

Nuveen Mortgage Opportunity Term Fund
Form N-CSR
March 06, 2015

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-CSR

**CERTIFIED SHAREHOLDER REPORT OF REGISTERED
MANAGEMENT INVESTMENT COMPANIES**

Investment Company Act file number 811-22329

Nuveen Mortgage Opportunity Term Fund
(Exact name of registrant as specified in charter)

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

Kevin J. McCarthy
Nuveen Investments
333 West Wacker Drive
Chicago, IL 60606
(Name and address of agent for service)

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

Date of fiscal year end: December 31

Date of reporting period: December 31, 2014

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

A registrant is required to disclose the information specified by Form N-CSR, and the Commission will make this information public. A registrant is not required to respond to the collection of information contained in Form N-CSR unless the Form displays a currently valid Office of Management and Budget (OMB) control number. Please direct comments

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

concerning the accuracy of the information collection burden estimate and any suggestions for reducing the burden to Secretary, Securities and Exchange Commission, 450 Fifth Street, NW, Washington, DC 20549-0609. The OMB has reviewed this collection of information under the clearance requirements of 44 U.S.C. ss. 3507.

ITEM 1. REPORTS TO STOCKHOLDERS.

Closed-End Funds

Nuveen Investments

Closed-End Funds

Annual Report December 31, 2014

JLS

Nuveen Mortgage Opportunity Term Fund

JMT

Nuveen Mortgage Opportunity Term Fund 2

NUVEEN INVESTMENTS ACQUIRED BY TIAA-CREF

On October 1, 2014, TIAA-CREF completed its previously announced acquisition of Nuveen Investments, Inc., the parent company of your fund's investment adviser, Nuveen Fund Advisors, LLC ("NFAL") and the Nuveen affiliates that act as sub-advisers to the majority of the Nuveen Funds. TIAA-CREF is a national financial services organization with approximately \$851 billion in assets under management as of December 31, 2014 and is a leading provider of retirement services in the academic, research, medical and cultural fields. Nuveen is operating as a separate subsidiary within TIAA-CREF's asset management business.

Table

of Contents

Chairman's Letter to Shareholders	4
Portfolio Manager's Comments	5
Fund Leverage	8
Share Information	9
Risk Considerations	11
Performance Overview and Holding Summaries	13
Shareholder Meeting Report	15
Report of Independent Registered Public Accounting Firm	16
Portfolios of Investments	17
Statement of Assets & Liabilities	27
Statement of Operations	28
Statement of Changes in Net Assets	29
Statement of Cash Flows	30
Financial Highlights	32
Notes to Financial Statements	34
Additional Fund Information	44
Glossary of Terms Used in this Report	45
Reinvest Automatically, Easily and Conveniently	47
Board Members & Officers	48

Nuveen Investments

Chairman's Letter

to Shareholders

Dear Shareholders,

A pattern of divergence has emerged in the past year. Steady and moderate growth in the U.S. economy helped sustain the stock market's bull run another year. U.S. bonds also performed well, amid subdued inflation, interest rates that remained unexpectedly low and concerns about the economic well-being of the rest of the world. The stronger domestic economy enabled the U.S. Federal Reserve (Fed) to gradually reduce its large scale bond purchases, known as quantitative easing (QE), without disruption to the markets, as well as begin to set expectations for a transition into tightening mode.

The story outside the U.S., however, was different. European growth was stagnating and Japan fell into a recession, contributing to the bouts of volatility in their markets. China's economy decelerated and, despite running well above the rate of other major global economies, investors feared it looked slow by China's standards. Compounding these concerns were a surprisingly steep decline in oil prices, the U.S. dollar's rally and an increase in geopolitical tensions, including the Russia-Ukraine crisis and terrorist attacks across the Middle East and Africa, as well as more recently in Europe.

While a backdrop of healthy economic growth in the U.S. and the continuation of accommodative monetary policy (with the central banks of Japan and potentially Europe stepping in where the Fed has left off) bodes well for the markets, the global outlook has become more uncertain. Indeed, volatility is likely to feature more prominently in the investment landscape going forward. Such conditions underscore the importance of professional investment management. Experienced investment teams have weathered the market's ups and downs in the past and emerged with a better understanding of the sensitivities of their asset class and investment style, particularly in times of turbulence. We recognize the importance of maximizing gains, while striving to minimize volatility.

And, the same is true for investors like you. Maintaining an appropriate time horizon, diversification and relying on practiced investment teams are among your best strategies for achieving your long-term investment objectives. Additionally, I encourage you to communicate with your financial consultant if you have questions about your investment in a Nuveen Fund. On behalf of the other members of the Nuveen Fund Board, we look forward to continuing to earn your trust in the months and years ahead.

William J. Schneider
Chairman of the Board
February 23, 2015

Nuveen Investments

4

Portfolio Manager's

Comments

Nuveen Mortgage Opportunity Term Fund (JLS)

Nuveen Mortgage Opportunity Term Fund 2 (JMT)

The investment adviser for both Funds is Nuveen Fund Advisors, LLC (NFA), an affiliate of Nuveen Investments, Inc. NFA is responsible for determining each Fund's overall investment strategy and monitoring the performance of Wellington Management Company LLP (Wellington Management), the sub-adviser for both Funds.

Wellington Management is responsible for implementing each Fund's direct investments in mortgage-backed securities and other permitted investments. Michael Garrett serves as portfolio manager for these Funds.

Here Michael talks about economic and market conditions, his management strategy and the performance of the Funds for the twelve-month reporting period ended December 31, 2014.

What factors affected the U.S. economy and the financial markets during the twelve-month reporting period ended December 31, 2014?

During this reporting period, the U.S. economy continued to expand at a moderate pace. The Federal Reserve (Fed) maintained efforts to bolster growth and promote progress toward its mandates of maximum employment and price stability by holding the benchmark fed funds rate at the record low level of zero to 0.25% that it established in December 2008. At its October 2014 meeting, the Fed announced that it would end its bond-buying stimulus program as of November 1, 2014, after tapering its monthly asset purchases of mortgage-backed and longer-term Treasury securities from the original \$85 billion per month to \$15 billion per month over the course of seven consecutive meetings (December 2013 through September 2014). In making the announcement, the Fed cited substantial improvement in the outlook for the labor market since the inception of the current asset purchase program as well as sufficient underlying strength in the broader economy to support ongoing progress toward maximum employment in a context of price stability. The Fed also reiterated that it would continue to look at a wide range of factors, including labor market conditions, indicators of inflationary pressures and readings on financial developments, in determining future actions. Additionally, the Fed stated that it would likely maintain the current target range for the fed funds rate for a considerable time after the end of the asset purchase program, especially if projected inflation continues to run below the Fed's 2% longer-run goal. However, if economic data shows faster progress toward the Fed's employment and inflation objectives than currently anticipated, the Fed indicated that the first increase in the fed funds rate since 2006 could occur sooner than expected.

Certain statements in this report are forward-looking statements. Discussions of specific investments are for illustration only and are not intended as recommendations of individual investments. The forward-looking statements and other views expressed herein are those of the portfolio manager as of the date of this report. Actual future results or occurrences may differ significantly from those anticipated in any forward-looking statements and the views expressed herein are subject to change at any time, due to numerous market and other factors. The Funds disclaim any obligation to update publicly or revise any forward-looking statements or views expressed herein.

Ratings shown are the highest rating given by one of the following national rating agencies: Standard & Poor's (S&P), Moody's Investors Service, Inc. (Moody's) or Fitch, Inc. (Fitch). Credit ratings are subject to change. AAA, AA, A and BBB are investment grade ratings; BB, B, CCC, CC, C and D are below investment grade ratings. Certain bonds backed by U.S. Government or agency securities are regarded as having an implied rating equal to the rating of such securities. Holdings designated N/R are not rated by these national rating agencies.

Refer to the Glossary of Terms Used in this Report for further definition of the terms used within this section.

Nuveen Investments

5

Portfolio Manager's Comments (continued)

In the fourth quarter of 2014, the U.S. economy, as measured by the U.S. gross domestic product (GDP), grew at a 2.6% annual rate, compared with 4.6% in the second quarter and 5.0% in the third quarter of 2014. The decline in real GDP growth rate from the third quarter to the fourth quarter primarily reflects an upturn in imports, a downturn in federal government spending, and decline in exports. These were partly offset by an upturn in consumer spending. The Consumer Price Index (CPI) rose 0.8% year-over-year as of December 2014, while the core CPI (which excludes food and energy) increased 1.6% during the same period, below the Fed's unofficial longer term inflation objective of 2.0%. As of December 31, 2014, the national unemployment rate was 5.6%, the lowest level since July 2008, down from the 6.7% reported in December 2013. The housing market continued to post gains, although price growth has shown signs of deceleration in recent months. The average home price in the S&P/Case-Shiller Index of 20 major metropolitan areas rose 4.7% for the twelve months ended November 2014 (most recent data available at the time this report was prepared).

As investor sentiment and risk aversion fluctuated throughout the reporting period, U.S. equities across the risk spectrum posted generally positive returns supported by solid corporate earnings, positive economic reports and continued accommodative monetary policy. During the first few months of this reporting period, the financial markets were unsettled in the aftermath of widespread uncertainty about the future of the Fed's quantitative easing program. Also contributing to investor concern was Congress's failure to reach agreement on the Fiscal 2014 federal budget, which had triggered sequestration, or automatic spending cuts and a 16-day federal government shutdown in October 2013. As we moved into 2014, investors quickly shook off these issues and the current bull market in the U.S. entered its sixth year. Then, midway through the first calendar quarter, investors grew concerned about the dampening effects of severe winter weather on near-term growth, firmer language from the Fed regarding potential stimulus withdrawal and mounting tensions with Russia over its territorial assertions in Ukraine. The stock market experienced a rather quick and dramatic rotation away from higher growth, higher price/earnings ratio stocks that had performed so well in 2013 and into more defensive, value-oriented stocks. As we moved into the spring and summer months, equity markets again hit new highs as U.S. data improved and policy uncertainty was reduced. Market volatility declined to levels near historical lows prompting some concern from market analysts and policymakers who believed that investors may be growing overly complacent. As conditions improved on the domestic front, however, global growth was called into question as China and the emerging markets slowed, while Europe slipped back into a recession. The U.S. dollar strengthened dramatically, which weighed on the prices of all commodities. Oil prices experienced a dramatic decline from their early June high of approximately \$105/barrel and ended the reporting period at approximately \$65/barrel (source: West Texas Intermediate).

Commercial Mortgage-Backed Securities (CMBS), as measured by the Barclays U.S. CMBS Aggregate Index, returned 3.86% for the reporting period, outperforming duration equivalent Treasuries by 1.08%. All subsectors across the quality spectrum posted positive excess returns. CMBS held up relatively well despite bouts of volatility that riled other credit markets. Positive economic momentum in the U.S. and continued accommodative monetary policy supported the sector overall and CMBS index spreads ended the year modestly tighter at 98 bps. Commercial real estate fundamentals remained solid. Commercial property prices, according to the Moody's/RCA Commercial Property Price Index (CPPI)TM, were up 14% year over year through October and the index has now exceeded its pre-crisis peak. New issue volume was also strong, with U.S. \$140.8 billion being priced during the reporting.

What key strategies were used to manage the Funds during this twelve-month reporting period ended December 31, 2014?

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

Both Funds seek to generate total returns by investing in a diverse portfolio of mortgage-backed securities (MBS), consisting primarily of non-agency residential mortgage-backed securities (RMBS) and CMBS. Under normal circumstances, both Funds will invest at least 80% of their managed assets in MBS, primarily non-agency RMBS and CMBS. Both JLS and JMT may be leveraged directly to a maximum effective leverage of 33% of total net asset value. The Funds have a limited term of ten years from each Fund's inception, (JLS 11/25/09 and JMT 2/23/10), at which time all net asset value will be distributed to shareholders of record.

Nuveen Investments

6

During the reporting period, we remained constructive on CMBS, but continued to believe that the non-agency RMBS sector offered better relative value and we positioned the Funds accordingly. The Funds continue to be conservatively positioned within RMBS, with a bias toward higher quality collateral to try to protect against downside risk in the event of a prolonged path toward economic recovery.

CMBS posted positive returns during the twelve-month reporting period. CMBS index spreads ended the year modestly tighter, as the sector shrugged off global volatility that riled other credit markets. Underwriting standards continue to deteriorate and vary greatly by deal across new issuance, which requires judicious security selection, both within and across deals. Within legacy CMBS, these same relaxed underwriting standards will hopefully make it easier for many of these seasoned loans to refinance, which may then improve their credit performance. Continued economic recovery, coupled with better lending environment for commercial real estate (CRE) and a manageable near-term loan maturity schedule, bodes well for the longer term health of the sector.

The non-agency RMBS market generated positive returns during the twelve-month reporting period, in spite of softer housing data. The performance of non-agency collateral remains generally solid as defaults continue to improve. The percentage of realized losses incurred on loan balances prior to liquidation remain at stubbornly high levels as the remaining pool of distressed loans is concentrated in judicial foreclosure states where liquidation time lines are much longer.

How did the Funds perform during this twelve-month reporting period ended December 31, 2014?

The tables in the Performance Overview and Holding Summaries section of this report provide total return performance for the Funds for the one-year, five-year and since inception periods ended December 31, 2014. For the twelve-month reporting period, the Funds' total returns at net asset value (NAV) outperformed the Barclays U.S. Aggregate Bond Index. This index reflects the general performance of the bond market over these periods, but not the specific MBS market in which the Funds primarily invest. The total returns of the Funds were positive, as interest rates declined and asset spreads generally tightened.

Within the Funds, returns for the reporting period were mostly positive across sectors. The primary contributor to the Funds' returns was the allocation to residential credit, particularly the higher quality sectors (Prime and Alt-A). An allocation to CMBS also positively impacted performance.

Our approach to sector allocation has remained consistent since the Funds' launch. Both Funds seek to generate total returns by investing in a diverse portfolio of MBS consisting primarily of non-agency RMBS and CMBS. While we are constructive on CMBS, we continue to favor residential credit from a relative value perspective, and have a bias to the higher quality collateral types within each sector. With an emphasis on the long-term, we continued to focus on finding opportunities to add securities we feel were best positioned to provide stability of principal and attractive income over the duration of the Funds' limited terms.

Exposure to Fannie Mae and Freddie Mac credit risk transfer deals (CAS and STACR) detracted from performance during the reporting period, as their spreads widened in keeping with other credit markets. The Funds utilized U.S. Treasury futures to hedge against increases in interest rates and for duration management purposes and these positions had a modest negative impact on performance during the reporting period. In addition, the Funds briefly held call options to protect against an increase in volatility, which would likely be associated with widening credit spreads, contributed a small positive amount to performance during the period.

Fund**Leverage****IMPACT OF THE FUNDS' LEVERAGE STRATEGIES ON PERFORMANCE**

One important factor impacting the return of the Funds relative to their benchmarks was the Funds' use of leverage through the use of bank borrowings and reverse repurchase agreements. The Funds use leverage because our research has shown that, over time, leveraging provides opportunities for additional income and total return for shareholders. However, use of leverage also can expose shareholders to additional volatility. For example, as the prices of securities held by the Funds decline, the negative impact of these valuation changes on NAV and total return is magnified by the use of leverage. Conversely, leverage may enhance share returns during periods when the prices of securities held by the Funds generally are rising. The Funds' use of leverage through their investments in reverse repurchase agreements and bank borrowings had a slightly positive and positive effect on performance, respectively, over this reporting period.

As of December 31, 2014, the Funds' percentages of leverage are as shown in the accompanying table.

	JLS	JMT
Effective Leverage*	26.16%	27.18%
Regulatory Leverage*	26.16%	27.18%

* Effective leverage is the Fund's effective economic leverage, and includes both regulatory leverage and the leverage effects of certain derivative and other investments in the Fund's portfolio that increase the Fund's investment exposure. Regulatory leverage consists of preferred shares issued or borrowings of the Fund. Both of these are part of the Fund's capital structure. Regulatory leverage is subject to asset coverage limits set forth in the Investment Company Act of 1940.

THE FUNDS' REGULATORY LEVERAGE

During the period, the Funds employed leverage through bank borrowings and reverse repurchase agreements. The Funds have ceased the use of reverse repurchase agreements during the reporting period. As of December 31, 2014, the Funds have outstanding bank borrowings as shown in the accompanying table.

	JLS	JMT
Bank Borrowings	\$147,200,000	\$46,200,000

Refer to Notes to Financial Statements, Note 3 Portfolio Securities and Investments in Derivatives and Note 8 Borrowing Agreements for further details.

Share

Information

DISTRIBUTION INFORMATION

The following information regarding each Fund's distributions is current as of December 31, 2014.

Each Fund employs a cash-flow distribution policy whose goal is to provide shareholders with relatively consistent and predictable cash flow by distributing over time the Fund's net cash flows after expenses received on its investments.

Important points to understand about each Fund's distributions are:

- The net cash flows, after expenses, that each Fund receives on its investments will vary over time, and therefore its distribution rate will also vary over time. You should not draw any conclusions about a Fund's past or future investment performance from its current distribution rate.
- Actual net cash flows each Fund receives may differ from the Fund's distribution rate over shorter time periods. Over a specific timeframe, the difference between actual net cash flows and total Fund distributions will be reflected in an increasing (net cash flows exceed distributions) or a decreasing (distributions exceed net cash flows) Fund net asset value.
- Because of the nature of its investments, a portion of the cash flows each Fund receives may not be treated as net investment income for accounting and tax reporting purposes. While the ultimate tax character of a Fund's net cash flows and therefore its distributions is not known until after December 31st each year, along with each distribution the Fund provides you a written estimate of distribution sources, broken down as follows:
 - net investment income (regular interest and dividends),
 - realized capital gains, and
 - a return of capital (a non-taxable distribution).
- A non-taxable distribution is a payment of a portion of a Fund's capital. This may result even when a Fund's net cash flows received from portfolio investments exceed Fund distributions. This is because the Funds invest in certain securities such as REIT securities which may include a return of capital as all or a portion of the cash flows they distribute. Conversely, there are situations when Fund distributions exceed net cash flows but will still be 100% taxable to investors.
- Because the ultimate tax character of your distributions depends on each Fund's performance for its entire fiscal year (which is the calendar year for the Funds) as well as certain fiscal year-end tax adjustments, estimated distribution source information you receive with each distribution may differ from the tax information reported to you on your Fund's IRS Form 1099 statement.

Share Information (continued)

For the fiscal year ended December 31, 2014, the ratio of net distributable cash flow received to regular monthly Fund distributions paid were 100% for both JLS and JMT. The following table provides information regarding each Fund's distributions for the fiscal year ended December 31, 2014. This information is intended to help you better understand the accounting and tax character of those distributions.

As of Fiscal Year Ended December 31, 2014

	JLS	JMT
Inception Date	11/25/09	2/23/10
Per share distribution:		
Regular Monthly Distributions	\$ 1.55	\$ 1.56
Year-End Supplemental Distribution	0.00	0.00
Total Per Share Distributions	1.55	1.56
Distribution Character:		
From net investment income	\$ 1.00	\$ 0.85
From long-term capital gains	0.23	0.00**
From short-term capital gains	0.00	0.00
Return of capital (non-taxable distribution)	0.32	0.71
Total per share distribution	\$ 1.55	\$ 1.56
Current distribution rate*	6.56%	6.60%
Average annual total returns:		
1-Year on NAV	7.31%	7.63%
5-Year on NAV	10.59%	N/A
Since inception on NAV	10.38%	10.50%

* Current distribution rate is based on each Fund's last monthly distribution during the period, annualized, expressed over the market price on the last day of the period. Distributions may be sourced from a combination of net investment income, net realized capital gains, and/or a return of capital.

** Rounds to less than \$0.01 per share.

SHARE REPURCHASES

During August 2014, the Funds' Board of Trustees reauthorized an open-market share repurchase program, allowing each Fund to repurchase an aggregate of up to approximately 10% of its outstanding shares.

As of December 31, 2014, and since the inception of the Funds' repurchase programs, the Funds have cumulatively repurchased and retired shares as shown in the accompanying table.

	JLS	JMT
Shares Cumulatively Repurchased and Retired	0	0
Shares Authorized for Repurchase	1,590,000	485,000

OTHER SHARE INFORMATION

As of December 31, 2014, and during the current reporting period, the Funds' share prices were trading at a premium/(discount) to their NAVs as shown in the accompanying table.

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

	JLS	JMT
NAV	\$ 26.16	\$ 25.41
Share Price	\$ 23.15	\$ 23.17
Premium/(Discount) to NAV	(11.51)%	(8.82)%
12-Month Average Premium/(Discount) to NAV	(9.78)%	(9.48)%

Nuveen Investments

10

Risk

Considerations

Fund shares are not guaranteed or endorsed by any bank or other insured depository institution, and are not federally insured by the Federal Deposit Insurance Corporation. Shares of closed-end funds are subject to investment risks, including the possible loss of principal invested. Past performance is no guarantee of future results. Fund common shares are subject to a variety of risks, including:

Investment, Market and Price Risk. An investment in common shares is subject to investment risk, including the possible loss of the entire principal amount that you invest. Your investment in common shares represents an indirect investment in the corporate securities owned by the Funds, which generally trade in the over-the-counter markets. Shares of closed-end investment companies like the Funds frequently trade at a discount to their NAV. Your common shares at any point in time may be worth less than your original investment, even after taking into account the reinvestment of Fund dividends and distributions.

Leverage Risk. A Fund's use of leverage creates the possibility of higher volatility for the Fund's per share NAV, market price, and distributions. Leverage risk can be introduced through regulatory leverage (issuing preferred shares or debt borrowings at the Fund level) or through certain derivative investments held in a Fund's portfolio. Leverage typically magnifies the total return of a Fund's portfolio, whether that return is positive or negative. The use of leverage creates an opportunity for increased common share net income, but there is no assurance that a Fund's leveraging strategy will be successful.

Tax Risk. The tax treatment of Fund distributions may be affected by new IRS interpretations of the Internal Revenue Code and future changes in tax laws and regulations.

Issuer Credit Risk. This is the risk that a security in a Fund's portfolio will fail to make dividend or interest payments when due.

Call Risk or Prepayment Risk. Issuers may exercise their option to prepay principal earlier than scheduled, forcing a Fund to reinvest in lower-yielding securities.

Interest Rate Risk. Fixed-income securities such as bonds, preferred, convertible and other debt securities will decline in value if market interest rates rise.

Below-Investment Grade Risk. Investments in securities below investment grade quality are predominantly speculative and subject to greater volatility and risk of default.

Mortgage-Backed Securities (MBS) Risk. Investing in MBS entails various risks, including credit risks inherent in the underlying collateral, the risk that the servicer fails to perform its duties, liquidity risks, interest rate risks, structure risks, and geographical concentration risks.

Limited Term Risk. It is anticipated that JLS will terminate on or before November 30, 2019 and JMT will terminate on or before February 28, 2020, although each could terminate sooner or later under certain conditions. Because the assets of the Funds will be liquidated in connection with their respective terminations, each may be required to sell portfolio securities when they otherwise would not desire to do so, including at times when market conditions are not favorable, which may cause them to lose money.

Reinvestment Risk. If market interest rates decline, income earned from a Fund's portfolio may be reinvested at rates below that of the original bond that generated the income.

Nuveen Investments

11

Risk Considerations (continued)

Prepayment Risk. MBS represent an interest in a pool of mortgages. These mortgages typically permit borrowers to prepay amounts owing, often with no penalty. The relationship between borrower prepayments and changes in interest rates may mean some high-yielding mortgage-related and asset-backed securities have less potential for increases in value if market interest rates were to fall than conventional bonds with comparable maturities. In addition, in periods of falling interest rates, the rate of prepayments tends to increase. During such periods, the reinvestment of prepayment proceeds by a Fund will generally be at lower rates than the rates that were carried by the obligations that have been prepaid. Because of these and other reasons, the total return and maturity of mortgage-related and asset-backed securities may be difficult to predict precisely. To the extent that a Fund purchases mortgage-related securities at a premium, prepayments may result in loss of the Fund's principal investment to the extent of any unamortized premium.

Nuveen Investments

12

JLS**Nuveen Mortgage Opportunity Term Fund****Performance Overview and Holding Summaries as of December 31, 2014**

Refer to Glossary of Terms Used in this Report for further definition of terms used in this section.

Average Annual Total Returns as of December 31, 2014

	Average Annual		Since
	1-Year	5-Year	Inception ¹
JLS at NAV	7.31%	10.59%	10.38%
JLS at Share Price	6.72%	7.33%	7.18%
Barclays U.S. Aggregate Bond Index	5.97%	4.45%	4.11%

Past performance is not predictive of future results. Current performance may be higher or lower than the data shown. Returns do not reflect the deduction of taxes that shareholders may have to pay on Fund distributions or upon the sale of Fund shares. Returns at NAV are net of Fund expenses, and assume reinvestment of distributions. Comparative index return information is provided for the Fund's shares at NAV only. Indexes are not available for direct investment.

Share Price Performance Weekly Closing Price

This data relates to the securities held in the Fund's portfolio of investments as of the end of the reporting period. It should not be construed as a measure of performance for the Fund itself. Holdings are subject to change.

Ratings shown are the highest rating given by one of the following national rating agencies: Standard & Poor's Group, Moody's Investors Service, Inc. or Fitch, Inc. Credit ratings are subject to change. AAA, AA, A and BBB are investment grade ratings; BB, B, CCC, CC, C and D are below-investment grade ratings. Certain bonds backed by U.S. Government or agency securities are regarded as having an implied rating equal to the rating of such securities. Holdings designated N/R are not rated by these national rating agencies.

Fund Allocation

(% of net assets)

Mortgage-Backed Securities	130.5%
Asset-Backed Securities	0.5%
Short-Term Investments	4.2%
Other Assets Less Liabilities	0.2%
Net Assets Plus Borrowings	135.4%
Borrowings	(35.4)%
Net Assets	100%

Credit Quality

(% of total long-term investments)

AAA/U.S. Guaranteed	3.7%
AA	2.2%
A	1.6%
BBB	6.1%
BB or Lower	81.7%
N/R (not rated)	4.7%
Total	100%

1 Since inception returns are from 11/25/09.

Nuveen Investments

13

JMT**Nuveen Mortgage Opportunity Term Fund 2****Performance Overview and Holding Summaries as of December 31, 2014**

Refer to Glossary of Terms Used in this Report for further definition of terms used in this section.

Average Annual Total Returns as of December 31, 2014

	Average Annual Since Inception¹	
	1-Year	
JMT at NAV	7.63%	10.50%
JMT at Share Price	7.81%	7.88%
Barclays U.S. Aggregate Bond Index	5.97%	4.27%

Past performance is not predictive of future results. Current performance may be higher or lower than the data shown. Returns do not reflect the deduction of taxes that shareholders may have to pay on Fund distributions or upon the sale of Fund shares. Returns at NAV are net of Fund expenses, and assume reinvestment of distributions. Comparative index return information is provided for the Fund's shares at NAV only. Indexes are not available for direct investment.

Share Price Performance Weekly Closing Price

This data relates to the securities held in the Fund's portfolio of investments as of the end of the reporting period. It should not be construed as a measure of performance for the Fund itself. Holdings are subject to change.

Ratings shown are the highest rating given by one of the following national rating agencies: Standard & Poor's Group, Moody's Investors Service, Inc. or Fitch, Inc. Credit ratings are subject to change. AAA, AA, A and BBB are investment grade ratings; BB, B, CCC, CC, C and D are below-investment grade ratings. Certain bonds backed by U.S. Government or agency securities are regarded as having an implied rating equal to the rating of such securities. Holdings designated N/R are not rated by these national rating agencies.

Fund Allocation

(% of net assets)

Mortgage-Backed Securities	132.0%
Asset-Backed Securities	0.5%

Short-Term Investments	4.7%
Other Assets Less Liabilities	0.1%
Net Assets Plus Borrowings	137.3%
Borrowings	(37.3)%
Net Assets	100%

Credit Quality

(% of total long-term investments)

AAA/U.S. Guaranteed	3.0%
AA	1.8%
A	1.7%
BBB	5.5%
BB or Lower	83.4%
N/R (not rated)	4.6%
Total	100%

1 Since inception returns are from 2/23/10.

Nuveen Investments

14

Shareholder**Meeting Report**

The annual meeting of shareholders was held in the offices of Nuveen Investments on August 5, 2014 for JLS and JMT; at this meeting the shareholders were asked to vote to approve a new investment management agreement, to approve new sub-advisory agreements and to elect Board Members.

	JLS Common Shares	JMT Common Shares
To approve a new investment management agreement between each Fund and Nuveen Advisors, LLC.		
For	7,174,222	2,213,795
Against	108,032	33,929
Abstain	106,516	22,154
Broker Non-Votes	1,044,396	668,176
Total	8,433,166	2,938,054
To approve a new sub-advisory agreement between Nuveen Fund Advisors and each Fund's sub-advisor(s) as follows:		
a. Nuveen Fund Advisors and Nuveen Asset Management, LLC.		
For	7,162,400	2,210,644
Against	121,273	37,566
Abstain	105,097	21,668
Broker Non-Votes	1,044,396	668,176
Total	8,433,166	2,938,054
i. Nuveen Fund Advisors and Wellington Management Company LLP.		
For	7,143,843	
Against	120,957	
Abstain	123,970	
Broker Non-Votes	1,044,396	
Total	8,433,166	
Approval of the Board Members was reached as follows:		
William Adams IV		
For	8,249,105	2,895,290
Withhold	184,061	42,764
Total	8,433,166	2,938,054
David J. Kundert		
For	8,243,663	2,895,503
Withhold	189,503	42,551
Total	8,433,166	2,938,054
John K. Nelson		
For	8,254,178	2,896,886
Withhold	178,988	41,168
Total	8,433,166	2,938,054
Terence J. Toth		
For	8,226,473	2,896,886
Withhold	206,693	41,168
Total	8,433,166	2,938,054

Report of

Independent Registered Public Accounting Firm

To the Board of Trustees and Shareholders of

Nuveen Mortgage Opportunity Term Fund

Nuveen Mortgage Opportunity Term Fund 2:

In our opinion, the accompanying statements of assets and liabilities, including the portfolios of investments, and the related statements of operations, of changes in net assets and of cash flows and the financial highlights present fairly, in all material respects, the financial position of Nuveen Mortgage Opportunity Term Fund and Nuveen Mortgage Opportunity Term Fund 2 (hereinafter referred to as the "Funds") at December 31, 2014, the results of each of their operations and of each of their cash flows for the year then ended, the changes in each of their net assets for each of the two years in the period then ended and the financial highlights for each of the periods presented, in conformity with accounting principles generally accepted in the United States of America. These financial statements and financial highlights (hereafter referred to as "financial statements") are the responsibility of the Funds' management; our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these financial statements in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits, which included confirmation of securities at December 31, 2014 by correspondence with the custodian and brokers, provide a reasonable basis for our opinion.

PricewaterhouseCoopers LLP

Chicago, IL

February 27, 2015

Nuveen Investments

16

JLS

Nuveen Mortgage Opportunity Term Fund

Portfolio of Investments December 31, 2014

Principal Amount (000)	Description (1)	Coupon	Maturity	Ratings (2)	Value
	LONG-TERM INVESTMENTS	131.0% (96.9% of Total Investments)			
	MORTGAGE-BACKED SECURITIES	130.5% (96.5% of Total Investments)			
	Residential	130.5%			
\$ 2,700	American Credit Auto Receivables 12-3D, 144A	5.000%	12/16/19	BB	\$ 2,717,267
6,500	Argent Securities Inc., Asset-Backed Pass-Through Certificates, Series 2005-W2	0.660%	10/25/35	B	5,153,558
8,837	Asset Backed Funding Corporation, Asset-Backed Certificates Series 2006-OPT1	0.410%	9/25/36	CCC	6,222,601
2,846	Banc of America Alternative Loan Trust, Pass-Through Certificates, Series 2006-6	6.000%	7/25/46	Caa3	2,345,696
4,775	Banc of America Funding Corporation, Mortgage Pass-Through Certificates, Series 2006-G	0.455%	7/20/36	Ba3	4,407,526
3,142	Banc of America Mortgage Securities Inc, Mortgage Pass-Through Certificates, Series 2007-1	6.000%	3/25/37	Caa3	2,951,236
868	Bank of America Funding Corporation, Mortgage Pass-Through Certificates, Series 2007-C	2.674%	5/20/36	Caa2	815,902
7,286	Bank of America Funding Trust, 2007-A 2A1	0.325%	2/20/47	CCC	6,215,673
8,042	BCAP LLC Trust, Mortgage Pass-Through Certificates, Series 2006-AA2	0.340%	1/25/37	Caa3	6,390,324
6,298	BCAP LLC Trust, Mortgage Pass-Through Certificates, Series 2007 AA1 2A1	0.350%	3/25/37	Caa3	5,235,430
3,179	Bear Stearns Adjustable Rate Mortgage Trust 2005-3	2.617%	6/25/35	Caa2	2,935,934
1,069	Bear Stearns Adjustable Rate Mortgage Trust, Mortgage Pass-Through	2.574%	7/25/36	D	885,936

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

	Certificate Series 2006-2				
4,487	Bear Stearns Adjustable Rate Mortgage Trust, Mortgage Pass-Through Certificate Series 2006-4	2.491%	10/25/36	D	3,800,582
6,834	Bear Stearns Adjustable Rate Mortgage Trust, Mortgage Pass-Through Certificate Series 2007-4	4.899%	6/25/47	D	6,132,534
1,582	Bear Stearns Adjustable Rate Mortgage Trust, Pass-Through Certificates Series 2005-12	2.484%	2/25/36	Caa3	1,310,376
6,370	Bear Stearns Adjustable Rate Mortgage Trust, Pass-Through Certificates Series 2005-12	2.487%	2/25/36	Caa3	5,636,150
3,275	Bear Stearns Adjustable Rate Mortgage Trust, Pass-Through Certificates, Series 2007-1	2.764%	2/25/47	D	2,596,822
5,377	Bear Stearns Alt-A Trust, Mortgage Pass-Through Certificates, Series 2006-8	0.490%	6/25/46	Ca	3,835,791
5,827	Bear Stearns Alt-A Trust, Mortgage Pass-Through Certificates, Series 2006-8	2.880%	8/25/46	Ca	4,258,966
2,025	Bear Stearns Asset Backed Securities I Trust 2002-EC2	0.555%	2/25/36	BBB	1,935,293
2,175	Bear Stearns Commercial Mortgage Securities Trust, Pass-Through Certificates 2007-WR16	5.707%	6/11/40	B1	2,228,984
2,381	CAI Funding II Limited, Series 2012-1A, 144A	3.470%	10/25/27	A	2,394,262
6,490	Carrington Mortgage Loan Trust, Asset Backed Pass-Through Certificates, Series 2005-NC5	0.650%	10/25/35	BB	5,627,687
6,985	Carrington Securities LP, Mortgage Loan Trust Asset-Backed Pass-Through Certificates Series 2007-HE1	0.320%	6/25/37	Caa1	6,085,597
2,090	CDGJ Commercial Mortgage Trust, Mortgage Pass-Through Certificates, Series 2014-BXCH, 144A	4.404%	12/15/27	N/R	2,090,635
6,368	Chaseflex Trust Series 2007-2	0.450%	5/25/37	CCC	5,772,732
1,926		3.155%	3/25/37	D	1,519,548

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

	Citigroup Mortgage Loan Trust Inc., Mortgage Pass-Through Certificates, Series 2007-AR4				
1,399	Citigroup Mortgage Loan Inc., Mortgage Pass-Through Certificates, Series 2006- AR2	2.696%	3/25/36	Caa3	1,279,499
1,984	Citigroup Mortgage Loan Trust Inc., Mortgage Pass-Through Certificates, Series 2005-3	2.640%	8/25/35	Caa2	1,835,376
8,165	Citigroup Mortgage Loan Trust Inc., Mortgage Pass-Through Certificates, Series 2007-AR1	0.390%	1/25/37	CCC	5,882,096
1,571	Citigroup Mortgage Loan Trust, Mortgage Pass-Through Certificates Series 2007-AR8	2.685%	7/25/37	Caa3	1,459,024
2,239	Citigroup Mortgage Loan Trust, Mortgage Pass-Through Certificates, Series 2006-AR7	2.488%	11/25/36	D	1,830,916
3,415	Citigroup Mortgage Loan Trust, Mortgage Pass-Through Certificates, Series 2006-AR7	2.625%	11/25/36	D	2,923,500
3,820	Commercial Mortgage Pass-Through Certificates Series 2012-CR4, 144A	4.575%	10/15/45	BBB	3,811,248
2,374	Countrywide Alternative Loan Trust, Mortgage Pass-Through Certificates, Series 2005-63	5.299%	11/25/35	Ca	1,913,772
654	Countrywide Alternative Loan Trust, Mortgage Pass-Through Certificates, Series 2006-6CB	5.750%	5/25/36	Ca	527,073
5,251	Countrywide Alternative Loan Trust, Mortgage Pass-Through Certificates, Series 2007-19	6.000%	8/25/37	D	4,445,987
2,165	Countrywide Alternative Loan Trust, Mortgage Pass-Through Certificates, Series 2007-3T1	6.000%	4/25/37	Caa3	1,800,095
85	Countrywide Alternative Loan Trust, Securitization Pass-Through Certificates Series 2007-HY5R	2.543%	3/25/47	Caa2	84,083

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

6,346	Countrywide Alternative Loan Trust, Securitization Pass-Through Certificates Series 2007-HY7C A1	0.310%	8/25/37	Caa3	5,271,408
2,300	Countrywide Asset Backed Certificates Trust 2005-IM1	0.570%	11/25/35	BBB+	2,187,139
3,560	Countrywide Asset-Backed Certificates Trust, Series 2006-17	0.320%	3/25/47	AAA	3,018,898
2,380	Countrywide CHL Mortgage Pass-Through Trust 2006-HYB1	2.458%	3/20/36	CCC	2,098,638
1,371	Countrywide CHL Mortgage Pass-Through Trust Series 2005-HY10	2.941%	2/20/36	Caa3	1,152,997
5,081	Countrywide Home Loans Mortgage Pass-Through Certificates, Series 2005-HYB7	4.832%	11/20/35	Caa3	4,559,569
818	Countrywide Home Loans Mortgage Pass-Through Trust Certificates Series 2007-HY5	4.876%	9/25/37	D	752,608
6,393	Countrywide Home Loans Mortgage Pass- Through Trust, Series 2007-HY1 1A1	2.658%	4/25/37	D	5,718,156
4,516	Credit Suisse Adjustable Rate Mortgage Trust 2005-9	0.440%	11/25/35	B+	4,107,289
5,596	Credit Suisse Adjustable Rate Mortgage Trust 2006-3, Pass-Through Certificates	0.290%	8/25/36	CCC	3,654,735
916	Credit Suisse Adjustable Rate Mortgage Trust 2007-2	0.380%	6/25/37	Caa3	720,212
3,693	Credit Suisse First Boston Mortgage Acceptance Corporation, Adjustable Rate Mortgage-Backed Pass-Through Certificates, Series 2005-12	2.805%	3/25/36	Caa3	2,866,363

Nuveen Investments
17

JLS Nuveen Mortgage Opportunity Term Fund
Portfolio of Investments (continued) December 31, 2014

Principal Amount (000)	Description (1)	Coupon	Maturity	Ratings (2)	Value
	Residential (continued)				
\$ 1,214	Credit Suisse First Boston Mortgage Securities Corporation, Adjustable Rate Mortgage-Backed Pass-Through Certificates, Series 2006-2	2.738%	5/25/36	D	\$ 1,128,366
815	Fannie Mae Connecticut Avenue Securities, Series 2014-C02	2.770%	5/25/24	AA+	717,816
2,790	Fannie Mae Connecticut Avenue Securities, Series 2013-C01	5.420%	10/25/23	N/R	3,017,357
3,350	Fannie Mae, Connecticut Avenue Securities Series 2014-C01	4.570%	1/25/24	AA+	3,447,472
4,000	Fannie Mae, Connecticut Avenue Securities, Series 2014-C03	3.170%	7/25/24	AA+	3,613,408
4,518	Federal Home Loan Mortgage Corporation, REMIC, (I/O)	6.489%	5/15/36	Aaa	596,981
5,350	Federal Home Loan Mortgage Corporation, REMIC, (I/O)	6.459%	7/15/36	Aaa	924,242
6,500	First Franklin Mortgage Loan Trust, Collateralized Mortgage Obligation, Series 2005-FFH3	0.700%	9/25/35	Ba2	6,078,722
3,380	First Horizon Alternative Mortgage Securities Trust, Mortgage Pass-Through Certificates Series 2006-FA3	6.000%	7/25/36	Caa3	2,841,578
3,060	First Horizon Alternative Mortgage Securities Trust, Mortgage Pass-Through Certificates Series 2006-FA3	6.000%	7/25/36	Caa3	2,572,303

%

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

6,550	First Horizon Alternative Mortgage Securities Trust, Pass-Through Certificates, Series 2006-FA8	0.670	2/25/37	Caa3	3,834,515
2,508	First Horizon Alternative Mortgage Securities Trust, Pass-Through Certificates Series 2005-A7	2.240%	9/25/35	Caa2	2,189,063
228	First Horizon Mortgage Pass-Through Certificates Trust, Series 2007-AR1	2.581%	5/25/37	D	182,545
2,158	First Horizon Mortgage Pass-Through Trust, Mortgage Pass-Through Certificate Series 2007-AR2	2.582%	8/25/37	D	1,768,948
7,310	Freddie Mac Collateralized Mortgage REMIC Series 4338, (I/O)	2.490%	6/25/42	AA+	1,318,607
3,850	Freddie Mac Mortgage Trust, Multifamily Mortgage Pass-Through Certificates, Series 2013-K713, 144A	3.165%	4/25/46	BBB	3,745,380
5,400	Freddie Mac Multifamily Structured Pass-Through Certificates, Series K701, (I/O)	2.108%	7/25/48	Aaa	293,015
4,296	Freddie Mac Multi-Class Certificates, (I/O)	6.139%	8/15/35	Aaa	553,394
848	Freddie Mac Multi-Class Certificates, (I/O)	6.989%	6/15/36	Aaa	156,544
2,195	Freddie Mac Multi-Class Certificates, (I/O)	6.839%	8/15/36	Aaa	360,964
2,276	Freddie Mac Multi-Class Certificates, (I/O)	6.239%	6/15/39	Aaa	234,791
2,038	Freddie Mac Multi-Class Certificates, (I/O)	6.039%	10/15/39	Aaa	273,624
4,386	Freddie Mac Multi-Class Certificates, (I/O)	6.289%	2/15/40	Aaa	544,382
4,000	Freddie Mac Multifamily Mortgage Trust, Series 2011-K704, 144A	4.533%	10/25/30	Baa1	4,228,776
1,210	Freddie Mac Multifamily Mortgage Trust, Structured Pass-Through Certificates,	3.819%	6/25/47	AA+	1,247,590

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

5,123	Series 2012-K710, 144A Freddie Mac Multifamily Mortgage Trust, Structured Pass-Through Certificates, Series 2013-K31, 144A	3.739%	7/25/46	Baa3	4,822,120
1,491	Freddie Mac Multifamily Mortgage Trust, Structured Pass-Through Certificates, Series 2014-K38, 144A	4.636%	6/25/47	BBB+	1,492,163
1,150	Freddie Mac Multifamily Mortgage Trust, Structured Pass-Through Certificates, Series 2014-K715, 144A	4.124%	2/25/46	Baa2	1,139,944
6,950	Freddie Mac Multifamily Structured Pass-Through Certificates K036, (I/O)	2.111%	12/25/41	Aaa	1,027,752
17,405	Freddie Mac Multifamily Structured Pass-Through Certificates, Series K025, (I/O)	1.751%	11/25/40	Aaa	1,973,936
11,406	Freddie Mac Multifamily Structured Pass-Through Certificates, Series K031, (I/O)	1.661%	7/25/41	Aaa	1,293,494
16,460	Freddie Mac Multifamily Structured Pass-Through Certificates, Series K034, (I/O)	1.726%	9/25/41	Aaa	1,979,614
9,800	Freddie Mac Multifamily Structured Pass-Through Certificates, Series K037, (I/O)	2.206%	1/25/24	AA+	1,576,418
11,060	Freddie Mac Multifamily Structured Pass-Through Certificates, Series K715, (I/O)	2.017%	2/25/41	N/R	1,195,863
6,257	Freddie Mac Multifamily Structured Pass-Through Certificates Series KF01, (I/O)	1.969%	7/25/40	Aaa	773,964
1,630	Freddie Mac Multifamily Structured Pass-Through Certificates, Series K013, (I/O)	2.807%	1/25/43	Aaa	237,623
13,675	Freddie Mac Multifamily Structures Pass- Through Certificates, Series 2011-K012, (I/O)	2.288%	1/25/41	Aaa	1,617,387

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

775	Freddie Mac Multifamily Trust, Structured Pass-Through Certificates, Series 2014-K37, 144A	4.558%	1/25/47	A	775,114
15,800	Freddie Mac Structured Pass-Through Certificates, Series K711 X3, (I/O)	1.619%	8/25/40	Aaa	1,042,358
4,454	GMAC Mortgage Corporation, Mortgage Pass-Through Certificates, Series 2005-AR5	2.939%	9/19/35	CCC	4,322,744
4,190	GMACM Mortgage Corporation, Mortgage Pass-Through Certificates, Series 2005-AF2	6.000%	12/25/35	D	3,461,461
3,710	GMACM Mortgage Corporation, Mortgage Pass-Through Certificates, Series 2006-AR1	2.970%	4/19/36	Caa3	3,271,457
3,512	Goldman Sachs GSAA Home Equity Trust, Series 2006-4 4A2	0.400%	3/25/36	Caa3	3,153,028
6,518	Goldman Sachs GSAA Home Equity Trust, Series 2007-8	0.620%	8/25/37	CCC	5,847,380
427	Goldman Sachs Mortgage Securities Corporation, GSR Mortgage Loan Trust, Mortgage Pass-Through Certificates Series 2007-AR1	2.614%	3/25/47	D	372,445
7,364	Goldman Sachs Mortgage Securities Corporation, Mortgage Pass-Through Certificates, Series 2006-AR1 2A4	2.629%	1/25/36	D	6,829,367
1,698	Government National Mortgage Association Pool, (I/O)	4.500%	10/20/39	Aaa	269,885
2,550	Gramercy Park CLO Limited, Series 2012-1AR, 144A	3.178%	7/17/23	A	2,505,735
2,888		0.245%	12/20/54	AAA	2,864,503

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

Granite Master Issuer
 PLC Series 2006-3

2,153	GSAA Home Equity Trust Series 2007-5	0.270%	3/25/47	CCC	1,130,735
2,899	GSAA Home Equity Trust Series 2007-5	5.788%	3/25/47	CCC	1,988,805
3,881	GSR Mortgage Loan Trust, Mortgage Pass- Through Certificates, Series 2006-AR2	2.561%	4/25/36	D	3,290,926

Nuveen Investments
 18

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

Principal Amount (000)	Description (1)	Coupon	Maturity	Ratings (2)	Value
	Residential (continued)				
\$ 3,790	GSR Mortgage Securities Corporation, Mortgage Pass-Through Certificates, Series 2007-AR2	2.703%	5/25/37	D	\$ 3,119,378
5,383	HarborView Mortgage Loan Trust 2006-12	0.404%	12/19/36	Ca	3,823,443
7,004	HomeBanc Mortgage Trust, Mortgage Backed Notes 2005-5	0.430%	1/25/36	Caa1	6,010,433
3,831	HSI Asset Securitization Corporation, Mortgage Pass-Through Certificates, Series 2006-HE1	0.280%	10/25/36	CCC	2,111,400
2,000	Impac Secured Assets Corporation 2004-3	1.070%	11/25/34	Baa1	1,736,834
1,740	IndyMac INDA Mortgage Loan Trust, Series 2006-AR1	4.950%	8/25/36	B2	1,722,547
3,326	IndyMac INDA Mortgage Loan Trust, Series 2007-AR3	5.342%	7/25/37	Caa2	3,017,649
669	IndyMac INDX Mortgage Loan Trust, Series 2005-AR23	2.379%	11/25/35	Caa3	562,443
3,008	IndyMac INDX Mortgage Loan Trust, Series 2006-AR15	0.290%	7/25/36	N/R	2,305,931
7,073	IndyMac INDX Mortgage Loan Trust, Series 2007-AR7 2A1	2.056%	6/25/37	Ca	5,373,915
1,709	JPMorgan Mortgage Trust, Mortgage Pass-Through Certificates, Series 2006-A4	2.663%	6/25/36	Caa2	1,472,021
3,300	JPMorgan Alternative Loan Trust, Mortgage Pass-Through Certificates 2006-S4	5.960%	12/25/36	CC	2,690,117
4,170	JPMorgan Chase Commercial Mortgage Securities Corporation, Commercial Mortgage Pass-Through Certificates, Series 2006-LDP8	5.480%	5/15/45	Baa1	4,369,735
1,153	JPMorgan Chase Commercial Mortgage Securities Corporation, Commercial Mortgage	6.000%	1/25/37	Caa3	1,041,037

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

5,300	Pass-Through Certificates, Series 2006-S4 A5 JPMorgan Chase Commercial Mortgage Securities Corporation, Commercial Mortgage Pass-Through Certificates, Series 2006-S4 A8	0.550%	1/25/37	Caa3	3,439,401
5,000	JPMorgan Chase Commercial Mortgage Securities Trust, Pass-Through Certificates Series 2006-LDP9	5.337%	5/15/47	Ba1	5,012,355
2,300	JPMorgan Chase Commercial Mortgage Trust, Commercial Mortgage Pass-Through Certificates, Series 2006-CB17 AM	5.464%	12/12/43	Ba1	2,376,884
4,200	JPMorgan Mortgage Acquisition Corporation, Asset-Backed Pass-Through Certificates, Series 2007-CH5	0.430%	5/25/37	B3	3,247,738
3,900	JPMorgan Mortgage Acquisition Trust, Series 2006-A6	2.799%	10/25/36	Caa2	3,533,695
642	JPMorgan Mortgage Trust, Mortgage Pass-Through Certificates, Series 2007-A4	2.539%	6/25/37	D	577,858
2,500	LB UBS Commercial Mortgage Trust, Series 2006-C4	5.853%	6/15/38	Ba2	2,604,800
3,981	LSTAR Securities Investment Trust, Mortgage Pass-Through Certificates, Series 2014-2, 144A	2.155%	12/1/21	N/R	3,914,644
4,145	Merrill Lynch Mortgage Backed Securities Trust, Mortgage Loan Asset Backed Notes, Series 2007-2	2.540%	8/25/36	Caa2	3,801,883
6,234	Merrill Lynch Mortgage Backed Securities Trust, Mortgage Loan Asset Backed Notes, Series 2007-3	2.805%	6/25/37	D	5,205,238
4,465	Merrill Lynch Mortgage Investors Trust, Mortgage Loan Asset-Backed Certificates, 2005-A9	2.510%	12/25/35	CCC	4,315,789

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

3,800	Merrill Lynch Mortgage Trust, Commercial Mortgage Pass-Through Certificates, Series 2007-C1 AM	5.835%	6/12/50	B	3,920,456
	ML_CFC Commercial Mortgage Trust, Pass-Through Certificates, Series 2007-8	5.882%	8/12/49	BB	3,967,259
7,660	Morgan Stanley Capital I Inc., Mortgage Pass-Through Certificates, Series 2006- HE1	0.460%	1/25/36	CCC	6,818,932
4,130	Morgan Stanley Capital I Trust, Commercial Mortgage Pass-Through Certificates, Series 2006-HQ8	5.492%	3/12/44	BB	4,164,808
2,045	Morgan Stanley Capital I Trust, Commercial Mortgage Pass-Through Certificates 2006-TOP21, 144A	5.404%	10/12/52	Baa1	2,081,203
1,525	Morgan Stanley Capital I Trust, Commercial Mortgage Pass-Through Certificates 2006-TOP21, 144A	5.404%	10/12/52	Baa2	1,532,001
4,000	Morgan Stanley Capital I Trust, Commercial Mortgage Pass-Through Certificates, Series 2007-IQ14	5.684%	4/15/49	Ba2	4,161,620
3,850	Morgan Stanley Capital I Trust, Commercial Mortgage Pass-Through Certificates, Series 2007-TOP25	5.574%	11/12/49	B1	3,951,698
3,074	Morgan Stanley Mortgage Loan Trust, Mortgage Pass-Through Certificates, Series 2006-3AR	2.832%	3/25/36	Caa3	2,528,041
5,327	Mortgage-IT Trust, Mortgage-Backed Notes, Series 2005-5	0.430%	12/25/35	BB+	4,886,303
6,712	Mortgage-IT Trust 2005-4	0.450%	10/25/35	BB+	6,099,852
2,574	Opteum Mortgage Acceptance Corporation, Asset backed Pass-Through Certificates, Series 2006-1	0.470%	4/25/36	CCC	2,198,204

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

619	Popular Asset Backed Securities Mortgage Pass-Through Trust 2005-2 M1	4.899%	4/25/35	B1	515,679
4,377	Renaissance Home Equity Loan Trust 2005-3	4.934%	8/25/35	Ba3	4,254,347
4,837	Renaissance Home Equity Loan Trust Asset Backed Certificates, Series 2007-3	6.998%	9/25/37	CCC	3,128,623
4,026	Residential Accredit Loans Inc., Hybrid Adjustable Rate Mortgages, 2006-QA6	0.360%	7/25/36	Caa3	3,149,198
6,780	Residential Accredit Loans Inc., Mortgage Asset-Backed Pass-Through Certificates, Series 2005-QA10 A31	3.535%	9/25/35	Caa3	5,773,067
3,880	Residential Accredit Loans Inc., Mortgage Asset-Backed Pass-Through Certificates, Series 2006-QS1	5.750%	1/25/36	Caa3	3,408,484
2,373	Residential Accredit Loans Inc., RALI Mortgage Asset-Backed Pass-Through Certificates, Series 2007-QS2	6.250%	1/25/37	Caa3	1,949,044
2,124	Residential Accredit Loans Inc., RALI Mortgage Asset-Backed Pass-Through Certificates, Series 2005-QA6	3.126%	5/25/35	Ca	1,734,595

Nuveen Investments
19

JLS Nuveen Mortgage Opportunity Term Fund
Portfolio of Investments (continued) December 31, 2014

Principal Amount (000)	Description (1)	Coupon	Maturity	Ratings (2)	Value
	Residential (continued)				
\$ 3,500	Residential Asset Mortgage Products Inc. Asset Backed Pass-Through Certificates, Series 2005-RS7	0.670%	7/25/35	Ba1	\$ 3,036,779
7,295	Residential Asset Mortgage Products, Mortgage Asset-Backed Pass-Through Certificates, Series 2006-NC2	0.460%	2/25/36	B2	6,150,378
2,793	Residential Funding Mortgage Securities I Inc., Mortgage Pass-Through Certificates Series 2007-SA3	3.797%	7/27/37	D	2,340,883
1,771	Residential Funding Mortgage Securities I Inc., Mortgage Pass-Through Certificates, Series 2006-SA3	3.594%	9/25/36	D	1,476,181
2,766	Residential Funding Mortgage Securities I, Mortgage Pass-Through Securities Series 2006-S1	5.750%	1/25/36	Caa3	2,259,824
2,968	Residential Funding Mortgage Securities I, Mortgage Pass-Through Securities Series 2006-S1	3.225%	2/25/36	Caa2	2,643,751
3,098	Residential Funding Mortgage Securities I, Mortgage Pass-Through Certificates, Series 2007-SA2	3.060%	4/25/37	Caa2	2,693,081
3,314	Residential Funding Mortgage Securities I, Mortgage Pass-Through Certificates, Series 2007-SA2	3.060%	4/25/37	Caa2	2,880,536

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

2,184	Residential Funding Mortgage Securities Inc. Mortgage Pass-Through Certificates Series 2006-SA2	3.656%	8/25/36	D	1,919,019
5,122	Sequoia Mortgage Trust, Mortgage Pass-Through Certificates, Series 2007-1	2.423%	2/20/47	CCC	4,469,112
510	Sierra Receivables Funding Company, Series 2011-1A	6.190%	4/20/26	BB	530,454
953	Soundview Home Equity Loan Trust 2004-WMC1 M1	0.920%	1/25/35	BB+	851,847
5,380	Structured Adjustable Rate Mortgage Loan Pass-Through Trust, Series 2007-6 2A1	0.360%	7/25/37	CCC	3,898,609
905	Structured Agency Credit Risk Debt Notes 2014-DN2	3.770%	4/25/24	N/R	833,321
11,975	Structured Agency Credit Risk Debt Notes, 2013-DN2	4.405%	11/25/23	N/R	12,094,810
3,085	SunTrust Adjustable Rate Mortgage Loan Trust, Mortgage Pass-Through Certificate Series 2007-2	2.712%	4/25/37	D	2,592,728
1,713	SunTrust Adjustable Rate Mortgage Loan Trust, Mortgage Pass-Through Certificate Series 2007-4	2.966%	10/25/37	Caa1	1,573,437
672	SunTrust Adjustable Rate Mortgage Loan Trust, Mortgage Pass-Through Certificate Series 2007-4	2.876%	10/25/37	Caa1	596,977
5,000	SunTrust Adjustable Rate Mortgage Loan Trust, Mortgage Pass-Through Certificates, Series 2007-1	2.623%	2/25/37	D	4,268,527
3,332	TAL Advantage LLC, Series 2013-1A A, 144A	2.830%	2/22/38	A	3,294,755
3,820	Wachovia Bank Commercial Mortgage Trust, Commercial	5.396%	3/15/42	BB	3,836,995

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

4,200	Mortgage Pass-Through Certificates, Series 2005-C17, 144A Wachovia Bank Commercial Mortgage Trust, Commercial Mortgage Pass-Through Certificates, Series 2007-C30	5.413%	12/15/43	B3	4,279,498
1,366	Wachovia Bank Commercial Mortgage Trust, Commercial Mortgage Pass-Through Certificates, Series 2007-C31	5.672%	4/15/47	CCC	1,340,408
3,650	Wachovia Bank Commercial Mortgage Trust, Commercial Mortgage Pass-Through Certificates, Series 2007-C31	5.660%	4/15/47	B1	3,780,411
3,825	Wachovia Commercial Mortgage Trust, Pass-Through Certificates, Series 2005-C21, 144A	5.242%	10/15/44	BB	3,748,917
1,906	Washington Mutual Mortgage Pass-Through Certificates Trust 2006-AR14	1.957%	11/25/36	D	1,682,142
3,724	Washington Mutual Mortgage Pass-Through Certificates, Series 2006-AR17	0.933%	12/25/46	CCC	2,985,900
2,784	Washington Mutual Mortgage Pass-Through Certificates, Series 2006-AR	1.822%	1/25/37	D	2,360,764
1,693	Washington Mutual Mortgage Pass-Through Certificates, Series 2007-HY6	2.407%	6/25/37	D	1,487,511
2,565	Washington Mutual Mortgage Securities Corporation, Mortgage Pass-Through Certificates, Series 2006-5	6.000%	7/25/36	Ca	1,958,414
5,858	Washington Mutual Mortgage Securities Corporation,	2.010%	12/25/36	D	5,053,925

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

4,299	Pass-Through Certificates, Series 2006-AR Washington Mutual Mortgage Securities Corporation, Pass-Through Certificates, Series 2006-AR	2.017%	12/25/36	D	3,742,741
3,107	Washington Mutual Mortgage Securities Corporation. Mortgage Pass-Through Certificates, Series 2006-AR7	1.093%	7/25/46	CCC	2,633,551
3,830	Wells Fargo Alternative Loan Trust, Mortgage Asset Backed Pass-Through Certificates, Series 2007-PA2	6.000%	6/25/37	D	3,637,677
1,409	Wells Fargo Alternative Loan Trust, Mortgage Asset-Backed Pass-Through Certificates, Series 2007-PA1	6.000%	3/25/37	Caa3	1,200,838
3,192	Wells Fargo Alternative Loan Trust, Mortgage Asset-Backed Pass-Through Certificates Series 2007-PA6	2.579%	12/28/37	D	2,744,144
491	Wells Fargo Mortgage Backed Securities Trust 2006-AR17, Mortgage Pass-Through Certificates	2.611%	10/25/36	D	475,759
862	Wells Fargo Mortgage Backed Securities Trust, Mortgage Pass-Through Certificate Series 2006-AR14	2.617%	10/25/36	Caa2	810,206
288	Wells Fargo Mortgage Backed Securities Trust, Mortgage Pass-Through Certificates Series 2006-AR16	2.489%	10/25/36	Caa2	268,082
2,816	Wells Fargo Mortgage Backed Securities Trust, Mortgage Pass-Through	2.608%	11/25/37	Caa2	2,468,046

Certificates,
Series 2007-AR8

Nuveen Investments
20

Principal Amount (000)	Description (1)	Coupon	Maturity	Ratings (2)	Value
Residential (continued)					
\$ 6,414	Wells Fargo Mortgage Backed Securities, Collateralized Mortgage Obligation, Series 2007-AR7 A1	2.570%	12/28/37	Caa3	\$ 5,902,145
4,017	Wells Fargo Mortgage Securities Trust, Mortgage Pass-Through Certificates, Series 2006-AR10	2.610%	7/25/36	D	3,781,988
268	Wells Fargo Mortgage Securities Trust, Mortgage Pass-Through Certificates, Series 2006-AR12	2.618%	9/25/36	Caa1	248,103
605	Wells Fargo Mortgage Securities Trust, Mortgage Pass-Through Certificates, Series 2006-AR12	2.506%	9/25/36	Caa2	562,170
1,854	Wells Fargo Mortgage Securities Trust, Mortgage Pass-Through Certificates, Series 2006-AR8	2.601%	4/25/36	CC	1,789,124
\$ 750,897	Total Mortgage-Backed Securities (cost \$514,983,211)				542,325,377
Principal Amount (000)	Description (1)	Coupon	Maturity	Ratings (2)	Value
ASSET-BACKED SECURITIES 0.5% (0.4% of Total Investments)					
Wireless Telecommunication Services 0.5%					
\$ 2,065	GTP Acquisition Partners I LLC, 144A	4.704%	5/15/18	Ba3	\$ 2,029,740
\$ 2,065	Total Asset-Backed Securities (cost \$2,065,000)				2,029,740
Total Long-Term Investments (cost \$517,048,211)					544,355,117
Principal Amount (000)	Description (1)	Coupon	Maturity		Value
SHORT-TERM INVESTMENTS 4.2% (3.1% of Total Investments)					

\$ 17,703	Repurchase Agreement with Fixed Income Clearing Corporation, dated 12/31/14, repurchase price \$17,702,960, collateralized by \$14,990,000 U.S. Treasury Bonds, 3.750%, due 11/15/43, value \$18,062,950	0.000%	1/02/15	\$ 17,702,960
Total Short-Term Investments (cost \$17,702,960)				17,702,960
Total Investments (cost \$534,751,171) 135.2%				562,058,077
Borrowings (35.4)% (3), (4)				(147,200,000)
Other Assets Less Liabilities 0.2%				716,777
Net Assets 100%				\$ 415,574,854

Investments in Derivatives as of December 31, 2014

Futures Contracts outstanding:

Description	Contract Position	Number of Contracts	Contract Expiration	Notional Amount at Value	Unrealized Appreciation (Depreciation)
U.S 5-Year Treasury Note	Short	(36)	3/15	\$(4,281,469)	\$ 1,402
U.S 10-Year Treasury Note	Short	(26)	3/15	(3,296,719)	(17,925)
				\$(7,578,188)	\$ (16,523)

For Fund portfolio compliance purposes, the Fund's industry classifications refer to any one or more of the industry sub-classifications used by one or more widely recognized market indexes or ratings group indexes, and/or as defined by Fund management. This definition may not apply for purposes of this report, which may combine industry sub-classifications into sectors for reporting ease.

(1) All percentages shown in the Portfolio of Investments are based on net assets.

(2) Ratings (not covered by the report of independent registered public accounting firm): Using the highest of Standard & Poor's Group ("Standard & Poor's"), Moody's Investors Service, Inc. ("Moody's") or Fitch, Inc. ("Fitch") rating. Ratings below BBB by Standard & Poor's, Baa by Moody's or BBB by Fitch are considered to be below investment grade. Holdings designated N/R are not rated by any of these national rating agencies.

(3) Borrowings as a percentage of Total Investments is 26.2%.

(4) The Fund segregates 100% of its eligible investments (excluding any investments separately pledged as collateral for specific investments in derivatives, when applicable) in the Portfolio of Investments as collateral for Borrowings.

I/O Interest only security.

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.

See accompanying notes to financial statements.

Nuveen Investments

21

JMT

Nuveen Mortgage Opportunity Term Fund 2

Portfolio of Investments December 31, 2014

Principal Amount (000)	Description (1)	Coupon	Maturity	Ratings (2)	Value
	LONG-TERM INVESTMENTS	132.5% (96.6% of Total Investments)			
	MORTGAGE-BACKED SECURITIES	132.0% (96.2% of Total Investments)			
	Residential	132.0%			
\$ 835	American Credit Auto Receivables 12-3D, 144A	5.000%	12/16/19	BB	\$ 840,340
2,000	Argent Securities Inc., Asset-Backed Pass-Through Certificates, Series 2005-W2	0.660%	10/25/35	B	1,585,710
2,676	Asset Backed Funding Corporation, Asset-Backed Certificates Series 2006-OPT1	0.410%	9/25/36	CCC	1,884,347
865	Banc of America Alternative Loan Trust, Mortgage Pass-Through Certificates, Series 2006-7	6.226%	10/25/36	Caa3	593,059
866	Banc of America Alternative Loan Trust, Pass-Through Certificates, Series 2006-6	6.000%	7/25/46	Caa3	713,908
1,425	Banc of America Funding Corporation, Mortgage Pass-Through Certificates, Series 2006-G	0.455%	7/20/36	Ba3	1,315,335
1,047	Banc of America Mortgage Securities Inc, Mortgage Pass-Through Certificates, Series 2007-1	6.000%	3/25/37	Caa3	983,745
289	Bank of America Funding Corporation, Mortgage Pass-Through Certificates, Series 2007-C	2.674%	5/20/36	Caa2	271,372
2,268	Bank of America Funding Trust, 2007-A 2A1	0.325%	2/20/47	CCC	1,934,338
2,491	BCAP LLC Trust, Mortgage Pass-Through Certificates, Series 2006-AA2	0.340%	1/25/37	Caa3	1,979,747
1,958	BCAP LLC Trust, Mortgage Pass-Through Certificates,	0.350%	3/25/37	Caa3	1,628,001

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

	Series 2007 AA1 2A1				
	Bear Stearns Adjustable Rate Mortgage Trust				
978	2005-3	2.617%	6/25/35	Caa2	903,364
327	Bear Stearns Adjustable Rate Mortgage Trust, Mortgage Pass-Through Certificate	2.574%	7/25/36	D	271,318
	Series 2006-2				
1,856	Bear Stearns Adjustable Rate Mortgage Trust, Mortgage Pass-Through Certificate	2.491%	10/25/36	D	1,571,921
	Series 2006-4				
2,098	Bear Stearns Adjustable Rate Mortgage Trust, Mortgage Pass-Through Certificate	4.899%	6/25/47	D	1,882,637
	Series 2007-4				
	Bear Stearns Adjustable Rate Mortgage Trust, Pass-Through Certificates				
479	Series 2005-12	2.484%	2/25/36	Caa3	396,977
	Bear Stearns Adjustable Rate Mortgage Trust, Pass-Through Certificates				
1,951	Series 2005-12	2.487%	2/25/36	Caa3	1,726,542
	Bear Stearns Adjustable Rate Mortgage Trust, Pass-Through Certificates, Series 2007-1				
781		2.764%	2/25/47	D	619,118
	Bear Stearns Alt-A Trust, Mortgage Pass-Through Certificates, Series 2006-8				
1,065		0.490%	6/25/46	Ca	759,537
	Bear Stearns Alt-A Trust, Mortgage Pass-Through Certificates, Series 2006-8				
1,802		2.880%	8/25/46	Ca	1,317,206
	Bear Stearns Asset Backed Securities I Trust 2002-EC2				
629		0.555%	2/25/36	BBB	601,406
	Bear Stearns Commercial Mortgage Securities Trust, Pass-Through Certificates				
650	2007-WR16	5.707%	6/11/40	B1	666,133
	CAI Funding II Limited, Series 2012-1A, 144A				
740		3.470%	10/25/27	A	744,269
	Carrington Mortgage Loan Trust, Asset Backed Pass-Through Certificates, Series 2005-NC5				
2,000		0.650%	10/25/35	BB	1,734,264
2,155	Carrington Securities LP, Mortgage Loan Trust	0.320%	6/25/37	Caa1	1,877,518

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

Asset-Backed Pass-Through Certificates Series 2007-HE1					
615	CDGJ Commercial Mortgage Trust, Mortgage Pass-Through Certificates, Series 2014-BXCH, 144A	4.404%	12/15/27	N/R	615,187
1,973	Chaseflex Trust Series 2007-2	0.450%	5/25/37	CCC	1,788,892
489	Citicorp Mortgage Securities Inc., CitiMortgage Alternative Loan Trust, Senior and Subordinated REMIC Pass-Through Certificates, Series 2007-A6	6.000%	6/25/37	Caa3	404,380
184	Citigroup Mortgage Loan Inc., Mortgage Pass-Through Certificates, Series 2006- AR2	2.696%	3/25/36	Caa3	168,355
307	Citigroup Mortgage Loan Trust Inc., Mortgage Pass-Through Certificates, Series 2005-3	2.640%	8/25/35	Caa2	283,552
2,539	Citigroup Mortgage Loan Trust Inc., Mortgage Pass-Through Certificates, Series 2007-AR1	0.390%	1/25/37	CCC	1,828,788
511	Citigroup Mortgage Loan Trust, Mortgage Pass-Through Certificates Series 2007-AR8	2.685%	7/25/37	Caa3	474,911
1,180	Commercial Mortgage Pass-Through Certificates Series 2012-CR4, 144A	4.575%	10/15/45	BBB	1,177,297
750	Countrywide Alternative Loan Trust, Mortgage Pass-Through Certificates, Series 2005-63	5.299%	11/25/35	Ca	604,349
574	Countrywide Alternative Loan Trust, Mortgage Pass-Through Certificates, Series 2006-25CB	0.770%	10/25/36	Caa3	416,661
1,624	Countrywide Alternative Loan Trust, Mortgage Pass-Through Certificates, Series 2006-6CB	5.750%	5/25/36	Ca	1,309,023
629	Countrywide Alternative Loan Trust, Mortgage Pass-Through Certificates, Series 2006-6CB	5.500%	5/25/36	Ca	498,945

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

1,632	Countrywide Alternative Loan Trust, Mortgage Pass-Through Certificates, Series 2007-19	6.000%	8/25/37	D	1,382,022
669	Countrywide Alternative Loan Trust, Mortgage Pass-Through Certificates, Series 2007-3T1	6.000%	4/25/37	Caa3	556,050
1,949	Countrywide Alternative Loan Trust, Securitization Pass-Through Certificates Series 2007-HY7C A1	0.310%	8/25/37	Caa3	1,619,321
762	Countrywide Alternative Trust, Mortgage Pass-Through Certificates, Series 2007-18CB	0.640%	8/25/37	D	493,224
713	Countrywide Asset Backed Certificates Trust 2005-IM1	0.570%	11/25/35	BBB+	677,932
1,061	Countrywide Asset-Backed Certificates Trust, Series 2006-17	0.320%	3/25/47	AAA	899,268
1,970	Countrywide CHL Mortgage Pass-Through Trust 2006-HYB1	2.458%	3/20/36	CCC	1,737,377

Nuveen Investments

22

Principal Amount (000)	Description (1)	Coupon	Maturity	Ratings (2)	Value
	Residential (continued)				
\$ 455	Countrywide CHL Mortgage Pass-Through Trust, Mortgage Pass-Through Certificates, Series 2006-19	6.000%	1/25/37	Caa3	\$ 432,193
1,578	Countrywide Home Loans Mortgage Pass-Through Certificates, Series 2005-HYB7	4.832%	11/20/35	Caa3	1,415,785
247	Countrywide Home Loans Mortgage Pass-Through Trust Certificates Series 2007-HY5	4.876%	9/25/37	D	227,504
2,093	Countrywide Home Loans Mortgage Pass-Through Trust, Series 2007-HY1 1A1	2.658%	4/25/37	D	1,872,317
973	Countrywide Home Loans, CHL Mortgage Pass-Through Certificates Trust 2007-21	6.250%	2/25/38	D	883,455
1,447	Countrywide Home Loans, Mortgage Pass-Through Trust Series 2007-HY04	2.538%	9/25/47	D	1,289,208
1,426	Credit Suisse Adjustable Rate Mortgage Trust 2005-9	0.440%	11/25/35	B+	1,296,820
1,767	Credit Suisse Adjustable Rate Mortgage Trust 2006-3, Pass-Through Certificates	0.290%	8/25/36	CCC	1,154,127
275	Credit Suisse Adjustable Rate Mortgage Trust 2007-2	0.380%	6/25/37	Caa3	216,064
601	Credit Suisse First Boston Mortgage Acceptance Corporation, Adjustable Rate Mortgage-Backed Pass-Through Certificates, Series 2005-12	2.805%	3/25/36	Caa3	466,693

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

367	Credit Suisse First Boston Mortgage Securities Corporation, Adjustable Rate Mortgage-Backed Pass-Through Certificates, Series 2006-2	2.738%	5/25/36	D	341,031
240	Fannie Mae Connecticut Avenue Securities , Series 2014-C02	2.770%	5/25/24	AA+	211,381
795	Fannie Mae Connecticut Avenue Securities, Series 2013-C01	5.420%	10/25/23	N/R	859,785
1,020	Fannie Mae, Connecticut Avenue Securities Series 2014-C01	4.570%	1/25/24	AA+	1,049,678
550	Fannie Mae, Connecticut Avenue Securities, Series 2014-C03	3.170%	7/25/24	AA+	496,844
1,506	Federal Home Loan Mortgage Corporation, REMIC, (I/O)	6.489%	5/15/36	Aaa	198,994
2,000	First Franklin Mortgage Loan Trust, Collateralized Mortgage Obligation, Series 2005-FFH3	0.700%	9/25/35	Ba2	1,870,376
895	First Horizon Alternative Mortgage Securities Trust, Mortgage Pass-Through Certificates Series 2006-FA3	6.000%	7/25/36	Caa3	752,084
470	First Horizon Alternative Mortgage Securities Trust, Mortgage Pass-Through Certificates, Series 2007-FA2	5.500%	4/25/37	D	344,586
2,023	First Horizon Alternative Mortgage Securities Trust, Pass-Through Certificates, Series 2006-FA8	0.670%	2/25/37	Caa3	1,184,484
1,809	First Horizon Alternative Mortgage Securities Trust, Pass-Through Certificates Series 2005-A7	2.240%	9/25/35	Caa2	1,578,453
266	First Horizon Mortgage Pass-Through	2.581%	5/25/37	D	212,782

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

	Certificates Trust, Series 2007-AR1				
147	First Horizon Mortgage Pass-Through Trust, Mortgage Pass-Through Certificate Series 2007-AR2	2.582%	8/25/37	D	120,583
	Freddie Mac Collateralized Mortgage REMIC Series 4338, (I/O)				
2,180		2.490%	6/25/42	AA+	393,237
1,150	Freddie Mac Mortgage Trust, Multifamily Mortgage Pass-Through Certificates, Series 2013-K713, 144A	3.165%	4/25/46	BBB	1,118,750
	Freddie Mac Multi-Class Certificates, (I/O)				
1,671		6.139%	8/15/35	Aaa	215,209
820	Freddie Mac Multi-Class Certificates, (I/O)	6.839%	8/15/36	Aaa	134,866
	Freddie Mac Multi-Class Certificates, (I/O)				
864		6.239%	6/15/39	Aaa	89,133
	Freddie Mac Multifamily Mortgage Trust, Series 2011-K704, 144A				
1,200		4.533%	10/25/30	Baa1	1,268,633
380	Freddie Mac Multifamily Mortgage Trust, Structured Pass-Through Certificates, Series 2012-K710, 144A	3.819%	6/25/47	AA+	391,805
	Freddie Mac Multifamily Mortgage Trust, Structured Pass-Through Certificates, Series 2013-K31, 144A				
1,400		3.739%	7/25/46	Baa3	1,317,907
	Freddie Mac Multifamily Mortgage Trust, Structured Pass-Through Certificates, Series 2014-K38, 144A				
446		4.636%	6/25/47	BBB+	446,475
	Freddie Mac Multifamily Mortgage Trust, Structured Pass-Through Certificates, Series 2014-K715, 144A				
350		4.124%	2/25/46	Baa2	347,077
	Freddie Mac Multifamily Structured Pass-Through Certificates K036, (I/O)				
2,070		2.111%	12/25/41	Aaa	306,157
	Freddie Mac Multifamily Structured Pass-Through Certificates, Series K025, (I/O)				
5,375		1.751%	11/25/40	Aaa	609,590

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

3,521	Freddie Mac Multifamily Structured Pass-Through Certificates, Series K031, (I/O)	1.661%	7/25/41	Aaa	399,264
5,015	Freddie Mac Multifamily Structured Pass-Through Certificates, Series K034, (I/O)	1.726%	9/25/41	Aaa	603,144
2,775	Freddie Mac Multifamily Structured Pass-Through Certificates, Series K037, (I/O)	2.206%	1/25/24	AA+	446,364
3,305	Freddie Mac Multifamily Structured Pass-Through Certificates, Series K715, (I/O)	2.017%	2/25/41	N/R	357,353
1,912	Freddie Mac Multifamily Structured Pass-Through Certificates Series KF01, (I/O)	1.969%	7/25/40	Aaa	236,487
1,300	Freddie Mac Multifamily Structured Pass-Through Certificates, Series K013, (I/O)	2.807%	1/25/43	Aaa	189,515
4,656	Freddie Mac Multifamily Structures Pass- Through Certificates, Series 2011-K012, (I/O)	2.288%	1/25/41	Aaa	550,601
225	Freddie Mac Multifamily Trust, Structured Pass-Through Certificates, Series 2014-K37, 144A	4.558%	1/25/47	A	225,033
4,885	Freddie Mac Structured Pass-Through Certificates, Series K711 X3, (I/O)	1.619%	8/25/40	Aaa	322,299
1,289	GMACM Mortgage Corporation, Mortgage Pass-Through Certificates, Series 2005-AF2	6.000%	12/25/35	D	1,064,804
1,110	GMACM Mortgage Corporation, Mortgage Pass-Through Certificates, Series 2006-AR1	2.970%	4/19/36	Caa3	978,895
1,095	Goldman Sachs GSAA Home Equity Trust, Series 2006-4 4A2	0.400%	3/25/36	Caa3	983,317
2,012		0.620%	8/25/37	CCC	1,805,412

	Goldman Sachs GSAA Home Equity Trust, Series 2007-8			
448	Goldman Sachs Mortgage Securities Corporation, GSR Mortgage Loan Trust, Mortgage Pass-Through Certificates Series 2007-AR1	2.614%		390,208
			3/25/47 D	

Nuveen Investments
23

JMT Nuveen Mortgage Opportunity Term Fund 2
Portfolio of Investments (continued) December 31, 2014

Principal Amount (000)	Description (1)	Coupon	Maturity	Ratings (2)	Value
	Residential (continued)				
\$ 2,266	Goldman Sachs Mortgage Securities Corporation, Mortgage Pass-Through Certificates, Series 2006-AR1 2A4	2.629%	1/25/36	D	\$ 2,100,998
566	Government National Mortgage Association Pool, (I/O)	4.500%	10/20/39	Aaa	89,962
750	Gramercy Park CLO Limited, Series 2012-1AR, 144A	3.178%	7/17/23	A	736,981
666	GSAA Home Equity Trust Series 2007-5	0.270%	3/25/47	CCC	349,833
897	GSAA Home Equity Trust Series 2007-5	5.788%	3/25/47	CCC	615,238
1,653	GSR Mortgage Loan Trust, Mortgage Pass-Through Certificates, Series 2006-AR2	2.561%	4/25/36	D	1,401,487
1,631	HarborView Mortgage Loan Trust 2006-12	0.404%	12/19/36	Ca	1,158,619
2,162	HomeBanc Mortgage Trust, Mortgage Backed Notes 2005-5	0.430%	1/25/36	Caa1	1,855,261
140	IndyMac INDA Mortgage Loan Trust, Series 2006-AR1	4.950%	8/25/36	B2	138,881
1,243	IndyMac INDA Mortgage Loan Trust, Series 2007-AR3	5.342%	7/25/37	Caa2	1,128,026
186	IndyMac INDX Mortgage Loan Trust 2006 AR25	2.659%	9/25/36	Ca	136,927
2,170	IndyMac INDX Mortgage Loan Trust, Series 2005-AR23	2.379%	11/25/35	Caa3	1,823,207
937	IndyMac INDX Mortgage Loan Trust, Series 2006-AR15	0.290%	7/25/36	N/R	718,502
1,007	IndyMac INDX Mortgage Loan Trust, Series 2006-AR27	0.360%	10/25/36	CCC	678,222
714	IndyMac INDX Mortgage Loan Trust, Series	2.668%	3/25/36	Ca	475,493

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

2006-AR3						
	IndyMac INDX Mortgage Loan Trust, Series					
2,211	2007-AR7 2A1	2.056%	6/25/37	Ca		1,679,625
(3)	JPMorgan Mortgage Acquisition Trust, Asset-Backed Pass-Through Certificates. Series 2006-WMC2	0.245%	7/25/36	CCC		
	JPMorgan Mortgage Trust, Mortgage Pass-Through Certificates, Series					
157	2007-S3	6.000%	8/25/37	D		142,600
	JPMorgan Mortgage Trust, Mortgage Pass-Through Certificates, Series					
539	2006-A4	2.663%	6/25/36	Caa2		464,680
	JPMorgan Alternative Loan Trust, Mortgage Pass-Through Certificates 2006-S4	5.960%	12/25/36	CC		815,187
1,000						
905	JPMorgan Chase Commercial Mortgage Securities Corporation, Commercial Mortgage Pass-Through Certificates, Series 2006-LDP8	5.480%	5/15/45	Baa1		948,348
	JPMorgan Chase Commercial Mortgage Securities Corporation, Commercial Mortgage Pass-Through Certificates, Series 2006-S4 A5	6.000%	1/25/37	Caa3		322,721
358						
1,628	JPMorgan Chase Commercial Mortgage Securities Corporation, Commercial Mortgage Pass-Through Certificates, Series 2006-S4 A8	0.550%	1/25/37	Caa3		1,056,548
	JPMorgan Chase Commercial Mortgage Securities Trust, Pass-Through Certificates Series 2006-LDP9	5.337%	5/15/47	Ba1		1,303,212
1,300						

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

700	JPMorgan Chase Commercial Mortgage Trust, Commercial Mortgage Pass-Through Certificates, Series 2006-CB17 AM	5.464%	12/12/43	Ba1	723,400
1,250	JPMorgan Mortgage Acquisition Corporation, Asset-Backed Pass-Through Certificates, Series 2007-CH5	0.430%	5/25/37	B3	966,589
1,190	JPMorgan Mortgage Acquisition Trust, Series 2006-A6	2.799%	10/25/36	Caa2	1,078,077
190	JPMorgan Mortgage Trust, Mortgage Pass-Through Certificates, Series 2007-A4	2.539%	6/25/37	D	170,847
800	LB UBS Commercial Mortgage Trust, Series 2006-C4	5.853%	6/15/38	Ba2	833,536
1,190	LSTAR Securities Investment Trust, Mortgage Pass-Through Certificates, Series 2014-2, 144A	2.155%	12/01/21	N/R	1,170,508
1,808	Merrill Lynch Mortgage Backed Securities Trust, Mortgage Loan Asset Backed Notes, Series 2007-2	2.561%	8/25/36	Caa2	1,658,774
1,905	Merrill Lynch Mortgage Backed Securities Trust, Mortgage Loan Asset Backed Notes, Series 2007-3	2.805%	6/25/37	D	1,591,007
325	Merrill Lynch Mortgage Investors Trust, Mortgage Loan Asset-Backed Certificates, 2005-A9	2.510%	12/25/35	CCC	314,139
1,200	Merrill Lynch Mortgage Trust, Commercial Mortgage Pass-Through Certificates, Series 2007-C1 AM	5.835%	6/12/50	B	1,238,039
1,100	ML_CFC Commercial Mortgage Trust, Pass-Through	5.882%	8/12/49	BB	1,118,971

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

Certificates, Series
2007-8

2,340	Morgan Stanley Capital I Inc., Mortgage Pass-Through Certificates, Series 2006-HE1	0.460%	1/25/36	CCC	2,083,068
1,230	Morgan Stanley Capital I Trust, Commercial Mortgage Pass-Through Certificates, Series 2006-HQ8	5.492%	3/12/44	BB	1,240,366
625	Morgan Stanley Capital I Trust, Commercial Mortgage Pass-Through Certificates 2006-TOP21, 144A	5.404%	10/12/52	Baa1	636,064
440	Morgan Stanley Capital I Trust, Commercial Mortgage Pass-Through Certificates 2006-TOP21, 144A	5.404%	10/12/52	Baa2	442,020
1,200	Morgan Stanley Capital I Trust, Commercial Mortgage Pass-Through Certificates, Series 2007-IQ14	5.684%	4/15/49	Ba2	1,248,486
1,150	Morgan Stanley Capital I Trust, Commercial Mortgage Pass-Through Certificates, Series 2007-TOP25	5.574%	11/12/49	B1	1,180,377
246	Morgan Stanley Mortgage Loan Trust, Mortgage Pass-Through Certificates, Series 2006-3AR	2.832%	3/25/36	Caa3	202,624
1,702	Morgan Stanley Mortgage Loan Trust, Mortgage Pass-Through Certificates, Series 2007-13	6.000%	10/25/37	D	1,372,385
995	Mortgage Asset Securitization Transactions Inc., Adjustable Rate Mortgage Pass-Through Certificates, Series 2007-HF2	0.480%	9/25/37	Caa1	911,092
710	Mortgage IT Trust, Mortgage-Backed Notes,	0.430%	12/25/35	BB+	651,567

Principal Amount (000)	Description (1)	Coupon	Maturity	Ratings (2)	Value
	Residential (continued)				
\$ 2,060	Mortgage-IT Trust 2005-4	0.450%	10/25/35	BB+	\$ 1,872,244
525	Nomura Asset Acceptance Corporation, Alternative Loan Trust, Mortgage Pass-Through Certificates, Series 2005-AP3	5.607%	8/25/35	CCC	406,905
750	Opteum Mortgage Acceptance Corporation, Asset backed Pass-Through Certificates, Series 2006-1	0.470%	4/25/36	CCC	640,502
190	Popular Asset Backed Securities Mortgage Pass-Through Trust 2005-2 M1	4.915%	4/25/35	B1	158,411
1,472	Renaissance Home Equity Loan Trust 2005-3	4.934%	8/25/35	Ba3	1,430,466
2,132	Renaissance Home Equity Loan Trust Asset Backed Certificates, Series 2007-3	7.238%	9/25/37	CCC	1,378,745
1,252	Residential Accredit Loans Inc., Hybrid Adjustable Rate Mortgages, 2006-QA6	0.360%	7/25/36	Caa3	979,324
460	Residential Accredit Loans Inc., Mortgage Asset-Backed Pass-Through Certificates, Series 1006-QS10	0.470%	8/25/36	Caa3	302,074
542	Residential Accredit Loans Inc., Mortgage Asset-Backed Pass-Through Certificates, Series 2007-QS8	6.000%	6/25/37	Caa3	447,696
2,108	Residential Accredit Loans Inc., Mortgage Asset-Backed Pass-Through Certificates, Series 2005-QA10 A31	3.535%	9/25/35	Caa3	1,794,736
1,197	Residential Accredit Loans Inc., Mortgage	5.750%	1/25/36	Caa3	1,051,965

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

Asset-Backed
Pass-Through
Certificates,
Series 2006-QS1

743	Residential Accredit Loans Inc., RALI Mortgage Asset-Backed Pass-Through Certificates, Series 2007-QS2	6.250%	1/25/37	Caa3	610,201
983	Residential Accredit Loans Inc., RALI Mortgage Asset-Backed Pass-Through Certificates, Series 2006-QA1	3.762%	1/25/36	Caa3	785,834
312	Residential Accredit Loans, Inc., Mortgage Asset-Backed Pass-Through Certificates, Series 2006-QS15	6.500%	10/25/36	Ca	258,635
159	Residential Accredit Loans, Inc., Mortgage Asset-Backed Pass-Through Certificates, Series 2006-QS8	0.620%	8/25/36	Ca	99,070
950	Residential Asset Mortgage Products Inc. Asset Backed Pass-Through Certificates, Series 2005-RS7	0.670%	7/25/35	Ba1	824,268
2,255	Residential Asset Mortgage Products, Mortgage Asset-Backed Pass-Through Certificates, Series 2006-NC2	0.460%	2/25/36	B2	1,901,179
196	Residential Funding Mortgage Securities I Inc., Mortgage Pass-Through Certificates, Series 2005-SA4	2.779%	9/25/35	Caa1	182,142
412	Residential Funding Mortgage Securities I, Mortgage Pass-Through Certificates, Series 2007-SA2	3.060%	4/25/37	Caa2	358,276

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

1,778	Residential Funding Mortgage Securities I, Mortgage Pass-Through Certificates, Series 2007-SA2	3.060%	4/25/37	Caa2	1,545,603
1,570	Sequoia Mortgage Trust, Mortgage Pass-Through Certificates, Series 2007-1	2.423%	2/20/47	CCC	1,369,734
165	Sierra Receivables Funding Company, Series 2011-1A, 144A	6.190%	4/20/26	BB	171,618
291	Soundview Home Equity Loan Trust 2004-WMC1 M1	0.920%	1/25/35	BB+	260,287
1,653	Structured Adjustable Rate Mortgage Loan Pass-Through Trust, Series 2007-6 2A1	0.360%	7/25/37	CCC	1,197,430
280	Structured Agency Credit Risk Debt Notes 2014-DN2	3.770%	4/25/24	N/R	257,823
3,575	Structured Agency Credit Risk Debt Notes, 2013-DN2	4.405%	11/25/23	N/R	3,610,768
66	SunTrust Adjustable Rate Mortgage Loan Trust, Mortgage Pass-Through Certificate Series 2007-4	2.876%	10/25/37	Caa1	58,209
1,871	SunTrust Adjustable Rate Mortgage Loan Trust, Mortgage Pass-Through Certificates, Series 2007-1	2.623%	2/25/37	D	1,597,054
1,017	TAL Advantage LLC, Series 2013-1A A, 144A	2.830%	2/22/38	A	1,005,385
1,145	Wachovia Bank Commercial Mortgage Trust, Commercial Mortgage Pass-Through Certificates, Series 2005-C17, 144A	5.396%	3/15/42	BB	1,150,094
1,300	Wachovia Bank Commercial Mortgage Trust, Commercial Mortgage Pass-Through Certificates, Series 2007-C30	5.413%	12/15/43	B3	1,324,606
455	Wachovia Bank Commercial Mortgage	5.672%	4/15/47	CCC	446,803

Edgar Filing: Nuveen Mortgage Opportunity Term Fund - Form N-CSR

	Trust, Commercial Mortgage Pass-Through Certificates, Series 2007-C31				
1,100	Wachovia Bank Commercial Mortgage Trust, Commercial Mortgage Pass-Through Certificates, Series 2007-C31	5.660%			1,139,302
			4/15/47	B1	
1,175	Wachovia Commercial Mortgage Trust, Pass-Through Certificates, Series 2005-C21, 144A	5.242%	10/15/44	BB	1,151,628
571	Washington Mutual Mortgage Pass-Through Certificates Trust 2006-AR14	1.957%	11/25/36	D	504,035
1,115	Washington Mutual Mortgage Pass-Through Certificates, Series 2006-AR17	0.933%	12/25/46	CCC	894,093
486	Washington Mutual Mortgage Pass-Through Certificates, Series 2006-AR	1.822%	1/25/37	D	411,713
439	Washington Mutual Mortgage Pass-Through Certificates, Series 2007-HY6	2.407%	6/25/37	D	386,094
1,633	Washington Mutual Mortgage Securities Corporation, Pass-Through Certificates, Series 2006-AR	2.017%	12/25/36	D	1,421,932
933	Washington Mutual Mortgage Securities Corporation. Mortgage Pass-Through Certificates, Series 2006-AR7	1.093%	7/25/46	CCC	790,485
1,186	Wells Fargo Alternative Loan Trust, Mortgage Asset Backed Pass-Through Certificates, Series 2007-PA2	6.000%	6/25/37	D	1,125,948

Nuveen Investments

JMT Nuveen Mortgage Opportunity Term Fund 2
Portfolio of Investments (continued) December 31, 2014

Principal Amount (000)	Description (1)	Coupon	Maturity	Ratings (2)	Value
Residential (continued)					
\$ 1,813	Wells Fargo Alternative Loan Trust, Mortgage Asset-Backed Pass-Through Certificates, Series 2007-PA1	6.000%	3/25/37	Caa3	\$ 1,545,179
978	Wells Fargo Alternative Loan Trust, Mortgage Asset-Backed Pass-Through Certificates Series 2007-PA6	2.579%	12/28/37	D	841,004
225	Wells Fargo Mortgage Backed Securities Trust, Mortgage Pass-Through Certificate Series 2006-AR14	2.617%	10/25/36	Caa2	211,542
866	Wells Fargo Mortgage Backed Securities Trust, Mortgage Pass-Through Certificates, Series 2007-AR8	2.608%	11/25/37	Caa2	758,625
1,970	Wells Fargo Mortgage Backed Securities, Collateralized Mortgage Obligation, Series 2007-AR7 A1	2.570%	12/28/37	Caa3	1,812,276
608	Wells Fargo Mortgage Securities Trust, Mortgage Pass-Through Certificates, Series 2006-AR8	2.601%	4/25/36	CC	586,902
\$ 225,110	Total Mortgage-Backed Securities (cost \$155,307,772)				163,435,747
Principal Amount (000)	Description (1)	Coupon	Maturity	Ratings (2)	Value
ASSET-BACKED SECURITIES 0.5% (0.4% of Total Investments)					
Wireless Telecommunication Services 0.5%					
\$ 625	GTP Acquisition Partners I LLC, 144A	4.704%	5/15/18	Ba3	\$ 614,328
\$ 625	Total Asset-Backed Securities (cost \$625,000)				614,328

Total Long-Term Investments (cost \$155,932,772)				164,050,075
Principal Amount (000)	Description (1)	Coupon	Maturity	Value
	SHORT-TERM INVESTMENTS	4.7% (3.4% of Total Investments)		
\$ 5,808	Repurchase Agreement with Fixed Income Clearing Corporation, dated 12/31/14, repurchase price \$5,808,497, collateralized by \$4,920,000 U.S. Treasury Bonds, 3.750%, due 11/15/43, value \$5,928,600	0.000%	1/02/15	\$ 5,808,497
	Total Short-Term Investments (cost \$5,808,497)			5,808,497
	Total Investments (cost \$161,741,269)	137.2%		169,858,572
	Borrowings (37.3)% (4), (5)			(46,200,000)
	Other Assets Less Liabilities	0.1%		121,284
	Net Assets	100%		\$123,779,856

Investments in Derivatives as of December 31, 2014

Futures Contracts outstanding:

Description	Contract Position	Number of Contracts	Contract Expiration	Notional Amount at Value	Unrealized Appreciation (Depreciation)
U.S 5-Year Treasury Note	Short	(21)	3/15	\$(2,497,523)	\$ 818

For Fund portfolio compliance purposes, the Fund's industry classifications refer to any one or more of the industry sub-classifications used by one or more widely recognized market indexes or ratings group indexes, and/or as defined by Fund management. This definition may not apply for purposes of this report, which may combine industry sub-classifications into sectors for reporting ease.

(1) All percentages shown in the Portfolio of Investments are based on net assets.

(2) Ratings (not covered by the report of independent registered public accounting firm): Using the highest of Standard & Poor's Group ("Standard & Poor's"), Moody's Investors Service, Inc. ("Moody's") or Fitch, Inc. ("Fitch") rating. Ratings below BBB by Standard & Poor's, Baa by Moody's or BBB by Fitch are considered to be below investment grade. Holdings designated N/R are not rated by any of these national rating agencies.

(3) Principal Amount (0