

ATTACHMENT #3
BACKGROUND INFORMATION ON MAGNA

History: Magna International, Inc., based in Aurora, Canada, is one of the most diversified automotive parts suppliers in the world. In 1999, Magna International Inc entered into a series of transactions in order to separate its non-automotive businesses from its automotive businesses. Magna Entertainment Corporation (MEC) was incorporated in March of 1999, and in November Magna International Inc completed a reorganization that transferred non-automotive businesses and certain real estate assets to MEC. In August of 2003, the shareholders of Magna International Inc. approved the spin off of a wholly-owned subsidiary, MI Developments, Inc. MI Developments Inc. is a real estate operating company engaged in the ownership, development, management, leasing acquisition and expansion of industrial and commercial real estate properties in Canada, Europe, the United States, and Mexico. Virtually all of MI Developments Inc.'s income producing properties are under long term leases to Magna International Inc. and its subsidiaries. As a result of the spin off transaction, MI Developments Inc., acquired Magna International Inc.'s controlling interest in MEC.

MEC is a publicly traded company, listed on the NASDAQ as "MECA" and listed on the Toronto Stock Exchange as MEC.SV.A.

Officers of MEC are:

Frank Stronach, Chairman
Jim McAlpine
Blake Tohana
Donald Amos
Gary Cohn
Thomas Hodgson

Portfolio: See attached.

Financial position: See attached