



CIRCULAR
August 22, 2003

CONTRACT ADJUSTMENT

**MAGNA INTERNATIONAL INC. (MG)
SPIN-OFF**

THE FOLLOWING INFORMATION IS PREPARED FOR THE CONVENIENCE OF CANADIAN DERIVATIVES CLEARING CORPORATION ("CDCC") MEMBERS AND BOURSE DE MONTRÉAL INC. (THE "BOURSE") APPROVED PARTICIPANTS. THIS DOCUMENT IS AN UNOFFICIAL SUMMARY OF THE TERMS OF THE DISTRIBUTION PLAN. CDCC AND THE BOURSE ACCEPT NO RESPONSIBILITY FOR THE ACCURACY OR COMPLETENESS OF THE SUMMARY.

DETAILS OF THE PLAN

The Bourse and CDCC hereby inform you that Magna International Inc. ("Magna") shareholders have approved the spin-off of MI Developments Inc ("MID") to Magna shareholders.

Magna shareholders on record at the close of business on August 29, 2003 will receive on September 2, 2003, one MID Class A subordinate Voting Share for every two Magna Class A subordinate Voting Shares, with cash in lieu of fractional MID shares.

Magna's Class A Subordinate Voting Shares will commence "Ex-distribution" trading on the TSX on August 27, 2003. Therefore, all unexercised positions on MG options at the close of business on August 26, 2003 will be converted to MGQ options positions and will be listed for trading at the opening on August 27, 2003.

New options on Magna will be listed by the Bourse. More information will follow in a subsequent notice.

THE FOLLOWING POSSIBLE ADJUSTMENT IS BASED ON THE ABOVE INFORMATION MADE AVAILABLE TO CDCC AND THE BOURSE AT THIS TIME. THE DETERMINATION TO ADJUST AND THE EXTENT OF THE ADJUSTMENT ARE SUBJECT TO CHANGE AS ADDITIONAL INFORMATION BECOMES AVAILABLE OR IF THERE ARE MATERIAL CHANGES TO THE TERMS OF THIS DISTRIBUTION PLAN.

CONTRACT ADJUSTMENT DETAILS

CDCC Adjustment details:

Pursuant to Section A-902 of CDCC Rules, all MG options will be adjusted as follows:

➤ <u>EFFECTIVE DATE:</u>	August 27, 2003.
➤ <u>NEW OPTION SYMBOL:</u>	MGQ
➤ <u>NEW STRIKE PRICES:</u>	No change
➤ <u>MULTIPLIER:</u>	100 (unchanged)
➤ <u>NEW DELIVERABLE PER CONTRACT:</u>	- 100 Magna Class A Subordinate Voting Shares; - 50 MID Class A Subordinate Voting Shares.

Bourse de Montréal Inc. Adjustment details:

The existing series of the MG (Magna) options class will be transferred in the new MGQ class representing the new deliverable of the MG options.

It is important to note that on the effective date, August 27, 2003, all open orders on the MG options class not transferred to the MGQ class will have to be registered again on the Montreal Automated System (SAM) by the approved participants.

Moreover, be informed that no new series or new expiry months will be listed on the new symbol MGQ.

At the opening of business on August 27, 2003, the Bourse will list the new options class MGQ as follows:

Sept 2003 Equity Options							
OLD SYMBOL				NEW SYMBOL			
Series Sept 2003	Symbol			Series Sept 2003	Symbol		
Strike Price		Call	Put	Strike Price		Call	Put
\$90.00	MG	IR	UR	\$90.00	MGQ	IR	UR
\$95.00	MG	IS	US	\$95.00	MGQ	IS	US
\$100.00	MG	IT	UT	\$100.00	MGQ	IT	UT
\$105.00	MG	IA	UA	\$105.00	MGQ	IA	UA
\$110.00	MG	IB	UB	\$110.00	MGQ	IB	UB
\$115.00	MG	IC	UC	\$115.00	MGQ	IC	UC

October 2003 Equity Options							
OLD SYMBOL				NEW SYMBOL			
Series October 2003	Symbol			Series October 2003	Symbol		
Strike Price		Call	Put	Strike Price		Call	Put
\$100.00	MG	JT	VT	\$100.00	MGQ	JT	VT
\$105.00	MG	JA	VA	\$105.00	MGQ	JA	VA
\$110.00	MG	JB	VB	\$110.00	MGQ	JB	VB
\$115.00	MG	JC	VC	\$115.00	MGQ	JC	VC
\$120.00	MG	JD	VD	\$120.00	MGQ	JD	VD

November 2003 Equity Options							
OLD SYMBOL				NEW SYMBOL			
Series November 2003	Symbol			Series November 2003	Symbol		
Strike Price		Call	Put	Strike Price		Call	Put
\$70.00	MG		WN	\$70.00	MGQ		WN
\$75.00	MG	KO	WO	\$75.00	MGQ	KO	WO
\$80.00	MG	KP	WP	\$80.00	MGQ	KP	WP
\$85.00	MG	KQ	WQ	\$85.00	MGQ	KQ	WQ

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\$90.00	MG	KR	WR	\$90.00	MGQ	KR	WR
\$95.00	MG	KS	WS	\$95.00	MGQ	KS	WS
\$100.00	MG	KT	WT	\$100.00	MGQ	KT	WT
\$105.00	MG	KA	WA	\$105.00	MGQ	KA	WA
\$110.00	MG	KB	WB	\$110.00	MGQ	KB	WB
\$115.00	MG	KC	WC	\$115.00	MGQ	KC	WC

February 2004 Equity Options							
OLD SYMBOL				NEW SYMBOL			
Series February 2004	Symbol			Series February 2004	Symbol		
Strike Price		Call	Put	Strike Price		Call	Put
\$80.00	MG	BP	NP	\$80.00	MGQ	BP	NP
\$85.00	MG	BQ	NQ	\$85.00	MGQ	BQ	NQ
\$90.00	MG	BR	NR	\$90.00	MGQ	BR	NR
\$95.00	MG	BS	NS	\$95.00	MGQ	BS	NS
\$100.00	MG	BT	NT	\$100.00	MGQ	BT	NT
\$105.00	MG	BA	NA	\$105.00	MGQ	BA	NA
\$110.00	MG	BB	NB	\$110.00	MGQ	BB	NB
\$115.00	MG	BC	NC	\$115.00	MGQ	BC	NC

More information will be made available by the Bourse and CDCC once the final details of the distribution plan will be known.

For further information, please contact your local CDCC office.

Joëlle Saint-Arnault
Vice-President, Legal Affairs and Secretary