

Press Release:



TSX SYMBOLS: PPL, PPL.PR.A
SUBJECT: DIV

PRIME RATE PLUS CORP.

Dividends Set to Increase

TORONTO, ONTARIO – March 7, 2006 / CCN Matthews: As a result of the Bank of Canada's decision today to increase the bank rate in Canada by 0.25%, the Prime Rate has also increased by 0.25% to 5.50%. As a result, the March dividends payable to both Preferred Shares and Class A shares of Prime Rate Plus are each set to increase by 0.25%. This would result in the March Preferred share dividend being paid at an annualized rate of 6.25% (Prime Rate plus 0.75%) and the Class A share dividend being paid at an annualized rate of 7.50% (Prime Rate plus 2.0%).

Prime Rate Plus Corp. invests in a portfolio of six publicly traded Canadian Banks as follows:

Bank of Montreal	National Bank of Canada	Bank of Nova Scotia
Canadian Imperial Bank of Commerce	Royal Bank of Canada	Toronto-Dominion Bank

Shares held within the Portfolio are expected to range between 5-20% in weight but may vary from time to time.

The fund's investment objectives are:

Floating Rate Preferred Shares:

- (i) to provide holders of the Preferred Shares with cumulative preferential floating rate monthly cash dividends at a rate per annum equal to the Prime Rate in Canada plus 0.75% (minimum 5%, maximum 7%) based on original issue price of \$10.00 per share
- (ii) on or about December 1, 2012 (termination date), to pay the holders of the Preferred Shares the original issue price of those shares.

Floating Rate Class A Shares:

- (i) to provide holders of the Class A Shares with regular floating rate monthly cash distributions targeted to be at a rate per annum equal to the Prime Rate in Canada plus 2.0% (minimum 5%, maximum 10%) based on original issue price of \$15.00 per share
- (ii) on or about December 1, 2012 (termination date), to pay the holders of Class A Shares at least the original issue price of those shares.

For further information, please contact Investor Relations:

Royal Trust Tower, 77 King Street West, PO Box 341, Toronto, Ontario, M5K 1K7

info@quadravest.com • www.primerateplus.com • 416.304.4443 • 1.877.478.2372