

CORNERSTONE PROGRESSIVE RETURN FUND
Form N-Q
November 12, 2010

OMB APPROVAL

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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 811-22066

Cornerstone Progressive Return Fund
(Exact name of registrant as specified in charter)

350 Jericho Turnpike, Suite 206 Jericho, New York 11753
(Address of principal executive offices) (Zip code)

Frank J. Maresca

Ultimus Fund Solutions, LLC 350 Jericho Turnpike, Suite 206 Jericho, NY 11753
(Name and address of agent for service)

Registrant's telephone number, including area code: (513) 326-3597

Date of fiscal year end: December 31, 2010

Date of reporting period: September 30, 2010

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

Item 1. Schedule of Investments.

CORNERSTONE PROGRESSIVE RETURN FUND
SCHEDULE OF INVESTMENTS - SEPTEMBER 30, 2010 (UNAUDITED)

Description	No. of Shares	Value
EQUITY SECURITIES - 96.74%		
CLOSED-END FUNDS - 90.22%		
CORE - 21.35%		
Adams Express Company (The) (a)	141,606	\$1,410,396
Blue Chip Value Fund	23,020	75,966
Cohen & Steers Dividend Majors Fund, Inc.	3,400	38,488
Gabelli Equity Trust, Inc.	318,000	1,599,540
General American Investors Company, Inc.	46,200	1,125,432
Royce Micro-Cap Trust, Inc.	146,356	1,207,437
Royce Value Trust, Inc.	351,402	4,266,020
Tri-Continental Corporation	138,534	1,708,124
		11,431,403
CORPORATE DEBT FUNDS BBB-RATED - 4.60%		
AllianceBernstein Income Fund	281,700	2,360,646
Western Asset Inflation Management Fund, Inc.	6,000	102,660
		2,463,306
DEVELOPED MARKET - 1.53%		
Ibero-America Fund, Inc.	24,000	157,440
Japan Equity Fund	12,100	65,461
Morgan Stanley Asia Pacific Fund, Inc.	16,584	260,866
New Ireland Fund, Inc. (The)	23,300	146,790
Swill Helvetia Fund, Inc.	15,100	189,656
		820,213
EMERGING MARKETS - 7.66%		
Aberdeen Emerging Markets Telecommunications Fund, Inc.	13,400	248,838
DWS Global High Income Fund, Inc.	3,000	23,490
First Israel Fund, Inc.	2,200	35,420
Morgan Stanley Eastern Europe Fund, Inc.	9,000	152,010
Morgan Stanley Emerging Markets Fund, Inc.	3,605	55,949
Morgan Stanley India Investment Fund, Inc.	47,400	1,291,650
Templeton Dragon Fund, Inc.	58,000	1,676,780
Templeton Russia & East European Fund, Inc.	31,800	620,418
		4,104,555
GLOBAL - 3.82%		
Alpine Global Dynamic Dividend Fund	7,288	47,518
Alpine Total Dynamic Dividend Fund	340,600	1,852,864
Calamos Global Dynamic Income Fund	15,904	128,663
Dca Total Return Fund	5,479	16,712
		2,045,757

See accompanying notes to schedule of investments.

CORNERSTONE PROGRESSIVE RETURN FUND
 SCHEDULE OF INVESTMENTS - SEPTEMBER 30, 2010 (UNAUDITED) (Continued)

CLOSED-END FUNDS (Continued)

GLOBAL INCOME - 0.04%

Aberdeen Global Income Fund, Inc.	1,500	\$ 18,555
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HIGH CURRENT YIELD (LEVERAGED) - 1.34%

BlackRock High Yield Trust	2,159	14,357
First Trust Strategic High Income Fund	71,216	244,983
First Trust Strategic High Income Fund II	51,700	245,058
First Trust Strategic High Income Fund III	48,500	210,975
		715,373

INCOME & PREFERRED STOCK - 7.06%

BlackRock Preferred Opportunity Trust	33,074	372,413
Calamos Strategic Total Return Fund	279,538	2,465,525
Macquarie/First Trust Global Infrastructure/Utilities Dividend & Income Fund	18,863	249,935
Preferred Income Strategies Fund	65,678	686,992
		3,774,865

LOAN PARTICIPATION - 0.36%

Invesco Van Kampen Dynamic Credit Opportunities Fund	16,082	192,341
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OPTION ARBITRAGE/OPTIONS STRATEGIES - 8.75%

Dow 30 Enhanced Premium & Income Fund, Inc.	164,900	1,683,629
Dow 30 Premium & Dividend Income Fund, Inc.	23,680	336,493
Eaton Vance Risk-Managed Diversified Equity Income Fund	104,650	1,456,728
ING Global Equity Dividend And Premium Opportunity Fund	28,700	332,633
ING International High Dividend Equity Income Fund	2,700	31,158
Nasdaq Premium Income & Growth Fund, Inc.	39,072	521,611
NFJ Dividend, Interest & Premium Strategy Fund	20,700	326,232
		4,688,484

PACIFIC EX JAPAN - 4.76%

Asia Pacific Fund, Inc. (The)	18,100	199,462
Greater China Fund, Inc. (The)	116,947	1,494,583
JF China Region Fund, Inc.	12,300	182,163
Taiwan Fund, Inc.	40,325	674,637
		2,550,845

See accompanying notes to schedule of investments.

CORNERSTONE PROGRESSIVE RETURN FUND
SCHEDULE OF INVESTMENTS - SEPTEMBER 30, 2010 (UNAUDITED) (Continued)

CLOSED-END FUNDS (Continued)
REAL ESTATE - 10.64%