

Simplification of Fund Structure and Quarterly Dividend Announcement

11 October 2011

Middlefield Canadian Income PCC (the “**Company**”) is pleased to announce the successful completion of its plan to simplify the structure of Middlefield Canadian Income - GBP PC (the “**Fund**”), which was approved at the meeting of shareholders held on 19 September 2011. As of 6 October 2011, the Company’s swap arrangements, including its Canadian dollar currency hedge, were removed and the Fund is now invested directly in a portfolio of assets comprised predominantly of listed Canadian securities.

In connection with the restructuring, the Company has changed its tax residency from Jersey to the United Kingdom and, as conveyed in the shareholder circular issued on 19 August 2011, it has appointed Mr Thomas Grose, a UK resident, to the Board as an additional non-executive Director. Mr Nicholas Villiers, another UK-resident, has replaced Mr Raymond Apsey as Chairman and Mr Apsey will remain in office as a non-executive director.

In addition, the Company is pleased to announce that the board of directors has declared a quarterly dividend of 1.25 pence per Share. The dividend will be paid on Monday 31 October 2011 to Shareholders of record on Friday 14 October 2011. The ex-dividend date is Wednesday 12 October 2011. Subject to unforeseen circumstances, the Fund intends to maintain its current dividend rate of five pence per Share per annum.

As previously indicated, Kleinwort Benson will continue to act as the Fund’s administrator. Consistent with the calculation method employed in valuing the securities of CIT Trust, the reference asset under the swap, the Fund’s net asset value per share (“NAV”) will be calculated using the closing prices of the securities held within its portfolio. In light of the simplification of the Fund’s structure, the Company intends to publish its NAV on a daily basis going forward as soon as practicable.

The Fund trades on the Main Market of the London Stock Exchange under the symbol MCT.L.

For further information please contact:

Middlefield Canadian Income PCC
Gary Boudin, Company Secretary

+44 (0) 1481 727 111

Middlefield International Limited
W. Garth Jestley/Richard Faiella

+44 (0) 20 7814 6644

Collins Stewart Europe Limited
Andrew Zychowski/Lucy Lewis/Neil Brierley

+44 (0) 20 7523 8000