

NUVEEN INSURED CALIFORNIA PREMIUM INCOME MUNICIPAL FUND 2 IN  
Form N-Q  
January 29, 2009

**UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, DC 20549**

**FORM N-Q**

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

Investment Company Act file number 811-7492

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

(Exact name of registrant as specified in charter)

**Nuveen Investments**

**333 West Wacker Drive, Chicago, Illinois 60606**

(Address of principal executive offices) (Zip code)

**Kevin J. McCarthy Vice President and Secretary**

**333 West Wacker Drive, Chicago, Illinois 60606**

(Name and address of agent for service)

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

Date of fiscal year end: 02/28

Date of reporting period: 11/30/08

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

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

**Item 1. Schedule of Investments**

**Portfolio of Investments (Unaudited)**

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

*November 30, 2008*

**Principal**

**Amount (000) Description (1)**

**Education and Civic Organizations □ 6.5% (4.1% of Total Investments)**

|    |       |   |
|----|-------|---|
| \$ | 620   | California Educational Facilities Authority, Revenue Bonds, University of the Pacific, Series 2000, 5.875%, 11/01/20 □ MBIA Insured                               |
|    | 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) |
|    | 1,500 | California State University, Systemwide Revenue Bonds, Series 2005A, 5.000%, 11/01/25 □ AMBAC Insured   |
|    | 6,000 | University of California, Revenue Bonds, Multi-Purpose Projects, Series 2003A, 5.000%, 5/15/27 □ AMBAC Insured (UB)   |

---

10,245 Total Education and Civic Organizations

**Health Care □ 2.0% (1.3% of Total Investments)**

|  |       |  |
|--|-------|--|
|  | 1,410 | California Statewide Communities Development Authority, Revenue Bonds, Saint Joseph Health System, Trust 2554, 14.196%, 7/01/47 □ FSA Insured (IF) |
|  | 2,000 | The Regents of the University of California, Medical Center Pooled Revenue Bonds, Series 2007A, 4.500%, 5/15/37 □ MBIA Insured                     |
|  | 650   | University of California, Hospital Revenue Bonds, UCLA Medical Center, Series 2004A, 5.500%, 5/15/18 □ AMBAC Insured                               |

---

4,060 Total Health Care

**Housing/Single Family □ 2.4% (1.5% of Total Investments)**

|  |       |  |
|--|-------|--|
|  | 400   | California Housing Finance Agency, Home Mortgage Revenue Bonds, Series 2006H, 5.750%, 8/01/30 □ FGIC Insured (Alternative Minimum Tax)       |
|  | 2,325 | California Housing Finance Agency, Home Mortgage Revenue Bonds, Series 2006K, 5.500%, 2/01/42 □ AMBAC Insured (Alternative Minimum Tax)      |
|  | 1,100 | California Housing Finance Agency, Single Family Mortgage Bonds, Series 1997C-2-II, 5.625%, 8/01/20 □ MBIA Insured (Alternative Minimum Tax) |

---

3,825 Total Housing/Single Family

**Tax Obligation/General □ 25.6% (16.3% 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           |
|  | 1,425 | Bassett Unified School District, Los Angeles County, California, General Obligation Bonds, Series 2006B, 5.250%, 8/01/30 □ FGIC Insured       |
|  | 3,000 | California State, General Obligation Bonds, Series 2006, 4.500%, 9/01/36 □ FSA Insured  |
|  | 4,400 | California, General Obligation Bonds, Series 2003, 5.000%, 2/01/31 □ MBIA Insured   |
|  | 3,000 | California, General Obligation Veterans Welfare Bonds, Series 2001BZ, 5.375%, 12/01/24 □ MBIA Insured (Alternative Minimum Tax)               |
|  | 3,200 | Coast Community College District, Orange County, California, General Obligation Bonds, Series 2006C, 0.000%, 8/01/31 □ FSA Insured            |
|  | 1,105 | Fontana Unified School District, San Bernardino County, California, General Obligation Bonds, Trust 2668, 12.170%, 8/01/28 □ FSA Insured (IF) |
|  | 1,255 | Los Angeles Community College District, Los Angeles County, California, General Obligation Bonds, Series 2005A, 5.000%, 8/01/24 □ FSA Insured |
|  | 4,000 | Los Angeles Unified School District, Los Angeles County, California, General Obligation Bonds,  |

Edgar Filing: NUVEEN INSURED CALIFORNIA PREMIUM INCOME MUNICIPAL FUND 2 IN - Form N-Q

|        |   |
|--------|---|
|        | Series 2007A, 4.500%, 7/01/24 ☐ FSA Insured   |
|        | Los Rios Community College District, Sacramento, El Dorado and Yolo Counties, California, General Obligation Bonds, Series 2006C:               |
| 2,110  | 5.000%, 8/01/21 ☐ FSA Insured (UB)  |
| 3,250  | 5.000%, 8/01/22 ☐ FSA Insured (UB)  |
| 3,395  | 5.000%, 8/01/23 ☐ FSA Insured (UB)  |
| 1,270  | Merced City School District, Merced County, California, General Obligation Bonds, Series 2004, 5.000%, 8/01/22 ☐ FGIC Insured                   |
| 305    | Roseville Joint Union High School District, Placer County, California, General Obligation Bonds, Series 2006B, 5.000%, 8/01/27 ☐ FGIC Insured   |
| 2,500  | Sacramento City Unified School District, Sacramento County, California, General Obligation Bonds, Series 2005, 5.000%, 7/01/27 ☐ MBIA Insured   |
| 1,125  | San Diego Unified School District, California, General Obligation Bonds, Election of 1998, Series 1999A, 0.000%, 7/01/21 ☐ FGIC Insured         |
| 2,000  | San Francisco Community College District, California, General Obligation Bonds, Series 2002A, 5.000%, 6/15/26 ☐ FGIC Insured                    |
| 1,000  | San Ramon Valley Unified School District, Contra Costa County, California, General Obligation Bonds, Series 2004, 5.000%, 8/01/24 ☐ FSA Insured |
| 2,445  | Washington Unified School District, Yolo County, California, General Obligation Bonds, Series 2004A, 5.000%, 8/01/21 ☐ FGIC Insured             |
| <hr/>  |   |
| 42,245 | Total Tax Obligation/General  |

**Tax Obligation/Limited ☐ 58.2% (37.0% 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   |
| 8,000  | 0.000%, 9/01/21 ☐ FSA Insured   |
|        | 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  |
| 1,780  | 5.000%, 12/01/23 ☐ AMBAC Insured  |
| 3,725  | California State Public Works Board, Lease Revenue Bonds, Department of Corrections & Rehabilitation, Series 2005J, 5.000%, 1/01/17 ☐ AMBAC Insured               |
| 380    | Capistrano Unified School District, Orange County, California, Special Tax Bonds, Community Facilities District, Series 2005, 5.000%, 9/01/24 ☐ FGIC Insured      |
| 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    |
| 8,280  | Fontana Public Financing Authority, California, Tax Allocation Revenue Bonds, North Fontana Redevelopment Project, Series 2005A, 5.000%, 10/01/32 ☐ AMBAC Insured |
| 4,695  | Golden State Tobacco Securitization Corporation, California, Enhanced Tobacco Settlement Revenue Bonds, Drivers Trust 2091, 11.071%, 6/01/45 ☐ AGC Insured (IF)   |
| 4,500  | Golden State Tobacco Securitization Corporation, California, Enhanced Tobacco Settlement Revenue Bonds, Residual Series 2040, 1.012%, 6/01/45 ☐ FGIC Insured (IF) |
|        | Golden State Tobacco Securitization Corporation, California, Tobacco Settlement Asset-Backed Revenue Bonds, Series 2005A:   |
| 20,110 | 5.000%, 6/01/35 ☐ FGIC Insured  |
| 2,345  | 5.000%, 6/01/38 ☐ FGIC Insured  |

Edgar Filing: NUVEEN INSURED CALIFORNIA PREMIUM INCOME MUNICIPAL FUND 2 IN - Form N-Q

|       |   |
|-------|---|
| 1,255 | Hesperia Public Financing Authority, California, Redevelopment and Housing Projects Tax Allocation Bonds, Series 2007A, 5.000%, 9/01/37 ☐ SYNCORA GTY Insured                       |
| 1,700 | Hesperia Unified School District, San Bernardino County, California, Certificates of Participation, Capital Improvement, Series 2007, 5.000%, 2/01/41 ☐ AMBAC Insured               |
| 1,810 | Kern County Board of Education, California, Certificates of Participation Refunding, Series 1998A, 5.200%, 5/01/28 ☐ MBIA Insured   |
| 5,000 | La Quinta Redevelopment Agency, California, Tax Allocation Refunding Bonds, Redevelopment Project Area 1, Series 1998, 5.200%, 9/01/28 ☐ AMBAC Insured                              |
| 2,185 | Los Angeles Community Redevelopment Agency, California, Lease Revenue Bonds, Manchester Social Services Project, Series 2005, 5.000%, 9/01/37 ☐ AMBAC Insured                       |
| 1,000 | Los Angeles Community Redevelopment Agency, California, Tax Allocation Bonds, Bunker Hill Project, Series 2004A, 5.000%, 12/01/20 ☐ FSA Insured                                     |
| 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         |
| 4,000 | Los Angeles, California, Certificates of Participation, Municipal Improvement Corporation, Series 2003AW, 5.000%, 6/01/33 ☐ AMBAC Insured   |
| 3,000 | Los Angeles, California, Municipal Improvement Corporation, Lease Revenue Bonds, Police Headquarters, Series 2006A, 4.750%, 1/01/31 ☐ FGIC Insured                                  |
| 6,120 | Moreno Valley Community Redevelopment Agency, California, Tax Allocation Bonds, Series 2007A, 5.000%, 8/01/38 ☐ AMBAC Insured   |
| 4,140 | Plumas County, California, Certificates of Participation, Capital Improvement Program, Series 2003A, 5.000%, 6/01/28 ☐ AMBAC Insured  |
| 390   | Poway Redevelopment Agency, California, Tax Allocation Refunding Bonds, Paguay Redevelopment Project, Series 2000, 5.750%, 6/15/33 ☐ MBIA Insured                                   |
| 325   | Rialto Redevelopment Agency, California, Tax Allocation Bonds, Merged Project Area, Series 2005A, 5.000%, 9/01/35 ☐ SYNCORA GTY Insured   |
| 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                         |
| 405   | Roseville, California, Certificates of Participation, Public Facilities, Series 2003A, 5.000%, 8/01/25 ☐ AMBAC Insured  |
| 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 |
| 1,500 | San Jose Redevelopment Agency, California, Tax Allocation Bonds, Merged Project Area, Series 2005A, 5.000%, 8/01/28 ☐ MBIA Insured  |
| 5,510 | Sweetwater Union High School District Public Financing Authority, California, Special Tax Revenue Bonds, Series 2005A, 5.000%, 9/01/28 ☐ FSA Insured                                |
| 1,020 | Washington Unified School District, Yolo County, California, Certificates of Participation, Series 2007, 5.125%, 8/01/37 ☐ AMBAC Insured  |

---

113,090 Total Tax Obligation/Limited

---

**Transportation ☐ 7.3% (4.7% 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                                |
| 4,000 | Orange County Transportation Authority, California, Toll Road Revenue Bonds, 91 Express Lanes Project, Series 2003A, 5.000%, 8/15/18 ☐ AMBAC Insured                       |
| 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)

15,500 Total Transportation

**U.S. Guaranteed ☐ 22.7% (14.5% of Total Investments) (4)**

|       |   |
|-------|---|
| 1,380 | California Educational Facilities Authority, Revenue Bonds, University of the Pacific, Series 2000, 5.875%, 11/01/20 (Pre-refunded 11/01/10) ☐ MBIA Insured               |
|       | California, Various Purpose General Obligation Bonds, Series 2000:  |
| 7,995 | 5.750%, 3/01/22 (Pre-refunded 3/01/10) ☐ MBIA Insured   |
| 1,900 | 5.750%, 3/01/27 (Pre-refunded 3/01/10) ☐ MBIA Insured   |
| 2,260 | Central Unified School District, Fresno County, California, General Obligation Bonds, Series 1993, 5.625%, 3/01/18 ☐ AMBAC Insured (ETM)                                  |
| 3,000 | Escondido Union High School District, San Diego County, California, General Obligation Bonds, Series 1996, 5.700%, 11/01/10 ☐ MBIA Insured (ETM)                          |
|       | Fresno Unified School District, Fresno County, California, General Obligation Bonds, Series 2001F:  |
| 1,065 | 5.125%, 8/01/21 ☐ FSA Insured (ETM)   |
| 1,160 | 5.125%, 8/01/22 ☐ FSA Insured (ETM)   |
| 1,220 | 5.125%, 8/01/23 ☐ FSA Insured (ETM)   |
| 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 |
|       | 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  |
| 1,000 | 5.250%, 8/01/22 (Pre-refunded 8/01/14) ☐ FSA Insured  |
| 1,610 | Poway Redevelopment Agency, California, Tax Allocation Refunding Bonds, Paguay Redevelopment Project, Series 2000, 5.750%, 6/15/33 (Pre-refunded 12/15/10) ☐ MBIA Insured |
| 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) |
| 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              |
| 905   | University of California, Hospital Revenue Bonds, UCLA Medical Center, Series 2004A, 5.500%, 5/15/18 (Pre-refunded 5/15/12) ☐ AMBAC Insured                               |

31,315 Total U.S. Guaranteed

**Utilities ☐ 8.5% (5.4% 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               |
| 670   | Merced Irrigation District, California, Electric System Revenue Bonds, Series 2005, 5.125%, 9/01/31 ☐ SYNCORA GTY Insured   |
| 100   | Sacramento City Financing Authority, California, Capital Improvement Revenue Bonds, Solid Waste and Redevelopment Projects, Series 1999, 5.800%, 12/01/19 ☐ AMBAC Insured |
| 1,950 | Salinas Valley Solid Waste Authority, California, Revenue Bonds, Series 2002, 5.250%, 8/01/27 ☐ AMBAC Insured (Alternative Minimum Tax)                                   |
|       | Santa Clara, California, Subordinate Electric Revenue Bonds, Series 2003A:  |
| 2,800 | 5.000%, 7/01/24 ☐ MBIA Insured  |
| 5,000 | 5.000%, 7/01/28 ☐ MBIA Insured  |

---

14,260 Total Utilities

---

**Water and Sewer □ 23.9% (15.2% of Total Investments)**

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

2,000 El Dorado Irrigation District, California, Water and Sewer Certificates of Participation, Series 2004A, 5.000%, 3/01/21 □ FGIC Insured

750 Fortuna Public Finance Authority, California, Water Revenue Bonds, Series 2006, 5.000%, 10/01/36 □ FSA Insured

460 Healdsburg Public Financing Authority, California, Wastewater Revenue Bonds, Series 2006, 5.000%, 4/01/36 □ MBIA Insured

2,700 Los Angeles County Sanitation Districts Financing Authority, California, Senior Revenue Bonds, Capital Projects, Series 2003A, 5.000%, 10/01/21 □ FSA Insured

2,000 Los Angeles, California, Wastewater System Revenue Bonds, Series 2005A, 4.500%, 6/01/29 □ MBIA Insured

430 Marina Coast Water District, California, Enterprise Certificate of Participation, Series 2006, 5.000%, 6/01/31 □ MBIA Insured

12,000 Orange County Sanitation District, California, Certificates of Participation, Series 2008, 5.000%, 2/01/33 □ FGIC Insured (UB)

1,520 San Buenaventura, California, Water Revenue Certificates of Participation, Series 2004, 5.000%, 10/01/25 □ AMBAC Insured

1,000 San Diego County Water Authority, California, Water Revenue Certificates of Participation, Series 2008A, 5.000%, 5/01/38 □ FSA Insured

3,675 San Dieguito Water District, California, Water Revenue Bonds, Series 2004, 5.000%, 10/01/23 □ FGIC Insured

Santa Clara Valley Water District, California, Certificates of Participation, Series 2004A:

1,400 5.000%, 2/01/19 □ FGIC Insured

445 5.000%, 2/01/20 □ FGIC Insured

465 5.000%, 2/01/21 □ FGIC Insured

2,500 West Basin Municipal Water District, California, Revenue Certificates of Participation, Series 2003A, 5.000%, 8/01/30 □ MBIA Insured

Yorba Linda Water District, California, Certificates of Participation, Highland Reservoir Renovation, Series 2003:

2,010 5.000%, 10/01/28 □ FGIC Insured

2,530 5.000%, 10/01/33 □ FGIC Insured

---

38,860 Total Water and Sewer

---



---

\$ 273,400 Total Investments (cost \$259,689,667) □ 157.1%

---



---

Floating Rate Obligations □ (13.3)%

---



---

Other Assets Less Liabilities □ 9.2%

---



---

Auction Rate Preferred Shares, at Liquidation Value □ (53.0)% (5)

---

Net Assets Applicable to Common Shares 100%

---

---

**Futures Contracts outstanding at November 30, 2008:**

| <b>Type</b>        | <b>Contract Position</b> | <b>Number of Contracts</b> | <b>Contract Expiration</b> | <b>Value November 30, 2008</b> |
|--------------------|--------------------------|----------------------------|----------------------------|--------------------------------|
| U.S. Treasury Bond | Short                    | (56)                       | 12/08                      | \$(7,199,500)                  |

At least 80% of the Fund's net assets (including net assets attributable to Auction Rate Preferred shares) are invested in municipal securities that are covered by insurance or backed by an escrow or trust account containing sufficient U.S. Government or U.S. Government agency securities or U.S. Treasury-issued State and Local Government Series securities to 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 Group ("Standard & Poor's") or Moody's Investor Service, Inc. ("Moody's") rating. Ratings below BBB by Standard & Poor's or Baa by Moody's are considered to be below investment grade.

The Portfolio of Investments may reflect the ratings on certain bonds insured by ACA, AGC, AMBAC, CIFG, FGIC, FSA, MBIA, RAAI and SYNCORA as of November 30, 2008. Subsequent to November 30, 2008, and during the period this Portfolio of Investments was prepared, there may have been reductions to the ratings of certain bonds resulting from changes to the ratings of the underlying insurers both during the period and after period end. Such reductions would likely reduce the effective rating of many of the bonds insured by that insurer or insurers presented at period end.

- (4) Backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensure the timely payment of principal and interest. Such investments are normally considered to be equivalent to AAA rated securities.
- (5) Auction Rate Preferred Shares, at Liquidation Value as a percentage of Total Investments is 33.7%.
- (ETM) Escrowed to maturity.
- (IF) Inverse floating rate investment.
- (UB) Underlying bond of an inverse floating rate trust reflected as a financing transaction pursuant to the provisions of SFAS No. 140.

**Fair Value Measurements**

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

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

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

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



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

The following is a summary of the Fund's fair value measurements as of November 30, 2008:

|              | Level 1        | Level 2       | Level 3        | Total          |
|--------------|----------------|---------------|----------------|----------------|
| Investments  | \$ 236,711,520 |               | \$ 236,711,520 | \$ 236,711,520 |
| Derivatives* | (516,393)      |               |                | (516,393)      |
| Total        | \$(516,393)    | \$236,711,520 | \$ 236,195,127 | \$ 236,195,127 |

\*Represents net unrealized appreciation (depreciation).

### 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 timing differences in recognizing taxable market discount, timing differences in recognizing certain gains and losses on investment transactions and the treatment of investments in inverse floating rate transactions subject to SFAS No. 140. To the extent that differences arise that are permanent in nature, such amounts are reclassified within the capital accounts on the Statement of Assets and Liabilities presented in the annual report, based on their federal tax basis treatment; temporary differences do not require reclassification. Temporary and permanent differences do not impact the net asset value of the Fund.

At November 30, 2008, the cost of investments was \$239,413,777.

Gross unrealized appreciation and gross unrealized depreciation of investments at November 30, 2008, were as follows:

|   |                |
|---|----------------|
| Gross unrealized:   |                |
| Appreciation  | \$ 3,018,342   |
| Depreciation  | (25,783,864)   |
| Net unrealized appreciation (depreciation) of investments | \$(22,765,522) |

**Item 2. Controls and Procedures.**

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

**Item 3. Exhibits.**

File as exhibits as part of this Form a separate certification for each principal executive officer and principal financial officer of the registrant as required by Rule 30a-2(a) under the 1940 Act (17 CFR 270.30a-2(a)), exactly as set forth below: See EX-99 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 Insured California Premium Income Municipal Fund 2, Inc.

By (Signature and Title) /s/ Kevin J. McCarthy  
Kevin J. McCarthy  
Vice President and Secretary

Date January 29, 2009

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 January 29, 2009

By (Signature and Title) /s/ Stephen D. Foy  
Stephen D. Foy  
Vice President and Controller (principal financial officer)

Date January 29, 2009