

FOR STB USE ONLY	QUARTER 1st 2nd 3rd 4th X	Year 2011	SURFACE TRANSPORTATION BOARD QUARTERLY CONDENSED BALANCE SHEET RAILROADS
-------------------------	--	---------------------	---

Grand Trunk Corporation
935 de La Gauchetiere Street West, Financial Reporting (Floor 4)
Montreal, Quebec, Canada H3B 2M9

(Dollar amounts in 000's)	CODE NO.	Balance at End of Quarter	
		This Year (b)	Last Year (c)
ASSETS			
Cash (Account 701)	1	(376)	(3,647)
Temporary cash investments and Special Deposits (Accounts 702 & 703)	2	-	-
Accounts Receivable (Accounts 704-709.5)	3	80,937	71,567
Prepayments and working funds (Accounts 710,711,714)	4	40,672	79,060
Materials and supplies (Account 712)	5	69,787	65,486
Other current assets (Account 713)	6	22,911	5,947
Total Current Assets	7	213,931	218,413
Special funds and other investments and advances (Accts.715-717 & 722-724)	8	710	132
Investments and advances; affiliated companies (Accts. 721,721.5)	9	361,968	499,106
Transportation property - net (Accounts 731-736)	10	9,711,844	9,367,871
Property used in other than carrier operations (Accounts 737 and 738)	11	45,554	45,554
Other assets and deferred debits (Accounts 739, 741, 743 and 744)	12	109,942	82,619
Total Assets	13	10,443,949	10,213,695
LIABILITIES			
Current liabilities (Accts. 751-761.5, 762,763,764)	14	514,363	412,710
Long term debt due after one year (Accts. 765-770.2)	15	4,195,342	3,923,012
Deferred revenues - Transfers from governmental authorities (Acct.783)	16	7,035	8,275
Accumulated deferred income tax credits (Acct. 786)	17	3,110,975	2,884,116
Other liabilities and deferred credits (Accts. 771,772,774,775,781,782,784)	18	428,091	426,268
Total Liabilities	19	8,255,806	7,654,381
SHAREHOLDERS EQUITY			
Capital stock (Accts. 791-793)	20	10	10
Additional capital (Acct. 794,795)	21	158,959	137,785
Retained earnings (Acct. 797,798 and 798.1)	22	2,029,174	2,421,519
less: Treasury stock	23	-	-
Equity in undistributed earnings (losses) of affiliated co's.	24	-	-
Total Shareholders Equity	25	2,188,143	2,559,314
Total Liabilities and Shareholders Equity	26	10,443,949	10,213,695

GROSS EXPENDITURES FOR ADDITIONS & BETTERMENTS (Accts. 731 & 732)	FIGURES FOR THE QUARTER		CODE NO.	CUMULATIVE FIGURES	
	This Year (a)	Last year (b)		This Year (c)	Last year (d)
	Road	97,983		74,636	27
Equipment	30,317	10,160	28	40,389	12,144
Total	128,300	84,796	29	219,650	130,079

		Figures for Qtr.	Cumulative fig.
No. of Revenue Tons Carried	30	47,294,350	92,630,015
No. of Revenue Tons Carried One Mile (thousands)	31	12,588,692	25,679,408

1. Under order of the Board, Class I railroads, excluding switching and terminal companies, are required to file quarterly reports of balance sheet items, Form CBS, in duplicate, in the Office of Economics, Surface Transportation Board, Washington, D.C. 20423, within 30 days after the close of each quarter. Reports should be prepared on a calendar quarter basis beginning with the first day of January, April, July and October.

2. The items reported on Form CBS should be taken from and agree with the accounts kept in conformity with current Uniform System of Accounts for Railroad Companies prescribed by the Surface Transportation Board. Report undistributed earnings from certain investments in account 721, in accordance with Docket No. 35949, The Equity Method of Accounting for Certain Long-Term Investments in Common Stocks. The account numbers refer to the accounts in the Uniform System of Accounts. Reverse items should be shown in parentheses. Dollar amounts should be shown in thousands.

3. Unusual transactions or items which reflect an important change in the financial condition of the carrier should be identified and explained in a footnote under "Remarks."

4. The certification must be accompanied by an officer of the carrier.

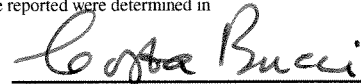
It is estimated that an average of 6 burden hours per response are required to complete this collection of information. This estimate includes time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. Comments concerning the accuracy of this burden estimate or suggestions for reducing this burden should be directed to the Section of Administrative Services, Surface transportation Board and the Office of Information and Regulatory Affairs, Office of Management and Budget.

REMARKS

I, THE UNDERSIGNED, Costa Bucci, Assistant Comptroller - Financial Reporting of Grand Trunk Corporation state
(Name and Title of officer in charge of accounts) *(Full name of reporting company)*

that this report was prepared by me or under my supervision; that I have carefully examined it; and on the basis of my knowledge, belief and verification (where necessary) declare it to be a full, true and correct statement of the balance sheet accounts named, and that the various items here reported were determined in accordance with effective rules promulgated by the Surface Transportation Board.

Signature



Telephone Number

(514) 399 - 4056
(Area Code) (Number)

Date July 29, 2011