

352 CLASS II

ANNUAL REPORT 1971

THE KANSAS CITY SO. RR.

1 OF 3

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**Railroad
Annual Report Form A**

(Class I Line Haul and Switching and Terminal Companies)

Budget Bureau No. 60-R098.21

ORIGINAL

ANNUAL REPORT

OF

THE KANSAS CITY SOUTHERN RAILWAY
AND CONTROLLED COMPANIES

TO THE

INTERSTATE COMMERCE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 1971

INTERSTATE
COMMERCE COMMISSION

FORM NO. 312

ADMINISTRATIVE SERVICES
WASHINGTON, D.C.

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. Attention is specially directed to the following provisions of Part I of the Interstate Commerce Act:

Sec. 20. (1) The Commission is hereby authorized to require annual, periodical, or special reports from carriers, lessors, * * * (as defined in this section), to prescribe the manner and form in which such reports shall be made, and to require from such carriers, lessors, * * * specific and full, true, and correct answers to all questions upon which the Commission may deem information to be necessary, classifying such carriers, lessors, * * * as it may deem proper for any of these purposes. Such annual reports shall give an account of the affairs of the carrier, lessor, * * * in such form and detail as may be prescribed by the Commission.

(2) Said annual reports shall contain all the required information for the period of twelve months ending on the 31st day of December in each year, unless the Commission shall specify a different date and shall be made out under oath and filed with the Commission at its office in Washington within three months after the close of the year for which report is made, unless additional time be granted in any case by the Commission.

(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: * * *

(7)(c) Any carrier or lessor, * * * 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.

(8) As used in this section * * * the term "carrier" means a common carrier subject to this part, and includes a receiver or trustee of such carrier; and the term "lessor" means a person owning a railroad, a water line, or a pipe line, leased to and operated by a common carrier subject to this part, and includes a receiver or trustee of such lessor, * * *

The respondent is further required to send to the Bureau of Accounts, immediately upon preparation, two copies of its latest annual report to stockholders. See schedule 108A, page 105.

2. The instructions in this Form should be carefully observed, and each question should be answered fully and accurately, whether it has been answered in a previous annual report or not. Except in cases where they are specifically authorized, cancellations, arbitrary check marks, and the like should not be used either as partial or as entire answers to inquiries. If any inquiry, based on a preceding inquiry in the present report form is, because of the answer rendered to such preceding inquiry, inapplicable to the person or corporation in whose behalf the report is made, such notation as "Not applicable; see page —, schedule (or line) number —" should be used in answer thereto, giving precise reference to the portion of the report showing the facts which make the inquiry inapplicable. 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 an 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. Every annual report should, in all particulars, be complete in itself, and references to the returns of former years should not be made to take the place of required entries except as herein otherwise specifically directed or authorized.

4. If it be necessary or desirable to insert additional statements, typewritten 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.

5. All entries should be made in a permanent black ink. Those of a contrary character should be indicated in parenthesis. Items of an unusual character should be indicated by appropriate symbol and footnote.

Money items (except averages) throughout this annual report form should be shown in units of dollars adjusted to accord with footings.

6. Each respondent should make its annual report to this Commission in triplicate, retaining one copy in its files for reference in case correspondence with regard to such report becomes necessary. For this reason three copies of the Form are sent to each corporation concerned.

7. Railroad corporations, mainly distinguished as operating companies and lessor companies, are for the purpose of report to the Interstate Commerce Commission divided into classes. An operating company is one whose officers direct the business of transportation and whose books contain operating as well as financial accounts; and, a lessor company, the property of which being leased to and operated by

another company, is one that maintains a separate legal existence and keeps financial but not operating accounts. In making reports, lessor companies use Annual Report Form E.

Operating companies (including switching and terminal) are broadly classified, with respect to their operating revenues, according to the following general definitions:

Class I companies are those having annual operating revenues of \$5,000,000, or more. For this class, Annual Report Form A is provided.

Class II companies are those having annual operating revenues below \$5,000,000. For this class, Annual Report Form C is provided.

In applying this classification to any switching or terminal company which is operated as a joint facility of owning or tenant railroads, the sum of the annual railway operating revenues, the joint facility rent income, and the returns to joint facility credit accounts in operating expenses, shall be used in determining its class.

Switching and terminal companies are further classified as:

Class S1. Exclusively switching. This class of companies includes all those performing switching service only, whether for joint account or for revenue.

Class S2. Exclusively terminal. This class of companies includes all companies furnishing terminal trackage at terminal facilities only, such as union passenger or freight stations, lockyards, etc., for which a charge is made, whether operated for joint account or for revenue. In case a bridge or ferry is a part of the facilities operated by a terminal company, it should be included under this heading.

Class S3. Both switching and terminal. Companies which perform both a switching and a terminal service. This class of companies includes all companies whose operations cover both switching and terminal service, as defined above.

Class S4. Bridge and ferry. This class of companies is confined to those whose operations are limited to bridges and ferries exclusively.

Class S5. Mixed. Companies performing primarily a switching or a terminal service, but which also conduct a regular freight or passenger traffic. The revenues of this class of companies include, in addition to switching or terminal revenues, those derived from local passenger service, local freight service, participation in through movement of freight or passenger traffic, other transportation operations, and operations other than transportation.

8. Except where the context clearly indicates some other meaning, the following terms when used in this Form have the meanings below stated:

COMMISSION means the Interstate Commerce Commission. RESPONDENT means the person or corporation 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 FOR RAILROAD COMPANIES means the system of accounts in Part 1201 of Title 49, Code of Federal Regulations, as amended.

9. All companies using this Form should complete all schedules, with the following exceptions, which should severally be completed by the companies to which they are applicable:

Schedules restricted to Switching and Terminal Companies		Schedules restricted to other than Switching and Terminal Companies	
Schedule.....	414	Schedule.....	411
".....	415	".....	412
".....	532		

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ANNUAL REPORT

OF

THE KANSAS CITY SOUTHERN RAILWAY AND CONTROLLED COMPANIES

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

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

TO THE

INTERSTATE COMMERCE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 1971

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

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

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

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

SPECIAL NOTICE

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

Pages 220 and 221: Schedule 211. Road and Equipment Property

- 224: Schedule 211B. Depreciation Base and Rates -- Road and Equipment Owned and Used and Leased from Others
- 225: Schedule 211C. Depreciation Base and Rates -- Road and Equipment Leased to Others
- 226: Schedule 211D. Depreciation Reserve -- Road and Equipment Owned and Used
- 226A: Schedule 211E. Depreciation Reserve -- Road and Equipment Leased from Others
- 226B: Schedule 211F. Depreciation Reserve -- Road and Equipment Leased to Others
- 227: Schedule 211G. Amortization of Defense Projects -- Road and Equipment Owned and Leased from Others
- 230A: Schedule 211N-2. Investment in Railway Property Used in Transportation Service

Provision has been made for reporting data related to terminal and highway equipment used in TOFC/COFC (piggyback) service by inserting new accounts 25, TOFC/COFC terminals, and 55, Highway revenue equipment.

Reference to account 51, Steam locomotives, has been deleted.

Account 52, Other locomotives, has been retitled "Locomotives".

Page 233: Instructions Concerning Returns to be Made in Schedule 218 on Pages 234, 235, 236, and 237

Instructions have been revised to clarify reporting of debt nominally and actually issued or assumed.

Page 237: Schedule 218. Funded Debt and Other Obligations

Columns reporting securities issued during the year have been amended to include securities assumed during the year.

Page 238: Schedule 219. Equipment Covered by Equipment Obligations

Instructions have been revised to clarify reporting of the contract price of equipment acquired and cash paid on acceptance of equipment.

Page 300: Schedule 300. Income Account for the Year

Account 503, Hire of freight cars -- Credit balance, has been retitled "Hire of freight cars and highway revenue equipment -- Credit balance".

Account 536, Hire of freight cars -- Debit balance, has been retitled "Hire of freight cars and highway revenue equipment -- Debit balance".

Pages 304 -- 311: Schedule 320. Railway Operating Expenses

Provision has been made for reporting expenses related to terminal and highway equipment used in TOFC/COFC (piggyback) service by inserting new accounts 244, TOFC/COFC terminals; 318, Highway revenue equipment -- Repairs; 421, TOFC/COFC terminals; and 422, Other highway transportation expenses.

Accounts 308, Steam locomotives -- Repairs; 385, Water for yard locomotives; 386, Lubricants for yard locomotives; 387, Other supplies for yard locomotives; 397, Water for train locomotives; 398, Lubricants for train locomotives; and 399, Other supplies for train locomotives, are eliminated from this schedule.

Account 311, Other locomotives -- Repairs, has been retitled "Locomotives -- Repairs".

Account 388, Enginehouse expenses -- Yard, has been retitled "Servicing yard locomotives".

Account 400, Enginehouse expenses -- Train, has been retitled "Servicing train locomotives".

Page 312: Schedule 322. Road Property -- Depreciation

Provision has been made for reporting depreciation of TOFC/COFC terminals by inserting new account 25, TOFC/COFC terminals.

Page 314: Schedule 328. Retirements -- Equipment

Reference to account 51, Steam locomotives, has been deleted.

Account 52, Other locomotives, has been retitled "Locomotives".

Provision has been made for reporting retirements of highway revenue equipment by inserting new account 55, Highway revenue equipment.

Continued on following page

SPECIAL NOTICE - Continued

Page 314: Schedule 330: Equipment -- Depreciation

References to account 51, Steam locomotives -- Yard, and Steam locomotives -- Other, respectively, have been deleted.

Titles of account 52, Other locomotives -- Yard, and Other locomotives -- Other, have been changed to "Locomotives -- Yard" and "Locomotives -- Other", respectively.

Provision has been made for reporting depreciation of highway revenue equipment by inserting new account 55, Highway revenue equipment.

Page 319: Schedule 376. Hire of Freight Cars

Instructions have been clarified as to reporting TOFC/COFC car-miles and rentals, and car rentals on a combination mileage and per diem basis, respectively.

Provision has been made for reporting car-days paid for unequipped box cars and all other per-diem cars, respectively.

Page 404: Schedule 417. Inventory of Equipment

The term "horsepower" has been redefined as "manufacturers' rated horsepower".

Year groupings, for reporting locomotives by year built, have been redesignated.

Page 408: Schedule 421. Highway Motor Vehicle Operations

Provision has been made for reporting inventory of bogies, chassis and containers; and separation in reporting of semi-trailers and trailers.

101. IDENTITY OF RESPONDENT

Answers to the questions asked should be made in full, without reference to data returned on the corresponding page of previous reports. In case any changes of the nature referred to under inquiry 4 or 5 on this page have taken place during the year covered by this report, they should be explained in detail on page 530.

1. Give in full the exact name of the respondent. Use the words "The" and "Company" only when they are parts of the corporate name. Be careful to distinguish between railroad and railway. The corporate name should be given uniformly throughout the report, notably on the cover, on the title page, and in the "Verification" (p. 533). If the report is made by receivers, trustees, a committee of bondholders, or individuals otherwise in possession of the property, state names and facts with precision.

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

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

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

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

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

1. Exact name of common carrier making this report

The Kansas City Southern Railway Company

2. Date of incorporation March 19, 1900

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

State of Missouri

Article II Chapter XII Revised Statutes of Missouri 1899

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

No changes during 1971

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

No changes during 1971

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

Not Applicable

7. Class of switching and terminal company
[See section No. 7 on inside of front cover]

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

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

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

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

102. DIRECTORS

Line No.	Name of director (a)	Office address (b)	Date of beginning of term (c)	Date of expiration of term (d)	Number of voting shares actually or beneficially owned (e)	Remarks (f)
1	William N. Deramus III	Kansas City, Mo.	5-11-71	5-9-72	None	
2	J. Pat Beaird	Shreveport, La.	"	"	400	
3	William H. Bronson	" "	"	"	None	
4	Kirke Couch	" "	"	"	"	
5	Edward M. Douthat	Kansas City, Mo.	"	"	"	
6	L. O. Frith	" "	"	"	"	
7	Raymond Gary	Medill, Okla.	"	"	"	
8	John Hawkinson	Chicago, Ill.	"	"	"	
9	Paul H. Henson	Kansas City, Mo.	"	"	"	
10	I. O. Hockaday, Jr.	" " "	"	"	"	
11	George E. Kellogg	" " "	"	"	"	
12	Erwin E. Kelm	Minneapolis, Minn.	"	"	"	
13	R. Crosby Kemper	Kansas City, Mo.	"	"	"	
14	Eugene M. Lynn	" " "	"	"	"	
15	Edward T. McNally	Pittsburg, Kansas	"	"	"	
16	Edwin Moore	Shreveport, La.	"	"	"	
17	Harold L. Oppenheimer	Kansas City, Mo.	"	"	"	
18	William H. Saunders, Jr.	New Orleans, La.	"	"	"	
19						
20						

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

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

22. Name the members of the executive committee of the Board of Directors of the respondent at the close of the year (naming first the chairman), and state briefly the powers and duties of that committee: William N. Deramus III (Chairman), William H. Bronson, Edward M. Douthat, Erwin E. Kelm, R. Crosby Kemper, Eugene M. Lynn, Edward T. McNally,
Exercise same powers as Board of Directors when latter is not in session

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

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

1. In schedule No. 104A should be entered the names of all corporations which are controlled either solely or jointly by the respondent carrier, except corporations controlled through title to securities. Enter in column (a), schedule 104B, the names of all corporations indirectly controlled by respondent through one or more intermediaries, whether the intermediary (1) is required to file annual reports with this Commission, or (2) controls the corporation listed in column (a) through ownership of its securities or by any other direct or indirect means. Schedule 205, on pages 210, 211, 212, and 213, provides for corporations controlled by respondent through title to securities.

2. By "control" is meant *ability to determine the action of a corporation*. Attention is specifically directed to Section 1 (3) (b) of Part I of the Interstate Commerce Act which provides that, "For the purposes of sections 5, 12 (1), 20, 204 (a) (7), 210, 220, 304 (b), 310, and 313 of this Act, where reference is made to control (in referring to a relationship between any person or persons and another person or persons), such reference shall be construed to include actual as well as legal control, whether maintained or exercised through or by reason of the method of or circumstances surrounding organization or operation, through or by common directors, officers, or stockholders, a voting trust or trusts, a holding or investment company or

companies, or through or by any other direct or indirect means; and to include the power to exercise control.

3. In column (c) should be entered the names of the corporations or others, if any, that with the respondent corporation jointly control the corporation listed.

4. In column (d) should be shown the form of control exercised. For the purposes of this report, the following are to be considered forms of control:

(a) Right through agreement of some character or through some source other than title to securities, to name the majority of the board of directors, managers, or trustees of the controlled corporation;

(b) Right to foreclose a first lien upon all or a major part in value of the tangible property of the controlled corporation;

(c) Right to secure control in consequence of advances made for construction of the operating property of the controlled corporation;

(d) Right to control only in a specific respect the action of the controlled corporation.

5. A leasehold interest in the property of a corporation is not to be classed as a form of control over the lessor corporation.

6. In column (e) should be shown the extent of the inter-

est of respondent corporation in the controlled corporation.

7. Indirect control is that exercised through an intermediary. When an intermediary is a holding company or any other corporation (or an individual), the names of all its controlled corporations should be entered with the name of such intermediary. For corporations indirectly controlled, the entries in schedule 104B, columns (b), (c), (d), and (e), should show the relationship between the corporation named in column (a) and that named in column (f).

8. Corporations should be grouped in the following order:

1. Transportation companies—active.
2. Transportation companies—inactive.
3. Nontransportation companies—active.
4. Nontransportation companies—inactive.

9. An inactive corporation is one which has been practically absorbed in a controlling corporation, and which neither operates property nor administers its financial affairs; if it maintains an organization it does so only for the purpose of complying with legal requirements and maintaining title to property or franchises. All other corporations are to be regarded as active.

104A. CORPORATIONS CONTROLLED BY RESPONDENT OTHER THAN THROUGH TITLE TO SECURITIES

Line No.	Name of corporation controlled (a)	CHARACTER OF CONTROL				Remarks (f)
		Sole or joint (b)	Other parties, if any, to joint agreement for control (c)	How established (d)	Extent (e)	
1						
2						
3	NONE					
4						
5						

104B. CORPORATIONS INDIRECTLY CONTROLLED BY RESPONDENT

Line No.	Name of corporation controlled (a)	CHARACTER OF CONTROL				Name of intermediary through which indirect control exists (f)
		Sole or joint (b)	Other parties, if any, to joint agreement for control (c)	How established (d)	Extent (e)	
21						
22						
23						
24						
25						
26						
27	NONE					
28						
29						
30						
31						
32						
33						
34						
35						
36						

108. CORPORATE CONTROL OVER RESPONDENT *

1. Did any corporation or corporations, transportation or other, hold control over the respondent at the close of the year? Yes
 If control was so held, state: (a) The form of control, whether sole or joint Control through holding majority of stock
 (b) The name of the controlling corporation or corporations Kansas City Southern Industries, Inc.
 (c) The manner in which control was established Issue of Kansas City Southern Industries, Inc. stock in exchange for The Kansas City Southern Railway Company stock held by various stockholders.
 (d) The extent of control Approximately 92%
 (e) Whether control was direct or indirect Direct
 (f) The name of the intermediary through which control, if indirect, was established Not Applicable
2. Did any individual, association, or corporation hold control, as trustee, over the respondent at the close of the year? No
 If control was so held, state: (a) The name of the trustee _____
 (b) The name of the beneficiary or beneficiaries for whom the trust was maintained None
 (c) The purpose of the trust None

108A. 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.

109. VOTING POWERS AND ELECTIONS

1. State the par value of each share of stock: Common, \$ No per share; first preferred, \$ 50 per share; second preferred, \$ None per share; debenture stock, \$ None per share.

2. State whether or not each share of stock has the right to one vote; if not, give full particulars in a footnote Yes

3. Are voting rights proportional to holdings? Yes If not, state in a footnote the relation between holdings and corresponding voting rights

4. Are voting rights attached to any securities other than stock? No If so, name in a footnote each security, other than stock, to which voting rights are attached (as of the close of the year), and state in detail the relation between holdings and corresponding voting rights, stating whether voting rights are actual or contingent, and if contingent showing the contingency.

5. Has any class or issue of securities any special privileges in the election of directors, trustees, or managers, or in the determination of corporate action by any method? No If so, describe fully in a footnote each such class or issue and give a succinct statement showing clearly the character and extent of such privileges.

6. Give the date of the latest closing of the stock book prior to the actual filing of this report, and state the purpose of such closing 4-10-71
for purpose of holding annual stockholders meeting

7. State the total voting power of all security holders of the respondent at the date of such closing, if within one year of the date of such filing; if not, state as of the close of the year. 1,400,782 votes, as of December 31, 1971 (Date)

8. State the total number of stockholders of record, as of the date shown in answer to inquiry No. 7. 286 stockholders.

9. Give the names of the thirty security holders of the respondent who, at the date of the latest closing of the stock book or compilation of list of stockholders of the respondent (if within 1 year prior to the actual filing of this report), had the highest voting powers in the respondent, showing for each his address, the number of votes which he would have had a right to cast on that date had a meeting then been in order, and the classification of the number of votes to which he was entitled, with respect to securities held by him, such securities being classified as common stock, second preferred stock, first preferred stock, and other securities, stating in a footnote the names of such other securities (if any). If any such holder held in trust, give (in a footnote) the particulars of the trust. In the case of voting trust agreements give, as supplemental information on page 202, the names and addresses of the thirty largest holders of the voting trust certificates and the amount of their individual holdings. If the stock book was not closed or the list of stockholders compiled within such year, show such thirty security holders as of the close of the year.

Line No.	Name of security holder	Address of security holder	Number of votes to which security holder was entitled	NUMBER OF VOTES, CLASSIFIED WITH RESPECT TO SECURITIES ON WHICH BASED			Other securities with voting power
				STOCKS			
				Common	Second	First	
(a)	(b)	(c)	(d)	(e)	(f)	(g)	
1	Kansas City Southern Ind. Inc.	114 W. 11th, KC, Mo.	1,307,386	982,223		325,163	
2	Equitable Life Ins. Soc.	1285 Ave. of Amer. NY, NY.	62,500			62,500	
3	Louisiana & Arkansas Ry. Co.	114 W. 11th, KC, Mo.	38,013	31,628		6,385	
4	Sabat & Co.	200 Park Ave. NY, NY.	4,000			4,000	
5	Exbak	Gen Post Off, Brooklyn NY	4,000			4,000	
6	Cross & Co.	Packard Bldg. Phila. Pa.	1,680			1,680	
7	Kansas City Southern Ry.	114 W. 11th, KC, Mo.	956	916		40	
8	D. F. Green & Co.	1201 Rus. Bldg. S.F. Cal.	800			800	
9	Farmers & Bankers Life	Box 576, Wichita, Kansas	700			700	
10	Agree & Co.	T Lock Box H, Chicago, Ill.	600			600	
11	Steere & Co.	Box 7334, Phila. Pa.	600			600	
12	J. C. Thompson	1320 W. Short, Indep. Mo.	577			577	
13	J. B. Alley	51 W. 51st, NY., NY.	500	300		200	
14	Peavey Wilson Land	Box 1103, Shreveport, La.	500			500	
15	A. T. Kahl	1407 Valentine, KC, Mo.	500			500	
16	J. Pat Beaird	Com Natl. Bk. Shreveport, La.	400	400			
17	Honigman Bros.	111 Broadway, NY., NY.	400	400			
18	Greater KC Pension Fund	2525 Gillham, KC, Mo.	340			340	
19	R. Mitchell	5900 Mission, Mission, Ks.	330			330	
20	N. E. Laffey	25 Montview, Short Hills, NJ	300			300	
21	Lawrence Home For Aged	Box 929, Lawrence, Mass.	300			300	
22	F. A. Leers	276 Larch Ave, Bogota, NJ	300			300	
23	Phyllis Dunn	15 Cliff Rd, Swamscott, Mass.	300			300	
24	F. R. Hook	611 Monrovia, S'port, La.	250			250	
25	J. F. Day	2 Grace Court, Brooklyn, NY	250			250	
26	Hare & Co.	Box 11203, NY., NY.	250			250	
27	W. H. Biggs	319 N. 4, St. Louis, Mo.	200			200	
28	W. H. Biggs - Trustee	319 N. 4, St. Louis, Mo.	200			200	
29	A. C. Oberworthmann	1567 Ridge, Evanston, Ill	200			200	
30	John Dunn	4800 Main, KC, Mo.	200			200	

10. State the total number of votes cast at the latest general meeting for the election of directors of the respondent. 1,386,458 votes cast.

11. Give the date of such meeting May 11, 1971

12. Give the place of such meeting Kansas City, Missouri

110. GUARANTIES AND SURETYSHIPS

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

during the year, the particulars called for hereunder.

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

Line No.	Names of all parties principally and primarily liable (a)	Finance Docket number, title, maturity date and concise description of agreement or obligation (b)	Amount of contingent liability (c)	Sole or joint contingent liability (d)
1	The Atchison, Topeka & Santa Fe Ry. Co.	Kansas City Terminal Ry. Co. 1st Mtg. Serial Bonds dated October 1, 1944		
2	Burlington Northern Inc.	due serially October 1, 1948 to		
3	Chicago and North Western Ry. Co.	October 1, 1974 with interest rate		
4	Chicago, Milwaukee, St. Paul and Pacific RR. Co.	4% to 1-7/8%. Principal and interest		
5	Chicago, Rock Island and Pacific RR. Co.	guaranteed by twelve proprietar/		
6	Gulf, Mobile and Ohio RR. Co.	companies proportionately. Finance		
7	The Kansas City Southern Ry. Co.	Docket 14637 Sept. 12, 1944.		
8	Missouri-Kansas-Texas RR. Co.	Respondent's guaranty 1/12; excepting		
9	Missouri Pacific RR. Co.	default by other parties	\$29,384,000	Joint
10	Norfolk and Western Ry. Co.			
11	St. Louis-San Francisco Ry. Co.			
12	Union Pacific RR. Co.			
13				
14	Louisiana & Arkansas Ry. Co.	Equipment purchase agreement dated		
15	Principal	4-1-65 maturing 4-1-75 with Darby		
16	The Kansas City Southern Ry. Co.	Products of Steel Plate Corp.		
17	Guarantor	assigned to Chemical Bank, Agent		
18		for 685 freight cars	3,109,536	Joint
19				
20				
21				
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26				
27				
28				
29				
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32				
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Corrections per letter of June 21, 1972
"1971"

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

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

Line No.	Finance Docket number, title, maturity date and concise description of agreement or obligation (a)	Names of all guarantors and sureties (b)	Amount of contingent liability of guarantors (c)	Sole or joint contingent liability (d)
41				
42				
43				
44				
45		NONE		
46				
47				
48				
49				
50				
51				

KANSAS CITY SOUTHERN LINES CONSOLIDATED

200A. COMPARATIVE GENERAL BALANCE SHEET—ASSETS

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

ing requirements followed in column (c). The entries in the short column (b₂) should be deducted from those in column (b₁) 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)			Account or item (b)	Balance at close of year (c)		
				CURRENT ASSETS			
1	1	877	098	(701) Cash		33	343
2	12	495	799	(702) Temporary cash investments (p. 203)	12	234	841
3		120	544	(703) Special deposits (p. 203)	1	067	619
4				(704) Loans and notes receivable (p. 203)			
5				(705) Traffic and car-service balances—Debit			
6	4	475	875	(706) Net balance receivable from agents and conductors	4	337	088
7	1	140	396	(707) Miscellaneous accounts receivable	1	467	682
8		587	604	(708) Interest and dividends receivable		137	265
9	3	668	126	(709) Accrued accounts receivable (p. 203)	3	648	054
10		761	992	(710) Working fund advances		754	211
11	1	248	237	(711) Prepayments (p. 203)		885	759
12	3	646	079	(712) Material and supplies	4	072	719
13		73	961	(713) Other current assets (p. 203)		38	386
14	30	095	711	Total current assets	28	676	967
				SPECIAL FUNDS			
15	5	356		(715) Sinking funds (pp. 206 and 207)		6	068
16		181	115	(716) Capital and other reserve funds (pp. 206 and 207)		199	167
17		90	000	(717) Insurance and other funds (pp. 206 and 207)		95	000
18		276	471	Total special funds		300	235
				INVESTMENTS			
19	19	001	636	(721) Investments in affiliated companies (pp. 210, 211, 212 and 213)	16	357	396
20	9	239	810	(722) Other investments (pp. 214, 215, 216 and 217)		47	819
21	(	319	874)	(723) Reserve for adjustment of investment in securities—Credit (p. 209, Instruction 9)	(	319	874)
22	27	921	572	Total investments (accounts 721, 722 and 723)	16	085	341
				PROPERTIES			
23	245	973	378	(731) Road and equipment property (pp. 220, 221 and 222)	241	650	568
24	x	x	x	Road	118	793	540
25	x	x	x	Equipment	116	640	964
26	x	x	x	General expenditures	3	190	637
27	x	x	x	Other elements of investment			
28	x	x	x	Construction work in progress	3	025	427
29				(732) Improvements on leased property (pp. 220, 221 and 222)			
30	x	x	x	Road			
31	x	x	x	Equipment			
32	x	x	x	General expenditures			
33	245	973	378	Total transportation property (accounts 731 and 732)	241	650	568
34	(	45	880	(735) Accrued depreciation—Road and Equipment (pp. 226 and 226B)	(	47	520
35	(	574	727)	(736) Amortization of defense projects—Road and Equipment (p. 227)	(	571	482)
36	(	46	454	Recorded depreciation and amortization (accounts 735 and 736)	(	43	092
37	199	518	502	Total transportation property less recorded depreciation and amortization (line 33 less line 36)	193	558	493
38	5	602	017	(737) Miscellaneous physical property (pp. 230B and 231)	8	401	095
39	(	1	592	(738) Accrued depreciation—Miscellaneous physical property (pp. 230B and 231)	(	363	758)
40	4	009	362	Miscellaneous physical property less recorded depreciation (account 737 less 738)	8	037	337
41	203	527	864	Total properties less recorded depreciation and amortization (line 37 plus line 40)	201	595	830
				OTHER ASSETS AND DEFERRED CHARGES			
42		285	053	(741) Other assets (p. 232)		191	763
43		63	693	(742) Unamortized discount on long-term debt		55	230
44	1	296	089	(743) Other deferred charges (p. 232)	1	672	601
45	1	644	835	Total other assets and deferred charges	1	919	594
46	263	466	453	TOTAL ASSETS	248	577	967

NOTE.—See page 202 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

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

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

in column (c). The entries in short column (b) should reflect total book liability at close of year. 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)			Account or item (b)	Balance at close of year (c)		
CURRENT LIABILITIES							
47	\$			(751) Loans and notes payable (p. 242A)	\$		
48		505	785	(752) Traffic and car-service balances—Credit		543 131	
49	2	147	132	(753) Audited accounts and wages payable	1	352 351	
50		652	424	(754) Miscellaneous accounts payable		772 946	
51		73	916	(755) Interest matured unpaid		36 980	
52		46	313	(756) Dividends matured unpaid	1	030 324	
53	1	240	899	(757) Unmatured interest accrued	1	139 810	
54		206	807	(758) Unmatured dividends declared		206 807	
55	7	449	964	(759) Accrued accounts payable (p. 242A)	6	574 713	
56	2	476	831	(760) Federal income taxes accrued (p. 242B)	1	268 412	
57	1	342	135	(761) Other taxes accrued (p. 242B)	1	287 648	
58	4	397	776	(763) Other current liabilities (p. 242A)	5	294 075	
59	20	539	982	Total current liabilities (exclusive of long-term debt due within one year)	19	507 197	
LONG-TERM DEBT DUE WITHIN ONE YEAR							
60	6	673	452	(764) Equipment obligations and other debt (pp. 234, 235, 236, and 237)	(b) Total issued 6,128,457	(b) Held by or for respondent None 6 128 457	
LONG-TERM DEBT DUE AFTER ONE YEAR							
61	39	043	000	(765) Funded debt unmatured	(b) Total issued 37,648,000	(b) Held by or for respondent None 37 648 000	
62	45	859	447	(766) Equipment obligations	(pp. 234, 235, 236, and 237) 40,330,990	None 40 330 990	
63				(767) Receivers' and Trustees' securities			
64				(768) Debt in default			
65				(769) Amounts payable to affiliated companies (p. 242)			
66	84	902	447	Total long-term debt due after one year		77 978 990	
RESERVES							
67				(771) Pension and welfare reserves (p. 243)			
68	1	741	575	(772) Insurance reserves (p. 243)			
69	1	741	575	(774) Casualty and other reserves (p. 243)		1 319 697	
70				Total reserves		1 319 697	
OTHER LIABILITIES AND DEFERRED CREDITS							
71				(781) Interest in default (p. 236)			
72		443	688	(782) Other liabilities (p. 243)		407 974	
73		185	774	(783) Unamortized premium on long-term debt		169 211	
74	1	191	667	(784) Other deferred credits (p. 243)		3 277 417	
75				(785) Accrued depreciation—Leased property (p. 226A)			
76	1	821	129	Total other liabilities and deferred credits		3 854 602	
SHAREHOLDERS' EQUITY							
Capital stock (Par or stated value)							
77	55	557	206	(791) Capital stock issued—Total	(b) Total issued 57,000,000	(b) Held by or for company 1,465,635 55 534 365	
78	34	876	456	Common stock (p. 245)	36,000,000	1,146,385 34 853 615	
79	20	680	750	Preferred stock (p. 245)	21,000,000	319,250 20 680 750	
80				(792) Stock liability for conversion (p. 246)			
81				(793) Discount on capital stock			
82	55	557	206	Total capital stock		55 534 365	
Capital surplus							
83				(794) Premiums and assessments on capital stock (p. 247)			
84		267	210	(795) Paid-in surplus (p. 247)		267 210	
85	4	903	382	(796) Other capital surplus (p. 247)		5 196 598	
86	5	170	592	Total capital surplus		5 463 808	
Retained income							
87		600	000	(797) Retained income—Appropriated (p. 247)		600 000	
88	86	460	070	(798) Retained income—Unappropriated (p. 302)		78 190 851	
89	87	060	070	Total retained income		78 790 851	
90	147	787	868	Total shareholders' equity		139 739 024	
91	263	466	453	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		248 577 967	

NOTE—See page 202 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

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

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

in column (c). The entries in short column (b) should reflect total book liability at close of year. The entries in the short column (b) should be deducted from those in column (a) 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)			Account or item (b)	Balance at close of year (c)		
CURRENT LIABILITIES							
47	\$			(751) Loans and notes payable (p. 242A)	\$		
48		505	785	(752) Traffic and car-service balances—Credit		543 131	
49	2	147	132	(753) Audited accounts and wages payable	1	352 351	
50		652	424	(754) Miscellaneous accounts payable		772 946	
51		73	916	(755) Interest matured unpaid		36 980	
52		46	313	(756) Dividends matured unpaid	1	030 324	
53	1	240	899	(757) Unmatured interest accrued	1	139 810	
54		206	807	(758) Unmatured dividends declared		206 807	
55	7	449	964	(759) Accrued accounts payable (p. 242A)	6	574 713	
56	2	476	831	(760) Federal income taxes accrued (p. 242B)	1	268 412	
57	1	342	135	(761) Other taxes accrued (p. 242B)	1	287 648	
58	4	397	776	(763) Other current liabilities (p. 242A)	5	294 075	
59	20	539	982	Total current liabilities (exclusive of long-term debt due within one year)	19	507 197	
LONG-TERM DEBT DUE WITHIN ONE YEAR							
60	6	673	452	(764) Equipment obligations and other debt (pp. 234, 235, 236, and 237)	(b) Total issued 6,128,457	(b) Held by or for respondent None 6 128 457	
LONG-TERM DEBT DUE AFTER ONE YEAR							
61	39	043	000	(765) Funded debt unmatured	(b) Total issued 37,648,000	(b) Held by or for respondent None 37 648 000	
62	45	859	447	(766) Equipment obligations	40,330,990	None 40 330 990	
63				(767) Receivers' and Trustees' securities	236, and		
64				(768) Debt in default	237)		
65				(769) Amounts payable to affiliated companies (p. 242)			
66	84	902	447	Total long-term debt due after one year		77 978 990	
RESERVES							
67				(771) Pension and welfare reserves (p. 243)			
68	1	741	575	(772) Insurance reserves (p. 243)			
69	1	741	575	(774) Casualty and other reserves (p. 243)		1 319 697	
70				Total reserves		1 319 697	
OTHER LIABILITIES AND DEFERRED CREDITS							
71				(781) Interest in default (p. 236)			
72		443	688	(782) Other liabilities (p. 243)		407 974	
73		185	774	(783) Unamortized premium on long-term debt		169 211	
74	1	191	667	(784) Other deferred credits (p. 243)		3 277 417	
75				(785) Accrued depreciation—Leased property (p. 226A)			
76	1	821	129	Total other liabilities and deferred credits		3 854 602	
SHAREHOLDERS' EQUITY							
Capital stock (Par or stated value)							
77	55	557	206	(791) Capital stock issued—Total	(b) Total issued 57,000,000	(b) Held by or for company 1,465,635 55 534 365	
78	34	876	456	Common stock (p. 245)	36,000,000	1,146,385 34 853 615	
79	20	680	750	Preferred stock (p. 245)	21,000,000	319,250 20 680 750	
80				(792) Stock liability for conversion (p. 246)			
81				(793) Discount on capital stock			
82	55	557	206	Total capital stock		55 534 365	
Capital surplus							
83				(794) Premiums and assessments on capital stock (p. 247)			
84		267	210	(795) Paid-in surplus (p. 247)		267 210	
85	4	903	382	(796) Other capital surplus (p. 247)		5 196 598	
86	5	170	592	Total capital surplus		5 463 808	
Retained income							
87		600	000	(797) Retained income—Appropriated (p. 247)		600 000	
88	86	460	070	(798) Retained income—Unappropriated (p. 302)		78 190 851	
89	87	060	070	Total retained income		78 790 851	
90	147	787	868	Total shareholders' equity		139 789 024	
91	263	466	453	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		248 577 967	

NOTE—See page 202 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

COMPARATIVE GENERAL BALANCE SHEET—EXPLANATORY NOTES

The notes listed below are provided for the purpose of disclosing supplementary information concerning matters which have an important effect on the financial condition of the carrier. The carrier shall give the particulars called for herein and where there is nothing to report, insert the word, "None"; and in addition thereto shall enter in separate notes with suitable particulars other matters involving material amounts of the character commonly disclosed in financial statements under generally accepted accounting and reporting principles, except as shown in other schedules. This includes explanatory statements explaining (1) the procedure in accounting for pension funds including payments to trustees and recording in the accounts pension costs, indicating whether or not consistent with the prior year, and state the amount, as nearly as practicable, of unfunded past service costs; (2) service interruption insurance policies and indicate the amount of indemnity to which respondent will be entitled for work stoppage losses and the maximum amount of additional premium respondent may be obligated to pay in the event such losses are sustained by other railroads; (3) particulars concerning obligations for stock purchase options granted to officers and employees; and (4) what entries have been made for net income or retained income restricted under provisions of mortgages and other arrangements.

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

(a) Estimated accumulated net reduction in Federal income taxes since December 31, 1949, because of accelerated amortization of emergency facilities in excess of recorded depreciation under section 168 (formerly section 124-A) of the Internal Revenue Code. \$ 8,217,000

(b) Estimated accumulated net reduction in Federal income taxes because of accelerated depreciation of facilities since December 31, 1953, under provisions of section 167 of the Internal Revenue Code and depreciation deductions resulting from the use of the guideline lives, since December 31, 1961, pursuant to Revenue Procedure 62-21 in excess of recorded depreciation. \$24,543,000

(c) Estimated accumulated net income tax reduction realized since December 31, 1961, because of the investment tax credit authorized in the Revenue Act of 1962 compared with the income taxes that would otherwise have been payable without such investment tax credit. \$ 8,967,000

(d) Estimated accumulated net reduction in Federal income taxes because of accelerated amortization of certain rolling stock since December 31, 1969, under provisions of Section 184 of the Internal Revenue Code. \$ 2,010,000

(e) Estimated accumulated net reduction in Federal income taxes because of amortization of certain rights-of-way investments since December 31, 1969, under the provisions of Section 185 of the Internal Revenue Code. \$ 1,000

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

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

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

Item	As recorded on books				Amount not recorded
	Amount in dispute	Account Nos.			
		Debit	Credit		
Per diem receivable.....	\$.....			\$ 301,363	
Per diem payable.....				158,747	
Net amount.....	\$.....	x x x x x x	x x x x x x	\$ 142,616	

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

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

NOTE: The Kansas City Southern Railway Company together with other proprietary companies of Trailer Train Company is obligated to advance to Trailer Train Company under certain conditions such sums as may be needed by that company to pay principal and interest under terms of certain of its outstanding equipment obligations. At December 31, 1971, such obligations aggregated \$577,333,314.

NOTE: Respondent carried a service interruption policy with the Imperial Insurance Company, Limited, under which it will be entitled to indemnity for certain work stoppage losses. In the event such losses are sustained by other railroads holding similar policies, respondent may be obligated to pay additional premiums. This explanatory note is given in response to Accounting Case Series No. 126, dated February 26, 1960.

201. ITEMS IN SELECTED CURRENT ASSET ACCOUNTS

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

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

Line No.	Account No. (a)	Item (b)	Amount (c)
	702	<u>Temporary Cash Investments</u>	
1		Due	
2		Johnson City, Tennessee Revenue Bonds 1976-77-78	225 000
3		Chemical Bank - Certificate - KCS 1-2-3-72	4 277 000
4		Chemical Bank - Certificate - L&A 4-72	198 715
5		Hibernia National Bank Certificate - L&A 2-72	2 090 687
6		Bankers Trust Co. Certificate - L&A 1-72	603 439
7		First National Bank Certificate - AW 3-72	240 000
8		Ford Motor Credit Co. Notes - KCS 1-72	1 100 000
9		Ford Motor Credit Co. Notes - L&A 1-72	850 000
10		G.M.A.C. Notes - KCS 1-2-72	1 500 000
11		G.M.A.C. Notes - L&A 1-2-72	1 150 000
12		Total Account 702	12 234 841
13	703	<u>Special Deposits</u>	
14		Deposits for funded debt payments	36 795
15		Deposits for dividend	1 030 324
16		Deposits for insurance premiums	500
17		Total Account 703	1 067 619
18	704	<u>Loans and Notes Receivable</u>	None
19	709	<u>Accrued Accounts Receivable</u>	
20		Freight Transportation due from others	145 920
21		Unreported freight revenue in transit	2 215 442
22		Estimate car repair bills receivable	109 433
23		Estimate per diem due from time mileage rates	50 000
24		Estimate per diem due from Texas Northern Ry. Co.	50 000
25		Estimate due from Missouri Pacific Ry. Co. for maintenance and operation tracks De Quincy, La. to Beaumont, Texas	271 215
26		Estimate joint facilities expense with other railroads	201 718
27		Estimate Federal Tax receivable loss investment Howe Coal Co.	196 123
28		Other items, each less than \$100,000	408 203
29		Total Account 709	3 648 054
30	711	<u>Prepaid Rents</u>	
31		Prepaid insurance premiums	298 155
32		Prepaid rental, Conestoga Co., Microwave system	160 391
33		Prepaid rental, Carland, Inc.	363 638
34		Minor items, each less than \$100,000	63 575
35		Total Account 711	885 759
36	713	<u>Other Current Assets</u>	
37		Other items, each less than \$100,000	38 386

KANSAS CITY SOUTHERN LINES CONSOLIDATED

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

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

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

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

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

Line No.	Account No.	Name, kind, and purpose of fund	Name of trustee or depository	Balance at beginning of year—Book value		
	(a)	(b)	(c)	(d)		
1	715	<u>Sinking Funds</u>		\$		
2		First Mortgage Series C	Chemical Bank, New York		5	356
3						
4						
5	716	<u>Capital and Other Reserve Funds</u>				
6		Chemical Bank - Trustee KCS Ry. Mortgaged Property Sold	Chemical Bank, New York		62	626
7		Voting Trust Certificates Preferred Stock	Chemical Bank, New York		2	000
8		Voting Trust Certificates Common Stock	Chemical Bank, New York		3	987
9		Morgan Guaranty Trust - Agent Destroyed Cars	Morgan Guaranty, New York		12	248
10		Manufacturers Natl. Bank - Agent Destroyed Cars	Manufacturers Natl. - Detroit		10	932
11		Chemical Bank - Agent - KCS Destroyed Cars	Chemical Bank, New York		85	010
12		Chemical Bank - Agent - L&A Destroyed Cars	Chemical Bank, New York		4	312
13						
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30						
31	717	<u>Insurance and Other Funds</u>				
32		Deposit under Service Interruption Policy	Barclay's Bank D.C.O. Nassau, Bahamas		90	000
33						
34						
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204. SINKING, CAPITAL, INSURANCE, AND OTHER RESERVE FUNDS—Concluded

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

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

Funds representing net credit balances of earmarked incentive per diem

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

Additions during the year—Book value			Withdrawals during the year—Book value			Balance at close of year—Book value			ASSETS IN FUNDS AT CLOSE OF YEAR												Line No.
									Cash	SECURITIES ISSUED OR ASSUMED BY RESPONDENT				OTHER SECURITIES AND INVESTED ASSETS							
										Par value	Book value	Par value	Book value	Par value	Book value						
(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)														
\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$				
600 000	599 288	6 068	6 068																		
81 225		143 851	143 851																		
		2 000	2 000																		
		3 987	3 987																		
	12 248																				
13 130		24 062										24 062	24 062								
382 551	443 249	24 312	1 204									23 000	23 108								
57 714	61 071	955	955																		
534 620	516 568	199 167	151 997									47 062	47 170								
5 000		95 000										95 000	95 000								

GENERAL INSTRUCTIONS CONCERNING RETURNS IN SCHEDULES 205 AND 206

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

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

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

(A) Stocks:

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

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

(C) Other secured obligations:

(D) Unsecured notes:

(E) Investment advances:

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

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

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

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

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

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

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

723 Reserve for Adjustment of Investment in Securities - Credit \$319,874

Write off to appraised value The Kansas City, Shreveport and Gulf Terminal Company, a passenger depot company at Shreveport, Louisiana account discontinuance of passenger train operations. Refer letter Mr. M. Paolo, Director of I.C.C. January 6, 1971, File ACA-AH.

205. INVESTMENTS IN AFFILIATED COMPANIES

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

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 209, classifying the investments by means of letters, figures, and symbols in columns (a), (b), and (c).

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

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

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

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

Line No.	Account No.	Class No.	Kind of industry	Name of issuing company and description of security held; also lien reference if any	Extent of control	INVESTMENTS AT CLOSE OF YEAR							
						PAR VALUE OF AMOUNT HELD AT CLOSE OF YEAR							
						Pledged	Unpledged	In sinking, insurance, and other funds	Total par value				
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)	(m)	(n)
1	721			Investments in Affiliated Companies	%	\$	\$	\$	\$				
2				Capital Stock									
3	A-1	VII		The K.C., Shreveport and G.T. Co.	100	150 000						150 000	
4				K.C. Terminal Ry. Co.	8-1/3	183 333						183 333	
5				Joplin Union Depot Co.	33-1/3	13 333						13 333	
6				The K&M Ry. and Tml. Co.	100	(8,000 Shs)						(8,000 Shs)	
7				K.C.S. Transport Co., Inc.	100	5 000						5 000	
8				The Pullman Co.	(Negligible)		(830 Shs)					(830 Shs)	
9				Trailer Train Co.	2.9		500					500	
10				Louisiana, Ark. & Tex. Trpn. Co.	100	(1,000 Shs)						(1,000 Shs)	
11				Landa Motor Lines	100		20 000					20 000	
12				Total Class A-1 VII		351 666	20 500					372 166	
13	A-3	VI		Tolmak, Inc.	100		(20,000 Shs)					(20,000 Shs)	
14		VI		Southern Development Co.	100		10 000					10 000	
15		VI		No. Baton Rouge Development Co.									
16		X		Kan. City Sou. Ind. Preferred			1 200 000					1 200 000	
17				Total Class A-3			1 210 000					1 210 000	
18				Total Class A		351 666	1 230 500					1 582 166	
19				Bonds									
20	B-1	VII		The K.C., Shreveport and G.T. Co.	100	150 000						150 000	
21				Notes									
22	A 1	VII		Trailer Train Co.	(Negligible)		154 000					154 000	
23	D-1	VII		Railway Express Agency	(Negligible)		86 747					86 747	
24	D-3	X		Southern Enterprises, Inc.									
25	D-3	X		Alfred Lindgren, Inc.			400 000					400 000	
26				Total Notes			640 747					640 747	
27				Investment Advances									
28	E-1	VII		The K.C. Shreveport and G.T. Co.	100								
29				K.C. Terminal Ry. Co.	8-1/3								
30				Joplin Union Depot Co.	33-1/3								
31				K.C.S. Transport Co., Inc.	100								
32				The K&M Ry. and Tml. Co.	100								
33				Landa Motor Lines	100								
34				Louisiana, Ark. & Tex. Trpn. Co.	100								
35				Total Class E-1									
36	E-3	VI		Southern Development Co.	100								
37				Tolmak, Inc.	100								
38				No. Baton Rouge Development Co.									
39				K.C. Southern Industries, Inc.									
40				Total Class E-3									
41				Total Class E									
42				Total Account 721		501 666	1 871 247					2 372 913	

205. INVESTMENTS IN AFFILIATED COMPANIES—Continued

Line No.	Account No.	Class No.	Kind of industry	Name of issuing company and description of security held; also lien reference, if any	Extent of control	INVESTMENTS AT CLOSE OF YEAR									
						PAR VALUE OF AMOUNT HELD AT CLOSE OF YEAR									
						Pledged		Unpledged		In sinking, insurance, and other funds		Total par value			
	(a)	(b)	(c)	(d)	(e)	(f)		(g)		(h)		(i)			
					%	\$		\$		\$		\$		\$	
50															
51															
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205. INVESTMENTS IN AFFILIATED COMPANIES—Concluded

INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR						INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR									DIVIDENDS OR INTEREST DURING YEAR		Line No.
Total book value			Par value			Book value			Par value			Book value			Selling price			Rate	Amount credited to income	
(j)			(k)			(l)			(m)			(n)			(o)			(p)	(q)	
\$			\$			\$			\$			\$			\$			%	\$	
																				50
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KANSAS CITY SOUTHERN LINES CONSOLIDATED

206. OTHER INVESTMENTS

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

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 209, classifying the investments by means of letters, figures, and symbols in columns (a), (b), and (c). Investment in U. S. Treasury obligations may be reported as one item.

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

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

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

Line No.	Account No.	Class No.	Kind of industry	Name of issuing company or government and description of security held; also lien reference, if any	INVESTMENTS AT CLOSE OF YEAR			
					Fair value of amount held at close of year			
					Pledged (e)	Unpledged (f)	In sinking, insurance, and other funds (g)	Total per value (h)
1	715			<u>Sinking Funds</u>	\$	\$	\$	\$
2								
3				Series C 1st Mtg., Cash Account			6 068	6 068
4								
5	716			<u>Capital and Other Reserve Funds</u>				
6								
7	B-3	IX		U.S. Treasury Obligations		23 000		23 000
8	C-3	X		Manuf. Natl. Bk. Cert. of Dep.		24 062		24 062
9	C-3	X		Chemical Bank - L&A Ry.		955		955
10				Total Account 716		48 017		48 017
11								
12								
13	717			<u>Insurance and Other Funds</u>				
14								
15				Barclays Bank - Nassau Bahamas		95 000		95 000
16								
17								
18	722			<u>Other Investments</u>				
19								
20	A-3	II		Central Coal & Coke - Common		(76 Shares)		(76 Shares)
21		X		Downtown Development Corp'n.		25 000		25 000
22		X		Polk County Industrial Foundation		3 472		3 472
23		X		Noel Development, Inc.		625		625
24		X		Sallisaw Industrial Corp'n.		1 000		1 000
25		X		First Missouri Development Corp'n.		1 000		1 000
26		X		Republic Carloading, Inc.		(290 Shares)		(290 Shares)
27		II		Howe Coal Company				
28		X		Greater Springhill Corp'n.		(10 Shares)		(10 Shares)
29		X		Club Memberships		1 317		1 317
30								
31				Total Class A		32 414		32 414
32								
33	B-3	X		Downtown Redev. Corp. Inc. Deb.				
34		X		Louisiana Stadium Com.		1 700		1 700
35								
36				Total Class B		1 700		1 700
37								
38	C-3	X		Noel Development, Inc.		1 875		1 875
39		X		Siloam Springs, Ark. Dev. Corp'n.		1 160		1 160
40								
41				Total Class C		3 035		3 035
42								
43	D-3	X		Polk County Cert. Indebtedness		1 667		1 667
44		X		KCS Employes Hospital Assn. Note		8 000		8 000
45		X		Republic Carloading, Inc. Note		1 018		1 018
46		II		Howe Coal Co. Note				
47								
48				Total Class D		10 685		10 685
49								
50				Total Account 722		47 834		47 834
51								
52								
53								

206. OTHER INVESTMENTS—Continued

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

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

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

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

INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR						INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR									DIVIDENDS OR INTEREST DURING YEAR				Line No.
Total book value			Par value			Book value			Par value			Book value			Selling price			Rate	Amount credited to income			
(f)			(j)			(k)			(l)			(m)			(n)			(o)	(p)			
\$			\$			\$			\$			\$			\$			%	\$			
	6	068		600	000		600	000		599	288		599	288		599	288					
	23	108		23	000		23	108		82	000		80	432		79	671	Var		3	803	
	24	062		13	130		13	130										4.5		1	077	
		955		57	714		57	714		61	071		61	071		61	071					
	48	125		93	844		93	952		143	071		141	503		140	742			4	880	
	95	000		5	000		5	000										8-5/8%		7	763	
		1																				
	25	000																.85Sh.		65		
	3	472								1	388		1	388		1	388					
		625																				
	1	000																				
	1	000																				
		1																				
	1	000							1	952	000		1	952	000		None					
	1	317																				
	33	416								1	953	388		1	953	388					65	
	1	700								12	500	300		12	500	300		2%			40	
	1	700								12	800		12	800		12	800				40	
	1	875																				
	1	160								137		137		137		137	5%			65		
	3	035								137		137		137		137				65		
	1	667								666		666		666		666	4%			267		
	8	000																				
		1																				
				3	316	000		3	316	000		10	541	000		10	541	000	None			
	9	668		3	316	000		3	316	000		10	541	666		10	541	666		666	267	
	47	819		3	316	000		3	316	000		12	507	991		12	507	991		14	991	
																					437	
								</														

206. OTHER INVESTMENTS—Continued

Line No.	Account No.	Class No.	Kind of industry	Name of issuing company or government and description of security held; also lien reference, if any	INVESTMENTS AT CLOSE OF YEAR											
					FAIR VALUE OF AMOUNT HELD AT CLOSE OF YEAR											
					Pledged			Unpledged			In sinking, insurance, and other funds			Total par value		
	(a)	(b)	(c)	(d)	(e)			(f)			(g)			(h)		
54					\$			\$			\$			\$		
55																
56																
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206. OTHER INVESTMENTS—Concluded

INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR			INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR						DIVIDENDS OR INTEREST DURING YEAR				Line No.							
Total book value			Par value			Book value			Par value			Book value			Selling price		Rate (o) %	Amount credited to income (p)					
(l)			(j)			(k)			(l)			(m)			(n)			(p)					
\$			\$			\$			\$			\$			\$								
																							54
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																							102

Completed on Pages 214 and 215

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

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

the provisions of Part 1 of the Interstate Commerce Act, without regard to any question of whether the company issuing the securities, or the obligor, is controlled by the subsidiary.

2. This schedule should include all securities, open account advances, and other intangible

Line No.	Class No.	Name of issuing company and security or other intangible thing in which investment is made (a) (b)	INVESTMENTS AT CLOSE OF YEAR				INVESTMENTS MADE DURING YEAR			
			Total par value (c)		Total book value (d)		Par value (e)		Book value (f)	
1	A-1	The Kansas City Southern Ry.-Common Stock	\$	100 Shs.)	\$	8 600	\$		\$	
2										
3	A-3	Lake Mena, Inc. - Capital Stock	(	1,028 Shs.)		25 400				
4										
5	A-3	Joplin Southern Corpn. - Capital Stock		114 000		114 000				
6										
7	A-3	Shoppers Improvement Co. - Capital Stock	(	95 Shs.)		9 500				
8										
9	A-3	Pittsburg Industrial Corp. - Capital Stock	(	200 Shs.)		10 000				
10										
11	A-3	Blue Ridge Bank, K.C., Mo. - Common Stock	(	1 Sh.)		64				
12										
13		Total Class A		114 000		167 564				
14										
15										
16	C-3	Carthage Cablevision, Inc. - 6% Mortgage		160 630		160 630				
17										
18										
19										
20										
21										
22										
23										
24										
25		Grand Total		274 630		328 194				

NOTES AND REMARKS

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

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

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

4. Column (a), Class No., should show classifications as provided in instructions 3 and 4, page 209.

INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR						Names of subsidiaries in connection with things owned or controlled through them (j)	Line No.
Par value (g)		Book value (h)		Selling price (i)			
Reduction In Value				Reduction In Value			
		400				Tolmak, Inc.	1
						Southern Development Co.	2
							3
						Southern Development Co.	4
							5
						Southern Development Co.	6
							7
						Southern Development Co.	8
							9
						Tolmak, Inc.	10
							11
		400					12
							13
							14
52 096		52 096		52 096		Southern Development Co.	15
							16
							17
							18
							19
							20
							21
							22
							23
52 096		52 496		52 096			24
							25

NOTES AND REMARKS

211. ROAD AND EQUIPMENT PROPERTY (See Instructions page 222)

Line No.	Account	Balance at beginning of year	Expenditures during the year for original road and equipment, and road extensions	Expenditures during the year for purchase of existing lines, reorganizations, etc.
	(a)	(b)	(c)	(d)
1	(1) Engineering.....	2 058 452		
2	(2) Land for transportation purposes.....	6 011 950		
3	(2½) Other right-of-way expenditures.....	137 723		
4	(3) Grading.....	18 980 349		
5	(5) Tunnels and subways.....			
6	(6) Bridges, trestles, and culverts.....	13 892 740		
7	(7) Elevated structures.....			
8	(8) Ties.....	7 397 908		
9	(9) Rails.....	14 072 842		
10	(10) Other track material.....	10 774 090		
11	(11) Ballast.....	9 433 238		
12	(12) Track laying and surfacing.....	6 877 459		
13	(13) Fences, snowsheds, and signs.....	532 935		
14	(16) Station and office buildings.....	8 145 102		
15	(17) Roadway buildings.....	326 287		
16	(18) Water stations.....	177 129		
17	(19) Fuel stations.....	616 363		
18	(20) Shops and enginehouses.....	6 010 782		
19	(21) Grain elevators.....			
20	(22) Storage warehouses.....			
21	(23) Wharves and docks.....	1 637 225		
22	(24) Coal and ore wharves.....			
23	(25) TOFC/COFC terminals.....			
24	(26) Communication systems.....	2 642 129		
25	(27) Signals and interlockers.....	5 303 443		
26	(29) Power plants.....	34 305		
27	(31) Power-transmission systems.....	730 734		
28	(35) Miscellaneous structures.....	181 431		
29	(37) Roadway machines.....	671 994		
30	(38) Roadway small tools.....	39 650		
31	(39) Public improvements—Construction.....	2 561 597		
32	(43) Other expenditures—Road.....	26 709		
33	(44) Shop machinery.....	1 586 435		
34	(45) Power-plant machinery.....	167 077		
35	Other (specify and explain).....			
36	Total expenditures for road.....	121 028 078		
37	(52) Locomotives.....	28 305 387		
38	(53) Freight-train cars.....	89 637 812		
39	(54) Passenger-train cars.....			
40	(55) Highway revenue equipment.....			
41	(56) Floating equipment.....			
42	(57) Work equipment.....	1 345 953		
43	(58) Miscellaneous equipment.....	85 256		
44	Total expenditures for equipment.....	119 374 408		
45	(71) Organization expenses.....	519 236		
46	(76) Interest during construction.....	2 700 178		
47	(77) Other expenditures—General.....			
48	Total general expenditures.....	3 219 414		
49	TOTAL.....	243 621 900		
50	(80) Other elements of investment (p. 223).....			
51	(90) Construction work in progress.....	2 351 478		
52	GRAND TOTAL.....	245 973 378		

211. ROAD AND EQUIPMENT PROPERTY (See Instructions page 222)

EXPENDITURES FOR ADDITIONS AND IMPROVEMENTS DURING THE YEAR			CREDITS FOR PROPERTY RETIRED DURING THE YEAR			Net changes during the year	Balance at close of year		Line No.
Made on owned property (e)	Made on leased property (f)		Owred property (g)	Leased property (h)			(i)	(j)	
7 238			19 603			(12 365)	2 046	087	1
2 401			66 059			(63 658)	5 948	292	2
229			446			(217)	137	506	3
138 011			83 503			54 508	19 034	857	4
100 451			33 419			67 032	13 959	772	5
88 983			18 167			70 816	7 468	724	6
73 590			36 798			36 792	14 109	634	7
153 255			56 319			96 936	10 871	026	8
55 943			46 866			9 077	9 442	315	9
52 688			39 112			13 576	6 891	035	10
1 122			451			671	533	606	11
(299 762)			738 674			(1 038 436)	7 106	666	12
591			10 955			(10 364)	315	923	13
(115)			44 525			(44 640)	132	489	14
(665)			7 662			(8 327)	608	036	15
20 758			73 291			(52 533)	5 958	249	16
									17
			1 637 225			(1 637 225)			18
									19
401 180						401 180	401 180		20
(132)			201 052			(201 184)	2 440	945	21
111 812			3 008			108 804	5 412	247	22
			1 437			(1 437)	32	868	23
(46 092)			134			(46 226)	684	508	24
16 472						16 472	197	903	25
858			7 196			(6 338)	665	656	26
							39	650	27
1 971			8 153			(6 182)	2 555	415	28
							26	709	29
26 858						26 858	1 613	293	30
			8 128			(8 128)	158	949	31
									32
907 645			3 142 183			(2 234 538)	118 793	540	33
443 338			1 832 732			(1 389 394)	26 915	993	34
200 966			1 465 713			(1 264 747)	88 373	065	35
									36
									37
5 000			74 285			(69 285)	1 276	668	38
			10 018			(10 018)	75	238	39
649 304			3 382 748			(2 733 444)	116 640	964	40
			7 701			(7 701)	511	535	41
			21 076			(21 076)	2 679	102	42
									43
			28 777			(28 777)	3 190	637	44
1 556 949			6 553 708			(4 996 759)	238 625	141	45
									46
673 949						673 949	3 025	427	47
2 230 898			6 553 708			(4 322 810)	241 650	568	48

INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 211 ON PAGES 220 and 221

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

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

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

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

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

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

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

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

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

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

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

NOTES AND REMARKS

211A. OTHER ELEMENTS OF INVESTMENT

1. Give particulars and explanation of all entries in account No. 80, "Other elements of investment," during the year.

2. In column (b) show the account number to which the entries in column (c) were credited and the account number to which the entries in

column (d) were charged. If more than one contra account is involved in an item, the amount applicable to each account and total for the item should be shown.

Line No.	Item (a)	Contra account number (b)	Charges during the year (c)			Credits during the year (d)		
			\$			\$		
1								
2								
3								
4								
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KANSAS CITY SOUTHERN LINES CONSOLIDATED

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

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

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

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

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

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

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

Line No.	Account	OWNED AND USED						LEASED FROM OTHERS					
		DEPRECIATION BASE				Annual composite rate (percent) (d)	DEPRECIATION BASE				Annual composite rate (percent) (g)		
		At beginning of year (b)		At close of year (c)			At beginning of year (e)		At close of year (f)				
	(a)	\$		\$		%	\$		\$		%		
1	ROAD												
2	(1) Engineering	2	053 623	2	040 262	71		4	830	4	830	25	
3	(2) Other right-of-way expenditures		137 315		137 098	2	78		408		408	1	94
4	(3) Grading	14	194 216	14	210 457	29		27	858	27	858		12
5	(5) Tunnels and subways												
6	(6) Bridges, trestles, and culverts	13	875 227	13	924 689	1	82	7	366	7	366	3	45
7	(7) Elevated structures												
8	(13) Fences, snowsheds, and signs		532 518		533 189	1	23		417		417	2	01
9	(16) Station and office buildings	8	145 102	7	111 308	1	99						
10	(17) Roadway buildings		326 287		315 828	2	26						
11	(18) Water stations		177 129		132 489	2	65						
12	(19) Fuel stations		616 363		608 036	2	53						
13	(20) Shops and enginehouses	6	010 783	5	957 695	1	95						
14	(21) Grain elevators												
15	(22) Storage warehouses												
16	(23) Wharves and docks	1	637 225										
17	(24) Coal and ore wharves												
18	(25) TOFC/COFC terminals				401 180	1	95						
19	(26) Communication systems	2	542 129	2	484 755	4	28						
20	(27) Signals and interlockers	5	303 443	5	410 422	3	59						
21	(29) Power plants		34 304		32 868	1	30						
22	(31) Power transmission systems		730 734		684 508	3	56						
23	(35) Miscellaneous structures		181 431		197 903	3	57						
24	(37) Roadway machines		671 994		664 798								
25	(39) Public improvements—Construction	2	557 690	2	550 372	2	42	3	907	3	907	4	28
26	(44) Shop machinery	1	586 435	1	613 293	3	67						
27	(45) Power-plant machinery		167 077		158 950	2	80						
28	All other road accounts												
29	Amortization (other than defense projects)												
30	Total road	61	581 025	59	170 100	1	81	44	786	44	786	1	08
31	EQUIPMENT												
32	(52) Locomotives	28	305 387	26	915 992	3	76						
33	(53) Freight-train cars	89	631 284	88	498 388	4	05						
34	(54) Passenger-train cars												
35	(55) Highway revenue equipment												
36	(56) Floating equipment												
37	(57) Work equipment	1	345 953	1	276 667	9	00						
38	(58) Miscellaneous equipment		85 256		75 239	14	00						
39	Total equipment	119	367 880	116	766 286	4	04						
40	GRAND TOTAL	180	948 905	175	936 386	x x	x x	44	786	44	786	x x	x x

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

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

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

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

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

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

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

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

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

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

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

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

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

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

Line No.	Account (a)	Balance at beginning of year (b) 21		CREDITS TO RESERVE DURING THE YEAR		DEBITS TO RESERVE DURING THE YEAR		Balance at close of year (g) 21	
				Charges to operating expenses (c) 33	Other credits (d) 45	Retirements (e) 57	Other debits (f) 64		
1	ROAD								
2	(1) Engineering	115	959	14	470	15	271	115	158
3	(2) Other right-of-way expenditures	98	442	3	818		95	102	165
4	(3) Grading	196	358	41	504	5	290	232	572
5	(5) Tunnels and subways								
6	(6) Bridges, trestles, and culverts	5	334	253	292	25	509	5	562
7	(7) Elevated structures								
8	(13) Fences, snow sheds, and signs	576	563	6	539		452	# 107	977
9	(16) Station and office buildings	1	135	149	599	526	569	758	918
10	(17) Roadway buildings		49	7	336	7	337		49
11	(18) Water stations		18	3	826	31	804	(	9
12	(19) Fuel stations		81	15	590	7	597		89
13	(20) Shops and enginehouses	1	019	117	145	73	290	1	063
14	(21) Grain elevators								806
15	(22) Storage warehouses								
16	(23) Wharves and docks		315	11	734	327	413		
17	(24) Coal and ore wharves								
18	(25) TOFC/COFC terminals			6	469				6
19	(26) Communication systems		114	112	423	201	051		25
20	(27) Signals and interlockers	2	315	192	107	3	010	2	504
21	(29) Power plants	(	1		433	1	281	(	2
22	(31) Power-transmission systems		217	25	872		134		243
23	(35) Miscellaneous structures		85	6	463				92
24	(37) Roadway machines		652			7	196		645
25	(39) Public improvements—Construction		958	61	887	4	754	1	015
26	(44) Shop Machinery*		103	58	355				161
27	(45) Power-plant machinery*		33	4	603	8	127		30
28	All other road accounts								301
29	Amortization (other than defense projects)		23						23
30	Total road	13	445	1	093	1	246	107	977
31	EQUIPMENT								
32	(52) Locomotives	17	202	1	219	1	502	16	919
33	(53) Freight-train cars	15	235	3	385	1	237	17	382
34	(54) Passenger-train cars		047	564					973
35	(55) Highway revenue equipment								
36	(56) Floating equipment								
37	(57) Work equipment	(	29	102	648	68	565		5
38	(58) Miscellaneous equipment		26	11	422	9	513		28
39	Total equipment	32	434	4	719	2	818	34	335
40	GRAND TOTAL	45	880	5	812	4	064	107	977

*Chargeable to account 306.

Adjust reserve on Account 13 in the Louisiana & Arkansas Railway Company accounts to agree with depreciation base.

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

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

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

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

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

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

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

*Chargeable to account 305.

This schedule eliminated through inter-company elimination.

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

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

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

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

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

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

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

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

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

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

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

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

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

Line No.	Description of property or account (a)	BASE												RESERVE											
		Debits during year (b)			Credits during year (c)			Adjustments (d)			Balance at close of year (e)			Credits during year (f)			Debits during year (g)			Adjustments (h)			Balance at close of year (i)		
		\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX
1	ROAD: Certificate																								
2	Number																								
3	Leesville																								
4	Yard tracks WD-29641												18	931										18	931
5																									
6	Block Signals												104	300										104	300
7																									
8	Centralized traffic control												281	909										281	909
9																									
10	11 Passing tracks												37	897										37	897
11																									
12	Minor items, each less																								
13	than \$100,000												105	475										105	475
14																									
15																									
16																									
17																									
18																									
19																									
20																									
21																									
22																									
23																									
24																									
25																									
26																									
27																									
28	TOTAL ROAD												548	512										548	512
29	EQUIPMENT:	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	
30	(52) Locomotives																								
31	(53) Freight-train cars						3	245					22	970				3	245					22	970
32	(54) Passenger-train cars																								
33	(55) Highway revenue equipment																								
34	(56) Floating equipment																								
35	(57) Work equipment																								
36	(58) Miscellaneous equipment																								
37	TOTAL EQUIPMENT						3	245					22	970				3	245					22	970
38	GRAND TOTAL						3	245					571	482				3	245					571	482

2111. UNIT COST OF EQUIPMENT INSTALLED DURING THE YEAR

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

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

units (B-B), 2500 HP; Aluminum covered hopper cars, LO; Steel box-cars—special service, XAP, etc.

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

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

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

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

NEW UNITS

Line No.	Class of equipment (a)	Number of units (b)	Total weight (tons) (c)	Total cost (d)	Method of acquisition (see instructions) (e)
1	Account 52 - Locomotives			\$	
2					
3	EMD 3,000 H.P. SD 40 Road Unit	1	196	293 338	P
4					
5	Account 53 - Freight Train Cars				
6					
7	100 Ton 2400 Cu. Ft. Ballast Hopper <i>open-top-gon</i>				
8	Car H300 HD Mech. Designation	10	343	200 966	P
9					
10					
11					
12					
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
26					
27					
28					
29					
30	TOTAL	11	xx xx	494 304	xxxxx

REBUILT UNITS

41	Account 52 - Locomotives				
42					
43	EMD 1,500 H.P. Switch Locomotives "B6"	1	128	150 000	P
44					
45					
46	Account 57 - Work Equipment				
47					
48	Reinstatement of two baggage cars from old				
49	passenger equipment designated other company				
50	service cars	2	78	5 000	S
51	<i>Tool cars</i>				
52					
53					
54	TOTAL	3	xx xx	155 000	xxxxx
55	<i>Per phone call 10/31/72</i> GRAND TOTAL	14	xx xx	649 304	xxxxx

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

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

2. The term "Investment in railway property used in transportation service" means the aggregate of property owned, and property not owned but used by the respondent, in transportation service. (a) the investment in which is represented in accounts 731 and 732 of the respondent, including operating, lessor, and inactive railroads, (b) road and equipment property leased to or from others, the rentals of which are included in accounts 503 to 507, inclusive, of the respondent, minus (d) investment in property leased to others the lease-rental from which is included in account 509. It does not include investment of others in equipment used by the respondent, rent for which is included in accounts 536 to 540, inclusive, nor does it include investment of other carriers in property jointly used by the respondent, such as trackage rights, rent for which is included in account 541 of the respondent. In column (a), classify each company in this schedule as respondent (R), lessor railroad (L), inactive or proprietary company (P), and other leased properties (O).

3. In columns (a) to (e), inclusive, first show the data requested for the respondent (R); next the data for companies whose entire properties are used in transportation service of the respondent, divided between lessor (L) and proprietary (P) companies; followed by data for carriers and others (O), portions of whose property are used in transportation service of the respondent.

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

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

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

6. In column (e) show the amount of depreciation and amortization accrued as of the close of the year in accounts 735, 736 and 785 that is applicable to the property of the carriers whose names are listed in column (b), regardless of where the reserves therefor are recorded.

Line No.	Class (See Ins. 2) (a)	Name of company (b)	Miles of road owned (See Ins. 4) (c)	Investment in property (See Ins. 5) (d)	Depreciation and amortization of defense projects (See Ins. 6) (e)
1	R	The Kansas City Southern Railway Company	846 57	\$ 166 676 414	\$ 33 466 783
2					
3	R	Louisiana & Arkansas Railway Company	633 71	73 739 825	14 448 455
4	R	The Arkansas Western Railway Company	34 75	464 694	49 641
5	R	Fort Smith and Van Buren Railway Company (Okla.)	20 92	304 841	21 264
6				74 509 360	14 519 360
7		Total		241 185 774	47 986 143
8					
9	P	The Maywood and Sugar Creek Railway Company	1 54	123 584	26 794
10	P	Neches Bridge Company		231 886	71 109
11				355 470	97 903
12					
13	O	Fort Smith and Van Buren Railway Company (Ark.)		109 324	8 029
14					
15					
16					
17		Road and Equipment Property		241,649,022	
18		.24 Miles of L&A Yard Tracks			
19		Leased to CRI&P		1,546	
20				241,650,568	
21					
22					
23		Accrued Depreciation		48,084,046	
24		Accrued Depreciation Leased		8,029	
25				48,092,075	
26					
27					
28					
29					
30					
31					
32					
33					
34					
35					
36					
37					
38					
39					
40					
41					
42					
43					
44					
45					
46					
47					
48					
49					
50		TOTAL	1 537 49	241 650 568	48 092 075

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

1. In columns (b) through (e) give, by primary accounts, the amount of investment at the close of the year in property of respondent and each group or class of companies and properties.

2. The amounts for respondent and for each group or class of companies and properties on line 53 herein, should correspond with the amount for respondent and with the aggregate amounts for each class of company and properties shown in schedule 211N-1 on page 230. Continuing records shall be maintained by respondent of the primary property accounts separately for each company or property included in this schedule.

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

leased from other carriers is not ascertainable. Identify non-carrier owners, and briefly explain methods of estimating value of property of non-carriers or property of other carriers under "Notes and Remarks," page 228.

4. Report on line 36 amounts not includable in the accounts shown, or in line 35. The items reported should be briefly identified and explained under "Notes and Remarks," page 228. Amounts should be reported on this line only under special circumstances, usually after permission is obtained from the Commission for exceptions to prescribed accounting. Reference to such authority should be made when explaining the amounts reported. Respondents must not make arbitrary changes to the printed stub or column headings without specific authority from the Commission.

Line No.	Account (a)	Respondent			L&A Lessor railroads A.W.		Inactive (proprietary) companies (d)	Other leased properties (e)	
		KCS	(b)	(c)	FS&VB	(e) Okla.			
1	(1) Engineering.....	\$ 1	431 694	\$ 599 261	\$ 10 301	\$ 4 830			
2	(2) Land for transportation purposes.....	4	340 660	1 564 136	31 651	11 966			
3	(24) Other right-of-way expenditures.....		83 096	53 882		408			
4	(3) Grading.....	13	506 558	5 474 994	25 447	27 858			
5	(5) Tunnels and subways.....								
6	(6) Bridges, trestles, and culverts.....	9	544 460	4 182 236	225 710	7 366			
7	(7) Elevated structures.....								
8	(8) Fies.....	4	721 922	2 724 904	9 080	12 748			
9	(9) Rails.....	8	802 322	5 289 501	7 293	10 518			
10	(10) Other track material.....	6	694 962	4 159 605	5 426	11 033			
11	(11) Ballast.....	5	924 290	3 511 520	1 430	5 075			
12	(12) Track laying and surfacing.....	4	041 771	2 831 959	5 013	12 292			
13	(13) Fences, snowsheds, and signs.....		323 314	206 537	3 338	417			
14	(16) Station and office buildings.....	3	860 806	3 242 666	3 194				
15	(17) Roadway buildings.....		274 234	41 689					
16	(18) Water stations.....		66 144	66 345					
17	(19) Fuel stations.....		521 787	86 249					
18	(20) Shops and enginehouses.....	4	889 352	1 068 897					
19	(21) Grain elevators.....								
20	(22) Storage warehouses.....								
21	(23) Wharves and docks.....								
22	(24) Coal and ore wharves.....								
23	(25) TOFC/COFC terminals.....		112 328	288 852					
24	(26) Communication systems.....	1	679 628	761 317					
25	(27) Signals and interlockers.....	4	632 887	770 841	8 519				
26	(29) Power plants.....		10 242	22 626					
27	(31) Power-transmission systems.....		377 434	306 356	718				
28	(35) Miscellaneous structures.....		149 809	48 094					
29	(37) Roadway machines.....		366 044	299 612					
30	(38) Roadway small tools.....		29 404	10 246					
31	(39) Public improvements—Construction.....	2	022 847	514 287	14 374	3 907			
32	(43) Other expenditures—Road.....		24 986	1 617		106			
33	(44) Shop machinery.....	1	502 140	111 153					
34	(45) Power-plant machinery.....		126 128	32 821					
35	Leased property capitalized rentals (explain).....								
36	Other (specify & explain).....								
37	Total expenditures for road.....	80	061 319	38 272 203	351 494	108 524			
38	(52) Locomotives.....	21	800 493	5 115 500					
39	(53) Freight-train cars.....	59	197 793	29 175 272					
40	(54) Passenger-train cars.....								
41	(55) Highway revenue equipment.....								
42	(56) Floating equipment.....								
43	(57) Work equipment.....		900 503	376 165					
44	(58) Miscellaneous equipment.....		57 388	17 850					
45	Total expenditures for equipment.....	81	956 177	34 684 787					
46	(71) Organization expenses.....		388 553	121 359	1 406	217			
47	(76) Interest during construction.....	2	013 602	662 347	2 570	583			
48	(77) Other expenditures—General.....								
49	Total general expenditures.....	2	402 155	783 706	3 976	800			
50	TOTAL.....	164	419 651	73 740 696	355 470	109 324			
51	(80) Other elements of investment.....								
52	(90) Construction work in progress.....	2	256 763	768 664					
53	GRAND TOTAL.....	166	676 414	74 509 360	355 470	109 324			

KANSAS CITY SOUTHERN LINES CONSOLIDATED

214. MISCELLANEOUS PHYSICAL PROPERTY

1. Give particulars of all investments of the respondent in physical property includible in account No. 737, "Miscellaneous physical property," together with the revenue, income, expenses, taxes, and depreciation data on such property, as requested.

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

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

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

Line No.	ITEM (Kind and location of property, and nature of business, if any) (a)	A. INVESTMENT (ACCOUNT 737)			
		Year of acquisition (b)	Charges during the year (c)	Credits during the year (d)	Balance at close of year (See ins. 3) (e)
1	The Kansas City Southern Railway Company		\$	\$	\$
2					
3	Missouri		1,403,296	8,470	1,680,431
4	Kansas		302,325	24,665	373,099
5	Oklahoma			1,215	17,459
6	Arkansas				38,960
7	Louisiana		3,334,805	153,684	3,733,227
8	Texas		1,001,665	3,260,050	2,224,581
9					
10	Total KCS Ry. Co.		6,102,091	3,448,084	8,067,757
11					
12	Louisiana & Arkansas Railway Company		145,071		233,164
13					
14	The Arkansas Western Railway Company				70
15					
16	Fort Smith and Van Buren Railway Company				100,104
17					
18					
19					
20					
21					
22					
	TOTAL		6,247,162	3,448,084	8,401,095

NOTES AND REMARKS

During 1971 property with a recorded cost of \$3,365,000 and an appraised value of \$5,292,000 was exchanged with Kansas City Southern Industries, Inc. for property of a similar nature and appraised value. Property acquired from Industries was recorded at its appraised value with the credit for the difference being made to account 784 pending the final disposition of such property by Industries.

Industries deeded such property to Lee National Corporation as part consideration in a transaction whereby Industries reacquired approximately 20% of its outstanding capital stock. Such properties were subject to options which might require Industries to repurchase them at the end of one year. If such properties are reacquired (such reacquisition is now, March 10, 1972, being consummated) then the credit in account 784 will be offset against the recorded appraised value of property. If such reacquisition does not take place then credit in account 784 will be transferred to account 570 subject to Commission's authorization.

214. MISCELLANEOUS PHYSICAL PROPERTY—Continued

6. In section B include in column (f) the gross amount of revenue or income included in accounts 502 and 511, in column (g) the gross amount of expenses (including depreciation) charged to accounts 531 and 534, in column (h) the amount of taxes charged to accounts 535 and 544 for the year, and in column (i) the net profit or loss of columns (f) minus (g) and (h).

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

7. In section C give an analysis of account 738, "Accrued depreciation—Miscellaneous physical property," for each item shown in column (a). Show in column (n) the percentage or composite rate used by the respondent for computing the amount of depreciation credited to the account during the year. Any adjustments of importance included in columns (j) and (k) should be fully explained in a footnote.

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

B. REVENUES, INCOME, EXPENSES AND TAXES CREDITED AND DEDUCTIBLE TO ACCOUNTS 502, 511, 534, 535 AND 544 DURING THE YEAR				C. DEPRECIATION RESERVE (ACCOUNT 738)					Line No.
Revenues or income (f)	Expenses (g)	Taxes (h)	Net profit for year after taxes (L loss) (i)	Credits during the year (j)	Debits during the year (k)	Balance at close of year (l)	Base (m)	Rate (n)	
\$	\$	\$	\$	\$	\$	\$	\$	%	1
45,077	73,262	17	(28,202)	62,429		62,429	908,299		2
9,412	1,513	2,483	5,416						3
1,000	100	30	870	100		1,120	5,281		4
916		714	202						5
120,483	40,972	1,393	78,118	17,287	2,271	109,055	1,037,337		6
138,676	74,073	3,256	61,347	54,604	1,361,047	191,154	992,756		7
									8
315,564	189,920	7,893	117,751	134,420	1,363,318	363,758	2,943,673	5.19	9
									10
562		(577)	1,139	None	None	None	None		11
									12
		10	(10)	None	None	None	None		13
									14
				None	None	None	None		15
									16
									17
									18
									19
									20
316,126	189,920	7,326	118,880	134,420	1,363,318	363,758	2,943,673	XXXXX	21

NOTES AND REMARKS

216. OTHER ASSETS AND DEFERRED CHARGES

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

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

Line No.	Account No. (a)	Item (b)	Amount (c)	
1	741	<u>Other Assets</u>		
2				
3		Other items, each less than \$100,000	191	763
4				
5				
6	743	<u>Other Deferred Charges</u>		
7				
8		Agents Relief Claims Unadjusted - Overcharged	296	401
9		Cost of improvements, additions and betterments to leased facilities of Texas and Pacific Ry. Co. pending amortization to rent accounts over contract period as shown below:		
10				
11				
12				
13		Improvements - T&P tracks Lettsworth to New Roads, La.	864,670	
14		Construct T&P tracks Lobdell, La.	1,917	
15		A & B relay - T&P tracks Simmesport to Hamburg, La.	9,920	
16		Improvements - T&P tracks - Morganza Spillway	48,427	924 934
17				
18				
19		Other items each less than \$100,000	451	266
20				
21		Total Account 743	1 672	601
22				
23				
24				
25				
26				
27				
28				
29				
30				
31				
32				
33				
34				
35				
36				
37				
38				
39				
40				
41				
42				
43				
44				
45				

INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 218 ON PAGES 234, 235, 236, AND 237

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

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

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

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

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

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

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

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

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

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

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

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

The grand totals of columns (n) and (r), when combined, should equal the sum of the amounts stated in short column (b₂) for accounts Nos. 764, 765, 766, 767, and 768 in schedule 200L, "Comparative General Balance Sheet—Liabilities and Shareholders' Equity."

On page 237, give particulars of changes during the year in funded debt and other obligations. In column (z), state whether issued for construction of new properties, for additions and betterments, for purchase of railroad or other property, for conversion, for acquisition of securities, for reorganization, or for other corporate purposes. Also, give the number and date of authorization by the public authority under whose control such issue was made, naming such authority. For nominally issued securities, show returns in columns (z) and (aa) only.

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

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

Particulars concerning the reacquisition of securities that were actually outstanding should be reported on pages 236 and 237, columns (a), (dd), and (ee). Include those securities that have been called for payment during the year for which liability has been transferred to account No. 763, "Other current liabilities."

NOTES AND REMARKS

218. FUNDED DEBT AND OTHER OBLIGATIONS

Line No.	Name and character of obligation	Nominal date of issue	Date of maturity	INTEREST PROVISIONS		DOES OBLIGATION PROVIDE FOR— (Answer "Yes" or "No")			IS OTHER PROPERTY (REAL OR PERSONAL OR LEASEHOLD) SUBJECT TO LIEN OF THE OBLIGATION? (Answer "Yes" or "No")		APPROXIMATE NUMBER OF MILES OF LINE DIRECTLY SUBJECT TO—	
				Rate percent per annum (current year)	Dates due	Con- version	Call prior to maturity, other than for sinking fund	Sinking fund	First lien	Junior to first lien	First lien	Junior to first lien
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
1	The Kansas City Southern Railway Company											
2												
3	(1) (a) 1st Mtg. Bonds	12-1-54	12-1-84	3-1/4	6/1-12/1	No	Yes	Yes	Yes		860	
4	4C Equipment Purchase Agreements											
5	Morgan Guaranty Trust	4-1-56	4-1-71	3-1/4	4/1-10/1	No	No	No	Yes			
6	Chemical Bank	10-1-56	10-1-71	4.125	4/1-10/1	No	No	No	Yes			
7	Chemical Bank	3-16-59	3-1-74	4-1/2	3-1	No	No	No	Yes			
8	Chemical Bank	6-15-61	6-15-76	4-1/2	6/15-12/15	No	No	No	Yes			
9	Manufacturers Nat'l Bank	6-1-62	6-15-77	4-3/8	6/15-12/15	No	No	No	Yes			
10	Chemical Bank	5-15-62	5-15-77	4-1/2	5/15-11/15	No	No	No	Yes			
11	Chemical Bank	7-15-63	7-15-78	Various	1/15-7/15	No	No	No	Yes			
12	Chemical Bank	5-15-65	5-15-80	Various	5/15-11/15	No	No	No	Yes			
13	Chemical Bank	3-15-66	3-15-76	5-1/2	3/15-9/15	No	No	No	Yes			
14	Chemical Bank	4-15-66	10-15-81	5-1/2	4/15-10/15	No	No	No	Yes			
15	Chemical Bank	3-15-67	3-15-77	6-3/4	3/15-9/15	No	No	No	Yes			
16	Chemical Bank	5-15-67	5-15-82	6-1/4	5/15-11/15	No	No	No	Yes			
17	Chemical Bank	5-2-68	8-1-78	7-1/4	2/1-8/1	No	No	No	Yes			
18	Chemical Bank	5-3-68	8-1-83	7	2/1-8/1	No	No	No	Yes			
19	Chemical Bank	1-1-70	1-15-86	9-3/4	1/15-7/15	No	No	No	Yes			
20	(Principal starting 1-15-77)											
21												
22												
23												
24												
25	Louisiana & Arkansas Railway Company											
26												
27												
28	4C Equipment Purchase Agreement											
29												
30	Morgan Guaranty Trust	4-1-56	4-1-71	3-1/4	4/1-10/1	No	No	No	No			
31	Continental Illinois	8-1-63	8-1-71	4-1/2	2/1-8/1	No	No	No	No			
32	Chemical Bank	5-1-64	5-1-79	4.60	5/1-11/1	No	No	No	No			
33	Chemical Bank	4-1-65	4-1-75	Various	4/1-10/1	No	No	No	No			
34												
35												
36												
37												
38												
39												
40												
41												
42												
43												
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52												
53												
54												
55												
56												
	</											

218. FUNDED DEBT AND OTHER OBLIGATIONS—Continued

AMOUNT NOMINALLY ISSUED AND—			AMOUNT REACQUIRED AND—			TOTAL AMOUNT ACTUALLY OUTSTANDING			Line No.
Total amount nominally and actually issued	Held in special funds or in treasury or pledged (Identify pledged securities by symbol "P"; matured by symbol "M")	Canceled	Total amount actually issued	Canceled through sinking fund or otherwise canceled (Identify canceled through sinking fund by symbol "S")	Held in special funds or in treasury or pledged (Identify pledged securities by symbol "P"; matured by symbol "M")	Unmatured (accounts 765, 766, and 767)	Unmatured (account 764)	Matured and no provision made for payment (account 768)	
(ra)	(n)	(o)	(p)	(q)	(r)	(s)	(t)	(u)	
\$		\$	\$	\$	Held by L&A Ry.	\$	\$	\$	
50 000 000			50 000 000	5 9 933 000	1 819 000	37 648 000	600 000	(1)	1
									2
									3
									4
900 000	X		900 000	900 000		None	None		5
6 114 445	X		6 114 445	6 114 445		None	None		6
2 876 000			2 876 000	2 366 253		320 714	189 033		7
2 635 000			2 635 000	1 885 856		573 477	175 667		8
4 597 200			4 597 200	2 921 421		1 369 299	306 480		9
2 130 000			2 130 000	1 278 000		710 000	142 000		10
5 931 680			5 931 680	3 163 562		2 372 673	395 445		11
4 350 119			4 350 119	1 740 048		2 320 063	290 008		12
8 650 000			8 650 000	4 757 500		3 027 500	865 000		13
4 440 000			4 440 000	1 480 000		2 664 000	296 000		14
8 090 000			8 090 000	3 236 000		4 045 000	809 000		15
4 097 000			4 097 000	1 092 534		2 731 333	273 133		16
5 255 000			5 255 000	1 576 500		3 153 000	525 500		17
4 413 603			4 413 603	882 721		3 236 642	294 240		18
10 148 170			10 148 170	None		10 148 170	None		19
									20
74 628 217			74 628 217	33 394 840		36 671 871	4 561 506		21
									22
									23
									24
									25
									26
									27
									28
									29
1 890 000	X		1 890 000	1 890 000		None	None		30
3 154 728	X		3 154 728	3 154 728		None	None		31
2 843 500			2 843 500	1 326 966		1 326 967	189 567		32
7 773 840			7 773 840	4 664 304		2 332 152	777 384		33
									34
15 662 068			15 662 068	11 035 998		3 659 119	966 951		35
									36
									37
90 290 285			90 290 285	44 430 838		40 330 990	5 528 457	(4)	38
									39
									40
									41
									42
									43
									44
									45
									46
									47
									48
									49
									50
									51
									52
									53
									54
140 290 285			140 290 285	54 363 838	1 819 000	77 978 950	6 128 457		55
									56

KANSAS CITY SOUTHERN LINES CONSOLIDATED

218. FUNDED DEBT AND OTHER OBLIGATIONS—Continued

Line No.	Name and character of obligation (List on same lines and in same order as on page 234)	AMOUNT OF INTEREST ACCRUED DURING YEAR												Total amount of interest in default	
		Charged to income						Charged to investment accounts							
		(v)						(w)							
		(x)						(y)							
		\$					\$					\$			
1	The Kansas City Southern Railway Company														
2	1st Mortgage Bonds	1	284	190								1	294	475	
3															
4	Equipment Purchase Agreements														
5	Morgan Guaranty Trust			244									491		
6	Chemical Bank	10- 1-56		1	934								3	864	
7	Chemical Bank	3-16-59		24	356								31	445	
8	Chemical Bank	6-15-61		39	289								39	641	
9	Manufacturers National	6- 1-62		82	776								83	372	
10	Chemical Bank	5-15-62		40	718								41	535	
11	Chemical Bank	7-15-63		126	729								134	684	
12	Chemical Bank	5-15-65		126	388								128	111	
13	Chemical Bank	3-15-66		235	760								249	769	
14	Chemical Bank	4-15-66		171	573								175	010	
15	Chemical Bank	3-15-67		338	870								354	949	
16	Chemical Bank	5-15-67		194	133								196	315	
17	Chemical Bank	5- 2-68		288	915								304	790	
18	Chemical Bank	5- 3-68		259	177								267	759	
19	Chemical Bank	1- 1-70		989	447								989	447	
20															
21															
22	Total K.C.S. Ry. Co.	2	920	309								3	001	182	
23															
24															
25	Louisiana & Arkansas Railway Company														
26															
27															
28	Equipment Purchase Agreements														
29															
30	Morgan Guaranty	4- 1-56			106									211	
31	Continental Illinois	8- 1-63		8	245								14	135	
32	Chemical Bank	5- 1-64		72	667								74	121	
33	Chemical Bank	4- 1-65		152	805								161	793	
34															
35	Total L&A Ry. Co.		233	823									250	260	
36															
37	Total 4C Equipment Obligations	3	154	132								3	251	442	
38															
39															
40															
41															
42															
43															
44															
45															
46															
47															
48															
49															
50															
51															
52															
53															
54															
55															
56															
57	GRAND TOTAL	4	438	322								4	545	917	

218. FUNDED DEBT AND OTHER OBLIGATIONS—Concluded

SECURITIES ISSUED OR ASSUMED DURING YEAR										SECURITIES REACQUIRED DURING YEAR						Line No.				
Purpose of the issue and authority (a)	Par value (aa)			Net proceeds received for issue (cash or its equivalent) (bb)			Expense of issuing securities (cc)			AMOUNT REACQUIRED										
										Par value (dd)			Purchase price (ee)							
	\$			\$			\$			\$			\$							
1st Mortgage Bonds														761	000		599	288	1	
Contract Date																			2	
19855 4- 1-1956														30	000		30	000	3	
20058 10- 1-1956														187	862		187	862	4	
21691 3-16-1959														189	033		189	033	5	
22450 6-15-1961														175	667		175	667	6	
22725-50 6- 1-1962														306	480		306	480	7	
22675 5-15-1962														142	000		142	000	8	
22971-2-3 7-15-1963														395	446		395	446	9	
23724 5-15-1965														290	008		290	008	10	
24025 3-15-1966														865	000		865	000	11	
24026 4-15-1966														296	000		296	000	12	
24337 3-15-1967														809	000		809	000	13	
24384 5-15-1967														273	133		273	133	14	
24723 5- 2-1968														525	500		525	500	15	
24724 5- 3-1968														294	240		294	240	16	
25092 1- 1-1970														None			None		17	
Total K.C.S. Ry. Co.														4	779	369	4	779	369	18
																			19	
																			20	
																			21	
																			22	
																			23	
																			24	
																			25	
																			26	
																			27	
																			28	
																			29	
7333 4- 1-1956														13	020		13	020	30	
8625 8- 1-1963														314	113		314	113	31	
8761-2-3 5- 1-1964														189	566		189	566	32	
8923 4- 1-1965														777	384		777	384	33	
Total L&A Ry. Co.														1	294	083	1	294	083	34
																			35	
Total Equipment Obligations														6	073	452	6	073	452	36
																			37	
																			38	
																			39	
																			40	
																			41	
																			42	
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																			52	
																			53	
																			54	
																			55	
GRAND TOTAL														6	834	452	6	672	740	56

219. EQUIPMENT COVERED BY EQUIPMENT OBLIGATIONS

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

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

Line No.	Designation of equipment obligation (List names in the same order as in schedule 218)		Description of equipment covered	Contract price of equipment acquired		Cash paid on acceptance of equipment	
	(a)	(b)		(c)	(d)		
1							
2							
3							
4							
5							
6	Morgan	4- 1-56	6 Coaches	Paid Off In 1971	940 534	40	534
7	Chemical	10- 1-56	700 Cars	Paid Off In 1971	6 114 445	None	
8	Chemical	3-16-59	260 Cars and 3 Locomotives		2 876 000	None	
9	Chemical	6-15-61	200 Cars		2 642 925	7	935
10	Manufacturers	6- 1-62	350 Cars		4 652 114	54	994
11	Chemical	5-15-62	10 Locomotives		2 137 377	7	377
12	Chemical	7-15-63	210 Cars and 10 Locomotives		5 931 798		118
13	Chemical	5-15-65	117 Cars and 16 Passenger Cars		4 350 119	None	
14	Chemical	3-15-66	730 Cars		8 650 000	None	
15	Chemical	4-15-66	18 Locomotives		4 466 464	26	464
16	Chemical	3-15-67	691 Cars		8 090 520		520
17	Chemical	5-15-67	250 Cars		4 097 000	None	
18	Chemical	5- 2-68	712 Cars		5 255 810		810
19	Chemical	5- 3-68	22 Locomotives		4 413 603	None	
20	Chemical	1- 1-70	500 Cars		10 148 170	None	
21							
22							
23							
24							
25							
26							
27							
28							
29							
30	Morgan	4- 1-56	300 Cars	Paid Off In 1971	1 984 389	94	389
31	Continental	8- 1-63	522 Cars	Paid Off In 1971	3 154 728	None	
32	Chemical	5- 1-64	180 Cars		2 853 771	10	271
33	Chemical	4- 1-65	685 Cars		7 773 845		5
34				78,231,112	78 339 606	108	494
35							
36							
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99							
100							

220. INTEREST ON INCOME BONDS

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

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

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

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

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

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

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

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

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

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

AMOUNT OF INTEREST—Concluded

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

222. AMOUNTS PAYABLE TO AFFILIATED COMPANIES

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

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

NOTES AND REMARKS

223. ITEMS IN SELECTED CURRENT LIABILITY ACCOUNTS

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

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

Line No.	Account No. (a)	Item (b)	Amount (c)		
			\$		
1	751	Loans and notes payable		None	
2					
3					
4	759	Accrued accounts payable			
5					
6		Vacation earned in 1971 payable 1972	1	217	000
7		Accruals - Per Diem due foreign lines		890	000
8		Rental of Mississippi River Bridge		156	300
9		Operating expense due Milwaukee-KCS Joint Agency		385	228
10		Repairs to SLSW Ry. bridge at Shreveport, La.		100	000
11		Rental of Equipment - Edgertown Car Corp.		486	563
12		Rental of Equipment - Woodland Car Corp.		94	126
13		Rental of Equipment - Vineyard Car Corp.		13	736
14		Estimate damage to foreign line equipment - derailments		268	311
15		Estimate back pay - All crafts		787	872
16		Casualty Claims		385	800
17		Loss and damage claims		387	500
18		Overcharge claims		277	800
19		Accruals - Car repairs		128	682
20		Switching Cars, ATSF Dallas, Texas		192	408
21		Accruals - Lease Locomotives - Chemical Bank		48	580
22		Accruals - Repair to traction motors		63	000
23		Terminal Charges N.O.U.P.T. New Orleans, La.		40	000
24		Other items, each less than \$100,000		651	807
25					
26		Total Account 759		6	574 713
27					
28	763	Other Current Liabilities			
29					
30		Prepaid charges in transit	4	651	907
31		Unadjusted prepared charges		625	041
32		Other items, each less than \$100,000		17	127
33		Total Account 763		5	294 075
34					
35					
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37					
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43					
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45					

224. FEDERAL INCOME AND OTHER TAXES ACCRUED

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

Line No.	Kind of tax (a)	Previous years (b)			Current year (c)			Balance at close of year (d)		
		\$			\$			\$		
1	Federal income taxes TOTAL (account 760)		503	014		765	398		1	268 412
2	Railway property State and local taxes (532).....					981	280		981	280
3	Old-age retirement (532).....					83	744		83	744
4	Unemployment insurance (532).....					222	624		222	624
5	Miscellaneous operating property (535).....									
6	Miscellaneous tax accruals (544).....									
7	All other taxes.....									
8	TOTAL (account 761).....				1	287	648		1	287 648

NOTES AND REMARKS

225. ITEMS IN SELECTED RESERVE AND OTHER LIABILITY ACCOUNTS

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

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

Line No.	Account No. (a)	Item (b)	Amount (c)	
1	771	<u>Pension and Welfare Reserve</u>	\$	None
2				
3	772	<u>Insurance Reserve</u>		None
4				
5	774	<u>Casualty and Other Reserve</u>		
6				
7		Casualty reserve	822	000
8		Livestock reserve	20	646
9		Property reserve	67	200
10		Loss and damage claims	137	500
11		Foreign line equipment reserve	272	351
12		Total Account 774	1	319 697
13				
14	782	<u>Other Liabilities</u>		
15				
16		Deposits on industrial tracks	319	918
17		Depreciation on property retired - JUD Co.	87	488
18		Other items, each less than \$100,000		568
19		Total Account 782	407	974
20				
21	784	<u>Other Deferred Credits</u>		
22				
23		Property abandoned	140	324
24		Arkansas River Bridge project at Redland, Okla.	244	400
25		Estimate profit on option properties	2	183 159
26		Estimate amount due N.O.U.P.T.	367	000
27		Maintenance on Bonnet Carre Spillway	26	557
28		Sale of Gondola and Hoppers cars	200	350
29		Other items, each less than \$100,000	115	627
30		Total Account 784	3	277 417
31				
32				
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34				
35				
36				
37				
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43				
44				
45				

228. CAPITAL STOCK

Give particulars of the various issues of capital stock of the respondent, distinguishing separate issues of any general class, if different in any respect.

In the second section list particulars of the various issues on the same lines and in the same order as in the first section.

Identify the entries in columns (m) to (s), inclusive, in a manner which will indicate whether par value or the number of shares is shown.

In stating the date of an authorization the date of the latest assent or ratification necessary to its validity should be shown; e. g., in case an authorization is required to be ratified by stockholders after action by the board of directors, but is not required to be approved by any State or other governmental board or officer, give the date of approval by stockholders; if the assent

of a State railroad commission or other public board or officer is necessary, give the date of such assent, or if subsequent to such assent notice has to be filed with a secretary of state or other public officer and a tax or other fee has to be paid as a condition precedent to the validity of the issue, give the date of such payment. In case some condition precedent has to be complied with after the approval and ratification of the stockholders has been obtained, state, in a footnote, the particulars of such condition and of the respondent's compliance therewith.

For the purposes of this report, capital stock and other securities are considered to be *nominally issued* when certificates are signed and sealed and placed with the proper officer for sale and delivery or are pledged or otherwise placed in some special fund of the respondent. They are considered to be *actually*

issued when sold to a bona fide purchaser for a valuable consideration, and such purchaser holds them free from control by the respondent. All securities actually issued and not reacquired by or for the respondent are considered to be *actually outstanding*. If reacquired by or for the respondent under such circumstances as require them to be considered as held alive, and not canceled or retired, they are considered to be *nominally outstanding*.

Column (d) refers to the initial preference dividend payable before any common dividend; columns (k) and (l) to participations in excess of initial preference dividend; at a specified percentage or amount (nonpar stock) (column (k)) or a percentage or proportion of the profits (column (l)).

Line No.	Class of stock	Date issue was authorized	Par value per share (if non-par, so state)	PREFERRED STOCK										OTHER PROVISIONS OF CONTRACT											
				Dividend rate specified in contract	Total amount of accumulated dividends			CUMULATIVE		Noncumulative ("Yes" or "No")															
								To extent earned ("Yes" or "No")	Fixed \$ rate or percent specified by contract																
											(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	PARTICIPATING DIVIDENDS				
1	Common	5-22-39 4-11-53	\$ Non-Par	XXXXX	\$	XX	XX	XX	XXXXX	XXXXXXX	XXXXX	XXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX
2				XXXXX	XX	XX	XX	XXXXX	XXXXXXX	XXXXX	XXXXX	XXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	
3				XXXXX	XX	XX	XX	XXXXX	XXXXXXX	XXXXX	XXXXX	XXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	
4				XXXXX	XX	XX	XX	XXXXX	XXXXXXX	XXXXX	XXXXX	XXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	
5	Preferred 4% Maximum	3-19-1900	50	None		None		No	None	Yes	No	No	None	None											
6																									
7																									
8	Debenture																								
9																									
10	Receipts outstanding for instaliments paid*																								
11																									
12																									
13	TOTAL		XXXXX	XXXXX		None		XXXXX	XXXXXXX	XXXXX	XXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	

Line NO.	PAR VALUE OF PAR-VALUE STOCK OR NUMBER OF SHARES OF NONPAR STOCK																STOCK ACTUALLY OUTSTANDING AT CLOSE OF YEAR																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																		
	Authorized				Authenticated				NOMINALLY ISSUED AND				REACQUIRED AND				Number of shares			Par value of par-value stock			Book value of stock without par value																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																												
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(m)				(n)				(o)				(p)				(q)				(r)				(s)				(t)			(u)			(v)																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																	
1	Sh	1	260	000	Sh	1	260	000	None	None	None	None	Sh	1	020	000	None	None	Sh		802)		987	570																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																											

*State the class of capital stock covered by the receipts.

229. CAPITAL STOCK CHANGES DURING THE YEAR

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

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

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

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

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

Line No.	Class of stock (a)	Date of issue (b)	Purpose of the issue and authority (c)	STOCKS ISSUED DURING YEAR				STOCKS REACQUIRED DURING YEAR			
				Par value (for nonpar stock show the number of shares) (d)		Net proceeds received for issue (cash or its equivalent) (e)		Par value (for nonpar stock show the number of shares) (i)		Purchase price (j)	
				\$		\$		\$		\$	
1											
2											
3											
4											
5											
6			NONE								
7											
8											
9											
10											
11											
12											
13											
14											
15											
TOTAL											

Line No.	STOCKS ISSUED DURING YEAR—Concluded						STOCKS REACQUIRED DURING YEAR						Remarks
	Cash value of other property acquired or services received as consideration for issue		Net total discounts (in black) or premiums (in red). Excludes entries in column (h)		Expense of issuing capital stock		Par value (For nonpar stock show the number of shares)		Purchase price				
	(f)		(g)		(h)		(i)		(j)		(k)		
	\$		\$		\$		\$		\$				
1							SH	653		44	528	Purchase of K.C.S. Ry. Co. Common Stock by the Louisiana & Arkansas Railway Company.	
2													
3													
4													
5													
6													
7													
8													
9													
10													
11													
12													
13													
14													
15							SH	653		44	528		

22,841

230. STOCK LIABILITY FOR CONVERSION OF SECURITIES OF OTHER COMPANIES

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

NONE

231. CAPITAL SURPLUS

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

Line No.	Item (a)	Contra account number (b)	ACCOUNT NO.									
			794. Premiums and Assessments on Capital Stock (c)			795. Paid-In Surplus (d)			796. Other Capital Surplus (e)			
			\$			\$			\$			
1	Balance at beginning of year.....	x x x					267	210		4	903	382
2	Additions during the year (describe):											
3	Intercompany items in preparation of										293	216
4	consolidated balance sheet.....											
5												
6												
7	Total additions during the year.....	x x x									293	216
8	Deductions during the year (describe):											
9												
10												
11												
12	Total deductions.....	x x x										
13	Balance at close of year.....	x x x						267	210		5	196 598

232. RETAINED INCOME—APPROPRIATED

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

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

233. CONTINGENT ASSETS AND LIABILITIES

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

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

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

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

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

Line No.	Item (a)	Amount (b)		
		\$		
1				
2				
3				
4				
5				
6				
7				
8				
9				
10				
11				
12				
13				
14				
15				
16				
17				
18	NONE			
19				
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40				
41				
42				
43				
44				
45				

Give particulars called for regarding inactive proprietary companies, as defined in Schedule No. 411, page 400. The separation of accounts 731 and 732 into the various subdivisions shown below should be estimated, if not actually shown on respondent's books. Enter brief designations of the several proprietary companies at the heads of their respective columns.

[illegible]

Line No.	Item
1	Mileage owned:
2	Road, State of.....
3	Road, State of.....
4	Road, State of.....
5	Second and additional main tracks.....
6	Passing tracks, cross-overs, and turn-outs.....
7	Way switching tracks.....
8	Yard switching tracks.....
9	Road and equipment property:
10	Road
11	Equipment.....
12	General expenditures.....
13	Other property accounts*.....
14	Total (account 731).....
15	Improvements on leased property:
16	Road.....
17	Equipment.....
18	General expenditures.....
19	Total (account 732).....
20	Depreciation and amortization (accounts 735, 736, and 785).....
21	Capital stock (account 791).....
22	Funded debt unmatured (account 765).....
23	Debt in default (account 768).....
24	Amounts payable to affiliated companies (account 769).....

*Includes account Nos. 86, "Other elements of investment," and 90, "Construction work in progress."

300. INCOME ACCOUNT FOR THE YEAR

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

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

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

Line No.	Item (a)	Amount for current year (b)			Amount for preceding year (c)			Offsetting debits and credits for current year (d)		
		\$	XX	XX	\$	XX	XX	\$	XX	XX
1	ORDINARY ITEMS									
2	OPERATING INCOME									
3	RAILWAY OPERATING INCOME									
4	(501) Railway operating revenues (p. 303)	101	464	533	94	303	052			
5	(531) Railway operating expenses (p. 310)	70	881	947	66	668	872			
6	Net revenue from railway operations	30	582	586	27	634	180			
7	(532) Railway tax accruals (p. 316)	9	208	014	8	602	005			
8	Railway operating income	21	374	572	19	032	175			
9	RENT INCOME									
10	(503) Hire of freight cars and highway revenue equipment—Credit balance (p. 319)									
11	(504) Rent from locomotives (p. 320)		42	623		37	838			
12	(505) Rent from passenger-train cars (p. 320)						42			
13	(506) Rent from floating equipment									
14	(507) Rent from work equipment		1	108			221			
15	(508) Joint facility rent income		291	818		288	657			
16	Total rent income		335	549		326	758			
17	RENTS PAYABLE									
18	(536) Hire of freight cars and highway revenue equipment—Debit balance (p. 319)	8	034	839	7	325	173			
19	(537) Rent for locomotives (p. 320)		602	090		162	002			
20	(538) Rent for passenger-train cars (p. 320)									
21	(539) Rent for floating equipment									
22	(540) Rent for work equipment		186	049		197	193			
23	(541) Joint facility rents		716	421		739	125			
24	Total rents payable	9	539	399	8	423	493			
25	Net rents (lines 15, 23)	(9)	203	850	(8)	096	735			
26	Net railway operating income (lines 7, 24)	12	170	722	10	935	440			
27	OTHER INCOME									
28	(502) Revenues from miscellaneous operations (p. 231)									
29	(509) Income from lease of road and equipment (p. 317)			428			428			
30	(510) Miscellaneous rent income (p. 317)		376	693		364	033			
31	(511) Income from nonoperating property (p. 231)		126	207		110	031			
32	(512) Separately operated properties—Profit (p. 318)									
33	(513) Dividend income		48	064		48	114			
34	(514) Interest income		713	641	1	348	121			
35	(516) Income from sinking and other reserve funds		12	643		76	043			
36	(517) Release of premiums on funded debt		16	563		16	987			
37	(518) Contributions from other companies									
38	(519) Miscellaneous income (p. 323)		759	983		392	696			
39	Total other income	2	054	222	2	356	453			
40	Total income (lines 25, 38)	14	224	944	13	291	893			
41	MISCELLANEOUS DEDUCTIONS FROM INCOME									
42	(534) Expenses of miscellaneous operations (p. 231)									
43	(535) Taxes on miscellaneous operating property (p. 231)									
44	(543) Miscellaneous rents (p. 322)		728	620		675	257			
45	(544) Miscellaneous tax accruals (p. 231)		7	326		75	940			
46	(545) Separately operated properties—Loss (p. 318)									
47	(549) Maintenance of investment organization									
48	(550) Income transferred to other companies									
49	(551) Miscellaneous income charges (p. 323)		550	746		485	007			
50	Total miscellaneous deductions	1	286	692	1	236	204			
51	Income available for fixed charges (lines 39, 49)	12	938	252	12	055	689			

300. INCOME ACCOUNT FOR THE YEAR—Continued

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

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

expenses between freight and passenger service; railroads.

4. Any unusual accruals involving substantial amounts included in column (b) on lines 9 to 25, inclusive, should be fully explained in a footnote.

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

RAIL-LINE, INCLUDING WATER TRANSFERS

Related solely to freight service (e)			Apportioned to freight service (f)			Total freight service (g)			Related solely to passenger and allied services (h)			Apportioned to passenger and allied services (i)			Total passenger service (j)			Other items not related to either freight or to passenger and allied services (k)			Line No.
\$			\$			\$			\$			\$			\$			\$			
XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	1
XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	2
101	464	533				101	464	533													3
70	881	946				70	881	946													4
XX	XX	XX	XX	XX	XX	30	582	586	XX	XX	XX	XX	XX	XX							5
9	208	014				9	208	014													6
XX	XX	XX	XX	XX	XX	21	374	572	XX	XX	XX	XX	XX	XX							7
XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	8
	42	623					42	623													9
																					10
	1	108					1	108													11
291	818					291	818														12
XX	XX	XX	XX	XX	XX		335	549	XX	XX	XX	XX	XX	XX							13
XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	14
8	034	839				8	034	839													15
602	090					602	090														16
																					17
	186	049					186	049													18
	716	421					716	421													19
XX	XX	XX	XX	XX	XX	9	539	399	XX	XX	XX	XX	XX	XX							20
XX	XX	XX	XX	XX	XX	(9	203	850)	XX	XX	XX	XX	XX	XX							21
XX	XX	XX	XX	XX	XX	12	170	722	XX	XX	XX	XX	XX	XX							22

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

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

KANSAS CITY SOUTHERN LINES CONSOLIDATED

300. INCOME ACCOUNT FOR THE YEAR—Concluded

Line No.	Item (a)	Amount for current year (b)			Amount for preceding year (c)			Offsetting debits and credits for current year (d)		
		\$			\$			\$		
61	FIXED CHARGES	xx	xx	xx	xx	xx	xx	xx	xx	xx
62	(542) Rent for leased roads and equipment (p. 321).....		119	408		20	496			
63	(546) Interest on funded debt:	xx	xx	xx	xx	xx	xx	xx	xx	xx
64	(a) Fixed interest not in default.....		4	438		4	701			
65	(b) Interest in default.....									
66	(547) Interest on unfunded debt.....									
67	(548) Amortization of discount on funded debt.....			8		6	152			
68	Total fixed charges.....		4	566		4	727			
69	Income after fixed charges (lines 50, 58).....		8	372		7	327			
70	OTHER DEDUCTIONS	xx	xx	xx	xx	xx	xx	xx	xx	xx
71	(546) Interest on funded debt:	xx	xx	xx	xx	xx	xx	xx	xx	xx
72	(c) Contingent interest.....									
73	Ordinary income (lines 59, 62).....		8	372		7	327			
74	EXTRAORDINARY AND PRIOR PERIOD ITEMS	xx	xx	xx	xx	xx	xx	xx	xx	xx
75	(570) Extraordinary items — Net Credit (Debit)(p. 323).....	(	12	493		1	785			
76	(580) Prior period items — Net Credit (Debit)(p. 323).....									
77	(590) Federal income taxes on extraordinary and prior period items— Debit (Credit)(p. 323).....	(		648			515			
78	Total extraordinary and prior period items — Credit (Debit).....		11	844		1	270			
79	Net income transferred to Retained Income-Unappropriated (lines 63, 68).....		(3	472		8	598			
				135)			441			

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

NOTES AND REMARKS

INCOME ACCOUNT FOR THE YEAR—EXPLANATORY NOTES

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

effect on net income for the year need not be reported. If carrier has nothing to report, insert the word "None". The tax consequences of use of accelerated depreciation and tax guideline service lives, the investment tax credit, as well as other unusual and significant tax items and matters, are to be disclosed in Schedule 350, under Section C pertaining to analysis of Federal income taxes. The explanation of items included in accounts 570, "Extraordinary items"; 580, "Prior period items"; and 590, "Federal income taxes on extraordinary and prior period items" are to be disclosed in Schedule 396, page 323.

This consolidated report of the companies specified on Page 1 was approved by the Interstate Commerce Commission in their letter of January 28, 1969, File ACR-SR and inter-company transactions eliminated.

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KANSAS CITY SOUTHERN LINES CONSOLIDATED

305. RETAINED INCOME—UNAPPROPRIATED

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

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

Line No.	Item (a)	Amount (b)	Remarks (c)
CREDITS			
1	(602) Credit balance transferred from Income (p. 301A) -----	(3 472 135)	
2	(606) Other credits to retained income -----		Net of Federal income taxes ----- \$ None
3	(622) Appropriations released -----	600 000	
4	Total -----	(2 872 135)	
DEBITS			
5	(612) Debit balance transferred from Income (p. 301A) -----	3 472 135	
6	(616) Other debits to retained income -----	18 271	Net of Federal income taxes ----- \$ None
7	(620) Appropriations for sinking and other reserve funds -----	600 000	
8	(621) Appropriations for other purposes -----		
9	(623) Dividends (p. 302) -----	4 778 813	
10	Total -----	8 869 219 5 397 084	
11	Net increase during year* -----	(8 269 219)	
12	Balance at beginning of year (p. 201)* -----	86 460 070	
13	Balance at end of year (carried to p. 201)* -----	78 190 851	

* Amount in parentheses indicates debit balance.

Note.—See p. 323, schedule 396, for analysis of Retained Income accounts.

308. DIVIDEND APPROPRIATIONS

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

2. If an obligation of any character has been incurred for the purpose of procuring funds for the payment of any dividend or for the purpose of

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

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

Line No.	Name of security on which dividend was declared (a)	Rate percent (par value stock) or rate per share (nonpar stock)		Total par value of stock or total number of shares of nonpar stock on which dividend was declared (d)	Dividends (account 623) (e)	DATES	
		Regular (b)	Extra (c)			Declared (f)	Payable (g)
41	KCS Preferred	4%		\$ 21 000 000	\$ 840 000	827,232 + 12,770	
42	KCS Common	\$4.00 Sh		987,876 1 019 198	4 076 792	3,951,583, 12,520	
43	Less intercompany on stock held by L&A Ry. Co.				(137 979)		
44							
45							
46							
47							
48							
49							
50	Refer detailed Schedule 308						
51							
52							
53							
					TOTAL	4 778 813	

310. RAILWAY OPERATING REVENUES

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

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

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

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

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

Line No.	Class of railway operating revenues	Amount of revenue for the year			RAIL-LINE REVENUES, INCLUDING WATER TRANSFERS						Other revenues not assign-able to freight or to passenger and allied services			Remarks
					Assignable to freight service (c)			Assignable to passenger and allied services (d)						
	(a)	(b)			(c)			(d)			(e)			(f)
	TRANSPORTATION—RAIL LINE	\$			\$			\$			\$			
1	(101) Freight*	95	729	004	95	729	004							
2	(102) Passenger*													
3	(103) Baggage													
4	(104) Sleeping car													
5	(105) Parlor and chair car													
6	(106) Mail		2	958		2	958							
7	(107) Express													
8	(108) Other passenger-train†													
9	(109) Milk													
10	(110) Switching*	3	791	422	3	791	422							
11	(113) Water transfers													
12	Total rail-line transportation revenue	99	523	384	99	523	384							
	INCIDENTAL													
13	(131) Dining and buffet													
14	(132) Hotel and restaurant													
15	(133) Station, train, and boat privileges			19		19								
16	(135) Storage—Freight													
17	(137) Demurrage	1	294	958	1	294	958							
18	(138) Communication													
19	(139) Grain elevator													
20	(141) Power													
21	(142) Rents of buildings and other property		103	468		103	468							
22	(143) Miscellaneous		139	229		139	229							
23	Total incidental operating revenue	1	537	674	1	537	674							
	JOINT FACILITY													
24	(151) Joint facility—Cr		404	221		404	221							
25	(152) Joint facility—Dr			746			746							
26	Total joint facility operating revenue		403	475		403	475							
27	Total railway operating revenues	101	464	533	101	464	533							

*Report hereunder the charges to these accounts representing:

A. Payments made to others for—

1. Terminal collection and delivery services when performed in connection with line-haul transportation of freight on the basis of freight tariff rates: \$ 648,660

(a) Of the amount reported for item A.1, None % (to nearest whole number) represents payments for collection and delivery of L.C.I. freight either in TOFC trailers or otherwise. The percentage reported is (check one): Actual (X) Estimated ()

2. Switching services when performed in connection with line-haul transportation of freight on the basis of switching tariffs and allowances out of freight rates, including the switching of empty cars in connection with a revenue movement: \$ 2,312,749

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

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

(b) Payments for transportation of freight shipments: \$ 200,961

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

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

1. Charges for service for the protection against heat: \$ 9,157

2. Charges for service for the protection against cold: \$ 2,659

KANSAS CITY SOUTHERN LINES CONSOLIDATED

320. RAILWAY OPERATING EXPENSES

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

Line No.	Name of railway operating expense account (a)	Amount of operating expenses for the year (b)		
		\$	xx	xx
1	MAINTENANCE OF WAY AND STRUCTURES			
2	(201) Superintendence.....	1	150	584
3	(202) Roadway maintenance—Yard switching tracks..... 712,509)		92	600
4	Roadway maintenance—Way switching tracks.....)		21	641
5	Roadway maintenance—Running tracks.....)		598	268
6	(206) Tunnels and subways—Yard switching tracks.....			
7	Tunnels and subways—Way switching tracks.....			
8	Tunnels and subways—Running tracks.....			
9	(208) Bridges, trestles, and culverts—Yard switching tracks..... 691,603)		57	554
10	Bridges, trestles, and culverts—Way switching tracks.....)		24	768
11	Bridges, trestles, and culverts—Running tracks.....)		609	281
12	(210) Elevated structures—Yard switching tracks.....			
13	Elevated structures—Way switching tracks.....			
14	Elevated structures—Running tracks.....			
15	(212) Ties—Yard switching tracks..... 1,558,246)		168	862
16	Ties—Way switching tracks.....)		59	890
17	Ties—Running tracks.....)	1	329	494
18	(214) Rails—Yard switching tracks..... 260,200)		27	643
19	Rails—Way switching tracks.....)		12	407
20	Rails—Running tracks.....)		220	150
21	(216) Other track material—Yard switching tracks..... 591,924)		77	548
22	Other track material—Way switching tracks.....)		26	662
23	Other track material—Running tracks.....)		487	714
24	(218) Ballast—Yard switching tracks..... 287,732)		24	978
25	Ballast—Way switching tracks.....)		14	512
26	Ballast—Running tracks.....)		248	242
27	(220) Track laying and surfacing—Yard switching tracks..... 2,930,673)		389	236
28	Track laying and surfacing—Way switching tracks.....)		111	735
29	Track laying and surfacing—Running tracks.....)	2	429	702
30	(221) Fences, snowsheds, and signs—Yard switching tracks..... 14,109)		3	941
31	Fences, snowsheds, and signs—Way switching tracks.....)			360
32	Fences, snowsheds, and signs—Running tracks.....)		9	808
33	(227) Station and office buildings.....		101	963
34	(229) Roadway buildings.....		5	196
35	(231) Water stations.....		1	356
36	(233) Fuel stations.....		11	858
37	(235) Shops and engine houses.....		104	900
38	(237) Grain elevators.....			
39	(239) Storage warehouses.....			
40	(241) Wharves and docks.....		5	742
41	(243) Coal and ore wharves.....			
42	(244) TOFC/COFC terminals.....		4	362
43	(247) Communication systems.....		911	244
44	(249) Signals and interlockers.....		596	157
45	(253) Power plants.....			
46	(257) Power-transmission systems.....		20	165
47	(265) Miscellaneous structures.....		1	069
48	(266) Road property—Depreciation (p. 312).....		922	530
49	(267) Retirements—Road (p. 312).....		16	244
50	(269) Roadway machines.....		392	534
51				
52				
53				

320. RAILWAY OPERATING EXPENSES—Continued

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

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

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

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

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS																				Line No
Expenses related solely to freight service (c)			Common expenses apportioned to freight service (d)			Total freight expense (e)			Related solely to passenger and allied services (f)			Common expenses apportioned to passenger and allied services (g)			Total passenger expense (h)			Other expenses not related to either freight or to passenger and allied services (i)		
\$			\$			\$			\$			\$			\$			\$		
x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x
						1	150	584												1
							92	600												2
							21	641												3
							598	268												4
																				5
																				6
																				7
							57	554												8
							24	768												9
							609	281												10
																				11
																				12
																				13
							168	862												14
							59	890												15
						1	329	494												16
							27	643												17
							12	407												18
							220	150												19
							77	548												20
							26	662												21
							487	714												22
							24	978												23
							14	512												24
							248	242												25
							339	236												26
							111	735												27
						2	429	702												28
							3	941												29
								360												30
							9	808												31
							101	963												32
							5	196												33
							1	356												34
							11	858												35
							104	900												36
																				37
																				38
							5	742												39
																				40
							4	362												41
							911	244												42
							596	157												43
																				44
							20	165												45
							1	069												46
							922	530												47
							16	244												48
							392	534												49
																				50
																				51
																				52
x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	53

KANSAS CITY SOUTHERN LINES CONSOLIDATED

320. RAILWAY OPERATING EXPENSES—Continued

Line No.	Name of railway operating expense account (a)	Amount of operating expenses for the year (b)		
		\$	xx	xx
	MAINTENANCE OF WAY AND STRUCTURES—Continued			
54	(270) Dismantling retired road property.....		39	362
55	(271) Small tools and supplies.....		254	266
56	(272) Removing snow, ice, and sand.....		17	842
57	(273) Public improvements—Maintenance.....		171	162
58	(274) Injuries to persons.....		106	394
59	(275) Insurance.....		116	917
60	(276) Stationery and printing.....		20	156
61	(277) Employees' health and welfare benefits.....		267	343
62	(281) Right-of-way expenses.....			158
63	(282) Other expenses.....		96	024
64	(278) Maintaining joint tracks, yards, and other facilities—Dr.....		411	542
65	(279) Maintaining joint tracks, yards, and other facilities—Cr.....		335	074
66	Total—All road property depreciation (account 266).....		922	530
67	Total—All other maintenance of way and structures accounts.....	11	536	462
68	Total maintenance of way and structures.....	12	458	992
	MAINTENANCE OF EQUIPMENT			
69	(301) Superintendence.....		425	288
70	(302) Shop machinery.....		103	731
71	(304) Power-plant machinery.....			549
72	(305) Shop and power-plant machinery—Depreciation (p. 314).....		62	958
73	(306) Dismantling retired shop and power-plant machinery.....			
74	(311) Locomotives—Repairs, Diesel locomotives—Yard.....		762	019
75	Locomotives—Repairs, Diesel locomotives—Other.....	3	376	279
76	Locomotives—Repairs, Other than Diesel—Yard.....			
77	Locomotives—Repairs, Other than Diesel—Other.....			
78	(314) Freight-train cars—Repairs*.....	5	224	538
79	(317) Passenger-train cars—Repairs.....			
80	(318) Highway revenue equipment—Repairs.....			
81	(323) Floating equipment—Repairs.....			
82	(326) Work equipment—Repairs.....		28	092
83	(328) Miscellaneous equipment—Repairs.....		185	733
84	(329) Dismantling retired equipment.....			
85	(330) Retirements—Equipment (p. 314).....			409
86	(331) Equipment—Depreciation (p. 314).....	4	719	208
87	(332) Injuries to persons.....		48	736
88	(333) Insurance.....		227	133
89	(334) Stationery and printing.....		22	399
90	(335) Employees' health and welfare benefits.....		313	753
91	(339) Other expenses.....		8	377
92	(336) Joint maintenance of equipment expenses—Dr.....		107	830
93	(337) Joint maintenance of equipment expenses—Cr.....		63	278
94	Total—All equipment depreciation (accounts 305 and 331).....	4	782	166
95	Total—All other maintenance of equipment accounts.....	10	770	770
96	Total maintenance of equipment.....	15	552	936
	TRAFFIC			
97	(351) Superintendence.....		611	400
98	(352) Outside agencies.....	2	408	501
99	(353) Advertising**.....		168	336
100	(354) Traffic associations.....		224	645
101	(355) Fast freight lines.....			
102	(356) Industrial and immigration bureaus.....		13	541
103	(357) Insurance.....		1	200
104	(358) Stationery and printing.....		131	205
105	(359) Employees' health and welfare benefits.....		42	739
106	(360) Other expenses.....			907
107	Total traffic.....	3	602	474
108	*Includes debits of \$ 2,782,498 for charges on account of work done by others and includes credits of \$ 1,335,450 on account of work charged to others.			
109	**Value of transportation issued in exchange for advertising, \$ None			

320. RAILWAY OPERATING EXPENSES—Continued

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS																					Line No.
Expenses related solely to freight service (e)			Common expenses apportioned to freight service (d)			Total freight expense (c)			Related solely to passenger and allied services (f)			Common expenses apportioned to passenger and allied services (g)			Total passenger expense (h)			Other expenses not related to either freight or to passenger and allied services (i)			
\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	
							39	362													54
							254	266													55
							17	842													56
							171	162													57
							106	394													58
							116	917													59
							20	156													60
							267	343													61
								158													62
							96	024													63
							411	542													64
							335	074													65
							922	530													66
							11	536	462												67
							12	458	992												68
							425	288													69
							103	731													70
								549													71
							62	958													72
																					73
							762	019													74
							3	376	279												75
																					76
							5	224	538												77
																					78
																					79
																					80
																					81
							28	092													82
							185	733													83
								409													84
							4	719	208												85
							48	736													86
							227	133													87
							22	399													88
							313	753													89
							8	377													90
							107	830													91
							63	278													92
							4	782	166												93
							10	770	770												94
							15	552	936												95
																					96
							611	400													97
							2	408	501												98
							168	336													99
							224	645													100
																					101
							13	541													102
							1	200													103
							131	205													104
							42	739													105
								207													106
							3	602	474												107

KANSAS CITY SOUTHERN LINES CONSOLIDATED

320. RAILWAY OPERATING EXPENSES—Continued

Line No.	Name of railway operating expense account	Amount of operating expenses for the year		
	(a)	(b)		
	TRANSPORTATION—RAIL LINE			
110	(371) Superintendence.....	1	065	218
111	(372) Dispatching trains.....		174	431
112	(373) Station employees.....	2	349	929
113	(374) Weighing, inspection, and demurrage bureaus.....		120	848
114	(375) Coal and ore wharves.....		411	502
115	(376) Station supplies and expenses.....	1	753	991
116	(377) Yardmasters and yard clerks.....	5	629	745
117	(378) Yard conductors and brakemen.....		68	874
118	(379) Yard switch and signal tenders.....	2	648	355
119	(380) Yard enginemen.....		355	411
120	(382) Yard switching fuel.....			
121	(383) Yard switching power produced.....		341	236
122	(384) Yard switching power purchased.....		373	917
123	(388) Servicing yard locomotives.....			
124	(389) Yard supplies and expenses.....	2	595	582
125	(392) Train enginemen.....	2	274	879
126	(394) Train fuel.....			
127	(395) Train power produced.....			
128	(396) Train power purchased.....		512	438
129	(400) Servicing train locomotives.....	4	571	974
130	(401) Trainmen.....	1	779	753
131	(402) Train supplies and expenses*.....			
132	(403) Operating sleeping cars.....		151	708
133	(404) Signal and interlocker operation.....		2	964
134	(405) Crossing protection.....		6	260
135	(406) Drawbridge operation.....		14	679
136	(407) Communication system operation.....			
137	(408) Operating floating equipment.....		844	512
138	(409) Employees' health and welfare benefits.....		205	807
139	(410) Stationery and printing.....		17	598
140	(411) Other expenses.....		707	518
141	(414) Insurance.....		742	224
142	(415) Clearing wrecks.....		73	410
143	(416) Damage to property.....		24	884
144	(417) Damage to livestock on right of way.....	2	333	337
145	(418) Loss and damage—Freight.....			
146	(419) Loss and damage—Baggage.....		586	242
147	(420) Injuries to persons.....			277
148	(421) TOFC/COFC terminals.....			
149	(422) Other highway transportation expenses.....	2	316	564
150	(390) Operating joint yards and terminals—Dr.....	1	567	501
151	(391) Operating joint yards and terminals—Cr.....		100	591
152	(412) Operating joint tracks and facilities—Dr.....		3	460
153	(413) Operating joint tracks and facilities—Cr.....	34	344	897
154	Total transportation—Rail line.....			
	*Includes gross charges and credits for heater and refrigerator service as follows:			
155	Freight train cars: Refrigerator—Charges.....		25	584
156	—Credits.....		9	155
157	Heater—Charges.....		3	512
158	—Credits.....		2	659
159	TOFC trailers: Refrigerator—Charges.....		1	840
160	—Credits.....		None	
161	Heater—Charges.....		None	
162	—Credits.....		None	

320. RAILWAY OPERATING EXPENSES—Continued

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS

Expenses related solely to freight service (c)			Common expenses apportioned to freight service (d)			Total freight expense (e)			Related solely to passenger and allied services (f)			Common expenses apportioned to passenger and allied services (g)			Total passenger expense (h)			Other expenses not related to either freight or to passenger and allied services (i)			Line No.
\$			\$			\$			\$			\$			\$			\$			
						1	065	218													110
							174	431													111
						2	349	929													112
							120	848													113
							411	502													114
						1	753	991													115
						5	629	745													116
							69	874													117
						2	648	355													118
							355	411													119
																					120
							341	236													121
							373	917													122
						2	595	582													123
						2	274	879													124
																					125
																					126
							512	438													127
						4	571	974													128
						1	779	753													129
																					130
							151	908													131
							9	964													132
							56	260													133
							714	679													134
																					135
							844	512													136
							205	807													137
							17	598													138
							707	518													139
							743	224													140
							73	410													141
							24	884													142
						2	333	337													143
																					144
							586	242													145
								277													146
																					147
						2	316	564													148
						1	567	501													149
							100	591													150
							3	460													151
																					152
						34	344	897													153
																					154

320. RAILWAY OPERATING EXPENSES—Continued

Line No.	Name of railway operating expense account	Amount of operating expenses for the year		
		(b)		
	(a)	\$	xx	xx
	MISCELLANEOUS OPERATIONS			
163	(441) Dining and buffet service.....			
164	(442) Hotels and restaurants.....		14	467
165	(443) Grain elevators.....			
166	(445) Producing power sold.....			
167	(446) Other miscellaneous operations.....			
168	(449) Employees' health and welfare benefits.....			
169	(447) Operating joint miscellaneous facilities—Dr.....		3	675
170	(448) Operating joint miscellaneous facilities—Cr.....			
171	Total miscellaneous operations.....		18	142
	GENERAL			
172	(451) Salaries and expenses of general officers.....		943	391
173	(452) Salaries and expenses of clerks and attendants.....	1	507	152
174	(453) General office supplies and expenses.....		966	430
175	(454) Law expenses.....	1	092	687
176	(455) Insurance.....		3	801
177	(456) Employees' health and welfare benefits.....		89	711
178	(457) Pensions.....		115	388
179	(458) Stationery and printing.....		117	929
180	(460) Other expenses*.....		50	547
181	(461) General joint facilities—Dr.....		18	875
182	(462) General joint facilities—Cr.....		1	405
183	Total general expenses.....	4	904	506
184	Grand total railway operating expenses.....	70	881	947
185	Operating ratio (ratio of operating expenses to operating revenues) 69.86 percent. (Two decimal places required)		69	86%

186. Amount of employee compensation† (applicable to the current year) chargeable to operating expenses: \$ 32,236,584

* Give description and amount of charges to account No. 690, "Other expenses," for severance payments made to employees. This includes payments made as a result of agreements with employee organizations and awards pursuant to decisions of arbitration boards or by specific orders of this Commission or by voluntary action on the part of respondent. This also includes severance payments in cases relating to mergers and situations involving reduction in employees because of abandonment or consolidation of facilities.

Description of payments	Amount
Gratuitous Allowance.....	857
.....	
.....	
.....	
.....	
.....	
.....	
.....	
.....	857

† Includes "straight time paid for" in train and engine service, and "time actually worked and paid for at straight time rates" in other services; all overtime in train and engine service, and overtime paid for at punitive rates in other services; and "constructive allowances, including vacations and holidays" in train and engine service and "vacations, holidays, and other allowances" in other services. (Compensation chargeable to operating expenses applicable to prior years, which was paid or is payable under labor awards or the current year or for other reasons, should be shown in Schedule 361C and not included in this return.)

320. RAILWAY OPERATING EXPENSES—Concluded

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS															Other expenses not related to either freight or to passenger and allied services			Line No.
Expenses related solely to freight service (c)			Common expenses apportioned to freight service (d)			Total freight expense (e)			Related solely to passenger and allied services (f)			Common expenses apportioned to passenger and allied services (g)			Total passenger expense (h)			
\$			\$			\$			\$			\$			\$			
XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX
								14	467									163
																		164
																		165
																		166
																		167
																		168
								3	675									169
																		170
								18	142									171
XX	XX	XX	XX	XX	XX	XX	XX	943	391	XX	XX	XX	XX	XX	XX	XX	XX	172
								1	507									173
									966									174
								1	092									175
									3									176
									89									177
									115									178
									388									179
									117									180
									929									181
									50									182
									547									183
									18									184
									875									185
									1									186
									405									187
								4	904									188
									506									189
								70	881									190
									947									191
XX	XX	XX	XX	XX	XX	XX	XX	69	68%	XX	XX	XX	XX	XX	XX	XX	XX	192

KANSAS CITY SOUTHERN LINES CONSOLIDATED

322. ROAD PROPERTY—DEPRECIATION

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

Line No.	Subaccount (a)	Amount of operating expenses for the year		
		(b)		
		\$		
301	(1) Engineering.....		14	470
302	(2½) Other right-of-way expenditures.....		3	818
303	(3) Grading.....		41	504
304	(5) Tunnels and subways.....			
305	(6) Bridges, trestles, and culverts.....		253	292
306	(7) Elevated structures.....			
307	(13) Fences, snowsheds, and signs.....	(	101	438)
308	(16) Station and office buildings.....		149	599
309	(17) Roadway buildings.....		7	336
310	(18) Water stations.....		3	826
311	(19) Fuel stations.....		15	590
312	(20) Shops and enginehouses.....		117	145
313	(21) Grain elevators.....			
314	(22) Storage warehouses.....			
315	(23) Wharves and docks.....		11	734
316	(24) Coal and ore wharves.....			
317	(25) TOFC/COFC terminals.....		6	469
318	(26) Communication systems.....		112	423
319	(27) Signals and interlockers.....		192	107
320	(29) Power plants.....			433
321	(31) Power-transmission systems.....		25	872
322	(35) Miscellaneous structures.....		6	463
323	(37) Roadway machines.....			
324	(39) Public improvements—Construction.....		61	887
325	All other road accounts.....			
326	Total (account 266).....		922	530

324. RETIREMENTS—ROAD

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

Line No.	Subaccount (a)	Amount of operating expenses for the year		
		(b)		
		\$		
341	(1) Engineering.....			
342	(2½) Other right-of-way expenditures.....			
343	(3) Grading.....		27	779
344	(5) Tunnels and subways.....			
345	(8) Ties.....	(	34	943)
346	(9) Rails.....		1	300
347	(10) Other track material.....		14	934
348	(11) Ballast.....		9	424
349	(12) Track laying and surfacing.....	(	4	030)
350	(38) Roadway small tools.....			
351	(39) Public improvements—Construction.....			
352	(43) Other expenditures—Road.....			
353	(76) Interest during construction.....			535
354	(77) Other expenditures—General.....			
355	(80) Other elements of investment.....			
356	All other road accounts.....		1	245
357	Total (account 267).....		16	244

322. ROAD PROPERTY—DEPRECIATION

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS															Line No.			
Expenses related solely to freight service			Common expenses apportioned to freight service			Total freight expense		Related solely to passenger and allied services		Common expenses apportioned to passenger and allied services			Total passenger expenses			Other expenses not related to either freight or to passenger and allied services		
(c)			(d)			(e)		(f)		(g)			(h)			(i)		
\$			\$			\$		\$		\$			\$			\$		
							14	470										301
							3	818										302
							41	504										303
																		304
							253	292										305
																		306
							101	438										307
							149	599										308
							7	336										309
							3	826										310
							15	590										311
							117	145										312
																		313
							11	734										314
																		315
							6	469										316
							112	423										317
							192	107										318
								433										319
							25	872										320
							6	463										321
																		322
							61	887										323
																		324
							922	530										325
																		326

324. RETIREMENTS—ROAD

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS															Line No.						
Expenses related solely to freight service (c)			Common expenses apportioned to freight service (d)			Total freight expense (e)			Related solely to passenger and allied services (f)			Common expenses apportioned to passenger and allied services (g)				Total passenger expense (h)			Other expenses not related to either freight or to passenger and allied services (i)		
\$			\$			\$			\$			\$				\$			\$		
																					341
																					342
								27	779												343
																					344
						(		34	943)												345
								1	300												346
								14	934												347
								9	424												348
						(		4	030)												349
																					350
																					351
																					352
									535												353
																					354
								1	245												355
								16	244												356
																					357

KANSAS CITY SOUTHERN LINES CONSOLIDATED

326. SHOP AND POWER-PLANT MACHINERY—DEPRECIATION

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

Line No.	Subaccount (a)	Amount of operating expenses for the year (b)	
		\$	
391	(4) Shop machinery.....	58	355
392	(45) Power-plant machinery.....	4	603
393	Total (account 305).....	62	958

328. RETIREMENTS—EQUIPMENT

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

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

330. EQUIPMENT—DEPRECIATION

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

Line No.	Subaccount (a)	Amount of operating expenses for the year (b)	
		\$	
431	(52) Locomotives—Yard.....	238	135
432	(52) Locomotives—Other.....	981	450
433	(53) Freight-train cars.....	3	385 564
434	(54) Passenger-train cars.....		
435	(55) Highway revenue equipment.....		
436	(56) Floating equipment.....		
437	(57) Work equipment.....	102	648
438	(58) Miscellaneous equipment.....	11	421
439	Total (account 331).....	4	719 208

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

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS													Other expenses not related to either freight or to passenger and allied services			Line No.		
Expenses related solely to freight service (c)			Common expenses apportioned to freight service (d)			Total freight expense (e)		Related solely to passenger and allied services (f)		Common expenses apportioned to passenger and allied services (g)							Total passenger expense (h)	
\$			\$			\$			\$			\$			\$			
						58	355											391
						4	603											392
						62	958											393

328. RETIREMENTS—EQUIPMENT—Continued

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

330. EQUIPMENT—DEPRECIATION—Continued

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS																		Line No.			
Expenses related solely to freight service			Common expenses apportioned to freight service			Total freight expense			Related solely to passenger and allied services			Common expenses apportioned to passenger and allied services			Total passenger expenses				Other expenses not related to either freight or to passenger and allied services		
(c)			(d)			(e)			(f)			(g)			(h)				(i)		
\$			\$			\$			\$			\$			\$			\$			
								238 115													431
								981 460													432
							3	385 564													433
																					434
																					435
								102 648													436
								11 421													437
							4	719 208													438
																					439

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

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

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371. INCOME FROM LEASE OF ROAD AND EQUIPMENT

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

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

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

371A. ABSTRACT OF TERMS AND CONDITIONS OF LEASES

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

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

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

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

372. MISCELLANEOUS RENT INCOME

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

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

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

Line No.	Description of Property		Name of lessee (c)	Amount of rent (d)	
	Name (a)	Location (b)			
31	Minor Items, each less than \$100,000			\$	376 693
32					
33					
34					
35					
36					
37					
38					
39					
40					
41					
42					
43					
44					
45					
46			Total		376 693

375. SEPARATELY OPERATED PROPERTIES—PROFIT OR LOSS

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

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

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

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

376. HIRE OF FREIGHT CARS

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

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

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

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

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

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

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

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

Line No.	Item (a)	Car-miles (loaded and empty) See Instructions 2, 3, and 4 (b)	CARS OF RESPONDENT OR OTHER CARRIERS (Excluding cars of private car lines)		CARS OF INDIVIDUALS AND COMPANIES NOT CARRIERS (Including cars of private car lines)	
			Gross amount receivable (c)	Gross amount payable (d)	Gross amount receivable (e)	Gross amount payable (f)
	FREIGHT CARS					
	<u>Mileage Basis:</u>					
1	Tank cars-----	37,637,320	\$	\$ 8,425	\$	\$ 3,107,348
2	Refrigerator cars-----	4,683,539		17,877		253,870
3	All other cars-----	21,155,686				424,546
4	Total (Lines 1-3)-----	63,476,545		26,302		3,785,764
5	<u>TOFC and/or COFC Cars</u>	580,251		13,433		717,761
	<u>Combination Mileage and</u>					
	<u>Per Diem Basis:</u>					
	<u>Mileage Portion:</u>					
6	Unequipped box cars-----	46,091,854	204,349	884,141		
7	All other per diem cars-----	64,232,802	2,172,432	1,603,806		
8	Total (Lines 6 and 7)-----	110,324,656	2,376,781	2,487,947		
	<u>Per Diem Portion:</u>					
	<u>Unequipped Box Cars:</u>					
	<u>U.S. Ownership:</u>					
9	Basic-----		324,024	1,433,533		
10	Incentive-----		191,855	654,260		
	<u>Canadian Ownership:</u>					
11	Basic-----		2,201	15,583		
12	Incentive-----		1,293	6,173		
13	All Other Per Diem Cars-----		6,675,410	5,064,530		
14	Total Per Diem Portion (Lines 9-13)-----		7,194,783	7,174,079		
15	Car-days Paid For Unequipped Box Cars-----		173,432	708,294		
16	Car-days Paid For, All Other Per Diem Cars-----		1,476,417	1,392,670		
17	Leased Rental-Railroad, Insurance and Other Companies-----		\$	\$	\$	\$ 2,830,475
18	Other Basis-----		32,663	10,289		
	OTHER FREIGHT CARRYING EQUIPMENT					
19	Refrigerated Highway Trailers-----		686	16,906		5,783
20	Other Highway Trailers-----		152,643	364,774		279,439
21	Auto Racks-----		44,447	195,707	483,845	412,028
22	GRAND TOTAL (Lines 4, 5, 8, 14 & 17-21)-----		9,802,003	10,289,437	483,845	8,031,250
23	NET BALANCE CARRIED TO INCOME ACCOUNT: CREDIT \$			or	DEBIT \$ 8,034,835	
	Net Balance of Unequipped box car rentals included in Line 23:					
24	Basic-----		Credit \$	or	Debit \$ 1,122,891	
25	Incentive-----		Credit \$	or	Debit \$ 467,285	

KANSAS CITY SOUTHERN LINES CONSOLIDATED

377. LOCOMOTIVE RENTALS

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

Line No.	Item (a)	Amount receivable (b)			Amount payable (c)			Remarks (d)
		\$			\$			
1	Locomotives of respondent or other carriers:	x x	x x	x x	x x	x x	x x	
2	Mileage basis.....							
3	Per diem basis.....		19	816				
4	Other basis.....		22	807				
5	Locomotives of individuals and companies not carriers:	x x	x x	x x	x x	x x	x x	
6	Mileage basis.....							
7	Per diem basis.....							
8	Lease rental—insurance and other companies.....					602	090	
9	Other basis.....							
10	Total.....		42	623		602	090	

378. PASSENGER-TRAIN CAR RENTALS

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

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

383. RENT FOR LEASED ROADS AND EQUIPMENT

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

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

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

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

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

Line No.	Name of lessor or reversioner and description of property (a)	CLASSIFICATION OF AMOUNT IN COLUMN (b)									
		Total rent accrued during year (Acct. 542) (b)		Interest on bonds (c)			Dividends on stocks (d)			Cash (e)	
1	Minor items, each less than \$100,000	\$	119 408	\$			\$			\$	119 408
2											
3											
4											
5											
6											
7											
8											
9											
10											
11											
12											
13											
14											
15											
16											
17											
18											
19											
20	TOTAL		119 408								119 408

383A. ABSTRACTS OF LEASEHOLD CONTRACTS

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

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

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

NOTE.—Only changes during the year are required.

Fifteen various industry track agreements with Tolmak, Inc. covering interest rental at 6% based on investment effective August 1971.

KANSAS CITY SOUTHERN LINES CONSOLIDATED

384. MISCELLANEOUS RENTS

Give particulars of all properties the rents on which were charged by the respondent during the year to Income, under the head "Miscellaneous rents," showing for each item the total charge therefor to Income. Items amounting to less than \$100,000 for the year may be combined into a single entry designated "Minor items, each less than \$100,000."

Line No.	DESCRIPTION OF PROPERTY		Name of lessor (c)	Amount charged to Income (d)		
	Name (a)	Location (b)				
31	Rental of equipment at various locations,			\$		
32	each minor items, less than \$100,000		Carland, Inc.		668	632
33						
34	Other minor items, each less than \$100,000				59	988
35						
36						
37						
38						
39						
40						
TOTAL					728	620

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

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

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

Line No.	Account No. (a)	Item (b)	Debits (c)		Credits (d)	
1	519	Miscellaneous Income	\$		\$	
2						
3		Profit from sale of securities			355	200
4		Profit from sale of property			93	063
5		Profit from retirement of bonds			161	713
6		Other Items, each less than \$100,000			150	007
7		Total Account 519			759	983
8	551	Miscellaneous Income Charges				
9		Loss on sale or disposition of property	16	102		
10		Astro Assessments	13	387		
11		Interest on Federal Income Tax 1962 - 1965	12	983		
12		Imperial Insurance Co.	349	437		
13		Contributions	63	445		
14		Other Items, each less than \$100,000	95	392		
15		Total Account 551	550	746		
16	570	Extraordinary Items				
17		Write off Stock and Loans on Howe Coal Co.	12	493 000		
18						
19	580	Prior period items	None			
20	590	Federal Income Tax on write off Howe Coal Co.			648	806
21	606	Other credits to retained income			None	
22	616	Other debits to retained income				
23		Inter-Company eliminations	18	271		
24	620	Appropriations for sinking and other reserve funds Kansas				
25		City Southern Ry. Co. Partial retirement of First				
26		Mortgage 3-1/4% Series C Bonds 12-1-54	600	000		
27	621	Appropriations for other purpose	None			
28	622	Appropriations released			600	000
29						
30						

MEMORANDA RELATING TO SELECTED INCOME AND RETAINED INCOME ACCOUNTS

Accounts 570 and 590, write off of Howe Coal Co. stock and advances approved by the Interstate Commerce Commission in Mr. M. Paolo's letter of January 10, 1972 File ACA-DVB.

INSTRUCTIONS CONCERNING RETURNS IN SCHEDULE 411

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

411. MILEAGE OPERATED AT CLOSE OF YEAR
(For other than switching and terminal companies)

Line No.	Class	Proportion owned or leased by respondent	Main (M) or branch (B) line	RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS, ETC.								Miles of way switching tracks		Miles of yard switching tracks		Total		
				Miles of road		Miles of second main track		Miles of all other main tracks		Miles of passing tracks, cross-overs, and turn-outs								
				(a)	(b)	(c)	(d)		(e)		(f)		(g)		(h)	(i)	(j)	
1	1	100	M	1,478	21	11	74			218	31	173	41	328	45	2,210	12	
2																		
3	1J	50%	M		27	4	28			11	08	1	61	61	69	78	93	
4	1J	66-2/3%	M												49		49	
5	1J	33-1/3%	M												49		49	
6	1J	19%	M									1	85	1	50	3	35	
7	Total Class 1J Main			M		27	4	28			11	08	3	46	64	17	83	26
8																		
9	Total Class 1 and 1J Main			M	1,478	48	16	02			229	39	176	87	392	62	2,293	38
10																		
11	1	100	B		59	14				4	52	26	32	5	25	95	23	
12																		
13	1J	50%	B							1	47	14	64			16	11	
14	1J	33-1/3%	B							13		1	80			1	93	
15	Total Class 1J Branch			B						1	60	16	44			18	04	
16																		
17	Total Class 1 and 1J Branch			B		59	14			6	12	42	76	5	25	113	27	
18					1,537	62	7	16	02	238	51	6,219	63	0	347	87	2,406	65
19	3A	100	M									14	27		35	14	62	
20																		
21	3A	100	B							01		2	62			2	63	
22																		
23	Total Class 3A Main and 3A Branch									01		16	89		35	17	25	
24																		
25	3B	100	M									3	61	4	33	7	94	
26																		
27	5	100	M		105	86	14	65	2	15	7	11	7	65	70	41	207	83
28																		
29	5	100	B		28	74					2	74	1	02			32	50
30					1,346	05	14	63	5	2	15	2	9	85	9	8	67	9
31																		
32																		
33																		
34																		
35																		
36																		
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47																		
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50																		
51																		
52																		
53																		
54																		
55	TOTAL MAIN LINE				1,584	34	30	67	2	15	236	50	202	40	467	71	2,523	77
56	TOTAL BRANCH LINES				87	88					8	87	46	40	5	25	148	40
57	GRAND TOTAL				1,672	22	30	67	2	15	245	37	248	80	472	96	2,672	17
58	Miles of road or track electrified (Included in preceding grand total)																None	

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

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

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

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

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

(For other than switching and terminal companies)

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

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

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

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

Line No.	State or territory (a)	ROAD OPERATED BY RESPONDENT										LINE OWNED, NOT OPERATED BY RESPONDENT				New line constructed during year (k)		
		LINE OWNED					Line of proprietary companies (d)	Line operated under lease (e)	Line operated under contract, etc. (f)	Line operated under trackage rights (g)	Total mileage operated (h)	Main line (i)		Branch lines (j)				
		Main line (b)		Branch lines (c)								(l)	(m)					
1	Missouri	185	44	6	11	53	1				5	32	5	202	29	2		
2																		
3	Kansas	18	39	3	6	21	6							24	60	4		
4																		
5	Arkansas	225	89	6		92	1				7	17	7	233	98	4		
6																		
7	Oklahoma	158	21	8							21	57	2	179	78	0		
8																		
9	Louisiana	652	31	2	22	57	3				62	79	3	737	67	8		
10																		
11	Texas	238	11	8	17	91	8				37	88	2	293	90	4		
12																		
13																		
14																		
15																		
16																		
17																		
18																		
19																		
20	TOTAL MILEAGE (single track)	1,478	35	8	59	14	9				134	73	5	1,672	22	2		

59.149
1537.497

414. TRACKS OPERATED AT CLOSE OF YEAR

(For switching and terminal companies only)

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

Classify the tracks, as follows:

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

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

Give subtotals for each of the several numbered classes.

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

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

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

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

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

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

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

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

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

TRACKS OPERATED AT COST FOR JOINT BENEFIT—INCLUDED ABOVE

21							
22							
23							
24							
25							
26							
27							
28							
29							
TOTAL							

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

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

Character of business

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

(For switching and terminal companies only)

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

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

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

Line No.	State or Territory (a)	TRACKS OPERATED										Tracks owned, not operated by respondent (b)		New tracks constructed during year (1)	
		Tracks owned (b)		Tracks of proprietary companies (c)		Tracks operated under lease (d)		Tracks operated under contract, etc. (e)		Tracks operated under trackage rights (f)					
1															
2															
3															
4															
5															
6															
7															
8															
9															
10															
11															
12															
13															
14															
15															
16															
	TOTAL MILEAGE														

Not Applicable

417. INVENTORY OF EQUIPMENT

Instructions for reporting locomotive and passenger-train car data, pages 404 and 405:

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

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

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

4. For reporting purposes, a "locomotive unit" is a self-propelled vehicle generating or converting energy into motion, and designed solely for moving other equipment. An "A" unit is the least number of wheel bases with superstructure designed for use singly or as a lead locomotive unit in combination with other locomotive units. A "B" unit is similar to

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

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

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

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

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

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

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

Line No.	Type or design of units	Units in service of respondent at beginning of year	CHANGES DURING THE YEAR					UNITS AT CLOSE OF YEAR				
			UNITS INSTALLED				Units retired from service of respondent whether owned or leased, including reclassification	Owned and used	Leased from others	Total in service of respondent (col. (h)+(i))	Aggregate capacity of units reported in col. (j) (see ins. 7)	Leased to others
			New units purchased or built	New units leased from others	Rebuilt units acquired and rebuilt units rewritten into property accounts	All other units, including reclassification and second hand units purchased or leased from others						
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
<i>Locomotive Units</i>												
1	Diesel-Freight-----A units-----	70 *	1	8			5	60	14	74	(H.P.) 180,750	
2	Diesel-Freight-----B units-----	32 *					5	27		27	40,500	
3	Diesel-Passenger-----A units-----											
4	Diesel-Passenger-----B units-----											
5	Diesel-Multiple purpose--A units-----	12 *					1	11		11	17,750	
6	Diesel-Multiple purpose--B units-----											
7	Diesel-Switching-----A units-----	73 *		14	1		4	69	15	84	106,700	
8	Diesel-Switching-----B units-----	4 *				2			6	6	9,000	
9	Total (lines 1 to 8)-----	191 *	1	22	1	2	15	167	35	202	354,700	
10	Electric-Freight-----											
11	Electric-Passenger-----											
12	Electric-Multiple purpose-----											
13	Electric-Switching-----											
14	Total (lines 10 to 13)-----											
15	Other-----											
16	Grand total (lines 9, 14, 15)-----	191 *	1	22	1	2	15	167	35	202	xxxx	

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

Type or design of units	Before Jan. 1, 1950 (b)	Between Jan. 1, 1950, and Dec. 31, 1954 (c)	Between Jan. 1, 1955, and Dec. 31, 1959 (d)	Between Jan. 1, 1960, and Dec. 31, 1964 (e)	Between Jan. 1, 1965, and Dec. 31, 1969 (f)	DURING CALENDAR YEAR					TOTAL (l)
						1970 (g)	1971 (h)	1972 (i)	1973 (j)	1974 (k)	
17 Diesel-----	42	65	3	19	42	8	23				202
18 Electric-----											
19 Other-----											
20 Total (lines 17 to 19)-----	42	65	3	19	42	8	23				202

417. INVENTORY OF EQUIPMENT—Continued

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

Line No.	Class of equipment and car designations	Units in service of respondent at beginning of year	CHANGES DURING THE YEAR					UNITS AT CLOSE OF YEAR				
			UNITS INSTALLED				Units retired from service of respondent whether owned or leased, including reclassification	Owned and used	Leased from others	Total in service of respondent (col. (h)+(i))	Aggregate capacity of units reported in col. (j) (see ins. 7)	Leased to others
			New units purchased or built	New units leased from others	Rebuilt units acquired and rebuilt units rewritten into property accounts	All other units, including reclassification and second hand units purchased or leased from others						
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
	PASSENGER TRAIN CARS										(Seating capacity)	
	Non-Self-Propelled											
21	Coaches [PA, PB, PBO]-----											
22	Combined cars											
	[All class C, except CSB]-----											
23	Parlor cars [PBC, PC, PL, PO]-----											
24	Sleeping cars [PS, PT, PAS, PDS]-----											
25	Dining, grill and tavern cars										XXXX	
	[All class D, PD]-----										XXXX	
26	Postal cars [All class M]-----											
27	Non-passenger carrying cars										XXXX	
	[All class B, CSB, PSA, IA]-----											
28	Total (lines 21 to 27)-----	None								None		
	Self-Propelled Rail Motorcars											
29	Electric passenger cars											
	[EP, ET]-----											
30	Electric combined cars [EC]-----											
31	Internal combustion rail motorcars											
	[ED, EG]-----											
32	Other self-propelled cars											
	(Specify types)-----											
33	Total (lines 29 to 32)-----	None								None		
34	Total (lines 28 and 33)-----	None								None		
	COMPANY SERVICE CARS											
35	Business cars [PV]-----	2							2	2	XXXX	
36	Boarding outfit cars [MWX]-----	14						4	10	14	XXXX	
37	Derrick and snow removal cars	8					1	4	4	8	XXXX	
	[MWU, MWV, MWW, MWK]-----										XXXX	
38	Dump and ballast cars [MWB, MWD]-----											
39	Other maintenance and service	84			2		4	71	11	82	XXXX	
	equipment cars-----										XXXX	
40	Total (lines 35 to 39)-----	108			2	1	5	79	27	106		

KANSAS CITY SOUTHERN LINES CONSOLIDATED

KANSAS CITY SOUTHERN LINES CONSOLIDATED

417. INVENTORY OF EQUIPMENT—Continued

Instructions for reporting freight-train car data, pages 406 and 407:

1. Give particulars of each of the various classes of equipment which respondent owned or leased during the year.
2. In column (p) give the number of units purchased new or built in company shops. In column (q) give the number of new units leased from others. The term "new" means a unit placed in service for the first time on any railroad.

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

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

Line No.		Class of equipment and car designations (m)	Units in service of respondent at beginning of year		CHANGES DURING THE YEAR				Units retired from service of respondent whether owned or leased, including reclassification (t)	
					UNITS INSTALLED					
					New units purchased or built ¹ (p)	New units leased from others (q)	Rebuilt units acquired and rebuilt units rewritten into property accounts ¹ (r)	All other units, including reclassification and second hand units purchased or leased from others (s)		
			Per diem (n)	Non-per diem (o)						
FREIGHT-TRAIN CARS										
41	Box-General Service (unequipped) (All B (except B080), L070, R-00, R-01)	1,246 1,247							83 84	
42	Box-General Service (equipped) (A-20, A-30, A-40, A-50, R-06, R-07)	3,567							95 4	
43	Box-Special Service (A-00, A-10, B080)	33								
44	Gondola-General Service (All G (except G-9-))	1,131							10	
45	Gondola-Special Service (G-9-, J-00, all C, all E)	115 114							1	
46	Hopper (open top)-General Service (All H (except H-70))	697 654			10				133 80	
47	Hopper (open top)-Special Service (H-70, J-10, all K)	565				25		14	1 (32)	
48	Hopper (covered) (L-5-)	1,279 27								
49	Tank (All T)									
50	Refrigerator (meat)-Mechanical (R-11, R-12)									
51	Refrigerator (other than meat) -Mechanical (R-04, R-10)									
52	Refrigerator (meat)-Non-Mechanical (R-02, R-08, R-09, R-14, R-15, R-17)									
53	Refrigerator (other than meat) -Non-Mechanical (R-03, R-05, R-13, R-16)									
54	Stock (All S)	47 47							1	
55	Autorack (F-5-, F-6-)	269								
56	Flat-General Service (F10-, F20-)									
57	Flat-Special Service (F30-, F-1-, F-20, F-30, F-40, F-9-, L-2-, L-3-)	894 896						2	35	
58	Flat-TOFC (F-7-, F-8-)	13								
59	All other (L-0-, L-1-, L-4-, L080, L090)	2								
60	Total (lines 41 to 59)	9,844			10	25		16	285	
61	Caboose (All N)	XXXX	86						1	
62	Total (lines 60 and 61)	9,844	86		10	25		16	286	
63	Grand total, all classes of cars (lines 34, 40 and 62)	9,952 9,952	86 194		10	25	2	17	291	
FLOATING EQUIPMENT										
64	Self-propelled vessels (Tugboats, car ferries, etc.)	XXXX								
65	Non-self-propelled vessels (Car floats, lighters, etc.)	XXXX								
66	Total (lines 64 and 65)	XXXX	None						None	
			New units purchased or built			Units rebuilt or acquired				
			General funds		Incentive funds		General funds		Incentive funds	
			None		None		None		None	

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

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

417. INVENTORY OF EQUIPMENT—Continued

4. Column (y) should show aggregate capacity for all units reported in columns (w) and (x), as follows: for freight-train cars, report the nominal capacity (in tons of 2,000 lbs.) as provided for in Rule 86 of the AAR Code of Rules Governing Cars in Interchange. Convert the capacity of tank cars to capacity in tons of the commodity which the car is intended to carry customarily.

5. Freight-train car type codes shown in column (m) correspond to the AAR Multilevel Per Diem Master List. Dashes are used in appropriate places to

permit a single code to represent several car type codes. Descriptions of car codes and designations are published in *The Official Railway Equipment Register*.

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

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

UNITS AT CLOSE OF YEAR

Owned and leased (u)	Leased from others (v)	Total in service of respondent (col (u) + (v))		Aggregate capacity of units reported in col. (w) + (x) (see ins. 4) (y)	Leased to others (z)	Line No.
		Per diem (w)	Non-per diem (x)			
				(Tons)		
1,070	93	1,163		60,644		41
2,852	620	3,472		238,313	✓	42
20	9	29		2,169	✓	43
1,011	110	1,121		84,553	✓	44
39	75	114		14,015		45
425	159	584		46,672		46
509	55	564		41,920	✓	47
996	316	1,312		117,663	✓	48
27		27		2,350	✓	49
						50
						51
						52
						53
47		47		2,350		54
269		269		16,508	✓	55
587	306	893		80,460		56
13		13		655		57
2		2		154		58
7,867	1,743	9,610		708,426		59
72	13	xxxx	85	xxxxxxxxxxxxxxxx		60
7,939	1,756	9,610	85	708,426		61
8,018	1,783	9,716	85	708,426		62
						63
		xxxx				64
		xxxx				65
		xxxx	None			66

421. HIGHWAY MOTOR VEHICLE OPERATIONS

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

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

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

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

A. OPERATED BY RESPONDENT
(Revenue and nonrevenue service)

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

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

B. OPERATED BY OTHERS
(Revenue service)

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

421. HIGHWAY MOTOR VEHICLE OPERATIONS - Concluded

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

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

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

Containers (e)	Semitrailers (f)	Tractors (g)	Trailers (h)	Trucks (i)	Combination bus-trucks (j)	Line No.
						1
						2
						3
						4
						5
						6
						7
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX		8
XXXXXX		XXXXXX			XXXXXX	9
XXXXXX				XXXXXX	XXXXXX	10
						11
						12
						13
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	14
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	15
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	16
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	17
						18
						19
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX		20
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	21
				191		22
				2		23
				4		24
				* 189		25
						26

B. OPERATED BY OTHERS - Concluded
(Revenue service)

Containers (e)	Semitrailers (f)	Tractors (g)	Trailers (h)	Truck (i)	Combination bus-trucks (j)	Line No.
						40
XXXXXX	XXXXXX	XXXXXX	XXXXXX	73,738	XXXXXX	41
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	42
				5,004,123		43
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	44
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	45

*144 Units equipped with Hi-Rail equipment.

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

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

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

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

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

Line No.	Name and address of highway motor-vehicle enterprise (a)	Nature of respondent's interest (b)	Date on which respondent's direct or indirect interest was originally acquired (c)
1			
2	Kansas City Southern Transport		
3	Company, Inc.	Direct	May 23, 1933
4			
5	Louisiana, Arkansas and Texas		
6	Transportation Co.	Direct	July 1930
7			
8	Landa Motor Lines	Direct	July 1939
9			
10	114 West 11th Street		
11	Kansas City, Missouri 64105		
12			
13			
14			
15			
16			
17			
18			
19			
20			
21			
22			
23			
24			
25			

510. GRADE CROSSINGS - Continued

B-RAILROAD WITH HIGHWAY

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

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

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

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

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

Line No.	Item of Annual Change	TYPES OF PROTECTION FOR, AND NUMBERS OF CROSSINGS AT GRADE													
		Automatic gates with flashing lights	Automatic flashing light signals	Gates manually operated		Watchmen only		Audible signals only	Other automatic signals	Total indicating warning of train approach	"Railroad Crossing" crossbuck signs only	Crossbuck signs with other fixed signs	Other fixed signs only	No signs or signals	Total crossings at grade
				24 hours per day	Less than 24 hours per day	24 hours per day	Less than 24 hours per day								
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)	(m)	(n)	(o)
30	Number at beginning of year restated	5	118	9					154	286	569	748	46	179	1,828
31	Added: By new, extended or relocated highway		1							1		1			2
32	By new, extended or relocated railroad														
33	Total added		1							1		1			2
34	Eliminated: By closing or relocation of highway													40	40
35	By relocation or abandonment of railroad											1			1
36	By separation of grades											1		40	41
37	Total eliminated														
38	Changes in protection: Number of each type added	4	36						33	36	2	3		1	42
39	Number of each type deducted	4	37	(3)					(33)	5	0	(3)		(41)	(39)
40	Net of all changes	9	155	6					121	291	569	745	46	138	1,789
41	Number at close of year														
	Number at close of year by States:														
42	Kansas			1					7	8	90			16	114
43	Missouri	4	34						6	44	178				222
44	Oklahoma								22	22	1	103		3	129
45	Arkansas	2	3	4					15	24	55	163		9	251
46	Louisiana	3	97	1					40	141		473	46	66	726
47	Texas		21						31	52	245	6		44	347
48															
49															
50															
51															
52															
53															
54															
55															
56															

510. GRADE CROSSINGS A—RAILROAD WITH RAILROAD

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

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

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

Line No.	Number of crossings (a)	Interlocking (b)	Automatic signals (automatic interlocking) (c)	Derails on one line, no protection on other (d)	Hand-operated signals, without interlocking (e)	Gates (f)	Total specially protected (g)	Total not specially protected (h)	Grand total (i)
1	Number at beginning of year.....	8	9		2	15	34	62	96
2	Crossings added: New crossings.....								
3	Change in protection.....								
4	Crossings eliminated: Separation of grade.....								
5	Change in protection.....								
6	Other causes removed.....							1	1
7	Number at close of year.....	8	9		2	15	34	61	95
	NUMBER AT CLOSE OF YEAR BY STATES:								
8	Kansas.....					7	7	7	14
9	Missouri.....	1	5		2		8	11	19
10	Oklahoma.....	1					1		1
11	Arkansas.....	1				1	2	6	8
12	Louisiana.....	3	4			7	14	32	46
13	Texas.....	2					2	5	7
14									
15									
16									
17									
18									
19									
20									
21									

511. GRADE SEPARATIONS

HIGHWAY-RAILROAD

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

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

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

be the reporting railroad.

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

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

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

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

Line No.	Items of Annual Change (a)	Types and numbers of highway-railroad grade separations		
		Overpass (Highway above railroad) (b)	Underpass (Railroad above highway) (c)	TOTAL (d)
1	Number at beginning of year -----	160	106	266
2	Added: By new, extended or relocated highway -----	2		2
3	By new, extended or relocated railroad -----			
4	By elimination of grade crossing ¹ -----	1		1
5	Total added -----	3		3
6	Deducted: By closing or relocation of highway -----	41	06	47
7	By relocation or abandonment of railroad -----			
8	Total deducted -----	41	06	47
9	Net of all changes -----	(38)	(06)	(44)
10	Number at close of year -----	122	100	222
	Number at close of year by States:			
11	Missouri ✓ 25	40	40	80
12	Kansas ✓ 16	5		5
13	Oklahoma ✓ 36	4	8	12
14	Arkansas ✓ 4	10	6	16
15	Louisiana ✓ 18	55	29	84
16	Texas ✓ 43	8	17	25
17				
18				
19				
20				
21				
22				
23				
24				
25				
26				
27				
28				
29				

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

KANSAS CITY SOUTHERN LINES CONSOLIDATED

513. TIES LAID IN REPLACEMENT

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

In column (a) classify the ties as follows:

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

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

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

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

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

Line No.	Class of ties (a)	CROSSTIES			SWITCH AND BRIDGE TIES			Remarks (h)
		Total number of ties applied (b)	Average cost per tie (c)	Total cost of crossties laid in previously constructed tracks during year (d)	Number of feet (board measure) applied (e)	Average cost per M feet (board measure) (f)	Total cost of switch and bridge ties laid in previously constructed tracks during year (g)	
1	T	200 022	\$ 4 80	\$ 960 586	758 455	\$ 163 77	\$ 124 215	New
2	S	32 468	11 87	385 277				New Concrete
3								
4								
5								
6								
7								
8								
9								
10								
11								
12								
13								
14								
15								
16								
17								
18								
19								
20	TOTAL	232 490	5 79	1 345 863	758 455	163 77	124 215	

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

22 Amount chargeable to operating expenses..... \$ 1,448,331

23 Amount chargeable to additions and betterments..... \$ 21,747

24 Estimated number of crossties in all maintained tracks:

	Number	Percent of Total
(a) Wooden ties.....	7,224,856	97.83
(b) Other than wooden ties (steel, concrete, etc.) Concrete.....	160,329	2.17
TOTAL.....	7,385,185	100.00

Class T - Preservative Process - Creosote Treatment

The difference between the amount shown on Line 22 of this schedule and charges to Account 212 - Ties, Schedule 320, Page 304, Lines 15, 16 and 17, represents profit on ties sold, adjustments relating to prior years' accounts, inventory adjustment and other minor items in accounts but not included in this schedule.

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

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

Line No.	Class of ties (a)	CROSSTIES			SWITCH AND BRIDGE TIES			Remarks (h)
		Total number of ties applied (b)	Average cost per tie (c)	Total cost of crossties laid in new tracks during year (d)	Number of feet (board measure) laid in tracks (e)	Average cost per M feet (board measure) (f)	Total cost of switch and bridge ties laid in new tracks during year (g)	
1	T	3 227	\$ 2 75	\$ 8 873	77 619	\$ 122 82	\$ 9 533	New
2	T	2 251	2 79	6 277				SH
3	S	5 665	13 22	74 894				New Concrete
4								
5								
6								
7								
8								
9								
10								
11								
12								
13								
14								
15								
16								
17								
18								
19								
20	TOTAL	11 143	8 08	90 044	77 619	122 82	9 533	

21 Number of miles of new running tracks, passing tracks, cross-overs, etc., in which ties were laid .96

22 Number of miles of new yard, station, team, industry, and other switching tracks in which ties were laid 4.26

Class T - Preservative Process - Creosote Treatment

The difference between the sum of the charges to A & B in schedules 513 and 514 and charges to Account 8 - Ties, Schedule 211, Page 221, Line 9, Cols. (e) and (f), represents adjustments relating to previous years' accounts and other miscellaneous items not included in this schedule.

Line 1, above - 2402 New Cross Ties laid in Joint Construction are included in above totals. KCS Portion of cost reflected in Average Price.

515. RAILS LAID IN REPLACEMENT

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

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

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

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

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

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

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

Line No.	Class of rail (a)	RAIL APPLIED IN RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS, ETC.				RAIL APPLIED IN YARD, STATION, TEAM, INDUSTRY, AND OTHER SWITCHING TRACKS			
		WEIGHT OF RAIL		Total cost of rail applied in running tracks, passing tracks, cross-overs, etc., during year (d)	Average cost per ton (2,000 lb.) (e)	WEIGHT OF RAIL		Total cost of rail applied in yard, station, team, industry, and other switching tracks during year (h)	Average cost per ton (2,000 lb.) (i)
		Pounds per yard of rail (b)	Number of tons (2,000 lb.) (c)			Pounds per yard of rail (f)	Number of tons (2,000 lb.) (g)		
1	4	60				60	5	123	24 60
2	4	75				75	1	9	9 00
3	4	80				80	1	26	26 00
4	4	85	74	2 372	32 05	85	307	13 403	43 66
5	2	90	428	65 850	153 86	90	403	61 179	151 81
6	4	90	1 119	33 749	30 16	90	836	24 974	29 87
7	2	100				100			
8	4	100	57	1 704	29 89	100	84	6 353	75 63
9	2	112	4	328	82 00	112			
10	4	112	438	13 798	31 50	112	144	4 865	33 78
11	4	113				113	11	167	15 18
12	2	115	28	4 207	150 25	115	112	16 538	147 66
13	4	115	121	3 098	25 60	115	33	2 356	71 39
14	2	119				119	89	12 168	136 72
15	2	127	10	1 037	130 70	127	211	21 006	99 55
16	4	127	289	9 360	32 39	127	265	7 982	30 12
17	4	132				132	137	2 389	17 44
18	2	136	1 445	210 523	145 69	136			
19	4	136	1	7	9 00	136			
20	TOTAL	XXXX	4 014	346 033	86 21	XXXX	2 217	131 526	59 33

- 21 Number of tons (2,000 lb.) of relayers and scrap rail taken up 4,321
- 22 Salvage value of rails released \$ 100,905
- 23 Amount chargeable to operating expenses \$ 176,841
- 24 Amount chargeable to additions and betterments \$ 199,813
- 25 Miles of new rails laid in replacement (all classes of tracks) 68.23 (rail-miles).
- 26 Miles of new and second-hand rails laid in replacement (all classes of tracks) 23.04 (rail-miles).
- 27 Average weight per yard of new rails laid in replacement (running, passing, and cross-over tracks, etc.) 122 (pounds).
- 28 Tons of rail sold as scrap and amount received therefor 911 (tons of 2,000 lb.); \$ 26,133
- 29 Track-miles of welded rail installed this year 0; total to date 72.41

The credit figure in new 127# rail is the result of an error made in reporting 1970 rail as it should have been reported as second hand.

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

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

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

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

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

Line No.	Class of rail (a)	RAIL APPLIED IN RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS, ETC.				RAIL APPLIED IN YARD, STATION, TEAM, INDUSTRY, AND OTHER SWITCHING TRACKS			
		WEIGHT OF RAIL		Total cost of rail applied in running tracks, passing tracks, cross-overs, etc., during year (d)	Average cost per ton (2,000 lb.) (e)	WEIGHT OF RAIL		Total cost of rail applied in yard, station, team, industry, and other switching tracks during year (h)	Average cost per ton (2,000 lb.) (i)
		Pounds per yard of rail (b)	Number of tons (2,000 lb.) (c)			Pounds per yard of rail (f)	Number of tons (2,000 lb.) (g)		
1	4	85		\$		85	6	\$	92 00
2	2	90				90	7		139 71
3	4	90				90	40	1	30 05
4	4	110				110	1		24 00
5	4	112				112	19		37 05
6	4	127	6	167	27 83	127	116	3	30 10
7									
8									
9									
10									
11									
12									
13									
14									
15									
16	2- 11-						182	5	97 71
17									
18									
19									
20	TOTAL	XXXX	6	167	27 83	XXXX	189	6	36 78

21 Number of miles of new running tracks, passing tracks, cross-overs, etc., in which rails were laid 96
 22 Number of miles of new yard, station, team, industry, and other switching tracks in which rails were laid 4.26

517. GAGE OF TRACK AND WEIGHT OF RAIL

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

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

Line No.	Weight of rails per yard (a)	Line-haul companies (miles of main track) (b)	Switching and terminal companies (miles of all tracks) (c)	Remarks (d)
1	Pounds 136	96 64		
2	127	408 01		
3	115	281 86		
4	112	244 15		
5	100	17 49		
6	90	367 26		
7	85	91 33		
8	80	21 70		
9	75	3 34		
10	70	19 13		
11	60	46		
12		1 55 37		Includes 1/2 of 4.28 miles of second main track jointly owned.
13				
14				
15				
16				
17				
18				
19				
20				

531. STATISTICS OF RAIL-LINE OPERATIONS

1. Give the various statistical items called for concerning the rail-line operations of respondent's road during the year. Train-miles, car-miles and other particulars are to be reported in accordance with the classification of train-miles and car-miles prescribed in the Uniform System of Accounts for Railroad Companies (Mileage Accounts 800 to 805 and 820 to 825). Locomotive unit-miles should include all miles made by each locomotive unit.

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

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

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

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

5. Item No. 35 should represent the ton-miles of revenue freight in water transfer service on the Great Lakes involving a rail-line haul, the revenue from which is includible in account No. 101, "Freight." Ton-miles of revenue freight in water transfer service which was moved on the basis of lawful local tariff rates, the revenue from which is creditable to account No. 113, "Water transfers," should be excluded. Item 38, Total ton-miles—Revenue freight, should correspond to the ton-miles reported on Form OS-B, Item 2.

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

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

8. Highway vehicle operations should not be included in Schedule 531 but particulars thereof given in a footnote on page 509.

Item No.	Item (a)	Freight trains (b)	Passenger trains (c)	Total transportation service (d)	Work trains (e)
1	Average mileage of road operated (State in whole numbers)	1 672		1 672	x x x x
	TRAIN-MILES				
2	Diesel locomotives	2 306 648		2 306 648	x x x x
3	Other locomotives				x x x x
4	Total locomotives	2 306 648		2 306 648	9 717
5	Motorcars				
6	Total train-miles	2 306 648		2 306 648	9 717
	LOCOMOTIVE UNIT-MILES				
7	Road service	7 895 759		7 895 759	x x x x
8	Train switching	790 963		790 963	x x x x
9	Yard switching	2 053 315		2 053 315	x x x x
10	Total locomotive unit-miles	10 740 037		10 740 037	x x x x
	CAR-MILES				
11	Total motorcar car-miles	90 620 389		90 620 389	x x x x
12	Loaded per diem freight cars	41 578 632		41 578 632	x x x x
13	Loaded non-per diem freight cars	61 368 524		61 368 524	x x x x
14	Empty per diem freight cars	38 252 186		38 252 186	x x x x
15	Empty non-per diem freight cars	2 306 860		2 306 860	x x x x
16	Caboose	234 126 591		234 126 591	x x x x
17	Total freight car-miles (lines 12, 13, 14, 15 and 16)				x x x x
18	Passenger coaches				x x x x
19	Combination passenger cars (mail, express, or baggage, etc., with passenger)				x x x x
20	Sleeping and parlor cars				x x x x
21	Dining, grill and tavern cars				x x x x
22	Head-end cars				x x x x
23	Total (lines 18, 19, 20, 21, and 22)				x x x x
24	Business cars				x x x x
25	Crew cars (other than caboose)				x x x x
26	Grand total car-miles (lines 11, 17, 23, 24 and 25)	234 126 591		234 126 591	x x x x
	GROSS TON-MILES AND TRAIN-HOURS IN ROAD SERVICE				
27	Gross ton-miles of locomotives and tenders (thousands)	965 178		965 178	x x x x
28	Gross ton-miles of freight-train cars, contents, and cabooses (thousands)	14 439 967		14 439 967	x x x x
29	Gross ton-miles of passenger-train cars and contents (thousands)				x x x x
30	Train-hours—Total	133 070		133 070	x x x x
	REVENUE AND NONREVENUE FREIGHT TRAFFIC				
31	Tons of revenue freight	x x x x x x x x		25 402 220	x x x x
32	Tons of nonrevenue freight	x x x x x x x x		222 774	x x x x
33	Total tons revenue and nonrevenue freight	x x x x x x x x		25 624 994	x x x x
34	Ton-miles—Revenue freight in road service (thousands)	x x x x x x x x		6 861 074	x x x x
35	Ton-miles—Revenue freight in lake transfer service (thousands)	x x x x x x x x		6 861 074	x x x x
36	Total ton-miles—Revenue freight (thousands)	x x x x x x x x		47 027	x x x x
37	Ton-miles—Nonrevenue freight in road service (thousands)	x x x x x x x x			x x x x
38	Ton-miles—Nonrevenue freight in lake transfer service (thousands)	x x x x x x x x		47 027	x x x x
39	Total ton-miles—Nonrevenue freight (thousands)	x x x x x x x x		6 915 846	x x x x
40	Net ton-miles of freight—Revenue and nonrevenue (thousands)	6 915 846			x x x x
	REVENUE PASSENGER TRAFFIC				
41	Passengers carried—Total	x x x x x x x x		None	x x x x
42	Passenger-miles—Total	x x x x x x x x		None	x x x x

532. SWITCHING AND TERMINAL TRAFFIC AND CAR STATISTICS

(For switching and terminal companies only)

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

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

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

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

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

KANSAS CITY SOUTHERN LINES CONSOLIDATED

561C. COMPENSATION APPLICABLE TO PRIOR YEARS

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

Line No.	Group No.	Class of employees (a)	AMOUNT OF COMPENSATION					
			Under labor awards (b)			Other back pay (c)		
			Total (d)					
			\$			\$		
1	I	Executives, officials, and staff assistants						
2	II	Professional, clerical, and general				215	100	215 100
3	III	Maintenance of way and structures				190	736	190 736
4	IV	Maintenance of equipment and stores				5	810	5 810
5	V	Transportation (other than train, engine, and yard)				67	149	67 149
6	VI (a)	Transportation (yardmasters, switch tenders, and hostlers)				20	587	20 587
7	VI (b)	Transportation (train and engine service)				659	187	659 187
8		TOTAL				1	158 569	1 158 569

9 Amount of foregoing compensation that is chargeable to operating expenses: \$ 1,158,569

KANSAS CITY SOUTHERN LINES CONSOLIDATED

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 Schedules 102 and 103 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 \$30,000 or more. If more convenient, this schedule may be filled out for a group of roads considered as one system and shown only in the report of the principal road in the system, with references thereto in the reports of the other roads. 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 transportation company (whether a subsidiary or not) or from a subsidiary company, reference to this fact should be made if his aggregate compensation amounts to \$30,000 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)
	W. N. Deramus III	President and Chairman of the Board		
		January 1 thru May 31	65 000 00	2 450 00*
		Effective June 1	75 000 00	
	L. O. Frith	Executive Vice President	44 000 00	1 950 00*
	R. J. Blair	Vice President and General Manager	36 000 00	
	T. A. Giltner	Comptroller	31 500 00	
	G. E. Kellogg	Vice President and Secretary	27 000 00	1 000 00*

* Directors' Fees

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563. PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES

In the form below give information concerning payments, fees, retainers, commissions, gifts, contributions, assessments, bonuses, pensions, subscriptions, allowance for expenses, or any form of payments amounting in the aggregate to \$30,000 or more during the year to any corporation, institution, association, firm, partnership, committee, or any person (other than one of respondent's employees covered in schedule 562 in this annual report) for services or as a donation, except that with respect to contributions under \$30,000 which are made in common with other carriers under a joint arrangement in payment for the performance of services or as a donation, each such contribution shall be reported, irrespective of the amount thereof, if the total amount paid by all contributors for the performance of the particular service is equal to the sum of \$50,000 or more.

To be included are, among others, payments directly or indirectly, for legal, medical, engineering, advertising, valuation, accounting, statistical, financial, educational, entertainment, charitable, advisory, defensive, detective, developmental, research, appraisal, registration, purchasing, architectural, and hospital services; payments for expert testimony and for handling wage disputes; and payments for services of banks, bankers, trust companies, insurance companies, brokers, trustees, promoters, solicitors, consultants, actuaries, investigators, inspectors, and efficiency engineers. Payments to the various railroad associations, commissions, committees,

bureaus, boards, and other organizations maintained jointly by railroads shall also be included. The enumeration of these kinds of payments should not be understood as excluding other payments for services not excluded below.

To be excluded are: Rent of buildings or other property, taxes payable to the Federal, State, or local Governments, payments for heat, light, power, telegraph, and telephone services, and payments to other carriers on the basis of lawful tariff charges or for the interchange of equipment between carriers, as well as other payments for services which both as to their nature and amount may reasonably be regarded as ordinarily connected with the routine operation, maintenance, or construction of a railroad, but any special and unusual payments for services should be reported. Payments of \$30,000 or more to organizations maintained jointly by railroads with other railroads are not to be excluded even if their services are regarded as routine.

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

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

Line No.	Name of recipient (a)	Description of service (b)	Amount of payment (c)	
			\$	
1	Association of American Railroads	Proportion of maintenance and operations	114	733
2	Kansas City Railroad Clearing			
3	House Association	" " " " "	8	220
4	Western Railroad Association	" " " " "	222	419
5	National Railway Labor Conference	" " " " "	14	409
6	Southeastern Railroad Associated			
7	Bureau	" " " " "	26	524
8	Southwestern Freight Bureau	" " " " "	140	684
9	Texas Louisiana Freight Bureau	" " " " "	12	009
10	Union Terminal Co. of Dallas	" " " " "	31	657
11	Western Weighing & Inspection			
12	Bureau	" " " " "	15	124
13	Hartford Insurance Co.	Insurance Premiums on Employees	186	152
14	Oliver Advertising	Advertising in Publications	127	783
15	R. L. Hines Sr. & Associates	Services rendered	365	602
16	Systec Data Management	" " " " "	313	346
17	Servitron, Inc.	" " " " "	766	478
18	Trans-Mark Services, Inc.	" " " " "	2	197 419
19	Comet Electronics	" " " " "	2	536 982
20	The Conestoga Company	Maintenance of Microwave	1	160 612
21	George T. Cook Co.	Services rendered	397	435
22	Travelers Insurance Co.	Insurance Premiums on Employees	1	232 799
23	Metropolitan Life Insurance Co.	" " " " "	32	915
24	Tolmak, Inc.	Maintenance of various tracks	348	918
25	Carland, Inc.	Rental Equipment	2	953 938
26	Louis Dreyfus Corp.	" " " " "	121	657
27	Kansas City Southern Industries, Inc.	Legal, accounting & general services	1	071 449
28				
29				
30				
31	<u>Contractors</u>			
32	A. K. Gillis & Sons	Grading	313	656
33	Paul E. Riviere	" " " " "	44	580
34	Alfred Lindgren	Construction	191	740
35				
36				
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38				
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48				
49				
50				
51				
52				
			14	949 240
			13	877 792
			TOTAL	

571. CONSUMPTION OF FUEL BY MOTIVE-POWER UNITS

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

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

A. LOCOMOTIVES

Line No.	Kind of locomotive service (a)	DIESEL	ELECTRIC	OTHER (STEAM, GAS TURBINE, ETC.)	
		Diesel oil (gallons) (b)	Kilowatt-hours (c)	Coal (tons) (d)	Fuel oil (gallons) (e)
1	Freight.....	22,534,800			
2	Passenger.....				
3	Yard switching.....	3,512,399			
4	Total.....	26,047,199			
5	Work train.....	12,726			
6	GRAND TOTAL.....	26,059,925			
7	Total cost of fuel*	\$2,630,290			

B. RAIL MOTORCARS

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

*Show cost of fuel charged to train and yard service (accounts Nos. 392 and 394, for other than electric, and accounts Nos. 393, 394, 395, and 396, for electric). The cost stated for the various kinds of fuel should be the total charges in the accounts specified, including freight charges and handling expenses. The cost stated for electric current should be the total charges in the accounts enumerated. Fuel and power consumed by mixed and special trains that are predominantly freight should be included in freight service, but where the service of mixed or special trains is predominantly passenger, the fuel and power used should be included in passenger service.

NOTES AND REMARKS

581. CONTRACTS, AGREEMENTS, ETC.

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

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

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

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

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

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

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

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

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

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

1. (j) Contract 25400 dated March 1, 1971 between Mellon National Bank and Trust Co., General Motors Corporation and respondent covering leasing of 14 road and 8 switch locomotives.

1. (j) Contract 25556 dated September 1, 1971 covering leasing of 35 covered hopper cars from Transport Leasing of Pullman Company.

1. (i) Various Agreements dated in 1971 between Carland, Inc. and respondent for lease of various equipment for terms of three and five years with option to renew lease for another three and five years.

Equipment Consists of:

Annual Rental

2 Slug locomotives	\$40,177
2 Plasser universal tampers	39,611
Miscellaneous roadway equipment	35,182
16 Automobiles and trucks	30,307
2 Remanufactured EMD engines	14,403
IBM equipment	15,175
3 Air compressors and trailers	12,104
Generators and miscellaneous equipment	13,650

591. CHANGES DURING THE YEAR

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

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

(Class 1) Line owned by respondent.

(Class 2) Line owned by proprietary companies.

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

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

(Class 5) Line operated under trackage rights.

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

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

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

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

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

INCREASES IN MILEAGE

Line No.	Class	Main (M) or branch (B) line	RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS ETC.								Miles of way switching tracks		Miles of yard switching tracks		Total		Remarks		
			Miles of road		Miles of second main track		Miles of all other main tracks		Miles of passing tracks, cross-overs, and turn-outs										
			(a)	(b)	(c)		(d)		(e)		(f)		(g)		(h)			(i)	
1	1	M							93		1	23		1	45		3	61	
2	1J	M												6				6	
3	3A	M									1	46					1	46	
4	1	B							3			6						9	
5																			
6																			
7																			
8																			
9																			
10																			
11																			
12																			
13	TOTAL INCREASE								96		2	75		1	51		5	22	

DECREASES IN MILEAGE

21	1	M		11		10 63	4 74	11 15		26 63		
22	1J	M				2		92		94		
23												
24												
25												
26												
27												
28												
29												
30												
31												
32	TOTAL DECREASE			11		10 65	4 74	12 07		27 57		

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

Owned by respondent:

Miles of road constructed None Miles of road abandoned None

Owned by proprietary companies:

Miles of road constructed _____ Miles of road abandoned _____

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

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

Decrease of .11 mile of second main, relocate

SUPPLEMENTARY SCHEDULES FOR ACCOUNT OF

THE KANSAS CITY SOUTHERN RAILWAY COMPANY

LOUISIANA & ARKANSAS RAILWAY COMPANY

THE ARKANSAS WESTERN RAILWAY COMPANY

FORT SMITH AND VAN BUREN RAILWAY COMPANY

THE KANSAS CITY SOUTHERN RAILWAY COMPANY

200A. COMPARATIVE GENERAL BALANCE SHEET—ASSETS

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

ing requirements followed in column (c). The entries in the short column (b₂) should be deducted from those in column (b₁) 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)			Account or item (b)	Balance at close of year (c)		
CURRENT ASSETS							
1	(1	074	631)	(701) Cash	(1	045	055)
2	4	664	794	(702) Temporary cash investments (p. 203)	6	877	000
3		120	544	(703) Special deposits (p. 203)	1	067	619
4				(704) Loans and notes receivable (p. 203)			
5				(705) Traffic and car-service balances—Debit			
6	2	690	367	(706) Net balance receivable from agents and conductors	2	572	243
7		890	396	(707) Miscellaneous accounts receivable	1	231	829
8		516	046	(708) Interest and dividends receivable		103	866
9	2	582	451	(709) Accrued accounts receivable (p. 203)	2	156	707
10		742	445	(710) Working fund advances		741	732
11		158	679	(711) Prepayments (p. 203)		149	059
12	3	646	079	(712) Material and supplies	4	072	719
13		55	193	(713) Other current assets (p. 203)		36	485
14	14	992	363	Total current assets	17	964	204
SPECIAL FUNDS							
15	5	356		(715) Sinking funds (pp. 206 and 207)	(b) Total book assets at close of year 6,068	(b) Respondent's own issues included in (b) None	6,068
16	176	802		(716) Capital and other reserve funds (pp. 206 and 207)	198,212	None	198,212
17	90	000		(717) Insurance and other funds (pp. 206 and 207)	95,000	None	95,000
18	272	158		Total special funds			299,280
INVESTMENTS							
19	18	114	766	(721) Investments in affiliated companies (pp. 210, 211, 212 and 213)			17,758,145
20	9	235	494	(722) Other investments (pp. 214, 215, 216 and 217)			43,802
21	(	319	874)	(723) Reserve for adjustment of investment in securities—Credit (p. 209, Instruction 9)			(319,874)
22	27	030	386	Total investments (accounts 721, 722 and 723)			17,482,073
PROPERTIES							
23	169	805	051	(731) Road and equipment property (pp. 220, 221 and 222)			167,031,883
24	x	x	x	Road	80	412	814
25	x	x	x	Equipment	81	956	177
26	x	x	x	General expenditures	2	406	130
27	x	x	x	Other elements of investment			
28	x	x	x	Construction work in progress	2	256	762
29				(732) Improvements on leased property (pp. 220, 221 and 222)			
30	x	x	x	Road			
31	x	x	x	Equipment			
32	x	x	x	General expenditures			
33	169	805	051	Total transportation property (accounts 731 and 732)			167,031,883
34	(31	180	455)	(735) Accrued depreciation—Road and Equipment (pp. 226 and 226B)			(33,014,802)
35	(	553	122)	(736) Amortization of defense projects—Road and Equipment (p. 227)			(549,876)
36	(31	733	577)	Recorded depreciation and amortization (accounts 735 and 736)			(33,564,685)
37	138	071	474	Total transportation property less recorded depreciation and amortization (line 33 less line 36)			133,467,198
38	5	413	750	(737) Miscellaneous physical property (pp. 230B and 231)			8,067,757
39	(1	592	655)	(738) Accrued depreciation—Miscellaneous physical property (pp. 230B and 231)			(363,758)
40	2	821	095	Miscellaneous physical property less recorded depreciation (account 737 less 738)			7,703,999
41	141	882	569	Total properties less recorded depreciation and amortization (line 37 plus line 40)			141,171,197
OTHER ASSETS AND DEFERRED CHARGES							
42		225	853	(741) Other assets (p. 232)			147,463
43		50	319	(742) Unamortized discount on long-term debt			45,003
44		601	235	(743) Other deferred charges (p. 232)			688,068
45		887	407	Total other assets and deferred charges			880,534
46	185	074	883	TOTAL ASSETS			177,797,288

NOTE—See page 202 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

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

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

in column (c). The entries in short column (b) should reflect total book liability at close of year. 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)			Account or item (b)	Balance at close of year (c)		
CURRENT LIABILITIES							
47	\$			(751) Loans and notes payable (p. 242A)			
48		65	556	(752) Traffic and car-service balances—Credit		264 060	
49	1	891	314	(753) Audited accounts and wages payable	(	1 141 320)	
50		651	740	(754) Miscellaneous accounts payable		772 441	
51		71	196	(755) Interest matured unpaid		34 260	
52		46	313	(756) Dividends matured unpaid		1 030 324	
53	1	180	090	(757) Unmatured interest accrued		1 097 156	
54		210	000	(758) Unmatured dividends declared		210 000	
55	5	018	650	(759) Accrued accounts payable (p. 242A)		4 364 612	
56	(	934	635)	(760) Federal income taxes accrued (p. 242B)		656 237	
57		920	937	(761) Other taxes accrued (p. 242B)		1 069 798	
58	3	052	255	(763) Other current liabilities (p. 242A)		3 431 464	
59	12	173	416	Total current liabilities (exclusive of long-term debt due within one year)		11 789 032	
LONG-TERM DEBT DUE WITHIN ONE YEAR							
60	5	379	368	(764) Equipment obligations and other debt (pp. 234, 235, 236, and 237)	(b) Total issued 5,161,506	(b) Held by or for respondent None	
LONG-TERM DEBT DUE AFTER ONE YEAR							
61	40	228	000	(765) Funded debt unmatured	(b) Total issued 39,467,000	(b) Held by or for respondent None	
62	41	233	378	(766) Equipment obligations	(pp. 234, 235, 236, and 237) 36,671,871	None	
63				(767) Receivers' and Trustees' securities			
64				(768) Debt in default			
65				(769) Amounts payable to affiliated companies (p. 242)			
66	81	461	378	Total long-term debt due after one year		76 138 871	
RESERVES							
67				(771) Pension and welfare reserves (p. 243)			
68	1	115	770	(772) Insurance reserves (p. 243)		732 307	
69	1	113	770	(774) Casualty and other reserves (p. 243)		732 307	
70				Total reserves			
OTHER LIABILITIES AND DEFERRED CREDITS							
71				(781) Interest in default (p. 236)			
72		292	842	(782) Other liabilities (p. 243)		284 984	
73		185	774	(783) Unamortized premium on long-term debt		169 211	
74		693	930	(784) Other deferred credits (p. 243)		2 634 938	
75		7	546	(785) Accrued depreciation—Leased property (p. 226A)		8 029	
76	1	180	092	Total other liabilities and deferred credits		3 097 162	
SHAREHOLDERS' EQUITY							
Capital stock (Par or stated value)							
77	56	959	900	(791) Capital stock issued—Total	(b) Total issued 57,000,000	(b) Held by or for company 40,100	
78	35	959	900	Common stock (p. 245)	36,000,000	40,100	
79	21	000	000	Preferred stock (p. 245)	21,000,000	None	
80				(792) Stock liability for conversion (p. 246)			
81				(793) Discount on capital stock			
82	56	959	900	Total capital stock		56 959 900	
Capital surplus							
83				(794) Premiums and assessments on capital stock (p. 247)			
84				(795) Paid-in surplus (p. 247)			
85				(796) Other capital surplus (p. 247)			
86				Total capital surplus			
Retained income							
87		600	000	(797) Retained income—Appropriated (p. 247)		600 000	
88	26	206	959	(798) Retained income—Unappropriated (p. 302)		23 318 510	
89	26	806	959	Total retained income		23 918 510	
90	83	766	859	Total shareholders' equity		80 878 410	
91	185	074	883	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		177 797 268	

NOTE—See page 202 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

205. INVESTMENTS IN AFFILIATED COMPANIES

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

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 209, classifying the investments by means of letters, figures, and symbols in columns (a), (b), and (c).

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

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

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

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

Line No.	Account No.	Class No.	Kind of industry	Name of issuing company and description of security held; also lien reference if any	Extent of control	INVESTMENTS AT CLOSE OF YEAR							
						PAR VALUE OF AMOUNT HELD AT CLOSE OF YEAR							
						Pledged		Unpledged		In sinking, insurance, and other funds		Total par value	
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)	(m)	(n)
1	See Note			721 Investments in Affiliated Companies	% \$								
2				Capital Stock									
3	1	A-1	VII	The Arkansas Western Ry. Co.	100	650	000					650	000
4	1			The K.C., Shreveport and GT. Co.	100	150	000					150	000
5	1			KC Terminal Ry. Co. (Note 3)	8-1/3	183	333					183	333
6	1			Joplin Union Depot Co. (Note 4)	33-1/3	13	333					13	333
7	1			The K. & M. Ry. & Tml. Co.	100	(8,000	Shs)					(8,000	Shs)
8	1			KCS Transport Co., Inc.	100	5	000					5	000
9	1			Louisiana & Arkansas Ry. Co.									
10				Common Stock	100	(160,000	Shs)					(160,000	Shs)
11				Preferred Stock	100	2	000 000					2	000 000
12				Prior Preferred Stock	100	3	000 000					3	000 000
13	1			Ft. Smith & Van Buren Ry. Co.	100	12	000					12	000
14				The Pullman Co. (Negligible)		(407	Shs)					(407	Shs)
15				Trailer Train Co.	2.9		500						500
16				Total Class A-1		6 013	666	500				6 014	166
17													
18		A-3	VI	Southern Development Co.	100		10 000					10	000
19				Total Class A		6 013	666	10 500				6 024	166
20													
21				First Mortgage Bonds									
22													
23	1	B-1	VII	The Arkansas Western Ry. Co.									
24				6-1-04 due 10-1-75	100	650	000					650	000
25				6-1-29 due 10-1-75	100	425	000					425	000
26													
27	1			The KC Shreveport & Gulf Tml. Co. 8-1-1897 Due 8-1-75	100	150	000					150	000
28				Total Class B		1 225	000					1 225	000
29													
30				Notes									
31	2	C-1	VII	Ft. Smith & Van Buren Ry. Co. 4-1-41 due 10-1-75(2)	100	130	000					130	000
32													
33		D-1	VII	Railway Express Agency 10-1-59 Promissory (Negligible)			86 747					86 747	
34													
35		A-1	VII	Trailer Train Co. (Negligible)			154 000					154	000
36				Total Notes		130	000	240 747				370 747	
37													
38				Forward		7 368	666	251 247				7 619	913
39													
40													
41													
42													
43													
44													
45													
46													
47													
48													
49													

205. INVESTMENTS IN AFFILIATED COMPANIES—Continued

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

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

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

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

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

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

INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR			INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR						DIVIDENDS OR INTEREST DURING YEAR			Line No.						
Total book value			Par value			Book value			Par value			Book value				Selling price			Rate	Amount credited to income	
(j)			(k)			(l)			(m)			(n)				(o)			(p)	(q)	
\$			\$			\$			\$			\$				\$			%	\$	
																					1
																					2
	302	582																			3
	150	000																			4
	183	333																			5
	10	000																			6
	782	228																			7
		1																			8
4	072	379															50.00 Sh		8 000 000		9
2	000	000															3.00 Sh		120 000		10
2	715	120															3.00 Sh		180 000		11
	12	000																			12
	11	396																			13
	98	860																			14
10	337	899																			15
	10	000																			16
10	7	899																			17
																					18
																					19
																					20
																					21
																					22
																					23
																					24
	100	000																			25
	425	000																			26
																					27
																					28
	141	687															6%		5 250		29
	666	687																			30
																					31
																					32
																					33
	130	000																			34
																					35
																					36
	86	747															5%		4 337		37
	154	000															6½-7½		10 780		38
																					39
	370	747																			40
																					41
																					42
																					43
	385	333																	8 320 367		44
																					45
																					46
																					47
																					48
																					49

205. INVESTMENTS IN AFFILIATED COMPANIES—Continued

Line No.	Account No.	Class No.	Kind of industry	Name of issuing company and description of security held; also lien reference, if any	Extent of control	INVESTMENTS AT CLOSE OF YEAR							
						PAR VALUE OF AMOUNT HELD AT CLOSE OF YEAR							
						Pledged		Unpledged		In sinking, insurance, and other funds		Total per value	
	(a)	(b)	(c)	(d)	(e)	(f)		(g)		(h)		(i)	
50				721 Continued	%	\$		\$		\$		\$	
51				Brought Forward		7	368 666	251	247			7	619 913
52				Advances									
53													
54													
55		E-1	VII	The Arkansas Western Ry. Co.	100								
56				Ft. Smith and Van Buren Ry. Co.	100								
57				KC, Shreveport & Gulf Tml. Co.	100								
58	3			KC Terminal Ry. Co.	8-1/3								
59	4			Joplin Union Depot Co.	33-1/3								
60				KCS Transport Co., Inc.	100								
61				The K. & M. Ry. and Tml. Co.	100								
62													
63				Total Class E-1									
64													
65		E-3	VI	Southern Development Co.	100								
66		E-3	X	K.C. Southern Industries, Inc.									
67													
68				Total Class E-3									
69													
70				Total Class E									
71													
72													
73				Total Account 721		7	368 666	251	247			7	619 913
74													
75													
76													
77				Note									
78				1 Pledged under First Mortgage of The Kansas City Southern Railway Company.									
79				2 Secured Mortgage of \$130,000 pledged under First Mortgage of The Kansas City Southern Railway Company.									
80													
81				3 Kansas City Terminal Ry. Co. is jointly controlled through ownership of securities by twelve railroads as set forth in Schedule 110.									
82													
83				4 Joplin Union Depot Co. is jointly controlled through ownership of three railroads.									
84													
85													
86													
87													
88													
89													
90													
91													
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95													
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99													
100													
101													
102													
103													
104													
105													
106													
107													

205. INVESTMENTS IN AFFILIATED COMPANIES—Concluded

INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR			INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR						DIVIDENDS OR INTEREST DURING YEAR			Line No.	
Total book value (j)			Par value (k)		Book value (l)	Par value (m)		Book value (n)	Selling price (o)		Rate (p)	Amount credited to income (q)				
\$			\$		\$	\$		\$		\$		%	\$			
11	385	333											8	320	367	50
																51
																52
																53
																54
																55
		1														56
	103	816														57
	380	000														58
1	348	457			76 325			77 946		77 946			77 946			59
	167	502														60
	595	000						25 000		25 000			25 000			61
																62
2	594	776			76 325			102 946		102 946			102 946			63
																64
3	778	036						330 000		330 000		7%	330 000		13 874	65
																66
3	778	036						330 000		330 000			330 000		13 874	67
																68
6	372	812			76 325			43 946		432 946			432 946		13 874	69
																70
																71
17	758	145			76 325			432 946		432 946			432 946		8 334 241	72
																73
																74
																75
																76
																77
																78
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																105
																106
																107

206. OTHER INVESTMENTS

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

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 200, classifying the investments by means of letters, figures, and symbols in columns (a), (b), and (c). Investments in U. S. Treasury obligations may be reported as one item.

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

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

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

Line No.	Account No.	Class No.	Kind of Industry	Name of issuing company or government and description of security held; also lien reference, if any	INVESTMENTS AT CLOSE OF YEAR							
					PAR VALUE OF AMOUNT HELD AT CLOSE OF YEAR							
					Pledged (e)		Unpledged (f)		In sinking, insurance, and other funds (g)		Total par value (h)	
	(a)	(b)	(c)	(d)	\$		\$		\$		\$	
1	715			<u>Sinking Funds</u>								
2				Series C 1st Mtg. - Cash Account						6 068		6 068
3												
4												
5												
6	716			<u>Capital and Other Reserve Funds</u>								
7												
8	B-3	IX		U. S. Treasury Obligations			23 000				23 000	
9	C-3	X		Manu. Nat'l. Bank - Cert. of Dep.			24 062				24 062	
10												
11				Total Account 716			47 062				47 062	
12												
13												
14	717			<u>Insurance and Other Funds</u>								
15												
16	E-3	VI		Barclays Bank - Nassau Bahamas			95 000				95 000	
17												
18												
19	722			<u>Other Investments</u>								
20												
21	A-3	II		Central Coal & Coke Co. - Common			(75 Shares)				(76 Shares)	
22		X		Downtown Development Corp.			25 000				25 000	
23		X		Polk County Industrial Foundation			3 472				3 472	
24		X		Noel Development, Inc.			625				625	
25		X		Sallisaw Industrial Corp.			1 000				1 000	
26		X		First Missouri Development Corp.			1 000				1 000	
27		X		Republic Carloading, Inc.			(290 Shares)				(290 Shares)	
28		II		Howe Coal Co.								
29												
30				Total Class A			31 097				31 097	
31												
32	B-3	X		Downtown Redev. Corp., Inc. Deb.								
33												
34	C-3	X		Noel Development Inc.			1 875				1 875	
35		X		Siloam Springs, Ark. Dev. Corp.			1 160				1 160	
36												
37				Total Class C			3 035				3 035	
38												
39	D-3	X		Polk County Cert. of Indebt.			1 667				1 667	
40		X		KCS Employees Hospital Assn. Note			8 000				8 000	
41		II		Howe Coal Co. Note								
42		X		Republic Carloading, Inc. Note			1 018				1 018	
43												
44				Total Class D			10 685				10 685	
45												
46				Total Account 722			44 817				44 817	
47												
48												
49												
50												
51												
52												
53												

206. OTHER INVESTMENTS—Continued

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

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

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

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

INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR						INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR						DIVIDENDS OR INTEREST DURING YEAR		Line No.
Total book value			Par value		Book value				Par value		Book value		Selling price		Rate	Amount credited to income	
(i)	(j)	(k)	(l)	(m)	(n)	(o)	(p)	(q)	(r)	(s)	(t)	(u)	(v)	(w)	(x)	(y)	
\$			\$		\$				\$		\$		\$		%	\$	
																	1
	6 068		600 000		600 000				599 288		599 288		599 288				2
																	3
																	4
																	5
																	6
																	7
	23 108		23 000		23 108				82 000		80 432		79 671	Var		3 803	8
	24 062		13 130		13 130									4.5		1 077	9
																	10
	47 170		36 130		36 238				82 000		80 432		79 671			4 880	11
																	12
																	13
																	14
																	15
	95 000		5 000		5 000										8-5/8	7 763	16
																	17
																	18
																	19
																	20
	1														.85 Sh	65	21
	25 000																22
	3 472								1 389		1 389		1 389				23
	625																24
	1 000																25
	1 000																26
	1																27
									1 952 000		1 952 000		None				28
																	29
	31 099								1 953 389		1 953 389		1 389			65	30
																	31
									12 500		12 500		12 500				32
																	33
	1 875																34
	1 160								137		137		137	5%		65	35
																	36
	3 035								137		137		137			65	37
																	38
	1 667								666		666		666	4%		267	39
	8 000																40
			3 316 000		3 316 000				10 541 000		10 541 000		None				41
																	42
																	43
	9 668		3 316 000		3 316 000				10 541 666		10 541 666		666			267	44
																	45
	43 802		3 316 000		3 316 000				12 507 692		12 507 692		14 692			397	46
																	47
																	48
																	49
																	50
																	51
																	52
																	53

THE KANSAS CITY SOUTHERN RAILWAY COMPANY

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

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

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

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

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

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

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

Line No.	Account (a)	OWNED AND USED			LEASED FROM OTHERS		
		DEPRECIATION BASE		Annual composite rate (percent) (d)	DEPRECIATION BASE		Annual composite rate (percent) (g)
		At beginning of year (b)	At close of year (c)		At beginning of year (e)	At close of year (f)	
		\$	\$	%	\$	\$	%
1	ROAD						
2	(1) Engineering	1 458 864	1 440 066	71	4 830	4 830	25
3	(2 1/2) Other right-of-way expenditures	83 313	83 096	2 17	408	408	1 94
4	(3) Grading	13 452 771	13 468 903	13	27 858	27 858	12
5	(5) Tunnels and subways						
6	(6) Bridges, trestles, and culverts	9 703 210	9 754 088	1 56	7 366	7 366	3 45
7	(7) Elevated structures						
8	(13) Fences, snowsheds, and signs	325 589	326 652	2 00	417	417	2 01
9	(16) Station and office buildings	4 564 868	3 812 767	2 07			
10	(17) Roadway buildings	282 038	274 139	2 27			
11	(18) Water stations	110 783	66 144	2 41			
12	(19) Fuel stations	530 115	521 787	2 57			
13	(20) Shops and enginehouses	4 941 886	4 888 798	1 96			
14	(21) Grain elevators						
15	(22) Storage warehouses						
16	(23) Wharves and docks	1 637 225					
17	(24) Coal and ore wharves						
18	(25) TOFC/COFC terminals		112 328	2 07			
19	(26) Communication systems	1 737 368	1 695 921	4 17			
20	(27) Signals and interlockers	4 550 025	4 639 524	3 63			
21	(29) Power plants	11 678	10 242	1 40			
22	(31) Power transmission systems	424 378	378 152	3 61			
23	(35) Miscellaneous structures	133 337	149 809	4 03			
24	(37) Roadway machines	372 382	365 186 *				
25	(39) Public improvements—Construction	2 042 327	2 036 084	2 54	3 907	3 907	4 28
26	(44) Shop machinery	1 475 282	1 502 140	3 69			
27	(45) Power-plant machinery	126 128	126 128	2 80			
28	All other road accounts						
29	Amortization (other than defense projects)						
30	Total road	47 963 567	45 651 954	1 63	44 786	44 786	1 08
31	EQUIPMENT						
32	(52) Locomotives	22 266 668	21 800 492	3 76			
33	(53) Freight-train cars	59 639 581	59 257 379	4 05			
34	(54) Passenger-train cars						
35	(55) Highway revenue equipment						
36	(56) Floating equipment						
37	(57) Work equipment	897 658	900 503	9 00			
38	(58) Miscellaneous equipment	63 455	57 389	14 00			
39	Total equipment	82 867 362	82 015 763	4 03			
40	GRAND TOTAL	130 830 929	127 667 717	3 33			3 33

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

1970 Sub Order R-300-D-1.

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

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

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

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

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

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

Line No.	Account	Balance at beginning of year			CREDITS TO RESERVE DURING THE YEAR						DEBITS TO RESERVE DURING THE YEAR						Balance at close of year		
					Charges to operating expenses (c)			Other credits (d)			Retirements (e)			Other debits (f)					
(a)	(b)			(c)			(d)			(e)			(f)			(g)			
		\$			\$			\$			\$			\$			\$		
1	ROAD																		
2	(1) Engineering		80	101		9	737					17	036					72	802
3	(2½) Other right-of-way expenditures		78	208		1	809						95					79	922
4	(3) Grading		132	408		17	526					5	290					144	644
5	(5) Tunnels and subways																		
6	(6) Bridges, trestles, and culverts	3	337	135		150	368					18	649				3	468	854
7	(7) Elevated structures																		
8	(13) Fences, snow sheds, and signs		255	257		6	531						59				261	729	
9	(16) Station and office buildings		900	647		85	899					468	749				517	797	
10	(17) Roadway buildings		40	956		6	354					4	231				43	079	
11	(18) Water stations	(	5	533)		1	968					31	804			(	35	369)	
12	(19) Fuel stations		68	999		13	615					7	597				75	017	
13	(20) Shops and enginehouses		953	794		96	730					73	290				977	234	
14	(21) Grain elevators																		
15	(22) Storage warehouses																		
16	(23) Wharves and docks		315	679		11	734					327	413						
17	(24) Coal and ore wharves																		
18	(25) TOFC/COFC terminals					2	085										2	085	
19	(26) Communication systems		84	451		71	971					57	608				98	814	
20	(27) Signals and interlockers	1	956	181		166	423					2	845			2	119	759	
21	(29) Power plants		4	565			150					1	281				3	434	
22	(31) Power-transmission systems		195	914		15	150						134				210	930	
23	(35) Miscellaneous structures		81	304		5	429										86	733	
24	(37) Roadway machines		361	494		*						7	196				354	298	
25	(39) Public improvements—Construction		705	767		42	718					3	679				744	806	
26	(44) Shop Machinery *		77	094		54	520										131	614	
27	(45) Power-plant machinery *		19	713		3	532										23	245	
28	All other road accounts																		
29	Amortization (other than defense projects)																		
30	Total road	9	644	134		764	249					1	026	956			9	381	427
31	EQUIPMENT																		
32	(52) Locomotives	11	805	007		968	274					701	264				12	072	017
33	(53) Freight-train cars	9	912	644		2	255	753				499	229				11	669	168
34	(54) Passenger-train cars																		
35	(55) Highway revenue equipment																		
36	(56) Floating equipment																		
37	(57) Work equipment	(	202	488)		72	848					2	054			(	131	694)	
38	(58) Miscellaneous equipment		21	158		8	600					5	867				23	891	
39	Total equipment	21	536	321	3	305	475					1	208	414			23	633	382
40	GRAND TOTAL	31	180	455	4	069	724					2	235	370			33	014	809

*Charges to account 306.

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

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

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

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

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

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

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

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

Line No.	Description of property or account	BASE												RESERVE											
		Debits during year			Credits during year			Adjustments			Balance at close of year			Credits during year			Debits during year			Adjustments			Balance at close of year		
		(a)	(b)		(c)			(d)			(e)			(f)			(g)			(h)			(i)		
		\$	xx	xx	xx	\$	xx	xx	xx	\$	xx	xx	xx	\$	xx	xx	xx	\$	xx	xx	xx	\$	xx	xx	xx
1	ROAD: KCS RY. Certificate																								
2	Number																								
3																									
4	Leesville																								
5	Yard tracks WD-29641												18 931											18 931	
6																									
7	Block Signals NC-416												104 300											104 300	
8																									
9	Centralized Traffic Control												281 909											281 909	
10																									
11	11 Passing Tracks												37 897											37 897	
12																									
13	Minor items, each less																								
14	than \$100,000												90 395											90 395	
15																									
16																									
17																									
18																									
19																									
20																									
21																									
22																									
23																									
24																									
25																									
26																									
27																									
28	TOTAL ROAD												533 432											533 432	
29	EQUIPMENT:	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx
30	(52) Locomotives																								
31	(53) Freight-train cars						3	246					16 444					3	246					16 444	
32	(54) Passenger-train cars																								
33	(55) Highway revenue equipment																								
34	(56) Floating equipment																								
35	(57) Work equipment																								
36	(58) Miscellaneous equipment																								
37	TOTAL EQUIPMENT						3	246					16 444					3	246					16 444	
38	GRAND TOTAL						3	246					549 876					3	246					549 876	

INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 218 ON PAGES 234, 235, 236, AND 237

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

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

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

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

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

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

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

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

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

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

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

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

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

On page 237, give particulars of changes during the year in funded debt and other obligations. In column (z), state whether issued for construction of new properties, for additions and betterments, for purchase of railroad or other property, for conversion, for acquisition of securities, for reorganization, or for other corporate purposes. Also, give the number and date of authorization by the public authority under whose control such issue was made, naming such authority. For nominally issued securities, show returns in columns (z) and (aa) only.

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

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

Particulars concerning the reacquisition of securities that were actually outstanding should be reported on pages 236 and 237, columns (a), (dd), and (ee). Include those securities that have been called for payment during the year for which liability has been transferred to account No. 763, "Other current liabilities."

NOTES AND REMARKS

218. FUNDED DEBT AND OTHER OBLIGATIONS

Line No.	Name and character of obligation	Nominal date of issue	Date of maturity	INTEREST PROVISIONS		DOES OBLIGATION PROVIDE FOR— (Answer "Yes" or "No")			IS OTHER PROPERTY (REAL OR PERSONAL OR LEASEHOLD) SUBJECT TO LIEN OF THE OBLIGATION? (Answer "Yes" or "No")		APPROXIMATE NUMBER OF MILES OF LINE DIRECTLY SUBJECT TO—	
				Rate percent per annum (current year)	Dates due	Con- version	Call prior to maturity, other than for sinking fund	Sinking fund	First lien	Junior to first lien	First lien	Junior to first lien
1	Accounts 764 and 765 - Funded Debt Unmatured											
2	(1) (a) 1st.Mtg.Ser.C Bonds	12-1-54	12-1-84	3-1/4	6/1-12/1	No	Yes	Yes	Yes		860	
3												
4	764-766 Equipment Obligations - 4C Equipment Purchase Agreements											
5												
6	Morgan Guaranty New York	4-1-56	4-1-71	3-1/4	4/1-10/1	No	No	No	Yes			
7	Chemical Bank New York	10-1-56	10-1-71	4.125	4/1-10/1	No	No	No	Yes			
8	Chemical Bank New York	3-16-59	3-1-74	4-1/2	3-1	No	No	No	Yes			
9	Chemical Bank New York	6-15-61	6-15-64	4-1/2	6/15-12/15	No	No	No	Yes			
10	Chemical Bank New York	6-15-61	6-15-76	4-1/2	6/15-12/15	No	No	No	Yes			
11	Manufacturers Nat'l Detroit	6-1-62	6-15-77	4-3/8	6/15-12/15	No	No	No	Yes			
12	Manufacturers Nat'l Detroit	6-1-62	6-15-77	4-3/8	6/15-12/15	No	No	No	Yes			
13	Chemical Bank New York	5-15-62	5-15-77	4-1/2	5/15-11/15	No	No	No	Yes			
14	Chemical Bank New York	7-15-63	7-15-78	4.15	1/15-7/15	No	No	No	Yes			
15	Chemical Bank New York	7-15-63	7-15-78	4.35	1/15-7/15	No	No	No	Yes			
16	Chemical Bank New York	7-15-63	7-15-78	4.375	1/15-7/15	No	No	No	Yes			
17	Chemical Bank New York	7-15-63	7-15-78	4.45								
18	Chemical Bank New York	5-15-65	5-15-80	4.50	5/15-11/15	No	No	No	Yes			
19	Chemical Bank New York	5-15-65	5-15-80	4.55								
20	Chemical Bank New York	5-15-65	5-15-80	4.60								
21	Chemical Bank New York	5-15-65	5-15-80	4.65								
22	Chemical Bank New York	3-15-66	3-15-76	5-1/2	3/15-9/15	No	No	No	Yes			
23	Chemical Bank New York	4-15-66	10-15-81	5-1/2	4/15-10/15	No	No	No	Yes			
24	Chemical Bank New York	3-15-67	3-15-77	6-3/4	3/15-9/15	No	No	No	Yes			
25	Chemical Bank New York	5-15-67	5-15-82	6-1/4	5/15-11/15	No	No	No	Yes			
26	Chemical Bank New York	5-2-68	8-1-78	7-1/4	2/1-8/1	No	No	No	Yes			
27	Chemical Bank New York	5-3-68	8-1-83	7	2/1-8/1	No	No	No	Yes			
28	Chemical Bank New York	1-1-70	1-15-86	9-3/4	1/15-7/15	No	No	No	Yes			
29	(Principal starting 1-15-77)											
30												
31												
32												
33												
34												
35												
36												
37												
38												
39												
40												
41												
42												
43												
44												
45												
46												
47												
48												
49												
50												
51												
52												
53												
54												
55												
56												
GRAND TOTAL										XXXX	XXXX	XXXX

218. FUNDED DEBT AND OTHER OBLIGATIONS—Continued

Total amount nominally and actually issued	AMOUNT NOMINALLY ISSUED AND—			AMOUNT REACQUIRED AND—			TOTAL AMOUNT ACTUALLY OUTSTANDING			Line No.
	Held in special funds or in treas- ury or pledged (Identify pledged securities by symbol "P"; matured by symbol "M")	Canceled	Total amount actually issued	Canceled through sinking fund or otherwise canceled (Identify canceled through sinking fund by symbol "S")	Held in special funds or in treas- ury or pledged (Identify pledged securities by symbol "P"; matured by symbol "M")	Unmatured (accounts 765, 766, and 767)	Unmatured (account 754)	Matured and no provision made for payment (account 768)		
(m)	(n)	(o)	(p)	(q)	(r)	(s)	(t)	(u)		
\$	\$	\$	\$	\$	\$	\$	\$	\$		
50 000 000			50 000 000	9 933 000		39 467 000	600 000		1	
									2	
									3	
									4	
									5	
900 000			900 000	900 000		None	None		6	
6 114 445			6 114 445	6 114 445		None	None		7	
2 876 000			2 876 000	2 366 253		320 714	189 033		8	
527 000			527 000	527 000		None	None		9	
2 108 000			2 108 000	1 358 856		573 477	175 667		10	
3 431 200			3 431 200	2 173 093		1 029 360	228 747		11	
1 166 000			1 166 000	748 328		339 939	77 733		12	
2 130 000			2 130 000	1 278 000		710 000	142 000		13	
3 809 809			3 809 809						14	
1 975 755			1 975 755	3 163 562		2 372 673	395 445		15	
146 116			146 116						16	
									17	
									18	
4 350 119			4 350 119	1 740 048		2 320 063	290 008		19	
									20	
									21	
									22	
									23	
8 650 000			8 650 000	4 757 500		3 027 500	865 000		24	
4 440 000			4 440 000	1 480 000		2 664 000	296 000		25	
8 090 000			8 090 000	3 236 000		4 045 000	809 000		26	
4 097 000			4 097 000	1 092 534		2 731 333	273 133		27	
5 255 000			5 255 000	1 576 500		3 153 000	525 500		28	
4 413 603			4 413 603	882 721		3 236 642	294 240		29	
10 148 170			10 148 170	None		10 148 170	None		30	
74 628 217			74 628 217	33 394 840		36 671 871	4 561 506		31	
									32	
									33	
									34	
									35	
									36	
									37	
									38	
									39	
									40	
									41	
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									49	
									50	
									51	
									52	
									53	
									54	
									55	
124 628 217			124 628 217	43 327 840		76 138 871	5 161 506		56	

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THE KANSAS CITY SOUTHERN RAILWAY COMPANY

218. FUNDED DEBT AND OTHER OBLIGATIONS—Continued

Line No.	Name and character of obligation (List on same lines and in same order as on page 224)			AMOUNT OF INTEREST ACCRUED DURING YEAR								Total amount of interest in default	
				Charged to income			Charged to investment accounts			Amount of interest paid during year			
(a)			(v)			(w)			(x)		(y)		
			\$			\$			\$		\$		
1	The Kansas City Southern Railway Company												
2	1st Mortgage, Series C, 3-1/4% Bonds			1	309	391				1	311	452	
3													
4	Equipment Purchase Agreements - Contract												
5													
6	Morgan	4-1-56	19855			244						491	
7													
8	Chemical	10-1-56	20058		1	934						3 864	
9													
10	Chemical	3-16-59	21691		24	356						31 445	
11													
12	Chemical	6-15-61			None							None	
13	Chemical	6-15-61	22450		39	289						39 641	
14													
15	Manufacturers	6-1-62	22725		62	103						62 548	
16													
17	Manufacturers	6-1-62	22750		20	673						20 824	
18													
19	Chemical	5-15-62	22675		40	718						41 535	
20													
21													
22	Chemical	7-15-63	22971-2-3		126	729						134 684	
23													
24													
25													
26	Chemical	5-15-65	23724		126	388						128 111	
27													
28													
29													
30													
31	Chemical	3-15-66	24025		235	760						249 769	
32													
33	Chemical	4-15-66	24026		171	573						175 010	
34													
35	Chemical	3-15-67	24337		338	870						354 949	
36													
37	Chemical	5-15-67	24384		194	133						196 315	
38													
39	Chemical	5-2-68	24723		288	915						304 790	
40													
41	Chemical	5-3-68	24724		259	177						267 759	
42													
43	Chemical	1-1-70	25092		989	447						989 447	
44													
45													
46				2	920	309				3	001	182	
47													
48													
49													
50													
51													
52													
53													
54													
55													
56				4	229	700				4	312	634	
	GRAND TOTAL												

218. FUNDED DEBT AND OTHER OBLIGATIONS—Concluded

SECURITIES ISSUED OR ASSUMED DURING YEAR										SECURITIES REACQUIRED DURING YEAR					Line No.
Purpose of the issue and authority (a)	Par value (aa)			Net proceeds received for issue (cash or its equivalent) (bb)			Expense of issuing securities (cc)			AMOUNT REACQUIRED					
										Par value		Purchase price			
		\$			\$			\$			\$				
1st Mortgage Bonds										761	000	599	288	1	
Acquisition of Equipment														2	
4- 1-1956										30	000	30	000	3	
10- 1-1956										187	862	187	862	4	
3-16-1959										189	033	189	033	5	
6-15-1961										None		None		6	
6-15-1961										175	667	175	667	7	
6- 1-1962										228	747	228	747	8	
6- 1-1962										77	733	77	733	9	
5-15-1962										142	000	142	000	10	
7-15-1963										395	446	395	446	11	
5-15-1965										290	008	290	008	12	
3-15-1966										865	000	865	000	13	
4-15-1966										296	000	296	000	14	
3-15-1967										809	000	809	000	15	
5-15-1967										273	133	273	133	16	
5- 2-1968										525	500	525	500	17	
5- 3-1968										294	240	294	240	18	
1- 1-1970										None		None		19	
										4	779 369	4	779 369	20	
														21	
														22	
														23	
														24	
														25	
														26	
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														28	
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														48	
														49	
														50	
														51	
														52	
														53	
														54	
														55	
GRAND TOTAL										5	540 369	5	378 657	56	

THE KANSAS CITY SOUTHERN RAILWAY COMPANY

219. EQUIPMENT COVERED BY EQUIPMENT OBLIGATIONS

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

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

Line No.	Designation of equipment obligation (List names in the same order as in schedule 218) (a)	Description of equipment covered (b)	Contract price of equipment acquired (c)			Cash paid on acceptance of equipment (d)		
			\$			\$		
1	Morgan Gty. Trust 4- 1-56	6 Passenger coaches		940	534		40	534
2								
3	Chemical Bank 10- 1-56	50 Piggyback flat cars		568	390			
4		50 Hopper cars		545	912			
5		500 Box cars	4	009	075			
6		100 Box cars with D.F. loaders		991	068			
7			6	114	445		None	
8	Chemical Bank 3-16-59	50 Hopper cars		591	640			
9		100 Box cars		957	702			
10		100 D.F. loaders for cars		201	200			
11		3 1750 H.P. Diesel locomotives		516	000			
12		10 Baggage cars		609	458			
13			2	876	000		None	
14	Chemical Bank 6-15-61	100 Box cars	1	430	432		7	747
15		100 Box cars with D.F. loaders	1	212	503			188
16			2	642	935		7	935
17	Manuf. National 6- 1-62	150 Box cars	2	075	933		23	136
18		100 Covered hopper cars	1	378	403			
19			3	454	336		23	136
20								
21	Manuf. National 6- 1-62	100 Flat cars	1	197	858		31	858
22								
23	Chemical Bank 5-15-62	10 2250 H.P. Diesel locomotives	2	137	377		7	377
24								
25	Chemical Bank 7-15-63	100 Box cars D.F. Hydroframe						
26		100 Hopper cars	3	809	809			
27		10 2250 H.P. Diesel locomotives	1	975	755			
28		10 Hopper cars - Air slide		146	234			118
29			5	931	798			118
30	Chemical Bank 5-15-65	100 Hopper cars	1	663	145			
31		13 Chip hopper cars		153	829			
32		10 Passenger coaches	1	916	177			
33		6 Baggage cars		516	000			
34		4 Cabooses		100	968			
35			4	350	119		None	
36	Chemical Bank 3-15-66	730 Freight cars	8	650	000		None	
37	Chemical Bank 4-15-66	14 3000 H.P. road locomotives	3	863	472	(		
38		4 1500 H.P. switch locomotives		602	992	(	26	464
39			4	466	464		26	464
40	Chemical Bank 3-15-67	681 Freight cars	7	838	100			100
41		10 Cabooses		252	420			420
42			8	090	520			520
43	Chemical Bank 5-15-67	250 Box cars	4	097	000		None	
44	Chemical Bank 5- 2-68	300 D.F. Box cars	3	861	300			810
45		100 Gondola cars		779	000			
46		50 Covered hopper cars		534	750			
47		12 Open top hopper cars		80	760			
48			5	255	810			810
49	Chemical Bank 5- 3-68	14 1500 H.P. switch locomotives	2	152	034			
50		4 3000 H.P. conventional road locomotives	1	073	385			
51		2 3000 H.P. master road locomotives		595	309			
52		2 3000 H.P. slave road locomotives		592	875			
53			4	413	603		None	
54								
55	Chemical Bank 1- 1-70	500 Box cars	10	148	170		None	
56								

228. CAPITAL STOCK

Give particulars of the various issues of capital stock of the respondent, distinguishing separate issues of any general class, if different in any respect.

In the second section list particulars of the various issues on the same lines and in the same order as in the first section.

Identify the entries in columns (m) to (s), inclusive, in a manner which will indicate whether par value or the number of shares is shown.

In stating the date of an authorization the date of the latest assent or ratification necessary to its validity should be shown; e. g., in case an authorization is required to be ratified by stockholders after action by the board of directors, but is not required to be approved by any State or other governmental board or officer, give the date of approval by stockholders; if the assent

of a State railroad commission or other public board or officer is necessary, give the date of such assent, or if subsequent to such assent notice has to be filed with a secretary of state or other public officer and a tax or other fee has to be paid as a condition precedent to the validity of the issue, give the date of such payment. In case some condition precedent has to be complied with after the approval and ratification of the stockholders has been obtained, state, in a footnote, the particulars of such condition and of the respondent's compliance therewith.

For the purposes of this report, capital stock and other securities are considered to be *nominally issued* when certificates are signed and sealed and placed with the proper officer for sale and delivery or are pledged or otherwise placed in some special fund of the respondent. They are considered to be *actually*

issued when sold to a bona fide purchaser for a valuable consideration, and such purchaser holds them free from control by the respondent. All securities actually issued and not reacquired by or for the respondent are considered to be *actually outstanding*. If reacquired by or for the respondent under such circumstances as require them to be considered as held alive, and not canceled or retired, they are considered to be *nominally outstanding*.

Column (d) refers to the initial preference dividend payable before any common dividend; columns (k) and (l) to participations in excess of initial preference dividend; at a specified percentage or amount (nonpar stock) (column (k)) or a percentage or proportion of the profits (column (l)).

Line No.	Class of stock	Date issue was authorized	Par value per share (if non-par, so state)	PREFERRED STOCK											
				Dividend rate specified in contract	Total amount of accumulated dividends			CUMULATIVE		Noncumulative ("Yes" or "No")	OTHER PROVISIONS OF CONTRACT				
								To extent earned ("Yes" or "No")	Fixed \$ rate or percent specified by contract		Convertible ("Yes" or "No")	Callable or redeemable ("Yes" or "No")	PARTICIPATING DIVIDENDS		
													Fixed amount or percent (Specify)	Fixed ratio with common (Specify)	
	(a)	(b)	(c)	(d)	(e)			(f)	(g)	(h)	(i)	(j)	(k)	(l)	
1	Common	5-22-39 4-11-53	\$ Non-Par	XXXXX	\$	XX	XX	XX	XXXXXX	XXXXXXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX
2				XXXXXX	XX	XX	XX	XXXXXX	XXXXXXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX
3				XXXXXX	XX	XX	XX	XXXXXX	XXXXXXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX
4				XXXXXX	XX	XX	XX	XXXXXX	XXXXXXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX
5	Preferred	3-19-1900	50	None		None			No	None	Yes	No	No	None	None
6															
7															
8	Debenture														
9															
10	Receipts outstanding for installments paid*														
11															
12															
13	TOTAL		XXXXXX	XXXXXX		None			XXXXXX	XXXXXXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX

Line No.	PAR VALUE OF PAR-VALUE STOCK OR NUMBER OF SHARES OF NONPAR STOCK																			STOCK ACTUALLY OUTSTANDING AT CLOSE OF YEAR														
	Authorized (m)			Authenticated (n)			NOMINALLY ISSUED AND						Actually issued (q)			REACQUIRED AND				Number of shares (t)			Par value of par-value stock (u)			Book value of stock without par value (v)								
							Held in special funds or in treasury or pledged (Identify pledged securities by symbol "P") (o)			Canceled (p)						Canceled (r)		Held in special funds or in treasury or pledged (Identify pledged securities by symbol "P") (s)																
1	SH	1	260	000	SH	1	260	000		None			SH	1	020	000		None		SH			802	1	019	198	\$			\$	35	959	900	
2																																		
3																																		
4																																		
5		21	000	000		21	000	000						21	000	000									420	000	21	000	000					
6																																		
7																																		
8																																		
9																																		
10																																		
11																																		
12																																		
13		xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	1	439	198	21	000	000		35	959	900

*State the class of capital stock covered by the receipts.

300. INCOME ACCOUNT FOR THE YEAR

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

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

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

Line No.	Item	Amount for current year			Amount for preceding year			Offsetting debits and credits for current year		
	(a)	(b)			(c)			(d)		
	ORDINARY ITEMS	\$			\$			\$		
1	OPERATING INCOME	XXX	XX	XX	XXX	XX	XX	XXX	XX	XX
2	RAILWAY OPERATING INCOME	XXX	XX	XX	XXX	XX	XX	XXX	XX	XX
3	(501) Railway operating revenues (p. 303)	64	323	712	57	347	799			
4	(531) Railway operating expenses (p. 310)	44	118	757	42	000	102			
5	Net revenue from railway operations	20	204	955	15	347	697			
6	(532) Railway tax accruals (p. 316)	4	960	368	3	292	022			
7	Railway operating income	15	244	587	12	055	675			
8	RENT INCOME	XXX	XX	XX	XXX	XX	XX	XXX	XX	XX
9	(503) Hire of freight cars and highway revenue equipment—Credit balance (p. 319)		85	831		167	984			
10	(504) Rent from locomotives (p. 320)						42			
11	(505) Rent from passenger-train cars (p. 320)						221			
12	(506) Rent from floating equipment									
13	(507) Rent from work equipment		1	108						
14	(508) Joint facility rent income		607	774		567	871			
15	Total rent income		694	713		736	118			
16	RENTS PAYABLE	XXX	XX	XX	XXX	XX	XX	XXX	XX	XX
17	(536) Hire of freight cars and highway revenue equipment—Debit balance (p. 319)	5	116	146	4	552	584			
18	(537) Rent for locomotives (p. 320)		432	406		317	009			
19	(538) Rent for passenger-train cars (p. 320)									
20	(539) Rent for floating equipment									
21	(540) Rent for work equipment		127	985		141	458			
22	(541) Joint facility rents		304	849		334	103			
23	Total rents payable	5	981	386	5	345	154			
24	Net rents (lines 15, 23)	(5)	286	673	(4)	609	036			
25	Net railway operating income (lines 7, 24)	9	957	914	7	446	639			
26	OTHER INCOME	XXX	XX	XX	XXX	XX	XX	XXX	XX	XX
27	(502) Revenues from miscellaneous operations (p. 231)									
28	(509) Income from lease of road and equipment (p. 317)									
29	(510) Miscellaneous rent income (p. 317)		198	059		219	950			
30	(511) Income from nonoperating property (p. 231)		125	645		109	453			
31	(512) Separately operated properties—Profit (p. 318)									
32	(513) Dividend income	8	300	064	4	300	114			
33	(514) Interest income		204	045		772	388			
34	(516) Income from sinking and other reserve funds		12	643		76	043			
35	(517) Release of premiums on funded debt		16	563		16	987			
36	(518) Contributions from other companies									
37	(519) Miscellaneous income (p. 323)		351	735		290	113			
38	Total other income	9	208	754	5	785	048			
39	Total income (lines 25, 38)	19	166	668	13	231	687			
40	MISCELLANEOUS DEDUCTIONS FROM INCOME	XXX	XX	XX	XXX	XX	XX	XXX	XX	XX
41	(534) Expenses of miscellaneous operations (p. 231)									
42	(535) Taxes on miscellaneous operating property (p. 231)									
43	(543) Miscellaneous rents (p. 322)		437	761		444	116			
44	(544) Miscellaneous tax accruals (p. 231)		7	893		75	664			
45	(545) Separately operated properties—Loss (p. 318)									
46	(549) Maintenance of investment organization									
47	(550) Income transferred to other companies									
48	(551) Miscellaneous income charges (p. 323)		533	536		463	557			
49	Total miscellaneous deductions		979	190		983	337			
50	Income available for fixed charges (lines 39, 49)	18	187	478	12	248	350			

300. INCOME ACCOUNT FOR THE YEAR—Continued

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

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

expenses between freight and passenger service; railroads.

4. Any unusual accruals involving substantial amounts included in column (b) on lines 9 to 23, inclusive, should be fully explained in a footnote.

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

RAIL-LINE, INCLUDING WATER TRANSFERS

Related solely to freight service (e)			Apportioned to freight service (f)			Total freight service (g)			Related solely to passenger and allied services (h)			Apportioned to passenger and allied services (i)			Total passenger service (j)			Other items not related to either freight or to passenger and allied services (k)			Line No.
\$			\$			\$			\$			\$			\$			\$			
xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	1
xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	2
						64	323	712													3
						44	118	757													4
xx	xx	xx	xx	xx	xx	20	204	955	xx	xx	xx	xx	xx	xx							5
						4	960	368													6
xx	xx	xx	xx	xx	xx	15	244	587	xx	xx	xx	xx	xx	xx							7
xx	xx	xx	xx	xx	xx				xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	8
																					9
							85	831													10
																					11
							1	108													12
							607	774													13
xx	xx	xx	xx	xx	xx		694	713	xx	xx	xx	xx	xx	xx							14
xx	xx	xx	xx	xx	xx	xx			xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	15
						5	116	146	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	16
							432	406													17
																					18
							127	985													19
							304	849													20
xx	xx	xx	xx	xx	xx	5	981	386	xx	xx	xx	xx	xx	xx							21
xx	xx	xx	xx	xx	xx	(5	286	673)	xx	xx	xx	xx	xx	xx							22
xx	xx	xx	xx	xx	xx	9	957	914	xx	xx	xx	xx	xx	xx							23
																					24
																					25

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

The Kansas City Southern Railway Company
 The Maywood and Sugar Creek Railway Company
 Neches Bridge Company

THE KANSAS CITY SOUTHERN RAILWAY COMPANY

300. INCOME ACCOUNT FOR THE YEAR—Concluded

Line No.	Item (a)	Amount for current year (b)			Amount for preceding year (c)			Offsetting debits and credits for current year (d)		
51	FIXED CHARGES	\$		\$				\$		
52	(542) Rent for leased roads and equipment (p. 321).....	x x	79	x x	x x	18	x x	x x	x x	x x
53	(546) Interest on funded debt:	x x	x x	x x	x x	x x	x x	x x	x x	x x
54	(a) Fixed interest not in default.....	4	229	700	4	449	555			
55	(b) Interest in default.....									
56	(547) Interest on unfunded debt.....									
57	(548) Amortization of discount on funded debt.....		5	316		3	005			
58	Total fixed charges.....	4	314	941	4	471	558			
59	Income after fixed charges (lines 50, 58).....	13	872	537	7	776	792			
60	OTHER DEDUCTIONS	x x	x x	x x	x x	x x	x x	x x	x x	x x
61	(546) Interest on funded debt:	x x	x x	x x	x x	x x	x x	x x	x x	x x
62	(c) Contingent interest.....									
63	Ordinary income (lines 59, 62).....	13	872	537	7	776	792			
64	EXTRAORDINARY AND PRIOR PERIOD ITEMS	x x	x x	x x	x x	x x	x x	x x	x x	x x
65	(570) Extraordinary items — Net Credit (Debit)(p. 323).....	(12	493	000)						
66	(580) Prior period items — Net Credit (Debit)(p. 323).....									
67	(590) Federal income taxes on extraordinary and prior period items— Debit (Credit)(p. 323).....	(	648	806)						
68	Total extraordinary and prior period items — Credit (Debit).....	(11	844	194)						
69	Net income transferred to Retained Income-Unappropriated (lines 63, 68).....	2	028	343	7	776	792			

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

NOTES AND REMARKS

THE KANSAS CITY SOUTHERN RAILWAY COMPANY

305. RETAINED INCOME—UNAPPROPRIATED

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

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

Line No.	Item (a)	Amount (b)			Remarks (c)
	CREDITS				
1	(602) Credit balance transferred from Income (p. 301A) -----	\$	2 028	343	
2	(606) Other credits to retained income -----				Net of Federal income taxes ----- \$ <u>None</u>
3	(622) Appropriations released -----		600	000	
4	Total -----		2 628	343	
	DEBITS				
5	(612) Debit balance transferred from Income (p. 301A) -----				
6	(616) Other debits to retained income -----				Net of Federal income taxes ----- \$ <u>None</u>
7	(620) Appropriations for sinking and other reserve funds -----		600	000	
8	(621) Appropriations for other purposes -----				
9	(623) Dividends (p. 302) -----		4 916	792	
10	Total -----		5 516	792	
11	Net increase during year* -----	(	2 888	449)	
12	Balance at beginning of year (p. 201)* -----		26 206	959	
13	Balance at end of year (carried to p. 201)* -----		23 318	510	

* Amount in parentheses indicates debit balance.

Note.—See p. 323, schedule 396, for analysis of Retained Income accounts.

308. DIVIDEND APPROPRIATIONS

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

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

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

Line No.	Name of security on which dividend was declared (a)	Rate percent (par value stock) or rate per share (nonpar stock)		Total par value of stock or total number of shares of nonpar stock on which dividend was declared (d)	Dividends (account 623) (e)	DATES	
		Regular (b)	Extra (c)			Declared (f)	Payable (g)
41	Preferred Stock	1%		\$ 21 000 000	\$ 210 000	2-19-71	4-16-71
42	" "	1%		21 000 000	210 000	5-21-71	7-16-71
43	" "	1%		21 000 000	210 000	8-20-71	10-16-71
44	" "	1%		21 000 000	210 000	11-19-71	1-17-72
45	Common Stock	\$1.00 Sh		1 019 198	1 019 198	2-19-71	3-24-71
46	" "	1.00 Sh		1 019 198	1 019 198	5-21-71	6-16-71
47	" "	1.00 Sh		1 019 198	1 019 198	8-20-71	9-16-71
48	" "	1.00 Sh		1 019 198	1 019 198	11-19-71	12-31-71
49							
50							
51							
52							
53							
				TOTAL	4 916 792		

101. IDENTITY OF RESPONDENT

Answers to the questions asked should be made in full, without reference to data returned on the corresponding page of previous reports. In case any changes of the nature referred to under inquiry 4 or 5 on this page have taken place during the year covered by this report, they should be explained in detail on page 530.

1. Give in full the exact name of the respondent. Use the words "The" and "Company" only when they are parts of the corporate name. Be careful to distinguish between *railroad* and *railway*. The corporate name should be given uniformly throughout the report, notably on the cover, on the title page, and in the "Verification" (p. 533). If the report is made by receivers, trustees, a committee of bondholders, or individuals otherwise in possession of the property, state names and facts with precision.

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

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

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

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

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

1. Exact name of common carrier making this report Louisiana & Arkansas Railway Company
2. Date of incorporation July 7, 1928
3. Under laws of what Government, State, or Territory organized? If more than one, name all. Give specific reference to each charter or statute and all amendments thereof, effected during the year. If previously effected, show the year(s) of the report(s) setting forth details. If in bankruptcy, give court of jurisdiction and dates of beginning of receivership or trusteeship and of appointment of receivers or trustees. General Corporation Laws of State of Delaware, Chapter 65 of Revised Code of Delaware and Acts amendatory thereof and supplements thereto, Chapter dated July 28, 1928 and Amendments dated August 27, 1936.
4. If the respondent was formed as the result of a consolidation or merger during the year, name all constituent and all merged companies No change during the year
5. If respondent was reorganized during the year, give name of original corporation and state the occasion for the reorganization No change during the year
6. State whether or not the respondent during the year conducted any part of its business under a name or names other than that shown in response to inquiry No. 1, above; if so, give full particulars No
7. Class of switching and terminal company Not Applicable
[See section No. 7 on inside of front cover]

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

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

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

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

102. DIRECTORS

Line No.	Name of director (a)	Office address (b)	Date of beginning of term (c)	Date of expiration of term (d)	Number of voting shares actually or beneficially owned (e)	Remarks (f)
1	William N. Deramus III	Kansas City, Mo.	6-8-71	6-13-72	None	
2	J. Pat Beaird	Shreveport, La.	"	"	"	
3	William H. Bronson	Shreveport, La.	"	"	"	
4	Kirke Couch	Shreveport, La.	"	"	"	
5	Edward M. Douthat	Kansas City, Mo.	"	"	"	
6	Ted F. Dunham	Baton Rouge, La.	"	"	"	
7	L. O. Frith	Kansas City, Mo.	"	"	"	
8	Raymond Gary	Modill, Okla.	"	"	"	
9	John Hawkinson	Chicago, Ill.	"	"	"	
10	Paul H. Henson	Kansas City, Mo.	"	"	"	
11	Irvin O. Hockaday, Jr.	Kansas City, Mo.	"	"	"	
12	G. William James	Ruston, La.	"	"	"	
13	Erwin E. Kelm	Minneapolis, Minn.	"	"	"	
14	R. Crosby Kemper	Kansas City, Mo.	"	"	"	
15	Eugene M. Lynn	Kansas City, Mo.	"	"	"	
16	Edward T. McNally	Pittsburg, Kansas	"	"	"	
17	Edwin Moore	Shreveport, La.	"	"	"	
18	Harold Oppenheimer	Kansas City, Mo.	"	"	"	
19	Justin R. Querbes, Jr.	Shreveport, La.	"	"	"	
20	William H. Saunders, Jr.	New Orleans, La.	"	"	"	
20	W. Hobson Wheeler	Shreveport, La.	"	"	"	

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

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

22. Name the members of the executive committee of the Board of Directors of the respondent at the close of the year (naming first the chairman), and state briefly the powers and duties of that committee: William N. Deramus III, Chairman, William H. Bronson, Edward M. Douthat, Erwin E. Kelm, R. Crosby Kemper, Eugene M. Lynn, Richard T. McNally exercise same powers as Board of Directors when latter is not in session.

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

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

108. CORPORATE CONTROL OVER RESPONDENT *

1. Did any corporation or corporations, transportation or other, hold control over the respondent at the close of the year? Yes

If control was so held, state: (a) The form of control, whether sole or joint Sole

(b) The name of the controlling corporation or corporations The Kansas City Southern Railway Company

(c) The manner in which control was established Stock Ownership

(d) The extent of control 100%

(e) Whether control was direct or indirect Direct

(f) The name of the intermediary through which control, if indirect, was established None

2. Did any individual, association, or corporation hold control, as trustee, over the respondent at the close of the year? No

If control was so held, state: (a) The name of the trustee None

(b) The name of the beneficiary or beneficiaries for whom the trust was maintained None

(c) The purpose of the trust None

108A. STOCKHOLDERS REPORTS

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

Check appropriate box:

☐ Two copies are attached to this report.

☐ Two copies will be submitted _____ (date)

☒ No annual report to stockholders is prepared.

The Louisiana & Arkansas Railway Company is a wholly owned subsidiary of The Kansas City Southern Railway Company and its annual report is included with the parent company in report to the stockholders.

109. VOTING POWERS AND ELECTIONS

1. State the par value of each share of stock: Common, \$ ^{No} ~~Par~~ per share; first preferred, \$ 50 per share; second preferred, \$ 50 per share; debenture stock, \$ per share.

2. State whether or not each share of stock has the right to one vote; if not, give full particulars in a footnote It has

3. Are voting rights proportional to holdings? Yes If not, state in a footnote the relation between holdings and corresponding voting rights.

4. Are voting rights attached to any securities other than stock? No If so, name in a footnote each security, other than stock, to which voting rights are attached (as of the close of the year), and state in detail the relation between holdings and corresponding voting rights, stating whether voting rights are actual or contingent, and if contingent showing the contingency.

5. Has any class or issue of securities any special privileges in the election of directors, trustees, or managers, or in the determination of corporate action by any method? No If so, describe fully in a footnote each such class or issue and give a succinct statement showing, clearly the character and extent of such privileges.

6. Give the date of the latest closing of the stock book prior to the actual filing of this report, and state the purpose of such closing Not closed during year

7. State the total voting power of all security holders of the respondent at the date of such closing, if within one year of the date of such filing; if not, state as of the close of the year. 260,000 votes, as of December 31, 1971 (Date)

8. State the total number of stockholders of record, as of the date shown in answer to inquiry No. 7. One stockholders.

9. Give the names of the thirty security holders of the respondent who, at the date of the latest closing of the stock book or compilation of list of stockholders of the respondent (if within 1 year prior to the actual filing of this report), had the highest voting powers in the respondent, showing for each his address, the number of votes which he would have had a right to cast on that date had a meeting then been in order, and the classification of the number of votes to which he was entitled, with respect to securities held by him, such securities being classified as common stock, second preferred stock, first preferred stock, and other securities, stating in a footnote the names of such other securities (if any). If any such holder held in trust, give (in a footnote) the particulars of the trust. In the case of voting trust agreements give, as supplemental information on page 202, the names and addresses of the thirty largest holders of the voting trust certificates and the amount of their individual holdings. If the stock book was not closed or the list of stockholders compiled within such year, show such thirty security holders as of the close of the year.

Line No.	Name of security holder	Address of security holder	Number of votes to which security holder was entitled	NUMBER OF VOTES, CLASSIFIED WITH RESPECT TO SECURITIES ON WHICH BASED			
				Common	STOCKS		Other securities with voting power
					Second	First	
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
1	The Kansas City Southern	Kansas City, Mo.	260,000	160,000	40,000	60,000	None
2	Railway Company						
3							
4							
5							
6							
7							
8							
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29							
30							

10. State the total number of votes cast at the latest general meeting for the election of directors of the respondent. 260,000 votes cast.

11. Give the date of such meeting June 8, 1971

12. Give the place of such meeting Shreveport, Louisiana

LOUISIANA & ARKANSAS RAILWAY COMPANY

200A. COMPARATIVE GENERAL BALANCE SHEET—ASSETS

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

ing requirements followed in column (c). The entries in the short column (b₁) should be deducted from those in column (b₁) 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)			Account or item (b)	Balance at close of year (c)		
CURRENT ASSETS							
1	\$	2 912	500	(701) Cash		\$	1 065 914
2		7 591	005	(702) Temporary cash investments (p. 203)			5 117 841
3				(703) Special deposits (p. 203)			
4				(704) Loans and notes receivable (p. 203)			
5				(705) Traffic and car-service balances—Debit			
6	1	784	979	(706) Net balance receivable from agents and conductors		1	764 255
7		249	856	(707) Miscellaneous accounts receivable			235 734
8		152	887	(708) Interest and dividends receivable			115 980
9	1	079	551	(709) Accrued accounts receivable (p. 203)		1	484 852
10		19	547	(710) Working fund advances			12 479
11	1	089	558	(711) Prepayments (p. 203)			736 701
12				(712) Material and supplies			
13		18	335	(713) Other current assets (p. 203)			1 146
14	14	898	218	Total current assets		10	534 902
SPECIAL FUNDS							
16				(715) Sinking funds (pp. 206 and 207)	(b ₁) Total book assets at close of year	(b ₂) Respondent's own issues included in (b ₁)	
16		4	312	(716) Capital and other reserve funds (pp. 206 and 207)	955	None	955
17				(717) Insurance and other funds (pp. 206 and 207)			
18		4	312	Total special funds			955
INVESTMENTS							
19	14	078	941	(721) Investments in affiliated companies (pp. 210, 211, 212 and 213)			12 173 218
20		4	317	(722) Other investments (pp. 214, 215, 216 and 217)			4 017
21				(723) Reserve for adjustment of investment in securities—Credit (p. 209, Instruction 9)			
22	14	083	258	Total investments (accounts 721, 722 and 723)			12 177 235
PROPERTIES							
23	75	293	295	(731) Road and equipment property (pp. 220, 221 and 222)			73 739 825
24	x	x	x	Road	\$	37 525 767	x x x x x
25	x	x	x	Equipment		34 684 787	x x x x x
26	x	x	x	General expenditures		761 968	x x x x x
27	x	x	x	Other elements of investment			x x x x x
28	x	x	x	Construction work in progress		767 303	x x x x x
29				(732) Improvements on leased property (pp. 220, 221 and 222)			
30	x	x	x	Road	\$		x x x x x
31	x	x	x	Equipment			x x x x x
32	x	x	x	General expenditures			x x x x x
33	75	293	295	Total transportation property (accounts 731 and 732)			73 739 825
34	(14	624	488)	(735) Accrued depreciation—Road and Equipment (pp. 226 and 226B)			(14 426 850)
35	(21	605)		(736) Amortization of defense projects—Road and Equipment (p. 227)			(21 605)
36	(14	646	093)	Recorded depreciation and amortization (accounts 735 and 736)			(14 448 455)
37	60	647	202	Total transportation property less recorded depreciation and amortization (line 33 less line 36)			59 291 370
38		88	093	(737) Miscellaneous physical property (pp. 230B and 231)			233 164
39				(738) Accrued depreciation—Miscellaneous physical property (pp. 230B and 231)			
40		88	093	Miscellaneous physical property less recorded depreciation (account 737 less 738)			233 164
41	60	735	295	Total properties less recorded depreciation and amortization (line 37 plus line 40)			59 524 534
OTHER ASSETS AND DEFERRED CHARGES							
42		49	279	(741) Other assets (p. 232)			44 479
43		13	374	(742) Unamortized discount on long-term debt			10 227
44		694	020	(743) Other deferred charges (p. 232)			983 519
45		756	773	Total other assets and deferred charges			1 038 225
46	90	477	856	TOTAL ASSETS			83 275 851

NOTE—See page 202 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

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

For instructions covering this schedule, see the text pertaining to General Balance Sheet Accounts in the Uniform System of Accounts for Railroad Companies. The entries in this balance sheet should be consistent with those in the supporting schedules on the pages indicated. The entries in column (a) should be restated to conform with the accounting requirements followed in column (c). The entries in short column (b) should reflect total book liability at close of year. 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)		Account or Item (b)	Balance at close of year (c)	
CURRENT LIABILITIES					
47	\$		(751) Loans and notes payable (p. 242A)		
48	439	451	(752) Traffic and car-service balances—Credit	277	617
49	258	043	(753) Audited accounts and wages payable	2	540
50		684	(754) Miscellaneous accounts payable		505
51	2	720	(755) Interest matured unpaid	2	720
52	75	000	(756) Dividends matured unpaid	75	000
53	64	018	(757) Unmatured interest accrued	47	581
54			(758) Unmatured dividends declared		
55	2	445	(759) Accrued accounts payable (p. 242A)	2	225
56	3	392	(760) Federal income taxes accrued (p. 242B)		587
57	414	155	(761) Other taxes accrued (p. 242B)		211
58	1	352	(763) Other current liabilities (p. 242A)	1	872
59	8	444	Total current liabilities (exclusive of long-term debt due within one year)	7	840
LONG-TERM DEBT DUE WITHIN ONE YEAR					
60	1	294	(764) Equipment obligations and other debt (pp. 234, 235, 236, and 237)	966,951	966
LONG-TERM DEBT DUE AFTER ONE YEAR					
61			(765) Funded debt unmatured		
62	4	626	(766) Equipment obligations	3,659,119	3
63		069	(767) Receivers' and Trustees' securities		659
64			(768) Debt in default		119
65			(769) Amounts payable to affiliated companies (p. 242)		
66	4	626	Total long-term debt due after one year		3
RESERVES					
67			(771) Pension and welfare reserves (p. 243)		
68	627	805	(772) Insurance reserves (p. 243)		587
69	627	805	(774) Casualty and other reserves (p. 243)		390
70			Total reserves		587
OTHER LIABILITIES AND DEFERRED CREDITS					
71			(781) Interest in default (p. 236)		
72	129	425	(782) Other liabilities (p. 243)		110
73			(783) Unamortized premium on long-term debt		406
74	497	102	(784) Other deferred credits (p. 243)		641
75	626	527	(785) Accrued depreciation—Leased property (p. 226A)		844
76			Total other liabilities and deferred credits		752
SHAREHOLDERS' EQUITY					
Capital stock (Par or stated value)					
77	9	000	(791) Capital stock issued—Total	9,000,000	9,000
78	4	000	Common stock (p. 245)	4,000,000	4,000
79	5	000	Preferred stock (p. 245)	5,000,000	5,000
80			(792) Stock liability for conversion (p. 245)		
81			(793) Discount on capital stock		
82	9	000	Total capital stock		9,000
Capital surplus					
83			(794) Premiums and assessments on capital stock (p. 247)		
84	267	211	(795) Paid-in surplus (p. 247)		267
85			(796) Other capital surplus (p. 247)		210
86	267	211	Total capital surplus		267
Retained income					
87			(797) Retained income—Appropriated (p. 247)		
88	65	591	(798) Retained income—Unappropriated (p. 302)		60
89	65	591	Total retained income		202
90	74	859	Total shareholders' equity		364
91	90	477	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		69

NOTE—See page 202 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

205. INVESTMENTS IN AFFILIATED COMPANIES

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

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 209, classifying the investments by means of letters, figures, and symbols in columns (a), (b), and (c).

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

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

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

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

Line No.	Account No.	Class No.	Kind of industry	Name of issuing company and description of security held; also item reference if any	Extent of control	INVESTMENTS AT CLOSE OF YEAR							
						PAR VALUE OF AMOUNT HELD AT CLOSE OF YEAR							
						Pledged	Unpledged	In sinking, insurance, and other funds	Total par value				
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)				
1	721			Investments in Affiliated Companies	%	\$	\$	\$	\$				
2				Capital Stock									
3													
4													
5	A-1	VII		The Kansas City Southern									
6				Railway Company - Preferred			319 250				319 250		
7				The Kansas City Southern									
8				Railway Company - Common			(31,628 Shs)				(31,628 Shs)		
9				Louisiana, Arkansas & Texas									
10				Transportation Company	100		(1,000 Shs)				(1,000 Shs)		
11				Landa Motor Lines	100		20 000				20 000		
12				The Pullman Co. (Negligible)			(423 Shs)				(423 Shs)		
13				Total Class A-1 VII			339 250				339 250		
14													
15	A-3	VI		Tolmak, Inc.	100		(20,000 Shs)				(20,000 Shs)		
16		VI		North Baton Rouge Dev. Co.									
17		X		Kansas City Southern									
18				Industries, Inc. - Preferred									
19				Stock 4% Non-Cumulative			1 200 000				1 200 000		
20				Total Class A-3			1 200 000				1 200 000		
21				Total Class A			1 539 250				1 539 250		
22													
23				Bonds									
24													
25	B-1	VII		The Kansas City Southern Ry.									
26				Co. 3-1/4% FM Bonds Series									
27				C due 12-1-84			1 819 000				1 819 000		
28													
29				Notes									
30													
31	D-3	X		Southern Enterprises, Inc.									
32		X		Alfred Lindgren, Inc.			400 000				400 000		
33				Total D-3			400 000				400 000		
34													
35				Investment Advances									
36	E-1	VII		Kansas City Southern Ind.									
37		VII		Landa Motor Lines	100								
38		VII		Louisiana, Arkansas & Texas									
39				Transportation Co.	100								
40				Total Class E-1									
41	E-3	VI		North Baton Rouge Dev. Co.									
42		VI		Tolmak, Inc.	100								
43				Total Class E									
44													
45				Total Account 721			3 758 250				3 758 250		
46													
47													
48													
49													

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

17

206. OTHER INVESTMENTS

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

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 209, classifying the investments by means of letters, figures, and symbols in columns (a), (b), and (c). Investment in U. S. Treasury obligations may be reported as one item.

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

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

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

Line No.	Ac- count No.	Class No.	Kind of indus- try	Name of issuing company or government and description of security held; also lien reference, if any	INVESTMENTS AT CLOSE OF YEAR							
					PAR VALUE OF AMOUNT HELD AT CLOSE OF YEAR							
					Pledged (e)		Unpledged (f)		In sinking, insurance, and other funds (g)		Total par value (h)	
	(a)	(b)	(c)	(d)	\$		\$		\$		\$	
1	715			<u>Sinking Funds</u>								
2												
3	716			<u>Capital and Other Reserve Funds</u>								
4												
5		C-3	X	Chemical Bank - Deposit for destroyed cars				955				955
6												
7												
8	717			<u>Insurance and Other Funds</u>								
9												
10												
11	722			<u>Other Investments</u>								
12												
13		A-3	X	Greater Springhill Corp.			(10 Shares)				(10 Shares)	
14												
15		A-3	X	Club Memberships			1 317				1 317	
16				Total Class A			1 317				1 317	
17												
18				<u>Bonds</u>								
19												
20		B-3	X	Louisiana State Fair Stadium Comm. 2% Income			1 700				1 700	
21												
22												
23				Total Account 722			3 017				3 017	
24												
25												
26												
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206. OTHER INVESTMENTS—Continued

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

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

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

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

INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR			INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR			DIVIDENDS OR INTEREST DURING YEAR			Line No.				
Total book value (f)			Par value (j)		Book value (k)		Par value (l)		Book value (m)		Selling price (n)		Rate (o)	Amount credited to income (p)		
\$	None		\$		\$	None	\$		\$	None	\$		%	\$		
																1
																2
																3
																4
		955		57 714		57 714		61 071		61 071		61 071				5
																6
	None					None				None						7
																8
																9
																10
																11
																12
	1 000															13
	1 317															14
	2 317															15
																16
																17
																18
																19
	1 700							300		300		300	2%		40	20
																21
	4 017							300		300		300			40	22
																23
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211B. DEPRECIATION BASE AND RATES—ROAD AND EQUIPMENT OWNED AND USED AND LEASED FROM OTHERS

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

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

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

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

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

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

Line No.	Account (a)	OWNED AND USED				LEASED FROM OTHERS			
		DEPRECIATION BASE		Annual composite rate (percent) (d)		DEPRECIATION BASE		Annual composite rate (percent) (g)	
		At beginning of year (b)	At close of year (c)			At beginning of year (e)	At close of year (f)		
		\$	\$		%	\$	\$		%
1	ROAD								
2	(1) Engineering	573 890	579 346	30					
3	(2 1/2) Other right-of-way expenditures	53 290	53 290	72					
4	(3) Grading	635 116	635 116	75					
5	(5) Tunnels and subways								
6	(6) Bridges, trestles, and culverts	4 084 815	4 082 560	43					
7	(7) Elevated structures								
8	(13) Fences, snowsheds, and signs	196 424	196 032	81					
9	(16) Station and office buildings	3 573 024	3 291 331	90					
10	(17) Roadway buildings	42 856	40 296	21					
11	(18) Water stations	66 345	66 345	80					
12	(19) Fuel stations	86 248	86 248	29					
13	(20) Shops and enginehouses	1 068 808	1 068 808	91					
14	(21) Grain elevators								
15	(22) Storage warehouses								
16	(22) Wharves and docks								
17	(24) Coal and ore wharves								
18	(25) TOFC/COFC terminals		288 852	90					
19	(26) Communication systems	904 612	788 685	52					
20	(27) Signals and interlockers	753 418	770 898	38					
21	(29) Power plants	22 626	22 626	25					
22	(31) Power transmission systems	306 356	306 356	50					
23	(35) Miscellaneous structures	48 094	48 094	15					
24	(37) Roadway machines	299 518	299 518						
25	(39) Public improvements—Construction	509 442	508 367	72					
26	(44) Shop machinery	111 153	111 153	45					
27	(45) Power-plant machinery	40 950	32 822	80					
28	All other road accounts								
29	Amortization (other than defense projects)								
30	Total road	13 376 985	13 276 743	41					
31	EQUIPMENT								
32	(52) Locomotives	6 038 719	5 115 500	76					
33	(53) Freight-train cars	29 991 703	29 241 009	05					
34	(54) Passenger-train cars								
35	(55) Highway revenue equipment								
36	(56) Floating equipment								
37	(57) Work equipment	448 295	376 164	00					
38	(58) Miscellaneous equipment	21 801	17 850	00					
39	Total equipment	36 500 518	34 750 523	07					
40	GRAND TOTAL	49 877 503	48 027 266						

Interstate Commerce Commission Sub-Order No. R 129-E served July 28, 1971 effective July 1, 1971 for rates on equipment.

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

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

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

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

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

Line No.	Account	Balance at beginning of year			Credits to Reserve During the Year				Debits to Reserve During the Year				Balance at close of year		
					Charges to operating expenses		Other credits		Retirements		Other debits				
	(a)	(b)			(c)		(d)		(e)		(f)		(g)		
		\$			\$		\$		\$		\$		\$		
1	ROAD														
2	(1) Engineering	40	138		4	606			(	1	791)			46	535
3	(2½) Other right-of-way expenditures	19	780		1	982								21	762
4	(3) Grading	103	585		23	817								127	402
5	(5) Tunnels and subways														
6	(6) Bridges, trestles, and culverts	1	932	148		99	483				6	441		2	025
7	(7) Elevated structures														
8	(13) Fences, snow sheds, and signs	304	402		*						393		107	977	196
9	(16) Station and office buildings	231	387		63	562					57	820		237	129
10	(17) Roadway buildings	5	877			944					3	106		3	715
11	(18) Water stations	23	855		1	858								25	713
12	(19) Fuel stations	12	310		1	975								14	285
13	(20) Shops and enginehouses	65	928		20	415								86	343
14	(21) Grain elevators														
15	(22) Storage warehouses														
16	(23) Wharves and docks														
17	(24) Coal and ore wharves														
18	(25) TOFC/COFC terminals				4	384								4	384
19	(26) Communication systems	30	570		40	452					143	443		(	72
20	(27) Signals and interlockers	359	238		25	684					165			384	757
21	(29) Power plants	(	6	092)		283								(	5
22	(31) Power-transmission systems	21	686		10	722								32	408
23	(35) Miscellaneous structures	4	392		1	034								5	426
24	(37) Roadway machines	290	109		#									290	109
25	(39) Public improvements—Construction	246	490		18	936					1	075		264	351
26	(44) Shop Machinery *	26	038		3	835								29	873
27	(45) Power-plant machinery *	14	112		1	071					8	127		7	036
28	All other road accounts														
29	Amortization (other than defense projects)														
30	Total road	3	725	953		325	043				218	779		107	977
31	EQUIPMENT														
32	(52) Locomotives	5	397	299		251	301				801	093		4	847
33	(53) Freight-train cars	5	322	403		1	129	811			738	409		5	713
34	(54) Passenger-train cars														
35	(55) Highway revenue equipment														
36	(56) Floating equipment														
37	(57) Work equipment	173	418		29	800					66	511		136	707
38	(58) Miscellaneous equipment	5	415		2	822					3	646		4	591
39	Total equipment	10	898	535		1	413	734			1	609	659	10	702
40	GRAND TOTAL	14	624	488		1	738	777			1	828	438	107	977

*Chargeable to account 305.

* No depreciation accrued Interstate Commerce Commission letter, October 25, 1962 File D-L.

No depreciation accrued Interstate Commerce Commission letter, May 9, 1968 - File ACV-J.

Account 13 Other Debits reflects adjustment to the reserve to equal the base.

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

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

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

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

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

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

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

Line No.	Description of property or account (a)	BASE												RESERVE											
		Debits during year (b)			Credits during year (c)			Adjustments (d)			Balance at close of year (e)			Credits during year (f)			Debits during year (g)			Adjustments (h)			Balance at close of year (i)		
		\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX
1	ROAD:	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	
2																									
3																									
4																									
5	Minor items, each less																								
6	than \$100,000												15	080										15	080
7																									
8																									
9																									
10																									
11																									
12																									
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24																									
25																									
26																									
27																									
28	TOTAL ROAD												15	080										15	080
29	EQUIPMENT:	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	
30	(52) Locomotives																								
31	(53) Freight-train cars												6	525										6	525
32	(54) Passenger-train cars																								
33	(55) Highway revenue equipment																								
34	(56) Floating equipment																								
35	(57) Work equipment																								
36	(58) Miscellaneous equipment																								
37	TOTAL EQUIPMENT												6	525										6	525
38	GRAND TOTAL												21	605										21	605

INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 218 ON PAGES 234, 235, 236, AND 237

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

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

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

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

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

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

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

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

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

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

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

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

The grand totals of columns (n) and (r), when combined, should equal the sum of the amounts stated in short column (b₂) for accounts Nos. 764, 765, 766, 767, and 768 in schedule 200L, "Comparative General Balance Sheet—Liabilities and Shareholders' Equity."

On page 237, give particulars of changes during the year in funded debt and other obligations. In column (z), state whether issued for construction of new properties, for additions and betterments, for purchase of railroad or other property, for conversion, for acquisition of securities, for reorganization, or for other corporate purposes. Also, give the number and date of authorization by the public authority under whose control such issue was made, naming such authority. For nominally issued securities, show returns in columns (z) and (aa) only.

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

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

Particulars concerning the reacquirement of securities that were actually outstanding should be reported on pages 236 and 237, columns (a), (dd), and (ee). Include those securities that have been called for payment during the year for which liability has been transferred to account No. 763, "Other current liabilities."

NOTES AND REMARKS

LOUISIANA & ARKANSAS RAILWAY COMPANY

218. FUNDED DEBT AND OTHER OBLIGATIONS

Line No.	Name and character of obligation	Nominal date of issue	Date of maturity	INTEREST PROVISIONS		DOES OBLIGATION PROVIDE FOR— (Answer "Yes" or "No")			IS OTHER PROPERTY (REAL OR PERSONAL OR LEASEHOLD) SUBJECT TO LIEN OF THE OBLIGATION? (Answer "Yes" or "No")		APPROXIMATE NUMBER OF MILES OF LINE DIRECTLY SUBJECT TO—	
				Rate percent per annum (current year)	Dates due	Con- version	Call prior to maturity, other than for sinking fund	Sinking fund	First lien	Junior to first lien	First lien	Junior to first lien
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)	
1	764-766 Equipment Obligations											
2	4C Equipment Purchase Agreements											
3												
4	Morgan Guaranty Trust											
5	New York	4-1-56	4-1-71	3-1/4	4/1-10/1	No	No	No	No			
6												
7	Continental Illinois Nat'l											
8	Bank & Tr. Co., Chicago	8-1-63	8-1-71	4-1/2	2/1-8/1	No	No	No	No			
9												
10	Chemical Bank, New York	5-1-64	5-1-79	4.60	5/1-11/1	No	No	No	No			
11												
12	Chemical Bank, New York	4-1-65	4-1-75	4.55	4/1-10/1	No	No	No	No			
13				4.60								
14				4.625								
15												
16												
17												
18												
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55												
56												
GRAND TOTAL									XXXX	XXXX	XXXXX	XXXXX

218. FUNDED DEBT AND OTHER OBLIGATIONS—Continued

Total amount nominally and actually issued	AMOUNT NOMINALLY ISSUED AND—			Total amount actually issued	AMOUNT REACQUIRED AND—			TOTAL AMOUNT ACTUALLY OUTSTANDING			Line No.
	Held in special funds or in treas- ury or pledged (Identify pledged securities by symbol "P"; matured by symbol "M")	Canceled	Canceled through sinking fund or otherwise canceled (Identify canceled through sinking fund by symbol "S")		Held in special funds or in treas- ury or pledged (Identify pledged securities by symbol "P"; matured by symbol "M")	Unmatured (accounts 765, 766, and 767)	Unmatured (account 764)	Matured and no provision made for payment (account 768)			
(m)	(n)	(o)	(p)	(q)	(r)	(s)	(t)	(u)			
\$	\$	\$	\$	\$	\$	\$	\$	\$			
									1		
									2		
									3		
1 890 000			1 890 000	1 890 000		None	None		4		
									5		
									6		
3 154 728			3 154 728	3 154 728		None	None		7		
									8		
2 843 500			2 843 500	1 326 966		1 326 967	189 567		9		
									10		
7 773 840			7 773 840	4 664 304		2 332 152	777 384		11		
									12		
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15 662 068			15 662 068	11 035 998		3 659 119	966 951		55		

LOUISIANA & ARKANSAS RAILWAY COMPANY

218. FUNDED DEBT AND OTHER OBLIGATIONS—Continued

Line No.	Name and character of obligation (List on same lines and in same order as on page 234)			AMOUNT OF INTEREST ACCRUED DURING YEAR						Amount of interest paid during year		Total amount of interest in default			
				Charged to income			Charged to investment accounts								
				(v)			(w)								
(a)				(v)			(w)			(x)		(y)			
1				\$			\$			\$			\$		
2															
3		Contract													
4															
5		7333	Morgan Guaranty	4-1-56		106					211				
6															
7															
8		8625	Continental Illinois	8-1-63	8	245					14	135			
9															
10		8761	Chemical Bank	5-1-64	72	667					74	121			
11															
12		8923	Chemical Bank	4-1-65	152	805					161	793			
13															
14															
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218. FUNDED DEBT AND OTHER OBLIGATIONS—Concluded

SECURITIES ISSUED OR ASSUMED DURING YEAR										SECURITIES REACQUIRED DURING YEAR						Line No.		
Purpose of the issue and authority (a)	Par value			Net proceeds received for issue (cash or its equivalent)			Expense of issuing securities			AMOUNT REACQUIRED								
	Par value									Par value			Purchase price					
	(aa)			(bb)			(cc)			(dd)			(ee)					
	\$			\$			\$			\$			\$					
Acquisition of Equipment																1		
																2		
																3		
4-1-56												13	020		13	020	4	
																5		
																6		
8-1-63												314	113		314	113	7	
																8		
5-1-64												189	566		189	566	9	
																10		
4-1-65												777	384		777	384	11	
																12		
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GRAND TOTAL												1	294	083	1	294	083	56

219. EQUIPMENT COVERED BY EQUIPMENT OBLIGATIONS

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

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

Line No.	Designation of equipment obligation (List names in the same order as in schedule 218) (a)	Description of equipment covered (b)	Contract price of equipment acquired (c)			Cash paid on acceptance of equipment (d)		
			\$			\$		
1								
2	Morgan Guaranty Trust							
3	Co. of New York							
4	Assignee 4-1-56	300 50 Ton Box Cars Paid off in 1971	1	984	389		94	389
5								
6								
7	Continental Illinois	248 70 Ton Hopper Cars						
8	National Bank and	20 70 Ton Gondola Cars						
9	Trust Co. of Chicago	12 70 Ton Gondola Cars						
10	Assignee 8-1-63	164 50 Ton Box Cars						
11		3 50 Ton Box Cars - Roof Hatch						
12		75 70 Ton Wood Chip Cars	3	154	728		None	
13		Above Paid off in 1971						
14								
15	Chemical Bank, N.Y.	160 Hopper Cars						
16	Assignee 5-1-64	20 Tank Cars	2	853	771		10	271
17								
18								
19	Chemical Bank, N.Y.	425 Box Cars						
20	Assignee 4-1-65	100 Gondola Cars						
21		110 Hopper Cars						
22		50 Bulkhead Flat Cars	7	773	845			5
23								
24								
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228. CAPITAL STOCK

Give particulars of the various issues of capital stock of the respondent, distinguishing separate issues of any general class, if different in any respect.

In the second section list particulars of the various issues on the same lines and in the same order as in the first section.

Identify the entries in columns (m) to (s), inclusive, in a manner which will indicate whether par value or the number of shares is shown.

In stating the date of an authorization the date of the latest assent or ratification necessary to its validity should be shown; e. g., in case an authorization is required to be ratified by stockholders after action by the board of directors, but is not required to be approved by any State or other governmental board or officer, give the date of approval by stockholders; if the assent

of a State railroad commission or other public board or officer is necessary, give the date of such assent, or if subsequent to such assent notice has to be filed with a secretary of state or other public officer and a tax or other fee has to be paid as a condition precedent to the validity of the issue, give the date of such payment. In case some condition precedent has to be complied with after the approval and ratification of the stockholders has been obtained, state, in a footnote, the particulars of such condition and of the respondent's compliance therewith.

For the purposes of this report, capital stock and other securities are considered to be *nominally issued* when certificates are signed and sealed and placed with the proper officer for sale and delivery or are pledged or otherwise placed in some special fund of the respondent. They are considered to be *actually*

issued when sold to a bona fide purchaser for a valuable consideration, and such purchaser holds them free from control by the respondent. All securities actually issued and not reacquired by or for the respondent are considered to be *actually outstanding*. If reacquired by or for the respondent under such circumstances as require them to be considered as held alive, and not canceled or retired, they are considered to be *nominally outstanding*.

Column (d) refers to the initial preference dividend payable before any common dividend; columns (k) and (l) to participations in excess of initial preference dividend; at a specified percentage or amount (nonpar stock) (column (k)) or a percentage or proportion of the profits (column (l)).

Line No.	Class of stock	Date issue was authorized	Par value per share (if non-par, so state)	PREFERRED STOCK											
				Dividend rate specified in contract	Total amount of accumulated dividends			CUMULATIVE		Noncumulative ("Yes" or "No")	OTHER PROVISIONS OF CONTRACT				
								To extent earned ("Yes" or "No")	Fixed % rate or percent specified by contract		Convertible ("Yes" or "No")	Callable or redeemable ("Yes" or "No")	PARTICIPATING DIVIDENDS		
													Fixed amount or percent (Specify)	Fixed ratio with common (Specify)	
	(a)	(b)	(c)	(d)	(e)			(f)	(g)	(h)	(i)	(j)	(k)	(l)	
1	Common.....	8-27-36	\$ Non-Par	XXXXXX	\$	XX	XX	XX	XXXXXX	XXXXXXXX	XXXXXX	XXXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX
2				XXXXXX	XX	XX	XX	XXXXXX	XXXXXXXX	XXXXXX	XXXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX
3				XXXXXX	XX	XX	XX	XXXXXX	XXXXXXXX	XXXXXX	XXXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX
4				XXXXXX	XX	XX	XX	XXXXXX	XXXXXXXX	XXXXXX	XXXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX
5	Preferred 6% Series	8-27-36	50	6%		None		No	None	Yes	Yes	Yes	No	No	No
6	Preferred 4% Series	2-27-36	50	4%		None		No	None	Yes	No	Yes	No	No	No
7	Prior Preferred 6%														
8	Debenture Cumulative	8-27-36	50	6%		None		No	6%	No	No	Yes	No	No	No
9															
10	Receipts outstanding for installments paid*														
11															
12															
13	TOTAL...		XXXXXX	XXXXXX		None		XXXXXX	XXXXXXXX	XXXXXX	XXXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX	XXXXXXXX

Line No.	PAR VALUE OF PAR-VALUE STOCK OR NUMBER OF SHARES OF NONPAR STOCK															STOCK ACTUALLY OUTSTANDING AT CLOSE OF YEAR																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																		
	Authorized			Authenticated			NOMINALLY ISSUED AND						Actually issued			REACQUIRED AND						Number of shares			Par value of par-value stock			Book value of stock without par value																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																						
							Held in special funds or in treasury or pledged (Identify pledged securities by symbol "P")			Canceled						Canceled			Held in special funds or in treasury or pledged (Identify pledged securities by symbol "P")																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																															

*State the class of capital stock covered by the receipts.

300. INCOME ACCOUNT FOR THE YEAR

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

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

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

Line No.	Item (a)	Amount for current year (b)			Amount for preceding year (c)			Offsetting debits and credits for current year (d)		
		\$	xx	xx	\$	xx	xx	\$	xx	xx
	ORDINARY ITEMS									
	OPERATING INCOME	xxx	xx	xx	xxx	xx	xx	xxx	xx	xx
	RAILWAY OPERATING INCOME	xxx	xx	xx	xxx	xx	xx	xxx	xx	xx
1	(501) Railway operating revenues (p. 303)	36	849	520	36	657	873			
2	(531) Railway operating expenses (p. 310)	26	578	783	24	448	716			
3	Net revenue from railway operations	10	270	737	12	209	157			
4	(532) Railway tax accruals (p. 316)	4	200	834	5	265	615			
5	Railway operating income	6	069	903	6	943	542			
	RENT INCOME	xxx	xx	xx	xxx	xx	xx	xxx	xx	xx
6	(503) Hire of freight cars and highway revenue equipment—Credit balance (p. 319)		57	472		167	787			
7	(504) Rent from locomotives (p. 320)									
8	(505) Rent from passenger-train cars (p. 320)									
9	(506) Rent from floating equipment									
10	(507) Rent from work equipment									
11	(508) Joint facility rent income		71	815		75	844			
12	Total rent income		129	287		243	631			
	RENTS PAYABLE	xxx	xx	xx	xxx	xx	xx	xxx	xx	xx
13	(536) Hire of freight cars and highway revenue equipment—Debit balance (p. 319)	2	872	731	2	728	900			
14	(537) Rent for locomotives (p. 320)		268	332		140	937			
15	(538) Rent for passenger-train cars (p. 320)									
16	(539) Rent for floating equipment									
17	(540) Rent for work equipment		58	064		55	736			
18	(541) Joint facility rents		799	344		760	080			
19	Total rents payable	3	998	471	3	685	653			
20	Net rents (lines 15, 23)	(	3	869	184)	(	3	442	022)	
21	Net railway operating income (lines 7, 24)	2	200	719	3	501	520			
	OTHER INCOME	xxx	xx	xx	xxx	xx	xx	xxx	xx	xx
22	(502) Revenues from miscellaneous operations (p. 231)									
23	(509) Income from lease of road and equipment (p. 317)			428			428			
24	(510) Miscellaneous rent income (p. 317)		176	596		142	008			
25	(511) Income from nonoperating property (p. 231)			562			578			
26	(512) Separately operated properties—Profit (p. 318)									
27	(513) Dividend income		185	979		183	983			
28	(514) Interest income		522	463		601	032			
29	(516) Income from sinking and other reserve funds									
30	(517) Release of premiums on funded debt									
31	(518) Contributions from other companies									
32	(519) Miscellaneous income (p. 323)		407	639		101	802			
33	Total other income	1	293	667	1	029	831			
34	Total income (lines 25, 38)	3	494	386	4	531	351			
	MISCELLANEOUS DEDUCTIONS FROM INCOME	xxx	xx	xx	xxx	xx	xx	xxx	xx	xx
35	(534) Expenses of miscellaneous operations (p. 231)									
36	(535) Taxes on miscellaneous operating property (p. 231)									
37	(543) Miscellaneous rents (p. 322)		290	858		231	141			
38	(544) Miscellaneous tax accruals (p. 231)	(		577)			265			
39	(545) Separately operated properties—Loss (p. 318)									
40	(549) Maintenance of investment organization									
41	(550) Income transferred to other companies									
42	(551) Miscellaneous income charges (p. 323)		17	165		21	260			
43	Total miscellaneous deductions		307	446		252	666			
44	Income available for fixed charges (lines 39, 49)	3	186	940	4	278	685			

300. INCOME ACCOUNT FOR THE YEAR—Continued

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

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

expenses between freight and passenger service; railroads.

4. Any unusual accruals involving substantial amounts included in column (k) on lines 9 to 25, inclusive, should be fully explained in a footnote.

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

RAIL-LINE, INCLUDING WATER TRANSFERS

Related solely to freight service (e)			Apportioned to freight service (f)			Total freight service (g)			Related solely to passenger and allied services (h)			Apportioned to passenger and allied services (i)			Total passenger service (j)			Other items not related to either freight or to passenger and allied services (k)			Line No.
\$			\$			\$			\$			\$			\$			\$			
XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	1
XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	2
						36	849	520													3
						26	578	783													4
XX	XX	XX	XX	XX	XX	10	270	737	XX	XX	XX	XX	XX	XX							5
						4	200	834													6
XX	XX	XX	XX	XX	XX	6	069	903	XX	XX	XX	XX	XX	XX							7
XX	XX	XX	XX	XX	XX				XX	XX	XX	XX	XX	XX							8
																					9
						57	472														10
																					11
																					12
																					13
						71	815														14
XX	XX	XX	XX	XX	XX		129	287	XX	XX	XX	XX	XX	XX							15
XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	16
						2	872	731													17
							268	332													18
																					19
																					20
						58	064														21
							799	344													22
XX	XX	XX	XX	XX	XX	3	998	471	XX	XX	XX	XX	XX	XX							23
XX	XX	XX	XX	XX	XX	(3	869	184)	XX	XX	XX	XX	XX	XX							24
XX	XX	XX	XX	XX	XX	2	200	719	XX	XX	XX	XX	XX	XX							25

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

LOUISIANA & ARKANSAS RAILWAY COMPANY

300. INCOME ACCOUNT FOR THE YEAR—Concluded

Line No.	Item (a)	Amount for current year (b)			Amount for preceding year (c)			Offsetting debits and credits for current year (d)		
		\$	xx	xx	\$	xx	xx	\$	xx	xx
61	FIXED CHARGES		xx	xx		xx	xx		xx	xx
52	(542) Rent for leased roads and equipment (p. 321).....		39	484		1	498			
53	(546) Interest on funded debt:		xx	xx		xx	xx		xx	xx
54	(a) Fixed interest not in default.....		233	823		297	193			
55	(b) Interest in default.....									
56	(547) Interest on unfunded debt.....									
57	(548) Amortization of discount on funded debt.....		3	147		3	147			
58	Total fixed charges.....		276	454		301	838			
59	Income after fixed charges (lines 50, 58).....		2	910		3	976		847	
60	OTHER DEDUCTIONS		xx	xx		xx	xx		xx	xx
61	(546) Interest on funded debt:		xx	xx		xx	xx		xx	xx
62	(c) Contingent interest.....									
63	Ordinary income (lines 59, 62).....		2	910		3	976		847	
64	EXTRAORDINARY AND PRIOR PERIOD ITEMS		xx	xx		xx	xx		xx	xx
65	(570) Extraordinary items — Net Credit (Debit)(p. 323).....					1	785		564	
66	(580) Prior period items — Net Credit (Debit)(p. 323).....									
67	(590) Federal income taxes on extraordinary and prior period items— Debit (Credit)(p. 323).....						515		000	
68	Total extraordinary and prior period items — Credit (Debit).....					1	270		564	
69	Net income transferred to Retained Income-Unappropriated (lines 63, 68).....		2	910		5	247		411	

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

NOTES AND REMARKS

LOUISIANA & ARKANSAS RAILWAY COMPANY

305. RETAINED INCOME--UNAPPROPRIATED

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

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

Line No.	Item (a)	Amount (b)			Remarks (c)
	CREDITS				
1	(602) Credit balance transferred from Income (p. 301A) -----	\$ 2	910	486	
2	(606) Other credits to retained income -----	---	---	---	Net of Federal income taxes ----- \$ <u>None</u>
3	(622) Appropriations released -----				
4	Total -----	2	910	486	
	DEBITS				
5	(612) Debit balance transferred from Income (p. 301A) -----	---	---	---	
6	(616) Other debits to retained income -----	---	---	---	Net of Federal income taxes ----- \$ <u>None</u>
7	(620) Appropriations for sinking and other reserve funds -----	---	---	---	
8	(621) Appropriations for other purposes -----	---	---	---	
9	(623) Dividends (p. 302) -----	8	300	000	
10	Total -----	8	300	000	
11	Net increase during year* -----	(5	389	514)	
12	Balance at beginning of year (p. 201)* -----	65	591	878	
13	Balance at end of year (carried to p. 201)* -----	60	202	364	

* Amount in parentheses indicates debit balance.

Note.—See p. 323, schedule 396, for analysis of Retained Income accounts.

308. DIVIDEND APPROPRIATIONS

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

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

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

Line No.	Name of security on which dividend was declared (a)	Rate percent (par value stock) or rate per share (nonpar stock)		Total par value of stock or total number of shares of nonpar stock on which dividend was declared (d)	Dividends (account 623) (e)	DATES	
		Regular (b)	Extra (c)			Declared (f)	Payable (g)
41	Preferred Stock	1½%		\$ 2 000 000	\$ 30 000	6-9-70	4-1-71
42	" "	1½%		2 000 000	30 000	6-8-71	7-1-71
43	" "	1½%		2 000 000	30 000	6-8-71	10-1-71
44	" "	1½%		2 000 000	30 000	6-8-71	12-17-71
45	Prior Preferred Stock	1½%		3 000 000	45 000	6-9-70	4-1-71
46	" " "	1½%		3 000 000	45 000	6-8-71	7-7-71
47	" " "	1½%		3 000 000	45 000	6-8-71	10-1-71
48	" " "	1½%		3 000 000	45 000	6-8-71	1-1-72
49	Common Stock			160,000 shares	4 000 000	6-8-71	6-15-71
50	" "			160,000 shares	4 000 000	10-22-71	11-1-71
51							
52							
53							
				TOTAL	8 300 000		

101. IDENTITY OF RESPONDENT

Answers to the questions asked should be made in full, without reference to data returned on the corresponding page of previous reports. In case any changes of the nature referred to under inquiry 4 or 5 on this page have taken place during the year covered by this report, they should be explained in detail on page 530.

1. Give in full the exact name of the respondent. Use the words "The" and "Company" only when they are parts of the corporate name. Be careful to distinguish between railroad and railway. The corporate name should be given uniformly throughout the report, notably on the cover, on the title page, and in the "Verification" (p. 533). If the report is made by receivers, trustees, a committee of bondholders, or individuals otherwise in possession of the property, state names and facts with precision.

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

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

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

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

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

1. Exact name of common carrier making this report

The Arkansas Western Railway Company

2. Date of incorporation May 13, 1904

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

Laws of Arkansas as shown in Chapter 133 Kirbys Digest of Arkansas Statutes

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

No change during year

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

No change during year

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

7. Class of switching and terminal company
[See section No. 7 on inside of front cover]

Class II Railroad

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

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

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

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

102. DIRECTORS

Line No.	Name of director (a)	Office address (b)	Date of beginning of term (c)	Date of expiration of term (d)	Number of voting shares actually or beneficially owned (e)	Remarks (f)
1	W. N. Deramus III	Kansas City, Missouri	5-18-71	5-16-72	1	
2	R. J. Blair	Kansas City, Missouri	"	"	1	
3	L. O. Frith	Kansas City, Missouri	"	"	1	
4	T. A. Giltner	Kansas City, Missouri	"	"	1	
5	G. E. Kellogg	Kansas City, Missouri	"	"	1	
6	C. C. Davis	Fort Smith, Arkansas	"	"	1	
7	Frank Dyke	Fort Smith, Arkansas	"	"	1	
8	C. B. Marrs	Fort Smith, Arkansas	"	"	1	
9	W. A. McKeown	Waldron, Arkansas	"	"	1	
10						
11						
12						
13						
14						
15						
16						
17						
18						
19						
20						

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

Chairman of board Secretary (or clerk) of board

22. Name the members of the executive committee of the Board of Directors of the respondent at the close of the year (naming first the chairman), and state briefly the powers and duties of that committee:

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

Line No.	Title of general officer (a)	Department or departments over which jurisdiction is exercised (b)	Name of person holding office at close of year (c)	Number of voting shares actually or beneficially owned (d)	Office address (e)
GENERAL OFFICERS OF CORPORATION					
31	President		W. N. Deramus III	1	Kansas City, Missouri
32	Vice President		L. O. Frith	1	Kansas City, Missouri
33	Secretary		G. E. Kellogg	1	Kansas City, Missouri
34	Treasurer		P. H. Hardin		Fort Smith, Arkansas
35	Auditor		T. A. Giltner	1	Kansas City, Missouri
36	General Counsel		R. E. Zimmerman		Kansas City, Missouri
37	Vice President		M. F. McClain		Kansas City, Missouri
38					
39					
40					
41					
42					
43					
44					
45					
46					
47					
48					
49					
50					
51					
52					
53					
54					

108. CORPORATE CONTROL OVER RESPONDENT *

1. Did any corporation or corporations, transportation or other, hold control over the respondent at the close of the year? Yes

If control was so held, state: (a) The form of control, whether sole or joint Sole

(b) The name of the controlling corporation or corporations The Kansas City Southern Railway Company

(c) The manner in which control was established Stock Ownership

(d) The extent of control 100%

(e) Whether control was direct or indirect Direct

(f) The name of the intermediary through which control, if indirect, was established None

2. Did any individual, association, or corporation hold control, as trustee, over the respondent at the close of the year? No

If control was so held, state: (a) The name of the trustee

(b) The name of the beneficiary or beneficiaries for whom the trust was maintained None

(c) The purpose of the trust None

108A. STOCKHOLDERS REPORTS

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

Check appropriate box:

☐ Two copies are attached to this report.

☐ Two copies will be submitted _____ (date)

☒ No annual report to stockholders is prepared.

The Arkansas Western Railway Company is a wholly owned subsidiary of The Kansas City Southern Railway Company and its annual report is included with parent company in report to Stockholders.

109. VOTING POWERS AND ELECTIONS

1. State the par value of each share of stock: Common, \$ 100 per share; first preferred, \$..... per share; second preferred, \$..... per share; debenture stock, \$..... per share.
2. State whether or not each share of stock has the right to one vote; if not, give full particulars in a footnote It has
3. Are voting rights proportional to holdings? Yes If not, state in a footnote the relation between holdings and corresponding voting rights.
4. Are voting rights attached to any securities other than stock? No If so, name in a footnote each security, other than stock, to which voting rights are attached (as of the close of the year), and state in detail the relation between holdings and corresponding voting rights, stating whether voting rights are actual or contingent, and if contingent showing the contingency.
5. Has any class or issue of securities any special privileges in the election of directors, trustees, or managers, or in the determination of corporate action by any method? No If so, describe fully in a footnote each such class or issue and give a succinct statement showing clearly the character and extent of such privileges.
6. Give the date of the latest closing of the stock book prior to the actual filing of this report, and state the purpose of such closing Not closed during year
7. State the total voting power of all security holders of the respondent at the date of such closing, if within one year of the date of such filing; if not, state as of the close of the year. 6,500 votes, as of December 31, 1971 (Date)
8. State the total number of stockholders of record, as of the date shown in answer to inquiry No. 7. One stockholders.
9. Give the names of the thirty security holders of the respondent who, at the date of the latest closing of the stock book or compilation of list of stockholders of the respondent (if within 1 year prior to the actual filing of this report), had the highest voting powers in the respondent, showing for each his address, the number of votes which he would have had a right to cast on that date had a meeting then been in order, and the classification of the number of votes to which he was entitled, with respect to securities held by him, such securities being classified as common stock, second preferred stock, first preferred stock, and other securities, stating in a footnote the names of such other securities (if any). If any such holder held in trust, give (in a footnote) the particulars of the trust. In the case of voting trust agreements give, as supplemental information on page 202, the names and addresses of the thirty largest holders of the voting trust certificates and the amount of their individual holdings. If the stock book was not closed or the list of stockholders compiled within such year, show such thirty security holders as of the close of the year.

Line No.	Name of security holder	Address of security holder	Number of votes to which security holder was entitled	NUMBER OF VOTES, CLASSIFIED WITH RESPECT TO SECURITIES ON WHICH BASED				
				Common	STOCKS		Other securities with voting power	
					Second	First		
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	
1	The Kansas City Southern							
2	Railway Company	Kansas City, Missouri	6,500	6,500				
3								
4								
5								
6								
7								
8								
9								
10								
11								
12								
13								
14								
15								
16								
17								
18								
19								
20								
21								
22								
23								
24								
25								
26								
27								
28								
29								
30								

10. State the total number of votes cast at the latest general meeting for the election of directors of the respondent. 6,500 votes cast.
11. Give the date of such meeting May 18, 1971
12. Give the place of such meeting Waldron, Arkansas

200A. COMPARATIVE GENERAL BALANCE SHEET--ASSETS

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

ing requirements followed in column (c). The entries in the short column (b₁) should be deducted from those in column (b₁) 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)	Account or Item (b)	Balance at close of year (c)
		CURRENT ASSETS	
1	\$ 3 196	(701) Cash	\$ 12 677
2	240 000	(702) Temporary cash investments	240 000
3		(703) Special deposits	
4		(704) Loans and notes receivable	
5		(705) Traffic and car-service balances—Debit	
6	579	(706) Net balance receivable from agents and conductors	589
7	20	(707) Miscellaneous accounts receivable	
8	74	(708) Interest and dividends receivable	538
9	4 657	(709) Accrued accounts receivable	1 948
10		(710) Working fund advances	
11		(711) Prepayments	
12		(712) Material and supplies	
13	432	(713) Other current assets	755
14	248 958	Total current assets	256 507
		SPECIAL FUNDS	
		(b ₁) Total book assets at close of year	(b ₂) Respondent's own losses included in (b ₁)
15		(715) Sinking funds	
16		(716) Capital and other reserve funds	
17		(717) Insurance and other funds	
18		Total special funds	
		INVESTMENTS	
19		(721) Investments in affiliated companies (pp. 10 and 11)	
20		(722) Other investments (pp. 10 and 11)	
21		(723) Reserve for adjustment of investment in securities—Credit	
22		Total investments (accounts 721, 722 and 723)	
		PROPERTIES	
23	462 228	(731) Road and equipment property (p. 7)	464 694
24	x x x x x x	Road	\$ 446 751
25	x x x x x x	Equipment	x x x x x x
26	x x x x x x	General expenditures	x x x x x x
27	x x x x x x	Other elements of investment	x x x x x x
28	x x x x x x	Construction work in progress	x x x x x x
29		(732) Improvements on leased property (p. 7)	
30	x x x x x x	Road	\$
31	x x x x x x	Equipment	x x x x x x
32	x x x x x x	General expenditures	x x x x x x
33	462 228	Total transportation property (accounts 731 and 732)	464 694
34	(48 296)	(735) Accrued depreciation—Road and Equipment (pp. 15 and 16)	(49 641)
35		(736) Amortization of defense projects—Road and Equipment (p. 18)	
36	(48 296)	Recorded depreciation and amortization (accounts 735 and 736)	(49 641)
37	413 932	Total transportation property less recorded depreciation and amortization (line 33 less line 36)	415 053
38	70	(737) Miscellaneous physical property	70
39		(738) Accrued depreciation—Miscellaneous physical property (p. 19)	
40	70	Miscellaneous physical property less recorded depreciation (account 737 less 738)	70
41	414 002	Total properties less recorded depreciation and amortization (line 37 plus line 40)	415 123
		OTHER ASSETS AND DEFERRED CHARGES	
42		(741) Other assets	
43		(742) Unamortized discount on long-term debt	
44	833	(743) Other deferred charges (p. 20)	1 013
45	833	Total other assets and deferred charges	1 013
46	663 793	TOTAL ASSETS	672 643

NOTE.—See page 5A for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

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

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

ing requirements followed in column (c). The entries in short column (b₁) should reflect total book liability at the close of year. The entries in the short column (b₂) should be deducted from those in column (b₁) 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)	Account or item (b)	Balance at close of year (c)
		CURRENT LIABILITIES	
47		(751) Loans and notes payable (p. 20).....	
48	779	(752) Traffic and car-service balances—Credit.....	1 454
49	(1 336)	(753) Audited accounts and wages payable.....	9 238
50		(754) Miscellaneous accounts payable.....	
51		(755) Interest matured unpaid.....	
52		(756) Dividends matured unpaid.....	
53		(757) Unmatured interest accrued.....	
54		(758) Unmatured dividends declared.....	
55		(759) Accrued accounts payable.....	1 575
56	4 241	(760) Federal income taxes accrued.....	4 186
57	(6 394)	(761) Other taxes accrued.....	(10 009)
58	(2 710)	(763) Other current liabilities.....	6 444
59		Total current liabilities (exclusive of long-term debt due within one year).....	
		LONG-TERM DEBT DUE WITHIN ONE YEAR	
60		(764) Equipment obligations and other debt (pp. 5B and 8).....	
		LONG-TERM DEBT DUE AFTER ONE YEAR	
61	1 075 000	(765) Funded debt unmatured (p. 5B).....	1 075 000
62		(766) Equipment obligations (p. 8).....	
63		(767) Receivers' and Trustees' securities (p. 5B).....	
64	4 251 789	(768) Debt in default (p. 20).....	4 251 789
65	5 326 789	(769) Amounts payable to affiliated companies (p. 8).....	5 326 789
66		Total long-term debt due after one year.....	
		RESERVES	
67		(771) Pension and welfare reserves.....	
68		(772) Insurance reserves.....	
69		(774) Casualty and other reserves.....	
70		Total reserves.....	
		OTHER LIABILITIES AND DEFERRED CREDITS	
71		(781) Interest in default.....	10 513
72	12 516	(782) Other liabilities.....	812
73		(783) Unamortized premium on long-term debt.....	
74	812	(784) Other deferred credits (p. 20).....	11 325
75	13 328	(785) Accrued depreciation—Leased property (p. 17).....	
76		Total other liabilities and deferred credits.....	
		SHAREHOLDERS' EQUITY	
		Capital stock (Par or stated value)	
77	650 000	(791) Capital stock issued—Total.....	650 000
78	650 000	Common stock (p. 5B).....	650 000
79		Preferred stock (p. 5B).....	
80		(792) Stock liability for conversion.....	
81		(793) Discount on capital stock.....	650 000
82	650 000	Total capital stock.....	
		Capital Surplus	
83		(794) Premiums and assessments on capital stock (p. 19).....	
84		(795) Paid-in surplus (p. 19).....	
85		(796) Other capital surplus (p. 19).....	
86		Total capital surplus.....	
		Retained Income	
87		(797) Retained income—Appropriated (p. 19).....	5 321 915
88	(5 323 614)	(798) Retained income—Unappropriated (p. 22).....	5 321 915
89	(5 323 614)	Total retained income.....	4 671 915
90	(4 673 614)	Total shareholders' equity.....	672 643
91	663 793	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	

NOTE.—See page 5A for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

1302. DEPRECIATION BASE AND RATES—ROAD AND EQUIPMENT OWNED AND USED AND LEASED FROM OTHERS

1. Show in columns (b) and (e), for each primary account, the depreciation base used in computing the depreciation charges for the month of January and in columns (c) and (f) show the depreciation base used in computing the depreciation charges for the month of December; in columns (d) and (g) show the composite rates used in computing the depreciation charges for the month of December, and on lines 30 and 39 of these columns show the composite percentage for all road and equipment accounts, respectively, ascertained by applying the primary account composite rates to the depreciation base used in computing the charges for December and dividing the total so computed by the total depreciation base for the same month. The depreciation base should not include the cost of equipment, used but not owned, when the rents therefor are included in the rent for equipment accounts Nos. 536 to 540, inclusive. It should include the cost of equipment owned and leased to others when the rents therefrom are included in the rent for equipment accounts Nos. 505 to 507, inclusive. The composite rates used should be those prescribed or otherwise authorized by the Commission, except that where the use of component rates has been authorized, the com-

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

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

3. Show in columns (e), (f), and (g), data applicable to property, used but not owned, when the rent therefor is included in account No. 542. Report data applicable to improvements to such property, the cost of which is included in account 732, in columns (b), (c) and (d).

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

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

Line No.	Account (a)	OWNED AND USED			LEASED FROM OTHERS				
		DEPRECIATION BASE		Annual composite rate (percent) (d)	DEPRECIATION BASE		Annual composite rate (percent) (g)		
		At beginning of year (b)	At close of year (c)		At beginning of year (e)	At close of year (f)			
		\$	\$	%	\$	\$	%		%
1	ROAD								
2	(1) Engineering	15 783	15 764	60					
3	(2½) Other right-of-way expenditures								
4	(3) Grading	67 291	67 400	12					
5	(5) Tunnels and subways								
6	(6) Bridges, trestles, and culverts	45 921	46 820	3 10					
7	(7) Elevated structures								
8	(13) Fences, snowsheds, and signs	7 815	7 815	4 55					
9	(16) Station and office buildings	6 733	6 733	2 05					
10	(17) Roadway buildings	1 393	1 393	2 80					
11	(18) Water stations								
12	(19) Fuel stations								
13	(20) Shops and enginehouses								
14	(21) Grain elevators								
15	(22) Storage warehouses								
16	(23) Wharves and docks								
17	(24) Coal and ore wharves								
18	(25) TOFC/COFC terminals								
19	(26) Communication systems								
20	(27) Signals and interlockers								
21	(29) Power plants								
22	(31) Power-transmission systems								
23	(35) Miscellaneous structures								
24	(37) Roadway machines	48	48	9 60					
25	(39) Public improvements—Construction	1 829	1 829	3 38					
26	(44) Shop machinery								
27	(45) Power-plant machinery								
28	All other road accounts								
29	Amortization (other than defense projects)								
30	Total road	146 873	147 802	1 21					
31	EQUIPMENT								
32	(52) Locomotives								
33	(53) Freight-train cars								
34	(54) Passenger-train cars								
35	(55) Highway revenue equipment								
36	(56) Floating equipment								
37	(57) Work equipment								
38	(58) Miscellaneous equipment								
39	Total equipment								
40	GRAND TOTAL	146 873	147 802	xx xx				xx xx	

1501. DEPRECIATION RESERVE—ROAD AND EQUIPMENT OWNED AND USED

1. Give the particulars called for hereunder with respect to credits and debits to account No. 735, "Accrued depreciation—Road and Equipment," during the year relating to road and equipment owned and used. This schedule should not include any entries for depreciation of equipment, used but not owned, when the rents therefor are included in the rent for equipment accounts Nos. 536 to 540, inclusive. It should include entries for depreciation of equipment owned but not used when the rents therefrom are included in the rent for equipment accounts Nos. 503 to 507, inclusive. (See schedule 1502 for the reserve relating to road and equipment owned but not used by the respondent.) If any

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

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

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

Line No.	Account (a)	Balance at beginning of year (b)		CREDITS TO RESERVE DURING THE YEAR		DEBITS TO RESERVE DURING THE YEAR		Balance at close of year (g)	
				Charges to operating expenses (c)	Other credits (d)	Retirements (e)	Other debits (f)		
1	ROAD								
2	(1) Engineering	(	181)	95		26		(	112)
3	(2) Other right-of-way expenditures		17						17
4	(3) Grading	(	18 591)	80				(	18 511)
5	(5) Tunnels and subways								
6	(6) Bridges, trestles, and culverts	30	354	1 439		419		31	374
7	(7) Elevated structures								
8	(13) Fences, snowsheds, and signs	7	815					7	815
9	(16) Station and office buildings	3	377	138				3	515
10	(17) Roadway buildings	1	355	38				1	393
11	(18) Water stations								
12	(19) Fuel stations								
13	(20) Shops and enginehouses								
14	(21) Grain elevators								
15	(22) Storage warehouses								
16	(23) Wharves and docks								
17	(24) Coal and ore wharves								
18	(25) TOFC/COFC terminals								
19	(26) Communication systems	(	1 417)					(	1 417)
20	(27) Signals and interlockers								
21	(29) Power plants								
22	(31) Power-transmission systems								
23	(35) Miscellaneous structures								
24	(37) Roadway machines		211	*					211
25	(39) Public improvements—Construction	1	813	*				1	813
26	(44) Shop machinery*								
27	(45) Power-plant machinery*								
28	All other road accounts								
29	Amortization (other than defense projects)	23	543					23	543
30	Total road	48	296	1 790		445		49	641
31	EQUIPMENT								
32	(52) Locomotives								
33	(53) Freight-train cars								
34	(54) Passenger-train cars								
35	(55) Highway revenue equipment								
36	(56) Floating equipment								
37	(57) Work equipment								
38	(58) Miscellaneous equipment								
39	Total equipment								
40	GRAND TOTAL	48	296	1 790		445		49	641

*Chargeable to account 2221.

*Ceased accruing depreciation per letter of Mr. M. Paolo, Director, I.C.C. dated April 30, 1970
File ACV-MEB.

1891. INCOME ACCOUNT FOR THE YEAR

1. Give the Income Account of the respondent for the year in accordance with the rules prescribed in the Uniform System of Accounts for Railroad Companies. All contra entries hereunder should be indicated in parentheses.

2. Any unusual accruals involving substantial amounts included in columns (b) and (d) on lines 9 to 63, inclusive, should be fully explained in a footnote.

3. Give the particulars called for on lines 71 to 92, inclusive, with respect to net accruals of taxes on railway property and U.S. Government taxes. Substantial adjustments included in the amounts reported should be explained.

4. On page 21A show an analysis and distribution of Federal income taxes.

Line No.	Item (a)	Amount applicable to the year (b)			Line No.	Item (c)	Amount applicable to the year (d)		
1	ORDINARY ITEMS	x x	x x	x x	51	FIXED CHARGES	x x	x x	x x
2	RAILWAY OPERATING INCOME	x x	x x	x x	52	(542) Rent for leased roads and equipment (p. 27)			
3	(501) Railway operating revenues (p. 23)		177	040	53	(546) Interest on funded debt:	x x	x x	x x
4	(531) Railway operating expenses (p. 24)		141	570	54	(a) Fixed interest not in default			
5	Net revenue from railway operations		35	470	55	(b) Interest in default			
6	(532) Railway tax accruals		15	472	56	(547) Interest on unfunded debt			
7	Railway operating income		19	998	57	(548) Amortization of discount on funded debt			
8	RENT INCOME	x x	x	x x	58	Total fixed charges		1	699
9	(503) Hire of freight cars and highway revenue freight equipment—Credit balance				59	Income after fixed charges (lines 50, 58)			
10	(504) Rent from locomotives				60	OTHER DEDUCTIONS	x x	x x	x x
11	(506) Rent from passenger-train cars				61	(546) Interest on funded debt:	x x	x x	x x
12	(506) Rent from floating equipment				62	(c) Contingent interest			
13	(507) Rent from work equipment				63	Ordinary income (lines 59, 62)		1	699
14	(508) Joint facility rent income								
15	Total rent income				64	EXTRAORDINARY AND PRIOR PERIOD ITEMS	xxx	xx	xx
16	RENTS PAYABLE	x x	x x	x x	65	(570) Extraordinary items - Net Cr. (Dr.) (p. 21B)			
17	(536) Hire of freight cars and highway revenue freight equipment—Debit balance		31	192	66	(580) Prior period items - Net Cr. (Dr.) (p. 21B)			
18	(537) Rent for locomotives		1	163	67	(590) Federal income taxes on extraordinary and prior period items - Debit (Credit) (p. 21B)			
19	(538) Rent for passenger-train cars				68	Total extraordinary and prior period items - Cr. (Dr.)			
20	(539) Rent for floating equipment				69	Net income transferred to Retained Income			1 699
21	(540) Rent for work equipment					Unappropriated			
22	(541) Joint facility rents								
23	Total rents payable		32	355	70	ANALYSIS OF ACCOUNT 512, RAILWAY TAX ACCRUALS	x x	x x	x x
24	Net rents (lines 15, 23)		32	355	71	United States Government taxes:	x x	x x	x x
25	Net railway operating income (lines 7, 24)	(	12	357)	72	Income taxes			1 575
26	OTHER INCOME	x x	x x	x x	73	Old age retirement			6 639
27	(502) Revenue from miscellaneous operations (p. 24)				74	Unemployment insurance			2 012
28	(506) Income from lease of road and equipment (p. 27)				75	All other United States taxes			10 226
29	(510) Miscellaneous rent income (p. 25)		1	778	76	Total—U.S. Government taxes			
30	(511) Income from nonoperating property (p. 26)				77	Other than U.S. Government taxes:	x x	x x	x x
31	(512) Separately operated properties—Profit				78	Arkansas			2 663
32	(513) Dividend income		12	334	79	Oklahoma			2 583
33	(514) Interest income				80				
34	(516) Income from sinking and other reserve funds				81				
35	(517) Release of premiums on funded debt				82				
36	(518) Contributions from other companies (p. 27)				83				
37	(519) Miscellaneous income (p. 25)				84				
38	Total other income		14	112	85				
39	Total income (lines 25, 38)		1	755	86				
40	MISCELLANEOUS DEDUCTIONS FROM INCOME	x x	x x	x x	87				
41	(534) Expenses of miscellaneous operations (p. 24)				88				
42	(535) Taxes on miscellaneous operating property (p. 24)				89				
43	(543) Miscellaneous rents (p. 25)				90				
44	(544) Miscellaneous tax accruals			11	91	Total—Other than U.S. Government taxes			5 246
45	(545) Separately operated properties—Loss				92	Grand Total—Railway tax accruals (account 532)			15 472
46	(549) Maintenance of investment organization								
47	(550) Income transferred to other companies (p. 27)								
48	(551) Miscellaneous income charges (p. 25)			45					
49	Total miscellaneous deductions			56					
50	Income available for fixed charges (lines 39, 49)			1 699					

*Enter name of State.

NOTE.—See page 21B for explanatory notes, which are an integral part of the Income Account for the Year.

1901. RETAINED INCOME—UNAPPROPRIATED

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

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

3. Indicate under "Remarks" the amount of assigned Federal income tax consequences, accounts 606 and 616.

Line No.	Item (a)	Amount (b)		Remarks (c)
	CREDITS	\$	1 699	
1	(602) Credit balance transferred from Income (p. 21)-----			Net of Federal income taxes \$ <u>None</u>
2	(606) Other credits to retained income†-----			
3	(622) Appropriations released-----		1 699	
4	Total-----			
	DEBITS			
5	(612) Debit balance transferred from Income (p. 21)-----			Net of Federal income taxes \$ <u>None</u>
6	(616) Other debits to retained income†-----			
7	(620) Appropriations for sinking and other reserve funds-----			
8	(621) Appropriations for other purposes-----			
9	(623) Dividends (p. 23)-----			
10	Total-----			
11	Net increase during year*-----		1 699	
12	Balance at beginning of year (p. 5)*-----	(	5 323 614	
13	Balance at end of year (carried to p. 5)*-----	(	5 321 915	

* Amount in parentheses indicates debit balance.

† Show principal items in detail.

1901. RETAINED INCOME--UNAPPROPRIATED

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

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

Line No.	Item (a)	Amount (b)			Remarks (c)
	CREDITS	\$			
1	(602) Credit balance transferred from income (p. 21)-----		1	699	
2	(606) Other credits to retained income†-----				Net of Federal income taxes \$ <u>None</u>
3	(622) Appropriations released-----				
4	Total-----		1	699	
	DEBITS				
5	(512) Debit balance transferred from income (p. 21)-----				
6	(616) Other debits to retained income†-----				Net of Federal income taxes \$ <u>None</u>
7	(620) Appropriations for sinking and other reserve funds-----				
8	(621) Appropriations for other purposes-----				
9	(623) Dividends (p. 23)-----				
10	Total-----				
11	Net increase during year*-----		1	699	
12	Balance at beginning of year (p. 5)*-----	(	5	323 614)	
13	Balance at end of year (carried to p. 5)*-----	(	5	321 915)	

*Amount in parentheses indicates debit balance.

†Show principal items in detail.

670. FUNDED DEBT UNMATURED

Give particulars of the various issues of securities in accounts Nos. 764, "Equipment obligations and other debt due within one year" (excluding equipment obligations), and 765, "Funded debt unmatured," at close of the year. Funded debt, as here used, comprises all obligations maturing later than one year after date of issue in accordance with the instructions in the Uniform System of Accounts for Railroad Companies. Show

each issue separately, and make all necessary explanations in footnotes. For the purposes of this report, securities are considered to be *actually issued* when sold to a bona fide purchaser for a valuable consideration, and such purchaser holds free from control by the respondent. All securities actually issued and not reacquired by or for the respondent are considered to be *actually outstanding*. It should be noted that section 20a of

the Interstate Commerce Act makes it unlawful for a carrier to issue or assume any securities, unless and until, and then only to the extent that, the Commission by order authorizes such issue or assumption. Entries in columns (k) and (l) should include interest accrued on funded debt reacquired, matured during the year, even though no portion of the issue is outstanding at the close of the year.

Line No.	Name and character of obligation (a)	Nominal date of issue (b)	Date of maturity (c)	INTEREST PROVISIONS		Total amount nominally and actually issued (f)	Nominally issued and held by or for respondent (Identify pledged securities by symbol "P") (g)	Total amount actually issued (h)	Reacquired and held by or for respondent (Identify pledged securities by symbol "P") (i)	Actually outstanding at close of year (j)	INTEREST DURING YEAR	
				Rate percent per annum (d)	Dates due (e)						Accrued (k)	Actually paid (l)
1	First Mortgage Bonds	6-1	10-1		6-1 and							
2	Original Issue	1904	1975	6	12-1	650 000		650 000		650 000		
3	Additional Issue	6-1-29	1975	6	6-1, 12-1	425 000		425 000		425 000		
4	TOTAL					1 075 000		1 075 000		1 075 000	None	None

5 Funded debt canceled: Nominally issued, \$ None Actually issued, \$ None
 6 Purpose for which issue was authorized† Purchase and/or construction of railway property

690. CAPITAL STOCK

Give the particulars called for concerning the several classes and issues of capital stocks of the respondent outstanding at the close of the year, and make all necessary explanations in footnotes. For definition of securities *actually issued* and *actually outstanding* see instructions for schedule 670. It should be noted that section 20a of the Interstate Commerce Act makes it unlawful for a carrier to issue or assume any securities, unless and until, and then only to the extent that, the Commission by order authorizes such issue or assumption.

Line No.	Class of stock (a)	Date issue was authorized † (b)	Par value per share (c)		Authorized † (d)		Authenticated (e)		PAR VALUE OF PAR VALUE OR SHARES OF NONPAR STOCK						ACTUALLY OUTSTANDING AT CLOSE OF YEAR							
									Nominally issued and held by or for respondent (Identify pledged securities by symbol "P") (f)		Total amount actually issued (g)		Reacquired and held by or for respondent (Identify pledged securities by symbol "P") (h)		Par value of par-value stock (i)		SHARES WITHOUT PAR VALUE					
																	Number (j)		Book value (k)			
11	Common	5-11-04	\$	100	\$	3 000 000	\$	650 000	\$	None		\$	650 000	\$	None		\$	650 000				
12																						
13																						
14																						

15 Par value of par value or book value of nonpar stock canceled: Nominally issued, \$ None Actually issued, \$ None
 16 Amount of receipts outstanding at the close of the year for installments received on subscriptions for stocks None
 17 Purpose for which issue was authorized† Purchase of The Arkansas Western Railroad Company
 18 The total number of stockholders at the close of the year was Ten

695. RECEIVERS' AND TRUSTEES' SECURITIES

Give particulars of evidences of indebtedness issued and payment of equipment obligations assumed by receivers and trustees under orders of a court as provided for in account No. 767, "Receivers' and trustees' securities." For definition of securities *actually issued*, and *actually outstanding*, see instructions for schedule 670.

Line No.	Name and character of obligation (a)	Nominal date of issue (b)	Date of maturity (c)	INTEREST PROVISIONS		Total par value authorized† (f)	TOTAL PAR VALUE HELD BY OR FOR RESPONDENT AT CLOSE OF YEAR		Total par value actually outstanding at close of year (i)	INTEREST DURING YEAR	
				Rate percent per annum (d)	Dates due (e)		Nominally issued (g)	Nominally outstanding (h)		Accrued (j)	Actually paid (k)
21											
22											
23	NONE										
24											
25											
26	TOTAL										

† By the State Board of Railroad Commissioners, or other public authority, if any, having control over the issue of securities; if no public authority has such control, state the purpose and amounts as authorized by the board of directors and approved by stockholders.

101. IDENTITY OF RESPONDENT

Answers to the questions asked should be made in full, without reference to data returned on the corresponding page of previous reports. In case any changes of the nature referred to under inquiry 4 or 5 on this page have taken place during the year covered by this report, they should be explained in detail on page 530.

1. Give in full the exact name of the respondent. Use the words "The" and "Company" only when they are parts of the corporate name. Be careful to distinguish between railroad and railway. The corporate name should be given uniformly throughout the report, notably on the cover, on the title page, and in the "Verification" (p. 533). If the report is made by receivers, trustees, a committee of bondholders, or individuals otherwise in possession of the property, state names and facts with precision.

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

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

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

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

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

1. Exact name of common carrier making this report

Fort Smith and Van Buren Railway Company

2. Date of incorporation April 9, 1910

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

State of Arkansas Chapter 137 Popes Digest - Statutes of Arkansas 1937 CC 111 Arkansas 1899

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

No change during year

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

No change during year

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

7. Class of switching and terminal company
[See section No. 7 on inside of front cover]

Class II Railroad

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

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

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

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

102. DIRECTORS

Line No.	Name of director (a)	Office address (b)	Date of beginning of term (c)	Date of expiration of term (d)	Number of voting shares actually or beneficially owned (e)	Remarks (f)
1	W. N. Deramus III	Kansas City, Missouri	5-23-71	5-22-72	1	
2	R. J. Blair	Kansas City, Missouri	"	"	1	
3	L. O. Frith	Kansas City, Missouri	"	"	1	
4	T. A. Giltner	Kansas City, Missouri	"	"	1	
5	G. E. Kellogg	Kansas City, Missouri	"	"	1	
6	M. F. McClain	Kansas City, Missouri	"	"	1	
7	V. C. Pragman	Kansas City, Missouri	"	"	1	
8	Walter Ayers	Fort Smith, Arkansas	"	"	1	
9	A. Dunklin	Fort Smith, Arkansas	"	"	1	
10	McLoud Sicard	Fort Smith, Arkansas	"	"	1	
11	Ed Warmack	Fort Smith, Arkansas	"	"	1	
12	C. Wenderoth, Jr.	Fort Smith, Arkansas	"	"	1	
13						
14						
15						
16						
17						
18						
19						
20						

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

Chairman of board _____

Secretary (or clerk) of board _____

22. Name the members of the executive committee of the Board of Directors of the respondent at the close of the year (naming first the chairman), and state briefly the powers and duties of that committee:

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

Line No.	Title of general officer (a)	Department or departments over which jurisdiction is exercised (b)	Name of person holding office at close of year (c)	Number of voting shares actually or beneficially owned (d)	Office address (e)
GENERAL OFFICERS OF CORPORATION					
31	President		W. N. Deramus III	1	Kansas City, Missouri
32	Vice President		L. O. Frith	1	Kansas City, Missouri
33	Secretary		G. E. Kellogg	1	Kansas City, Missouri
34	Treasurer		P. H. Hardin		Fort Smith, Arkansas
35	General Counsel		R. E. Zimmerman		Kansas City, Missouri
36	Auditor		T. A. Giltner	1	Kansas City, Missouri
37	Vice President		M. F. McClain	1	Kansas City, Missouri
38					
39					
40					
41					
42					
43					
44					
45					
46					
47					
48					
49					
50					
51					
52					
53					
54					

108. CORPORATE CONTROL OVER RESPONDENT *

1. Did any corporation or corporations, transportation or other, hold control over the respondent at the close of the year? Yes

If control was so held, state: (a) The form of control, whether sole or joint Sole

(b) The name of the controlling corporation or corporations

The Kansas City Southern Railway Company

(c) The manner in which control was established

Stock Ownership

(d) The extent of control 100%

(e) Whether control was direct or indirect

Direct

(f) The name of the intermediary through which control, if indirect, was established

None

2. Did any individual, association, or corporation hold control, as trustee, over the respondent at the close of the year? No

If control was so held, state: (a) The name of the trustee

(b) The name of the beneficiary or beneficiaries for whom the trust was maintained

None

(c) The purpose of the trust

None

108A. STOCKHOLDERS REPORTS

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

Check appropriate box:

☐ Two copies are attached to this report.

☐ Two copies will be submitted _____ (date)

☒ No annual report to stockholders is prepared.

Fort Smith and Van Buren Railway Company is a wholly owned subsidiary of The Kansas City Southern Railway Company and its annual report is included with parent company in report to stockholders.

109. VOTING POWERS AND ELECTIONS

1. State the par value of each share of stock: Common, \$100 per share; first preferred, \$ per share; second preferred, \$ per share; debenture stock, \$ per share.
2. State whether or not each share of stock has the right to one vote; if not, give full particulars in a footnote It has
3. Are voting rights proportional to holdings? Yes If not, state in a footnote the relation between holdings and corresponding voting rights.
4. Are voting rights attached to any securities other than stock? No If so, name in a footnote each security, other than stock, to which voting rights are attached (as of the close of the year), and state in detail the relation between holdings and corresponding voting rights, stating whether voting rights are actual or contingent, and if contingent showing the contingency.
5. Has any class or issue of securities any special privileges in the election of directors, trustees, or managers, or in the determination of corporate action by any method? No If so, describe fully in a footnote each such class or issue and give a succinct statement showing clearly the character and extent of such privileges.
6. Give the date of the latest closing of the stock book prior to the actual filing of this report, and state the purpose of such closing Not closed during year
7. State the total voting power of all security holders of the respondent at the date of such closing, if within one year of the date of such filing; if not, state as of the close of the year. 120 votes, as of December 31, 1971 (Date)
8. State the total number of stockholders of record, as of the date shown in answer to inquiry No. 7. One stockholders.
9. Give the names of the thirty security holders of the respondent who, at the date of the latest closing of the stock book or compilation of list of stockholders of the respondent (if within 1 year prior to the actual filing of this report), had the highest voting powers in the respondent, showing for each his address, the number of votes which he would have had a right to cast on that date had a meeting then been in order, and the classification of the number of votes to which he was entitled, with respect to securities held by him, such securities being classified as common stock, second preferred stock, first preferred stock, and other securities, stating in a footnote the names of such other securities (if any). If any such holder held in trust, give (in a footnote) the particulars of the trust. In the case of voting trust agreements give, as supplemental information on page 202, the names and addresses of the thirty largest holders of the voting trust certificates and the amount of their individual holdings. If the stock book was not closed or the list of stockholders compiled within such year, show such thirty security holders as of the close of the year.

Line No.	Name of security holder	Address of security holder	Number of votes to which security holder was entitled	NUMBER OF VOTES, CLASSIFIED WITH RESPECT TO SECURITIES ON WHICH BASED			
				STOCKS			Other securities with voting power
				Common	Second	First	
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
1	The Kansas City Southern						
2	Railway Company	Kansas City, Missouri	120	120			
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							
18							
19							
20							
21							
22							
23							
24							
25							
26							
27							
28							
29							
30							

10. State the total number of votes cast at the latest general meeting for the election of directors of the respondent. 120 votes cast.
11. Give the date of such meeting May 24, 1971
12. Give the place of such meeting Fort Smith, Arkansas

200A. COMPARATIVE GENERAL BALANCE SHEET—ASSETS

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

ing requirements followed in column (c). The entries in the short column (b₁) should be deducted from those in column (b₂) 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)		Account or Item (b)	Balance at close of year (c)	
			CURRENT ASSETS		
1	\$	36 033	(701) Cash		194)
2			(702) Temporary cash investments		
3			(703) Special deposits		
4			(704) Loans and notes receivable		
5			(705) Traffic and car-service balances—Debit		
6	(	50)	(706) Net balance receivable from agents and conductors		
7		124	(707) Miscellaneous accounts receivable		120
8			(708) Interest and dividends receivable		
9		15 467	(709) Accrued accounts receivable		19 547
10			(710) Working fund advances		
11			(711) Prepayments		
12			(712) Material and supplies		
13			(713) Other current assets		
14		51 574	Total current assets		19 473
			SPECIAL FUNDS		
15			(715) Sinking funds	(b ₁) Total book assets at close of year	(b ₂) Respondent's own issues included in (b ₁)
16			(716) Capital and other reserve funds		
17			(717) Insurance and other funds		
18			Total special funds		
			INVESTMENTS		
19			(721) Investments in affiliated companies (pp. 10 and 11)		
20			(722) Other investments (pp. 10 and 11)		
21			(723) Reserve for adjustment of investment in securities—Credit		
22			Total investments (accounts 721, 722 and 723)		
			PROPERTIES		
23		412 804	(731) Road and equipment property (p. 7)		414 165
24	x x x x x x		Road	\$	408 208
25	x x x x x x		Equipment		
26	x x x x x x		General expenditures		4 596
27	x x x x x x		Other elements of investment		
28	x x x x x x		Construction work in progress		1 361
29			(732) Improvements on leased property (p. 7)		
30	x x x x x x		Road	\$	
31	x x x x x x		Equipment		
32	x x x x x x		General expenditures		
33		412 804	Total transportation property (accounts 731 and 732)		414 165
34	(	19 364)	(735) Accrued depreciation—Road and Equipment (pp. 15 and 16)		21 264
35			(736) Amortization of defense projects—Road and Equipment (p. 18)		
36		19 364	Recorded depreciation and amortization (accounts 735 and 736)		21 264
37		393 440	Total transportation property less recorded depreciation and amortization (line 33 less line 36)		392 901
38		100 104	(737) Miscellaneous physical property		100 104
39			(738) Accrued depreciation—Miscellaneous physical property (p. 19)		
40		100 104	Miscellaneous physical property less recorded depreciation (account 737 less 738)		100 104
41		493 544	Total properties less recorded depreciation and amortization (line 37 plus line 40)		493 005
			OTHER ASSETS AND DEFERRED CHARGES		
42			(741) Other assets		
43			(742) Unamortized discount on long-term debt		
44			(743) Other deferred charges (p. 20)		
45			Total other assets and deferred charges		
46		545 118	TOTAL ASSETS		512 478

NOTE.—See page 5A for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

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

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

ing requirements followed in column (c). The entries in short column (b₁) should reflect total book liability at the close of year. The entries in the short column (b₂) should be deducted from those in column (b₁) 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)		Account or item (b)	Balance at close of year (c)	
			CURRENT LIABILITIES		
47			(751) Loans and notes payable (p. 20)		
48			(752) Traffic and car-service balances—Credit		
49	(	889	(753) Audited accounts and wages payable	(	56 002)
50			(754) Miscellaneous accounts payable		
51			(755) Interest matured unpaid		
52			(756) Dividends matured unpaid		
53			(757) Unmatured interest accrued		
54			(758) Unmatured dividends declared		
55			(759) Accrued accounts payable		
56	18	885	(760) Federal income taxes accrued		22 915
57	2	801	(761) Other taxes accrued		2 362
58	(	403	(763) Other current liabilities		
59	20	394	Total current liabilities (exclusive of long-term debt due within one year)	(	30 725)
			LONG-TERM DEBT DUE WITHIN ONE YEAR		
60			(764) Equipment obligations and other debt (pp. 5B and 8)		
			(b ₁) Total issued (b ₂) Held by or for respondent		
			LONG-TERM DEBT DUE AFTER ONE YEAR		
61	130	000	(765) Funded debt unmatured (p. 5B)	130,000	None
62			(766) Equipment obligations (p. 8)		
63			(767) Receivers' and Trustees' securities (p. 5B)		
64			(768) Debt in default (p. 20)		
65	259	874	(769) Amounts payable to affiliated companies (p. 8)		259 874
66	389	874	Total long-term debt due after one year		389 874
			RESERVES		
67			(771) Pension and welfare reserves		
68			(772) Insurance reserves		
69			(774) Casualty and other reserves		
70			Total reserves		
			OTHER LIABILITIES AND DEFERRED CREDITS		
71			(781) Interest in default		2 070
72	8	906	(782) Other liabilities		
73			(783) Unamortized premium on long-term debt		
74			(784) Other deferred credits (p. 20)		
75			(785) Accrued depreciation—Leased property (p. 17)		2 070
76	8	906	Total other liabilities and deferred credits		
			SHAREHOLDERS' EQUITY		
			Capital stock (Par or stated value)		
77	12	000	(791) Capital stock issued—Total	12,000	None
78	12	000	Common stock (p. 5B)	12,000	None
79			Preferred stock (p. 5B)		
80			(792) Stock liability for conversion		
81			(793) Discount on capital stock		
82	12	000	Total capital stock		12 000
			Capital Surplus		
83			(794) Premiums and assessments on capital stock (p. 19)		
84			(795) Paid-in surplus (p. 19)		
85			(796) Other capital surplus (p. 19)		
86			Total capital surplus		
			Retained Income		
87			(797) Retained income—Appropriated (p. 19)		139 259
88	113	944	(798) Retained income—Unappropriated (p. 22)		139 259
89	113	944	Total retained income		151 259
90	125	944	Total shareholders' equity		512 478
91	545	118	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		

NOTE.—See page 5A for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

1302. DEPRECIATION BASE AND RATES—ROAD AND EQUIPMENT OWNED AND USED AND LEASED FROM OTHERS

1. Show in columns (b) and (e), for each primary account, the depreciation base used in computing the depreciation charges for the month of January and in columns (c) and (f) show the depreciation base used in computing the depreciation charges for the month of December; in columns (d) and (g) show the composite rates used in computing the depreciation charges for the month of December, and on lines 30 and 39 of these columns show the composite percentage for all road and equipment accounts, respectively, ascertained by applying the primary account composite rates to the depreciation base used in computing the charges for December and dividing the total so computed by the total depreciation base for the same month. The depreciation base should not include the cost of equipment, used but not owned, when the rents therefor are included in the rent for equipment accounts Nos. 536 to 543, inclusive. It should include the cost of equipment owned and leased to others when the rents therefrom are included in the rent for equipment accounts Nos. 503 to 507, inclusive. The composite rates used should be those prescribed or otherwise authorized by the Commission, except that where the use of component rates has been authorized, the com-

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

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

3. Show in columns (e), (f), and (g), data applicable to property, used but not owned, when the rent therefor is included in account No. 542. Report data applicable to improvements to such property, the cost of which is included in account 732, in columns (b), (c) and (d).

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

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

Line No.	Account (a)	OWNED AND USED			LEASED FROM OTHERS		
		DEPRECIATION BASE		Annual composite rate (percent) (d)	DEPRECIATION BASE		Annual composite rate (percent) (g)
		At beginning of year (b)	At close of year (c)		At beginning of year (e)	At close of year (f)	
		\$	\$	%	\$	\$	%
1	ROAD						
2	(1) Engineering	5 086	5 086	40			
3	(2½) Other right-of-way expenditures	712	712	2 70			
4	(3) Grading	39 038	39 038	12			
5	(5) Tunnels and subways						
6	(6) Bridges, trestles, and culverts	41 221	41 221	4 24			
7	(7) Elevated structures						
8	(13) Fences, snowsheds, and signs	2 690	2 690	5 00			
9	(16) Station and office buildings	477	477	2 88			
10	(17) Roadway buildings						
11	(18) Water stations						
12	(19) Fuel stations						
13	(20) Shops and enginehouses	89	89	2 97			
14	(21) Grain elevators						
15	(22) Storage warehouses						
16	(23) Wharves and docks						
17	(24) Coal and ore wharves						
18	(25) TOFC/COFC terminals						
19	(26) Communication systems	149	149	3 20			
20	(27) Signals and interlockers						
21	(29) Power plants						
22	(31) Power-transmission systems						
23	(35) Miscellaneous structures						
24	(37) Roadway machines	46	46	9 60			
25	(39) Public improvements—Construction	4 092	4 092	1 60			
26	(44) Shop machinery						
27	(45) Power-plant machinery						
28	All other road accounts						
29	Amortization (other than defense projects)						
30	Total road	93 600	93 600	2 03			
31	EQUIPMENT						
32	(52) Locomotives						
33	(53) Freight-train cars						
34	(54) Passenger-train cars						
35	(55) Highway revenue equipment						
36	(56) Floating equipment						
37	(57) Work equipment						
38	(58) Miscellaneous equipment						
39	Total equipment						
40	GRAND TOTAL	93 600	93 600	xx xx			xx xx

1501. DEPRECIATION RESERVE—ROAD AND EQUIPMENT OWNED AND USED

1. Give the particulars called for hereunder with respect to credits and debits to account No. 735, "Accrue" depreciation—Road and Equipment," during the year relating to road and equipment owned and used. This schedule should not include any entries for depreciation of equipment, used but not owned, when the rents therefor are included in the rent for equipment accounts Nos. 536 to 540, inclusive. It should include entries for depreciation of equipment owned but not used when the rents therefrom are included in the rent for equipment accounts Nos. 503 to 507, inclusive. (See schedule 1502 for the reserve relating to road and equipment owned but not used by the respondent.) If any

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

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

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

Line No.	Account	Balance at beginning of year			CREDITS TO RESERVE DURING THE YEAR						DEBITS TO RESERVE DURING THE YEAR						Balance at close of year		
					Charges to operating expenses (c)			Other credits (d)			Retirements (e)			Other debits (f)					
	(a)	(b)			(c)			(d)			(e)			(f)			(g)		
		\$			\$			\$			\$			\$			\$		
1	ROAD																		
2	(1) Engineering	(	4	251)			20										(	4	231)
3	(2) Other right-of-way expenditures			389			19												408
4	(3) Grading	(	21	659)			47										(	21	612)
5	(5) Tunnels and subways																		
6	(6) Bridges, trestles, and culverts		30	463			1 748											32	211
7	(7) Elevated structures																		
8	(13) Fences, snowsheds, and signs		8	968														8	968
9	(16) Station and office buildings			477															477
10	(17) Roadway buildings		1	742														1	742
11	(18) Water stations			416															416
12	(19) Fuel stations																		
13	(20) Shops and enginehouses			229															229
14	(21) Grain elevators																		
15	(22) Storage warehouses																		
16	(23) Wharves and docks																		
17	(24) Coal and ore wharves																		
18	(25) TOFC/COFC terminals																		
19	(26) Communication systems			638															638
20	(27) Signals and interlockers																		
21	(29) Power plants																		
22	(31) Power-transmission systems																		
23	(35) Miscellaneous structures																		
24	(37) Roadway machines			382															382
25	(39) Public improvements—Construction		1	570			66											1	636
26	(44) Shop machinery*																		
27	(45) Power-plant machinery*																		
28	All other road accounts																		
29	Amortization (other than defense projects)																		
30	Total road		19	364			1 900											21	264
31	EQUIPMENT																		
32	(52) Locomotives																		
33	(53) Freight-train cars																		
34	(54) Passenger-train cars																		
35	(55) Highway revenue equipment																		
36	(56) Floating equipment																		
37	(57) Work equipment																		
38	(58) Miscellaneous equipment																		
39	Total equipment																		
40	GRAND TOTAL		19	364			1 900											21	264

*Chargeable to account 2223.

1801. INCOME ACCOUNT FOR THE YEAR

1. Give the Income Account of the respondent for the year in accordance with the rules prescribed in the Uniform System of Accounts for Railroad Companies. All contra entries hereunder should be indicated in parentheses.

2. Any unusual accruals involving substantial amounts included in columns (b) and (d) on lines 9 to 63, inclusive, should be fully explained in a footnote.

3. Give the particulars called for on lines 71 to 92, inclusive, with respect to net accruals of taxes on railway property and U.S. Government taxes. Substantial adjustments included in the amounts reported should be explained.

4. On page 21A show an analysis and distribution of Federal income taxes.

Line No.	Item (a)	Amount applicable to the year (b)			Line No.	Item (c)	Amount applicable to the year (d)		
		\$					\$		
1	ORDINARY ITEMS				51	FIXED CHARGES			
2	RAILWAY OPERATING INCOME				52	(542) Rent for leased roads and equipment (p. 27).....			
3	(501) Railway operating revenues (p. 23).....		114	260	53	(546) Interest on funded debt:			
4	(531) Railway operating expenses (p. 24).....		42	836	54	(a) Fixed interest not in default.....			
5	Net revenue from railway operations.....		71	424	55	(b) Interest in default.....			
6	(532) Railway tax accruals.....		31	339	56	(547) Interest on unfunded debt.....			
7	Railway operating income.....		40	085	57	(548) Amortization of discount on funded debt.....			
8	RENT INCOME				58	Total fixed charges.....		25	315
9	(503) Hire of freight cars and highway revenue freight equipment—Credit balance.....				59	Income after fixed charges (lines 50, 58).....			
10	(504) Rent from locomotives.....				60	OTHER DEDUCTIONS			
11	(506) Rent from passenger-train cars.....				61	(546) Interest on funded debt:			
12	(506) Rent from floating equipment.....				62	(c) Contingent interest.....			
13	(507) Rent from work equipment.....				63	Ordinary income (lines 59, 62).....		25	315
14	(508) Joint facility rent income.....								
15	Total rent income.....				64	EXTRAORDINARY AND PRIOR PERIOD ITEMS			
16	RENTS PAYABLE				65	(570) Extraordinary items - Net Cr. (Dr.) (p. 21B).....			
17	(536) Hire of freight cars and highway revenue freight equipment—Debit balance.....		14	770	66	(580) Prior period items - Net Cr. (Dr.) (p. 21B).....			
18	(537) Rent for locomotives.....			870	67	(590) Federal income taxes on extraordinary and prior period items - Debit (Credit) (p. 21B).....			
19	(538) Rent for passenger-train cars.....				68	Total extraordinary and prior period items - Cr. (Dr.).....			
20	(539) Rent for floating equipment.....				69	Net income transferred to Retained Income.....		25	315
21	(540) Rent for work equipment.....					Unappropriated.....			
22	(541) Joint facility rents.....								
23	Total rents payable.....		15	640	70	ANALYSIS OF ACCOUNT 532, RAILWAY TAX ACCRUALS			
24	Net rents (lines 15, 23).....		15	640	71	United States Government taxes:			
25	Net railway operating income (lines 7, 24).....		24	445	72	Income taxes.....		22	919
26	OTHER INCOME				73	Old age retirement.....		1	173
27	(502) Revenue from miscellaneous operations (p. 24).....				74	Unemployment insurance.....			370
28	(509) Income from lease of road and equipment (p. 27).....				75	All other United States taxes.....			
29	(510) Miscellaneous rent income (p. 25).....		261		76	Total—U.S. Government taxes.....		24	462
30	(511) Income from nonoperating property (p. 26).....				77	Other than U.S. Government taxes:			
31	(512) Separately operated properties—Profit.....				78				
32	(513) Dividend income.....				79	Arkansas.....		11	
33	(514) Interest income.....				80	Oklahoma.....		6	866
34	(516) Income from sinking and other reserve funds.....				81				
35	(517) Release of premiums on funded debt.....				82				
36	(518) Contributions from other companies (p. 27).....				83				
37	(519) Miscellaneous income (p. 25).....			609	84				
38	Total other income.....			870	85				
39	Total income (lines 25, 38).....		25	315	86				
40	MISCELLANEOUS DEDUCTIONS FROM INCOME				87				
41	(534) Expenses of miscellaneous operations (p. 25).....				88				
42	(535) Taxes on miscellaneous operating property (p. 24).....				89				
43	(543) Miscellaneous rents (p. 25).....				90				
44	(544) Miscellaneous tax accruals.....				91	Total—Other than U.S. Government taxes.....		6	877
45	(545) Separately operated properties—Loss.....				92	Grand Total—Railway tax accruals (account 532).....		31	339
46	(549) Maintenance of investment organization.....								
47	(550) Income transferred to other companies (p. 27).....								
48	(551) Miscellaneous income charges (p. 25).....								
49	Total miscellaneous deductions.....								
50	Income available for fixed charges (lines 39, 49).....		25	315					

*Enter name of State.

NOTE.—See page 21B for explanatory notes, which are an integral part of the Income Account for the Year.

1901. RETAINED INCOME—UNAPPROPRIATED

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

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

3. Indicate under "Remarks" the amount of assigned Federal income tax consequences, accounts 606 and 616.

Line No.	Item (a)	Amount (b)		Remarks (c)
	CREDITS	\$		
1	(602) Credit balance transferred from Income (p. 21)-----		25 315	
2	(606) Other credits to retained income†-----			Net of Federal income taxes \$ <u>None</u>
3	(622) Appropriations released-----			
4	Total-----		25 315	
	DEBITS			
5	(612) Debit balance transferred from Income (p. 21)-----			
6	(616) Other debits to retained income†-----			Net of Federal income taxes \$ <u>None</u>
7	(620) Appropriations for sinking and other reserve funds-----			
8	(621) Appropriations for other purposes-----			
9	(623) Dividends (p. 23)-----			
10	Total-----			
11	Net increase during year*-----		25 315	
12	Balance at beginning of year (p. 5)*-----		113 944	
13	Balance at end of year (carried to p. 5)*-----		139 259	

* Amount in parentheses indicates debit balance.

† Show principal items in detail.

670. FUNDED DEBT UNMATURED

Give particulars of the various issues of securities in accounts Nos. 764, "Equipment obligations and other debt due within one year" (excluding equipment obligations), and 765, "Funded debt unmatured," at close of the year. Funded debt, as here used, comprises all obligations maturing later than one year after date of issue in accordance with the instructions in the Uniform System of Accounts for Railroad Companies. Show

each issue separately, and make all necessary explanations in footnotes. For the purposes of this report, securities are considered to be *actually issued* when sold to a bona fide purchaser for a valuable consideration, and such purchaser holds free from control by the respondent. All securities actually issued and not reacquired by or for the respondent are considered to be *actually outstanding*. It should be noted that section 20a of

the Interstate Commerce Act makes it unlawful for a carrier to issue or assume any securities, unless and until, and then only to the extent that, the Commission by order authorizes such issue or assumption. Entries in columns (k) and (l) should include interest accrued on funded debt reacquired, matured during the year, even though no portion of the issue is outstanding at the close of the year.

Line No.	Name and character of obligation (a)	Nominal date of issue (b)	Date of maturity (c)	INTEREST PROVISIONS		Total amount nominally and actually issued (f)	Nominally issued and held by or for respondent (Identify pledged securities by symbol "P") (g)	Total amount actually issued (h)	Reacquired and held by or for respondent (Identify pledged securities by symbol "P") (i)	Actually outstanding at close of year (j)	INTEREST DURING YEAR	
				Rate percent per annum (d)	Dates due (e)						Accrued (k)	Actually paid (l)
1	Secured Promissory	4-1-1941	10-1-1975	4	4-1 & 10-1	\$ 130 000	\$ 130 000			130 000		
4	TOTAL					130 000	130 000			130 000	None	None

5 Funded debt canceled: Nominally issued, \$ None

Actually issued, \$ None

6 Purpose for which issue was authorized† Issued in liquidation of existing indebtedness Authority of ICC Finance Docket No. 13395.

690. CAPITAL STOCK

Give the particulars called for concerning the several classes and issues of capital stocks of the respondent outstanding at the close of the year, and make all necessary explanations in footnotes. For definition of securities *actually issued* and *actually outstanding* see instructions for schedule 670. It should be noted that section 20a of the Interstate Commerce Act makes it unlawful for a carrier to issue or assume any securities, unless and until, and then only to the extent that, the Commission by order authorizes such issue or assumption.

Line No.	Class of stock (a)	Date issue was authorized† (b)	Par value per share (c)	Authorized† (d)	Authenticated (e)	PAR VALUE OF PAR VALUE OR SHARES OF NONPAR STOCK			ACTUALLY OUTSTANDING AT CLOSE OF YEAR		
						Nominally issued and held by or for respondent (Identify pledged securities by symbol "P") (f)	Total amount actually issued (g)	Reacquired and held by or for respondent (Identify pledged securities by symbol "P") (h)	Par value of par-value stock (i)	SHARES WITHOUT PAR VALUE	
										Number (j)	Book value (k)
11	Common	4-9-1910	\$ 100	\$ 250 000	\$ 12 000		\$ 12 000		\$ 12 000		
12											
13											
14											

15 Par value of par value or book value of nonpar stock canceled: Nominally issued, \$ None

Actually issued, \$ None

16 Amount of receipts outstanding at the close of the year for installments received on subscriptions for stocks None

17 Purpose for which issue was authorized† Construction of railroad at Fort Smith, Arkansas

18 The total number of stockholders at the close of the year was Thirteen

695. RECEIVERS' AND TRUSTEES' SECURITIES

Give particulars of evidences of indebtedness issued and payment of equipment obligations assumed by receivers and trustees under orders of a court as provided for in account No. 767, "Receivers' and trustees' securities." For definition of securities *actually issued*, and *actually outstanding*, see instructions for schedule 670.

Line No.	Name and character of obligation (a)	Nominal date of issue (b)	Date of maturity (c)	INTEREST PROVISIONS		Total par value authorized† (f)	TOTAL PAR VALUE HELD BY OR FOR RESPONDENT AT CLOSE OF YEAR		Total par value actually outstanding at close of year (i)	INTEREST DURING YEAR	
				Rate percent per annum (d)	Dates due (e)		Nominally issued (g)	Nominally outstanding (h)		Accrued (j)	Actually paid (k)
21						\$	\$	\$	\$		
22											
23	NONE										
24											
25											
26	TOTAL										

† By the State Board of Railroad Commissioners, or other public authority, if any, having control over the issue of securities; if no public authority has such control, state the purpose and amounts as authorized by the board of directors and approved by stockholders.

VERIFICATION

The foregoing report must be verified by the oath of the officer having control of the accounting of the respondent. It should be verified, also, by the oath of the president or other chief officer of the respondent, unless the respondent states on the last preceding page of this report that such chief officer has no control over the accounting of the respondent. The oath required may be taken before any person authorized to administer an oath by the laws of the State in which the same is taken.

OATH

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

State of Missouri
County of Jackson } ss:

T. A. Giltner
(Insert here the name of the affiant)

makes oath and says that he is Vice President and Comptroller
(Insert here the official title of the affiant)

of The Kansas City Southern Railway and Controlled Companies
(Insert here the exact legal title or name of the respondent)

that it is his duty to have supervision over the books of account of the respondent and to control the manner in which such books are kept; that he knows that such books have, during the period covered by the foregoing report, been kept in good faith in accordance with the accounting and other orders of the Interstate Commerce Commission, effective during the said period; that he has carefully examined the said report and to the best of his knowledge and belief the entries contained in the said report have, so far as they relate to matters of account, been accurately taken from the said books of account and are in exact accordance therewith; that he believes that all other statements of fact contained in the said report are true, and that the said report is a correct and complete statement of the business and affairs of the above-named respondent during the period of time from and including

January 1, 1971, to and including December 31, 1971

T. A. Giltner
(Signature of affiant)

Subscribed and sworn to before me, a Notary Public, in and for the State and county above named, this 29th day of March, 1972
My commission expires June 23, 1972

Use an
L. S.
Impression seal

Geraldine A. Dollins
(Signature of officer authorized to administer oaths)

SUPPLEMENTAL OATH

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

State of _____
County of _____ } ss:

_____ makes oath and says that he is _____
(Insert here the name of the affiant) (Insert here the official title of the affiant)
of _____
(Insert here the exact legal title or name of the respondent)

that he has carefully examined the foregoing report; that he believes that all statements of fact contained in the said report are true, and that the said report is a correct and complete statement of the business and affairs of the above-named respondent and the operations of its property during the period of time from and including _____, 19____, to and including _____, 19____

(Signature of affiant)

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

Use an
L. S.
Impression seal

(Signature of officer authorized to administer oaths)

MEMORANDA
(FOR USE OF COMMISSION ONLY)

CORRESPONDENCE

[illegible]

CORRECTIONS

[illegible]

EXPLANATORY REMARKS

2. The second part outlines the specific procedures for recording and reporting expenses. This includes detailed instructions on how to categorize costs, obtain necessary approvals, and submit invoices for reimbursement.

3. The third section addresses the role of the finance committee in overseeing the budgeting process. It describes the regular meetings held to review financial statements and ensure compliance with established policies.

4. Finally, the document concludes by reiterating the commitment to fiscal responsibility and the goal of achieving long-term sustainability through prudent financial planning.

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