January 13, 2016

The Honorable Daniel R. Elliott III
Chairman, United States Surface Transportation Board
395 E Street, SW
Washington, DC 20423-0001

The Honorable Ann D. Begeman
Vice Chairman, United States Surface Transportation Board
395 E Street, SW
Washington, DC 20423-0001

The Honorable Deb Miller
Member, United States Surface Transportation Board
395 E Street, SW
Washington, DC 20423-0001

Dear Chairman Elliott and Surface Transportation Board Members,

I am writing you today, to express our support regarding Canadian Pacific Railway Limited’s (CP) proposal for a CP-Norfolk Southern Corporation (NS) combination.

Transx Ltd. is a Canadian controlled private corporation that has the 3rd largest privately owned intermodal fleet in Canada. Our fleet also includes more than 1500 short and long haul trucks and we have been providing transportation solutions to our Canadian and US shipping partners since 1963. We are the largest privately held transportation company in Canada.

Our Company believes a CP-NS combination will create a transcontinental railroad with the scale and reach to deliver improved levels of service to us and enable us to better serve our own customers and communities, while improving safety and enhancing competition.

CP’s proposal is a timely one that introduces a number of positive, future-focussed ideas to vastly improve North America’s transportation network. We believe the proposal is in the public interest as it would improve overall service while creating meaningful competition amongst the Class 1s. Specifically, we believe the following points in CP’s proposal are key:

- increasing capacity for all shippers without creating the need for more infrastructure
- creating efficient, reliable single-line service
- eliminating the “bottleneck approach” when quoting rates and instead quoting rates to which gateway the shipper requests
- reducing highway congestion while lowering fuel consumption on the joint network
- offering unparalleled customer service and competitive rates
- allowing another railroad access to CP served shippers in terminal areas when service is not adequate and/or rates are non-competitive

For the above reasons, Transx Ltd., supports the proposed CP-NS combination. We urge the Surface Transportation Board to judge the proposal on its merits and we look forward to a positive outcome.

Please contact us at 800-665-7392 or jzach@transx.com for more information.

Sincerely,

James Zacharias
VP of Revenue Accounting
Transx Ltd.

cc: Keith Creel
President and Chief Operating Officer
Canadian Pacific
Building 1, 7550 Ogden Dale Rd, SE
Calgary, AB
T2C 4X9