FT AM 9503-A (Cancels FT AM 9503)

ARKANSAS AND MISSOURI RAILROAD COMPANY

FREIGHT TARIFF AM 9503-A

(Cancels Freight Tariff AM 9503)

RULES AND REGULATIONS GOVERNING APPLICATION OF FUEL RECOVERY SURCHARGE

FUEL RECOVERY SURCHARGE TARIFF

This tariff is also applicable on intrastate traffic, except where expressly provided to the contrary in connection with particular rates and provisions contained herein.

ISSUED: April 5, 2007

EFFECTIVE: April 25, 2007

ISSUED BY

G. Brent McCready, President Arkansas and Missouri Railroad Company 306 East Emma Avenue Springdale, AR 72764

(The provisions published herein, if effective, will not result in an effect on the quality of the human environment.)

FREIGHT TARIFF AM 9503-A

RULES AND OTHER GOVERNING PROVISIONS RULES AND REGULATIONS - GENERAL

ITEM 10

SUPPLEMENTS AND REISSUES

When reference is made in this tariff, or supplements, to other publications for rates or other information, it includes "Supplements thereto or successive issues thereof."

Where reference is made in this tariff to items, it includes "reissues" of such items.

ITEM 15

METHOD OF CANCELING ITEMS

As this tariff is supplemented, numbered items with letter suffixes cancel correspondingly numbered items in the original tariff, or in a prior supplement. Letter suffixes will be used in alphabetical sequence starting with A. Example: Item 100-A cancels Item 100 and Item 300-B cancels Item 300-A in a prior supplement, which, in turn, canceled Item 300.

SURCHARGES

ITEM 100

FUEL RECOVERY SURCHARGE (Applicable only on traffic exempt from STB jurisdiction and traffic moving under contracts subject hereto, except as may otherwise be provided)

When the U. S. Average Price of Retail On-Highway Diesel Fuel (HDF) monthly average equals or exceeds \$1.25 per gallon, in the second calendar month prior to the month in which the fuel surcharge applies, the Arkansas and Missouri Railroad Company reserves the right to apply a fuel surcharge on its local movements, including interline movements on which it does not receive a fuel surcharge, Rule 11 and switch movements. The fuel surcharge shall be applied to the published local, Rule 11 and switching charges, as the case may be. If this right is exercised, the fuel surcharge shall be applied to each movement having a bill date on or after the 1st day of the second following calendar month.

The fuel surcharge will be adjusted monthly. The Fuel Surcharge Table will be subject to periodic review. The fuel surcharge shall be included on the invoice for freight charges for each shipment.

The source for the price of HDF will be the U. S. Department of Energy's, EIA Retail On-Highway Diesel Prices Report, whose weekly average price is available on their WebPages at: http://www.eia.doe.gov . Select "Gasoline and Diesel Fuel Update". Then select "On Highway Diesel Prices" and the HDF prices are displayed.

ime Periods Average rice of HDF Between	Applicable Fuel Surcharge
\$1.25 to \$1.299	0.5%
\$1.30 to \$1.349	1.0%
\$1.35 to \$1.399	1.5%
\$1.40 to \$1.449	2.0%
\$1.45 to \$1.499	2.5%
\$1.50 to \$1.549	3.0%
\$1.55 to \$1.599	3.5%

SURCHARGES

ITEM 100 (Cont'd)

FUEL RECOVERY SURCHARGE (Cont'd.)

Time Periods Average Price of HDF Between	Applicable Fuel Surcharge
\$1.60 to \$1.649	4.0%
\$1.65 to \$1.699	4.5%
\$1.70 to \$1.749	5.0%
\$1.75 to \$1.799	5.5%
\$1.80 to \$1.849	6.0%
\$1.85 to \$1.899	6.5%
\$1.90 to \$1.949	7.0%
\$1.95 to \$1.999	7.5%
\$2.00 to \$2.049	8.0%
\$2.05 to \$2.099	8.5%
\$2.10 to \$2.149	9.0%
\$2.15 to \$2.199	9.5%
\$2.20 to \$2.249	10.0%
\$2.25 to \$2.299	10.5%
\$2.30 to \$2.349	11.0%
\$2.35 to \$2.399	11.5%
\$2.40 to \$2.449	12.0%
\$2.45 to \$2.499	12.5%
\$2.50 to \$2.549	13.0%
\$2.55 to \$2.599	13.5%
\$2.60 to \$2.649	14.0%
\$2.65 to \$2.699	14.5%
\$2.70 to \$2.749	15.0%
\$2.75 to \$2.799	15.5%
\$2.80 to \$2.849	16.0%
\$2.85 to \$2.899	16.5%
\$2.90 to \$2.949	17.0%
\$2.95 to \$2.999	17.5%
\$3.00 to \$3.049	18.0%
Each \$0.05 per gallon increase thereafter, apply an	

Each 0.05 per gallon increase thereafter, apply an additional 0.5%

Example:

For a Fuel Surcharge applied for shipments in the month of July, assuming the prior Time Period's (May) average monthly price of HDF was \$2.0356 Per Gallon, July's Fuel Surcharge Rate (FSR) would be 8.0%. Thus, for each \$100.00 of freight charges applicable to a shipment referring hereto the Fuel Surcharge would be \$8.00.

Example:

For a Fuel Surcharge applied for shipments in the month of July, assuming the prior Time Period's (May) average monthly price of HDF was \$2.0356 Per Gallon, July's Fuel Surcharge Rate (FSR) would be 8.0%. Thus, for each \$100.00 of freight charges applicable to a shipment referring hereto the Fuel Surcharge would be \$8.00.

(Underscored portion denotes change/addition.)

For explanation of terms and explanation of abbreviations and reference marks, see last page of tariff.