

KEY INFORMATION DOCUMENT

Purpose

This document provides you with key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

Product

The product is Middlefield Canadian Income – GBP PC (the "Fund"), with the shares bearing the ISIN number GB00BI5PV034. The Fund is a closed-ended protected cell and is the sole cell created by Middlefield Canadian Income PCC (the "Company"). The PRIIP manufacturer is Middlefield Limited (the "Manager"). Please visit <http://www.middlefield.co.uk/mcit.htm> for further information or contact Middlefield Limited at 44 (0) 20 7814 6644 or at e-mail address dorrigo@middlefield.co.uk.

The Fund is regulated by the United Kingdom's Financial Conduct Authority and the Jersey Financial Services Commission.

This key information document has been produced on 28 November 2022.

What is this product?

Type

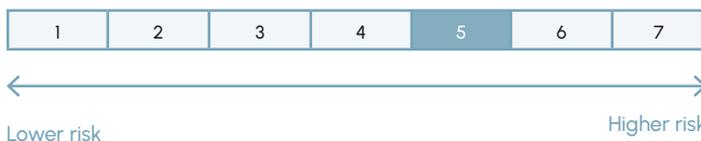
The Company is a closed-ended investment company incorporated in Jersey and is an alternative investment fund under the Alternative Investment Fund Managers Directive. The Fund is a closed-ended protected cell and is the sole cell created by the Company. The shares of the Fund have been admitted to listing on the Official List of the United Kingdom's Financial Conduct Authority and to trading on the London Stock Exchange's Main Market for Listed Securities. The Fund's redeemable participating preference shares are therefore available to the general public.

Objectives

The Fund's 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. The Fund seeks to achieve its investment objective by investing predominantly in the securities of companies and REITs domiciled in Canada as well as the U.S. that the Manager believes will provide an attractive level of distributions, together with the prospect of capital growth. It is expected that the Fund's portfolio will generally be comprised of between 35 and 70 investments.

What are the risks and what could I get in return?

Risk Indicator



The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you. We have classified this product as 5 out of 7, which is a medium-high risk class. This rates the potential losses from future performance at a medium-high level, and poor market conditions will likely impact the capacity of the Fund to pay you. The PRIIP holds no capital guarantee against credit risk. The PRIIP holds no capital protection against market risk, so you could lose some or all of your investment. If we are not able to pay what is owed, you could lose your entire investment.

Borrowings

The Fund has the power to borrow up to 25 per cent of the value of its total assets at the time of drawdown. In the normal course of events, the Fund is expected to employ gearing in the range of 0 to 20 per cent of the value of its total assets in order to enhance returns.

Intended retail investor

Typical investors in the Fund are institutional investors, professional investors and private wealth managers, who are seeking an attractive level of income with the potential to obtain growth in both capital and income over the longer term.

Bid/Offer Spread

Shares in the Fund are bought and sold via markets, predominantly the London Stock Exchange. Typically, at any given time the price you pay for shares will be higher than the price at which you could sell them. The Fund does not have a fixed life, so shareholders will typically only be able to realise their investment in the Fund by selling their shares to a willing buyer.

Maturity Date

The Fund does not have a fixed life.



The risk indicator assumes you keep the product for 5 years.

The actual risk can vary significantly if you cash in at an early stage and you may get back less. Be aware of currency risk and the performance differences between Canadian Dollars, US Dollars and Sterling, so the final return you get will depend on the exchange rate between these currencies. This risk is not considered in the indicator shown above.

Performance Information

The main factors that will affect the performance of the Company's shares are the ability of the Investment Manager to correctly assess the future course of price movements of securities and other investments into which the Company invests. The Company invests predominantly in the securities of companies and REITs domiciled in Canada as well as the U.S., and so returns will be affected by the general performance of the Canadian economy. The exchange rate between British Pounds and investments made in Canadian and US Dollars may also affect your returns.

To assess the risk and return performance characteristics of the Company's shares, we have used the daily shareholder total return price history, from inception, 6 July 2006, to 16 November 2022.

What could affect my return positively?

Specific factors that affect returns positively would be the good selection and risk management of underlying investments in the portfolio and realising investments on beneficial terms. The company is denominated in Canadian Dollars, so an advantageous movement in the exchange rate between the Canadian Dollar and British Pound could affect your returns positively. A broad factor that could contribute to positive returns would be a prolonged

The Company's benchmark since 31 December 2010 is the S&P/TSX Composite High Dividend Index. During Covid, the one-year volatility temporarily increased to 41.8%, for both the Company and the Company's benchmark. The fund holds committed sector exposures which differ from the benchmark exposures, and so year-on-year returns will vary from the index.

Our ex-ante moderate performance scenario is an annualised return of 6.1% over the recommended holding period of five years. We have used this return in our reduction in yield calculations in the 'What are the Costs?' section below.

period of favourable market conditions, in Canada, and the US. Improvements in the valuations of the Canadian Real Estate, Financials, Energy, Pipeline and Utilities sectors will likely increase returns since 95% of the Company's portfolio is exposed to these sectors as at 31 October 2022. Since inception, a favourable performance over a rolling one-year period was 177.0%. Over a rolling five-year period a favourable total return was 36.0% per annum.

What could affect my return negatively?

Poor selection and risk management of underlying investments; poor economic performance from the Canadian and US Markets; and unfavourable currency movements between the Canadian Dollar and United Kingdom Sterling will negatively impact returns. The Company is denominated in Canadian Dollars, so an adverse movement in the exchange rate between the Canadian Dollar and British Pound could affect your returns negatively. A decrease in

valuations of Canadian Real Estate, Financials, Energy, Pipeline and Utilities will likely affect returns negatively due to the portfolio's high exposures to these sectors. Finally, a worsening of the stock market's perception may lower the Company's share price and returns. An unfavourable one-year shareholder return was -58.2%; and an unfavourable five-year rolling return was -4.4% per annum.

What could happen in severely adverse market conditions?

An example of severely adverse market conditions was the Financial Crisis, over the period September 2006 to March 2009, the Company experienced a loss of 63.8% before recovering in January 2010. Under severely adverse market conditions, there is a risk that the capital value of an investment in the Company's shares could reduce significantly, potentially down to zero.

What happens if the Company is unable to pay out?

As a shareholder of the Fund you would not be able to make a claim to the Financial Services Compensation Scheme, or any other compensation body, about the Fund in the event that the Fund is unable to pay any amounts accruing to you. If you sell your shares on the London Stock Exchange, your bank or stockbroker will receive cash on delivery of your shares and should pass that to you. If your bank or stockbroker is regulated by the FCA or the PRA it should hold that money in a client account and you would be entitled to claim against the Financial Services Compensation Scheme up to £50,000 for non-delivery of such money to you. You would suffer any losses above that limit.

What are the costs?

The Reduction in Yield (RIY) shows what impact the total costs you pay will have on the investment return you might get. The total costs take into account one-off, ongoing, and incidental costs.

The amounts shown here are the cumulative costs of the product itself for three different holding periods. They include potential early exit penalties. The figures assume you invest £10,000. The figures are estimates and may change in the future.

Costs over time

The person selling you or advising you about this product may charge you other costs. If so, this person will provide you with information about these costs, and show you the impact that all costs will have on your investment over time.

Investment Scenarios	£10,000	If you cash in after 1 year	If you cash in after 3 years	If you cash in after 5 years
Total costs		£227	£783	£1,499
Impact on return (RIY) per year		2.27%	2.27%	2.27%

Composition of costs

The table below shows:

- the impact each year of the different types of costs on the investment return you might get at the end of the recommended holding period; and
- the meaning of the different cost categories

This table shows the impact on return per year

One-off costs	Entry costs	0.00%	The impact of the costs you pay when entering your investment. (This is the most you could pay and could pay less). The impact of costs is already included in the price (this is the most you will pay and you could pay less).
	Exit costs	0.00%	The impact of the costs of exiting your investment when it matures.
Ongoing costs	Portfolio transaction costs	0.57%	The impact of the costs of us buying and selling underlying investments for the product.
	Other ongoing costs	1.69%	The impact of the costs that we take each year for managing your investments and other ongoing costs. Please note that this figure includes finance costs at 0.35%, and additional other ongoing costs at 1.34%.
Incidental costs	Performance fees	0.00%	The impact of the performance fee. We take these from your investment if the product outperforms its benchmark.
	Carried interests	0.00%	The impact of carried interests.

How long should I hold it and can I take money out early?

Recommended minimum holding period: 5 years.

An investment in the shares should not be regarded as short term in nature. With limited exceptions, a five year investment horizon is the minimum period recommended. As the Company's shares are traded on the London Stock Exchange, you can expect to sell them at any time through your bank or stockbroker. If you chose to sell your shares, you would pay the dealing costs your bank or stockbroker charge and bear the cost of the bid-offer spread as described above.

How can I complain?

As a shareholder of the Fund you do not have a right to complain to the Financial Ombudsman Service (FOS) about the management of the Fund. Complaints about the Fund or the key information document should be directed to the Board of directors at 28 Esplanade, St Helier, Jersey JE2 3QA, Channel Islands or to the Secretary, JTC Fund Solutions (Jersey) Limited, at +44 1534 700 000 and/or middlefield.cosec@jtcgroup.com and / or at the postal address P.O. Box 1075, 28 Esplanade, St Helier, Jersey JE4 2QP.

Alternatively, you could complain to the Manager as the Manufacturer of the Fund. Please visit <http://www.middlefield.co.uk/contact.htm> for further information or contact Middlefield Limited at 44 (0) 20 7814 6644 or at e-mail address dorrigo@middlefield.co.uk.

Other relevant information

Since the PRIIPs projection returns in the Performance Scenarios are calculated in Sterling and the portfolio has not been currency hedged over the 5 year period, the figures shown are negatively impacted by the volatility in Sterling versus Canadian Dollar and to a lesser extent Sterling versus US Dollar.

For further information, such as the Company's latest prospectus, annual and half-yearly financial reports, factsheet and copies of regulatory and other announcements, please visit the Company's website at <http://www.middlefield.co.uk/mcit.htm>.

The cost, performance and risk calculations included in this KID follow the methodology prescribed by EU rules.

The Fund's portfolio transaction costs have been calculated based on typical portfolio turnover over the last three years.

The daily bid-offer spread for Middlefield Canadian Income PCC has a median of 2.94% over the three-year period ending November 2022, this equates to an indirect entry and exit cost of 1.47% per share, for bid-mid and mid-offer spreads.