

CORNERSTONE PROGRESSIVE RETURN FUND
Form N-8F
June 30, 2015

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

Form N-8F

Application for Deregistration of Certain Registered Investment Companies.

I. General Identifying Information

1. Reason fund is applying to deregister (check only one; for descriptions, see Instruction 1 above):

☒ Merger

☐ Liquidation

☐ Abandonment of Registration

(Note: Abandonments of Registration answer only questions 1 through 15, 24 and 25 of this form and complete verification at the end of the form.)

☐ Election of status as a Business Development
Company

(Note: Business Development Companies answer only questions 1 through 10 of this form and complete verification at the end of the form.)

2. Name of fund: Cornerstone Progressive Return Fund

3. Securities and Exchange Commission File No.: 811-22066

4. Is this an initial Form N-8F or an amendment to a previously filed Form N-8F?

☒ Initial Application ☐ Amendment

5. Address of Principal Executive Office (include No. & Street, City, State, Zip Code):

48 Wall Street, 22nd Floor
New York, NY 10005

6. Name, address, and telephone number of individual the Commission staff should contact with any questions regarding this form:

Thomas R. Westle
Blank Rome LLP
The Chrysler Building
205 Lexington Avenue
New York, NY 10174
(212) 885-5239
TWestle@blankrome.com

7.

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Name, address and telephone number of individual or entity responsible for maintenance and preservation of fund records in accordance with rules 31a-1 and 31a-2 under the Act [17 CFR 270.31a-1, .31a-2]:

Frank J. Maresca
c/o AST Fund Solutions, LLC
48 Wall Street, 22nd Floor
New York, NY 10005
(212) 269-5560

NOTE: Once deregistered, a fund is still required to maintain and preserve the records described in rules 31a-1 and 31a-2 for the periods specified in those rules.

8. Classification of fund (check only one):

- ☒ Management company;
☐ Unit investment trust; or
☐ Face-amount certificate company.

9. Subclassification if the fund is a management company (check only one):

- ☐ Open-end ☒ Closed-end

10. State law under which the fund was organized or formed (e.g., Delaware, Massachusetts): Delaware

11. Provide the name and address of each investment adviser of the fund (including sub-advisers) during the last five years, even if the fund's contracts with those advisers have been terminated:

Adviser: Cornerstone Advisors, Inc.
1075 Hendersonville Road, Suite 250
Asheville, North Carolina 28803

12. Provide the name and address of each principal underwriter of the fund during the last five years, even if the fund's contracts with those underwriters have been terminated:

N/A

13. If the fund is a unit investment trust ("UIT") provide: N/A

(a) Depositor's name(s) and address(es):

(b) Trustee's name(s) and address(es):

14. Is there a UIT registered under the Act that served as a vehicle for investment in the fund (e.g., an insurance company separate account)?

- ☐ Yes ☒ No

If Yes, for each UIT state:

Name(s):

File No.: 811-

Business Address:

15. (a) Did the fund obtain approval from the board of directors concerning the decision to engage in a Merger, Liquidation or Abandonment of Registration?

- ☒ Yes ☐ No

If Yes, state the date on which the board vote took place:

At a meeting held on February 27, 2015

If No, explain:

(b) Did the fund obtain approval from the shareholders concerning the decision to engage in a Merger, Liquidation or Abandonment of Registration?

☒ Yes ☐ No

If Yes, state the date on which the shareholder vote took place:

At a meeting held on May 22, 2015

If No, explain:

II. Distributions to Shareholders

16. Has the fund distributed any assets to its shareholders in connection with the Merger or Liquidation?

☐ Yes ☒ No

(a) If Yes, list the date(s) on which the fund made those distributions:

(b) Were the distributions made on the basis of net assets? N/A

☐ Yes ☐ No

(c) Were the distributions made pro rata based on share ownership? N/A

☐ Yes ☐ No

If No to (b) or (c) above, describe the method of distributions to shareholders. For Mergers, provide the exchange ratio(s) used and explain how it was calculated: Exchange Ratio applied was 0.765785; each eligible share of (d) beneficial interest of Cornerstone Progressive Return Fund has been converted into an equivalent dollar amount of shares of common stock of Cornerstone Strategic Value Fund, Inc., based on the net asset value of each Fund as of the close of the NYSE MKT on June 26, 2015.

(e) Liquidations only:

Were any distributions to shareholders made in kind? N/A

☐ Yes ☐ No

If Yes, indicate the percentage of fund shares owned by affiliates, or any other affiliation of shareholders:

17. Closed-end funds only:

Has the fund issued senior securities?

☐ Yes ☒ No

If Yes, describe the method of calculating payments to senior security holders and distributions to other shareholders:

18. Has the fund distributed all of its assets to the fund's shareholders?

☒ Yes ☐ No

If No,

(a) How many shareholders does the fund have as of the date this form is filed?

(b) Describe the relationship of each remaining shareholder to the fund:

19. Are there any shareholders who have not yet received distributions in complete liquidation of their interests?

☐ Yes ☒ No

If Yes, describe briefly the plans (if any) for distributing to, or preserving the interests of, those shareholders:

III. Assets and Liabilities

20. Does the fund have any assets as of the date this form is filed?

(See question 18 above)

☐ Yes ☒ No

If Yes,

(a) Describe the type and amount of each asset retained by the fund as of the date this form is filed:

(b) Why has the fund retained the remaining assets?

(c) Will the remaining assets be invested in securities?

☐ Yes ☐ No

21. Does the fund have any outstanding debts (other than face-amount certificates if the fund is a face-amount certificate company) or any other liabilities?

☐ Yes ☒ No

If Yes,

(a) Describe the type and amount of each debt or other liability:

(a) How does the fund intend to pay these outstanding debts or other liabilities?

IV. Information About Event(s) Leading to Request For Deregistration

22. (a) List the expenses incurred in connection with the Merger or Liquidation:

(i) Legal expenses: \$84,600

(ii) Accounting expenses: \$0

(iii) Other expenses (list and identify separately):

Proxy solicitation \$74,000
Printing \$115,610
Public accountants \$4,000
SEC Registration Fees \$29,875
Exchange Agent Fees \$7,500
Miscellaneous \$20,000

(iv) Total expenses: \$335,585

(b) How were those expenses allocated?

Expenses were allocated evenly between the Funds except for the SEC Registration Fees and Exchange Agent Fees which were allocated only to Cornerstone Strategic Value Fund, Inc. The percentages below represent each Fund's share of the total expenses of the Mergers.

55% - Cornerstone Strategic Value Fund, Inc.

45% - Cornerstone Progressive Return Fund

(c) Who paid those expenses?

Cornerstone Strategic Value Fund, Inc. - \$185,435

Cornerstone Progressive Return Fund - \$150,150

(d) How did the fund pay for unamortized expenses (if any)? N/A

23. Has the fund previously filed an application for an order of the Commission regarding the Merger or Liquidation?

☐ Yes ☒ No

If Yes, cite the release numbers of the Commission's notice and order or, if no notice or order has been issued, the file number and date the application was filed:

V. Conclusion of Fund Business

24. Is the fund a party to any litigation or administrative proceeding?

☐ Yes ☒ No

If Yes, describe the nature of any litigation or proceeding and the position taken by the fund in that litigation:

25. Is the fund now engaged, or intending to engage, in any business activities other than those necessary for winding up its affairs?

☐ Yes ☒ No

If Yes, describe the nature and extent of those activities:

VI. Mergers Only

26. (a) State the name of the fund surviving the Merger: Cornerstone Strategic Value Fund, Inc.

(b) State the Investment Company Act file number of the fund surviving the Merger: 811-05150

(c) If the merger or reorganization agreement has been filed with the Commission, state the file number(s), form type used and date the agreement was filed:

Merger Agreement and Plan of Reorganization filed as Exhibit A of Joint Proxy Statement/Prospectus on April 10, 2015 under file number 333-202376/333-202377 on Form 497 (SEC Accession No. 0001398344-15-002480).

(d) If the merger or reorganization agreement has not been filed with the Commission, provide a copy of the agreement as an exhibit to this form.

VERIFICATION

The undersigned states that (i) he or she has executed this Form N-8F application for an order under section 8(f) of the Investment Company Act of 1940 on behalf of Cornerstone Progressive Return Fund, (ii) he or she is the President and Principal Executive Officer of Cornerstone Progressive Return Fund, and (iii) all actions by shareholders, directors, and any other body necessary to authorize the undersigned to execute and file this Form N-8F application have been taken. The undersigned also states that the facts set forth in this Form N-8F application are true to the best of his or her knowledge, information, and belief.

/s/ Ralph W. Bradshaw

Name: Ralph W. Bradshaw

Title: President and Principal Executive Officer