

CAPITAL EXPENDITURES—

<i>Additions and Betterments</i> (Details on Page 3)—			
General Additions and Betterments (less Retirements).....		\$ 3,900,000	
<i>Acquisition of Securities</i> (Details on Page 3)—			
Northern Alberta Railways Company.....	\$ 350,000		
Toronto Terminal Railway Company.....	100,000		
Chicago and Western Indiana Railroad Company.....	111,000		
Total Acquisition of Securities.....		561,000	
** <i>New Equipment Purchases</i> (Details on Page 4).....		19,396,700	
		23,857,700	
Less—Available from Working Capital.....		250,000	23,607,700
RETIREMENT OF CAPITAL OBLIGATIONS, INCLUDING SINKING FUND AND EQUIPMENT PRINCIPAL PAYMENTS (Details on Page 5).....			7,114,000
Total.....			65,721,700

* Operating Expenses include \$1,398,900 for contribution to deficit of I.C.R. & P.E.I. Provident Fund, and \$100,000 for contribution to Grand Trunk Railway of Canada Superannuation and Provident Fund Association.

** In event of Equipment Trust being issued for the purchase of new equipment, it will only be necessary to provide approximately 25% of the total amount of \$19,396,700 through the Financing Act of 1937.