



## SERIES ADJUSTMENT - 1408-08

July 21, 2008

### MAGNA ENTERTAINMENT CORP. (MECA/ZZG)

1 for 20 Reverse Stock Split

Ex-Distribution Date: 7/22/2008 (ANTICIPATED)

MAGNA ENTERTAINMENT CORP.(MECA) has declared a 1 for 20 stock split payable to shareholders of record on Tuesday, July 22, 2008. Distribution date for the stock split will be Tuesday, July 22, 2008. Ex-distribution date for the stock split is expected to become effective on or about Tuesday, July 22, 2008

#### Pending Contract Adjustments

Pursuant to the by-laws of The Options Clearing Corporation ("OCC"), all Magna Entertainment Corp. options will be adjusted as follows:

<b>Adjustment Date:</b>	<b><u>Effective on or about Tuesday, July 22, 2008</u></b>
<b>PHLX Underlying Symbol(s):</b>	MECA becomes MECAD
<b>OPRA Option Symbol(s):</b>	ZZG becomes XAS
<b>No. Of Contracts :</b>	Unchanged
<b>Strike Prices:</b>	Unchanged
<b>Multiplier:</b>	100 (e.g. Premium of 1.00 = \$100)
<b>New Deliverable/Contract:</b>	<b>1) 5 MAGNA ENTERTAINMENT CORP. (MECA) Common Shares</b>

#### GTC Order Cancellation:

Customers should be advised that all Good-til-Cancelled (GTC) orders not on AUTOM must be cancelled and re-entered prior to the ex-distribution or effective date. GTC AUTOM orders will be deleted by PHLX Service Desk/AUTOM personnel.

#### Unadjusted New Shares:

New MECA series with a contract unit of 100 shares will be introduced on the next business day following the effectiveness of the reverse stock split. Strike prices and expiration months will be announced on a separate release.

#### Adjusted Exercise Prices:

Effective with the opening of business, after the date the split is consummated, trading in MECA will be on an adjusted basis. The strike price adjustments below are expected based on the current outstanding series.

**Any additional MECA series added prior to the split date will also be adjusted in the manner outlined below.**

MAGNA ENTERTAINMENT CORP.(MECA/ZZG)  
a date to be announced)  
100 shrs MECA

MAGNA ENTERTAINMENT CORP.(MECAD/XAS)  
(Beginning on a date to be announced)  
**See New Deliverable Above**

<u>PHLX Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>	<u>PHLX Series</u>	<u>OPRA</u>	<u>Month</u>	<u>Strike</u>	<u>Calls/Puts</u>
ZZG9Jan2.5C/P	ZZG	Jan	2.5	AZ/MZ	XAS9Jan2.5C/P	XAS	Jan	2.5	AZ/MZ
ZZG9Jan5.0C/P	ZZG	Jan	5	AA/MA	XAS9Jan5.0C/P	XAS	Jan	5	AA/MA
ZZG9Jan7.5C/P	ZZG	Jan	7.5	AU/MU	XAS9Jan7.5C/P	XAS	Jan	7.5	AU/MU

Questions regarding this release may be directed to Listings Administration at 1-800-THE-PHLX, choice #2, or (215) 496-5380.