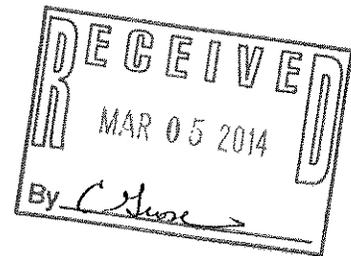


Consolidated Transport Systems, Inc.
1111 W US Hwy 20
Michigan City, Indiana 46360



March 4, 2014

Mayor James Kelly
Mayor of St. Louis
108 W. Saginaw Street
St. Louis, MI 48880

Stephanie L. Beckhorn
Manager, WIA Section
Workforce Development Agency
201 North Washington Square
Lansing, MI 48913

**RE: Cessation of Business Operations of
Consolidated Transport Systems, Inc.**

Dear Mayor Kelly and Ms. Beckhorn:

We regret to inform you that Consolidated Transport Systems, Inc. ("CTS") will be ceasing operations located at the leased property at 1101 Michigan Avenue, St. Louis, Michigan 48880 ("St. Louis Office") as of March 31, 2014. The employment of any employee still employed by CTS, as of March 31, 2014, at the St. Louis Michigan Terminal will be terminated as of March 31, 2014.

This employment separation with CTS will be permanent. The total number of employees at the St. Louis Office that could be affected is 8. Affected employees do not have bumping rights.

The job titles and the number in each job title of employees that may be affected by the business cessation are as follows:

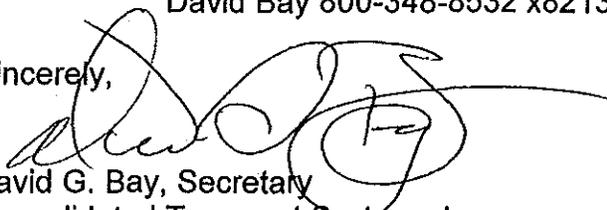
Company Employer	Job Title	Number of Employees
CTS	Manager, Administrative Services	1
CTS	Accounts Payables Specialist	1
CTS	President, CEO	1
CTS	Billing and A/R Clerk	1
CTS	Billing and A/R Clerk	1
CTS	Business Analyst	1
CTS	Staff Accountant	1
CTS	Payroll and Benefits Coordinator	1

The combined effects of a number of events including the inability to secure sufficient financing to update/modernize the fleet, the severe winter weather conditions that impacted revenues and operations more significantly than could have been anticipated, and the unanticipated doubling of health insurance costs combined to reduce cash flow and required quick action.

Should you have any questions, please call the following company contacts:

John Franklin 800-348-8532 x8132
David Bay 800-348-8532 x8213

Sincerely,



David G. Bay, Secretary
Consolidated Transport Systems Inc.