

210. RESULTS OF OPERATIONS
(Dollars in Thousands)

1 Disclose the requested information for respondent pertaining to results of operations for the year.

2 Report total operating expenses from Schedule 410. Any differences between this schedule and Schedule 410 must be explained on page 18.

3 List dividends from investments accounted for under the cost method on line 19, and list dividends accounted for under the equity method on line 25.

4 All contra entries should be shown in parenthesis.

Schedule 210

Line 15, col b

Lines 47, 48, 49 col b

Line 50, col b

Schedule 210

= Line 62, col b

= Line 63, col b

= Line 64, col b

Schedule 410

= Line 620, col h

= Line 620, col f

= Line 620, col g

Line No.	Cross Check	Item (a)	Amount for current year (b)	Amount for preceding year (c)	Freight-related revenue and expenses (d)	Passenger-related revenue and expenses (e)	Line No.
ORDINARY ITEMS							
OPERATING INCOME							
Railway Operating Income							
1		(101) Freight	16,069,525	13,373,159	16,069,525		1
2		(102) Passenger	81,033	78,098		81,033	2
3		(103) Passenger-Related	1,284	611		1,284	3
4		(104) Switching	149,353	131,363	149,353		4
5		(105) Water Transfers					5
6		(106) Demurrage	80,355	75,291	80,355		6
7		(110) Incidental	446,840	360,194	446,840		7
8		(121) Joint Facility-Credit	13,073	12,777	13,073		8
9		(122) Joint Facility-Debit					9
10		(501) Railway operating revenues (Exclusive of transfers from government authorities-lines 1-9)	16,841,463	14,031,493	16,759,146	82,317	10
11		(502) Railway operating revenues-transfers from government authorities	93,381	85,035		93,381	11
12		(503) Railway operating revenues-amortization of deferred transfers from government authorities					12
13		TOTAL RAILWAY OPERATING REVENUES (lines 10-12)	16,934,844	14,116,528	16,759,146	175,698	13
14	*	(531) Railway operating expenses	12,173,754	10,916,501	12,000,714	173,040	14
15	*	Net revenue from railway operations	4,761,090	3,200,027	4,758,432	2,658	15
OTHER INCOME							
16		(506) Revenue from property used in other than carrier operations	24,295	21,375			16
17		(510) Miscellaneous rent income	85,356	84,285			17
18		(512) Separately operated properties-Profit					18
19		(513) Dividend income (cost method)	219	253			19
20		(514) Interest income	2,689	3,291			20
21		(516) Income from sinking and other funds					21
22		(517) Release of premiums on funded debt	4,123	4,262			22
23		(518) Reimbursements received under contracts and agreements					23
24		(519) Miscellaneous income	35,477	164,347			24
Income from affiliated companies: 519							
25		a. Dividends (equity method)	31,246	5,697			25
26		b. Equity in undistributed earnings (losses)	55,183	58,473			26
27		TOTAL OTHER INCOME (lines 16-26)	238,588	341,983			27
28		TOTAL INCOME (lines 15, 27)	4,999,678	3,542,010			28
MISCELLANEOUS DEDUCTIONS FROM INCOME							
29		(534) Expenses of property used in other than carrier operations	12,146	11,306			29
30		(544) Miscellaneous taxes					30
31		(545) Separately operated properties-Loss					31
32		(549) Maintenance of investment organization					32
33		(550) Income transferred under contracts and agreements					33
34		(551) Miscellaneous income charges	64,305	70,595			34
35		(553) Uncollectible accounts					35
36		TOTAL MISCELLANEOUS DEDUCTIONS	76,451	81,901			36
37		Income available for fixed charges	4,923,227	3,460,109			37

210. RESULTS OF OPERATIONS - (Concluded)					
(Dollars in Thousands)					
Line No.	Cross Check	Item (a)	Amount for current year (b)	Amount for preceding year (c)	Line No.
FIXED CHARGES					
38		(546) Interest on funded debt:			
		(a) Fixed interest not in default	155,971	136,892	38
39		(b) Interest in default			39
40		(547) Interest on unfunded debt	267,701	272,325	40
41		(548) Amortization of discount on funded debt	2,581	2,298	41
42		TOTAL FIXED CHARGES (lines 38-41)	426,253	411,515	42
43		Income after fixed charges (line 37 minus line 42)	4,496,974	3,048,594	43
OTHER DEDUCTIONS					
44		(546) Interest on funded debt:			
		(c) Contingent interest	7,625	7,642	44
UNUSUAL OR INFREQUENT ITEMS					
45		(555) Unusual or infrequent items (debit) credit			45
46		Income (Loss) from continuing operations (before income taxes)	4,489,349	3,040,952	46
PROVISIONS FOR INCOME TAXES					
47	*	(556) Income taxes on ordinary income:			
		(a) Federal income taxes	947,996	397,348	47
48	*	(b) State income taxes	130,593	51,867	48
49	*	(c) Other income taxes	24,499	21,868	49
50	*	(557) Provision for deferred taxes	653,774	632,729	50
51		TOTAL PROVISIONS FOR INCOME TAXES (lines 47-52)	1,756,862	1,103,812	51
52		Income from continuing operations (line 46 minus line 51)	2,732,487	1,937,140	52
DISCONTINUED OPERATIONS					
53		(560) Income or loss from operations of discontinued segments (less applicable income taxes of \$ _____)			53
54		(562) Gain or loss on disposal of discontinued segments (less applicable income taxes of \$ _____)			54
55		Income before extraordinary items (lines 52 - 54)	2,732,487	1,937,140	55
EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES					
56		(570) Extraordinary items (Net)			56
57		(590) Income taxes on extraordinary items			57
58		(591) Provision for deferred taxes - Extraordinary items			58
59		TOTAL EXTRAORDINARY ITEMS (lines 56-58)			59
60		(592) Cumulative effect of changes in accounting principles (less applicable income taxes of \$ _____)			60
61	*	Net income (Loss) (Lines 55 + 59 + 60)	2,732,487	1,937,140	61
RECONCILIATION OF NET RAILWAY OPERATING INCOME (NROI)					
62	*	Net revenues from railway operations	4,761,090	3,200,027	62
63	*	(556) Income taxes on ordinary income (-)	(1,103,088)	(471,083)	63
64	*	(557) Provision for deferred income taxes (-)	(653,774)	(632,729)	64
65		Income from lease of road and equipment (-)			65
66		Rent for leased roads and equipment (+)	3,195	2,656	66
67		Net railway operating income (loss)	3,007,423	2,098,871	67

Note: Line 49 reflects unrecognized tax benefits expense.

SCHEDULE 510. SEPARATION OF DEBTHOLDINGS BETWEEN ROAD PROPERTY AND EQUIPMENT

(Dollars in Thousands)

The principal use of this schedule is to determine the average embedded rate of debt capital.

I. Debt Outstanding at End of Year:

Line No.	Account No. (a)	Title (b)	Source (c)	Balance at Close of Year (d)	Line No.
1	751	Loans and Notes Payable	Sch. 200, L. 30	0	1
2	764	Equip. Obligations and Other Debt due within one year	Sch. 200, L. 39	230,552	2
3	765/767	Funded Debt Unmatured	Sch. 200, L. 41	287,769	3
4	766	Equipment Obligations	Sch. 200, L. 42	146,879	4
5	766.5	Capitalized Lease Obligations	Sch. 200, L. 43	1,722,979	5
6	768	Debt in Default	Sch. 200, L. 44	0	6
7	769	Accounts Payable: Affiliated Companies	Sch. 200, L. 45	2,612,796	7
8	770.1/770.2	Unamortized Debt Premium	Sch. 200, L. 46	(84,577)	8
9		Total Debt	Sum L. 1-8	4,916,398	9
10		Debt Directly Related to Road Property	Note 1	72,379	10
11		Debt Directly Related to Equipment	Note 1	2,091,835	11
12		Total Debt Directly Related to Road & Equipment	Sum L. 10 and L. 11	2,164,214	12
13		Percent Directly Related to Road	L. 10 divided by L. 12 Whole % plus 2 decimals	3.34%	13
14		Percent Directly Related to Equipment	L. 11 divided by L. 12 Whole % plus 2 decimals	96.66%	14
15		Debt Not Directly Related to Road or Equipment	L. 9 minus L. 12	2,752,184	15
16		Road Property Debt (Note 2)	(L. 13 x L. 15) plus L. 10	164,302	16
17		Equipment Debt (Note 2)	(L. 14 x L. 15) plus L. 11	4,752,096	17

II. Interest Accrued During the Year:

Line No.	Account No. (a)	Title (b)	Source (c)	Balance at Close of Year (d)	Line No.
18	546-548	Total Interest and Amortization (Fixed Charges)	Sch. 210, L. 42	426,253	18
19	546	Contingent Interest on Funded Debt	Sch. 210, L. 44	7,625	19
20	517	Release of Premium on Funded Debt	Sch. 210, L. 22	4,123	20
21		Total Interest (Note 3)	(L. 18 + L. 19) minus L. 20	429,755	21
22		Interest Directly Related to Road Property Debt	Note 4	3,532	22
23		Interest Directly Related to Equipment Debt	Note 4	148,511	23
24		Interest Not Directly Related to Road or Equipment Property Debt	L. 21 minus (L. 22 + L. 23)	277,712	24
25		Interest on Road Property Debt (Note 5)	L. 22 plus (L. 24 x L. 13)	12,808	25
26		Interest on Equipment Debt (Note 5)	L. 23 plus (L. 24 x L. 14)	416,947	26
27		Embedded Rate of Debt Capital - Road Property	L. 25 divided by L. 16	7.80%	27
28		Embedded Rate of Debt Capital - Equipment	L. 26 divided by L. 17	8.77%	28

Note 1. Directly related means the purpose which the funds were used when the debt was issued.

Note 2. Line 16 plus Line 17 must equal Line 9.

Note 3. Line 21 includes interest on debt in Account 769 -- Accounts Payable; Affiliated Companies.

Note 4. This interest relates to debt reported on Lines 10 and 11, respectively.

Note 5. Line 25 plus Line 26 must equal Line 21.