FORM 51-102F3

MATERIAL CHANGE REPORT

Item 1. Reporting Issuer:

Magnotta Winery Corporation (the "Company")
271 Chrislea Road
Vaughan, Ontario, L4L 8N6

Item 2. Date of Material Change:

March 27, 2007

Item 3. Press Release

The news release, attached hereto as Schedule "A", was disseminated on March 27, 2007 through CCNMatthews and was filed by SEDAR with the Ontario Securities Commission and the Toronto Stock Exchange.

Item 4. Summary of Material Change:

The Company announced that it was not proceeding with the previously announced going private transaction and that it was cancelling the special meeting of shareholders that was to be held March 29, 2007.

Item 5. Full Description of Material Change:

The Company announced that the proposed going-private transaction previously announced on February 6, 2007 in which Gabriele Magnotta and Rossana Magnotta, the principal shareholders of the Company, were to acquire all of the outstanding common shares of the Company other than shares held by the Magnottas and affiliated entities will not proceed. The proposed going-private transaction was to have been effected through the amalgamation of the Company with Magnotta Family (2003) Corporation, a wholly-owned subsidiary of the Magnottas' holding company, Magnotta Family Holdings Ltd.

The special meeting of shareholders (the "Meeting") of the Company which was to be held on or about March 29, 2007 to consider the proposed going-private transaction has been cancelled since dissent rights pursuant to votes cast by shareholders voting by proxy were exercised in respect of more than 5% of the issued and outstanding common shares of the Company as at the date of the Meeting. As at March 27, 2007, the Company had 13,932,005 outstanding common shares, of which approximately 39.5% were held by minority shareholders, being shareholders other than the Magnottas and their affiliates.

Item 6. Reliance on subsection 7.1(2) or (3) of National Instrument 51-102

N/A

Item 7. Omitted Information:

N/A

Item 8. Executive Officer:

Rossana Magnotta
President, Magnotta Winery Corporation
Telephone: 905-738-9463
Toll Free: 1-800-461-9463

Item 9. Date of Report

Dated this 30th day of March, 2007 at Vaughan, Ontario

"Rossana Magnotta"
Rossana Magnotta
President

SCHEDULE "A"

PRESS RELEASE

March 27, 2007

Magnotta Winery Corporation Announces Going-Private Transaction Not Proceeding

VAUGHAN, ONTARIO – Magnotta Winery Corporation (TSX:MGN) (the "Company") announced today that the proposed going-private transaction previously announced on February 6, 2007 in which Gabriele Magnotta and Rossana Magnotta, the principal shareholders of the Company, were to acquire all of the outstanding common shares of the Company other than shares held by the Magnottas and affiliated entities will not proceed. The proposed going-private transaction was to have been effected through the amalgamation of the Company with Magnotta Family (2003) Corporation, a wholly-owned subsidiary of the Magnottas' holding company, Magnotta Family Holdings Ltd.

The special meeting of shareholders (the "Meeting") of the Company which was to be held on or about March 29, 2007 to consider the proposed going-private transaction has been cancelled since dissent rights pursuant to votes cast by shareholders voting by proxy were exercised in respect of more than 5% of the issued and outstanding common shares of the Company as at the date of the Meeting. As at the date hereof, the Company had 13,932,005 outstanding common shares, of which approximately 39.5% were held by minority shareholders, being shareholders other than the Magnottas and their affiliates.

FOR FURTHER INFORMATION PLEASE CONTACT:

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