# MERGENT, TRANSPORTATION

**NEWS REPORTS** 

Friday, September 28, 2018

MERGENT

Volume 89 No. 9

NOTICE - Items in this issue will be listed online weekly and printed monthly.

#### AIR T INC

Acquisition Completed On Sept. 17, 2018, Co.'s 79%-owned subsidiary, Contrail Aviation Support, LLC, acquired two used Airbus A319-100 aircraft for a purchase price exceeding \$35,000,000.

#### **AIR T INC**

**Acquisition Development** On Aug. 31, 2018, Co.'s 79% owned subsidiary, Contrail Aviation Support, LLC, entered into an aircraft sale agreement to purchase two used Airbus A319-100 aircraft for purchase price exceeding \$35,000,000.

#### AIR TINC

**Annual Meeting Development** On Aug. 22, 2018, Co. held its Annual meeting of Stockholders.

#### AIR T INC

Financing Development On May 25, 2018, Co.'s whollyowned subsidiaries Worthington Acquisition, LLC, Worthington Aviation, LLC and Worthington MRO, LLC, as Borrowers, completed a loan transaction with Minnesota Bank & Trust ("MBT") pursuant to which Borrowers obtained from MBT a new revolving loan in the amount of up to \$1,500,000 (the "Revolving Loan" and new term loan in the amount of \$3,400,000 (the "Term Loan" and together with the Revolving Loan, the "Loans"). The entire loan proceeds were disbursed by MBT on May 25, 2018 and were used to reduce amounts previously advanced on Co.'s line of credit financing with MBT. Until the Term Loan is paid in full and certain other conditions met, Co. guaranteed up to \$3,000,000 of the Loans. The guaranty is thereafter reduced to \$1,500,000. The interest rate on Term Loan floats at a rate equal to the one month LIBOR rate plus 2.5% and the interest rate on the Revolving Loan floats at a rate equal to the one month LIBOR rate plus 2.0%. The Loans mature on Nov. 30, 2019, at which time the entire unpaid balance of the Loans will be due and payable in full. In addition, the loan agreement contains affirmative and negative covenants and the loans are secured by a first lien on all of the assets of the Borrowers and a pledge of certain assets held by Stratus Aero Partners, LLC, a subsidiary of Co.

# **CSX CORP**

**Co. Repurchasing Certain Securities** On Oct. 25, 2018, Co.'s Board of Directors has authorized \$1,500,000,000 in share repurchases, which builds on the \$1,500,000,000 program recently completed.

# CSX CORP

**Dividend Announcement** On May 18, 2018, Co.'s Board of Directors approved a \$0.22 per share quarterly dividend on Co.'s common stock. The dividend is payable on June 15, 2018, to shareholders of record at the close of business on May 31, 2018. **CSX CORP** 

**Dividend Announcement** On Aug. 3, 2018, Co.'s Board of Directors approved a \$0.22 per share quarterly dividend on Co.'s common stock. The dividend is payable on Sept. 14, 2018, to shareholders of record at the close of business on Aug. 31, 2018.

**Official Changes** On Oct. 25, 2017, Co. announced the appointment of James M. Foote as its chief operating officer.Mr. Foote will have responsibility for both operations and sales and marketing and will be based Co.'s headquarters in Jacksonville, ET.

# **CSX CORP**

Official Changes On Dec. 22, 2017, Co.'s board of Directors announced that it has unanimously named James (Jim) M. Foote as Co.'s president and chief executive officer, effective immediately.

#### CSX CORP

**Official Changes** On Jan. 8, 2018, Co. announced that Edmond L. Harris has been named executive vice president of operations, effective immediately.

#### **CSX CORP**

Official Changes On Mar. 19, 2018, Co. announced the appointment of Angela C. Williams as vice president and controller as successor to Andrew L. Glassman, who has provided notice that

6-	he will be leaving Co. to pagreed to stay on through					2,276	2,184	2,832
	tion.				Cost of materials			
g	CSX CORP				& services	(19,013)	(17,109)	(17,640)
	Official Changes On					(8,172)	(7,354)	(8,075)
	Schwichtenberg, a recogn			s joining Co.	-			
	as vice president and chie	f safety officer	r.		amortization &	(2.052)	(1.7(0)	(1.715)
0	Official Changes On	Inly 9 2018	Co. announce	ed that Mark	impairment	(2,052)	(1,769)	(1,715)
	Wallace has been appoin					(335)	(316)	(332)
	marketing and Diana Sort					(335)	(510)	(552)
d	president and chief admin				maintenance			
	CSX CORP				expenses	(884)	(888)	(878)
	Official Changes On S					/1.11A	(1.070)	(1.041)
	in leadership for the Merch					(1,114)	(1,078)	(1,041)
	ing teams with the appoint dent, Industrial Products a							
	Intermodal and Automotiv		remiey to vi	ce i resident,	distribution			
	<b>DEUTSCHE LUFTHAN</b>		RMANY, FEI	D. REP.)	systems	(505)	(449)	(411)
")	Annual Report				Advertising &			
ı"	Consolidated Income	Statement, Y	ears Ended I	Dec. 31 (Eu-	-	(400)	(387)	(358)
	Millions):	2017	□2016	2015	Foreign exchange	(750)	(010)	(1.606)
e it		2017	(revised)	(revised)	losses	(758)	(910)	(1,606)
	Traffic revenue	28,399	24.661	25,506	consulting & legal			
	Other revenue	7,180	6,999	6,550	expenses	(272)	(229)	(207)
e	Changes in				Other services	(137)	(135)	(140)
	inventories & work				Insurance premiums			
	performed by				for flight	(50)	(51)	(47)
	enterprise & capitalized	106	95	203	operations	(56)	(51)	(47)
	Foreign exchange	100	93	203	receivables	(98)	(88)	(90)
	gains	885	886	1,522	Communication costs.	(77)	(70)	(59)
	Commission income	272	250	285	Other taxes	(87)	(90)	(83)
О	Income from				Loss on disposal of			
	reversal of				non-current assets	(6)	(26)	(14)
0	provisions &	151	255	245	Commissions for	(227)	(208)	
	accruals	151	255	245	credit cards Impairment on	(227)	(208)	•••
	reversal of				assets held for			
	impairment losses				sale		(21)	
	of the fixed assets	83	10	8	Consulting fees in			
	Compensation				connection with			
	received for	64	45	25	financial			(4)
	damages	64	45	25	transactions		• • • •	(4)
	write-downs on				operating expenses	(615)	(571)	(836)
of	receivables	46	27	32		( /	(-, )	()
	Income from				operating expenses	(5,571)	(5,517)	(6,106)
	operating-leasing		10		Profit (loss) from			
	aircraft	44	13	• • • •	operating	3,153	2,190	1,555
n-	Income from the disposal of				activities	3,133	2,190	1,333
_	non-current assets	38	13	14	investments			
	Rental income	33	31	33	accounted for using			
e,	Services provided				the equity method	118	58	111
	by the Group	27	34		Result from other	•		
	Income from staff	26	20	22	equity investments Interest income	39	27	10
	secondment	26	28	33	Interest income	178 (373)	64 (282)	186 (356)
	disposal of				Other financial	(373)	(202)	(330)
	non-current				items	72	191	520
	available-for-sale				Profit (loss)			
	financial assets	5	51	53	before income taxes	3,187	2,248	2,026
r-	Income from				Income taxes	(789)	(445)	(304)
	sub-leasing aircraft	1	3	6	Profit (loss) after income taxes	2,398	1,803	1,722
p-	Miscellaneous other	1	5	J	Profit (loss)	2,370	1,000	1,/22
	operating income	601	538	576	attributable to			
at					minority interests	34	27	24

Net profit (loss)			
attributable to shareholders of			
Deutsche Lufthansa			
AG	2,364	1,776	1,698
Weighted average shares			
outstanding-basic	470	466	463
Weighted average			
shares outstanding-diluted	470	466	463
Year end shares			
outstanding Net earnings (loss)	471	469	465
per share - basic	Eu5.03	Eu3.81	Eu3.67
Net earnings (loss)			
per share - diluted Dividends per share	Eu5.03 0.80	Eu3.81 0.50	Eu3.67
Total number of		0.50	•••
employees	<sup>3</sup> 129,424	<sup>3</sup> 124,306	<sup>3</sup> 120,652
M = 4 + 2 + 2			D
Reclassified to conform with 2010	orm with 201	7 presentatio	n; Reclass
Consolidated Balance			a 21 (EvM:
lions):	e Sheet, 1ea	rs Ended De	c. 31 (Eulvii
		2017	<sup>11</sup> 2016
Goodwill from			(revised)
consolidation		713	636
Intangible assets with an		(20	(20
indefinite useful life Other intangible assets		630 492	629 472
Aircraft & reserve		.,,_	
engines, gross		30,938	28,130
Accumulated amortizatio Aircraft & reserve	n	(14,980)	(13,332)
engines, net		<sup>2</sup> 15,959	14,798
Repairable spare parts		1 750	1 604
for aircraft, net Property, plant & other		1,758	1,604
equipment, gross		5,471	5,447
Accumulated depreciation Property, plant & other	n	(3,285)	(3,248)
equipment, net		2,186	2,199
Investments accounted for		505	516
using the equity method. Other equity investments		585 221	516 212
Non-current securities		32	23
Loans & receivables Derivative financial		475	513
instruments		642	1,474
Deferred charges &			
prepaid expenses Effective income tax		9	11
receivables		12	4
Deferred tax assets		1,523	1,413
Total non-current assets.  Inventories		25,237 907	24,504 816
Trade receivables		⅓3,985	<sup>4</sup> 3,312
Receivables from		50	
affiliated companies Receivables from other		58	66
equity investments		1	
Other receivables		1,239	1,164
Emissions certificates Derivative financial		31	28
instruments		600	534
Deferred charges &		197	167
prepaid expenses Effective income tax		197	107
receivables		58	37
Securities		2,551 1,397	2,681 1,256
Assets held for sale		6	132
$Total\ current\ assets \dots .$		11,030	10,193
Total assets		36,267 1,206	34,697 1,200
Capital reserves		263	222
Retained earnings		4,141	1,549
Other neutral reserves Net profit/loss		1,521 2,364	2,313 1,776
Equity attributable to		_,	-,
shareholders of Deutsche			

Lufthansa AG ..... 9.495 7,060 Non-controlling interests..... 103 89 Total shareholders' 9.598 7.149 5.116 8,364 503 601 1.009 1.005 1,881 1,416 Leasing liabilities & other loans ..... 3 256 3 386 Borrowings..... 6,142 5,811 Other financial liabilities..... 243 Advanced payments received, deferred income & other non-financial 1,289 1,246 Derivative financial instruments..... 190 Deferred tax liabilities . . . . . . . . . . 437 449 Total non-current provisions & liabilities ..... 14.030 16,539 990 1,066 Borrowings..... il- Trade payables..... 3,432 3,067 Liabilities to banks..... 18 Other liabilities to 233 228 Liabilities from equity investments..... 591 350 Other financial 976 981 Liabilities from unused 3,773 3,040 Advance payments received . . . . . . 39 51 Net debit balance of advance payments received & receivables of 39 18 325 341 Other current liabilities . . . . . . . . . 493 561 Advance payments received, deferred income & other non-financial 992 875 Derivative financial 185 instruments..... 124 Effective income tax 390 838 Total current provisions 12.639 11 009 & liabilities ..... Total shareholders' 36,267 34,697

 $^{\small{\blacksquare}}$  Reclassified to conform with 2017 presentation;  $^{\small{\blacksquare}}$  As Euro188.000.000

#### Recent Dividends:

- Depositary Receipts. No dividends paid.
- 2. Deutsche Lufthansa AG (Germany, Fed. Rep.) registered. No dividends paid.
- **Annual Dividends:** 1. Deutsche Lufthansa AG (Germany, Fed. Rep.) American
- Depositary Receipts. No dividends paid. 2. Deutsche Lufthansa AG (Germany, Fed. Rep.) registered.
- No dividends paid. **FEDEX CORP**

Acquisition Development On June 18, 2018, Co.'s whollyowned subsidiary, FedEx Express Corp. ("FedEx Express"), entered into agreements to purchase 12 incremental B777F aircraft and 12 incremental B767F aircraft. Six of the B777F and one of the B767F aircraft purchases were conditioned upon there being no event that causes FedEx Express or its employees not to be covered by the Railway Labor Act of 1926, as amended ("RLA"). The B777F aircraft are expected to be delivered between 2021 and 2025. The B767F aircraft are expected to be delivered between 2020 and 2022. As part of these agreements, one B777F and one

B767F aircraft delivery were accelerated from 2020 to 2019. As

the result, FedEx Express has a total of 24 firm orders for B777F aircraft scheduled for delivery during 2019 through 2025 (one of which was delivered in June 2018) and a total of 69 firm orders for B767F aircraft for delivery during 2019 through 2023 (two of which were delivered in June 2018). Six of the B777F orders and five of the B767F orders are conditioned upon there being no event that causes FedEx Express or its employees not to be covered by the RLA (the RLA condition was removed from three previously ordered B777F aircraft). Terms of the transaction were not disclosed. Also on June 18, 2018, Co.'s wholly-owned subsidiary, FedEx Express Corp. ("FedEx Express"), acquired options to purchase an additional 14 B777F aircraft, and the delivery dates of 11 existing B777F option aircraft were rescheduled. As a result, FedEx Express has options to purchase a total of 25 B777F aircraft for delivery through 2028. FedEx Express also acquired options to purchase an additional six B767F aircraft. As a result, FedEx Express has options to purchase a total of 50 B767F aircraft for delivery through 2026. Terms of the transaction were not disclosed.

#### FEDEX CORP

Annual Meeting Development On Aug. 13, 2018, Co. announced that its Annual Meeting of Stockholders will be held on Sept. 24, 2018, at 8:00 a.m. local time, in the auditorium at the FedEx Express World Headquarters, 3670 Hacks Cross Road, Building G, Memphis, TN, 38125.

#### FEDEX CORP

Earnings, 3 mos. to Aug 31(Consol. – \$000):

Latinings, 5 mos. to Aug 51 (Conson.	φοσο).	
	2018	2017
Total revenues	17,052,000	15,297,000
Cost & expenses	15,981,000	14,326,000
Operating income	1,071,000	971,000
Other income (expense), net	142,000	125,000
Net before taxes	1,101,000	982,000
Income taxes	266,000	386,000
Net income	835,000	596,000
Earnings common share		
Primary	. \$3.15	\$2.22
Fully Diluted	\$3.10	\$2.19
Common Shares:		
Full Diluted	. 269,000	272,000
Year-end	263,516	268,148
Consolidated Balance Sheet Items, a	s of (\$000):	
Assets:		2018
		2010
Cash & equivalents		2,369,000
Cash & equivalents		
		2,369,000
Inventories		2,369,000 523,000
Inventories		2,369,000 523,000 12,641,000
Inventories		2,369,000 523,000 12,641,000 28,779,000
Inventories		2,369,000 523,000 12,641,000 28,779,000
Inventories Current assets Net property & equip. Total assets Liabilities: Current liabilities		2,369,000 523,000 12,641,000 28,779,000 51,901,000
Inventories		2,369,000 523,000 12,641,000 28,779,000 51,901,000 9,606,000
Inventories Current assets Net property & equip. Total assets Liabilities: Current liabilities Long-term debt.		2,369,000 523,000 12,641,000 28,779,000 51,901,000 9,606,000 15,241,000

#### HUB GROUP, INC.

Interest Sale Completed On Aug. 31, 2018, Co. sold all reported by the Company; Of which from unfinished or the issued and outstanding equity interests of its direct whollyders less advanced payments received: Euro185,000,000; (a) Of owned subsidiary, Mode Transportation, LLC ("Mode"), excludwhich from unfinished orders less advanced payments received: ing Mode's temperature protected services division ("Temstar") which was retained by Co., to Mode Purchaser, Inc. ("Purchaser"). a newly formed company affiliated with York Capital Management, a global institutional investment management firm, for ap-1. Deutsche Lufthansa AG (Germany, Fed. Rep.) American proximately \$238,500,000 in cash, subject to customary purchase price adjustments.

# MESA AIR GROUP INC

# Annual Report

Consolidated Income Statement, Years Ended Sept. 30 (\$000): 2017 2016 2008

Passenger			1,313,436
revenues			12,675
Contract revenue	<sup>II</sup> 618,698	<sup>2</sup> 569,373	
Pass-through &			
other	<sup>3</sup> 24,878	<sup>₫</sup> 18,463	
Total operating			
revenues	643,576	587,836	1,326,111
Flight operations	155,516	141,422	364,659
Fuel	766	753	517,907
Maintenance expense.	210,729	225,130	262,868
Aircraft rent	72,551	71,635	
Aircraft & traffic			
servicing expense	3,676	3,936	76,284
Promotion & sales			

expense	• • • •		4,682	Total number of employees	<sup>5</sup> 3,102	<sup>56</sup> 4,113
administrative				employees	±3,102	4,113
expense	38,996	42,182	83,115	stockholders		56992
Depreciation &				Stockholders	•••	992
amortization	61,048	46,020	37,674	Related party - Contract revenue	e: \$354 614 00	00. Related
Loss contingency & settlement of				party - Contract revenue: \$366,911,0		
lawsuits			(31,265)	through & other revenue: \$7,920,00		
Bankruptcy &	•••		(31,203)	through & other revenue: \$8,885,000		
vendor settlements			(27)	As of March 31, 2018	,, 113 is, 11 <sub>1</sub>	рргохинасту,
Impairment &				Consolidated Balance Sheet, Yea	nc Endad Cant	20 (\$000).
restructuring			200	Consolidated Balance Sheet, Tea	2017	2016
charges (credits) Total operating	• • • •	• • • •	209		2017	2010
expenses	543,282	531,078	1,316,106	Cash & cash equivalents	56,788	37,686
Operating income	0.0,202	551,070	1,510,100	Restricted cash	3,559	3,513
(loss)	100,294	56,758	10,005	Receivables, net	<sup>Ⅲ</sup> 8,853	9,297
Interest expense	46,110	32,618	36,081	Expendable parts &	15 114	10.154
Interest income	32	325	6,511	supplies, net	15,114 53,645	12,154 32,397
Gain on extinguishment of				Unutilized manufacturer	33,043	32,391
debt			14,680	credits		4,180
Loss from equity			,	Deferred reimbursed costs	1,863	1,237
method investment			(5,446)	Maintenance deposits	3,529	400
Other income				Other prepaid expenses &	2 400	4 202
(expense)	(514)	381	8,919	other current assets  Prepaid expenses & other	2,488	4,303
Total other income (expense)	(46,592)	(31,912)	(11,417)	current assets	61,525	42,517
Income (loss) from	(40,392)	(31,912)	(11,417)	Total current assets	145,839	105,167
continuing				Aircraft & other flight	,	,
operations before				equipment substantially		
taxes	53,702	24,846	(1,412)	pledged	1,388,990	1,293,438
Current income				Other equipment	3,383	3,817
taxes - state	359	413	480	Leasehold improvements	2,746 744	2,693 728
Total current income taxes	359	413	480	Buildings	699	699
Deferred income	337	413	400	Furniture & fixtures	251	384
taxes - federal	17,713	8,982	3,702	Property & equipment,		
Deferred income				gross	1,396,813	1,301,759
taxes - state	2,802	531	141	Less accumulated		
Total deferred	20.515	0.512	2.042	depreciation & amortization	204,365	148,409
income taxes	20,515	9,513	3,843	Property & equipment,	204,303	140,409
provision (benefit)	20,874	9,926	4,323	net	1,192,448	1,153,350
Net income (loss)	,	-,	-,	Intangible assets	11,724	12,107
from continuing				Lease & equipment		
operations			(5,735)	deposits	1,945	4,244
Income (loss) from				Noncurrent deferred reimbursed costs, net	4,249	3,672
discontinued				Noncurrent debt financing	4,249	3,072
operations, net of taxes			(23,425)	costs, net	841	1,791
Net income (loss)	32,828	14,920	(29,160)	Noncurrent prepaid		,
Weighted average		,	` ' '	maintenance deposits	588	2,884
shares outstanding				Other items	15	15
- basic	10,919	9,558	27,145	Other assets	5,693	8,362
Weighted average				Total assets	1,357,649	1,283,230
shares outstanding - diluted	23,386	24,082	27,145	long-term debt	140,466	109,901
Year end shares	23,300	24,002	27,143	Accounts payable	<sup>2</sup> 44,738	<sup>3</sup> 52,959
outstanding	12,231	13,151	26,773	Accrued compensation	9,080	8,839
Income (loss) per				Accrued property taxes	6,484	5,756
share from				Accrued interest	4,036	3,901
continuing			\$(0.21)	Accrued vacation	2,663	2,464
operations - basic Income (loss) per	•••		\$(0.21)	Accrued wheels, brakes & tires	2,477	1,328
share from				Other accrued expenses	8,269	6,701
discontinued				Total current liabilities	218,213	191,849
operations-basic			\$(0.86)	Notes payable	613,125	581,112
Net income (loss)				Senior & subordinated		
per common share -	\$3.01	¢1 50	¢(1.07)	notes payable	318,143	342,377
basic	\$3.01	\$1.56	\$(1.07)	Working capital draw loan Less current portion	25,650 140,466	109,901
share from				Less unamortized debt	140,466	102,201
continuing				issuance costs	(12,578)	(10,473)
operations -				Deferred credits	<sup>⊞</sup> 17,189	5 <sub>16,876</sub>
diluted			\$(0.21)	Deferred income taxes	56,436	35,921
Income (loss) per				Other noncurrent		
share from discontinued				liabilities	39,713	46,318
operations-diluted			\$(0.86)	Total non-current liabilities	917,212	902,230
Net income (loss)	•••	•••	Ψ(0.00)	Total liabilities	1,135,425	1,094,079
per common share -				Common stock	114,456	114,211
diluted	\$1.40	\$0.62	\$(1.07)	Retained earnings	,	

(accumulated deficit)	107,768	74,940
Total stockholders'		
equity	222,224	189,151

Related party - Receivables, net: \$1,329,000; Related d party - Accounts payable: \$2,644,000; [3] Related party - Acs- counts payable: \$4,875,000; A Related party - Deferred credits: - \$2,644,000; <sup>S</sup> Related party - Deferred credits: \$6,175,000

# Recent Dividends:

1. Mesa Air Group Inc common.

No dividends paid.

**Annual Dividends:** 

1. Mesa Air Group Inc common.

No dividends paid.

# **MESA AIR GROUP INC**

Earnings, 9 mos. to Jun 30(Consol. - \$000):

Total revenues	504,063	486,282
Cost & expenses	425,588	363,457
Deprec., depl. & amort	47,611	45,220
Operating income	30,864	77,605
Interest income	30	23
Interest expense	41,592	33,659
Other income (expense), net	(117)	(447)
Net before taxes	(10,815)	43,522
Income taxes	(24,676)	16,175
Net income	13,861	27,347
Earnings common share		
Primary	\$1.18	\$2.52
Fully Diluted	\$0.58	\$1.18
Common Shares:		
Full Diluted	24,052	23,241
Year-end	12,573	
MESA AIR GROUP INC		
Earnings, 6 mos. to Mar 31(Consol. –	\$000):	
zarinigo, o most to mai o i (conson.	2010	2017

2018

2017

	2018	2017
Total revenues	332,324	319,330
Cost & expenses	269,354	248,487
Deprec., depl. & amort	31,598	29,600
Operating income	31,372	41,243
Interest income	19	15
Interest expense	27,474	21,840
Other income (expense), net	(102)	(394)
Net before taxes	3,815	19,024
Income taxes	(21,181)	7,110
Net income	24,996	11,914
Earnings common share		
Primary	\$2.18	\$1.11
Fully Diluted	\$1.06	\$0.51
Common Shares:		
Full Diluted	23,563	23,444
Year-end	12,231	

# **MESA AIR GROUP INC**

Financing Development On June 28, 2018, Co. purchased nine CRJ-900 aircraft, which were previously leased under the GECAS Lease Facility, for \$76.5 million. Co. financed the aircraft purchase with \$69.6 million in new debt and proceeds from the June 2018 aircraft refinancing. The notes payable of \$69.6 million require quarterly payments of principal and interest through fiscal 2022 bearing interest at LIBOR plus a spread ranging from 3.50% for the senior promissory notes to 7.50% for the subordinated promissory notes. Co. recorded non-cash lease termination expense of \$15.1 million in connection with the lease buyout. Also, as part of the transaction, Co. (i) received \$4.5 million of future goods and services credits and \$5.6 million of loan forgiveness for loans with a maturity date in 2027 from the aircraft manufacturer, and (ii) mutually agreed with GE Capital Aviation Services LLC to terminate the GE Warrant.

# MESA AIR GROUP INC

Financing Development On June 27, 2018, Co. refinanced \$16.0 million of debt on six CRJ-900 aircraft (due in 2019), with \$27.5 million of debt, resulting in net cash proceeds to Co. of \$10.4 million after transaction related fees. The notes payable require quarterly payments of principal and interest through fiscal 2022 bearing interest at LIBOR plus 3.50%.

# **MESA AIR GROUP INC**

Offering On Aug. 9, 2018, Co. announced the pricing of its initial public offering of 9,630,000 shares of its common stock, at a public offering price of \$12.00 per share. Co. and the selling shareholders named in the registration statement granted the

underwriters a 30-day (	over-allotment	ontion to pur	chase un to an	& investments	60,900	73,800	69,200	depreciation &		
additional 1,444,500 sl	hares of Co.s	common stock	k. If the over-	Amortized interest	00,900	75,800	09,200	impairment losses	(13,654,900)	(12,870,900)
allotment option is exe				income from other receivables		100	1.500	Property, plant and	10 924 600	16 422 200
•			1	Interest income	60,900	100 73,900	1,500 70,700	equipment		16,433,300 170,400
stock are expected to b	egin trading o	n the Nasdaq	Global Market	Surplus (loss) on	,	,.	,	Computer software &	, , , , , ,	,
on August 10, 2018 un								others, net	179,700	181,000
is expected to close on customary closing cond		18, subject to	satisfaction of	spare engines	16,100	(31,700)	52,700	Deferred engine development cost, net	58,500	58,400
PIONEER RAILCOR				Dividends from	10,100	(31,700)	32,700	Advance & progress	30,300	30,100
Earnings, 6 mos. to Ju	un 30(Consol.			long-term				payments, net		13,700
Total revenues		2018	2017	investments Dividends from	6,200	5,500	115,300	Intangible assets	,	423,500 1,056,900
Cost & expenses			, ,	asset held for sale		39,500		Joint venture companies		160,200
Operating income			634,364	Other non-operating				Long-term investments	346,000	405,700
Interest expense			367,353 587,398	items	18,600	(103,200)	91,100	Other long-term assets		479,300 61,100
Other income (expense Gains or losses				Share of profits of joint venture				Deferred account		178,400
Net before taxes		1,926,473	854,409	companies	41,000	20,900	22,800	Trade debtors		1,144,600
Net income		1,926,473	854,409	Share of profits				Deposits & other debtors		127,400
Earnings common shar Common Shares:	e			(losses) of associated				Prepayments  Deferred account		211,000 11,800
Year-end		. 3,850,393	3,850,393	companies	(9,300)	(63,000)	(11,100)	Derivative assets	,	85,000
				Profit before				Investments		539,900
SINGAPORE AIRLIN	NES LTD			taxation	1,101,000 (164,200)	518,600 (76,700)	972,400 (120,600)	Cash & bank balances	, ,	3,380,500 21,400
Annual Report Consolidated Inco	me Statemen	t. Years End	led Mar. 31		(104,200)	(70,700)	(120,000)	Total current assets	,	5,700,000
(S\$000):				financial year	936,800	441,900	851,800	Total assets		24,720,000
	2018	2017	<sup>1</sup> 2016	Profit attributable				Sales in advance of	2 425 600	1 624 200
Revenue	15,806,100	14.868.500	(revised) 15,238,700	to: owners of the company	892,900	360,400	804,400	carriage		1,634,300 707,800
Staff costs		(2,616,200)	(2,451,800)	Profit attributable	0,2,,,00	200,100	001,100	Deferred account		86,000
Fuel costs		(3,747,500)	(4,527,000)	to: non-controlling	12.000	01.500	47.400	Current tax payable		80,300
Depreciation Impairment of	(1,639,600)	(1,552,100)	(1,543,000)	interests	43,900	81,500	47,400	Trade & other creditors		3,296,100 42,000
property, plant &				ordinary shares				Provisions		322,400
equipment	(30,200)	(3,900)	(10,600)	outstanding - basic	1,182,200	1,182,600	1,166,000	Derivative liabilities	,	119,700
Amortization of	(44.400)	(20,000)	(22.700)	Weighted average ordinary shares				Total current liabilities  Net current assets	6,549,400	6,288,600
intangible assets Aircraft	(44,400)	(39,800)	(32,700)	outstanding -				(liabilities)	(1,581,100)	(588,600)
maintenance &				diluted	1,186,100	1,187,000	1,170,900	Total assets less current		
overhaul costs	(918,600)	(898,300)	(804,900)	Year end ordinary	1 192 522	1 101 474	1 162 791	liabilities	20,999,800	18,431,400
Commission & incentives	(437,500)	(387,100)	(365,000)	shares outstanding Earnings per share	1,182,533	1,181,474	1,163,781			
Landing, parking &	(127,200)	(507,100)	(505,000)	- basic	S\$0.76	S\$0.30	S\$0.69	Recent Dividends:		
overflying charges		(809,300)	(765,800)	Earnings per share	CCO 75	S\$0.30	S\$0.69	<ol> <li>Singapore Airlines Ltd ordina No dividends paid.</li> </ol>	агу.	
Handling charges Rentals on leased	(1,299,000)	(1,197,100)	(1,138,900)	- diluted	S\$0.75	5\$0.50	3\$0.09	2. Singapore Airlines Ltd Amer	ican Depositar	y Receipts.
aircraft	(804,900)	(895,900)	(924,700)	per share	S\$0.10					
Material costs	(60,200)	(63,800)	(67,200)	Final dividends per	000.20			ExDate Amt Declared 08/03/2015 0.17	Record 1 08/05/2015	Payable 08/19/2015
Inflight meals Advertising &	(532,600)	(543,700)	(547,200)	share	S\$0.30 0.40			0.10	11/18/2015	
sales costs	(291,400)	(304,300)	(289,800)	Total number of				08/02/2016 0.35	08/04/2016	
Insurance expenses	(53,200)	(44,700)	(44,100)	employees	<sup>23</sup> 25,901	<sup>23</sup> 25,194	2324,350	11/11/2016 0.09 08/01/2017 0.11	11/15/2016 08/03/2017	
Company accommodation &				Number of ordinary	2₫36,576	<sup>25</sup> 41,742	2620 (16	0.10	11/23/2017	
utilities	(92,000)	(115,400)	(119,100)	stockholders	36,576	41,742	<sup>26</sup> 39,616	0.30	08/02/2018	08/15/2018
Other passenger	, , ,		,	Reclassified to confo	rm with 2017	presentation:	As is: Av-	3. Singapore Airlines Ltd special.		
Cross avnonces		(176,300)	(180,500)	erage; As of June 1, 20	018; <sup>5</sup> As of	June 2, 2017;	As of June	No dividends paid.		
Crew expenses Other operating	(160,400)	(156,800)	(148,500)	2, 2016		, ,		Annual Dividends:		
expenses	(750,900)	(693,500)	(596,700)	Consolidated Balance	e Sheet, Year	rs Ended Mai	r. 31 (S\$000):	<ol> <li>Singapore Airlines Ltd ordina No dividends paid.</li> </ol>	ary.	
Total expenditure		(14,245,700) 622,800				2018	2017	2. Singapore Airlines Ltd Amer	ican Depositar	y Receipts.
Operating profit	1 05 / 300	n// XU()	681,200					0.1		•
Interest expenses -	1,007,000	022,000		Ordinary shares		1 856 100	1 856 100			0.21
Interest expenses - notes payable		(38,400)	(36,900)	Ordinary shares Share capital		1,856,100 1,856,100	1,856,100 1,856,100	20150.27 2016	.0.44 2017	0.21
notes payable	(83,900)	(38,400)	(36,900)	Share capital Treasury shares		1,856,100 (183,500)	1,856,100 (194,700)	20180.30		0.21
notes payable Inteerst expenses - bank loans	(83,900)			Share capital Treasury shares Other reserves		1,856,100	1,856,100			0.21
notes payable	(83,900)	(38,400)	(36,900)	Share capital Treasury shares		1,856,100 (183,500)	1,856,100 (194,700)	20180.30 3. Singapore Airlines Ltd specia		0.21
notes payable	(83,900)	(38,400)	(36,900) (11,400)	Share capital	y	1,856,100 (183,500) 12,578,600 14,251,200 368,100	1,856,100 (194,700) 11,421,600 13,083,000 387,200	20180.30 3. Singapore Airlines Ltd specia No dividends paid.  TRANSPORT FOR LONDON Annual Report	ıl.	
notes payable	(83,900) (3,500)	(38,400) (6,600)	(36,900) (11,400)	Share capital	y	1,856,100 (183,500) 12,578,600 14,251,200 368,100 14,619,300	1,856,100 (194,700) 11,421,600 13,083,000 387,200 13,470,200	20180.30 3. Singapore Airlines Ltd specia No dividends paid.  TRANSPORT FOR LONDON Annual Report Consolidated Income Stateme	ıl.	
notes payable	(83,900) (3,500) (200)	(38,400) (6,600)	(36,900) (11,400)	Share capital	y	1,856,100 (183,500) 12,578,600 14,251,200 368,100	1,856,100 (194,700) 11,421,600 13,083,000 387,200	20180.30 3. Singapore Airlines Ltd specia No dividends paid.  TRANSPORT FOR LONDON Annual Report	d. ent, Years Enc	
notes payable	(83,900) (3,500) (200)	(38,400) (6,600)	(36,900) (11,400) (800)	Share capital Treasury shares Other reserves Total equity attributable to owners of the compan Non-controlling interests Total equity Deferred account Deferred taxation Notes payable	y	1,856,100 (183,500) 12,578,600 14,251,200 368,100 14,619,300 123,300 2,122,700 3,030,100	1,856,100 (194,700) 11,421,600 13,083,000 387,200 13,470,200 234,500	20180.30 3. Singapore Airlines Ltd specia No dividends paid.  TRANSPORT FOR LONDON Annual Report Consolidated Income Stateme (£000):  201	ent, Years End 8 2017 (revised)	led Mar. 31  ©2016 (revised)
notes payable	(83,900) (3,500) (200)	(38,400) (6,600)	(36,900) (11,400) (800)	Share capital Treasury shares Other reserves Total equity attributable to owners of the compan Non-controlling interests Total equity Deferred account Deferred taxation Notes payable Loans	y	1,856,100 (183,500) 12,578,600 14,251,200 368,100 14,619,300 123,300 2,122,700 3,030,100 76,600	1,856,100 (194,700) 11,421,600 13,083,000 387,200 13,470,200 234,500 1,890,500	20180.30 3. Singapore Airlines Ltd specia No dividends paid.  TRANSPORT FOR LONDON Annual Report Consolidated Income Stateme (£000):  201  Gross income 5,382,40	ent, Years End 8 2017 (revised) 0 5,399,200	led Mar. 31  2016 (revised) 5,288,600
notes payable	(83,900) (3,500) (200)	(38,400) (6,600)	(36,900) (11,400) (800)	Share capital Treasury shares Other reserves Total equity attributable to owners of the compan Non-controlling interests Total equity Deferred account Deferred taxation Notes payable Loans Long-term liabilities	y	1,856,100 (183,500) 12,578,600 14,251,200 368,100 14,619,300 123,300 2,122,700 3,030,100 76,600 93,100	1,856,100 (194,700) 11,421,600 13,083,000 387,200 13,470,200 234,500 1,890,500 	20180.30 3. Singapore Airlines Ltd specia No dividends paid.  TRANSPORT FOR LONDON Annual Report Consolidated Income Stateme (£000):  201	ent, Years End 8 2017 (revised) 0 5,399,200	led Mar. 31  ©2016 (revised)
notes payable	(83,900) (3,500) (200) (100)	(38,400) (6,600)	(36,900) (11,400) (800) 	Share capital Treasury shares Other reserves Total equity attributable to owners of the compan Non-controlling interests Total equity Deferred account Deferred account Notes payable Loans Long-term liabilities Provisions	y	1,856,100 (183,500) 12,578,600 14,251,200 368,100 14,619,300 2,122,700 3,030,100 76,600 93,100 3,199,800 821,500	1,856,100 (194,700) 11,421,600 13,083,000 387,200 13,470,200 234,500 1,890,500  1,794,700 910,300	20180.30  3. Singapore Airlines Ltd specia No dividends paid.  TRANSPORT FOR LONDON Annual Report Consolidated Income Stateme (£000):  201  Gross income 5,382,40 Gross expenditure (7,511,500 Net cost of services (2,129,100 statements)	ent, Years End 8 2017 (revised) 0 5,399,200	led Mar. 31  2016 (revised) 5,288,600 (7,436,200)
notes payable	(83,900) (3,500) (200) (100)	(38,400) (6,600)	(36,900) (11,400) (800) 	Share capital Treasury shares Other reserves Total equity attributable to owners of the compan Non-controlling interests Total equity Deferred account Deferred taxation Notes payable Loans Long-term liabilities Provisions Defined benefit plans	y	1,856,100 (183,500) 12,578,600 14,251,200 368,100 14,619,300 123,300 2,122,700 3,030,100 76,600 93,100 3,199,800 821,500 113,200	1,856,100 (194,700) 11,421,600 13,083,000 387,200 13,470,200 234,500 1,890,500  1,794,700 910,300 131,200	20180.30 3. Singapore Airlines Ltd specia No dividends paid.  TRANSPORT FOR LONDON Annual Report Consolidated Income Stateme (£000):  201  Gross income5,382,40 Gross expenditure (7,511,500 Net cost of services (2,129,100 Net profit (loss)	ent, Years End 8 2017 (revised) 0 5,399,200 0) (7,233,900)	led Mar. 31  2016 (revised) 5,288,600 (7,436,200)
notes payable	(83,900) (3,500) (200) (100)	(38,400) (6,600)   (1,100)	(36,900) (11,400) (800)  (600) (600)	Share capital Treasury shares Other reserves Total equity attributable to owners of the compan Non-controlling interests Total equity Deferred account Notes payable Loans Long-term liabilities Long-term liabilities Defined benefit plans Capital employed	y	1,856,100 (183,500) 12,578,600 14,251,200 368,100 14,619,300 2,122,700 3,030,100 76,600 93,100 3,199,800 821,500	1,856,100 (194,700) 11,421,600 13,083,000 387,200 13,470,200 234,500 1,890,500  1,794,700 910,300	20180.30 3. Singapore Airlines Ltd specia No dividends paid.  TRANSPORT FOR LONDON Annual Report Consolidated Income Stateme (£000):  201  Gross income	ent, Years End 8 2017 (revised) 0 5,399,200 0) (7,233,900)	led Mar. 31  2016 (revised) 5,288,600 (7,436,200)
notes payable	(83,900) (3,500) (200) (100)	(38,400) (6,600)	(36,900) (11,400) (800) 	Share capital Treasury shares Other reserves Total equity attributable to owners of the compan Non-controlling interests Total equity Deferred account Deferred taxation Notes payable Loans Long-term liabilities Provisions Defined benefit plans Capital employed Property, plant & equipment, cost	y	1,856,100 (183,500) 12,578,600 14,251,200 368,100 14,619,300 2,122,700 3,030,100 76,600 93,100 3,199,800 821,500 113,200 20,999,800	1,856,100 (194,700) 11,421,600 13,083,000 387,200 13,470,200 234,500 1,890,500  1,794,700 910,300 131,200	20180.30 3. Singapore Airlines Ltd specia No dividends paid.  TRANSPORT FOR LONDON Annual Report Consolidated Income Stateme (£000):  201  Gross income	ent, Years End 8 2017 (revised) 0 5,399,200 0) (7,233,900) 0) (1,834,700)	led Mar. 31  2016 (revised) 5,288,600 (7,436,200)
notes payable	(83,900) (3,500) (200) (100)	(38,400) (6,600)   (1,100)	(36,900) (11,400) (800)  (600) (600)	Share capital Treasury shares Other reserves Total equity attributable to owners of the compan Non-controlling interests Total equity Deferred account Deferred taxation Notes payable Loans Long-term liabilities Long-term liabilities Provisions Capital employed Property, plant &	y	1,856,100 (183,500) 12,578,600 14,251,200 368,100 14,619,300 2,122,700 3,030,100 76,600 93,100 3,199,800 821,500 113,200 20,999,800	1,856,100 (194,700) 11,421,600 13,083,000 387,200 13,470,200 234,500 1,890,500  1,794,700 910,300 131,200 18,431,400	20180.30 3. Singapore Airlines Ltd specia No dividends paid.  TRANSPORT FOR LONDON Annual Report Consolidated Income Stateme (£000):  201  Gross income	ent, Years End 8 2017 (revised) 0 5,399,200 0) (7,233,900) 0) (1,834,700)	led Mar. 31 <sup>11</sup> 2016 (revised) 5,288,600 (7,436,200) (2,147,600)

on disposal of				Long torm debtors	27,700	25,800
intangibles	(600)		(100)	Long-term debtors	40,305,200	37,952,700
Interest income on	(000)	•••	(100)	Inventories	64,200	71,700
bank deposits &				Trade debtors	125,300	138,500
	7.500	9,400	19,300			,
other investments	7,500	9,400	19,300	Capital debtors	10,200	9,800
Realized exchange				Other debtors	54,200	1,319,200
gain on foreign					02 100	01 200
currency				security	92,100	81,200
investments			6,300	Grant debtors	69,400	65,200
Change in fair				Interest debtors	700	300
value of investment				Accrued income	97,800	85,400
properties	41,700	29,500	50,000	Prepayments for goods &		
Net gain on				services	110,900	120,600
disposal of				Short-term debtors	560,600	1,820,200
investment				Assets held for sale	83,200	15,000
properties	19,000	7,700	5,400	Short-term derivative		
Interest receivable				financial instruments	5,900	12,300
on finance lease				Short-term finance lease		
debtors	600	100		receivables	8,200	900
Other investment				Short-term investments	692,300	1,024,600
income	300		600	Cash & cash equivalents	1,239,500	936,800
Interest payable on				Total current assets	2,653,900	3,881,500
loans &				Total assets	42,959,100	41,834,200
derivatives	(389,000)	(371,400)	(368,300)	Trade creditors	132,200	157,000
Interest payable on	(,,	(,,	(,,	Accrued interest	187,300	98,400
finance lease				Capital works	818,800	650,100
liabilities	(35,400)	(41,300)	(46,500)	Retentions on capital	,	,
Contingent rentals	(55,100)	(11,500)	(10,500)	contracts	4,800	6,300
on PFI contracts	(16,800)	(17,100)	(16,600)	Capital grants received	1,000	0,500
Net interest on	(10,000)	(17,100)	(10,000)	in advance	36,500	99,100
defined benefit				Wages & salaries	94,500	99,900
obligation	(138,000)	(110,500)	(91,900)	Other taxation & social	94,500	99,900
Other financing &	(136,000)	(110,500)	(91,900)	security creditors	43,800	44,000
investment					43,600	44,000
	(1.000)	(1.600)	(1, (00)	Receipts in advance for		
expenditure	(1,800)	(1,600)	(1,600)	Travelcards, bus passes	100 200	126 100
Less: amounts				& Oyster cards	402,300	426,100
capitalized into	0.4.200	100 600	106 200	Other deferred income	63,100	57,900
qualifying assets	94,300	108,600	106,200	Accruals & other		
Grant income	2,476,900	2,660,000	3,510,900	payables	565,300	507,800
Group share of				Short-term creditors	2,348,600	2,146,600
profit (loss) after				Short-term borrowings &		
tax of associated				overdrafts	846,200	1,105,700
undertakings	(62,700)	(104,800)	25,900	Short-term finance lease		
Surplus (deficit)				liabilities	69,900	76,700
on the provision of				Short-term derivative		
services before tax	(179,800)	320,100	1,005,900	financial instruments	1,500	3,600
Taxation expense				Short-term provisions	334,100	194,300
(income)	3,500	6,500	2,200	Total current liabilities	3,600,300	3,526,900
Surplus (deficit)				Trade creditors	200	8,000
on the provision of				Capital grants received		
services after tax	(176,300)	326,600	1,008,100	in advance	4,000	3,800
Net surplus				Retentions on capital		
(deficit)	(176,300)	326,600	1,008,100	contracts	17,200	13,200
Total number of				Other deferred income	36,700	22 600
employees	<sup>23</sup> 28,729	2329,810	<sup>23</sup> 30,383		30,700	23,600
	· ·	,		Accruals & other	30,700	23,000
П				payables	7,600	7,900
		17		payables	7,600	7,900
Reclassified to conf	form with 20	17 presentation				
Average			on; <sup>2</sup> As is; <sup>3</sup>	payables	7,600 65,700	7,900 56,500
W Reclassified to conf Average Consolidated Balance		rs Ended Ma	on; As is; ar. 31 (£000):	payables	7,600 65,700	7,900 56,500
Average			on; <sup>2</sup> As is; <sup>3</sup> ar. <b>31</b> (£000): <sup>12</sup> 2017	payables	7,600 65,700 9,569,400	7,900 56,500 8,689,600
Average  Consolidated Balance	e Sheet, Yea	rs Ended Ma 2018	on; As is; ar. 31 (£000):	payables Long-term creditors Long-term borrowings Long-term finance lease liabilities	7,600 65,700 9,569,400	7,900 56,500 8,689,600
Consolidated Balance Software costs, net	e Sheet, Yea	rs Ended Ma	on; <sup>2</sup> As is; <sup>3</sup> ar. <b>31</b> (£000): <sup>12</sup> 2017	payables Long-term creditors Long-term borrowings Long-term finance lease liabilities Long-term derivative	7,600 65,700 9,569,400 418,200	7,900 56,500 8,689,600 488,100
Consolidated Balance Software costs, net Intangible assets under	e Sheet, Yea	rs Ended Ma 2018 111,800	on; As is; ar. 31 (£000):  2017 (revised)	payables Long-term creditors Long-term borrowings Long-term finance lease liabilities Long-term derivative financial instruments	7,600 65,700 9,569,400 418,200 52,000	7,900 56,500 8,689,600 488,100 79,200
Consolidated Balance Software costs, net	e Sheet, Yea	rs Ended Ma 2018	on; As is; ar. 31 (£000):  2017 (revised)	payables Long-term creditors Long-term borrowings Long-term finance lease liabilities Long-term derivative financial instruments Long-term provisions Retirement benefit	7,600 65,700 9,569,400 418,200 52,000 84,300	7,900 56,500 8,689,600 488,100 79,200 43,600
Average  Consolidated Balanc  Software costs, net Intangible assets under construction, net Goodwill, net	e Sheet, Yea	rs Ended Ma 2018 111,800	on; As is; As is	payables Long-term creditors Long-term borrowings Long-term finance lease liabilities Long-term derivative financial instruments Long-term provisions Retirement benefit obligation	7,600 65,700 9,569,400 418,200 52,000	7,900 56,500 8,689,600 488,100 79,200
Average  Consolidated Balanc  Software costs, net Intangible assets under construction, net	e Sheet, Yea	rs Ended Ma 2018 111,800 3,800	on; As is; As is	payables Long-term creditors Long-term borrowings Long-term finance lease liabilities Long-term derivative financial instruments Long-term provisions Retirement benefit obligation Total long-term	7,600 65,700 9,569,400 418,200 52,000 84,300 4,707,300	7,900 56,500 8,689,600 488,100 79,200 43,600 5,363,500
Average  Consolidated Balance  Software costs, net Intangible assets under construction, net Goodwill, net Intangible assets Property, plant &	e Sheet, Yea	rs Ended Ma 2018 111,800 3,800 2,600	on; As is; As is	payables Long-term creditors Long-term borrowings Long-term finance lease liabilities Long-term derivative financial instruments Long-term provisions Retirement benefit obligation Total long-term liabilities	7,600 65,700 9,569,400 418,200 52,000 84,300 4,707,300	7,900 56,500 8,689,600 488,100 79,200 43,600 5,363,500 14,720,500
Average  Consolidated Balance  Software costs, net	e Sheet, Yea	rs Ended Ma 2018 111,800 3,800 2,600	on; As is; As is	payables Long-term creditors Long-term borrowings Long-term finance lease liabilities Long-term derivative financial instruments Long-term provisions Retirement benefit obligation Total long-term liabilities Net assets	7,600 65,700 9,569,400 418,200 52,000 84,300 4,707,300 14,896,900 24,461,900	7,900 56,500 8,689,600 488,100 79,200 43,600 5,363,500 14,720,500 23,586,800
Average  Consolidated Balance  Software costs, net Intangible assets under construction, net Goodwill, net Intangible assets Property, plant &	e Sheet, Yea	rs Ended Ma 2018 111,800 3,800 2,600 118,200	As is; (£000):  2017 (revised) 140,100	payables Long-term creditors Long-term borrowings Long-term finance lease liabilities Long-term derivative financial instruments Long-term provisions Retirement benefit obligation Total long-term liabilities Net assets Usable reserves	7,600 65,700 9,569,400 418,200 52,000 84,300 4,707,300	7,900 56,500 8,689,600 488,100 79,200 43,600 5,363,500 14,720,500
Average Consolidated Balanc  Software costs, net Intangible assets under construction, net Goodwill, net Intangible assets Property, plant & equipment, cost	e Sheet, Yea	rs Ended Ma 2018 111,800 3,800 2,600 118,200	As is; (£000):  2017 (revised) 140,100	payables Long-term creditors Long-term borrowings Long-term finance lease liabilities Long-term derivative financial instruments Long-term provisions Retirement benefit obligation Total long-term liabilities Net assets Usable reserves Capital adjustment	7,600 65,700 9,569,400 418,200 52,000 84,300 4,707,300 14,896,900 24,461,900 1,789,500	7,900 56,500 8,689,600 488,100 79,200 43,600 5,363,500 14,720,500 23,586,800 1,860,500
Average Consolidated Balanc  Software costs, net Intangible assets under construction, net Goodwill, net Intangible assets Property, plant & equipment, cost Less: total accumulated	e Sheet, Yea	3,800 2,600 118,200 55,981,500	As is; 2 As is; 2 2017 (revised) 140,100 52,559,300	payables Long-term creditors Long-term borrowings Long-term finance lease liabilities Long-term derivative financial instruments Long-term provisions Retirement benefit obligation Total long-term liabilities Net assets Usable reserves Capital adjustment account	7,600 65,700 9,569,400 418,200 52,000 84,300 4,707,300 14,896,900 24,461,900 1,789,500 25,812,600	7,900 56,500 8,689,600 488,100 79,200 43,600 5,363,500 14,720,500 23,586,800 1,860,500 25,617,400
Average  Consolidated Balance  Software costs, net	e Sheet, Yea	3,800 2,600 118,200 55,981,500	As is; 2 As is; 2 2017 (revised) 140,100 52,559,300	payables Long-term creditors Long-term borrowings Long-term finance lease liabilities Long-term derivative financial instruments Long-term provisions Retirement benefit obligation Total long-term liabilities Net assets Usable reserves Capital adjustment account Pension reserve	7,600 65,700 9,569,400 418,200 52,000 84,300 4,707,300 14,896,900 24,461,900 1,789,500	7,900 56,500 8,689,600 488,100 79,200 43,600 5,363,500 14,720,500 23,586,800 1,860,500
Average  Consolidated Balance  Software costs, net Intangible assets under construction, net Goodwill, net Intangible assets Property, plant & equipment, cost Less: total accumulated depreciation - property, plant & equipment	e Sheet, Yea	3,800 2,600 118,200 55,981,500	As is; 2 As is; 2 2017 (revised) 140,100 52,559,300	payables Long-term creditors Long-term borrowings Long-term finance lease liabilities Long-term derivative financial instruments Long-term provisions Retirement benefit obligation Total long-term liabilities Net assets Usable reserves Capital adjustment account Pension reserve Accumulated absences	7,600 65,700 9,569,400 418,200 52,000 84,300 4,707,300 14,896,900 24,461,900 1,789,500 25,812,600 (4,681,200)	7,900 56,500 8,689,600 488,100 79,200 43,600 5,363,500 14,720,500 23,586,800 1,860,500 25,617,400 (5,331,500)
Average  Consolidated Balance  Software costs, net Intangible assets under construction, net Goodwill, net Intangible assets Property, plant & equipment, cost Less: total accumulated depreciation - property, plant & equipment Property, plant &	e Sheet, Yea	rs Ended Ma 2018 111,800 3,800 2,600 118,200 55,981,500 (16,707,500)	As is; As	payables Long-term creditors Long-term borrowings Long-term finance lease liabilities Long-term derivative financial instruments Long-term provisions Retirement benefit obligation Total long-term liabilities Net assets Usable reserves Capital adjustment account Pension reserve Accumulated absences reserve	7,600 65,700 9,569,400 418,200 52,000 84,300 4,707,300 14,896,900 24,461,900 1,789,500 25,812,600	7,900 56,500 8,689,600 488,100 79,200 43,600 5,363,500 14,720,500 23,586,800 1,860,500 25,617,400
Software costs, net Intangible assets under construction, net Goodwill, net Intangible assets Property, plant & equipment, cost Less: total accumulated depreciation - property, plant & equipment Property, plant & equipment	e Sheet, Yea	rs Ended Ma 2018 111,800 3,800 2,600 118,200 55,981,500 (16,707,500) 39,274,000	As is; As	payables Long-term creditors Long-term borrowings Long-term finance lease liabilities Long-term derivative financial instruments Long-term provisions Retirement benefit obligation Total long-term liabilities Net assets Usable reserves Capital adjustment account Pension reserve Accumulated absences reserve Retained earnings reserve	7,600 65,700 9,569,400 418,200 52,000 84,300 4,707,300 14,896,900 24,461,900 1,789,500 25,812,600 (4,681,200) (7,500)	7,900 56,500 8,689,600 488,100 79,200 43,600 5,363,500 14,720,500 23,586,800 1,860,500 25,617,400 (5,331,500) (7,300)
Average  Consolidated Balance  Software costs, net	e Sheet, Yea	rs Ended Ma 2018 111,800 3,800 2,600 118,200 55,981,500 (16,707,500) 39,274,000	As is; As	payables Long-term creditors Long-term borrowings Long-term finance lease liabilities Long-term derivative financial instruments Long-term provisions Retirement benefit obligation Total long-term liabilities Net assets Usable reserves Capital adjustment account Pension reserve Accumulated absences reserve Retained earnings reserve in subsidiaries	7,600 65,700 9,569,400 418,200 52,000 84,300 4,707,300 14,896,900 24,461,900 1,789,500 25,812,600 (4,681,200) (7,500) 1,066,100	7,900 56,500 8,689,600 488,100 79,200 43,600 5,363,500 14,720,500 23,586,800 1,860,500 25,617,400 (5,331,500) (7,300) 1,009,300
Average  Consolidated Balance  Software costs, net	e Sheet, Yea	rs Ended Ma 2018 111,800 3,800 2,600 118,200 55,981,500 (16,707,500) 39,274,000 537,200	As is; As	payables Long-term creditors Long-term borrowings Long-term finance lease liabilities Long-term derivative financial instruments Long-term provisions Retirement benefit obligation Total long-term liabilities Net assets Usable reserves Capital adjustment account Pension reserve Accumulated absences reserve Retained earnings reserve in subsidiaries Revaluation reserve	7,600 65,700 9,569,400 418,200 52,000 84,300 4,707,300 14,896,900 24,461,900 1,789,500 25,812,600 (4,681,200) (7,500) 1,066,100 302,700	7,900 56,500 8,689,600 488,100 79,200 43,600 5,363,500 14,720,500 23,586,800 1,860,500 25,617,400 (5,331,500) (7,300) 1,009,300 294,200
Average  Consolidated Balance  Software costs, net	e Sheet, Yea	rs Ended Ma 2018 111,800 3,800 2,600 118,200 55,981,500 (16,707,500) 39,274,000	As is; As	payables Long-term creditors Long-term borrowings Long-term finance lease liabilities Long-term derivative financial instruments Long-term provisions Retirement benefit obligation Total long-term liabilities Net assets Usable reserves Capital adjustment account Pension reserve Accumulated absences reserve. Retained earnings reserve in subsidiaries Revaluation reserve Hedging reserve	7,600 65,700 9,569,400 418,200 52,000 84,300 4,707,300 14,896,900 24,461,900 1,789,500 25,812,600 (4,681,200) (7,500) 1,066,100	7,900 56,500 8,689,600 488,100 79,200 43,600 5,363,500 14,720,500 23,586,800 1,860,500 25,617,400 (5,331,500) (7,300) 1,009,300
Average  Consolidated Balance  Software costs, net	e Sheet, Yea	rs Ended Ma 2018 111,800 3,800 2,600 118,200 55,981,500 (16,707,500) 39,274,000 537,200	As is; 2 2017 (revised) 140,100 52,559,300 (15,720,400) 36,838,900 558,000 368,200	payables Long-term creditors Long-term borrowings Long-term finance lease liabilities Long-term derivative financial instruments Long-term provisions Retirement benefit obligation Total long-term liabilities Net assets Usable reserves Capital adjustment account Pension reserve Accumulated absences reserve Retained earnings reserve in subsidiaries Revaluation reserve Hedging reserve Financial instruments	7,600 65,700 9,569,400 418,200 52,000 84,300 4,707,300 14,896,900 24,461,900 1,789,500 (4,681,200) (7,500) 1,066,100 302,700 (115,400)	7,900 56,500 8,689,600 488,100 79,200 43,600 5,363,500 14,720,500 23,586,800 1,860,500 25,617,400 (5,331,500) (7,300) 1,009,300 294,200 (139,100)
Average  Consolidated Balance  Software costs, net	e Sheet, Yea	rs Ended Ma 2018 111,800 3,800 2,600 118,200 55,981,500 (16,707,500) 39,274,000 537,200	As is; As	payables Long-term creditors Long-term borrowings Long-term finance lease liabilities Long-term derivative financial instruments Long-term provisions Retirement benefit obligation Total long-term liabilities Net assets Usable reserves Capital adjustment account Pension reserve Accumulated absences reserve Retained earnings reserve in subsidiaries Revaluation reserve Hedging reserve Financial instruments adjustment account	7,600 65,700 9,569,400 418,200 52,000 84,300 4,707,300 14,896,900 24,461,900 1,789,500 25,812,600 (4,681,200) (7,500) 1,066,100 302,700 (115,400) (171,000)	7,900 56,500 8,689,600 488,100 79,200 43,600 5,363,500 14,720,500 23,586,800 1,860,500 25,617,400 (5,331,500) (7,300) 1,009,300 294,200 (139,100) (182,800)
Average  Consolidated Balance  Software costs, net	e Sheet, Yea	rs Ended Ma 2018 111,800 3,800 2,600 118,200 55,981,500 (16,707,500) 39,274,000 537,200 319,000 11,700	As is; (£000):  "2017 (revised) 140,100 52,559,300 (15,720,400) 36,838,900 558,000 368,200 18,200	payables Long-term creditors Long-term borrowings Long-term finance lease liabilities Long-term derivative financial instruments Long-term provisions Retirement benefit obligation Total long-term liabilities Net assets Usable reserves Capital adjustment account Pension reserve Accumulated absences reserve Retained earnings reserve in subsidiaries Revaluation reserve Hedging reserve Financial instruments	7,600 65,700 9,569,400 418,200 52,000 84,300 4,707,300 14,896,900 24,461,900 1,789,500 (4,681,200) (7,500) 1,066,100 302,700 (115,400)	7,900 56,500 8,689,600 488,100 79,200 43,600 5,363,500 14,720,500 23,586,800 1,860,500 25,617,400 (5,331,500) (7,300) 1,009,300 294,200 (139,100)
Average  Consolidated Balance  Software costs, net	e Sheet, Yea	rs Ended Ma 2018 111,800 3,800 2,600 118,200 55,981,500 (16,707,500) 39,274,000 537,200 319,000 11,700 17,400	As is; As	payables Long-term creditors Long-term borrowings Long-term finance lease liabilities Long-term derivative financial instruments Long-term provisions Retirement benefit obligation Total long-term liabilities Net assets Usable reserves Capital adjustment account Pension reserve Accumulated absences reserve. Retained earnings reserve in subsidiaries Revaluation reserve Hedging reserve Financial instruments adjustment account Merger reserve.	7,600 65,700 9,569,400 418,200 52,000 84,300 4,707,300 14,896,900 24,461,900 1,789,500 (4,681,200) (7,500) 1,066,100 302,700 (115,400) (171,000) 466,100	7,900 56,500 8,689,600 488,100 79,200 43,600 5,363,500 14,720,500 23,586,800 1,860,500 (5,331,500) (7,300) 1,009,300 294,200 (139,100) (182,800) 466,100
Average  Consolidated Balance  Software costs, net	e Sheet, Yea	rs Ended Ma 2018 111,800 3,800 2,600 118,200 55,981,500 (16,707,500) 39,274,000 537,200 319,000 11,700	As is; (£000):  "2017 (revised) 140,100 52,559,300 (15,720,400) 36,838,900 558,000 368,200 18,200	payables Long-term creditors Long-term borrowings Long-term finance lease liabilities Long-term derivative financial instruments Long-term provisions Retirement benefit obligation Total long-term liabilities Net assets Usable reserves Capital adjustment account Pension reserve Accumulated absences reserve Retained earnings reserve in subsidiaries Revaluation reserve Hedging reserve Financial instruments adjustment account	7,600 65,700 9,569,400 418,200 52,000 84,300 4,707,300 14,896,900 24,461,900 1,789,500 (4,681,200) (7,500) 1,066,100 302,700 (115,400) (171,000) 466,100	7,900 56,500 8,689,600 488,100 79,200 43,600 5,363,500 14,720,500 23,586,800 1,860,500 (5,331,500) (7,300) 1,009,300 294,200 (139,100) (182,800) 466,100
Average  Consolidated Balance  Software costs, net	e Sheet, Yea	rs Ended Ma 2018 111,800 3,800 2,600 118,200 55,981,500 (16,707,500) 39,274,000 537,200 319,000 11,700 17,400	As is; As	payables Long-term creditors Long-term borrowings Long-term finance lease liabilities Long-term derivative financial instruments Long-term provisions Retirement benefit obligation Total long-term liabilities Net assets Usable reserves Capital adjustment account Pension reserve Accumulated absences reserve. Retained earnings reserve in subsidiaries Revaluation reserve Hedging reserve Financial instruments adjustment account Merger reserve.	7,600 65,700 9,569,400 418,200 52,000 84,300 4,707,300 14,896,900 24,461,900 1,789,500 (4,681,200) (7,500) 1,066,100 302,700 (115,400) (171,000) 466,100	7,900 56,500 8,689,600 488,100 79,200 43,600 5,363,500 14,720,500 23,586,800 1,860,500 (5,331,500) (7,300) 1,009,300 294,200 (139,100) (182,800) 466,100

- **1. Transport For London vested capital.** No dividends paid.
- 2. Transport For London general fund.
- No dividends paid.

  Annual Dividends:
- 1. Transport For London vested capital. No dividends paid.
- **2.** Transport For London general fund. No dividends paid.

#### UNION PACIFIC CORP

**Dividend Announcement** On May 10, 2018, Co.'s Board of Directors has declared a quarterly dividend of 73 cents per share on Co.'s common stock, payable June 29, 2018, to shareholders of record May 31, 2018. Co. has paid dividends on its common stock for 119 consecutive years.

#### UNION PACIFIC CORP

**Dividend Announcement** On July 26, 2018, Co. announced that its Board of Directors voted to increase the quarterly dividend on Co.'s common shares by 10% to 80% cents per share. The increased dividend is payable Sept. 28, 2018, to shareholders of record Aug. 31, 2018.

# UNION PACIFIC CORP

Official Changes On Aug. 15, 2018, Co. announced the following executive management appointments: (i) Beth Whited to executive vice president and chief human resources officer; (ii) Tom Lischer to executive vice president, Operations; (iii) Kenny Rocker to executive vice president, Marketing and Sales; (iv) David Giandinoto to vice president, Harriman Dispatching Center and Network Operations; and (v) Kari Kirchhoefer to vice president, Industrial. The appointments are effective immediately.

# UNION PACIFIC CORP

**Official Changes** On Sept. 6, 2018, Co. announced that William J. DeLaney has been elected to Co.'s board of directors. DeLaney, 62, served as Sysco Corporation ("Sysco") chief executive officer from Mar. 2009 until retiring at the end of 2017. Sysco is an international food marketing and distribution company that reported \$55,400,000,000 in 2017 sales.

# YRC WORLDWIDE INC

Extends Maturity of Contribution Deferral Agreement Notes On Jan. 31, 2018, Co announced that it has extended the maturity of its contribution deferral agreement ("CDA") notes from Dec. 2019 to Dece. 2022. As part of the extension, Co. paid \$25,000,000 that reduced the outstanding principal of the notes to \$75,100,000. The agreement to extend also includes an annual principal payment of 2%. In connection with the CDA amendment, Co. amended its asset-based loan (ABL) agreement to, among other things, allow for the CDA refinancing.

# YRC WORLDWIDE INC

**Official Changes** On Apr. 30, 2018, Co. announced that Darren Hawkins has been appointed Chief Executive Officer. Prior to this appointment, he served in the transitional role of President and Chief Operating Officer of YRC Worldwide after serving as President of YRC Freight.

MERGENT TRANSPORTATION News Reports 0027-089X is published weekly online on Tuesdays and printed the last Friday of the month by Mergent, Inc., 444 Madison Ave., New York, NY 10022. The News Reports are part of the TRANSPORTATION Manual and provide periodic updates. Send address changes to MERGENT TRANSPORTATION, 580 Kingsley Park Drive, Fort Mill, SC 29715.

Copyright©2018 by Mergent. All information contained herein is copyrighted in the name of Mergent, Inc., and none of such information may be copied or otherwise reproduced, repackaged, further transmitted, transferred, disseminated, redistributed or resold, or stored for subsequent use for any such purpose, in whole or in part, in any form or matter or by any means whatsoever, by any person without Mergent's prior written consent.

All information contained is obtained by Mergent, from sources believed by it to be accurate and reliable. Because of the possibility of human and mechanical error, as well as other factors, however, such information is provided "as is", without warranty of any kind. NO WARRANTY, EXPRESS OR IMPLIED, AS TO THE ACCURACY, TIMELINESS, COMPLETENESS, MERCHANTABILITY OR FITNESS FOR ANY PARTICULAR PURPOSE OF ANY INFORMATION IS GIVEN OR MADE BY MERGENT IN ANY FORM OR MANNER WHATSOEVER. Under no circumstances shall Mergent have any liability to any person or entity for (a) any loss or damage in whole or in part caused by, resulting from, or relating to, any error (negligent or otherwise) or other circumstance involved in procuring, collecting, compiling, interpreting, analyzing, editing, transcribing, transmitting, communicating or delivering any such information, or (b) any direct, information