BLACKROCK MUNIHOLDINGS CALIFORNIA QUALITY FUND, INC.

Form N-Q June 27, 2011

UNITEDSTATES SECURITIESANDEXCHANGECOMMISSION Washington, D.C. 20549

#### FORM N-Q

# QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED MANAGEMENT INVESTMENT COMPANY

Investment Company Act file number 811-08573

Name of Fund: BlackRock MuniHoldings California Quality Fund, Inc. (MUC)

Fund Address: 100 Bellevue Parkway, Wilmington, DE 19809

Name and address of agent for service: John M. Perlowski, Chief Executive Officer, BlackRock MuniHoldings California Quality Fund, Inc., 55 East 52<sup>nd</sup> Street, New York, NY 10055

Registrant s telephone number, including area code: (800) 882-0052, Option 4

Date of fiscal year end: 07/31/2011

Date of reporting period: 04/30/2011

Item 1 Schedule of Investments

### Schedule of Investments April 30, 2011 (Unaudited)

	Par	
Municipal Bonds	(000)	Value
California — 116.2%		
Corporate — 0.5%		
City of Chula Vista California, Refunding		
RB, San Diego Gas & Electric,		
Series A, 5.88%, 2/15/34	\$ 2,435	\$ 2,535,760
County/City/Special District/School District — 48.2%		
Alameda County Joint Powers Authority,		
Refunding RB, Lease (AGM), 5.00%,		
12/01/34	13,180	12,736,625
Bonita Unified School District California,		
GO, Election of 2004, Series B		
(NPFGC), 5.00%, 8/01/29	8,350	8,453,206
Central Unified School District, GO,		
Election of 2008, Series A (AGC),		
5.63%, 8/01/33	2,600	2,641,782
City of Garden Grove California, COP,		
Series A, Financing Project (AMBAC),		
5.50%, 3/01/26	4,040	4,166,008
City of Lodi California, COP, Refunding,		
Series A (AGM), 5.00%, 10/01/32	2,080	2,042,352
City of Redding California, COP,		
Refunding, Series A (AGM), 5.00%,		
6/01/30	5,735	5,692,905
Colton Joint Unified School District, GO,		
Series A (NPFGC), 5.38%, 8/01/26	2,500	2,541,150
Corona Department of Water & Power,		
COP (NPFGC), 5.00%, 9/01/29	5,910	5,610,186
County of Kern California, COP, Capital		
Improvements Projects, Series A		
(AGC), 6.00%, 8/01/35	3,500	3,715,495
Covina-Valley Unified School District		
California, GO, Refunding, Series A		
(AGM), 5.50%, 8/01/26	2,395	2,496,907
Culver City Redevelopment Finance		

Authority California, Tax Allocation			
Bonds, Refunding, Series A (AGM),			
5.60%, 11/01/25		3,750	3,796,387
Fullerton Joint Union High School District		3,7 33	0,100,001
California, GO, Election of 2002,			
Series B (NPFGC), 5.00%, 8/01/29		6,685	6,779,058
Grossmont Healthcare District, GO,		0,000	0,1.10,000
Election of 2006, Series B, 6.13%,			
7/15/40		2,000	2,102,060
Jurupa Public Financing Authority, RB,		,	, - ,
Superior Lien, Series A (AGM):			
5.00%, 9/01/30		4,000	3,850,960
0.007.0, 0.07.00		.,000	0,000,000
	Par		
Municipal Bonds	(000)	Value	
California (continued)			
County/City/Special District/School			
District (continued)			
Jurupa Public Financing Authority, RB,			
Superior Lien, Series A (AGM)			
(concluded):			
5.00%, 9/01/33		\$ 2,000	\$ 1,862,420
5.00%, 9/01/39		4,230	3,783,185
Los Angeles Community Redevelopment			
Agency California, RB, Bunker Hill			
Project, Series A (AGM), 5.00%,			
12/01/27		10,000	10,176,900
Los Angeles County Metropolitan			
Transportation Authority, Refunding			
RB, Proposition A, First Tier, Senior			
Series A (AMBAC), 5.00%, 7/01/35		9,000	9,059,940
Los Gatos Union School District			
California, GO, Election of 2001,			
Series B (AGM), 5.00%, 8/01/30		2,735	2,780,866
Los Rios Community College District, GO,			
Election of 2008, Series A, 5.00%,			
8/01/35		11,000	10,683,090
Marin Community College District, GO,			
Election of 2004, Series A (NPFGC),			
5.00%, 8/01/28		5,760	5,807,866

Orange County Sanitation District, COP,		
Series A, 5.00%, 2/01/35	2,500	2,525,425
Oxnard Union High School District, GO,		
Refunding, Election of 2004, Series A		
(AGM), 5.00%, 8/01/35	10,000	9,631,900
Peralta Community College District, GO,		
Election of 2000, Series D (AGM),		
5.00%, 8/01/35	15,490	14,596,537
Port of Oakland, Refunding RB,		
Series M, AMT (NPFGC), 5.38%,		
11/01/27	24,465	23,121,627
Redlands Unified School District		
California, GO, Election of 2008		
(AGM), 5.25%, 7/01/33	5,000	5,020,350
Redwoods Community College District,		
GO, Election of 2004 (NPFGC), 5.00%,		
8/01/31	4,630	4,548,651
Riverside Unified School District		
California, GO, Election of 2001,		
Series B (NPFGC), 5.00%, 8/01/30	10,735	10,694,744
Saddleback Valley Unified School District		
California, GO (AGM), 5.00%, 8/01/29	4,115	4,131,830

#### Portfolio Abbreviations

To simplify the listings of portfolio holdings in the Schedule of Investments, the names and descriptions of many of the securities have been abbreviated

according to the following list:

AGC	Assured Guaranty Corp.	CAB	Capital Appreciation Bonds
AGM	Assured Guaranty Municipal Corp.	COP	Certificates of Participation
AMBAC	American Municipal Bond Assurance Corp.	GO	General Obligation Bonds
AMT	Alternative Minimum Tax (subject to)	NPFGC	National Public Finance Guarantee Corp.
BHAC	Berkshire Hathaway Assurance Corp.	RB	Revenue Bonds

BLACKROCK MUNIHOLDINGS CALIFORNIA QUALITY FUND, INC. APRIL 30, 2011 1

### Schedule of Investments(continued)

	Par	
Municipal Bonds	(000)	Value
California (continued)		
County/City/Special District/School		
District (concluded)		
San Bernardino Community College		
District, GO, Election of 2002,		
Series A, 6.25%, 8/01/33	\$ 310	\$ 339,425
San Diego Community College District		
California, GO, Election of 2002		
(AGM), 5.00%, 5/01/30	7,000	7,020,090
San Diego Regional Building Authority,		
RB, County Operations Center &		
Annex, Series A, 5.50%, 2/01/29	830	863,374
San Francisco Community College		
District California, GO, Election of		
2001, Series C (AGM), 5.00%,		
6/15/31	4,195	5 4,207,921
San Jose Evergreen Community College		
District California, GO, Refunding, CAB,		
Election of 2004, Series A (NPFGC),		
5.17%, 9/01/24 (a)	10,410	4,906,129
San Jose Financing Authority, RB,		
Convention Center Expansion &		
Renovation Project:		
5.75%, 5/01/36	2,560	2,565,504
5.75%, 5/01/42	4,500	4,500,000
San Mateo County Transportation		
District California, Refunding RB,		
Series A (NPFGC), 5.00%, 6/01/29	5,650	5,752,095
Santa Clara Redevelopment Agency		
California, Tax Allocation Bonds,		
Bayshore North Project, Series A		
(AMBAC), 5.50%, 6/01/23	10,000	10,003,100
Snowline Joint Unified School District,		
COP, Refunding, Refining Project		

(AGC), 5.75%, 9/01/38	5,635	5,955,29	วง
Vista Unified School District California,	3,030	5,900,28	,,
	10.000	10.265.00	20
GO, Series A (AGM), 5.25%, 8/01/25	10,000	10,265,90	,0
Walnut Valley Unified School District			
California, GO, Election of 2007,			
Measure S, Series A (AGM), 5.00%,	0.000	4 050 00	20
2/01/33	2,000	1,958,30	)0
Walnut Valley Unified School District,			
GO, Election of 2007, Measure S,			
Series A (AGM), 5.00%, 8/01/30	1,000	990,17	'0
West Contra Costa Unified School			
District California, GO (AGM):			
Election of 2002, Series B, 5.00%,			
8/01/32	6,690	6,672,13	38
Election of 2005, Series A, 5.00%,			
8/01/26	2,595	5 2,650,67	11
West Contra Costa Unified School			
District, GO, Election of 2005, Series A			
(AGM), 5.00%, 8/01/35	12,000	11,622,12	20
Westminster Redevelopment Agency			
California, Tax Allocation Bonds,			
Subordinate, Commercial			
Redevelopment Project No. 1 (AGC),			
6.25%, 11/01/39	4,300	4,680,16	33
		270,002,74	<del>1</del> 5
Education — 11.5%			
Anaheim City School District California,			
GO, Election of 2010 (AGM), 6.25%,			
8/01/40	3,750	3,952,80	)0
	Par		
Municipal Bonds	(000)	Value	
California (continued)			
Education (concluded)			
California State Public Works Board, RB,			
University of California, Institute			
Project, Series C (AMBAC), 5.00%,			
4/01/30	\$ 5,025	5 \$ 4,952,28	38
California State University, Refunding			
RB, Systemwide, Series C (NPFGC),			

5.00%, 11/01/35	10,000	9,143,200
Gavilan Joint Community College District,		
GO, Election of 2004, Series D (b):		
5.50%, 8/01/31	2,170	2,245,473
5.75%, 8/01/35	7,150	7,372,865
Riverside Community College District,		
GO, Election of 2004, Series C (AGM),		
5.00%, 8/01/32	8,750	8,659,000
San Diego Community College District,		
GO, Election of 2006 (AGM), 5.00%,		
8/01/30	8,685	8,721,390
University of California, RB:		
Limited Project, Series D (AGM),		
5.00%, 5/15/37	5,950	5,772,869
Series L, 5.00%, 5/15/36	2,995	2,915,662
University of California, Refunding RB,		
General, Series A (AMBAC), 5.00%,		
5/15/27	10,500	10,617,600
		64,353,147
Health — 5.2%		
ABAG Finance Authority for Nonprofit		
Corps, Refunding RB, Sharp		
Healthcare:		
6.25%, 8/01/39	5,000	4,986,250
Series A, 6.00%, 8/01/30	2,250	2,229,480
California Health Facilities Financing		
Authority, Refunding RB:		
Catholic Healthcare West, Series A,		
6.00%, 7/01/34	3,700	3,732,893
Sutter Health, Series B, 6.00%,		
8/15/42	7,155	7,255,957
California Statewide Communities		
Development Authority, RB, Health		
Facility, Memorial Health Services,		
Series A, 6.00%, 10/01/23	4,915	5,045,444
California Statewide Communities		
Development Authority, Refunding RB,		
Kaiser Permanente, Series A (BHAC),		
5.00%, 4/01/31	4,400	4,312,836
City of Newport Beach California, RB,		
Hoag Memorial Hospital Presbyterian,		

6.00%, 12/01/40	1,820	1,868,667
		29,431,527
State — 2.0%		
California Community College Financing		
Authority, RB, Grossmont-Palomar-		
Shasta, Series A (NPFGC), 5.63%,		
4/01/26	2,180	2,188,916
California State Public Works Board, RB,		
Department of Education, Riverside		
Campus Project, Series B, 6.50%,		
4/01/34	3,670	3,819,296
2 BLACKROCK MUNIHOLDINGS CALIFORNIA QUALITY FUND, INC.		APRIL 30, 2011

# Schedule of Investments (continued)

	Par	
Municipal Bonds	(000)	Value
California (continued)		
State (concluded)		
California State University, Refunding		
RB, Systemwide, Series C (NPFGC),		
5.00%, 11/01/28	\$ 5,00	0 \$4,976,900
		10,985,112
Transportation — 17.2%		
City of Fresno California, RB, Series B,		
AMT (AGM), 5.50%, 7/01/20	4,45	5 4,557,866
City of San Jose California, RB, Series D		
(NPFGC), 5.00%, 3/01/28	7,50	7,250,850
County of Orange California, RB,		
Series B, 5.75%, 7/01/34	6,34	5 6,652,859
County of Sacramento California, RB,		
Senior Series B:		
5.75%, 7/01/39	2,65	0 2,671,412
AMT (AGM), 5.75%, 7/01/28	13,17	0 13,661,768
AMT (AGM), 5.25%, 7/01/33	19,52	5 18,829,715
Los Angeles Harbor Department, RB,		
Series B, 5.25%, 8/01/34	5,53	0 5,577,447
Port of Oakland, RB, Series K, AMT		
(NPFGC), 5.75%, 11/01/29	19,66	0 19,200,743
San Francisco City & County Airports		
Commission, RB, Series E, 6.00%,		
5/01/39	9,65	0 10,111,656
San Francisco City & County Airports		
Commission, Refunding RB, Second		
Series 34E, AMT (AGM), 5.75%,		
5/01/24	5,00	5,275,800
San Joaquin County Transportation		
Authority, RB, Limited Tax, Measure K,		
Series A, 6.00%, 3/01/36	2,40	0 2,531,088
		96,321,204
Utilities — 31.6%		

City of Escondido California, COP,		
Refunding, Series A (NPFGC), 5.75%,		
9/01/24	465	471,017
City of Glendale California, RB (AGC),		
5.00%, 2/01/31	5,030	5,064,003
City of Los Angeles California, Refunding		
RB, Sub-Series A:		
5.00%, 6/01/28	2,000	2,064,800
5.00%, 6/01/32	3,000	3,028,230
City of Santa Clara California, RB, Sub-		
Series A (NPFGC), 5.00%, 7/01/28	6,050	6,056,957
Dublin-San Ramon Services District,		
Refunding RB, 6.00%, 8/01/41	4,000	4,128,920
East Bay Municipal Utility District,		
Refunding RB, Sub-Series A (AMBAC),		
5.00%, 6/01/33	6,545	6,675,442
East Valley Water District Financing		
Authority, Refunding RB, 5.00%,		
10/01/40	4,070	3,930,033
Eastern Municipal Water District, COP,		
Series H, 5.00%, 7/01/33	2,500	2,447,350
Los Angeles County Sanitation Districts		
Financing Authority, Refunding RB,		
Capital Project 14 (BHAC), 5.00%,		
10/01/34	7,915	7,927,110
Metropolitan Water District of Southern		
California, RB, Series B-1 (NPFGC),		
5.00%, 10/01/33	9,000	9,069,030
	_	
Municipal Panda	Par	Value
Municipal Bonds California (concluded)	(000)	value
Utilities (concluded)		
Oxnard Financing Authority, RB (NPFGC):		
Project, 5.00%, 6/01/31	\$ 10,000	\$ 9,679,400
Redwood Trunk Sewer &	ψ 10,000	Ψ 0,0.0,100
Headworks, Series A, 5.25%,		
6/01/34	13,000	13,036,010
Sacramento City Financing Authority	,	
California, Refunding RB (NPFGC),		
Camornia, returning rib (W r CO),		

5.00%, 12/01/29	8,775	8,536,495
Sacramento Municipal Utility District, RB		
(NPFGC):		
Cosumnes Project, 5.13%, 7/01/29	36,760	36,782,056
Series R, 5.00%, 8/15/33	22,150	21,201,315
San Diego Public Facilities Financing		
Authority, Refunding RB, Senior		
Series A, 5.25%, 5/15/34	1,000	1,006,490
San Francisco City & County Public		
Utilities Commission, RB:		
Series A (NPFGC), 5.00%, 11/01/32	15,000	15,051,600
Series B, 5.00%, 11/01/30	14,000	14,520,240
Turlock Public Financing Authority		
California, RB, Series A (NPFGC),		
5.00%, 9/15/33	6,655	6,645,750
		177,322,248
Total Municipal Bonds – 116.2%		650,951,743
Municipal Bonds Transferred to Tender		
Option Bond Trusts (c)		
California — 56.3%		
Corporate — 7.3%		
San Francisco Bay Area Rapid Transit		
District, Refunding RB, Series A		
(NPFGC), 5.00%, 7/01/30	23,100	23,559,921
University of California, RB, Limited		
Project, Series B (AGM), 5.00%,		
5/15/33	17,397	17,190,095
		40,750,016
County/City/Special District/School District — 22.3%		
Contra Costa Community College District		
California, GO, Election of 2002		
(NPFGC), 5.00%, 8/01/28	7,800	7,874,022
Desert Community College District		
California, GO, Series C (AGM), 5.00%,		
8/01/37	16,530	15,897,893
Los Angeles Community College District		
California, GO:		
Election of 2001, Series A (NPFGC),		
5.00%, 8/01/32	6,647	6,578,300
Election of 2003, Series E (AGM),		
5.00%, 8/01/31	11,216	11,215,194

Election of 2008, Series A, 6.00%,

8/01/33 9,596 10,358,510

Ohlone Community College District, GO,

Ohlone, Series B (AGM), 5.00%,

8/01/30 16,518 16,567,131

BLACKROCK MUNIHOLDINGS CALIFORNIA QUALITY FUND, INC.

APRIL 30, 2011

3

# Schedule of Investments (continued)

Municipal Bonds Transferred to Tender	Par		
Option Bond Trusts (c)	(000)	Value	
California (continued)			
County/City/Special District/School			
District (concluded)			
Poway Unified School District, GO,			
Election of 2002, Improvement			
District 02, Series 1-B (AGM), 5.00%,			
8/01/30	\$ 1	0,000	\$ 9,962,500
San Bernardino Community College			
District California, GO, Election of			
2002, Series C (AGM), 5.00%,			
8/01/31	1	7,770	17,348,496
San Diego Community College District			
California, GO, Election of 2002			
(AGM), 5.00%, 5/01/30	1	2,549	12,584,931
San Francisco Bay Area Transit			
Financing Authority, Refunding RB,			
Series A (NPFGC), 5.00%, 7/01/34		2,499	2,517,834
San Jose Financing Authority, Refunding			
RB, Civic Center Project, Series B			
(AMBAC), 5.00%, 6/01/32	1	4,800	14,203,264
			125,108,075
Education — 6.8%			
Chaffey Community College District, GO,			
Election of 2002, Series B (NPFGC),			
5.00%, 6/01/30		9,905	9,926,316
Riverside Community College District,			
GO, Election of 2004, Series C			
(NPFGC), 5.00%, 8/01/32		8,910	8,749,086
University of California, RB:			
Limited Project, Series D (AGM),			
5.00%, 5/15/41		8,000	7,710,800
Series O, 5.75%, 5/15/34	1	1,190	11,907,615
			38,293,817
Utilities — 18.1%			

City of Napa California, RB (AMBAC),		
5.00%, 5/01/35	9,100	9,024,561
East Bay Municipal Utility District, RB,		
Sub-Series A (NPFGC), 5.00%,		
6/01/35	12,070	12,002,529
East Bay Municipal Utility District,		
Refunding RB, Sub-Series A (AMBAC),		
5.00%, 6/01/37	14,510	14,630,578
Los Angeles Department of Water &		
Power, RB (AGM):		
Power System, Sub-Series A-1,		
5.00%, 7/01/31	4,993	5,037,058
System, Sub-Series A-2, 5.00%,		
7/01/35	7,500	7,502,850
Metropolitan Water District of Southern		
California, RB, Series A (AGM), 5.00%,		
7/01/35	12,870	12,965,366
Municipal Bonds Transferred to Tender	Par	
Option Bond Trusts (c)	(000) Value	
California (concluded)		
Utilities (concluded)		
Rancho Water District Financing		
Authority, Refunding RB, Series A		
(AGM), 5.00%, 8/01/34	\$ 5,008	\$ 4,967,014
Sacramento Regional County Sanitation		
District, RB, Sacramento Regional		
County Sanitation (NPFGC), 5.00%,		
County Sanitation (NPFGC), 5.00%, 12/01/36	4,500	4,501,800
	4,500	4,501,800
12/01/36	4,500	4,501,800
12/01/36 San Diego County Water Authority, COP,	4,500	4,501,800
12/01/36 San Diego County Water Authority, COP, Refunding:	4,500 10,000	4,501,800 10,011,300
12/01/36 San Diego County Water Authority, COP, Refunding: Series 2002-A (NPFGC), 5.00%,		
12/01/36 San Diego County Water Authority, COP, Refunding: Series 2002-A (NPFGC), 5.00%, 5/01/32		
12/01/36 San Diego County Water Authority, COP, Refunding: Series 2002-A (NPFGC), 5.00%, 5/01/32 Series 2008-A (AGM), 5.00%,	10,000	10,011,300
12/01/36 San Diego County Water Authority, COP, Refunding: Series 2002-A (NPFGC), 5.00%, 5/01/32 Series 2008-A (AGM), 5.00%, 5/01/33	10,000	10,011,300
12/01/36  San Diego County Water Authority, COP, Refunding: Series 2002-A (NPFGC), 5.00%, 5/01/32  Series 2008-A (AGM), 5.00%, 5/01/33  San Diego County Water Authority, COP,	10,000 16,740	10,011,300 16,759,586
12/01/36  San Diego County Water Authority, COP, Refunding: Series 2002-A (NPFGC), 5.00%, 5/01/32  Series 2008-A (AGM), 5.00%, 5/01/33  San Diego County Water Authority, COP,	10,000 16,740	10,011,300 16,759,586 4,017,280

San Mateo County Transportation

Authority, Refunding RB, Series A		
(NPFGC), 5.00%, 6/01/32	10,000	10,005,000
Total Municipal Bonds Transferred to		
Tender Option Bond Trusts – 56.3%		315,576,830
Total Long-Term Investments		
(Cost - \$983,515,043) - 172.5%		966,528,573
Short-Term Securities	Shares	
BIF California Municipal Money Fund,		
0.04% (d)(e)	13,523,765	13,523,765
Total Short-Term Securities		
(Cost - \$13,523,765) - 2.4%		13,523,765
Total Investments		
(Cost - \$997,038,808*) - 174.9%		980,052,338
Other Assets Less Liabilities – 0.6%		3,494,715
Liability for Trust Certificates, Including Interest		
Expense and Fees Payable – (30.2)%		(169,106,377)
Preferred Shares, at Redemption Value – (45.3)%		(254,016,240)
Net Assets Applicable to Common Shares – 100.0%		\$ 560,424,436
* The cost and unrealized appreciation (depreciation) of investments as of April 30, 2011, as computed for federal income tax purposes, were as		
follows:		
Aggregate cost		\$ 827,795,993
Gross unrealized appreciation		\$ 6,241,922
Gross unrealized depreciation		(22,928,733)
Net unrealized depreciation		\$ (16,686,811)
4 BLACKROCK MUNIHOLDINGS CALIFORNIA QUALITY FUND, INC.		APRIL 30, 2011

### Schedule of Investments (continued)

- (a) Represents a zero-coupon bond. Rate shown reflects the current yield as of report date.
- (b) When-issued security. Unsettled when-issued transactions were as follows:

Unrealized

Counterparty Value Appreciation
Piper Jaffray \$ 9,618,338 \$ 4,823

(c) Securities represent bonds transferred to a tender option bond trust in exchange for which the Fund acquired residual interest certificates.

These securities serve as collateral in a financing transaction.

(d) Investments in companies considered to be an affiliate of the Fund during the period, for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

	Shares		Shares	
	Held at		Held at	
	July 31,	Net	April 30,	
Affiliate	2010	Activity	2011	Income
BIF California				
Municipal				
Money Fund	71,270,966	(57,747,201)	13,523,765	\$4,770

- (e) Represents the current yield as of report date.
- •For Fund compliance purposes, the Fund's sector classifications refer to any one or more of the sector sub-classifications used by one or more widely recognized market indexes or ratings group indexes, and/or as defined by Fund management. This definition may not apply for purposes of this report, which may combine sector sub-classifications for reporting ease.
- Financial futures contracts sold as of April 30, 2011 were as follows:

				Notional	Unrealized
Contracts	Issue	Exchange	Expiration	Value	Depreciation
200	10-Year U.S. Treasury Note	Chicago Board of Trade	June 2011	\$ 23,702,745	\$ (525,380)

BLACKROCK MUNIHOLDINGS CALIFORNIA QUALITY FUND, INC. APRIL 30, 2011

16

5

#### Schedule of Investments (concluded)

- •Fair Value Measurements Various inputs are used in determining the fair value of investments and derivative financial instruments. These inputs are summarized in three broad level for financial reporting purposes as follows:
- Level 1 price quotations in active markets/exchanges for identical assets and liabilities
- •Level 2 other observable inputs (including, but not limited to: quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets or liabilities (such as interest rates, yield curves, volatilities, prepayment speeds, loss severities, credit risks and default rates) or other market-corroborated inputs)
- •Level 3 unobservable inputs based on the best information available in the circumstances, to the extent observable inputs are not available (including the Fund's own assumptions used in determining the fair value of investments and derivative financial instruments)

The inputs or methodologies used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. For information about the Fund's policy regarding valuation of investments and derivative financial instruments and other significant accounting policies, please refer to the Fund's most recent financial statements as contained in its semi-annual report.

The following tables summarize the inputs used as of April 30, 2011 in determining the fair valuation of the Fund's investments and derivative financial instruments:

Valuation Inputs	Level 1	Level 2		Level 3	Total
Assets:					
Investments:					
Long-Term					
Investments <sup>1</sup>			\$966,528,5	73—	\$ 966,528,573
Short-Term					
Securities	9	\$ 13,523,765			13,523,765
Total		\$ 13,523,765	\$966,528,573	_	\$ 980,052,338

<sup>&</sup>lt;sup>1</sup> See above Schedule of Investments for values in each sector.

Valuation Inputs

Level 1

Level 2

Level 3

Total

Derivative Financial Instruments<sup>2</sup>

Liabilities:

Interest rate contracts

\$ (525,380)

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\$ (525,380)

2Derivative financial instruments are financial futures contracts, which are valued at the unrealized appreciation/depreciation on the instrument.

6 BLACKROCK MUNIHOLDINGS CALIFORNIA QUALITY FUND, INC.

APRIL 30, 2011

#### Item 2 Controls and Procedures

2(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 31940 Act3)) are effective as of a date within 90 days of the filing of this report based on the evaluation of these controls and procedures required by Rule 30a-3(b) under the 1940 Act and Rule 13a-15(b) under the Securities Exchange Act of 1934, as amended.

2(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) 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

Certifications Attached hereto

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.

BlackRock MuniHoldings California Quality Fund, Inc.

By: /S/ John M. Perlowski

John M. Perlowski

Chief Executive Officer of

BlackRock MuniHoldings California Quality Fund, Inc.

Date: June 24, 2011

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: /S/ John M. Perlowski

John M. Perlowski

Chief Executive Officer (principal executive officer) of BlackRock MuniHoldings California Quality Fund, Inc.

Date: June 24, 2011

By: /S/ Neal J. Andrews

Neal J. Andrews

Chief Financial Officer (principal financial officer) of BlackRock MuniHoldings California Quality Fund, Inc.

Date: June 24, 2011