

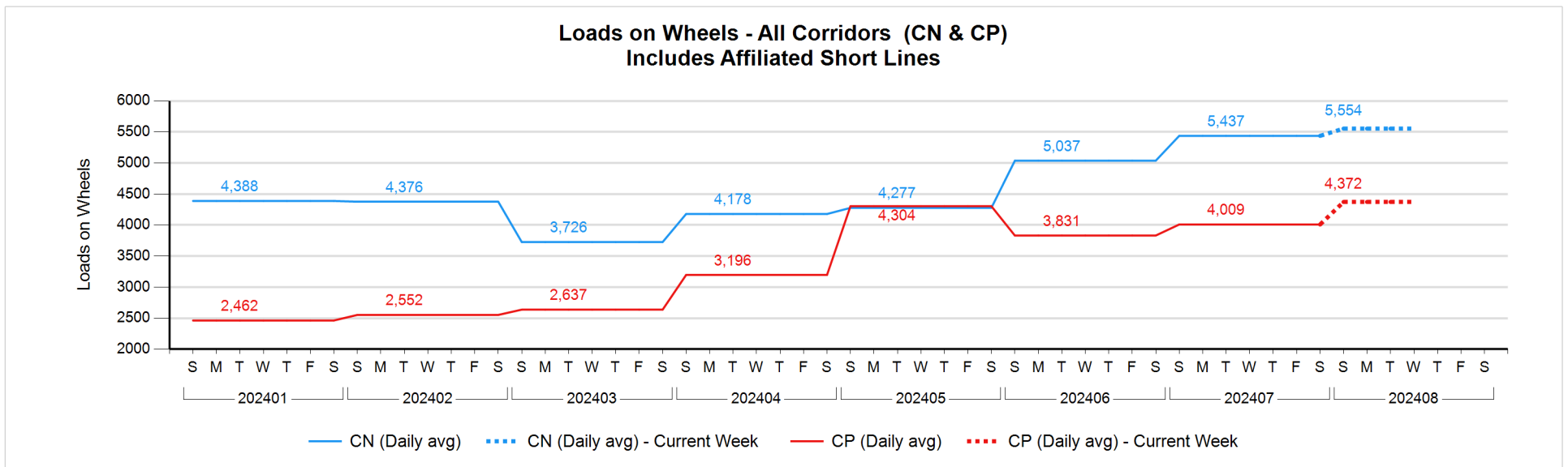
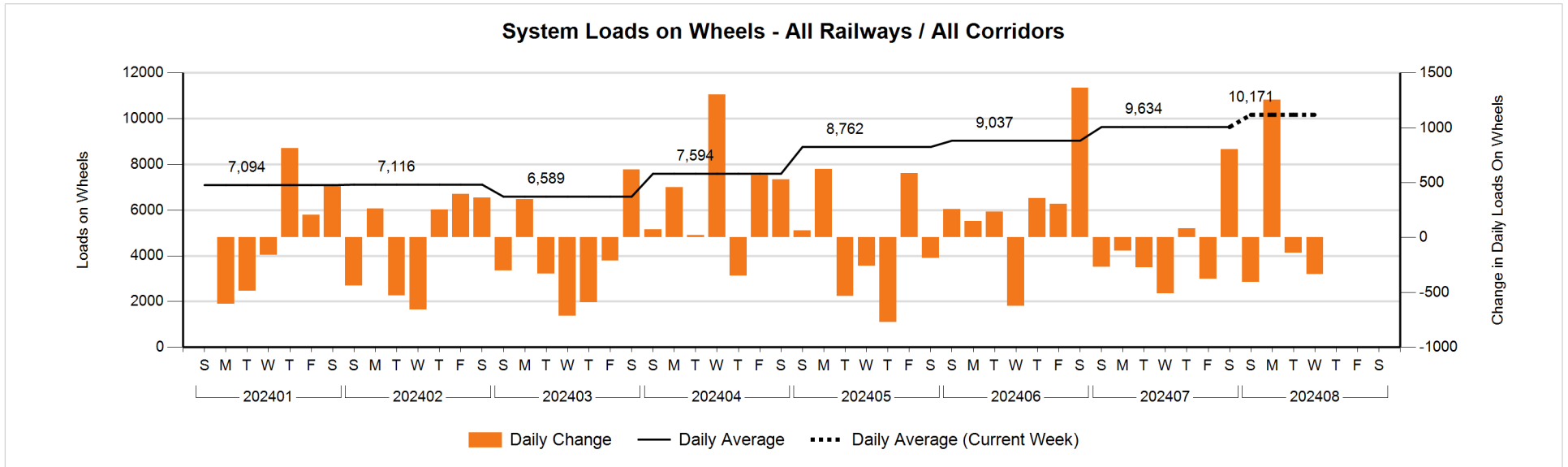
Highlights:

- Loads on Wheels
 - System loads on wheels declining modestly for a second straight day yesterday (- 335 cars) but remaining north of 10,000 cars for a third straight day.
 - Declines seen across the board yesterday with CN and CP volumes declining in nearly equal measure although CN volumes remain 35% higher than CP.
- Cars Not Moving
 - As expected the number of cars dwelling 48+ hours seeing a notable increase yesterday rising to 1,600+ cars with both railways seeing counts climb in the Vancouver corridor.
 - While both railways have seen counts increase this morning CN at more than 1,000 cars sees more than 2x the number of cars not moving as does CP.
- Port Unloads
 - West coast unloads (702) somewhat surprisingly hanging in there reflecting lower unloads at Vancouver and higher unloads at Prince Rupert.
 - Thunder Bay unloads (443) with another good day yesterday returning north of 400 cars consistent with the high volume of traffic moving to the Port.

	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	5,712	-157	-3%	5,525	5,447	1%
• Canadian Pacific	4,206	-125	-3%	4,336	4,139	5%
• Canadian Shortlines	72	0	0%	76	38	100%
• US Railways	173	-53	-24%	233	201	16%
Total	10,163	-335	-3%	10,171	9,826	4%
Loads Not Moving 48+ Hrs						
• Canadian National	1,064	224	27%	698	617	13%
• Canadian Pacific	454	256	129%	303	305	-1%
• Canadian Shortlines	2	-6	-75%	6	7	-14%
• US Railways	91	53	140%	59	43	37%
Total	1,611	527	49%	1,067	972	10%
Port Unloads						
• Vancouver	534	-248	-32%	724	1,028	-30%
• Prince Rupert	168	168		132	133	-1%
• Thunder Bay	443	86	24%	399	379	5%
Total	1,145	6	1%	1,256	1,541	-19%
• West Coast Unloads	702	-80	-10%	857	1,162	-26%

Loads on Wheels

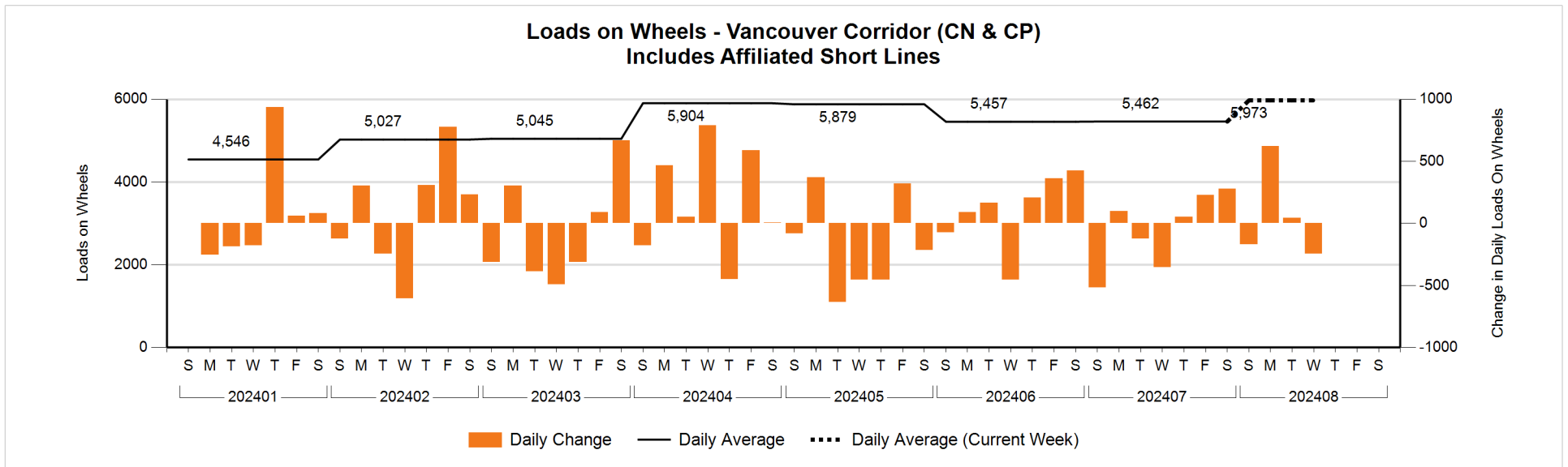
- Average daily loads on wheels still holding north of 10,000 cars this week owing to a strong start to the week.
- CN and CP still tracking ahead of where they finished out last week.

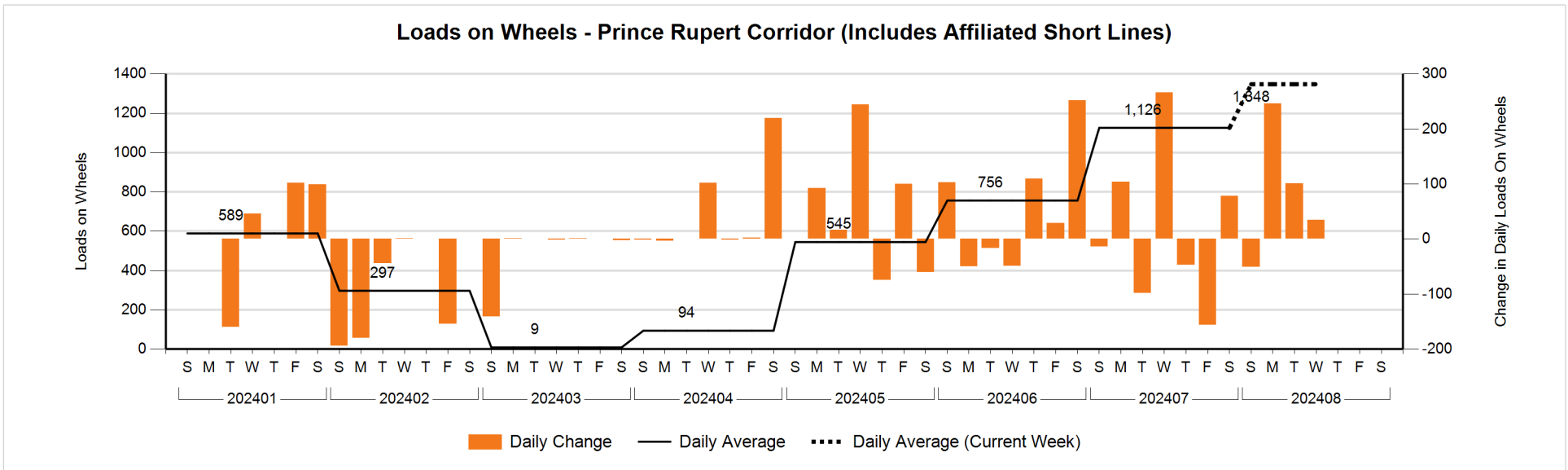
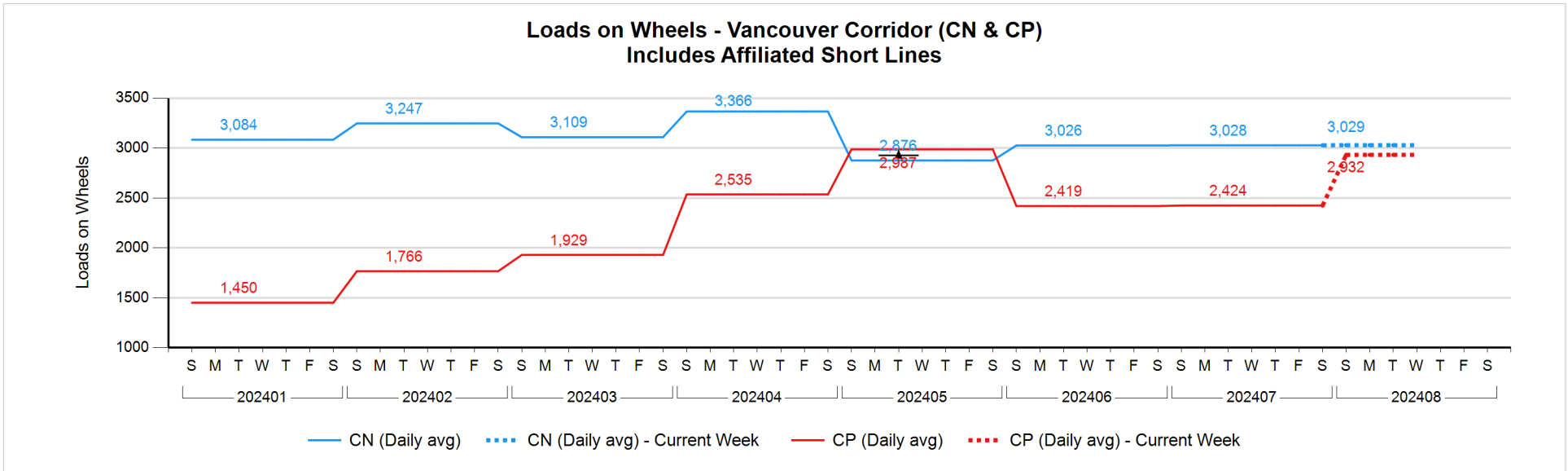


Loads on Wheels by Corridor

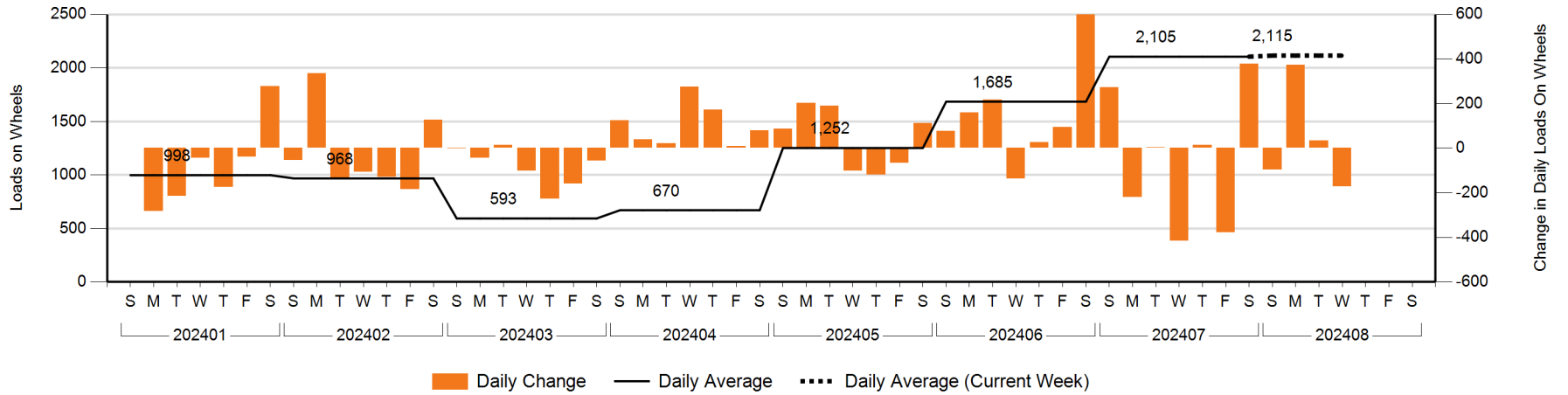
- Note to Reader - values in the table below may vary from those reported on page 1 as these reflect CN and CP including affiliated short lines while short lines are reported separately on page 1.
- CN loads on wheels declining yesterday (- 151) with reductions seen in nearly all corridors. CP volumes also declining (- 125) with declines in the Vancouver and Thunder Bay corridors.

	Eastern Canada	USA / MEX	Thunder Bay	Western Canada	Prince Rupert	Vancouver	Total
CN							
Prior Day	111	50	1,059	6	1,452	3,191	5,869
Cars exiting corridor	15	12	253	0	168	317	765
New Cars Online	13	11	149	1	203	237	614
Net Change	-2	-1	-104	1	35	-80	-151
Current Day	109	49	955	7	1,487	3,111	5,718
CP							
Prior Day	30	113	1,210	29	0	3,003	4,385
Cars exiting corridor	4	27	190	3	0	417	641
New Cars Online	27	112	121	0	0	256	516
Net Change	23	85	-69	-3	0	-161	-125
Current Day	53	198	1,141	26	0	2,842	4,260

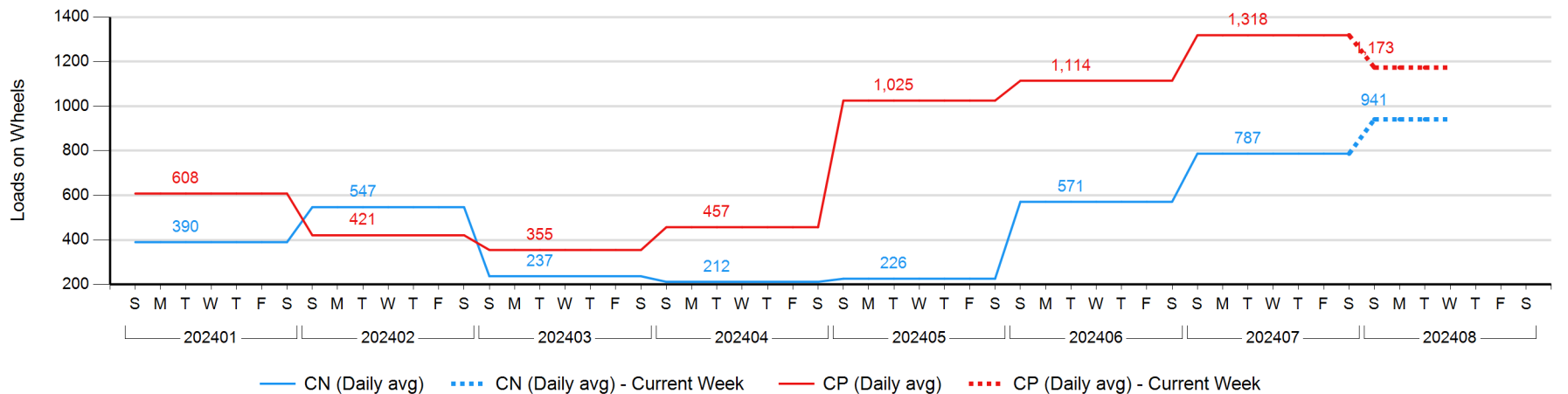


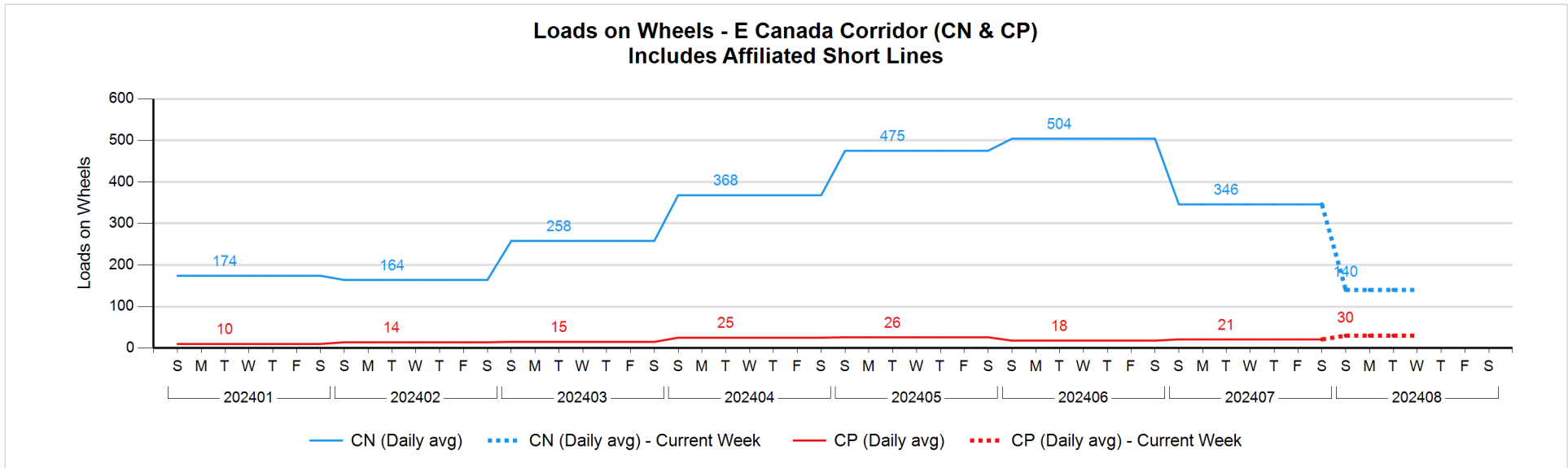
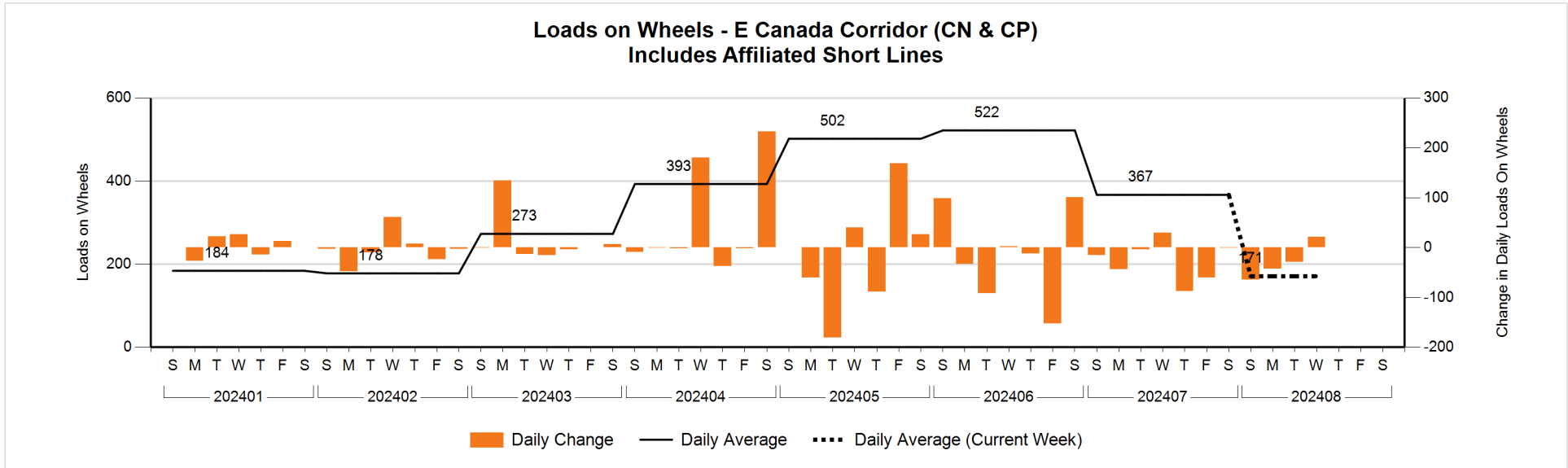


Loads on Wheels - Thunder Bay Corridor (CN & CP) Includes Affiliated Short Lines



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





Loads Not Moving 48+ Hours

- As anticipated given the ongoing strike at the six major grain terminals in Vancouver we have seen the number of cars dwelling for 48+ hours increase for a 3rd straight day and now north of 1,600 cars - the highest level seen in three weeks.
- Both railways seeing higher counts this morning increasing in nearly equal measure with all or nearly all of the increase for each seen in the Vancouver corridor.
- CN counts increasing for a third consecutive day yesterday (+ 224 cars) having now risen from 200 cars to nearly 1,100 cars over the last 72 hours.
- With a decline seen at Thunder Bay yesterday (- 192) the Prince Rupert and Vancouver corridors are the only two corridors on the CN system with 100+ cars seeing extended dwell times although counts in the Vancouver corridor account for 83% of the total.
- While this report shows nearly all cars in the Vancouver corridor dwelling enroute this reflects a "quirk" in reporting logic with these cars actually in hold status at origin. We expect to see more of this as the strike continues and the railways work to minimize the number of cars stored on their lines.
- CP also seeing higher counts yesterday (+ 256 cars) with the majority of the increase seen in the Vancouver corridor and a modest increase in counts in the Thunder Bay corridor.
- CP counts in the Vancouver corridor, as well as on a system basis, remain significantly lower than CN although if the grain workers strike in Vancouver persists we expect to see a greater share of the 2,800+ cars currently in CP's Vancouver corridor fall into this status.

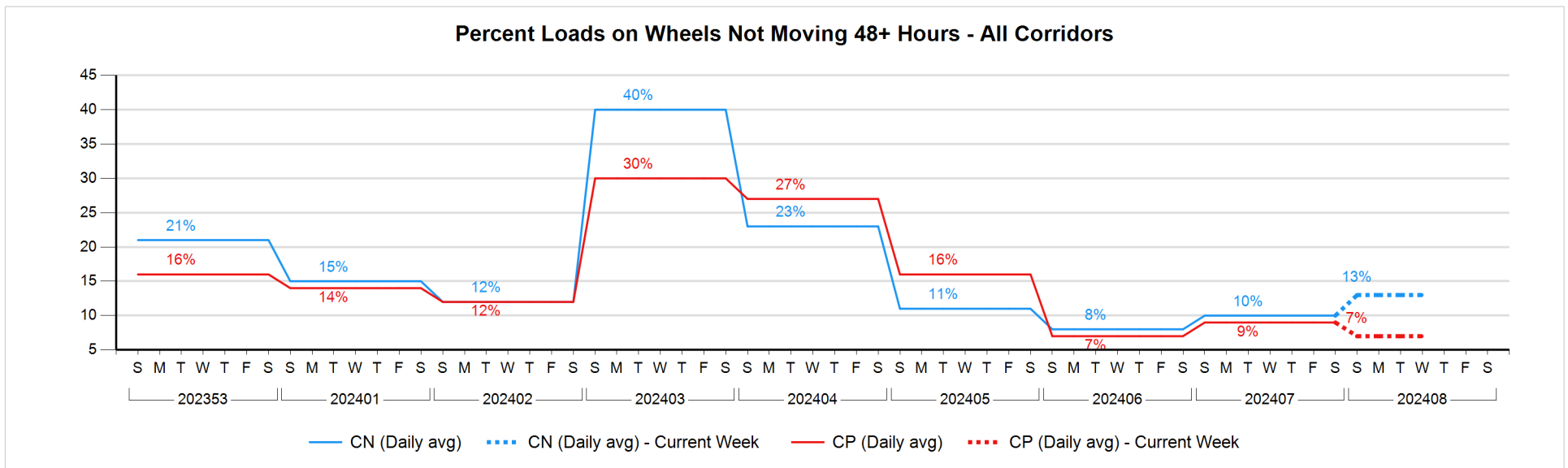
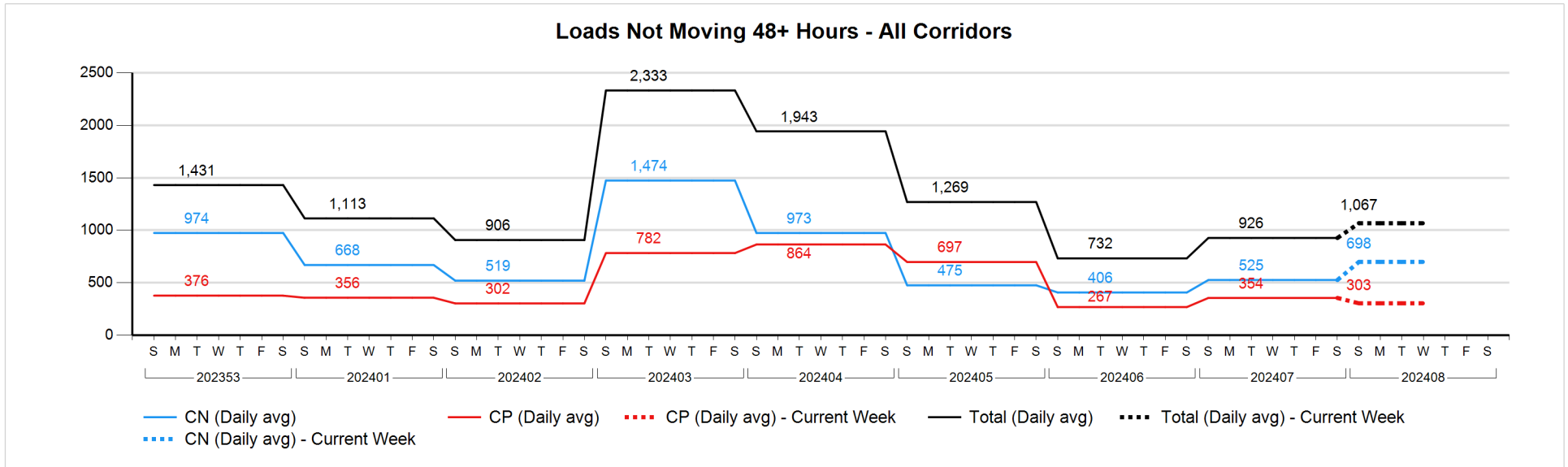
<u>24 Hour Change</u>	<u>Eastern Canada</u>	<u>USA / MEX</u>	<u>Thunder Bay</u>	<u>Western Canada</u>	<u>Prince Rupert</u>	<u>Vancouver</u>	<u>Total</u>
CN							
Prior Day	39	16	227	0	104	454	840
Current Day	34	7	35	0	104	884	1,064
Net Change	-5	-9	-192	0	0	430	224
CP							
Prior Day	0	5	85	8	0	100	198
Current Day	0	3	137	18	0	296	454
Net Change	0	-2	52	10	0	196	256

<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	35%	32%	21%	0%	7%	14%	14%
Current Day	31%	14%	4%	0%	7%	28%	19%
CP							
Prior Day	0%	4%	7%	28%	0%	3%	5%
Current Day	0%	2%	12%	69%	0%	10%	11%

<u>Current Day Status - Network Location</u>	Eastern Canada	USA / MEX	Thunder Bay	Western Canada	Prince Rupert	Vancouver	Total
CN							
Origin		1				2	3
Enroute	1	1			98	856	956
Destination Yard	30		29		6	11	76
Destination (Placed)	3	5	6			15	29
CP							
Origin			56			119	175
Enroute		3	61	1		10	75
Destination Yard			19	8		141	168
Destination (Placed)			1	9		26	36
Percent Loads Not Moving							
<u>Percent Loads Not Moving</u>	Eastern Canada	USA / MEX	Thunder Bay	Western Canada	Prince Rupert	Vancouver	Total
CN							
Origin	0%	8%	0%	0%	0%	2%	1%
Enroute	3%	4%	0%	0%	10%	33%	24%
Destination Yard	83%	0%	16%	0%	100%	8%	21%
Destination (Placed)	11%	63%	6%	0%	0%	5%	3%
CP							
Origin	0%	0%	32%	0%	0%	51%	32%
Enroute	0%	4%	12%	20%	0%	1%	4%
Destination Yard	0%	0%	7%	100%	0%	17%	15%
Destination (Placed)	0%	0%	1%	69%	0%	5%	5%

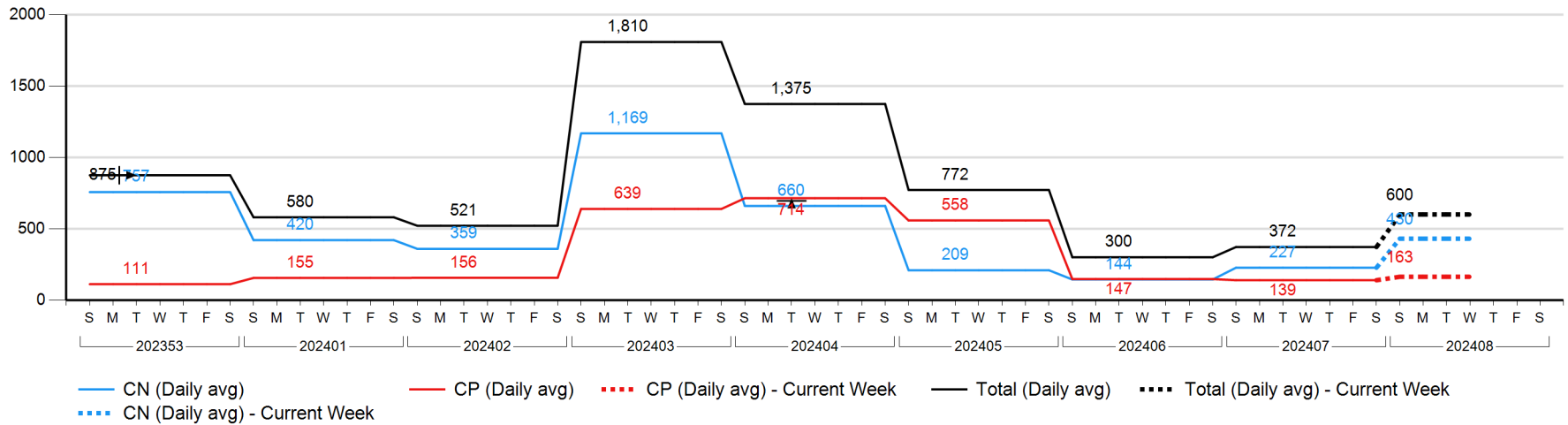
Network Breakdown

- CN now beginning to see a higher percentage of loads on wheels not moving 48+ hours consistent with increasing idle car counts while loads on wheels see some decline.
- This metric can be volatile on a daily basis and as such a better gauge of system performance is the weekly trend.

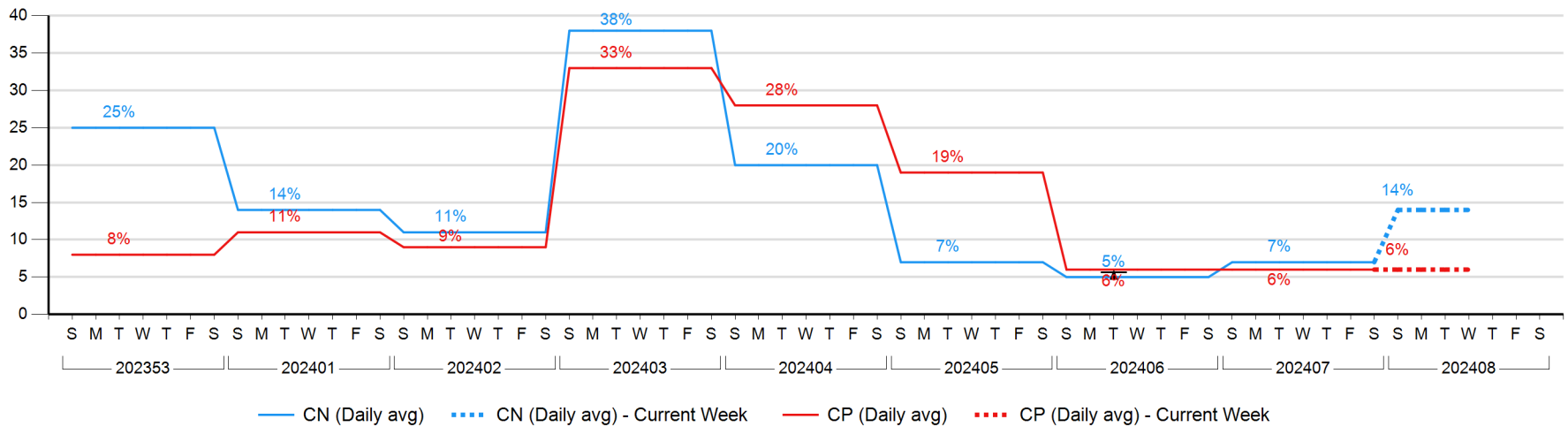


Vancouver

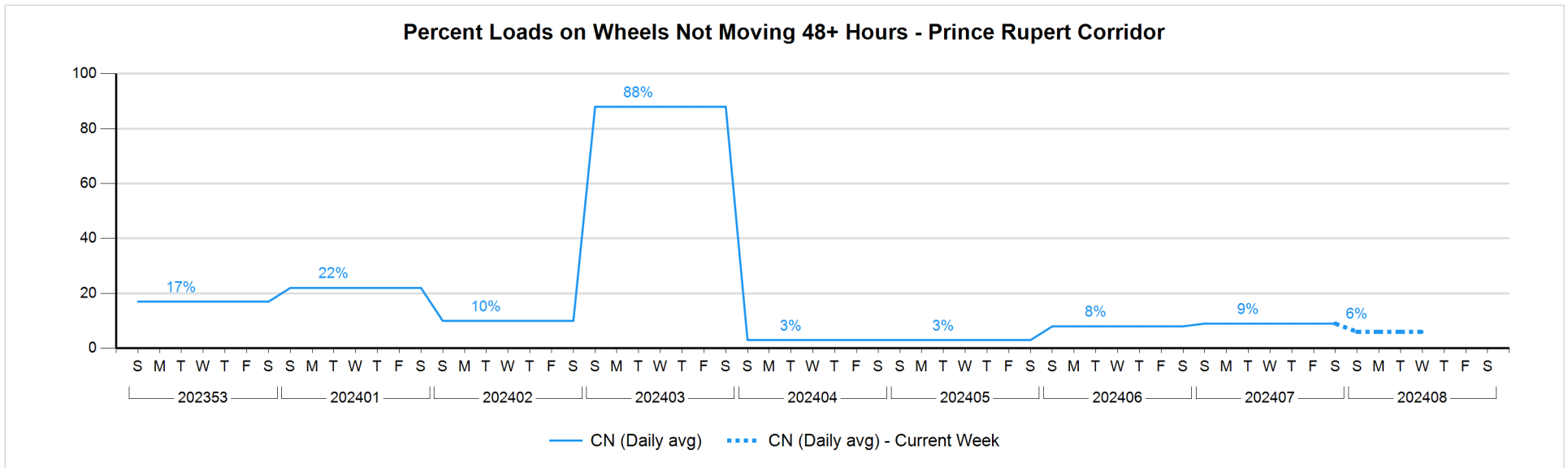
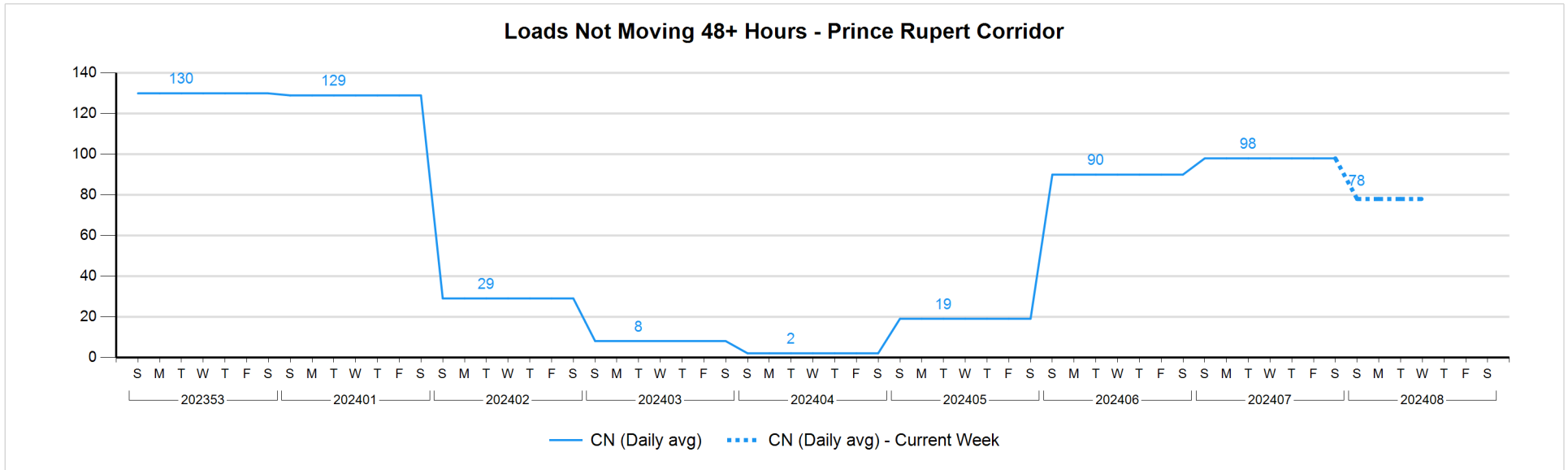
Loads Not Moving 48+ Hours - Vancouver Corridor



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

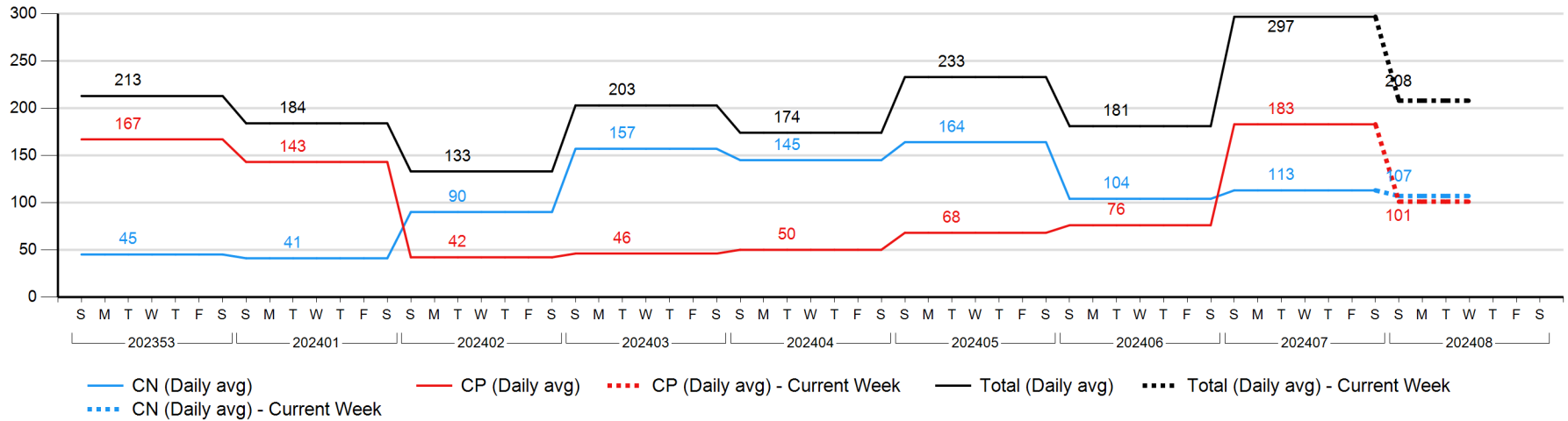


Prince Rupert

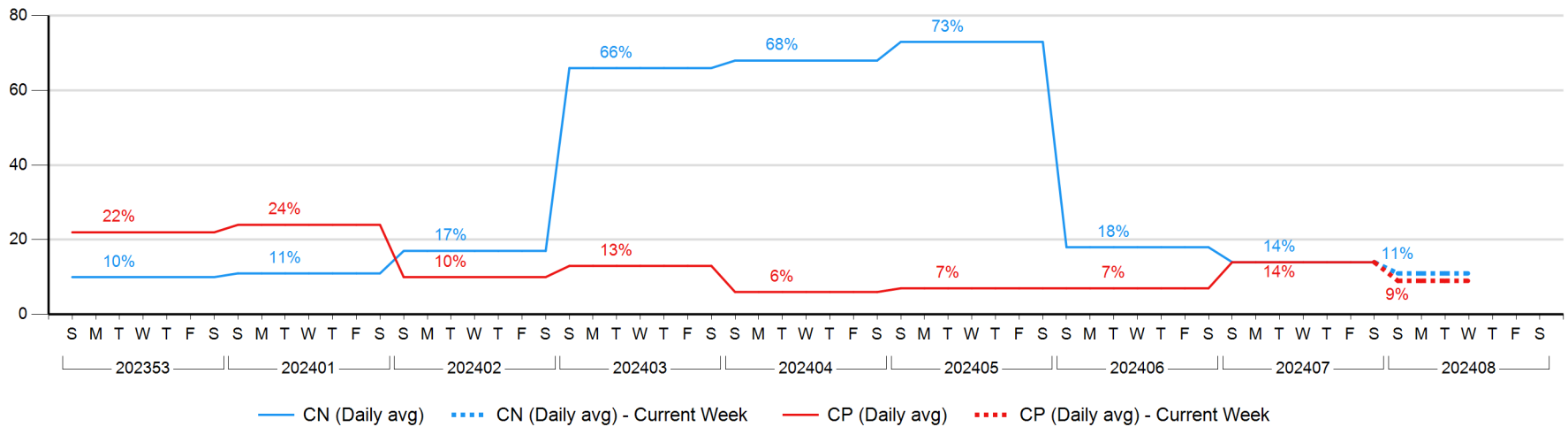


Thunder Bay

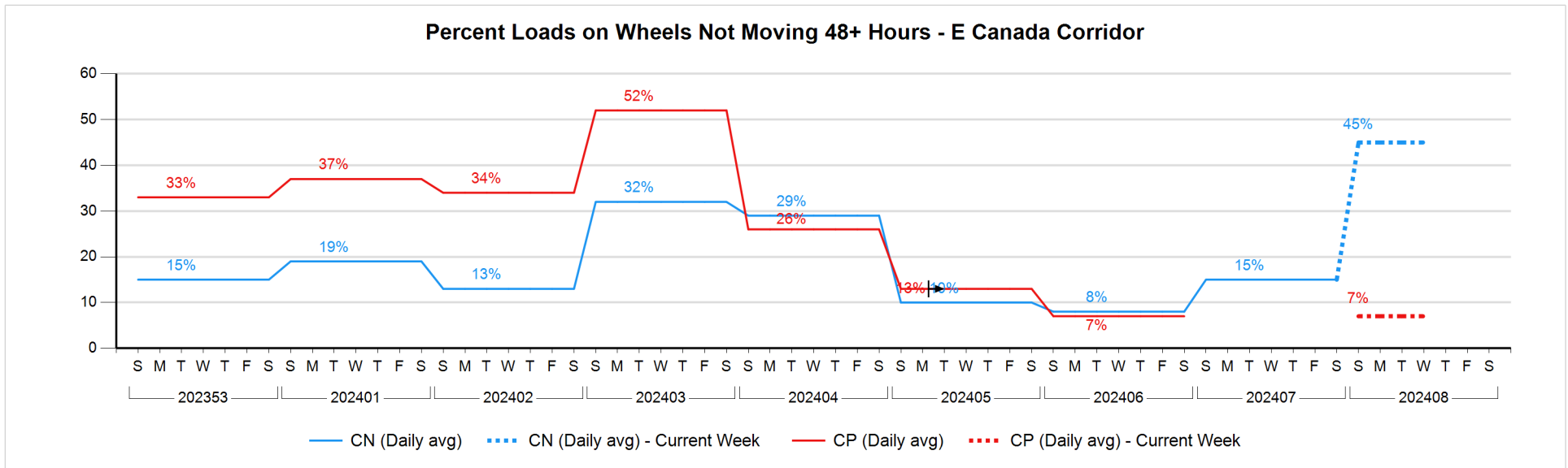
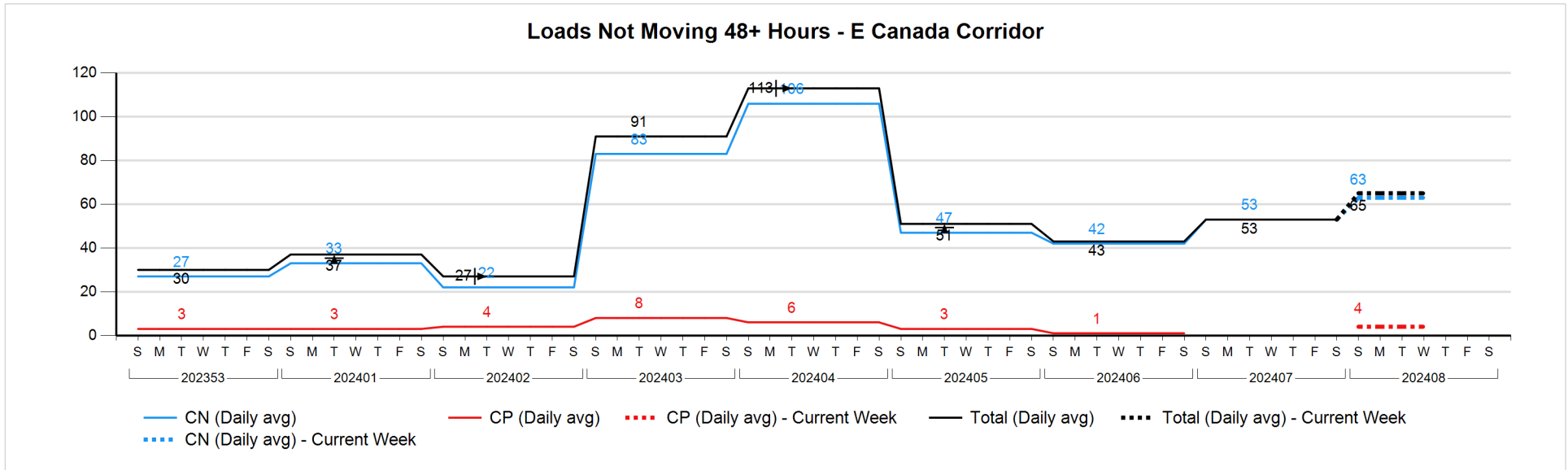
Loads Not Moving 48+ Hours - Thunder Bay Corridor



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



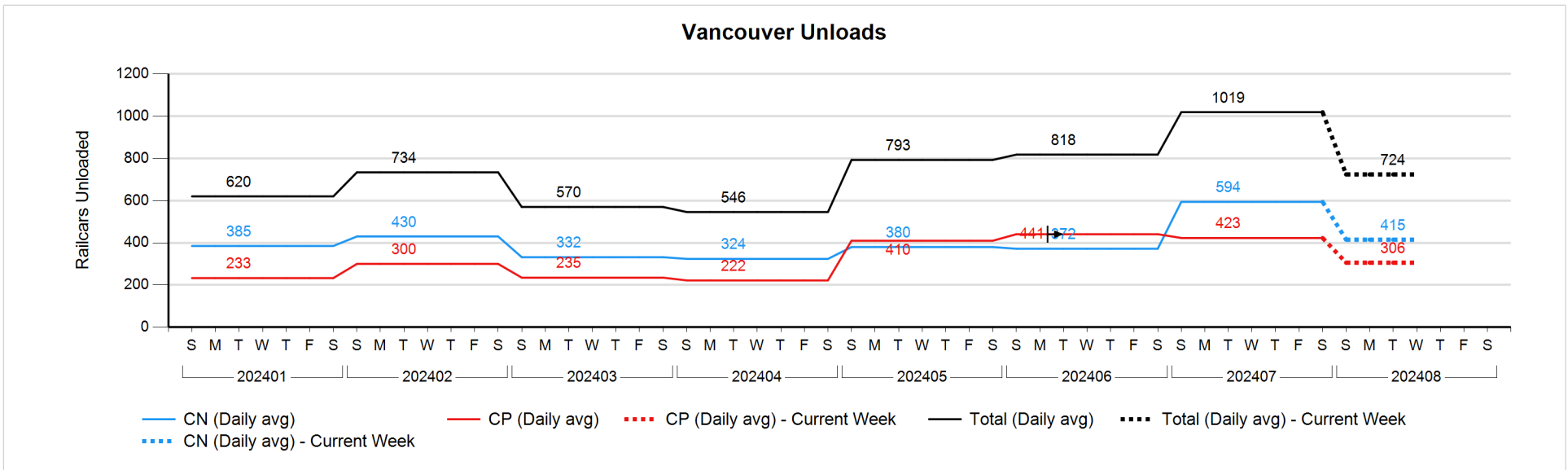
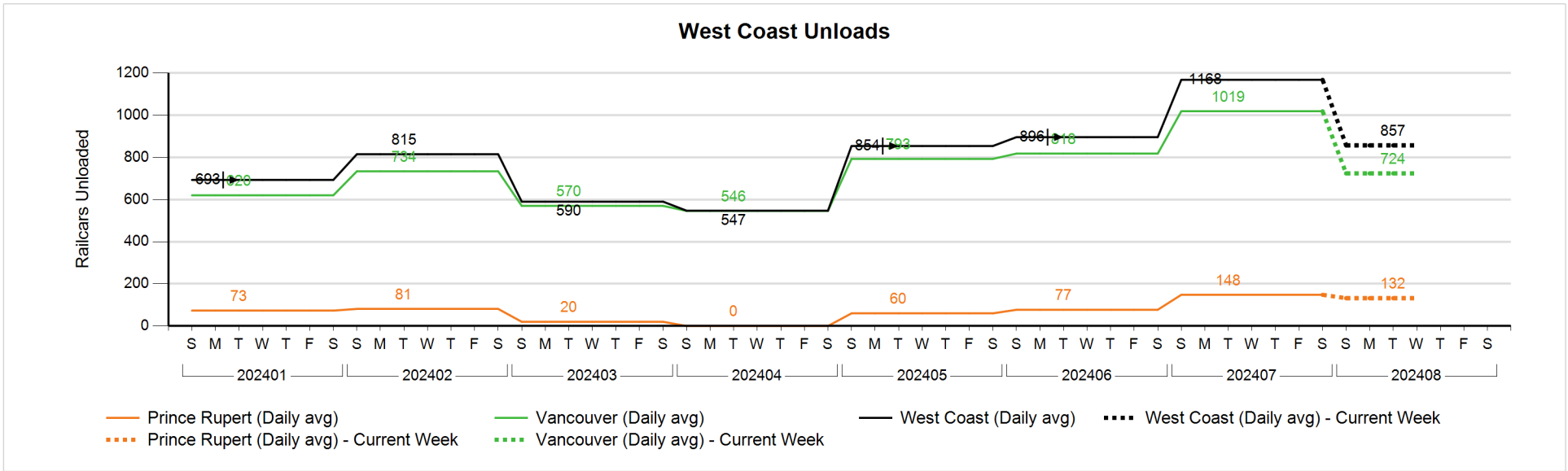
Eastern Canada

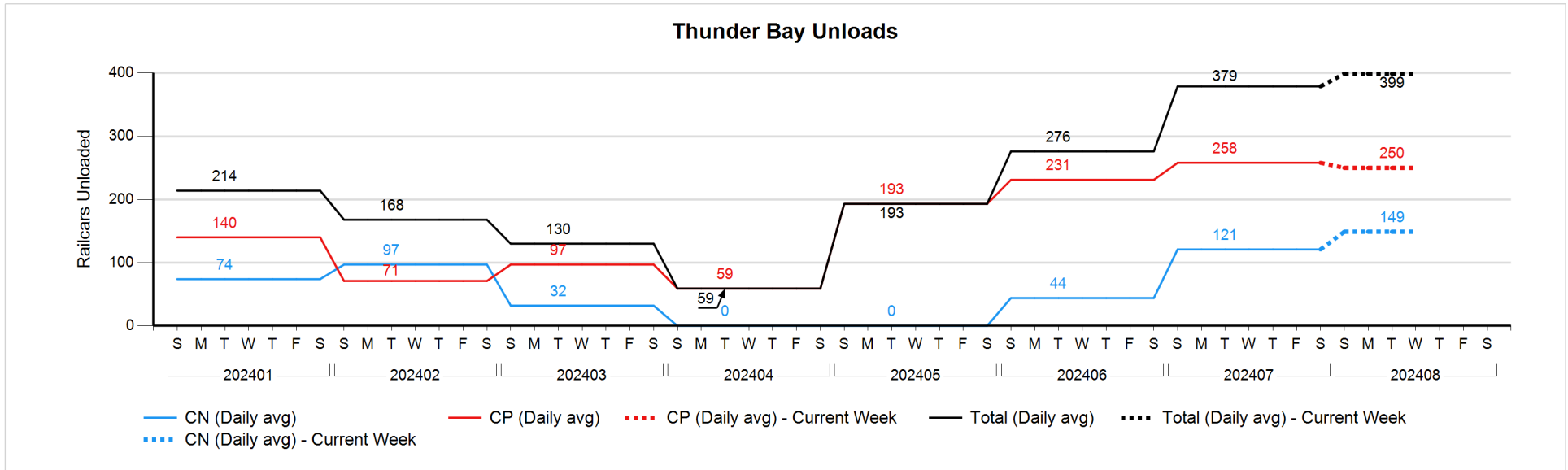


Port Performance

- West coast unloads (702) down from the prior day reflecting a nearly one third drop in unloads at Vancouver and higher unloads at Prince Rupert.
- Prince Rupert reports 168 unloads yesterday. Loads on wheels in the Prince Rupert corridor while showing at nearly 1,500 cars on page 3 of this report are actually closer to 1,000 cars this morning which reflects once again late reporting of unloads at the terminal.
- The most current data show no cars on site at Prince Rupert confirming reported unloads are understated likely resulting in overstated unloads in tomorrow's report.
- Vancouver unloads (534) holding up better than expected given the ongoing strike. Some of that reflects unloads at terminals not impacted by the strike although data continues to show some level of unloads occurring at the affected terminals. There are 6,000+ cars in the Vancouver corridor this morning with 1,700+ cars on site in the Vancouver terminal.
- Thunder Bay unloads (443) with another strong day with the port averaging 400 cars per day this week. Corridor volumes holding around 2,300 cars as new traffic coming on line continues to match the pace of unloads. There are 1,200+ cars on site this morning with 800+ cars arriving at the port in the last 24 hours. There are 350+ 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	534	-248	-32%	724	1,028	-30%
• Cars Placed for Unloading	341	-767	-69%	756	1,059	-29%
• Cars on Hand	1,316	500	61%	953	787	21%
• Cars Arrived at Destination	533	-457	-46%	850	1,060	-20%
Prince Rupert						
• Cars unloaded	168	168		132	133	-1%
• Cars Placed for Unloading	197	-199	-50%	148	124	19%
• Cars on Hand	228	227	22700%	83	27	207%
• Cars Arrived at Destination	197	-199	-50%	148	124	19%
Thunder Bay						
• Cars unloaded	443	86	24%	399	379	5%
• Cars Placed for Unloading	594	199	50%	399	388	3%
• Cars on Hand	469	-91	-16%	573	863	-34%
• Cars Arrived at Destination	513	130	34%	345	456	-24%
West Coast						
• Cars unloaded	702	-80	-10%	857	1,162	-26%





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