

SURFACE TRANSPORTATION BOARD Washington, D.C. 20423				SURFACE TRANSPORTATION BOARD QUARTERLY REPORT OF REVENUES, EXPENSES AND INCOME-RAILROADS			
FOR STB USE ONLY		FORM	QUARTER				YEAR
<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>		R E & I	1st <input checked="" type="checkbox"/>	2nd <input type="checkbox"/>	3rd <input type="checkbox"/>	4th <input type="checkbox"/>	2011
FULL NAME AND ADDRESS OF REPORTING RAILROAD						125 000 352 Kansas City 10 134500	
The Kansas City Southern Railway & Controlled Companies 427 West 12th Street, P. O. Box 219335 Kansas City, Missouri 64121-9335							
Show dollar amount in thousands.							
DESCRIPTORS (A)		Code No.	THIS YEAR		CUMULATIVE FIGURES		
			(B)	(C)	(D)	(E)	
Operating Revenues	Freight (Account 101)	1	257,091	232,885	257,091	232,885	
	Passenger (Account 102)	2					
	Passenger - Related (Account 103)	3					
	All other operating revenues (Accounts 104, 105, 106, 110, 502, 503)	4	12,327	11,433	12,327	11,433	
	Joint Facility Account (Account 120)	5					
	RAILWAY OPERATING REVENUES (All above)	6	269,418	244,318	269,418	244,318	
Operating Expenses	Depreciation - Road (Accounts 62-11-00, 62-12-00, 62-13-00)	7	18,709	17,233	18,709	17,233	
	All other way and structures accounts	8	21,452	19,135	21,336	19,135	
	Total way and structures	9	40,161	36,368	40,045	36,368	
	Depreciation - Equipment (Accounts 62-21-00, 62-22-00, 62-23-00)	10	7,147	5,703	7,147	5,703	
	All other equipment accounts	11	38,203	34,959	38,203	34,959	
	Total equipment	12	45,350	40,662	45,350	40,662	
	Transportation - Train, Yard and Train and Yard Common	13	95,709	83,205	95,709	83,205	
	Transportation - Specialized Services, Administrative Support	14	3,570	2,022	3,570	2,022	
	General and Administrative	15	25,357	29,431	25,357	29,431	
RAILWAY OPERATING EXPENSES (Account 531)	16	210,147	191,688	210,031	191,688		
Income Items	*NET REVENUE FROM RAILWAY OPERATIONS (Lines 6 minus 16)	17	59,271	52,630	59,387	52,630	
	Other Income (Accounts 506, 510-519)	18	1,015	2,712	1,015	2,712	
	Income from affiliated companies:						
	Dividends	19					
	Equity in undistributed earnings (losses)	20	856	4,293	856	4,293	
	TOTAL INCOME FROM AFFILIATED COMPANIES	21	856	4,293	856	4,293	
	Miscellaneous deductions from income (Accounts 534, 535, 543, 544, 545, 549-551, and 553)	22	169	73	169	73	
INCOME AVAILABLE FOR FIXED CHARGES (Lines 17, 18, 21 minus 22)	23	60,973	59,562	61,089	59,562		
Fixed Charges	Interest on funded debt (Accounts 546a, 546b)	24	22,478	26,971	22,478	26,971	
	Interest on unfunded debt (Account 547)	25	70	74	70	74	
	Amortization of discount on funded debt (Account 548)	26	778	801	778	801	
	TOTAL FIXED CHARGES	27	23,326	27,846	23,326	27,846	
Income Items	INCOME AFTER FIXED CHARGES	28	37,647	31,716	37,763	31,716	
	Other deductions (Account 546c)	29					

Show all figures to the nearest WHOLE number without cents, decimals or fractions, in ALL COLUMNS. DESCRIPTORS (A)		Code No.	CUMULATIVE FIGURES		CUMULATIVE FIGURES																														
			THIS YEAR (D)	LAST YEAR (C)	THIS YEAR (D)	LAST YEAR (E)																													
Income Items - Continued	Unusual or infrequent items (Debit)Credit (Account 555)	30																																	
	INCOME (LOSS) FROM CONTINUING OPERATIONS BEFORE INCOME TAXES	31	37,647	31,716	37,763	31,716																													
	Income taxes on ordinary income (Account 556)	32	136	(26)	136	(26)																													
	Provision for deferred income taxes (Account 557)	33	14,340	13,121	14,340	13,121																													
	INCOME FROM CONTINUING OPERATIONS	34	23,171	18,621	23,287	18,621																													
	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	23,171	18,621	23,287	18,621																													
	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 (Less applicable income taxes of) (Account 592)	41																																	
NET INCOME	42	23,171	18,621	23,287	18,621																														
Dividends on common stock (Account 623)	43																																		
Dividends on preferred stock (Account 623)	44																																		
Ratios	Expenses to revenues	45	78.0%	78.5%	78.0%	78.5%																													
	Total maintenance to revenues	46	31.7%	31.5%	31.7%	31.5%																													
	Transportation to revenues	47	36.8%	34.9%	36.8%	34.9%																													
STB USE ONLY	<p>*NOTE: Reconciliation of Net Railway Operating Income (NROI)</p> <table border="0"> <tr> <td>Net Revenues from Railway Operations</td> <td>\$59,271</td> <td>\$52,630</td> <td>\$59,387</td> <td>\$52,630</td> </tr> <tr> <td>(556) Income Taxes on Ordinary Income</td> <td>(136)</td> <td>26</td> <td>(136)</td> <td>26</td> </tr> <tr> <td>(557) Provision for Deferred Income Taxes</td> <td>(14,340)</td> <td>(13,121)</td> <td>(14,340)</td> <td>(13,121)</td> </tr> <tr> <td>** Income from Lease of Road and Equipment</td> <td></td> <td></td> <td></td> <td></td> </tr> <tr> <td>** Rent for Leased Roads and Equipment</td> <td>44</td> <td>41</td> <td>(41)</td> <td>41</td> </tr> <tr> <td>NET RAILWAY OPERATING INCOME</td> <td>44,839</td> <td>39,576</td> <td>44,870</td> <td>39,576</td> </tr> </table>					Net Revenues from Railway Operations	\$59,271	\$52,630	\$59,387	\$52,630	(556) Income Taxes on Ordinary Income	(136)	26	(136)	26	(557) Provision for Deferred Income Taxes	(14,340)	(13,121)	(14,340)	(13,121)	** Income from Lease of Road and Equipment					** Rent for Leased Roads and Equipment	44	41	(41)	41	NET RAILWAY OPERATING INCOME	44,839	39,576	44,870	39,576
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REMARKS																																			
CERTIFICATION																																			
<p>I, THE UNDERSIGNED <u>Mary K. Stadler, Senior VP and Chief Accounting Officer</u> of <u>RAILWAY & CONTROLLED COMPANIES</u> <small>(Name and Title of Officer in charge of accounts)</small> <small>(Full name of reporting company)</small></p> <p>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.</p>																																			
Date	<u>APRIL 27, 2011</u>	Signature																																	
		Telephone Number	<u>(816)</u>	<u>983 - 1371</u>																															
			<small>(Area code)</small>	<small>(Number)</small>																															