



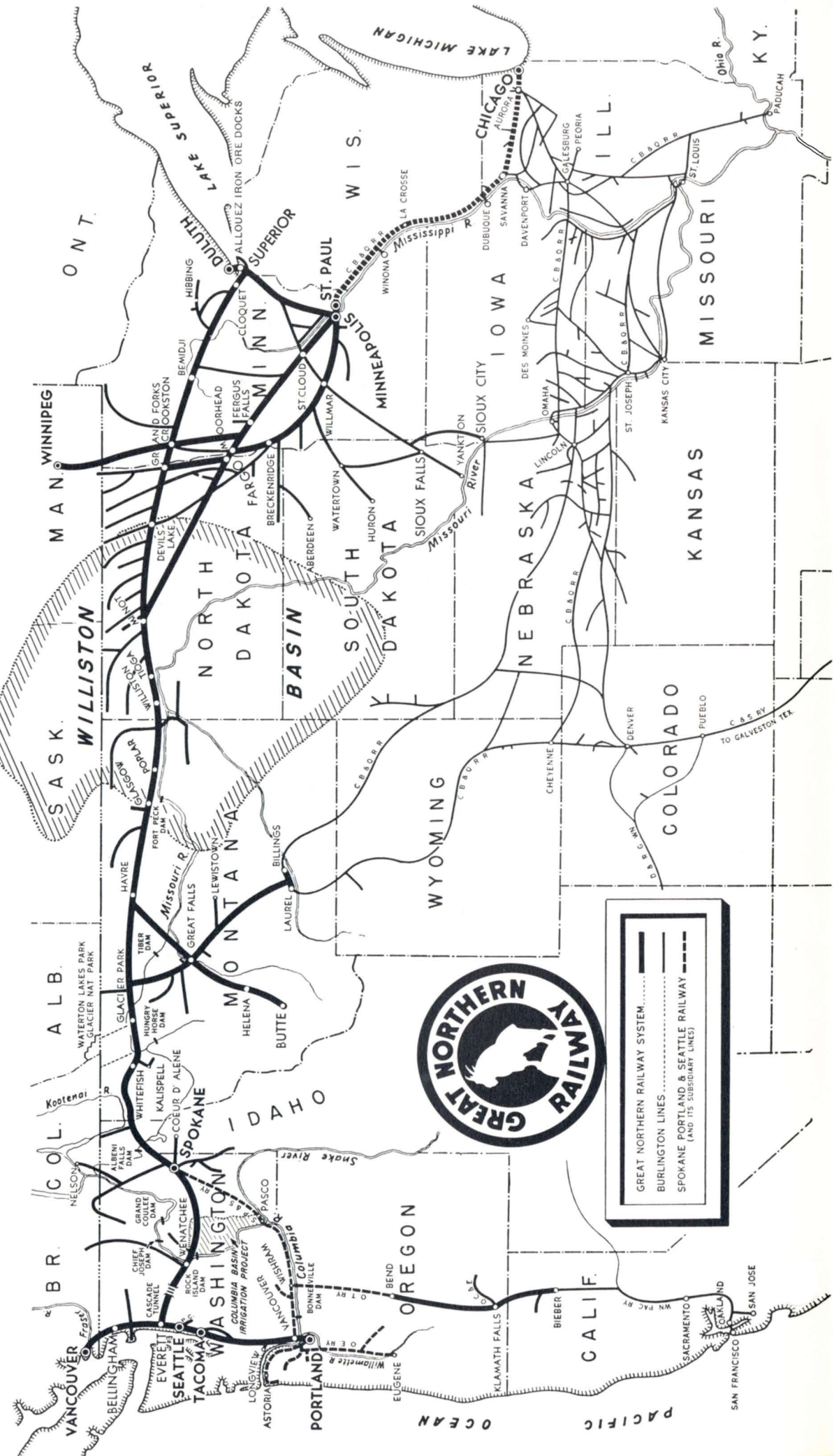
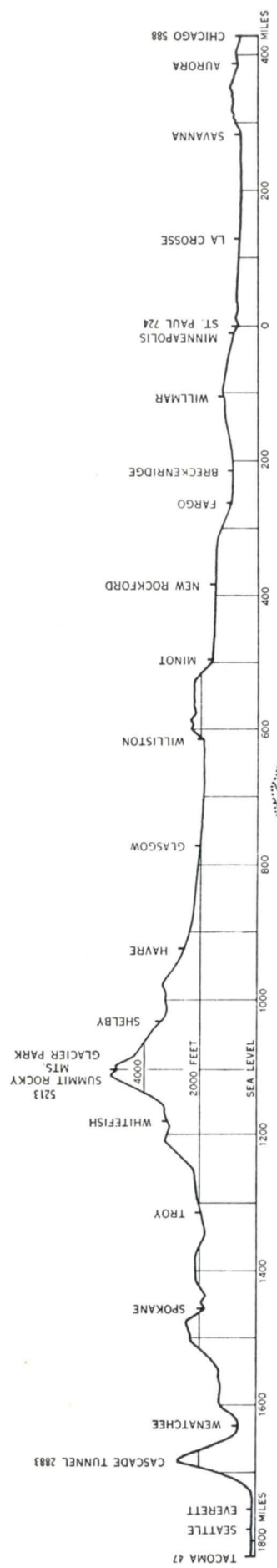
STATISTICAL SUPPLEMENT

to the

77th Annual Report

**Great Northern Railway
Company**

1965



GREAT NORTHERN RAILWAY SYSTEM

- GREAT NORTHERN RAILWAY SYSTEM
- BURLINGTON LINES
- SPOKANE PORTLAND & SEATTLE RAILWAY (AND ITS SUBSIDIARY LINES)

HIGHLIGHTS OF STATISTICS

	1957-1959 Average	1961	1962	1963	1964	1965
Operating Revenues.....	\$260,536,017	\$232,951,918	\$238,940,423	\$242,810,448	\$250,387,871	\$265,629,604
Operating Expenses.....	\$200,048,550	\$185,066,905	\$187,808,766	\$186,364,676	\$194,955,985	\$200,681,642
Other Income.....	\$ 10,960,208	\$ 10,920,057	\$ 10,989,309	\$ 11,509,308	\$ 12,311,270	\$ 13,260,727
Net Income						
Before Federal Income Taxes.....	\$ 36,888,463	\$ 24,407,420	\$ 28,843,986	\$ 34,264,104	\$ 33,072,471	\$ 42,697,403
After Federal Income Taxes.....	\$ 26,926,529	\$ 18,632,420	\$ 25,018,986	\$ 29,273,689	\$ 28,866,329	\$ 36,909,825
Earnings per Share.....	\$ 4.42	\$ 3.07	\$ 4.12	\$ 4.80	\$ 4.71	\$ 6.01
Dividends Paid per Share.....	\$ 3.00	\$ 3.00	\$ 3.00	\$ 3.00	\$ 3.00	\$ 3.00
Working Capital (December 31).....						
Funded Debt (December 31).....	\$ 66,184,875	\$ 38,736,729	\$ 43,852,328	\$ 55,097,532	\$ 60,824,019	\$ 75,942,092
Times Fixed Charges Earned:						
Before Federal Income Taxes.....	5.44	3.99	4.61	5.31	5.06	6.05
After Federal Income Taxes.....	4.24	3.29	4.13	4.68	4.55	5.36
Percent balance after Fixed Charges of						
Operating Revenues before Federal						
Income Taxes—"Margin of Safety".....	14.16%	10.48%	12.07%	14.11%	13.21%	16.07%
Capital Expenditures:						
Roadway.....	\$ 8,691,362	\$ 7,785,876	\$ 5,701,116	\$ 7,306,780	\$ 8,279,129	\$ 8,804,545
Equipment.....	16,518,563	12,806,031	4,315,070	16,671,927	23,351,917	26,929,073
Total.....	\$ 25,209,925	\$ 20,591,907	\$ 10,016,186	\$ 23,978,707	\$ 31,631,046	\$ 35,733,618
Ratios to Operating Revenue:						
Operating Expenses.....	76.78%	79.44%	78.60%	76.75%	77.86%	75.55%
Transportation Expenses.....	35.09%	37.67%	36.98%	36.99%	37.68%	37.11%
Maintenance of Way Expenses.....	16.62%	15.63%	15.86%	15.48%	15.65%	13.64%
Maintenance of Equipment.....	17.89%	18.35%	17.97%	16.67%	16.52%	16.81%
Wages.....	49.23%	50.36%	49.53%	47.51%	47.07%	46.18%
Gross Ton Miles per Freight Train Hour.....	60,243	68,670	72,820	76,834	78,729	80,673
Revenue Ton Miles (Millions).....	16,210	15,100	16,137	16,762	17,193	18,425
Average Haul Revenue Freight (Miles).....	334	342	367	376	365	375

GREAT NORTHERN RAILWAY COMPANY

INCOME ACCOUNT AND RETAINED INCOME — UNAPPROPRIATED — 1961 to 1965

	1965	1964	1963	1962	1961
Average mileage of road operated.....	8,263.78	8,260.59	8,261.83	8,270.29	8,276.53
1. OPERATING INCOME.					
RAILWAY OPERATING REVENUES					
Freight.....	\$236,874,590	\$222,238,732	\$215,314,583	\$209,222,917	\$204,862,561
Passenger.....	10,062,042	9,843,309	9,637,704	11,690,756	10,069,969
Mail.....	9,103,970	8,863,190	8,828,920	8,813,235	8,664,408
Express.....	1,438,089	1,474,962	1,521,277	1,489,278	1,441,369
All other.....	8,150,913	7,967,678	7,507,964	7,724,237	7,913,611
Total railway operating revenues.....	265,629,604	250,387,871	242,810,448	238,940,423	232,951,918
RAILWAY OPERATING EXPENSES					
Maintenance of way and structures.....	36,244,249	39,192,019	37,584,484	37,906,335	36,406,979
Maintenance of equipment.....	44,649,786	41,370,696	40,488,407	42,938,175	42,736,255
Traffic.....	7,180,701	6,715,527	6,418,240	6,166,245	6,145,334
Transportation—rail line.....	98,586,515	94,358,378	89,818,736	88,359,880	87,751,336
Miscellaneous operations.....	2,076,622	2,024,525	2,006,486	2,368,544	2,094,472
General.....	11,943,769	11,294,840	10,048,323	10,069,587	9,932,529
Total railway operating expenses.....	200,681,642	194,955,985	186,364,676	187,808,766	185,066,905
NET REVENUE FROM RAILWAY OPERATIONS	64,947,962	55,431,886	56,445,772	51,131,657	47,885,013
RAILWAY TAX ACCRUALS					
U. S. income.....	5,787,578	4,206,142	4,990,415	3,825,000	5,775,000
Payroll.....	10,576,680	10,104,524	9,641,284	9,886,778	9,465,644
All other.....	12,338,117	11,504,751	11,762,831	11,968,591	12,455,972
Total railway tax accruals.....	28,702,375	25,815,417	26,394,530	25,680,369	27,696,616
Railway operating income.....	36,245,587	29,616,469	30,051,242	25,451,288	20,188,397
Equipment rents—Net debit.....	2,508,450	3,383,073	2,314,209	1,578,183	2,785,709
Joint facility rents—Net debit.....	696,876	766,720	738,662	699,981	640,287
NET RAILWAY OPERATING INCOME.....	33,040,261	25,466,676	26,998,371	23,173,124	16,762,401
2. OTHER INCOME.					
Income from lease of road and equipment.....	4,176	4,346	4,142	3,897	5,420
Miscellaneous rent income.....	853,925	785,857	770,747	747,042	788,213
Income from nonoperating property.....	397,851	462,461	442,550	469,318	407,161
Separately operated properties—Profit.....	.....	.....	.....	.....	.....
Dividend income.....	6,851,532	7,078,529	6,940,870	6,941,631	6,822,316
Interest income.....	4,437,129	3,103,177	2,510,960	2,130,690	2,178,756
Income from sinking and other reserve funds.....	84,287	81,783	74,538	77,526	73,433
Miscellaneous income.....	631,827	795,117	765,501	619,205	644,758
Total other income.....	13,260,727	12,311,270	11,509,308	10,989,309	10,920,057
TOTAL INCOME.....	46,300,988	37,777,946	38,507,679	34,162,433	27,682,458
3. MISCELLANEOUS DEDUCTIONS FROM INCOME.					
Miscellaneous rents.....	71,988	51,456	59,771	96,455	66,272
Miscellaneous tax accruals.....	243,588	228,740	221,029	219,482	238,927
Separately operated properties—Loss.....	18,749	63,802	25,305	4,795	12,740
Miscellaneous income charges.....	594,775	425,676	974,444	836,895	579,482
Total miscellaneous deductions.....	929,100	769,674	1,280,549	1,157,627	897,421
INCOME AVAILABLE FOR FIXED CHARGES...	45,371,888	37,008,272	37,227,130	33,004,806	26,785,037
4. FIXED CHARGES.					
Rent for leased roads and equipment.....	1,496	1,188	2,531	1,620	2,056
Interest on funded debt—fixed interest.....	8,302,592	8,009,074	7,828,800	7,844,617	8,018,594
Interest on unfunded debt.....	467	.....	.....	.....	722
Amortization of discount on funded debt.....	157,508	131,681	122,110	139,583	131,245
Total fixed charges.....	8,462,063	8,141,943	7,953,441	7,985,820	8,152,617
NET INCOME.....	\$ 36,909,825	\$ 28,866,329	\$ 29,273,689	\$ 25,018,986	\$ 18,632,420
5. DISPOSITION OF NET INCOME.					
Income applied to sinking and other reserve funds..	.....	.....	.....	.....	.....
INCOME BALANCE TRANSFERRED TO RETAINED INCOME—UNAPPROPRIATED.....	\$ 36,909,825	\$ 28,866,329	\$ 29,273,689	\$ 25,018,986	\$ 18,632,420
6. RETAINED INCOME—UNAPPROPRIATED.					
CREDITS					
Balance, January 1.....	\$392,435,551	\$383,078,274	\$371,732,113	\$361,944,348	\$368,867,061
Transferred from income.....	36,909,825	28,866,329	29,273,689	25,018,986	18,632,420
Other credits.....	4,112,000	.....	700,000	2,575,478	.....
Total credits.....	433,457,376	411,944,603	401,705,802	389,538,812	387,499,481
DEBITS					
Dividend appropriations.....	18,409,694	18,348,813	18,263,528	22,776,124	18,236,342
Other appropriations.....	.....	.....	.....	.....	.....
Other debits.....	2,068,000	1,160,239	364,000	Cr. 4,969,425	7,318,791
Carried to balance sheet.....	412,979,682	392,435,551	383,078,274	371,732,113	361,944,348
Total debits.....	\$433,457,376	\$411,944,603	\$401,705,802	\$389,538,812	\$387,499,481
7. Aggregate net income and retained income for the year of subsidiaries directly or indirectly controlled, not included above.....	\$ 1,154,352	\$ 846,070	\$ 860,405	\$ 909,204	\$ 697,279
NET INCOME PER SHARE.....	\$ 6.01	\$ 4.71	\$ 4.80	\$ 4.12	\$ 3.07
DIVIDEND PAID PER SHARE.....	\$ 3.00	\$ 3.00	\$ 3.00	\$ 3.00	\$ 3.00
NUMBER OF TIMES FIXED CHARGES EARNED.....	5.36	4.55	4.68	4.13	3.29
RATIO OF OPER. EXPENSES TO REVENUES—%...	75.55	77.86	76.75	78.60	79.44
RATIO OF TRANSP. EXPENSES TO REVENUES—%.	37.11	37.68	36.99	36.98	37.67

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INCOME ACCOUNT AND RETAINED INCOME — UNAPPROPRIATED — 1956 to 1960

	1960	1959	1958	1957	1956
Average mileage of road operated.....	8,291.63	8,292.14	8,280.88	8,286.86	8,285.38
1. OPERATING INCOME.					
RAILWAY OPERATING REVENUES					
Freight.....	\$218,533,299	\$226,518,812	\$223,951,523	\$245,686,663	\$250,885,005
Passenger.....	9,355,273	10,032,180	10,157,114	10,524,453	10,637,136
Mail.....	8,438,854	8,564,835	8,184,462	7,910,708	7,415,911
Express.....	1,502,399	2,173,788	1,684,173	1,657,327	2,109,578
All other.....	8,194,825	7,269,915	7,694,232	9,597,867	9,494,874
Total railway operating revenues.....	246,024,650	254,559,530	251,671,504	275,377,018	280,542,504
RAILWAY OPERATING EXPENSES					
Maintenance of way and structures.....	39,453,944	40,217,779	38,747,864	50,929,918	50,207,402
Maintenance of equipment.....	45,378,180	47,548,657	45,225,542	47,050,364	48,283,451
Traffic.....	6,647,419	6,704,183	6,434,221	6,356,429	5,941,866
Transportation—rail line.....	90,568,907	90,413,374	88,208,545	95,630,117	93,774,540
Miscellaneous operations.....	2,195,622	2,231,482	2,441,659	2,574,996	2,480,089
General.....	9,807,784	9,993,026	9,797,013	9,640,480	8,716,962
Total railway operating expenses.....	194,051,856	197,108,501	190,854,844	212,182,304	209,404,310
NET REVENUE FROM RAILWAY OPERATIONS	51,972,794	57,451,029	60,816,660	63,194,714	71,138,194
RAILWAY TAX ACCRUALS					
U. S. income.....	5,850,807	7,762,426	11,406,780	10,716,596	14,117,700
Payroll.....	10,155,100	9,649,904	8,038,889	8,936,985	8,562,198
All other.....	12,695,609	12,449,556	12,941,269	13,732,367	13,220,020
Total railway tax accruals.....	28,701,516	29,861,886	32,386,938	33,385,948	35,899,918
Railway operating income.....	23,271,278	27,589,143	28,429,722	29,808,766	35,238,276
Equipment rents—Net debit.....	4,195,518	2,754,248	1,990,624	4,021,632	4,044,187
Joint facility rents—Net debit.....	640,312	624,467	615,788	933,431	786,615
NET RAILWAY OPERATING INCOME.....	18,435,448	24,210,428	25,823,310	24,853,703	30,407,474
2. OTHER INCOME.					
Income from lease of road and equipment.....	4,674	6,390	5,588	1,797	530
Miscellaneous rent income.....	705,401	679,734	631,581	585,060	582,992
Income from nonoperating property.....	545,553	641,101	680,997	698,295	706,073
Separately operated properties—Profit.....	56,447	.....	.....	.....	.....
Dividend income.....	6,313,714	6,338,014	6,405,789	6,343,003	6,364,395
Interest income.....	2,915,729	2,633,966	2,183,588	2,370,303	2,295,681
Income from sinking and other reserve funds.....	262,081	312,548	188,062	251,488	172,706
Miscellaneous income.....	645,151	721,208	925,543	276,569	193,699
Total other income.....	11,448,750	11,332,961	11,021,148	10,526,515	10,316,076
TOTAL INCOME.....	29,884,198	35,543,389	36,844,458	35,380,218	40,723,550
3. MISCELLANEOUS DEDUCTIONS FROM INCOME.					
Miscellaneous rents.....	59,592	58,837	51,479	49,208	49,674
Miscellaneous tax accruals.....	230,670	209,375	201,930	212,695	205,434
Separately operated properties—Loss.....	.....	161,218	37,829	79,411	21,150
Miscellaneous income charges.....	383,815	139,547	634,399	249,019	154,398
Total miscellaneous deductions.....	674,077	568,977	925,637	590,333	430,656
INCOME AVAILABLE FOR FIXED CHARGES...	29,210,121	34,974,412	35,918,821	34,789,885	40,292,894
4. FIXED CHARGES.					
Rent for leased roads and equipment.....	3,854	2,071	1,695	2,374	2,868
Interest on funded debt—fixed interest.....	8,337,072	8,261,042	8,195,887	8,008,766	7,916,787
Interest on unfunded debt.....	472	.....	3,576	100	38
Amortization of discount on funded debt.....	145,509	153,026	139,865	135,130	133,733
Total fixed charges.....	8,486,907	8,416,139	8,341,023	8,146,370	8,053,426
NET INCOME.....	\$ 20,723,214	\$ 26,558,273	\$ 27,577,798	\$ 26,643,515	\$ 32,239,468
5. DISPOSITION OF NET INCOME.					
Income applied to sinking and other reserve funds..	.....	.....	.....	\$ 1,375,000	\$ 1,375,000
INCOME BALANCE TRANSFERRED TO RETAINED INCOME—UNAPPROPRIATED.....	\$ 20,723,214	\$ 26,558,273	\$ 27,577,798	\$ 25,268,515	\$ 30,864,468
6. RETAINED INCOME—UNAPPROPRIATED.					
CREDITS					
Balance, January 1.....	\$367,442,153	\$360,464,009	\$352,342,253	\$243,086,826	\$230,316,063
Transferred from income.....	20,723,214	26,558,273	27,577,798	25,268,515	30,864,468
Other credits.....	.....	.....	.....	103,266,879	267,075
Total credits.....	388,165,367	387,022,282	379,920,051	371,622,220	261,447,606
DEBITS					
Dividend appropriations.....	18,293,929	18,310,154	18,250,025	18,214,023	15,910,682
Other appropriations.....	.....	.....	.....	.....	1,019,096
Other debits.....	1,004,377	1,269,975	1,206,017	1,065,944	1,431,002
Carried to balance sheet.....	368,867,061	367,442,153	360,464,009	352,342,253	243,086,826
Total debits.....	\$388,165,367	\$387,022,282	\$379,920,051	\$371,622,220	\$261,447,606
7. Aggregate net income and retained income for the year of subsidiaries directly or indirectly controlled, not included above.....	\$ 349,730	\$ 591,434	\$ 424,188	\$ 1,018,282	\$ 2,047,752
NET INCOME PER SHARE.....	\$ 3.41	\$ 4.35	\$ 4.52	\$ 4.38	\$ 5.32
DIVIDEND PAID PER SHARE.....	\$ 3.00	\$ 3.00	\$ 3.00	\$ 3.00	\$ 2.63
NUMBER OF TIMES FIXED CHARGES EARNED.....	3.44	4.16	4.31	4.27	5.00
RATIO OF OPER. EXPENSES TO REVENUES—%...	78.87	77.43	75.83	77.05	74.64
RATIO OF TRANSP. EXPENSES TO REVENUES—%.	36.81	35.52	35.05	34.73	33.43

G R E A T N O R T H E R N R A I L W A Y C O M P A N Y

G E N E R A L B A L A N C E S H E E T—A S S E T S

D E C E M B E R 3 1 , 1 9 6 5 A N D 1 9 6 4

ASSETS	December 31, 1965	December 31, 1964	Increase	Decrease
CURRENT ASSETS				
Cash.....	\$ 9,643,469	\$ 9,669,079		\$ 25,610
Temporary cash investments.....	76,729,577	64,146,055	\$ 12,583,522	
Special deposits.....	3,281,840	3,292,647		10,807
Loans and notes receivable.....	702	702		
Traffic and car-service balances—Dr.....	3,685,459	2,927,754	757,705	
Net balance receivable from agents and conductors.....	5,334,603	3,342,008	1,992,595	
Miscellaneous accounts receivable.....	6,687,147	5,505,121	1,182,026	
Interest and dividends receivable.....	1,220,610	1,052,445	168,165	
Accrued accounts receivable.....	5,535,112	4,619,854	915,258	
Working fund advances.....	236,944	234,688	2,256	
Prepayments.....	143,595	176,105		32,510
Material and supplies.....	17,419,538	17,133,763	285,775	
Other current assets.....	324,331	154,758	169,573	
TOTAL CURRENT ASSETS.....	130,242,927	112,254,979	17,987,948	
SPECIAL FUNDS				
Capital and other reserve funds.....	812,575	319,075	493,500	
Insurance and other funds.....	2,214,539	2,207,405	7,134	
TOTAL SPECIAL FUNDS.....	3,027,114	2,526,480	500,634	
INVESTMENTS				
Investments in affiliated companies (Page 10):				
Stocks.....	143,716,211	143,721,559		5,348
Bonds.....	15,998,500	17,048,500		1,050,000
All other.....	6,636,195	7,214,363		578,168
TOTAL.....	166,350,906	167,984,422		1,633,516
Other investments (Page 10):				
Stocks.....	4,406,646	4,406,568	78	
Bonds.....	7,000	7,000		
All other.....	1,355,117	493,355	861,762	
TOTAL.....	5,768,763	4,906,923	861,840	
TOTAL INVESTMENTS.....	172,119,669	172,891,345		771,676
PROPERTIES				
Road and equipment property				
Road.....	564,890,821	558,404,195	6,486,626	
Equipment.....	374,760,709	356,075,604	18,685,105	
TOTAL.....	939,651,530	914,479,799	25,171,731	
Improvements on leased property.....	320,284	320,284		
TOTAL TRANSPORTATION PROPERTY.....	939,971,814	914,800,083	25,171,731	
Accrued depreciation—Road—Cr.....	60,152,998	56,673,010	3,479,988	
Accrued depreciation—Equipment—Cr.....	160,085,659	152,968,346	7,117,313	
Accrued amortization of defense projects—Road—Cr.....	5,917,440	5,929,759		12,319
Accrued amortization of defense projects—Equipment—Cr.....	34,751,548	36,218,670		1,467,122
TOTAL TRANSPORTATION PROPERTY LESS RECORDED DEPRECIATION AND AMORTIZATION.....	679,064,169	663,010,298	16,053,871	
Miscellaneous physical property.....	14,800,653	14,565,355	235,298	
Accrued depreciation—Miscellaneous physical property—Cr.....	1,491,574	1,491,671		97
Miscellaneous physical property less recorded depreciation.....	13,309,079	13,073,684	235,395	
TOTAL PROPERTIES LESS RECORDED DEPRECIATION AND AMORTIZATION.....	692,373,248	676,083,982	16,289,266	
OTHER ASSETS AND DEFERRED CHARGES				
Other assets.....	665,139	638,805	26,334	
Unamortized discount on long-term debt.....	2,239,089	2,055,249	183,840	
Other deferred charges.....	10,290,209	11,758,796		1,468,587
TOTAL OTHER ASSETS AND DEFERRED CHARGES.....	13,194,437	14,452,850		1,258,413
TOTAL ASSETS.....	\$1,010,957,395	\$978,209,636	\$ 32,747,759	

C O N T I N G E N T L I A B I L I T Y

The St. Paul Union Depot Company First and Refunding Mortgage Gold Bonds, Series B, 3½%, due October 1, 1971.....	\$9,442,000
Spokane, Portland and Seattle Railway Company Equipment Trust of 1957, 3¾%, Serial Equipment Trust Certificates, due April 1, 1972.....	\$1,599,000
Portal Pipe Line Company.....Through-Put Agreement.....	Amount indeterminate
Trailer Train Company, Equipment Obligations.....	\$2,183,739

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GENERAL BALANCE SHEET—LIABILITIES

DECEMBER 31, 1965 AND 1964

LIABILITIES AND SHAREHOLDERS' EQUITY	December 31, 1965	December 31, 1964	Increase	Decrease
CURRENT LIABILITIES				
Audited accounts and wages payable.....	\$ 6,289,065	\$ 7,675,265		\$ 1,386,200
Miscellaneous accounts payable.....	4,395,704	2,972,388	\$ 1,423,316	
Interest matured unpaid.....	2,939,278	2,943,951		4,673
Dividends matured unpaid.....	66,867	71,112		4,245
Unmatured interest accrued.....	716,566	600,101	116,465	
Unmatured dividends declared.....	4,605,638	4,596,691	8,947	
Accrued accounts payable.....	13,003,584	13,944,624		941,040
Federal income taxes accrued.....	10,675,000	7,343,000	3,332,000	
Other taxes accrued.....	9,731,655	9,142,047	589,608	
Other current liabilities.....	1,877,478	2,141,781		264,303
TOTAL CURRENT LIABILITIES.....	54,300,835	51,430,960	2,869,875	
LONG-TERM DEBT DUE WITHIN ONE YEAR				
Miscellaneous obligations.....	28,624	28,624		
Equipment obligations.....	8,521,000	8,529,000		8,000
TOTAL LONG-TERM DEBT DUE WITHIN ONE YEAR.....	8,549,624	8,557,624		8,000
LONG-TERM DEBT DUE AFTER ONE YEAR				
Funded debt unmatured				
General Mortgage Gold Bonds				
Series C, 5%, January 1, 1973.....	14,154,900	14,154,900		
Series D, 4½%, July 1, 1976.....	14,508,000	14,508,000		
Series P, 2¾%, January 1, 1982.....	40,000,000	40,000,000		
Series N, 3½%, January 1, 1990.....	37,500,000	37,500,000		
Series O, 3½%, January 1, 2000.....	37,500,000	37,500,000		
Series Q, 2¾%, January 1, 2010.....	35,000,000	35,000,000		
TOTAL GENERAL MORTGAGE GOLD BONDS.....	178,662,900	178,662,900		
Miscellaneous obligations.....	28,624	57,248		28,624
Equipment obligations				
Equipment Trust of 1951—2¾% serially to April 1, 1966.....		358,000		358,000
Second Equipment Trust of 1951—3% serially to December 1, 1966.....		1,130,000		1,130,000
Equipment Trust of 1953—2¾% serially to January 1, 1968.....	852,000	1,420,000		568,000
Equipment Trust of 1954—2¾% serially to February 1, 1969.....	845,000	1,183,000		338,000
Second Equipment Trust of 1954—2¾% serially to December 1, 1969.....	1,776,000	2,368,000		592,000
Equipment Trust of 1956—3¾% serially to April 1, 1971.....	1,980,000	2,420,000		440,000
Equipment Trust of 1957—3¾% serially to March 1, 1972.....	1,518,000	1,794,000		276,000
Second Equipment Trust of 1957—4¼% serially to August 1, 1972.....	1,980,000	2,310,000		330,000
Equipment Trust of 1958—3½% serially to February 1, 1973.....	2,470,000	2,850,000		380,000
Second Equipment Trust of 1958—4% serially to September 1, 1973.....	1,218,000	1,392,000		174,000
Third Equipment Trust of 1958—4½% serially to December 1, 1973.....	1,582,000	1,808,000		226,000
Equipment Trust of 1959—4½% serially to May 1, 1974.....	2,295,000	2,601,000		306,000
Equipment Trust of 1960—5% serially to February 1, 1975.....	2,346,000	2,622,000		276,000
Second Equipment Trust of 1960—4¾% serially to March 1, 1975.....	2,686,000	3,002,000		316,000
Equipment Trust of 1961—4% serially to March 1, 1976.....	3,230,000	3,570,000		340,000
Equipment Trust of 1962—4% serially to May 1, 1977.....	1,023,000	1,116,000		93,000
Equipment Trust of 1963—4½% serially to March 1, 1978.....	4,200,000	4,550,000		350,000
Second Equipment Trust of 1963—4% serially to June 1, 1978.....	5,280,000	5,720,000		440,000
Equipment Trust of 1964—4½% serially to March 1, 1979.....	4,680,000	5,040,000		360,000
Second Equipment Trust of 1964—4¼% serially to May 1, 1979.....	2,860,000	3,080,000		220,000
Equipment Trust of 1965—4½% serially to February 1, 1980.....	6,538,000		6,538,000	
Second Equipment Trust of 1965—4¼% serially to April 15, 1980.....	6,510,000		6,510,000	
Third Equipment Trust of 1965—4¼% serially to June 15, 1980.....	5,040,000		5,040,000	
TOTAL EQUIPMENT OBLIGATIONS.....	60,909,000	50,334,000	10,575,000	
TOTAL LONG-TERM DEBT DUE AFTER ONE YEAR.....	239,600,524	229,054,148	10,546,376	
RESERVES				
Pension and welfare reserves.....	11,300,000	12,700,000		1,400,000
Insurance reserves.....	2,060,000	2,060,000		
Casualty and other reserves.....	5,828,341	6,611,099		782,758
TOTAL RESERVES.....	19,188,341	21,371,099		2,182,758
OTHER LIABILITIES AND DEFERRED CREDITS.....	3,289,265	2,884,464	404,801	
SHAREHOLDERS' EQUITY				
CAPITAL STOCK				
Capital stock issued (Stated value).....	274,028,150	274,028,150		
Less—Held by or for the company.....	3,183,803	3,771,812		588,009
*CAPITAL STOCK OUTSTANDING.....	\$270,844,347	\$270,256,338	\$ 588,009	
*NUMBER OF SHARES OUTSTANDING.....	6,139,916	6,126,586	13,330	
NUMBER OF SHARES IN TREASURY.....	69,000	82,330		13,330
CAPITAL SURPLUS.....	\$ 1,079,777	\$ 1,094,452		\$ 14,675
RETAINED INCOME				
Retained income—Appropriated.....	1,125,000	1,125,000		
#Retained income—Unappropriated (Page 2).....	412,979,682	392,435,551	20,544,131	
TOTAL RETAINED INCOME.....	414,104,682	393,560,551	20,544,131	
TOTAL SHAREHOLDERS' EQUITY.....	686,028,806	664,911,341	21,117,465	
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY.....	\$1,010,957,395	\$978,209,636	\$ 32,747,759	

*Unexercised options under Restricted Stock Option Plan as of December 31, 1965, amounted to 41,296 shares, with a total option price of \$1,951,015.

#Does not include aggregate Retained Income to December 31, 1965, amounting to \$15,932,581 of subsidiaries in which this Company holds directly or indirectly a majority of the outstanding capital stock.

GREAT NORTHERN RAILWAY COMPANY

ROAD AND EQUIPMENT PROPERTY—1965

(INCLUDING IMPROVEMENTS ON LEASED PROPERTY)

ACCOUNT	EXPENDITURES FOR NEW PROPERTY	NET INCREASE IN INVESTMENT ACCOUNT (AFTER DEDUCTING COST OF PROPERTY RETIRED)	ACCOUNT	EXPENDITURES FOR NEW PROPERTY	NET INCREASE IN INVESTMENT ACCOUNT (AFTER DEDUCTING COST OF PROPERTY RETIRED)
Engineering.....	\$ 116,423	\$ 78,409	Roadway machines.....	\$ 716,917	\$ 535,968
Land for transportation purposes.....	114,397	21,757	Public improvements—Construction....	148,406	88,358
Other right-of-way expenditures.....	5,340	Cr. 2,558	Shop machinery.....	488,466	403,295
Grading.....	956,806	635,583	Power plant machinery.....	8,098	6,989
Tunnels and subways.....	340	340			
Bridges, trestles and culverts.....	430,220	280,905	TOTAL EXPENDITURES FOR ROAD...	7,897,956	5,635,385
Ties.....	357,460	274,344			
Rails.....	698,560	561,551	Other locomotives.....	6,392,244	2,161,533
Other track material.....	825,133	646,123	Freight-train cars.....	19,216,178	15,998,073
Ballast.....	361,256	298,293	Passenger-train cars.....	182,369	59,587
Track laying and surfacing.....	327,050	225,249	Work equipment.....	152,693	Cr. 149,368
Fences, snow sheds and signs.....	17,931	11,176	Miscellaneous equipment.....	978,902	608,594
Station and office buildings.....	449,929	128,809			
Roadway buildings.....	66,581	27,676	TOTAL EXPENDITURES FOR EQUIPMENT	26,922,386	18,678,419
Water stations.....	3,167	Cr. 6,658			
Fuel stations.....	5,605	Cr. 9,605			
Shops and engine houses.....	281,206	163,711	TOTAL GENERAL EXPENDITURES.....		Cr. 59,795
Wharves and docks.....		Cr. 50,131			
Coal and ore wharves.....	139,833	136,663	Other elements of investment.....		4,446
Communication systems.....	388,143	269,431	Construction work in progress.....	913,276	913,276
Signals and interlockers.....	969,790	888,828			
Power plants.....	6,497	10,264	Grand total including improvements on leased property.....	\$35,733,618	\$25,171,731
Power transmission systems.....	13,362	11,704			
Miscellaneous structures.....	1,040	Cr. 1,089			

MILEAGE OWNED AND OPERATED DECEMBER 31, 1965

STATE OR PROVINCE	MILEAGE OWNED—DECEMBER 31, 1965				MILEAGE OPERATED—DECEMBER 31, 1965			
	TOTAL MILES OF ROAD	SECOND AND OTHER MAIN TRACKS	YARDS, SIDINGS AND SPURS	TOTAL TRACK MILEAGE	TOTAL MILES OF ROAD	SECOND AND OTHER MAIN TRACKS	YARDS, SIDINGS AND SPURS	TOTAL TRACK MILEAGE
Wisconsin.....	38.37	19.20	179.05	236.62	44.31	24.86	179.30	248.47
Minnesota.....	1,999.48	97.35	802.75	2,899.58	2,049.30	170.87	839.12	3,059.29
North Dakota.....	1,981.15	28.96	513.97	2,524.08	1,981.15	28.96	513.97	2,524.08
South Dakota.....	363.10		52.39	415.49	365.02		53.33	418.35
Iowa.....	77.23		42.26	119.49	77.23		42.26	119.49
Montana.....	1,800.50	88.88	499.60	2,388.98	1,826.27	108.93	619.72	2,554.92
Idaho.....	123.34		37.36	160.70	129.68		38.06	167.74
Washington.....	1,059.78	63.23	524.69	1,647.70	1,311.69	243.61	622.21	2,177.51
Oregon.....	92.95		87.60	180.55	179.05	8.92	151.08	339.05
California.....	99.19		16.26	115.45	99.82		16.51	116.33
Manitoba (Midland Ry. Co. of Manitoba).....	5.64		8.84	14.48	74.71	2.38	20.94	98.03
British Columbia.....	126.60	7.07	38.39	172.06	134.27	7.07	42.00	183.34
TOTAL OWNED OR OPERATED.....	7,767.33	304.69	2,803.16	10,875.18	8,272.50	595.60	3,138.50	12,006.60
Miles owned but not operated included above.....			.28	.28				
Proportion of jointly owned mileage belong- ing to other companies included above.....	69.82	1.14	106.20	177.16				

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OPERATING REVENUES

1961 TO 1965

ACCOUNT	1965	1964	1963	1962	1961
Freight.....	\$236,874,590	\$222,238,732	\$215,314,583	\$209,222,917	\$204,862,561
Passenger.....	10,062,043	9,843,309	9,637,704	11,690,756	10,069,969
Baggage.....	38,449	38,647	38,767	36,473	19,531
Parlor and chair car.....	28,370	30,596	30,772	51,515	46,963
Mail.....	9,103,970	8,863,190	8,828,920	8,813,235	8,664,408
Express.....	1,438,089	1,474,962	1,521,277	1,489,278	1,441,369
Other passenger-train.....	91,734	97,934	97,755	112,954	160,822
Milk.....	37,703	53,947	62,330	73,083	90,780
Switching.....	2,151,349	2,085,228	2,086,559	1,998,415	1,949,612
Total rail-line transportation revenue.....	259,826,297	244,726,545	237,618,667	233,488,626	227,306,015
Dining and buffet.....	1,164,534	1,147,327	1,107,167	1,439,732	1,197,813
Hotel and restaurant.....	222,116	208,112	203,550	210,163	208,053
Station, train, and boat privileges.....	40,702	40,846	40,440	47,495	46,815
Storage—Freight.....	3,516	3,277	4,062	6,078	7,086
Demurrage.....	719,882	694,610	381,739	408,758	421,725
Communication.....	56,388	66,026	73,669	85,202	100,321
Rents of buildings and other property.....	314,629	318,773	315,552	386,708	416,326
Miscellaneous.....	3,335,890	3,209,613	3,106,725	2,920,761	3,318,138
Total incidental operating revenue.....	5,857,657	5,688,584	5,232,904	5,504,897	5,716,277
Joint facility—Cr.....	164,540	148,545	130,353	139,020	144,695
Joint facility—Dr.....	218,890	175,803	171,476	192,120	215,069
Total joint facility operating revenue.....	Dr. 54,350	Dr. 27,258	Dr. 41,123	Dr. 53,100	Dr. 70,374
Total railway operating revenues.....	\$265,629,604	\$250,387,871	\$242,810,448	\$238,940,423	\$232,951,918

DEPRECIATION CHARGED TO OPERATING EXPENSES

1956 TO 1965

YEAR	ROAD	EQUIPMENT	TOTAL
1965	\$4,100,555	\$12,866,953	\$16,967,508
1964	4,039,672	12,168,754	16,208,426
1963	3,965,073	11,637,631	15,602,704
1962	3,929,809	11,444,498	15,374,307
1961	3,877,369	11,295,431	15,172,800
1960	3,811,263	10,804,321	14,615,584
1959	3,740,320	10,386,484	14,126,804
1958	3,686,092	10,216,169	13,902,261
1957	3,660,971	9,626,173	13,287,144
1956	3,601,497	9,145,646	12,747,143

GREAT NORTHERN RAILWAY COMPANY

OPERATING EXPENSES, 1965 AND 1964

ACCOUNT	1965	1964	Increase or Decrease	
			AMOUNT	PER CENT
MAINTENANCE OF WAY AND STRUCTURES				
Superintendence.....	\$ 3,873,313	\$ 3,612,919	\$ 260,394-I	7.21-I
Roadway maintenance.....	2,483,236	3,823,299	1,340,063-D	35.05-D
Tunnels and subways.....	37,760	191,429	153,669-D	80.27-D
Bridges, trestles, and culverts.....	1,816,511	1,296,830	519,681-I	40.07-I
Ties.....	1,774,233	2,622,810	848,577-D	32.35-D
Rails.....	1,035,821	1,984,392	948,571-D	47.80-D
Other track material.....	1,543,964	1,987,421	443,457-D	22.31-D
Ballast.....	422,329	442,291	19,962-D	4.51-D
Track laying and surfacing.....	7,493,526	8,180,403	686,877-D	8.40-D
Fences, snow sheds, and signs.....	227,004	309,167	82,163-D	26.58-D
Station and office buildings.....	1,094,157	1,119,244	25,087-D	2.24-D
Roadway buildings.....	53,495	44,651	8,844-I	19.81-I
Water stations.....	42,836	43,564	728-D	1.67-D
Fuel stations.....	23,170	28,078	4,908-D	17.48-D
Shops and engine houses.....	845,855	716,767	129,088-I	18.01-I
Wharves and docks.....	26,606	21,567	5,039-I	23.36-I
Coal and ore wharves.....	277,089	250,601	26,488-I	10.57-I
Communication systems.....	1,010,026	1,034,147	24,121-D	2.33-D
Signals and interlockers.....	1,263,282	1,360,194	96,912-D	7.12-D
Power plants.....	32,005	35,018	3,013-D	8.60-D
Power-transmission systems.....	67,557	57,864	9,693-I	16.75-I
Miscellaneous structures.....	9,410	6,447	2,963-I	45.96-I
Roadway machines.....	1,569,162	1,409,647	159,515-I	11.32-I
Dismantling retired road property.....	128,951	93,583	35,368-I	37.79-I
Small tools and supplies.....	1,007,830	988,041	19,789-I	2.00-I
Removing snow, ice, and sand.....	1,334,061	905,308	428,753-I	47.36-I
Public improvements—Maintenance.....	446,811	443,477	3,334-I	0.75-I
Injuries to persons.....	225,118	203,974	21,144-I	10.37-I
Insurance.....	19,208	24,780	5,572-D	22.49-D
Stationery and printing.....	92,450	95,038	2,588-D	2.72-D
Employees' health and welfare benefits.....	879,685	922,745	43,060-D	4.67-D
Right-of-way expenses.....	7,477	3,026	4,451-I	147.09-I
Other expenses.....	63,795	81,482	17,687-D	21.71-D
Maintaining joint tracks, yards, and other facilities—Dr.....	1,350,792	1,384,596	33,804-D	2.44-D
Maintaining joint tracks, yards, and other facilities—Cr.....	1,125,808	738,315	387,493-I	52.48-I
Sub-total.....	31,452,717	34,986,485	3,533,768-D	10.10-D
Road property—Depreciation.....	4,100,555	4,039,672	60,883-I	1.51-I
Retirements—Road.....	690,977	165,862	525,115-I	316.60-I
TOTAL DEPRECIATION, RETIREMENTS AND AMORTIZATION.....	4,791,532	4,205,534	585,998-I	13.93-I
TOTAL MAINTENANCE OF WAY AND STRUCTURES.....	36,244,249	39,192,019	2,947,770-D	7.52-D
MAINTENANCE OF EQUIPMENT				
Superintendence.....	1,516,444	1,488,261	28,183-I	1.89-I
Shop machinery.....	505,301	531,594	26,293-D	4.95-D
Power-plant machinery.....	28,044	29,406	1,362-D	4.63-D
Dismantling retired shop and power-plant machinery.....	126	487	361-D	74.13-D
Other locomotives—Repairs.....	10,365,832	9,333,970	1,031,862-I	11.05-I
Freight-train cars—Repairs.....	13,181,004	11,767,555	1,413,449-I	12.01-I
Passenger-train cars—Repairs.....	3,720,312	3,614,019	106,293-I	2.94-I
Work equipment—Repairs.....	539,149	581,120	41,971-D	7.22-D
Miscellaneous equipment—Repairs.....	694,488	628,911	65,577-I	10.43-I
Dismantling retired equipment.....	28,431	23,822	4,609-I	19.35-I
Injuries to persons.....	389,327	137,973	251,354-I	182.18-I
Insurance.....	21,648	26,771	5,123-D	19.14-D
Stationery and printing.....	60,465	35,634	24,831-I	69.68-I
Employees' health and welfare benefits.....	1,047,697	1,051,671	3,974-D	0.38-D
Other expenses.....	112,930	112,356	574-I	0.51-I
Joint maintenance of equipment expenses—Dr.....	204,523	188,545	15,978-I	8.47-I
Joint maintenance of equipment expenses—Cr.....	149,859	136,015	13,844-I	10.18-I
Sub-total.....	32,265,862	29,416,080	2,849,782-I	9.69-I
Equipment, shop and power-plant machinery—Depreciation.....	12,866,953	12,168,754	698,199-I	5.74-I
Retirements—Equipment—Cr.....	483,029	214,138	268,891-I	125.57-I
TOTAL DEPRECIATION, RETIREMENTS AND AMORTIZATION.....	12,383,924	11,954,616	429,308-I	3.59-I
TOTAL MAINTENANCE OF EQUIPMENT.....	44,649,786	41,370,696	3,279,090-I	7.93-I
TRAFFIC				
Superintendence.....	1,679,263	1,544,883	134,380-I	8.70-I
Outside agencies.....	3,244,144	3,038,995	205,149-I	6.75-I
Advertising.....	1,369,641	1,350,458	19,183-I	1.42-I
Traffic associations.....	131,422	132,814	1,392-D	1.05-D
Industrial and immigration bureaus.....	343,130	281,298	61,832-I	21.98-I
Insurance.....	939	1,334	395-D	29.61-D
Stationery and printing.....	280,612	271,007	9,605-I	3.54-I
Employees' health and welfare benefits.....	126,515	88,414	38,101-I	43.09-I
Other expenses.....	5,035	6,324	1,289-D	20.38-D
TOTAL TRAFFIC.....	7,180,701	6,715,527	465,174-I	6.93-I

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OPERATING EXPENSES, 1965 AND 1964

ACCOUNT	1965	1964	Increase or Decrease	
			AMOUNT	PER CENT
TRANSPORTATION—RAIL LINE				
Superintendence.....	\$ 2,924,530	\$ 2,713,383	\$211,147-I	7.78-I
Dispatching trains.....	1,269,785	1,195,512	74,273-I	6.21-I
Station employees.....	14,519,971	13,772,226	747,745-I	5.43-I
Weighing, inspection and demurrage bureaus.....	275,274	248,975	26,299-I	10.56-I
Coal and ore wharves.....	731,394	678,553	52,841-I	7.79-I
Station supplies and expenses.....	1,388,225	1,263,670	124,555-I	9.86-I
Yardmasters and yard clerks.....	4,263,987	3,957,965	306,022-I	7.73-I
Yard conductors and brakemen.....	8,719,527	8,058,023	661,504-I	8.21-I
Yard switch and signal tenders.....	502,672	446,876	55,796-I	12.49-I
Yard enginemen.....	3,893,413	4,323,617	430,204-D	9.95-D
Yard switching fuel.....	582,995	534,526	48,469-I	9.07-I
Water for yard locomotives.....	9,696	10,791	1,095-D	10.15-D
Lubricants for yard locomotives.....	68,858	57,968	10,890-I	18.79-I
Other supplies for yard locomotives.....	30,950	31,260	310-D	0.99-D
Engine-house expenses—Yard.....	865,200	817,753	47,447-I	5.80-I
Yard supplies and expenses.....	403,273	328,337	74,936-I	22.82-I
Train enginemen.....	9,076,701	9,313,848	237,147-D	2.55-D
Train fuel.....	7,727,471	7,299,672	427,799-I	5.86-I
Water for train locomotives.....	38,257	35,348	2,909-I	8.23-I
Lubricants for train locomotives.....	705,526	612,547	92,979-I	15.18-I
Other supplies for train locomotives.....	341,927	332,972	8,955-I	2.69-I
Engine-house expenses—Train.....	2,766,042	2,650,484	115,558-I	4.36-I
Trainmen.....	15,020,811	14,131,698	889,113-I	6.29-I
Train supplies and expenses.....	8,647,409	8,842,444	195,035-D	2.21-D
Operating sleeping cars.....	1,039,766	756,006	283,760-I	37.53-I
Signal and interlocker operation.....	1,012,470	998,326	14,144-I	1.42-I
Crossing protection.....	167,683	167,377	306-I	0.18-I
Drawbridge operation.....	63,856	58,344	5,512-I	9.45-I
Communication system operation.....	881,301	867,803	13,498-I	1.56-I
Employees' health and welfare benefits.....	2,177,556	1,994,751	182,805-I	9.16-I
Stationery and printing.....	575,487	563,381	12,106-I	2.15-I
Other expenses.....	1,101,614	1,036,128	65,486-I	6.32-I
Insurance.....	49,501	70,101	20,600-D	29.39-D
Clearing wrecks.....	517,565	311,625	205,940-I	66.09-I
Damage to property.....	140,755	63,230	77,525-I	122.61-I
Damage to livestock on right-of-way.....	66,478	69,720	3,242-D	4.65-D
Loss and damage—Freight.....	3,489,764	3,360,410	129,354-I	3.85-I
Loss and damage—Baggage.....	2,851	4,380	1,529-D	34.91-D
Injuries to persons.....	1,641,271	1,493,928	147,343-I	9.86-I
Operating joint yards and terminals—Dr.....	2,852,864	2,633,076	219,788-I	8.35-I
Operating joint yards and terminals—Cr.....	2,090,146	1,917,122	173,024-I	9.03-I
Operating joint tracks and facilities—Dr.....	611,251	614,198	2,947-D	0.48-D
Operating joint tracks and facilities—Cr.....	489,266	445,732	43,534-I	9.77-I
TOTAL TRANSPORTATION—RAIL LINE.....	98,586,515	94,358,378	4,228,137-I	4.48-I
MISCELLANEOUS OPERATIONS				
Dining and buffet service.....	1,916,683	1,873,973	42,710-I	2.28-I
Hotels and restaurants.....	201,059	180,899	20,160-I	11.14-I
Operating joint miscellaneous facilities—Cr.....	99,548	91,982	7,566-I	8.23-I
Employees' health and welfare benefits.....	58,428	61,635	3,207-D	5.20-D
TOTAL MISCELLANEOUS OPERATIONS.....	2,076,622	2,024,525	52,097-I	2.57-I
GENERAL				
Salaries and expenses of general officers.....	1,266,584	1,168,491	98,093-I	8.39-I
Salaries and expenses of clerks and attendants.....	5,795,713	5,357,354	438,359-I	8.18-I
General office supplies and expenses.....	865,030	807,882	57,148-I	7.07-I
Law expenses.....	693,733	642,206	51,527-I	8.02-I
Insurance.....	6,133	7,354	1,221-D	16.60-D
Employees' health and welfare benefits.....	241,964	195,532	46,432-I	23.75-I
Pensions.....	1,347,353	1,128,209	219,144-I	19.42-I
Stationery and printing.....	336,118	308,571	27,547-I	8.93-I
Other expenses.....	1,309,016	1,599,387	290,371-D	18.16-D
General joint facilities—Dr.....	107,194	100,939	6,255-I	6.20-I
General joint facilities—Cr.....	25,069	21,085	3,984-I	18.89-I
TOTAL GENERAL EXPENSES.....	11,943,769	11,294,840	648,929-I	5.75-I
GRAND TOTAL RAILWAY OPERATING EXPENSES.....	\$200,681,642	\$194,955,985	\$5,725,657-I	2.94-I

GREAT NORTHERN RAILWAY COMPANY

INVESTMENTS IN SECURITIES

(BOOK VALUE—COST TO GREAT NORTHERN RAILWAY COMPANY)

DECEMBER 31, 1965

ISSUING COMPANY	PERCENT OF STOCK CONTROL	BOOK VALUE				DIVIDEND AND INTEREST INCOME
		STOCKS	BONDS	MISCELLANEOUS NOTES AND ADVANCES	TOTAL	
Chicago, Burlington & Quincy R. R. Co.....	48.59	\$109,245,456			\$109,245,456	\$ 6,226,343
Delta Alaska Terminal, Ltd.....	60.00	5,400		\$ 290,000	295,400	
Glacier Park Company.....	100.00	1,500,000		4,150,267	5,650,267	67,293
Great Northern Equipment Company.....	100.00	1,000			1,000	
Great Northern Pacific & Burlington Lines, Inc.....	50.00	500			500	
Lake Superior Terminal and Transfer Ry. Co. (The).....	33.33	169,800		201,044	370,844	8,308
Midland Ry. Co. of Manitoba (The).....	50.00	2,400,000		62,500	2,462,500	3,542
Minnesota Transfer Ry. Co. (The).....	11.11	91,300		286,615	377,915	3,325
Oregon, California & Eastern Ry. Co.....	50.00	319,801		899,744	1,219,545	
Pacific Coast R. R. Co.....	100.00	1,700,000			1,700,000	
Portal Pipe Line Co.....	43.75	875,000			875,000	43,750
Pullman Company (The).....	1.46	320,850			320,850	5,347
R E A Express.....	1.50	1,500		433,733	435,233	21,687
St. Paul Union Depot Co. (The).....	12.50	130,475		217,138	347,613	9,058
Spokane, Portland and Seattle Ry. Co.....	50.00	20,000,000	\$ 15,998,500	33,425	36,031,925	969,200
Superior Transfer Co.....	100.00	31,734		61,729	93,463	
Trailer Train Company.....	2.44	123,395			123,395	
Western Fruit Express Company.....	100.00	6,800,000			6,800,000	204,000
Western Pacific R. R. Co.....	9.18	4,390,837			4,390,837	367,500
Other stocks, bonds and miscellaneous.....		15,809	7,000	1,355,117	1,377,926	1,050,157
TOTAL.....		\$148,122,857	\$ 16,005,500	\$ 7,991,312	\$172,119,669	\$ 8,979,510
Temporary cash investments.....				\$ 76,729,577	\$ 76,729,577	\$ 2,309,151
TOTAL, 1965.....				\$ 84,720,889	\$248,849,246	\$ 11,288,661
TOTAL, 1964.....					\$237,037,400	\$ 10,181,706

PRINCIPAL PAYMENTS MATURING ON FUNDED DEBT

CALENDAR YEAR	EQUIPMENT OBLIGATIONS	GENERAL MORTGAGE BONDS	TOTAL	CALENDAR YEAR	EQUIPMENT OBLIGATIONS	GENERAL MORTGAGE BONDS	TOTAL
1966*	\$8,805,000		\$ 8,805,000	1976	\$ 2,925,000	\$ 14,508,000	\$ 17,433,000
1967	7,317,000		7,317,000	1977	2,755,000		2,755,000
1968	6,749,000		6,749,000	1978	2,662,000		2,662,000
1969	6,580,000		6,580,000	1979	1,872,000		1,872,000
1970	5,819,000		5,819,000	1980	1,292,000		1,292,000
1971	5,599,000		5,599,000	1982		40,000,000	40,000,000
1972	5,241,000		5,241,000	1990		37,500,000	37,500,000
1973	4,583,000	\$14,154,900	18,737,900	2000		37,500,000	37,500,000
1974	3,840,000		3,840,000	2010		35,000,000	35,000,000
1975	3,391,000		3,391,000	Total	\$69,430,000	\$178,662,900	\$248,092,900

*Does not include \$284,000 due January 1, 1966 and included in Current Liabilities as of December 31, 1965

FREIGHT COMMODITY STATISTICS 1965 AND 1964

COMMODITIES	THOUSANDS OF TONS		*GROSS FREIGHT REVENUE		
			AMOUNT (Thousands)		PER CENT OF TOTAL
	1965	1964	1965	1964	1965
FARM PRODUCTS					
Wheat.....	4,326	4,010	\$ 34,626	\$ 29,669	13.92
Barley.....	1,930	2,058	14,197	15,058	5.71
Apples, fresh.....	193	235	4,341	5,221	1.74
Potatoes.....	457	563	3,089	3,764	1.24
Oats.....	516	406	2,595	2,134	1.04
Livestock.....	122	127	1,906	1,900	0.77
Corn.....	318	355	1,731	2,173	0.69
Sugar beets.....	869	904	998	1,145	0.40
Other farm products.....	582	660	4,045	4,664	1.63
Total.....	9,313	9,318	67,528	65,728	27.14
METALLIC ORES					
Iron ore.....	17,499	16,855	16,973	16,304	6.82
Alumina.....	844	766	6,003	5,232	2.41
Other metallic ores.....	315	237	1,212	799	0.49
Total.....	18,658	17,858	24,188	22,335	9.72
COAL					
Bituminous.....	1,185	978	2,472	2,121	0.99
Lignite.....	502	532	1,126	1,267	0.45
Other coal.....	8	7	86	62	0.04
Total.....	1,695	1,517	3,684	3,450	1.48
NONMETALLIC ORES					
Crushed and broken stone.....	513	605	1,245	1,575	0.50
Sand and gravel.....	796	788	1,138	1,032	0.46
Other nonmetallic ores.....	620	509	2,845	2,392	1.14
Total.....	1,929	1,902	5,228	4,999	2.10
FOOD PRODUCTS					
Grain mill products.....	1,083	1,067	5,161	4,799	2.07
Frozen fruits and vegetables.....	119	103	1,864	1,607	0.75
Beverages.....	155	143	1,730	1,619	0.70
Sugar.....	233	318	1,469	1,963	0.59
Meats, fresh or frozen.....	125	127	1,157	1,159	0.46
Dairy products.....	209	255	1,108	1,229	0.45
Other food products.....	539	499	5,840	5,648	2.35
Total.....	2,463	2,512	18,329	18,024	7.37
LUMBER OR WOOD PRODUCTS					
Lumber.....	2,480	2,436	30,244	29,490	12.16
Plywood.....	884	798	9,553	8,630	3.84
Pulpwood.....	1,003	830	2,062	1,658	0.83
Other lumber or wood products.....	766	775	4,563	4,319	1.83
Total.....	5,133	4,839	46,422	44,097	18.66
PULP, PAPER OR ALLIED PRODUCTS					
Pulp.....	592	605	4,529	4,607	1.82
Paper products.....	226	219	2,878	2,809	1.16
Paper.....	310	292	1,992	1,787	0.80
Newsprint.....	354	304	1,987	1,774	0.80
Fiberboard.....	179	154	1,085	1,021	0.44
Other pulp, paper products.....	223	203	1,645	1,602	0.66
Total.....	1,884	1,777	14,116	13,600	5.68
CHEMICALS OR ALLIED PRODUCTS					
Fertilizers.....	313	211	1,403	987	0.56
Salt.....	129	130	415	450	0.17
Other chemicals.....	696	675	5,025	4,707	2.02
Total.....	1,138	1,016	6,843	6,144	2.75
MISCELLANEOUS					
Primary metal products.....	2,067	1,867	15,729	14,560	6.32
Stone, clay or glass products.....	1,667	1,482	6,861	6,712	2.76
Transportation equipment.....	271	199	6,801	6,346	2.73
Petroleum or coal products.....	1,402	1,290	6,548	5,946	2.63
Freight forwarder traffic.....	169	160	5,056	5,248	2.03
Machinery.....	162	150	3,742	3,551	1.51
Fabricated metal products.....	301	187	3,683	2,448	1.48
Waste and scrap materials.....	302	280	1,689	1,484	0.68
Electrical machinery.....	63	61	1,598	1,454	0.64
All other carload traffic.....	414	499	6,068	5,338	2.44
Total.....	6,818	6,175	57,775	53,087	23.22
Grand total carload traffic.....	49,031	46,914	244,113	231,464	98.12
Merchandise—All LCL traffic.....	136	130	4,687	4,728	1.88
Grand total carload and LCL traffic.....	49,167	47,044	\$248,800	\$236,192	100.00

*Excludes adjustments for absorbed switching, pick-up and delivery service, overcharge claims and corrections.

GREAT NORTHERN RAILWAY COMPANY

STATISTICS OF RAIL LINE OPERATIONS

1965 AND 1964

(EXCLUDES MOTOR VEHICLE OPERATIONS—REVENUE FROM THIS TRAFFIC IN 1965 AMOUNTED TO \$1,196,988)

ITEM	FREIGHT TRAINS		PASSENGER TRAINS		TOTAL TRANSPORTATION SERVICE	
	1965	1964	1965	1964	1965	1964
Average mileage of road operated.....	8,250.89	8,247.70	3,132.77	3,133.05	8,263.78	8,260.59
TRAIN MILES						
With diesel locomotives.....	11,459,656	11,090,448	4,284,544	4,327,752	15,744,200	15,418,200
With rail motor cars.....			72,270	66,266		66,266
TOTAL TRAIN MILES.....	11,459,656	11,090,448	4,356,814	4,394,018	15,816,470	15,484,466
LOCOMOTIVE UNIT MILES						
Road service.....	33,769,979	33,725,064	12,841,543	12,524,408	46,611,522	46,249,472
Train switching.....	1,646,154	1,582,476			1,646,154	1,582,476
Yard switching.....	4,347,786	4,227,960	183,696	193,164	4,531,482	4,421,124
TOTAL LOCOMOTIVE UNIT MILES.....	39,763,919	39,535,500	13,025,239	12,717,572	52,789,158	52,253,072
CAR MILES						
Total motorcar miles.....			72,516	66,464	72,516	66,464
Freight—loaded.....	483,832,033	464,489,138	137,295		483,969,328	464,489,138
Freight—empty.....	286,774,245	282,381,843			286,774,245	282,381,843
TOTAL FREIGHT CAR MILES.....	770,606,278	746,870,981	137,295		770,743,573	746,870,981
Passenger coaches.....	27,679	29,974	15,036,479	15,435,539	15,064,158	15,465,513
Sleeping and parlor cars.....	34,850	93,021	8,617,711	8,526,188	8,652,561	8,619,209
Club, lounge, dining and observation cars.....	635	158	6,826,599	7,020,394	6,827,234	7,020,552
Mail, express and baggage cars, etc.....	5,119,616	5,413,978	21,916,129	20,953,813	27,035,745	26,367,791
Combination passenger cars.....	608,894	729,935			608,894	729,935
Business cars.....	25,540	18,333	264,432	353,497	289,972	371,830
TOTAL PASSENGER CAR MILES.....	5,817,214	6,285,399	52,661,350	52,289,431	58,478,564	58,574,830
Caboose.....	10,995,028	10,541,245			10,995,028	10,541,245
GRAND TOTAL CAR MILES.....	787,418,520	763,697,625	52,871,161	52,355,895	840,289,681	816,053,520
NET TONS—ROAD SERVICE						
Revenue.....	49,125,158	47,008,864			49,125,158	47,008,864
Non-revenue.....	1,203,550	1,819,055			1,203,550	1,819,055
TOTAL NET TONS.....	50,328,708	48,827,919			50,328,708	48,827,919
TON MILES—ROAD SERVICE						
Gross ton miles (thousands):						
Locomotives.....	4,301,188	4,279,115	1,657,185	1,628,403	5,958,373	5,907,518
Freight cars, contents and cabooses.....	39,221,517	37,002,287	6,759		39,228,276	37,002,287
Passenger cars and contents.....	284,770	306,588	3,473,845	3,545,955	3,758,615	3,852,543
TOTAL GROSS TON MILES.....	43,807,475	41,587,990	5,137,789	5,174,358	48,945,264	46,762,348
Net ton miles (thousands):						
Revenue.....	18,415,220	17,183,746			18,415,220	17,183,746
Non-revenue.....	390,060	304,455			390,060	304,455
TOTAL NET TON MILES.....	18,805,280	17,488,201			18,805,280	17,488,201
PASSENGER SERVICE						
Revenue passengers carried.....	927	1,458	1,079,593	1,049,287	1,080,520	1,050,745
Revenue passengers carried one mile (thousands)	39	61	423,090	421,290	423,129	421,351
TRAIN HOURS—ROAD SERVICE....						
	489,707	473,892	93,495	94,126	583,202	568,018
FREIGHT CARS ON LINE.....						
					40,162	41,103
AVERAGES						
Train load—revenue net tons.....	1,607	1,550				
Cars per train—total (excluding cabooses).....	67.75	67.91	11.89	11.90		
Train speed—train miles per train hour.....	23.40	23.40	46.60	46.69		
Gross ton miles per train hour.....	80,673	78,729				
Freight—car load—all freight (tons).....					38.86	37.65
Percent loaded of total freight car miles.....					62.79	62.19
Freight car miles per car day.....					52.58	49.65
Net ton miles per freight car day.....					1,283	1,162
Revenue ton miles per mile of road in freight service.....					2,231,907	2,083,459
Revenue passenger miles per mile of road in passenger service.....					135,065	134,785
Revenue passengers per train.....					97.12	96.11

ANNUAL REPORT FOR 1965

REVENUE FREIGHT TRAFFIC—1949 TO 1965

(INCLUDING MOTOR VEHICLE OPERATIONS)

YEAR	AVERAGE MILES OF ROAD OPERATED FREIGHT	REVENUE TONS CARRIED	REVENUE TONS CARRIED ONE MILE (NET TON MILES)	FREIGHT REVENUE	AVERAGE REVENUE PER NET TON MILE (CENTS)	AVERAGE HAUL REVENUE FREIGHT (MILES)	*AVERAGE TRAIN LOAD (REVENUE NET TONS)	INDEX NUMBERS (1957-59 = 100)		
								NET TON MILES	FREIGHT REVENUE	REVENUE PER NET TON MILE
1965	8,251	49,166,993	18,424,713,000	\$236,874,590	1.279	375	1,607	114	102	89
1964	8,248	47,047,160	17,192,710,000	222,238,732	1.293	365	1,549	106	96	90
1963	8,249	44,592,979	16,761,747,443	215,314,583	1.285	376	1,570	103	93	90
1962	8,258	43,980,471	16,137,418,601	209,222,917	1.297	367	1,492	100	90	90
1961	8,264	44,096,653	15,099,589,963	204,862,561	1.357	342	1,418	93	88	95
1960	8,279	48,059,912	15,839,450,479	218,533,299	1.380	330	1,428	98	94	96
1959	8,280	41,076,561	15,666,564,106	226,518,812	1.446	381	1,383	97	98	101
1958	8,269	44,037,737	15,284,452,373	223,951,523	1.465	347	1,395	94	97	102
1957	8,275	60,456,196	17,677,654,496	245,686,663	1.390	292	1,366	109	106	97
1956	8,273	63,524,378	19,443,846,695	250,885,005	1.290	306	1,369	120	108	90
1955	8,274	66,768,728	19,056,847,055	236,236,208	1.240	285	1,345	118	102	86
1954	8,293	53,797,443	17,255,530,511	220,762,186	1.279	321	1,337	106	95	89
1953	8,291	66,335,019	18,586,111,099	235,815,475	1.269	280	1,358	115	102	88
1952	8,221	59,441,572	17,518,226,185	226,308,677	1.292	295	1,298	108	98	90
1951	8,272	62,978,847	18,041,425,447	215,627,819	1.195	286	1,330	111	93	83
1950	8,220	54,150,152	16,047,497,861	195,579,886	1.219	296	1,269	99	84	85
1949	8,222	52,752,028	15,380,005,294	184,061,536	1.197	292	1,243	95	79	83

*Computations cover rail line operations only.

REVENUE PASSENGER TRAFFIC—1949 TO 1965

(INCLUDING MOTOR VEHICLE OPERATIONS)

YEAR	AVERAGE MILES OF ROAD OPERATED PASSENGER	PASSENGERS CARRIED	PASSENGERS CARRIED ONE MILE	PASSENGER REVENUE	PASSENGER SERVICE TRAIN REVENUE	AVERAGE REVENUE PER PASSENGER MILE (CENTS)	AVERAGE JOURNEY (MILES)	*AVERAGE PASSENGERS PER TRAIN	*AVERAGE PASSENGERS PER PASSENGER CARRYING CAR	INDEX NUMBERS (1957-59 = 100)		
										PASSENGERS CARRIED ONE MILE	PASSENGER REVENUE	REVENUE PER PASSENGER MILE
1965	3,133	1,102,304	424,382,875	\$10,062,042	\$21,662,794	2.363	385	97.1	17.3	97	98	99
1964	3,133	1,072,303	422,553,218	9,843,309	21,275,341	2.329	394	95.7	16.9	96	96	100
1963	3,144	1,026,292	411,970,834	9,637,704	20,949,373	2.339	401	94.1	16.0	94	94	100
1962	3,197	1,121,994	502,781,699	11,690,756	23,497,701	2.325	448	107.8	17.6	114	114	100
1961	3,407	1,077,535	432,010,223	10,069,969	21,392,510	2.331	401	89.7	15.8	98	98	100
1960	3,453	1,122,391	409,356,459	9,355,273	20,817,706	2.285	365	83.2	15.6	93	91	98
1959	3,941	1,248,946	435,185,252	10,032,180	22,335,899	2.305	348	77.5	15.5	99	98	99
1958	4,436	1,252,194	433,508,055	10,157,114	21,723,068	2.343	346	69.3	14.8	99	99	101
1957	4,590	1,287,720	450,060,551	10,524,453	21,787,853	2.338	350	69.4	14.1	102	103	100
1956	4,639	1,383,414	476,432,478	10,637,136	21,784,091	2.233	344	71.9	14.5	108	104	96
1955	4,720	1,486,455	508,634,056	10,943,142	22,804,754	2.151	342	71.3	14.2	116	107	92
1954	4,805	1,462,972	497,173,078	10,974,533	23,297,907	2.207	340	67.2	13.4	113	107	95
1953	4,992	1,579,905	558,784,472	12,507,142	24,389,393	2.238	354	70.5	14.4	127	122	96
1952	5,338	1,740,677	612,030,278	14,118,117	27,217,553	2.307	352	73.5	15.0	139	138	99
1951	5,652	1,707,256	589,518,728	13,497,834	25,886,282	2.290	345	66.9	15.0	134	132	98
1950	6,110	1,546,056	494,307,064	11,068,436	26,414,556	2.239	320	54.9	12.5	112	108	96
1949	6,115	1,679,036	501,964,327	11,688,120	23,003,643	2.328	299	55.8	13.2	114	114	100

*Computations cover rail line operations only.

#Includes \$2,416,318 for additional Railway Mail Pay covering period from January 1, 1948, to December 31, 1949, viz.:—1949—\$1,262,073; 1948—\$1,154,245.

EMPLOYEES AND THEIR COMPENSATION—1956 TO 1965

YEAR	AVERAGE NUMBER EMPLOYEES MID MONTH COUNT	COMPENSATION CHARGED TO			AVERAGE STRAIGHT TIME COMPENSATION PER HOUR	AVERAGE TOTAL COMPENSATION PER HOUR WORKED	AVERAGE EARNINGS PER EMPLOYEE PER YEAR
		OPERATING EXPENSES	OTHER ACCOUNTS LARGELY CAPITAL	TOTAL			
1965	16,655	\$120,035,754	\$3,727,438	\$123,763,192	\$3.27	\$3.67	\$7,431
1964	17,002	114,565,997	3,300,350	117,866,347	3.09	3.42	6,932
1963	17,439	111,728,586	3,636,085	115,364,671	3.01	3.34	6,615
1962	18,128	114,993,004	3,349,872	118,342,876	2.97	3.30	6,528
1961	18,619	113,019,413	4,293,987	117,313,400	2.88	3.20	6,301
1960	19,863	119,029,407	4,924,836	123,954,243	2.80	3.11	6,240
1959	20,539	120,477,722	4,738,806	125,216,528	2.73	3.03	6,097
1958	20,931	119,663,066	3,543,584	123,206,650	2.62	2.91	5,886
1957	24,968	133,705,490	2,676,391	136,381,881	2.41	2.66	5,462
1956	26,399	131,791,417	3,849,684	135,641,101	2.25	2.48	5,138

GREAT NORTHERN RAILWAY COMPANY

EQUIPMENT OWNED AND LEASED

(INCLUDES EQUIPMENT OWNED BY WESTERN FRUIT EXPRESS COMPANY, A WHOLLY OWNED SUBSIDIARY)

DECEMBER 31, 1962 TO 1965

CLASS	1965	1964	1963	1962
LOCOMOTIVE UNITS				
Diesel locomotive units	629	631	636	642
FREIGHT-TRAIN CARS				
Box cars.....	22,929	23,025	21,706	21,120
Flat cars, TOFC.....	215	191	204	207
Flat cars, all other.....	2,186	2,008	2,077	2,260
Stock cars.....	1,908	1,937	1,956	1,974
Tank cars.....	100	100	50	95
Hopper cars, open top.....	1,866	1,807	1,733	1,778
Hopper cars, covered.....	1,381	1,083	896	822
Gondola cars.....	2,809	2,749	2,812	2,995
Ore cars.....	6,847	7,069	7,469	7,599
Insulated box cars.....	745	646	532	431
Refrigerator cars, mechanical.....	758	559	460	360
Refrigerator cars, all other.....	4,500	4,639	4,809	4,913
Caboose cars.....	304	314	337	336
Stockmen rider cars.....	17	17	17	17
Other freight-train cars.....	24	3	8	39
TOTAL FREIGHT EQUIPMENT.....	46,589	46,147	45,066	44,946
PASSENGER-TRAIN CARS				
Coaches.....	117	114	118	109
Combination passenger cars.....	11	16	21	25
Motor cars.....	1	1	1	1
Other combination cars.....	21	37	37	37
Sleeping cars.....	48	50	50	50
Dining cars.....	34	38	38	40
Baggage and express cars.....	249	232	244	257
Postal cars.....	51	51	48	39
Other passenger-train cars.....	19	17	19	21
TOTAL PASSENGER EQUIPMENT.....	551	556	576	579
COMPANY SERVICE EQUIPMENT				
Business cars.....	11	12	12	12
Boarding cars.....	596	629	642	684
Other company service equipment.....	1,733	1,800	1,835	1,770
TOTAL COMPANY SERVICE EQUIPMENT.....	2,340	2,441	2,489	2,466
HIGHWAY MOTOR VEHICLES				
Revenue.....	138	131	144	134
Company service.....	927	897	902	890
INVESTMENT IN EQUIPMENT OWNED (DEC. 31)				
Great Northern Railway Company.....	\$374,760,709	\$356,075,604	\$340,350,821	\$330,577,270
Western Fruit Express Company.....	58,466,123	54,017,843	50,194,518	46,546,776
TOTAL.....	\$433,226,832	\$410,093,447	\$390,545,339	\$377,124,046

CHICAGO, BURLINGTON & QUINCY RAILROAD COMPANY
48.59% OF COMMON STOCK OWNED BY
GREAT NORTHERN RAILWAY COMPANY
INCOME ACCOUNT—1961 TO 1965

ITEM	1965	1964	1963	1962	1961
Average mileage of road operated.....	8,545	8,546	8,547	8,558	8,626
Railway operating revenues.....	\$270,453,376	\$267,379,529	\$261,713,684	\$263,434,538	\$254,160,812
Railway operating expenses.....	221,833,005	217,258,619	208,555,126	207,899,087	201,902,807
Net revenue from railway operations.....	48,620,371	50,120,910	53,158,558	55,535,451	52,258,005
Railway tax accruals.....	23,014,428	21,204,576	22,726,535	25,034,208	27,930,021
Railway operating income.....	25,605,943	28,916,334	30,432,023	30,501,243	24,327,984
Net rents—Debit.....	5,182,141	4,916,116	5,351,400	6,161,291	5,409,903
Net railway operating income.....	20,423,802	24,000,218	25,080,623	24,339,952	18,918,081
Other income.....	5,019,686	4,919,359	4,378,870	4,292,319	3,472,666
Total income.....	25,443,488	28,919,577	29,459,493	28,632,271	22,390,747
Miscellaneous deductions from income.....	451,174	685,229	445,300	619,743	319,519
Income available for fixed charges.....	24,992,314	28,234,348	29,014,193	28,012,528	22,071,228
Fixed charges.....	8,299,224	7,879,006	7,646,545	7,599,624	7,662,562
Net income.....	\$ 16,693,090	\$ 20,355,342	\$ 21,367,648	\$ 20,412,904	\$ 14,408,666
Dividends paid.....	\$ 12,812,903	\$ 12,812,903	\$ 12,812,903	\$ 12,812,902	\$ 12,812,902

GENERAL BALANCE SHEET—December 31, 1965 and 1964

ASSETS	December 31, 1965	December 31, 1964	Increase	Decrease
CURRENT ASSETS				
Cash and temporary cash investments.....	\$ 38,759,092	\$ 50,856,208	.....	\$ 12,097,116
Accounts receivable.....	31,765,902	31,149,946	\$ 615,956	.....
Material and supplies.....	19,833,257	18,664,626	1,168,631	.....
All other current assets.....	1,088,744	1,909,853	.....	821,109
TOTAL CURRENT ASSETS.....	91,446,995	102,580,633	.....	11,133,638
TOTAL SPECIAL FUNDS.....	11,074,418	12,687,597	.....	1,613,179
INVESTMENTS				
Investments in affiliated companies.....	45,678,732	43,860,770	1,817,962	.....
Other investments.....	148,949	215,128	.....	66,179
TOTAL INVESTMENTS.....	45,827,681	44,075,898	1,751,783	.....
PROPERTIES				
Total transportation property.....	1,023,057,867	993,185,183	29,872,684	.....
Accrued depreciation—Road and equipment—Cr.....	279,137,953	266,845,353	12,292,600	.....
Amortization of defense projects—Road and equipment—Cr.....	29,098,844	31,002,817	.....	1,903,973
Miscellaneous physical property.....	13,439,911	11,955,078	1,484,833	.....
TOTAL PROPERTIES LESS RECORDED DEPRECIATION AND AMORTIZATION.....	728,260,981	707,292,091	20,968,890	.....
TOTAL OTHER ASSETS AND DEFERRED CHARGES.....	7,764,472	6,749,979	1,014,493	.....
TOTAL ASSETS.....	\$884,374,547	\$873,386,198	\$ 10,988,349	.....
LIABILITIES AND SHAREHOLDERS' EQUITY				
CURRENT LIABILITIES				
Traffic and car-service balances—Cr.....	\$ 722,580	\$ 1,460,683	.....	\$ 738,103
Accounts payable.....	28,237,866	31,451,319	.....	3,213,453
Unmatured interest accrued.....	2,590,618	2,530,486	\$ 60,132	.....
Federal income taxes accrued.....	440,000	1,028,360	.....	588,360
Other taxes accrued.....	8,230,488	8,202,339	28,149	.....
All other current liabilities.....	6,149,076	7,166,144	.....	1,017,068
TOTAL CURRENT LIABILITIES.....	46,370,628	51,839,331	.....	5,468,703
LONG-TERM DEBT DUE WITHIN ONE YEAR	15,352,455	13,836,652	1,515,803	.....
LONG-TERM DEBT DUE AFTER ONE YEAR				
Funded debt unmatured—Total issued.....	146,048,885	148,831,885	.....	2,783,000
Less held by or for the company.....	31,276,885	32,391,885	.....	1,115,000
TOTAL OUTSTANDING.....	114,772,000	116,440,000	.....	1,668,000
Equipment obligations.....	110,917,345	98,284,128	12,633,217	.....
Amounts payable to affiliated companies.....	.....	88,552	.....	88,552
TOTAL LONG-TERM DEBT DUE AFTER ONE YEAR.....	225,689,345	214,812,680	10,876,665	.....
TOTAL RESERVES.....	4,759,683	4,056,039	703,644	.....
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS.....	2,253,464	1,502,709	750,755	.....
SHAREHOLDERS' EQUITY				
Capital stock issued.....	170,839,100	170,839,100	.....	.....
Retained income—Appropriated.....	48,025,460	48,025,460	.....	.....
—Unappropriated.....	371,084,412	368,474,227	2,610,185	.....
TOTAL SHAREHOLDERS' EQUITY.....	589,948,972	587,338,787	2,610,185	.....
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY.....	\$884,374,547	\$873,386,198	\$ 10,988,349	.....

*SPOKANE, PORTLAND AND SEATTLE RAILWAY SYSTEM

50% OF BONDS AND 50% OF STOCK OWNED BY GREAT NORTHERN RAILWAY COMPANY

INCOME ACCOUNT—1961 TO 1965

ITEM	1965	1964	1963	1962	1961
Average mileage of road operated.....	936	936	936	936	936
INCOME ACCOUNT					
Railway operating revenues.....	\$ 38,701,545	\$ 34,498,878	\$ 34,030,310	\$ 31,336,016	\$ 31,000,487
Railway operating expenses.....	28,384,563	26,560,726	25,587,632	24,718,585	24,840,512
Net revenue from railway operations.....	10,316,982	7,938,152	8,442,678	6,617,431	6,159,975
Railway tax accruals.....	4,524,259	3,148,977	2,993,856	2,845,938	2,867,187
Railway operating income.....	5,792,723	4,789,175	5,448,822	3,771,493	3,292,788
Net rents—Debit.....	1,783,316	1,387,988	1,575,706	1,261,119	1,386,759
Net railway operating income.....	4,009,407	3,401,187	3,873,116	2,510,374	1,906,029
Other income.....	743,675	802,199	701,378	659,891	667,011
Total income.....	4,753,082	4,203,386	4,574,494	3,170,265	2,573,040
Miscellaneous deductions from income.....	58,503	75,561	55,937	82,667	194,608
Income available for fixed charges.....	4,694,579	4,127,825	4,518,557	3,087,598	2,378,432
Fixed charges.....	2,094,075	2,179,559	2,321,604	2,370,946	2,467,099
Net income.....	\$ 2,600,504	\$ 1,948,266	\$ 2,196,953	\$ 716,652	\$ Dr. 88,667

GENERAL BALANCE SHEET—December 31, 1965 and 1964

ASSETS	December 31, 1965	December 31, 1964	Increase	Decrease
CURRENT ASSETS				
Cash and temporary cash investments.....	\$ 4,330,668	\$ 4,300,925	\$ 29,743	.....
Accounts receivable.....	6,394,651	5,038,580	1,356,071	.....
Material and supplies.....	2,707,754	2,594,389	113,365	.....
All other current assets.....	247,705	240,102	7,603	.....
TOTAL CURRENT ASSETS.....	13,680,778	12,173,996	1,506,782	.....
TOTAL SPECIAL FUNDS.....	106,762	106,762	.....	.....
INVESTMENTS				
Investments in affiliated companies.....	352,934	352,934	.....	.....
Other investments.....	527,189	553,082	.....	\$ 25,893
TOTAL INVESTMENTS.....	880,123	906,016	.....	25,893
PROPERTIES				
Total transportation property.....	153,233,189	150,472,644	2,760,545	.....
Accrued depreciation—Road and equipment—Cr.....	31,892,595	30,157,579	1,735,016	.....
Amortization of defense projects—Road and equipment—Cr.....	2,765,240	2,769,942	.....	4,702
Miscellaneous physical property—Net.....	5,877,895	5,918,506	.....	40,611
TOTAL PROPERTIES LESS RECORDED DEPRECIATION AND AMORTIZATION.....	124,453,249	123,463,629	989,620	.....
TOTAL OTHER ASSETS AND DEFERRED CHARGES.....	664,049	458,191	205,858	.....
TOTAL ASSETS.....	\$139,784,961	\$137,108,594	\$ 2,676,367	.....
LIABILITIES AND SHAREHOLDERS' EQUITY				
CURRENT LIABILITIES				
Traffic and car-service balances—Cr.....	\$ 2,008,660	\$ 1,676,176	\$ 332,484	.....
Accounts payable.....	4,795,075	7,021,899	.....	\$ 2,226,824
Unmatured interest accrued.....	634,691	667,609	.....	32,918
Taxes accrued.....	1,255,521	628,629	626,892	.....
All other current liabilities.....	1,371,943	1,324,098	47,845	.....
TOTAL CURRENT LIABILITIES.....	10,065,890	11,318,411	.....	1,252,521
LONG-TERM DEBT DUE WITHIN ONE YEAR.....	464,442	402,712	61,730	.....
LONG-TERM DEBT DUE AFTER ONE YEAR				
Funded debt unmatured—Total issued.....	45,710,000	48,710,000	.....	3,000,000
TOTAL OUTSTANDING.....	45,710,000	48,710,000	.....	3,000,000
Equipment obligations.....	3,831,536	1,640,781	2,190,755	.....
TOTAL LONG-TERM DEBT DUE AFTER ONE YEAR.....	49,541,536	50,350,781	.....	809,245
TOTAL RESERVES.....	113,951	258,009	.....	144,058
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS.....	669,410	704,863	.....	35,453
SHAREHOLDERS' EQUITY				
Capital stock issued.....	40,000,000	40,000,000	.....	.....
Capital surplus.....	8,400,000	7,500,000	900,000	.....
Retained income—Unappropriated.....	30,529,732	26,573,818	3,955,914	.....
TOTAL SHAREHOLDERS' EQUITY.....	78,929,732	74,073,818	4,855,914	.....
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY.....	\$139,784,961	\$137,108,594	\$ 2,676,367	.....

*Includes Spokane, Portland and Seattle Railway Co. and its wholly owned subsidiaries, Oregon Trunk Railway and Oregon Electric Railway Companies. Inter-company transactions eliminated.

WESTERN FRUIT EXPRESS COMPANY

WHOLLY OWNED SUBSIDIARY OF
GREAT NORTHERN RAILWAY COMPANY

INCOME ACCOUNT 1961 TO 1965

ITEM	1965	1964	1963	1962	1961
Cars owned and operated at close of year.....	5,923	5,844	5,801	5,704	5,807
INCOME ACCOUNT					
Operating revenues.....	\$ 9,266,694	\$ 9,481,716	\$ 9,415,558	\$ 8,919,869	\$ 8,744,703
Operating expenses.....	7,531,756	7,425,372	7,029,195	6,757,256	6,548,009
Net revenue from operations.....	1,734,938	2,056,344	2,386,363	2,162,613	2,196,694
Tax accruals.....	491,393	511,934	653,777	649,840	1,189,829
Operating income.....	1,243,545	1,544,410	1,732,586	1,512,773	1,006,865
Net rents—Debit.....	93,814	23,630			
Net operating income.....	1,149,731	1,520,780	1,732,586	1,512,773	1,006,865
Other income.....	7,937	35,356	25,655	29,405	30,069
Total income.....	1,157,668	1,556,136	1,758,241	1,542,178	1,036,934
Miscellaneous deductions from income.....	2,690	3,048	3,196	2,950	4,081
Income available for fixed charges.....	1,154,978	1,553,088	1,755,045	1,539,228	1,032,853
Fixed charges.....	713,296	610,625	512,892	484,887	525,355
Net income.....	\$ 441,682	\$ 942,463	\$ 1,242,153	\$ 1,054,341	\$ 507,498
Dividends.....	\$ 204,000	\$ 510,000	\$ 510,000	\$ 510,000	\$ 510,000

GENERAL BALANCE SHEET December 31, 1965 and 1964

ASSETS	December 31, 1965	December 31, 1964	Increase	Decrease
CURRENT ASSETS				
Cash and temporary cash investments.....	\$ 600,547	\$ 363,993	\$ 236,554	
Accounts receivable.....	2,041,016	1,965,948	75,068	
Material and supplies.....	788,691	775,334	13,357	
All other current assets.....	31,166	61,468		\$ 30,302
TOTAL CURRENT ASSETS.....	3,461,420	3,166,743	294,677	
TOTAL SPECIAL FUNDS.....	4,484	4,484		
PROPERTIES				
Investment in property.....	66,657,217	60,843,351	5,813,866	
Recorded depreciation and amortization—Cr.....	29,957,559	27,921,250	2,036,309	
TOTAL PROPERTIES LESS RECORDED DEPRECIATION AND AMORTIZATION.....	36,699,658	32,922,101	3,777,557	
TOTAL OTHER ASSETS AND DEFERRED CHARGES.....	137,688	160,179		22,491
TOTAL ASSETS.....	\$ 40,303,250	\$ 36,253,507	\$ 4,049,743	
LIABILITIES AND SHAREHOLDERS' EQUITY				
CURRENT LIABILITIES				
Accounts payable.....	\$ 1,342,642	\$ 877,208	\$ 465,434	
Other taxes accrued.....	86,389	79,082	7,307	
All other current liabilities.....	276,697	219,023	57,674	
TOTAL CURRENT LIABILITIES.....	1,705,728	1,175,313	530,415	
LONG-TERM DEBT DUE WITHIN ONE YEAR.....	2,189,000	2,212,000		\$ 23,000
LONG-TERM DEBT DUE AFTER ONE YEAR				
Equipment obligations.....	16,872,000	13,886,000	2,986,000	
TOTAL LONG-TERM DEBT DUE AFTER ONE YEAR.....	16,872,000	13,886,000	2,986,000	
TOTAL RESERVES.....	33,917	33,537	380	
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS.....	320,783	2,517	318,266	
SHAREHOLDERS' EQUITY				
Capital stock issued.....	6,800,000	6,800,000		
Retained Income—Unappropriated.....	12,381,822	12,144,140	237,682	
TOTAL SHAREHOLDERS' EQUITY.....	19,181,822	18,944,140	237,682	
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY.....	\$ 40,303,250	\$ 36,253,507	\$ 4,049,743	



1965