

NUVEEN CALIFORNIA DIVIDEND ADVANTAGE MUNICIPAL FUND 2
Form N-CSRS
May 05, 2006

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

Nuveen California Dividend Advantage Municipal Fund 2

(Exact name of registrant as specified in charter)

Nuveen Investments
333 West Wacker Drive
Chicago, IL 60606

(Address of principal executive offices) (Zip code)

Jessica R. Droeger
Nuveen Investments
333 West Wacker Drive
Chicago, IL 60606

(Name and address of agent for service)

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

Date of fiscal year end: August 31

Date of reporting period: February 28, 2006

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.

ITEM 1. REPORTS TO STOCKHOLDERS.

SEMIANNUAL REPORT February 28, 2006

Nuveen Investments
Municipal Exchange-Traded
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: Man, woman and child at the beach.

Photo of: A child.

DEPENDABLE, TAX-FREE INCOME BECAUSE IT'S NOT WHAT YOU EARN, IT'S WHAT YOU
KEEP. (R)

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

Logo: NUVEEN Investments

Photo of: Woman

Photo of: Man and child

Photo of: Woman

NOW YOU CAN RECEIVE YOUR
NUVEEN FUND REPORTS FASTER.

NO MORE WAITING.

SIGN UP TODAY TO RECEIVE NUVEEN FUND INFORMATION BY E-MAIL.

It only takes a minute to sign up for E-Reports. Once enrolled, you'll receive an e-mail as soon as your Nuveen Investments Fund information is ready -- no more waiting for delivery by regular mail. Just click on the link within the e-mail to see the report, and save it on your computer if you wish.

DELIVERY DIRECT TO
YOUR E-MAIL INBOX

IT'S FAST, EASY & FREE:

WWW.INVESTORDELIVERY.COM

if you get your Nuveen Fund dividends
and statements from your financial
advisor or brokerage account.

OR

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 tax-free income. For more details about the management strategy and performance of your

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

Fund, please read the Portfolio Manager's Comments, the Distribution and Share Price Information, and the Performance Overview sections of this report.

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

"PORTFOLIO DIVERSIFICATION IS A RECOGNIZED WAY TO TRY TO REDUCE SOME OF THE RISK THAT COMES WITH INVESTING."

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 comes with investing. I encourage you to contact your personal financial advisor who can help explain this important investment strategy.

Nuveen Investments is pleased to offer you choices when it comes to receiving your fund reports. In addition to mailed print copies, you can also sign up to receive future Fund reports and other Fund information by e-mail and the Internet. Not only will you be able to receive the information faster, but this also may help lower your Fund's expenses. 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 3, 2006

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

Portfolio Manager's COMMENTS

Portfolio manager Scott Romans reviews key investment strategies and the semiannual performance of these eight 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 May 2005.

WHAT KEY STRATEGIES WERE USED TO MANAGE THE CALIFORNIA FUNDS DURING THE SIX MONTHS ENDED FEBRUARY 28, 2006?

During this reporting period, we saw a general increase in interest rates across the yield curve, with short-term rates rising faster than longer-term rates. Between September 1, 2005, and February 28, 2006, the Federal Reserve implemented four increases of 0.25% each in the fed funds rate, raising this

short-term target by 100 basis points. In contrast, the yield on the benchmark 10-year U.S. Treasury note ended February 2006 at 4.55%, up from 4.02% six months earlier, while the yield on the Bond Buyer 25 Revenue Bond Index, a widely followed measure of longer-term municipal market rates, was 5.04% at the end of February 2006, an increase of 17 basis points from the end of August 2005. As interest rates increased, bond valuations generally declined, and the yield curve flattened as shorter-term rates approached the levels of longer-term rates.

In this environment, one of our key strategies continued to be careful duration management. As the yield curve flattened, we continued to see a substantial number of advance refundings² in the California market. While these refundings benefited the Funds' performance to a certain extent during this period, they also had a shortening effect on the Funds' durations. To help us maintain these durations within our preferred strategic range, our purchase activity focused mainly on attractively priced bonds with longer durations, that is, bonds maturing in 25 to 30 years. In the current rate environment, we believe that bonds in this part of the yield curve generally offer more attractive opportunities and the best values.

In looking for potential purchase candidates, we kept an opportunistic eye toward all types of issuance that we believed could add value to the Funds' portfolios, balancing the goal of performance potential with the need to support the Funds' income streams. Overall, portfolio activity was relatively light, due in part to the decline in California municipal supply during this six-month period. This was especially true during the first

- 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.
- 2 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 net borrowing costs for bond issuers.

4

two months of 2006, when new issuance in the state dropped 27% from levels seen in early 2005. While we continued to emphasize maintaining weightings of bonds rated BBB or lower and nonrated bonds in the four noninsured Funds and NKL and NKX (which can invest up to 20% of their assets in uninsured investment-grade quality securities), tighter supply meant fewer opportunities to find lower-rated issues that we believed represented value for shareholders. Therefore, the majority of our new purchases for these six Funds were higher-rated credits, while NPC and NCL continued to invest in insured and/or U.S. guaranteed securities.

One area where we did find opportunities to purchase lower-rated bonds was the tobacco sector. In NCU, NAC, NVX, and NZH, we replaced some pre-refunded issues with BBB rated tobacco bonds issued by Sonoma County. This helped us maintain the tobacco allocations of these four Funds at preferred levels. Although the Sonoma County tobacco bonds had lower coupons and shorter maturities than we had strategically targeted for these Funds during this period, we believed that this was offset by the attractive structures and return potential offered by these credits.

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

In NKL and NKX, our duration management strategies also included the use of forward interest rate swaps, a type of derivative financial instrument. As discussed in our last shareholder report, we began using these swaps in late 2004 in an effort to reduce the interest rate risk of these two Funds. These hedges were not an attempt to profit from correctly predicting the timing and direction of interest rate movements. Instead, our sole objective was to reduce the Funds' durations (and resulting pricing sensitivity) without having a negative impact on their income streams or common share dividends over the short term. During this reporting period, the hedges performed as expected and had a positive impact on the performances of NKL and NKX. As long-term interest rates rose, the value of the hedges increased while the valuation of the Funds' holdings generally declined. We believe this hedging strategy was effective in achieving the intended goal of helping to reduce the net asset value (NAV) volatility of these Funds, and in February 2006, we removed the hedges.

5

As part of our duration management strategies during this period, we were also selectively selling holdings with shorter durations, including bonds with very short maturities, bonds priced to short calls, and pre-refunded bonds. The proceeds from these sales, as well as proceeds from any calls, were then generally reinvested in the 25- to 30-year part of the yield curve as attractive opportunities arose.

HOW DID THE FUNDS PERFORM?

Individual results for these California Funds, as well as for relevant indexes and peer groups, are presented in the accompanying table.

TOTAL RETURNS ON NET ASSET VALUE* For periods ended 2/28/06

NONINSURED FUNDS	6-MONTH	1-YEAR	5-YEAR	10-YEAR
NCU	0.81%	5.23%	7.62%	7.10%
NAC	1.46%	5.98%	8.14%	NA
NVX	1.43%	6.65%	NA	NA
NZH	1.58%	6.96%	NA	NA
Lehman Brothers CA Tax-Exempt Bond Index ³				
	1.16%	4.37%	5.58%	5.92%
Lipper CA Municipal Debt Funds Average ⁴				
	1.63%	6.49%	6.94%	6.43%
INSURED FUNDS				
NPC	0.49%	4.32%	6.62%	6.27%
NCL	0.87%	4.75%	6.67%	6.69%

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

NKL	1.46%	5.98%	NA	NA
NKX	1.49%	6.02%	NA	NA
Lehman Brothers Insured CA Tax-Exempt Bond Index ³				
	1.31%	4.29%	5.57%	5.99%
Lipper Insured CA Municipal Debt Funds Average ⁵				
	1.46%	5.69%	6.00%	6.12%

*Six-month returns are cumulative; returns for one year, five years, and ten years are annualized.

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.

- 3 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 indexes do not reflect any expenses.
- 4 The Lipper California Municipal Debt Funds average is calculated using the returns of all closed-end exchange-traded funds in this category for each period as follows: 6 months, 26; 1 year, 26; 5 years, 15; and 10 years, 13. Fund and Lipper returns assume reinvestment of dividends.
- 5 The Lipper Insured California Municipal Debt Funds average is calculated using the returns of all closed-end exchange-traded 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.

6

For the six months ended February 28, 2006, the cumulative returns on NAV for NAC, NVX, and NZH exceeded the return on their Lehman Brothers California municipal benchmark, while NCU trailed this measure. NZH performed relatively in line with the average return for the Lipper California peer group, while the other three noninsured Funds underperformed this average. Among the insured Funds, the returns on NAV for NKL and NKX outperformed the return on the Lehman Brothers Insured California Tax-Exempt Bond Index, while NPC and NCL lagged the index return for the six month reporting period. NKL and NKX also performed in line with the average return for the Lipper Insured California peer group, while NPC and NCL trailed the group average.

During this reporting period, positive contributors to the Funds' returns included allocations to lower-rated credits (in the four noninsured Funds, as well as NKL, and NKX), yield curve and duration positioning, and--to a more limited extent-- pre-refunding activity. As mentioned earlier, the hedging

strategies we employed in NKL and NKX also had a positive impact on the performance of these two Funds for the period.

With bonds rated BBB or lower and nonrated generally outperforming other credit quality sectors during this period, allocations to these lower-quality credits were a major driver of performance among the six Funds that invest in noninsured bonds. At the same time, the performances of NPC and NCL were hampered by the fact that, as insured Funds, they could not hold any of these lower rated credits. The performance of the lower- credit quality issues during this period was largely the result of investor demand for the higher yields typically associated with these bonds, which drove up their value. As of February 28, 2006, bonds rated BBB or lower and nonrated bonds accounted for 16% to 17% of the portfolios of the noninsured Funds, while NKL and NKX each had an allocation of approximately 6% to bonds rated BBB. Among the lower-rated bonds making positive contributions to the Funds' cumulative returns for this period were healthcare (including hospitals and long-term care), housing, and tobacco credits. At period end, the six noninsured Funds held between 2% and 4% of their portfolios in unenhanced tobacco bonds.

7

As the yield curve continued to flatten over the course of this period, yield curve and duration positioning also played important roles in the Funds' performances. On the whole, bonds priced to intermediate calls (i.e., between 2009 and 2012, the part of the curve that experienced the greatest rate changes) were the most impacted by the changes in the yield curve. As a result, these bonds generally underperformed those priced to very short calls (i.e., 2006) and longer calls (i.e., 2014 and beyond). Yield curve positioning or, more specifically, greater exposure to those parts of the yield curve that performed well helped the performance of these Funds during this period.

As mentioned earlier, we also continued to see a substantial number of refinancings during this period, which benefited the Funds through price appreciation and enhanced credit quality. The impact of a bond's price appreciation on the Fund's total return is determined by the structure of the bond being refinanced. For example, the advance refunding of a bond with a 7% coupon produces greater price appreciation, and therefore greater positive impact on total return, than the refunding of a 5% coupon bond. As the yield curve flattened, we saw more lower coupon bonds being pre-refunded, which meant that the positive impact of price appreciation from advance refundings was less than in the previous reporting period. In addition, the new bonds that were issued to replace those that were pre-refunded were now higher-quality securities with new maturities and call dates, some of which fell into that part of the yield curve that underperformed during this period. As a result, while the Funds benefited immediately from the initial price appreciation associated with advance refundings, some of their pre-refunded holdings subsequently did not perform well.

Additionally, the rising interest rate environment of this six-month period generally meant that the Funds' holdings of older pre-refunded bonds tended to underperform the general municipal market, due primarily to the shorter effective maturities of these bonds. This was especially true in NPC, which held approximately 30% of its portfolio in older pre-refunded bonds as of February 28, 2006. In addition to the factors mentioned above, security-specific issues--including the timing, size, and degree of credit quality enhancement of advance refundings--also accounted for some of the performance differential among these Funds. For example, the difference in exposure to bonds that were newly advance refunded during this period (5.2% in NCL versus 1.5% in NPC) explained much of the difference in performance between these two Funds.

HOW WERE THE FUNDS POSITIONED IN TERMS OF CREDIT QUALITY AND BOND CALLS AS OF FEBRUARY 28, 2006?

We continued to believe that maintaining strong credit quality was an important requirement. As of February 28, 2006, the four noninsured Funds continued to offer excellent credit quality, with allocations of bonds rated AAA/U.S. guaranteed and AA ranging from 70% in NCU and NZH and 70% in NAC to 73% in NVX. NPC and NCL continued to be 100% invested in insured and/or U.S. guaranteed securities, while NKL and NKX, which can invest up to 20% of their assets in uninsured investment-grade quality securities, had each allocated 84% of their portfolios to insured bonds.

As of February 28, 2006, potential call exposure for the period March 2006 through the end of 2007 ranged from zero in NKL, 1% in NAC, 2% in NVX, 3% in NZH, and 4% in NKX to 10% in NCU, 12% in NPC, and 16% in NCL. We continued to work to manage the call structure of these Funds, especially older Funds such as NPC, NCL, and NCU. The number of actual bond calls in all of these Funds depends largely on future market interest rates.

Dividend and Share Price
INFORMATION

All of the Funds in this report use leverage to potentially enhance opportunities for additional income for common shareholders. The extent of this benefit is tied in part to the short-term rates these leveraged Funds pay their MuniPreferred(R) shareholders. During periods of low short-term rates, leveraged Funds generally pay lower dividends to their MuniPreferred shareholders, which can leave more earnings to support common share dividends. However, when short-term interest rates rise, as they did during this reporting period, the Funds' borrowing costs also rise, impacting the Funds' expenses, income streams, and total returns. While leveraging still provided benefits for common shareholders, the extent of these benefits was reduced. The Funds' income streams were also impacted as the proceeds from older, higher-yielding bonds that matured or were called were reinvested into bonds generally offering lower yields. While the dividends of all eight Funds remained stable throughout the six-month reporting period ended February 28, 2006, NPC, NCL, NCU, NAC, NVX, and NZH announced monthly dividend reductions on March 1, 2006.

Due to capital gains generated by normal portfolio activity, common shareholders of the following Funds received capital gains and/or net ordinary income distributions at the end of December 2005 as follows:

	LONG-TERM CAPITAL GAINS (PER SHARE)	ORDINARY INCOME (PER SHARE)
NPC	\$0.1367	\$0.0109
NCU	\$0.0122	--
NAC	\$0.0334	--

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, 2006, all of the Funds in this report, except NKX, had positive UNII balances for financial statement purposes and positive UNII balances, based on our best estimate, for tax purposes. NKX

10

had a negative UNII balance for financial statement purposes and a positive UNII balance, based on our best estimate, for tax purposes.

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:

	2/28/06 PREMIUM/DISCOUNT	6-MONTH AVERAGE PREMIUM/DISCOUNT
NPC	+2.10%	-2.25%
NCL	+0.20%	-3.03%
NCU	-3.94%	-4.59%
NAC	+1.97%	+0.21%
NVX	-3.18%	-4.72%
NZH	-3.11%	-5.32%
NKL	-2.24%	-3.88%
NKX	-3.66%	-5.01%

11

Nuveen Insured California Premium Income Municipal Fund, Inc.
NPC

Performance

OVERVIEW As of February 28, 2006

Pie Chart:

CREDIT QUALITY

(as a % of total investments)

Insured 70%

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

U.S. Guaranteed 30%

Bar Chart:

2005-2006 MONTHLY TAX-FREE DIVIDENDS PER SHARE2

Mar	0.074
Apr	0.074
May	0.074
Jun	0.074
Jul	0.074
Aug	0.074
Sep	0.0705
Oct	0.0705
Nov	0.0705
Dec	0.0705
Jan	0.0705
Feb	0.0705

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

3/01/05	16.41
	16.32
	16.26
	16.24
	16.24
	16.04
	15.77
	15.65
	15.35
	15.16
	14.99
	14.97
	15.01
	15
	15.01
	15.01
	15.13
	15.23
	15.1
	15.14
	15.1
	15.19
	15.16
	15.3
	15.18
	15.2
	15.08
	15.01
	15.09
	15.1
	14.95
	14.95
	14.99
	14.98
	14.97
	15.07
	15.05
	15.06
	15.08
	15.08
	15.05

15.12
15.17
15.17
15.17
15.3
15.32
15.43
15.35
15.25
15.43
15.44
15.35
15.49
15.39
15.33
15.35
15.42
15.45
15.59
16
15.78
15.75
15.9
15.63
15.67
15.8
15.94
15.93
15.89
15.94
15.82
15.79
15.84
15.9
15.9
15.73
15.79
15.79
15.7
15.68
15.72
15.62
15.63
15.6
15.66
15.7
15.7
15.69
15.64
15.71
15.72
15.79
15.79
15.79
15.91
15.94
15.96
16.1
16.12
15.86
15.93
16.04

16.04
16.04
16.04
16.39
16.39
16.45
16.25
16.59
16.8
16.5
16.47
16.28
16.1
16.06
16.31
16.19
16.14
15.93
15.86
15.89
15.89
15.96
15.87
15.86
15.88
15.96
15.81
15.9
15.91
16.08
16.14
16.21
16.21
16.35
16.2
16
16.14
16.04
16.04
15.87
15.82
15.76
15.71
15.71
15.65
15.64
15.64
15.6
15.67
15.7
15.61
15.61
15.61
15.53
15.62
15.54
15.55
15.4
15.29
15.45
15.46
15.46

15.3
15.45
15.42
15.15
15.08
14.94
14.99
15
15
15.03
14.89
15.01
14.83
14.97
14.9
14.93
14.93
14.93
14.85
14.98
14.95
15.07
15.09
15.23
15.12
15.12
15.02
15.04
14.95
14.89
14.9
14.78
14.86
14.97
14.87
14.8
14.8
14.52
14.39
14.42
14.43
14.4
14.66
14.52
14.54
14.56
14.74
14.74
14.84
14.95
14.95
15
15.15
15.36
15.44
15.45
15.44
15.41
15.46
15.51
15.75
15.7

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

	15.76
	15.75
	15.87
	15.7
	15.47
	15.38
	15.4
	15.29
	15.34
	15.5
	15.73
	15.89
	15.88
	15.88
	15.87
	15.8
	15.8
	16.1
	16.1
	16.25
	16.2
	16.05
	15.68
	16.08
	15.59
	15.72
	15.9
2/28/06	16.04

FUND SNAPSHOT

Common Share Price	\$16.04
Common Share Net Asset Value	\$15.71
Premium/(Discount) to NAV	2.10%
Market Yield	5.27%
Taxable-Equivalent Yield ¹	8.05%
Net Assets Applicable to Common Shares (\$000)	\$101,333
Average Effective Maturity on Securities (Years)	15.57
Leverage-Adjusted Duration	7.60

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

	ON SHARE PRICE	ON NAV
6-Month (Cumulative)	4.69%	0.49%
1-Year	4.02%	4.32%

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

5-Year	7.88%	6.62%

10-Year	7.84%	6.27%

INDUSTRIES

(as a % of total investments)

U.S. Guaranteed	30.2%

Tax Obligation/General	20.2%

Tax Obligation/Limited	17.1%

Water and Sewer	17.0%

Education and Civic Organizations	7.4%

Other	8.1%

- 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 34.5%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.
- 2 The Fund also paid shareholders capital gains and net ordinary income distributions in December 2005 of \$0.1476 per share.

12

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

Performance

OVERVIEW As of February 28, 2006

Pie Chart:

CREDIT QUALITY

(as a % of total investments)

Insured	78%
U.S. Guaranteed	22%

Bar Chart:

2005-2006 MONTHLY TAX-FREE DIVIDENDS PER SHARE

Mar	0.073
Apr	0.073
May	0.073
Jun	0.069
Jul	0.069
Aug	0.069
Sep	0.066
Oct	0.066
Nov	0.066
Dec	0.066
Jan	0.066
Feb	0.066

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

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

3/01/05	14.89
	14.9
	14.96
	15
	15.05
	14.92
	14.9
	14.79
	14.67
	14.68
	14.72
	14.68
	14.7
	14.63
	14.58
	14.64
	14.65
	14.55
	14.4
	14.33
	14.25
	14.42
	14.45
	14.53
	14.58
	14.56
	14.54
	14.51
	14.61
	14.55
	14.5
	14.53
	14.63
	14.57
	14.55
	14.5
	14.5
	14.55
	14.62
	14.57
	14.6
	14.87
	14.99
	14.99
	15
	15.08
	15.08
	15.04
	15.02
	15.05
	15.22
	15.29
	15.35
	15.33
	15.34
	15.38
	15.37

15.29
15.31
15.38
15.38
15.35
15.45
15.5
15.34
15.3
15.3
15.2
15.25
15.21
15.15
15.05
15.01
14.87
14.89
14.76
14.73
14.65
14.6
14.57
14.66
14.76
14.77
14.78
14.83
14.87
14.86
14.86
14.9
14.94
14.97
14.85
14.85
14.96
14.86
14.9
15
14.91
14.78
14.88
14.8
14.8
14.95
14.86
14.95
15.15
15.1
15.1
14.96
15
15
15.08
15
15
15
15.03
14.85
14.85
14.85

14.84
14.87
14.89
14.95
14.9
14.87
14.96
14.96
14.94
14.94
15.07
15.05
15.13
15.21
15.32
15.25
15.29
15.2
15.2
15.18
15.08
15.15
15.18
15.08
14.91
14.96
14.99
14.98
15
14.89
15.09
15.03
15.15
15.1
15.11
15.17
15.15
14.97
15.05
14.9
14.82
14.78
14.65
14.65
14.62
14.7
14.67
14.8
14.79
14.61
14.8
14.55
14.49
14.5
14.46
14.4
14.3
14.45
14.45
14.43
14.4
14.19

14
13.99
13.86
13.9
13.87
13.86
13.82
13.84
13.78
13.78
13.85
13.78
13.74
13.85
13.98
13.89
13.9
13.92
13.87
13.8
13.76
13.73
13.69
13.62
13.67
13.68
13.72
13.76
13.78
13.8
13.89
13.92
13.99
14.2
14.2
14.48
14.39
14.44
14.44
14.46
14.44
14.4
14.5
14.45
14.38
14.4
14.54
14.54
14.53
14.54
14.47
14.54
14.59
14.7
14.69
14.71
14.77
14.81
14.85
14.8
14.86
14.9

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

	14.89
	14.87
	14.81
	15
	15
	15.15
	15.01
	14.98
	14.98
	14.96
	14.95
2/28/06	15.09

FUND SNAPSHOT

Common Share Price	\$15.09
Common Share Net Asset Value	\$15.06
Premium/(Discount) to NAV	0.20%
Market Yield	5.25%
Taxable-Equivalent Yield ¹	8.02%
Net Assets Applicable to Common Shares (\$000)	\$191,484
Average Effective Maturity on Securities (Years)	15.87
Leverage-Adjusted Duration	7.36

AVERAGE ANNUAL TOTAL RETURN
(Inception 3/18/93)

	ON SHARE PRICE	ON NAV
6-Month (Cumulative)	3.01%	0.87%
1-Year	6.40%	4.75%
5-Year	7.12%	6.67%
10-Year	7.79%	6.69%

INDUSTRIES

(as a % of total investments)

Tax Obligation/Limited	30.2%
U.S. Guaranteed	21.8%
Water and Sewer	15.4%
Tax Obligation/General	10.0%

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

Education and Civic Organizations	8.4%
-----	-----
Utilities	8.0%
-----	-----
Other	6.2%
-----	-----

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 34.5%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.

13

Nuveen California Premium Income Municipal Fund
NCU

Performance

OVERVIEW As of February 28, 2006

Pie Chart:

CREDIT QUALITY

(as a % of total investments)

AAA/U.S. Guaranteed	64%
AA	6%
A	13%
BBB	12%
BB or Lower	4%
N/R	1%

Bar Chart:

2005-2006 MONTHLY TAX-FREE DIVIDENDS PER SHARE²

Mar	0.07
Apr	0.07
May	0.07
Jun	0.07
Jul	0.07
Aug	0.07
Sep	0.067
Oct	0.067
Nov	0.067
Dec	0.067
Jan	0.067
Feb	0.067

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

3/01/05	14.07
	14.07
	14.1
	14.16
	14.15
	14.06
	13.84

13.74
13.64
13.64
13.64
13.64
13.52
13.64
13.54
13.26
13.17
13.06
13.06
13.03
13.07
13.1
13.02
13.09
13.08
13.09
13.03
13.21
13.22
13.29
13.5
13.63
13.9
13.81
13.82
13.8
13.76
13.67
13.85
13.85
13.86
13.97
13.97
13.97
14
13.99
13.98
13.99
13.97
13.83
13.92
13.9
13.77
13.89
13.97
13.89
14
13.92
13.91
13.93
13.94
13.99
14.13
14.06
14.1
13.99
14.22
14.33
14.74

14.7
14.49
14.47
14.4
14.3
14.18
14
14.24
14.2
14.12
14.11
14.12
14.12
14.16
14.03
14.1
14.14
14.13
14.15
14.23
14.32
14.31
14.25
14.3
14.2
14.13
14.25
14.13
14.1
14.1
14.07
14.14
14.15
14.2
14.15
14.14
14.34
14.26
14.26
14.26
14.39
14.58
14.37
14.23
14.03
14.18
14.21
14.08
14.08
14.14
14.2
14.14
14.21
14.26
14.34
14.5
14.37
14.35
14.24
14.32
14.45
14.37

14.43
14.43
14.48
14.5
14.44
14.48
14.5
14.35
14.3
14.23
14.1
14.06
14.03
14.09
14.19
13.89
13.91
13.79
13.95
13.9
13.87
13.98
13.95
13.96
13.95
13.95
14
13.9
13.92
13.88
13.9
13.88
13.92
13.9
13.92
13.96
14.05
14.09
14
14.03
14
14.02
14.07
14.07
13.95
13.92
13.94
13.82
13.69
13.69
13.7
13.55
13.8
13.8
13.76
13.76
13.7
13.49
13.45
13.4
13.5
13.55

13.5
13.57
13.9
13.78
13.83
13.81
13.74
13.77
13.77
13.9
14.11
14
13.92
13.87
13.73
13.66
13.67
13.64
13.51
13.49
13.54
13.62
13.62
13.65
13.75
13.88
14
14
14.02
14.2
14.12
14.1
13.96
14
14.02
14.13
14.12
14.15
14.15
14.3
14.2
14.2
14.23
14.5
14.23
14.24
14.5
14.45
14.6
14.5
14.44
14.3
14.28
14.26
14.25
14.26
14
14.03
14.02
14.18
14.12
14.15

FUND SNAPSHOT

Common Share Price	\$14.15
Common Share Net Asset Value	\$14.73
Premium/(Discount) to NAV	-3.94%
Market Yield	5.68%
Taxable-Equivalent Yield ¹	8.67%
Net Assets Applicable to Common Shares (\$000)	\$85,027
Average Effective Maturity on Securities (Years)	16.04
Leverage-Adjusted Duration	8.25

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

	ON SHARE PRICE	ON NAV
6-Month (Cumulative)	1.43%	0.81%
1-Year	5.74%	5.23%
5-Year	6.56%	7.62%
10-Year	7.56%	7.10%

INDUSTRIES

(as a % of total investments)

Tax Obligation/Limited	32.1%
Tax Obligation/General	21.4%
Water and Sewer	11.4%
U.S. Guaranteed	11.2%
Health Care	8.3%
Utilities	4.4%
Consumer Staples	4.3%
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

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

rate of 34.5%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.

- 2 The Fund also paid shareholders a capital gains distribution in December 2005 of \$0.0122 per share.

14

Nuveen California Dividend Advantage Municipal Fund
NAC

Performance

OVERVIEW As of February 28, 2006

Pie Chart:

CREDIT QUALITY

(as a % of total investments)

AAA/U.S. Guaranteed	66%
AA	4%
A	13%
BBB	10%
N/R	7%

Bar Chart:

2005-2006 MONTHLY TAX-FREE DIVIDENDS PER SHARE²

Mar	0.082
Apr	0.082
May	0.082
Jun	0.082
Jul	0.082
Aug	0.082
Sep	0.0785
Oct	0.0785
Nov	0.0785
Dec	0.0785
Jan	0.0785
Feb	0.0785

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

3/01/05	14.98
	14.97
	14.94
	15.01
	15
	14.95
	14.76
	14.78
	14.68
	14.61
	14.62
	14.55
	14.59
	14.58
	14.61
	14.59
	14.33

14.4
14.29
14.4
14.42
14.51
14.6
14.6
14.68
14.7
14.71
14.66
14.72
14.79
14.78
14.73
14.8
14.83
14.88
14.88
14.89
14.86
14.89
14.85
14.82
14.86
14.93
14.93
14.96
15.01
15
15.02
15
15.11
15.27
15.28
15.22
15.29
15.37
15.35
15.45
15.4
15.35
15.39
15.3
15.25
15.31
15.25
15.39
15.53
15.51
15.59
15.6
15.58
15.55
15.55
15.5
15.38
15.34
15.43
15.64
15.67
15.53

15.53
15.5
15.5
15.59
15.51
15.54
15.61
15.5
15.69
15.78
15.7
15.81
15.82
15.9
15.9
15.82
15.81
15.85
15.8
15.88
15.77
15.8
15.9
15.89
15.95
15.99
16.08
16.06
16.06
15.93
16.08
16.15
16.12
15.9
15.95
15.96
15.94
15.9
16
16.13
16.12
16.15
16.15
16.1
16.02
16.04
15.98
16.12
16.05
16.02
16.08
16.07
16.09
16.14
16.12
16.16
16.11
16.2
16.15
16.06
16.04
15.89

15.85
15.83
15.77
15.89
15.81
15.65
15.63
15.59
15.65
15.61
15.67
15.71
15.72
15.67
15.64
15.56
15.54
15.59
15.28
15.03
14.99
15
14.97
14.95
14.9
15
15.08
15.06
14.98
14.9
14.97
15.03
15
14.99
15.08
14.95
15.04
15
15.04
14.91
14.92
14.89
14.89
14.94
14.94
14.91
14.99
15.06
15.2
15.3
15.35
15.26
15.35
15.63
15.64
15.55
15.6
15.6
15.73
15.87
15.8
15.8

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

15.94
 15.85
 15.87
 16.05
 15.86
 15.89
 15.9
 15.96
 15.96
 15.96
 16.03
 16.14
 16.14
 16.29
 16.35
 16.27
 16.3
 16.27
 16.2
 16.18
 16.1
 16.01
 15.97
 15.97
 16.1
 16.1
 16.15
 16.16
 16.16
 16.15
 16.24
 16.21
 16.21
 16.32
 16.32
 16.34
 16.31
 16.15
 16.15
 16.05
 16.05
 15.89
 15.9
 16.04
 15.98
 15.93
 16.03
 15.91
 15.9
 15.9
 15.98
 16.01

2/28/06

FUND SNAPSHOT

Common Share Price	\$16.01

Common Share Net Asset Value	\$15.70

Premium/(Discount) to NAV	1.97%

Market Yield	5.88%
Taxable-Equivalent Yield ¹	8.98%
Net Assets Applicable to Common Shares (\$000)	\$367,832
Average Effective Maturity on Securities (Years)	16.36
Leverage-Adjusted Duration	7.02

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

	ON SHARE PRICE	ON NAV
6-Month (Cumulative)	2.85%	1.46%
1-Year	13.67%	5.98%
5-Year	8.97%	8.14%
Since Inception	7.50%	7.75%

INDUSTRIES
(as a % of total investments)

Tax Obligation/Limited	24.7%
U.S. Guaranteed	17.3%
Tax Obligation/General	14.6%
Transportation	12.5%
Education and Civic Organizations	8.1%
Housing/Multifamily	5.5%
Health Care	4.9%
Water and Sewer	4.5%
Other	7.9%

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 34.5%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.

2 The Fund also paid shareholders a capital gains distribution in December 2005 of \$0.0334 per share.

Nuveen California Dividend Advantage Municipal Fund 2
NVX

Performance

OVERVIEW As of February 28, 2006

Pie Chart:

CREDIT QUALITY

(as a % of total investments)

AAA/U.S. Guaranteed	72%
AA	1%
A	11%
BBB	10%
N/R	6%

Bar Chart:

2005-2006 MONTHLY TAX-FREE DIVIDENDS PER SHARE

Mar	0.076
Apr	0.076
May	0.076
Jun	0.076
Jul	0.076
Aug	0.076
Sep	0.0725
Oct	0.0725
Nov	0.0725
Dec	0.0725
Jan	0.0725
Feb	0.0725

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

3/01/05	14.09
	14.04
	14.11
	14.18
	14.15
	14.16
	14.16
	14.09
	14.06
	13.95
	14
	14.01
	13.92
	13.9
	13.83
	13.88
	13.64
	13.73
	13.56
	13.56
	13.77
	13.77

13.71
13.71
13.68
13.76
13.76
13.69
13.72
13.81
13.79
13.68
13.78
13.88
13.98
13.86
13.76
13.84
13.86
13.81
13.86
13.97
14.05
14.05
14
14
14.05
14.16
14.1
14.08
14.07
14.18
14.17
14.24
14.22
14.24
14.24
14.26
14.29
14.24
14.25
14.26
14.32
14.37
14.37
14.42
14.55
14.59
14.69
14.7
14.66
14.7
14.68
14.5
14.47
14.39
14.4
14.43
14.38
14.38
14.37
14.47
14.59
14.59

14.56
14.63
14.7
14.93
14.9
14.97
14.9
14.89
14.83
14.93
14.84
14.73
14.82
14.79
14.82
14.77
14.82
14.84
14.88
14.83
14.93
15
14.97
14.97
14.93
14.96
14.9
15.09
14.79
14.8
15.02
15.14
15.05
15
14.98
15.12
15.16
15.09
15.05
15.04
14.96
14.91
15.05
14.97
15.13
14.98
15.19
15.16
15.25
15.17
15.24
15.1
15.12
15.14
15.05
14.95
14.87
14.85
14.94
14.9
14.98
14.95

14.7
14.6
14.43
14.49
14.68
14.57
14.6
14.65
14.64
14.52
14.4
14.42
14.23
14.09
13.97
13.75
13.86
13.86
13.91
13.97
13.97
14.11
13.98
13.9
14.16
14.12
14.14
14.14
14.24
14.17
14.12
14.19
14.19
14.2
14.11
13.95
13.9
14.03
14
14.05
14.06
14.12
14.04
14.16
14.19
14.2
14.25
14.2
14.21
14.25
14.2
14.25
14.35
14.34
14.5
14.5
14.44
14.44
14.6
14.47
14.46
14.54

14.57
 14.6
 14.59
 14.57
 14.6
 14.67
 14.52
 14.52
 14.75
 14.82
 14.85
 15
 15.24
 15.32
 15.05
 15.21
 15.35
 15.14
 15.27
 15.14
 15.2
 15.17
 15.35
 15
 15.06
 15.2
 15.07
 15.11
 15.23
 15.23
 15.1
 15.1
 14.84
 14.99
 15.04
 14.92
 14.8
 14.75
 14.8
 14.8
 14.84
 14.9
 14.8
 14.82
 14.9
 14.79
 14.92

2/28/06

FUND SNAPSHOT

Common Share Price	\$14.92
Common Share Net Asset Value	\$15.41
Premium/(Discount) to NAV	-3.18%
Market Yield	5.83%
Taxable-Equivalent Yield ¹	8.90%

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

Net Assets Applicable
to Common Shares (\$000) \$227,948

Average Effective Maturity
on Securities (Years) 14.83

Leverage-Adjusted Duration 7.62

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

	ON SHARE PRICE	ON NAV
6-Month (Cumulative)	1.17%	1.43%
1-Year	12.54%	6.65%
Since Inception	6.27%	7.66%

INDUSTRIES
(as a % of total investments)

Tax Obligation/Limited	19.5%
U.S. Guaranteed	17.0%
Tax Obligation/General	16.2%
Education and Civic Organizations	10.1%
Water and Sewer	9.2%
Housing/Multifamily	7.8%
Health Care	6.2%
Transportation	6.1%
Other	7.9%

- 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 34.5%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.

Nuveen California Dividend Advantage Municipal Fund 3
NZH

Performance

OVERVIEW As of February 28, 2006

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

Pie Chart:

CREDIT QUALITY

(as a % of total investments)

AAA/U.S. Guaranteed	68%
AA	2%
A	14%
BBB	9%
N/R	7%

Bar Chart:

2005-2006 MONTHLY TAX-FREE DIVIDENDS PER SHARE

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

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

3/01/05	13.65
	13.65
	13.65
	13.72
	13.81
	13.76
	13.59
	13.53
	13.46
	13.41
	13.37
	13.31
	13.41
	13.43
	13.45
	13.44
	13.16
	13.2
	13.07
	13.17
	13.23
	13.31
	13.33
	13.37
	13.4
	13.44
	13.41
	13.37
	13.41
	13.38
	13.4
	13.32

13.42
13.46
13.45
13.47
13.43
13.43
13.43
13.34
13.44
13.43
13.54
13.54
13.62
13.62
13.76
13.68
13.56
13.59
13.74
13.77
13.7
13.8
13.82
13.81
13.8
13.86
13.86
13.92
13.95
13.92
13.9
13.91
13.96
13.99
14
14.02
13.95
14.08
14.01
14.02
14.05
13.95
13.91
13.88
13.96
13.98
13.99
13.99
13.9
13.9
13.96
14.05
14.02
14.01
14.03
14.07
14.08
14.03
14.06
14.17
14.13
14.16

14.12
14.04
13.96
13.93
14.01
14.03
13.95
14.08
14.12
14.01
14.16
14.14
14.15
14.15
14.26
14.39
14.41
14.47
14.38
14.42
14.4
14.5
14.34
14.32
14.38
14.4
14.4
14.35
14.34
14.37
14.33
14.38
14.36
14.35
14.41
14.44
14.49
14.5
14.64
14.65
14.72
14.73
14.75
14.71
14.67
14.57
14.46
14.41
14.53
14.53
14.45
14.19
14.08
14.1
13.86
14
14.04
14.01
14
14.02
13.89
13.86

13.9
14
13.95
13.83
13.66
13.8
13.69
13.7
13.73
13.64
13.73
13.62
13.58
13.57
13.61
13.69
13.74
13.8
13.84
13.9
13.78
13.99
13.8
13.69
13.66
13.57
13.65
13.76
13.67
13.83
13.71
13.64
13.66
13.62
13.85
13.88
14.03
13.89
13.88
13.84
13.83
14
14.05
14.01
13.95
14.04
13.95
14.05
14.02
13.93
13.9
14.06
14.08
14.15
14.13
14.18
14.2
14.39
14.45
14.45
14.48
14.49

	14.5
	14.66
	14.64
	14.71
	14.64
	14.57
	14.64
	14.58
	14.52
	14.54
	14.58
	14.53
	14.59
	14.65
	14.85
	14.77
	14.67
	14.54
	14.6
	14.65
	14.74
	14.65
	14.51
	14.5
	14.59
	14.57
	14.47
	14.3
	14.42
	14.56
	14.56
	14.55
	14.49
	14.46
	14.5
	14.5
2/28/06	14.64

FUND SNAPSHOT

Common Share Price	\$14.64

Common Share	
Net Asset Value	\$15.11

Premium/(Discount) to NAV	-3.11%

Market Yield	5.90%

Taxable-Equivalent Yield ¹	9.01%

Net Assets Applicable to	
Common Shares (\$000)	\$364,328

Average Effective Maturity	
on Securities (Years)	16.53

Leverage-Adjusted Duration	8.23

AVERAGE ANNUAL TOTAL RETURN

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

(Inception 9/25/01)

	ON SHARE PRICE	ON NAV
6-Month (Cumulative)	4.14%	1.58%
1-Year	14.01%	6.96%
Since Inception	5.81%	7.28%

INDUSTRIES

(as a % of total investments)

Tax Obligation/Limited	27.6%
Tax Obligation/General	19.8%
Water and Sewer	8.8%
Health Care	8.6%
U.S. Guaranteed	7.4%
Transportation	6.6%
Housing/Multifamily	6.6%
Utilities	6.2%
Education and Civic Organizations	5.1%
Other	3.3%

- 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 34.5%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.

17

Nuveen Insured California Dividend Advantage Municipal Fund
NKL

Performance

OVERVIEW As of February 28, 2006

Pie Chart:

CREDIT QUALITY

(as a % of total investments)

Insured	76%
U.S. Guaranteed	8%
AAA (uninsured)	1%

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

AA (uninsured)	3%
A (uninsured)	6%
BBB (uninsured)	6%

Bar Chart:

2005-2006 MONTHLY TAX-FREE DIVIDENDS PER SHARE

Mar	0.076
Apr	0.076
May	0.076
Jun	0.072
Jul	0.072
Aug	0.072
Sep	0.072
Oct	0.072
Nov	0.072
Dec	0.072
Jan	0.072
Feb	0.072

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

3/01/05	14.58
	14.55
	14.61
	14.62
	14.62
	14.75
	14.75
	14.62
	14.66
	14.59
	14.58
	14.7
	14.47
	14.64
	14.65
	14.5
	14.46
	14.45
	14.38
	14.57
	14.45
	14.65
	14.64
	14.72
	14.69
	14.75
	14.83
	14.62
	14.72
	14.67
	14.46
	14.53
	14.64
	14.68
	14.54
	14.44
	14.5
	14.45
	14.41

14.39
14.4
14.43
14.59
14.59
14.58
14.61
14.74
14.71
14.73
14.69
14.7
14.72
14.58
14.73
14.79
14.77
14.85
14.82
14.88
14.89
15.25
14.95
15
15.2
15.14
15.23
15.2
15.13
15.06
14.91
14.96
14.88
14.89
14.91
14.82
14.9
14.8
14.66
14.58
14.66
14.67
14.8
14.77
14.84
14.76
14.79
14.88
14.88
14.89
14.94
14.94
15.04
15.06
15.05
15
15.13
15.04
14.89
15
14.9
14.8

14.88
14.88
14.93
15
15.08
15.12
15.12
15.15
15.18
15.12
15.11
15.23
15.2
15.17
15
15.05
15.02
15.01
14.93
14.89
14.89
14.99
14.96
14.92
15
15.01
14.98
15.07
15.13
15
15.01
15.07
15.1
15.16
15.22
15.25
15.33
15.31
15.31
15.26
15.3
15.23
15.22
15.04
14.89
14.97
14.92
14.82
15
14.99
14.97
14.86
14.99
15.03
15.03
14.96
15.01
14.96
14.63
14.5
14.25
14.32

14.3
14.39
14.36
14.47
14.71
14.65
14.6
14.67
14.6
14.59
14.56
14.52
14.54
14.42
14.45
14.42
14.45
14.35
14.35
14.25
14.24
14.12
14.1
14.12
14.15
14.2
14.2
14.25
14.38
14.29
14.29
14.35
14.41
14.41
14.57
14.53
14.6
14.71
14.79
14.66
14.89
14.88
14.95
14.91
14.99
15.01
14.89
14.88
14.88
14.98
15.02
15.1
15.1
15.08
15.14
15.01
15.21
15.25
15.23
15.22
15.18
15.37

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

	15.23
	15.23
	15.24
	15.2
	15.2
	15.09
	15.15
	15.07
	15.14
	15.07
	15.12
	15.3
	15.16
	15.3
	15.22
	15.21
	15.17
	15.13
	15.24
	15.18
	15.19
	15.16
	15.16
	15.14
	15.16
	15.06
	15.35
	15.31
	15.36
2/28/06	15.25

FUND SNAPSHOT

Common Share Price	\$15.25

Common Share Net Asset Value	\$15.60

Premium/(Discount) to NAV	-2.24%

Market Yield	5.67%

Taxable-Equivalent Yield ¹	8.66%

Net Assets Applicable to Common Shares (\$000)	\$238,048

Average Effective Maturity on Securities (Years)	18.77

Leverage-Adjusted Duration	7.96

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

	ON SHARE PRICE	ON NAV

6-Month (Cumulative)	4.65%	1.46%

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

1-Year	10.66%	5.98%

Since Inception	7.01%	8.61%

INDUSTRIES

(as a % of total investments)

Tax Obligation/Limited	28.6%

Tax Obligation/General	21.6%

Utilities	11.8%

Water and Sewer	11.2%

U.S. Guaranteed	7.7%

Education and Civic Organizations	5.8%

Transportation	3.9%

Other	9.4%

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 34.5%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.

18

Nuveen Insured California Tax-Free Advantage Municipal Fund
NKX

Performance

OVERVIEW As of February 28, 2006

Pie Chart:

CREDIT QUALITY

(as a % of total investments)

Insured	83%
U.S. Guaranteed	1%
A (uninsured)	10%
BBB (uninsured)	6%

Bar Chart:

2005-2006 MONTHLY TAX-FREE DIVIDENDS PER SHARE

Mar	0.0695
Apr	0.0695
May	0.0695
Jun	0.066
Jul	0.066
Aug	0.066

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

Sep	0.063
Oct	0.063
Nov	0.063
Dec	0.063
Jan	0.063
Feb	0.063

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

3/01/05	14.75
	14.66
	14.7
	14.8
	14.8
	14.75
	14.65
	14.65
	14.7
	14.8
	14.56
	14.4
	14.4
	14.24
	14.24
	14.04
	14.24
	13.96
	13.96
	14
	13.9
	13.96
	13.93
	13.8
	13.83
	13.92
	13.92
	14
	14.04
	13.93
	13.9
	13.95
	13.88
	13.89
	13.93
	13.97
	13.9
	13.95
	13.91
	13.91
	13.86
	14.02
	13.88
	13.88
	13.91
	14.26
	14.32
	14.25
	14.23
	14.24
	14.11

14.11
14.1
14.28
14.28
14.34
14.3
14.16
14.28
14.34
14.46
14.48
14.54
14.62
15.08
14.93
14.78
14.69
14.53
14.53
14.45
14.4
14.39
14.38
14.38
14.4
14.28
14.26
14.32
14.24
14.18
14.21
14.17
14.23
14.26
14.18
14.26
14.25
14.26
14.28
14.18
14.35
14.3
14.42
14.25
14.33
14.25
14.22
14.5
14.5
14.55
14.32
14.28
14.27
14.4
14.36
14.47
14.47
14.44
14.45
14.33
14.5
14.42

14.53
14.69
14.52
14.21
14.2
14.23
14.22
14.22
14.28
14.34
14.36
14.35
14.46
14.68
14.54
14.62
14.62
14.38
14.44
14.59
14.5
14.64
14.66
14.61
14.67
14.7
14.57
14.42
14.41
14.41
14.46
14.46
14.56
14.59
14.7
14.51
14.53
14.21
14.35
14.5
14.55
14.6
14.6
14.26
14.28
14.45
14.31
14.3
14.31
14.31
14.3
14.25
14.16
14.2
13.92
13.87
13.83
13.84
13.89
14.08
14
13.93

13.77
13.95
13.82
13.93
13.93
13.63
13.89
13.85
13.6
13.58
13.55
13.49
13.4
13.54
13.54
13.6
13.59
13.46
13.67
13.62
13.55
13.49
13.45
13.44
13.45
13.45
13.74
13.45
13.42
13.37
13.43
13.36
13.44
13.51
13.48
13.58
13.95
13.67
13.52
13.69
13.69
13.76
13.93
14.07
14.2
14.25
14.27
14.3
14.3
14.24
14.31
14.43
14.45
14.35
14.6
14.48
14.52
14.41
14.41
14.48
14.34
14.44

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

	14.42
	14.74
	14.66
	14.6
	14.41
	14.41
	14.44
	14.39
	14.35
	14.3
	14.25
	14.04
	14.2
	14.22
	14.16
	14.17
	14.16
2/28/06	14.46

FUND SNAPSHOT

Common Share Price	\$14.46
Common Share Net Asset Value	\$15.01
Premium/(Discount) to NAV	-3.66%
Market Yield	5.23%
Taxable-Equivalent Yield ¹	7.98%
Net Assets Applicable to Common Shares (\$000)	\$88,293
Average Effective Maturity on Securities (Years)	19.38
Leverage-Adjusted Duration	8.42

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

	ON SHARE PRICE	ON NAV
6-Month (Cumulative)	3.29%	1.49%
1-Year	3.64%	6.02%
Since Inception	4.81%	7.38%

INDUSTRIES
(as a % of total investments)

Tax Obligation/General	32.5%
Tax Obligation/Limited	28.7%

Health Care	10.2%
Transportation	9.4%
Water and Sewer	7.6%
Other	11.6%

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 34.5%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.

19

Shareholder
MEETING REPORT

The shareholder meeting was held at the offices of Nuveen's Investments on November 15, 2005.

	NPC		NCL	
	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	MuniPrefer shares vo as a c
APPROVAL OF THE BOARD MEMBERS WAS REACHED AS FOLLOWS:				
Robert P. Bremner				
For	5,823,628	-	11,685,609	
Withhold	41,890	-	28,707	
Total	5,865,518	-	11,714,316	
Lawrence H. Brown				
For	5,826,101	-	11,684,376	
Withhold	39,417	-	29,940	
Total	5,865,518	-	11,714,316	
Jack B. Evans				
For	5,823,084	-	11,686,876	
Withhold	42,434	-	27,440	
Total	5,865,518	-	11,714,316	
William C. Hunter				
For	5,825,201	-	11,686,209	
Withhold	40,317	-	28,107	

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

Total	5,865,518	-	11,714,316
=====			
David J. Kundert			
For	5,825,384	-	11,685,645
Withhold	40,134	-	28,671

Total	5,865,518	-	11,714,316
=====			
William J. Schneider			
For	-	1,450	-
Withhold	-	4	-

Total	-	1,454	-
=====			
Timothy R. Schwertfeger			
For	-	1,450	-
Withhold	-	4	-

Total	-	1,454	-
=====			
Judith M. Stockdale			
For	5,826,601	-	11,686,209
Withhold	38,917	-	28,107

Total	5,865,518	-	11,714,316
=====			
Eugene S. Sunshine			
For	5,825,384	-	11,686,209
Withhold	40,134	-	28,107

Total	5,865,518	-	11,714,316
=====			

20

Shareholder
MEETING REPORT (continued)

	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	MuniPrefer shares vo toget as a c
APPROVAL OF THE BOARD MEMBERS WAS REACHED AS FOLLOWS:				
=====				
Robert P. Bremner				
For	22,493,945	-	14,390,429	
Withhold	96,215	-	74,525	

Total	22,590,160	-	14,464,954	
=====				
Lawrence H. Brown				

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

For	22,491,345	-	14,388,761
Withhold	98,815	-	76,193

Total	22,590,160	-	14,464,954
=====			
Jack B. Evans			
For	22,479,039	-	14,392,429
Withhold	111,121	-	72,525

Total	22,590,160	-	14,464,954
=====			
William C. Hunter			
For	22,477,270	-	14,393,111
Withhold	112,890	-	71,843

Total	22,590,160	-	14,464,954
=====			
David J. Kundert			
For	22,498,345	-	14,393,111
Withhold	91,815	-	71,843

Total	22,590,160	-	14,464,954
=====			
William J. Schneider			
For	-	5,962	-
Withhold	-	4	-

Total	-	5,966	-
=====			
Timothy R. Schwertfeger			
For	-	5,962	-
Withhold	-	4	-

Total	-	5,966	-
=====			
Judith M. Stockdale			
For	22,480,995	-	14,388,301
Withhold	109,165	-	76,653

Total	22,590,160	-	14,464,954
=====			
Eugene S. Sunshine			
For	22,495,039	-	14,393,111
Withhold	95,121	-	71,843

Total	22,590,160	-	14,464,954
=====			

21

Shareholder
MEETING REPORT (continued)

NKL

APPROVAL OF THE BOARD MEMBERS

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

WAS REACHED AS FOLLOWS:

	Common and MuniPreferred shares voting together as a class	MuniPrefer shares vo toge as a c
Robert P. Bremner		
For	14,700,922	
Withhold	87,941	
Total	14,788,863	
Lawrence H. Brown		
For	14,700,922	
Withhold	87,941	
Total	14,788,863	
Jack B. Evans		
For	14,698,922	
Withhold	89,941	
Total	14,788,863	
William C. Hunter		
For	14,700,922	
Withhold	87,941	
Total	14,788,863	
David J. Kundert		
For	14,700,922	
Withhold	87,941	
Total	14,788,863	
William J. Schneider		
For	-	3,
Withhold	-	
Total	-	3,
Timothy R. Schwertfeger		
For	-	3,
Withhold	-	
Total	-	3,
Judith M. Stockdale		
For	14,697,022	
Withhold	91,841	
Total	14,788,863	
Eugene S. Sunshine		
For	14,698,322	
Withhold	90,541	
Total	14,788,863	

Nuveen Insured California Premium Income Municipal Fund, Inc. (NPC)
 Portfolio of
 INVESTMENTS February 28, 2006 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS

	EDUCATION AND CIVIC ORGANIZATIONS - 10.5% (7.4% OF TOTAL INVESTMENTS)	
\$ 2,000	California Educational Facilities Authority, Revenue Bonds, Santa Clara University, Series 1996, 5.750%, 9/01/26 - MBIA Insured	9/06 at 102
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
1,500	California State University, Systemwide Revenue Bonds, Series 2005A, 5.000%, 11/01/25 - AMBAC Insured	5/15 at 100
2,000	University of California, Revenue Bonds, Multi-Purpose Projects, Series 2002O, 5.125%, 9/01/31 - FGIC Insured	9/10 at 101

10,125	Total Education and Civic Organizations	

	HEALTH CARE - 4.7% (3.3% 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 - 0.1% (0.1% OF TOTAL INVESTMENTS)	
150	California Housing Finance Agency, Single Family Mortgage Bonds II, Series 1997A-1, 6.000%, 8/01/20 - MBIA Insured (Alternative Minimum Tax)	2/07 at 102

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

TAX OBLIGATION/GENERAL - 28.8% (20.2% 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
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
	Oakland Unified School District, Alameda County, California, General Obligation Bonds, Series 2005:		
205	5.000%, 8/01/25 - MBIA Insured		8/15 at 100
215	5.000%, 8/01/26 - MBIA Insured		8/15 at 100

23

Nuveen Insured California Premium Income Municipal Fund, Inc. (NPC) (cont)
Portfolio of INVESTMENTS February 28, 2006 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS

	TAX OBLIGATION/GENERAL (continued)	
\$ 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
	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
	San Jose-Evergreen Community College District, Santa Clara County, California, General Obligation Bonds, Series 2005A:	
165	5.000%, 9/01/25 - MBIA Insured	9/15 at 100
240	5.000%, 9/01/27 - MBIA Insured	9/15 at 100

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

26,585	Total Tax Obligation/General	
--------	------------------------------	--

TAX OBLIGATION/LIMITED - 24.4% (17.1% 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 100
	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
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
150	Hesperia Community Redevelopment Agency, California, Tax Allocation Bonds, Series 2005A, 5.000%, 9/01/20 - XLCA Insured	9/15 at 100
1,400	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
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
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
3,000	Los Angeles County Metropolitan Transportation Authority, California, Proposition A First Tier Senior Sales Tax Revenue Bonds, Series 2005A, 5.000%, 7/01/26 - AMBAC Insured	7/15 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
345	Riverside County Public Financing Authority, California, Tax Allocation Bonds, Multiple Projects, Series 2005A, 5.000%, 10/01/35 - XLCA Insured	10/15 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
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

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

23,490	Total Tax Obligation/Limited	

TRANSPORTATION - 3.5% (2.5% OF TOTAL INVESTMENTS)		
3,400	San Diego Unified Port District, California, Revenue Bonds, Series 2004B, 5.000%, 9/01/29 - MBIA Insured	9/14 at 100

U.S. GUARANTEED - 43.1% (30.2% 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

24

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS

U.S. GUARANTEED (4) (continued)		
\$ 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
1,000	Los Angeles Unified School District, California, General Obligation Bonds, Series 1997A, 5.000%, 7/01/21 (Pre-refunded 7/01/08) - FGIC Insured	7/08 at 102
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
1,485	San Jose, California, Single Family Mortgage Revenue Bonds, Series 1985A, 9.500%, 10/01/13 (ETM)	No Opt. C

34,335	Total U.S. Guaranteed	

UTILITIES - 3.2% (2.2% OF TOTAL INVESTMENTS)

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

345	Merced Irrigation District, California, Electric System Revenue Bonds, Series 2005, 5.125%, 9/01/31 - XLCA Insured	9/15 at 100
2,600	Sacramento Municipal Utility District, California, Electric Revenue Refunding Bonds, Series 2003S, 5.000%, 11/15/13 - MBIA Insured	No Opt. C

2,945	Total Utilities	

WATER AND SEWER - 24.2% (17.0% 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
1,000	Los Angeles, California, Wastewater System Revenue Bonds, Series 1993D, 4.700%, 11/01/19 - FGIC Insured	5/06 at 100
750	Sacramento County Sanitation District Financing Authority, California, Revenue Bonds, Series 2004A, 5.000%, 12/01/21 - AMBAC Insured	12/14 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
2,150	Santa Clara Valley Water District, California, Water Utility System Revenue Bonds, Series 2000A, 5.125%, 6/01/31 - FGIC Insured	6/10 at 100
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

Nuveen Insured California Premium Income Municipal Fund, Inc. (NPC) (cont)
Portfolio of INVESTMENTS February 28, 2006 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS

	WATER AND SEWER (continued)	
\$ 2,000	Westlands Water District, California, Revenue Certificates	3/15 at 100

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

of Participation, Series 2005A, 5.000%, 9/01/30 - MBIA Insured

5,000 Wheeler Ridge-Maricopa Water District, Kern County, California, 11/06 at 102
 Water Revenue Refunding Bonds, Series 1996,
 5.700%, 11/01/15 - AMBAC Insured

23,440	Total Water and Sewer
\$ 128,970	Total Investments (cost \$133,196,250) - 142.5%
	Other Assets Less Liabilities - 1.9%
	Preferred Shares, at Liquidation Value - (44.4)%
	Net Assets Applicable to Common Shares - 100%

All of the bonds in the Portfolio of Investments, excluding temporary investments in short-term municipal securities, 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) Investment is 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.
- (ETM) Investment is escrowed to maturity.

See accompanying notes to financial statements.

Nuveen Insured California Premium Income Municipal Fund 2, Inc. (NCL)
 Portfolio of
 INVESTMENTS February 28, 2006 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
------------------------	-----------------	-----------------------

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

EDUCATION AND CIVIC ORGANIZATIONS - 12.4% (8.4% OF TOTAL INVESTMENTS)

	California Educational Facilities Authority, Revenue Bonds, Santa Clara University, Series 1996:		
\$	2,400	5.750%, 9/01/21 - MBIA Insured	9/06 at 102
	3,000	5.750%, 9/01/26 - MBIA Insured	9/06 at 102
	2,000	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
	5,380	California State University, Systemwide Revenue Bonds, Series 2004A, 5.000%, 11/01/16 - FSA Insured	5/14 at 100
	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

	22,405	Total Education and Civic Organizations	

HEALTH CARE - 1.8% (1.2% 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	7/06 at 102
	1,755	University of California, Hospital Revenue Bonds, UCLA Medical Center, Series 2004A, 5.500%, 5/15/18 - AMBAC Insured	5/12 at 101

	3,205	Total Health Care	

HOUSING/SINGLE FAMILY - 0.7% (0.4% OF TOTAL INVESTMENTS)

	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

TAX OBLIGATION/GENERAL - 14.7% (10.0% 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
	4,400	California, General Obligation Bonds, Series 2003, 5.000%, 2/01/31 - MBIA Insured	2/13 at 100

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

	California, General Obligation Bonds, Series 2004:		
1,000	5.000%, 2/01/18 - AMBAC Insured		2/14 at 100
2,250	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
2,200	Los Angeles Unified School District, California, General Obligation Bonds, Series 2003F, 5.000%, 7/01/17 - FSA Insured		7/13 at 100
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

27

Nuveen Insured California Premium Income Municipal Fund 2, Inc. (NCL) (co
Portfolio of INVESTMENTS February 28, 2006 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS

	TAX OBLIGATION/GENERAL (continued)	
	Oakland Unified School District, Alameda County, California, General Obligation Bonds, Series 2005:	
\$ 405	5.000%, 8/01/25 - MBIA Insured	8/15 at 100
430	5.000%, 8/01/26 - MBIA Insured	8/15 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
2,000	San Francisco Community College District, California, General Obligation Bonds, Series 2002A, 5.000%, 6/15/26 - FGIC Insured	6/10 at 102
	San Jose-Evergreen Community College District, Santa Clara County, California, General Obligation Bonds, Series 2005A:	
320	5.000%, 9/01/25 - MBIA Insured	9/15 at 100
465	5.000%, 9/01/27 - MBIA Insured	9/15 at 100
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 -	8/13 at 100

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

FGIC Insured

26,935	Total Tax Obligation/General	

TAX OBLIGATION/LIMITED - 44.6% (30.2% 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
3,500	California Department of Transportation, Federal Highway Grant Anticipation Bonds, Series 2004A, 5.000%, 2/01/15 - FGIC 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
5,000	Compton Community Redevelopment Agency, California, Tax Allocation Refunding Bonds, Merged Area Redevelopment Projects, Series 1995A, 6.500%, 8/01/13 - FSA Insured	8/06 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
285	Hesperia Community Redevelopment Agency, California, Tax Allocation Bonds, Series 2005A, 5.000%, 9/01/20 - XLCA Insured	9/15 at 100
5,000	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

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

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
2,500	Los Angeles County Metropolitan Transportation Authority, California, Proposition A First Tier Senior Sales Tax Revenue Bonds, Series 2005A, 5.000%, 7/01/26 - AMBAC Insured	7/15 at 100

28

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
TAX OBLIGATION/LIMITED (continued)		
\$ 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 - FGIC Insured	7/10 at 101
4,000	Los Angeles, California, Certificates of Participation, Municipal Improvement Corporation, Series 2003AW, 5.000%, 6/01/33 - AMBAC Insured	6/13 at 100
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,aguay 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
685	Riverside County Public Financing Authority, California, Tax Allocation Bonds, Multiple Projects, Series 2005A, 5.000%, 10/01/35 - XLCA Insured	10/15 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
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

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

87,355 Total Tax Obligation/Limited

TRANSPORTATION - 6.8% (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 - 32.3% (21.8% OF TOTAL INVESTMENTS) (4)

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
California, Various Purpose General Obligation Bonds, Series 2000:		
7,995	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
2,580	Central Unified School District, Fresno County, California, General Obligation Bonds, Series 1993, 5.625%, 3/01/18 - AMBAC Insured (ETM)	3/06 at 100
3,000	Escondido Union High School District, San Diego County, California, General Obligation Bonds, Series 1996, 5.700%, 11/01/10 - MBIA Insured (ETM)	11/06 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

Nuveen Insured California Premium Income Municipal Fund 2, Inc. (NCL) (co
Portfolio of INVESTMENTS February 28, 2006 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
U.S. GUARANTEED (4) (continued)		
Kern Community College District, California, General Obligation Bonds, Series 2003A:		
\$ 3,655	5.000%, 11/01/20 (Pre-refunded 11/01/13) - FGIC Insured	11/13 at 100
2,665	5.000%, 11/01/21 (Pre-refunded 11/01/13) - FGIC Insured	11/13 at 100
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
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
440	Menifee Union School District, Riverside County, California, Certificates of Participation, School Projects, Series 1996, 6.125%, 9/01/24 (Pre-refunded 9/01/06) - FSA Insured	9/06 at 102
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
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
1,270	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
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
4,450	Visalia, California, Certificates of Participation Refunding, Motor Vehicle License Fee Enhancement, Series 1996A, 5.375%, 12/01/26 (Pre-refunded 12/01/06) - MBIA Insured	12/06 at 102
56,215	Total U.S. Guaranteed	

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

UTILITIES - 11.8% (8.0% 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
3,215	Modesto Irrigation District, California, Revenue Refunding Bonds, Series 1996A, 6.000%, 10/01/15 - MBIA Insured	10/06 at 102
3,500	Puerto Rico Electric Power Authority, Power Revenue Bonds, Series 2002II, 5.125%, 7/01/26 - FSA Insured	7/12 at 101
520	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

21,395	Total Utilities	

WATER AND SEWER - 22.8% (15.4% 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	8/06 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
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

30

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS

WATER AND SEWER (continued)

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

\$	12,000	Orange County Sanitation District, California, Certificates of Participation, Series 2003, 5.000%, 2/01/33 - FGIC Insured	8/13 at 100
	2,775	Pomona Public Financing Authority, California, Revenue Bonds, Water Facilities Project, Series 1999AC, 5.500%, 5/01/29 - FGIC Insured	5/09 at 101
	750	Sacramento County Sanitation District Financing Authority, California, Revenue Bonds, Series 2004A, 5.000%, 12/01/21 - AMBAC Insured	12/14 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 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
	2,130	Santa Rosa, Sonoma County, California, Wastewater Revenue Bonds, Series 2004B, 5.000%, 9/01/18 - FGIC Insured	9/14 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
		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
	41,575	Total Water and Sewer	
\$	275,685	Total Investments (cost \$267,686,107) - 147.9%	
		Other Assets Less Liabilities - 1.7%	
		Preferred Shares, at Liquidation Value - (49.6)%	
		Net Assets Applicable to Common Shares - 100%	

All of the bonds in the Portfolio of Investments, excluding temporary investments in short-term municipal securities, 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.

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

- (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) Investment are 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.
- (ETM) Investment is escrowed to maturity.

See accompanying notes to financial statements.

31

Nuveen California Premium Income Municipal Fund (NCU)
 Portfolio of
 INVESTMENTS February 28, 2006 (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
3,540	California Statewide Financing Authority, Tobacco Settlement Asset-Backed Bonds, Pooled Tobacco Securitization Program, Series 2002A, 5.625%, 5/01/29	5/12 at 100

5,350	Total Consumer Staples	

	EDUCATION AND CIVIC ORGANIZATIONS - 1.9% (1.3% OF TOTAL INVESTMENTS)	
1,500	University of California, Revenue Bonds, Multi-Purpose Projects, Series 2003A, 5.125%, 5/15/17 - AMBAC Insured	5/13 at 100

	HEALTH CARE - 12.4% (8.3% OF TOTAL INVESTMENTS)	
4,705	California Health Facilities Financing Authority, Hospital Revenue Bonds, Downey Community Hospital, Series 1993,	5/06 at 100

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

5.750%, 5/15/15

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
	California Statewide Community Development Authority, Revenue Bonds, Daughters of Charity Health System, Series 2005A:	
125	5.250%, 7/01/24	7/15 at 100
260	5.250%, 7/01/35	7/15 at 100
3,100	California Statewide Community Development Authority, Revenue Bonds, Sherman Oaks Health System, Series 1998A, 5.000%, 8/01/22 - AMBAC Insured	No Opt. C

10,170 Total Health Care

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
-------	--	-------------

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

280	California Housing Finance Agency, Single Family Mortgage Bonds II, Series 1997A-1, 6.000%, 8/01/20 - MBIA Insured (Alternative Minimum Tax)	2/07 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

315 Total Housing/Single Family

TAX OBLIGATION/GENERAL - 31.9% (21.4% OF TOTAL INVESTMENTS)

	California, General Obligation Bonds, Series 2003:	
1,000	5.250%, 11/01/19 - RAAI Insured	11/13 at 100
1,055	5.250%, 2/01/21	8/13 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
1,750	5.000%, 2/01/23	2/14 at 100
1,400	5.200%, 4/01/26	4/14 at 100
	California, General Obligation Bonds, Series 2005:	
1,000	5.000%, 3/01/31	3/16 at 100

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

3,000 5.000%, 3/01/32

3/16 at 100

32

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS

	TAX OBLIGATION/GENERAL (continued)	
\$ 4,000	California, General Obligation Veterans Welfare Bonds, Series 1999BR, 5.300%, 12/01/29 (Alternative Minimum Tax)	6/06 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
550	Los Angeles Community College District, Los Angeles County, California, General Obligation Bonds, Series 2005A, 5.000%, 6/01/26 - FSA Insured	8/15 at 100
2,250	Los Angeles Unified School District, California, General Obligation Bonds, Series 2003A, 5.000%, 7/01/22 - FSA Insured	7/13 at 100
1,570	Los Angeles Unified School District, California, General Obligation Bonds, Series 2005A-1, 5.000%, 7/01/25 - FGIC Insured	7/15 at 100
	Oakland Unified School District, Alameda County, California, General Obligation Bonds, Series 2005:	
190	5.000%, 8/01/25 - MBIA Insured	8/15 at 100
200	5.000%, 8/01/26 - MBIA Insured	8/15 at 100
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
	San Jose-Evergreen Community College District, Santa Clara County, California, General Obligation Bonds, Series 2005A:	
140	5.000%, 9/01/25 - MBIA Insured	9/15 at 100
210	5.000%, 9/01/27 - MBIA Insured	9/15 at 100

25,580	Total Tax Obligation/General	

	TAX OBLIGATION/LIMITED - 47.8% (32.1% 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

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

985	Beverly Hills Public Financing Authority, California, Lease Revenue Refunding Bonds, Series 2003A, 5.250%, 6/01/15 - MBIA Insured	6/13 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
1,720	California, Economic Recovery Revenue Bonds, Series 2004A, 5.000%, 7/01/15	7/14 at 100
130	Hesperia Community Redevelopment Agency, California, Tax Allocation Bonds, Series 2005A, 5.000%, 9/01/20 - XLCA Insured	9/15 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
1,595	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)	6/06 at 100
2,000	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
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
310	Riverside County Public Financing Authority, California, Tax Allocation Bonds, Multiple Projects, Series 2005A, 5.000%, 10/01/35 - XLCA Insured	10/15 at 100

33

Nuveen California Premium Income Municipal Fund (NCU) (continued)
Portfolio of INVESTMENTS February 28, 2006 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
---------------------------	-----------------	--------------------------

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

TAX OBLIGATION/LIMITED (continued)

\$	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
	5,000	San Francisco Bay Area Rapid Transit District, California, Sales Tax Revenue Bonds, Series 2005A, 5.000%, 7/01/24 - MBIA Insured	7/15 at 100
		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
	2,050	Santa Barbara County, California, Certificates of Participation, Series 2001, 5.250%, 12/01/19 - AMBAC Insured	12/11 at 102

	37,925	Total Tax Obligation/Limited	

TRANSPORTATION - 6.1% (4.1% OF TOTAL INVESTMENTS)

	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	7/13 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

	5,000	Total Transportation	

U.S. GUARANTEED - 16.7% (11.2% 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
		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
	2,000	Puerto Rico, General Obligation and Public Improvement Bonds, Series 2000, 5.750%, 7/01/21 (Pre-refunded 7/01/10) - MBIA Insured	7/10 at 100
	1,185	Riverside Community College District, California, General	8/14 at 100

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

Obligation Bonds, Series 2004A, 5.250%, 8/01/22
(Pre-refunded 8/01/14) - MBIA Insured

2,000	San Francisco Airports Commission, California, Revenue Bonds, San Francisco International Airport, Second Series Issue 10A, 5.700%, 5/01/26 (Pre-refunded 5/01/06) - MBIA Insured (Alternative Minimum Tax)	5/06 at 102
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

13,035 Total U.S. Guaranteed

UTILITIES - 6.6% (4.4% 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
295	Merced Irrigation District, California, Electric System Revenue Bonds, Series 2005, 5.125%, 9/01/31 - XLCA Insured	9/15 at 100
4,580	Sacramento Municipal Utility District, California, Electric Revenue Refunding Bonds, Series 2002Q, 5.250%, 8/15/20 - FSA Insured	8/12 at 100

5,150 Total Utilities

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
WATER AND SEWER - 17.1% (11.4% OF TOTAL INVESTMENTS)		
\$ 1,125	Burbank, California, Wastewater System Revenue Bonds, Series 2004A, 5.000%, 6/01/23 - AMBAC Insured	6/14 at 100
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
5,000	Culver City, California, Wastewater Facilities Revenue Refunding Bonds, Series 1999A, 5.700%, 9/01/29 - FGIC Insured	9/09 at 102
3,495	Orange County Sanitation District, California, Certificates of Participation, Series 2003, 5.250%, 2/01/21 - FGIC Insured	8/13 at 100
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

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

1,795	Woodbridge Irrigation District, California, Certificates of Participation, Water Systems Project, Series 2003, 5.500%, 7/01/33	7/13 at 100

13,510	Total Water and Sewer	

\$ 119,135	Total Investments (cost \$120,575,075) - 149.2%	
=====		
	Other Assets Less Liabilities - 1.4%	

	Preferred Shares, at Liquidation Value - (50.6)%	

	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) Investment is 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 Investment is not rated.

See accompanying notes to financial statements.

Nuveen California Dividend Advantage Municipal Fund (NAC)
 Portfolio of
 INVESTMENTS February 28, 2006 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS

	CONSUMER STAPLES - 2.7% (1.9% 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
5,200	Golden State Tobacco Securitization Corporation, California,	6/13 at 100

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

Tobacco Settlement Asset-Backed Bonds, Series 2003A-1,
6.250%, 6/01/33

3,035	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	6/12 at 100
-------	--	-------------

9,565	Total Consumer Staples	
-------	------------------------	--

EDUCATION AND CIVIC ORGANIZATIONS - 11.8% (8.1% OF TOTAL INVESTMENTS)

5,000	California Educational Facilities Authority, Revenue Bonds, Pepperdine University, Series 2005A, 5.000%, 12/01/35 - AMBAC Insured	12/15 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
-----	--	--------------

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
-------	---	--------------

700	University of California, Certificates of Participation, San Diego and Sacramento Campus Projects, Series 2002A, 5.250%, 1/01/22	1/10 at 101
-----	--	-------------

6,000	University of California, Revenue Bonds, Multiple Purpose Projects, Series 2000K, 5.000%, 9/01/12	9/08 at 101
-------	--	-------------

	University of California, Revenue Bonds, Multi-Purpose Projects, Series 2002O:	
10,770	5.000%, 9/01/20 - FGIC Insured	9/10 at 101

11,305	5.000%, 9/01/21 - FGIC Insured	9/10 at 101
--------	--------------------------------	-------------

3,500	University of California, Revenue Bonds, Multi-Purpose Projects, Series 2003A, 5.125%, 5/15/17 - AMBAC Insured	5/13 at 100
-------	---	-------------

40,890	Total Education and Civic Organizations	
--------	---	--

HEALTH CARE - 7.2% (4.9% 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
-------	--	-------------

1,990	California Health Facilities Financing Authority, Revenue Bonds, Cedars-Sinai Medical Center, Series 2005, 5.000%, 11/15/34	11/15 at 100
-------	--	--------------

530	California Statewide Community Development Authority, Revenue Bonds, Daughters of Charity Health System, Series 2005A, 5.250%, 7/01/24	7/15 at 100
-----	--	-------------

8,000	Central California Joint Powers Health Finance Authority, Certificates of Participation, Community Hospitals of Central	2/10 at 101
-------	--	-------------

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

California Obligated Group, Series 2000, 6.000%, 2/01/30

10,500	Duarte, California, Certificates of Participation, City of Hope National Medical Center, Series 1999A, 5.250%, 4/01/31	4/09 at 101
2,500	Whittier, California, Health Facility Revenue Bonds, Presbyterian Intercommunity Hospital, Series 2002, 5.600%, 6/01/22	6/12 at 101

25,680	Total Health Care	

HOUSING/MULTIFAMILY - 8.0% (5.5% OF TOTAL INVESTMENTS)

5,190	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

36

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS

HOUSING/MULTIFAMILY (continued)		
\$ 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
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
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)	6/29 at 100

27,785	Total Housing/Multifamily	

LONG-TERM CARE - 2.3% (1.7% OF TOTAL INVESTMENTS)

8,500	Riverside County Public Financing Authority, California,	5/09 at 101
-------	--	-------------

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

Certificates of Participation, Air Force Village West,
Series 1999, 5.800%, 5/15/29

TAX OBLIGATION/GENERAL - 21.4% (14.6% OF TOTAL INVESTMENTS)		
California, General Obligation Bonds, Series 2003:		
2,000	5.250%, 11/01/19 - RAAI Insured	11/13 at 100
5,200	5.250%, 2/01/20	8/13 at 100
California, General Obligation Bonds, Series 2004:		
5,000	5.125%, 4/01/23	4/14 at 100
4,150	5.125%, 4/01/25	4/14 at 100
2,000	California, General Obligation Bonds, Series 2005, 5.000%, 3/01/31	3/16 at 100
California, General Obligation Refunding Bonds, Series 2002:		
8,000	5.000%, 2/01/12	No Opt. C
4,435	6.000%, 4/01/16 - AMBAC Insured	No Opt. C
5,000	Fresno Unified School District, Fresno County, California, General Obligation Bonds, Series 2002A, 6.000%, 8/01/26 - MBIA Insured	No Opt. C
2,335	Los Angeles Community College District, Los Angeles County, California, General Obligation Bonds, Series 2005A, 5.000%, 6/01/26 - FSA Insured	8/15 at 100
10,845	Los Angeles Unified School District, California, General Obligation Bonds, Series 2002E, 5.000%, 7/01/19 - MBIA Insured	7/12 at 100
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
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
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
Oakland Unified School District, Alameda County, California, General Obligation Bonds, Series 2005:		
770	5.000%, 8/01/25 - MBIA Insured	8/15 at 100
810	5.000%, 8/01/26 - MBIA Insured	8/15 at 100
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
San Jose-Evergreen Community College District, Santa Clara County, California, General Obligation Bonds, Series 2005A:		
600	5.000%, 9/01/25 - MBIA Insured	9/15 at 100
880	5.000%, 9/01/27 - MBIA Insured	9/15 at 100
1,300	Ventura County Community College District, California, General Obligation Bonds, Series 2002A, 5.000%, 8/01/15 -	8/12 at 101

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

MBIA Insured

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

 72,225 Total Tax Obligation/General

37

Nuveen California Dividend Advantage Municipal Fund (NAC) (continued)
 Portfolio of INVESTMENTS February 28, 2006 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
TAX OBLIGATION/LIMITED - 36.2% (24.7% 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
7,400	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
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, Financing Project, Series 2002A, 5.500%, 3/01/22 - AMBAC Insured	3/12 at 101
540	Hesperia Community Redevelopment Agency, California, Tax Allocation Bonds, Series 2005A, 5.000%, 9/01/20 - XLCA Insured	9/15 at 100
4,500	Inglewood Redevelopment Agency, California, Tax Allocation Refunding Bonds, Merged Area Redevelopment Project,	No Opt. C

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

	Series 1998A, 5.250%, 5/01/23 - AMBAC Insured	
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
2,200	Lincoln, California, Special Tax Bonds, Lincoln Crossing Community Facilities District 03-1, Series 2003A, 6.500%, 9/01/25	9/13 at 102
1,500	Lincoln, California, Special Tax Bonds, Lincoln Crossing Community Facilities District 03-1, Series 2004, 6.000%, 9/01/34	9/13 at 102
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
1,530	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
5,545	Oakland Joint Power Financing Authority, California, Lease Revenue Refunding Bonds, Oakland Convention Centers, Series 2001, 5.500%, 10/01/14 - AMBAC Insured	No Opt. C
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
3,800	Orange County Local Transportation Authority, California, Limited Sales Tax Revenue Refunding Bonds, Measure M, Series 1997A, 5.700%, 2/15/08 - AMBAC Insured	No Opt. C
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
1,055	Poway Redevelopment Agency, California, Tax Allocation Bonds, Paguay Redevelopment Project, Series 2001, 5.375%, 12/15/16 - AMBAC Insured	12/11 at 101
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

Nuveen California Dividend Advantage Municipal Fund (NAC) (continued)
 Portfolio of INVESTMENTS February 28, 2006 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS

TAX OBLIGATION/LIMITED (continued)		
\$ 1,290	Riverside County Public Financing Authority, California, Tax Allocation Bonds, Multiple Projects, Series 2005A, 5.000%, 10/01/35 - XLCA Insured	10/15 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
2,500	Sacramento City Financing Authority, California, Lease Revenue Refunding Bonds, Series 1993A, 5.400%, 11/01/20 - AMBAC Insured	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
24,060	San Jose Redevelopment Agency, California, Tax Allocation Bonds, Merged Area Redevelopment Project, Series 1998, 5.250%, 8/01/29	8/08 at 102
1,595	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
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

124,220	Total Tax Obligation/Limited	

TRANSPORTATION - 18.3% (12.5% OF TOTAL INVESTMENTS)

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

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
23,000	Port of Oakland, California, Revenue Bonds, Series 2000K, 5.750%, 11/01/29 - FGIC Insured (Alternative Minimum Tax)	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

62,940	Total Transportation	

U.S. GUARANTEED - 25.4% (17.3% OF TOTAL INVESTMENTS) (4)		
California Department of Water Resources, Power Supply Revenue Bonds, Series 2002A:		
2,500	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
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
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
17,400	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
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
8,160	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

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

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
U.S. GUARANTEED (4) (continued)		
\$ 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
2,560	Southwestern Community College District, San Diego County, California, General Obligation Bonds, Series 2004, 5.000%, 8/01/23 (Pre-refunded 8/01/14) - FGIC Insured	8/14 at 100
85,610	Total U.S. Guaranteed	
UTILITIES - 6.3% (4.3% OF TOTAL INVESTMENTS)		
3,630	Imperial Irrigation District, California, Certificates of Participation, Electric System Revenue Bonds, Series 2003, 5.250%, 11/01/23 - FSA Insured	11/13 at 100
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
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
1,270	Merced Irrigation District, California, Electric System Revenue Bonds, Series 2005, 5.125%, 9/01/31 - XLCA Insured	9/15 at 100
21,470	Total Utilities	
WATER AND SEWER - 6.6% (4.5% 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
8,250	Pico Rivera Water Authority, California, Revenue Bonds, Series 2001A, 6.250%, 12/01/32	12/11 at 102
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
22,530	Total Water and Sewer	

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

 \$ 501,415 Total Investments (cost \$504,598,945) - 146.2%
 =====

Other Assets Less Liabilities - 1.4%

 Preferred Shares, at Liquidation Value - (47.6)%

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) Investment is 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 Investment is not rated.

(ETM) Investment is escrowed to maturity.

See accompanying notes to financial statements.

40

Nuveen California Dividend Advantage Municipal Fund 2 (NVX)
 Portfolio of
 INVESTMENTS February 28, 2006 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS

	CONSUMER STAPLES - 5.2% (3.6% 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,	6/13 at 100

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

Tobacco Settlement Asset-Backed Bonds, Series 2003A-1,
6.250%, 6/01/33

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	6/12 at 100
-------	--	-------------

11,450	Total Consumer Staples	
--------	------------------------	--

EDUCATION AND CIVIC ORGANIZATIONS - 14.8% (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
-------	--	-------------

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
-------	---	--------------

31,445	Total Education and Civic Organizations	
--------	---	--

HEALTH CARE - 9.2% (6.2% 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
-------	---	-----------

2,500	California Statewide Community Development Authority,	6/13 at 100
-------	---	-------------

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

Hospital Revenue Bonds, Monterey Peninsula Hospital,
Series 2003B, 5.250%, 6/01/18 - FSA Insured

California Statewide Community Development Authority,
Revenue Bonds, Daughters of Charity Health System,
Series 2005A:

330	5.250%, 7/01/24	7/15 at 100
190	5.250%, 7/01/35	7/15 at 100
5,355	California Statewide Community Development Authority, Revenue Bonds, Kaiser Permanente System, Series 2002E, 4.700%, 11/01/36 (Mandatory put 6/01/09)	11/36 at 100
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

41

Nuveen California Dividend Advantage Municipal Fund 2 (NVX) (continued)
Portfolio of INVESTMENTS February 28, 2006 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS

	HEALTH CARE (continued)	
\$ 1,500	Whittier, California, Health Facility Revenue Bonds, Presbyterian Intercommunity Hospital, Series 2002, 5.600%, 6/01/22	6/12 at 101

19,755	Total Health Care	

HOUSING/MULTIFAMILY - 11.4% (7.8% 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)	8/30 at 100
3,460	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
3,250	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
4,000	Daly City Housing Development Finance Agency, California,	12/13 at 102

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

	Mobile Home Park Revenue Bonds, Franciscan Mobile Home Park Project, Series 2002A, 5.850%, 12/15/32	
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

23,922	Total Housing/Multifamily	

	HOUSING/SINGLE FAMILY - 0.5% (0.3% OF TOTAL INVESTMENTS)	
960	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

	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

	TAX OBLIGATION/GENERAL - 23.8% (16.2% OF TOTAL INVESTMENTS)	
3,000	California, General Obligation Bonds, Series 2003: 5.250%, 2/01/20	8/13 at 100
1,400	5.250%, 2/01/21	8/13 at 100
1,350	California, General Obligation Bonds, Series 2004, 5.125%, 4/01/25	4/14 at 100
5,000	California, General Obligation Refunding Bonds, Series 2002, 5.000%, 2/01/12	No Opt. C
4,225	California, General Obligation Veterans Welfare Bonds, Series 2001BV, 5.600%, 12/01/32 - FSA Insured	6/06 at 101
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
	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

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

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
1,445	Los Angeles Community College District, Los Angeles County, California, General Obligation Bonds, Series 2005A, 5.000%, 6/01/26 - FSA Insured	8/15 at 100
10,840	Los Angeles Unified School District, California, General Obligation Bonds, Series 2002E, 5.000%, 7/01/19 - MBIA Insured	7/12 at 100

42

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS

	TAX OBLIGATION/GENERAL (continued)	
\$ 1,250	Los Angeles Unified School District, California, General Obligation Bonds, Series 2003A, 5.250%, 7/01/20 - 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 - FGIC Insured	8/14 at 100
475	Oakland Unified School District, Alameda County, California, General Obligation Bonds, Series 2005: 5.000%, 8/01/25 - MBIA Insured	8/15 at 100
500	5.000%, 8/01/26 - MBIA Insured	8/15 at 100
2,000	Puerto Rico, General Obligation and Public Improvement Bonds, Series 2001A, 5.500%, 7/01/20 - MBIA Insured	No Opt. C
370	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
545	5.000%, 9/01/27 - MBIA Insured	9/15 at 100
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
1,160	Saugus Union School District, Los Angeles County, California, General Obligation Bonds, Series 2002A, 5.000%, 8/01/21 - FGIC Insured	8/12 at 100

50,230	Total Tax Obligation/General	

TAX OBLIGATION/LIMITED - 28.6% (19.5% OF TOTAL INVESTMENTS)

Beaumont Financing Authority, California, Local Agency Revenue

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

	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
4,000	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
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
335	Hesperia Community Redevelopment Agency, California, Tax Allocation Bonds, Series 2005A, 5.000%, 9/01/20 - XLCA Insured	9/15 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
2,000	Lake Elsinore Public Finance Authority, California, Local Agency Revenue Refunding Bonds, Series 2003H, 6.000%, 10/01/20	10/13 at 102
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
1,320	Lincoln, California, Special Tax Bonds, Lincoln Crossing Community Facilities District 03-1, Series 2003A, 6.500%, 9/01/25	9/13 at 102
1,000	Lincoln, California, Special Tax Bonds, Lincoln Crossing Community Facilities District 03-1, Series 2004, 6.000%, 9/01/34	9/13 at 102
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
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

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

Nuveen California Dividend Advantage Municipal Fund 2 (NVX) (continued)
 Portfolio of INVESTMENTS February 28, 2006 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS

TAX OBLIGATION/LIMITED (continued)		
\$ 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
800	Riverside County Public Financing Authority, California, Tax Allocation Bonds, Multiple Projects, Series 2005A, 5.000%, 10/01/35 - XLCA Insured	10/15 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
700	Sacramento, California, Special Tax Bonds, North Natomas Community Facilities District 4, Series 2003C, 6.000%, 9/01/33	9/14 at 100
975	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

60,615	Total Tax Obligation/Limited	

TRANSPORTATION - 9.0% (6.1% OF TOTAL INVESTMENTS)		
7,000	Foothill/Eastern Transportation Corridor Agency, California,	1/14 at 101

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

	Toll Road Revenue Refunding Bonds, Series 1999, 0.000%, 1/15/27	
5,585	Port of Oakland, California, Revenue Bonds, Series 2002N, 5.000%, 11/01/16 - MBIA Insured (Alternative Minimum Tax)	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

 20,570 Total Transportation

U.S. GUARANTEED - 24.8% (17.0% 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
8,230	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
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
	Santa Clara Valley Transportation Authority, California, Sales Tax Revenue Bonds, Series 2001A:	
15,090	5.000%, 6/01/25 (Pre-refunded 6/01/11) - MBIA Insured	6/11 at 100
2,000	5.000%, 6/01/26 (Pre-refunded 6/01/11) - MBIA Insured	6/11 at 100

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS

	U.S. GUARANTEED (4) (continued)	
\$ 6,200	Southwestern Community College District, San Diego County,	8/11 at 101

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

	California, General Obligation Bonds, Series 2001, 5.375%, 8/01/25 (Pre-refunded 8/01/11) - AMBAC Insured	
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

52,230	Total U.S. Guaranteed	

	UTILITIES - 4.5% (3.1% 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
	Los Angeles Department of Water and Power, California, Power System Revenue Bonds, Series 2003A-2:	
750	5.000%, 7/01/21 - MBIA Insured	7/13 at 100
1,000	5.000%, 7/01/23 - MBIA Insured	7/13 at 100
790	Merced Irrigation District, California, Electric System Revenue Bonds, Series 2005, 5.125%, 9/01/31 -XLCA Insured	9/15 at 100
2,000	Santa Clara, California, Subordinate Electric Revenue Bonds, Series 2003A, 5.250%, 7/01/20 - MBIA Insured	7/13 at 100

9,540	Total Utilities	

	WATER AND SEWER - 13.5% (9.2% OF TOTAL INVESTMENTS)	
2,740	California Department of Water Resources, Water System Revenue Bonds, Central Valley Project, Series 2002Z, 5.000%, 12/01/18 - FGIC Insured	12/12 at 100
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
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

28,880	Total Water and Sewer	

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

\$ 311,147 Total Long-Term Investments (cost \$314,751,642) - 146.0%

45

Nuveen California Dividend Advantage Municipal Fund 2 (NVX) (continued)
Portfolio of INVESTMENTS February 28, 2006 (Unaudited)

PRINCIPAL

AMOUNT (000) DESCRIPTION (1)

SHORT-TERM INVESTMENTS - 0.5% (0.4% OF TOTAL INVESTMENTS)		
\$ 1,200	California Department of Water Resources, Power Supply Revenue Bonds, Variable Rate Demand Obligations, Series 2002C-7, 3.150%, 5/01/22 - FSA Insured (5)	
\$ 1,200	Total Short-Term Investments (cost \$1,200,000)	

Total Investments (cost \$315,951,642) - 146.5%

Other Assets Less Liabilities - 1.8%

Preferred Shares, at Liquidation Value - (48.3)%

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) Investment is 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) 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 Investment is not rated.

See accompanying notes to financial statements.

Nuveen California Dividend Advantage Municipal Fund 3 (NZH)
Portfolio of
INVESTMENTS February 28, 2006 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS

	CONSUMER STAPLES - 3.4% (2.2% 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
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	6/12 at 100

11,640	Total Consumer Staples	

	EDUCATION AND CIVIC ORGANIZATIONS - 7.6% (5.1% OF TOTAL INVESTMENTS)	
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
2,990	University of California, Revenue Bonds, Multiple Purpose Projects, Series 2000K, 5.000%, 9/01/23	9/08 at 101
4,000	University of California, Revenue Bonds, Multi-Purpose Projects, Series 2003A, 5.000%, 5/15/23 - AMBAC Insured	5/13 at 100
3,820	University of California, Revenue Bonds, Research Facilities, Series 2001E, 5.000%, 9/01/26 - AMBAC Insured	9/09 at 101

26,450	Total Education and Civic Organizations	

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

HEALTH CARE - 13.0% (8.6% 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
540	California Statewide Community Development Authority, Revenue Bonds, Daughters of Charity Health System, Series 2005A, 5.250%, 7/01/24		7/15 at 100
	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

47

Nuveen California Dividend Advantage Municipal Fund 3 (NZH) (continued)
Portfolio of INVESTMENTS February 28, 2006 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS

	HEALTH CARE (continued)	
\$ 2,500	Whittier, California, Health Facility Revenue Bonds, Presbyterian Intercommunity Hospital, Series 2002, 5.600%, 6/01/22	6/12 at 101

44,210	Total Health Care	

HOUSING/MULTIFAMILY - 10.0% (6.6% OF TOTAL INVESTMENTS)

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

4,750	ABAG Finance Authority for Non-Profit Corporations, California, Multifamily Housing Revenue Refunding Bonds, United Dominion/2000 Post Apartments, Series 2000B 6.400%, 8/15/30 (Mandatory put 8/15/08) (Alternative Minimum Tax)	8/30 at 100
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)	8/30 at 100
5,190	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
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)	6/29 at 100
	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

34,040	Total Housing/Multifamily	

	LONG-TERM CARE - 1.5% (1.1% 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
	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

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

5,265 Total Long-Term Care

TAX OBLIGATION/GENERAL - 29.8% (19.8% OF TOTAL INVESTMENTS)		
9,335	California, General Obligation Bonds, Series 2002, 6.000%, 2/01/16 - FSA Insured	No Opt. C
9,000	California, General Obligation Bonds, Series 2004, 5.125%, 4/01/23	4/14 at 100
8,450	California, General Obligation Refunding Bonds, Series 2002: 5.000%, 2/01/12	No Opt. C
2,780	6.000%, 4/01/16 - AMBAC Insured	No Opt. C
10	California, General Obligation Veterans Welfare Bonds, Series 1997BJ, 5.500%, 12/01/18 (Alternative Minimum Tax)	12/06 at 102
14,300	California, General Obligation Veterans Welfare Bonds, Series 2001BZ, 5.350%, 12/01/21 - MBIA Insured (Alternative Minimum Tax)	6/07 at 101
1,840	Compton Unified School District, Los Angeles County, California, General Obligation Bonds, Series 2003A, 5.250%, 9/01/18 - MBIA Insured	9/13 at 100
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

48

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
TAX OBLIGATION/GENERAL (continued)		
\$ 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
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
2,345	Los Angeles Community College District, Los Angeles County, California, General Obligation Bonds, Series 2005A, 5.000%, 6/01/26 - FSA Insured	8/15 at 100
3,750	Los Angeles Unified School District, California, General Obligation Bonds, Series 2003A: 5.250%, 7/01/20 - FSA Insured	7/13 at 100
7,200	5.000%, 7/01/22 - FSA Insured	7/13 at 100
3,145	Los Angeles Unified School District, California, General Obligation Bonds, Series 2005A-1, 5.000%, 7/01/25 -	7/15 at 100

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

FGIC Insured

1,525	Lucia Mar Unified School District, San Luis Obispo County, California, General Obligation Bonds, Series 2004A, 5.250%, 8/01/22 - FGIC Insured	8/14 at 100
	Oakland Unified School District, Alameda County, California, General Obligation Bonds, Series 2005:	
780	5.000%, 8/01/25 - MBIA Insured	8/15 at 100
820	5.000%, 8/01/26 - MBIA Insured	8/15 at 100
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
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
	San Jose-Evergreen Community College District, Santa Clara County, California, General Obligation Bonds, Series 2005A:	
605	5.000%, 9/01/25 - MBIA Insured	9/15 at 100
875	5.000%, 9/01/27 - MBIA Insured	9/15 at 100
1,000	Saugus Union School District, Los Angeles County, California, General Obligation Bonds, Series 2002A, 5.000%, 8/01/24 - FGIC Insured	8/12 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

100,505	Total Tax Obligation/General	

TAX OBLIGATION/LIMITED - 41.2% (27.4% 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,	3/12 at 100

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

	Department of General Services, Series 2002B, 5.000%, 3/01/27 - AMBAC Insured	
4,510	California State Public Works Board, Lease Revenue Bonds, Department of Mental Health, Hospital Addition, Series 2001A, 5.000%, 12/01/26 - AMBAC Insured	12/11 at 102
5,350	California, Economic Recovery Revenue Bonds, Series 2004A, 5.000%, 7/01/15	7/14 at 100
	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

49

Nuveen California Dividend Advantage Municipal Fund 3 (NZH) (continued)
Portfolio of INVESTMENTS February 28, 2006 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS

TAX OBLIGATION/LIMITED (continued)		
\$ 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
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
550	Hesperia Community Redevelopment Agency, California, Tax Allocation Bonds, Series 2005A, 5.000%, 9/01/20 - XLCA Insured	9/15 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
5,250	Lammersville School District, San Joaquin County, California, Special Tax Bonds, Community Facilities District of Mountain House, Series 2002, 6.300%, 9/01/24	9/12 at 101
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
2,200	Lincoln, California, Special Tax Bonds, Lincoln Crossing	9/13 at 102

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

	Community Facilities District 03-1, Series 2003A, 6.500%, 9/01/25	
1,500	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
3,075	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
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
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
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	Pomoma Public Financing Authority, California, Revenue Refunding Bonds, Merged Redevelopment Projects, Series 2001AD, 5.000%, 2/01/27 - MBIA Insured	2/11 at 100
625	Rialto Redevelopment Agency, California, Tax Allocation Bonds, Merged Project Area, Series 2005A, 5.000%, 9/01/35 - XLCA Insured	9/15 at 100
1,310	Riverside County Public Financing Authority, California, Tax Allocation Bonds, Multiple Projects, Series 2005A, 5.000%, 10/01/35 - XLCA Insured	10/15 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

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

8,725	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
1,595	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

50

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS

TAX OBLIGATION/LIMITED (continued)		
\$ 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

140,675	Total Tax Obligation/Limited	

TRANSPORTATION - 10.0% (6.6% OF TOTAL INVESTMENTS)

11,750	Foothill/Eastern Transportation Corridor Agency, California, Toll Road Revenue Refunding Bonds, Series 1999, 0.000%, 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
4,110	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

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

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

36,125	Total Transportation	

	U.S. GUARANTEED - 11.1% (7.4% 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
5,500	Puerto Rico Highway and Transportation Authority, Highway Revenue Bonds, Series 2002D, 5.375%, 7/01/36 (Pre-refunded 7/01/12)	7/12 at 100
780	Puerto Rico, General Obligation and Public Improvement Bonds, Series 2001, 5.000%, 7/01/24 (Pre-refunded 7/01/11) - FSA Insured	7/11 at 100
1,600	San Marcos Public Facilities Authority, California, Special Tax Revenue Bonds, Community Facilities District 99-1, Series 2002, 6.300%, 9/01/20 (Pre-refunded 9/01/07)	9/07 at 102
1,595	Santa Clara Valley Transportation Authority, California, Sales Tax Revenue Bonds, Series 2001A, 5.000%, 6/01/22 (Pre-refunded 6/01/11) - MBIA Insured	6/11 at 100
3,905	Southwestern Community College District, San Diego County, California, General Obligation Bonds, Series 2004, 5.000%, 8/01/22 (Pre-refunded 8/01/14) - FGIC Insured	8/14 at 100

37,120	Total U.S. Guaranteed	

	UTILITIES - 9.1% (6.0% 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

Nuveen California Dividend Advantage Municipal Fund 3 (NZH) (continued)
 Portfolio of INVESTMENTS February 28, 2006 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS

	UTILITIES (continued)	
\$ 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

30,820	Total Utilities	

	WATER AND SEWER - 13.3% (8.8% 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	California Department of Water Resources, Water System Revenue Bonds, Central Valley Project, Series 2003Y, 5.250%, 12/01/13 - FGIC Insured	6/13 at 100
7,000	Carmichael Water District, Sacramento County, California, Water Revenue Certificates of Participation, Series 1999, 5.125%, 9/01/29 - MBIA Insured	9/09 at 102
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
1,000	Pico Rivera Water Authority, California, Revenue Bonds, Series 2001A, 6.250%, 12/01/32	12/11 at 102
1,000	San Buenaventura, California, Wastewater Revenue Certificates of Participation, Series 2004, 5.000%, 3/01/24 - MBIA Insured	3/14 at 100
	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

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

	1,955	Westlands Water District, California, Revenue Certificates of Participation, Series 2005A, 5.000%, 9/01/23 - MBIA Insured	3/15 at 100
<hr/>			
	45,100	Total Water and Sewer	
<hr/>			
\$	511,950	Total Long-Term Investments (cost \$522,193,773) - 150.0%	
<hr/>			
SHORT-TERM INVESTMENTS - 0.5% (0.4% OF TOTAL INVESTMENTS)			
	1,000	California Department of Water Resources, Power Supply Revenue Bonds, Variable Rate Demand Obligations, Series 2002C-7, 3.150%, 5/01/22 - FSA Insured (5)	
	1,000	Irvine Assessment District No. 97-17, California, Limited Obligation Improvement Bonds, Variable Rate Demand Obligations, Series 1998, 2.900%, 9/02/23 (5)	
<hr/>			
\$	2,000	Total Short-Term Investments (cost \$2,000,000)	
<hr/>			
Total Investments (cost \$524,193,773) - 150.5%			
<hr/>			
Other Assets Less Liabilities - 0.8%			
<hr/>			
Preferred Shares, at Liquidation Value - (51.3)%			
<hr/>			
Net Assets Applicable to Common Shares - 100%			
<hr/>			

- (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) Investment is 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 Investment is not rated.

See accompanying notes to financial statements.

Nuveen Insured California Dividend Advantage Municipal Fund (NKL)
Portfolio of
INVESTMENTS February 28, 2006 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS

	CONSUMER STAPLES - 2.3% (1.5% 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 - 8.6% (5.8% 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
9,000	University of California, Revenue Bonds, Multiple Purpose Projects, Series 2000K, 5.300%, 9/01/30	9/08 at 101

19,675	Total Education and Civic Organizations	

	HEALTH CARE - 5.5% (3.7% 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
1,090	California State Public Works Board, Revenue Bonds, University of California - Davis Medical Center, Series 2004II-A, 5.000%, 11/01/21 - MBIA Insured	11/14 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

12,285	Total Health Care	

	HOUSING/MULTIFAMILY - 1.2% (0.9% OF TOTAL INVESTMENTS)	

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

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

2,905	Total Housing/Multifamily	

INDUSTRIALS - 1.3% (0.9% 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)	6/23 at 100

LONG-TERM CARE - 3.5% (2.4% 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 - 32.0% (21.6% 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
2,900	California, General Obligation Bonds, Series 2003, 5.000%, 2/01/21	8/13 at 100
9,000	California, General Obligation Refunding Bonds, Series 2002, 5.000%, 2/01/22 - MBIA Insured	2/12 at 100

Nuveen Insured California Dividend Advantage Municipal Fund (NKL) (contin
Portfolio of INVESTMENTS February 28, 2006 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS

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

TAX OBLIGATION/GENERAL (continued)

	Compton Community College District, Los Angeles County, California, General Obligation Bonds, Series 2004A:		
\$	1,315	5.250%, 7/01/22 - MBIA Insured	7/14 at 100
	2,560	5.250%, 7/01/23 - MBIA Insured	7/14 at 100
	2,415	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
	1,520	Los Angeles Community College District, Los Angeles County, California, General Obligation Bonds, Series 2005A, 5.000%, 6/01/26 - FSA Insured	8/15 at 100
	5,000	Los Angeles Unified School District, California, General Obligation Bonds, Series 2002E, 5.125%, 1/01/27 - MBIA Insured	7/12 at 100
		Los Angeles Unified School District, California, General Obligation Bonds, Series 2003A:	
	3,700	5.000%, 7/01/22 - FSA Insured	7/13 at 100
	3,500	5.000%, 1/01/28 - MBIA Insured	7/13 at 100
	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
		Oakland Unified School District, Alameda County, California, General Obligation Bonds, Series 2005:	
	505	5.000%, 8/01/25 - MBIA Insured	8/15 at 100
	530	5.000%, 8/01/26 - MBIA 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
	1,160	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
		San Jose-Evergreen Community College District, Santa Clara County, California, General Obligation Bonds, Series 2005A:	
	395	5.000%, 9/01/25 - MBIA Insured	9/15 at 100
	575	5.000%, 9/01/27 - MBIA Insured	9/15 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

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

71,745	Total Tax Obligation/General	
TAX OBLIGATION/LIMITED - 41.9% (28.3% OF TOTAL INVESTMENTS)		
1,450	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
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
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

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
TAX OBLIGATION/LIMITED (continued)		
\$ 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
355	Hesperia Community Redevelopment Agency, California, Tax Allocation Bonds, Series 2005A, 5.000%, 9/01/20 - XLCA Insured	9/15 at 100
2,115	Inglewood Redevelopment Agency, California, Tax Allocation Refunding Bonds, Merged Area Redevelopment Project,	No Opt. C

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

Series 1998A, 5.250%, 5/01/23 - AMBAC Insured

3,500	La Quinta Redevelopment Agency, California, Tax Allocation Bonds, Redevelopment Project Area 1, Series 2001, 5.100%, 9/01/31 - AMBAC Insured	9/11 at 102
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
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
405	Rialto Redevelopment Agency, California, Tax Allocation Bonds, Merged Project Area, Series 2005A, 5.000%, 9/01/35 - XLCA Insured	9/15 at 100
845	Riverside County Public Financing Authority, California, Tax Allocation Bonds, Multiple Projects, Series 2005A, 5.000%, 10/01/35 - XLCA Insured	10/15 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
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, 5.125%, 8/01/27 - MBIA Insured	8/08 at 102

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

94,615	Total Tax Obligation/Limited	
TRANSPORTATION - 5.8% (3.9% OF TOTAL INVESTMENTS)		
2,250	California Infrastructure Economic Development Bank, First Lien Revenue Bonds, San Francisco Bay Area Toll Bridge, Series 2003A, 5.000%, 7/01/36 - AMBAC Insured	7/13 at 100
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
14,235	Total Transportation	

55

Nuveen Insured California Dividend Advantage Municipal Fund (NKL) (contin
Portfolio of INVESTMENTS February 28, 2006 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
U.S. GUARANTEED - 11.5% (7.7% 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
	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
	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
	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, General Obligation Bonds, Series 2002G, 5.125%, 8/01/26 - FSA Insured (ETM)	8/10 at 102
3,300	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	8/11 at 101

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

County, California, General Obligation Bonds, Series 2002,
5.125%, 8/01/26 (Pre-refunded 8/01/11) - FGIC Insured

2,460 Vacaville Unified School District, Solano County, California, 8/11 at 101
General Obligation Bonds, Series 2002, 5.000%, 8/01/26
(Pre-refunded 8/01/11) - FSA Insured

25,135 Total U.S. Guaranteed

UTILITIES - 16.9% (11.4% OF TOTAL INVESTMENTS)

9,000 Anaheim Public Finance Authority, California, Revenue Bonds, 10/12 at 100
Electric System Distribution Facilities, Series 2002A,
5.000%, 10/01/27 - FSA Insured

10,000 California Pollution Control Financing Authority, Remarketed 4/11 at 102
Revenue Bonds, Pacific Gas and Electric Company,
Series 1996A, 5.350%, 12/01/16 - MBIA Insured (Alternative
Minimum Tax)

3,000 Los Angeles Department of Water and Power, California, 7/11 at 100
Power System Revenue Bonds, Series 2001A-1,
5.250%, 7/01/21 - FSA Insured

775 Los Angeles Department of Water and Power, California, 7/13 at 100
Power System Revenue Bonds, Series 2003A-2,
5.000%, 7/01/21 - MBIA Insured

830 Merced Irrigation District, California, Electric System Revenue 9/15 at 100
Bonds, Series 2005, 5.125%, 9/01/31 - XLCA Insured

6,000 Northern California Power Agency, Revenue Refunding 7/08 at 101
Bonds, Hydroelectric Project 1, Series 1998A,
5.200%, 7/01/32 - MBIA Insured

3,000 Sacramento Municipal Utility District, California, Electric 8/11 at 100
Revenue Bonds, Series 2001N, 5.000%, 8/15/28 -
MBIA Insured

5,630 Southern California Public Power Authority, Subordinate 7/12 at 100
Revenue Refunding Bonds, Transmission Project,
Series 2002A, 4.750%, 7/01/19 - FSA Insured

38,235 Total Utilities

WATER AND SEWER - 16.6% (11.2% OF TOTAL INVESTMENTS)

3,000 California Department of Water Resources, Water System 12/12 at 100
Revenue Bonds, Central Valley Project, Series 2002X,
5.150%, 12/01/23 - FGIC Insured

6,100 East Bay Municipal Utility District, Alameda and Contra 6/11 at 100
Costa Counties, California, Water System Subordinated
Revenue Bonds, Series 2001, 5.000%, 6/01/26 - MBIA Insured

9,000 Eastern Municipal Water District, California, Water and 7/11 at 100

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

Sewerage System Revenue Certificates of Participation,
Series 2001B, 5.000%, 7/01/30 - FGIC Insured

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
3,205	Manteca Financing Authority, California, Sewerage Revenue Bonds, Series 2003B, 5.000%, 12/01/33 - MBIA Insured	12/13 at 100

56

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
<p style="text-align: center;">WATER AND SEWER (continued)</p>		
\$ 9,185	Orange County Sanitation District, California, Certificates of Participation, Series 2003, 5.000%, 2/01/33 - FGIC Insured	8/13 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
<p style="text-align: left;">37,720 Total Water and Sewer</p>		
<p style="text-align: left;">\$ 332,050 Total Long-Term Investments (cost \$328,013,874) - 147.1%</p>		
<p style="text-align: center;">SHORT-TERM INVESTMENTS - 1.1% (0.7% OF TOTAL INVESTMENTS)</p>		
1,500	California Department of Water Resources, Power Supply Revenue Bonds, Variable Rate Demand Obligations, Series 2002C-7, 3.150%, 5/01/22 - FSA Insured (5)	
1,000	Irvine Assessment District No. 97-17, California, Limited Obligation Improvement Bonds, Variable Rate Demand Obligations, Series 1998, 2.900%, 9/02/23 (5)	
<p style="text-align: left;">\$ 2,500 Total Short-Term Investments (cost \$2,500,000)</p>		
<p style="text-align: left;">Total Investments (cost \$330,513,874) - 148.2%</p>		
<p style="text-align: left;">Other Assets Less Liabilities - 1.4%</p>		
<p style="text-align: left;">Preferred Shares, at Liquidation Value - (49.6)%</p>		
<p style="text-align: left;">Net Assets Applicable to Common Shares - 100%</p>		

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) Investment is 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.
- (ETM) Investment is escrowed to maturity.

See accompanying notes to financial statements.

Nuveen Insured California Tax-Free Advantage Municipal Fund (NKX)
 Portfolio of
 INVESTMENTS February 28, 2006 (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

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

HEALTH CARE - 15.3% (10.2% OF TOTAL INVESTMENTS)

1,500	California Health Facilities Financing Authority, Revenue Bonds, UCSF - Stanford Healthcare, Series 1998A, 5.000%, 11/15/31 - FSA Insured	11/08 at 101
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
6,000	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
<hr/>		
12,560	Total Health Care	
<hr/>		

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

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% (3.9% 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
<hr/>		
4,815	Total Long-Term Care	
<hr/>		

TAX OBLIGATION/GENERAL - 48.4% (32.5% OF TOTAL INVESTMENTS)

1,000	Berryessa Union School District, Santa Clara County, California, General Obligation Bonds, Series 2003C, 5.000%, 8/01/21 - FSA Insured	8/12 at 100
2,000	Butte-Glenn Community College District, Butte and Glenn	8/12 at 101

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

	Counties, California, General Obligation Bonds, Series 2002A, 5.000%, 8/01/26 - MBIA Insured		
500	California, General Obligation Bonds, Series 2004, 5.250%, 4/01/34		4/14 at 100
	California, General Obligation Refunding Bonds, Series 2002:		
1,500	5.000%, 2/01/12		No Opt. C
3,750	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
	Hacienda La Puente Unified School District, Los Angeles County, California, General Obligation Bonds, Series 2003B:		
4,500	5.000%, 8/01/26 - FSA Insured		8/13 at 100
2,030	5.000%, 8/01/27 - FSA Insured		8/13 at 100
565	Los Angeles Community College District, Los Angeles County, California, General Obligation Bonds, Series 2005A, 5.000%, 6/01/26 - FSA Insured		8/15 at 100

58

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS

	TAX OBLIGATION/GENERAL (continued)	
\$ 10,500	Los Angeles Unified School District, California, General Obligation Bonds, Series 2003A, 5.000%, 7/01/22 - FSA Insured	7/13 at 100
2,000	Los Angeles, California, General Obligation Bonds, Series 2002A, 5.000%, 9/01/22 - MBIA Insured	9/12 at 100
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
	Oakland Unified School District, Alameda County, California, General Obligation Bonds, Series 2005:	
190	5.000%, 8/01/25 - MBIA Insured	8/15 at 100
200	5.000%, 8/01/26 - MBIA 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
	San Jose-Evergreen Community College District, Santa Clara County, California, General Obligation Bonds, Series 2005A:	
145	5.000%, 9/01/25 - MBIA Insured	9/15 at 100
215	5.000%, 9/01/27 - MBIA Insured	9/15 at 100
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

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

 40,400 Total Tax Obligation/General

TAX OBLIGATION/LIMITED - 42.7% (28.7% 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
1,610	Folsom Public Financing Authority, California, Special Tax Revenue Bonds, Series 2004A, 5.000%, 9/01/21 - AMBAC Insured	9/12 at 102
130	Hesperia Community Redevelopment Agency, California, Tax Allocation Bonds, Series 2005A, 5.000%, 9/01/20 - XLCA Insured	9/15 at 100
5,540	Irvine Public Facilities and Infrastructure Authority, California, Assessment Revenue Bonds, Series 2003C, 5.000%, 9/02/21 - AMBAC Insured	3/06 at 103
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
500	Paramount Redevelopment Agency, California, Tax Allocation Bonds, Redevelopment Project Area 1, Series 2003, 5.000%, 8/01/19 - MBIA Insured	8/13 at 100
150	Rialto Redevelopment Agency, California, Tax Allocation Bonds, Merged Project Area, Series 2005A, 5.000%, 9/01/35 - XLCA Insured	9/15 at 100
315	Riverside County Public Financing Authority, California, Tax Allocation Bonds, Multiple Projects, Series 2005A, 5.000%, 10/01/35 - XLCA Insured	10/15 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

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

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
-------	--	-------------

59

Nuveen Insured California Tax-Free Advantage Municipal Fund (NKX) (continued)
Portfolio of INVESTMENTS February 28, 2006 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
<p style="text-align: center;">TAX OBLIGATION/LIMITED (continued)</p>		
\$ 2,770	San Jose Financing Authority, California, Lease Revenue Refunding Bonds, Civic Center Project, Series 2002B, 5.000%, 6/01/32 - AMBAC Insured	6/12 at 100
1,220	San Jose Redevelopment Agency, California, Tax Allocation Bonds, Merged Area Redevelopment Project, Series 2002, 5.000%, 8/01/32 - MBIA Insured	8/10 at 101
2,390	Solano County, California, Certificates of Participation, Series 2002, 5.250%, 11/01/24 - MBIA Insured	11/12 at 100
<p style="text-align: left;">35,970 Total Tax Obligation/Limited</p>		
<p>TRANSPORTATION - 13.9% (9.4% 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, Series 1995A, 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
3,135	San Francisco Airports Commission, California, Revenue Bonds, San Francisco International Airport, Second Series Issue 16B, 5.000%, 5/01/24 - FSA Insured	5/08 at 101
<p style="text-align: left;">11,915 Total Transportation</p>		
<p>U.S. GUARANTEED - 1.4% (0.8% OF TOTAL INVESTMENTS) (4)</p>		
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

 UTILITIES - 5.6% (3.8% 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 - 11.2% (7.6% OF TOTAL INVESTMENTS)

1,185	Manteca Financing Authority, California, Sewerage Revenue Bonds, Series 2003B, 5.000%, 12/01/33 - MBIA Insured	12/13 at 100
3,000	San Diego Public Facilities Financing Authority, California, Subordinate Lien Water Revenue Bonds, Series 2002: 5.000%, 8/01/22 - MBIA Insured	8/12 at 100
2,500	5.000%, 8/01/23 - MBIA Insured	8/12 at 100

60

PRINCIPAL		OPTIONAL C
AMOUNT (000)	DESCRIPTION (1)	PROVISIONS

WATER AND SEWER (continued)

\$	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 Wastewater Revenue Bonds, Series 2001, 5.000%, 10/01/26 - AMBAC Insured	10/11 at 100

 9,465 Total Water and Sewer

\$ 123,555 Total Long-Term Investments (cost \$124,286,983) - 147.8%
 =====

SHORT-TERM INVESTMENTS - 1.1% (0.7% OF TOTAL INVESTMENTS)

1,000	California Department of Water Resources, Power Supply
-------	--

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

Revenue Bonds, Variable Rate Demand Obligations,
Series 2002C-7, 3.150%, 5/01/22 - FSA Insured (5)

\$ 1,000 Total Short-Term Investments (cost \$1,000,000)

Total Investments (cost \$125,286,983) - 148.9%

Other Assets Less Liabilities - 2.1%

Preferred Shares, at Liquidation Value - (51.0)%

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) Investment is 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) Security 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.

See accompanying notes to financial statements.

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

Statement of
ASSETS AND LIABILITIES February 28, 2006 (Unaudited)

	INSURED CALIFORNIA PREMIUM INCOME (NPC)	INSURED CALIFORNIA PREMIUM INCOME 2 (NCL)
ASSETS		
Investments, at value (cost \$133,196,250, \$267,686,107, \$120,575,075 and \$504,598,945, respectively)	\$144,447,731	\$283,219,005
Cash	--	--
Receivables:		
Interest	2,345,807	3,719,909
Investments sold	--	145,000
Other assets	9,021	31,505
Total assets	146,802,559	287,115,419
LIABILITIES		
Cash overdraft	335,885	388,295
Payable for investments purchased	--	--
Accrued expenses:		
Management fees	71,301	138,104
Other	41,454	58,873
Preferred share dividends payable	21,150	45,926
Total liabilities	469,790	631,198
Preferred shares, at liquidation value	45,000,000	95,000,000
Net assets applicable to Common shares	\$101,332,769	\$191,484,221
Common shares outstanding	6,448,935	12,716,370
Net asset value per Common share outstanding (net assets applicable to Common shares, divided by Common shares outstanding)	\$ 15.71	\$ 15.06
NET ASSETS APPLICABLE TO COMMON SHARES CONSIST OF:		
Common shares, \$.01 par value per share	\$ 64,489	\$ 127,164
Paid-in surplus	89,255,103	176,226,128
Undistributed (Over-distribution of) net investment income	710,010	514,136
Accumulated net realized gain (loss) from investments and derivative transactions	51,686	(916,105)
Net unrealized appreciation (depreciation) of investments	11,251,481	15,532,898
Net assets applicable to Common shares	\$101,332,769	\$191,484,221
Authorized shares:		
Common	200,000,000	200,000,000
Preferred	1,000,000	1,000,000

See accompanying notes to financial statements.

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

	CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)	CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH)
ASSETS		
Investments, at value (cost \$315,951,642, \$524,193,773, \$330,513,874 and \$125,286,983, respectively)	\$334,050,164	\$548,220,510
Cash	--	--
Receivables:		
Interest	4,352,058	7,670,193
Investments sold	--	--
Other assets	18,192	20,895
Total assets	338,420,414	555,911,598
LIABILITIES		
Cash overdraft	320,457	2,114,843
Payable for investments purchased	--	2,200,603
Accrued expenses:		
Management fees	84,766	135,380
Other	53,269	84,138
Preferred share dividends payable	14,288	49,107
Total liabilities	472,780	4,584,071
Preferred shares, at liquidation value	110,000,000	187,000,000
Net assets applicable to Common shares	\$227,947,634	\$364,327,527
Common shares outstanding	14,790,660	24,112,833
Net asset value per Common share outstanding (net assets applicable to Common shares, divided by Common shares outstanding)	\$ 15.41	\$ 15.11
NET ASSETS APPLICABLE TO COMMON SHARES CONSIST OF:		
Common shares, \$.01 par value per share	\$ 147,907	\$ 241,128
Paid-in surplus	210,049,075	342,513,152
Undistributed (Over-distribution of) net investment income	665,037	1,209,445
Accumulated net realized gain (loss) from investments and derivative transactions	(1,012,907)	(3,662,935)
Net unrealized appreciation (depreciation) of investments	18,098,522	24,026,737
Net assets applicable to Common shares	\$227,947,634	\$364,327,527
Authorized shares:		
Common	Unlimited	Unlimited
Preferred	Unlimited	Unlimited

See accompanying notes to financial statements.

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

Statement of
OPERATIONS Six Months Ended February 28, 2006 (Unaudited)

	INSURED CALIFORNIA PREMIUM INCOME (NPC)	INSURED CALIFORNIA PREMIUM INCOME 2 (NCL)

INVESTMENT INCOME	\$ 3,544,967	\$6,843,302

EXPENSES		
Management fees	463,474	893,595
Preferred shares - auction fees	55,861	117,928
Preferred shares - dividend disbursing agent fees	4,959	9,918
Shareholders' servicing agent fees and expenses	5,387	8,155
Custodian's fees and expenses	17,749	40,281
Directors'/Trustees' fees and expenses	1,580	3,185
Professional fees	6,469	8,731
Shareholders' reports - printing and mailing expenses	6,028	17,274
Stock exchange listing fees	5,153	5,191
Investor relations expense	8,969	11,278
Other expenses	7,385	12,263

Total expenses before custodian fee credit and expense reimbursement	583,014	1,127,799
Custodian fee credit	(6,573)	(4,618)
Expense reimbursement	--	--

Net expenses	576,441	1,123,181

Net investment income	2,968,526	5,720,121

REALIZED AND UNREALIZED GAIN (LOSS)		
Net realized gain (loss) from investments	51,642	454,270
Net realized gain (loss) from forward swaps	--	--
Change in net unrealized appreciation (depreciation) of investments	(1,914,472)	(3,443,641)
Change in net unrealized appreciation (depreciation) of forward swaps	--	--

Net realized and unrealized gain (loss)	(1,862,830)	(2,989,371)

DISTRIBUTIONS TO PREFERRED SHAREHOLDERS		
From net investment income	(482,616)	(1,105,678)
From accumulated net realized gains from investments	(120,330)	--

Decrease in net assets applicable to Common shares from distributions to Preferred shareholders	(602,946)	(1,105,678)

Net increase (decrease) in net assets applicable to Common shares from operations	\$ 502,750	\$1,625,072
=====		

See accompanying notes to financial statements.

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

	CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)	CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH)
INVESTMENT INCOME	\$7,998,547	\$13,001,497
EXPENSES		
Management fees	1,049,622	1,691,447
Preferred shares - auction fees	136,171	232,132
Preferred shares - dividend disbursing agent fees	9,918	9,918
Shareholders' servicing agent fees and expenses	1,340	2,223
Custodian's fees and expenses	44,774	63,220
Directors'/Trustees' fees and expenses	3,696	6,164
Professional fees	9,600	12,866
Shareholders' reports - printing and mailing expenses	17,485	24,394
Stock exchange listing fees	624	1,018
Investor relations expense	13,071	19,901
Other expenses	10,943	14,478
Total expenses before custodian fee credit and expense reimbursement	1,297,244	2,077,761
Custodian fee credit	(4,664)	(10,471)
Expense reimbursement	(500,928)	(815,635)
Net expenses	791,652	1,251,655
Net investment income	7,206,895	11,749,842
REALIZED AND UNREALIZED GAIN (LOSS)		
Net realized gain (loss) from investments	82,574	592,560
Net realized gain (loss) from forward swaps	--	--
Change in net unrealized appreciation (depreciation) of investments	(2,661,990)	(4,457,223)
Change in net unrealized appreciation (depreciation) of forward swaps	--	--
Net realized and unrealized gain (loss)	(2,579,416)	(3,864,663)
DISTRIBUTIONS TO PREFERRED SHAREHOLDERS		
From net investment income	(1,386,318)	(2,402,581)
From accumulated net realized gains from investments	--	--
Decrease in net assets applicable to Common shares from distributions to Preferred shareholders	(1,386,318)	(2,402,581)
Net increase (decrease) in net assets applicable to Common shares from operations	\$3,241,161	\$ 5,482,598

See accompanying notes to financial statements.

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

	PREMIUM INCOME (NPC)		PREMIUM INCOME 2 (NCL)	
	SIX MONTHS ENDED 2/28/06	YEAR ENDED 8/31/05	SIX MONTHS ENDED 2/28/06	YEAR ENDED 8/31/05
OPERATIONS				
Net investment income	\$ 2,968,526	\$ 6,103,373	\$ 5,720,121	\$ 11,662,34
Net realized gain (loss)				
from investments	51,642	1,025,239	454,270	572,38
Net realized gain (loss) from forward swaps	--	--	--	--
Change in net unrealized appreciation (depreciation) of investments	(1,914,472)	347,962	(3,443,641)	3,008,57
Change in net unrealized appreciation (depreciation) of forward swaps	--	--	--	--
Distributions to Preferred Shareholders:				
From net investment income	(482,616)	(659,626)	(1,105,678)	(1,431,48
From accumulated net realized gains from investments	(120,330)	(53,379)	--	--
Net increase (decrease) in net assets applicable to Common shares from operations	502,750	6,763,569	1,625,072	13,811,82
DISTRIBUTIONS TO COMMON SHAREHOLDERS				
From net investment income	(2,798,194)	(5,939,147)	(5,035,683)	(11,212,17
From accumulated net realized gains	(881,569)	(1,006,068)	--	--
Decrease in net assets applicable to Common shares from distributions to Common shareholders	(3,679,763)	(6,945,215)	(5,035,683)	(11,212,17
CAPITAL SHARE TRANSACTIONS				
Net proceeds from Common shares issued to shareholders due to reinvestment of distributions	--	73,727	--	260,35
Preferred shares offering costs adjustments	--	--	--	--
Net increase (decrease) in net assets applicable to Common shares from capital share transactions	--	73,727	--	260,35
Net increase (decrease) in net assets applicable to Common shares	(3,177,013)	(107,919)	(3,410,611)	2,860,00
Net assets applicable to Common shares at the beginning of period	104,509,782	104,617,701	194,894,832	192,034,83
Net assets applicable to Common shares at the end of period	\$101,332,769	\$104,509,782	\$191,484,221	\$194,894,83
Undistributed (Over-distribution of) net investment income at the end of period	\$ 710,010	\$ 1,022,294	\$ 514,136	\$ 935,37

See accompanying notes to financial statements.

66

	CALIFORNIA DIVIDEND ADVANTAGE (NAC)		CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)	
	SIX MONTHS ENDED 2/28/06	YEAR ENDED 8/31/05	SIX MONTHS ENDED 2/28/06	YEAR ENDED 8/31/05
OPERATIONS				
Net investment income	\$ 11,893,865	\$ 24,302,547	\$ 7,206,895	\$ 14,459,711
Net realized gain (loss) from investments	743,048	480,737	82,574	383,421
Net realized gain (loss) from forward swaps	--	--	--	--
Change in net unrealized appreciation (depreciation) of investments	(5,217,669)	11,381,369	(2,661,990)	10,159,521
Change in net unrealized appreciation (depreciation) of forward swaps	--	--	--	--
Distributions to Preferred Shareholders:				
From net investment income	(2,167,518)	(2,855,101)	(1,386,318)	(1,768,561)
From accumulated net realized gains from investments	(111,335)	(64,137)	--	--
Net increase (decrease) in net assets applicable to Common shares from operations	5,140,391	33,245,415	3,241,161	23,234,091
DISTRIBUTIONS TO COMMON SHAREHOLDERS				
From net investment income	(11,032,910)	(23,037,818)	(6,433,938)	(13,489,081)
From accumulated net realized gains	(782,285)	(1,086,300)	--	--
Decrease in net assets applicable to Common shares from distributions to Common shareholders	(11,815,195)	(24,124,118)	(6,433,938)	(13,489,081)
CAPITAL SHARE TRANSACTIONS				
Net proceeds from Common shares issued to shareholders due to reinvestment of distributions	242,036	77,239	--	--
Preferred shares offering costs adjustments	--	--	--	--
Net increase (decrease) in net assets applicable to Common shares from capital share transactions	242,036	77,239	--	--
Net increase (decrease) in net assets applicable to Common shares	(6,432,768)	9,198,536	(3,192,777)	9,745,011
Net assets applicable to Common shares at the beginning of period	374,264,743	365,066,207	231,140,411	221,395,401
Net assets applicable to Common shares at the				

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

end of period	\$367,831,975	\$374,264,743	\$227,947,634	\$231,140,41
Undistributed (Over-distribution of)				
net investment income				
at the end of period	\$ 1,334,791	\$ 2,641,354	\$ 665,037	\$ 1,278,39

See accompanying notes to financial statements.

67

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

	INSURED CALIFORNIA DIVIDEND ADVANTAGE (NKL)	
	SIX MONTHS ENDED 2/28/06	YEAR END 8/31/06
OPERATIONS		
Net investment income	\$ 7,697,337	\$ 15,469,1
Net realized gain (loss) from investments	176,495	750,2
Net realized gain (loss) from forward swaps	772,782	(2,892,4
Change in net unrealized appreciation (depreciation) of investments	(3,961,934)	9,357,0
Change in net unrealized appreciation (depreciation) of forward swaps	191,673	809,7
Distributions to Preferred Shareholders:		
From net investment income	(1,490,504)	(1,886,6
From accumulated net realized gains from investments	--	(45,7
Net increase (decrease) in net assets applicable to Common shares from operations	3,385,849	21,561,3
DISTRIBUTIONS TO COMMON SHAREHOLDERS		
From net investment income	(6,592,217)	(13,733,7
From accumulated net realized gains	--	(759,9
Decrease in net assets applicable to Common shares from distributions to Common shareholders	(6,592,217)	(14,493,7
CAPITAL SHARE TRANSACTIONS		
Net proceeds from Common shares issued to shareholders due to reinvestment of distributions	--	(
Preferred shares offering costs adjustments	--	(
Net increase (decrease) in net assets applicable to Common shares from capital share transactions	--	(
Net increase (decrease) in net assets		

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

applicable to Common shares	(3,206,368)	7,067,5
Net assets applicable to Common shares at the beginning of period	241,254,091	234,186,4

Net assets applicable to Common shares at the end of period	\$238,047,723	\$241,254,0
=====		
Undistributed (Over-distribution of) net investment income at the end of period	\$ 514,606	\$ 899,9
=====		

See accompanying notes to financial statements.

68

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 establishes fair market value based on yields or prices of municipal bonds of comparable quality, type of issue, coupon, maturity and rating, indications of value from securities dealers, evaluations of anticipated cash flows or collateral and general market

conditions. Prices of derivative investments are also provided by an independent pricing service approved by each Fund's Board of Directors/Trustees. If the pricing service is unable to supply a price for a municipal bond or derivative investment, 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 are 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 securities 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 or 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 and delayed delivery purchase commitments. At February 28, 2006, there were no such outstanding purchase commitments in any of the 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.

Notes to FINANCIAL STATEMENTS (Unaudited) (continued)

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.

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

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)	CALIFORNIA DIVIDEND ADVANTAGE (NAC)

Number of shares:				
Series M	--	--	1,720	--
Series T	1,800	1,900	--	--
Series TH	--	1,900	--	3,500
Series F	--	--	--	3,500

Total	1,800	3,800	1,720	7,000
=====				

	CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)	CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH)	INSURED CALIFORNIA DIVIDEND ADVANTAGE (NKL)	INSURED CALIFORNIA TAX-FREE ADVANTAGE (NKX)

Number of shares:				
Series M	2,200	3,740	--	--
Series T	--	--	2,360	--
Series TH	--	3,740	--	1,800
Series F	2,200	--	2,360	--

Total	4,400	7,480	4,720	1,800
=====				

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.

Forward Swap Transactions

The Funds are authorized to invest in certain derivative financial instruments. The Funds' use of forward interest rate swap transactions is intended to mitigate the negative impact that an increase in long-term interest rates could have on Common share net asset value. Forward interest rate swap transactions involve each Fund's agreement with the counterparty to pay, in the future, a fixed rate payment in exchange for the counterparty paying the Fund a variable 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 would increase or decrease in value based primarily on the extent to which long-term interest rates for bonds having a maturity of the swaps' termination date were to increase or decrease. The Funds may close out a contract prior to the effective date, at which point a realized gain or loss would be 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 minimize 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. At February 28, 2006, the Funds did not have any forward swap contracts outstanding.

Custodian Fee Credit

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

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

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

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 INCOME
	-----		-----		-----
	SIX MONTHS ENDED	YEAR ENDED	SIX MONTHS ENDED	YEAR ENDED	SIX MONTHS ENDED
	2/28/06	8/31/05	2/28/06	8/31/05	2/28/06

Common shares issued to
shareholders due to
reinvestment of
distributions

--	4,473	--	16,994	--
----	-------	----	--------	----

	CALIFORNIA DIVIDEND ADVANTAGE (NAC)		CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)		CALIFORNIA ADVANTAGE
	-----		-----		-----
	SIX MONTHS ENDED	YEAR ENDED	SIX MONTHS ENDED	YEAR ENDED	SIX MONTHS ENDED
	2/28/06	8/31/05	2/28/06	8/31/05	2/28/06

Common shares issued to
shareholders due to
reinvestment of
distributions

14,967	4,849	--	--	--
--------	-------	----	----	----

Notes to
FINANCIAL STATEMENTS (Unaudited) (continued)

INSURED CALIFORNIA DIVIDEND ADVANTAGE (NKL)	INSURED CALIFORNIA ADVANTAGE
-----	-----

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

	SIX MONTHS ENDED 2/28/06	YEAR ENDED 8/31/05	SIX MONTHS ENDED 2/28/06
Common shares issued to shareholders due to reinvestment of distributions	--	--	--

3. INVESTMENT TRANSACTIONS

Purchases and sales (including maturities but excluding short-term investments and derivative transactions) during the six months ended February 28, 2006, were as follows:

	INSURED CALIFORNIA PREMIUM INCOME (NPC)	INSURED CALIFORNIA PREMIUM INCOME 2 (NCL)	CALIFORNIA PREMIUM INCOME (NCU)	CA A
Purchases	\$5,876,461	\$12,448,606	\$5,077,166	\$16
Sales and maturities	3,725,630	14,427,924	5,037,763	18

	CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)	CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH)	INSURED CALIFORNIA DIVIDEND ADVANTAGE (NKL)	CA A
Purchases	\$4,161,839	\$15,250,205	\$1,454,258	\$
Sales and maturities	6,243,429	16,447,501	3,586,739	2

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 and timing differences in recognizing certain gains and losses on investment transactions.

At February 28, 2006, the cost of investments was as follows:

	INSURED CALIFORNIA PREMIUM INCOME (NPC)	INSURED CALIFORNIA PREMIUM INCOME 2 (NCL)	CALIFORNIA PREMIUM INCOME (NCU)	CA A
Cost of investments	\$133,102,223	\$267,537,327	\$120,513,344	\$504

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

	CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)	CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH)	INSURED CALIFORNIA DIVIDEND ADVANTAGE (NKL)	CA A
Cost of investments	\$315,938,931	\$524,183,125	\$332,569,428	\$126

72

Gross unrealized appreciation and gross unrealized depreciation of investments at February 28, 2006, were as follows:

	INSURED CALIFORNIA PREMIUM INCOME (NPC)	INSURED CALIFORNIA PREMIUM INCOME 2 (NCL)	CALIFORNIA PREMIUM INCOME (NCU)	CA A
Gross unrealized: Appreciation	\$11,352,111	\$15,794,302	\$6,388,739	\$33
Depreciation	(6,603)	(112,624)	(21,771)	
Net unrealized appreciation (depreciation) of investments	\$11,345,508	\$15,681,678	\$6,366,968	\$33

	CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)	CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH)	INSURED CALIFORNIA DIVIDEND ADVANTAGE (NKL)	CA A
Gross unrealized: Appreciation	\$18,294,414	\$24,492,695	\$22,461,648	\$6
Depreciation	(183,181)	(455,310)	(2,228,380)	
Net unrealized appreciation (depreciation) of investments	\$18,111,233	\$24,037,385	\$20,233,268	\$5

The tax components of undistributed net investment income and net realized gains at August 31, 2005, the Funds' last tax year end, were as follows:

	INSURED CALIFORNIA PREMIUM INCOME (NPC)	INSURED CALIFORNIA PREMIUM INCOME 2 (NCL)	CALIFORNIA PREMIUM INCOME (NCU)	CA A
Undistributed net tax-exempt income *	\$1,335,929	\$1,691,142	\$907,928	\$4
Undistributed net ordinary income **	79,252	3,248	--	
Undistributed net long-term capital gains	1,001,943	--	--	

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

	CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)	CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH)	INSURED CALIFORNIA DIVIDEND ADVANTAGE (NKL)	CA A
Undistributed net tax-exempt income *	\$2,408,781	\$4,056,605	\$1,872,014	
Undistributed net ordinary income **	--	--	--	
Undistributed net long-term capital gains	--	--	--	

* Undistributed net tax-exempt income (on a tax basis) has not been reduced for the dividend declared on August 1, 2005, paid on September 1, 2005.

** 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 tax year ended August 31, 2005, the Funds' last tax year end, 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)	CA A
Distributions from net tax-exempt income	\$6,520,209	\$12,725,281	\$5,644,396	\$25
Distributions from net ordinary income **	377,496	--	--	
Distributions from net long-term capital gains	785,476	--	--	1

	CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)	CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH)	INSURED CALIFORNIA DIVIDEND ADVANTAGE (NKL)	CA A
Distributions from net tax-exempt income	\$15,245,298	\$23,895,351	\$15,677,229	\$5
Distributions from net ordinary income **	--	--	116,229	
Distributions from net long-term capital gains	--	--	689,397	

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

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

At August 31, 2005, the Funds' last tax year end, 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:

	INSURED CALIFORNIA PREMIUM INCOME 2 (NCL)	CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)	CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH)	INSURED CALIFORNIA TAX-FREE ADVANTAGE (NKX)
Expiration year:				
2009	\$930,352	\$ --	\$ --	\$ --
2010	440,510	--	--	--
2011	--	--	3,931,655	216,849
2012	--	1,095,481	323,840	--
Total	\$1,370,862	\$1,095,481	\$4,255,495	\$216,849

Insured California Dividend Advantage (NKL) elected to defer net realized losses from investments incurred from November 1, 2004 through August 31, 2005 ("post-October losses") in accordance with Federal income tax regulations. Post-October losses of \$259,334 were treated as having arisen on the first day of the current fiscal year.

5. MANAGEMENT FEE 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., 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

74

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, 2006, the complex-level fee rate was .1886%.

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 all types of leverage used by the Nuveen funds) of 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.

The management fee compensates the Adviser for overall investment advisory and administrative services and general office facilities. The Funds pay no compensation directly to those of its Directors/Trustees who are affiliated with the Adviser or to their officers, all of whom receive remuneration for their services to the Funds from the Adviser 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

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

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
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.

Notes to
FINANCIAL STATEMENTS (Unaudited) (continued)

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

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

2005	.30	2011	.05
2006	.30		

* From the commencement of operations.

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. SUBSEQUENT EVENT - DISTRIBUTIONS TO COMMON SHAREHOLDERS

The Funds declared Common share dividend distributions from their tax-exempt net investment income which were paid on April 3, 2006, to shareholders of record on March 15, 2006, as follows:

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

	INSURED CALIFORNIA PREMIUM INCOME (NPC)	INSURED CALIFORNIA PREMIUM INCOME 2 (NCL)	CALIFORNIA PREMIUM INCOME (NCU)	CALIFORNIA DIVIDEND ADVANTAGE (NAC)
Dividend per share	\$.0670	\$.0625	\$.0635	\$.0745

	CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)	CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH)	INSURED CALIFORNIA DIVIDEND ADVANTAGE (NKL)	INSURED CALIFORNIA TAX-FREE ADVANTAGE (NKX)
Dividend per share	\$.0685	\$.0680	\$.0720	\$.0630

77

Financial
HIGHLIGHTS (Unaudited)

Selected data for a Common share outstanding throughout each period:

Investment Operations						
Beginning Common Share Net Asset Value	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+	Total	
INSURED CALIFORNIA PREMIUM INCOME (NPC)						
Year Ended 8/31:						
2006 (a)	\$16.21	\$.46	\$ (.30)	\$ (.07)	\$ (.02)	\$.07
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
2001	15.08	1.04	.99	(.21)	--	1.82
INSURED CALIFORNIA PREMIUM INCOME 2 (NCL)						
Year Ended 8/31:						
2006 (a)	15.33	.45	(.23)	(.09)	--	.13
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
2001	14.09	1.01	.91	(.22)	--	1.70

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

CALIFORNIA PREMIUM
INCOME (NCU)

Year Ended 8/31:						
2006 (a)	15.03	.45	(.25)	(.09)	--	.11
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
2001	13.34	1.00	.90	(.23)	--	1.67

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:					
2006 (a)	\$ --	\$15.71	\$16.04	4.69%	.49%
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
2001	--	16.04	15.69	14.12	12.43

INSURED CALIFORNIA
PREMIUM INCOME 2 (NCL)

Year Ended 8/31:					
2006 (a)	--	15.06	15.09	3.01	.87
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
2001	--	15.01	14.83	11.99	12.45

CALIFORNIA PREMIUM
INCOME (NCU)

Year Ended 8/31:					
2006 (a)	--	14.73	14.15	1.43	.81
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
2001	--	14.22	14.17	12.84	12.92

Ratios/Supplemental Data

Before Credit/Reimbursement	After Credit/Reimbu
-----------------------------	---------------------

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

	Ending Net Assets Applicable to Common Shares (000)	Ratio of Expenses to Average Net Assets Applicable to Common Shares++	Ratio of Net Investment Income to Average Net Assets Applicable to Common Shares++	Ratio of Expenses to Average Net Assets Applicable to Common Shares++	Ratio of Net Income to Average Net Assets Applicable to Common Shares++
--	--	---	---	---	--

INSURED CALIFORNIA
PREMIUM INCOME (NPC)

Year Ended 8/31:					
2006 (a)	\$101,333	1.16%*	5.88%*	1.14%*	
2005	104,510	1.14	5.85	1.13	
2004	104,618	1.17	6.17	1.16	
2003	100,427	1.17	6.13	1.16	
2002	104,137	1.21	6.65	1.19	
2001	103,068	1.22	6.77	1.21	

INSURED CALIFORNIA
PREMIUM INCOME 2 (NCL)

Year Ended 8/31:					
2006 (a)	191,484	1.19*	6.05*	1.19*	
2005	194,895	1.17	6.03	1.17	
2004	192,035	1.19	6.38	1.19	
2003	185,181	1.20	6.53	1.19	
2002	190,870	1.23	6.83	1.22	
2001	189,633	1.24	7.01	1.24	

CALIFORNIA PREMIUM
INCOME (NCU)

Year Ended 8/31:					
2006 (a)	85,027	1.22*	6.11*	1.21*	
2005	86,785	1.21	6.08	1.20	
2004	83,772	1.23	6.62	1.22	
2003	78,859	1.24	6.72	1.24	
2002	83,249	1.27	7.07	1.26	
2001	82,067	1.32	7.36	1.30	

Preferred Shares at End of Period

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

INSURED CALIFORNIA
PREMIUM INCOME (NPC)

Year Ended 8/31:			
2006 (a)	\$45,000	\$25,000	\$81,296
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
2001	45,000	25,000	82,260

INSURED CALIFORNIA
PREMIUM INCOME 2 (NCL)

Year Ended 8/31:			
2006 (a)	95,000	25,000	75,391
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
2001	95,000	25,000	74,903

CALIFORNIA PREMIUM
INCOME (NCU)

Year Ended 8/31:			
2006 (a)	43,000	25,000	74,434
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
2001	43,000	25,000	72,714

- * Annualized.
- ** Total Investment 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) For the six months ended February 28, 2006.

See accompanying notes to financial statements.

78-79 SPREAD

Financial HIGHLIGHTS (Unaudited) (continued)

Selected data for a Common share outstanding throughout each period:

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

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

CALIFORNIA DIVIDEND
ADVANTAGE (NAC)

Year Ended 8/31:

2006 (e)	\$15.98	\$.51	\$ (.20)	\$ (.09)	\$ --	\$.22
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
2001	13.82	1.07	1.28	(.23)	--	2.12

CALIFORNIA DIVIDEND
ADVANTAGE 2 (NVX)

Year Ended 8/31:

2006 (e)	15.63	.49	(.18)	(.09)	--	.22
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
2001 (a)	14.33	.34	.90	(.05)	--	1.19

CALIFORNIA DIVIDEND
ADVANTAGE 3 (NZH)

Year Ended 8/31:

2006 (e)	15.31	.49	(.16)	(.10)	--	.23
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

INSURED CALIFORNIA
DIVIDEND ADVANTAGE (NKL)

Year Ended 8/31:

2006 (e)	15.81	.50	(.18)	(.10)	--	.22
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
2002 (c)	14.33	.34	.92	(.03)	--	1.23

INSURED CALIFORNIA
TAX-FREE ADVANTAGE (NKX)

Year Ended 8/31:

2006 (e)	15.17	.48	(.17)	(.09)	--	.22
2005	14.62	.96	.57	(.13)	--	1.40
2004	13.79	.96	.84	(.06)	--	1.74
2003 (d)	14.33	.64	(.33)	(.04)	--	.27

					Total Returns	
					Based on	
					Common	
					Share	
					Net	
					Asset	
Offering	Costs and	Ending	Ending	Based		
Underwriting	Preferred	Common	Market	on		
Share	Share	Share	Market	Market		
	Underwriting	Net Asset				

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

	Discounts	Value	Value	Value**	Value**
CALIFORNIA DIVIDEND ADVANTAGE (NAC)					
Year Ended 8/31:					
2006(e)	\$ --	\$15.70	\$16.01	2.85%	1.46%
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
2001	--	15.13	14.89	15.06	15.85
CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)					
Year Ended 8/31:					
2006(e)	--	15.41	14.92	1.17	1.43
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
2001(a)	(.12)	15.11	15.21	3.40	7.55
CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH)					
Year Ended 8/31:					
2006(e)	--	15.11	14.64	4.14	1.58
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
INSURED CALIFORNIA DIVIDEND ADVANTAGE (NKL)					
Year Ended 8/31:					
2006(e)	--	15.60	15.25	4.65	1.46
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(c)	(.12)	15.14	15.00	2.05	7.84
INSURED CALIFORNIA TAX-FREE ADVANTAGE (NKX)					
Year Ended 8/31:					
2006(e)	--	15.01	14.46	3.29	1.49
2005	--	15.17	14.38	7.46	9.84
2004	--	14.62	14.19	11.54	12.86
2003(d)	(.21)	13.79	13.56	(5.79)	.34

Ratios/Supplemental Data

Ending	Before Credit/Reimbursement	Ratio of Net		After Credit/R
	Ratio of Expenses	Investment	Income to	Ratio of Expenses

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

	Net Assets Applicable to Common Shares (000)	to Average Net Assets Applicable to Common Shares++	Average Net Assets Applicable to Common Shares++	to Average Net Assets Applicable to Common Shares++
=====				
CALIFORNIA DIVIDEND ADVANTAGE (NAC)				

Year Ended 8/31:				
2006 (e)	\$367,832	1.13%*	6.24%*	.83%*
2005	374,265	1.12	6.22	.75
2004	365,066	1.14	6.38	.70
2003	346,918	1.15	6.44	.70
2002	356,821	1.18	6.76	.72
2001	354,197	1.19	7.03	.72
CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)				

Year Ended 8/31:				
2006 (e)	227,948	1.15*	5.96*	.70*
2005	231,140	1.16	5.94	.70
2004	221,395	1.18	6.24	.72
2003	209,722	1.18	6.30	.73
2002	218,814	1.19	6.82	.73
2001 (a)	223,440	1.05*	5.23*	.62*
CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH)				

Year Ended 8/31:				
2006 (e)	364,328	1.16*	6.10*	.70*
2005	369,262	1.17	6.05	.70
2004	353,360	1.20	6.32	.73
2003	330,829	1.20	6.33	.73
2002 (b)	345,470	1.15*	6.01*	.69*
INSURED CALIFORNIA DIVIDEND ADVANTAGE (NKL)				

Year Ended 8/31:				
2006 (e)	238,048	1.16*	6.12*	.71*
2005	241,254	1.16	6.06	.71
2004	234,186	1.18	6.28	.72
2003	222,751	1.18	6.00	.72
2002 (c)	231,062	1.10*	4.98*	.60*
INSURED CALIFORNIA TAX-FREE ADVANTAGE (NKX)				

Year Ended 8/31:				
2006 (e)	88,293	1.22*	5.97*	.73*
2005	89,272	1.21	5.95	.73
2004	86,008	1.23	6.17	.73
2003 (d)	81,141	1.14*	5.25*	.67*
=====				

Preferred Shares at End of Period

Aggregate Liquidation

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

	Amount Outstanding (000)	and Market Value Per Share	Asset Coverage Per Share
=====			
CALIFORNIA DIVIDEND ADVANTAGE (NAC)			

Year Ended 8/31:			
2006 (e)	\$175,000	\$25,000	\$77,547
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
2001	175,000	25,000	75,600
CALIFORNIA DIVIDEND ADVANTAGE 2 (NVX)			

Year Ended 8/31:			
2006 (e)	110,000	25,000	76,806
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
2001 (a)	110,000	25,000	75,782
CALIFORNIA DIVIDEND ADVANTAGE 3 (NZH)			

Year Ended 8/31:			
2006 (e)	187,000	25,000	73,707
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
INSURED CALIFORNIA DIVIDEND ADVANTAGE (NKL)			

Year Ended 8/31:			
2006 (e)	118,000	25,000	75,434
2005	118,000	25,000	76,113
2004	118,000	25,000	74,616
2003	118,000	25,000	72,193
2002 (c)	118,000	25,000	73,954
INSURED CALIFORNIA TAX-FREE ADVANTAGE (NKX)			

Year Ended 8/31:			
2006 (e)	45,000	25,000	74,052
2005	45,000	25,000	74,595
2004	45,000	25,000	72,782
2003 (d)	45,000	25,000	70,078
=====			

* Annualized.

** Total Investment 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) For the period March 27, 2001 (commencement of operations) through August 31, 2001.
 - (b) For the period September 25, 2001 (commencement of operations) through August 31, 2002.
 - (c) For the period March 25, 2002 (commencement of operations) through August 31, 2002.
 - (d) For the period November 21, 2002 (commencement of operations) through August 31, 2003.
 - (e) For the six months ended February 28, 2006.

See accompanying notes to financial statements.

80-81 SPREAD

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 EXCHANGE-TRADED CLOSED-END FUNDS DIVIDEND REINVESTMENT PLAN

Your Nuveen Exchange-Traded 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.

82

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, 2005, 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.

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 or by writing to the SEC's Public References Section at 450 Fifth Street NW, Washington, D.C. 20549.

GLOSSARY OF TERMS USED IN THIS REPORT

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

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 all the maturities of the bonds in a Fund's portfolio, computed by weighting each maturity date (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.

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.

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.

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
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.

83

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 more than \$135 billion in assets, 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 four distinct brands: Nuveen, a leader in fixed-income investments; NWQ, a leader in value-style equities; Rittenhouse, a leader in growth-style equities; and Symphony, a leading institutional manager of market-neutral alternative investment 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.

o Share prices

Learn more
about Nuveen Funds at
WWW.NUVEEN.COM/ETF

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

Logo: NUVEEN Investments

ESA-B-0206D

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.

Not applicable.

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

During this reporting period, the registrant's Board of Trustees implemented a change to the procedures by which shareholders may recommend nominees to the registrant's board of trustees by amending the registrant's by-laws to include a provision specifying the date by which shareholder nominations for election as trustee at a subsequent meeting must be submitted to the registrant. Shareholders must deliver or mail notice to the registrant not less than forty-five days nor more than sixty days prior to the first anniversary date of the date on which the registrant first mailed its proxy materials for the prior year's annual meeting; provided, however, if an only if the annual meeting is not scheduled to be held within a period that commences thirty days before the first anniversary date of the annual meeting for the preceding year and ends thirty days after such anniversary date (an annual meeting date outside such

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

period being referred to as an "Other Annual Meeting Date" hereafter), the shareholder notice must be given no later than the close of business on the date forty-five days prior to such Other Annual Meeting Date or the tenth business day following the date such Other Annual Meeting Date is first publicly announced or disclosed. The shareholder's notice must be in writing and set forth the name, age, date of birth, business address, residence address and nationality of the person(s) being nominated and the class or series, number of all shares of the registrant owned of record or beneficially by each such person(s), any other information regarding such person required by Item 401 of Regulation S-K or Item 22 of Rule 14a-101 (Schedule 14A) under the Securities Exchange Act of 1934, as amended, any other information regarding the person(s) to be nominated that would be required to be disclosed in a proxy statement or other filings required to be made in connection with solicitation of proxies for election of trustees, and whether such shareholder believes any nominee is or will be an "interested person" (as that term is defined in the Investment Company Act of 1940, as amended) of the registrant or sufficient information to enable the registrant to make that determination and the written and signed consent of the person(s) to be nominated.

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

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

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

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

By (Signature and Title)* /s/ Jessica R. Droeger

Jessica R. Droeger
Vice President and Secretary

Date: May 5, 2006

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 5, 2006

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

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

Date: May 5, 2006

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