

MIDDLEFIELD CANADIAN INCOME PCC Interim Management Statement

This statement has been prepared to provide additional information to shareholders as a body to meet the relevant requirements of the UK Listing Authority's Disclosure and Transparency Rules. It should not be relied upon by any party for any purpose other than as stated above. This statement covers the period 1 January 2014 to date.

Middlefield Canadian Income PCC is a closed-ended investment company incorporated in Jersey on 24 May 2006. The Company has initially established one closed-ended Cell known as Middlefield Canadian Income – GBP PC (referred to as the "Fund" which term includes, where the context permits, the Company acting in respect of Middlefield Canadian Income - GBP PC). Admission to the official list of the UK Listing Authority and dealing in redeemable participating preference shares commenced on 6 July 2006.

Investment Objective

The Fund's investment objective is to provide shareholders with a high level of dividends as well as capital growth over the longer term. The Fund intends to pay dividends on a quarterly basis each year.

To achieve its objectives, the Fund invests predominantly in the securities of companies and real estate investment trusts ("REITs") domiciled in Canada and listed on a Canadian Stock Exchange, that the Investment Manager believes will provide attractive levels of distributions, together with the prospect for capital growth.

Performance Summary

The net asset value of the Fund as at 30 April 2014 was 108.58 pence per share or £117.2 million. The total return of the Fund, which reflects changes in the net asset value as well as dividends paid, was 2.8% for the year-to-date period ended 30 April 2014. Comparatively, the return generated by the Fund's benchmark, the S&P/TSX Equity Income Index was 2.7% over the same period.

The asset class weightings for the Fund as at 30 April 2014 were:

Asset Class	Portfolio Weighting
<i>Energy</i>	28.3%
<i>Financials</i>	19.4%
<i>Real Estate</i>	11.7%
<i>Bonds and Convertible Debentures</i>	9.1%
<i>Utilities</i>	7.6%
<i>Power and Pipeline</i>	6.5%
<i>Industrials</i>	4.6%
<i>Consumer Discretionary</i>	3.7%
<i>Materials</i>	3.6%
<i>Consumer Staples</i>	1.8%
<i>Telecommunications</i>	1.7%
<i>Metals and Mining</i>	1.5%
<i>Other</i>	0.5%

Material Events

As announced on 14 April 2014, in accordance with the provisions of its Articles, the Fund purchased for cash 50,000 of its own shares at a price of 98.75 pence per share. The purchase price represented a

Middlefield Canadian Income PCC (the "Company") including Middlefield Canadian Income – GBP PC (the "Cell")
Registered Office: Kleinwort Benson House, Wests Centre, St Helier, Jersey JE4 8PQ Telephone +44 (0) 1534-613000 Facsimile +44 (0) 1534-613141

Registered In Jersey, Company No.93546 and Cell No. 93731
Regulated by the Jersey Financial Services Commission

discount of approximately 8% to the Fund's net asset value as at the close of business that day and was, therefore, accretive to the Fund. In addition, on 25 April 2014, Mr. Dean Orrico, a director of the Company, purchased 100,000 shares of the Fund through the London Stock Exchange at a price of 102.50 pence per share.

The Fund remains focused on investing in equity income issuers that are well-positioned to benefit from both the relative strength of the North American economy as well as from on-going improvements in global growth.

Company Secretary
Kleinwort Benson (Channel Islands) Corporate Services Limited
Tel.: 01534 613000

Dean Orrico
Director
Middlefield Canadian Income PCC
Tel: 01203 7094016

15 May 2014

*Past performance is not a guide to future performance.
This interim management statement is available at: www.middlefield.co.uk.*