

# Press Release:



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

## **PRIME RATE PLUS CORP. Regular Monthly Dividend Declaration**

**TORONTO, ONTARIO – June 20, 2006 / CCN Matthews:** Prime Rate Plus Corp. ("Prime Plus") declares its regular monthly distribution of \$0.10000 (8.00% annualized) for each Class A share which reflects the distribution policy of prime rate in Canada (6.00% as at Jun 15<sup>th</sup>) plus 2% annually. Prime Plus also declares its regular monthly distribution of \$0.05625 (6.75% annualized) for each Preferred share which reflects the distribution policy of prime rate plus 0.75% annually. Distributions are payable July 10, 2006 to shareholders on record as of June 30, 2006.

Since inception Class A shareholders have received a total of \$0.98 per share and Preferred shareholders have received a total of \$0.56 per share inclusive of this distribution, for a combined total of \$1.54.

The fund's investment objectives are:

### **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.

### **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.

Prime Plus invests in a portfolio of six publicly traded Canadian Banks as follows: Bank of Montreal, Canadian Imperial Bank of Commerce, National Bank of Canada, Royal Bank of Canada, Bank of Nova Scotia, Toronto-Dominion Bank. Shares held within the portfolio are expected to range between 5-20% in weight but may vary at any time. To generate additional returns above the dividend income earned on the portfolio, Prime Plus will engage in a selective covered call writing program.

### ***Distribution Details:***

|                            |               |
|----------------------------|---------------|
| Class A Share (PPL):       | \$0.10000     |
| Preferred Share (PPL.PR.A) | \$0.05625     |
| Ex-Dividend Date:          | June 28, 2006 |
| Record Date:               | June 30, 2006 |
| Payable Date:              | July 10, 2006 |

For further information, please visit [www.primerateplus.com](http://www.primerateplus.com) or email [info@quadravest.com](mailto:info@quadravest.com).

Telephone 416.304.4443 or toll free at 1.877.478.2372