

SURFACE TRANSPORTATION BOARD Washington, D.C. 20423				SURFACE TRANSPORTATION BOARD QUARTERLY REPORT OF REVENUES, EXPENSES AND INCOME-RAILROADS				
		FOR STB USE ONLY	FORM	QUARTER				YEAR
		<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>	R E & I	<input type="checkbox"/> 1st	<input type="checkbox"/> 2nd	<input type="checkbox"/> 3rd	<input checked="" type="checkbox"/> 4th	2011
FULL NAME AND ADDRESS OF REPORTING RAILROAD				125 000 352 Kansas City 10 134500				
The Kansas City Southern Railway & Controlled Companies 427 West 12th Street, P. O. Box 219335 Kansas City, Missouri 64121-9335								
Show dollar amount in thousands.								
DESCRIPTORS (A)				Code No.	FIGURES FOR THE QUARTER		CUMULATIVE FIGURES	
					THIS YEAR (B)	LAST YEAR (C)	THIS YEAR (D)	LAST YEAR (E)
Operating Revenues	Freight (Account 101)			1	285,059	254,108	1,104,979	970,721
	Passenger (Account 102)			2				
	Passenger - Related (Account 103)			3				
	All other operating revenues (Accounts 104, 105, 106, 110, 502, 503)			4	13,850	11,007	50,741	45,166
	Joint Facility Account (Account 120)			5				
	RAILWAY OPERATING REVENUES (All above)			6	298,909	265,115	1,155,720	1,015,887
Operating Expenses	Depreciation - Road (Accounts 62-11-00, 62-12-00, 62-13-00)			7	19,169	18,710	75,290	70,941
	All other way and structures accounts			8	22,106	21,060	93,435	83,172
	Total way and structures			9	41,275	39,770	168,725	154,113
	Depreciation - Equipment (Accounts 62-21-00, 62-22-00, 62-23-00)			10	7,265	7,608	29,384	24,843
	All other equipment accounts			11	39,408	35,514	152,518	140,607
	Total equipment			12	46,673	43,122	181,902	165,450
	Transportation - Train, Yard and Train and Yard Common			13	101,736	83,918	394,262	324,947
	Transportation - Specialized Services, Administrative Support			14	3,398	3,087	13,603	11,997
	General and Administrative			15	32,628	27,160	103,588	105,161
	RAILWAY OPERATING EXPENSES (Account 531)			16	225,710	197,057	862,080	761,668
Income Items	*NET REVENUE FROM RAILWAY OPERATIONS (Lines 6 minus 16)			17	73,199	68,058	293,640	254,219
	Other Income (Accounts 506, 510-519)			18	1,182	1,951	4,297	9,233
	Income from affiliated companies:							
	Dividends			19	4,000	0	6,853	8,000
	Equity in undistributed earnings (losses)			20	(3,011)	701	(3,633)	(1,278)
	TOTAL INCOME FROM AFFILIATED COMPANIES			21	989	701	3,220	6,722
	Miscellaneous deductions from income (Accounts 534, 535, 543, 544, 545, 549-551, and 553)			22	(48)	610	90	737
	INCOME AVAILABLE FOR FIXED CHARGES (Lines 17, 18, 21 minus 22)			23	75,418	70,100	301,067	269,437
Fixed Charges	Interest on funded debt (Accounts 546a, 546b)			24	22,901	22,592	88,513	97,838
	Interest on unfunded debt (Account 547)			25	(599)	64	(451)	231
	Amortization of discount on funded debt (Account 548)			26	25,036	777	31,076	18,977
	TOTAL FIXED CHARGES			27	47,338	23,433	119,138	117,046
Income Items	INCOME AFTER FIXED CHARGES			28	28,080	46,667	181,929	152,391
	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.		Code No.	FIGURES FOR THE QUARTER		CUMULATIVE FIGURES	
DESCRIPTIONS (A)			THIS YEAR (B)	LAST YEAR (C)	THIS YEAR (D)	LAST YEAR (E)
Income Items - Continued	Unusual or infrequent items (Debit)Credit (Account 555)	30	0	0	0	0
	INCOME (LOSS) FROM CONTINUING OPERATIONS BEFORE INCOME TAXES	31	28,080	46,667	181,929	152,391
	Income taxes on ordinary income (Account 556)	32	(525)	1,007	(116)	973
	Provision for deferred income taxes (Account 557)	33	5,428	13,584	62,539	55,326
	INCOME FROM CONTINUING OPERATIONS	34	23,177	32,076	119,506	96,092
	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
	INCOME (LOSS) BEFORE EXTRAORDINARY ITEMS	37	23,177	32,076	119,506	96,092
	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
	NET INCOME	42	23,177	32,076	119,506	96,092
	Ratios	Dividends on common stock (Account 623)	43	0	0	0
Dividends on preferred stock (Account 623)		44	0	0	0	0
Ratios	Expenses to revenues	45	75.5%	74.3%	74.6%	75.0%
	Total maintenance to revenues	46	29.4%	31.3%	30.3%	31.5%
	Transportation to revenues	47	35.2%	32.8%	35.3%	33.2%

STB USE ONLY	<p>*NOTE: Reconciliation of Net Railway Operating Income (NROI)</p> <table border="0" style="width: 100%;"> <tr> <td>Net Revenues from Railway Operations</td> <td style="text-align: right;">\$73,199</td> <td style="text-align: right;">\$68,058</td> <td style="text-align: right;">\$293,640</td> <td style="text-align: right;">\$254,219</td> </tr> <tr> <td>(556) Income Taxes on Ordinary Income</td> <td style="text-align: right;">525</td> <td style="text-align: right;">(1,007)</td> <td style="text-align: right;">116</td> <td style="text-align: right;">(973)</td> </tr> <tr> <td>(557) Provision for Deferred Income Taxes</td> <td style="text-align: right;">(5,428)</td> <td style="text-align: right;">(13,584)</td> <td style="text-align: right;">(62,539)</td> <td style="text-align: right;">(55,326)</td> </tr> <tr> <td>** Income from Lease of Road and Equipment</td> <td style="text-align: right;">0</td> <td style="text-align: right;">0</td> <td style="text-align: right;">0</td> <td style="text-align: right;">0</td> </tr> <tr> <td>** Rent for Leased Roads and Equipment</td> <td style="text-align: right;">77</td> <td style="text-align: right;">25</td> <td style="text-align: right;">204</td> <td style="text-align: right;">174</td> </tr> <tr> <td>NET RAILWAY OPERATING INCOME</td> <td style="text-align: right;">68,373</td> <td style="text-align: right;">53,492</td> <td style="text-align: right;">231,421</td> <td style="text-align: right;">198,094</td> </tr> </table>					Net Revenues from Railway Operations	\$73,199	\$68,058	\$293,640	\$254,219	(556) Income Taxes on Ordinary Income	525	(1,007)	116	(973)	(557) Provision for Deferred Income Taxes	(5,428)	(13,584)	(62,539)	(55,326)	** Income from Lease of Road and Equipment	0	0	0	0	** Rent for Leased Roads and Equipment	77	25	204	174	NET RAILWAY OPERATING INCOME	68,373	53,492	231,421	198,094
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CERTIFICATION

I, THE UNDERSIGNED Mary K. Stadler, Senior VP and Chief Accounting Officer of THE KANSAS CITY SOUTHERN RAILWAY & CONTROLLED COMPANIES
(Name and Title of Officer in charge of accounts) (Full name of reporting company)

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.

Date JANUARY 30, 2012

Signature 
 Telephone Number (816) 983 - 1371
(Area code) (Number)