INSIDE

- 17 Bond Surveillance -
A High Priority at Nuveen
- 18 Is it Time to Rethink
Your Bond Strategy?
- 19 Many Investors Continue
to Find Solutions with Professional Advice
- 20 Fund Reports
Available Online
- 20 ETFConnect:
The Source for All Exchange-Traded Funds
(C)2002 Nuveen Investments.
All rights reserved.

logo: Nuveen Investments

17

VI

IS IT TIME TO RETHINK YOUR BOND STRATEGY?

Significant stock market losses in recent history have sent many investors toward bonds as a way to potentially cut their losses and balance equity-dominated portfolios. While many consider bonds a set-and-forget investment, there are several circumstances that might prompt you to reassess -- and perhaps revamp -- your bond holdings.

TAX BRACKET CHANGES

The Economic Growth and Tax Relief Reconciliation Act of 2001 has dropped tax brackets a percentage point this year, but a higher salary, large bonus, sale of assets or retirement may push you into a higher tax bracket for 2002.

If you are in a higher tax bracket and want to generate an income stream without raising your tax burden, tax-free municipal bonds may be a prudent option. Even if you are in a lower tax bracket, municipal bonds could make sense. The question is whether municipal or taxable bonds will deliver a better taxable yield.

RETIREMENT PLANS CHANGE

Whether you are near retirement or are currently enjoying it, you may want to consider rebalancing your retirement accounts with less stock and more bonds, to potentially reduce risk and try to preserve the assets that you have accumulated. If you are just entering retirement you may want to make tax-free municipal bonds a part of your portfolio to emphasize income generation and protection from taxation.

RISK TOLERANCE CHANGES

The recent market volatility and market downturn may have caused many investors to reevaluate their tolerance for risk. On the other hand, your portfolio might have performed well over the last few years and you may not need to take on extra risk to meet your long-term goals. In either situation you could take a

look at your bond portfolio and determine whether you need to make changes to correspond with your tolerance for risk.

PORTFOLIO CHANGES

If you make significant changes to one or more of your investments, you'll want to look at your portfolio as a whole, particularly with regard to overall asset allocation. You may need to do some rebalancing to stay on track with your investment strategy.

Your financial advisor can help. Regardless of how your circumstances change, he or she can provide up-to-date information on the bond market and various funds to help you decide how to maximize your returns consistent with your short- and long-term financial goals.

No investment is risk free and some investments carry more risk than others. It is important to know what the risks are, to evaluate them against any potential rewards, and to determine your tolerance for risk when selecting an investment.

photo: lighthouse
photo: 2 children

The Nuveen Investor Vol 02.1
logo:Nuveen Investments

18

V1

photo: clouds
photo: woman & girl

MANY INVESTORS CONTINUE TO FIND SOLUTIONS WITH PROFESSIONAL ADVICE

For many investors, current financial markets are confusing and frustrating. According to research conducted for the Forum for Investor Advice*, that's the number one reason many turn to a financial advisor. They want someone to suggest ideas and provide consultation, dialogue and professional advice.

Investors say their advisors are helpful in other key ways, including...

- o Saving time. After consultation, investors note that the second most important reason for using an advisor is to have someone else monitor their portfolio, reducing the amount of time they spend on investing.
- o Help in sorting through information. Investors in the 21st century have more products from which to choose than in the past. For example, there are approximately 8,000 mutual funds today, up from 3,000 in 1990.
- o Assistance in setting financial goals. According to investors who use a financial advisor, they are more likely to have a plan for a specific financial goal than do-it-yourself investors.
- o Staying focused. Advisor-assisted investors are more likely than do-it-yourself investors to have developed a comprehensive investment program.
- o Peace of mind. Investors say their comfort level in all types of markets is higher when using an advisor for a "second opinion" on an investment decision.

*The survey of 324 investors was conducted in December of 2000 by Market Facts and analyzed by New York based Neuwirth Research. Of the 324, 166 said they had an ongoing relationship with a financial advisor, while 157 described themselves as do-it-yourselfers.

(continued from page 17)

HOW ARE PROBLEM BONDS IDENTIFIED AND HANDLED?

We conduct surveillance on our bonds on a regular basis to ensure, among other things, that deteriorating bonds are identified early. We then discuss any emerging problems and potential courses of action with the portfolio manager.

HOW MANY ISSUES DOES THE RESEARCH DEPARTMENT FOLLOW?

We follow 12 sectors and 1,500 uninsured bonds, worth about \$18 billion of Nuveen's \$45 billion in total municipal assets. The remaining \$27 billion in municipal assets are insured or escrowed (backed by Treasury bonds). For the insured bonds, we monitor closely on a regular basis the insurers guaranteeing the bonds.

WILL RESEARCH AND SURVEILLANCE CHANGE IN LIGHT OF PROBLEMS WITH ENRON SECURITIES?

Overall, our investment process and surveillance have worked well and been effective. However, we meet as a group on a regular basis and are constantly evaluating ways to improve the process to respond to issues and the market environment.

The Nuveen Investor Vol. 02.1
logo:Nuveen Investments

19

V1

LOOK AHEAD...

FUND REPORTS
AVAILABLE
ONLINE

Nuveen Fund information is now available online. Once you register, you'll receive an e-mail notice with a link to your Fund's reports and other information just as soon as it is ready. Registering takes only a few minutes.

If you receive statements from a brokerage firm or financial advisor, go to WWW.INVESTORDELIVERY.COM. Enter your personal 13-character enrollment number imprinted on the address sheet of this report near your name. From the options on the follow-up page, select the New Enrollment>Create screen. Once there, enter your e-mail address and a personal, four-digit PIN. Hit the Submit button. Confirm the information you entered is correct, then hit Submit again.

If you receive statements directly from Nuveen, go to WWW.NUVEEN.COM. Select the Access Your Account tab, then select E-Report Enrollment. Finally, click on the Enrollment Page. Once there, you'll need to provide your social security number and e-mail address. Click on Enroll.

After registering, you should receive a confirming e-mail within 24 hours. If not, repeat these steps to ensure all information is accurate. You can use this same process if you need to change your registration information or want to cancel Internet viewing. The e-mail address you provide is strictly confidential and will only be used to notify you of shareholder information.

photos: website

The information in this newsletter should not be construed as specific tax or investment advice. Contact your advisor for information about your particular situation.

ETFCONNECT:
THE SOURCE FOR ALL
EXCHANGE-TRADED FUNDS

Last fall, Nuveen launched ETFConnect, the industry's first website featuring all-encompassing information on exchanged-traded funds. Whatever you're looking for in the world of Index ETFs or Closed-End Exchange-Traded Funds - prices, NAVs, dividend information, performance histories, new developments - this is the place. Highlights include Quick Facts sheets for more than 500 funds, a multi-fund search capability, website links, a list of fund sponsors, tools for portfolio tracking, and a continually updated education center. Check out www.etfconnect.com.

photo: website

The Nuveen Investor Vol. 02.1

logo:Nuveen Investments

20

Report of
Independent Auditors

THE BOARDS OF DIRECTORS, TRUSTEES AND SHAREHOLDERS
NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND, INC.
NUVEEN ARIZONA DIVIDEND ADVANTAGE MUNICIPAL FUND
NUVEEN ARIZONA DIVIDEND ADVANTAGE MUNICIPAL FUND 2
NUVEEN MICHIGAN QUALITY INCOME MUNICIPAL FUND, INC.
NUVEEN MICHIGAN PREMIUM INCOME MUNICIPAL FUND, INC.
NUVEEN MICHIGAN DIVIDEND ADVANTAGE MUNICIPAL FUND
NUVEEN OHIO QUALITY INCOME MUNICIPAL FUND, INC.
NUVEEN OHIO DIVIDEND ADVANTAGE MUNICIPAL FUND
NUVEEN OHIO DIVIDEND ADVANTAGE MUNICIPAL FUND 2
NUVEEN OHIO DIVIDEND ADVANTAGE MUNICIPAL FUND 3
NUVEEN TEXAS QUALITY INCOME MUNICIPAL FUND

We have audited the accompanying statements of assets and liabilities, including the portfolios of investments, of Nuveen Arizona Premium Income Municipal Fund, Inc., Nuveen Arizona Dividend Advantage Municipal Fund, Nuveen Arizona Dividend Advantage Municipal Fund 2, Nuveen Michigan Quality Income Municipal Fund, Inc., Nuveen Michigan Premium Income Municipal Fund, Inc., Nuveen Michigan Dividend Advantage Municipal Fund, Nuveen Ohio Quality Income Municipal Fund, Inc., Nuveen Ohio Dividend Advantage Municipal Fund, Nuveen Ohio Dividend Advantage Municipal Fund 2, Nuveen Ohio Dividend Advantage Municipal Fund 3 and Nuveen Texas Quality Income Municipal Fund as of July 31, 2002, and the related statements of operations, changes in net assets and the financial highlights for the periods indicated therein. These financial statements and financial highlights are the responsibility of the Funds' management. Our responsibility is to express an opinion on these financial statements and financial highlights based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States. Those standards require that we plan and perform the audit

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements and financial highlights. Our procedures included confirmation of investments owned as of July 31, 2002, by correspondence with the custodian and brokers or by other appropriate auditing procedures when replies from brokers were not received. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements and financial highlights referred to above present fairly, in all material respects, the financial positions of Nuveen Arizona Premium Income Municipal Fund, Inc., Nuveen Arizona Dividend Advantage Municipal Fund, Nuveen Arizona Dividend Advantage Municipal Fund 2, Nuveen Michigan Quality Income Municipal Fund, Inc., Nuveen Michigan Premium Income Municipal Fund, Inc., Nuveen Michigan Dividend Advantage Municipal Fund, Nuveen Ohio Quality Income Municipal Fund, Inc., Nuveen Ohio Dividend Advantage Municipal Fund, Nuveen Ohio Dividend Advantage Municipal Fund 2, Nuveen Ohio Dividend Advantage Municipal Fund 3 and Nuveen Texas Quality Income Municipal Fund at July 31, 2002, and the results of their operations, changes in their net assets and the financial highlights for the periods indicated therein in conformity with accounting principles generally accepted in the United States.

/s/Ernst & Young LLP

Chicago, Illinois
September 9, 2002

21

Nuveen Arizona Premium Income Municipal Fund, Inc. (NAZ)

Portfolio of
Investments July 31, 2002

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION

	BASIC MATERIALS - 1.8%	
\$ 4,000	Industrial Development Authority of the County of Gila, Arizona, Environmental Revenue Refunding Bonds (ASARCO Incorporated Project), Series 1998, 5.550%, 1/01/27	1/08 at 10

	CONSUMER STAPLES - 1.0%	
635	The Children's Trust Fund, Puerto Rico, Tobacco Settlement Asset-Backed Bonds, Series 2000, 5.750%, 7/01/20	7/10 at 10

	EDUCATION AND CIVIC ORGANIZATIONS - 9.0%	
1,000	Arizona State University, Certificates of Participation, Series 2002, 5.375%, 7/01/19	7/12 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

1,750	Student Loan Acquisition Authority of Arizona, Subordinated Fixed Rate Student Loan Revenue Bonds, Series 1994B, 6.600%, 5/01/10 (Alternative Minimum Tax)	5/04 at 10
1,250	Industrial Development Authority of the City of Glendale, Arizona, Revenue Bonds (Midwestern University), Series 2001A, 5.875%, 5/15/31	5/11 at 10
1,400	Southern Arizona Capital Facilities Financing Corporation, Student Housing Revenue Bonds (La Aldea Project at the University of Arizona), Series 2002, 5.000%, 9/01/23	9/12 at 10

HEALTHCARE - 21.1%

2,000	Arizona Health Facilities Authority, Hospital Revenue Bonds (Phoenix Children's Hospital), Series 1999A, 6.125%, 11/15/22	11/09 at 10
2,125	Arizona Health Facilities Authority, Hospital System Revenue Bonds (John C. Lincoln Health Network), Series 2000, 7.000%, 12/01/25	12/10 at 10
2,000	Arizona Health Facilities Authority, Revenue Bonds (Catholic Healthcare West), 1999 Series A, 6.625%, 7/01/20	7/10 at 10
3,000	Industrial Development Authority of the City of Mesa, Arizona, Revenue Bonds (Discovery Health System), Series 1999A, 5.750%, 1/01/25	1/10 at 10
515	Puerto Rico Industrial, Tourist, Educational, Medical and Environmental Control Facilities Financing Authority, Hospital Revenue Bonds (Hospital de la Concepcion Project), 2000 Series A, 6.375%, 11/15/15	11/10 at 10
250	Industrial Development Authority of the City of Scottsdale, Arizona, Hospital Revenue Bonds (Scottsdale Healthcare), Series 2001, 5.800%, 12/01/31	12/11 at 10
2,000	University Medical Center Corporation, Tucson, Arizona, Hospital Revenue Refunding Bonds, Series 1992, 6.250%, 7/01/16	1/03 at 10
1,055	Industrial Development Authority of the City of Winslow, Arizona, Hospital Revenue Bonds (Winslow Memorial Hospital Project), Series 1998, 5.500%, 6/01/22	6/08 at 10

HOUSING/MULTIFAMILY - 11.9%

2,011	Industrial Development Authority of the City of Glendale, Arizona, Multifamily Housing Revenue Bonds (GNMA Collateralized Mortgage Loan - Maridale Apartments Project), Series 2000A, 7.500%, 10/20/35	10/10 at 10
1,275	Industrial Development Authority of the County of Maricopa, Arizona, Multifamily Housing Revenue Bonds (GNMA Collateralized - Villas at Augusta Project), Series 2000, 6.400%, 10/20/20	10/10 at 10
400	Industrial Development Authority of the City of Phoenix, Arizona, Multifamily Housing Revenue Bonds (GNMA Collateralized - Campaigne Place on Jackson Project), Series 2001, 5.700%, 6/20/31	6/11 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

(Alternative Minimum Tax)

3,215	Industrial Development Authority of the County of Tucson, Arizona, Senior Living Facilities Revenue Bonds (The Christian Care Project), Series 2000A, 5.625%, 7/01/20	7/10 at 10
-------	---	------------

HOUSING/SINGLE FAMILY - 2.9%

200	Industrial Development Authority of the City of Phoenix, Arizona, Statewide Single Family Mortgage Revenue Bonds, Series 1995, 6.150%, 6/01/08 (Alternative Minimum Tax)	6/05 at 10
-----	--	------------

22

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION
---------------------------	-------------	-----------------------

HOUSING/SINGLE FAMILY (continued)

\$ 930	Industrial Development Authority of the City of Phoenix, Arizona, Single Family Mortgage Revenue Bonds, Series 2000-1B, 7.350%, 6/01/31 (Alternative Minimum Tax)	6/10 at 10
--------	---	------------

530	Industrial Development Authority of the County of Pima, Arizona, Single Family Mortgage Revenue Bonds, Series 1997A, 6.250%, 11/01/30 (Alternative Minimum Tax)	5/07 at 10
-----	---	------------

LONG-TERM CARE - 2.5%

500	Arizona Health Facilities Authority, Revenue Bonds (Bethesda Foundation - Bethesda Gardens Project), Series 1997A, 6.375%, 8/15/15	8/07 at 10
-----	--	------------

1,000	Industrial Development Authority of the County of Mohave, Arizona, Healthcare Revenue Refunding Bonds (GNMA Collateralized - Chris Ridge and Silver Ridge Village Projects), Series 1996, 6.375%, 11/01/31	5/06 at 10
-------	--	------------

TAX OBLIGATION/GENERAL - 16.6%

City of Glendale, Arizona, General Obligation Bonds, Series 2002 Refunding:

1,875	5.000%, 7/01/15	7/11 at 10
500	5.000%, 7/01/18	7/11 at 10

1,000	Washington Elementary School District No. 6 of Maricopa County, Arizona, General Obligation Bonds, Series 2002A Refunding, 5.375%, 7/01/15	No Opt.
-------	--	---------

1,400	Chandler Unified School District No. 80 of Maricopa County, Arizona, General Obligation Refunding Bonds, Series 1993, 5.950%, 7/01/10	7/03 at 10
-------	---	------------

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

3,000	City of Mesa, Arizona, General Obligation Bonds, Series 1999, 5.000%, 7/01/18	7/09 at 10
1,000	Commonwealth of Puerto Rico, Public Improvement General Obligation Bonds, Series 2002A, 5.500%, 7/01/19 (WI, settling 8/08/02)	No Opt.
500	5.375%, 7/01/28	7/11 at 10
585	Tempe Union High School District No. 213 of Maricopa County, Arizona, General Obligation Bonds, Series 1994, 6.000%, 7/01/12	7/04 at 10

TAX OBLIGATION/LIMITED - 25.0%

	City of Bullhead, Arizona, Parkway District Improvement Bonds, Series 1993:	
910	6.100%, 1/01/08	1/03 at 10
970	6.100%, 1/01/09	1/03 at 10
1,500	Industrial Development Authority of the County of Maricopa, Education Revenue Bonds (Arizona Charter Schools Project I), Series 2000A, 6.750%, 7/01/29	7/10 at 10
3,400	Maricopa County, Arizona, Stadium District Revenue Refunding Bonds, Series 2002, 5.375%, 6/01/18	6/12 at 10
	Industrial Development Authority of the City of Phoenix, Arizona, Government Office Lease Revenue Bonds (Capitol Mall LLC Project), Series 2000:	
1,000	5.375%, 9/15/22	9/10 at 10
2,000	5.500%, 9/15/27	9/10 at 10
2,150	Phoenix Civic Plaza Building Corporation, Arizona, Senior Lien Excise Tax Revenue Bonds, Series 1994, 6.000%, 7/01/14	7/05 at 10
1,000	Puerto Rico Public Buildings Authority, Government Facilities Revenue Refunding Bonds, Series D, Guaranteed by the Commonwealth of Puerto Rico, 5.125%, 7/01/24	7/12 at 10
500	Surprise Municipal Property Corporation, Arizona, Excise Tax Revenue Bonds, Series 2000, 5.700%, 7/01/20	7/09 at 10
500	City of Tucson, Arizona, Certificates of Participation, Series 2000, 5.700%, 7/01/20	7/08 at 10
1,100	City of Tucson, Arizona, Junior Lien Street and Highway User Revenue Bonds, Series 1994-E 5.000%, 7/01/18	7/10 at 10

U.S. GUARANTEED - 38.8%

3,500	Industrial Development Authority of the County of Maricopa, Arizona, Hospital System Revenue Refunding Bonds (Samaritan Health Services), Series 1990A, 7.000%, 12/01/16	No Opt.
	Industrial Development Authority of the County of Mohave, Arizona, Hospital System Revenue Refunding Bonds (Medical Environments, Inc. and Phoenix Baptist Hospital and Medical Center, Inc.), Series 1993:	

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

5,000	6.750%, 7/01/08 (Pre-refunded to 7/01/03)	7/03 at 10
1,000	7.000%, 7/01/16 (Pre-refunded to 7/01/03)	7/03 at 10

23

Nuveen Arizona Premium Income Municipal Fund, Inc. (NAZ) (continued)
Portfolio of Investments July 31, 2002

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION

	U.S. GUARANTEED (continued)	
\$ 2,700	City of Phoenix Civic Improvement Corporation, Arizona, Wastewater System Lease Revenue Bonds, Series 1993, 6.125%, 7/01/23 (Pre-refunded to 7/01/03)	7/03 at 10
2,000	City of Phoenix Civic Improvement Corporation, Arizona, Junior Lien Wastewater System Revenue Bonds, Series 2000, 6.000%, 7/01/24 (Pre-refunded to 7/01/10)	7/10 at 10
1,510	Metropolitan Domestic Water Improvement District of Pima County, Arizona, Special Assessment and Water Revenue Bonds, Series 1992, 6.200%, 1/01/12 (Pre-refunded to 1/01/03)	1/03 at 10
1,000	Puerto Rico Highway and Transportation Authority, Transportation Revenue Bonds, Series B, 6.500%, 7/01/27 (Pre-refunded to 7/01/10)	7/10 at 10
1,415	Tempe Union High School District No. 213 of Maricopa County, Arizona, General Obligation Bonds, Series 1994, 6.000%, 7/01/12 (Pre-refunded to 7/01/04)	7/04 at 10
3,000	City of Tucson, Arizona, General Obligation Bonds, Series 1984-G, 6.250%, 7/01/18 (Pre-refunded to 7/01/04)	7/04 at 10
725	City of Tucson, Arizona, Certificates of Participation, Series 1994, 6.375%, 7/01/09 (Pre-refunded to 7/01/04)	7/04 at 10

	UTILITIES - 13.7%	
1,000	Arizona Power Authority, Power Resource Revenue Bonds (Hoover Upgrading Project), Special Obligation Crossover Refunding Series 2001, 5.250%, 10/01/15	No Opt.
2,615	Coconino County Pollution Control Corporation, Arizona, Pollution Control Revenue Bonds (Nevada Power Company Project), Series 1996, 6.375%, 10/01/36 (Alternative Minimum Tax)	10/06 at 10
2,000	Industrial Development Authority of the County of Mohave, Arizona, Industrial Development Revenue Bonds (Citizen Utilities Company Projects), 1994 Series, 6.600%, 5/01/29 (Alternative Minimum Tax)	11/03 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

500	Navajo County Pollution Control Corporation, Arizona, Pollution Control Revenue Refunding Bonds (Arizona Public Service Company), 1993 Series A, 5.875%, 8/15/28	8/03 at 10
1,325	Industrial Development Authority of the County of Pima, Arizona, Industrial Development Lease Obligation Refunding Revenue Bonds (Irvington Project), 1988 Series A, 7.250%, 7/15/10	1/03 at 10
500	Salt River Project Agricultural Improvement and Power District, Arizona, Salt River Project Electric System Refunding Revenue Bonds, 2002 Series A, 5.000%, 1/01/31	1/12 at 10
1,450	Industrial Development Authority of the County of Yavapai, Arizona, Industrial Development Revenue Bonds (Citizens Utilities Company Project), 1998 Series, 5.450%, 6/01/33 (Alternative Minimum Tax)	6/07 at 10

WATER AND SEWER - 2.4%		
1,500	City of Phoenix Civic Improvement Corporation, Arizona, Junior Lien Water System Revenue Bonds, Series 2002, 5.000%, 7/01/26	7/12 at 10

\$ 90,671	Total Investments (cost \$90,874,228) - 146.7%	
=====		
Other Assets Less Liabilities - 1.0%		

Preferred Shares, at Liquidation Value - (47.7)%		

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

* Optional Call Provisions (not covered by the report of independent auditors): 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.

** Ratings (not covered by the report of independent auditors): 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. Securities are normally considered to be equivalent to AAA rated securities.

N/R Investment is not rated.

(WI) Security purchased on a when-issued basis.

See accompanying notes to financial statements.

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION

	EDUCATION AND CIVIC ORGANIZATIONS - 10.2%	
\$ 1,020	Industrial Development Authority of the City of Mesa, Arizona, Student Housing Revenue Bonds (ASU East/Maricopa County Community College District Williams Campus Project), Series 2001A, 6.000%, 7/01/26	7/11 at 10
1,000	Puerto Rico Industrial, Tourist, Educational, Medical and Environmental Control Facilities Financing Authority, Higher Education Revenue Bonds (Ana G. Mendez University System Project), Series 1999, 5.375%, 2/01/29	2/09 at 10
300	Puerto Rico Industrial, Educational, Medical and Environmental Control Facilities Financing Authority, Higher Education Revenue Bonds (University of the Sacred Heart Project), Series 2001, 5.250%, 9/01/21	9/11 at 10

	HEALTHCARE - 14.7%	
1,050	Arizona Health Facilities Authority, Hospital System Revenue Bonds (John C. Lincoln Health Network), Series 2000, 6.875%, 12/01/20	12/10 at 10
1,170	Arizona Health Facilities Authority, Revenue Bonds (Catholic Healthcare West), 1999 Series A, 6.625%, 7/01/20	7/10 at 10
1,000	Industrial Development Authority of the City of Scottsdale, Arizona, Hospital Revenue Bonds (Scottsdale Healthcare), Series 2001, 5.800%, 12/01/31	12/11 at 10

	HOUSING/MULTIFAMILY - 20.6%	
1,000	Industrial Development Authority of the County of Maricopa, Arizona, Multifamily Housing Revenue Bonds (Whispering Palms Apartments Project), Series 1999A, 5.900%, 7/01/29	7/09 at 10
1,000	Industrial Development Authority of the County of Maricopa, Arizona, Multifamily Housing Revenue Bonds (Sun King Apartments Project), Series 2000A, 6.750%, 5/01/31	5/10 at 10
1,125	Industrial Development Authority of the County of Maricopa, Arizona, Multifamily Housing Revenue Bonds (Syl-Mar Apartments Project), Series 2001, 5.650%, 4/20/21 (Alternative Minimum Tax)	10/11 at 10
275	Industrial Development Authority of the City of Phoenix, Arizona, Multifamily Housing Revenue Bonds (GNMA Collateralized - Campaigne Place on Jackson Project), Series 2001, 5.700%, 6/20/31 (Alternative Minimum Tax)	6/11 at 10
1,000	Industrial Development Authority of the City of Phoenix, Arizona, Multifamily Housing Revenue Bonds (GNMA Collateralized - Bay Club Apartments Project), Series 2001, 5.900%, 11/20/31	11/11 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

HOUSING/SINGLE FAMILY - 4.5%		
1,000	Industrial Development Authority of the County of Pima, Arizona, Single Family Mortgage Revenue Bonds, Series 2001-A4, 5.050%, 5/01/17	11/10 at 10
LONG-TERM CARE - 4.4%		
1,000	Mesa County, Colorado, Residential Care Facilities Mortgage Revenue Bonds (Hilltop Community Resources, Inc. Obligated Group Projects), Series 2001A, 5.375%, 12/01/28	12/11 at 10
TAX OBLIGATION/GENERAL - 23.2%		
1,500	Washington Elementary School District No. 6 of Maricopa County, Arizona, General Obligation Bonds, Series 2002A Refunding, 5.375%, 7/01/15	No Opt.
1,000	City of Mesa, Arizona, General Obligation Bonds, Series 1999, 5.000%, 7/01/17	7/09 at 10
1,000	City of Phoenix, Arizona, General Obligation Refunding Bonds, Series 1995A, 5.000%, 7/01/19	7/05 at 10
500	Commonwealth of Puerto Rico, Public Improvement General Obligation Bonds, Series 2002A, 5.500%, 7/01/29	No Opt.
1,020	City of Tucson, Arizona, General Obligation Refunding Bonds, Series 1997, 5.000%, 7/01/19	7/07 at 10

25

Nuveen Arizona Dividend Advantage Municipal Fund (NFZ) (continued)
Portfolio of Investments July 31, 2002

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION
TAX OBLIGATION/LIMITED - 23.4%		
\$ 700	Arizona School Facilities Board, State School Improvement Revenue Bonds, Series 2001, 5.500%, 7/01/18	7/11 at 10
1,415	State of Arizona, Certificates of Participation, Series 2002A, 4.800%, 11/01/15	5/12 at 10
2,000	Industrial Development Authority of the County of Maricopa, Arizona, Education Revenue Bonds (Horizon Community Learning Center Project), Series 2000, 6.350%, 6/01/26	6/07 at 10
900	Industrial Development Authority of the City of Phoenix, Arizona,	3/12 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

Government Office Lease Revenue Bonds (Capitol Mall LLC II Project),
Series 2001, 5.250%, 9/15/16

U.S. GUARANTEED - 8.6%		
500	Industrial Development Authority of the County of Maricopa, Arizona, Baptist Hospital System Revenue Refunding Bonds, Series 1995, 5.500%, 9/01/16 (Pre-refunded to 9/01/05)	9/05 at 10
1,350	Puerto Rico Infrastructure Financing Authority, Special Obligation Bonds, 2000 Series A, 5.500%, 10/01/40	10/10 at 10

UTILITIES - 29.7%		
1,500	Arizona Power Authority, Power Resource Revenue Bonds (Hoover Uprating Project), Special Obligation Crossover Refunding Series 2001, 5.250%, 10/01/17	No Opt.
1,000	Coconino County Pollution Control Corporation, Arizona, Pollution Control Revenue Bonds (Nevada Power Company Project), Series 1997B, 5.800%, 11/01/32 (Alternative Minimum Tax)	11/02 at 10
1,000	City of Mesa, Arizona, Utility System Revenue Bonds, Series 2000, 5.125%, 7/01/19	7/09 at 10
1,000	City of Mesa, Arizona, Utility System Revenue Refunding Bonds, Series 2002, 5.250%, 7/01/17	No Opt.
350	Puerto Rico Electric Power Authority, Power Revenue Bonds, 2002 Series II, 5.125%, 7/01/26	7/12 at 10
805	Salt River Project Agricultural Improvement and Power District, Arizona, Salt River Project Electric System Refunding Revenue Bonds, 1997 Series A, 5.000%, 1/01/20	1/08 at 10
1,000	Salt River Project Agricultural Improvement and Power District, Arizona, Salt River Project Electric System Refunding Revenue Bonds, 2002 Series A, 5.250%, 1/01/18	1/12 at 10

WATER AND SEWER - 11.0%		
1,025	City of Chandler, Arizona, Water and Sewer Revenue Bonds, Series 2001, 4.500%, 7/01/18	7/10 at 10
1,500	City of Phoenix Civic Improvement Corporation, Arizona, Junior Lien Water System Revenue Bonds, Series 2002, 5.000%, 7/01/26	7/12 at 10

\$ 33,005 Total Investments (cost \$33,382,601) - 150.3%

Other Assets Less Liabilities - 2.4%

Preferred Shares, at Liquidation Value - (52.7)%

Net Assets Applicable to Common Shares - 100%

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

* Optional Call Provisions (not covered by the report of independent auditors): 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.

** Ratings (not covered by the report of independent auditors): Using the higher of Standard & Poor's or Moody's rating.

See accompanying notes to financial statements.

26

Nuveen Arizona Dividend Advantage Municipal Fund 2 (NKR)
 Portfolio of
 Investments July 31, 2002

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISIONS

	CONSUMER STAPLES - 3.6%	
\$ 1,215	The Children's Trust Fund, Puerto Rico, Tobacco Settlement Asset-Backed Bonds, Series 2000, 5.750%, 7/01/12	7/10 at 100

	EDUCATION AND CIVIC ORGANIZATIONS - 14.5%	
510	Arizona State University, Certificates of Participation, Series 2002, 5.125%, 7/01/26	7/12 at 100
	Arizona Board of Regents, Arizona State University System Revenue Bonds, Series 2002:	
1,000	5.000%, 7/01/25	7/12 at 100
715	5.750%, 7/01/27	7/12 at 100
1,250	Industrial Development Authority of the City of Glendale, Arizona, Revenue Bonds (Midwestern University), Series 2001A, 5.875%, 5/15/31	5/11 at 100
320	Puerto Rico Industrial, Tourist, Educational, Medical and Environmental Control Facilities Financing Authority, Higher Education Revenue Bonds (Ana G. Mendez University System Project), Series 1999, 5.375%, 2/01/19	2/09 at 100
	Arizona Board of Regents, Certificates of Participation (University of Arizona Project), Series 2002A:	
750	5.500%, 6/01/18	6/12 at 100
500	5.125%, 6/01/22	6/12 at 100

	HEALTHCARE - 11.8%	

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

735	Arizona Health Facilities Authority, Hospital System Revenue Bonds (Phoenix Children's Hospital), Series 2002A, 6.250%, 2/15/21	2/12 at 10
1,000	Arizona Health Facilities Authority, Revenue Bonds (Catholic Healthcare West), 1999 Series A, 6.625%, 7/01/20	7/10 at 10
1,000	Industrial Development Authority of the County of Maricopa, Arizona, Health Facility Revenue Bonds (Catholic Healthcare West Project), 1998 Series A, 5.000%, 7/01/21	7/08 at 10
500	Industrial Development Authority of the County of Maricopa, Arizona, Hospital Revenue Bonds (Mayo Clinic Hospital), Series 1998, 5.250%, 11/15/37	5/08 at 10
1,000	Industrial Development Authority of the City of Mesa, Arizona, Revenue Bonds (Discovery Health System), Series 1999A, 5.625%, 1/01/29	1/10 at 10

HOUSING/MULTIFAMILY - 7.6%

1,000	Industrial Development Authority of the County of Maricopa, Arizona, Multifamily Housing Revenue Bonds (GNMA Collateralized - Pine Ridge, Cambridge Court, Cove on 44th and Fountain Place Apartments Projects), Series 2001-A1 Refunding, 6.000%, 10/20/31	10/11 at 10
1,425	Industrial Development Authority of the City of Phoenix, Arizona, Multifamily Housing Revenue Bonds (GNMA Collateralized - Summit Apartments Project), Series 2002, 6.450%, 7/20/32	7/12 at 10

HOUSING/SINGLE FAMILY - 1.3%

470	Industrial Development Authority of the County of Pima, Arizona, Single Family Mortgage Revenue Bonds, Series 2001-A1, 5.350%, 11/01/24 (Alternative Minimum Tax)	11/10 at 10
-----	---	-------------

TAX OBLIGATION/GENERAL - 44.6%

1,725	City of Chandler, Arizona, General Obligation Bonds, Series 2002, 5.000%, 7/01/17	7/12 at 10
1,000	Town of Gilbert, Arizona, General Obligation Bonds, Series 2002A, 5.000%, 7/01/18	7/11 at 10
1,000	Washington Elementary School District No. 6 of Maricopa County, Arizona, General Obligation Bonds, Series 2002A Refunding: 5.375%, 7/01/15	No Opt.
2,000	5.375%, 7/01/16	No Opt.

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION

	TAX OBLIGATION/GENERAL (continued)	
\$ 2,165	Paradise Valley Unified School District No. 69 of Maricopa County, Arizona, General Obligation Bonds, Series 2002A Refunding, 5.250%, 7/01/14	No Opt.
1,000	City of Mesa, Arizona, General Obligation Bonds, Series 2000, 6.500%, 7/01/11	No Opt.
1,405	City of Mesa, Arizona, General Obligation Bonds, Series 2002, 5.375%, 7/01/15	No Opt.
	City of Phoenix, Arizona, Various Purpose General Obligation Bonds, Series 2002B:	
1,700	5.000%, 7/01/22	7/12 at 10
250	5.000%, 7/01/27	7/12 at 10
1,000	Apache Junction Unified School District No. 43 of Pinal County, Arizona, General Obligation Refunding Bonds, Series 2001, 5.750%, 7/01/15	No Opt.
1,500	City of Scottsdale, Arizona, General Obligation Bonds, Series 2002, 5.000%, 7/01/24	7/11 at 10

	TAX OBLIGATION/LIMITED - 36.1%	
	State of Arizona, Certificates of Participation, Series 2002A:	
750	5.000%, 11/01/17	5/12 at 10
1,000	5.000%, 11/01/18	5/12 at 10
500	5.000%, 11/01/20	5/12 at 10
1,000	Maricopa County Public Finance Authority, Arizona, Lease Revenue Bonds, Series 2001, 5.500%, 7/01/15	7/11 at 10
	Maricopa County, Arizona, Stadium District Revenue Refunding Bonds, Series 2002:	
840	5.375%, 6/01/18	6/12 at 10
2,645	5.375%, 6/01/19	6/12 at 10
1,500	Industrial Development Authority of the City of Phoenix, Arizona, Government Office Lease Revenue Bonds (Capitol Mall LLC II Project), Series 2001, 5.250%, 9/15/16	3/12 at 10
500	Puerto Rico Highway and Transportation Authority, Highway Revenue Bonds, Series 1996Y, 5.500%, 7/01/36	7/16 at 10
1,000	Puerto Rico Highway and Transportation Authority, Transportation Revenue Bonds, Series D, 5.000%, 7/01/32	7/12 at 10
1,000	Puerto Rico Public Buildings Authority, Government Facilities Revenue Refunding Bonds, Series D, Guaranteed by the Commonwealth of Puerto Rico, 5.125%, 7/01/24	7/12 at 10
1,000	City of Tucson, Arizona, Junior Lien Street and Highway User	7/10 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

Revenue Bonds, Series 1994-E, 5.000%, 7/01/18

640 City of Yuma Municipal Property Corporation, Arizona, Municipal Facilities Revenue Bonds, Series 2001, 5.000%, 7/01/21 7/10 at 10

TRANSPORTATION - 5.6%

1,000 City of Phoenix Civic Improvement Corporation, Arizona, Senior Lien Airport Revenue Bonds, Series 1998A, 5.000%, 7/01/25 7/08 at 10

1,000 City of Phoenix Civic Improvement Corporation, Arizona, Senior Lien Airport Revenue Bonds, Series 2002B, 5.250%, 7/01/27 (Alternative Minimum Tax) 7/12 at 10

U.S. GUARANTEED - 4.4%

1,500 Puerto Rico Infrastructure Financing Authority, Special Obligation Bonds, 2000 Series A, 5.500%, 10/01/40 10/10 at 10

UTILITIES - 13.5%

1,115 Arizona Power Authority, Power Resource Revenue Bonds (Hoover Uprating Project), Special Obligation Crossover Refunding Series 2001, 5.250%, 10/01/15 No Opt.

1,000 City of Mesa, Arizona, Utility System Revenue Bonds, Series 2002, 5.000%, 7/01/20 7/11 at 10

1,000 City of Mesa, Arizona, Utility System Revenue Refunding Bonds, Series 2002, 5.250%, 7/01/17 No Opt.

1,500 Salt River Project Agricultural Improvement and Power District, Arizona, Salt River Project Electric System Refunding Revenue Bonds, 2002 Series A, 5.000%, 1/01/31 1/12 at 10

28

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION
---------------------------	-------------	-----------------------

WATER AND SEWER - 7.5%

\$	500	Industrial Development Authority of the County of Maricopa, Arizona, Water System Improvement Revenue Bonds (Chaparral City Water Company Project), Series 1997A, 5.400%, 12/01/22 (Alternative Minimum Tax)	12/07 at 10
----	-----	--	-------------

1,000	City of Phoenix Civic Improvement Corporation, Arizona, Water System Junior Lien Revenue Refunding Bonds, Series 2001, 5.500%, 7/01/22	No Opt.
-------	--	---------

1,000	City of Tucson, Arizona, Water System Revenue Refunding Bonds,	7/12 at 10
-------	--	------------

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

Series 2001, 5.500%, 7/01/18

 \$ 51,125 Total Investments (cost \$52,359,201) - 150.5%
 =====

Other Assets Less Liabilities - 1.0%

 Preferred Shares, at Liquidation Value - (51.5)%

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

* Optional Call Provisions (not covered by the report of independent auditors): 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.

** Ratings (not covered by the report of independent auditors): Using the higher of Standard & Poor's or Moody's rating.

See accompanying notes to financial statements.

29

Nuveen Michigan Quality Income Municipal Fund, Inc. (NUM)
 Portfolio of
 Investments July 31, 2002

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISI
	Capital Goods - 0.6%	
\$ 1,000	Michigan Strategic Fund, Limited Obligation Revenue Bonds (WMX Technologies, Inc. Project), Series 1993, 6.000%, 12/01/13 (Alternative Minimum Tax)	12/03 at 10
	CONSUMER STAPLES - 0.2%	
330	The Children's Trust Fund, Puerto Rico, Tobacco Settlement Asset-Backed Bonds, Series 2000, 5.750%, 7/01/20	7/10 at 10
	EDUCATION AND CIVIC ORGANIZATIONS - 7.4%	
1,720	Board of Trustees of Ferris State University, Michigan, General Revenue Bonds, Series 1998, 5.000%, 10/01/23	4/08 at 10
1,685	Michigan Higher Education Facilities Authority, Limited Obligation Revenue Bonds (Kettering University), Refunding Series 2001, 5.500%, 9/01/17	9/11 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

1,500	Michigan Higher Education Student Loan Authority, Revenue Bonds, 2000 Series XII-T, 5.300%, 9/01/10 (Alternative Minimum Tax)	No Opt.
1,000	Michigan Higher Education Student Loan Authority, Revenue Bonds, 2002 Series XVII-G, 5.200%, 9/01/20 (Alternative Minimum Tax)	9/12 at 10
1,000	Board of Trustees of Oakland University, Michigan, General Revenue Bonds, Series 1995, 5.750%, 5/15/15	5/05 at 10
	Board of Governors of Wayne State University, Michigan, General Revenue Bonds, Series 1999:	
3,430	5.250%, 11/15/19	11/09 at 10
1,000	5.125%, 11/15/29	11/09 at 10
1,450	Board of Trustees of Western Michigan University, General Revenue Bonds, Series 1993A, 5.000%, 7/15/21	7/03 at 10

HEALTHCARE - 20.9%

2,900	Economic Development Corporation of the City of Dearborn, Michigan, Hospital Revenue Bonds (Oakwood Obligated Group), Series 1995A, 5.875%, 11/15/25	11/05 at 10
1,235	City of Hancock Hospital Finance Authority, Michigan, FHA-Insured Mortgage Hospital Revenue Bonds (Portage Health System, Inc.), Series 1998, 5.450%, 8/01/47	8/08 at 10
3,500	Kent Hospital Finance Authority, Michigan, Revenue Bonds (Spectrum Health), Series 2001A, 5.250%, 1/15/21	7/11 at 10
3,306	Michigan State Hospital Finance Authority, Detroit Medical Center Collateralized Loan, Series 2001, 7.360%, 4/01/07	No Opt.
1,000	Michigan State Hospital Finance Authority, Revenue Refunding Bonds (OSF Healthcare System), Series 1999, 6.125%, 11/15/19	11/09 at 10
	Michigan State Hospital Finance Authority, Revenue Bonds (Ascension Health Credit Group), Series 1999A:	
1,000	6.125%, 11/15/23	11/09 at 10
2,500	6.125%, 11/15/26	11/09 at 10
1,700	Michigan State Hospital Finance Authority, Revenue and Refunding Bonds (Mercy Health Services Obligated Group), 1999 Series X, 5.750%, 8/15/19	8/09 at 10
	Michigan State Hospital Finance Authority, Hospital Revenue and Refunding Bonds (Mercy Mount Clemens Corporation Obligated Group), Series 1999A:	
3,385	5.750%, 5/15/17	5/09 at 10
500	5.750%, 5/15/29	5/09 at 10
3,000	Michigan State Hospital Finance Authority, Hospital Revenue Bonds (Detroit Medical Center Obligated Group), Series 1998A, 5.250%, 8/15/28	8/08 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION

	HEALTHCARE (continued)	
\$ 1,000	Michigan State Hospital Finance Authority, Revenue and Refunding Bonds (Memorial Healthcare Center Obligated Group), Series 1999, 5.875%, 11/15/21	11/09 at 10
5,000	Michigan State Hospital Finance Authority, Hospital Revenue Bonds (Henry Ford Health System), Series 1999A, 6.000%, 11/15/24	11/09 at 10
5,500	City of Royal Oak Hospital Finance Authority, Michigan, Hospital Revenue Bonds (William Beaumont Hospital), Series 2001M, 5.250%, 11/15/31	11/11 at 10
2,195	Regents of the University of Michigan, Medical Service Plan Revenue Bonds, Series 1991, 0.000%, 12/01/10	No Opt.

	HOUSING/MULTIFAMILY - 11.2%	
2,675	Michigan State Housing Development Authority, Limited Obligation Multifamily Housing Revenue Bonds (Parkview Place Apartments), Series 2002A, 5.550%, 12/01/34 (Alternative Minimum Tax)	12/20 at 10
5,250	Michigan State Housing Development Authority, Limited Obligation Revenue Bonds (Parkway Meadows Project), Series 1991, 6.850%, 10/15/18	10/02 at 10
5,000	Michigan State Housing Development Authority, Rental Housing Revenue Bonds, 1995 Series B, 6.150%, 10/01/15	6/05 at 10
6,795	Michigan State Housing Development Authority, Rental Housing Revenue Bonds, 1999 Series A, 5.300%, 10/01/37 (Alternative Minimum Tax)	4/09 at 10

	HOUSING/SINGLE FAMILY - 0.6%	
1,000	Michigan State Housing Development Authority, Single Family Mortgage Revenue Bonds, Series 2001, 5.300%, 12/01/16 (Alternative Minimum Tax)	1/11 at 10

	LONG-TERM CARE - 6.6%	
2,000	Economic Development Corporation of the Charter Township of Grand Rapids, Michigan, Limited Obligation Revenue Bonds (Porter Hills Obligated Group - Cook Valley Estate Project), Series 1999, 5.450%, 7/01/29	7/09 at 10
3,300	Michigan State Hospital Finance Authority, Revenue Bonds (Presbyterian Villages of Michigan Obligated Group), Series 1997, 6.375%, 1/01/25	1/07 at 10
1,300	Michigan Strategic Fund, Limited Obligation Revenue Bonds	7/08 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

(Porter Hills Presbyterian Village), Series 1998 Refunding,
5.375%, 7/01/28

5,280	Economic Development Corporation of the City of Warren, Michigan, Nursing Home Revenue Refunding Bonds (GNMA Mortgage-Backed Security - Autumn Woods Project), Series 1992, 6.900%, 12/20/22 (Pre-refunded to 8/20/02)	8/02 at 10
-------	--	------------

TAX OBLIGATION/GENERAL - 35.2%

Allegan Public Schools, County of Allegan, Michigan, 2000 General Obligation Bonds:		
1,850	5.600%, 5/01/20	5/10 at 10
1,150	5.750%, 5/01/30	5/10 at 10

4,200	Anchor Bay School District, Counties of Macomb and St. Clair, Michigan, 2001 Refunding General Obligation Unlimited Tax Bonds, 5.000%, 5/01/29	5/11 at 10
1,000	Anchor Bay School District, Counties of Macomb and St. Clair, Michigan, Refunding General Obligation Bonds, Series 2002, 5.000%, 5/01/25	5/12 at 10
1,000	Belding Area Schools, Counties of Ionia, Kent and Montcalm, Michigan, 1998 Refunding General Obligation Unlimited Tax Bonds, 5.000%, 5/01/26	5/08 at 10
1,320	Bridgeport Spaulding Community School District, County of Saginaw, Michigan, General Obligation Bonds, Series 2002, 5.500%, 5/01/16	5/12 at 10
1,000	Charlotte Public Schools, County of Easton, Michigan, 1999 School Building and Site General Obligation Unlimited Tax Bonds, 5.250%, 5/01/25	5/09 at 10
1,000	Chippewa Valley Schools, County of Macomb, Michigan, General Obligation Bonds, Series 1993, 5.000%, 5/01/21	5/03 at 10
2,000	Clarkston Community Schools, Michigan, General Obligation Bonds, 5.250%, 5/01/23	5/07 at 10
1,000	East China School District, County of St. Clair, Michigan, General Obligation Bonds, Series 2001, 5.500%, 5/01/20	11/11 at 10

31

Nuveen Michigan Quality Income Municipal Fund, Inc. (NUM) (continued)
Portfolio of Investments July 31, 2002

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION
---------------------------	-------------	-----------------------

Tax Obligation/General (continued)

\$ 1,085	Freeland Community School District, Counties of Saginaw, Midland	5/10 at 10
----------	--	------------

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

	and Bay, Michigan, 2000 School Building and Site General Obligation Unlimited Tax Bonds, 5.250%, 5/01/19	
3,300	Grand Ledge Public Schools, Counties of Eaton, Clinton and Ionia, Michigan, 1995 Refunding Bonds, 5.375%, 5/01/24	5/05 at 10
3,000	Grand Rapids and Kent Counties Joint Building Authority, Michigan, Limited Tax General Obligation Bonds (Devos Place Project), Series 2001, 0.000%, 12/01/26	No Opt.
1,500	Huron Valley School District, Counties of Oakland and Livingston, Michigan, General Obligation Bonds, Series 2001, 5.500%, 5/01/17	11/11 at 10
2,000	Lake Fenton Community Schools, County of Genesee, Michigan, General Obligation Bonds, Series 2002, 5.000%, 5/01/24	5/12 at 10
725	Lake Orion Community School District, County of Oakland, Michigan, 1995 Refunding General Obligation Unlimited Tax Bonds, 5.500%, 5/01/20	5/05 at 10
1,000	Mancelona Public School District, Counties of Antrim and Kalkaska, Michigan, General Obligation Bonds, Series 1997, 5.200%, 5/01/17	5/06 at 10
2,875	Milan Area Schools, Counties of Washtenaw and Monroe, Michigan, 2000 School Building and Site General Obligation Unlimited Tax Bonds, Series A, 5.750%, 5/01/24	5/10 at 10
4,300	Montcalm County Building Authority, Michigan, Correctional Facility Improvement General Obligation Bonds, Series 2000, 5.250%, 5/01/25	5/10 at 10
2,500	Montrose Township School District, Michigan, School Building and Site Bonds, Series 1997, 6.000%, 5/01/22	No Opt.
1,000	Muskegon Heights Public Schools, County of Muskegon, Michigan, 1999 School Building and Site General Obligation Unlimited Tax Bonds, 5.000%, 5/01/29	5/09 at 10
1,045	Nice Community School District, Counties of Marquette and Baraga, Michigan, 1995 School Building and Site General Obligation Unlimited Tax Bonds, 5.250%, 5/01/20	5/04 at 10
1,225	North Branch Area Schools, County of Lapeer, Michigan, 1993 General Obligation Unlimited Tax Refunding Bonds, 5.375%, 5/01/21	5/03 at 10
1,625	Northville Public Schools, County of Wayne, Michigan, General Obligation Bonds, Series 2001, 5.375%, 5/01/18	11/11 at 10
1,000	Oakland County Building Authority, Michigan, General Obligation Bonds, Series 2002, 5.125%, 9/01/22	9/11 at 10
1,225	Paw Paw Public Schools, County of Van Buren, Michigan, General Obligation Refunding Bonds, Series 1998, 5.000%, 5/01/21	No Opt.
4,000	Pinckney Community Schools, Counties of Livingston and Washtenaw, Michigan, 1997 School Building and Site General Obligation Unlimited Tax Bonds, 5.500%, 5/01/27	5/07 at 10
4,200	Commonwealth of Puerto Rico, Public Improvement Refunding General Obligation Bonds, 2002 Series A, 5.500%, 7/01/20	No Opt.
685	Reeths-Puffer Schools, County of Muskegon, Michigan, 1995 School	5/05 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

	Building and Site Refunding Bonds, 5.750%, 5/01/15	
1,000	Rochester Community School District, Counties of Oakland and Macomb, Michigan, 2000 School Building, Site and Refunding General Obligation Unlimited Tax Bonds, Series I, 5.750%, 5/01/19	5/10 at 10
2,500	City of Taylor Building Authority, County of Wayne, Michigan, Limited Tax General Obligation Bonds, Series 2000, 5.125%, 3/01/17	3/10 at 10
1,050	Warren Consolidated Schools, Counties of Macomb and Oakland, Michigan, General Obligation Bonds, Series 2001, 5.375%, 5/01/19	11/11 at 10
1,980	Washtenaw County Building Authority, Michigan, General Obligation Limited Tax Bonds, Series 1999, 5.400%, 9/01/17	9/07 at 10
1,125	Whitehall District Schools, County of Muskegon, Michigan, General Obligation Bonds, Series 2001, 5.500%, 5/01/17	11/11 at 10
1,725	Williamston Community School District, Michigan, General Obligation Unlimited Tax Bonds, Series 1996, 5.500%, 5/01/25	No Opt.

32

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION
	TAX OBLIGATION/LIMITED - 13.8%	
\$ 1,800	Tax Increment Finance Authority of the City of Dearborn Heights, County of Wayne, Michigan, Tax Increment Limited Tax General Obligation Bonds (Police and Courthouse Facility), Series 2001-A, 5.000%, 10/01/26	10/10 at 10
1,000	City of Grand Rapids Building Authority, County of Kent, Michigan, General Obligation Limited Tax Bonds, Series 1998, 5.000%, 4/01/16	No Opt.
1,145	City of Grand Rapids Building Authority, County of Kent, Michigan, General Obligation Limited Tax Bonds, Series 2001, 5.125%, 10/01/26	10/11 at 10
255	Michigan Municipal Bond Authority, Local Government Loan Program Revenue Bonds, Series 1992D, 6.650%, 5/01/12	11/02 at 10
750	Michigan State Building Authority, 1998 Revenue Refunding Bonds (Facilities Program), Series I, 4.750%, 10/15/21	10/09 at 10
2,000	State of Michigan, Certificates of Participation (525 Redevco Inc): 5.500%, 6/01/19	6/10 at 10
2,000	State of Michigan, Certificates of Participation (525 Redevco Inc): 5.500%, 6/01/27	6/10 at 10
1,000	State of Michigan, Certificates of Participation (New Center Development, Inc.), Series 2001, 5.375%, 9/01/21	9/11 at 10
1,000	State of Michigan, State Trunk Line Fund Bonds, Series 2001A, 5.000%, 11/01/25	11/11 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

1,100	Muskegon County, Michigan, General Obligation Limited Tax Wastewater Management System No. 2 Revenue Bonds, Series 2002, 5.000%, 7/01/26	7/11 at 10
	Puerto Rico Highway and Transportation Authority, Highway Revenue Bonds, Series 1996Y:	
4,100	5.500%, 7/01/36	7/16 at 10
2,000	5.000%, 7/01/36	7/16 at 10
1,000	Puerto Rico Public Finance Corporation, Commonwealth Appropriation Bonds, 2002 Series E, 6.000%, 8/01/26	No Opt.
5,000	Charter County of Wayne, Michigan, Limited Tax General Obligation Airport Hotel Revenue Bonds (Detroit Metropolitan Wayne County Airport), Series 2001A, 5.000%, 12/01/21	12/11 at 10

TRANSPORTATION - 4.3%

1,000	Capital Region Airport Authority, Michigan, Revenue Refunding Bonds, Series 2002 Refunding, 5.250%, 7/01/21 (Alternative Minimum Tax)	7/12 at 10
2,505	Charter County of Wayne, Michigan, Subordinate Lien Airport Revenue Bonds (Detroit Metropolitan Wayne County Airport), Series 1991B, 6.750%, 12/01/21 (Alternative Minimum Tax) (Pre-refunded to 8/29/02)	8/02 at 10
3,000	Charter County of Wayne, Michigan, Airport Revenue Bonds (Detroit Metropolitan Wayne County Airport), Series 1998A, 5.000%, 12/01/28 (Alternative Minimum Tax)	12/08 at 10
1,195	Charter County of Wayne, Michigan, Airport Revenue Bonds (Detroit Metropolitan Wayne County Airport), Series 1998B, 4.875%, 12/01/23	12/08 at 10

U.S. GUARANTEED - 16.2%

2,190	Anchor Bay School District, Counties of Macomb and St. Clair, Michigan, 1999 School Building and Site General Obligation Unlimited Tax Bonds, Series I, 6.000%, 5/01/29 (Pre-refunded to 5/01/09)	5/09 at 10
1,000	City of Detroit, Michigan, Sewage Disposal System Revenue Bonds, Series 1999-A, 5.875%, 7/01/27 (Pre-refunded to 1/01/10)	1/10 at 10
2,000	City of Detroit, Michigan, Water Supply System Revenue Senior Lien Bonds, Series 1999-A, 5.750%, 7/01/26 (Pre-refunded to 1/01/10)	1/10 at 10
2,000	East Grand Rapids Public Schools, County of Kent, Michigan, 2000 School Building and Site General Obligation Unlimited Tax Bonds, 6.000%, 5/01/29 (Pre-refunded to 5/01/09)	5/09 at 10
1,000	Grosse Ile Township School District, Michigan, General Obligation School Improvement Refunding Bonds, Series 1996, 6.000%, 5/01/22 (Pre-refunded to 5/01/07)	5/07 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

Nuveen Michigan Quality Income Municipal Fund, Inc. (NUM) (continued)
 Portfolio of Investments July 31, 2002

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION

	U.S. GUARANTEED (continued)	
\$ 2,000	Lincoln Park School District, Michigan, General Obligation Bonds, Series 1996, 5.900%, 5/01/26 (Pre-refunded to 5/01/06)	5/06 at 10
2,100	Michigan Municipal Bond Authority, State Revolving Fund Revenue Bonds, Series 1992A, 6.600%, 10/01/18 (Pre-refunded to 10/01/02)	10/02 at 10
3,035	Michigan State Hospital Finance Authority, Hospital Revenue Bonds (MidMichigan Obligated Group), Series 1992, 6.900%, 12/01/24 (Pre-refunded to 12/01/02)	12/02 at 10
1,125	Puerto Rico Highway and Transportation Authority, Transportation Revenue Bonds, Series B, 6.000%, 7/01/39 (Pre-refunded to 7/01/10)	7/10 at 10
2,100	Romulus Community Schools, County of Wayne, Michigan, 1999 School Building and Site General Obligation Unlimited Tax Bonds, 5.750%, 5/01/25 (Pre-refunded to 5/01/09)	5/09 at 10
4,845	Saginaw-Midland Municipal Water Supply Corporation, Michigan, Limited Tax General Obligation Water Supply Revenue Bonds, Series 1992, 6.875%, 9/01/16 (Pre-refunded to 9/01/04)	9/04 at 10
2,600	West Bloomfield School District, County of Oakland, Michigan, 2000 School Building and Site Unlimited Tax General Obligation Bonds, 5.900%, 5/01/18 (Pre-refunded to 5/01/10)	5/10 at 10

	UTILITIES - 19.9%	
3,000	Michigan Public Power Agency, Combustion Turbine No. 1 Project Revenue Bonds, 2001 Series A, 5.250%, 1/01/27	1/12 at 10
2,390	Michigan South Central Power Agency, Power Supply System Revenue Refunding Bonds, 1991 Series, 6.750%, 11/01/10	11/02 at 10
4,475	Michigan South Central Power Agency, Power Supply System Revenue Bonds, 2000 Series, 6.000%, 5/01/12	No Opt.
3,630	Michigan Strategic Fund, Limited Obligation Refunding Revenue Bonds (Detroit Edison Company), Series 1991BB, 7.000%, 5/01/21	No Opt.
2,000	Michigan Strategic Fund, Limited Obligation Refunding Revenue Bonds (Detroit Edison Company), Series 1995CC Remarketed, 4.850%, 9/01/30 (Mandatory put 9/01/11)	No Opt.
4,000	Michigan Strategic Fund, Limited Obligation Refunding Revenue	9/11 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

		Bonds (Detroit Edison Company Pollution Control Project), Collateralized Series 2001C, 5.450%, 9/01/29	
1,000		Michigan Strategic Fund, Limited Obligation Refunding Revenue Bonds (Detroit Edison Company Pollution Control Project), Collateralized Series 1999A, 5.550%, 9/01/29 (Alternative Minimum Tax)	9/09 at 10
7,000		County of Monroe, Michigan, Pollution Control Revenue Bonds (Detroit Edison Company Monroe and Fermi Plants Project), Collateralized 1992 Series I, 6.875%, 9/01/22 (Alternative Minimum Tax)	9/02 at 10
400		Puerto Rico Electric Power Authority, Power Revenue Bonds, Series HH, 5.250%, 7/01/29	7/10 at 10
1,000		Puerto Rico Electric Power Authority, Power Revenue Bonds, Series X, 5.500%, 7/01/25	7/05 at 10
5,000		Wyandotte, Michigan, Electric Revenue Bonds, Series 1992 Refunding, 6.250%, 10/01/17 (Pre-refunded to 10/01/02)	10/02 at 10

		WATER AND SEWER - 14.0%	
5,250		City of Detroit, Michigan, Sewage Disposal System Revenue Refunding Bonds, Series 1995-B, 5.000%, 7/01/25	7/05 at 10
		City of Detroit, Michigan, Sewage Disposal System Revenue Bonds, Series 1997-A:	
3,000		5.500%, 7/01/20	7/07 at 10
1,730		5.000%, 7/01/22	7/07 at 10
1,500		City of Detroit, Michigan, Sewage System Disposal Revenue Second Lien Bonds, Series 2001B, 5.500%, 7/01/29	No Opt.
6,000		City of Detroit, Michigan, Water Supply System Revenue and Revenue Refunding Bonds, Series 1993, 5.000%, 7/01/23	7/04 at 10
34			
	PRINCIPAL		OPTIONAL
	AMOUNT (000)	DESCRIPTION	PROVISION

		WATER AND SEWER (continued)	
		City of Detroit, Michigan, Water Supply System Revenue Senior Lien Bonds, Series 2001A:	
\$	3,400	5.750%, 7/01/28	7/11 at 10
	1,500	5.250%, 7/01/33	7/11 at 10
		City of Muskegon Heights, County of Muskegon, Michigan, Water Supply System Revenue Bonds, Series 2000A:	
	1,040	5.625%, 11/01/25	11/10 at 10
	1,160	5.625%, 11/01/30	11/10 at 10

\$	263,946	Total Investments (cost \$255,797,520) - 150.9%	

 Other Assets Less Liabilities - 1.4%

 Preferred Shares, at Liquidation Value - (52.3)%

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

* Optional Call Provisions (not covered by the report of independent auditors): 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.

** Ratings (not covered by the report of independent auditors): 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. Securities are normally considered to be equivalent to AAA rated securities.

N/R Investment is not rated.

See accompanying notes to financial statements.

35

Nuveen Michigan Premium Income Municipal Fund, Inc. (NMP)
 Portfolio of
 Investments July 31, 2002

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION
	CAPITAL GOODS - 3.8%	
\$ 3,050	Michigan Strategic Fund, Limited Obligation Revenue Bonds (Waste Management, Inc. Project), Series 1992, 6.625%, 12/01/12 (Alternative Minimum Tax)	12/02 at 10
1,370	Michigan Strategic Fund, Limited Obligation Revenue Bonds (WMX Technologies, Inc. Project), Series 1993, 6.000%, 12/01/13 (Alternative Minimum Tax)	12/03 at 10
	CONSUMER STAPLES - 0.4%	
475	The Children's Trust Fund, Puerto Rico, Tobacco Settlement Asset-Backed Bonds, Series 2000, 5.750%, 7/01/20	7/10 at 10
	EDUCATION AND CIVIC ORGANIZATIONS - 6.4%	

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

1,100	Michigan Higher Education Student Loan Authority, Revenue Bonds, 1992 Series XIV-A Refunding, 6.700%, 10/01/05 (Alternative Minimum Tax)	10/02 at 10
2,000	Michigan Higher Education Student Loan Authority, Revenue Bonds, 2002 Series XVII-G, 5.200%, 9/01/20 (Alternative Minimum Tax)	9/12 at 10
1,000	Board of Control of Saginaw Valley State University, Michigan, General Revenue Bonds, Series 1999, 5.625%, 7/01/29	7/09 at 10
3,500	Board of Governors of Wayne State University, Michigan, General Revenue Bonds, Series 1999, 5.125%, 11/15/29	11/09 at 10

HEALTHCARE - 27.6%

2,050	The Economic Development Corporation of the City of Dearborn, Michigan, Hospital Revenue Bonds (Oakwood Obligated Group), Series 1995A, 5.875%, 11/15/25	11/05 at 10
2,200	City of Hancock Hospital Finance Authority, Michigan, FHA-Insured Mortgage Hospital Revenue Bonds (Portage Health System, Inc.), Series 1998, 5.450%, 8/01/47	8/08 at 10
2,500	City of Kalamazoo Hospital Finance Authority, Michigan, Hospital Revenue Refunding and Improvement Bonds (Bronson Methodist Hospital), Series 1996, 5.750%, 5/15/16	5/06 at 10
	Michigan State Hospital Finance Authority, Revenue and Refunding Bonds (The Detroit Medical Center Obligated Group), Series 1993A:	
2,000	6.250%, 8/15/13	8/03 at 10
3,200	6.500%, 8/15/18	8/03 at 10
4,000	Michigan State Hospital Finance Authority, Hospital Revenue and Refunding Bonds (Henry Ford Health System), Series 1992A, 5.750%, 9/01/17	9/02 at 10
2,000	Michigan State Hospital Finance Authority, Hospital Revenue and Refunding Bonds (Otsego Memorial Hospital - Gaylord, Michigan), Series 1995, 6.250%, 1/01/20	1/05 at 10
2,500	Michigan State Hospital Finance Authority, Revenue Bonds (Ascension Health Credit Group), Series 1999A, 6.125%, 11/15/26	11/09 at 10
4,000	Michigan State Hospital Finance Authority, Hospital Revenue and Refunding Bonds (Mercy Mount Clemens Corporation Obligated Group), Series 1999A, 5.750%, 5/15/29	5/09 at 10
500	Michigan State Hospital Finance Authority, Hospital Revenue Refunding Bonds (Sparrow Obligated Group), Series 2001, 5.625%, 11/15/31	11/11 at 10
4,300	Michigan State Hospital Finance Authority, Hospital Revenue Bonds (Henry Ford Health System), Series 1999A, 6.000%, 11/15/24	11/09 at 10
3,000	Regents of the University of Michigan, Hospital Revenue Refunding Bonds, Series 1993A, 5.500%, 12/01/21	12/02 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

36

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISI

	HOUSING/MULTIFAMILY - 8.2%	
\$ 1,335	Michigan State Housing Development Authority, Multifamily Revenue Bonds, Landings Project, Senior Lien Series 2001A, 5.950%, 12/01/33 (Alternative Minimum Tax)	12/10 at 10
1,000	Michigan State Housing Development Authority, Limited Obligation Multifamily Housing Revenue Bonds, Burkshire Pointe Apartments, GNMA Collateralized Program, Series 2002A, 5.400%, 10/20/32 (Alternative Minimum Tax)	4/12 at 10
2,400	Michigan State Housing Development Authority, Limited Obligation Revenue Bonds, Walled Lake Villa Project, Series 1993, 6.000%, 4/15/18	4/04 at 10
1,500	Michigan State Housing Development Authority, Limited Obligation Revenue Bonds, Brenton Village Green Project, Series 1993, 5.625%, 10/15/18	10/03 at 10
790	Michigan State Housing Development Authority, Rental Housing Revenue Bonds, Series 1993A, 5.875%, 10/01/17	4/03 at 10
	Mount Clemens Housing Corporation, Michigan, Multifamily Housing Refunding Revenue Bonds, Series 1992A (FHA-Insured Mortgage Loan - Section 8 Assisted Project):	
1,000	6.600%, 6/01/13	6/03 at 10
1,500	6.600%, 6/01/22	6/03 at 10

	TAX OBLIGATION/GENERAL - 12.2%	
1,000	Central Montcalm Public Schools, Counties of Montcalm and Ionia, State of Michigan, 1999 School Building and Site Bonds (General Obligation - Unlimited Tax), 5.750%, 5/01/24	5/09 at 10
730	Clarkston Community Schools, County of Oakland, State of Michigan, 1993 School Building and Site and Refunding Bonds, 5.900%, 5/01/16	5/03 at 10
1,500	School District of the City of Detroit, Wayne County, Michigan, School Building and Site Improvement Bonds (General Obligation - Unlimited Tax), Series 1998B, 4.750%, 5/01/28	5/09 at 10
500	School District of the City of Detroit, Wayne County, Michigan, School Building and Site Improvement Bonds (General Obligation - Unlimited Tax), Series 2001A, 5.500%, 5/01/21	5/12 at 10
3,000	Dexter Community Schools, Counties of Washtenaw and Livingston, State of Michigan, 1993 School Building and Site and Refunding Bonds (General Obligation - Unlimited Tax), 5.000%, 5/01/17	5/03 at 10
1,000	Durand Area Schools, Shiawasee County, Michigan, General Obligation Bonds, Series 1997, 5.375%, 5/01/23	5/07 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

3,815	City of East Lansing Building Authority, Counties of Ingham and Clinton, State of Michigan, 2000 Building Authority Bonds (General Obligation - Unlimited Tax), 5.375%, 4/01/25	4/11 at 10
1,240	Milan Area Schools, Counties of Washtenaw and Monroe, State of Michigan, 2000 School Building and Site Bonds (General Obligation - Unlimited Tax), Series A, 5.625%, 5/01/16	5/10 at 10
380	Reeths-Puffer Schools, County of Muskegon, State of Michigan, 1995 School Building and Site and Refunding Bonds, 5.750%, 5/01/15	5/05 at 10
1,000	Rochester Community School District, Counties of Oakland and Macomb, State of Michigan, 2000 School Building and Site and Refunding Bonds, Series I (General Obligation - Unlimited Tax), 5.750%, 5/01/19	5/10 at 10

TAX OBLIGATION/LIMITED - 27.3%

5,750	City of Detroit, Michigan, Limited Tax Convention Facility Revenue Refunding Bonds (Cobo Hall Expansion Project), Series 1993, 5.250%, 9/30/12	9/03 at 10
1,000	City of Detroit, Michigan, Downtown Development Authority, Tax Increment Refunding Bonds (Development Area No. 1 Projects), Series 1998A, 4.750%, 7/01/25	7/08 at 10
7,000	Detroit/Wayne County Stadium Authority, State of Michigan, Building Authority Stadium Bonds, Series 1997 (General Obligation - Limited Tax), 5.250%, 2/01/27	2/07 at 10
5,000	Michigan Municipal Bond Authority, Drinking Water Revolving Fund Revenue Bonds, Series 1999, 5.500%, 10/01/21	10/09 at 10
1,500	State Building Authority, Michigan, 2000 Revenue Bonds, Series I, Facilities Program, 5.375%, 10/15/20	10/10 at 10

37

Nuveen Michigan Premium Income Municipal Fund, Inc. (NMP) (continued)
Portfolio of Investments July 31, 2002

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION

TAX OBLIGATION/LIMITED (continued)		
	State Building Authority, Michigan, 2001 Revenue Refunding Bonds, Series I, Facilities Program:	
\$ 2,570	5.500%, 10/15/19	10/11 at 10
3,500	5.000%, 10/15/24	10/11 at 10
1,000	State of Michigan, Certificates of Participation, New Center Development, Inc., Series 2001, 5.375%, 9/01/21	9/11 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

1,000	Puerto Rico Highway and Transportation Authority, Highway Revenue Bonds, Series Y of 1996, 5.000%, 7/01/36	7/16 at 10
3,615	Saginaw-Midland Municipal Water Supply Corporation, State of Michigan, Water Supply System Revenue Bonds (General Obligation - Limited Tax), Series 1993, 5.250%, 9/01/16	9/02 at 10

 TRANSPORTATION - 3.1%

1,000	Puerto Rico Ports Authority, Special Facilities Revenue Bonds, 1993 Series A (American Airlines, Inc. Project), 6.300%, 6/01/23 (Alternative Minimum Tax)	6/03 at 10
2,000	Charter County of Wayne, Michigan, Detroit Metropolitan Wayne County Airport, Airport Revenue Bonds, Series 1998A, 5.000%, 12/01/28 (Alternative Minimum Tax)	12/08 at 10
1,000	Charter County of Wayne, Michigan, Detroit Metropolitan Wayne County Airport, Airport Revenue Bonds, Series 1998B, 4.875%, 12/01/23	12/08 at 10

 U.S. GUARANTEED - 20.2%

2,000	City of Detroit, Michigan, Sewage Disposal System Revenue Bonds, Series 1999-A, 5.875%, 7/01/27 (Pre-refunded to 1/01/10)	1/10 at 10
4,000	City of Detroit, Michigan, Senior Lien Water Supply System Revenue Bonds, Series 1999-A, 5.750%, 7/01/26 (Pre-refunded to 1/01/10)	1/10 at 10
3,000	Board of Regents of Eastern Michigan University, General Revenue Bonds, Series 1997, 5.500%, 6/01/27 (Pre-refunded to 12/01/06)	12/06 at 10
2,000	Board of Control of Ferris State University, Michigan, General Revenue Bonds, Series 1993, 6.250%, 10/01/19 (Pre-refunded to 10/01/03)	10/03 at 10
1,950	Michigan Municipal Bond Authority, State Revolving Fund Revenue Bonds, Series 1994, 7.000%, 10/01/03	No Opt.
3,000	Michigan State Hospital Finance Authority, Hospital Revenue Refunding Bonds, St. John Hospital, Series 1993A, 6.000%, 5/15/13	5/03 at 10
1,100	Commonwealth of Puerto Rico, Public Improvement Refunding Bonds, Series 1997 (General Obligation Bonds), 5.750%, 7/01/17 (Pre-refunded to 7/01/07)	7/07 at 10
620	Reeths-Puffer Schools, County of Muskegon, State of Michigan, 1995 School Building and Site and Refunding Bonds, 5.750%, 5/01/15 (Pre-refunded to 5/01/05)	5/05 at 10
1,500	Romulus Community Schools, County of Wayne, State of Michigan, 1999 School Building and Site Bonds (General Obligation - Unlimited Tax), 5.750%, 5/01/25 (Pre-refunded to 5/01/09)	5/09 at 10
2,500	West Bloomfield School District, County of Oakland, State of Michigan, 2000 School Building and Site Bonds (General Obligation -	5/10 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

Unlimited Tax), 5.800%, 5/01/17 (Pre-refunded to 5/01/10)

UTILITIES - 26.2%		
4,020	Michigan Public Power Agency, Belle River Project Refunding Revenue Bonds, 1993 Series A, 5.250%, 1/01/18	1/03 at 10
1,000	Michigan Public Power Agency, Combustion Turbine No. 1 Project Revenue Bonds, 2001 Series A, 5.250%, 1/01/27	1/12 at 10
1,000	Michigan South Central Power Agency, Power Supply System Revenue Bonds, Series 2000, 6.000%, 5/01/12	No Opt.
3,500	Michigan Strategic Fund, Limited Obligation Refunding Revenue Bonds (Consumers Power Company Project), Collateralized Series 1993B, 5.800%, 6/15/10	6/03 at 10
3,000	Michigan Strategic Fund, Limited Obligation Refunding Revenue Bonds (The Detroit Edison Company), Series 1995CC Remarketing, 4.850%, 9/01/30 (Mandatory put 9/01/11)	No Opt.

38

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION
<hr/>		
UTILITIES (continued)		
\$ 5,000	Michigan Strategic Fund, Limited Obligation Refunding Revenue Bonds (The Detroit Edison Company Pollution Control Bonds Project), Collateralized Series 2001C, 5.450%, 9/01/29	9/11 at 10
1,000	Michigan Strategic Fund, Limited Obligation Refunding Revenue Bonds (The Detroit Edison Company Pollution Control Bonds Project), Collateralized Series 1999A, 5.550%, 9/01/29 (Alternative Minimum Tax)	9/09 at 10
	County of Monroe, Michigan, Pollution Control Revenue Bonds (The Detroit Edison Company Project), Series CC-1992:	
2,500	6.550%, 6/01/24 (Alternative Minimum Tax)	6/03 at 10
1,500	6.550%, 9/01/24 (Alternative Minimum Tax)	9/03 at 10
6,000	County of Monroe, Michigan, Pollution Control Revenue Bonds (The Detroit Edison Company Project), 1994 Series A, 6.350%, 12/01/04 (Alternative Minimum Tax)	No Opt.
1,500	Wyandotte, Michigan, Electric Revenue Bonds, Series 2002 Refunding, 5.375%, 10/01/17	10/08 at 10
<hr/>		
WATER AND SEWER - 9.5%		
2,000	City of Detroit, Michigan, Sewage Disposal System Revenue Bonds, Series 1997-A, 5.500%, 7/01/20	7/07 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

3,755	City of Detroit, Michigan, Sewage Disposal System Revenue and Revenue Refunding Bonds, Series 1993-A, 5.700%, 7/01/13	7/03 at 10
1,500	City of Detroit, Michigan, Sewage System Disposal Revenue Bonds, Second Lien Series 20001B, 5.500%, 7/01/29	No Opt.
2,700	City of Detroit, Michigan, Senior Lien Water Supply System Revenue Bonds, 2001 Series A, 5.250%, 7/01/33	7/11 at 10
1,000	City of Grand Rapids, Michigan, Sanitary Sewer System Improvement and Refunding Revenue Bonds, Series 1998A, 4.750%, 1/01/28	7/08 at 10

\$ 167,015	Total Investments (cost \$162,456,413) - 144.9%	
=====		
	Other Assets Less Liabilities - 1.8%	

	Preferred Shares, at Liquidation Value - (46.7)%	

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

* Optional Call Provisions (not covered by the report of independent auditors): 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.

** Ratings (not covered by the report of independent auditors): 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. Securities are normally considered to be equivalent to AAA rated securities.

See accompanying notes to financial statements.

39

Nuveen Michigan Dividend Advantage Municipal Fund (NZW)
Portfolio of
Investments July 31, 2002

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION

	EDUCATION AND CIVIC ORGANIZATIONS - 3.8%	
\$ 1,150	Michigan Higher Education Facilities Authority, Limited Obligation Revenue Bonds, Kettering University Refunding, Series 2001, 5.000%, 9/01/26	9/11 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

 HEALTHCARE - 18.9%

1,000	Kent Hospital Finance Authority, Michigan, Revenue Bonds, Spectrum Health, Series 2001A, 5.250%, 1/15/21	7/11 at 10
1,200	Michigan State Hospital Finance Authority, Hospital Revenue Bonds (Sinai Hospital Refunding), Series 1995, 6.625%, 1/01/16	1/06 at 10
600	Michigan State Hospital Finance Authority, Hospital Revenue and Refunding Bonds (Henry Ford Health System), Series 1995A, 5.250%, 11/15/20	5/06 at 10
1,000	Michigan State Hospital Finance Authority, Hospital Revenue Refunding Bonds (Sparrow Obligated Group), Series 2001, 5.625%, 11/15/31	11/11 at 10
1,800	City of Royal Oak, Michigan, Hospital Finance Authority, Hospital Revenue Bonds, William Beaumont Hospital, Series 2001M, 5.250%, 11/15/31	11/11 at 10

 HOUSING/MULTIFAMILY - 5.8%

1,700	Michigan State Housing Development Authority, Limited Obligation Multifamily Housing Revenue Bonds, GNMA Collateralized Program - Cranbrook Apartments, Series 2001A, 5.400%, 2/20/31 (Alternative Minimum Tax)	8/12 at 10
-------	---	------------

 HOUSING/SINGLE FAMILY - 4.4%

1,250	Michigan State Housing Development Authority, Single Family Mortgage Revenue Bonds, Series 2001, 5.300%, 12/01/16 (Alternative Minimum Tax)	1/11 at 10
-------	---	------------

 TAX OBLIGATION/GENERAL - 54.7%

1,000	School District of the City of Detroit, Wayne County, Michigan, School Building and Site Improvement Bonds (General Obligation - Unlimited Tax), Series 1998B, 4.750%, 5/01/28	5/09 at 10
1,000	School District of the City of Detroit, Wayne County, Michigan, School Building and Site Improvement Bonds (General Obligation - Unlimited Tax), Series 2001A, 5.500%, 5/01/21	5/12 at 10
1,000	School District of the City of Garden, Wayne County, Michigan, General Obligation Bonds, Series 2001 Refunding, 5.000%, 5/01/26	5/11 at 10
1,300	Harper Creek Community School District, County of Calhoun, State of Michigan, General Obligation Bonds, Series 2001, 5.125%, 5/01/31	5/11 at 10
2,200	Huron School District, Counties of Wayne and Monroe, State of Michigan, General Obligation Bonds, Series 2001, 5.375%, 5/01/26	5/11 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

1,500	Huron Valley School District, Counties of Oakland and Livingston, State of Michigan, General Obligation Bonds, Series 2001, 5.000%, 5/01/27	11/11 at 10
1,050	Lawton Community Schools, County of Van Buren, State of Michigan, General Obligation Bonds, Series 2001, 5.500%, 5/01/21	11/11 at 10
1,000	Manchester Community Schools, State of Michigan, General Obligation Bonds, Series 2001, 5.000%, 5/01/31	5/11 at 10
1,000	Portland Public Schools, County of Ionia, State of Michigan, General Obligation Bonds, Series 2001, 5.000%, 5/01/29	11/11 at 10
1,000	Commonwealth of Puerto Rico, Public Improvement General Obligation Bonds of 2002, Series A, 5.125%, 7/01/31	7/11 at 10

40

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION

TAX OBLIGATION/GENERAL (continued)		
\$ 1,000	Rochester Community School District, Counties of Oakland and Macomb, State of Michigan, General Obligation Bonds, 2001 Series II, 5.500%, 5/01/22	11/11 at 10
500	Warren, Michigan, Building Authority Bonds (General Obligation - Limited Tax), Series 2001, 5.150%, 11/01/22	11/10 at 10
500	Washtenaw County, Michigan, General Obligation Limited Tax Bonds, Sylvan Township Water and Wastewater System, Series 2001: 5.000%, 5/01/19	5/09 at 10
800	5.000%, 5/01/20	5/09 at 10
1,300	Willow Run Community Schools, County of Washtenaw, State of Michigan, General Obligation Bonds, Series 2001, 5.000%, 5/01/21	5/11 at 10

TAX OBLIGATION/LIMITED - 34.6%		
400	Tax Increment Finance Authority of the City of Dearborn Heights, County of Wayne, State of Michigan, Tax Increment Bonds (General Obligation - Limited Tax), Police and Courthouse Facility, Series 2001-A, 5.000%, 10/01/30	10/10 at 10
1,300	City of Grand Rapids Building Authority, County of Kent, State of Michigan, General Obligation Limited Tax Bonds, Series 2001, 5.125%, 10/01/26	10/11 at 10
1,000	Michigan Municipal Bond Authority, State Drinking Water Revolving Fund Revenue Bonds, Series 2000, 5.875%, 10/01/17	10/10 at 10
1,205	State Building Authority, State of Michigan, 2001 Revenue Refunding Bonds, Facilities Program, Series I, 5.000%, 10/15/24	10/11 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

2,000	State of Michigan, State Trunk Line Fund Bonds, Series 2001A, 5.000%, 11/01/25	11/11 at 10
1,450	Muskegon County, Michigan, General Obligation Limited Tax Wastewater Management System No. 2 Revenue Bonds, Series 2002, 5.000%, 7/01/26	7/11 at 10
1,000	Puerto Rico Public Finance Corporation, Commonwealth Appropriation Bonds, 2002 Series E, 6.000%, 8/01/26	No Opt.
1,750	Charter County of Wayne, Michigan, Detroit Metropolitan Wayne County Airport, Airport Hotel Revenue Bonds (General Obligation - Limited Tax), Series 2001A, 5.000%, 12/01/30	12/11 at 10

TRANSPORTATION - 5.7%		
1,750	Charter County of Wayne, Michigan, Detroit Metropolitan Wayne County Airport, Airport Revenue Bonds, Series 1998A, 5.000%, 12/01/28 (Alternative Minimum Tax)	12/08 at 10

U.S. GUARANTEED - 1.8%		
500	Puerto Rico Infrastructure Financing Authority, Special Obligation Bonds, 2000 Series A, 5.500%, 10/01/40	10/10 at 10

UTILITIES - 11.7%		
1,235	Michigan Public Power Agency, Combustion Turbine No. 1 Project Revenue Bonds, 2001 Series A, 5.250%, 1/01/24	1/12 at 10
2,215	Michigan Strategic Fund, Limited Obligation Refunding Revenue Bonds (The Detroit Edison Company Pollution Control Bonds Project), Collateralized Series 1999C (Fixed-Rate Conversion), 5.650%, 9/01/29 (Alternative Minimum Tax)	9/11 at 10

41

Nuveen Michigan Dividend Advantage Municipal Fund (NZW) (continued)
Portfolio of Investments July 31, 2002

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION

WATER AND SEWER - 10.4%		
\$ 1,000	City of Detroit, Michigan, Sewage System Disposal Revenue Bonds, Second Lien Series 2001B, 5.500%, 7/01/29	No Opt.
	City of Detroit, Michigan, Senior Lien Water Supply System	

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

Revenue Bonds, 2001 Series A:		
1,000	5.000%, 7/01/30	7/11 at 10
1,000	5.250%, 7/01/33	7/11 at 10

\$ 44,655	Total Investments (cost \$44,444,890) - 151.8%	
=====		
Other Assets Less Liabilities - 2.1%		

Preferred Shares, at Liquidation Value - (53.9)%		

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

- * Optional Call Provisions (not covered by the report of independent auditors): 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.
- ** Ratings (not covered by the report of independent auditors): Using the higher of Standard & Poor's or Moody's rating.

See accompanying notes to financial statements.

42

Nuveen Ohio Quality Income Municipal Fund, Inc. (NUO)
 Portfolio of
 Investments July 31, 2002

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISI

CAPITAL GOODS - 1.4%		
\$ 2,210	Ohio Water Development Authority, Revenue Bonds, USA Waste Services, Series 1992, 7.750%, 9/01/07 (Alternative Minimum Tax)	9/02 at 10

CONSUMER STAPLES - 2.0%		
3,065	The Children's Trust Fund, Puerto Rico, Tobacco Settlement Asset-Backed Bonds, Series 2000, 5.750%, 7/01/20	7/10 at 10

EDUCATION AND CIVIC ORGANIZATIONS - 6.3%		
825	Bowling Green State University, Ohio, General Receipts Bonds, Series 1991, 6.700%, 6/01/07	12/02 at 10
3,665	State of Ohio, Education Loan Revenue Bonds, Series 1997A1 (Supplemental Student Loan Program), 5.850%, 12/01/19 (Alternative Minimum Tax)	6/07 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

1,000	Ohio Higher Educational Facility Commission, Higher Educational Facility Revenue Bonds (University of Dayton 1994 Project), 5.800%, 12/01/14	12/04 at 10
1,200	Ohio Higher Educational Facility Commission, Higher Educational Facility Revenue Bonds (University of Findlay 1996 Project), 6.125%, 9/01/16	9/06 at 10
1,200	Ohio State University, General Receipts Bonds, Series 2002, 5.125%, 12/01/31	12/12 at 10
1,575	Ohio State University, General Receipts Bonds, Series 1992A1, 5.875%, 12/01/12	12/02 at 10

HEALTHCARE - 20.1%

2,675	County of Clermont, Ohio, Hospital Facilities Revenue Refunding Bonds, Series 1993A (Mercy Health System), 5.875%, 1/01/15	1/03 at 10
1,000	County of Cuyahoga, Ohio, Hospital Improvement and Refunding Revenue Bonds, Series 1997 (The MetroHealth System Project), 5.625%, 2/15/17	2/07 at 10
1,170	County of Cuyahoga, Ohio, Hospital Facilities Revenue Bonds, Series 1993 (Health Cleveland, Inc.) (Fairview General Hospital Project), 6.300%, 8/15/15	2/03 at 10
2,500	County of Erie, Ohio, Hospital Facilities Revenue Bonds, Series 2002A (Firelands Regional Medical Center), 5.625%, 8/15/32	8/12 at 10
	County of Franklin, Ohio, Hospital Refunding and Improvement Revenue Bonds, 1996 Series A (The Children's Hospital Project):	
1,000	5.750%, 11/01/20	11/06 at 10
1,500	5.875%, 11/01/25	11/06 at 10
1,500	County of Franklin, Ohio, Hospital Revenue Refunding and Improvement Bonds, 1992 Series A (The Children's Hospital Project), 6.600%, 5/01/13	11/02 at 10
2,500	County of Marion, Ohio, Hospital Refunding and Improvement Revenue Bonds, Series 1996 (The Community Hospital), 6.375%, 5/15/11	5/06 at 10
2,405	County of Miami, Ohio, Hospital Facilities Revenue Refunding and Improvement Bonds, Series 1996A (Upper Valley Medical Center), 6.250%, 5/15/16	5/06 at 10
1,500	County of Montgomery, Ohio, Hospital Facilities Revenue Refunding and Improvement Bonds, Series 1996 (Kettering Medical Center), 5.625%, 4/01/16	4/06 at 10
3,000	County of Montgomery, Ohio, Hospital Facilities Revenue Bonds, Series 1999 (Kettering Medical Center Network Obligated Group), 6.750%, 4/01/18	4/10 at 10
4,000	City of Parma, Ohio, Hospital Improvement and Refunding Revenue Bonds, Series 1998 (The Parma Community Hospital Association), 5.375%, 11/01/29	11/08 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

2,500	County of Richland, Ohio, Hospital Facilities Revenue Improvement Bonds, Series 2000B (MedCentral Health System Obligated Group), 6.375%, 11/15/30	11/10 at 10
1,500	City of Steubenville, Ohio, Hospital Facilities Revenue Refunding and Improvement Bonds, Series 2000, Trinity Health System, 6.375%, 10/01/20	10/10 at 10

43

Nuveen Ohio Quality Income Municipal Fund, Inc. (NUO) (continued)
Portfolio of Investments July 31, 2002

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION

	HEALTHCARE (continued)	
\$ 1,705	County of Tuscarawas, Ohio, Hospital Facilities Revenue Bonds, Union Hospital Project, Series 2001, 5.750%, 10/01/21	10/11 at 10

	HOUSING/MULTIFAMILY - 14.0%	
1,385	County of Clermont, Ohio, Mortgage Revenue Bonds, Series 1994 (GNMA Collateralized - S.E.M. Villa II Project), Series 1994-A, 5.950%, 2/20/30	8/03 at 10
1,435	County of Cuyahoga, Ohio, Multifamily Housing Revenue Bonds (Water Street Associates Project), Series 1997, 6.150%, 12/20/26 (Alternative Minimum Tax)	6/08 at 10
	County of Cuyahoga, Ohio, Multifamily Housing Mortgage Revenue Bonds, 2001 Series A, GNMA Collateralized - Longwood Phase One Associates L.P. Project:	
2,475	5.350%, 1/20/21 (Alternative Minimum Tax)	7/11 at 10
2,250	5.450%, 1/20/31 (Alternative Minimum Tax)	7/11 at 10
1,000	County of Cuyahoga, Ohio, Multifamily Revenue Bonds, Livingston Park (GNMA Collateralized), Series 2002A, 5.350%, 9/20/27	9/12 at 10
985	County of Franklin, Ohio, Multifamily Housing Mortgage Revenue Bonds, Series 1994A (FHA-Insured Mortgage Loan - Hamilton Creek Apartments Project), 5.550%, 7/01/24 (Alternative Minimum Tax)	1/05 at 10
4,060	Lucas Northgate Housing Development Corporation, Ohio, Mortgage Revenue Refunding Bonds, Series 1999A (FHA-Insured Mortgage Loan - Northgate Apartments Section 8 Assisted Project), 6.000%, 7/01/24	1/04 at 10
3,265	Ohio Housing Finance Agency, Multifamily Housing Revenue Bonds (Timber Lake Apartments Project), Series 1999C, 6.150%, 12/01/24 (Alternative Minimum Tax)	12/09 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

4,315	Ohio Capital Corporation for Housing Mortgage, Revenue Refunding Bonds, Series 1999G (FHA-Insured Mortgage Loans - Section 8 Assisted Projects), 5.950%, 2/01/24	2/09 at 10

HOUSING/SINGLE FAMILY - 11.8%		
2,915	Ohio Housing Finance Agency, Residential Mortgage Revenue Bonds, 2000 Series A1 (Mortgage-Backed Securities Program), 6.350%, 9/01/31 (Alternative Minimum Tax)	9/09 at 10
3,075	Ohio Housing Finance Agency, Residential Mortgage Revenue Bonds, 1996 Series B-3 (Mortgage-Backed Securities Program), 5.750%, 9/01/28 (Alternative Minimum Tax)	9/07 at 10
5,000	Ohio Housing Finance Agency, Residential Mortgage Revenue Bonds, 1998 Series A1, 5.300%, 9/01/19 (Alternative Minimum Tax)	3/08 at 10
4,000	Ohio Housing Finance Agency, Residential Mortgage Revenue Bonds, 1997 Series B (Mortgage-Backed Securities Program), 5.400%, 9/01/29 (Alternative Minimum Tax)	9/08 at 10
3,000	Ohio Housing Finance Agency, Residential Mortgage Revenue Bonds, 2002 Series D (GNMA Mortgage-Backed Securities Program), 5.400%, 9/01/34 (Alternative Minimum Tax)	3/12 at 10

LONG-TERM CARE - 1.4%		
1,365	County of Franklin, Ohio, Healthcare Facilities Revenue Bonds, Series 1993 (Ohio Presbyterian Retirement Services), 6.500%, 7/01/23	7/03 at 10
1,000	County of Marion, Ohio, Healthcare Facilities Refunding and Improvement Revenue Bonds, Series 1993 (United Church Homes, Inc. Project), 6.300%, 11/15/15	11/03 at 10

TAX OBLIGATION/GENERAL - 31.0%		
1,000	Ansonia Local School District, Darke County, Ohio, General Obligation Bonds, Series 2000, 5.500%, 12/01/22	12/10 at 10
	Berea City School District, Ohio, School Improvement Bonds, Series 1993 (General Obligation - Unlimited Tax):	
650	7.500%, 12/15/06	12/03 at 10
680	7.450%, 12/15/07	12/03 at 10
1,750	Brecksville-Broadview Heights City School District, Ohio, School Improvement Bonds, Series 1996 (General Obligation - Unlimited Tax), 6.500%, 12/01/16	12/06 at 10
1,000	City School District of Cincinnati, Hamilton County, Ohio, School Improvement Bonds, Series 2001 (General Obligation - Limited Tax), 5.375%, 12/01/15	12/11 at 10
1,000	City of Dublin, Ohio, Unlimited Tax Various Purpose Improvement Bonds, Series 2000A, 5.000%, 12/01/20	12/10 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

44

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION
TAX OBLIGATION/GENERAL (continued)		
\$ 1,300	County of Franklin, Ohio, Refunding Bonds, Series 1993 (General Obligation - Limited Tax), 5.375%, 12/01/20	12/08 at 10
2,000	Garfield Heights City School District, Cuyahoga County, Ohio, General Obligation School Improvement Bonds, Series 2001, 5.000%, 12/15/26	12/11 at 10
1,000	Hilliard City School District, Ohio, General Obligation School Improvement Bonds, Series 2000, 5.750%, 12/01/24	12/10 at 10
2,000	Lakota Local School District, County of Butler, Ohio, School Improvement and Refunding Bonds (General Obligation - Unlimited Tax), Series 2001, 5.125%, 12/01/26	6/11 at 10
1,750	London City School District, Ohio, General Obligation School Facilities Construction and Improvement Bonds, Series 2001, 5.000%, 12/01/29	12/11 at 10
2,500	Louisville City School District, Ohio, General Obligation Bonds, Series 2001, 5.000%, 12/01/29	12/11 at 10
2,335	Milford Exempted Village School District, Ohio, General Obligation Bonds, Series 2001, 5.125%, 12/01/30	12/11 at 10
1,260	Morgan Local School District, Counties of Morgan, Muskingum and Washington, Ohio, School Improvement Bonds (General Obligation - Unlimited Tax), Series 2000, 5.750%, 12/01/22	12/10 at 10
650	North Canton City School District, Ohio, School Improvement Bonds, Series 1994 (General Obligation - Unlimited Tax): 9.750%, 12/01/03	No Opt.
715	9.700%, 12/01/04	No Opt.
2,720	Pickerington Local School District, Fairfield and Franklin Counties, Ohio, General Obligation School Facilities Construction and Improvement Bonds, Series 2001, 5.000%, 12/01/28	12/11 at 10
1,500	Plain Local School District, Franklin and Licking Counties, Ohio, Various Purpose Bonds, Series 2000, 6.000%, 12/01/20	12/10 at 10
1,100	Plain Local School District, Franklin and Licking Counties, Ohio, Various Purpose Bonds, Series 2002 (General Obligation - Unlimited Tax), 5.500%, 12/01/17	6/12 at 10
1,445	Portage County, Ohio, General Obligation Bonds, Series 2001, 5.000%, 12/01/27	12/11 at 10
2,000	Commonwealth of Puerto Rico, Public Improvement Bonds of 1996 (General Obligation), 5.400%, 7/01/25	7/06 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

1,000	Revere Local School District, Ohio, School Improvement Bonds, Series 1993 (General Obligation - Unlimited Tax), 6.000%, 12/01/16	12/03 at 10
2,830	Springfield Township, Hamilton County, Ohio, Various Purpose Bonds (General Obligation - Limited Tax), Series 2002, 5.250%, 12/01/27	12/11 at 10
2,000	City of Strongsville, Ohio, General Obligation Bonds, Series 2001, 5.000%, 12/01/21	12/11 at 10
70	City of Strongsville, Ohio, Various Purpose Improvement Bonds, Series 1996 (General Obligation - Limited Tax), 5.950%, 12/01/21	12/06 at 10
1,135	City of Toledo, Ohio, Various Purpose Improvement Bonds (General Obligation - Limited Tax), Series 1994, 7.000%, 12/01/03	No Opt.
1,000	Upper Arlington City School District, Ohio, General Obligation Improvement Bonds, Series 1996, 5.250%, 12/01/22	12/06 at 10
2,000	Board of Education, Wayne Local School District, County of Warren, Ohio, School Improvement Bonds, Series 1996 (General Obligation - Unlimited Tax), 6.100%, 12/01/24	12/06 at 10
3,000	Board of Education, West Clermont Local School District, Ohio, School Improvement Bonds, Series 1995 (General Obligation - Unlimited Tax), 6.000%, 12/01/18	12/05 at 10
2,000	Westerville City School District, Franklin and Delaware Counties, Ohio, General Obligation Various Purpose Bonds, Series 2001, 5.000%, 12/01/27	6/11 at 10
1,000	City of Westlake, Ohio, Various Purpose Improvement and Refunding Bonds (General Obligation), Series 1997, 5.550%, 12/01/17	12/08 at 10

TAX OBLIGATION/LIMITED - 3.7%

1,250	City of Columbus, Ohio, Tax Increment Financing Bonds, Series 1999 (Easton Project), 4.875%, 12/01/24	6/09 at 10
7,000	County of Hamilton, Ohio, Sales Tax Bonds, Subordinate Series B, 0.000%, 12/01/28	No Opt.

45

Nuveen Ohio Quality Income Municipal Fund, Inc. (NUO) (continued)
Portfolio of Investments July 31, 2002

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION

	TAX OBLIGATION/LIMITED (continued)	
	New Albany Community Authority, Ohio, Community Facilities Revenue Bonds, Series 2001B Refunding:	
\$ 1,000	5.500%, 10/01/15	4/12 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

1,000	5.500%, 10/01/17	4/12 at 10
680	State of Ohio, Department of Transportation, Certificates of Participation (Rickenbacker Port Authority Improvements), 6.125%, 4/15/15 (Alternative Minimum Tax)	10/02 at 10

TECHNOLOGY - 0.3%		
500	County of Franklin, Ohio, Revenue Bonds, Series 1993 (Online Computer Library Center, Inc. Project), 6.000%, 4/15/13	4/03 at 10

TRANSPORTATION - 8.8%		
	City of Cleveland, Ohio, Airport System Revenue Bonds, Series 2000A:	
1,780	5.250%, 1/01/16	1/10 at 10
3,000	5.000%, 1/01/31	1/10 at 10
3,430	City of Cleveland, Ohio, Parking Facilities Refunding Revenue Bonds, Series 1996, 5.500%, 9/15/22	9/06 at 10
	Columbus Municipal Airport Authority, Ohio, Airport Improvement Revenue Bonds, Series 1994A (Port Columbus International Airport Project):	
830	5.950%, 1/01/08 (Alternative Minimum Tax)	1/04 at 10
1,000	6.000%, 1/01/14 (Alternative Minimum Tax)	1/04 at 10
1,500	City of Dayton, Ohio, Special Facilities Revenue Refunding Bonds, Series 1998A (Emery Air Freight Corporation and Emery Worldwide Airlines, Inc. - Guarantors), 5.625%, 2/01/18	2/08 at 10
2,000	State of Ohio, Turnpike Revenue Bonds, Issued by the Ohio Turnpike Commission, 1998 Series A, 5.500%, 2/15/18	No Opt.

U.S. GUARANTEED - 23.1%		
2,000	City of Cleveland, Ohio, Public Power System First Mortgage Revenue Bonds, Series 1994A, 7.000%, 11/15/24 (Pre-refunded to 11/15/04)	11/04 at 10
3,960	City of Cleveland, Ohio, Waterworks Improvement and Refunding Revenue Bonds, 1st Mortgage Series 1996-H, 5.750%, 1/01/26 (Pre-refunded to 1/01/06)	1/06 at 10
1,950	City School District of Columbus, Franklin County, Ohio, School Building Renovation and Improvement Bonds, Series 1992 (General Obligation - Unlimited Tax), 6.650%, 12/01/12 (Pre-refunded to 12/01/02)	12/02 at 10
1,000	Dublin City School District, Franklin, Delaware and Union Counties, Ohio, Various Purpose School Building Construction and Improvement Bonds (General Obligation - Unlimited Tax), 6.200%, 12/01/19 (Pre-refunded to 12/01/02)	12/02 at 10
2,240	County of Franklin, Ohio, First Mortgage Revenue Bonds, Series 1979 (Online Computer Library Center, Inc. Project), 7.500%, 6/01/09	12/02 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

3,250	City of Garfield Heights, Ohio, Hospital Improvement and Refunding Revenue Bonds, Series 1992B (Marymount Hospital Project), 6.650%, 11/15/11 (Pre-refunded to 11/15/02)	11/02 at 10
1,505	Greater Cleveland Regional Transit Authority, Ohio, General Obligation Capital Improvement Bonds, Series 1996, 5.650%, 12/01/16 (Pre-refunded to 12/01/06)	12/06 at 10
2,100	Lakota Local School District, County of Butler, Ohio, School Improvement Bonds (General Obligation - Unlimited Tax), Series 1994, 6.250%, 12/01/14 (Pre-refunded to 12/01/05)	12/05 at 10
1,000	City of Newark, Ohio, Water System Improvement Bonds (General Obligation - Limited Tax), 6.000%, 12/01/18 (Pre-refunded to 12/01/03)	12/03 at 10
1,000	Ohio Building Authority, State Facilities Bonds (Juvenile Correctional Building Fund Projects), 1992 Series B, 6.000%, 10/01/12 (Pre-refunded to 10/01/02)	10/02 at 10
3,000	Ohio Building Authority, State Facilities Bonds (Adult Correctional Building Fund Projects), 1993 Series A, 6.125%, 10/01/12 (Pre-refunded to 10/01/03)	10/03 at 10
2,400	Ohio Higher Educational Facility Commission, Higher Educational Facility Mortgage Revenue Bonds (University of Dayton 1992 Project), 6.600%, 12/01/17 (Pre-refunded to 12/01/03)	12/03 at 10
1,000	Ohio Water Development Authority, Water Development Revenue Bonds, 1995 Fresh Water Series, 5.900%, 12/01/21 (Pre-refunded to 6/01/05)	6/05 at 10
1,300	Commonwealth of Puerto Rico, Public Improvement Refunding Bonds, Series 1997 (General Obligation), 5.750%, 7/01/17 (Pre-refunded to 7/01/07)	7/07 at 10

46

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION

	U.S. GUARANTEED (continued)	
\$ 1,400	Reynoldsburg City School District, Ohio, General Obligation School Building Construction and Improvement Bonds, 6.550%, 12/01/17 (Pre-refunded to 12/01/02)	12/02 at 10
2,800	City of Strongsville, Ohio, Various Purpose Improvement Bonds, Series 1996 (General Obligation - Limited Tax), 5.950%, 12/01/21 (Pre-refunded to 12/01/06)	12/06 at 10
1,000	Sylvania City School District, Ohio, General Obligation Unlimited Tax Bonds, Series 1995, 5.800%, 12/01/15 (Pre-refunded to 12/01/05)	12/05 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

UTILITIES - 10.7%

4,000	American Municipal Power Ohio, Inc., City of Wadsworth Project, Electric System Improvement Revenue Bonds, Series 2002, 5.000%, 2/15/22	2/12 at 10
1,250	City of Hamilton, Ohio, Electric System Mortgage Revenue Bonds, 1992 Series B, 6.300%, 10/15/25	10/02 at 10
	Ohio Air Quality Development Authority, Air Quality Development Revenue Refunding Bonds (JMG Funding Limited Partnership Project), Series 1994:	
2,000	6.375%, 1/01/29 (Alternative Minimum Tax)	10/04 at 10
4,000	6.375%, 4/01/29 (Alternative Minimum Tax)	10/04 at 10
3,000	Ohio Air Quality Development Authority, Air Quality Development Revenue Bonds (JMG Funding Limited Partnership Project), Series 1997, 5.625%, 1/01/23 (Alternative Minimum Tax)	4/07 at 10
2,000	Ohio Water Development Authority, Solid Waste Disposal Revenue Bonds (Bay Shore Power Project), Convertible Series 1998A, 5.875%, 9/01/20 (Alternative Minimum Tax)	9/08 at 10

WATER AND SEWER - 13.7%

	City of Cincinnati, Ohio, Water System Revenue Bonds, Series 2001:	
1,000	5.500%, 12/01/17	6/11 at 10
6,010	5.000%, 12/01/18	6/11 at 10
3,000	5.000%, 12/01/19	6/11 at 10
1,000	5.000%, 12/01/20	6/11 at 10
1,000	City of Cleveland, Ohio, Waterworks Improvement First Mortgage Refunding Revenue Bonds, 1993 Series G, 5.500%, 1/01/21	No Opt.
1,000	City of Cleveland, Ohio, Waterworks Improvement and Refunding Revenue Bonds, 1998 Series I, 5.000%, 1/01/28	1/08 at 10
40	City of Cleveland, Ohio, Waterworks Improvement and Refunding Revenue Bonds, 1st Mortgage Series 1996-H, 5.750%, 1/01/26	1/06 at 10
2,110	Hamilton County, Ohio, Sewer System Improvement Revenue Bonds, The Metropolitan Sewer District of Greater Cincinnati, Series 2000A, 5.750%, 12/01/25	6/10 at 10
2,000	Northeast Ohio Regional Sewer District, Wastewater Improvement Revenue Refunding Bonds, Series 1995, 5.600%, 11/15/16	11/05 at 10
1,250	City of Oxford, Ohio, Water Supply System Mortgage Revenue Refunding Bonds, Series 1992, 6.000%, 12/01/14	12/02 at 10
2,000	Southwest Regional Water District, Ohio, Waterworks System Revenue Bonds, Series 1995, 6.000%, 12/01/20	12/05 at 10

\$ 227,645 Total Investments (cost \$220,780,839) - 148.3%
=====

Other Assets Less Liabilities - 0.9%

Preferred Shares, at Liquidation Value - (49.2)%

Net Assets Applicable to Common Shares - 100%

* Optional Call Provisions (not covered by the report of independent auditors): 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.

** Ratings (not covered by the report of independent auditors): 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. Securities are normally considered to be equivalent to AAA rated securities.

N/R Investment is not rated.

See accompanying notes to financial statements.

47

Nuveen Ohio Dividend Advantage Municipal Fund (NXI)
 Portfolio of
 Investments July 31, 2002

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION

	EDUCATION AND CIVIC ORGANIZATIONS - 22.3%	
\$ 1,000	State of Ohio, Higher Educational Facilities Revenue Bonds (University of Dayton 2000 Project), 5.500%, 12/01/25	12/10 at 10
2,000	Ohio Higher Educational Facilities Commission, Higher Educational Facility Revenue Bonds, Denison University 2001 Project, 5.200%, 11/01/26	11/11 at 10
2,650	Ohio Higher Educational Facilities Commission, Ohio Northern University Revenue Bonds, Series 2002, 5.000%, 5/01/22	5/12 at 10
3,150	The Student Loan Funding Corporation, Cincinnati, Ohio, Student Loan Subordinated Revenue Refunding Bonds, Series 1992D, 6.600%, 7/01/05 (Alternative Minimum Tax)	1/03 at 10
2,000	The University of Cincinnati, Ohio, General Receipts Bonds, Series 2001A, 5.750%, 6/01/17	6/11 at 10
2,735	The University of Cincinnati, Ohio, General Receipts Bonds, Series 2002F, 5.375%, 6/01/19	6/12 at 10

	HEALTHCARE - 20.2%	

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

1,300	Akron, Bath and Copley Joint Township Hospital District, Ohio, Hospital Facilities Revenue Bonds, Series 1993A (Summa Health System Project), 5.500%, 11/15/13	11/03 at 10
1,950	County of Lucas, Ohio, Hospital Revenue Bonds, Series 1999 (ProMedica Healthcare Obligated Group), 5.375%, 11/15/29	11/09 at 10
2,500	County of Miami, Ohio, Hospital Facilities Revenue Refunding and Improvement Bonds, Series 1996A (Upper Valley Medical Center), 6.375%, 5/15/26	5/06 at 10
	City of Parma, Ohio, Hospital Improvement and Refunding Revenue Bonds, Series 1998 (The Parma Community Hospital Association):	
2,250	5.250%, 11/01/13	11/08 at 10
2,000	5.375%, 11/01/29	11/08 at 10
1,000	County of Richland, Ohio, Hospital Facilities Revenue Improvement Bonds, Series 2000B (MedCentral Health System Obligated Group), 6.375%, 11/15/30	11/10 at 10
1,500	County of Tuscarawas, Ohio, Hospital Facilities Revenue Bonds, Series 1993A (Union Hospital Project), 6.500%, 10/01/21	10/03 at 10

HOUSING/MULTIFAMILY - 7.6%

1,790	Lucas Northgate Housing Development Corporation, Ohio, Mortgage Revenue Refunding Bonds, Series 1999A (FHA-Insured Mortgage Loan - Northgate Apartments Section 8 Assisted Project), 5.950%, 7/01/19	1/04 at 10
2,885	Ohio Housing Finance Agency, FHA-Insured Mortgage, Asbury Woods Project, Series 2001A, 5.450%, 4/01/26	4/11 at 10

HOUSING/SINGLE FAMILY - 13.2%

2,065	Ohio Housing Finance Agency, Residential Mortgage Revenue Bonds, 2000 Series C, Mortgage-Backed Securities Program, 6.050%, 3/01/32 (Alternative Minimum Tax)	8/10 at 10
2,495	Ohio Housing Finance Agency, Residential Mortgage Revenue Bonds, 2000 Series D, Mortgage-Backed Securities Program, 5.450%, 9/01/31 (Alternative Minimum Tax)	8/10 at 10
2,050	Ohio Housing Finance Agency, Residential Mortgage Revenue Bonds, 2000 Series F, Mortgage-Backed Securities Program, 5.625%, 9/01/16	8/10 at 10
1,215	Ohio Housing Finance Agency, Residential Mortgage Revenue Bonds, GNMA Mortgage-Backed Securities Program, 2002 Series D, 5.400%, 9/01/34 (Alternative Minimum Tax)	3/12 at 10

48

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION
---------------------------	-------------	-----------------------

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

		LONG-TERM CARE - 4.7%	
\$	1,000	County of Franklin, Ohio, Healthcare Facilities Revenue Bonds, Series 2001A, Ohio Presbyterian Retirement Services, 7.125%, 7/01/29	7/11 at 10
	1,970	County of Hamilton, Ohio, Healthcare Facilities Improvement Revenue Bonds, Series 1999A (Twin Towers), 5.750%, 10/01/19	10/08 at 10

		TAX OBLIGATION/GENERAL - 38.2%	
	2,440	Bay Village City School District, Ohio, School Improvement Bonds (General Obligation - Unlimited Tax), Series 2001, 5.000%, 12/01/25	12/10 at 10
	1,000	City of Centerville, Ohio, Capital Facilities Improvement Bonds (General Obligation - Limited Tax), Series 2001, 5.125%, 12/01/26	12/11 at 10
		Jackson City School District, County of Jackson, Ohio, School Improvement Bonds (General Obligation - Unlimited Tax), Series 2001:	
	880	5.500%, 12/01/22	6/11 at 10
	935	5.500%, 12/01/23	6/11 at 10
	2,000	Lakota Local School District, County of Butler, Ohio, School Improvement and Refunding Bonds (General Obligation - Unlimited Tax), Series 2001, 5.125%, 12/01/26	6/11 at 10
	2,000	Medina City School District, Medina County, Ohio, School Building Construction Bonds (General Obligation - Unlimited Tax), Series 1999, 5.250%, 12/01/28	12/09 at 10
	1,000	Nordonia Hills City School District, Ohio, School Improvement Bonds, Series 2000, 5.450%, 12/01/25	12/10 at 10
	1,850	Swanton Local School District, Fulton County, Ohio, General Obligation Bonds, Series 2001, 5.250%, 12/01/25	12/11 at 10
	1,275	Sycamore Community School District, County of Hamilton, Ohio, School Improvement Bonds (General Obligation - Unlimited Tax), Series 1999, 5.000%, 12/01/23	12/09 at 10
	2,000	Tipp City Exempted Village School District, Ohio, School Facilities Construction and Improvement Bonds, Series 2001, 5.000%, 12/01/24	6/11 at 10
	1,485	West Chester Township, Butler County, Ohio, Various Purpose Refunding Bonds (General Obligation - Limited Tax), Series 2001, 5.500%, 12/01/17	11/11 at 10
	1,000	West Holmes Local School District, Ohio, School Improvement Bonds, Series 1997, 5.375%, 12/01/23	6/07 at 10
	2,500	Westerville City School District, Franklin and Delaware Counties, Ohio, General Obligation Various Purpose Bonds, Series 2001, 5.000%, 12/01/27	6/11 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

2,965	City of Worthington, Franklin County, Ohio, Various Purpose Bonds (General Obligation - Unlimited Tax), Series 2001, 5.375%, 12/01/21	12/11 at 10

TAX OBLIGATION/LIMITED - 13.0%		
2,000	State of Ohio, Higher Education Capital Facilities Bonds, Series II-2001A, 5.000%, 2/01/20	2/11 at 10
4,000	Puerto Rico Municipal Finance Agency, 1999 Series A Bonds, 6.000%, 8/01/16	8/09 at 10
1,400	Virgin Islands Public Finance Authority, Revenue Bonds (Virgin Islands Gross Receipts Tax Loan Note), Series 1999A, 6.375%, 10/01/19	10/10 at 10

TRANSPORTATION - 7.4%		
2,000	City of Cleveland, Ohio, Airport Special Revenue Bonds, Continental Airlines, Inc. Refunding, Series 1999, 5.700%, 12/01/19 (Alternative Minimum Tax)	12/09 at 10
2,000	State of Ohio, Turnpike Revenue Bonds, Issued by Ohio Turnpike Commission, Series 2001A, 5.500%, 2/15/26	2/11 at 10
1,000	Toledo-Lucas County Port Authority, Ohio, Revenue Refunding Bonds, Series 1992, CSX Transportation Inc. Project, 6.450%, 12/15/21	No Opt.

49

Nuveen Ohio Dividend Advantage Municipal Fund (NXI) (continued)
Portfolio of Investments July 31, 2002

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISIONS

UTILITIES - 18.7%		
\$ 1,440	American Municipal Power Ohio, Inc., Electric System Improvement Revenue Bonds (City of Wadsworth Project), Series 2002, 5.250%, 2/15/17	2/12 at 10
	City of Lebanon, Ohio, Electric System Mortgage Revenue Bonds, Series 2001:	
565	5.500%, 12/01/17	12/10 at 10
910	5.500%, 12/01/18	12/10 at 10
2,000	Ohio Air Quality Development Authority, Revenue Bonds, 1985 Series A (Columbus Southern Power Company Project), 6.250%, 12/01/20	6/03 at 10
2,000	Ohio Air Quality Development Authority, Air Quality Development	9/05 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

		Revenue Refunding Bonds, 1995 Series (The Dayton Power and Light Company Project), 6.100%, 9/01/30	
2,000		Ohio Air Quality Development Authority, Air Quality Development Revenue Refunding Bonds, Series C (Ohio Power Company Project), 5.150%, 5/01/26	5/09 at 10
1,500		Ohio Air Quality Development Authority, Pollution Control Revenue Refunding Bonds, Series 1999-C (Ohio Edison Company Project), 5.800%, 6/01/16 (Mandatory put 12/01/04)	12/04 at 10
1,000		Ohio Water Development Authority, Solid Waste Disposal Revenue Bonds, Bay Shore Power Project, Convertible Series 1998A, 5.875%, 9/01/20 (Alternative Minimum Tax)	9/08 at 10

		WATER AND SEWER - 2.8%	
1,700		City of Cincinnati, Ohio, Water System Revenue Bonds, Series 2001, 5.125%, 12/01/21	6/11 at 10

\$	90,350	Total Investments (cost \$90,260,616) - 148.1%	
=====			
		Other Assets Less Liabilities - 1.5%	

		Preferred Shares, at Liquidation Value - (49.6)%	

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

* Optional Call Provisions (not covered by the report of independent auditors): 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.

** Ratings (not covered by the report of independent auditors): Using the higher of Standard & Poor's or Moody's rating.

N/R Investment is not rated.

See accompanying notes to financial statements.

50

Nuveen Ohio Dividend Advantage Municipal Fund 2 (NBJ)
Portfolio of
Investments July 31, 2002

PRINCIPAL		OPTIONAL
AMOUNT (000)	DESCRIPTION	PROVISIONS

CONSUMER STAPLES - 6.7%

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

\$ 3,000 State of Ohio, Sewage and Solid Waste Disposal Facilities Revenue Bonds, Anheuser-Busch Project, Series 2001, 5.500%, 11/01/35 (Alternative Minimum Tax) 11/11 at 10

 EDUCATION AND CIVIC ORGANIZATIONS - 4.9%

2,050 Ohio Higher Educational Facilities Commission, Higher Education Facility Revenue Bonds, Wittenberg University Project, Series 2001, 5.500%, 12/01/15 12/11 at 10

 HEALTHCARE - 28.3%

2,000 Akron, Bath and Copley Joint Township Hospital District, Ohio, Hospital Facilities Revenue Bonds, Series 1998A (Summa Health System Project), 5.000%, 11/15/08 No Opt.

1,000 Erie County, Ohio, Hospital Facilities Revenue Bonds, Firelands Regional Medical Center, Series 2002A, 5.500%, 8/15/22 8/12 at 10

1,850 Lorain County, Ohio, Hospital Improvement and Refunding Revenue Bonds, Catholic Healthcare Partners, Series 2001A, 5.400%, 10/01/21 10/11 at 10

2,000 City of Parma, Ohio, Hospital Improvement and Refunding Revenue Bonds, Series 1998 (The Parma Community Hospital Association), 5.375%, 11/01/29 11/08 at 10

2,000 County of Richland, Ohio, Hospital Facilities Revenue Improvement Bonds, Series 2000B, MedCentral Health System Obligated Group, 6.375%, 11/15/30 11/10 at 10

3,670 County of Tuscarawas, Ohio, Hospital Facilities Revenue Bonds, Union Hospital Project, Series 2001, 5.750%, 10/01/26 10/11 at 10

 HOUSING/MULTIFAMILY - 2.3%

1,000 County of Franklin, Ohio, Multifamily Housing Mortgage Revenue Bonds, Agler Project, GNMA Collateralized Series 2002A, 5.550%, 5/20/22 (Alternative Minimum Tax) 5/12 at 10

 HOUSING/SINGLE FAMILY - 8.6%

2,850 Ohio Housing Finance Agency, Residential Mortgage Revenue Bonds, Mortgage-Backed Securities Program, Series 2001A, 5.500%, 9/01/34 (Alternative Minimum Tax) 9/10 at 10

1,000 Ohio Housing Finance Agency, Residential Mortgage Revenue Bonds, GNMA Mortgage-Backed Securities Program, Series 2002D, 5.400%, 9/01/34 (Alternative Minimum Tax) 3/12 at 10

 LONG-TERM CARE - 4.3%

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

2,000 County of Hamilton, Ohio, Healthcare Facilities Improvement Revenue Bonds, Series 1999A (Twin Towers), 5.800%, 10/01/23 10/08 at 10

TAX OBLIGATION/GENERAL - 49.4%

1,860 Fairfield City School District, Ohio, General Obligation Bonds, Series 2001 Refunding, 5.375%, 12/01/19 12/11 at 10

1,000 Greater Cleveland Regional Transit Authority, Ohio, General Obligation Capital Improvement Bonds, Series 2001A, 5.125%, 12/01/21 12/11 at 10

2,000 Hamilton Local School District, Franklin County, Ohio, School Facilities Construction and Improvement Bonds (General Obligation - Unlimited Tax), 5.000%, 12/01/28 12/11 at 10

Lebanon City School District, Warren County, Ohio, General Obligation Bonds, Series 2001:

4,000 5.500%, 12/01/21 12/11 at 10

2,000 5.000%, 12/01/29 12/11 at 10

2,420 Lorain County, Ohio, Justice Center Bonds (General Obligation - Limited Tax), Series 2002, 5.500%, 12/01/22 12/12 at 10

1,000 Medina City School District, Medina County, Ohio, School Building Construction Bonds, Series 1999 (General Obligation - Unlimited Tax), 5.250%, 12/01/28 12/09 at 10

51

Nuveen Ohio Dividend Advantage Municipal Fund 2 (NBJ) (continued)
Portfolio of Investments July 31, 2002

PRINCIPAL AMOUNT (000) DESCRIPTION OPTIONAL PROVISION

TAX OBLIGATION/GENERAL (continued)

\$ 3,000 Milford Exempted Village School District, Ohio, General Obligation Bonds, Series 2001, 5.125%, 12/01/30 12/11 at 10

1,000 State of Ohio, Full Faith and Credit Common School Capital Facilities General Obligation Bonds, Series 2001B, 5.000%, 9/15/21 9/11 at 10

1,960 Portage County, Ohio, General Obligation Bonds, Series 2001, 5.000%, 12/01/25 12/11 at 10

1,500 City of Strongsville, Ohio, General Obligation Bonds, Series 2001, 5.000%, 12/01/21 12/11 at 10

TAX OBLIGATION/LIMITED - 10.9%

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

1,700	City of Hamilton, Butler County, Ohio, One Renaissance Center Acquisition Bonds (General Obligation - Limited Tax), Series 2001, 5.000%, 11/01/26	11/11 at 10
1,000	Puerto Rico Highway and Transportation Authority, Transportation Revenue Bonds, Series E Refunding, 5.750%, 7/01/24	7/12 at 10
1,000	Summit County Port Authority, Ohio, Revenue Bonds, Civic Theatre Project, Series 2001, 5.500%, 12/01/26	12/11 at 10
1,000	Virgin Islands Public Finance Authority, Revenue Bonds (Virgin Islands Gross Receipts Tax Loan Note), Series 1999A, 6.375%, 10/01/19	10/10 at 10

TRANSPORTATION - 13.0%		
3,495	City of Cleveland, Ohio, Airport System Revenue Bonds, Series 2000A, 5.250%, 1/01/18	1/10 at 10
2,000	State of Ohio, Turnpike Revenue Bonds, Issued by the Ohio Turnpike Commission, 1998 Series A, 5.500%, 2/15/18	No Opt.

UTILITIES - 13.1%		
2,500	Ohio Air Quality Development Authority, Air Quality Development Revenue Refunding Bonds (Ohio Power Company Project), Series C, 5.150%, 5/01/26	5/09 at 10
1,500	Ohio Air Quality Development Authority, Pollution Control Revenue Refunding Bonds (Ohio Edison Company Project), Series 1999-C, 5.800%, 6/01/16 (Mandatory put 12/01/04)	12/04 at 10
2,000	Ohio Water Development Authority, Solid Waste Disposal Revenue Bonds, Bay Shore Power Project, Convertible Series 1998A, 5.875%, 9/01/20 (Alternative Minimum Tax)	9/08 at 10

WATER AND SEWER - 10.0%		
3,000	City of Cleveland, Ohio, Waterworks Improvement and Refunding Revenue Bonds, 1998 Series I, 5.000%, 1/01/23	1/08 at 10
1,500	Ohio Water Development Authority, Water Development Revenue Bonds, Fresh Water Series 2001A, 5.000%, 12/01/21	12/11 at 10

\$ 66,855	Total Investments (cost \$67,167,728) - 151.5%	
=====		
Other Assets Less Liabilities - 1.7%		

Preferred Shares, at Liquidation Value - (53.2)%		

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

* Optional Call Provisions (not covered by the report of independent auditors): Dates (month and year) and prices of the earliest optional call or redemption.

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

There may be other call provisions at varying prices at later dates.

** Ratings (not covered by the report of independent auditors): Using the higher of Standard & Poor's or Moody's rating.

N/R Investment is not rated.

See accompanying notes to financial statements.

52

Nuveen Ohio Dividend Advantage Municipal Fund 3 (NVJ)
Portfolio of
Investments July 31, 2002

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION

	EDUCATION AND CIVIC ORGANIZATIONS - 20.0%	
\$ 1,125	Ohio Higher Educational Facilities Commission, Northern University Revenue Bonds, Series 2002, 5.750%, 5/01/16	5/12 at 10
2,000	Ohio Higher Educational Facilities Commission, Case Western Reserve University, Revenue Bonds, Series 2002B, 5.500%, 10/01/22	10/12 at 10
1,000	Ohio State University, General Receipts Bonds, Series 1999A, 5.800%, 12/01/29	12/09 at 10
1,000	Ohio State University, General Receipts Bonds, Series 2002, 5.125%, 12/01/31	12/12 at 10
1,000	University of Cincinnati, Ohio, General Receipts Bonds, Series 2001A, 5.000%, 6/01/31	6/11 at 10

	HEALTHCARE - 26.3%	
1,000	Akron, Bath and Copley Joint Township Hospital District, Ohio, Hospital Facilities Revenue Bonds, Series 1998A (Summa Health System Project), 5.000%, 11/15/08	No Opt.
1,000	County of Cuyahoga, Ohio, Hospital Facilities Revenue Bonds, Health Cleveland, Inc. (Fairview General Hospital Project), Series 1993, 6.300%, 8/15/15	2/03 at 10
1,750	County of Erie, Ohio, Hospital Facilities Revenue Bonds, Firelands Regional Medical Center, Series 2002A, 5.500%, 8/15/22	8/12 at 10
1,425	County of Montgomery, Ohio, Hospital Facilities Revenue Bonds, Series 1999 (Kettering Medical Center Network Obligated Group), 6.750%, 4/01/18	4/10 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

1,000	Montgomery County, Ohio, Revenue Bonds, Catholic Health Initiatives, Series 2001, 5.500%, 9/01/12	9/11 at 10
1,000	City of Parma, Ohio, Hospital Improvement and Refunding Revenue Bonds, Series 1998 (The Parma Community Hospital Association), 5.375%, 11/01/29	11/08 at 10
1,000	County of Richland, Ohio, Hospital Facilities Revenue Improvement Bonds, Series 2000B, MedCentral Health System Obligated Group, 6.375%, 11/15/30	11/10 at 10

HOUSING/SINGLE FAMILY - 15.0%

1,000	Ohio Housing Finance Agency, Residential Mortgage Revenue Bonds, 2000 Series C, Mortgage-Backed Securities Program, 6.050%, 3/01/32 (Alternative Minimum Tax)	8/10 at 10
1,530	Ohio Housing Finance Agency, Residential Mortgage Revenue Bonds, 2000 Series D, Mortgage-Backed Securities Program, 5.450%, 9/01/31 (Alternative Minimum Tax)	8/10 at 10
1,985	Ohio Housing Finance Agency, Residential Mortgage Revenue Bonds, 2000 Series F, Mortgage-Backed Securities Program, 5.625%, 9/01/16	8/10 at 10

TAX OBLIGATION/GENERAL - 53.5%

320	Bedford, Ohio, General Obligation Bonds, Series 2002, 5.000%, 12/01/27	12/12 at 10
2,000	Canal Winchester Local School District, Franklin and Fairfield Counties, Ohio, School Improvement Bonds (General Obligation - Unlimited Tax), Series 1998, 5.300%, 12/01/25	12/08 at 10
1,300	Crawford County, Ohio, General Obligation Bonds, Series 2002, 5.200%, 12/01/26	12/12 at 10
1,475	Eaton City School District, Preble County, Ohio, General Obligation Bonds, Series 2002, 5.750%, 12/01/21	12/12 at 10
2,000	Granville Exempt Village School District, Ohio, General Obligation Bonds, Series 2001, 5.500%, 12/01/28	12/11 at 10
1,000	Hamilton Local School District, Franklin County, Ohio, School Facilities Construction and Improvement Bonds (General Obligation - Unlimited Tax), 5.000%, 12/01/28	12/11 at 10
1,000	Hilliard, Ohio, General Obligation Bonds, Series 2002, 5.375%, 12/01/22	12/12 at 10
1,270	Lorain, Ohio, General Obligation Bonds, Series 2002, 5.125%, 12/01/26	12/12 at 10
1,190	Miami East Local School District, Miami County, Ohio, General Obligation Bonds, Series 2002, 5.125%, 12/01/29	12/12 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

Nuveen Ohio Dividend Advantage Municipal Fund 3 (NVJ) (continued)
 Portfolio of Investments July 31, 2002

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION

	TAX OBLIGATION/GENERAL (continued)	
\$ 1,265	Monroe Local School District, Butler County, Ohio, General Obligation Bonds, Series 2002, 5.750%, 12/01/20	No Opt.
1,000	State of Ohio, Full Faith and Credit Common School Capital Facilities General Obligation Bonds, Series 2001B, 5.000%, 9/15/20	9/11 at 10
1,535	Pickerington Local School District, Fairfield and Franklin Counties, Ohio, General Obligation School Facilities Construction and Improvement Bonds, Series 2001, 5.250%, 12/01/20	12/11 at 10
1,130	Solon, Ohio, General Obligation Bonds, Series 2002 Refunding and Improvement, 5.000%, 12/01/18	12/12 at 10

	TAX OBLIGATION/LIMITED - 11.2%	
1,250	Ohio Building Authority, State Facilities Bonds, Administration Building Fund Projects, 2002 Series A, 5.500%, 4/01/18	4/12 at 10
2,000	Puerto Rico Public Building Authority, Revenue Refunding Bonds, Guaranteed by the Commonwealth of Puerto Rico, Series L, 5.500%, 7/01/21	No Opt.

	TRANSPORTATION - 5.4%	
1,550	State of Ohio, Turnpike Revenue Bonds, Issued by the Ohio Turnpike Commission, 1998 Series A, 5.500%, 2/15/18	No Opt.

	U.S. GUARANTEED - 3.3%	
1,000	County of Hamilton, Ohio, Hospital Facilities Revenue Refunding Bonds, Series 1992A (Bethesda Hospital, Inc.), 6.250%, 1/01/12 (Pre-refunded to 1/01/03)	1/03 at 10

	UTILITIES - 5.0%	
1,500	American Municipal Power Ohio, Inc., City of Wadsworth Project, Electric System Improvement Revenue Bonds, Series 2002, 5.250%, 2/15/17	2/12 at 10

WATER AND SEWER - 9.7%

	1,500	Hamilton County, Ohio, Sewer System Improvement and Refunding Revenue Bonds, The Metropolitan Sewer District of Greater Cincinnati, 2001 Series A, 5.250%, 12/01/18	12/11 at 10
	1,500	Ohio Water Development Authority, Water Development Revenue Bonds, Fresh Water Series 2001A, 5.000%, 12/01/21	12/11 at 10
<hr/>			
\$	45,600	Total Investments (cost \$46,369,861) - 149.4%	
<hr/>			
Other Assets Less Liabilities - 2.2%			
<hr/>			
Preferred Shares, at Liquidation Value - (51.6)%			
<hr/>			
Net Assets Applicable to Common Shares - 100%			
<hr/>			

- * Optional Call Provisions (not covered by the report of independent auditors): 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.
- ** Ratings (not covered by the report of independent auditors): 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. Securities are normally considered to be equivalent to AAA rated securities.

See accompanying notes to financial statements.

54

Nuveen Texas Quality Income Municipal Fund (NTX)
Portfolio of
Investments July 31, 2002

	PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION
<hr/>			
BASIC MATERIALS - 5.5%			
\$	4,500	Cass County Industrial Development Corporation, Texas, Environmental Improvement Revenue Bonds, 2000 Series A (International Paper Company Project), 6.600%, 3/15/24 (Alternative Minimum Tax)	3/10 at 10
	3,000	Guadalupe-Blanco River Authority, Texas, Sewage and Solid Waste Disposal Facility Bonds (E.I. du Pont de Nemours and Company Project), Series 1996, 6.400%, 4/01/26 (Alternative Minimum Tax)	4/06 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

 CONSUMER STAPLES - 0.5%

690 The Children's Trust Fund, Puerto Rico, Tobacco Settlement 7/10 at 10
 Asset-Backed Bonds, Series 2000, 5.750%, 7/01/20

 EDUCATION AND CIVIC ORGANIZATIONS - 9.2%

205 Brazos Higher Education Authority, Inc., Texas, Student Loan No Opt.
 Revenue Refunding Bonds, Subordinate Series 1993A-2,
 6.800%, 12/01/04 (Alternative Minimum Tax)

1,000 City of Georgetown, Texas, Higher Education Finance Corporation, 2/04 at 10
 Higher Education Revenue Bonds, Series 1994 (Southwestern
 University Project), 6.300%, 2/15/14

1,000 Raven Hills Higher Education Corporation, Texas, Student Housing 8/11 at 10
 Revenue Bonds, Cardinal Village LLC - Lamar University Project,
 Series 2001A, 5.250%, 8/01/24

1,445 Tyler Junior College District, Smith and Van Zandt Counties, Texas, 8/04 at 10
 Combined Fee Improvement Revenue and Refunding Bonds,
 Series 1994, 5.900%, 8/15/13

2,330 Universal City, Texas, Education Facilities Corporation, Revenue 3/11 at 10
 Bonds, Wayland Baptist University Project, Series 2001,
 5.625%, 3/01/26

2,000 Board of Regents of The University of Houston System, Texas, 2/05 at 10
 Consolidated Revenue Bonds, Series 1995, 6.000%, 2/15/17

5,000 University of North Texas Board of Regents, Financing System 4/12 at 10
 Revenue Bonds, Series 2001, 5.000%, 4/15/24

 ENERGY - 8.5%

5,000 Gulf Coast Waste Disposal Authority, Texas, Waste Disposal 4/08 at 10
 Revenue Bonds, Valero Refining and Marketing Company Project,
 Series 1998, 5.600%, 4/01/32 (Alternative Minimum Tax)

5,000 Gulf Coast Industrial Development Authority, Texas, Waste Disposal 6/08 at 10
 Revenue Bonds (Valero Refining and Marketing Company Project),
 Series 1997, 5.600%, 12/01/31 (Alternative Minimum Tax)

2,800 Gulf Coast Waste Disposal Authority, Texas, Waste Disposal Revenue 4/09 at 10
 Bonds (Valero Energy Corporation Project), Series 1999,
 5.700%, 4/01/32 (Alternative Minimum Tax)

 HEALTHCARE - 19.8%

3,500 Abilene Health Facilities Development Corporation, Texas, Hospital 9/05 at 10
 Revenue Refunding and Improvement Bonds (Hendrick Medical
 Center Project), Series 1995C, 6.150%, 9/01/25

Gregg County, Texas, Health Facilities Development Corporation,

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

	Hospital Revenue Bonds (Good Shepherd Medical Center Project), Series 2000:	
2,000	6.875%, 10/01/20	10/10 at 10
3,250	6.375%, 10/01/25	10/10 at 10
1,500	Harris County, Texas, Health Facilities Development Corporation, Revenue Bonds, St. Luke's Episcopal Hospital, Series 2001A, 5.500%, 2/15/21	8/11 at 10
2,000	Harris County, Texas, Health Facilities Development Corporation, Hospital Revenue Bonds, Memorial Hermann Healthcare System, Series 2001A, 6.375%, 6/01/29	6/11 at 10
5,750	Midland County Hospital District, Texas, Hospital Revenue Bonds, Series 1992, 0.000%, 6/01/11	No Opt.
2,000	North Central Texas Health Facilities Development Corporation, Hospital Revenue Bonds, Baylor Healthcare System Project, Series 2001A, 5.125%, 5/15/29	5/11 at 10

55

Nuveen Texas Quality Income Municipal Fund (NTX) (continued)
Portfolio of Investments July 31, 2002

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION

	HEALTHCARE (continued)	
\$ 1,760	Parker County Hospital District, Texas, Hospital Revenue Bonds (Campbell Health System), Series 1999, 6.250%, 8/15/19	8/09 at 10
1,050	Tarrant County Health Facilities Development Corporation, Texas, Hospital Revenue Bonds, Series 1998, Adventist Health System/ Sunbelt Obligated Group, 5.375%, 11/15/20	11/08 at 10
3,500	Tarrant County, Texas, Health Facilities Development Corporation, Hospital Revenue Bonds, Series 2000, Adventist Health System/ Sunbelt Obligated Group, 6.625%, 11/15/20	11/10 at 10
2,000	Tom Green County, Texas, Health Facilities Development Corporation, Hospital Revenue Bonds, Series 2001, Shannon Health System Project, 6.750%, 5/15/21	5/11 at 10
1,000	Tyler Health Facilities Development Corporation, Texas, Hospital Revenue Bonds, Series 2001, Mother Frances Hospital Regional Health Center, 6.000%, 7/01/31	7/12 at 10

	HOUSING/MULTIFAMILY - 8.7%	
	Bexar County Housing Finance Corporation, Texas, Multifamily Housing Revenue Bonds, The Waters at Northern Hills Apartments Project, Series 2001A:	

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

2,000	6.000%, 8/01/31	8/11 at 10
750	6.050%, 8/01/36	8/11 at 10
Grand Prairie, Texas, Housing Finance Corporation, Multifamily Housing Revenue Bonds, Landings at Carrier Project, GNMA Series 2000A:		
1,000	6.650%, 9/20/22	9/10 at 10
2,030	6.750%, 9/20/28	9/10 at 10
5,668	Houston Housing Finance Corporation, Texas, Multifamily Housing Revenue Bonds, RRG Apartments Project, GNMA Collateralized Mortgage, Series 2001, 6.250%, 9/20/35	9/11 at 10

HOUSING/SINGLE FAMILY - 8.5%

580	Baytown Housing Finance Corporation, Texas, Single Family Mortgage Revenue Refunding Bonds, Series 1992-A, 8.500%, 9/01/11 (Pre-refunded to 9/01/02)	9/02 at 10
2,800	El Paso Housing Finance Corporation, Texas, Single Family Mortgage Revenue Bonds, Series 2001A-3, 6.180%, 4/01/33	4/11 at 10
415	City of Galveston Property Finance Authority, Inc., Texas, Single Family Mortgage Revenue Bonds, Series 1991A, 8.500%, 9/01/11	9/02 at 10
1,070	The Harrison County Finance Corporation, Texas, Single Family Mortgage Revenue Refunding Bonds, Series 1991, 8.875%, 12/01/11	12/02 at 10
730	Houston Housing Finance Corporation, Texas, Single Family Mortgage Revenue Refunding Bonds, Series 1993A, 5.950%, 12/01/10	6/03 at 10
450	Port Arthur Housing Finance Corporation, Texas, Single Family Mortgage Revenue Refunding Bonds, Series 1992, 8.700%, 3/01/12	9/02 at 10
2,215	Texas Department of Housing and Community Affairs, Single Family Mortgage Revenue Bonds, 1996 Series E, 6.000%, 9/01/17	9/06 at 10
3,000	Texas Department of Housing and Community Affairs, Single Family Mortgage Bonds, 2002 Series B, 5.550%, 3/01/34 (Alternative Minimum Tax)	3/12 at 10
460	Victoria Housing Finance Corporation, Texas, Single Family Mortgage Revenue Refunding Bonds, Series 1995, 8.125%, 1/01/11	No Opt.

LONG-TERM CARE - 7.0%

Bell County Health Facilities Development Corporation, Texas, Retirement Facility Revenue Bonds (Buckner Retirement Services, Inc. Obligated Group Project), Series 1998:		
3,400	5.250%, 11/15/19	11/08 at 10
5,000	5.250%, 11/15/28	11/08 at 10
2,000	Tarrant County Health Facilities Development Corporation, Texas, Tax-Exempt Mortgage Revenue Bonds (South Central Nursing Homes, Inc. Project), Series 1997A, 6.000%, 1/01/37	1/08 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

56

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION
	TAX OBLIGATION/GENERAL - 29.5%	
\$ 4,130	Coppell Independent School District, Dallas County, Texas, Unlimited Tax School Building and Refunding Bonds, Series 1992, 0.000%, 8/15/14	8/09 at 7
1,450	Donna Independent School District, Hidalgo County, Texas, Unlimited Tax School Building Bonds, Series 2000, 6.000%, 2/15/17	2/11 at 10
1,750	El Paso County, Texas, Certificates of Obligation, Series 2001, 5.000%, 2/15/21	2/12 at 10
2,000	Harlingen Consolidated Independent School District, Cameron County, Texas, Unlimited Tax School Building Bonds, Series 1999, 5.650%, 8/15/29	8/09 at 10
2,000	Harris County, Texas, Tax and Revenue Certificates of Obligation, Series 2001, 5.000%, 8/15/27	8/11 at 10
2,600	Klein Independent School District, Harris County, Texas, Unlimited Tax Schoolhouse Bonds, Series 1999A, 5.000%, 8/01/18	8/09 at 10
1,500	Lake Dallas Independent School District, Denton County, Texas, General Obligation Building Bonds, Series 2001, 5.000%, 8/15/30	8/11 at 10
5,220	Leander Independent School District, Williamson and Travis Counties, Texas, Unlimited Tax School Building and Refunding Bonds, Series 2000, 0.000%, 8/15/21	8/09 at 4
1,545	Montgomery County (a political subdivision of the state of Texas), Refunding Bonds, Series 1997, 0.000%, 3/01/14	9/07 at 7
2,000	Northside Independent School District, Bexar County, Texas, Unlimited Tax School Building and Refunding Bonds, Series 2000, 5.875%, 8/15/25	8/10 at 10
500	Commonwealth of Puerto Rico, Public Improvement General Obligation Bonds of 2002, Series A, 5.500%, 7/01/29	No Opt.
1,825	Socorro Independent School District, El Paso County, Texas, General Obligation Bonds, Series 1996, 5.750%, 2/15/21	2/06 at 10
1,440	South Texas Community College District, General Obligation Bonds, Series 2002, 5.500%, 8/15/17	8/12 at 10
2,000	State of Texas, General Obligation Bonds, Veterans Land Board, Series 1994, 6.400%, 12/01/24 (Alternative Minimum Tax)	12/04 at 10
3,490	State of Texas, General Obligation Bonds, Veterans Housing Assistance Program Fund, Series 1993, 6.800%, 12/01/23	12/03 at 10

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

(Alternative Minimum Tax)

2,000	State of Texas, General Obligation Bonds, Water Financial Assistance and Refunding Bonds, Series 2001, 5.250%, 8/01/23	8/11 at 10
1,500	State of Texas, General Obligation Bonds, Public Finance Authority, Series 2002 Refunding, 5.000%, 10/01/18	10/12 at 10
1,795	United Independent School District, Webb County, Texas, Unlimited Tax School Building Bonds, Series 2000, 5.375%, 8/15/18	8/12 at 10
5,290	Weslaco Independent School District, Hidalgo County, Texas, General School Building Obligation Bonds, Series 2000, 5.500%, 2/15/25	2/10 at 10
	West Independent School District, McLennan and Hill Counties, Texas, Unlimited Tax School Building and Refunding Bonds, Series 1998:	
1,000	0.000%, 8/15/22	8/13 at 6
1,000	0.000%, 8/15/23	8/13 at 5
1,000	0.000%, 8/15/24	8/13 at 5
1,800	Williamson County, Texas, General Obligation Road Bonds, Series 2002, 5.500%, 2/15/16	2/12 at 10

TAX OBLIGATION/LIMITED - 10.1%

4,500	City of Austin, Texas, Hotel Occupancy Tax Subordinate Lien Revenue Refunding Bonds, Series 1999, 5.800%, 11/15/29	11/09 at 10
2,250	Harris County-Houston Sports Authority, Texas, Senior Lien Revenue Bonds, Series 2001G, 5.250%, 11/15/22	11/11 at 10
1,575	Harris County, Texas, Toll Road Unlimited Tax and Subordinate Lien Revenue Refunding Bonds, Series 1992A, 6.500%, 8/15/15	8/02 at 10
1,000	City of Laredo, Texas, Sports Venue Sales Tax Revenue Bonds, Series 2001, 5.300%, 3/15/26	3/09 at 10
4,580	City of San Antonio, Texas, Hotel Occupancy Tax Revenue Bonds (Henry B. Gonzalez Convention Center Project), 5.700%, 8/15/26	8/06 at 10

57

Nuveen Texas Quality Income Municipal Fund (NTX) (continued)
Portfolio of Investments July 31, 2002

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISI
---------------------------	-------------	---------------------

TRANSPORTATION - 9.3%

\$ 3,005	Alliance Airport Authority, Inc., Texas, Special Facilities Revenue Bonds, Series 1990 (American Airlines, Inc. Project), 7.500%, 12/01/29 (Alternative Minimum Tax)	12/02 at 10
----------	--	-------------

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

5,020	Dallas-Fort Worth International Airport Facility Improvement Corporation, Texas, United Parcel Service, Inc. Revenue Bonds, Series 1992, 6.600%, 5/01/32 (Alternative Minimum Tax)	11/02 at 10
3,000	Dallas-Fort Worth International Airport Facility Improvement Corporation, Texas, American Airlines, Inc. Revenue Bonds, Series 1999, 6.375%, 5/01/35 (Alternative Minimum Tax)	11/09 at 10
1,000	Harris County, Texas, Toll Road Senior Lien Revenue Refunding Bonds, Series 1994, 5.375%, 8/15/20	8/04 at 10
220	Harris County, Texas, Toll Road Senior Lien Revenue Refunding Bonds, Series 1992A, 6.500%, 8/15/17	8/02 at 10
320	Harris County, Texas, Toll Road Senior Lien Revenue Refunding Bonds, Series 1992B, 6.625%, 8/15/17	8/02 at 10
2,000	City of Houston, Texas, Airport System Subordinate Lien Revenue Bonds, Series 2000A, 5.625%, 7/01/30 (Alternative Minimum Tax)	7/10 at 10

U.S. GUARANTEED - 8.6%

230	Abilene Housing Development Corporation, Texas, First Lien Revenue Bonds, Series 1978, 7.000%, 7/01/08	No Opt.
1,000	Caddo Mills Independent School District, Hunt County, Texas, Unlimited Tax School Building and Refunding Bonds, Series 1995, 6.375%, 8/15/25 (Pre-refunded to 2/15/05)	2/05 at 10
1,185	Fort Bend County Levee Improvement District No. 11 (a political subdivision of the state of Texas), Unlimited Tax Levee Improvement Bonds, Series 1994, 6.900%, 9/01/17 (Pre-refunded to 9/01/04)	9/04 at 10
1,450	Industrial Development Corporation of the City of Galveston, Texas, Sales Tax Revenue Bonds, Series 1995, 5.750%, 9/01/15 (Pre-refunded to 9/01/05)	9/05 at 10
800	City of Laredo, Webb County, Texas, Combination Tax and Waterworks System, Revenue Certificates of Obligation, Series 1994, 5.625%, 8/15/11 (Pre-refunded to 8/15/04)	8/04 at 10
1,000	North Central Texas Health Facilities Development Corporation, Hospital Revenue Bonds (Presbyterian Healthcare System Project), Series 1996B, 5.750%, 6/01/26	No Opt.
2,500	Retama Development Corporation, Texas, Special Facilities Revenue Bonds (Retama Park Racetrack Project), Series 1993, 8.750%, 12/15/17	No Opt.
665	City of San Antonio, Texas, Water System Revenue Refunding Bonds, Series 1992, 6.500%, 5/15/10	No Opt.
1,500	Texas Health Facilities Development Corporation, Hospital Revenue Bonds (All Saints Episcopal Hospitals of Fort Worth Project), Series 1993B, 6.250%, 8/15/22 (Pre-refunded to 8/15/03)	8/03 at 10

UTILITIES - 5.5%

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

2,500	Brazos River Authority, Texas, Revenue Refunding Bonds (Reliant Energy, Inc. Project), Series 1999A, 5.375%, 4/01/19	4/09 at 10
2,000	Harris County, Texas, Health Facilities Development Corporation, Thermal Utility Revenue Bonds (TECO Project), Series 2000, 5.750%, 2/15/15 (Alternative Minimum Tax)	2/10 at 10
1,500	Matagorda County Navigation District Number One, Texas, Pollution Control Revenue Refunding Bonds (Central Power and Light Company Project), Series 1993, 6.000%, 7/01/28	7/03 at 10
2,000	Sabine River Authority of Texas, Pollution Control Revenue Refunding Bonds, TXU Electric Company Project, Series 2001A, 5.500%, 5/01/22 (Mandatory put 11/01/11)	No Opt.

WATER AND SEWER - 13.0%

3,500	City of Houston, Texas, Water and Sewer System, Junior Lien Revenue Refunding Bonds, Series 2002A, 5.000%, 12/01/30	12/12 at 10
7,000	City of Houston, Texas, Water and Sewer System, Junior Lien , Revenue Refunding Bonds, Series 1998A 0.000%, 12/01/27	No Opt.
1,000	City of Houston, Texas, Water and Sewer System, Prior Lien Revenue Refunding Bonds, Series 1992B, 6.375%, 12/01/14	12/02 at 10
5,275	City of Houston, Texas, Water and Sewer System, Junior Lien Revenue Refunding Bonds, Series 2000B, 5.250%, 12/01/30	12/10 at 10

58

PRINCIPAL AMOUNT (000)	DESCRIPTION	OPTIONAL PROVISION
<hr/>		
	WATER AND SEWER (continued)	
\$ 800	City of Houston, Texas, Water and Sewer System, Junior Lien Revenue Bonds, Series 1997A, 5.375%, 12/01/27	12/07 at 10
3,500	City of Houston, Texas, Water and Sewer System, Junior Lien Revenue Bonds, Series 2001A Refunding, 5.500%, 12/01/17	12/11 at 10
1,000	City of San Antonio, Texas, Water System Refunding Bonds, Senior Lien Series 2002 Refunding, 5.000%, 5/15/28	5/12 at 10
1,500	Texas Water Development Board, State Revolving Fund, Revenue Bonds, Senior Lien Series 1999A, 5.500%, 7/15/21	7/09 at 10
<hr/>		
\$ 216,058	Total Investments (cost \$197,725,025) - 143.7%	
<hr/>		
	Other Assets Less Liabilities - 4.4%	
	Preferred Shares, at Liquidation Value - (48.1)%	
<hr/>		

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

Net Assets Applicable to Common Shares - 100%

- * Optional Call Provisions (not covered by the report of independent auditors): 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.
- ** Ratings (not covered by the report of independent auditors): 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. Securities are normally considered to be equivalent to AAA rated securities.
- N/R Investment is not rated.

See accompanying notes to financial statements.

59

Statement of
Assets and Liabilities July 31, 2002

	ARIZONA PREMIUM INCOME (NAZ)	ARIZONA DIVIDEND ADVANTAGE (NFZ)	ARIZONA DIVIDEND ADVANTAGE 2 (NKR)	MICHIGAN QUALITY INCOME (NUM)
ASSETS				
Investments in municipal securities, at market value	\$92,270,844	\$34,238,138	\$54,052,898	\$271,027,587
Cash	1,381,152	360,115	229,362	275,955
Receivables:				
Interest	797,093	359,793	496,968	3,442,351
Investments sold	5,051	--	--	--
Other assets	12,243	4,765	8,684	16,641
Total assets	94,466,383	34,962,811	54,787,912	274,762,534
LIABILITIES				
Payable for investments purchased	1,123,740	--	--	--
Accrued expenses:				
Management fees	51,166	10,290	16,108	148,808
Organization and offering costs	--	7,713	77,448	--
Other	73,146	46,126	102,643	88,211
Preferred share dividends payable	4,926	301	4,788	18,972
Common share dividends payable	337,481	107,744	173,743	876,057
Total liabilities	1,590,459	172,174	374,730	1,132,048
Preferred shares, at liquidation value	\$30,000,000	\$12,000,000	\$18,500,000	\$ 94,000,000
Net assets applicable to				

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

Common shares	\$62,875,924	\$22,790,637	\$35,913,182	\$179,630,486
Common shares outstanding	4,411,525	1,539,195	2,413,100	11,603,427
Net asset value per Common share outstanding (net assets applicable to Common shares, divided by Common shares outstanding)	\$ 14.25	\$ 14.81	\$ 14.88	\$ 15.48
Net assets applicable to Common shares consist of:				
Common shares, \$.01 par value per share	\$ 44,115	\$ 15,392	\$ 24,131	\$ 116,034
Paid-in surplus	61,241,318	21,724,930	34,181,189	162,125,563
Undistributed net investment income	656,041	135,959	169	1,500,913
Accumulated net realized gain (loss) from investments	(462,166)	58,819	13,996	657,909
Net unrealized appreciation of investments	1,396,616	855,537	1,693,697	15,230,067
Net assets applicable to Common shares	\$62,875,924	\$22,790,637	\$35,913,182	\$179,630,486
Authorized shares:				
Common	200,000,000	Unlimited	Unlimited	200,000,000
Preferred	1,000,000	Unlimited	Unlimited	1,000,000

See accompanying notes to financial statements.

60

	OHIO QUALITY INCOME (NUO)	OHIO DIVIDEND ADVANTAGE (NXI)	OHIO DIVIDEND ADVANTAGE 2 (NBJ)
ASSETS			
Investments in municipal securities, at market value	\$231,982,991	\$92,612,915	\$68,326,300
Cash	576,659	100,632	225,618
Receivables:			
Interest	2,833,661	1,239,509	832,394
Investments sold	--	--	--
Other assets	20,741	9,069	4,076
Total assets	235,414,052	93,962,125	69,388,388
LIABILITIES			
Payable for investments purchased	1,004,310	--	--
Accrued expenses:			
Management fees	127,296	27,731	20,453
Organization and offering costs	--	2,237	3,709
Other	161,132	68,707	74,336
Preferred share dividends payable	10,032	7,725	1,971

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

Common share dividends payable	759,928	307,792	214,810

Total liabilities	2,062,698	414,192	315,279

Preferred shares, at liquidation value	\$ 77,000,000	\$31,000,000	\$24,000,000

Net assets applicable to Common shares	\$156,351,354	\$62,547,933	\$45,073,109
=====			
Common shares outstanding	9,558,840	4,216,333	3,113,188
=====			
Net asset value per Common share outstanding (net assets applicable to Common shares, divided by Common shares outstanding)	\$ 16.36	\$ 14.83	\$ 14.48
=====			
NET ASSETS APPLICABLE TO COMMON SHARES CONSIST OF:			

Common shares, \$.01 par value per share	\$ 95,588	\$ 42,163	\$ 31,132
Paid-in surplus	144,524,428	59,773,648	44,064,338
Undistributed net investment income	1,162,184	410,424	244,181
Accumulated net realized gain (loss) from investments	(632,998)	(30,601)	(425,114)
Net unrealized appreciation of investments	11,202,152	2,352,299	1,158,572

Net assets applicable to Common shares	\$156,351,354	\$62,547,933	\$45,073,109
=====			
Authorized shares:			
Common	200,000,000	Unlimited	Unlimited
Preferred	1,000,000	Unlimited	Unlimited
=====			

See accompanying notes to financial statements.

61

Statement of
Operations Year Ended July 31, 2002

	ARIZONA PREMIUM INCOME (NAZ)	ARIZONA DIVIDEND ADVANTAGE (NFZ)	ARIZONA DIVIDEND ADVANTAGE 2 (NKR) *	MICHIGAN QUALITY INCOME (NUM)
Investment Income	\$ 5,524,613	\$1,803,947	\$663,637	\$15,085,775

Expenses				
Management fees	606,648	222,245	101,287	1,735,102
Preferred shares - auction fees	75,000	30,000	9,630	235,000
Preferred shares - dividend disbursing agent fees	10,000	10,000	2,082	20,000
Shareholders' servicing agent fees and expenses	9,378	863	454	42,969
Custodian's fees and expenses	35,672	24,693	13,512	77,921
Directors'/Trustees' fees and expenses	1,560	410	372	3,121

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

Professional fees	10,675	7,649	7,152	13,169
Shareholders' reports - printing and mailing expenses	15,633	7,178	5,522	38,689
Stock exchange listing fees	16,480	130	--	18,140
Investor relations expense	13,495	5,639	--	43,248
Other expenses	12,844	4,878	933	26,369

Total expenses before custodian fee credit and expense reimbursement	807,385	313,685	140,944	2,253,728
Custodian fee credit	(9,136)	(4,165)	(2,918)	(10,200)
Expense reimbursement	--	(102,574)	(46,748)	--

Net expenses	798,249	206,946	91,278	2,243,528

Net investment income	4,726,364	1,597,001	572,359	12,842,247

REALIZED AND UNREALIZED GAIN (LOSS) FROM INVESTMENTS				
Net realized gain (loss) from investments	(462,165)	148,987	13,996	1,255,918
Change in net unrealized appreciation (depreciation) of investments	(2,058,272)	425,309	1,693,697	580,210

Net gain (loss) from investments	(2,520,437)	574,296	1,707,693	1,836,128

DISTRIBUTIONS TO PREFERRED SHAREHOLDERS				
From net investment income	(414,197)	(175,122)	(51,112)	(1,264,782)
From accumulated net realized gains from investments	(51,989)	(4,730)	--	(279,535)

Decrease in net assets applicable to Common shares from distributions to Preferred shareholders	(466,186)	(179,852)	(51,112)	(1,544,317)

Net increase in net assets applicable to Common shares from operations	\$ 1,739,741	\$1,991,445	\$2,228,940	\$13,134,058
=====				

* For the period March 26, 2002 (commencement of operations) through July 31, 2002.

** For the period September 25, 2001 (commencement of operations) through July 31, 2002.

See accompanying notes to financial statements

62

	OHIO QUALITY INCOME (NUO)	OHIO DIVIDEND ADVANTAGE (NXI)	OHIO DIVIDEND ADVANTAGE 2 (NBJ) *
INVESTMENT INCOME	\$12,818,107	\$4,927,791	\$2,709,697

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

EXPENSES			
Management fees	1,484,180	600,324	349,235
Preferred shares - auction fees	192,500	77,500	42,410
Preferred shares - dividend disbursing agent fees	30,000	10,000	7,069
Shareholders' servicing agent fees and expenses	45,503	2,222	1,303
Custodian's fees and expenses	56,622	33,744	29,069
Directors'/Trustees' fees and expenses	2,851	1,388	977
Professional fees	12,319	9,421	13,417
Shareholders' reports - printing and mailing expenses	42,730	13,666	12,573
Stock exchange listing fees	11,705	358	298
Investor relations expense	36,200	5,044	2,283
Other expenses	17,769	9,755	1,592
Total expenses before custodian fee credit and expense reimbursement	1,932,379	763,422	460,226
Custodian fee credit	(28,276)	(6,889)	(4,609)
Expense reimbursement	--	(277,072)	(160,478)
Net expenses	1,904,103	479,461	295,139
Net investment income	10,914,004	4,448,330	2,414,558
REALIZED AND UNREALIZED GAIN (LOSS) FROM INVESTMENTS			
Net realized gain (loss) from investments	1,127,600	(10,990)	(425,114)
Change in net unrealized appreciation (depreciation) of investments	387,460	836,808	1,158,572
Net gain (loss) from investments	1,515,060	825,818	733,458
DISTRIBUTIONS TO PREFERRED SHAREHOLDERS			
From net investment income	(1,205,443)	(508,862)	(237,497)
From accumulated net realized gains from investments	--	--	--
Decrease in net assets applicable to Common shares from distributions to Preferred shareholders	(1,205,443)	(508,862)	(237,497)
Net increase in net assets applicable to Common shares from operations	\$11,223,621	\$4,765,286	\$2,910,519

* For the period September 26, 2001 (commencement of operations) through July 31, 2002.

** For the period March 27, 2002 (commencement of operations) through July 31, 2002.

See accompanying notes to financial statements.

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

	ARIZONA PREMIUM INCOME (NAZ)		ARIZONA DIVIDEND ADVANTAGE (NFZ)	
	YEAR ENDED 7/31/02	YEAR ENDED 7/31/01	YEAR ENDED 7/31/02	FOR THE PERIOD 1/31/01 (COMMENCEMENT OF OPERATIONS THROUGH 7/31/02)
OPERATIONS				
Net investment income	\$ 4,726,364	\$ 4,754,581	\$ 1,597,001	\$ 668,041
Net realized gain (loss)				
from investments	(462,165)	574,900	148,987	(64,221)
Change in net unrealized appreciation				
(depreciation) of investments	(2,058,272)	1,610,292	425,309	432,477
Distributions to Preferred Shareholders:				
From net investment income	(414,197)	(1,026,132)	(175,122)	(126,741)
From accumulated net realized gains				
from investments	(51,989)	(7,956)	(4,730)	—
Net increase in net assets applicable to				
Common shares from operations	1,739,741	5,905,685	1,991,445	909,541
DISTRIBUTIONS TO COMMON SHAREHOLDERS				
From net investment income	(3,884,716)	(3,620,798)	(1,291,796)	(537,661)
From accumulated net realized gains				
from investments	(182,992)	(26,704)	(21,217)	—
Decrease in net assets applicable to				
Common shares from distributions				
to Common shareholders	(4,067,708)	(3,647,502)	(1,313,013)	(537,661)
CAPITAL SHARE TRANSACTIONS				
Common shares:				
Net proceeds from sale of shares	--	--	--	21,858,481
Net proceeds from shares				
issued to shareholders due to				
reinvestment of distributions	344,887	314,009	39,766	4,291
Preferred shares offering costs	--	--	--	(262,501)
Net increase in net assets applicable				
to Common shares from capital				
share transactions	344,887	314,009	39,766	21,600,281
Net increase (decrease) in net assets				
applicable to Common shares	(1,983,080)	2,572,192	718,198	21,972,161
Net assets applicable to Common				
shares at the beginning				
of period	64,859,004	62,286,812	22,072,439	100,271,161
Net assets applicable to Common				
shares at the end of period	\$62,875,924	\$64,859,004	\$22,790,637	\$22,072,439
Undistributed net investment				
income at the end of period	\$ 656,041	\$ 228,590	\$ 135,959	\$ 3,621

See accompanying notes to financial statements.

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

	MICHIGAN QUALITY INCOME (NUM)		MICHIGAN PREMIUM INCOME (NMP)	
	YEAR ENDED 7/31/02	YEAR ENDED 7/31/01	YEAR ENDED 7/31/02	YEAR ENDED 7/31/01
OPERATIONS				
Net investment income	\$ 12,842,247	\$ 13,395,664	\$ 8,069,853	\$ 8,237,450
Net realized gain (loss)				
from investments	1,255,918	722,430	509,493	1,000,970
Change in net unrealized appreciation				
(depreciation) of investments	580,210	8,535,587	764,121	7,232,190
Distributions to Preferred Shareholders:				
From net investment income	(1,264,782)	(3,290,957)	(820,275)	(1,952,910)
From accumulated net realized gains				
from investments	(279,535)	(73,780)	--	--
Net increase in net assets applicable to				
Common shares from operations	13,134,058	19,288,944	8,523,192	14,517,700
DISTRIBUTIONS TO COMMON SHAREHOLDERS				
From net investment income	(10,352,127)	(10,158,506)	(6,545,391)	(6,298,850)
From accumulated net realized gains				
from investments	(863,646)	(222,220)	--	--
Decrease in net assets applicable to				
Common shares from distributions				
to Common shareholders	(11,215,773)	(10,380,726)	(6,545,391)	(6,298,850)
CAPITAL SHARE TRANSACTIONS				
Common shares:				
Net proceeds from sale of shares	--	--	--	--
Net proceeds from shares				
issued to shareholders due to				
reinvestment of distributions	1,048,301	326,968	57,829	--
Preferred shares offering costs	--	--	--	--
Net increase in net assets applicable				
to Common shares from capital				
share transactions	1,048,301	326,968	57,829	--
Net increase (decrease) in net assets				
applicable to Common shares	2,966,586	9,235,186	2,035,630	8,218,850
Net assets applicable to Common				
shares at the beginning				
of period	176,663,900	167,428,714	117,784,057	109,565,190
Net assets applicable to Common				
shares at the end of period	\$179,630,486	\$176,663,900	\$119,819,687	\$117,784,050
Undistributed net investment				
income at the end of period	\$ 1,500,913	\$ 116,948	\$ 1,187,234	\$ 213,120

See accompanying notes to financial statements.

65

Statement of
Changes in Net Assets (continued)

	OHIO QUALITY INCOME (NUO)		OHIO DIVIDEND ADVANTAGE (NXI)	
	YEAR ENDED 7/31/02	YEAR ENDED 7/31/01	YEAR ENDED 7/31/02	FOR THE PERIOD 3/28/ (COMMENCEME OF OPERATION THROUGH 7/31/
<hr/>				
OPERATIONS				
Net investment income	\$ 10,914,004	\$ 11,399,510	\$ 4,448,330	\$ 1,209,41
Net realized gain (loss)				
from investments	1,127,600	319,530	(10,990)	(25,60
Change in net unrealized appreciation				
(depreciation) of investments	387,460	5,042,976	836,808	1,528,24
Distributions to Preferred Shareholders:				
From net investment income	(1,205,443)	(2,592,880)	(508,862)	(177,88
From accumulated net realized gains				
from investments	--	--	--	--
<hr/>				
Net increase in net assets applicable to				
Common shares from operations	11,223,621	14,169,136	4,765,286	2,534,17
<hr/>				
DISTRIBUTIONS TO COMMON SHAREHOLDERS				
From net investment income	(8,853,521)	(8,621,168)	(3,662,910)	(910,41
From accumulated net realized gains				
from investments	--	--	--	--
<hr/>				
Decrease in net assets applicable to				
Common shares from distributions				
to Common shareholders	(8,853,521)	(8,621,168)	(3,662,910)	(910,41
<hr/>				
CAPITAL SHARE TRANSACTIONS				
Common shares:				
Net proceeds from sale of shares	--	--	--	60,151,93
Net proceeds from shares				
issued to shareholders due to				
reinvestment of distributions	817,099	571,647	21,725	12
Preferred shares offering costs	--	--	--	(452,25
<hr/>				
Net increase in net assets applicable				
to Common shares from capital				
share transactions	817,099	571,647	21,725	59,699,80
<hr/>				
Net increase (decrease) in net assets				
applicable to Common shares	3,187,199	6,119,615	1,124,101	61,323,55
Net assets applicable to Common				
shares at the beginning				
of period	153,164,155	147,044,540	61,423,832	100,27
<hr/>				
Net assets applicable to Common				

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

shares at the end of period	\$156,351,354	\$153,164,155	\$62,547,933	\$61,423,83
=====				
Undistributed net investment				
income at the end of period	\$ 1,162,184	\$ 270,766	\$ 410,424	\$ 121,10
=====				

See accompanying notes to financial statements.

66

	OHIO DIVIDEND ADVANTAGE 3 (NVJ)

	FOR TH PERIOD 3/27/0 (COMMENCEMEN OF OPERATIONS THROUGH 7/31/0

OPERATIONS	
Net investment income	\$ 544,89
Net realized gain (loss) from investments	(11,35
Change in net unrealized appreciation (depreciation) of investments	1,409,66
Distributions to Preferred Shareholders:	
From net investment income	(41,04
From accumulated net realized gains from investments	-

Net increase in net assets applicable to Common shares from operations	1,902,17

DISTRIBUTIONS TO COMMON SHAREHOLDERS	
From net investment income	(472,38
From accumulated net realized gains from investments	-

Decrease in net assets applicable to Common shares from distributions to Common shareholders	(472,38

CAPITAL SHARE TRANSACTIONS	
Common shares:	
Net proceeds from sale of shares	30,734,25
Net proceeds from shares issued to shareholders due to reinvestment of distributions	53
Preferred shares offering costs	(269,91

Net increase in net assets applicable to Common shares from capital share transactions	30,464,86

Net increase (decrease) in net assets applicable to Common shares	31,894,65
Net assets applicable to Common shares at the beginning of period	100,27

Net assets applicable to Common shares at the end of period	\$31,994,93
Undistributed net investment income at the end of period	\$ 31,47

See accompanying notes to financial statements.

67

Notes to
Financial Statements

1. GENERAL INFORMATION AND SIGNIFICANT ACCOUNTING POLICIES

The state funds (the "Funds") covered in this report and their corresponding exchange symbols are Nuveen Arizona Premium Income Municipal Fund, Inc. (NAZ), Nuveen Arizona Dividend Advantage Municipal Fund (NFZ), Nuveen Arizona Dividend Advantage Municipal Fund 2 (NKR), Nuveen Michigan Quality Income Municipal Fund, Inc. (NUM), Nuveen Michigan Premium Income Municipal Fund, Inc. (NMP), Nuveen Michigan Dividend Advantage Municipal Fund (NZW), Nuveen Ohio Quality Income Municipal Fund, Inc. (NUO), Nuveen Ohio Dividend Advantage Municipal Fund (NXI), Nuveen Ohio Dividend Advantage Municipal Fund 2 (NBJ), Nuveen Ohio Dividend Advantage Municipal Fund 3 (NVJ) and Nuveen Texas Quality Income Municipal Fund (NTX). Arizona Premium Income (NAZ), Michigan Quality Income (NUM), Michigan Premium Income (NMP), Ohio Quality Income (NUO) and Texas Quality Income (NTX) are traded on the New York Stock Exchange while Arizona Dividend Advantage (NFZ), Arizona Dividend Advantage 2 (NKR), Michigan Dividend Advantage (NZW), Ohio Dividend Advantage (NXI), Ohio Dividend Advantage 2 (NBJ) and Ohio Dividend Advantage 3 (NVJ) are traded on the American Stock Exchange. Prior to the commencement of operations of Arizona Dividend Advantage (NFZ), Arizona Dividend Advantage 2 (NKR), Michigan Dividend Advantage (NZW), Ohio Dividend Advantage (NXI), Ohio Dividend Advantage 2 (NBJ) and Ohio Dividend Advantage 3 (NVJ), each Fund had no operations other than those related to organizational matters, the initial capital contribution of \$100,275 by Nuveen Advisory Corp. (the "Adviser"), a wholly owned subsidiary of The John Nuveen Company, and the recording of the organization expenses (\$15,000, \$11,500, \$11,500, \$15,000, \$11,500 and \$11,500, respectively) and their reimbursement by Nuveen Investments, also a wholly owned subsidiary of The John Nuveen Company.

Each Fund seeks to provide current income exempt from both regular federal and designated state income taxes, where applicable, by investing primarily in a diversified portfolio of municipal obligations issued by state and local government authorities within a single state. The Funds are registered under the Investment Company Act of 1940 as closed-end management investment companies.

The following is a summary of significant accounting policies followed by the Funds in the preparation of their financial statements in accordance with accounting principles generally accepted in the United States.

Securities Valuation

The prices of municipal bonds in each Fund's investment portfolio are provided by a pricing service approved by the Fund's Board of Directors/Trustees. When 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 and general market conditions. If it is determined that market prices for a security are

unavailable or inappropriate, the Board of Directors/Trustees of the Funds may establish a fair value for the security. Temporary investments in securities that have variable rate and demand features qualifying them as short-term securities are valued at amortized cost, which approximates market value.

Securities Transactions

Securities transactions are recorded on a trade date basis. Realized gains and losses from such transactions are determined on the specific identification method. Securities purchased or sold on a when-issued or delayed delivery basis may have extended settlement periods. The securities so purchased are subject to market fluctuation during this period. The Funds have instructed the custodian to segregate assets in a separate account with a current value at least equal to the amount of the when-issued and delayed delivery purchase commitments. At July 31, 2002, Arizona Premium Income (NAZ) had an outstanding when-issued purchase commitment of \$1,123,740. 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.

68

Income Taxes

Each Fund is a separate taxpayer for federal income tax purposes. Each Fund intends to comply with the requirements of the Internal Revenue Code applicable to regulated investment companies and to distribute all of its net investment income to its share holders. 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, where applicable, to retain such tax-exempt status when distributed to shareholders of the Funds. All monthly tax-exempt income dividends paid during the period ended July 31, 2002, have been designated Exempt Interest Dividends.

Dividends and Distributions to Common Shareholders

Tax-exempt net investment income is declared monthly as a dividend. Generally, payment is made or reinvestment is credited to shareholder accounts after month-end. 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 accounting principles generally accepted in the United States. Accordingly, temporary over-distributions as a result of these differences may occur and will be classified as either distributions in excess of net investment income, distributions in excess of net realized gains and/or distributions in excess of net ordinary taxable income from investment transactions, where applicable.

Preferred Shares

The Funds have issued and outstanding \$25,000 stated value Preferred shares.

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

Each Fund's Preferred shares are issued in one or more Series. The dividend rate on each Series may change every seven days, as set pursuant to a dutch auction process by the auction agent, and is payable at or near the end of each rate period. The number of shares outstanding, by Series and in total, for each Fund is as follows:

	ARIZONA PREMIUM INCOME (NAZ)	ARIZONA DIVIDEND ADVANTAGE (NFZ)	ARIZONA DIVIDEND ADVANTAGE 2 (NKR)	MICHIGAN QUALITY INCOME (NUM)	MICHIGAN PREMIUM INCOME (NMP)

Number of shares:					
Series M	--	--	--	--	840
Series T	--	480	--	--	--
Series W	--	--	740	--	--
Series TH	1,200	--	--	3,200	1,400
Series TH2	--	--	--	--	--
Series F	--	--	--	560	--

Total	1,200	480	740	3,760	2,240
=====					

	OHIO QUALITY INCOME (NUO)	OHIO DIVIDEND ADVANTAGE (NXI)	OHIO DIVIDEND ADVANTAGE 2 (NBJ)	OHIO DIVIDEND ADVANTAGE 3 (NVJ)

Number of shares:				
Series M		680	--	--
Series T		--	--	660
Series W		--	1,240	--
Series TH		1,400	--	--
Series TH2		1,000	--	--
Series F		--	--	960

Total		3,080	1,240	960
=====				

Effective November 16, 2001, Michigan Dividend Advantage (NZW) and Ohio Dividend Advantage 2 (NBJ) issued 640 Series W and 960 Series F, respectively, \$25,000 stated value Preferred shares.

Effective May 17, 2002, Arizona Dividend Advantage 2 (NKR) and Ohio Dividend Advantage 3 (NVJ) issued 740 Series W and 660 Series T, respectively, \$25,000 stated value Preferred shares.

Derivative Financial Instruments

The Funds may invest in certain derivative financial instruments including futures, forward, swap, and option contracts, and other financial instruments with similar characteristics. Although the Funds are authorized to invest in such financial instruments, and may do so in the future, they did not make any such investments during the period ended July 31, 2002.

Notes to
Financial Statements (continued)

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.

Offering Costs

Nuveen Investments has agreed to pay all offering costs (other than the sales load) that exceed \$.03 per Common share for Arizona Dividend Advantage (NFZ), Arizona Dividend Advantage 2 (NKR), Michigan Dividend Advantage (NZW), Ohio Dividend Advantage (NXI), Ohio Dividend Advantage 2 (NBJ) and Ohio Dividend Advantage 3 (NVJ). Arizona Dividend Advantage's (NFZ), Arizona Dividend Advantage 2's (NKR), Michigan Dividend Advantage's (NZW), Ohio Dividend Advantage's (NXI), Ohio Dividend Advantage 2's (NBJ) and Ohio Dividend Advantage 3's (NVJ) share of offering costs (\$45,873, \$72,150, \$61,530, \$126,237, \$93,150 and \$64,500, respectively) were recorded as a reduction of the proceeds from the sale of the common shares.

Costs incurred by Arizona Dividend Advantage (NFZ), Arizona Dividend Advantage 2 (NKR), Michigan Dividend Advantage (NZW), Ohio Dividend Advantage (NXI), Ohio Dividend Advantage 2 (NBJ) and Ohio Dividend Advantage 3 (NVJ) in connection with their offering of Preferred shares (\$262,500, \$291,302, \$326,000, \$452,250, \$408,000 and \$269,918, respectively) were recorded as a reduction to paid-in surplus.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States 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.

Change in Accounting Policy

As required, effective August 1, 2001, the following Funds have adopted the provisions of the new AICPA Audit and Accounting Guide for Investment Companies and began accreting taxable market discount on debt securities. Prior to August 1, 2001, the Funds did not accrete taxable market discount on debt securities until they were sold. The cumulative effect of this accounting change had no impact on the total net assets applicable to Common shares or the Common share net asset values of the Funds, but resulted in an increase in the cost of securities and a corresponding decrease in net unrealized appreciation based on securities held by the Funds on August 1, 2001, as follows:

ARIZONA PREMIUM INCOME (NAZ)	ARIZONA DIVIDEND ADVANTAGE (NFZ)	MICHIGAN QUALITY INCOME (NUM)	MICHIGAN PREMIUM INCOME (NMP)	OHIO QUALITY INCOME (NUO)	OHIO DIVIDEND ADVANTAGE (NXI)
\$--	\$2,248	\$158,627	\$269,926	\$36,378	\$12,758

The Statement of Changes in Net Assets and Financial Highlights for the prior periods have not been restated to reflect this change in presentation.

The net effect of this change for the fiscal year ended July 31, 2002, is as follows:

	ARIZONA PREMIUM INCOME (NAZ)	ARIZONA DIVIDEND ADVANTAGE (NFZ)	MICHIGAN QUALITY INCOME (NUM)	MICHIGAN PREMIUM INCOME (NMP)	OHIO QUALITY INCOME (NUO)	OHIO DIVIDEND ADVANTAGE (NXI)
Investment income	\$--	\$ 4,792	\$ 32,842	\$ 50,019	\$ 10,798	\$ 44,512
Net increase (decrease) in unrealized appreciation	--	(4,792)	(32,842)	(50,019)	(10,798)	(38,520)
Net realized gain (loss)	--	--	--	--	--	(5,992)

70

Classification and Measurement of Redeemable Securities

The Funds have adopted the classification requirement of EITF D-98, Classification and Measurement of Redeemable Securities. EITF D-98 requires that Preferred shares, at liquidation value, be presented separately in the Statement of Assets and Liabilities. Accordingly, certain reclassifications have been made to the financial statements and financial highlights for all prior periods presented. The adoption of EITF D-98 had no impact on the Funds' Common share net asset values.

2. FUND SHARES

Transactions in Common and Preferred shares were as follows:

	ARIZONA PREMIUM INCOME (NAZ)	ARIZONA DIVIDEND ADVANTAGE (NFZ)	FOR THE PERIOD 1/31/01 (COMMENCE- MENT OF OPERATIONS)	PER (C OP T 7
	YEAR ENDED 7/31/02	YEAR ENDED 7/31/01	YEAR ENDED 7/31/02 THROUGH 7/31/01	
Common shares:				
Shares sold	--	--	--	1,529,100
Shares issued to shareholders				

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

due to reinvestment of distributions	21,407	20,422	2,811	284
	21,407	20,422	2,811	1,529,384
Preferred shares sold	--	--	--	480

	MICHIGAN QUALITY INCOME (NUM)		MICHIGAN PREMIUM INCOME (NMP)		MIC DIV ADV (FO PERIOD (CO M OPE T 7
	YEAR ENDED 7/31/02	YEAR ENDED 7/31/01	YEAR ENDED 7/31/02	YEAR ENDED 7/31/01	
Common shares:					
Shares sold	--	--	--	--	2
Shares issued to shareholders due to reinvestment of distributions	68,086	21,344	3,743	--	
	68,086	21,344	3,743	--	2
Preferred shares sold	--	--	--	--	

71

Notes to Financial Statements (continued)

	OHIO QUALITY INCOME (NUO)		OHIO DIVIDEND ADVANTAGE (NXI)		DI ADV (FO PERIOD (CO M OPE T 7
	YEAR ENDED 7/31/02	YEAR ENDED 7/31/01	YEAR ENDED 7/31/02	FOR THE PERIOD 3/28/01 THROUGH 7/31/01	
Common shares:					
Shares sold	--	--	--	4,207,900	3
Shares issued to shareholders due to reinvestment of					

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

distributions	47,904	34,578	1,425	8
	47,904	34,578	1,425	4,207,908
Preferred shares sold	--	--	--	1,240

	OHIO DIVIDEND ADVANTAGE 3 (NVJ)	TEXAS QUAL INCOME (NT
	FOR THE PERIOD 3/27/02 (COMMENCE- MENT OF OPERATIONS) THROUGH 7/31/02	YEAR ENDED 7/31/02
Common shares:		
Shares sold	2,150,000	--
Shares issued to shareholders due to reinvestment of distributions	35	21,816
	2,150,035	21,816
Preferred shares sold	660	--

72

3. SUBSEQUENT EVENT-DISTRIBUTIONS TO COMMON SHAREHOLDERS

The Funds declared Common share dividend distributions from their tax-exempt net investment income which were paid September 3, 2002, to shareholders of record on August 15, 2002, as follows:

	ARIZONA PREMIUM INCOME (NAZ)	ARIZONA DIVIDEND ADVANTAGE (NFZ)	ARIZONA DIVIDEND ADVANTAGE 2 (NKR)	MICHIGAN QUALITY INCOME (NUM)	MICHIGAN PREMIUM INCOME (NMP)
Dividend per share	\$.0765	\$.0700	\$.0720	\$.0755	\$.0735

	OHIO QUALITY INCOME (NUO)	OHIO DIVIDEND ADVANTAGE (NXI)	OHIO DIVIDEND ADVANTAGE 2 (NBJ)	OHIO DIVIDEND ADVANTAGE 3 (NVJ)
Dividend per share	\$.0795	\$.0730	\$.0690	\$.0730

4. SECURITIES TRANSACTIONS

Purchases and sales (including maturities) of investments in long-term municipal securities and short-term securities during the fiscal year ended July 31, 2002, were as follows:

	ARIZONA PREMIUM INCOME (NAZ)	ARIZONA DIVIDEND ADVANTAGE (NFZ)	ARIZONA DIVIDEND ADVANTAGE 2 (NKR) *	MICHIGAN QUALITY INCOME (NUM)	MICHIGAN PREMIUM INCOME (NMP)	

Purchases:						
Long-term municipal securities	\$18,986,824	\$13,693,753	\$52,863,052	\$52,699,797	\$15,648,473	\$52,863,052
Short-term securities	3,600,000	--	2,100,000	11,900,000	7,100,000	6,000,000
Sales and maturities:						
Long-term municipal securities	17,765,871	13,863,784	498,750	51,232,629	15,195,522	8,000,000
Short-term securities	3,600,000	--	2,100,000	11,900,000	7,100,000	6,000,000

		OHIO QUALITY INCOME (NUO)	OHIO DIVIDEND ADVANTAGE (NXI)	OHIO DIVIDEND ADVANTAGE 2 (NBJ) ***	OHIO DIVIDEND ADVANTAGE 3 (NVJ) ****	

Purchases:						
Long-term municipal securities		\$64,807,091	\$16,898,282	\$90,991,812	\$48,912,937	\$45,000,000
Short-term securities		7,500,000	7,700,000	29,550,000	29,225,000	3,000,000
Sales and maturities:						
Long-term municipal securities		58,210,697	16,305,693	23,362,318	2,503,049	50,000,000
Short-term securities		7,500,000	7,700,000	29,550,000	29,225,000	3,000,000

* For the period March 26, 2002 (commencement of operations) through July 31, 2002.

** For the period September 25, 2001 (commencement of operations) through July 31, 2002.

*** For the period September 26, 2001 (commencement of operations) through July 31, 2002.

**** For the period March 27, 2002 (commencement of operations) through July 31, 2002.

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

5. INCOME TAX INFORMATION

The following information is presented on an income tax basis as of July 31, 2002. Differences between amounts for financial statement and federal income tax purposes are primarily due to timing differences in recognizing income on taxable market discount securities and timing differences in recognizing certain gains and losses on security transactions.

	ARIZONA PREMIUM INCOME (NAZ)	ARIZONA DIVIDEND ADVANTAGE (NFZ)	ARIZONA DIVIDEND ADVANTAGE 2 (NKR)	MICHIGAN QUALITY INCOME (NUM)	MICHIGAN PREMIUM INCOME (NMP)
Cost of Investments	\$90,874,228	\$33,383,217	\$52,357,637	\$255,782,971	\$162,136,468

	OHIO QUALITY INCOME (NUO)	OHIO DIVIDEND ADVANTAGE (NXI)	OHIO DIVIDEND ADVANTAGE 2 (NBJ)	OHIO DIVIDEND ADVANTAGE 3 (NVJ)
Cost of Investments	\$220,733,663	\$90,209,338	\$67,162,379	\$46,369,861

	ARIZONA PREMIUM INCOME (NAZ)	ARIZONA DIVIDEND ADVANTAGE (NFZ)	ARIZONA DIVIDEND ADVANTAGE 2 (NKR)	MICHIGAN QUALITY INCOME (NUM)	MICHIGAN PREMIUM INCOME (NMP)
Gross unrealized: appreciation	\$ 5,405,155	\$ 995,787	\$1,695,645	\$16,027,668	\$11,930,123
depreciation	(4,008,539)	(140,866)	(384)	(783,052)	(396,651)
Net unrealized appreciation on investments	\$ 1,396,616	\$ 854,921	\$1,695,261	\$15,244,616	\$11,533,472

	OHIO QUALITY INCOME (NUO)	OHIO DIVIDEND ADVANTAGE (NXI)	OHIO DIVIDEND ADVANTAGE 2 (NBJ)	OHIO DIVIDEND ADVANTAGE 3 (NVJ)
Gross unrealized: appreciation	\$11,716,212	\$2,682,531	\$1,265,475	\$1,409,668
depreciation	(466,884)	(278,954)	(101,554)	--
Net unrealized appreciation on investments	\$11,249,328	\$2,403,577	\$1,163,921	\$1,409,668

74

The tax components of undistributed net investment income and realized gains at July 31, 2002, were as follows:

	ARIZONA PREMIUM INCOME (NAZ)	ARIZONA DIVIDEND ADVANTAGE (NFZ)	ARIZONA DIVIDEND ADVANTAGE 2 (NKR)	MICHIGAN QUALITY INCOME (NUM)
Undistributed tax-exempt income	\$984,047	\$237,288	\$177,136	\$2,203,902
Undistributed ordinary income *	--	2,154	13,996	--
Undistributed long-term capital gains	--	63,997	--	834,829

	OHIO QUALITY INCOME (NUO)	OHIO DIVIDEND ADVANTAGE (NXI)	OHIO DIVIDEND ADVANTAGE 2 (NBJ)
Undistributed tax-exempt income	\$1,718,741	\$668,671	\$455,613
Undistributed ordinary income *	--	--	--
Undistributed long-term capital gains	--	--	--

The tax character of distributions paid during the period ended July 31, 2002, were designated for purposes of the dividends paid deduction as follows:

	ARIZONA PREMIUM INCOME (NAZ)	ARIZONA DIVIDEND ADVANTAGE (NFZ)	ARIZONA DIVIDEND ADVANTAGE 2 (NKR)	MICHIGAN QUALITY INCOME (NUM)
Distributions from tax-exempt income	\$4,276,629	\$1,469,871	\$393,659	\$11,598,566
Distributions from ordinary income *	--	25,947	--	--
Distributions from long-term capital gains	234,981	--	--	1,143,181

	OHIO QUALITY INCOME (NUO)	OHIO DIVIDEND ADVANTAGE (NXI)	OHIO DIVIDEND ADVANTAGE 2 (NBJ)
Distributions from tax-exempt income	\$10,020,828	\$4,172,472	\$1,953,596

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

Distributions from ordinary income *	--	--	--
Distributions from long-term capital gains	--	--	--

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

75

Notes to
Financial Statements (continued):

At July 31, 2002, 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:

	ARIZONA PREMIUM INCOME (NAZ)	MICHIGAN PREMIUM INCOME (NMP)	OHIO QUALITY INCOME (NUO)	OHIO DIVIDEND ADVANTAGE (NXI)
Expiration year:				
2004	\$ --	\$136,711	\$291,693	\$--
2005	--	--	--	--
2006	--	--	--	--
2007	--	--	--	--
2008	--	--	279,929	--
2009	--	--	61,376	--
2010	2,164	--	--	836
Total	\$2,164	\$136,711	\$632,998	\$836

The following Funds have elected to defer net realized losses from investments incurred from November 1, 2001 through July 31, 2002 ("post-October losses") in accordance with Federal income tax regulations. The following post-October losses are treated as having arisen in the following year:

ARIZONA PREMIUM INCOME (NAZ)	MICHIGAN PREMIUM INCOME (NMP)	MICHIGAN DIVIDEND ADVANTAGE (NZW)	OHIO DIVIDEND ADVANTAGE (NXI)	OHIO DIVIDEND ADVANTAGE 2 (NBJ)	OHIO DIVIDEND ADVANTAGE 3 (NVJ)
\$460,002	\$83,263	\$179,018	\$29,765	\$425,114	\$11,350

76

6. MANAGEMENT FEE AND OTHER TRANSACTIONS WITH AFFILIATES

Under Arizona Premium Income's (NAZ), Michigan Quality Income's (NUM), Michigan Premium Income's (NMP), Ohio Quality Income's (NUO) and Texas Quality Income's

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

(NTX) investment management agreements with the Adviser, each Fund pays an annual management fee, payable monthly, at the rates set forth below, which are 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 TOPREFERRED SHARES)	MANAGEMENT FEE
For the first \$125 million	.6500 of 1%
For the next \$125 million	.6375 of 1
For the next \$250 million	.6250 of 1
For the next \$500 million	.6125 of 1
For the next \$1 billion	.6000 of 1
For the next \$3 billion	.5875 of 1
For net assets over \$5 billion	.5750 of 1

Under Arizona Dividend Advantage's (NFZ), Arizona Dividend Advantage 2's (NKR), Michigan Dividend Advantage's (NZW), Ohio Dividend Advantage's (NXI), Ohio Dividend Advantage 2's (NBJ) and Ohio Dividend Advantage 3's (NVJ) investment management agreements with the Adviser, each Fund pays an annual management fee, payable monthly, at the rates set forth below, which are 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 TOPREFERRED SHARES)	MANAGEMENT FEE
For the first \$125 million	.6500 of 1%
For the next \$125 million	.6375 of 1
For the next \$250 million	.6250 of 1
For the next \$500 million	.6125 of 1
For the next \$1 billion	.6000 of 1
For net assets over \$2 billion	.5750 of 1

For the first ten years of Arizona Dividend Advantage's (NFZ) 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 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		

* From the commencement of operations.

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

For the first ten years of Ohio Dividend Advantage's (NXI) 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:

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

YEAR ENDING MARCH 31,		YEAR ENDING MARCH 31,	
2001*	.30%	2007	.25%
2002	.30	2008	.20
2003	.30	2009	.15
2004	.30	2010	.10
2005	.30	2011	.05
2006	.30		

* From the commencement of operations.

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

77

Notes to
Financial Statements (continued)

For the first ten years of Michigan Dividend Advantage's (NZW) and Ohio Dividend Advantage 2's (NBJ) 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 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 Michigan Dividend Advantage (NZW) and Ohio Dividend Advantage 2 (NBJ) for any portion of its fees and expenses beyond September 30, 2011.

For the first ten years of Arizona Dividend Advantage 2's (NKR) and Ohio Dividend Advantage 3's (NVJ) 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 MARCH 31,		YEAR ENDING MARCH 31,	
2002*	.30%	2008	.25%
2003	.30	2009	.20
2004	.30	2010	.15
2005	.30	2011	.10
2006	.30	2012	.05
2007	.30		

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

* From the commencement of operations.

The Adviser has not agreed to reimburse Arizona Dividend Advantage 2 (NKR) and Ohio Dividend Advantage 3 (NVJ) for any portion of its fees and expenses beyond March 31, 2012.

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 Directors/Trustees who are affiliated with the Adviser or to their officers, all of whom receive remuneration for their services to the Funds from the Adviser.

78

Financial
Highlights

79

Financial
Highlights

Selected data for a Common share outstanding throughout each period:

	Beginning Common Share Net Asset Value	Net Investment Income	Investment Operations			Total
			Net Realized/ Unrealized Investment Gain (Loss)	Distributions from Net Investment Income to Preferred Share- holders+	Distributions from Capital Gains to Preferred Share- holders+	
ARIZONA PREMIUM INCOME (NAZ)						

Year Ended 7/31:						
2002 (d)	\$14.77	\$1.07	\$ (.57)	\$ (.09)	\$ (.01)	\$.40
2001	14.25	1.09	.50	(.23)	--	1.36
2000	14.90	1.06	(.61)	(.25)	--	.20
1999	15.43	1.07	(.55)	(.21)	--	.31
1998	15.34	1.05	.10	(.23)	--	.92
ARIZONA DIVIDEND ADVANTAGE (NFZ)						

Year Ended 7/31:						
2002 (d)	14.37	1.04	.36	(.11)	--	1.29
2001 (a)	14.33	.44	.23	(.08)	--	.59
ARIZONA DIVIDEND ADVANTAGE 2 (NKR)						

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

 Year Ended 7/31:
 2002 (b) 14.33 .24 .71 (.02) -- .93

MICHIGAN QUALITY
 INCOME (NUM)

 Year Ended 7/31:
 2002 (d) 15.32 1.11 .15 (.11) (.02) 1.13
 2001 14.54 1.16 .82 (.29) (.01) 1.68
 2000 15.20 1.19 (.53) (.30) (.02) .34
 1999 15.91 1.15 (.63) (.21) (.02) .29
 1998 15.95 1.17 (.01) (.24) -- .92

MICHIGAN PREMIUM
 INCOME (NMP)

 Year Ended 7/31:
 2002 (d) 15.31 1.05 .16 (.11) -- 1.10
 2001 14.24 1.07 1.07 (.25) -- 1.89
 2000 14.68 1.07 (.41) (.27) -- .39
 1999 15.30 1.05 (.64) (.21) -- .20
 1998 15.14 1.04 .19 (.25) -- .98

MICHIGAN DIVIDEND
 ADVANTAGE (NZW)

 Year Ended 7/31:
 2002 (c) 14.33 .76 .22 (.07) -- .91
 =====

			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**	

ARIZONA
 PREMIUM
 INCOME (NAZ)

 Year Ended 7/31:
 2002 (d) \$-- \$14.25 \$16.9000 9.63 % 2.88%
 2001 -- 14.77 16.3200 17.77 9.74
 2000 -- 14.25 14.6250 (8.80) 1.61
 1999 -- 14.90 17.0000 8.67 1.92
 1998 -- 15.43 16.4375 12.18 6.14

ARIZONA
 DIVIDEND
 ADVANTAGE (NFZ)

 Year Ended 7/31:
 2002 (d) -- 14.81 15.7500 6.38 9.32
 2001 (a) (.20) 14.37 15.6500 6.76 2.81

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

ARIZONA DIVIDEND
ADVANTAGE 2 (NKR)

Year Ended 7/31:					
2002 (b)	(.16)	14.88	15.8000	6.81	5.38

MICHIGAN QUALITY
INCOME (NUM)

Year Ended 7/31:					
2002 (d)	--	15.48	16.1000	11.18	7.68
2001	--	15.32	15.4200	17.11	11.90
2000	--	14.54	14.0000	(9.92)	2.51
1999	(.02)	15.20	16.6875	2.18	1.62
1998	--	15.91	17.3125	10.27	5.97

MICHIGAN PREMIUM
INCOME (NMP)

Year Ended 7/31:					
2002 (d)	--	15.56	15.3500	10.52	7.40
2001	--	15.31	14.7100	17.81	13.61
2000	--	14.24	13.2500	(6.16)	2.95
1999	--	14.68	15.0625	5.95	1.23
1998	--	15.30	15.0000	13.74	6.62

MICHIGAN DIVIDEND
ADVANTAGE (NZW)

Year Ended 7/31:					
2002 (c)	(.19)	14.42	14.6500	2.00	5.21

Ratios/Supplemental Data

	Before Credit/Reimbursement	After Credit/Reimbursement		
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++	Ratio of Investment Income to Average Net Asset Applicable to Common Shares++

ARIZONA
PREMIUM
INCOME (NAZ)

Year Ended 7/31:					
2002 (d)	\$ 62,876	1.28%	7.45%	1.26%	7.47%
2001	64,859	1.28	7.47	1.27	7.48
2000	62,287	1.26	7.58	1.25	7.59
1999	64,775	1.29	6.88	1.29	6.88
1998	66,546	1.28	6.85	1.28	6.85

ARIZONA
DIVIDEND
ADVANTAGE (NFZ)

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

Year Ended 7/31:					
2002 (d)	22,791	1.41	6.72	.93	7.20
2001 (a)	22,072	1.43*	5.80*	.95*	6.28*

ARIZONA DIVIDEND
ADVANTAGE 2 (NKR)

Year Ended 7/31:					
2002 (b)	35,913	1.19*	4.43*	.77*	4.85*

MICHIGAN QUALITY
INCOME (NUM)

Year Ended 7/31:					
2002 (d)	179,630	1.28	7.29	1.27	7.29
2001	176,664	1.30	7.79	1.29	7.80
2000	167,429	1.29	8.29	1.27	8.31
1999	174,591	1.19	7.28	1.19	7.28
1998	181,259	1.19	7.35	1.19	7.35

MICHIGAN PREMIUM
INCOME (NMP)

Year Ended 7/31:					
2002 (d)	119,820	1.25	6.82	1.24	6.83
2001	117,784	1.24	7.24	1.23	7.25
2000	109,565	1.29	7.73	1.28	7.74
1999	112,851	1.29	6.82	1.28	6.83
1998	117,451	1.29	6.87	1.29	6.87

MICHIGAN DIVIDEND
ADVANTAGE (NZW)

Year Ended 7/31:					
2002 (c)	29,679	1.35*	6.00*	.90*	6.45*

Municipal Auction Rate Cumulative
Preferred Stock at End of Period

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

ARIZONA
PREMIUM
INCOME (NAZ)

Year Ended 7/31:			
2002 (d)	\$30,000	\$25,000	\$77,397
2001	30,000	25,000	79,049
2000	30,000	25,000	76,906
1999	30,000	25,000	78,979
1998	30,000	25,000	80,455

ARIZONA
DIVIDEND
ADVANTAGE (NFZ)

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

Year Ended 7/31:			
2002 (d)	12,000	25,000	72,480
2001 (a)	12,000	25,000	70,984

ARIZONA DIVIDEND
ADVANTAGE 2 (NKR)

Year Ended 7/31:			
2002 (b)	18,500	25,000	73,531

MICHIGAN QUALITY
INCOME (NUM)

Year Ended 7/31:			
2002 (d)	94,000	25,000	72,774
2001	94,000	25,000	71,985
2000	94,000	25,000	69,529
1999	94,000	25,000	71,434
1998	80,000	25,000	81,644

MICHIGAN PREMIUM
INCOME (NMP)

Year Ended 7/31:			
2002 (d)	56,000	25,000	78,491
2001	56,000	25,000	77,582
2000	56,000	25,000	73,913
1999	56,000	25,000	75,380
1998	56,000	25,000	77,433

MICHIGAN DIVIDEND
ADVANTAGE (NZW)

Year Ended 7/31:			
2002 (c)	16,000	25,000	71,374

* Annualized.

** Total Investment Return on Market Value is the combination of reinvested dividend income, reinvested capital gains distributions, if any, and changes in stock price per share. Total Return on Common Share Net Asset Value is the combination of reinvested dividend income, reinvested capital gains distributions, if any, and changes in Common share net asset value per share. 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 period January 31, 2001 (commencement of operations) through July 31, 2001.

(b) For the period March 26, 2002 (commencement of operations) through July 31, 2002.

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

- (c) For the period September 25, 2001 (commencement of operations) through July 31, 2002.
- (d) As required, effective August 1, 2001, the Funds have adopted the provisions of the new AICPA Audit and Accounting Guide for Investment Companies and began accreting taxable market discount on debt securities. The effect of this change for the fiscal year ended July 31, 2002, was to increase net investment income per share with a corresponding decrease in net realized/unrealized investment gain (loss) per share and increase each ratio of net investment income to average net assets applicable to Common Shares as follows:

	ARIZONA PREMIUM INCOME (NAZ)	ARIZONA DIVIDEND ADVANTAGE (NFZ)	MICHIGAN QUALITY INCOME (NUM)	MICHIGAN PREMIUM INCOME (NMP)
2002 per share impact (\$)	--	--	--	.01
2002 income ratio impact (%)	--	.02	.02	.04

The Financial Highlights for the prior periods have not been restated to reflect this change in presentation.

See accompanying notes to financial statements.

80-81 SPREAD

Financial Highlights (continued)

Selected data for a Common share outstanding throughout each period:

	Beginning Common Share Net Asset Value	Net Investment Income	Net Realized/ Unrealized Investment Gain (Loss)	Investment Operations		Total
				Distributions from Net Investment Income to Share- holders+	Distributions from Capital Gains to Preferred Share- holders+	
OHIO QUALITY INCOME (NUO)						
Year Ended 7/31:						
2002	\$16.10	\$1.14	\$.18	\$ (.13)	\$--	\$1.19
2001	15.52	1.20	.56	(.27)	--	1.49
2000	16.13	1.21	(.56)	(.29)	--	.36
1999	16.65	1.21	(.51)	(.24)	--	.46
1998	16.57	1.22	.09	(.26)	--	1.05
OHIO DIVIDEND ADVANTAGE (NXI)						
Year Ended 7/31:						
2002	14.57	1.06	.19	(.12)	--	1.13

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

2001 (a)	14.33	.29	.35	(.04)	--	.60
OHIO DIVIDEND ADVANTAGE 2 (NBJ)						

Year Ended 7/31: 2002 (b)	14.33	.78	.23	(.08)	--	.93
OHIO DIVIDEND ADVANTAGE 3 (NVJ)						

Year Ended 7/31: 2002 (c)	14.33	.25	.65	(.02)	--	.88
TEXAS QUALITY INCOME (NTX)						

Year Ended 7/31:						
2002	15.16	1.11	(.02)	(.10)	(.02)	.97
2001	14.26	1.16	.88	(.27)	--	1.77
2000	15.13	1.16	(.74)	(.27)	(.02)	.13
1999	15.90	1.16	(.72)	(.22)	(.02)	.20
1998	15.86	1.17	.07	(.27)	--	.97
=====						

				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**

OHIO QUALITY INCOME (NUO)					

Year Ended 7/31:					
2002	\$--	\$16.36	\$18.6200	17.00%	7.63%
2001	--	16.10	16.8000	6.86	9.85
2000	--	15.52	16.6250	(1.80)	2.50
1999	--	16.13	18.0000	5.09	2.74
1998	--	16.65	18.0625	10.14	6.53

OHIO QUALITY
INCOME (NUO)

Year Ended 7/31:					
2002	\$--	\$16.36	\$18.6200	17.00%	7.63%
2001	--	16.10	16.8000	6.86	9.85
2000	--	15.52	16.6250	(1.80)	2.50
1999	--	16.13	18.0000	5.09	2.74
1998	--	16.65	18.0625	10.14	6.53

OHIO DIVIDEND
ADVANTAGE (NXI)

Year Ended 7/31:					
2002	--	14.83	15.1500	4.48	8.02
2001 (a)	(.14)	14.57	15.3500	3.77	3.21

OHIO DIVIDEND
ADVANTAGE 2 (NBJ)

Year Ended 7/31:					
2002 (b)	(.16)	14.48	14.6500	1.91	5.58

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

OHIO DIVIDEND
ADVANTAGE 3 (NVJ)

Year Ended 7/31:					
2002 (c)	(.16)	14.83	15.3000	3.47	5.05

TEXAS QUALITY
INCOME (NTX)

Year Ended 7/31:					
2002	--	15.14	15.0700	9.29	6.61
2001	--	15.16	14.7300	21.16	12.74
2000	--	14.26	12.9375	(7.93)	1.15
1999	--	15.13	15.1875	2.97	1.21
1998	--	15.90	15.6875	6.45	6.27

Ratios/Supplemental Data

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

OHIO QUALITY
INCOME (NUO)

Year Ended 7/31:					
2002	\$156,351	1.26%	7.10%	1.24%	7.12%
2001	153,164	1.32	7.58	1.30	7.60
2000	147,045	1.31	7.88	1.29	7.89
1999	151,961	1.26	7.26	1.25	7.27
1998	155,940	1.29	7.37	1.29	7.37

OHIO DIVIDEND
ADVANTAGE (NXI)

Year Ended 7/31:					
2002	62,548	1.24	6.79	.78	7.25
2001 (a)	61,424	1.15*	5.58*	.71*	6.02*

OHIO DIVIDEND
ADVANTAGE 2 (NBJ)

Year Ended 7/31:					
2002 (b)	45,073	1.25*	6.12*	.80*	6.57*

OHIO DIVIDEND
ADVANTAGE 3 (NVJ)

Year Ended 7/31:					
2002 (c)	31,995	1.22*	4.72*	.80*	5.15*

TEXAS QUALITY

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

INCOME (NTX)

Year Ended 7/31:					
2002	143,305	1.23	7.40	1.22	7.42
2001	143,127	1.21	7.87	1.19	7.88
2000	134,637	1.27	8.18	1.26	8.19
1999	142,784	1.23	7.31	1.23	7.32
1998	149,669	1.22	7.40	1.22	7.40

Municipal Auction Rate Cumulative Preferred Stock at End of Period

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

OHIO QUALITY INCOME (NUO)

Year Ended 7/31:			
2002	\$77,000	\$25,000	\$75,763
2001	77,000	25,000	74,729
2000	77,000	25,000	72,742
1999	77,000	25,000	74,338
1998	77,000	25,000	75,630

OHIO DIVIDEND ADVANTAGE (NXI)

Year Ended 7/31:			
2002	31,000	25,000	75,442
2001 (a)	31,000	25,000	74,535

OHIO DIVIDEND ADVANTAGE 2 (NBJ)

Year Ended 7/31:			
2002 (b)	24,000	25,000	71,951

OHIO DIVIDEND ADVANTAGE 3 (NVJ)

Year Ended 7/31:			
2002 (c)	16,500	25,000	73,477

TEXAS QUALITY INCOME (NTX)

Year Ended 7/31:			
2002	69,000	25,000	76,922
2001	69,000	25,000	76,858
2000	69,000	25,000	73,782
1999	69,000	25,000	76,733
1998	69,000	25,000	79,228

* Annualized.

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

** Total Investment Return on Market Value is the combination of reinvested dividend income, reinvested capital gains distributions, if any, and changes in stock price per share. Total Return on Common Share Net Asset Value is the combination of reinvested dividend income, reinvested capital gains distributions, if any, and changes in Common share net asset value per share. 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 period March 28, 2001 (commencement of operations) through July 31, 2001.

(b) For the period September 26, 2001 (commencement of operations) through July 31, 2002.

(c) For the period March 27, 2002 (commencement of operations) through July 31, 2002.

(d) As required, effective August 1, 2001, the Funds have adopted the provisions of the new AICPA Audit and Accounting Guide for Investment Companies and began accreting taxable market discount on debt securities. The effect of this change for the fiscal year ended July 31, 2002, was to increase net investment income per share with a corresponding decrease in net realized/unrealized investment gain (loss) per share and increase each ratio of net investment income to average net assets applicable to Common Shares as follows:

	OHIO QUALITY INCOME (NUO)	OHIO DIVIDEND ADVANTAGE (NXI)	TEXAS QUALITY INCOME (NTX)
2002 per share impact (\$)	--	.01	--
2002 income ratio impact (%)	.01	.07	.02

The Financial Highlights for the prior periods have not been restated to reflect this change in presentation.

See accompanying notes to financial statements.

82-83 SPREAD

Directors/Trustees
and Officers

The management of the Funds, including general supervision of the duties performed for the Funds under the Management Agreement, is the responsibility of the Board of Directors/Trustees of the Funds. The number of directors/trustees of the Funds is currently set at seven, one of whom is an "interested person" (as the term is defined in the Investment Company Act of 1940) and six of whom are not interested persons. None of the directors/trustees who are not interested persons of the Funds have ever been a director or employee of, or consultant to, Nuveen or its affiliates. The names and business addresses of the

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

directors/trustees and officers of the Funds, their principal occupations and other affiliations during the past five years, the number of portfolios each oversees and other directorships they hold are set forth below.

NAME, BIRTHDATE AND ADDRESS	POSITION(S) HELD WITH THE FUND	YEAR FIRST ELECTED OR APPOINTED AND TERM OF OFFICE (a)	PRINCIPAL OCCUPATION(S) INCLUDING OTHER DIRECTORSHIPS DURING PAST 5 YEARS
--------------------------------	-----------------------------------	--	---

DIRECTOR/TRUSTEE WHO IS AN INTERESTED PERSON OF THE FUNDS:

TIMOTHY R. SCHWERTFEGER (1) 3/28/1949 333 W. Wacker Drive Chicago, IL 60606	Chairman of the Board, President and Director/Trustee	1994 Term: one year (2)	Chairman and Director (since 1994) of Nuveen Investment Management Company, Nuveen Investment Advisory Corp. and Nuveen Investment Advisory Corp.; Chairman and Director (since 1997) of Nuveen Asset Management Inc.; Director (since 1996) of Nuveen Capital Corporation; Chairman and Director (since 1999) of Rittenhouse Services Inc.; Chief Executive Officer (since 1999) of Nuveen Senior Management Inc.
--	---	-------------------------------	--

DIRECTORS/TRUSTEES WHO ARE NOT INTERESTED PERSONS OF THE FUNDS:

ROBERT P. BREMNER 8/22/1940 333 W. Wacker Drive Chicago, IL 60606	Director/Trustee	1997 Term: one year (2)	Private Investor and Manager
--	------------------	-------------------------------	------------------------------

LAWRENCE H. BROWN 7/29/1934 333 W. Wacker Drive Chicago, IL 60606	Director/Trustee	1993 Term: one year (2)	Retired (1989) as Senior Vice President of Northern Trust Company.
--	------------------	-------------------------------	--

ANNE E. IMPELLIZZERI 1/26/1933 333 W. Wacker Drive Chicago, IL 60606	Director/Trustee	1994 Term: one year (2)	Retired (2002); formerly, Executive Director (since 1998) of Manitoga (Cultural Center) and Wright's Design with Nature; President and Chief Executive Officer of Blanton-Peale Institutes of Health; prior thereto, Vice President of Metropolitan Life Insurance Company.
---	------------------	-------------------------------	---

PETER R. SAWERS 4/3/1933 333 W. Wacker Drive Chicago, IL 60606	Director/Trustee	1991 Term: one year (2)	Adjunct Professor of Business Administration at University of Dubuque, Iowa; Executive Service Corps of (not-for-profit); Director, Executive Service Corps of the Blind (not-for-profit); (1991-2000) Adjunct Professor at the Graduate School of Management at the University of Illinois; prior thereto, Executive Director of Towers Perrin Australia, a consulting firm; Chartered Certified Management Consultant.
---	------------------	-------------------------------	--

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

84

NAME, BIRTHDATE AND ADDRESS	POSITION(S) HELD WITH THE FUND	YEAR FIRST ELECTED OR APPOINTED AND TERM OF OFFICE (a)	PRINCIPAL OCCUPATION(S) INCLUDING OTHER DIRECTORSHIPS DURING PAST 5 YEARS
--------------------------------	-----------------------------------	--	---

DIRECTORS/TRUSTEES WHO ARE NOT INTERESTED PERSONS OF THE FUNDS (CONTINUED):

WILLIAM J. SCHNEIDER 9/24/1944 333 W. Wacker Drive Chicago, IL 60606	Director/Trustee	1997 Term: one year (2)	Senior Partner and Chief Op Miller-Valentine Group, Vic Miller-Valentine Realty, a contract company; Chair, Mi Hospital; Vice Chair, Miami Development Coalition; form Community Advisory Board, N Bank, Dayton, Ohio; and Bus Council, Cleveland Federal
---	------------------	-------------------------------	---

JUDITH M. STOCKDALE 12/29/1947 333 W. Wacker Drive Chicago, IL 60606	Director/Trustee	1997 Term: one year (2)	Executive Director, Gaylord Donnelley Foundation (since thereto, Executive Director Protection Fund (from 1990
---	------------------	-------------------------------	---

NAME, BIRTHDATE AND ADDRESS	POSITION(S) HELD WITH THE FUND	YEAR FIRST ELECTED OR APPOINTED (b)	PRINCIPAL OCCUPATION(S) INCLUDING OTHER DIRECTORSHIPS DURING PAST 5 YEARS
--------------------------------	-----------------------------------	--	---

OFFICERS OF THE FUNDS:

MICHAEL T. ATKINSON 2/3/1966 333 W. Wacker Drive Chicago, IL 60606	Vice President	2002	Vice President (since Janua Assistant Vice President (s Associate of Nuveen Investm
---	----------------	------	---

PAUL L. BRENNAN 11/10/1966 333 W. Wacker Drive Chicago, IL 60606	Vice President	2002	Vice President (since Janua Assistant Vice President of Advisory Corp.
---	----------------	------	--

PETER H. D'ARRIGO 11/28/1967 333 W. Wacker Drive Chicago, IL 60606	Vice President and Treasurer	1999	Vice President of Nuveen In 1999), prior thereto, Assis (from 1997); Vice President 1999) of Nuveen Senior Loan Inc.; Chartered Financial A
---	---------------------------------	------	---

SUSAN M. DESANTO 9/8/1954	Vice President	2001	Vice President of Nuveen Ad 2001); previously, Vice Pre
------------------------------	----------------	------	--

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

333 W. Wacker Drive
Chicago, IL 60606

Investment Advisory Corp. (thereeto, Assistant Vice Pre Investment Advisory Corp.

JESSICA R. DROEGER 9/24/1964 333 W. Wacker Drive Chicago, IL 60606	Vice President	2002	Vice President (since January 1998), formerly Assistant Vice President and Assistant Secretary (since 1998) of Nuveen Institutional Advisory Corp. and Nuveen Institutional Advisory Corp. Associate at the law firm D
---	----------------	------	--

85

Directors/Trustees
and Officers (continued)

NAME, BIRTHDATE AND ADDRESS	POSITION(S) HELD WITH THE FUND	YEAR FIRST ELECTED OR APPOINTED (b)	PRINCIPAL OCCUPATION(S) INCLUDING OTHER DIRECTORSHIP DURING PAST 5 YEARS
--------------------------------	-----------------------------------	--	--

OFFICERS OF THE FUNDS (CONTINUED):

LORNA C. FERGUSON 10/24/1945 333 W. Wacker Drive Chicago, IL 60606	Vice President	1998	Vice President of Nuveen Institutional Advisory Corp. and Nuveen Institutional Advisory Corp.
---	----------------	------	---

WILLIAM M. FITZGERALD 3/2/1964 333 W. Wacker Drive Chicago, IL 60606	Vice President	1995	Managing Director (since January 1995) of Nuveen Institutional Advisory Corp. and Nuveen Institutional Advisory Corp. (since 2001) Vice President of Nuveen Institutional Advisory Corp. Chartered Financial Analyst
---	----------------	------	--

STEPHEN D. FOY 5/31/1954 333 W. Wacker Drive Chicago, IL 60606	Vice President and Controller	1998	Vice President of Nuveen Institutional Advisory Corp. (since 1998) The John Nuveen Group, L.P. President (since 1999) of Nuveen Institutional Advisory Corp. Asset Management Inc.; Certified Public Accountant.
---	----------------------------------	------	--

J. THOMAS FUTRELL 7/5/1955 333 W. Wacker Drive Chicago, IL 60606	Vice President	1992	Vice President of Nuveen Institutional Advisory Corp. Chartered Financial Analyst
---	----------------	------	---

RICHARD A. HUBER 3/26/1963 333 W. Wacker Drive Chicago, IL 60606	Vice President	1997	Vice President of Nuveen Institutional Advisory Corp. (since 1998) and Nuveen Institutional Advisory Corp.
---	----------------	------	--

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

STEVEN J. KRUPA 8/21/1957 333 W. Wacker Drive Chicago, IL 60606	Vice President	1990	Vice President of Nuveen Ad
DAVID J. LAMB 3/22/1963 333 W. Wacker Drive Chicago, IL 60606	Vice President	2000	Vice President (since 2000) Investments, previously Ass President (since 1999); pri Associate of Nuveen Investm Public Accountant.
TINA M. LAZAR 8/27/1961 333 W. Wacker Drive Chicago, IL 60606	Vice President	2002	Vice President (since 1999) Assistant Vice President (s Nuveen Investments.
LARRY W. MARTIN 7/27/1951 333 W. Wacker Drive Chicago, IL 60606	Vice President and Assistant Secretary	1992	Vice President, Assistant S Assistant General Counsel o Investments; Vice President Secretary of Nuveen Advisor Institutional Advisory Corp Assistant Secretary of The Company and Nuveen Asset Ma Vice President and Assistan of Nuveen Senior Loan Asset

86

NAME, BIRTHDATE AND ADDRESS	POSITION(S) HELD WITH THE FUND	YEAR FIRST ELECTED OR APPOINTED (b)	PRINCIPAL OCCUPATION(S) INCLUDING OTHER DIRECTORSHI DURING PAST 5 YEARS
--------------------------------	-----------------------------------	--	---

OFFICERS OF THE FUNDS (CONTINUED):

EDWARD F. NEILD, IV 7/7/1965 333 W. Wacker Drive Chicago, IL 60606	Vice President	1996	Managing Director (since Ja Nuveen Investments; Managin (since 1997) of Nuveen Advi and Nuveen Institutional Ad Chartered Financial Analyst
THOMAS J. O'SHAUGHNESSY 9/4/1960 333 W. Wacker Drive Chicago, IL 60606	Vice President	2002	Vice President (since Janua Assistant Vice President (s Advisory Corp.; prior there
THOMAS C. SPALDING 7/31/1951 333 W. Wacker Drive Chicago, IL 60606	Vice President	1982	Vice President of Nuveen Ad Nuveen Institutional Adviso Financial Analyst.
GIFFORD R. ZIMMERMAN	Vice President	1992	Managing Director (since Ja

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

9/9/1956
333 W. Wacker Drive
Chicago, IL 60606

and Secretary

formerly Vice President), A
and Associate General Couns
Assistant General Counsel)
Managing Director (since Ja
Vice President) and Assista
Advisory Corp. and Nuveen I
Corp.; Vice President and A
The John Nuveen Company; Ma
(since January 2002, former
and Assistant Secretary (si
Senior Loan Asset Managemen
Financial Analyst.

- (a) Year First Elected or Appointed is the year presented or each Fund's respective inception date if later.
- (b) Year First Elected or Appointed is the year presented or each Fund's respective inception date if later. Officers serve one year terms through July of each year.
- (1) Mr. Schwertfeger is an "interested person" of the Funds, as defined in the Investment Company Act of 1940, because he is an officer and director of Nuveen Advisory Corp.
- (2) Directors/Trustees are elected each year by shareholders and serve a one year term until his/her successor is elected.

87

Build Your Wealth
Automatically

SIDEBAR TEXT:

Nuveen makes reinvesting easy. A phone call is all it takes to set up your reinvestment account.

end sidebar text

NUVEEN CLOSED-END EXCHANGE-TRADED FUNDS DIVIDEND REINVESTMENT PLAN

Your Nuveen Closed-End Exchange-Traded 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

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

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 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.

FLEXIBILITY

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.

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.

88

Fund
Information

BOARD OF DIRECTORS/TRUSTEES

Robert P. Bremner
Lawrence H. Brown
Anne E. Impellizzeri
Peter R. Sawers
William J. Schneider
Timothy R. Schwertfeger
Judith M. Stockdale

FUND MANAGER

Nuveen Advisory Corp.
333 West Wacker Drive
Chicago, IL 60606

Edgar Filing: NUVEEN ARIZONA PREMIUM INCOME MUNICIPAL FUND INC - Form N-30D

CUSTODIAN
State Street Bank & Trust
Boston, MA

TRANSFER AGENT AND
SHAREHOLDER SERVICES
Nuveen Investments
P.O. Box 43071
Providence, RI 02940-3071
(800) 257-8787

LEGAL COUNSEL
Morgan, Lewis &
Bockius LLP
Washington, D.C.

INDEPENDENT AUDITORS
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 ended July 31, 2002. Any future repurchases will be reported to shareholders in the next annual or semiannual report.

89

Serving Investors
for Generations

PHOTO OF: John Nuveen, Sr.
John Nuveen, Sr.

For over a century, generations of Americans have relied on Nuveen Investments to help them grow and keep the money they've earned. Financial advisors, investors and their families have associated Nuveen Investments with quality, expertise and dependability since 1898. That is why financial advisors have entrusted the assets of more than 1.3 million investors to Nuveen.

With the know-how that comes from a century of experience, Nuveen continues to build upon its reputation for quality. Now, financial advisors and investors can count on Nuveen Investments to help them design customized solutions that meet the far-reaching financial goals unique to family wealth strategies - solutions that can translate into legacies.

To find out more about how Nuveen Investments' products and services can help you preserve your financial security, talk with your financial advisor, or call us at (800) 257-8787 for more information, including a prospectus where applicable. Please read that information carefully before you invest.

Logo: NUVEEN Investments

Nuveen Investments 333 West Wacker Drive
Chicago, IL 60606 www.nuveen.com

EAN-A-0702