

## **Restructuring Actions for Connor, Clark & Lunn ROC Pref Corp.**

**Toronto – November 6, 2008**

Connor, Clark & Lunn ROC Pref Corp. (the “Company”) announced today the implementation of restructuring initiatives by Connor, Clark & Lunn Capital Markets Inc. (the “Manager”) and Connor, Clark & Lunn Investment Management Ltd. (the “Investment Manager”) which acts as investment manager to Credit Trust IV. Credit Trust IV owns the credit linked note issued by Scotiabank to which the Company has exposure. The initiatives have been undertaken in order to increase the likelihood that the Company will be able to repay the \$25.00 preferred share issue price at maturity.

In this regard:

1. For the next three quarters the underlying coupons payable under the credit linked note have been sold to The Bank of Nova Scotia to buy additional subordination (additional subordination increases the “safety cushion” by increasing the number of defaults the reference portfolio can withstand before principal and interest payments on the credit linked note are adversely affected). As a result of these changes, the dividends on the preferred shares of the Company have been suspended commencing with the December 31, 2008 dividend. Regular quarterly dividends are expected to be reinstated in respect of the quarter ending September 30, 2009. As a result of these actions, the Manager will ask Standard & Poors to withdraw its rating on the preferred shares as the rating applies to the payment of all dividends.
2. The deferred management fee has been made available for the benefit of the preferred shareholders.

As a result of the purchase of additional subordination approximately 0.5 additional defaults have been added to the number of defaults the note can sustain before payments of coupon and principal are affected. As a result, a total of 5.4 defaults among the companies in the credit linked note’s reference portfolio can be sustained before payments under the credit linked note are impacted.

The preferred share dividends are cumulative in nature which means that if the Company sustains less than 5.4 defaults then the amount of the suspended dividends will, to the extent that resources are available, be funded out of the deferred management fee that has accrued to the Manager. The management fee payable on Connor, Clark & Lunn ROC Pref Corp. and Credit Trust IV is 35 bps per annum on a current basis plus a deferred management fee of up to 65 bps per annum which would only be paid once all the dividends on the preferred shares and the full \$25.00 issue price have been paid at maturity. The accrual to date of the deferred management fee is approximately \$0.9 million.

The table below shows the estimated impact of additional reference company defaults on the amount payable at maturity after giving effect to the aforementioned restructuring initiatives.

Number of Additional Reference Companies Defaulting	Estimated Payment per Preferred Share at Maturity <sup>(1)</sup>
5.0 or less	\$25.00
5.4	\$25.00
6.0	\$15.20
7.0 or more	\$0.00

(1) Assumes an estimated recovery rate of 40%. The actual recovery rate for any particular reference company may vary substantially from the indicative 40% recovery rate.

- 30 -

For more information, please visit [www.cclcapitalmarkets.com](http://www.cclcapitalmarkets.com) or contact:

Neil Murdoch  
 President & CEO  
 Connor, Clark & Lunn Capital Markets Inc.  
 416-364-2839  
[nmurdoch@cclgroup.com](mailto:nmurdoch@cclgroup.com)

or

Darren Cabral  
 Vice-President  
 Connor, Clark & Lunn Capital Markets Inc.  
 416 214-6182 or 1-888-276-2258  
[dcabral@cclgroup.com](mailto:dcabral@cclgroup.com)

This document may make forward-looking statements and there are risks that actual results could differ materially from forecasts, projections or conclusions in the forward-looking statements. Certain material factors and assumptions were applied in drawing the conclusions or making the forecasts or projections in the forward-looking statements and you may find additional information about such material factors and assumptions and the material factors that could cause actual results to so differ, in the prospectus for the Company and on an ongoing basis in the Company's management reports of fund performance. The above information should be considered as background information only and should not be construed as investment or financial advice. Further, it should not be construed as an offer or solicitation to buy or sell securities. Investors should read the prospectus and continuous disclosure documents available at [www.cclcapitalmarkets.com](http://www.cclcapitalmarkets.com) or [www.sedar.com](http://www.sedar.com), which further describe the risks and fees and expenses associated with an investment in the preferred shares of Connor, Clark & Lunn ROC Pref Corp. and should consult with professional advisors before making investments decisions.