

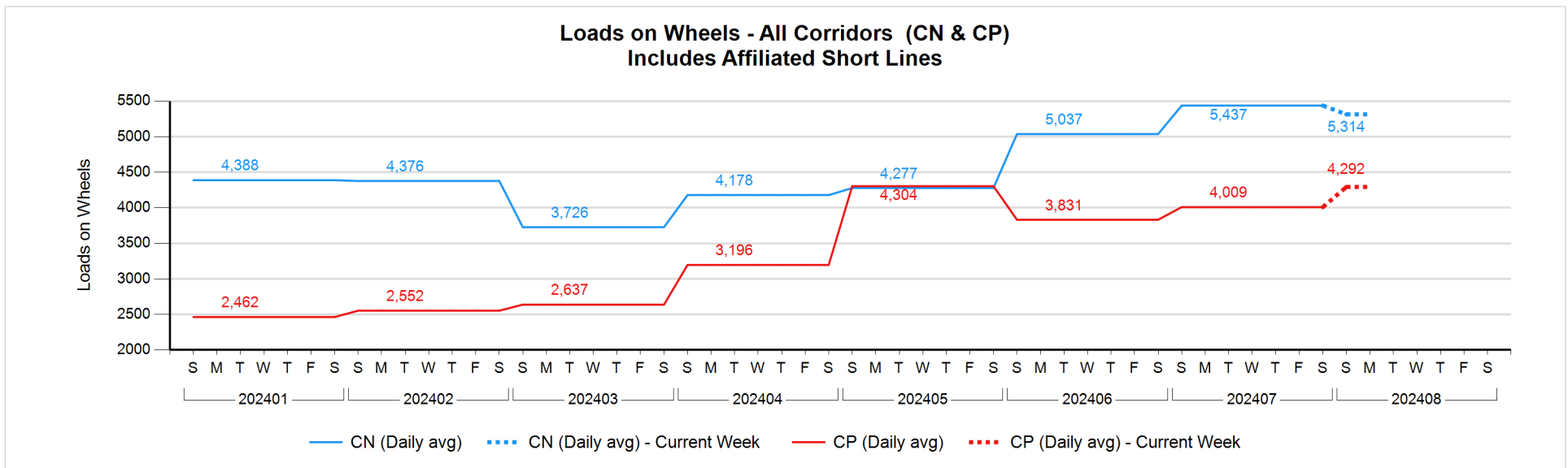
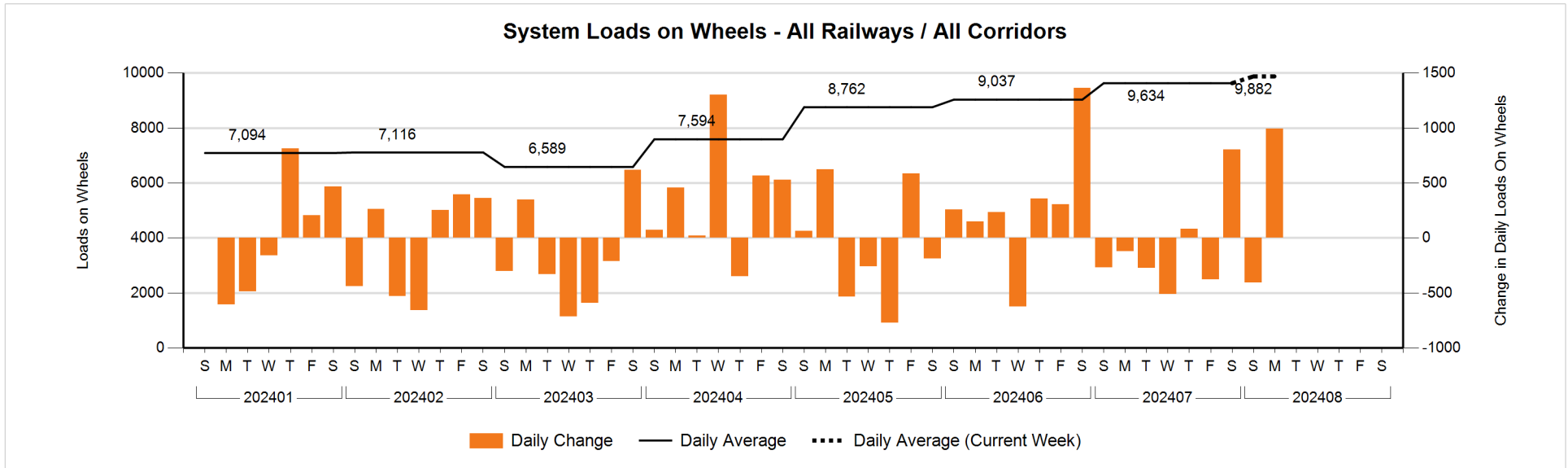
Highlights:

- Loads on Wheels
 - System loads on wheels seeing a notable surge yesterday (+ 11% / 994 cars) returning north of 10,000 cars for the first time in a week.
 - Both railways seeing volumes increase yesterday although more notably CP which saw loads on wheels increase by nearly 900 cars (23%).
- Cars Not Moving
 - The number of cars dwelling 48+ hours reversed course in notable fashion yesterday with system counts nearly doubling and returning north of 1,000 cars.
 - Both railways seeing higher counts yesterday led by CN which saw counts triple. With Vancouver grain handlers on strike as of this morning we expect these numbers to climb.
- Port Unloads
 - West coast unloads (855) down 21% from the prior day reflecting lower unloads at both west coast ports.
 - Thunder Bay unloads (351) down from the prior day but still strong at more than 350 cars.

	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	5,315	109	2%	5,260	5,769	-9%
• Canadian Pacific	4,729	874	23%	4,292	4,079	5%
• Canadian Shortlines	8	-108	-93%	62	10	520%
• US Railways	327	119	57%	267	263	2%
Total	10,379	994	11%	9,882	10,122	-2%
Loads Not Moving 48+ Hrs						
• Canadian National	679	469	223%	444	789	-44%
• Canadian Pacific	293	32	12%	277	227	22%
• Canadian Shortlines	8	0	0%	8	7	14%
• US Railways	50	-12	-19%	56	48	17%
Total	1,030	489	90%	785	1,071	-27%
Port Unloads						
• Vancouver	751	-80	-10%	791	983	-20%
• Prince Rupert	104	-153	-60%	180	149	21%
• Thunder Bay	351	-96	-22%	399	359	11%
Total	1,206	-329	-21%	1,370	1,492	-8%
• West Coast Unloads	855	-233	-21%	971	1,132	-14%

Loads on Wheels

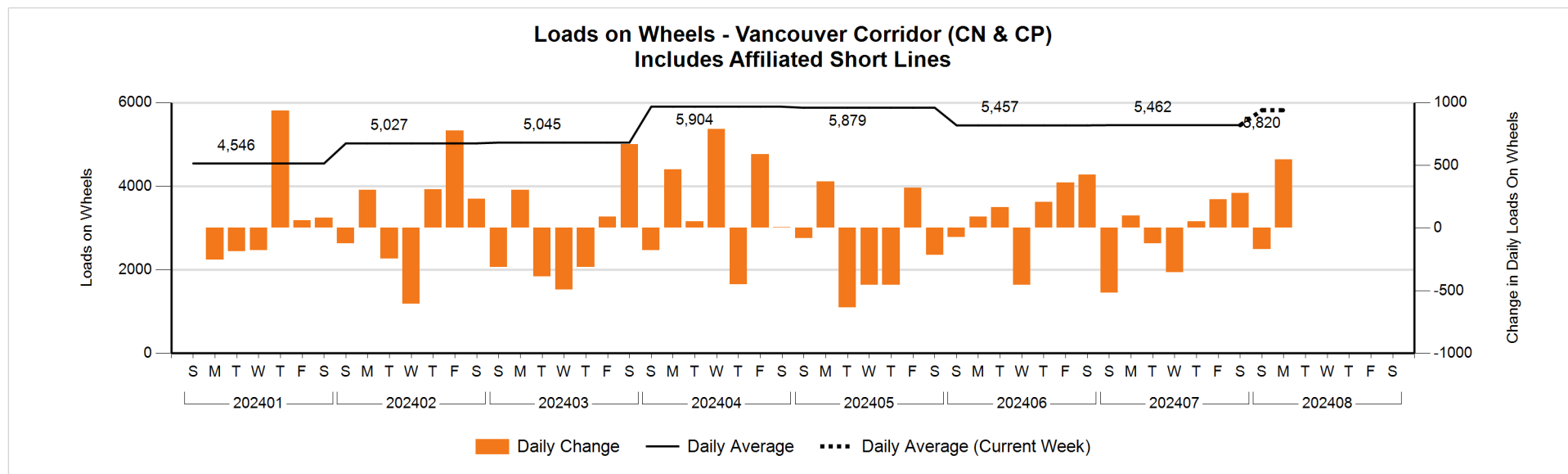
- The increase yesterday has pushed average daily loads on wheels back near 9,900 cars - a multi month high.
- Consistent with the increase yesterday CP now tracking ahead of where they finished out last week while CN remains slightly lower.

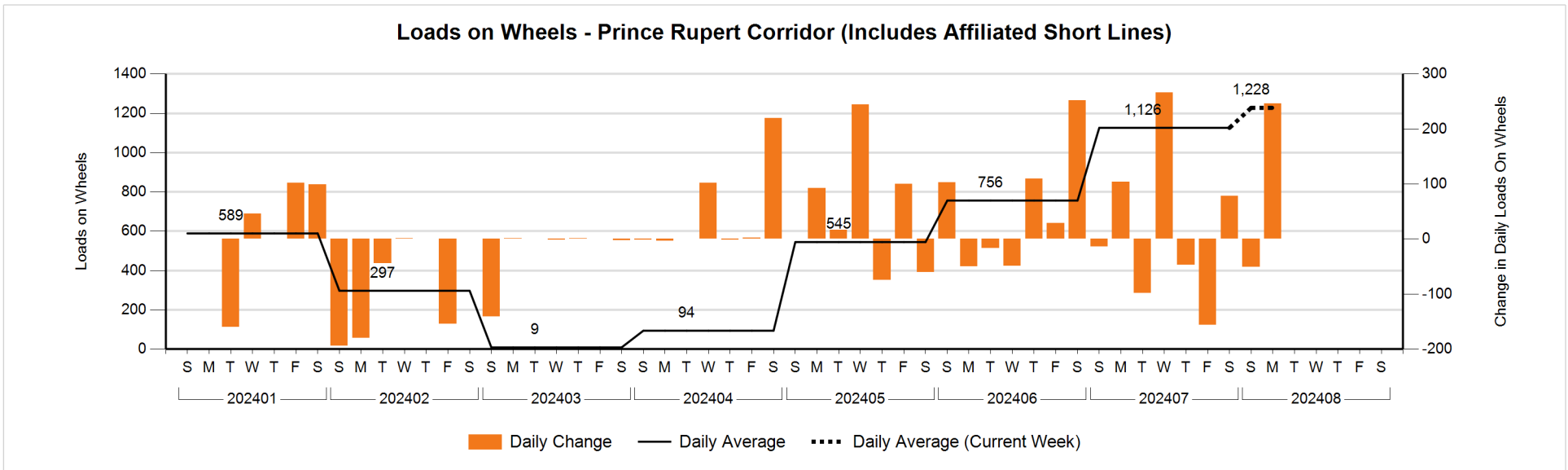
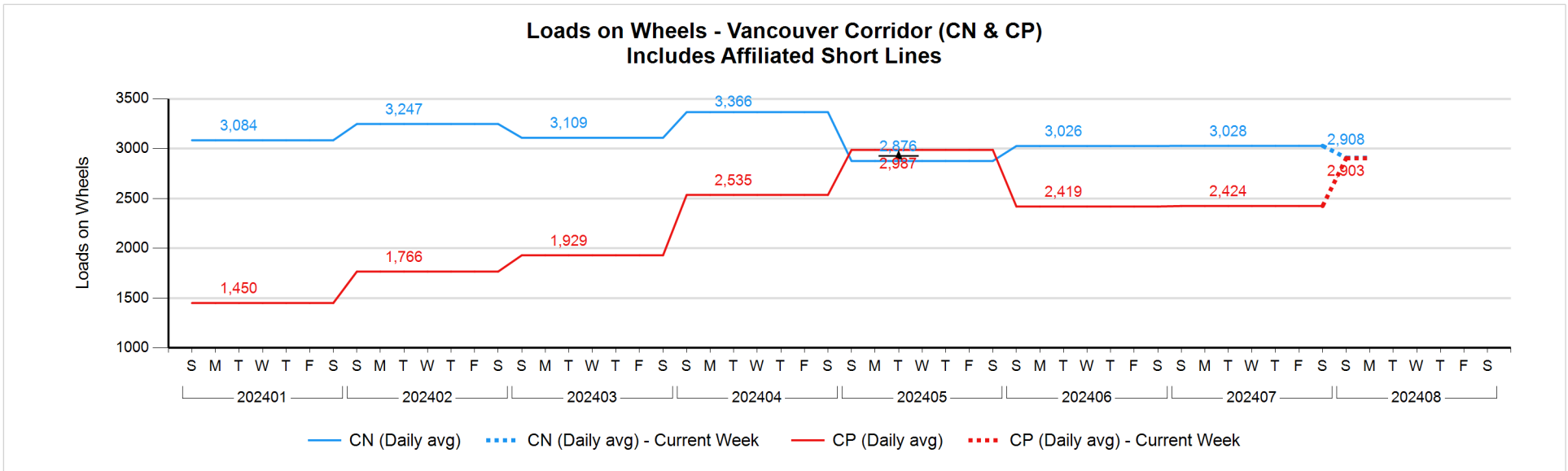


Loads on Wheels by Corridor

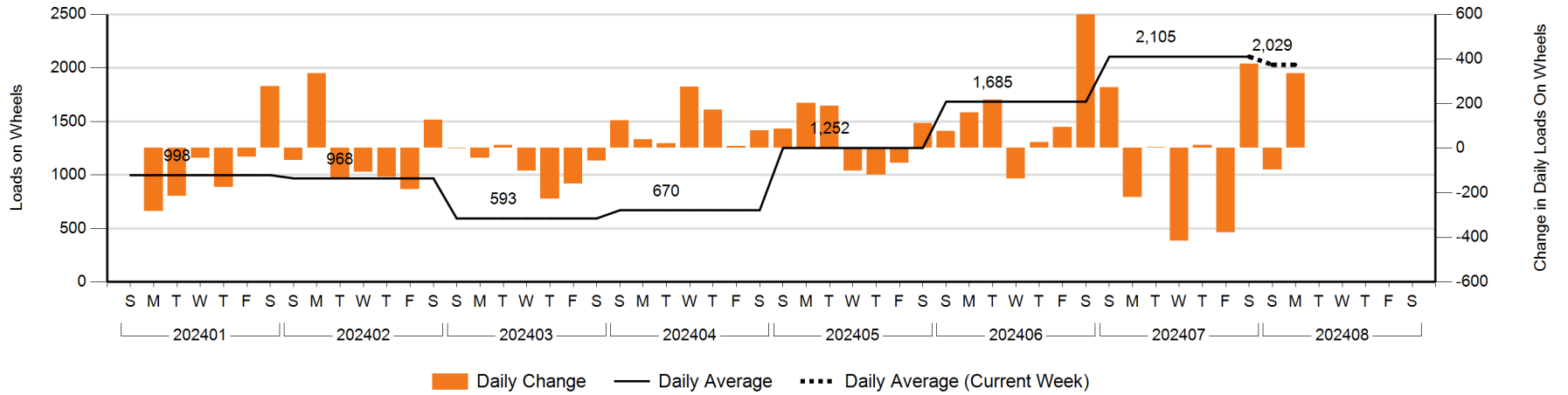
- Note to Reader - values in the table below may vary from those reported on page 1 as these reflect CN and CP including affiliated short lines while short lines are reported separately on page 1.
- CN loads on wheels seeing no change yesterday (+ 1) with puts and takes across multiple corridors. CP volumes increasing (+ 874) with higher volumes to Thunder Bay and Vancouver.

	Eastern Canada	USA / MEX	Thunder Bay	Western Canada	Prince Rupert	Vancouver	Total
CN							
Prior Day	196	184	979	16	1,105	2,834	5,314
Cars exiting corridor	59	135	206	10	104	586	1,100
New Cars Online	10	6	0	0	350	735	1,101
Net Change	-49	-129	-206	-10	246	149	1
Current Day	147	55	773	6	1,351	2,983	5,315
CP							
Prior Day	17	213	883	36	0	2,706	3,855
Cars exiting corridor	3	112	145	8	0	559	827
New Cars Online	5	53	686	3	0	954	1,701
Net Change	2	-59	541	-5	0	395	874
Current Day	19	154	1,424	31	0	3,101	4,729

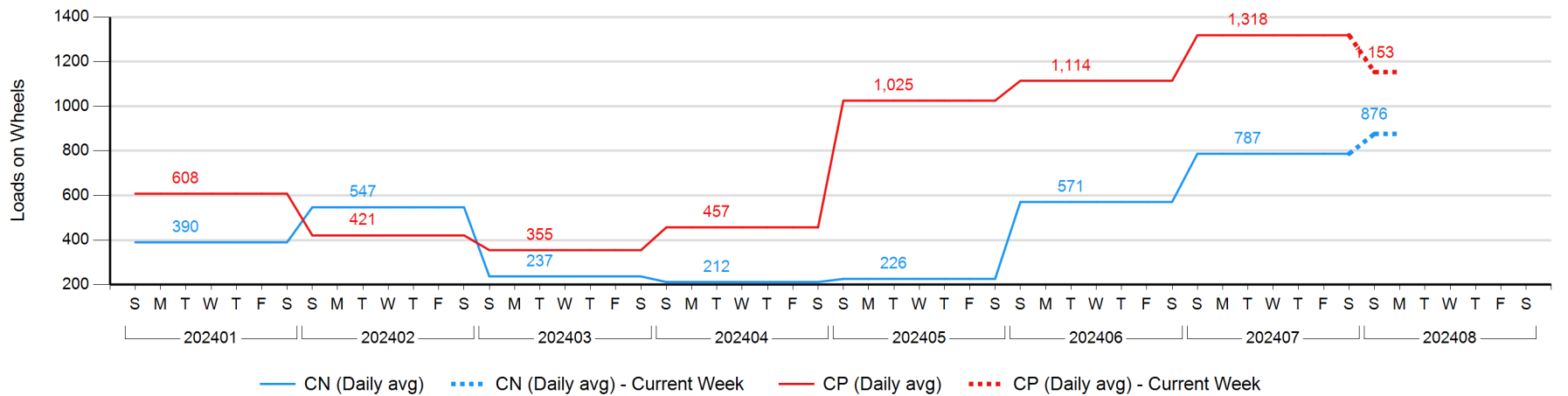


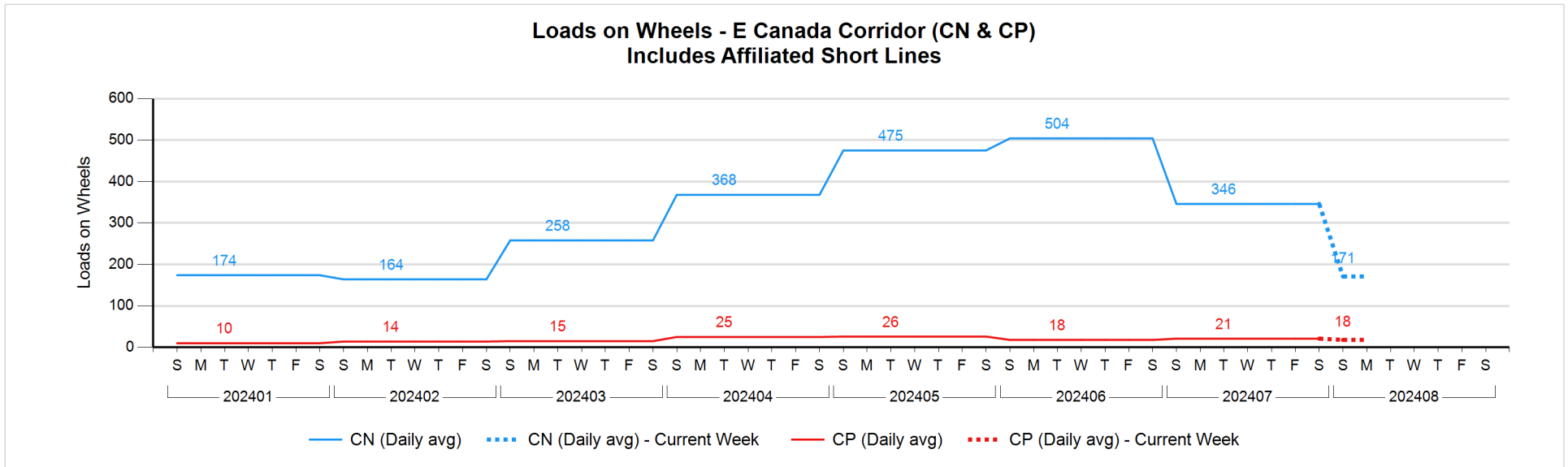
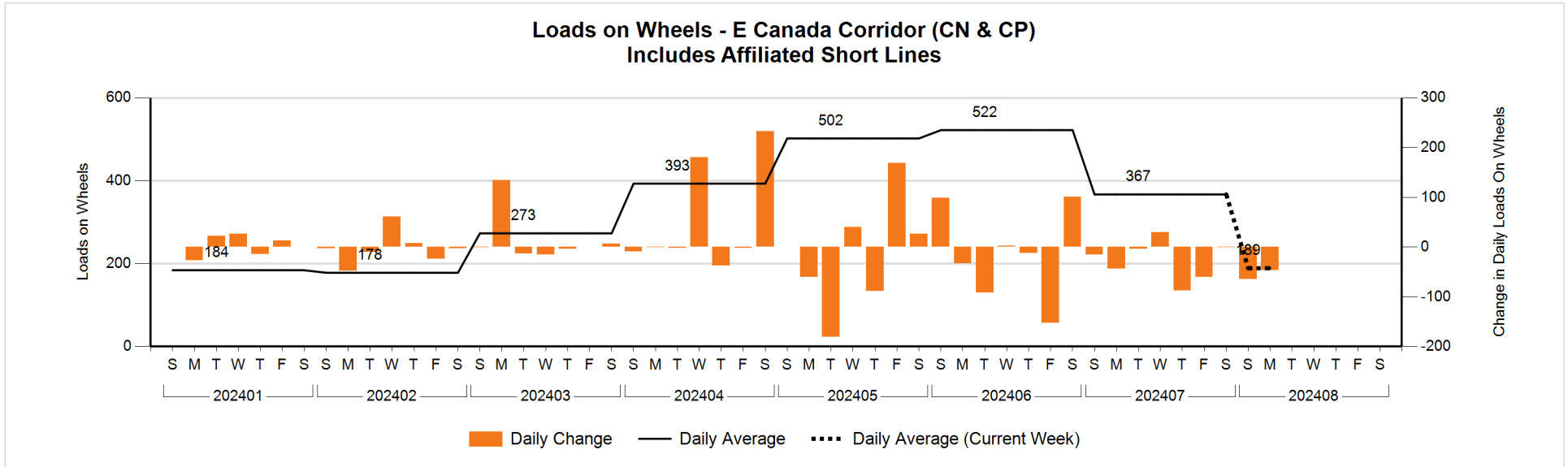


**Loads on Wheels - Thunder Bay Corridor (CN & CP)
Includes Affiliated Short Lines**



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





Loads Not Moving 48+ Hours

- On the heels of a notable decline a day ago the number of cars dwelling for 48+ hours saw a significant uptick yesterday, nearly doubling and returning north of 1,000 cars.
- While both railways saw counts rise it is really about CN which saw counts triple yesterday while CP saw counts increase only slightly.
- CN counts rising significantly yesterday (+ 469 cars) with increases seen in more corridors than not.
- The Vancouver corridor was the principal driver for CN yesterday with counts going from less than 50 cars a day ago to more than 300 cars this morning. The Thunder Bay and Prince Rupert corridors also seeing notable increases.
- The two west coast corridors on CN see all cars dwelling enroute while for Thunder Bay cars are dwelling at destination awaiting unload.
- CP seeing a modest increase in counts yesterday (+ 32 cars) reflecting higher counts to Vancouver offset in part by modest declines seen in all other corridors.
- As of 0700 PT this morning the grain workers union in Vancouver has gone on strike which will directly affect terminal operations at six major grain exporting terminals in Vancouver.
- In the near term we expect to see idle car counts begin to climb with currently 6,000 cars under load in the Vancouver corridor.
- How long this disruption continues is anyone's guess although even a short term disruption, as we saw with the recent Teamsters labour action, will disrupt the flow of traffic to Vancouver with likely ripple effects into other corridors the longer it lasts.

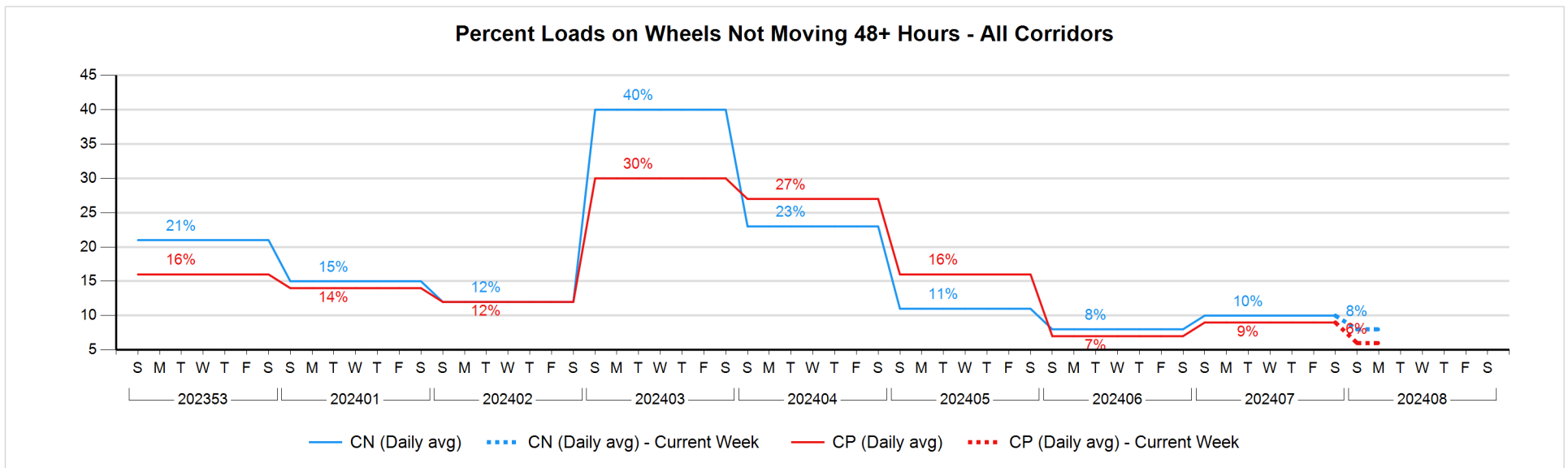
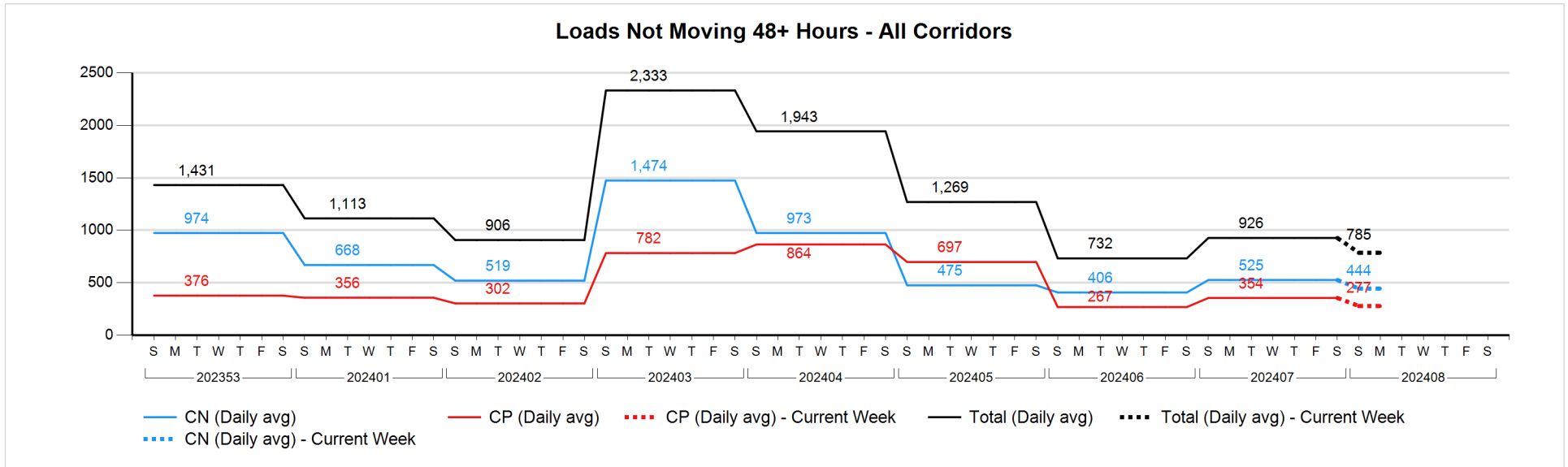
<u>24 Hour Change</u>	<u>Eastern Canada</u>	<u>USA / MEX</u>	<u>Thunder Bay</u>	<u>Western Canada</u>	<u>Prince Rupert</u>	<u>Vancouver</u>	<u>Total</u>
CN							
Prior Day	93	31	39	0	5	42	210
Current Day	87	22	127	0	100	343	679
Net Change	-6	-9	88	0	95	301	469
CP							
Prior Day	2	55	101	25	0	78	261
Current Day	3	21	81	14	0	174	293
Net Change	1	-34	-20	-11	0	96	32

<u>Percent Loads Not Moving</u>	<u>Eastern Canada</u>	<u>USA / MEX</u>	<u>Thunder Bay</u>	<u>Western Canada</u>	<u>Prince Rupert</u>	<u>Vancouver</u>	<u>Total</u>
CN							
Prior Day	47%	17%	4%	0%	0%	1%	4%
Current Day	59%	40%	16%	0%	7%	11%	13%
CP							
Prior Day	12%	26%	11%	69%	0%	3%	7%
Current Day	16%	14%	6%	45%	0%	6%	6%

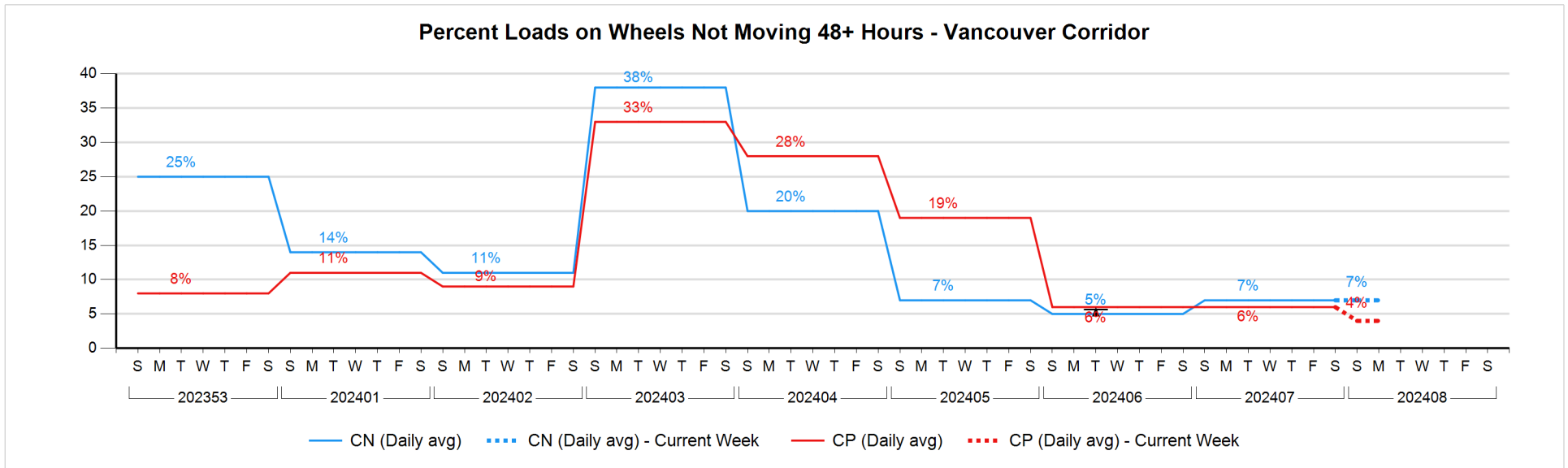
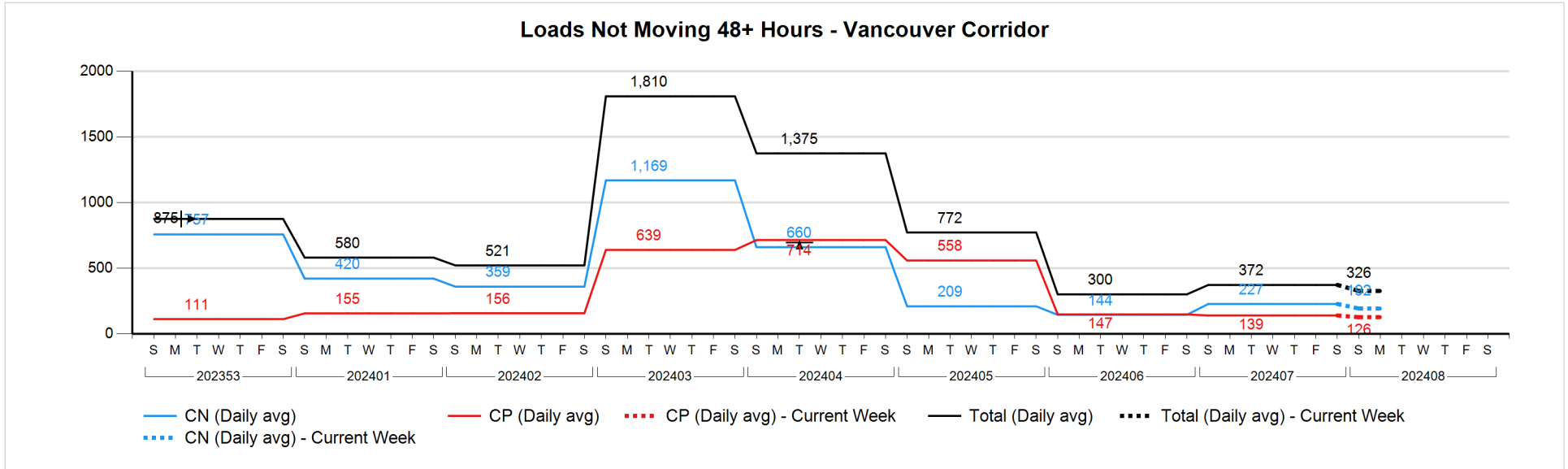
<u>Current Day Status - Network Location</u>	Eastern Canada	USA / MEX	Thunder Bay	Western Canada	Prince Rupert	Vancouver	Total
CN							
Origin	25	1				1	27
Enroute	5	1	1		99	336	442
Destination Yard	52		76		1	2	131
Destination (Placed)	5	20	50			4	79
CP							
Origin	2	1				10	13
Enroute	1	2	4	5		10	22
Destination Yard		2	76	4		150	232
Destination (Placed)		16	1	5		4	26
Percent Loads Not Moving							
<u>Percent Loads Not Moving</u>	Eastern Canada	USA / MEX	Thunder Bay	Western Canada	Prince Rupert	Vancouver	Total
CN							
Origin	83%	14%	0%	0%	0%	0%	6%
Enroute	23%	5%	0%	0%	9%	17%	13%
Destination Yard	81%	0%	24%	0%	1%	0%	15%
Destination (Placed)	16%	95%	86%	0%	0%	1%	19%
CP							
Origin	29%	2%	0%	0%	0%	2%	1%
Enroute	9%	3%	1%	100%	0%	1%	1%
Destination Yard	0%	40%	30%	33%	0%	32%	31%
Destination (Placed)	0%	100%	5%	36%	0%	2%	11%

Network Breakdown

- Both railways begin week 8 with the lowest percentage of loads on wheels not moving 48+ hours we have seen in the last few months - that will change drastically in the coming days.
- This metric can be volatile on a daily basis and as such a better gauge of system performance is the weekly trend.

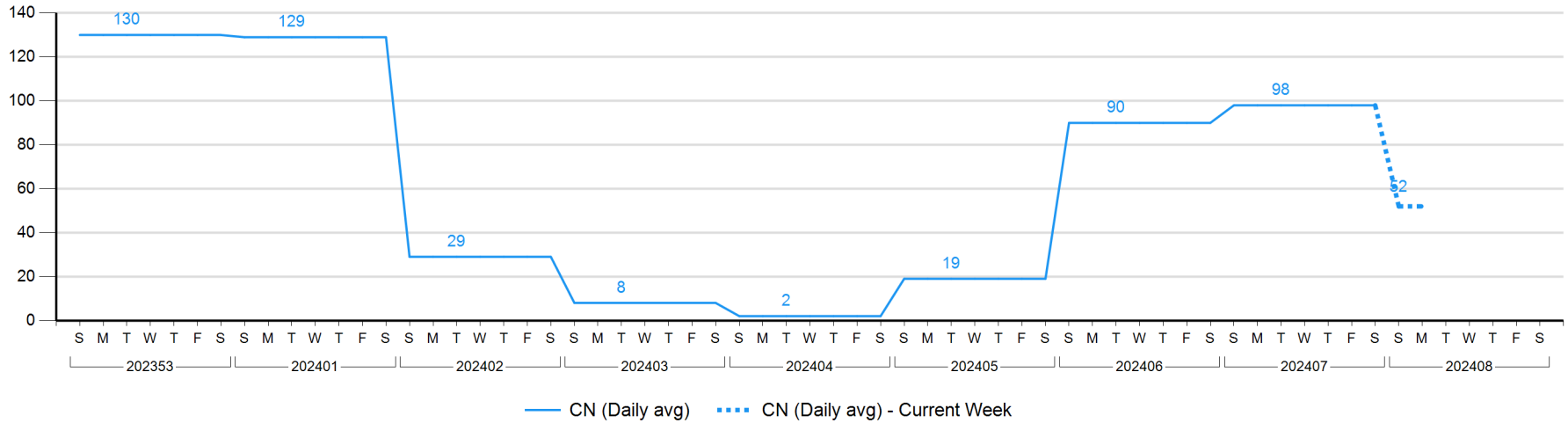


Vancouver

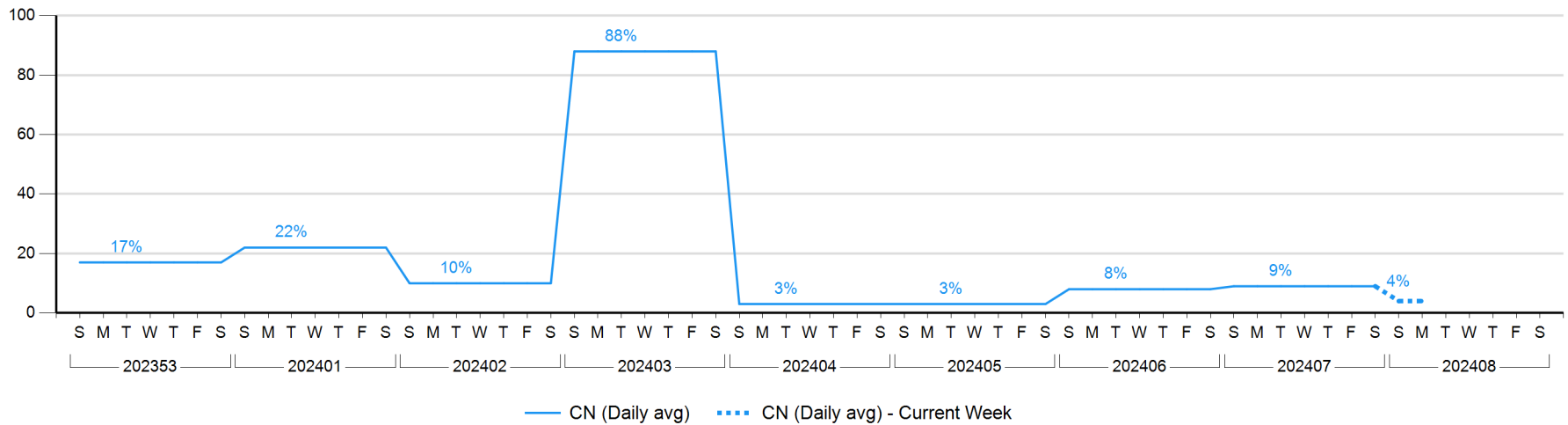


Prince Rupert

Loads Not Moving 48+ Hours - Prince Rupert Corridor

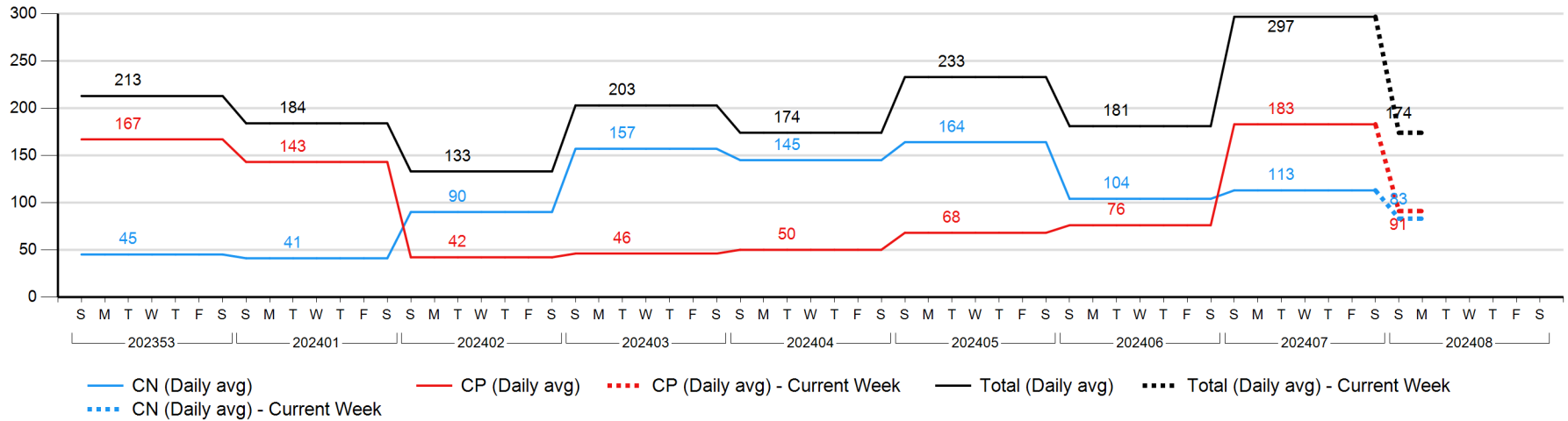


Percent Loads on Wheels Not Moving 48+ Hours - Prince Rupert Corridor

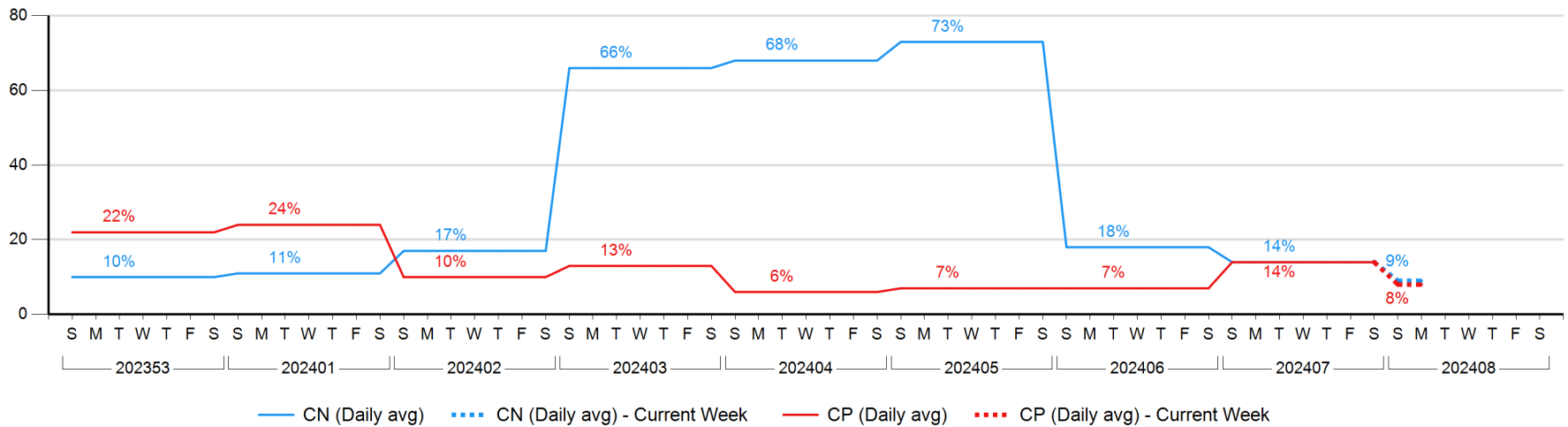


Thunder Bay

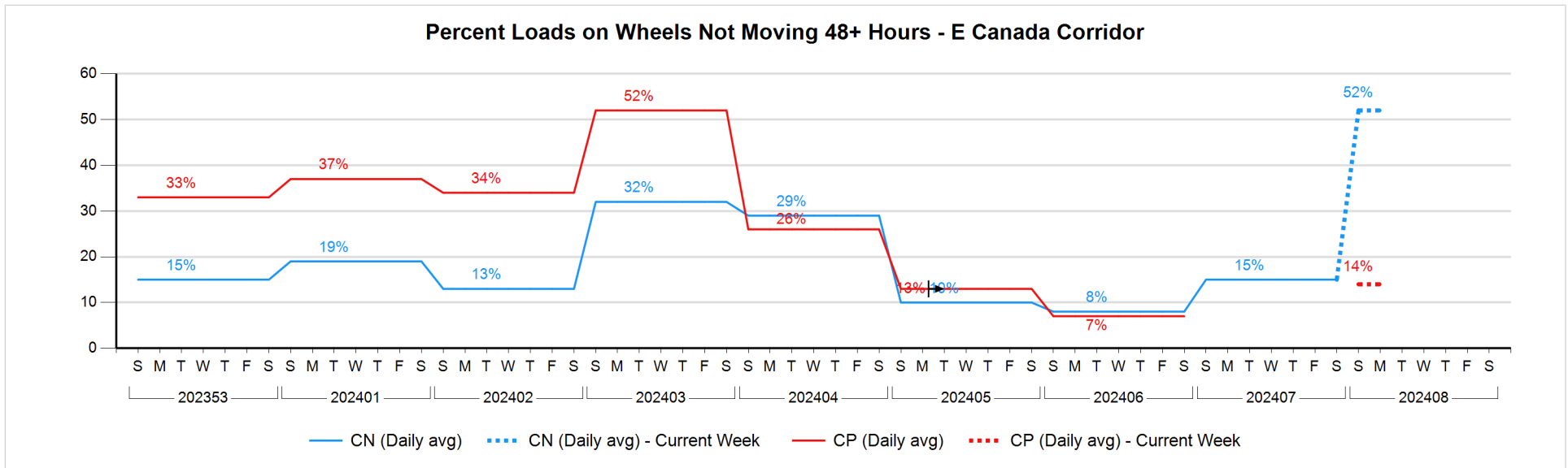
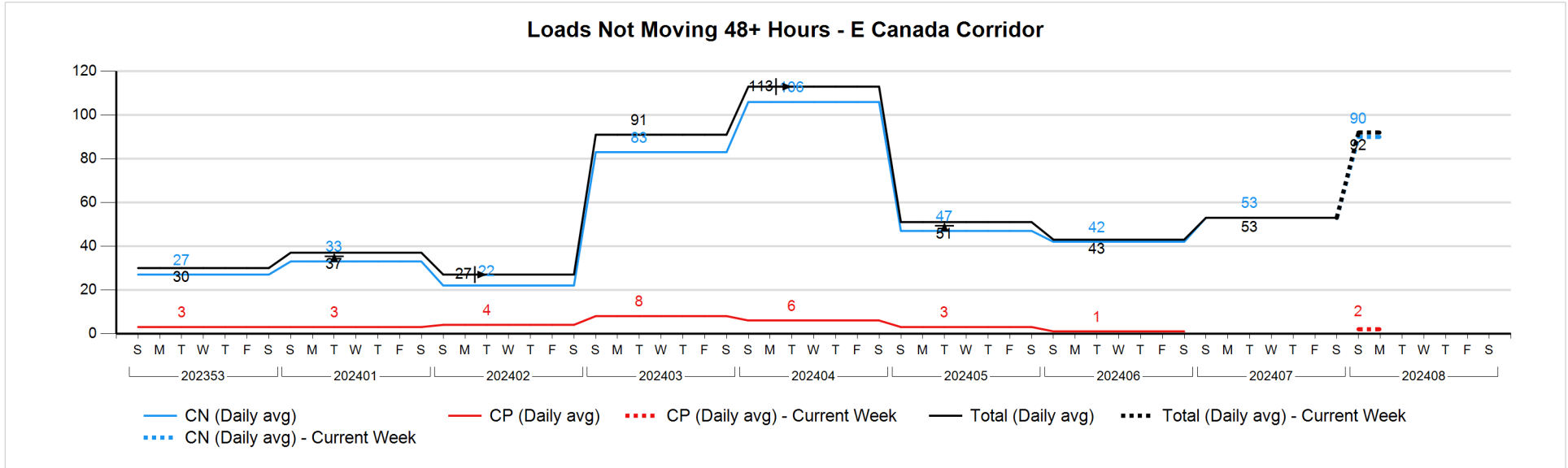
Loads Not Moving 48+ Hours - Thunder Bay Corridor



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



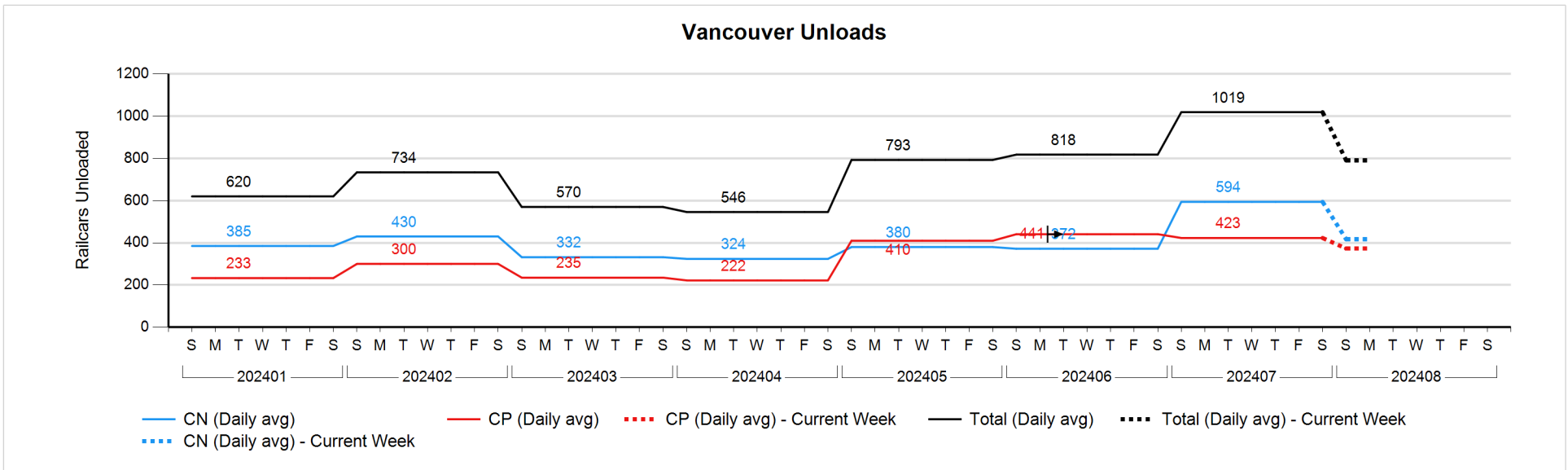
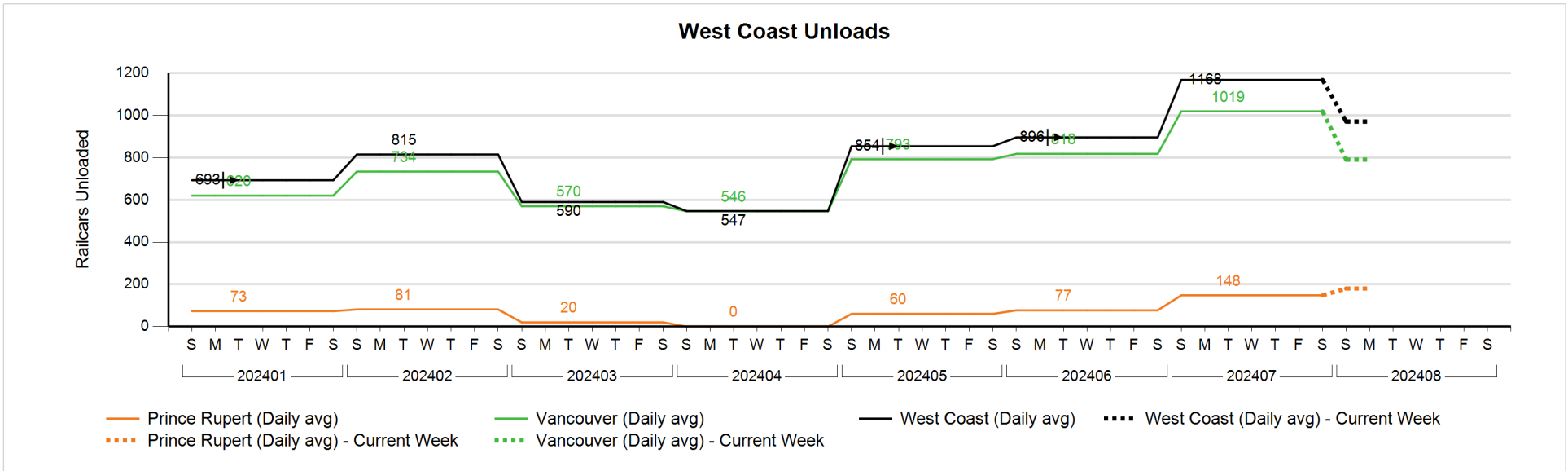
Eastern Canada

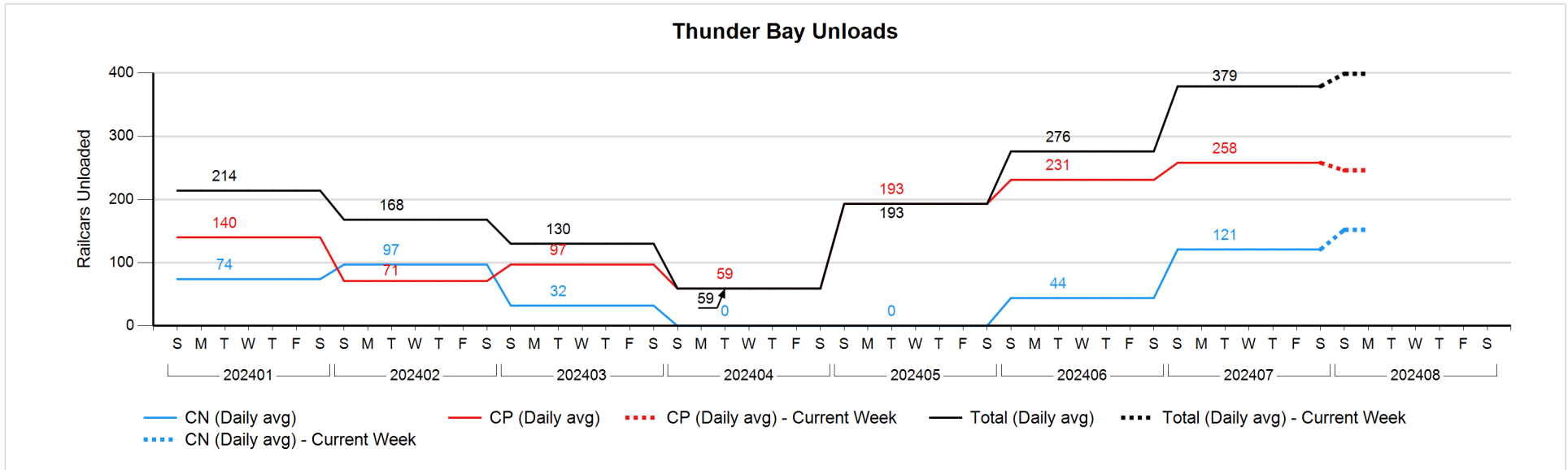


Port Performance

- West coast unloads (855) down 21% from the prior day reflecting lower unloads at both west coast ports.
- Prince Rupert reports 104 unloads yesterday. Loads on wheels in the Prince Rupert corridor now pushing 1,400 cars. There are fewer than 100 cars on site this morning with 300+ cars currently Pr. George and west.
- The Prince Rupert corridor will take on added importance this week with the grain handlers strike impacting terminal operations in Vancouver although the ability to shift traffic from Vancouver to Prince Rupert is likely limited, at least in the near term.
- Vancouver unloads (751) down from the prior day. There are 1,400+ cars on site this morning with nearly all of those cars arriving in the last 24 hours.
- The vast majority of rail car unloading at Vancouver will cease as of this morning pending a resolution to the labour disruption given the six largest grain terminals in Vancouver are affected.
- Thunder Bay unloads (351) down from the prior day but still north of 350 cars. Corridor volumes now pushing 2,300 cars with 600+ cars entering the grid yesterday, There are 800+ cars on site and 700+ cars enroute from Winnipeg and points east.

	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	751	-80	-10%	791	983	-20%
• Cars Placed for Unloading	842	107	15%	788	985	-20%
• Cars on Hand	898	115	15%	840	762	10%
• Cars Arrived at Destination	970	63	7%	938	848	11%
Prince Rupert						
• Cars unloaded	104	-153	-60%	180	149	21%
• Cars Placed for Unloading		0		0	96	-100%
• Cars on Hand	1	-104	-99%	53	1	5200%
• Cars Arrived at Destination		0		0	96	-100%
Thunder Bay						
• Cars unloaded	351	-96	-22%	399	359	11%
• Cars Placed for Unloading	75	-460	-86%	305	429	-29%
• Cars on Hand	642	19	3%	632	707	-11%
• Cars Arrived at Destination	108	-270	-71%	243	477	-49%
West Coast						
• Cars unloaded	855	-233	-21%	971	1,132	-14%





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