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First Trust/Fiduciary Asset Management Covered Call Fund
Form N-Q
November 29, 2004

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 811-21586

FIRST TRUST/FIDUCIARY ASSET MANAGEMENT COVERED CALL 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, Esq.
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: DECEMBER 31, 2004

Date of reporting period: SEPTEMBER 30, 2004

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.

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ITEM 1. SCHEDULE OF INVESTMENTS.

The Schedule of Investments is attached herewith.

First Trust/Fiduciary Asset Management Covered Call Fund
 Portfolio of Investments
 September 30, 2004 (Unaudited)

| SHARES | | MARKET VALUE |
|------------------------|---|-----------------|
| ----- | | ----- |
| COMMON STOCKS+ - 99.7% | | |
| | DIVERSIFIED FINANCIALS - 13.9% | |
| 162,000 | American Express Company | \$ 8,336,520 |
| 183,000 | Citigroup Inc. | 8,073,960 |
| 77,000 | Goldman Sachs Group, Inc. | 7,179,480 |
| 475,000 | MBNA Corp. | 11,970,000 |
| 215,500 | Merrill Lynch & Company, Inc. | 10,714,660 |
| 129,000 | Wachovia Corp. | 6,056,550 |
| | | ----- |
| | | 52,331,170 |
| | | ----- |
| | CAPITAL GOODS - 11.6% | |
| 113,600 | Caterpillar, Inc. | 9,139,120 |
| 91,500 | Emerson Electric Company | 5,662,935 |
| 36,000 | General Dynamics Corp. | 3,675,600 |
| 327,500 | General Electric Company | 10,997,450 |
| 260,000 | Tyco International Ltd. | 7,971,600 |
| 67,000 | United Technologies Corp. | 6,256,460 |
| | | ----- |
| | | 43,703,165 |
| | | ----- |
| | HEALTH CARE EQUIPMENT & SERVICES - 8.9% | |
| 230,500 | Boston Scientific Corp.* | 9,157,765 |
| 65,000 | Medtronic Inc. | 3,373,500 |
| 64,000 | Quest Diagnostics, Inc. | 5,646,080 |
| 161,000 | UnitedHealth Group, Inc. | 11,872,140 |
| 47,000 | Zimmer Holdings, Inc.* | 3,714,880 |
| | | ----- |
| | | 33,764,365 |
| | | ----- |
| | TELECOMMUNICATION SERVICES - 7.0% | |
| 85,500 | ALLTEL Corp. | 4,694,805 |
| 137,000 | Amdocs Ltd.* | 2,990,710 |
| 276,500 | Nextel Communications, Inc., Class A* | 6,591,760 |
| 137,000 | QUALCOMM, Inc. | 5,348,480 |
| 169,000 | Verizon Communications, Inc. | 6,655,220 |
| | | ----- |
| | | 26,280,975 |
| | | ----- |
| | RETAIL - 6.5% | |
| 98,700 | Best Buy Company, Inc. | 5,353,488 |
| 116,000 | CVS Corp. | 4,887,080 |
| 70,000 | Lowe's Companies, Inc. | 3,804,500 |
| 114,700 | Nordstrom, Inc. | 4,386,128 |
| 160,500 | The Home Depot, Inc. | 6,291,600 |
| | | ----- |
| | | 24,722,796 |
| | | ----- |
| | SOFTWARE - 5.4% | |
| 144,000 | Computer Associates International, Inc. | 3,787,200 |
| 210,000 | Electronic Arts, Inc.* | 9,657,900 |

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| | | |
|---------|--|------------|
| 75,000 | First Data Corp. | 3,262,500 |
| 180,000 | PeopleSoft, Inc.* | 3,573,000 |
| | | ----- |
| | | 20,280,600 |
| | | ----- |
| | SEMICONDUCTORS & SEMICONDUCTOR EQUIPMENT - 5.1% | |
| 320,000 | Applied Materials, Inc.* | 5,276,800 |
| 134,000 | Broadcom Corp., Class A* | 3,656,860 |
| 278,000 | Intel Corp. | 5,576,680 |
| 228,500 | Texas Instruments, Inc. | 4,862,480 |
| | | ----- |
| | | 19,372,820 |
| | | ----- |

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First Trust/Fiduciary Asset Management Covered Call Fund - (Continued)
Portfolio of Investments
September 30, 2004 (Unaudited)

| SHARES | | MARKET VALUE |
|------------------------------|--|-----------------|
| ----- | | ----- |
| COMMON STOCKS+ - (CONTINUED) | | |
| | COMPUTERS & PERIPHERALS - 4.9% | |
| 155,500 | Apple Computer, Inc.* | \$ 6,025,625 |
| 176,500 | Dell, Inc.* | 6,283,400 |
| 150,000 | Hewlett-Packard Company | 2,812,500 |
| 265,000 | Micron Technology, Inc.* | 3,187,950 |
| | | ----- |
| | | 18,309,475 |
| | | ----- |
| | CONSUMER DURABLES & APPAREL - 4.2% | |
| 120,000 | Centex Corp. | 6,055,200 |
| 79,200 | Lennar Corp., Class A | 3,769,920 |
| 78,000 | NIKE, Inc., Class B | 6,146,400 |
| | | ----- |
| | | 15,971,520 |
| | | ----- |
| | PHARMACEUTICALS & BIOTECHNOLOGY - 4.0% | |
| 74,500 | Amgen, Inc.* | 4,222,660 |
| 68,000 | Genentech, Inc.* | 3,564,560 |
| 242,500 | Pfizer, Inc. | 7,420,500 |
| | | ----- |
| | | 15,207,720 |
| | | ----- |
| | HOTELS, RESTAURANTS & LEISURE - 4.0% | |
| 75,000 | Harley-Davidson, Inc. | 4,458,000 |
| 70,500 | Harrah's Entertainment, Inc. | 3,735,090 |
| 194,500 | International Game Technology | 6,992,275 |
| | | ----- |
| | | 15,185,365 |
| | | ----- |
| | ENERGY - 3.8% | |
| 113,000 | Apache Corp. | 5,662,430 |
| 69,500 | Kinder Morgan, Inc. | 4,365,990 |
| 76,500 | Occidental Petroleum Corp. | 4,278,645 |
| | | ----- |
| | | 14,307,065 |
| | | ----- |
| | INTERNET SOFTWARE & SERVICES - 3.7% | |

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| | | |
|---------|------------------------------------|------------|
| 111,500 | Amazon.com, Inc.* | 4,555,890 |
| 35,000 | eBay, Inc.* | 3,217,900 |
| 112,500 | Symantec Corp.* | 6,174,000 |
| | | ----- |
| | | 13,947,790 |
| | | ----- |
| | MATERIALS - 3.6% | |
| 187,600 | Alcoa, Inc. | 6,301,484 |
| 50,300 | Phelps Dodge Corp. | 4,629,109 |
| 73,500 | United States Steel Corp. | 2,765,070 |
| | | ----- |
| | | 13,695,663 |
| | | ----- |
| | TRANSPORTATION - 3.1% | |
| 134,900 | FedEx Corp. | 11,559,581 |
| | | ----- |
| | BANKS - 2.9% | |
| 135,000 | Bank of America Corp. | 5,849,550 |
| 127,000 | Washington Mutual, Inc. | 4,963,160 |
| | | ----- |
| | | 10,812,710 |
| | | ----- |
| | INSURANCE - 2.8% | |
| 89,500 | American International Group, Inc. | 6,085,105 |
| 69,000 | MGIC Investment Corp. | 4,591,950 |
| | | ----- |
| | | 10,677,055 |
| | | ----- |

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First Trust/Fiduciary Asset Management Covered Call Fund - (Continued)
 Portfolio of Investments
 September 30, 2004 (Unaudited)

| SHARES | | MARKET VALUE |
|--|---|--------------|
| ----- | | ----- |
| COMMON STOCKS+ - (CONTINUED) | | |
| | COMMUNICATIONS EQUIPMENT - 1.7% | |
| 364,000 | Cisco Systems, Inc.* | \$ 6,588,400 |
| | | ----- |
| | MEDIA - 1.0% | |
| 43,000 | Gannett Company, Inc. | 3,601,680 |
| | | ----- |
| | COMMERCIAL SERVICES - 0.8% | |
| 75,000 | Automatic Data Processing, Inc. | 3,099,000 |
| | | ----- |
| | ELECTRONIC EQUIPMENT & INSTRUMENTS - 0.8% | |
| 95,000 | Eastman Kodak Company | 3,060,900 |
| | | ----- |
| | TOTAL COMMON STOCKS | 376,479,815 |
| | | ----- |
| | (Cost \$366,942,389) | |
| PRINCIPAL VALUE | | |
| ----- | | |
| U.S. GOVERNMENT AGENCY DISCOUNT NOTES - 3.7% | | |
| | FEDERAL NATIONAL MORTGAGE ASSOCIATION (FNMA) - 3.7% | |
| \$ 7,000,000 | 1.795%, 12/15/04++ | 6,973,820 |

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| | | |
|-----------|---|----------------|
| 7,000,000 | 1.945%, 3/16/05++ | 6,934,802 |
| | | ----- |
| | | 13,908,622 |
| | | ----- |
| | TOTAL U.S. GOVERNMENT AGENCY DISCOUNT NOTES | 13,908,622 |
| | | ----- |
| | (Cost \$13,911,043) | |
| | TOTAL INVESTMENTS - 103.4% | 390,388,437 |
| | (Cost \$380,853,431)** | |
| | CALL OPTIONS WRITTEN - (5.2%) | (19,614,615) |
| | (Premiums received \$18,065,657) | |
| | NET OTHER ASSETS & LIABILITIES - 1.8% | 6,815,583 |
| | | ----- |
| | NET ASSETS - 100.0% | \$ 377,589,405 |
| | | ===== |

-
- * Non-income producing security.
 - ** Aggregate cost for federal tax purposes.
 - + Securities or partial securities on which call options were written.
 - ++ Rate represents annualized yield at date of purchase.

| NUMBER OF CONTRACTS | | MARKET VALUE |
|-------------------------------|-------------------|-----------------|
| ----- | | ----- |
| CALL OPTIONS WRITTEN - (5.2%) | | |
| | Alcoa, Inc. Call | |
| 350 | @ 32.5 due Oct 04 | \$ (50,750) |
| 905 | @ 32.5 due Jan 05 | (235,300) |
| 106 | @ 35 due Jan 05 | (13,780) |
| 515 | @ 35 due Apr 05 | (97,850) |
| | | ----- |
| | | (397,680) |
| | | ----- |
| | ALLTEL Corp. Call | |
| 150 | @ 55 due Oct 04 | (7,500) |
| 480 | @ 55 due Jan 05 | (81,600) |
| 225 | @ 60 due Apr 05 | (14,625) |
| | | ----- |
| | | (103,725) |
| | | ----- |

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First Trust/Fiduciary Asset Management Covered Call Fund - (Continued)
 Portfolio of Investments
 September 30, 2004 (Unaudited)

| NUMBER OF CONTRACTS | | MARKET VALUE |
|------------------------------------|-----------------------|-----------------|
| ----- | | ----- |
| CALL OPTIONS WRITTEN - (CONTINUED) | | |
| | Amazon.com, Inc. Call | |
| 225 | @ 42.5 due Nov 04 | \$ (43,875) |
| 560 | @ 40 due Jan 05 | (240,800) |
| 330 | @ 42.5 due Apr 05 | (148,500) |
| | | ----- |

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| | | |
|-------|---|-----------|
| | | (433,175) |
| | | ----- |
| | Amdocs Ltd. Call | |
| 250 | @ 22.5 due Oct 04 | (5,000) |
| 590 | @ 22.5 due Jan 05 | (88,500) |
| 530 | @ 25 due Apr 05 | (63,600) |
| | | ----- |
| | | (157,100) |
| | | ----- |
| | American Express Company Call | |
| 810 | @ 50 due Jan 05 | (226,800) |
| 810 | @ 55 due Apr 05 | (101,250) |
| | | ----- |
| | | (328,050) |
| | | ----- |
| | American International Group, Inc. Call | |
| 175 | @ 70 due Oct 04 | (5,250) |
| 360 | @ 70 due Nov 04 | (37,800) |
| 360 | @ 75 due Feb 05 | (36,000) |
| | | ----- |
| | | (79,050) |
| | | ----- |
| | Amgen, Inc. Call | |
| 120 | @ 60 due Oct 04 | (1,800) |
| 450 | @ 60 due Jan 05 | (78,750) |
| 175 | @ 65 due Apr 05 | (21,000) |
| | | ----- |
| | | (101,550) |
| | | ----- |
| | Apache Corp. Call | |
| 225 | @ 50 due Nov 04 | (42,750) |
| 565 | @ 45 due Jan 05 | (350,300) |
| 340 | @ 50 due Apr 05 | (136,000) |
| | | ----- |
| | | (529,050) |
| | | ----- |
| | Apple Computer, Inc. Call | |
| 300 | @ 35 due Oct 04 | (126,000) |
| 780 | @ 37.5 due Jan 05 | (343,200) |
| 475 | @ 37.5 due Apr 05 | (251,750) |
| | | ----- |
| | | (720,950) |
| | | ----- |
| | Applied Materials, Inc. Call | |
| 640 | @ 17.5 due Oct 04 | (9,600) |
| 1,280 | @ 17.5 due Jan 05 | (121,600) |
| 1,280 | @ 18 due Apr 05 | (153,600) |
| | | ----- |
| | | (284,800) |
| | | ----- |
| | Automatic Data Processing, Inc. Call | |
| 150 | @ 42.5 due Nov 04 | (11,250) |
| 300 | @ 42.5 due Jan 05 | (42,000) |
| 300 | @ 45 due Feb 05 | (25,500) |
| | | ----- |
| | | (78,750) |
| | | ----- |

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September 30, 2004 (Unaudited)

| NUMBER OF CONTRACTS ----- | | MARKET VALUE ----- |
|------------------------------------|------------------------------|--------------------------|
| CALL OPTIONS WRITTEN - (CONTINUED) | | |
| | Bank of America Corp. Call | |
| 270 | @ 45 due Nov 04 | \$ (9,450) |
| 540 | @ 45 due Jan 05 | (35,100) |
| 540 | @ 45 due Feb 05 | (45,900) |
| | | ----- |
| | | (90,450) |
| | | ----- |
| | Best Buy Company, Inc. Call | |
| 97 | @ 50 due Dec 04 | (53,350) |
| 290 | @ 55 due Dec 04 | (71,050) |
| 300 | @ 50 due Jan 05 | (186,000) |
| 300 | @ 55 due Jan 05 | (96,000) |
| | | ----- |
| | | (406,400) |
| | | ----- |
| | Boston Scientific Corp. Call | |
| 395 | @ 37.5 due Nov 04 | (122,450) |
| 955 | @ 40 due Jan 05 | (276,950) |
| 955 | @ 40 due Feb 05 | (305,600) |
| | | ----- |
| | | (705,000) |
| | | ----- |
| | Broadcom Corp. Call | |
| 355 | @ 27.5 due Nov 04 | (74,550) |
| 315 | @ 30 due Nov 04 | (36,225) |
| 355 | @ 30 due Jan 05 | (81,650) |
| 315 | @ 30 due Feb 05 | (78,750) |
| | | ----- |
| | | (271,175) |
| | | ----- |
| | Caterpillar, Inc. Call | |
| 336 | @ 75 due Nov 04 | (211,680) |
| 360 | @ 75 due Jan 05 | (288,000) |
| 440 | @ 80 due Feb 05 | (220,000) |
| | | ----- |
| | | (719,680) |
| | | ----- |
| | Centex Corp. Call | |
| 100 | @ 50 due Nov 04 | (25,500) |
| 800 | @ 50 due Jan 05 | (272,000) |
| 300 | @ 55 due Apr 05 | (84,000) |
| | | ----- |
| | | (381,500) |
| | | ----- |
| | Cisco Systems, Inc. Call | |
| 730 | @ 20 due Oct 04 | (3,650) |
| 1,820 | @ 20 due Jan 05 | (127,400) |
| 1,090 | @ 22.5 due Apr 05 | (43,600) |
| | | ----- |
| | | (174,650) |
| | | ----- |
| | Citigroup Inc. Call | |
| 365 | @ 47.5 due Dec 04 | (10,950) |
| 825 | @ 47.5 due Jan 05 | (41,250) |
| 640 | @ 50 due Mar 05 | (22,400) |

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| | | |
|-----|--|-----------|
| | | (74,600) |
| | Computer Associates International, Inc. Call | |
| 290 | @ 25 due Nov 04 | (62,350) |
| 575 | @ 25 due Jan 05 | (158,125) |
| 575 | @ 27.5 due Feb 05 | (92,000) |
| | | (312,475) |

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First Trust/Fiduciary Asset Management Covered Call Fund - (Continued)
 Portfolio of Investments
 September 30, 2004 (Unaudited)

| NUMBER OF CONTRACTS | | MARKET VALUE |
|------------------------------------|-------------------------------|-----------------|
| CALL OPTIONS WRITTEN - (CONTINUED) | | |
| | CVS Corp. Call | |
| 210 | @ 40 due Nov 04 | \$ (55,650) |
| 400 | @ 40 due Jan 05 | (136,000) |
| 400 | @ 42.5 due Feb 05 | (84,000) |
| 150 | @ 45 due May 05 | (33,750) |
| | | (309,400) |
| | Dell, Inc. Call | |
| 355 | @ 35 due Nov 04 | (51,475) |
| 705 | @ 37.5 due Jan 05 | (59,925) |
| 705 | @ 37.5 due Feb 05 | (81,075) |
| | | (192,475) |
| | Eastman Kodak Company Call | |
| 190 | @ 30 due Oct 04 | (44,650) |
| 475 | @ 30 due Jan 05 | (161,500) |
| 285 | @ 32.5 due Apr 05 | (71,250) |
| | | (277,400) |
| | eBay, Inc. Call | |
| 70 | @ 85 due Oct 04 | (50,400) |
| 175 | @ 85 due Jan 05 | (201,250) |
| 105 | @ 90 due Apr 05 | (108,150) |
| | | (359,800) |
| | Electronic Arts, Inc. Call | |
| 250 | @ 50 due Oct 04 | (2,500) |
| 150 | @ 45 due Dec 04 | (49,500) |
| 565 | @ 50 due Dec 04 | (70,625) |
| 450 | @ 47.5 due Jan 05 | (119,250) |
| 435 | @ 52.5 due Jan 05 | (45,675) |
| 250 | @ 50 due Mar 05 | (61,250) |
| | | (348,800) |
| | Emerson Electric Company Call | |
| 185 | @ 65 due Dec 04 | (12,950) |

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| | |
|----------------------------|-----------|
| 410 @ 65 due Jan 05 | (45,100) |
| 320 @ 65 due Mar 05 | (52,800) |
| | ----- |
| | (110,850) |
| | ----- |
| FedEx Corp. Call | |
| 180 @ 85 due Oct 04 | (27,000) |
| 899 @ 85 due Jan 05 | (386,570) |
| 270 @ 90 due Apr 05 | (91,800) |
| | ----- |
| | (505,370) |
| | ----- |
| First Data Corp. Call | |
| 150 @ 42.5 due Nov 04 | (27,750) |
| 300 @ 45 due Jan 05 | (42,000) |
| 300 @ 45 due Feb 05 | (52,500) |
| | ----- |
| | (122,250) |
| | ----- |
| Gannett Company, Inc. Call | |
| 60 @ 85 due Oct 04 | (2,400) |
| 120 @ 85 due Nov 04 | (16,800) |
| 155 @ 85 due Jan 05 | (34,100) |
| 95 @ 90 due Apr 05 | (14,250) |
| | ----- |
| | (67,550) |
| | ----- |

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First Trust/Fiduciary Asset Management Covered Call Fund - (Continued)
 Portfolio of Investments
 September 30, 2004 (Unaudited)

| NUMBER OF CONTRACTS | MARKET VALUE |
|------------------------------------|-----------------|
| ----- | ----- |
| CALL OPTIONS WRITTEN - (CONTINUED) | |
| Genentech, Inc. Call | |
| 240 @ 50 due Dec 04 | \$ (103,200) |
| 200 @ 55 due Dec 04 | (40,000) |
| 240 @ 52.5 due Jan 05 | (98,400) |
| | ----- |
| | (241,600) |
| | ----- |
| General Dynamics Corp. Call | |
| 72 @ 100 due Nov 04 | (27,360) |
| 144 @ 100 due Jan 05 | (76,320) |
| 144 @ 105 due Feb 05 | (48,960) |
| | ----- |
| | (152,640) |
| | ----- |
| General Electric Company Call | |
| 280 @ 35 due Dec 04 | (11,200) |
| 1,945 @ 35 due Jan 05 | (116,700) |
| 1,050 @ 35 due Mar 05 | (94,500) |
| | ----- |
| | (222,400) |
| | ----- |
| Goldman Sachs Group, Inc. Call | |
| 120 @ 90 due Oct 04 | (42,000) |
| 470 @ 95 due Jan 05 | (150,400) |

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| | |
|------------------------------------|-----------|
| 180 @ 95 due Apr 05 | (88,200) |
| | ----- |
| | (280,600) |
| | ----- |
| Harley-Davidson, Inc. Call | |
| 150 @ 65 due Nov 04 | (6,000) |
| 300 @ 65 due Jan 05 | (34,500) |
| 300 @ 65 due Feb 05 | (48,000) |
| | ----- |
| | (88,500) |
| | ----- |
| Harrah's Entertainment, Inc. Call | |
| 285 @ 50 due Nov 04 | (96,900) |
| 285 @ 50 due Jan 05 | (119,700) |
| 135 @ 55 due Jan 05 | (20,250) |
| | ----- |
| | (236,850) |
| | ----- |
| Hewlett-Packard Company Call | |
| 300 @ 17.5 due Nov 04 | (54,000) |
| 600 @ 17.5 due Jan 05 | (120,000) |
| 600 @ 20 due Feb 05 | (51,000) |
| | ----- |
| | (225,000) |
| | ----- |
| Intel Corp. Call | |
| 560 @ 22.5 due Oct 04 | (2,800) |
| 1,390 @ 22.5 due Jan 05 | (83,400) |
| 830 @ 25 due Apr 05 | (37,350) |
| | ----- |
| | (123,550) |
| | ----- |
| International Game Technology Call | |
| 1,410 @ 35 due Jan 05 | (465,300) |
| 535 @ 35 due Apr 05 | (214,000) |
| | ----- |
| | (679,300) |
| | ----- |
| Kinder Morgan, Inc. Call | |
| 175 @ 60 due Nov 04 | (49,875) |
| 345 @ 65 due Jan 05 | (37,950) |
| 175 @ 65 due Feb 05 | (22,750) |
| | ----- |
| | (110,575) |
| | ----- |

7

First Trust/Fiduciary Asset Management Covered Call Fund - (Continued)
 Portfolio of Investments
 September 30, 2004 (Unaudited)

| NUMBER OF CONTRACTS | MARKET VALUE |
|------------------------------------|-----------------|
| ----- | ----- |
| CALL OPTIONS WRITTEN - (CONTINUED) | |
| Lennar Corp. Call | |
| 140 @ 50 due Nov 04 | \$ (15,400) |
| 372 @ 50 due Jan 05 | (81,840) |
| 280 @ 52.5 due Jan 05 | (37,800) |
| | ----- |
| | (135,040) |

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| | | |
|-------|------------------------------------|-----------|
| | | ----- |
| | Lowe's Companies, Inc. Call | |
| 490 | @ 55 due Jan 05 | (132,300) |
| 210 | @ 55 due Apr 05 | (84,000) |
| | | ----- |
| | | (216,300) |
| | | ----- |
| | MBNA Corp. Call | |
| 945 | @ 25 due Dec 04 | (108,675) |
| 2,140 | @ 25 due Jan 05 | (299,600) |
| 1,665 | @ 25 due Mar 05 | (291,375) |
| | | ----- |
| | | (699,650) |
| | | ----- |
| | Medtronic Inc. Call | |
| 215 | @ 50 due Jan 05 | (75,250) |
| 435 | @ 55 due May 05 | (84,825) |
| | | ----- |
| | | (160,075) |
| | | ----- |
| | Merrill Lynch & Company, Inc. Call | |
| 395 | @ 50 due Oct 04 | (35,550) |
| 185 | @ 50 due Nov 04 | (27,750) |
| 985 | @ 55 due Jan 05 | (73,875) |
| 590 | @ 55 due Apr 05 | (85,550) |
| | | ----- |
| | | (222,725) |
| | | ----- |
| | MGIC Investment Corp. Call | |
| 120 | @ 65 due Dec 04 | (49,200) |
| 320 | @ 70 due Dec 04 | (52,800) |
| 250 | @ 75 due Mar 05 | (37,500) |
| | | ----- |
| | | (139,500) |
| | | ----- |
| | Micron Technology, Inc. Call | |
| 500 | @ 13 due Nov 04 | (12,500) |
| 1,200 | @ 11 due Jan 05 | (204,000) |
| 250 | @ 12.5 due Jan 05 | (22,500) |
| 700 | @ 13 due Apr 05 | (70,000) |
| | | ----- |
| | | (309,000) |
| | | ----- |
| | Nextel Communications, Inc. Call | |
| 455 | @ 22.5 due Nov 04 | (95,550) |
| 920 | @ 25 due Jan 05 | (119,600) |
| 1,390 | @ 25 due Feb 05 | (208,500) |
| | | ----- |
| | | (423,650) |
| | | ----- |
| | NIKE, Inc. Call | |
| 390 | @ 75 due Jan 05 | (230,100) |
| 160 | @ 80 due Jan 05 | (49,600) |
| 230 | @ 80 due Apr 05 | (101,200) |
| | | ----- |
| | | (380,900) |
| | | ----- |

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Portfolio of Investments
September 30, 2004 (Unaudited)

| NUMBER OF CONTRACTS ----- | MARKET VALUE ----- |
|------------------------------------|--------------------------|
| CALL OPTIONS WRITTEN - (CONTINUED) | |
| Nordstrom, Inc. Call | |
| 767 @ 40 due Jan 05 | \$ (138,060) |
| 230 @ 40 due Apr 05 | (62,100) |
| 150 @ 45 due Apr 05 | (18,750) |
| | (218,910) |
| Occidental Petroleum Corp. Call | |
| 465 @ 55 due Jan 05 | (139,500) |
| 300 @ 55 due Feb 05 | (105,000) |
| | (244,500) |
| Peoplesoft, Inc. Call | |
| 500 @ 20 due Oct 04 | (17,500) |
| 1,300 @ 20 due Jan 05 | (175,500) |
| | (193,000) |
| Pfizer, Inc. Call | |
| 450 @ 32.5 due Oct 04 | (6,750) |
| 75 @ 30 due Nov 04 | (10,500) |
| 1,025 @ 32.5 due Dec 04 | (51,250) |
| 75 @ 30 due Jan 05 | (14,625) |
| 800 @ 35 due Mar 05 | (40,000) |
| | (123,125) |
| Phelps Dodge Corp. Call | |
| 215 @ 80 due Jan 05 | (316,050) |
| 85 @ 90 due Jan 05 | (72,250) |
| 130 @ 80 due Apr 05 | (214,500) |
| 73 @ 90 due Apr 05 | (75,920) |
| | (678,720) |
| QUALCOMM, Inc. Call | |
| 275 @ 37.5 due Oct 04 | (52,250) |
| 685 @ 37.5 due Jan 05 | (246,600) |
| 410 @ 40 due April 05 | (135,300) |
| | (434,150) |
| Quest Diagnostics, Inc. Call | |
| 160 @ 85 due Nov 04 | (72,000) |
| 160 @ 90 due Jan 05 | (49,600) |
| 320 @ 90 due Feb 05 | (118,400) |
| | (240,000) |
| Symantec Corp. Call | |
| 790 @ 50 due Jan 05 | (529,300) |
| 335 @ 50 due Apr 05 | (274,700) |
| | (804,000) |

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| | | |
|-----|------------------------------|-----------|
| | Texas Instruments, Inc. Call | |
| 625 | @ 22.5 due Jan 05 | (84,375) |
| 760 | @ 22.5 due Apr 05 | (167,200) |
| 900 | @ 25 due Apr 05 | (94,500) |
| | | (346,075) |

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First Trust/Fiduciary Asset Management Covered Call Fund - (Continued)
 Portfolio of Investments
 September 30, 2004 (Unaudited)

| NUMBER OF CONTRACTS | | MARKET VALUE |
|------------------------------------|-----------------------------------|-----------------|
| CALL OPTIONS WRITTEN - (CONTINUED) | | |
| | The Home Depot, Inc. Call | |
| 325 | @ 37.5 due Nov 04 | \$ (78,000) |
| 640 | @ 37.5 due Jan 05 | (185,600) |
| 640 | @ 40 due Feb 05 | (115,200) |
| | | (378,800) |
| | Tyco International Ltd. Call | |
| 450 | @ 32.5 due Oct 04 | (2,250) |
| 1,475 | @ 32.5 due Jan 05 | (110,625) |
| 675 | @ 35 due Apr 05 | (47,250) |
| | | (160,125) |
| | United States Steel Corp. Call | |
| 150 | @ 35 due Oct 04 | (48,000) |
| 370 | @ 35 due Jan 05 | (188,700) |
| 215 | @ 35 due Apr 05 | (131,150) |
| | | (367,850) |
| | United Technologies Corp. Call | |
| 135 | @ 95 due Oct 04 | (7,425) |
| 335 | @ 95 due Nov 04 | (65,325) |
| 200 | @ 100 due Feb 05 | (36,000) |
| | | (108,750) |
| | UnitedHealth Group, Inc. Call | |
| 725 | @ 70 due Dec 04 | (384,250) |
| 320 | @ 75 due Jan 05 | (92,800) |
| 565 | @ 70 due Mar 05 | (389,850) |
| | | (866,900) |
| | Verizon Communications, Inc. Call | |
| 340 | @ 40 due Oct 04 | (8,500) |
| 850 | @ 40 due Jan 05 | (97,750) |
| 500 | @ 42.5 due Apr 05 | (37,500) |
| | | (143,750) |
| | Wachovia Corp. Call | |

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| | | |
|----------------------------------|-------------------|--------------|
| 260 | @ 47.5 due Oct 04 | (7,800) |
| 645 | @ 47.5 due Jan 05 | (83,850) |
| 385 | @ 47.5 due Apr 05 | (67,375) |
| | | (159,025) |
| Washington Mutual, Inc. Call | | |
| 255 | @ 40 due Oct 04 | (5,100) |
| 635 | @ 40 due Jan 05 | (76,200) |
| 380 | @ 40 due Apr 05 | (66,500) |
| | | (147,800) |
| Zimmer Holdings, Inc. Call | | |
| 95 | @ 80 due Nov 04 | (27,075) |
| 210 | @ 75 due Dec 04 | (138,600) |
| 165 | @ 75 due Mar 05 | (141,900) |
| | | (307,575) |
| TOTAL CALL OPTIONS WRITTEN | | (19,614,615) |
| (Premiums received \$18,065,657) | | |

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First Trust/Fiduciary Asset Management Covered Call Fund
September 30, 2004 (Unaudited)

1. VALUATION AND INVESTMENT PRACTICES

PORTFOLIO VALUATION:

The Fund will determine the net asset value of its Common Shares daily, as of 4:15 p.m. Eastern Time, every day on which the New York Stock Exchange is open. Net asset value is computed by dividing the value of all assets of the Fund (including accrued interest and dividends), less all liabilities (including accrued expenses, the value of call options written (sold) and dividends declared but unpaid), by the total number of Common 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 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 trading on the NASDAQ, are valued at the closing bid prices. Fixed income securities with a remaining maturity of 60 days or more will be valued by the Fund using a pricing service. When price quotes are not available, fair market value is based on prices of comparable securities. Short-term investments that mature in 60 days or less are valued at amortized cost.

The Fund values exchange-traded options and other derivative contracts at the

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closing price on the exchange on which it is principally traded, or if not traded, or no closing price is available, at the mean between the last bid and asked price.

OPTION CONTRACTS:

Covered Call Options. When the Fund purchases equity securities, it will simultaneously write (sell) covered call options on substantially all of such equity securities. The number of call options the Fund can write (sell) is limited by the amount of equity securities the Fund holds in its portfolio. The Fund will not write (sell) "naked" or uncovered call options. By writing (selling) call options, the Fund seeks to generate additional income, in the form of premiums received for writing (selling) the options, and provide a partial hedge against a market decline in the underlying equity security. Call options are marked-to-market daily and their value will be affected by changes in the value and dividend rates of the underlying equity securities, an increase in interest rates, changes in the actual or perceived volatility of the securities markets and the underlying equity securities and the remaining time to the options' expiration. The value of call options may also be adversely affected if the market for the options becomes less liquid or smaller.

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.

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First Trust/Fiduciary Asset Management Covered Call Fund September 30, 2004 (Continued) (Unaudited)

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.

2. UNREALIZED APPRECIATION/(DEPRECIATION)

On September 30, 2004, net unrealized appreciation for Federal tax purposes was \$9,535,006 consisting of \$12,895,292 aggregate gross unrealized appreciation for all securities in which there is an excess of value over tax cost and \$3,360,286 aggregate gross unrealized depreciation for all securities in which there is an excess of tax cost over value.

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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/FIDUCIARY ASSET MANAGEMENT COVERED CALL FUND

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

James A. Bowen, President, Chairman of the Board
and Trustee
(principal executive officer)

Date November 24, 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, President, Chairman of the Board
and Trustee
(principal executive officer)

Date November 24, 2004

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

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

Date November 24, 2004

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