

April 18, 2013

ANNOUNCEMENT REGARDING PUBLIC LISTING PROCESS

As of April 17, 2013, the Board of Directors of CareVest Senior MIC (the "MIC") has decided to withdraw its application for public listing of the Class A Shares of the MIC as a closed end investment fund. This decision is based on the unexpected and very recently proposed amendments to securities regulations that would negatively affect and, as drafted, eliminate most publicly traded closed end mortgage investment funds. The proposed changes only apply to public closed end funds and will not affect the MIC if it remains private.

On March 27, 2013 the Canadian Securities Administrators ("CSA") released a "**Notice and Request for Comment**" containing proposed amendments to **National Instrument 81-102 Mutual Funds**. This document outlines proposed regulatory changes to publicly traded closed end investment funds. If enacted the policy changes would threaten the viability of most publicly traded closed end mortgage investment funds. After careful consideration and consultation the Board concluded that continuing the listing process in the face of these proposals was not the best course of action.

This change was unexpected and unforeseeable. Over the past several months, we have been diligently working through the application process for a public listing with the relevant securities commissions. This has involved a great deal of time and effort. Until March 27, 2013, there was no indication that the proposed changes were being considered, and neither we nor our advisors expected a fundamental shift of this magnitude to occur.

Remaining private while these proposals are finalized has some important benefits. It will allow the MIC to see if and how the proposed changes are adopted and what their effects are on public markets without exposing the MIC to those effects. It stops ongoing costs associated with the listing process. The decision will allow the MIC to take advantage of any future opportunities that emerge from the current proposal process and avoid the uncertainty that will exist until the proposals are finalized.

The MIC will continue to operate and have the advantages of being a private investment fund. We will focus on our core business and will work to rebalance our portfolio and increase dividends over time. We will also continue with and increase our efforts to move our ongoing disclosure closer to that required of the MIC as a reporting issuer. Efforts are already underway in this area. The primary source for shareholder information will continue to be on Carecana Management Corp.'s website at www.carecanacorp.com. We will continue to monitor the climate in relation to closed end investment funds in the public markets. We anticipate that it will be at least a year before the final CSA amendments and their potential effect are known.

Sincerely,

Carecana Management Corp.

On behalf of CareVest Senior MIC

