

The Maryland and Delaware Railroad Company

Eric Callaway Cathrin O'Donnell June 2017



Company Profile

• Incorporated in 1977 as a Private Class III Railroad

Headquartered in
Federalsburg, MD with 14
employees

• Six (6) locomotives, all EMD four-axles



• Operate Monday-Friday, 7am-7pm, weekends as required





Company Profile

120 track miles with rail ranging from 85 lb. jointed to 132 lb. welded.

• 30% of track is cleared for 286K rail cars, the new standard.



- Eight (8) bridges, (115) public grade crossings (44% signalization).
- MOW budget of \$1.5 Million.





Company Profile



• Traffic is 30% Agriculturallyrelated – change from 64%.

• 90% Inbound.

Large customers include
Dart Container, Eastman
Specialties, Tri-Gas & Oil, and
Pep-Up.

• Transload facility at Federalsburg, MD.

• Interchange with Delmarva Central Railroad at three (3) locations: Townsend, MD; Seaford, DE; Frankford, DE.





Mid-Atlantic Corn

- Hybrid corn seeds are producing better yields
- More irrigated land
- Transfer losses are decreasing
- Harvesting methods are improving, adding to yields
- Chickens are eating less corn
- Trucks have gained efficiencies, allowing further reach
- Corn storage innovation
- Competition across all transportation modes
- International markets



No Longer Among Us

DuPont Nabisco **Carvel Hall Dresser Wayne** Labinal Power Systems **Moore's Business Forms Campbell Soup** Chrysler **General Motors**

BASF **ES Steel** Citi Steel **Continental Can** JV Wells **Standard Register Reichold's Shoreland Freezers Color Box**



What happens when a customer says they want rail service?



- What type of commodity?
- Inbound or outbound traffic?
- How many carloads?
- Type of rail service?
 - Transload
 - Direct Service



Transload

Crop Production Services and Southern States at Federalsburg, MD

GC





Transload

Koski Enterprises at Federalsburg, MD

16.Phz

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- Type of rail service?
 - Transload
 - Direct Service
 - ✓ Property acquisition



- Type of rail service?
 - Transload
 - Direct Service
 - ✓ Property acquisition
 - ✓ Planning / design

Direct Service





- Type of rail service?
 - Transload
 - Direct Service
 - ✓ Property acquisition
 - Planning / design
 - ✓ Financing





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NUMBER OF STREAMER

2630

IRC