

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 or 15(d) of the
Securities Exchange Act of 1934

June 29, 2006

Date of Report (Date of earliest event reported)

Con-way Inc.

(Exact name of registrant as specified in its charter)

Delaware	1-5046	94-1444798
-----	-----	-----
(State or other jurisdiction of incorporation or organization)	(Commission File Number)	(IRS Employer Identification Number)

2855 Campus Drive, Suite 300, San Mateo, California 94403

(Address of principal executive offices)
(zip code)

Registrant's telephone number, including area code:
(650) 378-5200

(Former name or former address, if changed since last report.)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligations of the registrant under any of the following provisions (see General Instruction A.2 below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

ITEM 8.01 OTHER EVENTS

On June 23, 2006, General Motors Corporation ("GM") informed Con-way Inc. ("Con-way") that it intends to exercise its right to purchase Con-way's interest in Vector SCM, LLC ("Vector"). The joint venture was formed by Menlo Worldwide, LLC ("MWW"), Con-way's global contract logistics subsidiary, and GM in December 2000 to deliver lead logistics provider services for GM's global supply chain. The terms of the joint venture give GM the right to exercise a buy-out of Con-way's interest in Vector, subject to agreement on valuation, terms and conditions. The companies will promptly enter into discussions intended to establish a valuation for the venture. Vector will provide ongoing services and support to GM during the valuation process and during a subsequent post-transaction transition period to ensure smooth transition of services, personnel and functions. Upon completion of the sale of its interest in Vector, Con-way will no longer receive any income from the joint venture. Contracts where Vector is providing services to non-GM entities will be transitioned to MWW.

A copy of the press release Con-way filed on June 29, 2006 to announce GM's exercise of its call right and intent to purchase Con-way's interest in Vector is attached hereto as Exhibit 99 and incorporated herein by reference.

ITEM 9.01 FINANCIAL STATEMENTS AND EXHIBITS

(c) Exhibits

Exhibit No. -----	Description -----
99	Press Release dated June 29, 2006

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

Con-way Inc.

(Registrant)

June 29, 2006 /s/ Jennifer W. Pileggi

Jennifer W. Pileggi
Senior Vice President,
General Counsel & Secretary

EXHIBIT 99

CON-WAY INC.
2855 CAMPUS DRIVE, SUITE 300
SAN MATEO, CA 94403
(650) 378-5200

NEWS RELEASE

Contacts:

Media - Gary Frantz
(650) 378-5335

Investors - Patrick Fossenier
(650) 378-5353

FOR IMMEDIATE RELEASE

**CON-WAY AND GENERAL MOTORS TO ENTER DISCUSSIONS REGARDING PURCHASE OF
VECTOR SCM**

SAN MATEO, Calif. – June 29, 2006 – Con-way Inc. (NYSE: CNW) disclosed today that it received notice from General Motors Corporation (NYSE: GM) of its intent to exercise its call right and enter into negotiations to purchase Vector SCM, LLC, the joint venture formed by Menlo Worldwide, LLC, Con-way's global contract logistics subsidiary, and GM in December 2000 to deliver lead logistics provider services for GM's global supply chain.

The terms of the joint venture give GM the right to exercise a buy-out of Vector, subject to agreement on valuation, terms and conditions.

The companies will promptly enter into discussions intended to establish a valuation for the venture and proposed terms of a transaction.

GM notified Con-way that consistent with its turnaround plan and the goal of further integrating global activities in this area, it had made a strategic decision to resume more direct control over its logistics functions.

Vector will provide ongoing services and support to GM during the valuation discussion process, and during a subsequent post-transaction transition. The two companies also will be forming a transition team to

manage resource planning and ensure a smooth transfer of services and functions.

Contracts where Vector is providing services to non-GM entities will be transitioned to Menlo.

"We're proud of the value that Vector SCM has delivered," said Douglas W. Stotlar, Con-way president and CEO. "Over its term our investment in Vector has returned significant profits for Menlo and Con-way. It's a proven success story that shows how a lead logistics provider can drive out costs and create competitive advantage."

Stotlar added that the company will continue to pursue lead logistics provider, or 4PL opportunities, with the resources of Menlo Worldwide.

Con-way Inc. (NYSE:CNW) is a \$ 4.2 billion freight transportation and logistics company with businesses in less-than-truckload and full truckload freight services, expedite, brokerage, contract logistics, warehousing, supply chain management and trailer manufacturing.