D&IRAILROAD CO. (DAIR)

www.dirailroad.com

Emergency number: 800-843-7992

Corporate headquarters 350 S. Main Ave. Suite 400 Sioux Falls. SD 57104

Phone: 605-330-6588



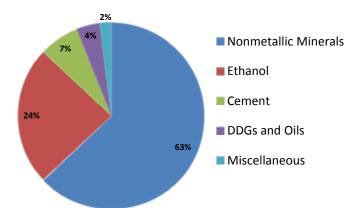
Contact(s)

Jack Parliament President/General manager jdparliament@lgeverist.com 605-330-6588

DAIR in Iowa

Miles of track owned/leased/serviced in Iowa:39Miles operated under trackage rights in Iowa0Employees0

Commodities



Overview

DAIR was established in 1981 as a result of the bankruptcy of the former Milwaukee Road. The State of South Dakota purchased a majority of the rail lines in South Dakota, and a portion of the track miles in Iowa. DAIR interchanges with BNSF, CN, and UP in Sioux City, Iowa.

Transloading

Hawarden, IA

Hudson, SD

Various locations

Railroad interchanges

Sioux City, IA Sioux Falls, SD BNSF, CN, UP BNSF

Major existing customers

L.G. Everist Inc.	Aggregates
Poet BioRefining - Hudson	Ethanol, DDGs
Siouxland Energy Transload	Ethanol
GCC Dacotah Cement	Cement
Poet Nutrition	Corn oil
Prinsco Inc.	Agricultural drain tile
BX Civil & Construction Inc.	Magnesium, calcium chloride

Marketing development summary

DAIR has upgraded all of its bridges and track to 286,000-pound capability. It operates seven days per week on an asneeded basis, with regular service operating five days per week. There are currently seven transload locations in operation in Hudson, SD and Hawarden, IA:

Siouxland Energy	Ethanol
Poet Nutrition	Corn oil
GCC Dacotah Cement	Raw cement
Green Plains Renewable Energy	Corn oil
Purina/Land O Lakes	DDGs
Agri Trading Company	Corn oil
Valero Energy	Corn oil

DAIR is still developing their transload site in Hawarden, Iowa, and welcomes additional customers. We also have numerous greenfield sites for industry development. DAIR regularly interchanges manifest and unit trains with our respective Class I partners.

