

NUVEEN CALIFORNIA DIVIDEND ADVANTAGE MUNICIPAL FUND
Form N-CSRS
November 06, 2009

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 811-09161

Nuveen California Dividend Advantage Municipal Fund

(Exact name of registrant as specified in charter)

Nuveen Investments
333 West Wacker Drive
Chicago, IL 60606

(Address of principal executive offices) (Zip code)

Kevin J. McCarthy
Nuveen Investments
333 West Wacker Drive
Chicago, IL 60606

(Name and address of agent for service)

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

Date of fiscal year end: February 28

Date of reporting period: August 31, 2009

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.

LOGO: NUVEEN INVESTMENTS

Closed-End Funds

Nuveen Investments
Municipal Closed-End Funds
IT'S NOT WHAT YOU EARN, IT'S WHAT YOU KEEP.(R)

Semi-Annual Report
August 31, 2009

----- 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	

August 09

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LOGO: NUVEEN INVESTMENTS

Chairman's
Letter to Shareholders

[PHOTO OF ROBERT P. BREMNER]

DEAR SHAREHOLDER,

The financial markets in which your Fund operates continue to reflect the larger economic crosscurrents. The illiquidity that infected global credit markets over the last year appears to be slowly but steadily receding. The major institutions that are the linchpin of the international financial system are strengthening their capital structures, but many still struggle with losses in their various portfolios. There are encouraging signs of recovery in European and Asian economies, while the U.S. economy continues to feel the impact of job losses and an over-borrowed consumer. Global trends include modestly increasing trade and increased concern about the ability of the U.S. government to address its substantial budgetary deficits. Identifying those developments that will define the future is never easy, but rarely is it more difficult than at present.

After considerable volatility in the first few months of 2009, both the fixed-income and equity markets have seen a partial recovery. A fundamental component of a successful long-term investment program is a commitment to remain invested during market downturns in order to be better positioned to benefit from any recovery. Another component is to re-evaluate investment disciplines and tactics and to confirm their validity following periods of extreme volatility and market dislocation, such as we have recently experienced. Your Board carried out an intensive review of investment performance with these objectives in mind during April and May of this year as part of the annual management contract renewal process. I encourage you to read the description of this process in the Annual Investment Management Agreement Approval Process section of this report.

Remaining invested through market downturns and reconfirming the appropriateness of a long term investment strategy is as important for our shareholders as it is for professional investment managers. For that reason, I again encourage you to remain in communication with your financial consultant on these subjects. For recent developments on all your Nuveen Funds, please visit the Nuveen web site: www.nuveen.com.

Nuveen remains committed to resolving the issues connected with outstanding auction rate preferred shares. In September 2009, Nuveen completed the refinancing at par of all the outstanding auction rate preferred shares issued by its taxable closed-end funds. For a variety of reasons, refinancing the remaining outstanding preferred shares issued by the municipal closed-end funds is taking longer but Nuveen is diligently pursuing a range of options to accomplish this. Please consult the Nuveen web site for the most recent information about the redemption of municipal auction rate preferred shares.

On behalf of the other members of your Fund's Board, we look forward to continuing to earn your trust in the months and years ahead. Sincerely,

/s/ Robert P. Bremner

Robert P. Bremner
Chairman of the Board

October 20, 2009

Nuveen Investments 1

Portfolio Manager's Comments

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)

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

WHAT KEY STRATEGIES WERE USED TO MANAGE THE CALIFORNIA FUNDS DURING THE SIX-MONTH REPORTING PERIOD ENDED AUGUST 31, 2009?

During this reporting period, municipal bond prices generally rose, as strong cash flows into municipal bond funds combined with tighter new issue supply to provide favorable supply and demand conditions.

Given the restricted supply during the period, investment activity in the California Funds was more limited than usual. One reason for the supply reduction was the introduction of the Build America Bonds program. Build America Bonds are a new class of taxable municipal debt created as part of the February 2009 economic stimulus package. They provide municipal issuers with a federal subsidy equal to 35% of the security's interest payments, and therefore offer issuers an attractive alternative to traditional tax-exempt debt. As of August 31, 2009, approximately 20% of new bonds issued in the municipal market have been issued as taxable Build America Bonds, which has reduced the supply of traditional tax-exempt municipal bond issuance. For the insured Funds, this situation was compounded by the severe decline in the issuance of AAA-rated insured bonds. During the first eight months of 2009, new insured bonds accounted for only 10.8% of national issuance, compared with 20.7% during the first eight months of 2008 and historical levels of approximately 50%. While we did see some new insured issuance during this period, none of it offered enough compelling opportunities to warrant significant turnover and its potential impact on earnings.

CERTAIN STATEMENTS IN THIS REPORT ARE FORWARD-LOOKING STATEMENTS. DISCUSSIONS OF SPECIFIC INVESTMENTS ARE FOR ILLUSTRATION ONLY AND ARE NOT INTENDED AS RECOMMENDATIONS OF INDIVIDUAL INVESTMENTS. THE FORWARD-LOOKING STATEMENTS AND OTHER VIEWS EXPRESSED HEREIN ARE THOSE OF THE PORTFOLIO MANAGER AS OF THE DATE OF THIS REPORT. ACTUAL FUTURE RESULTS OR OCCURRENCES MAY DIFFER SIGNIFICANTLY FROM THOSE ANTICIPATED IN ANY FORWARD-LOOKING STATEMENTS AND THE VIEWS EXPRESSED HEREIN ARE SUBJECT TO CHANGE AT ANY TIME, DUE TO NUMEROUS MARKET AND OTHER FACTORS. THE FUNDS DISCLAIM ANY OBLIGATION TO UPDATE PUBLICLY OR REVISE ANY FORWARD-LOOKING STATEMENTS OR VIEWS EXPRESSED HEREIN.

2 Nuveen Investments

When purchase opportunities did arise, we continued to focus on relative value,

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as we took a bottom-up approach to discovering undervalued sectors and individual credits with the potential to perform well over the long term. In some cases, we were able to add lower-rated and non-rated credits that we believed offered value at historically very attractive prices.

Cash for new purchases during this period was generated largely by bond calls. During the spring of 2009, some of the Funds also sold positions in California general obligation (GO) bonds prior to the credit problems experienced by the state during the summer.

We continued to use inverse floating rate securities(1) in all of these Funds. We employ inverse floaters for a variety of reasons, including duration(2) management, income enhancement and as a form of financial leverage. As of August 31, 2009, the inverse floaters remained in place in all of these Funds.

HOW DID THE FUNDS PERFORM?

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

AVERAGE ANNUAL TOTAL RETURNS ON COMMON SHARE NET ASSET VALUE*

FOR PERIODS ENDED 8/31/09

	SIX-MONTH	1-YEAR	5-YEAR	10-YEAR

UNINSURED FUNDS				
NCU	9.26%	1.69%	3.31%	5.74%
NAC	12.62%	-0.27%	3.10%	6.34%
NVX	10.40%	2.23%	3.96%	N/A
NZH	11.40%	-2.57%	2.34%	N/A
Standard & Poor's (S&P) CA Municipal Bond Index(3)	5.77%	3.47%	3.84%	5.19%
Lipper CA Municipal Debt Funds Average(4)	11.10%	-2.15%	2.58%	5.14%
Standard & Poor's (S&P) National Municipal Bond Index(5)	6.49%	4.68%	4.00%	5.30%
Barclays Capital Municipal Bond Index(6)	5.61%	5.67%	4.16%	5.40%
INSURED FUNDS				
NPC	5.70%	3.13%	3.59%	5.82%
NCL	9.15%	3.26%	3.31%	5.67%
NKL	8.46%	3.58%	4.12%	N/A
NKX	9.10%	2.09%	3.96%	N/A
Standard & Poor's (S&P) CA Municipal Bond Index(3)	5.77%	3.47%	3.84%	5.19%
Standard & Poor's (S&P) Insured National Municipal Bond Index(5)	5.99%	4.97%	3.89%	5.53%
Barclays Capital Insured Municipal Bond Index(6)	5.01%	5.94%	4.12%	5.58%
Lipper Single-State Insured Municipal Debt Funds Average(7)	9.86%	2.91%	3.40%	5.76%

For the six months ended August 31, 2009, the cumulative returns on common share net asset value (NAV) for NCU, NAC, NVX and NZH exceeded the returns on the Standard & Poor's (S&P) California Municipal Bond Index. NAC and NZH outperformed the average return for the Lipper California Municipal Debt Funds Average while NCU and NVX underperformed the Lipper average return. All of these Funds outperformed the Standard & Poor's (S&P) National Municipal Bond Index for the period.

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

- (1) An inverse floating rate security, also known as inverse floaters, is a financial instrument designed to pay long-term tax-exempt interest at a rate that varies inversely with a short-term tax-exempt interest rate index. For the Nuveen Funds, the index typically used is the Securities Industry and Financial Markets (SIFM) Municipal Swap Index (previously referred to as the Bond Market Association Index or BMA). Inverse floaters, including those inverse floating rate securities in which the Funds invested during the reporting period, are further defined within the Notes to Financial Statements and Glossary of Terms Used in this Report sections of this report.
- (2) 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.
- (3) The Standard & Poor's (S&P) California Municipal Bond Index is an unleveraged, market value-weighted index designed to measure the performance of the investment-grade California municipal bond market. This index does not reflect any initial or on going expenses and is not available for direct investment.
- (4) The Lipper California Municipal Debt Funds Average is calculated using the returns of all closed-end funds in this category for each period as follows: Six-months, 24 funds; 1-year, 24 funds; 5-year, 24 funds; and 10-year, 12 funds. Fund and Lipper returns assume reinvestment of dividends.
- (5) The Standard & Poor's (S&P) National Municipal Bond Index is an unleveraged, market value-weighted index designed to measure the performance of the investment-grade U.S. municipal bond market, while the Standard & Poor's (S&P) Insured National Municipal Bond Index is an unleveraged, market value-weighted index designed to measure the performance of the insured segment of the U.S. municipal bond market. The indexes do not reflect any initial or on going expenses and are not available for direct investment.
- (6) The Barclays Capital (formerly Lehman Brothers) Municipal Bond Index is an unleveraged, unmanaged national index comprising a broad range of investment-grade municipal bonds, while the Barclays Capital (formerly Lehman Brothers) Insured Municipal Bond Index is an unleveraged, unmanaged national index containing a broad range of insured municipal bonds. Results for the Barclays Capital indexes do not reflect any expenses and are not available for direct investment.
- (7) The Lipper Single-State Insured Municipal Debt Funds Average is calculated using the returns of all closed-end funds in this category for each period as follows: Six-months, 44 funds; 1-year, 44 funds; 5-year, 44 funds; and 10-year, 24 funds. Fund and Lipper returns assume reinvestment of dividends.

For the insured Funds during the same period, the cumulative returns on common share NAV for NCL, NKL and NKX exceeded the returns on the Standard & Poor's (S&P) California Municipal Bond Index. NPC performed in line with the Standard & Poor's (S&P) California Municipal Bond Index. The four insured Funds underperformed the average return on the Lipper Single-State Insured Municipal Debt Funds Average. All of the Funds except NPC outperformed the Standard & Poor's (S&P) Insured National Municipal Bond Index for the period.

Key management factors that influenced the Funds' returns during this period included duration and yield curve positioning, credit exposure and sector allocations. In addition, leverage was an important factor affecting the Funds' performances over this period. The impact of leverage is discussed in more detail on page 5.

As previously noted, municipal bonds generally performed well over this period. Bonds in the Barclays Capital Municipal Bond Index with maturities longer than 15 years, especially those with the longest maturities (22 years or more), benefited the most from this environment. These bonds generally outperformed credits with shorter maturities, with bonds maturing in one to two years posting the weakest returns for the period. Among the uninsured Funds, NAC was the best positioned for this environment in terms of duration and yield curve positioning, while NCU had more exposure to the underperforming shorter end of the yield curve, which hurt its performance. Similarly, among the insured Funds, NCL was more advantageously positioned, especially relative to NPC, which was negatively impacted by its lower weightings in the longer parts of the curve that performed well.

The increase in demand for municipal bonds, among both institutional and individual investors, especially for lower-rated credits, was driven by a variety of factors. These included concerns about possible tax increases, the need to rebalance portfolio allocations, and a growing appetite to assume additional risk. At the same time, the supply of new municipal paper declined and bonds rated BBB or below and non-rated bonds generally outperformed those rated AAA. All of the uninsured Funds were helped by their weightings in the lower-rated credit categories, although the positive contribution from these bonds was smaller in NCU, which had less exposure to these categories. NKL and NKX also benefited from their holdings of uninsured BBB and non-rated bonds. In addition, individual security selection in the high-grade, longer maturity categories boosted the performance of NAC, as its selection of longer AAA, AA, and A rated bonds outperformed similar categories in the other California Funds.

Holdings that generally contributed to the Funds' performances included industrial development revenue (IDR), health care and zero coupon bonds, all of which outperformed the general municipal market during this period. Bonds backed by the 1998 master tobacco settlement agreement also posted strong returns. As of August 31, 2009, holdings of lower-rated tobacco bonds ranged from approximately 3% to 5% of total net assets, providing a meaningful contribution to performance. (NPC and NCL do not hold any uninsured tobacco bonds.)

4 Nuveen Investments

Pre-refunded(8) bonds, which often are backed by U.S. Treasury securities and which, were one of the top performing segments of the municipal bond market over the past two years, performed especially poorly during this period. This was due primarily to their shorter effective maturities and higher credit quality. Additional market segments that lagged the overall municipal market included resource recovery, water and sewer and GO credits. Although long-dated

California GOs underperformed other bonds with the same effective duration, all of these Funds were significantly underweighted in California GOs relative to the California market in general, which helped their absolute and relative performances. As of August 31, 2009, California GOs were rated Baal/A/BBB by Moody's, S&P and Fitch, respectively. These credit ratings, which were the lowest of any state, reflected two downgrades by Moody's and three downgrades by Fitch during this six-month period, most recently in July 2009. On the positive side, S&P, which had lowered its rating on California GOs in February 2009, reaffirmed its rating of A in August 2009 and removed the state from its negative credit watch list.

IMPACT OF THE FUNDS' CAPITAL STRUCTURES AND LEVERAGE STRATEGIES ON PERFORMANCE

One important factor impacting the returns of these Funds relative to the comparative indexes was the Funds' use of financial leverage. The Funds use leverage because their managers believe that, over time, leveraging provides opportunities for additional income and total returns for common shareholders. However, use of leverage also can expose common shareholders to additional risk--especially when market conditions are unfavorable. For example, as the prices of securities held by a Fund declines, the negative impact of these valuation changes on common share net asset value and common shareholder total return is magnified by the use of leverage. Conversely, leverage may enhance common share returns during periods when bond prices generally are rising. During this six-month period, leverage had a positive impact on the total return performance of the Funds that employed this strategy.

RECENT DEVELOPMENTS REGARDING BOND INSURANCE COMPANIES

Another factor that had an impact on the performance of these Funds was their positions in bonds backed by municipal bond insurers that experienced downgrades in their credit ratings. During the period covered by this report, all bond insurers experienced one or more rating reductions by at least one or more rating agencies. At the time this report was prepared, there are no longer any bond insurers rated AAA by more than one of the major rating agencies (Moody's Investor Service, S&P and Fitch) and at least one rating agency has placed each insurer on "negative credit watch," "credit outlook/watch developing" "credit outlook/watch negative," "credit watch evolving," "rating withdrawn" or "regulatory supervision" which may presage one or more rating reductions for any insurer in the future. As concern increased about the balance sheets of insurers, prices on insured bonds - especially those bonds issued by weaker underlying credits - declined, detracting from the Funds' performances. By the end of this period, most insured bonds were being valued according to their fundamentals as if they were uninsured. On the whole, the holdings of all of these Funds continued to be well diversified and it is important to note that municipal bonds historically have had a very low rate of default.

- (8) Pre-refundings, also known as advance refundings or refinancings, occur when an issuer sells new bonds and uses the proceeds to fund principal and interest payments of older existing bonds. This process often results in lower borrowing costs for bond issuers.

Nuveen Investments 5

RECENT DEVELOPMENTS REGARDING THE FUND'S LEVERAGED CAPITAL STRUCTURE

As noted in the last several shareholder reports, the auction rate preferred shares issued by many closed-end funds, including these Nuveen Funds, have been hampered by a lack of liquidity since February 2008. Since that time, more auction rate preferred shares have been submitted for sale in their regularly scheduled auctions than there have been offers to buy. In fact, offers to buy

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have been almost completely non-existent since late February, 2008. This means that these auctions have "failed to clear," and that many, or all, of the auction rate preferred shareholders who wanted to sell their shares in these auctions were unable to do so. This lack of liquidity in auction rate preferred shares did not lower the credit quality of these shares, and auction rate preferred shareholders unable to sell their shares received distributions at the "maximum rate" applicable to failed auctions, as calculated in accordance with the pre-established terms of the auction rate preferred shares. In the recent market, with short-term rates at multi-generational lows, those maximum rates also have been low.

One continuing implication for common shareholders from the auction failures is that each Fund's cost of leverage likely has been incrementally higher at times than it otherwise might have been had the auctions continued to be successful. As a result, each Fund's common share earnings likely have been incrementally lower at times than they otherwise might have been.

As noted in past shareholder reports, the Funds' Board of Directors/Trustees authorized a plan to use tender option bonds (TOBs), also known as floating rate securities, to refinance a portion of the Funds' outstanding auction rate preferred shares. The amount of TOBs that a Fund may use varies according to the composition of each Fund's portfolio. Some Funds have a greater ability to use TOBs than others. As of August 31, 2009, the amounts of auction rate preferred securities redeemed, at par, by each of the Funds are as shown in the accompanying table.

FUND	AUCTION RATE PREFERRED SHARES REDEEMED	% OF ORIGINAL AUCTION RATE PREFERRED SHARES
NPC	-	-
NCL	\$15,175,000	15.97%
NCU	\$ 4,125,000	9.59%
NAC	\$39,475,000	22.56%
NVX	\$11,725,000	10.66%
NZH	\$32,925,000	17.61%
NKL	\$ 9,750,000	8.26%
NKX	\$45,000,000	100.00%

6 Nuveen Investments

As noted in past shareholder reports, NKX's redemptions were achieved through the issuance of variable rate demand preferred shares (VRDP) in conjunction with the proceeds from the creation of TOBs. VRDP is a newly-developed instrument that essentially replaced the auction rate preferred shares used as leverage in NKX, and potentially, could be used to refinance the auction rate preferred shares of other Funds. The holder of VRDP has a right to put the shares to an external liquidity provider, whose fees are paid by the Fund and its common shareholders. VRDP is offered only to qualified institutional buyers, defined pursuant to Rule 144A under the Securities Act of 1933. As of August 31, 2009, NKX had issued \$35.5 million of VRDP.

Subsequent to the end of this reporting period, the following Funds noticed for redemption, at par, additional auction rate preferred securities as shown in the accompanying table.

FUND	AUCTION RATE PREFERRED SHARES REDEEMED
------	--

NCU	\$4,500,000
NVX	\$4,500,000

The Funds, their Board of Directors/Trustees and Fund Management continue to work to resolve this situation. Several Funds have attempted to issue VRDP, but it has been difficult to find liquidity facilities on economically viable terms given the constrained credit environment. The Funds also have tried to develop other forms of preferred stock that have longer terms and do not require a Fund to obtain and pay for the services of an external liquidity provider. However, the Funds cannot provide any assurance on when the remaining outstanding auction rate preferred shares might be redeemed.

As of August 31, 2009, 78 Nuveen closed-end municipal funds have redeemed, at par, a portion of their outstanding auction rate preferred shares. These redemptions bring the total amount of Nuveen's municipal closed-end funds' auction rate preferred share redemptions to approximately \$2.3 billion of the original \$11 billion outstanding.

For up-to-date information, please visit the Nuveen CEF Auction Rate Preferred Resource Center at: <http://www.nuveen.com/ResourceCenter/AuctionRatePreferred.aspx>.

Nuveen Investments 7

Common Share Dividend and Share Price Information

During the six-month reporting period ended August 31, 2009, each of these eight California Funds had one monthly dividend increase.

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 August 31, 2009, all of the Funds in this report had positive UNII balances for tax purposes, based upon our best estimate, and positive UNII balances for financial statement purposes.

COMMON SHARE REPURCHASES AND SHARE PRICE INFORMATION

As of August 31, 2009, the following Funds cumulatively repurchased common shares as shown in the accompanying table. Since the inception of the Funds repurchase program, NAC and NKX have not repurchased any of their outstanding common shares.

FUND	COMMON SHARES REPURCHASED	% OF OUTSTANDING COMMON SHARES
NPC	13,300	0.2%
NCL	53,500	0.4%
NCU	37,900	0.7%
NVX	50,700	0.3%
NZH	12,900	0.1%
NKL	32,700	0.2%

8 Nuveen Investments

During the six-month reporting period, the following Funds repurchased common shares at a weighted average price and a weighted average discount per common share as shown in the accompanying table.

FUND	COMMON SHARES REPURCHASED	WEIGHTED AVERAGE PRICE PER SHARE REPURCHASED	WEIGHTED AVERAGE DISCOUNT PER SHARE REPURCHASED
NPC	7,100	\$11.25	18.75%
NCL	11,700	\$10.43	18.03%
NCU	23,200	\$ 9.75	20.39%
NVX	32,400	\$10.28	19.87%
NKL	13,700	\$11.04	18.04%

As of August 31, 2009, the Funds' common share prices were trading at discounts to their common share NAVs as shown in the accompanying table.

FUND	8/31/09 (-)DISCOUNT	SIX-MONTH AVERAGE (-)DISCOUNT
NPC	-9.62%	-13.98%
NCL	-7.48%	-10.86%
NCU	-8.27%	-15.63%
NAC	-7.34%	-11.60%
NVX	-7.74%	-13.01%
NZH	-1.77%	-7.92%
NKL	-7.65%	-12.18%
NKX	-6.46%	-9.27%

Nuveen Investments 9

NPC Performance OVERVIEW | Nuveen Insured California Premium Income Municipal Fund, Inc. as of August 31, 2009

FUND SNAPSHOT

Common Share Price	\$ 13.06
Common Share Net Asset Value	\$ 14.45
Premium/(Discount) to NAV	-9.62%
Market Yield	5.65%
Taxable-Equivalent Yield(3)	8.68%
Net Assets Applicable to Common Shares (\$000)	\$ 93,168
Average Effective Maturity on Securities (Years)	14.65
Leverage-Adjusted Duration	10.04

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

	ON SHARE PRICE	ON NAV
6-Month (Cumulative)	11.73%	5.70%
1-Year	1.41%	3.13%
5-Year	2.42%	3.59%
10-Year	4.62%	5.82%

PORTFOLIO COMPOSITION
(as a % of total investments)

U.S. Guaranteed	30.0%
Tax Obligation/Limited	25.9%
Tax Obligation/General	23.4%
Water and Sewer	11.0%
Other	9.7%

INSURERS
(as a % of total Insured investments)

NPFG(5)	36.1%
AMBAC	21.6%
FSA	21.1%
FGIC	15.6%
AGC	3.0%
Other	2.6%

CREDIT QUALITY (AS A % OF TOTAL INVESTMENTS) (1,2)

[PIE CHART]

Insured	70%
U.S. Guaranteed*	30%

* U.S. Guaranteed includes 10.5% (as a % of total investments) of Insured securities.

2008-2009 MONTHLY TAX-FREE DIVIDENDS PER COMMON SHARE (4)

[BAR CHART]

Sep	\$0.0605
Oct	0.0605
Nov	0.0605
Dec	0.0605

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Jan	0.0605
Feb	0.0605
Mar	0.0605
Apr	0.0605
May	0.0615
Jun	0.0615
Jul	0.0615
Aug	0.0615

COMMON SHARE PRICE PERFORMANCE -- WEEKLY CLOSING PRICE

[LINE CHART]

9/02/08	\$ 13.91
	13.89
	13.64
	13.16
	12.02
	11.83
	8.3
	10.46
	11.14
	11.57
	12.1
	11.3892
	10
	10.44
	9.99
	8.7332
	10.04
	10.47
	10.84
	12.45
	11.69
	11.924
	12.37
	12.6704
	12.46
	12.1
	12.04
	11.28
	11.25
	11.29
	11.8
	11.83
	11.74
	11.83
	12.12
	12.35
	12.51
	12.3799
	12.32
	12.36
	12.25
	11.86
	12.18
	11.79
	11.86
	12.04
	12.15
	12.62
	12.75

	12.9417
	12.88
	12.96
	12.98
8/31/09	13.06

- (1) Primarily all of the Fund's net assets are invested in municipal securities that guarantee the timely payment of principal and interest. See Notes to Financial Statements, Footnote 1 - Insurance, for more information.
- (2) The percentages shown in the foregoing chart may reflect the ratings on certain bonds whose insurer has experienced downgrades as of the end of the reporting period. Please see the Portfolio Manager's Comments for an expanded discussion of the affect on the Fund of changes to the ratings of certain bonds in the portfolio resulting from changes to the ratings of the underlying insurers both during the period and after period end.
- (3) 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 34.9%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.
- (4) The Fund paid shareholders capital gains and net ordinary income distributions in December 2008 of \$0.1447 per share.
- (5) MBIA's public finance subsidiary.

10 Nuveen Investments

NCL Performance OVERVIEW | Nuveen Insured California Premium Income Municipal Fund 2, Inc. as of August 31, 2009

CREDIT QUALITY (AS A % OF TOTAL INVESTMENTS) (1,2)

[PIE CHART]

Insured	87%
U.S. Guaranteed*	13%

* U.S. Guaranteed includes 10.7% (as a % of total investments) of Insured securities.

2008-2009 MONTHLY TAX-FREE DIVIDENDS PER COMMON SHARE (4)

[BAR CHART]

Sep	\$0.056
Oct	0.056
Nov	0.056
Dec	0.056
Jan	0.056
Feb	0.056
Mar	0.058
Apr	0.058
May	0.065
Jun	0.065
Jul	0.065
Aug	0.065

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COMMON SHARE PRICE PERFORMANCE -- WEEKLY CLOSING PRICE

[LINE CHART]

9/02/08	\$12.63
	12.87
	12.7
	11.74
	11.06
	10.8
	7.77
	9.52
	10.68
	10.3
	12.3614
	11.41
	10.51
	9.89
	9.15
	7.8
	9.07
	9.05
	9.97
	11.25
	10.667
	10.28
	10.7
	10.79
	11.2
	10.29
	10.89
	10.36
	10.53
	10.72
	10.81
	11.02
	11.22
	11.15
	11.67
	11.95
	12.03
	11.89
	11.98
	12.08
	12.22
	11.95
	11.66
	11.3
	11.29
	11.43
	11.68
	12
	12.27
	12.34
	12.32
	12.53
	12.6
8/31/09	12.61

FUND SNAPSHOT

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Common Share Price	\$	12.61
Common Share Net Asset Value	\$	13.63
Premium/(Discount) to NAV		-7.48%
Market Yield		6.19%
Taxable-Equivalent Yield(3)		9.51%
Net Assets Applicable to Common Shares (\$000)	\$	172,637
Average Effective Maturity on Securities (Years)		17.38
Leverage-Adjusted Duration		12.71

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

	ON SHARE PRICE	ON NAV
6-Month (Cumulative)	19.50%	9.15%
1-Year	7.62%	3.26%
5-Year	1.98%	3.31%
10-Year	4.57%	5.67%

PORTFOLIO COMPOSITION
(as a % of total investments)

Tax Obligation/Limited	39.6%
Tax Obligation/General	16.4%
Water and Sewer	15.0%
U.S. Guaranteed	13.0%
Utilities	5.3%
Other	10.7%

INSURERS
(as a % of total Insured investments)

FGIC	28.8%
AMBAC	27.5%
NPFG(5)	21.7%
FSA	19.0%
Other	3.0%

(1) Primarily all of the Fund's net assets are invested in municipal

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securities that guarantee the timely payment of principal and interest. See Notes to Financial Statements, Footnote 1 - Insurance, for more information.

- (2) The percentages shown in the foregoing chart may reflect the ratings on certain bonds whose insurer has experienced downgrades as of the end of the reporting period. Please see the Portfolio Manager's Comments for an expanded discussion of the affect on the Fund of changes to the ratings of certain bonds in the portfolio resulting from changes to the ratings of the underlying insurers both during the period and after period end.
- (3) 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 34.9%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.
- (4) The Fund paid shareholders capital gains and net ordinary income distributions in December 2008 of \$0.1431 per share.
- (5) MBIA's public finance subsidiary.

Nuveen Investments 11

NCU Performance OVERVIEW | Nuveen California Premium Income Municipal Fund as of August 31, 2009

FUND SNAPSHOT

Common Share Price	\$ 12.09
Common Share Net Asset Value	\$ 13.18
Premium/(Discount) to NAV	-8.27%
Market Yield	5.66%
Taxable-Equivalent Yield(2)	8.69%
Net Assets Applicable to Common Shares (\$000)	\$ 75,631
Average Effective Maturity on Securities (Years)	16.97
Leverage-Adjusted Duration	12.14

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

	ON SHARE PRICE	ON NAV
6-Month (Cumulative)	23.95%	9.26%
1-Year	2.60%	1.69%
5-Year	3.26%	3.31%
10-Year	5.02%	5.74%

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PORTFOLIO COMPOSITION
(as a % of total investments)

Tax Obligation/Limited	31.0%
Health Care	17.7%
Tax Obligation/General	17.0%
U.S. Guaranteed	10.5%
Utilities	5.3%
Water and Sewer	4.6%
Other	13.9%

CREDIT QUALITY (AS A % OF TOTAL INVESTMENTS) (1)

[PIE CHART]

AAA/U.S. Guaranteed	25%
AA	30%
A	31%
BBB	11%
BB or Lower	2%
N/R	1%

2008-2009 MONTHLY TAX-FREE DIVIDENDS PER COMMON SHARE (3)

[BAR CHART]

Sep	\$0.0555
Oct	0.0555
Nov	0.0555
Dec	0.0555
Jan	0.0555
Feb	0.0555
Mar	0.0555
Apr	0.0555
May	0.057
Jun	0.057
Jul	0.057
Aug	0.057

COMMON SHARE PRICE PERFORMANCE -- WEEKLY CLOSING PRICE

[LINE CHART]

9/02/08	\$ 12.58
	12.76
	12.44
	11.72
	10.76
	10.55
	7.69
	8.859
	10.25
	9.95
	10.62
	9.84

8.58
 8.85
 8.34
 7.76
 8.55
 8.6
 9.22
 10.51
 10.06
 10
 10.22
 10.3
 10.41
 9.52
 10.06
 9.52
 9.68
 9.79
 9.85
 9.91
 10
 10.12
 10.48
 10.77
 10.95
 10.85
 10.82
 10.93
 10.92
 10.76
 10.7
 10.53
 10.64
 10.73
 10.8
 11.07
 11.492
 11.53
 11.58
 11.84
 12.03
 12.09

8/31/09

- (1) Excluding short-term investments.
- (2) 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 34.9%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.
- (3) The Fund paid shareholders a capital gains distribution in December 2008 of \$0.0061 per share.

12 Nuveen Investments

NAC Performance OVERVIEW | Nuveen California Dividend Advantage Municipal Fund
 as of August 31, 2009

CREDIT QUALITY (AS A % OF TOTAL INVESTMENTS) (1)

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[PIE CHART]

AAA/U.S. Guaranteed	33%
AA	15%
A	33%
BBB	10%
BB or Lower	1%
N/R	8%

2008-2009 MONTHLY TAX-FREE DIVIDENDS PER COMMON SHARE (3)

[BAR CHART]

Sep	\$ 0.063
Oct	0.063
Nov	0.063
Dec	0.063
Jan	0.063
Feb	0.063
Mar	0.063
Apr	0.063
May	0.0665
Jun	0.0665
Jul	0.0665
Aug	0.0665

COMMON SHARE PRICE PERFORMANCE -- WEEKLY CLOSING PRICE

[LINE CHART]

9/02/08	\$ 13.31
	13.46
	13.63
	12.79
	11.98
	11.1
	8.15
	9.6
	10.9
	11.01
	11.21
	10.25
	8.76
	9.73
	9.1
	7.57
	9.27
	9
	10.17
	11.3
	10.55
	10.4
	10.51
	10.69
	11.15
	9.92
	10.82
	9.7
	9.805
	10.3
	10.13

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	10.55
	10.46
	10.64
	10.99
	11.3
	11.42
	11.33
	11.4
	11.62
	11.33
	10.83
	10.935
	10.9
	10.92
	11.1
	11.2
	11.45
	11.7
	11.83
	11.99
	12.15
	12.16
8/31/09	12.24

FUND SNAPSHOT

Common Share Price	\$	12.24
Common Share Net Asset Value	\$	13.21
Premium/(Discount) to NAV		-7.34%
Market Yield		6.52%
Taxable-Equivalent Yield(2)		10.02%
Net Assets Applicable to Common Shares (\$000)	\$	310,213
Average Effective Maturity on Securities (Years)		18.03
Leverage-Adjusted Duration		12.53

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

	ON SHARE PRICE	ON NAV
6-Month (Cumulative)	17.10%	12.62%
1-Year	0.55%	-0.27%
5-Year	2.71%	3.10%
10-Year	4.59%	6.34%

PORTFOLIO COMPOSITION
(as a % of total investments)

Tax Obligation/Limited	23.7%
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U.S. Guaranteed	18.4%
Health Care	17.4%
Transportation	13.6%
Tax Obligation/General	6.1%
Education and Civic Organizations	4.8%
Water and Sewer	4.4%
Other	11.6%

- (1) Excluding short-term investments.
- (2) 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 34.9%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.
- (3) The Fund paid shareholders capital gains and net ordinary income distributions in December 2008 of \$0.2634 per share.

Nuveen Investments 13

NVX Performance OVERVIEW | Nuveen California Dividend Advantage Municipal Fund 2 as of August 31, 2009

FUND SNAPSHOT

Common Share Price	\$	12.75
Common Share Net Asset Value	\$	13.82
Premium/(Discount) to NAV		-7.74%
Market Yield		6.54%
Taxable-Equivalent Yield(1)		10.05%
Net Assets Applicable to Common Shares (\$000)	\$	203,836
Average Effective Maturity on Securities (Years)		15.20
Leverage-Adjusted Duration		11.40

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

	ON SHARE PRICE	ON NAV
6-Month (Cumulative)	25.61%	10.40%
1-Year	8.24%	2.23%
5-Year	4.02%	3.96%

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Since Inception	4.18%	5.37%
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 PORTFOLIO COMPOSITION
 (as a % of total investments)

U.S. Guaranteed	28.0%
Tax Obligation/Limited	15.2%
Health Care	12.5%
Transportation	7.5%
Water and Sewer	7.3%
Tax Obligation/General	6.8%
Education and Civic Organizations	5.8%
Utilities	5.4%
Other	11.5%

CREDIT QUALITY (AS A % OF TOTAL INVESTMENTS)

[PIE CHART]

AAA/U.S. Guaranteed	36%
AA	18%
A	26%
BBB	11%
BB or Lower	2%
N/R	7%

2008-2009 MONTHLY TAX-FREE DIVIDENDS PER COMMON SHARE (2)

[BAR CHART]

Sep	\$0.0605
Oct	0.0605
Nov	0.0605
Dec	0.0605
Jan	0.0605
Feb	0.0605
Mar	0.066
Apr	0.066
May	0.0695
Jun	0.0695
Jul	0.0695
Aug	0.0695

COMMON SHARE PRICE PERFORMANCE -- WEEKLY CLOSING PRICE

[LINE CHART]

9/02/08	\$ 12.72
	12.89
	12.78
	12.4
	11.34

10.89
 7.63
 9.37
 10.65
 10.63
 10.86
 10.28
 9
 9.91
 8.93
 8.35
 9.54
 9.38
 9.9
 11.2301
 10.45
 10.5
 10.91
 10.8
 10.99
 9.96
 10.51
 10.2
 10.37
 10.55
 10.72
 11
 10.92
 10.98
 11.2
 11.48
 12
 11.88
 11.8
 12.05
 11.69
 11.51
 11.44
 11.33
 11.42
 11.5
 11.81
 11.9
 12.26
 12.33
 12.4
 12.5863
 12.65
 12.75

8/31/09

- (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 34.9%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.
- (2) The Fund paid shareholders capital gains and net ordinary income distributions in December 2008 of \$0.035 per share.

14 Nuveen Investments

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NZH Performance OVERVIEW | Nuveen California Dividend Advantage Municipal Fund 3
as of August 31, 2009

CREDIT QUALITY (AS A % OF TOTAL INVESTMENTS) (1)

[PIE CHART]

AAA/U.S. Guaranteed	31%
AA	17%
A	30%
BBB	14%
BB or Lower	1%
N/R	7%

2008-2009 MONTHLY TAX-FREE DIVIDENDS PER COMMON SHARE

[BAR CHART]

Sep	\$0.0615
Oct	0.0615
Nov	0.0615
Dec	0.0615
Jan	0.0615
Feb	0.0615
Mar	0.064
Apr	0.064
May	0.0675
Jun	0.0675
Jul	0.0675
Aug	0.0675

COMMON SHARE PRICE PERFORMANCE -- WEEKLY CLOSING PRICE

[LINE CHART]

9/02/08	\$ 12.76
	13.05
	12.86
	12.35
	11.6
	10.78
	7.75
	9
	10.4
	10.5
	10.9
	9.84
	8.62
	9.8
	8.13
	7.38
	8.85
	8.63
	9.44
	10.44
	9.69
	9.65
	10.355
	10.48
	10.72
	9.45

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	10.23
	9.6
	10.01
	9.86
	10.18
	10.23
	10.2
	10.22
	10.7099
	10.89
	11.38
	11.12
	11.34
	11.37
	11.27
	10.72
	10.77
	10.461
	10.53
	10.65
	10.95
	11.09
	11.35
	11.45
	11.75
	12.14
	12.13
8/31/09	12.2

FUND SNAPSHOT

Common Share Price	\$	12.20
Common Share Net Asset Value	\$	12.42
Premium/(Discount) to NAV		-1.77%
Market Yield		6.64%
Taxable-Equivalent Yield(2)		10.20%
Net Assets Applicable to Common Shares (\$000)	\$	299,575
Average Effective Maturity on Securities (Years)		16.86
Leverage-Adjusted Duration		13.54

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

	ON SHARE PRICE	ON NAV
6-Month (Cumulative)	23.62%	11.40%
1-Year	1.88%	-2.57%
5-Year	4.27%	2.34%
Since Inception	3.49%	3.98%

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PORTFOLIO COMPOSITION
(as a % of total investments)

Tax Obligation/Limited	26.0%
Health Care	18.1%
U.S. Guaranteed	16.0%
Tax Obligation/General	12.1%
Water and Sewer	5.9%
Consumer Staples	4.9%
Transportation	4.6%
Other	12.4%

(1) Excluding short-term investments.

(2) 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 34.9%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.

Nuveen Investments 15

NKL Performance OVERVIEW | Nuveen Insured California Dividend Advantage
Municipal Fund as of August 31, 2009

FUND SNAPSHOT

Common Share Price	\$	13.15
Common Share Net Asset Value	\$	14.24
Premium/(Discount) to NAV		-7.65%
Market Yield		6.34%
Taxable-Equivalent Yield(3)		9.74%
Net Assets Applicable to Common Shares (\$000)	\$	217,150
Average Effective Maturity on Securities (Years)		16.43
Leverage-Adjusted Duration		10.00

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

	ON SHARE PRICE	ON NAV
6-Month (Cumulative)	21.74%	8.46%
1-Year	4.43%	3.58%

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5-Year	3.74%	4.12%
Since Inception	4.37%	5.84%

PORTFOLIO COMPOSITION
(as a % of total investments)

Tax Obligation/Limited	32.1%
Tax Obligation/General	18.2%
U.S. Guaranteed	14.3%
Utilities	9.9%
Water and Sewer	9.7%
Health Care	4.3%
Other	11.5%

INSURERS
(as a % of total Insured investments)

AMBAC	27.4%
FSA	25.3%
NFPG(5)	24.0%
FGIC	15.3%
SYNCORA	4.8%
Other	3.2%

CREDIT QUALITY (AS A % OF TOTAL INVESTMENTS) (1,2)

[PIE CHART]

Insured	74%
U.S. Guaranteed*	14%
GNMA/FNMA Guaranteed	1%
A (Uninsured)	5%
BBB (Uninsured)	6%

* U.S. Guaranteed includes 9.4% (as a % of total investments) of Insured securities.

2008-2009 MONTHLY TAX-FREE DIVIDENDS PER COMMON SHARE (4)

[BAR CHART]

Sep	\$ 0.062
Oct	0.062
Nov	0.062
Dec	0.062
Jan	0.062

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Feb	0.062
Mar	0.0635
Apr	0.0635
May	0.0695
Jun	0.0695
Jul	0.0695
Aug	0.0695

COMMON SHARE PRICE PERFORMANCE -- WEEKLY CLOSING PRICE

[LINE CHART]

9/02/08	\$13.5099
	13.65
	13.71
	13.6
	12.3
	11.52
	8.28
	10.039
	11.16
	11.84
	12
	11.26
	9.9999
	10.16
	9.9
	8.65
	9.66
	10.25
	10.91
	11.8
	11.35
	11.35
	11.5056
	11.83
	11.7
	10.61
	11.16
	10.95
	10.95
	11.15
	11.38
	11.54
	11.25
	11.48
	11.9
	11.98
	12.48
	12.46
	12.51
	12.6
	12.1
	11.55
	11.81
	11.78
	11.884
	11.88
	12.14
	12.44
	12.89
	12.8

	13.05
	13.13
	13.145
8/31/09	13.15

- (1) At least 80% of the Fund's net assets are invested in municipal securities that guarantee the timely payment of principal and interest. See Notes to Financial Statements, Footnote 1 - Insurance, for more information.
- (2) The percentages shown in the foregoing chart may reflect the ratings on certain bonds whose insurer has experienced downgrades as of the end of the reporting period. Please see the Portfolio Manager's Comments for an expanded discussion of the affect on the Fund of changes to the ratings of certain bonds in the portfolio resulting from changes to the ratings of the underlying insurers both during the period and after period end.
- (3) 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 34.9%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.
- (4) The Fund paid shareholders capital gains and net ordinary income distributions in December 2008 of \$0.0372 per share.
- (5) MBIA's public finance subsidiary.

16 Nuveen Investments

NKX Performance OVERVIEW | Nuveen Insured California Tax-Free Advantage
Municipal Fund as of August 31, 2009

CREDIT QUALITY (AS A % OF TOTAL INVESTMENTS) (1,2,3)

[PIE CHART]

Insured	72%
U.S. Guaranteed*	14%
AA (Uninsured)	7%
A (Uninsured)	1%
BBB (Uninsured)	6%

* U.S. Guaranteed includes 10.6% (as a % of long-term investments) of Insured securities.

2008-2009 MONTHLY TAX-FREE DIVIDENDS PER COMMON SHARE (5)

[BAR CHART]

Sep	\$ 0.059
Oct	0.059
Nov	0.059
Dec	0.059
Jan	0.059
Feb	0.059
Mar	0.059
Apr	0.059
May	0.063
Jun	0.063
Jul	0.063

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Aug 0.063

COMMON SHARE PRICE PERFORMANCE -- WEEKLY CLOSING PRICE

[LINE CHART]

9/02/08	\$ 13.7
	13.93
	13.62
	13.15
	11.73
	11.8
	8.136
	9.835
	10.9
	11.8511
	12.3
	10.6
	9.83
	10.32
	9.3
	8.6
	9.47
	10.35
	10.67
	12.14
	11.58
	10.97
	11.26
	11.41
	11.76
	11.65
	11.75
	10.75
	10.99
	10.96
	11.488
	11.6899
	11.3
	11.5
	12.04
	12.4
	12.26
	11.86
	12.19
	12.45
	11.97
	11.48
	11.73
	11.47
	11.8
	11.78
	11.9
	12.04
	12.3
	12.34
	12.33
	12.6461
	12.7499
8/31/09	12.75

FUND SNAPSHOT

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Common Share Price	\$ 12.75
Common Share Net Asset Value	\$ 13.63
Premium/(Discount) to NAV	-6.46%
Market Yield	5.93%
Taxable-Equivalent Yield(4)	9.11%
Net Assets Applicable to Common Shares (\$000)	\$ 80,226
Average Effective Maturity on Securities (Years)	17.15
Leverage-Adjusted Duration	12.10

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

	ON SHARE PRICE	ON NAV
6-Month (Cumulative)	11.87%	9.10%
1-Year	-1.06%	2.09%
5-Year	3.43%	3.96%
Since Inception	3.27%	4.81%

PORTFOLIO COMPOSITION
(as a % of total investments)

Tax Obligation/Limited	31.3%
Tax Obligation/General	15.6%
Health Care	14.6%
U.S. Guaranteed	13.7%
Water and Sewer	9.5%
Transportation	7.0%
Other	8.3%

INSURERS
(as a % of total Insured investments)

AMBAC	47.6%
NPFG(6)	22.3%
FSA	9.0%
AGC	7.9%
BHAC	6.2%

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FGIC	5.5%
Other	1.5%

- (1) Excluding short-term investments.
- (2) At least 80% of the Fund's net assets are invested in municipal securities that guarantee the timely payment of principal and interest. See Notes to Financial Statements, Footnote 1 - Insurance, for more information.
- (3) The percentages shown in the foregoing chart may reflect the ratings on certain bonds whose insurer has experienced downgrades as of the end of the reporting period. Please see the Portfolio Manager's Comments for an expanded discussion of the affect on the Fund of changes to the ratings of certain bonds in the portfolio resulting from changes to the ratings of the underlying insurers both during the period and after period end.
- (4) 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 34.9%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.
- (5) The Fund paid shareholders a capital gains distribution in December 2008 of \$0.0516 per share.
- (6) MBIA's public finance subsidiary.

Nuveen Investments 17

NPC | Nuveen Insured California Premium Income Municipal Fund, Inc.
 | Portfolio of Investments August 31, 2009 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL CA PROVISIONS
	EDUCATION AND CIVIC ORGANIZATIONS - 5.1% (3.6% OF TOTAL INVESTMENTS)	
\$ 1,250	California Educational Facilities Authority, Student Loan Revenue Bonds, Cal Loan Program, Series 2001A, 5.400%, 3/01/21 - NCFG Insured (Alternative Minimum Tax)	9/09 at 101.
1,500	California State University, Systemwide Revenue Bonds, Series 2005A, 5.000%, 11/01/25 - AMBAC Insured	5/15 at 100.
2,000	California State University, Systemwide Revenue Bonds, Series 2005C, 5.000%, 11/01/27 - NCFG Insured	11/15 at 100.
4,750	Total Education and Civic Organizations	
	HEALTH CARE - 5.6% (3.9% OF TOTAL INVESTMENTS)	
3,000	California Health Facilities Financing Authority, Insured Revenue Bonds, Sutter Health, Series 1998A, 5.375%, 8/15/30 - NCFG Insured	2/10 at 100.
724	California Statewide Communities Development Authority, Revenue Bonds, Saint Joseph Health System, Trust 2554, 18.134%, 7/01/47 - FSA Insured (IF)	7/18 at 100.

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1,500	California Statewide Community Development Authority, Certificates of Participation, Sutter Health Obligated Group, Series 1999, 5.500%, 8/15/19 - FSA Insured	2/10 at 101.
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5,224	Total Health Care	
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	HOUSING/SINGLE FAMILY - 0.3% (0.2% OF TOTAL INVESTMENTS)	
180	California Housing Finance Agency, Home Mortgage Revenue Bonds, Series 2006H, 5.750%, 8/01/30 - FGIC Insured (Alternative Minimum Tax)	2/16 at 100.
100	California Housing Finance Agency, Singl	