

Description (A) **** Operating Revenues ****		Figures for the Quarter		Cumulative Figures	
		This Year (B)	Last Year (C)	This Year (D)	Last Year (E)
Freight (Account 101)	1	2,600,251	2,683,105	10,629,869	10,721,647
Passenger (Account 102)	2				
Passenger-Related (Account 103)	3				
All Other Operating Revenues (Accounts 104, 105, 106, 110)	4	83,766	113,979	410,228	450,126
Joint Facility Account (Acct 120)	5				
Railway Operating Revenues (Account 501)	6	2,684,017	2,797,084	11,040,097	11,171,773
**** Operating Expenses ****					
Depreciation-Road (Accounts 62-11-00, 62-12-00, 62-13-00)	7	165,874	160,847	655,948	642,460
All Other Way and Structures Accounts	8	118,138	232,662	934,680	912,043
Total Way and Structures	9	284,012	393,509	1,590,628	1,554,503
Depreciation-Equipment (Accounts 62-21-00, 62-22-00, 62-23-00)	10	80,322	71,281	313,996	272,813
All Other Equipment Accounts	11	236,159	274,563	1,036,954	1,090,455
Total Equipment	12	316,481	345,844	1,350,950	1,363,268
Transportation-Train, Yard and Train and Yard Common	13	823,141	863,270	3,276,458	3,441,296
Transportation-Specialized Services, Administrative Support	14	130,196	144,032	608,115	563,050
General and Administrative	15	479,731	311,706	1,316,721	1,269,574
Railway Operating Expenses (Account 531)	16	2,033,561	2,058,361	8,142,872	8,191,691
**** Income Items ****					
*Net Revenue from Railway Operations (Line 6 Minus 16)	17	650,456	738,723	2,897,225	2,980,082
Other Income (Account 506, 510-519)	18	54,160	62,399	222,336	247,805
Income from Affiliated Companies:					
Dividends	19				
Equity in Undistributed Earnings (Losses)	20	815	(1,005)	(3,574)	(2,961)
Total Income from Affiliated Companies	21	815	(1,005)	(3,574)	(2,961)
Miscellaneous Deductions from Income (Accounts 534, 535, 544, 545, 549, 551, 553 and 599)	22	8,797	10,990	36,334	41,495
Income Available for Fixed Charges (Lines 17, 18, 21 Minus 22)	23	696,634	789,127	3,079,653	3,183,431
**** Fixed Charges ****					
Interest on Funded Debt (Account 546)	24	29,000	15,185	93,091	46,397
Interest on Unfunded Debt (Account 547)	25	23,390	28,992	101,345	102,217
Amortization of Discount on Funded Debt (Account 548)	26	9	10	38	46
Total Fixed Charges	27	52,399	44,187	194,474	148,660
**** Income Items ****					
Income After Fixed Charges	28	644,235	744,940	2,885,179	3,034,771
Other Deductions (Account 546)	29				
Unusual or Infrequent Items (Debit) Credit (Account 555)	30				
Income (Loss) from Continuing Operations before Income Taxes	31	644,235	744,940	2,885,179	3,034,771
Income Taxes on Ordinary Income (Account 556)	32	129,768	111,996	735,465	543,101
Provision for Deferred Income Taxes (Account 557)	33	71,326	131,112	309,730	496,666
Income (loss) from Continuing Operations	34	443,141	501,832	1,839,984	1,995,004
Income or (loss) from Operations of Discontinued Segments (less applicable Income Taxes of (Account 560)	35				
Gain or (loss) on Disposal of Discontinued Segments (less applicable Income Taxes of (Account 562)	36				
Income (loss) before Extraordinary Items	37	443,141	501,832	1,839,984	1,995,004
Extraordinary Items (net) (Account 570)	38				
Income Taxes of Extraordinary Items (Account 590)	39				
Provisions for Deferred Taxes-Extraordinary Items (Account 591)	40				
Cumulative effect of changes in Accounting Principles (less applicable Income Taxes of (Account 592)	41				
Net Income	42	443,141	501,832	1,839,984	1,995,004

Description (A)		Figures for the Quarter		Cumulative Figures	
		This Year	Last Year	This Year	Last Year
Dividends on Common Stock (Account 623)	43	1,700,238	2,000,280	1,700,238	2,000,280
Dividends on Preferred Stock (Account 623)	44				
<b>**** Ratios ****</b>					
Expenses to Revenues	45	75.77%	73.59%	73.76%	73.32%
Total Maintenance to Revenues	46	22.37%	26.43%	26.64%	26.12%
Transportation to Revenues	47	35.52%	36.01%	35.19%	35.84%
<b>Note: Reconciliation of Net Railway Operating Income (NROI)</b>					
Net Revenues from Railway Operations	N1	650,456	738,723	2,897,225	2,980,082
[556] Income Taxes on Ordinary Income	N2	(129,768)	(111,996)	(735,465)	(543,101)
[557] Provision for Deferred Income Taxes	N3	(71,326)	(131,112)	(309,730)	(496,666)
Income from Lease of Road and Equipment	N4	(2,508)	(2,397)	(9,571)	(8,918)
Rent for leased Roads and Equipment	N5	5,850	5,792	23,923	23,432
Net Railway Operating Income	N6	452,704	499,010	1,866,382	1,954,829

**Remarks**

In compliance with STB requirements, this report does not reflect adoption of FAS 143 (Accounting for Asset Retirement Obligations). Certain amounts have been revised to conform with R-1 presentation.

**Certification**

I, the undersigned, Terri Grubb

Title Manager Corporate Accounting of Norfolk Southern Combined Railroad Subsidiaries  
 (Name and Title of Office in charge of Accounts) (Full Name of reporting company)

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) I declare it to be a full, true and correct statement of the revenue, expense and income accounts named, and that the various items here reported were determined in accordance with effective rules promulgated by the Surface Transportation Board.

Date March 28, 2013

Signature   
 Terri Grubb

Telephone Number 540-524-5452  
 (Area Code) (Number)

Note: Dollars are stated in thousands commencing in 1981.