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March 19, 2002

VIA FIRST CLASS MAIL

Honorable Vernon A. Williams
Surface Transportation Board
1925 K. Street N.W.
Washington, D.C. 20423-0001

ENTERED
Office of the Secretary

MAY 20 2002

Part of
Public Record

Re: **STB Docket No. AB-573X**, *Trinidad Railway, Inc. – Abandonment Exemption – in Las Animas County, CO*

~~STB Finance Docket No. 34087, Trinidad Railway, Inc. – Lease and Operation Exemption – Kern Valley Railroad Company~~

~~STB Finance Docket No. 33956, Kern Valley Railroad Company – Lease and Operation Exemption – Trinidad Railway, Inc.~~

Dear Mr. Williams:

We represent Rail Ventures, Inc. before the Board. We recently (March 18, 2002) filed a Request on Behalf of Rail Ventures, Inc. to Establish Terms and Conditions of Sale ("Set Terms Request"). At Exhibit "N" of the Set Terms Request, we submitted a **photocopy** of a letter from Mr. Kevin S. Smith of David J. Joseph Company ("DJJ") to Mr. John Reed, dated March 14, 2002.

Enclosed please find the **original** letter. Please replace the photocopy "Exhibit 'N'" in the Set Terms Request filing packet marked "ORIGINAL" with this original document. The photocopy being replaced is an exact duplicate of the original.

All other parties are being served, as indicated on the enclosed Certificate of Service. Please contact us with any questions or concerns. ((206) 268-8646).

March 19, 2002
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Very truly yours,

A handwritten signature in black ink, appearing to read "Taro Kusunose", with a long horizontal flourish extending to the right.

Taro Kusunose
Stephen L. Day

TK:ltg

Enclosure

cc: Mr. John W. Reed
Mr. Fritz Kahn
Mr. John D. Heffner

Certificate of Service

STB Docket No. AB-573X, *Trinidad Railway, Inc. – Abandonment Exemption – in Las Animas County, CO*

STB Finance Docket No. 34087, *Trinidad Railway, Inc. – Lease and Operation Exemption – Kern Valley Railroad Company*

STB Finance Docket No. 33956, *Kern Valley Railroad Company – Lease and Operation Exemption – Trinidad Railway, Inc.*

I certify that I have this day served copies of the attached LETTER TO THE HONORABLE VERNON A. WILLIAMS REQUESTING REPLACEMENT OF EXHIBIT "N" DATED MARCH 19, 2002 upon all parties of records in this proceeding, by first class mail, postage-prepaid.

DATED this 19th day of March, 2002.


Print Name: TARO KUSUNOSE

(49 C.F.R. § 1104.12; 49 U.S.C. 10321; 5 U.S.C. 553)

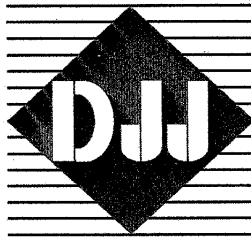


EXHIBIT N



March 14, 2002

Mr. John Reed
Eureka Financial
P.O. Box 128
Louisville, CO 80027

Dear Mr. Reed;

ORIGINAL

Pursuant to our conversations I have reviewed the material he
Trinidad Railway, MP 2.00 to MP 30.00. We have developed the following net
liquidated material value, which is true and accurate to the best of our knowledge, based
upon third-party inspections as to quantities of materials involved in this line. Values are
based upon current market pricing.

Total Rail Value:	\$1,600,000
Total Joint Bar Value:	\$ 92,000
Total Plate Value:	\$ 715,000
Total Anchor Value:	\$ 8,500
Total Turnout Value:	\$ 69,000
Total Tie Value:	\$ 165,000
Total Spikes & Bolts Value:	\$ 15,000
Total Ballast Value	\$ 5,000
Total Value	\$2,669,500

Total Removal Cost	\$ 305,000
Net Liquidated Material Value	\$2,364,500

Should you have any questions concerning this information, please do not hesitate to call
me at (719) 282-9704.

Sincerely,

Kevin S. Smith
Director of Rail Services