

Middlefield Canadian Income PCC

Kleinwort Benson House, Wests Centre, St Helier, Jersey, JE4 8PQ

2 June 2014

Dear Shareholders

Middlefield Canadian Income PCC (the Company) – Tax vouchers

As you are aware, the Company moved its place of management and control in October 2011 so as to become UK resident for tax purposes notwithstanding that it remains incorporated in Jersey. Accordingly, all dividends paid by the Company since its change of tax residence, have been UK dividends as opposed to “foreign dividends” for the purposes of UK resident shareholders.

It has been brought to our attention recently that inadvertently the Jersey form of tax vouchers has continued to be used in respect of dividends paid by the Company. From now on, the UK form of tax vouchers will be used for all future dividends.

Accordingly, the following tax vouchers should have been in the form of a UK tax voucher with a 10% notional tax credit attached:

- (i) tax voucher number 021 in respect of the quarterly dividend paid in October 2011;
- (ii) tax vouchers numbered 022 to 025 (inclusive) in respect of the quarterly dividends paid in January, April, July and October 2012;
- (iii) tax vouchers numbered 026 to 029 (inclusive) in respect of the quarterly dividends paid in January, April, July and October 2013; and
- (iv) tax vouchers numbered 030 and 031 in respect of the quarterly dividends paid in January and April 2014.

No other tax vouchers are affected. The dividend amount of 1.25p per share per quarter is unchanged and was correctly paid on each occasion.

If you are UK resident, your tax treatment should be exactly the same as when the Company was Jersey tax resident unless;

- (a) you are an individual who owns 10% or more of the shares in the Company;
- (b) you are non-UK domiciled and subject to UK tax on the remittance basis; or
- (c) you are a “small company” (basically one which employs fewer than 50 persons and either (i) its annual turnover does not exceed EUR10 million or (ii) its balance sheet total does not exceed EUR10 million).

If you fall into any of the above categories, you should check the position with your own tax advisors.

Yours faithfully

Kleinwort Benson (Channel Islands) Corporate Services Limited as Secretary to Middlefield Canadian Income PCC.