

DEANS KNIGHT

INCOME CORPORATION

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DEANS KNIGHT INCOME CORPORATION CLOSES INITIAL PUBLIC OFFERING

Vancouver, British Columbia, March 18, 2009 – Deans Knight Income Corporation (the "Company") is pleased to announce that it has completed an initial public offering of 10,036,890 voting common shares ("Common Shares") of the Company at a price of \$10.00 per Common Share for gross proceeds of \$100,368,900. The offering was carried out by a syndicate of investment dealers led by GMP Securities L.P. and RBC Capital Markets and including Canaccord Capital Corporation, TD Securities Inc., Blackmont Capital Inc., Haywood Securities Inc. and FirstEnergy Capital Corp. The Corporation has granted to the Agents an over-allotment option, exercisable for a period of 30 days from today, to purchase up to 1,505,533 Common Shares (15% of the aggregate number of Common Shares issued in connection with the offering). The Common Shares will commence trading today on the Toronto Stock Exchange under the symbol "DNC".

The Company's investment objectives are to: (i) maximize the total return for shareholders, consisting of dividend income and capital appreciation; and (ii) provide shareholders with monthly dividends targeted to payout a minimum of 75% of net earnings (as defined in the final prospectus) annually. The net proceeds of the offering will be invested by the Company in an actively managed portfolio consisting primarily of corporate debt securities rated BBB or below by Standard & Poor's Rating Services or an equivalent rating by another nationally recognized statistical rating organization. The Company may also invest in investment grade debt securities rated above BBB and non-rated debt securities from time to time.

Deans Knight Capital Management Ltd. has been appointed as the investment advisor to the Company.

This press release does not constitute an offer to sell securities, nor is it a solicitation of an offer to buy securities in any jurisdiction. The securities are not, and will not be, registered under the securities laws of the United States, nor any state thereof and may not be sold in the United States absent registration in the United States of the availability of an exemption from such registration.

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