

FORM: CBS

SURFACE TRANSPORTATION BOARD
WASHINGTON, D.C. 20423

QUARTERLY CONDENSED BALANCE SHEET-RAILROADS
COMPUTER FACSIMILE FORM B-180230 (R0403) EXPIRES 12-31-83

NORFOLK SOUTHERN COMBINED RAILROAD SUBSIDIARIES
THREE COMMERCIAL PLACE
NORFOLK, VA 23510-2191

SCAC CODE: NSC RAILROAD REPORT NO: RC117100 QTR.: 2 YEAR: 2012
DATE OF REPORT: 07/31/12 AMENDED - NO

DESCRIPTION	CODE NO. (LINE)	BALANCE AT END OF QUARTER			
		THIS YEAR (B)	LAST YEAR (C)		
ASSETS					
CASH (ACCOUNT 701)	1	317,579	620,981		
TEMPORARY CASH INVESTMENTS & SPECIAL DEPOSITS (ACCTS. 702 & 703)	2	15,000	228,037		
ACCOUNTS RECEIVABLE (ACCOUNTS 704-709.5)	3	12,318,638	8,073,535		
PREPAYMENTS AND WORKING FUNDS (ACCOUNTS 710, 711 AND 714)	4	175,480	190,210		
MATERIALS AND SUPPLIES (ACCOUNT 712)	5	241,548	201,429		
OTHER CURRENT ASSETS (ACCOUNT 713)	6	7,764	15,360		
TOTAL CURRENT ASSETS	7	13,076,009	9,329,552		
SPECIAL FUNDS, OTHER INVESTMENTS & ADVANCES (ACCTS. 715-717, 722-724)	8	302,357	465,183		
INVESTMENTS & ADVANCES; AFFILIATED COMPANIES (ACCOUNTS 721, 721.9)	9	2,378,281	2,409,210		
TRANSPORTATION PROPERTY - NET (ACCOUNTS 731-736)	10	24,252,830	22,969,107		
PROPERTY USED IN OTHER THAN CARRIER OPERATIONS (ACCTS. 737 & 738)	11	123,786	125,780		
OTHER ASSETS AND DEFERRED DEBITS (ACCOUNTS 739, 741, 743, & 744)	12	24,433	54,278		
TOTAL ASSETS	13	40,157,696	35,353,110		
LIABILITIES					
CURRENT LIABILITIES (ACCOUNTS 751-761.5, 762, 763 AND 764)	14	9,024,493	6,164,314		
LONG TERM DEBT DUE AFTER ONE YEAR (ACCOUNTS 765-770.2)	15	3,308,527	1,744,373		
DEFERRED REVENUES-TRANSFERS FROM GOVERNMENTAL AUTHORIT. (ACCT. 783)	16	-	-		
ACCUMULATED DEFERRED INCOME TAX CREDITS (ACCOUNT 786)	17	8,095,770	7,873,283		
OTHER LIABILITIES & DEFERRED CREDITS (ACCTS. 771-2, 774-5, 781-2 & 784)	18	3,933,348	3,611,521		
TOTAL LIABILITIES	19	24,362,138	19,393,491		
SHAREHOLDERS EQUITY					
CAPITAL STOCK (ACCOUNTS 791-793)	20	166,690	166,690		
ADDITIONAL CAPITAL (ACCOUNTS 794 AND 795)	21	7,063,939	7,020,338		
RETAINED EARNINGS (ACCOUNTS 796, 798 AND 798.1)	22	8,564,929	8,772,591		
LESS: TREASURY STOCK (ACCOUNT 798.5)	23	-	-		
EQUITY IN UNDISTRIBUTED EARNINGS (LOSSES) OF AFFILIATED COMPANIES	24	-	-		
TOTAL SHAREHOLDERS EQUITY	25	15,795,558	15,959,619		
TOTAL LIABILITIES AND SHAREHOLDERS EQUITY	26	40,157,696	35,353,110		
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	27	331,241	276,605	603,629	517,448
EQUIPMENT	28	175,440	185,081	362,628	364,472
TOTAL	29	506,681	461,686	966,257	881,920
		FIGURES/QTR. - CUMULATIVE/FIGS.			
NUMBER OF REVENUE TONS CARRIED	30	96,965,840	192,796,181		
NUMBER OF REVENUE TONS CARRIED ONE MILE [THOUSANDS]	31	47,211,348	92,682,568		

REMARKS:

ON AUGUST 27, 2004, NORFOLK SOUTHERN CORPORATION MADE A CONTRIBUTION OF CAPITAL OF THE ASSETS AND LIABILITIES OF PENNSYLVANIA LINES, LLC (PRR) TO NORFOLK SOUTHERN RAILWAY. THE ASSETS AND LIABILITIES OF PRR ARE REFLECTED IN THEIR RESPECTIVE LINE ITEMS AND AMOUNTS DUE TO PRR WERE EXTINGUISHED.

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CERTIFICATION

I, THE UNDERSIGNED, TERRI GRUBB
TITLE: MANAGER CORPORATE ACCOUNTING

OF: NORFOLK SOUTHERN COMBINED RAILROAD SUBSIDIARIES

STATE 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.

DATE: 07/31/12



SIGNATURE: TERRI GRUBB

TELEPHONE NUMBER: 540-524-5452

(AREA CODE) (NUMBER)