



October 14, 2013

Securities and Exchange Commission

SEC Building, Greenhills
Mandaluyong City
Metro Manila

Attention : **Justina F. Callangan**
Director, Corporation Finance Department

Philippine Stock Exchange

Ayala Tower One, Ayala Avenue,
Makati City, Metro Manila

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

**Re: 3rd Quarter 2013 Progress Report on the
Application of Proceeds from Stock Rights Offering
As of September 30, 2013**

Ladies and Gentlemen:

In compliance with PSE's reportorial requirement on Cosco Capital, Inc.' Stock Rights Offering and as enumerated in your letter of approval 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,


ATTY. CANDY H. DACANAY-DATUON
Assistant Corporate Secretary



October 10, 2013

SECURITIES AND EXCHANGE COMMISSION

SEC Building, EDSA Greenhills
City of Mandaluyong, Metro Manila

Attn: Atty. Justina F. Callangan
Director, Corporation Finance Department

PHILIPPINE STOCK EXCHANGE

3/F Tower One – Phil. Stock Exchange Centre
Ayala Ave., Makati City

Attn: Ms. Janet A. Encarnacion
Head – Disclosure Department

Mr. J.V B. Zuno III
Head, Listing Department

**Re: Progress Report on the
Applications of Proceeds from Stock Rights Offering
For the 3rd Quarter of 2013**

Gentlemen:

In compliance with PSE’s reportorial requirement, we hereby submit **Cosco Capital, Inc.’s (formerly Alcorn Gold Resources Corporation)** Report on the Use of Proceeds on its Stock Rights Offering for the quarter ending September 30, 2013.

1. Total net proceeds from Stock Rights Offering as of September 30, 2013 amounted to PESOS: Ninety-nine million one hundred eighty-six thousand nine hundred forty-three & 48/100 (Php99,186,943.48). Please see details below:

Proceed 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
Total Proceeds as of December 30, 2012		100,000,000.00
Less listing and registration expenses		452,160.22
Less: Disbursements during:		
1 st quarter 2013		286,111.04
2 nd quarter 2013		74,785.26
3 rd quarter 2013		0.00
Remaining Proceeds as of September 30, 2013	P	99,186,943.48

2. Operations Update for the 3rd quarter 2013:

As of September 30, 2013, majority of the work scopes for first half of 2013 have been kicked off and execution of the work is ongoing. The work scopes include the completion of the dynamic reservoir simulation, undertake a reserve certification, undertake key technical studies, review costs and risks with abandonment of the existing field, and prepare and define plans for drilling a well at the A structure. Some works have been temporarily deferred pending full resolution of Reservoir Simulation and history matching and report from the Independent Expert.

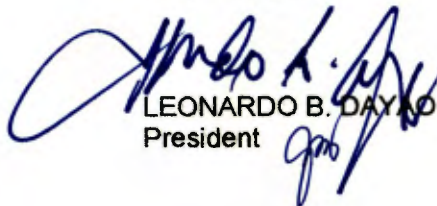
After the independent reserved certification is issued, the next steps are to finalize the WLA reserves and production scenarios, develop cost estimates for the testing and Full Field Development cases and apply commercial criteria to the production forecasts to give the 1P and 2P reserves.

3. 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. (formerly AGRC) 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



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REPORT OF INDEPENDENT AUDITORS

The Board of Directors and Stockholders

Cosco Capital, Inc.
2nd Floor, Tabacalera Building #2
900 D. Romualdez Sr. Street
Paco, Manila

We have reviewed the accompanying Progress Report of Cosco Capital, Inc. (formerly Alcorn Gold Resources Corporation) for the quarter ended September 30, 2013 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 September 30, 2013 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.

MANABAT SANAGUSTIN & CO., CPAs

ADOR C. MEJIA

Partner

CPA License No. 0029620

SEC Accreditation No. 0464-AR-2, Group A, valid until March 24, 2016

Tax Identification No. 112-071-634

BIR Accreditation No. 08-001987-10-2013

Issued May 9, 2013; valid until May 8, 2016

PTR No. 3669522MC

Issued January 2, 2013 at Makati City

October 14, 2013

Makati City, Metro Manila