

ANNUAL REPORT 1972 CLASS I

134500

KANSAS CITY SOUTHERN RAILWAY CO.

1 OF 4

134500

6416

**Railroad
Annual Report Form A**

(Class I Line haul and Switching and Terminal Companies)

OMB No. 60-R0099

Batch 50

ANNUAL REPORT

OF

**THE KANSAS CITY SOUTHERN RAILWAY
AND CONTROLLED COMPANIES**

CORRECT NAME AND ADDRESS IF DIFFERENT THAN SHOWN.

FULL NAME AND ADDRESS OF REPORTING CARRIER.
(USE MAILING LABEL ON ORIGINAL, COPY IN FULL ON DUPLICATE.)

125000352 KANSAS CITY 1
CHIEF ACCOUNTING OFFICER
KANSAS CITY SOUTHERN RY. CO.
AND CONTROLLED COMPANIES
114 WEST 11TH ST.
KANSAS CITY, MO 64105

134500

FORM-A

INTERSTATE
COMMERCE COMMISSION
RECEIVED

TO THE

APR 2 1973

ADMINISTRATIVE SERVICES
F MAIL BRANCH

INTERSTATE COMMERCE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 1972

352

ANNUAL REPORT

OF

THE KANSAS CITY SOUTHERN RAILWAY AND CONTROLLED COMPANIES

THE KANSAS CITY SOUTHERN RAILWAY COMPANY
THE MAYWOOD AND SUGAR CREEK RAILWAY COMPANY
NECHES BRIDGE COMPANY

LOUISIANA & ARKANSAS RAILWAY COMPANY
THE ARKANSAS WESTERN RAILWAY COMPANY
FORT SMITH AND VAN BUREN RAILWAY COMPANY

TO THE

INTERSTATE COMMERCE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 1972

Name, official title, telephone number, and office address of officer in charge of correspondence with the Commission regarding this report:

(Name) T. A. Giltner (Title) Vice President and Comptroller

(Telephone number) 816 842-0077
(Area code) (Telephone number)

(Office address) 114 West 11th Street, Kansas City, Missouri 64105
(Street and number, city, State, and ZIP code)

SPECIAL NOTICE

The attention of the respondent is directed below to certain particulars, if any, in which this report form differs from the corresponding form for the preceding year. It should be understood that mention is not made of necessary substitutions of dates or, in general, such other things as simple modifications intended to make requirements clearer, other minor adjustments, and typographical corrections.

All pages of this report form have been renumbered in sequence. See revised Index on pages 131 and 132.

Page 4: Schedule 104, Relationship of Respondent with Affiliated Companies

Schedule 104A, Companies Controlled by Respondent

5: Schedule 104B, Companies Indirectly Controlled by Respondent

Schedule 104C, Companies Under Common Control with Respondent

6: Schedule 104D, Companies Controlling Respondent

These schedules revise and amend former Schedules 104A and 104B, to reflect relationship of affiliated companies.

Pages 10 and 11: Schedules 200A and 200L, Comparative General Balance Sheet - Assets, and Liabilities and Shareholders' Equity

Columns for reporting opening balances data have been moved to right side of respective schedules.

Pages 12 and 13: Comparative General Balance Sheet - Explanatory Notes

The Explanatory Notes have been revised to reflect affiliated company transactions and the Revenue Act of 1971.

Page 41: Schedule 211-I, Unit Cost of Equipment Installed During the Year

Instructions have been amended to require reporting of TOFC/COFC equipment.

Page 83: Schedule 351, Reconciliation of Reported Net Income with Taxable Income for Federal Income Taxes

This is a new schedule provided to show a reconciliation of Federal tax net income with net income reported in Schedule 300.

Page 84: Schedule 352, Computation of Federal Income Taxes

This is a new schedule principally requiring the breakdown of taxes paid on ordinary income and those paid on capital gains.

Page 85: Schedule 353, Consolidated Federal Income Tax Information

This is a new schedule to disclose income and tax liability information with respect to carrier and noncarrier affiliates.

Page 93: Schedule 397, Statement of Changes in Financial Position

This is a new schedule provided for reporting the source and application of funds during the year.

Pages 100-105: Schedule 417, Inventory of Equipment

Car type codes on pages 102 and 103 revised to reflect changes in AAR car type codes.

Provision has been made for reporting of highway revenue equipment on pages 104 and 105.

Page 120: Schedule 562, Compensation of Officers, Directors, etc.

Minimum dollar amount has been increased to \$40,000 and instructions clarified as to what compensation must be reported.

Page 121: Schedule 563, Payments for Services Rendered by Other Than Employees and Affiliates

Minimum dollar amounts will be increased to \$50,000 and \$100,000, respectively. Instruction 4 modified to require only the total amount paid for other management services.

Pages 122: Schedule 564, Transactions Between Respondent and Companies or Persons Affiliated With Respondent for Services Received or Provided

123: Schedule 565, Other Transactions Between Respondent and Companies or Persons Affiliated With Respondent

124: Schedule 566A, Transactions Between Noncarrier Subsidiaries of Respondent and Other Affiliated Companies or Persons for Services Received or Provided

125: Schedule 566B, Other Transactions Between Noncarrier Subsidiaries of Respondent and Other Affiliated Companies or Persons

These are new schedules provided for reporting transactions among affiliated companies.

Page 127: Schedule 581, Contracts, Agreements, etc.

Instructions revised to exclude through route arrangements for the handling of traffic between the reporting carrier and carrier affiliates.

101. IDENTITY OF RESPONDENT

Answers to the questions asked should be made in full, without reference to data returned on the corresponding page of previous reports. In case any changes of the nature referred to under inquiry 4 or 5 on this page have taken place during the year covered by this report, they should be explained in detail on page 128.

1. Give in full the exact name of the respondent. Use the words "The" and "Company" only when they are parts of the corporate name. Be careful to distinguish between railroad and railway. The corporate name should be given uniformly throughout the report, notably on the cover, on the title page, and in the "Verification" (p. 129). If the report is made by receivers, trustees, a committee of bondholders, or individuals otherwise in possession of the property, state names and facts with precision.

2. If incorporated under a special charter, give date of passage of the act; if under a general law, give date of filing certificate of organization; if a reorganization has been effected, give date of reorganization. If a receivership or other trust, give also date when such receivership or other

possession began. If a partnership, give date of formation and also names in full of present partners.

3. Give specific reference to laws of each State or Territory under which organized, citing chapter and section. Include all grants of corporate powers by the United States, or by Canada or other foreign country; also, all amendments to charter.

4. Give specific reference to special or general laws under which each consolidation or merger or combination of other form was effected, citing chapter and section. Specify Government, State, or Territory under the laws of which each company consolidated or merged or otherwise combined into the present company was organized; give reference to the charters of each and to all amendments of them.

5. State the occasion for the reorganization, whether by reason of foreclosure of mortgage or otherwise, according to the fact. Give date of organization of original corporation and refer to laws under which organized.

1. Exact name of common carrier making this report The Kansas City Southern Railway Company

2. Date of incorporation March 19, 1900

3. Under laws of what Government, State, or Territory organized? If more than one, name all. Give specific reference to each charter or statute and all amendments thereof, effected during the year. If previously effected, show the year(s) of the report(s) setting forth details. If in bankruptcy, give court of jurisdiction and dates of beginning of receivership or trusteeship and of appointment of receivers or trustees.

State of Missouri

Article II Chapter XII Revised Statutes of Missouri 1899

4. If the respondent was formed as the result of a consolidation or merger during the year, name all constituent and all merged companies

No change during 1972

5. If respondent was reorganized during the year, give name of original corporation and state the occasion for the reorganization

No change during 1972

6. State whether or not the respondent during the year conducted any part of its business under a name or names other than that shown in response to inquiry No. 1, above; if so, give full particulars

Not Applicable

7. Class of switching and terminal company
(See section No. 7 on inside of front cover)

NOTES AND REMARKS

THE KANSAS CITY SOUTHERN RAILWAY COMPANY

3

1. Give particulars of the various directors and officers of the respondent at the close of the year.

2. State in column (c) of schedule No. 102 and column (d) of schedule No. 103, the number of voting shares of the respondent, other than directors' qualifying shares, that were beneficially owned, directly or indirectly, by each director or principal general officer at the close of the year. This includes shares owned of record, shares owned through holding companies, trusts or other mediums, and shares owned but held in the names of brokers or other nominees. Insert the word "None" where applicable.

3. In schedule No. 103 give the title, name, and address of the principal general officers having system jurisdiction by departments, as follows: Executive, Legal, Fiscal and Accounting, Purchasing, Operating, and Traffic. If there are receivers, trustees, or committees, who are recognized as in the controlling management of the road or of some department of it, give also their names and titles, and the location of their offices, separately grouped and identified.

4. If the duties of an officer extend to more than one department, or if his duties are not in accordance with the customary acceptance of his given title, state briefly the facts in a footnote.

102. DIRECTORS

Line No.	Name of director (a)	Office address (b)	Date of beginning of term (c)	Date of expiration of term (d)	Number of voting shares actually or beneficially owned (e)	Remarks (f)
1	William N. Deramus III	Kansas City, Mo.	5-9-72	5-7-73	None	
2	J. Pat Beaird	Shreveport, La.	"	"	400	
3	Kirke Couch	" "	"	"	None	
4	Edward M. Douthat	Kansas City, Mo.	"	"	"	
5	L. O. Frith	" "	"	"	"	
6	Raymond Gary	Madill, Okla.	"	"	"	
7	John Hawkinson	Chicago, Ill.	"	"	"	
8	I. O. Hockaday, Jr.	Kansas City, Mo.	"	"	"	
9	George E. Kellogg	" "	"	"	"	
10	Edward T. McNally	Pittsburg, Kansas	"	"	"	
11	Edwin Moore	Shreveport, La.	"	"	"	
12	Harold L. Oppenheimer	Kansas City, Mo.	"	"	"	
13	William H. Saunders, Jr.	New Orleans, La.	"	"	"	
14	5 Vacancies					
15						
16						
17						
18						
19						
20						

21. Give the names and titles of all officers of the Board of Directors in control of the respondent at the close of the year:

Chairman of board William N. Deramus III Secretary (or clerk) of board George E. Kellogg

22. Name the members of the executive committee of the Board of Directors of the respondent at the close of the year (naming first the chairman), and state briefly the powers and duties of that committee: William N. Deramus III (Chairman), Edward M. Douthat, J. Pat Beaird, John Hawkinson, Edward T. McNally 2 vacancies

Exercise same powers as Board of Directors when latter is not in session.

103. PRINCIPAL GENERAL OFFICERS OF CORPORATION, RECEIVER, OR TRUSTEE

Line No.	Title of general officer (a)	Department or departments over which jurisdiction is exercised (b)	Name of person holding office at close of year (c)	Number of voting shares actually or beneficially owned (d)	Office address (e)
GENERAL OFFICERS OF CORPORATION					
31	Chairman and				
32	President	Executive	William N. Deramus III	None	Kansas City, Missouri
33	Executive Vice				
34	President	Executive	L. O. Frith	"	" " "
35	Vice President				
36	and Secretary	Executive	George E. Kellogg	"	" " "
37	Vice President and				
38	General Manager	Operating	R. J. Blair	"	" " "
39	Vice President	Personnel	D. E. Farrar	"	" " "
40	Vice President	Traffic	M. F. McClain	"	" " "
41	Vice President	Executive	G. E. Rothenhoefer	"	New York, New York
42	Vice President and				
43	Comptroller	Accounting	T. A. Giltner	"	Kansas City, Missouri
44	General Counsel	Legal	R. E. Zimmerman	"	" " "
45	Treasurer	Treasury	V. C. Pragman	"	" " "
46	Asst. Gen'l Manager	Purchases	T. T. Souter	"	" " "
47					
48					
49					
50					
51					
52					
53					
54					

104. RELATIONSHIP OF RESPONDENT WITH AFFILIATED COMPANIES

Enter below in the appropriate schedule, No. 104A through 104D, the names of all companies, corporate and noncorporate, which are affiliated with the respondent and submit the information requested in each schedule. Control for the purpose of these schedules shall be construed to include sole or jointly held control, whether maintained or exercised through or by reason of the method of or circumstances surrounding organization or operation, through or by common directors, officers, or stockholders a voting trust or trusts, a holding or investment company or companies, or through or by any other direct or indirect means; and to include the power to exercise control. For the purposes of these schedules, forms of control shall include the following (among others):

1. Right through ownership of securities; an agreement of some character or through some other source to name the majority of the board of directors, managers, or trustees of the controlled company.
 2. Right to foreclose a first lien upon all or a major part in value of the tangible property of the controlled company.
 3. Right to secure control in consequence of advances made for construction of the operating property of the controlled company.
- Right to control only in a specific respect the action of the controlled company or a lessee interest in the property of a company is not to be classed as a form of control over the lessor company.

104 A. COMPANIES CONTROLLED BY RESPONDENT

1. Enter in column (a) the names of all companies which are controlled solely or jointly by the respondent. If the respondent obtained control over a company during the year, indicate by footnote the date and manner in which control was established such as exchange of stock, exchange of assets for stock, cash purchase, etc.
2. In column (b) indicate the principal business activity of each company listed in column (a) such as transportation, manufacturing, investments, etc.
3. In column (c) indicate the form of control exercised over companies listed in column (a).
4. In column (d) indicate the extent of the control of the respondent in the controlled company. If control cannot be expressed by percentage of voting stock ownership, explain in detail by footnote.
5. In column (e) enter names of other companies, if any, that jointly control the companies listed in column (a).

Line No.	Name of Company Controlled (a)	Principal Business Activity (b)	Form of Control (c)	Extent of Control (d)	If Jointly Controlled Name Other Parties to the Agreement (e)
1	The Kansas & Missouri Ry. & Term. Co.	Transportation	Stock Ownership	100%	None
2	The Kansas City, S'port & Gulf Term.	Transportation	Stock Ownership	100%	None
3	Kansas City Southern Transport Co.	Transportation	Stock Ownership	100%	None
4	Landa Motor Lines	Transportation	Stock Ownership	100%	None
5	The Maywood & Sugar Creek Ry. Co.	Transportation	Stock Ownership	100%	None
6	Neches Bridge Company	Transportation	Stock Ownership	100%	None
7	Southern Development Company	Real Estate	Stock Ownership	100%	None
8	Tolmak, Inc.	Real Estate	Stock Ownership	100%	None
9	Joplin Union Depot Company	Transportation	Stock Ownership	100%	None
10			Stock Ownership and Management	33 1/3	ATSF - 33 1/3) MKT RR. - 33 1/3)
11	Louisiana, Arkansas & Texas Transportation Company	Transportation	Stock Ownership	100%	None

104 B. COMPANIES INDIRECTLY CONTROLLED BY RESPONDENT

1. Enter in column (a) the names of all companies which are controlled through intermediary companies. If control was obtained during the year, indicate by footnote the date and manner in which control was established such as exchange of stock, exchange of assets for stock, cash purchase, etc.
2. In column (b) indicate the principal business activity of the companies listed in column (a) such as transportation, manufacturing, investments, etc.
3. In column (c) indicate the form of control exercised over companies listed in column (a).
4. In column (d) indicate the extent of the control over companies listed in column (a). If control cannot be expressed by percentage of voting stock ownership, explain in detail by footnote.
5. In column (e) enter the names of intermediate companies through which control is exercised over companies listed in column (a).

Line No.	Name of Company Controlled (a)	Principal Business Activity (b)	Form of Control (c)	Extent of Control (d)	Name of Intermediary Through Which Control Exists (e)
1	Joplin Southern Corporation	Land Development Company	Indirect	51%	Southern Development Company
2					
3					
4					
5					
6					
7					
8					
9					
10					
11					
12					

104 C. COMPANIES UNDER COMMON CONTROL WITH RESPONDENT

1. Enter in column (a) the names of all companies which are controlled by the same interest that control the respondent.
2. In column (b) indicate the principal business activity of the companies listed in column (a) such as transportation, manufacturing, investments, etc.
3. In column (c) indicate the form of control exercised over companies listed in column (a).
4. In column (d) indicate the extent of the control over companies listed in column (a). If control cannot be expressed by percentage of voting stock ownership, explain in detail by footnote.
5. In column (e) enter the name of companies controlling those listed in column (a).

Line No.	Name of Company Controlled (a)	Principal Business Activity (b)	Form of Control (c)	Extent of Control (d)	Name of Controlling Company or Individual (e)
1	The American Coleman Company	Manufacturing	Stock Ownership	100%	Kansas City Southern Industries
2	Data-Sys-Tance, Inc.	Stock Transfer Agent	Stock Ownership	80.1%	Kansas City Southern Industries
3	Fort Smith Enterprises, Inc.	Real Estate	Stock Ownership	100%	Kansas City Southern Industries
4	Alfred Lindgren, Inc.	Construction	Stock Ownership	80%	Kansas City Southern Industries
5	Mid-America Cable TV, Inc.	Community Antenna Sys. (Inactive)	Stock Ownership	100%	Kansas City Southern Industries
6	Mid-America Television Company	Television Stations	Stock Ownership	100%	Kansas City Southern Industries
7	Oliver Advertising, Inc.	Advertising	Stock Ownership	80%	Kansas City Southern Industries
8	Oretta, Inc.	Equipment Leasing (Inactive)	Stock Ownership	100%	Southern Enterprises, Inc.
9	Pabtex, Inc.	Real Estate	Stock Ownership	100%	Kansas City Southern Industries
10	Rice-Carden Corporation	Real Estate	Stock Ownership	100%	Kansas City Southern Industries
11	Shreveport Cable TV Company, Inc.	Community Antenna Sys. (Inactive)	Stock Ownership	100%	Kansas City Southern Industries
12	Southern Enterprises, Inc.	Real Estate	Stock Ownership	100%	Kansas City Southern Industries
13	Systec Data Management, Inc.	Computer Programming	Stock Ownership	100%	Data-Sys-Tance, Inc.
14	Trapp's, Inc.	Florist	Stock Ownership	80%	Kansas City Southern Industries

Continued On Page 6

104 D. COMPANIES CONTROLLING RESPONDENT

1. Enter in column (a) the names of all companies controlling the respondent. Commence with the company which is most remote followed by the company immediately controlled by it. If control over the respondent or control over an intermediary through which respondent is controlled has changed during the year, indicate by footnote the date and manner in which control was established such as exchange of stock, exchange of assets for stock, cash purchase, etc.
2. In column (b) indicate the principal business activity of the companies listed in column (a) such as transportation, manufacturing, investments, etc.
3. In column (c) indicate the form of control exercised by the company immediately controlled by it.
4. In column (d) indicate the extent of control. If control cannot be expressed by percentage of voting stock ownership, explain in detail by footnote.

Line No.	Name of Controlling Company or Individual (a)	Principal Business Activity (b)	Form of Control (c)	Extent of Control (d)
1	Kansas City Southern Industries, Inc.	Holding Company	Stock Ownership	94%
2				
3				
4				
5				
6				
7				
8	Schedule 104 C. Continued from Page 5			
9				
10				
11	Veals, Inc.	Equipment Leasing (Inactive)	Stock Ownership	100%
12	Grasis Fabricating Company	Manufacturing	Stock Ownership	80%
13	Carland, Inc.	Equipment Leasing	Stock Ownership	75%
14	Data-Sys.-Tance Securities Co.	Investments	Stock Ownership	100%
15	Investors Fiduciary Trust Company	Limited Trust Company	Stock Ownership	100%
16	Horndean, LTD.	Insurance Company	Stock Ownership	100%
17	Lindgren-White Construction Co.	Construction	Stock Ownership	60%
18				
19				
20				

108 STOCKHOLDERS REPORTS

1. The respondent is required to send to the Bureau of Accounts, immediately upon preparation, two copies of its latest annual report to stockholders. Check appropriate box:

☐ Two copies are attached to this report.

☒ Two copies will be submitted _____ (date)

☐ No annual report to stockholders is prepared.

FOOTNOTES

THE KANSAS CITY SOUTHERN RAILWAY COMPANY

109. VOTING POWERS AND ELECTIONS

1. State the par value of each share of stock: Common, \$ 50 per share; first preferred, \$ None per share; debenture stock, \$ None per share.
2. State whether or not each share of stock has the right to one vote; if not, give full particulars in a footnote Yes
3. Are voting rights proportional to holdings? Yes If not, state in a footnote the relation between holdings and corresponding voting rights.
4. Are voting rights attached to any securities other than stock? No If so, name in a footnote each security, other than stock, to which voting rights are attached (as of the close of the year), and state in detail the relation between holdings and corresponding voting rights, stating whether voting rights are actual or contingent, and if contingent showing the contingency.
5. Has any class or issue of securities any special privileges in the election of directors, trustees, or managers, or in the determination of corporate action by any method? No If so, describe fully in a footnote each such class or issue and give a succinct statement showing clearly the character and extent of such privileges.
6. Give the date of the latest closing of the stock book prior to the actual filing of this report, and state the purpose of such closing 4-8-72
for purpose of holding annual stockholders meeting
7. State the total voting power of all security holders of the respondent at the date of such closing, if within one year of the date of such filing; if not, state as of the close of the year. 1,400,129 votes, as of December 31, 1972
8. State the total number of stockholders of record, as of the date shown in answer to inquiry No. 7. 276 stockholders.
9. Give the names of the thirty security holders of the respondent who, at the date of the latest closing of the stock book or compilation of list of stockholders of the respondent (if within 1 year prior to the actual filing of this report), had the highest voting powers in the respondent, showing for each his address, the number of votes which he would have had a right to cast on that date had a meeting then been in order, and the classification of the number of votes to which he was entitled, with respect to securities held by him, such securities being classified as common stock, second preferred stock, first preferred stock, and other securities, stating in a footnote the names of such other securities (if any). If any such holder held in trust, give (in a footnote) the particulars of the trust. In the case of voting trust agreements give, as supplemental information on page 13, the names and addresses of the thirty largest holders of the voting trust certificates and the amount of their individual holdings. If the stock book was not closed or the list of stockholders compiled within such year, show such thirty security holders as of the close of the year.

Line No.	Name of security holder	Address of security holder	Number of votes to which security holder was entitled	NUMBER OF VOTES, CLASSIFIED WITH RESPECT TO SECURITIES ON WHICH BASED			Other securities with voting power
				Common	Preferred		
	(a)	(b)	(c)	(d)	Second (e)	First (f)	(g)
1	Kansas City Southern Ind. Inc.	114 W. 11th, KC, Mo.	1308,889	982,776		326,113	
2	Equitable Life Ins. Soc.	1285 Ave. of Amer. NY, NY.	62,500			52,500	
3	Louisiana & Arkansas Ry. Co.	114 W. 11th, KC, Mo.	38,013	31,628		6,385	
4	Sabat & Co.	200 Park Ave., NY, NY.	4,000			4,000	
5	Exbak	Box 1009 GPO Brooklyn, NY	4,000			4,000	
6	Cross & Co.	Packard Bldg. Phila. Pa.	1,680			1,680	
7	Kansas City Southern Ry. Co.	114 W. 11th, KC, Mo.	956	916		40	
8	Steere & Co.	Box 7334, Phila. Pa.	600			600	
9	Agree & Co.	T Lock Box H Chicago, Ill.	600			600	
10	J. C. Thompson	1320 W. Short, Indep. Mo.	577			577	
11	Peavy Wilson Land	Box 1103, Shreveport, La.	500			500	
12	A. T. Kahl	1407 Valentine, KC, Mo.	500			500	
13	H. B. Idleman	30 Rolling Hill Chatman NJ.	467			467	
14	J. Pat Beaird	Com Natl. Bk. Shreveport, La.	400	400			
15	Honigman Bros.	111 Broadway, NY, NY.	400	400			
16	Greater KC Pension Fund	2525 Gillham, KC, Mo.	340			340	
17	R. Mitchell	5900 Mission, Mission, Ka.	330			330	
18	P. Dunn	15 Cliff Rd. Swamscott, Mass.	300			300	
19	N. E. Laffey	25 Mon. - low, Short Hills, NJ.	300			300	
20	Lawrence Home For Aged	Box 929, Lawrence, Mass.	300			300	
21	R. C. Sisson	160 Currey, Sausalito, Calif.	300			300	
22	Merrill Lynch Pierce Fenner	1 Liberty Plaza, NY, NY.	251	251			
23	J. F. Day	Rabbit Hill, New Preston, Conn.	250			250	
24	Hare & Co.	Box 1203, NY, NY.	250			250	
25	E. R. Hook	611 Monrovia, S'port, La.	250			250	
26	E. F. Frith	809 W. 87th, KC, Mo.	240			240	
27	G. E. Rothenhoefer	8713 76th Woodhaven, NY.	230			230	
28	M. M. Smith	120 W. 10th, KC, Mo.	215			215	
29	W. H. Biggs	319 N. 4, St. Louis, Mo.	200			200	
30	W. H. Biggs-Trustee	319 N. 4, St. Louis, Mo.	200			200	

10. State the total number of votes cast at the latest general meeting for the election of directors of the respondent. 1,390,422 votes cast.
11. Give the date of such meeting May 9, 1972
12. Give the place of such meeting Kansas City, Missouri

110. GUARANTIES AND SURETYSHIPS

1. If the respondent was under obligation as guarantor or surety for the performance by any other corporation or other association of any agreement or obligation, show for each such contract of guaranty or suretyship in effect at the close of the year or entered into and expired

during the year, the particulars called for hereunder.

This inquiry does not cover the case of ordinary commercial paper maturing on demand or not later than 2 years after date of issue.

Line No.	Names of all parties principally and primarily liable (a)	Finance Docket number, title, maturity date and concise description of agreement or obligation (b)	Amount of contingent liability (c)	Sole or joint contingent liability (d)
1	Kansas City Terminal Ry. Co.	1st Mortgage Serial Bonds 10-1-48 to		
2		10-1-74, Finance Docket 14637. The		
3		KCS Ry. Co. is guarantor of 1/12th.	28,450,000	Joint
4	City of New Orleans, Louisiana	Jointly and severally liable for		
5		principal and interest for New Orleans		
6		Union Passenger Terminal Revenue Bonds		
7		1-1-48 to 1-1-98, Finance Docket 1592Q	8,347,000	Joint
8				
9	Trailer Train Company	Jointly and severally liable for		
10		certain conditional sale agreements		
11		of Trailer Train Co. maturing		
12		serially. Various ICC recordation		
13		numbers assigned to the conditional		
14		sale agreements.	32,011,244	Joint
15				
16				
17				
18				
19				
20				
21				
22				
23				
24				
25				
26				
27				
28				
29				
30				
31				
32				
33				
34				
35				
36				
37				

2. If any corporation or other association was under obligation as guarantor or surety for the performance by the respondent of any agreement or obligation, show for each such contract of guaranty or suretyship in effect at the close of the year or entered into and expired during the year, the particulars called for hereunder.

This inquiry does not cover the case of ordinary commercial paper maturing on demand or not later than 2 years after date of issue, nor does it include ordinary surety bonds or undertakings on appeals in court proceedings.

Line No.	Finance Docket number, title, maturity date and concise description of agreement or obligation (a)	Names of all guarantors and sureties (b)	Amount of contingent liability of guarantors (c)	Sole or joint contingent liability (d)
41				
42				
43				
44				
45				
46				
47				
48				
49				
50				
51				

200A. COMPARATIVE GENERAL BALANCE SHEET--ASSETS

For instructions covering this schedule, see the text pertaining to General Balance Sheet Accounts in the Uniform System of Accounts for Railroad Companies. The entries in this balance sheet should be consistent with those in the supporting schedules on the pages indicated. The entries in column (c) should be restated to conform with the account-

ing requirements followed in column (b). The entries in the short column (a) should be deducted from those in column (a) in order to obtain corresponding entries for column (b). All contra entries hereunder should be indicated in parenthesis.

Line No.	Account or item (a)	Balance at close of year (b)	Balance at beginning of year (c)
CURRENT ASSETS			
1	(701) Cash	107 735	33 343
2	(702) Temporary cash investments (p. 15)	13 091 583	12 234 841
3	(703) Special deposits (p. 15)	1 393 383	1 067 619
4	(704) Loans and notes receivable (p. 15)		
5	(705) Traffic and car-service balances—Debit		
6	(706) Net balance receivable from agents and conductors	5 338 274	4 337 088
7	(707) Miscellaneous accounts receivable	775 843	1 467 682
8	(708) Interest and dividends receivable	85 054	137 265
9	(709) Accrued accounts receivable (p. 15)	3 921 851	3 648 054
10	(710) Working fund advances	752 711	754 211
11	(711) Prepayments (p. 15)	663 207	885 759
12	(712) Material and supplies	5 556 891	4 072 719
13	(713) Other current assets (p. 15)	48 212	38 386
14	Total current assets	33 735 744	28 676 967
SPECIAL FUNDS			
	(a1) Total book assets at close of year	(a2) Respondent's own losses included in (a1)	
15	(715) Sinking funds (pp. 16 and 17)	11 508	6 068
16	(716) Capital and other reserve funds (pp. 16 and 17)	347 904	199 167
17	(717) Insurance and other funds (pp. 16 and 17)	95 000	95 000
18	Total special funds	454 412	300 235
INVESTMENTS			
19	(721) Investments in affiliated companies (pp. 20-23)	16 069 123	16 357 396
20	(722) Other investments (pp. 20-23)	39 028	47 819
21	(723) Reserve for adjustment of investment in securities—Credit (p. 19, Instruction 9)	(359 874)	(319 874)
22	Total investments (accounts 721, 722 and 723)	15 748 277	16 085 341
PROPERTIES			
23	(731) Road and equipment property (pp. 30-32)	244 661 324	241 650 568
24	Road	119 994 423	
25	Equipment	118 931 258	
26	General expenditures	3 175 119	
27	Other elements of investment		
28	Construction work in progress	2 560 524	
29	(732) Improvements on leased property (pp. 30-32)		
30	Road		
31	Equipment		
32	General expenditures		
33	Total transportation property (accounts 731 and 732)	244 661 324	241 650 568
34	(735) Accrued depreciation—Road and Equipment (pp. 36 and 38)	(45 019 163)	(47 520 593)
35	(736) Amortization of defense projects—Road and Equipment (p. 39)	(563 033)	(571 482)
36	Recorded depreciation and amortization (accounts 735 and 736)	(45 582 201)	(48 092 075)
37	Total transportation property less recorded depreciation and amortization (line 33 less line 36)	199 079 123	193 558 493
38	(737) Miscellaneous physical property (pp. 44 and 45)	5 650 190	8 401 095
39	(738) Accrued depreciation—Miscellaneous physical property (pp. 44 and 45)	(491 290)	(363 758)
40	Miscellaneous physical property less recorded depreciation (account 737 less 738)	5 158 900	8 037 337
41	Total properties less recorded depreciation and amortization (line 37 plus line 40)	204 238 023	201 595 830
OTHER ASSETS AND DEFERRED CHARGES			
42	(741) Other assets (p. 46)	241 471	191 763
43	(742) Unamortized discount on long-term debt	90 940	55 230
44	(743) Other deferred charges (p. 46)	1 816 761	1 672 601
45	Total other assets and deferred charges	2 149 172	1 919 594
46	TOTAL ASSETS	256 325 628	248 577 967

NOTE—See page 12 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

200L. COMPARATIVE GENERAL BALANCE SHEET—LIABILITIES AND SHAREHOLDERS' EQUITY

For instructions covering this schedule, see the text pertaining to General Balance Sheet Accounts in the Uniform System of Accounts for Railroad Companies. The entries in this balance sheet should be consistent with those in the supporting schedules on the pages indicated. The entries in column (c) should be restated to conform with the accounting requirements followed

in column (b). The entries in short column (a1) should reflect total book liability at close of year. The entries in the short column (a2) should be deducted from those in column (a1) in order to obtain corresponding entries for column (b). All contra entries hereunder should be indicated in parenthesis.

Line No.	Account or Item (a)	Balance at close of year (b)	Balance at beginning of year (c)
CURRENT LIABILITIES			
47	(751) Loans and notes payable (p. 55)	2 055 641	543 131
48	(752) Traffic and car-service balances—Credit	2 151 229	1 352 351
49	(753) Audited accounts and wages payable	1 064 228	772 946
50	(754) Miscellaneous accounts payable	334 127	36 980
51	(755) Interest matured unpaid	1 032 313	1 030 324
52	(756) Dividends matured unpaid	1 261 172	1 139 810
53	(757) Unmatured interest accrued	206 807	206 807
54	(758) Unmatured dividends declared	6 283 206	6 574 713
55	(759) Accrued accounts payable (p. 55)	394 149	1 268 412
56	(760) Federal income taxes accrued (p. 56)	1 351 780	1 287 648
57	(761) Other taxes accrued (p. 56)	5 773 024	5 294 075
58	(763) Other current liabilities (p. 55)		
59	Total current liabilities (exclusive of long-term debt due within one year)	21 907 676	19 507 197
LONG-TERM DEBT DUE WITHIN ONE YEAR			
60	(764) Equipment obligations and other debt (pp. 48-51) (a1) Total issued (a2) Held by or for respondent	6 700 270 None	6 128 457
LONG-TERM DEBT DUE AFTER ONE YEAR			
61	(765) Funded debt unmatured (a1) Total issued (a2) Held by or for respondent	36 785 000 None	37 648 000
62	(766) Equipment obligations (pp. 48-51)	44 455 739 None	40 330 990
63	(767) Receivers' and Trustees' securities		
64	(768) Debt in default		
65	(769) Amounts payable to affiliated companies (p. 54)		
66	Total long-term debt due after one year	81 240 739	77 978 990
RESERVES			
67	(771) Pension and welfare reserves (p. 57)		
68	(772) Insurance reserves (p. 57)		
69	(774) Casualty and other reserves (p. 57)	2 290 939	1 319 697
70	Total reserves	2 290 939	1 319 697
OTHER LIABILITIES AND DEFERRED CREDITS			
71	(781) Interest in default (p. 50)		
72	(782) Other liabilities (p. 57)	412 951	407 974
73	(783) Unamortized premium on long-term debt	152 823	169 211
74	(784) Other deferred credits (p. 57)	757 562	3 277 417
75	(785) Accrued depreciation—Leased property (p. 37)		
76	Total other liabilities and deferred credits	1 323 336	3 854 602
SHAREHOLDERS' EQUITY			
<i>Capital stock (Par or stated value)</i>			
77	(791) Capital stock issued—Total (a1) Total issued (a2) Held by or for company	57 000 000 1 465 635	55 534 365
78	Common stock (p. 59)	36 000 000 1 146 385	34 853 615
79	Preferred stock (p. 59)	21 000 000 319 250	20 680 750
80	(792) Stock liability for conversion (p. 60)		
81	(793) Discount on capital stock		
82	Total capital stock	55 534 365	55 534 365
<i>Capital surplus</i>			
83	(794) Premiums and assessments on capital stock (p. 61)		
84	(795) Paid-in surplus (p. 61)	267 210	267 210
85	(796) Other capital surplus (p. 61)	5 254 443	5 196 598
86	Total capital surplus	5 521 653	5 463 808
<i>Retained income</i>			
87	(797) Retained income—Appropriated (p. 61)	600 000	600 000
88	(798) Retained income—Unappropriated (p. 68)	81 206 650	78 190 351
89	Total retained income	81 806 650	78 790 351
90	Total shareholders' equity	142 862 668	139 789 024
91	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	256 325 628	248 577 967

NOTE—See page 12 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

200. COMPARATIVE GENERAL BALANCE SHEET-EXPLANATORY NOTES

The notes listed below are provided for the purpose of disclosing supplementary information concerning matters which have an important effect on the financial condition of the carrier. The carrier shall give the particulars called for herein and where there is nothing to report, insert the word "none"; and in addition thereto shall enter in separate notes with suitable particulars other matters involving material amounts of the character commonly disclosed in financial statements under generally accepted accounting and reporting principles, except as shown in other schedules. This includes explanatory statements explaining (1) service interruption insurance policies and indicate the amount of indemnity to which respondent will be entitled for work stoppage losses and the maximum amount of additional premium respondent may be obligated to pay in the event such losses are sustained by other railroads; (2) particulars concerning obligations for stock purchase options granted to officers and employees; and (3) what entries have been made for net income or retained income restricted under provisions of mortgages and other arrangements.

1. Show hereunder the estimated accumulated tax reductions realized during current and prior years under section 168 (formerly section 124-A) and under section 167 of the Internal Revenue Code because of accelerated amortization of emergency facilities and accelerated depreciation of other facilities and also depreciation deductions resulting from the use of the new guideline lives, since December 31, 1961, pursuant to Revenue Procedure 62-21 in excess of recorded depreciation. The amount to be shown in each case is the net accumulated reductions in taxes realized less subsequent increases in taxes due to expired or lower allowances for amortization or depreciation as a consequence of accelerated allowances in earlier years. Also, show the estimated accumulated net income tax reduction realized since December 31, 1961, because of the investment tax credit authorized in the Revenue Act of 1962. In the event provision has been made in the accounts through appropriations of surplus or otherwise for the contingency of increase in future tax payments, the amounts thereof and the accounting performed should be shown.

(a) Estimated accumulated net reduction in Federal income taxes since December 31, 1949, because of accelerated amortization of emergency facilities in excess of recorded depreciation under section 168 (formerly section 124-A) of the Internal Revenue Code ----- \$ 7,912,000

(b) Estimated accumulated savings in Federal income taxes resulting from computing book depreciation under Commission rules and computing tax depreciation using the items listed below ----- \$ 24,647,000

— Accelerated depreciation since December 31, 1953, under section 167 of the Internal Revenue Code.

— Guideline lives since December 31, 1961, pursuant to Revenue Procedure 62-21.

— Guideline lives under Class Life System (Asset Depreciation Range) since December 31, 1970, as provided in the Revenue Act of 1971.

(c)(i) Estimated accumulated net income tax reduction utilized since December 31, 1961, because of the investment tax credit authorized in the Revenue Act of 1962, as amended ----- \$ 9,926,000

(ii) If carrier elected, as provided in the Revenue Act of 1971, to account for the investment tax credit under the deferral method, indicate the total deferred investment tax credit in account 784, other deferred credits, at beginning of year ----- \$

Add investment tax credits applied to reduction of current year's tax liability but deferred for accounting purposes ----- \$

Deduct deferred portion of prior year's investment tax credit used to reduce current year's tax accrual ----- \$

Other adjustments (indicate nature such as recapture on early disposition) ----- \$

Total deferred investment tax credit in account 784 at close of year ----- \$

(d) Estimated accumulated net reduction in Federal income taxes because of accelerated amortization of certain rolling stock since December 31, 1969, under provisions of Section 184 of the Internal Revenue Code ----- \$ 3,127,000

(e) Estimated accumulated net reduction in Federal income taxes because of amortization of certain rights-of-way investments since December 31, 1969, under the provisions of Section 185 of the Internal Revenue Code ----- \$ 21,000

2. Amount of accrued contingent interest on funded debt recorded in the balance sheet:

Description of obligation	Year accrued	Account No.	Amount
_____	_____	_____	\$ _____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	\$ None

3. As a result of dispute concerning the recent increase in per diem rates for use of freight cars interchanged, settlement of disputed amounts has been deferred awaiting final disposition of the matter. The amounts in dispute for which settlement has been deferred are as follows:

Item	As recorded on books		Amount not recorded
	Amount in dispute	Account Nos. Debit Credit	
Per diem receivable-----	\$ _____	_____	\$ None
Per diem payable-----	_____	_____	None
Net amount-----	\$ _____	XXXXXXXXXXXXXXXXXXXX XXXXXXXXXXXXXXXX	\$ None

Continued on following page

200. COMPARATIVE GENERAL BALANCE SHEET-EXPLANATORY NOTES--Continued

4. Amount (estimated, if necessary) of net income or retained income which has to be provided for capital expenditures, and for sinking and other funds pursuant to provisions of reorganization plans, mortgages, deeds of trust, or other contracts-----\$ 600,000

5. Estimated amount of future earnings which can be realized before paying Federal income taxes because of unused and available net operating loss carryover on January 1 of the year following that for which the report is made-----\$ None

6. (a) Explain the procedure in accounting for pension funds and recording in the accounts the current and past service pension costs, indicating whether or not consistent with the prior year-----
None

(b) State amount, if any, representing the excess of the actuarially computed value of vested benefits over the total of the pension fund, \$---None

(c) Is any part of pension plan funded? Specify. Yes----- No--X-----

(i) If funding is by insurance, give name of insuring company-----None

(ii) If funding is by trust agreement, list trustee(s)-----None

Date of trust agreement or latest amendment-----

If respondent is affiliated in any way with the trustee(s), explain affiliation-----

(d) List affiliated companies which are included in the pension plan funding agreement and describe basis for allocating charges under the agreement-----None

(e)(i) Is any part of the pension plan fund invested in stock or other securities of the respondent or any of its affiliates? Specify.
Yes----- No--X-----

If yes, give number of the shares for each class of stock or other security-----

(ii) Are voting rights attached to any securities held by the pension plan? Specify. Yes----- No--X----- If yes, who determines how stock is voted?-----

NOTE: Respondent carried a service interruption policy with the Imperial Insurance Co., Limited, under which it will be entitled to indemnity for certain work stoppage losses. In the event such losses are sustained by other railroads holding similar policies, respondent may be obligated to pay additional premiums.

NOTES AND REMARKS

201. ITEMS IN SELECTED CURRENT ASSET ACCOUNTS

Give brief description for each item or class of items of like description in accounts Nos. 702, "Temporary cash investments"; 703, "Special deposits"; 704, "Loans and notes receivable"; 709, "Accrued accounts receivable"; 711, "Prepayments"; and 713, "Other current assets," at the close of the year. Show description of the temporary cash investments, the names of depositaries for the special deposits, the character of loans and notes, with name of debtor (or class of debtors), dates of issue and maturity, and appropriate description for each class of accrued accounts receivable and for the other current assets. Show each item (or

the aggregate of a class of items of like description) amounting to \$100,000 or more. Each item or class of items of like description amounting to less than \$100,000 may be combined into a single entry designated "Other items, each less than \$100,000." The entries for each account shall be listed and the account number and the total for each account shall be shown corresponding to the amounts in schedule 200A. In case the character of any item is not fully disclosed by the entries in the columns hereunder, make a full explanation in a footnote.

Line No.	Account No. (a)	Item (b)	Amount (c)
1	702	<u>Temporary Cash Investments</u>	
		Due	
2		Johnson City, Tennessee Revenue Bonds 1976-77-78	225 000
3		Chemical Bank - Certificate - KCS 2-3-73	2 900 000
4		Chemical Bank - Certificate - L&A 3-73	1 176 073
5		Hibernia National Bank Certificate - L&A 2-73	2 196 997
6		City National Bank and Trust - Certificate - KCS 2-73	100 000
7		City National Bank and Trust - Certificate - L&A 2-73	100 000
8		Ford Motor Credit Co. - Notes - KCS 1-73	1 250 000
9		Ford Motor Credit Co. - Notes - L&A 1-73	500 000
10		G.M.A.C. - Notes - KCS 1-73	750 000
11		G.M.A.C. - Notes - L&A 1-73	1 000 000
12		C.I.T. - Notes - KCS 1-73	500 000
13		C.I.T. - Notes - L&A 1-73	200 000
14		Sears Roebuck Accept. Corp. - Notes - KCS 1-73	1 350 000
15		Sears Roebuck Accept. Corp. - Notes - L&A 1-73	500 000
16		United Tele Comm. - Notes - KCS 1-73	98 513
17		First National Bank - Certificate - AW 3-73	245 000
18		Total Account 702	13 091 583
19	703	<u>Special Deposits</u>	
20		Deposits for funded debt payments	328 942
21		Deposits for dividend	1 063 941
22		Deposits for insurance premiums	500
23		Total Account 703	1 393 383
24	704	<u>Loans and Notes Receivable</u>	None
25	709	<u>Accrued Accounts Receivable</u>	
26		Freight Transportation due from others	79 167
27		Unreported freight revenue in transit	2 598 086
28		Estimate car repair bills receivable	202 953
29		Estimate rack rental due from Trailer Train	175 000
30		Estimate due from Texas Northern Railway Company	50 000
31		Estimate due from Missouri Pacific Ry. Co. for maintenance and operation tracks DeQuincy, La. to Beaumont, Texas	149 120
32		Estimate joint facility expense with other railroads	142 408
33		Other items, each less than \$100,000	525 117
34		Total Account 709	3 921 851
35	711	<u>Prepayments Rents</u>	
36		Prepaid insurance premiums	283 437
37		Prepaid rental, Conestoga Co., Microwave	153 614
38		Prepaid rental, Carland, Inc.	154 656
39		Other items, each less than \$100,000	71 500
40		Total Account 711	663 207
41	713	<u>Other Current Assets</u>	
42		Other items, each less than \$100,000	48 212

KANSAS CITY SOUTHERN LINES CONSOLIDATED

204. SINKING, CAPITAL, INSURANCE, AND OTHER RESERVE FUNDS

Give the particulars called for with respect to reserve funds included in accounts Nos. 715, "Sinking funds"; 716, "Capital and other reserve funds"; and 717, "Insurance and other funds."

In column (b) give the name by which the fund is designated in the respondent's records; the kind of fund, such as sinking, capital, property

insurance, pension, and relief; the rate of interest (if any); and the date of maturity.

Insert totals separately for each account. Such totals of columns (g) and (j) should be the same as those stated in short columns (b₁) and (b₂), respectively, in the comparative general balance sheet statement. Entries in column (g) should be the sums of corresponding entries in

Line No.	Account No.	Name, kind, and purpose of fund	Name of trustee or depository	Balance at beginning of year—Book value	
	(a)	(b)	(c)	(d)	
1	715	<u>Sinking Funds</u>			
2					
3		First Mortgage Series C	Chemical Bank, New York	6	068
4					
5		First Mortgage Series A 12/1/54	Bankers Trust, New York		
6			Total Account 705	6	068
7	716	<u>Capital and Other Reserve Funds</u>			
8					
9		Chemical Bank - Trustee KCS Ry.			
10		Mortgaged Property Sold	Chemical Bank, New York	143	851
11					
12		Voting Trust Certificates			
13		Preferred Stock	Chemical Bank, New York	2	000
14					
15		Voting Trust Certificates			
16		Common Stock	Chemical Bank, New York	3	987
17					
18		Manufacturers Natl. Bank - Agent			
19		Destroyed Cars	Manufacturers Natl. - Detroit	24	062
20					
21		Chemical Bank - Agent - KCS			
22		Destroyed Cars	Chemical Bank, New York	24	312
23					
24		Chemical Bank - Purchase Agent			
25		1-1-72 - 20 Locos.	Chemical Bank, New York		
26		11-1-72 - 10 Locos.	Chemical Bank, New York		
27					
28		Chemical Bank - Agent - L&A			
29		Destroyed Cars	Chemical Bank, New York		955
30					
31			Total Account 716	199	167
32					
33	717	<u>Insurance and Other Funds</u>			
34					
35		Deposit under Service	Barclay's Bank D.C.O.		
36		Interruption Policy	Nassau, Bahamas	95	000
37					
38					
39					
40					
41					
42					
43					
44					
45					
46					
47					
48					
49					
50					
51					
52					
53					
54					
55					
56					
57					
58					
59					
60					
61					
62					
63					
64					
65					
66					
67					
68					
69					
70					
71					
72					
73					
74					
75					
76					
77					
78					
79					
80					
81					
82					
83					
84					
85					
86					
87					
88					
89					
90					
91					
92					
93					
94					
95					
96					
97					
98					
99					
100					
101					
102					
103					
104					
105					
106					
107					
108					
109					
110					
111					
112					
113					
114					
115					
116					
117					
118					
119					
120					
121					
122					
123					
124					
125					
126					
127					
128					
129					
130					
131					
132					
133					
134					
135					
136					
137					
138					
139					
140					
141					
142					
143					
144					
145					
146					
147					
148					
149					
150					
151					
152					
153					
154					
155					
156					
157					
158					
159					
160					
161					
162					
163					
164					
165					
166					
167					
168					
169					
170					
171					
172					
173					
174					
175					
176					
177					
178					
179					
180					
181					
182					
183					
184					
185					
186					
187					
188					
189					
190					
191					
192					
193					
194					
195					
196					
197					
198					
199					
200					
201					
202					
203					
204					
205					
206					
207					
208					
209					
210					
211					
212					
213					
214					
215					
216					
217					
218					
219					
220					
221					
222					
223					
224					
225					
226					
227					
228					
229					
230					
231					
232					
233					
234					
235					
236					
237					
238					
239					
240					
241					
242					
243					
244					
245					
246					
247					
248					
249					
250					
251					
252					
253					
254					
255					
256					
257					
258					
259					
260					
261					
262					
263					
264					
265					
266					
267					
268					
269					
270					
271					
272					
273					
274					
275					
276					
277					
278					
279					
280					
281					
282					
283					
284					
285					
286					
287					
288					
289					
290					
291					
292					
293					
294					
295					
296					
297					
298					
299					
300					
301					
302					
303					
304					
305					
306					
307					
308					
309					
310					
311					

204. SINKING, CAPITAL, INSURANCE, AND OTHER RESERVE FUNDS—Concluded

columns (d) and (e), less those shown in column (f), and the sum of entries in columns (h), (j), and (i) should equal those in column (g).

All conversions of cash into securities, or vice versa, shall be treated as withdrawals from the fund in column (f) and as additions to the fund in column (e).

Funds representing net credit balances of earmarked incentive per diem

should be reported separately for each year. The amount of income earned on these funds should be reported in footnote to this schedule.¹ Wholly owned Canadian subsidiary lines should subdivide the earmarked funds between monies received from Canadian parent companies as a result of incentive charges and the carrier's own credit balances.

Additions during the year—Book value			Withdrawals during the year—Book value			Balance at close of year—Book value			ASSETS IN FUNDS AT CLOSE OF YEAR												Line No.
									Cash	SECURITIES ISSUED OR ASSUMED BY RESPONDENT				OTHER SECURITIES AND INVESTED ASSETS							
										Par value		Book value		Par value		Book value					
(e)			(f)			(g)			(h)			(i)		(j)		(k)		(l)			
\$			\$			\$			\$			\$			\$			\$			
	600	000		599	560		6	508		6	508										1
								5 000									5 000		5 000		2
	600	000		599	560		11	508		6	508						5 000		5 000		3
																					4
																					5
																					6
																					7
																					8
	366	708		366	712		143	847		143	847										9
																					10
								2 000			2 000										11
																					12
								3 987			3 987										13
																					14
	38	234					62	296									62	296	62	296	15
																					16
	1	136 512		1	034 182		126	642			872						128	000	125	770	17
																					18
	5	175 000		5	175 000																19
	3	450 000		3	441 823		8	177			8 177										20
																					21
								955			955										22
																					23
	10	166 454		10	017 717		347	904		159	838						190	296	188	066	24
																					25
																					26
								95 000									95	000	95	000	27
																					28
																					29
																					30
																					31
																					32
																					33
																					34
																					35
																					36
																					37
																					38
																					39
																					40
																					41
																					42
																					43
																					44
																					45
																					46
																					47
																					48
																					49
																					50
																					51
																					52

GENERAL INSTRUCTIONS CONCERNING RETURNS IN SCHEDULES 205 AND 206

1. Schedules 205 and 206 should give particulars of stocks, bonds, other secured obligations, unsecured notes, and investment advances of affiliated and nonaffiliated companies held by respondent at close of year specifically as investments including obligations of the United States, of a State or local government, or of an individual, so held; investments made, disposed of, or written down during the year; and dividends and interest credited to income. They should exclude securities issued or assumed by respondent. For definition of affiliated companies, see the rules governing account No. 721, "Investments in affiliated companies," in the Uniform System of Accounts for Railroad Companies.

2. These investments should be subdivided to show the par value pledged, unpledged, and held in fund accounts. Under "pledged" include the par value of securities recorded in accounts Nos. 721, "Investments in affiliated companies," and 722, "Other investments," which are deposited with some pledgee or other trustee, or held subject to the lien of a chattel mortgage, or subject to any other restriction or condition which makes them unavailable for general corporate purposes. "Unpledged" should include all securities held by or for the respondent free from any lien or restriction, recorded in the accounts mentioned above. Under "In sinking, insurance, and other funds" include the par value of securities recorded in accounts Nos. 715, "Sinking funds"; 716, "Capital and other reserve funds"; and 717, "Insurance and other funds."

3. List the investments in the following order and show a total for each group and each class of investments by accounts in numerical order:

(A) Stocks:

- (1) Carriers—active.
- (2) Carriers—inactive.
- (3) Noncarriers—active.
- (4) Noncarriers—inactive.

(B) Bonds (including U. S. Government Bonds):

(C) Other secured obligations:

(D) Unsecured notes:

(E) Investment advances:

4. The subclassification of classes (B), (C), (D), and (E) should be the same as that provided for class (A).

5. The kinds of industry represented by respondent's investments in the securities of other companies should be shown by symbol opposite the names of the issuing corporations, the symbols and industrial classifications to be as follows:

Symbol	Kind of industry
I	Agriculture, forestry, and fisheries.
II	Mining.
III	Construction.
IV	Manufacturing.
V	Wholesale and retail trade.
VI	Finance, insurance, and real estate.
VII	Transportation, communications, and other public utilities.
VIII	Services.
IX	Government.
X	All other.

6. By carriers, as the term is here used, is meant companies owning or operating railroads, facilities auxiliary thereto such as bridges, ferries, union depots, and other terminal facilities, sleeping cars, parlor cars, dining cars, freight cars, express service and facilities, electric railways, highway motor vehicles, steamboats and other marine transportation equipment, pipe lines (other than those for transportation of water), and other instrumentalities devoted to the transportation of persons or property for hire. Telegraph and telephone companies are not meant to be included.

7. Noncarrier companies should, for the purposes of these schedules, include telephone companies, telegraph companies, mining companies, manufacturing companies, hotel companies, etc. Purely "holding companies" are to be classed as noncarrier companies, even though the securities held by such companies are largely or entirely those issued or assumed by carriers.

8. By an active corporation is meant one which maintains an organization for operating property or administering its financial affairs. An inactive corporation is one which has been practically absorbed in a controlling corporation, and which neither operates property nor administers its financial affairs; if it maintains an organization it does so only for the purpose of complying with legal requirements and maintaining title to property or franchises.

9. Any balance in account 723, Reserve for adjustment of investment in securities - Credit, shall be disclosed by footnote to the securities against which such reserves were established.

205. INVESTMENTS IN AFFILIATED COMPANIES

1. Give particulars of investments in stocks, bonds, other secured obligations, unsecured notes, and investment advances of companies affiliated with respondent, included in accounts Nos. 715, "Sinking funds"; 716, "Capital and other reserve funds"; 721, "Investments in affiliated companies"; and 717, "Insurance and other funds."

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 19, classifying the investments by means of letters, figures, and symbols in columns (a), (b), and (c).

3. Indicate by means of an arbitrary mark in column (d) the obligation in support of which any security is pledged, mortgaged, or otherwise

encumbered, giving names and other important particulars of such obligations in footnotes.

4. Give totals for each class and for each subclass and a grand total for each account.

5. Entries in column (d) should show date of maturity of bonds and other evidences of indebtedness. In case obligations of the same designation mature serially, the date in column (d) may be reported as "Serially 19..... to 19....." In making entries in this column, abbreviations in common use in standard financial publications may be used where necessary on account of limited space.

Line No.	Account No.	Class No.	Kind of industry	Name of issuing company and description of security held; also lien reference if any	Extent of control	INVESTMENTS AT CLOSE OF YEAR							
						PAR VALUE OF AMOUNT HELD AT CLOSE OF YEAR							
						Pledged	Unpledged	In sinking, insurance, and other funds	Total par value				
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)				
1	721			Investments In Affiliated Companies	%	\$	\$	\$	\$				
2				Capital Stock									
3				The K.C., Shreveport and G.T. Co.	100	150 000				150 000			
4	A-1	VII		K. C. Terminal Ry. Co.	8-1/3	183 333				183 333			
5				Joplin Union Depot Co.	33-1/3	13 333				13 333			
6				The K&M Railway and Terminal Co.	100	(8,000 Shs)				(8,000 Shs)			
7				K.C.S. Transport Co., Inc.	100	5 000				5 000			
8				The Pullman Co.	(Negligible)		(830 Shs)			(830 Shs)			
9				Trailer Train Co.	2.9		500			500			
10				Louisiana, Ark. & Tex. Trpn. Co.	100		(1,000 Shs)			(1,000 Shs)			
11				Landa Motor Lines	100		20 000			20 000			
12				Total Class A-1 VII		351 666	20 500			372 166			
13													
14	A-3	VI		Tolmak, Inc.	100		(20,000 Shs)			(20,000 Shs)			
15				Southern Development Co.	100		10 000			10 000			
16	X			Kansas City Sou. Ind. - Preferred	2.6		1 200 000			1 200 000			
17				Total Class A-3			1 210 000			1 210 000			
18				Total Class A		351 666	1 230 500			1 582 166			
19													
20				Bonds									
21	B-1	VII		The K.C., Shreveport and G.T. Co.	100	150 000				150 000			
22				Notes									
23	A-1	VII		Trailer Train Co.	(Negligible)		154 000			154 000			
24	D-1	VII		Railway Express Agency	(Negligible)		86 747			86 747			
25	D-3	X		Alfred Lindgren, Inc.									
26				Total Notes			240 747			240 747			
27													
28				Investment Advances									
29	E-1	VII		The K.C., Shreveport and G.T. Co.	100								
30				K. C. Terminal Ry. Co.	8-1/3								
31				Joplin Union Depot Co.	33-1/3								
32				K.C.S. Transport Co., Inc.	100								
33				Landa Motor Lines	100								
34				Louisiana, Ark. & Tex. Trpn. Co.	100								
35				Total Class E-1									
36													
37	E-3	VI		Southern Development Co.	100								
38				Tolmak, Inc.	100								
39				Total Class E-3									
40				Total Class E									
41													
42				Total Account 721		501 666	1 471 247			1 972 913			
43													
44													
45													
46													
47													
48													
49													

305. INVESTMENTS IN AFFILIATED COMPANIES—Continued

6. If any of the companies included in this schedule are controlled by respondent, the percent of control should be given in column (e). In case any company listed is controlled other than through actual ownership of securities, give particulars in a footnote. In cases of joint control, give names of other parties and particulars of control.

7. For nonpar stock, show the number of shares in lieu of the par value in columns (f), (g), (h), (i), (k), and (m).

8. In reporting advances, columns (f), (g), (h), (i), (k), and (m) should be left blank. If any advances are pledged, give particulars in a footnote.

9. Particulars of investments made, disposed of, or written down during

the year should be given in columns (k) to (o), inclusive. If the cost of any investment made during the year differs from the book value reported in column (f), explain the matter in a footnote. By "cost" is meant the consideration given minus accrued interest or dividends included therein. If the consideration given or received for such investments was other than cash, describe the transaction in a footnote. Identify all entries in column (n), which represent a reduction in the book value of securities by symbol and give full explanation in a footnote in each case.

10. This schedule should not include securities issued or assumed by respondent.

INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR						INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR									DIVIDENDS OR INTEREST DURING YEAR				Line No.
Total book value			Par value			Book value			Par value			Book value			Selling price			Rate	Amount credited to income			
(j)			(k)			(l)			(m)			(n)			(o)			(p)	(q)			
\$			\$			\$			\$			\$			\$			%	\$			
																						1
																						2
																						3
																						4
																						5
																						6
																						7
																						8
																						9
																						10
																						11
																						12
																						13
																						14
																						15
																						16
																						17
																						18
																						19
																						20
																						21
																						22
																						23
																						24
																						25
																						26
																						27
																						28
																						29
																						30
																						31
																						32
																						33
																						34
																						35
																						36
																						37
																						38
																						39
																						40
																						41
																						42
																						43
																						44
																						45
																						46
																						47
																						48
																						49

KANSAS CITY SOUTHERN LINES CONSOLIDATED

205. INVESTMENTS IN AFFILIATED COMPANIES—Continued

Line No.	Account No.	Class No.	Kind of industry	Name of issuing company and description of security held; also lien reference, if any	Extent of control	INVESTMENTS AT CLOSE OF YEAR									
						FAIR VALUE OF AMOUNT HELD AT CLOSE OF YEAR									
						Fidged		Unpledged		In sinking, insurance, and other funds		Total per value			
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)	(m)	(n)	(o)	(p)
80					%	\$		\$		\$		\$		\$	
81															
82															
83															
84															
85															
86															
87															
88															
89															
90															
91															
92															
93															
94															
95															
96															
97															
98															
99															
100															
101															
102															
103															
104															
105															
106															
107															

Completed on Pages 20 and 21

205. INVESTMENTS IN AFFILIATED COMPANIES—Concluded

INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR						INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR												DIVIDENDS OR INTEREST DURING YEAR				Line No.
Total book value			Par value			Book value			Par value			Book value			Selling price			Rate	Amount credited to income						
(j)			(k)			(l)			(m)			(n)			(o)			(p)	(q)						
\$			\$			\$			\$			\$			\$			%	\$						
																						80			
																						81			
																						82			
																						83			
																						84			
																						85			
																						86			
																						87			
																						88			
																						89			
																						90			
																						91			
																						92			
																						93			
																						94			
																						95			
																						96			
																						97			
																						98			
																						99			
																						100			
																						101			
																						102			
																						103			
																						104			
																						105			
																						106			
																						107			

Completed on Pages 20 and 21

KANSAS CITY SOUTHERN LINES CONSOLIDATED

206. OTHER INVESTMENTS

1. Give particulars of investments in stocks, bonds, other secured obligations, unsecured notes, and investment advances of others than affiliated companies, included in accounts Nos. 715, "Sinking funds"; 716, "Capital and other reserve funds"; 722, "Other investments"; and 717, "Insurance and other funds."

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 19, classifying the investments by means of letters, figures, and symbols in columns (a), (b), and (c). Investment in U. S. Treasury obligations may be reported as one item.

3. Indicate by means of an arbitrary mark in column (d) the obligation in support of which any security is pledged, mortgaged, or otherwise encumbered, giving names and other important particulars of such obligations in footnotes.

4. Give totals for each class and for each subclass and a grand total for each account.

5. Entries in column (d) should show date of maturity of bonds and other evidences of indebtedness. In case obligations of the same designation mature serially, the date in column (d) may be reported as "Serially 19..... to 19....." In making entries in this column, abbreviations

Line No.	Account No.	Class No.	Kind of Industry	Name of issuing company or government and description of security held; also lien reference, if any	INVESTMENTS AT CLOSE OF YEAR			
					PAR VALUE OF AMOUNT HELD AT CLOSE OF YEAR			
					Pledged (e)	Unpledged (f)	In sinking, insurance, and other funds (g)	Total par value (h)
(a)	(b)	(c)	(d)					
1	715			<u>Sinking Funds</u>				
2				Series C 1st Mtg., Cash Account			6 508	6 508
3				Series A 1st Mtg., Called 12-1-54			5 000	5 000
4				Total Account 715			11 508	11 508
5								
6								
7	716			<u>Capital and Other Reserve Funds</u>				
8								
9	B-3	IX		U.S. Treasury Obligations		128 000		128 000
10	C-3	X		Manuf. Nat'l. Bk. Cert. of Deposit		62 296		62 296
11	C-3	X		Chemical Bank - L&A Ry.		955		955
12				Total Account 716		191 251		191 251
13								
14	717			<u>Insurance and Other Funds</u>				
15								
16				Barclays Bank - Nassau Bahamas		95 000		95 000
17								
18	722			<u>Other Investments</u>				
19								
20	A-3	II		Central Coal & Coke Co. - Common	(76 Shares)			(76 Shares)
21	X			Downtown Development Corp'n.	25 000			25 000
22	X			Polk County Industrial Foundation	2 083			2 083
23	X			Noel Development, Inc.	625			625
24	X			Sallisaw Industrial Corp'n.	1 000			1 000
25	X			First Missouri Development Corp'n.	1 000			1 000
26	X			Republic Carloading Inc.	(290 Shares)			(290 Shares)
27	X			Greater Springhill Corp'n.	(10 Shares)			(10 Shares)
28	X			Club Memberships	1 317			1 317
29								
30				Total Class A		31 025		31 025
31								
32	B-3	X		Louisiana Stadium Commission		1 200		1 200
33								
34	C-3	X		Noel Development, Inc.		1 875		1 875
35	X			Siloam Springs, Ark. Dev. Corp'n.		1 018		1 018
36								
37				Total Class C		2 893		2 893
38								
39	D-3	X		Polk County Cert. Indebtedness		1 000		1 000
40	X			KCS Employees Hospital Assn. Note		1 907		1 907
41	X			Republic Carloading, Inc. Note		1 018		1 018
42								
43				Total Class D		3 925		3 925
44								
45				Total Account 722		39 043		39 043
46								
47								
48								
49								
50								
51								
52								
53								

206. OTHER INVESTMENTS—Continued

in common use in standard financial publications may be used where necessary on account of limited space.

6. For nonpar stock, show the number of shares in lieu of the par value in columns (e), (f), (g), (h), (j), and (l).

7. In reporting advances, columns (e), (f), (g), (h), (j), and (l) should be left blank. If any advances are pledged, give particulars in a footnote.

8. Particulars of investments made, disposed of, or written down during the year should be given in columns (j) to (n), inclusive. If the cost of any investment made during the year differs from the book value reported in column (k), explain the matter in a footnote. By "cost" is meant the consideration given minus accrued interest or dividends included therein. If the consideration given or received for such investments was other than cash, describe the transaction in a footnote. Identify all entries in column (m) which represent a reduction in the book value of securities by symbol and give full explanation in a footnote in each case.

INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR			INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR						DIVIDENDS OR INTEREST DURING YEAR			Line No.			
Total book value			Par value			Book value			Selling price			Rate	Amount credited to income					
(f)			(j)			(k)			(l)			(m)				(n)	(o)	
\$			\$			\$			\$			\$			%	\$		
	6	508		600	000		600	000		599	560		599	560				
	5	000		5	000		5	000							7-3/4%			388
	11	508		605	000		605	000		599	560		599	560				388
	125	770		4	585 000		4	571 925		4	480 000		4	468 806		Var		24 099
	62	296		38	234		38	234							5%			1 399
		955																
	189	021		4	623 234		4	610 159		4	480 000		4	468 806				25 498
	95	000													7-1/2%			7 144
		1													.85			65
	25	000																
	2	083								1	389		1	389				125
		625																
		1 000																
		1 000																
		1																
		1 000																
		1 317																
	32	027								1	389		1	389				190
	1	200									500			500		2%		34
		1 875																
		1 018									142			142				58
		2 813									142			142				58
		1 000									667			667				60
		1 907									6 093			6 093				
		1																18
		2 908									6 760			6 760				78
		39 028									8 791			8 791		2 698		360

KANSAS CITY SOUTHERN LINES CONSOLIDATED

294. OTHER INVESTMENTS—Continued

Line No.	Account No.	Class No.	Kind of industry	Name of issuing company or government and description of security held; also lien reference, if any	INVESTMENTS AT CLOSE OF YEAR											
					PAR VALUE OF AMOUNT HELD AT CLOSE OF YEAR											
					Pledged			Unpledged			In sinking, insurance, and other funds			Total par value		
	(a)	(b)	(c)	(d)	(e)			(f)			(g)			(h)		
54																
55																
56																
57																
58																
59																
60																
61																
62																
63																
64																
65																
66																
67																
68																
69																
70																
71																
72																
73																
74																
75					Completed on Pages 24 and 25											
76																
77																
78																
79																
80																
81																
82																
83																
84																
85																
86																
87																
88																
89																
90																
91																
92																
93																
94																
95																
96																
97																
98																
99																
100																
101																
102																
103																
104																
105																
106																
107																
108																
109																
110																
111																

206. OTHER INVESTMENTS—Concluded

INVESTMENTS AT CLOSE OF YEAR				INVESTMENTS MADE DURING YEAR				INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR						DIVIDENDS OR INTEREST DURING YEAR				Line No.
Total book value				Par value		Book value		Par value		Book value		Selling price		Rate	Amount credited to income			
(1)				(2)		(3)		(4)		(5)		(6)		(7)	(8)			
\$				\$		\$		\$		\$		\$		%	\$			
																	54	
																	55	
																	56	
																	57	
																	58	
																	59	
																	60	
																	61	
																	62	
																	63	
																	64	
																	65	
																	66	
																	67	
																	68	
																	69	
																	70	
																	71	
																	72	
																	73	
																	74	
																	75	
																	76	
																	77	
																	78	
																	79	
																	80	
																	81	
																	82	
																	83	
																	84	
																	85	
																	86	
																	87	
																	88	
																	89	
																	90	
																	91	
																	92	
																	93	
																	94	
																	95	
																	96	
																	97	
																	98	
																	99	
																	100	
																	101	
																	102	
																	103	
																	104	
																	105	
																	106	
																	107	
																	108	
																	109	
																	110	
																	111	

Completed on Pages 24 and 25

209. SECURITIES, ADVANCES, AND OTHER INTANGIBLES OWNED OR CONTROLLED THROUGH NONREPORTING CARRIER AND NONCARRIER SUBSIDIARIES

1. Give particulars of investments represented by securities and advances (including securities leased or assumed by respondent), and of other intangible property, indirectly owned or controlled by respondent through any subsidiary which does not report to the Commission under

the provisions of Part 1 of the Interstate Commerce Act, without regard to any question of whether the company issuing the securities, or the obligor, is controlled by the subsidiary.
2. This schedule should include all securities, open account advances, and other intangibles

Line No.	Class No. (a)	Name of issuing company and security or other intangible thing in which investment is made (b)	INVESTMENTS AT CLOSE OF YEAR		INVESTMENTS MADE DURING YEAR	
			Total par value (c)	Total book value (d)	Par value (e)	Book value (f)
1	A-1	The Kansas City Southern Ry. - Common Stock	\$ 100 Shs.)	\$ 8 600		
2						
3	A-3	Lake Mena, Inc. - Capital Stock	(1,028 Shs.)	25 400		
4						
5	A-3	Joplin Southern Corp'n. - Capital Stock	114 000	114 000		
6						
7	A-3	Shoppers Improvement Co. - Capital Stock	(95 Shs.)	9 500		
8						
9	A-3	Pittsburg Industrial Corp. - Capital Stock	(200 Shs.)	10 000		
10						
11	A-3	Blue Ridge Bank, K.C., Mo. - Common Stock	(1 Sh.)	64		
12						
13		Total Class A	114 000	167 564		
14						
15						
16	C-3	Carthage Cablevision, Inc. - 6% Mortgage				
17						
18						
19						
20						
21						
22						
23						
24						
25						

NOTES AND REMARKS

209. SECURITIES, ADVANCES, AND OTHER INTANGIBLES OWNED OR CONTROLLED THROUGH NONREPORTING CARRIER AND NONCARRIER SUBSIDIARIES—Continued

property owned or controlled by nonreporting companies shown in schedules 104A, 104B, and 205, as well as those owned or controlled by any other organization or individual whose action respondent is able to determine.

3. Investments in U.S. Treasury obligations may be combined in a single item.

4. Column (a), Class No., should show classifications as provided in instructions 3 and 4, page 19.

INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR									Names of subsidiaries in connection with things owned or controlled through them	Line No.
Par value (g)			Book value (h)			Selling price (i)				
\$			\$			\$				
									Tolmak, Inc.	1
										2
									Southern Development Co.	3
										4
									Southern Development Co.	5
										6
									Southern Development Co.	7
										8
									Southern Development Co.	9
										10
									Tolmak, Inc.	11
										12
										13
										14
										15
	160	630		160	630		160	630	Southern Development Co.	16
										17
										18
										19
										20
										21
										22
										23
										24
										25

NOTES AND REMARKS

KANSAS CITY SOUTHERN LINES CONSOLIDATED

211. ROAD AND EQUIPMENT PROPERTY (See Instructions page 32)

Line No.	Account	Balance at beginning of year		Expenditures during the year for original road and equipment, and road extensions		Expenditures during the year for purchase of existing lines, reorganizations, etc.	
		(a)	(b)	(c)	(d)	(e)	(f)
1	(1) Engineering.....	2	046	087			
2	(2) Land for transportation purposes.....	5	948	292			
3	(2)½ Other right-of-way expenditures.....		137	506			
4	(3) Grading.....	19	034	857			
5	(4) Tunnels and subways.....						
6	(5) Bridges, trestles, and culverts.....	13	959	772			
7	(7) Elevated structures.....						
8	(8) Ties.....	7	468	724			
9	(9) Rails.....	14	109	634			
10	(10) Other track material.....	10	871	026			
11	(11) Ballast.....	9	442	315			
12	(12) Track laying and surfacing.....	6	891	035			
13	(13) Fences, snowsheds, and signs.....		533	606			
14	(16) Station and office buildings.....	7	106	666			
15	(17) Roadway buildings.....		315	923			
16	(18) Water stations.....		132	489			
17	(19) Fuel stations.....		608	036			
18	(20) Shops and enginehouses.....	5	958	249			
19	(21) Grain elevators.....						
20	(22) Storage warehouses.....						
21	(23) Wharves and docks.....						
22	(24) Coal and ore wharves.....						
23	(25) TOFC/COFC terminals.....		401	180			
24	(26) Communication systems.....	2	440	945			
25	(27) Signals and interlockers.....	5	412	247			
26	(29) Power plants.....		32	868			
27	(31) Power-transmission systems.....		684	508			
28	(35) Miscellaneous structures.....		197	903			
29	(37) Roadway machines.....		665	656			
30	(38) Roadway small tools.....		39	650			
31	(39) Public improvements—Construction.....	2	555	415			
32	(43) Other expenditures—Road.....		26	709			
33	(44) Shop machinery.....	1	613	293			
34	(45) Power-plant machinery.....		158	949			
35	Other (specify and explain).....						
36	Total expenditures for road.....	118	793	540			
37	(52) Locomotives.....	26	915	993			
38	(53) Freight-train cars.....	88	373	065			
39	(54) Passenger-train cars.....						
40	(55) Highway revenue equipment.....						
41	(56) Floating equipment.....						
42	(57) Work equipment.....	1	276	668			
43	(58) Miscellaneous equipment.....		75	238			
44	Total expenditures for equipment.....	116	640	964			
45	(71) Organization expenses.....		511	535			
46	(76) Interest during construction.....	2	679	102			
47	(77) Other expenditures—General.....						
48	Total general expenditures.....	3	190	637			
49	TOTAL.....	238	625	141			
50	(80) Other elements of investment (p. 33).....						
51	(90) Construction work in progress.....	3	025	427			
52	GRAND TOTAL.....	241	650	568			

211. ROAD AND EQUIPMENT PROPERTY (See Instructions page 32)

EXPENDITURES FOR ADDITIONS AND IMPROVEMENTS DURING THE YEAR		CREDITS FOR PROPERTY RETIRED DURING THE YEAR		Net changes during the year	Balance at close of year		Line No.
Made on owned property (e)	Made on leased property (f)	Owed property (g)	Leased property (h)		(i)	(j)	
24 277		7 618		16 659	2 062	746	1
58 553		42 393		16 160	5 964	452	2
27 244				27 244	164	750	3
289 825		3 632		286 193	19 321	050	4
189 858		35 081		154 777	14 114	549	5
112 998		35 022		77 976	7 546	700	6
183 575		16 661		166 914	14 276	548	7
233 360		32 479		200 881	11 071	907	8
146 510		13 261		133 249	9 575	564	9
168 231		30 448		137 783	7 028	818	10
3 789		101		3 688	537	294	11
33 684		55 526		(21 842)	7 084	824	12
3 734		6 975		(3 241)	312	682	13
		19 908		(19 908)	112	581	14
					608	036	15
46 889		81 456		(34 567)	5 923	682	16
							17
							18
							19
							20
63 420				63 420	464	600	21
		7 987		(7 987)	2 432	958	22
9 184		11 810		(2 626)	5 409	621	23
					32	868	24
42 118				42 118	726	626	25
					197	903	26
12 608		21 303		(8 695)	656	961	27
					39	650	28
31 040		492		30 548	2 585	963	29
					26	709	30
56 788		101 194		(44 406)	1 568	887	31
(13 455)				(13 455)	145	494	32
1 724 230		523 347		1 200 883	119 994	423	33
8 520 164		2 116 912		6 403 252	33 319	245	34
2 674 530		6 764 586		(4 090 056)	84 283	009	35
							36
		7 693		(7 693)	1 268	975	37
		15 209		(15 209)	60	029	38
11 194 694		8 904 400		2 290 294	118 931	258	39
		1 918		(1 918)	509	617	40
		13 600		(13 600)	2 665	502	41
							42
		15 518		(15 518)	3 175	119	43
12 918 924		9 443 265		3 475 659	242 100	800	44
							45
(464 903)				(464 903)	2 560	524	46
12 454 021		9 443 265		3 010 756	244 661	324	47
							48
							49
							50
							51
							52

INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 211 ON PAGES 30 and 31

1. Give particulars of balances at the beginning and close of the year and of all changes during the year in account No. 731, "Road and Equipment Property," and account No. 732, "Improvements on Leased Property," classified by primary accounts in accordance with the Uniform System of Accounts for Railroad Companies. The balances, by primary accounts, should, insofar as known, be stated in column (b) and all changes made during the year should be analyzed in columns (c) to (h), inclusive. Column (j) is the aggregate of columns (b) to (h), inclusive. Grand totals of columns (b) and (j) should equal the sum of accounts 731 and 732 for the respective periods; if not, full explanation should be made in a footnote.

2. In column (c) are to be shown disbursements made for the specific purpose of purchasing, constructing, and equipping new lines, and for the extension of old lines, as provided for in Instruction 2-1, "Items to be charged," of the Uniform System of Accounts for Railroad Companies, for such items.

3. In column (d) is to be shown the cost of a railway or portion thereof, acquired as an operating entity or system by purchase, merger, consolidation, reorganization, receivership sale or transfer, or otherwise.

4. In columns (e) and (f), should be included all entries covering expenditures for additions and betterments, as defined, whether replacing other property or not.

5. In column (f) show particulars for improvements made on property held under lease or other form of long-term contract and not charged to the owning company.

6. In columns (g) and (h) should be entered all credits representing property sold, abandoned, or otherwise retired.

7. Both the debit and credit involved in each transfer, adjustment, or clearance, between road and equipment accounts, should be included in the column in which the item was initially included; also the transfer of prior years' debits or credits from investment in road and equipment to operating expenses or other accounts, or vice versa, should be included in the column applicable to current items of like nature. Each such transfer, adjustment, or clearance should be fully explained when in excess of \$100,000.

8. If during the year an individual charge of \$100,000 or more was made to account No. 2, "Land for transportation purposes," state in a footnote the cost, location, area, and other details which will identify the property.

9. Report on line 35 amounts not includible in the primary road accounts. The items reported should be briefly identified and explained under "Notes and Remarks," below. Amounts should be reported on this line only under special circumstances, usually after permission is obtained from the Commission for exceptions to prescribed accounting. Reference to such authority should be made when explaining the amounts reported. Respondents must not make arbitrary changes to the printed stub or column headings without specific authority from the Commission.

10. If during the year a segment of transportation property was acquired, state in a footnote the name of the vendor, the mileage acquired, and the date of acquisition, giving termini and the cost of the property to the respondent. Also furnish a statement of the amount included in each primary account representing such property acquired, referring to the column or columns in which the entries appear.

11. If an amount of less than \$500 is used as the minimum debit or credit for additions and betterments to property investment accounts as provided for in Instruction 2-2, of the Uniform System of Accounts for Railroad Companies, state in a footnote the amount used.

NOTES AND REMARKS

KANSAS CITY SOUTHERN LINES CONSOLIDATED

211B. DEPRECIATION BASE AND RATES—ROAD AND EQUIPMENT OWNED AND USED AND LEASED FROM OTHERS

1. Show in columns (b) and (e), for each primary account, the depreciation base used in computing the depreciation charges for the month of January and in columns (c) and (f) show the depreciation base used in computing the depreciation charges for the month of December; in columns (d) and (g) show the composite rates used in computing the depreciation charges for the month of December, and on lines 30 and 39 of these columns show the composite percentage for all road and equipment accounts, respectively, ascertained by applying the primary account composite rates to the depreciation base used in computing the charges for December and dividing the total so computed by the total depreciation base for the same month. The depreciation base should not include the cost of equipment, used but not owned, when the rents therefor are included in the rent for equipment accounts Nos. 536 to 540, inclusive. It should include the cost of equipment owned and leased to others when the rents therefrom are included in the rent for equipment accounts Nos. 503 to 507, inclusive. The composite rates used should be those prescribed or otherwise authorized by the Commission, except that where the use of component rates has been authorized, the composite rates to be

shown for the respective primary accounts should be recomputed from the December charges developed by the use of the authorized rates. If any changes in rates were effective during the year, give full particulars in a footnote.

2. All leased properties may be combined and one composite rate computed for each primary account, or a separate schedule may be included for each such property.

3. Show in columns (e), (f), and (g), data applicable to property, used but not owned, when the rent therefor is included in account 542. Report data applicable to improvements to such property, the cost of which is included in account 732, in columns (b), (c) and (d).

4. If the depreciation base for accounts 1, 2 1/2, 3, 5, and 39 includes nondepreciable property, a statement to that effect should be made in a footnote.

5. If depreciation accruals have been discontinued for any account, the depreciation base should be reported, nevertheless, in support of depreciation reserves. Authority for the discontinuance of accruals should be shown in a footnote indicating the account(s) affected.

Line No.	Account	OWNED AND USED			LEASED FROM OTHERS		
		DEPRECIATION BASE		Annual composite rate (percent) (d)	DEPRECIATION BASE		Annual composite rate (percent) (g)
		At beginning of year (b)	At close of year (c)		At beginning of year (e)	At close of year (f)	
		\$	\$	%	\$	\$	%
1	ROAD						
2	(1) Engineering	2 041 256	2 050 764	71	4 830	4 830	25
3	(2 1/2) Other right-of-way expenditures	137 098	149 153	2 72	408	408	1 94
4	(3) Grading	14 273 559	14 348 911	29	27 858	27 858	12
5	(5) Tunnels and subways						
6	(6) Bridges, trestles, and culverts	13 952 407	14 028 030	1 82	7 366	7 366	3 45
7	(7) Elevated structures						
8	(13) Fences, snowsheds, and signs	533 189	536 876	1 23	417	417	2 01
9	(16) Station and office buildings	7 106 665	7 094 367	1 99			
10	(17) Roadway buildings	315 923	312 681	2 25			
11	(18) Water stations	132 489	112 581	2 62			
12	(19) Fuel stations	608 036	608 036	2 53			
13	(20) Shops and enginehouses	5 958 249	5 923 682	1 95			
14	(21) Grain elevators						
15	(22) Storage warehouses						
16	(23) Wharves and docks						
17	(24) Coal and ore wharves						
18	(25) TOFC/COFC terminals	401 180	464 599	3 96			
19	(26) Communication systems	2 440 945	2 432 957	4 28			
20	(27) Signals and interlockers	5 412 292	5 409 432	3 59			
21	(29) Power plants	32 868	32 868	1 30			
22	(31) Power transmission systems	684 508	726 626	3 56			
23	(35) Miscellaneous structures	197 903	197 903	3 57			
24	(37) Roadway machines	665 610	656 960				
25	(39) Public improvements—Construction	2 551 508	2 565 747	2 42	3 907	3 907	4 28
26	(44) Shop machinery	1 613 293	1 568 887	3 67			
27	(45) Power-plant machinery	158 950	145 494	2 80			
28	All other road accounts						
29	Amortization (other than defense projects)						
30	Total road	59 217 928	59 366 604	1 82	44 796	44 786	1 08
31	EQUIPMENT						
32	(52) Locomotives	26 915 992	29 914 778	3 15			
33	(53) Freight-train cars	88 416 208	84 322 774	4 05			
34	(54) Passenger-train cars						
35	(55) Highway revenue equipment						
36	(56) Floating equipment						
37	(57) Work equipment	1 276 667	1 268 975	9 00			
38	(58) Miscellaneous equipment	75 238	65 121	14 00			
39	Total equipment	116 684 105	115 571 648	4 04			
40	GRAND TOTAL	175 902 033	174 938 252		44 786	44 786	

Interstate Commerce Commission Sub-Order R-300-E served July 28, 1971, effective July 1, 1971 for rates on equipment.

211C. DEPRECIATION BASE AND RATES—ROAD AND EQUIPMENT LEASED TO OTHERS

1. This schedule is to be used in cases where the related depreciation reserve is carried in the accounts of the respondent and the rent therefrom is included in account No. 509.

2. Show in columns (b) and (c), for each primary account, the depreciation base used in computing the depreciation for the months of January and December, respectively, with respect to road and equipment owned by the respondent but leased to others, the depreciation charges for which are not includible in operating expenses of the respondent, but for which the depreciation reserve is recorded in the accounts of the respondent. If the base for road is other than the original cost or estimated original cost as found by the Commission's Bureau of Accounts, brought to a current date by the respondent from its Order No. 3 records and accounts, or is other than ledger value for equipment, a full explanation should be given.

3. In column (d) show the composite rates used in computing the depreciation for the month of December and on lines 29 and 38 of this column

show the composite percentage for all road and equipment accounts, respectively, ascertained by applying the primary accounts composite rates to the depreciation base used in computing the depreciation for December and dividing the total so computed by the depreciation base.

4. If the depreciation base for accounts 1, 2½, 3, 5, and 39 includes nondepreciable property, a statement to that effect should be made in a footnote.

5. If depreciation accruals have been discontinued for any account, the depreciation base should be reported, nevertheless, in support of depreciation reserves. Authority for the discontinuance of accruals should be shown in a footnote indicating the account(s) affected.

Line No.	Account (a)	DEPRECIATION BASE				Annual composite rate (percent) (d)
		Beginning of year (b)		Close of year (c)		
		\$		\$		%
1	ROAD					
2	(1) Engineering					
3	(2½) Other right-of-way expenditures					
4	(3) Grading					
5	(5) Tunnels and subways					
6	(6) Bridges, trestles, and culverts					
7	(7) Elevated structures					
8	(13) Fences, snowsheds, and signs					
9	(16) Station and office buildings					
10	(17) Roadway buildings					
11	(18) Water stations					
12	(19) Fuel stations					
13	(20) Shops and enginehouses					
14	(21) Grain elevators					
15	(22) Storage warehouses					
16	(23) Wharves and docks					
17	(24) Coal and ore wharves					
18	(25) TOFC/COFC terminals					
19	(26) Communication systems					
20	(27) Signals and interlockers					
21	(29) Power plants					
22	(31) Power transmission systems					
23	(35) Miscellaneous structures					
24	(37) Roadway machines					
25	(39) Public improvements—Construction					
26	(44) Shop machinery					
27	(45) Power-plant machinery					
28	All other road accounts					
29	Total road					
30	EQUIPMENT					
31	(52) Locomotives					
32	(53) Freight-train cars					
33	(54) Passenger-train cars					
34	(55) Highway revenue equipment					
35	(56) Floating equipment					
36	(57) Work equipment					
37	(58) Miscellaneous equipment					
38	Total equipment					
39	GRAND TOTAL		None		None	XX XX

211D. DEPRECIATION RESERVE—ROAD AND EQUIPMENT OWNED AND USED

1. Give the particulars called for hereunder with respect to credits and debits to account No. 735, "Accrued depreciation—Road and Equipment," during the year relating to road and equipment owned and used. This schedule should not include any entries for depreciation of equipment, used but not owned, when the rents therefor are included in the rent for equipment accounts Nos. 536 to 540, inclusive. It should include entries for depreciation of equipment owned but not used when the rents therefrom are included in the rent for equipment accounts Nos. 503 to 507, inclusive. (See schedule 211F for the reserve relating to road and equipment owned but not used by the respondent.) If any

entries are made for "Other credits" or "Other debits," state the facts occasioning such entries. A debit balance in column (b) or (g) for any primary account should be shown in parentheses or designated "Dr."

2. If there is any inconsistency between the credits to the reserve as shown in column (c) and the charges to operating expenses, a full explanation should be given.

3. All credits or debits to the reserve representing amortization other than for defense projects, if a general amortization program has been authorized, should be entered on line 29.

Line No.	Account	Balance at beginning of year		Credits to Reserve During the Year		Debits to Reserve During the Year		Balance at close of year	
				Charges to operating expenses (e)	Other credits (d)	Retirements (c)	Other debits (f)		
	(a)	(b)		(c)	(d)	(e)	(f)	(g)	
1	ROAD								
2	(1) Engineering	115 158		14 511		7 615		122 054	
3	(2) Other right-of-way expenditures	102 165		3 970				106 135	
4	(3) Grading	232 572		41 647		(955)		275 174	
5	(5) Tunnels and subways								
6	(6) Bridges, trestles, and culverts	5 562 016		255 270		34 473		5 782 813	
7	(7) Elevated structures								
8	(13) Fences, snow sheds, and signs	474 673		6 590		100		481 163	
9	(16) Station and office buildings	758 918		141 908		55 493	51 650	793 683	
10	(17) Roadway buildings	49 929		7 044		5 975		50 998	
11	(18) Water stations	(9 240)		3 133		19 909		(26 016)	
12	(19) Fuel stations	89 302		15 385		(50)		104 737	
13	(20) Shops and enginehouses	1 063 806		115 494		85 769		1 093 531	
14	(21) Grain elevators								
15	(22) Storage warehouses								
16	(23) Wharves and docks								
17	(24) Coal and ore wharves								
18	(25) TOFC/COFC terminals	6 469		16 316	51 650			74 435	
19	(26) Communication systems	25 614		104 326		4 496		125 444	
20	(27) Signal and interlockers	2 504 516		194 017		11 694		2 686 839	
21	(29) Power plants	(2 375)		426				(1 949)	
22	(31) Power-transmission systems	243 338		25 128				268 466	
23	(36) Miscellaneous structures	92 159		7 071				99 230	
24	(37) Roadway machines	645 000				8 621		636 379	
25	(39) Public improvements—exclusive	1 015 250		62 105		468		1 076 887	
26	(44) Shop Machinery *	161 487		59 335		62 005		158 817	
27	(45) Power-plant machinery *	30 301		4 434				34 735	
28	All other road accounts								
29	Amortization (other than defense projects)	23 543						23 543	
30	Total road	13 184 601		1 078 110	51 650	295 613	51 650	13 967 098	
31	EQUIPMENT								
32	(52) Locomotives	16 919 524		1 130 370		1 949 112	1 463 348	14 637 434	
33	(53) Freight-train cars	17 382 973		3 498 883	1 463 348	6 071 631		16 273 573	
34	(54) Passenger-train cars								
35	(55) Highway revenue equipment								
36	(56) Floating equipment								
37	(57) Work equipment	5 013		114 579		1 951		117 641	
38	(58) Miscellaneous equipment	28 482		9 800		14 860		23 422	
39	Total equipment	34 335 992		4 753 632	1 463 348	8 037 554	1 463 348	31 052 070	
40	GRAND TOTAL	47 520 593		5 831 742	1 514 998	8 333 167	1 514 998	45 019 168	

*Chargeable to account 305.

211E. DEPRECIATION RESERVE—ROAD AND EQUIPMENT LEASED FROM OTHERS

1. Give full particulars called for hereunder with respect to credits and debits to account No. 785, "Accrued depreciation—Leased property," during the year relating to road and equipment leased from others, the depreciation charges for which are includible in operating expenses of the respondent.

2. Show in column (c) amounts which were charged to operating expenses, and in column (f) show payments made to the lessor in settlement thereof. A full explanation should be given of all entries in columns (d) and (f).

3. Any inconsistency between the credits to the reserve as shown in column (c) and the charges to operating expenses should be fully explained.

4. Show in column (e) the debits to the reserve arising from retirements.

5. If settlement for depreciation is made currently between lessee and lessor, and no debits or credits to account No. 785 are made by the accounting company, show in column (c) the charges to operating expenses and in column (f) show payments made to the lessor in settlement thereof.

Line No.	Account	Balance at beginning of year			CREDITS TO RESERVE DURING THE YEAR						DEBITS TO RESERVE DURING THE YEAR						Balance at close of year		
					Charges to operating expenses			Other credits			Retirements			Other debits					
		(a)	(b)			(c)			(d)			(e)			(f)			(g)	
		\$			\$			\$			\$			\$			\$		
1	ROAD	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx
2	(1) Engineering.....																		
3	(2)(4) Other right-of-way expenditures.....																		
4	(3) Grading.....																		
5	(5) Tunnels and subways.....																		
6	(6) Bridges, trestles, and culverts.....																		
7	(7) Elevated structures.....																		
8	(13) Fences, snow sheds, and signs.....																		
9	(16) Station and office buildings.....																		
10	(17) Roadway buildings.....																		
11	(18) Water stations.....																		
12	(19) Fuel stations.....																		
13	(20) Shops and enginehouses.....																		
14	(21) Grain elevators.....																		
15	(22) Storage warehouses.....																		
16	(23) Wharves and docks.....																		
17	(24) Coal and ore wharves.....																		
18	(25) TOFC/COFC terminals.....																		
19	(26) Communication systems.....																		
20	(27) Signals and interlockers.....																		
21	(29) Power plants.....																		
22	(31) Power-transmission systems.....																		
23	(35) Miscellaneous structures.....																		
24	(37) Roadway machines.....																		
25	(39) Public improvements—Constructive.....																		
26	(44) Shop machinery *.....																		
27	(45) Power-plant machinery *.....																		
28	All other road accounts.....																		
29	Total road.....																		
30	EQUIPMENT	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx
31	(52) Locomotives.....																		
32	(53) Freight-train cars.....																		
33	(54) Passenger-train cars.....																		
34	(55) Highway revenue equipment.....																		
35	(56) Floating equipment.....																		
36	(57) Work equipment.....																		
37	(58) Miscellaneous equipment.....																		
38	Total equipment.....																		
39	GRAND TOTAL.....	None															None		

*Chargeable to account 305.

This schedule eliminated through inter-company eliminations.

211F. DEPRECIATION RESERVE--ROAD AND EQUIPMENT LEASED TO OTHERS

1. This schedule is to be used in cases where the depreciation reserve is carried in the accounts of the respondent, and the rent therefrom is included in account No. 509.

2. Give the particulars called for hereunder with respect to credits and debits to account No. 735, "Accrued depreciation--Road and Equipment," during the year relating to road and equipment leased to others, the depreciation charges for which are not includible in operating expenses

of the respondent. (See schedule 211D for the reserve relating to road and equipment owned and used by the respondent.)

3. If any entries are made for "Other credits" and "Other debits," state the facts occasioning such entries. A debit balance in column (b) or (g) for any primary account should be shown in parenthesis or designated "Dr."

Line No.	Account (a)	Balance at beginning of year (b)		CREDITS TO RESERVE DURING THE YEAR		DEBITS TO RESERVE DURING THE YEAR		Balance at close of year (g)	
				Charges to others (c)	Other credits (d)	Retirements (e)	Other debits (f)		
		\$		\$		\$		\$	
1	ROAD								
2	(1) Engineering.....								
3	(2½) Other right-of-way expenditures.....								
4	(3) Grading.....								
5	(5) Tunnels and subways.....								
6	(6) Bridges, trestles, and culverts.....								
7	(7) Elevated structures.....								
8	(13) Fences, snow sheds, and signs.....								
9	(16) Station and office buildings.....								
10	(17) Roadway buildings.....								
11	(18) Water stations.....								
12	(19) Fuel stations.....								
13	(20) Shops and enginehouses.....								
14	(21) Grain elevators.....								
15	(22) Storage warehouses.....								
16	(23) Wharves and docks.....								
17	(24) Coal and ore wharves.....								
18	(25) TOFC/COFC terminals.....								
19	(26) Communication systems.....								
20	(27) Signals and interlockers.....								
21	(29) Power plants.....								
22	(31) Power-transmission systems.....								
23	(35) Miscellaneous structures.....								
24	(37) Roadway machines.....								
25	(39) Public improvements--Constructive.....								
26	(44) Shop machinery.....								
27	(45) Power-plant machinery.....								
28	All other road accounts.....								
29	Total road.....								
30	EQUIPMENT								
31	(52) Locomotives.....								
32	(53) Freight-train cars.....								
33	(54) Passenger-train cars.....								
34	(55) Highway revenue equipment.....								
35	(56) Floating equipment.....								
36	(57) Work equipment.....								
37	(58) Miscellaneous equipment.....								
38	Total equipment.....								
39	GRAND TOTAL.....		None						None

211G. AMORTIZATION OF DEFENSE PROJECTS—ROAD AND EQUIPMENT OWNED AND LEASED FROM OTHERS

1. Show in columns (b) to (e) the amount of base of road and equipment property for which amortization reserve is provided in account No. 736, "Accrued amortization of defense projects—Road and Equipment" of the respondent. If the amortization base is other than the ledger value stated in the investment account, a full explanation should be given.

2. Show in columns (f) to (i) the balance at the close of the year and all credits and debits during the year in reserve account No. 736, "Accrued amortization of defense projects—Road and Equipment."

3. The information requested for "Road" by columns (b) through (i) may be shown by projects amounting to \$100,000 or more, or by single entries as "Total road" in line 28. If

reported by projects, each project should be briefly described, stating kind, location, and authorization date and number. Projects amounting to less than \$100,000 should be combined in a single entry designated "Minor items, each less than \$100,000."

4. Any amounts included in columns (b) and (f), and in column (h) affecting operating expenses, should be fully explained.

Line No.	Description of property or account (a)	BASE				RESERVE			
		Debits during year (b)	Credits during year (c)	Adjustments (d)	Balance at close of year (e)	Credits during year (f)	Debits during year (g)	Adjustments (h)	Balance at close of year (i)
1	ROAD: KCS Ry. Certificate Number								
2									
3	Leesville								
4	Yard tracks WD-29641				18 931				18 931
5									
6	Block Signal NC-416				104 300				104 300
7	Centralized traffic control				281 909				281 909
8									
9	11 Passing Tracks				37 897				37 897
10									
11	Minor items, each less than \$100,000				105 475				105 475
12									
13									
14									
15									
16									
17									
18									
19									
20									
21									
22									
23									
24									
25									
26									
27	TOTAL ROAD				548 512				548 512
28	EQUIPMENT:								
29	(52) Locomotives								
30	(53) Freight-train cars								
31	(54) Passenger-train cars								
32	(55) Highway revenue equipment								
33	(56) Floating equipment								
34	(57) Work equipment								
35	(58) Miscellaneous equipment								
36	TOTAL EQUIPMENT				14 521		8 449		14 521
37	GRAND TOTAL				563 033		8 449		563 033
38									
39									

NOTES AND REMARKS

211. UNIT COST OF EQUIPMENT INSTALLED DURING THE YEAR

1. Give particulars as requested, separately, for the various classes of new units and rebuilt units of equipment installed by respondents during the year. If information regarding the cost of any units installed is not complete at time of filing of report, the units should be omitted, but reference to the number of units omitted should be given in a footnote, the details as to cost to be given in the report of the following year. The cost of units under construction at the close of the year should not be reflected in this schedule even though part of the cost appears in the property account for the year. Indicate in column (e) whether an installation represents equipment purchased (P), built or rebuilt by contract in outside railroad shops (C), or built or rebuilt in company or system shops (S).

2. In column (a) list each class or type of locomotive unit, car or TOFC/COFC equipment on a separate line. By class is meant the standard classification used to distinguish types of locomotive units, freight cars or other equipment, adopted by the Association of American Railroads, and should include physical characteristics requested by Schedule 417; locomotive units should be identified as to power source, wheel arrangement, and horsepower per unit, and cars should be identified as to special construction or service characteristics such as Multiple purpose diesel locomotive A units (B-B1 2500 HP,

Aluminum covered hopper cars, L.O. Steel boxcars—special service, XAP, etc., for TOFC/COFC show type of equipment as enumerated in Schedule 417, lines 70-81, and type of construction.

3. In column (c) show the total weight in tons of 2,000 pounds. The weight of the equipment acquired should be the weight empty.

4. The cost should be the complete cost as entered on the ledger, including foreign line freight charges and handling charges.

5. Data for this schedule should be confined to the units reportable in column (c), (e), (f), and (g) of schedule 417, showing returns for new units in the upper section of this schedule and showing returns for rebuilt units acquired and rebuilt units returned into respondent's property investment account in the lower section. The term "new" as used herein shall refer to and mean a unit or units placed in service for the first time on any railroad.

6. All unequipped box cars acquired in whole or in part with incentive per diem funds should be reported on separate lines and appropriately identified by footnote or sub-heading.

NEW UNITS

Line No.	Class of equipment (a)	Number of units (b)	Total weight (tons) (c)	Total cost (d)	Method of acquisition (see instructions) (e)
1	Account 52 - Locomotives				
2					
3	EMD 3,000 H.P., SD 40 Road Units	10	1 759	3 192 271	P
4	EMD 1,500 H.P., SW 1500 Switch Units	10	1 229	1 923 425	P
5	EMD 3,000 H.P., SD 40-2 Road Units	10	1 770	3 404 468	P
6					
7	Total Account 52	30	4 758	8 520 164	
8					
9	Account 53 - Freight Train Cars				
10					
11	American Car and Foundry - 70 Ton 50'6"				
12	Cushion Underframe Box Cars-A 230				
13	Mechanical Designation	45	1 575	1 019 436	P
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
26					
27					
28					
29					
30	TOTAL	75	XXXX	9 539 600	XXXX

REBUILT UNITS

41	Account 53 - Freight Train Cars				
42					
43	Fulwood Bulkhead Flat Cars - 1027	116	3 016	648 324	
44					
45	Box Cars - 50 Ft. A200	100	2 800	815 100	
46					
47	Gondola Tie Cars - E230	25	750	151 250	
48					
49	Wheel Cars - E230	5	150	40 420	
50					
51					
52					
53					
54	TOTAL	246	XXXX	1 655 094	XXXX
55	GRAND TOTAL	321	XXXX	11 194 694	XXXX

211N-1. INVESTMENT IN RAILWAY PROPERTY USED IN TRANSPORTATION SERVICE (SEE INSTRUCTION 2)

1. Give particulars, as requested, of the investment in transportation property at the close of the year, as related to "Net railway operating income" of the respondent for the year.

2. The term "Investment in railway property used in transportation service" means the aggregate of property owned, and property not owned but used by the respondent, in transportation service, (a) the investment in which is represented in accounts 731 and 732 of the respondent, including operating, leased, and inactive railroads, (b) road and equipment property leased to or from others, the rentals of which are included in accounts 509 and 542, (c) equipment owned or leased, the lease-rental from which is included in accounts 508 to 507, inclusive, of the respondent, minus (d) investment in property leased to others the lease-rental from which is included in account 506. It does not include investment of others in equipment used by the respondent, rent for which is included in accounts 536 to 540, inclusive, nor does it include investment of other carriers in property jointly used by the respondent, such as trackage rights, rent for which is included in account 541 of the respondent. 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 columns (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, divided between lessor (L) and proprietary (P) companies, followed by data for carriers and others (O), portions of whose property are used in transportation service of the respondent.

Show a total for each class of company. Then show, as deductions, data for transportation property leased to carriers and others, rentals from which are included in account 509.

4. In column (c) line-haul carriers should report the miles of road used in line-haul service, and switching and terminal companies should report the miles of all tracks owned.

5. In column (d) show the amount applicable in accounts 731 and 732 on the books of the companies whose names appear in column (b). Values of property of other carriers segregated by estimate or otherwise should correspond in amount to the deductions made by the owners in their reports. If separate value is not available, explanation should be given. Differences between the amounts in column (d) of this schedule and the amounts shown in column (c), line 33, on the asset side of the comparative general balance sheet of each individual railway should be explained in a footnote. Book value included in accounts 731 and 732 of the owner should be reported in column (d) in reference to the investment of the respondent in the securities of the owner unless a good reason can be given for the contrary. Methods of estimating (by capitalizing rentals at 6 percent or otherwise) value of property of private owners, or portions of property of other carriers, should be explained.

6. In column (e) show the amount of depreciation and amortization accrued as of the close of the year in accounts 735, 736 and 780 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 owned (See Ins. 4) (C)		Investment in property (See Ins. 5) (D)			Depreciation and amortization of defense property (See Ins. 6) (E)				
1	R	The Kansas City Southern Railway Company	846	18	\$	175	633	640	\$	35	126	269
2	R	Louisiana & Arkansas Railway Company	633	71		67	791	876		10	272	016
3	R	The Arkansas Western Railway Company	34	75		466	101			50	315	
4	R	Fort Smith and Van Buren Railway Company (Okla.)	20	92		305	371			23	175	
5						68	563	348		10	345	506
6		Total				244	196	988		45	471	775
7												
8												
9												
10	P	The Maywood and Sugar Creek Railway Company	1	54		123	522			27	287	
11	P	Neches Bridge Company				224	856			74	627	
12						348	378			101	914	
13												
14												
15	O	Fort Smith and Van Buren Railway Company (Ark.)				115	958			8	512	
16												
17												
18												
19												
20		Road and Equipment Property										244,659,778
21		.24 Miles of L&A Yard Tracks										
22		Leased to CRI&P										1,546
23												244,661,324
24												
25												
26		Accrued Depreciation										45,573,689
27		Accrued Depreciation Leased										8,512
28												45,582,201
29												
30												
31												
32												
33												
34												
35												
36												
37												
38												
39												
40												
41												
42												
43												
44												
45												
46												
47												
48												
49												
50		Total	1	537	10	244	661	324		45	582	201

211N-2. INVESTMENT IN RAILWAY PROPERTY USED IN TRANSPORTATION SERVICE—Continued

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 53 herein, should correspond with the amount for respondent and with the aggregate amounts for each class of company and properties shown in schedule 211N-1 on page 42. Continuing records shall be maintained by respondent of the primary property accounts separately for each company or property included in this schedule.

3. Report on line 35 amounts representing capitalization of rentals for leased property based on 6 percent per year where property is not classified by accounts by non-carrier owners, or where cost of property

leased from other carriers is not ascertainable. Identify non-carrier owners, and briefly explain methods of estimating value of property of non-carriers or property of other carriers under "Notes and Remarks," page 40.

4. Report on line 36 amounts not includable in the accounts shown, or in line 35. The items reported should be briefly identified and explained under "Notes and Remarks," page 40. Amounts should be reported on this line only under special circumstances, usually after permission is obtained from the Commission for exceptions to prescribed accounting. Reference to such authority should be made when explaining the amounts reported. Respondents must not make arbitrary changes to the printed stub or column headings without specific authority from the Commission.

Line No.	Amount (a)	Respondent		Lessor railroads		Inactive (proprietary) companies (d)	Other leased properties (e)
		KCS (b)	AW (c)	FS&VB	Okla.		
1	(1) Engineering.....	\$ 1 443 369	\$ 604 199			\$ 10 349	\$ 4 830
2	(2) Land for transportation purposes.....	4 344 625	1 576 211			31 651	11 966
3	(24) Other right-of-way expenditures.....	110 340	54 002				408
4	(3) Grading.....	13 630 086	5 637 659			25 447	27 858
5	(5) Tunnels and subways.....						
6	(6) Bridges, trestles, and culverts.....	9 624 177	4 264 373			218 632	7 366
7	(7) Elevated structures.....						
8	(8) Piers.....	4 807 231	2 717 704			9 018	12 748
9	(9) Rails.....	8 956 599	5 302 138			7 293	10 518
10	(10) Other track material.....	6 885 988	4 169 458			5 426	11 033
11	(11) Ballast.....	6 042 163	3 526 897			1 430	5 075
12	(12) Track laying and surfacing.....	4 110 223	2 901 291			5 013	12 292
13	(13) Fences, snowsheds, and signs.....	327 058	206 479			3 338	417
14	(16) Station and office buildings.....	3 855 270	3 226 360			3 194	
15	(17) Roadway buildings.....	270 992	41 689				
16	(18) Water stations.....	66 144	46 437				
17	(19) Fuel stations.....	521 787	86 248				
18	(20) Shops and enginehouses.....	4 843 928	1 079 754				
19	(21) Grain elevators.....						
20	(22) Storage warehouses.....						
21	(23) Wharves and docks.....						
22	(24) Coal and ore wharves.....						
23	(25) TOFC/COFC terminals.....	175 748	288 852				
24	(26) Communication systems.....	1 671 640	761 318				
25	(27) Signals and interlockers.....	4 633 411	767 691			8 519	
26	(29) Power plants.....	10 242	22 626				
27	(31) Power-transmission systems.....	382 653	343 256			718	
28	(35) Miscellaneous structures.....	149 809	48 094				
29	(37) Roadway machines.....	357 347	299 613				
30	(38) Roadway small tools.....	29 404	10 246				
31	(39) Public improvements—Construction.....	2 047 052	520 630			14 374	3 907
32	(43) Other expenditures—Road.....	24 986	1 617				106
33	(44) Shop machinery.....	1 457 734	111 153				
34	(45) Power-plant machinery.....	112 672	32 822				
35	Leased property capitalized rentals (explain):.....						
36	Other (specify & explain).....						
37	Total expenditures for road.....	80 892 678	38 648 817			344 402	108 524
38	(52) Locomotives.....	29 239 984	4 079 261				
39	(53) Freight-train cars.....	60 389 77	23 893 232				
40	(54) Passenger-train cars.....						
41	(55) Highway revenue equipment.....						
42	(56) Floating equipment.....						
43	(67) Work equipment.....	898 409	370 566				
44	(58) Miscellaneous equipment.....	63 876	16 153				
45	Total expenditures for equipment.....	90 572 046	28 359 212				
46	(71) Organization expenses.....	386 529	121 466			1 406	217
47	(76) Interest during construction.....	2 000 929	661 421			2 570	583
48	(77) Other expenditures—General.....						
49	Total general expenditures.....	2 387 458	782 887			3 976	800
50	TOTAL.....	173 852 182	67 790 916			348 378	109 324
51	(80) Other elements of investment.....						
52	(90) Construction work in progress.....	1 781 458	772 432				6 634
53	GRAND TOTAL.....	175 633 640	68 563 348			348 378	115 958

214. MISCELLANEOUS PHYSICAL PROPERTY

1. Give particulars of all investments of the respondent in physical property includible in account No. 727, "Miscellaneous physical property," together with the revenue, income, expenses, taxes, and depreciation data on such property, as requested.

2. Show in column (a) a description and location of the physical property, and, if operated, the kind of business in which engaged, stating whether the respondent's title is that of ownership or whether the property is held under lease or other incomplete title. All peculiarities of title should be explained. Each item of property investment amounting to \$1,000,000 or more should be separately stated and each item whose net profit or net loss for the year (as per column (f)), regardless of amount of investment, is \$50,000 or more should also be separately stated. All other items may be combined in a single entry designated "All other items."

3. If any of the individual items of property shown in column (a) were acquired in consideration of stocks, or of bonds or other evidence of debt, or in exchange for other property, enter in column (c) only the amount at which carried in respondent's books and in a footnote give a full description of the consideration actually paid. Also if the actual money cost to respondent is different from that shown in column (c), give particulars in a footnote.

4. If any property investment includible in this schedule, amounting to \$250,000 or more, was disposed of during the year, give particulars in a footnote.

Line No.	ITEM (Kind and location of property, and nature of business, if any) (a)	A. INVESTMENT (ACCOUNT 727)			
		Year of acquisition (b)	Charges during the year (c)	Credits during the year (d)	Balance at close of year (See ins. 3) (e)
1	The Kansas City Southern Railway Company		\$	\$	\$
2					
3	Missouri		3,615	509,507	1,174,539
4	Kansas		6,784	116,318	263,565
5	Oklahoma				17,459
6	Arkansas				38,960
7	Louisiana		62,509	1,823,351	1,972,385
8	Texas			371,892	1,852,689
9					
10	Total KCS Ry. Co.		72,908	2,821,068	5,319,597
11					
12	Louisiana & Arkansas Railway Company		71		233,235
13					
14	The Arkansas Western Railway Company				70
15					
16	Fort Smith and Van Buren Railway Company			2,816	97,288
17					
18					
19					
20					
21					
22					
	TOTAL		72,979	2,823,884	5,650,190

NOTES AND REMARKS

214. MISCELLANEOUS PHYSICAL PROPERTY—Continued

5. In section B include in column (f) the gross amount of revenue or income included in accounts 502 and 511, in column (g) the gross amount of expenses (including depreciation) charged to accounts 511 and 534, in column (h) the amount of taxes charged to accounts 535 and 544 for the year, and in column (i) the net profit or loss of columns (f) minus (g) and (h).

6. Any differences between the total of column (h) and the totals of accounts 535 and 544, and differences between the total of column (i) and the net total of accounts 502, 511, 534, 535, and 544, of such accounts in Schedule 300, "Income Account for the Year," should be explained in a footnote.

7. In section C give an analysis of account 736, "Accrued depreciation—Miscellaneous physical property," for each item shown in column (a). Show in column (a) the percentage or composite rate used by the respondent for computing the amount of depreciation applied to the account during the year. Any adjustments of importance included in columns (j) and (k) should be fully explained in a footnote.

8. The word "Item" as herein used means a unit or composite of an investment in or operation of property such as a powerplant, a mine, an amusement park, etc., together with ancillary property or operations.

B. REVENUES, INCOME, EXPENSES AND TAXES CREDITED AND DEBITED TO ACCOUNTS 502, 511, 534, 535 AND 544 DURING THE YEAR				C. DEPRECIATION RESERVE (ACCOUNT 736)					Line No.
Revenues or income (f)	Expenses (g)	Taxes (h)	Net profit or year after taxes (L. loss) (i)	Credits during the year (j)	Debits during the year (k)	Balance at close of year (l)	Item (m)	Rate (n)	
									1
42,097	89,567		(47,470)	71,544		133,973	588,286		2
22,417	5,357	1,858	15,202						3
1,150	100	3	1,047	100		1,221	5,281		4
916		674	242						5
154,123	59,943	1,381	92,799	36,737	1,049	141,696	822,570		6
96,500	18,954	1,478	76,068	18,862		213,062	992,757		7
317,203	173,921	5,394	137,888	127,243	1,049	489,952	2,408,894	4.48	8
2,076	2,115	331	(370)	1,338		1,338	211,252	1.90	9
		11	(11)		None	None	None		10
					None	None	None		11
									12
									13
									14
									15
									16
									17
									18
									19
									20
319,279	176,036	5,736	137,507	128,581	1,049	491,290	2,620,146	XXXX	21

NOTES AND REMARKS

Account 544 - \$14,913 not miscellaneous property taxes.

KANSAS CITY SOUTHERN LINES CONSOLIDATED

216. OTHER ASSETS AND DEFERRED CHARGES

Give description and particulars for each item or class of items of like description in accounts Nos. 741, "Other assets," and 743, "Other deferred charges," at the close of the year. Show debtor (or class of debtors) for deferred assets and appropriate description for items or class of items of deferred charges. Show each item (or the aggregate of a class of items of like description) amounting to \$100,000 or more. Each item or class of items of like description amounting to less than \$100,000 may be

combined into a single entry designated "Other items, each less than \$100,000." The entries for each account shall be listed and the account number and the total for each account shall be shown corresponding to the amounts in Schedule 200A. In case the character of any item is not fully disclosed by the entries in the columns hereunder, make a full explanation in a footnote.

Line No.	Account No. (a)	Item (b)	Amount (c)	
1	741	<u>Other Assets</u>		
2				
3		Other items, each less than \$100,000	241	471
4	743	<u>Other Deferred Charges</u>		
5				
6		Agents Relief Claims Unadjusted - Overcharge	326	977
7		Paid Claim unadjusted - Overcharge	136	077
8		Service for dredging Red River at Texarkana, Texas	82	044
9		Car repair bills - receivable - private lines	85	407
10				
11		Cost of improvements, additions and betterments to leased facilities of Texas and Pacific Ry. Co. pending amortization to rent accounts over contract period as shown below:		
12				
13		Improvements - T&P tracks Lettsworth to New Roads, La.	818,245	
14		Construct T&P tracks Lobdell, La.	1,814	
15		A & B relay - T&P tracks Simmesport to Hamburg, La.	8,333	
16		Improvements - T&P tracks - Morganza Spillway	45,861	874 253
17				
18		Other items, each less than \$100,000	312	003
19		Total Account 743	1 816	761
20				
21				
22				
23				
24				
25				
26				
27				
28				
29				
30				
31				
32				
33				
34				
35				
36				
37				
38				
39				
40				
41				
42				
43				
44				
45				

INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 218 ON PAGES 48, 49, 50 AND 51

Give particulars of the various issues of securities in accounts Nos. 765, "Funded debt unmatured," 768, "Debt in default," 767, "Receivers' and trustees' securities," 766, "Equipment obligations," and 764, "Equipment obligations and other debt due within 1 year," at the close of the year, together with interest accrued and interest paid during the year and total amount of matured interest in default. Include receipts outstanding for funded debt with their respective issues. List entries under captions of account numbers and titles, and insert total for each account.

In column (a) show the symbol and name, and account number of each bond or other obligation according to the following designations in the numerical order given, and give a total for each such numerical alphabetical and each numerical group and for each account:

- (1) MORTGAGE BONDS:
 - (a) With fixed interest.
 - (b) With contingent interest.
- (2) COLLATERAL TRUST BONDS:
 - (a) With fixed interest.
 - (b) With contingent interest.
- (3) UNSECURED BONDS (Debentures):
 - (a) With fixed interest.
 - (b) With contingent interest.
- (4) EQUIPMENT OBLIGATIONS:
 - (a) Equipment securities (Corporation).
 - (b) Equipment securities (Receivers' and Trustees').
 - (c) Conditional or deferred payment contracts.
- (5) MISCELLANEOUS OBLIGATIONS.
- (6) RECEIVERS' AND TRUSTEES' SECURITIES (Other than equipment obligations).
- (7) SHORT-TERM NOTES IN DEFAULT.

Columns (f), (g), (h), (i), and (j) are intended further to classify the obligations of the company and are to be answered "yes" or "no."

If an issue is a serial issue, the last date of maturity should be shown in column (c) preceded by the letter "S." If the payments required in the contracts for equipment obligations are unequal in amount (except for the last payment) or are to be made at irregular intervals, show a symbol against the entry made in column (c) opposite the name of such obligations and give particulars in a footnote.

If the issue is an income bond, the entry in column (d) should be the annual maximum rate of interest specified by the indenture. In column (k) show the approximate number of miles of road on which the mortgage is a direct first lien and in column (l) the approximate number of miles of road on which the mortgage is a direct junior lien. Do not consider any road or other property indirectly subject to either a first or junior lien through the pledge of collateral, leaseholds, or other contractual rights in making the returns required in columns (i), (j), (k), and (l).

In column (m) enter the amount of debt both nominally and actually issued up to the date of the report and not the amount authorized. In the event debt is assumed, column (m) should include the amount of debt issued by the original debtor.

No entries shall be made in this schedule with respect to issues of matured obligations nominally issued or nominally outstanding when no parts of such issues are actually outstanding.

For definitions of "nominally issued," "nominally outstanding," "actually issued," and "actually outstanding," see schedule 228.

Entries in columns (v) and (w) should include interest accrued on funded debt reacquired, matured during the year, even though no portion of the issue is outstanding at the close of the year.

In column (y) enter the total in account No. 781, "Interest in default," at the close of the year.

The grand totals of columns (n) and (r), when combined, should equal the sum of the amounts stated in short column (b₁) for accounts Nos. 764, 765, 766, 767, and 768 in schedule 200L, "Comparative General Balance Sheet—Liabilities and Shareholders' Equity."

On page 51 give particulars of changes during the year in funded debt and other obligations. In column (z), state whether issued for construction of new properties, for additions and betterments, for purchase of railroad or other property, for conversion, for acquisition of securities, for reorganization, or for other corporate purposes. Also, give the number and date of authorization by the public authority under whose control such issue was made, naming such authority. For nominally issued securities, show returns in columns (z) and (aa) only.

For each class of securities actually issued, the sum of the entries in columns (bb) and (cc), plus discounts or less premiums, such discounts or premiums to be shown in a footnote applicable to each issue, should equal the entry in column (aa). For definition of expense, reportable in column (cc), see Definition 10 in the Uniform System of Accounts for Railroad Companies.

For each class of securities actually issued or assumed, the sum of the entries in columns (bb) and (cc), plus discounts or less premiums, such discounts or premiums to be shown in a footnote applicable to each issue, should equal the entry in column (aa). For definition of expense, reportable in column (cc), see Definition 10 in the Uniform System of Accounts for Railroad Companies.

Particulars concerning the reacquisition of securities that were actually outstanding should be reported on pages 50 and 51, columns (a), (dd), and (ee). Include those securities that have been called for payment during the year for which liability has been transferred to account No. 763, "Other current liabilities."

NOTES AND REMARKS

218. FUNDED DEBT AND OTHER OBLIGATIONS

Line No.	Name and character of obligation	Nominal date of issue	Date of maturity	INTEREST PROVISIONS		DOES OBLIGATION PROVIDE FOR (Answer "Yes" or "No")			IS OTHER PROPERTY (REAL OR PERSONAL OR LEASEHOLD) SUBJECT TO LIEN OF THE OBLIGATION? (Answer "Yes" or "No")		APPROXIMATE NUMBER OF MILES OF LINE DIRECTLY SUBJECT TO—	
				Rate percent per annum (current year)	Dates due	Con- version	Call prior to maturity, other than sinking fund	Sinking fund	First lien	Junior to first lien	First lien	Junior to first lien
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)	
1	Accounts 764 and 766 - Funded Debt Unmatured											
2												
3	The Kansas City Southern Railway Company											
4	(1Xa)1st Mtg.Ser.C Bonds	12-01-54	12-01-84	3-1/4	6/1-12/1	No	Yes	Yes	Yes		860	
5	764-766 Equipment Obligations - 4C Equipment Purchase Agreements											
6												
7	Chemical Bank	3-16-59	3-01-74	4-1/2	3-1	No	No	No	Yes			
8												
9	Chemical Bank	6-15-61	6-15-76	4-1/2	5/15-12/15	No	No	No	Yes			
10												
11	Chemical Bank	6-15-61	6-15-76	4-1/2	6/15-12/15	No	No	No	Yes			
12												
13	Manufacturers Nat'l Bank	6-01-62	6-15-77	4-3/8	6/15-12/15	No	No	No	Yes			
14												
15	Manufacturers Nat'l Bank	6-01-62	6-15-77	4-3/8	6/15-12/15	No	No	No	Yes			
16												
17	Chemical Bank	5-15-62	5-15-77	4-1/2	5/15-11/15	No	No	No	Yes			
18												
19	Chemical Bank	7-15-63	7-15-78	Various	1/15-7/15	No	No	No	Yes			
20												
21	Chemical Bank	5-15-65	5-15-80	Various	5/15-11/15	No	No	No	Yes			
22												
23	Chemical Bank	3-15-66	3-15-76	5-1/2	3/15-9/15	No	No	No	Yes			
24												
25	Chemical Bank	4-15-66	10-15-81	5-1/2	4/15-10/15	No	No	No	Yes			
26												
27	Chemical Bank	3-15-67	3-15-77	6-3/4	3/15-9/15	No	No	No	Yes			
28												
29	Chemical Bank	5-15-67	5-15-82	6-1/4	5/15-11/15	No	No	No	Yes			
30												
31	Chemical Bank	5-02-68	8-01-78	7-1/4	2/1-8/1	No	No	No	Yes			
32												
33	Chemical Bank	5-03-68	8-01-83	7	2/1-8/1	No	No	No	Yes			
34												
35	Chemical Bank	1-01-70	1-15-85	9-3/4	1/15-7/15	No	No	No	Yes			
36	(Principal starting 1-15-76)											
37	Chemical Bank	1-01-72	2-01-87	6-1/2-7-5/8	2/1-8/1	No	No	No	Yes			
38												
39	United Missouri Bank	5-15-72	2-02-78	6-3/4	2/2-8/2	No	No	No	Yes			
40												
41	Chemical Bank	11-01-72	11-01-87	7-1/4-7-3/4	5/1-11/1	No	No	No	Yes			
42												
43	*Contract not complete				Total KCS Ry. Equipment Obligations							
44												
45	Louisiana & Arkansas Railway Company											
46												
47	Chemical Bank	5-01-64	5-01-79	4.60	5/1-11/1	No	No	No	No			
48												
49	Chemical Bank	4-01-65	4-01-75	Various	4/1-10/1	No	No	No	No			
50												
51					Total L&A Ry. Equipment Obligations							
52					Total KCS and L&A Equipment Obligations							
53												
54												
55												
56					GRAND TOTAL..	XXXX	XXXX	XXXX	XXXX			

218. FUNDED DEBT AND OTHER OBLIGATIONS—Continued

Total amount nominally and actually issued	AMOUNT NOMINALLY ISSUED AND—		Total amount actually issued	AMOUNT REACQUIRED AND—		TOTAL AMOUNT ACTUALLY OUTSTANDING			Line No.
	Held in special funds or in treas- ury or pledged (Identify pledged securities by symbol "P"; matured by symbol "M")	Canceled		Canceled through sinking fund or otherwise canceled (Identify canceled through sinking fund by symbol "B")	Held in special funds or in treas- ury or pledged (Identify pledged securities by symbol "P"; matured by symbol "M")	Unmatured (accounts 765, 766, and 767)	Unmatured (account 764)	Matured and no provision made for payment (account 768)	
(m)	(n)	(o)	(p)	(q)	(r)	(s)	(t)	(u)	
50 000 000			50 000 000	10 777 000	1 838 000	36 785 000	600 000		1
						38 623 000			2
2 876 000			2 876 000	2 555 285		131 682	189 033		3
527 000			527 000	527 000		None	None		4
2 108 000			2 108 000	1 541 796		390 537	175 667		5
3 431 200			3 431 200	2 401 840		800 613	228 747		6
1 166 000			1 166 000	826 062		262 205	77 733		7
2 130 000			2 130 000	1 420 000		568 000	142 000		8
5 931 680			5 931 680	3 559 008		1 977 227	395 445		9
4 350 119			4 350 119	2 030 056		2 030 055	290 008		10
8 650 000			8 650 000	5 622 500		2 162 500	865 000		11
4 440 000			4 440 000	1 776 000		2 368 000	296 000		12
8 090 000			8 090 000	4 045 000		3 236 000	809 000		13
4 097 000			4 097 000	1 365 667		2 458 200	273 133		14
5 255 000			5 255 000	2 102 000		2 627 500	525 500		15
4 413 603			4 413 603	1 176 961		2 942 402	294 240		16
10 148 170			10 148 170	None		10 148 170	None		17
5 150 999			5 150 999	None		4 807 599	343 400		18
1 655 094			1 655 094	None		1 655 094	None *		19
3 426 200			3 426 200	None		3 197 787	228 413		20
77 846 065			77 846 065	30 949 175		41 763 571	5 133 319		21
2 843 500			2 843 500	1 516 533		1 137 400	189 567		22
7 773 840			7 773 840	5 441 688		1 554 768	777 384		23
10 617 340			10 617 340	6 958 221		2 692 168	966 951		24
88 463 405			88 463 405	37 907 396		44 455 739	6 100 270		25
138 463 405			138 463 405	48 684 396	1 838 000	83 078 739	6 700 270		26

KANSAS CITY SOUTHERN LINES CONSOLIDATED

218. FUNDED DEBT AND OTHER OBLIGATIONS—Continued

Line No.	Name and character of obligation (List on same lines and in same order as on page 234)	AMOUNT OF INTEREST ACCRUED DURING YEAR						Amount of interest paid during year	Total amount of interest in default
		Charged to income			Charged to investment accounts				
		(v)	(w)	(x)	(y)				
	(a)								
1	The Kansas City Southern Railway Company								
2	1st Mortgage Series C Bonds	1	235	317				1	237 664
3									
4	Equipment Purchase Agreements								
5	Chemical Bank 3-16-59		15	850				22	939
6									
7	Chemical Bank 6-15-61		31	147				31	513
8									
9	Manufacturers National 6-01-62		52	095				52	539
10									
11	Manufacturers National 6-01-62		17	272				17	423
12									
13	Chemical Bank 5-15-62		34	328				35	145
14									
15	Chemical Bank 7-15-63		109	477				117	432
16									
17	Chemical Bank 5-15-65		112	903				114	626
18									
19	Chemical Bank 3-15-66		188	186				202	194
20									
21	Chemical Bank 4-15-66		155	293				158	730
22									
23	Chemical Bank 3-15-67		284	262				300	341
24									
25	Chemical Bank 5-15-67		177	062				179	243
26									
27	Chemical Bank 5-02-68		250	817				266	691
28									
29	Chemical Bank 5-03-68		238	580				247	162
30									
31	Chemical Bank 1-01-70		989	447				989	447
32									
33	Chemical Bank 1-01-72		342	747				187	145
34									
35	United Missouri Bank 5-15-72		24	632				None	*
36									
37	Chemical Bank 11-01-72		32	613				None	
38									
39	Total K.C.S. Ry. - Equipment		3	056 711				2	922 570
40									
41	Louisiana & Arkansas Railway Company								
42									
43	Equipment Purchase Agreements								
44	Chemical Bank 5-01-64		63	947				65	401
45									
46	Chemical Bank 4-01-65		116	851				125	839
47									
48	Total L&A Ry. - Equipment		180	798				191	240
49									
50	Total K.C.S. and L&A Ry. - Equipment Obligations		3	237 509				3	113 810
51									
52									
53									
54									
55									
56									
57	GRAND TOTAL		4	472 826				4	351 474

218. FUNDED DEBT AND OTHER OBLIGATIONS—Concluded

SECURITIES ISSUED OR ASSUMED DURING YEAR										SECURITIES REACQUIRED DURING YEAR						Line No.
Purpose of the issue and authority (a)	Par value (aa)			Net proceeds received for issue (cash or its equivalent) (bb)			Expense of issuing securities (cc)			AMOUNT REACQUIRED						
										Par value (dd)			Purchase price (ee)			
	\$			\$			\$			\$			\$			
1st Mortgage Bonds										844	000		599	560		1
Contract	Date															2
21691	3-16-59									189	032		189	032		3
22450	6-15-61									182	940		182	940		4
22725	6-01-62									228	747		228	747		5
22750	6-01-62									77	734		77	734		6
22675	5-15-62									142	000		142	000		7
22971-2-3	7-1-63									395	446		395	446		8
23724	5-15-65									290	008		290	008		9
24025	3-15-66									865	000		865	000		10
24026	4-15-66									296	000		296	000		11
24337	3-15-67									809	000		809	000		12
24384	5-15-67									273	133		273	133		13
24723	2-68									525	500		525	500		14
24724	5-03-68									294	240		294	240		15
25092	1-01-70									None			None			16
25650	1-01-72 6.50	5	150	999	5	150	999	20	515	None			None			17
25734	5-15-72 6.75	1	655	094	1	655	094	*		None			None			18
25820	11-01-72 7.25	3	426	200	3	426	200	23	657	None			None			19
Total K.C.S. Ry. 6.79 (140)		10	232	293	10	232	293	44	172	4	568	780	4	568	780	20
8761	5-01-64									189	567		189	567		21
8923	4-01-65									777	384		777	384		22
Total L&A Ry.										966	951		966	951		23
Total K.C.S. & L&A Equipment		10	232	293	10	232	293	44	172	5	535	731	5	535	731	24
GRAND TOTAL		10	232	293	10	232	293	44	172	6	379	731	6	135	291	25

KANSAS CITY SOUTHERN LINES CONSOLIDATED

219. EQUIPMENT COVERED BY EQUIPMENT OBLIGATIONS

Give the particulars called for regarding the equipment obligations included in schedule 218, "Funded Debt and Other Obligations" (accounts Nos. 764, "Equipment obligations and other debt due within 1 year" and 766, "Equipment obligations") at the close of the year. In column (a) show the name by which the equipment obligation is designated and in

column (b) show the classes of equipment and the number of units covered by the obligation. In column (c) show the contract price to the original debtor; in column (d) show the cash paid on acceptance of equipment by the original debtor; do not report the price paid on a subsequent sale and assumption of balance of debt.

Line No.	Designation of equipment obligation (List names in the same order as in schedule 218) (a)	Description of equipment covered (b)	Contract price of equipment acquired (c)			Cash paid on acceptance of equipment (d)		
			\$			\$		
1								
2								
3								
4								
5	<u>The Kansas City Southern Railway Company</u>							
6								
7	Chemical	3-16-59 260 Cars and 3 Locomotives	2	876	000		None	
8								
9	Chemical	6-15-61 200 Cars	2	642	935		7	935
10								
11	Manufacturers	6-01-62 250 Cars	3	454	336		23	136
12								
13	Manufacturers	6-01-62 100 Cars	1	197	858		None	378 58
14								
15	Chemical	5-15-62 10 Locomotives	2	137	377		7	377
16								
17	Chemical	7-15-63 210 Cars and 10 Locomotives	5	931	798			118
18								
19	Chemical	5-15-65 117 Cars and 16 Passenger Cars	4	350	119		None	
20								
21	Chemical	3-15-66 730 Cars	8	650	000		None	
22								
23	Chemical	4-15-66 18 Locomotives	4	466	464		26	464
24								
25	Chemical	3-15-67 691 Cars	8	090	520			520
26								
27	Chemical	5-15-67 250 Cars	4	097	000		None	
28								
29	Chemical	5-02-68 712 Cars	5	255	810			810
30								
31	Chemical	5-03-68 22 Locomotives	4	413	603		None	
32								
33	Chemical	1-01-70 500 Cars	10	148	170		None	
34								
35	Chemical	1-01-72 20 Locomotives	5	150	999		None	
36								
37	United Missouri	5-15-72 246 Cars	1	655	094		None	
38								
39	Chemical	11-1-72 10 Locomotives	5	426	200		None	
40								
41								
42								
43	<u>Louisiana & Arkansas Railway Company</u>							
44								
45	Chemical	5-01-64 180 Cars	2	853	771		10	271
46								
47	Chemical	4-01-65 685 Cars	7	773	845			5
48								
49								
50								
51								
52								
53								
54								
55								
56								
57								
58								
59								
60								
61								
62								
63								
64								
65								
66								
67								
68								
69								
70								
71								
72								
73								
74								
75								
76								
77								
78								
79								
80								
81								
82								
83								
84								
85								
86								
87								
88								
89								
90								
91								
92								
93								
94								
95								
96								
97								
98								
99								
100								

220. INTEREST ON INCOME BONDS

1. Give particulars concerning interest payable, accrued, paid, and accumulated and unpaid on the securities having contingent interest provisions classified as (1) Mortgage Bonds, (2) Collateral Trust Bonds, and (3) Unsecured Bonds (Debentures), in schedule 218, "Funded Debt and Other Obligations."

2. In columns (a), (b), and (c) state the name, amount, and nominal rate of interest shown in columns (a), (v), and (d), respectively, in schedule 218, for each security of the kind indicated. List the names of such securities in the same order as in schedule 218.

3. In column (d) show the amount of interest payable for the year at the nominal rate, if earned, on all of the bonds outstanding at the close of the year plus those retired during the year.

4. In column (e) show the amount of interest charged to the income account for the year.

5. In column (f) show the difference between columns (d) and (e).

6. In columns (h), (i), and (j) show the amounts of interest actually paid during the year, segregated in columns (h) and (i) between payments applicable to the current year's accruals, and those applicable to past accruals.

7. In column (k) enter the maximum accumulation of unpaid interest as provided for in the bonds.

8. In column (l) show the sum of unearned interest accumulated under the provisions of the security plus the earned interest unpaid at the close of the year.

9. In the second section of this schedule show the particulars of the several items on the same line and in the same order as in the first section.

Line No.	Name of issue (from schedule 218)	Amount actually outstanding (from schedule 218)	Nominal rate of interest (from schedule 218)	AMOUNT OF INTEREST			
				Maximum amount payable, if earned		Amount actually payable under contingent interest provisions, charged to income for the year	
	(a)	(b)	(c)	(d)		(e)	
1		\$		\$		\$	
2							
3							
4	NONE						
5							
6							
7							
8							
9							
10							

AMOUNT OF INTEREST—Continued

Line No.	DIFFERENCE BETWEEN MAXIMUM PAYABLE IF EARNED AND AMOUNT ACTUALLY PAYABLE						TOTAL PAID WITHIN YEAR										Maximum period or percentage, for which cumulative, if any	Total accumulated un-earned interest plus earned interest unpaid at the close of year			
	Current year			All years to date			On account of current year			On account of prior years			Total								
	(f)			(g)			(h)			(i)			(j)								
	\$			\$			\$			\$			\$						\$		
1																					
2																					
3																					
4																					
5																					
6																					
7																					
8																					
9																					
10																					

Give full particulars of amounts payable by the respondent to affiliated companies, as defined in connection with account No. 769, "Amounts payable to affiliated companies," in the Uniform System of Accounts for Railroad Companies. If any such amounts are evidenced by notes, each note should be separately shown in column (a). Entries in columns (e) and (f) should include interest accruals and interest payments on debt retired during the year, even though no portion of the debt remained outstanding at the close of the year. Show, also, in a footnote, particulars of interest charged to cost of property.

Line No.	Name of creditor company (a)	Rate of interest (b)	Balance at beginning of year (c)			Balance at close of year (d)			Interest accrued during year (e)			Interest paid during year (f)		
		%	\$			\$			\$			\$		
1														
2														
3														
4														
5	NONE													
6														
7														
8														
9														
10		TOTAL			None			None						

NOTES AND REMARKS

223. ITEMS IN SELECTED CURRENT LIABILITY ACCOUNTS

Give description and particulars for each item or class of items of like description in accounts Nos. 751, "Loans and notes payable"; 759, "Accrued accounts payable"; and 763, "Other current liabilities," at the close of the year. Show character of loans and notes, with name of creditor (or class of creditors), dates of issue and maturity, and appropriate description for each class of accrued accounts payable and for the other current liabilities. Show each item (or the aggregate of a class of items of like description) amounting to \$100,000 or more. Each item or class

of items of like description amounting to less than \$100,000 may be combined into a single entry designated "Other items, each less than \$100,000." The entries for each account shall be listed and the account number and the total for each account shall be shown corresponding to the amounts in Schedule 200L. In case the character of any item is not fully disclosed by the entries in the columns hereunder, make a full explanation in a footnote.

Line No.	Account No. (a)	Item (b)	Amount (c)
1	751	<u>Loans and Notes Payable</u>	None
2			
3			
4	759	<u>Accrued Accounts Payable</u>	
5		Vacation earned in 1972 payable 1973	1 783 000
6		Accruals - Per Diem Due Foreign Lines	1 268 000
7		Accruals - Repair to Traction Motors	75 000
8		Accruals - Insurance	74 369
9		Accruals - Car Repairs	138 750
10		Accruals - Lease Locomotives - Chemical Bank	48 580
11		Rental of Mississippi River Bridge	154 200
12		Rental of Equipment - Edgartown Car Corp.	496 936
13		Rental of Equipment - Woodland Car Corp.	94 126
14		Rental of Equipment - Vineyard Car Corp.	13 736
15		Operating expenses due Milwaukee-KCS Joint Agency	420 000
16		Estimate damage to foreign line equipment - derailments	107 913
17		Casualty Claims	382 062
18		Loss and Damage Claims	252 500
19		Overcharge Claims	310 000
20		Switching Cars, ATSF, Dallas, Texas	217 293
21		Terminal Expense, Dallas, Texas	100 200
22		Terminal Expense, New Orleans, Louisiana	10 000
23		Other items, each less than \$100,000	336 541
24		Total Account 759	6 283 206
25			
26			
27	763	<u>Other Deferred Liabilities</u>	
28		Prepaid in transit and unadjusted charges	5 732 702
29		Other items, each less than \$100,000	40 322
30		Total Account 763	5 773 024
31			
32			
33			
34			
35			
36			
37			
38			
39			
40			
41			
42			
43			
44			
45			

224. FEDERAL INCOME AND OTHER TAXES ACCRUED

Give the particulars called for with respect to the balances at close of year in accounts Nos. 760, "Federal income taxes accrued" and 761, "Other taxes accrued."

Line No.	Kind of tax (a)	Previous years (b)		Current year (c)		Balance at close of year (d)	
		\$		\$		\$	
1	Federal income taxes TOTAL (account 760)		398 332		4 183		394 149
2	Railway property State and local taxes (532)				958 921		958 921
3	Old-age retirement (532)				260 512		260 512
4	Unemployment insurance (532)				132 347		132 347
5	Miscellaneous operating property (535)						
6	Miscellaneous tax accruals (544)						
7	All other taxes						
8	TOTAL (account 761)			1	351 780	1	351 780

NOTES AND REMARKS

225. ITEMS IN SELECTED RESERVE AND OTHER LIABILITY ACCOUNTS

Give description and particulars for each item or class of items of like description in accounts Nos. 771, "Pension and welfare reserves"; 772, "Insurance reserves"; 774, "Casualty and other reserves"; 782, "Other liabilities"; and 784, "Other deferred credits," at the close of the year. Show creditor (or class of creditors) for deferred liabilities, and appropriate description of each class of operating reserve and for items of deferred credits. Show each item (or the aggregate of a class

of items of like description) amounting to \$100,000 or more. Each item or class of items of like description amounting to less than \$100,000 may be combined into a single entry designated "Other items, each less than \$100,000." The entries for each account shall be listed and the account number and the total for each account shall be shown corresponding to the amounts in Schedule 200L. In case the character of any item is not fully disclosed by the entries in the columns hereunder, make a full explanation in a footnote.

Line No.	Account No. (a)	Item (b)	Amount (c)	
			\$	
1	771	<u>Pension and Welfare Reserves</u>		None
2				
3	772	<u>Insurance Reserves</u>		None
4				
5	774	<u>Casualty and Other Reserves</u>		
6				
7		Casualty Reserve	1	119 225
8		Livestock Reserve		13 775
9		Property Reserve		59 690
10		Loss and Damage Claims		251 500
11		Overcharge Claims		55 000
12		Foreign Line Equipment Reserve		791 749
13		Total Account 774	2	290 939
14				
15	782	<u>Other Liabilities</u>		
16				
17		Deposits On Industrial Tracks		321 589
18		Depreciation on Property Retired - JUD Co.		89 646
19		Other Items, each less than \$100,000		1 716
20		Total Account 782		412 951
21				
22	784	<u>Other Deferred Credits</u>		
23				
24		Property Abandoned		146 353
25		Arkansas River Bridge Project at Redland, Oklahoma		76 961
26		Estimate Amount Due N.O.U.P.T.		357 000
27		Prepaid Rents		20 265
28		Other Items, each less than \$100,000		156 983
29		Total Account 784		757 562
30				
31				
32				
33				
34				
35				
36				
37				
38				
39				
40				
41				
42				
43				
44				
45				

NOTES AND REMARKS

229. CAPITAL STOCK CHANGES DURING THE YEAR

Give full particulars of stocks actually or nominally issued (either original issues or reissues) and of stocks reacquired or canceled during the year.

In the second section of the schedule show the particulars of the several issues on the same lines and in the same order as in the first section.

In column (c) state whether issued for construction of new properties, for additions and betterments, for purchase of railroad or other property, for conversion, for acquisition of securities, for reorganization, or for other corporate purposes. If an issue of securities was authorized for more than one purpose, state amount applicable to each purpose. Also

give the number and date of the authorization by the public authority under whose control such issue was made, naming such authority. In column (e) include as cash all money, checks, drafts, bills of exchange and other commercial paper payable at par on demand. For nominally issued stock, show returns in columns (a), (b), (c), and (d) only. For each class of stock actually issued, the sum of the entries in columns (e), (f), and (h), plus discounts or less premiums in column (g), should equal the total par value or the book value represented by the total number of shares reported in column (d).

Particulars concerning the reacquisition of stock that was actually outstanding should be given in columns (a), (i), and (j).

STOCKS ISSUED DURING YEAR									
Line No.	Class of stock	Date of issue	Purpose of the issue and authority	Par value (for nonpar stock show the number of shares)			Net proceeds received for issue (cash or its equivalent)		
				(d)			(e)		
				\$			\$		
1									
2									
3									
4									
5									
6									
7									
8									
9									
10									
11									
12									
13									
14									
15									
16									
TOTAL									

Line No.	STOCKS ISSUED DURING YEAR—Concluded						STOCKS REACQUIRED DURING YEAR						Remarks				
	Cash value of other property acquired or services received as consideration for issue			Net total discounts (in black) or premiums (in red). Excludes entries in column (h)			Expense of issuing capital stock			Par value (For nonpar stock show the number of shares)				Purchase price			
	(f)			(g)			(h)			(i)				(j)			(k)
1																	
2																	
3																	
4																	
5																	
6																	
7																	
8																	
9																	
10																	
11																	
12																	
13																	
14																	
15																	

230. STOCK LIABILITY FOR CONVERSION OF SECURITIES OF OTHER COMPANIES

If at the close of the year respondent was subject to any liability to issue its own capital stock in exchange for outstanding securities of constituent of other companies, give full particulars thereof hereunder, including names of parties to contracts and abstracts of terms of contracts whereunder such liability exists.

NONE

231. CAPITAL SURPLUS

Give an analysis in the form called for below of capital surplus accounts. In column (a) give a brief description of the item added or deducted and in column (b) insert the contra account number to which the amount stated in column (c), (d) or (e) was charged or credited.

Line No.	Item (a)	Contra account number (b)	ACCOUNT NO.					
			794. Premiums and Assessments on Capital Stock (c)			795. Paid-In Surplus (d)		
								796. Other Capital Surplus (e)
1	Balance at beginning of year.....	x x x				\$ 267	210	\$ 5 196 598
2	Additions during the year (describe):							
3	Intercompany items in preparation of							57 845
4	consolidated balance sheet							
5								
6								
7	Total additions during the year....	x x x						57 845
8	Deductions during the year (describe):							
9								
10								
11								
12	Total deductions....	x x x						
13	Balance at close of year.....	x x x				\$ 267	210	\$ 5 254 443

232. RETAINED INCOME—APPROPRIATED

Give an analysis in the form called for below of account No. 797, "Retained income—Appropriated."

Line No.	Class of appropriation (a)	Credits during year (b)			Debits during year (c)			Balance at close of year (d)		
31	Additions to property through retained income									
32	Funded debt retired through retained income		600	000		600	000		600	000
33	Sinking fund reserves									
34	Incentive per diem funds									
35	Miscellaneous fund reserves									
36	Retained income—Appropriated not specifically invested									
37	Other appropriations (specify):									
38										
39										
40										
41										
42										
43										
44										
45										
46	TOTAL		600	000		600	000		600	000

233. CONTINGENT ASSETS AND LIABILITIES.

1. Give particulars with respect to contingent assets and liabilities at the close of the year, in accordance with Instruction 6-6 in the Uniform System of Accounts for Railroad Companies, that are not reflected in the accounts of the respondent and the value of the item amounts to \$100,000 or more. If an actual monetary amount is not known and an estimate of the amount of any item involved is not feasible, disclosure should be made describing the contingency and explaining why an estimate is not determinable.

Examples of contingent liabilities are items which may become obligations as a result of pending or threatened litigation, assessments or possi-

ble assessments of additional taxes, and agreements or obligations to repurchase securities or property.

2. Information concerning the guaranties and suretyships are to be shown in other schedules provided for those items and not in this schedule.

3. In column (a) give a description of each item of contingent assets and liabilities under an inserted caption "CONTINGENT ASSETS" or "CONTINGENT LIABILITIES," as appropriate, and in column (b) show the amount of each item.

Line No.	Item (a)	Amount (b)		
		\$		
1				
2				
3				
4				
5				
6				
7				
8				
9				
10				
11				
12				
13				
14				
15				
16				
17				
18				
19				
20				
21				
22				
23				
24				
25				
26				
27				
28				
29				
30				
31				
32				
33				
34				
35				
36				
37				
38				
39				
40				
41				
42				
43				
44				
45				

ANNUAL REPORT 1972 CLASS I

134500

KANSAS CITY SOUTHERN RAILWAY CO.

2 OF 4

Give particulars called for regarding inactive proprietary companies, as defined in Schedule No. 411, page 94. The separation of accounts 731 and 732 into the various subdivisions shown below should be estimated, if not actually shown on respondent's books. Enter brief designations of the several proprietary companies at the heads of their respective columns.

RAILROAD CORPORATIONS—OPERATING—A.

300. INCOME ACCOUNT FOR THE YEAR

1. Give the Income Account of the respondent for the year in accordance with the rules prescribed in the Uniform System of Accounts for Railroad Companies.

2. In column (d) show against the appropriate account the amount of income that is offset by deductions in other income accounts of respondent so far as they relate to companies the operations of which are covered by this operating report, the amount of such deductions or dispositions to be also shown against appropriate accounts. For example, road (A) operates road (B) under lease for a

rental of \$1,000,000, but road (A) owns 50 percent of the stock of road (B) on which it receives \$250,000 in dividends. The entries in column (d) should be: Account No. 513, "Dividend income," \$250,000; Account No. 542, "Rent for leased roads and equipment," \$250,000. Again, if road (C) has issued its own securities to acquire a part or all of the securities of road (D), a separately operated carrier, no entries should be made in column (d) by road (C) even though dividends or interest be received on such securities held by road (C). But if road (D) is a

Line No.	Item	Amount for current year			Amount for preceding year			Offsetting debits and credits for current year		
		(b)			(c)			(d)		
	ORDINARY ITEMS									
1	OPERATING INCOME	xxx	xx	xx	xxx	xx	xx	xxx	xx	xx
2	RAILWAY OPERATING INCOME	xxx	xx	xx	xxx	xx	xx	xxx	xx	xx
3	(501) Railway operating revenues (p. 69) -----	106	414	911	101	464	533			
4	(531) Railway operating expenses (p. 76) -----	77	830	222	70	881	947			
5	Net revenue from railway operations -----	28	584	689	30	582	586			
6	(532) Railway tax accruals (p. 82) -----	8	645	260	9	208	014			
7	Railway operating income -----	19	939	429	21	374	572			
8	RENT INCOME	xxx	xx	xx	xxx	xx	xx	xxx	xx	xx
9	(503) Hire of freight cars and highway revenue equipment— Credit balance (p. 88) -----		51	110		42	623			
10	(504) Rent from locomotives (p. 89) -----									
11	(505) Rent from passenger-train cars (p. 89) -----									
12	(506) Rent from floating equipment -----			771		1	108			
13	(507) Rent from work equipment -----		346	581		291	818			
14	(508) Joint facility rent income -----		398	462		335	549			
15	Total rent income -----									
16	RENTS PAYABLE	xxx	xx	xx	xxx	xx	xx	xxx	xx	xx
17	(536) Hire of freight cars and highway revenue equipment— Debit balance (p. 88) -----	8	384	500	8	034	839			
18	(537) Rent for locomotives (p. 89) -----		650	647		602	090			
19	(538) Rent for passenger-train cars (p. 89) -----									
20	(539) Rent for floating equipment -----									
21	(540) Rent for work equipment -----		165	801		186	049			
22	(541) Joint facility rents -----		713	567		716	421			
23	Total rents payable -----	9	914	515	9	539	399			
24	Net rents (lines 15, 23) -----	9	516	053	9	203	850			
25	Net railway operating income (lines 7, 24) -----	10	423	376	12	170	722			
26	OTHER INCOME	xxx	xx	xx	xxx	xx	xx	xxx	xx	xx
27	(502) Revenues from miscellaneous operations (p. 45) -----			428			428			
28	(509) Income from lease of road and equipment (p. 86) -----		336	860		376	693			
29	(510) Miscellaneous rent income (p. 86) -----		143	243		126	207			
30	(511) Income from nonoperating property (p. 45) -----									
31	(512) Separately operated properties—Profit (p. 87) -----		48	065		48	064			
32	(513) Dividend income -----		555	504		713	641			
33	(514) Interest income -----		33	030		12	643			
34	(516) Income from sinking and other reserve funds -----		16	388		16	563			
35	(517) Release of premiums on funded debt -----									
36	(518) Contributions from other companies -----		2	135		759	983			
37	(519) Miscellaneous income (p. 92) -----		3	268		2	054			
38	Total other income -----		13	692		14	224			
39	Total income (lines 25, 38) -----			008			944			
40	MISCELLANEOUS DEDUCTIONS FROM INCOME	xxx	xx	xx	xxx	xx	xx	xxx	xx	xx
41	(534) Expenses of miscellaneous operations (p. 45) -----									
42	(535) Taxes on miscellaneous operating property (p. 45) -----		828	058		728	620			
43	(543) Miscellaneous rents (p. 91) -----		20	649		7	326			
44	(544) Miscellaneous tax accruals (p. 45) -----									
45	(545) Separately operated properties—Loss (p. 87) -----									
46	(549) Maintenance of investment organization -----									
47	(550) Income transferred to other companies -----									
48	(551) Miscellaneous income charges (p. 92) -----		339	382		550	746			
49	Total miscellaneous deductions -----	1	188	089	1	286	692			
50	Income available for fixed charges (lines 39, 49) -----	12	503	919	12	938	252			

300. INCOME ACCOUNT FOR THE YEAR—Continued

"proprietary" company for which no separate operating report is rendered, appropriate entries in column (d) should be made by road (C). If a leased road is assigned to another company for operation, the rent paid should be offset by the rent received. The examples indicated should not be taken to exclude others of a similar nature.

3. Returns for the year reported on lines 1 to 25, inclusive, should be analyzed in columns (e) to (k) in accordance with the Commission's rules governing the separation of operating

expenses between freight and passenger service; railroads.

4. Any unusual accruals involving substantial amounts included in column (k) on lines 1 to 25, inclusive, should be fully explained in a footnote.

5. All contra entries hereunder should be indicated in parenthesis.

RAIL-LINE, INCLUDING WATER TRANSPORT																		Line No.		
Related solely to freight service (e)			Apportioned to freight service (f)			Total freight service (g)			Related solely to passenger and allied services (h)			Apportioned to passenger and allied services (i)			Total passenger service (j)				Other items not related to either freight or to passenger and allied services (k)	
\$			\$			\$			\$			\$			\$			\$		
XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX
XX	XX	XX	XX	XX	XX	106	414	911	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX
						77	830	222												
XX	XX	XX	XX	XX	XX	28	584	689	XX	XX	XX	XX	XX	XX						
						9	645	250												
XX	XX	XX	XX	XX	XX	19	939	429	XX	XX	XX	XX	XX	XX						
XX	XX	XX	XX	XX	XX				XX	XX	XX	XX	XX	XX				XX	XX	XX
						51	110													
																			</	

If this report is made for a system, list hereunder the names of all companies included in the system returns:

The Kansas City Southern Railway Company
 The Maywood and Sugar Creek Railway Company
 Neches Bridge Company
 Louisiana & Arkansas Railway Company
 The Arkansas Western Railway Company
 Fort Smith and Van Buren Railway Company

KANSAS CITY SOUTHERN LINES CONSOLIDATED

300. INCOME ACCOUNT FOR THE YEAR—Continued

Line No.	Item (a)	Amount for current year (b)			Amount for preceding year (c)			Offsetting debits and credits for current year (d)		
		\$			\$			\$		
51	FIXED CHARGES	xx	xx	xx	xx	xx	xx	xx	xx	xx
52	(542) Rent for leased roads and equipment (p. 90).....		229	321		119	408			
53	(546) Interest on funded debt:	xx	xx	xx	xx	xx	xx	xx	xx	xx
54	(a) Fixed interest not in default.....		4	472		4	438			
55	(b) Interest in default.....			826			322			
56	(547) Interest on unfunded debt.....									
57	(548) Amortization of discount on funded debt.....		8	463		8	463			
58	Total fixed charges.....		4	710		4	566			
59	Income after fixed charges (lines 50, 58).....		7	793		8	372			
60	OTHER DEDUCTIONS	xx	xx	xx	xx	xx	xx	xx	xx	xx
61	(546) Interest on funded debt:	xx	xx	xx	xx	xx	xx	xx	xx	xx
62	(c) Contingent interest.....									
63	Ordinary income (lines 59, 62).....		7	793		8	372			
64	EXTRAORDINARY AND PRIOR PERIOD ITEMS	xx	xx	xx	xx	xx	xx	xx	xx	xx
65	(570) Extraordinary items -- Net Credit (Debit)(p. 92)				(	12	493			
66	(580) Prior period items -- Net Credit (Debit)(p. 92)									
67	(590) Federal income taxes on extraordinary and prior period items-- Debit (Credit)(p. 92).....				(	648	806)			
68	Total extraordinary and prior period items -- Credit (Debit)....				(	11	844			
69	Net income transferred to Retained Income-Unappropriated (lines 63, 68).....		7	793		3	472			
			309		(	135)				

NOTE.—See page 301B for explanatory notes, which are an integral part of the Income Account for the Year.

NOTES AND REMARKS

INCOME ACCOUNT FOR THE YEAR—EXPLANATORY NOTES

The space below is provided for the purpose of disclosing additional information concerning items of income for the current year. Each carrier shall give the particulars of items herein. Enter in separate notes with suitable explanation, amounts included in income accounts in connection with any unusual and material accrual or changeover in accounting practice, and other matters of the character commonly disclosed in financial statements under generally accepted accounting and reporting principles. Minor items which have no consequential

effect on net income for the year need not be reported. If carrier has nothing to report, insert the word "None". The tax consequences of use of accelerated depreciation and tax guideline service lives, the investment tax credit, as well as other unusual and significant tax items and matters, are to be disclosed in Schedule 350, under Section C pertaining to analysis of Federal income taxes. The explanation of items included in accounts 570, "Extraordinary items"; 580, "Prior period items"; and 590, "Federal income taxes on extraordinary and prior period items" are to be disclosed in Schedule 396, page 92.

This consolidated report of the companies specified on the first sheet was approved by the Interstate Commerce Commission in their letter of January 28, 1959, File ACR-SR and inter-company transactions eliminated.

KANSAS CITY SOUTHERN LINES CONSOLIDATED

305. RETAINED INCOME—UNAPPROPRIATED

1. Show hereunder the items of the Retained Income Accounts of the respondent for the year, classified in accordance with the Uniform System of Accounts for Railroad Companies.

2. All contra entries hereunder should be indicated in parentheses.
3. Indicate under "Remarks" the amount of assigned Federal income tax consequences, accounts 606 and 616.

Line No.	Item (a)	Amount (b)			Remarks (c)
	CREDITS				
1	(602) Credit balance transferred from Income (p. 66) -----	\$	7 793	309	
2	(606) Other credits to retained income -----				Net of Federal income taxes ----- \$ <u>None</u>
3	(622) Appropriations released -----		600	000	
4	Total -----		8 393	309	
	DEBITS				
5	(612) Debit balance transferred from Income (p. 66) -----				
6	(616) Other debits to retained income -----				Net of Federal income taxes ----- \$ <u>None</u>
7	(620) Appropriations for sinking and other reserve funds -----		600	000	
8	(621) Appropriations for other purposes -----				
9	(623) Dividends (p. 65) -----		4 777	510	
10	Total -----		5 377	510	
11	Net increase during year* -----		3 015	799	
12	Balance at beginning of year (p. 11)* -----		78 190	851	
13	Balance at end of year (carried to p. 11)* -----		81 206	650	

* Amount in parentheses indicates debit balance.

Note.—See p. 92, schedule 396, for analysis of Retained Income accounts.

308. DIVIDEND APPROPRIATIONS

1. Give particulars of each dividend declared. For par value or nonpar stock, show in column (d) the respective total par value or total number of shares on which dividend was declared and the corresponding rate percent or per share in column (b) or (c). If any such dividend was payable in anything other than cash, explain the matter fully in a footnote.
2. If an obligation of any character has been incurred for the purpose of procuring funds for the payment of any dividend or for the purpose of

replenishing the treasury of the respondent after payment of any dividend, give full particulars in a footnote. If any class of stock received a return not reportable in this schedule, state the particulars of the case in a footnote.

3. The sum of the dividends stated in column (e) should equal the amount shown in schedule No. 305.

Line No.	Name of security on which dividend was declared (a)	Rate percent (par value stock) or rate per share (nonpar stock)		Total par value of stock or total number of shares of nonpar stock on which dividend was declared (d)	Dividends (account 623) (e)	DATES	
		Regular (b)	Extra (c)			Declared (f)	Payable (g)
41	KCS Preferred	4%		\$ 20 680 750 21 000 000	\$ 840 000		
42	KCS Common	\$4.00 Sh.		1 019 198	4 076 792		
43	Less intercompany on stock held by L&A Ry. Co.				(139 282)		
44							
45							
46							
47							
48							
49							
50	Refer detailed Schedule 308						
51							
52							
53					4 777 510		

310. RAILWAY OPERATING REVENUES

1. State the railway operating revenues of the respondent for the year classifying them in accordance with the Uniform System of Accounts for Railroad Companies and distribute the amounts among the classes of service as indicated. In the absence of records separating revenues between freight and passenger trains, the distribution should be estimated on the basis of the best data available.

2. Assign rail-line revenues, including revenues from water transfers and highway motor vehicle operations, to "Freight service" or to "Passenger and allied services" according to the type of train (or other equipment) by which the traffic moved.

3. Incidental revenues should be assigned as provided for in the schedule.

4. Revenues which are not assignable to freight service or to passenger and allied services are includible in column (e) only in cases where the related operating expenses are reportable in column (i) of schedule No. 320. If the expenses are assigned to the classes of service mentioned, the revenues, likewise, should be distributed on an equitable basis.

5. Any unusual accruals involving substantial amounts included in column (b) should be fully explained in a footnote.

Line No.	Class of railway operating revenues	Amount of revenue for the year			RAIL-LINE REVENUES, INCLUDING WATER TRANSFERS						Other revenues not assignable to freight or to passenger and allied services			Remarks
					Assignable to freight service (c)			Assignable to passenger and allied services (d)						
	(a)	(b)			(c)			(d)			(e)			(f)
	TRANSPORTATION—RAIL LINE	\$			\$			\$			\$			
1	(101) Freight*	101	376	502	101	376	502							
2	(102) Passenger*													
3	(103) Baggage													
4	(104) Sleeping car													
5	(105) Parlor and chair car													
6	(106) Mail													
7	(107) Express													
8	(108) Other passenger-train†													
9	(109) Milk													
10	(110) Switching*	3	767	113	3	767	113							
11	(113) Water transfers													
12	Total rail-line transportation revenue	105	143	615	105	143	615							
	INCIDENTAL													
13	(131) Dining and buffet													
14	(132) Hotel and restaurant													
15	(133) Station, trails, and boat privileges													
16	(135) Storage—Freight													
17	(137) Demurrage	627	347		627	347								
18	(138) Communication													
19	(139) Grain elevator													
20	(141) Power													
21	(142) Rents of buildings and other property	98	232		98	232								
22	(143) Miscellaneous	132	131		132	131								
23	Total incidental operating revenue	857	710		857	710								
	JOINT FACILITY													
24	(151) Joint facility—Cr	413	586		413	586								
25	(152) Joint facility—Dr													
26	Total joint facility operating revenue	413	586		413	586								
27	Total railway operating revenue	106	414	911	106	414	911							

*Report hereunder the charges to these accounts representing:

A. Payments made to others for—

1. Terminal collection and delivery services when performed in connection with line-haul transportation of freight on the basis of freight tariff rates: \$ 417,611

(a) Of the amount reported for item A. 1, _____ % (to nearest whole number) represents payments for collection and delivery of L.C.L. freight either in TOFC trailers or otherwise. The percentage reported in (check one): Actual (), Estimated ().

2. Switching services when performed in connection with line-haul transportation of freight on the basis of switching tariffs and allowances out of fr. int. rates, including the switching of empty cars in connection with a revenue movement: \$ 2,098,568

3. Substitute highway motor service in lieu of line-haul rail service performed under tariffs published by rail carriers (does not include traffic moved on joint rail-motor cases):

(a) Payments for transportation of persons: \$ None

(b) Payments for transportation of freight shipments: \$ 389,654

† Governmental aid for providing passenger commuter or other passenger-train service included in account 108, as provided in item (d) of that account: \$ None

NOTE.—(Gross charges for protective services to perishable freight, without deduction for any proportion thereof credited to account No. 101, "Freight" (not required from switching and terminal companies):

1. Charges for service for the protection against heat: \$ 12,690

2. Charges for service for the protection against cold: \$ 2,384

KANSAS CITY SOUTHERN LINES CONSOLIDATED

320. RAILWAY OPERATING EXPENSES

State the railway operating expenses on respondent's road for the year, classifying them in accordance with the Uniform System of Accounts for Railroad Companies, and analyzing them in accordance with the Commission's rules governing the separation of operating expenses between freight and passenger service; railroads. The returns to accounts 202-221 should be classified as provided for by instructions pertaining to those accounts in the effective rules. The designations shown in column (a) for these accounts are defined as follows:

Line No.	Name of railway operating expense account (a)	Amount of operating expense for the year (b)		
		\$	XX	XX
1	MAINTENANCE OF WAY AND STRUCTURES			
2	(201) Superintendence.....		1	190 061
3	(202) Roadway maintenance—Yard switching tracks.....	(		73 222
4	Roadway maintenance—Way switching tracks.....	926,930 (		42 867
5	Roadway maintenance—Running tracks.....	(		810 641
6	(206) Tunnels and subways—Yard switching tracks.....			
7	Tunnels and subways—Way switching tracks.....			
8	Tunnels and subways—Running tracks.....			
9	(208) Bridges, trestles, and culverts—Yard switching tracks.....	(		46 979
10	Bridges, trestles, and culverts—Way switching tracks.....	746,529 (		29 191
11	Bridges, trestles, and culverts—Running tracks.....	(		670 359
12	(210) Elevated structures—Yard switching tracks.....			
13	Elevated structures—Way switching tracks.....			
14	Elevated structures—Running tracks.....			
15	(212) Ties—Yard switching tracks.....	(		145 432
16	Ties—Way switching tracks.....	2,499,498 (		102 070
17	Ties—Running tracks.....	(	2	251 996
18	(214) Rails—Yard switching tracks.....	(		26 502
19	Rails—Way switching tracks.....	653,236 (		31 323
20	Rails—Running tracks.....	(		595 411
21	(216) Other track material—Yard switching tracks.....	(		39 562
22	Other track material—Way switching tracks.....	774,248 (		31 377
23	Other track material—Running tracks.....	(		703 309
24	(218) Ballast—Yard switching tracks.....	(		14 701
25	Ballast—Way switching tracks.....	219,920 (		9 411
26	Ballast—Running tracks.....	(		195 808
27	(220) Track laying and surfacing—Yard switching tracks.....			225 531
28	Track laying and surfacing—Way switching tracks.....	3,799,091 (		168 342
29	Track laying and surfacing—Running tracks.....	(	3	405 218
30	(221) Fences, snowsheds, and signs—Yard switching tracks.....	(		892
31	Fences, snowsheds, and signs—Way switching tracks.....	33,764 (		1 319
32	Fences, snowsheds, and signs—Running tracks.....	(		31 553
33	(227) Station and office buildings.....			100 158
34	(229) Roadway buildings.....			4 002
35	(231) Water stations.....			756
36	(233) Fuel stations.....			19 462
37	(235) Shops and engine houses.....			138 652
38	(237) Grain elevators.....			
39	(239) Storage warehouses.....			
40	(241) Wharves and docks.....			
41	(243) Coal and ore wharves.....			
42	(244) TOFC/COFC terminals.....			13 895
43	(247) Communication systems.....			904 112
44	(249) Signals and interlockers.....			649 067
45	(253) Power plants.....			
46	(257) Power-transmission systems.....			28 955
47	(265) Miscellaneous structures.....			1 497
48	(266) Road property—Depreciation (p. 78).....		1	014 341
49	(267) Retirements—Road (p. 78).....			76 296
50	(269) Roadway machines.....			575 942
51				
52				
53				

320. RAILWAY OPERATING EXPENSES—Continued

Yard switching tracks.—Yards where separate switching services are maintained, including classification, house, team, industry, and other tracks serviced by yard locomotives.

Way switching tracks.—Station, team, industry, and other switching tracks for which no separate switching service is maintained.

Running tracks.—Running tracks, passing tracks, cross-overs, etc., including turn-outs from those tracks to clearance points.

Any unusual accruals involving substantial amounts included in column (b) should be fully explained in a footnote.

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS																		Line No.		
Expenses related solely to freight service			Common expenses apportioned to freight service			Total freight expense			Related solely to passenger and allied services			Common expenses apportioned to passenger and allied services			Total passenger expense				Other expenses not related to either freight or to passenger and allied services	
(e)			(d)			(c)			(f)			(g)			(h)			(i)		
\$			\$			\$			\$			\$			\$			\$		
XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX
						1	190	061												1
							73	222												2
							42	867												3
							810	841												4
																				5
																				6
																				7
							46	979												8
							29	191												9
							670	359												10
																				11
																				12
																				13
							145	432												14
							102	070												15
						2	251	996												16
							26	502												17
							31	323												18
							595	411												19
							39	562												20
							31	377												21
							703	309												22
							14	701												23
							9	411												24
							195	808												25
							225	531												26
							168	342												27
						3	405	218												28
								892												29
							1	319												30
							31	553												31
							100	158												32
							4	002												33
								756												34
							19	462												35
							138	652												36
																				37
																				38
																				39
																				40
																				41
							13	895												42
							904	112												43
							649	067												44
																				45
							28	955												46
							1	497												47
							1	014	341											48
							76	296												49
							575	942												50
																				51
																				52
XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX

320. RAILWAY OPERATING EXPENSES—Continued

Line No.	Name of railway operating expense account (a)	Amount of operating expenses for the year (b)		
		\$	xx	xx
MAINTENANCE OF WAY AND STRUCTURES—Continued				
54	(270) Dismantling retired road property.....		57	055
55	(271) Small tools and supplies.....	333	335	
56	(272) Removing snow, ice, and sand.....		13	555
57	(273) Public improvements—Maintenance.....		186	505
58	(274) Injuries to persons.....		445	551
59	(275) Insurance.....		120	115
60	(276) Stationery and printing.....		18	513
61	(277) Employees' health and welfare benefits.....		337	212
62	(281) Right-of-way expenses.....			211
63	(282) Other expenses.....		108	623
64	(278) Maintaining joint tracks, yards, and other facilities—Dr.....		279	197
65	(279) Maintaining joint tracks, yards, and other facilities—Cr.....		316	801
66	Total—All road property depreciation (account 266).....	1	014	341
67	Total—All other maintenance of way and structures accounts.....	14	939	142
68	Total maintenance of way and structures.....	15	953	483
MAINTENANCE OF EQUIPMENT				
69	(301) Superintendence.....		456	211
70	(302) Shop machinery.....		146	698
71	(304) Power-plant machinery.....			350
72	(305) Shop and power-plant machinery—Depreciation (p. 80).....		63	769
73	(306) Dismantling retired shop and power-plant machinery.....			
74	(311) Locomotives—Repairs, Diesel locomotives—Yard.....		836	046
75	Locomotives—Repairs, Diesel locomotives—Other.....	3	563	168
76	Locomotives—Repairs, Other than Diesel—Yard.....			
77	Locomotives—Repairs, Other than Diesel—Other.....	6	009	367
78	(314) Freight-train cars—Repairs*.....			
79	(317) Passenger-train cars—Repairs.....		67	718
80	(318) Highway revenue equipment—Repairs.....			
81	(323) Floating equipment—Repairs.....			
82	(326) Work equipment—Repairs.....		26	999
83	(328) Miscellaneous equipment—Repairs.....		271	719
84	(329) Dismantling retired equipment.....			
85	(330) Retirements—Equipment (p. 80).....	(	1	250)
86	(331) Equipment—Depreciation (p. 80).....	4	753	631
87	(332) Injuries to persons.....		148	481
88	(333) Insurance.....		211	789
89	(334) Stationery and printing.....		23	608
90	(335) Employees' health and welfare benefits.....		421	787
91	(339) Other expenses.....		5	596
92	(336) Joint maintenance of equipment expenses—Dr.....		55	868
93	(337) Joint maintenance of equipment expenses—Cr.....		49	469
94	Total—All equipment depreciation (accounts 305 and 331).....	4	817	400
95	Total—All other maintenance of equipment accounts.....	12	194	686
96	Total maintenance of equipment.....	17	012	086
TRAFFIC				
97	(351) Superintendence.....		624	856
98	(352) Outside agencies.....	2	516	897
99	(353) Advertising**.....		184	413
100	(354) Traffic associations.....		253	072
101	(355) Fast freight lines.....			
102	(356) Industrial and immigration bureaus.....		1	793
103	(357) Insurance.....			515
104	(358) Stationery and printing.....		118	242
105	(359) Employees' health and welfare benefits.....		47	271
106	(360) Other expenses.....		8	038
107	Total traffic.....	3	755	097
108	*Includes debits of \$ 1,177,126 for charges on account of work done by others and includes credits of \$ 1,773,064 on account of work charged to others.			
109	**Value of transportation issued in exchange for advertising, \$ None			

320. RAILWAY OPERATING EXPENSES—Continued

RAIL-LINE EXPENSES, INCLUDING WATER T. & R. EXPENSES																												
Expenses related solely to freight service (e)				Common expenses apportioned to freight service (d)				Total freight expense (c)				Related solely to passenger and allied services (f)				Common expenses apportioned to passenger and allied services (g)				Total passenger expense (h)				Other expenses not related to either freight or to passenger and allied services (i)				Line No.
\$	XX	XX	XX	\$	XX	XX	XX	\$	XX	XX	XX	\$	XX	XX	XX	\$	XX	XX	XX	\$	XX	XX	XX	\$	XX	XX	XX	
																												54
																												55
																												56
																												57
																												58
																												59
																												60
																												61
																												62
																												63
																												64
																												65
																												66
																												67
																												68
																												69
																												70
																												71
																												72
																												73
																												74
																												75
																												76
																												77
																												78
																												79
																												80
																												81
																												82
																												83
																												84
																												85
																												86
																												87
																												88
																												89
																												90
																												91
																												92
																												93
																												94
																												95
																												96
																												97
																												98
																												99
																												100
																												101
																												102
																												103
																												104
																												105
																												106
																												107
																												108
																												109

320. RAILWAY OPERATING EXPENSES—Continued

Line No.	Name of railway operating expense account	Amount of operating expenses for the year	
	(a)	(b)	
	TRANSPORTATION—RAIL LINE		
110	(371) Superintendence	1	097 714
111	(372) Dispatching trains		192 996
112	(373) Station employees	2	458 191
113	(374) Weighing, inspection, and demurrage bureaus		740 476
114	(375) Coal and ore wharves		
115	(376) Station supplies and expenses		365 184
116	(377) Yardmasters and yard clerks	1	880 454
117	(378) Yard conductors and brakemen	5	873 696
118	(379) Yard switch and signal tenders		74 676
119	(380) Yard enginemen	2	832 826
120	(382) Yard switching fuel		366 970
121	(383) Yard switching power produced		
122	(384) Yard switching power purchased		
123	(388) Servicing yard locomotives		369 047
124	(389) Yard supplies and expenses		309 761
125	(392) Train enginemen	2	719 571
126	(394) Train fuel	2	428 236
127	(395) Train power produced		
128	(396) Train power purchased		
129	(400) Servicing train locomotives		522 412
130	(401) Trainmen	5	279 342
131	(402) Train supplies and expenses*	1	931 737
132	(403) Operating sleeping cars		
133	(404) Signal and interlocker operation		157 494
134	(405) Crossing protection		10 806
135	(406) Drawbridge operation		79 128
136	(407) Communication system operation		744 022
137	(408) Operating floating equipment		
138	(409) Employees' health and welfare benefits	1	035 993
139	(410) Stationery and printing		211 641
140	(411) Other expenses		28 647
141	(414) Insurance		652 790
142	(415) Clearing wrecks		900 963
143	(416) Damage to property		76 254
144	(417) Damage to livestock on right of way		17 196
145	(418) Loss and damage—Freight	1	543 981
146	(419) Loss and damage—Baggage		
147	(420) Injuries to persons		551 085
148	(421) TOFC/COFC terminals		91 249
149	(422) Other highway transportation expenses		1 771
150	(390) Operating joint yards and terminals—Dr		938 087
151	(391) Operating joint yards and terminals—Cr		183 201
152	(412) Operating joint tracks and facilities—Dr		74 782
153	(413) Operating joint tracks and facilities—Cr		30 611
154	Total transportation—Rail line	35	745 872
	*Includes gross charges and credits for heater and refrigerator service as follows:		
155	Freight train cars: Refrigerator—Charges	30	377
156	—Credits		12 690
157	Heater—Charges		8 744
158	—Credits		2 385
159	TOFC trailers: Refrigerator—Charges	1	134
160	—Credits		None
161	Heater—Charges		None
162	—Credits		None

320. RAILWAY OPERATING EXPENSES—Continued

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS														Line No.							
Expenses related solely to freight service (c)			Common expenses apportioned to freight service (d)			Total freight expense (e)			Related solely to passenger and allied services (f)			Common expenses apportioned to passenger and allied services (g)			Total passenger expense (h)			Other expenses not related to either freight or to passenger and allied services (i)			
\$			\$			\$			\$			\$			\$			\$			
						1	097	714													110
							192	996													111
						2	458	191													112
							140	476													113
							365	184													114
						1	880	454													115
						5	873	696													116
							74	676													117
						2	832	826													118
							366	970													119
																					120
							369	047													121
							309	761													122
						2	719	571													123
						2	428	236													124
																					125
							522	412													126
						5	279	842													127
						1	931	737													128
																					129
							157	494													130
							10	806													131
							79	128													132
							744	022													133
																					134
						1	035	993													135
							211	641													136
							28	647													137
							652	790													138
							900	969													139
							76	254													140
							17	196													141
						1	543	981													142
																					143
							551	085													144
							91	249													145
							1	771													146
							938	087													147
							183	201													148
							74	782													149
							30	611													150
																					151
						35	745	872													152

320. RAILWAY OPERATING EXPENSES—Continued

Line No.	Name of railway operating expense account	Amount of operating expenses for the year		
	(a)	(b)		
	MISCELLANEOUS OPERATIONS			
163	(441) Dining and buffet service.....			
164	(442) Hotels and restaurants.....		14	923
165	(443) Grain elevator.....			
166	(445) Producing power sold.....			
167	(446) Other miscellaneous operations.....			
168	(449) Employees' health and welfare benefits.....			
169	(447) Operating joint miscellaneous facilities—Dr.....		5	265
170	(448) Operating joint miscellaneous facilities—Cr.....			
171	Total miscellaneous operations.....		20	188
	GENERAL			
172	(451) Salaries and expenses of general officers.....		979	977
173	(452) Salaries and expenses of clerks and attendants.....	1	576	690
174	(453) General office supplies and expenses.....	1	044	003
175	(454) Law expenses.....	1	329	089
176	(455) Insurance.....		4	787
177	(456) Employees' health and welfare benefits.....		106	988
178	(457) Pensions.....		102	610
179	(458) Stationery and printing.....		137	290
180	(460) Other expenses.....		36	673
181	(461) General joint facilities—Dr.....		27	318
182	(462) General joint facilities—Cr.....		1	929
183	Total general expenses.....	5	343	496
184	Grand total railway operating expenses.....	77	830	222
185	Operating ratio (ratio of operating expenses to operating revenues) 73.14 percent. (Two decimal places required).....		73	142

106. Amount of employee compensation† (applicable to the current year) chargeable to operating expenses: \$ 36,329,495

*Give description and amount of charges to account No. 460, "Other expenses," for severance payments made to employee. This includes payments made as a result of agreements with employee organizations and awards pursuant to decisions of arbitration boards or by specific orders of this Commission or by voluntary action on the part of respondent. This also includes severance payments in cases relating to mergers and situations involving reduction in employees because of abandonment or consolidation of facilities.

Description of payments	Amount

Includes "straight time paid for" in train and engine service, and "time actually worked and paid for at straight time rates" in other services; all overtime in train and engine service, and overtime paid for at punitive rates in other services; and "constructive allowances, including vacations and holidays," in train and engine service and "vacations, holidays, and other allowances" in other services. (Compensation chargeable to operating expenses applicable to prior years, which was paid or is payable under labor awards of the current year or for other reasons, should be shown in Schedule M(C) and not included in this return.)

320. RAILWAY OPERATING EXPENSES—Concluded

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS

Expenses related solely to freight service (c)			Common expenses appor- tioned to freight service (d)			Total freight expense (e)			Related solely to passen- ger and allied services (f)			Common expenses appor- tioned to passenger and allied services (g)			Total passenger expense (h)			Other expenses not related to either freight or to passenger and allied services (i)			Line No.
\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	
								14													163
								923													164
																					165
																					166
																					167
								5													168
								265													169
								20													170
								188													171
XX	XX	XX	XX	XX	XX	XX	XX	979	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	172
								977													173
								1													174
								576													175
								690													176
								1													177
								044													178
								003													179
								1													180
								329													181
								089													182
								4													183
								787													184
								106													185
								988													186
								102													187
								610													188
								137													189
								290													190
								36													191
								673													192
								27													193
								318													194
								1													195
								929													196
								5													197
								343													198
								496													199
								77													200
								830													201
								222													202
XX	XX	XX	XX	XX	XX	XX	XX	73	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	203
								14%													204

322. ROAD PROPERTY—DEPRECIATION

Give the particulars called for with respect to the amount charged to account 266, "Road property—Depreciation," for the year.

Line No.	Subaccount (a)	Amount of operating expenses for the year (b)		
		\$		
301	(1) Engineering.....	14	511	
302	(2½) Other right-of-way expenditures.....	3	970	
303	(3) Grading.....	41	647	
304	(5) Tunnels and subways.....			
305	(6) Bridges, trestles, and culverts.....	255	270	
306	(7) Elevated structures.....			
307	(13) Fences, snowsheds, and signs.....	6	590	
308	(16) Station and office buildings.....	141	908	
309	(17) Roadway buildings.....	7	044	
310	(18) Water stations.....	3	133	
311	(19) Fuel stations.....	15	385	
312	(20) Shops and enginehouses.....	115	494	
313	(21) Grain elevators.....			
314	(22) Storage warehouses.....			
315	(23) Wharves and docks.....			
316	(24) Coal and ore wharves.....			
317	(25) TOFC/COFC terminals.....	16	316	
318	(26) Communication systems.....	104	326	
319	(27) Signals and interlockers.....	194	017	
320	(29) Power plants.....		426	
321	(31) Power-transmission systems.....	25	128	
322	(35) Miscellaneous structures.....	7	071	
323	(37) Roadway machines.....			
324	(39) Public improvements—Construction.....	62	105	
325	All other road accounts.....			
326	Total (account 266).....	1	014	341

324. RETIREMENTS—ROAD

Give the particulars called for with respect to the amount included in account 267, "Retirements—Road," for the year.

Line No.	Subaccount (a)	Amount of operating expenses for the year (b)		
		\$		
341	(1) Engineering.....			
342	(2½) Other right-of-way expenditures.....			
343	(3) Grading.....	4	570	
344	(5) Tunnels and subways.....			
345	(8) Ties.....	34	104	
346	(9) Rails.....	35	380	
347	(10) Other track material.....	14	141	
348	(11) Ballast.....	13	108	
349	(12) Track laying and surfacing.....	30	252	
350	(38) Roadway small tools.....			
351	(39) Public improvements—Construction.....			
352	(43) Other expenditures—Road.....			
353	(76) Interest during construction.....	13	291	
354	(77) Other expenditures—General.....			
355	(83) Other elements of investment.....			
356	All other road accounts.....	2	210	
357	Total (account 267).....	76	296	

322. ROAD PROPERTY—DEPRECIATION

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS																					Line No.
Expenses related solely to freight service (c)			Common expenses apportioned to freight service (d)			Total freight expense (e)			Related solely to passenger and allied services (f)			Common expenses apportioned to passenger and allied services (g)			Total passenger expense (h)			Other expense not related to either freight or to passenger and allied services (i)			
\$			\$			\$			\$			\$			\$			\$			
						14	511													301	
						3	970													302	
						41	647													303	
																				304	
						255	270													305	
																				306	
						6	590													307	
						141	908													308	
						7	044													309	
						3	133													310	
						15	385													311	
						115	494													312	
																				313	
																				314	
																				315	
						16	316													316	
						104	326													317	
						194	017													318	
							426													319	
						25	128													320	
						7	071													321	
																				322	
						62	105													323	
																				324	
						1	014	341												325	
																				326	

324. RETIREMENTS—ROAD

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS																					Line No.
Expenses related solely to freight service (c)			Common expenses apportioned to freight service (d)			Total freight expense (e)			Related solely to passenger and allied services (f)			Common expense apportioned to passenger and allied services (g)			Total passenger expense (h)			Other expenses not related to either freight or to passenger and allied services (i)			
\$			\$			\$			\$			\$			\$			\$			
																					341
																					342
								4 570													343
								34 104													344
								35 380													345
								14 141													346
								13 108													347
								30 252													348
																					349
																					350
																					351
								13 291													352
																					353
																					354
								2 210													355
								76 296													356
																					357

KANSAS CITY SOUTHERN LINES CONSOLIDATED

326. SHOP AND POWER-PLANT MACHINERY—DEPRECIATION

Give the particulars called for with respect to the amount charged to account 305, "Shop and power-plant machinery—Depreciation," for the year.

Line No.	Subaccount	Amount of operating expenses for the year		
		(b)		
	(a)	\$		
391	(44) Shop machinery.....		59	335
392	(45) Power-plant machinery.....		4	434
393	Total (account 305).....		63	769

328. RETIREMENTS—EQUIPMENT

Give the particulars called for with respect to the amount included in account 330, "Retirements—Equipment," for the year.

Line No.	Subaccount	Amount of operating expenses for the year		
		(b)		
	(a)	\$		
401	(52) Locomotives.....			
402	(53) Freight-train cars.....		1	250
403	(54) Passenger-train cars.....			
404	(55) Highway revenue equipment.....			
405	(56) Floating equipment.....			
406	(57) Work equipment.....			
407	(58) Miscellaneous equipment.....			
408	(76) Interest during construction.....			
409	(77) Other expenditures—General.....			
410	(80) Other elements of investment.....			
411	Total (account 330).....		1	250

330. EQUIPMENT—DEPRECIATION

Give the particulars called for with respect to the amount charged to account 331, "Equipment—Depreciation," for the year.

Line No.	Subaccount	Amount of operating expenses for the year		
		(b)		
	(a)	\$		
431	(52) Locomotives—Yard.....		212	704
432	(52) Locomotives—Other.....		917	666
433	(53) Freight-train cars.....		3	498 883
434	(54) Passenger-train cars.....			
435	(55) Highway revenue equipment.....			
436	(56) Floating equipment.....			
437	(57) Work equipment.....		114	579
438	(58) Miscellaneous equipment.....		9	799
439	Total (account 331).....		4	753 631

326. SHOP AND POWER-PLANT MACHINERY—DEPRECIATION—Continued

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS													Other expenses not related to either freight or to passenger and allied services	Line No.
Expenses related solely to freight service			Common expenses apportioned to freight service			Total freight expense		Related solely to passenger and allied services		Common expenses apportioned to passenger and allied services		Total passenger expense		
(e)			(d)			(c)		(f)		(g)		(h)	(i)	
\$			\$			\$		\$			\$		\$	
						59	335							391
						4	434							392
						63	769							393

328. RETIREMENTS—EQUIPMENT—Continued

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS															Other expenses not related to either freight or to passenger and allied services	Line No.		
Expenses related solely to freight service (e)			Common expenses apportioned to freight service (d)			Total freight expense (c)			Related solely to passenger and allied services (f)			Common expenses apportioned to passenger and allied services (g)					Total passenger expense (h)	
\$			\$			\$			\$			\$			\$			
						(		1.250)										401
																		402
																		403
																		404
																		405
																		406
																		407
																		408
																		409
						(		1.250)										410
																		411

330. EQUIPMENT—DEPRECIATION—Continued

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS																	Line No.			
Expenses related solely to freight service (c)			Common expenses apportioned to freight service (d)			Total freight expense (e)		Related solely to passenger and allied services (f)			Common expenses apportioned to passenger and allied services (g)			Total passenger expense (h)				Other expenses not related to either freight or to passenger and allied services (i)		
\$			\$			\$		\$			\$			\$			\$			
						212	704													431
						917	666													432
						3 498	883													433
																				434
																				435
						114	579													436
						9	799													437
						4 753	631													438

KANSAS CITY SOUTHERN LINES CONSOLIDATED

350. RAILWAY TAX ACCRUALS

1. In Sections A and B show the particulars called for with respect to net accruals of taxes on railroad property, and U.S. Government taxes charged to account 532, "Railway tax accruals" of the re-

spondent's Income account for the year.

2. In Section C show an analysis and distribution of Federal income taxes.

A. Other Than U.S. Government Taxes				B. U.S. Government Taxes			
Line No.	State (a)	Amount (b)		Kind of tax (c)	Amount (d)		Line No.
1	Alabama			Income taxes:	\$	x x	
2	Alaska			Normal tax and surtax	1	390 132	58
3	Arizona			Excess profits			59
4	Arkansas	366	345	TOTAL-Income taxes	1	390 132	60
5	California		11	Old-age retirement*	3	178 923	61
6	Colorado		12	Unemployment insurance		576 240	62
7	Connecticut			All other United States taxes			63
8	Delaware	1	119	Total-U.S. Government taxes	5	143 295	64
9	Florida			GRAND TOTAL-Railway Tax Accruals			
10	Georgia		28	(account 532)	8	645 260	65
11	Hawaii			C. Analysis of Federal Income Taxes			
12	Idaho						
13	Illinois		56	Provision for income taxes based on taxable net income recorded in the accounts for the year	\$	4 213 844	66
14	Indiana			Net decrease (or increase) because of use of accelerated depreciation under section 167 of the Internal Revenue Code and guideline lives pursuant to Revenue Procedure 62-21 and different basis used for book depreciation		104 347	67
15	Iowa			Net increase (or decrease) because of accelerated amortization of facilities under section 168 of the Internal Revenue Code for tax purposes and different basis used for book depreciation		304 772	68
16	Kansas	120	201	Net decrease (or increase) because of investment tax credit authorized in Revenue Act of 1962		959 000	69
17	Kentucky	1	566 881	Net decrease (or increase) because of accelerated amortization of certain rolling stock under section 184 of the Internal Revenue Code and basis used for book depreciation	1	117 084	70
18	Louisiana			Net decrease (or increase) because of amortization of certain rights-of-way investment under section 185 of the Internal Revenue Code		19 799	71
19	Maine			Profit on retirement let Mtg. Bonds		119 009	72
20	Maryland			Net decrease on casualty reserves		68 475	73
21	Massachusetts			Other decreases		59 902	74
22	Michigan		6				75
23	Minnesota		16				76
24	Mississippi			Net applicable to the current year	2	071 000	77
25	Missouri	722	096	Adjustments applicable to previous years (net debit or credit), except carry-backs and carry-overs		680 868	78
26	Montana		12	Credit			79
27	Nebraska			Adjustments for carry-backs			80
28	Nevada			Adjustments for carry-overs			81
29	New Hampshire			Total	1	390 132	82
30	New Jersey			Distribution:	x x	x x x x	
31	New Mexico			Account 532	1	390 132	83
32	New York		16	Account 590			84
33	North Carolina			Other (Specify)			85
34	North Dakota						86
35	Ohio		3	Total	1	390 132	87
36	Oklahoma	444	383	Note.-The amount shown on line 60 should equal line 83; the amount shown on line 82 should equal line 87.			
37	Oregon		13	*Includes taxes for hospital insurance (Medicare) and supplemental annuities as follows:			
38	Pennsylvania			Hospital insurance	\$	142,695	88
39	Rhode Island			Supplemental annuities		513,079	89
40	South Carolina						
41	South Dakota						
42	Tennessee						
43	Texas	268	722				
44	Utah						
45	Vermont						
46	Virginia						
47	Washington		4				
48	West Virginia						
49	Wisconsin		42				
50	Wyoming						
51	District of Columbia						
52	OTHER	x x	x x x x				
53	Canada						
54	Mexico		9 989				
55	Puerto Rico						
56							
57	TOTAL-Other than U.S. Government taxes	3	499 965				

351. RECONCILIATION OF REPORTED NET INCOME WITH TAXABLE INCOME FOR FEDERAL INCOME TAXES

1. Report hereunder a reconciliation of reported net income for the year with taxable income used in computing Federal income tax accruals. The reconciliation shall be submitted even though there is no taxable income for the year. Descriptions should clearly indicate the nature of each reconciling amount.

2. If the respondent is a member of a group which files a consolidated Federal tax return, reconcile reported net income with taxable net income as if a separate return were to be filed, indicating however, intercompany amounts to be eliminated in such consolidated return.

Line No.		
1	Net income for year from Schedule 300 (p. 66)-----	\$ -----
	Reconciling amounts (list additional income and unallowable deductions followed by additional deductions and non-taxable income)	
2	-----	-----
3	-----	-----
4	-----	-----
5	-----	-----
6	-----	-----
7	-----	-----
8	-----	-----
9	-----	-----
10	-----	-----
11	-----	-----
12	-----	-----
13	-----	-----
14	-----	-----
15	-----	-----
16	-----	-----
17	-----	-----
18	-----	-----
19	-----	-----
20	-----	-----
21	-----	-----
22	-----	-----
23	-----	-----
24	-----	-----
25	-----	-----
26	-----	-----
27	-----	-----
28	-----	-----
29	-----	-----
30	Federal tax net income-----	-----
31	Amount taxed as ordinary income -----	\$ -----
32	Amount taxed as capital gains -----	-----
33	Total (should be same as line 30)-----	-----

352. COMPUTATION OF FEDERAL INCOME TAXES

All carriers who are not members of a group which files a consolidated Federal tax return shall complete parts 1 and 3. Carriers who are members of a group which files a consolidated Federal tax return shall complete parts 2 and 3. All carriers shall furnish information requested at bottom of schedule.

Line No.		
	1. Computation of tax accrual on a separate return:	
1	Tax on ordinary income	\$
2	Tax on capital gains .....	.....
3	Total tax .....	.....
4	Less tax credits .....	.....
5	Tax accrual for year .....	.....
	2. If respondent is a member of an affiliated group which files a consolidated tax return, compute tax accrual in (a) as if filing on a separate return basis. Also compute tax accrual in (b) to reflect tax liability as allocated to respondent on consolidated tax return and complete Schedule 353.	
	(a) Computation of tax on separate return basis:	
6	Tax on ordinary income	\$
7	Tax on capital gains .....	.....
8	Total tax .....	.....
9	Less tax credits .....	.....
10	Tax accrual for year .....	.....
	(b) Allocation of tax on consolidated return:	
11	Allocated tax on ordinary income	\$
12	Allocated tax on capital gains .....	.....
13	Total tax .....	.....
14	Less tax credits allocated to respondent .....	.....
15	Tax accrual for year .....	.....
	3. Distribution of tax accrual:	
16	Account 532	\$
17	Account 590 .....	.....
18	Other (Specify) .....	.....
19	.....	.....
20	Tax accrual for year .....	.....
21	Net decrease (or increase) in tax because of computing book depreciation under Commission rules and computing tax depreciation using the items listed below.....	\$
	-Accelerated depreciation under section 167 of the Internal Revenue Code.	
	-Guideline lives pursuant to Revenue Procedure 62-21.	
	-Guideline lives under Class Life System (Asset Depreciation Range) as provided in the Revenue Act of 1971.	
22	Net increase (or decrease) in tax because of accelerated amortization of facilities under Section 168 of the Internal Revenue Code for tax purposes and different basis used for book depreciation.....	\$
23	(a) Indicate method elected by carrier, as provided in the Revenue Act of 1971, to account for the investment tax credit.	
	Flow-through Deferral	
24	(b) If flow-through method was elected, indicate net decrease (or increase) in tax accrual because of investment tax credit.....	\$
25	(c) If deferral method was elected, indicate amount of investment tax credit utilized as a reduction of tax liability for current year.....	\$
26	Deduct amount of current year's investment tax credit applied to reduction of tax liability but deferred for accounting purposes.....	\$
27	Balance of current year's investment tax credit used to reduce current year's tax accrual.....	\$
28	Add amount of prior year's deferred investment tax credits being amortized and used to reduce current year's tax accrual.....	\$
29	Total decrease in current year's tax accrual resulting from use of investment tax credits.....	\$
30	Net decrease (or increase) in tax because of accelerated amortization of certain rolling stock under Section 184 of the Internal Revenue Code and basis used for book depreciation.....	\$
31	Net decrease (or increase) in tax because of amortization of certain rights-of-way investment under Section 185 of the Internal Revenue Code.....	\$

353. CONSOLIDATED FEDERAL INCOME TAX INFORMATION

To be completed by carriers who are members of a group which files a consolidated Federal tax return. Give particulars for latest consolidated return filed.

Line No.				
1	1. Schedule of affiliated companies included in consolidated return and allocation of tax liability for tax year ended, 19....			
	Name of Company	Book Income	Taxable Income	Tax liability on separate return basis
				Tax allocated on consolidated return
2	Carriers regulated by ICC:			
	Respondent	\$.....	\$.....	\$.....
	Other carriers:			
3	.....	.....	.....	.....
4	.....	.....	.....	.....
5	.....	.....	.....	.....
6	.....	.....	.....	.....
7	.....	.....	.....	.....
8	.....	.....	.....	.....
9	.....	.....	.....	.....
10	Totals-ICC regulated carriers	.....	.....	.....
	Other affiliates:			
11	.....	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX
12	.....	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX
13	.....	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX
14	.....	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX
15	.....	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX
16	.....	.....	.....	.....
17	Totals-Other affiliates	.....	.....	.....
18	Grand totals	.....	.....	.....
	2. Indicate method of allocating the consolidated tax liability to the affiliated companies as elected under the provisions of Internal Revenue Code Section 1552 by specifying subsection 1, 2, 3 or 4. If subsection 4 is designated, describe method of allocation.			
19	Consolidated tax liability is allocated under Section 1552 (a) (....)			
20	.....			
21	.....			
22	.....			
23	3. (a) Are tax loss companies paid by the group for the tax benefits arising from the inclusion of their losses in the consolidated return? Specify. Yes.... No....			
	(b) If loss companies are paid for tax benefits, describe method of allocating the tax savings and the method of payment.			
24	.....			
25	.....			

371. INCOME FROM LEASE OF ROAD AND EQUIPMENT

1. Give particulars called for with respect to road and equipment leased to others during the year, the rent of which is includible in account No. 509, "Income from lease of road and equipment."

2. If the respondent leased to others during all or any part of the year any road and equipment upon which no rent receivable accrued, give particulars in a footnote. Properties leasing at less than \$100,000 per annum may be combined under a single entry designated, "Minor items, each less than \$100,000 per annum."

Line No.	Description of property (a)	Name of leasee (b)	Total rent accrued during year (account 509) (c)
1	Chicago Rock Island & Pacific Ry. Co. Interchange tracks at Alexandria, La.	Chicago, Rock Island & Pacific Ry. Co.	428
2			
3			
4			
5			
		Total	428

371A. ABSTRACT OF TERMS AND CONDITIONS OF LEASES

Give brief abstracts of the terms and conditions of the leases under which the above-stated rents are derived, showing particularly (1) the date of the grant, (2) the chain of title (in case of assignment or subletting) and dates of transfer connecting the original parties with the present parties, (3) the basis on which the amount of the annual rent is determined, and (4) the date when the lease will terminate, or, if the date of termination has not yet been fixed, the provisions governing the termination of the lease. Also give reference to the Interstate Commerce Commission's authority for the lease, if any. If none, state the reasons therefor.

Copies of leases may be filed in lieu of abstracts above called for. References to copies filed in prior years should be specific.

If the respondent has any reversionary interest in railroad property from which it derives no rent, give the particulars hereunder; if it has no such reversionary interest, state that fact.

NOTE.—Only changes during the year are required.—Indicate the year in which reference was made to the original lease, and also the year or years in which any change in lease was mentioned.

372. MISCELLANEOUS RENT INCOME

Give particulars of rents receivable accrued for use of all properties not otherwise specified under rents receivable. This account is for rent income from property not operated by the respondent but the cost of which is properly included in cost of road and equipment. It should not be confused with operating revenue account No. 142, "Rents of buildings and other property", which is for rent revenue from operated property

in road and equipment the cost of operation of which cannot be separately stated.

Properties renting at less than \$100,000 per annum may be combined under a single entry designated "Minor items, each less than \$100,000 per annum."

Line No.	Description of Property		Name of leasee (e)	Amount of rent (d)	
	Name (a)	Location (b)			
31	Minor items, each less than \$100,000			336	860
32					
33					
34					
35					
36					
37					
38					
39					
40					
41					
42					
43					
44					
45					
			Total	336	860

375. SEPARATELY OPERATED PROPERTIES—PROFIT OR LOSS

Give particulars of the several separately operated properties of companies having a corporate existence separate and distinct from that of the respondent, the profits or losses resulting from the operation of which are receivable or payable in whole or in part by the respondent, and for each such separately operated property state the amount of such profits or losses accrued to the respondent during the year. Separately operated prop-

erties, each having a profit or loss accrued to respondent of less than \$100,000 during the year, may be combined under a single entry designated "Minor items, each less than \$100,000."

No dividends or other returns on securities held by or for the respondent should be shown hereunder nor any interest on construction advances or other loans.

Line No.	Description of property operated (a)	Location of property (b)	Name of operator (c)	ACCRUED TO RESPONDENT			
				Profit (d)		Loss (e)	
1				\$		\$	
2							
3							
4							
5	NONE						
6							
7							
8							
9							
10			TOTAL				

KANSAS CITY SOUTHERN LINES CONSOLIDATED

376. HIRE OF FREIGHT CARS

1. Show a recapitulation of the total amounts credited and charged during the year to hire of freight cars on account of freight cars leased, freight cars interchanged, private and individual cars, auto racks and highway trailers. The difference between the total amount receivable and the total amount payable should be entered as a balance, receivable or payable as the case may be, and should be consistent with the entry for hire of freight cars in the Income Account, on page 300.

2. In column (b) show the total car-miles, both loaded and empty whether paid for on loaded and empty basis or loaded basis only. Car-miles, loaded and empty, reported in column (b), lines 1 through 4, relate to total car-miles incurred on lines of respondent by cars rented on a mileage basis, for which payments are reported in columns (d) and (f). Exclude from lines 1 through 4, data applicable to TOFC and COFC cars and cars rented on a combination mileage and per diem* basis. These exclusions should be reported in lines 5 and 6 through 16.

3. On line 5, column (b), enter the total miles, loaded plus empty, incurred on lines of respondent by TOFC and COFC cars for which payments are reported in columns (d) and (f). In columns (c) through (f), as applicable, enter the rentals paid for TOFC and COFC cars regardless of basis for charges.

4. On lines 6, 7, and 8 report data applicable to all cars the rentals for which are charged only on a combination mileage and per diem* basis. Car-miles loaded and empty, reported in column (b), lines 6, 7, and 8, relate to total car-miles incurred on lines of respondent by cars rented on a combination mileage and time basis* for which payments are reported in columns (d) and (f). Exclude from lines 6, 7, and 8, data reported on lines 1 through 5 and 9 through 16.

5. On lines 9 through 14 report the per diem (time portion) charges applicable to cars rented on a combination mileage and per diem* basis for which the mileage portion was reported on lines 6, 7, and 8. Report on line 15, columns (c) and (d), the car-days paid for and for which payments were received applicable to the unequipped boxcar charges reported on lines 9 through 12. Report on line 16, columns (c) and (d), the car-days paid for and for which payments were received applicable to cars, other than unequipped box cars, for which charges are reported on line 13.

6. Amounts payable to insurance companies and to other non-carrier companies for lease rental of cars should be included on line 17, column (f). Amounts receivable from railroads or other carriers for per diem rental of these cars should be reported on lines 6 through 16, column (c).

7. Line 21 refers to the auto racks separate and apart from the cars on which the racks are installed.

*Combination mileage and per diem refers to cars moving at rates per mile and per day prescribed by the Commission in Docket No. 31358 or updated computations thereof.

Line No.	Item	Car-miles (loaded and empty) See Instructions 2, 3, and 4	CARS OF RESPONDENT OR OTHER CARRIERS (Excluding cars of private car lines)		CARS OF INDIVIDUALS AND COMPANIES NOT CARRIERS (Including cars of private car lines)	
			Gross amount receivable (c)	Gross amount payable (d)	Gross amount receivable (e)	Gross amount payable (f)
	FREIGHT CARS					
	<u>Mileage Basis:</u>					
1	Tank cars-----	41,401,218	\$-----	\$ 1,064	\$-----	\$ 3,181,022
2	Refrigerator cars-----	3,211,116	-----	2,851	-----	181,021
3	All other cars-----	17,571,496	-----	2,339	-----	423,615
4	Total (Lines 1-3)-----	62,183,830	-----	6,254	-----	3,785,658
5	TOFC and/or COFC Cars-----	4,424,771	72,711	31,036		801,175
	<u>Combination Mileage and</u>					
	<u>Per Diem Basis:</u>					
	<u>Mileage Portion:</u>					
6	Unequipped box cars-----	23,299,120	150,278	649,568		
7	All other per diem cars-----	71,821,883	2,177,055	1,576,093		
8	Total (Lines 6 and 7)-----	95,121,003	2,327,333	2,225,661		
	<u>Per Diem Portion:</u>					
	<u>Unequipped Box Cars:</u>					
	<u>U.S. Ownership:</u>					
9	Basic-----		220,970	1,169,253		
10	Incentive-----		178,439	612,253		
	<u>Canadian Ownership:</u>					
11	Basic-----		859	13,258		
12	Incentive-----		448	3,510		
13	All Other Per Diem Cars-----		6,004,800	5,702,055		
14	Total Per Diem Portion (Lines 9-13)-----		6,405,516	7,500,329		
15	Car-days Paid For Unequipped Box Cars-----		119,951	549,043		
16	Car-days Paid For, All Other Per Diem Cars-----		1,380,047	1,354,416		
17	Leased Rental-Railroad, Insurance and Other Companies-----		\$-----	\$-----	\$-----	\$ 2,883,126
18	Other Basis-----		80,171	35,571		
	OTHER FREIGHT CARRYING EQUIPMENT					
19	Refrigerated Highway Trailers-----		144	3,768		4,255
20	Other Highway Trailers-----		146,999	317,720		263,905
21	Auto Racks-----		156,713	44,957	605,295	275,967
22	GRAND TOTAL (Lines 4, 5, 8, 14 & 17-21)-----		9,189,587	10,165,296	605,295	8,014,086
23	NET BALANCE CARRIED TO INCOME ACCOUNT: CREDIT \$----- or DEBIT \$ 8,384,500					
	Net Balance of Unequipped box car rentals included in Line 23:					
24	Basic----- Credit \$----- or Debit \$ 960,682					
25	Incentive----- Credit \$----- or Debit \$ 436,876					

377. LOCOMOTIVE RENTALS

Give an analysis as requested of amounts credited to account 504, "Rent from locomotives," and amounts charged to account 537, "Rent for locomotives," on account of locomotives leased or otherwise rented.

Line No.	Item (a)	Amount receivable (b)			Amount payable (c)			Remarks (d)
		\$			\$			
1	Locomotives of respondent or other carriers:	xx	xx	xx	xx	xx	xx	
2	Mileage basis.....		43	819				
3	Per diem basis.....		7	291				
4	Other basis.....							
5	Locomotives of individuals and companies not carriers:	xx	xx	xx	xx	xx	xx	
6	Mileage basis.....							
7	Per diem basis.....							
8	Lease rental—insurance and other companies.....				650	647		
9	Other basis.....							
10	Total.....		51	110	650	647		

378. PASSENGER-TRAIN CAR RENTALS

Show a recapitulation of the total amounts credited to account 505, "Rent from passenger-train cars," and amounts charged to account 538, "Rent for passenger-train cars," on account of passenger cars leased, passenger cars interchanged, and private or individual cars.

Line No.	Item (a)	Amount receivable (b)			Amount payable (c)			Remarks (d)
		\$			\$			
1	Cars of respondent or other carriers:	xx	xx	xx	xx	xx	xx	
2	Mileage basis.....							
3	Per diem basis.....							
4	Other basis.....							
5	Cars of individuals and companies not carriers:	xx	xx	xx	xx	xx	xx	
6	Mileage basis.....							
7	Per diem basis.....							
8	Lease rental—insurance and other companies.....							
9	Other basis.....							
10	Total.....		None		None			

383. RENT FOR LEASED ROADS AND EQUIPMENT

1. Give particulars called for with respect to roads and equipment leased from others during the year, the rent for which is includible in account No. 542, "Rent for leased roads and equipment."

2. Rents payable which are not classifiable under one of the three heads provided should be explained in a footnote.

3. If the respondent held under lease during all or any part of the

year any road upon which no rent payable accrued, or if any portion of the charge shown hereunder is for construction on a line in which the respondent's leasehold interest will soon expire, give full particulars in a footnote.

4. Properties rented for less than \$100,000 per annum may be combined under a single entry designated, "Minor items, each less than \$100,000 per annum."

Line No.	Name of lessor or reversioner and description of property	Total rent accrued during year (Acct. 542)		CLASSIFICATION OF AMOUNT IN COLUMN (b)					
				Interest on bonds		Dividends on stocks		Cash	
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)
1	Tolmek, Inc. lease of industry tracks	206	898					206	898
2	Minor Items, each less than \$100,000	22	423					22	423
3									
4									
5									
6									
7									
8									
9									
10									
11									
12									
13									
14									
15									
16									
17									
18									
19									
20	TOTAL	229	321					229	321

383A. ABSTRACTS OF LEASEHOLD CONTRACTS

1. Give brief abstracts of the terms and conditions of the leases under which the respondent holds the properties above named, showing particularly (1) the date of the lease, (2) the chain of title and dates of transfers connecting the original lessee with the respondent in case of assignment or subletting, (3) the basis on which the amount of the annual rent is determined, and (4) the date when the lease is to terminate, or, if such

date has not yet been determined, the provisions governing its determination. Also give reference to the Interstate Commerce Commission's authority for the lease, if any. If none, state the reasons therefor.

2. In lieu of the abstracts here called for, the respondent may file copies of lease agreements and give specific references to copies heretofore filed with the Commission.

NOTE.—Only changes during the year are required.

KANSAS CITY SOUTHERN LINES CONSOLIDATED

396. ITEMS IN SELECTED INCOME AND RETAINED INCOME ACCOUNTS FOR THE YEAR

Give a brief description for all items, regardless of amount, included during the year in accounts 570, "Extraordinary Items"; 580, "Prior period items"; 590, "Federal income taxes on extraordinary and prior period items"; 606, "Other credits to retained income"; 616, "Other debits to retained income"; 620, "Appropriations for sinking and other reserve funds"; 621, "Appropriations for other purposes"; and 622, "Appropriations released". Give brief description of each item amounting to \$100,000 or more included during the year in accounts 519,

"Miscellaneous income", and 551, "Miscellaneous income charges"; items less than \$100,000 may be combined into a single entry designated "Other items, each less than \$100,000." The entries for each account shall be listed and the total for each account shall be shown corresponding to the amounts in Schedules 300 and 305, as appropriate. In case the character of any item is not fully disclosed by the entries in the columns hereunder, make a full explanation in a footnote.

Line No.	Account No. (a)	Items (b)	Debits (c)		Credits (d)	
1	519	<u>Miscellaneous Income</u>				
2		Profit from sale of property			1 851	748
3		Profit from retirement of bonds			244	440
4		Other Items, each less than \$100,000			38	926
5		Total Account 519			2 135	114
6						
7	551	<u>Miscellaneous Income Charges</u>				
8		Loss on sale or disposition of securities	40	000		
9		Imperial Insurance Co.	17	802		
10		Astro Assessments	9	367		
11		Contributions	96	008		
12		Reserve for uncollectable items	89	475		
13		Penalties and Fines	17	110		
14		Other Items, each less than \$100,000	69	620		
15		Total Account 551	339	382		
16						
17	570	Extraordinary Items	None			
18	580	Prior Period Items	None			
19	590	Federal Income Tax on Extraordinary Items			None	
20	606	Other Credits to Retained Income			None	
21	616	Other Debits to Retained Income	None			
22	620	Appropriations for sinking and other reserve funds Kansas				
23		City Southern Ry. Co. Partial retirement of First Mortgage				
24		3-1/4% Series C Bonds 12-1-54	600	000		
25	621	Appropriations for other purpose	None			
26	622	Appropriations released			600	000
27						
28						
29						
30						

MEMORANDA RELATING TO SELECTED INCOME AND RETAINED INCOME ACCOUNTS

397. STATEMENT OF CHANGES IN FINANCIAL POSITION

Give the information as requested concerning the source and application of funds during the year. Funds for the purpose of this schedule shall include all assets or financial resources even though a transaction may not directly affect cash or working capital. For example, the purchase of property in exchange for shares of stock or bonds would be an application of funds for investment in property provided by the issue of securities. Sources and uses of funds should be individually disclosed. For example, outlays for fixed assets should not be reported net of retirements.

Line No.		
	<u>Sources of funds:</u>	
1	Net income (page 66, line 69).....	\$ 7,793,309
	Add non-cash charges for -	
2	Depreciation and amortization	5,960,323
3	Retirements of nondepreciable property	185,782
	Add non-cash charges for additions (deduct for decreases) to reserves:	
4	Pension and welfare reserves	
5	Insurance reserves	
6	Casualty and other reserves	971,242
7	Interest in default	
8	Other important items (specify)	
9	.....	
10	Funds provided by operations	\$14,910,656
11	Proceeds from sale of capital stock of own issue	
12	Proceeds from sale of funded debt and other obligations of own issue (except equipment obligations)	10,232,293
13	Proceeds from sale of equipment obligations of own issue	
14	Book value of depreciable transportation property retired during year	\$ 9,257,483
15	Less service value charged to accrued depreciation account	8,341,616
16	Net book value of miscellaneous physical property disposed of during year	2,822,835
17	Net book value of investment securities disposed of during year	40,000
18	Advances, notes and other debts repaid by affiliated companies	365,937
19	Advances, notes and other debts repaid by other companies	8,791
20	Net decrease in sinking and other reserve funds	
21	Net decrease in working capital (total current assets less total current liabilities)*	
22	Other sources (specify)	
23	Excess value over cost of funded debt reacquired	57,845
24	.....	
25	.....	
26	Total Sources of funds (should be same as line 43)	\$29,354,224
	<u>Application of funds:</u>	
27	Investment in transportation property (excluding donations and grants)	\$12,454,021
28	Investment in miscellaneous physical property	72,979
29	Investments and advances, affiliated ICC regulated carriers	\$ 77,664
30	Investments and advances, other affiliated companies	None
31	Investments in nonaffiliated companies	77,664
32	Advances, notes and other debts repaid to other companies	
33	Capital stock of own issue reacquired	
34	Funded debt and other obligations paid or reacquired, (except equipment obligations)	863,000
35	Equipment obligations paid or reacquired	6,107,544
36	Net increase in sinking and other reserve funds	154,177
37	Payment of dividends (other than stock dividends)	4,777,510
38	Net increase in working capital*	2,086,485
39	Other applications (specify)	
40	Change in other liabilities and deferred credits	2,531,266
41	Increase in other assets and deferred charges	229,578
42	.....	
43	Total Application of funds (should be same as line 26)	\$29,354,224

* For the purpose of this schedule, account 764, Long-term Debt Due Within One Year, shall be classified as a current liability in the determination of working capital.

INSTRUCTIONS CONCERNING RETURNS IN SCHEDULE 411

State particulars of all tracks operated by the respondent at the close of the year, according to the following classification:

- (1) Line owned by respondent;
- (2) Line owned by proprietary companies;
- (3) Line operated under lease for a specified sum, lessor being (A) an affiliated corporation, or (B) independent or not affiliated with respondent;
- (4) Line operated under contract or agreement for contingent rent, owner being (A) an affiliated corporation, or (B) independent or not affiliated with respondent;
- (5) Line operated under trackage rights.

Give subtotals for each of the several numbered classes, in the order listed above, as well as the total for all classes.

Lengths should be stated to the nearest hundredth of a mile.

In column (a) insert the figure (and letter, if any) indicating its class in accordance with the preceding classification.

In column (b) give the various proportions of each class owned or leased by respondent, listing each proportion once in any grouping. Canadian mileage should be segregated and identified on separate lines in the various groupings. For each listing, in column (d) give its entire length (the distances between termini of single or first main track), and in the following columns the lengths of second main track; all other main tracks; passing tracks, cross-overs and turn-outs; way switching tracks; and yard switching tracks. These classes of tracks are defined as follows:

Running tracks.—Running tracks, passing tracks, cross-overs, etc., including turn-outs from those tracks to clearance points.

Way switching tracks.—Station, team, industry and other switching tracks for which no separate service is maintained.

Yard switching tracks.—Yards where separate switching services are maintained, including classification, house, team, industry and other tracks switched by yard locomotives.

The returns in columns (A) and (i) should include tracks serving industries, such as mines, mills, smelters, factories, etc., not classifiable under "branch lines" as defined below. Tracks belonging to an industry for which no rent is payable should not be included.

Tracks leading to and in gravel and sand pits and quarries, the cost of which is chargeable to a clearing account and which are used in getting out material for the respondent's use, should not be included.

Class (1) includes all lines operated by the respondent at the close of the year to which it has title in perpetuity.

In classifying line between main and branch (column (c)), use the distinction usually followed by respondent. Branch lines are distinguished from industrial tracks or yard tracks and sidings in that branch lines serve one or more stations beyond the point of junction with the main line or another branch line and to or from which stations train service, or its equivalent, is performed.

Class (2) includes each line full title to which is in an inactive proprietary corporation of the respondent (i.e., one all of whose outstanding stocks or obligations are held by or for the respondent, and which is operated by the respondent or an affiliated system corporation without any accounting to the said proprietary corporation). It may also include such line when the actual title to all of the outstanding stocks or obligations rests in a corporation controlled by or controlling the respondent; but in the case of any such inclusion, the facts of the relation to the respondent of the corporation holding the securities should be fully set forth in a footnote. An inactive corporation is one which has been practically absorbed in a controlling corporation, and which neither operates property nor administers its financial affairs; if it maintains an organization it does so only for the purpose of complying with legal requirements and maintaining title to property or franchises.

Class (3) includes all tracks operated under a lease or formal conveyance of less than the grantor's interest in the property, with a specific and unconditional rent reserved. The fact that the lessor does or does not maintain an independent organization for financial purposes is immaterial in this connection.

Class (4) is the same as class (3) except that the rent reserved is conditional upon earnings or other fact.

Class (5) includes all tracks operated and maintained by others but over which the respondent has the right to operate some or all of its trains. In the road of this class the respondent has no proprietary rights but only the rights of a licensee. Include in this class, also, all main tracks, industrial tracks and sidings owned by noncarrier companies and individuals when the respondent operates over them but does not have exclusive possession of them.

Road held by the respondent as joint or common owner or a joint lessee or under any joint arrangement should be shown in its appropriate class and the entry of length should be of the entire length of the portion jointly held. The class symbol should have the letter (J) attached.

Road operated by the respondent as agent for another carrier should not be included in this schedule.

Line No.	Class	Proportion owned or leased by respondent	Main (M) or branch (B) line	RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS, ETC.				Miles of way switching tracks	Miles of yard switching tracks	Total
				Miles of road	Miles of second main track	Miles of all other main tracks	Miles of passing tracks, cross-overs, and turn-outs			
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	
1	1	100	M	1,477 82	11 74		211 20	171 40	311 33	2,183 49
2	1J	50%	M	27	4 28		11 08	1 66	61 69	78 98
3	1J	33-1/3%	M						49	49
4	1J	66-2/3%	M						49	49
5	1J	19%	M					1 85	1 50	3 35
6	Total Class 1J Main		M	27	4 28		11 08	3 51	64 17	83 31
7	Total Class 1 and 1J Main		M	1,478 09	16 02		222 28	174 91	375 50	2,266 80
8	1	100	B	59 14			4 48	25 06	5 19	93 87
9	1J	50%	B				1 47	14 57		16 04
10	1J	33-1/3%	B				13	1 57		1 70
11	Total Class 1J Branch		B				1 60	16 14		17 74
12	Total Class 1 and 1J Branch		B	59 14			6 08	41 20	5 19	111 61
13	3A	100	M	1537 23	16 02		228 36	216 11	380 69	2318 41
14	3A	100	B	7	6		6	14 67	1	14 67
15	3A	100	B				01	2 22		2 23
16	Total Class 3A Main and 3A Branch						01	16 89		16 90
17	3B	100	M					3 61	4 33	7 94
18	5	100	M	105 86	14 65	2 15	7 07	7 48	68 77	205 98
19	5	100	B	28 74			2 74	1 02		32 50
20	5	100	B	134 60	14 65	2 15	9 81	8 50	68 77	238 48
21	5	100	B	5	5	2	6	8	9	9
22										
23										
24										
25										
26										
27										
28										
29										
30										
31										
32										
33										
34										
35										
36										
37										
38										
39										
40										
41										
42										
43										
44										
45										
46										
47										
48										
49										

411-A. MILEAGE OWNED BUT NOT OPERATED BY RESPONDENT AT CLOSE OF YEAR

If any of the tracks returned in this schedule are operated by other than the respondent, the name of the company or individual operating them and the conditions under which they are held for operation should be shown in a footnote. Tracks which have been permanently abandoned should not be included in this schedule.

Line No.	Class	Name of road or track	Main (M) or branch (B) line	RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS, ETC.				Miles of way switching tracks	Miles of yard switching tracks	Total
				Miles of road	Miles of second main track	Miles of all other main tracks	Miles of passing tracks, cross-overs, and turn-outs			
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	
1	1B	Rock Island and Texas								
2		and Pacific								
3		Interchange	M						24	24
4										
5										
6										
7										
8										
9										
10										
11		TOTAL							24	24

Leased to Chicago, Rock Island and Pacific Railroad and Texas and Pacific Railroad for annual rental of 6% of investment value plus taxes.

412. MILES OF ROAD AT CLOSE OF YEAR—BY STATES AND TERRITORIES (SINGLE TRACK)

(For other than switching and terminal companies)

Give particulars, as of the close of the year, of all road operated and of all owned but not operated. The respondent's proportion of operated road held by it as joint or common owner, or under a joint lease, or under any joint arrangement,

should be shown in columns (b), (c), (e), or (f), as may be appropriate. The remainder of jointly operated mileage should be shown in column (g). Respondent's proportion of road jointly owned, not operated, should be shown in columns (i) and (j), as

may be appropriate. Tracks which have been permanently abandoned should not be included in columns (i) and (j).

Lengths should be stated to the nearest hundredth of a mile.

Line No.	State or territory (a)	ROAD OPERATED BY RESPONDENT										LINE OWNED, NOT OPERATED BY RESPONDENT				New line constructed during year (k)			
		LINE OWNED			Line of proprietary companies (d)	Line operated under lease (e)	Line operated under contract, etc. (f)	Line operated under trackage rights (g)	Total mileage operated (h)	Main line (i)		Branch lines (j)							
		Main line (b)	Branch lines (c)																
1	Missouri	185	44	6	11	53	1				5	32	5	202	29	2			
2	Kansas	18	39	8	6	21	6							24	60	4			
3	Arkansas	225	89	6		92	1				7	17	7	233	98	4			
4	Oklahoma	158	21	8							21	57	2	179	78	0			
5	Louisiana	652	31	2	22	57	3				62	79	3	737	67	8			
6	Texas	237	72	8	17	91	8				37	88	8	293	51	4			
7																			
8																			
9																			
10																			
11																			
12																			
13																			
14																			
15																			
16	TOTAL MILEAGE (single track)	1,477	96	8	59	14	9				134	73	5	1,671	83	2			

59 149
1,537 107

414. TRACKS OPERATED AT CLOSE OF YEAR

(For switching and terminal companies only)

Give particulars of all tracks operated by the respondent at the close of the year.

Classify the tracks, as follows:

- (1) Tracks owned by the respondent;
- (2) Tracks operated by the respondent but owned by the respondent's proprietary corporations;
- (3) Tracks operated under lease for a specified sum, lessor being (A) an affiliated corporation, or (B) independent or not affiliated with respondent;
- (4) Tracks operated under contract or agreement, or where the rent is contingent upon earnings or other consideration, owner being (A) an affiliated corporation, or (B) independent or not affiliated with respondent;
- (5) Tracks operated under trackage rights.

Name all the tracks of each class before any of a later class, and insert in column (a) before the name of each owner the figure (and letter, if any) indicating its class in accordance with the preceding classification.

Give subtotals for each of the several numbered classes.

Class (1) includes all tracks operated by the respondent at the close of the year to which it has title in perpetuity.

Class (2) includes each line full title to which is in an inactive proprietary corporation of the respondent (i. e., one all of whose outstanding stocks or obligations are held by or for the respondent, and which is operated by the respondent or an affiliated system corporation without any accounting to the said proprietary corporation). It may also include such line when the actual title to all of the outstanding stocks or obligations rests in a corporation controlled by or controlling the respondent; but in the case of any such inclusion, the facts of the relation to the respondent of the corporation holding the securities should be fully set forth in a footnote. An inactive corporation is one which has been practically absorbed in a controlling corporation, and which neither operates property nor administers its financial affairs; if it maintains an organization it does so only for the purpose of complying with legal requirements and maintaining title to property or franchises.

Class (3) includes all tracks operated under a lease or formal conveyance of less than the grantor's interest in the property, with a specific and unconditional rent reserved. The fact that the lessor does or does not maintain an independent organization for financial purposes is immaterial in this connection.

Class (4) is the same as class (3) except that the rent reserved is conditioned upon earnings or other fact.

Class (5) includes all tracks operated and maintained by another company but over which the respondent has the right to operate some or all of its trains. In the tracks of this class the respondent has no proprietary rights but only the rights of a licensee. Include in this class, also, all main tracks and sidings owned by noncarrier companies and individuals when the respondent operates over them but does not have exclusive possession of them.

Lengths should be stated to the nearest hundredth of a mile.

Tracks belonging to an industry for which no rent is payable should not be reported.

Tracks held by the respondent as joint or common owner or a joint lessee or under any joint arrangement should be shown in its appropriate class and the entry of length should be of the entire length of the portion jointly held. The class symbol should have the letter (J) attached, and full particulars showing all of the joint or common title holders, and the extent of their respective interests should be shown in a memorandum attached to the schedule.

Line No.	Class (a)	Name of owner (b)	Location (c)	Character of business (d)	Total mileage operated (e)		
1							
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
Total							
Miles of road or track electrified (included in each preceding total)							

TRACKS OPERATED AT COST FOR JOINT BENEFIT—INCLUDED ABOVE

21							
22							
23							
24							
25							
26							
27							
28							
29							
30							
Total							

30 Are the tracks of the respondent operated primarily in the interest of any industrial, manufacturing, or other corporation, firm, or individual?

If so, give name, address, and character of business of corporation, firm, or individual. Name Address

Character of business

415. MILES OF TRACKS AT CLOSE OF YEAR—BY STATES AND TERRITORIES

(For switching and terminal companies only)

Give particulars, as of the close of the year, of all tracks operated and of all owned but not operated. The respondent's proportion of operated tracks held by it as joint or common owner, or under a joint lease, or under any joint arrangement, should be shown in columns (b), (d), or (e), as may be appro-

priate. The remainder of jointly operated mileage should be shown in column (f). Tracks owned, not operated by respondent (including respondent's proportion of jointly owned tracks, not operated), should be shown in column (h). If any of the tracks returned in column (h) are operated by other than

the respondent, the name of the company or individual operating them and the conditions under which they are held for operation should be shown in a footnote. Tracks which have been permanently abandoned should not be included in column (h). Lengths should be stated to the nearest hundredth of a mile.

Line No.	State or Territory (a)	TRACKS OPERATED						Tracks owned, not operated by respondent		New tracks constructed during year							
		Tracks owned (b)		Tracks of proprietary companies (c)		Tracks operated under lease (d)		Tracks operated under contract, etc. (e)		Tracks operated under trackage rights (f)		Total mileage operated (g)		(h)		(i)	
1																	
2																	
3																	
4																	
5																	
6																	
7																	
8																	
9																	
10																	
11																	
12																	
13																	
14																	
15																	
16																	
17																	
18																	
19																	
20																	
21																	
22																	
23																	
24																	
25																	
26																	
27																	
28																	
29																	
30																	
31																	
32																	
33																	
34																	
35																	
36																	
37																	
38																	
39																	
40																	
41																	
42																	
43																	
44																	
45																	
46																	
47																	
48																	
49																	
50																	
51																	
52																	
53																	
54																	
55																	
56																	
57																	
58																	
59																	
60																	
61																	
62																	
63																	
64																	
65																	
66																	
67																	
68																	

417. INVENTORY OF EQUIPMENT

Instructions for reporting locomotive and passenger-train car data, pages 100 and 101:

1. Give particulars of each of the various classes of equipment which respondent owned or leased during the year.
2. In column (c) give the number of units purchased new or built in company shops. In column (d) give the number of new units leased from others. The term "new" means a unit placed in service for the first time on any railroad.
3. Units leased to others for a period of one year or more are reportable in column (i); units temporarily out of respondent's service and rented to others for less than one year are to be included in column (h); units rented from others for a period less than one year should not be included in column (i).
4. For reporting purposes, a "locomotive unit" is a self-propelled vehicle generating or converting energy into motion, and designed solely for moving other equipment. An "A" unit is the least number of wheel bases with superstructure designed for use singly or as a lead locomotive unit in combination with other locomotive units. A "B" unit is similar to

an "A" unit, but not equipped for use singly or as a lead locomotive unit. A "B" unit may be equipped with hostler controls for independent operating at terminals.

5. A "self-propelled car" is a rail motor car propelled by electric motors receiving power from third rail or overhead, or internal combustion engines located on the car itself. Trailers equipped for use only in trains of cars that are self-propelled are to be included as self-propelled equipment.

6. A "Diesel" unit includes all units propelled by diesel internal combustion engines irrespective of final drive, and whether power may at times be supplied from external conductor. Units other than diesel-electric, e.g., diesel-hydraulic, should be identified in a footnote giving the number and a brief description. An "Electric" unit includes all units which receive electric power from an overhead contact wire or third rail, and use the power to drive one or more electric motors that propel the vehicle. An "Other" unit includes all units other than die-

sel or electric, e.g., steam, gas turbine. Show the type of unit, service and number, as appropriate, in a brief description sufficient for positive identification.

7. Column (k) should show aggregate capacity for all units reported in column (i), as follows: For locomotive units, report the manufacturers' rated horsepower (the maximum continuous power output from the diesel engine or engines delivered to the main generator or generators for tractive purposes), or tractive effort of steam locomotive units; for passenger-train cars report the number of passenger seats available for revenue service, counting one passenger to each berth in sleeping cars.

8. Passenger-train car types and service equipment car types correspond to AAR Mechanical Division designations. Descriptions of car codes and designations are published in The Official Railway Equipment Register.

UNITS OWNED, INCLUDED IN INVESTMENT ACCOUNT, AND LEASED FROM OTHERS

Line No.	Type or design of units	Units in service of respondent at beginning of year	CHANGES DURING THE YEAR					UNITS AT CLOSE OF YEAR				
			UNITS INSTALLED				Units retired from service of respondent whether owned or leased, including reclassification	Owned and used	Leased from others	Total in service of respondent (col. (h)+(i))	Aggregate capacity of units reported in col. (i) (see ins. 7)	Leased to others
			New units purchased or built	New units leased from others	Rebuilt units acquired and rebuilt units rewritten into property accounts	All other units, including reclassification and second hand units purchased or leased from others						
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
<i>Locomotive Units</i>												
1 Diesel-Freight-----A units		74	20				2	78	14	92	(H.P.) 237,750	
2 Diesel-Freight-----B units		27					10	17		17	25,500	
3 Diesel-Passenger-----A units												
4 Diesel-Passenger-----B units												
5 Diesel-Multiple purpose--A units		11						11		11	17,750	
6 Diesel-Multiple purpose--B units												
7 Diesel-Switching-----A units		84	10				4	75	15	90	117,700	
8 Diesel-Switching-----B units		6							6	6	9,000	
9 Total (lines 1 to 8)-----		202	30				16	181	35	216	407,700	
10 Electric-Freight-----												
11 Electric-Passenger-----												
12 Electric-Multiple purpose-----												
13 Electric-Switching-----												
14 Total (lines 10 to 13)-----												
15 Other-----												
16 Grand total (lines 9, 14, 15)-----		202	30				16	181	35	216	XXXX	

DISTRIBUTION OF LOCOMOTIVE UNITS IN SERVICE OF RESPONDENT AT CLOSE OF YEAR, ACCORDING TO YEAR BUILT, DISREGARDING YEAR OF REBUILDING

Type or design of units		BEFORE JAN. 1, 1950					DURING CALENDAR YEAR					TOTAL
		Before Jan. 1, 1950	Between Jan. 1, 1950, and Dec. 31, 1954	Between Jan. 1, 1955, and Dec. 31, 1959	Between Jan. 1, 1960, and Dec. 31, 1964	Between Jan. 1, 1965, and Dec. 31, 1969	1970	1971	1972	1973	1974	
(a)		(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
17 Diesel-----		33	58	3	19	42	8	23	30			216
18 Electric-----												
19 Other-----												
20 Total (lines 17 to 19)-----		33	58	3	19	42	8	23	30			216

417. INVENTORY OF EQUIPMENT--Continued

UNITS OWNED, INCLUDED IN INVESTMENT ACCOUNT, AND LEASED FROM OTHERS

Line No.	Class of equipment and car designations	Units in service of respondent at beginning of year	CHANGES DURING THE YEAR				UNITS AT CLOSE OF YEAR					
			UNITS INSTALLED				Units retired from service of respondent whether owned or leased, including reclassification	Owned and used	Leased from others	Total in service of respondent (col. (h)+(i))	Aggregate capacity of units reported in col. (j) (see ins. 7)	Leased to others
			New units purchased or built	New units leased from others	Rebuilt units acquired and rebuilt units rewritten into property accounts	All other units, including reclassification and second hand units purchased or leased from others						
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
	PASSENGER-TRAIN CARS Non-Self-Propelled										(Seating capacity)	
21	Coaches [PA, PB, PBO]-----											
22	Combined cars [All class C, except CSB]-----											
23	Parlor cars [PBC, PC, PL, PO]-----											
24	Sleeping cars [PS, PT, PAS, PDS]-----											
25	Dining, grill and tavern cars [All class D, PD]-----										XXXX	
26	Postal cars [All class M]-----										XXXX	
27	Non-passenger carrying cars [All class B, CSB, PSA, IA]-----										XXXX	
28	Total (lines 21 to 27)-----	None								None		
	Self-Propelled Rail Motorcars											
29	Electric passenger cars [EP, ET]-----											
30	Electric combined cars [EC]-----											
31	Internal combustion rail motorcars [ED, EG]-----											
32	Other self-propelled cars (Specify types)-----											
33	Total (lines 29 to 32)-----	None								None		
34	Total (lines 28 and 33)-----	None								None		
	COMPANY SERVICE CARS											
35	Business cars [PV]-----	2							2	2	XXXX	
36	Boarding outfit cars [VWX]-----	14						4	10	14	XXXX	
37	Derrick and snow removal cars [MWU, MWV, MWW, MWK]-----	8						4	4	8	XXXX	
38	Dump and ballast cars [MWB, MWD]-----										XXXX	
39	Other maintenance and service equipment cars-----	82				1	8	63	12	75	XXXX	
40	Total (lines 35 to 39)-----	106				1	8	71	28	99	XXXX	

KANSAS CITY SOUTHERN LINES CONSOLIDATED

KANSAS CITY SOUTHERN LINES CONSOLIDATED

417. INVENTORY OF EQUIPMENT—Continued

Instructions for reporting freight-train car data, pages 102 and 103:

1. Give particulars of each of the various classes of equipment which respondent owned or leased during the year.

2. In column (p) give the number of units purchased or built in company shops. In column (q) give the number of new units leased from others. The term "new" means a unit placed in service for the first time on any railroad.

3. Units leased to others for a period of one year or more are reportable in column (z); units temporarily out of respondent's service and rented to others for less than one year are to be included in column (u); units rented from others for a period less than one year should not be included in column (v).

UNITS OWNED, INCLUDED IN INVESTMENT ACCOUNT, AND LEASED FROM OTHERS

UNIT OWNED, INCLUDED IN INVESTMENT ACCOUNT, AND LEASED FROM OTHERS									
Line No.	Class of equipment and car designations (m)	Units in service of respondent at beginning of year		CHANGES DURING THE YEAR					Units retired from service of respondent whether owned or leased, including reclassification (t)
		Per diem (n)	Non-per diem (o)	UNITS INSTALLED					
				New units purchased or built ¹ (p)	New units leased from others (q)	Rebuilt units acquired and rebuilt units rewritten into property accounts ¹ (r)	All other units, including reclassification and second hand units purchased or leased from others (s)		
		(n)	(o)	(p)	(q)	(r)	(s)	(t)	
FREIGHT-TRAIN CARS									
41	Box-General Service (unequipped) (All B, L070, R-00, R-01)-----	1,163							411
42	Box-General Service (equipped) (A-20, A-30, A-40, A-50, R-06, R-07)-----	3,472		45					78
43	Box-Special Service (A-00, A-10)-----	29					100		10
44	Gondola-General Service (All G (except G-9))-----	1,121							150
45	Gondola-Special Service (G-9, J-00, all C, all E)-----	114					30		2
46	Hopper (open top)-General Service (All H (except H-70))-----	584							203
47	Hopper (open top)-Special Service (H-70, J-10, J-20, all K)-----	564					3		5
48	Hopper (covered) (L-5)-----	1,312			175		2		58
49	Tank, under 12,000 gallons (T-0, T-1, T-2, T-3)-----	27							
50	Tank, 12,000-18,999 gallons (T-4)-----								
51	Tank, 19,000-24,999 gallons (T-5, T-6)-----								
52	Tank, 25,000 gallons and up (T-7, T-8, T-9)-----								
53	Refrigerator (meat)-Mechanical (R-11, R-12)-----								
54	Refrigerator (other than meat) -Mechanical (R-04, R-10)-----								
55	Refrigerator (meat)-Non-Mechanical (R-02, R-08, R-09, R-14, R-15, R-17)-----								
56	Refrigerator (other than meat) -Non-Mechanical (R-03, R-05, R-13, R-16)-----								
57	Stock (All S)-----								
58	Autotrack (F-5, F-6)-----	47							1
59	Flat-General Service (F-0)-----	269							
60	Flat-Special Service (F-1, F-20, F-30, F-40, F-9, L-2, L-3)-----	893					116		121
61	Flat-TOFC (F-7, F-8)-----	13							
62	All other (L-0, L-1, L-4, L080, L090)-----	2							
63	Total (lines 41 to 62)-----	9,610		45	175		251		1,039
64	Caboose (All N)-----	XXXX	85				5		12
65	Total (lines 63 and 64)-----	9,610	85	45	175		256		1,051
66	Grand total, all classes of cars (lines 34, 40 and 65)-----	9,716	85	45	175		257		1,059
		New units purchased or built				Units rebuilt or acquired			
		General funds		Incentive funds		General funds		Incentive funds	
		None		None		None		None	

Box, unequipped (which relates to incentive per diem order)

¹ Box, unequipped (which relates to incentive per diem order)

103

6. *Per diem cars*, as used herein, refers to freight cars other than cabooses owned or held under lease arrangement by U. S. Class 1 line-haul railroads, whose interline rental is settled on a per diem basis under the code of per diem rules, or would be so settled if used by another railroad.

RAILROAD CORPORATIONS—OPERATING—A

KANSAS CITY SOUTHERN LINES CONSOLIDATED

417. INVENTORY OF EQUIPMENT--Concluded

UNITS OWNED, INCLUDED IN INVESTMENT ACCOUNT, AND LEASED FROM OTHERS

Line No.	Class of equipment and car designations (m)	Units in service of respondent at beginning of year		CHANGES OF THE YEAR				
		Per diem (n)	Non-per diem (o)	UNITS INSTALLED				Units retired from service of respondent whether owned or leased, including reclassification (t)
				New units purchased or built ¹ (p)	New units leased from others (q)	Rebuilt units acquired and rebuilt units rewritten into property accounts (r)	All other units, including reclassification and second hand units purchased or leased from others (s)	
	FLOATING EQUIPMENT							
67	Self-propelled vessels (Tugboats, car ferries, etc.)-----	XXXX						
68	Non-self-propelled vessels (Car floats, lighters, etc.)-----	XXXX						
69	Total (lines 67 and 68)-----	XXXX	None					
	HIGHWAY REVENUE EQUIPMENT							
70	Bogie-chassis-----	XXXX						
71	Dry van-----	XXXX						
72	Flat bed-----	XXXX						
73	Open top-----	XXXX						
74	Mechanical refrigerator-----	XXXX						
75	Bulk-----	XXXX						
76	Insulated-----	XXXX						
77	Platform, removable sides-----	XXXX						
78	Other trailer or container-----	XXXX						
79	Tractor-----	XXXX						
80	Truck-----	XXXX						
81	Total (lines 70 to 80)-----	XXXX	None					

NOTES AND REMARKS

417. INVENTORY OF EQUIPMENT—Concluded

UNITS OWNED, INCLUDED IN INVESTMENT ACCOUNT, AND LEASED FROM OTHERS

UNITS AT CLOSE OF YEAR

Owned and used (u)	Leased from others (v)	Total in service of respondent (col. (u) + (v))		Aggregate capacity of units reported in col. (w) + (x) (see line. 4) (v)	Leased to others (z)	Line No.
		Per diem (w)	Non- per diem (x)			
				(Tons)		
		XXXX				67
		XXXX				68
		XXXX	None			69
		XXXX				70
		XXXX				71
		XXXX				72
		XXXX				73
		XXXX				74
		XXXX				75
		XXXX				76
		XXXX				77
		XXXX				78
		XXXX				79
		XXXX	None			80
		XXXX				81

NOTES AND REMARKS

421. HIGHWAY MOTOR VEHICLE OPERATIONS

Give particulars of highway motor vehicles operated by respondent in revenue and nonrevenue service and of revenue traffic handled for the respondent by others under contractual arrangements.

In reporting highway motor vehicle miles in line-haul service, show the mileage of buses and combination bus-trucks on line 8; the mileage of trucks and of bogies, trailers and semitrailers with trucks on line 9; and the mileage of tractors and of bogies, trailers and semitrailers with tractors on line 10. Vehicle miles in terminal service should be reported on lines 12 and 13.

In reporting traffic carried and traffic handled 1 mile on lines 14 to 21, and on lines 40 to 45, both inclusive, show the total number of tons and ton-miles of revenue freight in column (1) and the total number of passengers carried and passenger-miles in column (c), regardless of the class of vehicle used to perform the transportation service.

In reporting highway motor vehicles in nonrevenue service include those used in maintenance, shops, and storehouses, and transportation of company material; also buses used for transportation of company employees. Exclude automobiles used by officials and employees.

A. OPERATED BY RESPONDENT
(Revenue and nonrevenue service)

Line No.	Item (a)	Bogies (b)	Buses (c)	Chassis (d)
REVENUE SERVICE				
1	Vehicles owned or leased:			
2	Number available at beginning of year			
3	Number installed during the year			
4	Number retired during the year			
5	Number available at close of year			
6	Vehicle miles (including loaded and empty):			
7	Line haul (station to station):			
8	Passenger vehicle miles	XXXXXX		XXXXXX
9	Truck miles		XXXXXX	XXXXXX
10	Tractor miles		XXXXXX	XXXXXX
11	Terminal service:			
12	Pick-up and delivery			
13	Transfer service			
14	Traffic carried:			
15	Tons—Revenue freight—Line haul	XXXXXX	XXXXXX	XXXXXX
16	Tons—Revenue freight—Terminal service only	XXXXXX	XXXXXX	XXXXXX
17	Revenue passengers—Line haul	XXXXXX		XXXXXX
18	Revenue passengers—Terminal service only	XXXXXX		XXXXXX
19	Traffic handled 1 mile:			
20	Ton-miles—Revenue freight—Line haul	XXXXXX	XXXXXX	XXXXXX
21	Revenue passenger-miles—Line haul	XXXXXX		XXXXXX
NONREVENUE SERVICE				
22	Vehicles owned or leased:			
23	Number available at beginning of year			
24	Number installed during the year			
25	Number retired during the year			
26	Number available at close of year			

*When performed by vehicles other than those used for line haul.

B. OPERATED BY OTHERS
(Revenue service)

Line No.	Item (a)	Bogies (b)	Buses (c)	Chassis (d)
40	Traffic carried:			
41	Tons—Revenue freight	XXXXXX	XXXXXX	XXXXXX
42	Revenue passengers	XXXXXX		XXXXXX
43	Traffic handled 1 mile:			
44	Ton-miles—Revenue freight	XXXXXX	XXXXXX	XXXXXX
45	Revenue passenger-miles	XXXXXX		XXXXXX

421. HIGHWAY MOTOR VEHICLE OPERATIONS - Concluded

"Trailers" means trailer bodies used in TOFC/COFC service which are permanently mounted on running gear. "Containers" means trailer bodies used in TOFC/COFC service which

are not permanently mounted on wheels or chassis, but are separated from such running gear before being loaded on flat cars.

A. OPERATED BY RESPONDENT - Concluded
(Revenue and nonrevenue service)

Containers (e)	Semitrailers (f)	Tractors (g)	Trailers (h)	Trucks (i)	Combination bus-trucks (j)	Line No.
						1
						2
						3
						4
						5
						6
						7
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX		8
XXXXXX		XXXXXX			XXXXXX	9
XXXXXX				XXXXXX	XXXXXX	10
						11
						12
						13
						14
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	15
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	16
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	17
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	18
						19
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX		20
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	21
						22
				189		23
				39		24
				84		25
				* 144		26

B. OPERATED BY OTHERS - Concluded
(Revenue service)

Containers (e)	Semitrailers (f)	Tractors (g)	Trailers (h)	Truck (i)	Combination bus-trucks (j)	Line No.
						40
XXXXXX	XXXXXX	XXXXXX	XXXXXX	82,706	XXXXXX	41
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	42
						43
XXXXXX	XXXXXX	XXXXXX	XXXXXX	3,887,838	XXXXXX	44
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	45

* 46 Units equipped with Hi-Rail equipment for traveling on rails.

422. HIGHWAY MOTOR-VEHICLE ENTERPRISES IN WHICH THE RESPONDENT HAD A DIRECT OR INDIRECT FINANCIAL INTEREST DURING THE YEAR

Give particulars of highway motor-vehicle enterprises (excluding Railway Express Agency, Inc.) in which the respondent had a financial interest, either directly or indirectly, during the year.

In column (a) identify each motor-vehicle enterprise by name and address, and in column (b) state whether the respondent's interest in

such enterprise was direct or indirect. If the interest was indirect, give the names of all intermediaries.

In column (c) give the date on which respondent first acquired its direct or indirect interest in the enterprise.

Line No.	Name and address of highway motor-vehicle enterprise (a)	Nature of respondent's interest (b)	Date on which respondent's direct or indirect interest was originally acquired (c)
1			
2	Kansas City Southern Transport		
3	Company, Inc.	Direct	May 23, 1933
4			
5	Louisiana, Arkansas and Texas		
6	Transportation Company	Direct	July 1930
7			
8	Landa Motor Lines	Direct	July 1939
9			
10	114 West 11th Street		
11	Kansas City, Missouri 64103		
12			
13			
14			
15			
16			
17			
18			
19			
20			
21			
22			
23			
24			
25			

510. GRADE CROSSINGS

A—RAILROAD WITH RAILROAD

1. A crossing of a railroad with a railroad means the intersection of all the tracks on one right-of-way with all of the tracks on another right-of-way, whether or not owned or operated by the same company; thus, the intersection of one double-track line with another double-track line shall be reported as one crossing. Each such crossing shall be reported only by the carrier who performs the actual maintenance of the signal or interlocking protection, if so provided, or by the carrier who maintains the crossing frogs where no protection exists. The carrier which actually performs the maintenance shall be the reporting carrier, even though other party, or parties, assume a part or all of the expense of such maintenance. Where portions of the apparatus are maintained by two or more companies, as for example—the condition where one crossing frog is maintained by one company and the second frog by the other company, agreement should be made between carriers as to which shall report. Report should be made of each crossing, whether main line, branch line, or switching tracks are involved, so long as separate rights-of-way are involved, regardless of whether or not the rights-of-way involved are owned or leased

by the same company. A cross-over from one track to another on the same right-of-way, or the use of a crossing frog for the intersection of two tracks in the same right-of-way, is not to be considered as a crossing in this connection. If one right-of-way intersects two or more rights-of-way in the same vicinity a separate crossing shall be reported for each such intersection, even though all are controlled by one interlocking plant. In such case, this fact should be explained in a footnote in order that the interlocking plant may not be counted more than once.

2. The term "Protection" as used in this connection should include all signaling or derailing devices which may restrict the use of the crossing by either carrier. It shall not include stationary or other cautionary signs which merely indicate the proximity of a crossing. Where crossings are protected by more than one of the types of protection shown in columns (b) to (i) inclusive, the kind of protection, etc., should be reported in only one classification and that of the more elaborate type.

Line No.	Number of crossings (a)	Interlocking (b)	Automatic signals (automatic interlocking) (c)	Derails on one line, no protection on other (d)	Hand-operated signals, without interlocking (e)	Other (f)	Total specially protected (g)	Total not specially protected (h)	Grand total (i)
1	Number at beginning of year	8	9		2	15	34	61	95
2	Crossings added: New crossings								
3	Change in protection								
4	Crossings eliminated: Separation of grade								
5	Change in protection								
6	Other causes								
7	Number at close of year	8	9		2	15	34	61	95
8	NUMBER AT CLOSE OF YEAR BY STATES:								
9	Missouri	1	5		2		8	11	19
10	Kansas					7	7	7	14
11	Oklahoma	1					1		1
12	Arkansas	1				1	2	6	8
13	Louisiana	3	4			7	14	32	46
14	Texas	2					2	5	7
15									
16									
17									
18									
19									
20									
21									

510. GRADE CROSSINGS - Continued

B-RAILROAD WITH HIGHWAY

1. A highway grade crossing is to be regarded as a single crossing of all of the tracks within the adjacent owned or leased right(s) of way of the railroad(s) at the point of intersection with a publicly maintained highway, street or avenue at the same grade to the extent that the tracks are located within the limits of a single set of grade crossing signs or protective devices having an integrated set of actuating circuits.

2. Not to be included are crossings of tracks with private roads leading to or within industrial plants, or with other roads or driveways not dedicated to public use. All crossings of tracks at grade with public roads and streets should be included if any railroad operations are conducted thereover by the reporting company whether or not the track is located on railroad right-of-way.

3. A private grade crossing which becomes public during the year should be reported as a new grade crossing. A grade crossing of a dual or multi-lane highway should be reported as one crossing. In the classification of protection, a crossing having more than one of the classes of protection listed below should be reported once only, using the furthest left column that

applies. To avoid duplicate reporting of jointly owned, jointly maintained or jointly used crossings, one railroad shall be designated the reporting road by mutual agreement of the interested parties.

4. In columns (b) and (c) include grade crossings with or without audible signals. In columns (d) and (e) include grade crossings with or without any type of audible or visible supplemental device. Exclude from columns (f) and (g) those crossings where train movement is protected only by a member of the train crew. Audible signals reportable in column (h) include any train-actuated bell, whistle, siren or other audible device located adjacent to the crossing. Other automatic signals reportable in column (i) include wigwags, Highway Traffic Signals or special types of train-actuated devices with or without audible supplements. Include in column (j), in addition to "Railroad Crossing" crossbuck, any other static sign (except "Number of Tracks" sign) or any non-train-actuated signal such as amber continuous-flashing lights. In column (m) report other than railroad crossbuck. Totals in column (o), lines 38 and 39, should be equal, resulting in no change in the total number of crossings.

Line No.	Item of Annual Change	TYPES OF PROTECTION FOR, AND NUMBERS OF CROSSINGS AT GRADE													
		Automatic gates with flashing lights	Automatic flashing light signals	Gates manually operated		Watchmen only		Audible signals only	Other automatic signals	Total indicating warning of train approach	"Railroad Crossing" crossbuck signs only	Crossbuck signs with other fixed signs	Other fixed signs only	No signs or signals	Total crossings at grade
				24 hours per day	Less than 24 hours per day	24 hours per day	Less than 24 hours per day								
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)	(m)	(n)	(o)
30	Number at beginning of year-----	9	155	6					121	291	569	745	46	138	1,789
31	Added: By new, extended or relocated highway-----		1							1					1
32	By new, extended or relocated railroad-----														
33	Total added-----		1							1					1
34	Eliminated: By closing or relocation of highway-----														
35	By relocation or abandonment of railroad-----														
36	By separation of grade-----		1							1					1
37	Total eliminated-----		1							1					1
38	Changes in protection: Number of each type added-----		4							4					4
39	Number of each type deducted-----								1	1		3			4
40	Net of all changes-----		4						(1)	3		(3)			
41	Number at close of year-----	9	159	6					120	294	569	742	46	138	1,789
	Number at close of year by States:														
42	Kansas-----			1					7	8	90			16	114
43	Missouri-----	4	34						6	44	178				222
44	Oklahoma-----		1						22	23	1	102		3	129
45	Arkansas-----	2	2	4					14	22	55	164		9	250
46	Louisiana-----	3	99	1					40	143		472	46	66	727
47	Texas-----		23						31	54	245	4		44	347
48															
49															
50															
51															
52															
53															
54															
55															
56															

KANSAS CITY SOUTHERN LINES CONSOLIDATED

KANSAS CITY SOUTHERN LINES CONSOLIDATED

111

511. GRADE SEPARATIONS

HIGHWAY-RAILROAD

1. (a) A highway-railroad grade separation is to be regarded as a single crossing of all of the tracks within the owned or leased right-of-way or contiguous rights-of-way of the railroad(s) at the point of intersection with a publicly maintained highway, street or avenue at separate grades.

(b) Not to be included are structures which serve some major purpose other than the avoidance of conflict of railway movements with highway movements and which contain no design features required for accommodation of the intersecting traffic flow as in the case of major tunnels.

(c) In order to avoid duplicate reporting and possible confusion, in reporting grade separations used or maintained by more than one railroad, the interested parties in each case should designate one line to

be the reporting railroad.

2. All separated crossings of tracks with public roads and streets should be included if any railroad operations are conducted thereover by the reporting company whether or not the track is located on railroad owned right-of-way.

3. Not to be included are crossings of tracks with private roads leading to or within industrial plants, or with other roads not dedicated to public use.

4. A private crossing which becomes public during the year should be reported as a new crossing.

5. A crossing of a dual or multi-lane highway should be reported as one crossing.

Line No.	Items of Annual Change (a)	Types and numbers of highway-railroad grade separations		
		Overpass (Highway above railroad) (b)	Underpass (Railroad above highway) (c)	TOTAL (d)
1	Number at beginning of year	122	100	222
2	Added: By new, extended or relocated highway			
3	By new, extended or relocated railroad			
4	By elimination of grade crossing		1	1
5	Total added		1	1
6	Deducted: By closing or relocation of highway			
7	By relocation or abandonment of railroad			
8	Total deducted			
9	Net of all changes		1	1
10	Number at close of year	122	101	223
	Number at close of year by States:			
11	Missouri	40	40	80
12	Kansas	5		5
13	Oklahoma	4	8	12
14	Arkansas	10	6	16
15	Louisiana	55	29	84
16	Texas	8	18	26
17				
18				
19				
20				
21				
22				
23				
24				
25				
26				
27				
28				
29				

¹Total in column (d) should correspond to total number of grade crossings eliminated "By separation of grades", Schedule 510-B, line 36, column (a).

513. TIES LAID IN REPLACEMENT

Give particulars of ties laid during the year in previously constructed tracks maintained by the respondent. Do not include any ties used in any new tracks or in track extensions.

In column (a) classify the ties as follows:

- (U) Wooden ties untreated when applied.
 (T) Wooden ties treated before application.
 (S) Ties other than wooden (steel, concrete, etc.). Indicate type in column (h).

Report new and second-hand (relay) ties separately, indicating in column (h) which ties are new.

In columns (d) and (g) should be shown the total cost, including transportation charges on foreign lines, tie trains, loading, inspection, and the cost of handling ties in general supply, storage, and seasoning yards; and, in the case of treated ties, also the cost of handling at treating plants and the cost of treatment. The cost of unloading, hauling over carrier's own lines and placing the ties in tracks, and of train service, other than that necessary in connection with loading or treatment, should not be included in this schedule.

The sum of entries on lines 21, 22, and 23 should equal the total of columns (d) and (g).

Any material difference between the return on line 22 and the charge to operating expense account No. 212, or between the sum of charges to additions and betterments shown in schedules Nos. 513 and 514 and the related charge to investment account No. 8, should be explained in a footnote.

Line No.	Class of ties	CROSS-TIES						SWITCH AND BRIDGE TIES						Remarks
		Total number of ties applied		Average cost per tie	Total cost of cross-ties laid in previously constructed tracks during year		Number of feet (board measure) applied		Average cost per M feet (board measure)		Total cost of switch and bridge ties laid in previously constructed tracks during year			
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)							
1	T	365	784	\$ 5 56	\$ 2 037 411	944	967	\$ 163 10	\$ 154 128	New				
2	S	15	295	12 46	190 667					New Concrete				
3														
4														
5														
6														
7														
8														
9														
10														
11														
12														
13														
14														
15														
16														
17														
18														
19														
20	TOTAL	381	079	5 85	2 228 078	944	967	163 10	154 128					

21 Amount of salvage on ties withdrawn..... \$ None

22 Amount chargeable to operating expenses..... \$ 2,377,520

23 Amount chargeable to additions and betterments..... \$ 486,222.26

24 Estimated number of cross-ties in all maintained tracks:

	Number	Percent of Total
(a) Wooden ties.....	6,915,337	97.50
(b) Other than wooden ties (steel, concrete, etc.).....	177,224	2.50
TOTAL.....	7,092,561	100.00

Class T - Preservative Process - Creosote Treatment

The difference between the amount shown on Line 22 of this schedule and charges to Account 212 - Ties, Schedule 320, Page 70, Lines 15, 16 and 17, represents profit on ties sold, adjustments relating to prior years' accounts, inventory adjustment and other minor items in accounts but not included in this schedule.

514. TIES LAID IN ADDITIONAL TRACKS AND IN NEW LINES AND EXTENSIONS

Give particulars of ties laid during the year in new construction, following the instructions given in the preceding schedule, so far as applicable.

Line No.	Class of ties	CROCKETS			SWITCH AND BRIDGE TIES			Remarks	
		Total number of ties applied		Average cost per tie	Total cost of crockets laid in new tracks during year	Number of feet (board measure) laid in tracks	Average cost per 54 feet (board measure)		Total cost of switch and bridge ties laid in new tracks during year
		(a)	(b)	(c)	(d)	(e)	(f)		(g)
1	T		642	\$ 6 37	\$ 4 088	84 086	\$ 120 89	\$ 10 165	New SH
2	T		84	2 51	211				SH
3	S		1 460	13 22	17 965				New Concrete
4									
5									
6									
7									
8									
9									
10									
11									
12									
13									
14									
15									
16									
17									
18									
19									
20	TOTAL		2 186	10 19	22 264	84 086	120 89	10 165	

21 Number of miles of new running tracks, passing tracks, cross-overs, etc., in which ties were laid .04

22 Number of miles of new yard, station, team, industry, and other switching tracks in which ties were laid .61

Class T - Preservative Process - Creosote Treatment

The difference between the sum of the charges to A & B in Schedules 513 and 514 and charges to Account 8 - Ties, Schedule 211, Page 30, Line 9, Cols. (e) and (f), represents adjustments relating to previous years' accounts and other miscellaneous items not included in this schedule.

KANSAS CITY SOUTHERN LINES CONSOLIDATED

515. RAILS LAID IN REPLACEMENT

Give particulars of all rails applied during the year in connection with replacement of rails in previously constructed tracks maintained by the respondent.

In column (a) classify the kind of rail applied as follows:

- (1) New steel rails, Bessemer process.
- (2) New steel rails, open-hearth process.
- (3) New rails, special alloy (describe more fully in a footnote).
- (4) Relay rails.

Returns in columns (c) and (g) should be reported in whole numbers. Fractions of less than one-half should be disregarded, and fractions of one-half or more reckoned as one.

The returns in columns (d) and (h) should include the cost of loading at the point of purchase ready for shipment, the freight charges paid foreign lines, and the cost of handling rails in general supply and storage yards. The cost of unloading, hauling over carrier's own lines, and placing the rails in tracks, and of train service in connection with the distribution of the rails, should not be included in this schedule.

The sum of entries on lines 22, 23, and 24 should equal the total of columns (d) and (h).

Any material difference between the return on line 23 and the charge to operating expense account No. 214, or between the sum of charges to additions and betterments shown in schedules Nos. 515 and 516 and the related charge to investment account No. 9, should be explained in a footnote.

Line No.	Class of rail (a)	RAIL APPLIED IN RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS, ETC.				RAIL APPLIED IN YARD, STATION, TEAM, INDUSTRY, AND OTHER SWITCHING TRACKS			
		WEIGHT OF RAIL		Total cost of rail applied in running tracks, passing tracks, cross-overs, etc., during year (d)	Average cost per ton (2,000 lb.) (e)	WEIGHT OF RAIL		Total cost of rail applied in yard, station, team, industry, and other switching tracks during year (h)	Average cost per ton (2,000 lb.) (i)
		Pounds per yard of rail (b)	Number of tons (2,000 lb.) (c)			Pounds per yard of rail (f)	Number of tons (2,000 lb.) (g)		
1	4	75				75	1	17	17 00
2	4	80				80	1	5	5 00
3	4	85	42	1 234	29 38	85	145	9 660	66 62
4	2	90	1 153	195 763	169 79	90	181	26 021	143 76
5	4	90	695	20 853	30 00	90	510	15 566	30 52
6	2	100				100	5	137	27 40
7	4	100	24	714	29 75	100	97	3 921	40 42
8	2	112	9	655	72 78	112			
9	4	112	1 444	43 425	30 07	112	172	8 659	50 34
10	2	115	156	25 391	162 76	115	73	11 658	159 70
11	4	115	54	1 613	29 87	115	17	534	31 41
12	2	127	12	1 161	96 75	127			
13	4	127	673	20 196	30 01	127	586	17 585	30 01
14	2	136	1 986	298 183	150 14	136	14	2 139	152 79
15	4	136	1	38	38 00	136	1	27	27 00
16	2	137	889	145 658	163 84	137	6	814	135 67
17									
18			2 285	666 811			279	40 769	
19			2 933	88 673			1 580	55 774	
20									
21	TOTAL		7 138	754 884	1,033 14		1 809	96 743	917 64

- 21 Number of tons (2,000 lb.) of relayers and scrap rail taken up... 3,547
- 22 Salvage value of rails released... \$ 81,607
- 23 Amount chargeable to operating expenses... \$ 743,770
- 24 Amount chargeable to additions and betterments... \$ 26,250
- 25 Miles of new rails laid in replacement (all classes of tracks) †... 43,499.99 (rail miles).
- 26 Miles of new and second-hand rails laid in replacement (all classes of tracks) †... 70,994.49 (rail-miles).
- 27 Average weight per yard of new rails laid in replacement (running, passing, and cross-over tracks, etc.) *... 119 (pounds).
- 28 Tons of rail sold as scrap and amount received therefor... 450 (tons of 2,000 lb.); \$ 17,039
- 29 Track-miles of welded rail installed this year 1.94; total to date 74.35

The difference between line 23 and A/c 214 Schedule 220 is due to estimated cost being figured this year on previous years relays.

The difference between line 24 and A/c 9 Schedule 211 is due to price year adjustments and direct charges to road property.

†Classes 1, 2, and 3 rails.—Reduce tonnage in columns (c) and (g) to pounds; divide each result by the respective pounds per yard to obtain the number of yards of each weight of new rail laid in all classes of tracks; divide the total number of yards of new rails laid in all classes of tracks by 1,760; state the quotient with two decimal places.

†Classes 1, 2, 3, and 4 rails.—Reduce tonnage in columns (c) and (g) to pounds; divide each result by the respective pounds per yard to obtain the number of yards of each weight of new and second-hand rail laid in all classes of tracks; divide the total number of yards of new and second-hand rails laid in all classes of tracks by 1,760; state the quotient with two decimal places.

*Classes 1, 2, and 3 rails.—Reduce tonnage in column (c) to pounds; divide each result by the respective pounds per yard to obtain the number of yards of each weight of new rail laid in running, passing, and cross-over tracks, etc.; divide the total number of pounds of new rails laid in running tracks, etc., by the total number of yards of new rails laid in such tracks.

516. RAILS LAID IN ADDITIONAL TRACKS AND IN NEW LINES AND EXTENSIONS

Give particulars of rails applied during the year in the construction of new tracks, following the instructions given in the preceding schedule, so far as applicable.

Line No.	Class of rail (a)	RAIL APPLIED IN RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS, ETC.				RAIL APPLIED IN YARD, STATION, TEAM, INDUSTRY, AND OTHER SWITCHING TRACKS			
		WEIGHT OF RAIL		Total cost of rail applied in running tracks, passing tracks, cross-overs, etc., during year (d)	Average cost per ton (2,000 lb.) (e)	WEIGHT OF RAIL		Total cost of rail applied in yard, station, team, industry, and other switching tracks during year (h)	Average cost per ton (2,000 lb.) (i)
		Pounds per yard of rail (b)	Number of tons (2,000 lb.) (c)			Pounds per yard of rail (f)	Number of tons (2,000 lb.) (g)		
1	2					90	5	966	193 20
2	4					90	73	1 724	23 62
3	4					100	1	29	29 00
4	4					112	2	74	37 00
5	4					115	3	83	27 67
6	4					127	3	95	31 67
7	4					136	4	109	27 25
8									
9									
10									
11									
12									
13									
14									
15									
16							2	966	
17						4	82	1 966	
18									
19									
20	TOTAL	XXXX				XXXX	87	2 932	369 41

- 21 Number of miles of new running tracks, passing tracks, cross-overs, etc., in which rails were laid04
 22 Number of miles of new yard, station, team, industry, and other switching tracks in which rails were laid61

517. GAGE OF TRACK AND WEIGHT OF RAIL

Give the particulars below called for concerning the road and track operated by the respondent at the close of the year. Only the respondent's proportion of jointly-owned mileage should be included. Under "Weight of rail," the various weights of rails should be given. If any part of the road operated at the close of the year is other than standard

gage, 4 feet 8½ inches, show the gage of each part in column (d). Road and track occupied under trackage right or other form of license should not be included herein, but all road and track held under any form of lease (granting exclusive possession to the lessee) should be included.

Line No.	Weight of rails per yard (a)	Line-haul companies (miles of main track) (b)	Switching and terminal companies (miles of all tracks) (c)	Remarks (d)
1	136	100	71	
2	127	409	54	
3	115	281	59	
4	112	244	22	
5	100	20	56	
6	90	362	66	
7	85	87	20	
8	80	21	70	
9	75	3	34	
10	70	19	13	
11	60	46		
12		1 551	11	
13				
14				
15				
16				
17				
18				
19				
20				

531. STATISTICS OF RAIL-LINE OPERATIONS

1. Give the various statistical items called for concerning the rail-line operations of respondent's road during the year. Train-miles, car-miles and other particulars are to be reported in accordance with the classification of train-miles and car-miles prescribed in the Uniform System of Accounts for Railroad Companies (Mileage Accounts 800 to 835 and 820 to 825). Locomotive unit-miles should include all miles made by each locomotive unit.

2. Per diem cars, as used herein, refers to freight cars other than cabooses owned or held under lease arrangement by U.S. class I line-haul railroads, whose interline rental is settled on a per diem basis under the code of per diem rules, or would be so settled if used by another railroad.

3. Item No. 1 includes miles of road operated under trackage rights.

4. For gross ton-miles compute from conductors' or dispatchers' train reports weight in tons (2,000 pounds). Item 27 includes weight of all locomotive units moved one mile in transportation trains. Ton-miles of motorcars should be excluded. Items 28 and 29 represent tons behind locomotive units (cars and contents, company-service equipment and cabooses) moved one mile in transportation trains. Include ton-miles of exclusive work service equipment and motorcars moving in transportation trains. Use 150 pounds as the

average weight per passenger and four tons as the average weight of contents of each head-end car.

5. Item No. 35 should represent the ton-miles of revenue freight in water transfer service on the Great Lakes involving a rail-line haul, the revenue from which is includible in account No. 101, "Freight." Ton-miles of revenue freight in water transfer service which was moved on the basis of lawful local tariff rates, the revenue from which is creditable to account No. 113, "Water transfers," should be excluded. Item 36, Total ton-miles—Revenue freight, should correspond to the ton-miles reported on Form OS-B, Item 2.

6. For net ton-miles, Item 40, compute from conductors' train reports. This item represents the number of tons of revenue and non-revenue freight moved one mile in transportation trains. Include a reasonable proportion of the weight of exclusive work equipment moved one mile. Include net ton-miles in motorcar trains. Exclude LCL shipments handled in mixed baggage-express cars.

7. The mileage of company service equipment, designed exclusively for work service and moved in transportation trains, should be classed as loaded freight car-miles.

8. Highway vehicle operations should not be included in Schedule 531 but particulars thereof given in a footnote on page 117.

Item No.	Item (a)	Freight trains (b)			Passenger trains (c)			Total transportation service (d)			Work trains (e)		
1	Average mileage of road operated (State in whole numbers)	1	672					1	672				
	TRAIN-MILES												
2	Diesel locomotives	2	340	414				2	340	414			
3	Other locomotives												
4	Total locomotives	2	340	414				2	340	414			
5	Motorcars												
6	Total train miles	2	340	414				2	340	414			
	LOCOMOTIVE UNIT-MILES												
7	Road service	7	689	033				7	689	033			
8	Train switching		778	579					778	579			
9	Yard switching	1	957	193				1	957	193			
10	Total locomotive unit-miles	10	424	805				10	424	805			
	CAR-MILES												
11	Total motorcar car-miles												
12	Loaded per diem freight cars	87	564	311				87	564	311			
13	Loaded non-per diem freight cars	44	125	202				44	125	202			
14	Empty per diem freight cars	62	670	117				62	670	117			
15	Empty non-per diem freight cars	40	611	818				40	611	818			
16	Caboose	2	344	576				2	344	576			
17	Total freight car-miles (lines 12, 13, 14, 15 and 16)	237	316	024				237	316	024			
18	Passenger coaches												
19	Combination passenger cars (local, express, or baggage, etc., with passenger)												
20	Sleeping and parlor cars												
21	Dining, grill and tavern cars												
22	Head-end cars												
23	Total (lines 18, 19, 20, 21, and 22)												
24	Business cars												
25	Crew cars (other than caboose)												
26	Grand total car-miles (lines 11, 17, 23, 24 and 25)	237	316	024				237	316	024			
	GROSS TON-MILES AND TRAIN-HOURS IN ROAD SERVICE												
27	Gross ton-miles of locomotives and tenders (thousands)		914	806					914	806			
28	Gross ton-miles of freight-train cars, contents, and cabooses (thousands)	14	705	650				14	705	650			
29	Gross ton-miles of passenger-train cars and contents (thousands)												
30	Train-hours—Total		132	729					132	729			
	REVENUE AND NONREVENUE FREIGHT TRAFFIC												
31	Tons of revenue freight								26	632	735		
32	Tons of nonrevenue freight								241	339			
33	Total tons revenue and nonrevenue freight								26	874	074		
34	Ton-miles—Revenue freight in road service (thousands)								7	064	428		
35	Ton-miles—Revenue freight in lake transfer service (thousands)												
36	Total ton-miles—Revenue freight (thousands)								7	064	428		
37	Ton-miles—Nonrevenue freight in road service (thousands)								53	492			
38	Ton-miles—Nonrevenue freight in lake transfer service (thousands)												
39	Total ton-miles—Nonrevenue freight (thousands)								53	492			
40	Net ton-miles of freight—Revenue and nonrevenue (thousands)		7	118	435				7	118	435		
	REVENUE PASSENGER TRAFFIC												
41	Passengers carried—Total												
42	Passenger-miles—Total												

532. SWITCHING AND TERMINAL TRAFFIC AND CAR STATISTICS

(For switching and terminal companies only)

1. Give particulars of cars handled during the year. For descriptions of kinds of services included in switching operations, and in terminal operations, reference is made to the "Notice" on the inside of the front cover of this form. With respect to the term "cars handled" it should be observed that, when applied to switching operations, the movement of a car from the point at which a switching company receives it, whether loaded or empty, to the point where it is loaded or unloaded or delivered to another connecting line is to be counted as one car handled. The return of a car, whether loaded or empty, from the point where it is loaded or unloaded, to

the point of delivery is to be counted as one car handled. No incidental movement is to be considered, unless such incidental movement involves the receipt of additional revenue. When applied to terminal operations, such as union station, bridge, ferry, or other joint facility terminal operations, the term "cars handled" includes all cars for which facilities are furnished.

2. The number of locomotive-miles in yard switching service should be computed in accordance with account No. 816, "Yard Switching Locomotive-miles."

Item No.	Item (a)	Switching operations (b)	Terminal operations (c)	Total (d)
	FREIGHT TRAFFIC			
201	Number of cars handled earning revenue—Loaded			
202	Number of cars handled earning revenue—Empty			
203	Number of cars handled at cost for tenant companies—Loaded			
204	Number of cars handled at cost for tenant companies—Empty			
205	Number of cars handled not earning revenue—Loaded			
206	Number of cars handled not earning revenue—Empty			
207	Total number of cars handled			
	PASSENGER TRAFFIC			
208	Number of cars handled earning revenue—Loaded		Not Applicable	
209	Number of cars handled earning revenue—Empty			
210	Number of cars handled at cost for tenant companies—Loaded			
211	Number of cars handled at cost for tenant companies—Empty			
212	Number of cars handled not earning revenue—Loaded			
213	Number of cars handled not earning revenue—Empty			
214	Total number of cars handled			
215	Total number of cars handled in revenue service (items 207 and 214)			
216	Total number of cars handled in work service			

Number of locomotive-miles in yard switching service: Freight,; passenger,

KANSAS CITY SOUTHERN LINES CONSOLIDATED

561C. COMPENSATION APPLICABLE TO PRIOR YEARS

Show hereunder, for each group of employees, the amount of compensation applicable to prior years, which was paid or is payable under labor awards of the current year or for other reasons. Additional compensation for the current year under labor awards or for other reasons is includible in I.C.C. Wage Statistics Form A and B, "Report of Employees, Service, and Compensation," for the calendar year. For purposes of this report, labor awards are intended to cover adjustments resulting from the decisions of Wage Boards and voluntary awards by the respondent incident thereto. Explain the nature of any amounts in excess of \$10,000 included in column (c) in a footnote.

Line No.	Group No.	Class of employees (a)	AMOUNT OF COMPENSATION					
			Under labor awards (b)			Other back pay (c)		Total (d)
1	I	Executives, officials, and staff assistants.....	\$			\$	400	\$ 400
2	II	Professional, clerical, and general.....				22	737	22 737
3	III	Maintenance of way and structures.....				40	027	40 027
4	IV	Maintenance of equipment and stores.....				136	006	136 006
5	V	Transportation (other than train, engine, and yard).....				6	299	6 299
6	VI (a)	Transportation (yardmasters, switch tenders, and hostlers).....				7	871	7 871
7	VI (b)	Transportation (train and engine service).....				446	610	446 610
8		TOTAL.....				659	950	659 950

9 Amount of foregoing compensation that is chargeable to operating expenses: \$659,950.....

KANSAS CITY SOUTHERN LINES CONSOLIDATED

562. COMPENSATION OF OFFICERS, DIRECTORS, ETC.

1. In columns (a) and (b) enter the name and position of each of the five persons named in Schedules 102 and 103 of this report to whom the respondent paid the largest amount during the year as compensation for current or past service over and above necessary expenses incurred in discharge of duties. In addition, list all other officers, directors, pensioners or employees, if any, to whom the respondent paid \$40,000 or more in total compensation during the year.

2. The salary per annum to be entered in column (c) is the annual rate at which an employee is paid rather than the amount actually paid for a part of a year. If the salary of an individual was increased or decreased during the year, show salary before each change as well as at close of year.

3. If an officer, director, etc., receives compensation from one or more of the affiliated companies listed in Schedule 104, reference to this fact should be made. If the aggregate compensation from all companies amounts to \$40,000 or more. The detail as to division of the compensation should be reported in schedule 564.

4. Other compensation to be entered in column (d) includes, but is not limited to, commissions; bonuses; shares in profits; contingent compensation; moneys paid, set aside or accrued pursuant to any pension, retirement, savings, deferred compensation, or similar plan including premiums paid for retirement annuities, or life insurance where the respondent is not the beneficiary (Premiums on group life insurance for benefits less than \$50,000 need not be reported.), or any other arrangement which constitutes a form of compensation. Give the details of any plan not previously reported, the basis of determining the ultimate benefits payable, and the payments or provisions made during the year.

5. Also include in column (d) all remuneration paid, directly or indirectly, in the form of securities, options, warrants, rights or other property. Furnish particulars concerning any options, warrants, or rights issued or granted during the year including prices, expiration dates and other information relating to exercise of the options, warrants, or rights. Specify the amount of such securities or assets so entitled to be purchased by each officer, director, etc.

Line No.	Name of person (a)	Position or Title (b)	Salary per annum as of close of year (see instructions) (c)	Other compensation during the year (d)
1				
2	W. H. Deramus III	President and Chairman of the Board	75,000	
3		Effective 11-14-1972	79,125	2,000 *
4				
5	L. O. Frith	Executive Vice President	46,420	
6		Effective 11-14-1972	48,900	1,250 *
7				
8				
9	R. J. Blair	Vice President and General Manager	37,980	
10		Effective 11-14-1972	40,000	750 *
11				
12				
13	T. A. Giltner	Vice President and Comptroller	34,200	
14		Effective 11-14-1972	36,000	
15				
16				
17	D. E. Farrar	Vice President Personnel	33,760	
18		Effective 11-14-1972	35,600	
19				
20				
21		* Directors' Fees		
22				
23				
24				
25				
26				
27				
28				
29				
30				
31				
32				
33				
34				
35				
36				
37				
38				
39				
40				
41				
42				
43				
44				

563. PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES AND AFFILIATES

1. In the form below give information concerning payments, fees, retainers, commissions, gifts, contributions, assessments, bonuses, pensions, subscriptions, allowance for expenses, or any form of payments amounting in the aggregate to \$50,000 or more during the year to any corporation, institution, association, firm, partnership, committee, or any person, except:

(a) Payments to employees of the respondent shall be reported in Schedule 562.

(b) Payments for services rendered by affiliates shall be reported in Schedule 564.

2. The aggregate of payments to be reported in column (c) shall include amounts paid and/or accrued during the year which are applicable to the year.

3. When contributions under \$50,000 are made in common with other carriers under a joint arrangement in payment for the performance of services or as a donation, each such contribution shall be reported, irrespective of the amount thereof, if the total amount paid by all contributors for the performance of the particular service is equal to the sum of \$100,000 or more.

4. Payments to the independent public accountant reporting on the respondent's annual report shall be subdivided to show separately the amount paid for auditing and the total amount paid for other types of management services such as, but not limited to, compensation plans, pension plans, forecasts and budgets, and tax-advice. All carriers, whether payments aggregate more or less than \$50,000, shall answer the following question.

Did the independent accountant reporting on the respondent's annual report provide any management services other than auditing?

Specify. Yes.... No ☒.

5. To be included are, among others, payments, directly or indirectly, for legal, medical, engineering, advertising, valuation, accounting, statistical, financial, educational, entertainment, charitable, advisory, defensive, detective, developmental, research, appraisal, registration, purchasing, architectural, and hospital services; payments for expert testimony and for handling wage disputes; and payments for services of banks, bankers, trust companies, insurance companies, brokers, trustees, promoters, solicitors, consultants, actuaries, investigators, inspectors, and efficiency engineers. Payments to the various railroad associations, commissions, committees, bureaus, boards, and other organizations maintained jointly by railroads shall also be included. The enumeration of these kinds of payments should not be understood as excluding other payments for services not excluded below.

6. To be excluded are: Rent of buildings or other property, taxes payable to the Federal, State, or local Governments, payments for heat, light, power, telegraph, and telephone services, and payments to other carriers on the basis of interline tariff charges or for the interchange of equipment between carriers, as well as other payments for services which both as to their nature and amount may reasonably be regarded as ordinarily connected with the routine operation, maintenance, or construction of a railroad, but any special and unusual payments for services should be reported. Payments of \$50,000 or more to organizations maintained jointly by railroads with other railroads are not to be excluded even if their services are regarded as routine.

7. If more convenient, this schedule may be filled out for a group of roads considered as one system and shown only in the report of the principal road in the system, with references thereto in the reports of the other roads.

8. If any doubt exists in the mind of the reporting officer as to the reportability of any type of payment, request should be made for a ruling before filing this report.

Line No.	Name of recipient (a)	Description of service (b)	Amount of payment (c)		
			\$		
1	Association Of American Railroads	Proportion of maintenance and operations	119	473	
2	Kansas City Railroad Clearing House Association	" " " " "	7	688	
3	Western Railroad Association	" " " " "	276	266	
4	National Railway Labor Conference	" " " " "	11	164	
5	Southeastern Railroad Associated Bureau	" " " " "	26	172	
6	Southwestern Freight Bureau	" " " " "	110	562	
7	Texas Louisiana Freight Bureau	" " " " "	13	466	
8	Union Terminal Co. of Dallas	" " " " "	21	736	
9	Western Weighing & Inspection Bureau	" " " " "	11	231	
10	Hartford Insurance Co.	Insurance Premium on Employees	210	617	
11	R. L. Hines Sr. & Associates	Services rendered	222	628	
12	Great Western Enterprises	" " "	467	934	
13	Servitron, Inc.	" " "	1	991	773
14	Trans-Mark Services, Inc.	" " "	2	306	937
15	Comet Electronics	" " "	2	879	554
16	The Conestoga Company	Maintenance of Microwave	966	183	
17	George T. Cook Co.	Services rendered	550	380	
18	Travelers Insurance Co.	Insurance Premium on Employees	1	561	411
19	Toltec Leasing, Inc.	Rental Equipment	3	574	
20					
21					
22					
23					
24					
25					
26					
27					
28	Contractors				
29					
30	A. K. Gillis & Sons	Grading	43	129	
31	Paul E. Riviere	" "	20	264	
32					
33					
34			11	822	192

564. TRANSACTIONS BETWEEN RESPONDENT AND COMPANIES OR PERSONS AFFILIATED WITH RESPONDENT FOR SERVICES RECEIVED OR PROVIDED

1. Furnish the information called for below concerning each contract, agreement or arrangement (written or unwritten) in effect at any time during the year between the respondent and the affiliated companies listed in Schedule 104, or persons affiliated with the respondent including officers, directors, stockholders, owners, partners or their wives and other close relatives, or their agents. Examples of transactions are, but not restricted to, management, legal, accounting, purchasing or other type of service including the furnishing of materials, supplies, purchase of equipment, leasing of structures, land and equipment, and agreements relating to allocation of officers salaries and other common costs between affiliated companies.

To be excluded are payments for the following types of services:

- Lawful tariff charges for transportation services.
- Payments to or from other railroads for interline services and interchange of equipment.
- Payments to or from other railroads for services which may reasonably be regarded as ordinarily connected with routine operation, maintenance, or construction of a railroad, but any special or unusual transactions should be reported.
- Agreements relating to allocation of Federal income taxes between affiliated companies should be reported in Schedule 353 (p. 85).
- Agreements relating to joint pension plans with affiliated companies should be reported in explanatory notes section of Schedule 200 (p. 13).

2. In column (a) enter the name of the affiliated company, person, or agent with which respondent received or provided services aggregating \$30,000 or more for the year. If an affiliated company provides services to more than one affiliate, and the aggregate compensation amounts to \$30,000 or more for the year, list all the affiliates included in the agreement and describe the allocation of charges in column (d). If the respondent provides services to more than one affiliate, and the aggregate compensation amounts to \$30,000 or more for the year, reference to this fact should be made and the detail as to the allocation of charges should be stated. For those affiliates providing services to the respondent, also enter in column (a) the percent of affiliate's gross income derived from transactions with respondent.

Attach a balance sheet and income statement for each affiliate with which respondent had reportable transactions during the year. These statements should be prepared on the same accounting year basis and in conformity with the balance sheet and income statement in annual report form A, and should be attached to indicate method of depreciating property, if any, furnished to the respondent. Balance sheet and income statement are not required for affiliated carriers filing annual reports with the Commission.

3. In column (b) indicate form of affiliation or control between the respondent and the company or person identified in column (a) as follows:

- If respondent directly controls affiliate insert the word "direct".
- If respondent controls through another company insert the word "indirect".
- If respondent is under common control with affiliate insert the word "common".
- If respondent is controlled directly or indirectly by the company listed in column (a) insert the word "controlled".
- If control is exercised by other means such as a management contract or other arrangement of whatever kind insert the word "other" and footnote to describe such arrangements.

4. In column (c) fully describe the character of service involved such as management fees, lease of building, purchase of material, etc. When the affiliate listed in column (a) provides more than one type of service in column (c), list each type of service separately and show total for the affiliate. When services are both provided and received between the respondent and an affiliate they should be listed separately and the amounts shown separately in column (g).

5. In column (d) fully describe the basis for computing charges under each contract, agreement, etc.

6. In columns (e) and (f) indicate the date and term of each contract or arrangement. If oral contract, indicate with symbol "O".

7. In column (g) report the total amount received, paid, or accrued during the year which is applicable to the year, for each type of service listed in column (c). Indicate purchase items with the symbol "P" and sales items with the symbol "S". Do not report net figures when services are both provided and received between the respondent and an affiliate.

Line No.	Name of Company or Individual and percent of gross income from respondent carrier		Form of Affiliation	Character of Service	Basis of Charge	Contract		Total Charges for Year (g)
	(a)	%				Date (e)	Term (f)	
1.	Oliver Advertising, Inc.	14.7	Common	General Advertising	Cost + 15%		0	132,086
2.	Systec-Data Management	31.3	Common	Computer Programming	\$10.44 Hour	8-1-71	10 Yrs	357,571
3.	Tolmak, Inc.	89.2	Common	Rental Tracks & Repairs	6% Valuation, Cost	7-1-67	Continuous	304,736
4.	Alfred Lindgren, Inc.	3.1	Common	Construction	Cost + 3%	12-30-71	5 Yrs	281,063
5.	KCS Industries, Inc.	14.4	Controlled	Legal and Accounting	Revenue Prorate		0	1,295,071
6.	Southern Development Co.	50.5	Common	Rental	\$5.00 Sq. Ft.	2-1-51	Continuous	187,460
7.	Carland, Inc.	88.2	Common	Equipment Rental	Various	Various	8 Yrs	2,364,670
8.	Systec-Data Management		Common	Rental Office Space	\$25.00 Month	10-8-68	Continuous	(300)
9.								
10.								
11.								
12.								
13.								
14.								
15.								

565. OTHER TRANSACTIONS BETWEEN RESPONDENT AND COMPANIES OR PERSONS AFFILIATED WITH RESPONDENT

1. Furnish the information called for below concerning transactions between the respondent and the affiliated companies listed in Schedule 104, or persons affiliated with the respondent including officers, directors, stockholders, owners, partners or their wives and other close relatives, or their agents. Examples of transactions are, but not limited to, purchase, sale or transfer of equipment, land, structures, securities or other assets aggregating \$30,000 in value for the year.
2. In column (a) enter the name of the affiliated company, person, or agent with which respondent transacted purchase, sale or transfer.
3. In column (b) indicate form of affiliation or control between the respondent and company or person identified in column (a) in accord with instruction No. 3 to Schedule 564.
4. In column (c) briefly describe the kind of asset purchased, sold or transferred.
5. In column (d) report the total of all purchases, sales or transfers of property with a value of \$20,000 or more. If individual items are less than that amount, report the total of all purchases or sales with the company or individual named in column (a) when the aggregate of such items is \$30,000 for the year. Indicate purchase items with the symbol "P" and sales items with the symbol "S".
6. In column (e) summarize the book cost, less accrued depreciation if applicable, for each item reported in column (d).
7. In column (f) report the net profit or loss for each item (column (d) less column (e)).
8. Answer all questions at bottom of schedule.

Line No.	Name of Company or Individual (a)	Form of Affiliation (b)	Description of Item (c)	Sales or Purchase Price (d)	Net Book Value (e)	Gain or (Loss) (f)
1	Alfred Lindgren, Inc.	Indirect	Purchase KCS Ry. Series C Bonds			
2			by L&A Ry.	265,937	265,937	None
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						

With respect to the transactions listed above, were any gains or losses incurred by other affiliated companies in the six (6) accounting years preceding this report year on the transfer of the item to the company or individual named in column (a)? Specify. Yes.... No. ☒. If yes, give particulars of prior transaction such as sales price, and gain or loss.

Where any services provided or assets transferred between respondent and affiliated companies or individuals during the year for which no charges were assessed? Specify. Yes.... No. ☒. If yes, explain.

**566 A. TRANSACTIONS BETWEEN NONCARRIER SUBSIDIARIES OF RESPONDENT AND OTHER AFFILIATED COMPANIES OR PERSONS
FOR SERVICES RECEIVED OR PROVIDED**

1. Furnish the information called for below concerning transactions between noncarrier subsidiaries of the respondent and other affiliated companies for services received or provided in accord with instruction No. 1 to Schedule 564.
2. In column (a) enter the name of the noncarrier subsidiary of respondent.
3. In column (b) enter the name of other affiliated company with which the noncarrier subsidiary received or provided services aggregating \$30,000 or more for the year.
4. In column (c) indicate form of affiliation or control between noncarrier subsidiary and other affiliated company identified in column (b) in accord with instruction No. 3 to Schedule 564.
5. In column (d) fully describe the character of service involved such as management fees, lease of building, purchase of material, etc. If more than one type of service is provided, list each type of service separately. When services are both provided and received between the noncarrier subsidiary and other affiliate they should be listed separately and the amounts shown separately in column (h).
6. In column (e) fully describe the basis for computing charges under each contract, agreement, etc.
7. In columns (f) and (g) indicate the date and term of each contract or arrangement. If oral contract, indicate with symbol "O".
8. In column (h) report the total amount received, paid, or accrued during the year which is applicable to the year, for each type of service listed in column (d). Indicate purchase items with the symbol "P" and sales items with the symbol "S". Do not report net figures when services are both provided and received between the noncarrier subsidiary and other affiliate.

Line No.	Name of Respondent's Noncarrier Subsidiary Company (a)	Name of Other Affiliated Company (b)	Form of Affiliation (c)	Character of Service (d)	Basis of Charge (e)	Contract		Total Charges for Year	
						Date (f)	Term (g)	(P)(S)	(h)
1	Southern Development	Data-Sys-Tance	Common	Rent	\$ 6,504 Monthly	1-3-72			78,050
2	Southern Development	KCS Industries	Indirect	Rent	\$10,000 Quarterly	3-21-69			31,667
3									
4									
5									
6									
7									
8									
9									
10									
11									
12									
13									
14									
15									
16									
17									
18									
19									
20									
21									
22									
23									
24									
25									
26									
27									
28									
29									
30									

566 B. OTHER TRANSACTIONS BETWEEN NONCARRIER SUBSIDIARIES OF RESPONDENT AND OTHER AFFILIATED COMPANIES OR PERSONS

1. Furnish the information called for below concerning other transactions between noncarrier subsidiaries of the respondent and other affiliated companies in accord with instruction No. 1 to Schedule 565.
2. In column (a) enter the name of the noncarrier subsidiary of respondent.
3. In column (b) enter the name of other affiliated company with which the noncarrier subsidiary transacted a purchase, sale or transfer of equipment, land, structures, securities or other assets aggregating \$30,000 in value for the year.
4. In column (c) indicate form of affiliation or control between noncarrier subsidiary and other affiliated company identified in column (b) in accord with instruction No. 3 to Schedule 564.
5. In column (d) briefly describe the kind of asset purchased, sold or transferred.
6. In column (e) report the total of all purchases, sales or transfers of property with a value of \$30,000 or more. If individual items are less than that amount, report the total of all purchases or sales when the aggregate of such items is \$30,000 for the year. Indicate purchase items with the symbol "P" and sales items with the symbol "S".
7. In column (f) summarize the book cost, less accrued depreciation if applicable, for each item reported in column (e).
8. In column (g) report the net profit or loss for each item (column (e) less column (f)).
9. Answer all questions at bottom of schedule.

Line No.	Name of Respondent's Noncarrier Subsidiary Company (a)	Name of Other Affiliated Company (b)	Form of Affiliation (c)	Description of Item (d)	Sales or Purchase Price (e)	Net Book Value (f)	Gain or (Loss) (g)
1	Southern Development Company	Carthage Cablevision	Common	Cable Television	\$160,630	\$160,630	
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							

With respect to the transactions listed above, were any gains or losses incurred by other affiliated companies in the six (6) accounting years preceding this report year on the transfer of the item to the company or individual named in column (b)? Specify. Yes.... No ☒. If yes, give particulars of prior transaction such as sales price, and gain or loss.

Were any services provided or assets transferred between noncarrier subsidiaries of respondent and other affiliated companies or individuals for which no charges were assessed? If so, explain.

571. CONSUMPTION OF FUEL BY MOTIVE-POWER UNITS

Show hereunder the amounts of the various kinds of fuel consumed by locomotive units and motor or other self-propelled rail cars in the service of the respondent during the year, and the number of kilowatt-hours for such tractive equipment as was propelled by electricity. The ton of 2,000 pounds should be used.

Kilowatt-hours, for entry in column (c) of section A, and column (A) of section B, are to be figures at high-tension taps (point of production or point of purchase), and divided among the several classes of service, the division being made on the respondent's best estimate if actual figures are not available.

A. LOCOMOTIVES

Line No.	Kind of locomotive service (a)	DIESEL	ELECTRIC	OTHER (STEAM, GAS TURBINE, ETC.)	
		Diesel oil (gallons) (b)	Kilowatt-hours (c)	Coal (tons) (d)	Fuel oil (gallons) (e)
1	Freight.....	23,485,017			
2	Passenger.....				
3	Yard switching.....	3,566,369			
4	Total.....	27,051,386			
5	Work train.....	17,254			
6	GRAND TOTAL.....	27,068,640			
7	Total cost of fuel*	2,797,206			

B. RAIL MOTORCARS

Line No.	Kind of locomotive service (f)	DIESEL	ELECTRIC	GASOLINE
		Diesel oil (gallons) (g)	Kilowatt-hours (h)	Gasoline (gallons) (i)
11	Freight.....			
12	Passenger.....			
13	Yard switching.....			
14	Total.....			
15	Work train.....			
16	GRAND TOTAL.....			
17	Total cost of fuel*			

*Show cost of fuel charged to train and yard service (accounts Nos. 303 and 304, for other than electric, and accounts Nos. 303, 304, 305, and 306, for electric). The cost stated for the various kinds of fuel should be the total charges in the accounts specified, including freight charges and handling expenses. The cost stated for electric current should be the total charges in the accounts enumerated. Fuel and power consumed by mixed and special trains that are predominantly freight should be included in freight service, but where the service of mixed or special trains is predominantly passenger, the fuel and power used should be included in passenger service.

NOTES AND REMARKS

581. CONTRACTS, AGREEMENTS, ETC.

1. Hereunder give a concise statement of each important contract, agreement, arrangement, etc., with other companies or persons, together with important revisions, modifications, terminations, and other changes thereof, which became effective during the year, and concerned in any way the transportation of persons or things at other than tariff rates, or the purchase of equipment under conditional sales plans without the issuance of securities by respondent, making such statements in the following order:

- (a) Express companies.
- (b) Mail.
- (c) Sleeping, parlor, and dining-car companies.
- (d) Freight or transportation companies or lines.
- (e) Other railway companies.
- (f) Steamboat or ship companies.
- (g) Telegraph companies.
- (h) Telephone companies.
- (i) Equipment purchased under conditional sales contracts.
- (j) Routing traffic of affiliated companies.
- (k) Other contracts.

2. Under item 1(e), include particulars of joint facility arrangements entered into during the year by the respondent, including those maintained or operated by other carriers as well as those maintained or operated by respondent. For each joint facility, give a brief statement of the basis or bases on which revenues, expenses, taxes, interest on investment, and other items, if any, related to the facility are apportioned among the carriers using the facility or otherwise deriving benefit therefrom.

3. Under item 1(i), give particulars of conditional sales agreements, lease or rental contracts, and other similar instruments, entered into by respondent for the purchase of equipment, which provide for payment in installments and do not involve the issuance of securities by respondent. State the names of the parties to the contracts or agreements, the num-

ber of units of each class of equipment covered, and the terms and conditions of payment.

4. Under item 1(j) give particulars of arrangements, written or oral with affiliated companies for routing of traffic. Through route arrangements for handling of traffic interchanged with carrier affiliates should not be reported.

5. Under item 1(k), Other contracts, describe briefly the particulars of all contracts or agreements, including estimated amounts receivable, under which a government agency, or instrumentality thereof, seeks to assist respondent with grants or aid for providing passenger commuter or other passenger-train services.

6. Information concerning contracts of minor importance may be omitted. A contract of minor importance is defined as one involving receipts or payments of less than \$25,000 per year, and which, by its terms, is otherwise unimportant.

7. In lieu of giving abstracts, copies of contracts may be filed. Every copy of a contract furnished in connection with the foregoing requirement should be listed hereunder.

8. The basis for computing receipts and payments should be fully stated in the case of each such contract, agreement, or arrangement.

9. Compliance with the requirements of this schedule does not relieve the respondent of the duty placed upon common carriers by section 6(5), Part I, of the Interstate Commerce Act, which reads as follows:

"Every common carrier subject to this part shall also file with said Commission copies of all contracts, agreements, or arrangements with other common carriers in relation to any traffic affected by the provisions of this part to which it may be a party. Provided, however, that the Commission, by regulations, may provide for exceptions from the requirements of this paragraph in the case of any class or classes of contracts, agreements, or arrangements, the filing of which, in its opinion, is not necessary in the public interest."

1. (i) Contract 25650 dated January 1, 1972 between General Motors Corporation and respondent assigned to Chemical Bank, New York covering purchase of 20 locomotives.

1. (i) Contract 25820 dated November 1, 1972 between General Motors Corporation and respondent assigned to Chemical Bank, New York covering purchase of 10 locomotives.

1. (i) Contract 25734 dated May 15, 1972 between The Darby Products of Steel Plate Corporation and respondent assigned to United Missouri Bank of Kansas City covering purchase of 311 freight cars.

1. (i) Contract 25708 dated April 3, 1972 between United States Railway Leasing Co. and respondent covering leasing of 100 covered hopper cars for 15 years.

1. (i) Contract 25556 dated January 1, 1972 between Pullman Transport Leasing Co. and respondent covering leasing of 75 covered hopper cars for 10 years.

1. (k) Various agreements dated in 1972 between Carland, Inc. and respondent for lease of equipment for terms of 3 and 5 years with options to renew lease for another 3 and 5 years.

Description	Annual Rental
12 Freight Cars	\$ 29,047
72 Automobiles and trucks	206,752
Mechanical equipment	18,682
Roadway equipment	69,232
252 Abex Wheel Sensors	43,298
ACI System	34,740
Furniture and miscellaneous equipment	9,545
IBM Equipment	41,974

ANNUAL REPORT 1972 CLASS I

134500

KANSAS CITY SOUTHERN RAILWAY CO.

3 OF 4

KANSAS CITY SOUTHERN LINES CONSOLIDATED

591. CHANGES DURING THE YEAR

Hereunder state the matters called for. Make the statements explicit and precise, and number them in accordance with the inquiries; each inquiry should be fully answered, and if the word "none" truly states the fact it may be used in answering any particular inquiry. Changes in mileage should be reported by classes and stated to the nearest hundredth of a mile.

1. For each railroad property used in respondent's transportation service, show all increases and decreases in mileage, classifying the changes in the tables below as follows:

(Class 1) Line owned by respondent.

(Class 2) Line owned by proprietary companies.

(Class 3) Line operated under lease for a specified sum.

(Class 4) Line operated under contract or agreement for contingent rent.

(Class 5) Line operated under trackage rights.

2. For changes in miles of road, give dates of beginning or abandonment of operations. If any changes reportable in this schedule occurred

under authority granted by the Commission in certificates of convenience and necessity, issued under paragraphs (18) to (22) of section 1 of the Interstate Commerce Act or otherwise, specific reference to such authority should in each case be made by docket number or otherwise, as may be appropriate.

3. All consolidations, mergers, and reorganizations effected, giving particulars.

This statement should show the mileage, equipment, and cash value of property of each company as well as the consideration received by each company party to the action. State the dates on which consolidated, etc., and whether the prior companies have been dissolved. Copies of the articles of consolidation, merger, or reorganization should be filed with this report.

4. Other important changes not elsewhere provided for involving more than \$50,000, giving full particulars.

INCREASES IN MILEAGE

Line No.	Class	Main (M) or branch (B) line	RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS, ETC.								Miles of way switching tracks	Miles of yard switching tracks	Total	Remarks
			Miles of road		Miles of second main track		Miles of all other main tracks		Miles of passing tracks, cross-overs, and turn-outs					
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)					
1	1	M							05	25	30			
2	1	B					04		26		30			
3	1J	B							05		05			
4														
5														
6														
7														
8														
9														
10														
11														
12														
13	TOTAL INCREASE						04		36	25	65			

DECREASES IN MILEAGE

11	1	M	39			7 11	2 06	17 72	27 28	
12	1	B				08	1 75	06	1 89	
13	1J	B					07		07	
14	5	M				04	17	1 64	1 85	
15										
16										
17										
18										
19										
20										
21										
22	TOTAL DECREASE		39			7 23	4 05	19 42	31 09	

If returns under Inquiry No. 1 above include any first main track owned by respondent or its proprietary companies representing new construction or permanent abandonment give the following particulars:

Owned by respondent:

Miles of road constructed None Miles of road abandoned None

Owned by proprietary companies:

Miles of road constructed Miles of road abandoned

The item "miles of road constructed" is intended to show the mileage of first main track laid to extend respondent's road, and should not include tracks relocated and tracks laid to shorten the distance between two points, without serving any new territory.

By road abandoned is meant "permanently abandoned," the cost of which has been or is to be written out of the investment accounts.

Decrease of .39 mile of main track, sold to private industry.

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. 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 Missouri)
County of Jackson) ss:

T. A. Giltner

(Insert here the name of the respondent)

makes oath and says that he is Vice President and Comptroller

(Insert here the official title of the respondent)

of The Kansas City Southern Railway and Controlled Companies

(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, 1972, to and including December 31, 1972

T. A. Giltner
(Signature of affiant)

Subscribed and sworn to before me, a Notary Public, in and for the State and
county above named, this 30th day of March, 1973
My commission expires June 23, 1976

Use an
L. S.
impression seal

Bernadine J. Dollins
(Signature of officer authorized to administer oaths)

SUPPLEMENTAL OATH

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

State of _____)
County of _____) ss:

(Insert here the name of the affiant)

makes oath and says that he is _____

(Insert here the official title of the affiant)

of _____
(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 _____, 19____ to and including _____, 19____

(Signature of affiant)

Subscribed and sworn to before me, a _____, in and for the State and
county above named, this _____ day of _____, 19____
My commission expires _____

Use an
L. S.
impression seal

(Signature of officer authorized to administer oaths)

130

CORRESPONDENCE

[illegible][illegible]

EXPLANATORY REMARKS

INDEX

	Page No.		Page No.
Accruals—Railway tax.....	86	Road and equipment leased from others.....	37
Accrued taxes—Federal income and other.....	56	To others.....	38
Additions and betterments—Investment in, made during		Owned and used.....	36
year.....	30-32	Directors.....	3
Advances to other companies—Investment.....	24-27	Dividend appropriations.....	68
Affiliated companies—Amounts payable to.....	54	Elections and voting powers.....	8
Investments in.....	20-23	Electric locomotive equipment at close of year.....	100
Relationship of respondent with.....	4-6	Enterprises—Highway motor-vehicle.....	108
Agreements, contracts, etc.....	127	Equipment—Classified.....	100-105
Amortization of defense projects—Road and equipment		Company service.....	101
owned and leased from.....		Covered by equipment obligations.....	52
others (balance-sheet		Depreciation charged to operating expenses.....	80
account).....	39	Floating.....	102
Amounts payable to affiliated companies.....	54	Freight-train cars.....	102, 103
Assets—Contingent.....	62	Installed during the year—Unit cost.....	41
Other.....	46	Inventory of.....	100-105
Balance sheet.....	10, 11	Leased from others—Depreciation base and	
Capital funds.....	16, 17	rates.....	34
Stock (see Stock).....		Reserve.....	37
Surplus.....	61	To others—Depreciation base and rates.....	35
Car, locomotive, and floating equipment—Classification...		Reserve.....	38
of respondent's.....	100-105	Locomotive.....	48-50
Car statistics.....	116, 117	Obligations.....	48-50
Cash investments—Temporary.....	15	Obligations due within 1 year.....	48-51
Changes during the year.....	128	Owned—Depreciation base and rates.....	34
Charges—Other deferred.....	46	Reserve.....	36
Coal (see Fuel).....		Or leased not in service of	
Companies controlled by respondent.....	4	respondent.....	100-105
Company service equipment.....	101	Passenger-train cars.....	101
Compensation of officers and directors.....	120	Retirements charged to operating expenses.....	80
Paid under labor awards (back pay only).....	118	Used—Depreciation base and rates.....	34
Computation of Federal income taxes.....	84	Reserve.....	36
Consolidated Federal income tax information.....	85	Expenses—Of miscellaneous nonoperating physical	
Consumption of fuel by motive-power units.....	126	property.....	44, 45
Contingent assets and liabilities.....	62	Railway operating.....	70-81
Contracts—Abstract of leasehold.....	90	Extraordinary and prior period items.....	66
Agreements, etc.....	127	Floating equipment.....	102
Control over respondent.....	6	Freight-train cars.....	102, 103
Conversion of securities of other companies—Stock		Cars—Hire of.....	88
liability for.....	60	Fuel consumed by motive-power units.....	126
Corporations controlled by respondent.....	4, 20-23	Cost.....	126
Cost of equipment installed during the year—Unit.....	41	Funded debt (see Debt).....	
Credits—Other deferred.....	57	Funds—Capital.....	16, 17
Crossings—Grade.....	109, 110	Insurance.....	16, 17
Added and eliminated during year.....	109, 110	Other reserve.....	16, 17
Crossties (see Ties).....		Sinking.....	16, 17
Debt—Funded, unmatured.....	48-50	Gage of track.....	115
Changes during the year.....	51	Gasoline (see Fuel).....	
Consideration received for issues during...		General officers.....	3
year.....	51	Grade crossings.....	109, 110
In default.....	48-50	Separations.....	111
Other due within 1 year.....	48-50	Guaranties and suretyships.....	9
Defense projects, road and equipment owned and leased		Highway motor-vehicle enterprises in which respondent	
from others—Amortization of.....	39	had a financial interest during year.....	108
Deposits—Special.....	15	Operations.....	106, 107
Depreciation base—Miscellaneous physical property.....	44, 45	Hire of freight cars.....	88
Road and equipment leased from.....		Identity of respondent.....	1
others.....	34	Income account for the year.....	65, 66
To others.....	35	Bonds—Interest on.....	53
Owned and used.....	34	From lease of road and equipment.....	87
Charged to operating expenses—Equipment.....	80	From nonoperating property.....	45
Road property.....	78	Insurance funds.....	16, 17
Shop and powerplant		Interest accrued on amounts payable to affiliated	
machinery.....	80	companies.....	54
Rates—Miscellaneous physical property.....	44, 45	Unmatured funded debt.....	50
Road and equipment leased from.....		Receivers' and trustees' securities.....	50
others.....	34	In default.....	50
To others.....	35	On income bonds.....	53
Owned and used.....	34	Investments in securities of (and advances to) affiliated	
Reserve—Miscellaneous physical		companies.....	20-27
property.....	44, 45	Other.....	24-27

INDEX—Continued

	Page No.		Page No.
Adjustment of book values.....	20-27	Property (see Investments).....	
Controlled through nonreporting subsidiaries.....	28, 29	Proprietary companies.....	63
Disposed of during year.....	20-27	Purposes for which funded debt was issued or assumed during year.....	51
Made during year.....	20-27	Of stocks actually issued.....	60
Equipment, unit cost of.....	41	Rail motor cars owned or leased.....	101
Miscellaneous physical property.....	44, 45	Rails laid in replacement.....	114
Railway property used in transportation service.....	42, 43	Charges to additions and betterments.....	114
Road and equipment.....	30-32	Charges to operating expenses.....	114
Changes during year.....	30-32	Salvage value.....	114
Of proprietary companies.....	63	Additional tracks, new lines, and extensions.....	115
Temporary cash.....	15	Miles of new track in which rails were laid.....	115
Leased lines—Investments made during the year in additions and betterments on.....	30-32	Weight of.....	115
Leasehold contracts—Abstracts of.....	90	Railway operating expenses.....	70-81
Leases—Abstract of terms and conditions of.....	87	Revenues.....	69
Liabilities—Contingent.....	62	Tax accruals.....	86
Other.....	57	Receivers' and trustees' securities.....	48-50
Loans and notes payable.....	55	Reconciliation of reported net income with taxable income for Federal income taxes.....	83
Receivable.....	15	Relationship of respondent with affiliated companies.....	4-6
Locomotive equipment.....	100	Rent for leased roads and equipment.....	90
Electric and other.....	100	Income, miscellaneous.....	87
Rentals.....	89	Locomotives.....	89
Long-term debt due within 1 year.....	48-50	Rentals—Passenger-train car.....	89
In default.....	48-50	Rents—Miscellaneous.....	91
Mileage—Changes during the year.....	128	Retained income—Appropriated.....	61
Average of road operated.....	116	Unappropriated.....	68
Of main tracks and weight of rail.....	115	Miscellaneous items in account for year.....	92
Of new tracks in which rails were laid.....	115	Retirements—Equipment.....	80
Of new tracks in which ties were laid.....	113	Road.....	78
Of road constructed and abandoned.....	128	Revenues—Freight.....	69
Operated at close of year.....	34-99	Miscellaneous nonoperating physical property.....	45
By States and Territories.....	97, 99	Passenger.....	69
Owned and not operated at close of year.....	95	Railway operating.....	69
Miscellaneous items in retained income accounts for the year.....	9	Road and equipment—Investment in.....	30-32
Physical property—Depreciation base and rates.....	44, 45	Projects—Amortization of.....	39
Reserve.....	44, 45	Leased from others—Depreciation base and rates.....	34
Investment in.....	44, 45	Reserve.....	37
Physical properties operated during year.....	44, 45	To others—Depreciation base and rates.....	35
Rent income.....	87	Reserve.....	38
Rents.....	91	Owned—Depreciation base and rates.....	34
Motor rail cars owned or leased.....	101	Reserve.....	36
Motor-vehicle enterprises, highway, in which respondent had an interest during year.....	108	Used—Depreciation base and rates.....	34
Motor vehicles, highway.....	106, 107	Reserve.....	36
Net income.....	66	Operated at close of year.....	95, 97
Oath.....	129	By States and Territories.....	97
Obligations—Equipment.....	48-50	Owned and not operated at close of year.....	96
Due within 1 year.....	48-50	Property—Depreciation.....	78
Officers—General, of corporation, receiver, or trustee.....	3	Retirements.....	78
Compensation of.....	120	Salvage of rails taken up.....	114
Operating expenses (see Expenses).....		Then withdrawn.....	112
Revenues (see Revenues).....		Securities (see Investments).....	
Statistics (see Statistics).....		Separately operated properties—Profit or loss.....	88
Ordinary income.....	66	Separation—Grade.....	111
Other assets.....	46	Services rendered by other than employees—Payments for.....	121
Deferred credits.....	57	Shop and power-plant machinery—Depreciation.....	80
Deferred charges.....	46	Sinking funds.....	16, 17
Elements of investment.....	33	Special deposits.....	15
Liabilities.....	57	Statement of changes in financial position.....	93
Reserve Funds.....	16, 17	Statistics of rail-line operations.....	116
Other transactions between noncarrier subsidiaries of respondent and other affiliated companies or persons.....	125	Switching and terminal traffic and car.....	117
Other transactions between respondent and companies or persons affiliated with respondent.....	123	Stock outstanding.....	59
Passenger-train car rentals.....	89	Changes during year.....	60
Train cars.....	101	Consideration received for issues.....	60
Payments for services rendered by other than employees and affiliates.....	121	Liability for conversion.....	60
Pick-up and delivery service.....	106, 107	Number of security holders.....	8
Payments to others.....	69		
Profit or loss—Separately operated properties.....	88		

INDEX—Concluded

	Page No.		Page No.
Total voting power.....	8	Miles of new tracks in which ties were laid.....	113
Value per share.....	8	Number in maintained tracks.....	112
Voting rights.....	8	Tracks operated at close of year (switching and ter- minal companies).....	98
Stockholders reports.....	6	Miles of, at close of year, by States and Ter- ritories (switching and terminal companies).....	99
Suretyships—Guaranties and.....	9	Transactions between noncarrier subsidiaries of respondent and other affiliated companies or persons. for services received or provided.....	124
Surplus capital.....	61	Transactions between respondent and companies or persons affiliated with respondent for services received or provided.....	122
Switching and terminal traffic and car statistics.....	117	Unit cost of equipment installed during the year.....	41
Tax accruals—Railway.....	86	Unmatured funded debt.....	48-50
Taxes accrued—Federal income and other.....	56	Vehicles—Highway motor.....	106, 107
Or miscellaneous nonoperating physical property.....	44, 45	Verification.....	129
Computation of Federal income.....	85	Voting powers and elections.....	8
Temporary cash investments.....	15	Weight of rail.....	115
Ties laid in replacement.....	112		
Charges to additions and betterments.....	112		
Operating expenses.....	112		
Salvage.....	112		
Additional tracks, new lines, and extensions.....	113		

SUPPLEMENTARY SCHEDULES FOR ACCOUNT OF

THE KANSAS CITY SOUTHERN RAILWAY COMPANY

LOUISIANA & ARKANSAS RAILWAY COMPANY

THE ARKANSAS WESTERN RAILWAY COMPANY

FORT SMITH AND VAN BUREN RAILWAY COMPANY

211G. AMORTIZATION OF DEFENSE PROJECTS—ROAD AND EQUIPMENT OWNED AND LEASED FROM OTHERS

1. Show in columns (b) to (e) the amount of base of road and equipment property for which amortization reserve is provided in account No. 738, "Accrued amortization of defense projects--Road and Equipment" of the respondent. If the amortization base is other than the ledger value stated in the investment account, a full explanation should be given.

2. Show in columns (f) to (i) the balance at the close of the

year and all credits and debits during the year in reserve account No. 736, "Accrued amortization of defense projects-- Road and Equipment."

3. The information requested for "Road" by columns (b) through (i) may be shown by projects amounting to \$100,000 or more, or by single entries as "Total road" in line 28. If

reported by projects, each project should be briefly described, stating kind, location, and authorization date and number. Projects amounting to less than \$100,000 should be combined in a single entry designated "Minor items, each less than \$100,000."

4. Any amounts included in columns (b) and (f), and in column (h) affecting operating expenses, should be fully explained.

[illegible]

200A. COMPARATIVE GENERAL BALANCE SHEET—ASSETS

For instructions covering this schedule, see the text pertaining to General Balance Sheet Accounts in the Uniform System of Accounts for Railroad Companies. The entries in this balance sheet should be consistent with those in the supporting schedules on the pages indicated. The entries in column (c) should be restated to conform with the account-

ing requirements followed in column (b). The entries in the short column (a2) should be deducted from those in column (a1) in order to obtain corresponding entries for column (b). All contra entries hereunder should be indicated in parenthesis.

Line No.	Account or Item (a)	Balance at close of year (b)	Balance at beginning of year (c)
CURRENT ASSETS			
1	(701) Cash.....	1 066 554	1 045 055
2	(702) Temporary cash investments (p. 15).....	6 948 512	6 877 000
3	(703) Special deposits (p. 15).....	1 393 383	1 067 619
4	(704) Loans and notes receivable (p. 15).....		
5	(705) Traffic and car-service balances—Debit.....	3 102 937	2 572 243
6	(706) Net balance receivable from agents and conductors.....	2 438 618	1 231 829
7	(707) Miscellaneous accounts receivable.....	113 995	103 866
8	(708) Interest and dividends receivable.....	2 030 011	2 156 707
9	(709) Accrued accounts receivable (p. 15).....	741 732	741 732
10	(710) Working fund advances.....	163 976	149 059
11	(711) Prepayments (p. 15).....	5 556 891	4 072 719
12	(712) Material and supplies.....	49 790	36 485
13	(713) Other current assets (p. 15).....	21 473 291	17 964 204
14	Total current assets.....		
SPECIAL FUNDS			
15	(715) Sinking funds (pp. 16 and 17).....	11 508	6 068
16	(716) Capital and other reserve funds (pp. 16 and 17).....	346 949	198 212
17	(717) Insurance and other funds (pp. 16 and 17).....	95 000	95 000
18	Total special funds.....	453 457	299 280
INVESTMENTS			
19	(721) Investments in affiliated companies (pp. 20-23).....	17 832 994	17 758 145
20	(722) Other investments (pp. 20-23).....	35 511	43 802
21	(723) Reserve for adjustment of investment in securities—Credit (p. 19, Instruction 9).....	(359 874)	(319 874)
22	Total investments (accounts 721, 722 and 723).....	17 508 631	17 482 073
PROPERTIES			
23	(731) Road and equipment property (pp. 30-32).....	175 982 018	167 031 883
24	Road.....	81 237 081	
25	Equipment.....	90 572 046	
26	General expenditures.....	2 391 433	
27	Other elements of investment.....		
28	Construction work in progress.....	1 781 458	
29	(732) Improvements on leased property (pp. 30-32).....		
30	Road.....		
31	Equipment.....		
32	General expenditures.....		
33	Total transportation property (accounts 731 and 732).....	175 982 018	167 031 883
34	(735) Accrued depreciation—Road and Equipment (pp. 35 and 38).....	(34 686 755)	(33 014 809)
35	(736) Amortization of defense projects—Road and Equipment (p. 38).....	(541 428)	(549 876)
36	Recorded depreciation and amortization (accounts 735 and 736).....	(35 228 183)	(33 564 685)
37	Total transportation property less recorded depreciation and amortization (line 33 less line 36).....	140 753 835	133 467 198
38	(737) Miscellaneous physical property (pp. 44 and 45).....	5 319 597	8 067 757
39	(738) Accrued depreciation—Miscellaneous physical property (pp. 44 and 45).....	(489 952)	(363 758)
40	Miscellaneous physical property less recorded depreciation (account 737 less 738).....	4 829 645	7 703 999
41	Total properties less recorded depreciation and amortization (line 37 plus line 40).....	145 583 480	141 171 197
OTHER ASSETS AND DEFERRED CHARGES			
42	(741) Other assets (p. 46).....	142 085	147 463
43	(742) Unamortized discount on long-term debt.....	83 859	45 003
44	(743) Other deferred charges (p. 46).....	894 256	688 068
45	Total other assets and deferred charges.....	1 120 200	880 534
46	TOTAL ASSETS.....	186 139 059	177 797 288

NOTE—See page 12 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

2001. COMPARATIVE GENERAL BALANCE SHEET—LIABILITIES AND SHAREHOLDERS' EQUITY

For instructions covering this schedule, see the text pertaining to General Balance Sheet Accounts in the Uniform System of Accounts for Railroad Companies. The entries in this balance sheet should be consistent with those in the supporting schedules on the pages indicated. The entries in column (c) should be restated to conform with the accounting requirements followed

in column (b). The entries in short column (a1) should reflect total book liability at close of year. The entries in the short column (a2) should be deducted from those in column (a1) in order to obtain corresponding entries for column (b). All contra entries hereunder should be indicated in parenthesis.

Line No.	Account or item (a)		Balance at close of year (b)	Balance at beginning of year (c)
CURRENT LIABILITIES				
47	(751) Loans and notes payable (p. 55)			
48	(752) Traffic and car-service balances—Credit		547 319	264 060
49	(753) Audited accounts and wages payable		1 425 260	1 141 320
50	(754) Miscellaneous accounts payable		1 062 651	772 441
51	(755) Interest matured unpaid		331 408	34 260
52	(756) Dividends matured unpaid		1 063 941	1 030 324
53	(757) Unmatured interest accrued		1 229 011	1 097 156
54	(758) Unmatured dividends declared		210 000	210 000
55	(759) Accrued accounts payable (p. 55)		4 127 061	4 364 612
56	(760) Federal income taxes accrued (p. 56)		84 241	656 237
57	(761) Other taxes accrued (p. 56)		1 143 585	1 069 798
58	(763) Other current liabilities (p. 55)		3 141 480	3 431 464
59	Total current liabilities (exclusive of long-term debt due within one year)		14 365 957	11 789 032
LONG-TERM DEBT DUE WITHIN ONE YEAR				
	(a1) Total issued	(a2) Held by or for respondent		
60	(754) Equipment obligations and other debt (pp. 48-51)	5,733,319	None	5 733 319
LONG-TERM DEBT DUE AFTER ONE YEAR				
	(a1) Total issued	(a2) Held by or for respondent		
61	(765) Funded debt unmatured	38,623,000	None	39 467 000
62	(766) Equipment obligations	41,763,571	None	36 671 871
63	(767) Receivers' and Trustees' securities			
64	(768) Debt in default			
65	(769) Amounts payable to affiliated companies (p. 54)			
66	Total long-term debt due after one year		80 386 571	76 138 871
RESERVES				
67	(771) Pension and welfare reserves (p. 57)			
68	(772) Insurance reserves (p. 57)			
69	(774) Casualty and other reserves (p. 57)		1 716 324	732 307
70	Total reserves		1 716 324	732 307
OTHER LIABILITIES AND DEFERRED CREDITS				
71	(781) Interest in default (p. 50)			
72	(782) Other liabilities (p. 57)		305 778	284 984
73	(783) Unamortized premium on long-term debt		152 823	169 211
74	(784) Other deferred credits (p. 57)		329 367	2 634 938
75	(785) Accrued depreciation—Leased property (p. 37)		8 512	8 029
76	Total other liabilities and deferred credits		796 480	3 097 162
SHAREHOLDERS' EQUITY				
<i>Capital stock (Par or stated value)</i>				
	(a1) Total issued	(a2) Held by or for company		
77	(791) Capital stock issued—Total	57,000,000	40,100	56 959 900
78	Common stock (p. 59)	36,000,000	40,100	35 959 900
79	Preferred stock (p. 59)	21,000,000	None	21 000 000
80	(792) Stock liability for conversion (p. 60)			
81	(793) Discount on capital stock			
82	Total capital stock			56 959 900
<i>Capital surplus</i>				
83	(794) Premiums and assessments on capital stock (p. 61)			
84	(795) Paid-in surplus (p. 61)			
85	(796) Other capital surplus (p. 61)			
86	Total capital surplus			
<i>Retained income</i>				
87	(797) Retained income—Appropriated (p. 61)		600 000	600 000
88	(798) Retained income—Unappropriated (p. 62)		25 580 508	23 318 510
89	Total retained income		26 180 508	23 918 510
90	Total shareholders' equity		83 140 408	80 878 410
91	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		186 139 059	177 797 288

NOTE—See page 12 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

205. INVESTMENTS IN AFFILIATED COMPANIES

1. Give particulars of investments in stocks, bonds, other secured obligations, unsecured notes, and investment advances of companies affiliated with respondent, included in accounts Nos. 715, "Sinking funds"; 716, "Capital and other reserve funds"; 721, "Investments in affiliated companies"; and 717, "Insurance and other funds."

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 19, classifying the investments by means of letters, figures, and symbols in columns (a), (b), and (c).

3. Indicate by means of an arbitrary mark in column (d) the obligation in support of which any security is pledged, mortgaged, or otherwise

encumbered, giving names and other important particulars of such obligations in footnotes.

4. Give totals for each class and for each subclass and a grand total for each account.

5. Entries in column (d) should show date of maturity of bonds and other evidences of indebtedness. In case obligations of the same designation mature serially, the date in column (d) may be reported as "Serially 19... to 19..." In making entries in this column, abbreviations in common use in standard financial publications may be used where necessary on account of limited space.

Line No.	Account No.	Class No.	Kind of industry	Name of issuing company and description of security held; also lien reference if any	Extent of control	INVESTMENTS AT CLOSE OF YEAR			
						PAR VALUE OF AMOUNT HELD AT CLOSE OF YEAR			
						Pledged	Unpledged	In sinking, insurance, and other funds	Total per value
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)
See Note				721 Investments In Affiliated Companies					
				Capital Stock					
1	A-1	VII		The Arkansas Western Ry. Co.	100	650 000			650 000
1				The K.C., Shreveport and GT. Co.	100	150 000			150 000
1				K.C. Terminal Ry. Co. (Note 3)	8-1/3	183 333			183 333
1				Joplin Union Depot Co. (Note 4)	33-1/3	13 333			13 333
1				The K. & M. Ry. & Tml. Co.	100	(8,000 Shs)			(8,000 Shs)
1				KCS Transport Co., Inc.	100	5 000			5 000
1				Louisiana & Arkansas Ry. Co.					
				Common Stock	100	(160,000 Shs)			(160,000 Shs)
				Preferred Stock	100	2 000 000			2 000 000
				Prior Preferred Stock	100	3 000 000			3 000 000
1				Ft. Smith & Van Buren Ry. Co.	100	12 000			12 000
				The Pullman Co.	(Negligible)	(407 Shs)			(407 Shs)
				Trailer Train Co.	2.9	500			500
				Total Class A-1		6 013 666	500		6 014 166
	A-3	VI		Southern Development Co.	100		10 000		10 000
				Total Class A		6 013 666	10 500		6 024 166
				First Mortgage Bonds					
1	B-1	VII		The Arkansas Western Ry. Co.					
				6-1-04 due 10-1-75	100	650 000			650 000
				6-1-29 due 10-1-75	100	425 000			425 000
1				The KC Shreveport & Gulf Tml. Co.					
				8-1-1897 due 8-1-1975	100	150 000			150 000
				Total Class B		1 225 000			1 225 000
				Notes					
2	C-1	VII		Ft. Smith & Van Buren Ry. Co.					
				4-1-41 due 10-1-75 (2)	100	130 000			130 000
	D-1	VII		Railway Express Agency	(Negligible)				
				10-1-59 Promissory			86 747		86 747
	A-1	VII		Trailer Train Co.	(Negligible)		154 000		154 000
				Total Notes		130 000	240 747		370 747
				Forward		7 368 666	251 247		7 619 913

205. INVESTMENTS IN AFFILIATED COMPANIES—Continued

6. If any of the companies included in this schedule are controlled by respondent, the percent of control should be given in column (e). In case any company listed is controlled other than through actual ownership of securities, give particulars in a footnote. In cases of joint control, give names of other parties and particulars of control.

7. For nonpar stock, show the number of shares in lieu of the par value in columns (f), (g), (h), (i), (k), and (m).

8. In reporting advances, columns (f), (g), (h), (i), (k), and (m) should be left blank. If any advances are pledged, give particulars in a footnote.

9. Particulars of investments made, disposed of, or written down during

the year should be given in columns (k) to (o), inclusive. If the cost of any investment made during the year differs from the book value reported in column (l), explain the matter in a footnote. By "cost" is meant the consideration given minus accrued interest or dividends included therein. If the consideration given or received for such investments was other than cash, describe the transaction in a footnote. Identify all entries in column (n), which represent a reduction in the book value of securities by symbol and give full explanation in a footnote in each case.

10. This schedule should not include securities issued or assumed by respondent.

INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR						INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR						DIVIDENDS OR INTEREST DURING YEAR			Line No.		
Total book value			Par value			Book value			Par value		Book value		Selling price		Rate	Amount credited to income				
(j)			(k)			(l)			(m)		(n)		(o)		(p)	(q)				
\$			\$			\$			\$		\$		\$		%	\$				
																		1		
																		2		
	302	582																3		
	150	000																4		
	183	333																5		
	10	000																6		
	782	228																7		
		1																8		
	4	072	379															9		
	2	000	000												6.25 Sh	1 000	000	10		
	2	715	120												3.00 Sh	120	000	11		
		12	000												3.00 Sh	180	000	12		
		11	396															13		
		98	860															14		
																		15		
	10	337	899														1 300	000	16	
																			17	
		10	000																18	
																			19	
	10	347	899															1 300	000	20
																			21	
																			22	
																			23	
																			24	
	100	000																	25	
	425	000																	26	
																			27	
																			28	
	141	687																	29	
																			30	
	666	687																	31	
																			32	
																			33	
																			34	
	130	000																	35	
																			36	
																			37	
	86	747													5%		4 337		38	
																			39	
	154	000													6 1/2-7 1/2		10 780		40	
																			41	
	370	747																15	117	42
																				43
	11	385	333															1 315	117	44
																				45
																				46
																				47
																				48
																				49

THE KANSAS CITY SOUTHERN RAILWAY COMPANY

205. INVESTMENTS IN AFFILIATED COMPANIES—Continued

Line No.	Account No.	Class No.	Kind of industry	Name of issuing company and description of security held; also lien reference, if any	Extent of control	INVESTMENTS AT CLOSE OF YEAR							
						PAR VALUE OF AMOUNT HELD AT CLOSE OF YEAR							
						Pledged		Unpledged		In sinking, insurance, and other funds		Total par value	
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)				
See Note				721 Continued	% \$	\$	\$	\$	\$				
				Brought Forward		7 368 666	251 247		7 619 913				
				Advances									
	E-1	VII		The Arkansas Western Ry. Co.	100								
				Ft. Smith & Van Buren Ry. Co.	100								
				KC, Shreveport & Gulf Tml. Co.	100								
	3			KC Terminal Ry. Co.	8-1/3								
	4			Joplin Union Depot Co.	33-1/3								
				KCS Transport Co., Inc.	100								
				Total Class E-1									
	E-3	VI		Southern Development Co.	100								
				Total Class E									
				Total Account 721		7 368 666	251 247		7 619 913				
				Note									
				1 Pledged under First Mortgage of The Kansas City Southern Railway Company.									
				2 Secured Mortgage of \$130,000 pledged under First Mortgage of The Kansas City Southern Railway Company.									
				3 Kansas City Terminal Ry. Co. is jointly controlled through ownership of securities by twelve railroads as set forth in Schedule 11C.									
				4 Joplin Union Depot Co. is jointly controlled through ownership of three railroads.									

205. INVESTMENTS IN AFFILIATED COMPANIES—Concluded

INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR						INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR									DIVIDENDS ON INTEREST DURING YEAR			Line No.	
Total book value			Par value			Book value			Par value			Book value			Selling price			Rate	Amount credited to income			
(j)			(k)			(l)			(m)			(n)			(o)			(p)	(q)			
\$			\$			\$			\$			\$			\$			%	\$			
11	385	333																	1	315	117	50
																						51
																						52
																						53
																						54
																						55
																						56
																						57
																						58
																						59
																						60
																						61
																						62
																						63
																						64
																						65
																						66
																						67
																						68
																						69
																						70
																						71
																						72
																						73
																						74
																						75
																						76
																						77
																						78
																						79
																						80
																						81
																						82
																						83
																						84
																						85
																						86
																						87
																						88
																						89
																						90
																						91
																						92
																						93
																						94
																						95
																						96
																						97
																						98
																						99
																						100
																						101
																						102
																						103
																						104
																						105
																						106
																						107

206. OTHER INVESTMENTS

1. Give particulars of investments in stocks, bonds, other secured obligations, unsecured notes, and investment advances of others than affiliated companies, included in accounts Nos. 715, "Sinking funds"; 716, "Capital and other reserve funds"; 722, "Other investments"; and 717, "Insurance and other funds."

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 19, classifying the investments by means of letters, figures, and symbols in columns (a), (b), and (c). Investment in U. S. Treasury obligations may be reported as one item.

3. Indicate by means of an arbitrary mark in column (d) the obligation in support of which any security is pledged, mortgaged, or otherwise encumbered, giving names and other important particulars of such obligations in footnotes.

4. Give totals for each class and for each subclass and a grand total for each account.

5. Entries in column (d) should show date of maturity of bonds and other evidences of indebtedness. In case obligations of 'be same designation mature serially, the date in column (d) may be reported as "Serially 19.... to 19...." In making entries in this column, abbreviations

Line No.	Ac- count No.	Class No.	Kind of indus- try	Name of issuing company or government and description of security held; also lien reference, if any	INVESTMENTS AT CLOSE OF YEAR							
					PAR VALUE OF AMOUNT HELD AT CLOSE OF YEAR							
					Pledged (e)		Unpledged (f)		In sinking, insurance, and other funds (g)		Total par value (h)	
(a)	(b)	(c)	(d)		\$		\$		\$		\$	
1	715			<u>Sinking Funds</u>								
2				Series C 1st Mtg. - Cash Account					6 508		6 508	
3				First Mtg. 3% - Redemption					5 000		5 000	
4									11 508		11 508	
5												
6												
7												
8	716			<u>Capital and Other Reserve Funds</u>								
9		B-3	IX	U. S. Treasury Obligations			128 000				128 000	
10		C-3	X	Manu. Nat'l Bank - Cert. of Dep.			62 296				62 296	
11							190 296				190 296	
12												
13												
14												
15	717			<u>Insurance and Other Funds</u>								
16		E-3	VI	Barclays Bank - Nassau Bahamas			95 000				95 000	
17												
18												
19												
20	722			<u>Other Investments</u>								
21		A-3	II	Central Coal & Coke Co. - Common			(76 Shares)				(76 Shares)	
22			X	Downtown Development			25 000				25 000	
23			X	Polk County Industrial Foundation			2 083				2 083	
24			X	Noel Development, Inc.			625				625	
25			X	Sallisaw Industrial Corp.			1 000				1 000	
26			X	First Missouri Development Corp.			1 000				1 000	
27			X	Republic Carloading, Inc.			(290 Shares)				(290 Shares)	
28				Total Class A			29 708				29 708	
29												
30		C-3	X	Noel Development, Inc.			1 875				1 875	
31			X	Siloam Springs, Ark. Dev. Corp.			1 018				1 018	
32				Total Class C			2 893				2 893	
33												
34		D-3	X	Polk County Cert. of Indebt.			1 000				1 000	
35			X	KCS Employees Hospital Assn. Note			1 907				1 907	
36			X	Republic Carloading, Inc. Note			1 018				1 018	
37				Total Class D			3 925				3 925	
38												
39												
40				Total Account 722			36 526				36 526	
41												
42												
43												
44												
45												
46												
47												
48												
49												
50												
51												
52												
53												
54												
55												

206. OTHER INVESTMENTS—Continued

in common use in standard financial publications may be used where necessary on account of limited space.

6. For nonpar stock, show the number of shares in lieu of the par value in columns (e), (f), (g), (h), (j), and (l).

7. In reporting advances, columns (e), (f), (g), (h), (j), and (l) should be left blank. If any advances are pledged, give particulars in a footnote.

8. Particulars of investments made, disposed of, or written down during the year should be given in columns (j) to (n), inclusive. If the cost of any investment made during the year differs from the book value reported in column (k), explain the matter in a footnote. B, "cost" is meant the consideration given minus accrued interest or dividends included therein. If the consideration given or received for such investments was other than cash, describe the transaction in a footnote. Identify all entries in column (m) which represent a reduction in the book value of securities by symbol and give full explanation in a footnote in each case.

INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR			INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR			DIVIDENDS OR INTEREST DURING YEAR			Line No.							
Total book value			Par value			Book value			Selling price				Rate	Amount credited to income					
(f)			(j)			(k)			(n)				(o)	(p)					
\$			\$			\$			\$			\$			%	\$			
	6	508		600	000		600	000		599	560		599	560					
	5	000		5	000		5	000							7-3/4			388	
	11	508		605	000		605	000		599	560		599	560				388	
	125	770		4	585 000		4	571 925		4	480 000		4	468 806		4	480 000	Var	24 099
	62	296			38 234			38 234								5		1 399	
	188	066		4	623 234		4	610 159		4	480 000		4	468 806		4	480 000		25 498
	95	000														7-1/2		7 144	
		1														.85		65	
	25	000																	
	2	083								1	389		1	389		1	389		125
		625																	
		1 000																	
		1 000																	
		1																	
	29	710								1	389		1	389		1	389		190
	1	875																	
	1	018									142			142			142		58
	2	893									142			142			142		58
	1	000									667			667			667		60
	1	907								6	093			6 093					
		1																	18
	2	908								6	760			6 760			667		78
	35	511								8	291			8 291			2 198		326
														</					

211B. DEPRECIATION BASE AND RATES—ROAD AND EQUIPMENT OWNED AND USED AND LEASED FROM OTHERS

1. Show in columns (b) and (e), for each primary account, the depreciation base used in computing the depreciation charges for the month of January and in columns (c) and (f) show the depreciation base used in computing the depreciation charges for the month of December; in columns (d) and (g) show the composite rates used in computing the depreciation charges for the month of December, and on lines 30 and 39 of these columns show the composite percentage for all road and equipment accounts, respectively, ascertained by applying the primary account composite rates to the depreciation base used in computing the charges for December and dividing the total so computed by the total depreciation base for the same month. The depreciation base should not include the cost of equipment, used but not owned, when the rents therefor are included in the rent for equipment accounts Nos. 536 to 540, inclusive. It should include the cost of equipment owned and leased to others when the rents therefrom are included in the rent for equipment accounts Nos. 503 to 507, inclusive. The composite rates used should be those prescribed or otherwise authorized by the Commission, except that where the use of component rates has been authorized, the composite rates to be

shown for the respective primary accounts should be recomputed from the December charges developed by the use of the authorized rates. If any changes in rates were effective during the year, give full particulars in a footnote.

2. All leased properties may be combined and one composite rate computed for each primary account, or a separate schedule may be included for each such property.

3. Show in columns (e), (f), and (g), data applicable to property, used but not owned, when the rent therefor is included in account 542. Report data applicable to improvements to such property, the cost of which is included in account 732, in columns (b), (c) and (d).

4. If the depreciation base for accounts 1, 2 1/2, 3, 5, and 39 includes nondepreciable property, a statement to that effect should be made in a footnote.

5. If depreciation accruals have been discontinued for any account, the depreciation base should be reported, nevertheless, in support of depreciation reserves. Authority for the discontinuance of accruals should be shown in a footnote indicating the account(s) affected.

Line No.	Account (a)	OWNED AND USED				LEASED FROM OTHERS			
		DEPRECIATION BASE		Annual composite rate (percent)		DEPRECIATION BASE		Annual composite rate (percent)	
		At beginning of year (b)	At close of year (c)	(d)	(e)	At beginning of year (f)	At close of year (g)	(h)	(i)
		\$	\$	%		\$	\$	%	
1	ROAD								
2	(1) Engineering	1 442 043	1 446 551	67		4 830	4 830	25	
3	(2) Other right-of-way expenditures	83 096	95 151	2 17		408	408	1 94	
4	(3) Grading	13 532 005	13 607 779	13		27 858	27 858	12	
5	(5) Tunnels and subways								
6	(6) Bridges, trestles, and culverts	9 770 123	9 766 930	1 55		7 366	7 366	3 45	
7	(7) Elevated structures								
8	(13) Fences, snowsheds, and signs	326 652	330 397	2 00		417	417	2 01	
9	(16) Station and office buildings	3 864 000	3 858 464	2 09					
10	(17) Roadway buildings	274 234	270 992	2 27					
11	(18) Water stations	66 144	66 144	2 49					
12	(19) Fuel stations	521 787	521 787	2 57					
13	(20) Shops and enginehouses	4 889 352	4 843 928	1 96					
14	(21) Grain elevators								
15	(22) Storage warehouses								
16	(23) Wharves and docks								
17	(24) Coal and ore wharves								
18	(25) TOFC/COFC terminals	112 328	175 748	3 96					
19	(26) Communication systems	1 679 628	1 671 640	4 17					
20	(27) Signals and interlockers	4 641 406	4 641 791	3 63					
21	(29) Power plants	10 242	10 242	1 40					
22	(31) Power transmission systems	378 152	383 370	3 61					
23	(35) Miscellaneous structures	149 809	149 809	4 03					
24	(37) Roadway machines	366 044	357 347	*					
25	(39) Public Improvements—Construction	2 037 220	2 044 656	2 10		3 907	3 907	4 28	
26	(44) Shop machinery	1 502 140	1 457 734	3 69					
27	(45) Power-plant machinery	126 128	112 672	2 80					
28	All other road accounts								
29	Amortization (other than defense projects)								
30	Total road	45 772 533	45 813 132	1 64		44 786	44 786	1 08	
31	EQUIPMENT								
32	(52) Locomotives	21 800 492	25 835 516	3 76					
33	(53) Freight-train cars	59 240 935	60 401 113	4 05					
34	(54) Passenger-train cars								
35	(55) Highway revenue equipment								
36	(56) Floating equipment								
37	(57) Work equipment	900 503	898 409	9 00					
38	(58) Miscellaneous equipment	57 388	48 969	14 00					
39	Total equipment	81 999 318	87 184 007	4 02					
40	GRAND TOTAL	127 771 851	132 997 139	1 11		44 786	44 786	1 11	

*Ceased depreciation of roadway machines per letter of H. Neil Carson, Secretary, January 30,

1970 Sub Order R-300-D-1.

Interstate Commerce Commission Sub Order R-300-E served July 28, 1971 effective July 1, 1971 for rate on equipment.

211D. DEPRECIATION RESERVE—ROAD AND EQUIPMENT OWNED AND USED

1. Give the particulars called for hereunder with respect to credits and debits to account No. 735, "Accrued depreciation—Road and Equipment," during the year relating to road and equipment owned and used. This schedule should not include any entries for depreciation of equipment, used but not owned, when the rents therefor are included in the rent for equipment accounts Nos. 536 to 540, inclusive. It should include entries for depreciation of equipment owned but not used when the rents therefrom are included in the rent for equipment accounts Nos. 503 to 507, inclusive. (See schedule 211F for the reserve relating to road and equipment owned but not used by the respondent.) If any

entries are made for "Other credits" or "Other debits," state the facts occasioning such entries. A debit balance in column (b) or (g) for any primary account should be shown in parenthesis or designated "Dr."

2. If there is any inconsistency between the credits to the reserve as shown in column (c) and the charges to operating expenses, a full explanation should be given.

3. All credits or debits to the reserve representing amortization other than for defense projects, if a general amortization program has been authorized, should be entered on line 29.

Line No.	Account	Balance at beginning of year			Credits to Reserve During the Year						Debits to Reserve During the Year						Balance at close of year		
					Charges to operating expenses			Other credits			Retirements			Other debits					
	(a)	(b)			(c)			(d)			(e)			(f)			(g)		
		\$			\$			\$			\$			\$			\$		
1	ROAD																		
2	(1) Engineering		72	802		9	734					5	825					76	711
3	(24) Other right-of-way expenditures		79	922		1	961											81	88
4	(3) Grading		144	644		17	668				(	1	360)					163	672
5	(5) Tunnels and subways																		
6	(6) Bridges, trestles, and culverts	3	468	854		151	159					32	523				3	587	490
7	(7) Elevated structures																		
8	(13) Fences, snow sheds, and signs		261	729		6	582						44				268	267	
9	(16) Station and office buildings		517	797		80	351					34	282	**	18	864	545	002	
10	(17) Roadway buildings		43	079		6	153					5	975					43	257
11	(18) Water stations	(	35	369)		1	647										(	33	722
12	(19) Fuel stations		75	017		13	410				(		50)					88	477
13	(20) Shops and enginehouses		977	234		94	959					85	769					986	424
14	(31) Grain elevators																		
15	(22) Storage warehouses																		
16	(23) Wharves and docks																		
17	(24) Coal and ore wharves																		
18	(25) TOFC/COFC terminals		2	085		5	373	**	18	864								26	322
19	(26) Communication systems		98	814		69	921					4	552					164	183
20	(27) Signals and interlockers	2	119	759		168	245					3	175				2	284	829
21	(29) Power plants		3	434			143											3	577
22	(31) Power-transmission systems		210	930		13	652											224	582
23	(35) Miscellaneous structures		86	733		6	037											92	770
24	(37) Roadway machines		354	298		*						8	621					345	677
25	(39) Public improvements—Construction		744	806		42	750						6					787	552
26	(44) Shop Machinery *		131	614		55	500					62	005					125	109
27	(45) Power-plant machinery *		23	245		3	515											26	760
28	All other road accounts																		
29	Amortization (other than defense projects)																		
30	Total road	9	381	427		748	760		18	864		241	365		18	864	9	888	822
31	EQUIPMENT																		
32	(52) Locomotives		12	072 017		950	594					1	007 873					12	014 738
33	(53) Freight-train cars		11	669 168	2	398	609					1	251 306					12	816 471
34	(54) Passenger-train cars																		
35	(55) Highway revenue equipment																		
36	(56) Floating equipment																		
37	(57) Work equipment	(	131	694)		80	944						616				(	51	366)
38	(58) Miscellaneous equipment		23	891		7	361					13	162					18	090
39	Total equipment	23	633	382	3	437	508				2	272	957				24	797	933
40	GRAND TOTAL	33	014	809	4	186	268		18	864	2	514	322		18	864	34	686	755

* Chargeable to account 205.

* Ceased depreciation on roadway machines per letter of H. Neil Garson, Secretary, January 30, 1970 Sub Order R-300-D-1.

** Authority Interstate Commerce Commission letter dated April 27, 1972, depreciation reserve transferred from Account 16 to Account 25.

218. FUNDED DEBT AND OTHER OBLIGATIONS

Line No.	Name and character of obligation	Nominal date of issue	Date of maturity	INTEREST PROVISIONS		DOES OBLIGATION PROVIDE FOR— (Answer "Yes" or "No")			Is OTHER PROPERTY (Real or Personal or Leasehold) SUBJECT TO LIEN OF THE OBLIGATION? (Answer "Yes" or "No")		APPROXIMATE NUMBER OF MILES OF LINE DIRECTLY SUBJECT TO—		
				Rate percent per annum (current year)	Dates due	Con- version	Call prior to maturity, other than for sinking fund	Sinking fund	First lien	Junior to first lien	First lien	Junior to first lien	
													(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
1	Accounts 764 and 765 - Funded Debt		Unmatured										
2	(1)(a) 1st.Mtg.Ser.C Bonds	12-01-54	12-01-84	3-1/4	6/1-12/1	No	Yes	Yes	Yes			860	
3	764-766 Equipment Obligations - 4C		Equipment Purchase Agreements										
4													
5	Chemical Bank New York	3-16-59	3-01-74	4-1/2	3-1	No	No	No	Yes				
6	Chemical Bank New York	6-15-61	6-15-76	4-1/2	6/15-12/15	No	No	No	Yes				
7	Chemical Bank New York	6-15-61	6-15-76	4-1/2	6/15-12/15	No	No	No	Yes				
8	Manufacturers Nat'l Detroit	6-01-62	6-15-77	4-3/8	6/15-12/15	No	No	No	Yes				
9	Manufacturers Nat'l Detroit	6-01-62	6-15-77	4-3/8	6/15-12/15	No	No	No	Yes				
10	Chemical Bank New York	5-15-62	5-15-77	4-1/2	5/15-11/15	No	No	No	Yes				
11	Chemical Bank New York	7-15-63	7-15-78	Var	1/15-7/15	No	No	No	Yes				
12	Chemical Bank New York	5-15-65	5-15-80	Var	5/15-11/15	No	No	No	Yes				
13	Chemical Bank New York	3-15-66	3-15-76	5-1/2	3/15-9/15	No	No	No	Yes				
14	Chemical Bank New York	4-15-66	10-15-81	5-1/2	4/15-10/15	No	No	No	Yes				
15	Chemical Bank New York	3-15-67	3-15-77	6-3/4	3/15-9/15	No	No	No	Yes				
16	Chemical Bank New York	5-15-67	5-15-82	6-1/4	5/15-11/15	No	No	No	Yes				
17	Chemical Bank New York	5-02-68	8-01-78	7-1/4	2/1-8/1	No	No	No	Yes				
18	Chemical Bank New York	5-03-68	8-01-83	7	2/1-8/1	No	No	No	Yes				
19	Chemical Bank New York	1-01-70	1-15-85	9-3/4	1/15-7/15	No	No	No	Yes				
20	(Principal starting 1-15-76)												
21	Chemical Bank New York	1-01-72	2-01-87	6-1/2	2/1-8/1	No	No	No	Yes				
22				7-5/8									
23	United Missouri Bank	5-15-72	2-02-78	6-3/4	2/2-8/2	No	No	No	Yes				
24	Chemical Bank New York	11-01-72	11-01-87	7-1/4	5/1-11/1	No	No	No	Yes				
25				7-3/4									
26													
27													
28													
29													
30													
31													
32													
33													
34													
35													
36													
37													
38													
39													
40													
41													
42													
43													
44													
45													
46	*Contract not complete												
47													
48													
49													
50													
51													
52													
53													
54													
55													
56													
GRAND TOTAL..										XXXX	XXXX	XXXX	XXXX

218. FUNDED DEBT AND OTHER OBLIGATIONS—Continued

Total amount nominally and actually issued			AMOUNT NOMINALLY ISSUED AND—			AMOUNT REACQUIRED AND—			TOTAL AMOUNT ACTUALLY OUTSTANDING						Line No.
			Held in special funds or in treasury or pledged (Identify pledged securities by symbol "P"; matured by symbol "M")	Canceled		Total amount actually issued	Canceled through sinking fund or otherwise canceled (Identify canceled through sinking fund by symbol "S")	Held in special funds or in treasury or pledged (Identify pledged securities by symbol "P"; matured by symbol "M")	Unmatured (accounts 765, 766, and 767)		Unmatured (account 764)		Matured and no provision made for payment (account 768)		
(m)			(n)		(o)	(p)	(q)	(r)	(s)		(t)		(u)		
\$			\$		\$	\$	\$	\$	\$		\$		\$		
50 000 000						50 000 000	S 10 777 000				38 623 000		600 000		1
															2
															3
															4
															5
2 876 000						2 876 000	2 555 285				131 682		189 033		6
															7
527 000						527 000	527 000								8
2 108 000						2 108 000	1 541 796				None 390 537		None 175 667		9
															10
3 431 200						3 431 200	2 401 840				800 613		228 747		11
															12
1 166 000						1 166 000	826 062				262 205		77 733		13
															14
2 130 000						2 130 000	1 420 000				568 000		142 000		15
															16
5 931 680						5 931 680	3 559 008				1 977 227		395 445		17
															18
4 350 119						4 350 119	2 030 056				2 030 055		290 008		19
															20
8 650 000						8 650 000	5 622 500				2 162 500		865 000		21
															22
4 440 000						4 440 000	1 776 000				2 368 000		296 000		23
															24
8 090 000						8 090 000	4 045 000				3 236 000		809 000		25
															26
4 097 000						4 097 000	1 365 667				2 458 200		273 133		27
															28
5 255 000						5 255 000	2 102 000				2 627 500		525 500		29
															30
4 413 603						4 413 603	1 176 961				2 942 402		294 240		31
															32
10 148 170						10 148 170	None				10 148 170		None		33
															34
5 150 999						5 150 999	None				4 807 599		343 400		35
															36
1 655 094						1 655 094	None				1 655 094		None	*	37
															38
3 426 200						3 426 200	None				3 197 787		228 413		39
															40
77 846 065						77 846 065	30 949 175				41 763 571		5 133 319		41
															42
															43
															44
															45
															46
															47
															48
															49
															50
															51
															52
															53
															54
															55
127 846 065						127 846 065	41 726 175				80 386 571		5 733 319		56

[illegible]

218. FUNDED DEBT AND OTHER OBLIGATIONS—Concluded

SECURITIES ISSUED OR ASSUMED DURING YEAR										SECURITIES REACQUIRED DURING YEAR						Line No.
Purpose of the issue and authority (a)	Par value			Net proceeds received for issue (cash or its equivalent)			Expense of issuing securities			AMOUNT REACQUIRED						
	Par value			Net proceeds received for issue (cash or its equivalent)			Expense of issuing securities			Par value			Purchase price			
	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)	(m)	(n)	(o)		
	\$			\$			\$			\$			\$			
1st Mortgage Bonds											844	000		599	560	1
Acquisition of Equipment																2
3-16-1959											189	032		189	032	3
6-15-1961											182	940		182	940	4
6-01-1962											228	747		228	747	5
6-01-1962											77	734		77	734	6
5-15-1962											142	000		142	000	7
7-15-1963											395	446		395	446	8
5-15-1965											290	008		290	008	9
3-15-1966											865	000		865	000	10
4-15-1966											296	000		296	000	11
3-15-1967											809	000		809	000	12
5-15-1967											273	133		273	133	13
5-02-1968											525	500		525	500	14
5-03-1968											294	240		294	240	15
1-01-1970											None			None		16
1-01-1972		5	150	999		5	150	999	20	515	None			None		17
5-15-1972		1	655	094		1	655	094	*		None			None		18
11-01-1972		3	426	200		3	426	200	23	657	None			None		19
		10	232	293		10	232	293		44	172	4	568	780	4	20
																21
																22
																23
																24
																25
																26
																27
																28
																29
																30
																31
																32
																33
																34
																35
																36
																37
																38
																39
																40
																41
																42
																43
																44
																45
																46
																47
																48
																49
																50
																51
																52
																53
																54
																55
																56
																57
																58
																59
																60
																61
																62
																63
																64
																65
																66
																67
																68
																69
																70
																71
																72
																73
																74
																75
																76
																77
																78
																79
																80
																81
																82
																83
																84
																85
																86
																87
																88
																89
																90
																91
																92
																93
																94
																95
																96
																97
																98
																99
																100
GRAND TOTAL	10	232	293	10	232	293		44	172	5	412	780	5	168	340	

219. EQUIPMENT COVERED BY EQUIPMENT OBLIGATIONS

Give the particulars called for regarding the equipment obligations included in schedule 218, "Funded Debt and Other Obligations" (accounts Nos. 764, "Equipment obligations and other debt due within 1 year" and 766, "Equipment obligations") at the close of the year. In column (a) show the name by which the equipment obligation is designated and in

column (b) show the classes of equipment and the number of units covered by the obligation. In column (c) show the contract price to the original debtor; in column (d) show the cash paid on acceptance of equipment by the original debtor; do not report the price paid on a subsequent sale and assumption of balance of debt.

Line No.	Designation of equipment obligation (List names in the same order as in schedule 218) (a)	Description of equipment covered (b)	Contract price of equipment acquired (c)	Cash paid on acceptance of equipment (d)
1	Chemical Bank 3-16-59	50 Hopper Cars	591 640	
2		100 Box Cars	957 702	
3		100 D.F. Loaders for cars	201 200	
4		3 1750 H.P. Diesel Locomotives	516 000	
5		10 Baggage Cars	609 458	
6			2 876 000	None
7	Chemical Bank 6-15-61	100 Box Cars	1 430 432	7 747
8		100 Box Cars with D.F. Loaders	1 212 503	188
9			2 642 935	7 935
10	Manuf. National 6-01-62	150 Box Cars	2 075 933	23 136
11		100 Covered Hopper Cars	1 378 403	
12			3 454 336	23 136
13				
14	Manuf. National 6-01-62	100 Flat Cars	1 197 858	21 858
15				
16	Chemical Bank 5-15-62	10 2250 H.P. Diesel Locomotives	2 137 377	7 377
17	Chemical Bank 7-15-63	100 Box Cars D.F. Hydroframe		
18		100 Hopper Cars	3 809 809	
19		10 2250 H.P. Diesel Locomotives	1 975 755	
20		10 Hopper Cars - Air Slide	146 234	118
21			5 931 798	118
22	Chemical Bank 5-15-65	100 Hopper Cars	1 663 145	
23		13 Chip Hopper Cars	153 829	
24		10 Passenger Coaches	1 916 177	
25		6 Baggage Cars	516 000	
26		4 Cabooses	100 968	
27			4 350 119	None
28	Chemical Bank 3-15-66	730 Freight Cars	8 650 000	None
29	Chemical Bank 4-15-66	14 3000 H.P. Road Locomotives	3 853 472	
30		4 1500 H.P. Switch Locomotives	602 992	26 464
31			4 460 464	26 464
32	Chemical Bank 3-15-67	681 Freight Cars	7 838 100	100
33		10 Cabooses	252 420	420
34			8 090 520	520
35	Chemical Bank 5-15-67	250 Box Cars	4 097 000	None
36	Chemical Bank 5-02-68	300 D.F. Box Cars	3 861 300	810
37		100 Gondola Cars	779 000	
38		50 Covered Hopper Cars	534 750	
39		12 Open Top Hopper Cars	80 760	
40			5 255 810	810
41	Chemical Bank 5-03-68	14 1500 H.P. Switch Locomotives	2 152 034	
42		4 3000 H.P. Conventional Road Locomotives	1 073 385	
43		2 3000 H.P. Master Road Locomotives	595 309	
44		2 3000 H.P. Slave Road Locomotives	592 875	
45			4 413 603	None
46	Chemical Bank 1-01-70	500 Box Cars	10 148 170	None
47	Chemical Bank 1-01-72	10 3000 H.P. Road Locomotives	3 208 630	
48		10 1500 H.P. Switch Locomotives	1 942 369	
49			5 150 999	None
50	United Missouri 5-15-72	246 Freight Cars	1 655 094	None
51		(Contract not complete 12-31-72)		
52	Chemical Bank 11-01-72	10 3000 H.P. Road Locomotives	3 426 200	None
53				
54				
55				

228. CAPITAL STOCK

Give particulars of the various issues of capital stock of the respondent, distinguishing separate issues of any general class, if different in any respect.

In the second section list particulars of the various issues on the same lines and in the same order as in the first section.

Identify the entries in columns (m) to (s), inclusive, in a manner which will indicate whether par value or the number of shares is shown.

In stating the date of an authorization the date of the latest assent or ratification necessary to its validity should be shown; e. g., in case an authorization is required to be ratified by stockholders after action by the board of directors, but is not required to be approved by any State or other governmental board or officer, give the date of approval by stockholders; if the assent

of a State railroad commission or other public board or officer is necessary, give the date of such assent, or if subsequent to such assent notice has to be filed with a secretary of state or other public officer and a tax or other fee has to be paid as a condition precedent to the validity of the issue, give the date of such payment. In case some condition precedent has to be complied with after the approval and ratification of the stockholders has been obtained, state, in a footnote, the particulars of such condition and of the respondent's compliance therewith.

For the purposes of this report, capital stock and other securities are considered to be *nonpar* stock when certificates are signed and sealed and placed with the proper officer for sale and delivery or are pledged or otherwise placed in some special fund of the respondent. They are considered to be *actually*

issued when sold to a bona fide purchaser for a valuable consideration, and such a purchaser holds them free from control by the respondent. All securities actually issued and not reacquired by or for the respondent are considered to be *actually outstanding*. If reacquired by or for the respondent under such circumstances as require them to be considered as held alive, and not canceled or retired, they are considered to be *nonpar* stock.

Column (d) refers to the initial preference dividend payable before any common dividend; columns (k) and (l) to participations in excess of initial preference dividend; at a specified percentage or amount (nonpar stock) (column (k)) or a percentage or proportion of the profits (column (l)).

PREFERRED STOCK

Line No.	Class of stock (a)	Date issue was authorized (b)	Par value per share (if nonpar, so state) (c)	CUMULATIVE				OTHER PROVISIONS OF CONTRACT			
				Dividend rate specified in contract (d)	Total amount of accumulated dividends (e)	To extent secured ("Yes" or "No") (f)	Fixed rate or percentage specified by contract (g)	Noncumulative ("Yes" or "No") (h)	Convertible ("Yes" or "No") (i)	Callable or redeemable ("Yes" or "No") (j)	Participating Dividends Fixed amount or percent (Specify) (k) Fixed ratio with common (Specify) (l)
1	Common	5-22-39	1	xxxx	xx	xxxx	xxxx	xxxx	xxxx	xxxx	xxxx
2		4-11-53	Non-Par	xxxx	xx	xxxx	xxxx	xxxx	xxxx	xxxx	xxxx
3				xxxx	xx	xxxx	xxxx	xxxx	xxxx	xxxx	xxxx
4				xxxx	xx	xxxx	xxxx	xxxx	xxxx	xxxx	xxxx
5	Preferred	3-9-50	50	xxxx	xx	xxxx	xxxx	xxxx	xxxx	xxxx	xxxx
6				None	None	No	None	Yes	No	No	None
7	Debenture										
8											
9											
10	Receipts outstanding for installments paid										
11											
12											
13	TOTAL			xxxx	None	xxxx	xxxx	xxxx	xxxx	xxxx	xxxx

PAR VALUE OF PAR-VALUE STOCK OR NUMBER OF SHARES OF NONPAR STOCK

Line No.	Authorized (m)	Authorized (n)	NOMINALLY ISSUED AND		REQUIRED AND		STOCK ACTUALLY OUTSTANDING AT CLOSE OF YEAR			
			Had in capital funds or treasury or placed (Identify dividend account, see footnote (p)) (o)	Cancelled (p)	Actually issued (q)	Cancelled (r)	Number of shares (s)	Par value of par-value stock (t)	Block value of stock without par value (v)	
1	SH 1 260 000	SH 1 260 000	None	None	SH 1 020 000	None	1 019	198		35 959 900
2										
3										
4	21 000 000	21 000 000			21 000 000		420	000	21 000 000	
5										
6										
7										
8										
9										
10										
11										
12							1 439	198	21 000 000	35 959 900
13										

*State the class of capital stock covered by the receipts.

300. INCOME ACCOUNT FOR THE YEAR

1. Give the Income Account of the respondent for the year in accordance with the rules prescribed in the Uniform System of Accounts for Railroad Companies.

2. In column (d) show against the appropriate account the amount of income that is offset by deductions in other income accounts of respondent so far as they relate to companies the operations of which are covered by this operating report, the amount of such deductions or dispositions to be also shown against appropriate accounts. For example, road (A) operates road (B) under lease for a

rental of \$1,000,000, but road (A) owns 50 percent of the stock of road (B) on which it receives \$250,000 in dividends. The entries in column (d) should be: Account No. 513, "Dividend income," \$250,000; Account No. 542, "Rent for leased roads and equipment," \$250,000. Again, if road (C) has issued its own securities to acquire a part or all of the securities of road (D), a separately operated carrier, no entries should be made in column (d) by road (C) even though dividends or interest be received on such securities held by road (C). But if road (D) is a

Line No.	Item	Amount for current year			Amount for preceding year			Offsetting debits and credits for current year		
	(a)	(b)			(c)			(d)		
	ORDINARY ITEMS									
1	OPERATING INCOME	xxx	xx	xx	xxx	xx	xx	xxx	xx	xx
2	RAILWAY OPERATING INCOME	xxx	xx	xx	xxx	xx	xx	xxx	xx	xx
3	(501) Railway operating revenues (p. 69).....	67	479	404	64	323	712			
4	(531) Railway operating expenses (p. 76).....	48	111	007	44	118	757			
5	Net revenue from railway operations.....	19	368	397	20	204	955			
6	(532) Railway tax accruals (p. 82).....	5	521	349	4	960	368			
7	Railway operating income.....	13	847	048	15	244	587			
8	RENT INCOME	xxx	xx	xx	xxx	xx	xx	xxx	xx	xx
9	(503) Hire of freight cars and highway revenue equipment— Credit balance (p. 88).....		32	478		85	831			
10	(504) Rent from locomotives (p. 89).....									
11	(505) Rent from passenger-train cars (p. 89).....									
12	(506) Rent from floating equipment.....			609		1	108			
13	(507) Rent from work equipment.....		648	578		607	774			
14	(508) Joint facility rent income.....		681	665		694	713			
15	Total rent income.....									
16	RENTS PAYABLE	xxx	xx	xx	xxx	xx	xx	xxx	xx	xx
17	(536) Hire of freight cars and highway revenue equipment— Debit balance (p. 88).....	5	061	135	5	116	146			
18	(537) Rent for locomotives (p. 89).....		388	320		432	406			
19	(538) Rent for passenger-train cars (p. 89).....									
20	(539) Rent for floating equipment.....			112		127	985			
21	(540) Rent for work equipment.....			317		304	849			
22	(541) Joint facility rents.....									
23	Total rents payable.....	5	879	513	5	981	386			
24	Net rents (lines 15, 23).....	5	197	848	5	286	673			
25	Net railway operating income (lines 7, 24).....	8	649	200	9	957	914			
26	OTHER INCOME	xxx	xx	xx	xxx	xx	xx	xxx	xx	xx
27	(502) Revenues from miscellaneous operations (p. 45).....									
28	(509) Income from lease of road and equipment (p. 86).....									
29	(510) Miscellaneous rent income (p. 86).....		173	457		198	059			
30	(511) Income from nonoperating property (p. 45).....		143	282		125	645			
31	(512) Separately operated properties—Profit (p. 87).....									
32	(513) Dividend income.....	1	300	065	8	300	064			
33	(514) Interest income.....		309	940		204	045			
34	(516) Income from sinking and other reserve funds.....		33	030		12	643			
35	(517) Release of premiums on funded debt.....		16	389		16	563			
36	(518) Contributions from other companies.....									
37	(519) Miscellaneous income (p. 92).....	1	884	378		351	735			
38	Total other income.....	3	860	541	9	208	754			
39	Total income (lines 25, 38).....	12	509	741	19	166	668			
40	MISCELLANEOUS DEDUCTIONS FROM INCOME	xxx	xx	xx	xxx	xx	xx	xxx	xx	xx
41	(534) Expenses of miscellaneous operations (p. 45).....									
42	(535) Taxes on miscellaneous operating property (p. 45).....									
43	(543) Miscellaneous rents (p. 91).....		522	207		437	761			
44	(544) Miscellaneous tax accruals (p. 45).....		20	307		7	893			
45	(545) Separately operated properties—Loss (p. 87).....									
46	(549) Maintenance of investment organization.....									
47	(550) Income transferred to other companies.....									
48	(551) Miscellaneous income charges (p. 92).....		282	148		533	536			
49	Total miscellaneous deductions.....		824	662		979	190			
50	Income available for fixed charges (lines 39, 49).....	11	685	079	18	187	478			

300. INCOME ACCOUNT FOR THE YEAR—Continued

"proprietary" company for which no separate operating report is rendered, appropriate entries in column (d) should be made by road (C). If a leased road is assigned to another company for operation, the rent paid should be offset by the rent received. The examples indicated should not be taken to exclude others of a similar nature.

3. Returns for the year reported on lines 1 to 25, inclusive, should be analyzed in columns (c) to (k) in accordance with the Commission's rules governing the separation of operating

expenses between freight and passenger service; railroads.

4. Any unusual accruals involving substantial amounts included in column (b) on lines 9 to 25, inclusive, should be fully explained in a footnote.

5. All contra entries hereunder should be indicated in parenthesis.

RAIL-LINE, INCLUDING WATER TRANSFERS																					
Related solely to freight service (e)			Apportioned to freight service (f)			Total freight service (g)			Related solely to passenger and allied services (h)			Apportioned to passenger and allied services (i)			Total passenger service (j)			Other items not related to either freight or to passenger and allied services (k)			Line No.
\$			\$			\$			\$			\$			\$			\$			
XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	1
XX	XX	XX	XX	XX	XX	67	479	404	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	2
						48	111	007													3
XX	XX	XX	XX	XX	XX	19	368	397	XX	XX	XX	XX	XX	XX							4
						5	521	350													5
XX	XX	XX	XX	XX	XX	13	847	047	XX	XX	XX	XX	XX	XX							6
XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	7
																					8
						32	478														9
																					10
																					11
																					12
																					13
																					14
XX	XX	XX	XX	XX	XX	648	578														15
XX	XX	XX	XX	XX	XX	681	665	XX	XX	XX	XX	XX	XX	XX							16
XX	XX	XX	XX	XX	XX	5	061	135	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	17
						388	320														18
																					19
																					20
						112	099														21
						317	959														22
XX	XX	XX	XX	XX	XX	5	879	513	XX	XX	XX	XX	XX	XX							23
XX	XX	XX	XX	XX	XX	5	197	848	XX	XX	XX	XX	XX	XX							24
XX	XX	XX	XX	XX	XX	8	649	199	XX	XX	XX	XX	XX	XX							25

If this report is made for a system, list hereunder the names of all companies included in the system returns:

The Kansas City Southern Railway Company
The Maywood and Sugar Creek Railway Company
Neches Bridge Company

THE KANSAS CITY SOUTHERN RAILWAY COMPANY

300. INCOME ACCOUNT FOR THE YEAR—Concluded

Line No.	Item (a)	Amount for current year (b)			Amount for preceding year (c)			Offsetting debits and credits for current year (d)		
		\$			\$			\$		
81	FIXED CHARGES	x x	x x	x x	x x	x x	x x	x x	x x	x x
52	(542) Rent for leased roads and equipment (p. 90).....		151	514		79	925			
53	(546) Interest on funded debt:	x x	x x	x x	x x	x x	x x	x x	x x	x x
54	(a) Fixed interest not in default.....		4	339		4	229			
55	(b) Interest in default.....									
56	(547) Interest on unfunded debt.....									
57	(548) Amortization of discount on funded debt.....			5		5	316			
58	Total fixed charges.....		4	506		4	314			
59	Income after fixed charges (lines 50, 58).....		7	178		13	872			
60	OTHER DEDUCTIONS	x x	x x	x x	x x	x x	x x	x x	x x	x x
61	(546) Interest on funded debt:	x x	x x	x x	x x	x x	x x	x x	x x	x x
62	(c) Contingent interest.....									
63	Ordinary income (lines 59, 62).....		7	178		13	872			
64	EXTRAORDINARY AND PRIOR PERIOD ITEMS	x x	x x	x x	x x	x x	x x	x x	x x	x x
65	(570) Extraordinary items — Net Credit (Debit)(p. 92).....				(12	493	000)			
66	(580) Prior period items — Net Credit (Debit)(p. 92).....									
67	(590) Federal income taxes on extraordinary and prior period items— Debit (Credit)(p. 92).....				(	648	806)			
68	Total extraordinary and prior period items — Credit (Debit)....				(11	844	194)			
69	Net income transferred to Retained Income-Unappropriated (lines 63, 68).....		7	178		2	028			
			7	178		2	028			

NOTE.—See page 301B for explanatory notes, which are an integral part of the Income Account for the Year.

NOTES AND REMARKS

305. RETAINED INCOME--UNAPPROPRIATED

1. Show hereunder the items of the Retained Income Accounts of the respondent for the year, classified in accordance with the Uniform System of Accounts for Railroad Companies.

2. All contra entries hereunder should be indicated in parentheses.
3. Indicate under "Remarks" the amount of assigned Federal income tax consequences, accounts 606 and 616.

Line No.	Item (a)	Amount (b)			Remarks (c)
	CREDITS				
1	(602) Credit balance transferred from Income (p. 66) -----	\$ 7	178	790	
2	(606) Other credits to retained income -----				Net of Federal income taxes ----- \$ <u>None</u>
3	(622) Appropriations released -----		600	000	
4	Total -----	7	778	790	
	DEBITS				
5	(612) Debit balance transferred from Income (p. 66) -----				
6	(616) Other debits to retained income -----				Net of Federal income taxes ----- \$ <u>None</u>
7	(620) Appropriations for sinking and other reserve funds -----		600	000	
8	(621) Appropriations for other purposes -----				
9	(623) Dividends (p. 68) -----	4	916	792	
10	Total -----	5	516	792	
11	Net increase during year* -----	2	261	998	
12	Balance at beginning of year (p. 11)* -----	23	918	510	
13	Balance at end of year (carried to p. 11)* -----	26	180	508	

* Amount in parentheses indicates debit balance.

Note.—See p. 92, schedule 396, for analysis of Retained Income accounts.

308. DIVIDEND APPROPRIATIONS

1. Give particulars of each dividend declared. For par value or nonpar stock, show in column (d) the respective total par value or total number of shares on which dividend was declared and the corresponding rate percent or per share in column (b) or (c). If any such dividend was payable in anything other than cash, explain the matter fully in a footnote.

2. If an obligation of any character has been incurred for the purpose of procuring funds for the payment of any dividend or for the purpose of

replenishing the treasury of the respondent after payment of any dividend, give full particulars in a footnote. If any class of stock received a return not reportable in this schedule, state the particulars of the case in a footnote.

3. The sum of the dividends stated in column (e) should equal the amount shown in schedule No. 305.

Line No.	Name of security on which dividend was declared (a)	Rate percent (par value stock) or rate per share (nonpar stock)		Total par value of stock or total number of shares of nonpar stock on which dividend was declared (d)	Dividends (account 623) (e)	DATES	
		Regular (b)	Extra (c)			Declared (f)	Payable (g)
41	Preferred Stock	1%		\$ 21 000 000	\$ 210 000	2-18-72	4-17-72
42	" "	1%		21 000 000	210 000	5-19-72	7-17-72
43	" "	1%		21 000 000	210 000	8-18-72	10-16-72
44	" "	1%		21 000 000	210 000	11-17-72	1-16-73
45	Common Stock	\$1.00 Sh		1 019 198	1 019 198	2-18-72	3-16-72
46	" "	1.00 Sh		1 019 198	1 019 198	5-19-72	6-16-72
47	" "	1.00 Sh		1 019 198	1 019 198	8-18-72	9-16-72
48	" "	1.00 Sh		1 019 198	1 019 198	11-17-72	12-29-72
51							
52							
53				TOTAL	4 916 792		

101. IDENTITY OF RESPONDENT

Answers to the questions asked should be made in full, without reference to data returned on the corresponding page of previous reports. In case any changes of the nature referred to under inquiry 4 or 5 on this page have taken place during the year covered by this report, they should be explained in detail on page 128.

1. Give in full the exact name of the respondent. Use the words "The" and "Company" only when they are parts of the corporate name. Be careful to distinguish between *railroad* and *railway*. The corporate name should be given uniformly throughout the report, notably on the cover, on the title page, and in the "Verification" (p. 129). If the report is made by receivers, trustees, a committee of bondholders, or individuals otherwise in possession of the property, state names and facts with precision.

2. If incorporated under a special charter, give date of passage of the act; if under a general law, give date of filing certificate of organization; if a reorganization has been effected, give date of reorganization. If a receivership or other trust, give also date when such receivership or other

possession began. If a partnership, give date of formation and also names in full of present partners.

3. Give specific reference to laws of each State or Territory under which organized, citing chapter and section. Include all grants of corporate powers by the United States, or by Canada or other foreign country; also, all amendments to charter.

4. Give specific reference to special or general laws under which each consolidation or merger or combination of other form was effected, citing chapter and section. Specify Government, State, or Territory under the laws of which each company consolidated or merged or otherwise combined into the present company was organized; give reference to the charters of each and to all amendments of them.

5. State the occasion for the reorganization, whether by reason of foreclosure of mortgage or otherwise, according to the fact. Give date of organization of original corporation and refer to laws under which organized.

1. Exact name of common carrier making this report

Louisiana & Arkansas Railway Company

2. Date of incorporation July 7, 1928

3. Under laws of what Government, State, or Territory organized? If more than one, name all. Give specific reference to each charter or statute and all amendments thereof, effected during the year. If previously effected, show the year(s) of the report(s) setting forth details. If in bankruptcy, give court of jurisdiction and dates of beginning of receivership or trusteeship and of appointment of receivers or trustees.
General Corporation Laws of State of Delaware, Chapter 65 of Revised Code of Delaware and Acts amendatory thereof and supplements thereto, Chapter dated July 28, 1928 and Amendments dated August 27, 1936.

4. If the respondent was formed as the result of a consolidation or merger during the year, name all constituent and all merged companies

No change during year

5. If respondent was reorganized during the year, give name of original corporation and state the occasion for the reorganization

No change during year

6. State whether or not the respondent during the year conducted any part of its business under a name or names other than that shown in response to inquiry No. 1, above; if so, give full particulars

No

7. Class of switching and terminal company?
[See section No. 7 on inside of front cover]

Not Applicable

1. Give particulars of the various directors and officers of the respondent at the close of the year.

2. State in column (c) of schedule No. 102 and column (d) of schedule No. 103, the number of voting shares of the respondent, other than directors' qualifying shares, that were beneficially owned, directly or indirectly, by each director or principal general officer at the close of the year. This includes shares owned of record, shares owned through holding companies, trusts or other mediums, and shares owned but held in the names of brokers or other nominees. Insert the word "None" where applicable.

3. In schedule No. 103 give the title, name, and address of the principal general officers having system jurisdiction by departments, as follows: Executive, Legal, Fiscal and Accounting, Purchasing, Operating, and Traffic. If there are receivers, trustees, or committees, who are recognized as in the controlling management of the road or of some department of it, give also their names and titles, and the location of their offices, separately grouped and identified.

4. If the duties of an officer extend to more than one department, or if his duties are not in accordance with the customary acceptance of his given title, state briefly the facts in a footnote.

102. DIRECTORS

Line No.	Name of director (a)	Office address (b)	Date of beginning of term (c)	Date of expiration of term (d)	Number of voting shares actually or beneficially owned (e)	Remarks (f)
1	William N. Deramus III	Kansas City, Mo.	6-13-72	6-12-73	None	
2	J. Pat Besird	Shreveport, La.	"	"	"	
3	Kirke Couch	Shreveport, La.	"	"	"	
4	Edward M. Douthat	Kansas City, Mo.	"	"	"	
5	Ted F. Dunham	Baton Rouge, La.	"	"	"	
6	L. O. Frith	Kansas City, Mo.	"	"	"	
7	Raymond Gary	Madill, Okla.	"	"	"	
8	John Hawkinson	Chicago, Ill.	"	"	"	
9	Irvine O. Rockaday, Jr.	Kansas City, Mo.	"	"	"	
10	G. William James	Ruston, La.	"	"	"	
11	Edward T. McNally	Pittsburg, Kansas	"	"	"	
12	Edwin Moore	Shreveport, La.	"	"	"	
13	Harold L. Oppenheimer	Kansas City, Mo.	"	"	"	
14	Justin E. Querbes, Jr.	Shreveport, La.	"	"	"	
15	William H. Saunders, Jr.	New Orleans, La.	"	"	"	
16	N. Hobson Wheelers	Shreveport, La.	"	"	"	
17						
18	5 vacancies					
19						
20						

21. Give the names and titles of all officers of the Board of Directors in control of the respondent at the close of the year:

Chairman of board William N. Deramus III Secretary (or clerk) of board G. E. Kellogg

22. Name the members of the executive committee of the Board of Directors of the respondent at the close of the year (naming first the chairman), and state briefly the powers and duties of that committee: William N. Deramus III, Chairman

J. Pat Besird, Edward M. Douthat, John Hawkinson, Edward T. McNally (2 vacancies)
exercise same powers as Board of Directors when latter is not in session.

103. PRINCIPAL GENERAL OFFICERS OF CORPORATION, RECEIVER, OR TRUSTEE

Line No.	Title of general officer (a)	Department or departments over which jurisdiction is exercised (b)	Name of person holding office at close of year (c)	Number of voting shares actually or beneficially owned (d)	Office address (e)
GENERAL OFFICERS OF CORPORATION					
31	Chairman and President	Executive	W. N. Deramus III	None	Kansas City, Missouri
32	Executive Vice President	Executive	L. O. Frith	"	Kansas City, Missouri
33	Vice President and General Manager	Operating	R. J. Blair	"	Kansas City, Missouri
34	Vice President and Secretary	Executive	G. E. Kellogg	"	Kansas City, Missouri
35	Vice President	Traffic	M. F. McClain	"	Kansas City, Missouri
36	Vice President	Personnel	D. E. Farrar	"	Kansas City, Missouri
37	Vice President and Comptroller	Accounting	T. A. Giltner	"	Kansas City, Missouri
38	General Counsel	Legal	R. E. Zimmerman	"	Kansas City, Missouri
39	Treasurer	Treasurer	V. C. Pragman	"	Kansas City, Missouri
40	Asst. Gen'l Manager	Purchases	T. T. Souter	"	Kansas City, Missouri
41					
42					
43					
44					
45					
46					
47					
48					
49					
50					
51					
52					
53					
54					

109. VOTING POWERS AND ELECTIONS

1. State the par value of each share of stock: Common, \$ Par per share; first preferred, \$ 50 per share; second preferred, \$ 50 per share; debenture stock, \$ per share.
2. State whether or not each share of stock has the right to one vote; if not, give full particulars in a footnote It has
3. Are voting rights proportional to holdings? Yes If not, state in a footnote the relation between holdings and corresponding voting rights.
4. Are voting rights attached to any securities other than stock? No If so, name in a footnote each security, other than stock, to which voting rights are attached (as of the close of the year), and state in detail the relation between holdings and corresponding voting rights, stating whether voting rights are actual or contingent, and if contingent showing the contingency.
5. Has any class or issue of securities any special privileges in the election of directors, trustees, or managers, or in the determination of corporate action by any method? No If so, describe fully in a footnote each such class or issue and give a succinct statement showing clearly the character and extent of such privileges.
6. Give the date of the latest closing of the stock book prior to the actual filing of this report, and state the purpose of such closing Not closed during year
7. State the total voting power of all security holders of the respondent at the date of such closing, if within one year of the date of such filing; if not, state as of the close of the year. 260,000 votes, as of December 31, 1972
8. State the total number of stockholders of record, as of the date shown in answer to inquiry No. 7. One stockholders.
9. Give the names of the thirty security holders of the respondent who, at the date of the latest closing of the stock book or compilation of list of stockholders of the respondent (if within 1 year prior to the actual filing of this report), had the highest voting powers in the respondent, showing for each his address, the number of votes which he would have had a right to cast on that date had a meeting then been in order, and the classification of the number of votes to which he was entitled, with respect to securities held by him, such securities being classified as common stock, second preferred stock, first preferred stock, and other securities, stating in a footnote the names of such other securities (if any). If any such holder held in trust, give (in a footnote) the particulars of the trust. In the case of voting trust agreements give, as supplemental information on page 13, the names and addresses of the thirty largest holders of the voting trust certificates and the amount of their individual holdings. If the stock book was not closed or the list of stockholders compiled within such year, show such thirty security holders as of the close of the year.

Line No.	Name of security holder	Address of security holder	Number of votes to which security holder was entitled	NUMBER OF VOTES, CLASSIFIED WITH RESPECT TO SECURITIES ON WHICH BASED			
				STOCKS			Other securities with voting power
				Common	Second	First	
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
1	The Kansas City Southern						
2	Railway Company	Kansas City, Missouri	260,000	160,000	40,000	60,000	None
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							
18							
19							
20							
21							
22							
23							
24							
25							
26							
27							
28							
29							
30							

10. State the total number of votes cast at the latest general meeting for the election of directors of the respondent. 260,000 votes cast.
11. Give the date of such meeting June 13, 1972
12. Give the place of such meeting Shreveport, Louisiana

211G. AMORTIZATION OF DEFENSE PROJECTS—ROAD AND EQUIPMENT OWNED AND LEASED FROM OTHERS

1. Show in columns (b) to (e) the amount of base of road and equipment property for which amortization reserve is provided in account No. 736, "Accrued amortization of defense projects—Road and Equipment" of the respondent. If the amortization base is other than the ledger value stated in the investment account, a full explanation should be given.

2. Show in columns (f) to (i) the balance at the close of the

year and all credits and debits during the year in reserve account No. 736, "Accrued amortization of defense projects—Road and Equipment."

3. The information requested for "Road" by columns (b) through (i) may be shown by projects amounting to \$100,000 or more, or by single entries as "Total road" in line 28. If

reported by projects, each project should be briefly described, stating kind, location, and authorization date and number. Projects amounting to less than \$100,000 should be combined in a single entry designated "Minor items, each less than \$100,000."

4. Any amounts included in columns (b) and (f), and in column (h) affecting operating expenses, should be fully explained.

Line No.	Description of property or account (a)	BASE												RESERVE											
		Debits during year (b)			Credits during year (c)			Adjustments (d)			Balance at close of year (e)			Credits during year (f)			Debits during year (g)			Adjustments (h)			Balance at close of year (i)		
		\$	xx	xx	\$	xx	xx	\$	xx	xx	\$	xx	xx	\$	xx	xx	\$	xx	xx	\$	xx	xx	\$	xx	xx
1	ROAD:	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx
2																									
3																									
4	Minor Items, each less than																								
5	\$100,000											15	080										15	080	
6																									
7																									
8																									
9																									
10																									
11																									
12																									
13																									
14																									
15																									
16																									
17																									
18																									
19																									
20																									
21																									
22																									
23																									
24																									
25																									
26																									
27																									
28	TOTAL ROAD											15	080										15	080	
29	EQUIPMENT:	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	
30	(52) Locomotives																								
31	(53) Freight-train cars											6	526										6	526	
32	(54) Passenger-train cars																								
33	(55) Highway revenue equipment																								
34	(56) Floating equipment																								
35	(57) Work equipment																								
36	(58) Miscellaneous equipment																								
37	TOTAL EQUIPMENT											6	526										6	526	
38	GRAND TOTAL											21	606										21	606	

LOUISIANA & ARKANSAS RAILWAY COMPANY

200A. COMPARATIVE GENERAL BALANCE SHEET—ASSETS

For instructions covering this schedule, see the text pertaining to General Balance Sheet Accounts in the Uniform System of Accounts for Railroad Companies. The entries in this balance sheet should be consistent with those in the supporting schedules on the pages indicated. The entries in column (c) should be restated to conform with the account-

ing requirements followed in column (b). The entries in the short column (a2) should be deducted from those in column (a1) in order to obtain corresponding entries for column (b). All contra entries hereunder should be indicated in parenthesis.

Line No.	Account or Item (a)	Balance at close of year (b)			Balance at beginning of year (c)		
CURRENT ASSETS							
1	(701) Cash	\$	1 154 676	\$	1 065 914		
2	(702) Temporary cash investments (p. 15)		5 898 070		5 117 841		
3	(703) Special deposits (p. 15)						
4	(704) Loans and notes receivable (p. 15)						
5	(705) Traffic and car-service balances—Debit						
6	(706) Net balance receivable from agents and conductors		2 233 560		1 764 255		
7	(707) Miscellaneous accounts receivable		337 959		235 734		
8	(708) Interest and dividends receivable		85 380		115 980		
9	(709) Accrued accounts receivable (p. 15)		1 881 543		1 484 852		
10	(710) Working fund advances		10 980		12 479		
11	(711) Prepayments (p. 15)		499 231		736 701		
12	(712) Material and supplies						
13	(713) Other current assets (p. 15)	(	1 457)		1 146		
14	Total current assets		12 099 942		10 534 902		
SPECIAL FUNDS							
		(a1) Total book assets at close of year	(a2) Respondent's own issues included in (a1)				
15	(715) Sinking funds (pp. 16 and 17)						
16	(716) Capital and other reserve funds (pp. 16 and 17)	955	None	955	955		
17	(717) Insurance and other funds (pp. 16 and 17)						
18	Total special funds			955	955		
INVESTMENTS							
19	(721) Investments in affiliated companies (pp. 20-23)		11 768 435		12 173 218		
20	(722) Other investments (pp. 20-23)		3 517		4 017		
21	(723) Reserve for adjustment of investment in securities—Credit (p. 19, Instruction 9)						
22	Total investments (accounts 721, 722 and 723)		11 771 952		12 177 235		
PROPERTIES							
23	(731) Road and equipment property (pp. 30-32)		67 791 876		73 739 825		
24	Road	\$	37 901 755				
25	Equipment		28 359 212				
26	General expenditures		761 335				
27	Other elements of investment						
28	Construction work in progress		769 574				
29	(732) Improvements on leased property (pp. 30-32)						
30	Road	\$					
31	Equipment						
32	General expenditures						
33	Total transportation property (accounts 731 and 732)		67 791 876		73 739 825		
34	(735) Accrued depreciation—Road and Equipment (pp. 36 and 38)	(	10 250 410)	(	14 426 850)		
35	(736) Amortization of defense projects—Road and Equipment (p. 39)	(	21 606)	(	21 605)		
36	Recorded depreciation and amortization (accounts 735 and 736)	(	10 272 016)	(	14 448 455)		
37	Total transportation property less recorded depreciation and amortization (line 33 less line 36)		57 519 860		59 291 370		
38	(737) Miscellaneous physical property (pp. 44 and 45)		233 235		233 164		
39	(738) Accrued depreciation—Miscellaneous physical property (pp. 44 and 45)	(	1 338)				
40	Miscellaneous physical property less recorded depreciation (account 737 less 738)		231 897		233 164		
41	Total properties less recorded depreciation and amortization (line 37 plus line 40)		57 751 757		59 524 534		
OTHER ASSETS AND DEFERRED CHARGES							
42	(741) Other assets (p. 46)		99 565		44 479		
43	(742) Unamortized discount on long-term debt		7 081		10 227		
44	(743) Other deferred charges (p. 46)		922 067		983 519		
45	Total other assets and deferred charges		1 028 713		1 038 225		
46	TOTAL ASSETS		82 653 319		83 275 851		

NOTE.—See page 12 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

200L. COMPARATIVE GENERAL BALANCE SHEET—LIABILITIES AND SHAREHOLDERS' EQUITY

For instructions covering this schedule, see the text pertaining to General Balance Sheet Accounts in the Uniform System of Accounts for Railroad Companies. The entries in this balance sheet should be consistent with those in the supporting schedules on the pages indicated. The entries in column (c) should be restated to conform with the accounting requirements followed

in column (b). The entries in short column (a) should reflect total book liability at close of year. The entries in the short column (a) should be deducted from those in column (a) in order to obtain corresponding entries for column (b). All contra entries hereunder should be indicated in parenthesis.

Line No.	Account or item (a)	Balance at close of year (b)	Balance at beginning of year (c)
CURRENT LIABILITIES			
47	(751) Loans and notes payable (p. 55)	1 507 481	277 617
48	(752) Traffic and car-service balances—Credit	561 706	2 540 436
49	(753) Audited accounts and wages payable	1 475	505
50	(754) Miscellaneous accounts payable	2 720	2 720
51	(755) Interest matured unpaid	75 000	75 000
52	(756) Dividends matured unpaid	37 139	47 581
53	(757) Unmatured interest accrued		
54	(758) Unmatured dividends declared		
55	(759) Accrued accounts payable (p. 55)	2 172 895	2 225 101
56	(760) Federal income taxes accrued (p. 56)	309 038	587 686
57	(761) Other taxes accrued (p. 56)	201 657	211 301
58	(763) Other current liabilities (p. 55)	2 627 658	1 872 620
59	Total current liabilities (exclusive of long-term debt due within one year)	7 496 769	7 840 567
LONG-TERM DEBT DUE WITHIN ONE YEAR			
60	(764) Equipment obligations and other debt (pp. 48-51) (a1) Total issued (a2) Held by or for respondent	966 951 None	966 951
LONG-TERM DEBT DUE AFTER ONE YEAR			
61	(765) Funded debt unmatured		
62	(766) Equipment obligations	2 692 168	3 659 119
63	(767) Receivers' and Trustees' securities		
64	(768) Debt in default		
65	(769) Amounts payable to affiliated companies (p. 54)		
66	Total long-term debt due after one year	2 692 168	3 659 119
RESERVES			
67	(771) Pension and welfare reserves (p. 57)		
68	(772) Insurance reserves (p. 57)		
69	(774) Casualty and other reserves (p. 57)	572 614	587 390
70	Total reserves	572 614	587 390
OTHER LIABILITIES AND DEFERRED CREDITS			
71	(781) Interest in default (p. 50)		
72	(782) Other liabilities (p. 57)	99 128	110 406
73	(783) Unamortized premium on long-term debt		
74	(784) Other deferred credits (p. 57)	426 181	641 844
75	(785) Accrued depreciation—Leased property (p. 37)		
76	Total other liabilities and deferred credits	525 309	752 250
SHAREHOLDERS' EQUITY			
<i>Capital stock (Par or stated value)</i>			
77	(791) Capital stock issued—Total (a1) Total issued (a2) Held by or for company	9 000 000 None	9 000 000
78	Common stock (p. 59)	4 000 000	4 000 000
79	Preferred stock (p. 59)	5 000 000	5 000 000
80	(792) Stock liability for conversion (p. 60)		
81	(793) Discount on capital stock		
82	Total capital stock	9 000 000	9 000 000
<i>Capital surplus</i>			
83	(794) Premiums and assessments on capital stock (p. 61)		
84	(795) Paid-in surplus (p. 61)	267 210	267 210
85	(796) Other capital surplus (p. 61)		
86	Total capital surplus	267 210	267 210
<i>Retained income</i>			
87	(797) Retained income—Appropriated (p. 61)	61 132 298	60 202 364
88	(798) Retained income—Unappropriated (p. 68)	61 132 298	60 202 364
89	Total retained income	70 399 508	69 469 574
90	Total shareholders' equity	82 653 319	83 275 851
91	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		

NOTE—See page 12 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

205. INVESTMENTS IN AFFILIATED COMPANIES

1. Give particulars of investments in stocks, bonds, other secured obligations, unsecured notes, and investment advances of companies affiliated with respondent, included in accounts Nos. 715, "Sinking funds"; 716, "Capital and other reserve funds"; 721, "Investments in affiliated companies"; and 717, "Insurance and other funds."

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 19, classifying the investments by means of letters, figures, and symbols in columns (a), (b), and (c).

3. Indicate by means of an arbitrary mark in column (d) the obligation in support of which any security is pledged, mortgaged, or otherwise

encumbered, giving names and other important particulars of such obligations in footnotes.

4. Give totals for each class and for each subclass and a grand total for each account.

5. Entries in column (d) should show date of maturity of bonds and other evidences of indebtedness. In case obligations of the same designation mature serially, the date in column (d) may be reported as "Serially 19..... to 19....." In making entries in this column, abbreviations in common use in standard financial publications may be used where necessary on account of limited space.

Line No.	Account No.	Class No.	Kind of industry	Name of issuing company and description of security held; also lien reference if any	Extent of control	INVESTMENTS AT CLOSE OF YEAR							
						PAR VALUE OF AMOUNTS HELD AT CLOSE OF YEAR							
						Pledged	Unpledged		In sinking, insurance, and other funds		Total par value		
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)	(m)	(n)
1	721			Investments In Affiliated Companies									
2				Capital Stock									
3													
4													
5	A-1	VII		The Kansas City Southern									
6				Railway Company - Preferred	1.5			319 250				319 250	
7				The Kansas City Southern									
8				Railway Company - Common	3			(31,628 Shs)				(31,628 Shs)	
9				Louisiana, Arkansas & Texas									
10				Transportation Company	100			(1,000 Shs)				(1,000 Shs)	
11				Landa Motor Lines	100			20 000				20 000	
12				The Pullman Co.	(Negligible)			(423 Shs)				(423 Shs)	
13				Total Class A-1				339 250				339 250	
14													
15	A-3	VI		Tolmak, Inc.	100			(20,000 Shs)				(20,000 Shs)	
16		X		Kansas City Southern									
17				Industries, Inc. - Preferred									
18				Stock 4%-Non-Cumulative	2.6			1 200 000				1 200 000	
19				Total Class A-3				1 200 000				1 200 000	
20				Total Class A				1 539 250				1 539 250	
21													
22				Bonds									
23													
24	B-1	VII		The Kansas City Southern Ry.									
25				Co. 3-1/4% FM Bonds Series C									
26				due 12-1-84	4.7			1 838 000				1 838 000	
27													
28				Notes									
29													
30	D-3	X		Alfred Lindgren, Inc.									
31													
32				Investment Advances									
33													
34	E-1	VII		Landa Motor Lines	100								
35		VII		Louisiana, Arkansas & Texas									
36				Transportation Company	100								
37				Total Class E-1									
38													
39	E-3	VI		Tolmak, Inc.	100								
40				Total Class E									
41													
42				Total Account 721				3 377 250				3 377 250	
43													
44													
45													
46													
47													
48													
49													

205. INVESTMENTS IN AFFILIATED COMPANIES—Continued

6. If any of the companies included in this schedule are controlled by respondent, the percent of control should be given in column (e). In case any company listed is controlled other than through actual ownership of securities, give particulars in a footnote. In cases of joint control, give names of other parties and particulars of control.

7. For nonpar stock, show the number of shares in lieu of the par value in columns (f), (g), (h), (i), (k), and (m).

8. In reporting advances, columns (f), (g), (h), (i), (k), and (m) should be left blank. If any advances are pledged, give particulars in a footnote.

9. Particulars of investments made, disposed of, or written down during

the year should be given in columns (k) to (o), inclusive. If the cost of any investment made during the year differs from the book value reported in column (f), explain the matter in a footnote. By "cost" is meant the consideration given minus accrued interest or dividends included therein. If the consideration given or received for such investments was other than cash, describe the transaction in a footnote. Identify all entries in column (n), which represent a reduction in the book value of securities by symbol and give full explanation in a footnote in each case.

10. This schedule should not include securities issued or assumed by respondent.

INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR						INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR									DIVIDENDS OR INTEREST DURING YEAR				Line No.
Total book value			Par value			Book value			Par value			Book value			Selling price			Rate	Amount credited to income			
(j)			(k)			(l)			(m)			(n)			(o)			(p)	(q)			
\$			\$			\$			\$			\$			\$			%	\$			
																					1	
																					2	
																					3	
																					4	
																					5	
																					6	
																					7	
																					8	
																					9	
																					10	
																					11	
																					12	
																					13	
																					14	
																					15	
																					16	
																					17	
																					18	
																					19	
																					20	
																					21	
																					22	
																					23	
																					24	
																					25	
																					26	
																					27	
																					28	
																					29	
																					30	
																					31	
																					32	
																					33	
																					34	
																					35	
																					36	
																					37	
																					38	
																					39	
																					40	
																					41	
																					42	
																					43	
																					44	
																					45	
																					46	
																					47	
																					48	
																					49	
																					50	
																					51	
																					52	
																					53	
																					54	
																					55	
																					56	
																					57	
																					58	
																					59	
																					60	
																					61	
																					62	
																					63	
																					64	
																					65	
																					66	
																					67	
																					68	
																					69	
																					70	
																					71	
																					72	
																					73	
																					74	
																					75	
																					76	
																					77	
																					78	
																					79	
																					80	
																					81	
																					82	
																					83	
																					84	
																					85	
																					86	
																					87	
																					88	
																					89	
																					90	
																					91	
																					92	
																					93	
																					94	
																					95	
																					96	
																					97	
																					98	
																					99	
																					100	

206. OTHER INVESTMENTS

1. Give particulars of investments in stocks, bonds, other secured obligations, unsecured notes, and investment advances of others than affiliated companies, included in accounts Nos. 715, "Sinking funds"; 716, "Capital and other reserve funds"; 722, "Other investments"; and 717, "Insurance and other funds."

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 19, classifying the investments by means of letters, figures, and symbols in columns (a), (b), and (c). Investment in U. S. Treasury obligations may be reported as one item.

3. Indicate by means of an arbitrary mark in column (d) the obligation in support of which any security is pledged, mortgaged, or otherwise encumbered, giving names and other important particulars of such obligations in footnotes.

4. Give totals for each class and for each subclass and a grand total for each account.

5. Entries in column (d) should show date of maturity of bonds and other evidences of indebtedness. In case obligations of the same designation mature serially, the date in column (d) may be reported as "Serially 19..... to 19....." In making entries in this column, abbreviations

Line No.	Account No.	Class No.	Kind of industry	Name of issuing company or government and description of security held; also lien reference, if any	INVESTMENTS AT CLOSE OF YEAR											
					PAR VALUE OF AMOUNT HELD AT CLOSE OF YEAR											
					Pledged (e)			Unpledged (f)			In sinking, insurance, and other funds (g)			Total par value (h)		
	(a)	(b)	(c)	(d)	\$			\$			\$			\$		
1																
2	715			<u>Sinking Funds</u>												
3																
4																
5	716			<u>Capital and Other Reserve Funds</u>												
6																
7		C-3	X	Chemical Bank - Deposit for destroyed cars						955					955	
8																
9																
10																
11	717			<u>Insurance and Other Funds</u>												
12																
13																
14	722			<u>Other Investments</u>												
15																
16	A-3	X		Greater Springhill Corp.				(10 Shares)						(10 Shares)		
17																
18	A-3	X		Club Memberships				1 317						1 317		
19				Total Class A				1 317						1 317		
20																
21																
22				<u>Bonds</u>												
23																
24	B-3	X		Louisiana State Fair Stadium												
25				Comm. 2% Income				1 200						1 200		
26																
27				Total Account 722				2 517						2 517		
28																
29																
30																
31																
32																
33																
34																
35																
36																
37																
38																
39																
40																
41																
42																
43																
44																
45																
46																
47																
48																
49																
50																
51																
52																
53																
54																

206. OTHER INVESTMENTS—Continued

In common use in standard financial publications may be used where necessary on account of limited space.

6. For nonpar stock, show the number of shares in lieu of the par value in columns (e), (f), (g), (h), (i), and (j).

7. In reporting advances, columns (e), (f), (g), (h), (i), and (j) should be left blank. If any advances are pledged, give particulars in a footnote.

8. Particulars of investments made, disposed of, or written down during the year should be given in columns (f) to (n), inclusive. If the cost of any investment made during the year differs from the book value reported in column (k), explain the matter in a footnote. By "cost" is meant the consideration given minus accrued interest or dividends included therein. If the consideration given or received for such investments was other than cash, describe the transaction in a footnote. Identify all entries in column (m) which represent a reduction in the book value of securities by symbol and give full explanation in a footnote in each case.

INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR			INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR			DIVIDENDS OR INTEREST DURING YEAR			Line No.						
Total book value			Par value			Book value			Selling price				Rate	Amount credited to income				
(f)			(g)			(h)			(i)				(j)	(k)				
\$			\$			\$			\$			\$		%	\$			
None						None						None						1
																		2
																		3
																		4
																		5
																		6
		955				None						None						7
																		8
		None				None						None						10
																		11
																		12
																		13
																		14
		1 000																15
		1 317																16
		2 317																17
																		18
																		19
																		20
																		21
																		22
																		23
																		24
		1 200							500		500		500	2%			34	25
		3 517							500		500		500				34	26
																		27
																		28
																		29
																		30
																		31
																		32
																		33
																		34
																		35
																		36
																		37
																		38
																		39
																		40
																		41
																		42
																		43
																		44
																		45
																		46
																		47
																		48
																		49
																		50
																		51
																		52
																		53

211B. DEPRECIATION BASE AND RATES—ROAD AND EQUIPMENT OWNED AND USED AND LEASED FROM OTHERS

1. Show in columns (b) and (e), for each primary account, the depreciation base used in computing the depreciation charges for the month of January and in columns (c) and (f) show the depreciation base used in computing the depreciation charges for the month of December; in columns (d) and (g) show the composite rates used in computing the depreciation charges for the month of December, and on lines 30 and 39 of these columns show the composite percentage for all road and equipment accounts, respectively, ascertained by applying the primary account composite rates to the depreciation base used in computing the charges for December and dividing the total so computed by the total depreciation base for the same month. The depreciation base should not include the cost of equipment, used but not owned, when the rents therefor are included in the rent for equipment accounts Nos. 536 to 540, inclusive. It should include the cost of equipment owned and leased to others when the rents therefrom are included in the rent for equipment accounts Nos. 503 to 507, inclusive. The composite rates used should be those prescribed or otherwise authorized by the Commission, except that where the use of component rates has been authorized, the composite rates to be

shown for the respective primary accounts should be recomputed from the December charges developed by the use of the authorized rates. If any changes in rates were effective during the year, give full particulars in a footnote.

2. All leased properties may be combined and one composite rate computed for each primary account, or a separate schedule may be included for each such property.

3. Show in columns (e), (f), and (g), data applicable to property, used but not owned, when the rent therefor is included in account 542. Report data applicable to improvements to such property, the cost of which is included in account 732, in columns (b), (c) and (d).

4. If the depreciation base for accounts 1, 2 1/2, 3, 5, and 39 includes nondepreciable property, a statement to that effect should be made in a footnote.

5. If depreciation accruals have been discontinued for any account, the depreciation base should be reported, nevertheless, in support of depreciation reserves. Authority for the discontinuance of accruals should be shown in a footnote indicating the account(s) affected.

Line No.	Account	OWNED AND USED						LEASED FROM OTHERS					
		DEPRECIATION BASE				Annual composite rate (percent) (d)	DEPRECIATION BASE				Annual composite rate (percent) (g)		
		At beginning of year (b)		At close of year (e)			At beginning of year (f)		At close of year (i)				
	(a)	\$		\$		%	\$		\$		%		
1	ROAD												
2	(1) Engineering	578	371	583	490	80							
3	(2) Other right-of-way expenditures	53	290	53	290	72							
4	(3) Grading	635	116	635	116	75							
5	(5) Tunnels and subways												
6	(6) Bridges, trestles, and culverts	4	092 707	4	172 066	43							
7	(7) Elevated structures												
8	(13) Fences, snowsheds, and signs	196	032	195	976	81							
9	(16) Station and office buildings	3	235 455	3	228 692	90							
10	(17) Roadway buildings	40	296	40	296	21							
11	(18) Water stations	66	345	46	437	80							
12	(19) Fuel stations	86	249	86	248	29							
13	(20) Shops and enginehouses	1	068 808	1	079 665	91							
14	(21) Grain elevators												
15	(22) Storage warehouses												
16	(23) Wharves and docks												
17	(24) Coal and ore wharves												
18	(25) TOFC/COFC terminals	288	852	288	852	96							
19	(26) Communication systems	761	168	761	168	52							
20	(27) Signals and interlockers	770	840	767	691	38							
21	(29) Power plants	22	626	22	626	25							
22	(31) Power transmission systems	306	356	343	256	50							
23	(35) Miscellaneous structures	48	094	48	094	15							
24	(37) Roadway machines	299	518	299	518								
25	(39) Public improvements—Construction	508	367	515	173	72							
26	(44) Shop machinery	111	153	111	153	45							
27	(45) Power-plant machinery	32	822	32	822	80							
28	All other road accounts												
29	Amortization (other than defense projects)												
30	Total road	13	202 465	13	311 629	05							
31	EQUIPMENT												
32	(52) Locomotives	5	115 500	4	079 262	76							
33	(53) Freight-train cars	29	175 273	23	921 661	05							
34	(54) Passenger-train cars												
35	(55) Highway revenue equipment												
36	(56) Floating equipment												
37	(57) Work equipment	376	164	370	566	00							
38	(58) Miscellaneous equipment	17	850	16	152	00							
39	Total equipment	34	684 787	28	387 641	08							
40	GRAND TOTAL	47	887 252	41	699 270								

211D. DEPRECIATION RESERVE—ROAD AND EQUIPMENT OWNED AND USED

1. Give the particulars called for hereunder with respect to credits and debits to account No. 735, "Accrued depreciation—Road and Equipment," during the year relating to road and equipment owned and used. This schedule should not include any entries for depreciation of equipment, used but not owned, when the rents therefor are included in the rent for equipment accounts Nos. 536 to 540, inclusive. It should include entries for depreciation of equipment owned but not used when the rents therefrom are included in the rent for equipment accounts Nos. 503 to 507, inclusive. (See schedule 211F for the reserve relating to road and equipment owned but not used by the respondent.) If any

entries are made for "Other credits" or "Other debits," state the facts occasioning such entries. A debit balance in column (b) or (c) for any primary account should be shown in parenthesis or designated "Dr."

2. If there is any inconsistency between the credits to the reserve as shown in column (c) and the charges to operating expenses, a full explanation should be given.

3. All credits or debits to the reserve representing amortization other than for defense projects, if a general amortization program has been authorized, should be entered on line 29.

Line No.	Account (a)	Balance at beginning of year (b)		Credits to Reserve During the Year		Debits to Reserve During the Year		Balance at close of year (g)	
				Charges to operating expenses (c)	Other credits (d)	Retirements (e)	Other debits (f)		
1	ROAD								
2	(1) Engineering	46	535	4	651	1	615	49	571
3	(24) Other right-of-way expenditures	21	762	1	982			23	744
4	(3) Grading	127	402	23	817			151	219
5	(5) Tunnels and subways								
6	(6) Bridges, trestles, and culverts	2	025 190	100	610	1	407	2	124 393
7	(7) Elevated structures								
8	(13) Fences, snow sheds, and signs	196	032	*		56	†	195	976
9	(16) Station and office buildings	237	129	61	419	21	211	244	551
10	(17) Roadway buildings	3	715		891			4	606
11	(18) Water stations	25	713	1	486	19	909	7	290
12	(19) Fuel stations	14	285	1	975			16	260
13	(20) Shops and enginehouses	86	343	20	535			106	878
14	(21) Grain elevators								
15	(22) Storage warehouses								
16	(23) Wharves and docks								
17	(24) Coal and ore wharves								
18	(25) TOFC/COFC terminals	4	384	10	943	32	786	48	113
19	(26) Communication systems	(72	421)	34	405	(56)		(37	960)
20	(27) Signals and interlockers	384	757	25	772	8	519	402	011
21	(29) Power plants	(5	809)		283			(5	527)
22	(31) Power-transmission systems	32	408	11	476			43	884
23	(35) Miscellaneous structures	5	426	1	034			6	460
24	(37) Roadway machines	290	109	†				290	109
25	(39) Public improvements—construction	264	351	19	122	461		283	012
26	(44) Shop Machinery *	29	873	3	835			33	708
27	(45) Power-plant machinery*	7	056		919			7	975
28	All other road accounts								
29	Amortization (other than defense projects)								
30	Total road	3	724 240	325	155	32	786	53	122
31	EQUIPMENT								
32	(52) Locomotives	4	847 507	179	776	941	239 + 1	463 348	2 622 696
33	(53) Freight-train cars	5	713 805	1	100 274	4	820 325	3	457 102
34	(54) Passenger-train cars								
35	(55) Highway revenue equipment								
36	(56) Floating equipment								
37	(57) Work equipment	136	707	33	635	1	335	169	007
38	(58) Miscellaneous equipment	4	591	2	439	1	698	5	332
39	Total equipment	10	702 610	1	316 124	5	764 597	1	463 348
40	GRAND TOTAL	14	426 850	1	641 279	1	496 134	5	817 719

*Chargeable to account 305.

* No depreciation accrued Interstate Commerce Commission letter, October 25, 1962-File D-L.

† No depreciation accrued Interstate Commerce Commission letter, May 9, 1968-File ACV-J.

+ Transfer of reserve Interstate Commerce Commission letter October 4, 1972-File ACV-CAW.

/ Transfer of reserve Interstate Commerce Commission letter April 27, 1972-File ACV-CAW.

218. FUNDED DEBT AND OTHER OBLIGATIONS

Line No.	Name and character of obligation	Nominal date of issue	Date of maturity	INTEREST PROVISIONS		DOES OBLIGATION PROVIDE FOR— (Answer "Yes" or "No")			IS OTHER PROPERTY (REAL OR PERSONAL OR LEASEHOLD) SUBJECT TO LIEN OF THE OBLIGATION? (Answer "Yes" or "No")		APPROXIMATE NUMBER OF MILES OF LINE DIRECTLY SUBJECT TO—	
				Rate percent per annum (current year)	Dates due	Con- version	Call prior to maturity, other than for sinking fund	Sinking fund	First lien	Junior to first lien	First lien	Junior to first lien
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)	
1	764-766 Equipment Obligations											
2	4C Equipment Purchase Agreements											
3												
4	Chemical Bank, New York	5-01-64	5-01-79	4.60	5/1-11/1	No	No	No	No			
5												
6	Chemical Bank, New York	4-01-65	4-01-75	4.55	4/1-10/1	No	No	No	No			
7				4.60								
8				4.625								
9												
10												
11												
12												
13												
14												
15												
16												
17												
18												
19												
20												
21												
22												
23												
24												
25												
26												
27												
28												
29												
30												
31												
32												
33												
34												
35												
36												
37												
38												
39												
40												
41												
42												
43												
44												
45												
46												
47												
48												
49												
50												
51												
52												
53												
54												
55												
56												
GRAND TOTAL..								XXXX	XXXX	XXXX	XXXX	

218. FUNDED DEBT AND OTHER OBLIGATIONS—Continued

Total amount nominally and actually issued	AMOUNT NOMINALLY ISSUED AND—			AMOUNT REACQUIRED AND—			TOTAL AMOUNT ACTUALLY OUTSTANDING			Line No.
	Held in special funds or in treas- ury or pledged (Identify pledged securities by symbol "P"; matured by symbol "M")	Canceled		Total amount actually issued	Canceled through sinking fund or otherwise canceled (Identify canceled through sinking fund by symbol "S")	Held in special funds or in treas- ury or pledged (Identify pledged securities by symbol "P"; matured by symbol "M")	Unmatured (accounts 765, 766, and 767)	Unmatured (account 764)	Matured and no provision made for payment (account 768)	
(m)	(n)	(o)		(p)	(q)	(r)	(s)	(t)	(u)	
\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	
										1
										2
										3
2 843 500				2 843 500	1 516 533		1 137 400	189 567		4
										5
7 773 840				7 773 840	5 441 688		1 554 768	777 384		6
										7
										8
										9
										10
										11
										12
										13
										14
										15
										16
										17
										18
										19
										20
										21
										22
										23
										24
										25
										26
										27
										28
										29
										30
										31
										32
										33
										34
										35
										36
										37
										38
										39
										40
										41
										42
										43
										44
										45
										46
										47
										48
										49
										50
										51
										52
										53
										54
10 617 340				10 617 340	6 958 221		2 692 168	966 951		55
										56

218. FUNDED DEBT AND OTHER OBLIGATIONS—Continued

RAILROAD CORPORATIONS--OPERATING--A

218. FUNDED DEBT AND OTHER OBLIGATIONS—Concluded

SECURITIES ISSUED OR ASSUMED DURING YEAR										SECURITIES REACQUIRED DURING YEAR						Line No.
Purpose of the issue and authority	Par value			Net proceeds received for issue (cash or its equivalent)			Expense of issuing securities			AMOUNT REACQUIRED						
										Par value			Purchase price			
	(a)	(aa)	(ab)	(ac)	(ad)	(ae)										
	\$			\$			\$			\$			\$			
Acquisition of Equipment																1
																2
5-1-64										189	567		189	567		3
4-1-65										777	384		777	384		4
																5
																6
																7
																8
																9
																10
																11
																12
																13
																14
																15
																16
																17
																18
																19
																20
																21
																22
																23
																24
																25
																26
																27
																28
																29
																30
																31
																32
																33
																34
																35
																36
																37
																38
																39
																40
																41
																42
																43
																44
																45
																46
																47
																48
																49
																50
																51
																52
																53
																54
																55
GRAND TOTAL										966	951		966	951		56

219. EQUIPMENT COVERED BY EQUIPMENT OBLIGATIONS

Give the particulars called for regarding the equipment obligations included in schedule 218, "Funded Debt and Other Obligations" (accounts Nos. 764, "Equipment obligations and other debt due within 1 year" and 766, "Equipment obligations") at the close of the year. In column (a) show the name by which the equipment obligation is designated and in

column (b) show the classes of equipment and the number of units covered by the obligation. In column (c) show the contract price to the original debtor; in column (d) show the cash paid on acceptance of equipment by the original debtor; do not report the price paid on a subsequent sale and assumption of balance of debt.

Line No.	Designation of equipment obligation (List names in the same order as in schedule 218) (a)	Description of equipment covered (b)	Contract price of equipment acquired (c)			Cash paid on acceptance of equipment (d)		
			\$			\$		
1								
2	Chemical Bank, N.Y.	160 Hopper Cars						
3	Assignee 5-1-64	20 Tank Cars	2,853	771		10	271	
4								
5	Chemical Bank, N.Y.	425 Box Cars						
6	Assignee 4-1-65	100 Gondola Cars						
7		110 Hopper Cars						
8		50 Bulkhead Flat Cars	7,773	845				5
9		685						
10								
11								
12								
13								
14								
15								
16								
17								
18								
19								
20								
21								
22								
23								
24								
25								
26								
27								
28								
29								
30								
31								
32								
33								
34								
35								
36								
37								
38								
39								
40								
41								
42								
43								
44								
45								
46								
47								
48								
49								
50								
51								
52								
53								
54								
55								
56								
57								
58								
59								
60								
61								
62								
63								
64								
65								
66								
67								
68								
69								
70								
71								
72								
73								
74								
75								
76								
77								
78								
79								
80								
81								
82								
83								
84								
85								
86								
87								
88								
89								
90								
91								
92								
93								
94								
95								
96								
97								
98								
99								
100								

228. CAPITAL STOCK

Give particulars of the various issues of capital stock of the respondent, distinguishing separate issues of any general class, if different in any respect.

In the second section list particulars of the various issues on the same lines and in the same order as in the first section.

Identify the entries in columns (m) to (s), inclusive, in a manner which will indicate whether par value or the number of shares is shown.

In stating the date of an authorization the date of the latest assent or ratification necessary to its validity should be shown; e. g., in case an authorization is required to be ratified by stockholders after action by the board of directors, but is not required to be approved by any State or other governmental board or officer, give the date of approval by stockholders; if the assent

of a State railroad commission or other public board or officer is necessary, give the date of such assent, or if subsequent to such assent notice has to be filed with a secretary of state or other public officer and a tax or other fee has to be paid as a condition precedent to the validity of the issue, give the date of such payment. In case some condition precedent has to be complied with after the approval and ratification of the stockholders has been obtained, state, in a footnote, the particulars of such condition and of the respondent's compliance therewith.

For the purposes of this report, capital stock and other securities are considered to be *nominally* issued when certificates are signed and sealed and placed with the proper officer for sale and delivery or are pledged or otherwise placed in some special fund of the respondent. They are considered to be *actually*

issued when sold to a bona fide purchaser for a valuable consideration, and such purchaser holds them free from control by the respondent. All securities actually issued and not reacquired by or for the respondent are considered to be *actually outstanding*. If reacquired by or for the respondent under such circumstances as require them to be considered as held alive, and not canceled or retired, they are considered to be *nominally outstanding*.

Column (d) refers to the initial preference dividend payable before any common dividend; columns (k) and (l) to participations in excess of initial preference dividend; at a specified percentage or amount (nonpar stock) (column (k)) or a percentage or proportion of the profits (column (l)).

Line No.	Class of stock	Date issue was authorized	Par value per share (if non-par, so state)	PREFERRED STOCK											
				Dividend rate specified in contract	Total amount of accumulated dividends			CUMULATIVE		Noncumulative ("Yes" or "No")	OTHER PROVISIONS OF CONTRACT				
								To extent earned ("Yes" or "No")	Fixed \$ rate or percent specified by contract		Convertible ("Yes" or "No")	Callable or redeemable ("Yes" or "No")	PARTICIPATING DIVIDENDS		
													Fixed amount or percent (Specify)	Fixed ratio with common (Specify)	
(a)	(b)	(c)	(d)	(e)			(f)	(g)	(h)	(i)	(j)	(k)	(l)		
1	Common	8-27-36	Non-Par	XXXXX	\$	XX	XX	XX	XXXXX	XXXXXXXX	XXXXX	XXXXX	XXXXXXXX	XXXXXX	XXXXXXXX
2				XXXXX		XX	XX	XX	XXXXX	XXXXXXXX	XXXXX	XXXXX	XXXXXXXX	XXXXXX	XXXXXXXX
3				XXXXX		XX	XX	XX	XXXXX	XXXXXXXX	XXXXX	XXXXX	XXXXXXXX	XXXXXX	XXXXXXXX
4				XXXXX		XX	XX	XX	XXXXX	XXXXXXXX	XXXXX	XXXXX	XXXXXXXX	XXXXXX	XXXXXXXX
5	Preferred 6% Series	8-27-36	50	6%		None			No	None	Yes	Yes	Yes	No	No
6	Preferred 4% Series	2-27-36	50	4%		None			No	None	Yes	No	Yes	No	No
7	Prior Preferred 6%														
8	Debtenture Cumulative	8-27-36	50	6%		None			No	6%	No	No	Yes	No	No
9															
10	Receipts outstanding for installments paid*														
11															
12															
13	TOTAL		XXXXX	XXXXX		None			XXXXX	XXXXXXXX	XXXXX	XXXXX	XXXXXXXX	XXXXXX	XXXXXXXX

Line No.	PAR VALUE OF PAR-VALUE STOCK OR NUMBER OF SHARES OF NONPAR STOCK										STOCK ACTUALLY OUTSTANDING AT CLOSE OF YEAR			
	Authorized		Authenticated		NOMINALLY ISSUED AND		Actually issued		REACQUIRED AND		Number of shares	Par value of par-value stock	Book value of stock without par value	
					Held in special funds or in treasury or pledged (Identify pledged securities by symbol "P")	Canceled			Canceled	Held in special funds or in treasury or pledged (Identify pledged securities by symbol "P")				
(m)	(n)	(o)	(p)	(q)	(r)	(s)	(t)	(u)	(v)	(w)	(x)	(y)	(z)	(aa)
1	Sh	210 000	Sh	160 000	None	None	160 000	None	None	None	160 000	None	4 000 000	
2														
3														
4														
5	2 000 000		2 000 000		None	None	2 000 000	None	None	None	40 000	2 000 000		
6	1 486 200		None		None	None	None	None	None	None				
7														
8	4 000 000		3 000 000		None	None	3 000 000	None	None	None	60 000	3 000 000		
9														
10														
11														
12														
13	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	260 000	5 000 000	4 000 000	

*State the class of capital stock covered by the receipts.

300. INCOME ACCOUNT FOR THE YEAR

1. Give the Income Account of the respondent for the year in accordance with the rules prescribed in the Uniform System of Accounts for Railroad Companies.

2. In column (d) show against the appropriate account the amount of income that is offset by deductions in other income accounts of respondent so far as they relate to companies the operations of which are covered by this operating report, the amount of such deductions or dispositions to be also shown against appropriate accounts. For example, road (A) operates road (B) under lease for a

rental of \$1,000,000, but road (A) owns 50 percent of the stock of road (B) on which it receives \$250,000 in dividends. The entries in column (d) should be: Account No. 613, "Dividend income," \$250,000; Account No. 542, "Rent for leased roads and equipment," \$250,000. Again, if road (C) has issued its own securities to acquire a part or all of the securities of road (D), a separately operated carrier, no entries should be made in column (d) by road (C) even though dividends or interest be received on such securities held by road (C). But if road (D) is a

Line No.	Item	Amount for current year			Amount for preceding year			Offsetting debits and credits for current year		
		(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)
	ORDINARY ITEMS									
1	OPERATING INCOME									
2	RAILWAY OPERATING INCOME									
3	(501) Railway operating revenues (p. 69)	38	619	557	36	849	520			
4	(531) Railway operating expenses (p. 76)	29	351	989	26	578	783			
5	Net revenue from railway operations	9	267	568	10	270	737			
6	(532) Railway tax accruals (p. 82)	3	092	917	4	200	834			
7	Railway operating income	6	174	651	6	069	903			
8	RENT INCOME									
9	(503) Hire of freight cars and highway revenue equipment—									
10	Credit balance (p. 88)		22	478		57	472			
11	(504) Rent from locomotives (p. 89)									
12	(505) Rent from passenger-train cars (p. 89)									
13	(506) Rent from floating equipment			162						
14	(507) Rent from work equipment		79	060		71	815			
15	(508) Joint facility rent income		101	700		129	287			
16	Total rent income									
17	RENTS PAYABLE									
18	(536) Hire of freight cars and highway revenue equipment—	3	219	954	2	872	731			
19	Debit balance (p. 88)		262	327		268	332			
20	(537) Rent for locomotives (p. 89)									
21	(538) Rent for passenger-train cars (p. 89)									
22	(539) Rent for floating equipment		53	702		58	064			
23	(540) Rent for work equipment		776	665		799	344			
24	(541) Joint facility rents	4	312	648	3	998	471			
25	Total rents payable	4	210	948	3	869	184			
26	Net rents (lines 15, 23)	1	963	703	2	200	719			
27	Net railway operating income (lines 7, 24)									
28	OTHER INCOME									
29	(502) Revenues from miscellaneous operations (p. 45)			428		428				
30	(509) Income from lease of road and equipment (p. 86)		161	401		176	596			
31	(510) Miscellaneous rent income (p. 86)			39			562			
32	(511) Income from nonoperating property (p. 43)									
33	(512) Separately operated properties—Profit (p. 87)		187	282		185	979			
34	(513) Dividend income		281	945		522	463			
35	(514) Interest income									
36	(516) Income from sinking and other reserve funds									
37	(517) Release of premiums on funded debt									
38	(518) Contributions from other companies		250	297		407	639			
39	(519) Miscellaneous income (p. 92)		881	314	1	293	667			
40	Total other income	2	845	017	3	494	386			
41	MISCELLANEOUS DEDUCTIONS FROM INCOME									
42	(534) Expenses of miscellaneous operations (p. 45)									
43	(535) Taxes on miscellaneous operating property (p. 45)		305	851		290	858			
44	(543) Miscellaneous rents (p. 91)			330			577			
45	(544) Miscellaneous tax accruals (p. 45)									
46	(545) Separately operated properties—Loss (p. 87)									
47	(549) Maintenance of investment organization									
48	(550) Income transferred to other companies		57	150		17	165			
49	(551) Miscellaneous income charges (p. 92)		363	331		307	446			
50	Total miscellaneous deductions	2	481	686	3	186	940			
51	Income available for fixed charges (lines 39, 49)									

300. INCOME ACCOUNT FOR THE YEAR—Continued

"proprietary" company for which no separate operating report is rendered, appropriate entries to column (d) should be made by road (C). If a leased road is assigned to another company for operation, the rent paid should be offset by the rent received. The examples indicated should not be taken to exclude others of a similar nature.

3. Returns for the year reported on lines 1 to 25, inclusive, should be analyzed in columns (e) to (k) in accordance with the Commission's rules governing the separation of operating

expenses between freight and passenger service; railroads.

4. Any unusual accruals involving substantial amounts included in column (h) on lines 9 to 25, inclusive, should be fully explained in a footnote.

5. All contra entries hereunder should be indicated in parentheses.

RAIL-LINE, INCLUDING WATER TRANSFERS																		Other items not related to either freight or to passenger and allied services	Line No.
Related solely to freight service (e)			Apportioned to freight service (f)			Total freight service (g)			Related solely to passenger and allied services (h)			Apportioned to passenger and allied services (i)			Total passenger service (j)			(k)	
\$			\$			\$			\$			\$			\$			\$	
XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	1
XX	XX	XX	XX	XX	XX	38	619	557	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	2
						29	351	989											3
						9	267	568											4
						3	092	317											5
						6	174	651											6
																			7
																			8
																			9
						22	478												10
																			11
																			12
																			13
																			14
																			15
																			16
						3	219	954											17
						262	327												18
																			19
																			20
																			21
																			22
																			23
						4	312	648											24
						(4	210	948)											25
						1	963	703											26

If this report is made for a system, list hereunder the names of all companies included in the system returns:

300. INCOME ACCOUNT FOR THE YEAR—Concluded

Line No.	Item (a)	Amount for current year (b)			Amount for preceding year (c)			Offsetting debits and credits for current year (d)		
		\$	xx	xx	\$	xx	xx	\$	xx	xx
51	FIXED CHARGES									
52	(542) Rent for leased roads and equipment (p. 90).....		67	807		39	484			
53	(546) Interest on funded debt:									
54	(a) Fixed interest not in default.....		180	798		233	823			
55	(b) Interest in default.....									
56	(547) Interest on unfunded debt.....									
57	(548) Amortization of discount on funded debt.....		3	147		3	147			
58	Total fixed charges.....		251	752		276	454			
59	Income after fixed charges (lines 50, 58).....		2	229	934		2	910	486	
60	OTHER DEDUCTIONS									
61	(546) Interest on funded debt:									
62	(c) Contingent interest.....									
63	Ordinary income (lines 59, 62).....		2	229	934		2	910	486	
64	EXTRAORDINARY AND PRIOR PERIOD ITEMS									
65	(570) Extraordinary items - Net Credit (Debit)(p. 92).....									
66	(580) Prior period items - Net Credit (Debit)(p. 92).....									
67	(590) Federal income taxes on extraordinary and prior period items - Debit (Credit)(p. 92).....									
68	Total extraordinary and prior period items - Credit (Debit)....									
69	Net income transferred to Retained Income-Unappropriated (lines 63, 68).....		2	229	934		2	910	486	

NOTE.—See page 301B for explanatory notes, which are an integral part of the Income Account for the Year.

NOTES AND REMARKS

305. RETAINED INCOME--UNAPPROPRIATED

1. Show hereunder the items of the Retained Income Accounts of the respondent for the year, classified in accordance with the Uniform System of Accounts for Railroad Companies.

2. All contra entries hereunder should be indicated in parentheses.
3. Indicate under "Remarks" the amount of assigned Federal income tax consequences, accounts 606 and 616.

Line No.	Item (a)	Amount (b)			Remarks (c)
	CREDITS				
1	(602) Credit balance transferred from Income (p. 66) -----	\$	2 229	934	
2	(606) Other credits to retained income -----				Net of Federal income taxes ----- \$ <u>None</u>
3	(622) Appropriations released -----				
4	Total -----		2 229	934	
	DEBITS				
5	(612) Debit balance transferred from Income (p. 66) -----				
6	(616) Other debits to retained income -----				Net of Federal income taxes ----- \$ <u>None</u>
7	(620) Appropriations for sinking and other reserve funds -----				
8	(621) Appropriations for other purposes -----				
9	(623) Dividends (p. 68) -----		1 300	000	
10	Total -----		1 300	000	
11	Net increase during year* -----		929	934	
12	Balance at beginning of year (p. 11)* -----	60	202	364	
13	Balance at end of year (carried to p. 11)* -----	61	132	298	

* Amount in parentheses indicates debit balance.

Note.--See p. 92, schedule 396, for analysis of Retained Income accounts.

306. DIVIDEND APPROPRIATIONS

1. Give particulars of each dividend declared. For par value or nonpar stock, show in column (d) the respective total par value or total number of shares on which dividend was declared and the corresponding rate percent or per share in column (b) or (c). If any such dividend was payable in anything other than cash, explain the matter fully in a footnote.

2. If an obligation of any character has been incurred for the purpose of procuring funds for the payment of any dividend or for the purpose of

replenishing the treasury of the respondent after payment of any dividend, give full particulars in a footnote. If any class of stock received a return not reportable in this schedule, state the particulars of the case in a footnote.

3. The sum of the dividends stated in column (e) should equal the amount shown in schedule No. 305.

Line No.	Name of security on which dividend was declared (a)	Rate percent (par value stock) or rate per share (nonpar stock)		Total par value of stock or total number of shares of nonpar stock on which dividend was declared (d)	Dividends (account 623) (e)	DATES	
		Regular (b)	Extra (c)			Declared (f)	Payable (g)
41	Preferred Stock	1-1/2%		\$ 2 000 000	\$ 30 000	6-08-71	4-01-72
42	" "	1-1/2%		2 000 000	30 000	6-15-72	7-01-72
43	" "	1-1/2%		2 000 000	30 000	6-15-72	10-01-72
44	" "	1-1/2%		2 000 000	30 000	6-15-72	1-01-73
45	Prior Preferred Stock	1-1/2%		3 000 000	45 000	6-08-71	4-01-72
46	" "	1-1/2%		3 000 000	45 000	6-15-72	7-01-72
47	" "	1-1/2%		3 000 000	45 000	6-15-72	10-01-72
48	" "	1-1/2%		3 000 000	45 000	6-15-72	1-01-73
49	Common Stock			160,000 Shares	1 000 000	6-15-72	6-30-72
50							
51							
52							
53					1 300 000		

101. IDENTITY OF RESPONDENT

Answers to the questions asked should be made in full, without reference to data returned on the corresponding page of previous reports. In case any changes of the nature referred to under inquiry 4 or 5 on this page have taken place during the year covered by this report, they should be explained in detail on page 128.

1. Give in full the exact name of the respondent. Use the words "The" and "Company" only when they are parts of the corporate name. Be careful to distinguish between railroad and railway. The corporate name should be given uniformly throughout the report, notably on the cover, on the title page, and in the "Verification" (p. 129). If the report is made by receivers, trustees, a committee of bondholders, or individuals otherwise in possession of the property, state names and facts with precision.

2. If incorporated under a special charter, give date of passage of the act; if under a general law, give date of filing certificate of organization; if a reorganization has been effected, give date of reorganization. If a receivership or other trust, give also date when such receivership or other

possession began. If a partnership, give date of formation and also names in full of present partners.

3. Give specific reference to laws of each State or Territory under which organized, citing chapter and section. Include all grants of corporate powers by the United States, or by Canada or other foreign country; also, all amendments to charter.

4. Give specific reference to special or general laws under which each consolidation or merger or combination of other form was effected, citing chapter and section. Specify Government, State, or Territory under the laws of which each company consolidated or merged or otherwise combined into the present company was organized; give reference to the charters of each and to all amendments of them.

5. State the occasion for the reorganization, whether by reason of foreclosure of mortgage or otherwise, according to the fact. Give date of organization of original corporation and refer to laws under which organized.

1. Exact name of common carrier making this report The Arkansas Western Railway Company

2. Date of incorporation May 13, 1904

3. Under laws of what Government, State, or Territory organized? If more than one, name all. Give specific reference to each charter or statute and all amendments thereof, effected during the year. If previously effected, show the year(s) of the report(s) setting forth details. If in bankruptcy, give court of jurisdiction and dates of beginning of receivership or trusteeship and of appointment of receivers or trustees.

Laws of Arkansas as shown in Chapter 133 Kirbys Digest of Arkansas Statutes

4. If the respondent was formed as the result of a consolidation or merger during the year, name all constituent and all merged companies

No change during year

5. If respondent was reorganized during the year, give name of original corporation and state the occasion for the reorganization

No change during year

6. State whether or not the respondent during the year conducted any part of its business under a name or names other than that shown in response to inquiry No. 1, above; if so, give full particulars

No change during year

7. Class of switching and terminal company
(See section No. 7 on inside of front cover)

Class II Railroad

1. Give particulars of the various directors and officers of the respondent at the close of the year.

2. State in column (c) of schedule No. 102 and column (d) of schedule No. 103, the number of voting shares of the respondent, other than directors' qualifying shares, that were beneficially owned, directly or indirectly, by each director or principal general officer at the close of the year. This includes shares owned of record, shares owned through holding companies, trusts or other mediums, and shares owned but held in the names of brokers or other nominees. Insert the word "None" where applicable.

3. In schedule No. 103 give the title, name, and address of the principal general officers having system jurisdiction by departments, as follows: Executive, Legal, Fiscal and Accounting, Purchasing, Operating, and Traffic. If there are receivers, trustees, or committees, who are recognized as in the controlling management of the road or of some department of it, give also their names and titles, and the location of their offices, separately grouped and identified.

4. If the duties of an officer extend to more than one department, or if his duties are not in accordance with the customary acceptance of his given title, state briefly the facts in a footnote.

102. DIRECTORS

Line No.	Name of director (a)	Office address (b)	Date of beginning of term (c)	Date of expiration of term (d)	Number of voting shares actually or beneficially owned (e)	Remarks (f)
1	W. N. Deramus III	Kansas City, Missouri	5-17-72	5-22-73	1	
2	L. O. Frith	Kansas City, Missouri	"	"	1	
3	T. A. Giltner	Kansas City, Missouri	"	"	1	
4	G. E. Kellogg	Kansas City, Missouri	"	"	1	
5	R. J. Blair	Kansas City, Missouri	"	"	1	
6	C. C. Davis	Fort Smith, Arkansas	"	"	1	
7	Frank Dyke	Fort Smith, Arkansas	"	"	1	
8	C. B. Marrs	Fort Smith, Arkansas	"	"	1	
9	W. A. McKeown	Waldron, Arkansas	"	"	1	
10						
11						
12						
13						
14						
15						
16						
17						
18						
19						
20						

21. Give the names and titles of all officers of the Board of Directors in control of the respondent at the close of the year:

Chairman of board

Secretary (or clerk) of board

22. Name the members of the executive committee of the Board of Directors of the respondent at the close of the year (naming first the chairman), and state briefly the powers and duties of that committee:

103. PRINCIPAL GENERAL OFFICERS OF CORPORATION, RECEIVER, OR TRUSTEE

Line No.	Title of general officer (a)	Department or departments over which jurisdiction is exercised (b)	Name of person holding office at close of year (c)	Number of voting shares actually or beneficially owned (d)	Office address (e)
	GENERAL OFFICERS OF CORPORATION				
31	President		W. N. Deramus III	1	Kansas City, Missouri
32	Vice President		L. O. Frith	1	Kansas City, Missouri
33	Secretary		G. E. Kellogg	1	Kansas City, Missouri
34	Treasurer		V. C. Pragman		Kansas City, Missouri
35	Auditor		T. A. Giltner	1	Kansas City, Missouri
36	General Counsel		R. E. Zimmerman		Kansas City, Missouri
37	Vice President		M. F. McClain		Kansas City, Missouri
38					
39					
40					
41					
42					
43					
44					
45					
46					
47					
48					
49					
50					
51					
52					
53					
54					

104 D. COMPANIES CONTROLLING RESPONDENT

1. Enter in column (a) the names of all companies controlling the respondent. Commence with the company which is most remote followed by the company immediately controlled by it. If control over the respondent or control over an intermediary through which respondent is controlled has changed during the year, indicate by footnote the date and manner in which control was established such as exchange of stock, exchange of assets for stock, cash purchase, etc.
2. In column (b) indicate the principal business activity of the companies listed in column (a) such as transportation, manufacturing, investments, etc.
3. In column (c) indicate the form of control exercised by the company immediately controlled by it.
4. In column (d) indicate the extent of control. If control cannot be expressed by percentage of voting stock ownership, explain in detail by footnote.

Line No.	Name of Controlling Company or Individual (a)	Principal Business Activity (b)	Form of Control (c)	Extent of Control (d)
1	The Kansas City Southern Railway Company	Railroad	Stock Ownership	100%
2				
3				
4				
5				
6				
7				
8				
9				
10				
11				
12				
13				
14				
15				
16				
17				
18				
19				
20				

108 STOCKHOLDERS REPORTS

1. The respondent is required to send to the Bureau of Accounts, immediately upon preparation, two copies of its latest annual report to stockholders. Check appropriate box:

☐ Two copies are attached to this report.

☐ Two copies will be submitted _____
(date)

☒ No annual report to stockholders is prepared.

The Arkansas Western Railway Company is a wholly owned subsidiary of The Kansas City Southern Railway Company and its annual report is included with parent company in report to Stockholders.

109. VOTING POWERS AND ELECTIONS

1. State the par value of each share of stock: Common, \$ 100 per share; first preferred, \$ _____ per share; second preferred, \$ _____ per share; debenture stock, \$ _____ per share.
2. State whether or not each share of stock has the right to one vote; if not, give full particulars in a footnote It has
3. Are voting rights proportional to holdings? _____ If not, state in a footnote the relation between holdings and corresponding voting rights.
4. Are voting rights attached to any securities other than stock? _____ If so, name in a footnote each security, other than stock, to which voting rights are attached (as of the close of the year), and state in detail the relation between holdings and corresponding voting rights, stating whether voting rights are actual or contingent, and if contingent showing the contingency.
5. Has any class or issue of securities any special privileges in the election of directors, trustees, or managers, or in the determination of corporate action by any method? No If so, describe fully in a footnote each such class or issue and give a succinct statement showing clearly the character and extent of such privileges.
6. Give the date of the latest closing of the stock book prior to the actual filing of this report, and state the purpose of such closing Not closed during year
7. State the total voting power of all security holders of the respondent at the date of such closing, if within one year of the date of such filing; if not, state as of the close of the year. 6,500 votes, as of December 31, 1972
8. State the total number of stockholders of record, as of the date shown in answer to inquiry No. 7. One stockholders.
9. Give the names of the thirty security holders of the respondent who, at the date of the latest closing of the stock book or compilation of list of stockholders of the respondent (if within 1 year prior to the actual filing of this report), had the highest voting powers in the respondent, showing for each his address, the number of votes which he would have had a right to cast on that date had a meeting then been in order, and the classification of the number of votes to which he was entitled, with respect to securities held by him, such securities being classified as common stock, second preferred stock, first preferred stock, and other securities, stating in a footnote the names of such other securities (if any). If any such holder held in trust, give (in a footnote) the particulars of the trust. In the case of voting trust agreements give, as supplemental information on page 13, the names and addresses of the thirty largest holders of the voting trust certificates and the amount of their individual holdings. If the stock book was not closed or the list of stockholders compiled within such year, show such thirty security holders as of the close of the year.

Line No.	Name of security holder	Address of security holder	Number of votes to which security holder was entitled	NUMBER OF VOTES, CLASSIFIED WITH RESPECT TO SECURITIES ON WHICH BASED			
				Common	PREFERRED		Other securities with voting power
	(a)	(b)	(c)	(d)	Second (e)	First (f)	(g)
1	The Kansas City Southern						
2	Railway Company	Kansas City, Missouri	6,500	6,500			
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							
18							
19							
20							
21							
22							
23							
24							
25							
26							
27							
28							
29							
30							

10. State the total number of votes cast at the latest general meeting for the election of directors of the respondent. 6,500 votes cast.
11. Give the date of such meeting May 16, 1972
12. Give the place of such meeting Kansas City, Missouri

THE ARKANSAS WESTERN RAILWAY COMPANY

200A. COMPARATIVE GENERAL BALANCE SHEET—ASSETS

For instructions covering this schedule, see the text pertaining to General Balance Sheet Accounts in the Uniform System of Accounts for Railroad Companies. The entries in this balance sheet should be consistent with those in the supporting schedules on the pages indicated. The entries in column (c) should be restated to conform with the account-

ing requirements followed in column (b). The entries in the short column (c) should be deducted from those in column (a) in order to obtain corresponding entries for column (b). All contra entries hereunder should be indicated in parenthesis.

Line No.	Account or Item (a)	Balance at close of year (b)	Balance at beginning of year (c)
CURRENT ASSETS			
1	(701) Cash	19 588	12 677
2	(702) Temporary cash investments (p. 15)	245 000	240 000
3	(703) Special deposits (p. 15)		
4	(704) Loans and notes receivable (p. 15)		
5	(705) Traffic and car-service balances—Debit		
6	(706) Net balance receivable from agents and conductors	1 777	589
7	(707) Miscellaneous accounts receivable	125	
8	(708) Interest and dividends receivable	478	538
9	(709) Accrued accounts receivable (p. 15)	16 711	1 948
10	(710) Working fund advances		
11	(711) Prepayments (p. 15)		
12	(712) Material and supplies		
13	(713) Other current assets (p. 15)	(121)	755
14	Total current assets	283 558	256 507
SPECIAL FUNDS			
	(a1) Total book assets at close of year	(a2) Respondent's own issues included in (a1)	
15	(715) Sinking funds (pp. 16 and 17)		
16	(716) Capital and other reserve funds (pp. 16 and 17)		
17	(717) Insurance and other funds (pp. 16 and 17)		
18	Total special funds		
INVESTMENTS			
19	(721) Investments in affiliated companies (pp. 20-23)		
20	(722) Other investments (pp. 20-23)		
21	(723) Reserve for adjustment of investment in securities—Credit (p. 19, Instruction 9)		
22	Total investments (accounts 721, 722 and 723)		
PROPERTIES			
23	(731) Road and equipment property (pp. 30-32)	466 101	464 694
24	Road	445 489	
25	Equipment		
26	General expenditures	17 755	
27	Other elements of investment		
28	Construction work in progress	2 857	
29	(732) Improvements on leased property (pp. 30-32)		
30	Road		
31	Equipment		
32	General expenditures		
33	Total transportation property (accounts 731 and 732)	466 101	464 694
34	(735) Accrued depreciation—Road and Equipment (pp. 36 and 38)	(50 315)	(49 641)
35	(736) Amortization of defense projects—Road and Equipment (p. 39)		
36	Recorded depreciation and amortization (accounts 735 and 736)	(50 315)	(49 641)
37	Total transportation property less recorded depreciation and amortization (line 33 less line 36)	415 786	415 053
38	(737) Miscellaneous physical property (pp. 44 and 45)	70	70
39	(738) Accrued depreciation—Miscellaneous physical property (pp. 44 and 45)		
40	Miscellaneous physical property less recorded depreciation (account 737 less 738)	70	70
41	Total properties less recorded depreciation and amortization (line 37 plus line 40)	415 856	415 123
OTHER ASSETS AND DEFERRED CHARGES			
42	(741) Other assets (p. 46)		
43	(742) Unamortized discount on long-term debt		
44	(743) Other deferred charges (p. 46)	438	1 013
45	Total other assets and deferred charges	438	1 013
46	TOTAL ASSETS	699 852	672 643

NOTE.—See page 12 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

200L. COMPARATIVE GENERAL BALANCE SHEET—LIABILITIES AND SHAREHOLDERS' EQUITY

For instructions covering this schedule, see the text pertaining to General Balance Sheet Accounts in the Uniform System of Accounts for Railroad Companies. The entries in this balance sheet should be consistent with those in the supporting schedules on the pages indicated. The entries in column (c) should be restated to conform with the accounting requirements followed

in column (b). The entries in short column (a1) should reflect total book liability at close of year. The entries in the short column (a2) should be deducted from those in column (a1) in order to obtain corresponding entries for column (b). All contra entries hereunder should be indicated in parenthesis.

Line No.	Account or Item (a)	Balance at close of year (b)	Balance at beginning of year (c)
CURRENT LIABILITIES			
47	(751) Loans and notes payable (p. 55)	841	1 454
48	(752) Traffic and car-service balances—Credit	152 164	9 238
49	(753) Audited accounts and wages payable	101	
50	(754) Miscellaneous accounts payable		
51	(755) Interest matured unpaid		
52	(756) Dividends matured unpaid		
53	(757) Unmatured interest accrued		
54	(758) Unmatured dividends declared		
55	(759) Accrued accounts payable (p. 55)	870	1 575
56	(760) Federal income taxes accrued (p. 56)	4 240	4 186
57	(761) Other taxes accrued (p. 56)	4 837	10 009
58	(763) Other current liabilities (p. 55)		
59	Total current liabilities (exclusive of long-term debt due within one year)	163 054	6 444
LONG-TERM DEBT DUE WITHIN ONE YEAR			
	(a1) Total issued (a2) Held by or for respondent		
60	(764) Equipment obligations and other debt (pp. 48-51)		
LONG-TERM DEBT DUE AFTER ONE YEAR			
	(a1) Total issued (a2) Held by or for respondent		
61	(765) Funded debt unmatured	1 075 000	1 075 000
62	(766) Equipment obligations		
63	(767) Receivers' and Trustees' securities		
64	(768) Debt in default		
65	(769) Amounts payable to affiliated companies (p. 54)	4 251 789	4 251 789
66	Total long-term debt due after one year	5 326 789	5 326 789
RESERVES			
67	(771) Pension and welfare reserves (p. 57)		
68	(772) Insurance reserves (p. 57)	2 000	
69	(774) Casualty and other reserves (p. 57)	2 000	
70	Total reserves		
OTHER LIABILITIES AND DEFERRED CREDITS			
71	(781) Interest in default (p. 50)		
72	(782) Other liabilities (p. 57)	8 045	10 513
73	(783) Unamortized premium on long-term debt		
74	(784) Other deferred credits (p. 57)	2 193	812
75	(785) Accrued depreciation—Leased property (p. 37)		
76	Total other liabilities and deferred credits	10 238	11 325
SHAREHOLDERS' EQUITY			
<i>Capital stock (Par or stated value)</i>			
	(a1) Total issued (a2) Held by or for company		
77	(791) Capital stock issued—Total	650 000	650 000
78	Common stock (p. 59)	650 000	650 000
79	Preferred stock (p. 59)		
80	(792) Stock liability for conversion (p. 60)		
81	(793) Discount on capital stock		
82	Total capital stock	650 000	650 000
<i>Capital surplus</i>			
83	(794) Premiums and assessments on capital stock (p. 61)		
84	(795) Paid-in surplus (p. 61)		
85	(796) Other capital surplus (p. 61)		
86	Total capital surplus		
<i>Retained income</i>			
87	(797) Retained income—Appropriated (p. 61)		
88	(798) Retained income—Unappropriated (p. 68)	5 452 229	5 321 915
89	Total retained income	5 452 229	5 321 915
90	Total shareholders' equity	4 802 229	4 671 915
91	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	699 852	672 643

NOTE—See page 12 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

1302. DEPRECIATION BASE AND RATES—ROAD AND EQUIPMENT OWNED AND USED AND LEASED FROM OTHERS

1. Show in columns (b) and (e), for each primary account, the depreciation base used in computing the depreciation charges for the month of January and in columns (c) and (f) show the depreciation base used in computing the depreciation charges for the month of December; in columns (d) and (g) show the composite rates used in computing the depreciation charges for the month of December, and on lines 30 and 39 of these columns show the composite percentage for all road and equipment accounts, respectively, ascertained by applying the primary account composite rates to the depreciation base used in computing the charges for December and dividing the total so computed by the total depreciation base for the same month. The depreciation base should not include the cost of equipment, used but not owned, when the rents therefor are included in the rent for equipment accounts Nos. 536 to 540, inclusive. It should include the cost of equipment owned and leased to others when the rents therefor are included in the rent for equipment accounts Nos. 503 to 507, inclusive. The composite rates used should be those prescribed or otherwise authorized by the Commission, except that where the use of component rates has been authorized, the com-

posite rates to be shown for the respective primary accounts should be re-computed from the December charges developed by the use of the authorized rates. If any changes in rates were effective during the year, give full particulars in a footnote.

2. All leased properties may be combined and one composite rate computed for each primary account, or a separate schedule may be included for each such property.

3. Show in columns (e), (f), and (g), data applicable to property, used but not owned, when the rent therefor is included in account No. 542. Report data applicable to improvements to such property, the cost of which is included in account 732, in columns (b), (c) and (d).

4. If the depreciation base for accounts 1, 2½, 3, 5, and 39 includes non-depreciable property, a statement to that effect should be made in a footnote.

5. If depreciation accruals have been discontinued for any account, the depreciation base should be reported nevertheless in support of depreciation reserves. Authority for the discontinuance of accruals should be shown in a footnote indicating the account(s) affected.

Line No.	Account (a)	OWNED AND USED			LEASED FROM OTHERS		
		DEPRECIATION BASE		Annual composite rate (percent) (d)	DEPRECIATION BASE		Annual composite rate (percent) (g)
		At beginning of year (b)	At close of year (c)		At beginning of year (e)	At close of year (f)	
1	ROAD						
2	(1) Engineering	15 756	15 636	60			
3	(2½) Other right-of-way expenditures						
4	(3) Grading	67 400	66 979	12			
5	(5) Tunnels and subways						
6	(6) Bridges, trestles, and culverts	48 356	47 813	3 10			
7	(7) Elevated structures						
8	(13) Fences, snowsheds, and signs	7 815	7 815	4 55			
9	(16) Station and office buildings	6 733	6 733	2 05			
10	(17) Roadway buildings	1 393	1 393	2 80			
11	(18) Water stations						
12	(19) Fuel stations						
13	(20) Shops and enginehouses						
14	(21) Grain elevators						
15	(22) Storage warehouses						
16	(23) Wharves and docks						
17	(24) Coal and ore wharves						
18	(25) TOFC/COFC terminals						
19	(26) Communication systems						
20	(27) Signals and interlockers						
21	(29) Power plants						
22	(31) Power-transmission systems						
23	(35) Miscellaneous structures						
24	(37) Roadway machines	48	48	9 60			
25	(39) Public improvements—Construction	1 829	1 826	3 38			
26	(44) Shop machinery						
27	(45) Power-plant machinery						
28	All other road accounts						
29	Amortization (other than defense projects)						
30	Total road	149 330	148 243	1 21			
31	EQUIPMENT						
32	(52) Locomotives						
33	(53) Freight-train cars						
34	(54) Passenger-train cars						
35	(55) Highway revenue equipment						
36	(56) Floating equipment						
37	(57) Work equipment						
38	(58) Miscellaneous equipment						
39	Total equipment						
40	GRAND TOTAL	149 330	148 243	1 21			

1501. DEPRECIATION RESERVE—ROAD AND EQUIPMENT OWNED AND USED

1. Give the particulars called for hereunder with respect to credits and debits to account No. 735, "Accrued depreciation—Road and Equipment," during the year relating to road and equipment owned and used. This schedule should not include any entries for depreciation of equipment, used but not owned, when the rents therefor are included in the rent for equipment accounts Nos. 536 to 540, inclusive. It should include entries for depreciation of equipment owned but not used when the rents therefrom are included in the rent for equipment accounts Nos. 503 to 507, inclusive. (See schedule 1502 for the reserve relating to road and equipment owned but not used by the respondent.) If any

entries are made for "Other credits" or "Other debits," state the facts occasioning such entries. A debit balance in column (b) or (g) for any primary account should be shown in red or designated "Dr."

2. If there is any inconsistency between the credits to the reserve as shown in column (c) and the charges to operating expenses, a full explanation should be given.

3. All credits or debits to the reserve representing amortization other than for defense projects, if a general amortization program has been authorized, should be entered on line 29.

Line No.	Account (a)	Balance at beginning of year (b)		Credits to Reserve During the Year		Debits to Reserve During the Year		Balance at close of year (g)	
				Charges to operating expenses (c)	Other credits (d)	Retirements (e)	Other debits (f)		
1	ROAD								
2	(1) Engineering	(	112)	96		176		(	194)
3	(2) Other right-of-way expenditures		17						17
4	(3) Grading	(	18 511)	81		405		(	18 835)
5	(5) Tunnels and subways								
6	(6) Bridges, trestles, and culverts		31 374	1 488		543			32 319
7	(7) Elevated structures								
8	(13) Fences, snowsheds, and signs		7 815						7 815
9	(16) Station and office buildings		3 515	138					3 653
10	(17) Roadway buildings		1 393						1 393
11	(18) Water stations								
12	(19) Fuel stations								
13	(20) Shops and enginehouses								
14	(21) Grain elevators								
15	(22) Storage warehouses								
16	(23) Wharves and docks								
17	(24) Coal and ore wharves								
18	(25) TOFC/COFC terminals								
19	(26) Communication systems	(	1 417)					(	1 417)
20	(27) Signals and interlockers								
21	(29) Power plants								
22	(31) Power-transmission systems								
23	(35) Miscellaneous structures								
24	(37) Roadway machines		211	*					211
25	(39) Public improvements—Construction		1 813	*		3			1 810
26	(44) Shop machinery*								
27	(45) Power-plant machinery*								
28	All other road accounts								
29	Amortization (other than defense projects)		23 543						23 543
30	Total road		49 641	1 801		1 127			50 315
31	EQUIPMENT								
32	(52) Locomotives								
33	(53) Freight-train cars								
34	(54) Passenger-train cars								
35	(55) Highway revenue equipment								
36	(56) Floating equipment								
37	(57) Work equipment								
38	(58) Miscellaneous equipment								
39	Total equipment								
40	GRAND TOTAL		49 641	1 801		1 127			50 315

*Chargeable to account 5223.

* Ceased accruing depreciation per letter of Mr. M. Paolo, Director, I.C.C. dated April 30, 1970.

File ACV-MEB.

1901. INCOME ACCOUNT FOR THE YEAR

1. Give the Income Account of the respondent for the year in accordance with the rules prescribed in the Uniform System of Accounts for Railroad Companies. All contra entries hereunder should be indicated in parentheses.

2. Any unusual accruals involving substantial amounts included in columns (b) and (d) on lines 9 to 63, inclusive, should be fully explained in a footnote.

3. Give the particulars called for on lines 71 to 92, inclusive, with respect to net accruals of taxes on railway property and U.S. Government taxes. Substantial adjustments included in the amounts reported should be explained.

4. On page 21A show an analysis and distribution of Federal income taxes.

Line No.	Item (a)	Amount applicable to the year (b)			Line No.	Item (c)	Amount applicable to the year (d)		
		\$	xx	xx			\$	xx	xx
1	ORDINARY ITEMS				51	FIXED CHARGES			
2	RAILWAY OPERATING INCOME				52	(542) Rent for leased roads and equipment (p. 27).....			
3	(501) Railway operating revenues (p. 23).....		201	950	53	(546) Interest on funded debt:			
4	(531) Railway operating expenses (p. 24).....		285	606	54	(a) Fixed interest not in default.....			
5	Net revenue from railway operations.....		83	656	55	(b) Interest in default.....			
6	(532) Railway tax accruals.....		19	339	56	(547) Interest on unfunded debt.....			
7	Railway operating income.....		102	995	57	(548) Amortization of discount on funded debt.....			
8	RENT INCOME				58	Total fixed charges.....		130	314
9	(503) Hire of freight cars and highway revenue freight equipment—Credit balance.....				59	Income after fixed charges (lines 50, 58).....			
10	(504) Rent from locomotives.....				60	OTHER DEDUCTIONS			
11	(505) Rent from passenger-train cars.....				61	(546) Interest on funded debt:			
12	(506) Rent from floating equipment.....				62	(c) Contingent interest.....		130	314
13	(507) Rent from work equipment.....				63	Ordinary income (lines 59, 62).....			
14	(508) Joint facility rent income.....								
15	Total rent income.....				64	EXTRAORDINARY AND PRIOR PERIOD ITEMS			
16	RENTS PAYABLE				65	(570) Extraordinary items - Net Cr. (Dr.) (p. 21B).....			
17	(526) Hire of freight cars and highway revenue freight equipment—Debit balance.....		38	805	66	(580) Prior period items - Net Cr. (Dr.) (p. 21B).....			
18	(527) Rent for locomotives.....		1	298	67	(590) Federal income taxes on extraordinary and prior period items - Debit (Credit) (p. 21B).....			
19	(528) Rent for passenger-train cars.....				68	Total extraordinary and prior period items - Cr. (Dr.).....			
20	(529) Rent for floating equipment.....				69	Net income transferred to Retained Income.....		130	314
21	(540) Rent for work equipment.....					Unappropriated.....			
22	(541) Joint facility rents.....		40	103	70	ANALYSIS OF ACCOUNTS, RAILWAY TAX ACCRUALS			
23	Total rents payable.....		40	103	71	United States Government taxes:			
24	Net rents (lines 15, 23).....				72	Income taxes.....			
25	Net railway operating income (lines 7, 24).....		143	098	73	Old age retirement.....		9	970
26	OTHER INCOME				74	Unemployment insurance.....		3	021
27	(502) Revenue from miscellaneous operations (p. 24).....				75	All other United States taxes.....		12	991
28	(509) Income from lease of road and equipment (p. 27).....				76	Total—U.S. Government taxes.....			
29	(510) Miscellaneous rent income (p. 25).....		1	792	77	Other than U.S. Government taxes: ^a			
30	(511) Income from co-operating property (p. 26).....				78	Arkansas.....		3	667
31	(512) Separately operated properties—Profit.....				79	Oklahoma.....		2	681
32	(513) Dividend income.....				80				
33	(514) Interest income.....		11	050	81				
34	(516) Income from sinking and other reserve funds.....				82				
35	(517) Release of premiums on funded debt.....				83				
36	(518) Contributions from other companies (p. 27).....				84				
37	(519) Miscellaneous income (p. 28).....				85				
38	Total other income.....		12	842	86				
39	Total income (lines 25, 38).....		130	256	87				
40	MISCELLANEOUS DEDUCTIONS FROM INCOME				88				
41	(534) Expenses of miscellaneous operations (p. 24).....				89				
42	(536) Taxes on miscellaneous operating property (p. 24).....				90				
43	(543) Miscellaneous rents (p. 25).....			11	91	Total—Other than U.S. Government taxes.....		6	348
44	(544) Miscellaneous tax accruals.....				92	Grand Total—Railway tax accruals (account 532).....		19	339
45	(545) Separately operated properties—Loss.....								
46	(549) Maintenance of investment organization.....								
47	(552) Income transferred to other companies (p. 27).....			47					
48	(561) Miscellaneous income charges (p. 28).....			58					
49	Total miscellaneous deductions.....								
50	Income available for fixed charges (lines 39, 49).....		130	314					

^aEnter name of State.

NOTE.—See page 21B for explanatory notes, which are an integral part of the Income Account for the Year.

1901. RETAINED INCOME—UNAPPROPRIATED

1. Show hereunder the items of the Retained Income Accounts of the respondent for the year, classified in accordance with the Uniform System of Accounts for Railroad Companies.

2. All contra entries hereunder should be indicated in parentheses.

3. Indicate under "Remarks" the amount of assigned Federal income tax consequences, accounts 606 and 616.

Line No.	Item (a)	Amount (b)		Remarks (c)
	CREDITS	\$		
1	(602) Credit balance transferred from Income (p. 21)			
2	(606) Other credits to retained income?			Net of Federal income taxes \$ <u>None</u>
3	(622) Appropriations released			
4	Total			
	DEBITS			
5	(612) Debit balance transferred from Income (p. 21)	130	314	
6	(616) Other debits to retained income?			Net of Federal income taxes \$ <u>None</u>
7	(620) Appropriations for sinking and other reserve funds			
8	(621) Appropriations for other purposes			
9	(628) Dividends (p. 23)			
10	Total	130	314	
11	Net increase during year*	(	130 314)	
12	Balance at beginning of year (p. 5)*	(	5 321 915)	
13	Balance at end of year (carried to p. 7)*	(	5 452 229)	

* Amount in parentheses indicates debit balance.

† Show principal items in detail.

670. FUNDED DEBT UNMATURED

Give particulars of the various issues of securities in accounts Nos. 764, "Equipment obligations and other debt due within one year" (excluding equipment obligations), and 765, "Funded debt unmatured," at close of the year. Funded debt, as here used, comprises all obligations maturing later than one year after date of issue in accordance with the instructions in the Uniform System of Accounts for Railroad Companies. Show

each issue separately, and make all necessary explanations in footnotes. For the purposes of this report, securities are considered to be actually issued when sold to a bona fide purchaser for a valuable consideration, and such purchaser holds free from control by the respondent. All securities actually issued and not reacquired by or for the respondent are considered to be actually outstanding. It should be noted that section 20a of

the Interstate Commerce Act makes it unlawful for a carrier to issue or assume any securities, unless and until, and then only to the extent that, the Commission by order authorizes such issue or assumption. Entries in columns (k) and (l) should include interest accrued on funded debt reacquired, matured during the year, even though no portion of the issue is outstanding at the close of the year.

Line No.	Name and character of obligation (a)	Nominal date of issue (b)	Date of maturity (c)	INTEREST PROVISIONS		Total amount nominally and actually issued (f)	Nominally issued and held by or for respondent (Identify pledged securities by symbol "P") (g)	Total amount actually issued (h)	Reacquired and held by or for respondent (Identify pledged securities by symbol "P") (i)	Actually outstanding at close of year (j)	INTEREST DURING YEAR			
				Rate percent per annum (d)	Dates due (e)						Accrued (k)	Actually paid (l)		
1	First Mortgage Bonds	6-1	10-1		6-1 and	\$		\$		\$		\$		
2	Original Issue	1904	1975	6	12-1		650 000		650 000		650 000			
3	Additional Issue	6-1-29	1975	6	6-1; 12-1		425 000		425 000		425 000			
4	TOTAL						1 075 000		1 075 000		1 075 000			
5	Funded debt canceled: Nominally issued, \$ None Actually issued, \$ None													
6	Purpose for which issue was authorized† Purchase and/or construction of railway property													

690. CAPITAL STOCK

Give the particulars called for concerning the several classes and issues of capital stocks of the respondent outstanding at the close of the year, and make all necessary explanations in footnotes. For definition of securities actually issued and actually outstanding see instructions for schedule 670. It should be noted that section 20a of the Interstate Commerce Act makes it unlawful for a carrier to issue or assume any securities, unless and until, and then only to the extent that, the Commission by order authorizes such issue or assumption.

Line No.	Class of stock	Date issue was authorized†	Par value per share	Authorized†	Authorized	PAR VALUE OF PAR VALUE OR SHARES OF NONPAR STOCK			ACTUALLY OUTSTANDING AT CLOSE OF YEAR		
						Nominally issued and held by or for respondent (Identify pledged securities by symbol "P")	Total amount actually issued	Reacquired and held by or for respondent (Identify pledged securities by symbol "P")	Par value of par-value stock	SHARES WITHOUT PAR VALUE	
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	Number	Book value
11	Common	5-11-04	100	3 000 000	650 000	None	650 000	None	650 000		
12											
13											
14											
15	Par value of par value or book value of nonpar stock canceled: Nominally issued, \$ None Actually issued, \$ None										
16	Amount of receipts outstanding at the close of the year for installments received on subscriptions for stocks None										
17	Purpose for which issue was authorized† Purchase of The Arkansas Western Railroad Company										
18	The total number of stockholders at the close of the year was Ten										

695. RECEIVERS' AND TRUSTEES' SECURITIES

Give particulars of evidences of indebtedness issued and payment of equipment obligations assumed by receivers and trustees under orders of a court as provided for in account No. 767, "Receivers' and trustees' securities." For definition of securities actually issued, and actually outstanding, see instructions for schedule 670.

Line No.	Name and character of obligation (a)	Nominal date of issue (b)	Date of maturity (c)	INTEREST PROVISIONS		Total par value authorized † (f)			TOTAL PAR VALUE HELD BY OR FOR RESPONDENT AT CLOSE OF YEAR						Total par value actually outstanding at close of year (i)		INTEREST DURING YEAR					
				Rate percent per annum (d)	Dates due (e)				Nominally issued (g)			Nominally outstanding (h)					Accrued (j)		Actually paid (k)			
						\$			\$			\$			\$			\$				
1																						
2																						
3																						
4	NONE																					
5																						
6																						
7																						
					TOTAL																	

† By the State Board of Railroad Commissioners, or other public authority, if any, having control over the issue of securities; if no public authority has such control, state the purpose and amounts as authorized by the board of directors and approved by stockholders.

101. IDENTITY OF RESPONDENT

Answers to the questions asked should be made in full, without reference to data returned on the corresponding page of previous reports. In case any changes of the nature referred to under inquiry 4 or 5 on this page have taken place during the year covered by this report, they should be explained in detail on page 128.

1. Give in full the exact name of the respondent. Use the words "The" and "Company" only when they are parts of the corporate name. Be careful to distinguish between railroad and railway. The corporate name should be given uniformly throughout the report, notably on the cover, on the title page, and in the "Verification" (p. 129). If the report is made by receivers, trustees, a committee of bondholders, or individuals otherwise in possession of the property, state names and facts with precision.

2. If incorporated under a special charter, give date of passage of the act; if under a general law, give date of filing certificate of organization; if a reorganization has been effected, give date of reorganization. If a receivership or other trust, give also date when such receivership or other

possession began. If a partnership, give date of formation and also names in full of present partners.

3. Give specific reference to laws of each State or Territory under which organized, citing chapter and section. Include all grants of corporate powers by the United States, or by Canada or other foreign country; also, all amendments to charter.

4. Give specific reference to special or general laws under which each consolidation or merger or combination of other form was effected, citing chapter and section. Specify Government, State, or Territory under the laws of which each company consolidated or merged or otherwise combined into the present company was organized; give reference to the charters of each and to all amendments of them.

5. State the occasion for the reorganization, whether by reason of foreclosure of mortgage or otherwise, according to the fact. Give date of organization of original corporation and refer to laws under which organized.

1. Exact name of common carrier making this report

Fort Smith and Van Buren Railway Company

2. Date of incorporation

April 9, 1910

3. Under laws of what Government, State, or Territory organized? If more than one, name all. Give specific reference to each charter or statute and all amendments thereof, effected during the year. If previously effected, show the year(s) of the report(s) setting forth details. If in bankruptcy, give court of jurisdiction and dates of beginning of receivership or trusteeship and of appointment of receivers or trustees.

State of Arkansas Chapter 137 Popes Digest - Statutes of Arkansas 1937 CC 111 Arkansas 1899

4. If the respondent was formed as the result of a consolidation or merger during the year, name all constituent and all merged companies

No change during year

5. If respondent was reorganized during the year, give name of original corporation and state the occasion for the reorganization

No change during year

6. State whether or not the respondent during the year conducted any part of its business under a name or names other than that shown in response to inquiry No. 1, above; if so, give full particulars

7. Class of switching and terminal company
(See section No. 7 on inside of front cover)

Class II Railroad

1. Give particulars of the various directors and officers of the respondent at the close of the year.

2. State in column (c) of schedule No. 102 and column (d) of schedule No. 103, the number of voting shares of the respondent, other than directors' qualifying shares, that were beneficially owned, directly or indirectly, by each director or principal general officer at the close of the year. This includes shares owned of record, shares owned through holding companies, trusts or other mediums, and shares owned but held in the names of brokers or other nominees. Insert the word "None" where applicable.

3. In schedule No. 108 give the title, name, and address of the principal general officers having system jurisdiction by departments, as follows: Executive, Legal, Fiscal and Accounting, Purchasing, Operating, and Traffic. If there are receivers, trustees, or committees, who are recognized as in the controlling management of the road or of some department of it, give also their names and titles, and the location of their offices, separately grouped and identified.

4. If the duties of an officer extend to more than one department, or if his duties are not in accordance with the customary acceptance of his given title, state briefly the facts in a footnote.

102. DIRECTORS

Line No.	Name of director (a)	Office address (b)	Date of beginning of term (c)	Date of expiration of term (d)	Number of voting shares actually or beneficially owned (e)	Remarks (f)
1	W. N. Deramus III	Kansas City, Missouri	5-22-72	5-28-73	1	
2	R. J. Blair	Kansas City, Missouri	"	"	1	
3	L. O. Frith	Kansas City, Missouri	"	"	1	
4	G. E. Kellogg	Kansas City, Missouri	"	"	1	
5	V. C. Pragman	Kansas City, Missouri	"	"	1	
6	M. F. McClain	Kansas City, Missouri	"	"	1	
7	T. A. Giltner	Kansas City, Missouri	"	"	1	
8	Walter Ayers	Fort Smith, Arkansas	"	"	1	
9	A. Dunklin	Fort Smith, Arkansas	"	"	1	
10	McLoud Sicard	Fort Smith, Arkansas	"	"	1	
11	Ed Wernack	Fort Smith, Arkansas	"	"	1	
12	C. Wenderoth, Jr.	Fort Smith, Arkansas	"	"	1	
13						
14						
15						
16						
17						
18						
19						
20						

21. Give the names and titles of all officers of the Board of Directors in control of the respondent at the close of the year:

Chairman of board

Secretary (or clerk) of board

22. Name the members of the executive committee of the Board of Directors of the respondent at the close of the year (naming first the chairman), and state briefly the powers and duties of that committee:

103. PRINCIPAL GENERAL OFFICERS OF CORPORATION, RECEIVER, OR TRUSTEE

Line No.	Title of general officer (a)	Department or departments over which jurisdiction is exercised (b)	Name of person holding office at close of year (c)	Number of voting shares actually or beneficially owned (d)	Office address (e)
GENERAL OFFICERS OF CORPORATION					
21	President		W. N. Deramus III	1	Kansas City, Missouri
22	Vice President		L. O. Frith	1	Kansas City, Missouri
23	Secretary		G. E. Kellogg	1	Kansas City, Missouri
24	Vice President		M. F. McClain	1	Kansas City, Missouri
25	Auditor		T. A. Giltner	1	Kansas City, Missouri
26	Treasurer		V. C. Pragman	1	Kansas City, Missouri
27	General Counsel		R. E. Zimmerman		Kansas City, Missouri
28					
29					
30					
31					
32					
33					
34					
35					
36					
37					
38					
39					
40					
41					
42					
43					
44					
45					
46					
47					
48					
49					
50					
51					
52					
53					
54					

109. VOTING POWERS AND ELECTIONS

1. State the par value of each share of stock: Common, \$100. per share; first preferred, \$..... per share; second preferred, \$..... per share; debenture stock, \$..... per share.
2. State whether or not each share of stock has the right to one vote; if not, give full particulars in a footnote **It has**
3. Are voting rights proportional to holdings? **Yes**..... If not, state in a footnote the relation between holdings and corresponding voting rights.
4. Are voting rights attached to any securities other than stock? **No**..... If so, name in a footnote each security, other than stock, to which voting rights are attached (as of the close of the year), and state in detail the relation between holdings and corresponding voting rights, stating whether voting rights are actual or contingent, and if contingent showing the contingency.
5. Has any class or issue of securities any special privileges in the election of directors, trustees, or managers, or in the determination of corporate action by any method? **No**..... If so, describe fully in a footnote each such class or issue and give a succinct statement showing clearly the character and extent of such privileges.
6. Give the date of the latest closing of the stock book prior to the actual filing of this report, and state the purpose of such closing
Not closed during year
7. State the total voting power of all security holders of the respondent at the date of such closing, if within one year of the date of such filing; if not, state as of the close of the year. **120** votes, as of **December 31, 1972**
8. State the total number of stockholders of record, as of the date shown in answer to inquiry No. 7. **One** stockholders.
9. Give the names of the thirty security holders of the respondent who, at the date of the latest closing of the stock book or compilation of list of stockholders of the respondent (if within 1 year prior to the actual filing of this report), had the highest voting powers in the respondent, showing for each his address, the number of votes which he would have had a right to cast on that date had a meeting then been in order, and the classification of the number of votes to which he was entitled, with respect to securities held by him, such securities being classified as common stock, second preferred stock, first preferred stock, and other securities, stating in a footnote the names of such other securities (if any). If any such holder held in trust, give (in a footnote) the particulars of the trust. In the case of voting trust agreements give, as supplemental information on page 13, the names and addresses of the thirty largest holders of the voting trust certificates and the amount of their individual holdings. If the stock book was not closed or the list of stockholders compiled within such year, show such thirty security holders as of the close of the year.

Line No	Name of security holder	Address of security holder	Number of votes to which security holder was entitled	NUMBER OF VOTES, CLASSIFIED WITH RESPECT TO SECURITIES ON WHICH BASIS			
				Common	PREFERRED		Other securities with voting power
	(a)	(b)	(c)	(d)	Second (e)	First (f)	(g)
1	The Kansas City Southern						
2	Railway Company	Kansas City, Missouri	120	120			
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							
18							
19							
20							
21							
22							
23							
24							
25							
26							
27							
28							
29							
30							

10. State the total number of votes cast at the latest general meeting for the election of directors of the respondent. **120** votes cast.
11. Give the date of such meeting **May 22, 1972**
12. Give the place of such meeting **Kansas City, Missouri**

200A. COMPARATIVE GENERAL BALANCE SHEET—ASSETS

For instructions covering this schedule, see the text pertaining to General Balance Sheet Accounts in the Uniform System of Accounts for Railroad Companies. The entries in this balance sheet should be consistent with those in the supporting schedules on the pages indicated. The entries in column (c) should be restated to conform with the account-

ing requirements followed in column (b). The entries in the short column (a) should be deducted from those in column (a) in order to obtain corresponding entries for column (b). All contra entries hereunder should be indicated in parenthesis.

Line No.	Account or item (a)	Balance at close of year (b)	Balance at beginning of year (c)
CURRENT ASSETS			
1	(701) Cash	25	194
2	(702) Temporary cash investments (p. 15)		
3	(703) Special deposits (p. 15)		
4	(704) Loans and notes receivable (p. 15)		
5	(705) Traffic and car-service balances—Debit		
6	(706) Net balance receivable from agents and conductors		
7	(707) Miscellaneous accounts receivable	140	120
8	(708) Interest and dividends receivable		
9	(709) Accrued accounts receivable (p. 15)	10 336	19 547
10	(710) Working fund advances		
11	(711) Prepayments (p. 15)		
12	(712) Material and supplies		
13	(713) Other current assets (p. 15)		
14	Total current assets	10 501	19 473
SPECIAL FUNDS			
	(a1) Total book assets at close of year	(a2) Respondent's own losses included in (a1)	
15	(715) Sinking funds (pp. 16 and 17)		
16	(716) Capital and other reserve funds (pp. 16 and 17)		
17	(717) Insurance and other funds (pp. 16 and 17)		
18	Total special funds		
INVESTMENTS			
19	(721) Investments in affiliated companies (pp. 20-23)		
20	(722) Other investments (pp. 20-23)		
21	(723) Reserve for adjustment of investment in securities—Credit (p. 19, Instruction 9)		
22	Total investments (accounts 721, 722 and 723)		
PROPERTIES			
23	(731) Road and equipment property (pp. 30-32)	421 329	414 165
24	Road	410 099	
25	Equipment		
26	General expenditures	4 596	
27	Other elements of investment		
28	Construction work in progress	6 634	
29	(732) Improvements on leased property (pp. 30-32)		
30	Road		
31	Equipment		
32	General expenditures		
33	Total transportation property (accounts 731 and 732)	421 329	414 165
34	(735) Accrued depreciation—Road and Equipment (pp. 36 and 38)	(23 175)	(21 264)
35	(736) Amortization of defense projects—Road and Equipment (p. 39)		
36	Recorded depreciation and amortization (accounts 735 and 736)	(23 175)	(21 264)
37	Total transportation property less recorded depreciation and amortization (line 33 less line 36)	398 154	392 901
38	(737) Miscellaneous physical property (pp. 44 and 45)	97 288	100 104
39	(738) Accrued depreciation—Miscellaneous physical property (pp. 44 and 45)		
40	Miscellaneous physical property less recorded depreciation (account 737 less 738)	97 288	100 104
41	Total properties less recorded depreciation and amortization (line 37 plus line 40)	495 442	493 005
OTHER ASSETS AND DEFERRED CHARGES			
42	(741) Other assets (p. 46)		
43	(742) Unamortized discount on long-term debt		
44	(743) Other deferred charges (p. 46)		
45	Total other assets and deferred charges		
46	TOTAL ASSETS	505 943	512 478

Notes.—See page 12 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

ANNUAL REPORT 1972 CLASS I

134500

KANSAS CITY SOUTHERN RAILWAY CO.

4 OF 4

200L. COMPARATIVE GENERAL BALANCE SHEET—LIABILITIES AND SHAREHOLDERS' EQUITY

For instructions covering this schedule, see the text pertaining to General Balance Sheet Accounts in the Uniform System of Accounts for Railroad Companies. The entries in this balance sheet should be consistent with those in the supporting schedules on the pages indicated. The entries in column (c) should be restated to conform with the accounting requirements followed

in column (b). The entries in short column (a1) should reflect total book liability at close of year. The entries in the short column (a2) should be deducted from those in column (a1) in order to obtain corresponding entries for column (b). All contra entries hereunder should be indicated in parenthesis.

Line No.	Account or Item (a)	Balance at close of year (b)	Balance at beginning of year (c)
CURRENT LIABILITIES			
47	(751) Loans and notes payable (p. 55)		
48	(752) Traffic and car-service balances—Credit		
49	(753) Audited accounts and wages payable	12 098	56 002
50	(754) Miscellaneous accounts payable		
51	(755) Interest matured unpaid		
52	(756) Dividends matured unpaid		
53	(757) Unmatured interest accrued		
54	(758) Unmatured dividends declared		
55	(759) Accrued accounts payable (p. 55)		
56	(760) Federal income taxes accrued (p. 56)		22 915
57	(761) Other taxes accrued (p. 56)	2 297	2 362
58	(763) Other current liabilities (p. 55)	(950)	
59	Total current liabilities (exclusive of long-term debt due within one year)	13 445	30 725
LONG-TERM DEBT DUE WITHIN ONE YEAR			
60	(764) Equipment obligations and other debt (pp. 48-51)	(a1) Total issued (a2) Held by or for respondent	
LONG-TERM DEBT DUE AFTER ONE YEAR			
61	(765) Funded debt unmatured	(a1) Total issued (a2) Held by or for respondent	
62	(766) Equipment obligations	130 000 None	130 000
63	(767) Receivers' and Trustees' securities		
64	(768) Debt in default		
65	(769) Amounts payable to affiliated companies (p. 54)		259 874
66	Total long-term debt due after one year	387 058	389 874
RESERVES			
67	(771) Pension and welfare reserves (p. 57)		
68	(772) Insurance reserves (p. 57)		
69	(774) Casualty and other reserves (p. 57)		
70	Total reserves		
OTHER LIABILITIES AND DEFERRED CREDITS			
71	(781) Interest in default (p. 50)		
72	(782) Other liabilities (p. 57)		2 070
73	(783) Unamortized premium on long-term debt		
74	(784) Other deferred credits (p. 57)		
75	(785) Accrued depreciation—Leased property (p. 37)		
76	Total other liabilities and deferred credits		2 070
SHAREHOLDERS' EQUITY			
<i>Capital stock (Par or stated value)</i>			
77	(791) Capital stock issued—Total	(a1) Total issued (a2) Held by or for company	
78	Common stock (p. 59)	12 000 None	12 000
79	Preferred stock (p. 59)	12 000 None	12 000
80	(792) Stock liability for conversion (p. 60)		
81	(793) Discount on capital stock		
82	Total capital stock	12 000	12 000
<i>Capital surplus</i>			
83	(794) Premiums and assessments on capital stock (p. 61)		
84	(795) Paid-in surplus (p. 61)		
85	(796) Other capital surplus (p. 61)		
86	Total capital surplus		
<i>Retained income</i>			
87	(797) Retained income—Appropriated (p. 61)		
88	(798) Retained income—Unappropriated (p. 65)	93 440	139 259
89	Total retained income	93 440	139 259
90	Total shareholders' equity	105 440	151 259
91	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	505 943	512 478

NOTE—See page 12 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

FORT SMITH AND VAN BUREN RAILWAY COMPANY

1302. DEPRECIATION BASE AND RATES—ROAD AND EQUIPMENT OWNED AND USED AND LEASED FROM OTHERS

1. Show in columns (b) and (e), for each primary account, the depreciation base used in computing the depreciation charges for the month of January and in columns (c) and (f) show the depreciation base used in computing the depreciation charges for the month of December; in columns (d) and (g) show the composite rates used in computing the depreciation charges for the month of December, and on lines 30 and 39 of these columns show the composite percentage for all road and equipment accounts, respectively, ascertained by applying the primary account composite rates to the depreciation base used in computing the charges for December and dividing the total so computed by the total depreciation base for the same month. The depreciation base should not include the cost of equipment, used but not owned, when the rents therefor are included in the rent for equipment accounts Nos. 336 to 340, inclusive. It should include the cost of equipment owned and leased to others when the rents therefor are included in the rent for equipment accounts Nos. 503 to 507, inclusive. The composite rates used should be those prescribed or otherwise permitted by the Commission, except that where the use of component rates has been authorized, the com-

posite rates to be shown for the respective primary accounts should be re-computed from the December charges developed by the use of the authorized rates. If any changes in rates were effective during the year, give full particulars in a footnote.

2. All leased properties may be combined and one composite rate computed for each primary account, or a separate schedule may be included for each such property.

3. Show in columns (e), (f), and (g), data applicable to property, used but not owned, when the rent therefor is included in account No. 542. Report data applicable to improvements to such property, the cost of which is included in account 732, in columns (b), (c) and (d).

4. If the depreciation base for accounts 1, 2½, 3, 5, and 39 includes non-depreciable property, a statement to that effect should be made in a footnote.

5. If depreciation accruals have been discontinued for any account, the depreciation base should be reported nevertheless in support of depreciation reserves. Authority for the discontinuance of accruals should be shown in a footnote indicating the account(s) affected.

Line No.	Account (a)	OWNED AND USED			LEASED FROM OTHERS			
		DEPRECIATION BASE		Annual composite rate (percent) (d)	DEPRECIATION BASE		Annual composite rate (percent) (g)	
		At beginning of year (b)	At close of year (c)		At beginning of year (e)	At close of year (f)		
		\$	\$	%	\$	\$	%	
1	ROAD							
2	(1) Engineering	5 086	5 086	40				
3	(2½) Other right-of-way expenditures	712	712	2 70				
4	(3) Grading	39 038	39 038	12				
5	(5) Tunnels and subways							
6	(6) Bridges, trestles, and culverts	41 221	41 221	4 24				
7	(7) Elevated structures							
8	(13) Fences, snowsheds, and signs	2 690	2 690	5 00				
9	(16) Station and office buildings	477	477	2 88				
10	(17) Roadway buildings							
11	(18) Water stations							
12	(19) Fuel stations							
13	(20) Shops and enginehouses	89	89	2 97				
14	(21) Grain elevator							
15	(23) Storage warehouses							
16	(23) Wharves and docks							
17	(24) Coal and ore wharves							
18	(25) TOFC/COFC terminals							
19	(26) Communication systems	149	149	3 20				
20	(27) Signals and interlockers							
21	(29) Power plants							
22	(31) Power-transmission systems							
23	(35) Miscellaneous structures	46	46	9 66				
24	(37) Roadway machines	4 092	4 092	1 60				
25	(39) Public improvements—Construction							
26	(44) Shop machinery							
27	(45) Power-plant machinery							
28	All other road accounts							
29	Amortization (other than defense projects)							
30	Total road	93 600	93 600	2 05				
31	EQUIPMENT							
32	(52) Locomotives							
33	(53) Freight-train cars							
34	(54) Passenger-train cars							
35	(55) Highway revenue equipment							
36	(56) Floating equipment							
37	(57) Work equipment							
38	(58) Miscellaneous equipment							
39	Total equipment							
40	GRAND TOTAL	93 600	93 600	xx xx				xx xx

1501. DEPRECIATION RESERVE—ROAD AND EQUIPMENT OWNED AND USED

1. Give the particulars called for hereunder with respect to credits and debits to account No. 735, "Accrued depreciation—Road and Equipment," during the year relating to road and equipment owned and used. This schedule should not include any entries for depreciation of equipment, used but not owned, when the rents therefor are included in the rent for equipment accounts Nos. 536 to 540, inclusive. It should include entries for depreciation of equipment owned but not used when the rents therefor are included in the rent for equipment accounts Nos. 503 to 507, inclusive. (See schedule 1502 for the reserve relating to road and equipment owned but not used by the respondent.) If any

entries are made for "Other credits" or "Other debits," state the facts occasioning such entries. A debit balance in column (b) or (g) for any primary account should be shown in red or designated "Dr."

2. If there is any inconsistency between the credits to the reserve as shown in column (c) and the charges to operating expenses, a full explanation should be given.

3. All credits or debits to the reserve representing amortization other than for defense projects, if a general amortization program has been authorized, should be entered on line 29.

Line No.	Account (a)	Balance at beginning of year (b)		Credits to Reserve During the Year		Debits to Reserve During the Year		Balance at close of year (g)	
				Charges to operating expenses (c)	Other credits (d)	Retirements (e)	Other debits (f)		
1	ROAD								
2	(1) Engineering	(4 231)		21				(4 210)	
3	(24) Other right-of-way expenditures	408		19				427	
4	(3) Grading	(21 612)		47				(21 565)	
5	(5) Tunnels and subways								
6	(6) Bridges, trestles, and culverts	32 211		1 759				33 970	
7	(7) Elevated structures								
8	(13) Fences, snowsheds, and signs	8 968						8 968	
9	(16) Station and office buildings	477						477	
10	(17) Roadway buildings	1 742						1 742	
11	(18) Water stations	416						416	
12	(19) Fuel stations								
13	(20) Shops and enginehouses	229						229	
14	(21) Grain elevators								
15	(22) Storage warehouses								
16	(23) Wharves and docks								
17	(24) Coal and ore wharves								
18	(25) TOFC/COFC terminals								
19	(26) Communication systems	638						638	
20	(27) Signals and interlockers								
21	(29) Power plants								
22	(31) Power-transmission systems								
23	(35) Miscellaneous structures								
24	(37) Roadway machines	382						382	
25	(39) Public improvements—Construction	1 636		65				1 701	
26	(44) Shop machinery*								
27	(45) Power-plant machinery*								
28	All other road accounts								
29	Amortization (other than defense projects)								
30	Total road	21 264		1 911				23 175	
31	EQUIPMENT								
32	(52) Locomotives								
33	(53) Freight-train cars								
34	(54) Passenger-train cars								
35	(55) Highway revenue equipment								
36	(56) Floating equipment								
37	(57) Work equipment								
38	(58) Miscellaneous equipment								
39	Total equipment								
40	GRAND TOTAL	21 264		1 911				23 175	

*Chargeable to account 222.

1801. INCOME ACCOUNT FOR THE YEAR

1. Give the Income Account of the respondent for the year in accordance with the rules prescribed in the Uniform System of Accounts for Railroad Companies. All contra entries hereunder should be indicated in parentheses.

2. Any unusual accruals involving substantial amounts included in columns (b) and (d) on lines 9 to 63, inclusive, should be fully explained in a footnote.

3. Give the particulars called for on lines 71 to 92, inclusive, with respect to net accruals of taxes on railway property and U.S. Government taxes. Substantial adjustments included in the amounts reported should be explained.

4. On page 213 show an analysis and distribution of Federal income taxes.

Line No.	Item (a)	Amount applicable to the year (b)			Line No.	Item (c)	Amount applicable to the year (d)		
		\$	xx	xx			\$	xx	xx
1	ORDINARY ITEMS				51	FIXED CHARGES			
2	RAILWAY OPERATING INCOME				52	(542) Rent for leased roads and equipment (p. 27)			
3	(501) Railway operating revenues (p. 25)		114	000	53	(546) Interest on funded debt:			
4	(531) Railway operating expenses (p. 24)		81	620	54	(a) Fixed interest not in default			
5	Net revenue from railway operations		32	380	55	(b) Interest in default			
6	(332) Railway tax accruals		11	654	56	(547) Interest on unfunded debt			
7	Railway operating income		20	726	57	(548) Amortization of discount on funded debt			
8	RENT INCOME				58	Total fixed charges		45	819
9	(503) Hire of freight cars and highway revenue freight equipment—Credit balance				59	Income after fixed charges (lines 50, 56)			
10	(504) Rent from locomotives				60	OTHER DEDUCTIONS			
11	(506) Rent from passenger-train cars				61	(546) Interest on funded debt:			
12	(506) Rent from floating equipment				62	(c) Contingent interest		45	819
13	(507) Rent from work equipment				63	Ordinary income (lines 59, 62)			
14	(508) Joint facility rent income								
15	Total rent income				64	EXTRAORDINARY AND PRIOR PERIOD ITEMS			
16	RENTS PAYABLE				65	(570) Extraordinary items - Net Cr. (Dr.) (p. 21B)			
17	(536) Hire of freight cars and highway revenue freight equipment—Debit balance		64	606	66	(580) Prior period items - Net Cr. (Dr.) (p. 21B)			
18	(527) Rent for locomotives		2	548	67	(590) Federal income taxes on extraordinary and prior period items - Debit (Credit) (p. 21B)			
19	(536) Rent for passenger-train cars				68	Total extraordinary and prior period items - Cr. (Dr.)			
20	(539) Rent for floating equipment				69	Net income transferred to Retained Income		45	819
21	(540) Rent for work equipment					Unappropriated			
22	(541) Joint facility rents		67	154	70	ANALYSIS OF ACCOUNT 532, RAILWAY TAX ACCRUALS			
23	Total rents payable		67	154	71	United States Government taxes:			
24	Net rents (lines 15, 23)		67	154	72	Income taxes			
25	Net railway operating income (lines 7, 24)		46	428	73	Old age retirement		2	270
26	OTHER INCOME				74	Unemployment insurance			713
27	(502) Revenue from miscellaneous operations (p. 24)				75	All other United States taxes			
28	(508) Income from lease of road and equipment (p. 27)				76	Total—U.S. Government taxes		2	983
29	(510) Miscellaneous rent income (p. 25)		209		77	Other than U.S. Government taxes:			
30	(511) Income from nonoperating property (p. 26)				78				
31	(512) Separately operated properties—Profit				79				
32	(512) Dividend income				80	Arkansas			11
33	(514) Interest income				81	Oklahoma		8	655
34	(516) Income from sinking and other reserve funds				82				
35	(517) Release of premiums on funded debts				83				
36	(518) Contributions from other companies (p. 27)		438		84				
37	(519) Miscellaneous income (p. 25)		647		85				
38	Total other income		45	781	86				
39	Total income (lines 25, 38)		45	781	87				
40	MISCELLANEOUS DEDUCTIONS FROM INCOME				88				
41	(534) Expenses of miscellaneous operations (p. 24)				89				
42	(535) Taxes on miscellaneous operating property (p. 24)				90				
43	(543) Miscellaneous rents (p. 25)				91	Total—Other than U.S. Government taxes		8	666
44	(544) Miscellaneous tax accruals				92	Grand Total—Railway tax accruals (account 532)		11	654
45	(545) Separately operated properties—Loss								
46	(546) Maintenance of investment organization								
47	(580) Income transferred to other companies (p. 27)		38						
48	(551) Miscellaneous income charges (p. 25)		38						
49	Total miscellaneous deductions		45	819					
50	Income available for fixed charges (lines 39, 49)								

*Enter name of State.

NOTE.—See page 213 for explanatory notes, which are an integral part of the Income Account for the Year.

1901. RETAINED INCOME--UNAPPROPRIATED

1. Show hereunder the items of the Retained Income Accounts of the respondent for the year, classified in accordance with the Uniform System of Accounts for Railroad Companies.

2. All contra entries hereunder should be indicated in parentheses.

3. Indicate under "Remarks" the amount of assigned Federal income tax consequences, accounts 606 and 616.

Line No.	Item (a)	Amount (b)	Remarks (c)
	CREDITS		
1	(602) Credit balance transferred from income (p. 21)-----	\$ 45 819)	
2	(606) Other credits to retained income†-----		Net of Federal income taxes \$ <u>None</u>
3	(622) Appropriations released-----		
4	Total-----	45 819)	
	DEBITS		
5	(612) Debit balance transferred from income (p. 21)-----		
6	(616) Other debits to retained income†-----		Net of Federal income taxes \$ <u>None</u>
7	(620) Appropriations for sinking and other reserve funds-----		
8	(621) Appropriations for other purposes-----		
9	(623) Dividends (p. 23)-----		
10	Total-----		
11	Net increase during year*-----	45 819)	
12	Balance at beginning of year (p. 5)*-----	139 259	
13	Balance at end of year (carried to p. 5)*-----	93 440	

* Amount in parentheses indicates debit balance.

† Show principal items in detail.

670. FUNDED DEBT UNMATURED

Give particulars of the various issues of securities in accounts Nos. 764, "Equipment obligations and other debt due within one year" (excluding equipment obligations), and 765, "Funded debt unmatured," at close of the year. Funded debt, as here used, comprises all obligations maturing later than one year after date of issue in accordance with the instructions in the Uniform System of Accounts for Railroad Companies. Show

each issue separately, and make all necessary explanations in footnotes. For the purposes of this report, securities are considered to be *actually issued* when sold to a bona fide purchaser for a valuable consideration, and such purchaser holds free from control by the respondent. All securities actually issued and not reacquired by or for the respondent are considered to be *actually outstanding*. It should be noted that section 20a of

the Interstate Commerce Act makes it unlawful for a carrier to issue or assume any securities, unless and until, and then only to the extent that, the Commission by order authorizes such issue or assumption. Entries in columns (k) and (l) should include interest accrued on funded debt reacquired, matured during the year, even though no portion of the issue is outstanding at the close of the year.

Line No.	Name and character of obligation (a)	Nominal date of issue (b)	Date of maturity (c)	INTEREST PROVISIONS		Total amount nominally and actually issued (f)	Nominally issued and held by or for respondent (Identify pledged securities by symbol "P") (g)	Total amount actually issued (h)	Reacquired and held by or for respondent (Identify pledged securities by symbol "P") (i)	Actually outstanding at close of year (j)	INTEREST DURING YEAR	
				Rate percent per annum (d)	Dates due (e)						Accrued (k)	Actually paid (l)
1	Secured Promissory	4-1-	10-1-	4	4-1 &	\$ 130 000	\$ 130 000			\$ 130 000		
2	Note	1941	1975		10-1							
3												
4	TOTAL					130 000	130 000			130 000		
5	Funded debt canceled: Nominally issued, \$ None Actually issued, \$ None											
6	Purpose for which issue was authorized† Issued in liquidation of existing indebtedness Authority of ICC Finance Docket No. 13395.											

690. CAPITAL STOCK

Give the particulars called for concerning the several classes and issues of capital stocks of the respondent outstanding at the close of the year, and make all necessary explanations in footnotes. For definition of securities *actually issued* and *actually outstanding* see instructions for schedule 670. It should be noted that section 20a of the Interstate Commerce Act makes it unlawful for a carrier to issue or assume any securities, unless and until, and then only to the extent that, the Commission by order authorizes such issue or assumption.

Line No.	Class of stock (a)	Date issue was authorized† (b)	Par value per share (c)	Authorized† (d)	Authenticated (e)	PAR VALUE OF PAR VALUE OR SHARES OF NONPAR STOCK			ACTUALLY OUTSTANDING AT CLOSE OF YEAR		
						Nominally issued and held by or for respondent (Identify pledged securities by symbol "P") (f)	Total amount actually issued (g)	Reacquired and held by or for respondent (Identify pledged securities by symbol "P") (h)	Par value of par-value stock (i)	Shares without par value	Book value (k)
11	Common	4-9-1910	\$ 100	\$ 250 000	\$ 12 000		\$ 12 000		\$ 12 000		
12											
13											
14											
15	Par value of par value or book value of nonpar stock canceled: Nominally issued, \$ None Actually issued, \$ None										
16	Amount of receipts outstanding at the close of the year for installments received on subscriptions for stocks None										
17	Purpose for which issue was authorized† Construction of railroad at Fort Smith, Arkansas.										
18	The total number of stockholders at the close of the year was Thirteen										

695. RECEIVERS' AND TRUSTEES' SECURITIES

Give particulars of evidences of indebtedness issued and payment of equipment obligations assumed by receivers and trustees under orders of a court as provided for in account No. 767, "Receivers' and trustees' securities." For definition of securities *actually issued*, and *actually outstanding*, see instructions for schedule 670.

Line No.	Name and character of obligation (a)	Nominal date of issue (b)	Date of maturity (c)	INTEREST PROVISIONS		Total par value authorized† (f)	TOTAL PAR VALUE HELD BY OR FOR RESPONDENT AT CLOSE OF YEAR		Total par value actually outstanding at close of year (i)	INTEREST DURING YEAR	
				Rate percent per annum (d)	Dates due (e)		Nominally issued (g)	Nominally outstanding (h)		Accrued (j)	Actually paid (k)
21											
22											
23	NONE										
24											
25											
26	TOTAL										

† By the State Board of Railroad Commissioners, or other public authority, if any, having control over the issue of securities; if no public authority has such control, state the purpose and amounts as authorized by the board of directors and approved by stockholders.

104 D. COMPANIES CONTROLLING RESPONDENT

1. Enter in column (a) the names of all companies controlling the respondent. Commence with the company which is most remote followed by the company immediately controlled by it. If control over the respondent or control over an intermediary through which respondent is controlled has changed during the year, indicate by footnote the date and manner in which control was established such as exchange of stock, exchange of assets for stock, cash purchase, etc.
2. In column (b) indicate the principal business activity of the companies listed in column (a) such as transportation, manufacturing, investments, etc.
3. In column (c) indicate the form of control exercised by the company immediately controlled by it.
4. In column (d) indicate the extent of control. If control cannot be expressed by percentage of voting stock ownership, explain in detail by footnote.

Line No.	Name of Controlling Company or Individual (a)	Principal Business Activity (b)	Form of Control (c)	Extent of Control (d)
1	The Kansas City Southern Railway Company	Railroad	Stock Ownership	100%
2				
3				
4				
5				
6				
7				
8				
9				
10				
11				
12				
13				
14				
15				
16				
17				
18				
19				
20				

105 STOCKHOLDERS REPORTS

1. The respondent is required to send to the Bureau of Accounts, immediately upon preparation, two copies of its latest annual report to stockholders. Check appropriate box:

- ☐ Two copies are attached to this report.
- ☐ Two copies will be submitted _____ (date)
- ☒ No annual report to stockholders is prepared.

Fort Smith and Van Buren Railway Company is a wholly owned subsidiary of The Kansas City Southern Railway Company and its annual report is included with parent company in report to stockholders.

ANNUAL REPORT 1972 CLASS I

134500

KANSAS CITY SOUTHERN RAILWAY CO.

1 OF 4

134500
6415
Batch 50

**Railroad
Annual Report Form A**

(Class I Line haul and Switching and Terminal Companies)

CMB No. 66-20000

ANNUAL REPORT

OF

**THE KANSAS CITY SOUTHERN RAILWAY
AND CONTROLLED COMPANIES**

CORRECT NAME AND ADDRESS IF DIFFERENT THAN SHOWN

FULL NAME AND ADDRESS OF REPORTING CARRIER.
(USE MAILING LABEL ON ORIGINAL, COPY IN FULL ON DUPLICATE.)

125000352 KANSAS CITY 1
CHIEF ACCOUNTING OFFICER
KANSAS CITY SOUTHERN RY. CO.
AND CONTROLLED COMPANIES
114 WEST 11TH ST.
KANSAS CITY, MO 64105

134500

FORM-A

INTERSTATE
COMMERCE COMMISSION
RECEIVED

TO THE

APR 2 1973

ADMINISTRATIVE SERVICES
F MAIL BRANCH

INTERSTATE COMMERCE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 1972

352

ANNUAL REPORT

OF

THE KANSAS CITY SOUTHERN RAILWAY AND CONTROLLED COMPANIES

THE KANSAS CITY SOUTHERN RAILWAY COMPANY
THE MAYWOOD AND SUGAR CREEK RAILWAY COMPANY
NECHES BRIDGE COMPANY

LOUISIANA & ARKANSAS RAILWAY COMPANY
THE ARKANSAS WESTERN RAILWAY COMPANY
FORT SMITH AND VAN BUREN RAILWAY COMPANY

TO THE

INTERSTATE COMMERCE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 1972

Name, official title, telephone number, and office address of officer in charge of correspondence with the Commission regarding this report:

(Name) T. A. Giltner (Title) Vice President and Comptroller

(Telephone number) 816 842-0077
(Area code) (Telephone number)

(Office address) 114 West 11th Street, Kansas City, Missouri 64105
(Street and number, city, State, and ZIP code)

SPECIAL NOTICE

The attention of the respondent is directed below to certain particulars, if any, in which this report form differs from the corresponding form for the preceding year. It should be understood that mention is not made of necessary substitutions of dates or, in general, such other things as simple modifications intended to make requirements clearer, other minor adjustments, and typographical corrections.

All pages of this report form have been renumbered in sequence. See revised Index on pages 131 and 132.

- Page 4: Schedule 104, Relationship of Respondent with Affiliated Companies
Schedule 104A, Companies Controlled by Respondent
5: Schedule 104B, Companies Indirectly Controlled by Respondent
Schedule 104C, Companies Under Common Control with Respondent
6: Schedule 104D, Companies Controlling Respondent

These schedules revise and amend former Schedules 104A and 104B, to reflect relationship of affiliated companies.

- Pages 10 and 11: Schedules 200A and 200L, Comparative General Balance Sheet - Assets, and Liabilities and Shareholders' Equity

Columns for reporting opening balances data have been moved to right side of respective schedules.

- Pages 12 and 13: Comparative General Balance Sheet - Explanatory Notes

The Explanatory Notes have been revised to reflect affiliated company transactions and the Revenue Act of 1971.

- Page 41: Schedule 211-L, Unit Cost of Equipment Installed During the Year

Instructions have been amended to require reporting of TOFC/COFC equipment.

- Page 83: Schedule 351, Reconciliation of Reported Net Income with Taxable Income for Federal Income Taxes

This is a new schedule provided to show a reconciliation of Federal tax net income with net income reported in Schedule 300.

- Page 84: Schedule 352, Computation of Federal Income Taxes

This is a new schedule principally requiring the breakdown of taxes paid on ordinary income and those paid on capital gains.

- Page 85: Schedule 353, Consolidated Federal Income Tax Information

This is a new schedule to disclose income and tax liability information with respect to carrier and noncarrier affiliates.

- Page 93: Schedule 397, Statement of Changes in Financial Position

This is a new schedule provided for reporting the source and application of funds during the year.

- Pages 100-105: Schedule 417, Inventory of Equipment

Car type codes on pages 102 and 103 revised to reflect changes in AAR car type codes.

Provision has been made for reporting of highway revenue equipment on pages 104 and 105.

- Page 120: Schedule 562, Compensation of Officers, Directors, etc.

Minimum dollar amount has been increased to \$40,000 and instructions clarified as to what compensation must be reported.

- Page 121: Schedule 563, Payments for Services Rendered by Other Than Employees and Affiliates

Minimum dollar amounts will be increased to \$50,000 and \$100,000, respectively. Instruction 4 modified to require only the total amount paid for other management services.

- Pages 122: Schedule 564, Transactions Between Respondent and Companies or Persons Affiliated With Respondent for Services Received or Provided

123: Schedule 565, Other Transactions Between Respondent and Companies or Persons Affiliated with Respondent

124: Schedule 566A, Transactions Between Noncarrier Subsidiaries of Respondent and Other Affiliated Companies or Persons for Services Received or Provided

125: Schedule 566B, Other Transactions Between Noncarrier Subsidiaries of Respondent and Other Affiliated Companies or Persons

These are new schedules provided for reporting transactions among affiliated companies.

- Page 127: Schedule 581, Contracts, Agreements, etc.

Instructions revised to exclude through route arrangements for the handling of traffic between the reporting carrier and carrier affiliates.

161. IDENTITY OF RESPONDENT

Answers to the questions asked should be made in full, without reference to data returned on the corresponding page of previous reports. In case any changes of the nature referred to under inquiry 4 or 5 on this page have taken place during the year covered by this report, they should be explained in detail on page 128.

1. Give in full the exact name of the respondent. Use the words "The" and "Company" only when they are parts of the corporate name. Be careful to distinguish between railroad and railway. The corporate name should be given uniformly throughout the report, notably on the cover, on the title page, and in the "Verification" (p. 129). If the report is made by receivers, trustees, a committee of bondholders, or individuals otherwise in possession of the property, state names and facts with precision.

2. If incorporated under a special charter, give date of passage of the act; if under a general law, give date of filing certificate of organization; if a reorganization has been effected, give date of reorganization. If a receivership or other trust, give also date when such receivership or other

possession began. If a partnership, give date of formation and also names in full of present partners.

3. Give specific reference to laws of each State or Territory under which organized, citing chapter and section. Include all grants of corporate powers by the United States, or by Canada or other foreign country; also, all amendments to charter.

4. Give specific reference to special or general laws under which each consolidation or merger or combination of other form was effected, citing chapter and section. Specify Government, State, or Territory under the laws of which each company consolidated or merged or otherwise combined into the present company was organized; give reference to the charters of each and to all amendments of them.

5. State the occasion for the reorganization, whether by reason of foreclosure of mortgage or otherwise, according to the fact. Give date of organization of original corporation and refer to laws under which organized.

1. Exact name of common carrier making this report

The Kansas City Southern Railway Company

2. Date of incorporation

March 19, 1900

3. Under laws of what Government, State, or Territory organized? If more than one, name all. Give specific reference to each charter or statute and all amendments thereof, effected during the year. If previously effected, show the year(s) of the report(s) setting forth details. If in bankruptcy, give court of jurisdiction and dates of beginning of receivership or trusteeship and of appointment of receivers or trustees.

State of Missouri

Article II Chapter XII Revised Statutes of Missouri 1899

4. If the respondent was formed as the result of a consolidation or merger during the year, name all constituent and all merged companies

No change during 1972

5. If respondent was reorganized during the year, give name of original corporation and state the occasion for the reorganization

No change during 1972

6. State whether or not the respondent during the year conducted any part of its business under a name or names other than that shown in response to inquiry No. 1, above; if so, give full particulars

Not applicable

7. Class of switching and terminal company
(See section No. 7 on inside of front cover)

NOTES AND REMARKS

THE KANSAS CITY SOUTHERN RAILWAY COMPANY

3

1. Give particulars of the various directors and officers of the respondent at the close of the year.

2. State in column (c) of schedule No. 102 and column (d) of schedule No. 103, the number of voting shares of the respondent, other than directors' qualifying shares, that were beneficially owned, directly or indirectly, by each director or principal general officer at the close of the year. This includes shares owned of record, shares owned through holding companies, trusts or other mediums, and shares owned but held in the names of brokers or other nominees. Insert the word "None" where applicable.

3. In schedule No. 103 give the title, name, and address of the principal general officers having system jurisdiction by departments, as follows: Executive, Legal, Fiscal and Accounting, Purchasing, Operating, and Traffic. If there are receivers, trustees, or assignees, who are recognized as in the controlling management of the road or of some department of it, give also their names and titles, and the location of their offices, separately grouped and identified.

4. If the duties of an officer extend to more than one department, or if his duties are not in accordance with the customary acceptance of his given title, state briefly the facts in a footnote.

102. DIRECTORS

Line No.	Name of director (a)	Office address (b)	Date of beginning of term (c)	Date of expiration of term (d)	Number of voting shares actually or beneficially owned (e)	Remarks (f)
1	William N. Deramus III	Kansas City, Mo.	5-9-72	5-7-73	None	
2	J. Pat Beaird	Shreveport, La.	"	"	400	
3	Kirke Couch	" "	"	"	None	
4	Edward M. Douthat	Kansas City, Mo.	"	"	"	
5	L. O. Frith	" " "	"	"	"	
6	Raymond Gary	Madill, Okla.	"	"	"	
7	John Hawkinson	Chicago, Ill.	"	"	"	
8	I. O. Hockaday, Jr.	Kansas City, Mo.	"	"	"	
9	George E. Kellogg	" " "	"	"	"	
10	Edward T. McNally	Pittsburg, Kansas	"	"	"	
11	Edwin Moore	Shreveport, La.	"	"	"	
12	Harold L. Oppenheimer	Kansas City, Mo.	"	"	"	
13	William H. Saunders, Jr.	New Orleans, La.	"	"	"	
14						
15	5 Vacancies					
16						
17						
18						
19						
20						

21. Give the names and titles of all officers of the Board of Directors in control of the respondent at the close of the year:

Chairman of board William N. Deramus III Secretary (or clerk) of board George E. Kellogg

22. Name the members of the executive committee of the Board of Directors of the respondent at the close of the year (naming first the chairman), and state briefly the powers and duties of that committee: William N. Deramus III (Chairman), Edward M. Douthat, J. Pat Beaird, John Hawkinson, Edward T. McNally 2 vacancies

Exercise same powers as Board of Directors when latter is not in session.

103. PRINCIPAL GENERAL OFFICERS OF CORPORATION, RECEIVER OR TRUSTEE

Line No.	Title of general officer (a)	Department or departments over which jurisdiction is exercised (b)	Name of person holding office at close of year (c)	Number of voting shares actually or beneficially owned (d)	Office address (e)
GENERAL OFFICERS OF CORPORATION					
21	Chairman and President	Executive	William N. Deramus III	None	Kansas City, Missouri
22	Executive Vice President	Executive	L. O. Frith	"	" " "
23	Vice President and Secretary	Executive	George E. Kellogg	"	" " "
24	Vice President and General Manager	Operating	R. J. Blair	"	" " "
25	Vice President	Personnel	D. E. Farrar	"	" " "
26	Vice President	Traffic	M. F. McClain	"	" " "
27	Vice President	Executive	C. E. Rothenhoefer	"	New York, New York
28	Vice President and Comptroller	Accounting	T. A. Giltner	"	Kansas City, Missouri
29	General Counsel	Legal	R. E. Zimmerman	"	" " "
30	Treasurer	Treasury	V. C. Pragman	"	" " "
31	Asst. Gen'l Manager	Purchases	T. T. Souter	"	" " "
32					
33					
34					
35					
36					
37					
38					
39					
40					
41					
42					
43					
44					
45					
46					
47					
48					
49					
50					
51					
52					
53					
54					

104. RELATIONSHIP OF RESPONDENT WITH AFFILIATED COMPANIES

Enter below in the appropriate schedule, No. 104A through 104D, the names of all companies, corporate and noncorporate, which are affiliated with the respondent and submit the information requested in each schedule. Control for the purpose of these schedules shall be construed to include sole or jointly held control, whether maintained or exercised through or by reason of the method of or circumstances surrounding organization or operation, through or by common directors, officers, or stockholders a voting trust or trusts, a holding or investment company or companies, or through or by any other direct or indirect means; and to include the power to exercise control. For the purposes of these schedules, forms of control shall include the following (among others):

1. Right through ownership of securities, an agreement of some character or through some other source to name the majority of the board of directors, managers, or trustees of the controlled company.
 2. Right to foreclose a first lien upon all or a major part in value of the tangible property of the controlled company.
 3. Right to secure control in consequence of advances made for construction of the operating property of the controlled company.
- Right to control only in a specific respect the action of the controlled company or a lessee interest in the property of a company is not to be classed as a form of control over the lesser company.

104 A. COMPANIES CONTROLLED BY RESPONDENT

1. Enter in column (a) the names of all companies which are controlled solely or jointly by the respondent. If the respondent obtained control over a company during the year, indicate by footnote the date and manner in which control was established such as exchange of stock, exchange of assets for stock, cash purchase, etc.
2. In column (b) indicate the principal business activity of each company listed in column (a) such as transportation, manufacturing, investments, etc.
3. In column (c) indicate the form of control exercised over companies listed in column (a).
4. In column (d) indicate the extent of the control of the respondent in the controlled company. If control cannot be expressed by percentage of voting stock ownership, explain in detail by footnote.
5. In column (e) enter names of other companies, if any, that jointly control the companies listed in column (a).

Line No.	Name of Company Controlled (a)	Principal Business Activity (b)	Form of Control (c)	Extent of Control (d)	If Jointly Controlled Name Other Parties to the Agreement (e)
1	The Kansas & Missouri Ry. & Term. Co.	Transportation	Stock Ownership	100%	None
2	The Kansas City, S'port & Gulf Term.	Transportation	Stock Ownership	100%	None
3	Kansas City Southern Transport Co.	Transportation	Stock Ownership	100%	None
4	Lands Motor Lines	Transportation	Stock Ownership	100%	None
5	The Maywood & Sugar Creek Ry. Co.	Transportation	Stock Ownership	100%	None
6	Neches Bridge Company	Transportation	Stock Ownership	100%	None
7	Southern Development Company	Real Estate	Stock Ownership	100%	None
8	Tolmak, Inc.	Real Estate	Stock Ownership	100%	None
9	Joplin Union Depot Company	Transportation	Stock Ownership	100%	None
10			and Management)	33 1/3	ATSF - 33 1/3) MKT RR. - 33 1/3)
11	Louisiana, Arkansas & Texas				
12	Transportation Company	Transportation	Stock Ownership	100%	None
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
26					

104 B. COMPANIES INDIRECTLY CONTROLLED BY RESPONDENT

1. Enter in column (a) the names of all companies which are controlled through intermediary companies. If control was obtained during the year, indicate by footnote the date and manner in which control was established such as exchange of stock, exchange of assets for stock, cash purchase, etc.
2. In column (b) indicate the principal business activity of the companies listed in column (a) such as transportation, manufacturing, investments, etc.
3. In column (c) indicate the form of control exercised over companies listed in column (a).
4. In Column (d) indicate the extent of the control over companies listed in column (a). If control cannot be expressed by percentage of voting stock ownership, explain in detail by footnote.
5. In column (e) enter the names of intermediate companies through which control is exercised over companies listed in column (a).

Line No.	Name of Company Controlled (a)	Principal Business Activity (b)	Form of Control (c)	Extent of Control (d)	Name of Intermediary Through Which Control Exists (e)
1	Joplin Southern Corporation	Land Development Company	Indirect	51%	Southern Development Company
2					
3					
4					
5					
6					
7					
8					
9					
10					
11					
12					

104 C. COMPANIES UNDER COMMON CONTROL WITH RESPONDENT

1. Enter in column (a) the names of all companies which are controlled by the same interest that control the respondent.
2. In column (b) indicate the principal business activity of the companies listed in column (a) such as transportation, manufacturing, investments, etc.
3. In column (c) indicate the form of control exercised over companies listed in column (a).
4. In column (d) indicate the extent of the control over companies listed in column (a). If control cannot be expressed by percentage of voting stock ownership, explain in detail by footnote.
5. In column (e) enter the name of companies controlling those listed in column (a).

Line No.	Name of Company Controlled (a)	Principal Business Activity (b)	Form of Control (c)	Extent of Control (d)	Name of Controlling Company or Individual (e)
1	The American Coleman Company	Manufacturing	Stock Ownership	100%	Kansas City Southern Industries
2	Data-Sys-Tance, Inc.	Stock Transfer Agent	Stock Ownership	80.1%	Kansas City Southern Industries
3	Fort Smith Enterprises, Inc.	Real Estate	Stock Ownership	100%	Kansas City Southern Industries
4	Alfred Lindgren, Inc.	Construction	Stock Ownership	80%	Kansas City Southern Industries
5	Mid-America Cable TV, Inc.	Community Antenna Sys. (Inactive)	Stock Ownership	100%	Kansas City Southern Industries
6	Mid-America Television Company	Television Stations	Stock Ownership	100%	Kansas City Southern Industries
7	Oliver Advertising, Inc.	Advertising	Stock Ownership	80%	Kansas City Southern Industries
8	Oretta, Inc.	Equipment Leasing (Inactive)	Stock Ownership	100%	Southern Enterprises, Inc.
9	Pabtex, Inc.	Real Estate	Stock Ownership	100%	Kansas City Southern Industries
10	Rice-Carden Corporation	Real Estate	Stock Ownership	100%	Kansas City Southern Industries
11	Shreveport Cable TV Company, Inc.	Community Antenna Sys. (Inactive)	Stock Ownership	100%	Kansas City Southern Industries
12	Southern Enterprises, Inc.	Real Estate	Stock Ownership	100%	Kansas City Southern Industries
13	Systec Data Management, Inc.	Computer Programming	Stock Ownership	100%	Data-Sys-Tance, Inc.
14	Trapp's, Inc.	Florist	Stock Ownership	80%	Kansas City Southern Industries

Continued On Page 6

104 D. COMPANIES CONTROLLING RESPONDENT

1. Enter in column (a) the names of all companies controlling the respondent. Commence with the company which is most remote followed by the company immediately controlled by it. If control over the respondent or control over an intermediary through which respondent is controlled has changed during the year, indicate by footnote the date and manner in which control was established such as exchange of stock, exchange of assets for stock, cash purchase, etc.
2. In column (b) indicate the principal business activity of the companies listed in column (a) such as transportation, manufacturing, investments, etc.
3. In column (c) indicate the form of control exercised by the company immediately controlled by it.
4. In column (d) indicate the extent of control. If control cannot be expressed by percentage of voting stock ownership, explain in detail by footnote.

Line No.	Name of Controlling Company or Individual (a)	Principal Business Activity (b)	Form of Control (c)	Extent of Control (d)
1	Kansas City Southern Industries, Inc.	Holding Company	Stock Ownership	94%
2				
3				
4				
5				
6				
7				
8	Schedule 104 C. Continued from Page 5			
9	(a)	(b)	(c)	(d)
10				(e)
11	Veale, Inc.	Equipment Leasing (Inactive)	Stock Ownership	100%
12	Grasis Fabricating Company	Manufacturing	Stock Ownership	80%
13	Carland, Inc.	Equipment Leasing	Stock Ownership	75%
14	Data-Sys-Tance Securities Co.	Investments	Stock Ownership	100%
15	Investors Fiduciary Trust Company	Limited Trust Company	Stock Ownership	100%
16	Horndean, LTD.	Insurance Company	Stock Ownership	100%
17	Lindgren-White Construction Co.	Construction	Stock Ownership	60%
18				
19				
20				

108 STOCKHOLDERS REPORTS

1. The respondent is required to send to the Bureau of Accounts, immediately upon preparation, two copies of its latest annual report to stockholders. Check appropriate box:

☐ Two copies are attached to this report.

☒ Two copies will be submitted _____ (date)

☐ No annual report to stockholders is prepared.

FOOTNOTES

THE KANSAS CITY SOUTHERN RAILWAY COMPANY

102. VOTING POWERS AND ELECTIONS

1. State the par value of each share of stock: Common, \$ Par per share; first preferred, \$ 50 per share; second preferred, \$ None per share; debenture stock, \$ None per share.
2. State whether or not each share of stock has the right to one vote; if not, give full particulars in a footnote Yes
3. Are voting rights proportional to holdings? Yes If not, state in a footnote the relation between holdings and corresponding voting rights.
4. Are voting rights attached to any securities other than stock? No If so, name in a footnote each security, other than stock, to which voting rights are attached (as of the close of the year), and state in detail the relation between holdings and corresponding voting rights, stating whether voting rights are actual or contingent, and if contingent showing the contingency.
5. Has any class or issue of securities any special privileges in the election of directors, trustees, or managers, or in the determination of corporate action by any method? No If so, describe fully in a footnote each such class or issue and give a succinct statement showing clearly the character and extent of such privileges.
6. Give the date of the latest closing of the stock book prior to the actual filing of this report, and state the purpose of such closing 4-8-72 for purpose of holding annual stockholders meeting
7. State the total voting power of all security holders of the respondent at the date of such closing, if within one year of the date of such filing; if not, state as of the close of the year. 1,400,129 votes, as of December 31, 1972
8. State the total number of stockholders of record, as of the date shown in answer to inquiry No. 7. 276 stockholders.
9. Give the names of the thirty security holders of the respondent who, at the date of the latest closing of the stock book or compilation of list of stockholders of the respondent (if within 1 year prior to the actual filing of this report), had the highest voting powers in the respondent, showing for each his address, the number of votes which he would have had a right to cast on that date had a meeting then been in order, and the classification of the number of votes to which he was entitled, with respect to securities held by him, such securities being classified as common stock, second preferred stock, first preferred stock, and other securities, stating in a footnote the names of such other securities (if any). If any such holder held in trust, give (in a footnote) the particulars of the trust. In the case of voting trust agreements give, as supplemental information on page 13, the names and addresses of the thirty largest holders of the voting trust certificates and the amount of their individual holdings. If the stock book was not closed or the list of stockholders compiled within such year, show such thirty security holders as of the close of the year.

Line No.	Name of security holder	Address of security holder	Number of votes to which security holder was entitled	NUMBER OF VOTES, CLASSIFIED WITH RESPECT TO SECURITIES ON WHICH BASED			Other securities with voting power
				Common	Preferred		
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
1	Kansas City Southern Ind. Inc.	114 W. 11th, KC, Mo.	1308,889	982,776		326,113	
2	Equitable Life Ins. Soc.	1285 Ave. of Amer. NY, NY.	62,500			62,500	
3	Louisiana & Arkansas Ry. Co.	114 W. 11th, KC, Mo.	38,013	31,628		6,385	
4	Sabat & Co.	200 Park Ave., NY, NY.	4,000			4,000	
5	Exbak	Box 1009 GPO Brooklyn, NY	4,000			4,000	
6	Cross & Co.	Packard Bldg. Phila. Pa.	1,680			1,680	
7	Kansas City Southern Ry. Co.	114 W. 11th, KC, Mo.	956	916		40	
8	Steele & Co.	Box 7334, Phila. Pa.	600			600	
9	Agree & Co.	T Lock Box H Chicago, Ill.	600			600	
10	J. C. Thompson	1320 W. Short, Indep. Mo.	577			577	
11	Peavy Wilson Land	Box 1103, Shreveport, La.	500			500	
12	A. T. Kahl	1407 Valentine, KC, Mo.	500			500	
13	R. B. Idleman	30 Rolling Hill Chatman NJ.	467			467	
14	J. Pat Baird	Com Natl. Bk. Shreveport, La.	400	400			
15	Honigman Bros.	111 Broadway, NY, NY.	400	400			
16	Greater KC Pension Fund	2525 Gillham, KC, Mo.	340			340	
17	R. Mitchell	5900 Mission, Mission, Ka.	330			330	
18	P. Dunn	15 Cliff Rd. Swamscott, Mass.	300			300	
19	H. E. Laffey	25 Montview, Short Hills, NJ.	300			300	
20	Lawrence Home For Aged	Box 929, Lawrence, Mass.	300			300	
21	R. C. Sisson	160 Curray, Sausalito, Calif.	300			300	
22	Merrill Lynch Pierce Fenner	1 Liberty Plaza, NY, NY.	251	251			
23	J. F. Day	Rabbit Hill, New Preston, Conn.	250			250	
24	Hara & Co.	Box 11203, NY, NY.	250			250	
25	E. R. Hook	611 Monrovia, S'port, La.	250			250	
26	E. F. Fitch	809 W. 87th, KC, Mo.	240			240	
27	G. E. Rothmeyer	8713 75th Woodhaven, NY.	230			230	
28	M. M. Smith	120 W. 10th, KC, Mo.	215			215	
29	W. H. Biggs	319 N. 4, St. Louis, Mo.	200			200	
30	W. H. Biggs-Trustee	319 N. 4, St. Louis, Mo.	200			200	

10. State the total number of votes cast at the latest general meeting for the election of directors of the respondent. 1,390,422 votes cast.
11. Give the date of such meeting May 9, 1972
12. Give the place of such meeting Kansas City, Missouri

110. GUARANTIES AND SURETYSHIPS

1. If the respondent was under obligation as guarantor or surety for the performance by any other corporation or other association of any agreement or obligation, show for each such contract of guaranty or suretyship in effect at the close of the year or entered into and expired

during the year, the particulars called for hereunder.

This inquiry does not cover the case of ordinary commercial paper maturing on demand or not later than 2 years after date of issue.

Line No.	Names of all parties principally and primarily liable (a)	Finance Docket number, title, maturity date and concise description of agreement or obligation (b)	Amount of contingent liability (c)	Sole or joint contingent liability (d)
1	Kansas City Terminal Ry. Co.	1st Mortgage Serial Bonds 10-1-48 to		
2		10-1-74, Finance Docket 14637. The		
3		KCS Ry. Co. is guarantor of 1/12th.	28,450,000	Joint
4				
5	City of New Orleans, Louisiana	Jointly and severally liable for		
6		principal and interest for New Orleans		
7		Union Passenger Terminal Revenue Bonds		
8		1-1-48 to 1-1-98, Finance Docket 15920	8,347,000	Joint
9				
10	Trailer Train Company	Jointly and severally liable for		
11		certain conditional sale agreements		
12		of Trailer Train Co. maturing		
13		serially. Various ICC recordation		
14		numbers assigned to the conditional		
15		sale agreements.	32,011,244	Joint
16				
17				
18				
19				
20				
21				
22				
23				
24				
25				
26				
27				
28				
29				
30				
31				
32				
33				
34				
35				
36				
37				
38				

2. If any corporation or other association was under obligation as guarantor or surety for the performance by the respondent of any agreement or obligation, show for each such contract of guaranty or suretyship in effect at the close of the year or entered into and expired during the year, the particulars called for hereunder.

This inquiry does not cover the case of ordinary commercial paper maturing on demand or not later than 2 years after date of issue, nor does it include ordinary surety bonds or undertakings on appeals in court proceedings.

Line No.	Finance Docket number, title, maturity date and concise description of agreement or obligation (a)	Names of all guarantors and sureties (b)	Amount of contingent liability of guarantors (c)	Sole or joint contingent liability (d)
41				
42				
43				
44				
45				
46				
47				
48				
49				
50				
51				

KANSAS CITY SOUTHERN LINES CONSOLIDATED

200A. COMPARATIVE GENERAL BALANCE SHEET—ASSETS

For instructions covering this schedule, see the text pertaining to General Balance Sheet Accounts in the Uniform System of Accounts for Railroad Companies. The entries in this balance sheet should be consistent with those in the supporting schedules on the pages indicated. The entries in column (c) should be restated to conform with the account-

ing requirements followed in column (b). The entries in the short column (a2) should be deducted from those in column (a1) in order to obtain corresponding entries for column (b). All contra entries hereunder should be indicated in parentheses.

Line No.	Account or Item (a)	Balance at close of year (b)	Balance at beginning of year (c)
CURRENT ASSETS			
1	(701) Cash.....	107 735	33 343
2	(702) Temporary cash investments (p. 15).....	13 091 583	12 294 841
3	(703) Special deposits (p. 15).....	1 393 383	1 067 619
4	(704) Loans and notes receivable (p. 15).....		
5	(705) Traffic and car-service balances—Debit.....		
6	(706) Net balance receivable from agents and conductors.....	5 338 274	4 337 088
7	(707) Miscellaneous accounts receivable.....	2 776 843	1 467 682
8	(708) Interest and dividends receivable.....	85 054	137 265
9	(709) Accrued accounts receivable (p. 15).....	3 921 851	3 648 054
10	(710) Working fund advances.....	752 711	754 211
11	(711) Prepayments (p. 15).....	363 207	885 759
12	(712) Material and supplies.....	5 556 821	4 072 719
13	(713) Other current assets (p. 15).....	48 212	38 386
14	Total current assets.....	33 735 744	28 676 967
SPECIAL FUNDS			
	(a1) Total book credits at close of year (a2) Respondent's own losses included in (a1)		
15	(715) Sinking funds (pp. 16 and 17).....	11 508	6 068
16	(716) Capital and other reserve funds (pp. 16 and 17).....	347 904	199 167
17	(717) Insurance and other funds (pp. 16 and 17).....	95 000	95 000
18	Total special funds.....	454 412	300 235
INVESTMENTS			
19	(721) Investments in affiliated companies (pp. 20-23).....	16 069 123	16 357 396
20	(722) Other investments (pp. 20-23).....	39 028	47 619
21	(723) Reserve for adjustment of investment in securities—Credit (p. 19, Instruction 9).....	(359 874)	(319 874)
22	Total investments (accounts 721, 722 and 723).....	15 748 277	16 085 341
PROPERTIES			
23	(731) Road and equipment property (pp. 30-32).....	244 661 324	241 650 568
24	Road.....	119 994 423	
25	Equipment.....	118 931 258	
26	General expenditures.....	3 175 119	
27	Other elements of investment.....		
28	Construction work in progress.....	2 560 524	
29	(732) Improvements on leased property (pp. 30-32).....		
30	Road.....		
31	Equipment.....		
32	General expenditures.....		
33	Total transportation property (accounts 731 and 732).....	244 661 324	241 650 568
34	(735) Accrued depreciation—Road and Equipment (pp. 36 and 38).....	(45 019 168)	(47 520 593)
35	(736) Amortization of defense projects—Road and Equipment (p. 39).....	(563 033)	(571 482)
36	Recorded depreciation and amortization (accounts 735 and 736).....	(45 582 201)	(48 092 075)
37	Total transportation property less recorded depreciation and amortization (line 33 less line 36).....	199 079 123	193 558 493
38	(737) Miscellaneous physical property (pp. 44 and 45).....	5 650 190	8 401 093
39	(738) Accrued depreciation—Miscellaneous physical property (pp. 44 and 45).....	(491 290)	(363 758)
40	Miscellaneous physical property less recorded depreciation (account 737 less 738).....	5 158 900	8 037 337
41	Total properties less recorded depreciation and amortization (line 37 plus line 40).....	204 238 023	201 595 830
OTHER ASSETS AND DEFERRED CHARGES			
42	(741) Other assets (p. 46).....	241 471	191 763
43	(742) Unamortized discount on long-term debt.....	90 940	55 250
44	(743) Other deferred charges (p. 46).....	1 816 761	1 672 601
45	Total other assets and deferred charges.....	2 149 172	1 919 594
46	TOTAL ASSETS.....	256 325 628	253 577 967

NOTE.—See page 12 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

2001. COMPARATIVE GENERAL BALANCE SHEET—LIABILITIES AND SHAREHOLDERS' EQUITY

For instructions covering this schedule, see the text pertaining to General Balance Sheet Accounts in the Uniform System of Accounts for Railroad Companies. The entries in this balance sheet should be consistent with those in the supporting schedules on the pages indicated. The entries in column (c) should be restated to conform with the accounting requirements followed

in column (b). The entries in short column (a) should reflect total book liability at close of year. The entries in the short column (a) should be deducted from those in column (b) in order to obtain corresponding entries for column (c). All contra entries hereunder should be indicated in parentheses.

Line No.	Account or Item (a)	Balance at close of year (b)	Balance at beginning of year (c)
CURRENT LIABILITIES			
47	(751) Loans and notes payable (p. 55)	2 055 641	543 131
48	(752) Traffic and car-service balances—Credit	2 151 229	1 352 351
49	(753) Audited accounts and wages payable	1 064 228	772 946
50	(754) Miscellaneous accounts payable	334 127	35 980
51	(755) Interest matured unpaid	1 032 313	1 030 324
52	(756) Dividends matured unpaid	1 261 172	1 139 810
53	(757) Unmatured interest accrued	206 807	206 807
54	(758) Unmatured dividends declared	6 283 206	6 574 713
55	(759) Accrued accounts payable (p. 55)	394 149	1 268 412
56	(760) Federal income taxes accrued (p. 56)	1 351 780	1 287 648
57	(761) Other taxes accrued (p. 55)	5 773 024	5 294 075
58	(763) Other current liabilities (p. 55)	21 907 676	19 507 197
59	Total current liabilities (exclusive of long-term debt due within one year)		
LONG-TERM DEBT DUE WITHIN ONE YEAR			
60	(764) Equipment obligations and other debt (pp. 48-51)	6 700 270	6 128 457
LONG-TERM DEBT DUE AFTER ONE YEAR			
61	(765) Funded debt unmatured	36 785 000	37 643 000
62	(766) Equipment obligations	44 455 739	40 330 990
63	(767) Receiver's and Trustees' securities		
64	(768) Debt in default		
65	(769) Amounts payable to affiliated companies (p. 54)		
66	Total long-term debt due after one year	81 240 739	77 978 990
RESERVES			
67	(771) Pension and welfare reserves (p. 57)		
68	(772) Insurance reserves (p. 57)		
69	(774) Casualty and other reserves (p. 57)	2 290 939	1 319 697
70	Total reserves	2 290 939	1 319 697
OTHER LIABILITIES AND DEFERRED CREDITS			
71	(781) Interest in default (p. 50)		
72	(782) Other liabilities (p. 57)	412 951	407 974
73	(783) Unamortized premium on long-term debt	152 823	169 211
74	(784) Other deferred credits (p. 57)	757 562	3 277 417
75	(785) Accrued depreciation—Leased property (p. 57)		
76	Total other liabilities and deferred credits	1 323 336	3 854 602
SHAREHOLDERS' EQUITY			
<i>Capital stock (Par or stated value)</i>			
77	(791) Capital stock issued—Total	57 000 000	55 534 365
78	Common stock (p. 59)	36 000 000	34 853 615
79	Preferred stock (p. 59)	21 000 000	20 680 750
80	(792) Stock liability for conversion (p. 60)		
81	(793) Discount on capital stock		
82	Total capital stock	55 534 365	55 534 365
<i>Capital surplus</i>			
83	(794) Premiums and assessments on capital stock (p. 61)		
84	(795) Paid-in surplus (p. 61)	267 210	227 210
85	(796) Other capital surplus (p. 61)	5 254 443	5 196 598
86	Total capital surplus	5 521 653	5 423 808
<i>Retained income</i>			
87	(797) Retained income—Appropriated (p. 61)	600 000	600 000
88	(798) Retained income—Unappropriated (p. 68)	81 206 650	78 190 851
89	Total retained income	81 806 650	78 790 851
90	Total shareholders' equity	142 862 668	139 785 024
91	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	256 325 628	248 577 967

NOTE—See page 12 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

200. COMPARATIVE GENERAL BALANCE SHEET-EXPLANATORY NOTES

The notes listed below are provided for the purpose of disclosing supplementary information concerning matters which have an important effect on the financial condition of the carrier. The carrier shall give the particulars called for herein and where there is nothing to report, insert the word "none"; and in addition thereto shall enter in separate notes with suitable particulars other matters involving material amounts of the character commonly disclosed in financial statements under generally accepted accounting and reporting principles, except as shown in other schedules. This includes explanatory statements explaining (1) service interruption insurance policies and indicate the amount of indemnity to which respondent will be entitled for work stoppage losses and the maximum amount of additional premium respondent may be obligated to pay in the event such losses are sustained by other railroads; (2) particulars concerning obligations for stock purchase options granted to officers and employees; and (3) what entries have been made for net income or retained income restricted under provisions of mortgages and other arrangements.

1. Show hereunder the estimated accumulated tax reductions realized during current and prior years under section 168 (formerly section 124-A) and under section 167 of the Internal Revenue Code because of accelerated amortization of emergency facilities and accelerated depreciation of other facilities and also depreciation deductions resulting from the use of the new guideline lives, since December 31, 1961, pursuant to Revenue Procedure 62-21 in excess of recorded depreciation. The amount to be shown in each case is the net accumulated reductions in taxes realized less subsequent increases in taxes due to expired or lower allowances for amortization or depreciation as a consequence of accelerated allowances in earlier years. Also, show the estimated accumulated net income tax reduction realized since December 31, 1961, because of the investment tax credit authorized in the Revenue Act of 1962. In the event provision has been made in the accounts through appropriations of surplus or otherwise for the contingency of increase in future tax payments, the amounts thereof and the accounting performed should be shown.

(a) Estimated accumulated net reduction in Federal income taxes since December 31, 1949, because of accelerated amortization of emergency facilities in excess of recorded depreciation under section 168 (formerly section 124-A) of the Internal Revenue Code \$ 7,912,000

(b) Estimated accumulated savings in Federal income taxes resulting from computing book depreciation under Commission rules and computing tax depreciation using the items listed below \$24,647,000

-Accelerated depreciation since December 31, 1953, under section 167 of the Internal Revenue Code.

-Guideline lives since December 31, 1961, pursuant to Revenue Procedure 62-21.

-Guideline lives under Class Life System (Asset Depreciation Range) since December 31, 1970, as provided in the Revenue Act of 1971.

(c)(i) Estimated accumulated net income tax reduction utilized since December 31, 1961, because of the investment tax credit authorized in the Revenue Act of 1962, as amended \$ 9,925,000

(ii) If carrier elected, as provided in the Revenue Act of 1971, to account for the investment tax credit under the deferral method, indicate the total deferred investment tax credit in account 784, other deferred credits, at beginning of year \$

Add investment tax credits applied to reduction of current year's tax liability but deferred for accounting purposes \$

Deduct deferred portion of prior year's investment tax credit used to reduce current year's tax accrual ()

Other adjustments (indicate nature such as recapture on early disposition) \$

Total deferred investment tax credit in account 784 at close of year \$

(d) Estimated accumulated net reduction in Federal income taxes because of accelerated amortization of certain rolling stock since December 31, 1969, under provisions of Section 184 of the Internal Revenue Code \$3,127,000

(e) Estimated accumulated net reduction in Federal income taxes because of amortization of certain rights-of-way investments since December 31, 1969, under the provisions of Section 185 of the Internal Revenue Code \$ 21,000

2. Amount of accrued contingent interest on funded debt recorded in the balance sheet:

Description of obligation	Year accrued	Account No.	Amount
			\$
			\$ None

3. As a result of dispute concerning the recent increase in per diem rates for use of freight cars interchanged, settlement of disputed amounts has been deferred awaiting final disposition of the matter. The amounts in dispute for which settlement has been deferred are as follows:

Item	Amount in dispute	As recorded on books		Amount not recorded
		Account Nos.		
		Debit	Credit	
Per diem receivable-----	\$			\$ None
Per diem payable-----				None
Net amount-----	\$	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	\$ None

Continued on following page

200. COMPARATIVE GENERAL BALANCE SHEET-EXPLANATORY NOTES-Continued

4. Amount (estimated, if necessary) of net income or retained income which has to be provided for capital expenditures, and for sinking and other funds pursuant to provisions of reorganization plans, mortgages, deeds of trust, or other contracts-----\$ 600,000

5. Estimated amount of future earnings which can be realized before paying Federal income taxes because of unused and available net operating loss carryover on January 1 of the year following that for which the report is made-----\$ None

6. (a) Explain the procedure in accounting for pension funds and recording in the accounts the current and past service pension costs, indicating whether or not consistent with the prior year-----None

(b) State amount, if any, representing the excess of the actuarially computed value of vested benefits over the total of the pension fund, \$-----None

(c) Is any part of pension plan funded? Specify. Yes----- No--X-----

(i) If funding is by insurance, give name of insuring company-----None

(ii) If funding is by trust agreement, list trustee(s)-----None

Date of trust agreement or latest amendment-----

If respondent is affiliated in any way with the trustee(s), explain affiliation-----

(d) List affiliated companies which are included in the pension plan funding agreement and describe basis for allocating charges under the agreement-----None

(e)(i) Is any part of the pension plan fund invested in stock or other securities of the respondent or any of its affiliates? Specify.

Yes----- No--X-----

If yes, give number of the shares for each class of stock or other security-----

(ii) Are voting rights attached to any securities held by the pension plan? Specify. Yes----- No--X----- If yes, who determines how stock is voted?-----

NOTE: Respondent carried a service interruption policy with the Imperial Insurance Co., Limited, under which it will be entitled to indemnity for certain work stoppage losses. In the event such losses are sustained by other railroads holding similar policies, respondent may be obligated to pay additional premiums.

NOTES AND REMARKS

201. ITEMS IN SELECTED CURRENT ASSET ACCOUNTS

Give brief description for each item or class of items of like description in accounts Nos. 702, "Temporary cash investments"; 703, "Special deposits"; 704, "Loans and notes receivable"; 709, "Accrued accounts receivable"; 711, "Prepayments"; and 713, "Other current assets," at the close of the year. Show description of the temporary cash investments, the names of depositaries for the special deposits, the character of loans and notes, with name of debtor (or class of debtors), dates of issue and maturity, and appropriate description for each class of accrued accounts receivable and for the other current assets. Show each item (or

the aggregate of a class of items of like description) amounting to \$100,000 or more. Each item or class of items of like description amounting to less than \$100,000 may be combined into a single entry designated "Other items, each less than \$100,000." The entries for each account shall be listed and the account number and the total for each account shall be shown corresponding to the amounts in schedule 200A. In case the character of any item is not fully disclosed by the entries in the columns hereunder, make a full explanation in a footnote.

Line No.	Account No. (a)	Item (b)	Amount (c)
1	702	Temporary Cash Investments	
		Due	
2		Johnson City, Tennessee Revenue Bonds 1976-77-78	225 000
3		Chemical Bank - Certificate - KCS 2-3-73	2 900 000
4		Chemical Bank - Certificate - L&A 3-73	1 176 073
5		Hibernia National Bank Certificate - L&A 2-73	2 196 997
6		City National Bank and Trust - Certificate - KCS 2-73	100 000
7		City National Bank and Trust - Certificate - L&A 2-73	100 000
8		Ford Motor Credit Co. - Notes - KCS 1-73	1 250 000
9		Ford Motor Credit Co. - Notes - L&A 1-73	500 000
10		G.M.A.C. - Notes - KCS 1-73	750 000
11		G.M.A.C. - Notes - L&A 1-73	1 000 000
12		C.I.T. - Notes - KCS 1-73	500 000
13		C.I.T. - Notes - L&A 1-73	200 000
14		Sears Roebuck Accept. Corp. - Notes - KCS 1-73	1 350 000
15		Sears Roebuck Accept. Corp. - Notes - L&A 1-73	500 000
16		United Tele Comm. - Notes - KCS 1-73	98 513
17		First National Bank - Certificate - AW 3-73	245 000
18		Total Account 702	13 091 583
19	703	Special Deposits	
20		Deposits for funded debt payments	328 942
21		Deposits for dividend	1 063 941
22		Deposits for insurance premiums	500
23		Total Account 703	1 393 383
24	704	Loans and Notes Receivable	None
25			
26	709	Accrued Accounts Receivable	
27		Freight Transportation due from others	79 167
28		Unreported freight revenue in transit	2 598 086
29		Estimate car repair bills receivable	202 953
30		Estimate rack rental due from Trailer Train	175 000
31		Estimate due from Texas Northern Railway Company	50 000
32		Estimate due from Missouri Pacific Ry. Co. for maintenance and operation tracks DeQuincy, La. to Beaumont, Texas	149 120
33		Estimate joint facility expense with other railroads	142 408
34		Other items, each less than \$100,000	525 117
35		Total Account 709	3 921 851
36	711	Prepayments Rents	
37		Prepaid insurance premiums	283 437
38		Prepaid rental, Conestoga Co., Microwave	153 614
39		Prepaid rental, Carland, Inc.	154 656
40		Other items, each less than \$100,000	71 500
41		Total Account 711	663 207
42			
43	713	Other Current Assets	
44		Other items, each less than \$100,000	48 212

KANSAS CITY SOUTHERN LINES CONSOLIDATED

204. SINKING, CAPITAL, INSURANCE, AND OTHER RESERVE FUNDS

Give the particulars called for with respect to reserve funds included in accounts Nos. 715, "Sinking funds"; 716, "Capital and other reserve funds"; and 717, "Insurance and other funds."

In column (b) give the name by which the fund is designated in the respondent's records; the kind of fund, such as sinking, capital, property

insurance, pension, and relief; the rate of interest (if any); and the date of maturity.

Insert totals separately for each account. Such totals of columns (g) and (j) should be the same as those stated in short columns (b₁) and (b₂), respectively, in the comparative general balance sheet statement. Entries in column (g) should be the sums of corresponding entries in

Line No.	Account No.	Name, kind, and purpose of fund	Name of trustee or depository	Balance at beginning of year—Book value
(a)	(b)	(c)	(d)	
1	715	<u>Sinking Funds</u>		
2				
3		First Mortgage Series C	Chemical Bank, New York	6 068
4				
5		First Mortgage Series A 12/1/54	Bankers Trust, New York	
6			Total Account 705	6 068
7				
8	716	<u>Capital and Other Reserve Funds</u>		
9				
10		Chemical Bank - Trustee KCS Ry.		
11		Mortgaged Property Sold	Chemical Bank, New York	143 851
12				
13		Voting Trust Certificates		
14		Preferred Stock	Chemical Bank, New York	2 000
15				
16		Voting Trust Certificates		
17		Common Stock	Chemical Bank, New York	3 987
18				
19		Manufacturers Natl. Bank - Agent		
20		Destroyed Cars	Manufacturers Natl. - Detroit	24 062
21				
22		Chemical Bank - Agent - KCS		
23		Destroyed Cars	Chemical Bank, New York	24 312
24				
25		Chemical Bank - Purchase Agent		
26		1-1-72 - 20 Locos.	Chemical Bank, New York	
27		11-1-72 - 10 Locos.	Chemical Bank, New York	
28				
29		Chemical Bank - Agent - L&A		
30		Destroyed Cars	Chemical Bank, New York	955
31				
32		Total Account 716		199 167
33				
34	717	<u>Insurance and Other Funds</u>		
35				
36		Deposit under Service	Barclay's Bank D.C.O.	
37		Interruption Policy	Nassau, Bahamas	95 000
38				
39				
40				
41				
42				
43				
44				
45				
46				
47				
48				
49				
50				
51				
52				
53				
54				
55				
56				
57				
58				
59				
60				
61				
62				
63				
64				
65				
66				
67				
68				
69				
70				
71				
72				
73				
74				
75				
76				
77				
78				
79				
80				
81				
82				
83				
84				
85				
86				
87				
88				
89				
90				
91				
92				
93				
94				
95				
96				
97				
98				
99				
100				
101				
102				
103				
104				
105				
106				
107				
108				
109				
110				
111				
112				
113				
114				
115				
116				
117				
118				
119				
120				
121				
122				
123				
124				
125				
126				
127				
128				
129				
130				
131				
132				
133				
134				
135				
136				
137				
138				
139				
140				
141				
142				
143				
144				
145				
146				
147				
148				
149				
150				
151				
152				
153				
154				
155				
156				
157				
158				
159				
160				
161				
162				
163				
164				
165				
166				
167				
168				
169				
170				
171				
172				
173				
174				
175				
176				
177				
178				
179				
180				
181				
182				
183				
184				
185				
186				
187				
188				
189				
190				
191				
192				
193				
194				
195				
196				
197				
198				
199				
200				
201				
202				
203				
204				
205				
206				
207				
208				
209				
210				
211				
212				
213				
214				
215				
216				
217				
218				
219				
220				
221				
222				
223				
224				
225				
226				
227				
228				
229				
230				
231				
232				
233				
234				
235				
236				
237				
238				
239				
240				
241				
242				
243				
244				
245				
246				
247				
248				
249				
250				
251				
252				
253				
254				
255				
256				
257				
258				
259				
260				
261				
262				
263				
264				
265				
266				
267				
268				
269				
270				
271				
272				
273				
274				
275				
276				
277				
278				
279				
280				
281				
282				
283				
284				
285				
286				
287				
288				
289				
290				
291				
292				
293				
294				
295				
296				
297				
298				
299				
300				
301				
302				
303				
304				
305				
306				
307				
308				
309				
310				
311				
312				
313				
314				
315				
316				
317				
318				
319				
320				
321				
322				
323				
324				
325				
326				
327				
328				
329				
330				
331				
332				
333				
334				
335				
336				
337				
338				
339				
340				
341				
342				
343				
344				
345				
346				
347				
348				
349				
350				
351				
352				
353				
354				
355				
356				
357				
358				
359				
360				
361				
362				
363				
364				
365				
366				
367				
368				
369				
370				
371				
372				
373				
374				
375				
376				
377				
378				
379				
380				
381				
382				
383				
384				
385				
386				
387				

204. SINKING, CAPITAL, INSURANCE, AND OTHER RESERVE FUNDS—Concluded

columns (d) and (e), less those shown in column (f), and the sum of entries in columns (h), (j), and (l) should equal those in column (g).

All conversions of cash into securities, or vice versa, shall be treated as withdrawals from the fund in column (f) and as additions to the fund in column (e).

Funds representing net credit balances of earmarked incentive per diem

should be reported separately for each year. The amount of income earned on these funds should be reported in footnote to this schedule.¹ Wholly owned Canadian subsidiary lines should subdivide the earmarked funds between monies received from Canadian parent companies as a result of incentive charges and the carrier's own credit balances.

Additions during the year—Book value			Withdrawals during the year—Book value			Balance at close of year—Book value			ASSETS IN FUNDS AT CLOSE OF YEAR												Line No.
									Cash	SECURITIES ISSUED OR ASSUMED BY RESPONDENT				OTHER SECURITIES AND INVESTED ASSETS							
										Par value	Book value	Par value	Book value	Par value	Book value						
(a)	(f)	(g)	(b)	(c)	(d)	(e)	(h)	(i)	(j)	(k)	(l)	(m)	(n)	(o)	(p)	(q)	(r)				
\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$				
600 000	599 560	6 508	6 508																		
		5 000											5 000		5 000						
600 000	599 560	11 508	6 508										5 000		5 000						
366 708	366 712	143 847	143 847																		
		2 000	2 000																		
		3 987	3 987																		
38 234		62 296											62 296		62 296						
1 136 512	1 034 184	126 642	872										128 000		125 770						
5 175 000	5 175 000																				
3 450 000	3 441 823	8 177	8 177																		
		955	955																		
10 166 454	10 017 717	347 504	159 838										190 296		188 066						
		95 000											95 000		95 000						
											</										

This image shows a single sheet of white paper with horizontal blue or grey ruling lines. The lines are evenly spaced and run across the width of the page. There is no handwriting or printed text on the paper. The left edge of the paper appears slightly irregular, possibly where it was torn from a notebook.

GENERAL INSTRUCTIONS CONCERNING RETURNS IN SCHEDULES 205 AND 206

1. Schedules 205 and 206 should give particulars of stocks, bonds, other secured obligations, unsecured notes, and investment advances of affiliated and nonaffiliated companies held by respondent at close of year specifically as investments including obligations of the United States, of a State or local government, or of an individual, so held; investments made, disposed of, or written down during the year; and dividends and interest credited to income. They should exclude securities issued or assumed by respondent. For definition of affiliated companies, see the rules governing account No. 721, "Investments in affiliated companies," in the Uniform System of Accounts for Railroad Companies.

2. These investments should be subdivided to show the par value pledged, unpledged, and held in fund accounts. Under "pledged" include the par value of securities recorded in accounts Nos. 721, "Investments in affiliated companies," and 722, "Other investments," which are deposited with some pledgee or other trustee, or held subject to the lien of a chattel mortgage, or subject to any other restriction or condition which makes them unavailable for general corporate purposes. "Unpledged" should include all securities held by or for the respondent free from any lien or restriction, recorded in the accounts mentioned above. Under "In sinking, insurance, and other funds" include the par value of securities recorded in accounts Nos. 715, "Sinking funds"; 716, "Capital and other reserve funds"; and 717, "Insurance and other funds."

3. List the investments in the following order and show a total for each group and each class of investments by accounts in numerical order:

(A) Stocks:

- (1) Carriers—active.
- (2) Carriers—inactive.
- (3) Noncarriers—act. e.
- (4) Noncarriers—inactive.

(B) Bonds (including U. S. Government Bonds):

(C) Other secured obligations:

(D) Unsecured notes:

(E) Investment advances:

4. The subclassification of classes (B), (C), (D), and (E) should be the same as that provided for class (A).

5. The kinds of industry represented by respondent's investments in the securities of other companies should be shown by symbol opposite the names of the issuing corporations, the symbols and industrial classifications to be as follows:

Symbol	Kind of industry
I	Agriculture, forestry, and fisheries.
II	Mining.
III	Construction.
IV	Manufacturing.
V	Wholesale and retail trade.
VI	Finance, insurance, and real estate.
VII	Transportation, communications, and other public utilities.
VIII	Services.
IX	Government.
X	All other.

6. By carriers, as the term is here used, is meant companies owning or operating railroads, facilities auxiliary thereto such as bridges, ferries, union depots, and other terminal facilities, sleeping cars, parlor cars, dining cars, freight cars, express service and facilities, electric railways, highway motor vehicles, steamboats and other marine transportation equipment, pipe lines (other than those for transportation of water), and other instrumentalities devoted to the transportation of persons or property for hire. Telegraph and telephone companies are not meant to be included.

7. Noncarrier companies should, for the purposes of these schedules, include telephone companies, telegraph companies, mining companies, manufacturing companies, hotel companies, etc. Purely "holding companies" are to be classed as noncarrier companies, even though the securities held by such companies are largely or entirely those issued or assumed by carriers.

8. By an active corporation is meant one which maintains an organization for operating property or administering its financial affairs. An inactive corporation is one which has been practically absorbed in a controlling corporation, and which neither operates property nor administers its financial affairs; if it maintains an organization it does so only for the purpose of complying with legal requirements and maintaining title to property or franchises.

9. Any balance in account 723, Reserve for adjustment of investment in securities - Credit, shall be disclosed by footnote to the securities against which such reserves were established.

205. INVESTMENTS IN AFFILIATED COMPANIES

1. Give particulars of investments in stocks, bonds, other secured obligations, unsecured notes, and investment advances of companies affiliated with respondent, included in accounts Nos. 715, "Sinking funds"; 716, "Capital and other reserve funds"; 721, "Investments in affiliated companies"; and 717, "Insurance and other funds."

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 19, classifying the investments by means of letters, figures, and symbols in columns (a), (b), and (c).

3. Indicate by means of an arbitrary mark in column (d) the obligation in support of which any security is pledged, mortgaged, or otherwise

encumbered, giving names and other important particulars of such obligations in footnotes.

4. Give totals for each class and for each subclass and a grand total for each account.

5. Entries in column (d) should show date of maturity of bonds and other evidences of indebtedness. In case obligations of the same designation mature serially, the date in column (d) may be reported as "Serially 19..... to 19.....". In making entries in this column, abbreviations in common use in standard financial publications may be used where necessary on account of limited space.

Line No.	Account No.	Class No.	Kind of security	Name of issuing company and description of security held; also lien reference if any	Extent of control	INVESTMENTS AT CLOSE OF YEAR			
						PAR VALUE OF AMOUNT HELD AT CLOSE OF YEAR			
						Pledged	Unpledged	In sinking, insurance, and other funds	Total par value
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)
1	721			Investments In Affiliated Companies					
2				Capital Stock					
3	A-1	VII		The K.C., Shreveport and G.T. Co.	100	150 000			150 000
4				K. C. Terminal Ry. Co.	8-1/3	183 333			183 333
5				Joplin Union Depot Co.	33-1/3	13 333			13 333
6				The K&M Railway and Terminal Co.	100	(8,000 Shs)			(8,000 Shs)
7				K.C.S. Transport Co., Inc.	100	5 000			5 000
8				The Pullman Co.	(Negligible)		(830 Shs)		(830 Shs)
9				Trailer Train Co.	2,9		500		500
10				Louisiana, Ark. & Tex. Trpn. Co.	100		(1,000 Shs)		(1,000 Shs)
11				Landa Motor Lines	100		20 000		20 000
12				Total Class A-1 VII		351 666	20 500		372 166
13	A-3	VI		Tolmak, Inc.	100		(20,000 Shs)		(20,000 Shs)
14				Southern Development Co.	100		10 000		10 000
15		X		Kansas City Sou. Ind.-Preferred	2,6		1 200 000		1 200 000
16				Total Class A-3			1 210 000		1 210 000
17				Total Class A		351 666	1 230 500		1 582 166
18				Bonds					
19	B-1	VII		The K.C., Shreveport and G.T. Co.	100	150 000			150 000
20				Notes					
21	A-1	VII		Trailer Train Co.	(Negligible)		154 000		154 000
22	D-1	VII		Railway Express Agency	(Negligible)		86 747		86 747
23	D-3	X		Alfred Lindgren, Inc.			240 747		240 747
24				Total Notes			240 747		240 747
25				Investment Advances					
26	E-1	VII		The K.C., Shreveport and G.T. Co.	100				
27				K. C. Terminal Ry. Co.	8-1/3				
28				Joplin Union Depot Co.	33-1/3				
29				K.C.S. Transport Co., Inc.	100				
30				Landa Motor Lines	100				
31				Louisiana, Ark. & Tex. Trpn. Co.	100				
32				Total Class E-1					
33	E-3	VI		Southern Development Co.	100				
34				Tolmak, Inc.	100				
35				Total Class E-3					
36				Total Class E					
37				Total Account 721		501 666	1 471 247		1 972 913

205. INVESTMENTS IN AFFILIATED COMPANIES—Continued

6. If any of the companies included in this schedule are controlled by respondent, the percent of control should be given in column (e). In case any company listed is controlled other than through actual ownership of securities, give particulars in a footnote. In cases of joint control, give names of other parties and particulars of control.

7. For non-par stock, show the number of shares in lieu of the par value in columns (f), (g), (h), (i), (j), and (k).

8. In reporting advances, columns (f), (g), (h), (i), (j), and (k) should be left blank. If any advances are pledged, give particulars in a footnote.

9. Particulars of investments made, disposed of, or written down during

the year should be given in columns (k) to (o), inclusive. If the cost of any investment made during the year differs from the book value reported in column (d), explain the matter in a footnote. By "cost" is meant the consideration given minus accrued interest or dividends included therein. If the consideration given or received for such investments was other than cash, describe the transaction in a footnote. Identify all entries in column (n), which represent a reduction in the book value of securities by symbol and give full explanation in a footnote in each case.

10. This schedule should not include securities issued or assumed by respondent.

INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR			INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR						DIVIDENDS OR INTEREST DURING YEAR			Line No.
Total book value			Par value		Book value	Par value		Book value		Selling price		Rate	Amount credited to income		
(d)			(e)		(f)	(g)		(h)		(i)		(j)	(k)		
\$			\$		\$	\$		\$		\$		%	\$		
															1
															2
															3
															4
															5
															6
															7
															8
															9
															10
															11
															12
															13
															14
															15
															16
															17
															18
															19
															20
															21
															22
															23
															24
															25
															26
															27
															28
															29
															30
															31
															32
															33
															34
															35
															36
															37
															38
															39
															40
															41
															42
															43
															44
															45
															46
															47
															48
															49
															50

KANSAS CITY SOUTHERN LINES CONSOLIDATED

305. INVESTMENTS IN AFFILIATED COMPANIES—Continued

Line No.	Account No.	Class No.	Kind of industry	Name of issuing company and description of security held; also less reference, if any	Extent of control	INVESTMENTS AT CLOSE OF YEAR							
						Fair value of amount held at close of year							
						Pledged		Unpledged		In sinking, insurance, and other funds		Total par value	
	(a)	(c)	(d)		(e)	(f)		(g)		(h)		(i)	
					%	\$		\$		\$		\$	
50													
51													
52													
53													
54													
55													
56													
57													
58													
59													
60													
61													
62													
63													
64													
65													
66													
67													
68													
69													
70													
71													
72													
73													
74													
75													
76													
77													
78													
79													
80													
81													
82													
83													
84													
85													
86													
87													
88													
89													
90													
91													
92													
93													
94													
95													
96													
97													
98													
99													
100													
101													
102													
103													
104													
105													
106													
107													

Completed on Pages 20 and 21

205. INVESTMENTS IN AFFILIATED COMPANIES—Concluded

205. INVESTMENTS IN AFFILIATED COMPANIES—Concluded																							
INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR						INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR									DIVIDENDS OR INTEREST DURING YEAR					Line No.
Total book value			Par value			Book value			Par value			Book value			Selling price			Rate	Amount credited to income				
(j)			(k)			(l)			(m)			(n)			(o)			(p)	(q)				
\$			\$			\$			\$			\$			\$			%	\$				
																						50	
																						51	
																						52	
																						53	
																						54	
																						55	
																						56	
																						57	
																						58	
																						59	
																						60	
																						61	
																						62	
																						63	
																						64	
																						65	
																						66	
																						67	
																						68	
																						69	
																						70	
																						71	
																						72	
																						73	
																						74	
																						75	
																						76	
																						77	
																						78	
																						79	
																						80	
																						81	
																						82	
																						83	
																						84	
																						85	
																						86	
																						87	
																						88	
																						89	
																						90	
																						91	
																						92	
																						93	
																						94	
																						95	
																						96	
																						97	
																						98	
																						99	
																						100	
																						101	
																						102	
																						103	
																						104	
																						105	
																						106	
																						107	

Completed on Pages 20 and 21

306. OTHER INVESTMENTS

1. Give particulars of investments in stocks, bonds, other secured obligations, unsecured notes, and investment advances of others than affiliated companies, included in accounts Nos. 715, "Sinking Funds"; 716, "Capital and other reserve funds"; 722, "Other investments"; and 717, "Insurance and other funds."

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 19, classifying the investments by means of letters, figures, and symbols in columns (a), (b), and (c). Investment in U. S. Treasury obligations may be reported as one item.

3. Indicate by means of an arbitrary mark in column (d) the obligation in support of which any security is pledged, mortgaged, or otherwise encumbered, giving names and other important particulars of such obligations in footnotes.

4. Give totals for each class and for each subclass and a grand total for each account.

5. Entries in column (d) should show date of maturity of bonds and other evidences of indebtedness. In case obligations of the same designation mature serially, the date in column (d) may be reported as "Serially 19..... to 19....." In making entries in this column, abbreviations

Line No.	Account No.	Class No.	Kind of Industry	Name of issuing company or government and description of security held; also (an reference, if any)	INVESTMENTS AT CLOSE OF YEAR			
					PAR VALUE OF AMOUNT HELD AT CLOSE OF YEAR			
					Pledged (e)	Unpledged (f)	In sinking, insurance, and other funds (g)	Total par value (h)
	(a)	(b)	(c)	(d)	\$	\$	\$	\$
1	715			Sinking Funds				
2				Series C 1st Mtg., Cash Account			6 508	6 508
3				Series A 1st Mtg., Called 12-1-54			5 000	5 000
4				Total Account 715			11 508	11 508
5								
6	716			Capital and Other Reserve Funds				
7								
8	B-3	IX		U.S. Treasury Obligations		128 000		128 000
9	C-3	X		Manuf. Nat'l. Bk. Cert. of Deposit		62 296		62 296
10	C-3	X		Chemical Bank - L&A Ry.		955		955
11				Total Account 716		191 251		191 251
12								
13	717			Insurance and Other Funds				
14								
15				Barclays Bank - Nassau Bahamas		95 000		95 000
16								
17	722			Other Investments				
18								
19	A-3	II		Central Coal & Coke Co. - Common		(76 Shares)		(76 Shares)
20		X		Downtown Development Corp.		25 000		25 000
21		X		Polk County Industrial Foundation		2 083		2 083
22		X		Noel Development, Inc.		625		625
23		X		Salisaw Industrial Corp.		1 000		1 000
24		X		First Missouri Development Corp.		1 000		1 000
25		X		Republic Carloading Inc.		(290 Shares)		(290 Shares)
26		X		Greater Springhill Corp.		(10 Shares)		(10 Shares)
27		X		Club Memberships		1 317		1 317
28				Total Class A		31 025		31 025
29								
30	B-3	X		Louisiana Stadium Commission		1 200		1 200
31								
32	C-3	X		Noel Development, Inc.		1 875		1 875
33		X		Siloam Springs, Ark. Dev. Corp.		1 018		1 018
34				Total Class C		2 893		2 893
35								
36	D-3	X		Polk County Cert. Indebtedness		1 000		1 000
37		X		KCS Employees Hospital Assn. Note		1 907		1 907
38		X		Republic Carloading, Inc. Note		1 018		1 018
39				Total Class D		3 925		3 925
40								
41				Total Account 722		39 043		39 043
42								
43								
44								
45								
46								
47								
48								
49								
50								
51								
52								
53								
54								
55								
56								
57								
58								

284. OTHER INVESTMENTS—Continued

In common use in standard financial publications may be used where necessary on account of limited space.

6. For nonpar stock, show the number of shares in lieu of the par value in columns (e), (f), (g), (h), (i), (j), and (k).

7. In reporting advances, columns (e), (f), (g), (h), (i), (j), and (k) should be left blank. If any advances are pledged, give particulars in a footnote.

8. Particulars of investments made, disposed of, or written down during the year should be given in columns (j) to (k), inclusive. If the cost of any investment made during the year differs from the book value reported in column (k), explain the matter in a footnote. By "cost" is meant the consideration given minus accrued interest or dividends included therein. If the consideration given or received for such investments was other than cash, describe the transaction in a footnote. Identify all entries in column (m) which represent a reduction in the book value of securities by symbol and give full explanation in a footnote in each case.

INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR			INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR			DIVIDENDS OR INTEREST DURING YEAR			Line No.						
Total book value			Par value			Book value			Selling price				Rate	Amount credited to income				
(i)			(j)			(k)			(l)				(m)	(n)				
\$			\$			\$			\$			\$			%	\$		
	6	508		600	000		600	000		599	560		599	560		599	560	
	5	000		5	000		5	000										
	11	508		605	000		605	000		599	560		599	560		599	560	
	125	770		4	585 000		4	571 925		4	480 000		4	468 806		4	480 000	
	62	296		38	234		38	234										
	95																	
	189	021		4	623 234		4	610 159		4	480 000		4	468 806		4	480 000	
	95	000																
																		</

KANSAS CITY SOUTHERN LINES CONSOLIDATED

304. OTHER INVESTMENTS—Continued

Line No.	Ac- count No.	Class No.	Kind of in- dustry	Name of issuing company or government and description of security held; also list reference, if any	INVESTMENTS AT CLOSE OF YEAR							
					FAIR VALUE OF AMOUNT HELD AT CLOSE OF YEAR							
					Pledged		Unpledged		In stock of, insurance, and other funds		Total fair value	
	(a)	(b)	(c)	(d)	(e)		(f)		(g)		(h)	
34												
35												
36												
37												
38												
39												
40												
41												
42												
43												
44												
45												
46												
47												
48												
49												
50												
51												
52												
53												
54												
55												
56												
57												
58												
59												
60												
61												
62												
63												
64												
65												
66												
67												
68												
69												
70												
71												
72												
73												
74												
75												
76												
77												
78												
79												
80												
81												
82												
83												
84												
85												
86												
87												
88												
89												
90												
91												
92												
93												
94												
95												
96												
97												
98												
99												
100												
101												
102												
103												
104												
105												
106												
107												
108												
109												
110												
111												

Completed on Pages 24 and 25

206. OTHER INVESTMENTS—Concluded

206. OTHER INVESTMENTS—Concluded																					
INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR						INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR								DIVIDENDS OR INTEREST DURING YEAR				Line No.
Total book value			Par value			Book value			Par value		Book value		Selling price				Rate	Amount credited to income			
(f)			(g)			(h)			(i)		(j)		(k)				(l)	(m)			
\$			\$			\$			\$			\$			\$			%	\$		
																					54
																					55
																					56
																					57
																					58
																					59
																					60
																					61
																					62
																					63
																					64
																					65
																					66
																					67
																					68
																					69
																					70
																					71
																					72
																					73
																					74
																					75
																					76
																					77
																					78
																					79
																					80
																					81
																					82
																					83
																					84
																					85
																					86
																					87
																					88
																					89
																					90
																					91
																					92
																					93
																					94
																					95
																					96
																					97
																					98
																					99
																					100
																					101
																					102
																					103
																					104
																					105
																					106
																					107
																					108
																					109
																					110
																					111

Completed on Pages 24 and 25

209. SECURITIES, ADVANCES, AND OTHER INTANGIBLES OWNED OR CONTROLLED THROUGH NONREPORTING CARRIER AND NONCARRIER SUBSIDIARIES

1. Give particulars of investments represented by securities and advances (including securities issued or assumed by respondent), and of other intangible property, indirectly owned or controlled by respondent through any subsidiary which does not report to the Commission under

the provisions of Part 1 of the Interstate Commerce Act, without regard to any question of whether the company issuing the securities, or the obligor, is controlled by the subsidiary.

2. This schedule should include all securities, open account advances, and other intangible

Line No.	Class No.	Name of issuing company and security or other intangible thing in which investment is made (b)	INVESTMENTS AT CLOSE OF YEAR		INVESTMENTS MADE DURING YEAR			
			Total par value (c)	Total book value (d)	Par value (e)	Book value (f)		
1	A-1	The Kansas City Southern Ry. - Common Stock	100 Shs.)	8 600				
2								
3	A-3	Lake Mena, Inc. - Capital Stock	1,028 Shs.)	25 400				
4								
5	A-3	Joplin Southern Corp. - Capital Stock	114 000	114 000				
6								
7	A-3	Shoppers Improvement Co. - Capital Stock	95 Shs.)	9 500				
8								
9	A-3	Pittsburg Industrial Corp. - Capital Stock	200 Shs.)	10 000				
10								
11	A-3	Blue Ridge Bank, K.C., Mo. - Common Stock	1 Sh.)	64				
12								
13		Total Class A	114 000	167 564				
14								
15								
16	C-3	Carthage Cablevision, Inc. - 6% Mortgage						
17								
18								
19								
20								
21								
22								
23								
24								
25								

NOTES AND REMARKS

209. SECURITIES, ADVANCES, AND OTHER INTANGIBLES OWNED OR CONTROLLED THROUGH NONREPORTING CARRIER AND NONCARRIER SUBSIDIARIES—Continued

property owned or controlled by nonreporting companies shown in schedules 104A, 104B, and 205, as well as those owned or controlled by any other organization or individual whose action respondent is able to determine.

3. Investments in U.S. Treasury obligations may be combined in a single item.

4. Column (a), Class No., should show classifications as provided in instructions 3 and 4, page 19.

INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR						Names of subsidiaries in connection with things owned or controlled through them (j)	Line No.
Par value (g)		Book value (h)		Selling price (i)			
1		2		3			
						Tolmak, Inc.	1
						Southern Development Co.	2
						Southern Development Co.	3
						Southern Development Co.	4
						Southern Development Co.	5
						Southern Development Co.	6
						Southern Development Co.	7
						Southern Development Co.	8
						Tolmak, Inc.	9
							10
							11
							12
							13
							14
							15
							16
							17
							18
							19
							20
							21
							22
							23
							24
							25
							26
							27
							28
							29
							30
							31
							32
							33
							34
							35
							36
							37
							38
							39
							40
							41
							42
							43
							44
							45
							46
							47
							48
							49
							50
							51
							52
							53
							54
							55
							56
							57
							58
							59
							60
							61
							62
							63
							64
							65
							66
							67
							68
							69
							70
							71
							72
							73
							74
							75
							76
							77
							78
							79
							80
							81
							82
							83
							84
							85
							86
							87
							88
							89
							90
							91
							92
							93
							94
							95
							96
							97
							98
							99
							100
							101
							102
							103
							104
							105
							106
							107
							108
							109
							110
							111
							112
							113
							114
							115
							116
							117
							118
							119
							120
							121
							122
							123
							124
							125
							126
							127
							128
							129
							130
							131
							132
							133
							134
							135
							136
							137
							138
							139
							140
							141
							142
							143
							144
							145
							146
							147
							148
							149
							150
							151
							152
							153
							154
							155
							156
							157
							158
							159
							160
							161
							162
							163
							164
							165
							166
							167
							168
							169
							170
							171
							172
							173
							174
							175
							176
							177
							178
							179
							180
							181
							182
							183
							184
							185
							186
							187
							188
							189
							190
							191
							192
							193
							194
							195
							196
							197
							198
							199
							200
							201
							202
							203
							204
							205
							206
							207
							208
							209
							210
							211
							212
							213
							214
							215
							216
							217
							218
							219
							220
							221
							222
							223
							224
							225
							226
							227
							228
							229
							230
							231
							232
							233
							234
							235
							236
							237
							238
							239
							240
							241
							242
							243
							244
							245
							246
							247
							248
							249
							250
							251
							252
							253
							254
							255
							256
							257
							258
							259
							260
							261
							262
							263
							264
							265
							266
							267
							268
							269
							270
							271
							272
							273
							274
							275
							276
							277
							278
							279
							280
							281
							282
							283
							284
							285
							286
							287
							288
							289
							290
							291
							292
							293
							294
							295
							296
							297
							298
							299
							300
							301
							302
							303
							304
							305
							306
							307

NOTES AND REMARKS

KANSAS CITY SOUTHERN LINES CONSOLIDATED

211. ROAD AND EQUIPMENT PROPERTY (See Instructions page 32)

Line No.	Account (a)	Balance at beginning of year (b)	Expenditures during the year for original road and equipment, and road extensions (c)	Expenditures during the year for purchase of existing lines, reorganizations, etc. (d)
1	(1) Engineering.....	2 046 087		
2	(2) Land for transportation purposes.....	5 948 292		
3	(2½) Other right-of-way expenditures.....	137 506		
4	(3) Grading.....	19 034 857		
5	(5) Tunnels and subways.....			
6	(6) Bridges trestles, and culverts.....	13 959 772		
7	(7) Elevated structures.....			
8	(8) Ties.....	7 468 724		
9	(9) Rails.....	14 109 634		
10	(10) Other track material.....	10 871 026		
11	(11) Ballast.....	9 442 315		
12	(12) Track laying and surfacing.....	6 891 035		
13	(13) Fences, snowsheds, and signs.....	533 606		
14	(16) Station and office buildings.....	7 106 666		
15	(17) Roadway buildings.....	315 923		
16	(18) Water stations.....	132 489		
17	(19) Fuel stations.....	608 036		
18	(20) Shops and enginehouses.....	5 958 249		
19	(21) Grain elevators.....			
20	(22) Storage warehouses.....			
21	(23) Wharves and docks.....			
22	(24) Coal and ore wharves.....			
23	(25) TOFC/COFC terminals.....	401 180		
24	(26) Communication systems.....	2 440 945		
25	(27) Signals and interlockers.....	5 412 247		
26	(29) Power plants.....	32 868		
27	(31) Power-transmission systems.....	684 508		
28	(35) Miscellaneous structures.....	197 903		
29	(37) Roadway machines.....	665 656		
30	(38) Roadway small tools.....	39 650		
31	(39) Public improvements—Construction.....	2 555 415		
32	(43) Other expenditures—Road.....	26 709		
33	(44) Shop machinery.....	1 613 293		
34	(45) Power-plant machinery.....	158 949		
35	Other (specify and explain).....			
36	Total expenditures for road.....	118 793 540		
37	(52) Locomotives.....	26 915 993		
38	(53) Freight-train cars.....	88 373 065		
39	(54) Passenger-train cars.....			
40	(55) Highway revenue equipment.....			
41	(56) Floating equipment.....			
42	(57) Work equipment.....	1 276 668		
43	(58) Miscellaneous equipment.....	75 238		
44	Total expenditures for equipment.....	116 640 964		
45	(71) Organization expenses.....	511 535		
46	(76) Interest during construction.....	2 679 102		
47	(77) Other expenditures—General.....			
48	Total general expenditures.....	2 190 637		
49	TOTAL.....	238 625 141		
50	(80) Other elements of investment (p. 33).....			
51	(90) Construction work in progress.....	3 025 427		
52	GRAND TOTAL.....	241 650 568		

KANSAS CITY SOUTHERN LINES CONSOLIDATED

31

211. ROAD AND EQUIPMENT PROPERTY (See Instructions page 32)

EXPENDITURES FOR ADDITIONS AND RETIREMENTS DURING THE YEAR			CREDITS FOR PROPERTY RETIRED DURING THE YEAR		Net changes during the year	Balance at close of year		Line No.
Made on owned property (a)	Made on leased property (f)		Owned property (g)	Leased property (h)		(i)	(j)	
24 277			7 618			15 659	2 062 746	1
58 553			42 393			16 160	5 964 452	2
27 244						27 244	164 750	3
289 825			3 632			286 193	19 321 050	4
189 858			35 081			154 777	14 114 549	5
112 998			35 022			77 976	7 546 700	6
183 575			16 661			166 914	14 276 548	7
233 360			32 479			200 881	11 071 907	8
146 510			13 261			133 249	9 575 564	9
168 231			30 448			137 783	7 028 818	10
3 789			101			3 688	537 294	11
33 684			55 526		(	21 842)	7 084 824	12
3 734			6 975		(	3 241)	312 682	13
			19 308		(	19 908)	112 581	14
							608 036	15
46 889			81 456		(	34 567)	5 923 682	16
								17
								18
								19
								20
63 420						63 420	464 600	21
			7 987		(	7 987)	2 432 958	22
9 184			11 810		(	2 626)	5 409 621	23
							32 868	24
42 118						42 118	726 626	25
							197 903	26
12 608			21 303		(	8 695)	656 961	27
31 040			492			30 548	2 585 963	28
56 788			101 194		(	44 406)	1 568 887	29
(13 455)					(	13 455)	145 494	30
1 724 230			523 347			1 200 883	119 994 423	31
8 520 164			2 116 912			6 403 252	33 319 245	32
2 674 530			6 764 586		(	4 090 056)	84 283 009	33
								34
								35
			7 693		(	7 693)	1 268 975	36
			15 209		(	15 209)	60 029	37
11 194 694			8 904 400			2 290 294	118 931 258	38
			1 918		(	1 918)	509 617	39
			13 600		(	13 600)	2 665 502	40
								41
			15 518		(	15 518)	3 175 119	42
12 918 924			9 443 265			3 475 659	242 100 800	43
								44
(464 903)					(	464 903)	2 560 524	45
12 454 021			9 443 265			3 010 756	244 661 324	46
								47
								48
								49
								50
								51
								52

INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 21: ON PAGES 30 and 31

1. Give particulars of balances at the beginning and close of the year and of all changes during the year in account No. 731, "Road and Equipment Property," and account No. 732, "Improvements on Leased Property," classified by primary accounts in accordance with the Uniform System of Accounts for Railroad Companies. The balances, by primary accounts, should, insofar as known, be stated in column (b) and all changes made during the year should be analyzed in columns (c) to (h), inclusive. Column (j) is the aggregate of columns (b) to (h), inclusive. Grand totals of columns (b) and (j) should equal the sum of accounts 731 and 732 for the respective periods; if not, full explanation should be made in a footnote.

2. In column (c) are to be shown disbursements made for the specific purpose of purchasing, constructing, and equipping new lines, and for the extension of old lines, as provided for in Instruction 2-1, "Items to be charged," of the Uniform System of Accounts for Railroad Companies, for such items.

3. In column (d) is to be shown the cost of a railway or portion thereof, acquired as an operating entity or system by purchase, merger, consolidation, reorganization, receivership sale or transfer, or otherwise.

4. In columns (e) and (f), should be included all entries covering expenditures for additions and betterments, as defined, whether replacing other property or not.

5. In column (f) show particulars for improvements made on property held under lease or other form of long-term contract and not charged to the owning company.

6. In columns (g) and (h) should be entered all credits representing property sold, abandoned, or otherwise retired.

7. Both the debit and credit involved in each transfer, adjustment, or clearance, between road and equipment accounts, should be included in the column in which the item was initially included; also the transfer of prior years' debits or credits from investment in road and equipment to operating expenses or other accounts, or vice versa, should be included in the column applicable to current items of like nature. Each such transfer, adjustment, or clearance should be fully explained when in excess of \$100,000.

8. If during the year an individual charge of \$100,000 or more was made to account No. 2, "Land for transportation purposes," state in a footnote the cost, location, area, and other details which will identify the property.

9. Report on line 35 amounts not includible in the primary road accounts. The items reported should be briefly identified and explained under "Notes and Remarks," below. Amounts should be reported on this line only under special circumstances, usually after permission is obtained from the Commission for exceptions to prescribed accounting. Reference to such authority should be made when explaining the amounts reported. Respondents must not make arbitrary changes to the printed stub or column headings without specific authority from the Commission.

10. If during the year a segment of transportation property was acquired, state in a footnote the name of the vendor, the mileage acquired, and the date of acquisition, giving termini and the cost of the property to the respondent. Also furnish a statement of the amount included in each primary account representing such property acquired, referring to the column or columns in which the entries appear.

11. If an amount of less than \$500 is used as the minimum debit or credit for additions and betterments to property investment accounts as provided for in Instruction 2-2, of the Uniform System of Accounts for Railroad Companies, state in a footnote the amount used.

NOTES AND REMARKS

KANSAS CITY SOUTHERN LINES CONSOLIDATED

211B. DEPRECIATION BASE AND RATES—ROAD AND EQUIPMENT OWNED AND USED AND LEASED FROM OTHERS

1. Show in columns (b) and (c), for each primary account, the depreciation base used in computing the depreciation charges for the month of January and in columns (d) and (e) show the depreciation base used in computing the depreciation charges for the month of December; in columns (f) and (g) show the composite rates used in computing the depreciation charges for the month of December, and on lines 30 and 39 of these columns show the composite percentage for all road and equipment accounts, respectively, ascertained by applying the primary account composite rates to the depreciation base used in computing the charges for December and dividing the total so computed by the total depreciation base for the same month. The depreciation base should not include the cost of equipment, used but not owned, when the rents therefor are included in the rent for equipment accounts Nos. 536 to 540, inclusive. It should include the cost of equipment owned and leased to others when the rents therefor are included in the rent for equipment accounts Nos. 503 to 507, inclusive. The composite rates used should be those prescribed or otherwise authorized by the Commission, except that where the use of component rates has been authorized, the composite rates to be

shown for the respective primary accounts should be recomputed from the December charges developed by the use of the authorized rates. If any changes in rates were effective during the year, give full particulars in a footnote.

2. All leased properties may be combined and one composite rate computed for each primary account, or a separate schedule may be included for each such property.

3. Show in columns (e), (f), and (g), data applicable to property, used but not owned, when the rent therefor is included in account 542. Report data applicable to improvements to such property, the cost of which is included in account 732, in columns (b), (c) and (d).

4. If the depreciation base for accounts 1, 2 1/2, 3, 5, and 39 includes nondepreciable property, a statement to that effect should be made in a footnote.

5. If depreciation accruals have been discontinued for any account, the depreciation base should be reported, nevertheless, in support of depreciation reserves. Authority for the discontinuance of accruals should be shown in a footnote indicating the account(s) affected.

Line No.	Account	OWNED AND USED				LEASED FROM OTHERS			
		DEPRECIATION BASE		Annual composite rate (percent)		DEPRECIATION BASE		Annual composite rate (percent)	
		At beginning of year (b)	At close of year (c)			At beginning of year (e)	At close of year (f)		
	(a)	\$	\$	%		\$	\$	%	
1	ROAD								
2	(1) Engineering	2 041 256	2 050 764	71		4 830	4 830	25	
3	(2 1/2) Other right-of-way expenditures	137 098	149 153	2 72		408	408	1 94	
4	(3) Grading	14 273 559	14 348 911	29		27 858	27 858	12	
5	(5) Tunnels and subways								
6	(6) Bridges, trestles, and culverts	13 952 407	14 028 030	1 82		7 366	7 366	3 45	
7	(7) Elevated structures								
8	(13) Fences, snowsheds, and signs	533 189	536 876	1 23		417	417	2 01	
9	(16) Station and office buildings	7 106 665	7 094 367	1 99					
10	(17) Roadway buildings	315 923	312 681	2 25					
11	(18) Water stations	132 489	112 581	2 62					
12	(19) Fuel stations	608 036	608 036	2 53					
13	(20) Shops and enginehouses	5 958 249	5 923 682	1 95					
14	(21) Grain elevators								
15	(22) Storage warehouses								
16	(23) Wharves and docks								
17	(24) Coal and ore wharves								
18	(25) TOFC/COFC terminals	401 180	464 599	3 96					
19	(26) Communication systems	2 440 945	2 432 957	4 28					
20	(27) Signals and interlockers	5 472 292	5 409 482	3 59					
21	(29) Power plants	32 868	32 868	1 30					
22	(31) Power transmission systems	684 508	726 626	3 56					
23	(35) Miscellaneous structures	197 903	197 903	3 57					
24	(37) Roadway machines	665 610	656 960						
25	(39) Public improvements—Construction	2 551 508	2 565 747	2 42		3 907	3 907	4 28	
26	(44) Shop machinery	1 613 293	1 568 887	3 67					
27	(45) Power-plant machinery	158 950	145 494	2 80					
28	All other road accounts								
29	Amortisation (other than defense projects)								
30	Total road	59 217 928	59 366 604	1 82		44 786	44 786	1 08	
31	EQUIPMENT								
32	(52) Locomotives	26 915 992	29 914 778	3 76					
33	(53) Freight-train cars	80 416 208	84 322 774	4 05					
34	(54) Passenger-train cars								
35	(55) Highway revenue equipment								
36	(56) Floating equipment								
37	(57) Work equipment	1 276 667	1 268 975	9 00					
38	(58) Miscellaneous equipment	75 238	65 121	14 00					
39	Total equipment	116 634 105	115 571 648	4 04					
40	GRAND TOTAL	175 902 033	174 938 252			44 786	44 786		

Interstate Commerce Commission Sub-Order R-300-E served July 28, 1971, effective July 1, 1971 for rates on equipment.

211C. DEPRECIATION BASE AND RATES—ROAD AND EQUIPMENT LEASED TO OTHERS

1. This schedule is to be used in cases where the related depreciation reserve is carried in the accounts of the respondent and the rent therefrom is included in account No. 509.

2. Show in columns (b) and (c), for each primary account, the depreciation base used in computing the depreciation for the months of January and December, respectively, with respect to road and equipment owned by the respondent but leased to others, the depreciation charges for which are not includible in operating expenses of the respondent, but for which the depreciation reserve is recorded in the accounts of the respondent. If the base for road is other than the original cost or estimated original cost as found by the Commission's Bureau of Accounts, brought to a current date by the respondent from its Order No. 3 records and accounts, or is other than ledger value for equipment, a full explanation should be given.

3. In column (d) show the composite rates used in computing the depreciation for the month of December and on lines 29 and 38 of this column

show the composite percentage for all road and equipment accounts, respectively, ascertained by applying the primary accounts composite rates to the depreciation base used in computing the depreciation for December and dividing the total so computed by the depreciation base.

4. If the depreciation base for accounts 1, 2½, 3, 5, and 39 includes nondepreciable property, a statement to that effect should be made in a footnote.

5. If depreciation accruals have been discontinued for any account, the depreciation base should be reported, nevertheless, in support of depreciation reserves. Authority for the discontinuance of accruals should be shown in a footnote indicating the account(s) affected.

Line No.	Account (a)	DEPRECIATION BASE				Annual composite rate (percent)	
		Beginning of year (b)		Close of year (c)		(d)	
		\$		\$			%
1	ROAD						
2	(1) Engineering.....						
3	(2½) Other right-of-way expenditures.....						
4	(3) Grading.....						
5	(5) Tunnels and subways.....						
6	(6) Bridges, trestles, and culverts.....						
7	(7) Elevated structures.....						
8	(13) Fences, snowsheds, and signs.....						
9	(16) Station and office buildings.....						
10	(17) Roadway buildings.....						
11	(18) Water stations.....						
12	(19) Fuel stations.....						
13	(20) Shops and enginehouses.....						
14	(21) Grain elevators.....						
15	(22) Storage warehouses.....						
16	(23) Wharves and docks.....						
17	(24) Coal and ore wharves.....						
18	(25) TOFC/COFC terminals.....						
19	(26) Communication systems.....						
20	(27) Signals and interlockers.....						
21	(29) Power plants.....						
22	(31) Power transmission systems.....						
23	(35) Miscellaneous structures.....						
24	(37) Roadway machines.....						
25	(39) Public improvements—Construction.....						
26	(44) Shop machinery.....						
27	(45) Power-plant machinery.....						
28	All other road accounts.....						
29	Total road.....						
30	EQUIPMENT						
31	(52) Locomotives.....						
32	(53) Freight-train cars.....						
33	(54) Passenger-train cars.....						
34	(55) Highway revenue equipment.....						
35	(56) Floating equipment.....						
36	(57) Work equipment.....						
37	(58) Miscellaneous equipment.....						
38	Total equipment.....						
39	GRAND TOTAL.....		None		None		None

211D. DEPRECIATION RESERVE—ROAD AND EQUIPMENT OWNED AND USED

1. Give the particulars called for hereunder with respect to credits and debits to account No. 735, "Accrued depreciation—Road and Equipment," during the year relating to road and equipment owned and used. This schedule should not include any entries for depreciation of equipment, used but not owned, when the rents therefor are included in the rent for equipment accounts Nos. 536 to 540, inclusive. It should include entries for depreciation of equipment owned but not used when the rents therefrom are included in the rent for equipment accounts Nos. 503 to 507, inclusive. (See schedule 211F for the reserve relating to road and equipment owned but not used by the respondent.) If any

entries are made for "Other credits" or "Other debits," state the facts occasioning such entries. A debit balance in column (b) or (g) for any primary account should be shown in parenthesis or designated "Dr."

2. If there is any inconsistency between the credits to the reserve as shown in column (c) and the charges to operating expenses, a full explanation should be given.

3. All credits or debits to the reserve representing amortization other than for defense projects, if a general amortization program has been authorized, should be entered on line 29.

Line No.	Account	Balance at beginning of year		Credits to Reserve During the Year		Debits to Reserve During the Year		Balance at close of year	
				Charges to operating expenses	Other credits	Retirements	Other debits		
	(a)	(b)		(c)	(d)	(e)	(f)	(g)	
1	ROAD								
2	(1) Engineering	115 158		14 511		7 615		122 054	
3	(2½) Other right-of-way expenditures	102 163		3 970				106 135	
4	(3) Grading	232 572		41 647		(955)		273 174	
5	(5) Tunnels and subways								
6	(6) Bridges, trestles, and culverts	5 562 016		235 270		34 475		5 782 813	
7	(7) Elevated structures								
8	(13) Fences, snow sheds, and signs	474 673		6 590		100		481 163	
9	(16) Station and office buildings	758 918		141 908		55 493	51 650	793 683	
10	(17) Roadway buildings	49 929		7 044		5 975		50 998	
11	(18) Water stations	(9 240)		3 133		19 909		(26 015)	
12	(19) Fuel stations	89 302		15 385		(50)		104 737	
13	(20) Shops and enginehouses	1 063 806		115 494		85 769		1 093 531	
14	(21) Grain elevators								
15	(22) Storage warehouses								
16	(23) Wharves and docks								
17	(24) Coal and ore wharves								
18	(25) TOFC/COFC terminals	6 469		16 316	51 650			74 435	
19	(26) Communication systems	25 614		104 326		4 496		125 444	
20	(27) Signals and interlockers	2 504 516		194 017		11 694		2 686 832	
21	(29) Power plants	(2 375)		426				(1 949)	
22	(31) Power-transmission systems	243 338		25 128				268 466	
23	(35) Miscellaneous structures	92 159		7 071				99 230	
24	(37) Roadway machines	645 000				8 621		636 379	
25	(39) Public improvements—Construction	1 015 250		62 105		469		1 076 887	
26	(44) Shop Machinery *	161 487		59 335		62 055		158 817	
27	(45) Power-plant machinery *	30 301		4 434				34 735	
28	All other road accounts								
29	Amortization (other than defense projects)	23 543						23 543	
30	Total road	13 184 601		1 078 110	51 650	295 613	51 650	13 967 098	
31	EQUIPMENT								
32	(52) Locomotives	16 919 524		1 130 370		1 949 112	1 463 348	14 637 434	
33	(53) Freight-train cars	17 382 975		3 498 883	1 463 348	6 071 631		16 273 573	
34	(54) Passenger-train cars								
35	(55) Highway revenue equipment								
36	(56) Floating equipment								
37	(57) Work equipment	5 013		114 579		1 951		117 641	
38	(58) Miscellaneous equipment	28 482		9 800		14 860		23 422	
39	Total equipment	34 335 992		4 753 632	1 463 348	8 037 554	1 463 348	31 052 070	
40	GRAND TOTAL	47 520 593		5 831 742	1 514 998	8 333 167	1 514 998	45 019 168	

*Chargeable to account 200.

211E. DEPRECIATION RESERVE—ROAD AND EQUIPMENT LEASED FROM OTHERS

1. Give full particulars called for hereunder with respect to credits and debits to account No. 785, "Accrued depreciation—Leased property," during the year relating to road and equipment leased from others, the depreciation charges for which are includible in operating expenses of the respondent.

2. Show in column (c) amounts which were charged to operating expenses, and in column (f) show payments made to the lessor in settlement thereof. A full explanation should be given of all entries in columns (d) and (f).

3. Any inconsistency between the credits to the reserve as shown in column (c) and the charges to operating expenses should be fully explained.

4. Show in column (e) the debits to the reserve arising from retirements.

5. If settlement for depreciation is made currently between lessee and lessor, and no debits or credits to account No. 785 are made by the accounting company, show in column (c) the charges to operating expenses and in column (f) show payments made to the lessor in settlement thereof.

Line No.	Account (a)	Balance at beginning of year (b)			CREDITS TO RESERVE DURING THE YEAR						DEBITS TO RESERVE DURING THE YEAR						Balance at close of year (g)		
					Charges to operating expenses (c)			Other credits (d)			Retirements (e)			Other debits (f)					
		\$			\$			\$			\$			\$			\$		
1	ROAD																		
2	(1) Engineering																		
3	(2) Other right-of-way expenditures																		
4	(3) Grading																		
5	(5) Tunnels and subways																		
6	(6) Bridges, trestles, and culverts																		
7	(7) Elevated structures																		
8	(13) Fences, snow sheds, and signs																		
9	(16) Station and office buildings																		
10	(17) Roadway buildings																		
11	(18) Water stations																		
12	(19) Fuel stations																		
13	(20) Shops and enginehouses																		
14	(21) Grain elevators																		
15	(22) Storage warehouses																		
16	(23) Wharves and docks																		
17	(24) Coal and ore wharves																		
18	(25) TOFC/COFC terminals																		
19	(26) Communication systems																		
20	(27) Signals and interlockers																		
21	(29) Power plants																		
22	(31) Power-transmission systems																		
23	(35) Miscellaneous structures																		
24	(37) Roadway machines																		
25	(39) Public improvements—Construction																		
26	(44) Shop machinery*																		
27	(45) Power-plant machinery*																		
28	All other road accounts																		
29	Total road																		
30	EQUIPMENT																		
31	(52) Locomotives																		
32	(53) Freight-train cars																		
33	(54) Passenger-train cars																		
34	(55) Highway revenue equipment																		
35	(56) Floating equipment																		
36	(57) Work equipment																		
37	(58) Miscellaneous equipment																		
38	Total equipment																		
39	GRAND TOTAL																		

*Chargeable to account 305.

This schedule eliminated through inter-company eliminations.

211F. DEPRECIATION RESERVE—ROAD AND EQUIPMENT LEASED TO OTHERS

1. This schedule is to be used in cases where the depreciation reserve is carried in the accounts of the respondent, and the rent therefrom is included in account No. 509.

2. Give the particulars called for hereunder with respect to credits and debits to account No. 735, "Accrued depreciation—Road and Equipment," during the year relating to road and equipment leased to others, the depreciation charges for which are not includible in operating expenses

of the respondent. (See schedule 211D for the reserve relating to road and equipment owned and used by the respondent.)

3. If any entries are made for "Other credits" and "Other debits," state the facts occasioning such entries. A debit balance in column (b) or (g) for any primary account should be shown in parenthesis or designated "Dr."

Line No.	ACCOUNT (a)	Balance at beginning of year (b)		CREDITS TO RESERVE DURING THE YEAR		DEBITS TO RESERVE DURING THE YEAR		Balance at close of year (g)	
				Charges to others (c)	Other credits (d)	Retirements (e)	Other debits (f)		
1	ROAD								
2	(1) Engineering								
3	(2) Other right-of-way expenditures								
4	(3) Grading								
5	(5) Tunnels and subways								
6	(6) Bridges, trestles, and culverts								
7	(7) Elevated structures								
8	(13) Fences, snow sheds, and signs								
9	(16) Station and office buildings								
10	(17) Roadway buildings								
11	(18) Water stations								
12	(19) Fuel stations								
13	(20) Shops and enginehouses								
14	(21) Grain elevators								
15	(22) Storage warehouses								
16	(23) Wharves and docks								
17	(24) Coal and ore wharves								
18	(25) TOFC/COFC terminals								
19	(26) Communication systems								
20	(27) Signals and interlockers								
21	(29) Power plants								
22	(31) Power-transmission systems								
23	(35) Miscellaneous structures								
24	(37) Roadway machines								
25	(39) Public improvements—Construction								
26	(44) Shop machinery								
27	(45) Power-plant machinery								
28	All other road accounts								
29	Total road								
30	EQUIPMENT								
31	(52) Locomotives								
32	(53) Freight-train cars								
33	(54) Passenger-train cars								
34	(55) Highway revenue equipment								
35	(56) Floating equipment								
36	(57) Work equipment								
37	(58) Miscellaneous equipment								
38	Total equipment								
39	GRAND TOTAL		None						None

211G. AMORTIZATION OF DEFENSE PROJECTS—ROAD AND EQUIPMENT OWNED AND LEASED FROM OTHERS

1. Show in columns (b) to (e) the amount of base of road and equipment property for which amortization reserve is provided in account No. 736, "Accrued amortization of defense projects—Road and Equipment" of the respondent. If the amortization base is other than the ledger value stated in the investment account, a full explanation should be given.

2. Show in columns (f) to (i) the balance at the close of the

year and all credits and debits during the year in reserve account No. 736, "Accrued amortization of defense projects—Road and Equipment."

3. The information requested for "Road" by columns (b) through (i) may be shown by projects amounting to \$100,000 or more, or by single entries as "Total road" in line 28. If

reported by projects, each project should be briefly described, stating kind, location, and authorization date and number. Projects amounting to less than \$100,000 should be combined in a single entry designated "Minor items, each less than \$100,000."

4. Any amounts included in columns (b) and (f), and in column (h) affecting operating expenses, should be fully explained.

Line No.	Description of property or account (a)	BASE												RESERVE											
		Debits during year (b)			Credits during year (c)			Adjustments (d)			Balance at close of year (e)			Credits during year (f)			Debits during year (g)			Adjustments (h)			Balance at close of year (i)		
		\$	xx	xx	\$	xx	xx	\$	xx	xx	\$	xx	xx	\$	xx	xx	\$	xx	xx	\$	xx	xx	\$	xx	xx
1	ROAD: KCS Ry.																								
2	Certificate Number																								
3	Leesville																								
4	Yard tracks												18	931										18	931
5																									
6	Block Signal												104	300										104	300
7																									
8	Centralized traffic control												281	909										281	909
9																									
10	11 Passing Tracks												37	897										37	897
11																									
12	Minor items, each less																								
13	than \$100,000												105	475										105	475
14																									
15																									
16																									
17																									
18																									
19																									
20																									
21																									
22																									
23																									
24																									
25																									
26																									
27																									
28	TOTAL ROAD												548	512										548	512
29	EQUIPMENT:	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx
30	(52) Locomotives																								
31	(53) Freight-train cars						8	449					14	521				8	449					14	521
32	(54) Passenger-train cars																								
33	(55) Highway revenue equipment																								
34	(56) Floating equipment																								
35	(57) Work equipment																								
36	(58) Miscellaneous equipment																								
37	TOTAL EQUIPMENT						8	449					14	521				8	449					14	521
38	GRAND TOTAL						8	449					563	033				8	449					563	033

NOTES AND REMARKS

411. UNIT COST OF EQUIPMENT INSTALLED DURING THE YEAR

1. Give particulars as requested, separately, for the various classes of new units and rebuilt units of equipment installed by respondent during the year. If information regarding the cost of any units installed is not complete at time of filing of report, the units should be omitted, but reference to the number of units omitted should be given in a footnote, the details as to cost to be given in the report of the following year. The cost of units under construction at the close of the year should not be reflected in this schedule, even though part of the cost appears in the property account for the year. Indicate in column (c) whether an installation represents equipment purchased, (P), built or rebuilt by contract in outside railroad shops, (C), or built or rebuilt in company or system shops, (S).

2. In column (a) list each class or type of locomotive, unit, car, or TOFC/COFC equipment on a separate line. By class is meant the standard classification used to distinguish types of locomotive units, freight cars or other equipment, adopted by the Association of American Railroads, and should include physical characteristics requested by Schedule 417. Locomotive units should be identified as to power source, wheel arrangement, and horsepower per unit, and cars should be identified as to special construction or service characteristics, such as Multiple purpose diesel locomotive A units (B-B1) 2500 HP.

Aluminum covered hopper cars, L.O. Steel boxcars—special service, XAP, etc., for TOFC/COFC show type of equipment as enumerated in Schedule 417, lines 70-81, and type of construction.

3. In column (c) show the total weight in tons of 2,000 pounds. The weight of the equipment acquired should be the weight empty.

4. The cost should be the complete cost as entered on the ledger, including foreign line freight charges and handling charges.

5. Data for this schedule should be confined to the units reportable in columns (c), (d), (e), and (f) of Schedule 417, showing returns for new units in the upper section of this schedule and showing returns for rebuilt units acquired and rebuilt units rewritten into respondent's property investment account in the lower section. The term "new" as used herein shall refer to and mean a unit or units placed in service for the first time on any railroad.

6. All acquired box cars acquired in whole or in part with incentive per diem funds should be reported on separate lines and appropriately identified by footnote or sub-heading.

NEW UNITS

Line No.	Class of equipment (a)	Number of units (b)	Total weight (tons) (c)	Total cost (d)	Method of acquisition (see instructions) (e)
1	Account 52 - Locomotives			\$	
2	EMD 3,000 H.P. SD 40 Road Units	10	1 759	3 192 271	P
3	EMD 1,500 H.P. SW 1500 Switch Units	10	1 229	1 923 425	P
4	EMD 3,000 H.P. SD 40-2 Road Units	10	1 770	3 404 468	P
5					
6	Total Account 52	30	4 758	8 520 164	
7					
8	Account 53 - Freight Train Cars				
9					
10	American Car and Foundry - 70 Ton 50'6"				
11	Cushion Underframe Box Cars-A 230				
12	Mechanical Designation	45	1 575	1 019 436	P
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
26					
27					
28					
29					
30					
31					
32					
33					
34					
35					
36					
37					
38					
39					
40					
41	TOTAL	75	XX XX	9 539 600	XXXXX

REBUILT UNITS

41	Account 53 - Freight Train Cars				
42					
43	Pulpwood Bulkhead Flat Cars - L027	116	3 016	648 324	
44					
45	Box Cars - 50 Ft. A200	100	2 800	815 100	
46					
47	Gondola Tie Cars - E230	25	750	151 250	
48					
49	Wheel Cars - E230	5	150	40 420	
50					
51					
52					
53					
54	TOTAL	246	XX XX	1 655 094	XXXXX
55	GRAND TOTAL	321	XX XX	11 194 694	XXXXX

KANSAS CITY SOUTHERN LINES (CONSOLIDATED)

211N-1. INVESTMENT IN RAILWAY PROPERTY USED IN TRANSPORTATION SERVICE (SEE INSTRUCTION 2)

1. Give particulars, as requested, of the investment in transportation property at the close of the year, as related to "Net railway operating income," of the respondent for the year.

2. The term "investment in railway property used in transportation service" means the aggregate of property owned, and property not owned but used by the respondent, in transportation service, (a) the investment in which is represented in accounts 731 and 732 of the respondent, including operating, lessor, and inactive railroads, (b) road and equipment property owned or leased, the lease-rental from which is included in accounts 503 to 507, inclusive, of the respondent, minus (c) investment in property leased to others the lease-rental from which is included in account 508. It does not include investment of others in equipment used by the respondent, rent for which is included in accounts 506 to 560, inclusive, nor does it include investment of other carriers in property jointly used by the respondent, such as trackage rights, rent for which is included in account 541 of the respondent. In column (c), classify each company in this schedule as respondent (R), lessor railroad (L), inactive or proprietary company (P), and other leased properties (O).

3. In columns (a) to (c), 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, divided between lessor (L) and proprietary (P) companies, followed by data for carriers and others (O), portions of whose property are used in transportation service of the respondent.

Show a total for each class of company. Then show, as deductions, data for transportation property leased to carriers and others, rentals from which are included in account 509.

4. In column (c) line-haul carriers should report the miles of road used in line-haul service, and switching and terminal companies should report the miles of all tracks owned.

5. In column (d) show the amount applicable in accounts 731 and 732 on the books of the companies whose names appear in column (b). Values of property of other carriers segregated by estimate or otherwise should correspond in amount to the deductions made by the carriers in their reports. If separate value is not available, explanation should be given. Difference between the amounts in column (d) of this schedule and the amounts shown in column (c), line 53, on the asset side of the comparative general balance sheet of each individual railway should be explained in a footnote. Book value included in accounts 731 and 732 of the carrier should be reported in column (d) in reference to the investment of the respondent in the securities of the carrier unless a good reason can be given for the contrary. Methods of estimating (by capitalizing rentals at 6 percent or otherwise) value of property of private owners, or portions of property of other carriers, should be explained.

6. In column (e) show the amount of depreciation and amortization accrued as of the close of the year in accounts 733, 736 and 785 that is applicable to the property of the carriers whose names are listed in column (b), regardless of where the reserves therefor are recorded.

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 owned (See Ins. 4) (c)		Investment in property (See Ins. 5) (d)			Depreciation and amortization of defense projects (See Ins. 6) (e)		
1	R	The Kansas City Southern Railway Company	846	18	\$ 175	633	640	\$ 35	126	269
2										
3	R	Louisiana & Arkansas Railway Company	633	71	67	791	876	10	272	016
4	R	The Arkansas Western Railway Company	34	75	466	101			50	315
5	R	Fort Smith and Van Buren Railway Company (Okla.)	20	92	305	371			23	175
6										
7		Total			68	563	348	10	345	506
8					244	196	988	45	471	775
9										
10	P	The Maywood and Sugar Creek Railway Company	1	54		123	522		27	287
11	P	Neches Bridge Company				224	856		74	627
12						348	378		101	914
13										
14	O	Fort Smith and Van Buren Railway Company (Ark.)				115	958		8	512
15										
16										
17										
18										
19										
20		Road and Equipment Property								
21		.24 Miles of L&A Yard Tracks								
22		Leased to CRI&P								
23										
24										
25										
26										
27		Accrued Depreciation								
28		Accrued Depreciation Leased								
29										
30										
31										
32										
33										
34										
35										
36										
37										
38										
39										
40										
41										
42										
43										
44										
45										
46										
47										
48										
49										
50										

1. In columns (2) through (4) 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 corporations.

2. The amounts for respondent and for each group or class of companies and properties on line 53 herein, should correspond with the amount for respondent and with the aggregate amounts for each class of company and properties shown in schedule 211N-1 on page 42. Continuing records shall be maintained by respondent of the primary property accounts separately for each company or property included in this schedule.

3. Report on line 35 amounts representing capitalization of rentals for leased property based on 6 percent per year where property is not classified by accounts by non-carrier owners, or where cost of property

USED IN TRANSPORTATION SERVICE—Continued

leased from other carriers is not ascertainable. Identify non-carrier owners, and briefly explain methods of estimating value of property of non-carriers or property of other carriers under "Notes and Remarks" page 40.

4. Report on line 34 amounts not includable in the accounts shown on line 35. The items reported should be briefly identified and explained under "Notes and Remarks," page 40. Amounts should be reported on this line only under special circumstances, usually after permission is obtained from the Commission for exceptions to prescribed accounting. Reference to such authority should be made when explaining the amounts reported. Respondents must not make arbitrary changes to the printed sub or column headings without specific authority from the Commission.

Line No.	Account (a)	Respondent		L&A Lessor railroads & co.		Lessee (proprietary) companies (c)		Other leased properties (e)	
		KCS (b)		PS&VB (c)	Okla.				
1	(1) Engineering.....	\$ 1 443 369		\$ 604 199		\$ 10 349		\$ 4 830	
2	(2) Land for transportation purposes.....	4 344 625		1 576 211		31 631		11 966	
3	(24) Other right-of-way expenditures.....	110 340		54 002				408	
4	(3) Grading.....	13 630 086		5 637 659		25 447		27 858	
5	(5) Tunnels and subways.....								
6	(6) Bridges, trestles, and culverts.....	9 624 177		4 264 373		218 632		7 366	
7	(7) Elevated structures.....								
8	(8) Piers.....	4 807 231		2 717 704		9 018		12 748	
9	(9) Rails.....	8 956 599		5 302 138		7 293		10 518	
10	(10) Other track material.....	6 885 988		4 169 458		5 426		11 033	
11	(11) Ballast.....	6 042 163		3 526 897		1 430		5 075	
12	(12) Track laying and surfacing.....	4 110 223		2 901 291		5 013		12 292	
13	(13) Fences, snowsheds, and signs.....	327 058		206 479		3 338		417	
14	(16) Station and office buildings.....	3 855 270		3 226 360		3 194			
15	(17) Roadway buildings.....	270 592		41 689					
16	(18) Water stations.....	66 144		46 437					
17	(19) Fuel stations.....	521 787		86 248					
18	(20) Shops and enginehouses.....	4 843 928		1 079 754					
19	(21) Grain elevators.....								
20	(22) Storage warehouses.....								
21	(23) Wharves and docks.....								
22	(24) Coal and ore wharves.....								
23	(25) TOFC/COFC terminals.....	175 748		288 852					
24	(26) Communication systems.....	1 671 640		761 318					
25	(27) Signals and interlockers.....	4 633 411		767 691		8 519			
26	(29) Power plants.....	10 242		22 626					
27	(31) Power-transmission systems.....	382 653		343 256		718			
28	(35) Miscellaneous structures.....	149 809		48 094					
29	(37) Roadway machines.....	357 347		299 613					
30	(38) Roadway small tools.....	29 404		10 246					
31	(39) Public improvements—Construction.....	2 047 052		520 630		14 374		3 907	
32	(43) Other expenditures—Road.....	24 986		1 617				106	
33	(44) Shop machinery.....	1 457 734		111 153					
34	(45) Power-plant machinery.....	112 672		32 822					
35	Leased property: capitalized rentals (explain).....								
36	Other (specify & explain).....								
37	Total expenditures for road.....	80 892 678		38 648 817		344 402		108 524	
38	(52) Locomotives.....	29 239 984		4 079 261					
39	(53) Freight-train cars.....	60 389 777		23 893 232					
40	(54) Passenger-train cars.....								
41	(55) Highway revenue equipment.....								
42	(56) Floating equipment.....								
43	(57) Work equipment.....	898 409		370 566					
44	(58) Miscellaneous equipment.....	43 876		16 153					
45	Total expenditures for equipment.....	90 572 046		28 359 212					
46	(71) Organization expenses.....	386 529		121 466		1 406		217	
47	(76) Interest during construction.....	2 000 929		661 421		2 570		583	
48	(77) Other expenditures—General.....								
49	Total general expenditures.....	2 387 458		782 887		3 976		800	
50	TOTAL.....	173 852 132		67 790 916		348 378		109 324	
51	(80) Other elements of investment.....								
52	(90) Construction work in progress.....	1 781 458		772 432				6 634	
53	GRAND TOTAL.....	175 633 640		68 563 348		348 378		115 958	

214. MISCELLANEOUS PHYSICAL PROPERTY

7. Give particulars of all investments of the respondent in physical property includible in account No. 23, "Miscellaneous physical property," together with the revenue, income, expenses, loss, and depreciation thereon on such property, as requested.

[illegible]

2. If any of the individual items of property shown in column (a) were acquired in consideration of stocks, or of bonds or other evidence of debt, or in exchange for other property, enter in column (c) only the amount of value carried in respondent's books and in a footnote give a full description of how such items were actually paid. Also if the actual money cost to respondent is different from that shown in column (c), give such difference in column (d) and in a footnote.

2. If any party has income (including capital gains) exceeding \$100,000 in this schedule, amounting to \$50,000 or more, you must attach the Form 990-B to your return.

Line No.	25aCS (Kind and location of property, and nature of business, if any) (a)	Year of acquisition (b)	Original cost for the year (c)	Current value for year (d)	Estimated value for year (e)
1	The Kansas City Southern Railway Company				
2	Missouri		3,615	509,507	1,174,539
3	Kansas		6,794	116,318	263,563
4	Oklahoma				17,359
5	Arkansas				38,960
6	Louisiana		62,509	1,823,351	1,972,383
7	Texas			371,892	1,852,689
8					
9	Total KCS Ry. Co.		72,908	2,821,068	5,319,597
10					
11	Louisiana & Arkansas Railway Company		71		233,235
12					
13	The Arkansas Western Railway Company				70
14					
15	Fort Smith and Van Buren Railway Company			2,816	97,288
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
26					
27					
28					
29					
30					
31					
32					
33					
34					
35					
36					
37					
38					
39					
40					
41					
42					
43					
44					
45					
46					
47					
48					
49					
50					
51					
52					
53					
54					
55					
56					
57					
58					
59					
60					
61					
62					
63					
64					
65					
66					
67					
68					
69					
70					
71					
72					
73					
74					
75					
76					
77					
78					
79					
80					
81					
82					
83					
84					
85					
86					
87					
88					
89					
90					
91					
92					
93					
94					
95					
96					
97					
98					
99					
100					
		TOTAL	72,979	2,823,884	5,650,190

NOTES AND REMARKS

214. MISCELLANEOUS PHYSICAL PROPERTY—Continued

5. In section B include in column (f) the gross amount of revenue or income included in accounts 532 and 511, in column (g) the gross amount of expenses (including depreciation) charged to accounts 511 and 534, in column (h) the amount of taxes charged to accounts 535 and 544 for the year, and in column (i) the net profit or loss of columns (f) minus (g) and (h).

6. Any differences between the total of column (h) and the totals of accounts 535 and 544, as differences between the total of column (i) and the net total of accounts 532, 511, 534, 535, and 544, of such accounts in Schedule 300, "Income Account for the Year," should be explained in a footnote.

7. In section C give an analysis of account 726, "Accrued depreciation—Miscellaneous physical property," for each item shown in column (c). Show in column (a) the percentage or composite rate used by the respondent for computing the amount of depreciation applied to the account during the year. Any adjustments of importance included in columns (f) and (h) should be fully explained in a footnote.

8. The word "Item" as herein used means a unit or composite of an investment in or operation of property such as a powerplant, a mine, an amusement park, etc., together with ancillary property or operations.

B. REVENUE, INCOME, EXPENSES AND TAXES CLASSIFIED AND CHARGED TO ACCOUNTS 532, 511, 534, 535 AND 544 DURING THE YEAR				C. DEPRECIATION EXPENSE (ACCOUNT 726)					Line No.
Revenue or income (f)	Expense (g)	Taxes (h)	Net profit or loss after taxes (i) (f) minus (g) and (h)	Credits during the year (j)	Debits during the year (k)	Balance at close of year (l)	None (m)	Item (n)	
42,097	89,567		(47,470)	71,544		133,973	588,286		1
22,417	5,357	1,858	15,202						2
1,150	100	3	1,047	100		1,221	5,281		3
916		674	242						4
154,123	59,943	1,381	92,799	36,737	1,049	141,696	822,570		5
96,500	18,954	1,478	76,068	18,862		213,052	992,757		6
317,203	173,921	5,394	137,888	127,243	1,049	489,952	2,400,894	4.48	7
2,076	2,115	331	(370)	1,338		1,338	211,252	1.90	8
		11	(11)		None	None	None		9
					None	None	None		10
									11
									12
									13
									14
									15
									16
									17
									18
									19
									20
319,279	176,036	5,736	137,507	128,581	1,049	491,290	2,620,146	XXXX	21

NOTES AND REMARKS

Account 544 - \$14,913 not miscellaneous property taxes.

216. OTHER ASSETS AND DEFERRED CHARGES

Give description and particulars for each item or class of items of like description in accounts Nos. 741, "Other assets," and 743, "Other deferred charges," at the close of the year. Show debtor (or class of debtors) for deferred assets and appropriate description for items or class of items of deferred charges. Show each item (or the aggregate of a class of items of like description) amounting to \$100,000 or more. Each item or class of items of like description amounting to less than \$100,000 may be

combined into a single entry designated "Other items, each less than \$100,000." The entries for each account shall be listed and the account number and the total for each account shall be shown corresponding to the amounts in Schedule 200A. In case the character of any item is not fully disclosed by the entries in the columns hereunder, make a full explanation in a footnote.

Line No.	Account No. (a)	Item (b)	Amount (c)
1	741	Other Assets	
2		Other items, each less than \$100,000	241 471
3			
4	743	Other Deferred Charges	
5			
6		Agents Relief Claims Unadjusted - Overcharge	326 977
7		Paid Claim unadjusted - Overcharge	136 077
8		Service for dredging Red River at Texarkana, Texas	82 044
9		Car repair bills - receivable - private lines	85 407
10			
11		Cost of improvements, additions and betterments to leased facilities of Texas and Pacific Ry. Co. pending amortization to rent accounts over contract period as shown below:	
12			
13		Improvements - T&P tracks Lettsworth to New Roads, La.	318,245
14		Construct T&P tracks Lobdell, La.	1,814
15		A & B relay - T&P tracks Simmesport to Hamburg, La.	8,333
16		Improvements - T&P tracks - Morganza Spillway	45,861
17			874 253
18		Other items, each less than \$100,000	312 003
19		Total Account 743	1 816 761
20			
21			
22			
23			
24			
25			
26			
27			
28			
29			
30			
31			
32			
33			
34			
35			
36			
37			
38			
39			
40			
41			
42			
43			
44			
45			

INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 218 ON PAGES 48, 49, 50 AND 51

Give particulars of the various issues of securities in accounts Nos. 765, "Funded debt unmatured," 768, "Debt in default," 767, "Receivers' and trustees' securities," 766, "Equipment obligations," and 764, "Equipment obligations and other debt due within 1 year," at the close of the year, together with interest accrued and interest paid during the year and total amount of matured interest in default. Includes receipts outstanding for funded debt with their respective issues. List entries under captions of account numbers and titles, and insert total for each account.

In column (a) show the symbol and name, and account number of each bond or other obligation according to the following designations in the numerical order given, and give a total for each such numerical alphabetical and each numerical group and for each account:

- (1) MORTGAGE BONDS:
 - (a) With fixed interest.
 - (b) With contingent interest.
- (2) COLLATERAL TRUST BONDS:
 - (a) With fixed interest.
 - (b) With contingent interest.
- (3) UNSECURED BONDS (Debentures):
 - (a) With fixed interest.
 - (b) With contingent interest.
- (4) EQUIPMENT OBLIGATIONS:
 - (a) Equipment securities (Corporation).
 - (b) Equipment securities (Receivers' and Trustees').
 - (c) Conditional or deferred payment contracts.
- (5) MISCELLANEOUS OBLIGATIONS.
- (6) RECEIVERS' AND TRUSTEES' SECURITIES (Other than equipment obligations).
- (7) SHORT-TERM NOTES IN DEFAULT.

Columns (f), (g), (h), (i), and (j) are intended further to classify the obligations of the company and are to be answered "yes" or "no."

If an issue is a serial issue, the last date of maturity should be shown in column (c) preceded by the letter "S." If the payments required in the contracts for equipment obligations are unequal in amount (except for the last payment) or are to be made at irregular intervals, show a symbol against the entry made in column (c) opposite the name of such obligations and give particulars in a footnote.

If the issue is an income bond, the entry in column (d) should be the annual maximum rate of interest specified by the indenture. In column (k) show the approximate number of miles of road on which the mortgage is a direct first lien and in column (l) the approximate number of miles of road on which the mortgage is a direct junior lien. Do not consider any road or other property indirectly subject to either a first or junior lien through the pledge of collateral, leaseholds, or other contractual rights in making the returns required in columns (i), (j), (k), and (l).

In column (m) enter the amount of debt both nominally and actually issued up to the date of the report and not the amount authorized. In the event debt is assumed, column (m) should include the amount of debt issued by the original debtor.

No entries shall be made in this schedule with respect to issues of matured obligations nominally issued or nominally outstanding when no parts of such issues are actually outstanding.

For definitions of "nominally issued," "nominally outstanding," "actually issued," and "actually outstanding," see schedule 228.

Entries in columns (e) and (w) should include interest accrued on funded debt reacquired, matured during the year, even though no portion of the issue is outstanding at the close of the year.

In column (y) enter the total in account No. 781, "Interest in default," at the close of the year.

The grand totals of columns (n) and (r), when combined, should equal the sum of the amounts stated in short column (b₂) for accounts Nos. 764, 765, 766, 767, and 768 in schedule 200L, "Comparative General Balance Sheet—Liabilities and Shareholders' Equity."

On page 51 give particulars of changes during the year in funded debt and other obligations. In column (z), state whether issued for construction of new properties, for additions and betterments, for purchase of railroad or other property, for conversion, for acquisition of securities, for reorganization, or for other corporate purposes. Also, give the number and date of authorization by the public authority under whose control such issue was made, naming such authority. For nominally issued securities, show returns in columns (z) and (aa) only.

For each class of securities actually issued, the sum of the entries in columns (bb) and (cc), plus discounts or less premiums, such discounts or premiums to be shown in a footnote applicable to each issue, should equal the entry in column (ad). For definition of expense, reportable in column (cc), see Definition 10 in the Uniform System of Accounts for Railroad Companies.

For each class of securities actually issued or assumed, the sum of the entries in columns (bb) and (cc), plus discounts or less premiums, such discounts or premiums to be shown in a footnote applicable to each issue, should equal the entry in column (ad). For definition of expense, reportable in column (cc), see Definition 10 in the Uniform System of Accounts for Railroad Companies.

Particulars concerning the reacquisition of securities that were actually outstanding should be reported on pages 50 and 51, columns (a), (dd), and (ee). Include those securities that have been called for payment during the year for which liability has been transferred to account No. 763, "Other current liabilities."

NOTES AND REMARKS

KANSAS CITY SOUTHERN LINES CONSOLIDATED

215. FUNDED DEBT AND OTHER OBLIGATIONS

Line No.	Name and Character of obligation	Nominal date of issue	Date of maturity	INTEREST PROVISIONS		Does obligation provide for— (Answer "Yes" or "No")			Is Other Property (Real or Personal or Leasehold) Subject to Lien of this Obligation? (Answer "Yes" or "No")		APPROXIMATE NUMBER OF MILES OF LINE DIRECTLY SUBJECT TO—	
				Rate percent per annum (current year)	Dates due	Conversion	Call prior to maturity, other than for sinking fund	Sinking fund	First lien	Junior to first lien	First lien	Junior to first lien
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)	
1	Accounts 764 and 766 - Funded Debt Unmatured											
2												
3	The Kansas City Southern Railway Company											
4												
5	(1)(a) 1st Mtg. Ser. C Bonds	12-01-54	12-01-84	3-1/4	6/1-12/1	No	Yes	Yes	Yes		860	
6												
7	764-766 Equipment Obligations - 4C Equipment Purchase Agreements											
8												
9	Chemical Bank	3-16-59	3-01-74	4-1/2	3-1	No	No	No	Yes			
10												
11	Chemical Bank	6-15-61	6-15-76	4-1/2	5/15-12/15	No	No	No	Yes			
12												
13	Chemical Bank	6-15-61	6-15-76	4-1/2	5/15-12/15	No	No	No	Yes			
14												
15	Manufacturers Nat'l Bank	6-01-62	5-15-77	4-3/8	5/15-12/15	No	No	No	Yes			
16												
17	Manufacturers Nat'l Bank	6-01-62	6-15-77	4-3/8	5/15-12/15	No	No	No	Yes			
18												
19	Chemical Bank	5-15-62	5-15-77	4-1/2	5/15-11/15	No	No	No	Yes			
20												
21	Chemical Bank	7-15-63	7-15-78	Various	1/15-7/15	No	No	No	Yes			
22												
23	Chemical Bank	5-15-65	3-15-80	Various	5/15-11/15	No	No	No	Yes			
24												
25	Chemical Bank	3-15-66	3-15-76	5-1/2	3/15-9/15	No	No	No	Yes			
26												
27	Chemical Bank	4-15-66	10-15-81	5-1/2	4/15-10/15	No	No	No	Yes			
28												
29	Chemical Bank	3-15-67	3-15-77	6-3/4	3/15-9/15	No	No	No	Yes			
30												
31	Chemical Bank	5-15-67	5-15-82	6-1/4	5/15-11/15	No	No	No	Yes			
32												
33	Chemical Bank	5-02-68	8-01-78	7-1/4	2/1-8/1	No	No	No	Yes			
34												
35	Chemical Bank	5-03-68	8-01-83	7	2/1-8/1	No	No	No	Yes			
36												
37	Chemical Bank	1-01-70	1-15-85	9-3/4	1/15-7/15	No	No	No	Yes			
38	(Principal starting 1-15-76)											
39	Chemical Bank	1-01-72	2-01-87	6-1/2-) 7-5/8)	2/1-8/1	No	No	No	Yes			
40												
41	United Missouri Bank	5-15-72	2-02-78	6-3/4	2/2-8/2	No	No	No	Yes			
42												
43	Chemical Bank	11-01-72	11-01-87	7-1/4-) 7-3/4)	5/1-11/1	No	No	No	Yes			
44												
45	*Contract not complete											
46	Total KCS Ry. Equipment Obligations											
47	Louisiana & Arkansas Railway Company											
48												
49	Chemical Bank	5-01-64	5-01-79	4.60	5/1-11/1	No	No	No	No			
50												
51	Chemical Bank	4-01-65	4-01-75	Various	4/1-10/1	No	No	No	No			
52												
53	Total L&A Ry. Equipment Obligations											
54	Total KCS and L&A Equipment Obligations											
55												
56	GRAND TOTAL											

218. FUNDED DEBT AND OTHER OBLIGATIONS—Continued

Total amount nominally and actually issued	AMOUNT NOMINALLY ISSUED AND—		Total amount actually issued	AMOUNT REACQUIRED AND—		TOTAL AMOUNT ACTUALLY OUTSTANDING			Line No.
	Held in special funds or in treas- ury or pledged (Identify pledged securities by symbol "P"; matured by symbol "M")	Canceled		Canceled through sinking fund or otherwise canceled (Identify canceled through sinking fund by symbol "S")	Held in special funds or in treas- ury or pledged (Identify pledged securities by symbol "P"; matured by symbol "M")	Unmatured (accounts 765, 766, and 767)	Unmatured (account 764)	Matured and so provision made for payment (account 768)	
(m)	(n)	(o)	(p)	(q)	(r)	(s)	(t)	(u)	
\$	\$	\$	\$	\$	\$	\$	\$	\$	
50 000 000			50 000 000	10 777 000	1 838 000	36 785 000	38 623 000	600 000	1
2 876 000			2 876 000	2 555 285		131 682	189 033		2
527 000			527 000	527 000		None	None		3
2 108 000			2 108 000	1 541 796		390 537	175 657		4
2 431 262			3 431 200	2 401 840		800 613	228 747		5
1 166 000			1 166 000	826 062		262 205	77 733		6
2 130 000			2 130 000	1 420 000		560 000	122 000		7
5 931 680			5 931 680	3 559 008		1 977 227	295 445		8
4 350 119			4 350 119	2 030 056		2 030 055	290 008		9
8 650 000			8 650 000	5 622 500		2 162 500	865 000		10
4 440 000			4 440 000	1 776 000		2 368 000	296 000		11
8 090 000			8 090 000	4 045 000		3 236 000	809 000		12
4 097 000			4 097 000	1 365 667		2 458 200	273 133		13
5 255 000			5 255 000	2 102 000		2 627 500	525 500		14
4 413 603			4 413 603	1 176 961		2 942 402	294 240		15
10 148 170			10 148 170	None		10 148 170	None		16
5 150 999			5 150 999	None		4 807 599	343 400		17
1 655 094			1 655 094	None		1 655 094	None	*	18
3 426 200			3 426 200	None		3 197 787	228 413		19
77 846 065			77 846 065	30 949 175		41 763 571	5 133 319		20
2 843 500			2 843 500	1 516 533		1 137 400	189 567		21
7 773 840			7 773 840	5 441 688		1 554 768	777 384		22
10 617 340			10 617 340	6 958 221		2 692 168	966 951		23
88 463 405			88 463 405	37 907 396		44 455 739	6 100 270		24
138 463 405			138 463 405	48 684 396	1 838 000	83 078 739	6 700 270		25

Line No.	Name and character of obligation (List on same lines and in same order as on page 234)	AMOUNT OF INTEREST ACCRUED DURING YEAR						Amount of interest paid during year	Total amount of interest in default	
		Charged to income			Charged to investment accounts					
		(v)	(w)	(x)						
	<u>The Kansas City Southern Railway Company</u>									
	1st Mortgage Series C Bonds	1	235	317			1	237	664	
	Equipment Purchase Agreements									
	Chemical Bank 3-16-59		15	850				22	939	
	Chemical Bank 6-15-61		31	147				31	513	
	Manufacturers National 6-01-62		52	095				52	539	
	Manufacturers National 6-01-62		17	272				17	423	
	Chemical Bank 5-15-62		34	328				35	145	
	Chemical Bank 7-15-63		109	477				117	432	
	Chemical Bank 5-15-65		112	903				114	626	
	Chemical Bank 3-15-66		188	186				202	194	
	Chemical Bank 4-15-66		155	293				158	750	
	Chemical Bank 3-15-67		284	262				300	341	
	Chemical Bank 5-15-67		177	062				179	243	
	Chemical Bank 5-02-68		250	817				266	691	
	Chemical Bank 5-03-68		238	580				247	162	
	Chemical Bank 1-01-70		989	447				989	447	
	Chemical Bank 1-01-72		342	747				187	145	
	United Missouri Bank 5-15-72		24	632				None	*	
	Chemical Bank 11-01-72		32	613				None		
	Total K.C.S. Ry. - Equipment		3	056	711			2	922	570
	<u>Louisiana & Arkansas Railway Company</u>									
	Equipment Purchase Agreements									
	Chemical Bank 5-01-64		63	947				65	401	
	Chemical Bank 4-01-65		116	851				125	839	
	Total L&A Ry. - Equipment		180	798				191	240	
	Total K.C.S. and L&A Ry. - Equipment Obligations		3	237	509			3	113	810
	GRAND TOTAL		4	472	826			4	351	474

218. FUNDED DEBT AND OTHER OBLIGATIONS—Concluded

SECURITIES ISSUED OR ASSUMED DURING YEAR										SECURITIES REACQUIRED DURING YEAR						Line No.	
Purpose of the issue and authority (a)	Par value (aa)			Net proceeds received for issue (cash or its equivalent) (ba)			Expense of issuing securities (ca)			AMOUNT REACQUIRED							
										Par value (da)			Purchase price (ea)				
	\$			\$			\$			\$			\$				
1st Mortgage Bonds											844	000		599	560	1	
Contract																2	
21691	Date										189	032		189	032	3	
22450	3-16-59															4	
22725	6-15-61										182	940		182	940	5	
22750	6-01-62										228	747		228	747	6	
22675	6-01-62										77	734		77	734	7	
22971-2-3	6-01-62										142	000		142	000	8	
23724	5-15-62										395	446		395	446	9	
24025	7-15-63										290	008		290	008	10	
24026	5-15-65										865	000		865	000	11	
24337	3-15-66										296	000		296	000	12	
24384	4-15-66										809	000		809	000	13	
24723	3-15-67										273	133		273	133	14	
24724	5-15-67										525	500		525	500	15	
25092	5-02-68										294	240		294	240	16	
25650	5-03-68										None			None		17	
25734	1-01-70										None			None		18	
25820	1-01-72 6.50	5	150	999	5	150	999	20	515		None			None		19	
Total K.C.S. Ry. 6.79 (40)	5-15-72 6.75	1	655	094	1	655	094	*			None			None		20	
	11-01-72 7.25	3	426	200	3	426	200	23	657		None			None		21	
		10	232	293	10	232	293	44	172		4	568	780	4	568	780	22
8761																23	
8923	5-01-64										189	567		189	567	24	
	4-01-65										777	384		777	384	25	
Total L&A Ry.											966	951		966	951	26	
Total K.C.S. & L&A Equipment		10	232	293	10	232	293	44	172		5	535	731	5	535	731	27
GRAND TOTAL		10	232	293	10	232	293	44	172		6	379	731	6	135	291	28

KANSAS CITY SOUTHERN LINES CONSOLIDATED

219. EQUIPMENT COVERED BY EQUIPMENT OBLIGATIONS

Give the particulars called for regarding the equipment obligations included in schedule 218, "Funded Debt and Other Obligations" (accounts Nos. 764, "Equipment obligations and other debt due within 1 year" and 766, "Equipment obligations") at the close of the year. In column (a) show the name by which the equipment obligation is designated and in

column (b) show the classes of equipment and the number of units covered by the obligation. In column (c) show the contract price to the original debtor; in column (d) show the cash paid on acceptance of equipment by the original debtor; do not report the price paid on a subsequent sale and assumption of balance of debt.

Line No.	Designation of equipment obligation (List names in the same order as in schedule 218) (a)		Description of equipment covered (b)	Contract price of equipment acquired (c)			Cash paid on acceptance of equipment (d)		
				\$			\$		
1									
2									
3									
4									
5									
6									
7									
8									
9									
10									
11									
12									
13									
14									
15									
16									
17									
18									
19									
20									
21									
22									
23									
24									
25									
26									
27									
28									
29									
30									
31									
32									
33									
34									
35									
36									
37									
38									
39									
40									
41									
42									
43									
44									
45									
46									
47									
48									
49									
50									
51									
52									
53									
54									
55									
56									
57									
58									
59									
60									
61									
62									
63									
64									
65									
66									
67									
68									
69									
70									
71									
72									
73									
74									
75									
76									
77									
78									
79									
80									
81									
82									
83									
84									
85									
86									
87									
88									
89									
90									
91									
92									
93									
94									
95									
96									
97									
98									
99									
100									

220. INTEREST ON INCOME BONDS

1. Give particulars concerning interest payable, accrued, paid, and accumulated and unpaid on the securities having contingent interest provisions classified as (1) Mortgage Bonds, (2) Collateral Trust Bonds, and (3) Unsecured Bonds (Debentures), in schedule 218, "Funded Debt and Other Obligations."

2. In columns (a), (b), and (c) state the name, amount, and nominal rate of interest shown in columns (a), (v), and (d), respectively, in schedule 218, for each security of the kind indicated. List the names of such securities in the same order as in schedule 218.

3. In column (d) show the amount of interest payable for the year at the nominal rate, if earned, on all of the bonds outstanding at the close of the year plus those retired during the year.

4. In column (e) show the amount of interest charged to the income account for the year.

5. In column (f) show the difference between columns (d) and (e).

6. In columns (h), (i), and (j) show the amounts of interest actually paid during the year, segregated in columns (h) and (i) between payments applicable to the current year's accruals, and those applicable to past accruals.

7. In column (k) enter the maximum accumulation of unpaid interest as provided for in the bonds.

8. In column (l) show the sum of unearned interest accumulated under the provisions of the security plus the earned interest unpaid at the close of the year.

9. In the second section of this schedule show the particulars of the several items on the same line and in the same order as in the first section.

Line No.	Name of issue (from schedule 218)	Amount actually outstanding (from schedule 218)	Nominal rate of interest (from schedule 218)	AMOUNT OF INTEREST			
				Maximum amount payable, if earned		Amount actually payable under contingent interest provisions, charged to income for the year	
	(a)	(b)	(c)	(d)		(e)	
1		\$		\$		\$	
2							
3							
4	NONE						
5							
6							
7							
8							
9							
10							

AMOUNT OF INTEREST—Concluded

Line No.	DIFFERENCE BETWEEN MAXIMUM PAYABLE IF EARNED AND AMOUNT ACTUALLY PAYABLE						TOTAL PAID WITHIN YEAR						Maximum period, or percentage, for which cumulative, if any	Total accumulated un-earned interest plus earned interest unpaid at the close of year		
	Current year			All years to date			On account of current year		On account of prior years		Total					
	(f)	(g)		(h)			(i)		(j)							
1	\$			\$			\$			\$						
2																
3																
4																
5																
6																
7																
8																
9																
10																

222. AMOUNTS PAYABLE TO AFFILIATED COMPANIES

Give full particulars of amounts payable by the respondent to affiliated companies, as defined in connection with account No. 769, "Amounts payable to affiliated companies," in the Uniform System of Accounts for Railroad Companies. If any such amounts are evidenced by notes, each note should be separately shown in column (a). Entries in columns (e) and (f) should include interest accruals and interest payments on debt retired during the year, even though no portion of the debt remained outstanding at the close of the year. Show, also, in a footnote, particulars of interest charged to cost of property.

Line No.	Name of creditor company (a)	Rate of interest (b)	Balance at beginning of year (c)			Balance at close of year (d)			Interest accrued during year (e)			Interest paid during year (f)		
			%	\$		\$			\$			\$		
1														
2														
3														
4														
5	NONE													
6														
7														
8														
9														
10	TOTAL			None		None								

NOTES AND REMARKS

223. ITEMS IN SELECTED CURRENT LIABILITY ACCOUNTS

Give description and particulars for each item or class of items of like description in accounts Nos. 751, "Loans and notes payable"; 759, "Accrued accounts payable"; and 763, "Other current liabilities," at the close of the year. Show character of loans and notes, with name of creditor (or class of creditors), dates of issue and maturity, and appropriate description for each class of accrued accounts payable and for the other current liabilities. Show each item (or the aggregate of a class of items of like description) amounting to \$100,000 or more. Each item or class

of items of like description amounting to less than \$100,000 may be combined into a single entry designated "Other items, each less than \$100,000." The entries for each account shall be listed and the account number and the total for each account shall be shown corresponding to the amounts in Schedule 200L. In case the character of any item is not fully disclosed by the entries in the columns hereunder, make a full explanation in a footnote.

Line No.	Account No. (a)	Item (b)	Amount (c)	
1	751	<u>Loans and Notes Payable</u>	None	
2				
3				
4	759	<u>Accrued Accounts Payable</u>		
5				
6		Vacation earned in 1972 payable 1973	1	783 000
7		Accruals - Per Diem Due Foreign Lines	1	268 000
8		Accruals - Repair to Traction Motors		75 000
9		Accruals - Insurance		74 369
10		Accruals - Car Repairs		138 750
11		Accruals - Lease Locomotives - Chemical Bank		48 580
12		Rental of Mississippi River Bridge		154 200
13		Rental of Equipment - Edgartown Car Corp.		496 936
14		Rental of Equipment - Woodland Car Corp.		94 126
15		Rental of Equipment - Vineyard Car Corp.		13 736
16		Operating expenses due Milwaukee-KCS Joint Agency		420 000
17		Estimate damage to foreign line equipment - derailments		107 913
18		Casualty Claims		382 062
19		Loss and Damage Claims		252 500
20		Overcharge Claims		310 000
21		Switching Cars, ATSF, Dallas, Texas		217 253
22		Terminal Expense, Dallas, Texas		100 200
23		Terminal Expense, New Orleans, Louisiana		10 000
24		Other items, each less than \$100,000		336 541
25		Total Account 759	6	283 206
26				
27	763	<u>Other Deferred Liabilities</u>		
28				
29		Prepaid in transit and unadjusted charges	5	732 702
30		Other items, each less than \$100,000		40 322
31		Total Account 763	5	773 024
32				
33				
34				
35				
36				
37				
38				
39				
40				
41				
42				
43				
44				
45				

224. FEDERAL INCOME AND OTHER TAXES ACCRUED

Give the particulars called for with respect to the balances at close of year in accounts Nos. 760, "Federal income taxes accrued" and '61, "Other taxes accrued."

Line No.	Kind of tax (a)	Previous years (b)			Current year (c)			Balance at close of year (d)			
		\$			\$			\$			
1	Federal income taxes		398	332		4	183		394	149	
	TOTAL (account 760)										
2	Railway property State and local taxes (532)					958	921		958	921	
3	Old-age retirement (532)					260	512		260	512	
4	Unemployment insurance (532)					132	347		132	347	
5	Miscellaneous operating property (535)										
6	Miscellaneous tax accruals (544)										
7	All other taxes										
8	TOTAL (account 761)					1	351	780	1	351	780

NOTES AND REMARKS

225. ITEMS IN SELECTED RESERVE AND OTHER LIABILITY ACCOUNTS

Give description and particulars for each item or class of items of like description in accounts Nos. 771, "Pension and welfare reserves"; 772, "Insurance reserves"; 774, "Casualty and other reserves"; 782, "Other liabilities"; and 784, "Other deferred credits," at the close of the year. Show creditor (or class of creditors) for deferred liabilities, and appropriate description of each class of operating reserve and for items of deferred credits. Show each item (or the aggregate of a class

of items of like description) amounting to \$100,000 or more. Each item or class of items of like description amounting to less than \$100,000 may be combined into a single entry designated "Other items, each less than \$100,000." The entries for each account shall be listed and the account number and the total for each account shall be shown corresponding to the amounts in Schedule 200L. In case the character of any item is not fully disclosed by the entries in the columns hereunder, make a full explanation in a footnote.

Line No.	Account No. (a)	Item (b)	Amount (c)	
			\$	
1	771	<u>Pension and Welfare Reserves</u>		None
2	772	<u>Insurance Reserves</u>		None
3				
4	774	<u>Casualty and Other Reserves</u>		
5				
6		Casualty Reserve	1	119 225
7		Livestock Reserve		13 775
8		Property Reserve		59 690
9		Loss and Damage Claims		251 500
10		Overcharge Claims		55 000
11		Foreign Line Equipment Reserve		791 749
12		Total Account 774	2	290 939
13				
14	782	<u>Other Liabilities</u>		
15				
16		Deposits On Industrial Tracks		321 589
17		Depreciation on Property Retired - JUD Co.		89 646
18		Other Items, each less than \$100,000		1 716
19		Total Account 782		412 951
20				
21	784	<u>Other Deferred Credits</u>		
22				
23		Property Abandoned		146 353
24		Arkansas River Bridge Project at Redland, Oklahoma		76 961
25		Estimate Amount Due N.O.U.P.T.		357 000
26		Prepaid Rents		20 265
27		Other Items, each less than \$100,000		156 983
28		Total Account 784		757 562
29				
30				
31				
32				
33				
34				
35				
36				
37				
38				
39				
40				
41				
42				
43				
44				
45				

NOTES AND REMARKS

228. CAPITAL STOCK

Give particulars of the various issues of capital stock of the respondent, distinguishing separate issues of any general class, if different in any respect.

In the second section list particulars of the various issues on the same lines and in the same order as in the first section.

Identify the entries in columns (m) to (s), inclusive, in a manner which will indicate whether par value or the number of shares is shown.

In stating the date of an authorization the date of the latest assent or ratification necessary to its validity should be shown; e. g., in case an authorization is required to be ratified by stockholders after action by the board of directors, but is not required to be approved by any State or other governmental board or officer, give the date of approval by stockholders; if the assent

of a State railroad commission or other public board or officer is necessary, give the date of such assent, or if subsequent to such assent notice has to be filed with a secretary of state or other public officer and a tax or other fee has to be paid as a condition precedent to the validity of the issue, give the date of such payment. In case some condition precedent has to be complied with after the approval and ratification of the stockholders has been obtained, state, in a footnote, the particulars of such condition and of the respondent's compliance therewith.

For the purposes of this report, capital stock and other securities are considered to be *nominally issued* when certificates are signed and sealed and placed with the proper officer for sale and delivery or are pledged or otherwise placed in some special fund of the respondent. They are considered to be *actually*

issued when sold to a bona fide purchaser for a valuable consideration, and such purchaser holds them free from control by the respondent. All securities actually issued and not reacquired by or for the respondent are considered to be *actually outstanding*. If reacquired by or for the respondent under such circumstances as require them to be considered as held alive, and not canceled or retired, they are considered to be *nominally outstanding*.

Column (d) refers to the initial preference dividend payable before any common dividend; columns (k) and (l) to participations in excess of initial preference dividend; at a specified percentage or amount (nonpar stock) (column (k)) or a percentage or proportion of the profits (column (l)).

Line No.	Class of stock	Date issue was authorized	Par value per share (if non-par so state)	PREFERRED STOCK										OTHER PROVISIONS OF CONTRACT			
				Dividend rate specified in contract	Total amount of accumulated dividends			CUMULATIVE		Noncumulative ("Yes" or "No")	Convertible ("Yes" or "No")	Callable or redeemable ("Yes" or "No")	PARTICIPATING DIVIDENDS				
								To extent earned ("Yes" or "No")	Fixed \$ rate or percent specified by contract								
(a)	(b)	(c)	(d)	(e)			(f)	(g)	(h)	(i)	(j)	(k)		(l)			
1	Common	5-22-39															
2		4-11-53	Non-Par														
3																	
4																	
5	Preferred 4% Maximum	3-19-90	50	None	None			No	None	Yes	No	No	None	None			
6																	
7																	
8	Debenture																
9																	
10	Receipts outstanding for installments paid*																
11																	
12																	
13	TOTAL						None										

Line No.	PAR VALUE OF PAR-VALUE STOCK OR NUMBER OF SHARES OF NONPAR STOCK										STOCK ACTUALLY OUTSTANDING AT CLOSE OF YEAR								
	Authorized		Authenticated		NOMINALLY ISSUED AND				Actually issued		REACQUIRED AND				Number of shares	Par value of par-value stock		Book value of stock without par value	
					Held in special funds or in treasury or pledged (Identify pledged securities by symbol "P")		Canceled				Canceled		Held in special funds or in treasury or pledged (Identify pledged securities by symbol "P")						
	(m)	(n)	(o)	(p)	(q)	(r)	(s)	(t)	(u)	(v)									
1	Sh 1 260 000	Sh 1 260 000	None	None	Sh 1 020 000	None	Sh 802	987 570	\$	\$	34 853 615								
2						Held by L&A Ry	Sh 31 628												
3																			
4	21 000 000	21 000 000	None	None	21 000 000	Held by L&A Ry	Sh 6 385	413 615	20 680 750										
5																			
6																			
7																			
8																			
9																			
10																			
11																			
12																			
13	xx xx xx	xx xx xx	xx xx xx	xx xx xx	xx xx xx	xx xx xx	xx xx xx	1 401 185	20 680 750		34 853 615								

*State the class of capital stock covered by the receipts.

KANSAS CITY SOUTHERN LINES CONSOLIDATED

229. CAPITAL STOCK CHANGES DURING THE YEAR

Give full particulars of stocks actually or nominally issued (either original issues or reissues) and of stocks reacquired or canceled during the year.

In the second section of the schedule show the particulars of the several issues on the same lines and in the same order as in the first section.

In column (c) state whether issued for construction of new properties, for additions and betterments, for purchase of railroad or other property, for conversion, for acquisition of securities, for reorganization, or for other corporate purposes. If an issue of securities was authorized for more than one purpose, state amount applicable to each purpose. Also

give the number and date of the authorization by the public authority under whose control such issue was made, naming such authority. In column (e) include as cash all money, checks, drafts, bills of exchange and other commercial paper payable at par on demand. For nominally issued stock, show returns in columns (a), (b), (c), and (d) only. For each class of stock actually issued, the sum of the entries in columns (e), (f), and (h), plus discounts or less premiums in column (g), should equal the total par value or the book value represented by the total number of shares reported in column (d).

Particulars concerning the reacquirement of stock that was actually outstanding should be given in columns (a), (i), and (j).

Line No.	Class of stock	STOCKS ISSUED DURING YEAR							
		Date of issue	Purpose of the issue and authority	Par value (for nonpar stock show the number of shares)			Net proceeds received for issue (cash or its equivalent)		
				(d)			(e)		
	(a)	(b)	(c)	\$			\$		
1									
2									
3									
4									
5									
6			NONE						
7									
8									
9									
10									
11									
12									
13									
14									
15									
16				TOTAL					

Line No.	STOCKS ISSUED DURING YEAR—Concluded							STOCKS REACQUIRED DURING YEAR					Remarks
	Cash value of other property acquired or services received as consideration for issue			Net total discounts (in black) or premiums (in red). Excludes entries in column (a)		Expense of issuing capital stock		Par value (For nonpar stock show the number of shares)		Purchase price			
	(f)			(g)		(h)		(i)		(j)			
	\$			\$		\$		\$		\$			
1													
2													
3													
4													
5													
6													
7													
8													
9													
10													
11													
12													
13													
14													
15													

230. STOCK LIABILITY FOR CONVERSION OF SECURITIES OF OTHER COMPANIES

If at the close of the year respondent was subject to any liability to issue its own capital stock in exchange for outstanding securities of constituent of other companies, give full particulars thereof hereunder, including names of parties to contracts and abstracts of terms of contracts whereunder such liability exists.

NONE

231. CAPITAL SURPLUS

Give an analysis in the form called for below of capital surplus accounts. In column (a) number to which the amount stated in column (c), (d) or (e) was charged or credited. Give a brief description of the item added or deducted and in column (b) insert the contra account

Line No.	Item (a)	Contra account number (b)	ACCOUNT NO.					
			794. Premiums and Assessments on Capital Stock (c)			795. Paid-In Surplus (d)		796. Other Capital Surplus (e)
1	Balance at beginning of year.....	x x x	\$			\$	267 210	\$ 5 196 598
2	Additions during the year (describe):							
3	Intercompany items in preparation of							57 845
4	consolidated balance sheet							
5								
6								
7	Total additions during the year....	x x x						57 845
8	Deductions during the year (describe):							
9								
10								
11								
12	Total deductions....	x x x						
13	Balance at close of year.....	x x x				267 210		5 254 443

232. RETAINED INCOME—APPROPRIATED

Give an analysis in the form called for below of account No. 797, "Retained income—Appropriated."

Line No.	Class of appropriation (a)	Credits during year (b)			Debits during year (c)			Balance at close of year (d)		
		\$			\$			\$		
21	Additions to property through retained income									
22	Funded debt retired through retained income		600	000		600	000		600	000
23	Sinking fund reserves									
24	Incentive per diem funds--									
25	Miscellaneous fund reserves									
26	Retained income—Appropriated not specifically invested									
27	Other appropriations (specify):									
28										
29										
30										
31										
32										
33										
34										
35										
36										
37										
38										
39										
40										
41										
42										
43										
44										
45										
46	TOTAL		600	000		600	000		600	000

213. CONTINGENT ASSETS AND LIABILITIES

1. Give particulars with respect to contingent assets and liabilities at the close of the year, in accordance with Instruction 6-6 in the Uniform System of Accounts for Railroad Companies, that are not reflected in the accounts of the respondent and the value of the item amounts to \$100,000 or more. If an actual monetary amount is not known and an estimate of the amount of any item involved is not feasible, disclosure should be made describing the contingency and explaining why an estimate is not determinable.

Examples of contingent liabilities are items which may become obligations as a result of pending or threatened litigation, assessments or possi-

ble assessments of additional taxes, and agreements or obligations to repurchase securities or property.

2. Information concerning the guarantees and suretyships are to be shown in other schedules provided for those items and not in this schedule.

3. In column (a) give a description of each item of contingent assets and liabilities under an inserted caption "CONTINGENT ASSETS" or "CONTINGENT LIABILITIES," as appropriate, and in column (b) show the amount of each item.

Line No.	Item (a)	Amount (b)		
		\$		
1				
2				
3				
4				
5				
6				
7				
8				
9				
10				
11				
12				
13				
14				
15				
16				
17				
18				
19				
20				
21				
22				
23				
24				
25				
26				
27				
28				
29				
30				
31				
32				
33				
34				
35				
36				
37				
38				
39				
40				
41				
42				
43				
44				
45				

ANNUAL REPORT 1972 CLASS 1

134500

KANSAS CITY SOUTHERN RAILWAY CO.

2 OF 4

300. INCOME ACCOUNT FOR THE YEAR

1. Give the Income Account of the respondent for the year in accordance with the rules prescribed in the Uniform System of Accounts for Railroad Companies.

2. In column (d) show against the appropriate account the amount of income that is offset by deductions in other income accounts of respondent as far as they relate to companies the operations of which are covered by this operating report, the amount of such deductions or dispositions to be also shown against appropriate accounts. For example, road (A) operates road (B) under lease for a

rental of \$1,000,000, but road (A) owns 50 percent of the stock of road (B) in which it receives \$250,000 in dividends. The entries in column (d) should be: Account No. 512, "Dividend income," \$250,000; Account No. 542, "Rent for leased roads and equipment," \$250,000. Again, if road (C) has issued its own securities to acquire a part or all of the securities of road (D), a separately operated carrier, no entries should be made in column (d) by road (C) even though dividends or interest be received on such securities held by road (C). But if road (D) is a

Line No.	Item (a)	Amount for current year (b)			Amount for preceding year (c)			Offsetting debits and credits for current year (d)		
		\$	xx	xx	\$	xx	xx	\$	xx	xx
1	ORDINARY ITEMS	xxx	xx	xx	xxx	xx	xx	xxx	xx	xx
2	OPERATING INCOME	xxx	xx	xx	xxx	xx	xx	xxx	xx	xx
3	RAILWAY OPERATING INCOME	xxx	xx	xx	xxx	xx	xx	xxx	xx	xx
4	(501) Railway operating revenues (p. 69)-----	106	414	911	101	464	533			
5	(531) Railway operating expenses (p. 76)-----	77	830	222	70	881	947			
6	Net revenue from railway operations-----	28	584	689	30	582	586			
7	(532) Railway tax accruals (p. 82)-----	8	645	260	9	208	014			
8	Railway operating income-----	19	939	429	21	374	572			
9	RENT INCOME	xxx	xx	xx	xxx	xx	xx	xxx	xx	xx
10	(503) Hire of freight cars and highway revenue equipment--									
11	Credit balance (p. 88)-----		51	110		42	623			
12	(504) Rent from locomotives (p. 89)-----									
13	(505) Rent from passenger-train cars (p. 89)-----			771		1	108			
14	(506) Rent from floating equipment-----		346	581		291	818			
15	(507) Rent from work equipment-----		398	462		335	549			
16	(508) Joint facility rent income-----									
17	Total rent income-----									
18	RENTS PAYABLE	xxx	xx	xx	xxx	xx	xx	xxx	xx	xx
19	(536) Hire of freight cars and highway revenue equipment--	8	384	500	8	034	839			
20	Debit balance (p. 88)-----		650	647		602	090			
21	(537) Rent for locomotives (p. 89)-----									
22	(538) Rent for passenger-train cars (p. 89)-----									
23	(539) Rent for floating equipment-----		165	801		186	049			
24	(540) Rent for work equipment-----		713	567		716	421			
25	(541) Joint facility rents-----	9	914	515	9	539	399			
26	Total rents payable-----	9	516	053	9	203	850			
27	Net rents (lines 15, 23)-----	10	423	376	12	170	722			
28	Net railway operating income (lines 7, 24)-----									
29	OTHER INCOME	xxx	xx	xx	xxx	xx	xx	xxx	xx	xx
30	(502) Revenues from miscellaneous operations (p. 45)-----			428			428			
31	(509) Income from lease of road and equipment (p. 86)-----		336	860		376	693			
32	(510) Miscellaneous rent income (p. 86)-----		143	243		126	207			
33	(511) Income from nonoperating property (p. 45)-----		48	065		48	064			
34	(512) Separately operated properties--Profit (p. 87)-----		555	504		713	641			
35	(513) Dividend income-----		33	030		12	643			
36	(514) Interest income-----		16	388		16	563			
37	(516) Income from sinking and other reserve funds-----		2	135		759	983			
38	(517) Release of premiums on funded debt-----		3	268		2	054			
39	(518) Contributions from other companies-----		13	692		14	224			
40	(519) Miscellaneous income (p. 92)-----			008			944			
41	Total other income-----									
42	Total income (lines 25, 38)-----									
43	MISCELLANEOUS DEDUCTIONS FROM INCOME	xxx	xx	xx	xxx	xx	xx	xxx	xx	xx
44	(534) Expenses of miscellaneous operations (p. 45)-----		828	058		728	620			
45	(535) Taxes on miscellaneous operating property (p. 45)-----		20	649		7	326			
46	(543) Miscellaneous rents (p. 91)-----									
47	(544) Miscellaneous tax accruals (p. 45)-----									
48	(545) Separately operated properties--Loss (p. 87)-----		339	382		550	746			
49	(549) Maintenance of investment organization-----		1	188		1	286			
50	(550) Income transferred to other companies-----			089			692			
51	(551) Miscellaneous income charges (p. 92)-----		12	503		12	938			
52	Total miscellaneous deductions-----			919			252			
53	Income available for fixed charges (lines 39, 49)-----									

300. INCOME ACCOUNT FOR THE YEAR—Continued

"proprietary" company for which no separate operating report is rendered, appropriate entries in column (d) should be made by road (C). If a leased road is assigned to another company's operation, the rent paid should be offset by the rent received. The examples indicated should not be taken to exclude others of a similar nature.

3. Returns for the year reported on lines 1 to 25, inclusive, should be analyzed in columns (e) to (k) in accordance with the Commission's rules governing the separation of operating

expenses between freight and passenger service; railroads.

4. Any unusual accruals involving substantial amounts included in column (b) on lines 9 to 25, inclusive, should be fully explained in a footnote.

5. All contra entries hereunder should be indicated in parenthesis.

RAIL LINE, INCLUDING WATER TRANSFERS																					
Related solely to freight service (e)			Appportioned to freight service (f)			Total freight service (g)			Related solely to passenger and allied services (h)			Appportioned to passenger and allied services (i)			Total passenger service (j)			Other items not related to either freight or to passenger and allied services (k)			Line No.
\$			\$			\$			\$			\$			\$			\$			
xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	1
xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	2
						106	414	911													3
						77	830	222													4
xx	xx	xx	xx	xx	xx	28	584	689	xx	xx	xx	xx	xx	xx							5
						8	645	260													6
xx	xx	xx	xx	xx	xx	19	939	429	xx	xx	xx	xx	xx	xx							7
xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	8
						51	110														9
																					10
								771													11
						346	581														12
xx	xx	xx	xx	xx	xx	398	452		xx	xx	xx	xx	xx	xx							13
xx	xx	xx	xx	xx	xx	8	384	500	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	14
						650	647														15
																					16
						165	801														17
						713	567														18
xx	xx	xx	xx	xx	xx	9	914	515	xx	xx	xx	xx	xx	xx							19
xx	xx	xx	xx	xx	xx	9	516	053	xx	xx	xx	xx	xx	xx							20
xx	xx	xx	xx	xx	xx	10	423	376	xx	xx	xx	xx	xx	xx							21

If this report is made for a system, list hereunder the names of all companies included in the system returns.

The Kansas City Southern Railway Company
 The Maywood and Sugar Creek Railway Company
 Neches Bridge Company
 Louisiana & Arkansas Railway Company
 The Arkansas Western Railway Company
 Fort Smith and Van Buren Railway Company

KANSAS CITY SOUTHERN LINES CONSOLIDATED

300. INCOME ACCOUNT FOR THE YEAR--Concluded

Line No.	Item: (a)	Amount for current year (b)			Amount for preceding year (c)			Offsetting debits and credits for current year (d)		
		\$	xx	xx	\$	xx	xx	\$	xx	xx
81	FIXED CHARGES									
82	(542) Rent for leased roads and equipment (p. 90)		229	321		119	408			
83	(546) Interest on funded debt:									
84	(a) Fixed interest not in default	4	472	826	4	438	322			
85	(b) Interest in default									
86	(547) Interest on unfunded debt									
87	(548) Amortization of discount on funded debt		8	463		8	463			
88	Total fixed charges	4	710	610	4	566	193			
89	Income after fixed charges (lines 80, 88)	7	793	309	8	372	059			
90	OTHER DEDUCTIONS									
91	(546) Interest on funded debt:									
92	(c) Contingent interest									
93	Ordinary income (lines 89, 92)	7	793	309	8	372	059			
94	EXTRAORDINARY AND PRIOR PERIOD ITEMS									
95	(570) Extraordinary items - Net Credit (Debit)(p. 92)				(	12	493	000)		
96	(580) Prior period items - Net Credit (Debit)(p. 92)									
97	(590) Federal income taxes on extraordinary and prior period items - Debit (Credit)(p. 92)				(	648	806)			
98	Total extraordinary and prior period items - Credit (Debit)				(	11	844	194)		
99	Net income transferred to Retained Income-Unappropriated (lines 83, 88)	7	793	309	(	3	472	135)		

NOTE.--See page 301B for explanatory notes, which are an integral part of the Income Account for the Year.

NOTES AND REMARKS

INCOME ACCOUNT FOR THE YEAR—EXPLANATORY NOTES

The space below is provided for the purpose of disclosing additional information concerning items of income for the current year. Each carrier shall give the particulars of items herein. Enter in separate notes with suitable explanation, amounts included in income accounts in connection with any unusual and material accrual or changeover in accounting practice, and other matters of the character commonly disclosed in financial statements under generally accepted accounting and reporting principles. Minor items which have no consequential

effect on net income for the year need not be reported. If carrier has nothing to report, insert the word "None". The tax consequences of use of accelerated depreciation and tax guideline service lives, the investment tax credit, as well as other unusual and significant tax items and matters, are to be disclosed in Schedule 350, under Section C pertaining to analysis of Federal income taxes. The explanation of items included in accounts 570, "Extraordinary items"; 580, "Prior period items"; and 590, "Federal income taxes on extraordinary and prior period items" are to be disclosed in Schedule 396, page 92.

This consolidated report of the companies specified on the first sheet was approved by the Interstate Commerce Commission in their letter of January 28, 1969, File ACR-SR and inter-company transactions eliminated.

KANSAS CITY SOUTHERN LINES CONSOLIDATED

305. RETAINED INCOME—UNAPPROPRIATED

1. Show hereunder the items of the Retained Income Accounts of the respondent for the year, classified in accordance with the Uniform System of Accounts for Railroad Companies.

2. All contra entries hereunder should be indicated in parentheses.
3. Indicate under "Remarks" the amount of assigned Federal income tax consequences, accounts 606 and 616.

Line No.	Item (a)	Amount (b)			Remarks (c)
	CREDITS				
1	(602) Credit balance transferred from income (p. 66) -----	\$	7 793	309	
2	(606) Other credits to retained income -----				Net of Federal income taxes ----- \$ None
3	(622) Appropriations released -----		600	000	
4	Total -----		8 393	309	
	DEBITS				
5	(612) Debit balance transferred from income (p. 66) -----				
6	(616) Other debits to retained income -----				Net of Federal income taxes ----- \$ None
7	(620) Appropriations for sinking and other reserve funds -----		600	000	
8	(621) Appropriations for other purposes -----				
9	(623) Dividends (p. 68) -----		4 777	510	
10	Total -----		5 377	510	
11	Net increase during year* -----		3 015	799	
12	Balance at beginning of year (p. 11)* -----		78 190	651	
13	Balance at end of year (carried to p. 11)* -----		81 206	650	

* Amount in parentheses indicates debit balance.

Note.—See p. 92, schedule 396, for analysis of Retained Income accounts.

308. DIVIDEND APPROPRIATIONS

1. Give particulars of each dividend declared. For par value or nonpar stock, show in column (d) the respective total par value or total number of shares on which dividend was declared and the corresponding rate percent or per share in column (b) or (c). If any such dividend was payable in anything other than cash, explain the matter fully in a footnote.
2. If an obligation of any character has been incurred for the purpose of procuring funds for the payment of any dividend or for the purpose of

replenishing the treasury of the respondent after payment of any dividend, give full particulars in a footnote. If any class of stock received a return not reportable in this schedule, state the particulars of the case in a footnote.

3. The sum of the dividends stated in column (e) should equal the amount shown in schedule No. 305.

Line No.	Name of security on which dividend was declared (a)	Rate percent (par value stock) or rate per share (nonpar stock)		Total par value of stock or total number of shares of nonpar stock on which dividend was declared (d)	Dividends (account 623) (e)	DATES	
		Regular (b)	Extra (c)			Declared (f)	Payable (g)
41	KCS Preferred	4%		\$ 21 000 000	840 000		
42	KCS Common	\$4.00 Sh.		1 019 198	4 076 792		
43						2,5280	126512
44	Less intercompany on stock held by L&A Ry. Co.				139 282		
45							
46							
47							
48							
49							
50	Refer detailed Schedule 309						
51							
52							
53					4 777 510		
					TOTAL		

310. RAILWAY OPERATING REVENUES

1. State the railway operating revenues of the respondent for the year classifying them in accordance with the Uniform System of Accounts for Railroad Companies and distribute the amounts among the classes of service as indicated. In the absence of records separating revenues between freight and passenger trains, the distribution should be estimated on the basis of the best data available.

2. Assign rail-line revenues, including revenues from water transfers and highway motor vehicle operations, to "Freight service" or to "Passenger and allied services" according to the type of train (or other equipment) by which the traffic moved.

3. Incidental revenues should be assigned as provided for in the schedule.

4. Revenues which are not assignable to freight service or to passenger and allied services are includible in column (e) only in cases where the related operating expenses are reportable in column (i) of schedule No. 320. If the expenses are assigned to the classes of service mentioned, the revenues, likewise, should be distributed on an equitable basis.

5. Any unusual accruals involving substantial amounts included in column (b) should be fully explained in a footnote.

Line No.	Class of railway operating revenues	Amount of revenue for the year			RAIL-LINE REVENUES, INCLUDING WATER TRANSFERS						Other revenues not assignable to freight or to passenger and allied services			Remarks
					Assignable to freight service (c)			Assignable to passenger and allied services (d)						
(a)	(b)	(c)	(d)	(e)										
	TRANSPORTATION—RAIL LINE													
1	(101) Freight*	101	376	502	101	376	502							
2	(102) Passenger*													
3	(103) Baggage													
4	(104) Sleeping car													
5	(105) Parlor and chair car													
6	(106) Mail													
7	(107) Express													
8	(108) Other passenger-train†													
9	(109) Milk													
10	(110) Switching*	3	767	113	3	767	113							
11	(113) Water transfers													
12	Total rail-line transportation revenue	105	143	615	105	143	615							
	INCIDENTAL													
13	(131) Dining and buffet													
14	(132) Hotel and restaurant													
15	(133) Station, train, and boat privileges													
16	(135) Storage—Freight													
17	(137) Demurrage	627	347		627	347								
18	(138) Communication													
19	(139) Grain elevator													
20	(141) Power													
21	(142) Rents of buildings and other property	98	232		98	232								
22	(143) Miscellaneous	132	131		132	131								
23	Total incidental operating revenue	857	710		857	710								
	JOINT FACILITY													
24	(151) Joint facility—Cr	413	586		413	586								
25	(152) Joint facility—Dr													
26	Total joint facility operating revenue	413	586		413	586								
27	Total railway operating revenues	106	414	911	106	414	911							

*Report hereunder the charges to these accounts representing:

A. Payments made to others for—

1. Terminal collection and delivery service when performed in connection with line-haul transportation of freight on the basis of freight tariff rates \$ 417,611

(a) Of the amount reported for item A.1, _____% (to nearest whole number) represents payments for collection and delivery of LCL freight either in TOFC trailers or otherwise. The percentage reported is (check one):
Actual (), Estimated ()

2. Switching services when performed in connection with line-haul transportation of freight on the basis of switching tariffs and allowances out of freight rates, including the switching of empty cars in connection with a revenue movement \$ 2,098,568

3. Substitute highway motor service in lieu of line-haul rail service performed under tariffs published by rail carriers (does not include traffic moved on joint rail-motor rates)

(a) Payments for transportation of persons \$ None

(b) Payments for transportation of freight shipments \$ 389,654

† Governmental aid for providing passenger commuter or other passenger-train service included in account 108, as provided in item (d) of that account \$ None

NOTE—(From charges for protective services to perishable freight, without deduction for any proportion thereof credited to account No. 101, "Freight" (not required from switching and terminal companies):

1. Charges for service for the protection against heat \$ 12,690

2. Charges for service for the protection against cold \$ 2,384

KANSAS CITY SOUTHERN LINES CONSOLIDATED

320. RAILWAY OPERATING EXPENSES

State the railway operating expenses on respondent's road for the year, classifying them in accordance with the Uniform System of Accounts for Railroad Companies, and analyzing them in accordance with the Commission's rules governing the separation of operating expenses between freight and passenger service; railroads. The returns to accounts 202-221 should be classified as provided for by instructions pertaining to those accounts in the effective rules. The designations shown in column (a) for these accounts are defined as follows:

Line No.	Name of railway operating expense account (a)	Amount of operating expenses for the year (b)		
		\$	xx	xx
1	MAINTENANCE OF WAY AND STRUCTURES		1	190 061
2	(201) Superintendence			73 222
3	(202) Roadway maintenance—Yard switching tracks	(		42 867
4	Roadway maintenance—Way switching tracks	926,930 (		810 841
5	Roadway maintenance—Running tracks	(		
6	(206) Tunnels and subways—Yard switching tracks			46 979
7	Tunnels and subways—Way switching tracks			29 191
8	Tunnels and subways—Running tracks	(		670 359
9	(208) Bridges, trestles, and culverts—Yard switching tracks	746,529 (		
10	Bridges, trestles, and culverts—Way switching tracks	(		
11	Bridges, trestles, and culverts—Running tracks	(		
12	(210) Elevated structures—Yard switching tracks			
13	Elevated structures—Way switching tracks			
14	Elevated structures—Running tracks	(		
15	(212) Ties—Yard switching tracks	(		145 432
16	Ties—Way switching tracks	2,499,498 (		102 070
17	Ties—Running tracks	(	2	251 996
18	(214) Rails—Yard switching tracks	(		26 502
19	Rails—Way switching tracks	653,236 (		31 323
20	Rails—Running tracks	(		595 411
21	(216) Other track material—Yard switching tracks	(		39 562
22	Other track material—Way switching tracks	776,248 (		31 377
23	Other track material—Running tracks	(		703 309
24	(218) Ballast—Yard switching tracks	(		14 701
25	Ballast—Way switching tracks	219,920 (		9 411
26	Ballast—Running tracks	(		195 808
27	(220) Track laying and surfacing—Yard switching tracks	(		225 531
28	Track laying and surfacing—Way switching tracks	3,799,091 (		168 342
29	Track laying and surfacing—Running tracks	(	3	405 218
30	(221) Fences, snowsheds, and signs—Yard switching tracks	(		892
31	Fences, snowsheds, and signs—Way switching tracks	33,764 (		1 319
32	Fences, snowsheds, and signs—Running tracks	(		31 553
33	(227) Station and office buildings			100 158
34	(229) Roadway buildings			4 002
35	(231) Water stations			756
36	(233) Fuel stations			19 462
37	(235) Shops and engine houses			138 652
38	(237) Grain elevators			
39	(239) Storage warehouses			
40	(241) Wharves and docks			
41	(243) Coal and ore wharves			13 895
42	(244) TOFC/COFC terminals			904 112
43	(247) Communication systems			649 067
44	(249) Signals and interlockers			
45	(253) Power plants			
46	(257) Power-transmission systems			26 955
47	(265) Miscellaneous structures			1 497
48	(266) Road property—Depreciation (p. 78)		1	014 341
49	(267) Retirements—Road (p. 78)			76 296
50	(269) Roadway machines			575 942
51				
52				
53			xx	xx xx

320. RAILWAY OPERATING EXPENSES—Continued

Yard switching tracks.—Yards where separate switching services are maintained, including classification, house, team, industry, and other tracks switched by yard locomotives.

Way switching tracks.—Station, team, industry, and other switching tracks for which no separate switching service is maintained.

Running tracks.—Running tracks, passing tracks, cross-overs, etc., including turn-outs from those tracks to clearance points.

Any unusual accruals involving substantial amounts included in column (b) should be fully explained in a footnote.

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS																			Line No	
Expenses related solely to freight service (c)			Common expenses apportioned to freight service (d)			Total freight expense (e)			Related solely to passenger and allied services (f)			Common expenses apportioned to passenger and allied services (g)			Total passenger expense (h)			Other expenses not related to either freight or to passenger and allied services (i)		
\$			\$			\$			\$			\$			\$			\$		
x x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x
						1	190	061												1
							73	222												2
							42	867												3
							810	841												4
																				5
																				6
																				7
							46	979												8
							29	191												9
							670	359												10
																				11
																				12
																				13
							145	432												14
							102	070												15
						2	251	996												16
							26	502												17
							31	323												18
							595	411												19
							39	562												20
							31	377												21
							703	309												22
							14	701												23
							9	411												24
							195	808												25
							225	531												26
							168	342												27
						3	405	218												28
								892												29
							1	319												30
							31	553												31
							100	158												32
							4	002												33
								756												34
							19	462												35
							138	652												36
																				37
																				38
																				39
							13	895												40
							904	112												41
							649	067												42
																				43
							28	955												44
							1	497												45
						1	014	341												46
							76	296												47
							575	942												48
																				49
																				50
																				51
																				52
																				53
																				54
																				55

220. RAILWAY OPERATING EXPENSES—Continued

Line No.	Name of railway operating expense account (a)	Amount of operating expenses for the year (b)		
		\$	xx	xx
MAINTENANCE OF WAY AND STRUCTURES—Continued				
54	(270) Dismantling retired road property.....		57	055
55	(271) Small tools and supplies.....		333	335
56	(272) Removing snow, ice, and sand.....		13	555
57	(273) Public improvements—Maintenance.....		186	505
58	(274) Injuries to persons.....		445	551
59	(275) Insurance.....		120	115
60	(276) Stationery and printing.....		18	513
61	(277) Employees' health and welfare benefits.....		337	212
62	(281) Right-of-way expenses.....			211
63	(282) Other expenses.....		108	623
64	(278) Maintaining joint tracks, yards, and other facilities—Dr.....		279	197
65	(279) Maintaining joint tracks, yards, and other facilities—Cr.....		316	801
66	Total—All road property depreciation (account 266).....		1	014 341
67	Total—All other maintenance of way and structures accounts.....		14	939 142
68	Total maintenance of way and structures.....		15	953 483
MAINTENANCE OF EQUIPMENT				
69	(301) Superintendence.....		456	211
70	(302) Shop machinery.....		146	698
71	(304) Power-plant machinery.....			350
72	(305) Shop and power-plant machinery—Depreciation (p. 80).....		63	769
73	(306) Dismantling retired shop and power-plant machinery.....			
74	(311) Locomotives—Repairs, Diesel locomotives—Yard.....		836	046
75	Locomotives—Repairs, Diesel locomotives—Other.....		3	563 168
76	Locomotives—Repairs, Other than Diesel—Yard.....			
77	Locomotives—Repairs, Other than Diesel—Other.....		6	009 367
78	(314) Freight-train cars—Repairs*.....			
79	(317) Passenger-train cars—Repairs.....		67	718
80	(318) Highway revenue equipment—Repairs.....			
81	(323) Floating equipment—Repairs.....		26	999
82	(326) Work equipment—Repairs.....		271	719
83	(328) Miscellaneous equipment—Repairs.....			
84	(329) Dismantling retired equipment.....			
85	(330) Retirements—Equipment (p. 80).....		1	250
86	(331) Equipment—Depreciation (p. 80).....		4	753 631
87	(332) Injuries to persons.....		148	481
88	(333) Insurance.....		211	789
89	(334) Stationery and printing.....		23	608
90	(335) Employees' health and welfare benefits.....		421	787
91	(339) Other expenses.....		5	596
92	(336) Joint maintenance of equipment expenses—Dr.....		55	868
93	(337) Joint maintenance of equipment expenses—Cr.....		49	469
94	Total—All equipment depreciation (accounts 305 and 331).....		4	817 400
95	Total—All other maintenance of equipment accounts.....		12	194 686
96	Total maintenance of equipment.....		17	012 086
TRAFFIC				
97	(351) Superintendence.....		624	856
98	(352) Outside agencies.....		2	516 897
99	(353) Advertising**.....		184	413
100	(354) Traffic associations.....		253	072
101	(355) Fast freight lines.....			
102	(356) Industrial and immigration bureaus.....		1	793
103	(357) Insurance.....			515
104	(358) Stationery and printing.....		118	242
105	(359) Employees' health and welfare benefits.....		47	271
106	(360) Other expenses.....		8	038
107	Total traffic.....		3	755 097
108	*Includes debits of \$ 1,177,126 for charges on account of work done by others and includes credits of \$ 1,773,064 on account of work charged to others.			
109	**Value of transportation issued in exchange for advertising, \$ None.			

KANSAS CITY SOUTHERN LINES CONSOLIDATED

73

320. RAILWAY OPERATING EXPENSES—Continued

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS																							Line No.				
Expenses related solely to freight service (e)				Common expenses apportioned to freight service (d)				Total freight expense (e)				Related solely to passenger and allied service (f)				Common expenses apportioned to passenger and allied services (g)				Total passenger expense (h)				Other expenses not related to either freight or to passenger and allied service (i)			
xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx					
										57	055												54				
										333	335												55				
										13	555												56				
										186	505												57				
										445	551												58				
										120	115												59				
										18	513												60				
										337	212												61				
										211													62				
										108	623												63				
										279	197												64				
										316	801												65				
										1	014	341											66				
										14	939	142											67				
										15	953	483											68				
																							69				
										456	211												70				
										146	698												71				
										350													72				
										63	769												73				
										836	046												74				
										3	563	168											75				
										6	009	367											76				
																							77				
										67	718												78				
										26	999												79				
										271	719												80				
										1	250												81				
										4	753	631											82				
										148	481												83				
										211	789												84				
										23	608												85				
										421	787												86				
										5	596												87				
										55	868												88				
										49	469												89				
										4	817	400											90				
										12	194	686											91				
										17	012	086											92				
																							93				
										624	856												94				
										2	516	897											95				
										184	413												96				
										253	072												97				
										1	793												98				
											515												99				
										118	242												100				
										47	271												101				
										8	038												102				
										3	755	097											103				
																							104				
																							105				
																							106				
																							107				
																							108				
																							109				

KANSAS CITY SOUTHERN LINES CONSOLIDATED

320. RAILWAY OPERATING EXPENSES—Continued

Line No.	Name of railway operating expense account	Amount of operating expenses for the year	
	(a)	(b)	
	TRANSPORTATION—RAIL LINE		
110	(371) Superintendence	1	097 714
111	(372) Dispatching trains		192 996
112	(373) Station employees	2	458 191
113	(374) Weighing, inspection, and demurrage bureaus		140 476
114	(375) Coal and ore wharves		
115	(376) Station supplies and expenses		365 184
116	(377) Yardmasters and yard clerks	1	880 454
117	(378) Yard conductors and brakemen	5	873 696
118	(379) Yard switch and signal tenders		74 676
119	(380) Yard enginemen	2	832 826
120	(382) Yard switching fuel		366 970
121	(383) Yard switching power produced		
122	(384) Yard switching power purchased		
123	(388) Servicing yard locomotives		369 047
124	(389) Yard supplies and expenses		309 761
125	(392) Train enginemen	2	719 571
126	(394) Train fuel	2	428 236
127	(395) Train power produced		
128	(396) Train power purchased		
129	(400) Servicing train locomotives		522 412
130	(401) Trainmen	5	279 842
131	(402) Train supplies and expenses*	1	931 737
132	(403) Operating sleeping cars		
133	(404) Signal and interlocker operation		157 494
134	(405) Crossing protection		10 806
135	(406) Drawbridge operation		79 128
136	(407) Communication system operation		744 022
137	(408) Operating floating equipment		
138	(409) Employees' health and welfare benefits	1	035 993
139	(410) Stationery and printing		211 641
140	(411) Other expenses		28 647
141	(414) Insurance		652 790
142	(415) Clearing wrecks		900 969
143	(416) Damage to property		75 254
144	(417) Damage to livestock on right of way		17 196
145	(418) Loss and damage—Freight	1	543 981
146	(419) Loss and damage—Baggage		
147	(420) Injuries to persons		551 085
148	(421) TOFC/COFC terminals		91 249
149	(422) Other highway transportation expenses		1 771
150	(390) Operating joint yards and terminals—Dr.		938 087
151	(391) Operating joint yards and terminals—Cr.		183 201
152	(412) Operating joint tracks and facilities—Dr.		74 782
153	(413) Operating joint tracks and facilities—Cr.		30 611
154	Total transportation—Rail line	35	745 872
	*Includes gross charges and credits for heater and refrigerator service as follows:		
155	Freight train cars: Refrigerator—Charges		30 377
156	—Credits		12 690
157	Heater—Charges		8 744
158	—Credits		2 385
159	TOFC trailers: Refrigerator—Charges		1 134
160	—Credits		None
161	Heater—Charges		None
162	—Credits		None

320. RAILWAY OPERATING EXPENSES—Continued

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS													Line No.								
Expenses related solely to freight service (c)			Common expenses apportioned to freight service (d)			Total freight expense (e)			Related solely to passenger and allied services (f)			Common expenses apportioned to passenger and allied services (g)			Total passenger expense (h)			Other expenses not related to either freight or to passenger and allied services (i)			
\$			\$			\$			\$			\$				\$			\$		
						1	097	714													110
							192	996													111
						2	458	191													112
							140	476													113
							365	184													114
						1	880	454													115
						5	873	696													116
							74	676													117
						2	832	826													118
							366	970													119
																					120
																					121
							369	047													122
							309	761													123
						2	719	571													124
						2	428	236													125
																					126
																					127
							522	412													128
						5	279	842													129
						1	931	737													130
																					131
							157	494													132
							10	806													133
							79	128													134
							744	022													135
																					136
						1	035	993													137
							211	641													138
							28	647													139
							652	790													140
							900	969													141
							76	254													142
							17	196													143
						1	543	981													144
																					145
							551	085													146
							91	249													147
							1	771													148
							938	087													149
							183	201													150
							74	782													151
							30	611													152
						35	745	872													153

KANSAS CITY SOUTHERN LINES CONSOLIDATED

320. RAILWAY OPERATING EXPENSES—Continued

Line No.	Name of railway operating expense account	Amount of operating expenses for the year		
		(a)	(b)	
	MISCELLANEOUS OPERATIONS			
163	(441) Dining and buffet service.....			
164	(442) Hotels and restaurants.....		14	923
165	(443) Grain elevators.....			
166	(445) Producing power sold.....			
167	(446) Other miscellaneous operations.....			
168	(449) Employees' health and welfare benefits.....		5	265
169	(447) Operating joint miscellaneous facilities—Dr.....			
170	(448) Operating joint miscellaneous facilities—Cr.....		20	188
171	Total miscellaneous operations.....			
	GENERAL			
172	(451) Salaries and expenses of general officers.....		979	977
173	(452) Salaries and expenses of clerks and attendants.....	1	576	690
174	(453) General office supplies and expenses.....	1	044	003
175	(454) Law expenses.....	1	329	089
176	(455) Insurance.....		4	787
177	(456) Employees' health and welfare benefits.....		196	988
178	(457) Pensions.....		102	610
179	(458) Stationery and printing.....		137	230
180	(460) Other expenses*.....		36	673
181	(461) General joint facilities—Dr.....		27	318
182	(462) General joint facilities—Cr.....		1	929
183	Total general expenses.....	5	343	496
184	Grand total railway operating expenses.....	77	830	222
185	Operating ratio (ratio of operating expenses to operating revenues) 73.14 percent. (Two decimal places required).....		73	142

100. Amount of employee compensation† (applicable to the current year) chargeable to operating expenses: \$ 36,329,495

*Give description and amount of charges to account No. 460, "Other expenses," for severance payments made to employees. This includes payments made as a result of agreements with employee organizations and awards pursuant to decisions of arbitration boards or by specific orders of this Commission or by voluntary action on the part of respondent. This also includes severance payments in cases relating to mergers and situations involving reduction in employees because of abandonment or consolidation of facilities.

Description of payments	Amount
1. _____	\$ _____
2. _____	\$ _____
3. _____	\$ _____
4. _____	\$ _____
5. _____	\$ _____
6. _____	\$ _____
7. _____	\$ _____
8. _____	\$ _____
9. _____	\$ _____
10. _____	\$ _____
11. _____	\$ _____
12. _____	\$ _____
13. _____	\$ _____
14. _____	\$ _____
15. _____	\$ _____
16. _____	\$ _____
17. _____	\$ _____
18. _____	\$ _____
19. _____	\$ _____
20. _____	\$ _____
21. _____	\$ _____
22. _____	\$ _____
23. _____	\$ _____
24. _____	\$ _____
25. _____	\$ _____
26. _____	\$ _____
27. _____	\$ _____
28. _____	\$ _____
29. _____	\$ _____
30. _____	\$ _____
31. _____	\$ _____
32. _____	\$ _____
33. _____	\$ _____
34. _____	\$ _____
35. _____	\$ _____
36. _____	\$ _____
37. _____	\$ _____
38. _____	\$ _____
39. _____	\$ _____
40. _____	\$ _____
41. _____	\$ _____
42. _____	\$ _____
43. _____	\$ _____
44. _____	\$ _____
45. _____	\$ _____
46. _____	\$ _____
47. _____	\$ _____
48. _____	\$ _____
49. _____	\$ _____
50. _____	\$ _____
51. _____	\$ _____
52. _____	\$ _____
53. _____	\$ _____
54. _____	\$ _____
55. _____	\$ _____
56. _____	\$ _____
57. _____	\$ _____
58. _____	\$ _____
59. _____	\$ _____
60. _____	\$ _____
61. _____	\$ _____
62. _____	\$ _____
63. _____	\$ _____
64. _____	\$ _____
65. _____	\$ _____
66. _____	\$ _____
67. _____	\$ _____
68. _____	\$ _____
69. _____	\$ _____
70. _____	\$ _____
71. _____	\$ _____
72. _____	\$ _____
73. _____	\$ _____
74. _____	\$ _____
75. _____	\$ _____
76. _____	\$ _____
77. _____	\$ _____
78. _____	\$ _____
79. _____	\$ _____
80. _____	\$ _____
81. _____	\$ _____
82. _____	\$ _____
83. _____	\$ _____
84. _____	\$ _____
85. _____	\$ _____
86. _____	\$ _____
87. _____	\$ _____
88. _____	\$ _____
89. _____	\$ _____
90. _____	\$ _____
91. _____	\$ _____
92. _____	\$ _____
93. _____	\$ _____
94. _____	\$ _____
95. _____	\$ _____
96. _____	\$ _____
97. _____	\$ _____
98. _____	\$ _____
99. _____	\$ _____
100. _____	\$ _____
101. _____	\$ _____
102. _____	\$ _____
103. _____	\$ _____
104. _____	\$ _____
105. _____	\$ _____
106. _____	\$ _____
107. _____	\$ _____
108. _____	\$ _____
109. _____	\$ _____
110. _____	\$ _____
111. _____	\$ _____
112. _____	\$ _____
113. _____	\$ _____
114. _____	\$ _____
115. _____	\$ _____
116. _____	\$ _____
117. _____	\$ _____
118. _____	\$ _____
119. _____	\$ _____
120. _____	\$ _____
121. _____	\$ _____
122. _____	\$ _____
123. _____	\$ _____
124. _____	\$ _____
125. _____	\$ _____
126. _____	\$ _____
127. _____	\$ _____
128. _____	\$ _____
129. _____	\$ _____
130. _____	\$ _____
131. _____	\$ _____
132. _____	\$ _____
133. _____	\$ _____
134. _____	\$ _____
135. _____	\$ _____
136. _____	\$ _____
137. _____	\$ _____
138. _____	\$ _____
139. _____	\$ _____
140. _____	\$ _____
141. _____	\$ _____
142. _____	\$ _____
143. _____	\$ _____
144. _____	\$ _____
145. _____	\$ _____
146. _____	\$ _____
147. _____	\$ _____
148. _____	\$ _____
149. _____	\$ _____
150. _____	\$ _____
151. _____	\$ _____
152. _____	\$ _____
153. _____	\$ _____
154. _____	\$ _____
155. _____	\$ _____
156. _____	\$ _____
157. _____	\$ _____
158. _____	\$ _____
159. _____	\$ _____
160. _____	\$ _____
161. _____	\$ _____
162. _____	\$ _____
163. _____	\$ _____
164. _____	\$ _____
165. _____	\$ _____
166. _____	\$ _____
167. _____	\$

line codes "straight time paid for" in train and engine service, and "time actually worked and paid for at straight time rates" in other services; all overtime in train and engine service, and overtime paid for at punitive rates in other services; and "constructive allowances, including vacations and holidays" in train and engine service and "vacations, holidays, and other allowances" in other services. (Compensation chargeable to operating expenses applicable to prior years, which was paid or is payable under labor awards of the current year or for other reasons, should be shown in Schedule M1C and not included in this return.)

320. RAILWAY OPERATING EXPENSES—Concluded

RAIL-LINE EXPENSES, INCLUDING WAYER TRANSFERS

Expenses related solely to freight service (c)				Common expenses apportioned to freight service (d)				Total freight expense (e)				Related solely to passenger and allied services (f)				Common expenses apportioned to passenger and allied services (g)				Total passenger expense (h)				Other expenses not related to either freight or to passenger and allied services (i)				Line No.
\$				\$				\$				\$				\$				\$				\$				
																												163
																												164
																												165
																												166
																												167
																												168
																												169
																												170
																												171
																												172
																												173
																												174
																												175
																												176
																												177
																												178
																												179
																												180
																												181
																												182
																												183
																												184
																												185

322. ROAD PROPERTY—DEPRECIATION

Give the particulars called for with respect to the amount charged to account 266, "Road property—Depreciation," for the year.

Line No.	Subaccount (a)	Amount of operating expenses for the year (b)		
		\$		
301	(1) Engineering.....	14	511	
302	(2½) Other right-of-way expenditures.....	3	970	
303	(3) Grading.....	41	647	
304	(5) Tunnels and subways.....			
305	(6) Bridges, trestles, and culverts.....	255	270	
306	(7) Elevated structures.....			
307	(13) Fences, snowsheds, and signs.....	6	590	
308	(16) Station and office buildings.....	141	908	
309	(17) Roadway buildings.....	7	044	
310	(18) Water stations.....	3	133	
311	(19) Fuel stations.....	15	385	
312	(20) Shops and enginehouses.....	115	494	
313	(21) Grain elevators.....			
314	(22) Storage warehouses.....			
315	(23) Wharves and docks.....			
316	(24) Coal and ore wharves.....			
317	(25) TOFC/COFC terminals.....	16	316	
318	(26) Communication systems.....	104	326	
319	(27) Signals and interlockers.....	194	017	
320	(29) Power plants.....		426	
321	(31) Power-transmission systems.....	25	128	
322	(35) Miscellaneous structures.....	7	071	
323	(37) Roadway machines.....			
324	(39) Public improvements—Construction.....	62	105	
325	All other road accounts.....			
326	Total (account 266).....	1	014	341

324. RETIREMENTS—ROAD

Give the particulars called for with respect to the amount included in account 267, "Retirements—Road," for the year.

Line No.	Subaccount (a)	Amount of operating expenses for the year (b)		
		\$		
341	(1) Engineering.....			
342	(2½) Other right-of-way expenditures.....			
343	(3) Grading.....	4	570	
344	(5) Tunnels and subways.....			
345	(8) Ties.....	34	104	
346	(9) Rails.....	35	380	
347	(10) Other track material.....	14	141	
348	(11) Ballast.....	13	108	
349	(12) Track laying and surfacing.....	30	252	
350	(38) Roadway small tools.....			
351	(39) Public improvements—Construction.....			
352	(43) Other expenditures—Road.....			
353	(76) Interest during construction.....	13	291	
354	(77) Other expenditures—General.....			
355	(80) Other elements of investment.....			
356	All other road accounts.....	2	210	
357	Total (account 267).....	76	296	

322. ROAD PROPERTY—DEPRECIATION

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS																				Line No.
Expenses related solely to freight service (c)			Common expenses apportioned to freight service (d)			Total freight expense (e)			Related solely to passenger and allied services (f)			Common expenses apportioned to passenger and allied services (g)			Total passenger expense (h)			Other expenses not related to either freight or to passenger and allied services (i)		
\$			\$			\$			\$			\$			\$			\$		
						14	511													301
						3	970													302
						41	647													303
																				304
						255	270													305
																				306
						6	590													307
						141	908													308
						7	044													309
						3	133													310
						15	385													311
						115	494													312
																				313
																				314
																				315
						16	316													316
						104	326													317
						194	017													318
							426													319
						25	128													320
						7	071													321
																				322
						62	105													323
																				324
						1	014	341												325

324. RETIREMENTS—ROAD

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS																					Line No.
Expenses related solely to freight service (c)			Common expenses apportioned to freight service (d)			Total freight expense (e)			Related solely to passenger and allied services (f)			Common expenses apportioned to passenger and allied services (g)			Total passenger expense (h)			Other expenses not related to either freight or to passenger and allied services (i)			
\$			\$			\$			\$			\$			\$			\$			
																					341
																					342
																					343
																					344
																					345
																					346
																					347
																					348
																					349
																					350
																					351
																					352
																					353
																					354
																					355
																					356
																					357

326. SHOP AND POWER-PLANT MACHINERY—DEPRECIATION

Give the particulars called for with respect to the amount charged to account 305, "Shop and power-plant machinery—Depreciation," for the year.

Line No.	Subaccount	Amount of operating expenses for the year		
		(b)		
	(a)	\$		
301	(44) Shop machinery.....		59	335
302	(45) Power-plant machinery.....		4	434
303	Total (account 305).....		63	769

328. RETIREMENTS—EQUIPMENT

Give the particulars called for with respect to the amount included in account 330, "Retirements—Equipment," for the year.

Line No.	Subaccount	Amount of operating expenses for the year		
		(b)		
	(a)	\$		
401	(52) Locomotives.....			
402	(53) Freight-train cars.....	(	1	250)
403	(54) Passenger-train cars.....			
404	(55) Highway revenue equipment.....			
405	(56) Floating equipment.....			
406	(57) Work equipment.....			
407	(58) Miscellaneous equipment.....			
408	(76) Interest during construction.....			
409	(77) Other expenditures—General.....			
410	(80) Other elements of investment.....	(	1	250)
411	Total (account 330).....			

330. EQUIPMENT—DEPRECIATION

Give the particulars called for with respect to the amount charged to account 331, "Equipment—Depreciation," for the year.

Line No.	Subaccount	Amount of operating expenses for the year		
		(b)		
	(a)	\$		
431	(52) Locomotives—Yard.....		212	704
432	(52) Locomotives—Other.....		917	666
433	(53) Freight-train cars.....	3	498	883
434	(54) Passenger-train cars.....			
435	(55) Highway revenue equipment.....			
436	(56) Floating equipment.....			
437	(57) Work equipment.....		114	579
438	(58) Miscellaneous equipment.....		9	799
439	Total (account 331).....	4	753	631

326. SHOP AND POWER-PLANT MACHINERY—DEPRECIATION—Continued

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS													Line No.					
Expenses related solely to freight service (c)			Common expenses apportioned to freight service (d)			Total freight expense (e)		Related solely to passenger and allied services (f)		Common expenses apportioned to passenger and allied services (g)				Total passenger expense (h)		Other expenses not related to either freight or to passenger and allied services (i)		
\$			\$			\$			\$			\$			\$			
						59	335											391
						4	434											392
						63	769											393

328. RETIREMENTS—EQUIPMENT—Continued

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS													Line No.								
Expenses related solely to freight service (c)			Common expenses apportioned to freight service (d)			Total freight expense (e)			Related solely to passenger and allied services (f)			Common expenses apportioned to passenger and allied services (g)			Total passenger expense (h)			Other expenses not related to either freight or to passenger and allied services (i)			
\$			\$			\$			\$			\$			\$			\$			
																					401
																					402
																					403
																					404
																					405
																					406
																					407
																					408
																					409
																					410
																					411

330. EQUIPMENT—DEPRECIATION—Continued

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS													Line No.				
Expenses related solely to freight service (c)			Common expenses apportioned to freight service (d)			Total freight expense (e)		Related solely to passenger and allied services (f)		Common expenses apportioned to passenger and allied services (g)				Total passenger expense (h)		Other expenses not related to either freight or to passenger and allied services (i)	
\$			\$			\$		\$		\$			\$		\$		
						212	704										431
						917	666										432
						3	498	883									433
																	434
																	435
						114	579										436
						9	799										437
						4	753	631									438

KANSAS CITY SOUTHERN LINES CONSOLIDATED

350. RAILWAY TAX ACCRUALS

1. In Sections A and B show the particulars called for with respect to net accruals of taxes on railroad property, and U.S. Government taxes charged to account 532, "Railway tax accruals" of the re-

spondent's Income account for the year.

2. In Section C show an analysis and distribution of Federal income taxes.

A. Other Than U.S. Government Taxes				B. U.S. Government Taxes			
Line No.	State (a)	Amount (b)		Kind of tax (c)	Amount (d)		Line No.
1	Alabama	\$		Income taxes:	\$		
2	Alaska			Normal tax and surtax	x x 1 390 132		58
3	Arizona			Excess profits			59
4	Arkansas	366	345	TOTAL—Income taxes	1 390 132		60
5	California		11	Old-age retirement*	3 178 923		61
6	Colorado		12	Unemployment insurance		576 240	62
7	Connecticut			All other United States taxes			63
8	Delaware	1	119	Total—U.S. Government taxes	5 145 295		64
9	Florida			GRAND TOTAL—Railway Tax Accruals			
10	Georgia		28	(account 532)	6 645 260		65
11	Hawaii			C. Analysis of Federal Income Taxes			
12	Idaho			Provision for income taxes based on taxable net income recorded in the accounts for the year	\$ 4 213 844		66
13	Illinois		66	Net decrease (or increase) because of use of accelerated depreciation under section 167 of the Internal Revenue Code and guideline lives pursuant to Revenue Procedure 62-21 and different basis used for book depreciation		104 347	67
14	Indiana			Net increase (or decrease) because of accelerated amortization of facilities under section 168 of the Internal Revenue Code for tax purposes and different basis used for book depreciation		304 772	68
15	Iowa			Net decrease (or increase) because of investment tax credit authorized in Revenue Act of 1962		959 000	69
16	Kansas	120	201	Net decrease (or increase) because of accelerated amortization of certain rolling stock under section 184 of the Internal Revenue Code and basis used for book depreciation	1 117 084		70
17	Kentucky	1	566 881	Net decrease or (or increase) because of amortization of certain rights-of-way investment under section 185 of the Internal Revenue Code		19 799	71
18	Louisiana			Profit on retirement 1st Mtg. Bonds		119 009	72
19	Maine			Net decrease on casualty reserves		68 475	73
20	Maryland			Other decreases		59 902	74
21	Massachusetts						75
22	Michigan		6	Net applicable to the current year	2 071 000		76
23	Minnesota		16	Adjustments applicable to previous years (net debit or credit), except carry-backs and carry-overs		680 868	77
24	Mississippi			Adjustments for carry-backs			78
25	Missouri	722	096	Adjustments for carry-overs			79
26	Montana		12	Total	1 390 132		80
27	Nebraska			Distribution:			81
28	Nevada			Account 532	x x 1 390 132		82
29	New Hampshire			Account 590			83
30	New Jersey			Other (Specify)			84
31	New Mexico			Total	1 390 132		85
32	New York		16				86
33	North Carolina						87
34	North Dakota						88
35	Ohio		3				89
36	Oklahoma	444	383				90
37	Oregon		13				91
38	Pennsylvania						92
39	Rhode Island						93
40	South Carolina						94
41	South Dakota						95
42	Tennessee	268	722				96
43	Texas						97
44	Utah						98
45	Vermont						99
46	Virginia						100
47	Washington		4				101
48	West Virginia						102
49	Wisconsin		42				103
50	Wyoming						104
51	District of Columbia						105
52	OTHER	x x	x x x x				106
53	Canada						107
54	Mexico		9 989				108
55	Puerto Rico						109
56							110
57	TOTAL—Other than U.S. Government taxes	3 499	965				111

Note.—The amount shown on line 60 should equal line 83; the amount shown on line 82 should equal line 87.

*Includes taxes for hospital insurance (Medicare) and supplemental annuities as follows:

Hospital insurance	\$ 142,695	88
Supplemental annuities	513,079	89

351. RECONCILIATION OF REPORTED NET INCOME WITH TAXABLE INCOME FOR FEDERAL INCOME TAXES

1. Report hereunder a reconciliation of reported net income for the year with taxable income used in computing Federal income tax accruals. The reconciliation shall be submitted even though there is no taxable income for the year. Descriptions should clearly indicate the nature of each reconciling amount.

2. If the respondent is a member of a group which files a consolidated Federal tax return, reconcile reported net income with taxable net income as if a separate return were to be filed, indicating however, intercompany amounts to be eliminated in such consolidated return.

Line No.		
1	Net income for year from Schedule 300 (p. 66)-----	\$-----
	Reconciling amounts (list additional income and unallowable deductions followed by additional deductions and nontaxable income)	
2	-----	-----
3	-----	-----
4	-----	-----
5	-----	-----
6	-----	-----
7	-----	-----
8	-----	-----
9	-----	-----
10	-----	-----
11	-----	-----
12	-----	-----
13	-----	-----
14	-----	-----
15	-----	-----
16	-----	-----
17	-----	-----
18	-----	-----
19	-----	-----
20	-----	-----
21	-----	-----
22	-----	-----
23	-----	-----
24	-----	-----
25	-----	-----
26	-----	-----
27	-----	-----
28	-----	-----
29	-----	-----
30	Federal tax net income-----	
31	Amount taxed as ordinary income-----	\$-----
32	Amount taxed as capital gains-----	XXXXXXXXXX
33	Total (should be same as line 30)-----	XXXXXXXXXX

352. COMPUTATION OF FEDERAL INCOME TAXES

All carriers who are not members of a group which files a consolidated Federal tax return shall complete parts 1 and 3. Carriers who are members of a group which files a consolidated Federal tax return shall complete parts 2 and 3. All carriers shall furnish information requested at bottom of schedule.

Line No.		
	1. Computation of tax accrual on a separate return:	
1	Tax on ordinary income	\$
2	Tax on capital gains .....	.....
3	Total tax .....	.....
4	Less tax credits .....	.....
5	Tax accrual for year	=====
	2. If respondent is a member of an affiliated group which files a consolidated tax return, compute tax accrual in (a) as if filing on a separate return basis. Also compute tax accrual in (b) to reflect tax liability as allocated to respondent on consolidated tax return and complete Schedule 353.	
	(a) Computation of tax on separate return basis:	
6	Tax on ordinary income	\$
7	Tax on capital gains .....	.....
8	Total tax .....	.....
9	Less tax credits .....	.....
10	Tax accrual for year	=====
	(b) Allocation of tax on consolidated return:	
11	Allocated tax on ordinary income	\$
12	Allocated tax on capital gains .....	.....
13	Total tax .....	.....
14	Less tax credits allocated to respondent .....	.....
15	Tax accrual for year	=====
	3. Distribution of tax accrual:	
16	Account 532	\$
17	Account 590 .....	.....
18	Other (Specify) .....	.....
19	.....	.....
20	Tax accrual for year	=====
21	Net decrease (or increase) in tax because of computing book depreciation under Commission rules and computing tax depreciation using the items listed below.....	\$
	-Accelerated depreciation under section 167 of the Internal Revenue Code.	
	-Guideline lives pursuant to Revenue Procedure 62-21.	
	-Guideline lives under Class Life System (Asset Depreciation Range) as provided in the Revenue Act of 1971.	
22	Net increase (or decrease) in tax because of accelerated amortization of facilities under Section 168 of the Internal Revenue Code for tax purposes and different basis used for book depreciation.....	\$
23	(a) Indicate method elected by carrier, as provided in the Revenue Act of 1971, to account for the investment tax credit.	
	Flow-through Deferral	
24	(b) If flow-through method was elected, indicate net decrease (or increase) in tax accrual because of investment tax credit.....	\$
25	(c) If deferral method was elected, indicate amount of investment tax credit utilized as a reduction of tax liability for current year.....	\$
26	Deduct amount of current year's investment tax credit applied to reduction of tax liability but deferred for accounting purposes.....	\$
27	Balance of current year's investment tax credit used to reduce current year's tax accrual.....	\$
28	Add amount of prior years' deferred investment tax credits being amortized and used to reduce current year's tax accrual.....	\$
29	Total decrease in current year's tax accrual resulting from use of investment tax credits.....	\$
30	Net decrease (or increase) in tax because of accelerated amortization of certain rolling stock under Section 184 of the Internal Revenue Code and basis used for book depreciation.....	\$
31	Net decrease (or increase) in tax because of amortization of certain rights-of-way investment under Section 185 of the Internal Revenue Code.....	\$

353. CONSOLIDATED FEDERAL INCOME TAX INFORMATION

To be completed by carriers who are members of a group which files a consolidated Federal tax return. Give particulars for latest consolidated return filed.

Line No.					
1	1. Schedule of affiliated companies included in consolidated return and allocation of tax liability for tax year ended, 19....				
	Name of Company	Book Income	Taxable Income	Tax liability on separate return basis	Tax allocated on consolidated return
2	Carriers regulated by ICC:				
	Respondent:	\$.....	\$.....	\$.....	\$.....
3	Other carriers:				
4	.....	.....	.....	.....	.....
5	.....	.....	.....	.....	.....
6	.....	.....	.....	.....	.....
7	.....	.....	.....	.....	.....
8	.....	.....	.....	.....	.....
9	.....	.....	.....	.....	.....
10	Totals--ICC regulated carriers	.....	.....	.....	.....
	Other affiliates:				
11	.....	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX
12	.....	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX
13	.....	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX
14	.....	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX
15	.....	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX
16	.....	.....	.....	.....	.....
17	Totals--Other affiliates	.....	.....	.....	.....
18	Grand totals	=====	=====	=====	=====
	2. Indicate method of allocating the consolidated tax liability to the affiliated companies as elected under the provisions of Internal Revenue Code Section 1552 by specifying subsection 1, 2, 3 or 4. If subsection 4 is designated, describe method of allocation.				
19	Consolidated tax liability is allocated under Section 1552 (a) (....)				
20	.....				
21	.....				
22	.....				
23	3. (a) Are tax loss companies paid by the group for the tax benefits arising from the inclusion of their losses in the consolidated return? Specify. Yes.... No....				
	(b) If loss companies are paid for tax benefits, describe method of allocating the tax savings and the method of payment.				
24	.....				
25	.....				

371. INCOME FROM LEASE OF ROAD AND EQUIPMENT

1. Give particulars called for with respect to road and equipment leased to others during the year, the rent of which is includible in account No. 509, "Income from lease of road and equipment."

2. If the respondent leased to others during all or any part of the year any road and equipment upon which no rent receivable accrued, give particulars in a footnote. Properties leasing at less than \$100,000 per annum may be combined under a single entry designated, "Minor items, each less than \$100,000 per annum."

Line No.	Description of property (a)	Name of lessee (b)	Total rent accrued during year (account 509) (c)
1	Chicago Rock Island & Pacific Ry. Co. Interchange	Chicago, Rock Island &	
2	tracks at Alexandria, La.	Pacific Ry. Co.	428
3			
4			
5			
Total			428

371A. ABSTRACT OF TERMS AND CONDITIONS OF LEASES

Give brief abstracts of the terms and conditions of the leases under which the above-stated rents are derived, showing particularly (1) the date of the grant, (2) the chain of title (in case of assignment or subletting) and dates of transfer connecting the original parties with the present parties, (3) the basis on which the amount of the annual rent is determined, and (4) the date when the lease will terminate, or, if the date of termination has not yet been fixed, the provisions governing the termination of the lease. Also give reference to the Interstate Commerce Commission's authority for the lease, if any. If none, state the reasons therefor.

Copies of leases may be filed in lieu of abstracts above called for. References to copies filed in prior years should be specific.

If the respondent has any reversionary interest in railroad property from which it derives no rent, give the particulars hereunder; if it has no such reversionary interest, state that fact.

NOTE.—Only changes during the year are required.—Indicate the year in which reference was made to the original lease, and also the year or years in which any change in lease was mentioned.

372. MISCELLANEOUS RENT INCOME

Give particulars of rents receivable accrued for use of all properties not otherwise specified under rents receivable. This account is for rent income from property not operated by the respondent but the cost of which is properly included in cost of road and equipment. It should not be confused with operating revenue account No. 142, "Rents of buildings and other property", which is for rent revenue from operated property

in road and equipment the cost of operation of which cannot be separately stated.

Properties renting at less than \$100,000 per annum may be combined under a single entry designated "Minor items, each less than \$100,000 per annum."

Line No.	DESCRIPTION OF PROPERTY		Name of lessee (e)	Amount of rent (d)	
	Name (a)	Location (b)			
31	Minor items, each less than \$100,000			336	860
32					
33					
34					
35					
36					
37					
38					
39					
40					
41					
42					
43					
44					
45					
Total				336	860

375. SEPARATELY OPERATED PROPERTIES—PROFIT OR LOSS

Give particulars of the several separately operated properties of companies having a corporate existence separate and distinct from that of the respondent, the profits or losses resulting from the operation of which are receivable or payable in whole or in part by the respondent, and for each such separately operated property state the amount of such profits or losses accrued to the respondent during the year. Separately operated prop-

erties, each having a profit or loss accrued to respondent of less than \$100,000 during the year, may be combined under a single entry designated "Minor items, each less than \$100,000."

No dividends or other returns on securities held by or for the respondent should be shown hereunder nor any interest on construction advances or other loans.

Line No.	Description of property operated (a)	Location of property (b)	Name of operator (c)	ACCruED TO RESPONDENT			
				Profit (d)		Loss (e)	
1				\$		\$	
2							
3							
4							
5	NONE						
6							
7							
8							
9							
10			TOTAL				

KANSAS CITY SOUTHERN LINES CONSOLIDATED

376. HIRE OF FREIGHT CARS

1. Show a recapitulation of the total amounts credited and charged during the year to hire of freight cars on account of freight cars leased, freight cars interchanged, private and individual cars, auto racks and highway trailers. The difference between the total amount receivable and the total amount payable should be entered as a balance, receivable or payable as the case may be, and should be consistent with the entry for hire of freight cars in the Income Account, on page 290.

2. In column (b) show the total car-miles, both loaded and empty whether paid for on loaded and empty basis or loaded basis only. Car-miles, loaded and empty, reported in column (b), lines 1 through 4, relate to total car-miles incurred on lines of respondent by cars rented on a mileage basis, for which payments are reported in columns (d) and (f). Exclude from lines 1 through 4, data applicable to TOFC and COFC cars and cars rented on a combination mileage and per diem* basis. These exclusions should be reported in lines 5 and 6 through 16.

3. On line 5, column (b), enter the total miles, loaded plus empty, incurred on lines of respondent by TOFC and COFC cars for which payments are reported in columns (d) and (f). In columns (c) through (f), as applicable, enter the rentals paid for TOFC and COFC cars regardless of basis for charges.

4. On lines 6, 7, and 8 report data applicable to all cars the rentals for which are charged only on a combination mileage and per diem* basis. Car-miles loaded and empty, reported in column (b), lines 6, 7, and 8, relate to total car-miles incurred on lines of respondent by cars rented on a combination mileage and time basis* for which payments are reported in columns (d) and (f). Exclude from lines 6, 7, and 8, data reported on lines 1 through 5 and 9 through 16.

5. On lines 9 through 14 report the per diem (time portion) charges applicable to cars rented on a combination mileage and per diem* basis for which the mileage portion was reported on lines 6, 7, and 8. Report on line 15, columns (c) and (d), the car-days paid for and for which payments were received applicable to the unequipped boxcar charges reported on lines 9 through 12. Report on line 16, columns (c) and (d), the car-days paid for and for which payments were received applicable to cars, other than unequipped box cars, for which charges are reported on line 13.

6. Amounts payable to insurance companies and to other non-carrier companies for lease rental of cars should be included on line 17, column (f). Amounts receivable from railroads or other carriers for per diem rental of these cars should be reported on lines 6 through 16, column (c).

7. Line 21 refers to the auto racks separate and apart from the cars on which the racks are installed.

*Combination mileage and per diem refers to cars moving at rates per mile and per day prescribed by the Commission in Docket No. 31358 or updated computations thereof.

Line No.	Item (a)	Car-miles (loaded and empty) See Instructions 2, 3, and 4 (b)	CARS OF RESPONDENT OR OTHER CARRIERS (Excluding cars of private car lines)		CARS OF INDIVIDUALS AND COMPANIES NOT CARRIERS (Including cars of private car lines)	
			Gross amount receivable (c)	Gross amount payable (d)	Gross amount receivable (e)	Gross amount payable (f)
	FREIGHT CARS					
	Mileage Basis:					
1	Tank cars-----	41,401,218	\$-----	\$ 1,064	\$-----	\$ 3,181,022
2	Refrigerator cars-----	3,211,116	-----	2,851	-----	181,021
3	All other cars-----	17,571,496	-----	2,339	-----	423,615
4	Total (Lines 1-3)-----	62,183,830	-----	6,254	-----	3,785,658
5	TOFC and/or COFC Cars-----	4,424,771	72,711	31,036	-----	801,175
	Combination Mileage and					
	Per Diem Basis:					
	Mileage Portion:					
6	Unequipped box cars-----	23,299,120	150,278	649,568	-----	-----
7	All other per diem cars-----	71,821,883	2,177,055	1,576,093	-----	-----
8	Total (Lines 6 and 7)-----	95,121,003	2,327,333	2,225,661	-----	-----
	Per Diem Portion:					
	Unequipped Box Cars:					
	U.S. Ownership:					
9	Basic-----	-----	220,970	1,169,253	-----	-----
10	Incentive-----	-----	178,439	612,253	-----	-----
	Canadian Ownership:					
11	Basic-----	-----	859	13,258	-----	-----
12	Incentive-----	-----	448	3,510	-----	-----
13	All Other Per Diem Cars-----	-----	6,004,800	5,702,055	-----	-----
14	Total Per Diem Portion (Lines 9-13)-----	-----	6,405,516	7,500,329	-----	-----
15	Car-days Paid For Unequipped Box Cars-----	-----	119,951	549,043	-----	-----
16	Car-days Paid For, All Other Per Diem Cars-----	-----	1,380,047	1,354,416	-----	-----
17	Leased Rental-Railroad, Insurance and Other Companies-----	-----	\$-----	\$-----	\$-----	\$ 2,883,126
18	Other Basis-----	-----	80,171	35,571	-----	-----
	OTHER FREIGHT CARRYING EQUIPMENT					
19	Refrigerated Highway Trailers-----	-----	144	3,768	-----	4,255
20	Other Highway Trailers-----	-----	146,999	317,720	-----	263,905
21	Auto Racks-----	-----	156,713	44,957	605,295	275,967
22	GRAND TOTAL (Lines 4, 5, 8, 14 & 17-21)-----	-----	9,189,587	10,165,296	605,295	8,014,086
23	NET BALANCE CARRIED TO INCOME ACCOUNT: CREDIT \$----- or DEBIT \$ 8,084,500					
	Net Balance of Unequipped box car rentals included in Line 23:					
24	Basic-----	-----	Credit \$-----	-----	or Debit \$-----	960,682
25	Incentive-----	-----	Credit \$-----	-----	or Debit \$-----	436,876

377. LOCOMOTIVE RENTALS

Give an analysis as requested of amounts credited to account 504, "Rent from locomotives," and amounts charged to account 537, "Rent for locomotives," on account of locomotives leased or otherwise rented.

Line No.	Item (a)	Amount receivable (b)			Amount payable (c)			Remarks (d)
		\$			\$			
1	Locomotives of respondent or other carriers:	x x	x x	x x	x x	x x	x x	
2	Mileage basis.....							
3	Per diem basis.....		43	819				
4	Other basis.....		7	291				
5	Locomotives of individuals and companies not carriers:	x x	x x	x x	x x	x x	x x	
6	Mileage basis.....							
7	Per diem basis.....							
8	Lease rental—insurance and other companies.....				650	647		
9	Other basis.....							
10	Total.....		51	110	650	647		

378. PASSENGER-TRAIN CAR RENTALS

Show a recapitulation of the total amounts credited to account 505, "Rent from passenger-train cars," and amounts charged to account 538, "Rent for passenger-train cars," on account of passenger cars leased, passenger cars interchanged, and private or individual cars.

Line No.	Item (a)	Amount receivable (b)			Amount payable (c)			Remarks (d)
		\$			\$			
1	Cars of respondent or other carriers:	x x	x x	x x	x x	x x	x x	
2	Mileage basis.....							
3	Per diem basis.....							
4	Other basis.....							
5	Cars of individuals and companies not carriers:	x x	x x	x x	x x	x x	x x	
6	Mileage basis.....							
7	Per diem basis.....							
8	Lease rental—insurance and other companies.....							
9	Other basis.....							
10	Total.....		None		None			

383. RENT FOR LEASED ROADS AND EQUIPMENT

1. Give particulars called for with respect to roads and equipment leased from others during the year, the rent for which is includible in account No. 542, "Rent for leased roads and equipment."

2. Rents payable which are not classifiable under one of the three heads provided should be explained in a footnote.

3. If the respondent held under lease during all or any part of the

year any road upon which no rent payable accrued, or if any portion of the charge shown hereunder is for construction on a line in which the respondent's leasehold interest will soon expire, give full particulars in a footnote.

4. Properties rented for less than \$100,000 per annum may be combined under a single entry designated, "Minor items, each less than \$100,000 per annum."

Line No.	Name of lessor or reversioner and description of property (a)	Total rent accrued during year (Acct. 542) (b)		CLASSIFICATION OF AMOUNT IN COLUMN (b)					
				Interest on bonds (c)		Dividends on stocks (d)		Cash (e)	
1	Tolmak, Inc. lease of industry tracks	\$	206 898	\$		\$		\$	206 898
2	Minor Items, each less than \$100,000		22 423						22 423
3									
4									
5									
6									
7									
8									
9									
10									
11									
12									
13									
14									
15									
16									
17									
18									
19									
20	TOTAL		229 321						229 321

383A. ABSTRACTS OF LEASEHOLD CONTRACTS

1. Give brief abstracts of the terms and conditions of the leases under which the respondent holds the properties above named, showing particularly (1) the date of the lease, (2) the chain of title and dates of transfers connecting the original lessee with the respondent in case of assignment or subletting, (3) the basis on which the amount of the annual rent is determined, and (4) the date when the lease is to terminate, or, if such

date has not yet been determined, the provisions governing its determination. Also give reference to the Interstate Commerce Commission's authority for the lease, if any. If none, state the reasons therefor.

2. In lieu of the abstracts here called for, the respondent may file copies of lease agreements and give specific references to copies heretofore filed with the Commission.

NOTE.—Only changes during the year are required.

Give particulars of all properties the rents on which were charged by the respondent during the year to Income, under the head "Miscellaneous rents," showing for each item the total charge therefor to Income. Items amounting to less than \$100,000 for the year may be combined into a single entry designated "Minor items, each less than \$100,000."

RAILROAD CORPORATIONS—OPERATING—A.

KANSAS CITY SOUTHERN LINES CONSOLIDATED

346. ITEMS IN SELECTED INCOME AND RETAINED INCOME ACCOUNTS FOR THE YEAR

Give a brief description for all items, regardless of amount, included during the year in accounts 570, "Extraordinary items"; 580, "Prior period items"; 590, "Federal income taxes on extraordinary and prior period items"; 606, "Other credits to retained income"; 616, "Other debits to retained income"; 620, "Appropriations for sinking and other reserve funds"; 621, "Appropriations for other purposes"; and 622, "Appropriations released". Give brief description of each item amounting to \$100,000 or more included during the year in accounts 519,

"Miscellaneous income", and 551, "Miscellaneous income charges"; items less than \$100,000 may be combined into a single entry designated "Other items, each less than \$100,000." The entries for each account shall be listed and the total for each account shall be shown corresponding to the amounts in Schedules 300 and 306, as appropriate. In case the character of any item is not fully disclosed by the entries in the columns hereunder, make a full explanation in a footnote.

Line No.	Account No. (a)	Item (b)	Debits (c)		Credits (d)	
1	519	<u>Miscellaneous Income</u>				
2		Profit from sale of property			1 851	748
3		Profit from retirement of bonds			244	440
4		Other Items, each less than \$100,000			38	926
5		Total Account 519			2 135	114
6						
7	551	<u>Miscellaneous Income: Charges</u>				
8		Loss on sale or disposition of securities	40	000		
9		Imperial Insurance Co.	17	802		
10		Astro Assessments	9	367		
11		Contributions	96	008		
12		Reserve for uncollectable items	89	475		
13		Penalties and Fines	17	110		
14		Other Items, each less than \$100,000	69	620		
15		Total Account 551	339	382		
16						
17						
18	570	Extraordinary Items	None			
19	580	Prior Period Items	None			
20	590	Federal Income Tax on Extraordinary Items			None	
21	606	Other Credits to Retained Income			None	
22	616	Other Debits to Retained Income	None			
23	620	Appropriations for sinking and other reserve funds Kansas				
24		City Southern Ry. Co. Partial retirement of First Mortgage				
25		3-1/4% Series C Bonds 12-1-54	600	000		
26	621	Appropriations for other purpose	None			
27	622	Appropriations released			600	000
28						
29						
30						

MEMORANDA RELATING TO SELECTED INCOME AND RETAINED INCOME ACCOUNTS

397. STATEMENT OF CHANGES IN FINANCIAL POSITION

Give the information as requested concerning the source and application of funds during the year. Funds for the purpose of this schedule shall include all assets or financial resources even though a transaction may not directly affect cash or working capital. For example, the purchase of property in exchange for shares of stock or bonds would be an application of funds for investment in property provided by the issue of securities. Sources and uses of funds should be individually disclosed. For example, outlays for fixed assets should not be reported net of retirements.

Line No.		
	Sources of funds:	
1	Net income (page 66, line 69).....	\$ 7,793,309
	Add non-cash charges for -	
2	Depreciation and amortization	5,960,323
3	Retirements of nondepreciable property	185,782
	Add non-cash charges for additions (deduct for decreases) to reserves:	
4	Pension and welfare reserves	
5	Insurance reserves	
6	Casualty and other reserves	971,242
7	Interest in default	
8	Other important items (specify)	
9	.....	
10	Funds provided by operations	\$14,910,656
11	Proceeds from sale of capital stock of own issue	
12	Proceeds from sale of funded debt and other obligations of own issue (except equipment obligations)	10,232,293
13	Proceeds from sale of equipment obligations of own issue	
14	Book value of depreciable transportation property retired during year	\$2,257,483
15	Less service value charged to accrued depreciation account	8,341,616
16	Net book value of miscellaneous physical property disposed of during year	915,867
17	Net book value of investment securities disposed of during year	2,822,835
18	Advances, notes and other debts repaid by affiliated companies	40,000
19	Advances, notes and other debts repaid by other companies	365,937
20	Net decrease in sinking and other reserve funds	8,791
21	Net decrease in working capital (total current assets less total current liabilities)*	
22	Other sources (specify)	
23	Excess value over cost of funded debt reacquired	57,845
24	.....	
25	.....	
26	Total Sources of funds (should be same as line 43)	\$29,354,224
	Application of funds:	
27	Investment in transportation property (excluding donations and grants)	\$12,454,021
28	Investment in miscellaneous physical property	72,979
29	Investments and advances, affiliated ICC regulated carriers	\$ 77,664
30	Investments and advances, other affiliated companies	None
31	Investments in nonaffiliated companies	77,664
32	Advances, notes and other debts repaid to other companies	
33	Capital stock of own issue reacquired	
34	Funded debt and other obligations paid or reacquired, (except equipment obligations)	863,000
35	Equipment obligations paid or reacquired	6,107,544
36	Net increase in sinking and other reserve funds	154,177
37	Payment of dividends (other than stock dividends)	4,777,510
38	Net increase in working capital*	2,086,485
39	Other applications (specify)	
40	Change in other liabilities and deferred credits	2,531,266
41	Increase in other assets and deferred charges	229,578
42	.....	
43	Total Application of funds (should be same as line 26)	\$29,354,224

* For the purpose of this schedule, account 764, Long-term Debt Due Within One Year, shall be classified as a current liability in the determination of working capital.

INSTRUCTIONS CONCERNING RETURNS IN SCHEDULE 411

State particulars of all tracks operated by the respondent at the close of the year, according to the following classification:

- (1) Line owned by respondent;
- (2) Line owned by proprietary companies;
- (3) Line operated under lease for a specified sum, lessor being (A) an affiliated corporation, or (B) independent or not affiliated with respondent;
- (4) Line operated under contract or agreement for contingent rent, owner being (A) an affiliated corporation, or (B) independent or not affiliated with respondent;
- (5) Line operated under trackage rights.

Give subtotals for each of the several numbered classes, in the order listed above, as well as the total for all classes.

Lengths should be stated to the nearest hundredth of a mile.

In column (a) insert the figure (and letter, if any) indicating its class in accordance with the preceding classification.

In column (b) give the various proportions of each class owned or leased by respondent, listing each proportion once in any grouping. Canadian mileage should be segregated and identified on separate lines in the various groupings. For each listing, in column (d) give its entire length (the distances between terminal of single or first main track), and in the following columns the lengths of second main track; all other main tracks; passing tracks, cross-over and turn-outs; way switching tracks; and yard switching tracks. These classes of tracks are defined as follows:

Running tracks.—Running tracks, passing tracks, cross-overs, etc., including turn-outs from those tracks to clearance points.

Way switching tracks.—Passion, team, industry and other switching tracks for which no separate service is maintained.

Yard switching tracks.—Yards where separate switching services are maintained, including classification, house, team, industry and other tracks switched by yard locomotives.

The returns in columns (A) and (i) should include tracks serving industries, such as mines, mills, smelters, factories, etc., not classifiable under "branch lines" as defined below. Tracks belonging to an industry for which no rent is payable should not be included.

Tracks leading to and in gravel and sand pits and quarries, the cost of which is chargeable to a clearing account and which are used in getting out material for the respondent's use, should not be included.

Class (1) includes all lines operated by the respondent at the close of the year to which it has title in perpetuity.

In classifying line between main and branch (column (c)), use the distinction usually followed by respondent. Branch lines are distinguished from industrial tracks or yard tracks and sidings in that branch lines serve one or more stations beyond the point of junction with the main line or another branch line and to or from which stations train service, or its equivalent, is performed.

Class (2) includes each line full title to which is in an inactive proprietary corporation of the respondent (i.e., one all of whose outstanding stocks or obligations are held by or for the respondent, and which is operated by the respondent or an affiliated system corporation without any accounting to the said proprietary corporation). It may also include such line when the actual title to all of the outstanding stocks or obligations rests in a corporation controlled by or controlling the respondent; but in the case of any such inclusion, the facts of the relation to the respondent of the corporation holding the securities should be fully set forth in a footnote. An inactive corporation is one which has been practically absorbed in a controlling corporation, and which neither operates property nor administers its financial affairs; if it maintains an organization it does so only for the purpose of complying with legal requirements and maintaining title to property or franchises.

Class (3) includes all tracks operated under a lease or formal conveyance of less than the grantor's interest in the property, with a specific and unconditional rent reserved. The fact that the lessor does or does not maintain an independent organization for financial purposes is immaterial in this connection.

Class (4) is the same as class (3) except that the rent reserved is conditional upon earnings or other fact.

Class (5) includes all tracks operated and maintained by others but over which the respondent has the right to operate some or all of its trains. In the road of this class the respondent has no proprietary rights but only the rights of a licensee. Include in this class, also, all main tracks, industrial tracks and sidings owned by noncarrier companies and individuals when the respondent operates over them but does not have exclusive possession of them.

Road held by the respondent as joint or common owner or a joint lessee or under any joint arrangement should be shown in its appropriate class and the entry of length should be of the entire length of the portion jointly held. The class symbol should have the letter (J) attached.

Road operated by the respondent as agent for another carrier should not be included in this schedule.

411. MILEAGE OPERATED AT CLOSE OF YEAR
(For other than switching and terminal companies)

Line No.	Class	Proportion owned or leased by respondent	Main (M) or branch (B) line	RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS, ETC.				Miles of way switching tracks	Miles of yard switching tracks		Total
				Miles of road	Miles of second main track	Miles of all other main tracks	Miles of passing tracks, cross-overs, and turn-outs		Miles of yard switching tracks		
									(h)	(i)	
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)		
1	1	100	M	1,477 82	11 74		211 20	171 40	311 33	2,183 49	
2											
3	1J	50%	M	27	4 28		11 08	1 66	61 69	78 98	
4	1J	33-1/3%	M						49	49	
5	1J	66-2/3%	M						49	49	
6	1J	19%	M					1 85	1 50	3 35	
7	Total Class 1J Main			M	27	4 28	11 08	3 51	64 17	83 31	
8	Total Class 1 and 1J Main			M	1,478 09	16 02	222 28	174 91	375 50	2,266 80	
9											
10	1	100	B	59 14			4 48	25 06	5 19	93 87	
11											
12	1J	50%	B				1 47	14 57		16 04	
13	1J	33-1/3%	B				13	1 57		1 70	
14	Total Class 1J Branch			B			1 60	16 14		17 74	
15											
16	Total Class 1 and 1J Branch			B	59 14		6 08	41 20	5 19	111 61	
17				153 23	16 02		228 36	216 11	380 69	2318 41	
18	3A	100	M	7	6		8	14 67	1	14 67	
19											
20	3A	100	B				01	2 22		2 23	
21											
22	Total Class 3A Main and 3A Branch						01	16 89		16 90	
23											
24	3B	100	M					3 61	4 33	7 94	
25							01	20 50	4 33	24 84	
26								1	4	5	
27	5	100	M	105 86	14 65	2 15	7 07	7 48	68 77	205 98	
28											
29	5	100	B	28 74			2 74	1 02		32 50	
30				134 60	14 65	2 15	9 81	8 50	68 77	239 48	
31				5	5	2	0	8	9	9	
32											
33											
34											
35											
36											
37											
38											
39											
40											
41											
42											
43											
44											
45											
46											
47											
48											
49											
50											
51											
52											
53											
54											
55	TOTAL MAIN LINE				1,583 95	30 67	2 15	229 35	200 67	448 60	2,495 39
56	TOTAL BRANCH LINES				87 88			8 83	44 44	5 19	146 34
57	GRAND TOTAL				1,671 83	30 67	2 15	238 18	245 11	453 79	2,641 73
58	Miles of road or track electrified (included in preceding grand total)				2	1	2	8	5	4	None

411-A. MILEAGE OWNED BUT NOT OPERATED BY RESPONDENT AT CLOSE OF YEAR

If any of the tracks returned in this schedule are operated by other than the respondent, the name of the company or individual operating them and the conditions under which they are held for operation should be shown in a footnote. Tracks which have been permanently abandoned should not be included in this schedule.

Line No.	Class	Name of road or track	Main (M) or branch (B) line	RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS, ETC.					Miles of way switching tracks		Miles of yard switching tracks		Total
				Miles of road	Miles of second main track	Miles of all other main tracks	Miles of passing tracks, cross-overs, and turn-outs						
				(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)		(j)
1	LB	Rock Island and Texas											
2		and Pacific											
3		Interchange	M									24	24
4													
5													
6													
7													
8													
9													
10													
11		TOTAL										24	24

Leased to Chicago, Rock Island and Pacific Railroad and Texas and Pacific Railroad for annual rental of 6% of investment value plus taxes.

412. MILES OF ROAD AT CLOSE OF YEAR—BY STATES AND TERRITORIES (SINGLE TRACK)

(For other than switching and terminal companies)

Give particulars, as of the close of the year, of all road operated and of all owned but not operated. The respondent's proportion of operated road held by it as joint or common owner, or under a joint lease, or under any joint arrangement,

should be shown in columns (b), (c), (e), or (f), as may be appropriate. The remainder of jointly operated mileage should be shown in column (g). Respondent's proportion of road jointly owned, not operated, should be shown in columns (i) and (j), as

may be appropriate. Tracks which have been permanently abandoned should not be included in columns (i) and (j). Lengths should be stated to the nearest hundredth of a mile.

Line No.	State or territory (a)	ROAD OPERATED BY RESPONDENT										LINE OWNED, NOT OPERATED BY RESPONDENT				New line constructed during year (k)		
		LINE OWNED			Line of proprietary companies (d)	Line operated under lease (e)	Line operated under contract, etc. (f)	Line operated under trackage rights (g)	Total mileage operated (h)	Main line (i)	Branch lines (j)							
		Main line (b)	Branch lines (c)															
1	Missouri	185	44	6	11	53	1				5	32	5	202	29	2		
2																		
3	Kansas	18	39	8		6	21	6						24	60	4		
4																		
5	Arkansas	225	89	6		92	1				7	17	7	233	98	4		
6																		
7	Oklahoma	158	21	8							21	57	2	179	78	0		
8																		
9	Louisiana	652	31	2	22	57	3				62	79	3	737	67	8		
10																		
11	Texas	237	72	8	17	91	8				37	88	8	293	51	4		
12																		
13																		
14																		
15																		
16	TOTAL MILEAGE (single track)	1,477	96	8	59	14	9				134	73	5	1,671	83	2		

59 149
1537 107

414. TRACKS OPERATED AT CLOSE OF YEAR

(For switching and terminal companies only)

Give particulars of all tracks operated by the respondent at the close of the year.

Classify the tracks, as follows:

- (1) Tracks owned by the respondent;
- (2) Tracks operated by the respondent but owned by the respondent's proprietary corporations;
- (3) Tracks operated under lease for a specified sum, lessor being (A) an affiliated corporation, or (B) independent or not affiliated with respondent;
- (4) Tracks operated under contract or agreement, or where the rent is contingent upon earnings or other consideration, owner being (A) an affiliated corporation, or (B) independent or not affiliated with respondent;
- (5) Tracks operated under trackage rights.

Name all the tracks of each class before any of a later class, and insert in column (a) before the name of each owner the figure (and letter, if any) indicating its class in accordance with the preceding classification.

Give subtotals for each of the several numbered classes.

Class (1) includes all tracks operated by the respondent at the close of the year to which it has title in perpetuity.

Class (2) includes each line full title to which is in an inactive proprietary corporation of the respondent (i. e., one all of whose outstanding stocks or obligations are held by or for the respondent, and which is operated by the respondent or an affiliated system corporation without any accounting to the said proprietary corporation). It may also include such line when the actual title to all of the outstanding stocks or obligations rests in a corporation controlled by or controlling the respondent; but in the case of any such inclusion, the facts of the relation to the respondent of the corporation holding the securities should be fully set forth in a footnote. An inactive corporation is one which has been practically absorbed in a controlling corporation, and which neither operates property nor administers its financial affairs; if it maintains an organization it does so only for the purpose of complying with legal requirements and maintaining title to property or franchises.

Class (3) includes all tracks operated under a lease or formal conveyance of less than the grantor's interest in the property, with a specific and unconditional rent reserved. The fact that the lessor does or does not maintain an independent organization for financial purposes is immaterial in this connection.

Class (4) is the same as class (3) except that the rent reserved is conditioned upon earnings or other fact.

Class (5) includes all tracks operated and maintained by another company but over which the respondent has the right to operate some or all of its trains. In the tracks of this class the respondent has no proprietary rights but only the rights of a licensee. Include in this class, also, all main tracks and sidings owned by noncarrier companies and individuals when the respondent operates over them but does not have exclusive possession of them.

Lengths should be stated to the nearest hundredth of a mile.

Tracks belonging to an industry for which no rent is payable should not be reported.

Tracks held by the respondent as joint or common owner or a joint lessee or under any joint arrangement should be shown in its appropriate class and the entry of length should be of the entire length of the portion jointly held. The class symbol should have the letter (J) attached, and full particulars showing all of the joint or common title holders, and the extent of their respective interests should be shown in a memorandum attached to the schedule.

Line No.	Class (a)	Name of owner (b)	Location (c)	Character of business (d)	Total mileage operated (e)		
1							
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
				TOTAL			
				Miles of road or track electrified (included in each preceding total)			

TRACKS OPERATED AT COST FOR JOINT BENEFIT—INCLUDED ABOVE

21							
22							
23							
24							
25							
26							
27							
28							
29							
				TOTAL			

30 Are the tracks of the respondent operated primarily in the interest of any industrial, manufacturing, or other corporation, firm, or individual?

If so, give name, address, and character of business of corporation, firm, or individual. Name Address

Character of business

415. MILES OF TRACKS AT CLOSE OF YEAR—BY STATES AND TERRITORIES

(For switching and terminal companies only)

Give particulars, as of the close of the year, of all tracks operated and of all owned but not operated. The respondent's proportion of operated tracks held by it as joint or common owner, or under a joint lease, or under any joint arrangement, should be shown in columns (b), (d), or (e), as may be appro-

priate. The remainder of jointly operated mileage should be shown in column (f). Tracks owned, not operated by respondent (including respondent's proportion of jointly owned tracks, not operated), should be shown in column (h). If any of the tracks returned in column (h) are operated by other than

the respondent, the name of the company or individual operating them and the conditions under which they are held for operation should be shown in a footnote. Tracks which have been permanently abandoned should not be included in column (h). Lengths should be stated to the nearest hundredth of a mile.

Line No.	State or Territory (a)	TRACKS OPERATED										Tracks owned, not operated by respondent (h)		New tracks constructed during year (i)	
		Tracks owned (b)		Tracks of proprietary companies (c)		Tracks operated under lease (d)		Tracks operated under contract, etc. (e)		Tracks operated under trackage rights (f)						Total mileage operated (g)
1															
2															
3															
4															
5															
6															
7															
8															
9															
10															
11															
12															
13															
14															
15															
16															
17															
18															
19															
20															
21															
22															
23															
24															
25															
26															
27															
28															
29															
30															
31															
32															
33															
34															
35															
36															
37															
38															
39															
40															
41															
42															
43															
44															
45															
46															
47															
48															
49															
50															
51															
52															
53															
54															
55															
56															
57															
58															
59															
60															
61															
62															
63															
64															
65															
66															
67															
68															
69															
70															
71															
72															
73															
74															
75															
76															
77															
78															
79															
80															
81															
82															
83															
84															
85															
86															
87															
88															
89															
90															
91															
92															
93															
94															
95															
96															
97															
98															
99															
100															
101															
102															
103															
104															
105															
106															
107															
108															
109															
110															
111															
112															
113															
114															
115															
116															
117															
118															
119															
120															
121															
122															
123															
124															
125															
126															
127															
128															
129															
130															
131															
132															
133															
134															
135															
136															
137															
138															
139															
140															
141															
142															
143															
144															
145															
146															
147															
148															
149															
150															

417. INVENTORY OF EQUIPMENT

Instructions for reporting locomotive and passenger-train car data, pages 100 and 101:

1. Give particulars of each of the various classes of equipment which respondent owned or leased during the year.

2. In column (c) give the number of units purchased new or built in company shops. In column (d) give the number of new units leased from others. The term "new" means a unit placed in service for the first time on any railroad.

3. Units leased to others for a period of one year or more are reportable in column (i); units temporarily out of respondent's service and rented to others for less than one year are to be included in column (h); units rented from others for a period less than one year should not be included in column (i).

4. For reporting purposes, a "locomotive unit" is a self-propelled vehicle generating or converting energy into motion, and designed solely for moving other equipment. An "A" unit is the least number of wheel bases with superstructure designed for use singly or as a lead locomotive unit in combination with other locomotive units. A "B" unit is similar to

an "A" unit, but not equipped for use singly or as a lead locomotive unit. A "B" unit may be equipped with hostler controls for independent operating at terminals.

5. A "self-propelled car" is a rail motor car propelled by electric motors receiving power from third rail or overhead, or internal combustion engines located on the car itself. Trailers equipped for use only in trains of cars that are self-propelled are to be included as self-propelled equipment.

6. A "Diesel" unit includes all units propelled by diesel internal combustion engines irrespective of final drive, and whether power may at times be supplied from external conductor. Units other than diesel-electric, e.g., diesel-hydraulic, should be identified in a footnote giving the number and a brief description. An "Electric" unit includes all units which receive electric power from an overhead contact wire or third rail, and use the power to drive one or more electric motors that propel the vehicle. An "Other" unit includes all units other than die-

sel or electric, e.g., steam, gas turbine. Show the type of unit, service and number, as appropriate, in a brief description sufficient for positive identification.

7. Column (k) should show aggregate capacity for all units reported in column (j), as follows: For locomotive units, report the manufacturers' rated horsepower (the maximum continuous power output from the diesel engine or engines delivered to the main generator or generators for tractive purposes), or tractive effort of steam locomotive units; for passenger-train cars report the number of passenger seats available for revenue service, counting one passenger to each berth in sleeping cars.

8. Passenger-train car types and service equipment car types correspond to AAR Mechanical Division designations. Descriptions of car codes and designations are published in The Official Railway Equipment Register.

UNITS OWNED, INCLUDED IN INVESTMENT ACCOUNT, AND LEASED FROM OTHERS

Line No.	Type or design of units	Units in service of respondent at beginning of year	CHANGES DURING THE YEAR				UNITS AT CLOSE OF YEAR				
			UNITS INSTALLED			Units retired from service of respondent whether owned or leased, including reclassification	Owned and used	Leased from others	Total in service of respondent (col. (h)+(i))	Aggregate capacity of units reported in col. (j) (see ins. 7)	Leased to others
			New units purchased or built	New units leased from others	Rebuilt units acquired and rebuilt units rewritten into property accounts						
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)
Locomotive Units											
1 Diesel-Freight-----A units-----		74	20				2	78	14	92	(H.P.) 237,750
2 Diesel-Freight-----B units-----		27					10	17		17	25,500
3 Diesel-Passenger-----A units-----											
4 Diesel-Passenger-----B units-----											
5 Diesel-Multiple purpose--A units-----		11						11		11	17,750
6 Diesel-Multiple purpose--B units-----											
7 Diesel-Switching-----A units-----		84	10				4	75	15	90	117,700
8 Diesel-Switching-----B units-----		6						6	6	6	9,000
9 Total (lines 1 to 8)-----		202	30				16	181	35	216	407,700
10 Electric-Freight-----											
11 Electric-Passenger-----											
12 Electric-Multiple purpose-----											
13 Electric-Switching-----											
14 Total (lines 10 to 13)-----											
15 Other-----											
16 Grand total (lines 9, 14, 15)-----		202	30				16	181	35	216	XXXX

DISTRIBUTION OF LOCOMOTIVE UNITS IN SERVICE OF RESPONDENT AT CLOSE OF YEAR, ACCORDING TO YEAR BUILT, DISREGARDING YEAR OF REBUILDING

Type or design of units	Before Jan. 1, 1950	Between Jan. 1, 1950, and Dec. 31, 1954				DURING CALENDAR YEAR					TOTAL
		Between Jan. 1, 1950, and Dec. 31, 1954	Between Jan. 1, 1955, and Dec. 31, 1959	Between Jan. 1, 1960, and Dec. 31, 1964	Between Jan. 1, 1965, and Dec. 31, 1969	1970	1971	1972	1973	1974	
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
17 Diesel-----	33	58	3	19	42	8	23	30			216
18 Electric-----											
19 Other-----											
20 Total (lines 17 to 19)-----	33	58	3	19	42	8	23	30			216

417. INVENTORY OF EQUIPMENT—Continued

UNITS OWNED, INCLUDED IN INVESTMENT ACCOUNT, AND LEASED FROM OTHERS

Line No.	Class of equipment and car designations (a)	Units in service of respondent at beginning of year (b)	CHANGES DURING THE YEAR				UNITS AT CLOSE OF YEAR					
			UNITS INSTALLED			Units retired from service of respondent whether owned or leased, including reclassification (g)	Owned and used (h)	Leased from others (i)	Total in service of respondent (col. (h)+(i)) (j)	Aggregate capacity of units reported in col. (j) (see ins. T) (k)	Leased to others (l)	
			New units purchased or built (c)	New units leased from others (d)	Rebuilt units acquired and rebuilt units rewritten into property accounts (e)							All other units, including reclassification and second hand units purchased or leased from others (f)
	PASSENGER-TRAIN CARS Non-Self-Propelled										(Seating capacity)	
21	Coaches [PA, PB, PBO]-----											
22	Combined cars [All class C, except CSB]-----											
23	Parlor cars [PBC, PC, PL, PG]-----											
24	Sleeping cars [PS, PT, PAS, PDS]-----											
25	Dining, grill and tavern cars [All class D, PD]-----										XXXX	
26	Postal cars [All class M]-----										XXXX	
27	Non-passenger carrying cars [All class B, CSB, PSA, IA]-----										XXXX	
28	Total (lines 21 to 27)-----	None								None		
	Self-Propelled Rail Motorcars											
29	Electric passenger cars [EP, ET]-----											
30	Electric combined cars [EC]-----											
31	Internal combustion rail motorcars [ED, EG]-----											
32	Other self-propelled cars (Specify type)-----	None								None		
33	Total (lines 29 to 32)-----	None								None		
34	Total (lines 28 and 33)-----	None								None		
	COMPANY SERVICE CARS											
35	Business cars [PV]-----	2						2	2		XXXX	
36	Boarding outfit cars [MWX]-----	14					4	10	14		XXXX	
37	Derrick and snow removal cars [MWU, MWV, MWW, MWK]-----	8					4	4	8		XXXX	
38	Dump and ballast cars [MWB, MWD]-----										XXXX	
39	Other maintenance and service equipment cars-----	82				1	8	63	75		XXXX	
40	Total (lines 35 to 39)-----	106				1	8	71	99		XXXX	

KANSAS CITY SOUTHERN LINES CONSOLIDATED

KANSAS CITY SOUTHERN LINES CONSOLIDATED

417. INVENTORY OF EQUIPMENT—Continued

Instructions for reporting freight-train car data, pages 102 and 103:

1. Give particulars of each of the various classes of equipment which respondent owned or leased during the year.

2. In column (p) give the number of units purchased or built in company shops. In column (q) give the number of new units leased from others. The term "new" means a unit placed in service for the first time on any railroad.

3. Units leased to others for a period of one year or more are reportable in column (s); units temporarily out of respondent's service and rented to others for less than one year are to be included in column (u); units rented from others for a period less than one year should not be included in column (v).

UNITS OWNED, INCLUDED IN INVESTMENT ACCOUNT, AND LEASED FROM OTHERS

Line No.	Class of equipment and car designations (m)	Units in service of respondent at beginning of year		CHANGES DURING THE YEAR				Units retired from service of respondent whether owned or leased, including reclassification (t)
		Per diem (n)	Non-per diem (o)	UNITS INSTALLED				
				New units purchased or built ¹ (p)	New units leased from others (q)	Rebuilt units acquired and rebuilt units rewritten into property accounts ¹ (r)	All other units, including reclassification and second-hand units purchased or leased from others (s)	
		(n)	(o)	(p)	(q)	(r)	(s)	(t)
FREIGHT-TRAIN CARS								
41	Box-General Service (unequipped) (All B, L070, R-00, R-01)-----	1,163						411
42	Box-General Service (equipped) (A-20, A-30, A-40, A-50, R-06, R-07)-----	3,472		45				78
43	Box-Special Service (A-00, A-10)-----	29					100	10
44	Gondola-General Service (All G (except G-9))-----	1,121						150
45	Gondola-Special Service (G-9, J-00, all C, all E)-----	114					30	2
46	Hopper (open top)-General Service (All H (except H-70))-----	584						203
47	Hopper (open top)-Special Service (H-70, J-10, J-20, all K)-----	564					3	5
48	Hopper (covered) (L-5)-----	1,312			175		2	58
49	Tank, under 12,000 gallons (T-0, T-1, T-2, T-3)-----	27						
50	Tank, 12,000-18,999 gallons (T-4)-----							
51	Tank, 19,000-24,999 gallons (T-5, T-6)-----							
52	Tank, 25,000 gallons and up (T-7, T-8, T-9)-----							
53	Refrigerator (meat)-Mechanical (R-11, R-12)-----							
54	Refrigerator (other than meat) -Mechanical (R-04, R-10)-----							
55	Refrigerator (meat)-Non-Mechanical (R-02, R-08, R-09, R-14, R-15, R-17)-----							
56	Refrigerator (other than meat) -Non-Mechanical (R-03, R-05, R-13, R-16)-----							
57	Stock (All S)-----							
58	Automack (F-5, F-6)-----	47						1
59	Flat-General Service (F-0)-----	269						
60	Flat-Special Service (F-1, F-20, F-30, F-40, F-9, L-2, L-3)-----	893					116	121
61	Flat-TOFC (F-7, F-8)-----	13						
62	All other (L-0, L-1, L-4, L080, L090)-----	2						
63	Total (lines 41 to 62)-----	9,610		45	175		251	1,039
64	Caboose (All N)-----	XXXX	85				5	12
65	Total (lines 63 and 64)-----	9,610	85	45	175		256	1,051
66	Grand total, all classes of cars (lines 34, 40 and 65)-----	9,716	85	45	175		257	1,059
		New units purchased or built			Units rebuilt or acquired			
		General funds		Incentive funds		General funds		Incentive funds
		None		None		None		None

¹ Box, unequipped (which relates to incentive per diem order)

¹ Box, unequipped (which relates to incentive per diem order)

417. INVENTORY OF EQUIPMENT-Continued

4. Column (y) should show aggregate capacity for all units reported in columns (w) and (x), as follows: for freight-train cars, report the nominal capacity (in tons of 2,000 lbs.) as provided for in Rule 86 of the AAR Code of Rules Governing Cars in interchange. Convert the capacity of tank cars to capacity in tons of the commodity which the car is intended to carry customarily.

5. Freight-train car type codes shown in column (m) correspond to the AAR Multilevel Per Diem Master List. Dashes are used in appropriate places to

permit a single code to represent several car type codes. Descriptions of car codes and designations are published in *The Official Railway Equipment Register*.

6. Per diem cars, as used herein, refers to freight cars other than cabooses owned or held under lease arrangement by U. S. Class I line-haul railroads, whose interline rental is settled on a per diem basis under the code of per diem rules, or would be so settled if used by another railroad.

UNITS OWNED, INCLUDED IN INVESTMENT ACCOUNT, AND LEASED FROM OTHERS

UNITS AT CLOSE OF YEAR

Owned and used (u)	Leased from others (v)	Total in service of respondent (incl. (u) + (v))		Aggregate capacity of units reported in col. (w) + (x) (see ins. 4) (y)	Leased to others (z)	Line No.
		Per diem (w)	Non-per diem (x)			
				<i>Tons</i>		
680	72	752		39,214		41
2,822	617	3,439		237,299		42
117	2	119		6,920		43
861	110	971		73,619		44
67	75	142		16,185		45
223	158	381		31,699		46
504	58	562		41,801		47
939	492	1,431		131,073		48
27		27		2,350		49
						50
						51
						52
						53
						54
						55
						56
46		46		2,300		57
269		269		16,508		58
582	306	888		80,341		59
13		13		655		60
2		2		154		61
						62
7,152	1,890	9,042		680,118		63
60	18	xxxx	78	xxxxxxxxxxxx		64
7,212	1,908	9,042	78	680,118		65
7,283	1,936	9,042	177	680,118		66

KANSAS CITY SOUTHERN LINES CONSOLIDATED

417. INVENTORY OF EQUIPMENT—Concluded

UNITS OWNED, INCLUDED IN INVESTMENT ACCOUNT, AND LEASED FROM OTHERS

Line No.	Class of equipment and car designations (m)	Units in service of respondent at beginning of year		CHANGES OF THE YEAR					Units retired from service of respondent whether owned or leased, including reclassification (t)
				UNITS INSTALLED					
		Per diem (n)	Non-per diem (o)	New units purchased or built ¹ (p)	New units leased from others (q)	Rebuilt units acquired and rebuilt units rewritten into property accounts (r)	All other units, including reclassification and second hand units purchased or leased from others (s)		
FLOATING EQUIPMENT									
67	Self-propelled vessels (Tugboats, car ferries, etc.)-----	XXXX							
68	Non-self-propelled vessels (Car floats, lighters, etc.)-----	XXXX							
69	Total (lines 67 and 68)-----	XXXX	None						
HIGHWAY REVENUE EQUIPMENT									
70	Bogie-chassis-----	XXXX							
71	Dry van-----	XXXX							
72	Flat bed-----	XXXX							
73	Open top-----	XXXX							
74	Mechanical refrigerator-----	XXXX							
75	Bulk-----	XXXX							
76	Insulated-----	XXXX							
77	Platform, removable sides-----	XXXX							
78	Other trailer or container-----	XXXX							
79	Tractor-----	XXXX							
80	Truck-----	XXXX							
81	Total (lines 70 to 80)-----	XXXX	None						

NOTES AND REMARKS

417. INVENTORY OF EQUIPMENT—Concluded

UNITS OWNED, INCLUDED IN INVESTMENT ACCOUNT, AND LEASED FROM OTHERS

UNITS AT CLOSE OF YEAR

Owned and used (u)	Leased from others (v)	Total in service of respondent (col. (u) + (v))		Aggregate capacity of units reported in col. (w) + (x) (see ins. 4) (v)	Leased to others (z)	Line No.
		Per diem (w)	Non- per diem (x)			
				(Tons)		
		xxxx				67
		xxxx				68
		xxxx	None			69
		xxxx				70
		xxxx				71
		xxxx				72
		xxxx				73
		xxxx				74
		xxxx				75
		xxxx				76
		xxxx				77
		xxxx				78
		xxxx				79
		xxxx	None			80
		xxxx				81

NOTES AND REMARKS

421. HIGHWAY MOTOR VEHICLE OPERATIONS

Give particulars of highway motor vehicles operated by respondent in revenue and nonrevenue service and of revenue traffic handled for the respondent by others under contractual arrangements.

In reporting highway motor vehicle miles in line-haul service, show the mileage of buses and combination bus-trucks on line 8; the mileage of trucks and of bogies, trailers and semitrailers with trucks on line 9; and the mileage of tractors and of bogies, trailers and semitrailers with tractors on line 10. Vehicle miles in terminal service should be reported on lines 12 and 13.

In reporting traffic carried and traffic handled 1 mile on lines 14 to 21, and on lines 40 to 45, both inclusive, show the total number of tons and ton-miles of revenue freight in column (1) and the total number of passengers carried and passenger-miles in column (c), regardless of the class of vehicle used to perform the transportation service.

In reporting highway motor vehicles in nonrevenue service include those used in maintenance, shops, and storehouses, and transportation of company material; also buses used for transportation of company employees. Exclude automobiles used by officials and employees.

A. OPERATED BY RESPONDENT
(Revenue and nonrevenue service)

Line No.	Item (a)	Bogies (b)	Buses (c)	Chassis (d)
REVENUE SERVICE				
1	Vehicles owned or leased:			
2	Number available at beginning of year			
3	Number installed during the year			
4	Number retired during the year			
5	Number available at close of year			
6	Vehicle miles (including loaded and empty):			
7	Line haul (station to station):			
8	Passenger vehicle miles	XXXXXX		XXXXXX
9	Truck miles		XXXXXX	XXXXXX
10	Tractor miles		XXXXXX	XXXXXX
11	Terminal service:			
12	Pick-up and delivery			
13	Transfer service			
14	Traffic carried:			
15	Tons—Revenue freight—Line haul	XXXXXX	XXXXXX	XXXXXX
16	Tons—Revenue freight—Terminal service only	XXXXXX	XXXXXX	XXXXXX
17	Revenue passengers—Line haul	XXXXXX		XXXXXX
18	Revenue passengers—Terminal service only	XXXXXX		XXXXXX
19	Traffic handled 1 mile:			
20	Ton-miles—Revenue freight—Line haul	XXXXXX	XXXXXX	XXXXXX
21	Revenue passenger-miles—Line haul	XXXXXX		XXXXXX
NONREVENUE SERVICE				
22	Vehicles owned or leased:			
23	Number available at beginning of year			
24	Number installed during the year			
25	Number retired during the year			
26	Number available at close of year			

*When performed by vehicles other than those used for line haul.

B. OPERATED BY OTHERS
(Revenue service)

Line No.	Item (a)	Bogies (b)	Buses (c)	Chassis (d)
40	Traffic carried:			
41	Tons—Revenue freight	XXXXXX	XXXXXX	XXXXXX
42	Revenue passengers	XXXXXX		XXXXXX
43	Traffic handled 1 mile:			
44	Ton-miles—Revenue freight	XXXXXX	XXXXXX	XXXXXX
45	Revenue passenger-miles	XXXXXX		XXXXXX

421. HIGHWAY MOTOR VEHICLE OPERATIONS - Concluded

"Trailers" means trailer bodies used in TOFC/COFC service which are permanently mounted on running gear. "Containers" means trailer bodies used in TOFC/COFC service which

are not permanently mounted on wheels or chassis, but are separated from such running gear before being loaded on flat cars.

A. OPERATED BY RESPONDENT - Concluded
(Revenue and nonrevenue service)

Containers (e)	Semitrailers (f)	Tractors (g)	Trailers (h)	Trucks (i)	Combination bus-trucks (j)	Line No.
						1
						2
						3
						4
						5
						6
						7
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX		8
XXXXXX		XXXXXX			XXXXXX	9
XXXXXX				XXXXXX	XXXXXX	10
						11
						12
						13
						14
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	15
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	16
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	17
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	18
						19
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX		20
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	21
				189		22
				39		23
				84		24
				* 144		25
						26

B. OPERATED BY OTHERS - Concluded
(Revenue service)

Containers (e)	Semitrailers (f)	Tractors (g)	Trailers (h)	Truck (i)	Combination bus-trucks (j)	Line No.
						40
XXXXXX	XXXXXX	XXXXXX	XXXXXX	89,706	XXXXXX	41
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	42
						43
XXXXXX	XXXXXX	XXXXXX	XXXXXX	3,883,838	XXXXXX	44
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	45

* 46 Units equipped with H1-Rail equipment for traveling on rails.

KANSAS CITY SOUTHERN LINES CONSOLIDATED

422. HIGHWAY MOTOR-VEHICLE ENTERPRISES IN WHICH THE RESPONDENT HAD A DIRECT OR INDIRECT FINANCIAL INTEREST DURING THE YEAR

Give particulars of highway motor-vehicle enterprises (excluding Railway Express Agency, Inc.) in which the respondent had a financial interest, either directly or indirectly, during the year.

In column (a) identify each motor-vehicle enterprise by name and address, and in column (b) state whether the respondent's interest in

such enterprise was direct or indirect. If the interest was indirect, give the names of all intermediaries.

In column (c) give the date on which respondent first acquired its direct or indirect interest in the enterprise.

Line No.	Name and address of highway motor-vehicle enterprise (a)	Nature of respondent's interest (b)	Date on which respondent's direct or indirect interest was originally acquired (c)
1			
2	Kansas City Southern Transport		
3	Company, Inc.	Direct	May 23, 1933
4			
5	Louisiana, Arkansas and Texas		
6	Transportation Company	Direct	July 1930
7			
8	Landa Motor Lines	Direct	July 1939
9			
10	114 West 11th Street		
11	Kansas City, Missouri 64105		
12			
13			
14			
15			
16			
17			
18			
19			
20			
21			
22			
23			
24			
25			

510. GRADE CROSSINGS

A—RAILROAD WITH RAILROAD

1. A crossing of a railroad with a railroad means the intersection of all the tracks on one right-of-way with all of the tracks on another right-of-way, whether or not owned or operated by the same company; thus, the intersection of one double-track line with another double-track line shall be reported as one crossing. Each such crossing shall be reported only by the carrier who performs the actual maintenance of the signal or interlocking protection, if so provided, or by the carrier who maintains the crossing frogs where no protection exists. The carrier which actually performs the maintenance shall be the reporting carrier, even though other party, or parties, assume a part or all of the expense of such maintenance. Where portions of the apparatus are maintained by two or more companies, as for example—the condition where one crossing frog is maintained by one company and the second frog by the other company, agreement should be made between carriers as to which shall report. Report should be made of each crossing, whether main line, branch line, or switching tracks are involved, so long as separate rights-of-way are involved, regardless of whether or not the rights-of-way involved are owned or leased

by the same company. A cross-over from one track to another on the same right-of-way, or the use of a crossing frog for the intersection of two tracks in the same right-of-way, is not to be considered as a crossing in this connection. If one right-of-way intersects two or more rights-of-way in the same vicinity a separate crossing shall be reported for each such intersection, even though all are controlled by one interlocking plant. In such case, this fact should be explained in a footnote in order that the interlocking plant may not be counted more than once.

2. The term "Protection" as used in this connection should include all signalling or derailing devices which may restrict the use of the crossing by either carrier. It shall not include stationary or other cautionary signs which merely indicate the proximity of a crossing. Where crossings are protected by more than one of the types of protection shown in columns (b) to (i) inclusive, the kind of protection, etc., should be reported in only one classification and that of the more elaborate type.

Line No.	Number of crossings (a)	Interlocking (b)	Automatic signals (automatic interlocking) (c)	Derails on one line, no protection on other (d)	Hand-operated signals, without interlocking (e)	Other (f)	Total specially protected (g)	Total not specially protected (h)	Grand total (i)
1	Number at beginning of year	8	9		2	15	34	61	95
2	Crossings added: New crossings								
3	Change in protection								
4	Crossings eliminated: Separation of grade								
5	Change in protection								
6	Other causes								
7	Number at close of year	8	9		2	15	34	61	95
	NUMBER AT CLOSE OF YEAR BY STATES:								
8	Missouri	1	5		2		8	11	19
9	Kansas					7	7	7	14
10	Oklahoma	1					1		1
11	Arkansas	1				1	2	6	8
12	Louisiana	3	4			7	14	32	46
13	Texas	2					2	5	7
14									
15									
16									
17									
18									
19									
20									
21									

510. GRADE CROSSINGS - Continued
B-RAILROAD WITH HIGHWAY

1. A highway grade crossing is to be regarded as a single crossing of all of the tracks within the adjacent owned or leased right(s) of way of the railroad(s) at the point of intersection with a publicly maintained highway, street or avenue at the same grade to the extent that the tracks are located within the limits of a single set of grade crossing signs or protective devices having an integrated set of actuating circuits.

2. Not to be included are crossings of tracks with private roads leading to or within industrial plants, or with other roads or driveways not dedicated to public use. All crossings of tracks at grade with public roads and streets should be included if any railroad operations are conducted thereover by the reporting company whether or not the track is located on railroad right-of-way.

3. A private grade crossing which becomes public during the year should be reported as a new grade crossing. A grade crossing of a dual or multi-lane highway should be reported as one crossing. In the classification of protection, a crossing having more than one of the classes of protection listed below should be reported once only, using the furthest left column that

applies. To avoid duplicate reporting of jointly owned, jointly maintained or jointly used crossings, one railroad shall be designated the reporting road by mutual agreement of the interested parties.

4. In columns (b) and (c) include grade crossings with or without audible signals. In columns (d) and (e) include grade crossings with or without any type of audible or visible supplemental device. Exclude from columns (f) and (g) those crossings where train movement is protected only by a member of the train crew. Audible signals reportable in column (h) include any train-actuated bell, whistle, siren or other audible device located adjacent to the crossing. Other automatic signals reportable in column (i) include wigwags, Highway Traffic Signals or special types of train-activated devices with or without audible supplements. Include in column (j), in addition to "Railroad Crossing" crossbuck, any other static sign (except "Number of Tracks" sign) or any non-train-actuated signal such as amber continuous-flashing lights. In column (m) report other than railroad crossbuck. Totals in column (o), lines 38 and 39, should be equal, resulting in no change in the total number of crossings.

Line No.	Item of Annual Change	TYPES OF PROTECTION FOR, AND NUMBERS OF CROSSINGS AT GRADE													
		Automatic gates with flashing lights	Automatic flashing light signals	Gates manually operated		Watchmen only		Audible signals only	Other automatic signals	Total indicating warning of train approach	"Railroad Crossing" crossbuck signs only	Crossbuck signs with other fixed signs	Other fixed signs only	No signs or signals	Total crossings at grade
				24 hours per day	Less than 24 hours per day	24 hours per day	Less than 24 hours per day								
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)	(m)	(n)	(o)
30	Number at beginning of year -----	9	155	6					121	291	569	745	46	138	1,789
31	Added: By new, extended or relocated highway -----		1							1					1
32	By new, extended or relocated railroad -----														
33	Total added -----		1							1					1
34	Eliminated: By closing or relocation of highway -----														
35	By relocation or abandonment of railroad -----														
36	By separation of grades -----		1							1					1
37	Total eliminated -----		1							1					1
38	Changes in protection: Number of each type added -----		4							4					4
39	Number of each type deducted -----								1	1		3			4
40	Net of all changes -----		4						(1)	3		(3)			
41	Number at close of year -----	9	159	6					120	294	569	742	46	138	1,789
42	Number at close of year by States:														
43	Kansas -----			1					7	8	90			16	114
44	Missouri -----	4	34							44	178				222
45	Oklahoma -----		1						22	23	1	102		3	129
46	Arkansas -----	2	2	4					14	22	55	164		9	250
47	Louisiana -----	3	99	1					40	143		472	46	66	727
48	Texas -----		23						31	54	245	4		44	347
49															
50															
51															
52															
53															
54															
55															
56															

511. GRADE SEPARATIONS

HIGHWAY-RAILROAD

1. (a) A highway-railroad grade separation is to be regarded as a single crossing of all of the tracks within the owned or leased right-of-way or contiguous rights-of-way of the railroad(s) at the point of intersection with a publicly maintained highway, street or avenue at separate grades.

(b) Not to be included are structures which serve some major purpose other than the avoidance of conflict of railway movements with highway movements and which contain no design features required for accommodation of the intersecting traffic flow as in the case of major tunnels.

(c) In order to avoid duplicate reporting and possible confusion, in reporting grade separations used or maintained by more than one railroad, the interested parties in each case should designate one line to

be the reporting railroad.

2. All separated crossings of tracks with public roads and streets should be included if any railroad operations are conducted thereover by the reporting company whether or not the track is located on railroad owned right-of-way.

3. Not to be included are crossings of tracks with private roads leading to or within industrial plants, or with other roads not dedicated to public use.

4. A private crossing which becomes public during the year should be reported as a new crossing.

5. A crossing of a dual or multi-lane highway should be reported as one crossing.

Line No.	Items of Annual Change (a)	Types and numbers of highway-railroad grade separations		
		Overpass (Highway above railroad) (b)	Underpass (Railroad above highway) (c)	TOTAL (d)
1	Number at beginning of year -----	122	100	222
2	Added: By new, extended or relocated highway -----			
3	By new, extended or relocated railroad -----			
4	By elimination of grade crossing ¹ -----		1	1
5	Total added -----		1	1
6	Deducted: By closing or relocation of highway -----			
7	By relocation or abandonment of railroad -----			
8	Total deducted -----		1	1
9	Net of all changes -----			
10	Number at close of year -----	122	101	223
	Number at close of year by States:			
11	Missouri -----	40	40	80
12	Kansas -----	5		5
13	Oklahoma -----	4	8	12
14	Arkansas -----	10	6	16
15	Louisiana -----	55	29	84
16	Texas -----	8	18	26
17				
18				
19				
20				
21				
22				
23				
24				
25				
26				
27				
28				
29				

¹Total in column (d) should correspond to total number of grade crossings eliminated "By separation of grades", Schedule 510-B, line 36, column (c).

513. TIES LAID IN REPLACEMENT

Give particulars of ties laid during the year in previously constructed tracks maintained by the respondent. Do not include any ties used in any new tracks or in track extensions.

In column (a) classify the ties as follows:

- (U) Wooden ties untreated when applied,
 (T) Wooden ties treated before application.
 (S) Ties other than wooden (steel, concrete, etc.). Indicate type in column (h).

Report new and second-hand (relay) ties separately, indicating in column (h) which ties are new.

In columns (d) and (g) should be shown the total cost, including transportation charges on foreign lines, tie trains, loading, inspection, and the cost of handling ties in general supply, storage, and seasoning yards; and, in the case of treated ties, also the cost of handling at treating plants and the cost of treatment. The cost of unloading, hauling over carrier's own lines and placing the ties in tracks, and of train service, other than that necessary in connection with loading or treatment, should not be included in this schedule.

The sum of entries on lines 21, 22, and 23 should equal the total of columns (d) and (g).

Any material difference between the return on line 22 and the charge to operating expense account No. 212, or between the sum of charges to additions and betterments shown in schedules Nos. 513 and 514 and the related charge to investment account No. 8, should be explained in a footnote.

Line No.	Class of ties	CROSSTIES						SWITCH AND BRIDGE TIES						Remarks
		Total number of ties applied		Average cost per tie	Total cost of cross-ties laid in previously constructed tracks during year		Number of feet (board measure) applied		Average cost per M feet (board measure)		Total cost of switch and bridge ties laid in previously constructed tracks during year			
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)							
1	T	365	784	\$ 5 56	\$ 2 037 411	944	967	\$ 163 10	\$ 154 128	New				
2	S	15	295	12 46	190 667					New Concrete				
3														
4														
5														
6														
7														
8														
9														
10														
11														
12														
13														
14														
15														
16														
17														
18														
19														
20	TOTAL	381	079	5 85	2 228 078	944	967	163 10	154 128					

21 Amount of salvage on ties withdrawn..... \$ None
 22 Amount chargeable to operating expenses..... \$ 2,377,520
 23 Amount chargeable to additions and betterments..... ~~\$ 486,222.26~~
 24 Estimated number of cross-ties in all maintained tracks:

	Number	Percent of Total
(a) Wooden ties.....	6,915,337	97.50
(b) Other than wooden ties (steel, concrete, etc.).....	Concrete 177,224	2.50
TOTAL.....	7,092,561	100.00

Class T - Preservative Process - Creosote Treatment

The difference between the amount shown on Line 22 of this schedule and charges to Account 212 - Ties, Schedule 320, Page 70, Lines 15, 16 and 17, represents profit on ties sold, adjustments relating to prior years' accounts, inventory adjustment and other minor items in accounts but not included in this schedule.

514. TIES LAID IN ADDITIONAL TRACKS AND IN NEW LINES AND EXTENSIONS

Give particulars of ties laid during the year in new construction, following the instructions given in the preceding schedule, so far as applicable.

Line No.	Class of ties	CROSSTIES			SWITCH AND BRIDGE TIES						Remarks	
		Total number of ties applied		Average cost per tie	Total cost of cross-ties laid in new tracks during year		Number of feet (board measure) laid in tracks		Average cost per M feet (board measure)	Total cost of switch and bridge ties laid in new tracks during year		
		(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)			
1	T		642	\$ 6 37	\$ 4 088		84 086	\$ 120 89	\$ 10 165	New		
2	T		84	2 51	211					SH		
3	S		1 460	13 22	17 965					New Concrete		
4												
5												
6												
7												
8												
9												
10												
11												
12												
13												
14												
15												
16												
17												
18												
19												
20	TOTAL		2 186	10 19	22 264		84 086	120 89	10 165			

21 Number of miles of new running tracks, passing tracks, cross-overs, etc., in which ties were laid .04

22 Number of miles of new yard, station, team, industry, and other switching tracks in which ties were laid .61

Class T - Preservative Process - Creosote Treatment

The difference between the sum of the charges to A & B in Schedules 513 and 514 and charges to Account 8 - Ties, Schedule 211, Page 30, Line 9, Col. (e) and (f), represents adjustments relating to previous years' accounts and other miscellaneous items not included in this schedule.

KANSAS CITY SOUTHERN LINES CONSOLIDATED

515. RAILS LAID IN REPLACEMENT

Give particulars of all rails applied during the year in connection with replacement of rails in previously constructed tracks maintained by the respondent.

In column (a) classify the kind of rail applied as follows:

- (1) New steel rails, Bessemer process.
- (2) New steel rails, open-hearth process.
- (3) New rails, special alloy (describe more fully in a footnote).
- (4) Relay rails.

Returns in columns (c) and (g) should be reported in whole numbers. Fractions of less than one-half should be disregarded, and fractions of one-half or more reckoned as one.

The returns in columns (d) and (h) should include the cost of loading at the point of purchase ready for shipment, the freight charges paid foreign lines, and the cost of handling rails in general supply and storage yards. The cost of unloading, hauling over carrier's own lines, and placing the rails in tracks, and of train service in connection with the distribution of the rails, should not be included in this schedule.

The sum of entries on lines 22, 23, and 24 should equal the total of columns (d) and (h).

Any material difference between the return on line 23 and the charge to operating expense account No. 214, or between the sum of charges to additions and betterments shown in schedules Nos. 515 and 516 and the related charge to investment account No. 9, should be explained in a footnote.

Line No.	Class of rail (a)	RAIL APPLIED IN RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS, ETC.				RAIL APPLIED IN YARD, STATION, TEAM, INDUSTRY, AND OTHER SWITCHING TRACKS			
		WEIGHT OF RAIL		Total cost of rail applied in running tracks, passing tracks, cross-overs, etc., during year (d)	Average cost per ton (2,000 lb.) (e)	WEIGHT OF RAIL		Total cost of rail applied in yard, station, team, industry, and other switching tracks during year (h)	Average cost per ton (2,000 lb.) (i)
		Pounds per yard of rail (b)	Number of tons (2,000 lb.) (c)			Pounds per yard of rail (f)	Number of tons (2,000 lb.) (g)		
1	4	75				75	1	17	17 00
2	4	80				80	1	5	5 00
3	4	85	42	1 234	29 38	85	145	9 660	66 62
4	2	90	1 153	195 763	169 79	90	181	26 021	143 76
5	4	90	695	20 853	30 00	90	510	15 566	30 52
6	2	100				100	5	137	27 40
7	4	100	24	714	29 75	100	97	3 921	40 42
8	2	112	9	655	72 78	112			
9	4	112	1 444	43 425	30 07	112	172	8 659	50 34
10	2	115	156	25 391	162 76	115	73	11 658	159 70
11	4	115	54	1 613	29 87	115	17	534	31 41
12	2	127	12	1 161	96 75	127			
13	4	127	673	20 196	30 01	127	586	17 585	30 01
14	2	136	1 986	298 183	150 14	136	14	2 139	152 79
15	4	136	1	38	38 00	136	1	27	27 00
16	2	137	889	145 658	163 84	137	6	814	135 67
17									
18			4 285	666 811			279	40 769	
19			4 293	88 673			1 580	55 974	
20	TOTAL	XXXX	7 138	754 884	1,033 14	XXXX	1 809	96 743	917 64

21	Number of tons (2,000 lb.) of relays and scrap rail taken up	3,547
22	Salvage value of rails released	\$ 81,607
23	Amount chargeable to operating expenses	\$ 743,770
24	Amount chargeable to additions and betterments	\$ 26,250
25	Miles of new rails laid in replacement (all classes of tracks) [†]	43,499.90 (rail-miles)
26	Miles of new and second-hand rails laid in replacement (all classes of tracks) [†]	90,914.49 (rail-miles)
27	Average weight per yard of new rails laid in replacement (running, passing, and cross-over tracks, etc.) *	119 (pounds)
28	Tons of rail sold as scrap and amount received therefor	450 (tons of 2,000 lb.); \$ 17,039
29	Track-miles of welded rail installed this year	1.94 ; total to date 74.35

The difference between line 23 and A/c 214 Schedule 320 is due to estimated cost being figured this year on previous years relays.

The difference between line 24 and A/c 9 Schedule 211 is due to prior year adjustments and direct charges to road property.

[†]Classes 1, 2, and 3 rails.—Reduce tonnage in columns (c) and (g) to pounds; divide each result by the respective pounds per yard to obtain the number of yards of each weight of new rail laid in all classes of tracks; divide the total number of yards of new rails laid in all classes of tracks by 1,760; state the quotient with two decimal places.

[†]Classes 1, 2, 3, and 4 rails.—Reduce tonnage in columns (c) and (g) to pounds; divide each result by the respective pounds per yard to obtain the number of yards of each weight of new and second-hand rail laid in all classes of tracks; divide the total number of yards of new and second-hand rails laid in all classes of tracks by 1,760; state the quotient with two decimal places.

*Classes 1, 2, and 3 rails.—Reduce tonnage in column (c) to pounds; divide each result by the respective pounds per yard to obtain the number of yards of each weight of new rail laid in running, passing, and cross-over tracks, etc.; divide the total number of pounds of new rails laid in running tracks, etc. by the total number of yards of new rails laid in such tracks.

516. RAILS LAID IN ADDITIONAL TRACKS AND IN NEW LINES AND EXTENSIONS

Give particulars of rails applied during the year in the construction of new tracks, following the instructions given in the preceding schedule, so far as applicable.

Line No.	Class of rail (a)	RAIL APPLIED IN RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS, ETC.				RAIL APPLIED IN YARD, STATION, TEAM, INDUSTRY, AND OTHER SWITCHING TRACKS			
		WEIGHT OF RAIL		Total cost of rail applied in running tracks, passing tracks, cross-overs, etc., during year (d)	Average cost per ton (2,000 lb.) (e)	WEIGHT OF RAIL		Total cost of rail applied in yard, station, team, industry, and other switching tracks during year (h)	Average cost per ton (2,000 lb.) (i)
		Pounds per yard of rail (b)	Number of tons (2,000 lb.) (c)			Pounds per yard of rail (f)	Number of tons (2,000 lb.) (g)		
1	2					90	5	966	193 20
2	4					90	73	1 724	23 62
3	4					100	1	29	29 00
4	4					112	(2)	74	37 00
5	4					115	3	83	27 67
6	4					127	3	95	31 67
7	4					136	4	109	27 25
8									
9									
10									
11									
12									
13									
14									
15									
16							2	966	
17						4	82	1 966	
18									
19									
20	TOTAL	XXXX				XXXX	87	2 932	369 41

21 Number of miles of new running tracks, passing tracks, cross-overs, etc., in which rails were laid .04

22 Number of miles of new yard, station, team, industry, and other switching tracks in which rails were laid .61

517. GAGE OF TRACK AND WEIGHT OF RAIL

Give the particulars now called for concerning the road and track operated by the respondent at the close of the year. Only the respondent's proportion of jointly-owned mileage should be included. Under "Weight of rail," the various weights of rails should be given. If any part of the road operated at the close of the year is other than standard

gage, 4 feet 8½ inches, show the gage of each part in column (d). Road and track occupied under trackage right or other form of license should not be included herein, but all road and track held under any form of lease (granting exclusive possession to the lessee) should be included.

Line No.	Weight of rails per yard (a)	Line-haul companies (miles of main track) (b)	Switching and terminal companies (miles of all tracks) (c)	Remarks (d)
1	Pounds 136	100 71		
2	127	409 54		
3	115	281 59		
4	112	244 22		Includes only 1/2 of 4.55 miles of second main track jointly owned
5	100	20 56		
6	90	362 66		
7	85	87 20		All track standard gage 4 Ft. 8-1/2 inches.
8	80	21 70		
9	75	3 34		
10	70	19 13		
11	60	46		
12		1 551 11		
13				
14				
15				
16				
17				
18				
19				
20				

531. STATISTICS OF RAIL-LINE OPERATIONS

1. Give the various statistical items called for concerning the rail-line operations of respondent's road during the year. Train-miles, car-miles and other particulars are to be reported in accordance with the classification of train-miles and car-miles prescribed in the Uniform System of Accounts for Railroad Companies (Mileage Accounts 800 to 805 and 820 to 825). Locomotive unit-miles should include all miles made by each locomotive unit.

2. Per diem cars, as used herein, refers to freight cars other than cabooses owned or held under lease arrangement by U.S. class I line-haul railroads, whose interline rental is settled on a per diem basis under the code of per diem rules, or would be so settled if used by another railroad.

3. Item No. 1 includes miles of road operated under trackage rights.

4. For gross ton-miles compute from conductors' or dispatchers' train reports weight in tons (2,000 pounds). Item 27 includes weight of all locomotive units moved one mile in transportation trains. Ton-miles of motorcars should be excluded. Items 28 and 29 represent tons behind locomotive units (cars and contents, company-service equipment and cabooses) moved one mile in transportation trains. Include ton-miles of exclusive work service equipment and motorcars moving in transportation trains. Use 150 pounds as the

average weight per passenger and four tons as the average weight of contents of each head-end car.

5. Item No. 35 should represent the ton-miles of revenue freight in water transfer service on the Great Lakes involving a rail-line haul, the revenue from which is includible in account No. 101, "Freight." Ton-miles of revenue freight in water transfer service which was moved on the basis of lawful local tariff rates, the revenue from which is creditable to account No. 113, "Water transfers," should be excluded. Item 36, Total ton-miles—Revenue freight, should correspond to the ton-miles reported on Form OS-B, Item 2.

6. For net ton-miles, Item 40, compute from conductors' train reports. This item represents the number of tons of revenue and non-revenue freight moved one mile in transportation trains. Include a reasonable proportion of the weight of exclusive work equipment moved one mile. Include net ton-miles in motorcar trains. Exclude LCL shipments handled in mixed baggage-express cars.

7. The mileage of company service equipment, designed exclusively for work service and moved in transportation trains, should be classed as loaded freight car-miles.

8. Highway vehicle operations should not be included in Schedule 531 but particulars thereof given in a footnote on page 117.

Item No.	Item (a)	Freight trains (b)	Passenger trains (c)	Total transportation service (d)	Work trains (e)
1	Average mileage of road operated (State in whole numbers)	1 672		1 672	x x x x
	TRAIN-MILES				
2	Diesel locomotives	2 340 414		2 340 414	x x x x
3	Other locomotives				x x x x
4	Total locomotives	2 340 414		2 340 414	17 655
5	Motorcars				
6	Total train-miles	2 340 414		2 340 414	17 655
	LOCOMOTIVE UNIT-MILES				
7	Road service	7 689 033		7 689 033	x x x x
8	Train switching	778 579		778 579	x x x x
9	Yard switching	1 957 193		1 957 193	x x x x
10	Total locomotive unit-miles	10 424 805		10 424 805	x x x x
	CAR-MILES				
11	Total motorcar car-miles	87 564 311		87 564 311	x x x x
12	Loaded per diem freight cars	44 125 202		44 125 202	x x x x
13	Loaded non-per diem freight cars	62 670 117		62 670 117	x x x x
14	Empty per diem freight cars	40 611 818		40 611 818	x x x x
15	Empty non-per diem freight cars	2 344 576		2 344 576	x x x x
16	Caboose	237 316 024		237 316 024	x x x x
17	Total freight car-miles (lines 12, 13, 14, 15 and 16)	237 316 024		237 316 024	x x x x
18	Passenger coaches				x x x x
19	Combination passenger cars (mail, express, or baggage, etc., with passenger)				x x x x
20	Sleeping and parlor cars				x x x x
21	Dining, grill and tavern cars				x x x x
22	Head-end cars				x x x x
23	Total (lines 18, 19, 20, 21, and 22)				x x x x
24	Business cars				x x x x
25	Crew cars (other than caboose)				x x x x
26	Grand total car-miles (lines 11, 17, 23, 24 and 25)	237 316 024		237 316 024	x x x x
	GROSS TON-MILES AND TRAIN-HOURS IN ROAD SERVICE				
27	Gross ton-miles of locomotives and tenders (thousands)	914 806		914 806	x x x x
28	Gross ton-miles—freight-train cars, contents, and cabooses (thousands)	14 705 650		14 705 650	x x x x
29	Gross ton-miles of passenger-train cars and contents (thousands)				x x x x
30	Train-hours—Total	132 729		132 729	x x x x
	REVENUE AND NONREVENUE FREIGHT TRAFFIC				
31	Tons of revenue freight			26 632 735	x x x x
32	Tons of nonrevenue freight			241 339	x x x x
33	Total tons revenue and nonrevenue freight			26 874 074	x x x x
34	Ton-miles—Revenue freight in road service (thousands)			7 064 428	x x x x
35	Ton-miles—Revenue freight in lake transfer service (thousands)				x x x x
36	Total ton-miles—Revenue freight (thousands)			7 064 428	x x x x
37	Ton-miles—Nonrevenue freight in road service (thousands)			53 492	x x x x
38	Ton-miles—Nonrevenue freight in lake transfer service (thousands)				x x x x
39	Total ton-miles—Nonrevenue freight (thousands)			53 492	x x x x
40	Net ton-miles of freight—Revenue and nonrevenue (thousands)	7 118 435		7 118 435	x x x x
	REVENUE PASSENGER TRAFFIC				
41	Passengers carried—Total				x x x x
42	Passenger-miles—Total				x x x x

532. SWITCHING AND TERMINAL TRAFFIC AND CAR STATISTICS

(For switching and terminal companies only)

1. Give particulars of cars handled during the year. For descriptions of kinds of services included in switching operations, and in terminal operations, reference is made to the "Notice" on the inside of the front cover of this form. With respect to the term "cars handled" it should be observed that, when applied to switching operations, the movement of a car from the point at which a switching company receives it, whether loaded or empty, to the point where it is loaded or unloaded or delivered to another connecting line is to be counted as one car handled. The return of a car, whether loaded or empty, from the point where it is loaded or unloaded, to

the point of delivery is to be counted as one car handled. No incidental movement is to be considered, unless such incidental movement involves the receipt of additional revenue. When applied to terminal operations, such as union station, bridge, ferry, or other joint facility terminal operations, the term "cars handled" includes all cars for which facilities are furnished.

2. The number of locomotive-miles in yard switching service should be computed in accordance with account No. 816, "Yard Switching Locomotive-miles."

Item No.	Item (a)	Switching operations (b)		Terminal operations (c)			Total (d)	
FREIGHT TRAFFIC								
201	Number of cars handled earning revenue—Loaded.....							
202	Number of cars handled earning revenue—Empty.....							
203	Number of cars handled at cost for tenant companies—Loaded.....							
204	Number of cars handled at cost for tenant companies—Empty.....							
205	Number of cars handled not earning revenue—Loaded.....							
206	Number of cars handled not earning revenue—Empty.....							
207	Total number of cars handled.....							
PASSENGER TRAFFIC								
208	Number of cars handled earning revenue—Loaded.....			Not Applicable				
209	Number of cars handled earning revenue—Empty.....							
210	Number of cars handled at cost for tenant companies—Loaded.....							
211	Number of cars handled at cost for tenant companies—Empty.....							
212	Number of cars handled not earning revenue—Loaded.....							
213	Number of cars handled not earning revenue—Empty.....							
214	Total number of cars handled.....							
215	Total number of cars handled in revenue service (items 207 and 214).....							
216	Total number of cars handled in work service.....							

Number of locomotive-miles in yard switching service: Freight,; passenger,

561C. COMPENSATION APPLICABLE TO PRIOR YEARS

Show hereunder, for each group of employees, the amount of compensation applicable to prior years, which was paid or is payable under labor awards of the current year or for other reasons. Additional compensation for the current year under labor awards or for other reasons is includible in I.C.C. Wage Statistics Form A and B, "Report of Employees, Service, and Compensation," for the calendar year. For purposes of this report, labor awards are intended to cover adjustments resulting from the decisions of Wage Boards and voluntary awards by the respondent incident thereto. Explain the nature of any amounts in excess of \$10,000 included in column (c) in a footnote.

Line No.	Group No.	Class of employees (a)	AMOUNT OF COMPENSATION					
			Under labor awards (b)			Other back pay (c)		Total (d)
			\$			\$		\$
1	I	Executives, officials, and staff assistants.....					400	400
2	II	Professional, clerical, and general.....				22	737	22 737
3	III	Maintenance of way and structures.....				40	027	40 027
4	IV	Maintenance of equipment and stores.....				136	006	136 006
5	V	Transportation (other than train, engine, and yard).....				6	299	6 299
6	VI (a)	Transportation (yardmasters, switch tenders, and hostlers).....				7	871	7 871
7	VI (b)	Transportation (train and engine service).....				446	610	446 610
8		TOTAL.....				659	950	659 950

9 Amount of foregoing compensation that is chargeable to operating expenses: **\$659,950**

KANSAS CITY SOUTHERN LINES CONSOLIDATED

562. COMPENSATION OF OFFICERS, DIRECTORS, ETC.

1. In columns (a) and (b) enter the name and position of each of the five persons named in Schedules 102 and 103 of this report to whom the respondent paid the largest amount during the year as compensation for current or past service over and above necessary expenses incurred in discharge of duties. In addition, list all other officers, directors, pensioners or employees, if any, to whom the respondent paid \$40,000 or more in total compensation during the year.

2. The salary per annum to be entered in column (c) is the annual rate at which an employee is paid rather than the amount actually paid for a part of a year. If the salary of an individual was increased or decreased during the year, show salary before each change as well as at close of year.

3. If an officer, director, etc., receives compensation from one or more of the affiliated companies listed in Schedule 104, reference to this fact should be made if the aggregate compensation from all companies amounts to \$40,000 or more. The detail as to division of the compensation should be reported in schedule 564.

4. Other compensation to be entered in column (d) includes, but is not limited to, commissions; bonuses; shares in profits; contingent compensation; moneys paid, set aside or accrued pursuant to any pension, retirement, savings, deferred compensation, or similar plan including premiums paid for retirement annuities, or life insurance where the respondent is not the beneficiary (Premiums on group life insurance for benefits less than \$50,000 need not be reported.), or any other arrangement which constitutes a form of compensation. Give the details of any plan not previously reported, the basis of determining the ultimate benefits payable, and the payments or provisions made during the year.

5. Also include in column (d) all remuneration paid, directly or indirectly, in the form of securities, options, warrants, rights or other property. Furnish particulars concerning any options, warrants, or rights issued or granted during the year including prices, expiration dates and other information relating to exercise of the options, warrants, or rights. Specify the amount of such securities or assets so entitled to be purchased by each officer, director, etc.

Line No.	Name of person (a)	Position or Title (b)	Salary per annum as of close of year (see instructions) (c)	Other compensation during the year (d)
1				
2	W. N. Deramus III	President and Chairman of the Board	75,000	
3		Effective 11-14-1972	79,125	2,000 *
4				
5				
6	L. O. Frith	Executive Vice President	46,420	
7		Effective 11-14-1972	48,900	1,250 *
8				
9				
10	R. J. Blair	Vice President and General Manager	37,980	
11		Effective 11-14-1972	40,000	750 *
12				
13				
14	T. A. Giltner	Vice President and Comptroller	34,200	
15		Effective 11-14-1972	36,000	
16				
17				
18	D. E. Farrar	Vice President Personnel	33,760	
19		Effective 11-14-1972	35,600	
20				
21		* Directors' Fees		
22				
23				
24				
25				
26				
27				
28				
29				
30				
31				
32				
33				
34				
35				
36				
37				
38				
39				
40				
41				
42				
43				
44				

563. PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES AND AFFILIATES

1. In the form below give information concerning payments, fees, retainers, commissions, gifts, contributions, assessments, bonuses, pensions, subscriptions, allowance for expenses, or any form of payments amounting in the aggregate to \$50,000 or more during the year to any corporation, institution, association, firm, partnership, committee, or any person, except:

(a) Payments to employees of the respondent shall be reported in Schedule 562.

(b) Payments for services rendered by affiliates shall be reported in Schedule 564.

2. The aggregate of payments to be reported in column (c) shall include amounts paid and/or accrued during the year which are applicable to the year.

3. When contributions under \$50,000 are made in common with other carriers under a joint arrangement in payment for the performance of services or as a donation, each such contribution shall be reported, irrespective of the amount thereof, if the total amount paid by all contributors for the performance of the particular service is equal to the sum of \$100,000 or more.

4. Payments to the independent public accountant reporting on the respondent's annual report shall be subdivided to show separately the amount paid for auditing and the total amount paid for other types of management services such as, but not limited to, compensation plans, pension plans, forecasts and budgets, and tax advice. All carriers, whether payments aggregate more or less than \$50,000, shall answer the following question.

Did the independent accountant reporting on the respondent's annual report provide any management services other than auditing? Specify. Yes.... No. ☒ X

5. To be included are, among others, payments, directly or indirectly, for legal, medical, engineering, advertising, valuation, accounting, statistical, financial, educational, entertainment, charitable, advisory, defensive, detective, developmental, research, appraisal, registration, purchasing, architectural, and hospital services; payments for expert testimony and for handling wage disputes; and payments for services of banks, bankers, trust companies, insurance companies, brokers, trustees, promoters, solicitors, consultants, actuaries, investigators, inspectors, and efficiency engineers. Payments to the various railroad associations, commissions, committees, bureaus, boards, and other organizations maintained jointly by railroads shall also be included. The enumeration of these kinds of payments should not be understood as excluding other payments for services not excluded below.

6. To be excluded are: Rent of buildings or other property, taxes payable to the Federal, State, or local Governments, payments for heat, light, power, telegraph, and telephone services, and payments to other carriers on the basis of lawful tariff charges or for the interchange of equipment between carriers, as well as other payments for services which both as to their nature and amount may reasonably be regarded as ordinarily connected with the routine operation, maintenance, or construction of a railroad, but any special and unusual payments for services should be reported. Payments of \$50,000 or more to organizations maintained jointly by railroads with other railroads are not to be excluded even if their services are regarded as routine.

7. If more convenient, this schedule may be filled out for a group of roads considered as one system and shown only in the report of the principal road in the system, with references thereto in the reports of the other roads.

8. If any doubt exists in the mind of the reporting officer as to the reportability of any type of payment, request should be made for a ruling before filing this report.

Line No.	Name of recipient (a)	Description of service (b)	Amount of payment (c)
1	Association Of American Railroads	Proportion of maintenance and operations	119 473
2	Kansas City Railroad Clearing House Association	" " " " "	7 688
3	Western Railroad Association	" " " " "	276 266
4	National Railway Labor Conference	" " " " "	11 164
5	Southeastern Railroad Associated Bureau	" " " " "	26 172
6	Southwestern Freight Bureau	" " " " "	110 562
7	Texas Louisiana Freight Bureau	" " " " "	13 466
8	Union Terminal Co. of Dallas	" " " " "	21 736
9	Western Weighing & Inspection Bureau	" " " " "	11 231
10	Hartford Insurance Co.	Insurance Premium on Employees	210 617
11	R. L. Hines Sr. & Associates	Services rendered	222 628
12	Great Western Enterprises	" " " " "	467 984
13	Servitron, Inc.	" " " " "	1 991 773
14	Trans-Mark Services, Inc.	" " " " "	2 306 937
15	Comet Electronics	" " " " "	2 879 554
16	The Constatoga Company	Maintenance of Microwave	966 183
17	George T. Cook Co.	Services rendered	550 380
18	Travelers Insurance Co.	Insurance Premium on Employees	1 561 411
19	Toltec Leasing, Inc.	Rental Equipment	9 574
20			
21			
22			
23			
24			
25			
26			
27			
28	Contractors		
29			
30	A. K. Gillis & Sons	Grading	43 129
31	Paul E. Riviera	" " " " "	20 264
32			
33			
34			11 822 192

564. TRANSACTIONS BETWEEN RESPONDENT AND COMPANIES OR PERSONS AFFILIATED WITH RESPONDENT FOR SERVICES RECEIVED OR PROVIDED

1. Furnish the information called for below concerning each contract, agreement or arrangement (written or unwritten) in effect at any time during the year between the respondent and the affiliated companies listed in Schedule 104, or persons affiliated with the respondent including officers, directors, stockholders, owners, partners or their wives and other close relatives, or their agents. Examples of transactions are, but not restricted to, management, legal, accounting, purchasing or other type of service including the furnishing of materials, supplies, purchase of equipment, leasing of structures, land and equipment, and agreements relating to allocation of officers salaries and other common costs between affiliated companies.

To be excluded are payments for the following types of services:

- Lawful tariff charges for transportation services.
- Payments to or from other railroads for interline services and interchange of equipment.
- Payments to or from other railroads for services which may reasonably be regarded as ordinarily connected with routine operation, maintenance, or construction of a railroad, but any special or unusual transactions should be reported.
- Agreements relating to allocation of Federal income taxes between affiliated companies should be reported in Schedule 353 (p. 55)
- Agreements relating to joint pension plans with affiliated companies should be reported in explanatory notes section of Schedule 200 (p. 13)

2. In column (a) enter the name of the affiliated company, person, or agent with which respondent received or provided services aggregating \$30,000 or more for the year. If an affiliated company provides services to more than one affiliate, and the aggregate compensation amounts to \$30,000 or more for the year, list all the affiliates included in the agreement and describe the allocation of charges in column (d). If the respondent provides services to more than one affiliate, and the aggregate compensation amounts to \$30,000 or more for the year, reference to this fact should be made and the detail as to the allocation of charges should be stated. For those affiliates providing services to the respondent, also enter in column (a) the percent of affiliate's gross income derived from transactions with respondent.

Attach a balance sheet and income statement for each affiliate with which respondent had reportable transactions during the year. These statements should be prepared on the same accounting year basis and in conformity with the balance sheet and income statement in annual report form A, and should be noted to indicate method of depreciating property, if any, furnished to the respondent. Balance sheet and income statement are not required for affiliated carriers filing annual reports with the Commission.

3. In column (b) indicate form of affiliation or control between the respondent and the company or person identified in column (a) as follows:

- If respondent directly controls affiliate insert the word "direct".
- If respondent controls through another company insert the word "indirect".
- If respondent is under common control with affiliate insert the word "common".
- If respondent is controlled directly or indirectly by the company listed in column (a) insert the word "controlled".
- If control is exercised by other means such as a management contract or other arrangement of whatever kind insert the word "other" and footnote to describe such arrangements.

4. In column (c) fully describe the character of service involved such as management fees, lease of building, purchase of material, etc. When the affiliate listed in column (a) provides more than one type of service in column (c), list each type of service separately and show total for the affiliate. When services are both provided and received between the respondent and an affiliate they should be listed separately and the amounts shown separately in column (g).

5. In column (d) fully describe the basis for computing charges under each contract, agreement, etc.

6. In columns (e) and (f) indicate the date and term of each contract or arrangement. If oral contract, indicate with symbol "O".

7. In column (g) report the total amount received, paid, or accrued during the year which is applicable to the year, for each type of service listed in column (c). Indicate purchase items with the symbol "P" and sales items with the symbol "S". Do not report net figures when services are both provided and received between the respondent and an affiliate.

Line No.	Name of Company or Individual and percent of gross income from respondent carrier		Form of Affiliation	Character of Service	Basis of Charge	Contract		Total Charges for Year (g)
	(a)	%				Date (e)	Term (f)	
1.	Oliver Advertising, Inc.	14.7	Common	General Advertising	Cost + 15%		0	132,086
2.	Systec-Data Management	31.3	Common	Computer Programming	\$10.44 Hour	8-1-71	10 Yrs	357,571
3.	Tolmak, Inc.	89.2	Common	Rental Tracks & Repairs	6% Valuation, Cost	7-1-67	Continuous	304,736
4.	Alfred Lindgren, Inc.	3.1	Common	Construction	Cost + 3%	12-30-71	5 Yrs	281,063
5.	KCS Industries, Inc.	14.4	Controlled	Legal and Accounting	Revenue Prorate		0	1,295,071
6.	Southern Development Co.	50.5	Common	Rental	\$5.00 Sq. Ft.	2-1-51	Continuous	187,460
7.	Carland, Inc.	88.2	Common	Equipment Rental	Various	Various	8 Yrs	2,364,670
8.	Systec-Data Management		Common	Rental Office Space	\$25.00 Month	10-8-63	Continuous	(300)
9.								
10.								
11.								
12.								
13.								
14.								
15.								

565. OTHER TRANSACTIONS BETWEEN RESPONDENT AND COMPANIES OR PERSONS AFFILIATED WITH RESPONDENT

1. Furnish the information called for below concerning transactions between the respondent and the affiliated companies listed in Schedule 104, or persons affiliated with the respondent including officers, directors, stockholders, owners, partners or their wives and other close relatives, or their agents. Examples of transactions are, but not limited to, purchase, sale or transfer of equipment, land, structures, securities or other assets aggregating \$30,000 in value for the year.
2. In column (a) enter the name of the affiliated company, person, or agent with which respondent transacted purchase, sale or transfer.
3. In column (b) indicate form of affiliation or control between the respondent and company or person identified in column (a) in accord with instruction No. 3 to Schedule 564.
4. In column (c) briefly describe the kind of asset purchased, sold or transferred.
5. In column (d) report the total of all purchases, sales or transfers of property with a value of \$30,000 or more. If individual items are less than that amount, report the total of all purchases or sales with the company or individual named in column (a) when the aggregate of such items is \$30,000 for the year. Indicate purchase items with the symbol "P" and sales items with the symbol "S".
6. In column (e) summarize the book cost, less accrued depreciation if applicable, for each item reported in column (d).
7. In column (f) report the net profit or loss for each item (column (d) less column (e)).
8. Answer all questions at bottom of schedule.

Line No.	Name of Company or Individual (a)	Form of Affiliation (b)	Description of Item (c)	Sales or Purchase Price (d)	Net Book Value (e)	Gain or (Loss) (f)
1	Alfred Lindgren, Inc.	Indirect	Purchase KCS Ry. Series C Bonds			
2			by L&A Ry.	265,937	265,937	None
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						

With respect to the transactions listed above, were any gains or losses incurred by other affiliated companies in the six (6) accounting years preceding this report year on the transfer of the item to the company or individual named in column (a)? Specify. Yes.... No. ☒. If yes, give particulars of prior transaction such as sales price, and gain or loss.

Where any services provided or assets transferred between respondent and affiliated companies or individuals during the year for which no charges were assessed? Specify. Yes.... No. ☒. If yes, explain.

566 A. TRANSACTIONS BETWEEN NONCARRIER SUBSIDIARIES OF RESPONDENT AND OTHER AFFILIATED COMPANIES OR PERSONS FOR SERVICES RECEIVED OR PROVIDED

1. Furnish the information called for below concerning transactions between noncarrier subsidiaries of the respondent and other affiliated companies for services received or provided in accord with instruction No. 1 to Schedule 564.
2. In column (a) enter the name of the noncarrier subsidiary of respondent.
3. In column (b) enter the name of other affiliated company with which the noncarrier subsidiary received or provided services aggregating \$30,000 or more for the year.
4. In column (c) indicate form of affiliation or control between noncarrier subsidiary and other affiliated company identified in column (b) in accord with instruction No. 3 to Schedule 564.
5. In column (d) fully describe the character of service involved such as management fees, lease of building, purchase of material, etc. If more than one type of service is provided, list each type of service separately. When services are both provided and received between the noncarrier subsidiary and other affiliate they should be listed separately and the amounts shown separately in column (h).
6. In column (e) fully describe the basis for computing charges under each contract, agreement, etc.
7. In columns (f) and (g) indicate the date and term of each contract or arrangement. If oral contract, indicate with symbol "O".
8. In column (h) report the total amount received, paid, or accrued during the year which is applicable to the year, for each type of service listed in column (d). Indicate purchase items with the symbol "P" and sales items with the symbol "S". Do not report net figures when services are both provided and received between the noncarrier subsidiary and other affiliate.

Line No.	Name of Respondent's Noncarrier Subsidiary Company (a)	Name of Other Affiliated Company (b)	Form of Affiliation (c)	Character of Service (d)	Basis of Charge (e)	Contract		Total Charges for Year	
						Date (f)	Term (g)	(PXS)	(h)
1	Southern Development	Data-Sys-Tance	Common	Rent	\$ 6,504 Monthly	1-3-72			78,050
2	Southern Development	KCS Industries	Indirect	Rent	\$10,000 Quarterly	3-21-69			31,667
3									
4									
5									
6									
7									
8									
9									
10									
11									
12									
13									
14									
15									
16									
17									
18									
19									
20									
21									
22									
23									
24									
25									
26									
27									
28									
29									
30									

566 B. OTHER TRANSACTIONS BETWEEN NONCARRIER SUBSIDIARIES OF RESPONDENT AND OTHER AFFILIATED COMPANIES OR PERSONS

1. Furnish the information called for below concerning other transactions between noncarrier subsidiaries of the respondent and other affiliated companies in accord with instruction No. 1 to Schedule 565.
2. In column (a) enter the name of the noncarrier subsidiary of respondent.
3. In column (b) enter the name of other affiliated company with which the noncarrier subsidiary transacted a purchase, sale or transfer of equipment, land, structures, securities or other assets aggregating \$30,000 in value for the year.
4. In column (c) indicate form of affiliation or control between noncarrier subsidiary and other affiliated company identified in column (b) in accord with instruction No. 3 to Schedule 564.
5. In column (d) briefly describe the kind of asset purchased, sold or transferred.
6. In column (e) report the total of all purchases, sales or transfers of property with a value of \$30,000 or more. If individual items are less than that amount, report the total of all purchases or sales when the aggregate of such items is \$30,000 for the year. Indicate purchase items with the symbol "P" and sales items with the symbol "S".
7. In column (f) summarize the book cost, less accrued depreciation if applicable, for each item reported in column (e).
8. In column (g) report the net profit or loss for each item (column (e) less column (f)).
9. Answer all questions at bottom of schedule.

Line No.	Name of Respondent's Noncarrier Subsidiary Company (a)	Name of Other Affiliated Company (b)	Form of Affiliation (c)	Description of Item (d)	Sales or Purchase Price (e)	Net Book Value (f)	Gain or (Loss) (g)
1	Southern Development Company	Carthage Cablevision	Common	Cable Television	\$160,630	\$160,630	
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							

With respect to the transactions listed above, were any gains or losses incurred by other affiliated companies in the six (6) accounting years preceding this report year on the transfer of the item to the company or individual named in column (b)? Specify. Yes.... No ☒. If yes, give particulars of prior transaction such as sales price, and gain or loss.

Were any services provided or assets transferred between noncarrier subsidiaries of respondent and other affiliated companies or individuals for which no charges were assessed? If so, explain.

571. CONSUMPTION OF FUEL BY MOTIVE-POWER UNITS

Show hereunder the amounts of the various kinds of fuel consumed by locomotive units and motor or other self-propelled rail cars in the service of the respondent during the year, and the number of kilowatt-hours for such tractive equipment as was propelled by electricity. The ton of 2,000 pounds should be used.

Kilowatt-hours, for entry in column (c) of section A, and column (h) of section B, are to be figures at high-tension taps (point of production or point of purchase), and divided among the several classes of service, the division being made on the respondent's best estimate if actual figures are not available.

A. LOCOMOTIVES

Line No.	Kind of locomotive service (a)	DIESEL	ELECTRIC	OTHER (STEAM, GAS TURBINE, ETC.)	
		Diesel oil (gallons) (b)	Kilowatt-hours (c)	Coal (tons) (d)	Fuel oil (gallons) (e)
1	Freight.....	23,485,017			
2	Passenger.....				
3	Yard switching.....	3,566,369			
4	Total.....	27,051,386			
5	Work train.....	17,254			
6	GRAND TOTAL.....	27,068,640			
7	Total cost of fuel*.....	2,797,206			

B. RAIL MOTORCARS

Line No.	Kind of locomotive service (f)	DIESEL	ELECTRIC	GASOLINE
		Diesel oil (gallons) (g)	Kilowatt-hours (h)	Gasoline (gallons) (i)
11	Freight.....			
12	Passenger.....			
13	Yard switching.....			
14	Total.....			
15	Work train.....			
16	GRAND TOTAL.....			
17	Total cost of fuel*.....			

*Show cost of fuel charged to train and yard service (accounts Nos. 382 and 394, for other than electric, and accounts Nos. 383, 384, 395, and 396, for electric). The cost stated for the various kinds of fuel should be the total charges in the accounts specified, including freight charges and handling expenses. The cost stated for electric current should be the total charges in the accounts enumerated. Fuel and power consumed by mixed and special trains that are predominantly freight should be included in freight service, but where the service of mixed or special trains is predominantly passenger, the fuel and power used should be included in passenger service.

NOTES AND REMARKS

581. CONTRACTS, AGREEMENTS, ETC.

1. Hereunder give a concise statement of each important contract, agreement, arrangement, etc., with other companies or persons, together with important revisions, modifications, terminations, and other changes thereof, which became effective during the year, and concerned in any way the transportation of persons or things at other than tariff rates, or the purchase of equipment under conditional sales plans without the issuance of securities by respondent, making such statements in the following order:

- (a) Express companies.
- (b) Mail.
- (c) Sleeping, parlor, and dining-car companies.
- (d) Freight or transportation companies or lines.
- (e) Other railway companies.
- (f) Steamboat or steamship companies.
- (g) Telegraph companies.
- (h) Telephone companies.
- (i) Equipment purchased under conditional sales contracts.
- (j) Routing traffic of affiliated companies.
- (k) Other contracts.

2. Under item 1(e), include particulars of joint facility arrangements entered into during the year by the respondent, including those maintained or operated by other carriers as well as those maintained or operated by respondent. For each joint facility, give a brief statement of the basis or bases on which revenues, expenses, taxes, interest on investment, and other items, if any, related to the facility are apportioned among the carriers using the facility or otherwise deriving benefit therefrom.

3. Under item 1(i), give particulars of conditional sales agreements, lease or rental contracts, and other similar instruments, entered into by respondent for the purchase of equipment, which provide for payment in installments and do not involve the issuance of securities by respondent. State the names of the parties to the contracts or agreements, the num-

ber of units of each class of equipment covered, and the terms and conditions of payment.

4. Under item 1(j) give particulars of arrangements, written or oral with affiliated companies for routing of traffic. Through route arrangements for handling of traffic interchanged with carrier affiliates should not be reported.

5. Under item 1(k), Other contracts, describe briefly the particulars of all contracts or agreements, including estimated amounts receivable, under which a government agency, or instrumentality thereof, seeks to assist respondent with grants or aid for providing passenger commuter or other passenger-train services.

6. Information concerning contracts of minor importance may be omitted. A contract of minor importance is defined as one involving receipts or payments of less than \$25,000 per year, and which, by its terms, is otherwise unimportant.

7. In lieu of giving abstracts, copies of contracts may be filed. Every copy of a contract furnished in connection with the foregoing requirements should be listed hereunder.

8. The basis for computing receipts and payments should be fully stated in the case of each such contract, agreement, or arrangement.

9. Compliance with the requirements of this schedule does not relieve the respondent of the duty placed upon common carriers by section 6(5), Part I, of the Interstate Commerce Act, which reads as follows:

"Every common carrier subject to this part shall also file with said Commission copies of all contracts, agreements, or arrangements with other common carriers in relation to any traffic affected by the provisions of this part to which it may be a party. Provided, however, that the Commission, by regulations, may provide for exceptions from the requirements of this paragraph in the case of any class or classes of contracts, agreements, or arrangements, the filing of which, in its opinion, is not necessary in the public interest."

1. (i) Contract 25650 dated January 1, 1972 between General Motors Corporation and respondent assigned to Chemical Bank, New York covering purchase of 20 locomotives.

1. (i) Contract 25820 dated November 1, 1972 between General Motors Corporation and respondent assigned to Chemical Bank, New York covering purchase of 10 locomotives.

1. (i) Contract 25734 dated May 15, 1972 between The Darby Products of Steel Plate Corporation and respondent assigned to United Missouri Bank of Kansas City covering purchase of 311 freight cars.

1. (i) Contract 25708 dated April 3, 1972 between United States Railway Leasing Co. and respondent covering leasing of 100 covered hopper cars for 15 years.

1. (i) Contract 25556 dated January 1, 1972 between Pullman Transport Leasing Co. and respondent covering leasing of 75 covered hopper cars for 10 years.

1. (k) Various agreements dated in 1972 between Carland, Inc. and respondent for lease of equipment for terms of 3 and 5 years with options to renew lease for another 3 and 5 years.

Description	Annual Rental
12 Freight Cars	\$ 29,047
72 Automobiles and trucks	206,752
Mechanical equipment	18,682
Roadway equipment	69,232
252 Abex Wheel Sensors	43,298
ACI System	34,740
Furniture and miscellaneous equipment	9,545
IBM Equipment	41,974

ANNUAL REPORT 1972 CLASS I

134500

KANSAS CITY SOUTHERN RAILWAY CO.

3 OF 4

KANSAS CITY SOUTHERN LINES CONSOLIDATED

591. CHANGES DURING THE YEAR

Hereunder state the matters called for. Make the statements explicit and precise, and number them in accordance with the inquiries; each inquiry should be fully answered, and if the word "none" truly states the fact it may be used in answering any particular inquiry. Changes in mileage should be reported by classes and stated to the nearest hundredth of a mile.

- For each railroad property used in respondent's transportation service, show all increases and decreases in mileage, classifying the changes in the tables below as follows:
 (Class 1) Line owned by respondent.
 (Class 2) Line owned by proprietary companies.
 (Class 3) Line operated under lease for a specified sum.
 (Class 4) Line operated under contract or agreement for contingent rent.
 (Class 5) Line operated under trackage rights.
- For changes in miles of road, give dates of beginning or abandonment of operations. If any changes reportable in this schedule occurred

under authority granted by the Commission in certificates of convenience and necessity, issued under paragraphs (18) to (22) of section 1 of the Interstate Commerce Act or otherwise, specific reference to such authority should in each case be made by docket number or otherwise, as may be appropriate.

- All consolidations, mergers, and reorganizations effected, giving particulars.
 This statement should show the mileage, equipment, and cash value of property of each company as well as the consideration received by each company party to the action. State the dates on which consolidated, etc., and whether the prior companies have been dissolved. Copies of the articles of consolidation, merger, or reorganization should be filed with this report.
- Other important changes not elsewhere provided for involving more than \$50,000, giving full particulars.

INCREASES IN MILEAGE

Line No.	Class	Main (M) or branch (B) line	RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS, ETC.				Miles of way switching tracks	Miles of yard switching tracks	Total	Remarks	
			Miles of road	Miles of second main track	Miles of all other main tracks	Miles of passing tracks, cross-overs, and turn-outs					
											(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)
1	1	M						05	25	30	
2	1	B				04		26		30	
3	1J	B						05		05	
4											
5											
6											
7											
8											
9											
10											
11											
12											
13	TOTAL INCREASE					04		36	25	65	

DECREASES IN MILEAGE

21	1	M	39			7	11	2	06	17	72	27	28	
22	1	B					08	1	75		06	1	89	
23	1J	B							07				07	
24	5	M				04		17	1	64		1	85	
25														
26														
27														
28														
29														
30														
31														
32	TOTAL DECREASE		39			7	23	4	05	19	42	31	09	

If returns under Inquiry No. 1 above include any first main track owned by respondent or its proprietary companies representing new construction or permanent abandonment give the following particulars:

Owned by respondent:

Miles of road constructed None Miles of road abandoned None

Owned by proprietary companies:

Miles of road constructed Miles of road abandoned

The item "miles of road constructed" is intended to show the mileage of first main track laid to extend respondent's road, and should not include tracks relocated and tracks laid to shorten the distance between two points, without serving any new territory.

By road abandoned is meant "permanently abandoned," the cost of which has been or is to be written out of the investment accounts.

Decrease of .39 mile of main track, sold to private industry.

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. 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 Missouri }
County of Jackson } ss:

T. A. Giltner makes oath and says that he is Vice President and Comptroller
(Insert here the name of the affiant) (Insert here the official title of the affiant)
of The Kansas City Southern Railway and Controlled Companies
(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, 1972, to and including December 31, 1972

T. A. Giltner
(Signature of affiant)

Subscribed and sworn to before me, a Notary Public, in and for the State and
county above named, this 30th day of March, 1973
My commission expires June 23, 1976

Use an
L. S.
Impression seal

Bernard J. Dollins
(Sign/are or officer authorized to administer oaths)

SUPPLEMENTAL OATH

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

State of _____ }
County of _____ } ss:

_____ makes oath and says that he is _____
(Insert here the name of the affiant) (Insert here the official title of the affiant)
of _____
(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 _____, 19____, to and including _____, 19____

(Signature of affiant)

Subscribed and sworn to before me, a _____, in and for the State and
county above named, this _____ day of _____, 19____
My commission expires _____

Use an
L. S.
Impression seal

(Signature of officer authorized to administer oaths)

130

CORRESPONDENCE

[illegible][illegible]**EXPLANATORY REMARKS**

INDEX

	Page No.		Page No.
Accruals—Railway tax	86	Road and equipment leased from others	37
Accrued taxes—Federal income and other	56	To others	38
Additions and betterments—Investment in, made during year	30-32	Owned and used	36
Advances to other companies—Investment	24-27	Directors	3
Affiliated companies—Amounts payable to	54	Dividend appropriations	68
Investments in	20-23	Elections and voting powers	8
Relationship of respondent with	4-6	Electric locomotive equipment at close of year	100
Agreements, contracts, etc.	127	Enterprises—Highway motor-vehicle	108
Amortization of defense projects—Road and equipment		Equipment—Classified	100-105
owned and leased from		Company service	101
others (balance-sheet		Covered by equipment obligations	52
account)	39	Depreciation charged to operating expenses	80
Amounts payable to affiliated companies	54	Floating	102
Assets—Contingent	62	Freight-train cars	102, 103
Other	46	Installed during the year—Unit cost	41
Balance sheet	10, 11	Inventory of	100-105
Capital funds	16, 17	Leased from others—Depreciation base and rates	
Stock (see Stock).		Reserve	34
Surplus	61	To others—Depreciation base and rates	35
Car, locomotive, and floating equipment—Classification—of respondent's	100-105	Reserve	38
Car statistics	116, 117	Locomotive	48-50
Cash investments—Temporary	15	Obligations	48-50
Changes during the year	128	Obligations due within 1 year	48-51
Charges—Other deferred	46	Owned—Depreciation base and rates	34
Coal (see Fuel).		Reserve	36
Companies controlled by respondent	4	Or leased not in service of respondent	100-105
Company service equipment	101	Passenger-train cars	101
Compensation of officers and directors	120	Retirements charged to operating expenses	80
Paid under labor awards (back pay only)	118	Used—Depreciation base and rates	34
Computation of Federal income taxes	84	Reserve	36
Consolidated Federal income tax information	85	Expenses—Of miscellaneous nonoperating physical property	44, 45
Consumption of fuel by motive-power units	126	Railway operating	70-81
Contingent assets and liabilities	62	Extraordinary and prior period items	66
Contracts—Abstract of leasehold	90	Floating equipment	102
Agreements, etc.	127	Freight-train cars	102, 103
Control over respondent	6	Cars—Hire of	88
Conversion of securities of other companies—Stock liability for	60	Fuel consumed by motive-power units	126
Corporations controlled by respondent	4, 20-23	Cost	126
Cost of equipment installed during the year—Unit	41	Funded debt (see Debt).	
Credits—Other deferred	57	Funds—Capital	16, 17
Crossings—Grade	109, 110	Insurance	16, 17
Added and eliminated during year	109, 110	Other reserve	16, 17
Crossties (see Ties).		Sinking	16, 17
Debt—Funded, unmatured	48-50	Gage of track	115
Changes during the year	51	Gasoline (see Fuel).	
Consideration received for issues during year	51	General officers	3
In default	48-50	Grade crossings	109, 110
Other due within 1 year	48-50	Separations	111
Defense projects, road and equipment owned and leased from others—Amortization of	39	Guaranties and suretyships	9
Deposits—Special	15	Highway motor-vehicle enterprises in which respondent had a financial interest during year	108
Depreciation base—Miscellaneous physical property	44, 45	Operations	106, 107
Road and equipment leased from		Hire of freight cars	88
others	34	Identity of respondent	1
To others	35	Income account for the year	65, 66
Owned and used	34	Bonds—Interest on	53
Charged to operating expenses—Equipment	80	From lease of road and equipment	87
Road property	78	From nonoperating property	45
Shop and powerplant machinery	80	Insurance funds	16, 17
Rates—Miscellaneous physical property	44, 45	Interest accrued on amounts payable to affiliated companies	54
Road and equipment leased from		Unmatured funded debt	50
others	34	Receivers' and trustees' securities	50
To others	35	In default	50
Owned and used	34	On income bonds	53
Reserve—Miscellaneous physical property	44, 45	Investments in securities of (and advances to) affiliated companies	20-27
		Other	24-27

INDEX-Continued

	Page No.		Page No.
Adjustment of book values.....	20-27	Property (see Investments).....	
Controlled through nonreporting subsidiaries.....	28, 29	Proprietary companies.....	63
Disposed of during year.....	20-27	Purposes for which funded debt was issued or assumed during year.....	51
Made during year.....	20-27	Of stocks actually issued.....	60
Equipment, unit cost of.....	41	Rail motor cars owned or leased.....	101
Miscellaneous physical property.....	44, 45	Rails laid in replacement.....	114
Railway property used in transportation service.....	42, 43	Charges to additions and betterments.....	114
Road and equipment.....	30-32	Charges to operating expenses.....	114
Changes during year.....	30-32	Salvage value.....	114
Of proprietary companies.....	63	Additional tracks, new lines, and extensions.....	115
Temporary cash.....	15	Miles of new track in which rails were laid.....	115
Leased lines-Investments made during the year in additions and betterments on.....	30-32	Weight of.....	115
Leasehold contracts-Abstracts of.....	90	Railway operating expenses.....	70-81
Leases-Abstract of terms and conditions of.....	87	Revenues.....	69
Liabilities-Contingent.....	62	Tax accruals.....	86
Other.....	57	Receivers' and trustees' securities.....	48-50
Loans and notes payable.....	55	Reconciliation of reported net income with taxable income for Federal income taxes.....	83
Receivable.....	15	Relationship of respondent with affiliated companies.....	4-6
Locomotive equipment.....	100	Rent for leased roads and equipment.....	90
Electric and other.....	100	Income, miscellaneous.....	87
Rentals.....	89	Locomotives.....	89
Long-term debt due within 1 year.....	48-50	Rentals-Passenger-train car.....	89
In default.....	48-50	Rents-Miscellaneous.....	91
Mileage-Changes during the year.....	128	Retained income-Appropriated.....	61
Average of road operated.....	116	Unappropriated.....	68
Of main tracks and weight of rail.....	115	Miscellaneous items in account for year.....	92
Of new tracks in which rails were laid.....	115	Retirements-Equipment.....	80
Of new tracks in which ties were laid.....	113	Road.....	78
Of road constructed and abandoned.....	128	Revenues-Freight.....	69
Operated at close of year.....	94-99	Miscellaneous nonoperating physical property.....	45
By States and Territories.....	97, 99	Passenger.....	69
Owned and not operated at close of year.....	96	Railway operating.....	69
Miscellaneous items in retained income accounts for the year.....	92	Road and equipment-Investment in.....	30-32
Physical property-Depreciation base and rates.....	44, 45	Projects-Amortization of.....	39
Reserve.....	44, 45	Leased from others-Depreciation base and rates.....	34
Investment in.....	44, 45	Reserve.....	37
Physical properties operated during year.....	44, 45	To others-Depreciation base and rates.....	35
Rent income.....	87	Reserve.....	38
Rents.....	91	Owned-Depreciation base and rates.....	34
Motor rail cars owned or leased.....	101	Reserve.....	36
Motor-vehicle enterprises, highway, in which respondent had an interest during year.....	108	Used-Depreciation base and rates.....	34
Motor vehicles, highway.....	106, 107	Reserve.....	36
Net income.....	66	Operated at close of year.....	95, 97
Oath.....	129	By States and Territories.....	97
Obligations-Equipment.....	48-50	Owned and not operated at close of year.....	96
Due within 1 year.....	48-50	Property-Depreciation.....	78
Officers-General, of corporation, receiver, or trustee.....	3	Retirements.....	78
Compensation of.....	120	Salvage on rails taken up.....	114
Operating expenses (see Expenses).....		Ties withdrawn.....	112
Revenues (see Revenues).....		Securities (see Investments).....	
Statistics (see Statistics).....		Separately operated properties-Profit or loss.....	88
Ordinary income.....	66	Separations - Grade.....	111
Other assets.....	46	Services rendered by other than employees-Payments for.....	121
Deferred credits.....	57	Shop and power-plant machinery-Depreciation.....	80
Deferred charges.....	46	Sinking funds.....	16, 17
Elements of investment.....	33	Special deposits.....	15
Liabilities.....	57	Statement of changes in financial position.....	93
Reserve Funds.....	16, 17	Statistics of rail-line operations.....	116
Other transactions between noncarrier subsidiaries of respondent and other affiliated companies or persons.....	125	Switching and terminal traffic and car.....	117
Other transactions between respondent and companies or persons affiliated with respondent.....	123	Stock outstanding.....	59
Passenger-train car rentals.....	89	Changes during year.....	60
Train cars.....	101	Consideration received for issues.....	60
Payments for services rendered by other than employees and affiliates.....	121	Liability for conversion.....	60
Pick-up and delivery service.....	106, 107	Number of security holders.....	8
Payments to others.....	69		
Profit or loss-Separately operated properties.....	88		

INDEX—Concluded

	Page No.		Page No.
Total voting power.....	8	Miles of new tracks in which ties were laid.....	113
Value per share.....	8	Number in maintained tracks.....	112
Voting rights.....	8	Tracks operated at close of year (switching and terminal companies).....	98
Stockholders reports.....	6	Miles of, at close of year, by States and Territories (switching and terminal companies).....	99
Suretieships—Guaranties and.....	9	Transactions between noncarrier subsidiaries of respondent and other affiliated companies or persons for services received or provided.....	124
Surplus capital.....	61	Transactions between respondent and companies or persons affiliated with respondent for services received or provided.....	122
Switching and terminal traffic and car statistics.....	117	Unit cost of equipment installed during the year.....	41
Tax accruals—Railway.....	86	Unmatured funded debt.....	48-50
Taxes accrued—Federal income and other.....	56	Vehicles—Highway motor.....	106, 107
On miscellaneous nonoperating physical property.....	44, 45	Verification.....	129
Computation of Federal income.....	85	Voting powers and elections.....	8
Temporary cash investments.....	15	Weight of rail.....	115
Ties laid in replacement.....	112		
Charges to additions and betterments.....	112		
Operating expenses.....	112		
Salvage.....	112		
Additional tracks, new lines, and extensions.....	113		

SUPPLEMENTARY SCHEDULES FOR ACCOUNT OF

THE KANSAS CITY SOUTHERN RAILWAY COMPANY

LOUISIANA & ARKANSAS RAILWAY COMPANY

THE ARKANSAS WESTERN RAILWAY COMPANY

FORT SMITH AND VAN BUREN RAILWAY COMPANY

211G. AMORTIZATION OF DEFENSE PROJECTS—ROAD AND EQUIPMENT OWNED AND LEASED FROM OTHERS

1. Show in columns (b) to (e) the amount of base of road and equipment property for which amortization reserve is provided in account No. 736, "Accrued amortization of defense projects—Road and Equipment" of the respondent. If the amortization base is other than the ledger value stated in the investment account, a full explanation should be given.

2. Show in columns (f) to (i) the balance at the close of the

year and all credits and debits during the year in reserve account No. 736, "Accrued amortization of defense projects—Road and Equipment."

3. The information requested for "Road" by columns (b) through (i) may be shown by projects amounting to \$100,000 or more, or by single entries as "Total road" in line 28. If

reported by projects, each project should be briefly described, stating kind, location, and authorization date and number. Projects amounting to less than \$100,000 should be combined in a single entry designated "Minor items, each less than \$100,000."

4. Any amounts included in columns (b) and (f), and in column (h) affecting operating expenses, should be fully explained.

Line No.	Description of property or account (a)	BASE												RESERVE											
		Debits during year (b)			Credits during year (c)			Adjustments (d)			Balance at close of year (e)			Credits during year (f)			Debits during year (g)			Adjustments (h)			Balance at close of year (i)		
		\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX
1	ROAD: KCS Ry. Certificate																								
2	Number																								
3																									
4	Leesville																								
5	Yard Tracks WD-29641											18	931											18	931
6																									
7	Block Signals NC-416											104	300											104	300
8																									
9	Centralized Traffic Control											281	909											281	909
10																									
11	11 Passing Tracks											37	897											37	897
12																									
13	Minor Items, each less than																								
14	\$100,000											90	395											90	395
15																									
16																									
17																									
18																									
19																									
20																									
21																									
22																									
23																									
24																									
25																									
26																									
27																									
28	TOTAL ROAD											533	432											533	432
29	EQUIPMENT:																								
30	(52) Locomotives																								
31	(53) Freight-train cars						8	448				7	996					8	448					7	996
32	(54) Passenger-train cars																								
33	(55) Highway revenue equipment																								
34	(56) Floating equipment																								
35	(57) Work equipment																								
36	(58) Miscellaneous equipment																								
37	TOTAL EQUIPMENT						8	448				7	996					8	448					7	996
38	GRAND TOTAL						8	448				541	428					8	448					541	428

200A. COMPARATIVE GENERAL BALANCE SHEET—ASSETS

For instructions covering this schedule, see the text pertaining to General Balance Sheet Accounts in the Uniform System of Accounts for Railroad Companies. The entries in this balance sheet should be consistent with those in the supporting schedules on the pages indicated. The entries in column (c) should be restated to conform with the account-

ing requirements followed in column (b). The entries in the short column (a2) should be deducted from those in column (a1) in order to obtain corresponding entries for column (b). All contra entries hereunder should be indicated in parenthesis.

Line No.	Account or Item (a)	Balance at close of year (b)	Balance at beginning of year (c)
CURRENT ASSETS			
1	(701) Cash.....	6 1 066 554	6 1 045 055
2	(702) Temporary cash investments (p. 15)	6 948 512	6 877 000
3	(703) Special deposits (p. 15)	1 393 383	1 067 619
4	(704) Loans and notes receivable (p. 15)		
5	(705) Traffic and car-service balances—Debit.....	3 102 937	2 572 243
6	(706) Net balance receivable from agents and conductors.....	2 438 618	1 231 829
7	(707) Miscellaneous accounts receivable.....	113 995	103 866
8	(708) Interest and dividends receivable.....	2 030 011	2 156 707
9	(709) Accrued accounts receivable (p. 15)	741 732	741 732
10	(710) Working fund advances.....	163 976	149 059
11	(711) Prepayments (p. 15)	5 556 891	4 072 719
12	(712) Material and supplies.....	49 790	36 485
13	(713) Other current assets (p. 15)	21 473 291	17 964 204
14	Total current assets.....		
SPECIAL FUNDS			
15	(715) Sinking funds (pp. 16 and 17)	11 508	6 068
16	(716) Capital and other reserve funds (pp. 16 and 17)	346 949	198 212
17	(717) Insurance and other funds (pp. 16 and 17)	95 000	95 000
18	Total special funds.....	453 457	299 280
INVESTMENTS			
19	(721) Investments in affiliated companies (pp. 20-23)	17 832 994	17 758 145
20	(722) Other investments (pp. 20-23)	35 511	43 802
21	(723) Reserve for adjustment of investment in securities—Credit (p. 19, Instruction 9)	(359 874)	(319 874)
22	Total investments (accounts 721, 722 and 723).....	17 508 631	17 482 073
PROPERTIES			
23	(731) Road and equipment property (pp. 30-32)	175 982 018	167 031 883
24	Road.....	81 237 081	
25	Equipment.....	90 572 046	
26	General expenditures.....	2 391 433	
27	Other elements of investment.....		
28	Construction work in progress.....	1 781 458	
29	(732) Improvements on leased property (pp. 30-32)		
30	Road.....		
31	Equipment.....		
32	General expenditures.....		
33	Total transportation property (accounts 731 and 732)	175 982 018	167 031 883
34	(735) Accrued depreciation—Road and Equipment (pp. 36 and 38)	(34 686 755)	(33 014 809)
35	(736) Amortization of defense projects—Road and Equipment (p. 39)	(541 428)	(549 876)
36	Recorded depreciation and amortization (accounts 735 and 736)	(35 228 183)	(33 564 685)
37	Total transportation property less recorded depreciation and amortization (line 33 less line 36)	140 753 835	133 467 198
38	(737) Miscellaneous physical property (pp. 44 and 45)	5 319 597	8 067 757
39	(738) Accrued depreciation—Miscellaneous physical property (pp. 44 and 45)	(489 952)	(363 758)
40	Miscellaneous physical property less recorded depreciation (account 737 less 738)	4 829 645	7 703 999
41	Total properties less recorded depreciation and amortization (line 37 plus line 40)	145 583 480	141 171 197
OTHER ASSETS AND DEFERRED CHARGES			
42	(741) Other assets (p. 46)	142 085	147 463
43	(742) Unamortized discount on long-term debt.....	83 859	45 003
44	(743) Other deferred charges (p. 46)	894 256	688 068
45	Total other assets and deferred charges.....	1 120 200	880 534
46	TOTAL ASSETS.....	186 139 059	177 797 288

NOTE.—See page 12 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

200L. COMPARATIVE GENERAL BALANCE SHEET—LIABILITIES AND SHAREHOLDERS' EQUITY

For instructions covering this schedule, see the text pertaining to General Balance Sheet Accounts in the Uniform System of Accounts for Railroad Companies. The entries in this balance sheet should be consistent with those in the supporting schedules on the pages indicated. The entries in column (c) should be restated to conform with the accounting requirements followed

in column (b). The entries in short column (d) should reflect total book liability at close of year. The entries in the short column (e) should be deducted from those in column (d) in order to obtain corresponding entries for column (c). All contra entries hereunder should be indicated in parenthesis.

Line No.	Account or Item (a)		Balance at close of year (b)		Balance at beginning of year (c)
CURRENT LIABILITIES					
47	(751) Loans and notes payable (p. 55)				
48	(752) Traffic and car-service balances—Credit		547 319		264 060
49	(753) Audited accounts and wages payable		1 425 260	(1 141 320)	
50	(754) Miscellaneous accounts payable		1 062 651		772 441
51	(755) Interest matured unpaid		331 408		34 260
52	(756) Dividends matured unpaid		1 063 941		1 030 324
53	(757) Unmatured interest accrued		1 229 011		1 097 156
54	(758) Unmatured dividends declared		210 000		210 000
55	(759) Accrued accounts payable (p. 55)		4 127 061		4 364 612
56	(760) Federal income taxes accrued (p. 56)		84 241		656 237
57	(761) Other taxes accrued (p. 56)		1 143 585		1 069 798
58	(763) Other current liabilities (p. 55)		3 141 480		3 431 464
59	Total current liabilities (exclusive of long-term debt due within one year)		14 365 957		11 789 032
LONG-TERM DEBT DUE WITHIN ONE YEAR					
		(a1) Total issued	(a2) Held by or for respondent		
60	(764) Equipment obligations and other debt (pp. 48-51)	5,733,319	None	5 733 319	5 161 506
LONG-TERM DEBT DUE AFTER ONE YEAR					
		(a1) Total issued	(a2) Held by or for respondent		
61	(765) Funded debt unmatured	38,623,000	None	38 623 000	39 457 000
62	(766) Equipment obligations	41,763,571	None	41 763 571	36 671 871
63	(767) Receivers' and Trustees' securities				
64	(768) Debt in default				
65	(769) Amounts payable to affiliated companies (p. 54)				
66	Total long-term debt due after one year			80 386 571	76 138 871
RESERVES					
67	(771) Pension and welfare reserves (p. 57)				
68	(772) Insurance reserves (p. 57)				
69	(774) Casualty and other reserves (p. 57)			1 716 324	732 307
70	Total reserves			1 716 324	732 307
OTHER LIABILITIES AND DEFERRED CREDITS					
71	(781) Interest in default (p. 50)				
72	(782) Other liabilities (p. 57)			305 778	284 984
73	(783) Unamortized premium on long-term debt			152 823	169 211
74	(784) Other deferred credits (p. 57)			329 367	2 634 938
75	(785) Accrued depreciation—Leased property (p. 37)			8 512	8 029
76	Total other liabilities and deferred credits			796 480	3 097 162
SHAREHOLDERS' EQUITY					
<i>Capital stock (Par or stated value)</i>					
		(a1) Total issued	(a2) Held by or for company		
77	(791) Capital stock issued—Total	57,000,000	40,100	56 959 900	56 959 900
78	Common stock (p. 59)	36,000,000	40,100	35 959 900	35 959 900
79	Preferred stock (p. 59)	21,000,000	None	21 000 000	21 000 000
80	(792) Stock liability for conversion (p. 60)				
81	(793) Discount on capital stock				
82	Total capital stock			56 959 900	56 959 900
<i>Capital surplus</i>					
83	(794) Premiums and assessments on capital stock (p. 61)				
84	(795) Paid-in surplus (p. 61)				
85	(796) Other capital surplus (p. 61)				
86	Total capital surplus				
<i>Retained income</i>					
87	(797) Retained income—Appropriated (p. 61)			600 000	600 000
88	(798) Retained income—Unappropriated (p. 68)			25 580 508	23 318 510
89	Total retained income			26 180 508	23 918 510
90	Total shareholders' equity			83 140 408	80 878 410
91	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY			186 139 059	177 797 288

NOTE—See page 12 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

205. INVESTMENTS IN AFFILIATED COMPANIES

1. Give particulars of investments in stocks, bonds, other secured obligations, unsecured notes, and investment advances of companies affiliated with respondent, included in accounts Nos. 715, "Sinking funds"; 716, "Capital and other reserve funds"; 721, "Investments in affiliated companies"; and 717, "Insurance and other funds."

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 19, classifying the investments by means of letters, figures, and symbols in columns (a), (b), and (c).

3. Indicate by means of an arbitrary mark in column (d) the obligation in support of which any security is pledged, mortgaged, or otherwise

encumbered, giving names and other important particulars of such obligations in footnotes.

4. Give totals for each class and for each subclass and a grand total for each account.

5. Entries in column (d) should show date of maturity of bonds and other evidences of indebtedness. In case obligations of the same designation mature serially, the date in column (d) may be reported as "Serially 19.... to 19...." In making entries in this column, abbreviations in common use in standard financial publications may be used where necessary on account of limited space.

Line No.	Account No.	Class No.	Kind of industry	Name of issuing company and description of security held; also lien reference if any	Extent of control	INVESTMENTS AT CLOSE OF YEAR			
						PAR VALUE OF AMOUNT HELD AT CLOSE OF YEAR			
						Pledged	Unpledged	In sinking, insurance, and other funds	Total per value
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)
See Note				721 Investments In Affiliated Companies					
				Capital Stock					
1	A-1	VII		The Arkansas Western Ry. Co.	100	650 000			650 000
				The K.C., Shreveport and GT. Co.	100	150 000			150 000
				K.C. Terminal Ry. Co. (Note 3)	8-1/3	183 333			183 333
				Joplin Union Depot Co. (Note 4)	33-1/3	13 333			13 333
				The K. & M. Ry. & Tml. Co.	100	(8,000 Shs)			(8,000 Shs)
				KCS Transport Co., Inc.	100	5 000			5 000
				Louisiana & Arkansas Ry. Co.					
				Common Stock	100	(60,000 Shs)			(60,000 Shs)
				Preferred Stock	100	2 000 000			2 000 000
				Prior Preferred Stock	100	3 000 000			3 000 000
1				Ft. Smith & Van Buren Ry. Co.	100	12 000			12 000
				The Pullman Co. (Negligible)		(407 Shs)			(407 Shs)
				Trailer Train Co.	2.9	500			500
				Total Class A-1		6 013 666	500		6 014 166
	A-3	VI		Southern Development Co.	100		10 000		10 000
				Total Class A		6 013 666	10 500		6 024 166
				First Mortgage Bonds					
1	B-1	VII		The Arkansas Western Ry. Co.					
				6-1-04 due 10-1-75	100	650 000			650 000
				6-1-29 due 10-1-75	100	425 000			425 000
				The KC Shreveport & Gulf Tml. Co.					
				8-1-1897 due 8-1-1975	100	150 000			150 000
				Total Class B		1 225 000			1 225 000
				Notes					
2	C-1	VII		Ft. Smith & Van Buren Ry. Co.					
				4-1-41 due 10-1-75 (2)	100	130 000			130 000
	D-1	VII		Lailway Express Agency (Negligible)			86 747		86 747
				10-1-59 Promissory					
	A-1	VII		Trailer Train Co. (Negligible)			154 000		154 000
				Total Notes		130 000	240 747		370 747
				Forward		7 368 666	251 247		7 619 913

9. Particulars of investments made, disposed of, or written down during

10. This schedule should not include securities issued or assumed by respondent.

RAILROAD CORPORATIONS—OPERATING—A

295. INVESTMENTS IN AFFILIATED COMPANIES—Continued

Line No.	Account No.	Class No.	Kind of industry	Name of issuing company and description of security held; also list reference, if any	Extent of control	INVESTMENTS AT CLOSE OF YEAR							
						FID VALUE OF AMOUNT HELD AT CLOSE OF YEAR							
						Pledged		Unpledged		In sinking, insurance, and other funds		Total per value	
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)	(m)
See Note				721 Continued	%								
Brought Forward						7 368 666		251 247				7 619 913	
<u>Advances</u>													
E-1 VII				The Arkansas Western Ry. Co.	100								
				Ft. Smith & Van Buren Ry. Co.	100								
				KC. Shreveport & Gulf Tml. Co.	100								
3				KC Terminal Ry. Co.	8-1/3								
4				Joplin Union Depot Co.	33-1/3								
				KCS Transport Co., Inc.	100								
Total Class E-1													
E-3 VI				Southern Development Co.	100								
Total Class E													
Total Account 721													
						7 368 666		251 247				7 619 913	
Note													
1 Pledged under First Mortgage of The Kansas City Southern Railway Company.													
2 Secured Mortgage of \$130,000 pledged under First Mortgage of The Kansas City Southern Railway Company.													
3 Kansas City Terminal Ry. Co. is jointly controlled through ownership of securities by twelve railroads as set forth in Schedule 110.													
4 Joplin Union Depot Co. is jointly controlled through ownership of three railroads.													

INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR			INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR						DIVIDENDS OR INTEREST DURING YEAR			Line No.			
Total book value			Par value		Book value		Par value		Book value		Selling price		Rate	Amount credited to income				
(j)	(k)	(l)	(m)	(n)	(o)	(p)	(q)											
11	385	333													1	315	117	50
																		51
																		52
																		53
																		54
																		55
																		56
																		57
																		58
																		59
																		60
																		61
																		62
																		63
																		64
																		65
																		66
																		67
																		68
																		69
																		70
																		71
																		72
																		73
																		74
																		75
																		76
																		77
																		78
																		79
																		80
																		81
																		82
																		83
																		84
																		85

206. OTHER INVESTMENTS

1. Give particulars of investments in stocks, bonds, other secured obligations, unsecured notes, and investment advances of others than affiliated companies, included in accounts Nos. 715, "Sinking funds"; 716, "Capital and other reserve funds"; 722, "Other investments"; and 717, "Insurance and other funds."

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 19, classifying the investments by means of letters, figures, and symbols in columns (a), (b), and (c). Investment in U. S. Treasury obligations may be reported as one item.

3. Indicate by means of an arbitrary mark in column (d) the obligation in support of which any security is pledged, mortgaged, or otherwise encumbered, giving names and other important particulars of such obligations in footnotes.

4. Give totals for each class and for each subclass and a grand total for each account.

5. Entries in column (d) should show date of maturity of bonds and other evidences of indebtedness. In case obligations of the same designation mature serially, the date in column (d) may be reported as "Serially 19..... to 19....." in making entries in this column, abbreviations

Line No.	Ac- count No.	Class No.	Kind of indus- try	Name of issuing company or government and description of security held; also lien reference, if any	INVESTMENTS AT CLOSE OF YEAR							
					PAR VALUE OF AMOUNT HELD AT CLOSE OF YEAR							
					Pledged (e)		Unpledged (f)		In sinking, insurance, and other funds (g)		Total par value (h)	
(a)	(b)	(c)	(d)									
1	715			<u>Sinking Funds</u>								
2				Series C 1st Mtg. - Cash Account					6 508		6 508	
3				First Mtg. 5% - Redemption					5 000		5 000	
4									11 508		11 508	
5												
6												
7												
8	716			<u>Capital and Other Reserve Funds</u>								
9												
10	B-3	IX		U. S. Treasury Obligations			128 000				128 000	
11	C-3	X		Manu. Nat'l Bank - Cert. of Dep.			62 296				62 296	
12							190 296				190 296	
13												
14												
15	717			<u>Insurance and Other Funds</u>								
16												
17	E-3	VI		Barclays Bank - Nassau Bahamas			95 000				95 000	
18												
19												
20	722			<u>Other Investments</u>								
21												
22	A-3	II		Central Coal & Coke Co. - Common			(76 Shares)				(76 Shares)	
23		X		Downtown Development			25 000				25 000	
24		X		Polk County Industrial Foundation			2 083				2 083	
25		X		Noel Development, Inc.			625				625	
26		X		Sallisaw Industrial Corp.,			1 000				1 000	
27		X		First Missouri Development Corp.			1 000				1 000	
28		X		Republic Carloading, Inc.			(290 Shares)				(290 Shares)	
29				Total Class A			29 708				29 708	
30												
31	C-3	X		Noel Development, Inc.			1 875				1 875	
32		X		Siloam Springs, Ark. Dev. Corp.			1 018				1 018	
33				Total Class C			2 893				2 893	
34												
35	D-3	X		Polk County Cert. of Indebt.			1 000				1 000	
36		X		KCS Employees Hospital Assn. Note			1 907				1 907	
37		X		Republic Carloading, Inc. Note			1 018				1 018	
38				Total Class D			3 925				3 925	
39												
40				Total Account 722			36 526				36 526	
41												
42												
43												
44												
45												
46												
47												
48												
49												
50												
51												
52												
53												
54												
55												

206. OTHER INVESTMENTS—Continued

in common use in standard financial publications may be used where necessary on account of limited space.

6. For nonpar stock, show the number of shares in lieu of the par value in columns (e), (f), (g), (h), (j), and (l).

7. In reporting advances, columns (e), (f), (g), (h), (j), and (l) should be left blank. If any advances are pledged, give particulars in a footnote.

8. Particulars of investments made, disposed of, or written down during the year should be given in columns (i) to (n), inclusive. If the cost of any investment made during the year differs from the book value reported in column (k), explain the matter in a footnote. By "cost" is meant the consideration given minus accrued interest or dividends included therein. If the consideration given or received for such investments was other than cash, describe the transaction in a footnote. Identify all entries in column (m) which represent a reduction in the book value of securities by symbol and give full explanation in a footnote in each case.

INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR						INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR						DIVIDENDS OR INTEREST DURING YEAR			Line No.			
Total book value			Par value			Book value			Par value			Book value			Selling price				Rate	Amount credited to income	
(i)			(j)			(k)			(l)			(m)			(n)				(o)	(p)	
\$			\$			\$			\$			\$			\$			%	\$		
	6	508		600	000		600	000		599	560		599	560		599	560				
	5	000		5	000		5	000										7-3/4			388
	11	508		605	000		605	000		599	560		599	560		599	560				388
	125	770	4	585	000	4	571	925	4	480	000	4	468	806	4	480	000	Var		24	099
	62	296		38	234		38	234										5		1	399
	188	066	4	623	234	4	610	159	4	480	000	4	468	806	4	480	000			25	498
	95	000																7-1/2		7	144
		1																.85			65
	25	000																			
	2	083								1	389		1	389		1	389				125
	625																				
	1	000																			
	1	000																			
		1																			
	29	710								1	389		1	389		1	389				190
	1	875																			
	1	018									142		142		142		142				58
	2	893									142		142		142		142				58
	1	000									667		667		667		667				60
	1	907									6	093	6	093							18
		1																			
	2	908									6	760	6	760		667					78
	35	511									8	291	8	291		2	198				326

THE KANSAS CITY SOUTHERN RAILWAY COMPANY

211B. DEPRECIATION BASE AND RATES—ROAD AND EQUIPMENT OWNED AND USED AND LEASED FROM OTHERS

1. Show in columns (b) and (e), for each primary account, the depreciation base used in computing the depreciation charges for the month of January, and in columns (c) and (f) show the depreciation base used in computing the depreciation charges for the month of December; in columns (d) and (g) show the composite rates used in computing the depreciation charges for the month of December, and on lines 30 and 39 of these columns show the composite percentage for all road and equipment accounts, respectively, ascertained by applying the primary account composite rates to the depreciation base used in computing the charges for December and dividing the total so computed by the total depreciation base for the same month. The depreciation base should not include the cost of equipment, used but not owned, when the rents therefor are included in the rent for equipment accounts Nos. 536 to 540, inclusive. It should include the cost of equipment owned and leased to others when the rents therefrom are included in the rent for equipment accounts Nos. 503 to 507, inclusive. The composite rates used should be those prescribed or otherwise authorized by the Commission, except that where the use of component rates has been authorized, the composite rates to be

shown for the respective primary accounts should be recomputed from the December charges developed by the use of the authorized rates. If any changes in rates were effective during the year, give full particulars in a footnote.

2. All leased properties may be combined and one composite rate computed for each primary account, or a separate schedule may be included for each such property.

3. Show in columns (e), (f), and (g), data applicable to property, used but not owned, when the rent therefor is included in account 542. Report data applicable to improvements to such property, the cost of which is included in account 732, in columns (b), (c) and (d).

4. If the depreciation base for accounts 1, 2 1/2, 3, 5, and 39 includes nondepreciable property, a statement to that effect should be made in a footnote.

5. If depreciation accruals have been discontinued for any account, the depreciation base should be reported, nevertheless, in support of depreciation reserves. Authority for the discontinuance of accruals should be shown in a footnote indicating the account(s) affected.

Line No.	Account (a)	OWNED AND USED				LEASED FROM OTHERS			
		DEPRECIATION BASE		Annual composite rate (percent) (d)		DEPRECIATION BASE		Annual composite rate (percent) (g)	
		At beginning of year (b)	At close of year (c)			At beginning of year (e)	At close of year (f)		
		\$	\$	%		\$	\$	%	
1	ROAD								
2	(1) Engineering	1 442 043	1 446 551	67		4 830	4 830	25	
3	(2) Other right-of-way expenditures	83 096	95 151	2 17		408	408	1 94	
4	(3) Grading	13 532 005	13 607 779	13		27 858	27 858	12	
5	(5) Tunnels and subways								
6	(6) Bridges, trestles, and culverts	9 770 123	9 766 930	1 55		7 366	7 366	3 45	
7	(7) Elevated structures								
8	(13) Fences, snowsheds, and signs	326 652	330 397	2 00		417	417	2 01	
9	(16) Station and office buildings	3 864 000	3 858 464	2 09					
10	(17) Roadway buildings	274 234	270 992	2 27					
11	(18) Water stations	66 144	66 144	2 49					
12	(19) Fuel stations	521 787	521 787	2 57					
13	(20) Shops and enginehouses	4 889 352	4 843 928	1 96					
14	(21) Grain elevators								
15	(22) Storage warehouses								
16	(23) Wharves and docks								
17	(24) Coal and ore wharves								
18	(25) TOFC/COFC terminals	112 328	175 748	3 96					
19	(26) Communication systems	1 679 628	1 671 640	4 17					
20	(27) Signals and interlockers	4 641 406	4 641 791	3 63					
21	(29) Power plants	10 242	10 242	1 40					
22	(31) Power transmission systems	378 152	383 370	3 61					
23	(35) Miscellaneous structures	149 809	149 809	4 03					
24	(37) Roadway machines	366 044	357 347	*					
25	(39) Public improvements—Construction	2 037 220	2 044 656	2 10		3 907	3 907	4 28	
26	(44) Shop machinery	1 502 140	1 457 734	3 69					
27	(45) Power-plant machinery	126 128	112 672	2 80					
28	All other road accounts								
29	Amortization (other than defense projects)								
30	Total road	45 772 533	45 813 132	1 64		44 786	44 786	1 08	
31	EQUIPMENT								
32	(52) Locomotives	21 800 492	25 835 516	3 76					
33	(53) Freight-train cars	59 240 935	60 401 113	4 05					
34	(54) Passenger-train cars								
35	(55) Highway revenue equipment								
36	(56) Floating equipment								
37	(57) Work equipment	900 503	898 409	0 00					
38	(58) Miscellaneous equipment	57 388	48 969	14 00					
39	Total equipment	81 999 318	87 184 007	4 02					
40	GRAND TOTAL	127 771 851	132 997 139	1 11		44 786	44 786	1 11	

*Ceased depreciation of roadway machines per letter of H. Neil Carson, Secretary, January 30,

1970 Sub Order R-300-D-1.

Interstate Commerce Commission Sub Order R-300-E served July 28, 1971 effective July 1, 1971 for rate on equipment.

211D. DEPRECIATION RESERVE—ROAD AND EQUIPMENT OWNED AND USED

1. Give the particulars called for hereunder with respect to credits and debits to account No. 735, "Accrued depreciation—Road and Equipment," during the year relating to road and equipment owned and used. This schedule should not include any entries for depreciation of equipment, used but not owned, when the rents therefor are included in the rent for equipment accounts Nos. 536 to 540, inclusive. It should include entries for depreciation of equipment owned but not used when the rents therefrom are included in the rent for equipment accounts Nos. 503 to 507, inclusive. (See schedule 211F for the reserve relating to road and equipment owned but not used by the respondent.) If any

entries are made for "Other credits" or "Other debits," state the facts occasioning such entries. A debit balance in column (b) or (g) for any primary account should be shown in parenthesis or designated "Dr."

2. If there is any inconsistency between the credits to the reserve as shown in column (c) and the charges to operating expenses, a full explanation should be given.

3. All credits or debits to the reserve representing amortization other than for defense projects, if a general amortization program has been authorized, should be entered on line 29.

Line No.	Account (a)	Balance at beginning of year (b)		CREDITS TO RESERVE DURING THE YEAR		DEBITS TO RESERVE DURING THE YEAR		Balance at close of year (g)	
				Charges to operating expenses (c)	Other credits (d)	Retirements (e)	Other debits (f)		
		\$		\$	\$	\$	\$	\$	
1	ROAD								
2	(1) Engineering	72	802	9	734	5	825	76	711
3	(2½) Other right-of-way expenditures	79	922	1	961			81	883
4	(3) Grading	144	644	17	668	(	1 360)	163	672
5	(5) Tunnels and subways								
6	(6) Bridges, trestles, and culverts	3	468 854	151	159	32	523	3	587 490
7	(7) Elevated structures								
8	(13) Fences, snow sheds, and signs	261	729	6	582		44	268	267
9	(16) Station and office buildings	517	797	80	351	34	282 **	545	002
10	(17) Roadway buildings	43	079	6	153	5	975	43	257
11	(18) Water stations	(	35 359)	1	647			(	33 722)
12	(19) Fuel stations	75	017	13	410	(	50)	88	477
13	(20) Shops and enginehouses	977	234	94	959	85	769	986	424
14	(21) Grain elevators								
15	(22) Storage warehouses								
16	(23) Wharves and docks								
17	(24) Coal and ore wharves								
18	(25) TOFC/COFC terminals	2	085	5	373 **	18	864	26	322
19	(26) Communication systems	98	814	69	921	4	552	164	183
20	(27) Signals and interlockers	2	119 759	168	245	3	175	2	284 829
21	(29) Power plants	3	434		143			3	577
22	(31) Power-transmission systems	210	930	13	652			224	582
23	(35) Miscellaneous structures	86	733	6	037			92	770
24	(37) Roadway machines	354	298	*		8	621	345	677
25	(39) Public improvements—Construction	744	806	42	750		4	787	552
26	(44) Shop Machinery *	131	614	55	500	62	005	125	109
27	(45) Power-plant machinery *	23	245	3	515			26	760
28	All other road accounts								
29	Amortization (other than defense projects)								
30	Total road	9	381 427	748	760	18	864	9	888 822
31	EQUIPMENT								
32	(52) Locomotives	12	072 017	950	594	1	007 873	12	014 738
33	(53) Freight-train cars	11	669 168	2	398 609	1	251 306	12	816 471
34	(54) Passenger-train cars								
35	(55) Highway revenue equipment								
36	(56) Floating equipment								
37	(57) Work equipment	(	131 694)	80	944		616	(	51 366)
38	(58) Miscellaneous equipment	23	891	7	361	13	162	18	090
39	Total equipment	23	633 382	3	437 506	2	272 957	24	797 933
40	GRAND TOTAL	33	014 809	4	186 268	18	864	2	514 322
							13 864	34	686 755

* Chargeable to account 305.

* Ceased depreciation on roadway machines per letter of H. Neil Garson, Secretary, January 30, 1970 Sub Order R-300-D-1.

** Authority Interstate Commerce Commission letter dated April 27, 1972, depreciation reserve transferred from Account 15 to Account 25.

218. FUNDED DEBT AND OTHER OBLIGATIONS

Line No.	Name and character of obligation	Nominal date of issue	Date of maturity	INTEREST PROVISIONS		DOES OBLIGATION PROVIDE FOR— (Answer "Yes" or "No")			Is OTHER PROPERTY (REAL OR PERSONAL OR LEASEHOLD) SUBJECT TO LIEN OF THE OBLIGATION? (Answer "Yes" or "No")		APPROXIMATE NUMBER OF MILES OF LINE DIRECTLY SUBJECT TO—	
				Rate percent per annum (current)	Dates due	Con- version	Call prior to maturity, other than for sinking fund	Sinking fund	First lien	Junior to first lien	First lien	Junior to first lien
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
1	Accounts 764 and 765 - Funded Debt		Unmatured									
2	(1)(a) 1st.Mtg.Ser.C Bonds	12-01-54	12-01-84	3-1/4	6/1-12/1	No	Yes	Yes	Yes		860	
3	764-766 Equipment Obligations - 4C		Equipment Purchase Agreements									
4												
5	Chemical Bank New York	3-16-59	3-01-74	4-1/2	3-1	No	No	No	Yes			
6												
7	Chemical Bank New York	6-15-61	6-15-76	4-1/2	6/15-12/15	No	No	No	Yes			
8	Chemical Bank New York	6-15-61	6-15-76	4-1/2	6/15-12/15	No	No	No	Yes			
9												
10	Manufacturers Nat'l Detroit	6-01-62	6-15-77	4-3/8	6/15-12/15	No	No	No	Yes			
11												
12	Manufacturers Nat'l Detroit	6-01-62	6-15-77	4-3/8	6/15-12/15	No	No	No	Yes			
13												
14	Chemical Bank New York	5-15-62	5-15-77	4-1/2	5/15-11/15	No	No	No	Yes			
15												
16	Chemical Bank New York	7-15-63	7-15-78	Var	1/15-7/15	No	No	No	Yes			
17												
18	Chemical Bank New York	5-15-65	5-15-80	Var	5/15-11/15	No	No	No	Yes			
19												
20	Chemical Bank New York	3-15-66	3-15-76	5-1/2	3/15-9/15	No	No	No	Yes			
21												
22	Chemical Bank New York	4-15-66	10-15-81	5-1/2	4/15-10/15	No	No	No	Yes			
23												
24	Chemical Bank New York	3-15-67	3-15-77	6-3/4	3/15-9/15	No	No	No	Yes			
25												
26	Chemical Bank New York	5-15-67	5-15-82	6-1/4	5/15-11/15	No	No	No	Yes			
27												
28	Chemical Bank New York	5-02-68	8-01-78	7-1/4	2/1-8/1	No	No	No	Yes			
29												
30	Chemical Bank New York	5-03-68	8-01-83	7	2/1-8/1	No	No	No	Yes			
31												
32	Chemical Bank New York	1-01-70	1-15-85	9-3/4	1/15-7/15	No	No	No	Yes			
33	(Principal starting 1-15-76)											
34	Chemical Bank New York	1-01-72	2-01-87	6-1/2	2/1-8/1	No	No	No	Yes			
35				7-5/8								
36	United Missouri Bank	5-15-72	2-02-78	6-3/4	2/2-8/2	No	No	No	Yes			
37												
38	Chemical Bank New York	11-01-72	11-01-87	7-1/4	5/1-11/1	No	No	No	Yes			
39				7-3/4								
40												
41												
42												
43												
44												
45												
46	*Contract not complete											
47												
48												
49												
50												
51												
52												
53												
54												
55												
56												
GRAND TOTAL..									XXXX	XXXX	XXXX	XXXX

218. FUNDED DEBT AND OTHER OBLIGATIONS—Continued

Total amount nominally and actually issued			AMOUNT NOMINALLY ISSUED AND—			AMOUNT REACQUIRED AND—			TOTAL AMOUNT ACTUALLY OUTSTANDING			Line No.	
			Held in special funds or in treas- ury or pledged (Identify pledged securities by symbol "P"; matured by symbol "M")	Canceled	Total amount actually issued	Canceled through sinking fund or otherwise canceled (Identify canceled through sinking fund by symbol "S")	Held in special funds or in treas- ury or pledged (Identify pledged securities by symbol "P"; matured by symbol "M")	Unmatured (accounts 765, 766, and 767)	Unmatured (account 764)	Matured and no provision made for payment (account 768)			
(m)	(n)		(o)		(p)	(q)		(r)	(s)		(t)	(u)	
\$	\$		\$		\$	\$		\$	\$		\$		
50 000 000					50 000 000	10 777 000			38 623 000		600 000		1
													2
													3
													4
2 876 000					2 876 000	2 555 285			131 682		189 033		5
													6
527 000					527 000	527 000							7
2 108 000					2 108 000	1 541 796			None		None		8
									390 537		175 667		9
													10
3 431 200					3 431 200	2 401 840			800 613		228 747		11
													12
1 166 000					1 166 000	826 062			262 205		77 733		13
													14
2 130 000					2 130 000	1 420 000			568 000		142 000		15
													16
5 931 680					5 931 680	3 559 008			1 977 227		395 445		17
													18
4 350 119					4 350 119	2 030 056			2 030 055		290 008		19
													20
8 650 000					8 650 000	5 622 500			2 162 500		865 000		21
													22
4 440 000					4 440 000	1 776 000			2 368 000		296 000		23
													24
8 090 000					8 090 000	4 045 000			3 236 000		809 000		25
													26
4 097 000					4 097 000	1 365 667			2 458 200		273 133		27
													28
5 255 000					5 255 000	2 102 000			2 627 500		525 500		29
													30
4 413 603					4 413 603	1 176 961			2 942 402		294 240		31
													32
10 148 170					10 148 170	None			10 148 170		None		33
													34
5 150 999					5 150 999	None			4 807 599		343 400		35
													36
1 655 094					1 655 094	None			1 655 094		None	*	37
													38
3 426 200					3 426 200	None			3 197 787		228 413		39
													40
77 846 065					77 846 065	30 949 175			41 763 571		5 133 319		41
													42
													43
													44
													45
													46
													47
													48
													49
													50
													51
													52
													53
													54
													55
127 846 065					127 846 065	41 726 175			80 386 571		5 733 319		56

THE KANSAS CITY SOUTHERN RAILWAY COMPANY

218. FUNDED DEBT AND OTHER OBLIGATIONS—Continued

Line No.	Name and character of obligation (List on same lines and in same order as on page 234)	AMOUNT OF INTEREST ACCRUED DURING YEAR						Amount of interest paid during year	Total amount of interest in default				
		Charged to income			Charged to investment accounts								
		(v)			(w)								
(a)		(v)			(w)			(x)			(y)		
		\$			\$			\$			\$		
1	The Kansas City Southern Railway Company												
2	1st Mortgage, Series C, 3-1/4% Bonds	1	282	748				1	285	034			
3													
4	Equipment Purchase Agreements - Contract												
5													
6	Chemical 3-16-59 21691		15	850					22	939			
7													
8	Chemical 6-15-61 22450		31	147					31	513			
9													
10	Manufacturers 6-01-62 22725		52	095					52	539			
11													
12	Manufacturers 6-01-62 22750		17	272					17	423			
13													
14	Chemical 5-15-62 22675		34	328					35	145			
15													
16	Chemical 7-15-63 22971-2-3		109	477					117	432			
17													
18	Chemical 5-15-65 23724		112	903					114	626			
19													
20	Chemical 3-15-66 24025		188	186					202	194			
21													
22	Chemical 4-15-66 24026		155	293					158	730			
23													
24	Chemical 3-15-67 24337		284	262					300	341			
25													
26	Chemical 5-15-67 24384		177	062					179	243			
27													
28	Chemical 5-02-68 24723		250	817					266	691			
29													
30	Chemical 5-03-68 24724		238	580					247	162			
31													
32	Chemical 1-01-70 25092		989	447					989	447			
33													
34	Chemical 1-01-72 25650		342	747					187	145			
35													
36	United Missouri 5-15-72 25734		24	632					None				
37													
38	Chemical 11-01-72 25820		32	613					None				
39													
40													
41		3	056	711				2	922	570			
42													
43													
44													
45													
46													
47													
48													
49													
50													
51													
52													
53													
54													
55													
56													
57													
58													
59													
60	GRAND TOTAL	4	339	459				4	207	604			

218. FUNDED DEBT AND OTHER OBLIGATIONS—Concluded

SECURITIES ISSUED OR ASSUMED DURING YEAR										SECURITIES REACQUIRED DURING YEAR						Line No.		
Purpose of the issue and authority (a)	Par value			Net proceeds received for issue (cash or its equivalent)			Expense of issuing securities			AMOUNT REACQUIRED								
	(aa)			(bb)			(cc)			Par value			Purchase price					
	\$			\$			\$			\$			\$					
1st Mortgage Bonds												844	000		599	560	1	
Acquisition of Equipment																	2	
3-16-1959												189	032		189	032	3	
6-15-1961												182	940		182	940	4	
6-01-1962												228	747		228	747	5	
6-01-1962												77	734		77	734	6	
5-15-1962												142	000		142	000	7	
7-15-1963												395	446		395	446	8	
5-15-1965												290	008		290	008	9	
3-15-1966												865	000		865	000	10	
4-15-1966												296	000		296	000	11	
3-15-1967												809	000		809	000	12	
5-15-1967												273	133		273	133	13	
5-02-1968												525	500		525	500	14	
5-03-1968												294	240		294	240	15	
1-01-1970												None			None		16	
1-01-1972		5	150	999		5	150	999		20	515	None			None		17	
5-15-1972		1	655	094		1	655	094		*		None			None		18	
11-01-1972		3	426	200		3	426	200		23	657	None			None		19	
		10	232	293		10	232	293		44	172	4	568	780	4	568	780	20
																		21
																		22
																		23
																		24
																		25
																		26
																		27
																		28
																		29
																		30
																		31
																		32
																		33
																		34
																		35
																		36
																		37
																		38
																		39
																		40
																		41
																		42
																		43
																		44
																		45
																		46
																		47
																		48
																		49
																		50
																		51
																		52
																		53
																		54
																		55
GRAND TOTAL		10	232	293		10	232	293		44	172	5	412	780	5	168	340	56

219. EQUIPMENT COVERED BY EQUIPMENT OBLIGATIONS

Give the particulars called for regarding the equipment obligations included in schedule 218, "Funded Debt and Other Obligations" (accounts Nos. 764, "Equipment obligations and other debt due within 1 year" and 766, "Equipment obligations") at the close of the year. In column (a) show the name by which the equipment obligation is designated and in

column (b) show the classes of equipment and the number of units covered by the obligation. In column (c) show the contract price to the original debtor; in column (d) show the cash paid on acceptance of equipment by the original debtor; do not report the price paid on a subsequent sale and assumption of balance of debt.

Line No.	Designation of equipment obligation (List names in the same order as in schedule 218) (a)	Description of equipment covered (b)	Contract price of equipment acquired (c)	Cash paid on acceptance of equipment (d)
1	Chemical Bank 3-16-59	50 Hopper Cars	\$ 591 640	
2		100 Box Cars	957 702	
3		100 D.F. Loaders for cars	201 200	
4		3 1750 H.P. Diesel Locomotives	516 000	
5		10 Baggage Cars	609 458	
6			2 876 000	None
7	Chemical Bank 6-15-61	100 Box Cars	1 430 432	7 747
8		100 Box Cars with D.F. Loaders	1 212 503	188
9			2 642 935	7 935
10	Manuf. National 6-01-62	150 Box Cars	2 075 933	23 136
11		100 Covered Hopper Cars	1 378 403	
12			3 454 336	23 136
13				
14	Manuf. National 6-01-62	100 Flat Cars	1 197 858	31 858
15				
16	Chemical Bank 5-15-62	10 2250 H.P. Diesel Locomotives	2 137 377	7 377
17	Chemical Bank 7-15-63	100 Box Cars D.F. Hydroframe		
18		100 Hopper Cars	3 809 809	
19		10 2250 H.P. Diesel Locomotives	1 975 755	
20		10 Hopper Cars - Air Slide	146 234	118
21			5 931 798	118
22	Chemical Bank 5-15-65	100 Hopper Cars	1 663 145	
23		13 Chip Hopper Cars	153 829	
24		10 Passenger Coaches	1 916 177	
25		6 Baggage Cars	516 000	
26		4 Caboosees	100 968	
27			4 350 119	None
28	Chemical Bank 3-15-66	730 Freight Cars	8 650 000	None
29	Chemical Bank 4-15-66	14 3000 H.P. Road Locomotives	3 863 472	
30		4 1500 H.P. Switch Locomotives	602 992	26 464
31			4 466 464	26 464
32	Chemical Bank 3-15-67	681 Freight Cars	7 838 100	100
33		10 Caboosees	252 420	420
34			8 090 520	520
35	Chemical Bank 5-15-67	250 Box Cars	4 097 000	None
36	Chemical Bank 5-02-68	300 D.F. Box Cars	3 861 300	810
37		100 Condola Cars	779 000	
38		50 Covered Hopper Cars	534 750	
39		12 Open Top Hopper Cars	80 760	
40			5 255 810	810
41	Chemical Bank 5-03-68	14 1500 H.P. Switch Locomotives	2 152 034	
42		4 3000 H.P. Conventional Road Locomotives	1 073 385	
43		2 3000 H.P. Master Road Locomotives	595 309	
44		2 3000 H.P. Slave Road Locomotives	592 875	
45			4 413 603	None
46	Chemical Bank 1-01-70	500 Box Cars	10 148 170	None
47	Chemical Bank 1-01-72	10 3000 H.P. Road Locomotives	3 208 630	
48		10 1500 H.P. Switch Locomotives	1 942 369	
49			5 150 999	None
50	United Missouri 5-15-72	246 Freight Cars	1 655 094	None
51		(Contract not complete 12-31-72)		
52	Chemical Bank 11-01-72	10 3000 H.P. Road Locomotives	3 426 200	None
53				
54				
55				

228. CAPITAL STOCK

Give particulars of the various issues of capital stock of the respondent, distinguishing separate issues of any general class, if different in any respect.

In the second section list particulars of the various issues on the same lines and in the same order as in the first section.

Identify the entries in columns (m) to (s), inclusive, in a manner which will indicate whether par value or the number of shares is shown.

In stating the date of an authorization the date of the latest assent or ratification necessary to its validity should be shown; e. g., in case an authorization is required to be ratified by stockholders after action by the board of directors, but is not required to be approved by any State or other governmental board or officer, give the date of approval by stockholders; if the assent

of a State railroad commission or other public board or officer is necessary, give the date of such assent, or if subsequent to such assent notice has to be filed with a secretary of state or other public officer and a tax or other fee has to be paid as a condition precedent to the validity of the issue, give the date of such payment. In case some condition precedent has to be complied with after the approval and ratification of the stockholders has been obtained, state, in a footnote, the particulars of such condition and of the respondent's compliance therewith.

For the purposes of this report, capital stock and other securities are considered to be *nominally issued* when certificates are signed and sealed and placed with the proper officer for sale and delivery or are pledged or otherwise placed in some special fund of the respondent. They are considered to be *actually*

issued when sold to a bona fide purchaser for a valuable consideration, and such purchaser holds them free from control by the respondent. All securities actually issued and not reacquired by or for the respondent are considered to be *actually outstanding*. If reacquired by or for the respondent under such circumstances as require them to be considered as held alive, and not canceled or retired, they are considered to be *nominally outstanding*.

Column (d) refers to the initial preference dividend payable before any common dividend; columns (k) and (l) to participations in excess of initial preference dividend; at a specified percentage or amount (nonpar stock) (column (k)) or a percentage or proportion of the profits (column (l)).

PREFERRED STOCK														
Line No.	Class of stock	Date issue was authorized	Par value per share (if non-par, so state)	Dividend rate specified in contract	Total amount of accumulated dividends			CUMULATIVE		Noncumulative ("Yes" or "No")	OTHER PROVISIONS OF CONTRACT			
								To extent earned ("Yes" or "No")	Fixed \$ rate or percent specified by contract		Convertible ("Yes" or "No")	Callable or redeemable ("Yes" or "No")	PARTICIPATING DIVIDENDS	
													Fixed amount or percent (Specify)	Fixed ratio with common (Specify)
	(a)	(b)	(c)	(d)	(e)			(f)	(g)	(h)	(i)	(j)	(k)	(l)
1	Common	5-22-39	\$		\$									
2		4-11-53	Non-Par	XXXXX	XX	XX	XX	XXXXX	XXXXXXXX	XXXXX	XXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX
3				XXXXX	XX	XX	XX	XXXXX	XXXXXXXX	XXXXX	XXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX
4				XXXXX	XX	XX	XX	XXXXX	XXXXXXXX	XXXXX	XXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX
5	Preferred	3-19-1900	50	None		None		No	None	Yes	No	No	None	None
6														
7														
8	Debenture													
9														
10	Receipts outstanding for installments paid*													
11														
12														
13	TOTAL		XXXXX	XXXXX		None		XXXXX	XXXXXXXX	XXXXX	XXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX

Line No.	PAR VALUE OF PAR-VALUE STOCK OR NUMBER OF SHARES OF NONPAR STOCK																			STOCK ACTUALLY OUTSTANDING AT CLOSE OF YEAR									
	Authorized			Authenticated			NOMINALLY ISSUED AND						Actually issued			REACQUIRED AND				Number of shares			Par value of par-value stock		Book value of stock without par value				
							Held in special funds or in treasury or pledged (Identify pledged securities by symbol "P")			Canceled						Canceled		Held in special funds or in treasury or pledged (Identify pledged securities by symbol "P")											
	(m)	(n)	(o)	(p)	(q)	(r)							(s)	(t)	(u)					(v)									
1	SH	1	260 000	SH	1	260 000	None			None			SH	1	020 000	None		SH	802		1 019 198			\$			\$	35 959 900	
2																													
3																													
4																													
5			21 000 000			21 000 000								21 000 000										420 000	21 000 000				
6																													
7																													
8																													
9																													
10																													
11																													
12																													
13	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx

*State the class of capital stock covered by the receipts.

300. INCOME ACCOUNT FOR THE YEAR

1. Give the Income Account of the respondent for the year in accordance with the rules prescribed in the Uniform System of Accounts for Railroad Companies.

2. In column (d) show against the appropriate account the amount of income that is offset by deductions in other income accounts of respondent so far as they relate to companies the operations of which are covered by this operating report, the amount of such deductions or disposition to be also shown against appropriate accounts. For example, road (A) operates road (B) under lease for a

rental of \$1,000,000, but road (A) owns 50 percent of the stock of road (B) on which it receives \$250,000 in dividends. The entries in column (d) should be: Account No. 513, "Dividend income," \$250,000; Account No. 542, "Rent for leased roads and equipment," \$250,000. Again, if road (C) has issued its own securities to acquire a part or all of the securities of road (D), a separately operated carrier, no entries should be made in column (d) by road (C) even though dividends or interest be received on such securities held by road (C). But if road (D) is a

Line No.	Item	Amount for current year			Amount for preceding year			Offsetting debits and credits for current year		
	(a)	(b)			(c)			(d)		
	ORDINARY ITEMS									
1	OPERATING INCOME									
2	RAILWAY OPERATING INCOME									
3	(501) Railway operating revenues (p. 69) -----	67	479	404	64	323	712			
4	(531) Railway operating expenses (p. 76) -----	48	111	007	44	118	757			
5	Net revenue from railway operations -----	19	368	397	20	204	955			
6	(532) Railway tax accruals (p. 82) -----	5	521	349	4	961	368			
7	Railway operating income -----	13	847	048	15	244	587			
8	RENT INCOME									
9	(503) Hire of freight cars and highway revenue equipment									
10	Credit balance (p. 88) -----	32	478		85	831				
11	(504) Rent from locomotives (p. 89) -----									
12	(505) Rent from passenger-train cars (p. 89) -----									
13	(506) Rent from floating equipment -----			609		1	108			
14	(507) Rent from work equipment -----		648	578		607	774			
15	(508) Joint facility rent income -----		681	665		694	713			
16	Total rent income -----									
17	RENTS PAYABLE									
18	(536) Hire of freight cars and highway revenue equipment—									
19	Debit balance (p. 88) -----	5	061	135	5	116	146			
20	(537) Rent for locomotives (p. 89) -----		388	320		432	406			
21	(538) Rent for passenger-train cars (p. 89) -----									
22	(539) Rent for floating equipment -----									
23	(540) Rent for work equipment -----		112	099		127	985			
24	(541) Joint facility rents -----		317	959		304	849			
25	Total rents payable -----	5	879	513	5	981	386			
26	Net rents (lines 15, 23) -----	5	197	848	5	286	673			
27	Net railway operating income (lines 7, 24) -----	8	649	200	9	957	914			
28	OTHER INCOME									
29	(502) Revenues from miscellaneous operations (p. 45) -----									
30	(509) Income from lease of road and equipment (p. 86) -----									
31	(510) Miscellaneous rent income (p. 86) -----		173	457		198	059			
32	(511) Income from nonoperating property (p. 45) -----		143	282		125	645			
33	(512) Separately operated properties—Profit (p. 87) -----									
34	(513) Dividend income -----	1	300	065	8	300	064			
35	(514) Interest income -----		309	940		204	045			
36	(516) Income from sinking and other reserve funds -----		33	030		12	643			
37	(517) Release of premiums on funded debt -----		16	389		16	563			
38	(518) Contributions from other companies -----									
39	(519) Miscellaneous income (p. 92) -----	1	884	378		351	735			
40	Total other income -----	3	860	541	9	208	754			
41	Total income (lines 25, 38) -----	12	509	741	19	166	668			
42	MISCELLANEOUS DEDUCTIONS FROM INCOME									
43	(534) Expenses of miscellaneous operations (p. 45) -----									
44	(535) Taxes on miscellaneous operating property (p. 45) -----									
45	(543) Miscellaneous rents (p. 91) -----		522	207		437	761			
46	(544) Miscellaneous tax accruals (p. 45) -----		20	307		7	893			
47	(545) Separately operated properties—Loss (p. 87) -----									
48	(549) Maintenance of investment organization -----									
49	(550) Income transferred to other companies -----									
50	(551) Miscellaneous income charges (p. 92) -----		282	148		533	536			
51	Total miscellaneous deductions -----		824	662		979	190			
52	Income available for fixed charges (lines 39, 49) -----	11	685	079	18	187	478			

300. INCOME ACCOUNT FOR THE YEAR—Continued

"proprietary" company for which no separate operating report is rendered, appropriate entries in column (d) should be made by road (C). If a leased road is assigned to another company for operation, the rent paid should be offset by the rent received. The examples indicated should not be taken to exclude others of a similar nature.

3. Returns for the year reported on lines 1 to 25, inclusive, should be analyzed in columns (e) to (h) in accordance with the Commission's rules governing the separation of operating

expenses between freight and passenger service; railroads.

4. Any unusual accruals involving substantial amounts included in column (h) on lines 9 to 25, inclusive, should be fully explained in a footnote.

5. All contra entries hereunder should be indicated in parenthesis.

RAIL LINE, INCLUDING WATER TRANSFERS																					
Related solely to freight service (e)			Apportioned to freight service (f)			Total freight service (g)			Related solely to passenger and allied services (h)			Apportioned to passenger and allied services (i)			Total passenger service (j)			Other items not related to either freight or to passenger and allied services (k)			Line No.
\$			\$			\$			\$			\$			\$			\$			
XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	1
XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	2
						67	479	404													3
						48	111	007													4
XX	XX	XX	XX	XX	XX	19	368	397	XX	XX	XX	XX	XX	XX							5
						5	521	350													6
XX	XX	XX	XX	XX	XX	13	847	047	XX	XX	XX	XX	XX	XX							7
XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	8
						32	478														9
																					10
								609													11
						648	578														12
XX	XX	XX	XX	XX	XX	681	665		XX	XX	XX	XX	XX	XX							13
XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	14
XX	XX	XX	XX	XX	XX	5	061	135													15
						388	320														16
																					17
																					18
																					19
																					20
						112	099														21
						317	959														22
XX	XX	XX	XX	XX	XX	5	879	513	XX	XX	XX	XX	XX	XX							23
XX	XX	XX	XX	XX	XX	5	197	848	XX	XX	XX	XX	XX	XX							24
XX	XX	XX	XX	XX	XX	8	649	199	XX	XX	XX	XX	XX	XX							25

If this report is made for a system, list hereunder the names of all companies included in the system returns:

The Kansas City Southern Railway Company
The Maywood and Sugar Creek Railway Company
Neches Bridge Company

THE KANSAS CITY SOUTHERN RAILWAY COMPANY

300. INCOME ACCOUNT FOR THE YEAR—Concluded

Line No.	Item (a)	Amount for current year (b)			Amount for preceding year (c)			Offsetting debits and credits for current year (d)		
		\$			\$			\$		
81	FIXED CHARGES									
82	(542) Rent for leased roads and equipment (p. 90).....		161	514		79	925			
83	(546) Interest on funded debt:									
84	(a) Fixed interest not in default.....		4	339	459		4	229	700	
85	(b) Interest in default.....									
86	(547) Interest on unfunded debt.....									
87	(548) Amortization of discount on funded debt.....		5	316		5	316			
88	Total fixed charges.....		4	506	289		4	314	941	
89	Income after fixed charges (lines 50, 58).....		7	178	790		13	872	537	
90	OTHER DEDUCTIONS									
91	(546) Interest on funded debt:									
92	(c) Contingent interest.....									
93	Ordinary income (lines 59, 62).....		7	178	790		13	872	537	
94	EXTRAORDINARY AND PRIOR PERIOD ITEMS									
95	(570) Extraordinary items — Net Credit (Debit)(p. 92).....									
96	(530) Prior period items — Net Credit (Debit)(p. 92).....									
97	(590) Federal income taxes on extraordinary and prior period items— Debit (Credit)(p. 92).....									
98	Total extraordinary and prior period items — Credit (Debit)....									
99	Net income transferred to Retained Income-Unappropriated (lines 63, 68).....		7	178	790		2	028	343	

NOTE.—See page 301B for explanatory notes, which are an integral part of the Income Account for the Year.

NOTES AND REMARKS

305. RETAINED INCOME—UNAPPROPRIATED

1. Show hereunder the items of the Retained Income Accounts of the respondent for the year, classified in accordance with the Uniform System of Accounts for Railroad Companies.

2. All contra entries hereunder should be indicated in parentheses.
3. Indicate under "Remarks" the amount of assigned Federal income tax consequences, accounts 606 and 616.

Line No.	Item (a)	Amount (b)			Remarks (c)
	CREDITS				
1	(602) Credit balance transferred from Income (p. 66) -----	\$ 7	178	790	
2	(606) Other credits to retained income -----				Net of Federal income taxes ----- \$ None
3	(622) Appropriations released -----		600	000	
4	Total -----	7	778	790	
	DEBITS				
5	(612) Debit balance transferred from Income (p. 66) -----				
6	(616) Other debits to retained income -----				Net of Federal income taxes ----- \$ None
7	(620) Appropriations for sinking and other reserve funds -----		600	000	
8	(621) Appropriations for other purposes -----				
9	(623) Dividends (p. 68) -----	4	916	792	
10	Total -----	5	516	792	
11	Net increase during year* -----	2	261	998	
12	Balance at beginning of year (p. 11)* -----	23	918	510	
13	Balance at end of year (carried to p. 11)* -----	26	180	508	

* Amount in parentheses indicates debit balance.

Note.—See p. 92, schedule 396, for analysis of Retained Income accounts.

308. DIVIDEND APPROPRIATIONS

1. Give particulars of each dividend declared. For par value or nonpar stock, show in column (d) the respective total par value or total number of shares on which dividend was declared and the corresponding rate percent or per share in column (b) or (c). If any such dividend was payable in anything other than cash, explain the matter fully in a footnote.

2. If an obligation of any character has been incurred for the purpose of procuring funds for the payment of any dividend or for the purpose of

replenishing the treasury of the respondent after payment of any dividend, give full particulars in a footnote. If any class of stock received a return not reportable in this schedule, state the particulars of the case in a footnote.

3. The sum of the dividends stated in column (e) should equal the amount shown in schedule No. 305.

Line No.	Name of security on which dividend was declared (a)	Rate percent (par value stock) or rate per share (nonpar stock)		Total par value of stock or total number of shares of nonpar stock on which dividend was declared (d)	Dividends (account 623) (e)	DATES	
		Regular (b)	Extra (c)			Declared (f)	Payable (g)
41	Preferred Stock	1%		\$ 21 000 000	\$ 210 000	2-18-72	4-17-72
42	" "	1%		21 000 000	210 000	5-19-72	7-17-72
43	" "	1%		21 000 000	210 000	8-18-72	10-16-72
44	" "	1%		21 000 000	210 000	11-17-72	1-16-73
45	Common Stock	\$1.00 Sh		1 019 198	1 019 198	2-18-72	3-16-72
46	" "	1.00 Sh		1 019 198	1 019 198	5-19-72	6-16-72
47	" "	1.00 Sh		1 019 198	1 019 198	8-18-72	9-16-72
48	" "	1.00 Sh		1 019 198	1 019 198	11-17-72	12-29-72
49							
50							
51							
52							
53							
				TOTAL	4 916 792		

101. IDENTITY OF RESPONDENT

Answers to the questions asked should be made in full, without reference to data returned on the corresponding page of previous reports. In case any changes of the nature referred to under inquiry 4 or 5 on this page have taken place during the year covered by this report, they should be explained in detail on page 128.

1. Give in full the exact name of the respondent. Use the words "The" and "Company" only when they are parts of the corporate name. Be careful to distinguish between *railroad* and *railway*. The corporate name should be given uniformly throughout the report, notably on the cover, on the title page, and in the "Verification" (p. 129). If the report is made by receivers, trustees, a committee of bondholders, or individuals otherwise in possession of the property, state names and facts with precision.

2. If incorporated under a special charter, give date of passage of the act; if under a general law, give date of filing certificate of organization; if a reorganization has been effected, give date of reorganization. If a receivership or other trust, give also date when such receivership or other

possession began. If a partnership, give date of formation and also names in full of present partners.

3. Give specific reference to laws of each State or Territory under which organized, citing chapter and section. Include a) grants of corporate powers by the United States, or by Canada or other foreign country; also, all amendments to charter.

4. Give specific reference to special or general laws under which each consolidation or merger or combination of other form was effected, citing chapter and section. Specify Government, State, or Territory under the laws of which each company consolidated or merged or otherwise combined into the present company was organized; give reference to the charters of each and to all amendments of them.

5. State the occasion for the reorganization, whether by reason of foreclosure of mortgage or otherwise, according to the fact. Give date of organization of original corporation and refer to laws under which organized.

1. Exact name of common carrier making this report

Louisiana & Arkansas Railway Company

2. Date of incorporation July 7, 1928

3. Under laws of what Government, State, or Territory organized? If more than one, name all. Give specific reference to each charter or statute and all amendments thereof, effected during the year. If previously effected, show the year(s) of the report(s) setting forth details. If in bankruptcy, give court of jurisdiction and dates of beginning of receivership or trusteeship and of appointment of receivers or trustees.

General Corporation Laws of State of Delaware, Chapter 65 of Revised Code of Delaware and Acts amendatory thereof and supplements thereto, Chapter dated July 28, 1928 and Amendments dated August 27, 1936.

4. If the respondent was formed as the result of a consolidation or merger during the year, name all constituent and all merged companies

No change during year

5. If respondent was reorganized during the year, give name of original corporation and state the occasion for the reorganization

No change during year

6. State whether or not the respondent during the year conducted any part of its business under a name or names other than that shown in response to inquiry No. 1, above; if so, give full particulars

No

7. Class of switching and terminal company

[See section No. 7 on inside of front cover]

Not Applicable

1. Give particulars of the various directors and officers of the respondent at the close of the year.

2. State in column (c) of schedule No. 102 and column (d) of schedule No. 103, the number of voting shares of the respondent, other than directors' qualifying shares, that were beneficially owned, directly or indirectly, by each director or principal general officer at the close of the year. This includes shares owned of record, shares owned through holding companies, trusts or other mediums, and shares owned but held in the names of brokers or other nominees. Insert the word "None" where applicable.

3. In schedule No. 103 give the title, name, and address of the principal general officers having system jurisdiction by departments, as follows: Executive, Legal, Fiscal and Accounting, Purchasing, Operating, and Traffic. If there are receivers, trustees, or committees, who are recognized as in the controlling management of the road or of some department of it, give also their names and titles, and the location of their offices, separately grouped and identified.

4. If the duties of an officer extend to more than one department, or if his duties are not in accordance with the customary acceptance of his given title, state briefly the facts in a footnote.

102. DIRECTORS

Line No.	Name of director (a)	Office address (b)	Date of beginning of term (c)	Date of expiration of term (d)	Number of voting shares actually or beneficially owned (e)	Remarks (f)
1	William N. Deraemus III	Kansas City, Mo.	6-13-72	6-12-73	None	
2	J. Pat Beaird	Shreveport, La.	"	"	"	
3	Kirke Couch	Shreveport, La.	"	"	"	
4	Edward M. Douthat	Kansas City, Mo.	"	"	"	
5	Ted F. Dunham	Baton Rouge, La.	"	"	"	
6	L. O. Frith	Kansas City, Mo.	"	"	"	
7	Raymond Gary	Madill, Okla.	"	"	"	
8	John Hawkinson	Chicago, Ill.	"	"	"	
9	Irvine O. Hockaday, Jr.	Kansas City, Mo.	"	"	"	
10	G. William James	Ruston, La.	"	"	"	
11	Edward T. McNally	Pittsburg, Kansas	"	"	"	
12	Edwin Moore	Shreveport, La.	"	"	"	
13	Harold L. Oppenheimer	Kansas City, Mo.	"	"	"	
14	Justin R. Querbes, Jr.	Shreveport, La.	"	"	"	
15	William H. Saunders, Jr.	New Orleans, La.	"	"	"	
16	N. Hobson Wheelless	Shreveport, La.	"	"	"	
17						
18	5 vacancies					
19						
20						

21. Give the names and titles of all officers of the Board of Directors in control of the respondent at the close of the year:

Chairman of board William N. Deraemus III Secretary (or clerk) of board G. E. Kellogg

22. Name the members of the executive committee of the Board of Directors of the respondent at the close of the year (naming first the chairman), and state briefly the powers and duties of that committee: William N. Deraemus III, Chairman

J. Pat Beaird, Edward M. Douthat, John Hawkinson, Edward T. McNally (2 vacancies)
exercise same powers as Board of Directors when latter is not in session.

103. PRINCIPAL GENERAL OFFICERS OF CORPORATION, RECEIVER, OR TRUSTEE

Line No.	Title of general officer (a)	Department or department over which jurisdiction is exercised (b)	Name of person holding office at close of year (c)	Number of voting shares actually or beneficially owned (d)	Office address (e)
GENERAL OFFICERS OF CORPORATION					
21	Chairman and				
22	President	Executive	W. N. Deraemus III	None	Kansas City, Missouri
23	Executive Vice				
24	President	Executive	L. O. Frith	"	Kansas City, Missouri
25	Vice President and				
26	General Manager	Operating	R. J. Blair	"	Kansas City, Missouri
27	Vice President and				
28	Secretary	Executive	G. E. Kellogg	"	Kansas City, Missouri
29	Vice President	Traffic	M. F. McClain	"	Kansas City, Missouri
30	Vice President	Personnel	D. E. Farrar	"	Kansas City, Missouri
31	Vice President and				
32	Comptroller	Accounting	T. A. Giltner	"	Kansas City, Missouri
33	General Counsel	Legal	R. E. Zimmerman	"	Kansas City, Missouri
34	Treasurer	Treasurer	V. C. Pragman	"	Kansas City, Missouri
35	Asst. Gen'l Manager	Purchases	T. T. Souter	"	Kansas City, Missouri
36					
37					
38					
39					
40					
41					
42					
43					
44					
45					

109. VOTING POWERS AND ELECTIONS

1. State the par value of each share of stock: Common, \$ No per share; first preferred, \$ 50 per share; second preferred, \$ 50 per share; debenture stock, \$ per share.
2. State whether or not each share of stock has the right to one vote; if not, give full particulars in a footnote It has
3. Are voting rights proportional to holdings? Yes If not, state in a footnote the relation between holdings and corresponding voting rights.
4. Are voting rights attached to any securities other than stock? No If so, name in a footnote each security, other than stock, to which voting rights are attached (as of the close of the year), and state in detail the relation between holdings and corresponding voting rights, stating whether voting rights are actual or contingent, and if contingent showing the contingency.
5. Has any class or issue of securities any special privileges in the election of directors, trustees, or managers, or in the determination of corporate action by any method? No If so, describe fully in a footnote each such class or issue and give a succinct statement showing clearly the character and extent of such privileges.
6. Give the date of the latest closing of the stock book prior to the actual filing of this report, and state the purpose of such closing Not closed during year
7. State the total voting power of all security holders of the respondent at the date of such closing, if within one year of the date of such filing; if not, state as of the close of the year. 260,000 votes, as of December 31, 1972 (Date)
8. State the total number of stockholders of record, as of the date shown in answer to inquiry No. 7. One stockholders.
9. Give the names of the thirty security holders of the respondent who, at the date of the latest closing of the stock book or compilation of list of stockholders of the respondent (if within 1 year prior to the actual filing of this report), had the highest voting powers in the respondent, showing for each his address, the number of votes which he would have had a right to cast on that date had a meeting then been in order, and the classification of the number of votes to which he was entitled, with respect to securities held by him, such securities being classified as common stock, second preferred stock, first preferred stock, and other securities, stating in a footnote the names of such other securities (if any). If any such holder held in trust, give (in a footnote) the particulars of the trust. In the case of voting trust agreements give, as supplemental information on page 13, the names and addresses of the thirty largest holders of the voting trust certificates and the amount of their individual holdings. If the stock book was not closed or the list of stockholders compiled within such year, show such thirty security holders as of the close of the year.

Line No	Name of security holder	Address of security holder	Number of votes to which security holder was entitled	NUMBER OF VOTES, CLASSIFIED WITH RESPECT TO SECURITIES ON WHICH BASIS			
				STOCKS			Other securities with voting power
				Common	PREFERRED		
	(a)	(b)	(c)	(d)	Second (e)	First (f)	(g)
1	The Kansas City Southern						
2	Railway Company	Kansas City, Missouri	260,000	160,000	40,000	60,000	None
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							
18							
19							
20							
21							
22							
23							
24							
25							
26							
27							
28							
29							
30							

10. State the total number of votes cast at the latest general meeting for the election of directors of the respondent. 260,000 votes cast.
11. Give the date of such meeting June 13, 1972
12. Give the place of such meeting Shreveport, Louisiana

211G. AMORTIZATION OF DEFENSE PROJECTS—ROAD AND EQUIPMENT OWNED AND LEASED FROM OTHERS

1. Show in columns (b) to (e) the amount of base of road and equipment property for which amortization reserve is provided in account No. 736, "Accrued amortization of defense projects—Road and Equipment" of the respondent. If the amortization base is other than the ledger value stated in the investment account, a full explanation should be given.

2. Show in columns (f) to (i) the balance at the close of the

year and all credits and debits during the year in reserve account No. 736, "Accrued amortization of defense projects—Road and Equipment."

3. The information requested for "Road" by columns (b) through (i) may be shown by projects amounting to \$100,000 or more, or by single entries as "Total road" in line 28. If

reported by projects, each project should be briefly described, stating kind, location, and authorization date and number. Projects amounting to less than \$100,000 should be combined in a single entry designated "Minor items, each less than \$100,000."

4. Any amounts included in columns (b) and (f), and in column (h) affecting operating expenses, should be fully explained.

Line No.	Description of property or account (a)	BASE												RESERVE											
		Debits during year (b)			Credits during year (c)			Adjustments (d)			Balance at close of year (e)			Credits during year (f)			Debits during year (g)			Adjustments (h)			Balance at close of year (i)		
		\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX
1	ROAD:	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX
2																									
3																									
4	Minor Items, each less than																								
5	\$100,000											15	080											15	080
6																									
7																									
8																									
9																									
10																									
11																									
12																									
13																									
14																									
15																									
16																									
17																									
18																									
19																									
20																									
21																									
22																									
23																									
24																									
25																									
26																									
27																									
28	TOTAL ROAD											15	080											15	080
29	EQUIPMENT:	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX
30	(52) Locomotives																								
31	(53) Freight-train cars											6	526											6	526
32	(54) Passenger-train cars																								
33	(55) Highway revenue equipment																								
34	(56) Floating equipment																								
35	(57) Work equipment																								
36	(58) Miscellaneous equipment																								
37	TOTAL EQUIPMENT											6	526											6	526
38	GRAND TOTAL											21	606											21	606

LOUISIANA & ARKANSAS RAILWAY COMPANY

200A. COMPARATIVE GENERAL BALANCE SHEET—ASSETS

For instructions covering this schedule, see the text pertaining to General Balance Sheet Accounts in the Uniform System of Accounts for Railroad Companies. The entries in this balance sheet should be consistent with those in the supporting schedules on the pages indicated. The entries in column (c) should be restated to conform with the account-

ing requirements followed in column (b). The entries in the short column (a2) should be deducted from those in column (a1) in order to obtain corresponding entries for column (b). All contra entries hereunder should be indicated in parenthesis.

Line No.	Account or item (a)	Balance at close of year (b)			Balance at beginning of year (c)		
CURRENT ASSETS							
1	(701) Cash.....	\$	1 154 676	\$	1 065 914		
2	(702) Temporary cash investments (p. 15)		5 898 070		5 117 841		
3	(703) Special deposits (p. 15)						
4	(704) Loans and notes receivable (p. 15)						
5	(705) Traffic and car-service balances—Debit.....						
6	(706) Net balance receivable from agents and conductors.....		2 233 560		1 764 255		
7	(707) Miscellaneous accounts receivable.....		337 959		235 734		
8	(708) Interest and dividends receivable.....		85 380		115 980		
9	(709) Accrued accounts receivable (p. 15)		1 881 543		1 484 852		
10	(710) Working fund advances.....		10 980		12 479		
11	(711) Prepayments...(p. 15)		499 231		736 701		
12	(712) Material and supplies.....						
13	(713) Other current assets (p. 15)	(	1 457)		1 146		
14	Total current assets.....		12 099 942		10 534 902		
SPECIAL FUNDS							
		(a1) Total book assets at close of year	(a2) Respondent's own issues included in (a1)				
15	(715) Sinking funds (pp. 16 and 17)						
16	(716) Capital and other reserve funds (pp. 16 and 17)	955	None	955		955	
17	(717) Insurance and other funds (pp. 16 and 17)						
18	Total special funds.....			955		955	
INVESTMENTS							
19	(721) Investments in affiliated companies (pp. 20-23)		11 768 435		12 173 218		
20	(722) Other investments (pp. 20-23)		3 517		4 017		
21	(723) Reserve for adjustment of investment in securities—Credit (p. 19, Instruction 9)						
22	Total investments (accounts 721, 722 and 723).....		11 771 952		12 177 235		
PROPERTIES							
23	(731) Road and equipment property (pp. 30-32)		67 791 876		73 739 825		
24	Road.....	\$	37 901 755				
25	Equipment.....		28 359 212				
26	General expenditures.....		761 335				
27	Other elements of investment.....						
28	Construction work in progress.....		769 574				
29	(732) Improvements on leased property (pp. 30-32)						
30	Road.....	\$					
31	Equipment.....						
32	General expenditures.....						
33	Total transportation property (accounts 731 and 732).....		67 791 876		73 739 825		
34	(735) Accrued depreciation—Road and Equipment (pp. 36 and 38)	(	10 250 410)	(	14 426 850)		
35	(736) Amortization of defense projects—Road and Equipment (p. 39)	(	21 606)	(	21 605)		
36	Recorded depreciation and amortization (accounts 735 and 736).....	(	10 272 016)	(	14 448 455)		
37	Total transportation property less recorded depreciation and amortization (line 33 less line 36).....		57 519 860		59 291 370		
38	(737) Miscellaneous physical property (pp. 44 and 45)		233 235		233 164		
39	(738) Accrued depreciation—Miscellaneous physical property (pp. 44 and 45)	(	1 338)				
40	Miscellaneous physical property less recorded depreciation (account 737 less 738).....		231 897		233 164		
41	Total properties less recorded depreciation and amortization (line 37 plus line 40).....		57 751 757		59 524 534		
OTHER ASSETS AND DEFERRED CHARGES							
42	(741) Other assets (p. 46)		99 565		44 479		
43	(742) Unamortized discount on long-term debt.....		7 081		10 227		
44	(743) Other deferred charges (p. 46)		922 067		983 519		
45	Total other assets and deferred charges.....		1 028 713		1 038 225		
46	TOTAL ASSETS.....		82 653 319		83 275 851		

NOTE.—See page 12 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

200L. COMPARATIVE GENERAL BALANCE SHEET—LIABILITIES AND SHAREHOLDERS' EQUITY

For instructions covering this schedule, see the text pertaining to General Balance Sheet Accounts in the Uniform System of Accounts for Railroad Companies. The entries in this balance sheet should be consistent with those in the supporting schedules on the pages indicated. The entries in column (c) should be restated to conform with the accounting requirements followed

in column (b). The entries in short column (a1) should reflect total book liability at close of year. The entries in the short column (a2) should be deducted from those in column (a1) in order to obtain corresponding entries for column (b). All contra entries hereunder should be indicated in parenthesis.

Line No.	Account or Item (a)	Balance at close of year (b)	Balance at beginning of year (c)
CURRENT LIABILITIES			
47	(751) Loans and notes payable (p. 55)	\$ 1 507 481	\$ 277 617
48	(752) Traffic and car-service balances—Credit	561 706	2 540 436
49	(753) Audited accounts and wages payable	1 475	505
50	(754) Miscellaneous accounts payable	2 720	2 720
51	(755) Interest matured unpaid	75 000	75 000
52	(756) Dividends matured unpaid	37 139	47 581
53	(757) Unmatured interest accrued		
54	(758) Unmatured dividends declared		
55	(759) Accrued accounts payable (p. 55)	2 172 895	2 225 101
56	(760) Federal income taxes accrued (p. 56)	309 038	587 686
57	(761) Other taxes accrued (p. 56)	201 657	211 301
58	(763) Other current liabilities (p. 55)	2 627 658	1 872 620
59	Total current liabilities (exclusive of long-term debt due within one year)	7 496 769	7 840 567
LONG-TERM DEBT DUE WITHIN ONE YEAR			
60	(764) Equipment obligations and other debt (pp. 48-51)	(a1) Total issued 966,951 (a2) Held by or for respondent None	966 951
LONG-TERM DEBT DUE AFTER ONE YEAR			
61	(765) Funded debt unmatured	(a1) Total issued (a2) Held by or for respondent	
62	(766) Equipment obligations	2,692,168 None	3 659 119
63	(767) Receivers' and Trustees' securities	(pp. 48-51)	
64	(768) Debt in default		
65	(769) Amounts payable to affiliated companies (p. 54)		
66	Total long-term debt due after one year	2 692 168	3 659 119
RESERVES			
67	(771) Pension and welfare reserves (p. 57)		
68	(772) Insurance reserves (p. 57)		
69	(774) Casualty and other reserves (p. 57)	572 614	587 390
70	Total reserves	572 614	587 390
OTHER LIABILITIES AND DEFERRED CREDITS			
71	(781) Interest in default (p. 50)		
72	(782) Other liabilities (p. 57)	99 128	110 406
73	(783) Unamortized premium on long-term debt		
74	(784) Other deferred credits (p. 57)	426 181	641 844
75	(785) Accrued depreciation—Leased property (p. 37)		
76	Total other liabilities and deferred credits	525 309	752 250
SHAREHOLDERS' EQUITY			
<i>Capital stock (Par or stated value)</i>			
77	(791) Capital stock issued—Total	(a1) Total issued (a2) Held by or for company 9,000,000 None	9 000 000
78	Common stock (p. 59)	4,000,000 None	4 000 000
79	Preferred stock (p. 59)	5,000,000 None	5 000 000
80	(792) Stock liability for conversion (p. 60)		
81	(793) Discount on capital stock		
82	Total capital stock	9 000 000	9 000 000
<i>Capital surplus</i>			
83	(794) Premiums and assessments on capital stock (p. 61)		
84	(795) Paid-in surplus (p. 61)	267 210	267 210
85	(796) Other capital surplus (p. 61)		
86	Total capital surplus	267 210	267 210
<i>Retained income</i>			
87	(797) Retained income—Appropriated (p. 61)		
88	(798) Retained income—Unappropriated (p. 68)	61 132 298	60 202 364
89	Total retained income	61 132 298	60 202 364
90	Total shareholders' equity	70 399 508	69 469 574
91	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	82 653 319	83 275 851

NOTE—See page 12 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

205. INVESTMENTS IN AFFILIATED COMPANIES

1. Give particulars of investments in stocks, bonds, other secured obligations, unsecured notes, and investment advances of companies affiliated with respondent, included in accounts Nos. 715, "Sinking funds"; 716, "Capital and other reserve funds"; 721, "Investments in affiliated companies"; and 717, "Insurance and other funds."

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 19, classifying the investments by means of letters, figures, and symbols in columns (a), (b), and (c).

3. Indicate by means of an arbitrary mark in column (d) the obligation in support of which any security is pledged, mortgaged, or otherwise

encumbered, giving names and other important particulars of such obligations in footnotes.

4. Give totals for each class and for each subclass and a grand total for each account.

5. Entries in column (d) should show date of maturity of bonds and other evidences of indebtedness. In case obligations of the same designation mature serially, the date in column (d) may be reported as "Serially 19..... to 19....." In making entries in this column, abbreviations in common use in standard financial publications may be used where necessary on account of limited space.

Line No.	Account No.	Class No.	Kind of industry	Name of issuing company and description of security held; also lien reference if any	Extent of control	INVESTMENTS AT CLOSE OF YEAR							
						PAR VALUE OF AMOUNT HELD AT CLOSE OF YEAR							
						Pledged	Unpledged		In sinking, insurance, and other funds		Total par value		
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)	(m)	(n)
1	721			Investments In Affiliated Companies	%	\$		\$		\$		\$	
2				Capital Stock									
3													
4													
5	A-1	VII		The Kansas City Southern									
6				Railway Company - Preferred	1.5			319 250				319 250	
7				The Kansas City Southern									
8				Railway Company - Common	3			(31,628 Shs)				(31,628 Shs)	
9				Louisiana, Arkansas & Texas									
10				Transportation Company	100			(1,000 Shs)				(1,000 Shs)	
11				Landa Motor Lines	100			20 000				20 000	
12				The Pullman Co.	(Negligible)			(423 Shs)				(423 Shs)	
13				Total Class A-1				339 250				339 250	
14													
15	A-3	VI		Tolmak, Inc.	100			(20,000 Shs)				(20,000 Shs)	
16		X		Kansas City Southern									
17				Industries, Inc. - Preferred									
18				Stock 4%-Non-Cumulative	2.6			1 200 000				1 200 000	
19				Total Class A-3				1 200 000				1 200 000	
20				Total Class A				1 539 250				1 539 250	
21													
22				Bonds									
23													
24	B-1	VII		The Kansas City Southern Ry.									
25				Co. 3-1/4% FM Bonds Series C									
26				due 12-1-84	4.7			1 838 000				1 838 000	
27													
28				Notes									
29													
30	D-3	X		Alfred Lindgren, Inc.									
31													
32				Investment Advances									
33													
34	E-1	VII		Landa Motor Lines	100								
35		VII		Louisiana, Arkansas & Texas									
36				Transportation Company	100								
37				Total Class E-1									
38													
39	E-3	VI		Tolmak, Inc.	100								
40				Total Class E									
41													
42				Total Account 721				3 377 250				3 377 250	
43													
44													
45													
46													
47													
48													
49													

205. INVESTMENTS IN AFFILIATED COMPANIES—Continued

6. If any of the companies included in this schedule are controlled by respondent, the percent of control should be given in column (e). In case any company listed is controlled other than through actual ownership of securities, give particulars in a footnote. In cases of joint control, give names of other parties and particulars of control.

7. For nonpar stock, show the number of shares in lieu of the par value in columns (f), (g), (h), (i), (k), and (m).

8. In reporting advances, columns (f), (g), (h), (i), (k), and (m) should be left blank. If any advances are pledged, give particulars in a footnote.

9. Particulars of investments made, disposed of, or written down during

the year should be given in columns (k) to (o), inclusive. If the cost of any investment made during the year differs from the book value reported in column (f), explain the matter in a footnote. By "cost" is meant the consideration given minus accrued interest or dividends included therein. If the consideration given or received for such investments was other than cash, describe the transaction in a footnote. Identify all entries in column (n), which represent a reduction in the book value of securities by symbol and give full explanation in a footnote in each case.

10. This schedule should not include securities issued or assumed by respondent.

INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR			INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR						DIVIDENDS OR INTEREST DURING YEAR			Line No.								
Total book value			Par value			Book value			Par value			Book value				Selling price			Rate	Amount credited to income			
(j)			(k)			(l)			(m)			(n)				(o)			(p)	(q)			
\$			\$			\$			\$			\$				\$			%	\$			
																							1
																							2
																							3
																							4
																							5
																							6
																							7
																							8
																							9
																							10
																							11
																							12
																							13
																							14
																							15
																							16
																							17
																							18
																							19
																							20
																							21
																							22
																							23
																							24
																							25
																							26
																							27
																							28
																							29
																							30
																							31
																							32
																							33
																							34
																							35
																							36
																							37
																							38
																							39
																							40
																							41
																							42
																							43
																							44
																							45
																							46
																							47
																							48
																							49
																							50

206. OTHER INVESTMENTS

1. Give particulars of investments in stocks, bonds, other secured obligations, unsecured notes, and investment advances of others than affiliated companies, included in accounts Nos. 715, "Sinking Funds"; 716, "Capital and other reserve funds"; 722, "Other Investments"; and 717, "Insurance and other funds."

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 19, classifying the investments by means of letters, figures, and symbols in columns (a), (b), and (c). Investment in U. S. Treasury obligations may be reported as one item.

3. Indicate by means of an arbitrary mark in column (d) the obligation in support of which any security is pledged, mortgaged, or otherwise encumbered, giving names and other important particulars of such obligations in footnotes.

4. Give totals for each class and for each subclass and a grand total for each account.

5. Entries in column (d) should show date of maturity of bonds and other evidences of indebtedness. In case obligations of the same designation mature serially, the date in column (d) may be reported as "Serially 19..... to 19....." In making entries in this column, abbreviations

Line No.	Account No.	Class No.	Kind of industry	Name of issuing company or government and description of security held; also lien reference, if any	INVESTMENTS AT CLOSE OF YEAR							
					PAR VALUE OF AMOUNT HELD AT CLOSE OF YEAR							
					Pledged (e)		Unpledged (f)		In sinking, insurance, and other funds (g)		Total par value (h)	
	(a)	(b)	(c)	(d)	\$		\$		\$		\$	
1												
2	715			<u>Sinking Funds</u>								
3												
4												
5	716			<u>Capital and Other Reserve Funds</u>								
6												
7		C-3	X	Chemical Bank - Deposit for								
8				destroyed cars			955				955	
9												
10												
11	717			<u>Insurance and Other Funds</u>								
12												
13												
14	722			<u>Other Investments</u>								
15												
16	A-3	X		Greater Springhill Corp.			(10 Shares)				(10 Shares)	
17												
18	A-3	X		Club Memberships			1 317				1 317	
19				Total Class A			1 317				1 317	
20												
21												
22				<u>Bonds</u>								
23												
24	B-3	X		Louisiana State Fair Stadium								
25				Comm. 2% Income			1 200				1 200	
26												
27				Total Account 722			2 517				2 517	
28												
29												
30												
31												
32												
33												
34												
35												
36												
37												
38												
39												
40												
41												
42												
43												
44												
45												
46												
47												
48												
49												
50												
51												
52												
53												
54												
55												

206. OTHER INVESTMENTS—Continued

is common use in standard financial publications may be used where necessary on account of limited space.

6. For nonpar stock, show the number of shares in lieu of the par value in columns (e), (f), (g), (h), (j), and (l).

7. In reporting advances, columns (e), (f), (g), (h), (j), and (l) should be left blank. If any advances are pledged, give particulars in a footnote.

8. Particulars of investments made, disposed of or written down during the year should be given in columns (j) to (n), inclusive. If the cost of any investment made during the year differs from the book value reported in column (k), explain the matter in a footnote. By "cost" is meant the consideration given minus accrued interest or dividends included therein. If the consideration given or received for such investments was other than cash, describe the transaction in a footnote. Identify all entries in column (m) which represent a reduction in the book value of securities by symbol and give full explanation in a footnote in each case.

INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR						INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR						DIVIDENDS OR INTEREST DURING YEAR			Line No.				
Total book value			Par value			Book value			Par value			Book value			Selling price				Rate	Amount credited to income		
(i)			(j)			(k)			(l)			(m)			(n)				(o)	(p)		
\$			\$			\$			\$			\$			\$				%	\$		
	None							None						None								1
																						2
																						3
																						4
																						5
																						6
	955							None						None								7
																						8
	None							None						None								9
																						10
																						11
																						12
																						13
																						14
	1 000																					15
	1 317																					16
	2 317																					17
																						18
																						19
																						20
																						21
																						22
																						23
	1 200									500			500			500	2%				34	24
																						25
	3 517									500			500			500					34	26
																						27
																						28
																						29
																						30
																						31
																						32
																						33
																						34
																						35
																						36
																						37
																						38
																						39
																						40
																						41
																						42
																						43
																						44
																						45
																						46
																						47
																						48
																						49
																						50
																						51
																						52
																						53

711B. DEPRECIATION BASE AND RATES—ROAD AND EQUIPMENT OWNED AND USED AND LEASED FROM OTHERS

1. Show in columns (b) and (e), for each primary account, the depreciation base used in computing the depreciation charges for the month of January and in columns (c) and (f) show the depreciation base used in computing the depreciation charges for the month of December; in columns (d) and (g) show the composite rates used in computing the depreciation charges for the month of December, and on lines 30 and 39 of these columns show the composite percentage for all road and equipment accounts, respectively, ascertained by applying the primary account composite rates to the depreciation base used in computing the charges for December and dividing the total so computed by the total depreciation base for the same month. The depreciation base should not include the cost of equipment, used but not owned, when the rents therefor are included in the rent for equipment accounts Nos. 533 to 540, inclusive. It should include the cost of equipment owned and leased to others when the rents therefrom are included in the rent for equipment accounts Nos. 503 to 507, inclusive. The composite rates used should be those prescribed or otherwise authorized by the Commission, except that where the use of component rates has been authorized, the composite rates to be

shown for the respective primary accounts should be recomputed from the December charges developed by the use of the authorized rates. If any changes in rates were effective during the year, give full particulars in a footnote.

2. All leased properties may be combined and one composite rate computed for each primary account, or a separate schedule may be included for each such property.

3. Show in columns (e), (f), and (g), data applicable to property, used but not owned, when the rent therefor is included in account 542. Report data applicable to improvements to such property, the cost of which is included in account 732, in columns (b), (c) and (d).

4. If the depreciation base for accounts 1, 2 1/2, 3, 5, and 39 includes nondepreciable property, a statement to that effect should be made in a footnote.

5. If depreciation accruals have been discontinued for any account, the depreciation base should be reported, nevertheless, in support of depreciation reserves. Authority for the discontinuance of accruals should be shown in a footnote indicating the account(s) affected.

Line No.	Account (a)	OWNED AND USED			LEASED FROM OTHERS		
		DEPRECIATION BASE		Annual composite rate (percent) (d)	DEPRECIATION BASE		Annual composite rate (percent) (g)
		At beginning of year (b)	At close of year (c)		At beginning of year (e)	At close of year (f)	
		\$	\$	%	\$	\$	%
1	ROAD						
2	(1) Engineering	578 371	583 490	80			
3	(2) Other right-of-way expenditures	53 290	53 290	72			
4	(3) Grading	635 116	635 116	75			
5	(5) Tunnels and subways						
6	(6) Bridges, trestles, and culverts	4 092 707	4 172 066	43			
7	(7) Elevated structures						
8	(13) Fences, snowsheds, and signs	196 032	195 976	81			
9	(16) Station and office buildings	3 235 455	3 228 692	90			
10	(17) Roadway buildings	40 296	40 296	21			
11	(18) Water stations	66 345	46 437	80			
12	(19) Fuel stations	86 249	86 248	29			
13	(20) Shops and enginehouses	1 068 808	1 079 665	91			
14	(21) Grain elevators						
15	(22) Storage warehouses						
16	(23) Wharves and docks						
17	(24) Coal and ore wharves						
18	(25) TOFC/COFC terminals	288 852	288 852	56			
19	(26) Communication systems	761 168	761 168	52			
20	(27) Signals and interlockers	770 840	767 691	38			
21	(29) Power plants	22 626	22 626	25			
22	(31) Power transmission systems	306 356	343 256	50			
23	(35) Miscellaneous structures	48 094	48 094	15			
24	(37) Roadway machines	299 518	299 518				
25	(39) Public improvements—Construction	50 367	515 173	72			
26	(44) Shop machinery	111 153	111 153	45			
27	(45) Power-plant machinery	32 822	32 822	80			
28	All other road accounts						
29	Amortization (other than defense projects)						
30	Total road	13 202 465	13 311 629	05			
31	EQUIPMENT						
32	(52) Locomotives	5 115 500	4 079 262	76			
33	(53) Freight-train cars	29 175 273	23 921 661	05			
34	(54) Passenger-train cars						
35	(55) Highway revenue equipment						
36	(56) Floating equipment						
37	(57) Work equipment	376 164	370 566	00			
38	(58) Miscellaneous equipment	17 850	16 152	00			
39	Total equipment	34 684 787	28 387 641	08			
40	GRAND TOTAL	47 887 252	41 699 270				

211D. DEPRECIATION RESERVE—ROAD AND EQUIPMENT OWNED AND USED

1. Give the particulars called for hereunder with respect to credits and debits to account No. 735, "Accrued depreciation—Road and Equipment," during the year relating to road and equipment owned and used. This schedule should not include any entries for depreciation of equipment, used but not owned, when the rents therefor are included in the rent for equipment accounts Nos. 536 to 540, inclusive. It should include entries for depreciation of equipment owned but not used when the rents therefrom are included in the rent for equipment accounts Nos. 503 to 507, inclusive. (See schedule 211F for the reserve relating to road and equipment owned but not used by the respondent.) If any

entries are made for "Other credits" or "Other debits," state the facts occasioning such entries. A debit balance in column (b) or (g) for any primary account should be shown in parenthesis or designated "Dr."

2. If there is any inconsistency between the credits to the reserve as shown in column (c) and the charges to operating expenses, a full explanation should be given.

3. All credits or debits to the reserve representing amortization other than for defense projects, if a general amortization program has been authorized, should be entered on line 29.

Line No.	Account (a)	Balance at beginning of year (b)		Credits to Reserve During the Year		Debits to Reserve During the Year		Balance at close of year (g)	
				Charges to operating expenses (c)	Other credits (d)	Retirements (e)	Other debits (f)		
1	ROAD								
2	(1) Engineering	46	535	4	651	1	615	49	571
3	(24) Other right-of-way expenditures	21	762	1	982			23	744
4	(3) Grading	127	402	23	817			151	219
5	(5) Tunnels and subways								
6	(6) Bridges, trestles, and culverts	2	025 190	100	610	1	407	2	124 393
7	(7) Elevated structures								
8	(13) Fences, snow sheds, and signs	196	032	*		56		195	976
9	(16) Station and office buildings	237	129	61	419	21	211	244	551
10	(17) Roadway buildings	3	715		891			4	606
11	(18) Water stations	25	713	1	486	19	909	7	290
12	(19) Fuel stations	14	285	1	975			16	260
13	(20) Shops and enginehouses	86	343	20	535			106	878
14	(21) Grain elevators								
15	(22) Storage warehouses								
16	(23) Wharves and docks								
17	(24) Coal and ore wharves								
18	(25) TOFC/COFC terminals	4	384	10	943	32	786	48	113
19	(26) Communication systems	(72	421)	34	405	(56)		(37	960)
20	(27) Signals and interlockers	384	757	25	772	8	519	402	011
21	(29) Power plants	(5	809)		283			(5	527)
22	(31) Power-transmission systems	32	408	11	476			43	884
23	(35) Miscellaneous structures	5	426	1	034			6	460
24	(37) Roadway machines	290	109	\$				290	109
25	(39) Public improvements—Gratuities	264	351	19	122	461		283	012
26	(44) Shop Machinery *	29	873	3	835			33	708
27	(45) Power-plant machinery *	7	056		919			7	975
28	All other road accounts								
29	Amortization (other than defense projects)								
30	Total road	3	724 240	325	155	32	786	53	122 32 786
31	EQUIPMENT								
32	(52) Locomotives	4	847 507	179	776	941	239 + 1 463 348	2	622 696
33	(53) Freight-train cars	5	713 805	1	100 274 + 1 463 348	4	820 325	3	457 102
34	(54) Passenger-train cars								
35	(55) Highway revenue equipment								
36	(56) Floating equipment								
37	(57) Work equipment	136	707	33	635	1	355	169	007
38	(58) Miscellaneous equipment	4	591	2	439	1	698	5	332
39	Total equipment	10	702 610	1	316 124	1	463 348 5 764 597	1	463 348 6 254 137
40	GRAND TOTAL	14	426 850	1	641 279	1	496 134 5 817 719	1	496 134 10 250 410

*Chargeable to account 205.

* No depreciation accrued Interstate Commerce Commission letter, October 25, 1962-File D-L.

No depreciation accrued Interstate Commerce Commission letter, May 9, 1968-File ACV-J.

+ Transfer of reserve Interstate Commerce Commission letter October 4, 1972-File ACV-CAW.

/ Transfer of reserve Interstate Commerce Commission letter April 27, 1972-File ACV-CAW.

LOUISIANA & ARKANSAS RAILWAY COMPANY

218. FUNDED DEBT AND OTHER OBLIGATIONS

Line No.	Name and character of obligation	Nominal date of issue	Date of maturity	INTEREST PROVISIONS		DOES OBLIGATION PROVIDE FOR— (Answer "Yes" or "No")			IS OTHER PROPERTY (REAL OR PERSONAL OR LEASEHOLD) SUBJECT TO LIEN OF THE OBLIGATION? (Answer "Yes" or "No")		APPROXIMATE NUMBER OF MILES OF LINE DIRECTLY SUBJECT TO—	
				Rate percent per annum (current year)	Dates due	Con- version	Call prior to maturity, other than for sinking fund	Sinking fund	First lien	Junior to first lien	First lien	Junior to first lien
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)	
1	764-766 Equipment Obligations											
2	4C Equipment Purchase Agreements											
3												
4	Chemical Bank, New York	5-01-64	5-01-79	4.60	5/1-11/1	No	No	No	No			
5												
6	Chemical Bank, New York	4-01-65	4-01-75	4.55	4/1-10/1	No	No	No	No			
7				4.60								
8				4.625								
9												
10												
11												
12												
13												
14												
15												
16												
17												
18												
19												
20												
21												
22												
23												
24												
25												
26												
27												
28												
29												
30												
31												
32												
33												
34												
35												
36												
37												
38												
39												
40												
41												
42												
43												
44												
45												
46												
47												
48												
49												
50												
51												
52												
53												
54												
55												
56	GRAND TOTAL..								XXXX	XXXX	XXXX	XXXX

218. FUNDED DEBT AND OTHER OBLIGATIONS—Continued

Total amount nominally and actually issued	AMOUNT NOMINALLY ISSUED AND—			AMOUNT REACQUIRED AND—		TOTAL AMOUNT ACTUALLY OUTSTANDING			Line No.
	Held in special funds or in treas- ury or pledged (Identify pledged securities by symbol "P"; matured by symbol "M")	Canceled	Total amount actually issued	Canceled through sinking fund or otherwise canceled (Identify canceled through sinking fund by symbol "S")	Held in special funds or in treas- ury or pledged (Identify pledged securities by symbol "P"; matured by symbol "M")	Unmatured (accounts 766, 768, and 767)	Unmatured (account 764)	Matured and no provision made for payment (account 768)	
(m)	(n)	(o)	(p)	(q)	(r)	(s)	(t)	(u)	
\$	\$	\$	\$	\$	\$	\$	\$	\$	1
									2
									3
2 843 500			2 843 500	1 516 533		1 137 400	189 567		4
									5
7 773 840			7 773 840	5 441 688		1 554 768	777 384		6
									7
									8
									9
									10
									11
									12
									13
									14
									15
									16
									17
									18
									19
									20
									21
									22
									23
									24
									25
									26
									27
									28
									29
									30
									31
									32
									33
									34
									35
									36
									37
									38
									39
									40
									41
									42
									43
									44
									45
									46
									47
									48
									49
									50
									51
									52
									53
									54
									55
10 617 340			10 617 340	6 958 221		2 692 168	966 951		56

LOUISIANA & ARKANSAS RAILWAY COMPANY

218. FUNDED DEBT AND OTHER OBLIGATIONS—Continued

Line No.	Name and character of obligation (List on same lines and in same order as on page 234)		AMOUNT OF INTEREST ACCRUED DURING YEAR										Amount of interest paid during year		Total amount of interest in default			
			Charged to income			Charged to investment accounts												
(a)			(v)			(w)							(z)		(y)			
1			\$			\$							\$			\$		
2	Contract																	
3	Date																	
4	8761	Chemical Bank	5-1-64	63	947								65	401				
5																		
6	8923	Chemical Bank	4-1-65	116	851								125	839				
7																		
8																		
9																		
10																		
11																		
12																		
13																		
14																		
15																		
16																		
17																		
18																		
19																		
20																		
21																		
22																		
23																		
24																		
25																		
26																		
27																		
28																		
29																		
30																		
31																		
32																		
33																		
34																		
35																		
36																		
37																		
38																		
39																		
40																		
41																		
42																		
43																		
44																		
45																		
46																		
47																		
48																		
49																		
50																		
51																		
52																		
53																		
54																		
55																		
56																		
57																		
58																		
59																		
60																		
61																		
62																		
63																		
64																		
65																		
66																		
67																		
68																		
69																		
70																		
71																		
72																		
73																		
74																		
75																		
76																		
77																		
78																		
79																		
80																		
81																		
82																		
83																		
84																		
85																		
86																		
87																		
88																		
89																		
90																		
91																		
92																		
93																		
94																		
95																		
96																		
97																		
98																		
99																		
100																		
101																		
102																		
103																		
104																		
105																		
106																		
107																		
108																		
109																		
110																		
111																		
112																		
113																		
114																		
115																		
116																		
117				</														

218. FUNDED DEBT AND OTHER OBLIGATIONS—Concluded

218. FUNDED DEBT AND OTHER OBLIGATIONS—Concluded																
SECURITIES ISSUED OR ASSUMED DURING YEAR										SECURITIES REACQUIRED DURING YEAR					Line No.	
Purpose of the issue and authority (a)	Par value			Net proceeds received for issue (cash or its equivalent)			Expense of issuing securities			AMOUNT REACQUIRED						
										Par value		Purchase price				
	(aa)			(bb)			(cc)			(dd)		(ee)				
	\$			\$			\$			\$			\$			
Acquisition of Equipment																2
5-1-64										189	567		189	567		3
4-1-65										777	384		777	384		4
																5
																6
																7
																8
																9
																10
																11
																12
																13
																14
																15
																16
																17
																18
																19
																20
																21
																22
																23
																24
																25
																26
																27
																28
																29
																30
																31
																32
																33
																34
																35
																36
																37
																38
																39
																40
																41
																42
																43
																44
																45
																46
																47
																48
																49
																50
																51
																52
																53
																54
																55
GRAND TOTAL										966	951		966	951		56

219. EQUIPMENT COVERED BY EQUIPMENT OBLIGATIONS

Give the particulars called for regarding the equipment obligations included in schedule 218, "Funded Debt and Other Obligations" (accounts Nos. 764, "Equipment obligations and other debt due within 1 year" and 766, "Equipment obligations") at the close of the year. In column (a) show the name by which the equipment obligation is designated and in

column (b) show the classes of equipment and the number of units covered by the obligation. In column (c) show the contract price to the original debtor; in column (d) show the cash paid on acceptance of equipment by the original debtor; do not report the price paid on a subsequent sale and assumption of balance of debt.

Line No.	Designation of equipment obligation (List names in the same order as in schedule 218) (a)	Description of equipment covered (b)	Contract price of equipment acquired (c)		Cash paid on acceptance of equipment (d)	
			\$		\$	
1						
2	Chemical Bank, N.Y.	160 Hopper Cars				
3	Assignee 5-1-64	20 Tank Cars	2,853	771	10	271
4						
5	Chemical Bank, N.Y.	425 Box Cars				
6	Assignee 4-1-65	100 Gondola Cars				
7		110 Hopper Cars				
8		50 Bulkhead Flat Cars	7,773	845		5
9		685				
10						
11						
12						
13						
14						
15						
16						
17						
18						
19						
20						
21						
22						
23						
24						
25						
26						
27						
28						
29						
30						
31						
32						
33						
34						
35						
36						
37						
38						
39						
40						
41						
42						
43						
44						
45						
46						
47						
48						
49						
50						
51						
52						
53						
54						
55						
56						
57						
58						

223. CAPITAL STOCK

Give particulars of the various issues of capital stock of the respondent, distinguishing separate issues of any general class, if different in any respect.

In the second section list particulars of the various issues on the same lines and in the same order as in the first section. Identify the entries in columns (m) to (s), inclusive, in a manner which will indicate whether par value or the number of shares is shown.

In stating the date of an authorization the date of the latest assent or ratification necessary to its validity should be shown; e. g., in case an authorization is required to be ratified by stockholders after action by the board of directors, but is not required to be approved by any State or other governmental board or officer, give the date of approval by stockholders; if the assent

of a State railroad commission or other public board or officer is necessary, give the date of such assent, or if subsequent to such assent notice has to be filed with a secretary of state or other public officer and a tax or other fee has to be paid as a condition precedent to the validity of the issue, give the date of such payment. In case some condition precedent has to be complied with after the approval and ratification of the stockholders has been obtained, state, in a footnote, the particulars of such condition and of the respondent's compliance therewith.

For the purposes of this report, capital stock and other securities are considered to be nominaly issued when certificates are signed and sealed and placed with the proper officer for sale and delivery or are pledged or otherwise placed in some special fund of the respondent. They are considered to be actually

issued when sold to a bona fide purchaser for a valuable consideration, and such purchaser holds them free from control by the respondent. All securities actually issued and not reacquired by or for the respondent are considered to be actually outstanding. If reacquired by or for the respondent under such circumstances as require them to be considered as held alive, and not canceled or retired, they are considered to be nominaly outstanding.

Column (d) refers to the initial preference dividend payable before any common dividend; columns (k) and (l) to participations in excess of initial preference dividend; at a specified percentage or amount (nonpar stock) (column (k)) or a percentage or proportion of the profits (column (l)).

PREFERRED STOCK

Line No.	Class of stock	Date issue was authorized	Par value per share (if non-par, so state)	Dividend rate specified in contract	CUMULATIVE			Noncumulative ("Yes" or "No")	OTHER PROVISIONS OF CONTRACT			
					Total amount of accumulated dividends	To extent earned ("Yes" or "No")	Fixed rate or percent specified by contract		Convertible ("Yes" or "No")	Callable or redeemable ("Yes" or "No")	Fixed amount or percent (Specify)	Fixed ratio with common (Specify)
1	Common	8-27-36	Non-Par									
2												
3												
4	Preferred 6% Series	8-27-36	50	6%	None	No	None	Yes	Yes	Yes	No	No
5	Preferred 4% Series	2-27-36	50	4%	None	No	None	Yes	No	Yes	No	No
6	Prior Preferred 6%											
7	Debenture Cumulative	8-27-36	50	6%	None	No	6%	No	No	Yes	No	No
8												
9												
10	Receipts outstanding for installments paid*											
11												
12												
13	TOTAL				None							

PAR VALUE OF PAR-VALUE STOCK OR NUMBER OF SHARES OF NONPAR STOCK

Line No.	Authorized (m)	Authorized (n)	NOMINALLY ISSUED AND		Actually issued (q)	REACQUIRED AND		Number of shares (s)	Par value of par-value stock (u)	Book value of stock without par value (v)
			Canceled (p)	Held in special funds or otherwise (Specify method, time for removal - "If")		Canceled (r)	Held in special funds or otherwise (Specify method, time for removal - "If")			
1	Sh 210 000	Sh 160 000	None	None	160 000	None	None	160 000	None	4 000 000
2										
3										
4	2 000 000	2 000 000	None	None	2 000 000	None	None	40 000	2 000 000	
5	1 485 200	None	None	None	None	None	None			
6										
7	4 000 000	3 000 000	None	None	3 000 000	None	None	60 000	3 000 000	
8										
9										
10										
11										
12										
13								260 000	5 000 000	4 000 000

*Base the class of capital stock covered by the receipts.

300. INCOME ACCOUNT FOR THE YEAR

1. Give the Income Account of the respondent for the year in accordance with the rules prescribed in the Uniform System of Accounts for Railroad Companies.

2. In column (d) show against the appropriate account the amount of income that is offset by deductions in other income accounts of respondent so far as they relate to companies the operations of which are covered by this operating report, the amount of such deductions or dispositions to be also shown against appropriate accounts. For example, road (A) operates road (B) under lease for a

rental of \$1,000,000, but road (A) owns 80 percent of the stock of road (B) on which it receives \$250,000 in dividends. The entries in column (d) should be: Account No. 617, "Dividend income," \$250,000; Account No. 542, "Rent for leased roads and equipment," \$250,000. Again, if road (C) has issued its own securities to acquire a part or all of the securities of road (D), a separately operated carrier, no entries should be made in column (d) by road (C) even though dividends or interest be received on such securities held by road (C). But if road (D) is a

Line No.	Item	Amount for current year			Amount for preceding year			Offsetting debits and credits for current year		
	(a)	(b)			(c)			(d)		
	ORDINARY ITEMS									
	OPERATING INCOME									
	RAILWAY OPERATING INCOME									
1	(501) Railway operating revenues (p. 69) -----	38	619	557	36	849	520			
2	(531) Railway operating expenses (p. 76) -----	29	351	989	26	578	783			
3	Net revenue from railway operations -----	9	267	568	10	270	737			
4	(532) Railway tax accruals (p. 82) -----	3	092	917	4	200	834			
5	Railway operating income -----	6	174	651	6	069	903			
6	RENT INCOME									
7	(501) Hire of freight cars and highway revenue equipment--									
8	Credit balance (p. 88) -----		22	478		57	472			
9	(504) Rent from locomotives (p. 89) -----									
10	(505) Rent from passenger-train cars (p. 89) -----									
11	(506) Rent from floating equipment -----			162						
12	(507) Rent from work equipment -----		79	060		71	815			
13	(508) Joint facility rent income -----		101	700		129	287			
14	Total rent income -----									
15	RENTS PAYABLE									
16	(536) Hire of freight cars and highway revenue equipment--	3	219	954	2	872	731			
17	Debit balance (p. 88) -----		262	327		268	332			
18	(537) Rent for locomotives (p. 89) -----									
19	(538) Rent for passenger-train cars (p. 89) -----									
20	(539) Rent for floating equipment -----									
21	(540) Rent for work equipment -----		53	702		58	064			
22	(541) Joint facility rents -----		776	665		799	344			
23	Total rents payable -----	4	312	648	3	998	471			
24	Net rents (lines 15, 23) -----	(4)	210	948	(3)	869	184			
25	Net railway operating income (lines 7, 24) -----	1	963	703	2	200	719			
26	OTHER INCOME									
27	(502) Revenues from miscellaneous operations (p. 45) -----			428			428			
28	(509) Income from lease of road and equipment (p. 86) -----		161	401		176	596			
29	(510) Miscellaneous rent income (p. 86) -----			39			562			
30	(511) Income from nonoperating property (p. 45) -----									
31	(512) Separately operated properties--Profit (p. 87) -----		187	282		185	979			
32	(513) Dividend income -----		281	945		522	463			
33	(514) Interest income -----									
34	(516) Income from sinking and other reserve funds -----									
35	(517) Release of premiums on funded debt -----									
36	(518) Contributions from other companies -----									
37	(519) Miscellaneous income (p. 92) -----		250	297		407	639			
38	Total other income -----		881	314	1	293	667			
39	Total income (lines 25, 38) -----	2	845	017	3	494	386			
40	MISCELLANEOUS DEDUCTIONS FROM INCOME									
41	(534) Expenses of miscellaneous operations (p. 45) -----									
42	(535) Taxes on miscellaneous operating property (p. 45) -----									
43	(543) Miscellaneous rents (p. 91) -----		305	851		290	858			
44	(544) Miscellaneous tax accruals (p. 45) -----			330			577			
45	(545) Separately operated properties--Loss (p. 87) -----									
46	(549) Maintenance of investment organization -----									
47	(550) Income transferred to other companies -----									
48	(551) Miscellaneous income charges (p. 92) -----		57	150		17	165			
49	Total miscellaneous deductions -----		363	331		307	446			
50	Income available for fixed charges (lines 39, 49) -----	2	481	686	3	186	940			

300. INCOME ACCOUNT FOR THE YEAR—Continued

"proprietary" company for which no separate operating report is rendered, appropriate entries in column (d) should be made by road (C). If a leased road is assigned to another company for operation, the rent paid should be offset by the rent received. The examples indicated should not be taken to exclude others of a similar nature.

3. Returns for the year reported on lines 1 to 25, inclusive, should be analyzed in columns (e) to (h) in accordance with the Commission's rules governing the separation of operating

expenses between freight and passenger service; railroads.

4. Any unusual accruals involving substantial amounts included in column (b) on lines 9 to 25, inclusive, should be fully explained in a footnote.

5. All contra entries hereunder should be indicated in parenthesis.

RAIL LINE, INCLUDING WATER TRANSFERS																				Other items not related to either freight or to passenger and allied services			Line No.
Related solely to freight service (e)			Apportioned to freight service (f)			Total freight service (g)			Related solely to passenger and allied services (h)			Apportioned to passenger and allied services (i)			Total passenger service (j)			(k)					
\$			\$			\$			\$			\$			\$			\$					
xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	1		
xx	xx	xx	xx	xx	xx	38	619	557	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	2		
			xx	xx	xx	29	351	989				xx	xx	xx							3		
xx	xx	xx	xx	xx	xx	9	267	568	xx	xx	xx	xx	xx	xx							4		
						3	092	917													5		
xx	xx	xx	xx	xx	xx	6	174	651	xx	xx	xx	xx	xx	xx							6		
xx	xx	xx	xx	xx	xx				xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	7		
						22	478														8		
																					9		
								162													10		
						79	060														11		
xx	xx	xx	xx	xx	xx	101	700		xx	xx	xx	xx	xx	xx							12		
xx	xx	xx	xx	xx	xx	3	219	954	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	13		
						262	327														14		
																					15		
						53	702														16		
						776	665														17		
xx	xx	xx	xx	xx	xx	4	312	648	xx	xx	xx	xx	xx	xx							18		
xx	xx	xx	xx	xx	xx	(	4	210	948)	xx	xx	xx	xx	xx							19		
xx	xx	xx	xx	xx	xx	1	963	703	xx	xx	xx	xx	xx	xx							20		

If this report is made for a system, list hereunder the names of all companies included in the system returns:

300. INCOME ACCOUNT FOR THE YEAR—Concluded

Line No.	Item (a)	Amount for current year (b)			Amount for preceding year (c)			Offsetting debits and credits for current year (d)		
		\$			\$			\$		
81	FIXED CHARGES	xx	xx	xx	xx	xx	xx	xx	xx	xx
82	(542) Rent for leased roads and equipment (p. 90).....		67	807		39	484			
83	(546) Interest on funded debt:	xx	xx	xx	xx	xx	xx	xx	xx	xx
84	(a) Fixed interest not in default.....		180	798		233	823			
85	(b) Interest in default.....									
86	(547) Interest on unfunded debt.....									
87	(548) Amortization of discount on funded debt.....		3	147		3	147			
88	Total fixed charges.....		251	752		276	454			
89	Income after fixed charges (lines 80, 88).....		2	229		2	910			
90	OTHER DEDUCTIONS	xx	xx	xx	xx	xx	xx	xx	xx	xx
91	(546) Interest on funded debt:	xx	xx	xx	xx	xx	xx	xx	xx	xx
92	(c) Contingent interest.....									
93	Ordinary income (lines 89, 92).....		2	229		2	910			
94	EXTRAORDINARY AND PRIOR PERIOD ITEMS	xx	xx	xx	xx	xx	xx	xx	xx	xx
95	(570) Extraordinary items — Net Credit (Debit)(p. 92).....									
96	(580) Prior period items — Net Credit (Debit)(p. 92).....									
97	(590) Federal income taxes on extraordinary and prior period items— Debit (Credit)(p. 92).....									
98	Total extraordinary and prior period items — Credit (Debit)....									
99	Net income transferred to Retained Income-Unappropriated (lines 93, 98).....		2	229		2	910			

NOTE.—See page 301B for explanatory notes, which are an integral part of the Income Account for the Year.

NOTES AND REMARKS

305. RETAINED INCOME—UNAPPROPRIATED

1. Show hereunder the items of the Retained Income Accounts of the respondent for the year, classified in accordance with the Uniform System of Accounts for Railroad Companies.

2. All contra entries hereunder should be indicated in parentheses.

3. Indicate under "Remarks" the amount of assigned Federal income tax consequences, accounts 606 and 616.

Line No	Item (a)	Amount (b)			Remarks (c)
	CREDITS				
1	(602) Credit balance transferred from Income (p. 66) -----	\$	2 229	934	
2	(606) Other credits to retained income -----				Net of Federal income taxes ----- \$ <u>None</u>
3	(622) Appropriations released -----				
4	Total -----		2 229	934	
	DEBITS				
5	(612) Debit balance transferred from Income (p. 66) -----				
6	(616) Other debits to retained income -----				Net of Federal income taxes ----- \$ <u>None</u>
7	(620) Appropriations for sinking and other reserve funds -----				
8	(621) Appropriations for other purposes -----				
9	(623) Dividends (p. 68) -----		1 300	000	
10	Total -----		1 300	000	
11	Net increase during year* -----		929	934	
12	Balance at beginning of year (p. 11)* -----		60 202	364	
13	Balance at end of year (carried to p. 11)* -----		61 132	298	

* Amount in parentheses indicates debit balance.

Note.—See p. 92, schedule 396, for analysis of Retained Income accounts.

308. DIVIDEND APPROPRIATIONS

1. Give particulars of each dividend declared. For par value or nonpar stock, show in column (d) the respective total par value or total number of shares on which dividend was declared and the corresponding rate percent or per share in column (b) or (c). If any such dividend was payable in anything other than cash, explain the matter fully in a footnote.

replenishing the treasury of the respondent after payment of any dividend, give full particulars in a footnote. If any class of stock received a return not reportable in this schedule, state the particulars of the case in a footnote.

2. If an obligation of any character has been incurred for the purpose of procuring funds for the payment of any dividend or for the purpose of

3. The sum of the dividends stated in column (e) should equal the amount shown in schedule No. 305.

Line No.	Name of security on which dividend was declared (a)	Rate percent (par value stock) or rate per share (nonpar stock)		Total par value of stock or total number of shares of nonpar stock on which dividend was declared (d)	Dividends (account 623) (e)	DATES	
		Regular (b)	Extra (c)			Declared (f)	Payable (g)
41	Preferred Stock	1-1/2%		\$ 2 000 000	\$ 30 000	6-08-71	4-01-72
42	" "	1-1/2%		2 000 000	30 000	6-15-72	7-01-72
43	" "	1-1/2%		2 000 000	30 000	6-15-72	10-01-72
44	" "	1-1/2%		2 000 000	30 000	6-15-72	1-01-73
45	Prior Preferred Stock	1-1/2%		3 000 000	45 000	6-08-71	4-01-72
46	" "	1-1/2%		3 000 000	45 000	6-15-72	7-01-72
47	" "	1-1/2%		3 000 000	45 000	6-15-72	10-01-72
48	" "	1-1/2%		3 000 000	45 000	6-15-72	1-01-73
49	Common Stock			160,000 Shares	1 000 000	6-15-72	6-30-72
50							
51							
52							
53					1 300 000		

101. IDENTITY OF RESPONDENT

Answers to the questions asked should be made in full, without reference to data returned on the corresponding page of previous reports. In case any changes of the nature referred to under inquiry 4 or 5 on this page have taken place during the year covered by this report, they should be explained in detail on page 128.

1. Give in full the exact name of the respondent. Use the words "The" and "Company" only when they are parts of the corporate name. Be careful to distinguish between railroad and railway. The corporate name should be given uniformly throughout the report, notably on the cover, on the title page, and in the "Verification" (p. 129). If the report is made by receivers, trustees, a committee of bondholders, or individuals otherwise in possession of the property, state names and facts with precision.

2. If incorporated under a special charter, give date of passage of the act; if under a general law, give date of filing certificate of organization; if a reorganization has been effected, give date of reorganization. If a receivership or other trust, give also date when such receivership or other

possession began. If a partnership, give date of formation and also names in full of present partners.

3. Give specific reference to laws of each State or Territory under which organized, citing chapter and section. Include all grants of corporate powers by the United States, or by Canada or other foreign country; also, all amendments to charter.

4. Give specific reference to special or general laws under which each consolidation or merger or combination of other form was effected, citing chapter and section. Specify Government, State, or Territory under the laws of which each company consolidated or merged or otherwise combined into the present company was organized; give reference to the charters of each and to all amendments of them.

5. State the occasion for the reorganization, whether by reason of foreclosure of mortgage or otherwise, according to the fact. Give date of organization of original corporation and refer to laws under which organized.

1. Exact name of common carrier making this report

The Arkansas Western Railway Company

2. Date of incorporation

May 13, 1904

3. Under laws of what Government, State, or Territory organized? If more than one, name all. Give specific reference to each charter or statute and all amendments thereof, effected during the year. If previously effected, show the year(s) of the report(s) setting forth details. If in bankruptcy, give court of jurisdiction and dates of beginning of receivership or trusteeship and of appointment of receivers or trustees.

Laws of Arkansas as shown in Chapter 133 Kirbys Digest of Arkansas Statutes

4. If the respondent was formed as the result of a consolidation or merger during the year, name all constituent and all merged companies

No change during year

5. If respondent was reorganized during the year, give name of original corporation and state the occasion for the reorganization

No change during year

6. State whether or not the respondent during the year conducted any part of its business under a name or names other than that shown in response to inquiry No. 1, above; if so, give full particulars

No change during year

7. Class of switching and terminal company
(See section No. 7 on inside of front cover)

Class II Railroad

1. Give particulars of the various directors and officers of the respondent at the close of the year.

2. State in column (c) of schedule No. 102 and column (d) of schedule No. 103, the number of voting shares of the respondent, other than directors' qualifying shares, that were beneficially owned, directly or indirectly, by each director or principal general officer at the close of the year. This includes shares owned of record, shares owned through holding companies, trusts or other mediums, and shares owned but held in the names of brokers or other nominees. Insert the word "None" where applicable.

3. In schedule No. 103 give the title, name, and address of the principal general officers having system jurisdiction by departments, as follows: Executive, Legal, Fiscal and Accounting, Purchasing, Operating, and Traffic. If there are receivers, trustees, or committees, who are recognized as in the controlling management of the road or of some department of it, give also their names and titles, and the location of their offices, separately grouped and identified.

4. If the duties of an officer extend to more than one department, or if his duties are not in accordance with the customary acceptance of his given title, state briefly the facts in a footnote.

102. DIRECTORS

Line No.	Name of director (a)	Office address (b)	Date of beginning of term (c)	Date of expiration of term (d)	Number of voting shares actually or beneficially owned (e)	Remarks (f)
1	W. N. Deramus III	Kansas City, Missouri	5-17-72	5-22-73	1	
2	L. O. Frith	Kansas City, Missouri	"	"	1	
3	T. A. Giltner	Kansas City, Missouri	"	"	1	
4	G. E. Kellogg	Kansas City, Missouri	"	"	1	
5	R. J. Blair	Kansas City, Missouri	"	"	1	
6	C. C. Davis	Fort Smith, Arkansas	"	"	1	
7	Frank Dyke	Fort Smith, Arkansas	"	"	1	
8	C. B. Marrs	Fort Smith, Arkansas	"	"	1	
9	W. A. McKeown	Waldron, Arkansas	"	"	1	
10						
11						
12						
13						
14						
15						
16						
17						
18						
19						
20						

21. Give the names and titles of all officers of the Board of Directors in control of the respondent at the close of the year:

Chairman of board _____

Secretary (or clerk) of board _____

22. Name the members of the executive committee of the Board of Directors of the respondent at the close of the year (naming first the chairman), and state briefly the powers and duties of that committee:

103. PRINCIPAL GENERAL OFFICERS OF CORPORATION, RECEIVER, OR TRUSTEE

Line No.	Title of general officer (a)	Department or departments over which jurisdiction is exercised (b)	Name of person holding office at close of year (c)	Number of voting shares actually or beneficially owned (d)	Office address (e)
	GENERAL OFFICERS OF CORPORATION				
21	President		W. N. Deramus III	1	Kansas City, Missouri
22	Vice President		L. O. Frith	1	Kansas City, Missouri
23	Secretary		G. E. Kellogg	1	Kansas City, Missouri
24	Treasurer		V. C. Pragman		Kansas City, Missouri
25	Auditor		T. A. Giltner	1	Kansas City, Missouri
26	General Counsel		R. E. Zimmerman		Kansas City, Missouri
27	Vice President		M. F. McClain		Kansas City, Missouri
28					
29					
30					
31					
32					
33					
34					
35					
36					
37					
38					
39					
40					
41					
42					
43					
44					
45					
46					
47					
48					
49					
50					
51					
52					
53					
54					

10. D. COMPANIES CONTROLLING RESPONDENT

1. Enter in column (a) the names of all companies controlling the respondent. Commence with the company which is most remote followed by the company immediately controlled by it. If control over the respondent or control over an intermediary through which respondent is controlled has changed during the year, indicate by footnote the date and manner in which control was established such as exchange of stock, exchange of assets for stock, cash purchase, etc.
2. In column (b) indicate the principal business activity of the companies listed in column (a) such as transportation, manufacturing, investments, etc.
3. In column (c) indicate the form of control exercised by the company immediately controlled by it.
4. In column (d) indicate the extent of control. If control cannot be expressed by percentage of voting stock ownership, explain in detail by footnote.

Line No.	Name of Controlling Company or Individual (a)	Principal Business Activity (b)	Form of Control (c)	Extent of Control (d)
1	The Kansas City Southern Railway Company	Railroad	Stock Ownership	100%
2				
3				
4				
5				
6				
7				
8				
9				
10				
11				
12				
13				
14				
15				
16				
17				
18				
19				
20				

108 STOCKHOLDERS REPORTS

1. The respondent is required to send to the Bureau of Accounts, immediately upon preparation, two copies of its latest annual report to stockholders. Check appropriate box:

☐ Two copies are attached to this report.

☐ Two copies will be submitted _____ (date)

☒ No annual report to stockholders is prepared.

The Arkansas Western Railway Company is a wholly owned subsidiary of The Kansas City Southern Railway Company and its annual report is included with parent company in report to Stockholders.

109. VOTING POWERS AND ELECTIONS

1. State the par value of each share of stock: Common, \$ 100 per share; first preferred, \$ per share; second preferred, \$ per share; debenture stock, \$ per share.
2. State whether or not each share of stock has the right to one vote; if not, give full particulars in a footnote It has
3. Are voting rights proportional to holdings? If not, state in a footnote the relation between holdings and corresponding voting rights.
4. Are voting rights attached to any securities other than stock? If so, name in a footnote each security, other than stock, to which voting rights are attached (as of the close of the year), and state in detail the relation between holdings and corresponding voting rights, stating whether voting rights are actual or contingent, and if contingent showing the contingency.
5. Has any class or issue of securities any special privileges in the election of directors, trustees, or managers, or in the determination of corporate action by any method? No If so, describe fully in a footnote each such class or issue and give a succinct statement showing clearly the character and extent of such privileges.
6. Give the date of the latest closing of the stock book prior to the actual filing of this report, and state the purpose of such closing Not closed during year
7. State the total voting power of all security holders of the respondent at the date of such closing, if within one year of the date of such filing; if not, state as of the close of the year. 6,500 votes, as of December 31, 1972 (Date)
8. State the total number of stockholders of record, as of the date shown in answer to inquiry No. 7. One stockholders.
9. Give the names of the thirty security holders of the respondent who, at the date of the latest closing of the stock book or compilation of list of stockholders of the respondent (if within 1 year prior to the actual filing of this report), had the highest voting powers in the respondent, showing for each his address, the number of votes which he would have had a right to cast on that date had a meeting then been in order, and the classification of the number of votes to which he was entitled, with respect to securities held by him, such securities being classified as common stock, second preferred stock, first preferred stock, and other securities, stating in a footnote the names of such other securities (if any). If any such holder held in trust, give (in a footnote) the particulars of the trust. In the case of voting trust agreements give, as supplemental information on page 13, the names and addresses of the thirty largest holders of the voting trust certificates and the amount of their individual holdings. If the stock book was not closed or the list of stockholders compiled within such year, show such thirty security holders as of the close of the year.

Line No	Name of security holder	Address of security holder	Number of votes to which security holder was entitled	NUMBER OF VOTES, CLASSIFIED WITH RESPECT TO SECURITIES ON WHICH BASED				Other securities with voting power
				Common	PREFERRED			
	(a)	(b)	(c)	(d)	Second (e)	First (f)		(g)
1	The Kansas City Southern							
2	Railway Company	Kansas City, Missouri	6,500	6,500				
3								
4								
5								
6								
7								
8								
9								
10								
11								
12								
13								
14								
15								
16								
17								
18								
19								
20								
21								
22								
23								
24								
25								
26								
27								
28								
29								
30								

10. State the total number of votes cast at the latest general meeting for the election of directors of the respondent. 6,500 votes cast.
11. Give the date of such meeting May 16, 1972
12. Give the place of such meeting Kansas City, Missouri

THE ARKANSAS WESTERN RAILWAY COMPANY

200A. COMPARATIVE GENERAL BALANCE SHEET—ASSETS

For instructions covering this schedule, see the text pertaining to General Balance Sheet Accounts in the Uniform System of Accounts for Railroad Companies. The entries in this balance sheet should be consistent with those in the supporting schedules on the pages indicated. The entries in column (c) should be restated to conform with the account-

ing requirements followed in column (b). The entries in the short column (a2) should be deducted from those in column (a1) in order to obtain corresponding entries for column (b). All contra entries hereunder should be indicated in parenthesis.

Line No.	Account or Item (a)	Balance at close of year (b)		Balance at beginning of year (c)	
CURRENT ASSETS					
1	(701) Cash.....	\$	19 588	\$	12 677
2	(702) Temporary cash investments (p. 15)		245 000		240 000
3	(703) Special deposits (p. 15)				
4	(704) Loans and notes receivable (p. 15)				
5	(705) Traffic and car-service balances—Debit.....				
6	(706) Net balance receivable from agents and conductors.....		1 777		589
7	(707) Miscellaneous accounts receivable.....		125		
8	(708) Interest and dividends receivable.....		478		538
9	(709) Accrued accounts receivable (p. 15)		16 711		1 948
10	(710) Working fund advances.....				
11	(711) Prepayments (p. 15)				
12	(712) Material and supplies.....				
13	(713) Other current assets (p. 15)	(	121)		755
14	Total current assets.....		283 558		256 507
SPECIAL FUNDS					
		(a1) Total book assets at close of year	(a2) Respondent's own less included in (a1)		
15	(715) Sinking funds (pp. 16 and 17)				
16	(716) Capital and other reserve funds (pp. 16 and 17)				
17	(717) Insurance and other funds (pp. 16 and 17)				
18	Total special funds.....				
INVESTMENTS					
19	(721) Investments in affiliated companies (pp. 20-23)				
20	(722) Other investments (pp. 20-23)				
21	(723) Reserve for adjustment of investment in securities—Credit (p. 19, Instruction 9)				
22	Total investments (accounts 721, 722 and 723).....				
PROPERTIES					
23	(731) Road and equipment property (pp. 30-32)		466 101		464 694
24	Road.....	\$	445 489		
25	Equipment.....				
26	General expenditures.....		17 755		
27	Other elements of investment.....				
28	Construction work in progress.....		2 857		
29	(732) Improvements on leased property (pp. 30-32)				
30	Road.....	\$			
31	Equipment.....				
32	General expenditures.....				
33	Total transportation property (accounts 731 and 732).....		466 101		464 694
34	(735) Accrued depreciation—Road and Equipment (pp. 36 and 38)	(	50 315)	(	49 641)
35	(736) Amortization of defense projects—Road and Equipment (p. 39)				
36	Recorded depreciation and amortization (accounts 735 and 736)	(	50 315)	(	49 641)
37	Total transportation property less recorded depreciation and amortization (line 33 less line 36).....		415 786		415 053
38	(737) Miscellaneous physical property (pp. 44 and 45)		70		70
39	(738) Accrued depreciation—Miscellaneous physical property (pp. 44 and 45)				
40	Miscellaneous physical property less recorded depreciation (account 737 less 738)		70		70
41	Total properties less recorded depreciation and amortization (line 37 plus line 40).....		415 856		415 123
OTHER ASSETS AND DEFERRED CHARGES					
42	(741) Other assets (p. 46)				
43	(742) Unamortized discount on long-term debt.....				
44	(743) Other deferred charges (p. 46)		438		1 013
45	Total other assets and deferred charges.....		438		1 013
46	TOTAL ASSETS.....		699 852		672 643

NOTE.—See page 12 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

200L. COMPARATIVE GENERAL BALANCE SHEET—LIABILITIES AND SHAREHOLDERS' EQUITY

For instructions covering this schedule, see the text pertaining to General Balance Sheet Accounts in the Uniform System of Accounts for Railroad Companies. The entries in this balance sheet should be consistent with those in the supporting schedules on the pages indicated. The entries in column (c) should be restated to conform with the accounting requirements followed

in column (b). The entries in short column (a1) should reflect total book liability at close of year. The entries in the short column (a2) should be deducted from those in column (a1) in order to obtain corresponding entries for column (b). All contra entries hereunder should be indicated in parenthesis.

Line No.	Account or item (a)	Balance at close of year (b)	Balance at beginning of year (c)
CURRENT LIABILITIES			
47	(751) Loans and notes payable (p. 55)		
48	(752) Traffic and car-service balances—Credit	841	1 454
49	(753) Audited accounts and wages payable	152 164	9 238
50	(754) Miscellaneous accounts payable	101	
51	(755) Interest matured unpaid		
52	(756) Dividends matured unpaid		
53	(757) Unmatured interest accrued		
54	(758) Unmatured dividends declared		
55	(759) Accrued accounts payable (p. 55)		
56	(760) Federal income taxes accrued (p. 56)	870	1 575
57	(761) Other taxes accrued (p. 56)	4 240	4 186
58	(763) Other current liabilities (p. 55)	4 837	10 009
59	Total current liabilities (exclusive of long-term debt due within one year)	163 054	6 444
LONG-TERM DEBT DUE WITHIN ONE YEAR			
	(a1) Total issued (a2) Held by or for respondent		
60	(764) Equipment obligations and other debt (pp. 48-51)		
LONG-TERM DEBT DUE AFTER ONE YEAR			
	(a1) Total issued (a2) Held by or for respondent		
61	(765) Funded debt unmatured	1,075,000	1 075 000
62	(766) Equipment obligations		
63	(767) Receivers' and Trustees' securities		
64	(768) Debt in default		
65	(769) Amounts payable to affiliated companies (p. 54)	4 251 789	4 251 789
66	Total long-term debt due after one year	5 326 789	5 326 789
RESERVES			
67	(771) Pension and welfare reserves (p. 57)		
68	(772) Insurance reserves (p. 57)		
69	(774) Casualty and other reserves (p. 57)	2 000	
70	Total reserves	2 000	
OTHER LIABILITIES AND DEFERRED CREDITS			
71	(781) Interest in default (p. 50)		
72	(782) Other liabilities (p. 57)	8 045	10 513
73	(783) Unamortized premium on long-term debt		
74	(784) Other deferred credits (p. 57)	2 193	812
75	(785) Accrued depreciation—Leased property (p. 37)		
76	Total other liabilities and deferred credits	10 238	11 325
SHAREHOLDERS' EQUITY			
<i>Capital stock (Par or stated value)</i>			
	(a1) Total issued (a2) Held by or for company		
77	(791) Capital stock issued—Total	650 000	650 000
78	Common stock (p. 59)	650 000	650 000
79	Preferred stock (p. 59)		
80	(792) Stock liability for conversion (p. 60)		
81	(793) Discount on capital stock		
82	Total capital stock	650 000	650 000
<i>Capital surplus</i>			
83	(794) Premiums and assessments on capital stock (p. 61)		
84	(795) Paid-in surplus (p. 61)		
85	(796) Other capital surplus (p. 61)		
86	Total capital surplus		
<i>Retained income</i>			
87	(797) Retained income—Appropriated (p. 61)		
88	(798) Retained income—Unappropriated (p. 68)	5 452 229	5 321 915
89	Total retained income	5 452 229	5 321 915
90	Total shareholders' equity	4 802 229	4 671 915
91	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	699 852	672 643

NOTE—See page 12 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

THE ARKANSAS WESTERN RAILWAY COMPANY

1302. DEPRECIATION BASE AND RATES—ROAD AND EQUIPMENT OWNED AND USED AND LEASED FROM OTHERS

1. Show in columns (b) and (e), for each primary account, the depreciation base used in computing the depreciation charges for the month of January and in columns (c) and (f) show the depreciation base used in computing the depreciation charges for the month of December; in columns (d) and (g) show the composite rates used in computing the depreciation charges for the month of December, and on lines 30 and 39 of these columns show the composite percentage for all road and equipment accounts, respectively, ascertained by applying the primary account composite rates to the depreciation base used in computing the charges for December and dividing the total so computed by the total depreciation base for the same month. The depreciation base should not include the cost of equipment, used but not owned, when the rents therefor are included in the rent for equipment accounts Nos. 536 to 540, inclusive. It should include the cost of equipment owned and leased to others when the rents therefrom are included in the rent for equipment accounts Nos. 503 to 507, inclusive. The composite rates used should be those prescribed or otherwise authorized by the Commission, except that where the use of component rates has been authorized, the com-

posite rates to be shown for the respective primary accounts should be re-computed from the December charges developed by the use of the authorized rates. If any changes in rates were effective during the year, give full particulars in a footnote.

2. All leased properties may be combined and one composite rate computed for each primary account, or a separate schedule may be included for each such property.

3. Show in columns (e), (f), and (g), data applicable to property, used but not owned, when the rent therefor is included in account No. 642. Report data applicable to improvements to such property, the cost of which is included in account 732, in columns (b), (c) and (d).

4. If the depreciation base for accounts 1, 2½, 3, 5, and 39 includes non-depreciable property, a statement to that effect should be made in a footnote.

5. If depreciation accruals have been discontinued for any account, the depreciation base should be reported nevertheless in support of depreciation reserves. Authority for the discontinuance of accruals should be shown in a footnote indicating the account(s) affected.

Line No.	Account (a)	OWNED AND USED			LEASED FROM OTHERS		
		DEPRECIATION BASE		Annual composite rate (percent) (d)	DEPRECIATION BASE		Annual composite rate (percent) (g)
		At beginning of year (b)	At close of year (c)		At beginning of year (e)	At close of year (f)	
1	ROAD						
2	(1) Engineering	15 756	15 636	60			
3	(24) Other right-of-way expenditures						
4	(3) Grading	67 400	66 979	12			
5	(5) Tunnels and subways						
6	(6) Bridges, trestles, and culverts	48 356	47 813	3 10			
7	(7) Elevated structures						
8	(13) Fences, snowsheds, and signs	7 815	7 815	4 55			
9	(16) Station and office buildings	6 733	6 733	2 05			
10	(17) Roadway buildings	1 393	1 393	2 80			
11	(18) Water stations						
12	(19) Fuel stations						
13	(20) Shops and enginehouses						
14	(21) Grain elevators						
15	(22) Storage warehouses						
16	(23) Wharves and docks						
17	(24) Coal and ore wharves						
18	(25) TOFC/COFC terminals						
19	(26) Communication systems						
20	(27) Signals and interlockers						
21	(29) Power plants						
22	(31) Power-transmission systems						
23	(35) Miscellaneous structures						
24	(37) Roadway machines	48	48	9 60			
25	(39) Public improvements—Construction	1 829	1 826	3 38			
26	(44) Shop machinery						
27	(45) Power-plant machinery						
28	All other road accounts						
29	Amortization (other than defense projects)						
30	Total road	149 330	148 243	1 21			
31	EQUIPMENT						
32	(52) Locomotives						
33	(53) Freight-train cars						
34	(54) Passenger-train cars						
35	(55) Highway revenue equipment						
36	(56) Floating equipment						
37	(57) Work equipment						
38	(58) Miscellaneous equipment						
39	Total equipment						
40	GRAND TOTAL	149 330	148 243	xx xx			xx xx

1501. DEPRECIATION RESERVE—ROAD AND EQUIPMENT OWNED AND USED

1. Give the particulars called for hereunder with respect to credits and debits to account No. 735, "Accrued depreciation—Road and Equipment," during the year relating to road and equipment owned and used. This schedule should not include any entries for depreciation of equipment, used but not owned, when the rents therefor are included in the rent for equipment accounts Nos. 536 to 540, inclusive. It should include entries for depreciation of equipment owned but not used when the rents therefrom are included in the rent for equipment accounts Nos. 503 to 507, inclusive. (See schedule 1502 for the reserve relating to road and equipment owned but not used by the respondent.) If any

entries are made for "Other credits" or "Other debits," state the facts occasioning such entries. A debit balance in column (b) or (g) for any primary account should be shown in red or designated "Dr."

2. If there is any inconsistency between the credits to the reserve as shown in column (c) and the charges to operating expenses, a full explanation should be given.

3. All credits or debits to the reserve representing amortization other than for defense projects, if a general amortization program has been authorized, should be entered on line 29.

Line No.	Account (a)	Balance at beginning of year (b)		Credits to Reserve During the Year		Debits to Reserve During the Year		Balance at close of year (g)	
				Charges to operating expenses (c)	Other credits (d)	Retirements (e)	Other debits (f)		
		\$		\$	\$	\$	\$	\$	
1	ROAD								
2	(1) Engineering	(	112)	94		176		(	194)
3	(24) Other right-of-way expenditures		17						17
4	(3) Grading	(	18 511)	81		405		(	18 835)
5	(5) Tunnels and subways								
6	(6) Bridges, trestles, and culverts		31 374	1 488		543			32 319
7	(7) Elevated structures								
8	(13) Fences, snowsheds, and signs		7 815						7 815
9	(16) Station and office buildings		3 515	138					3 653
10	(17) Roadway buildings		1 393						1 393
11	(18) Water stations								
12	(19) Fuel stations								
13	(20) Shops and enginehouses								
14	(21) Grain elevators								
15	(22) Storage warehouses								
16	(23) Wharves and docks								
17	(24) Coal and ore wharves								
18	(25) TOFC/COFC terminals								
19	(26) Communication systems	(	1 417)					(	1 417)
20	(27) Signals and interlockers								
21	(29) Power plants								
22	(31) Power-transmission systems								
23	(35) Miscellaneous structures								
24	(37) Roadway machines		211	*					211
25	(39) Public improvements—Construction		1 813	*			3		1 810
26	(44) Shop machinery*								
27	(45) Power-plant machinery*								
28	All other road accounts								
29	Amortization (other than defense projects)		23 543						23 543
30	Total road		49 641	1 801		1 127			50 315
31	EQUIPMENT								
32	(52) Locomotives								
33	(53) Freight-train cars								
34	(54) Passenger-train cars								
35	(55) Highway revenue equipment								
36	(56) Floating equipment								
37	(57) Work equipment								
38	(58) Miscellaneous equipment								
39	Total equipment								
40	GRAND TOTAL		49 641	1 801		1 127			50 315

*Chargeable to account 2222.

* Ceased accruing depreciation per letter of Mr. M. Paolo, Director, I.C.C. dated April 30, 1970.

File ACV-MEB.

1901. INCOME ACCOUNT FOR THE YEAR

1. Give the Income Account of the respondent for the year in accordance with the rules prescribed in the Uniform System of Accounts for Railroad Companies. All contra entries hereunder should be indicated in parentheses.

2. Any unusual accruals involving substantial amounts included in columns (b) and (d) on lines 9 to 63, inclusive, should be fully explained in a footnote.

3. Give the particulars called for on lines 71 to 92, inclusive, with respect to net accruals of taxes on railway property and U.S. Government taxes. Substantial adjustments included in the amounts reported should be explained.

4. On page 21A show an analysis and distribution of Federal income taxes.

Line No.	Item (a)	Amount applicable to the year (b)			Line No.	Item (c)	Amount applicable to the year (d)		
		\$	xx	xx			\$	xx	xx
1	ORDINARY ITEMS				51	FIXED CHARGES			
2	RAILWAY OPERATING INCOME				52	(542) Rent for leased roads and equipment (p. 27).....			
3	(501) Railway operating revenues (p. 23).....		201	950	53	(546) Interest on funded debt:			
4	(531) Railway operating expenses (p. 24).....		285	606	54	(a) Fixed interest not in default.....			
5	Net revenue from railway operations.....		83	656	55	(b) Interest in default.....			
6	(532) Railway tax accruals.....		19	339	56	(547) Interest on unfunded debt.....			
7	Railway operating income.....		102	995	57	(548) Amortization of discount on funded debt.....			
8	RENT INCOME				58	Total fixed charges.....		130	314
9	(503) Hire of freight cars and highway revenue freight equipment—Credit balance.....				59	Income after fixed charges (lines 50, 58).....			
10	(504) Rent from locomotives.....				60	OTHER DEDUCTIONS			
11	(505) Rent from passenger-train cars.....				61	(546) Interest on funded debt:			
12	(506) Rent from floating equipment.....				62	(c) Contingent interest.....		130	314
13	(507) Rent from work equipment.....				63	Ordinary income (lines 59, 62).....			
14	(508) Joint facility rent income.....								
15	Total rent income.....				64	EXTRAORDINARY AND PRIOR PERIOD ITEMS			
16	RENTS PAYABLE				65	(570) Extraordinary items - Net Cr. (Dr.) (p. 21B).....			
17	(536) Hire of freight cars and highway revenue freight equipment—Debit balance.....		38	805	66	(580) Prior period items - Net Cr. (Dr.) (p. 21B).....			
18	(537) Rent for locomotives.....		1	298	67	(590) Federal income taxes on extraordinary and prior period items - Debit (Credit) (p. 21B).....			
19	(538) Rent for passenger-train cars.....				68	Total extraordinary and prior period items - Cr. (Dr.).....			
20	(539) Rent for floating equipment.....				69	Net income transferred to Retained Income.....		130	314
21	(540) Rent for work equipment.....					Unappropriated.....			
22	(541) Joint facility rents.....		40	103	70	ANALYSIS OF ACCOUNT 532, RAILWAY TAX ACCRUALS			
23	Total rents payable.....		40	103	71	United States Government taxes:			
24	Net rents (lines 15, 23).....				72	Income taxes.....			
25	Net railway operating income (lines 7, 24).....		143	098	73	Old age retirement.....		9	970
26	OTHER INCOME				74	Unemployment insurance.....		3	021
27	(502) Revenue from miscellaneous operations (p. 24).....				75	All other United States taxes.....			
28	(509) Income from lease of road and equipment (p. 27).....		1	792	76	Total—U.S. Government taxes.....		12	991
29	(510) Miscellaneous rent income (p. 25).....				77	Other than U.S. Government taxes:			
30	(511) Income from nonoperating property (p. 26).....				78	Arkansas.....		3	667
31	(512) Separately operated properties—Profit.....				79	Oklahoma.....		2	681
32	(513) Dividend income.....				80				
33	(514) Interest income.....		11	050	81				
34	(516) Income from sinking and other reserve funds.....				82				
35	(517) Release of premiums on funded debt.....				83				
36	(518) Contributions from other companies (p. 27).....				84				
37	(519) Miscellaneous income (p. 28).....		12	842	85				
38	Total other income.....		130	256	86				
39	Total income (lines 25, 38).....				87				
40	MISCELLANEOUS DEDUCTIONS FROM INCOME				88				
41	(534) Expenses of miscellaneous operations (p. 24).....				89				
42	(535) Tax on miscellaneous operating property (p. 24).....				90				
43	(543) Miscellaneous rents (p. 25).....			11	91	Total—Other than U.S. Government taxes.....		6	348
44	(544) Miscellaneous tax accruals.....				92	Grand Total—Railway tax accruals (account 532).....		19	339
45	(545) Separately operated properties—Loss.....								
46	(549) Maintenance of investment organization.....								
47	(550) Income transferred to other companies (p. 27).....			47					
48	(551) Miscellaneous income charges (p. 28).....			58					
49	Total miscellaneous deductions.....		130	314					
50	Income available for fixed charges (lines 39, 49).....								

*Enter name of State.

NOTE.—See page 21B for explanatory notes, which are an integral part of the Income Account for the Year.

1901. RETAINED INCOME—UNAPPROPRIATED

1. Show hereunder the items of the Retained Income Accounts of the respondent for the year, classified in accordance with the Uniform System of Accounts for Railroad Companies.

2. All contra entries hereunder should be indicated in parentheses.

3. Indicate under "Remarks" the amount of assigned Federal income tax consequences, accounts 606 and 616.

Line No.	Item (a)	Amount (b)			Remarks (c)
	CREDITS	\$			
1	(602) Credit balance transferred from Income (p. 21)-----				
2	(606) Other credits to retained income†-----				Net of Federal income taxes \$ <u>None</u>
3	(622) Appropriations released-----				
4	Total-----				
	DEBITS				
5	(612) Debit balance transferred from Income (p. 21)-----		130	314	
6	(616) Other debits to retained income†-----				Net of Federal income taxes \$ <u>None</u>
7	(620) Appropriations for sinking and other reserve funds-----				
8	(621) Appropriations for other purposes-----				
9	(623) Dividends (p. 23)-----				
10	Total-----		130	314	
11	Net increase during year*-----	(	130	314)	
12	Balance at beginning of year (p. 5)*-----	(	5 321	915)	
13	Balance at end of year (carried to p. 5)*-----	(	5 452	229)	

*Amount in parentheses indicates debit balance.

†Show principal items in detail.

670. FUNDED DEBT UNMATURED

Give particulars of the various issues of securities in accounts Nos. 764, "Equipment obligations and other debt due within one year" (excluding equipment obligations), and 765, "Funded debt unmatured," at close of the year. Funded debt, as here used, comprises all obligations maturing later than one year after date of issue in accordance with the instructions in the Uniform System of Accounts for Railroad Companies. Show

each issue separately, and make all necessary explanations in footnotes. For the purposes of this report, securities are considered to be *actually issued* when sold to a bona fide purchaser for a valuable consideration, and such purchaser holds free from control by the respondent. All securities actually issued and not reacquired by or for the respondent are considered to be *actually outstanding*. It should be noted that section 20a of

the Interstate Commerce Act makes it unlawful for a carrier to issue or assume any securities, unless and until, and then only to the extent that, the Commission by order authorizes such issue or assumption. Entries in columns (k) and (l) should include interest accrued on funded debt reacquired, matured during the year, even though no portion of the issue is outstanding at the close of the year.

Line No.	Name and character of obligation (a)	Nominal date of issue (b)	Date of maturity (c)	INTEREST PROVISIONS		Total amount nominally and actually issued (f)	Nominally issued and held by or for respondent (Identify pledged securities by symbol "P") (g)	Total amount actually issued (h)	Reacquired and held by or for respondent (Identify pledged securities by symbol "P") (i)	Actually outstanding at close of year (j)	INTEREST DURING YEAR	
				Rate percent per annum (d)	Dates due (e)						Accrued (k)	Actually paid (l)
1	First Mortgage Bonds	6-1	10-1		6-1 and							
2	Original Issue	1904	1975	6	12-1	650 000		650 000		650 000		
3	Additional Issue	6-1-29	1975	6	6-1; 12-1	425 000		425 000		425 000		
4	TOTAL					1 075 000		1 075 000		1 075 000		
5	Funded debt canceled: Nominally issued, \$ <u>None</u> Actually issued, \$ <u>None</u>											
6	Purpose for which issue was authorized† <u>Purchase and/or construction of railway property</u>											

690. CAPITAL STOCK

Give the particulars called for concerning the several classes and issues of capital stocks of the respondent outstanding at the close of the year, and make all necessary explanations in footnotes. For definition of securities *actually issued* and *actually outstanding* see instructions for schedule 670. It should be noted that section 20a of the Interstate Commerce Act makes it unlawful for a carrier to issue or assume any securities, unless and until, and then only to the extent that, the Commission by order authorizes such issue or assumption.

Line No.	Class of stock (a)	Date issue was authorized† (b)	Par value per share (c)	Authorized† (d)	Authenticated (e)	PAR VALUE OF PAR VALUE OR SHARES OF NONPAR STOCK			ACTUALLY OUTSTANDING AT CLOSE OF YEAR		
						Nominally issued and held by or for respondent (Identify pledged securities by symbol "P") (f)	Total amount actually issued (g)	Reacquired and held by or for respondent (Identify pledged securities by symbol "P") (h)	Par value of par-value stock (i)	SHARES WITHOUT PAR VALUE	
										Number (j)	Book value (k)
11	Common	5-11-04	\$ 100	\$ 3 000 000	\$ 650 000	None	\$ 650 000	None	\$ 650 000		
12											
13											
14											
15	Par value of par value or book value of nonpar stock canceled: Nominally issued, \$ <u>None</u> Actually issued, \$ <u>None</u>										
16	Amount of receipts outstanding at the close of the year for installments received on subscriptions for stocks <u>None</u>										
17	Purpose for which issue was authorized† <u>Purchase of The Arkansas Western Railroad Company</u>										
18	The total number of stockholders at the close of the year was <u>Ten</u>										

695. RECEIVERS' AND TRUSTEES' SECURITIES

Give particulars of evidences of indebtedness issued and payment of equipment obligations assumed by receivers and trustees under orders of a court as provided for in account No. 767, "Receivers' and trustees' securities." For definition of securities actually issued, and actually outstanding, see instructions for schedule 670.

Line No.	Name and character of obligation (a)	Nominal date of issue (b)	Date of maturity (c)	INTEREST PROVISIONS		Total par value authorized† (f)	TOTAL PAR VALUE HELD BY OR FOR RESPONDENT AT CLOSE OF YEAR		Total par value actually outstanding at close of year (i)	INTEREST DURING YEAR	
				Rate percent per annum (d)	Dates due (e)		Nominally issued (g)	Nominally outstanding (h)		Accrued (j)	Actually paid (k)
21											
22											
23											
24	NONE										
25											
26											
27	TOTAL										

† By the State Board of Railroad Commissioners, or other public authority, if any, having control over the issue of securities; if no public authority has such control, state the purpose and amounts as authorized by the board of directors and approved by stockholders.

101. IDENTITY OF RESPONDENT

Answers to the questions asked should be made in full, without reference to data returned on the corresponding page of previous reports. In case any changes of the nature referred to under inquiry 4 or 5 on this page have taken place during the year covered by this report, they should be explained in detail on page 128.

1. Give in full the exact name of the respondent. Use the words "The" and "Company" only when they are parts of the corporate name. Be careful to distinguish between railroad and railway. The corporate name should be given uniformly throughout the report, notably on the cover, on the title page, and in the "Verification" (p. 129). If the report is made by receivers, trustees, a committee of bondholders, or individuals otherwise in possession of the property, state names and facts with precision.

2. If incorporated under a special charter, give date of passage of the act; if under a general law, give date of filing certificate of organization; if a reorganization has been effected, give date of reorganization. If a receivership or other trust, give also date when such receivership or other

possession began. If a partnership, give date of formation and also names in full of present partners.

3. Give specific reference to laws of each State or Territory under which organized, citing chapter and section. Include all grants of corporate powers by the United States, or by Canada or other foreign country; also, all amendments to charter.

4. Give specific reference to special or general laws under which each consolidation or merger or combination of other form was effected, citing chapter and section. Specify Government, State, or Territory under the laws of which each company consolidated or merged or otherwise combined into the present company was organized; give reference to the charters of each and to all amendments of them.

5. State the occasion for the reorganization, whether by reason of foreclosure of mortgage or otherwise, according to the fact. Give date of organization of original corporation and refer to laws under which organized.

1. Exact name of common carrier making this report

Fort Smith and Van Buren Railway Company

2. Date of incorporation

April 9, 1910

3. Under laws of what Government, State, or Territory organized? If more than one, name all. Give specific references to each charter or statute and all amendments thereof, effected during the year. If previously effected, show the year(s) of the report(s) setting forth details. If in bankruptcy, give court of jurisdiction and dates of beginning of receivership or trusteeship and of appointment of receivers or trustees.

State of Arkansas Chapter 137 Popes Digest - Statutes of Arkansas 1937 CC 111 Arkansas 1899

4. If the respondent was formed as the result of a consolidation or merger during the year, name all constituent and all merged companies

No change during year

5. If respondent was reorganized during the year, give name of original corporation and state the occasion for the reorganization

No change during year

6. State whether or not the respondent during the year conducted any part of its business under a name or names other than that shown in response to inquiry No. 1, above; if so, give full particulars

7. Class of switching and terminal company
(See section No. 7 on inside of front cover)

Class II Railroad

1. Give particulars of the various directors and officers of the respondent at the close of the year.

2. State in column (c) of schedule No. 102 and column (d) of schedule No. 103, the number of voting shares of the respondent, other than directors' qualifying shares, that were beneficially owned, directly or indirectly, by each director or principal general officer at the close of the year. This includes shares owned of record, shares owned through holding companies, trusts or other mediums, and shares owned but held in the names of brokers or other nominees. Insert the word "None" where applicable.

3. In schedule No. 103 give the title, name, and address of the principal general officers having system jurisdiction by departments, as follows: Executive, Legal, Fiscal and Accounting, Purchasing, Operating, and Traffic. If there are receivers, trustees, or committees, who are recognized as in the controlling management of the road or of some department of it, give also their names and titles, and the location of their offices, separately grouped and identified.

4. If the duties of an officer extend to more than one department, or if his duties are not in accordance with the customary acceptance of his given title, state briefly the facts in a footnote.

102. DIRECTORS

Line No.	Name of director (a)	Office address (b)	Date of beginning of term (c)	Date of expiration of term (d)	Number of voting shares actually or beneficially owned (e)	Remarks (f)
1	W. N. Dersanis III	Kansas City, Missouri	5-22-72	5-28-73	1	
2	R. J. Blair	Kansas City, Missouri	"	"	1	
3	L. O. Frith	Kansas City, Missouri	"	"	1	
4	G. E. Kellogg	Kansas City, Missouri	"	"	1	
5	V. C. Pragman	Kansas City, Missouri	"	"	1	
6	M. F. McClain	Kansas City, Missouri	"	"	1	
7	T. A. Giltner	Kansas City, Missouri	"	"	1	
8	Walter Ayers	Fort Smith, Arkansas	"	"	1	
9	A. Dunklin	Fort Smith, Arkansas	"	"	1	
10	McLoud Sicard	Fort Smith, Arkansas	"	"	1	
11	Ed Wernack	Fort Smith, Arkansas	"	"	1	
12	C. Wenderoth, Jr.	Fort Smith, Arkansas	"	"	1	
13						
14						
15						
16						
17						
18						
19						
20						

21. Give the names and titles of all officers of the Board of Directors in control of the respondent at the close of the year:

Chairman of board

Secretary (or clerk) of board

22. Name the members of the executive committee of the Board of Directors of the respondent at the close of the year (naming first the chairman), and state briefly the powers and duties of that committee:

103. PRINCIPAL GENERAL OFFICERS OF CORPORATION, RECEIVER, OR TRUSTEE

Line No.	Title of general officer (a)	Department or departments over which jurisdiction is exercised (b)	Name of person holding office at close of year (c)	Number of voting shares actually or beneficially owned (d)	Office address (e)
GENERAL OFFICERS OF CORPORATION					
31	President		W. N. Dersanis III	1	Kansas City, Missouri
32	Vice President		L. O. Frith	1	Kansas City, Missouri
33	Secretary		G. E. Kellogg	1	Kansas City, Missouri
34	Vice President		M. F. McClain	1	Kansas City, Missouri
35	Auditor		T. A. Giltner	1	Kansas City, Missouri
36	Treasurer		V. C. Pragman	1	Kansas City, Missouri
37	General Counsel		R. E. Zimmerman		Kansas City, Missouri
38					
39					
40					
41					
42					
43					
44					
45					
46					
47					
48					
49					
50					
51					
52					
53					
54					

109. VOTING POWERS AND ELECTIONS

1. State the par value of each share of stock: Common, \$ 100 per share; first preferred, \$ per share; second preferred, \$ per share; debenture stock, \$ per share.
2. State whether or not each share of stock has the right to one vote; if not, give full particulars in a footnote It has
3. Are voting rights proportional to holdings? Yes If not, state in a footnote the relation between holdings and corresponding voting rights.
4. Are voting rights attached to any securities other than stock? No If so, name in a footnote each security, other than stock, to which voting rights are attached (as of the close of the year), and state in detail the relation between holdings and corresponding voting rights, stating whether voting rights are actual or contingent, and if contingent showing the contingency.
5. Has any class or issue of securities any special privileges in the election of directors, trustees, or managers, or in the determination of corporate action by any method? No If so, describe fully in a footnote each such class or issue and give a succinct statement showing clearly the character and extent of such privileges.
6. Give the date of the latest closing of the stock book prior to the actual filing of this report, and state the purpose of such closing
Not closed during year
7. State the total voting power of all security holders of the respondent at the date of such closing, if within one year of the date of such filing; if not, state as of the close of the year. 120 votes, as of December 31, 1972
8. State the total number of stockholders of record, as of the date shown in answer to inquiry No. 7. One stockholders.
9. Give the names of the thirty security holders of the respondent who, at the date of the latest closing of the stock book or compilation of list of stockholders of the respondent (if within 1 year prior to the actual filing of this report), had the highest voting powers in the respondent, showing for each his address, the number of votes which he would have had a right to cast on that date had a meeting then been in order, and the classification of the number of votes to which he was entitled, with respect to securities held by him, such securities being classified as common stock, second preferred stock, first preferred stock, and other securities, stating in a footnote the names of such other securities (if any). If any such holder held in trust, give (in a footnote) the particulars of the trust. In the case of voting trust agreements give, as supplemental information on page 13, the names and addresses of the thirty largest holders of the voting trust certificates and the amount of their individual holdings. If the stock book was not closed or the list of stockholders compiled within such year, show such thirty security holders as of the close of the year.

Line No.	Name of security holder	Address of security holder	Number of votes to which security holder was entitled	NUMBER OF VOTES, CLASSIFIED WITH RESPECT TO SECURITIES ON WHICH BASED			Other securities with voting power
				Common	Second	First	
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
1	The Kansas City Southern						
2	Railway Company	Kansas City, Missouri	120	120			
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							
18							
19							
20							
21							
22							
23							
24							
25							
26							
27							
28							
29							
30							

10. State the total number of votes cast at the latest general meeting for the election of directors of the respondent. 120 votes cast.
11. Give the date of such meeting May 22, 1972
12. Give the place of such meeting Kansas City, Missouri

200A. COMPARATIVE GENERAL BALANCE SHEET—ASSETS

For instructions covering this schedule, see the text pertaining to General Balance Sheet Accounts in the Uniform System of Accounts for Railroad Companies. The entries in this balance sheet should be consistent with those in the supporting schedules on the pages indicated. The entries in column (c) should be restated to conform with the account-

ing requirements followed in column (b). The entries in the short column (a2) should be deducted from those in column (a1) in order to obtain corresponding entries for column (b). All contra entries hereunder should be indicated in parenthesis.

Line No.	Account or item (a)	Balance at close of year (b)	Balance at beginning of year (c)
CURRENT ASSETS			
1	(701) Cash.....	25	194
2	(702) Temporary cash investments (p. 15)		
3	(703) Special deposits (p. 15)		
4	(704) Loans and notes receivable (p. 15)		
5	(705) Traffic and car-service balances—Debit.....		
6	(706) Net balance receivable from agents and conductors.....		
7	(707) Miscellaneous accounts receivable.....	140	120
8	(708) Interest and dividends receivable.....		
9	(709) Accrued accounts receivable (p. 15)	10 336	19 547
10	(710) Working fund advances.....		
11	(711) Prepayments (p. 15)		
12	(712) Material and supplies.....		
13	(713) Other current assets (p. 15)		
14	Total current assets.....	10 501	13 473
SPECIAL FUNDS			
	(a1) Total book assets at close of year	(a2) Respondent's own issues included in (a1)	
15	(715) Sinking funds (pp. 16 and 17)		
16	(716) Capital and other reserve funds (pp. 16 and 17)		
17	(717) Insurance and other funds (pp. 16 and 17)		
18	Total special funds.....		
INVESTMENTS			
19	(721) Investments in affiliated companies (pp. 20-23)		
20	(722) Other investments (pp. 20-23)		
21	(723) Reserve for adjustment of investment in securities—Credit (p. 19, Instruction 9)		
22	Total investments (accounts 721, 722 and 723)		
PROPERTIES			
23	(731) Road and equipment property (pp. 30-32)	421 329	414 165
24	Road.....	410 099	
25	Equipment.....		
26	General expenditures.....	4 596	
27	Other elements of investment.....		
28	Construction work in progress.....	6 634	
29	(732) Improvements on leased property (pp. 30-32)		
30	Road.....		
31	Equipment.....		
32	General expenditures.....		
33	Total transportation property (accounts 731 and 732)	421 329	414 165
34	(735) Accrued depreciation—Road and Equipment (pp. 36 and 38)	23 175	21 264
35	(736) Amortization of defense projects—Road and Equipment (p. 39)		
36	Recorded depreciation and amortization (accounts 735 and 736)	23 175	21 264
37	Total transportation property less recorded depreciation and amortization (line 33 less line 36)	398 154	392 901
38	(737) Miscellaneous physical property (pp. 44 and 45)	97 288	100 104
39	(738) Accrued depreciation—Miscellaneous physical property (pp. 44 and 45)		
40	Miscellaneous physical property less recorded depreciation (account 737 less 738)	97 288	100 104
41	Total properties less recorded depreciation and amortization (line 37 plus line 40)	495 442	493 005
OTHER ASSETS AND DEFERRED CHARGES			
42	(741) Other assets (p. 46)		
43	(742) Unamortized discount on long-term debt.....		
44	(743) Other deferred charges (p. 46)		
45	Total other assets and deferred charges.....		
46	TOTAL ASSETS.....	505 943	512 478

NOTE.—See page 12 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

ANNUAL REPORT 1972 CLASS I

134500

KANSAS CITY SOUTHERN RAILWAY CO.

4 OF 4

260L. COMPARATIVE GENERAL BALANCE SHEET—LIABILITIES AND SHAREHOLDERS' EQUITY

For instructions covering this schedule, see the text pertaining to General Balance Sheet Accounts in the Uniform System of Accounts for Railroad Companies. The entries in this balance sheet should be consistent with those in the supporting schedules on the pages indicated. The entries in column (c) should be restated to conform with the accounting requirements followed

in column (b). The entries in short column (a2) should reflect total book liability at close of year. The entries in the short column (a2) should be deducted from those in column (a1) in order to obtain corresponding entries for column (b). All contra entries hereunder should be indicated in parenthesis.

Line No.	Account or item (a)	Balance at close of year (b)	Balance at beginning of year (c)
CURRENT LIABILITIES			
47	(751) Loans and notes payable (p. 55)		
48	(752) Traffic and car-service balances—Credit		
49	(753) Audited accounts and wages payable	12 098	56 002
50	(754) Miscellaneous accounts payable		
51	(755) Interest matured unpaid		
52	(756) Dividends matured unpaid		
53	(757) Unmatured interest accrued		
54	(758) Unmatured dividends declared		
55	(759) Accrued accounts payable (p. 55)		
56	(760) Federal income taxes accrued (p. 56)		22 915
57	(761) Other taxes accrued (p. 56)	2 297	2 362
58	(763) Other current liabilities (p. 55)	(950)	
59	Total current liabilities (exclusive of long-term debt due within one year)	13 445	30 725
LONG-TERM DEBT DUE WITHIN ONE YEAR			
	(a1) Total issued	(a2) Held by or for respondent	
60	(764) Equipment obligations and other debt (pp. 48-51)		
LONG-TERM DEBT DUE AFTER ONE YEAR			
	(a1) Total issued	(a2) Held by or for respondent	
61	(765) Funded debt unmatured	130 000	130 000
62	(766) Equipment obligations	None	
63	(767) Receivers' and Trustees' securities (pp. 48-51)		
64	(768) Debt in default		
65	(769) Amounts payable to affiliated companies (p. 54)	257 058	259 874
66	Total long-term debt due after one year	387 058	389 874
RESERVES			
67	(771) Pension and welfare reserves (p. 57)		
68	(772) Insurance reserves (p. 57)		
69	(774) Casualty and other reserves (p. 57)		
70	Total reserves		
OTHER LIABILITIES AND DEFERRED CREDITS			
71	(781) Interest in default (p. 50)		
72	(782) Other liabilities (p. 57)		2 070
73	(783) Unamortized premium on long-term debt		
74	(784) Other deferred credits (p. 57)		
75	(785) Accrued depreciation—Leased property (p. 37)		
76	Total other liabilities and deferred credits		2 070
SHAREHOLDERS' EQUITY			
<i>Capital stock (Par or stated value)</i>			
	(a1) Total issued	(a2) Held by or for company	
77	(791) Capital stock issued—Total	12 000	12 000
78	Common stock (p. 59)	12 000	12 000
79	Preferred stock (p. 59)		
80	(792) Stock liability for conversion (p. 60)		
81	(793) Discount on capital stock		
82	Total capital stock	12 000	12 000
<i>Capital surplus</i>			
83	(794) Premiums and assessments on capital stock (p. 61)		
84	(795) Paid-in surplus (p. 61)		
85	(796) Other capital surplus (p. 61)		
86	Total capital surplus		
<i>Retained income</i>			
87	(797) Retained income—Appropriated (p. 61)		
88	(798) Retained income—Unappropriated (p. 68)	93 440	139 259
89	Total retained income	93 440	139 259
90	Total shareholders' equity	105 440	151 259
91	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	505 943	512 478

NOTE—See page 12 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

PORT SMITH AND VAN BUREN RAILWAY COMPANY

1302. DEPRECIATION BASE AND RATES—ROAD AND EQUIPMENT OWNED AND USED AND LEASED FROM OTHERS

1. Show in columns (b) and (c), for each primary account, the depreciation base used in computing the depreciation charges for the month of January and in columns (d) and (e) show the depreciation base used in computing the depreciation charges for the month of December; in columns (f) and (g) show the composite rates used in computing the depreciation charges for the month of December, and on lines 30 and 39 of these columns show the composite percentage for all road and equipment accounts, respectively, ascertained by applying the primary account composite rates to the depreciation base used in computing the charges for December and dividing the total so computed by the total depreciation base for the same month. The depreciation base should not include the cost of equipment, used but not owned, when the rents therefor are included in the rent for equipment accounts Nos. 536 to 540, inclusive. It should include the cost of equipment owned and leased to others when the rents therefor are included in the rent for equipment accounts Nos. 503 to 507, inclusive. The composite rates used should be those prescribed or otherwise authorized by the Commission, except that where the use of component rates has been authorized, the com-

posite rates to be shown for the respective primary accounts should be re-computed from the December charges developed by the use of the authorized rates. If any changes in rates were effective during the year, give full particulars in a footnote.

2. All leased properties may be combined and one composite rate computed for each primary account, or a separate schedule may be included for each such property.

3. Show in columns (f), (g), and (h), data applicable to property, used but not owned, when the rent therefor is included in account No. 542. Report data applicable to improvements to such property, the cost of which is included in account 732, in columns (b), (c) and (d).

4. If the depreciation base for accounts 1, 2, 3, 5, and 39 includes non-depreciable property, a statement to that effect should be made in a footnote.

5. If depreciation accruals have been discontinued for any account, the depreciation base should be reported nevertheless in support of depreciation reserves. Authority for the discontinuance of accruals should be shown in a footnote indicating the account(s) affected.

Line No.	Account (a)	OWNED AND USED			LEASED FROM OTHERS			
		DEPRECIATION BASE		Annual composite rate (percent) (d)	DEPRECIATION BASE		Annual composite rate (percent) (g)	
		At beginning of year (b)	At close of year (c)		At beginning of year (e)	At close of year (f)		
		\$	\$	%	\$	\$		%
1	ROAD							
2	(1) Engineering	5 085	5 086	40				
3	(2) Other right-of-way expenditures	712	712	2 70				
4	(3) Grading	39 038	39 038	12				
5	(5) Tunnels and subways							
6	(6) Bridges, trestles, and culverts	41 221	41 221	4 24				
7	(7) Elevated structures							
8	(13) Fences, snowsheds, and signs	2 690	2 690	5 00				
9	(16) Station and office buildings	477	477	2 88				
10	(17) Roadway buildings							
11	(18) Water stations							
12	(19) Fuel stations							
13	(20) Shops and enginehouses	89	89	2 97				
14	(21) Grain elevators							
15	(22) Storage warehouses							
16	(23) Wharves and docks							
17	(24) Coal and ore wharves							
18	(25) TOFC/COFC terminals							
19	(26) Communication systems	149	149	3 20				
20	(27) Signals and interlockers							
21	(29) Power plants							
22	(31) Power-transmission systems							
23	(35) Miscellaneous structures	46	46	9 66				
24	(37) Roadway machines	4 092	4 092	1 60				
25	(39) Public improvements—Construction							
26	(44) Shop machinery							
27	(45) Power-plant machinery							
28	All other road accounts							
29	Amortization (other than defense projects)							
30	Total road	93 600	93 600	2 05				
31	EQUIPMENT							
32	(52) Locomotives							
33	(53) Freight-train cars							
34	(54) Passenger-train cars							
35	(55) Highway revenue equipment							
36	(56) Floating equipment							
37	(57) Work equipment							
38	(58) Miscellaneous equipment							
39	Total equipment							
40	GRAND TOTAL	93 600	93 600	xx xx			xx xx	

1501. DEPRECIATION RESERVE—ROAD AND EQUIPMENT OWNED AND USED

1. Give the particulars called for hereunder with respect to credits and debits to account No. 735, "Accrued depreciation—Road and Equipment," during the year relating to road and equipment owned and used. This schedule should not include any entries for depreciation of equipment, used but not owned, when the rents therefor are included in the rent for equipment accounts Nos. 536 to 540, inclusive. It should include entries for depreciation of equipment owned but not used when the rents therefrom are included in the rent for equipment accounts Nos. 503 to 507, inclusive. (See schedule 1502 for the reserve relating to road and equipment owned but not used by the respondent.) If any

entries are made for "Other credits" or "Other debits," state the facts occasioning such entries. A debit balance in column (b) or (g) for any primary account should be shown in red or designated "Dr."

2. If there is any inconsistency between the credits to the reserve as shown in column (c) and the charges to operating expenses, a full explanation should be given.

3. All credits or debits to the reserve representing amortization other than for defense projects, if a general amortization program has been authorized, should be entered on line 29.

Line No.	Account	Balance at beginning of year			CREDITS TO RESERVE DURING THE YEAR						DEBITS TO RESERVE DURING THE YEAR						Balance at close of year		
					Charges to operating expenses			Other credits			Retirements			Other debits					
	(a)	(b)			(c)			(d)			(e)			(f)			(g)		
1	ROAD																		
2	(1) Engineering	(	4	231)			21										(	4	210
3	(2½) Other right-of-way expenditures			408			19												427
4	(3) Grading	(	21	612)			47										(	21	565
5	(5) Tunnels and subways																		
6	(6) Bridges, trestles, and culverts		32	211			1 759											33	970
7	(7) Elevated structures																		
8	(13) Fences, snowsheds, and signs		8	968														8	968
9	(16) Station and office buildings			477															477
10	(17) Roadway buildings		1	742														1	742
11	(18) Water stations			416															416
12	(19) Fuel stations																		
13	(20) Shops and enginehouses			229															229
14	(21) Grain elevators																		
15	(22) Storage warehouses																		
16	(23) Wharves and docks																		
17	(24) Coal and ore wharves																		
18	(25) TOFC/CORC terminals																		
19	(26) Communication systems			638															638
20	(27) Signals and interlockers																		
21	(29) Power plants																		
22	(31) Power-transmission systems																		
23	(35) Miscellaneous structures																		
24	(37) Roadway machines			382															382
25	(39) Public improvements—Construction		1	636			65											1	701
26	(44) Shop machinery*																		
27	(45) Power-plant machinery*																		
28	All other road accounts																		
29	Amortization (other than defense projects)																		
30	Total road		21	264			1 911											23	175
31	EQUIPMENT																		
32	(52) Locomotives																		
33	(53) Freight-train cars																		
34	(54) Passenger-train cars																		
35	(55) Highway revenue equipment																		
36	(56) Floating equipment																		
37	(57) Work equipment																		
38	(58) Miscellaneous equipment																		
39	Total equipment																		
40	GRAND TOTAL		21	264			1 911											23	175

*Chargeable to account 222A

1891. INCOME ACCOUNT FOR THE YEAR

1. Give the Income Account of the respondent for the year in accordance with the rules prescribed in the Uniform System of Accounts for Railroad Companies. All contra entries hereunder should be indicated in parentheses.

2. Any unusual accruals involving substantial amounts included in columns (b) and (d) on lines 9 to 63, inclusive, should be fully explained in a footnote.

3. Give the particulars called for on lines 71 to 92, inclusive, with respect to net accruals of taxes on railway property and U.S. Government taxes. Substantial adjustments included in the amounts reported should be explained.

4. On page 21A show an analysis and distribution of Federal income taxes.

Line No.	Item (a)	Amount applicable to the year (b)			Line No.	Item (c)	Amount applicable to the year (d)		
1	ORDINARY ITEMS				51	FIXED CHARGES			
2	RAILWAY OPERATING INCOME				52	(542) Rent for leased roads and equipment (p. 27)			
3	(501) Railway operating revenues (p. 23)		114	000	53	(546) Interest on funded debt:			
4	(531) Railway operating expenses (p. 24)		81	620	54	(a) Fixed interest not in default			
5	Net revenue from railway operations		32	380	55	(b) Interest in default			
6	(532) Railway tax accruals		11	654	56	(547) Interest on unfunded debt			
7	Railway operating income		20	726	57	(548) Amortization of discount on funded debt			
8	RENT INCOME				58	Total fixed charges		45	819
9	(503) Hire of freight cars and highway revenue freight equipment—Credit balance				59	Income after fixed charges (lines 50, 58)			
10	(504) Rent from locomotives				60	OTHER DEDUCTIONS			
11	(545) Rent from passenger-train cars				61	(546) Interest on funded debt:			
12	(506) Rent from floating equipment				62	(c) Contingent interest		45	819
13	(507) Rent from work equipment				63	Ordinary income (lines 59, 62)			
14	(508) Joint facility rent income								
15	Total rent income				64	EXTRAORDINARY AND PRIOR PERIOD ITEMS			
16	RENTS PAYABLE				65	(570) Extraordinary items - Net Cr. (Dr.) (p. 21B)			
17	(536) Hire of freight cars and highway revenue freight equipment—Debit balance		64	606	66	(580) Prior period items - Net Cr. (Dr.) (p. 21B)			
18	(527) Rent for locomotives		2	548	67	(590) Federal income taxes on extraordinary and prior period items - Debit (Credit) (p. 21B)			
19	(538) Rent for passenger-train cars				68	Total extraordinary and prior period items - Cr. (Dr.)			
20	(539) Rent for floating equipment				69	Net income transferred to Retained Income		45	819
21	(540) Rent for work equipment					Unappropriated			
22	(541) Joint facility rents		67	154	70	ANALYSIS OF ACCOUNT 532, RAILWAY TAX ACCRUALS			
23	Total rents payable		67	154	71	United States Government taxes:			
24	Net rents (lines 15, 23)		67	154	72	Income taxes			
25	Net railway operating income (lines 7, 24)		46	428	73	Old age retirement		2	270
26	OTHER INCOME				74	Unemployment insurance			718
27	(502) Revenue from miscellaneous operations (p. 24)				75	All other United States taxes			
28	(509) Income from lease of road and equipment (p. 27)			209	76	Total—U.S. Government taxes		2	988
29	(510) Miscellaneous rent income (p. 25)				77	Other than U.S. Government taxes:			
30	(511) Income from nonoperating property (p. 26)				78				
31	(512) Separately operated properties—Profit				79				
32	(513) Dividend income				80	Arkansas		11	
33	(514) Interest income				81	Oklahoma		8	655
34	(516) Income from sinking and other reserve funds				82				
35	(517) Release of premiums on funded debt				83				
36	(518) Contributions from other companies (p. 27)			438	84				
37	(519) Miscellaneous income (p. 25)			647	85				
38	Total other income		45	781	86				
39	Total income (lines 25, 38)		45	781	87				
40	MISCELLANEOUS DEDUCTIONS FROM INCOME				88				
41	(534) Expenses of miscellaneous operations (p. 24)				89				
42	(535) Taxes on miscellaneous operating property (p. 24)				90				
43	(543) Miscellaneous rents (p. 25)				91	Total—Other than U.S. Government taxes		8	666
44	(544) Miscellaneous tax accruals				92	Grand Total—Railway tax accruals (account 532)		11	654
45	(545) Separately operated properties—Loss								
46	(549) Maintenance of investment organization								
47	(560) Income transferred to other companies (p. 27)			38					
48	(561) Miscellaneous income charges (p. 25)			38					
49	Total miscellaneous deductions		45	819					
50	Income available for fixed charges (lines 39, 49)								

*Enter name of State.

NOTE.—See page 21B for explanatory notes, which are an integral part of the Income Account for the Year.

1901. RETAINED INCOME—UNAPPROPRIATED

1. Show hereunder the items of the Retained Income Accounts of the respondent for the year, classified in accordance with the Uniform System of Accounts for Railroad Companies.

2. All contra entries hereunder should be indicated in parentheses.

3. Indicate under "Remarks" the amount of assigned Federal income tax consequences, accounts 606 and 616.

Line No.	Item (a)	Amount (b)			Remarks (c)
	CREDITS	\$			
1	(602) Credit balance transferred from Income (p. 21)-----		45	819	
2	(606) Other credits to retained income-----				Net of Federal income taxes \$ <u>None</u>
3	(622) Appropriations released-----				
4	Total-----		45	819	
	DEBITS				
5	(612) Debit balance transferred from Income (p. 21)-----				
6	(616) Other debits to retained income-----				Net of Federal income taxes \$ <u>None</u>
7	(620) Appropriations for sinking and other reserve funds-----				
8	(621) Appropriations for other purposes-----				
9	(623) Dividends (p. 23)-----				
10	Total-----				
11	Net increase during year*-----		45	819	
12	Balance at beginning of year (p. 5)*-----		139	259	
13	Balance at end of year (carried to p. 5)*-----		93	440	

* Amount in parentheses indicates debit balance.

† Show principal items in detail.

670. FUNDED DEBT UNMATURED

Give particulars of the various issues of securities in accounts Nos. 764, "Equipment obligations and other debt due within one year," (excluding equipment obligations), and 765, "Funded debt unmatured," at close of the year. Funded debt, as here used, comprises all obligations maturing later than one year after date of issue in accordance with the instructions in the Uniform System of Accounts for Railroad Companies. Show

each issue separately, and make all necessary explanations in footnotes. For the purposes of this report, securities are considered to be *actually issued* when sold to a bona fide purchaser for a valuable consideration, and such purchaser holds free from control by the respondent. All securities actually issued and not reacquired by or for the respondent are considered to be *actually outstanding*. It should be noted that section 20a of

the Interstate Commerce Act makes it unlawful for a carrier to issue or assume any securities, unless and until, and then only to the extent that, the Commission by order authorizes such issue or assumption. Entries in columns (k) and (l) should include interest accrued on funded debt reacquired, matured during the year, even though no portion of the issue is outstanding at the close of the year.

Line No.	Name and character of obligation (a)	Nominal date of issue (b)	Date of maturity (c)	INTEREST PROVISIONS		Total amount nominally and actually issued (f)	Nominally issued and held by or for respondent (Identify pledged securities by symbol "P") (g)	Total amount actually issued (h)	Reacquired and held by or for respondent (Identify pledged securities by symbol "P") (i)	Actually outstanding at close of year (j)	INTEREST DURING YEAR	
				Rate percent per annum (d)	Dates due (e)						Accrued (k)	Actually paid (l)
1	Secured Promissory	4-1-	10-1-	4	4-1 &	\$ 130 000	\$ 130 000			\$ 130 000		
2	Note	1941	1975		10-1							
3												
4												
	TOTAL					\$ 130 000	\$ 130 000			\$ 130 000		
5	Funded debt canceled: Nominally issued, \$ <u>None</u> Actually issued, \$ <u>None</u>											
6	Purpose for which issue was authorized† Issued in liquidation of existing indebtedness Authority of ICC Finance Docket No. 13395.											

690. CAPITAL STOCK

Give the particulars called for concerning the several classes and issues of capital stocks of the respondent outstanding at the close of the year, and make all necessary explanations in footnotes. For definition of securities *actually issued* and *actually outstanding* see instructions for schedule 670. It should be noted that section 20a of the Interstate Commerce Act makes it unlawful for a carrier to issue or assume any securities, unless and until, and then only to the extent that, the Commission by order authorizes such issue or assumption.

Line No.	Class of stock (a)	Date issue was authorized† (b)	Par value per share (c)	Authorized† (d)	Authenticated (e)	PAR VALUE OF PAR VALUE OR SHARES OF NONPAR STOCK			ACTUALLY OUTSTANDING AT CLOSE OF YEAR		
						Nominally issued and held by or for respondent (Identify pledged securities by symbol "P") (f)	Total amount actually issued (g)	Reacquired and held by or for respondent (Identify pledged securities by symbol "P") (h)	Par value of par-value stock (i)	Shares without par value	
11	Common	4-9-1910	\$ 100	\$ 250 000	\$ 12 000		\$ 12 000		\$ 12 000	Number (j)	Book value (k)
12											
13											
14											
15	Par value of par value or book value of nonpar stock canceled: Nominally issued, \$ <u>None</u> Actually issued, \$ <u>None</u>										
16	Amount of receipts outstanding at the close of the year for installments received on subscriptions for stocks <u>None</u>										
17	Purpose for which issue was authorized† <u>Construction of railroad at Fort Smith, Arkansas.</u>										
18	The total number of stockholders at the close of the year was <u>Thirteen</u>										

695. RECEIVERS' AND TRUSTEES' SECURITIES

Give particulars of evidences of indebtedness issued and payment of equipment obligations assumed by receivers and trustees under orders of a court as provided for in account No. 767, "Receivers' and trustees' securities." For definition of securities *actually issued*, and *actually outstanding*, see instructions for schedule 670.

Line No.	Name and character of obligation (a)	Nominal date of issue (b)	Date of maturity (c)	INTEREST PROVISIONS		Total par value authorized† (f)	TOTAL PAR VALUE HELD BY OR FOR RESPONDENT AT CLOSE OF YEAR		Total par value actually outstanding at close of year (i)	INTEREST DURING YEAR	
				Rate percent per annum (d)	Dates due (e)		Nominally issued (g)	Nominally outstanding (h)		Accrued (j)	Actually paid (k)
21											
22											
23	NONE										
24											
25											
26											
	TOTAL										

† By the State Board of Railroad Commissioners, or other public authority, if any, having control over the issue of securities; if no public authority has such control, state the purpose and amounts as authorized by the board of directors and approved by stockholders.

104 D. COMPANIES CONTROLLING RESPONDENT

1. Enter in column (a) the names of all companies controlling the respondent. Commence with the company which is most remote followed by the company immediately controlled by it. If control over the respondent or control over an intermediary through which respondent is controlled has changed during the year, indicate by footnote the date and manner in which control was established such as exchange of stock, exchange of assets for stock, cash purchase, etc.
2. In column (b) indicate the principal business activity of the companies listed in column (a) such as transportation, manufacturing, investments, etc.
3. In column (c) indicate the form of control exercised by the company immediately controlled by it.
4. In column (d) indicate the extent of control. If control cannot be expressed by percentage of voting stock ownership, explain in detail by footnote.

Line No.	Name of Controlling Company or Individual (a)	Principal Business Activity (b)	Form of Control (c)	Extent of Control (d)
1	The Kansas City Southern Railway Company	Railroad	Stock Ownership	100%
2				
3				
4				
5				
6				
7				
8				
9				
10				
11				
12				
13				
14				
15				
16				
17				
18				
19				
20				

108 STOCKHOLDERS REPORTS

1. The respondent is required to send to the Bureau of Accounts, immediately upon preparation, two copies of its latest annual report to stockholders. Check appropriate box:

- ☐ Two copies are attached to this report.
- ☐ Two copies will be submitted _____ (date)
- ☒ No annual report to stockholders is prepared.

Fort Smith and Van Buren Railway Company is a wholly owned subsidiary of The Kansas City Southern Railway Company and its annual report is included with parent company in report to stockholders.