

Form **8937**  
(December 2011)  
Department of the Treasury  
Internal Revenue Service

### Report of Organizational Actions Affecting Basis of Securities

OMB No. 1545-2224

▶ See separate instructions.

#### Part I Reporting Issuer

1 Issuer's name <b>Cornerstone Progressive Return Fund</b>		2 Issuer's employer identification number (EIN) <b>20-8998485</b>	
3 Name of contact for additional information <b>Cornerstone Advisers, Inc.</b>	4 Telephone No. of contact <b>(866)-668-6558</b>	5 Email address of contact <b>TaxInformation@astfundsolutions.com</b>	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact <b>7 Dawson Street</b>		7 City, town, or post office, state, and Zip code of contact <b>Huntington Station, NY 11746</b>	
8 Date of action <b>January 15, 2014</b>	9 Classification and description <b>Common Stock - Regulated Investment Company</b>		
10 CUSIP number <b>21925C101</b>	11 Serial number(s) <b>N/A</b>	12 Ticker symbol <b>CFP</b>	13 Account number(s) <b>N/A</b>

#### Part II Organizational Action Attach additional statements if needed. See back of form for additional questions.

14 Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ▶ **The issuer paid monthly distributions to common shareholders from January 2013 to December 2013. A portion of each distribution constitutes a non-taxable return of capital.**

15 Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis ▶ **The portion of the distribution that constitutes a non-taxable return of capital will decrease a U.S. taxpayers basis in the shares of the Issuer. The non-taxable return of capital is as follows:**

Per share Reduction of		Per share Reduction of	
Distribution payable on:	Basis in Common Stock	Distribution payable on:	Basis in Common Stock
January 31, 2013	\$0.0546	July 31, 2013	\$0.0546
February 28, 2013	\$0.0546	August 30, 2013	\$0.0546
March 28, 2013	\$0.0546	September 30, 2013	\$0.0546
April 30, 2013	\$0.0546	October 31, 2013	\$0.0546
May 31, 2013	\$0.0546	November 29, 2013	\$0.0546
June 28, 2013	\$0.0546	December 31, 2013	\$0.0546

16 Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ▶ **Issuer's current and accumulated earnings were compared to distributions paid during the year ended December 31, 2013. The non-taxable return of capital represents the amount of distributions paid during the taxable year ended December 31, 2013 in excess of the Issuer's current and accumulated earnings and profits under IRC Section 316.**

**Part II Organizational Action** (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶

**Internal Revenue Code Sections 301, 316, 852**

18 Can any resulting loss be recognized? ▶ **No**

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶

**See Part II, Item 15 of this form for the per share amounts and dates of distributions impacted by this organizational action. This organizational action is reportable with respect to calendar year 2013.**

**This is a corrected return and has been posted to the Fund's primary public website within 45 days after determining facts that resulted in a different quantitative effect on basis from what was previously reported.**

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

**Sign Here**

Signature ▶ *Frank J. Maresca* Date ▶ *2/21/2014*  
Print your name ▶ **FRANK J. MARESCA** Title ▶ **TREASURER**

<b>Paid Preparer Use Only</b>	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	<b>Leonard J. DiPietro, CPA</b>	Signed by: Leonard J. DiPietro, CPA	<b>2/21/2014</b>		<b>ON FILE</b>
	Firm's name ▶ <b>Tait, Weller &amp; Baker LLP</b>	Firm's EIN ▶		<b>ON FILE</b>	
	Firm's address ▶ <b>1818 Market Street, Suite 2400, Philadelphia, PA 19103</b>	Phone no.		<b>ON FILE</b>	