



S T A C K F A C T S

January 13, 2005

Electronic Bulletin No. 616

Re: Update UP's Weather Related Temporary Service Cancellation

Dear Valued Pacer Stacktrain Customer,

After completing aerial surveys of the various rail routes impacted by the latest heavy weather, UP is now projecting a two week time frame to functionally repair the various damaged areas of their network. There are 23 locations between Milford, UT and Las Vegas, NV where the track is washed out. The Coast Subdivision between Santa Barbara and Los Angeles is not expected to open until February. The Alhambra Subdivision near West Colton has washouts in 4 locations, some 200' long and 20' deep. Presently, there are 85 trains held system wide trying to arrive in the Los Angeles Basin as a result of this service interruption. Of those, 49 are intermodal and automotive and 31 still have the locomotives coupled to them. UPRR is exploring utilization of available BNSF routes as well as the UP reroutes as detailed below.

UP is focusing their efforts in restoring the main tracks and unraveling the backlog of trains. Trains presently held west of North Platte, NE will be operated into the Los Angeles Basin via Salt Lake City, UT through Elko, NV into Northern California then proceed south from Roseville, CA to Bakersfield, CA into the LA Basin. If necessary, trains will have to back up to Salt Lake City to operate via Nevada and Northern California. Trains in excess of 5,700' will be reduced on line before operating through the Feather River Canyon between Portola, CA and Roseville, CA due to footage restrictions in sidings. UP will divert an additional 28 trains on this route daily until the main tracks are restored.

Trains presently holding east of North Platte, NE will be (backed up if necessary) operated via Marysville, KS, Topeka, KS, Tucumcari, NM, El Paso, TX through Tucson, AZ into the Los Angeles Basin. This corridor, especially in and around El Paso has been over capacity for months. As a result of the washouts, UP has rerouted an additional 18 intermodal trains on this corridor between the Midwest and Los Angeles Basin.

Service between Chicago and Salt Lake City, as well as to and from Northern California and the Pacific Northwest is not restricted due to the aforementioned weather issues.

There is a possibility the gates will be open Monday, January 17 or Tuesday, January 18 for volume on the embargoed routes. This is predicated on weather and how successful UP is on moving the backlog of trains on their network. Upon re-establishment of service, we are certain that a metering type system will be implemented and there will be certain limitations in place as long term work continues to bring the routes back to their full capabilities. Pacer Stacktrain will publish the plan as soon it is finalized with UPRR.

We appreciate your understanding and thank you for choosing Pacer Stacktrain.