

February 24, 2015

Central Fund of Canada Limited (Symbols: NYSE MKT - CEF, TORONTO - CEF.A) has today released selected comparative financial information relating to net assets and results of operations for the three months ended January 31, 2015.

The Company's financial statements have been prepared in accordance with International Accounting Standards ("IAS") 34 "Interim Financial Reporting". These are the Company's first interim financial statements under International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") for part of the period covered by the first IFRS annual financial statements, and IFRS 1 "First-time Adoption of IFRS" has been applied. The interim financial statements may not include all of the information required for full annual financial statements. The transition to IFRS has had no impact on the financial position or financial performance of the Company and has affected only the presentation of the Company's statements.

STATEMENTS OF FINANCIAL POSITION
(expressed in U.S. dollars, unaudited)

| | January 31, 2015 | October 31, 2014 | November 1, 2013 |
|---|----------------------|----------------------|----------------------|
| | \$ | \$ | \$ |
| Net assets: | | | |
| Gold bullion at market | 2,135,675,550 | 1,972,989,691 | 2,243,709,127 |
| Silver bullion at market | 1,302,232,625 | 1,246,818,470 | 1,708,603,089 |
| Cash and cash equivalents | 18,694,488 | 23,024,922 | 36,475,223 |
| Other receivables and prepayments | 334,090 | 313,748 | 324,457 |
| Total assets: | 3,456,936,753 | 3,243,146,831 | 3,989,111,896 |
| Liabilities: | | | |
| Dividends payable | - | 2,544,327 | 2,544,327 |
| Accrued liabilities | 3,677,858 | 2,746,744 | 1,992,138 |
| Total liabilities | 3,677,858 | 5,291,071 | 4,536,465 |
| Equity: | | | |
| Capital stock | | | |
| Class A shares | 2,419,770,678 | 2,419,770,678 | 2,419,770,678 |
| Common shares | 19,458 | 19,458 | 19,458 |
| Retained earnings inclusive of unrealized appreciation of holdings | 1,033,468,759 | 818,065,624 | 1,564,785,295 |
| Total equity | 3,453,258,895 | 3,237,855,760 | 3,984,575,431 |
| Total liabilities and equity | 3,456,936,753 | 3,243,146,831 | 3,989,111,896 |
| Total equity per share: | | | |
| Class A shares | 13.57 | 12.72 | 15.66 |
| Common shares | 10.57 | 9.72 | 12.66 |
| Exchange rate: U.S. \$1.00 = Cdn. | 1.2717 | 1.1275 | 1.0429 |
| Total equity per share expressed in Canadian dollars: | | | |
| Class A shares | 17.26 | 14.35 | 16.33 |
| Common shares | 13.44 | 10.96 | 13.20 |

The change in net assets as reported in U.S. dollars from period to period is primarily a result of the changing market prices of gold and silver and the proportion of each held by the Company. Changes in the value of the U.S. dollar relative to the Canadian dollar will also have an impact on net assets when reported in Canadian dollars.

Net assets increased by \$215.4 million or 6.7% during the three months ended January 31, 2015 primarily as a result of a 8.2% increase in the price of gold and a 4.4% increase in the price of silver during the period.

STATEMENTS OF COMPREHENSIVE INCOME (LOSS)
(expressed in U.S. dollars, unaudited)

| | <i>Three months ended January 31,</i> | |
|---|---------------------------------------|----------------------|
| | 2015 | 2014 |
| | \$ | \$ |
| Income: | | |
| <i>Interest</i> | 12,372 | 20,619 |
| Total income | 12,372 | 20,619 |
| Expenses: | | |
| <i>Administration fees</i> | 1,546,350 | 1,665,796 |
| <i>Safekeeping fees and bank charges</i> | 941,419 | 1,053,106 |
| <i>Directors' fees and expenses</i> | 51,520 | 51,246 |
| <i>Shareholder Information</i> | 46,891 | 57,559 |
| <i>Stock exchange fees</i> | 34,790 | 37,286 |
| <i>Audit and related regulatory fees</i> | 29,558 | 47,766 |
| <i>Legal fees</i> | 18,195 | 20,597 |
| <i>Registrar and transfer agent fees</i> | 15,309 | 16,270 |
| Total expenses | 2,684,032 | 2,949,626 |
| Net loss from administrative activities | (2,671,660) | (2,929,007) |
| Change in unrealized appreciation of holdings | 218,074,795 | (346,147,036) |
| Net income (loss) and comprehensive income (loss) inclusive of the change in unrealized appreciation of holdings | 218,074,795 | (349,076,043) |

Net income, inclusive of the change in unrealized appreciation of holdings, for the three months ended January 31, 2015 was \$215.4 million compared to a net loss, inclusive of the change in unrealized appreciation of holdings, of \$349.1 million for the comparative period in 2014. Virtually all of the net income (loss) for the three-month period ended January 31, 2015 was a result of the change in the unrealized appreciation of holdings during the period which was driven by the higher prices of gold and silver bullion during the period. Certain expenses, such as administration fees and safekeeping fees, vary relative to net asset levels. Administration fees, which are scaled and are calculated monthly based on the total net assets at each month-end, decreased by \$119,446 during the three-month period ended January 31, 2015 as compared to the same period in 2014. The decrease in administration fees was a direct result of the lower levels of average net assets under administration during the three-month period.

Expenses as a percentage of average month-end net assets (the "expense ratio") for the three-month period ended January 31, 2015 remained unchanged from the comparative period in 2014 at 0.08%. For the twelve-month period ended January 31, 2015, the expense ratio remained unchanged at 0.32% from the comparative twelve-month period ended January 31, 2014.

Central Fund of Canada Limited is a specialized investment holding company which invests primarily in long-term holdings of allocated, segregated and unencumbered gold and silver bullion and does not speculate in gold and silver prices. At January 31, 2015, the Class A shares of Central Fund were backed 99.6% by gold and silver bullion and may be purchased or sold with ease on either the NYSE MKT (Symbol: CEF) or the Toronto Stock Exchange (Symbols: CEF.A in Canadian dollars and CEF.U in U.S. dollars).

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