



RAILMARK BEGINS SERVICE ON FAMED ALGOMA CENTREAL NEWS RELEASE – (Wixom, MI) – May 26, 2015

Railmark Holdings Inc. announced today that its wholly-owned subsidiary, **Railmark Canada Limited**, assumed operations of the famed Algoma Central Passenger Train on May 1, 2015. This storied passenger train, now in its 101st year of service, provides critical passenger train service to the residents, businesses and vacationers along the 295 mile route from Sault Ste Marie Ontario to Hearst Ontario. This train's financial support from the Canadian government was in jeopardy during 2013 and had received a short term extension to operate another year, providing time for the area's political leaders and stakeholders to come up with a plan to make the train operation financially sustainable. Last fall an initiative was started and four rail companies, including Railmark, submitted turnaround plans. Railmark's plan was chosen, vetted and provided with a three-year, \$5.3M CAD subsidiary from Transport Canada. Additionally recently passed Canadian laws now mandate a new process for receiving authority to become a railroad in Canada. On March 31, 2015, Railmark Canada Limited became the first authorized railroad in Canada to receive the new federal Railway Operating Certificate (ROC). Unlike the practice in the U.S. of individual shortline railroads owned by a holding company, Railmark Canada Limited will be operating as a single entity with operating divisions across Ontario and other parts of Canada.

Railmark Canada Limited will be operating scheduled passenger trains, excursion passenger trains, freight trains and providing rail logistics and mechanical services, primarily in Ontario but in other parts of Canada as well. The Company's Sault Ste Marie Ontario ACR Passenger Operation was acquired from the Canadian National Railroad (CN) on May 1, 2015. CN had been providing the service since acquiring the Algoma Central Railroad (ACR) in 1990 from the Wisconsin Central Railroad. CN recently disclosed the award of the operation to Railmark.

B. Allen Brown, President & CEO of Railmark commented, "We are both humbled and honored that the CN and the stakeholders chose Railmark and its plan for the ACR Passenger Train operation. Just the pursuit of the turnaround plan will generate additional tourism, create jobs, and provide new visitors to the area with an unforgettable Canadian wilderness rail experience."

Railmark Canada Limited has additional acquisitions and rail opportunities planned for the remainder of the year. The Company continues to build its team and develop new avenues for growth and development capital. Its goal is to end 2015 with a total of four Canadian rail acquisitions. Domestically Railmark Holdings Inc. continues to expand its rail logistics locations and other rail operations.

About Our Company

RAILMARK[®] provides unique and cost-effective products and services for the railroad industry, industrial rail transportation users, governments and the general public that reflect "A NEW TRAIN OF THOUGHT.....[®]". Its principal subsidiaries are Railmark Track Works Inc., Rail Freight Solutions Inc., Railmark Railcar Services Inc. and Railmark Canada Limited. For more information visit www.railmark.com, www.railmark.ca or www.RideOurTrains.com.

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