

Highlights:

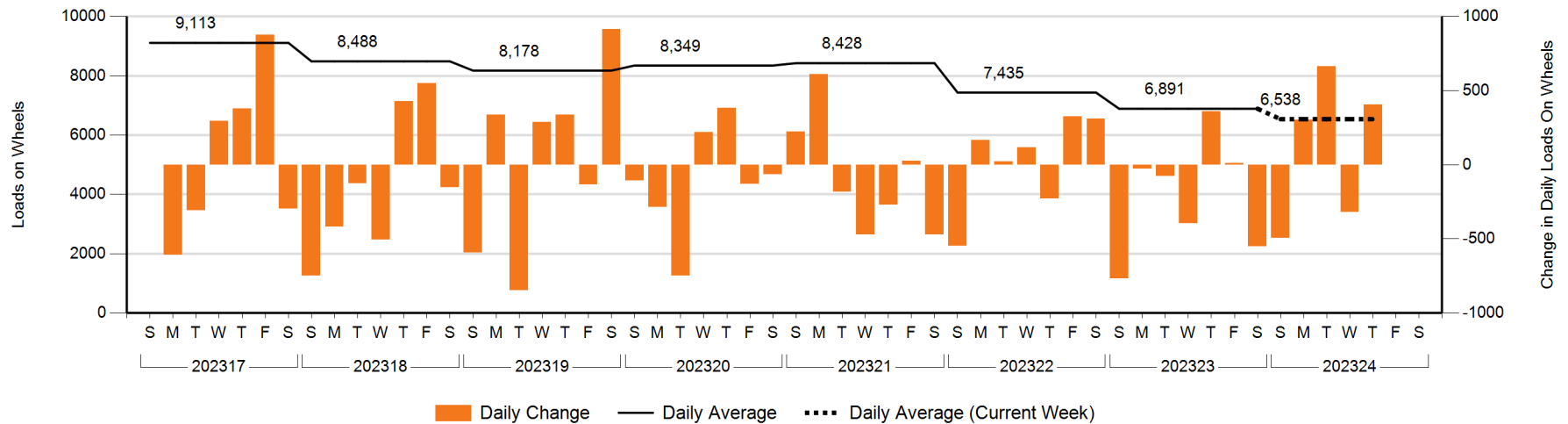
- Loads on Wheels
 - System loads on wheels reversing course again and rising notably yesterday returning near the 7,000 car mark.
 - CN loads on wheels have seen some significant swings up and down this week with yesterday being an up day with loads on wheels jumping 24% (700+ cars) while CP saw a decline.
- Cars Not Moving
 - Modest improvement yesterday in the number of cars dwelling for 48+ hours returning back just below 900 cars on a system basis.
 - Little movement anywhere yesterday with CN and CP each seeing very slight improvement.
- Port Unloads
 - West coast unloads (518) down by half from the prior day with lower unloads at both Vancouver and Prince Rupert.
 - Once again for Prince Rupert the unloads reflected in this report are likely understated due to ongoing reporting issues.

	Today	Change from Yesterday	Percent Change from Yesterday	Daily Average (Current Week)	Daily Average (Prior Week to Date)	Percent Change from Prior Week
Loads On Wheels						
• Canadian National	3,652	714	24%	3,092	3,187	-3%
• Canadian Pacific	2,976	-243	-8%	3,001	3,228	-7%
• Canadian Shortlines	78	-13	-14%	135	132	2%
• US Railways	292	-53	-15%	309	414	-25%
Total	6,998	405	6%	6,538	6,962	-6%
Loads Not Moving 48+ Hrs						
• Canadian National	59	-45	-43%	87	336	-74%
• Canadian Pacific	685	-19	-3%	581	794	-27%
• Canadian Shortlines	50	0	0%	91	74	23%
• US Railways	96	-23	-19%	135	186	-27%
Total	890	-87	-9%	894	1,391	-36%
Port Unloads						
• Vancouver	516	-245	-32%	598	674	-11%
• Prince Rupert	2	-283	-99%	57	73	-22%
• Thunder Bay		0		0	31	-100%
Total	518	-528	-51%	656	779	-16%
• West Coast Unloads	518	-528	-51%	656	748	-12%

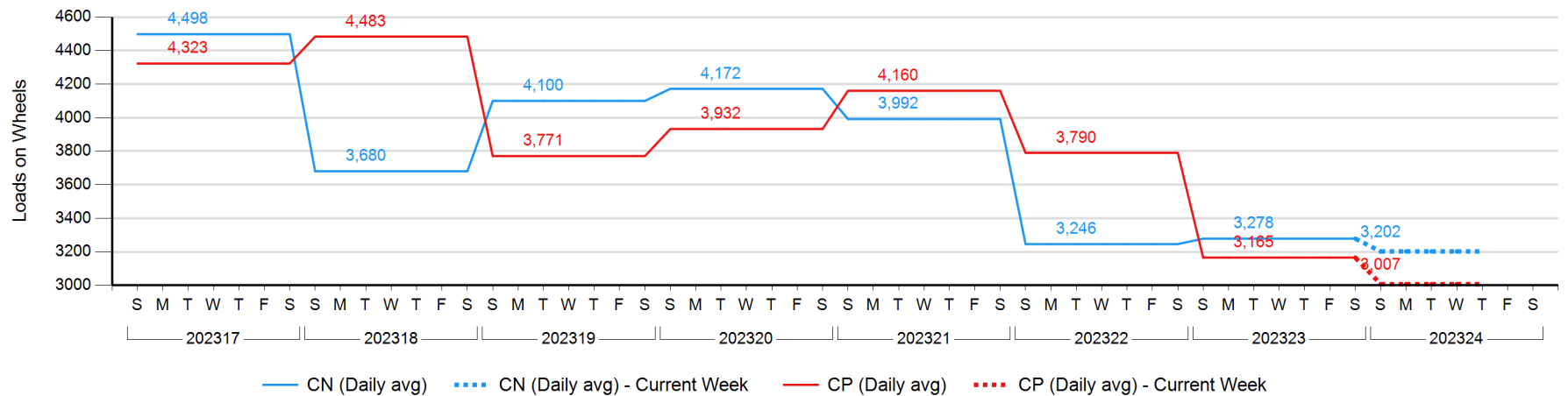
Loads on Wheels

- Average daily loads on wheels continue to track 5% below last week's levels at a little more than 6,500 cars per day.
- Both railways remain below the levels seen a week ago in nearly equal measure.

System Loads on Wheels - All Railways / All Corridors



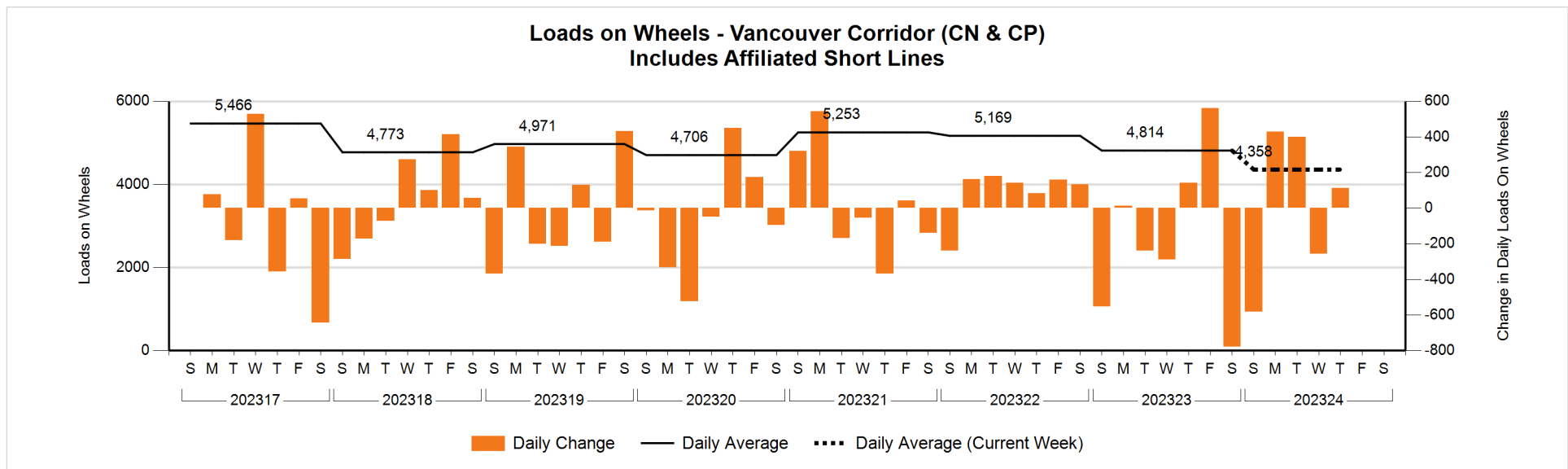
**Loads on Wheels - All Corridors (CN & CP)
Includes Affiliated Short Lines**

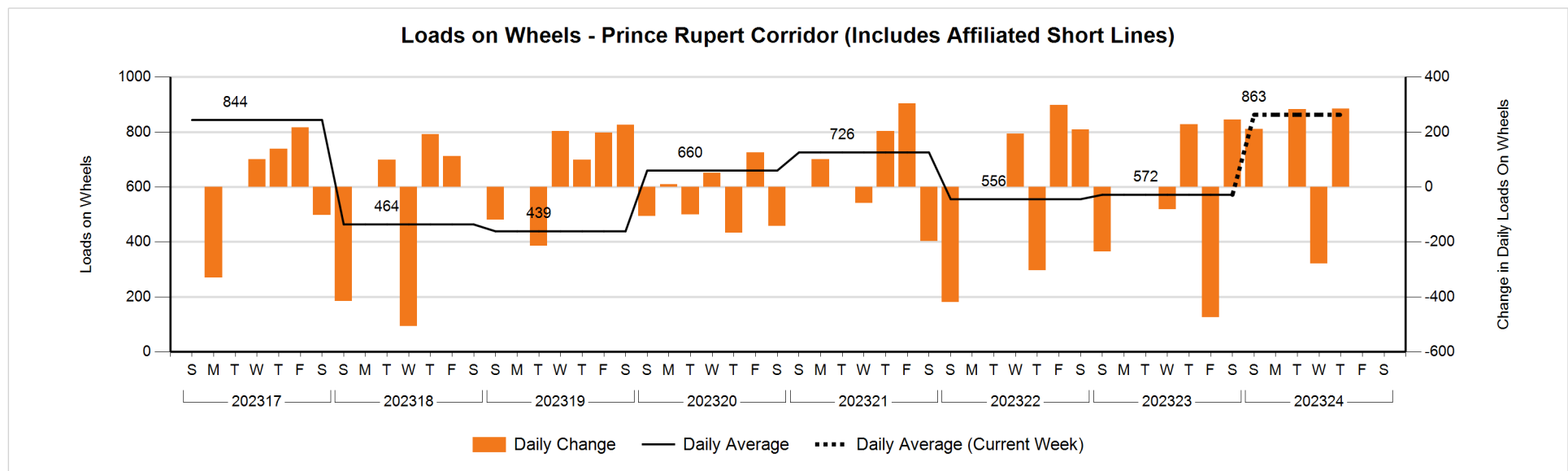
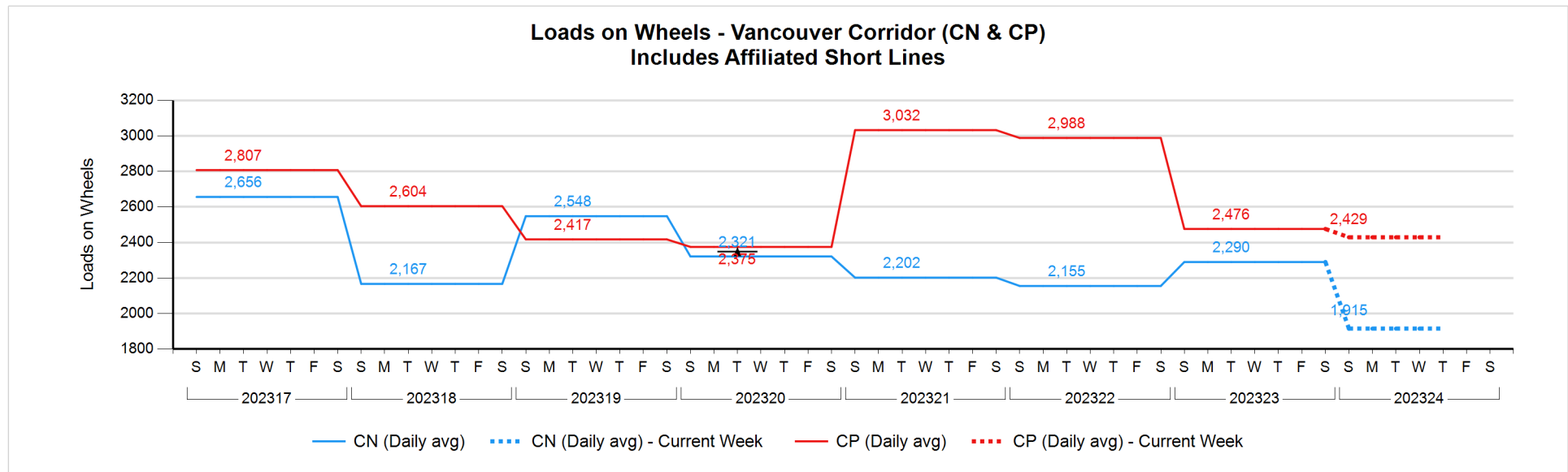


Loads on Wheels by Corridor

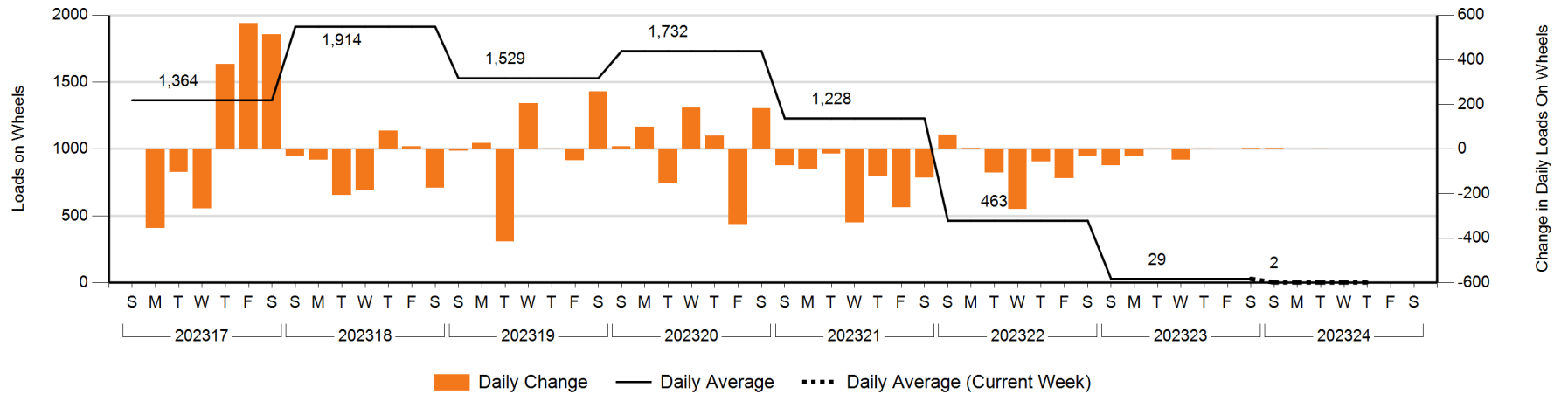
- Note to Reader - values in the table below may vary from those reported on page 1 as these reflect CN and CP including affiliated short lines while short lines are reported separately on page 1.
- CN volumes up notably yesterday (+ 714) with higher volumes in all corridors led by the west coast. CP volumes down (- 258) with declines across the board led by Vancouver.

	Eastern Canada	USA / MEX	Thunder Bay	Western Canada	Prince Rupert	Vancouver	Total
CN							
Prior Day	310	85	0	63	753	1,777	2,988
Cars exiting corridor	29	2	0	1	2	289	323
New Cars Online	134	26	0	0	287	590	1,037
Net Change	105	24	0	-1	285	301	714
Current Day	415	109	0	62	1,038	2,078	3,702
CP							
Prior Day	202	283	2	123	0	2,624	3,234
Cars exiting corridor	15	122	0	3	0	532	672
New Cars Online	8	64	0	1	0	341	414
Net Change	-7	-58	0	-2	0	-191	-258
Current Day	195	225	2	121	0	2,433	2,976

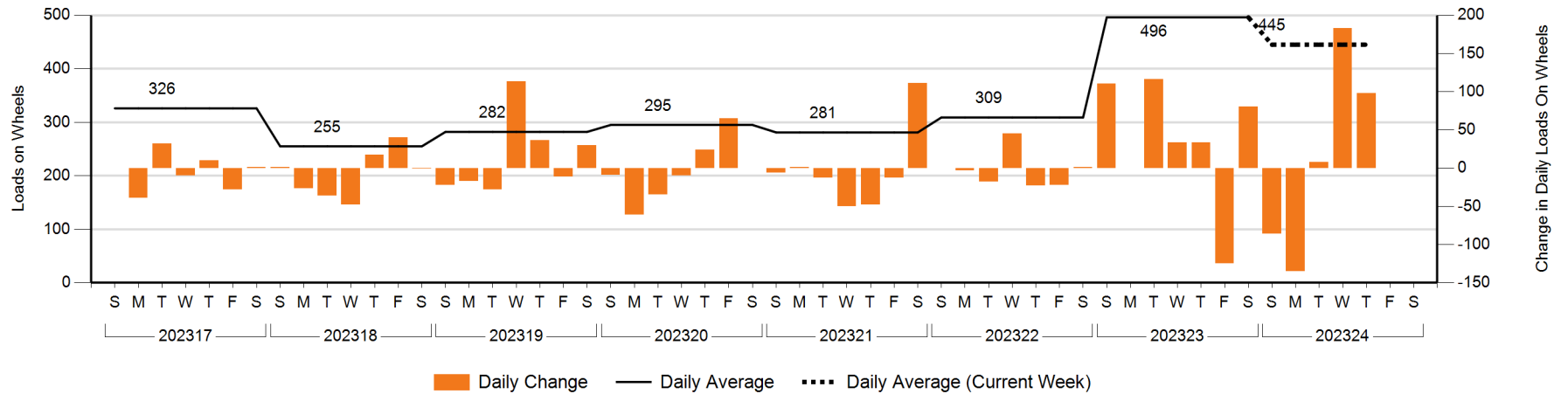




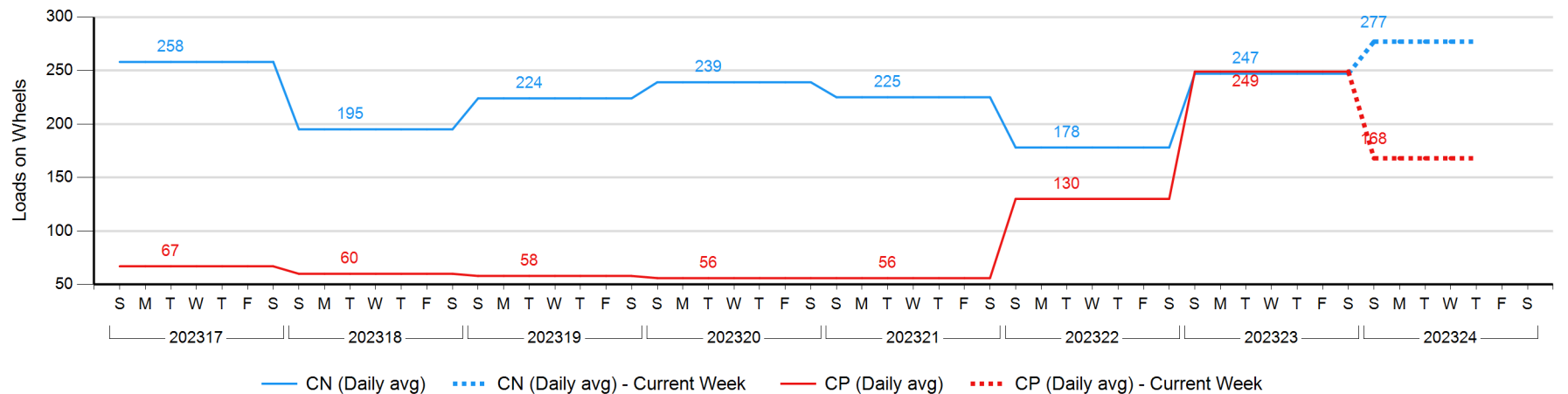
Loads on Wheels - Thunder Bay Corridor (CN & CP) Includes Affiliated Short Lines



Loads on Wheels - E Canada Corridor (CN & CP) Includes Affiliated Short Lines



Loads on Wheels - E Canada Corridor (CN & CP) Includes Affiliated Short Lines



Loads Not Moving 48+ Hours

- Little movement yesterday in the number of cars dwelling 48+ hours with system totals holding right around 900 cars.
- Neither railway seeing much improvement yesterday.
- CN seeing counts decline slightly yesterday (- 45 cars) with puts and takes across multiple corridors.
- CN system counts once again hovering around the 100 car mark.
- CP also seeing modest improvement yesterday (- 19 cars) and like CN reflecting minor puts and takes across multiple corridors.
- CP counts remain significantly higher than levels currently seen on CN - roughly 6x higher
- As was the case yesterday and is usually the case, the majority of cars dwelling on the CP system are in the Vancouver corridor which at nearly 500 cars accounts for 70% of all CP idle cars.
- Much as was the case yesterday there are roughly 250 cars dwelling at origin stations and 200 cars dwelling at destination.
- As was noted yesterday the cold weather that has arrived on the Prairies (-37 C in Edmonton this morning and dropping) will result in train length restrictions and a general decline in system velocity so it is likely we will see these counts rise for both railways in the coming days.
- Adding to that probability is the fact shipper demand is projecting higher next week (wk 25) for both railways rising to more than 8,500 cars which would represent the highest one week demand we have seen since mid November.

<u>24 Hour Change</u>	Eastern Canada	USA / MEX	Thunder Bay	Western Canada	Prince Rupert	Vancouver	Total
CN							
Prior Day	19	15	0	55	53	12	154
Current Day	26	8	0	58	1	16	109
Net Change	7	-7	0	3	-52	4	-45
CP							
Prior Day	12	65	1	90	0	536	704
Current Day	13	79	1	98	0	494	685
Net Change	1	14	0	8	0	-42	-19

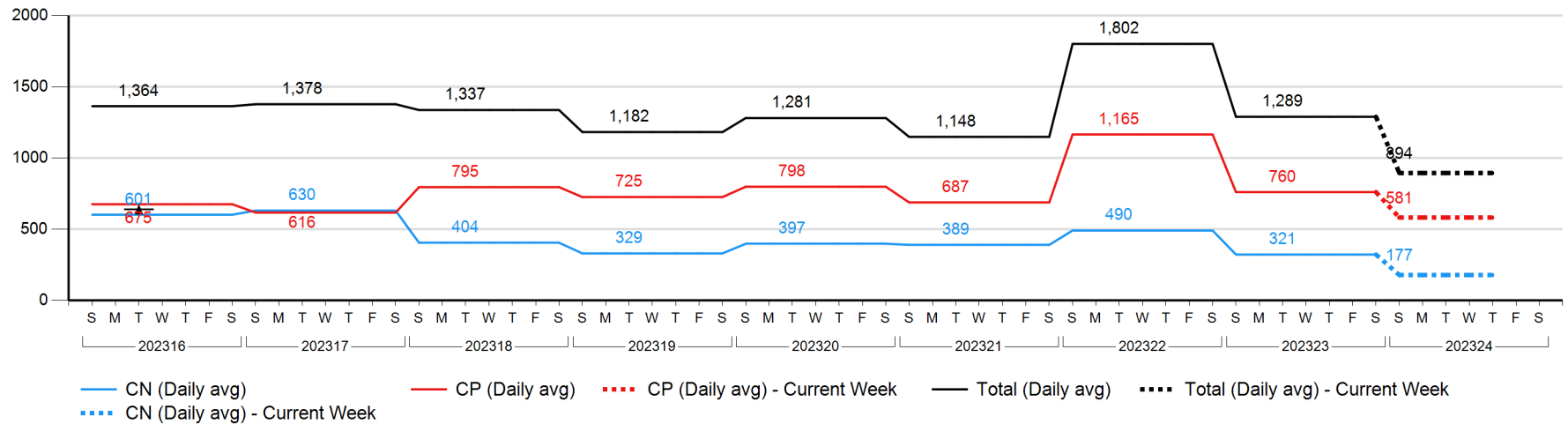
<u>Percent Loads Not Moving</u>	Eastern Canada	USA / MEX	Thunder Bay	Western Canada	Prince Rupert	Vancouver	Total
CN							
Prior Day	6%	18%	0%	87%	7%	1%	5%
Current Day	6%	7%	0%	94%	0%	1%	3%
CP							
Prior Day	6%	23%	50%	73%	0%	20%	22%
Current Day	7%	35%	50%	81%	0%	20%	23%

<u>Current Day Status - Network Location</u>	Eastern Canada	USA / MEX	Thunder Bay	Western Canada	Prince Rupert	Vancouver	Total
CN							
Origin		3		7			10
Enroute	10			50	1	8	69
Destination Yard	10			1		4	15
Destination (Placed)	6	5				4	15
CP							
Origin	11	29				249	289
Enroute	2	49		83		45	179
Destination Yard				4		195	199
Destination (Placed)		1	1	11		5	18
Percent Loads Not Moving							
CN							
Origin	0%	7%	0%	78%	0%	0%	1%
Enroute	5%	0%	0%	96%	0%	1%	4%
Destination Yard	31%	0%	0%	100%	0%	1%	4%
Destination (Placed)	17%	45%	0%	0%	0%	3%	3%
CP							
Origin	73%	78%	0%	0%	0%	35%	38%
Enroute	1%	26%	0%	98%	0%	5%	13%
Destination Yard	0%	0%	0%	100%	0%	31%	30%
Destination (Placed)	0%	100%	50%	50%	0%	3%	8%

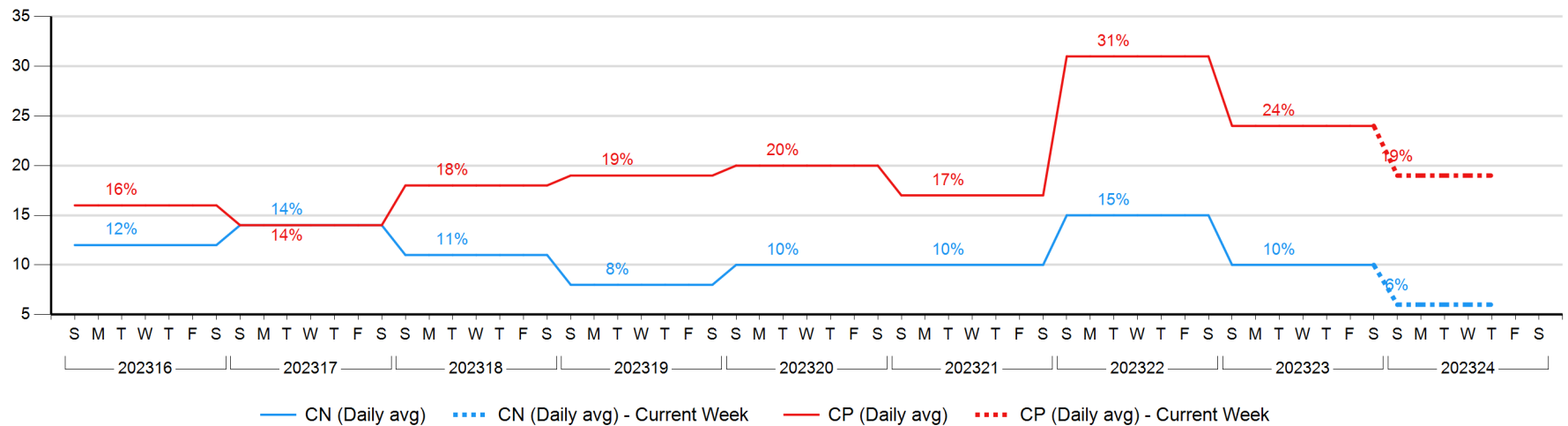
Network Breakdown

- CN and CP continuing to see a significant decline in the percentage of loads on wheels dwelling for 48+ hours as compared to a week ago.
- This metric can be volatile on a daily basis and as such a better gauge of system performance is the weekly trend.

Loads Not Moving 48+ Hours - All Corridors

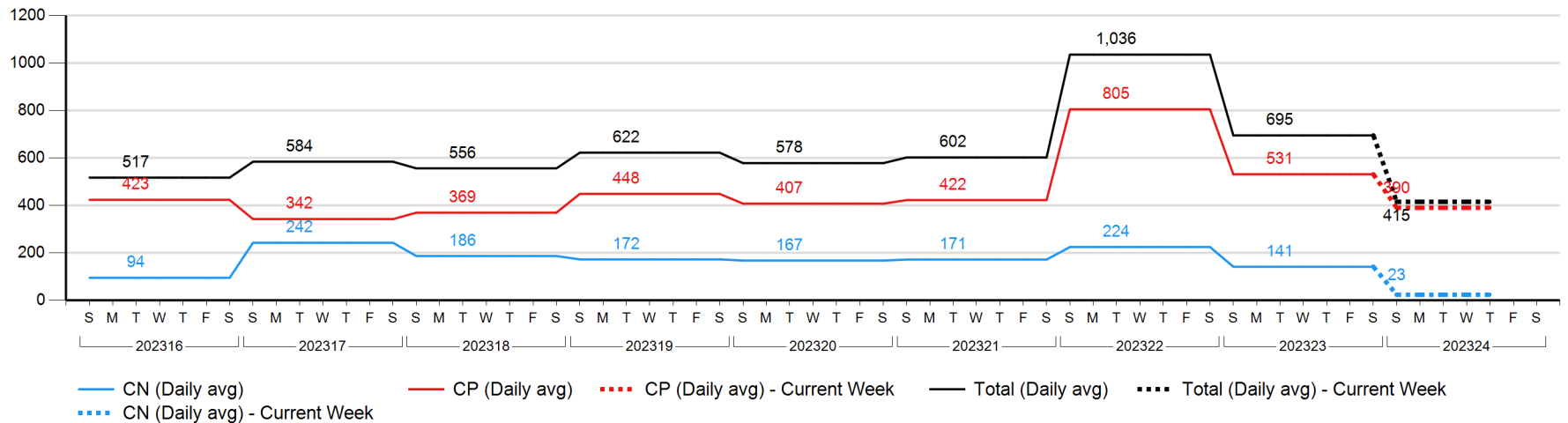


Percent Loads on Wheels Not Moving 48+ Hours - All Corridors

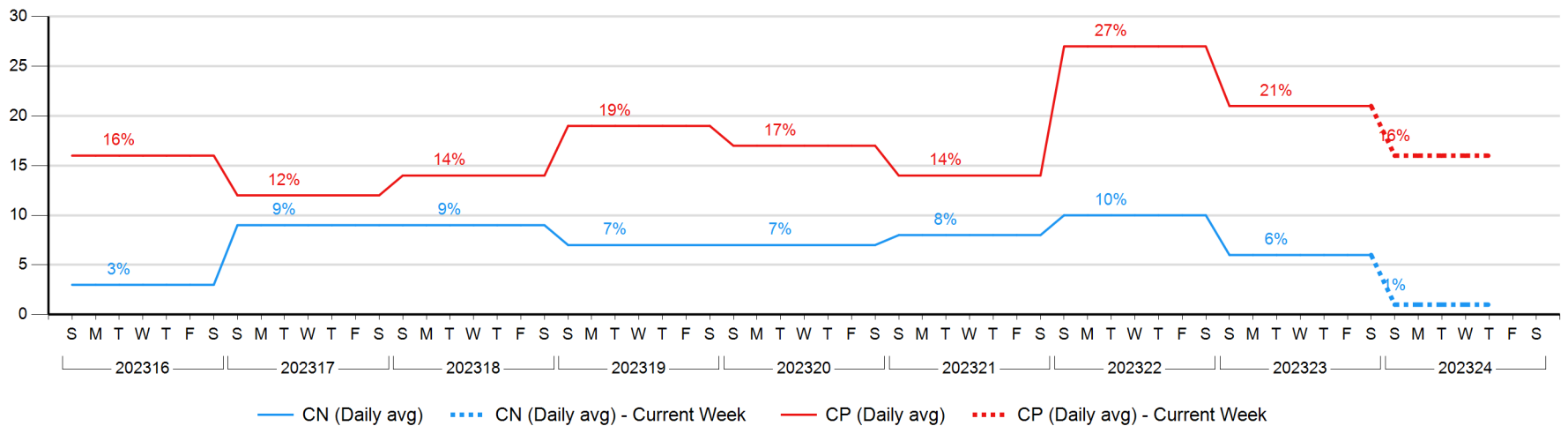


Vancouver

Loads Not Moving 48+ Hours - Vancouver Corridor

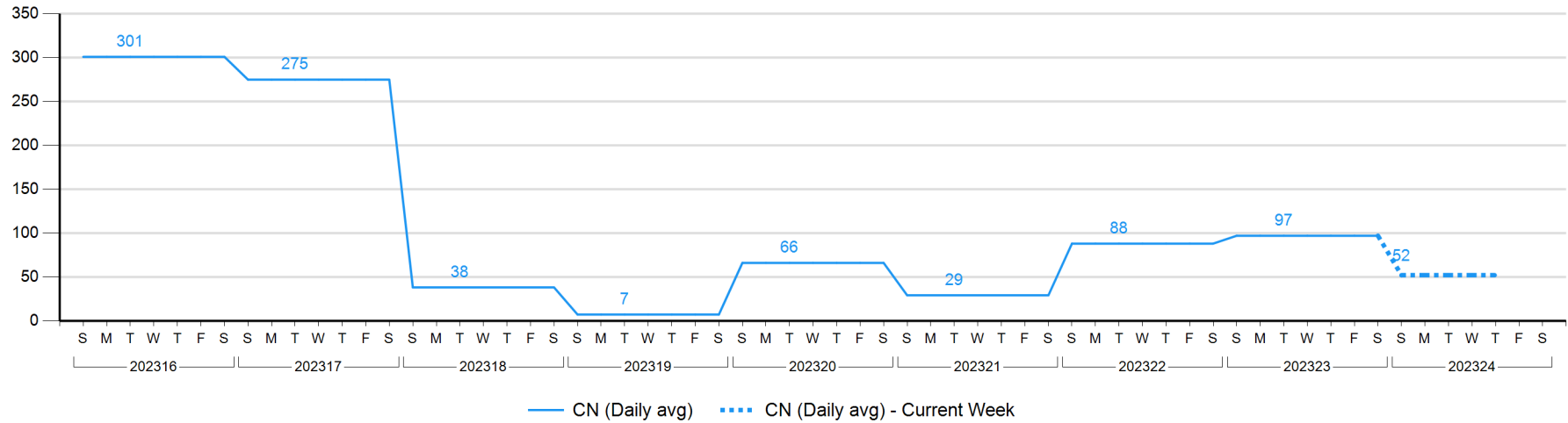


Percent Loads on Wheels Not Moving 48+ Hours - Vancouver Corridor

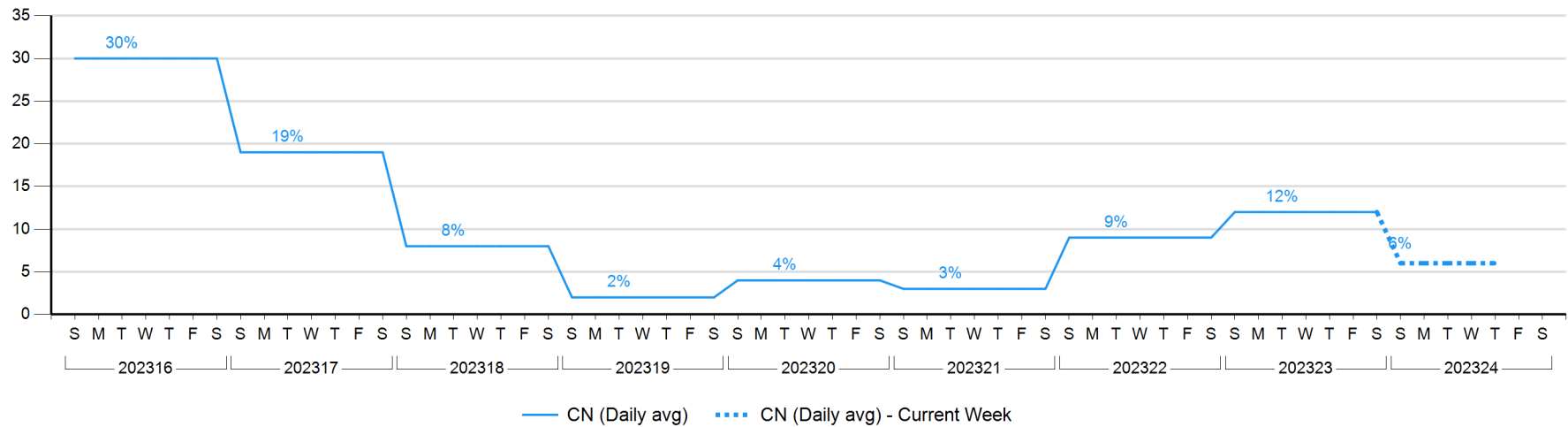


Prince Rupert

Loads Not Moving 48+ Hours - Prince Rupert Corridor

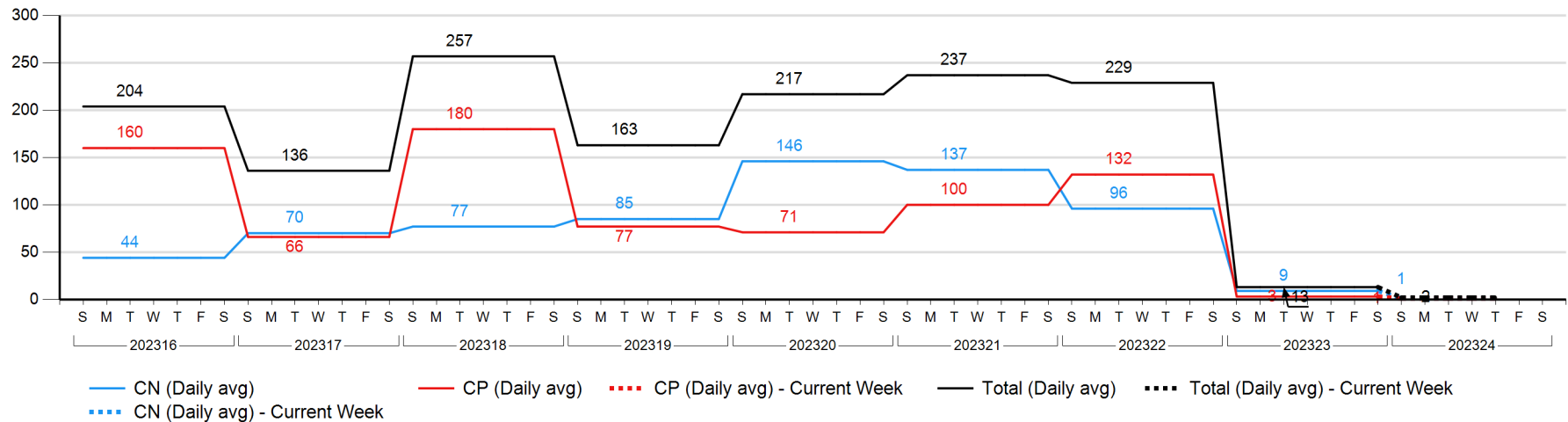


Percent Loads on Wheels Not Moving 48+ Hours - Prince Rupert Corridor

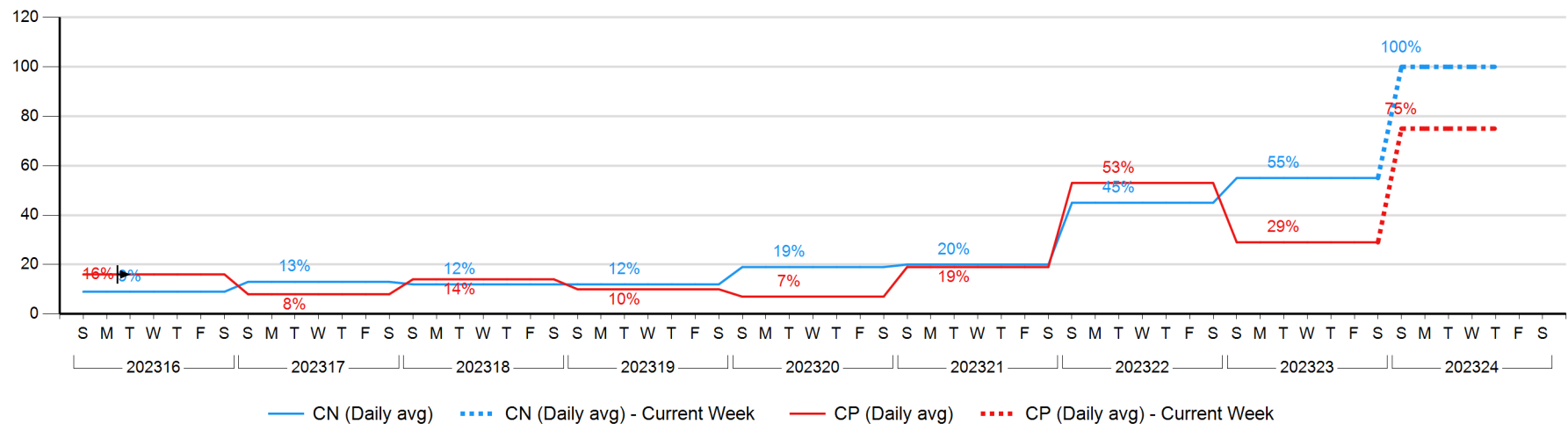


Thunder Bay

Loads Not Moving 48+ Hours - Thunder Bay Corridor

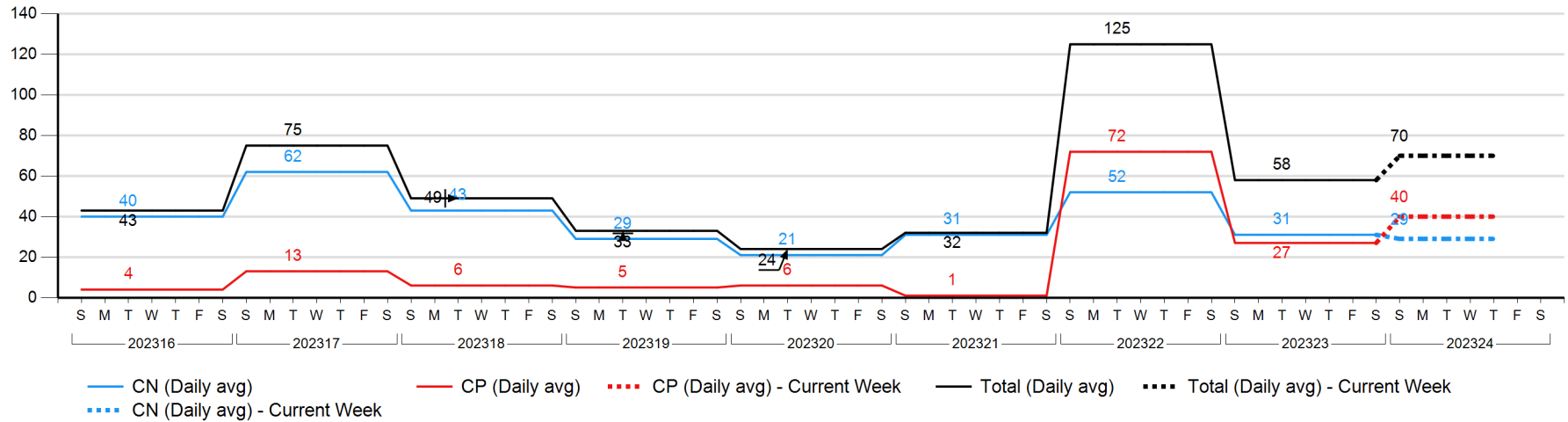


Percent Loads on Wheels Not Moving 48+ Hours - Thunder Bay Corridor

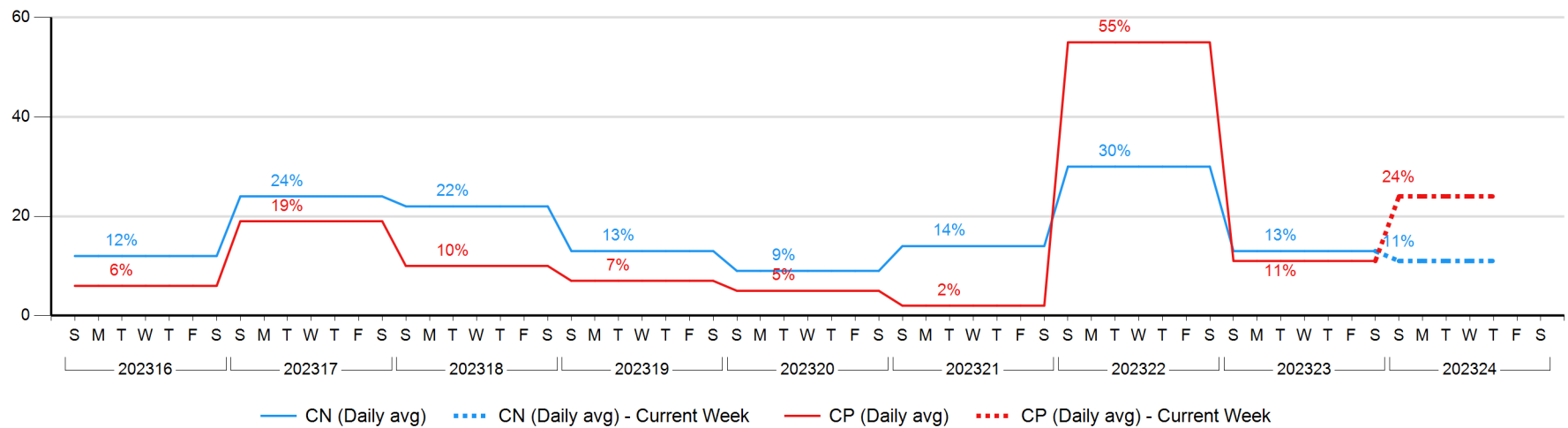


Eastern Canada

Loads Not Moving 48+ Hours - E Canada Corridor



Percent Loads on Wheels Not Moving 48+ Hours - E Canada Corridor

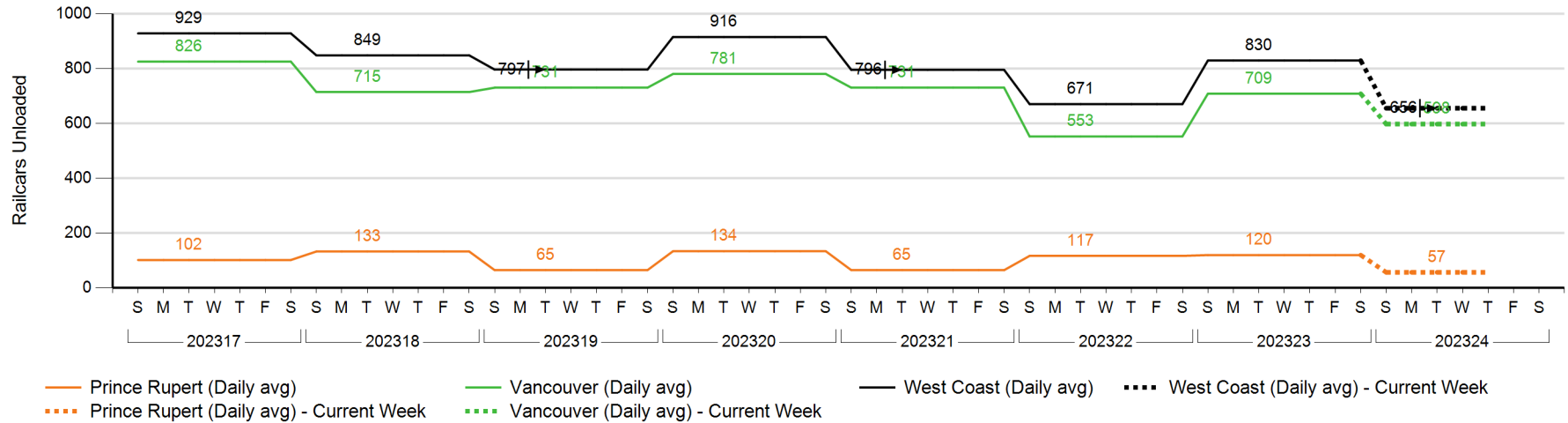


Port Performance

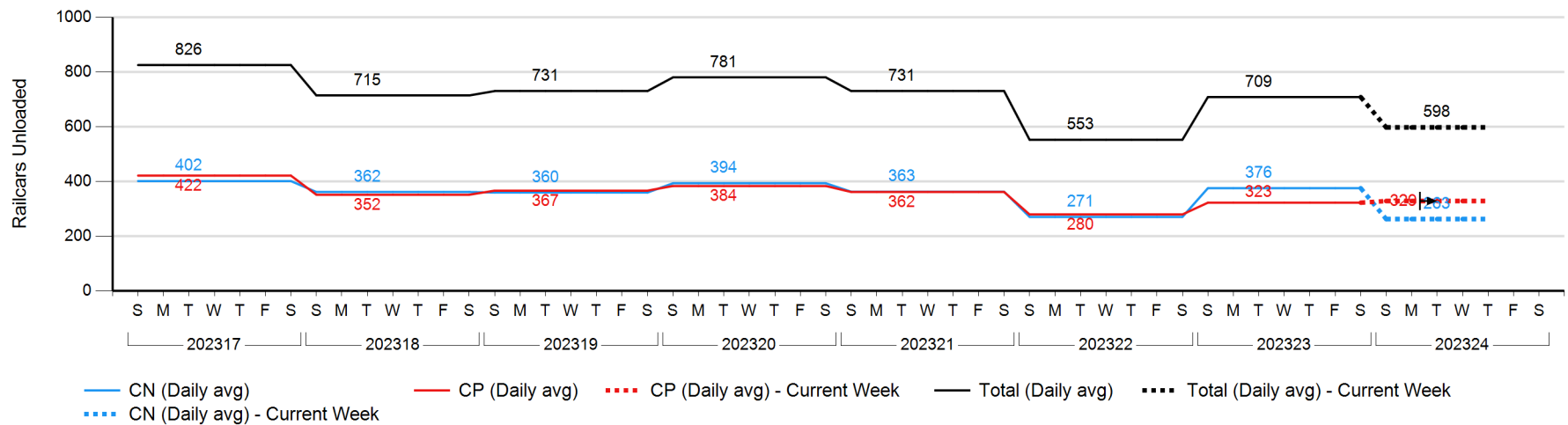
- West coast unloads (518) down 50% from the prior day with lower reported unloads at both west coast ports.
- Prince Rupert reports only 2 cars unloaded although this is likely significantly understated due to ongoing reporting issues. If the pattern we have seen recently continues we will likely see a high number of unloads reported tomorrow. We show 450 cars on site this morning although due to the reporting issue we think this is likely overstated as there were 300 cars on site yesterday morning prior to noon. Loads on wheels, also likely overstated, are showing at 1,100+ cars this morning with 300 new cars entering the corridor yesterday. Current scheduling sees 100 cars arriving on each of today, Saturday and Sunday. Given the cold weather and the inevitable slowdown in operations that will follow some of these ETAs are likely to fall back. Preliminary data indicates demand will hold at 1,200 cars next week for the second straight week - the two highest weeks we have seen for this corridor so far this year.
- Vancouver unloads (516) down nearly a third from the prior day. There are 1,100 cars on site once again this morning. Loads on wheels holding around 4,300 cars this morning. The near term pipeline has thinned considerably this morning with 800 cars currently west of the AB/BC border of which 500 are Kamloops and west. Preliminary data indicates that demand for the Vancouver corridor will jump to 6,300 cars next week - 20% higher than this week and the highest demand level we have seen in this corridor since early November.

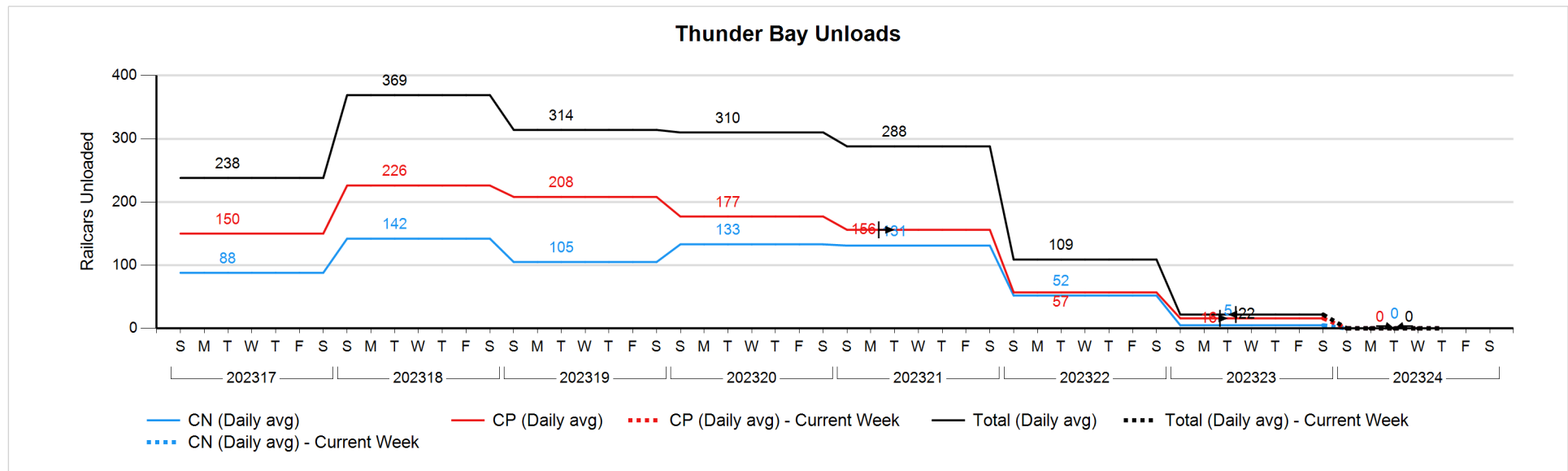
	Today	Change from Yesterday	Percent Change from Yesterday	Daily Average (Current Week)	Dail Average (Prior Week to Date)	Percent Change from Prior Week
Vancouver						
• Cars unloaded	516	-245	-32%	598	674	-11%
• Cars Placed for Unloading	642	199	45%	625	618	1%
• Cars on Hand	1,027	-125	-11%	852	1,007	-15%
• Cars Arrived at Destination	512	-45	-8%	707	638	11%
Prince Rupert						
• Cars unloaded	2	-283	-99%	57	73	-22%
• Cars Placed for Unloading	306	304	15200%	118	141	-16%
• Cars on Hand		0		37	199	-81%
• Cars Arrived at Destination	306	306		118	141	-16%
Thunder Bay						
• Cars unloaded		0		0	31	-100%
• Cars Placed for Unloading	1	1		0	27	-100%
• Cars on Hand	1	-1	-50%	2	22	-91%
• Cars Arrived at Destination		-1	-100%	0	4	-100%
West Coast						
• Cars unloaded	518	-528	-51%	656	748	-12%

West Coast Unloads



Vancouver Unloads





Glossary

Loads on Wheels	Count of loaded rail cars including all rail cars that have been released loaded at origin and have not been reported by the railway as unloaded at destination. Counts include all rail cars (hopper cars and boxcars) moving within a corridor.
Loads Not Moving	Loaded rail cars for which the railways have not reported a movement event for 48 hours or more whether the rail car is at origin, enroute or at destination.
Cars Unloaded	Count of rail cars reported by railways as unloaded at the western port destinations of Vancouver, Prince Rupert, and Thunder Bay. Unload counts include all rail cars (hopper cars and boxcars) unloaded by all receivers including major port terminals, transloaders and other receivers.
Cars Arrived at Destination	The number of railcars that have arrived at the destination railway yard in the prior 24 hours.
Cars Placed for Unloading	The count of railcars reported as placed for unloading at a receiving facility in the prior 24 hours.
Cars Exiting Corridor	The number of loaded railcars that have left a given corridor from the prior reporting day whether as a result of the car being unloaded or delivered to another railway via interchange.
New Cars Online	The number of new cars entering a specific corridor resulting from new traffic being released at origin or being received in interchange from another railway.
Cars on Hand	The number of railcars on hand at the destination railway yard that have not yet been placed at a receiver facility for unloading