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ANNUAL REPORT 1977 CLASS 1 1 of 1

MERCHANTS DISPATCH TRANSPORTATION CORP.

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REFRIGERATOR CAR LINES

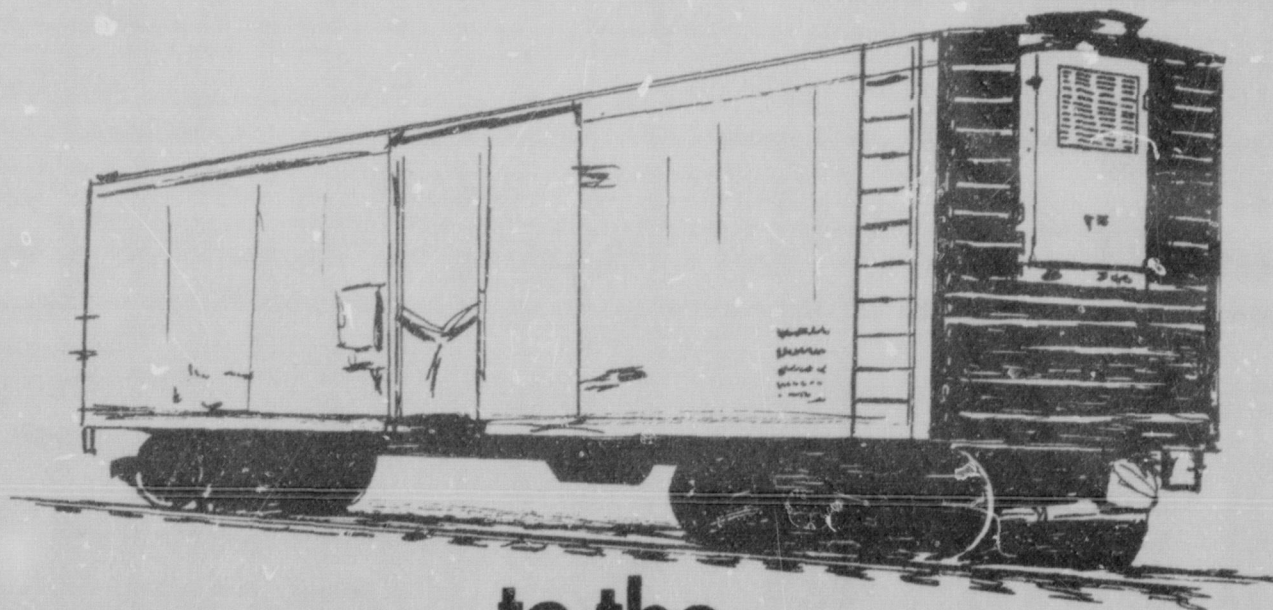
annual report

MERCHANTS DISPATCH TRANSPORTATION CORPORATION
166 WEST VAN BUREN STREET - SUITE A-1435
CHICAGO, ILLINOIS 60604

PC000040 MERCHANDISP 1 0 1 9545
MERCHANTS DISPATCH TRANSPORTATION CORP
139 WEST VAN BUREN S
CHICAGO IL 60605

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.)



to the
Interstate Commerce Commission

FOR THE YEAR ENDED DECEMBER 31, 1977

NOTICE

1. This Form for annual report should be filled out in triplicate and two copies returned to the Interstate Commerce Commission, Bureau of Accounts, Washington, D. C. 20423, by March 31 of the year following that for which the report is made. One copy of the report should be retained by the respondent in its files. Attention is especially directed to the following provisions of Part I of the Interstate Commerce Act:

Sec. 1(3). The term "person" as used in this part includes an individual, firm, copartnership, corporation, company, association, or joint-stock association; and includes a trustee, receiver, assignee, or personal representative thereof.

Sec. 20(6). The Commission or any duly authorized special agent, accountant, or examiner thereof shall at all times have authority to inspect and copy any and all accounts, books, records, memoranda, correspondence, and other documents, of persons which furnish cars or protective service against heat or cold to or on behalf of any carrier by railroad or express company subject to this part: *Provided, however*, That such authority shall be limited to accounts, books, records, memoranda, correspondence, or other documents which pertain or relate to the cars or protective service so furnished. The Commission shall further have authority, in its discretion, to prescribe the forms of any or all accounts, records, and memoranda which it is authorized by this paragraph to inspect and copy, and to require the persons furnishing such cars or protective service, as aforesaid, to submit such reports and specific and full, true, and correct answers to such questions, relative to such cars or service, as the Commission may deem necessary. Persons furnishing such cars or protective service shall submit their accounts, books, records, memoranda, correspondence, or other documents, to the extent above provided, for inspection or copying to any duly authorized special agent, accountant, or examiner of the Commission upon demand and the display of proper credentials.

Sec. 20(7) (a). In case of failure or refusal on the part of any carrier, lessor, or other person to keep any accounts, records, and memoranda in the form and manner prescribed, under authority of this section, by the Commission, or to submit any accounts, books, records, memoranda, correspondence, or other documents to the Commission or any of its authorized agents, accountants, or examiners for inspection or copying, as required under this section, such carrier, lessor, or person shall forfeit to the United States not to exceed \$500 for each such offense and for each day during which such failure or refusal continues.

Sec. 20(7) (b). Any person who shall knowingly and willfully make, cause to be made, or participate in the making of, any false entry in any annual or other report required under this section to be filed, * * * or shall knowingly or willfully file with the Commission any false report or other document, shall be deemed guilty of a misdemeanor and shall be subject, upon conviction in any court of the United States of competent jurisdiction to a fine of not more than five thousand dollars or imprisonment for not more than two years, or both such fine and imprisonment:
* * *

Sec. 20(7) (c). Any carrier or lessor, or person furnishing cars or protective service, or any officer, agent, employee, or representative thereof, who shall fail to make and file an annual or other report with the

Commission within the time fixed by the Commission, or to make specific and full, true, and correct answer to any question within thirty days from the time it is lawfully required by the Commission so to do, shall forfeit to the United States the sum of one hundred dollars for each and every day it shall continue to be in default with respect thereto.

2. The instructions in this Form should be carefully observed, and each question should be answered fully and accurately. If any inquiry is inapplicable to the person in whose behalf the report is made, such notation as "Not applicable" should be used in answer thereto. Where the word "None" truly and completely states the fact, it should be given as the answer to any particular inquiry or any particular portion of any inquiry. Where dates are called for, the month and day should be stated as well as the year. Customary abbreviations may be used in stating dates.

3. If it be necessary or desirable to insert additional statements, type-written or other, in a report, they should be legibly made on durable paper and, wherever practicable, on sheets not larger than a page of the Form. Inserted sheets should be securely attached, preferably at the inner margin; attachment by pins or clips is insufficient.

4. All entries should be made in permanent black ink, except those of a contrary character, which should be indicated in parentheses. Items of an unusual character should be indicated by appropriate symbol and footnote.

5. Throughout this report the Commission means the Interstate Commerce Commission; the respondent means the person or company in whose behalf the report is made; the year means the year ended December 31 for which the report is made; the close of the year means the close of business on December 31 of the year for which the report is made or, in case the report is made for a shorter period than one year, it means the close of the period covered by the report; the beginning of the year means the beginning of business on January 1 of the year for which the report is made or, in case the report is made for a shorter period than one year, it means the beginning of the period covered by the report; the preceding year means the year ended December 31 of the year next preceding the year for which the report is made; the Uniform System of Accounts means the system of accounts published as Part 1205 of Title 49, Code of Federal Regulations, as amended.

6. Money items, except averages, throughout the annual report form should be shown in WHOLE DOLLARS adjusted to accord with footings. Total for amounts reported in subsidiary accounts included in supporting schedules must be in agreement with related primary accounts.

7. Annual Report Form B-2 is provided for persons furnishing cars or protective service to railroad or express companies and owning 10 or more cars—excluding refrigerator car lines owned or controlled by railroads.

8. Should there be doubt as to the reporting of any item or items or parts thereof, or advice is desired relative to the preparation of the report, address an inquiry to the Bureau of Accounts for consideration and decision.

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; but it should be understood that mention is not made of necessary substitutions of dates, or in general, of such other things as simple modifications intended to make requirements clearer, other minor adjustments, and typographical corrections.

Page 4: Schedule 200. Comparative General Balance Sheet - Asset Side

Provision is made for reporting allowances for net unrealized loss on noncurrent marketable equity securities.

Page 5: Schedule 200. Comparative General Balance Sheet - Liability Side

Provision is made for reporting "unamortized discount and interest on long-term debt," and "unrealized loss on noncarrier marketable equity securities."

Page 6: Comparative Balance Sheet - Explanatory Notes

A new note has been added providing for reporting marketable equity securities. This note is to be completed only by carriers earning \$10 million or more in gross operating revenues.

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ANNUAL REPORT

100. ORGANIZATION AND CONTROL

1. State full and exact name of respondent making this report:

Merchants Despatch Transportation Corporation

2. Name, title, telephone number, and address of person to whom correspondence concerning this report should be addressed:

J.F. WilsonActing Comptroller312

(Name)

427-6767

(Title)

(Area code)

(Telephone number)

166 W. Van Buren Street, Suite A-1435ChicagoIllinois 60604

(Number)

(Street)

(City)

(State)

3. Address of office where accounting records are maintained:

166 W. Van Buren Street, Suite A-1435ChicagoIllinois 60604

(Number)

(Street)

(City)

(State)

4. Respondent is a corporation

(Individual, partnership, corporation, association, etc.)

5. If a partnership, state the names and address of each partner, including silent or limited, and their interests:

Name

Address

Proportion of interest

6. If a corporation, association, or other similar form of enterprise:

A. Incorporation or organization was—

In the State of Delawareon December 18, 1936

B. The directors' names, addresses, and terms of office are:

Name	Address	Term expires
<u>Niles C. Logue</u>	<u>Philadelphia, Pennsylvania</u>	<u>Upon</u>
<u>Edward P. Frasher</u>	<u>Philadelphia, Pennsylvania</u>	<u>election or</u>
<u>Baxter Wellmon</u>	<u>Philadelphia, Pennsylvania</u>	<u>appointment of</u>
		<u>successor.</u>

C. The names and titles of principal general officers are:

Name	Title
<u>Niles C. Logue</u>	<u>President & Chief Exec. Officer</u>
<u>Donald E. Monger</u>	<u>Executive Vice President</u>
<u>Frank C. Underwood</u>	<u>Vice President-Operations</u>
<u>Richard C. Sullivan</u>	<u>Secretary</u>
<u>James C. Ebbert</u>	<u>Treasurer</u>

7. Voting power, elections and stockholders:

A. Total voting securities outstanding:

(1) Common	<u>78,750</u> shares	<u>78,750</u> votes
(2) Preferred	_____ shares	_____ votes
(3) Preferred	_____ shares	_____ votes
(4) Other securities	_____ shares	_____ votes

B. Does any class of securities carry any special privileges in any elections or in the control of corporate action? _____ If so, describe each such class or issue, showing the character and extent of such privileges.C. Date of the latest closing of the stock book, or listing of stockholders, if within 1 year prior to the actual filing of this report _____. If book is not closed or list prepared within year indicated, check here ☒ and answer item 7-D as of December 31, of the year of this report. (Check)

D. State for each class of stock the total number of stockholders of record, corresponding to the answer to item 7-C.

Common	<u>1</u>
1st preferred	_____
2d preferred	_____
Other	_____

100. ORGANIZATION AND CONTROL—Continued

8. Give names and addresses of ten stockholders of the respondent who at the date of latest closing of stock book or compilation of list of stockholders had the highest voting powers in the respondent company, showing also for each the number of votes which he would have had a right to cast on that date had a meeting then been in order.

Line No.	Name of security holder (a)	Address (b)	Number of votes to which security holder was entitled (c)	NUMBER OF VOTES, CLASSIFIED			
				Common (d)	1st preferred (e)	2d preferred (f)	Other securities (g)
1	Consolidated Rail Corp.	6 Penn Center Plaza	78,750	78,750			
2		Philadelphia, Pennsylvania					
3							
4							
5							
6							
7							
8							
9							
10							

9. If the respondent was formed as a result of consolidations or mergers during the year, name all constituent companies, and give specific reference to charters or general laws governing each organization, date and authority for each consolidation and each merger received from a regulatory body, and date of consummation:

Not Applicable

10. If respondent was reorganized during the year, give name of original corporation and the laws under which it was organized, or name of owner or partners, the reason for the reorganization, and date of reorganization:

Not Applicable

11. If respondent was subject to a receivership during the year state—

- A. Date of receivership
- B. Court of jurisdiction under which operations were conducted
- C. Date when possession under it was acquired
- D. Name of receiver, receivers, or trustee

12. If any individual, individuals, association, or corporation held control, as trustee, other than receivership, over the respondent at the close of the year, state—

- A. Date of trusteeship
- B. Authority for trusteeship
- C. Name of trustee
- D. Name of beneficiary or beneficiaries
- E. Purpose of trust

Not Applicable

13. List of companies under common control with respondent:

Line No.	
1	See Schedule 104 of Consolidated Rail Corporation R-1
2	
3	
4	
5	
6	
7	
8	
9	
10	
11	
12	

100. ORGANIZATION AND CONTROL—Concluded

14. Furnish complete list showing all companies controlled by respondent, either directly or indirectly. List under each directly controlled company the companies controlled by it and under each such company others of more remote control. Each step of control should be appropriately indented from the left margin. After each company state the percentage, if any, of the voting power represented by securities owned by the immediately controlling company.

Line No.	
1	None
2	
3	
4	
5	
6	
7	
8	
9	
10	
11	
12	
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	

15. Furnish complete list showing corporations controlling the respondent. Commence with the company which is most remote and list under each such company the company immediately controlled by it. Each step of control should be appropriately indented from the left margin. After each company state the percentage, if any, of the voting power represented by securities owned by the immediately controlling company. Where any company listed is immediately controlled by or through two or more companies jointly, list all such companies and list the controlled company under each of them, indicating its status by appropriate cross references.

Line No.	
1	Consolidated Rail Corporation 100%
2	
3	
4	
5	
6	
7	
8	
9	
10	
11	
12	
13	
14	

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.

200. COMPARATIVE GENERAL BALANCE SHEET—ASSET SIDE

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

short column (b) 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 parenthesis.

Line No.	Balance at beginning of year (a)	Item (b)	Balance at close of year (c)
	\$		\$
		CURRENT ASSETS	
1	6,459	(701) Cash	4,320
2	6,980,000	(702) Temporary cash investments	6,243,000
3		(703) Special deposits (p. 7-D)	
4		(704) Loans and notes receivable (p. 20)	
5	14,390	(705) Mileage accounts receivable	24,122
6	1,032,095	(707) Miscellaneous accounts receivable	988,300
7	2,351	(708) Interest and dividends receivable	3,853
8	616,605	(709) Accrued accounts receivable	447,870
9		(719) Working fund advances	
10	48,808	(711) Prepayments	13,428
11	161,787	(712) Material and supplies	86,040
12	28,000	(713) Other current assets	61,600
13		(714) Deferred income tax charges (p. 28)	
14	8,890,495	Total current assets	7,872,533
		SPECIAL FUNDS	
		(b ₁) Total book assets at close of year	(b ₂) Respondent's own issues included in (b ₁)
15		(715) Sinking funds (p. 12)	
16		(716) Capital and other reserve funds (p. 12)	
17		(717) Insurance and other funds (p. 12)	
18	-	Total special funds	
		INVESTMENTS	
19		(721) Investments in affiliated companies (p. 13)	
20		Undistributed earnings from certain investments in account 721 (p. 13A)	
21		(722) Other investments (p. 13)	
22		(723) Reserve for adjustment of investment in securities—Credit	
23		(724) Allowance for net unrealized loss on noncurrent marketable equity securities—Credit	
24	-	Total investments	
		PROPERTIES	
25	67,057,395	(731) Cars or protective service property (p. 9)	55,445,057
26		(733) Acquisition adjustment	
27	67,057,395	Total cars or protective service property	55,445,057
28	45,972,148	(735) Accrued depreciation—Cars or protective service property (p. 10)	38,858,817
29	72,850	(736) Amortization of defense projects—Cars or protective service property	35,792
30	46,044,998	Recorded depreciation and amortization (accounts 735 and 736)	38,894,609
31	21,012,397	Total cars or protective service property less recorded depreciation and amortization	16,550,448
32	1,582,710	(737) Miscellaneous physical property (p. 11)	1,582,710
33	484,234	(738) Accrued depreciation—Miscellaneous physical property (p. 11)	710,335
34	1,098,476	Miscellaneous physical property less recorded depreciation (account 737 less 738)	872,375
35	22,110,873	Total properties less recorded depreciation and amortization (line 28 plus line 31)	17,422,823
		OTHER ASSETS AND DEFERRED CHARGES	
36	2,258,079	(741) Other assets (p. 20)	1,878,435
37	55,807	(743) Other deferred charges (p. 20)	
38	-	(744) Accumulated deferred income tax charges (p. 28)	
39	2,313,886	Total other assets and deferred charges	1,878,435
40	33,315,254	Total Assets	27,173,791

For compensating balances not legally restricted, see Schedule 205

SEE COMPARATIVE BALANCE SHEET—EXPLANATORY NOTES ON PAGE 6

200. COMPARATIVE GENERAL BALANCE SHEET—LIABILITY SIDE

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

restated to conform with the accounting requirements followed in column (c). The entries in the short column (b) 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 parenthesis.

Line No.	Balance at beginning of year (a)	Item (b)	Balance at close of year (c)
	\$	CURRENT LIABILITIES	\$
41		(751) Loans and notes payable (p. 22)	
42	122,972	(753) Audited accounts and wages payable	15,114
43	15,834	(754) Miscellaneous accounts payable	24,524
44		(755) Interest matured unpaid	
45		(756) Dividends matured unpaid	
46		(757) Unmatured interest accrued	
47		(758) Unmatured dividends declared	
48	960,018	(759) Accrued accounts payable	1,717,846
49	469,659	(760) Federal income taxes accrued (p. 23)	182,729
50	99,305	(761) Other taxes accrued (p. 23)	61,760
51		(762) Deferred income tax credits (p. 28)	
52		(763) Other current liabilities	389,717
53	1,667,788	Total current liabilities (exclusive of long-term debt due within one year)	2,391,690
		LONG-TERM DEBT DUE WITHIN ONE YEAR	
		(b1) Total issued (b2) Held by or for respondent	
54	-	(764) Equipment obligations and other debt (pp. 15 and 16)	-
		LONG-TERM DEBT DUE AFTER ONE YEAR	
		(b1) Total issued (b2) Held by or for respondent	
55		(765) Funded debt unmatured	
56		(766) Equipment obligations (pp. 21 and 22)	
57		(766.5) Capitalized lease obligations	
58		(767) Receivers' and Trustees' securities	
59		(768) Debt in default	
60		(769) Amounts payable to affiliated companies (p. 22)	
61		(770.1) Unamortized discount on long-term debt	
62		(770.2) Unamortized premium on long-term debt	
63		Total long-term debt due after one year	-
		RESERVES	
64	72,000	(771) Pension and welfare reserves	31,700
65		(773) Equalization reserves	
66	2,258,079	(774) Casualty and other reserves	1,878,435
67	2,330,079	Total reserves	1,910,135
		OTHER LIABILITIES AND DEFERRED CREDITS	
68		(781) Interest in default	
69	250,000	(782) Other liabilities (p. 23)	250,000
70	20,735	(784) Other deferred credits (p. 23)	80,314
71	1,679,505	(785) Accumulated deferred income tax credits (p. 28)	381,551
72	1,950,240	Total other liabilities and deferred credits	711,865
		SHAREHOLDERS' EQUITY	
		Capital stock (Par or stated value) (b1) Total issued (b2) Nominally issued securities	
73	7,875,000	(791) Capital stock issued—Total	7,875,000
74	x x x x	Common stock (p. 24)	x x x x
75	x x x x	Preferred stock (p. 24)	x x x x
76		(792) Stock liability for conversion	
77		(793) Discount on capital stock	
78	7,875,000	Total capital stock	7,875,000
		Capital surplus	
79		(794) Premiums and assessments on capital stock (p. 24)	
80	2,309,000	(795) Paid-in surplus (p. 24)	2,309,000
81		(796) Other capital surplus (p. 24)	
82	2,309,000	Total capital surplus	2,309,000
		Retained income	
83		(797) Retained income—Appropriated (p. 7B)	
84	17,183,147	(798) Retained income—Unappropriated (p. 7B)	11,976,101
85		(798.1) Net unrealized loss on noncurrent marketable equity securities	
86	17,183,147	Total retained income	11,976,101
		TREASURY STOCK	
87		(798.5) Less: Treasury stock	22,160,101
88	27,367,147	Total shareholders' equity	27,173,791
89	33,315,254	Total Liabilities and Shareholders' Equity	

COMPARATIVE BALANCE SHEET—EXPLANATORY NOTES

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

Estimated accumulated savings in Federal income taxes resulting from computing book depreciation under Commission rules and computing tax depreciation using the items listed below \$ See Note

—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.

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 \$ 3,144,677

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 at beginning of year \$ None

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 at close of year \$ None

State whether a segregated political fund has been established as provided by the Federal Election Campaign Act of 1971 (18 U.S.C.

610). YES NO

Investment tax credit carryover at year end \$

Cost of pension plan:

Past service costs determined by actuaries at year end \$

Total pension costs for year:

Normal costs \$

Amortization of past service costs \$

Marketable Equity Securities - to be completed by companies with \$10.0 million or more in gross operating revenues:

1. Changes in Valuation Accounts

	Cost	Market	Dr. (Cr) to Income	Dr. (Cr) to Stockholders Equity
(Current year)	\$	\$	\$	X X X X X
as of / /			X X X X X	\$
(Previous year)			X X X X X	X X X X X
as of / /			X X X X X	X X X X X

2. At / / , gross unrealized gains and losses pertaining to marketable equity securities were as follows:

	Gains	Losses
Current	\$	\$
Noncurrent		

3. A net unrealized gain (loss) of \$ on the sale of marketable equity securities was included in net income for (year). The cost of securities sold was based on the (method) cost of all the shares of each security held at time of sale.

Significant net realized and net unrealized gains and losses arising after date of the financial statements but prior to their filing, applicable to marketable equity securities owned at balance sheet date shall be disclosed below:

NOTE: / / - date = Balance sheet date of the current year unless specified as previous year.

NOTE: The amount by which the Federal Income Taxes have been reduced under Section 168 (formerly 124-A) and 167 of the Internal Revenue Code aggregated \$373,513 at December 31, 1977. The estimated accumulated net Federal Income Tax reduction was obtained as follows:

Reserve for Depreciation per Fed. Taxes 12/31/77 \$40,255,826

Reserve for Depreciation per Books 12/31/77 39,477,674

778,152

X 48%

\$373,513

Est. Fed. Inc. Tax Deferred 12/31/77

300. INCOME ACCOUNT

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

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

3. Line 10 includes only dividends from investments accounted for under the cost method.

Line 15 includes only dividends accounted for under the equity method. Line 16 includes the undistributed earnings from investments accounted for under the equity method. Line 17 represents the earnings (losses) of investee companies accounted for under the equity method.

Line No.	Item (a)	Amount (b)
	ORDINARY ITEMS	
	CAR LINES OPERATING INCOME	
1	(501) Car line operating revenues (p. 26)	8,978,269
2	(531) Car line operating expenses (p. 27)	12,496,294
3	(532) Car line tax accruals (p. 28)	4,639
4	(532-5) Provision for deferred taxes (p. 28)	1,297,954
5	(533) Rent payable for cars (p. 29)	395,264
6	Car line operating income (or loss)	2,619,974
	OTHER INCOME	
7	(502) Revenues from miscellaneous operations (p. 11)	
8	(510) Miscellaneous rent income	
9	(511) Income from nonoperating property	
10	(513) Dividend income (from investments under cost only)	
11	(514) Interest income	427,561
12	(516) Income from sinking and other reserve funds	
13	(517) Release of premiums on funded debt	
14	(519) Miscellaneous income	7,617
15	Dividend income (from investments under equity only)	\$
16	Undistributed earnings (losses)	\$
17	Equity in earnings (losses) of affiliated companies (lines 15, 16)	
18	Total other income	435,178
19	Total income (or loss)	2,184,796
	MISCELLANEOUS DEDUCTIONS FROM INCOME	
20	(534) Expenses of miscellaneous operations (p. 11)	
21	(535) Taxes on miscellaneous operating property (p. 11)	
22	(543) Miscellaneous rents	
23	(544) Miscellaneous tax accruals	
24	(551) Miscellaneous income charges	
25	Total miscellaneous deductions	
26	Income available for fixed charges (or loss)	2,184,796
	FIXED CHARGES AND OTHER DEDUCTIONS	
27	(546) Interest on funded debt:	
28	(a) Fixed interest not in default	
29	(b) Interest in default	
30	(c) Contingent interest	
31	(547) Interest on unfunded debt	
32	(548) Amortization of discount on funded debt	
33	Total fixed charges and other deductions	
34	(553) Unusual or infrequent items - Net-(Debit) credit*	10,062
35	Income (loss) from continuing operations	2,194,858
	DISCONTINUED OPERATIONS	
36	(555) Income (loss) from operations of discontinued segments*	-
37	(557) Gain (loss) on disposal of discontinued segments*	-
38	Total income (loss) from discontinued operations (lines 36,37)	-
39	Income (loss) before extraordinary items (lines 35,38)	2,194,858
	EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES	
40	(570) Extraordinary items-Net-(Debit) credit (p. 29)	-
41	(590) Income taxes on extraordinary items-Debit (credit) (p. 29)	-
42	(591) Provision for deferred taxes-Extraordinary items (p. 28)	-
43	Total extraordinary items (lines 40-42)	-
44	(592) Cumulative effect of changes in accounting principles*	-
45	Total extraordinary items and accounting changes-(Debit) credit-(lines 43,44)	-
46	Net income (loss) (lines 39,45)	2,194,858

See footnotes on page 7A

304. RETAINED INCOME—APPROPRIATED

1. 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)
		\$ None	\$	\$
1	Additions to property through income and retained income			
2	Funded debt retired through income and retained income			
3	Sinking fund reserves			
4	Miscellaneous fund reserves			
5	Retained income—Appropriated not specifically invested			
6	Other appropriations (specify):			
7				
8				
9				
10	TOTAL	None		

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 Refrigerator Car Lines.

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.

4. Segregate in column (c) all amounts applicable to the equity in undistributed earnings (losses) of affiliated companies based on the equity method of accounting.

5. Line 3 (line 7 if debit balance), column (c), should agree with line 17, column (b), schedule 300.

6. Include in column (b) only amounts applicable to Retained Income exclusive of any amounts included in column (c).

Line No.	Item (a)	Unappropriated retained income (b)	Equity in undistributed earnings (losses) of affiliated companies (c)
		\$	\$
1	Balances at beginning of year	17,183,147	None
	CREDITS		
2	(601-1) Prior period adjustments to beginning retained income account (Credit)		
3	(602) Credit balance transferred from income (p. 7)		
4	(606) Other credits to retained income		
5	(622) Appropriations released		
6	Total		
	DEBITS		
7	(611-1) Prior period adjustments to beginning retained income account (Debit)		
8	(612) Debit balance transferred from Income (p. 7)	2,194,858	
9	(616) Other debits to retained income		
10	(620) Appropriations for sinking and other reserve funds		
11	(621) Appropriations for other purposes		
12	(623) Dividends (p. 10)	3,012,188	
13	Total		
14	Net increase (decrease) during year (Line 6 minus line 13)		
15	Balances at close of year (Lines 1 and 14)	11,976,101	None
16	Balance from line 15(c)		XXXXXXXXXX
17	Total unappropriated retained income and equity in undistributed earnings (losses) of affiliated companies at end of year	11,976,101	XXXXXXXXXX

Remarks

	Amount of assigned Federal income tax consequences:		
18	Account 606	None	XXXXXXXXXX
19	Account 616	None	XXXXXXXXXX

Schedule 205.-COMPENSATING BALANCES AND SHORT-TERM BORROWING ARRANGEMENTS

Using the following notes as a guideline, show the requirements of compensating balances and short-term borrowing arrangements if operating revenues are \$10 million or more. Footnote disclosure is required even though the arrangement is not reduced to writing.

1. Disclose compensating balances not legally restricted, lines of credit used and unused, average interest rate of short-term borrowings outstanding at balance sheet date, maximum amount of outstanding borrowings during the period and the weighted average rate of those borrowings.

2. Time deposits and certificates of deposit constituting compensating balances not legally restricted should be disclosed.

3. Compensating balance arrangements need only be disclosed for the latest fiscal year.

4. Compensating balances under an agreement which legally restricts the use of such funds, and which constitute support for short-term borrowing arrangements, should be included in Schedule 206, account 703, Special deposits.

5. Compensating balances under an agreement which legally restricts the use of such funds and which constitute support for long-term borrowing arrangements and are reported in account 717. Insurance and other funds, should also be separately disclosed below.

6. Compensating balance arrangements are sufficiently material to require disclosure in footnotes when the aggregate of written and oral agreement balances amount to 15 percent or more of liquid assets (current cash balances, restricted and unrestricted plus marketable securities).

7. When a carrier is not in compliance with a compensating balance requirement, that fact should be disclosed along with stated and possible sanctions whenever such possible sanctions may be immediate (not vague or unpredictable) and material.

None

Schedule 206.—SPECIAL DEPOSITS

For other than compensating balances, state separately each item of \$10,000 or more reflected in account 703, Special deposits, at the close of the year. Items of less than \$10,000 may be combined in a single entry and described as "Minor items less than \$10,000." For compensating balances, state separately the total amounts held on behalf of respondent and held on behalf of others.

Line No.	Purpose of deposit (a)	Balance at close of year (b)
		\$
	Interest special deposits:	
	None	
1		
2		
3		
4		
5		None
6	Total	
	Dividend special deposits:	
7		
8		
9		
10		
11		None
12	Total	
	Miscellaneous special deposits:	
13		
14		
15		
16		
17		None
18	Total	
	Compensating balances legally restricted:	
19	Held on behalf of respondent	
20	Held on behalf of others	None
21	Total	

NOTES AND REMARKS

211. PROPERTY AND EQUIPMENT

1. Give particulars of balances at the beginning and close of the year and of all changes during the year in Account 731, "Cars or protective service property." The balances by primary accounts should be stated in columns (b) and (f) and all changes made during the year should be analyzed in columns (c) to (e), inclusive.

2. The entries made in column (c) of this schedule should represent the cost to the respondent of constructing or acquiring cars or protective service property and equipment during the year and of making additions thereto and improvements thereon, as well as the cost during the year of making additions and improvements to physical property owned by the respondent and used for furnishing cars or protective service at, or before, the beginning of the year, and the amounts which represent the cost to the respondent during the year of additions and improvements to

transportation property leased from others under long-term contracts, in cases where such cost is not chargeable to the owning company.

3. Both the debit and credit involved in each transfer, adjustment, or clearance between cars or protective service property 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 cars or protective service property and equipment to operating expenses or other accounts, or vice versa, should be included in the column applicable to current items of like nature. Important adjustment items should be fully explained in a footnote.

Line No.	Account (a)	Balance at beginning of year (b)	Additions during year (c)	Retirements during year (d)	Net charges during the year (e)	Balance at close of year (f)
1	(51) Land	\$ 10,653	\$	\$ 10,653	\$ 10,653	\$ -
2	(52) Public improvements Motive Power-Other Locomotives	3,727,720		213,920	213,920	3,513,800
3	(53) Rolling stock	62,269,846	3,031,541	14,133,671	11,102,130	51,167,716
4	(54) Miscellaneous equipment	387,540		62,884	62,884	324,656
5	(55) Tracks	21,605		21,605	21,605	-
6	(56) Carshop buildings and machinery	336,041	49,386	241,640	192,254	143,787
7	(57) Work equipment					
8	(58) Ice manufacturing plants					
9	(59) Natural ice plants					
10	(60) Ice storage plants					
11	(61) Precooling plants					
12	(62) Icing platforms					
13	(63) Transmission systems					
14	(64) Testing apparatus					
15	(65) Miscellaneous structures Office Furn. & Fixtures	63,634	1,445	10,337	8,892	54,742
16	(66) Mechanical protective service units	240,356				240,356
17	(67) Mechanical protective service facilities					
18	Total property and equipment					
19	(70) Organization expenses					
20	Total Account 731	67,057,395	3,082,372	14,694,710	11,612,338	55,445,057

NOTES AND REMARKS

212. ACCRUED DEPRECIATION—PROPERTY AND EQUIPMENT

Give particulars of the credits and debits made to account No. 735, "Accrued depreciation—Cars or protective service property," during the year. If any entries are made for "Other credits" and "Other debits," state the facts occasioning such entries. A debit balance in columns (h) or (i) for any primary account should be shown in red or indicated by appropriate symbol.

Line No.	Account (a)	Balance at beginning of year (b)	CREDITS			DEBITS			Balance at close of year (i)
			Charged to accounts Nos. 236, 237, 252, 265, 284, 295, 386, 415 & 465 (c)	Other credits (specified) (d)	Total credits (e)	Net charge from retirement of carrier property (f)	Other debits (specified) (g)	Total debits (h)	
1	Motive Power-Other Locomotives	\$ 2,138,332	\$ 181,929		\$ 181,929	\$ 151,943		\$ 151,943	\$2,168,318
2	(52) Public improvements	42,926,023	5,771,303		5,771,303	12,653,859		12,653,859	36,043,467
3	(53) Rolling stock	313,110	15,037		15,037	62,816		62,816	265,331
4	(54) Miscellaneous equipment	17,137				17,137		17,137	-
5	(55) Tracks	279,500	5,795		5,795	192,488		192,488	92,807
6	(56) Carshop buildings and machinery								
7	(57) Work equipment								
8	(58) Ice manufacturing plants								
9	(59) Natural ice plants								
10	(60) Ice storage plants								
11	(61) Precooling plants								
12	(62) Icing platforms								
13	(63) Transmission systems								
14	(64) Testing apparatus	57,689	1,185		1,185	10,337		10,337	48,537
15	(65) Miscellaneous structures Office Furn. & Fixtures	240,357							240,357
16	(66) Mechanical protective service units								
17	(67) Mechanical protective service facilities								
	TOTAL	45,972,148	5,975,249		5,975,249	13,088,580		13,088,580	38,858,817

213. DEPRECIATION BASE AND RATES—PROPERTY AND EQUIPMENT

1. Show in columns (b) and (c) for each depreciable property account the balance at the beginning and end of the year, respectively, used in computing depreciation charges. The average depreciation base in column (d) should be determined by adding together the base used for each month during the

year and then dividing the total by 12.

2. The annual composite depreciation percentage rates in column (e) should be computed by dividing total annual charges developed by applying annual component rates to the base used in computing the

charges for December by the total base so used.

Line No.	Account (a)	DEPRECIATION BASE			Annual composite percentage rate (e)	Remarks (f)
		Balance at beginning of year (b)	Balance at close of year (c)	Average balance for the year (d)		
1	A. OWNED PROPERTY	\$ 3,727,720	\$ 3,513,800	\$ 3,638,587	5.00	(1) Excludes amortized equipment - \$72,850
2	(52) Public improvements Motive Power-Other Locomotives	(1) 62,196,996	(2) 51,131,924	56,546,631	6.49	
3	(53) Rolling stock	387,540	324,656	375,182	4.11	
4	(54) Miscellaneous equipment	21,605	-	18,004	F.D.	(2) Excludes amortized equipment - \$35,792
5	(55) Tracks	336,041	143,787	317,893	3.04	
6	(56) Carshop buildings and machinery					
7	(57) Work equipment					
8	(58) Ice manufacturing plants					
9	(59) Natural ice plants					
10	(60) Ice storage plants					
11	(61) Precooling plants					
12	(62) Icing platforms					
13	(63) Transmission systems					
14	(64) Testing apparatus	63,634	54,742	59,762	.99	
15	(65) Miscellaneous structures Off. Furn. & Fixtures	240,356	240,356	240,356	F.D.	
16	(66) Mechanical protective service units					
17	(67) Mechanical protective service facilities					
	TOTAL OWNED PROPERTY	66,973,892	55,409,265	61,196,415	6.30	

214. MISCELLANEOUS PHYSICAL PROPERTY

1. Give particulars of investments in physical property includible in account Nos. 737, "Miscellaneous physical property"; the reserves in account 738, "Accrued depreciation—Miscellaneous physical property," income credited to account 502, "Revenues from miscellaneous operations," account 534, "Expenses of miscellaneous operations," and account 535, "Taxes on miscellaneous operating property."
 2. The description of the property in column (a) should give identification of it with a reasonable degree of particularity.

3. If actual money cost to the respondent was different from that shown in column (b), give full particulars in a footnote.

4. If any property of the character provided for in this schedule was disposed of during the year, or by reclassification was transferred to or from the carrier property accounts, give particulars in a footnote.

Line No.	Description of property (a)	Book cost at close of year (Account 737) (b)	Depreciation reserve at close of year (Account 738) (c)	Total income during the year (Account 502) (d)	Total expenses during the year (Account 534) (e)	Total taxes applicable to the year (Account 535) (f)
1	30 Tamper Smoothers	\$ 1,582,710	\$ 710,335	\$ -	\$ -	\$ -
2						
3						
4						
5						
6						
7						
8						
9						
10						
11						
12	TOTAL	1,582,710	710,335	-	-	-

Income of \$287,936 was recorded in Account 133 and expenses of \$226,101 were recorded in Account 415.

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

1. 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."

2. 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.

3. 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.

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

5. 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).

Line No.	Account No.	Name, kind, and purpose of fund (list on same line in second section and in same order as in first section)	Name of trustee or depositary	Balance at beginning of year—Book value
	(a)	(b)	(c)	(d)
1		None		\$
2				
3				
4				
5				
6				
7				
8				
9				
10				
11				
12				
13				
14				
15				
16				
17				
18				
19				

Line No.	ASSETS IN FUNDS AT CLOSE OF YEAR							
	Additions during the year—Book value	Withdrawals during the year—Book value	Balance at close of year—Book value	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)
1	\$ None		\$	\$	\$	\$	\$	\$
2								
3								
4								
5								
6								
7								
8								
9								
10								
11								
12								
13								
14								
15								
16								
17								
18								
19								

277. INVESTMENTS IN SECURITIES AND ADVANCES

1. Give details of the balance of securities and advances held by the respondent at the close of the year.
 2. Classify in the following order: (1) Stocks, (2) Bonds, (3) Other se-

cured obligations, (4) Unsecured notes, and (5) Investment advances.

Line No.	Name of issuing company and description of security held (a)	Class (b)	Par value (c)	Rate of interest or dividends (d)	BALANCE AT CLOSE OF YEAR		
					Pledged (e)	Unpledged (f)	Book cost (g)
1	None				\$	\$	\$
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							
18							
19							
20				TOTAL			

Line No.	CHANGES DURING THE YEAR						INCOME DURING THE YEAR	
	ADDED		DISPOSED OF		Adjustments (Dr. Debit, Cr. Credit) (l)	Net changes (Dr. Debit, Cr. Credit) (m)	Kind (n)	Amount (o)
	Number of shares (h)	Book cost (i)	Number of shares (j)	Book cost (k)				
1		\$ None		\$	\$	\$		\$
2								
3								
4								
5								
6								
7								
8								
9								
10								
11								
12								
13								
14								
15								
16								
17								
18								
19								
20								

217-A. Investments in Common Stocks of Affiliated Companies
Undistributed Earnings From Certain Investments in Affiliated Companies

1. Report below the details of all investments in common stocks included in account 721 Investments in Affiliated Companies, which qualify for the equity method under instruction 37 in the Uniform System of Accounts for Refrigerator Car Lines.

2. Enter in column (c) the amount necessary to retroactively

adjust those investments qualifying for the equity method of accounting in accordance with instruction 37 (b) (11) of the Uniform System of Accounts for Refrigerator Car Lines.

3. Enter in column (d) the share of undistributed earnings (i.e., less dividends) or losses.

4. Enter in column (e) the amortization for the year of the excess of cost over equity in net assets (equity over cost) at date of acquisition. See instruction 37 (b) (4).

5. The total of column (g) must agree with column (c), line 20, schedule 200.

Line No.	Name of issuing company and description of security held (a)	Balance at beginning of year (b)	Adjustment for investments qualifying for equity method (c)	Equity in undistributed earnings (losses) during year (d)	Amortization during year (e)	Adjustment for investments disposed of or written down during year (f)	Balance at close of year (g)
	Carriers: (List specifics for each company)						
1	None	\$	\$	\$	\$	\$	\$
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16	Total						
17	Noncarriers: (Show totals only for each column)						
18	Total (lines 16 and 17)						

Car Line Initials MDT

Year 1977

Schedule 219.—RENTAL EXPENSE OF LESSEE

Complete this schedule only if (a) carrier operating revenues are \$10 million or more and (b) if gross rental expense in the most recent fiscal year exceeds one percent of operating revenue.

Otherwise, show total rental expense (reduced by rentals from subleases) entering into the determination of results of operations for each period for which an income statements is presented. Rental payments under short-term leases for a month or less which are not expected to be renewed need not be included. Contingent rentals, such as those based on usage or sales, shall be reported separately from the basic or minimum rentals.

Line No.	Type of lease (a)	Current year (b)	Prior year (c)
	Financing leases:	\$	\$
1	Minimum rentals		
2	Contingent rentals		
3	Sublease rentals	()	()
4	Total financing leases		
	Other leases:		
5	Minimum rentals		
6	Contingent rentals		
7	Sublease rentals	()	()
8	Total other leases		
9	Total rental expense of lessee		

NOTE: As used in schedules 219 through 223, a "financing lease" is defined as a lease which, during the noncancellable lease period, either (a) covers 75% or more of the economic life of the property or (b) has terms which assure the lessor a full recovery of the fair market value (which would normally be represented by his investment) of the property at the inception of the lease plus a reasonable return on the use of the assets invested subject only to limited risk in the realization of the residual interest in the property and the credit risks generally associated with secured loans.

Schedule 220.—MINIMUM RENTAL COMMITMENTS

Complete this schedule only if (a) carrier operating revenues are \$10 million or more and (b) gross rental expense in the most recent fiscal year exceeds one percent of operating revenue.

Show the minimum rental commitments under all noncancellable leases, as of the date of the latest balance sheet presented, in the aggregate (with disclosure of the amounts applicable to noncapitalized financing leases) for (a) each of the five succeeding fiscal years; (b) each of the next three five-year periods; and, (c) the remainder as a single amount. The amounts so determined should be reduced by rentals to be received from existing noncancellable subleases (with disclosure of the amounts of such rentals). For purposes of this rule, a noncancellable lease is defined as one that has an initial or remaining term of more than one year and is noncancellable, or is cancellable only upon the occurrence of some remote contingency or upon the payment of a substantial penalty.

Line No.	Year ended (a)	A			B	
		Financing leases (b)	Other Leases (c)	Total (d)	Sublease rentals*	
					Financing leases (e)	Other leases (f)
1	1978	\$	\$ Not Applicable.	\$	\$	\$
2	1979					
3	1980					
4	1981					
5	1982					
6	1983-1987					
7	1988-1992					
8	1993-1997					
9	1988 +					

* The rental commitments reported in Part A of this schedule have been reduced by these amounts.

Schedule 221.—LESSEE DISCLOSURE

Complete this schedule only if carrier operating revenues are \$10 million or more.

Relate in general terms: (a) the basis for calculating rental payments if dependent upon factors other than the lapse of time; (b) existence and terms of renewal or purchase options, escalation clauses, etc.; (c) the nature and amount of related guarantees made or obligations assumed; (d) restrictions on paying dividends, incurring additional debt, further leasing, etc.; and, (e) any other information necessary to assess the effect of lease commitments upon the financial position, results of operations, and changes in financial position of the lessee

Line
No.

(a)

Not Applicable.

(b)

(c)

(d)

(e)

Schedule 222.—LEASE COMMITMENTS—PRESENT VALUE

Complete this schedule only if (a) carrier operating revenues are \$10 million or more and (b) if the present value of the minimum lease commitments are more than five percent of the sum of the long-term debt, stockholders' equity and the present value of the minimum lease commitments, or if the impact on net income (as computed in schedule 223, Income impact—Lessee) is three percent or more of the average net income for the most recent three years.

Show all noncapitalized financing leases, the present value of the minimum lease commitments in the aggregate and by major categories of properties. Present values shall be computed by discounting net lease payments (after subtracting, if practicable, estimated, or actual amounts, if any, applicable to taxes, insurance, maintenance and other operating expenses) at the interest rate implicit in the terms of each lease at the time of entering into the lease.

Show either the weighted average interest rate (based on present value) and range of rates or specific interest rates for all lease commitments.

Line No.	Asset category (a)	Present value		Range		Weighted average	
		Current year (b)	Prior year (c)	Current year (d)	Prior year (e)	Current year (f)	Prior year (g)
		\$	\$	%	%	%	%
1	Structures	Not Applicable.					
2	Revenue equipment						
3	Shop and garage equipment						
4	Service cars and equipment						
5	Noncarrier operating property						
	Other (Specify):						
6							
7							
8							
9							
10	Total						

Schedule 223.—INCOME IMPACT—LESSEE

Complete this schedule only if carrier operating revenues are \$10 million or more.

If the impact on net income is less than three percent of the average net income for the most recent three years, a statement to this effect will suffice to complete this schedule. Otherwise, show the impact on net income for each period for which an income statement is presented if all noncapitalized financing leases were capitalized, related assets were amortized on a straight-line basis and interest cost was accrued on the basis of the outstanding lease liability. The amounts of amortization and interest cost shall be separately identified.

In calculating average net income, loss-years should be excluded. If losses were incurred in each of the most recent three years, the average loss shall be used for purposes of this test.

Line No.	Item (a)	Current year (b)	Prior year (c)
1	Amortization of lease rights	\$	\$
2	Interest		
3	Rent expense		
4	Income tax expense		
5	Impact (reduction) on net income		

Not Applicable.

225. LOANS AND NOTES RECEIVABLE

1. Give particulars of the various debtors and of the character of the transactions involved in account No. 704, "Loans and notes receivable," which pertain or relate to the cars and protective service of the respondent.

2. In column (a) show the name of each several debtor in the account whose debit balance at the close of the year amounted to \$10,000 or more; for debtors whose balances were severally less than \$10,000, a single entry for each subaccount may

be made under the caption, "Minor accounts, each less than \$10,000." List every item in excess of \$10,000 and state its date of maturity.

3. In column (b) state the character of the transactions represented in the account between the debtor named and the respondent.

Line No.	Name of debtor (a)	Character of asset or transaction involved (b)	Date of issue or renewal (c)	Date of maturity (d)	Rate per annum of interest (e)	Amount at close of year (f)
	None				% \$	
1						
2						
3						
4						
5						
6						
7						
8						
9						
10						

226. OTHER ASSETS

Give an analysis of the amount included in account No. 741, "Other assets," at the close of the year, shown in detail each item or subaccount amounting to \$10,000 or more. Items less than \$10,000 may be combined into a single entry designated,

"Minor items, each less than \$10,000." 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.	Description and character of items, and names of debtor (or class of debtors), if any (a)	Amount at close of year (b)
1	Receivables and advances from railroads in bankruptcy proceedings	\$ 1,792,852
2		
3	Pre-conveyance receivables from railroads in bankruptcy which were	
4	conveyed to Consolidated Rail Corporation on April 1, 1976	85,583
5		
6		
7	(Amounts fully reserved - See Account 774-Casualty and Other Reserves.)	
8		
9		
10		
11		
12		
13		
14	TOTAL	1,878,435

227. OTHER DEFERRED CHARGES

Give an analysis of the amount included in account No. 743, "Other deferred charges," at the close of the year, showing in detail each item or subaccount amounting to \$10,000 or more. Items less than \$10,000 may be combined into a sin-

gle entry designated, "Minor items, each less than \$10,000." 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.	Description and character of item or subaccount (a)	Amount at close of year (b)
	None	\$
1		
2		
3		
4		
5		
6		
7		
8		
9		
10		
11		
12		
13		
14	TOTAL	

261. FUNDED DEBT AND OTHER OBLIGATIONS

1. 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, which pertain or relate to the cars and protective service of the respondent. 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.

2. 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.

3. 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 on 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.

4. If the issue is an income bond, the entry in column (d) should be the annual maximum rate of interest specified by the indenture.

5. In column (f) enter the amount of bonds both nominally and actually issued up to the date of the report and not the amount authorized.

6. 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.

7. For definitions of "nominally issued," "nominally outstanding," "actually issued," and "actually outstanding," see Instruction 2, General instructions Uniform System of Accounts.

8. Entries in column (k) 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.

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

Line No.	Name and character of obligation (List on same line in second section and in same order as in first section) (a)	Nominal date of issue (b)	Date of maturity (c)	INTEREST PROVISIONS		Total amount nominally and actually issued (f)
				Rate percent per annum (d)	Dates due (e)	
1	None					\$
2						
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15						
16						

Line No.	Amount nominally issued and held or canceled (g)	Total amount actually issued (h)	Amount reacquired (i)	Total amount actually outstanding (j)	INTEREST		
					Accrued during year (k)	Actually paid during year (l)	Total amount in default (m)
1	\$ None	\$	\$	\$	\$	\$	
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							

263. EQUIPMENT COVERED BY EQUIPMENT OBLIGATIONS

Give the particulars called for regarding the equipment included in the balance outstanding in accounts Nos. 764, "Equipment obligations and other debt due within 1 year," and 766, "Equipment obligations," which pertain or relate to the cars and protective service of the respondent, at the close of the year. In column (a) show the name by which the equipment obligation is designat-

ed and in column (b) show the classes of equipment and the number of units covered by the obligation together with other details of identification. In column (c) show the contract price at which the equipment is acquired, and in column (d) the amount of cash paid upon acceptance of the equipment.

Line No.	Designation of equipment obligation (List names in the same order as in schedule 261) (a)	Description of equipment covered (b)	Contract price of equipment acquired (c)	Cash paid on acceptance of equipment (d)
1	None		\$	\$
2				
3				
4				
5				
6				
7				
8				
9				
10				
11				
12				
13				
14				
15				
16				
17				

268. AMOUNTS PAYABLE TO AFFILIATED COMPANIES

Give full particulars of amounts included in account No. 769, "Amounts payable to affiliated companies," in the Uniform System of Accounts. 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	None	%	\$	\$	\$	\$
2						
3						
4						
5						
6						
7						
8						
9						
10	Total					

271. LOANS AND NOTES PAYABLE

1. Give particulars of the various creditors and the character of the transactions involved in account No. 751, "Loans and notes payable," which pertain or relate to the cars and protective service of the respondent.

2. List every item in excess of \$10,000, giving the information indicated in the column headings.

3. For creditors whose balances were severally less than \$10,000, a single entry may be made

under a caption, "Minor accounts, each less than \$10,000."

4. Entries in columns (g) and (h) should include interest accruals and interest payments on loans and bills payable retired during the year, even though no portion of the issue remained outstanding at the close of the year.

Line No.	Name of creditor company (a)	Character of liability or of transaction (b)	Date of issue (c)	Date of maturity (d)	Rate of interest (e)	Balance at close of year (f)	Interest accrued during year (g)	Interest paid during year (h)
1	None				%	\$	\$	\$
2								
3								
4								
5								
6								
7								
8	Total							

275. 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)	Balance at close of year (b)
		\$ [286,929]
1	Federal income taxes (532 or other accounts)	
2	Federal excess profits taxes (532 or other accounts)	
3	Total (account 760)	182,729
4	Cars and protective service property taxes (532)	41,739
5	Railroad retirement and unemployment insurance taxes (532)	20,021
6	Social security taxes (532)	
7	Miscellaneous operating property (535)	
8	Miscellaneous tax accruals (544)	
9	All other taxes	
10	Total (account 761)	61,760

280. OTHER LIABILITIES

Give an analysis of the amount included in account No. 782, "Other liabilities," at the close of the year, showing in detail each item or sub-account amounting to \$10,000 or more. Items less than \$10,000 may be combined into a single entry designated, "Minor items, each less than

\$10,000." 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.	Description and character of item (a)	Name of creditor (or class of creditors) (b)	Amount at close of year (c)
			\$
1	Claim for protection under Railway		
2	Labor Act of 1964.	8 former employees	250,000
3			
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			
14			
15	Total		250,000

281. OTHER DEFERRED CREDITS

Give an analysis of the balance in account No. 784, "Other deferred credits," as of the close of the year, showing in detail each item of sub-account amounting to \$10,000 or more. Items less than \$10,000 may be combined into a single entry designated, "Minor items each less than

\$10,000." 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.	Description and character of item or subaccount (a)	Amount at close of year (b)
		\$
1	Car mileage earnings applicable to car rental from General Foods, Inc.	22,238
2	New equipment suspense.	58,076
3		
4		
5		
6		
7		
8		
9		
10		
11		
12		
13		
14		
15	Total	80,314

285. CAPITAL STOCK

1. Give particulars of the various issues of capital stock outstanding of the respondent at the close of the year.
 2. Classify in the following order: (1) Common stock, (2) Preferred stock, (3)

Debenture stock, and (4) Receipts outstanding for installments paid.

Line No.	Title, description and par value of issue, and rate of interest for preferred or debenture stock (a)	REACQUIRED AND HELD AT CLOSE OF THE YEAR		OUTSTANDING AT CLOSE OF THE YEAR	
		Number of shares (b)	Amount (c)	Number of shares (d)	Amount (e)
1	(1) Stock Certificate #1 No Par Value			78,750	7,875,000
2					
3					
4					
5					
6					
7					
8					
9					
10					
11					
12					
13					
14					
15					
16					
17					
18					
19					
20	TOTAL	x x x x		x x x x	7,875,000

291. 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) in-

sert the contra amount 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)	796. Other Capital Surplus (d)	795. Paid-In Surplus (e)
1	Balance at beginning of year	x x x	None	2,309,000	None
2	Additions during the year (describe):				
3					
4					
5					
6	Total additions during the year	x x x	None	None	None
7	Deductions during the year (describe):				
8					
9					
10	Total deductions	x x x	None	None	None
11	Balance at close of year	x x x	None	2,309,000	None

295. CONTINGENT ASSETS AND LIABILITIES

1. Give particulars with respect to contingent assets and contingent liabilities, at the close of the year, in accordance with Instruction 41 to the balance sheet of the Uniform System of Accounts that are not reflected in the accounts of the respondent and the value of the item amounts to \$50,000 or more.

2. In column (a) give a description of each item of contingent assets and liabilities under an in-

serted caption "CONTINGENT ASSETS" or "CONTINGENT LIABILITIES," as appropriate, and in column (b) show the amount of each item; if unknown, so state and explain by footnote.

Line No.	Item (a)	Amount (b)
1	None	\$
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		

298. DIVIDEND APPROPRIATIONS

1. Give particulars of each dividend declared. For nonpar stock, show the number of shares in column (d), and the rate 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 OR PER SHARE		Par value or number of shares of no par value on which dividend was declared (d)	Dividends (account 623) (e)	DATES	
		Regular (b)	Extra (c)			Declared (f)	Payable (g)
1	Common Stock			\$ 78,750	\$ 3,012,188	10/20/77	11/1/77
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
TOTAL					3,012,188		

319. OPERATING REVENUES

State the operating revenues of the respondent for the year, classified in accordance with the Uniform System of Accounts.

Line No.	Class of operating revenues (a)	Amount (b)	Remarks (c)
		\$	
	I. CAR SERVICE		
1	(101) Car mileage	596,480	
2	(102) Car rental	6,808,902	
3	(104) Cleaning cars		
4	(108) Other car service revenue		
5	Total car service	7,405,382	
	II. ICING PROTECTIVE SERVICE		
6	(110) Ice and salt		
7	(111) Supervision	821,532	
8	(112) Refrigerating device damage		
9	(113) Top or body ice damage		
10	(114) Precooling		
11	(115) Other icing service revenue		
12	Total icing protective service	821,532	
	III. MECHANICAL PROTECTIVE SERVICE:		
13	(116) Mechanical protective service units	23,743	
14	(117) Inspecting, servicing, and supervision		
15	(118) Fuel		
16	(119) Other mechanical protective service revenue		
17	Total mechanical protective service	23,743	
	IV. HEATER SERVICE		
18	(120) Car heaters	11,592	
19	(121) Heater fuel	9,292	
20	(122) Servicing heaters	5,078	
21	(123) Supervision	3,151	
22	(124) Preheating cars		
23	(128) Other heater service revenue		
24	Total heater service	29,113	
	V. OTHER SERVICES		
25	(130) Ventilation service	10,517	
26	(132) Other ice and salt		
27	(133) Miscellaneous	687,982	
28	Total other services	698,499	
29	Total operating revenues	8,978,269	

320. OPERATING EXPENSES

State the operating expenses of the respondent for the year, classified in accordance with the Uniform System of Accounts.

Line No.	Class of operating expenses (a)	Amount (b)	Line No.	Class of operating expenses (a)	Amount (b)
		\$			\$
	I. CAR SERVICE			V. HEATER SERVICE	
1	(201) Supervision	231,613	51	(351) Supervision	1,773
2	(203) Rents—Car service facilities	52,435	52	(353) Rents—Heater service facilities	39
3	(205) Car distribution	84,818	53	(357) Heater fuel	9,291
4	(208) Cleaning and conditioning cars	7,107	54	(358) Inspecting and servicing of heaters	5,011
5	(210) Car repairs	4,277,246	55	(360) Repairs—Heater service facilities	11,183
6	(211) Other repairs	109,521	56	(361) Preheating service	
7	(221) Injuries to persons	3	57	(371) Injuries to persons	
8	(222) Insurance	61,286	58	(372) Insurance	147
9	(223) Stationery and printing	3,742	59	(373) Stationery and printing	8
10	(229) Other expenses	49,414	60	(379) Other expenses	87
11	(230) Equalization—Car repairs		61	(386) Depreciation—Heater service facilities	11,974
12	(236) Depreciation—Rolling stock	5,771,303	62	(388) Retirements—Heater service facilities	67
13	(237) Depreciation—Other car service facilities	8,858	63	Total heater service	39,580
14	(238) Retirements—Car service facilities	271,574		VI. MISCELLANEOUS	
15	Total car service	10,385,772	64	(401) Ventilation service	4,965
	II. ICING PROTECTIVE SERVICE		65	(405) Curtain service	
16	(251) Ice purchased		66	(408) Papering cars	
17	(252) Ice produced		67	(410) Loss and damage claims	
18	(253) Rents—Icing facilities		68	(414) Diversions and reconsignments	
19	(254) Icing operations		69	(415) Other expenses	408,030
20	(255) Repairs—Icing facilities		70	Total miscellaneous	412,995
21	(256) Injuries to persons			VII. GENERAL	
22	(257) Insurance		71	(450) Salaries and expenses of general officers and clerks	357,987
23	(258) Other expenses		72	(451) General office supplies and expenses	9,368
24	(265) Depreciation—Icing facilities		73	(452) Rents	28,359
25	(270) Retirements—Icing facilities		74	(454) Law expenses	27,337
26	(275) Salt		75	(459) Pensions and relief	39,182
27	Total icing protective service	None	76	(460) Insurance	6,327
	III. OTHER ICING SERVICE		77	(461) Stationery and printing	30,125
28	(281) Supervision	347,080	78	(462) Repairs—General	223
29	(282) Rents—Icing service facilities	7,603	79	(465) Depreciation—General	1,185
30	(283) Repairs—Icing service facilities		80	(466) Retirements—General	
31	(284) Precooling service		81	(469) Other expenses	756,046
32	(285) Injuries to persons		82	Total general	1,256,139
33	(286) Insurance	12,223	83	Total operating expenses	12,496,294
34	(287) Stationery and printing	1,405			
35	(290) Other expenses	17,208	84	Operating ratio (ratio of operating expenses to operating revenues)	139.18 percent.
36	(295) Depreciation—Icing service facilities				
37	(296) Retirements—Icing service facilities				
38	Total other icing service	385,519			
	IV. MECHANICAL PROTECTIVE SERVICE				
39	(301) Supervision	885			
40	(302) Rents	22			
41	(303) Fuel	5,450			
42	(305) Inspecting and servicing				
43	(306) Supplies and repairs	9,755			
44	(307) Injuries to persons				
45	(308) Insurance	65			
46	(309) Stationery and printing	4			
47	(315) Other expenses	108			
48	(320) Depreciation—Mechanical service facilities				
49	(321) Retirements—Mechanical service facilities				
50	Total mechanical protective service	16,289			

350. CARLINE TAX ACCRUALS

1. Give the particulars called for with respect to taxes charged to account No. 532, "Carline tax accruals," of the respondent's Income Account for the year.

2. Substantial adjustments included in the amounts reported in column (b) should be explained in a footnote.

Line No.	Item (a)	Amount (b)
		\$
	A. Other than United States Government Taxes:	
1	Cars or protective service property taxes	52,532
2	State income taxes	[1,274]
3	All other taxes (other than U.S. Government)	1,553
4	Total other than U.S. Government taxes	52,811
	B. United States Government Taxes:	
5	Federal income taxes	[286,929]
6	Federal excess profits taxes	
7	Railroad retirement and unemployment insurance taxes	238,757
8	Social security taxes	
9	All other U.S. Government taxes	
10	Total U.S. Government taxes	[48,172]
11	Grand total taxes (account 532)	4,639

350-A. ANALYSIS OF FEDERAL INCOME AND OTHER TAXES DEFERRED

1. In column (a) are listed the particulars which most often cause a differential between taxable income and pretax accounting income. Other particulars which cause such a differential should be listed under the caption "Other", including State and other taxes deferred if computed separately. Minor items each less than \$100,000 may be combined in a single entry under "Other".

2. Indicate in column (b) the beginning of the year balance of accumulated deferred tax credits (debits) applicable to each particular in column (a).

3. Indicate in column (c) the net change in accounts 714, 744, 762 and 785 for the net tax effect of timing differences originating and reversing in the current accounting period.

4. The total of net credits (charges) for the current year in column (c) should agree with the contra charges (credits) to account 532.5, Provision for deferred taxes, and account 591, Provision for deferred taxes - extraordinary items, for the current year.

5. Indicate in column (d) any adjustments, as appropriate, including adjustments to eliminate or reinstate deferred tax effects (credits or debits) due to applying or recognizing a loss carryforward or a loss carry-back.

6. Indicate in column (e) the cumulative total of columns (b), (c), and (d). The total of column (e) must agree with the balances in accounts 714, 744, 762 and 785.

Line No.	Particulars (a)	Beginning of Year Balance (b)	Net Credits (Charges) for current Year (c)	Adjustments (d)	End of Year Balance (e)
1	Accelerated depreciation, Sec. 167 I.R.C.: Guideline lives pursuant to Rev. Proc. 62-21	\$	\$	\$	\$
2	Accelerated amortization of facilities Sec. 168 I.R.C.		(1)		
3	Other (Specify)	1,679,505	[1,297,954]		381,551
4					
5					
6					
7	Investment tax credit				
8	TOTALS	1,679,505	[1,297,954]		381,551

Note (1):

Book Depreciation expense in excess of Tax Depreciation expense
for 1977 \$2,648,887 X 49% \$1,297,954 Cr. Acct. #532-5

383. RENT PAYABLE FOR CARS

1. Give particulars of rent for cars, which pertain or relate to the cars and protective service of the respondent, as defined in the Uniform System of Accounts.
2. Rents payable which are not classifiable under one of the three heads provided should be explained in a footnote.
3. Taxes and other amounts paid or payable by the respondent as a part of the stipulated compensation which are chargeable to accounts other than account 533, "Rent payable for cars," should be included in column (f), and specifically stated in

a footnote.

4. This account includes amounts payable accrued as rent for cars (including cars covered by the contract), and for specific cars held under lease or other agreement, by the terms of which *exclusive use and control for operating purposes* are secured.

5. If the respondent held under lease during all or any part of the year any cars upon which no rent payable accrued, give full particulars in a footnote.

Line No.	Name of lessor or reversioner and description of property (a)	Total rent accrued during year (b)	CLASSIFICATION OF RENT			
			Guaranteed interest on bonds (c)	Guaranteed dividend on stocks (d)	Depreciation (e)	All other (f)
1	North Hill Leasing Co.	35,054				
2	New Jersey Leasing Co.	21,035				
3	New Jersey Leasing Co.	56,544				
4	Byram "A" Company	133,444				
5	American Invest. Ls. Co. #6	76,087				
6	New Jersey Leasing Co. #2	73,100				
7						
8						
9						
10						
11						
12	Total	395,264				

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 de-

termination which pertain or relate to the cars and protective service of the respondent.

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.

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

1. Give an analysis for all items, regardless of amount, included in accounts 570, "Extraordinary items", and 590, "Federal income taxes on extraordinary items".

2. Give an analysis for items in accounts 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, "Ap-

propriations released", confined to items amounting to \$10,000 or more in any one account. Items less than this amount may be combined in a single entry in each account designated "Minor items, each less than \$10,000."

3. Insert a total for each account.

Line No.	Account No. (a)	Item (b)	Debits (c)	Credits (d)
1		None	\$	\$
2				
3				
4				
5				
6				
7				
8				
9				
10				
11				

417. ROLLING STOCK OWNED

1. Give particulars required of the various classes of rolling stock owned by respondent during the year.

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

Line No.	Kind of car (a)	UNITS ACQUIRED DURING THE YEAR			Number of units retired during the year (e)	Number of units owned at close of year (f)
		Number of units owned at beginning of year (b)	Number (c)	Total weight (tons) (d)		
1	Refrigerator cars	2,695			1,310	1,385
2	Other cars (specify): Covered Hopper Cars	16			4	12
3	Bi-Level Auto Rack Cars	182			5	177
4	Tri- " " " "	604			37	567
5	Box Cars	-				-
6	Flat Cars	104	35 [converted from auto rack flat cars]			139
7	TOFC Cars	193			4	189
8						
9						
10						
11	Total	3,794	35		1,360	2,469

418. ROLLING STOCK LEASED FROM OTHERS

Give particulars relative to units of rolling stock which the respondent leased from others.

Line No.	Name of lessor (a)	UNITS HELD AT CLOSE OF YEAR		Rent payable during the year (d)	Amounts receivable from lessor as refund (e)
		Kind (b)	Number (c)		
1	North Hill Leasing Co.	Tri-Lev. Auto Racks	29	\$ 36,827	\$
2	New Jersey Leasing Co.	Bi-Level Auto Racks	38	21,035	
3	New Jersey Leasing Co.	Tri-Lev. Auto Racks	18	58,915	
4	Byram "A" Co.	Bi-Lev. Auto Racks	44	133,657	
5	American Invest. Leasing Co. #6	Tri-Lev. Auto Racks	138	81,007	
6	New Jersey Leasing Co. #2	Tri-Lev. Auto Racks	64	62,584	
7		Bi-Lev. Auto Racks	47		
8			42		
9					
10					
11					
12	Total		420	\$ 334,025	

419. ROLLING STOCK OWNED BUT LEASED TO OTHERS

1. Give particulars relative to units of rolling stock owned by the respondent but leased to others.
2. This analysis may be confined to reporting each lessee having 200 or more cars at the close of

the year and may combined all other lessees in a single entry designated "Lessees-----in number having less than 200 units at the close of the year."

Line No.	Name of lessee (a)	UNITS LEASED AT CLOSE OF YEAR		Rent receivable (d)	Amount payable to lessee as refund (e)
		Kind (b)	Number (c)		
1	Lessees 5 in number having less			\$	\$
2	than 200 units at close of year	Refrigerator Cars	297	668,715	
3					
4	Consolidated Rail Corporation	Auto Rack Cars			
5		and Auto Super-	3,526	5,963,387	
6		structures and			
7		TOFC flat cars.			
8					
9					
10					
11					
12					
13					
14					
15	Total		3,823	\$ 6,632,102	

383. RENT PAYABLE FOR CARS

1. Give particulars of rent for cars, which pertain or relate to the cars and protective service of the respondent, as defined in the Uniform System of Accounts.
2. Rents payable which are not classifiable under one of the three heads provided should be explained in a footnote.
3. Taxes and other amounts paid or payable by the respondent as a part of the stipulated compensation which are chargeable to accounts other than account 533, "Rent payable for cars," should be included in column (f), and specifically stated in

a footnote.

4. This account includes amounts payable accrued as rent for cars (including cars covered by the contract), and for specific cars held under lease or other agreement, by the terms of which exclusive use and control for operating purposes are secured.

5. If the respondent held under lease during all or any part of the year any cars upon which no rent payable accrued, give full particulars in a footnote.

Line No.	Name of lessor or reversioner and description of property (a)	Total rent accrued during year (b)	CLASSIFICATION OF RENT			
			Guaranteed interest on bonds (c)	Guaranteed dividend on stocks (d)	Depreciation (e)	All other (f)
1	North Hill Leasing Co.	\$ 35,054	\$	\$	\$	\$
2	New Jersey Leasing Co.	21,035				
3	New Jersey Leasing Co.	56,544				
4	Byram "A" Company	133,444				
5	American Invest. Ls. Co. #6	76,087				
6	New Jersey Leasing Co. #2	73,100				
7						
8						
9						
10						
11						
12	Total	395,264				

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 de-

termination which pertain or relate to the cars and protective service of the respondent.

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.

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

1. Give an analysis for all items, regardless of amount, included in accounts 570, "Extraordinary items", and 590, "Federal income taxes on extraordinary items".

2. Give an analysis for items in accounts 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, "Ap-

propriations released", confined to items amounting to \$10,000 or more in any one account. Items less than this amount may be combined in a single entry in each account designated "Minor items, each less than \$10,000."

3. Insert a total for each account.

Line No.	Account No. (a)	Item (b)	Debits (c)	Credits (d)
1		None	\$	\$
2				
3				
4				
5				
6				
7				
8				
9				
10				
11				

450. MILEAGE OF ROLLING STOCK

State the mileage made by cars owned by the respondent during the year. If not separable between loaded and empty include same in column (d), "Not separable" and explain in a footnote the reason therefor.

Line No.	Kind of car (a)	Loaded (b)	Empty (c)	Not separable (d)	Total (e)
1	Refrigerator cars	7,410,127	7,606,688	35,390	15,052,205
2	Other cars (specify): Hopper Cars	121,724	109,923	-	231,647
3	Bi-Level & Tri-Level Auto Rack Cars	10,526,682	9,826,175	1,263,239	21,616,096
4	Flexi-Van Fiat Cars	-			
5					
6					
7					
8					
9					
10					
11	Total	18,058,533	17,542,786	1,298,629	36,899,948

460. PROTECTIVE SERVICE STATIONS

Give a list of the protective service stations owned, leased from others, or operated by the respondent at the close of the year, and nature of service performed thereat. Show owned as Class A, leased as Class B, and operated as Class C.

Line No.	Class (a)	Location and description (b)	Service performed (c)
1		None	
2			
3			
4			
5			
6			
7			
8			
9			
10			

531. STATISTICS OF CAR LINE OPERATIONS

Give the various statistical items called for concerning the car line operations during the year.

Line No.	Description (a)	QUANTITY		Amount of revenue receivable (d)	Number of cars serviced (e)
		Unit (b)	Amount or number (c)		
	Icing protective service:			\$	
1	Ice delivered in bunkers of cars _____	Ton		None	
2	Ice delivered on top of load in body of cars _____	Ton		None	
3	Salt delivered in bunkers of cars _____	100#		None	
4	Supervision per icing in bunkers of cars _____	x x x	x x x x x x x x		
5	Supervision per icing in body of cars _____	x x x	x x x x x x x x		
6	Supervision—no ice supplied _____	x x x	x x x x x x x x	821,532	66,832
7	Repairs to refrigerating devices _____	x x x	x x x x x x x x		
8	Repairs of damage caused by top of body ice _____	x x x	x x x x x x x x		
9	Precooling cars _____	x x x	x x x x x x x x		
10	Other icing protective service revenue _____	x x x	x x x x x x x x		
	Mechanical protective service:				
11	Units _____	x x x	x x x x x x x x	23,743	
12	Supervision per inspection of cars _____	x x x	x x x x x x x x		
13	Fuel _____	x x x	x x x x x x x x		
14	Other mechanical protective service revenue _____	x x x	x x x x x x x x		
	Heater service:				
15	Inspection—Car heaters _____	x x x	x x x x x x x x	11,592	3,547
16	Inspection—Heater fuel _____	x x x	x x x x x x x x	9,292	3,547
17	Inspection—Servicing of heaters _____	x x x	x x x x x x x x	5,078	2,177
18	Inspection—Supervision incident to heater service _____	x x x	x x x x x x x x	3,151	3,547
19	Preheating cars _____	x x x	x x x x x x x x		
20	Other heater service revenue _____	x x x	x x x x x x x x		
	Other services:				
21	Ventilation service _____	x x x	x x x x x x x x	10,517	2,165
22	Other ice and salt _____	x x x	x x x x x x x x		
23	Miscellaneous (specify) _____	x x x	x x x x x x x x		
24					
25					
26					

561. EMPLOYEES, SERVICE AND COMPENSATION

Give particulars of the number of employees of various classes in the service of the respondent on June 30 and December 31 of the year, and of compensation paid therefor for the year. This schedule does not include old-age retirement, and unem-

ployment insurance taxes. See schedule 275 for such taxes.

Line No.	Classification (a)	Number of Employees in Service At End of Month Named		Total compensation (d)
		June 30 (b)	Dec. 31 (c)	
1	Car service maintenance employees _____	44	17	\$ 382,884
2	Protective service employees _____	18	18	306,358
3	Solicitation employees _____	2	2	31,538
4	Administrative and general employees _____	36	22	368,565
5	Other employees (specify): _____			
6	_____			
7	_____			
8	_____			
9	Total	100	59	\$ 1,089,345

562. COMPENSATION OF OFFICERS, DIRECTORS, ETC.

Give the name, position, salary, and other compensation, such as bonus, commission, gift, reward, or fee, of each of the five persons named in Schedule 100 of this report to whom the respondent paid the largest amount during the year covered by this report as compensation for current or past service over and above necessary expenses incurred in discharge of duties, and in addition, all other officers, directors, pensioners, or employees, if any, to whom the respondent similarly paid \$20,000 or more. If more convenient, this schedule may be filled out for a group of companies considered as one system and shown only in the report of the principal company in the system, with references thereto in the reports of the other companies. Any large "other compensation" should be explained in a footnote. If salary of an individual was changed during the year,

show salary before each change as well as at close of year. If an officer, director, etc., receives compensation from more than one person furnishing cars or protective service (whether a subsidiary or not) or from a subsidiary company, reference to this fact should be made if his aggregate compensation amounts to \$20,000 or more, and the detail as to division of the salary should be stated. By salary column (c) is meant the annual rate at which an employee is paid, rather than the amount actually paid for a part of a year when the salary is changed. Also, when a 10-percent (or other percent) reduction is made, the net rate and not the basic rate should be shown.

Line No.	Name of person (a)	Title (b)	Salary per annum as of close of year (see instructions) (c)	Other compensation during the year (d)
1	Duane P. Mate	Mgr. of Engineering 1/1/77	\$ 22,900	
2		9/1/77	25,000	
3				
4	Joseph A. Rizzo	Director Car Cont. 1/1/77	21,357	
5		2/1/77	22,750	
6				
7				
8	NOTE: Mr. N.C. Logue and Mr. J.C. Ebbert are on the payroll of			
9	Excelsior Truck Leasing Company, Inc.			
10				
11	Mr. B. Wellmon and Mr. E.P. Frasher and Mr. R.C. Sullivan			
12	are on the payroll of the Consolidated Rail Corporation.			
13				
14				
15				
16				
17				
18				
19				

for services or as a donation, except that with respect to contributions under \$10,000 which are made in common with other persons furnishing cars or protective service 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 \$10,000 or more, which pertain or relate to the cars and protective service of the respondent.

2. 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 effi-

ments, payments for heat, light, power, telegraph, and telephone services, and 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 cars or protective service property, but any special and unusual payments for services should be reported. Payments of \$10,000 or more to organizations maintained jointly by persons with other persons are not to be excluded even if their services are regarded as routine.

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

5. 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)	Nature of service (b)	Amount of payment (c)
1	Chapman and Cutler	Legal Services	\$ 22,923
2			
3			
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			
14			
15			
16			

Schedule 570.—COMPETITIVE BIDDING — CLAYTON ANTITRUST ACT

Section 10 of the Clayton Antitrust Act (15 U.S.C. 20) states that "no common carrier engaged in commerce shall have any dealings in securities, supplies or other articles of commerce, or shall make or have any contracts for construction or maintenance of any kind, to the amount of more than \$50,000, in the aggregate, in any one year, with another corporation, firm, partnership or association when the said common carrier shall have upon its board of directors or as its president, manager or as its purchasing or selling officer, or agent in the particular transaction, any person who is at the same time a director, manager, or purchasing or selling officer of, or who has any substantial interest in, such other corporation, firm, partnership or association, unless and except such purchases shall be made from, or such

dealings shall be made with, the bidder whose bid is the most favorable to such common carrier, to be ascertained by competitive bidding under regulations to be prescribed by rule or otherwise by the Interstate Commerce Commission." The specification for competitive bids is found in the Code of Federal Regulations, Part 1010-Competitive Bids through Part 1010.7 - Carriers Subject to the Interstate Commerce Act.

In column (g), identify the company awarded the bid by including company name and address, name and title of respondent officers, directors, selling officer, purchasing officer and/or general manager that has an affiliation with the seller.

Line No.	Nature of bid (a)	Date Published (b)	Contract number (c)	No. of bidders (d)	Method of awarding bid (e)	Date filed with the Commission (f)	Company awarded bid (g)
1			Not Applicable.				
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							
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20							
21							
22							
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24							
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26							
27							
28							
29							
30							

OATH

(To be made by the officer having control of the accounting of the respondent)

State of Illinois
 County of Cook } ss:

Niles C. Logue

makes oath and says that he is

(Insert here the name of the affiant)

President and Chief Executive Officer

(Insert here the official title of the affiant)

of Merchants Despatch Transportation Corporation

(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 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, 19 77, to and including December 31, 19 77

Niles C. Logue
 (Signature of affiant)

Subscribed and sworn to before me, a Notary Public, in and for the State and
 county above named, this 29th day of March, 19 78

My commission expires 2/10/82

J. M. Notel
 (Signature of officer authorized to administer oaths)

Use an L. S.
 Impression
 Seal.

(For the use of the Interstate Commerce Commission only)

Examination:

Date _____
 By _____
 Memo of error _____

Correspondence:

Date _____
 Subject _____
 Answer needed _____
 Answer received _____

Correction:

Date _____
 Authority _____
 Subject _____

MERCHANTS DESPATCH TRANSPORTATION CORPORATION

REPORT OF OPERATIONS
AND
GENERAL BALANCE SHEET

For Month of DECEMBER 1977

and

12 Months ended DECEMBER 31, 1977

PREPARED IN
~~OFFICE OF V.P. FIN. & TREAS.~~
Office of Comptroller
Chicago, Illinois 60604

MERCHANTS DESPATCH TRANSPORTATION CORPORATION - Statement of Income for Period: December 1977 and 12 Months 1977

	December 1977	Projection Dec. 1977	December 1976	12/77 Proj. Variance *Unfavor.	Dec. 1976 Variance *Unfavor.	Year to Date 12 Mos. 1977	Year to Date 12 Mos. 1976	12 Mos. 1976 Variance *Unfavor.
Revenue:								
Freight								
Switching								
Demurrage								
Trucking								
Other	742,787	857,000	825,950	* 114,213	* 83,163	8,978,269	10,241,690	*1,263,421
Total Revenues	742,787	857,000	825,950	* 114,213	* 83,163	8,978,269	10,241,690	*1,263,421
Operating Expenses:								
Maint. of roadway [excl. depr.]								
Maint. of equipment [excl. depr.]	246,244	500,000	264,733	253,756	18,489	4,625,487	3,174,041	*1,451,446
Depreciation								
Roadway								
Equipment	309,206	290,000	376,239	* 19,206	67,033	5,907,759	4,800,594	*1,107,165
Transportation	8,263	7,000	5,697	* 1,263	* 2,566	84,818	113,475	28,657
General, Administrative & Other	761,191	105,000	112,106	* 656,191	* 649,085	1,878,230	1,132,049	* 746,181
Payroll, Property, & Other Taxes	12,442	20,000	[836]	7,558	* 13,278	291,568	278,474	* 13,094
Equipment & Joint Facility Rents	26,385	27,000	56,839	615	30,454	395,264	709,988	314,724
Total Operating Expenses	1,363,731	949,000	814,778	* 414,731	* 548,953	13,183,126	10,208,621	*2,974,505
Operating Income [Loss]	[620,944]	[92,000]	11,172	* 528,944	* 632,116	[4,204,857]	33,069	*4,237,926
Other Income and Expense:								
Dividend income								
Equity income								
Interest income	33,281	30,000	27,164	3,281	6,117	427,561	165,589	261,972
Interest expense							3,750	3,750
Income from lease of road & equipment								
Rent for lease of road & equipment.								
Miscellaneous income [expense]			240		* 240	7,617	907	6,710
Total Other income [expense]	33,281	30,000	27,404	3,281	5,877	435,178	162,746	272,432
Income [Loss] before taxes	[587,663]	[62,000]	38,576	* 525,663	* 626,239	[3,769,679]	195,815	*3,965,494
Provision for Income Taxes:								
Currently payable								
Federal			Cr. 79,052		* 79,052	Cr. 286,929	469,659	756,588
State								
Total Currently Payable			Cr. 79,052		* 79,052	Cr. 286,929	469,659	756,588
Deferred								
Federal	11,742	Cr. 10,000	38,803	* 21,742	27,061	Cr. 1,297,954	Cr. 539,200	758,754
State								
Total Deferred	11,742	Cr. 10,000	38,803	* 21,742	27,061	Cr. 1,297,954	Cr. 539,200	758,754
Total Income Taxes	11,742	Cr. 10,000	Cr. 40,249	* 21,742	* 51,991	Cr. 1,584,883	Cr. 69,541	1,515,342
Ordinary Income [Loss]	[599,405]	[52,000]	78,825	* 547,405	* 678,230	[2,184,796]	265,356	* 2,450,152
Unusual & Infrequent Items	Dr. 3,820			* 3,820	* 3,820	Dr. 10,062	Dr. 465,227	455,165
Net Income [Loss]	[603,225]	[52,000]	78,825	* 551,225	* 682,050	[2,194,858]	[199,871]	* 1,994,987

MERCHANTS DESPATCH TRANSPORTATION CORPORATION - Balance Sheet as of: December 31, 1977

	December 31, 1977	Projection 12/31/77	Dec.31 1976	Projection Variance D=Decrease	Dec.31,1976 Variance D=Decrease					
ASSETS										
CURRENT:										
Cash	4,320	10,000	6,459	D 5,680	D 2,139					
Temporary Cash Investments	6,243,000	5,271,000	6,980,000	972,000	D 737,000					
Special Deposits										
Accounts Receivable:										
Notes Receivable										
Accounts Receivable	1,460,292	1,714,000	1,663,090	D 253,708	D 202,798					
Other Accts.& Notes Receivable	3,853	5,000	2,351	D 1,147	1,502					
Less, allowance for doubtful accts.										
Net Accts.& Notes Receivable	1,464,145	1,719,000	1,665,441	D 254,855	D 201,296					
Material and Supplies	86,040	75,000	161,787	11,040	D 75,747					
Other Current Assets	75,028	80,000	76,808	D 4,972	D 1,780					
Total Current Assets	7,872,533	7,155,000	8,890,495	717,533	D 1,017,962					
Special Funds										
Investments in affiliated companies										
Other investments										
Properties										
Roadway, buildings and land	143,787	155,000	368,299	D 11,213	D 224,512					
Equipment	54,921,872	54,036,000	66,237,922	885,872	D11,316,050					
Capitalized leases										
Other property	1,962,108	2,024,000	2,033,884	D 61,892	D 71,776					
Sub Total	57,027,767	56,215,000	68,640,105	812,767	D11,612,338					
Less, accumulated depreciation	39,604,944	38,425,000	46,529,232	1,179,944	D 6,924,288					
Net properties	17,422,823	17,790,000	22,110,873	D 367,177	D 4,688,050					
Other Assets										
Receivable from estates										
Pre-conveyance Receivables	85,583		465,227	85,583	D 379,644					
Intangibles, Misc., Other Assets			55,807		D 55,807					
Total Other Assets	85,583		521,034	85,583	D 435,451					
Total Assets	25,380,939	24,945,000	31,522,402	435,939	D 6,141,463					

MERCHANTS DESPATCH TRANSPORTATION CORPORATION - Balance Sheet as of: December 31, 1977

	Dec. 31 1977	Projection 12/31/77	Dec. 31 1976	Projection Variance D=Decrease	Dec. 31, 1976 Variance D=Decrease					
LIABILITIES										
CURRENT:										
Accounts and Wages Payable	39,638	50,000	138,806	D 10,362	D 99,168					
Accrued Liabilities	1,717,846	700,000	960,018	1,017,846	757,828					
Federal Income Tax Accrual	182,729		469,659	182,729	D 286,930					
Other Taxes Accrued	61,760	90,000	99,305	D 28,240	D 37,545					
Deferred Income Tax										
Notes Payable										
Other Current Liabilities	389,717			389,717	389,717					
Current Portion of Long-Term Debt										
Total Current Liabilities	2,391,690	840,000	1,667,788	1,551,690	723,902					
Long-Term Debt:										
Long-term debt net of current portion										
Less, unamortized discount										
Equipment Obligations										
Total Long-Term Debt										
Total Advances from Affiliates	85,583		465,227	85,583	D 379,644					
Casualty and Other Reserves	250,000	250,000	250,000							
Other Liabilities	112,014		92,735	112,014	19,279					
Other non-current Liabilities	381,551	310,000	1,679,505	71,551	D 1,297,954					
Deferred Federal Income Tax	829,148	560,000	2,487,467	269,148	D 1,658,319					
Total Liabilities										
SHAREHOLDERS' EQUITY										
Common Stock:										
Par Value	7,875,000	7,875,000	7,875,000							
Shares Authorized 100,000										
Issued and Outstanding 78,750										
Total Common Stock	7,875,000	7,875,000	7,875,000							
Paid-In Capital	2,309,000	2,309,000	2,309,000							
Retained Earnings	11,976,101	13,361,000	17,183,147	D 1,384,899	D 5,207,046					
Total Shareholders' Equity	22,160,101	23,545,000	27,367,147	D 1,384,899	D 5,207,046					
Tot. Liabil. & Shareholders' Equity	25,380,939	24,945,000	31,522,402	435,939	D 6,141,463					

Statement of Changes in Financial Position for:
December 1977 and 12 Months 1977

Merchants Despatch Transportation Corporation
Chicago, Illinois

	Dec. 1977	Projection Dec.1977	Dec. 1976	12/77 Proj. Variance * Unfavor.	Dec. 1976 Variance * Unfavor.	12 Mos. 1977	12 Mos. 1976	12 Mos.1976 Variance * Unfavor.
SOURCES OF WORKING CAPITAL:								
From Operations								
Gain/Loss for the period	603,225	52,000	78,825	* 551,225	* 682,050	2,194,858	199,871	*1,994,987
Charges to operations not requiring current outlays of Working Capital:								
Depreciation	311,144	290,000	378,381	21,144 *	67,237	6,201,351	4,862,128	1,339,223
Increase in Casualty Reserve	3,820			3,820	3,820	131,440	465,227	* 596,667
Other - Net								
Working Capital Provided [required] by operations	288,261	238,000	457,206	* 526,261	* 745,467	3,875,053	5,127,484	*1,252,431
Sales of Property [Princ. Committee Auth.]								
Salvage Proceeds Cr. to Accum. Deprac.	92,549	68,000	41,974	24,549	50,575	1,568,659	727,826	840,833
Decrease in Deferred Charges		77,000	10,834	* 77,000	* 10,834	189,072	213,321	* 24,249
Increase in Deferred Credits & Reserves	152,509	215,000	14,768	62,491 *	167,277	228,924	67,725	* 296,649
Settlement of Proceeds from sale of Stac-Pac Containers							1,299,957	*1,299,957
Gov't Loans for Estates' Obligations								
TOTAL SOURCES OF WORKING CAPITAL	348,221	168,000	524,782	* 516,221	* 873,003	5,403,860	7,436,313	*2,032,453
USES OF WORKING CAPITAL:								
Dividends		1,500,000		1,500,000		3,012,188	2,362,500	* 649,688
Increase in Doubtful Bills	3,820			* 3,820	* 3,820	246,378		246,378
Property Additions	173,480	348,000	3,824	174,520 *	169,656	3,081,960	5,137	*3,076,823
Decrease in Deferred Income Taxes	11,741	10,000	38,803	21,741 *	27,062	1,297,954	539,200	* 758,754
Repay. of Pre-Conveyance Govt. Loans								
Pay. of Estates' Obliga. from Govt. Loans								
Other - Net								
TOTAL USES OF WORKING CAPITAL	165,559	1,858,000	34,979	1,692,441 *	200,538	7,145,724	2,906,837	4,238,887
Work. Cap. Restatement for Capitalized Equipment Leases								
INCREASE IN WORKING CAPITAL	513,780	1,690,000	559,761	1,176,220	*1,073,541	1,741,864	4,529,476	*6,271,340
CHANGES IN COMPONENTS OF WORK. CAPITAL:								
Incr. [Decr.] in Current Assets:								
Cash and Temporary Cash Investments	151,356	2,624,000	276,105	2,775,356	* 124,749	739,139	5,665,868	*6,405,007
Loans and Notes Receivable								
Accounts Receivable	17,011	80,000	236,708	* 97,011	* 253,719	201,296	561,399	360,103
Material and Supplies	8,668		941	* 8,668	* 7,727	75,747	17,082	* 58,665
Other	34,051		22,911	* 34,051	* 11,140	1,780	5,973	* 7,753
TOTAL	91,626	2,544,000	488,961	2,635,626	* 397,335	1,017,962	5,093,360	*6,111,322
[Incr.] Decrease in Current Liabilities:								
Accounts and Wages Payable	9,381		9,186	9,381	18,567	99,168	96,605	195,773
Accrued Liabilities	639,356	394,000	29,268	*1,033,356	* 610,088	1,147,545	54,834	*1,092,711
Accrued Federal Income Tax		470,000	79,052	* 470,000	* 79,052	286,930	469,659	756,589
Other Taxes Accrued	24,569	10,000	30,202	34,569	5,633	37,545	57,214	* 19,669
TOTAL	605,406	854,000	70,800	*1,459,406	* 676,206	723,902	563,884	* 160,018
INCREASE IN WORKING CAPITAL	513,780	1,690,000	559,761	1,176,220	*1,073,541	1,741,864	4,529,476	*6,271,340