

CNF TRANSPORTATION INC.
 STATEMENTS OF CONSOLIDATED INCOME
 (Dollars in thousands except per share amounts)

	Six Months Ended June 30	
	1997	1996
REVENUES		
Con-Way Transportation Services	\$ 699,863	\$ 618,494
Emery Worldwide	1,027,502	922,928
Other	217,826	200,787
	<u>1,945,191</u>	<u>1,742,209</u>
COSTS AND EXPENSES		
Con-Way Transportation Services		
Operating Expenses	511,218	463,485
Selling and Administrative Expenses	89,599	80,719
Depreciation	30,488	23,901
	<u>631,305</u>	<u>568,105</u>
Emery Worldwide		
Operating Expenses	818,281	749,401
Selling and Administrative Expenses	150,173	128,022
Depreciation	18,440	15,355
	<u>986,894</u>	<u>892,778</u>
Other		
Operating Expenses	192,672	179,987
Selling and Administrative Expenses	14,398	12,299
Depreciation	2,688	1,169
	<u>209,758</u>	<u>193,455</u>
	<u>1,827,957</u>	<u>1,654,338</u>
OPERATING INCOME		
Con-Way Transportation Services	68,558	50,389
Emery Worldwide	40,608	30,150
Other	8,068	7,332
	<u>117,234</u>	<u>87,871</u>
OTHER INCOME (EXPENSE)		
Investment Income	124	52
Interest Expense	(21,067)	(19,555)
Miscellaneous, net	(1,092)	(1,362)
	<u>(22,035)</u>	<u>(20,865)</u>
Income from Continuing Operations before Income Taxes	95,199	67,006
Income Taxes	43,266	29,625
Net Income from Continuing Operations	<u>51,933</u>	<u>37,381</u>
Loss from Discontinued Operations net of Income Tax Benefits	-	(23,445)
Net Income	<u>51,933</u>	<u>13,936</u>
Preferred Dividends	3,910	4,317
NET INCOME AVAILABLE TO COMMON SHAREHOLDERS	<u>\$48,023</u>	<u>\$9,619</u>
Primary Average Shares Outstanding (1)	46,798,519	44,898,563
PRIMARY EARNINGS (LOSS) PER SHARE		
Continuing Operations	\$1.03	\$0.74
Discontinued Operations	-	(0.53)
	<u>\$1.03</u>	<u>\$0.21</u>
FULLY DILUTED EARNINGS (LOSS) PER SHARE		
Continuing Operations	\$0.95	\$0.69
Discontinued Operations	-	(0.48)
	<u>\$0.95</u>	<u>\$0.21</u>

(1) Includes the dilutive effect of common stock equivalents

The accompanying notes are an integral part of these statements.