All,

Attached are the presentation slides from yesterday’s meeting with Frank Patton and Lee Hutchins. If you have any questions please feel free to contact me anytime.

Steve
Great Lakes Basin Belt Railroad
Presentation for Steve Ernst
Overview

- $4.0 billion of new railroad construction external to Illiana Expressway and CREATE.
- Job creation within the 110-mile Industrial Corridor (Mazon, IL to Kingsbury, IN).
- Freight rail connection to the South Suburban Airport
- Maintain metropolitan Chicago’s preeminence as nation’s rail freight hub.
- Economic Development of the Port of Chicago
Crude Oil by Rail Chicago Bypass

Safe route around Chicago. Two to three times faster than the current thru Chicago route.

Orange – Canadian National Iowa to EJ&E at West Chicago. South to Joliet. UP to Mazonia.
Dash Red - Illiana Belt Mazon BNSF to Gardner UP to Essex to Ballou East to Indiana to NS, CSX, CFER to Eastern Markets.
Dash Green - Illiana Highway Corridor to Indiana.

No later than July 1, 2014 railroads will begin using the Rail Corridor Risk Management System (RCRMS) to aid in the determination of the safest and most secure rail routes for trains with 20 or more cars of crude oil. RCRMS is a sophisticated analytical tool, developed in coordination with the federal government, including the FRA.
Janesville Rockford Davis Jct. Rochelle
Average
Galesburg III (BNSF) to North Baltimore Ohio (CSX)

- Galesburg to Joliet – 5 Hours
- (CREATE average) Joliet thru Chicago to Gary 15 Hours
- Gary, Indiana to North Baltimore 5 Hours

- Total Current 25 Hours

Illiana Belt Bypass

- Galesburg to North Baltimore 8 Hours

3 times the thru put per hour of operation for locomotives and tank cars; e.g. 300 Hours
Operation 6 thru round trips vs. 18 bypass round trips
Friendly Connect with CSSB and GLBBR
Illinois Indiana Counties
Illinois Indiana Congressional Districts

Adam Kinzinger  R (16)  Robin Kelly D (2)  Pete Visclosky D (1)  Jackie Walorski  R (2)
Potential Concerns

• Reaction of Mayor Emanuel and/or Chicago Department of Transportation.

• Reaction of CREATE “partners.”

• STB approval process (best-case and worst-case scenarios).
What’s in it for Illinois - Indiana?

Job creation within the 110-mile Industrial Corridor

“If you have rail, you have a scarce resource. If you have dual rail service sites, you have a crown jewel.”

Ed McCallum
<table>
<thead>
<tr>
<th>Auto</th>
<th>Intermodal</th>
<th>Merchandise</th>
</tr>
</thead>
<tbody>
<tr>
<td>Motorized vehicles</td>
<td>Alcoholic beverages</td>
<td>Articles-base metal</td>
</tr>
<tr>
<td>Bulk</td>
<td>Electronics</td>
<td>Base metals</td>
</tr>
<tr>
<td>Animal feed</td>
<td>Furniture</td>
<td>Basic chemicals</td>
</tr>
<tr>
<td>Cereal grains</td>
<td>Machinery</td>
<td>Building stone</td>
</tr>
<tr>
<td>Coal</td>
<td>Meat/seafood</td>
<td>Chemical products</td>
</tr>
<tr>
<td>Metallic ores</td>
<td>Manufactured products</td>
<td>Crude petroleum</td>
</tr>
<tr>
<td>Gravel</td>
<td>Mixed freight</td>
<td>Fertilizers</td>
</tr>
<tr>
<td>Nonmetallic minerals</td>
<td>Pharmaceuticals</td>
<td>Fuel oils</td>
</tr>
<tr>
<td></td>
<td>Plastics/rubber</td>
<td>Gasoline</td>
</tr>
<tr>
<td></td>
<td>Precision instruments</td>
<td>Live animals/fish</td>
</tr>
<tr>
<td></td>
<td>Printed products</td>
<td>Logs</td>
</tr>
<tr>
<td></td>
<td>Textiles/leather</td>
<td>Milled grain products</td>
</tr>
<tr>
<td></td>
<td>Tobacco products</td>
<td>Natural sands</td>
</tr>
<tr>
<td></td>
<td>Transport equipment</td>
<td></td>
</tr>
</tbody>
</table>
Steps for Completion of STB EIS Process

Phase I – Pre-filing and Scoping Process
- Pre-Filing Notice
- Publication of NOI
- Scoping
- Publication of Final Scope

Phase II – Draft EIS Preparation and Comment Period
- Prepare Draft EIS
- Circulate DEIS to Appropriate Agencies
- NOA Publish in Federal Registry
- Public Comment Period
- Optional Public Hearing(s)
- Respond to Public Comments

Phase III – Final EIS Preparation and Record of Decision
- Prepare Final EIS
- Publish NOA for FEIS
- Record of Decision
- Supplement if Needed

PROJECT DEVELOPMENT STEPS/REQUIRED APPROVALS
Great Lakes Basin Belt Railroad

Alternatives Combined/Adjusted to Minimize Impacts

Illiana Rail By-Pass

Great Lakes Basin Belt Railroad

Illiana Corridor PHASE I STUDY
Illinois Department of Transportation

Illinois Department of Transportation

Illinois Department of Transportation
Timeline

- Construction: 2016-2017
- First Year Operations: 2018