



April 28, 2004
Electronic Bulletin No. 492
RE: Lathrop, Ca Owner Operator Labor Action

Distribution:

The owner operators continue their strike in Lathrop, Ca in an effort to secure a 30% rate increase and fuel surcharge concessions. As a result, the UPRR Lathrop, Ca terminal is beyond its normal operating capacity thereby forcing the UPRR to embargo all inbound and outbound traffic effective midnight Wednesday, April 28th. Further, in accordance with American Association of Railroads (AAR) rules and guidelines that require a 48 hour advance notification before a railroad can turn-away volume, Lathrop, Ca volume that is billed in the UPRR system prior to midnight Wednesday, April 28th, will be allowed to ingate at a UPRR terminal through 0001 Saturday, May 1st. The UPRR Lathrop, Ca terminal gates will remain open for pickup of inbound loads, but will not accept any freight tendered for eastbound trains.

Containers currently enroute on UPRR trains, or in UPRR terminals, will be held short of Lathrop, Ca, or held at the origin terminal until such time that Lathrop, Ca can process the inbound volume. Lathrop, Ca destined volume tendered at CSX terminals in the greater Northeast and Southeast will follow the same guidelines as the UPRR.

As some capacity is created at Lathrop, Ca by truckers successfully pulling volume from the terminal, the UPRR will initiate a 'permit - system' whereby Pacer Stacktrain and other customers will have to petition the UPRR to move Lathrop, Ca destined volume on a case-by-case basis. Will have more details on this tomorrow, Thursday April 29, 2004.

We expect more information from the UPRR on Thursday, April 29th, regarding the return of empty equipment into Lathrop, Ca but the first impression is that is will follow the 'permit - system' as outlined above.

If you have specific questions, please direct them to your local Business Development representative.

Thank you for your patience and continued patronage.