

Edgar Filing: FIRST TRUST VALUE LINE DIVIDEND FUND - Form N-Q

FIRST TRUST VALUE LINE DIVIDEND FUND

Form N-Q

April 29, 2005

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED  
MANAGEMENT INVESTMENT COMPANY

Investment Company Act file number 811-21381

FIRST TRUST VALUE LINE(R) DIVIDEND FUND  
(Exact name of registrant as specified in charter)

1001 Warrenville Road  
Suite 300  
LISLE, IL 60532  
(Address of principal executive offices) (Zip code)

W. Scott Jardine  
First Trust Portfolios L.P.  
1001 Warrenville Road  
Suite 300  
LISLE, IL 60532  
(Name and address of agent for service)

Registrant's telephone number, including area code: 630-241-4141

Date of fiscal year end: MAY 31, 2005

Date of reporting period: FEBRUARY 28, 2005

Form N-Q is to be used by management investment companies, other than small business investment companies registered on Form N-5 (ss.ss. 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. ss. 3507.

ITEM 1. SCHEDULE OF INVESTMENTS.

The Schedule(s) of Investments is attached herewith.

FIRST TRUST VALUE LINE(R) DIVIDEND FUND  
PORTFOLIO OF INVESTMENTS

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FEBRUARY 28, 2005 (UNAUDITED)

SHARES		MARKET VALUE
-----		-----
COMMON STOCKS - 98.4%		
COMMERCIAL BANKS - 16.9%		
133,098	AmSouth Bancorp .....	\$ 3,324,788
103,194	Associated Banc-Corp .....	3,308,400
71,584	Bank of America Corp. ....	3,339,394
74,945	Bank of Montreal .....	3,331,305
101,802	Bank of Nova Scotia .....	3,310,601
84,822	BB&T Corp. ....	3,320,781
58,869	Canadian Imperial Bank of Commerce .....	3,295,487
48,994	City National Corp. ....	3,353,639
58,178	Comerica, Inc. ....	3,320,800
70,550	Commerce Bancshares, Inc. ....	3,330,665
73,501	Fifth Third Bancorp .....	3,290,640
77,953	First Horizon National Corp. ....	3,316,900
97,814	First Midwest Bancorp, Inc. ....	3,338,392
129,164	Hibernia Corp., Class A .....	3,315,640
82,381	Marshall & Ilsley Corp. ....	3,335,607
68,063	Mercantile Bankshares Corp. ....	3,308,542
81,572	National Bank of Canada .....	3,505,863
93,150	National City Corp. ....	3,331,975
116,437	North Fork Bancorporation, Inc. ....	3,354,550
161,675	Old National Bancorp .....	3,343,439
63,073	PNC Financial Services Group, Inc. ....	3,320,163
103,226	Regions Financial Corp. ....	3,330,071
57,107	Royal Bank of Canada .....	3,352,181
46,013	SunTrust Banks, Inc. ....	3,333,182
122,448	Synovus Financial Corp. ....	3,325,688
81,512	Toronto-Dominion Bank .....	3,337,101
55,541	Wells Fargo & Company .....	3,298,024
98,103	Wilmington Trust Corp. ....	3,324,711
		-----
		93,298,529
		-----
REITS - 12.1%		
99,574	Archstone-Smith Trust .....	3,368,589
49,052	Avalonbay Communities, Inc. ....	3,409,114
84,606	BRE Properties, Inc., Class A .....	3,316,555
106,163	Duke Realty Corp. ....	3,363,244
111,287	Equity Office Properties Trust .....	3,357,529
103,034	Equity Residential .....	3,380,546
66,602	Federal Realty Investment Trust .....	3,342,754
134,391	Health Care Property Investors, Inc. ....	3,386,653
90,956	Healthcare Realty Trust, Inc. ....	3,347,181
61,622	Kimco Realty Corp. ....	3,272,744
81,652	Liberty Property Trust .....	3,385,292
76,113	Mack-Cali Realty Corp. ....	3,364,195
128,563	New Plan Excel Realty Trust .....	3,363,208
81,412	Pennsylvania Real Estate Investment Trust .....	3,305,327
87,782	Plum Creek Timber Company, Inc. ....	3,296,214
84,049	Prologis .....	3,341,788
53,090	Simon Property Group, Inc. ....	3,289,456
151,358	United Dominion Realty Trust, Inc. ....	3,345,012

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114,117	Washington Real Estate Investment Trust .....	3,332,216
91,862	Weingarten Realty Investors .....	3,383,278
		66,950,895

See Notes to Quarterly Portfolio of Investments

Page 1

FIRST TRUST VALUE LINE(R) DIVIDEND FUND  
 PORTFOLIO OF INVESTMENTS - (CONTINUED)  
 FEBRUARY 28, 2005 (UNAUDITED)

SHARES		MARKET VALUE
COMMON STOCKS - CONTINUED		
	ELECTRIC UTILITIES - 9.6%	
83,207	ALLETE, Inc. ....	\$ 3,301,654
65,319	Ameren Corp. ....	3,361,969
81,672	Cinergy Corp. ....	3,303,632
76,906	Consolidated Edison, Inc. ....	3,287,731
47,589	Entergy Corp. ....	3,289,352
73,372	Exelon Corp. ....	3,328,154
41,792	FPL Group, Inc. ....	3,316,195
107,713	Great Plains Energy, Inc. ....	3,338,026
124,983	Hawaiian Electric Industries, Inc. ....	3,327,047
59,555	NSTAR .....	3,305,303
79,865	Pinnacle West Capital Corp. ....	3,334,364
127,087	PNM Resources, Inc. ....	3,334,763
77,210	Progress Energy, Inc. ....	3,346,281
101,959	The Southern Company .....	3,274,923
96,227	Wisconsin Energy Corp. ....	3,341,001
187,298	Xcel Energy, Inc. ....	3,318,921
		53,109,316
	FOOD PRODUCTS - 7.3%	
83,668	Cadbury Schweppes PLC, Sponsored ADR .....	3,319,109
120,014	Campbell Soup Company .....	3,324,388
121,641	ConAgra Foods, Inc. ....	3,323,232
63,935	General Mills, Inc. ....	3,348,276
89,654	H.J. Heinz Company .....	3,374,577
75,939	Kellogg Company .....	3,341,316
99,128	Kraft Foods, Inc. ....	3,315,832
79,293	Lancaster Colony Corp. ....	3,378,675
147,722	Sara Lee Corp. ....	3,308,973
67,965	The J.M. Smucker Company .....	3,341,159
50,148	Unilever NV .....	3,354,400
86,682	Unilever PLC, Sponsored ADR .....	3,364,128
		40,094,065
	MULTI-UTILITIES & UNREGULATED POWER - 6.6%	
64,319	Constellation Energy Group, Inc. ....	3,310,499

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46,347	Dominion Resources, Inc. ....	3,338,375
128,813	Energy East Corp. ....	3,313,070
55,643	Equitable Resources, Inc. ....	3,302,412
122,856	MDU Resources Group, Inc. ....	3,313,426
117,509	National Fuel Gas Company ....	3,327,855
86,977	SCANA Corp. ....	3,308,605
83,901	Sempra Energy ....	3,356,040
136,884	TransCanada Corp. ....	3,309,855
122,901	Vectren Corp. ....	3,325,701
62,668	WPS Resources Corp. ....	3,266,256
		-----
		36,472,094
		-----

Page 2

See Notes to Quarterly Portfolio of Investments

FIRST TRUST VALUE LINE(R) DIVIDEND FUND  
 PORTFOLIO OF INVESTMENTS - (CONTINUED)  
 FEBRUARY 28, 2005 (UNAUDITED)

SHARES		MARKET VALUE
-----		-----
COMMON STOCKS - CONTINUED		
	OIL & GAS - 5.4%	
51,089	BP PLC, Sponsored ADR .....	\$ 3,316,698
52,820	ChevronTexaco Corp. ....	3,279,066
29,440	ConocoPhillips .....	3,264,602
52,745	Exxon Mobil Corp. ....	3,339,286
70,761	Marathon Oil Corp. ....	3,349,826
46,772	Occidental Petroleum Corp. ....	3,286,668
53,346	Royal Dutch Petroleum Company .....	3,365,599
59,279	Shell Transport & Trading Company PLC, Sponsored ADR .....	3,361,712
28,121	Total SA, Sponsored ADR .....	3,352,023
		-----
		29,915,480
		-----
	GAS UTILITIES - 4.8%	
96,619	AGL Resources, Inc. ....	3,344,950
83,458	KeySpan Corp. ....	3,300,764
76,200	New Jersey Resources Corp. ....	3,383,280
90,707	Nicor, Inc. ....	3,382,464
77,498	Peoples Energy Corp. ....	3,315,364
143,695	Piedmont Natural Gas Company, Inc. ....	3,356,715
74,961	UGI Corp. ....	3,354,505
108,064	WGL Holdings, Inc. ....	3,317,565
		-----
		26,755,607
		-----

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	INSURANCE - 4.8%	
110,989	Arthur J. Gallagher & Company .....	3,314,131
74,241	Cincinnati Financial Corp. ....	3,320,800
68,583	Jefferson-Pilot Corp. ....	3,357,824
70,640	Lincoln National Corp. ....	3,309,484
60,279	Mercury General Corp. ....	3,306,906
62,280	The Allstate Corp. ....	3,343,190
41,988	The Chubb Corp. ....	3,321,671
71,631	Unitrin, Inc. ....	3,358,061
		-----
		26,632,067
		-----
	DIVERSIFIED TELECOMMUNICATION SERVICES - 3.0%	
58,270	ALLTEL Corp. ....	3,333,044
128,913	BellSouth Corp. ....	3,325,956
138,482	SBC Communications, Inc. ....	3,330,492
90,264	Telecom Corp. of New Zealand Ltd., Sponsored ADR .....	3,361,431
92,501	Verizon Communications, Inc. ....	3,327,261
		-----
		16,678,184
		-----
	PHARMACEUTICALS - 3.0%	
72,128	Abbott Laboratories .....	3,317,167
68,399	GlaxoSmithKline PLC, ADR .....	3,298,200
60,094	Lilly (Eli) & Company .....	3,365,264
124,561	Pfizer, Inc. ....	3,274,708
82,422	Wyeth .....	3,364,466
		-----
		16,619,805
		-----

See Notes to Quarterly Portfolio of Investments

Page 3

FIRST TRUST VALUE LINE(R) DIVIDEND FUND  
PORTFOLIO OF INVESTMENTS - (CONTINUED)  
FEBRUARY 28, 2005 (UNAUDITED)

SHARES		MARKET
-----		VALUE
-----		-----
	COMMON STOCKS - CONTINUED	
	CHEMICALS - 2.4%	
53,389	Air Products & Chemicals, Inc. ....	\$ 3,343,219
62,025	E. I. du Pont de Nemours and Company .....	3,305,933
46,065	PPG Industries, Inc. ....	3,314,377
151,773	Sensient Technologies Corp. ....	3,314,722

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		----- 13,278,251 -----
	HOUSEHOLD PRODUCTS - 2.4%	
62,870	Colgate-Palmolive Company .....	3,327,080
50,277	Kimberly-Clark Corp. ....	3,317,277
61,622	Procter & Gamble Company .....	3,271,512
55,310	The Clorox Company .....	3,320,812
		----- 13,236,681 -----
	MACHINERY - 1.9%	
47,678	Deere & Company .....	3,390,383
48,100	Eaton Corp. ....	3,354,975
59,449	Harsco Corp. ....	3,472,416
		----- 10,217,774 -----
	BEVERAGES - 1.8%	
70,015	Anheuser-Busch Companies, Inc. ....	3,322,212
67,168	Brown-Forman Corp., Class B .....	3,418,851
77,825	The Coca-Cola Company .....	3,330,910
		----- 10,071,973 -----
	THRIFTS & MORTGAGE FINANCE - 1.8%	
91,558	Capitol Federal Financial .....	3,339,120
142,830	Washington Federal, Inc. ....	3,392,213
79,274	Washington Mutual, Inc. ....	3,326,337
		----- 10,057,670 -----
	COMMERCIAL SERVICES & SUPPLIES - 1.8%	
55,154	Avery Dennison Corp. ....	3,347,848
73,049	Pitney Bowes, Inc. ....	3,350,027
99,904	R.R. Donnelley & Sons Company .....	3,317,812
		----- 10,015,687 -----
	INDUSTRIAL CONGLOMERATES - 1.8%	
39,439	3M Company .....	3,310,510
93,517	General Electric Company .....	3,291,798
67,386	Teleflex, Inc. ....	3,393,559
		----- 9,995,867 -----
	HOUSEHOLD DURABLES - 1.8%	
118,769	Leggett & Platt, Inc. ....	3,286,338
106,607	Lincoln Electric Holdings, Inc. ....	3,368,781
100,387	Snap-On, Inc. ....	3,322,810
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9,977,929

Page 4

See Notes to Quarterly Portfolio of Investments

FIRST TRUST VALUE LINE(R) DIVIDEND FUND  
 PORTFOLIO OF INVESTMENTS - (CONTINUED)  
 FEBRUARY 28, 2005 (UNAUDITED)

SHARES		MARKET VALUE
COMMON STOCKS - CONTINUED		
	MEDIA - 1.8%	
88,249	Dow Jones & Company, Inc. ....	\$ 3,274,038
50,057	Knight-Ridder, Inc. ....	3,278,733
82,137	Tribune Company ....	3,345,440
		----- 9,898,211 -----
	ELECTRICAL EQUIPMENT - 1.2%	
50,216	Emerson Electric Company ....	3,330,325
63,580	Hubbell, Inc., Class B ....	3,420,604
		----- 6,750,929 -----
	CONTAINERS & PACKAGING - 1.2%	
111,399	Bemis Company ....	3,324,146
114,787	Sonoco Products Company ....	3,338,006
		----- 6,662,152 -----
	HEALTH CARE EQUIPMENT & SUPPLIES - 0.8%	
33,622	Arrow International Inc. ....	1,134,406
59,374	Hillenbrand Industries, Inc. ....	3,349,288
		----- 4,483,694 -----
	TOBACCO - 0.6%	
67,924	Universal Corp. ....	3,409,785
		-----
	SPECIALTY RETAIL - 0.6%	
75,507	The Sherwin-Williams Company ....	3,344,960
		-----
	CAPITAL MARKETS - 0.6%	
124,561	Allied Capital Corp. ....	3,340,726
		-----

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89,800	FOOD & STAPLES RETAILING - 0.6%	
	Weis Markets, Inc. ....	3,338,764
		-----
77,031	DISTRIBUTORS - 0.6%	
	Genuine Parts Company .....	3,333,902
		-----
44,900	AUTO COMPONENTS - 0.6%	
	Magna International, Inc. ....	3,320,355
		-----
57,364	CONSTRUCTION MATERIALS - 0.6%	
	Vulcan Materials Company .....	3,319,081
		-----
	TOTAL COMMON STOCKS .....	544,580,433
		-----
	(Cost \$475,761,745)	
	TOTAL INVESTMENTS - 98.4% .....	544,580,433
	(Cost \$475,761,745)*	
	NET OTHER ASSETS & LIABILITIES - 1.6% .....	8,610,665
		-----
	NET ASSETS - 100.0% .....	\$ 553,191,098
		=====

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\* Aggregate cost for federal tax purposes  
 ADR American Depository Receipt  
 REIT Real Estate Investment Trust

See Notes to Quarterly Portfolio of Investments

Page 5

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NOTES TO QUARTERLY PORTFOLIO OF INVESTMENTS (UNAUDITED)

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FIRST TRUST VALUE LINE (R) DIVIDEND FUND  
 FEBRUARY 28, 2005

1. VALUATION AND INVESTMENT PRACTICES

PORTFOLIO VALUATION:

The Fund determines the net asset value ("NAV") of its shares daily, as of the close of regular session trading on the New York Stock Exchange ("NYSE"), normally 4:00 p.m. Eastern time, on each day the NYSE is open for trading. The NAV is computed by dividing the value of all assets of the Fund (including accrued interest and dividends), less all liabilities (including accrued expenses and dividends declared but unpaid), by the total number of shares outstanding.



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The Fund's investments are valued at market value or, in the absence of market value with respect to any portfolio securities, at fair value according to procedures adopted by the Fund's Board of Trustees. Portfolio securities listed on any exchange other than the NASDAQ National Market ("NASDAQ") are valued at the last sale price on the business day as of which such value is being determined. If there has been no sale on such day, the securities are valued at the mean of the most recent bid and asked prices on such day. Securities traded on the NASDAQ are valued at the NASDAQ Official Closing Price as determined by NASDAQ. Portfolio securities traded on more than one securities exchange are valued at the last sale price on the business day as of which such value is being determined at the close of the exchange representing the principal market for such securities. Portfolio securities traded in the over-the-counter market, but excluding securities traded on the NASDAQ, are valued at the closing bid prices. Short-term investments that mature in 60 days or less are valued at amortized cost.

Foreign securities traded outside the United States are generally valued as of the time their trading is complete, which is usually different from the close of the NYSE. Occasionally, events affecting the value of such securities may occur between such times and the close of the NYSE that will not always be reflected in such securities valuation. If events materially affecting the value of such securities occur during such period, these securities will be valued at their fair value according to procedures adopted by the Fund's Board of Trustees. All securities and other assets of the Fund initially expressed in foreign currencies will be converted to U.S. dollars using exchange rates in effect at the time of valuation.

### SECURITIES TRANSACTIONS:

Securities transactions are recorded as of the trade date. Realized gains and losses from securities transactions are recorded on the identified cost basis.

### 2. UNREALIZED APPRECIATION/(DEPRECIATION)

As of February 28, 2005, the aggregate gross unrealized appreciation for all securities in which there was an excess of value over tax cost was \$72,495,419 and the aggregate gross unrealized depreciation for all securities in which there was an excess of tax cost over value was \$3,676,731.

Page 6

### 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 the report that includes the disclosure required by this paragraph, based on their evaluation of these controls and procedures required by Rule 30a-3(b) under the 1940 Act (17 CFR 270.30a-3(b)) and Rules 13a-15(b) or 15d-15(b) under the Securities Exchange Act of 1934, as amended (17 CFR 240.13a-15(b) or 240.15d-15(b)).

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(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.

Certifications pursuant to Rule 30a-2(a) under the 1940 Act and Section 302 of the Sarbanes-Oxley Act of 2002 are 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) FIRST TRUST VALUE LINE(R) DIVIDEND FUND

By (Signature and Title)\* /S/ JAMES A. BOWEN  
-----  
James A. Bowen, Chief Executive Officer  
(principal executive officer)

Date APRIL 28, 2005  
-----

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/ JAMES A. BOWEN  
-----  
James A. Bowen, Chief Executive Officer  
(principal executive officer)

Date APRIL 28, 2005  
-----

By (Signature and Title)\* /S/ MARK R. BRADLEY  
-----  
Mark R. Bradley, Chief Financial Officer  
(principal financial officer)

Date APRIL 28, 2005  
-----

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