

Highlights:

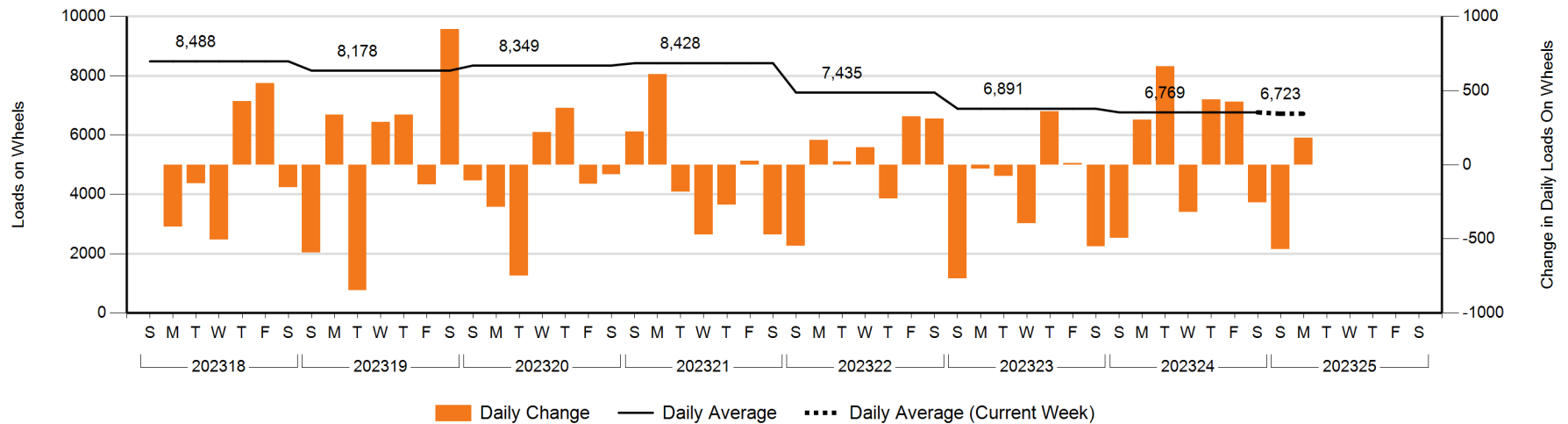
- Loads on Wheels
 - A nominal bump up in system loads on wheels yesterday returning north of 6,800 cars with the increase largely concentrated in the Vancouver corridor.
 - CN and CP each seeing a modest increase in loads on wheels yesterday with CP levels still holding below the 3,000 car mark for a 3rd straight day.
- Cars Not Moving
 - Further deterioration yesterday in the number of cars dwelling for 48+ hours increasing for a 4th consecutive day and pushing north of 3,000 cars representing 45% of all loads on wheels..
 - CN and CP each seeing counts increase yesterday although more notably CN which saw counts increase nearly 50% (+ 433 cars).
- Port Unloads
 - West coast unloads (561) down considerably reflecting lower unloads at both west coast ports in nearly equal measure.
 - Prince Rupert unloads once again reflect batch unloading for cars unloaded the prior day.

	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	3,496	95	3%	3,448	2,729	26%
• Canadian Pacific	2,984	98	3%	2,935	2,917	1%
• Canadian Shortlines	61	4	7%	59	171	-66%
• US Railways	273	-15	-5%	280	277	1%
Total	6,814	182	3%	6,723	6,095	10%
Loads Not Moving 48+ Hrs						
• Canadian National	1,314	433	49%	1,097	110	897%
• Canadian Pacific	1,489	129	10%	1,424	510	179%
• Canadian Shortlines	53	-4	-7%	55	152	-64%
• US Railways	189	-29	-13%	203	165	23%
Total	3,045	529	21%	2,780	938	196%
Port Unloads						
• Vancouver	367	-79	-18%	406	660	-39%
• Prince Rupert	194	-89	-31%	238	0	
• Thunder Bay		-1	-100%	0	0	0%
Total	561	-169	-23%	645	660	-2%
• West Coast Unloads	561	-168	-23%	645	660	-2%

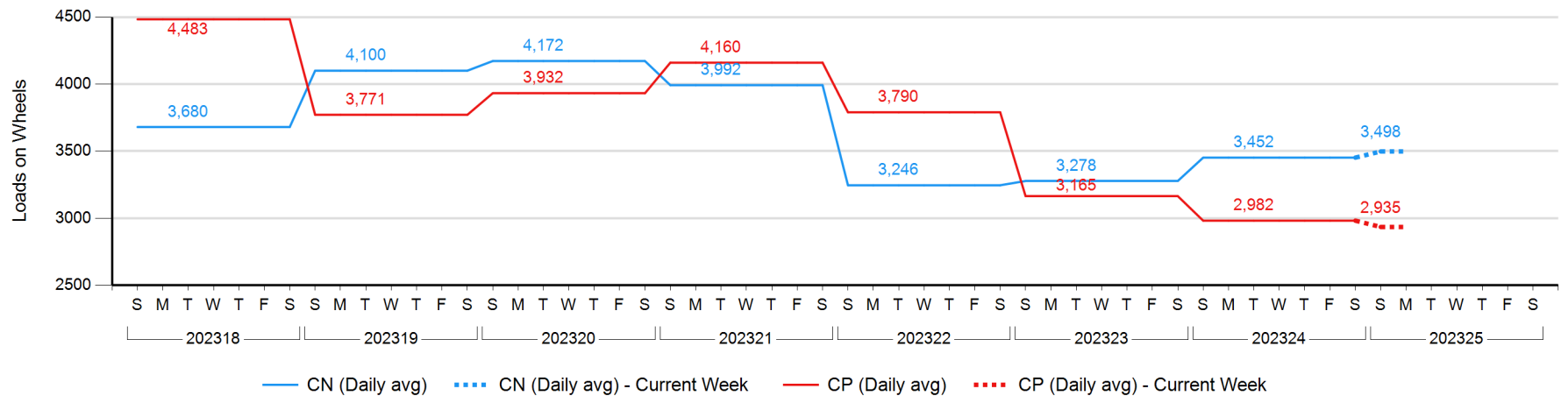
Loads on Wheels

- A slight bump up this morning for average daily loads on wheels but still tracking marginally below last week.
- CN now seeing slightly higher average volumes as compared to last week with CP slightly below last week's levels.

System Loads on Wheels - All Railways / All Corridors



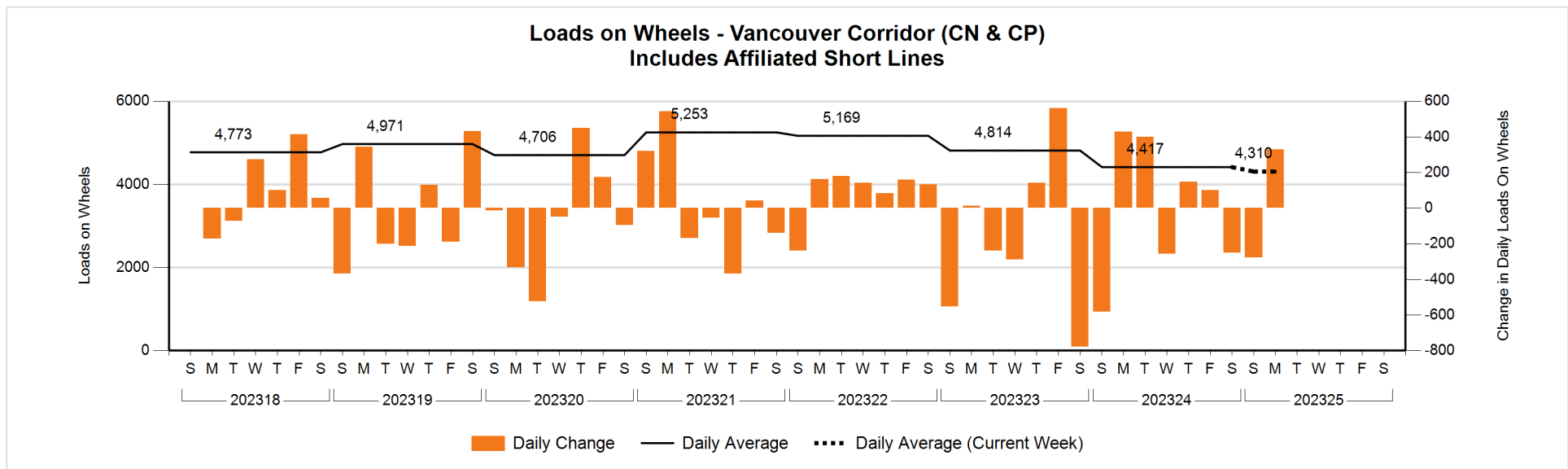
**Loads on Wheels - All Corridors (CN & CP)
Includes Affiliated Short Lines**



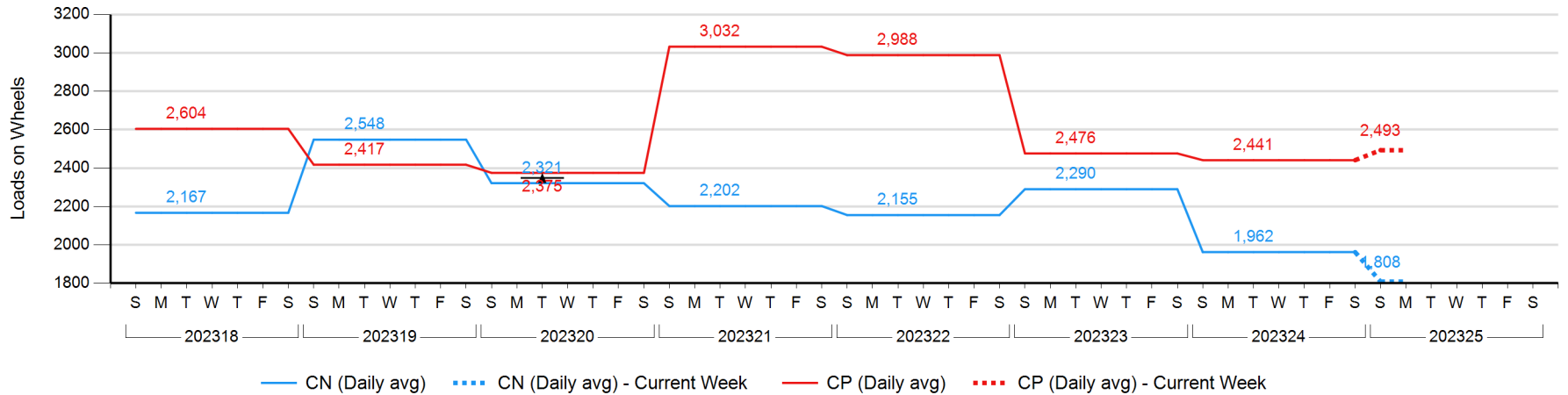
Loads on Wheels by Corridor

- 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 modestly yesterday (+95) driven by higher volumes to Vancouver with reductions elsewhere. CP volumes also up slightly (+ 99) with small increases across multiple corridors.

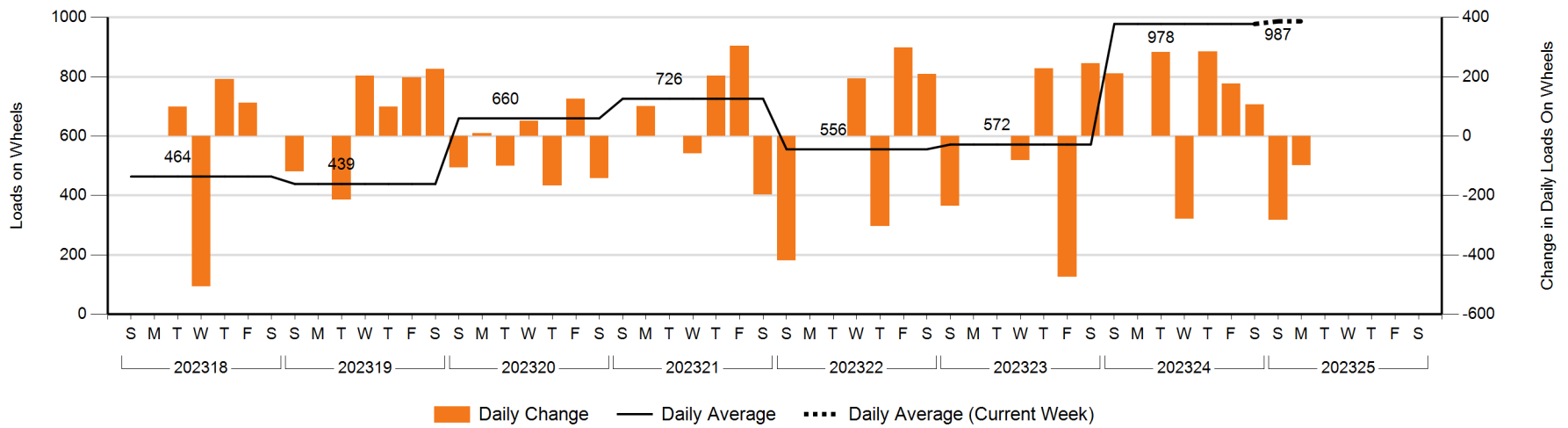
	Eastern Canada	USA / MEX	Thunder Bay	Western Canada	Prince Rupert	Vancouver	Total
CN							
Prior Day	593	88	0	61	1,037	1,672	3,451
Cars exiting corridor	84	6	0	0	194	214	498
New Cars Online	8	4	0	0	95	486	593
Net Change	-76	-2	0	0	-99	272	95
Current Day	517	86	0	61	938	1,944	3,546
CP							
Prior Day	162	152	1	104	0	2,467	2,886
Cars exiting corridor	6	10	0	3	0	200	219
New Cars Online	0	52	0	13	0	253	318
Net Change	-6	42	0	10	0	53	99
Current Day	156	194	1	114	0	2,520	2,985



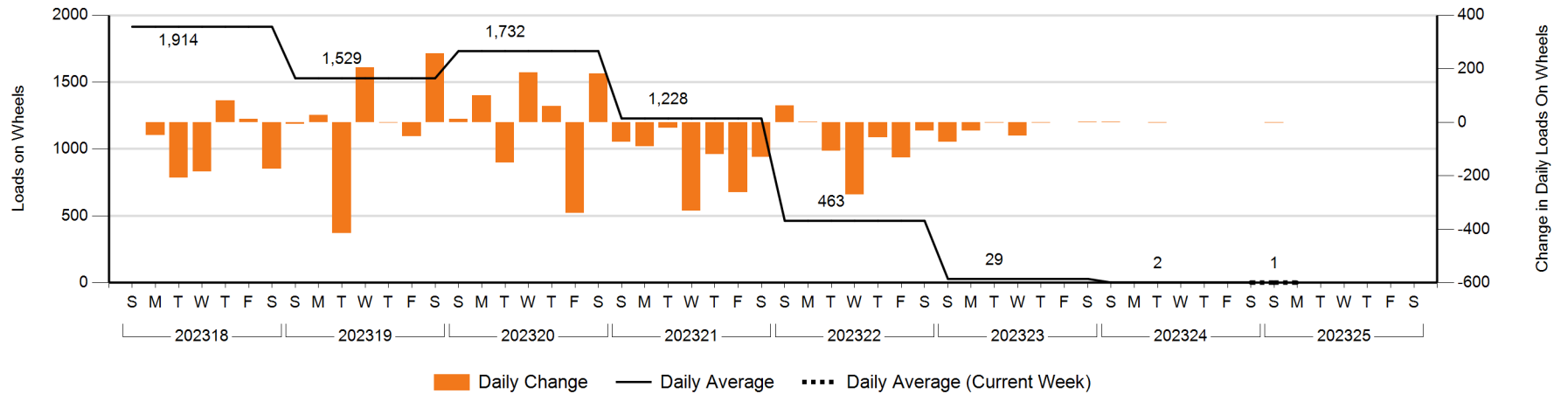
Loads on Wheels - Vancouver Corridor (CN & CP) Includes Affiliated Short Lines



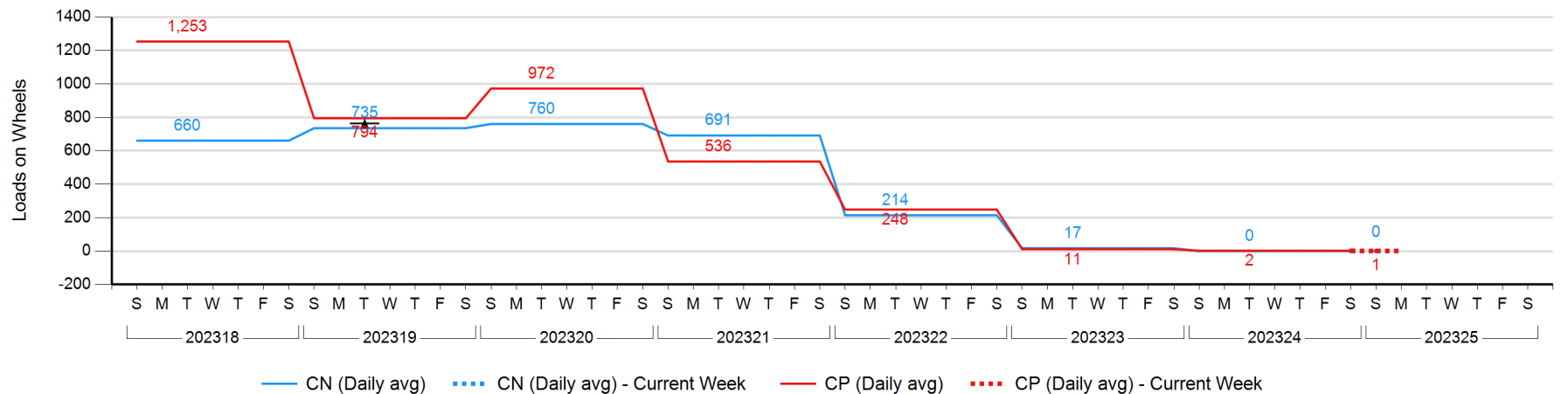
Loads on Wheels - Prince Rupert Corridor (Includes Affiliated Short Lines)



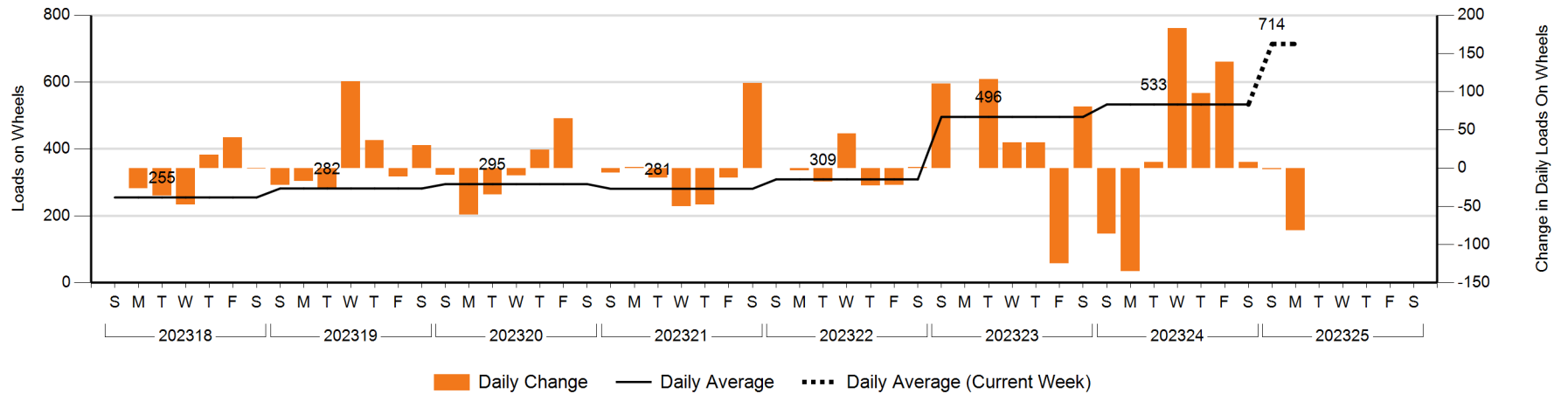
Loads on Wheels - Thunder Bay Corridor (CN & CP) Includes Affiliated Short Lines



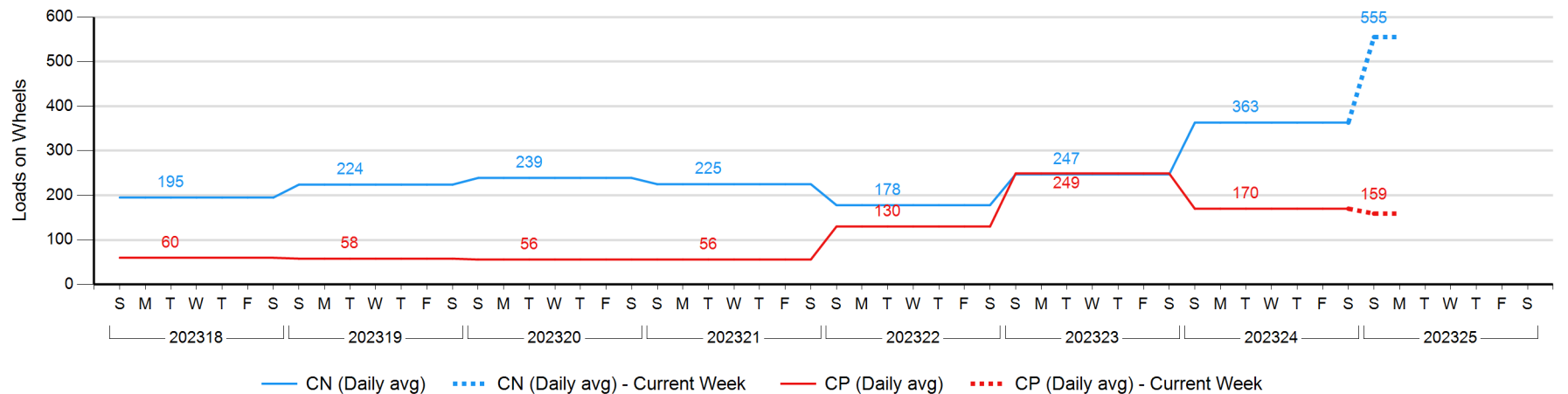
Loads on Wheels - Thunder Bay Corridor (CN & CP) Includes Affiliated Short Lines



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

- The number of cars dwelling 48+ hours continues to rise increasing by another 500+ cars yesterday and now north of 3,000 cars on a system basis.
- While both railways saw counts increase once again yesterday CN was the driver with nearly a 50% increase in the last 24 hours.
- CN seeing counts increase yesterday (+433 cars) for a 4th straight day and now north of 1,300 cars. To put some context around the magnitude of the increase we have seen recently for CN - CN's total idle car count last Thursday was 109 cars - up by a factor of 12 over the last 96 hours.
- The issue for CN continues to be the two west coast corridors which once again bore the brunt of the increase with Prince Rupert corridor counts nearly doubling to more than 400 cars while Vancouver corridor counts jumped by a third to more than 800 cars.
- As was the case yesterday for both corridors cars are accumulating at origin and enroute. CN currently sees more than 800 cars (8 trains) dwelling at origin stations for 2+ days in those two corridors with 700+ of those in the Vancouver corridor.
- CP also seeing counts increase yesterday (+ 129 cars) although only a fraction of the increase seen on CN.
- Having said that the focal point for CP was once again the Vancouver corridor which now sees nearly 1,300 cars dwelling in the corridor split 75/25 between origin and enroute locations.
- Some moderation in weather conditions being seen in Alberta today although perhaps short lived.
- Perhaps equally important is the current forecast for heavy snowfall (20-30 cm) today in southern Alberta and through the Rocky Mountains which is likely to make things even more difficult for CP in the coming days.

<u>24 Hour Change</u>	Eastern Canada	USA / MEX	Thunder Bay	Western Canada	Prince Rupert	Vancouver	Total
CN							
Prior Day	45	21	0	52	211	602	931
Current Day	51	20	0	52	408	833	1,364
Net Change	6	-1	0	0	197	231	433
CP							
Prior Day	22	101	1	101	0	1,135	1,360
Current Day	21	97	1	98	0	1,272	1,489
Net Change	-1	-4	0	-3	0	137	129

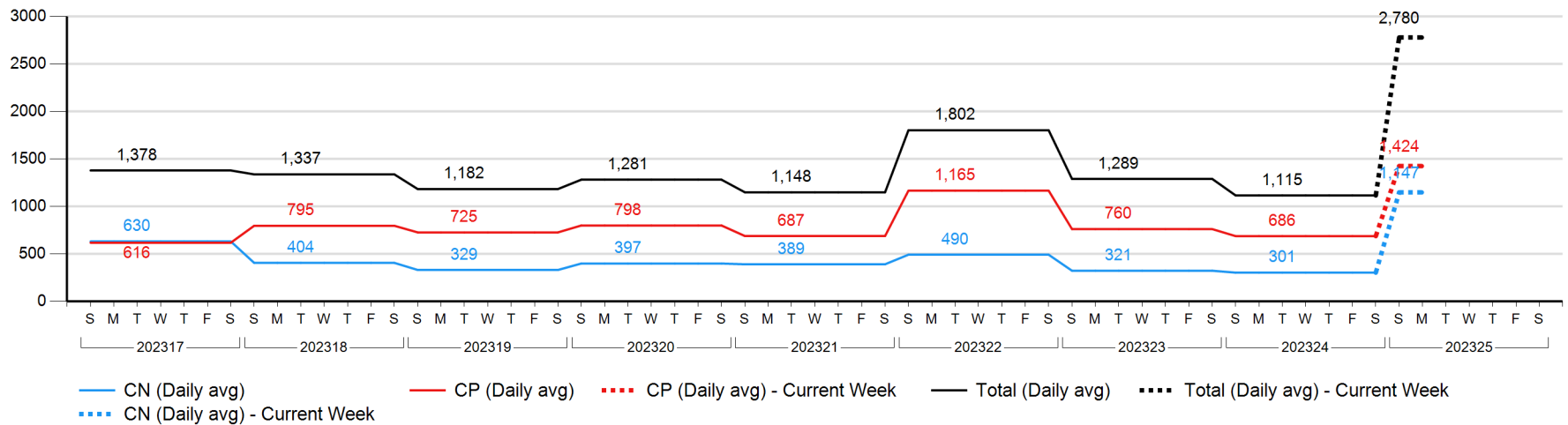
<u>Percent Loads Not Moving</u>	Eastern Canada	USA / MEX	Thunder Bay	Western Canada	Prince Rupert	Vancouver	Total
CN							
Prior Day	8%	24%	0%	85%	20%	36%	27%
Current Day	10%	23%	0%	85%	43%	43%	38%
CP							
Prior Day	14%	66%	100%	97%	0%	46%	47%
Current Day	13%	50%	100%	86%	0%	50%	50%

<u>Current Day Status - Network Location</u>	Eastern Canada	USA / MEX	Thunder Bay	Western Canada	Prince Rupert	Vancouver	Total
CN							
Origin	7	3			101	711	822
Enroute	19	1		51	296	119	486
Destination Yard	13	9		1		1	24
Destination (Placed)	12	7			11	2	32
CP							
Origin	11	48		11		800	870
Enroute	10	48		68		466	592
Destination Yard				2		5	7
Destination (Placed)		1	1	17		1	20
Percent Loads Not Moving							
CN							
Origin	78%	43%	0%	0%	51%	59%	58%
Enroute	5%	2%	0%	85%	47%	22%	29%
Destination Yard	30%	100%	0%	100%	0%	1%	15%
Destination (Placed)	16%	100%	0%	0%	10%	2%	11%
CP							
Origin	100%	48%	0%	55%	0%	69%	67%
Enroute	14%	64%	0%	93%	0%	38%	40%
Destination Yard	0%	0%	0%	50%	0%	8%	10%
Destination (Placed)	0%	6%	100%	100%	0%	2%	12%

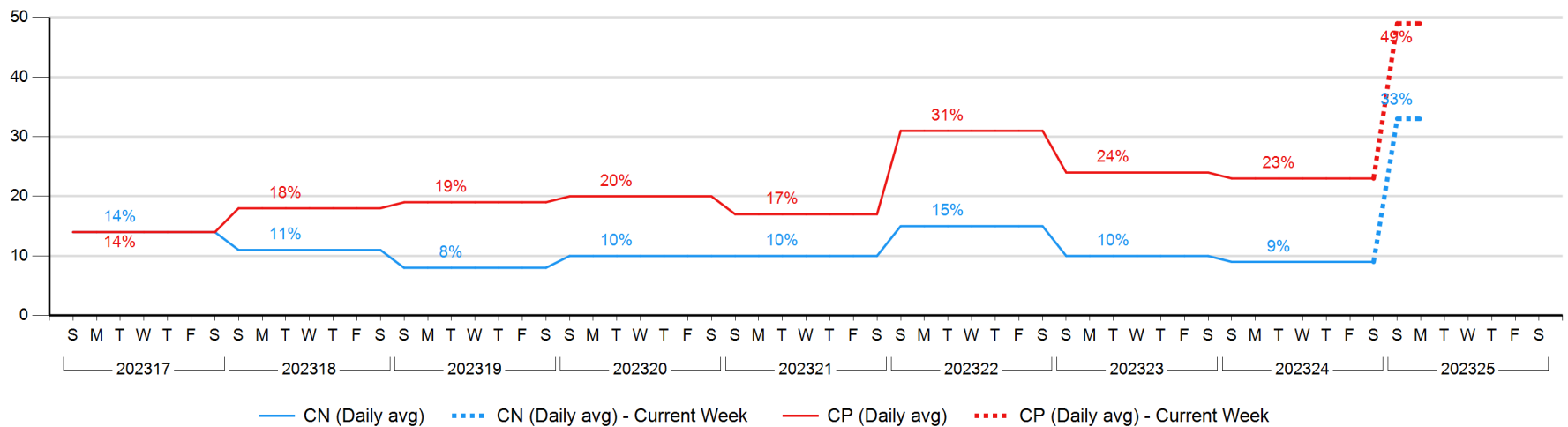
Network Breakdown

- To no one's surprise both CN and CP beginning the week with a significant spike in the percentage of loads on wheels dwelling for 48+ hours driven by the rapidly rising idle car counts.
- 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

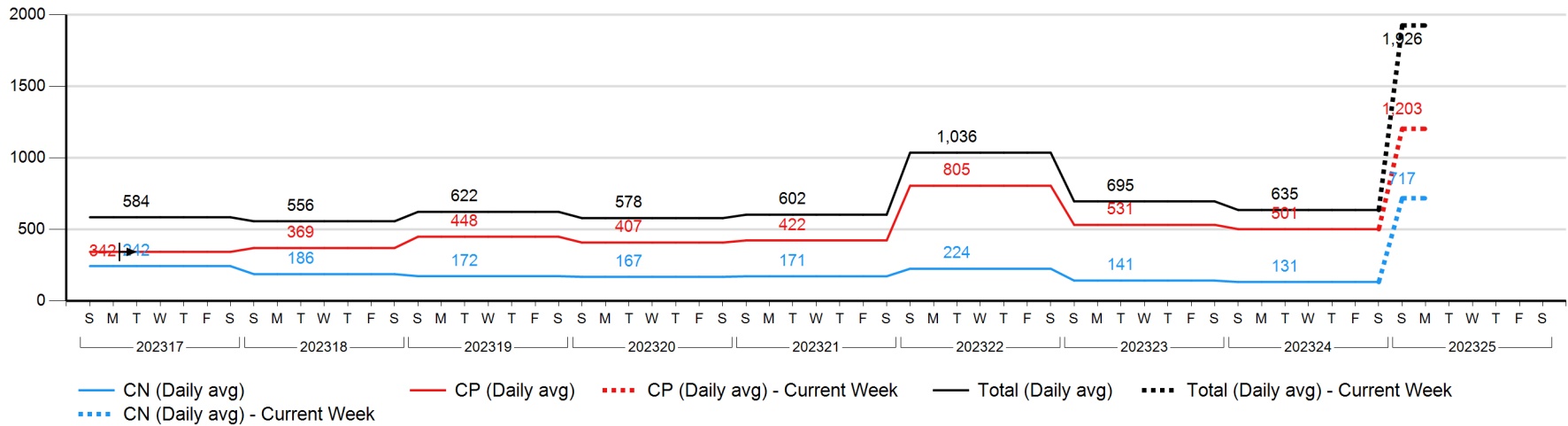


Percent Loads on Wheels Not Moving 48+ Hours - All Corridors

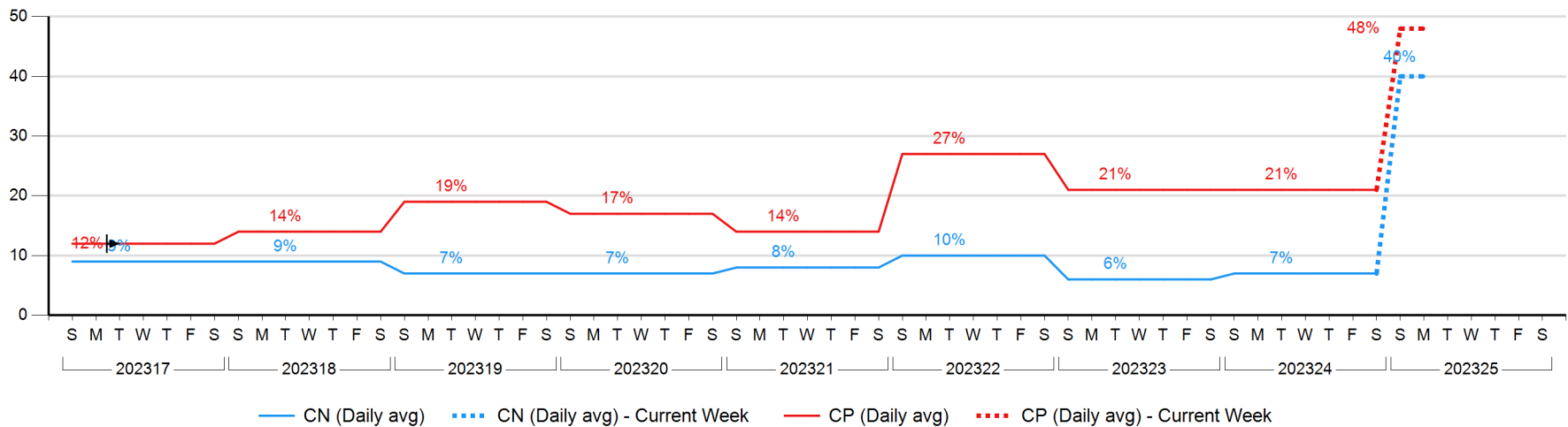


Vancouver

Loads Not Moving 48+ Hours - Vancouver Corridor

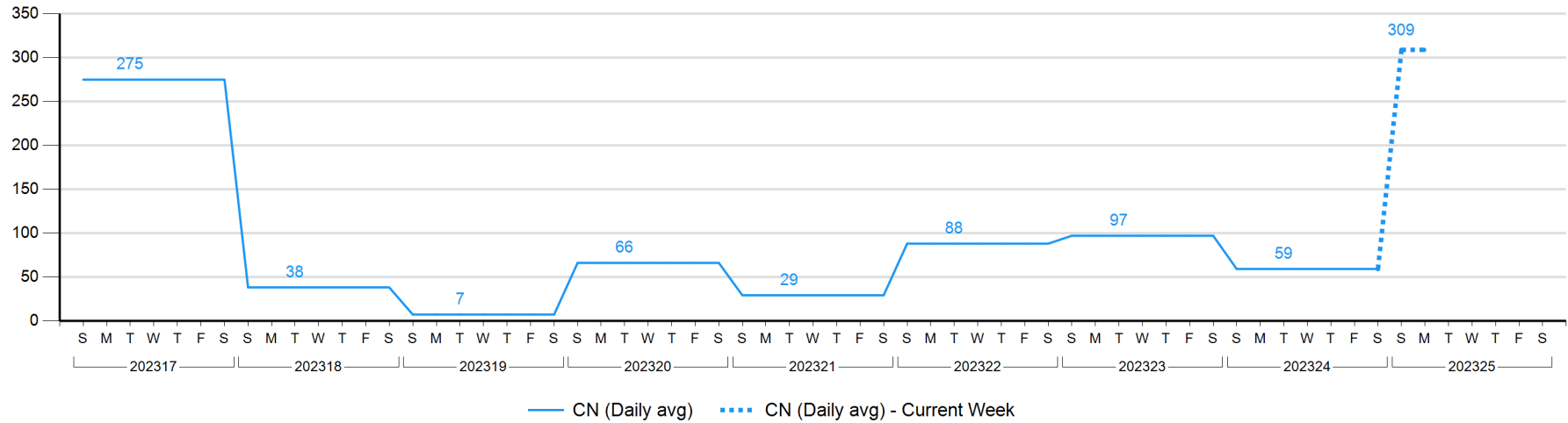


Percent Loads on Wheels Not Moving 48+ Hours - Vancouver Corridor

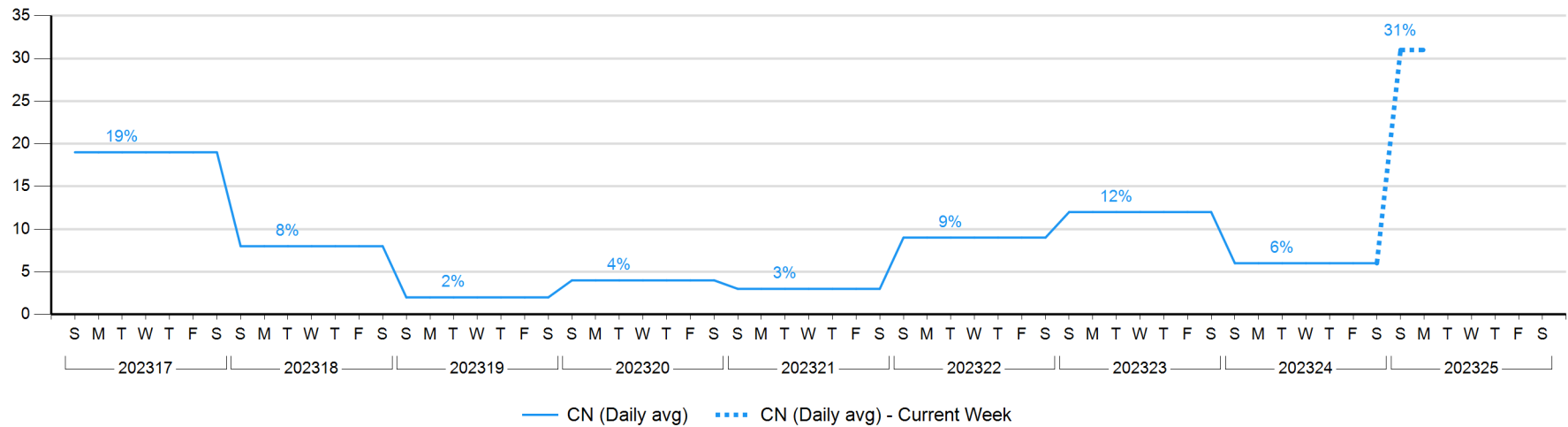


Prince Rupert

Loads Not Moving 48+ Hours - Prince Rupert Corridor

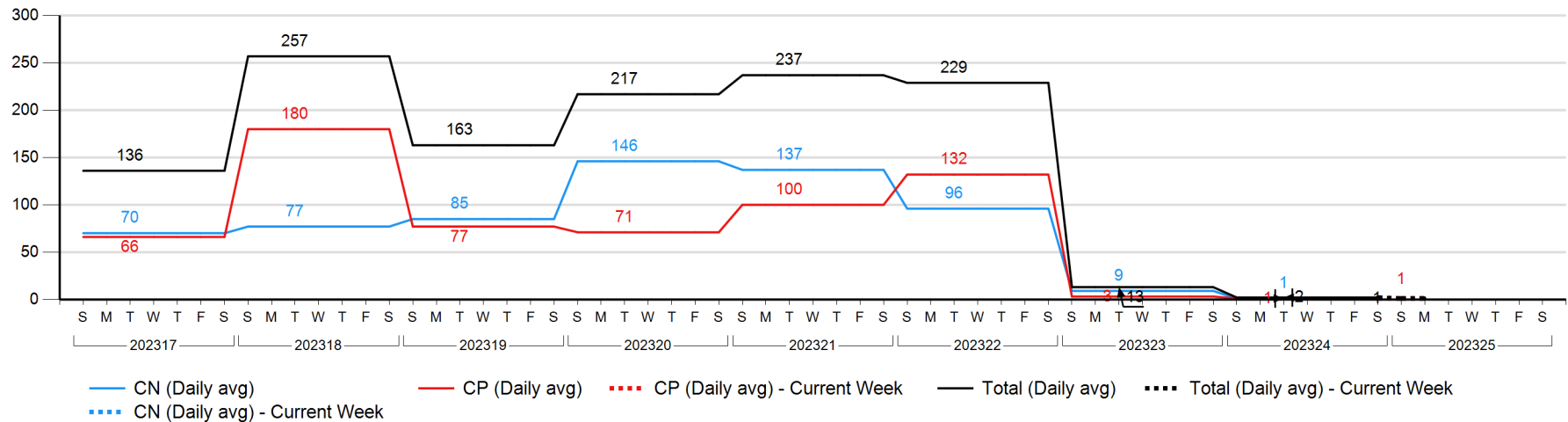


Percent Loads on Wheels Not Moving 48+ Hours - Prince Rupert Corridor

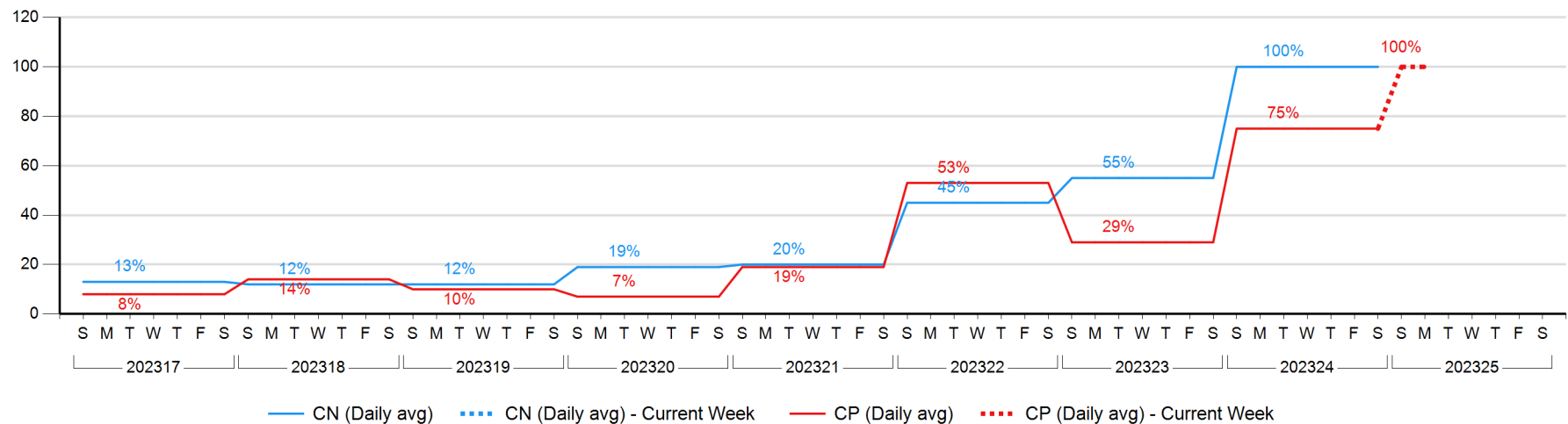


Thunder Bay

Loads Not Moving 48+ Hours - Thunder Bay Corridor

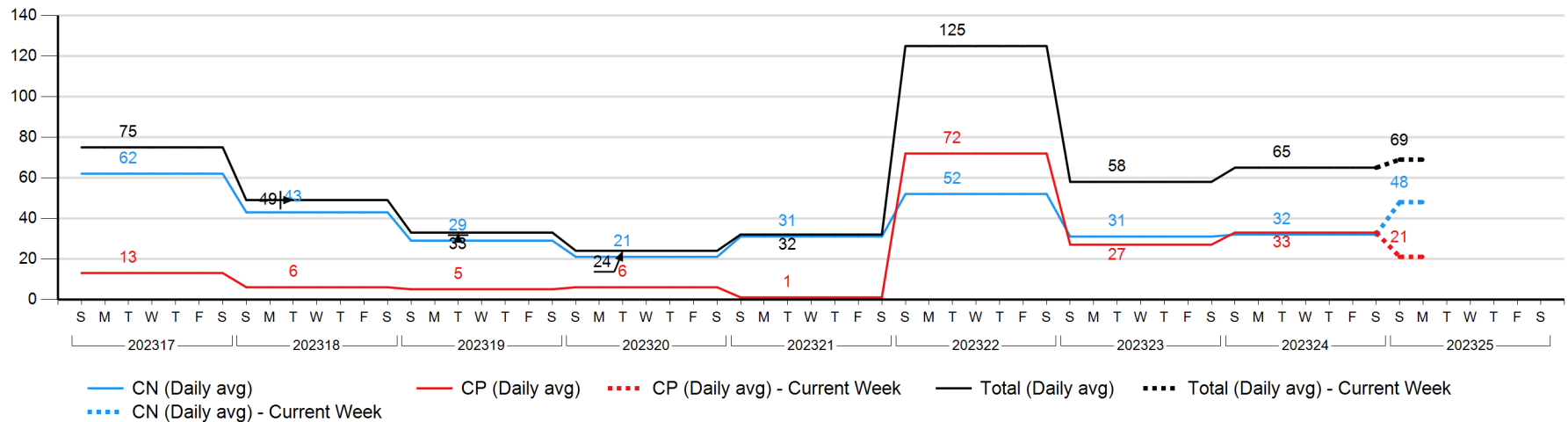


Percent Loads on Wheels Not Moving 48+ Hours - Thunder Bay Corridor

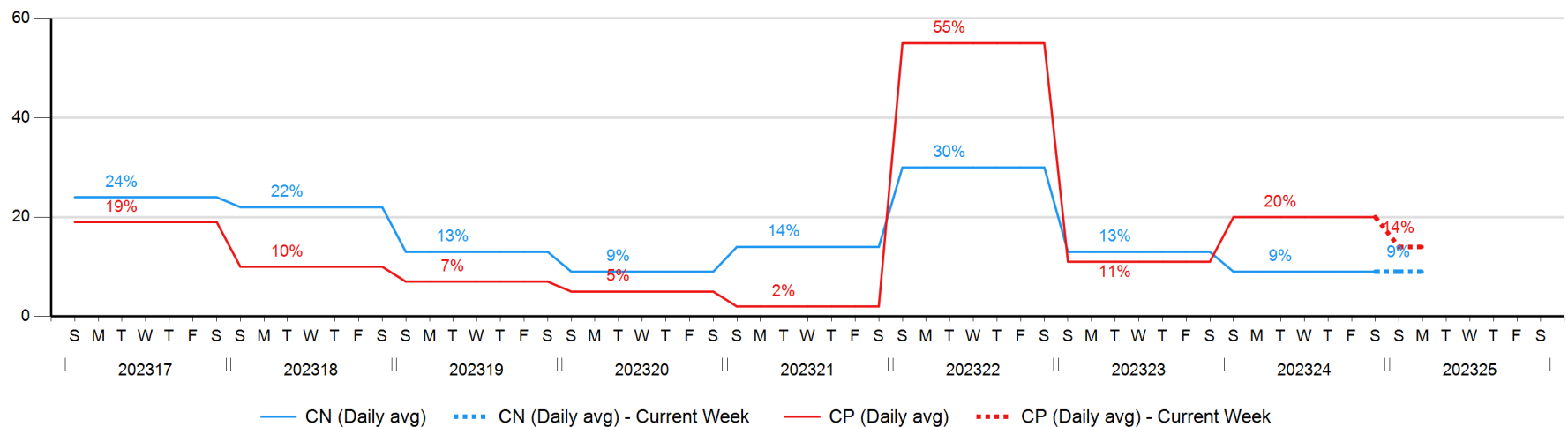


Eastern Canada

Loads Not Moving 48+ Hours - E Canada Corridor



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

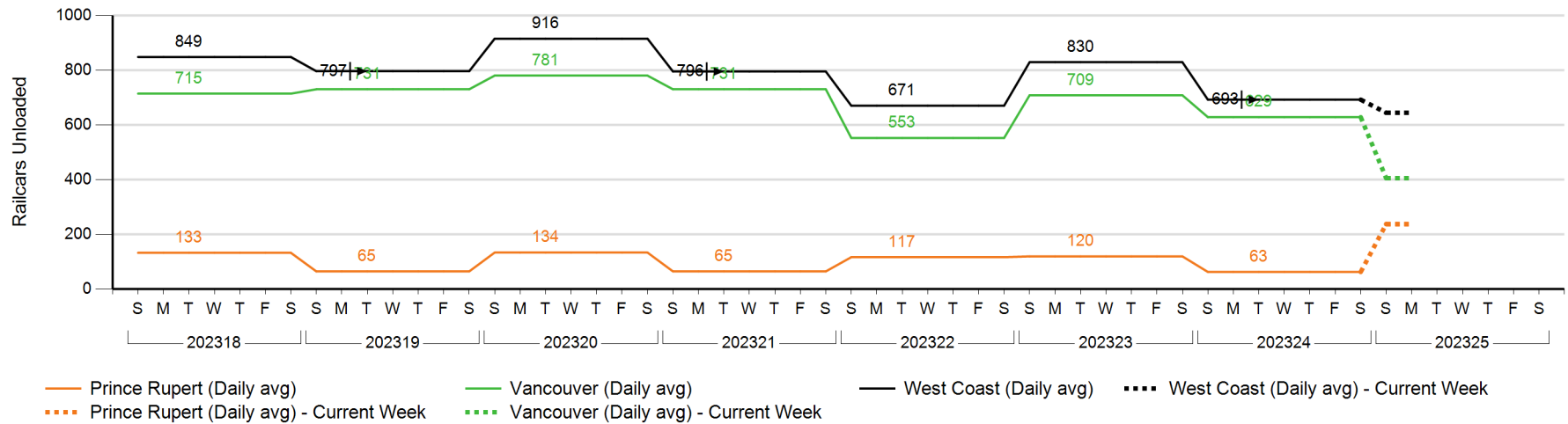


Port Performance

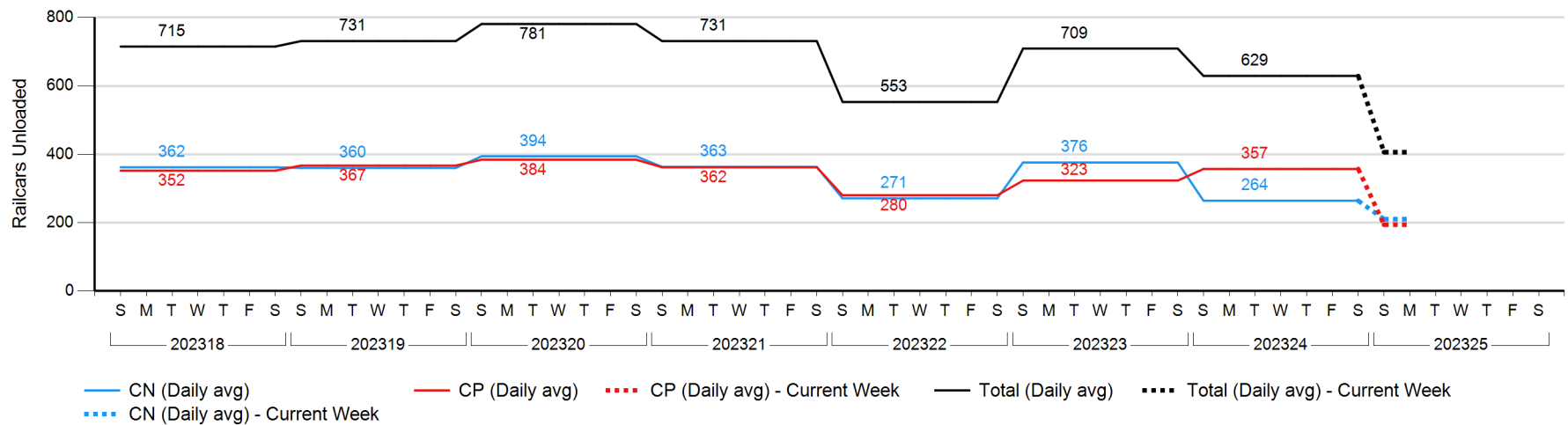
- West coast unloads (561) down from the prior day with lower unloads reported at both west coast ports.
- Prince Rupert reports 194 cars unloaded yesterday which while seemingly consistent with cars reported on site yesterday is misleading. A closer examination of the data confirms that batch reporting of unloads continues meaning the cars reported as unloaded yesterday were actually unloaded the day or two prior. We show 215 cars on site this morning consisting of a train that arrived yesterday and an additional train that arrived at 0300 this morning. We believe this number to be accurate. Loads on wheels sitting at 950 cars this morning with one new train entering the corridor yesterday. The near term pipeline remains very thin this morning with no cars Edmonton and west. Perhaps on a positive note CN is now showing ETAs for two of the five trains with one train scheduled to arrive Thursday morning and then another on Sunday morning.
- Vancouver unloads (367) down from the prior day although consistent with car availability on site. There are 480 cars on site this morning with all those cars arriving in the last 24 hours as the terminals in Vancouver are now experiencing a significant reduction in the flow of cars arriving which is constraining unloads. That being said it is not a function of the broader pipeline with loads on wheels rising to 4,600 cars yesterday with 800+ new cars entering the corridor. On one hand that is perhaps a good sign however with CN and CP currently having 2,100 cars sitting idle for 2+ days in the Vancouver corridor these new cars will likely simply get in the queue. The near term pipeline remains thin with only 425 cars west of the AB/BC border of which 175 are Kamloops and west. Given this we expect arrivals and unloads to remain low in the near term.

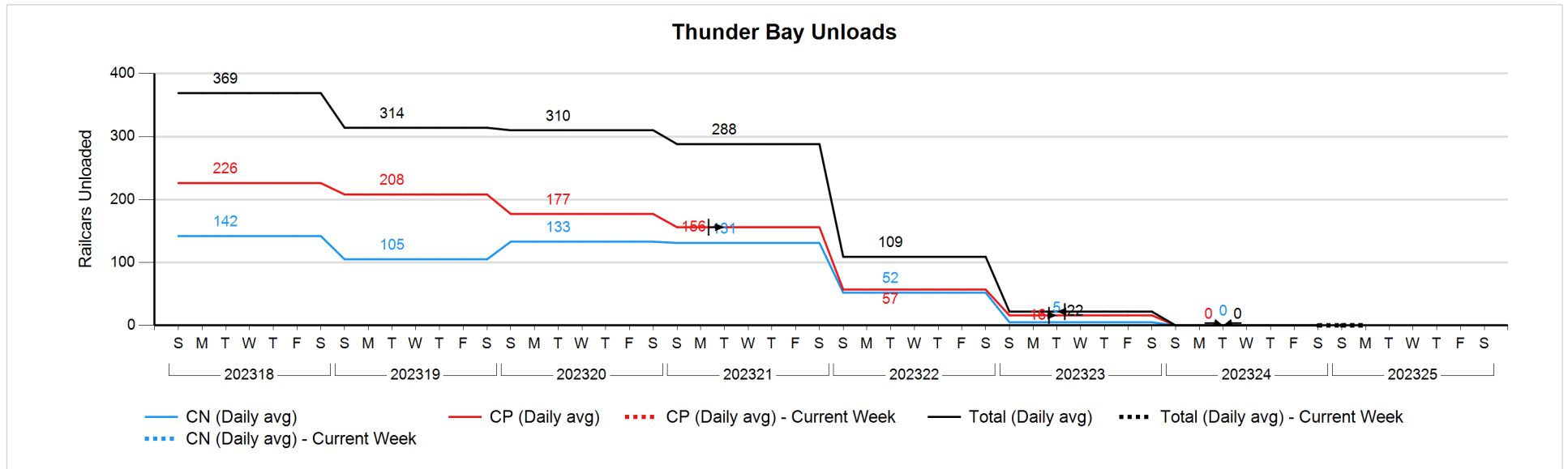
	Today	Change from Yesterday	Percent Change from Yesterday	Daily Average (Current Week)	Dail Average (Prior Week to Date)	Percent Change from Prior Week
Vancouver						
• Cars unloaded	367	-79	-18%	406	660	-39%
• Cars Placed for Unloading	303	9	3%	298	755	-61%
• Cars on Hand	205	-19	-9%	214	466	-54%
• Cars Arrived at Destination	274	-133	-33%	340	671	-49%
Prince Rupert						
• Cars unloaded	194	-89	-31%	238	0	
• Cars Placed for Unloading		-193	-100%	96	93	3%
• Cars on Hand	112	-1	-1%	112	0	
• Cars Arrived at Destination		-195	-100%	97	93	4%
Thunder Bay						
• Cars unloaded		-1	-100%	0	0	0%
• Cars Placed for Unloading		0		0	0	0%
• Cars on Hand	1	0	0%	1	3	-67%
• Cars Arrived at Destination		0		0	0	0%
West Coast						
• Cars unloaded	561	-168	-23%	645	660	-2%

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