

INSTRUCTIONS

1. Under order of the Board, Class I railroads, excluding switching and terminal companies, are required to file quarterly reports of balance sheet items, Form CBS, in duplicate, in the Bureau of Accounts, Surface Transportation Board, Washington, D.C. 20423, within 30 days after the close of each quarter. Reports should be prepared on a calendar quarter basis beginning with the first day of January, April, July, and October.
2. The items reported on Form CBS should be taken from and agree with the accounts kept in conformity with current Uniform System of Accounts for Railroad Companies prescribed by the Surface Transportation Board. Report undistributed earnings from certain investments in account 721, in accordance with Docket No. 35949. The Equity Method of Accounting for Certain Long-Term Investments in Common Stocks. The account numbers refer to the accounts in the Uniform System of Accounts. Reverse items should be shown in parentheses. Dollar amounts should be shown in Thousands.
3. Unusual transactions or items which reflect an important change in the financial condition of the carrier should be identified and explained in a footnote under "Remarks."
4. The certification must be completed by an officer of the carrier.

It is estimated that an average of 6 burden hours per response are required to complete this collection of information. This estimate includes time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. Comments concerning the accuracy of this burden estimate or suggestions for reducing this burden should be directed to the Section of Administrative Services, Surface Transportation Board and the Office of Information and Regulatory Affairs, Office of Management and Budget.

REMARKS

Operating Companies Included in Report:

- Kansas City Southern Railway Company
- Gateway Eastern Railway Company
- Texas Mexican Railway Company
- Meridian Speedway LLC
- Trans-Serve, Inc. d/b/a Superior Tie and Timber

I, THE UNDERSIGNED, Mary K. Stadler, Senior Vice President and Chief Accounting Officer of
(Name and Title of officer in charge of accounts)
 the KANSAS CITY SOUTHERN RAILWAY & CONTROLLED COMPANIES state
(Full name of reporting company)

that this report was prepared by me or under my supervision; that I have carefully examined it; and on the basis of my knowledge, belief, and verification (where necessary) declare it to be a full, true, and correct statement of the balance sheet accounts named, and that the various items here reported were determined in accordance with effective rules promulgated by the Surface Transportation Board.

Signature 

Telephone Number (816) 983 - 1371
(Area Code) (Number)

Date January 30, 2012

FOR STB USE ONLY					FORM CBS	QUARTER				YEAR 2011	SURFACE TRANSPORTATION BOARD QUARTERLY CONDENSED BALANCE SHEET RAILROADS		
						1st	2nd	3rd	4th				
FULL NAME AND ADDRESS OF REPORTING RAILROAD (If a system report, names of all operating roads included should be shown under (REMARKS))													
25 000 352 Kansas City 10 134500													
Kansas City Southern Railway & Controlled Companies													
427 West 12th Street, P. O. Box 219335													
Kansas City, Missouri 64121-9335													
DESCRIPTIONS (a)										CODE NO.	BALANCE AT END OF QUARTER		
											THIS YEAR (b)	LAST YEAR (c)	
ASSETS													
Cash (Account 701)										1	53,523	46,816	
Temporary cash investments and Special Deposits (Accounts 702 and 703)										2	0	0	
Accounts Receivable (Accounts 704 - 709.5)										3	283,411	286,656	
Prepayments and working funds (Accounts 710, 711, and 714)										4	104,354	45,558	
Materials and supplies (Account 712)										5	73,782	65,931	
Other current assets (Account 713)										6	0	0	
Total Current Assets										7	515,070	444,961	
Special funds and other investments and advances (Accts. 715 - 717 & 722 - 724)										8	21,713	21,970	
Investments and advances: affiliated companies (Accounts 721, 721.9)										9	229,877	33,509	
Transportation property - net (Accounts 731 - 736)										10	2,844,653	2,572,767	
Property used in other than carrier operations (Accounts 737 and 738)										11	14,204	14,379	
Other assets and deferred debits (Accounts 739, 741, 743, and 744)										12	66,097	52,816	
Total Assets										13	3,691,614	3,140,402	
LIABILITIES													
Current liabilities (Accounts 751 - 761.5, 762, 763, and 764)										14	614,073	517,215	
Long term debt due after one year (Accounts 765 - 770.2)										15	1,421,113	1,246,980	
Deferred revenues - Transfers from governmental authorities (Account 783)										16	27,858	12,733	
Accumulated deferred income tax credits (Account 786)										17	673,659	558,326	
Other liabilities and deferred credits (Accts. 771, 772, 774, 775, 781, 782 and 784)										18	162,240	142,240	
Total Liabilities										19	2,898,943	2,477,494	
SHAREHOLDERS EQUITY													
Capital stock (Accounts 791 - 793)										20	57,514	57,514	
Additional capital (Accounts 794 and 795)										21	515,004	504,746	
Retained earnings (Accounts 797, 798, and 798.1)										22	219,977	103,692	
Less: Treasury stock (Account 798.5)										23	3,787	3,787	
Equity in undistributed earnings (losses) of affiliated companies										24	3,963	743	
Total Shareholders Equity										25	792,671	662,908	
Total Liabilities and Shareholders Equity										26	3,691,614	3,140,402	
GROSS EXPENDITURES FOR ADDITIONS AND BETTERMENTS (Accounts 731 and 732)					FIGURES FOR THE QUARTER				CUMULATIVE FIGURES				
					THIS YEAR (a)	LAST YEAR (b)	THIS YEAR (c)		LAST YEAR (d)				
Road					116,563	82,593	27	291,432	220,509				
Equipment					78,835	5,068	28	90,637	13,531				
Total					195,398	87,661	29	382,069	234,040				
No. of Revenue Tons Carried					FIGURES FOR QUARTER			CUMULATIVE FIGURES					
								19,684,118	77,464,754				
No. of Revenue Tons Carried One Mile (thousands)								8,286,805	31,824,203				