

Description (A) **** Operating Revenues ****	Figures for the Quarter		Cumulative Figures		
	This Year (B)	Last Year (C)	This Year (D)	Last Year (E)	
Freight (Account 101)	1	2,755,148	2,330,848	5,271,710	4,473,576
Passenger (Account 102)	2				
Passenger-Related (Account 103)	3				
All Other Operating Revenues (Accounts 104, 105, 106, 110)	4	111,286	99,030	214,234	194,196
Joint Facility Account (Acct 120)	5				
Railway Operating Revenues (Account 501)	6	2,866,434	2,429,878	5,485,944	4,667,772
**** Operating Expenses ****					
Depreciation-Road (Accounts 62-11-00, 62-12-00, 62-13-00)	7	156,168	156,182	318,093	311,335
All Other Way and Structures Accounts	8	230,778	197,144	455,956	403,970
Total Way and Structures	9	386,946	353,326	774,049	715,305
Depreciation-Equipment (Accounts 62-21-00, 62-22-00, 62-23-00)	10	68,068	62,252	132,316	125,313
All Other Equipment Accounts	11	275,209	243,629	540,214	471,545
Total Equipment	12	343,277	305,881	672,530	596,858
Transportation-Train, Yard and Train and Yard Common	13	864,266	665,583	1,741,518	1,307,972
Transportation-Specialized Services, Administrative Support	14	141,590	126,662	277,859	246,465
General and Administrative	15	315,919	308,165	650,942	612,107
Railway Operating Expenses (Account 531)	16	2,051,998	1,759,617	4,116,898	3,478,707
**** Income Items ****					
*Net Revenue from Railway Operations (Line 6 Minus 16)	17	814,436	670,261	1,369,046	1,189,065
Other Income (Account 506, 510-519)	18	52,428	46,173	106,367	95,115
Income from Affiliated Companies:					
Dividends	19				
Equity in Undistributed Earnings (Losses)	20	(239)	(17)	(862)	1,237
Total Income from Affiliated Companies	21	(239)	(17)	(862)	1,237
Miscellaneous Deductions from Income (Accounts 534, 535, 544, 545, 549, 551, 553 and 599)	22	10,734	9,014	19,710	18,375
Income Available for Fixed Charges (Lines 17, 18, 21 Minus 22)	23	855,891	707,403	1,454,841	1,267,042
**** Fixed Charges ****					
Interest on Funded Debt (Account 546)	24	8,039	9,120	15,739	18,723
Interest on Unfunded Debt (Account 547)	25	23,469	33,830	50,734	65,952
Amortization of Discount on Funded Debt (Account 548)	26	13	13	25	25
Total Fixed Charges	27	31,521	42,963	66,498	84,700
**** Income Items ****					
Income After Fixed Charges	28	824,370	664,440	1,388,343	1,182,342
Other Deductions (Account 546)	29				
Unusual or Infrequent Items (Debit) Credit (Account 555)	30				
Income (Loss) from Continuing Operations before Income Taxes	31	824,370	664,440	1,388,343	1,182,342
Income Taxes on Ordinary Income (Account 556)	32	113,383	237,713	205,106	419,993
Provision for Deferred Income Taxes (Account 557)	33	135,744	11,885	252,932	25,058
Income (loss) from Continuing Operations	34	575,243	414,842	930,305	737,291
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	575,243	414,842	930,305	737,291
Extraordinary Items (net) (Account 570)	38				
Income Taxes of Extraordinary Items (Account 590)	39				
Provisions for Deferred Taxes-Extraordinary Items (Account 591)	40				
Cumulative effect of changes in Accounting Principles (less applicable Income Taxes of (Account 592)	41				
Net Income	42	575,243	414,842	930,305	737,291

Description (A)		Figures for the Quarter		Cumulative Figures	
		This Year	Last Year	This Year	Last Year
Dividends on Common Stock (Account 623)	43				
Dividends on Preferred Stock (Account 623)	44				
**** Ratios ****					
Expenses to Revenues	45	71.59%	72.42%	75.04%	74.53%
Total Maintenance to Revenues	46	25.47%	27.13%	26.37%	28.11%
Transportation to Revenues	47	35.09%	32.60%	36.81%	33.30%
<b>Note: Reconciliation of Net Railway Operating Income (NROI)</b>					
Net Revenues from Railway Operations	N1	814,436	670,261	1,369,046	1,189,065
[556] Income Taxes on Ordinary Income	N2	(113,383)	(237,713)	(205,106)	(419,993)
[557] Provision for Deferred Income Taxes	N3	(135,744)	(11,885)	(252,932)	(25,058)
Income from Lease of Road and Equipment	N4	(1,919)	(2,094)	(3,962)	(4,343)
Rent for leased Roads and Equipment	N5	5,920	5,934	11,863	11,707
Net Railway Operating Income	N6	569,310	424,503	918,909	751,378

**Remarks**

In compliance with STB requirements, this report does not reflect adoption of FAS 143 (Accounting for Asset Retirement Obligations).

**Certification**

I, the undersigned, Nikki Burris

Title Manager Revenue Reporting of Norfolk Southern Combined Railroad Subsidiaries  
 (Name and Title of Office in charge of Accounts) (Full Name of reporting company)

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 (where 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 here reported were determined in accordance with effective rules promulgated by the Surface Transportation Board.

Date July 29, 2011

Signature Nikki Burris

Telephone Number 757-629-2810  
 (Area Code) (Number)

Note: Dollars are stated in thousands commencing in 1981.