

The Depository Trust Company

IMPORTANT

B#: 1315

DATE: April 03, 2007

TO: All Participants

CATEGORY: Dividends

FROM: Jonathan Subrian, Tax Analyst

ATTENTION: Managing Partner/Officer, Cashier, Dividend Mgr., Tax Mgr.

SUBJECT: Madison Strategic Sector Premium Fund SEC. 19 NOTICE
CUSIP: 558268108
Record Date: 03/16/07 Payable Date: 03/30/07

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**Madison Strategic Sector Premium Fund
(NYSE:MSP)**

Cusip: 558268108

Dear Shareholder(s):

The quarterly distribution in the amount of \$0.45 per share payable March 30, 2007 from the Madison Strategic Sector Premium Fund (the "Fund") to shareholders of record on March 16, 2007 is estimated to consist of \$0.45 per share of short-term capital gains on a tax basis. Since short-term capital gains are not considered book income, this distribution is estimated to consist of \$0.45 per share of return of capital on a book basis.

The Fund currently does not anticipate that any of the distributions paid during the 2007 calendar year will be classified as return of capital for tax purposes. The final determination of the source of the 2007 distributions will be made after the end of the Fund's fiscal year and will be reported to you in January 2008 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. As such, the Fund can not include any realized long-term capital gains as a component of this distribution.

Madison Strategic Sector Premium Fund

March 2007