

Central Fund of Canada Limited



August 26, 2011

PRESS RELEASE

For Release on Friday, August 26, 2011

DECLARATION OF DIVIDEND

Mr. Philip M. Spicer, Chairman of Central Fund of Canada Limited, announced that the Board of Directors have declared Central's annual dividend of 1 cent (U.S.) per Class A share on the outstanding Class A shares trading under the symbols CEF.A and CEF.U of Central Fund of Canada Limited. Mr. Spicer indicated that the dividend is payable on November 14, 2011 to Class A shareholders of record on October 31, 2011 **with ex-dividend date of October 27, 2011.**

For further information, please call Mr. J.C. Stefan Spicer, President at (905) 648-7878 or email to info@centralfund.com.