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FIRST TRUST VALUE LINE R 100 FUND
Form N-CSRS
September 02, 2004

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

FORM N-CSR

CERTIFIED SHAREHOLDER REPORT OF REGISTERED MANAGEMENT INVESTMENT COMPANIES

Investment Company Act file number 811-21336

FIRST TRUST VALUE LINE(R) 100 FUND

(Exact name of registrant as specified in charter)

1001 Warrenville Road
LISLE, IL 60532

(Address of principal executive offices) (Zip code)

CT Corporation System
101 Federal Street,
BOSTON, MA 02110

(Name and address of agent for service)

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

Date of fiscal year end: DECEMBER 31, 2004

Date of reporting period: JUNE 30, 2004

Form N-CSR is to be used by management investment companies to file reports with the Commission not later than 10 days after the transmission to stockholders of any report that is required to be transmitted to stockholders under Rule 30e-1 under the Investment Company Act of 1940 (17 CFR 270.30e-1). The Commission may use the information provided on Form N-CSR in its regulatory, disclosure review, inspection, and policymaking roles.

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

ITEM 1. REPORTS TO STOCKHOLDERS.

The Report to Shareholders is attached herewith.

FIRST TRUST VALUE LINE(R) 100 FUND

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SEMI-ANNUAL REPORT
FOR THE SIX MONTHS ENDED JUNE 30, 2004

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HOW TO READ THIS REPORT

This report contains information that can help you evaluate your investment. It includes details about the First Trust Value Line(R) 100 Fund (the "Fund") and presents data and analysis that provide insight into the Fund's performance and investment approach.

By reading the letter from the Fund's President, James A. Bowen, you will obtain an understanding of how the market environment affected its performance and how the Fund's performance and characteristics compare to that of relevant market benchmarks.

It is important to keep in mind that the opinions expressed by Mr. Bowen are just that: informed opinions. They should not be considered to be promises or advice. The opinions, like the statistics, cover the period through the date on the cover of this report. Of course, the risks of investing in the fund are

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spelled out in the prospectus.

SHAREHOLDER LETTER

FIRST TRUST VALUE LINE(R) 100 FUND SEMI-ANNUAL REPORT JUNE 30, 2004

Dear Shareholders:

The First Trust Value Line(R) 100 Fund (the "Fund"), which trades on the AMEX under the symbol FVL, has had its share of ups and downs, like the stock market, in 2004. Year-to-date through August 12, the net asset value (NAV) total return of the Fund was -9.8%, versus -3.4% for the S&P 500 Index. The Fund's market share price traded at a 9.4% discount to its NAV at the close of August 12, and its market value total return was -17.7% year-to-date. The Fund's beta has averaged about 1.3 in 2004, which indicates that the Fund is more volatile than the S&P 500.

Despite the fact that the S&P 500 has been essentially unchanged in 2004, considerable progress has been made on the economic front. U.S. gross domestic product (GDP), which grew by 3.1% in 2003, has accelerated beyond that rate over the past two calendar quarters. GDP grew by 4.1% in the fourth quarter of 2003 and 3.9% in the first quarter of 2004, according to the Bureau of Economic Analysis. Chairman Alan Greenspan commented on July 20 that the Federal Reserve plans to continue on a path towards higher short-term interest rates in an effort to stave off inflationary pressures. Greenspan believes that the current expansion is "self-sustaining."

Overall, the economic news was quite encouraging, in our opinion, in the first half of 2004. In particular, the manufacturing sector, which was hit hard in the recession of 2001, has made a stellar comeback. The Manufacturers Alliance/MAPI, based in Arlington, Va., announced in July that its quarterly index predicting the outlook for manufacturing hit 80 in June - the highest score in the survey's 32 year history. A reading above 50 indicates a rise in manufacturing activity. Furthermore, the July ISM Index, which measures manufacturing activity, registered 62.0. It was the ninth consecutive month the index registered above 60. According to CSFB, the ISM Index never recorded a single month above 60 during the 1990s economic boom. Industrial production in June 2004 was 5.6% higher than in June 2003. The companies in the S&P 500 Index increased capital expenditures by 4.8% in the first quarter of 2004. It was the first increase since 2001, when companies boosted spending by 4.8% over the entire year.

With respect to the financial well-being of Americans and Corporate America, as of the first quarter of 2004, corporate wealth in the U.S. totaled \$10.3 trillion, while the cumulative wealth of individuals was \$45.2 trillion, according to BusinessWeek. Both sectors have recouped the losses sustained after the stock bubble burst in early 2000. Even taking into account the recent correction in stocks, individual wealth on a cumulative basis is a record \$44 trillion. In addition, many U.S. companies are actually flush with cash. The 374 industrialized companies in the S&P 500 Index collectively held \$555.6 billion of cash and short-term investments as of the end of the first quarter of 2004, according to BusinessWeek. That total is up about \$56 billion from the end of 2003, and up more than double the amount at the end of 1999.

Considering the encouraging factors noted above, we believe that FVL can be positioned as a long-term core growth holding for investors willing to accept a

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greater level of risk than the market, as measured by the S&P 500 Index.

Sincerely,

/S/JAMES A. BOWEN

James A. Bowen

President of the First Trust Value Line(R) 100 Fund

August 13, 2004

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FIRST TRUST VALUE LINE(R) 100 FUND
PORTFOLIO OF INVESTMENTS
JUNE 30, 2004 (UNAUDITED)

SHARES		MARKET VALUE
-----		-----
COMMON STOCKS - 99.7%		
HEALTH CARE EQUIPMENT & SERVICES - 13.0%		
78,130	Accredo Health, Inc.*	\$ 3,043,163
35,105	Aetna, Inc.	2,983,925
33,785	Anthem, Inc.*	3,025,785
53,905	C.R. Bard, Inc.	3,053,718
78,441	Covance, Inc.*	3,026,254
97,921	DaVita, Inc.*	3,018,904
48,155	IDEXX Laboratories, Inc.*	3,030,876
92,761	IDX Systems Corp.*	2,958,148
72,605	Laboratory Corp. of America Holdings*	2,882,419
33,979	Quest Diagnostics, Inc.	2,886,516
58,991	ResMed, Inc.*	3,006,181
53,850	Stryker Corp.	2,961,750
33,483	Zimmer Holdings, Inc.*	2,953,201

		38,830,840

RETAIL - 12.6%		
102,539	American Eagle Outfitters, Inc.*	2,964,403
345,874	Charming Shoppes, Inc.*	3,088,655
70,595	CVS Corp.	2,966,402
65,266	Guitar Center, Inc.*	2,902,379
32,655	Harman International Industries, Inc.	2,971,605
76,315	J.C. Penny Company, Inc.	2,881,655
98,345	Landry's Restaurants, Inc.	2,939,532
88,912	PETsMART, Inc.	2,885,194
210,114	Smart & Final, Inc.*	2,525,570
68,534	Starbucks Corp.*	2,979,858
116,472	The Gap, Inc.	2,824,446
81,986	The Home Depot, Inc.	2,885,907
48,864	Urban Outfitters, Inc.*	2,976,306

		37,791,912

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INTERNET SOFTWARE & SERVICES - 9.0%		
307,933	1-800-FLOWERS.COM, Inc., Class A*	2,506,575
32,891	eBay, Inc.*	3,024,328
107,810	eResearch Technology, Inc.*	3,018,680
52,192	Getty Images, Inc.*	3,131,520
123,526	Macromedia, Inc.*	3,032,563
488,797	Sapient Corp.*	2,937,670
70,027	Symantec Corp.*	3,065,782
140,419	WebEx Communications, Inc.*	3,055,517
85,198	Yahoo!, Inc.*	3,095,243
		26,867,878

PHARMACEUTICALS & BIOTECHNOLOGY - 8.0%		
48,069	Biogen Idec, Inc.*	3,040,364
50,603	Celgene Corp.*	2,897,528
55,692	Cephalon, Inc.*	3,007,368
63,094	Charles River Laboratories International, Inc.*	3,083,404
53,856	Genentech, Inc.*	3,026,707
35,573	ImClone Systems, Inc.*	3,051,808

Page 2 See Notes to Financial Statements.

FIRST TRUST VALUE LINE(R) 100 FUND - (CONTINUED) PORTFOLIO OF INVESTMENTS JUNE 30, 2004 (UNAUDITED)

SHARES		MARKET VALUE
COMMON STOCKS - (CONTINUED)		
PHARMACEUTICALS & BIOTECHNOLOGY - (CONTINUED)		
41,628	Invitrogen Corp.*	\$ 2,996,800
85,916	Pfizer, Inc.	2,945,200
		24,049,179
ELECTRONIC EQUIPMENT & INSTRUMENTS - 7.0%		
102,896	Agilent Technologies, Inc.*	3,012,795
111,299	Arrow Electronics, Inc.	2,985,039
56,760	Flir Systems, Inc.*	3,116,124
45,405	L-3 Communications Holdings, Inc.	3,033,054
42,385	Rogers Corp.*	2,962,712
108,922	Thomas & Betts Corp.	2,965,946
63,995	Waters Corp.*	3,057,681
		21,133,351

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HOUSEHOLD & PERSONAL PRODUCTS - 5.0%		
65,060	Avon Products, Inc.	3,001,868
102,967	Chattem, Inc.*	2,972,657
65,266	Church & Dwight Company, Inc.	2,987,878
82,789	Helen of Troy Ltd.*	3,052,431
120,066	Nu Skin Enterprises, Inc., Class A	3,040,071

		15,054,905

TELECOMMUNICATION SERVICES - 4.1%		
111,216	Nextel Communications, Inc., Class A*	2,965,018
42,864	QUALCOMM, Inc.	3,128,215
100,211	Telecom Corp. of New Zealand Ltd., Sponsored ADR	2,986,288
107,535	Western Wireless Corp., Class A*	3,108,837

		12,188,358

FOOD, BEVERAGE & TOBACCO - 4.0%		
180,428	Archer-Daniels-Midland Company	3,027,582
139,163	PepsiAmericas, Inc.	2,955,822
142,517	Tyson Foods, Inc., Class A	2,985,731
32,270	Whole Foods Market, Inc.	3,080,172

		12,049,307

ENERGY - 4.0%		
112,914	Headwaters, Inc.*	2,927,860
100,143	Patina Oil & Gas Corp.	2,991,271
46,880	Schlumberger Ltd.	2,977,349
104,903	Southwestern Energy Company*	3,007,569

		11,904,049

CAPITAL GOODS - 3.9%		
85,469	Armor Holdings, Inc.*	2,905,946
51,376	Fisher Scientific International, Inc.	2,966,964
71,534	Potlatch Corp.	2,978,676
65,527	The Stanley Works	2,986,720

		11,838,306

See Notes to Financial Statements.

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FIRST TRUST VALUE LINE(R) 100 FUND - (CONTINUED)
PORTFOLIO OF INVESTMENTS
JUNE 30, 2004 (UNAUDITED)

SHARES	MARKET VALUE
-----	-----

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COMMON STOCKS - (CONTINUED)

COMMUNICATIONS EQUIPMENT - 3.1%			
164,656	Motorola, Inc.	\$	3,004,972
48,888	Research IN Motion Ltd.*		3,345,895
101,033	Telefonaktiebolaget LM Ericsson, Sponsored ADR		3,022,907

			9,373,774

SOFTWARE - 3.1%			
73,289	Autodesk, Inc.		3,137,502
62,336	DST Systems, Inc.*		2,997,738
135,528	Red Hat, Inc.*		3,113,078

			9,248,318

SEMICONDUCTOR & SEMICONDUCTOR EQUIPMENT - 3.0%			
182,883	Fairchild Semiconductor International, Inc.* ..		2,993,795
112,872	Marvell Technology Group Ltd.*		3,013,682
188,598	Pixelworks, Inc.*		2,889,321

			8,896,798

CONSUMER DURABLES & APPAREL - 3.0%			
65,209	Coach, Inc.*		2,946,795
325,248	Rent-Way, Inc.*		2,927,232
42,544	The Toro Company		2,981,058

			8,855,085

MATERIALS - 2.9%			
136,200	Brush Engineered Materials, Inc.*		2,574,180
65,716	Eastman Chemical Company		3,038,051
83,372	Georgia-Pacific Corp.		3,083,096

			8,695,327

AUTOMOBILE & COMPONENTS - 2.0%			
115,112	Copart, Inc.*		3,073,491
95,765	Modine Manufacturing Company		3,050,115

			6,123,606

TRANSPORTATION - 2.0%			
79,770	J.B. Hunt Transport Services, Inc.		3,077,526
114,267	Norfolk Southern Corp.		3,030,361

			6,107,887

COMMERCIAL SERVICES - 2.0%			
64,427	Career Education Corp.*		2,935,294
146,108	Navigant Consulting, Inc.*		3,132,556

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		6,067,850
	INSURANCE - 2.0%	
99,036	American Financial Group, Inc.	3,027,531
41,354	American International Group, Inc.	2,947,713
		5,975,244

See Notes to Financial Statements.

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FIRST TRUST VALUE LINE(R) 100 FUND - (CONTINUED)
PORTFOLIO OF INVESTMENTS
JUNE 30, 2004 (UNAUDITED)

SHARES		MARKET VALUE
-----		-----
COMMON STOCKS - (CONTINUED)		
	COMMERCIAL SERVICES - 2.0%	
33,674	Apollo Group, Inc., Class A*	\$ 2,973,077
151,342	Korn/Ferry International*	2,931,495
		5,904,572
	MEDIA - 1.0%	
187,302	Radio One, Inc.*	3,017,435
	HOTELS, RESTAURANTS & LEISURE - 1.0%	
61,583	Station Casinos, Inc.	2,980,617
	COMPUTERS & PERIPHERALS - 1.0%	
214,702	Agilysys, Inc.	2,960,741
	DIVERSIFIED FINANCIALS - 1.0%	
262,165	E*TRADE Financial Corp.*	2,923,140
	TOTAL COMMON STOCKS	298,838,479
	(Cost \$266,656,805)	
	TOTAL INVESTMENTS - 99.7%	298,838,479
	(Cost \$266,656,805)**	
	NET OTHER ASSETS & LIABILITIES - 0.3%	1,018,776

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NET ASSETS - 100.0% \$ 299,857,255
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* Non-income producing security.
** Aggregate cost for federal tax purposes.
ADR American Depositary Receipt

See Notes to Financial Statements.

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STATEMENT OF ASSETS AND LIABILITIES
FIRST TRUST VALUE LINE(R) 100 FUND
JUNE 30, 2004 (UNAUDITED)

ASSETS:

Investments, at value

(See portfolio of investments) (a):
Cash
Receivable for investment securities sold
Dividends receivable
Interest receivable
Prepaid expenses

Total Assets

LIABILITIES:

Payable for investment securities purchased
Investment advisory fee payable
Value Line(R)licensing fee payable
Audit and legal fees payable
Payable to administrator
Trustees' fee payable
Accrued expenses and other payables

Total Liabilities

NET ASSETS
=====

(a) Investments, at cost
=====

NET ASSETS CONSIST OF:

Accumulated net investment loss
Accumulated net realized gain on investments sold
Net unrealized appreciation of investments
Par value

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Paid-in capital	
Total Net Assets	\$
NET ASSET VALUE, per Common Share (par value \$0.01 per Common Share)	\$
Number of Common Shares outstanding	

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See Notes to Financial Statements.

STATEMENT OF OPERATIONS FIRST TRUST VALUE LINE(R) 100 FUND FOR THE SIX MONTHS ENDED JUNE 30, 2004 (UNAUDITED)

INVESTMENT INCOME:

Dividends	
Interest	

Total investment income	
-------------------------------	--

EXPENSES:

Investment advisory fee	
Value Line(R)licensing fee	
Administration fee	
Trustees' fees and expenses	
Custodian fees	
Transfer agent fees	
Audit and legal fees	
Other	

Total expenses	
----------------------	--

NET INVESTMENT LOSS	
---------------------------	--

NET REALIZED AND UNREALIZED GAIN ON INVESTMENTS:

Net realized gain from investments sold during the period	
Change in unrealized appreciation/(depreciation) of investments during the period	

Net realized and unrealized gain on investments	
---	--

NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	
--	--

See Notes to Financial Statements.

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STATEMENT OF CHANGES IN NET ASSETS FIRST TRUST VALUE LINE(R) 100 FUND

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Net investment loss	\$
Net realized gain from investments sold during the period	
Change in unrealized appreciation/(depreciation) of investments during the period	-----
Net increase in net assets resulting from operations	-----
CAPTIAL TRANSACTIONS:	
Net proceeds from sale of 17,490,000 shares of Common Shares	
Offering costs	-----
Net increase in net assets for the period	
NET ASSETS:	
Beginning of period	2
End of period	\$ 2
	=====
Accumulated net investment loss at end of period	\$
	=====

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See Notes to Financial Statements.

FINANCIAL HIGHLIGHTS

FIRST TRUST VALUE LINE(R) 100 FUND
FOR A COMMON SHARE OUTSTANDING THROUGHOUT EACH PERIOD.

	SIX MONTHS ENDED 6/30/04 (UNAUDITED)

Net asset value, beginning of period	\$ 16.61

INCOME FROM INVESTMENT OPERATIONS:	
Net investment loss	(0.05)
Net realized and unrealized gain on investments	0.58

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Total from investment operations	0.53
Common shares offering costs charged to paid-in capital	--
Net asset value, end of period	\$ 17.14
Market Value, end of period	\$ 15.42
TOTAL RETURN BASED ON NET ASSET VALUE (A)+	3.19%
TOTAL RETURN BASED ON MARKET VALUE (B)+	(6.49)
RATIOS TO AVERAGE NET ASSETS/SUPPLEMENTAL DATA:	
Net assets, end of period (in 000's)	\$ 299,857
Ratio of operating expenses to average net assets	0.94%
Ratio of net investment loss to average net assets	(0.55)%
Portfolio turnover rate	116.19%

See Notes to Financial Statements.

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NOTES TO FINANCIAL STATEMENTS

FIRST TRUST VALUE LINE(R) 100 FUND JUNE 30, 2004 (UNAUDITED)

1. FUND DESCRIPTION

First Trust Value Line(R) 100 Fund (the "Fund") is a diversified closed-end management investment company organized as a Massachusetts business trust on April 18, 2003 and is registered with the Securities and Exchange Commission ("SEC") under the Investment Company Act of 1940, as amended (the "1940 Act").

The Fund's investment objective is to provide capital appreciation. The Fund seeks to outperform the Standard & Poor's 500 Composite Stock Price Index (the "S&P 500 Index") by adhering to a disciplined strategy of investing in a diversified portfolio of the 100 common stocks ranked #1 in Value Line's(R) Timeliness(TM) Ranking System. There can be no assurance that the Fund's investment objective will be achieved.

The Value Line(R) Timeliness(TM) Ranking System was introduced in its present form in 1965. Each week, Value Line(R) screens a wide array of data, using a series of proprietary calculations to rank each of the approximately 1,700 stocks in the Value Line(R) universe from #1 (highest) to #5 (lowest) based on their expected price performance relative to the other stocks in the universe over the following 6 to 12 months. At any one time, only 100 stocks are ranked #1 in the Value Line(R) Timeliness(TM) Ranking System.

The Fund invests substantially all, but in no event less than 80%, of its net assets in the stocks that are ranked #1 in the Value Line(R) Timeliness(TM) Ranking System. Each week, the Fund will make portfolio adjustments to match the changes made to the #1 ranked stocks by Value Line(R). The Fund also rebalances its holdings on a quarterly basis so that each stock is equally weighted on the rebalancing date.

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2. SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of significant accounting policies consistently followed by the Fund in the preparation of its financial statements. The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts and disclosures in the financial statements. Actual results could differ from those estimates.

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.

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 as determined by, or under the direction of 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 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 trading on the NASDAQ are valued at the NASDAQ Official Closing Price as determined by NASDAQ. Portfolio securities traded in the over-the-counter market, but excluding securities trading 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 be reflected in the computation of a Fund's NAV. 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 decided upon in good faith 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 AND INVESTMENT INCOME:

Securities transactions are recorded as of the trade date. Realized gains and losses from securities transactions are recorded on the identified cost basis. Dividend income is recorded on the ex-dividend date. Interest income is recorded on the accrual basis.

Securities purchased or sold on a when-issued or delayed-delivery basis may be settled a month or more after the trade date; interest income is not accrued until settlement date. The Fund instructs the custodian to segregate assets of the Fund with a current value at least equal to the amount of its when-issued purchase commitments.

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NOTES TO FINANCIAL STATEMENTS - (CONTINUED)

FIRST TRUST VALUE LINE(R) 100 FUND JUNE 30, 2004 (UNAUDITED)

FOREIGN CURRENCY:

The books and records of the Fund are maintained in U.S. dollars. Foreign currencies, investments and other assets and liabilities are translated into U.S. dollars at the exchange rates prevailing at the end of the period. Purchases and sales of investment securities and items of income and expense are translated on the respective dates of such transactions. Unrealized gains and losses which result from changes in foreign currency exchange rates have been included in the unrealized appreciation/(depreciation) of investments and net other assets. Net realized foreign currency gains and losses include the effect of changes in exchange rates between trade date and settlement date on investment security transactions, foreign currency transactions and interest and dividends received. The portion of foreign currency gains and losses related to fluctuation in exchange rates between the initial purchase trade date and subsequent sale trade date is included in realized gains and losses on investment securities sold.

DIVIDENDS AND DISTRIBUTIONS TO SHAREHOLDERS:

Dividends from net investment income and net realized long-term and short-term capital gains of the Fund will be paid at least annually or as the Board of Trustees may determine from time to time. Distributions will automatically be reinvested into additional Common Shares pursuant to the Fund's Dividend Reinvestment Plan unless cash distributions are elected by the shareholder.

Distributions from income and capital gains are determined in accordance with the income tax regulations, which may differ from accounting principles generally accepted in the United States of America. These differences are primarily due to differing treatments of income and gains on various investment securities held by the Fund, timing differences and differing characterization of distributions made by the Fund.

INCOME TAXES:

The Fund intends to continue to qualify as a regulated investment company by complying with the requirements under Subchapter M of the Internal Revenue Code of 1986, as amended, and by distributing substantially all of its net investment income and net realized gains to shareholders. Accordingly, no provision has been made for federal or state income taxes.

EXPENSES:

The Fund pays all expenses directly related to its operations. First Trust has entered into a non-exclusive license agreement with Value Line(R) Publishing, Inc. which allows for the use by First Trust of the Value Line(R) Timeliness(TM) Ranking System and certain trademarks and trade names of Value Line(R) Publishing, Inc. The Fund is a sub-licensee to this license agreement. In exchange, Value Line(R) Publishing, Inc. will receive an annual fee, payable on a quarterly basis, equal to 10 basis points of the Fund's average gross daily assets during such calendar quarter. This license fee will be paid by the Fund to First Trust who will in turn pay Value Line(R) Publishing, Inc. The terms of the license agreement provide that it shall continue in effect for a term of one year and will be automatically renewed for successive one year terms unless either party elects not to renew the agreement.

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ORGANIZATIONAL AND OFFERING COSTS:

Organization costs consist of costs incurred to establish the company and enable it to legally do business. These costs include incorporation fees, legal services pertaining to the organization of the business and audit fees relating to the initial registration and auditing the initial seed capital statement, among other fees. Offering costs consist of legal fees pertaining to the Fund's shares offered for sale, registration fees, underwriting fees, and printing of initial prospectus, among other fees. First Trust has paid all organizational expenses and all offering costs of the Fund (other than sales load) that exceed \$0.03 per Common Share. The Fund's share of Common Share offering costs, \$519,469, were recorded as a reduction of the proceeds from the sale of Common Shares at December 31, 2003.

3. INVESTMENT ADVISORY FEE AND OTHER AFFILIATED TRANSACTIONS

First Trust Advisors L.P. is a limited partnership with one limited partner, Grace Partners of DuPage L.P., and one general partner, The Charger Corporation. First Trust serves as investment advisor to the Fund pursuant to an Investment Management Agreement. First Trust is responsible for implementing the Fund's overall investment strategy, including the allocation and periodic reallocation of the portion of the Fund's assets to be invested in common stocks, and certain administrative services necessary for the management of the Fund. For its investment management services, First Trust is entitled to a monthly fee calculated at an annual rate of 0.65% of the Fund's average daily net assets.

PFPC Inc. ("PFPC"), an indirect, majority-owned subsidiary of The PNC Financial Services Group Inc., serves as the Fund's Administrator and Transfer Agent in accordance with certain fee arrangements. PFPC Trust Company, an indirect, majority-owned subsidiary of The PNC Financial Services Group Inc., serves as the Fund's Custodian in accordance with certain fee arrangements.

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NOTES TO FINANCIAL STATEMENTS - (CONTINUED)

FIRST TRUST VALUE LINE(R) 100 FUND JUNE 30, 2004 (UNAUDITED)

Effective June 7, 2004, the Trustees of the Fund approved a revised compensation plan. Under the revised plan, the Fund pays each Trustee who is not an officer or employee of First Trust or any of their affiliates an annual retainer of \$10,000 which includes compensation for all regular quarterly board meetings and regular committee meetings. No additional meeting fees are paid in connection with regular quarterly board meetings or regular committee meetings. Additional fees of \$1,000 and \$500 are paid to non-interested Trustees for special board meetings and non-regular committee meetings, respectively. These additional fees are shared by the funds in the First Trust fund complex that participate in the particular meeting and are not per fund fees. Trustees are also reimbursed for travel and out-of-pocket expenses in connection with all meetings. The Trustees adopted the revised plan because the increase in the number of funds in the First Trust complex had the effect of rapidly increasing their compensation under the previous arrangements. Prior to June 7, 2004, the Fund paid each Trustee who was not an officer or employee of First Trust or any of their affiliates \$10,000 per annum plus \$1,000 per regularly scheduled meeting attended, \$500 per committee meeting attended and reimbursement for travel and out-of-pocket expenses.

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4. PURCHASES AND SALES OF SECURITIES

Cost of purchases and proceeds from sales of investment securities, excluding short-term investments, for the six months ended June 30, 2004, aggregated amounts were \$340,782,546 and \$341,899,764, respectively.

As of June 30, 2004, the aggregate gross unrealized appreciation for all securities, in which there was an excess of value over tax cost, was \$36,442,904 and the aggregate gross unrealized depreciation for all securities, in which there was an excess of tax cost over value, was \$4,261,230.

5. COMMON STOCK

As of June 30, 2004, 17,490,000 of \$0.01 par value Common Shares were issued. An unlimited number of Common Shares has been authorized under the Fund's Dividend Reinvestment Plan.

During the six months ended June 30, 2004, it was determined that actual offering costs from the initial public offering of the Fund's Common Shares in June 2003 were less than the estimated 2003 offering costs by \$1,161. Therefore, paid-in capital in excess of par value of Common Shares has been increased by this amount.

6. SUBMISSION OF MATTERS TO A VOTE OF SHAREHOLDERS

The Annual Meeting of Shareholders of the Fund was held on April 19, 2004. At the Annual Meeting, the Fund's Board of Trustees, consisting of James A. Bowen, Niel B. Nielson, Thomas R. Kadlec, Richard E. Erickson and David M. Oster, was elected to serve an additional one year term. The number of votes cast for each Trustee was 14,150,919, the number of votes withheld for each Trustee was 59,463 and the number of abstentions was 3,279,618.

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ADDITIONAL INFORMATION - (UNAUDITED)

FIRST TRUST VALUE LINE(R) 100 FUND
JUNE 30, 2004

DIVIDEND REINVESTMENT PLAN

If your Common Shares are registered directly with the Fund or if you hold your Common Shares with a brokerage firm that participates in the Fund's Dividend Reinvestment Plan (the "Plan"), unless you elect to receive cash distributions, all dividends, including any capital gain distributions, on your Common Shares will be automatically reinvested by the Plan Agent, PFPC Inc., in additional Common Shares under the Plan. If you elect to receive cash distributions, you will receive all distributions in cash paid by check mailed directly to you by PFPC Inc., as dividend paying agent.

If you decide to participate in the Plan, the number of Common Shares you will receive will be determined as follows:

(1) If the Common Shares are trading at or above net asset value at the time of valuation, the Fund will issue new shares at a price equal to the greater of (i) net asset value per Common Share on that date or (ii) 95% of the market

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price on that date.

(2) If Common Shares are trading below net asset value at the time of valuation, the Plan Agent will receive the dividend or distribution in cash and will purchase Common Shares in the open market, on the American Stock Exchange or elsewhere, for the participants' accounts. It is possible that the market price for the Common Shares may increase before the Plan Agent has completed its purchases. Therefore, the average purchase price per share paid by the Plan Agent may exceed the market price at the time of valuation, resulting in the purchase of fewer shares than if the dividend or distribution had been paid in Common Shares issued by the Fund. The Plan Agent will use all dividends and distributions received in cash to purchase Common Shares in the open market within 30 days of the valuation date except where temporary curtailment or suspension of purchases is necessary to comply with federal securities laws. Interest will not be paid on any uninvested cash payments.

You may withdraw from the Plan at any time by giving written notice to the Plan Agent, or by telephone in accordance with such reasonable requirements as the Plan Agent and Fund may agree upon. If you withdraw or the Plan is terminated, you will receive a certificate for each whole share in your account under the Plan and you will receive a cash payment for any fraction of a share in your account. If you wish, the Plan Agent will sell your shares and send you the proceeds, minus brokerage commissions.

The Plan Agent maintains all shareholders' accounts in the Plan and gives written confirmation of all transactions in the accounts, including information you may need for tax records. Common Shares in your account will be held by the Plan Agent in non-certificated form. The Plan Agent will forward to each participant any proxy solicitation material and will vote any shares so held only in accordance with proxies returned to the Fund. Any proxy you receive will include all Common Shares you have received under the Plan.

There is no brokerage charge for reinvestment of your dividends or distributions in Common Shares. However, all participants will pay a pro rata share of brokerage commissions incurred by the Plan Agent when it makes open market purchases.

Automatically reinvesting dividends and distributions does not mean that you do not have to pay income taxes due upon receiving dividends and distributions.

If you hold your Common Shares with a brokerage firm that does not participate in the Plan, you will not be able to participate in the Plan and any dividend reinvestment may be effected on different terms than those described above. Consult your financial advisor for more information.

The Fund reserves the right to amend or terminate the Plan if in the judgment of the Board of Trustees the change is warranted. There is no direct service charge to participants in the Plan; however, the Fund reserves the right to amend the Plan to include a service charge payable by the participants. Additional information about the Plan may be obtained by writing PFPC Inc., 301 Bellevue Parkway, Wilmington, Delaware 19809.

PROXY VOTING POLICIES AND PROCEDURES

A description of the policies and procedures that the Fund uses to determine how to vote proxies relating to portfolio securities and information regarding how the Fund voted proxies relating to portfolio securities during the most recent 12-month period ended June 30 is available (1) without charge, upon request, by calling (800) 988-5891, (2) on the Fund's website located at <http://www.ftportfolios.com> and (3) on the Securities and Exchange Commission's website located at <http://www.sec.gov>, when required to be filed pursuant to

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applicable regulations.

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ITEM 2. CODE OF ETHICS.

Not applicable.

ITEM 3. AUDIT COMMITTEE FINANCIAL EXPERT.

Not applicable.

ITEM 4. PRINCIPAL ACCOUNTANT FEES AND SERVICES.

Not applicable.

ITEM 5. AUDIT COMMITTEE OF LISTED REGISTRANTS.

Not applicable.

ITEM 6. SCHEDULE OF INVESTMENTS

Not yet applicable.

ITEM 7. DISCLOSURE OF PROXY VOTING POLICIES AND PROCEDURES FOR CLOSED-END MANAGEMENT INVESTMENT COMPANIES.

Not applicable.

ITEM 8. PURCHASES OF EQUITY SECURITIES BY CLOSED-END MANAGEMENT INVESTMENT COMPANY AND AFFILIATED PURCHASERS.

REGISTRANT PURCHASES OF EQUITY SECURITIES

PERIOD	(A) TOTAL NUMBER OF SHARES (OR UNITS) PURCHASED	(B) AVERAGE PRICE PAID PER SHARE (OR UNIT)	(C) TOTAL NUMBER OF SHARES (OR UNITS) PURCHASED AS PART OF PUBLICLY ANNOUNCED PLANS OR PROGRAMS	(D) TOTAL DOLLAR AMOUNT PAID
January 1, 2004-January 31, 2004	0	N/A	0	
February 1, 2004 - February 29, 2004	0	N/A	0	
March 1, 2004 - March 31, 2004	0	N/A	0	
April 1, 2004 - April 30, 2004	0	N/A	0	

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May 1, 2004 --- May 31, 2004	0	N/A	0
June 1, 2004, -- June 30, 2004	1,000	15.39	0
Total	1,000	15.39	0

ITEM 9. SUBMISSION OF MATTERS TO A VOTE OF SECURITY HOLDERS.

There have been no material changes to the procedures by which the shareholders may recommend nominees to the registrant's board of directors, where those changes were implemented after the registrant last provided disclosure in response to the requirements of Item 7(d)(2)(ii)(G) of Schedule 14A (17 CFR 240.14a-101), or this Item.

ITEM 10. 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)).
- (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 half-year (the registrant's second fiscal half-year in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting.

ITEM 11. EXHIBITS.

- (a) (1) Not applicable.
- (a) (2) Certifications pursuant to Rule 30a-2(a) under the 1940 Act and Section 302 of the Sarbanes-Oxley Act of 2002 are attached hereto.
- (a) (3) Not applicable.
- (b) Certifications pursuant to Rule 30a-2(a) under the 1940 Act and Section 906 of the Sarbanes-Oxley Act of 2002 are attached hereto.

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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)100 FUND

By (Signature and Title)* /S/ JAMES A. BOWEN

James A. Bowen, Chief Executive Officer
(principal executive officer)

Date SEPTEMBER 1, 2004

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 SEPTEMBER 1, 2004

By (Signature and Title)* /S/ MARK R. BRADLEY

Mark R. Bradley, Chief Financial Officer
(principal financial officer)

Date SEPTEMBER 1, 2004

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