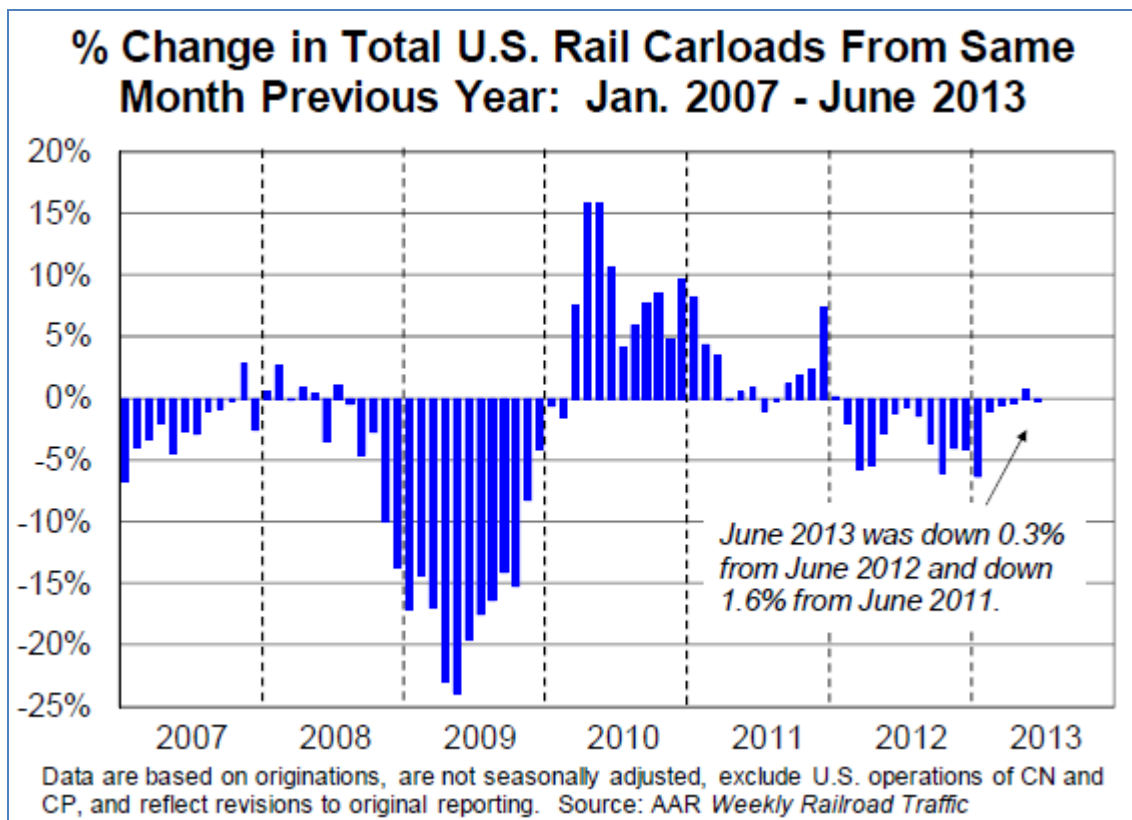


MID YEAR 2013

For the first six months of 2013, the US freight railroads carloads of traffic (excluding intermodal) totaled 7,217,899. That is DOWN 1.5% (107.6 thousand) versus the first six months of 2012.

On a technical and visual basis, we can see a double dip recessionary pattern between 2008 – 2009 and in 2011.

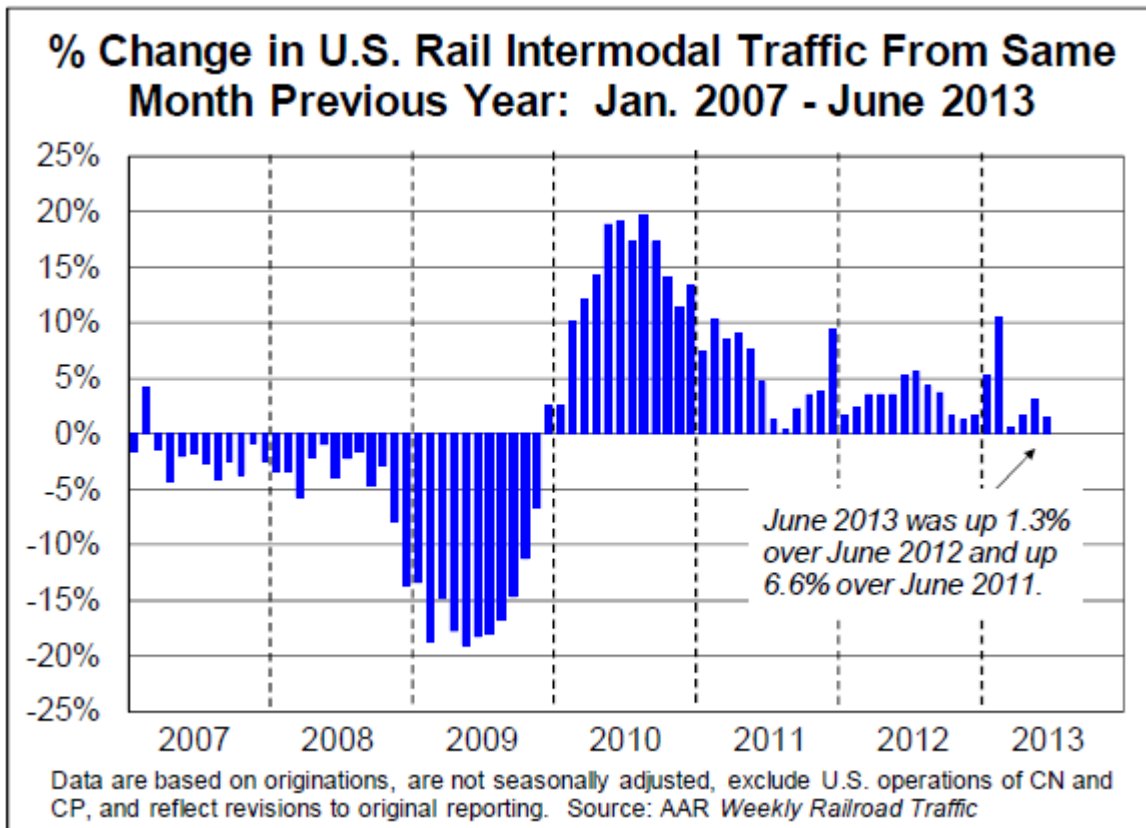
2013 mid-year traffic is still well below the last good year of 2006 volume levels for “carload” traffic.



INTERMODAL CONTAINER & TRAILER RAIL TRAFFIC

The economic pattern for intermodal rail traffic within the USA fundamentally suggests a more robust growth pattern and a shift from highway movement to more rail intermodal movement of truckable units. Recent rail intermodal growth in the USA was more than double the average GDP rate of growth. There is no double dip recessionary period in this graph.

This pattern of more rail intermodal share is NOT evident in any other nations during this period other than NAFTA Mexico and Canada – BASED ON PUBLISHED DATA RECORDS. Most government owned or concessioned railway organizations do not keep or published such commercial data in a short time frame like in the US.



OVERALL US RAIL VOLUME 2013 VERSUS 2007

CARLOADS STILL MORE THAN 15% BELOW 2007

IN CONTRAST.

INTERMODAL VOLUME HAS RETURNED TO 2007 LEVELS

