



**ANNUAL REPORT OF CLASS II AND III RAILROADS**  
**NORTH DAKOTA PUBLIC SERVICE COMMISSION**  
 SFN 14356 (03-03)

File No. \_\_\_\_\_

Business Name <i>Dakota Missouri Valley + Western RIR Inc.</i>	For Year Ended <i>2006</i>
Business Address <i>3501 E Rosser Ave; Bismarck ND 58501</i>	Business Telephone Number <i>701-223-9282</i>

Instructions: Complete this form in duplicate and return the original to the ND Public Service Commission, 600 E Boulevard Ave., Dept. 408, Bismarck ND 58505-0480. Return it no later than the 15<sup>th</sup> day of the fourth month following the close of the year for which this report is filed.

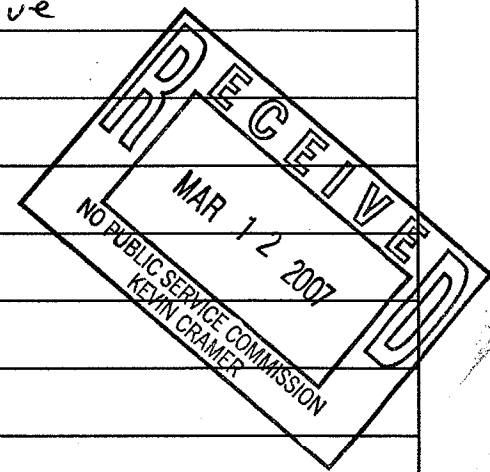
**General Information**

1. Provide the names and addresses of owners, partners, or top five corporate officers.

Name	Address
<i>Larry Wood</i>	<i>3501 E Rosser Ave; Bismarck, ND 58501</i>
<i>Jeff Wood</i>	
<i>Dennis Ming</i>	
<i>Derrick Bosch</i>	
<i>Mark Stockman</i>	

2. Provide the names and addresses of owners, partners, or stockholders with 20% or more ownership of the company.

Name	Address
<i>Larry Wood</i>	<i>Same as above</i>
<i>Diana Kirk</i>	<i>Same as above</i>



I certify that to the best of my knowledge and believe that this is a true and correct report.

Name <i>Derrick Bosch</i>	Signature <i>Derrick Bosch</i>
Title <i>CFO</i>	Date <i>3/7/07</i>

File No. 

## Company Statements

## 3. Condensed Balance Sheet (system)

Asset Side	Balance at End of Year	Liability and Equity Side	Balance at End of Year
Current Assets	3,810,646	Current Liabilities	3,804,889
Other Assets/Deferred Charges	4,749,708	Non-Current Liabilities	6,090,063
Transportation Property – Net	9,880,445	Stockholders' Equity	8,545,848
<b>Total Assets</b>	<b>18,440,800</b>	<b>Total Liabilities and Equity</b>	<b>18,440,800</b>

## 4. Condensed Operating Statement (system)

	Balance at End of Year
Railway Operating Revenues (from revenue schedule below)	12,666,853
Less: Railway Operating Expenses (from schedule A – attached)	8,522,431
Net Income from Railway Operations	4,144,421
Less: Net Rentals	
Railway Income Tax Accruals	
<b>Net Railway Operating Income</b>	<b>4,144,421</b>

## Additional Data and Statistics

## 5. Railway Operating Revenues

	North Dakota Intrastate	System Wide
Freight	10,448,637	12,063,531
Switching	436,179	436,179
Demurrage		
Incidental	167,143	167,143
<b>Total</b>	<b>11,051,959</b>	<b>12,666,853</b>

	North Dakota Intrastate	System Wide
6. Miles of road owned and operated at year end	424	553
7. Miles of road operated under trackage rights	51	51
8. Miles of road discontinued during the year		
9. Expenditures for maintenance of way during the year		

## 10. Operating Statistics

	System Wide
Gross Ton Miles	189,169,335
Train Miles	65,035
Car Miles	2,976,041
Car Days	67,730
Road Locomotive Hours	6,503
Yard Locomotive Switching Hours	325
Trailer/Container Days	0

## 11. Equipment Inventory

	Owned	Leased
Road Locomotive Units	20	
Yard Locomotive Units		
Freight Cars		
Covered Hopper		104
Open Hopper	21	30
Other	2	
Trailers/Containers		

File No.

**Schedule A**  
**Railway System Operating Expenses**

Maintenance of Way & Structures	→	→	→	→	→	→	→	→	→	<div style="border: 1px solid black; width: 100%; height: 15px;"></div>
Maintenance of Equipment:										
Locomotives	→	→	→	→	→	→	→	→	→	<div style="border: 1px solid black; width: 100%; height: 15px;"></div>
Freight Cars	→	→	→	→	→	→	→	→	→	<div style="border: 1px solid black; width: 100%; height: 15px;"></div>
Trailers & Containers	→	→	→	→	→	→	→	→	→	<div style="border: 1px solid black; width: 100%; height: 15px;"></div>
Other	→	→	→	→	→	→	→	→	→	<div style="border: 1px solid black; width: 100%; height: 15px;"></div>
Total Maintenance of Equipment	→	→	→	→	→	→	→	→	→	<div style="border: 1px solid black; width: 100%; height: 15px;"></div>
Transportation:										
Train & Engine Crews	→	→	→	→	→	→	→	→	→	<div style="border: 1px solid black; width: 100%; height: 15px;"></div>
Yard Crews	→	→	→	→	→	→	→	→	→	<div style="border: 1px solid black; width: 100%; height: 15px;"></div>
Locomotive Fuel:										
Train Operations	→	→	→	→	→	→	→	→	→	<div style="border: 1px solid black; width: 100%; height: 15px;"></div>
Yard Operations	→	→	→	→	→	→	→	→	→	<div style="border: 1px solid black; width: 100%; height: 15px;"></div>
Total Locomotive Fuel	→	→	→	→	→	→	→	→	→	<div style="border: 1px solid black; width: 100%; height: 15px;"></div>
Other Transportation:										
Train Operations	→	→	→	→	→	→	→	→	→	<div style="border: 1px solid black; width: 100%; height: 15px;"></div>
Yard Operations	→	→	→	→	→	→	→	→	→	<div style="border: 1px solid black; width: 100%; height: 15px;"></div>
Total Other Transportation	→	→	→	→	→	→	→	→	→	<div style="border: 1px solid black; width: 100%; height: 15px;"></div>
Total Transportation	→	→	→	→	→	→	→	→	→	<div style="border: 1px solid black; width: 100%; height: 15px;"></div>
General Administration & Overhead:										
Central Office Personnel	→	→	→	→	→	→	→	→	→	<div style="border: 1px solid black; width: 100%; height: 15px;"></div>
Property Taxes	→	→	→	→	→	→	→	→	→	<div style="border: 1px solid black; width: 100%; height: 15px;"></div>
Fringe Benefits	→	→	→	→	→	→	→	→	→	<div style="border: 1px solid black; width: 100%; height: 15px;"></div>
Other	→	→	→	→	→	→	→	→	→	<div style="border: 1px solid black; width: 100%; height: 15px;"></div>
Total Other General Administration & Overhead	→	→	→	→	→	→	→	→	→	<div style="border: 1px solid black; width: 100%; height: 15px;"></div>
<b>Total System Expenses</b>	→	→	→	→	→	→	→	→	→	<div style="border: 1px solid black; width: 100%; height: 15px;"></div>

See Attached Income Statement

File No. 

Schedule B  
System Revenue Freight Handled During the Year

Description	Originating		Terminating		Bridge and Overhead Traffic	
	Carloads	Tons	Carloads	Tons	Carloads	Tons
Wheat (except durum)	4350	435000				
Durum	4660	466000				
Barley	135	13500				
Sunflowers	25	2500				
Corn	7400	740000				
Flax	228	22800				
Oats	6	600				
Rye	3	300				
Soybeans	3801	380,100				
Other Grain and Oilseeds	392	39,200				
Wheat Flour						
Malt						
Dairy Products						
Fertilizer			214	21400		
Cement					36	3600
Coal						
Petroleum & Petroleum Products			131	13100		
Chemicals			46	4600		
Lumber			51	5100	1	100
Machinery						
Livestock						
Miscellaneous*	108	10800	238	23800	61	2250
<b>Totals</b>	<b>25168</b>	<b>2516800</b>	<b>1826</b>	<b>182600</b>	<b>98</b>	<b>5950</b>

\*List below any commodity that accounts for more than 1% of total carloads or tons:

Peas - 1002 CARS; 100,200 tons - originating
Lime - 597 CARS; 59,700 tons - terminating
Fly Ash - 3058 CARS; 305,800 tons - originating
Ballast - 549 CARS; 54,900 tons - terminating

Schedule C  
ND Revenue Freight Handled During the Year

Description	Originating		Terminating		Bridge and Overhead Traffic	
	Carloads	Tons	Carloads	Tons	Carloads	Tons
Wheat (except durum)	3473	347,300				
Durum	3203	320,300				
Barley	135	13,500				
Sunflowers	25	2,500				
Corn	6720	672,000				
Flax	228	22,800				
Oats	6	600				
Rye	3	300				
Soybeans	3533	353,300				
Other Grain and Oilseeds	392	39,200				
Wheat Flour						
Malt						
Dairy Products						
Fertilizer			195	19,500		
Cement					36	3,600
Coal						
Petroleum & Petroleum Products			131	13,100		
Chemicals			46	4,600		
Lumber					1	100
Machinery						
Livestock						
Miscellaneous*	108	10,800	238	23,800	61	2,250
<b>Totals</b>	<b>21796</b>	<b>2,179,600</b>	<b>1746</b>	<b>174,600</b>	<b>98</b>	<b>5950</b>

\*List below any commodity that accounts for more than 1% of total carloads or tons:

Peas - 912 CARS; 91,200 tons - originating
Flyash - 3058 CARS; 305,800 tons - originating
Lime - 597 CARS; 59,700 tons - terminating
Ballast - 539 CARS; 53,900 tons - terminating

## DMVW RAILROAD INC.

Balance Sheet  
December 31, 2006

## ASSETS

## Current Assets

BNC OPERATING	\$	215,171.68
BNC PAYROLL		3,584.16
BNC MONEY MARKET		1,019,362.23
BNC BC/BS CHECKING		11,427.86
A/R - CPRS - FREIGHT		2,120,918.69
A/R - MISCELLANEOUS		404,122.97
A/R - UNEARNED MOW BILLINGS		(54,361.10)
PREPAID INSURANCE		90,420.25

Total Current Assets

3,810,646.74

## Property and Equipment

LAND		99,000.00
TRACK PROJECT		5,273,787.33
NEW BUILDING ACCT		1,538,317.21
TRACK & STRUCTURS		1,159,487.93
BALLAST		30,000.00
LOCOMOTIVE HOUSE		545,798.96
TRACK EQUIPMENT		1,251,117.38
WORK EQUIPMENT		991,016.19
TRACK TOOLS		66,385.96
LOCOMOTIVES		2,245,328.39
LEASED LOCO IMPROVEMENTS		119,371.31
RADIO EQUIPMENT		128,957.25
TRANSPORTATION EQUIPMENT		1,340,405.52
OFFICE EQUIPMENT		106,961.74
FURNITURE & FIXTURES		116,378.67
ACCUMULATED DEPRECIATION		(5,131,868.00)

Total Property and Equipment

9,880,445.84

## Other Assets

LOAN FEES		52,990.75
ACCUM AMORT - LOAN FEES		(13,665.00)
N/R-EMPLOYEES		6,692.49
INVESTMENT-FALKIRK MERCH		10,000.00
INVESTMENT - C STORE OPERATION		930,720.14
N/R-MARK BAZAN		50,000.00
N/R - RANDALLS RESORT INC.		20,000.00
N/R-DENNIS MING		751.02
INVESTMENT-RIVER CITY PROPERTY		650,491.46
INVESTMENT-RANDALL'S PROPERTY		953,544.78
INVESTMENT - C STORE PROPERTIES		953,586.00
INVESTMENT - RIVER CITY LOTS		411,000.00
ACCRUED INTEREST RECEIVABLE		1,666.67
INVESTMENT-MARINA		404,951.88
INVESTMENT-DISTIUTIVE VACATION		60,695.00
INVESTMENT-LOTS I, J & K		98,474.37
CASH VALUE LIFE INS.		44,220.67
PATRONAGE DIVIDEND RECEIVABLE		113,588.11

Total Other Assets

4,749,708.34

Total Assets

\$ 18,440,800.92

Unaudited - For Management Purposes Only

**DMVW RAILROAD INC.**  
**Balance Sheet**  
**December 31, 2006**

**LIABILITIES AND CAPITAL**

**Current Liabilities**

LINE OF CREDIT	\$	566,750.00	
PROMISSORY NOTE - JEFF WOOD		18,804.42	
ACCOUNTS PAYABLE		872,279.73	
ADDITIONAL PAYABLES		108,126.19	
ADDITIONAL PAYABLES-WHITETAIL		90,614.05	
ACCRUED DERAILMENT COSTS		152,360.97	
ACCRUED PAYROLL		112,980.55	
ACCRUED VACATION PAYABLE		5,572.96	
TIER I & II W/H EMPLOYEE		19,913.84	
TIER I & II W/H EMPLOYER		20,006.75	
FEDERAL TAX WITHHOLDING		130,594.97	
NORTH DAKOTA TAX WITHHOLDING		44,410.32	
OTHER WITHHOLDING		(1,565.32)	
RICH HOLLENSON IOWA CHILD SUPP		0.01	
DENTAL		(1,510.77)	
AFLAC		(8,678.97)	
401K		9,924.84	
ROBERT STIVERS ND CHILD SUPP		(320.30)	
RR UNEMPLOYMENT INSURANCE		6,179.97	
ACCRUED SALES/USE TAX		12,665.59	
ACCRUED INTEREST		19,220.98	
CURR POR LONG TERM DEBT		1,617,417.00	
RCS-BC/BS		9,141.35	
<b>Total Current Liabilities</b>			<b>3,804,889.13</b>

**Long-Term Liabilities**

N/P-CATERPILLAR-420DIT(6206)		21,819.64	
N/P-CATERPILLAR-420DIT(5988)		17,671.50	
N/P-FORD CREDIT-ANKENBAUER		24,309.27	
N/P-GMAC 04 CHEV TAHOE JW		21,585.97	
N/P-GATE CITY JEFF W.		18,371.53	
N/P-GMAC 04 CHEV-ROGER		6,949.94	
N/P GMAC 2004 SIERRA-DOM		17,465.75	
N/P-GMAC 07 CHEV TAHOE JEFF		34,023.00	
N/P-BNC LOAN #9300147		967,882.60	
N/P-BNC LOAN #9305955		507,430.83	
N/P-BNC LOAN #9335889		48,152.27	
N/P-BNC LOAN #9335935		48,152.27	
N/P-BLACK SUBURB 04-DENNIS		20,870.90	
N/P-BNC LOAN #9372020 MOW		157,927.64	
N/P- BNC TRACK PROJECT		5,273,244.06	
N/P-BNC LOAN #9416843		433,050.68	
N/P- WELLS FARGO EQUIPMENT		39,660.52	
N/P-BNC LOAN #9390931		48,912.25	
LESS: CURR POR LONG TERM DEBT		(1,617,417.00)	
<b>Total Long-Term Liabilities</b>			<b>6,090,063.62</b>
<b>Total Liabilities</b>			<b>9,894,952.75</b>

**DMVW RAILROAD INC.**  
**Balance Sheet**  
**December 31, 2006**

		9,894,952.75
<b>Capital</b>		
COMMON STOCK	51.80	
PAID IN CAPITAL	55,448.20	
TREASURY STOCK	(824,286.01)	
RETAINED EARNINGS	6,263,061.83	
INCOME DISTRIBUTIONS	(1,050,000.04)	
Net Income	4,101,572.39	
<b>Total Capital</b>		8,545,848.17
<b>Total Liabilities &amp; Capital</b>		\$ 18,440,800.92

DMVW RAILROAD INC.  
**Income Statement**  
 For the Twelve Months Ending December 31, 2006

	Current Month		Year to Date	
<b>OPERATING REVENUES</b>				
FREIGHT REVENUE	\$ 1,119,037.04	70.04	\$ 12,063,531.09	78.47
MISC FREIGHT REVENUE	38,350.00	2.40	167,143.25	1.09
SWITCHING & INTERCHANGE	86,349.40	5.40	436,179.96	2.84
CAR HIRE REVENUE-1ST UNION	186,350.79	11.66	237,501.67	1.54
CAR HIRE REVENUE-MISC	3,815.82	0.24	44,756.61	0.29
LOCO/CAR LEASED	4,870.00	0.30	71,512.20	0.47
SERVICE REVENUE	8,050.89	0.50	43,578.41	0.28
CONTRACTING REVENUE	212,206.89	13.28	2,164,470.12	14.08
	<b>1,659,030.83</b>		<b>15,228,673.31</b>	
<b>TOTAL OPERATING REVENUES</b>	<b>103.84</b>		<b>99.06</b>	
 <b>OPERATING EXPENSES</b>				
<b>MAINTENANCE OF WAY</b>				
<b>SALARIES &amp; OVERHEAD</b>				
ROADMASTER SALARY	10,946.11	0.69	92,698.21	0.60
LESS: CP BILLING	0.00	0.00	(44,479.23)	(0.29)
TRACK LABOR	87,640.60	5.49	976,344.06	6.35
LESS: CP BILLING	0.00	0.00	(537,781.71)	(3.50)
PAYROLL TAXES	26,000.72	1.63	214,381.11	1.39
LESS: CP BILLING	0.00	0.00	(129,553.07)	(0.84)
EE HEALTH BENEFITS	11,215.73	0.70	114,356.06	0.74
LESS: CP BILLING	0.00	0.00	(68,449.23)	(0.45)
ER 401K CONTRIBUTION	2,714.71	0.17	34,120.29	0.22
MEDICAL RE-IMBURSEMENT	1,882.14	0.12	4,132.14	0.03
<b>ROADWAY EXPENSE</b>				
INJURIES AND PHYSICALS	784.54	0.05	3,400.56	0.02
LESS: CP BILLING	0.00	0.00	(1,522.88)	(0.01)
TRAVEL & VEHICLE MILEAGE	1,205.69	0.08	7,533.38	0.05
LESS: CP BILLING	0.00	0.00	(4,082.02)	(0.03)
MEALS	1,080.49	0.07	7,834.41	0.05
LESS: CP BILLING	0.00	0.00	(4,872.55)	(0.03)
VEHICLE REPAIR/MAINT.	11,539.60	0.72	75,942.19	0.49
LESS: CP BILLING	0.00	0.00	(41,336.67)	(0.27)
VEHICLE FUEL	9,136.92	0.57	125,797.85	0.82
LESS: CP BILLING	0.00	0.00	(68,775.81)	(0.45)
TOOLS AND SUPPLIES	2,114.27	0.13	69,657.74	0.45
LESS: CP BILLING	0.00	0.00	(54,563.28)	(0.35)
ROADWAY EQ. RENTAL (ROG)	0.00	0.00	612.69	0.00
LESS: CP BILLING	0.00	0.00	(165.00)	0.00
LEASED VEHICLES	7,420.00	0.46	19,080.00	0.12
LESS: CP BILLING	0.00	0.00	(7,420.00)	(0.05)
<b>EQUIPMENT EXPENSE</b>				
TRACK EQUIPMENT REPAIRS	3,968.57	0.25	67,418.32	0.44
LESS: CP BILLING	0.00	0.00	(34,520.44)	(0.22)
FUEL	980.08	0.06	31,396.59	0.20
LESS: CP BILLING	0.00	0.00	(12,770.65)	(0.08)
MATERIALS - TIES	0.00	0.00	47,460.74	0.31
LESS: CP BILLING	0.00	0.00	(47,845.92)	(0.31)
RIGHT OF WAY EXPENSE	0.00	0.00	237,843.25	1.55
LESS: CP BILLING	0.00	0.00	(208,738.97)	(1.36)
<b>OTHER MAINTENANCE OF WAY</b>				
INSURANCE	13,247.44	0.83	190,085.33	1.24
LESS: CP BILLING	0.00	0.00	(166,188.04)	(1.08)

For Management Purposes Only

DMVW RAILROAD INC.  
**Income Statement**  
 For the Twelve Months Ending December 31, 2006

	Current Month		Year to Date	
DEPR-EQUIPMENT MOW	395.62	0.02	4,747.00	0.03
LESS: CP BILLING	0.00	0.00	(4,767.00)	(0.03)
<b>TRACK MATERIAL</b>				
BALLAST	0.00	0.00	403,006.18	2.62
LESS: CP BILLING	0.00	0.00	(100,298.86)	(0.65)
WASHOUT/SNOW	0.00	0.00	369,940.00	2.41
RAIL	0.00	0.00	22,244.10	0.14
SIGNALS	236.72	0.01	11,951.27	0.08
LESS: CP BILLING	0.00	0.00	(7,770.32)	(0.05)
GRADE CROSSINGS	0.00	0.00	33,879.25	0.22
LESS: CP BILLING	0.00	0.00	(33,702.52)	(0.22)
CULVERTS	24,006.56	1.50	56,053.40	0.36
LESS: CP BILLING	0.00	0.00	(54.84)	0.00
OTHER TRACK MATERIALS	0.00	0.00	3,089.61	0.02
LESS: CP BILLING	0.00	0.00	(3,087.13)	(0.02)
FREIGHT	1,188.00	0.07	7,375.48	0.05
LESS: CP BILLING	0.00	0.00	(3,253.96)	(0.02)
CONTRACTED SERVICES	0.00	0.00	5,152.78	0.03
LESS: CP BILLING	0.00	0.00	(1,977.41)	(0.01)
SWITCHES	0.00	0.00	134,689.80	0.88
LESS: CP BILLING	0.00	0.00	(135,897.40)	(0.88)
BRIDGES	0.00	0.00	84,501.82	0.55
LESS: CP BILLING	0.00	0.00	(84,501.82)	(0.55)
JOINT BARS	0.00	0.00	41,381.18	0.27
LESS: CP BILLING	0.00	0.00	(23,444.62)	(0.15)
TRACK SPIKES	0.00	0.00	6,765.57	0.04
LESS: CP BILLING	0.00	0.00	(6,834.36)	(0.04)
TRACK BOLTS	0.00	0.00	19,743.22	0.13
LESS: CP BILLING	0.00	0.00	(13,064.69)	(0.08)
UNDERWOOD BUILDING	425.10	0.03	3,082.91	0.02
LESS: CP BILLING	0.00	0.00	(2,032.81)	(0.01)
<b>TOTAL MAINTENANCE OF WAY</b>	<b>218,129.61</b>	<b>13.65</b>	<b>1,673,945.28</b>	<b>10.89</b>
<b>OTHER MOW</b>				
TRACK LABOR - B. LINE	5,865.86	0.37	60,311.45	0.39
PAYROLL TAXES - B. LINE	1,606.35	0.10	12,212.72	0.08
EE HEALTH BENEFITS-B. LINE	466.74	0.03	3,120.30	0.02
ER 401K CONTR.-B. LINE	112.50	0.01	1,475.76	0.01
DEPR-MOW-NON BILLABLE	28,934.74	1.81	188,469.00	1.23
DEPR-TRACK IMPROVE.	34,774.24	2.18	82,890.00	0.54
LESS: CP BILLING (CAP)	0.00	0.00	(245,219.77)	(1.60)
<b>TOTAL OTHER MOW</b>	<b>72,185.53</b>	<b>4.52</b>	<b>104,309.56</b>	<b>0.68</b>
<b>TRANSPORTATION EXPENSE</b>				
CAR REPAIR	1,930.16	0.12	32,610.94	0.21
LOCO REPAIR VEHICLE	0.00	0.00	216.23	0.00
LOCO REPAIR TRAVEL	1,021.86	0.06	8,611.21	0.06
LOCO REPAIR MEAL	871.33	0.05	6,362.82	0.04
LOCO REPAIR/MAINT.	0.00	0.00	6,010.75	0.04
LOCO SUPPLIES/EXPENSE	76,700.00	4.80	613,824.90	3.99
LOCO HOUSE REPAIR	1,820.78	0.11	3,327.48	0.02

For Management Purposes Only

DMVW RAILROAD INC.  
**Income Statement**  
 For the Twelve Months Ending December 31, 2006

	Current Month		Year to Date	
LOCO UTILITIES	3,939.62	0.25	26,797.61	0.17
TRAIN CREW TRAVEL	1,723.39	0.11	9,861.40	0.06
TRAIN CREW MEAL	895.95	0.06	5,558.98	0.04
TRAIN SUPPLIES/EXPENSE	2,973.53	0.19	9,561.62	0.06
TRAIN FUEL	205,636.16	12.87	1,386,784.54	9.02
EQUIP REPAIR/SUPPLIES	695.87	0.04	16,521.91	0.11
EQUIPMENT RENTAL	923.79	0.06	33,462.97	0.22
VEHICLE EXP	10,896.10	0.68	122,318.63	0.80
TELEPHONE	3,642.82	0.23	26,947.92	0.18
FRA VIOLATIONS	0.00	0.00	(1,000.00)	(0.01)
PHYSICAL DAMAGES	0.00	0.00	2,625.00	0.02
DERAILMENT	18,767.25	1.17	22,906.01	0.15
COMMUNICATION	150.83	0.01	4,443.50	0.03
ER 401K CONTR.	4,450.75	0.28	43,260.30	0.28
HEALTH BENEFITS	12,802.95	0.80	166,940.19	1.09
INJURIES & PHYSICALS	351.00	0.02	5,475.17	0.04
PAYROLL TAXES	39,117.08	2.45	286,497.35	1.86
INSURANCE	20,418.69	1.28	238,144.09	1.55
DEPRECIATION	22,589.24	1.41	321,238.00	2.09
FREIGHT	3,819.36	0.24	67,777.15	0.44
TRACKAGE RIGHTS	9,368.69	0.59	120,404.62	0.78
SIGNALS	786.33	0.05	7,859.10	0.05
SHOP REPAIRS	0.00	0.00	554.71	0.00
DMVW REPAIR/SUPPLIES	500.00	0.03	29,932.44	0.19
TRACK SUPPLIES-BRITTON	1,410.34	0.09	66,698.37	0.43
LOCO REPAIR SALARY	43,376.47	2.71	434,205.14	2.82
CONTRACTING ALLOCATION	(86,900.00)	(5.44)	(86,900.00)	(0.57)
TRAIN CREW-LABOR	87,823.63	5.50	873,332.64	5.68
STATION LABOR	17,159.47	1.07	140,575.91	0.91
CONTRACTED LABOR	2,618.58	0.16	12,331.45	0.08
MEDICAL RE-IMBURSEMENT	3,677.58	0.23	6,925.17	0.05
SALES TAX EXPENSE	490.17	0.03	3,293.04	0.02
<b>TOTAL TRANSPORTATION EXPE</b>	<b>516,449.77</b>	<b>32.33</b>	<b>5,076,299.26</b>	<b>33.02</b>

**ADMINISTRATIVE EXPENSE**

MEAL	1,271.14	0.08	6,282.91	0.04
TRAVEL	1,323.42	0.08	13,901.61	0.09
HEALTH BENEFITS	(2,011.62)	(0.13)	44,505.37	0.29
PHYSICALS/INJURIES	0.00	0.00	177.50	0.00
OFFICE UTILITIES	2,417.22	0.15	26,001.84	0.17
OFFICE REPAIRS & MAINT.	146.07	0.01	29,084.98	0.19
OFFICE SUPPLIES	1,314.62	0.08	14,237.94	0.09
OTHER OFFICE EXPENSE	3,247.02	0.20	20,596.94	0.13
CLEANING SERVICES	375.00	0.02	4,280.00	0.03
INSURANCE	284.11	0.02	70,458.58	0.46
OFFICER LIFE INS	(15,832.96)	(0.99)	24,228.24	0.16
DUES/SUBSCRIPTIONS	120.00	0.01	2,173.00	0.01
ADVERTISING	0.00	0.00	350.00	0.00
PROMOTIONAL COSTS	5,337.50	0.33	79,783.32	0.52
CONSULTING FEES	1,441.36	0.09	20,299.54	0.13
LEGAL FEES	2,790.86	0.17	66,383.92	0.43
ACCT/BANK FEES	(15,844.75)	(0.99)	61,135.40	0.40
DEPRECIATION	19,493.37	1.22	96,923.00	0.63

For Management Purposes Only

DMVW RAILROAD INC.  
**Income Statement**  
 For the Twelve Months Ending December 31, 2006

	Current Month		Year to Date	
PAYROLL TAXES	10,418.39	0.65	116,799.05	0.76
EMPLOYEE MOVING EXP.	0.00	0.00	6,692.72	0.04
TELEPHONE	491.75	0.03	17,046.61	0.11
VEHICLE	2,145.51	0.13	30,492.75	0.20
POSTAGE	764.67	0.05	4,862.01	0.03
401K CONTRIBUTIONS	9,453.81	0.59	38,356.96	0.25
RESORT BENEFIT	0.00	0.00	20.00	0.00
MEDICAL REIMBURSEMENT	0.00	0.00	974.58	0.01
ACCIDENTS/SETTLEMENTS	0.00	0.00	8,285.95	0.05
ADMINISTRATIVE SALARIES	387,085.77	24.23	1,125,955.57	7.32
OFFICE SALARIES	8,891.15	0.56	80,003.53	0.52
CONTR. ALLOCATION	(83,450.00)	(5.22)	(83,450.00)	(0.54)
AMORTIZATION	146.25	0.01	2,676.25	0.02
REAL ESTATE TAXES	31,681.91	1.98	45,213.64	0.29
<b>TOTAL ADMIN. EXPENSE</b>	<b>373,501.57</b>	<b>23.38</b>	<b>1,974,733.71</b>	<b>12.85</b>
 <b>CONTRACTING EXPENSE</b>				
REPAIR/MAINT	2,554.45	0.16	92,057.87	0.60
TOOLS AND SUPPLIES	18.56	0.00	16,322.77	0.11
EQUIPMENT RENTAL	0.00	0.00	25,066.66	0.16
DEPRECIATION	5,568.74	0.35	49,499.00	0.32
TELEPHONE	149.82	0.01	1,976.49	0.01
PAYROLL TAXES	8,645.76	0.54	80,421.18	0.52
CONTRACTING LABOR	30,542.04	1.91	390,110.66	2.54
INSURANCE	16,832.93	1.05	49,461.77	0.32
HEALTH BENEFITS	1,727.36	0.11	26,906.33	0.18
INJURIES & PHYSICALS	0.00	0.00	3,572.84	0.02
VEHICLE	3,202.89	0.20	23,558.03	0.15
LEASED VEHICLES	1,438.50	0.09	1,438.50	0.01
TRAVEL	164.94	0.01	12,620.47	0.08
MEAL	1,050.00	0.07	9,822.30	0.06
MATERIALS & SUB CONTR.	262,593.37	16.44	880,983.54	5.73
ER 401K CONTR.	842.93	0.05	5,563.79	0.04
FREIGHT	16,017.75	1.00	112,669.48	0.73
ADMIN OVERHEAD	170,350.00	10.66	170,350.00	1.11
MEDICAL RE-IMBURSEMENT	0.00	0.00	750.00	0.00
<b>TOTAL CONTRACTING EXPENSE</b>	<b>521,700.04</b>	<b>32.65</b>	<b>1,953,151.68</b>	<b>12.71</b>
 <b>OTHER (INCOME) EXPENSE</b>				
CAR LEASE EXPENSE	185,782.69	11.63	476,517.50	3.10
INTEREST EXPENSE	73,454.70	4.60	418,100.48	2.72
INTEREST INCOME	(6,966.26)	(0.44)	(22,014.71)	(0.14)
FINANCE CHARGE	737.27	0.05	6,530.71	0.04
(GAIN) LOSS ON SALE OF F/A	(1,000.00)	(0.06)	(455,646.00)	(2.96)
PENALTIES	0.00	0.00	905.12	0.01
RENTAL INCOME	(6,743.83)	(0.42)	(74,005.61)	(0.48)
PERSONAL USE OF AUTO RECEIPT	(16,723.26)	(1.05)	(16,723.26)	(0.11)
MISC INCOME	(5,169.77)	(0.32)	(53,652.75)	(0.35)
INCOME TAX EXPENSE	0.00	0.00	315.00	0.00
RENTAL INCOME/RC SPORTS	90,000.00	5.63	0.00	0.00
LOAN PYMT/RC SPORTS	(91,680.54)	(5.74)	0.00	0.00

For Management Purposes Only

DMVW RAILROAD INC.  
**Income Statement**  
 For the Twelve Months Ending December 31, 2006

	Current Month		Year to Date	
PR YR (INCOME) EXPENSE	45,123.52	2.82	21,485.48	0.14
<b>TOTAL OTHER (INCOME) EXP.</b>	<b>266,814.52</b>	<b>16.70</b>	<b>301,811.96</b>	<b>1.96</b>
 <b>Net Income</b>	<b>\$ (309,750.21)</b>	<b>(19.39)</b>	<b>\$ 4,144,421.86</b>	<b>26.96</b>