

SURFACE TRANSPORTATION BOARD Washington D.C. 20423		SURFACE TRANSPORTATION BOARD QUARTERLY REPORT OF REVENUES, EXPENSES AND INCOME-RAILROADS			
	FORM RE&I	QUARTER		YEAR	
		1st	2nd	3rd	4th
		X			
Grand Trunk Corporation 935 de La Gauchetiere Street West, Financial Reporting (Floor 4) Montreal, Quebec, Canada H3B 2M9					
(Dollar amounts in 000's)					
DESCRIPTIONS (A)	Code No.	FIGURES FOR THE QUARTER		CUMULATIVE FIGURES	
		THIS YEAR (B)	LAST YEAR (C)	THIS YEAR (D)	LAST YEAR (E)
Freight (Account 101)	1	586,707	522,711	586,707	522,711
Passenger (Account 102)	2	-	-	-	-
Passenger-Related (Account 103)	3	-	-	-	-
All other operating revenues (Accounts 104, 105, 106, 110, 502, 503)	4	54,495	44,195	54,495	44,195
Joint Facility Account (Account 120)	5	-	-	-	-
Railway Operating Revenues (All Above)	6	641,202	566,906	641,202	566,906
Depreciation-Road (Accounts 62-11-00, 62-12-00, 62-13-00)	7	44,123	42,673	44,123	42,673
All other way & structure accounts	8	65,736	59,827	65,736	59,827
Total way & structures	9	109,859	102,500	109,859	102,500
Depreciation-Equipment (Accounts 62-21-00, 62-22-20, 62-23-00)	10	15,797	11,100	15,797	11,100
All other equipment accounts	11	44,966	42,337	44,966	42,337
Total equipment	12	60,763	53,437	60,763	53,437
Transportation-Train, Yard and Train & Yard Common	13	180,145	154,884	180,145	154,884
Transportation-Specialized Services, Administration Support	14	46,206	45,403	46,206	45,403
General & Administration	15	67,703	73,019	67,703	73,019
Railway Operating Expenses (Account 531)	16	464,676	429,243	464,676	429,243
Net revenue from railway operations (Lines 6 minus 16)	17	176,526	137,663	176,526	137,663
Other Income Accounts (506, 510-519)	18	2,822	1,345	2,822	1,345
Income from Affiliated Companies:					
Dividends	19	-	-	-	-
Equity in undistributed earnings (losses)	20	563	461	563	461
Total income from affiliated companies	21	563	461	563	461
Miscellaneous deductions from income (Accounts 534, 535, 543, 544, 545, 549-551 and 553)	22	645	2,364	645	2,364
Income Available for Fixed Charges (Lines 17, 18, 21 minus 22)	23	179,266	137,105	179,266	137,105
Interest on funded debt (Accounts 546a, 546b)	24	71,679	64,458	71,679	64,458
Interest on unfunded debt (Account 547)	25	-	-	-	-
Amortization of discount on funded debt (Account 548)	26	23	24	23	24
Total fixed charges	27	71,702	64,482	71,702	64,482
Income after fixed charges	28	107,564	72,623	107,564	72,623
Other deductions (Account 546c)	29	-	-	-	-
Unusual or infrequent items (Debit) Credit Account 555)	30	-	-	-	-
Income (Loss) from continuing operations before income taxes	31	107,564	72,623	107,564	72,623
Income taxes on ordinary income (Account 556)	32	3,223	14,429	3,223	14,429
Provision for deferred income taxes (Account 557)	33	38,835	14,956	38,835	14,956
Income from continuing operations	34	65,506	43,238	65,506	43,238

(Dollar amounts in 000's) DESCRIPTIONS (A)	Code No.	FIGURES FOR THE QUARTER		CUMULATIVE FIGURES	
		THIS YEAR (B)	LAST YEAR (C)	THIS YEAR (D)	LAST YEAR (E)
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	65,506	43,238	65,506	43,238
Extraordinary items (net) (Account 570)	38	-	-	-	-
Income taxes on extraordinary items (Account 590)	39	-	-	-	-
Provisions for deferred taxes-Extraordinary items (Account 591)	40	-	-	-	-
Cumulative effect of changes in accounting principles (Account 592)	41	-	-	-	-
Net income	42	65,506	43,238	65,506	43,238
Dividends on common stock (Account 623)	43	-	-	-	-
Dividends on preferred stock (Account 623)	44	-	-	-	-
Expenses to revenues	45	72.47%	75.72%	72.47%	75.72%
Total maintenance to revenues	46	26.61%	27.51%	26.61%	27.51%
Transportation to revenues	47	35.30%	35.33%	35.30%	35.33%

Reconciliation of Net Railway Operating Income (NROI)	STB USE ONLY
Net Revenues from Railway Operations \$ 176,526	REMARKS
Income Taxes on Ordinary Income (3,223)	
Provisions for Deferred Income Taxes (38,835)	
Income from Lease of Road & Equipment -	
Rent for leased Roads and Equipment -	
Net Railway Operating Income \$ 134,468	

CERTIFICATION

I, THE UNDERSIGNED, Costa Bucci, Assistant Comptroller - Financial Reporting, of the Grand Trunk Corporation 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 (when 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 reported were determined in accordance with effective rules promulgated by the Surface Transportation Board.

Date: April 29, 2011

Signature _____

Telephone Number 514 - 399 - 4056