

RECORDATION NO 24877-D

FILED

December 14, 2012 01:05 PM

ALVORD AND ALVORD SURFACE TRANSPORTATION BOARD

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December 14, 2012

Chief
Section of Administration
Office of Proceedings
Surface Transportation Board
395 "E" Street, S.W.
Washington, D.C. 20423

Dear Section Chief:

Enclosed for recordation pursuant to the provisions of 49 U.S.C. Section 11301(a) are two (2) copies of a Notice of Full Release of Security Interest, dated as of December 14, 2012, a secondary document as defined in the Board's Rules for the Recordation of Documents.

The enclosed document is a full release and relates to the documents previously filed with the Board under Recordation Numbers 24877 and 24877-A.

The name and address of the party to the enclosed document are:

Collateral Agent: Bank of Nova Scotia
44 King Street West
Toronto, Ontario
Canada M5H 1H1

Chief, Section of Administration
December 14, 2012
Page 2

A description of the railroad equipment covered by the enclosed document
is:

All railroad equipment covered by the Amended and Restated Security
Agreement filed with the Board under 24877-A is TERMINATED.

A short summary of the document to appear in the index is:

Notice of Full Release of Security Interest.

Also enclosed is a check in the amount of \$42.00 payable to the order of
the Surface Transportation Board covering the required recordation fee.

Kindly return stamped copies of the enclosed document to the
undersigned.

Very truly yours,

A handwritten signature in black ink, appearing to read 'Edward M. Luria', with a stylized flourish at the end.

Edward M. Luria

EML/sem
Enclosures

NOTICE OF FULL RELEASE OF SECURITY INTEREST

Effective November 21, 2012, the undersigned, THE BANK OF NOVA SCOTIA, not in its individual capacity but solely as collateral agent ("Collateral Agent"), publishes this notice that it has terminated, released and discharged all its blanket security interest in, and all rights, title and interests in and to, all railroad equipment, whether now owned or hereafter acquired, owned by The Kansas City Southern Railway Company (the "Borrower"), Kansas City Southern (the "Parent"), Southern Industrial Services, Inc., KCS Ventures I, Inc., KCS Holdings I, Inc., Veals, Inc., Gateway Eastern Railway Company, The Kansas City Northern Railway Company, Southern Development Company, Trans-Serve, Inc. and Pabtex, Inc. (collectively the "Guarantors"), (the Borrower, the Parent and the Guarantors being, collectively, hereinafter the "Grantors"), in the case of each Grantor on the date the security interest was first granted, or whether thereafter acquired during the period the security interest was in force.

Said security interest was granted pursuant to the Amended and Restated Security Agreement dated as of July 12, 2011, between the Collateral Agent and Grantors, a Memorandum of which was filed with the Surface Transportation Board ("STB") on July 12, 2011, at 1:45 p.m. under Recordation Number 24877-A, amending and restating the Security Agreement, dated March 30, 2004 among THE BANK OF NOVA SCOTIA, as Collateral Agent, the Parent, the Borrower and various subsidiaries of the Parent, a Memorandum of which was filed with the STB on March 30, 2004 at 3:53 p.m. under Recordation Number 24877.

IN WITNESS WHEREOF, THE BANK OF NOVA SCOTIA has caused this instrument to be executed by its officer thereunto duly authorized this 14th day of December, 2012.

THE BANK OF NOVA SCOTIA

By:  _____

Name: Robert Boomhour

Title: Director, Head of Agency Services

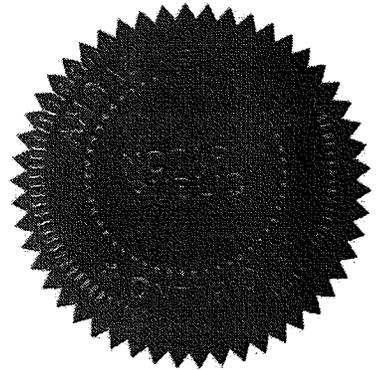
PROVINCE OF ONTARIO)
)
CITY OF)

ss:

On this 14 day of December, 2012, before me personally appeared Bob Boomhart, to me personally known, who being by me duly sworn, says that (s)he is a Director, of THE BANK OF NOVA SCOTIA, a Canadian chartered bank, and that said instrument was signed on behalf of said corporation, by authority of its Board of Directors, and (s)he acknowledged that the execution of the foregoing instrument was the free act and deed of said chartered bank.

D. Smi
NOTARY PUBLIC

My Commission expires: N/A



CERTIFICATION

I, Edward M. Luria, an attorney licensed to practice in the District of Columbia, the State of Delaware and the Commonwealth of Pennsylvania, do hereby certify under penalty of perjury that I have compared the attached copy with the original thereof and have found the copy to be complete and identical in all respects to the original document.

Dated: 12/14/12

Edward M Luria
Edward M. Luria