



## SERIES ADJUSTMENT - 1416-08

July 21, 2008

### Magna Entertainment Corp(MECA/ZZG)

**1 for 20 Reverse Stock Split**

**Ex-Distribution Date: 7/22/2008**

On Thursday, July 3, 2008, the Board of Directors of Magna Entertainment Corp (MECA) approved a proposed reverse stock split. The stock split will become effective on Tuesday, July 22, 2008.

The reverse stock split will be effected at a 1-for-20 ratio. One MECA Common share will be converted into the right to receive .05 MECA Common shares. Cash will be paid in lieu of fractional MECA shares.

#### 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>Tuesday, July 22, 2008</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 Wednesday, July 23, 2008. Strike prices and expiration months will be announced on a separate release.

#### Adjusted Exercise Prices:

Effective with the opening of business on Tuesday, July 22, 2008, trading in MECA series 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 effective date will also be adjusted in the manner outlined below.**

MAGNA ENTERTAINMENT CORP(MECA/ZZG)  
(Before 7/22/2008)  
100 shrs MECA

MAGNA ENTERTAINMENT CORP(MECAD/XAS)  
(Beginning 7/22/2008)  
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..