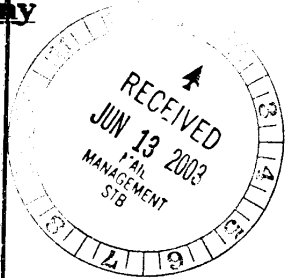




Sierra Railroad Company

341 Industrial Way
Woodland, California 95776
Tel. 530 666-9646
Fax 530 666-2919

208057



FACSIMILE COVER PAGE

To: Ernestine Hedgepeth, Surface Transportation Board

Fax: (202) 565-9002

From: Torgny Nilsson

Date: June 12, 2003

Re: Your request

Number of pages: 2

Comments:

- ☐ For your information and files.
- ☒ Pursuant to your request.
- ☐ Please sign and return.
- ☐ Please review and call me with your comments.
- ☐ Other.

ENTERED
Office of Proceedings

JUN 13 2003

Part of
Public Record

ENTERED
Office of Proceedings

JUN 13 2003

Part of
Public Record

In case of a problem with this transmission, please call (530) 666-9646.

IMPORTANT: This facsimile transmission is intended only for the addressee. It contains information from the legal department of the Sierra Railroad Company that may be privileged, confidential, and exempt from disclosure under applicable law. Dissemination, distribution, or copying of this facsimile transmission by anyone other than the addressee or the addressee's agent is strictly prohibited. If this transmission is received in error, please notify Sierra Railroad Company immediately at the telephone number indicated above. We will reimburse your costs incurred in connection with this erroneous transmission and your return of these materials. Thank you.



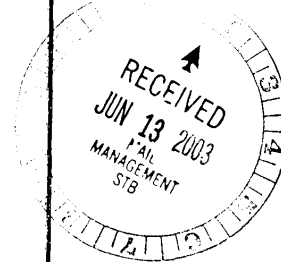
June 12, 2003

Ernestine Hedgepeth
Surface Transportation Board
1925 K Street, NW
Washington, DC 20423-0001

ENTERED
Office of Proceedings

JUN 13 2003

Part of
Public Record



RE: Notice of Exemption by Sierra Railroad Company and Yolo Shortline Railroad Company; FD 34360 (Related to Finance Docket No. FD 34351)

Dear Ms. Hedgepeth:

Pursuant to your request, this will confirm the following as to the above notice of exemption:

This is a transaction within a corporate family of the type specifically exempted from prior review and approval under 49 C.F.R. section 1180.2(d)(3). The parties state that the transaction will not result in adverse changes in service levels, significant operational changes, or a change in the competitive balance with carriers outside the corporate family.

Please contact me if you have any questions regarding this filing.

Thank you.

Sincerely,

Torgny Nilsson
General Counsel
Sierra Railroad Company

Sierra Railroad Company
220 South Sierra Avenue
Oakdale, California 95361
PHONE 209-848-2100
FAX 209-849-8595