

Description (A)		Figures for the Quarter		Cumulative Figures	
		This Year (B)	Last Year (C)	This Year (D)	Last Year (E)
**** Operating Revenues ****					
Freight (Account 101)	1	2,764,870	2,755,148	5,437,303	5,271,710
Passenger (Account 102)	2				
Passenger-Related (Account 103)	3				
All Other Operating Revenues (Accounts 104, 105, 106, 110)	4	109,067	111,286	225,333	214,234
Joint Facility Account (Acct 120)	5				
Railway Operating Revenues (Account 501)	6	2,873,937	2,866,434	5,662,636	5,485,944
**** Operating Expenses ****					
Depreciation-Road (Accounts 62-11-00, 62-12-00, 62-13-00)	7	163,598	156,192	325,760	318,139
All Other Way and Structures Accounts	8	237,254	230,754	497,608	455,910
Total Way and Structures	9	400,852	386,946	823,368	774,049
Depreciation-Equipment (Accounts 62-21-00, 62-22-00, 62-23-00)	10	78,308	68,044	154,029	132,270
All Other Equipment Accounts	11	268,687	275,233	536,847	540,260
Total Equipment	12	346,995	343,277	690,876	672,530
Transportation-Train, Yard and Train and Yard Common	13	812,327	864,266	1,654,664	1,741,518
Transportation-Specialized Services, Administrative Support	14	161,417	141,590	321,729	277,859
General and Administrative	15	272,023	315,919	603,640	650,942
Railway Operating Expenses (Account 531)	16	1,993,614	2,051,998	4,094,277	4,116,898
**** Income Items ****					
*Net Revenue from Railway Operations (Line 6 Minus 16)	17	880,323	814,436	1,568,359	1,369,046
Other Income (Account 506, 510-519)	18	54,491	52,428	106,969	106,367
Income from Affiliated Companies:					
Dividends	19				
Equity in Undistributed Earnings (Losses)	20	(1,581)	(239)	(2,840)	(862)
Total Income from Affiliated Companies	21	(1,581)	(239)	(2,840)	(862)
Miscellaneous Deductions from Income (Accounts 534, 535, 544, 545, 549, 551, 553 and 599)	22	9,196	10,734	17,808	19,710
Income Available for Fixed Charges (Lines 17, 18, 21 Minus 22)	23	924,037	855,891	1,654,680	1,454,841
**** Fixed Charges ****					
Interest on Funded Debt (Account 546)	24	21,541	8,039	40,362	15,739
Interest on Unfunded Debt (Account 547)	25	25,366	23,469	52,827	50,734
Amortization of Discount on Funded Debt (Account 548)	26	10	13	19	25
Total Fixed Charges	27	46,917	31,521	93,208	66,498
**** Income Items ****					
Income After Fixed Charges	28	877,120	824,370	1,561,472	1,388,343
Other Deductions (Account 546)	29				
Unusual or Infrequent Items (Debit) Credit (Account 555)	30				
Income (Loss) from Continuing Operations before Income Taxes	31	877,120	824,370	1,561,472	1,388,343
Income Taxes on Ordinary Income (Account 556)	32	274,184	113,383	440,400	205,106
Provision for Deferred Income Taxes (Account 557)	33	56,755	135,744	148,002	252,932
Income (loss) from Continuing Operations	34	546,181	575,243	973,070	930,305
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	546,181	575,243	973,070	930,305
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	546,181	575,243	973,070	930,305

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	69.37%	71.59%	72.30%
Total Maintenance to Revenues	46	26.02%	25.47%	26.74%
Transportation to Revenues	47	33.88%	35.09%	34.90%
Note: Reconciliation of Net Railway Operating Income (NROI)				
Net Revenues from Railway Operations	N1	880,323	814,436	1,568,359
[556] Income Taxes on Ordinary Income	N2	(274,184)	(113,383)	(440,400)
[557] Provision for Deferred Income Taxes	N3	(56,755)	(135,744)	(148,002)
Income from Lease of Road and Equipment	N4	(2,425)	(1,919)	(4,655)
Rent for leased Roads and Equipment	N5	6,118	5,920	12,169
Net Railway Operating Income	N6	553,077	569,310	987,471

Remarks

In compliance with STB requirements, this report does not reflect adoption of FAS 143 (Accounting for Asset Retirement Obligations). Certain prior period amounts have been reclassified to conform to R-1 presentation.

Certification

I, the undersigned, Terri Grubb

Title Manager Corporate Accounting 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 31, 2012

Signature  Terri Grubb

Telephone Number 540-524-5452
 (Area Code) (Number)

Note: Dollars are stated in thousands commencing in 1981.