

NUVEEN CALIFORNIA DIVIDEND ADVANTAGE MUNICIPAL FUND 2  
Form N-CSRS  
May 04, 2007

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 811-10197  
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Nuveen California Dividend Advantage Municipal Fund 2  
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(Exact name of registrant as specified in charter)

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

Jessica R. Droeger  
Nuveen Investments  
333 West Wacker Drive  
Chicago, IL 60606  
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(Name and address of agent for service)

Registrant's telephone number, including area code: (312) 917-7700  
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Date of fiscal year end: August 31  
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Date of reporting period: February 28, 2007  
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Form N-CSR is to be used by management investment companies to file reports with the Commission not later than 10 days after the transmission to stockholders of any report that is required to be transmitted to stockholders under Rule 30e-1 under the Investment Company Act of 1940 (17 CFR 270.30e-1). The Commission may use the information provided on Form N-CSR in its regulatory, disclosure review, inspection, and policymaking roles.

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

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ITEM 1. REPORTS TO STOCKHOLDERS.

SEMIANNUAL REPORT February 28, 2007

Nuveen Investments  
Municipal Closed-End Funds

NUVEEN INSURED  
CALIFORNIA PREMIUM  
INCOME MUNICIPAL  
FUND, INC.  
NPC

NUVEEN INSURED  
CALIFORNIA PREMIUM  
INCOME MUNICIPAL  
FUND 2, INC.  
NCL

NUVEEN CALIFORNIA  
PREMIUM INCOME  
MUNICIPAL FUND  
NCU

NUVEEN CALIFORNIA  
DIVIDEND ADVANTAGE  
MUNICIPAL FUND  
NAC

NUVEEN CALIFORNIA  
DIVIDEND ADVANTAGE  
MUNICIPAL FUND 2  
NVX

NUVEEN CALIFORNIA  
DIVIDEND ADVANTAGE  
MUNICIPAL FUND 3  
NZH

NUVEEN INSURED  
CALIFORNIA DIVIDEND  
ADVANTAGE  
MUNICIPAL FUND  
NKL

NUVEEN INSURED  
CALIFORNIA TAX-FREE  
ADVANTAGE  
MUNICIPAL FUND  
NKX

Photo of: Woman and man at the beach.

Photo of: A child.

DEPENDABLE,  
TAX-FREE INCOME BECAUSE  
IT'S NOT WHAT YOU EARN,

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IT'S WHAT YOU KEEP. (R)

Logo: NUVEEN Investments

Photo of: Woman

Photo of: Woman

Photo of: Man and child

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advisor or brokerage account.

OR

[WWW.NUVEEN.COM/ACCOUNTACCESS](http://WWW.NUVEEN.COM/ACCOUNTACCESS)

if you get your Nuveen Fund dividends  
and statements directly from Nuveen.

(Be sure to have the address sheet that  
accompanied this report handy. You'll need  
it to complete the enrollment process.)

Logo: NUVEEN Investments

Photo of: Timothy R. Schwertfeger

Timothy R. Schwertfeger  
Chairman of the Board

Chairman's  
LETTER TO SHAREHOLDERS

Once again, I am pleased to report that over the six-month period covered  
by this report your Fund continued to provide you with attractive monthly

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tax-free income. For more details about the management strategy and performance of your Fund, please read the Portfolio Manager's Comments, the Dividend and Share Price Information, and the Performance Overview sections of this report.

For some time, I've used these letters to remind you that municipal bonds can be an important building block in a well balanced investment portfolio. In addition to providing attractive tax-free monthly income, a municipal bond investment like your Fund may help you achieve and benefit from greater portfolio diversification. Portfolio diversification is a recognized way to try to reduce some of the risk that

"IN ADDITION TO PROVIDING ATTRACTIVE TAX-FREE MONTHLY INCOME, A MUNICIPAL BOND INVESTMENT LIKE YOUR FUND MAY HELP YOU ACHIEVE AND BENEFIT FROM GREATER PORTFOLIO DIVERSIFICATION."

comes with investing. For more information about this important investment strategy, I encourage you to contact your personal financial advisor.

We also are pleased to be able to offer you a choice concerning how you receive your shareholder reports and other Fund information. As an alternative to mailed copies, you can sign up to receive future Fund reports and other Fund information by e-mail and the Internet. The inside front cover of this report contains information on how you can sign up.

We are grateful that you have chosen us as a partner as you pursue your financial goals, and we look forward to continuing to earn your trust in the months and years ahead. At Nuveen Investments, our mission continues to be to assist you and your financial advisor by offering investment services and products that can help you to secure your financial objectives.

Sincerely,

/s/ Timothy R. Schwertfeger

Timothy R. Schwertfeger  
Chairman of the Board

April 16, 2007

Nuveen Investments Municipal Closed-End Funds  
(NPC, NCL, NCU, NAC, NVX, NZH, NKL, NKX)

Portfolio Manager's  
COMMENTS

Portfolio manager Scott Romans discusses key investment strategies and the six-month performance of these eight closed-end Nuveen California Funds. Scott, who joined Nuveen in 2000, has managed NCU, NAC, NVX, NZH, NKL and NKX since 2003. He assumed portfolio management responsibility for NPC and NCL in 2005.

WHAT KEY STRATEGIES WERE USED TO MANAGE THE CALIFORNIA FUNDS DURING THE SIX-MONTH REPORTING PERIOD ENDED FEBRUARY 28, 2007?

During this six-month period, we saw a modest increase in short-term interest rates, while longer-term rates continued to decline, resulting in further

flattening of the yield curve. In this environment, where the yield curve remained the dominant market factor, we continued to emphasize a disciplined approach to duration<sup>1</sup> management and yield curve positioning. As part of this approach, our purchases for the Funds' portfolios focused mainly on attractively priced bonds in the 20-year to 30-year part of the yield curve. We believed that bonds in this part of the curve generally offered better value and reward opportunities more commensurate with their risk levels. To help us maintain the Funds' durations within our preferred strategic range, we also selectively sold holdings with shorter durations, including pre-refunded bonds and bonds with short maturities.

Our duration management strategies during this period also included the purchase of inverse floating rate trusts, a type of derivative financial instrument, in all eight of these California Funds. The inverse floaters had the dual benefit of increasing the Funds' distributable income and bringing their durations closer to our preferred strategic target. In past shareholder reports, we also have discussed the use of other derivatives as a duration management tool. Going into this reporting period, four of these California Funds--NPC, NCL, NAC and NVX--were using forward interest rate swaps to help manage net asset value (NAV) volatility. NAC also had purchased a small number of U.S. Treasury note futures contracts. As of February 28, 2007, these four Funds continued to use these derivatives, although we reduced the positions in NCL during this six-month period. (NCU, NZH, NKL and NKX did not use swaps during this period because we believed the durations of these Funds were adequately positioned relative to the general market.)

Overall, portfolio activity was relatively light during much of this period due to the fact that the rate environment was not advantageous for active trading. In watching the market for opportunities to add value to our portfolios, we focused mainly on premium

- 1 Duration is a measure of a bond's price sensitivity as interest rates change, with longer duration bonds displaying more sensitivity to these changes than bonds with shorter durations.

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coupon - typically 5% bonds priced to 10-year calls. As the bond market continued to rally, especially in November and December 2006, we also purchased bonds with coupons in the 4% range which typically offered higher income.

We also continued to emphasize maintaining weightings of lower credit quality bonds in the four uninsured Funds (NCU, NAC, NVX, and NZH) and in NKL and NKX (which can invest up to 20% of their assets in uninsured investment-grade quality securities). We generally saw fewer attractively priced lower-rated credit offerings in the California market. Although California remained the largest state issuer of municipal debt in the nation, much of the new supply during this period was insured, and we did not find many opportunities outside the insured sector. Apart from credit, one area of the market in which we did continue to find value was the single family housing sector, where we purchased bonds for all four of the uninsured Funds as well as NKL.

#### HOW DID THE FUNDS PERFORM?

Individual results for these Nuveen California Funds, as well as relevant index and peer group information, are presented in the accompanying table.

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TOTAL RETURNS ON NET ASSET VALUE  
For periods ended 2/28/07

UNINSURED FUNDS	CUMULATIVE		ANNUALIZED	
	6-MONTH	1-YEAR	5-YEAR	10-YEAR
NCU	3.45%	5.40%	6.87%	7.05%
NAC	3.16%	5.37%	7.40%	NA
NVX	3.04%	5.47%	7.13%	NA
NZH	3.38%	5.65%	7.49%	NA
Lehman Brothers CA Tax-Exempt Bond Index <sup>2</sup>	3.01%	5.21%	5.29%	5.90%
Lipper CA Municipal Debt Funds Average <sup>3</sup>	3.66%	6.15%	6.85%	6.41%

- 2 The Lehman Brothers California Tax-Exempt Bond Index is an unleveraged, unmanaged index comprising a broad range of investment-grade California municipal bonds, while the Lehman Brothers Insured California Tax-Exempt Bond Index is an unleveraged, unmanaged index containing a broad range of insured California municipal bonds. Results for the Lehman Brothers indexes do not reflect any expenses.
- 3 The Lipper California Municipal Debt Funds category average is calculated using the returns of all closed-end funds in this category for each period as follows: 6 months, 25; 1 year, 25; 5 years, 15; and 10 years, 13. Fund and Lipper returns assume reinvestment of dividends.

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INSURED FUNDS	CUMULATIVE		ANNUALIZED	
	6-MONTH	1-YEAR	5-YEAR	10-YEAR
NPC	3.07%	4.86%	6.13%	6.42%
NCL	3.13%	5.22%	6.18%	6.70%
NKL	3.40%	5.60%	NA	NA
NKX	3.81%	5.79%	NA	NA
Lehman Brothers Insured CA Tax-Exempt Bond Index <sup>2</sup>	3.12%	5.28%	5.24%	5.99%
Lipper Insured CA Municipal Debt Funds Average <sup>4</sup>	3.66%	5.87%	5.56%	6.15%

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Past performance is not predictive of future results. Current performance may be higher or lower than the data shown. Returns do not reflect the deduction of taxes that shareholders may have to pay on Fund distributions or upon the sale of Fund shares.

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

For the six months ended February 28, 2007, the cumulative returns on NAV for NCU, NAC and NZH outperformed the return on the Lehman Brothers California Tax-Exempt Bond Index while NVX performed in line. The six-month returns for all four of the Funds underperformed the average return of the Lipper California peer group for this period. Among the insured Funds, NKL and NKX exceeded the return on the Lehman Brothers Insured California Tax-Exempt Bond Index, while NPC and NCL performed in line with this index return. NKX outperformed the average return for the Lipper Insured California peer group, while NPC, NCL and NKL trailed this group average.

Factors that influenced the Funds' returns during this period included duration management, exposure to lower-rated credits (or credit risk) in the four uninsured Funds, as well as NKL, and NKX, sector allocations, the relative amount of advance refunding activity<sup>5</sup>, and the use of financial leverage.

As the yield curve continued to flatten over the course of this period, bonds with longer duration structures, including zero coupon and non-callable bonds, generally outperformed shorter duration bonds. Overall, these Funds were strategically well positioned in terms of duration, as our careful approach to duration management--including the use of inverse floaters and interest rate swaps--kept the Funds' durations close to their preferred range.

With bonds rated BBB or lower and nonrated bonds generally outperforming other credit quality sectors during this period, the four uninsured Funds as well as NKL and NKX

- 4 The Lipper Insured California Municipal Debt Funds average is calculated using the returns of all closed-end funds in its category for each period as follows: 6 months, 13; 1 year, 13; 5 years, 8; and 10 years, 6. Fund and Lipper returns assume reinvestment of dividends.
- 5 Advance refundings, also known as pre-refundings or refinancings, occur when an issuer sells new bonds and uses the proceeds to fund principal and interest payments of older existing bonds. This process often results in lower borrowing costs for bond issuers.

(which can invest up to 20% of their assets in uninsured investment-grade quality securities) benefited from their allocations to lower-quality credits. The performance of this sector was largely the result of investor demand for the higher yields typically associated with lower-rated bonds, which drove up their value. (NPC and NCL, as 100% insured Funds, cannot hold any lower-rated credits.)

Among the lower-rated holdings making contributions to the returns of NCU, NAC,

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NVX, NZH, NKL and NKX were health care (including hospitals) credits and industrial development revenue bonds, which ranked as the top performing revenue sectors in the national Lehman Brothers Municipal Bond Index for this period. Bonds backed by the 1998 master tobacco settlement agreement, which comprised approximately 2% to 6% of the portfolios of these six Funds as of February 28, 2007, also performed well during this period.

We also continued to see positive contributions from advance refunding activity, which benefited these Funds through price appreciation and enhanced credit quality. Some of the performance differential among these eight Funds can be attributed to the relative amounts of advance refundings they experienced during this period, with NVX having the fewest bonds pre-refunded (as a percentage of its portfolio) among the uninsured Funds. Among the insured Funds, NKX had more than three times the amount of advance refundings than the other three insured Funds.

At the same time, holdings of older, previously pre-refunded bonds tended to underperform the general municipal market during this period, due primarily to their shorter effective maturities and higher credit quality. Among these eight Funds, NAC and NVX had the heaviest allocations of pre-refunded bonds entering into this period.

Another factor in the six-month performance of these Funds, especially relative to the performances of the unleveraged Lehman Brothers California Tax-Exempt Bond Index and Lehman Brothers Insured California Tax-Exempt Bond Index, was the use of financial leverage. While leverage can add volatility to a Fund's NAV and share price, this strategy can also provide opportunities for additional income and total return for common shareholders. Over this period, our leveraging strategy had a positive impact on the results of these eight Funds.

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### Dividend and Share Price INFORMATION

The dividends of all eight of these California Funds remained stable over the six-month reporting period ended February 28, 2007.

Due to normal portfolio activity, common shareholders of the following Funds received capital gains and net ordinary income distributions at the end of December 2006 as follows:

	LONG-TERM CAPITAL GAINS (PER SHARE)	SHORT-TERM CAPITAL GAINS AND/OR ORDINARY INCOME (PER SHARE)
NPC	\$0.0754	\$0.0058
NCU	\$0.0308	--
NAC	\$0.0533	--
NKL	\$0.0026	--

All of the Funds in this report seek to pay stable dividends at rates that reflect each Fund's past results and projected future performance. During



certain periods, each Fund may pay dividends at a rate that may be more or less than the amount of net investment income actually earned by the Fund during the period. If a Fund has cumulatively earned more than it has paid in dividends, it holds the excess in reserve as undistributed net investment income (UNII) as part of the Fund's NAV. Conversely, if a Fund has cumulatively paid dividends in excess of its earnings, the excess constitutes negative UNII that is likewise reflected in the Fund's NAV. Each Fund will, over time, pay all of its net investment income as dividends to shareholders. As of February 28, 2007, NPC and NCL had positive UNII balances for both financial statement and, based on our best estimates, tax purposes, while the other six Funds had negative UNII balances for financial statement purposes and positive UNII balances, based on our best estimates, for tax purposes.

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At the end of the reporting period, the Funds' share prices were trading at premiums or discounts to their NAVs as shown in the accompanying chart:

	2/28/07 PREMIUM/DISCOUNT	6-MONTH AVERAGE PREMIUM/DISCOUNT
NPC	-3.14%	-3.10%
NCL	-5.09%	-5.35%
NCU	-3.93%	-4.84%
NAC	+1.92%	+1.48%
NVX	-1.23%	-1.26%
NZH	-0.13%	-0.07%
NKL	-1.15%	+0.21%
NKX	-2.64%	-1.72%

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Nuveen Insured California Premium Income Municipal Fund, Inc.  
NPC

Performance

OVERVIEW As of February 28, 2007

Pie Chart:

CREDIT QUALITY

(as a % of total investments)

Insured	67%
U.S. Guaranteed	33%

Bar Chart:

2006-2007 MONTHLY TAX-FREE DIVIDENDS PER SHARE<sup>2</sup>

Mar	0.067
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Apr	0.067
May	0.067
Jun	0.0635
Jul	0.0635
Aug	0.0635
Sep	0.0605
Oct	0.0605
Nov	0.0605
Dec	0.0605
Jan	0.0605
Feb	0.0605

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

3/01/06	16.25
	15.9
	15.62
	15.28
	15.35
	15.39
	15.42
	15.84
	15.51
	15.61
	15.86
	15.69
	15.41
	15.03
	14.73
	14.83
	14.82
	14.77
	14.68
	14.83
	14.61
	14.61
	14.78
	14.79
	14.97
	14.95
	15.07
	15.03
	14.99
	14.92
	15.51
	15.32
	15.32
	15.01
	14.98
	14.81
	14.89
	15.02
	15.05
	15.11
	15.24
	15.79
	15.2
	15.06
	15.03
	15.15

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	15.29
	15.14
	14.95
	15.1
	15.07
	15.21
	15.1
2/28/07	15.12

FUND SNAPSHOT

Common Share Price	\$15.12
Common Share Net Asset Value	\$15.61
Premium/(Discount) to NAV	-3.14%
Market Yield	4.80%
Taxable-Equivalent Yield <sup>1</sup>	7.35%
Net Assets Applicable to Common Shares (\$000)	\$100,794
Average Effective Maturity on Securities (Years)	14.94
Leverage-Adjusted Duration	8.56

AVERAGE ANNUAL TOTAL RETURN  
(Inception 11/19/92)

	ON SHARE PRICE	ON NAV
6-Month (Cumulative)	3.24%	3.07%
1-Year	-0.40%	4.86%
5-Year	5.48%	6.13%
10-Year	7.16%	6.42%

INDUSTRIES

(as a % of total investments)

U.S. Guaranteed	33.2%
Tax Obligation/General	23.6%
Tax Obligation/Limited	16.6%
Water and Sewer	16.6%
Other	10.0%

1 Taxable-Equivalent Yield represents the yield that must be earned on a

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fully taxable investment in order to equal the yield of the Fund on an after-tax basis. It is based on a combined federal and state income tax rate of 34.7%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.

- 2 The Fund paid shareholders capital gains and net ordinary income distributions in December 2006 of \$0.0812 per share.

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Nuveen Insured California Premium Income Municipal Fund 2, Inc.  
NCL

### Performance

OVERVIEW As of February 28, 2007

#### Pie Chart:

##### CREDIT QUALITY

(as a % of total investments)

Insured	77%
U.S. Guaranteed	23%

#### Bar Chart:

##### 2006-2007 MONTHLY TAX-FREE DIVIDENDS PER SHARE

Mar	0.0625
Apr	0.0625
May	0.0625
Jun	0.059
Jul	0.059
Aug	0.059
Sep	0.056
Oct	0.056
Nov	0.056
Dec	0.056
Jan	0.056
Feb	0.056

#### Line Chart:

##### SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

3/01/06	15.17
	15.05
	14.71
	14.76
	14.66
	14.62
	14.53
	14.79
	14.5
	14.42
	14.46
	14.18
	14.13
	14.13
	14.12
	14.15
	13.97

	14.03
	13.79
	13.97
	13.69
	13.69
	14.14
	14.21
	14.12
	14.19
	14.21
	14.24
	14.22
	14.19
	14.29
	14.35
	14.27
	14.3
	14.14
	14.08
	14.14
	14.21
	14.08
	14.13
	14.21
	14.46
	14.28
	14.27
	14.26
	14.25
	14.29
	14.2
	14.12
	14.17
	14.25
	14.26
	14.26
2/28/07	14.35

FUND SNAPSHOT

-----	
Common Share Price	\$14.35
-----	
Common Share	
Net Asset Value	\$15.12
-----	
Premium/(Discount) to NAV	-5.09%
-----	
Market Yield	4.68%
-----	
Taxable-Equivalent Yield <sup>1</sup>	7.17%
-----	
Net Assets Applicable to	
Common Shares (\$000)	\$192,243
-----	
Average Effective Maturity	
on Securities (Years)	15.83
-----	
Leverage-Adjusted Duration	7.96
-----	

AVERAGE ANNUAL TOTAL RETURN

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(Inception 3/18/93)

	ON SHARE PRICE	ON NAV
6-Month (Cumulative)	3.53%	3.13%
1-Year	-0.14%	5.22%
5-Year	5.19%	6.18%
10-Year	6.93%	6.70%

INDUSTRIES

(as a % of total investments)

Tax Obligation/Limited	27.3%
U.S. Guaranteed	22.6%
Tax Obligation/General	16.2%
Water and Sewer	14.5%
Utilities	6.5%
Other	12.9%

- 1 Taxable-Equivalent Yield represents the yield that must be earned on a fully taxable investment in order to equal the yield of the Fund on an after-tax basis. It is based on a combined federal and state income tax rate of 34.7%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.

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Nuveen California Premium Income Municipal Fund  
NCU

Performance

OVERVIEW As of February 28, 2007

Pie Chart:

CREDIT QUALITY

(as a % of total investments)

AAA/U.S. Guaranteed	67%
AA	6%
A	10%
BBB	12%
BB or Lower	4%
N/R	1%

Bar Chart:

2006-2007 MONTHLY TAX-FREE DIVIDENDS PER SHARE<sup>2</sup>

Mar	0.0635
Apr	0.0635

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May	0.0635
Jun	0.0595
Jul	0.0595
Aug	0.0595
Sep	0.0565
Oct	0.0565
Nov	0.0565
Dec	0.0565
Jan	0.0565
Feb	0.0565

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

3/01/06	14.25
	13.96
	13.92
	14.03
	14.1
	13.9
	13.87
	13.67
	13.55
	13.66
	14.05
	14.04
	13.95
	13.85
	13.98
	13.67
	13.4
	13.11
	13.16
	13.32
	13.3
	13.4
	13.83
	13.88
	13.66
	13.97
	13.99
	14.01
	13.8
	13.91
	14
	13.93
	13.85
	13.79
	13.71
	13.73
	13.83
	13.85
	13.85
	13.92
	13.92
	14.03
	13.99
	14.01
	13.99
	14.15
	14.12

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	14.18
	13.99
	14.11
	14.39
	14.12
	14.05
2/28/07	14.18

FUND SNAPSHOT

Common Share Price	\$14.18
Common Share Net Asset Value	\$14.76
Premium/(Discount) to NAV	-3.93%
Market Yield	4.78%
Taxable-Equivalent Yield <sup>1</sup>	7.32%
Net Assets Applicable to Common Shares (\$000)	\$85,223
Average Effective Maturity on Securities (Years)	16.69
Leverage-Adjusted Duration	7.87

AVERAGE ANNUAL TOTAL RETURN  
(Inception 6/18/93)

	ON SHARE PRICE	ON NAV
6-Month (Cumulative)	3.91%	3.45%
1-Year	5.66%	5.40%
5-Year	6.60%	6.87%
10-Year	7.29%	7.05%

INDUSTRIES  
(as a % of total investments)

Tax Obligation/Limited	32.0%
Tax Obligation/General	19.4%
U.S. Guaranteed	12.9%
Water and Sewer	11.8%
Health Care	9.5%
Other	14.4%



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- 1 Taxable-Equivalent Yield represents the yield that must be earned on a fully taxable investment in order to equal the yield of the Fund on an after-tax basis. It is based on a combined federal and state income tax rate of 34.7%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.
- 2 The Fund paid shareholders a capital gains distribution in December 2006 of \$0.0308 per share.

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Nuveen California Dividend Advantage Municipal Fund  
NAC

Performance

OVERVIEW As of February 28, 2007

Pie Chart:

CREDIT QUALITY

(as a % of total investments)

AAA/U.S. Guaranteed	72%
AA	2%
A	11%
BBB	8%
N/R	7%

Bar Chart:

2006-2007 MONTHLY TAX-FREE DIVIDENDS PER SHARE<sup>2</sup>

Mar	0.0745
Apr	0.0745
May	0.0745
Jun	0.0705
Jul	0.0705
Aug	0.0705
Sep	0.0675
Oct	0.0675
Nov	0.0675
Dec	0.0675
Jan	0.0675
Feb	0.0675

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

3/01/06	16.16
	16.01
	16
	15.84
	15.65
	15.74
	15.57
	15.01
	15.23
	15.24
	15.63
	15.34
	15.23

15.7  
 15.87  
 15.63  
 15.25  
 15.21  
 15.18  
 15.45  
 15.28  
 15.45  
 15.46  
 15.89  
 15.87  
 15.53  
 15.73  
 15.88  
 15.69  
 15.74  
 15.8  
 16  
 15.9  
 15.66  
 15.71  
 15.62  
 15.72  
 15.6  
 15.68  
 15.87  
 16.24  
 16.21  
 15.67  
 15.67  
 15.9  
 15.73  
 15.78  
 16.02  
 16.01  
 16  
 16.03  
 15.84  
 15.89  
 15.92

2/28/07

FUND SNAPSHOT

Common Share Price	\$15.92
Common Share Net Asset Value	\$15.62
Premium/(Discount) to NAV	1.92%
Market Yield	5.09%
Taxable-Equivalent Yield <sup>1</sup>	7.79%
Net Assets Applicable to Common Shares (\$000)	\$366,471
Average Effective Maturity on Securities (Years)	15.32

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Leverage-Adjusted Duration 7.45  
-----

AVERAGE ANNUAL TOTAL RETURN  
(Inception 5/26/99)  
-----

	ON SHARE PRICE	ON NAV
6-Month (Cumulative)	2.59%	3.16%
1-Year	5.20%	5.37%
5-Year	8.72%	7.40%
Since Inception	7.20%	7.44%

INDUSTRIES  
(as a % of total investments)  
-----

U.S. Guaranteed	26.0%
Tax Obligation/Limited	18.9%
Tax Obligation/General	13.7%
Transportation	12.6%
Health Care	6.8%
Water and Sewer	5.7%
Utilities	5.7%
Housing/Multifamily	5.5%
Other	5.1%

- 1 Taxable-Equivalent Yield represents the yield that must be earned on a fully taxable investment in order to equal the yield of the Fund on an after-tax basis. It is based on a combined federal and state income tax rate of 34.7%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.
- 2 The Fund paid shareholders a capital gains distribution in December 2006 of \$0.0533 per share.

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Pie Chart:

CREDIT QUALITY

(as a % of total investments)

AAA/U.S. Guaranteed	73%
AA	1%
A	11%
BBB	8%
N/R	7%

Bar Chart:

2006-2007 MONTHLY TAX-FREE DIVIDENDS PER SHARE

Mar	0.0685
Apr	0.0685
May	0.0685
Jun	0.0655
Jul	0.0655
Aug	0.0655
Sep	0.0655
Oct	0.0655
Nov	0.0655
Dec	0.0655
Jan	0.0655
Feb	0.0655

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

3/01/06	14.9
	14.63
	14.67
	14.55
	14.51
	14.55
	14.41
	14.35
	14.42
	14.35
	14.65
	14.67
	14.75
	14.73
	14.9
	14.75
	14.49
	14.14
	14.15
	14.2
	14.19
	14.17
	14.7
	14.81
	14.69
	14.75
	14.8
	14.99
	15.07
	15.02
	15.22
	15.25
	15.03
	14.97

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	14.81
	14.91
	15.18
	15.14
	15.29
	15.15
	15.37
	15.34
	15.12
	15.25
	15.49
	15.4
	15.31
	15.13
	15.2
	15.46
	15.4
	15.23
	15.12
2/28/07	15.24

FUND SNAPSHOT

-----	
Common Share Price	\$15.24
-----	
Common Share Net Asset Value	\$15.43
-----	
Premium/(Discount) to NAV	-1.23%
-----	
Market Yield	5.16%
-----	
Taxable-Equivalent Yield <sup>1</sup>	7.90%
-----	
Net Assets Applicable to Common Shares (\$000)	\$228,237
-----	
Average Effective Maturity on Securities (Years)	14.67
-----	
Leverage-Adjusted Duration	8.39
-----	

AVERAGE ANNUAL TOTAL RETURN  
(Inception 3/27/01)

	ON SHARE PRICE	ON NAV
-----		
6-Month (Cumulative)	4.57%	3.04%
-----		
1-Year	7.70%	5.47%
-----		
5-Year	7.60%	7.13%
-----		
Since Inception	6.51%	7.28%
-----		

INDUSTRIES

(as a % of total investments)

-----

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U.S. Guaranteed	20.7%
-----	-----
Tax Obligation/Limited	20.7%
-----	-----
Water and Sewer	10.3%
-----	-----
Education and Civic Organizations	10.1%
-----	-----
Tax Obligation/General	9.6%
-----	-----
Health Care	7.9%
-----	-----
Transportation	6.8%
-----	-----
Housing/Multifamily	6.7%
-----	-----
Other	7.2%
-----	-----

1 Taxable-Equivalent Yield represents the yield that must be earned on a fully taxable investment in order to equal the yield of the Fund on an after-tax basis. It is based on a combined federal and state income tax rate of 34.7%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.

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Nuveen California Dividend Advantage Municipal Fund 3  
NZH

Performance

OVERVIEW As of February 28, 2007

Pie Chart:

CREDIT QUALITY

(as a % of total investments)

AAA/U.S. Guaranteed	68%
AA	1%
A	14%
BBB	8%
N/R	9%

Bar Chart:

2006-2007 MONTHLY TAX-FREE DIVIDENDS PER SHARE

Mar	0.068
Apr	0.068
May	0.068
Jun	0.0655
Jul	0.0655
Aug	0.0655
Sep	0.0655
Oct	0.0655
Nov	0.0655
Dec	0.0655
Jan	0.0655
Feb	0.0655

Line Chart:

Edgar Filing: NUVEEN CALIFORNIA DIVIDEND ADVANTAGE MUNICIPAL FUND 2 - Form N-CSRS

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

3/01/06	14.71
	14.56
	14.4
	14.41
	14.29
	14.5
	14.5
	14.2
	14.11
	14.3
	14.39
	14.31
	14.38
	14.45
	14.52
	14.43
	14.22
	14.07
	14.11
	14.16
	14.13
	14.22
	14.4
	14.54
	14.55
	14.6
	14.67
	14.78
	14.93
	14.82
	14.94
	14.86
	14.96
	14.7
	14.92
	14.95
	14.98
	15.01
	15.07
	15.1
	15.14
	15.15
	15.08
	15.25
	15.5
	15.32
	15.25
	15.21
	15.15
	15.23
	15.28
	15.05
	15.05
2/28/07	15.12

FUND SNAPSHOT

-----  
Common Share Price                      \$15.12  
-----

Edgar Filing: NUVEEN CALIFORNIA DIVIDEND ADVANTAGE MUNICIPAL FUND 2 - Form N-CSRS

Common Share Net Asset Value	\$15.14
Premium/(Discount) to NAV	-0.13%
Market Yield	5.20%
Taxable-Equivalent Yield <sup>1</sup>	7.96%
Net Assets Applicable to Common Shares (\$000)	\$365,300
Average Effective Maturity on Securities (Years)	16.07
Leverage-Adjusted Duration	7.62

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

	ON SHARE PRICE	ON NAV
6-Month (Cumulative)	4.56%	3.38%
1-Year	8.94%	5.65%
5-Year	8.24%	7.49%
Since Inception	6.38%	6.97%

INDUSTRIES  
(as a % of total investments)

Tax Obligation/Limited	27.2%
Tax Obligation/General	15.8%
U.S. Guaranteed	10.8%
Health Care	10.2%
Water and Sewer	8.4%
Utilities	7.3%
Transportation	6.9%
Housing/Multifamily	6.5%
Other	6.9%

1 Taxable-Equivalent Yield represents the yield that must be earned on a fully taxable investment in order to equal the yield of the Fund on an after-tax basis. It is based on a combined federal and state income tax rate of 34.7%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.



Nuveen Insured California Dividend Advantage Municipal Fund  
 NKL

Performance

OVERVIEW As of February 28, 2007

Pie Chart:

CREDIT QUALITY

(as a % of total investments)

Insured	73%
U.S. Guaranteed	13%
GNMA/FNMA Guaranteed	1%
A (Uninsured)	7%
BBB (Uninsured)	6%

Bar Chart:

2006-2007 MONTHLY TAX-FREE DIVIDENDS PER SHARE<sup>2</sup>

Mar	0.072
Apr	0.072
May	0.072
Jun	0.068
Jul	0.068
Aug	0.068
Sep	0.065
Oct	0.065
Nov	0.065
Dec	0.065
Jan	0.065
Feb	0.065

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

3/01/06	15.25
	15.2
	15.27
	15.09
	15.41
	15.28
	15.2
	15.24
	15.36
	15.29
	15.4
	15.35
	15.14
	15.42
	15.46
	15.46
	15.02
	14.85
	14.57
	14.85
	14.92
	14.86
	15.08

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	15.3
	15.35
	15.46
	15.51
	15.64
	15.38
	15.35
	15.53
	15.7
	15.71
	15.64
	15.69
	15.55
	15.58
	15.61
	15.47
	15.5
	15.71
	15.98
	15.52
	15.68
	15.82
	15.67
	15.63
	15.54
	15.4
	15.48
	15.44
	15.4
	15.31
2/28/07	15.45

FUND SNAPSHOT

-----	
Common Share Price	\$15.45
-----	
Common Share Net Asset Value	\$15.63
-----	
Premium/(Discount) to NAV	-1.15%
-----	
Market Yield	5.05%
-----	
Taxable-Equivalent Yield <sup>1</sup>	7.73%
-----	
Net Assets Applicable to Common Shares (\$000)	\$238,698
-----	
Average Effective Maturity on Securities (Years)	16.97
-----	
Leverage-Adjusted Duration	7.16
-----	

AVERAGE ANNUAL TOTAL RETURN  
(Inception 3/25/02)

-----		
	ON SHARE PRICE	ON NAV
-----		
6-Month (Cumulative)	0.91%	3.40%

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1-Year	6.77%	5.60%
Since Inception	6.96%	8.00%

INDUSTRIES

(as a % of total investments)

Tax Obligation/Limited	29.0%
Tax Obligation/General	18.5%
U.S. Guaranteed	12.7%
Utilities	12.0%
Water and Sewer	11.6%
Education and Civic Organizations	3.8%
Other	12.4%

- 1 Taxable-Equivalent Yield represents the yield that must be earned on a fully taxable investment in order to equal the yield of the Fund on an after-tax basis. It is based on a combined federal and state income tax rate of 34.7%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.
- 2 The Fund paid shareholders a capital gains distribution in December 2006 of \$0.0026 per share.

Nuveen Insured California Tax-Free Advantage Municipal Fund  
NKX

Performance

OVERVIEW As of February 28, 2007

Pie Chart:

CREDIT QUALITY

(as a % of total investments)

Insured	69%
U.S. Guaranteed	16%
A (Uninsured)	9%
BBB (Uninsured)	6%

Bar Chart:

2006-2007 MONTHLY TAX-FREE DIVIDENDS PER SHARE

Mar	0.063
Apr	0.063
May	0.063
Jun	0.059
Jul	0.059
Aug	0.059

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Sep	0.059
Oct	0.059
Nov	0.059
Dec	0.059
Jan	0.059
Feb	0.059

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

3/01/06	14.4
	14.47
	14.32
	14.13
	14.37
	14.4
	14.52
	14.49
	14.3
	14.43
	14.49
	14.02
	14.15
	14.18
	14.89
	14.43
	14
	13.69
	13.68
	13.79
	13.36
	13.99
	14.28
	14.45
	14.54
	14.05
	13.96
	14.25
	14.33
	14.52
	14.56
	14.5
	14.62
	14.31
	14.22
	14.34
	14.5
	14.65
	14.45
	14.6
	14.68
	14.85
	14.8
	15.09
	15.01
	15.03
	15.22
	15
	15.44
	15
	14.95

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	14.77
	14.67
2/28/07	14.73

FUND SNAPSHOT

Common Share Price	\$14.73
Common Share Net Asset Value	\$15.13
Premium/(Discount) to NAV	-2.64%
Market Yield	4.81%
Taxable-Equivalent Yield <sup>1</sup>	7.37%
Net Assets Applicable to Common Shares (\$000)	\$89,029
Average Effective Maturity on Securities (Years)	17.04
Leverage-Adjusted Duration	7.39

AVERAGE ANNUAL TOTAL RETURN  
(Inception 11/21/02)

	ON SHARE PRICE	ON NAV
6-Month (Cumulative)	5.72%	3.81%
1-Year	7.02%	5.79%
Since Inception	5.32%	7.00%

INDUSTRIES

(as a % of total investments)

Tax Obligation/Limited	27.0%
Tax Obligation/General	24.4%
U.S. Guaranteed	16.3%
Water and Sewer	8.4%
Health Care	7.3%
Transportation	6.7%
Other	9.9%

1 Taxable-Equivalent Yield represents the yield that must be earned on a fully taxable investment in order to equal the yield of the Fund on an after-tax basis. It is based on a combined federal and state income tax rate of 34.7%. When comparing this Fund to investments that generate

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qualified dividend income, the Taxable-Equivalent Yield is lower.

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Shareholder  
MEETING REPORT

The meeting was held in the offices of Nuveen Investments on  
November 14, 2006.

	NPC		NCL	
APPROVAL OF THE BOARD MEMBERS WAS REACHED AS FOLLOWS:	Common and MuniPreferred shares voting together as a class	MuniPreferred shares voting together as a class	Common and MuniPreferred shares voting together as a class	MuniPreferred shares voting together as a class
Robert P. Bremner				
For	5,917,713	--	11,697,483	--
Withhold	57,359	--	97,309	--
Total	5,975,072	--	11,794,792	--
Lawrence H. Brown				
For	5,913,913	--	11,698,246	--
Withhold	61,159	--	96,546	--
Total	5,975,072	--	11,794,792	--
Jack B. Evans				
For	5,918,113	--	11,695,573	--
Withhold	56,959	--	99,219	--
Total	5,975,072	--	11,794,792	--
William C. Hunter				
For	5,918,113	--	11,697,883	--
Withhold	56,959	--	96,909	--
Total	5,975,072	--	11,794,792	--
David J. Kundert				
For	5,918,113	--	11,694,938	--
Withhold	56,959	--	99,854	--
Total	5,975,072	--	11,794,792	--
William J. Schneider				
For	--	1,547	--	3,131
Withhold	--	2	--	19
Total	--	1,549	--	3,150
Timothy R. Schwertfeger				
For	--	1,547	--	3,131

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Withhold	--	2	--	19
Total	--	1,549	--	3,150
=====				
Judith M. Stockdale				
For	5,914,813	--	11,698,638	--
Withhold	60,259	--	96,154	--
Total	5,975,072	--	11,794,792	--
=====				
Eugene S. Sunshine				
For	5,918,377	--	11,697,883	--
Withhold	56,695	--	96,909	--
Total	5,975,072	--	11,794,792	--
=====				

18

	NAC		NVX	
	Common and MuniPreferred shares voting together as a class	MuniPreferred shares voting together as a class	Common and MuniPreferred shares voting together as a class	MuniPreferred shares voting together as a class
APPROVAL OF THE BOARD MEMBERS WAS REACHED AS FOLLOWS:				
=====				
Robert P. Bremner				
For	22,406,788	--	14,118,025	--
Withhold	225,819	--	214,421	--
Total	22,632,607	--	14,332,446	--
=====				
Lawrence H. Brown				
For	22,376,172	--	14,118,525	--
Withhold	256,435	--	213,921	--
Total	22,632,607	--	14,332,446	--
=====				
Jack B. Evans				
For	22,404,302	--	14,117,445	--
Withhold	228,305	--	215,001	--
Total	22,632,607	--	14,332,446	--
=====				
William C. Hunter				
For	22,405,248	--	14,110,995	--
Withhold	227,359	--	221,451	--
Total	22,632,607	--	14,332,446	--
=====				
David J. Kundert				
For	22,408,462	--	14,119,325	--
Withhold	224,145	--	213,121	--
=====				

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Total	22,632,607	--	14,332,446	--
=====				
William J. Schneider				
For	--	6,219	--	3,888
Withhold	--	44	--	--
Total	--	6,263	--	3,888
=====				
Timothy R. Schwertfeger				
For	--	6,219	--	3,888
Withhold	--	44	--	--
Total	--	6,263	--	3,888
=====				
Judith M. Stockdale				
For	22,395,121	--	14,111,375	--
Withhold	237,486	--	221,071	--
Total	22,632,607	--	14,332,446	--
=====				
Eugene S. Sunshine				
For	22,401,735	--	14,119,325	--
Withhold	230,872	--	213,121	--
Total	22,632,607	--	14,332,446	--
=====				

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Shareholder  
MEETING REPORT (continued)

NKL

APPROVAL OF THE BOARD MEMBERS  
WAS REACHED AS FOLLOWS:

	Common and MuniPreferred shares voting together as a class	MuniPreferred shares voting together as a class
=====		
Robert P. Bremner		
For	14,596,332	--
Withhold	122,709	--
Total	14,719,041	--
=====		
Lawrence H. Brown		
For	14,596,332	--
Withhold	122,709	--
Total	14,719,041	--
=====		
Jack B. Evans		
For	14,593,932	--



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Withhold	125,109	--
-----		
Total	14,719,041	--
=====		
William C. Hunter		
For	14,590,998	--
Withhold	128,043	--
-----		
Total	14,719,041	--
=====		
David J. Kundert		
For	14,596,332	--
Withhold	122,709	--
-----		
Total	14,719,041	--
=====		
William J. Schneider		
For	--	3,804
Withhold	--	18
-----		
Total	--	3,822
=====		
Timothy R. Schwertfeger		
For	--	3,804
Withhold	--	18
-----		
Total	--	3,822
=====		
Judith M. Stockdale		
For	14,592,632	--
Withhold	126,409	--
-----		
Total	14,719,041	--
=====		
Eugene S. Sunshine		
For	14,590,598	--
Withhold	128,443	--
-----		
Total	14,719,041	--
=====		

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Nuveen Insured California Premium Income Municipal Fund, Inc. (NPC)  
 Portfolio of  
 INVESTMENTS February 28, 2007 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
-----		
	EDUCATION AND CIVIC ORGANIZATIONS - 6.5% (4.5% OF TOTAL INVESTMENTS)	
\$ 2,125	California Educational Facilities Authority, Student Loan Revenue Bonds, Cal Loan Program, Series 2001A, 5.400%, 3/01/21 - MBIA Insured (Alternative Minimum Tax)	3/08 at 102
2,500	California State University, Systemwide Revenue Bonds, Series 2004A, 5.000%, 11/01/18 - FSA Insured	5/14 at 100

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1,500	California State University, Systemwide Revenue Bonds, Series 2005A, 5.000%, 11/01/25 - AMBAC Insured	5/15 at 100
-----		
6,125	Total Education and Civic Organizations	
-----		
HEALTH CARE - 4.6% (3.2% OF TOTAL INVESTMENTS)		
3,000	California Health Facilities Financing Authority, Insured Revenue Bonds, Sutter Health, Series 1998A, 5.375%, 8/15/30 - MBIA Insured	8/08 at 101
1,500	California Statewide Community Development Authority, Certificates of Participation, Sutter Health Obligated Group, Series 1999, 5.500%, 8/15/19 - FSA Insured	8/09 at 101
-----		
4,500	Total Health Care	
-----		
HOUSING/SINGLE FAMILY - 0.3% (0.2% OF TOTAL INVESTMENTS)		
225	California Housing Finance Agency, Home Mortgage Revenue Bonds, Series 2006H, 5.750%, 8/01/30 - FGIC Insured (Alternative Minimum Tax)	2/16 at 100
115	California Housing Finance Agency, Single Family Mortgage Bonds II, Series 1997A-1, 6.000%, 8/01/20 - MBIA Insured (Alternative Minimum Tax)	8/07 at 102
-----		
340	Total Housing/Single Family	
-----		
TAX OBLIGATION/GENERAL - 34.1% (23.6% OF TOTAL INVESTMENTS)		
Bonita Unified School District, San Diego County, California, General Obligation Bonds, Series 2004A:		
1,890	5.250%, 8/01/23 - MBIA Insured	8/14 at 100
1,250	5.250%, 8/01/25 - MBIA Insured	8/14 at 100
2,000	California, General Obligation Veterans Welfare Bonds, Series 2001BZ, 5.375%, 12/01/24 - MBIA Insured (Alternative Minimum Tax)	6/07 at 101
El Segundo Unified School District, Los Angeles County, California, General Obligation Bonds, Series 2004:		
2,580	5.250%, 9/01/21 - FGIC Insured	9/14 at 100
1,775	5.250%, 9/01/22 - FGIC Insured	9/14 at 100
1,225	Fresno Unified School District, Fresno County, California, General Obligation Refunding Bonds, Series 1998A, 6.550%, 8/01/20 - MBIA Insured	2/13 at 103
1,180	Jurupa Unified School District, Riverside County, California, General Obligation Bonds, Series 2004, 5.000%, 8/01/21 - FGIC Insured	8/13 at 100

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1,130	Los Angeles Community College District, Los Angeles County, California, General Obligation Bonds, Series 2005A, 5.000%, 8/01/24 - FSA Insured	8/15 at 100
1,690	Los Angeles Unified School District, Los Angeles County, California, General Obligation Bonds, Series 2006B, 4.750%, 7/01/25 - FGIC Insured (UB)	7/16 at 100
3,000	Pomona Unified School District, Los Angeles County, California, General Obligation Refunding Bonds, Series 1997A, 6.500%, 8/01/19 - MBIA Insured	8/11 at 103
160	Roseville Joint Union High School District, Placer County, California, General Obligation Bonds, Series 2006B, 5.000%, 8/01/27 - FGIC Insured	8/15 at 100
3,000	Sacramento City Unified School District, Sacramento County, California, General Obligation Bonds, Series 2005, 5.000%, 7/01/27 - MBIA Insured	7/15 at 100

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Nuveen Insured California Premium Income Municipal Fund, Inc. (NPC) (cont)  
Portfolio of INVESTMENTS February 28, 2007 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
-----		
	TAX OBLIGATION/GENERAL (continued)	
	San Diego Unified School District, San Diego County, California, General Obligation Bonds, Election of 1998, Series 2001C:	
\$ 1,335	5.000%, 7/01/21 - FSA Insured	7/11 at 102
3,500	5.000%, 7/01/22 - FSA Insured	7/11 at 102
4,895	5.000%, 7/01/23 - FSA Insured	7/11 at 102
1,234	San Diego Unified School District, San Diego County, California, General Obligation Bonds, Series 2006F-1, 4.500%, 7/01/29 - FSA Insured (UB)	7/16 at 101
-----		
31,844	Total Tax Obligation/General	
-----		

TAX OBLIGATION/LIMITED - 24.0% (16.6% OF TOTAL INVESTMENTS)

1,000	Brea and Olinda Unified School District, Orange County, California, Certificates of Participation Refunding, Series 2002A, 5.125%, 8/01/26 - FSA Insured	8/11 at 101
	California Infrastructure Economic Development Bank, Revenue Bonds, North County Center for Self-Sufficiency Corporation, Series 2004:	
1,215	5.000%, 12/01/19 - AMBAC Insured	12/13 at 100
1,615	5.000%, 12/01/21 - AMBAC Insured	12/13 at 100
195	Capistrano Unified School District, Orange County, California,	9/15 at 100

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	Special Tax Bonds, Community Facilities District, Series 2005, 5.000%, 9/01/24 - FGIC Insured	
595	San Diego Unified School District, San Diego County, California, General Obligation Bonds, Series 2006G-1, 4.500%, 7/01/29 - FSA Insured (UB)	7/16 at 101
1,900	Corona-Norco Unified School District, Riverside County, California, Special Tax Bonds, Community Facilities District 98-1, Series 2002, 5.100%, 9/01/25 - AMBAC Insured	9/12 at 100
5,000	El Monte, California, Senior Lien Certificates of Participation, Department of Public Services Facility Phase II, Series 2001, 5.250%, 1/01/34 - AMBAC Insured	1/11 at 100
435	Indian Wells Redevelopment Agency, California, Tax Allocation Bonds, Consolidated Whitewater Project Area, Series 2003A, 5.000%, 9/01/20 - AMBAC Insured	9/13 at 100
345	Los Angeles Community Redevelopment Agency, California, Lease Revenue Bonds, Manchester Social Services Project, Series 2005, 5.000%, 9/01/37 - AMBAC Insured	9/15 at 100
895	Los Angeles Community Redevelopment Agency, California, Tax Allocation Bonds, Bunker Hill Project, Series 2004A, 5.000%, 12/01/20 - FSA Insured	12/14 at 100
165	Rialto Redevelopment Agency, California, Tax Allocation Bonds, Merged Project Area, Series 2005A, 5.000%, 9/01/35 - XLCA Insured	9/15 at 100
205	Roseville, California, Certificates of Participation, Public Facilities, Series 2003A, 5.000%, 8/01/25 - AMBAC Insured	8/13 at 100
3,000	Santa Clara County Financing Authority, California, Lease Revenue Bonds, VMC Facility Replacement Project, Series 1997A, 5.000%, 11/15/22 - AMBAC Insured	11/07 at 102
3,565	Sweetwater Union High School District Public Financing Authority, California, Special Tax Revenue Bonds, Series 2005A, 5.000%, 9/01/25 - FSA Insured	9/15 at 100
2,805	Yucaipa-Calimesa Joint Unified School District, San Bernardino County, California, General Obligation Refunding Bonds, Series 2001A, 5.000%, 10/01/31 - MBIA Insured	10/11 at 100
-----		
22,935	Total Tax Obligation/Limited	
-----		
	TRANSPORTATION - 2.5% (1.8% OF TOTAL INVESTMENTS)	
2,400	San Diego Unified Port District, California, Revenue Bonds, Series 2004B, 5.000%, 9/01/29 - MBIA Insured	9/14 at 100
-----		

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AMOUNT (000)	DESCRIPTION (1)	PROVISIONS
	U.S. GUARANTEED - 48.0% (33.2% OF TOTAL INVESTMENTS) (4)	
\$ 2,000	California State Public Works Board, Lease Revenue Bonds, Department of Health Services, Series 1999A, 5.750%, 11/01/24 (Pre-refunded 11/01/09) - MBIA Insured	11/09 at 101
7,995	California, Various Purpose General Obligation Bonds, Series 2000: 5.750%, 3/01/22 (Pre-refunded 3/01/10) - MBIA Insured	3/10 at 101
2,000	5.750%, 3/01/27 (Pre-refunded 3/01/10) - MBIA Insured	3/10 at 101
2,500	Fresno Unified School District, Fresno County, California, General Obligation Bonds, Series 2001A, 5.125%, 8/01/26 - FSA Insured (ETM)	8/09 at 102
6,000	Huntington Park Redevelopment Agency, California, Single Family Residential Mortgage Revenue Refunding Bonds, Series 1986A, 8.000%, 12/01/19 (ETM)	No Opt. C
965	Indian Wells Redevelopment Agency, California, Tax Allocation Bonds, Consolidated Whitewater Project Area, Series 2003A, 5.000%, 9/01/20 (Pre-refunded 9/01/13) - AMBAC Insured	9/13 at 100
5,135	Palmdale Community Redevelopment Agency, California, Single Family Restructured Mortgage Revenue Bonds, Series 1986A, 8.000%, 3/01/16 (Alternative Minimum Tax) (ETM)	No Opt. C
6,220	Riverside County, California, GNMA Mortgage-Backed Securities Program Single Family Mortgage Revenue Bonds, Series 1987A, 9.000%, 5/01/21 (Alternative Minimum Tax) (ETM)	No Opt. C
750	Sacramento County Sanitation District Financing Authority, California, Revenue Bonds, Series 2004A, 5.000%, 12/01/21 (Pre-refunded 12/01/14) - AMBAC Insured	12/14 at 100
1,485	San Jose, California, Single Family Mortgage Revenue Bonds, Series 1985A, 9.500%, 10/01/13 (ETM)	No Opt. C
2,150	Santa Clara Valley Water District, California, Water Utility System Revenue Bonds, Series 2000A, 5.125%, 6/01/31 (Pre-refunded 6/01/10) - FGIC Insured	6/10 at 100
2,000	University of California, Revenue Bonds, Multi-Purpose Projects, Series 2002O, 5.125%, 9/01/31 (Pre-refunded 9/01/10) - FGIC Insured	9/10 at 101
39,200	Total U.S. Guaranteed	
	UTILITIES - 0.4% (0.3% OF TOTAL INVESTMENTS)	
345	Merced Irrigation District, California, Electric System Revenue Bonds, Series 2005, 5.125%, 9/01/31 - XLCA Insured	9/15 at 100

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WATER AND SEWER - 23.9% (16.6% OF TOTAL INVESTMENTS)

5,255	El Dorado Irrigation District, California, Water and Sewer Certificates of Participation, Series 2003A, 5.000%, 3/01/20 - FGIC Insured	3/13 at 100
1,230	El Dorado Irrigation District, California, Water and Sewer Certificates of Participation, Series 2004A, 5.000%, 3/01/21 - FGIC Insured	3/14 at 100
235	Healdsburg Public Financing Authority, California, Wastewater Revenue Bonds, Series 2006, 5.000%, 4/01/36 - MBIA Insured	4/16 at 100
5,000	Indio Water Authority, California, Water Revenue Bonds, Series 2006, 5.000%, 4/01/31 - AMBAC Insured	4/16 at 100
220	Marina Coast Water District, California, Enterprise Certificate of Participation, Series 2006, 5.000%, 6/01/31 - MBIA Insured	6/16 at 100
1,500	Placerville Public Financing Authority, California, Wastewater System Refinancing and Improvement Project Revenue Bonds, Series 2006, 5.000%, 9/01/34 - XLCA Insured	9/16 at 100
3,400	San Diego Public Facilities Financing Authority, California, Sewerage Revenue Bonds, Series 1997A, 5.250%, 5/15/22 - FGIC Insured	5/07 at 101
1,310	Santa Fe Springs Public Financing Authority, California, Water Revenue Bonds, Series 2003A, 5.000%, 5/01/33 - MBIA Insured	5/13 at 100
1,345	West Basin Municipal Water District, California, Revenue Certificates of Participation, Series 2003A, 5.000%, 8/01/20 - MBIA Insured	8/13 at 100

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Nuveen Insured California Premium Income Municipal Fund, Inc. (NPC) (cont)  
Portfolio of INVESTMENTS February 28, 2007 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
-----		
	WATER AND SEWER (continued)	
\$ 2,000	Westlands Water District, California, Revenue Certificates of Participation, Series 2005A, 5.000%, 9/01/30 - MBIA Insured	3/15 at 100
1,310	Wheeler Ridge-Maricopa Water District, Kern County, California, Water Revenue Refunding Bonds, Series 1996, 5.700%, 11/01/15 - AMBAC Insured	5/07 at 102
-----		
22,805	Total Water and Sewer	
-----		
\$ 130,494	Total Investments (cost \$134,933,608) - 144.3%	
=====		
	Floating Rate Obligations - (2.3)%	

-----  
 Other Assets Less Liabilities - 2.6%  
 -----  
 Preferred Shares, at Liquidation Value - (44.6)%  
 -----  
 Net Assets Applicable to Common Shares - 100%  
 =====

FORWARD SWAPS OUTSTANDING AT FEBRUARY 28, 2007:

COUNTERPARTY	NOTIONAL AMOUNT	FUND	FLOATING RATE INDEX	FIXED RATE (ANNUALIZED)	FIXED RATE PAYMENT FREQUENCY	EFFE DA
		PAY/RECEIVE FLOATING RATE				
Goldman Sachs	\$4,900,000	Receive	3-month USD-LIBOR	5.681%	Semi-Annually	7/
JPMorgan	7,700,000	Receive	3-month USD-LIBOR	5.630	Semi-Annually	7/
JPMorgan	3,100,000	Pay	3-month USD-LIBOR	5.869	Semi-Annually	7/
Morgan Stanley	7,300,000	Pay	3-month USD-LIBOR	5.816	Semi-Annually	7/

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

All of the bonds in the Portfolio of Investments are either covered by Original Issue Insurance, Secondary Market Insurance or Portfolio Insurance, or are backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities, any of which ensure the timely payment of principal and interest.

- (1) All percentages shown in the Portfolio of Investments are based on net assets applicable to Common shares unless otherwise noted.
  - (2) Optional Call Provisions: Dates (month and year) and prices of the earliest optional call or redemption. There may be other call provisions at varying prices at later dates. Certain mortgage-backed securities may be subject to periodic principal paydowns.
  - (3) Ratings: Using the higher of Standard & Poor's or Moody's rating. Ratings below BBB by Standard & Poor's Group or Baa by Moody's Investor Service, Inc. are considered to be below investment grade.
  - (4) Backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensure the timely payment of principal and interest.
  - (5) Effective date represents the date on which both the Fund and counterparty commence interest payment accruals on each forward swap contract.
- (ETM) Escrowed to maturity.
- (UB) Underlying bond of an inverse floating rate trust reflected as a financing transaction pursuant to the provisions of SFAS No. 140.

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See accompanying notes to financial statements.

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Nuveen Insured California Premium Income Municipal Fund 2, Inc. (NCL)  
 Portfolio of  
 INVESTMENTS February 28, 2007 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
-----		
EDUCATION AND CIVIC ORGANIZATIONS - 5.6% (3.8% OF TOTAL INVESTMENTS)		
\$ 620	California Educational Facilities Authority, Revenue Bonds, University of the Pacific, Series 2000, 5.875%, 11/01/20 - MBIA Insured	11/10 at 100
2,125	California Educational Facilities Authority, Student Loan Revenue Bonds, Cal Loan Program, Series 2001A, 5.400%, 3/01/21 - MBIA Insured (Alternative Minimum Tax)	3/08 at 102
1,500	California State University, Systemwide Revenue Bonds, Series 2005A, 5.000%, 11/01/25 - AMBAC Insured	5/15 at 100
6,000	University of California, Revenue Bonds, Multi-Purpose Projects, Series 2003A, 5.000%, 5/15/27 - AMBAC Insured	5/13 at 100
-----		
10,245	Total Education and Civic Organizations	
-----		
HEALTH CARE - 4.4% (2.9% OF TOTAL INVESTMENTS)		
1,450	California Health Facilities Financing Authority, Insured Health Facility Revenue Refunding Bonds, Mark Twain St. Joseph's Healthcare Corporation, Series 1996A, 6.000%, 7/01/19 - MBIA Insured	7/07 at 101
5,000	The Regents of the University of California, Medical Center Pooled Revenue Bonds, Series 2007A, 4.500%, 5/15/37 - MBIA Insured	5/15 at 101
1,755	University of California, Hospital Revenue Bonds, UCLA Medical Center, Series 2004A, 5.500%, 5/15/18 - AMBAC Insured	5/12 at 101
-----		
8,205	Total Health Care	
-----		
HOUSING/SINGLE FAMILY - 2.2% (1.6% OF TOTAL INVESTMENTS)		
440	California Housing Finance Agency, Home Mortgage Revenue Bonds, Series 2006H, 5.750%, 8/01/30 - FGIC Insured (Alternative Minimum Tax)	2/16 at 100
2,500	California Housing Finance Agency, Home Mortgage Revenue	2/16 at 100



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Bonds, Series 2006K, 5.500%, 2/01/42 - AMBAC Insured  
(Alternative Minimum Tax)

1,100	California Housing Finance Agency, Single Family Mortgage Bonds, Series 1997C-2-II, 5.625%, 8/01/20 - MBIA Insured (Alternative Minimum Tax)	8/07 at 101
-----		
4,040	Total Housing/Single Family	
-----		

TAX OBLIGATION/GENERAL - 24.1% (16.2% OF TOTAL INVESTMENTS)

1,460	ABC Unified School District, Los Angeles County, California, General Obligation Bonds, Series 2000B, 5.750%, 8/01/16 - FGIC Insured	8/10 at 101
1,425	Bassett Unified School District, Los Angeles County, California, General Obligation Bonds, Series 2006B, 5.250%, 8/01/30 - FGIC Insured	8/16 at 100
4,400	California, General Obligation Bonds, Series 2003, 5.000%, 2/01/31 - MBIA Insured	2/13 at 100
2,250	California, General Obligation Bonds, Series 2004, 5.000%, 4/01/31 - AMBAC Insured	4/14 at 100
3,000	California, General Obligation Veterans Welfare Bonds, Series 2001BZ, 5.375%, 12/01/24 - MBIA Insured (Alternative Minimum Tax)	6/07 at 101
1,910	Fresno Unified School District, Fresno County, California, General Obligation Bonds, Series 2002A, 6.000%, 8/01/26 - MBIA Insured	No Opt. C
1,255	Los Angeles Community College District, Los Angeles County, California, General Obligation Bonds, Series 2005A, 5.000%, 8/01/24 - FSA Insured	8/15 at 100
3,310	Los Angeles Unified School District, Los Angeles County, California, General Obligation Bonds, Series 2006B, 4.750%, 7/01/25 - FGIC Insured (UB)	7/16 at 100
4,000	Los Angeles Unified School District, Los Angeles County, California, General Obligation Bonds, Series 2007A, 4.500%, 7/01/24 - FSA Insured	7/17 at 100

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Nuveen Insured California Premium Income Municipal Fund 2, Inc. (NCL) (co  
Portfolio of INVESTMENTS February 28, 2007 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
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TAX OBLIGATION/GENERAL (continued)

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		Los Rios Community College District, Sacramento, El Dorado and Yolo Counties, California, General Obligation Bonds, Series 2006C:	
\$	2,110	5.000%, 8/01/21 - FSA Insured	8/14 at 102
	3,250	5.000%, 8/01/22 - FSA Insured	8/14 at 102
	3,395	5.000%, 8/01/23 - FSA Insured	8/14 at 102
	1,270	Merced City School District, Merced County, California, General Obligation Bonds, Series 2004, 5.000%, 8/01/22 - FGIC Insured	8/13 at 100
	305	Roseville Joint Union High School District, Placer County, California, General Obligation Bonds, Series 2006B, 5.000%, 8/01/27 - FGIC Insured	8/15 at 100
	2,500	Sacramento City Unified School District, Sacramento County, California, General Obligation Bonds, Series 2005, 5.000%, 7/01/27 - MBIA Insured	7/15 at 100
	1,125	San Diego Unified School District, California, General Obligation Bonds, Election of 1998, Series 1999A, 0.000%, 7/01/21 - FGIC Insured	No Opt. C
	1,575	San Diego Unified School District, San Diego County, California, General Obligation Bonds, Series 2006G-1, 4.500%, 7/01/29 - FSA Insured (UB)	7/16 at 101
	2,000	San Francisco Community College District, California, General Obligation Bonds, Series 2002A, 5.000%, 6/15/26 - FGIC Insured	6/10 at 102
	1,000	San Ramon Valley Unified School District, Contra Costa County, California, General Obligation Bonds, Series 2004, 5.000%, 8/01/24 - FSA Insured	8/14 at 100
	2,445	Washington Unified School District, Yolo County, California, General Obligation Bonds, Series 2004A, 5.000%, 8/01/21 - FGIC Insured	8/13 at 100

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	43,985	Total Tax Obligation/General	
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TAX OBLIGATION/LIMITED - 40.8% (27.3% OF TOTAL INVESTMENTS)

		Anaheim Public Finance Authority, California, Subordinate Lease Revenue Bonds, Public Improvement Project, Series 1997C:	
	5,130	0.000%, 9/01/18 - FSA Insured	No Opt. C
	8,000	0.000%, 9/01/21 - FSA Insured	No Opt. C
		California Infrastructure Economic Development Bank, Revenue Bonds, North County Center for Self-Sufficiency Corporation, Series 2004:	
	1,535	5.000%, 12/01/20 - AMBAC Insured	12/13 at 100
	1,780	5.000%, 12/01/23 - AMBAC Insured	12/13 at 100
	3,725	California State Public Works Board, Lease Revenue Bonds, Department of Corrections, Series 2005J, 5.000%, 1/01/17 - AMBAC Insured	1/16 at 100
	380	Capistrano Unified School District, Orange County, California, Special Tax Bonds, Community Facilities District, Series 2005,	9/15 at 100

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	5.000%, 9/01/24 - FGIC Insured	
1,110	Chino Redevelopment Agency, California, Merged Chino Project Area Tax Allocation Bonds, 5.000%, 9/01/38 - AMBAC Insured (UB)	9/16 at 101
4,000	Contra Costa County, California, Certificates of Participation Refunding, Merrithew Memorial Hospital Replacement, Series 1997, 5.500%, 11/01/22 - MBIA Insured	11/07 at 102
6,000	El Monte, California, Senior Lien Certificates of Participation, Department of Public Services Facility Phase II, Series 2001, 5.000%, 1/01/21 - AMBAC Insured	1/11 at 100
8,280	Fontana Public Financing Authority, California, Tax Allocation Revenue Bonds, North Fontana Redevelopment Project, Series 2005A, 5.000%, 10/01/32 - AMBAC Insured	10/15 at 100
3,000	Galt Schools Joint Powers Authority, Sacramento County, California, Revenue Refunding Bonds, High School and Elementary School Facilities, Series 1997A, 5.875%, 11/01/24 - MBIA Insured	11/07 at 102
1,810	Kern County Board of Education, California, Certificates of Participation Refunding, Series 1998A, 5.200%, 5/01/28 - MBIA Insured	5/08 at 102
5,000	La Quinta Redevelopment Agency, California, Tax Allocation Refunding Bonds, Redevelopment Project Area 1, Series 1998, 5.200%, 9/01/28 - AMBAC Insured	9/07 at 102
2,300	Long Beach Bond Finance Authority, California, Multiple Project Tax Allocation Bonds, Housing and Gas Utility Financing Project Areas, Series 2005A-1, 5.000%, 8/01/25 - AMBAC Insured	8/15 at 100

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PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
-----		
	TAX OBLIGATION/LIMITED (continued)	
\$ 685	Los Angeles Community Redevelopment Agency, California, Lease Revenue Bonds, Manchester Social Services Project, Series 2005, 5.000%, 9/01/37 - AMBAC Insured	9/15 at 100
1,000	Los Angeles Community Redevelopment Agency, California, Tax Allocation Bonds, Bunker Hill Project, Series 2004A, 5.000%, 12/01/20 - FSA Insured	12/14 at 100
1,250	Los Angeles County Metropolitan Transportation Authority, California, Proposition A First Tier Senior Sales Tax Revenue Bonds, Series 2003B, 5.000%, 7/01/19 - MBIA Insured	7/13 at 100
4,000	Los Angeles, California, Certificates of Participation, Municipal Improvement Corporation, Series 2003AW, 5.000%, 6/01/33 - AMBAC Insured	6/13 at 100

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2,780	Pittsburg Redevelopment Agency, California, Tax Allocation Refunding Bonds, Los Medanos Community Development Project, Series 2003A, 5.000%, 8/01/12 - MBIA Insured	No Opt. C
4,140	Plumas County, California, Certificates of Participation, Capital Improvement Program, Series 2003A, 5.000%, 6/01/28 - AMBAC Insured	6/13 at 101
2,000	Poway Redevelopment Agency, California, Tax Allocation Refunding Bonds, Paguay Redevelopment Project, Series 2000, 5.750%, 6/15/33 - MBIA Insured	12/10 at 102
325	Rialto Redevelopment Agency, California, Tax Allocation Bonds, Merged Project Area, Series 2005A, 5.000%, 9/01/35 - XLCA Insured	9/15 at 100
1,000	Rocklin Unified School District, Placer County, California, Special Tax Bonds, Community Facilities District 1, Series 2004, 5.000%, 9/01/25 - MBIA Insured	9/13 at 100
405	Roseville, California, Certificates of Participation, Public Facilities, Series 2003A, 5.000%, 8/01/25 - AMBAC Insured	8/13 at 100
5,000	San Bernardino Joint Powers Financing Authority, California, Certificates of Participation Refunding, Police Station Financing Project, Series 1999, 5.500%, 9/01/20 - MBIA Insured	9/09 at 102
5,510	Sweetwater Union High School District Public Financing Authority, California, Special Tax Revenue Bonds, Series 2005A, 5.000%, 9/01/28 - FSA Insured	9/15 at 100
-----		
80,145	Total Tax Obligation/Limited	
-----		

TRANSPORTATION - 6.9% (4.6% OF TOTAL INVESTMENTS)

6,500	Foothill/Eastern Transportation Corridor Agency, California, Toll Road Revenue Refunding Bonds, Series 1999, 0.000%, 1/15/18 - MBIA Insured	1/10 at 65
4,000	Orange County Transportation Authority, California, Toll Road Revenue Bonds, 91 Express Lanes Project, Series 2003A, 5.000%, 8/15/18 - AMBAC Insured	8/13 at 100
5,000	San Francisco Airports Commission, California, Revenue Refunding Bonds, San Francisco International Airport, Second Series 2001, Issue 27A, 5.250%, 5/01/31 - MBIA Insured (Alternative Minimum Tax)	5/11 at 100
-----		
15,500	Total Transportation	
-----		

U.S. GUARANTEED - 33.7% (22.6% OF TOTAL INVESTMENTS) (4)

1,380	California Educational Facilities Authority, Revenue Bonds, University of the Pacific, Series 2000, 5.875%, 11/01/20	11/10 at 100
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(Pre-refunded 11/01/10) - MBIA Insured

	California Infrastructure Economic Development Bank, Revenue Bonds, Asian Art Museum of San Francisco, Series 2000:	
1,295	5.500%, 6/01/19 (Pre-refunded 6/01/10) - MBIA Insured	6/10 at 101
1,000	5.500%, 6/01/20 (Pre-refunded 6/01/10) - MBIA Insured	6/10 at 101
3,450	California State Public Works Board, Lease Revenue Bonds, Department of Health Services, Series 1999A, 5.750%, 11/01/24 (Pre-refunded 11/01/09) - MBIA Insured	11/09 at 101
2,500	California, Various Purpose General Obligation Bonds, Series 1999, 5.500%, 9/01/24 (Pre-refunded 9/01/09) - FSA Insured	9/09 at 101
7,995	California, Various Purpose General Obligation Bonds, Series 2000: 5.750%, 3/01/22 (Pre-refunded 3/01/10) - MBIA Insured	3/10 at 101
1,900	5.750%, 3/01/27 (Pre-refunded 3/01/10) - MBIA Insured	3/10 at 101
2,425	Central Unified School District, Fresno County, California, General Obligation Bonds, Series 1993, 5.625%, 3/01/18 - AMBAC Insured (ETM)	3/07 at 100

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Nuveen Insured California Premium Income Municipal Fund 2, Inc. (NCL) (continued)  
Portfolio of INVESTMENTS February 28, 2007 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
-----		
	U.S. GUARANTEED (4) (continued)	
\$ 3,000	Escondido Union High School District, San Diego County, California, General Obligation Bonds, Series 1996, 5.700%, 11/01/10 - MBIA Insured (ETM)	5/07 at 102
	Fresno Unified School District, Fresno County, California, General Obligation Bonds, Series 2001F:	
1,065	5.125%, 8/01/21 - FSA Insured (ETM)	8/09 at 102
1,160	5.125%, 8/01/22 - FSA Insured (ETM)	8/09 at 102
1,220	5.125%, 8/01/23 - FSA Insured (ETM)	8/09 at 102
1,500	Hacienda La Puente Unified School District, Los Angeles County, California, General Obligation Bonds, Series 2000A, 5.250%, 8/01/25 (Pre-refunded 8/01/10) - MBIA Insured	8/10 at 101
2,665	Kern Community College District, California, General Obligation Bonds, Series 2003A, 5.000%, 11/01/21 (Pre-refunded 11/01/13) - FGIC Insured	11/13 at 100
3,190	Kern County Board of Education, California, Certificates of Participation Refunding, Series 1998A, 5.200%, 5/01/28 (Pre-refunded 5/01/08) - MBIA Insured	5/08 at 102
1,750	Lake Tahoe Unified School District, El Dorado County, California, General Obligation Bonds, Series 1999A, 5.250%, 8/01/24 (Pre-refunded 8/01/09) - FGIC Insured	8/09 at 100

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3,865	Los Angeles County Metropolitan Transportation Authority, California, Proposition C Second Senior Lien Sales Tax Revenue Bonds, Series 2000A, 5.250%, 7/01/30 (Pre-refunded 7/01/10) - FGIC Insured	7/10 at 101
	Manteca Unified School District, San Joaquin County, California, General Obligation Bonds, Series 2004:	
1,000	5.250%, 8/01/21 (Pre-refunded 8/01/14) - FSA Insured	8/14 at 100
1,000	5.250%, 8/01/22 (Pre-refunded 8/01/14) - FSA Insured	8/14 at 100
2,500	Oakland, California, Insured Revenue Bonds, 1800 Harrison Foundation - Kaiser Permanente, Series 1999A, 6.000%, 1/01/29 (Pre-refunded 1/01/10) - AMBAC Insured	1/10 at 100
2,775	Pomona Public Financing Authority, California, Revenue Bonds, Water Facilities Project, Series 1999AC, 5.500%, 5/01/29 (Pre-refunded 5/01/09) - FGIC Insured	5/09 at 101
4,320	Riverside County, California, GNMA Mortgage-Backed Securities Program Single Family Mortgage Revenue Bonds, Series 1987B, 8.625%, 5/01/16 (Alternative Minimum Tax) (ETM)	No Opt. C
1,690	Sacramento City Financing Authority, California, Capital Improvement Revenue Bonds, Solid Waste and Redevelopment Projects, Series 1999, 5.800%, 12/01/19 (Pre-refunded 12/01/09) - AMBAC Insured	12/09 at 102
1,000	Sacramento County Sanitation District Financing Authority, California, Revenue Bonds, Series 2000A, 5.500%, 12/01/20 (Pre-refunded 12/01/10) - AMBAC Insured	12/10 at 101
750	Sacramento County Sanitation District Financing Authority, California, Revenue Bonds, Series 2004A, 5.000%, 12/01/21 (Pre-refunded 12/01/14) - AMBAC Insured	12/14 at 100
3,500	San Francisco Bay Area Rapid Transit District, California, Sales Tax Revenue Bonds, Series 1999, 5.500%, 7/01/34 (Pre-refunded 7/01/09) - FGIC Insured	7/09 at 101
-----		
59,895	Total U.S. Guaranteed	
-----		

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
-----		
	UTILITIES - 9.8% (6.5% OF TOTAL INVESTMENTS)	
\$ 3,740	California Pollution Control Financing Authority, Revenue Refunding Bonds, Southern California Edison Company, Series 1999B, 5.450%, 9/01/29 - MBIA Insured	9/09 at 101
670	Merced Irrigation District, California, Electric System Revenue Bonds, Series 2005, 5.125%, 9/01/31 - XLCA Insured	9/15 at 100

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3,500	Puerto Rico Electric Power Authority, Power Revenue Bonds, Series 2002II, 5.125%, 7/01/26 - FSA Insured	7/12 at 101
100	Sacramento City Financing Authority, California, Capital Improvement Revenue Bonds, Solid Waste and Redevelopment Projects, Series 1999, 5.800%, 12/01/19 - AMBAC Insured	12/09 at 102
1,950	Salinas Valley Solid Waste Authority, California, Revenue Bonds, Series 2002, 5.250%, 8/01/27 - AMBAC Insured (Alternative Minimum Tax)	8/12 at 100
	Santa Clara, California, Subordinate Electric Revenue Bonds, Series 2003A:	
2,800	5.000%, 7/01/24 - MBIA Insured	7/13 at 100
5,000	5.000%, 7/01/28 - MBIA Insured	7/13 at 100
-----		
17,760	Total Utilities	
-----		

WATER AND SEWER - 21.6% (14.5% OF TOTAL INVESTMENTS)

1,700	Castaic Lake Water Agency, California, Revenue Certificates of Participation, Series 2004A, 5.000%, 8/01/20 - AMBAC Insured	8/14 at 100
2,975	Chino Basin Regional Finance Authority, California, Sewerage System Revenue Bonds, Inland Empire Utilities Agency, Series 1994, 6.000%, 8/01/16 - AMBAC Insured	8/07 at 100
2,000	El Dorado Irrigation District, California, Water and Sewer Certificates of Participation, Series 2004A, 5.000%, 3/01/21 - FGIC Insured	3/14 at 100
460	Healdsburg Public Financing Authority, California, Wastewater Revenue Bonds, Series 2006, 5.000%, 4/01/36 - MBIA Insured	4/16 at 100
2,700	Los Angeles County Sanitation Districts Financing Authority, California, Senior Revenue Bonds, Capital Projects, Series 2003A, 5.000%, 10/01/21 - FSA Insured	10/13 at 100
430	Marina Coast Water District, California, Enterprise Certificate of Participation, Series 2006, 5.000%, 6/01/31 - MBIA Insured	6/16 at 100
12,000	Orange County Sanitation District, California, Certificates of Participation, Series 2003, 5.000%, 2/01/33 - FGIC Insured	8/13 at 100
1,700	Pomona Public Finance Authority, California, Revenue Bonds, Water Facilities Project, Series 2007AY, 5.000%, 5/01/37 - AMBAC Insured	5/17 at 100
1,520	San Buenaventura, California, Water Revenue Certificates of Participation, Series 2004, 5.000%, 10/01/25 - AMBAC Insured	10/14 at 100
3,675	San Dieguito Water District, California, Water Revenue Bonds, Series 2004, 5.000%, 10/01/23 - FGIC Insured	10/14 at 100
	Santa Clara Valley Water District, California, Certificates of	

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	Participation, Series 2004A:		
1,400	5.000%, 2/01/19 - FGIC Insured		2/14 at 100
445	5.000%, 2/01/20 - FGIC Insured		2/14 at 100
465	5.000%, 2/01/21 - FGIC Insured		2/14 at 100
2,500	West Basin Municipal Water District, California, Revenue Certificates of Participation, Series 2003A, 5.000%, 8/01/30 - MBIA Insured		8/13 at 100
750	Westlands Water District, California, Revenue Certificates of Participation, Series 2007A, 5.000%, 9/01/37 - MBIA Insured		9/16 at 100

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Nuveen Insured California Premium Income Municipal Fund 2, Inc. (NCL) (co  
Portfolio of INVESTMENTS February 28, 2007 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
	-----	
	WATER AND SEWER (continued)	
	Yorba Linda Water District, California, Certificates of Participation, Highland Reservoir Renovation, Series 2003:	
\$ 2,010	5.000%, 10/01/28 - FGIC Insured	10/13 at 100
2,530	5.000%, 10/01/33 - FGIC Insured	10/13 at 100
	-----	
39,260	Total Water and Sewer	
	-----	
\$ 279,035	Total Investments (cost \$271,367,321) - 149.1%	
	=====	
	Floating Rate Obligations - (2.1)%	
	-----	
	Other Assets Less Liabilities - 2.4%	
	-----	
	Preferred Shares, at Liquidation Value - (49.4)%	
	-----	
	Net Assets Applicable to Common Shares - 100%	
	=====	

FORWARD SWAPS OUTSTANDING AT FEBRUARY 28, 2007:

COUNTERPARTY	NOTIONAL AMOUNT	FUND PAY/RECEIVE FLOATING RATE	FLOATING RATE INDEX	FIXED RATE (ANNUALIZED)	FIXED RATE PAYMENT FREQUENCY	EFFE DA
Morgan Stanley	\$6,200,000	Pay	3-month USD-LIBOR	5.811%	Semi-Annually	7/
Morgan Stanley	5,400,000	Pay	3-month USD-LIBOR	5.816	Semi-Annually	7/

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

All of the bonds in the Portfolio of Investments are  
either covered by Original Issue Insurance, Secondary  
Market Insurance or Portfolio Insurance, or are backed



by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities, any of which ensure the timely payment of principal and interest.

- (1) All percentages shown in the Portfolio of Investments are based on net assets applicable to Common shares unless otherwise noted.
- (2) Optional Call Provisions: Dates (month and year) and prices of the earliest optional call or redemption. There may be other call provisions at varying prices at later dates. Certain mortgage-backed securities may be subject to periodic principal paydowns.
- (3) Ratings: Using the higher of Standard & Poor's or Moody's rating. Ratings below BBB by Standard & Poor's Group or Baa by Moody's Investor Service, Inc. are considered to be below investment grade.
- (4) Backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensure the timely payment of principal and interest.
- (5) Effective date represents the date on which both the Fund and counterparty commence interest payment accruals on each forward swap contract.
- (ETM) Escrowed to maturity.
- (UB) Underlying bond of an inverse floating rate trust reflected as a financing transaction pursuant to the provisions of SFAS No. 140.

See accompanying notes to financial statements.

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Nuveen California Premium Income Municipal Fund (NCU)  
Portfolio of  
INVESTMENTS February 28, 2007 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
-----		
	CONSUMER STAPLES - 6.5% (4.3% OF TOTAL INVESTMENTS)	
\$ 1,500	California County Tobacco Securitization Agency, Tobacco Settlement Asset-Backed Bonds, Alameda County Tobacco Asset Securitization Corporation, Series 2002, 5.750%, 6/01/29	6/12 at 100
310	California County Tobacco Securitization Agency, Tobacco Settlement Asset-Backed Bonds, Sonoma County Tobacco Securitization Corporation, Series 2005, 4.250%, 6/01/21	6/15 at 100
3,475	California Statewide Financing Authority, Tobacco Settlement Asset-Backed Bonds, Pooled Tobacco Securitization Program, Series 2002A, 5.625%, 5/01/29	5/12 at 100

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5,285 Total Consumer Staples

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EDUCATION AND CIVIC ORGANIZATIONS - 2.1% (1.4% OF TOTAL INVESTMENTS)

70	California Educational Facilities Authority, Revenue Bonds, University of Redlands, Series 2005A, 5.000%, 10/01/35	10/15 at 100
	California Educational Facilities Authority, Revenue Bonds, University of the Pacific, Series 2006:	
45	5.000%, 11/01/21	11/15 at 100
60	5.000%, 11/01/25	11/15 at 100
1,500	University of California, Revenue Bonds, Multi-Purpose Projects, Series 2003A, 5.125%, 5/15/17 - AMBAC Insured	5/13 at 100

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1,675 Total Education and Civic Organizations

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HEALTH CARE - 14.3% (9.5% OF TOTAL INVESTMENTS)

4,705	California Health Facilities Financing Authority, Hospital Revenue Bonds, Downey Community Hospital, Series 1993, 5.750%, 5/15/15	5/07 at 100
480	California Health Facilities Financing Authority, Revenue Bonds, Cedars-Sinai Medical Center, Series 2005, 5.000%, 11/15/34	11/15 at 100
1,500	California Infrastructure Economic Development Bank, Revenue Bonds, Kaiser Hospital Assistance LLC, Series 2001A, 5.550%, 8/01/31	8/11 at 102
2,180	California Statewide Community Development Authority, Revenue Bonds, Kaiser Permanente System, Series 2006, 5.000%, 3/01/41	3/16 at 100
730	California Statewide Community Development Authority, Revenue Bonds, Kaiser Permanente System, Series 2001C, 5.250%, 8/01/31	8/16 at 100
2,100	California Statewide Community Development Authority, Revenue Bonds, Sherman Oaks Health System, Series 1998A, 5.000%, 8/01/22 - AMBAC Insured	No Opt. C

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11,695 Total Health Care

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HOUSING/MULTIFAMILY - 1.9% (1.3% OF TOTAL INVESTMENTS)

1,600	California Statewide Community Development Authority, Revenue Refunding Bonds, Irvine Apartment Communities Development, Series 1998A, 5.250%, 5/15/25 (Mandatory put 5/15/13)	7/08 at 101
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HOUSING/SINGLE FAMILY - 0.5% (0.4% OF TOTAL INVESTMENTS)

200	California Housing Finance Agency, Home Mortgage Revenue Bonds, Series 2006H, 5.750%, 8/01/30 - FGIC Insured (Alternative Minimum Tax)	2/16 at 100
210	California Housing Finance Agency, Single Family Mortgage Bonds II, Series 1997A-1, 6.000%, 8/01/20 - MBIA Insured (Alternative Minimum Tax)	8/07 at 102
35	California Rural Home Mortgage Finance Authority, Mortgage-Backed Securities Program Single Family Mortgage Revenue Bonds, Series 1996C, 7.500%, 8/01/27 (Alternative Minimum Tax)	No Opt. C

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445 Total Housing/Single Family

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Nuveen California Premium Income Municipal Fund (NCU) (continued)  
Portfolio of INVESTMENTS February 28, 2007 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
<hr/>		
INDUSTRIALS - 0.6% (0.4% OF TOTAL INVESTMENTS)		
\$ 500	California Pollution Control Financing Authority, Solid Waste Disposal Revenue Bonds, Waste Management Inc., Series 2002A, 5.000%, 1/01/22 (Alternative Minimum Tax)	1/16 at 102
<hr/>		
TAX OBLIGATION/GENERAL - 29.2% (19.4% OF TOTAL INVESTMENTS)		
California, General Obligation Bonds, Series 2003:		
1,000	5.250%, 11/01/19 - RAAI Insured	11/13 at 100
1,500	5.000%, 2/01/31 - MBIA Insured	2/13 at 100
California, General Obligation Bonds, Series 2004:		
1,750	5.000%, 4/01/22	4/14 at 100
1,400	5.200%, 4/01/26	4/14 at 100
4,000	California, General Obligation Veterans Welfare Bonds, Series 1999BR, 5.300%, 12/01/29 (Alternative Minimum Tax)	6/07 at 100
1,000	Fremont Unified School District, Alameda County, California, General Obligation Bonds, Series 2002A, 5.000%, 8/01/21 - FGIC Insured	8/12 at 101
6,000	Hartnell Community College District, California, General Obligation Bonds, Series 2006B, 5.000%, 6/01/29 - FSA Insured	6/16 at 100
Los Angeles Unified School District, Los Angeles County, California, General Obligation Bonds, Series 2006B:		
885	4.750%, 7/01/25 - FGIC Insured (UB)	7/16 at 100
590	4.750%, 7/01/27 - FGIC Insured (UB)	7/16 at 100

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3,000	Pomona Unified School District, Los Angeles County, California, General Obligation Refunding Bonds, Series 1997A, 6.150%, 8/01/15 - MBIA Insured	8/11 at 103
15	Riverside Community College District, California, General Obligation Bonds, Series 2004A, 5.250%, 8/01/22 - MBIA Insured	8/14 at 100
135	Roseville Joint Union High School District, Placer County, California, General Obligation Bonds, Series 2006B, 5.000%, 8/01/27 - FGIC Insured	8/15 at 100
705	San Diego Unified School District, San Diego County, California, General Obligation Bonds, Series 2006G-1, 4.500%, 7/01/29 - FSA Insured (UB)	7/16 at 101
1,355	San Jose-Evergreen Community College District, Santa Clara County, California, General Obligation Bonds, Series 2005A, 5.000%, 9/01/25 - MBIA Insured	9/15 at 100
-----		
23,335	Total Tax Obligation/General	
-----		
TAX OBLIGATION/LIMITED - 48.0% (32.0% OF TOTAL INVESTMENTS)		
1,000	Bell Community Redevelopment Agency, California, Tax Allocation Bonds, Bell Project Area, Series 2003, 5.625%, 10/01/33 - RAAI Insured	10/13 at 100
	California Infrastructure Economic Development Bank, Revenue Bonds, North County Center for Self-Sufficiency Corporation, Series 2004:	
1,695	5.000%, 12/01/22 - AMBAC Insured	12/13 at 100
1,865	5.000%, 12/01/24 - AMBAC Insured	12/13 at 100
5,920	California State Public Works Board, Lease Revenue Bonds, Department of Veterans Affairs, Southern California Veterans Home - Chula Vista Facility, Series 1999A, 5.600%, 11/01/19 - AMBAC Insured	11/09 at 101
905	California, Economic Recovery Revenue Bonds, Series 2004A, 5.000%, 7/01/15	7/14 at 100
165	Capistrano Unified School District, Orange County, California, Special Tax Bonds, Community Facilities District, Series 2005, 5.000%, 9/01/24 - FGIC Insured	9/15 at 100
500	Chino Redevelopment Agency, California, Merged Chino Project Area Tax Allocation Bonds, 5.000%, 9/01/38 - AMBAC Insured (UB)	9/16 at 101
1,450	Golden State Tobacco Securitization Corporation, California, Enhanced Asset Backed Settlement Revenue Bonds, Series 2005A, Residual Series 1503, 7.326%, 6/01/38 - FGIC Insured (IF)	6/15 at 100
	Irvine, California, Unified School District, Community Facilities District Special Tax Bonds, Series 2006A:	
80	5.000%, 9/01/26	9/16 at 100

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185 5.125%, 9/01/36

9/16 at 100

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
-----		
TAX OBLIGATION/LIMITED (continued)		
\$ 2,500	Kern County Board of Education, California, Certificates of Participation, Series 2006A, 5.000%, 6/01/31 - MBIA Insured	6/16 at 100
3,500	Livermore Redevelopment Agency, California, Tax Allocation Revenue Bonds, Livermore Redevelopment Project Area, Series 2001A, 5.000%, 8/01/26 - MBIA Insured	8/11 at 100
310	Los Angeles Community Redevelopment Agency, California, Lease Revenue Bonds, Manchester Social Services Project, Series 2005, 5.000%, 9/01/37 - AMBAC Insured	9/15 at 100
1,435	Los Angeles Community Redevelopment Agency, California, Tax Allocation Multifamily Housing Bonds, Grand Central Square/Bunker Hill Project, Series 1993A, 5.750%, 12/01/13 (Alternative Minimum Tax)	6/07 at 100
1,000	Los Angeles County Metropolitan Transportation Authority, California, Proposition A First Tier Senior Sales Tax Revenue Bonds, Series 2003B, 5.000%, 7/01/19 - MBIA Insured	7/13 at 100
3,230	Murrieta Redevelopment Agency, California, Tax Allocation Bonds, Series 2005, 5.000%, 8/01/35 - MBIA Insured	8/35 at 100
2,000	Oakland Redevelopment Agency, California, Subordinate Lien Tax Allocation Bonds, Central District Redevelopment Project, Series 2003, 5.500%, 9/01/15 - FGIC Insured	3/13 at 100
1,000	Poway, California, Community Facilities District 88-1, Special Tax Refunding Bonds, Parkway Business Centre, Series 1998, 6.500%, 8/15/09	8/08 at 102
155	Rialto Redevelopment Agency, California, Tax Allocation Bonds, Merged Project Area, Series 2005A, 5.000%, 9/01/35 - XLCA Insured	9/15 at 100
190	Roseville, California, Certificates of Participation, Public Facilities, Series 2003A, 5.000%, 8/01/25 - AMBAC Insured	8/13 at 100
1,500	Sacramento City Financing Authority, California, Lease Revenue Refunding Bonds, Series 1993A, 5.400%, 11/01/20 - MBIA Insured	No Opt. C
3,000	Sacramento City Financing Authority, California, Lease Revenue Refunding Bonds, Series 1993B, 5.400%, 11/01/20	No Opt. C
	San Marcos Public Facilities Authority, California, Revenue Refunding Bonds, Series 1998:	
1,500	5.800%, 9/01/18	9/08 at 101
1,000	5.800%, 9/01/27	9/08 at 101

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2,050	Santa Barbara County, California, Certificates of Participation, Series 2001, 5.250%, 12/01/19 - AMBAC Insured	12/11 at 102
-----		
38,135	Total Tax Obligation/Limited	
-----		
TRANSPORTATION - 3.4% (2.3% OF TOTAL INVESTMENTS)		
780	Bay Area Toll Authority, California, Revenue Bonds, San Francisco Bay Area Toll Bridge, Series 2006, 5.000%, 4/01/31	4/16 at 100
2,000	Foothill/Eastern Transportation Corridor Agency, California, Toll Road Revenue Bonds, Series 1995A, 5.000%, 1/01/35	1/10 at 100
-----		
2,780	Total Transportation	
-----		
U.S. GUARANTEED - 19.3% (12.9% OF TOTAL INVESTMENTS) (4)		
California Department of Water Resources, Power Supply Revenue Bonds, Series 2002A:		
400	5.375%, 5/01/17 (Pre-refunded 5/01/12) - XLCA Insured	5/12 at 101
2,250	5.125%, 5/01/18 (Pre-refunded 5/01/12)	5/12 at 101
1,200	California Health Facilities Financing Authority, Revenue Bonds, Cedars-Sinai Medical Center, Series 1999A, 6.125%, 12/01/30 (Pre-refunded 12/01/09)	12/09 at 101
3,000	California Infrastructure Economic Development Bank, First Lien Revenue Bonds, San Francisco Bay Area Toll Bridge, Series 2003A, 5.000%, 7/01/22 - FSA Insured (ETM)	No Opt. C
Golden State Tobacco Securitization Corporation, California, Enhanced Tobacco Settlement Asset-Backed Bonds, Series 2003B:		
1,000	5.625%, 6/01/33 (Pre-refunded 6/01/13)	6/13 at 100
1,000	5.500%, 6/01/33 (Pre-refunded 6/01/13)	6/13 at 100

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Nuveen California Premium Income Municipal Fund (NCU) (continued)  
Portfolio of INVESTMENTS February 28, 2007 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
-----		
U.S. GUARANTEED (4) (continued)		
\$ 2,250	Los Angeles Unified School District, California, General Obligation Bonds, Series 2003A, 5.000%, 7/01/22 (Pre-refunded 7/01/13) - FSA Insured	7/13 at 100
2,000	Puerto Rico, General Obligation and Public Improvement Bonds, Series 2000, 5.750%, 7/01/21 (Pre-refunded 7/01/10) -	7/10 at 100

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MBIA Insured

2,000	Vista, California, Mobile Home Park Revenue Bonds, Vista Manor Mobile Home Park Project, Series 1999A, 5.750%, 3/15/29 (Pre-refunded 3/15/24)	3/24 at 100
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15,100	Total U.S. Guaranteed	
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UTILITIES - 6.5% (4.3% OF TOTAL INVESTMENTS)

275	Los Angeles Department of Water and Power, California, Power System Revenue Bonds, Series 2003A-2, 5.000%, 7/01/21 - MBIA Insured	7/13 at 100
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295	Merced Irrigation District, California, Electric System Revenue Bonds, Series 2005, 5.125%, 9/01/31 - XLCA Insured	9/15 at 100
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4,580	Sacramento Municipal Utility District, California, Electric Revenue Refunding Bonds, Series 2002Q, 5.250%, 8/15/20 - FSA Insured	8/12 at 100
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5,150	Total Utilities	
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WATER AND SEWER - 17.7% (11.8% OF TOTAL INVESTMENTS)

1,125	Burbank, California, Wastewater System Revenue Bonds, Series 2004A, 5.000%, 6/01/23 - AMBAC Insured	6/14 at 100
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1,095	California Statewide Community Development Authority, Water and Wastewater Revenue Bonds, Pooled Financing Program, Series 2003A, 5.250%, 10/01/23 - FSA Insured	10/13 at 100
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5,000	Culver City, California, Wastewater Facilities Revenue Refunding Bonds, Series 1999A, 5.700%, 9/01/29 - FGIC Insured	9/09 at 102
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205	Healdsburg Public Financing Authority, California, Wastewater Revenue Bonds, Series 2006, 5.000%, 4/01/36 - MBIA Insured	4/16 at 100
-----	--	-------------

3,495	Orange County Sanitation District, California, Certificates of Participation, Series 2003, 5.250%, 2/01/21 - FGIC Insured	8/13 at 100
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370	Sacramento County Sanitation District Financing Authority, California, Revenue Bonds, Series 2006, 5.000%, 12/01/36 - FGIC Insured	6/16 at 100
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1,000	Sacramento County Water Financing Authority, California, Revenue Bonds, Agency Zones 40-41 System Projects, Series 2003, 5.000%, 6/01/22 - AMBAC Insured	6/13 at 100
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1,795	Woodbridge Irrigation District, California, Certificates of Participation, Water Systems Project, Series 2003, 5.500%, 7/01/33	7/13 at 100
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14,085	Total Water and Sewer	
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 \$ 119,785 Total Investments (cost \$120,957,385) - 150.0%  
 =====

Floating Rate Obligations - (2.1)%

Other Assets Less Liabilities - 2.6%

Preferred Shares, at Liquidation Value - (50.5)%

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

- (1) All percentages shown in the Portfolio of Investments are based on net assets applicable to Common shares unless otherwise noted.
  - (2) Optional Call Provisions: Dates (month and year) and prices of the earliest optional call or redemption. There may be other call provisions at varying prices at later dates. Certain mortgage-backed securities may be subject to periodic principal paydowns.
  - (3) Ratings: Using the higher of Standard & Poor's or Moody's rating. Ratings below BBB by Standard & Poor's Group or Baa by Moody's Investor Service, Inc. are considered to be below investment grade.
  - (4) Backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensure the timely payment of principal and interest. Such investments are normally considered to be equivalent to AAA rated securities.
- N/R Not rated.
- (ETM) Escrowed to maturity.
- (IF) Inverse floating rate investment.
- (UB) Underlying bond of an inverse floating rate trust reflected as a financing transaction pursuant to the provisions of SFAS No. 140.

See accompanying notes to financial statements.

Nuveen California Dividend Advantage Municipal Fund (NAC)  
 Portfolio of  
 INVESTMENTS February 28, 2007 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
	CONSUMER STAPLES - 1.9% (1.3% OF TOTAL INVESTMENTS)	
\$ 1,330	California County Tobacco Securitization Agency, Tobacco Settlement Asset-Backed Bonds, Sonoma County Tobacco Securitization Corporation, Series 2005, 4.250%, 6/01/21	6/15 at 100



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5,200	Golden State Tobacco Securitization Corporation, California, Tobacco Settlement Asset-Backed Bonds, Series 2003A-1, 6.250%, 6/01/33	6/13 at 100
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6,530	Total Consumer Staples	
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EDUCATION AND CIVIC ORGANIZATIONS - 2.3% (1.6% OF TOTAL INVESTMENTS)

290	California Educational Facilities Authority, Revenue Bonds, University of Redlands, Series 2005A, 5.000%, 10/01/35	10/35 at 100
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	California Educational Facilities Authority, Revenue Bonds, University of the Pacific, Series 2006:	
200	5.000%, 11/01/21	11/15 at 100
265	5.000%, 11/01/25	11/15 at 100

615	California Statewide Community Development Authority, Revenue Bonds, Notre Dame de Namur University, Series 2003, 6.500%, 10/01/23	10/13 at 100
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3,000	Long Beach Bond Financing Authority, California, Lease Revenue Refunding Bonds, Long Beach Aquarium of the South Pacific, Series 2001, 5.500%, 11/01/17 - AMBAC Insured	11/11 at 100
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3,500	University of California, Revenue Bonds, Multi-Purpose Projects, Series 2003A, 5.125%, 5/15/17 - AMBAC Insured	5/13 at 100
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7,870	Total Education and Civic Organizations	
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HEALTH CARE - 10.0% (6.8% OF TOTAL INVESTMENTS)

2,160	California Health Facilities Financing Authority, Health Facility Revenue Bonds, Adventist Health System/West, Series 2003A, 5.000%, 3/01/15	3/13 at 100
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1,990	California Health Facilities Financing Authority, Revenue Bonds, Cedars-Sinai Medical Center, Series 2005, 5.000%, 11/15/34	11/15 at 100
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9,280	California Statewide Community Development Authority, Revenue Bonds, Kaiser Permanente System, Series 2006, 5.000%, 3/01/41	3/16 at 100
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3,095	California Statewide Community Development Authority, Revenue Bonds, Kaiser Permanente System, Series 2001C, 5.250%, 8/01/31	8/16 at 100
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8,000	Central California Joint Powers Health Finance Authority, Certificates of Participation, Community Hospitals of Central California Obligated Group, Series 2000, 6.000%, 2/01/30	2/10 at 101
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10,500	Duarte, California, Certificates of Participation, City of Hope National Medical Center, Series 1999A, 5.250%, 4/01/31	4/09 at 101
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35,025 Total Health Care

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HOUSING/MULTIFAMILY - 8.1% (5.5% OF TOTAL INVESTMENTS)

5,145	California Statewide Community Development Authority, GNMA Collateralized Housing Revenue Refunding Bonds, Crowne Pointe Project, Series 2002F, 6.750%, 8/20/37	8/12 at 105
7,250	California Statewide Community Development Authority, Revenue Refunding Bonds, Irvine Apartment Communities Development, Series 1998A, 4.900%, 5/15/25 (Mandatory put 5/15/08)	7/08 at 101
5,000	Contra Costa County, California, Multifamily Housing Revenue Bonds, Delta View Apartments Project, Series 1999C, 6.750%, 12/01/30 (Alternative Minimum Tax)	6/09 at 102
320	Independent Cities Lease Finance Authority, California, Mobile Home Park Revenue Bonds, San Juan Mobile Estates, Series 2006B, 5.850%, 5/15/41	5/16 at 100
1,725	Rohnert Park Finance Authority, California, Senior Lien Revenue Bonds, Rancho Feliz Mobile Home Park, Series 2003A, 5.750%, 9/15/38	9/13 at 100

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Nuveen California Dividend Advantage Municipal Fund (NAC) (continued)  
Portfolio of INVESTMENTS February 28, 2007 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
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HOUSING/MULTIFAMILY (continued)

\$ 1,120	Rohnert Park Finance Authority, California, Subordinate Lien Revenue Bonds, Rancho Feliz Mobile Home Park, Series 2003B, 6.625%, 9/15/38	9/13 at 100
7,500	San Bernardino County Housing Authority, California, Multifamily Housing Revenue Refunding Bonds, Equity Residential Properties/Redlands Lawn and Tennis Apartments, Series 1999A, 5.200%, 6/15/29 (Mandatory put 6/15/09)	No Opt. C

28,060 Total Housing/Multifamily

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HOUSING/SINGLE FAMILY - 0.2% (0.2% OF TOTAL INVESTMENTS)

845	California Housing Finance Agency, Home Mortgage Revenue Bonds, Series 2006H, 5.750%, 8/01/30 - FGIC Insured (Alternative Minimum Tax)	2/16 at 100
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INDUSTRIALS - 0.6% (0.4% OF TOTAL INVESTMENTS)

2,000	California Pollution Control Financing Authority, Solid Waste Disposal Revenue Bonds, Waste Management Inc., Series 2002A, 5.000%, 1/01/22 (Alternative Minimum Tax)	1/16 at 102
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LONG-TERM CARE - 2.4% (1.6% OF TOTAL INVESTMENTS)

8,500	Riverside County Public Financing Authority, California, Certificates of Participation, Air Force Village West, Series 1999, 5.800%, 5/15/29	5/09 at 101
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TAX OBLIGATION/GENERAL - 20.2% (13.7% OF TOTAL INVESTMENTS)

10,000	California State, General Obligation Bonds, Series 2007, 4.250%, 12/01/35 (WI/DD, Settling 3/01/07) - AMBAC Insured	12/16 at 100
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2,000	California, General Obligation Bonds, Series 2003, 5.250%, 11/01/19 - RAAI Insured	11/13 at 100
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5,000	California, General Obligation Bonds, Series 2004: 5.125%, 4/01/23	4/14 at 100
4,150	5.125%, 4/01/25	4/14 at 100

8,000	California, General Obligation Refunding Bonds, Series 2002: 5.000%, 2/01/12	No Opt. C
4,435	6.000%, 4/01/16 - AMBAC Insured	No Opt. C

5,000	Coast Community College District, Orange County, California, General Obligation Bonds, Series 2006B, 5.000%, 8/01/24 - FSA Insured	8/16 at 100
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5,000	Fresno Unified School District, Fresno County, California, General Obligation Bonds, Series 2002A, 6.000%, 8/01/26 - MBIA Insured	No Opt. C
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3,335	Moreno Valley Unified School District, Riverside County, California, General Obligation Bonds, Series 2004A, 5.250%, 8/01/21 - FSA Insured	8/14 at 100
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5,210	Oak Valley Hospital District, Stanislaus County, California, General Obligation Bonds, Series 2005, 5.000%, 7/01/35 - FGIC Insured	7/14 at 101
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1,750	Oakland Unified School District, Alameda County, California, General Obligation Bonds, Series 2001, 5.125%, 8/01/21 - FSA Insured	8/08 at 101
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575	Roseville Joint Union High School District, Placer County, California, General Obligation Bonds, Series 2006B, 5.000%, 8/01/27 - FGIC Insured	8/15 at 100
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5,000	San Diego Unified School District, San Diego County, California, General Obligation Bonds, Series 2003E, 5.250%, 7/01/20 - FSA Insured	7/13 at 101
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2,975	San Diego Unified School District, San Diego County, California, General Obligation Bonds, Series 2006G-1,	7/16 at 101
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	4.500%, 7/01/29 - FSA Insured (UB)	
2,865	San Ramon Valley Unified School District, Contra Costa County, California, General Obligation Bonds, Series 2006, 5.000%, 8/01/21 - MBIA Insured	8/16 at 100
3,605	West Contra Costa Unified School District, Contra Costa County, California, General Obligation Bonds, Series 2003B, 5.000%, 8/01/21 - FSA Insured	8/11 at 101
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68,900	Total Tax Obligation/General	
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PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
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	TAX OBLIGATION/LIMITED - 27.9% (18.9% OF TOTAL INVESTMENTS)	
	Beaumont Financing Authority, California, Local Agency Revenue Bonds, Series 2004D:	
\$ 1,000	5.500%, 9/01/24	9/14 at 102
615	5.800%, 9/01/35	9/14 at 102
1,990	Brentwood Infrastructure Financing Authority, California, Infrastructure Revenue Refunding Bonds, Series 2002A, 5.125%, 9/02/24 - FSA Insured	9/12 at 100
	Brentwood Infrastructure Financing Authority, Contra Costa County, California, Capital Improvement Revenue Bonds, Series 2001:	
1,110	5.375%, 11/01/18 - FSA Insured	11/11 at 100
1,165	5.375%, 11/01/19 - FSA Insured	11/11 at 100
3,895	California, Economic Recovery Revenue Bonds, Series 2004A, 5.000%, 7/01/15	7/14 at 100
2,000	Capistrano Unified School District, Orange County, California, Special Tax Bonds, Community Facilities District 90-2 - Talega, Series 2003, 6.000%, 9/01/33	9/13 at 100
710	Capistrano Unified School District, Orange County, California, Special Tax Bonds, Community Facilities District, Series 2005, 5.000%, 9/01/24 - FGIC Insured	9/15 at 100
2,135	Chino Redevelopment Agency, California, Merged Chino Project Area Tax Allocation Bonds, 5.000%, 9/01/38 - AMBAC Insured (UB)	9/16 at 101
3,490	Fontana, California, Senior Special Tax Refunding Bonds, Heritage Village Community Facilities District 2, Series 1998A, 5.250%, 9/01/17 - MBIA Insured	9/08 at 102
1,125	Fontana, California, Special Tax Bonds, Sierra Community Facilities District 22, Series 2004, 6.000%, 9/01/34	9/14 at 100
3,980	Garden Grove, California, Certificates of Participation,	3/12 at 101

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	Financing Project, Series 2002A, 5.500%, 3/01/22 - AMBAC Insured	
2,850	Hesperia Community Redevelopment Agency, California, Tax Allocation Bonds, Series 2005A, 5.000%, 9/01/35 - XLCA Insured	9/15 at 100
4,500	Inglewood Redevelopment Agency, California, Tax Allocation Refunding Bonds, Merged Area Redevelopment Project, Series 1998A, 5.250%, 5/01/23 - AMBAC Insured	No Opt. C
	Irvine, California, Unified School District, Community Facilities District Special Tax Bonds, Series 2006A:	
345	5.000%, 9/01/26	9/16 at 100
795	5.125%, 9/01/36	9/16 at 100
675	Lammersville School District, San Joaquin County, California, Community Facilities District 2002, Mountain House Special Tax Bonds, Series 2006, 5.125%, 9/01/35	9/16 at 100
2,000	Lee Lake Water District, Riverside County, California, Special Tax Bonds, Community Facilities District 1 of Sycamore Creek, Series 2003, 6.500%, 9/01/24	9/13 at 102
1,985	Lincoln, California, Special Tax Bonds, Lincoln Crossing Community Facilities District 03-1, Series 2003A, 6.500%, 9/01/25	9/13 at 102
1,360	Lincoln, California, Special Tax Bonds, Lincoln Crossing Community Facilities District 03-1, Series 2004, 6.000%, 9/01/34	9/13 at 102
1,290	Los Angeles Community Redevelopment Agency, California, Lease Revenue Bonds, Manchester Social Services Project, Series 2005, 5.000%, 9/01/37 - AMBAC Insured	9/15 at 100
5,000	Los Angeles County Metropolitan Transportation Authority, California, Proposition C Second Senior Lien Sales Tax Revenue Refunding Bonds, Series 1998A, 5.000%, 7/01/23 - AMBAC Insured	7/08 at 101
3,555	Los Angeles County Public Works Financing Authority, California, Revenue Bonds, Regional Park and Open Space District, Series 1997A, 5.000%, 10/01/16	10/07 at 101
1,000	Los Banos Redevelopment Agency, California, Project Tax Allocation Bonds, Los Banos Redevelopment Project, Series 2006, 5.000%, 9/01/36 - RAAI Insured	9/16 at 100
1,530	Moreno Valley Unified School District, Riverside County, California, Certificates of Participation, Series 2005, 5.000%, 3/01/24 - FSA Insured	3/14 at 100
9,200	Norco Redevelopment Agency, California, Tax Allocation Refunding Bonds, Project Area 1, Series 2001, 5.000%, 3/01/19 - MBIA Insured	3/11 at 102

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Portfolio of INVESTMENTS February 28, 2007 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
-----		
TAX OBLIGATION/LIMITED (continued)		
	North Natomas Community Facilities District 4, Sacramento, California, Special Tax Bonds, Series 2006D:	
\$ 550	5.000%, 9/01/26	3/07 at 103
250	5.000%, 9/01/33	3/07 at 103
3,290	Oakland Redevelopment Agency, California, Subordinate Lien Tax Allocation Bonds, Central District Redevelopment Project, Series 2003, 5.500%, 9/01/16 - FGIC Insured	3/13 at 100
5,600	Palm Springs Financing Authority, California, Lease Revenue Refunding Bonds, Convention Center Project, Series 2001A, 5.000%, 11/01/22 - MBIA Insured	11/11 at 101
1,000	Palmdale Community Redevelopment Agency, California, Tax Allocation Bonds, Merged Redevelopment Project Areas, Series 2004, 5.000%, 12/01/24 - AMBAC Insured	12/14 at 100
8,100	Poway Redevelopment Agency, California, Tax Allocation Refunding Bonds, Paguay Redevelopment Project, Series 2000, 5.750%, 6/15/33 - MBIA Insured	12/10 at 102
620	Rialto Redevelopment Agency, California, Tax Allocation Bonds, Merged Project Area, Series 2005A, 5.000%, 9/01/35 - XLCA Insured	9/15 at 100
1,860	Riverside Redevelopment Agency, California, Tax Allocation Refunding Bonds, Merged Project Areas, Series 2003, 5.250%, 8/01/22 - MBIA Insured	8/13 at 100
770	Roseville, California, Certificates of Participation, Public Facilities, Series 2003A, 5.000%, 8/01/25 - AMBAC Insured	8/13 at 100
2,500	Sacramento City Financing Authority, California, Lease Revenue Refunding Bonds, Series 1993A, 5.400%, 11/01/20 - AMBAC Insured (7)	No Opt. C
1,150	Sacramento, California, Special Tax Bonds, North Natomas Community Facilities District 4, Series 2003C, 6.000%, 9/01/33	9/14 at 100
2,695	San Jose Financing Authority, California, Lease Revenue Refunding Bonds, Civic Center Project, Series 2002B, 5.250%, 6/01/19 - AMBAC Insured	6/12 at 100
1,590	San Marcos Public Facilities Authority, California, Special Tax Bonds, Community Facilities District 99-1, Series 2003B, 6.000%, 9/01/24	9/09 at 102
2,810	West Patterson Financing Authority, California, Special Tax Bonds, Community Facilities District 01-1, Series 2003B, 7.000%, 9/01/38	9/13 at 103
2,000	West Patterson Financing Authority, California, Special Tax Bonds, Community Facilities District 01-1, Series 2004B, 6.000%, 9/01/39	9/13 at 102

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1,350	West Patterson Financing Authority, California, Special Tax Bonds, Community Facilities District 2001-1, Series 2004A, 6.125%, 9/01/39	9/13 at 103
-----		
95,435	Total Tax Obligation/Limited	
-----		

TRANSPORTATION - 18.7% (12.6% OF TOTAL INVESTMENTS)

1,430	Bay Area Toll Authority, California, Revenue Bonds, San Francisco Bay Area Toll Bridge, Series 2006, 5.000%, 4/01/31	4/16 at 100
8,150	Foothill/Eastern Transportation Corridor Agency, California, Toll Road Revenue Refunding Bonds, Series 1999, 5.750%, 1/15/40	1/10 at 101
8,515	Los Angeles Harbors Department, California, Revenue Refunding Bonds, Series 2001B, 5.500%, 8/01/18 - AMBAC Insured (Alternative Minimum Tax)	8/11 at 100
120	Palm Springs Financing Authority, California, Palm Springs International Airport Revenue Bonds, Series 2006, 5.450%, 7/01/20 (Alternative Minimum Tax)	7/14 at 102
23,000	Port of Oakland, California, Revenue Bonds, Series 2000K, 5.750%, 11/01/29 - FGIC Insured (Alternative Minimum Tax) (7)	5/10 at 100
23,275	San Francisco Airports Commission, California, Revenue Bonds, San Francisco International Airport, Second Series 2000, Issue 24A, 5.750%, 5/01/30 - FSA Insured (Alternative Minimum Tax)	5/10 at 101
-----		
64,490	Total Transportation	
-----		

U.S. GUARANTEED - 38.4% (26.0% OF TOTAL INVESTMENTS) (4)

California Department of Water Resources, Power Supply Revenue Bonds, Series 2002A:		
1,500	5.375%, 5/01/17 (Pre-refunded 5/01/12) - XLCA Insured	5/12 at 101
9,750	5.125%, 5/01/18 (Pre-refunded 5/01/12)	5/12 at 101

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
-----		
U.S. GUARANTEED (4) (continued)		
\$ 15,000	California Health Facilities Financing Authority, Revenue Bonds, Cedars-Sinai Medical Center, Series 1999A, 6.125%, 12/01/30 (Pre-refunded 12/01/09)	12/09 at 101

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8,400	California Health Facilities Financing Authority, Revenue Bonds, Kaiser Permanente System, Series 1998B, 5.250%, 10/01/14 (ETM)	10/08 at 101
5,000	California Statewide Community Development Authority, Certificates of Participation, Pride Industries and Pride One Inc., Series 1999, 7.250%, 11/01/29 (Pre-refunded 11/01/09)	11/09 at 102
10,900	Los Angeles Unified School District, California, General Obligation Bonds, Series 1999C, 5.250%, 7/01/24 (Pre-refunded 7/01/09) - MBIA Insured	7/09 at 101
10,845	Los Angeles Unified School District, California, General Obligation Bonds, Series 2002E, 5.000%, 7/01/19 (Pre-refunded 7/01/12) - MBIA Insured	7/12 at 100
	Northern California Tobacco Securitization Authority, Tobacco Settlement Asset-Backed Bonds, Series 2001A:	
2,500	5.250%, 6/01/31 (Pre-refunded 6/01/11)	6/11 at 100
4,500	5.375%, 6/01/41 (Pre-refunded 6/01/11)	6/11 at 100
5,840	Orange County Water District, California, Revenue Certificates of Participation, Series 1999A, 5.375%, 8/15/29 (ETM)	8/09 at 101
4,000	Orange County Water District, California, Revenue Certificates of Participation, Series 1999A, 5.375%, 8/15/29 (Pre-refunded 8/15/09)	8/09 at 101
4,000	Puerto Rico, General Obligation and Public Improvement Bonds, Series 2000, 5.750%, 7/01/16 (Pre-refunded 7/01/10) - MBIA Insured	7/10 at 100
22,060	San Jose Redevelopment Agency, California, Tax Allocation Bonds, Merged Area Redevelopment Project, Series 1998, 5.250%, 8/01/29 (Pre-refunded 8/01/08) - AMBAC Insured	8/08 at 102
2,860	Tobacco Securitization Authority of Southern California, Tobacco Settlement Asset-Backed Bonds, San Diego County Tobacco Asset Securitization Corporation, Senior Series 2001A, 5.250%, 6/01/27 (Pre-refunded 6/01/12)	6/12 at 100
700	University of California, Certificates of Participation, San Diego and Sacramento Campus Projects, Series 2002A, 5.250%, 1/01/22 (Pre-refunded 1/01/10)	1/10 at 101
	University of California, Revenue Bonds, Multi-Purpose Projects, Series 2002O:	
10,770	5.000%, 9/01/20 (Pre-refunded 9/01/10) - FGIC Insured	9/10 at 101
11,305	5.000%, 9/01/21 (Pre-refunded 9/01/10) - FGIC Insured	9/10 at 101
2,500	Whittier, California, Health Facility Revenue Bonds, Presbyterian Intercommunity Hospital, Series 2002, 5.600%, 6/01/22 (Pre-refunded 6/01/12)	6/12 at 101
-----		
132,430	Total U.S. Guaranteed	
-----		
	UTILITIES - 7.5% (5.1% OF TOTAL INVESTMENTS)	
3,630	Imperial Irrigation District, California, Certificates	11/13 at 100



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	of Participation, Electric System Revenue Bonds, Series 2003, 5.250%, 11/01/23 - FSA Insured	
7,000	Los Angeles Department of Water and Power, California, Power System Revenue Bonds, Series 2001A-1, 5.250%, 7/01/21 - FSA Insured	7/11 at 100
8,370	Los Angeles Department of Water and Power, California, Power System Revenue Bonds, Series 2001A-2, 5.375%, 7/01/19 - MBIA Insured	7/11 at 100
5,500	Los Angeles Department of Water and Power, California, Power System Revenue Bonds, Series 2005A-1, 5.000%, 7/01/31 - FSA Insured	7/15 at 100
1,270	Merced Irrigation District, California, Electric System Revenue Bonds, Series 2005, 5.125%, 9/01/31 - XLCA Insured	9/15 at 100
-----		
25,770	Total Utilities	
-----		

WATER AND SEWER - 8.5% (5.7% OF TOTAL INVESTMENTS)

9,165	California Department of Water Resources, Water System Revenue Bonds, Central Valley Project, Series 2001W, 5.250%, 12/01/22 - FSA Insured	12/11 at 100
875	Healdsburg Public Financing Authority, California, Wastewater Revenue Bonds, Series 2006, 5.000%, 4/01/36 - MBIA Insured	4/16 at 100

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Nuveen California Dividend Advantage Municipal Fund (NAC) (continued)  
Portfolio of INVESTMENTS February 28, 2007 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
-----		
	WATER AND SEWER (continued)	
\$ 2,500	Indio Water Authority, California, Water Revenue Bonds, Series 2006, 5.000%, 4/01/31 - AMBAC Insured (7)	4/16 at 100
835	Marina Coast Water District, California, Enterprise Certificate of Participation, Series 2006, 5.000%, 6/01/31 - MBIA Insured	6/16 at 100
8,250	Pico Rivera Water Authority, California, Revenue Bonds, Series 2001A, 6.250%, 12/01/32	12/11 at 102
2,250	Sacramento County Sanitation District Financing Authority, California, Revenue Bonds, Series 2006, 5.000%, 12/01/31 - FGIC Insured	6/16 at 100
5,115	San Francisco City and County Public Utilities Commission, California, Water Revenue Bonds, Series 2002A, 5.000%, 11/01/18 - MBIA Insured	11/12 at 100

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28,990	Total Water and Sewer
\$ 504,845	Total Long-Term Investments (cost \$506,528,739) - 146.7%
SHORT-TERM INVESTMENTS - 1.0% (0.6% OF TOTAL INVESTMENTS)	
3,500	California Department of Water Resources, Power Supply Revenue Bonds, Variable Rate Demand Obligations, Series 2002C-7, 3.550%, 5/01/22 - FSA Insured (5)
Total Short-Term Investments (cost \$3,500,000)	
Total Investments (cost \$510,028,739) - 147.7%	
Floating Rate Obligations - (0.9)%	
Other Assets Less Liabilities - 1.0%	
Preferred Shares, at Liquidation Value - (47.8)%	
Net Assets Applicable to Common Shares - 100%	

FUTURES CONTRACTS OUTSTANDING AT FEBRUARY 28, 2007:

TYPE	CONTRACT POSITION	NUMBER OF CONTRACTS	CONTRACT EXPIRATION	FEBRUARY
U.S. 10-Year Treasury Note	Long	49	6/07	

FORWARD SWAPS OUTSTANDING AT FEBRUARY 28, 2007:

COUNTERPARTY	NOTIONAL AMOUNT	FUND PAY/RECEIVE FLOATING RATE	FLOATING RATE INDEX	FIXED RATE (ANNUALIZED)	FIXED RATE PAYMENT FREQUENCY	EFFECTIVE DATE
JPMorgan	\$44,000,000	Receive	3-month USD-LIBOR	5.547%	Semi-Annually	7/07
JPMorgan	14,500,000	Pay	3-month USD-LIBOR	5.813	Semi-Annually	7/07
Morgan Stanley	24,500,000	Receive	3-month USD-LIBOR	5.560	Semi-Annually	7/07
Morgan Stanley	31,200,000	Pay	3-month USD-LIBOR	5.691	Semi-Annually	7/07

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

- (1) All percentages shown in the Portfolio of Investments are based on net assets applicable to Common shares unless otherwise noted.
- (2) Optional Call Provisions: Dates (month and year) and prices of the earliest optional call or redemption. There may be other call provisions at varying prices at later dates. Certain mortgage-backed securities may be subject to periodic principal paydowns.

- (3) Ratings: Using the higher of Standard & Poor's or Moody's rating. Ratings below BBB by Standard & Poor's Group or Baa by Moody's Investor Service, Inc. are considered to be below investment grade.
  - (4) Backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensure the timely payment of principal and interest. Such investments are normally considered to be equivalent to AAA rated securities.
  - (5) Investment has a maturity of more than one year, but has variable rate and demand features which qualify it as a short-term investment. The rate disclosed is that in effect at the end of the reporting period. This rate changes periodically based on market conditions or a specified market index.
  - (6) Effective date represents the date on which both the Fund and counterparty commence interest payment accruals on each forward swap contract.
  - (7) Portion of investments, with an aggregate market value of \$93,333 has been pledged to collateralize the net payment obligations under futures contracts.
- N/R Not rated.
- WI/DD Purchased on a when-issued or delayed delivery basis.
- (ETM) Escrowed to maturity.
- (UB) Underlying bond of an inverse floating rate trust reflected as a financing transaction pursuant to the provisions of SFAS No. 140.

See accompanying notes to financial statements.

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Nuveen California Dividend Advantage Municipal Fund 2 (NVX)  
 Portfolio of  
 INVESTMENTS February 28, 2007 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
-----		
	CONSUMER STAPLES - 4.0% (2.7% OF TOTAL INVESTMENTS)	
\$ 825	California County Tobacco Securitization Agency, Tobacco Settlement Asset-Backed Bonds, Sonoma County Tobacco Securitization Corporation, Series 2005, 4.250%, 6/01/21	6/15 at 100
4,625	California County Tobacco Securitization Agency, Tobacco Settlement Asset-Backed Bonds, Stanislaus County Tobacco Funding Corporation, Series 2002A, 5.500%, 6/01/33	6/12 at 100
3,200	Golden State Tobacco Securitization Corporation, California, Tobacco Settlement Asset-Backed Bonds, Series 2003A-1,	6/13 at 100

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6.250%, 6/01/33

-----  
 8,650 Total Consumer Staples  
 -----

EDUCATION AND CIVIC ORGANIZATIONS - 15.0% (10.1% OF TOTAL INVESTMENTS)

2,000	California Educational Facilities Authority, Revenue Bonds, Stanford University, Series 2001Q, 5.250%, 12/01/32	6/11 at 101
180	California Educational Facilities Authority, Revenue Bonds, University of Redlands, Series 2005A, 5.000%, 10/01/35	10/15 at 100
	California Educational Facilities Authority, Revenue Bonds, University of the Pacific, Series 2006:	
125	5.000%, 11/01/21	11/15 at 100
165	5.000%, 11/01/25	11/15 at 100
6,375	California Educational Facilities Authority, Student Loan Revenue Bonds, Cal Loan Program, Series 2001A, 5.400%, 3/01/21 - MBIA Insured (Alternative Minimum Tax)	3/08 at 102
	California State Public Works Board, Lease Revenue Bonds, University of California, UCLA Replacement Hospital Project, Series 2002A:	
8,880	5.375%, 10/01/16 - FSA Insured	10/12 at 100
10,570	5.375%, 10/01/18 - FSA Insured	10/12 at 100
620	California Statewide Community Development Authority, Revenue Bonds, Notre Dame de Namur University, Series 2003, 6.500%, 10/01/23	10/13 at 100
3,000	Long Beach Bond Financing Authority, California, Lease Revenue Refunding Bonds, Long Beach Aquarium of the South Pacific, Series 2001, 5.250%, 11/01/30 - AMBAC Insured	11/11 at 101

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 31,915 Total Education and Civic Organizations  
 -----

HEALTH CARE - 11.7% (7.9% OF TOTAL INVESTMENTS)

2,000	California Health Facilities Financing Authority, Revenue Bonds, Casa Colina Inc., Series 2001, 6.000%, 4/01/22	4/12 at 100
1,240	California Health Facilities Financing Authority, Revenue Bonds, Cedars-Sinai Medical Center, Series 2005, 5.000%, 11/15/34	11/15 at 100
500	California Infrastructure Economic Development Bank, Revenue Bonds, Kaiser Hospital Assistance LLC, Series 2001A, 5.550%, 8/01/31	8/11 at 102
955	California State Public Works Board, Revenue Bonds, University of California - Davis Medical Center, Series 2004II-A, 5.000%, 11/01/22 - MBIA Insured	11/14 at 100
2,185	California Statewide Community Development Authority, Health Facility Revenue Refunding Bonds, Memorial Health Services, Series 2003A, 6.000%, 10/01/11	No Opt. C

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2,500	California Statewide Community Development Authority, Hospital Revenue Bonds, Monterey Peninsula Hospital, Series 2003B, 5.250%, 6/01/18 - FSA Insured	6/13 at 100
5,775	California Statewide Community Development Authority, Revenue Bonds, Kaiser Permanente System, Series 2006, 5.000%, 3/01/41	3/16 at 100
1,925	California Statewide Community Development Authority, Revenue Bonds, Kaiser Permanente System, Series 2001C, 5.250%, 8/01/31	8/16 at 100

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Nuveen California Dividend Advantage Municipal Fund 2 (NVX) (continued)  
Portfolio of INVESTMENTS February 28, 2007 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
HEALTH CARE (continued)		
\$ 5,355	California Statewide Community Development Authority, Revenue Bonds, Kaiser Permanente System, Series 2002E, 4.700%, 11/01/36 (Mandatory put 6/01/09)	No Opt. C
3,000	Central California Joint Powers Health Finance Authority, Certificates of Participation, Community Hospitals of Central California Obligated Group, Series 2000, 6.000%, 2/01/30	2/10 at 101
25,435	Total Health Care	

HOUSING/MULTIFAMILY - 9.9% (6.7% OF TOTAL INVESTMENTS)

2,450	ABAG Finance Authority for Non-Profit Corporations, California, Multifamily Housing Revenue Refunding Bonds, United Dominion/2000 Post Apartments, Series 2000B, 6.250%, 8/15/30 (Mandatory put 8/15/08)	No Opt. C
3,430	California Statewide Community Development Authority, GNMA Collateralized Housing Revenue Refunding Bonds, Crowne Pointe Project, Series 2002F, 6.750%, 8/20/37	8/12 at 105
5,962	California Statewide Community Development Authority, Multifamily Housing Revenue Refunding Bonds, Claremont Village Apartments, Series 2001D, 5.500%, 6/01/31 (Mandatory put 6/01/16) (Alternative Minimum Tax)	6/11 at 102
4,000	Daly City Housing Development Finance Agency, California, Mobile Home Park Revenue Bonds, Franciscan Mobile Home Park Project, Series 2002A, 5.850%, 12/15/32	12/13 at 102
205	Independent Cities Lease Finance Authority, California, Mobile Home Park Revenue Bonds, San Juan Mobile Estates, Series 2006B, 5.850%, 5/15/41	5/16 at 100

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1,055	Rohnert Park Finance Authority, California, Senior Lien Revenue Bonds, Rancho Feliz Mobile Home Park, Series 2003A, 5.750%, 9/15/38	9/13 at 100
700	Rohnert Park Finance Authority, California, Subordinate Lien Revenue Bonds, Rancho Feliz Mobile Home Park, Series 2003B, 6.625%, 9/15/38	9/13 at 100
3,045	Yucaipa Redevelopment Agency, California, Mobile Home Park Revenue Bonds, Rancho del Sol and Grandview, Series 2001A, 6.750%, 5/15/36	5/11 at 102

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20,847	Total Housing/Multifamily	
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HOUSING/SINGLE FAMILY - 0.5% (0.4% OF TOTAL INVESTMENTS)

525	California Housing Finance Agency, Home Mortgage Revenue Bonds, Series 2006H, 5.750%, 8/01/30 - FGIC Insured (Alternative Minimum Tax)	2/16 at 100
640	California Rural Home Mortgage Finance Authority, Mortgage-Backed Securities Program Single Family Mortgage Revenue Bonds, Series 2001A, 5.650%, 12/01/31 (Alternative Minimum Tax)	6/11 at 102

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1,165	Total Housing/Single Family	
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INDUSTRIALS - 0.6% (0.4% OF TOTAL INVESTMENTS)

1,250	California Pollution Control Financing Authority, Solid Waste Disposal Revenue Bonds, Waste Management Inc., Series 2002A, 5.000%, 1/01/22 (Alternative Minimum Tax)	1/16 at 102
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LONG-TERM CARE - 0.7% (0.5% OF TOTAL INVESTMENTS)

1,550	California Health Facilities Financing Authority, Cal-Mortgage Insured Revenue Bonds, Northern California Retired Officers Community Corporation - Paradise Valley Estates, Series 2002, 5.125%, 1/01/22	1/13 at 100
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TAX OBLIGATION/GENERAL - 14.3% (9.6% OF TOTAL INVESTMENTS)

1,000	California, General Obligation Bonds, Series 2004, 5.125%, 2/01/27	2/14 at 100
5,000	California, General Obligation Refunding Bonds, Series 2002, 5.000%, 2/01/12	No Opt. C
3,615	Colton Joint Unified School District, San Bernardino County, California, General Obligation Bonds, Series 2002A, 5.500%, 8/01/22 - FGIC Insured	8/12 at 102

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	Contra Costa County Community College District, California, General Obligation Bonds, Series 2002:		
3,005	5.000%, 8/01/21 - FGIC Insured		8/12 at 100
3,300	5.000%, 8/01/22 - FGIC Insured		8/12 at 100
1,325	Golden West Schools Financing Authority, California, General Obligation Revenue Refunding Bonds, School District Program, Series 1998A, 6.650%, 8/01/13 - MBIA Insured		No Opt. C

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PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
-----		
	TAX OBLIGATION/GENERAL (continued)	
\$ 3,910	Los Angeles Unified School District, Los Angeles County, California, General Obligation Bonds, Series 2006B, 4.750%, 7/01/25 - FGIC Insured (UB)	7/16 at 100
2,000	Puerto Rico, General Obligation and Public Improvement Bonds, Series 2001A, 5.500%, 7/01/20 - MBIA Insured	No Opt. C
355	Roseville Joint Union High School District, Placer County, California, General Obligation Bonds, Series 2006B, 5.000%, 8/01/27 - FGIC Insured	8/15 at 100
2,811	San Diego Unified School District, San Diego County, California, General Obligation Bonds, Series 2006F-1, 4.500%, 7/01/29 - FSA Insured (UB)	7/16 at 101
4,050	Santa Rosa High School District, Sonoma County, California, General Obligation Bonds, Series 2001, 5.300%, 5/01/26 - FGIC Insured	5/11 at 101
-----		
30,371	Total Tax Obligation/General	
-----		

TAX OBLIGATION/LIMITED - 30.6% (20.7% OF TOTAL INVESTMENTS)

	Beaumont Financing Authority, California, Local Agency Revenue Bonds, Series 2004D:		
650	5.500%, 9/01/24		9/14 at 102
385	5.800%, 9/01/35		9/14 at 102
4,900	California State Public Works Board, Lease Revenue Bonds, Department of Corrections, Series 2003C, 5.500%, 6/01/16		12/13 at 100
2,105	California, Economic Recovery Revenue Bonds, Series 2004A, 5.000%, 7/01/15		7/14 at 100
1,200	Capistrano Unified School District, Orange County, California, Special Tax Bonds, Community Facilities District 90-2 - Talega, Series 2003, 6.000%, 9/01/33		9/13 at 100
435	Capistrano Unified School District, Orange County, California,		9/15 at 100

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	Special Tax Bonds, Community Facilities District, Series 2005, 5.000%, 9/01/24 - FGIC Insured	
1,330	Chino Redevelopment Agency, California, Merged Chino Project Area Tax Allocation Bonds, 5.000%, 9/01/38 - AMBAC Insured (UB)	9/16 at 101
1,500	Coachella Valley Unified School District, Riverside County, California, Certificates of Participation, Series 2007, 5.000%, 9/01/36 - AMBAC Insured	9/16 at 100
4,845	Encinitas Public Financing Authority, California, Lease Revenue Bonds, Acquisition Project, Series 2001A, 5.250%, 4/01/31 - MBIA Insured	4/08 at 102
750	Fontana, California, Special Tax Bonds, Sierra Community Facilities District 22, Series 2004, 6.000%, 9/01/34	9/14 at 100
1,785	Hawthorne Community Redevelopment Agency, California, Project Area 2 Tax Allocation Bonds, Series 2006, 5.250%, 9/01/36 - XLCA Insured	9/16 at 100
4,000	Industry Urban Development Agency, California, Tax Allocation Refunding Bonds, Civic, Recreational and Industrial Redevelopment Project 1, Series 2002, 5.500%, 5/01/19 - MBIA Insured	5/07 at 101
	Irvine, California, Unified School District, Community Facilities District Special Tax Bonds, Series 2006A:	
215	5.000%, 9/01/26	9/16 at 100
495	5.125%, 9/01/36	9/16 at 100
2,000	Lake Elsinore Public Finance Authority, California, Local Agency Revenue Refunding Bonds, Series 2003H, 6.000%, 10/01/20	10/13 at 102
415	Lammersville School District, San Joaquin County, California, Community Facilities District 2002, Mountain House Special Tax Bonds, Series 2006, 5.125%, 9/01/35	9/16 at 100
1,265	Lee Lake Water District, Riverside County, California, Special Tax Bonds, Community Facilities District 1 of Sycamore Creek, Series 2003, 6.500%, 9/01/24	9/13 at 102
1,195	Lincoln, California, Special Tax Bonds, Lincoln Crossing Community Facilities District 03-1, Series 2003A, 6.500%, 9/01/25	9/13 at 102
905	Lincoln, California, Special Tax Bonds, Lincoln Crossing Community Facilities District 03-1, Series 2004, 6.000%, 9/01/34	9/13 at 102
800	Los Angeles Community Redevelopment Agency, California, Lease Revenue Bonds, Manchester Social Services Project, Series 2005, 5.000%, 9/01/37 - AMBAC Insured	9/15 at 100



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PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
TAX OBLIGATION/LIMITED (continued)		
\$ 8,000	Los Angeles County Metropolitan Transportation Authority, California, Proposition C Second Senior Lien Sales Tax Revenue Refunding Bonds, Series 1998A, 5.000%, 7/01/23 - AMBAC Insured	7/08 at 101
5,000	Los Angeles County Metropolitan Transportation Authority, California, Proposition C Second Senior Lien Sales Tax Revenue Refunding Bonds, Series 2003A, 5.250%, 7/01/13 - MBIA Insured	No Opt. C
500	North Natomas Community Facilities District 4, Sacramento, California, Special Tax Bonds, Series 2006D, 5.000%, 9/01/33	3/07 at 103
3,295	Oakland Redevelopment Agency, California, Subordinate Lien Tax Allocation Bonds, Central District Redevelopment Project, Series 2003, 5.500%, 9/01/16 - FGIC Insured	3/13 at 100
2,000	Orange County, California, Special Tax Bonds, Community Facilities District 02-1 of Ladera Ranch, Series 2003A, 5.550%, 8/15/33	8/11 at 101
2,000	Puerto Rico Public Finance Corporation, Commonwealth Appropriation Bonds, Series 2002E, 6.000%, 8/01/26	No Opt. C
385	Rialto Redevelopment Agency, California, Tax Allocation Bonds, Merged Project Area, Series 2005A, 5.000%, 9/01/35 - XLCA Insured	9/15 at 100
6,000	Riverside County Redevelopment Agency, California, Tax Allocation Bonds, Jurupa Valley Project Area, Series 2001, 5.250%, 10/01/35 - AMBAC Insured	10/11 at 102
475	Roseville, California, Certificates of Participation, Public Facilities, Series 2003A, 5.000%, 8/01/25 - AMBAC Insured	8/13 at 100
700	Sacramento, California, Special Tax Bonds, North Natomas Community Facilities District 4, Series 2003C, 6.000%, 9/01/33	9/14 at 100
970	San Marcos Public Facilities Authority, California, Special Tax Bonds, Community Facilities District 99-1, Series 2003B, 6.000%, 9/01/24	9/09 at 102
1,530	San Marcos Public Facilities Authority, California, Tax Allocation Bonds, Project Areas 2 and 3, Series 2005C, 5.000%, 8/01/35 - AMBAC Insured	8/15 at 100
1,930	West Patterson Financing Authority, California, Special Tax Bonds, Community Facilities District 01-1, Series 2003B, 6.750%, 9/01/30	9/13 at 103
500	West Patterson Financing Authority, California, Special Tax Bonds, Community Facilities District 01-1, Series 2004B, 6.000%, 9/01/39	9/13 at 102
850	West Patterson Financing Authority, California, Special Tax Bonds, Community Facilities District 2001-1, Series 2004A, 6.125%, 9/01/39	9/13 at 103

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PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL PROVISIONS
65,310	Total Tax Obligation/Limited	
TRANSPORTATION - 10.1% (6.8% OF TOTAL INVESTMENTS)		
1,930	Bay Area Toll Authority, California, Revenue Bonds, San Francisco Bay Area Toll Bridge, Series 2006, 5.000%, 4/01/31	4/16 at 100
7,000	Foothill/Eastern Transportation Corridor Agency, California, Toll Road Revenue Refunding Bonds, Series 1999, 0.000%, 1/15/27	1/14 at 101
5,585	Port of Oakland, California, Revenue Bonds, Series 2002N, 5.000%, 11/01/16 - MBIA Insured (Alternative Minimum Tax) (6)	11/12 at 100
San Francisco Airports Commission, California, Revenue Bonds, San Francisco International Airport, Second Series 2003, Issue 29A:		
2,430	5.250%, 5/01/18 - FGIC Insured (Alternative Minimum Tax)	5/13 at 100
2,555	5.250%, 5/01/19 - FGIC Insured (Alternative Minimum Tax)	5/13 at 100
1,000	San Francisco Airports Commission, California, Revenue Bonds, San Francisco International Airport, Second Series 2003, Issue 29B, 5.125%, 5/01/17 - FGIC Insured	5/13 at 100
2,000	San Francisco Airports Commission, California, Revenue Refunding Bonds, San Francisco International Airport, Second Series 2002, Issue 28A, 5.250%, 5/01/17 - MBIA Insured (Alternative Minimum Tax)	5/12 at 100
22,500	Total Transportation	

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PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL PROVISIONS
U.S. GUARANTEED - 30.8% (20.7% OF TOTAL INVESTMENTS) (4)		
\$ 9,000	Anitoch Area Public Facilities Financing Agency, California, Special Tax Bonds, Community Facilities District 1989-1, Series 2001, 5.250%, 8/01/25 (Pre-refunded 8/01/11) - MBIA Insured	8/11 at 100
6,000	California Department of Water Resources, Power Supply Revenue Bonds, Series 2002A, 5.125%, 5/01/18 (Pre-refunded 5/01/12)	5/12 at 101
7,530	Los Angeles Unified School District, California, General Obligation Bonds, Series 2000D, 5.375%, 7/01/25 (Pre-refunded 7/01/10) - FGIC Insured	7/10 at 100

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10,840	Los Angeles Unified School District, California, General Obligation Bonds, Series 2002E, 5.000%, 7/01/19 (Pre-refunded 7/01/12) - MBIA Insured	7/12 at 100
1,250	Los Angeles Unified School District, California, General Obligation Bonds, Series 2003A, 5.250%, 7/01/20 (Pre-refunded 7/01/13) - FSA Insured	7/13 at 100
1,375	Lucia Mar Unified School District, San Luis Obispo County, California, General Obligation Bonds, Series 2004A, 5.250%, 8/01/21 (Pre-refunded 8/01/14) - FGIC Insured	8/14 at 100
3,000	Northern California Tobacco Securitization Authority, Tobacco Settlement Asset-Backed Bonds, Series 2001A, 5.375%, 6/01/41 (Pre-refunded 6/01/11)	6/11 at 100
12,090	Santa Clara Valley Transportation Authority, California, Sales Tax Revenue Bonds, Series 2001A, 5.000%, 6/01/25 (Pre-refunded 6/01/11) - MBIA Insured	6/11 at 100
1,160	Saugus Union School District, Los Angeles County, California, General Obligation Bonds, Series 2002A, 5.000%, 8/01/21 (Pre-refunded 8/01/12) - FGIC Insured	8/12 at 100
6,200	Southwestern Community College District, San Diego County, California, General Obligation Bonds, Series 2001, 5.375%, 8/01/25 (Pre-refunded 8/01/11) - AMBAC Insured	8/11 at 101
2,710	Southwestern Community College District, San Diego County, California, General Obligation Bonds, Series 2004, 5.000%, 8/01/21 (Pre-refunded 8/01/14) - FGIC Insured	8/14 at 100
2,800	Tobacco Securitization Authority of Southern California, Tobacco Settlement Asset-Backed Bonds, San Diego County Tobacco Asset Securitization Corporation, Senior Series 2001A, 5.500%, 6/01/36 (Pre-refunded 6/01/12)	6/12 at 100
1,500	Whittier, California, Health Facility Revenue Bonds, Presbyterian Intercommunity Hospital, Series 2002, 5.600%, 6/01/22 (Pre-refunded 6/01/12)	6/12 at 101
-----		
65,455	Total U.S. Guaranteed	
-----		

UTILITIES - 4.8% (3.2% OF TOTAL INVESTMENTS)

5,000	Anaheim Public Finance Authority, California, Second Lien Electric Distribution Revenue Bonds, Series 2004, 5.250%, 10/01/21 - MBIA Insured	10/14 at 100
750	Los Angeles Department of Water and Power, California, Power System Revenue Bonds, Series 2003A-2: 5.000%, 7/01/21 - MBIA Insured	7/13 at 100
1,000	5.000%, 7/01/23 - MBIA Insured	7/13 at 100
500	Los Angeles Department of Water and Power, California, Power System Revenue Bonds, Series 2005A-1, 5.000%, 7/01/31 - FSA Insured	7/15 at 100
790	Merced Irrigation District, California, Electric System Revenue	9/15 at 100

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	Bonds, Series 2005, 5.125%, 9/01/31 - XLCA Insured	
2,000	Santa Clara, California, Subordinate Electric Revenue Bonds, Series 2003A, 5.250%, 7/01/20 - MBIA Insured	7/13 at 100
-----		
10,040	Total Utilities	
-----		

WATER AND SEWER - 15.3% (10.3% OF TOTAL INVESTMENTS)

4,900	East Bay Municipal Utility District, Alameda and Contra Costa Counties, California, Water System Subordinated Revenue Bonds, Series 2001, 5.000%, 6/01/26 - MBIA Insured	6/11 at 100
2,655	El Dorado Irrigation District, California, Water and Sewer Certificates of Participation, Series 2004A, 5.000%, 3/01/20 - FGIC Insured	3/14 at 100
545	Healdsburg Public Financing Authority, California, Wastewater Revenue Bonds, Series 2006, 5.000%, 4/01/36 - MBIA Insured	4/16 at 100
3,365	Hollister Joint Powers Financing Authority, California, Wastewater Revenue Bonds, Series 2006, 5.000%, 6/01/37 - FSA Insured	6/16 at 100

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Nuveen California Dividend Advantage Municipal Fund 2 (NVX) (continued)  
Portfolio of INVESTMENTS February 28, 2007 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
-----		
	WATER AND SEWER (continued)	
\$ 1,800	Pomona Public Finance Authority, California, Revenue Bonds, Water Facilities Project, Series 2007AY, 5.000%, 5/01/37 - AMBAC Insured	5/17 at 100
750	Sacramento County Sanitation District Financing Authority, California, Revenue Bonds, Series 2006, 5.000%, 12/01/31 - FGIC Insured	6/16 at 100
1,700	San Buenaventura, California, Wastewater Revenue Certificates of Participation, Series 2004, 5.000%, 3/01/24 - MBIA Insured	3/14 at 100
6,885	San Diego Public Facilities Financing Authority, California, Subordinate Lien Water Revenue Bonds, Series 2002, 5.000%, 8/01/21 - MBIA Insured	8/12 at 100
10,000	San Francisco City and County Public Utilities Commission, California, Clean Water Revenue Refunding Bonds, Series 2003A, 5.250%, 10/01/20 - MBIA Insured	4/13 at 100
-----		
32,600	Total Water and Sewer	

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 \$ 317,088 Total Investments (cost \$320,795,521) - 148.3%  
 =====

Floating Rate Obligations - (2.3)%

Other Assets Less Liabilities - 2.2%

Preferred Shares, at Liquidation Value - (48.2)%

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

FORWARD SWAPS OUTSTANDING AT FEBRUARY 28, 2007:

COUNTERPARTY	NOTIONAL AMOUNT	FUND PAY/RECEIVE FLOATING RATE	FLOATING RATE INDEX	FIXED RATE (ANNUALIZED)	FIXED RATE PAYMENT FREQUENCY	EFFE DA
Goldman Sachs	\$38,500,000	Receive	3-month USD-LIBOR	5.681%	Semi-Annually	7/
JPMorgan	12,000,000	Receive	3-month USD-LIBOR	5.716	Semi-Annually	7/
JPMorgan	6,500,000	Pay	3-month USD-LIBOR	5.869	Semi-Annually	7/
Morgan Stanley	13,700,000	Pay	3-month USD-LIBOR	5.811	Semi-Annually	7/
Morgan Stanley	18,500,000	Pay	3-month USD-LIBOR	5.816	Semi-Annually	7/

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

- (1) All percentages shown in the Portfolio of Investments are based on net assets applicable to Common shares unless otherwise noted.
- (2) Optional Call Provisions: Dates (month and year) and prices of the earliest optional call or redemption. There may be other call provisions at varying prices at later dates. Certain mortgage-backed securities may be subject to periodic principal paydowns.
- (3) Ratings: Using the higher of Standard & Poor's or Moody's rating. Ratings below BBB by Standard & Poor's Group or Baa by Moody's Investor Service, Inc. are considered to be below investment grade.
- (4) Backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensure the timely payment of principal and interest. Such investments are normally considered to be equivalent to AAA rated securities.
- (5) Effective date represents the date on which both the Fund and counterparty commence interest payment accruals on each forward swap contract.
- (6) Portion of the investment, with an aggregate market value of \$1,080,975, has been pledged to collateralize the net payment obligations under forward swap contracts.

N/R Not rated.

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(UB) Underlying bond of an inverse floating rate trust reflected as a financing transaction pursuant to the provisions of SFAS No. 140.

See accompanying notes to financial statements.

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Nuveen California Dividend Advantage Municipal Fund 3 (NZH)  
Portfolio of  
INVESTMENTS February 28, 2007 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
-----		
	CONSUMER STAPLES - 2.2% (1.5% OF TOTAL INVESTMENTS)	
\$ 1,340	California County Tobacco Securitization Agency, Tobacco Settlement Asset-Backed Bonds, Sonoma County Tobacco Securitization Corporation, Series 2005, 4.250%, 6/01/21	6/15 at 100
6,100	Golden State Tobacco Securitization Corporation, California, Tobacco Settlement Asset-Backed Bonds, Series 2003A-1, 6.250%, 6/01/33	6/13 at 100
-----		
7,440	Total Consumer Staples	
-----		
	EDUCATION AND CIVIC ORGANIZATIONS - 5.9% (3.8% OF TOTAL INVESTMENTS)	
290	California Educational Facilities Authority, Revenue Bonds, University of Redlands, Series 2005A, 5.000%, 10/01/35	10/15 at 100
	California Educational Facilities Authority, Revenue Bonds, University of the Pacific, Series 2006:	
200	5.000%, 11/01/21	11/15 at 100
270	5.000%, 11/01/25	11/15 at 100
3,825	California Educational Facilities Authority, Student Loan Revenue Bonds, Cal Loan Program, Series 2001A, 5.400%, 3/01/21 - MBIA Insured (Alternative Minimum Tax)	3/08 at 102
3,600	California State Public Works Board, Lease Revenue Bonds, University of California, UCLA Replacement Hospital Project, Series 2002A, 5.375%, 10/01/17 - FSA Insured	10/12 at 100
620	California Statewide Community Development Authority, Revenue Bonds, Notre Dame de Namur University, Series 2003, 6.500%, 10/01/23	10/13 at 100
7,595	San Francisco State University Foundation Inc., California, Auxiliary Organization Student Housing Revenue Bonds, Series 2001, 5.000%, 9/01/26 - MBIA Insured	9/11 at 100
4,000	University of California, Revenue Bonds, Multi-Purpose Projects, Series 2003A, 5.000%, 5/15/23 - AMBAC Insured	5/13 at 100

20,400	Total Education and Civic Organizations	
HEALTH CARE - 15.7% (10.2% OF TOTAL INVESTMENTS)		
	California Health Facilities Financing Authority, Revenue Bonds, Casa Colina Inc., Series 2001:	
4,000	6.000%, 4/01/22	4/12 at 100
2,000	6.125%, 4/01/32	4/12 at 100
2,020	California Health Facilities Financing Authority, Revenue Bonds, Cedars-Sinai Medical Center, Series 2005, 5.000%, 11/15/34	11/15 at 100
9,000	California Infrastructure Economic Development Bank, Revenue Bonds, Kaiser Hospital Assistance LLC, Series 2001A, 5.550%, 8/01/31	8/11 at 102
6,525	California Statewide Community Development Authority, Health Facility Revenue Refunding Bonds, Memorial Health Services, Series 2003A, 6.000%, 10/01/12	No Opt. C
6,450	California Statewide Community Development Authority, Hospital Revenue Bonds, Monterey Peninsula Hospital, Series 2003B, 5.250%, 6/01/18 - FSA Insured	6/13 at 100
7,665	California Statewide Community Development Authority, Insured Mortgage Hospital Revenue Bonds, Mission Community Hospital, Series 2001, 5.375%, 11/01/21	11/09 at 102
9,425	California Statewide Community Development Authority, Revenue Bonds, Kaiser Permanente System, Series 2006, 5.000%, 3/01/41	3/16 at 100
3,145	California Statewide Community Development Authority, Revenue Bonds, Kaiser Permanente System, Series 2001C, 5.250%, 8/01/31	8/16 at 100

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Nuveen California Dividend Advantage Municipal Fund 3 (NZH) (continued)  
Portfolio of INVESTMENTS February 28, 2007 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
HEALTH CARE (continued)		
	Central California Joint Powers Health Finance Authority, Certificates of Participation, Community Hospitals of Central California Obligated Group, Series 2000:	
\$ 1,770	6.000%, 2/01/20	2/10 at 101
1,740	6.000%, 2/01/30	2/10 at 101
53,740	Total Health Care	

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HOUSING/MULTIFAMILY - 10.0% (6.5% OF TOTAL INVESTMENTS)

4,000	ABAG Finance Authority for Non-Profit Corporations, California, Multifamily Housing Revenue Refunding Bonds, United Dominion/2000 Post Apartments, Series 2000B, 6.250%, 8/15/30 (Mandatory put 8/15/08)	No Opt. C
4,750	ABAG Finance Authority for Non-Profit Corporations, California, Multifamily Housing Revenue Refunding Bonds, United Dominion/The Highlands of Marin Apartments, Series 2000A, 6.400%, 8/15/30 (Mandatory put 8/15/08) (Alternative Minimum Tax)	No Opt. C
5,140	California Statewide Community Development Authority, GNMA Collateralized Housing Revenue Refunding Bonds, Crowne Pointe Project, Series 2002F, 6.750%, 8/20/37	8/12 at 105
2,000	Daly City Housing Development Finance Agency, California, Mobile Home Park Revenue Bonds, Franciscan Mobile Home Park Project, Series 2002A, 5.800%, 12/15/25	12/13 at 102
325	Independent Cities Lease Finance Authority, California, Mobile Home Park Revenue Bonds, San Juan Mobile Estates, Series 2006B, 5.850%, 5/15/41	5/16 at 100
1,735	Rohnert Park Finance Authority, California, Senior Lien Revenue Bonds, Rancho Feliz Mobile Home Park, Series 2003A, 5.750%, 9/15/38	9/13 at 100
1,125	Rohnert Park Finance Authority, California, Subordinate Lien Revenue Bonds, Rancho Feliz Mobile Home Park, Series 2003B, 6.625%, 9/15/38	9/13 at 100
3,610	San Bernardino County Housing Authority, California, GNMA Collateralized Multifamily Mortgage Revenue Bonds, Pacific Palms Mobile Home Park, Series 2001A, 6.700%, 12/20/41	11/11 at 105
7,500	San Bernardino County Housing Authority, California, Multifamily Housing Revenue Refunding Bonds, Equity Residential Properties/Redlands Lawn and Tennis Apartments, Series 1999A, 5.200%, 6/15/29 (Mandatory put 6/15/09)	No Opt. C
	San Jose, California, Multifamily Housing Revenue Bonds, GNMA Mortgage-Backed Securities Program, Lenzen Housing, Series 2001B:	
1,250	5.350%, 2/20/26 (Alternative Minimum Tax)	8/11 at 102
2,880	5.450%, 2/20/43 (Alternative Minimum Tax)	8/11 at 102

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34,315 Total Housing/Multifamily

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HOUSING/SINGLE FAMILY - 0.3% (0.2% OF TOTAL INVESTMENTS)

860	California Housing Finance Agency, Home Mortgage Revenue Bonds, Series 2006H, 5.750%, 8/01/30 - FGIC Insured (Alternative Minimum Tax)	2/16 at 100
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INDUSTRIALS - 0.6% (0.4% OF TOTAL INVESTMENTS)

2,000	California Pollution Control Financing Authority, Solid Waste Disposal Revenue Bonds, Waste Management Inc., Series 2002A, 5.000%, 1/01/22 (Alternative Minimum Tax)	1/16 at 102
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LONG-TERM CARE - 1.5% (1.0% OF TOTAL INVESTMENTS)

2,450	California Health Facilities Financing Authority, Cal-Mortgage Insured Revenue Bonds, Northern California Retired Officers Community Corporation - Paradise Valley Estates, Series 2002, 5.125%, 1/01/22	1/13 at 100
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	California Health Facilities Financing Authority, Insured Senior Living Revenue Bonds, Aldersly Project, Series 2002A:	
1,500	5.125%, 3/01/22	3/12 at 101
1,315	5.250%, 3/01/32	3/12 at 101

5,265 Total Long-Term Care

48

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
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TAX OBLIGATION/GENERAL - 24.3% (15.8% OF TOTAL INVESTMENTS)

\$ 6,000	California State, General Obligation Bonds, Series 2007, 4.250%, 12/01/35 (WI/DD, Settling 3/01/07) - AMBAC Insured	12/16 at 100
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9,335	California, General Obligation Bonds, Series 2002, 6.000%, 2/01/16 - FSA Insured	No Opt. C
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1,750	California, General Obligation Bonds, Series 2004, 5.125%, 2/01/27	2/14 at 100
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	California, General Obligation Refunding Bonds, Series 2002:	
8,450	5.000%, 2/01/12	No Opt. C

2,780	6.000%, 4/01/16 - AMBAC Insured	No Opt. C
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10	California, General Obligation Veterans Welfare Bonds, Series 1997BJ, 5.500%, 12/01/18 (Alternative Minimum Tax)	6/07 at 102
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14,300	California, General Obligation Veterans Welfare Bonds, Series 2001BZ, 5.350%, 12/01/21 - MBIA Insured (Alternative Minimum Tax)	6/07 at 101
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3,000	Contra Costa County Community College District, California, General Obligation Bonds, Series 2002, 5.000%, 8/01/23 - FGIC Insured	8/12 at 100
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2,500	Fullerton Joint Union High School District, Orange County, California, General Obligation Bonds, Series 2002A, 5.000%, 8/01/23 - FSA Insured	8/12 at 100
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2,260	Jurupa Unified School District, Riverside County, California, General Obligation Bonds, Series 2002, 5.125%, 8/01/22 - FGIC Insured	8/11 at 101
870	Puerto Rico, General Obligation and Public Improvement Bonds, Series 2001, 5.000%, 7/01/24 - FSA Insured	7/11 at 100
	Riverside Community College District, California, General Obligation Bonds, Series 2005:	
2,675	5.000%, 8/01/21 - FSA Insured	8/15 at 100
5,000	5.000%, 8/01/24 - FSA Insured	8/15 at 100
575	Roseville Joint Union High School District, Placer County, California, General Obligation Bonds, Series 2006B, 5.000%, 8/01/27 - FGIC Insured	8/15 at 100
10,810	San Diego Unified School District, San Diego County, California, General Obligation Bonds, Election of 1998, Series 2001C, 5.000%, 7/01/26 - FSA Insured	7/11 at 102
4,000	San Diego Unified School District, San Diego County, California, General Obligation Bonds, Election of 1998, Series 2002D, 5.250%, 7/01/21 - FGIC Insured	7/12 at 101
4,569	San Diego Unified School District, San Diego County, California, General Obligation Bonds, Series 2006F-1, 4.500%, 7/01/29 - FSA Insured (UB)	7/16 at 101
2,715	San Jose-Evergreen Community College District, Santa Clara County, California, General Obligation Bonds, Series 2005A, 5.000%, 9/01/25 - MBIA Insured	9/15 at 100
1,630	West Contra Costa Unified School District, Contra Costa County, California, General Obligation Bonds, Series 2003C, 5.000%, 8/01/22 - FGIC Insured	8/11 at 101

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83,229 Total Tax Obligation/General

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TAX OBLIGATION/LIMITED - 41.5% (27.2% OF TOTAL INVESTMENTS)

4,000	Beaumont Financing Authority, California, Local Agency Revenue Bonds, Series 2002A, 6.750%, 9/01/25	9/12 at 102
7,135	Brentwood Infrastructure Financing Authority, Contra Costa County, California, Capital Improvement Revenue Bonds, Series 2001, 5.000%, 11/01/25 - FSA Insured	11/11 at 100
8,210	California State Public Works Board, Lease Revenue Bonds, Department of Corrections, Series 2003C, 5.500%, 6/01/16	12/13 at 100
3,350	California State Public Works Board, Lease Revenue Bonds, Department of General Services, Capital East End Project, Series 2002A, 5.250%, 12/01/17 - AMBAC Insured	12/12 at 100
4,000	California State Public Works Board, Lease Revenue Bonds, Department of General Services, Series 2002B, 5.000%, 3/01/27 - AMBAC Insured	3/12 at 100
4,510	California State Public Works Board, Lease Revenue Bonds,	12/11 at 102

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Department of Mental Health, Hospital Addition, Series 2001A,  
5.000%, 12/01/26 - AMBAC Insured

2,815 California, Economic Recovery Revenue Bonds, Series 2004A, 7/14 at 100  
5.000%, 7/01/15

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Nuveen California Dividend Advantage Municipal Fund 3 (NZH) (continued)  
Portfolio of INVESTMENTS February 28, 2007 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
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TAX OBLIGATION/LIMITED (continued)		
	Capistrano Unified School District, Orange County, California, Special Tax Bonds, Community Facilities District 90-2 - Talega, Series 2003:	
\$ 1,750	5.875%, 9/01/23	9/13 at 100
550	6.000%, 9/01/33	9/13 at 100
715	Capistrano Unified School District, Orange County, California, Special Tax Bonds, Community Facilities District, Series 2005, 5.000%, 9/01/24 - FGIC Insured	9/15 at 100
1,810	Cerritos Public Financing Authority, California, Tax Allocation Revenue Bonds, Los Cerritos Redevelopment Projects, Series 2002A, 5.000%, 11/01/14 - AMBAC Insured	No Opt. C
2,160	Chino Redevelopment Agency, California, Merged Chino Redevelopment Project Area Tax Allocation Bonds, Series 2006, 5.000%, 9/01/38 - AMBAC Insured (UB)	9/16 at 101
1,270	Coalinga Public Financing Authority, California, Local Obligation Senior Lien Revenue Bonds, Series 1998A, 6.000%, 9/15/18 - AMBAC Insured	No Opt. C
1,125	Fontana, California, Special Tax Bonds, Sierra Community Facilities District 22, Series 2004, 6.000%, 9/01/34	9/14 at 100
1,000	Fullerton Community Facilities District 1, California, Special Tax Bonds, Amerige Heights, Series 2002, 6.100%, 9/01/22	9/12 at 100
	Irvine, California, Unified School District, Community Facilities District Special Tax Bonds, Series 2006A:	
350	5.000%, 9/01/26	9/16 at 100
805	5.125%, 9/01/36	9/16 at 100
3,000	Lake Elsinore Public Finance Authority, California, Local Agency Revenue Refunding Bonds, Series 2003H, 6.000%, 10/01/20	10/13 at 102
685	Lammersville School District, San Joaquin County, California, Community Facilities District 2002, Mountain House Special Tax Bonds, Series 2006, 5.125%, 9/01/35	9/16 at 100
5,250	Lammersville School District, San Joaquin County, California, Special Tax Bonds, Community Facilities District of Mountain	9/12 at 101

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	House, Series 2002, 6.300%, 9/01/24	
2,000	Lee Lake Water District, Riverside County, California, Special Tax Bonds, Community Facilities District 1 of Sycamore Creek, Series 2003, 6.500%, 9/01/24	9/13 at 102
1,985	Lincoln, California, Special Tax Bonds, Lincoln Crossing Community Facilities District 03-1, Series 2003A, 6.500%, 9/01/25	9/13 at 102
1,360	Lincoln, California, Special Tax Bonds, Lincoln Crossing Community Facilities District 03-1, Series 2004, 6.000%, 9/01/34	9/13 at 102
5,425	Lodi, California, Certificates of Participation, Public Improvement Financing Project, Series 2002, 5.000%, 10/01/26 - MBIA Insured	10/12 at 100
1,310	Los Angeles Community Redevelopment Agency, California, Lease Revenue Bonds, Manchester Social Services Project, Series 2005, 5.000%, 9/01/37 - AMBAC Insured	9/15 at 100
1,000	Los Banos Redevelopment Agency, California, Project Tax Allocation Bonds, Los Banos Redevelopment Project, Series 2006, 5.000%, 9/01/36 - RAAI Insured	9/16 at 100
1,000	Monterey County, California, Certificates of Participation, Master Plan Financing, Series 2001, 5.250%, 8/01/15 - MBIA Insured	8/11 at 100
1,675	Moreno Valley Unified School District, Riverside County, California, Certificates of Participation, Series 2005, 5.000%, 3/01/26 - FSA Insured	3/14 at 100
	North Natomas Community Facilities District 4, Sacramento, California, Special Tax Bonds, Series 2006D:	
550	5.000%, 9/01/26	3/07 at 103
250	5.000%, 9/01/33	3/07 at 103
3,000	Oakland Redevelopment Agency, California, Subordinate Lien Tax Allocation Bonds, Central District Redevelopment Project, Series 2003, 5.500%, 9/01/19 - FGIC Insured	3/13 at 100
4,520	Ontario Redevelopment Financing Authority, California, Lease Revenue Bonds, Capital Projects, Series 2001, 5.000%, 8/01/24 - AMBAC Insured	8/11 at 101
2,000	Orange County, California, Special Tax Bonds, Community Facilities District 02-1 of Ladera Ranch, Series 2003A, 5.550%, 8/15/33	8/11 at 101

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PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
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TAX OBLIGATION/LIMITED (continued)

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\$	11,165	Palm Desert Financing Authority, California, Tax Allocation Revenue Refunding Bonds, Project Area 1, Series 2002, 5.100%, 4/01/30 - MBIA Insured	4/12 at 102
	3,250	Pomona Public Financing Authority, California, Revenue Refunding Bonds, Merged Redevelopment Projects, Series 2001AD, 5.000%, 2/01/27 - MBIA Insured	2/11 at 100
	6,000	Puerto Rico Highway and Transportation Authority, Highway Revenue Bonds, Series 2007N, 5.250%, 7/01/32 (WI/DD, Settling 3/06/07) - MBIA Insured	No Opt. C
	625	Rialto Redevelopment Agency, California, Tax Allocation Bonds, Merged Project Area, Series 2005A, 5.000%, 9/01/35 - XLCA Insured	9/15 at 100
	780	Roseville, California, Certificates of Participation, Public Facilities, Series 2003A, 5.000%, 8/01/25 - AMBAC Insured	8/13 at 100
	1,700	Roseville, California, Special Tax Bonds, Community Facilities District 1 - Crocker, Series 2003, 6.000%, 9/01/27	9/09 at 103
	1,150	Sacramento, California, Special Tax Bonds, North Natomas Community Facilities District 4, Series 2003C, 6.000%, 9/01/33	9/14 at 100
	14,505	San Diego Redevelopment Agency, California, Subordinate Lien Tax Allocation Bonds, Centre City Project, Series 2001A, 5.000%, 9/01/26 - FSA Insured	9/11 at 101
	2,300	San Francisco Bay Area Rapid Transit District, California, Sales Tax Revenue Bonds, Series 2001, 5.000%, 7/01/26 - AMBAC Insured	7/11 at 100
	1,590	San Marcos Public Facilities Authority, California, Special Tax Bonds, Community Facilities District 99-1, Series 2003B, 6.000%, 9/01/24	9/09 at 102
	8,710	South Orange County Public Financing Authority, California, Special Tax Revenue Bonds, Ladera Ranch, Series 2005A, 5.000%, 8/15/32 - AMBAC Insured	8/15 at 100
	2,810	West Patterson Financing Authority, California, Special Tax Bonds, Community Facilities District 01-1, Series 2003B, 7.000%, 9/01/38	9/13 at 103
	2,000	West Patterson Financing Authority, California, Special Tax Bonds, Community Facilities District 01-1, Series 2004B, 6.000%, 9/01/39	9/13 at 102
	1,375	West Patterson Financing Authority, California, Special Tax Bonds, Community Facilities District 2001-1, Series 2004A, 6.125%, 9/01/39	9/13 at 103
	2,500	Yucaipa-Calimesa Joint Unified School District, San Bernardino County, California, General Obligation Refunding Bonds, Series 2001A, 5.000%, 10/01/26 - MBIA Insured	10/11 at 100

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141,025 Total Tax Obligation/Limited

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TRANSPORTATION - 10.6% (6.9% OF TOTAL INVESTMENTS)

1,690	Bay Area Toll Authority, California, Revenue Bonds, San Francisco Bay Area Toll Bridge, Series 2006, 5.000%, 4/01/31	4/16 at 100
11,750	Foothill/Eastern Transportation Corridor Agency, California, Toll Road Revenue Refunding Bonds, Series 1999, 5.875%, 1/15/28	1/14 at 101
3,000	Port of Oakland, California, Revenue Bonds, Series 2002M, 5.250%, 11/01/20 - FGIC Insured	11/12 at 100
1,500	Port of Oakland, California, Revenue Refunding Bonds, Series 1997I, 5.600%, 11/01/19 - MBIA Insured	11/07 at 102
	San Francisco Airports Commission, California, Revenue Bonds, San Francisco International Airport, Second Series 2003, Issue 29B:	
4,110	5.125%, 5/01/17 - FGIC Insured	5/13 at 100
10,625	5.125%, 5/01/18 - FGIC Insured	5/13 at 100
5,140	5.125%, 5/01/19 - FGIC Insured	5/13 at 100
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37,815	Total Transportation	
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U.S. GUARANTEED - 16.5% (10.8% OF TOTAL INVESTMENTS) (4)

11,240	California County Tobacco Securitization Agency, Tobacco Settlement Asset-Backed Bonds, Merced County Tobacco Funding Corporation, Series 2002A, 5.500%, 6/01/33 (Pre-refunded 6/01/12)	6/12 at 100
	California Department of Water Resources, Power Supply Revenue Bonds, Series 2002A:	
3,500	5.375%, 5/01/17 (Pre-refunded 5/01/12) - XLCA Insured	5/12 at 101
9,000	5.125%, 5/01/18 (Pre-refunded 5/01/12)	5/12 at 101

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Nuveen California Dividend Advantage Municipal Fund 3 (NZH) (continued)  
Portfolio of INVESTMENTS February 28, 2007 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
-----		
	U.S. GUARANTEED (4) (continued)	
	Los Angeles Unified School District, California, General Obligation Bonds, Series 2003A:	
\$ 3,750	5.250%, 7/01/20 (Pre-refunded 7/01/13) - FSA Insured	7/13 at 100
7,200	5.000%, 7/01/22 (Pre-refunded 7/01/13) - FSA Insured	7/13 at 100
1,525	Lucia Mar Unified School District, San Luis Obispo County, California, General Obligation Bonds, Series 2004A, 5.250%, 8/01/22 (Pre-refunded 8/01/14) - FGIC Insured	8/14 at 100
5,500	Puerto Rico Highway and Transportation Authority, Highway	7/12 at 100

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Revenue Bonds, Series 2002D, 5.375%, 7/01/36  
(Pre-refunded 7/01/12)

6,425	San Francisco Bay Area Rapid Transit District, California, Sales Tax Revenue Bonds, Series 2001, 5.000%, 7/01/26 (Pre-refunded 7/01/11) - AMBAC Insured	7/11 at 100
1,000	Saugus Union School District, Los Angeles County, California, General Obligation Bonds, Series 2002A, 5.000%, 8/01/24 (Pre-refunded 8/01/12) - FGIC Insured	8/12 at 100
4,200	Tobacco Securitization Authority of Southern California, Tobacco Settlement Asset-Backed Bonds, San Diego County Tobacco Asset Securitization Corporation, Senior Series 2001A, 5.500%, 6/01/36 (Pre-refunded 6/01/12)	6/12 at 100
2,500	Whittier, California, Health Facility Revenue Bonds, Presbyterian Intercommunity Hospital, Series 2002, 5.600%, 6/01/22 (Pre-refunded 6/01/12)	6/12 at 101

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55,840 Total U.S. Guaranteed

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UTILITIES - 9.1% (5.9% OF TOTAL INVESTMENTS)

15,000	California Pollution Control Financing Authority, Remarketed Revenue Bonds, Pacific Gas and Electric Company, Series 1996A, 5.350%, 12/01/16 - MBIA Insured (Alternative Minimum Tax)	4/11 at 102
1,200	Los Angeles Department of Water and Power, California, Power System Revenue Bonds, Series 2003A-2, 5.000%, 7/01/21 - MBIA Insured	7/13 at 100
1,285	Merced Irrigation District, California, Electric System Revenue Bonds, Series 2005, 5.125%, 9/01/31 - XLCA Insured	9/15 at 100
5,000	Merced Irrigation District, California, Revenue Certificates of Participation, Electric System Project, Series 2003, 5.700%, 9/01/36	9/13 at 102
2,250	Salinas Valley Solid Waste Authority, California, Revenue Bonds, Series 2002, 5.125%, 8/01/22 - AMBAC Insured (Alternative Minimum Tax)	8/12 at 100
6,085	Southern California Public Power Authority, Revenue Bonds, Magnolia Power Project, Series 2003-1A, 5.250%, 7/01/16 - AMBAC Insured	7/13 at 100

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30,820 Total Utilities

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WATER AND SEWER - 12.9% (8.4% OF TOTAL INVESTMENTS)

1,070	Burbank, California, Wastewater System Revenue Bonds, Series 2004A, 5.000%, 6/01/22 - AMBAC Insured	6/14 at 100
7,000	Carmichael Water District, Sacramento County, California,	9/09 at 102

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	Water Revenue Certificates of Participation, Series 1999, 5.125%, 9/01/29 - MBIA Insured	
2,000	El Dorado Irrigation District, California, Water and Sewer Certificates of Participation, Series 2004A, 5.000%, 3/01/20 - FGIC Insured	3/14 at 100
890	Healdsburg Public Financing Authority, California, Wastewater Revenue Bonds, Series 2006, 5.000%, 4/01/36 - MBIA Insured	4/16 at 100
850	Marina Coast Water District, California, Enterprise Certificate of Participation, Series 2006, 5.000%, 6/01/31 - MBIA Insured	6/16 at 100
1,000	Pico Rivera Water Authority, California, Revenue Bonds, Series 2001A, 6.250%, 12/01/32	12/11 at 102
1,685	Pomona Public Finance Authority, California, Revenue Bonds, Water Facilities Project, Series 2007AY, 5.000%, 5/01/26 - AMBAC Insured	5/17 at 100
1,380	Sacramento County Sanitation District Financing Authority, California, Revenue Bonds, Series 2006, 5.000%, 12/01/36 - FGIC Insured	6/16 at 100
1,000	San Buenaventura, California, Wastewater Revenue Certificates of Participation, Series 2004, 5.000%, 3/01/24 - MBIA Insured	3/14 at 100

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PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
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	WATER AND SEWER (continued)	
	San Diego Public Facilities Financing Authority, California, Subordinate Lien Water Revenue Bonds, Series 2002:	
\$ 2,500	5.000%, 8/01/23 - MBIA Insured	8/12 at 100
6,260	5.000%, 8/01/24 - MBIA Insured	8/12 at 100
	San Francisco City and County Public Utilities Commission, California, Clean Water Revenue Refunding Bonds, Series 2003A:	
3,315	5.250%, 10/01/18 - MBIA Insured	4/13 at 100
12,000	5.250%, 10/01/19 - MBIA Insured	4/13 at 100
1,955	Westlands Water District, California, Revenue Certificates of Participation, Series 2005A, 5.000%, 9/01/23 - MBIA Insured	3/15 at 100
1,340	Westlands Water District, California, Revenue Certificates of Participation, Series 2007A, 5.000%, 9/01/37 - MBIA Insured	9/16 at 100
-----		
44,245	Total Water and Sewer	
-----		
\$ 516,994	Total Long-Term Investments (cost \$526,361,006) - 151.1%	
=====		
	SHORT-TERM INVESTMENTS - 2.1% (1.4% OF TOTAL INVESTMENTS)	



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5,620	California Department of Water Resources, Power Supply Revenue Bonds, Variable Rate Demand Obligations, Series 2002C-7, 3.550%, 5/01/22 - FSA Insured (5)
2,000	California Department of Water Resources, Power Supply Revenue Bonds, Variable Rate Demand Obligations, Series 2005G-3, 3.550%, 5/01/16 - FSA Insured (5)

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 \$ 7,620 Total Short-Term Investments (cost \$7,620,000)  
 =====

Total Investments (cost \$533,981,006) - 153.2%

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 Floating Rate Obligations - (1.2)%

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 Other Assets Less Liabilities - (0.8)%

-----  
 Preferred Shares, at Liquidation Value - (51.2)%

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

- (1) All percentages shown in the Portfolio of Investments are based on net assets applicable to Common shares unless otherwise noted.
  - (2) Optional Call Provisions: Dates (month and year) and prices of the earliest optional call or redemption. There may be other call provisions at varying prices at later dates. Certain mortgage-backed securities may be subject to periodic principal paydowns.
  - (3) Ratings: Using the higher of Standard & Poor's or Moody's rating. Ratings below BBB by Standard & Poor's Group or Baa by Moody's Investor Service, Inc. are considered to be below investment grade.
  - (4) Backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensure the timely payment of principal and interest. Such investments are normally considered to be equivalent to AAA rated securities.
  - (5) Investment has a maturity of more than one year, but has variable rate and demand features which qualify it as a short-term investment. The rate disclosed is that in effect at the end of the reporting period. This rate changes periodically based on market conditions or a specified market index.
- N/R Not rated.
- WI/DD Purchased on a when-issued or delayed delivery basis.
- (UB) Underlying bond of an inverse floating rate trust reflected as a financing transaction pursuant to the provisions of SFAS No. 140.

See accompanying notes to financial statements.

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Nuveen Insured California Dividend Advantage Municipal Fund (NKL)  
 Portfolio of  
 INVESTMENTS February 28, 2007 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
CONSUMER STAPLES - 2.3% (1.4% OF TOTAL INVESTMENTS)		
\$ 4,500	Golden State Tobacco Securitization Corporation, California, Tobacco Settlement Asset-Backed Revenue Bonds, Series 2003A-2, 7.900%, 6/01/42	6/13 at 100
EDUCATION AND CIVIC ORGANIZATIONS - 4.7% (3.1% OF TOTAL INVESTMENTS)		
1,675	California Educational Facilities Authority, Revenue Bonds, University of San Diego, Series 2002A, 5.250%, 10/01/30	10/12 at 100
9,000	California State University, Systemwide Revenue Bonds, Series 2002A, 5.125%, 11/01/26 - AMBAC Insured	11/12 at 100
10,675	Total Education and Civic Organizations	
HEALTH CARE - 5.1% (3.3% OF TOTAL INVESTMENTS)		
5,000	ABAG Finance Authority for Non-Profit Corporations, California, Cal-Mortgage Insured Revenue Bonds, Sansum-Santa Barbara Medical Foundation Clinic, Series 2002A, 5.600%, 4/01/26	4/12 at 100
2,815	California Health Facilities Financing Authority, Revenue Bonds, Lucile Salter Packard Children's Hospital, Series 2003C, 5.000%, 8/15/20 - AMBAC Insured	8/13 at 100
3,380	Rancho Mirage Joint Powers Financing Authority, California, Revenue Bonds, Eisenhower Medical Center, Series 2004, 5.875%, 7/01/26	7/14 at 100
11,195	Total Health Care	
HOUSING/MULTIFAMILY - 1.3% (0.9% OF TOTAL INVESTMENTS)		
1,000	California Statewide Community Development Authority, Student Housing Revenue Bonds, EAH - Irvine East Campus Apartments, LLC Project, Series 2002A, 5.500%, 8/01/22 - ACA Insured	8/12 at 100
1,905	Los Angeles, California, GNMA Mortgage-Backed Securities Program Multifamily Housing Revenue Bonds, Park Plaza West Senior Apartments, Series 2001B, 5.300%, 1/20/21 (Alternative Minimum Tax)	7/11 at 102

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PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
2,905	Total Housing/Multifamily	
	HOUSING/SINGLE FAMILY - 0.2% (0.2% OF TOTAL INVESTMENTS)	
555	California Housing Finance Agency, Home Mortgage Revenue Bonds, Series 2006H, 5.750%, 8/01/30 - FGIC Insured (Alternative Minimum Tax)	2/16 at 100
	INDUSTRIALS - 1.3% (1.0% OF TOTAL INVESTMENTS)	
3,000	California Pollution Control Financing Authority, Solid Waste Disposal Revenue Bonds, Republic Services Inc., Series 2002C, 5.250%, 6/01/23 (Mandatory put 12/01/17) (Alternative Minimum Tax)	No Opt. C
	LONG-TERM CARE - 3.5% (2.3% OF TOTAL INVESTMENTS)	
3,000	ABAG Finance Authority for Non-Profit Corporations, California, Insured Senior Living Revenue Bonds, Odd Fellows Home of California, Series 2003A, 5.200%, 11/15/22	11/12 at 100
5,000	California Statewide Community Development Authority, Revenue Bonds, Jewish Home for the Aging, Series 2003, 5.000%, 11/15/18	11/13 at 100
8,000	Total Long-Term Care	
	TAX OBLIGATION/GENERAL - 28.3% (18.5% OF TOTAL INVESTMENTS)	
5,920	Cajon Valley Union School District, San Diego County, California, General Obligation Bonds, Series 2002B, 5.125%, 8/01/32 - MBIA Insured	8/10 at 102
3,000	California State, General Obligation Bonds, Series 2007, 4.250%, 12/01/35 (WI/DD, Settling 3/01/07) - AMBAC Insured	12/16 at 100
2,900	California, General Obligation Bonds, Series 2003, 5.000%, 2/01/21	8/13 at 100
1,750	California, General Obligation Bonds, Series 2004, 5.125%, 2/01/27	2/14 at 100
	TAX OBLIGATION/GENERAL (continued)	
\$ 8,250	California, General Obligation Refunding Bonds, Series 2002, 5.000%, 2/01/22 - MBIA Insured	2/12 at 100

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2,560	Compton Community College District, Los Angeles County, California, General Obligation Bonds, Series 2004A, 5.250%, 7/01/23 - MBIA Insured	7/14 at 100
230	El Monte Union High School District, Los Angeles County, California, General Obligation Bonds, Series 2003A, 5.000%, 6/01/28 - FSA Insured	6/13 at 100
10,000	Fremont Unified School District, Alameda County, California, General Obligation Bonds, Series 2002A, 5.000%, 8/01/25 - FGIC Insured	8/12 at 101
4,115	Los Angeles Unified School District, Los Angeles County, California, General Obligation Bonds, Series 2006B, 4.750%, 7/01/25 - FGIC Insured (UB)	7/16 at 100
1,000	Los Rios Community College District, Sacramento, El Dorado and Yolo Counties, California, General Obligation Bonds, Series 2006C, 5.000%, 8/01/25 - FSA Insured	8/14 at 102
1,500	Madera Unified School District, Madera County, California, General Obligation Bonds, Series 2002, 5.000%, 8/01/28 - FSA Insured	8/12 at 100
2,500	Oakland Unified School District, Alameda County, California, General Obligation Bonds, Series 2002, 5.250%, 8/01/21 - FGIC Insured	8/12 at 100
375	Roseville Joint Union High School District, Placer County, California, General Obligation Bonds, Series 2006B, 5.000%, 8/01/27 - FGIC Insured	8/15 at 100
3,250	San Diego Unified School District, San Diego County, California, General Obligation Bonds, Election of 1998, Series 2001C, 5.000%, 7/01/22 - FSA Insured	7/11 at 102
1,960	San Diego Unified School District, San Diego County, California, General Obligation Bonds, Series 2006G-1, 4.500%, 7/01/29 - FSA Insured (UB)	7/16 at 101
1,160	San Gabriel Unified School District, Los Angeles County, California, General Obligation Bonds, Series 2005, 5.000%, 8/01/22 - FSA Insured	8/15 at 100
3,500	San Mateo County Community College District, California, General Obligation Bonds, Series 2002A, 5.000%, 9/01/26 - FGIC Insured	9/12 at 100
10,000	Vista Unified School District, San Diego County, California, General Obligation Bonds, Series 2002A, 5.000%, 8/01/23 - FSA Insured	8/12 at 100
-----		
63,970	Total Tax Obligation/General	
-----		

TAX OBLIGATION/LIMITED - 44.3% (29.0% OF TOTAL INVESTMENTS)

1,450	Baldwin Park Public Financing Authority, California, Sales Tax and Tax Allocation Bonds, Puente Merced Redevelopment	8/13 at 102
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	Project, Series 2003, 5.250%, 8/01/21	
6,895	Brea and Olinda Unified School District, Orange County, California, Certificates of Participation Refunding, Series 2002A, 5.125%, 8/01/26 - FSA Insured	8/11 at 101
2,290	Burbank Public Financing Authority, California, Revenue Refunding Bonds, Golden State Redevelopment Project, Series 2003A, 5.250%, 12/01/19 - AMBAC Insured	12/13 at 100
2,200	California Infrastructure Economic Development Bank, Los Angeles County, Revenue Bonds, Department of Public Social Services, Series 2003, 5.000%, 9/01/28 - AMBAC Insured	9/13 at 101
3,100	California State Public Works Board, Lease Revenue Bonds, Department of Health Services, Richmond Lab, Series 2005B, 5.000%, 11/01/30 - XLCA Insured	11/15 at 100
465	Capistrano Unified School District, Orange County, California, Special Tax Bonds, Community Facilities District, Series 2005, 5.000%, 9/01/24 - FGIC Insured	9/15 at 100
1,400	Chino Redevelopment Agency, California, Merged Chino Project Area Tax Allocation Bonds, 5.000%, 9/01/38 - AMBAC Insured (UB)	9/16 at 101
7,035	Corona-Norco Unified School District, Riverside County, California, Special Tax Bonds, Community Facilities District 98-1, Series 2003, 5.000%, 9/01/28 - MBIA Insured	9/13 at 100
3,145	Culver City Redevelopment Agency, California, Tax Allocation Revenue Bonds, Redevelopment Project, Series 2002A, 5.125%, 11/01/25 - MBIA Insured	5/11 at 101
8,720	El Monte, California, Senior Lien Certificates of Participation, Department of Public Services Facility Phase II, Series 2001, 5.000%, 1/01/21 - AMBAC Insured	1/11 at 100
4,000	Folsom Public Financing Authority, California, Special Tax Revenue Bonds, Series 2004A, 5.000%, 9/01/21 - AMBAC Insured	9/12 at 102

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Nuveen Insured California Dividend Advantage Municipal Fund (NKL) (contin  
Portfolio of INVESTMENTS February 28, 2007 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
-----		
	TAX OBLIGATION/LIMITED (continued)	
\$ 2,115	Inglewood Redevelopment Agency, California, Tax Allocation Refunding Bonds, Merged Area Redevelopment Project, Series 1998A, 5.250%, 5/01/23 - AMBAC Insured	No Opt. C
3,500	La Quinta Redevelopment Agency, California, Tax Allocation Bonds, Redevelopment Project Area 1, Series 2001,	9/11 at 102

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	5.100%, 9/01/31 - AMBAC Insured	
3,400	La Quinta Redevelopment Agency, California, Tax Allocation Bonds, Redevelopment Project Area 1, Series 2002, 5.000%, 9/01/22 - AMBAC Insured	9/12 at 102
845	Los Angeles Community Redevelopment Agency, California, Lease Revenue Bonds, Manchester Social Services Project, Series 2005, 5.000%, 9/01/37 - AMBAC Insured	9/15 at 100
4,690	Los Angeles County Metropolitan Transportation Authority, California, Proposition C Second Senior Lien Sales Tax Revenue Refunding Bonds, Series 1998A, 5.000%, 7/01/23 - AMBAC Insured	7/08 at 101
1,460	Los Angeles, California, Certificates of Participation, Municipal Improvement Corporation, Series 2003AW, 5.000%, 6/01/33 - AMBAC Insured	6/13 at 100
7,000	Los Angeles, California, Certificates of Participation, Series 2002, 5.200%, 4/01/27 - AMBAC Insured	4/12 at 100
8,470	Ontario Redevelopment Financing Authority, California, Lease Revenue Bonds, Capital Projects, Series 2001, 5.200%, 8/01/29 - AMBAC Insured	8/11 at 101
5,000	Palm Desert Financing Authority, California, Tax Allocation Revenue Refunding Bonds, Project Area 1, Series 2002, 5.000%, 4/01/25 - MBIA Insured	4/12 at 102
3,000	Puerto Rico Highway and Transportation Authority, Highway Revenue Bonds, Series 2007N, 5.250%, 7/01/32 (WI/DD, Settling 3/06/07) - MBIA Insured	No Opt. C
405	Rialto Redevelopment Agency, California, Tax Allocation Bonds, Merged Project Area, Series 2005A, 5.000%, 9/01/35 - XLCA Insured	9/15 at 100
4,475	Riverside County, California, Asset Leasing Corporate Leasehold Revenue Bonds, Riverside County Hospital Project, Series 1997B, 5.000%, 6/01/19 - MBIA Insured	6/12 at 101
505	Roseville, California, Certificates of Participation, Public Facilities, Series 2003A, 5.000%, 8/01/25 - AMBAC Insured	8/13 at 100
3,175	San Buenaventura, California, Certificates of Participation, Series 2001C, 5.250%, 2/01/31 - AMBAC Insured	2/11 at 101
3,730	San Diego Redevelopment Agency, California, Subordinate Lien Tax Increment and Parking Revenue Bonds, Centre City Project, Series 2003B, 5.250%, 9/01/26	9/09 at 101
4,000	San Jose Financing Authority, California, Lease Revenue Refunding Bonds, Convention Center Project, Series 2001F, 5.000%, 9/01/19 - MBIA Insured	9/11 at 100
1,000	Shasta Joint Powers Financing Authority, California, Lease Revenue Bonds, County Administration Building Project, Series 2003A, 5.250%, 4/01/23 - MBIA Insured	4/13 at 100
2,160	Temecula Redevelopment Agency, California, Tax Allocation Revenue Bonds, Redevelopment Project 1, Series 2002,	8/08 at 102

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5.125%, 8/01/27 - MBIA Insured

99,630	Total Tax Obligation/Limited	
TRANSPORTATION - 4.9% (3.2% OF TOTAL INVESTMENTS)		
7,500	Foothill/Eastern Transportation Corridor Agency, California, Toll Road Revenue Refunding Bonds, Series 1999, 0.000%, 1/15/29	1/14 at 101
	San Francisco Airports Commission, California, Revenue Bonds, San Francisco International Airport, Second Series 2003, Issue 29A:	
2,185	5.250%, 5/01/16 - FGIC Insured (Alternative Minimum Tax)	5/13 at 100
2,300	5.250%, 5/01/17 - FGIC Insured (Alternative Minimum Tax)	5/13 at 100
11,985	Total Transportation	

U.S. GUARANTEED - 19.4% (12.7% OF TOTAL INVESTMENTS) (4)		
6,000	California Department of Water Resources, Power Supply Revenue Bonds, Series 2002A, 5.125%, 5/01/18 (Pre-refunded 5/01/12)	5/12 at 101

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PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
U.S. GUARANTEED (4) (continued)		
	California Health Facilities Financing Authority, Revenue Bonds, Cedars-Sinai Medical Center, Series 1999A:	
\$ 2,500	6.125%, 12/01/30 (Pre-refunded 12/01/09)	12/09 at 101
1,000	6.250%, 12/01/34 (Pre-refunded 12/01/09)	12/09 at 101
2,250	California Infrastructure Economic Development Bank, First Lien Revenue Bonds, San Francisco Bay Area Toll Bridge, Series 2003A, 5.000%, 7/01/36 (Pre-refunded 1/01/28) - AMBAC Insured	1/28 at 100
2,185	El Monte Union High School District, Los Angeles County, California, General Obligation Bonds, Series 2003A, 5.000%, 6/01/28 (Pre-refunded 6/01/13) - FSA Insured	6/13 at 100
	Fresno Unified School District, Fresno County, California, General Obligation Bonds, Series 2002B:	
1,135	5.125%, 8/01/23 - FGIC Insured (ETM)	8/10 at 102
1,190	5.125%, 8/01/24 - FGIC Insured (ETM)	8/10 at 102
1,245	5.125%, 8/01/25 - FGIC Insured (ETM)	8/10 at 102
1,255	5.125%, 8/01/26 - FGIC Insured (ETM)	8/10 at 102
2,070	Fresno Unified School District, Fresno County, California,	8/10 at 102

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	General Obligation Bonds, Series 2002G, 5.125%, 8/01/26 - FSA Insured (ETM)	
5,000	Los Angeles Unified School District, California, General Obligation Bonds, Series 2002E, 5.125%, 1/01/27 (Pre-refunded 7/01/12) - MBIA Insured	7/12 at 100
3,000	Peralta Community College District, Alameda County, California, General Obligation Bonds, Election of 2000, Series 2001A, 5.000%, 8/01/31 (Pre-refunded 8/01/09) - FGIC Insured	8/09 at 102
2,980	Santa Clarita Community College District, Los Angeles County, California, General Obligation Bonds, Series 2002, 5.125%, 8/01/26 (Pre-refunded 8/01/11) - FGIC Insured	8/11 at 101
9,000	University of California, Revenue Bonds, Multiple Purpose Projects, Series 2000K, 5.300%, 9/01/30 (Pre-refunded 9/01/08)	9/08 at 101
2,460	Vacaville Unified School District, Solano County, California, General Obligation Bonds, Series 2002, 5.000%, 8/01/26 (Pre-refunded 8/01/11) - FSA Insured	8/11 at 101
-----		
43,270	Total U.S. Guaranteed	
-----		

UTILITIES - 16.5% (10.8% OF TOTAL INVESTMENTS)

9,000	Anaheim Public Finance Authority, California, Revenue Bonds, Electric System Distribution Facilities, Series 2002A, 5.000%, 10/01/27 - FSA Insured	10/12 at 100
10,000	California Pollution Control Financing Authority, Remarketed Revenue Bonds, Pacific Gas and Electric Company, Series 1996A, 5.350%, 12/01/16 - MBIA Insured (Alternative Minimum Tax)	4/11 at 102
3,000	Los Angeles Department of Water and Power, California, Power System Revenue Bonds, Series 2001A-1, 5.250%, 7/01/21 - FSA Insured	7/11 at 100
830	Merced Irrigation District, California, Electric System Revenue Bonds, Series 2005, 5.125%, 9/01/31 - XLCA Insured	9/15 at 100
6,000	Northern California Power Agency, Revenue Refunding Bonds, Hydroelectric Project 1, Series 1998A, 5.200%, 7/01/32 - MBIA Insured	7/08 at 101
3,000	Sacramento Municipal Utility District, California, Electric Revenue Bonds, Series 2001N, 5.000%, 8/15/28 - MBIA Insured	8/11 at 100
5,630	Southern California Public Power Authority, Subordinate Revenue Refunding Bonds, Transmission Project, Series 2002A, 4.750%, 7/01/19 - FSA Insured	7/12 at 100
-----		
37,460	Total Utilities	
-----		



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WATER AND SEWER - 17.7% (11.6% OF TOTAL INVESTMENTS)

3,000	California Department of Water Resources, Water System Revenue Bonds, Central Valley Project, Series 2002X, 5.150%, 12/01/23 - FGIC Insured	12/12 at 100
6,100	East Bay Municipal Utility District, Alameda and Contra Costa Counties, California, Water System Subordinated Revenue Bonds, Series 2001, 5.000%, 6/01/26 - MBIA Insured	6/11 at 100
9,000	Eastern Municipal Water District, California, Water and Sewerage System Revenue Certificates of Participation, Series 2001B, 5.000%, 7/01/30 - FGIC Insured	7/11 at 100

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Nuveen Insured California Dividend Advantage Municipal Fund (NKL) (continued)  
Portfolio of INVESTMENTS February 28, 2007 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
-----		
	WATER AND SEWER (continued)	
\$ 570	Healdsburg Public Financing Authority, California, Wastewater Revenue Bonds, Series 2006, 5.000%, 4/01/36 - MBIA Insured	4/16 at 100
4,500	Los Angeles County Sanitation Districts Financing Authority, California, Senior Revenue Bonds, Capital Projects, Series 2003A, 5.000%, 10/01/23 - FSA Insured	10/13 at 100
2,855	Manteca Financing Authority, California, Sewerage Revenue Bonds, Series 2003B, 5.000%, 12/01/33 - MBIA Insured	12/13 at 100
500	Marina Coast Water District, California, Enterprise Certificate of Participation, Series 2006, 5.000%, 6/01/31 - MBIA Insured	6/16 at 100
9,185	Orange County Sanitation District, California, Certificates of Participation, Series 2003, 5.000%, 2/01/33 - FGIC Insured	8/13 at 100
870	Sacramento County Sanitation District Financing Authority, California, Revenue Bonds, Series 2006, 5.000%, 12/01/36 - FGIC Insured	6/16 at 100
	Semitropic Water Storage District, Kern County, California, Water Banking Revenue Bonds, Series 2004A:	
1,315	5.500%, 12/01/20 - XLCA Insured	12/14 at 100
1,415	5.500%, 12/01/21 - XLCA Insured	12/14 at 100
750	Westlands Water District, California, Revenue Certificates of Participation, Series 2007A, 5.000%, 9/01/37 - MBIA Insured	9/16 at 100
-----		
40,060	Total Water and Sewer	
-----		
\$ 337,205	Total Long-Term Investments (cost \$333,983,938) - 149.5%	
=====		

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SHORT-TERM INVESTMENTS - 3.0% (2.0% OF TOTAL INVESTMENTS)

4,500	California Department of Water Resources, Power Supply Revenue Bonds, Variable Rate Demand Obligations, Series 2002C-7, 3.550%, 5/01/22 - FSA Insured (5)
2,565	California Infrastructure and Economic Development Bank, Revenue Bonds, Jewish Community Center, Variable Rate Demand Obligations, Series 2007, 3.510%, 12/01/31 - FGIC Insured (5)
-----	
\$ 7,065	Total Short-Term Investments (cost \$7,065,000)
=====	

Total Investments (cost \$341,048,938) - 152.5%

Floating Rate Obligations - (2.1)%

Other Assets Less Liabilities - (1.0)%

Preferred Shares, at Liquidation Value - (49.4)%

Net Assets Applicable to Common Shares - 100%

At least 80% of the Fund's net assets (including net assets attributable to Preferred shares) are invested in municipal securities that are either covered by Original Issue Insurance, Secondary Market Insurance or Portfolio Insurance which ensures the timely payment of principal and interest. Up to 20% of the Fund's net assets (including net assets attributable to Preferred shares) may be invested in municipal securities that are (i) either backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities (also ensuring the timely payment of principal and interest), or (ii) rated, at the time of investment, within the four highest grades (Baa or BBB or better by Moody's, S&P or Fitch) or unrated but judged to be of comparable quality by the Adviser.

- (1) All percentages shown in the Portfolio of Investments are based on net assets applicable to Common shares unless otherwise noted.
- (2) Optional Call Provisions: Dates (month and year) and prices of the earliest optional call or redemption. There may be other call provisions at varying prices at later dates. Certain mortgage-backed securities may be subject to periodic principal paydowns.
- (3) Ratings: Using the higher of Standard & Poor's or Moody's rating. Ratings below BBB by Standard & Poor's Group or Baa by Moody's Investor Service, Inc. are considered to be below investment grade.
- (4) Backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensure the timely payment of principal and interest. Such investments are normally considered to be equivalent to AAA rated securities.
- (5) Investment has a maturity of more than one year, but

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has variable rate and demand features which qualify it as a short-term investment. The rate disclosed is that in effect at the end of the reporting period. This rate changes periodically based on market conditions or a specified market index.

- N/R Not rated.
- WI/DD Purchased on a when-issued or delayed delivery basis.
- (ETM) Escrowed to maturity.
- (UB) Underlying bond of an inverse floating rate trust reflected as a financing transaction pursuant to the provisions of SFAS No. 140.

See accompanying notes to financial statements.

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Nuveen Insured California Tax-Free Advantage Municipal Fund (NKX)  
 Portfolio of  
 INVESTMENTS February 28, 2007 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
-----		
	CONSUMER STAPLES - 2.2% (1.5% OF TOTAL INVESTMENTS)	
\$ 1,625	Golden State Tobacco Securitization Corporation, California, Tobacco Settlement Asset-Backed Revenue Bonds, Series 2003A-2, 7.900%, 6/01/42	6/13 at 100
-----		
	HEALTH CARE - 11.2% (7.3% OF TOTAL INVESTMENTS)	
1,800	California Infrastructure Economic Development Bank, Revenue Bonds, Kaiser Hospital Assistance LLC, Series 2001A, 5.550%, 8/01/31	8/11 at 102
2,000	California Statewide Community Development Authority, Hospital Revenue Bonds, Monterey Peninsula Hospital, Series 2003B, 5.250%, 6/01/23 - FSA Insured	6/13 at 100
4,060	California Statewide Community Development Authority, Revenue Bonds, Sherman Oaks Health System, Series 1998A, 5.000%, 8/01/22 - AMBAC Insured	No Opt. C
1,260	Rancho Mirage Joint Powers Financing Authority, California, Revenue Bonds, Eisenhower Medical Center, Series 2004, 5.875%, 7/01/26	7/14 at 100
-----		
9,120	Total Health Care	
-----		

HOUSING/MULTIFAMILY - 1.4% (0.9% OF TOTAL INVESTMENTS)

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1,165	Poway, California, Housing Revenue Bonds, Revenue Bonds, Poinsettia Mobile Home Park, Series 2003, 5.000%, 5/01/23	5/13 at 102
-----		
	LONG-TERM CARE - 5.7% (3.8% OF TOTAL INVESTMENTS)	
1,000	ABAG Finance Authority for Non-Profit Corporations, California, Insured Senior Living Revenue Bonds, Odd Fellows Home of California, Series 2003A, 5.200%, 11/15/22	11/12 at 100
2,000	California Health Facilities Financing Authority, Cal-Mortgage Insured Revenue Bonds, Northern California Retired Officers Community Corporation - Paradise Valley Estates, Series 2002, 5.250%, 1/01/26	1/13 at 100
1,815	California Statewide Community Development Authority, Revenue Bonds, Jewish Home for the Aging, Series 2003, 5.000%, 11/15/18	11/13 at 100
-----		
4,815	Total Long-Term Care	
-----		
	TAX OBLIGATION/GENERAL - 36.1% (23.7% OF TOTAL INVESTMENTS)	
2,000	Butte-Glenn Community College District, Butte and Glenn Counties, California, General Obligation Bonds, Series 2002A, 5.000%, 8/01/26 - MBIA Insured	8/12 at 101
1,000	California State, General Obligation Bonds, Series 2007, 4.250%, 12/01/35 (WI/DD, Settling 3/01/07) - AMBAC Insured	12/16 at 100
1,000	California, General Obligation Bonds, Series 2004: 5.125%, 2/01/27	2/14 at 100
500	5.250%, 4/01/34	4/14 at 100
3,750	California, General Obligation Refunding Bonds, Series 2002: 5.000%, 4/01/27 - AMBAC Insured	4/12 at 100
3,000	5.250%, 4/01/30 - XLCA Insured	4/12 at 100
450	Fremont Unified School District, Alameda County, California, General Obligation Bonds, Series 2002A, 5.000%, 8/01/25 - FGIC Insured	8/12 at 101
4,500	Hacienda La Puente Unified School District, Los Angeles County, California, General Obligation Bonds, Series 2003B: 5.000%, 8/01/26 - FSA Insured	8/13 at 100
2,030	5.000%, 8/01/27 - FSA Insured	8/13 at 100
1,540	Los Angeles Unified School District, Los Angeles County, California, General Obligation Bonds, Series 2006B, 4.750%, 7/01/25 - FGIC Insured (UB)	7/16 at 100
2,000	Los Angeles, California, General Obligation Bonds, Series 2002A, 5.000%, 9/01/22 - MBIA Insured	9/12 at 100

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Nuveen Insured California Tax-Free Advantage Municipal Fund (NKX) (contin  
Portfolio of INVESTMENTS February 28, 2007 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
TAX OBLIGATION/GENERAL (continued)		
\$ 1,000	Murrieta Valley Unified School District, Riverside County, California, General Obligation Bonds, Series 2003A, 5.000%, 9/01/26 - FGIC Insured	9/13 at 100
140	Roseville Joint Union High School District, Placer County, California, General Obligation Bonds, Series 2006B, 5.000%, 8/01/27 - FGIC Insured	8/15 at 100
3,000	San Diego Unified School District, California, General Obligation Bonds, Election of 1998, Series 2000B, 5.125%, 7/01/22 - MBIA Insured	7/10 at 100
152	San Diego Unified School District, San Diego County, California, General Obligation Bonds, Series 2006F-1, 4.500%, 7/01/29 - FSA Insured (UB)	7/16 at 101
635	San Diego Unified School District, San Diego County, California, General Obligation Bonds, Series 2006G-1, 4.500%, 7/01/29 - FSA Insured (UB)	7/16 at 101
3,855	San Rafael City High School District, Marin County, California, General Obligation Bonds, Series 2003A, 5.000%, 8/01/28 - FSA Insured	8/12 at 100
30,522	Total Tax Obligation/General	
TAX OBLIGATION/LIMITED - 41.1% (27.0% OF TOTAL INVESTMENTS)		
550	Baldwin Park Public Financing Authority, California, Sales Tax and Tax Allocation Bonds, Puente Merced Redevelopment Project, Series 2003, 5.250%, 8/01/21	8/13 at 102
2,025	Burbank Public Financing Authority, California, Revenue Refunding Bonds, Golden State Redevelopment Project, Series 2003A, 5.250%, 12/01/22 - AMBAC Insured	12/13 at 100
2,000	California State Public Works Board, Lease Revenue Bonds, Department of Corrections, Series 2003C, 5.500%, 6/01/16	12/13 at 100
4,000	California State Public Works Board, Lease Revenue Bonds, Department of General Services, Capital East End Project, Series 2002A, 5.000%, 12/01/27 - AMBAC Insured	12/12 at 100
170	Capistrano Unified School District, Orange County, California, Special Tax Bonds, Community Facilities District, Series 2005, 5.000%, 9/01/24 - FGIC Insured	9/15 at 100
525	San Diego Unified School District, San Diego County, California, General Obligation Bonds, Series 2006G-1, 4.500%, 7/01/29 - FSA Insured (UB)	7/16 at 101

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1,000	Coachella Valley Unified School District, Riverside County, California, Certificates of Participation, Series 2007, 5.000%, 9/01/36 - AMBAC Insured	9/16 at 100
1,610	Folsom Public Financing Authority, California, Special Tax Revenue Bonds, Series 2004A, 5.000%, 9/01/21 - AMBAC Insured	9/12 at 102
5,540	Irvine Public Facilities and Infrastructure Authority, California, Assessment Revenue Bonds, Series 2003C, 5.000%, 9/02/21 - AMBAC Insured	9/13 at 100
315	Los Angeles Community Redevelopment Agency, California, Lease Revenue Bonds, Manchester Social Services Project, Series 2005, 5.000%, 9/01/37 - AMBAC Insured	9/15 at 100
1,770	Los Angeles Unified School District, California, Certificates of Participation, Administration Building Project II, Series 2002C, 5.000%, 10/01/27 - AMBAC Insured	10/12 at 100
2,000	Los Angeles, California, Certificates of Participation, Municipal Improvement Corporation, Series 2003AW, 5.000%, 6/01/33 - AMBAC Insured	6/13 at 100
1,500	Los Osos, California, Improvement Bonds, Community Services Wastewater Assessment District 1, Series 2002, 5.000%, 9/02/33 - MBIA Insured	9/10 at 103
1,000	Puerto Rico Highway and Transportation Authority, Highway Revenue Bonds, Series 2007N, 5.250%, 7/01/32 (WI/DD, Settling 3/06/07) - MBIA Insured	No Opt. C
150	Rialto Redevelopment Agency, California, Tax Allocation Bonds, Merged Project Area, Series 2005A, 5.000%, 9/01/35 - XLCA Insured	9/15 at 100
190	Roseville, California, Certificates of Participation, Public Facilities, Series 2003A, 5.000%, 8/01/25 - AMBAC Insured	8/13 at 100
	San Buenaventura, California, Certificates of Participation, Golf Course Financing Project, Series 2002D:	
3,000	5.000%, 2/01/27 - AMBAC Insured	2/12 at 100
3,300	5.000%, 2/01/32 - AMBAC Insured	2/12 at 100

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PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
-----		
	TAX OBLIGATION/LIMITED (continued)	
\$ 1,200	San Diego Redevelopment Agency, California, Subordinate Lien Tax Increment and Parking Revenue Bonds, Centre City Project, Series 2003B, 5.250%, 9/01/26	9/09 at 101
2,770	San Jose Financing Authority, California, Lease Revenue Refunding Bonds, Civic Center Project, Series 2002B,	6/12 at 100

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5.000%, 6/01/32 - AMBAC Insured

34,615	Total Tax Obligation/Limited	
<p>TRANSPORTATION - 10.2% (6.7% OF TOTAL INVESTMENTS)</p>		
5,480	Bay Area Governments Association, California, BART SFO Extension, Airport Premium Fare Revenue Bonds, Series 2002A, 5.000%, 8/01/26 - AMBAC Insured	8/12 at 100
2,000	Foothill/Eastern Transportation Corridor Agency, California, Toll Road Revenue Bonds, Series1995A, 5.000%, 1/01/35	1/10 at 100
1,300	San Francisco Airports Commission, California, Revenue Bonds, San Francisco International Airport, Second Series 2000, Issue 26B, 5.000%, 5/01/25 - FGIC Insured	5/10 at 101
8,780	Total Transportation	
<p>U.S. GUARANTEED - 24.7% (16.3% OF TOTAL INVESTMENTS) (4)</p>		
1,000	Berryessa Union School District, Santa Clara County, California, General Obligation Bonds, Series 2003C, 5.000%, 8/01/21 (Pre-refunded 8/01/12) - FSA Insured	8/12 at 100
1,000	California Health Facilities Financing Authority, Revenue Bonds, Cedars-Sinai Medical Center, Series 1999A, 6.250%, 12/01/34 (Pre-refunded 12/01/09)	12/09 at 101
1,500	California Health Facilities Financing Authority, Revenue Bonds, UCSF - Stanford Healthcare, Series 1998A, 5.000%, 11/15/31 (Pre-refunded 11/15/08) - FSA Insured	11/08 at 101
1,940	California Statewide Community Development Authority, Revenue Bonds, Sherman Oaks Health System, Series 1998A, 5.000%, 8/01/22 (Pre-refunded 8/01/08) - AMBAC Insured	8/08 at 102
8,500	Los Angeles Unified School District, California, General Obligation Bonds, Series 2003A, 5.000%, 7/01/22 (Pre-refunded 7/01/13) - FSA Insured	7/13 at 100
3,135	San Francisco Airports Commission, California, Revenue Bonds, San Francisco International Airport, Second Series Issue 16B, 5.000%, 5/01/24 (Pre-refunded 5/01/08) - FSA Insured	5/08 at 101
1,220	San Jose Redevelopment Agency, California, Tax Allocation Bonds, Merged Area Redevelopment Project, Series 2002, 5.000%, 8/01/32 (Pre-refunded 8/01/10) - MBIA Insured	8/10 at 101
2,390	Solano County, California, Certificates of Participation, Series 2002, 5.250%, 11/01/24 (Pre-refunded 11/01/12) - MBIA Insured	11/12 at 100
20,685	Total U.S. Guaranteed	

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UTILITIES - 5.6% (3.7% OF TOTAL INVESTMENTS)

1,000	Anaheim Public Finance Authority, California, Second Lien Electric Distribution Revenue Bonds, Series 2004, 5.250%, 10/01/21 - MBIA Insured	10/14 at 100
3,055	Los Angeles Department of Water and Power, California, Power System Revenue Bonds, Series 2001A-1, 5.250%, 7/01/22 - FSA Insured	7/11 at 100
275	Los Angeles Department of Water and Power, California, Power System Revenue Bonds, Series 2003A-2, 5.000%, 7/01/21 - MBIA Insured	7/13 at 100
310	Merced Irrigation District, California, Electric System Revenue Bonds, Series 2005, 5.125%, 9/01/31 - XLCA Insured	9/15 at 100
-----		
4,640	Total Utilities	
-----		

WATER AND SEWER - 12.8% (8.4% OF TOTAL INVESTMENTS)

215	Healdsburg Public Financing Authority, California, Wastewater Revenue Bonds, Series 2006, 5.000%, 4/01/36 - MBIA Insured	4/16 at 100
1,055	Manteca Financing Authority, California, Sewerage Revenue Bonds, Series 2003B, 5.000%, 12/01/33 - MBIA Insured	12/13 at 100
170	Marina Coast Water District, California, Enterprise Certificate of Participation, Series 2006, 5.000%, 6/01/31 - MBIA Insured	6/16 at 100

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Nuveen Insured California Tax-Free Advantage Municipal Fund (NKX) (contin  
Portfolio of INVESTMENTS February 28, 2007 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
-----		
WATER AND SEWER (continued)		
\$ 370	Sacramento County Sanitation District Financing Authority, California, Revenue Bonds, Series 2006, 5.000%, 12/01/36 - FGIC Insured	6/16 at 100
	San Diego Public Facilities Financing Authority, California, Subordinate Lien Water Revenue Bonds, Series 2002:	
3,000	5.000%, 8/01/22 - MBIA Insured	8/12 at 100
2,500	5.000%, 8/01/23 - MBIA Insured	8/12 at 100
1,180	South Feather Water and Power Agency, California, Water Revenue Certificates of Participation, Solar Photovoltaic Project, Series 2003, 5.375%, 4/01/24	4/13 at 100
1,600	Sunnyvale Financing Authority, California, Water and	10/11 at 100



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Wastewater Revenue Bonds, Series 2001,  
5.000%, 10/01/26 - AMBAC Insured

750 Westlands Water District, California, Revenue Certificates 9/16 at 100  
of Participation, Series 2007A, 5.000%, 9/01/37 -  
MBIA Insured

10,840	Total Water and Sewer	
\$ 126,837	Total Long-Term Investments (cost \$127,636,353) - 151.0%	
=====		
SHORT-TERM INVESTMENTS - 1.1% (0.7% OF TOTAL INVESTMENTS)		
1,000	Puerto Rico Government Development Bank, Adjustable Refunding Bonds, Variable Rate Demand Obligations, Series 1985, 3.340%, 12/01/15 - MBIA Insured (5)	
=====		
Total Short-Term Investments (cost \$1,000,000)		
-----		
Total Investments (cost \$128,636,353) - 152.1%		
-----		
Floating Rate Obligations - (2.1)%		
-----		
Other Assets Less Liabilities - 0.5%		
-----		
Preferred Shares, at Liquidation Value - (50.5)%		
-----		
Net Assets Applicable to Common Shares - 100%		
=====		

At least 80% of the Fund's net assets (including net assets attributable to Preferred shares) are invested in municipal securities that are either covered by Original Issue Insurance, Secondary Market Insurance or Portfolio Insurance which ensures the timely payment of principal and interest. Up to 20% of the Fund's net assets (including net assets attributable to Preferred shares) may be invested in municipal securities that are (i) either backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities (also ensuring the timely payment of principal and interest), or (ii) rated, at the time of investment, within the four highest grades (Baa or BBB or better by Moody's, S&P or Fitch) or unrated but judged to be of comparable quality by the Adviser.

- (1) All percentages shown in the Portfolio of Investments are based on net assets applicable to Common shares unless otherwise noted.
- (2) Optional Call Provisions: Dates (month and year) and prices of the earliest optional call or redemption. There may be other call provisions at varying prices at later dates. Certain mortgage-backed securities may be subject to periodic principal paydowns.
- (3) Ratings: Using the higher of Standard & Poor's or Moody's rating. Ratings below BBB by Standard & Poor's Group or Baa by Moody's Investor Service, Inc. are considered to be below investment grade.

- (4) Backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensure the timely payment of principal and interest. Such investments are normally considered to be equivalent to AAA rated securities.
  - (5) Investment has a maturity of more than one year, but has variable rate and demand features which qualify it as a short-term investment. The rate disclosed is that in effect at the end of the reporting period. This rate changes periodically based on market conditions or a specified market index.
- N/R Not rated.
- WI/DD Purchased on a when-issued or delayed delivery basis.
- (UB) Underlying bond of an inverse floating rate trust reflected as a financing transaction pursuant to the provisions of SFAS No. 140.

See accompanying notes to financial statements.

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Statement of  
ASSETS AND LIABILITIES February 28, 2007 (Unaudited)

	INSURED CALIFORNIA PREMIUM INCOME (NPC)	INSURED CALIFORNIA PREMIUM INCOME 2 (NCL)
-----		
ASSETS		
Investments, at value (cost \$134,933,608, \$271,367,321, \$120,957,385 and \$510,028,739, respectively)	\$145,476,257	\$286,721,757
Cash	--	323,116
Receivables:		
Interest	2,337,249	3,427,690
Investments sold	--	155,000
Unrealized appreciation on forward swaps	665,721	809,962
Other assets	8,649	34,587
-----		
Total assets	148,487,876	291,472,112
-----		
LIABILITIES		
Cash overdraft	86,582	--
Floating rate obligations	2,346,000	3,997,000
Payables:		
Investments purchased	--	--
Variation margin on futures contracts	--	--
Unrealized depreciation on forward swaps	152,254	--
Accrued expenses:		
Management fees	70,271	136,934
Other	34,300	67,225
Preferred share dividends payable	4,068	28,430
-----		

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Total liabilities	2,693,475	4,229,589
Preferred shares, at liquidation value	45,000,000	95,000,000
Net assets applicable to Common shares	\$100,794,401	\$192,242,523
Common shares outstanding	6,455,666	12,716,370
Net asset value per Common share outstanding (net assets applicable to Common shares, divided by Common shares outstanding)	\$ 15.61	\$ 15.12
NET ASSETS APPLICABLE TO COMMON SHARES CONSIST OF:		
Common shares, \$.01 par value per share	\$ 64,557	\$ 127,164
Paid-in surplus	89,361,743	176,228,808
Undistributed (Over-distribution of) net investment income	339,065	20,359
Accumulated net realized gain (loss) from investments and derivative transactions	(27,080)	(298,206)
Net unrealized appreciation (depreciation ) of investments and derivative transactions	11,056,116	16,164,398
Net assets applicable to Common shares	\$100,794,401	\$192,242,523
Authorized shares:		
Common	200,000,000	200,000,000
Preferred	1,000,000	1,000,000

See accompanying notes to financial statements.

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Statement of  
ASSETS AND LIABILITIES February 28, 2007 (Unaudited) (continued)

	CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)	CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH)
ASSETS		
Investments, at value (cost \$320,795,521, \$533,981,006, \$341,048,938 and \$128,636,353, respectively)	\$338,542,912	\$559,695,446
Cash	--	2,635,019
Receivables:		
Interest	4,437,017	7,528,884
Investments sold	5,100	5,100
Unrealized appreciation on forward swaps	2,375,689	--
Other assets	21,947	33,720
Total assets	345,382,665	569,898,169
LIABILITIES		
Cash overdraft	393,991	--
Floating rate obligations	5,363,000	4,479,000

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Payables:		
Investments purchased	--	12,793,810
Variation margin on futures contracts	--	--
Unrealized depreciation on forward swaps	1,196,283	--
Accrued expenses:		
Management fees	96,207	154,370
Other	69,718	98,072
Preferred share dividends payable	26,369	73,069
-----		
Total liabilities	7,145,568	17,598,321
-----		
Preferred shares, at liquidation value	110,000,000	187,000,000
-----		
Net assets applicable to Common shares	\$228,237,097	\$365,299,848
=====		
Common shares outstanding	14,793,014	24,121,405
=====		
Net asset value per Common share outstanding (net assets applicable to Common shares, divided by Common shares outstanding)	\$ 15.43	\$ 15.14
=====		
NET ASSETS APPLICABLE TO COMMON SHARES CONSIST OF:		
-----		
Common shares, \$.01 par value per share	\$ 147,930	\$ 241,214
Paid-in surplus	210,085,543	342,644,893
Undistributed (Over-distribution of) net investment income	(451,915)	(676,070)
Accumulated net realized gain (loss) from investments and derivative transactions	(471,258)	(2,624,629)
Net unrealized appreciation (depreciation) of investments and derivative transactions	18,926,797	25,714,440
=====		
Net assets applicable to Common shares	\$228,237,097	\$365,299,848
=====		
Authorized shares:		
Common	Unlimited	Unlimited
Preferred	Unlimited	Unlimited
=====		

See accompanying notes to financial statements.

Statement of  
OPERATIONS Six Months Ended February 28, 2007 (Unaudited)

	INSURED	INSURED
	CALIFORNIA	CALIFORNIA
	PREMIUM	PREMIUM
	INCOME	INCOME 2
	(NPC)	(NCL)
-----		
INVESTMENT INCOME	\$3,513,067	\$ 6,810,084
-----		
EXPENSES		
Management fees	457,571	888,907
Preferred shares - auction fees	55,788	117,773
Preferred shares - dividend disbursing agent fees	4,959	9,918
Shareholders' servicing agent fees and expenses	3,860	6,712

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Floating rate obligations interest expense and fees	25,077	42,682
Custodian's fees and expenses	18,571	40,216
Directors'/Trustees' fees and expenses	1,632	3,182
Professional fees	7,129	9,915
Shareholders' reports - printing and mailing expenses	6,254	14,714
Stock exchange listing fees	4,873	4,879
Investor relations expense	6,658	12,697
Other expenses	8,828	10,364
-----		
Total expenses before custodian fee credit and expense reimbursement	601,200	1,161,959
Custodian fee credit	(10,367)	(17,307)
Expense reimbursement	--	--
-----		
Net expenses	590,833	1,144,652
-----		
Net investment income	2,922,234	5,665,432
-----		
REALIZED AND UNREALIZED GAIN (LOSS)		
Net realized gain (loss) from investments	230,094	431,033
Net realized gain (loss) from forward swaps	--	315,000
Net realized gain (loss) from futures	--	--
Change in net unrealized appreciation (depreciation) of investments	487,603	1,062,655
Change in net unrealized appreciation (depreciation) of forward swaps	183,977	(28,264)
Change in net unrealized appreciation (depreciation) of futures	--	--
-----		
Net realized and unrealized gain (loss)	901,674	1,780,424
-----		
DISTRIBUTIONS TO PREFERRED SHAREHOLDERS		
From net investment income	(624,478)	(1,501,863)
From accumulated net realized gains	(118,086)	--
-----		
Decrease in net assets applicable to Common shares from distributions to Preferred shareholders	(742,564)	(1,501,863)
-----		
Net increase (decrease) in net assets applicable to Common shares from operations	\$3,081,344	\$ 5,943,993
=====		

See accompanying notes to financial statements.

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Statement of  
OPERATIONS Six Months Ended February 28, 2007 (Unaudited) (continued)

	CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)	CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH)
-----		
INVESTMENT INCOME	\$8,008,401	\$13,035,609
-----		
EXPENSES		
Management fees	1,044,386	1,684,782
Preferred shares - auction fees	136,369	231,828

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Preferred shares - dividend disbursing agent fees	9,918	9,918
Shareholders' servicing agent fees and expenses	848	1,488
Floating rate obligations interest expense and fees	57,337	47,449
Custodian's fees and expenses	42,238	53,655
Directors'/Trustees' fees and expenses	3,655	5,765
Professional fees	10,133	13,805
Shareholders' reports - printing and mailing expenses	14,960	21,133
Stock exchange listing fees	624	1,017
Investor relations expense	14,535	23,134
Other expenses	13,541	15,056
-----		
Total expenses before custodian fee credit and expense reimbursement	1,348,544	2,109,030
Custodian fee credit	(24,093)	(32,677)
Expense reimbursement	(418,578)	(704,957)
-----		
Net expenses	905,873	1,371,396
-----		
Net investment income	7,102,528	11,664,213
-----		
REALIZED AND UNREALIZED GAIN (LOSS)		
Net realized gain (loss) from investments	(65,244)	573,394
Net realized gain (loss) from forward swaps	--	--
Net realized gain (loss) from futures	--	--
Change in net unrealized appreciation (depreciation) of investments	1,179,968	3,081,601
Change in net unrealized appreciation (depreciation) of forward swaps	431,197	--
Change in net unrealized appreciation (depreciation) of futures	--	--
-----		
Net realized and unrealized gain (loss)	1,545,921	3,654,995
-----		
DISTRIBUTIONS TO PREFERRED SHAREHOLDERS		
From net investment income	(1,794,832)	(3,146,761)
From accumulated net realized gains	--	--
-----		
Decrease in net assets applicable to Common shares from distributions to Preferred shareholders	(1,794,832)	(3,146,761)
-----		
Net increase (decrease) in net assets applicable to Common shares from operations	\$6,853,617	\$12,172,447
=====		

See accompanying notes to financial statements.

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Statement of  
CHANGES IN NET ASSETS (Unaudited)

INSURED CALIFORNIA PREMIUM INCOME (NPC)		INSURED CALIFORNIA PREMIUM INCOME 2 (NCL)	
SIX MONTHS ENDED 2/28/07	YEAR ENDED 8/31/06	SIX MONTHS ENDED 2/28/07	YEAR ENDED 8/31/06
-----		-----	

OPERATIONS

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Net investment income	\$ 2,922,234	\$ 5,915,395	\$ 5,665,432	\$ 11,430,15
Net realized gain (loss)				
from investments	230,094	338,450	431,033	306,69
Net realized gain (loss) from				
forward swaps	--	--	315,000	--
Net realized gain (loss) from futures	--	--	--	--
Change in net unrealized				
appreciation (depreciation)				
of investments	487,603	(3,110,907)	1,062,655	(4,684,75
Change in net unrealized				
appreciation (depreciation)				
of forward swaps	183,977	329,490	(28,264)	838,22
Change in net unrealized				
appreciation (depreciation)				
of futures	--	--	--	--
Distributions to				
Preferred shareholders:				
From net investment income	(624,478)	(1,180,659)	(1,501,863)	(2,543,11
From accumulated net				
realized gains	(118,086)	(120,330)	--	--
-----				
Net increase (decrease)				
in net assets applicable				
to Common shares				
from operations	3,081,344	2,171,439	5,943,993	5,347,20
-----				
DISTRIBUTIONS TO COMMON SHAREHOLDERS				
From net investment income	(2,380,794)	(5,325,135)	(4,272,701)	(9,670,80
From accumulated net				
realized gains	(486,818)	(881,569)	--	--
-----				
Decrease in net assets				
applicable to Common shares				
from distributions to				
Common shareholders	(2,867,612)	(6,206,704)	(4,272,701)	(9,670,80
-----				
CAPITAL SHARE TRANSACTIONS				
Net proceeds from Common shares				
issued to shareholders due to				
reinvestment of distributions	--	106,152	--	--
-----				
Net increase (decrease) in net assets				
applicable to Common shares from				
capital share transactions	--	106,152	--	--
-----				
Net increase (decrease)				
in net assets applicable				
to Common shares	213,732	(3,929,113)	1,671,292	(4,323,60
Net assets applicable to				
Common shares at the				
beginning of period	100,580,669	104,509,782	190,571,231	194,894,83
-----				
Net assets applicable				
to Common shares at				
the end of period	\$100,794,401	\$100,580,669	\$192,242,523	\$190,571,23
=====				
Undistributed (Over-distribution of)				
net investment income				
at the end of period	\$ 339,065	\$ 422,103	\$ 20,359	\$ 129,49
=====				

See accompanying notes to financial statements.

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

	CALIFORNIA DIVIDEND ADVANTAGE (NAC)		CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)	
	SIX MONTHS ENDED 2/28/07	YEAR ENDED 8/31/06	SIX MONTHS ENDED 2/28/07	YEAR ENDED 8/31/06
	-----			
<b>OPERATIONS</b>				
Net investment income	\$ 11,726,372	\$ 23,690,415	\$ 7,102,528	\$ 14,317,850
Net realized gain (loss)				
from investments	549,609	1,496,422	(65,244)	686,750
Net realized gain (loss) from forward swaps	--	--	--	--
Net realized gain (loss) from futures	40,713	102,063	--	--
Change in net unrealized appreciation (depreciation) of investments	1,436,788	(8,347,244)	1,179,968	(4,193,080)
Change in net unrealized appreciation (depreciation) of forward swaps	685,462	838,429	431,197	748,200
Change in net unrealized appreciation (depreciation) of futures	16,154	27,339	--	--
Distributions to Preferred shareholders:				
From net investment income	(2,652,721)	(4,964,723)	(1,794,832)	(3,160,480)
From accumulated net realized gains	(310,662)	(111,335)	--	--
-----				
Net increase (decrease) in net assets applicable to Common shares from operations	11,491,715	12,731,366	6,853,617	8,399,240
-----				
<b>DISTRIBUTIONS TO COMMON SHAREHOLDERS</b>				
From net investment income	(9,501,072)	(21,230,311)	(5,812,884)	(12,379,780)
From accumulated net realized gains	(1,250,132)	(782,285)	--	--
-----				
Decrease in net assets applicable to Common shares from distributions to Common shareholders	(10,751,204)	(22,012,596)	(5,812,884)	(12,379,780)
-----				
<b>CAPITAL SHARE TRANSACTIONS</b>				
Net proceeds from Common shares issued to shareholders due to reinvestment of distributions	214,765	532,651	36,491	--
-----				
Net increase (decrease) in net assets				



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applicable to Common shares from capital share transactions	214,765	532,651	36,491	-
Net increase (decrease) in net assets applicable to Common shares	955,276	(8,748,579)	1,077,224	(3,980,53)
Net assets applicable to Common shares at the beginning of period	365,516,164	374,264,743	227,159,873	231,140,41
Net assets applicable to Common shares at the end of period	\$366,471,440	\$365,516,164	\$228,237,097	\$227,159,87
Undistributed (Over-distribution of) net investment income at the end of period	\$ (290,686)	\$ 136,735	\$ (451,915)	\$ 53,27

See accompanying notes to financial statements.

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	INSURED CALIFORNIA DIVIDEND ADVANTAGE (NKL)	
	SIX MONTHS ENDED 2/28/07	YEAR ENDED 8/31/07
OPERATIONS		
Net investment income	\$ 7,729,673	\$ 15,416,77
Net realized gain (loss) from investments	594,755	106,12
Net realized gain (loss) from forward swaps	--	772,78
Net realized gain (loss) from futures	--	-
Change in net unrealized appreciation (depreciation) of investments	1,625,166	(4,883,41
Change in net unrealized appreciation (depreciation) of forward swaps	--	191,67
Change in net unrealized appreciation (depreciation) of futures	--	-
Distributions to Preferred shareholders:		
From net investment income	(1,950,024)	(3,404,61
From accumulated net realized gains	(10,666)	-
Net increase (decrease) in net assets applicable to Common shares from operations	7,988,904	8,199,32
DISTRIBUTIONS TO COMMON SHAREHOLDERS		
From net investment income	(5,955,863)	(13,002,46
From accumulated net realized gains	(39,709)	-
Decrease in net assets applicable to Common shares from distributions to Common shareholders	(5,995,572)	(13,002,46

CAPITAL SHARE TRANSACTIONS		
Net proceeds from Common shares issued to shareholders due to reinvestment of distributions	179,701	73,64
Net increase (decrease) in net assets applicable to Common shares from capital share transactions	179,701	73,64
Net increase (decrease) in net assets applicable to Common shares	2,173,033	(4,729,50
Net assets applicable to Common shares at the beginning of period	236,524,589	241,254,09
Net assets applicable to Common shares at the end of period	\$238,697,622	\$236,524,58
Undistributed (Over-distribution of) net investment income at the end of period	\$ (271,698)	\$ (95,48

See accompanying notes to financial statements.

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Notes to  
FINANCIAL STATEMENTS (Unaudited)

1. GENERAL INFORMATION AND SIGNIFICANT ACCOUNTING POLICIES

The California funds (the "Funds") covered in this report and their corresponding Common share stock exchange symbols are Nuveen Insured California Premium Income Municipal Fund, Inc. (NPC), Nuveen Insured California Premium Income Municipal Fund 2, Inc. (NCL), Nuveen California Premium Income Municipal Fund (NCU), Nuveen California Dividend Advantage Municipal Fund (NAC), Nuveen California Dividend Advantage Municipal Fund 2 (NVX), Nuveen California Dividend Advantage Municipal Fund 3 (NZH), Nuveen Insured California Dividend Advantage Municipal Fund (NKL) and Nuveen Insured California Tax-Free Advantage Municipal Fund (NKX). Common shares of Insured California Premium Income (NPC), Insured California Premium Income 2 (NCL) and California Dividend Advantage (NAC) are traded on the New York Stock Exchange while Common shares of California Premium Income (NCU), California Dividend Advantage 2 (NVX), California Dividend Advantage 3 (NZH), Insured California Dividend Advantage (NKL) and Insured California Tax-Free Advantage (NKX) are traded on the American Stock Exchange. The Funds are registered under the Investment Company Act of 1940, as amended, as closed-end management investment companies.

Each Fund seeks to provide current income exempt from both regular federal and California state income taxes, and in the case of Insured California Tax-Free Advantage (NKX) the alternative minimum tax applicable to individuals, by investing primarily in a diversified portfolio of municipal obligations issued by state and local government authorities within the state of California or certain U.S. territories.

The following is a summary of significant accounting policies followed by the Funds in the preparation of their financial statements in accordance with U.S.

generally accepted accounting principles.

#### Investment Valuation

The prices of municipal bonds in each Fund's investment portfolio are provided by a pricing service approved by the Fund's Board of Directors/Trustees. When market price quotes are not readily available (which is usually the case for municipal securities), the pricing service may establish fair value based on yields or prices of municipal bonds of comparable quality, type of issue, coupon, maturity and rating, indications of value from securities dealers, evaluations of anticipated cash flows or collateral and general market conditions. Prices of forward swap contracts are also provided by an independent pricing service approved by each Fund's Board of Directors/Trustees. Futures contracts are valued using the closing settlement price, or, in the absence or such a price, at the mean of the bid and asked prices. If the pricing service is unable to supply a price for a municipal bond, forward swap contract or futures contract, each Fund may use a market price or fair market value quote provided by a major broker/dealer in such investments. If it is determined that the market price or fair market value for an investment is unavailable or inappropriate, the Board of Directors/Trustees of the Funds, or its designee, may establish a fair value for the investment. Temporary investments in securities that have variable rate and demand features qualifying them as short-term investments are valued at amortized cost, which approximates market value.

#### Investment Transactions

Investment transactions are recorded on a trade date basis. Realized gains and losses from transactions are determined on the specific identification method. Investments purchased on a when-issued/delayed delivery basis may have extended settlement periods. Any investments so purchased are subject to market fluctuation during this period. The Funds have instructed the custodian to segregate assets with a current value at least equal to the amount of the when-issued/delayed delivery purchase commitments. At February 28, 2007, California Dividend Advantage (NAC), California Dividend Advantage 3 (NZH), Insured California Dividend Advantage (NKL) and Insured California Tax-Free Advantage (NKX) had outstanding when-issued/delayed delivery purchase commitments of \$9,696,417, \$12,793,810, \$6,396,905 and \$2,132,302, respectively. There were no such outstanding purchase commitments in any of the other Funds.

#### Investment Income

Interest income, which includes the amortization of premiums and accretion of discounts for financial reporting purposes, is recorded on an accrual basis. Investment income also includes paydown gains and losses, if any.

#### Income Taxes

Each Fund is a separate taxpayer for federal income tax purposes. Each Fund intends to distribute substantially all net investment income and net capital gains to shareholders and to otherwise comply with the requirements of Subchapter M of the Internal Revenue Code applicable to regulated investment companies. Therefore, no federal income tax provision is required. Furthermore, each Fund intends to satisfy conditions which will enable interest from municipal securities, which is exempt from regular federal and California state income taxes, and in the case of Insured California Tax-Free Advantage (NKX) the alternative minimum tax applicable to individuals, to retain such tax-exempt status when distributed to shareholders of the Funds. Net realized capital gains and ordinary income distributions paid by the Funds are subject to federal taxation.

Dividends and Distributions to Common Shareholders

Dividends from tax-exempt net investment income are declared monthly. Net realized capital gains and/or market discount from investment transactions, if any, are distributed to shareholders not less frequently than annually. Furthermore, capital gains are distributed only to the extent they exceed available capital loss carryforwards.

Distributions to Common shareholders of tax-exempt net investment income, net realized capital gains and/or market discount, if any, are recorded on the ex-dividend date. The amount and timing of distributions are determined in accordance with federal income tax regulations, which may differ from U.S. generally accepted accounting principles.

Preferred Shares

The Funds have issued and outstanding Preferred shares, \$25,000 stated value per share, as a means of effecting financial leverage. Each Fund's Preferred shares are issued in one or more Series. The dividend rate paid by the Funds on each Series is determined every seven days, pursuant to a dutch auction process overseen by the auction agent, and is payable at the end of each rate period. The number of Preferred shares outstanding, by Series and in total, for each Fund is as follows:

	INSURED CALIFORNIA PREMIUM INCOME (NPC)	INSURED CALIFORNIA PREMIUM INCOME 2 (NCL)	CALIFORNIA PREMIUM INCOME (NCU)	CA A
-----				
Number of shares:				
Series M	--	--	1,720	
Series T	1,800	1,900	--	
Series TH	--	1,900	--	
Series F	--	--	--	
-----				
Total	1,800	3,800	1,720	
=====				

	CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)	CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH)	INSURED CALIFORNIA DIVIDEND ADVANTAGE (NKL)	CA A
-----				
Number of shares:				
Series M	2,200	3,740	--	
Series T	--	--	2,360	
Series TH	--	3,740	--	
Series F	2,200	--	2,360	
-----				
Total	4,400	7,480	4,720	
=====				

Insurance

Insured California Premium Income (NPC) and Insured California Premium Income 2 (NCL) invest only in municipal securities which are either covered by insurance or are backed by an escrow or trust account containing sufficient U.S. Government or U.S. Government agency securities, both of which ensure the timely payment of principal and interest.

Insured California Dividend Advantage (NKL) and Insured California Tax-Free Advantage (NKX) invest at least 80% of their net assets (including net assets attributable to Preferred shares) in municipal securities that are covered by insurance. Each Fund may also invest up to 20% of its net assets (including net assets attributable to Preferred shares) in municipal securities which are either (i) backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities, or (ii) rated, at the time of investment, within the four highest grades (Baa or BBB or better by Moody's, S&P or Fitch) or unrated but judged to be of comparable quality by the Adviser.

Each insured municipal security is covered by Original Issue Insurance, Secondary Market Insurance or Portfolio Insurance. Such insurance does not guarantee the market value of the municipal securities or the value of the Funds' Common shares. Original Issue Insurance and Secondary Market Insurance remain in effect as long as the municipal securities covered thereby remain outstanding and the insurer remains in business, regardless of whether the Funds ultimately dispose of such municipal securities. Consequently, the market value of the municipal securities covered by Original Issue Insurance or Secondary Market Insurance may reflect value attributable to the insurance. Portfolio Insurance, in contrast, is effective only while the municipal securities are held by the Funds. Accordingly, neither the prices used in determining the market value of the underlying municipal securities nor the Common share net asset value of the Funds include value, if any, attributable to the Portfolio Insurance. Each policy of the Portfolio Insurance does, however, give the Funds the right to obtain permanent insurance with respect to the municipal security covered by the Portfolio Insurance policy at the time of its sale.

#### Inverse Floating Rate Securities

Each Fund may invest in inverse floating rate securities. An inverse floating rate security is created by depositing a municipal bond, typically with a fixed interest rate, into a special purpose trust created by a broker-dealer. In turn, this trust (a) issues floating rate certificates, in face amounts equal to some fraction of the deposited bond's par amount or market value, that typically pay short-term

Notes to  
FINANCIAL STATEMENTS (Unaudited) (continued)

tax-exempt interest rates to third parties, and (b) issues to a long-term investor (such as one of the Funds) an inverse floating rate certificate (sometimes referred to as an "inverse floater") that represents all remaining or residual interest in the trust. The income received by the inverse floater holder varies inversely with the short-term rate paid to the floating rate certificates' holders, and in most circumstances the inverse floater holder bears substantially all of the underlying bond's downside investment risk and also benefits disproportionately from any potential appreciation of the underlying bond's value. The price of an inverse floating rate security will be more volatile than that of the underlying bond because the interest rate is

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dependent on not only the fixed coupon rate of the underlying bond but also on the short-term interest paid on the floating rate certificates, and because the inverse floating rate security essentially bears the risk of loss of the greater face value of the underlying bond.

A Fund may purchase an inverse floating rate security in a secondary market transaction without first owning the underlying bond (referred to as an "externally-deposited inverse floater"), or instead by first selling a fixed-rate bond to a broker-dealer for deposit into the special purpose trust and receiving in turn the residual interest in the trust (referred to as a "self-deposited inverse floater"). An investment in an externally-deposited inverse floater is identified in the Portfolio of Investments as an "Inverse floating rate investment". An investment in a self-deposited inverse floater is accounted for as a financing transaction in accordance with Statement of Financial Accounting Standards (SFAS) No. 140 "Accounting for Transfers and Servicing of Financial Assets and Extinguishment of Liabilities". In such instances, a fixed-rate bond deposited into a special purpose trust is identified in the Portfolio of Investments as an "Underlying bond of an inverse floating rate trust", with the Fund accounting for the short-term floating rate certificates issued by the trust as "Floating rate obligations" on the Statement of Assets and Liabilities. In addition, the Fund reflects in Investment Income the entire earnings of the underlying bond and accounts for the related interest paid to the holders of the short-term floating rate certificates as "Floating rate obligations interest expense and fees" in the Statement of Operations.

During the six months ended February 28, 2007, each Fund invested in externally deposited inverse floaters and/or self-deposited inverse floaters.

The average floating rate obligations outstanding and average annual interest rate and fees related to self-deposited inverse floaters during the six months ended February 28, 2007, were as follows:

	INSURED CALIFORNIA PREMIUM INCOME (NPC)	INSURED CALIFORNIA PREMIUM INCOME 2 (NCL)	CALIFORNIA PREMIUM INCOME (NCU)	
Average floating rate obligations	\$1,321,923	\$2,250,006	\$1,006,376	\$1,321,923
Average annual interest rate and fees	3.83%	3.83%	3.83%	3.83%

	CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)	CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH)	INSURED CALIFORNIA DIVIDEND ADVANTAGE (NKL)	
Average floating rate obligations	\$3,022,536	\$2,501,088	\$2,805,773	\$3,022,536
Average annual interest rate and fees	3.83%	3.83%	3.83%	3.83%

Forward Swap Transactions

The Funds are authorized to invest in certain derivative financial instruments. Each Fund's use of forward interest rate swap transactions is intended to help the Fund manage its overall interest rate sensitivity, either shorter or longer, generally to more closely align the Fund's interest rate sensitivity with that of the broader municipal market. Forward interest rate swap transactions involve

each Fund's agreement with a counterparty to pay, in the future, a fixed or variable rate payment in exchange for the counterparty paying the Fund a variable or fixed rate payment, the accruals for which would begin at a specified date in the future (the "effective date"). The amount of the payment obligation is based on the notional amount of the forward swap contract and the termination date of the swap (which is akin to a bond's maturity). The value of the Fund's swap commitment would increase or decrease based primarily on the extent to which long-term interest rates for bonds having a maturity of the swap's termination date increases or decreases. The

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Funds may terminate a swap contract prior to the effective date, at which point a realized gain or loss is recognized. When a forward swap is terminated, it ordinarily does not involve the delivery of securities or other underlying assets or principal, but rather is settled in cash on a net basis. Each Fund intends, but is not obligated, to terminate its forward swaps before the effective date. Accordingly, the risk of loss with respect to the swap counterparty on such transactions is limited to the credit risk associated with a counterparty failing to honor its commitment to pay any realized gain to the Fund upon termination. To reduce such credit risk, all counterparties are required to pledge collateral daily (based on the daily valuation of each swap) on behalf of each Fund with a value approximately equal to the amount of any unrealized gain above a pre-determined threshold. Reciprocally, when any of the Funds have an unrealized loss on a swap contract, the Funds have instructed the custodian to pledge assets of the Funds as collateral with a value approximately equal to the amount of the unrealized loss above a pre-determined threshold. Collateral pledges are monitored and subsequently adjusted if and when the swap valuations fluctuate, either up or down, by at least the predetermined threshold amount.

#### Futures Contracts

The Funds are authorized to invest in futures contracts. Upon entering into a futures contract, a Fund is required to deposit with the broker an amount of cash or liquid securities equal to a specified percentage of the contract amount. This is known as the "initial margin." Subsequent payments ("variation margin") are made or received by a Fund each day, depending on the daily fluctuation of the value of the contract.

During the period the futures contract is open, changes in the value of the contract are recognized as an unrealized gain or loss by "marking-to-market" on a daily basis to reflect the changes in market value of the contract. When the contract is closed or expired, a Fund records a realized gain or loss equal to the difference between the value of the contract on the closing date and value of the contract when originally entered into. Cash held by the broker to cover initial margin requirements on open futures contracts, if any, is noted in the Statement of Assets and Liabilities. Additionally, the Statement of Assets and Liabilities reflects a receivable or payable for the variation margin when applicable.

Risks of investments in futures contracts include the possible adverse movement of the securities or indices underlying the contracts, the possibility that there may not be a liquid secondary market for the contracts and/or that a change in the value of the contract may not correlate with a change in the value of the underlying securities or indices.

#### Custodian Fee Credit

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Each Fund has an arrangement with the custodian bank whereby certain custodian fees and expenses are reduced by credits earned on each Fund's cash on deposit with the bank. Such deposit arrangements are an alternative to overnight investments.

## Indemnifications

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

## Use of Estimates

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

## 2. FUND SHARES

Transactions in Common shares were as follows:

	INSURED CALIFORNIA PREMIUM INCOME (NPC)		INSURED CALIFORNIA PREMIUM INCOME 2 (NCL)		CALIFORNIA PREMIUM INCOM
	SIX MONTHS ENDED	YEAR ENDED	SIX MONTHS ENDED	YEAR ENDED	SIX MONTHS ENDED
	2/28/07	8/31/06	2/28/07	8/31/06	2/28/07

Common shares issued  
to shareholders  
due to reinvestment  
of distributions

--	6,731	--	--	--
----	-------	----	----	----

	CALIFORNIA DIVIDEND ADVANTAGE (NAC)		CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)		CALIFORNIA DI ADVANTAGE 3
	SIX MONTHS ENDED	YEAR ENDED	SIX MONTHS ENDED	YEAR ENDED	SIX MONTHS ENDED
	2/28/07	8/31/06	2/28/07	8/31/06	2/28/07

Common shares issued  
to shareholders  
due to reinvestment  
of distributions

13,392	33,399	2,354	--	8,572
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Notes to  
FINANCIAL STATEMENTS (Unaudited) (continued)

	INSURED CALIFORNIA DIVIDEND ADVANTAGE (NKL)		INSURED CALIFORNIA TA ADVANTAGE (
	SIX MONTHS ENDED 2/28/07	YEAR ENDED 8/31/06	SIX MONTHS ENDED 2/28/07
	Common shares issued to shareholders due to reinvestment of distributions	11,484	4,796

3. INVESTMENT TRANSACTIONS

Purchases and sales (including maturities but excluding short-term investments and derivative transactions) during the six months ended February 28, 2007, were as follows:

	INSURED CALIFORNIA PREMIUM INCOME (NPC)	INSURED CALIFORNIA PREMIUM INCOME 2 (NCL)	CALIFORNIA PREMIUM INCOME (NCU)	C
Purchases	\$9,112,666	\$23,662,577	\$4,591,564	\$2
Sales and maturities	7,846,430	20,162,224	2,530,866	1

	CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)	CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH)	INSURED CALIFORNIA DIVIDEND ADVANTAGE (NKL)	C
Purchases	\$16,486,011	\$25,673,919	\$15,499,515	\$
Sales and maturities	10,933,608	20,655,507	11,732,247	

4. INCOME TAX INFORMATION

The following information is presented on an income tax basis. Differences between amounts for financial statement and federal income tax purposes are primarily due to the treatment of paydown gains and losses, timing differences in recognizing taxable market discount, timing differences in recognizing certain gains and losses on investment transactions and the treatment of investments in inverse floating rate transactions subject to SFAS No.140. 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 values of the Funds.

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At February 28, 2007, the cost of investments was as follows:

	INSURED CALIFORNIA PREMIUM INCOME (NPC)	INSURED CALIFORNIA PREMIUM INCOME 2 (NCL)	CALIFORNIA PREMIUM INCOME (NCU)	C
Cost of investments	\$132,548,448	\$267,215,132	\$119,107,205	\$50

	CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)	CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH)	INSURED CALIFORNIA DIVIDEND ADVANTAGE (NKL)	C
Cost of investments	\$315,420,102	\$529,523,654	\$337,497,082	\$12

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Gross unrealized appreciation and gross unrealized depreciation of investments at February 28, 2007, were as follows:

	INSURED CALIFORNIA PREMIUM INCOME (NPC)	INSURED CALIFORNIA PREMIUM INCOME 2 (NCL)	CALIFORNIA PREMIUM INCOME (NCU)	C
Gross unrealized: Appreciation	\$10,582,046	\$15,528,684	\$6,943,206	\$3
Depreciation	--	(19,142)	(7,961)	
Net unrealized appreciation (depreciation) of investments	\$10,582,046	\$15,509,542	\$6,935,245	\$3

	CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)	CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH)	INSURED CALIFORNIA DIVIDEND ADVANTAGE (NKL)	C
Gross unrealized: Appreciation	\$17,823,955	\$26,195,129	\$23,204,400	\$
Depreciation	(63,649)	(501,923)	(1,645,440)	

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Net unrealized appreciation (depreciation) of investments	\$17,760,306	\$25,693,206	\$21,558,960	\$
--	--------------	--------------	--------------	----

The tax components of undistributed net tax-exempt income, net ordinary income and net long-term capital gains at August 31, 2006, the Funds' last tax year end, were as follows:

	INSURED CALIFORNIA PREMIUM INCOME (NPC)	INSURED CALIFORNIA PREMIUM INCOME 2 (NCL)	CALIFORNIA PREMIUM INCOME (NCU)	C
Undistributed net tax-exempt income *	\$757,514	\$744,833	\$324,441	\$
Undistributed net ordinary income **	46,081	3,783	--	
Undistributed net long-term capital gains	347,730	--	213,601	

	CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)	CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH)	INSURED CALIFORNIA DIVIDEND ADVANTAGE (NKL)	C
Undistributed net tax-exempt income *	\$1,042,127	\$1,925,249	\$782,973	
Undistributed net ordinary income **	--	--	--	
Undistributed net long-term capital gains	--	--	49,448	

\* Undistributed net tax-exempt income (on a tax basis) has not been reduced for the dividend declared on August 1, 2006, paid on September 1, 2006.

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

The tax character of distributions paid during the Funds' last tax year ended August 31, 2006, was designated for purposes of the dividends paid deduction as follows:

	INSURED CALIFORNIA PREMIUM INCOME (NPC)	INSURED CALIFORNIA PREMIUM INCOME 2 (NCL)	CALIFORNIA PREMIUM INCOME (NCU)	C
Distributions from net tax-exempt income	\$6,489,050	\$12,330,721	\$5,697,561	\$2
Distributions from net ordinary income **	79,771	--	--	
Distributions from net long-term capital gains	1,001,943	--	81,625	

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Notes to  
FINANCIAL STATEMENTS (Unaudited) (continued)

	CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)	CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH)	INSURED CALIFORNIA DIVIDEND ADVANTAGE (NKL)	
Distributions from net tax-exempt income	\$15,681,327	\$25,609,086	\$16,451,218	\$
Distributions from net ordinary income **	--	--	--	
Distributions from net long-term capital gains	--	--	--	

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

At August 31, 2006, the following Funds had unused capital loss carryforwards available for federal income tax purposes to be applied against future capital gains, if any. If not applied, the carryforwards will expire as follows:

Expiration year:	INSURED CALIFORNIA PREMIUM INCOME 2 (NCL)	CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)	CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH)	
2009	\$ 585,620	\$ --	\$ --	\$
2010	440,510	--	--	
2011	--	--	2,849,060	
2012	--	406,014	323,840	
2013	--	--	--	
2014	--	--	--	
Total	\$1,026,130	\$406,014	\$3,172,900	

Insured California Premium Income 2 (NCL) elected to defer net realized losses from investments incurred from November 1, 2005 through August 31, 2006 ("post-October losses") in accordance with Federal income tax regulations. Post-October losses of \$18,677 were treated as having arisen on the first day of the current fiscal year.

5. MANAGEMENT FEES AND OTHER TRANSACTIONS WITH AFFILIATES

Each Fund's management fee is separated into two components - a complex-level component, based on the aggregate amount of all fund assets managed by Nuveen Asset Management (the "Adviser"), a wholly owned subsidiary of Nuveen Investments, Inc. ("Nuveen"), and a specific fund-level component, based only on the amount of assets within each individual fund. This pricing structure enables Nuveen fund shareholders to benefit from growth in the assets within each individual fund as well as from growth in the amount of complex-wide assets managed by the Adviser.

The annual fund-level fee, payable monthly, for each Fund is based upon the average daily net assets (including net assets attributable to Preferred shares) of each Fund as follows:

AVERAGE DAILY NET ASSETS (INCLUDING NET ASSETS ATTRIBUTABLE TO PREFERRED SHARES)	INSURED CALIFORNIA PREMIUM INCOME (NPC) INSURED CALIFORNIA PREMIUM INCOME 2 (NCL) CALIFORNIA PREMIUM INCOME (NCU) FUND-LEVEL FEE RATE
For the first \$125 million	.4500%
For the next \$125 million	.4375
For the next \$250 million	.4250
For the next \$500 million	.4125
For the next \$1 billion	.4000
For the next \$3 billion	.3875
For net assets over \$5 billion	.3750

AVERAGE DAILY NET ASSETS (INCLUDING NET ASSETS ATTRIBUTABLE TO PREFERRED SHARES)	CALIFORNIA DIVIDEND ADVANTAGE (NAC) CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX) CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH) INSURED CALIFORNIA DIVIDEND ADVANTAGE (NKL) INSURED CALIFORNIA TAX-FREE ADVANTAGE (NKX) FUND-LEVEL FEE RATE
For the first \$125 million	.4500%
For the next \$125 million	.4375
For the next \$250 million	.4250
For the next \$500 million	.4125
For the next \$1 billion	.4000
For net assets over \$2 billion	.3750

The annual complex-level fee, payable monthly, which is additive to the fund-level fee, for all Nuveen sponsored funds in the U.S., is based on the aggregate amount of total fund assets managed as stated in the table below. As of February 28, 2007, the complex-level fee rate was .1837%.

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

(1) The complex-level fee component of the management fee for the funds is calculated based upon the aggregate Managed Assets ("Managed Assets" means the average daily net assets of each fund including assets attributable to preferred stock issued by or borrowings by the Nuveen funds) of

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Nuveen-sponsored funds in the U.S.

- (2) With respect to the complex-wide Managed Assets over \$91 billion, the fee rate or rates that will apply to such assets will be determined at a later date. In the unlikely event that complex-wide Managed Assets reach \$91 billion prior to a determination of the complex-level fee rate or rates to be applied to Managed Assets in excess of \$91 billion, the complex-level fee rate for such complex-wide Managed Assets shall be .1400% until such time as a different rate or rates is determined.

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Notes to  
FINANCIAL STATEMENTS (Unaudited) (continued)

The management fee compensates the Adviser for overall investment advisory and administrative services and general office facilities. The Funds pay no compensation directly to those of its Directors/Trustees who are affiliated with the Adviser or to its Officers, all of whom receive remuneration for their services to the Funds from the Adviser or its affiliates. The Board of Directors/Trustees has adopted a deferred compensation plan for independent Directors/Trustees that enables Directors/Trustees to elect to defer receipt of all or a portion of the annual compensation they are entitled to receive from certain Nuveen advised Funds. Under the plan, deferred amounts are treated as though equal dollar amounts had been invested in shares of select Nuveen advised Funds.

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

YEAR ENDING JULY 31,		YEAR ENDING JULY 31,	
1999*	.30%	2005	.25%
2000	.30	2006	.20
2001	.30	2007	.15
2002	.30	2008	.10
2003	.30	2009	.05
2004	.30		

\* From the commencement of operations.

The Adviser has not agreed to reimburse California Dividend Advantage (NAC) for any portion of its fees and expenses beyond July 31, 2009.

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

YEAR ENDING MARCH 31,		YEAR ENDING MARCH 31,	
2001*	.30%	2007	.25%
2002	.30	2008	.20
2003	.30	2009	.15

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2004	.30	2010	.10
2005	.30	2011	.05
2006	.30		

\* From the commencement of operations.

The Adviser has not agreed to reimburse California Dividend Advantage 2 (NVX) for any portion of its fees and expenses beyond March 31, 2011.

For the first ten years of California Dividend Advantage 3's (NZH) operations, the Adviser has agreed to reimburse the Fund, as a percentage of average daily net assets (including net assets attributable to Preferred shares), for fees and expenses in the amounts and for the time periods set forth below:

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

\* From the commencement of operations.

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The Adviser has not agreed to reimburse California Dividend Advantage 3 (NZH) for any portion of its fees and expenses beyond September 30, 2011.

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

YEAR ENDING MARCH 31,		YEAR ENDING MARCH 31,	
2002*	.30%	2008	.25%
2003	.30	2009	.20
2004	.30	2010	.15
2005	.30	2011	.10
2006	.30	2012	.05
2007	.30		

\* From the commencement of operations.

The Adviser has not agreed to reimburse Insured California Dividend Advantage (NKL) for any portion of its fees and expenses beyond March 31, 2012.

For the first eight years of Insured California Tax-Free Advantage's (NKX) operations, the Adviser has agreed to reimburse the Fund, as a percentage of average daily net assets (including net assets attributable to Preferred shares), for fees and expenses in the amounts and for the time periods set forth below:

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

2002*	.32%	2007	.32%
2003	.32	2008	.24
2004	.32	2009	.16
2005	.32	2010	.08
2006	.32		

\* From the commencement of operations.

The Adviser has not agreed to reimburse Insured California Tax-Free Advantage (NKX) for any portion of its fees and expenses beyond November 30, 2010.

#### 6. NEW ACCOUNTING PRONOUNCEMENTS

##### Financial Accounting Standards Board Interpretation No. 48

On July 13, 2006, the Financial Accounting Standards Board (FASB) released FASB Interpretation No. 48 Accounting for Uncertainty in Income Taxes (FIN 48). FIN 48 provides guidance for how uncertain tax positions should be recognized, measured, presented and disclosed in the financial statements. FIN 48 requires the evaluation of tax positions taken or expected to be taken in the course of preparing the Fund's tax returns to determine whether the tax positions are "more-likely-than-not" of being sustained by the applicable tax authority. Tax positions not deemed to meet the more-likely-than-not threshold would be recorded as a tax benefit or expense in the current year. Adoption of FIN 48 is required for fiscal years beginning after December 15, 2006 and is to be applied to all open tax years as of the effective date. Recent SEC guidance allows funds to delay implementing FIN 48 into NAV calculations until the fund's last NAV calculation in the first required financial statement reporting period. As a result, the Funds must begin to incorporate FIN 48 into their NAV calculations by August 31, 2007. At this time, management is continuing to evaluate the implications of FIN 48 and does not expect the adoption of FIN 48 will have a significant impact on the net assets or results of operations of the Funds.

##### Financial Accounting Standards Board Statement of Financial Accounting Standards No. 157

In September 2006, the Financial Accounting Standards Board (FASB) issued Statement of Financial Accounting Standards (SFAS) No. 157, "Fair Value Measurements." This standard establishes a single authoritative definition of fair value, sets out a framework for measuring fair value and requires additional disclosures about fair value measurements. SFAS No. 157 applies to fair value measurements already required or permitted by existing standards. SFAS No. 157 is effective for financial statements issued for fiscal years beginning after November 15, 2007 and interim periods within those fiscal years. The changes to current generally accepted accounting principles from the application of this standard relate to the definition of fair value, the methods used to measure fair value, and the expanded disclosures about fair value measurements. As of February 28, 2007, the Funds do not believe the adoption of SFAS No. 157 will impact the financial statement amounts; however, additional disclosures may be required about the inputs used to develop the measurements and the effect of certain of the measurements included within the Statement of Operations for the period.



7. SUBSEQUENT EVENTS

Distributions to Common Shareholders

The Funds declared Common share dividend distributions from their tax-exempt net investment income which were paid on April 2, 2007, to shareholders of record on March 15, 2007, as follows:

	CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)	CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH)	INSURED CALIFORNIA DIVIDEND ADVANTAGE (NKL)
Dividend per share	\$ .0605	\$ .0560	\$ .0565

	CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)	CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH)	INSURED CALIFORNIA DIVIDEND ADVANTAGE (NKL)
Dividend per share	\$ .0630	\$ .0630	\$ .0650

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Financial  
HIGHLIGHTS (Unaudited)

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Financial  
HIGHLIGHTS (Unaudited)

Selected data for a Common share outstanding throughout each period:

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

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INSURED CALIFORNIA  
PREMIUM INCOME (NPC)

Year Ended 8/31:

2007 (b)	\$15.58	\$ .45	\$ .15	\$ (.10)	\$ (.02)	\$ .48
2006	16.21	.92	(.38)	(.18)	(.02)	.34
2005	16.23	.95	.22	(.10)	(.01)	1.06
2004	15.59	.99	.68	(.05)	--	1.62
2003	16.17	.99	(.45)	(.06)	(.01)	.47
2002	16.04	1.05	.03	(.09)	--	.99

INSURED CALIFORNIA  
PREMIUM INCOME 2 (NCL)

Year Ended 8/31:

2007 (b)	14.99	.45	.14	(.12)	--	.47
2006	15.33	.90	(.28)	(.20)	--	.42
2005	15.12	.91	.29	(.11)	--	1.09
2004	14.60	.96	.53	(.06)	--	1.43
2003	15.08	.99	(.51)	(.07)	--	.41
2002	15.01	1.02	(.02)	(.10)	--	.90

CALIFORNIA PREMIUM  
INCOME (NCU)

Year Ended 8/31:

2007 (b)	14.63	.45	.17	(.11)	(.01)	.50
2006	15.03	.89	(.30)	(.21)	--	.38
2005	14.51	.90	.60	(.12)	--	1.38
2004	13.66	.94	.85	(.06)	--	1.73
2003	14.42	.96	(.78)	(.07)	--	.11
2002	14.22	.99	.13	(.10)	--	1.02

Total Returns

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

INSURED CALIFORNIA  
PREMIUM INCOME (NPC)

Year Ended 8/31:

2007 (b)	\$ --	\$15.61	\$15.12	3.24%	3.07%
2006	--	15.58	15.08	1.00	2.23
2005	--	16.21	15.90	7.58	6.74
2004	--	16.23	15.81	11.80	10.64
2003	--	15.59	15.07	1.55	2.82
2002	--	16.17	15.85	6.73	6.47

INSURED CALIFORNIA  
PREMIUM INCOME 2 (NCL)

Year Ended 8/31:

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2007 (b)	--	15.12	14.35	3.53	3.13
2006	--	14.99	14.19	(.63)	2.91
2005	--	15.33	15.05	5.10	7.42
2004	--	15.12	15.18	12.71	10.02
2003	--	14.60	14.32	2.69	2.71
2002	--	15.08	14.80	5.57	6.29

CALIFORNIA PREMIUM  
INCOME (NCU)

Year Ended 8/31:

2007 (b)	--	14.76	14.18	3.91	3.45
2006	--	14.63	14.01	3.14	2.72
2005	--	15.03	14.37	11.76	9.75
2004	--	14.51	13.67	12.04	12.94
2003	--	13.66	13.02	(.91)	.69
2002	--	14.42	14.00	4.84	7.48

Ratios/Supplemental Data

	Ratios to Average Net Assets Applicable to Common Shares Before Credit/Reimbursement			Ratios to Average Net Assets Applicable to Common Shares After Credit/Reimbursement		
	Ending Net Assets Applicable to Common Shares (000)	Expenses Including Interest++ (a)	Expenses Excluding Interest++ (a)	Net Investment Income++	Expenses Including Interest++ (a)	Expenses Excluding Interest++ (a)

INSURED  
CALIFORNIA  
PREMIUM  
INCOME (NPC)

Year Ended 8/31:

2007 (b)	\$100,794	1.20%*	1.15%*	5.83%*	1.18%*
2006	100,581	1.16	1.16	5.89	1.15
2005	104,510	1.14	1.14	5.85	1.13
2004	104,618	1.17	1.17	6.17	1.16
2003	100,427	1.17	1.17	6.13	1.16
2002	104,137	1.21	1.21	6.65	1.19

INSURED  
CALIFORNIA  
PREMIUM  
INCOME 2 (NCL)

Year Ended 8/31:

2007 (b)	192,243	1.23*	1.18*	5.96*	1.21*
2006	190,571	1.20	1.20	6.05	1.19
2005	194,895	1.17	1.17	6.03	1.17
2004	192,035	1.19	1.19	6.38	1.19
2003	185,181	1.20	1.20	6.53	1.19
2002	190,870	1.23	1.23	6.83	1.22

CALIFORNIA  
PREMIUM  
INCOME (NCU)

Year Ended 8/31:					
2007 (b)	85,223	1.26*	1.21*	6.11*	1.23*
2006	84,467	1.23	1.23	6.09	1.21
2005	86,785	1.21	1.21	6.08	1.20
2004	83,772	1.23	1.23	6.62	1.22
2003	78,859	1.24	1.24	6.72	1.24
2002	83,249	1.27	1.27	7.07	1.26

Preferred Shares at End of Period			Floating Rate Obligations at End of Period	
Aggregate Amount Outstanding (000)	Liquidation and Market Value Per Share	Asset Coverage Per Share	Aggregate Amount Outstanding (000)	Asset Coverage Per \$1,000

INSURED CALIFORNIA PREMIUM INCOME (NPC)

Year Ended 8/31:					
2007 (b)	\$45,000	\$25,000	\$80,997	\$2,346	\$63,146
2006	45,000	25,000	80,878	--	--
2005	45,000	25,000	83,061	--	--
2004	45,000	25,000	83,121	--	--
2003	45,000	25,000	80,793	--	--
2002	45,000	25,000	82,854	--	--

INSURED CALIFORNIA PREMIUM INCOME 2 (NCL)

Year Ended 8/31:					
2007 (b)	95,000	25,000	75,590	3,997	72,865
2006	95,000	25,000	75,150	--	--
2005	95,000	25,000	76,288	--	--
2004	95,000	25,000	75,535	--	--
2003	95,000	25,000	73,732	--	--
2002	95,000	25,000	75,229	--	--

CALIFORNIA PREMIUM INCOME (NCU)

Year Ended 8/31:					
2007 (b)	43,000	25,000	74,548	1,788	72,713
2006	43,000	25,000	74,109	--	--
2005	43,000	25,000	75,456	--	--
2004	43,000	25,000	73,704	--	--
2003	43,000	25,000	70,848	--	--
2002	43,000	25,000	73,400	--	--

\* Annualized.

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

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

+ The amounts shown are based on Common share equivalents.

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

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- (a) Interest expense arises from the application of SFAS No. 140 to certain inverse floating rate transactions entered into by the Fund as more fully described in Footnote 1 - Inverse Floating Rate Securities.
- (b) For the six months ended February 28, 2007.

See accompanying notes to financial statements.

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FINANCIAL HIGHLIGHTS (Unaudited) (continued)

Selected data for a Common share outstanding throughout each period:

	Beginning Common Share Net Asset Value	Investment Operations				Total
		Net Investment Income	Net Realized/ Unrealized Gain (Loss)	Distributions from Net Investment Income to Preferred Share- holders+	Distributions from Capital Gains to Preferred Share- holders+	
<b>CALIFORNIA DIVIDEND ADVANTAGE (NAC)</b>						
Year Ended 8/31:						
2007 (c)	\$15.59	\$ .50	\$ .11	\$ (.11)	\$ (.01)	\$ .49
2006	15.98	1.01	(.25)	(.21)	--	.55
2005	15.59	1.04	.50	(.12)	--	1.42
2004	14.82	1.05	.76	(.06)	--	1.75
2003	15.24	1.06	(.47)	(.07)	--	.52
2002	15.13	1.07	--	(.10)	--	.97
<b>CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)</b>						
Year Ended 8/31:						
2007 (c)	15.36	.48	.10	(.12)	--	.46
2006	15.63	.97	(.19)	(.21)	--	.57
2005	14.97	.98	.71	(.12)	--	1.57
2004	14.18	.99	.77	(.06)	--	1.70
2003	14.79	1.00	(.62)	(.07)	--	.31
2002	15.11	1.06	(.40)	(.11)	--	.55
<b>CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH)</b>						
Year Ended 8/31:						
2007 (c)	15.03	.48	.15	(.13)	--	.50
2006	15.31	.97	(.20)	(.22)	--	.55
2005	14.65	.97	.68	(.13)	--	1.52
2004	13.72	.98	.88	(.07)	--	1.79
2003	14.33	.98	(.66)	(.08)	--	.24
2002 (b)	14.33	.83	.09	(.08)	--	.84

Total Returns

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

CALIFORNIA DIVIDEND  
ADVANTAGE (NAC)

Year Ended 8/31:					
2007 (c)	\$ --	\$15.62	\$15.92	2.59%	3.16%
2006	--	15.59	15.97	5.47	3.63
2005	--	15.98	16.07	14.62	9.41
2004	--	15.59	15.00	12.07	12.11
2003	--	14.82	14.30	4.79	3.37
2002	--	15.24	14.55	3.67	6.75

CALIFORNIA DIVIDEND  
ADVANTAGE 2 (NVX)

Year Ended 8/31:					
2007 (c)	--	15.43	15.24	4.57	3.04
2006	--	15.36	14.95	4.19	3.82
2005	--	15.63	15.19	14.98	10.80
2004	--	14.97	14.08	13.60	12.11
2003	--	14.18	13.24	(.95)	2.16
2002	--	14.79	14.28	(.27)	3.90

CALIFORNIA DIVIDEND  
ADVANTAGE 3 (NZH)

Year Ended 8/31:					
2007 (c)	--	15.14	15.12	4.56	3.38
2006	--	15.03	14.84	8.50	3.81
2005	--	15.31	14.49	15.75	10.69
2004	--	14.65	13.33	11.97	13.36
2003	.01	13.72	12.71	(3.20)	1.68
2002 (b)	(.12)	14.33	14.00	(1.68)	5.32

Ratios/Supplemental Data

Ending Net Assets Applicable to Common Shares (000)	Ratios to Average Net Assets Applicable to Common Shares Before Credit/Reimbursement			Ratios to Average Net Assets Applicable to Common Shares After Credit/Reimbursement		
	Expenses Including Interest++ (a)	Expenses Excluding Interest++ (a)	Net Investment Income++	Expenses Including Interest++ (a)	Expenses Excluding Interest++ (a)	Net Investment Income++

CALIFORNIA  
DIVIDEND  
ADVANTAGE (NAC)

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Year Ended 8/31:					
2007 (c)	\$366,471	1.13%*	1.11%*	6.22%*	.90%*
2006	365,516	1.13	1.13	6.22	.83
2005	374,265	1.12	1.12	6.22	.75
2004	365,066	1.14	1.14	6.38	.70
2003	346,918	1.15	1.15	6.44	.70
2002	356,821	1.18	1.18	6.76	.72

CALIFORNIA  
DIVIDEND  
ADVANTAGE 2 (NVX)

Year Ended 8/31:					
2007 (c)	228,237	1.19*	1.14*	5.90*	.80*
2006	227,160	1.16	1.16	5.94	.73
2005	231,140	1.16	1.16	5.94	.70
2004	221,395	1.18	1.18	6.24	.72
2003	209,722	1.18	1.18	6.30	.73
2002	218,814	1.19	1.19	6.82	.73

CALIFORNIA  
DIVIDEND  
ADVANTAGE 3 (NZH)

Year Ended 8/31:					
2007 (c)	365,300	1.17*	1.14*	6.06*	.76*
2006	362,473	1.16	1.16	6.08	.70
2005	369,262	1.17	1.17	6.05	.70
2004	353,360	1.20	1.20	6.32	.73
2003	330,829	1.20	1.20	6.33	.73
2002 (b)	345,470	1.15*	1.15*	6.01*	.69*

Preferred Shares at End of Period			Floating Rate Obligations at End of Period		
Aggregate Amount Outstanding (000)	Liquidation and Market Value Per Share	Asset Coverage Per Share	Aggregate Amount Outstanding (000)	Asset Coverage Per \$1,000	
CALIFORNIA DIVIDEND ADVANTAGE (NAC)					

Year Ended 8/31:					
2007 (c)	\$175,000	\$25,000	\$77,353	\$3,403	\$160,116
2006	175,000	25,000	77,217	--	--
2005	175,000	25,000	78,466	--	--
2004	175,000	25,000	77,152	--	--
2003	175,000	25,000	74,560	--	--
2002	175,000	25,000	75,974	--	--

CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)

Year Ended 8/31:					
2007 (c)	110,000	25,000	76,872	5,363	64,069
2006	110,000	25,000	76,627	--	--
2005	110,000	25,000	77,532	--	--
2004	110,000	25,000	75,317	--	--
2003	110,000	25,000	72,664	--	--
2002	110,000	25,000	74,731	--	--

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CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH)

Year Ended 8/31:					
2007 (c)	187,000	25,000	73,837	4,479	124,309
2006	187,000	25,000	73,459	--	--
2005	187,000	25,000	74,367	--	--
2004	187,000	25,000	72,241	--	--
2003	187,000	25,000	69,229	--	--
2002 (b)	187,000	25,000	71,186	--	--

- \* Annualized.
- \*\* Total Return on Market Value is the combination of changes in the market price per share and the effect of reinvested dividend income and reinvested capital gains distributions, if any, at the average price paid per share at the time of reinvestment. Total Return on Common Share Net Asset Value is the combination of changes in Common share net asset value, reinvested dividend income at net asset value and reinvested capital gains distributions at net asset value, if any. Total returns are not annualized.
- \*\*\* After custodian fee credit and expense reimbursement, where applicable.
- + The amounts shown are based on Common share equivalents.
- ++ Ratios do not reflect the effect of dividend payments to Preferred shareholders; income ratios reflect income earned on assets attributable to Preferred shares.
- (a) Interest expense arises from the application of SFAS No. 140 to certain inverse floating rate transactions entered into by the Fund as more fully described in Footnote 1 - Inverse Floating Rate Securities.
- (b) For the period September 25, 2001 (commencement of operations) through August 31, 2002.
- (c) For the six months ended February 28, 2007.

See accompanying notes to financial statements.

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FINANCIAL HIGHLIGHTS (Unaudited) (continued)

Selected data for a Common share outstanding throughout each period:

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

INSURED CALIFORNIA DIVIDEND ADVANTAGE (NKL)

Year Ended 8/31:						
2007 (d)	\$15.50	\$ .51	\$ .14	\$ (.13)	\$ --	\$ .52
2006	15.81	1.01	(.25)	(.22)	--	.54
2005	15.35	1.01	.52	(.12)	--	1.41
2004	14.60	1.02	.84	(.06)	(.01)	1.79
2003	15.14	.99	(.49)	(.07)	(.01)	.42



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2002 (b)	14.33	.34	.92	(.03)	--	1.23
INSURED CALIFORNIA TAX-FREE ADVANTAGE (NKX)						
-----						
Year Ended 8/31:						
2007 (d)	14.92	.48	.20	(.12)	--	.56
2006	15.17	.95	(.25)	(.21)	--	.49
2005	14.62	.96	.57	(.13)	--	1.40
2004	13.79	.96	.84	(.06)	--	1.74
2003 (c)	14.33	.64	(.33)	(.04)	--	.27
=====						

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

INSURED CALIFORNIA						
DIVIDEND						
ADVANTAGE (NKL)						
-----						
Year Ended 8/31:						
2007 (d)	\$ --	\$15.63	\$15.45	.91%	3.40%	
2006	--	15.50	15.70	10.72	3.62	
2005	--	15.81	15.00	9.00	9.46	
2004	--	15.35	14.67	12.54	12.53	
2003	--	14.60	14.00	(.35)	2.70	
2002 (b)	(.12)	15.14	15.00	2.05	7.84	

INSURED CALIFORNIA						
TAX-FREE						
ADVANTAGE (NKX)						
-----						
Year Ended 8/31:						
2007 (d)	--	15.13	14.73	5.72	3.81	
2006	--	14.92	14.27	4.56	3.43	
2005	--	15.17	14.38	7.46	9.84	
2004	--	14.62	14.19	11.54	12.86	
2003 (c)	(.21)	13.79	13.56	(5.79)	.34	
=====						

Ratios/Supplemental Data						
-----						
Ratios to Average Net Assets					Ratios to Av	
Applicable to Common Shares					Applicable t	
Before Credit/Reimbursement					After Credit/	
-----						
Ending				Net	Expenses	Ex
Net				Investment	Including	Exc
Assets				Income**	Interest** (a)	In
Applicable	Expenses	Expenses	Net	Expenses	Expenses	Exp
to Common	Including	Excluding	Investment	Including	Including	Exc
Shares (000)	Interest** (a)	Interest** (a)	Income**	Interest** (a)	Interest** (a)	In
-----						

INSURED CALIFORNIA

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DIVIDEND  
ADVANTAGE (NKL)

Year Ended 8/31:					
2007 (d)	\$238,698	1.19%*	1.14%*	6.10%*	.73%*
2006	236,525	1.17	1.17	6.12	.71
2005	241,254	1.16	1.16	6.06	.71
2004	234,186	1.18	1.18	6.28	.72
2003	222,751	1.18	1.18	6.00	.72
2002 (b)	231,062	1.10*	1.10*	4.98*	.60*

INSURED CALIFORNIA  
TAX-FREE  
ADVANTAGE (NKX)

Year Ended 8/31:					
2007 (d)	89,029	1.25*	1.20*	5.94*	.75*
2006	87,775	1.22	1.22	5.97	.73
2005	89,272	1.21	1.21	5.95	.73
2004	86,008	1.23	1.23	6.17	.73
2003 (c)	81,141	1.14*	1.14*	5.25*	.67*

Preferred Shares at End of Period			Floating Rate Obligations at End of Period		
Aggregate Amount Outstanding (000)	Liquidation and Market Value Per Share	Asset Coverage Per Share	Aggregate Amount Outstanding (000)	Asset Coverage Per \$1,000	

INSURED CALIFORNIA DIVIDEND ADVANTAGE (NKL)

Year Ended 8/31:					
2007 (d)	\$118,000	\$25,000	\$75,572	\$4,985	\$72,554
2006	118,000	25,000	75,111	--	--
2005	118,000	25,000	76,113	--	--
2004	118,000	25,000	74,616	--	--
2003	118,000	25,000	72,193	--	--
2002 (b)	118,000	25,000	73,954	--	--

INSURED CALIFORNIA TAX-FREE ADVANTAGE (NKX)

Year Ended 8/31:					
2007 (d)	45,000	25,000	74,460	1,902	71,467
2006	45,000	25,000	73,764	--	--
2005	45,000	25,000	74,595	--	--
2004	45,000	25,000	72,782	--	--
2003 (c)	45,000	25,000	70,078	--	--

\* Annualized.

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

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

+ The amounts shown are based on Common share equivalents.

- ++ Ratios do not reflect the effect of dividend payments to Preferred shareholders; income ratios reflect income earned on assets attributable to Preferred shares.
- (a) Interest expense arises from the application of SFAS No. 140 to certain inverse floating rate transactions entered into by the Fund as more fully described in Footnote 1 - Inverse Floating Rate Securities.
  - (b) For the period March 25, 2002 (commencement of operations) through August 31, 2002.
  - (c) For the period November 21, 2002 (commencement of operations) through August 31, 2003.
  - (d) For the six months ended February 28, 2007.

See accompanying notes to financial statements.

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Reinvest Automatically  
EASILY AND CONVENIENTLY

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

#### NUVEEN CLOSED-END FUNDS DIVIDEND REINVESTMENT PLAN

Your Nuveen Closed-End Fund allows you to conveniently reinvest dividends and/or capital gains distributions in additional fund shares.

By choosing to reinvest, you'll be able to invest money regularly and automatically, and watch your investment grow through the power of tax-free compounding. Just like dividends or distributions in cash, there may be times when income or capital gains taxes may be payable on dividends or distributions that are reinvested.

It is important to note that an automatic reinvestment plan does not ensure a profit, nor does it protect you against loss in a declining market.

#### EASY AND CONVENIENT

To make recordkeeping easy and convenient, each month you'll receive a statement showing your total dividends and distributions, the date of investment, the shares acquired and the price per share, and the total number of shares you own.

#### HOW SHARES ARE PURCHASED

The shares you acquire by reinvesting will either be purchased on the open market or newly issued by the Fund. If the shares are trading at or above net asset value at the time of valuation, the Fund will issue new shares at the then-current market price. If the shares are trading at less than net asset value, shares for your account will be purchased on the open market. Dividends and distributions received to purchase shares in the open market will normally be invested shortly after the dividend payment date. No interest will be paid on dividends and distributions awaiting reinvestment. Because the market price of the shares may increase before purchases are completed, the average purchase price per share may exceed the market price at the time of valuation, resulting in the acquisition of fewer shares than if the dividend or distribution had been

paid in shares issued by the Fund. A pro rata portion of any applicable brokerage commissions on open market purchases will be paid by Plan participants. These commissions usually will be lower than those charged on individual transactions.

#### FLEXIBLE

You may change your distribution option or withdraw from the Plan at any time, should your needs or situation change. Should you withdraw, you can receive a certificate for all whole shares credited to your reinvestment account and cash payment for fractional shares, or cash payment for all reinvestment account shares, less brokerage commissions and a \$2.50 service fee.

You can reinvest whether your shares are registered in your name, or in the name of a brokerage firm, bank, or other nominee. Ask your investment advisor if his or her firm will participate on your behalf. Participants whose shares are registered in the name of one firm may not be able to transfer the shares to another firm and continue to participate in the Plan.

The Fund reserves the right to amend or terminate the Plan at any time. Although the Fund reserves the right to amend the Plan to include a service charge payable by the participants, there is no direct service charge to participants in the Plan at this time.

#### CALL TODAY TO START REINVESTING DIVIDENDS AND/OR DISTRIBUTIONS

For more information on the Nuveen Automatic Reinvestment Plan or to enroll in or withdraw from the Plan, speak with your financial advisor or call us at (800) 257-8787.

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#### Automatic Dividend REINVESTMENT PLAN

#### NOTICE OF AMENDMENT TO THE TERMS AND CONDITIONS

These Funds are amending the terms and conditions of their Automatic Dividend Reinvestment Plan (the 'Plan') as further described below effective with the close of business on June 1, 2007. THESE CHANGES ARE INTENDED TO ENABLE PLAN PARTICIPANTS UNDER CERTAIN CIRCUMSTANCES TO REINVEST FUND DISTRIBUTIONS AT A LOWER AGGREGATE COST THAN IS POSSIBLE UNDER THE EXISTING PLAN. Shareholders who do not wish to continue as participants under the amended Plan may withdraw from the Plan by notifying the Plan Agent prior to the effective date of the amendments. Participants should refer to their Plan document for notification instructions, or may simply call Nuveen at (800) 257-8787.

Fund shareholders who elect to participate in the Plan are able to have Fund distributions consisting of income dividends, realized capital gains and returns of capital automatically reinvested in additional Fund shares. Under the Plan's existing terms, the Plan Agent purchases Fund shares in the open market if the Fund's shares are trading at a discount to their net asset value on the payable date for the distribution. If the Fund's shares are trading at or above their net asset value on the payable date for the distribution, the Plan Agent purchases newly-issued Fund shares directly from the Fund at a price equal to the greater of the shares' net asset value or 95% of the shares' market value.

Under the Plan's amended terms, if the Plan Agent begins purchasing Fund shares on the open market while shares are trading below net asset value, but the

Fund's shares subsequently trade at or above their net asset value before the Plan Agent is able to complete its purchases, the Plan Agent may cease open-market purchases and may invest the uninvested portion of the distribution in newly-issued Fund shares at a price equal to the greater of the shares' net asset value or 95% of the shares' market value. This change will permit Plan participants under these circumstances to reinvest Fund distributions at a lower aggregate cost than is possible under the existing Plan.

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Glossary of  
TERMS USED IN THIS REPORT

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

**AVERAGE EFFECTIVE MATURITY:** The average of the number of years to maturity of the bonds in a Fund's portfolio, computed by weighting each bond's time to maturity (the date the security comes due) by the market value of the security. This figure does not account for the likelihood of prepayments or the exercise of call provisions unless an escrow account has been established to redeem the bond before maturity. The market value weighting for an investment in an inverse floating rate security is the value of the portfolio's residual interest in the inverse floating rate trust, and does not include the value of the floating rate securities issued by the trust.

**INVERSE FLOATERS:** Inverse floating rate securities are created by depositing a municipal bond, typically with a fixed interest rate, into a special purpose trust created by a broker-dealer. This trust, in turn, (a) issues floating rate certificates typically paying short-term tax-exempt interest rates to third parties in amounts equal to some fraction of the deposited bond's par amount or market value, and (b) issues an inverse floating rate certificate (sometimes referred to as an "inverse floater") to an investor (such as a Fund) interested in gaining investment exposure to a long-term municipal bond. The income received by the holder of the inverse floater varies inversely with the short-term rate paid to the floating rate certificates' holders, and in most circumstances the holder of the inverse floater bears substantially all of the underlying bond's downside investment risk. The holder of the inverse floater typically also benefits disproportionately from any potential appreciation of the underlying bond's value. Hence, an inverse floater essentially represents an investment in the underlying bond on a leveraged basis.

**LEVERAGE-ADJUSTED DURATION:** Duration is a measure of the expected period over which a bond's principal and interest will be paid, and consequently is a measure of the sensitivity of a bond's or bond Fund's value to changes when market interest rates change. Generally, the longer a bond's or Fund's duration, the more the price of the bond or Fund will change as interest rates change. Leverage-adjusted duration takes into account the leveraging process for a Fund and therefore is longer than the duration of the Fund's portfolio of bonds.

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

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

TAXABLE-EQUIVALENT YIELD: The yield necessary from a fully taxable investment to equal, on an after-tax basis, the yield of a municipal bond investment.

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Other Useful  
INFORMATION

### QUARTERLY PORTFOLIO OF INVESTMENTS AND PROXY VOTING INFORMATION

Each Fund's (i) quarterly portfolio of investments, (ii) information regarding how the Funds voted proxies relating to portfolio securities held during the 12-month period ended June 30, 2006, and (iii) a description of the policies and procedures that the Funds used to determine how to vote proxies relating to portfolio securities are available without charge, upon request, by calling Nuveen Investments toll-free at (800) 257-8787 or on Nuveen's website at [www.nuveen.com](http://www.nuveen.com).

You may also obtain this and other Fund information directly from the Securities and Exchange Commission ("SEC"). The SEC may charge a copying fee for this information. Visit the SEC on-line at <http://www.sec.gov> or in person at the SEC's Public Reference Room in Washington, D.C. Call the SEC at 1-202-942-8090 for room hours and operation. You may also request Fund information by sending an e-mail request to [publicinfo@sec.gov](mailto:publicinfo@sec.gov) or by writing to the SEC's Public References Section at 450 Fifth Street NW, Washington, D.C. 20549.

### CEO CERTIFICATION DISCLOSURE

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

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

### BOARD OF DIRECTORS/TRUSTEES

Robert P. Bremner  
Lawrence H. Brown  
Jack B. Evans  
William C. Hunter  
David J. Kundert  
William J. Schneider  
Timothy R. Schwertfeger  
Judith M. Stockdale  
Carol E. Stone  
Eugene S. Sunshine

### FUND MANAGER

Nuveen Asset Management  
333 West Wacker Drive  
Chicago, IL 60606

CUSTODIAN  
State Street Bank & Trust Company  
Boston, MA

TRANSFER AGENT AND  
SHAREHOLDER SERVICES  
State Street Bank & Trust Company  
Nuveen Funds  
P.O. Box 43071  
Providence, RI 02940-3071

(800) 257-8787

LEGAL COUNSEL  
Chapman and Cutler LLP  
Chicago, IL

INDEPENDENT REGISTERED  
PUBLIC ACCOUNTING FIRM  
Ernst & Young LLP  
Chicago, IL

Each Fund intends to repurchase shares of its own common or preferred stock in the future at such times and in such amounts as is deemed advisable. No shares were repurchased during the period covered by this report. Any future repurchases will be reported to shareholders in the next annual or semiannual report.

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Nuveen Investments:  
SERVING Investors  
For GENERATIONS

Photo of: 2 women looking at a photo album.

Since 1898, financial advisors and their clients have relied on Nuveen Investments to provide dependable investment solutions. For the past century, Nuveen Investments has adhered to the belief that the best approach to investing is to apply conservative risk-management principles to help minimize volatility.

Building on this tradition, we today offer a range of high quality equity and fixed-income solutions that are integral to a well-diversified core portfolio. Our clients have come to appreciate this diversity, as well as our continued adherence to proven, long-term investing principles.

WE OFFER MANY DIFFERENT INVESTING SOLUTIONS FOR OUR CLIENTS' DIFFERENT NEEDS.

Managing approximately \$162 billion in assets as of December 31, 2006, Nuveen Investments offers access to a number of different asset classes and investing solutions through a variety of products. Nuveen Investments markets its capabilities under six distinct brands: NWQ, specializing in value-style equities; Nuveen, managing fixed-income investments; Santa Barbara, committed to growth equities; Tradewinds, specializing in global value equities; Rittenhouse, focused on "blue-chip" growth equities; and Symphony, with expertise in alternative investments as well as equity and income portfolios.

FIND OUT HOW WE CAN HELP YOU REACH YOUR FINANCIAL GOALS.

To learn more about the products and services Nuveen Investments offers, talk to your financial advisor, or call us at (800) 257-8787. Please read the information provided carefully before you invest.

Be sure to obtain a prospectus, where applicable. Investors should consider the investment objective and policies, risk considerations, charges and expenses of the Fund carefully before investing. The prospectus contains this and other information relevant to an investment in the Fund. For a prospectus, please contact your securities representative or Nuveen Investments, 333 W. Wacker Dr., Chicago, IL 60606. Please read the prospectus carefully before you invest or send money.

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

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

ESA-B-0207D

Logo: NUVEEN Investments

ITEM 2. CODE OF ETHICS.

Not applicable to this filing.

ITEM 3. AUDIT COMMITTEE FINANCIAL EXPERT.

Not applicable to this filing.

ITEM 4. PRINCIPAL ACCOUNTANT FEES AND SERVICES.

Not applicable to this filing.

ITEM 5. AUDIT COMMITTEE OF LISTED REGISTRANTS.

Not applicable to this filing.

ITEM 6. SCHEDULE OF INVESTMENTS.

See Portfolio of Investments in Item 1.

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

Not applicable to this filing.

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

Not applicable to this filing.

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



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Not applicable.

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

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

### ITEM 11. CONTROLS AND PROCEDURES.

- (a) The registrant's principal executive and principal financial officers, or persons performing similar functions, have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended (the "1940 Act") (17 CFR 270.30a-3(c))) are effective, as of a date within 90 days of the filing date of this report that includes the disclosure required by this paragraph, based on their evaluation of the controls and procedures required by Rule 30a-3(b) under the 1940 Act (17 CFR 270.30a-3(b)) and Rules 13a-15(b) or 15d-15(b) under the Securities Exchange Act of 1934, as amended (the "Exchange Act") (17 CFR 240.13a-15(b) or 240.15d-15(b)).
- (b) There were no changes in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 Act (17 CFR 270.30a-3(d)) that occurred during the second fiscal quarter of the period covered by this report that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting.

### ITEM 12. EXHIBITS.

File the exhibits listed below as part of this Form.

(a)(1) Any code of ethics, or amendment thereto, that is the subject of the disclosure required by Item 2, to the extent that the registrant intends to satisfy the Item 2 requirements through filing of an exhibit: Not applicable to this filing.

(a)(2) A separate certification for each principal executive officer and principal financial officer of the registrant as required by Rule 30a-2(a) under the 1940 Act (17 CFR 270.30a-2(a)) in the exact form set forth below: Ex-99.CERT attached hereto.

(a)(3) Any written solicitation to purchase securities under Rule 23c-1 under the 1940 Act (17 CFR 270.23c-1) sent or given during the period covered by the report by or on behalf of the registrant to 10 or more persons: Not applicable.

(b) If the report is filed under Section 13(a) or 15(d) of the Exchange Act, provide the certifications required by Rule 30a-2(b) under the 1940 Act (17 CFR 270.30a-2(b)); Rule 13a-14(b) or Rule 15d-14(b) under the Exchange Act (17 CFR 240.13a-14(b) or 240.15d-14(b)), and Section 1350 of Chapter 63 of Title 18 of the United States Code (18 U.S.C. 1350) as an exhibit. A certification furnished pursuant to this paragraph will not be deemed "filed" for purposes of Section 18 of the Exchange Act (15 U.S.C. 78r), or otherwise subject to the liability of that section. Such certification will not be deemed to be incorporated by reference into any filing under the Securities Act of 1933 or the Exchange Act, except to the extent that the registrant specifically incorporates it by reference. Ex-99.906 CERT attached hereto.

SIGNATURES

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Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

(Registrant) Nuveen California Dividend Advantage Municipal Fund 2  
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By (Signature and Title)\* /s/ Jessica R. Droeger  
-----

Jessica R. Droeger  
Vice President and Secretary

Date: May 4, 2007  
-----

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

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

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

Date: May 4, 2007  
-----

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

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

Date: May 4, 2007  
-----

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