



*The* **BANK**  
*of* **NEW YORK** SM

**Madison/Claymore Covered Call Fund  
(NYSE: MCN)**

**Cusip: 556582104**

Dear Shareholder(s):

The quarterly distribution in the amount of \$0.33 per share payable November 30, 2006 from the Madison/Claymore Covered Call Fund (the "Fund") to shareholders of record on November 15, 2006 is estimated to consist of \$0.1668 per share of short-term capital gains and \$0.1632 per share of return of capital.

The Fund currently does not anticipate that any of the distributions paid during the 2006 calendar year will be classified as return of capital for tax purposes. The final determination of the source of the 2006 distributions will be made after the end of the Fund's fiscal year and will be reported to you in January 2007 on Form 1099-DIV.

The Fund adopted a managed distribution policy such that the quarterly distributions to shareholders would consist of net investment income and net realized gains, if any. In order to include realized long-term capital gains as a component of these quarterly distributions, exemptive relief is required from the Securities and Exchange Commission because the SEC only allows for effectively one long-term capital gain distribution per year. The Fund's request for such relief is still pending SEC approval and as such the Fund can not include any realized long-term capital gains as a component of this distribution.

THE BANK OF NEW YORK  
Transfer Agent

November 2006