



September 21, 2005 Electronic Bulletin No. 699 Re: Hurricane Rita Embargo

Dear Valued Customer:

Hurricane Rita continues to grow stronger over the Gulf of Mexico. Now a Category 4 hurricane with top winds estimated at 140 mph, Rita continued to affect the Florida Keys and South Florida this morning. Later in the week, Rita is expected to shift to a more northwesterly course towards the Texas Gulf Coast with a landfall projected Friday night or Saturday morning.

Due to Hurricane Rita, effective immediately, all traffic destined inbound to UP stations from Houston, TX south to Brownsville, TX along the Gulf Coast is embargoed. All intermodal traffic destined to Houston and Englewood is embargoed. Traffic from those locations will continue to be pulled from industry until approximately noon on Thursday, September 22, at which time all rail operations in the affected area will cease.

With this system close on the heels of the destruction that Hurricane Katrina left in its wake, it is likely that rail traffic moving through the southeast will be further impacted, once again affecting departure times and creating critical asset imbalances which will affect the flow of traffic throughout the entire rail network.

We will continue to monitor this situation and provide more information relevant to the impacts of Hurricane Rita.

We appreciate your business,

Pacer Stacktrain