

SURFACE TRANSPORTATION BOARD Washington, D.C. 20423			SURFACE TRANSPORTATION BOARD QUARTERLY REPORT OF REVENUES, EXPENSES AND INCOME-RAILROADS					
	FOR STB USE ONLY <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>	FORM <b>R E &amp; I</b>	QUARTER 1st <input type="checkbox"/> 2nd <input type="checkbox"/> 3rd <input type="checkbox"/> 4th <input checked="" type="checkbox"/>		YEAR <b>2012</b>			
FULL NAME AND ADDRESS OF REPORTING RAILROAD <b>The Kansas City Southern Railway &amp; Controlled Companies</b> <b>427 West 12th Street, P. O. Box 219335</b> <b>Kansas City, Missouri 64121-9335</b>			<b>125 000 352 Kansas City 10 134500</b>					
Show dollar amount in thousands.			Code No.	FIGURES FOR THE QUARTER		CUMULATIVE FIGURES		
DESCRIPTIONS (A)				THIS YEAR (B)	LAST YEAR (C)	THIS YEAR (D)	LAST YEAR (E)	
Operating Revenues	Freight (Account 101)			1	289,616	285,059	1,152,274	1,104,979
	Passenger (Account 102)			2				
	Passenger - Related (Account 103)			3				
	All other operating revenues (Accounts 104, 105, 106, 110, 502, 503)			4	13,793	13,850	56,787	50,741
	Joint Facility Account (Account 120)			5				
	<b>RAILWAY OPERATING REVENUES</b> (All above)			6	<b>303,409</b>	<b>298,909</b>	<b>1,209,061</b>	<b>1,155,720</b>
Operating Expenses	Depreciation - Road (Accounts 62-11-00, 62-12-00, 62-13-00)			7	21,770	19,169	81,701	75,290
	All other way and structures accounts			8	19,341	22,106	92,635	93,435
	Total way and structures			9	<b>41,111</b>	<b>41,275</b>	<b>174,336</b>	<b>168,725</b>
	Depreciation - Equipment (Accounts 62-21-00, 62-22-00, 62-23-00)			10	7,668	7,265	31,113	29,384
	All other equipment accounts			11	37,285	39,408	152,117	152,518
	Total equipment			12	<b>44,953</b>	<b>46,673</b>	<b>183,230</b>	<b>181,902</b>
	Transportation - Train, Yard and Train and Yard Common			13	107,440	101,736	412,902	394,262
	Transportation - Specialized Services, Administrative Support			14	3,813	3,398	14,679	13,603
	General and Administrative			15	27,890	32,628	121,497	103,588
	<b>RAILWAY OPERATING EXPENSES</b> (Account 531)			16	<b>225,207</b>	<b>225,710</b>	<b>906,644</b>	<b>862,080</b>
Income Items	<b>*NET REVENUE FROM RAILWAY OPERATIONS</b> (Lines 6 minus 16)			17	<b>78,202</b>	<b>73,199</b>	<b>302,417</b>	<b>293,640</b>
	Other Income (Accounts 506, 510-519)			18	1,629	1,182	7,693	4,297
	Income from affiliated companies:							
	Dividends			19	4,500	4,000	4,500	6,853
	Equity in undistributed earnings (losses)			20	(3,463)	(3,011)	(671)	(3,633)
	<b>TOTAL INCOME FROM AFFILIATED COMPANIES</b>			21	<b>1,037</b>	<b>989</b>	<b>3,829</b>	<b>3,220</b>
	Miscellaneous deductions from income (Accounts 534, 535, 543, 544, 545, 549-551, and 553)			22	(248)	(48)	(330)	90
<b>INCOME AVAILABLE FOR FIXED CHARGES</b> (Lines 17, 18, 21 minus 22)			23	<b>81,116</b>	<b>75,418</b>	<b>314,269</b>	<b>301,067</b>	
Fixed Charges	Interest on funded debt (Accounts 546a, 546b)			24	14,899	22,901	64,952	88,513
	Interest on unfunded debt (Account 547)			25	(88)	(599)	(70)	(451)
	Amortization of discount on funded debt (Account 548)			26	2,036	25,036	21,581	31,076
	<b>TOTAL FIXED CHARGES</b>			27	<b>16,847</b>	<b>47,338</b>	<b>86,463</b>	<b>119,138</b>
Income Items	<b>INCOME AFTER FIXED CHARGES</b>			28	<b>64,269</b>	<b>28,080</b>	<b>227,806</b>	<b>181,929</b>
	Other deductions (Account 546c)			29	0	0	0	0

Show all figures to the nearest WHOLE number without cents, decimals or fractions, in ALL COLUMNS. DESCRIPTIONS (A)		Code No.	FIGURES FOR THE QUARTER		CUMULATIVE FIGURES																																				
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Income Items - Continued	Unusual or infrequent items (Debit)Credit (Account 555)	30	0	0	0	0																																			
	<b>INCOME (LOSS) FROM CONTINUING OPERATIONS BEFORE INCOME TAXES</b>	31	<b>64,269</b>	<b>28,080</b>	<b>227,806</b>	<b>181,929</b>																																			
	Income taxes on ordinary income (Account 556)	32	(6,530)	(525)	1,139	(116)																																			
	Provision for deferred income taxes (Account 557)	33	20,977	5,428	73,991	62,539																																			
	<b>INCOME FROM CONTINUING OPERATIONS</b>	34	<b>49,822</b>	<b>23,177</b>	<b>152,676</b>	<b>119,506</b>																																			
	Income or loss from operations of discontinued segments (Less applicable income taxes of \$ ) (Account 560)	35	0	0	0	0																																			
	Gain or loss on disposal of discontinued segments (Less applicable income taxes of \$ ) (Account 562)	36	0	0	0	0																																			
	<b>INCOME (LOSS) BEFORE EXTRAORDINARY ITEMS</b>	37	<b>49,822</b>	<b>23,177</b>	<b>152,676</b>	<b>119,506</b>																																			
	Extraordinary items (net) (Account 570)	38	0	0	0	0																																			
	Income taxes on Extraordinary Items (Account 590)	39	0	0	0	0																																			
	Provisions for deferred taxes - Extraordinary Items (Account 591)	40	0	0	0	0																																			
	Cumulative effect of changes in accounting principles (Less applicable income taxes of \$ ) (Account 592)	41	0	0	0	0																																			
	<b>NET INCOME</b>	42	<b>49,822</b>	<b>23,177</b>	<b>152,676</b>	<b>119,506</b>																																			
Dividends on common stock (Account 623)	43	0	0	0	0																																				
	Dividends on preferred stock (Account 623)	44	0	0	0	0																																			
Ratios	Expenses to revenues	45	74.2%	75.5%	75.0%	74.6%																																			
	Total maintenance to revenues	46	28.4%	29.4%	29.6%	30.3%																																			
	Transportation to revenues	47	36.7%	35.2%	35.4%	35.3%																																			
STB USE ONLY	<p><b>*NOTE:</b> Reconciliation of Net Railway Operating Income (NROI)</p> <table border="1"> <thead> <tr> <th></th> <th>\$78,202</th> <th>\$73,199</th> <th>\$302,417</th> <th>\$293,640</th> </tr> </thead> <tbody> <tr> <td>Net Revenues from Railway Operations</td> <td></td> <td></td> <td></td> <td></td> </tr> <tr> <td>(556) Income Taxes on Ordinary Income</td> <td>6,530</td> <td>525</td> <td>(1,139)</td> <td>116</td> </tr> <tr> <td>(557) Provision for Deferred Income Taxes</td> <td>(20,977)</td> <td>(5,428)</td> <td>(73,991)</td> <td>(62,539)</td> </tr> <tr> <td>** Income from Lease of Road and Equipment</td> <td>0</td> <td>0</td> <td>0</td> <td>0</td> </tr> <tr> <td>** Rent for Leased Roads and Equipment</td> <td>0</td> <td>77</td> <td>46</td> <td>204</td> </tr> <tr> <td><b>NET RAILWAY OPERATING INCOME</b></td> <td><b>63,755</b></td> <td><b>68,373</b></td> <td><b>227,333</b></td> <td><b>231,421</b></td> </tr> </tbody> </table>							\$78,202	\$73,199	\$302,417	\$293,640	Net Revenues from Railway Operations					(556) Income Taxes on Ordinary Income	6,530	525	(1,139)	116	(557) Provision for Deferred Income Taxes	(20,977)	(5,428)	(73,991)	(62,539)	** Income from Lease of Road and Equipment	0	0	0	0	** Rent for Leased Roads and Equipment	0	77	46	204	<b>NET RAILWAY OPERATING INCOME</b>	<b>63,755</b>	<b>68,373</b>	<b>227,333</b>	<b>231,421</b>
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<p>I, THE UNDERSIGNED <u>Mary K. Stadler, Senior VP and Chief Accounting Officer</u> of <u>THE KANSAS CITY SOUTHERN RAILWAY &amp; CONTROLLED COMPANIES</u></p> <p style="text-align: center;"><small>(Name and Title of Officer in charge of accounts)</small> <span style="margin-left: 200px;"><small>(Full name of reporting company)</small></span></p> <p>state that this report was prepared by me or under my supervision; that I have carefully examined it; and on the basis of my knowledge, belief, and verification (where necessary) I declare it to be a full, true, and correct statement of the revenue, expense and income accounts named, and that the various items here reported were determined in accordance with effective rules promulgated by the Surface Transportation Board.</p>																																									
Date	<u>JANUARY 30, 2013</u>		Signature																																						
			Telephone Number	<u>(816) 983 - 1371</u>																																					
				<small>(Area code)</small>	<small>(Number)</small>																																				