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August 30, 2004

By Hand

David M. Konschnik
Director, Office of Proceedings
Surface Transportation Board
1925 K Street, N.W., Room 711
Washington, D.C. 20006

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Office of Proceedings
AUG 31 2004
Part of
Public Record



Re: CSX Corporation and CSX Transportation, Inc., Norfolk Southern Corporation and Norfolk Southern Railway Company -- Control and Operating Leases/Agreements -- Conrail, Inc. and Consolidated Rail Corporation, Finance Docket No. 33388 (Sub-No. 94)

Dear David:

On behalf of our clients, Applicants in the above-referenced proceeding, we write in accordance with ordering paragraph number 4 of the Board's November 7, 2003 Decision in this matter to inform the Board that Applicants have carried out the Supplemental Transaction authorized in that Decision. Closing of the Supplemental Transaction occurred on Friday, August 27, 2003.

Please direct any inquiries regarding this matter to the undersigned.

Sincerely,

G. Paul Moates

cc: James A. Squires
Senior General Counsel, Norfolk Southern Corporation

Peter J. Shultz
Vice President-Regulatory Affairs & Washington Counsel
CSX Corporation