

The Depository Trust Company
IMPORTANT

B#: 3085-08
DATE March 13, 2008
TO: All Participants
CATEGORY: Dividends
FROM: Supervisor, Stock Dividend Department
ATTENTION: Dividend Managers, Cashiers, and Reorganization Managers
SUBJECT: Rights: FX Real Estate & Entertainment Inc CUSIP: 302709100
Rights CUSIP 302709118 R/D: 03/06/08 Expires: 04/11/08 5:00
P.M. New York City Time Rate: one right for every two share held

*****WARNING TIME CRITICAL*****

FX Real Estate & Entertainment Inc. is issuing transferable rights (“Rights”) to holders of its common stock as of the close of business on the record date of March 06, 2008 (the “Record Date”). Each holder is entitled to one Right for each two share of common stock held. Fractional Rights or cash in lieu of fractional Rights will not be issued in the Rights offering. The Rights expires on 04/11/08 at 5:00 P.M. New York City Time.

DTC has credited Rights to participants’ accounts on March 12, 2008.

IT IS IMPORTANT THAT PARTICIPANTS REFER TO THE DTC REORGANIZATION INQUIRY FOR PARTICIPANTS (RIPS), FUNCTION CODE 59, FOR INFORMATION REGARDING THE SUBSCRIPTION PRIVILEGE, SALE OF RIGHTS, AND ANY EXTENSIONS TO THE EXPIRATION DATE.

If participants have any questions regarding this Important Notice, they may contact DTC’s Customer Help Center at (888) 382-2721.

