

NATIONAL RAILWAY EQUIPMENT CO.



FOR IMMEDIATE RELEASE

Green and affordable, the N-ViroMotive continues to gain speed *National Railway Equipment Co. sells 14 low-emissions GenSet locomotives in July*

CHICAGO (August 12, 2009) – As America looks toward a greener railroad system with less pollution and more fuel efficiency, stimulus dollars are flowing to Illinois’ National Railway Equipment Co. for purchase of their low emissions/high fuel efficiency N-ViroMotive GenSet locomotives. In July alone, NREC received 14 new orders, sending its patented N-ViroMotive engines to all corners of the U.S. and bringing more than \$21.4 million to Illinois – a third of which is stimulus money.

The 14 orders come from four different companies – CSX Transportation, Rail America, the US Army’s VOLPE Center and Alliance Grain Company – which will use N-ViroMotives in six states and in Canada. The innovative N-ViroMotive technology uses smaller, EPA certified, ultra-clean diesel generators which automatically power up to produce only the horsepower needed to pull the required load making it an ideal choice for these rail companies.

The GenSet locomotives have helped dozens of companies across the United States and throughout the world reduce nitrous oxide and particulate matter emissions by 80 percent and reduce carbon dioxide emissions by 45 to 65 percent. Not only is the locomotive good for the environment, but its increased fuel efficiency is a crucial tool in reducing costs and decreasing dependence on foreign oil. The company’s next venture is the completion of a higher speed demonstration N-ViroMotive locomotive for passenger rail – a low emissions, high fuel efficiency GenSet model which will be available to the industry in 2010.

“When we first developed our N-ViroMotive to meet the California EPA standards a decade ago, we wanted to make a product that was beneficial to our partners and the environment,” said Jim Wurtz, Vice President of Marketing and Sales at NREC. “Since then, we have made it our goal to be at the forefront of green rail technology. We feel very fortunate that, in this time of change, companies are choosing not only to recognize our advancements but are investing U.S. dollars in our American-made N-ViroMotive engines.”

CSX Transportation, a long standing partner with NREC and a member of the EPA’s Climate Leaders program, purchased two 3GS-21B DE N-ViroMotives to operate in Avon Yard in Indianapolis as well as three N-ViroMotives for the Trenton Transit Center in New Jersey. These N-ViroMotives are 2100 HP road-switchers with extended range dynamic breaking which will improve locomotive operating efficiency at the Avon Yard. The 1400 HP N-ViroMotives at Trenton will include advanced design diesel particulate filters that reduce PM emissions to the lowest level ever achieved in production diesel-

electric locomotives. CSX already has N-ViroMotives in their Chicago, the Bronx and Detroit yards.

Rail America, which previously purchased N-ViroMotive units, added five 3GS-21B DE N-ViroMotives to their fleet of the California Northern Railroad (CFNR). These locomotives will pull trains primarily for short line hauls in northern California and for wine container shipments coming out of the Napa Valley.

The US Army's VOLPE Center purchased three 3GS-21B N-ViroMotive 2100 horse power road-switcher locomotives. These will operate in Fort Riley, KS, Fort Hood, TX, and Fort Carson, CO. The VOLPE Center previously purchased four identical N-ViroMotives that are currently in use at Fort Bliss, TX and Fort Lewis, WA.

Alliance Grain Company also purchased one 1GS-7B-R N-ViroMotive to be used in their Vancouver, BC, grain elevator yard. The N-ViroMotive was selected for its exceptional low noise attenuation near the port and its ultra low emissions.

NREC, headquartered in Mt. Vernon, IL, is a privately owned, vertically integrated provider of new and remanufactured locomotives, locomotive products and wheel services. NREC has grown to become the world's largest supplier of remanufactured locomotives, new and rebuilt mechanical and electrical systems and components. With 14 facilities and affiliates encompassing more than 1,600,000 square feet under roof, on 300 acres of land, and a workforce of nearly 1,000 employees, NREC serves to service its customers throughout North America and worldwide with the best equipped shops in the industry. For more information about the N-ViroMotive or NREC, visit <http://www.nationalrailway.com/>.