

Railroad Report No. : RC139400 Quarter: 3 Year: 2003  
 Date of Report: 9/30/2003 Report Amended: No

Show dollar amount in thousands DESCRIPTIONS (A)	Code No.	Figures for the Quarter		Year-To-Date Figures	
		This Year (B)	Last Year (C)	This Year (D)	Last Year (E)
<b><u>Operating Revenues</u></b>					
Freight (Account 101)	1	2,805,687	2,701,469	8,125,972	7,884,704
Passenger (Account 102)	2	16,398	15,773	46,282	45,719
Passenger-Related (Account 103)	3	21	25	199	144
All other operating revenues (Accounts 104, 105, 106, 110, 502, 503)	4	122,259	119,548	375,017	360,169
Joint Facility Account (Account 120)	5	1,799	1,273	4,694	4,845
Railway Operating Revenues (All Above)	6	2,946,164	2,838,088	8,552,164	8,295,581
<b><u>Operating Expenses</u></b>					
Depreciation - Road (Accounts 62-11-00, 62-12-00, 62-13-00)	7	205,470	201,412	608,861	596,783
All other way and structure accounts	8	187,349	174,620	557,121	543,496
Total way and structures	9	392,819	376,032	1,165,982	1,140,279
Depreciation - Equipment (Accounts 62-21-00, 62-22-00, 62-23-00)	10	86,206	83,997	256,067	254,060
All other equipment accounts	11	541,850	510,462	1,609,965	1,533,542
Total equipment	12	628,056	594,459	1,866,032	1,787,602
Transportation - Train, Yard and Train and Yard Common	13	972,449	900,753	2,891,399	2,628,538
Transportation - Specialized Services, Administrative Support)	14	106,439	106,833	316,697	316,055
General and Administrative	15	274,658	244,347	825,968	738,055
Total Railway Operating Expense (Account 531)	16	2,374,421	2,222,424	7,066,078	6,610,529
<b><u>Income Items</u></b>					
*Net revenue from railway operations (Line 6 minus 16)	17	571,743	615,664	1,486,086	1,685,052
Other Income (Accounts 506, 510-519)	18	44,647	177,191	114,562	267,209
Income from Affiliated companies:					
Dividends	19	0	0	34,637	13,128
Equity in undistributed earnings (losses)	20	16,415	22,720	10,410	46,072
Total Income from affiliated companies	21	16,415	22,720	45,047	59,200
Miscellaneous deductions from Income (Accounts 534,535,543,546,549-551 and 553)	22	13,813	14,728	46,670	42,754
Income Available for Fixed Charges (Lines 17, 18, 21 minus 22)	23	618,992	800,847	1,599,025	1,968,707
<b><u>Fixed Charges</u></b>					
Interest on funded debt (Accounts 546a, 546b)	24	38,430	41,896	117,546	125,653
Interest on unfunded debt (Account 547)	25	83,940	93,640	253,223	284,094
Amortization of discount on funded debt (Account 548)	26	1,464	1,352	4,464	4,640
Total fixed charges	27	123,834	136,888	375,233	414,387
<b><u>Income Items</u></b>					
Income after fixed charges	28	495,158	663,959	1,223,792	1,554,320
Other deductions (Account 546c)	29	1,904	1,918	5,766	5,842
Unusual or infrequent items (Debit) Credit (Account 555)	30				
Income (Loss) from continuing operations before income taxes	31	493,254	662,041	1,218,026	1,548,478
Income taxes on ordinary Income (Account 556)	32	86,045	53,998	231,413	225,844
Provision for deferred income taxes (Account 557)	33	94,292	193,856	217,879	349,647
Income from continuing operations	34	312,917	414,187	768,734	972,987
Income or loss from operations of discontinued segments (Less applicable Income taxes of \$ _____) (Account 560)	35				
Gain or loss on disposal of discontinued segments (Less applicable Income of \$ _____) (Account 562)	36				
Income (Loss) before extraordinary items	37	312,917	414,187	768,734	972,987
Extraordinary items (net) (Account 570)	38				
Income taxes on Extraordinary Items (Account 590)	39				
Provisions for deferred taxes - Extraordinary Items (Account 591)	40				

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Cumulative effect of changes in account principles (Less applicable Income taxes of \$ _____) (Account 592)	41				
Net income	42	312,917	414,187	768,734	972,987
Dividends on common stock (Account 623)	43	58,000	50,000	174,000	150,000
Dividends on preferred stock (Account 623)	44				
<b><u>Ratios</u></b>					
Expenses to revenues	45	80.59%	78.31%	82.62%	79.69%
Total maintenance to revenues	46	34.65%	34.20%	35.45%	35.29%
Transportation to revenues	47	36.62%	35.50%	37.51%	35.50%
*NOTE: Reconciliation of Net Railway Operating Income (NROI)					
Net Revenues from Railway Operations	N1	571,743			
(556) Income Taxes on Ordinary Income	N2	(86,045)			
(557) Provisions for Deferred Income Taxes	N3	(94,292)			
** Income from Lease of Road and Equipment	N6				
** Rent for leased Roads and Equipment	N7	927			
Net Railway Operating Income	N8	392,333			

REMARKS

I, the undersigned, TODD G. HUFFMAN, Sr. Mgr. - Financial Reporting of UNION PACIFIC RAILROAD COMPANY  
 (Name and Title of Officer in charge of accounts) (Full name of reporting company)

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

Date: October 30, 2003

Signature \_\_\_\_\_

Telephone Number (402) - 280-6072

\*\* Formerly accounts 509 and 542, respectively.