

NUVEEN QUALITY PREFERRED INCOME FUND 2
Form N-Q
May 29, 2009

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, DC 20549

FORM N-Q

**QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED MANAGEMENT
INVESTMENT COMPANY**

Investment Company Act file number 811-21137

Nuveen Quality Preferred Income Fund 2

(Exact name of registrant as specified in charter)

333 West Wacker Drive, Chicago, Illinois 60606

(Address of principal executive offices) (Zip code)

Kevin J. McCarthy Vice President and Secretary
333 West Wacker Drive, Chicago, Illinois 60606

(Name and address of agent for service)

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

Date of fiscal year

end: 12/31

Date of reporting period: 3/31/2009

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

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

Item 1. Schedule of Investments

Portfolio of Investments (Unaudited)
Nuveen Quality Preferred Income Fund 2 (JPS)
March 31, 2009

Shares	Description (1)	Coupon	Ratings (2)	Value
	\$25 Par (or similar) Preferred Securities 86.9% (61.5% of Total Investments)			
	Capital Markets 2.9%			
1,176,035	Deutsche Bank Capital Funding Trust II	6.550%	Aa3	\$ 13,112,790
61,100	Deutsche Bank Capital Funding Trust IX	6.625%	Aa3	716,092
	Total Capital Markets			13,828,882
	Commercial Banks 10.1%			
134,660	ASBC Capital I	7.625%	A3	2,243,436
177,045	Banco Santander Finance, 144A	6.800%	Aa3	2,416,664
731,000	Banesto Holdings, Series A, 144A	10.500%	A1	14,597,193
225,500	CoBank ACB, 144A	7.000%	N/R	6,113,531
82,000	CoBank ACB	11.000%	A	3,747,851
13,418	Goldman Sachs Group Inc., Series GSC-3 (PPLUS)	6.000%	A2	181,277
202,101	National City Capital Trust II	6.625%	A2	2,819,309
289,600	PFCI Capital Corporation	7.750%	A3	5,393,800
410,910	Royal Bank of Scotland Group PLC, Series N	6.350%	Ba2	2,305,205
10,335	Royal Bank of Scotland Group PLC, Series P	6.250%	Ba2	57,359
464,117	Zions Capital Trust B	8.000%	Baa1	9,133,823
	Total Commercial Banks			49,009,448
	Diversified Financial Services 4.8%			
351,751	Deutsche Bank Capital Funding Trust VIII	6.375%	Aa3	4,164,732
1,197,345	ING Groep N.V.	7.200%	A3	11,710,034
796,955	ING Groep N.V.	7.050%	BBB	7,268,230
	Total Diversified Financial Services			23,142,996
	Diversified Telecommunication Services 0.3%			
6,896	BellSouth Capital Funding (CORTS)	7.120%	A	137,489
43,200	BellSouth Corporation (CORTS)	7.000%	A	849,152
16,700	Verizon Communications (CORTS)	7.625%	A	396,959
	Total Diversified Telecommunication Services			1,383,600
	Electric Utilities 12.5%			
7,550	Entergy Louisiana LLC	7.600%	A-	188,599
1,157,400	Entergy Mississippi Inc.	7.250%	A-	27,951,210
25,442	FPL Group Capital Inc.	6.600%	A3	610,099
242,800	PPL Capital Funding, Inc.	6.850%	Baa2	5,880,616
319,475	PPL Energy Supply LLC	7.000%	BBB	7,970,901
773,382	Xcel Energy Inc.	7.600%	Baa2	17,950,196
	Total Electric Utilities			60,551,621
	Food Products 0.7%			
56,900	Dairy Farmers of America Inc., 144A	7.875%	BBB-	3,257,525
	Insurance 23.2%			
2,202,010	Aegon N.V.	6.375%	Baa1	14,092,864
963,483	Arch Capital Group Limited	8.000%	BBB-	19,125,138
720,946	Berkley WR Corporation, Capital Trust II	6.750%	BBB-	13,878,210
648,807	Delphi Financial Group, Inc.	8.000%	BBB+	9,887,819
404,400	Delphi Financial Group, Inc.	7.376%	BBB-	5,026,692
269,500	EverestRe Capital Trust II	6.200%	Baa1	4,438,665
599,080	Financial Security Assurance Holdings	6.250%	A+	5,331,812
485,400	Markel Corporation	7.500%	BBB	9,576,942
620,541	PartnerRe Limited, Series C	6.750%	BBB+	11,070,451
107,600	PLC Capital Trust III	7.500%	BBB	1,086,760
443,898	PLC Capital Trust IV	7.250%	BBB	3,915,180
12,463	Protective Life Corporation	7.250%	BBB	117,775
226,442	Prudential Financial Inc.	9.000%	A-	3,804,226
322,905	Prudential PLC	6.750%	A-	4,123,497

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273,900	RenaissanceRe Holdings Limited	6.600%	BBB+	4,341,315
139,500	RenaissanceRe Holdings Limited, Series B	7.300%	BBB+	2,325,465
	Total Insurance			112,142,811
	IT Services 0.0%			
3,300	Vertex Industries Inc. (PPLUS)	7.625%	A	78,342
	Media 9.9%			
26,363	CBS Corporation	7.250%	BBB	374,355
703,650	CBS Corporation	6.750%	BBB	9,295,216
1,084,356	Comcast Corporation	7.000%	BBB+	21,828,086
965,340	Viacom Inc.	6.850%	BBB	16,536,274
	Total Media			48,033,931
	Oil, Gas & Consumable Fuels 2.7%			
803,273	Nexen Inc.	7.350%	BB+	13,294,168
	Pharmaceuticals 0.0%			
4,600	Bristol-Myers Squibb Company (CORTS)	6.250%	A+	104,374
3,200	Bristol-Myers Squibb Company Trust (CORTS)	6.800%	A+	78,816
	Total Pharmaceuticals			183,190
	Real Estate/Mortgage 16.3%			
43,367	Developers Diversified Realty Corporation	7.500%	Ba1	223,774
636,813	Developers Diversified Realty Corporation, Series G	8.000%	Ba1	3,629,834
73,608	Developers Diversified Realty Corporation, Series H	7.375%	Ba1	371,720
302,600	Duke Realty Corporation, Series L	6.600%	Baa3	2,659,854
3,001	Duke Realty Corporation, Series O	8.375%	Baa3	34,151
2,831	First Industrial Realty Trust, Inc., Series J	7.250%	Ba1	20,525
1,022,865	HRPT Properties Trust, Series B	8.750%	Baa3	11,711,804
42,480	HRPT Properties Trust, Series C	7.125%	Baa3	419,278
73,300	Kimco Realty Corporation, Series F	6.650%	Baa2	842,950
735,530	Kimco Realty Corporation, Series G	7.750%	Baa2	10,039,984
89,050	Prologis Trust, Series G	6.750%	Baa3	695,481
41,400	Public Storage, Inc., Series E	6.750%	Baa1	720,774
17,530	Public Storage, Inc., Series H	6.950%	Baa1	315,715
67,600	Public Storage, Inc., Series Y	6.850%	Baa1	1,195,675
134,200	Realty Income Corporation	7.375%	Baa2	2,525,644
450,258	Realty Income Corporation, Series E	6.750%	Baa2	7,609,360
189,045	Regency Centers Corporation	7.450%	BBB	3,119,242
221,836	Regency Centers Corporation	7.250%	BBB-	3,498,354
1,997,192	Wachovia Preferred Funding Corporation	7.250%	A	23,027,624
398,268	Weingarten Realty Investors, Series F	6.500%	Baa3	4,456,619
149,245	Weingarten Realty Trust, Series E	6.950%	Baa3	1,940,185
	Total Real Estate/Mortgage			79,058,547
	Wireless Telecommunication Services 3.5%			
830,959	United States Cellular Corporation	8.750%	Baa2	17,034,660
	Total \$25 Par (or similar) Preferred Securities (cost \$716,976,646)			420,999,721

Principal Amount (000)	Description (1)	Coupon	Maturity	Ratings (2)	Value
	Corporate Bonds 0.6% (0.4% of Total Investments)				
	Commercial Banks 0.6%				
\$ 4,400	Swedbank ForengingsSparbanken AB, 144A	7.500%	9/27/49	A2	\$ 2,763,152
\$ 4,400	Total Corporate Bonds (cost \$4,837,361)				2,763,152

Principal Amount (000)/ Shares	Description (1)	Coupon	Maturity	Ratings (2)	Value
	Capital Preferred Securities 45.4% (32.1% of Total Investments)				
	Capital Markets 1.8%				
14	DB Capital Funding	7.350%	12/15/57	Aa3	\$ 171,080
21,190	Dresdner Funding Trust I, 144A	8.151%	6/30/31	A3	2,756,120
3,600	MUFG Capital Finance 2	4.850%	7/25/56	A2	2,540,708
7,900	UBS Perferred Funding Trust I	8.622%	10/01/51	A1	3,171,297
	Total Capital Markets				8,639,205

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Commercial Banks 28.3%					
5,500	AB Svensk Exportkredit, 144A	6.375%	10/27/49	Aa3	3,363,091
31,655	Abbey National Capital Trust I	8.963%	6/30/50	A+	19,342,060
23,400	AgFirst Farm Credit Bank	8.393%	12/15/16	A	16,832,158
7,100	AgFirst Farm Credit Bank	7.300%	12/15/53	A	3,625,757
4,500	BanPonce Trust I, Series A	8.327%	2/01/27	Baa2	2,712,479
34,700	Barclays Bank PLC, 144A	8.550%	6/15/49	A	14,227,000
3,000	BBVA International Unipersonal	5.919%	4/18/58	Aa3	1,051,215
6,250	Credit Agricole, S.A.	6.637%	5/29/49	Aa3	1,879,250
1,500	First Empire Capital Trust I	8.234%	2/01/27	A3	1,004,496
1,500	First Midwest Bancorp Inc.	6.950%	12/01/33	Baa1	595,470
17,095	First Union Capital Trust II, Series A	7.950%	11/15/29	A	14,452,147
4,650	HSBC Capital Funding LP, Debt	10.176%	6/30/50	A1	3,424,330
6,000	HT1 Funding, GmbH	6.352%	6/30/57	Ba2	1,315,314
25,000	KBC Bank Fund Trust III, 144A	9.860%	5/02/50	A2	7,750,425
6,000	KeyCorp Capital III	7.750%	7/15/29	A3	4,321,710
10,900	Lloyds Banking Group PLC	6.413%	12/01/49	A3	2,509,267
8,000	North Fork Capital Trust II	8.000%	12/15/27	Baa1	3,508,544
10,000	Northgroup Preferred Capital Corporation, 144A	6.378%	10/15/57	A1	3,416,610
2,000	Popular North American Capital Trust I	6.564%	9/15/34	Baa2	645,450
8,000	Reliance Capital Trust I, Series B	8.170%	5/01/28	N/R	3,486,176
12,000	Royal Bank of Scotland Group PLC	9.118%	3/31/49	Ba2	5,880,948
17,200	Shinsei Finance II Cayman Limited, Perpetual Maturity, 144A	7.160%	7/25/49	BBB-	3,827,000
5,000	Sparebanken Rogaland, Notes, 144A	6.443%	5/01/49	A3	4,366,205
650	Standard Chartered PLC, 144A	7.014%	1/30/58	BBB	302,763
13,600	Swedbank ForeningsSparbanken AB, 144A	9.000%	9/17/50	A3	4,488,558
9,000	Unicredito Italiano Capital Trust, 144A	9.200%	4/05/51	A2	2,534,463
1,500	Union Bank of Norway	7.068%	11/19/49	Aa3	1,125,988
(3)	Union Planters Preferred Fund, 144A	7.750%	7/15/53	Baa1	4,860,000
	Total Commercial Banks				136,848,874
Diversified Financial Services 1.8%					
6,800	Fulton Capital Trust I	6.290%	2/01/36	A3	2,279,489
17,600	Old Mutual Capital Funding, Notes	8.000%	6/22/53	Baa3	6,512,000
	Total Diversified Financial Services				8,791,489
Diversified Telecommunication Services 3.9%					
30	Centaur Funding Corporation, Series B, 144A	9.080%	4/21/20	BBB	19,057,500
Insurance 7.7%					
28,000	American General Institutional Capital, 144A	8.125%	3/15/46	Ba2	9,005,024
2,200	AXA S.A., 144A	6.463%	12/14/49	BBB+	782,804
2,900	AXA-UAP	8.600%	12/15/30	A-	2,048,995
6,600	Great West Life and Annuity Insurance Company	7.153%	5/16/46	A-	3,307,854
1,000	Hartford Financial Services Group Inc.	8.125%	6/15/68	Baa2	320,670
3,500	MetLife Capital Trust IV	7.875%	12/15/67	Baa1	1,858,171
1,200	Nationwide Financial Services Capital Trust	7.899%	3/01/37	Baa1	494,824
6,400	Nationwide Financial Services Inc.	6.750%	5/15/67	Baa2	2,698,880
12,300	Oil Insurance Limited, 144A	7.558%	12/30/49	Baa1	4,530,348
2,300	Progressive Corporation	6.700%	6/15/67	A2	1,035,892
6,000	Prudential Financial Inc.	8.875%	6/15/68	BBB+	2,853,282
2,850	Prudential PLC	6.500%	6/29/49	A-	1,282,500
28,900	XL Capital, Limited	6.500%	10/15/57	BBB-	5,495,306
3,800	ZFS Finance USA Trust V	6.500%	5/09/67	BBB+	1,559,847
	Total Insurance				37,274,397
Real Estate 0.1%					
15,000	CBG Florida REIT Corporation	7.114%	11/15/49	CCC	759,900
Road & Rail 0.7%					
4,400	Burlington Northern Santa Fe Funding Trust I	6.613%	12/15/55	BBB-	3,197,176
Thriffs & Mortgage Finance 1.1%					
12,811	Countrywide Capital Trust III, Series B	8.050%	6/15/27	Baa3	5,393,213
1,300	MM Community Funding Trust I Limited	9.480%	6/15/31	B1	65,000
21,347	Washington Mutual Preferred Funding Cayman, Series A-1, 144A, (4)	7.250%	3/15/49	N/R	14,943
11,433	Washington Mutual Preferred Funding Trust II, (4)	6.665%	3/15/57	N/R	8,003
	Total Thriffs & Mortgage Finance				5,481,159
	Total Capital Preferred Securities (cost \$603,136,028)				220,049,700

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Shares	Description (1)					Value
	Investment Companies 3.5% (2.5% of Total Investments)					
838,654	Blackrock Preferred Income Strategies Fund				\$	4,092,632
1,025,979	Flaherty and Crumrine/Claymore Preferred Securities Income Fund Inc.					6,566,266
728,065	John Hancock Preferred Income Fund III					6,443,375
	Total Investment Companies (cost \$51,334,026)					17,102,273
Principal Amount (000)	Description (1)	Coupon	Maturity	Ratings (2)		Value
	U.S. Government and Agency Obligations 1.5% (1.0% of Total Investments)					
\$ 7,000	U.S. Treasury Notes, (5)	1.500%	10/31/10	AAA	\$	7,085,589
\$ 7,000	Total U.S. Government and Agency Obligations (cost \$7,013,410)					7,085,589
Principal Amount (000)	Description (1)	Coupon	Maturity			Value
	Short-Term Investments 3.6% (2.5% of Total Investments)					
\$ 17,254	Repurchase Agreement with Fixed Income Clearing Corporation, dated 3/31/09, repurchase price \$17,254,485, collateralized by \$11,515,000 U.S. Treasury Bonds, 7.500%, due 11/15/24, value \$17,604,132	0.100%	4/01/09		\$	17,254,437
	Total Short-Term Investments (cost \$17,254,437)					17,254,437
	Total Investments (cost \$1,400,551,908)					685,254,872
	141.5%					(71,000,000)
	Borrowings (14.7)% (6), (7)					(81,360)
	Other Assets Less Liabilities (0.0)%					(130,000,000)
	Fund Preferred Shares, at Liquidation Value (26.8)% (6)					(130,000,000)
	Net Assets Applicable to Common Shares 100%				\$	484,173,512

Investments in Derivatives

Interest Rate Swaps outstanding at March 31, 2009:

Counterparty	Notional Amount	Fund Pay/Receive Floating Rate	Floating Rate Index	Fixed Rate (Annualized)	Fixed Rate Payment Frequency	Termination Date	Unrealized Appreciation (Depreciation)
Citigroup Inc.	\$ 200,000,000	Receive	1-Month USD-LIBOR	3.910%	Monthly	11/06/09	\$ (4,505,437)

Fair Value Measurements

During the current fiscal period, the Fund adopted the provisions of Statement of Financial Accounting Standards No. 157 (SFAS No. 157) Fair Value Measurements. SFAS No. 157 defines fair value, establishes a framework for measuring fair value in generally accepted accounting principles, and expands disclosure about fair value measurements. In determining the value of the Fund's investments various inputs are used. These inputs are summarized in the three broad levels listed below:

Level 1 - Quoted prices in active markets for identical securities.

Level 2 - Other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.).

Level 3 - Significant unobservable inputs (including management's assumptions in determining the fair value of investments).

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

The following is a summary of the Fund's fair value measurements as of March 31, 2009:

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	Level 1	Level 2	Level 3	Total
Investments	\$ 427,320,885	\$257,933,987	\$	\$ 685,254,872
Derivatives*		(4,505,437)		(4,505,437)
Total	\$ 427,320,885	\$253,428,550	\$	\$ 680,749,435

* Represents net unrealized appreciation (depreciation). Derivatives may include outstanding futures, forwards and swap contracts.

Derivative Instruments and Hedging Activities

During the current fiscal period, the Fund adopted the provisions of Statement of Financial Accounting Standards No. 161 (SFAS No. 161) "Disclosures about Derivative Instruments and Hedging Activities". This standard is intended to enhance financial statement disclosures for derivative instruments and hedging activities and enable investors to better understand: a) how and why a fund uses derivative instruments; b) how derivative instruments are accounted for; and c) how derivative instruments affect a fund's financial position, results of operations and cash flows, if any. The Fund records derivative instruments at fair value with changes in fair value recognized in the Statement of Operations. Even though the Fund's investments in derivatives may represent economic hedges, they are considered to be non-hedge transactions for SFAS No. 161 disclosure purposes.

The table below presents the fair value of all derivative instruments held by the Fund as of March 31, 2009, the location of these instruments on the Statement of Assets and Liabilities, and the primary underlying risk exposure.

Underlying Risk	Derivative Instrument	Location on the Statement of Assets and Liabilities			
		Asset Derivatives		Liability Derivatives	
Interest Rate	Swaps	Location	Fair Value	Location	Fair Value
			\$	Unrealized depreciation on interest rate swaps	\$ 4,505,437

Income Tax Information

The following information is presented on an income tax basis based on the information currently available to the Funds. Differences between amounts for financial statement and federal income tax purposes are primarily due to recognition of premium amortization, recognition of income on REIT investments, timing differences in the recognition of income and timing differences in recognizing certain gains and losses on investment transactions. To the extent that differences arise that are permanent in nature, such amounts are reclassified within the capital accounts on the Statement of Assets and Liabilities presented in the annual report, based on their federal tax basis treatment; temporary differences do not require reclassification. Temporary and permanent differences do not impact the net asset value of the Fund.

At March 31, 2009, the cost of investments was \$1,403,203,516.

Gross unrealized appreciation and gross unrealized depreciation of investments at March 31, 2009, were as follows:

Gross unrealized:		
Appreciation	\$	551,412
Depreciation		(718,500,056)
Net unrealized appreciation (depreciation) of investments	\$	(717,948,644)

- (1) All percentages shown in the Portfolio of Investments are based on net assets applicable to Common shares unless otherwise noted.
- (2) Ratings: Using the higher of Standard & Poor's Group (Standard & Poor's) or Moody's Investor Service, Inc. (Moody's) rating. Ratings below BBB by Standard & Poor's or Baa by Moody's are considered to be below investment grade.
- (3) Principal Amount (000) rounds to less than \$1,000.
- (4) This issue is under protection of the Federal Bankruptcy Court. As a result, the Adviser has concluded this issue is not likely to meet its interest payment obligations and has directed the Fund's custodian to cease accruing additional income and write-off any remaining recorded balances on the Fund's records.
- (5) Investment, or portion of investment, has been pledged to collateralize the net payment obligations for investments in derivatives.
- (6) Borrowings and Fund Preferred Shares, at Liquidation Value as a percentage of Total Investments is 10.4% and 19.0%, respectively.
- (7) The Fund may pledge up to 100% of its eligible investments in the Portfolio of Investments as collateral for Borrowings. As of March 31, 2009, investments with a value of \$594,964,697 have been pledged as collateral for Borrowings.

N/R Not rated.

144A Investment is exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These investments may only be resold in transactions exempt from registration which are normally those transactions with qualified institutional buyers.

CORTS Corporate Backed Trust Securities

PPLUS Preferred Plus Trust

USD-LIBOR United States Dollar-London Inter-Bank Offered Rate

Item 2. Controls and Procedures.

a. The registrant's principal executive and principal financial officers, or persons performing similar functions, have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended (the "1940 Act") (17 CFR 270.30a-3(c))) are effective, as of a date within 90 days of the filing date of this report that includes the disclosure required by this paragraph, based on their evaluation of the controls and procedures required by Rule 30a-3(b) under the 1940 Act (17 CFR 270.30a-3(b)) and Rule 13a-15(b) or 15d-15(b) under the Securities Exchange Act of 1934 (17 CFR 240.13a-15(b) or 240.15d-15(b)).

b. There were no changes in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 Act (17 CFR 270.30a-3(d))) that occurred during the registrant's last fiscal quarter that have materially affected, or are reasonably likely to materially affect, the registrant's internal control over financial reporting.

Item 3. Exhibits.

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