

COVER SHEET

Atco

1 1 5 A P R E W A R

S.E.C. Registration Number

A T L A S C O N S O L I D A T E D M I N I N G

A N D D E V E L O P M E N T C O R P O R A T I O N

(Company's Full Name)

Q U A D A L P H A C E N T R U M

1 2 5 P I O N E E R S T R E E T M A N D A L U Y O N G

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

NOEL T. DEL CASTILLO

Contact Person

(632) 635-4495

Company Telephone Number

1 2

Month

3 1

Day

Fiscal Year

1 7 - Q

FORM TYPE

Month

Day

Annual Meeting

N/A

Secondary License Type, If Applicable

last Wednesday of April

Dept. Requiring this Doc.

Amended Articles Number/Section

Total No. of Stockholders

Total Amount of Borrowings

Domestic

Foreign

To be accomplished by SEC Personnel concerned

File Number

LCU

Document I.D.

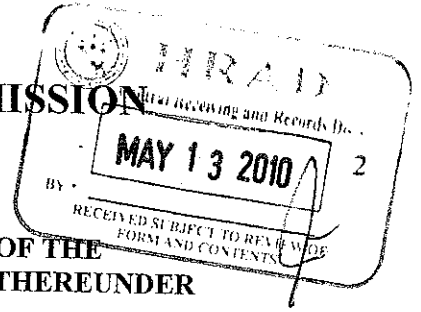
Cashier

Remarks = pls. use black ink for scanning purposes

SECURITIES AND EXCHANGE COMMISSION

SEC FORM 17-Q

QUARTERLY REPORT PURSUANT TO SECTION 17 OF THE SECURITIES REGULATION CODE AND SRC RULE 17(2)(b) THEREUNDER



- 1. For the quarterly period ended March 31, 2010
- 2. Commission Identification No. 115 Pre War 3 BIR Tax Identification No. 000-154-572-000

ATLAS CONSOLIDATED MINING AND DEVELOPMENT CORPORATION

4. Exact name of issuer as specified in its charter

Philippines

5. Province, country or other jurisdiction of incorporation or organization

6. Industry Classification Code (SEC Use Only)

7/F Quad Alpha Centrum 125 Pioneer Street, Mandaluyong City 1554

7. Address of registrant's principal office Postal Code

(632) 635-23-87

8. Issuer's telephone number, including are code

N. a.

9. Former name, former address and former fiscal year, if changed since last report

10. Securities registered pursuant to Section 8 and 12 of the Code, or Sections 4 and 8 of the RSA

Title of each Class	Number of shares of common stock outstanding and amount of debt outstanding
---------------------	---

Common Stock, P 10 par value	1,048,931,882
------------------------------	---------------

11. Are any or all of the securities listed on a Stock Exchange?

Yes [/] No []

If yes, state the name of such Stock Exchange and the class/es of securities listed therein:

<u>Philippine Stock Exchange</u>	<u>Common Stock</u>
----------------------------------	---------------------

12. Indicate by check whether the registrant:

(a) has filed all reports required to be filed by Section 17 of the Code and SRC Rule 17 thereunder or Sections 11 of the RSA and RSA Rule 11(a)-1 thereunder and Sections 26 and 141 of the Corporation Code of the Philippines, during the preceding twelve (12) months (or for such shorter period the registrant was required to file such reports).

Yes [/] No []

(b) has been subject to such filing requirements for the past 90 days.

Yes [/] No []

PART 1 – FINANCIAL INFORMATION

Item 1. Financial Statements.

The following statements, attached herein, are made part of this report:

- A) Annex A - Unaudited Consolidated Balance Sheets
- B) Annex B - Unaudited Consolidated Statements of Income
- C) Annex C - Unaudited Consolidated Statements of Changes in Stockholders' Equity
- D) Annex D - Unaudited Consolidated Statements of Cash Flows

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations.

The Company registered a consolidated net income of ₱164 million during the first three months of the year, a turnaround from a ₱393 million loss booked the previous year for the same period. The higher milling capacities of the plants of CCC primarily boosted volume production that led to elevated sales receipts.

Total revenues quadrupled to ₱2,200 million during the first quarter of 2010, compared to last year's total consolidated revenues of ₱516 million. The increase was attributed for the most part to CCC's improved production that generated revenues of ₱2,033 million and ₱122 million for the sales of copper and gold, respectively. In addition, the Parent Company recognized a ₱42 million royalty income for the period in review.

As of March 31, 2010, the Company's nickel subsidiary, Berong Nickel Corporation (BNC), is in a care and maintenance status because of the continued depressed market and low price for nickel.

Total consolidated costs and operating expenses aggregates ₱1,817 million compared with ₱817 million in 2009. The increment was caused principally by the rise in the cost of sales of CCC's operations mainly due to the progress achieved in its production activities. As of March 31, 2010, the US dollar rate closed at ₱45.17 compared to ₱46.20 as at December 31, 2009

and the related foreign exchange gains amounted to ₱118 million. A net mark to market loss of ₱79 million was recorded involving transactions with embedded derivatives.

The financial position of the Company as of and for the quarter ended March 31, 2010 showed the following changes as compared to the financial position as of and for the year ended December 31, 2009.

Receivable

The increase in receivable was due largely to the transaction entered into by CCC with its copper concentrates buyer MRI Trading AG (MRI).

Inventories

The net effect of procured materials and supplies and the delivery of copper concentrates to MRI resulted in the inventories to register a 39% decline.

Prepayments and other current assets

Prepayments and other current assets increased because of the additional deposits made to suppliers.

Property and equipment

The acquisition of machineries and equipment and the capitalized cost of rehabilitation and improvements on mining facilities by CCC boosted the property and equipment account.

Other noncurrent assets

The increase in other noncurrent assets pertains to the additional recognition of input VAT on importations.

Loans payable

Loans payable rose by ₱90 million due to a loan extended by CASOP to CCC for the purchase of equipment coupled with the effects of the accretion of interest and the restatement of dollar denominated loans.

Accounts payable and accrued liabilities

Trade and other payables went up primarily because of further incurrence of payables and recording of liabilities owed to various suppliers and service providers.

Derivative liabilities

The decrease in derivative liabilities was attributed to the outstanding commodity forwards already delivered in 2010 and the net effect of the lower foreign exchange rates together with the favorable effect of volume weighted average price and volatility on the Company's share of stock.

Advances from and due to related parties

The surge in advances from and due to related parties was caused by the loan granted by National Bookstore and Philodrill and by the additional advances made by Alakor to the Parent Company.

Long-term debt and current portion of long-term debt

Long-term debt and current portion of long-term debt went down because of the restatement of foreign currency denominated loans at a lower exchange rate than previously recorded.

Liability for mine rehabilitation

The amount of P3 million was recorded as additional liability for mine rehabilitation account reflected on CCC and BNC books.

Retirement benefits liability

The increment was attributed to the additional accrual of pension costs.

Consolidated current ratio reflected an improvement of 0.280:1 during the quarter ended March 31, 2010 compared to 0.272:1 for the year ended December 31, 2009. The Company's majority owned subsidiaries namely, Aquatlas, Inc. (AI), Ulugan Resources Holdings, Inc. (URHI), Atlas Exploration, Inc. (AEI) and Amosite Holdings, Inc. (AHI) have not commenced commercial operations as at the end of the period under review.

The key performance indicators (consolidated figures), including the majority owned subsidiaries, are as follows:

	3/31/2010	12/31/2009
Current ratio	0.280:1	0.272:1
Debt to equity	4.761:1	4.867:1
Return on equity	-	-

The manner by which the Company calculates current ratio is by dividing current assets by current liabilities. Debt to equity is calculated by dividing total liabilities by total capital equity and return on equity by dividing net income for the period by the total capital equity of the Company.

The Company posted an increase in its consolidated assets by P288 million from P13,936 million as of December 31, 2009 to P14,224 million in the first quarter of 2010. Consolidated liabilities climbed by P195 million from P11,560 million to P11,755 million during the quarter in review. Consolidated current liabilities (P7,522 million) exceeded consolidated current assets (P2,108 million) by P5,414 million.

BERONG NICKEL CORPORATION (BNC)

BNC remained on a care and maintenance status, thus, with no revenue flowing in, BNC incurred a net loss of P26 million as of March 31, 2010.

Total assets of BNC fell to P896 million vis-à-vis the P933 million registered as of December 31, 2009. Total liabilities likewise decreased to P511 million against P522 million in 2009 because of the payments made to the trade creditors and the translation of foreign currency denominated advances to related parties.

The Mines and Geosciences Bureau approved BNC's application for an exploration permit allowing the commencement of a planned nickel drilling program in certain areas of Palawan

covered by the Berong Nickel Project. The 20,000 meters drilling program is expected to be completed within twelve months.

BNC continues to assess the potential to re-open the mine on a direct shipping operation, but no decision has been made to resume mining.

CARMEN COPPER CORPORATION (CCC)

CCC scored a turnaround by posting a ₱257 million net income during the first quarter of 2010 in contrast to a ₱462 million loss suffered a year earlier.

For the quarter ended March 31, 2010, CCC generated copper and gold sales amounting to ₱2,155 million. Total cost of sales was recorded at ₱1,649 million and operating expenses reached ₱120 million for the first three months of 2010.

As of March 31, 2010, CCC has completed five (5) shipments of copper concentrates totaling 24,499.346 DMT.

CCC's assets aggregated ₱13,473 million versus end of 2009 amount of ₱13,213 million. Total liabilities were up mainly attributable to the net effect of the restatement of foreign currency denominated loans, recognition of additional pension cost and liability for mine rehabilitation and further incurrence of payables from various customers and suppliers.

Liquidity and Capital Resources

During the first quarter of 2010, the Company's cash provided by operating activities amounted to ₱55 million. Net cash outflows during the period was ₱38 million, which included net cash outflows from investing activities of ₱305 million and net cash inflows from financing activities of ₱212 million.

The Company has not expended any amount on capital projects during the first quarter of the year except those previously disclosed or reported elsewhere in this report.

Segment reporting is not required and there has been no material change in the composition of the Company. There is also no material event subsequent to the end of the interim period that should be reflected in the financial statements for the interim period. The Company has no significant seasonality or cyclicity in its business operations that would have a material effect on the financial condition or results of operations.

Atlas is not aware of any uncertainties, trends, events or seasonal aspects that will have a material effect on its liquidity, financial condition or results of its operations. Further, the Company is not aware of any events that will trigger direct or contingent financial obligation that is material to the Company. No material off-balance sheet transactions have occurred during the interim period under review. Except as explained above, there was no significant element of consolidated loss that did not arise from the Company's operations.

Financial Risk Management Objectives and Policies

The Company's financial assets consist of cash, receivables, and derivative assets, which arise directly from its operations. On the other hand, loan payable, trade and other payables and long-term debt (current and noncurrent) and advances from and due to related parties comprise the Company's financial liabilities. The main purpose of these financial liabilities is to raise funds for the Company's operations.

Exposures to foreign exchange, equity price, interest rate, credit, and liquidity risk arise in the normal course of the Company's business activities. The main objectives of the Company's financial risk management are as follows:

- to identify and monitor such risks on an ongoing basis;
- to minimize the risk's potential adverse effects on the Company's financial performance;
- to provide a degree of certainty about costs

Foreign exchange risk

Foreign exchange risk is the risk to earnings or capital arising from changes in foreign exchange rates. The Company has foreign currency risk arising from its cash, loans payable and trade and other payables. To mitigate the risk of incurring foreign exchange losses, foreign currency holdings are matched against the potential need for foreign currency in financing equity investments and new projects.

Equity Price Risk

Equity Price risk is the risk that the value of a financial instrument will fluctuate because of changes in market prices. The Company is exposed to equity price risk because of financial assets held by the Company, which are classified as AFS financial assets included under other noncurrent assets.

Management believes that the fluctuation in the fair value of the AFS financial assets will not have significant effect in the Company's financial statements.

Interest Rate Risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or the fair values of financial instruments.

The Company does not have a liability with floating interest rates.

Credit Risk

Credit risk is the risk that the Company could incur a loss if its counterparties fail to discharge their contractual obligations. The Company manages and controls credit risk by doing business only with recognized and creditworthy third parties. Receivable balances are monitored on an ongoing basis with the result that the Company's exposure to bad debts is not significant.

With respect to credit risk arising from the other financial assets of the Company, which comprise of cash and AFS financial assets, the Company's exposure to credit risk arises from default of the counterparty, with a maximum exposure equal to the carrying amount of these instruments.

The credit quality of the financial assets was determined as follows:

Cash and AFS financial assets are classified as “High Grade” since they are placed in high profile banking institutions while the concentration of AFS equity investments is invested in blue chip shares of stocks.

Receivables and advances to related parties are classified as “Standard Grade” since the collection of the balances depends on the availability of funds of existing and active parties.

Liquidity Risk

Liquidity risk is such risk where the Company becomes unable to meet its payment obligations when they fall due under normal and stress circumstances. The Company’s objective is to maintain a balance between continuity of funding and flexibility through the use of bank loans. The Company also manages its liquidity risk on a consolidated basis based on business needs, tax, capital or regulatory considerations, if applicable, through numerous sources of finance in order to maintain flexibility.

Set out below is a comparison of carrying amounts and fair values of all of the Consolidated financial instruments:

	Carrying values		Fair values	
	3/31/10	12/31/09	3/31/10	12/31/09
Financial Assets				
Cash	₱264 m	₱301 m	₱264 m	₱301 m
Receivable – net	₱306 m	₱298 m	₱306 m	₱298 m
Derivative assets	₱33 m	₱33 m	₱33 m	₱33 m
Financial Liabilities				
Loan payable	₱1,068 m	₱978 m	₱1,068 m	₱978 m
Trade and other payables	₱3,241 m	₱2,706 m	₱3,241 m	₱2,706 m
Advances from and due to related parties	₱2,102 m	₱1,890 m	₱2,102 m	₱1,890 m
Long-term debt (current and noncurrent)	₱4,834 m	₱4,917 m	₱4,834 m	₱4,917 m

The carrying value of cash, receivables, trade and other payables, advances from and due to related parties, and long-term debt approximates their fair value due to the relatively short-term maturities of these financial instruments. The fair values of AFS investments were determined by reference to market quoted bid price as of balance sheet date.



PART II - OTHER INFORMATION

None.

SIGNATURES

Pursuant to the requirements of the Securities Regulation Code, the issuer has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

Registrant ATLAS CONSOLIDATED MINING AND DEVELOPMENT CORPORATION

Signature MARTIN C. BUCKINGHAM  NOEL T. DEL CASTILLO 

Title Exec. Vice President & CFO Treasurer

Date May 12, 2010 May 12, 2010

**ATLAS CONSOLIDATED MINING AND DEVELOPMENT
CORPORATION AND SUBSIDIARIES**

UNAUDITED CONSOLIDATED BALANCE SHEETS

(Pesos in Thousands, Except Par Value)

	Unaudited 3/31/2010	Audited 12/31/2009
ASSETS		
Current Assets		
Cash	263,591	301,355
Receivable - net	305,972	298,366
Derivative assets	32,720	32,720
Inventories - net	475,369	778,493
Prepayments and other current assets	1,029,848	563,219
Total Current Assets	2,107,500	1,974,153
Noncurrent Assets		
Property, plant and equipment - net	10,929,730	10,822,592
Mining rights	76,128	76,128
Goodwill	15,011	15,011
Available-for-sale (AFS) financial assets	5,215	5,215
Other noncurrent assets - net	1,090,867	1,042,570
Total Noncurrent Assets	12,116,951	11,961,516
TOTAL ASSETS	14,224,451	13,935,669
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current Liabilities		
Loans payable	1,068,166	977,585
Accounts payable and accrued liabilities	3,240,805	2,705,704
Current portion of long-term debt	903,400	924,000
Income tax payable	2,015	2,015
Derivative liabilities	205,913	772,818
Advances from and due to related parties	2,101,812	1,889,746
Total Current Liabilities	7,522,111	7,271,868
Noncurrent Liabilities		
Long-term debt	3,930,753	3,992,792
Liability for mine rehabilitation	124,818	121,973
Retirement benefits liability	75,147	70,952
Deferred income tax liabilities	102,626	102,626
Total Noncurrent Liabilities	4,233,344	4,288,343
Total Liabilities	11,755,455	11,560,211
Stockholders' Equity		
Capital stock - P10 par value	10,489,319	10,489,319
Additional paid in capital	934,382	934,382
Premium on deemed disposal of an investment in subsidiary	633,258	633,258
Deposits for future stock subscriptions	150,960	150,960
Revaluation increment in land	218,559	218,559
Net unrealized gains on AFS investment	1	1
Deficit	(12,432,779)	(12,596,363)
	(6,300)	(169,884)
Minority interests	2,475,296	2,545,342
Total Stockholders' Equity	2,468,996	2,375,458
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	14,224,451	13,935,669

**ATLAS CONSOLIDATED MINING AND DEVELOPMENT
CORPORATION AND SUBSIDIARIES**

UNAUDITED CONSOLIDATED STATEMENTS OF INCOME

(Pesos in Thousands, Except Per Share Amounts)

	Three Months Period Ended	
	3/31/2010	3/31/2009
REVENUES		
Sales		
Copper	2,032,891	472,426
Gold	122,168	41,336
Royalty income	41,695	-
Miscellaneous	2,775	2,689
	2,199,529	516,451
COSTS AND OPERATING EXPENSES		
Mining and milling costs	1,565,950	638,515
Mine products taxes and royalties	83,390	30,464
Operating expenses	167,923	148,209
	1,817,263	817,188
INCOME (LOSS) FROM OPERATIONS	382,266	(300,737)
OTHER CHARGES	(218,682)	(92,393)
NET INCOME (LOSS)	163,584	(393,130)
Loss Per Share *	0.16	(0.37)
* Based on weighted average number of common shares outstanding	1,048,932	1,048,932

The interim financial statements were prepared in accordance with accounting principles generally accepted in the Philippines. The same accounting policies and methods of computations were followed in the preparation of the interim financial statements as used in the most recent annual financial statements.

No significant events and/or material changes have occurred subsequent to the end of the most recent fiscal year. Adjustments of a normal recurring nature which are in the opinion of management necessary to a fair statement of the results have been reflected in the unaudited interim financial statements. Other information that require disclosures in the interim financial statements have been omitted because they are not applicable.

**ATLAS CONSOLIDATED MINING AND DEVELOPMENT
CORPORATION AND SUBSIDIARIES**

UNAUDITED CONSOLIDATED STATEMENTS OF CHANGES IN CAPITAL DEFICIENCY
(Pesos in Thousands)

	Capital Stock	Additional Paid -in Capital	Premium on deemed disposal of an investment in subsidiary	Deposits on Subscriptions	Revaluation Increment in Property	Net Unrealized Gains on AFS Investments	Deficit	Total
Balance at January 1, 2009	10,489,319	858,501	625,541	150,960	218,559	1	(10,474,765)	1,868,116
Net loss as of March 31, 2009	-	-	-	-	-	-	(393,130)	(393,130)
Balance at March 31, 2009	10,489,319	858,501	625,541	150,960	218,559	1	(10,867,895)	1,474,986
Balance at January 1, 2010	10,489,319	934,382	633,258	150,960	218,559	1	(12,596,363)	(169,884)
Net income as of March 31, 2010	-	-	-	-	-	-	163,584	163,584
Balance at March 31, 2010	10,489,319	934,382	633,258	150,960	218,559	1	(12,432,779)	(6,300)

**ATLAS CONSOLIDATED MINING AND DEVELOPMENT
CORPORATION AND SUBSIDIARIES**
UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS
(Pesos in Thousands)

	Three Months Period Ended	
	3/31/2010	3/31/2009
CASH FLOWS FROM OPERATING ACTIVITIES		
Income (loss) before income tax	163,584	(393,130)
Adjustments for:		
Interest expense	226,369	47,327
Depreciation and depletion	79,401	33,446
Net mark to market loss	78,754	-
Retirement benefit costs	4,194	-
Unrealized foreign exchange (gains) losses	(117,553)	22,328
Interest income	(60)	(164)
Operating income (loss) before working capital changes	434,689	(290,193)
Decrease (increase) in:		
Receivable - net	(7,606)	70,890
Derivative assets	-	406,261
Inventories - net	303,124	82,275
Prepayments and other current assets	(643,411)	(214,887)
Increase (decrease) in:		
Income tax payable	-	323
Derivative liabilities	(566,905)	-
Accounts payable and accrued liabilities	535,101	(60,293)
Cash used in operations	54,992	(5,624)
Interest received	60	164
Net cash provided by (used in) operating activities	55,052	(5,460)
CASH FLOWS FROM INVESTING ACTIVITIES		
Decrease (increase) in:		
Other noncurrent assets	(48,297)	3,795
Additions to property, plant and equipment	(186,539)	(476,555)
Changes in minority interest	(70,046)	(98,846)
Net cash used in investing activities	(304,882)	(571,606)
CASH FLOWS FROM FINANCING ACTIVITY		
Net changes in amounts owed to related parties	212,066	36,919
NET DECREASE IN CASH	(37,764)	(540,147)
CASH AT BEGINNING OF YEAR	301,355	881,404
CASH, MARCH 31,	263,591	341,257

**ATLAS CONSOLIDATED MINING AND DEVELOPMENT
CORPORATION AND SUBSIDIARIES**

UNAUDITED CONSOLIDATED AGING SCHEDULE OF ACCOUNTS RECEIVABLE

March 31, 2010

(Pesos in Thousands)

Type of Accounts Receivable	Total	Current	31 - 90 Days	91 - 180 Days	181 - 365 Days	Over 1 yr	Accounts in Litigation
Trade Receivable							
Various trade receivable	276,885	-	-	-	85,809	191,076	-
Non-Trade Receivables							
Deposits and advances	28	-	-	-	-	28	-
Scrap	707	-	-	-	-	707	-
With court cases	13,254	-	-	-	-	13,254	13,254
Others	56,527	-	-	-	29,990	26,537	-
Allowance for Doubtful Accounts	(41,429)	-	-	-	(11,246)	(30,183)	-
Accounts Receivable - Net	305,972	-	-	-	104,553	201,419	13,254

Account Receivable Description

Type of Receivable	Nature/Description of Receivable	Collection Period
Various trade receivable	Sale of copper concentrates	
Deposits & Advances	Deposits on rentals	
Scrap	Sale of excess and scrap materials	
With Court Cases	Various claims	
Advances to Subcontractors	Advances to subcontractors	
Others	Advances to union cooperative, employees, and others	

Normal Operating Cycle Calendar year

Jess C. Valledor

From: odisy@pse.com.ph
Sent: Friday, May 14, 2010 10:32 AM
To: odisy@pse.com.ph
Subject: ODiSy - Disclosure Status

Dear Sir/Madam:

We would like to inform you that as of MAY 14, 2010 10:32:03 AM today,

Reference Number: WLIST_2010000007132
Company Name: Atlas Consolidated Mining and Development Corporation
Disclosure Subject: Quarterly Report for period ended March 31, 2010
Status: APPROVED

Should you need further assistance, please e-mail us at odisy@pse.com.ph.

This message contains confidential information and is intended only for the named addressee. If you are not the named addressee you should not disseminate, distribute or copy this e-mail. Please notify the sender immediately by e-mail if you have received this e-mail by mistake and delete this e-mail from your system.

E-mail transmission cannot be guaranteed to be secure or error-free as information could be intercepted, corrupted, lost, destroyed, arrive late or incomplete, or contain viruses. The sender therefore does not accept liability for any errors or omissions in the contents of this message, which arise as a result of e-mail transmission.

If verification is required please request a hard-copy version.

Philippine Stock Exchange, Inc.
PSE Center, One Exchange Road
Ortigas Center, Pasig City.
Philippines 1600

Jess C. Valledor

From: odisy@pse.com.ph
Sent: Friday, May 14, 2010 8:57 AM
To: odisy@pse.com.ph
Subject: ODiSy - Disclosure Status

Dear Sir/Madam:

We would like to inform you that as of MAY 14, 2010 08:56:34 AM today,

Reference Number: WLIST_2010000007132
Company Name: Atlas Consolidated Mining and Development Corporation
Status: SENT

Should you need further assistance, please e-mail us at odisy@pse.com.ph.

This message contains confidential information and is intended only for the named addressee. If you are not the named addressee you should not disseminate, distribute or copy this e-mail. Please notify the sender immediately by e-mail if you have received this e-mail by mistake and delete this e-mail from your system.

E-mail transmission cannot be guaranteed to be secure or error-free as information could be intercepted, corrupted, lost, destroyed, arrive late or incomplete, or contain viruses. The sender therefore does not accept liability for any errors or omissions in the contents of this message, which arise as a result of e-mail transmission.

If verification is required please request a hard-copy version.

Philippine Stock Exchange, Inc.
PSE Center, One Exchange Road
Ortigas Center, Pasig City.
Philippines 1600