

Important Facts About the YRC Worldwide Financial Strategy

YRC Worldwide

- > We are making steady progress on implementing our comprehensive plan to realize efficiencies from the YRC integration, restore financial strength and position our operating companies for future success.
- > Provider of global transportation services, transportation management solutions, and logistics management.
- > Subsidiaries: YRC, YRC Reimer, YRC Glen Moore, YRC Logistics and the YRC Regional Transportation brands – Holland, Reddaway and New Penn.

International Brotherhood of Teamsters (IBT)

- > Local IBT leadership has reviewed our tentative agreement on labor contract modifications. Our Teamsters employees are currently voting on the labor changes and we anticipate results of the vote in early August.
- > Related savings are estimated at approximately \$45 million per month, and would begin immediately upon ratification. Savings grow to approximately \$50 million per month in 2010.
- > The proposed changes are designed to reduce the company's cost structure and preserve operating capital. The agreement includes a 5 percent incremental wage reduction, and an 18-month cessation of all pension fund contributions, which will not require later repayment.
- > In exchange, the Teamsters would receive options for 20 percent of the outstanding shares of YRC Worldwide stock, pending shareholder approval. YRC Worldwide will also appoint an additional member to its board of directors – the selection would be agreed upon by the company and the IBT negotiating committee.

Long-term Pension Stabilization

- > We continue to support long-term solutions to multi-employer pension plans which will preserve retiree benefits.

Banking Amendment

- > Our bank group is supportive of our strategic plan and self-help approach to recovery in this economic environment.
- > The company finalized an amendment to its credit agreement which eliminates the third quarter 2009 EBITDA (earnings before interest, taxes, depreciation and amortization) covenant; establishes a fourth quarter 2009 EBITDA covenant of \$15 million and a first quarter 2010 EBITDA covenant of \$20 million; allows us to maintain 100 percent of asset sales during August, up to \$50 million; and eliminates the minimum liquidity covenant during August.
- > We will continue collaborative discussions to reach agreement on options for longer-term modifications, as needed.

Sale/Leasebacks

- > YRC Worldwide is using sale/leaseback transactions to capitalize on select real estate assets, while maintaining the most comprehensive network in North America. Selling the property for cash and immediately leasing it back allows us to make full use of the property, without tying up capital.
- > In Q1, we closed \$158 million in sale/leasebacks; in Q2 we completed an additional \$127 million in transactions.

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Financial Summary

We are taking a number of steps to enhance our competitive position and reduce our cost base:

- > Integration of Yellow and Roadway into YRC, creating the largest LTL network in North America
- > Redesign of regional networks
- > Freezing non-union retirement plans
- > Wage reductions by union and non-union employees
- > Consolidation of back-office functions and reductions in overhead
- > Rightsizing our networks relative to shipping volume

In addition, these actions have been completed or are under way to improve our financial condition:

- > Teamsters employees to vote on labor contract modifications
- > Agreements with the company's IBT pension funds to defer pension plan payments for second quarter for a deferral of \$128 million
- > Ongoing activities to improve cash flow and liquidity
- > Ongoing activities to build our brands and create total solutions for global supply chain needs

This update provides a quick financial overview.

For more information, please visit insight.yrcw.com or talk with your account executive.

Statements made in this document that are not purely historical are forward-looking statements. This includes statements regarding the company's expectations and intentions on strategies regarding the future. It is important to note that the company's future results could differ materially from those projected in such forward-looking statements due to a variety of factors. The format of this document does not allow us to fully discuss all of these risk factors. For a full discussion, please refer to our earnings release and our SEC filings, including our 10K and 8K filing.