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Honorable Vernon A Williams, Secretary

Surface Transportation Board

1925 L Street, N.W.

Room 700

Washington D.C. 20006

Re: Docket No. AB-55-667X, CSX Transportation, Inc.

Abandonment Exception – in Harland County, KY

June 8, 2006

Dear Secretary Williams:

This financial Statement is filed on behalf of Pardee & Curtin Realty LLC, (Pardee) which is a subsidiary of Pardee Resources, Inc. On April 23, 2006, Pardee filed a OFA in the above matter,. Due to some confusion, the financial statement was not included in the filing. Please have the attached financial statement incorporated as an exhibit to the FOA as filed. It is believed that Pardee has adequate resources to effectuate a purchase of the property proposed for abandonment. If you need anything further, please let us know.



Francis G. McKenna

Attorney for Pardee

I hereby certify that a copy of this letter and the financial statement have been served on Steven Ambrust at steven_Ambrust@csx.com



Francis G. McKenna

Pardee Resources Company
UNAUDITED CONSOLIDATED BALANCE SHEET

(Dollars in Thousands)

	March 31 2006	December 31 2005
ASSETS		
Current Assets:		
Cash & Cash Equivalents	\$13,888	\$8,989
Accounts Receivable	3,637	5,859
Other Current Assets	<u>278</u>	<u>206</u>
	<u>17,803</u>	<u>15,054</u>
Fixed Assets: (Net of Depl. & Deprec.)		
Land & Rights of Way	14,085	14,100
Mineral Rights - Coal	17,571	17,606
Timber	9,486	9,634
Building & Structures	769	790
Timber Operations	1,280	1,354
Office Equipment	215	236
Automobiles	79	67
Other	<u>293</u>	<u>304</u>
	<u>43,778</u>	<u>44,091</u>
Investments:		
Oil & Gas Investments (Net of Depl. & Deprec.)	9,255	9,420
Other	<u>443</u>	<u>417</u>
	<u>\$71,279</u>	<u>\$68,982</u>
Total Assets		
LIABILITIES & STOCKHOLDERS' EQUITY		
Liabilities:		
Accounts Payable	\$933	\$1,057
Taxes Payable	2,079	824
Deferred Revenue	2,070	1,783
Other Liability	1,207	1,197
Note Payable	11,667	12,917
Supplemental Pension Plan	150	150
Deferred Taxes	<u>2,640</u>	<u>2,693</u>
	<u>20,746</u>	<u>20,621</u>
Stockholders' Equity:		
Common Stock	775	775
Additional Paid in Capital	11,837	11,582
Other Comprehensive Income	237	249
Retained Earnings	41,406	39,472
Treasury Stock	<u>(3,722)</u>	<u>(3,717)</u>
	<u>50,533</u>	<u>48,361</u>
Total Liabilities & Equity	\$71,279	\$68,982

Pardee Resources Company
UNAUDITED CONSOLIDATED INCOME STATEMENT
For Three Months Ended March 31, 2006 and 2005

(Dollars in Thousands)

	2006	2005
DIVISIONAL REVENUES		
Coal	\$2,039	\$2,507
Oil & Gas	2,996	2,604
Timber & Surface	<u>1,702</u>	<u>1,451</u>
	<u>6,737</u>	<u>6,562</u>
DIVISIONAL EXPENSES:		
Coal	377	449
Oil & Gas	767	709
Timber & Surface	<u>820</u>	<u>604</u>
	<u>1,964</u>	<u>1,762</u>
NET OPERATING INCOME	\$4,773	\$4,800
Interest and Other Income	77	36
General and Administrative	(1,005)	(823)
Interest Expense	<u>(112)</u>	<u>(148)</u>
INCOME BEFORE TAXES	\$3,733	\$3,865
Taxes	<u>1,307</u>	<u>1,420</u>
NET INCOME	\$2,426	\$2,445
EARNINGS PER SHARE	\$3.27	\$3.23
Weighted Average Number of Common Shares Outstanding	742,886	757,792
Common Dividend Per Share Paid through March 31	<u>\$.56</u>	<u>\$.56</u>