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**FOR IMMEDIATE RELEASE**  
**December 8, 2008**

## **Pioneer Investments Announces At-Par Partial Redemption of Auction Market Preferred Shares of Pioneer Floating Rate Trust (NYSE: PHD)**

**Boston, Massachusetts** – Pioneer Investments today announced a partial redemption of the outstanding auction market preferred shares (“AMPS”) of Pioneer Floating Rate Trust (NYSE: PHD) in an aggregate principal amount of \$10,000,000. The fund’s Board of Trustees approved the partial redemption as a means of reducing the fund’s leverage and improving its ability to meet asset coverage requirements.

Shares of each series of the fund’s outstanding AMPS will be redeemed pro rata in accordance with the schedule below. The redemption price will be equal to the liquidation preference per share of each series of AMPS, plus accumulated but unpaid dividends as of the applicable redemption date. The fund will use cash to fund these redemptions, which will result in a reduction in the fund’s total leverage.

| <b>Series</b> | <b>CUSIP Number</b> | <b>Total Shares Redeemed</b> | <b>Liquidation Preference per Share</b> | <b>Aggregate Principal Amount to be Redeemed</b> | <b>Redemption Date</b> |
|---------------|---------------------|------------------------------|---|--|------------------------|
| M7            | 72369J201           | 134                          | \$25,000                                | \$3,350,000                                      | December 23, 2008      |
| W7            | 72369J300           | 133                          | \$25,000                                | \$3,325,000                                      | December 26, 2008      |
| TH7           | 72369J409           | 133                          | \$25,000                                | \$3,325,000                                      | December 26, 2008      |

When the fund initiates the partial redemption of AMPS, Cede & Co., the record holder for each of the AMPS, as nominee of The Depository Trust Company (“DTC”), will be notified. The partial redemption of AMPS with respect to each series will be made to the record holder. The fund has been advised that DTC will conduct a lottery to determine the allocation of redemptions among broker-dealer firms and each participant broker-dealer in turn will determine how redeemed AMPS are allocated among its underlying beneficial owners. Allocation procedures among different broker-dealers may vary and the fund has no control over the allocation process of DTC or the broker-dealers. As a result, beneficial owners of AMPS may not be redeemed on a pro rata basis; certain beneficial owners of AMPS may have a higher percentage of their AMPS redeemed than others, and certain beneficial owners of AMPS may not have any AMPS redeemed.

Closed-end funds, unlike open-end funds, are not continuously offered. There is a one-time public offering and once issued, shares of closed-end funds are bought and sold in the open market through a stock exchange and frequently trade at prices lower than their net asset value. Net asset value (NAV) is total assets less total liabilities divided by the number of common shares outstanding.

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Shareholder Inquiries: Please contact your financial advisor or visit [www.pioneerinvestments.com](http://www.pioneerinvestments.com).

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