

THE MEDINA — LINE

Nine miles of track. Endless opportunity.

As a catalyst for new jobs and long-term economic opportunity, The Medina Line will operate as a common carrier railroad serving customers located on or near the line.

Fueling Jobs & Opportunity

- Generating new tax revenues for vital government services, including road construction and maintenance, schools, and public safety.
- Creating approximately 200 construction, engineering and operations jobs over a 2-year period.
- Supporting new jobs through businesses that locate on or near the line.
- Strengthening transportation infrastructure to help the County attract new employers.

Protecting the Environment

- Operating in an environmentally responsible manner in strict accordance with Federal Railroad Administration standards.
- Design, construction and operation in accordance with the 91 mitigation measures from the Surface Transportation Board's final environmental impact statement.

Strengthening Our Communities

- Committed to being a responsible neighbor and to working with local officials and residents for the benefit of Medina County.
- Partnering with schools, charitable, and civic organizations.
- Responsive to community feedback.

We are committed to Medina County and look forward to working with the community to generate new jobs and tax revenues, and spur economic growth for the County and its residents. Stop by our Hondo office at 734 18th St. or call us at (830) 391-9130.

At-A-Glance

- **9 mile** single-track rail north of U.S. Route 90 near Dunlay
- Approximately **200** construction, engineering and operations jobs
- **Common carrier** railroad serving customers on or near The Medina Line

Project Timeline

2003

Southwest Gulf Railroad Company (SGRR) is incorporated.

2008

The U.S. Surface Transportation Board (STB) determined that the project was in the public interest and gave SGRR approval to build and operate The Medina Line following a lengthy and thorough approval process.

2010

The STB decision approving The Medina Line is unanimously upheld by the U.S. 5th Circuit Court of Appeals.

2015

SGRR anticipates finalizing design and engineering plans.

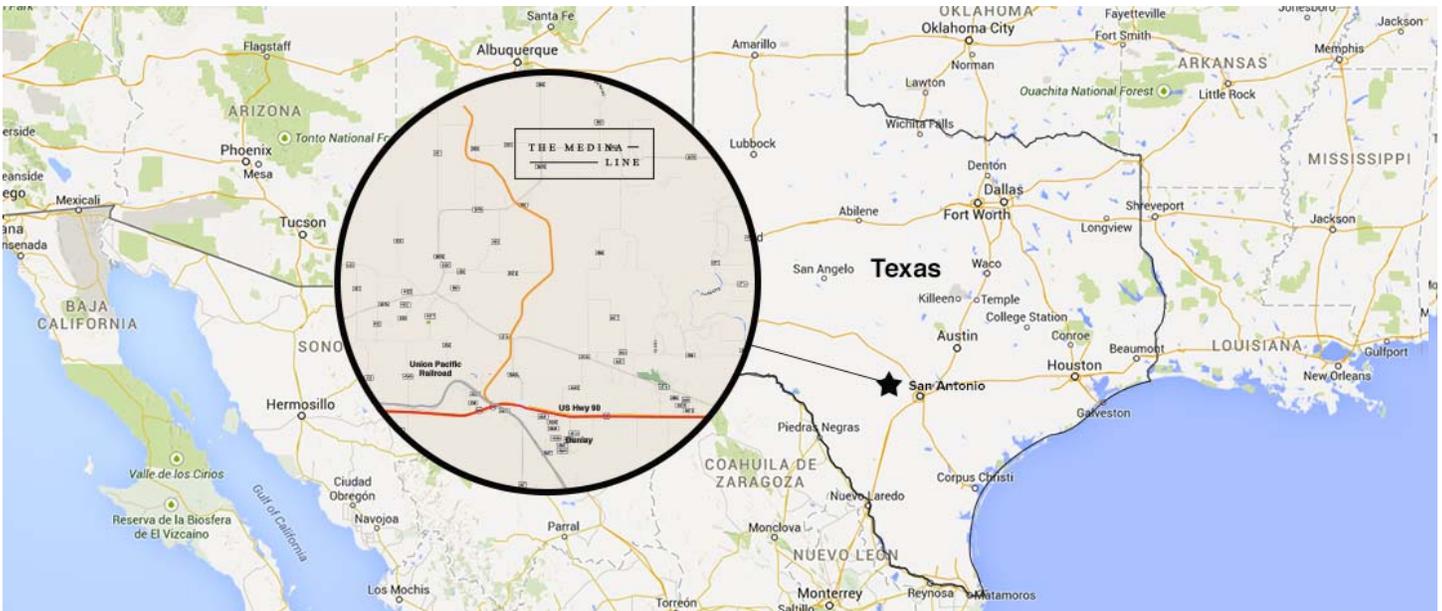
2016

Construction expected to begin.

Late 2017

Operations expected to begin.

A Catalyst for New Jobs and Long-Term Economic Opportunity for Our Communities



Rail Overview

- A new connection to North American markets that taps into Union Pacific Railroad, the nation's largest freight railroad connecting the West Coast to the Midwest across America's heartland.
- A low-cost and convenient connection for businesses to the regional, national, and global marketplace.
- A safe and efficient transportation link, The Medina Line's initial anchor customer will be The Medina Quarry, an existing limestone quarry at the northern end of the line operated by SGRR parent Vulcan Materials Company.

Development Opportunities

SGRR and Union Pacific Railroad are working together to actively market development opportunities located on or near The Medina Line, including freight transportation services to efficiently transport goods to anywhere in North America with dependable, scheduled service.

- 9-mile single-track common carrier railroad
- Located 30 miles west of San Antonio north of U.S. Route 90 in Medina County, Texas
- Convenient access to and from U.S. Route 90, Texas State Highways 173 and 1604, and Interstates 35 and 410
- Customized rail, railcar switching, and transloading service
- Connections: Union Pacific Railroad
- 24/7 service and skilled crew

SOUTHWEST GULF
RAILROAD CO.

Southwest Gulf Railroad Company is committed to providing value to our customers and the communities we serve by operating in a safe, reliable, and environmentally responsible manner.

Southwest Gulf Railroad Company (SGRR) is a short line railroad company keeping local communities connected to the national rail network through America's heartland. We provide local business customers access to the regional, national and global marketplace through low-cost and convenient transportation solutions.

Incorporated in 2003, SGRR is a subsidiary of Vulcan Materials Company, the nation's largest producer of construction aggregates and a major producer of other construction materials. An industry leader in safety, health, and environmental stewardship, Vulcan's coast-to-coast footprint aligns with and serves the nation's growth centers. Through the company's extensive logistics network, Vulcan provides materials to build and repair valuable infrastructure such as roads, bridges, residential and commercial buildings, schools, hospitals and places of worship. Learn more at www.vulcanmaterials.com.