

20 October 2006

Issue of Shares

The Board of Directors of Middlefield Canadian Income Trusts Investment Company PCC (the “Company”) is pleased to announce that, in order to satisfy ongoing market demand, 5,490,000 Redeemable Participating Preference Shares (the “Shares”) of Middlefield Canadian Income Trusts – GBP PC (the “Fund”) will be issued to the Company’s broker, Dresdner Kleinwort, for cash at 100p each. The issue of the Shares will be completed at a premium to the net asset value and will result in a larger asset base over which to spread the fixed running costs of the Fund. In addition, it will increase the liquidity in the Fund’s Shares.

It is expected that the new Shares will be admitted to the Official List of the UK Listing Authority and to trading on the London Stock Exchange on Monday 23 October 2006. The new Shares will rank pari passu with the existing Shares in issue. Following this issue, there will be a total of 60,490,000 Shares outstanding. The new Shares will not rank for the first quarterly interim dividend of 1.75p which will be paid on Tuesday 31 October 2006 to existing Shareholders who are on the register on Friday 20 October 2006.

The Company is a Jersey incorporated, protected cell company. The Fund is the Company’s initial cell and trades on the London Stock Exchange under the symbol MCT.L. The Fund provides investors with a currency-hedged exposure to a broadly diversified portfolio of Canadian income trusts through a swap agreement, whose reference asset is CIT Trust, a Canadian unit trust.

The objectives of Middlefield Canadian Income Trusts – GBP PC are to produce a high income return while also seeking to preserve shareholder capital. It is expected that the Fund will pay dividends totalling not less than 7.0 pence per Share in the period from inception to 31 July 2007. Dividends are expected to be paid on a quarterly basis.

Middlefield International Limited is the investment adviser to the Fund and Middlefield Capital Corporation is the investment adviser to CIT Trust.

As at 30 September 2006, the top 20 holdings of CIT Trust were:

Enerplus Resources Fund	3.5%	Summit REIT	2.5%
Progress Energy Trust	3.4%	Davis + Henderson Income Fund	2.5%
Penn West Energy Trust	3.4%	RioCan REIT	2.4%
NAL Oil & Gas Trust	3.3%	Teranet Income Fund	2.4%
Bonavista Energy Trust	3.2%	Canetic Resources Trust	2.4%
Focus Energy Trust	3.2%	CI Financial Income Fund	2.3%
H&R REIT	2.9%	Primaris Retail REIT	2.3%
Crescent Point Energy Trust	2.8%	Bell Aliant Income Fund	2.3%
Precision Drilling Trust	2.8%	Vermilion Energy Trust	2.3%
Canadian Oil Sands Trust	2.6%	BFI Canada Income Fund	2.3%

For additional information, please contact any of the undersigned:

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Dresdner Kleinwort Limited, which is authorised and regulated by the Financial Services Authority, is acting for the Company in respect of the Fund and no one else in connection with the contents of this announcement and will not be responsible to anyone other than the Company in respect of the Fund for providing the protections afforded to customers of Dresdner Kleinwort Limited, or for providing advice in relation to the contents of this announcement or any matters referred to herein.