



108172015002029



SECURITIES AND EXCHANGE COMMISSION

SEC Building, EDSA, Greenhills, Mandaluyong City, Metro Manila, Philippines
Tel: (632) 726-0931 to 39 Fax: (632) 725-5293 Email: mis@sec.gov.ph

Barcode Page

The following document has been received:

Receiving Officer/Encoder : Edmundo Guia
Receiving Branch : SEC Head Office
Receipt Date and Time : August 17, 2015 05:26:15 PM
Received From : Head Office

Company Representative

Doc Source

Company Information

SEC Registration No. 0000147669
Company Name COSCO CAPITAL, INC.
Industry Classification
Company Type Stock Corporation

Document Information

Document ID 108172015002029
Document Type LETTER/MISC
Document Code LTR
Period Covered August 15, 2015
No. of Days Late 0
Department CED/CFD/CRMD/MRD/NTD
Remarks

COVER SHEET

0 0 0 0 1 4 7 6 6 9

SEC Registration Number

C O S C O C A P I T A L , I N C .

(Company's Full Name)

N O . 9 0 0 R O M U A L D E Z S T . , P A C O ,
M A N I L A

(Business Address: No. Street City/Town/Province)

ATTY. CANDY DACANAY-DATUON

(Contact Person)

(02) 523-3055

(Company Telephone Number)

1 2

Month

3 1

Day

LETTER/MISC

(Form Type)

0 6

Month

2 6

Day

(Secondary License Type, If Applicable)

Dept. Requiring this Doc.

Amended Articles Number/Section

Total No. of Stockholders

Total Amount of Borrowing

Domestic

Foreign

SEC Personnel concerned

File Number

LCU

Document ID

Cashier

STAMPS

Remarks: Please sure BLACK ink for scanning purposes.



August 15, 2015

SECURITIES AND EXCHANGE COMMISSION
SEC Building, Greenhills
Mandaluyong City

Attn : **DIR. VICENTE GRACIANO P. FELIZMENIO, JR.**
Markets and Securities Regulation Department

PHILIPPINE STOCK EXCHANGE
Ayala Tower One, Ayala Avenue
Makati City, Metro Manila

Attn : **MS. JANET A. ENCARNACION**
Head, Disclosure Department

Re: 2nd Quarter 2015 Progress Report on the
Application of Proceeds from the Stock Rights Offering
As of June 30, 2015

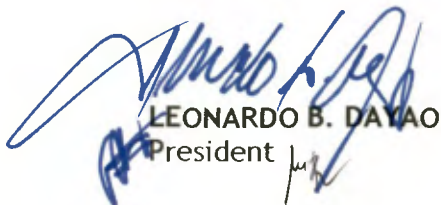
Ladies and Gentlemen:

In compliance with PSE's reportorial requirement on Cosco Capital, Inc.'s Stock Rights Offering and as enumerated in your letter dated October 7, 2010, please find attached above report including the Report of Independent Auditors for your reference.

We hope this conform to your requirements.

Thank you.

Very truly yours,


LEONARDO B. DAYAO
President

August 13, 2015

SECURITIES AND EXCHANGE COMMISSION
SEC Building, EDSA Greenhills
City of Mandaluyong, Metro Manila

Attn: **DIR. VICENTE GRACIANO P. FELIZMENIO, JR.**
Markets & Securities Regulations Department

PHILIPPINE STOCK EXCHANGE
3/F Tower One - Philippine Stock Exchange Center
Ayala Ave., Makati City

Attn: **MS. JANET A. ENCARNACION**
Head-Disclosure Department

Re: Progress Report on the
Application of Proceeds from Stock Rights Offering
for the 2nd Quarter of 2015

Gentlemen:

In compliance with PSE's reportorial requirement, we hereby submit Cosco Capital, Inc.'s Report on the use of Proceeds on its Stock Rights Offering for the quarter ending June 30, 2015.

1. Total net proceeds from Stock Rights Offering as of June 30, 2015 amounted to PESOS: Ninety Eight Million Nine Hundred Ninety Three Thousand Five Hundred Twenty Four and 28/100 (Php**98,993,524.28**). Please see below:

Proceeds from the Stock Rights Offering	
Gross Proceeds during issuance	P 39,229,965.42
Subsequent collections during year 2011	60,569,086.49
Subsequent collections during year 2012	200,948.09
Subsequent collections during year 2013	-0-
Subsequent collections during 1 st quarter of 2014	-0-
Subsequent collections during 2 nd quarter of 2014	-0-
Subsequent collections during 3 rd quarter of 2014	-0-
Subsequent collections during 4 th quarter of 2014	-0-
Subsequent collections during 1 st quarter of 2015	-0-
Total proceeds as of June 30, 2015	100,000,000.00
Less listing and registration expenses	452,160.22
Less: Disbursement during year 2013	554,315.50
Remaining Proceeds as of June 30, 2015	98,993,524.28

- **Operations Update for the 2nd Quarter of 2015.**

SC-14C2 West Linapacan – DOE has shut the door on RMA with finality. RMA has been disqualified by DOE for lack of serious financial capability. RMA is now out of the consortium as operator and out of the Block. DOE is now requesting the consortium to select a new operator, to which Philodrill has come forward and was elected. NIDO came out as a disappointment and only interested in preventing RMA's access to the JOA fund as operator.

To sort out the RMA mess, Philodrill has submitted a work program and budget for a commercial and technical audit, whose primary objective is to put order in the chaotic contracts entered into by the previous operator and find out the extent of the liabilities of all partners in those contracts. Majority of the consortium members agreed and approved the submitted work program and budget.

By far, the extent of the transactions entered into by RMA, which the farmers are now liable and obligated to pay, amounts to about 5.5 million dollars. This includes balances for the ordered long-lead items, G&A expenses and other expenses. These financial liabilities posed a big Damocles sword on the fate of the contract area. Right now the DOE, the Filipino partners and Nido Petroleum are discussing with partners in order to resolve the dilemma.

- **Remaining proceeds remain intact with the company and currently placed in short-term placements.**

We trust that we have sufficiently complied with the disclosures requirements of the Exchange in relation to Cosco Capital, Inc. Stock Rights Offering. Rests assure that we shall continue to update the Exchange and the investing public on any material event on SC 14 West Linapacan Block and the proceeds from the Stock Rights Offering.

Thank you.

Very truly yours,


LEONARDO B. DAYAO
President



R.G. Manabat & Co.
The KPMG Center, 9/F
6787 Ayala Avenue
Makati City 1226, Metro Manila, Philippines

Telephone: +63 (2) 885 7000
Fax: +63 (2) 894 1985
Website: www.kpmg.com.ph
E-mail: ph-inquiry@kpmg.com

Branches · Subic · Cebu · Bacolod · Iloilo

REPORT OF INDEPENDENT AUDITORS

The Board of Directors and Stockholders
Cosco Capital, Inc.
2nd Floor, Tabacalera Building #2
900 Romualdez Street, Paco, Manila

We have reviewed the accompanying Progress Report of Cosco Capital, Inc. (formerly Alcorn Gold Resources Corporation) for the quarter ended June 30, 2015 with respect to the **planned** use of proceeds from its stock rights offering of common shares. Management is **responsible** for the preparation and the fair presentation of the Progress Report in accordance with the **planned** use of the proceeds from the stock rights offering as presented in the Offering Prospectus of Cosco Capital, Inc. Our responsibility is to express a conclusion **on the Progress Report based on our review**.

We conducted our review in accordance with the applicable Philippine Standard on Assurance Engagements. A review of the Progress Report consists of making inquiries, primarily of persons responsible and applying analytical and other review procedures. A review is substantially less in scope than an audit and consequently **does not** enable us to obtain assurance that we would become aware of all significant matters that **might** be identified in an audit. We have not performed an audit, and accordingly, we do not **express** an audit opinion.

Based on our review, nothing has come to our attention that **causes us to believe** that the accompanying Progress Report of Cosco Capital, Inc. for the quarter ended June 30, 2015 does not present fairly, in all material respects, the information **on the use** of proceeds from the stock rights offering as summarized in the Offering Prospectus.

R. G. MANABAT & CO.

DARWIN P. VIROCEL
Partner
CPA License No. 0094495
SEC Accreditation No. 1386-A, Group A, valid until February 5, 2017
Tax Identification No. 912-535-864
BIR Accreditation No. 08-001987-31-2013
Issued December 2, 2013; valid until December 1, 2016
PTR No. 4225144MC
Issued January 2, 2014 at Makati City

August 13, 2015
Makati City, Metro Manila