

c&k trucking

2011 environment report

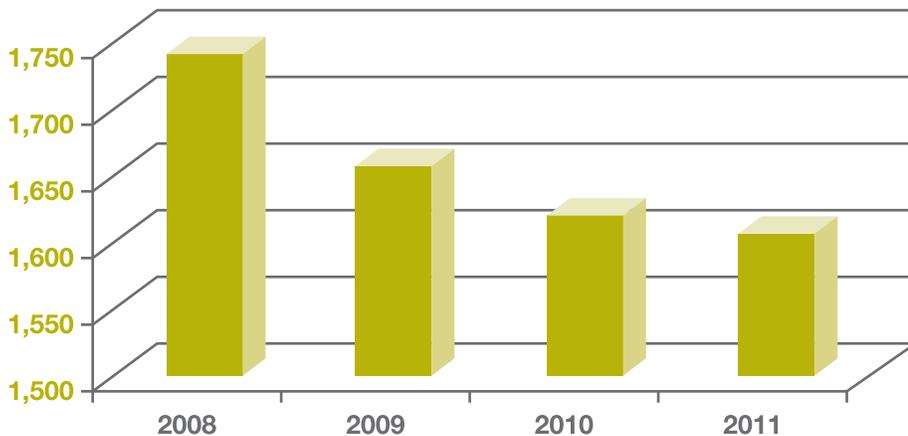


at c&k trucking, we take pride in our commitment to the environment.

For the fourth year in a row, we're a proud partner of the U.S. Environmental Protection Agency's Smartway Transport Program. In addition, we are continually prioritizing efforts to decrease our carbon footprint in all aspects of our business.

The majority of our environmental efforts are focused on implementing technologies and efficiencies to improve miles per gallon (MPG), which reduce carbon dioxide emissions (CO₂e) for every mile traveled. Since 2008, C&K has reduced its CO₂e output by 18% for its company fleet and 8% overall. This figure is obtained by measuring metric tons of CO₂e per million miles traveled.

total metric tons co₂e per million miles



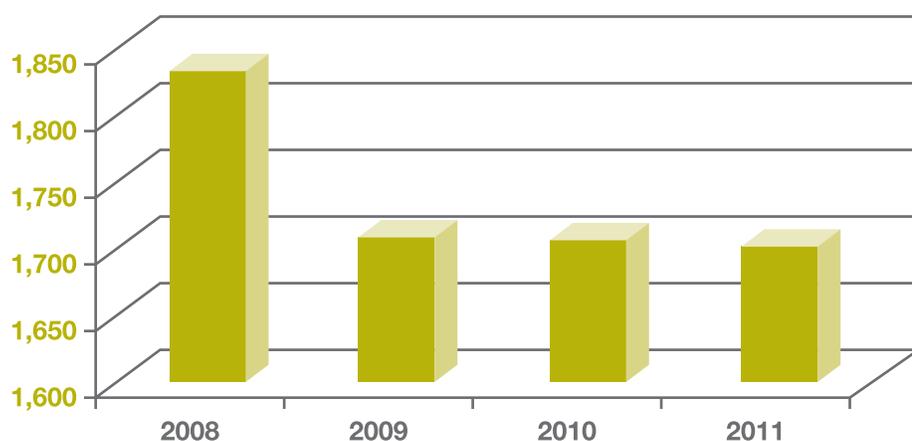
C&K's success is due in part to the following efforts:

- + Installing software on tractors to monitor and track various driver and fuel efficiency metrics
- + Monitoring and tracking C&K's entire company fleet for MPG and idling time
- + Allowing Owner Operators to utilize this software to monitor their own fuel efficiency and modify driving/idling habits
- + Retrofitting engines on over 60 units, reducing CO₂e by an estimated 40%
- + Developing backhauls to reduce empty miles driven
- + Purchasing new tractors as needed, with 2007 or newer compliant engines that reduce CO₂e by approximately 50%
- + Hauling more 53 ft. trailers (versus 40 ft.) to deliver more freight per mile driven
- + Creating speed management policies to limit the maximum speed for drivers and improve fuel efficiency
- + Utilizing Smartway-approved tires on over 50 company tractors, which reduce rolling resistance and improve MPG

Within C&K's company fleet, miles driven have increased by 7.8% since 2008. However, the CO₂e output (measured by metric tons per million miles) has decreased 18%. C&K has achieved this through an improvement in its average MPG from 5.5 to 5.9, as well as some of the efforts noted in the chart below:

co2e adjustments	company fleet		
	2009	2010	2011
retrofitted units	86.6	339.9	893.2
backhauls	66.7	96.7	115.9
2007 engines	97.4	-	-
product mix change	274.8	221.2	-
total co2e reduction	525.5	657.8	1,009.1
metric tons co2e	7,862.2	7,793.3	8,439.1
less adjustments	525.5	657.8	1,009.1
adjusted metric tons co2e	7,336.7	7,135.5	7,430.0
metric tons per million miles	1,594.9	1,562.6	1,498.2

company fleet: metric tons co2e per million miles



On a year over year basis, C&K’s results have been impressive, with its CO2e output reductions from 2009-2011 equal to removing over 833 cars from the roads.

co2e reduction	company fleet		
	2009	2010	2011
mileage (millions)	17.0	21.0	23.2
metric tons of co2e	28,177	34,009	37,371
year over year reduction	1,792	1,418	1,041
reduction in number of cars**	351	278	204

* For the year over year comparison, mileage for 2009 is assumed to equal 2010 and mileage in 2010 is assumed equal to 2011.

** Per U.S. Environmental Protection Agency, the average passenger vehicle emits 5.1 metric tons of CO2e annually.

C&K values continual improvement and respects the communities it serves. In addition to environmental efforts within our fleets, we continue to make being “green” a part of every employee’s daily routine. Below are just a few environmentally friendly practices that we encourage throughout the company:

- + Recycling (proper disposal centers are located at all offices)
- + Responsible paper usage
- + Reduced travel via videoconferencing
- + Direct deposit for all employees (reduces paper checks and the carbon footprint associated with mailing out checks and paystubs weekly)
- + Using compact fluorescent light bulbs to replace existing incandescent bulbs
- + Prioritizing freight to “green” companies with our affiliate, AV Logistics

Though we’re proud of our efforts to reduce C&K’s carbon footprint, we know that the road towards environmental sustainability is long, and cannot be achieved by a single person, company, or initiative. This is yet another reason C&K strives to be an exemplary corporate citizen by taking a proactive role in caring for the environment. As time progresses, we will continue to make company-wide improvements to reduce C&K’s carbon footprint while providing reliable, safe, and value-added drayage services.

For additional information on C&K’s green initiatives, please feel free to contact Mike Burton at mburton@cktrucking.com.

