

RAILROADS

Annual Report

of

Dakota Northern Railroad Inc.
(Corporate Name of Company)

to the

Tax Commissioner

State of North Dakota

For the Year Ending December 31, 20 16

This report must be filed on or before May 1 of each year. One copy of the R-1 Report to the Surface Transportation Board, one copy of the Annual Report Form 10-K, and one copy of the Annual Report to Stockholders must accompany this report and will be made a part of it.

Organization

Name of Company: Dakota Northern Railroad Inc.

Date of Organization: 2005

Nature of Company: Class III Common Carrier Railroad

Under laws of what state or country organized: North Dakota

If a consolidated company, name constituent companies, giving reference to charter of each, and all amendments of same:

N/A

Date and authority of each consolidation: _____

N/A

If a reorganized company, give name of original corporation and refer to laws under which it was organized:

N/A

Location of principal office: 28997 255th Ave SW PO Box 705 Crookston MN 56716

Show 100% valuation of operating property, as assessed by the State Board of Assessment or Equalization, for the past three years, in each state in which respondent operates.

6 of 14

| Name of State | 20 15 | 2014 | 2013 | Percentage of Value Taxable |
|-----------------|-------|------|---------|-----------------------------|
| 1. North Dakota | | | 668,250 | 100% |
| 2. | | | | |
| 3. | | | | |
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| 20. | | | | |

Gross Earnings - Current Year

| | System | North Dakota |
|---|-----------------------|-----------------------|
| 2016 | \$ 1,842,980.00 | \$ 1,842,980.00 |
| Ratio Of North Dakota Gross Earnings To Total | | 100 % |

| | Two Preceding Years System | North Dakota |
|------------|-------------------------------|-----------------------|
| 2015 | \$ 1,410,413.00 | \$ 1,410,413.00 |
| 2014 | \$ 1,851,854.00 | \$ 1,851,854.00 |

Revenue Traffic Units - Current Year

(ton mileage plus passenger mileage)

| | System | North Dakota |
|--|---|-------------------|
| 2016 | \$ 4,152.00 Ton mileage not tracked revenue carloads utilized | \$ 4,152.00 |
| Ratio Of North Dakota Ton And Passenger Mileage To Total | | 100 % |

| | Two Preceding Years System | North Dakota |
|------------|-------------------------------|-------------------|
| 2015 | \$ 3,375.00 | \$ 3,375.00 |
| 2014 | \$ 4,711.00 | \$ 4,711.00 |

Car Mileage And Locomotive Mileage - Current Year

| | System | North Dakota |
|---|---|-------------------|
| 2016 | \$ 4,152.00 Ton mileage not tracked revenue carloads utilized | \$ 4,152.00 |
| Ratio Of North Dakota Car Mileage And Locomotive Mileage To Total | | 100 % |

| | Two Preceding Years System | North Dakota |
|------------|-------------------------------|-------------------|
| 2015 | \$ 3,375.00 | \$ 3,375.00 |
| 2014 | \$ 4,711.00 | \$ 4,711.00 |

Income Account
Year Ended December 31, 20 16

| Line No. | | Amount for current year | Amount for preceding year |
|--|---|----------------------------|------------------------------|
| Operating Income | | | |
| Railway Operating Income | | | |
| 1 | Railway operating revenues..... | 1,842,980 | 1,410,413 |
| 2 | Railway operating expenses..... | 1,829,912 | 1,168,082 |
| 3 | Net revenue from railway operations (line 1 less line 2)..... | 13,068 | 242,331 |
| Other Income | | | |
| 4 | Total Other Income..... | 4 | 0 |
| 5 | Total Income (line 3 plus line 4)..... | 13,072 | 242,331 |
| Miscellaneous Deductions From Income | | | |
| 6 | Total Miscellaneous Deductions..... | | |
| 7 | Income available for fixed charges (line 5 less line 6)..... | 13,072 | 242,331 |
| Fixed Charges | | | |
| 8 | Total fixed charges..... | | |
| 9 | Income after fixed charges (line 7 less line 8)..... | 13,072 | 242,331 |
| 10 | Other deductions..... | | |
| 11 | Unusual or infrequent items..... | | |
| 12 | Income (loss) from continuing operations (line 9 less lines 10 and 11)..... | 13,072 | 242,331 |
| Provisions For Income Taxes | | | |
| 13 | Income taxes on ordinary income Federal tax @34%; State tax @2.9%..... | 4,824 | |
| 14 | Provision for deferred income taxes..... | | |
| 15 | Total Provisions For Income Taxes..... | 4,824 | |
| 16 | Income from continuing operations (line 12 less line 15)..... | 8,248 | 242,331 |
| Discontinued Operations | | | |
| 17 | Income or loss from discontinued segments (less income taxes)..... | | |
| 18 | Income before extraordinary items (line 16 plus line 17)..... | 8,248 | 242,331 |
| Extraordinary Items And Accounting Changes | | | |
| 19 | Total extraordinary items (less income taxes)..... | | |
| 20 | Cumulative effect of accounting changes (less income taxes)..... | | |
| 21 | Net income (loss) (lines 18 plus lines 19 and 20)..... | 8,248 | 242,331 |
| Reconciliation Of Net Railway Operating Income (NROI) | | | |
| 22 | Net revenue from railway operations..... | 13,068 | 242,331 |
| 23 | Income taxes on ordinary income (-)..... | -4,824 | |
| 24 | Provision for deferred income taxes (-)..... | | |
| 25 | Income from lease of road and equipment (-)..... | | |
| 26 | Rent for leased road and equipment (+)..... | | |
| 27 | Net railway operating income (loss)..... | 8,248 | 242,331 |

Inventory Of Capitalized Leased Cars
December 31, 20 16

| Year Acquired | Number of Cars | Total Original Cost | Depreciation Rate | Rental Rate Indicate Yearly or Monthly |
|----------------------|-----------------------|----------------------------|--------------------------|---|
| 1985 and prior | | | | |
| 1986 | | | | |
| 1987 | | | | |
| 1988 | | | | |
| 1989 | | | | |
| 1990 | | | | |
| 1991 | | | | |
| 1992 | | | | |
| 1993 | | | | |
| 1994 | | | | |
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| 2000 | | | | |
| 2001 | | | | |
| 2002 | | | | |
| 2003 | | | | |
| 2004 | | | | |
| 2005 | | | | |
| 2006 | None | | | |
| 2007 | None | | | |
| 2008 | None | | | |
| Totals | | | | |

Inventory Of Noncapitalized Leased Cars
 December 31, 20 16

| Year Acquired | Number of Cars | Total Original Cost | Depreciation Rate | Rental Rate Indicate Yearly or Monthly |
|----------------|----------------|---------------------|-------------------|--|
| 1985 and prior | | | | |
| 1986 | | | | |
| 1987 | | | | |
| 1988 | | | | |
| 1989 | | | | |
| 1990 | | | | |
| 1991 | | | | |
| 1992 | | | | |
| 1993 | | | | |
| 1994 | | | | |
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| 1999 | | | | |
| 2000 | | | | |
| 2001 | | | | |
| 2002 | | | | |
| 2003 | | | | |
| 2004 | | | | |
| 2005 | | | | |
| 2006 | None | | | |
| 2007 | None | | | |
| 2008 | None | | | |
| Totals | | | | |

Inventory Of Capitalized Leased Locomotives
December 31, 20 16

| Year Acquired | Number of Units | Total Original Cost | Depreciation Rate | Rental Rate Indicate Yearly or Monthly |
|----------------------|------------------------|----------------------------|--------------------------|---|
| 1985 and prior | | | | |
| 1986 | | | | |
| 1987 | | | | |
| 1988 | | | | |
| 1989 | | | | |
| 1990 | | | | |
| 1991 | | | | |
| 1992 | | | | |
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| 2000 | | | | |
| 2001 | | | | |
| 2002 | | | | |
| 2003 | | | | |
| 2004 | | | | |
| 2005 | | | | |
| 2006 | None | | | |
| 2007 | None | | | |
| 2008 | None | | | |
| Totals | | | | |

Inventory Of Noncapitalized Leased Locomotives
December 31, 20 16

| Year Acquired | Number of Units | Total Original Cost | Depreciation Rate | Rental Rate Indicate Yearly or Monthly |
|----------------|-----------------|---------------------|-------------------|---|
| 1985 and prior | | | | |
| 1986 | | | | |
| 1987 | | | | |
| 1988 | | | | |
| 1989 | | | | |
| 1990 | | | | |
| 1991 | | | | |
| 1992 | | | | |
| 1993 | | | | |
| 1994 | | | | |
| 1995 | | | | |
| 1996 | | | | |
| 1997 | | | | |
| 1998 | | | | |
| 1999 | | | | |
| 2000 | | | | |
| 2001 | 2006 - 3 | | | 2 @ \$1200, 1 @ \$800 month |
| 2002 | 2007 - 2 | | | 2 @ \$1200 mo ea |
| 2003 | 2008 - 2 | | | 2 @ \$1200 mo ea |
| 2004 | 2009 - 3 | | | 3 @ 2100 mo ea |
| 2005 | 2010 - 3 | | | 3 @ 2100 mo ea |
| 2006 | 2011 - 3 | | | 3 @ 2100 mo ea |
| 2007 | 2012 - 3 | | | 3 @ 2100 mo ea |
| 2008 | 2013 - 3 | | | 3 @ \$2100 mo ea |
| Totals | | | | |

Verification

The foregoing report must be verified by the oath of the officer having control of the accounting of the respondent. It should be verified, also, by the oath of the president or other chief officer of the respondent, unless the respondent states on the last preceding page of this report that such chief officer has no control over the accounting of the respondent. Under the provisions of section 20 of the Interstate Commerce Act, "the oath required * * * may be taken before any person authorized to administer an oath by the laws of the State in which the same is taken."

Oath

(To be made by the officer having control of the accounting of the respondent)

State of Minnesota)

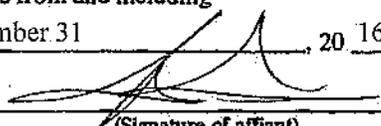
County of Polk) ss.

Jason Bierwerth makes oath and says that he is Manager of Operations
(Insert here the official title of the affiant)

of Dakota Northern Railroad
(Insert here the exact legal title or name of the respondent)

that it is his duty to have supervision over the books of account of the respondent and to control the manner in which such books are kept; that he knows that such books have, during the period covered by the foregoing report, been kept in good faith in accordance with the accounting and other orders of the Interstate Commerce Commission, effective during the said period; that he has carefully examined the said report and to the best of his knowledge and belief the entries contained in the said report have, so far as they relate to matters of account, been accurately taken from the said books of account and are in exact accordance therewith; that he believes that all other statements of fact contained in the said report are true, and that the said report is a correct and complete statement of the business and affairs of the above named respondent during the period of time from and including

January 1, 20 16, to and including December 31, 20 16

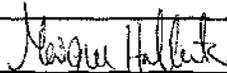


(Signature of affiant)

Subscribed and sworn to before me, a Notary _____, in and for the State and county

above named, this 14 day of March, 2017

My commission expires 1/31/21



(Signature of officer authorized to administer oaths)



Supplemental Oath

(By the president or other chief officer of the respondent)

State of Minnesota)

County of Polk) ss.

Jason Bierwerth makes oath and says that he is Manager of Operations
(Insert here the official title of the affiant)

of Dakota Northern Railroad
(Insert here the exact legal title or name of the respondent)

that he has carefully examined the foregoing report; that he believes that all statements of fact contained in the said report are true, and that the said report is a correct and complete statement of the business and affairs of the above-named respondent and the

operations of its property during the period of time from and including January 1, 20 16, to and including December 31, 20 16

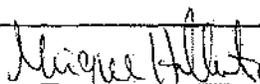


(Signature of affiant)

Subscribed and sworn to before me, a Notary _____, in and for the State and county

above named, this 14 day of March, 2017

My commission expires 1/31/21



(Signature of officer authorized to administer oaths)





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

File No.

| | |
|--|--|
| Business Name Dakota Northern Railroad | For Year Ended 12/31/2016 |
| Business Address PO Box 705 Crookston MN 56716 | Business Telephone Number 218-281-4704 |

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 15th 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 |
|--|------------------------------------|
| Roxanne Bierwerth, Vice President | PO Box 549 Atwater MN 56209 |
| Frank W. Nesbit, President | PO Box 79, Bethel, MN 55005 |
| | |
| | |
| | |

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

| Name | Address |
|------------------------|--------------------------------------|
| KBN Inc. - 100% | PO Box 705 Crookston MN 56716 |
| | |
| | |
| | |
| | |
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| | |
| | |

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

| | |
|---------------------------------------|--------------------------|
| Name Jason Bierwerth | Signature |
| Title Manager of Operations | Date 3-14-2017 |

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 | 360,568 | Current Liabilities | 251,762 |
| Other Assets/Deferred Charges | | Non-Current Liabilities | |
| Transportation Property – Net | 345,383 | Stockholders' Equity | 454,199 |
| | | | |
| Total Assets | 705,951 | Total Liabilities and Equity | 705,951 |

4. Condensed Operating Statement (system)

| | Balance at End of Year |
|---|------------------------|
| Railway Operating Revenues (from revenue schedule below) | 1,842,980 |
| Less: Railway Operating Expenses (from schedule A – attached) | 1,829,912 |
| Net Income from Railway Operations | 13,068 |
| Less: Net Rentals | 0 |
| Railway Income Tax Accruals | 0 |
| | 0 |
| Net Railway Operating Income | 13,068 |

Additional Data and Statistics

5. Railway Operating Revenues

| | North Dakota Intrastate | System Wide |
|--------------|-------------------------|------------------|
| Freight | 1,052,649 | 1,052,649 |
| Switching | | |
| Demurrage | 20,790 | 20,790 |
| Incidental | 769,541 | 769,541 |
| | | |
| Total | 1,842,980 | 1,842,980 |

| | North Dakota Intrastate | System Wide |
|--|-------------------------|-------------|
| 6. Miles of road owned and operated at year end | 48 | 48 |
| 7. Miles of road operated under trackage rights | 0 | 0 |
| 8. Miles of road discontinued during the year | 0 | 0 |
| 9. Expenditures for maintenance of way during the year | | |

10. Operating Statistics

| | System Wide |
|---------------------------------|----------------|
| Gross Ton Miles | Not Tracked |
| Train Miles | 4869 |
| Car Miles | Not Tracked |
| Car Days | Not Tracked |
| Road Locomotive Hours | Not Tracked |
| Yard Locomotive Switching Hours | Not Tracked |
| Trailer/Container Days | Not Applicable |

11. Equipment Inventory

| | Owned | Leased |
|-----------------------|-------|--------|
| Road Locomotive Units | 0 | 3 |
| Yard Locomotive Units | 0 | 0 |
| Freight Cars | 0 | 0 |
| Covered Hopper | 0 | 0 |
| Open Hopper | 0 | 0 |
| Other | 0 | 0 |
| Trailers/Containers | 0 | 0 |

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) | | | | | | |
| Durum | | | | | | |
| Barley | | | | | | |
| Sunflowers | | | | | | |
| Corn | | | | | | |
| Flax | | | | | | |
| Oats | | | | | | |
| Rye | | | | | | |
| Soybeans | | | | | | |
| Other Grain and Oilseeds | | | | | | |
| Wheat Flour | | | | | | |
| Malt | | | | | | |
| Dairy Products | | | | | | |
| Fertilizer | | | | | | |
| Cement | | | | | | |
| Coal | | | | | | |
| Petroleum & Petroleum Products | | | | | | |
| Chemicals | | | | | | |
| Lumber | | | | | | |
| Machinery | | | | | | |
| Livestock | | | | | | |
| Miscellaneous* | | | | | | |
| Totals | | | | | | |

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

| |
|---|
| 100% of DN Traffic originates or terminates in North Dakota |
| |
| |
| |
| |

File No.

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) | 1,339 | 133,900 | 328 | 32,800 | | |
| Durum | | | | | | |
| Barley | | | | | | |
| Sunflowers | | | | | | |
| Corn | 133 | 13,300 | | | | |
| Flax | | | | | | |
| Oats | | | | | | |
| Rye | | | | | | |
| Soybeans | 1,111 | 111,100 | 215 | 21,500 | | |
| Other Grain and Oilseeds | | | | | | |
| Wheat Flour | | | | | | |
| Malt | | | | | | |
| Dairy Products | | | | | | |
| Fertilizer | | | 510 | 51,000 | | |
| Cement | | | | | | |
| Coal | | | | | | |
| Petroleum & Petroleum Products | | | | | | |
| Chemicals | | | | | | |
| Lumber | | | | | | |
| Machinery | | | | | | |
| Livestock | | | | | | |
| Miscellaneous* | 507 | 50,700 | 9 | 900 | | |
| Totals | 3,090 | 309,000 | 1,062 | 106,200 | | |

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

| |
|--|
| 100% of DN Traffic originates or terminates in North Dakota |
| |
| Potatoes 68 c/l 6800 tons |
| Edible Beans 439 c/l 43,900 tons |
| Seed Beans 6c/l 600 tons |
| |

Railroads

Supplemental Annual Report

to the

North Dakota Tax Commissioner

(To be completed by Class II and Class III railroads)

(For the year ended December 31, 20 ____)

Name of Railroad: _____

Address: _____

Individual to whom correspondence concerning this report should be directed:

Name: _____ Title: _____

Address: _____

Telephone: _____

Instructions

This supplemental report is to be filed by any railroad company operating within the State of North Dakota that is not required to file the Annual Report Form R-1 with the Surface Transportation Board. It is to be filed in addition to the ANNUAL REPORT OF RAILROADS to the TAX COMMISSIONER and is hereby made a part of that report.

| RRS1. Comparative Statement Of Financial Position - Assets (Dollars in Thousands) | | | | |
|---|--|---------------------------------|-------------------------------------|-----------|
| Line No. | Title (a) | Balance at close of year (b) | Balance at beginning of year (c) | Line No. |
| | Current Assets | | | |
| 1 | Cash | | | 1 |
| 2 | Temporary Cash Investments | | | 2 |
| 3 | Special Deposits | | | 3 |
| 4 | Accounts Receivable - Loan and Notes | | | 4 |
| 5 | - Interline and Other Balances | | | 5 |
| 6 | - Customers | | | 6 |
| 7 | - Other | | | 7 |
| 8 | - Accrued Accounts Receivables | | | 8 |
| 9 | - Receivables from Affiliated Companies | | | 9 |
| 10 | - Less: Allowance for Uncollectible Accounts | | | 10 |
| 11 | Working Funds Prepayments Deferred Income Tax Debits | | | 11 |
| 12 | Materials and Supplies | | | 12 |
| 13 | Other Current Assets | | | 13 |
| 14 | Total Current Assets | | | 14 |
| | Other Assets | | | |
| 15 | Special Funds | | | 15 |
| 16 | Investments and Advances Affiliated Companies | | | 16 |
| 17 | Other Investments and Advances | | | 17 |
| 18 | Allowances for Net Unrealized Loss on Noncurrent Marketable Equity Securities - Cr. | | | 18 |
| 19 | Property Used in Other than Carrier Operation (less Depreciation) | | | 19 |
| 20 | Other Assets | | | 20 |
| 21 | Other Deferred Debits | | | 21 |
| 22 | Accumulated Deferred Income Tax Debits | | | 22 |
| 23 | Total Other Assets | | | 23 |
| | Road and Equipment | | | |
| 24 | Road | | | 24 |
| 25 | Equipment | | | 25 |
| 26 | Unallocated Items | | | 26 |
| 27 | Accumulated Depreciation and Amortization | | | 27 |
| 28 | Net Road and Equipment | | | 28 |
| 29 | Total Assets | | | 29 |
| Notes And Remarks | | | | |
| | | | | |

| RRS1. Comparative Statement Of Financial Position - Liabilities And Shareholders' Equity | | | | |
|---|--|------------------------------------|--|-----------|
| (Dollars in Thousands) | | | | |
| Line No. | Title (a) | Balance at close of year (b) | Balance at begin- ning of year (c) | Line No. |
| | Current Liabilities | | | |
| 30 | Loans and Notes Payable | | | 30 |
| 31 | Accounts Payable: Interline and Other Balances | | | 31 |
| 32 | Audited Accounts and Wages | | | 32 |
| 33 | Other Accounts Payable | | | 33 |
| 34 | Interest and Dividends Payable | | | 34 |
| 35 | Payables to Affiliated Companies | | | 35 |
| 36 | Accrued Accounts Payable | | | 36 |
| 37 | Taxes Accrued | | | 37 |
| 38 | Other Current Liabilities | | | 38 |
| 39 | Equipment Obligations and Other Long-Term Debt due Within One Year | | | 39 |
| 40 | Total Current Liabilities | | | 40 |
| | Noncurrent Liabilities | | | |
| 41 | Funded Debt Unmatured | | | 41 |
| 42 | Equipment Obligations | | | 42 |
| 43 | Capitalized Lease Obligations | | | 43 |
| 44 | Debt in Default | | | 44 |
| 45 | Accounts payable: Affiliated Companies | | | 45 |
| 46 | Unamortized Debt Premium | | | 46 |
| 47 | Interest in Default | | | 47 |
| 48 | Deferred Revenues - Transfers from Government Authorities | | | 48 |
| 49 | Accumulated Deferred Income Tax Credits | | | 49 |
| 50 | Other Long-Term Liabilities and Deferred Credits | | | 50 |
| 51 | Total Noncurrent Liabilities | | | 51 |
| | Shareholders' Equity | | | |
| 52 | Total Capital Stock | | | 52 |
| 53 | Common Stock | | | 53 |
| 54 | Preferred Stock | | | 54 |
| 55 | Discount on Capital Stock | | | 55 |
| 56 | Additional Capital | | | 56 |
| | Retained Earnings: | | | |
| 57 | Appropriated | | | 57 |
| 58 | Unappropriated | | | 58 |
| 59 | Net Unrealized Loss on Noncurrent Marketable Equity Securities | | | 59 |
| 60 | Less Treasury Stock | | | 60 |
| 61 | Net Stockholders Equity | | | 61 |
| 62 | Total Liabilities And Shareholders' Equity | | | 62 |
| Notes And Remarks | | | | |
| | | | | |

RRS2. Investment In Railroad Property Used In Transportation Service (By Company)

(Dollars in Thousands)

1. Disclose the investment in railway property used in transportation service at the close of the year. This investment represents the aggregate of property owned or leased by the respondent and used in the respondent's transportation service. Do not deduct equipment leased TO others under separate distinct contracts. Exclude equipment leased FROM operating railroads under separate distinct contracts and the investment of other carriers in property used by the respondent.
2. In column (a), classify each company in this schedule as respondent (R), lessor railroad (L), inactive or proprietary company (P), and other leased properties (O).
3. In column (a) to (e), inclusive, first show the data requested for the respondent (R); next the data for companies whose entire properties are used in transportation service of the respondent, followed by data for carriers and others, portions of whose property are used in transportation service of the respondent. Then show, as deductions, data for transportation property leased to carriers and others.
4. In column (c), report the miles of road used. Report miles in whole numbers.
5. In column (d), show the amount applicable on the books of the companies whose names appear in column (b).
6. In column (e), show the amount of depreciation and amortization accrued at the close of the year that is applicable to the property of the carriers whose names are listed in column (b), regardless of where the reserves therefor are recorded.

| Line No. | Class (See Ins. 2) (a) | Name of company (b) | Miles of road used (See Ins. 4) (whole number) (c) | Investments in property (See Ins. 5) (d) | Depreciation and amortization (See Ins. 6) (e) | Line No. |
|----------|-------------------------------|----------------------------|---|---|---|----------|
| 1 | | | | | | 1 |
| 2 | | | | | | 2 |
| 3 | | | | | | 3 |
| 4 | | | | | | 4 |
| 5 | | | | | | 5 |
| 6 | | | | | | 6 |
| 7 | | | | | | 7 |
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| 25 | | | | | | 25 |
| 26 | | | | | | 26 |
| 27 | | | | | | 27 |
| 28 | | | | | | 28 |
| 29 | | | | | | 29 |
| 30 | | | | | | 30 |
| 31 | | Grand Total | | | | 31 |

**RRS3. Investment In Railway Property Used In Transportation Service
(By Property Accounts)**

(Dollars in Thousands)

1. In columns (b) through (e), give, by primary accounts, the amount of investment at the close of the year in property of respondent and each group or class of companies and properties.
2. The amounts for respondent and for each group or class of companies and properties on line 44 herein should correspond with the amounts for each class of company and properties shown in Schedule RRS-2.
3. Report on line 29 amounts representing capitalization of rentals for leased property where cost of property leased from other carriers is not ascertainable.
4. Report on line 30 amounts not included in the accounts shown, or in line 29.

| Line No. | Account (a) | Respondent (b) | Lessor railroads (c) | Inactive (proprietary companies) (d) | Other Leased properties (e) | Line No. |
|----------|---|-------------------|-------------------------|---|--------------------------------|----------|
| 1 | (2) Land for transportation purposes | | | | | 1 |
| 2 | (3) Grading | | | | | 2 |
| 3 | (4) Other right-of-way expenditures | | | | | 3 |
| 4 | (5) Tunnels and subways | | | | | 4 |
| 5 | (6) Bridges, trestles, and culverts | | | | | 5 |
| 6 | (7) Elevated structures | | | | | 6 |
| 7 | (8) Ties | | | | | 7 |
| 8 | (9) Rail and other track material | | | | | 8 |
| 9 | (11) Ballast | | | | | 9 |
| 10 | (13) Fences, snow sheds, and signs | | | | | 10 |
| 11 | (16) Station and office buildings | | | | | 11 |
| 12 | (17) Roadway buildings | | | | | 12 |
| 13 | (18) Water stations | | | | | 13 |
| 14 | (19) Fuel stations | | | | | 14 |
| 15 | (20) Shops and enginehouses | | | | | 15 |
| 16 | (22) Storage warehouses | | | | | 16 |
| 17 | (23) Wharves and docks | | | | | 17 |
| 18 | (24) Coal and ore wharves | | | | | 18 |
| 19 | (25) TOFC/COFC terminals | | | | | 19 |
| 20 | (26) Communication systems | | | | | 20 |
| 21 | (27) Signals and interlockers | | | | | 21 |
| 22 | (29) Power plants | | | | | 22 |
| 23 | (31) Power-transmission systems | | | | | 23 |
| 24 | (35) Miscellaneous structures | | | | | 24 |
| 25 | (37) Roadway machines | | | | | 25 |
| 26 | (39) Public improvements - Construction | | | | | 26 |
| 27 | (44) Shop machinery | | | | | 27 |
| 28 | (45) Power plant machinery | | | | | 28 |
| 29 | Leased property capitalized rentals | | | | | 29 |
| 30 | Other (specify and explain) | | | | | 30 |
| 31 | Total Road | | | | | 31 |
| 32 | (52) Locomotives | | | | | 32 |
| 33 | (53) Freight-train cars | | | | | 33 |
| 34 | (54) Passenger-train cars | | | | | 34 |
| 35 | (55) Highway revenue equipment | | | | | 35 |
| 36 | (56) Floating equipment | | | | | 36 |
| 37 | (57) Work equipment | | | | | 37 |
| 38 | (58) Miscellaneous equipment | | | | | 38 |
| 39 | (59) Computer systems | | | | | 39 |
| 40 | Total Equipment | | | | | 40 |
| 41 | (76) Interest during construction | | | | | 41 |
| 42 | (80) Other elements of investment | | | | | 42 |
| 43 | (90) Construction work in progress | | | | | 43 |
| 44 | Grand Total | | | | | 44 |

