BLUE CHIP VALUE FUND INC
Form N-30B-2
May 30, 2007

The Investment Adviser s Commentary included in this report contains certain forward-looking statements about the factors that may affect the performance of the Fund in the future. These statements are based on Fund management s predictions and expectations concerning certain future events and their expected impact on the Fund, such as performance of the economy as a whole and of specific industry sectors, changes in the levels of interest rates, the impact of developing world events, and other factors that may influence the future performance of the Fund. Management believes these forward-looking statements to be reasonable, although they are inherently uncertain and difficult to predict. Actual events may cause adjustments in portfolio management strategies from those currently expected to be employed.

INVESTMENT ADVISER S COMMENTARY

Dear Fellow Stockholders:

The first quarter of 2007 was dominated by headlines related to companies exposed to sub-prime mortgage activity and concern over the health of the housing market overall. Against this backdrop, the market posted strong returns in January, but February saw a retreat that extended into early March. A late March rally left the S&P 500 up 0.64% for the quarter. The Fund s quarterly return of 0.35% lagged the S&P 500 benchmark.

The Fund was impacted by companies with modest exposure to sub-prime mortgages. Countrywide Financial, one of the largest national mortgage brokers, and Washington Mutual, a large thrift, are the most notable. Both these companies have powerful, national franchises and sell at meaningful discounts to our estimated value of their business. However, at both of these companies, sub-prime mortgages may have a noticeable impact on fundamentals in the very short-term. While we expect some disruption to earnings over the next few quarters, we do not expect it to impair the longer-term value of these franchises.

It appears that investors also were concerned that investment banks would experience a significant decrease in earnings given their involvement in the capital market issuance and trading of sub-prime mortgage-backed securities. In fact, the brokers we own Morgan Stanley and Merrill Lynch have to date reported a continuation of very strong results and a strong outlook for the balance of the year. They have not indicated any significant losses. All reported indications are that their hedging strategies were effective. Given this outlook, we remain overweight in financial services companies given their attractive valuations, coupled with dividend yields above 2.5% and defensive characteristics for the portfolio in certain market environments.

Our focus remains on watching for the expected seasonal pickup in housing sales as the spring and summer buying season unfolds. We anticipate that the likelihood of the Federal Reserve Bank cutting rates modestly at some point in the next year and/or the yield curve normalizing should provide sufficient impetus to allow financials to continue to grow cash flows.

The portfolio exposures to Healthcare and Energy stocks added the most return during the first quarter. Teva Pharmaceutical Industries, a branded and generic pharmaceutical manufacturer, performed well during the quarter as the company produced stronger than expected branded pharmaceutical sales. International generic pharmaceutical sales and profitability were also better than expected, leading to positive cash flow surprises. Abbott, a pharmaceutical and medical products manufacturer, had another strong quarter. Abbott s strength was two-fold. First, the company continues to receive approval for the use of their leading drug Humira in other therapeutic areas. Secondly, a large and pivotal trial for their second-generation drug-eluting stent, Xience, showed marked improvements in safety and efficacy. Both of these events suggest to us greater free cash generation with longer duration. The market has partially rewarded this improvement. We continue to see evidence of good cash flow growth and reasonable valuations supporting our overweight in healthcare.

In energy, XTO Energy, an exploration and production company was a beneficiary of improving commodity prices, and continues to execute on their low-cost development strategy, earning good returns on capital. We believe this strategy will continue to create long-term value for shareholders. Marathon Oil, an integrated exploration and production company with refining and marketing operations, has also benefited from improved commodity prices. However, the greater impact for Marathon in the quarter came from the unusually large seasonal expansion of refining margins. In our opinion their oil and gas reserves continue to be underappreciated by the market, and we believe the company will deliver stronger than expected results over the next 3-5 years.

Our largest new position in the portfolio during the first quarter was the addition of Qualcomm Inc., a digital wireless products and technology company. We believe Qualcomm benefits from strengthening global demand for broadband wireless devices (video, pictures and data) which should lead to increased benefits as the next generation technology rolls out. Our purchase opportunity resulted when ongoing negotiations and debate over Qualcomm s pricing for its newer technology resulted in stock price weakness. Given the critical nature of this technology to deliver a customer experience, we believe that the company should sustain its competitive advantage and strong free cash flows.

With the market trending lower for most of the quarter, leverage provided a modest headwind to overall performance. Over the course of the quarter, we used the sell-off to add to leverage and add or increase positions.

We remain optimistic about large-cap equities for 2007 and the positioning of the portfolio. We believe that the bumps in the road during the first quarter arising from the sub-prime challenges will prove transitory and have limited impact on the broader market.

Sector Diversification in Comparison to S&P 500 as of March 31, 2007*	Fund	S&P 500
Basic Materials	0.0%	2.7%
Capital Goods	11.1%	8.7%
Commercial Services	3.7%	2.4%
Communications	6.0%	7.4%
Consumer Cyclical	9.8%	12.6%
Consumer Staples	6.8%	8.9%
Energy	8.7%	9.7%
Financials	24.8%	19.6%
Medical/Healthcare	16.4%	11.2%
REITs	0.0%	1.3%
Technology	9.9%	9.9%
Transportation	2.6%	1.7%
Utilities	0.0%	3.9%
Short-Term Investments	0.2%	0.0%

**Sector diversification percentages are based on the Fund s total investments at market value. Sector diversification is subject to change and may not be representative of future investments.*

Average Annual Total Returns as of March 31, 2007

Return	3 Mos.	1-Year	3-Year	5-Year	10-Year
Blue Chip Value Fund NAV	(0.35%)	6.79%	9.93%	6.85%	7.69%
Blue Chip Value Fund Market Price	1.51%	16.49%	7.95%	6.94%	9.10%
S&P 500 Index	0.64%	11.83%	10.05%	6.27%	8.21%

Past performance is no guarantee of future results. Share prices will fluctuate, so that a share may be worth more or less than its original cost when sold. Total investment return is calculated assuming a purchase of common stock on the opening of the first day and a sale on the closing of the last day of each period reported. Dividends and distributions, if any, are assumed for purposes of this calculation to be reinvested at prices obtained under the Fund s dividend reinvestment plan. Rights offerings, if any, are assumed for purposes of this calculation to be fully subscribed under the terms of the rights offering. Please note that the Fund s total return shown above does not reflect the deduction of taxes that a stockholder would pay on Fund distributions or the sale of Fund shares. Current performance may be higher or lower than the total return shown above. Please visit our website at www.blu.com to obtain the most recent month end returns. Generally, total investment return based on net asset value will be higher than total investment return based on market value in periods where there is an increase in the discount or a decrease in the premium of the market value to the net asset value from the beginning to the end of such periods. Conversely, total investment return based on the net asset value will be lower than total investment return based on market value in periods where there is a decrease in the discount or an increase in the premium of the market value to the net asset value from the beginning to the end of such periods.

MANAGED DISTRIBUTION POLICY

The Blue Chip Value Fund, Inc. (the Fund) has a Managed Distribution Policy. This policy is to make quarterly distributions of at least 2.5% of the Fund s net asset value to stockholders. This is the quarterly payment that Fund investors elect to receive in cash or reinvest in additional shares through the Fund s Dividend Reinvestment Plan. The Board of Directors believes this policy creates a predictable level of quarterly cash flow to Fund shareholders. You should not draw any conclusions about the Fund s investment performance from the amount of this distribution. Please see the Fund s performance information on Page 6 of this report. The Fund s Managed Distribution Policy may be changed at the discretion of the Fund s Board of Directors, however at this time, the Board has no intention of making any changes.

The Fund s performance is measured by its total return. The source of the Fund s total return is from income and net realized and unrealized gains and losses. The Fund realizes a capital gain or loss when it sells a security from its portfolio. If the Fund distributes more than its income and net realized capital gains, a portion of your distribution is a return of capital. When this happens, the Fund is giving you back money that you invested in the Fund. This portion of the distribution is not normally subject to income taxes. It is important to note that the Fund s investment adviser, Denver Investment Advisors LLC, seeks to minimize the amount of net realized capital gains, if consistent with the Fund s investment objective, to reduce the amount of income taxes incurred by our stockholders. This strategy can lead to greater levels of return of capital being paid out under the Managed Distribution Policy.

Thus, the 2.5% quarterly distribution percentage does not reflect the Fund s investment performance and should not be confused with yield, income or return of the Fund.

The graph on Page 9 represents the cumulative value of a $10,000 investment in the Fund since 1997 through March 31, 2007 assuming reinvestment of all cash distributions through the Fund s Dividend Reinvestment Plan and full participation in rights offerings. Stockholders who do not reinvest cash distributions in the Fund have a different rate of return on their investment than is shown in the graph on Page 9. Also, these stockholders reduce their investment in the Fund by the amount of any return of capital. By contrast, stockholders who elect to reinvest their distributions receive additional Fund shares.

At the Fund level, the payment of return of capital can lead to the Fund having lower total assets if the total return earned by the Fund is less than the cash distribution. Similarly, the Fund s net asset value per share will decline if the total return of the Fund s net asset value is less than the cash distribution payout level over the same period. This scenario has occurred as depicted in the graph on Page 10.

Please Note: Performance calculations are as of the end of December each year. Past performance is not indicative of future results. This chart assumes an investment of $10,000 on 1/1/97. This chart does not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.

S&P 500 Index is a broad-based measurement of changes in stock market conditions based on the average performance of 500 widely held common stocks. It is an unmanaged index.

Please see Average Annual Total Return information on page 6.

Please Note: line graph points are as of the end of each calendar quarter.

Past performance is no guarantee of future results. Share prices will fluctuate, so that a share may be worth more or less than its original cost when sold.

1Reflects the actual market price of one share as it has traded on the NYSE.

2Reflects the actual NAV of one share.

3The graph above includes the annual distribution totals over the past ten years, which equals $8.79 per share. During the quarter ended March 31, 2007 no distributions were paid. The NAV Per Share is reduced by the amount of the distribution on the ex-dividend date. The sources of these distributions are as follows:

Year	**Net Investment Income**	**Capital Gains**	**Return of Capital**	**Total Amount of Distribution**
1997	$0.1000	$1.4700	$0.0000	$1.57
1998	$0.0541	$1.0759	$0.0000	$1.13
1999	$0.0335	$1.6465	$0.0000	$1.68
2000	$0.0530	$0.8370	$0.0000	$0.89
2001	$0.0412	$0.3625	$0.3363	$0.74
2002	$0.0351	$0.0000	$0.5249	$0.56
2003	$0.0136	$0.0000	$0.4964	$0.51
2004	$0.0283	$0.5317	$0.0000	$0.56
2005	$0.0150	$0.1128	$0.4422	$0.57
2006	$0.0182	$0.1260	$0.4358	$0.58
Totals	$0.3920	$6.1624	$2.2356	$8.79
% of Total Distribution	4.46%	70.11%	25.43%	100.00%

DIVIDEND REINVESTMENT AND CASH PURCHASE PLAN

The Fund s Dividend Reinvestment and Cash Purchase Plan offers stockholders the opportunity to reinvest dividends and capital gain distributions in additional shares of the Fund. A stockholder may also make additional cash investments under the Plan. There is no service charge for participation.

Participating stockholders will receive additional shares issued at a price equal to the net asset value per share as of the close of the New York Stock Exchange on the record date (Net Asset Value), unless at such time the Net Asset Value is higher than the market price of the Fund s common stock, plus brokerage commission. In this case, the Fund will attempt, generally over the next 10 business days (the Trading Period), to acquire shares of the Fund s common stock in the open market at a price plus brokerage commission which is less than the Net Asset Value. In the event that prior to the time such acquisition is completed, the market price of such common stock plus commission equals or exceeds the Net Asset Value, or in the event that such market purchases are unable to be completed by the end of the Trading Period, then the balance of the distribution shall be completed by issuing additional shares at Net Asset Value.

Participating stockholders may also make additional cash investments (minimum $50 and maximum $10,000 per month) by check or money order (or by wire for a $10 fee) to acquire additional shares of the Fund. Please note, however, that these additional shares will be purchased at market value plus brokerage commission (without regard to net asset value) per share.

A stockholder owning a minimum of 50 shares may join the Plan by sending an Enrollment Form to the Plan Agent at Mellon Investor Services, LLC, 480 Washington Blvd., Jersey City, NJ 07310.

The automatic reinvestment of dividends and distributions will not relieve participants of any income taxes that may be payable (or required to be withheld) on dividends or distributions, even though the stockholder does not receive the cash. Participants must own at least 50 shares at all times.

A stockholder may elect to withdraw from the Plan at any time on 15-days prior written notice, and receive future dividends and distributions in cash. There is no penalty for withdrawal from the Plan and stockholders who have withdrawn from the Plan may rejoin in the future.

The Fund may amend the Plan at any time upon 30-days prior notice to participants.

Additional information about the Plan may be obtained from Blue Chip Value Fund, Inc. by writing to 1225 17th Street, 26th Floor, Denver, CO 80202, by telephone at (800) 624-4190 or by visiting us at www.blu.com.

If your shares are registered with a broker, you may still be able to participate in the Fund s Dividend Reinvestment Plan. Please contact your broker about how to participate and to inquire if there are any fees which may be charged by the broker to your account.

HOW TO OBTAIN A COPY OF THE FUND S PROXY VOTING POLICIES AND RECORDS

A description of the policies and procedures that are used by the Fund s investment adviser to vote proxies relating to the Fund s portfolio securities is available (1) without charge, upon request, by calling (800) 624-4190; (2) on the Fund s website at www.blu.com and (3) on the Fund s Form N-CSR which is available on the U.S. Securities and Exchange Commission (SEC) website at www.sec.gov.

Information regarding how the Fund s investment adviser voted proxies relating to the Fund s portfolio securities during the most recent 12-month period ended June 30 is available, (1) without charge, upon request by calling (800) 624-4190; (2) on the Fund s website at www.blu.com and (3) on the SEC website at www.sec.gov.

QUARTERLY PORTFOLIO HOLDINGS

The Fund files its complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Form N-Q. The Fund s Forms N-Q are available on the SEC s website at http://www.sec.gov and may be reviewed and copied at the SEC s Public Reference Room in Washington, D.C. Information on the operation of the SEC s Public Reference Room may be obtained by calling 1-800-SEC-0330. In addition, the Fund s complete schedule of portfolio holdings for the first and third quarters of each fiscal year is available on the Fund s website at www.blu.com.

SEND US YOUR E-MAIL ADDRESS

If you would like to receive monthly portfolio composition and characteristic updates, press releases and financial reports electronically as soon as they are available, please send an e-mail to blu@denveria.com and include your name and e-mail address. You will still receive paper copies of any required communications and reports in the mail. This service is completely voluntary and you can cancel at any time by contacting us via e-mail at blu@denveria.com or toll-free at 1-800-624-4190.

NEWS RELEASE

Date: Monday, April 2, 2007

BLUE CHIP VALUE FUND DECLARES FIRST QUARTER DISTRIBUTION

DENVER, CO. (April 2, 2007) The Directors of Blue Chip Value Fund, Inc.have declared a distribution of $0.14 per share. This distribution is payable April 27, 2007, to stockholders of record on April 13, 2007, and will have an ex-dividend date of April 11, 2007. The Fund s Managed Distribution Policy includes a quarterly distribution equal to 2.5% of its Net Asset Value, rounded to the nearest penny. You should not draw any conclusion about the Fund s investment performance from the amount of this distribution or from the terms of the Fund s Managed Distribution Policy.

Of the total distribution, approximately $0.0040 represents net investment income for the first quarter and the remaining undesignated portion is paid from capital surplus. If the Fund s total distributions for the year exceed its net investment income and net realized capital gains for the year, all or a portion of the undesignated distributions may constitute a non-taxable return of capital. A return of capital distribution would not necessarily reflect the Fund s investment performance and should not be confused with yield or income. As of March 31, 2007, the undesignated portion of the distribution would include approximately 42.65% from net realized capital gains and 57.35% from paid in capital.

The amounts and sources of distributions reported in this press release are only estimates and are not being provided for tax reporting purposes. The actual amounts and sources of the amounts for tax reporting purposes will depend upon the Fund s investment experience during the remainder of the year and may be subject to changes based on tax regulations.

As of March 30, 2007, the Fund s N.A.V.was $5.71 and the stock closed at $6.05, a premium of 5.9545%.

BLUE CHIP VALUE FUND, INC.

STATEMENT OF INVESTMENTS
March 31, 2007 (Unaudited)

	Shares		Cost		Market Value
COMMON STOCKS 106.81%					
CAPITAL GOODS 11.93%					
Aerospace & Defense 4.66%					
General Dynamics Corp.	54,300	$	2,889,696	$	4,148,520
Raytheon Co.	63,500		2,386,783		3,331,210
			5,276,479		7,479,730
Electrical Equipment 2.01%					
General Electric Co.	91,400		3,275,765		3,231,904
Farm Equipment 1.49%					
CNH Global N.V.	64,200		2,491,878		2,394,018
Industrial Products 3.77%					
ITT Corp.	35,300		1,805,258		2,129,296
Parker Hannifin Corp.	45,500		3,216,607		3,927,105
			5,021,865		6,056,401
TOTAL CAPITAL GOODS			16,065,987		19,162,053
COMMERCIAL SERVICES 3.91%					
IT Services 1.08%					
Computer Sciences Corp.**	33,350		1,572,456		1,738,535
Transaction Processing 2.83%					
First Data Corp.	92,900		2,043,511		2,499,010
The Western Union Co.	92,900		1,712,279		2,039,155
			3,755,790		4,538,165
TOTAL COMMERCIAL SERVICES			5,328,246		6,276,700
COMMUNICATIONS 6.47%					
Networking 2.54%					
Cisco Systems Inc.**	159,700		4,000,220		4,077,141
Telecomm Equipment & Solutions 3.93%					
Nokia Corp.** (ADR)	119,700		1,920,063		2,743,524
QUALCOMM Inc.	83,900		3,552,125		3,579,174
			5,472,188		6,322,698
TOTAL COMMUNICATIONS			9,472,408		10,399,839
CONSUMER CYCLICAL 10.44%					

Clothing & Accessories 2.66%			
TJX Companies Inc.	158,600	3,759,240	4,275,856
Department Stores 1.44%			
J.C. Penney Co. Inc.	28,200	1,637,670	2,316,912
Hotels & Gaming 2.25%			
Starwood Hotels & Resorts Worldwide Inc.	55,700	2,165,453	3,612,145
Publishing & Media 2.15%			
Walt Disney Co.	100,500	2,549,316	3,460,215

	Shares	Cost	Market Value
Restaurants 1.94%			
Darden Restaurants Inc.	75,540	$ 1,982,868	$ 3,111,493
TOTAL CONSUMER CYCLICAL		12,094,547	16,776,621
CONSUMER STAPLES 7.22%			
Consumer Products 2.98%			
Colgate-Palmolive Co.	71,800	4,090,497	4,795,522
Food & Agricultural Products 4.24%			
Bunge Ltd.	60,500	2,758,347	4,974,310
Campbell Soup Co.	47,100	1,444,781	1,834,545
		4,203,128	6,808,855
TOTAL CONSUMER STAPLES		8,293,625	11,604,377
ENERGY 9.32%			
Exploration & Production 4.74%			
Occidental Petroleum Corp.	79,700	2,388,264	3,930,007
XTO Energy Inc.	67,200	2,133,990	3,683,232
		4,522,254	7,613,239
Integrated Oils 2.32%			
Marathon Oil Corp.	37,700	1,657,053	3,725,891
Oil Services 2.26%			
Transocean Inc.**	44,400	1,699,961	3,627,480
TOTAL ENERGY		7,879,268	14,966,610
INTEREST RATE SENSITIVE 26.58%			
Integrated Financial Services 3.01%			
Citigroup Inc.	94,100	4,215,956	4,831,094
Money Center Banks 1.76%			
Bank of America Corp.	55,500	2,608,684	2,831,610
Property Casualty Insurance 8.05%			
ACE Ltd.	70,700	3,914,274	4,034,142
American International Group Inc.	67,800	4,364,008	4,557,516
MBIA Inc.	40,100	2,364,032	2,626,149
MGIC Investment Corp.	29,200	1,704,892	1,720,464
		12,347,206	12,938,271
Regional Banks 3.98%			
The Bank of New York Co. Inc.	42,800	1,512,282	1,735,540
SunTrust Banks Inc.	19,800	1,523,951	1,644,192
Wachovia Corp.	54,600	2,810,094	3,005,730

		5,846,327	6,385,462
Securities & Asset Management 5.41%			
Merrill Lynch & Company Inc.	46,200	2,929,980	3,773,154
Morgan Stanley & Co.	40,400	2,202,335	3,181,904
State Street Corp.	26,700	1,737,516	1,728,825
		6,869,831	8,683,883

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	Shares		Cost		Market Value
Specialty Finance 2.74%					
Countrywide					
Financial Corp.	56,900	$	1,979,283	$	1,914,116
Freddie Mac	41,700		2,663,933		2,480,733
			4,643,216		4,394,849
Thrifts 1.63%					
Washington Mutual Inc.	65,000		2,585,243		2,624,700
TOTAL INTEREST					
RATE SENSITIVE			39,116,463		42,689,869
MEDICAL - HEALTHCARE 17.58%					
Medical Technology 5.96%					
Medtronic Inc.	96,500		4,752,346		4,734,290
Zimmer Holdings Inc.**	56,700		3,892,049		4,842,747
			8,644,395		9,577,037
Pharmaceuticals 11.62%					
Abbott Laboratories					