

**INDIANA HARBOR BELT RAILROAD COMPANY**

2721 - 161ST STREET, HAMMOND, IN 46323-1099



December 1, 2006

Mr. R. R. Pasquarella
General Chairman, BLE&T
2707 Great Meadow Drive
Joliet, IL 60432

Dear Mr. Pasquarella:

This shall confirm our interpretation reached in our conference at Hammond, Indiana, on December 1, 2006, whereby it is mutually agreed and understood that Section 4, Item B and Section 5 as set forth in ARTICLE VIII - GUARANTEED EXTRA BOARD STARTS - Engineers as contained in the August 1, 2005 Agreement between the INDIANA HARBOR BELT RAILROAD COMPANY and its Employees Represented by the BROTHERHOOD OF LOCOMOTIVE ENGINEERS AND TRAINMEN (Engineers) was erroneously placed into the August 1, 2005 Agreement and therefore, Section 4, Item B and Section 5 is hereby abrogated in its entirety. All other items listed in Section 4 shall remain in full force and effect.

If this correctly sets forth our understanding, please affix your signature in the space provided below.

Very truly yours,

M.K. Conley
Director Labor Relations and Human Resources

I agree:

R.R. Pasquarella, General Chairman BLE&T