

Following is a memorandum issued by Santa Anita concerning the main track renovation plans:

ATTENTION HORSEMEN

This Memorandum is intended to inform all parties of the current plans to renovate the main track at Santa Anita. It is our desire to renovate the main track at the earliest possible date and with the least amount of disruption to future training and racing schedules.

Due to the condition of the track, we will begin the three-day process of regulating the track today, so that an even and level profile will exist throughout. Following the races on Sunday night, February 3rd, a polymer binder and additional fiber, developed by Pro-Ride Racing, will be mixed into the top 6 inches of the entire racing surface. Working around the racing and training schedule, it will require 4 days to fully mix in the new materials, which should be complete by February 8th. Based on scientific and laboratory testing, we are very hopeful that this will promote proper drainage, and at the same time add additional cushion and bounce to the track.

Below you will find the current schedule of racing and training for the period of January 28th through February 9th. This schedule has been developed according to the time frame Pro-Ride deems necessary to properly regulate the track, allow a drying period and then install the polymer binders and the fiber.

<u>Date</u>	<u>Main Track Training Hours</u>	<u>Racing</u>
Monday, 1/28	Cancelled	Canceled
Tuesday, 1/29 (weather permitting)	4:30-9:30	Dark
Wednesday, 1/30	4:30-9:30	Dark
Thursday, 1/31, - Sunday 2/3	4:30-10:00	Racing
Monday, 2/4, - Wednesday, 2/6	Cancelled	Canceled
Thursday, 2/7	Possible	Canceled
Friday, 2/8	4:30-10:00	Possible
Saturday, 2/9	4:30-10:00	Racing

It is our expectation that once we have installed the new materials, we will be able to complete the race meeting without any further interruptions.

Recognizing the number of lost racing days and racing opportunities to date, it is our intention to recoup as many additional dates and races as possible. Consequently, daylight and horse availability permitting, we have notified the CHRB of our desire to card 9 races per weekday, and 10-11 races on weekends once the renovations are complete. Additionally, we will schedule makeup days (Wednesdays) as possible.

Concurrently with the above schedule, we are working on a contingency plan to be prepared to move racing days to Hollywood Park should we encounter any significant unanticipated delays or problems with the above schedule. We are in communication with the management of Hollywood Park, as well as our vendors, broadcasters, equipment providers and suppliers so that we can relocate racing across town on approximately 48 hours notice. These arrangements will be ongoing and put in place throughout the process of renovating the track surface.

All of us at Santa Anita appreciate the patience and understanding of all parties during this very difficult and unanticipated period. We assure you we will do everything possible to minimize any additional inconveniences, and will keep all parties timely informed.