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

Date of Report (Date of earliest event reported) July 26, 2017



LANDSTAR SYSTEM, INC.

(Exact name of registrant as specified in its charter)

Delaware (State or other jurisdiction of incorporation) 021238 (Commission File Number) 06-1313069 (I.R.S. Employer Identification No.)

13410 Sutton Park Drive South, Jacksonville, Florida (Address of principal executive offices) 32224 (Zip Code)

(904) 398-9400

(Registrant's telephone number, including area code)

N/A

(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 obligation of the registrant under any of the following provisions:

 \Box 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)

Derecommencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))

D Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (§230.405 of this chapter) or Rule 12b-2 of the Securities Exchange Act of 1934 (§240.12b-2 of this chapter).

Emerging growth company \Box

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

Item 2.02 Results of Operations and Financial Condition

On July 26, 2017, Landstar System, Inc. issued a press release announcing results for the second quarter of fiscal 2017. A copy of the press release is attached hereto as Exhibit 99.1.

The information contained in Item 7.01 concerning the presentation to Landstar investors is hereby incorporated into this Item 2.02 by reference.

The information furnished under Item 2.02 of this Current Report on Form 8-K, including Exhibit 99.1 hereto, shall not be deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, nor shall it be deemed incorporated by reference in any filing under the Securities Act of 1933.

Item 7.01 Regulation FD Disclosure

A slide presentation, dated July 26, 2017, is attached hereto as Exhibit 99.2 and is incorporated herein by reference. The slide presentation provides information that may be referred to by the Company on its conference call with investors scheduled to occur on July 27, 2017 in connection with the Company's release of results for the second quarter of fiscal 2017.

The information furnished under Item 7.01 of this Current Report on Form 8-K, including Exhibit 99.2 hereto, shall not be deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, nor shall it be deemed incorporated by reference in any filing under the Securities Act of 1933.

 Item 9.01
 Financial Statements and Exhibits

 Exhibits

99.1 News Release dated July 26, 2017 of Landstar System, Inc.

99.2 Slide Presentation dated July 26, 2017 of Landstar System, Inc.

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.

LANDSTAR SYSTEM, INC.

By: /s/ L. Kevin Stout

Name: L. Kevin Stout

Title: Vice President and Chief Financial Officer

Date: July 26, 2017



Contact: Kevin Stout Landstar System, Inc. www.landstar.com

904-398-9400



Landstar System, Inc. 13410 Sutton Park Drive, South Jacksonville, FL 32224 904 398 9400

For Immediate Release

July 26, 2017

LANDSTAR SYSTEM REPORTS DILUTED EARNINGS PER SHARE OF \$0.89 ON RECORD SECOND QUARTER REVENUE OF \$870 MILLION

Jacksonville, FL – Landstar System, Inc. (NASDAQ: LSTR) reported diluted earnings per share of \$0.89 on record second quarter revenue of \$870 million in the 2017 second quarter. Landstar reported diluted earnings per share of \$0.76 on revenue of \$775 million in the 2016 second quarter. Gross profit (defined as revenue less the cost of purchased transportation and commissions to agents) was a second quarter record of \$132.6 million in the 2017 second quarter compared to \$121.0 million in the 2016 second quarter. Operating margin, representing operating income divided by gross profit, was 46.0 percent in the 2017 second quarter.

Truck transportation revenue hauled by independent business capacity owners ("BCOs") and truck brokerage carriers in the 2017 second quarter was \$815.6 million, or 94 percent of revenue, compared to \$718.5 million, or 93 percent of revenue, in the 2016 second quarter. Truckload transportation revenue hauled via van equipment in the 2017 second quarter was \$509.1 million compared to \$458.0 million in the 2016 second quarter. Truckload transportation revenue hauled via unsided/platform equipment in the 2017 second quarter was \$283.5 million compared to \$422.0 million in the 2016 second quarter. Revenue hauled by rail, air and ocean cargo carriers was \$43.1 million, or 5 percent of revenue, in the 2017 second quarter compared to \$45.1 million, or 6 percent of revenue, in the 2016 second quarter.

Trailing twelve-month return on average shareholders' equity was 27 percent and trailing twelve-month return on invested capital, net income divided by the sum of average equity plus average debt, was 22 percent. Currently, there are approximately

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1,036,000 shares of the Company's common stock available for purchase under Landstar's authorized share purchase program. As of July 1, 2017, the Company had \$273 million in cash and short term investments and \$214 million available for borrowings under the Company's senior credit facility.

In addition, Landstar announced today that its Board of Directors has declared a quarterly dividend of \$0.10 per share payable on September 1, 2017, to stockholders of record as of the close of business on August 14, 2017. This quarterly dividend includes an 11 percent increase to the amount of the Company's quarterly dividend declared following each of the prior four quarters. It is currently the intention of the Board to pay dividends on a quarterly basis going forward.

Commenting on Landstar's 2017 second quarter, Landstar's President and CEO Jim Gattoni said, "I am very pleased with Landstar's performance in the 2017 second quarter. On April 26th, we provided second quarter revenue guidance of \$820 million to \$870 million and second quarter diluted earnings per share guidance of \$0.84 to \$0.89. Revenue and diluted earnings per share for the 2017 second quarter both came in at the top end of guidance. Revenue of \$870 million was a second quarter record and represented growth of 12 percent over the 2016 second quarter."

Gattoni continued, "The number of loads hauled via truck in the 2017 second quarter increased 10 percent over the 2016 second quarter, driven by a 10 percent increase in the number of loads hauled via unsided/platform equipment and a 20 percent increase in less-than-truckload volume. The number of loads hauled via truck in the second quarter of 2017 was a second quarter record. The number of loads hauled via railroads, ocean cargo carriers and air cargo carriers was 5 percent lower in the 2017 second quarter compared to the 2016 second quarter, due to continued softness in rail intermodal volume."

Gattoni further commented, "As expected, the pricing environment for our truckload services continued to show slow improvement in the 2017 second quarter, as industry-wide truck capacity is firming in certain regions, especially with respect to flatbed loads.

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As a result, revenue per load on loads hauled via truck was 3 percent higher in the 2017 second quarter compared to the 2016 second quarter. The percentage change in year-overyear revenue per load on loads hauled via truck was consistent each month during the quarter. 2017 second quarter operating margin was 46.0 percent, in line with our historical second quarter operating margin."

Gattoni continued, "Historically, revenue in the Company's third fiscal quarter has been relatively consistent with revenue generated in the Company's second fiscal quarter. We typically have experienced revenue per load on loads hauled via truck in the Company's third quarter as slightly ahead of the second quarter while the number of loads hauled via truck in the third quarter as slightly below the second quarter. Through the first few weeks of July, we have experienced the normal seasonal uptick in revenue per load on loads hauled via truck. Also, the number of loads hauled via truck during the first few weeks of July is trending with the historical second quarter to third quarter pattern. As such, I expect 2017 third quarter revenue to be similar to the Company's 2017 second quarter revenue. Assuming insurance and claims costs in the 2017 third quarter are approximately 3.3 percent of BCO revenue, representing average insurance and claims costs as a percent of BCO revenue over the past 5 years, I would expect diluted earnings per share to be in a range of \$0.88 to \$0.93 in the 2017 third quarter."

Landstar will provide a live webcast of its quarterly earnings conference call tomorrow morning at 8:00 a.m. ET. To access the webcast, visit the Company's website at www.landstar.com; click on "Investor Relations" and "Webcasts," then click on "Landstar's Second Quarter 2017 Earnings Release Conference Call."

This earnings announcement, as well as an accompanying slide presentation, is available through the Company's website at <u>http://investor.landstar.com</u> under "Presentations" and on a Form 8-K filed with the Securities and Exchange Commission.

The following is a "safe harbor" statement under the Private Securities Litigation Reform Act of 1995. Statements contained in this press release that are not based on historical facts are "forward-looking statements". This press release contains forward-looking statements, such as statements which relate to Landstar's business objectives, plans, strategies and expectations. Terms such as "anticipates," "believes," "estimates,"

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"intention," "expects," "plans," "predicts," "may," "should," "could," "will," the negative thereof and similar expressions are intended to identify forward-looking statements. Such statements are by nature subject to uncertainties and risks, including but not limited to: an increase in the frequency or severity of accidents or other claims; unfavorable development of existing accident claims; dependence on third party insurance companies; dependence on independent commission sales agents; dependence on third party capacity providers; decreased demand for transportation services; U.S. foreign trade relationships; substantial industry competition; disruptions or failures in the Company's computer systems; cyber and other information security incidents; dependence on key vendors; changes in fuel taxes; status of independent contractors; regulatory and legislative changes; regulations focused on diesel emissions and other air quality matters; catastrophic loss of a Company facility; intellectual property; unclaimed property; and other operational, financial or legal risks or uncertainties detailed in Landstar's Form 10K for the 2016 fiscal year, described in Item 1A Risk Factors, and in other SEC filings from time to time. These risks and uncertainties could cause actual results or events to differ materially from historical results or those anticipated. Investors should not place undue reliance on such forward-looking statements, and the Company undertakes no obligation to publicly update or revise any forward-looking statements.

About Landstar:

Landstar System, Inc. is a worldwide, asset-light provider of integrated transportation management solutions delivering safe, specialized transportation logistics services to a broad range of customers utilizing a network of agents, third-party capacity providers and employees. All Landstar transportation services companies are certified to ISO 9001:2008 quality management system standards and RC14001:2013 environmental, health, safety and security management system standards. Landstar System, Inc. is headquartered in Jacksonville, Florida. Its common stock trades on The NASDAQ Stock Market[®] under the symbol LSTR.

(Tables follow)

Landstar System, Inc. and Subsidiary Consolidated Statements of Income (Dollars in thousands, except per share amounts) (Unaudited)

	Twenty Six	Twenty Six Weeks Ended		/eeks Ended
	July 1, 2017	June 25, 2016	July 1, 2017	June 25, 2016
Revenue	\$ 1,651,342	\$ 1,486,867	\$ 870,434	\$ 775,223
Investment income	1,022	743	608	363
Costs and expenses:				
Purchased transportation	1,263,111	1,129,743	667,588	589,415
Commissions to agents	134,080	123,931	70,282	64,839
Other operating costs, net of gains on asset sales/dispositions	14,400	13,992	7,503	6,585
Insurance and claims	28,406	30,307	13,893	16,094
Selling, general and administrative	79,184	71,519	40,861	36,905
Depreciation and amortization	19,831	17,093	9,897	8,655
Total costs and expenses	1,539,012	1,386,585	810,024	722,493
Operating income	113,352	101,025	61,018	53,093
Interest and debt expense	1,902	1,777	819	888
Income before income taxes	111,450	99,248	60,199	52,205
Income taxes	41,557	37,750	22,689	19,891
Net income	\$ 69,893	\$ 61,498	\$ 37,510	\$ 32,314
Earnings per common share	\$ 1.67	\$ 1.45	\$ 0.89	\$ 0.77
Diluted earnings per share	\$ 1.66	\$ 1.45	\$ 0.89	\$ 0.76
Average number of shares outstanding:				
Earnings per common share	41,907,000	42,315,000	41,935,000	42,235,000
Diluted earnings per share	42,004,000	42,424,000	42,010,000	42,357,000
Dividends per common share	\$ 0.18	\$ 0.16	\$ 0.09	\$ 0.08

Landstar System, Inc. and Subsidiary Consolidated Balance Sheets

(Dollars in thousands, except per share amounts) (Unaudited)

	July 1, 2017	December 31, 2016
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 222,102	\$ 178,897
Short-term investments	51,167	66,560
Trade accounts receivable, less allowance of \$5,311 and \$5,161	480,467	463,102
Other receivables, including advances to independent contractors, less allowance of \$6,049 and \$5,523	20,518	18,567
Other current assets	19,291	10,281
Total current assets	793,545	737,407
Operating property, less accumulated depreciation and amortization of \$202,050 and \$190,374	259,346	272,843
Goodwill	31,134	31,134
Other assets	75,249	55,207
Total assets	\$ 1,159,274	\$ 1,096,591
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities:		
Cash overdraft	\$ 34,145	\$ 36,251
Accounts payable	224,928	219,409
Current maturities of long-term debt	41,356	45,047
Insurance claims	29,077	26,121
Other current liabilities	56,998	53,483
Total current liabilities	386,504	380,311
Long-term debt, excluding current maturities	77,639	93,257
Insurance claims	30,402	26,883
Deferred income taxes and other non-current liabilities	55,239	53,583
Shareholders' equity:		
Common stock, \$0.01 par value, authorized 160,000,000 shares, issued 67,696,487 and 67,585,675 shares	677	676
Additional paid-in capital	203,410	199,414
Retained earnings	1,575,342	1,512,993
Cost of 25,749,493 and 25,747,541 shares of common stock in treasury	(1,167,600)	(1,167,437)
Accumulated other comprehensive loss	(2,339)	(3,089)
Total shareholders' equity	609,490	542,557
Total liabilities and shareholders' equity	\$ 1,159,274	\$ 1,096,591

Landstar System, Inc. and Subsidiary Supplemental Information (Unaudited)

Inst.t. Janz X. Janz X. <t< th=""><th></th><th colspan="2">Twenty Six Weeks Ended</th><th colspan="2">Thirteen Weeks Ended</th></t<>		Twenty Six Weeks Ended		Thirteen Weeks Ended	
Revenue queranect through (in thousands);				July 1,	June 25,
Truck transportation Truckloud: Wave equipment \$978,918 \$\$ \$86,195 \$5509,135 \$454,002 Lise-sthun-truckload 42,079 352,927 222,924 184.590 Total truck transportation 1,542,375 1,373,552 815,558 718,460 Rail intermodal 44,185 37,710 21,595 18,902 Ocean and air cargo carries 41,185 37,710 21,595 11,552 Otean and air cargo carries 51,651,342 51,466,867 5870,443 577,52,233 Revenue on bads hauled via BCO Independent 613,505 576,085 \$707,652 \$411,177 \$373,374 Number of bads. 700,683 55,527 34,589 228,029 \$441,407 \$37,374 Number of bads. 700,683 55,527 34,589 228,029 \$11,524 211,629 Orean and air cargo carries 613,505 556,119 315,499 288,029 Orean adi cargo carries 614,500 830,800 474,200 491,250 422,000 216,523	Revenue generated through (in thousands):		2016	2017	2016
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Contractors (2) included in total truck transportation \$ 76,085 \$ 707,652 \$ 411,177 \$ 373,374 Number of loads:	Devenue on loads hauled via PCO Independent	\$1,001,01 <u>=</u>	41,100,007	4070,101	<i>\$778</i> ,228
Number of loads: Number of loads: Truck transportation Truckload: 213,525 556,119 315,499 287,079 Unsided/platform equipment 236,427 219,034 125,242 116,292 Less-than-truckload 64,508 557,27 34,589 288,29 Total ruck transportation 914,500 830,800 475,330 423,200 Rail intermodal 20,960 24,180 10,310 12,524 Ocean and air cargo carriers 947,400 864,840 491,850 449,570 Loads hauled via BCO Independent Contractors (2) included in total truck transportation 453,860 414,660 235,630 216,990 Revenue per Load on Truckload: Truck transportation Truckload: 449,570 449,570 449,570 Unsided/platform equipment 2,202 2,061 2,263 2,081 Less-than-truckload 663 645 663 640 Truck transportation 1,667 1,533 1,716 1,721 Revenue per Load on Loads hauled via BCO Independent Contractors (2) \$ 1,707 \$ 1,771<		¢ 776.095	¢ 707.650	¢ 411 177	¢272 274
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Total truck transportation 914,500 830,880 475,330 432,200 Rail intermodal 20,960 24,180 10,310 12,150 Ocean and air cargo carriers 947,400 864,840 491,850 449,570 Loads hauled via BCO Independent Contractors (2) included in total truck transportation 453,860 414,660 235,630 216,990 Revenue per load: Truck transportation Truckload: 2,202 2,061 2,263 2,081 Less-than-truckload 663 645 663 640 663 643 663 640 7,362 2,081 Less-than-truckload 663 644 663 643 663 643 663 643 663 645 663 640 7,165 1,716 1,762 2,162 2,081 2,162 2,081 2,162 2,081 2,164 2,087 2,159 5 1,716 5 1,716 5 1,721 Revenue per load on loads hauled via BCO Independent Contractors (2) \$ 1,710 \$ 1,707 <	Unsided/platform equipment	236,427	219,034	125,242	116,292
Rail intermodal 20,960 24,180 10,310 12,150 Ocean and air cargo carriers 11,940 9,780 6,210 5,220 947,400 864,840 491,850 449,570 216,990 Revenue per load; 11,940 927,600 84,840 491,850 216,990 Truck transportation Truckload: 2,202 2,061 2,263 2,091 Less-than-truckload 663 645 663 645 663 645 Rail intermodal 1,687 1,614 \$ 1,595 \$ 1,710 \$ 1,716 1,663 Rail intermodal 6,63 645 663 645 663 645 5663 647 3,661 1,616 2,116 2,164 2,087 2,159 0cean and air cargo carriers 3,449 3,856 3,477 3,621 Revenue yer load on loads hauled via BCO Independent Contractors (2) \$ 1,710 \$ 1,707 \$ 1,745 \$ 1,712 Revenue yer load on loads hauled via BCO Independent Contractors (2) \$ 3,449 3,856 3,477 3,621 Revenue yer load on loads hauled via BCO Independent Contractors (2) \$ 1,710	Less-than-truckload	64,508	55,727	34,589	28,829
Ocean and air cargo carriers 11,940 9,780 6,210 5,220 947,400 964,840 491,850 449,570 Loads hauled via BCO Independent Contractors (2) included in total truck transportation 453,860 414,660 235,630 216,990 Revenue per load: Truck transportation Truckload: 5 1.595 \$ 1,594 \$ 1,615 \$ 1,653 \$ 1,616 2,263 2,081 Less-than-truckload 663 643 663 640 663 647 6,631 6,610 6,610 1,653 1,716 1,653 1,716 1,653 1,716 1,653 1,716 1,653 1,716 1,653 1,716 1,653 1,716 1,653 1,716 1,653 1,717 1,551 5 1,594 \$ 1,515 \$ 1,717 1,533 1,717 1,533 1,717 \$ 1,717 \$ 1,717 \$ 1,717 \$ 1,717 \$ 1,717 \$ 1,721 \$ 1,721	Total truck transportation	914,500	830,880	475,330	432,200
gdf,400 864,840 491,850 449,570 Loads hauled via BCO Independent Contractors (2) included in total truck transportation 453,860 414,660 235,630 216,990 Revenue per load: Truck transportation Truckload: 2,202 2,061 2,263 2,081 Van equipment \$ 1.595 \$ 1.594 \$ 1.614 \$ 1.595 Unsided/platform equipment 2,202 2,061 2,263 2,081 Less-than-truckload 663 645 663 640 Total truck transportation 1,687 1,653 1,716 1,662 Rail intermodal 2,116 2,164 2,087 2,159 Ocean and air cargo carriers 3,449 3,856 3,477 3,621 Revenue per load on loads hauled via BCO Independent Contractors (2) \$ 1,710 \$ 1,707 \$ 1,745 \$ 1,721 Revenue by capacity providers: Truck transportations (2) \$ 47% 48% 47% 48% Truck Brokerage Carriers 2% 3% 2% 3% 2% 3% 2% 3	Rail intermodal	20,960	24,180	10,310	12,150
Loads hauled via BCO Independent Contractors (2) included in total truck transportation 453,860 414,660 235,630 216,990 Revenue per load: Truck transportation Truckload:	Ocean and air cargo carriers	11,940	9,780	6,210	5,220
Loads hauled via BCO Independent Contractors (2) included in total truck transportation 453,860 414,660 235,630 216,990 Revenue per load: Truck transportation Truckload:		947,400	864.840	491,850	449,570
Revenue per load: Truck transportation Truckload: \$ 1,595 \$ 1,594 \$ 1,614 \$ 1,595 Unsided/platform equipment 2,202 2,061 2,263 2,081 Less-than-truckload 663 645 663 645 Total truck transportation 1,687 1,653 1,716 1,662 Rail intermodal 2,116 2,164 2,081 2,159 Ocean and air cargo carriers 3,449 3,856 3,477 3,621 Revenue per load on loads hauled via BCO Independent Contractors (2) \$ 1,700 \$ 1,745 \$ 1,745 \$ 1,745 Revenue by capacity type (as a % of total revenue): Truck capacity providers: \$ 1,745	Loads hauled win BCO Independent Contractors (2) included in total truck transportation				
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Van equipment \$ 1,595 \$ 1,594 \$ 1,614 \$ 1,595 Unsided/platform equipment 2,202 2,061 2,263 2,061 Less-than-ruckload 663 663 663 663 Total truck transportation 1,687 1,653 1,716 1,662 Rail intermodal 2,116 2,164 2,087 2,159 Ocean and air cargo carriers 3,449 3,856 3,477 3,621 Revenue proload on loads hauled via BCO Independent Contractors (2) \$ 1,710 \$ 1,745 \$ 1,745 Revenue by capacity type (as a % of total revenue); Truck capacity providers: 1,710 \$ 1,745 \$					
Unsided platform equipment 2,202 2,061 2,263 2,081 Less-than-truckload 663 663 663 663 663 Total truck transportation 1,687 1,653 1,716 1,662 Rail intermodal 2,116 2,164 2,081 2,159 Ocean and air cargo carriers 3,449 3,856 3,477 3,621 Revenue per load on loads hauled via BCO Independent Contractors (2) \$ 1,710 \$ 1,707 \$ 1,745 \$ 1,721 Revenue per load on loads hauled via BCO Independent Contractors (2) \$ 1,710 \$ 1,707 \$ 1,745 \$ 1,721 Revenue per load on loads hauled via BCO Independent Contractors (2) \$ 47% 48% 47% 48% Truck Capacity type (as a % of total revenue); Truck Brokerage Carriers 46% 45% 46% 45% Rail intermodal 23% 44% 27% 28 29 29 Ocean and air cargo carriers 29% 3% 29% 29 29 Other 1% 28% 46% 45% 46% 36.3 Didependent Contractors (2) 1%	1	\$ 1595	\$ 1.594	\$ 1.614	\$ 1595
Less-than-truckload 663 645 663 640 Total truck transportation 1,687 1,653 1,716 1,663 Rail intermodal 2,116 2,164 2,087 2,159 Ocean and air cargo carriers 3,449 3,856 3,477 3,621 Revenue per load on loads bauled via BCO Independent Contractors (2) \$ 1,710 \$ 1,745 \$ 1,721 Revenue by capacity type (as a % of total revenue): Truck capacity providers:				-	
Total truck transportation 1,687 1,653 1,716 1,662 Rail intermodal 2,116 2,164 2,087 2,159 Ocean and air cago carriers 3,449 3,856 3,477 3,621 Revenue per load on loads hauled via BCO Independent Contractors (2) \$ 1,710 \$ 1,707 \$ 1,721 Revenue by capacity type (as a % of total revenue): Truck capacity providers: 5 1,721 \$ 1,721 BCO Independent Contractors (2) 47% 48% 47% 446% 45% Rail intermodal 3% 4% 45% 46% 45% Gocean and air cargo carriers 46% 45% 46% 45% Rail intermodal 3% 4% 2% 3% Ocean and air cargo carriers 2% 3% 2% 2% Other 1% 2% 1% 2% 2% Inck Capacity Providers 2% 3% 2% 2% 2% Inck Capacity Providers 2% 3% 3% 3% 3% 3% 3% 3% 3%	1 11				
Rail intermodal 2,116 2,164 2,087 2,159 Ocean and air cargo carriers 3,449 3,856 3,477 3,621 Revenue per load on loads hauled via BCO Independent Contractors (2) \$ 1,710 \$ 1,707 \$ 1,745 \$ 1,721 Revenue by capacity type (as a % of total revenue): Truck capacity providers:					
Ocean and air cargo carriers 3,449 3,856 3,477 3,621 Revenue per load on loads hauled via BCO Independent Contractors (2) \$ 1,710 \$ 1,707 \$ 1,745 \$ 1,721 Revenue by capacity type (as a % of total revenue): Truck capacity providers: -		· · · · · · · · · · · · · · · · · · ·			,
Revenue per load on loads hauled via BCO Independent Contractors (2) \$ 1,710 \$ 1,707 \$ 1,745 \$ 1,721 Revenue by capacity type (as a % of total revenue); Truck capacity providers: 5 5 5 5 5 7 1,745 \$ 1,721 Revenue by capacity type (as a % of total revenue); Truck capacity providers: 5			· · · · · · · · · · · · · · · · · · ·	· · · · · · · · · · · · · · · · · · ·	· · · · · · · · · · · · · · · · · · ·
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Rail intermodal 3% 4% 2% 3% Ocean and air cargo carriers 2% 3% 2% 2% Other 1% 2% 1% 2% Image: Second conditions 1% 2% 1% 2% Second conditions 1% 2% 1% 2% Image: Second conditions 1% 2% 1% 2% Second conditions 1% 2% 1% 2% Image: Second conditions 1% 2% 1% 2% Second conditions 8,818 8,856 8,818 8,856 Image: Second conditions 31,636 30,137 31,636 30,137 Other approved and active (3) 15,381 15,594 15,381 15,594 Other approved 47,017 45,731 15,385 54,587 Total available truck capacity providers 55,835 54,587	1			46%	45%
Ocean and air cargo carriers 2% 3% 2% 2% Other 1% 2% 1% 2% 1% 2% 1% 2% 1% 2% July 1, 2017 June 25, 2016 2017 2016 2016 Truck Capacity Providers 8,818 8,856 8,856 Truck Brokerage Carriers: 8,818 8,856 Approved and active (3) 31,636 30,137 Other approved 15,381 15,594 47,017 45,731 47,017 Total available truck capacity providers 55,835 54,587	0				3%
Other 1% 2% 1% 29 July 1, 2017 July 2, 2016 July 1, 2017 June 25, 2016 Truck Capacity Providers 8,818 8,856 Truck Brokerage Carriers: 8,818 8,856 Approved and active (3) 31,636 30,137 Other approved 15,381 15,594 47,017 45,731 15,385 Total available truck capacity providers 55,835 54,587	Ocean and air cargo carriers	2%		2%	29
Z017 Z016 Truck Capacity Providers 2017 2016 BCO Independent Contractors (2) 8,818 8,856 Truck Brokerage Carriers: 31,636 30,137 Approved and active (3) 31,636 30,137 Other approved 15,381 15,594 47,017 45,731 Total available truck capacity providers 55,835 54,587		1%	2%	1%	29
Z017 Z016 Truck Capacity Providers 2017 2016 BCO Independent Contractors (2) 8,818 8,856 Truck Brokerage Carriers: 31,636 30,137 Approved and active (3) 31,636 30,137 Other approved 15,381 15,594 47,017 45,731 Total available truck capacity providers 55,835 54,587					1 25
BCO Independent Contractors (2) 8,818 8,856 Truck Brokerage Carriers: 31,636 30,137 Approved and active (3) 31,636 30,137 Other approved 15,381 15,594 - 47,017 45,731 Total available truck capacity providers 55,835 54,587				2017	
Truck Brokerage Carriers: 31,636 30,137 Approved and active (3) 31,636 15,381 15,594 Other approved 15,381 15,594 47,017 45,731 Total available truck capacity providers 55,835 54,587	Truck Capacity Providers			0.010	0.050
Approved and active (3) 31,636 30,137 Other approved 15,381 15,594 47,017 45,731 Total available truck capacity providers 55,835 54,587	-			8,818	8,856
Other approved 15,381 15,594 47,017 45,731 Total available truck capacity providers 55,835 54,587					
47,017 45,731 Total available truck capacity providers 55,835 54,587					,
Total available truck capacity providers55,83554,587	Other approved				
				47,017	45,731
Trucks provided by BCO Independent Contractors (2) 9 404 9 462	Total available truck capacity providers			55,835	54,587
	Trucks provided by BCO Independent Contractors (2)			9,404	9,462

(1) (2) (3) Includes primarily reinsurance premium revenue generated by the insurance segment.

BCO Independent Contractors are independent contractors who provide truck capacity to the Company under exclusive lease arrangements.

Active refers to Truck Brokerage Carriers who moved at least one load in the 180 days immediately preceding the fiscal quarter end.

Exhibit 99.2 DESIGNED TO RESPOND BUILT TO DELIVER

Landstar System, Inc. Earnings Conference Call Second Quarter 2017 July 26, 2017





The following is a "safe harbor" statement under the Private Securities Litigation Reform Act of 1995. Statements made during this presentation that are not based on historical facts are "forward looking statements." During this presentation, I may make certain statements, containing forward-looking statements, such as statements which relate to Landstar's business objectives, plans, strategies and expectations. Such statements are by nature subject to uncertainties and risks, including but not limited to: the operational, financial and legal risks detailed in Landstar's Form 10-K for the 2016 fiscal year, described in the section Risk Factors, and other SEC filings from time to time. These risks and uncertainties could cause actual results or events to differ materially from historical results or those anticipated. Investors should not place undue reliance on such forward-looking statements, and Landstar undertakes no obligation to publicly update or revise any forward-looking statements.

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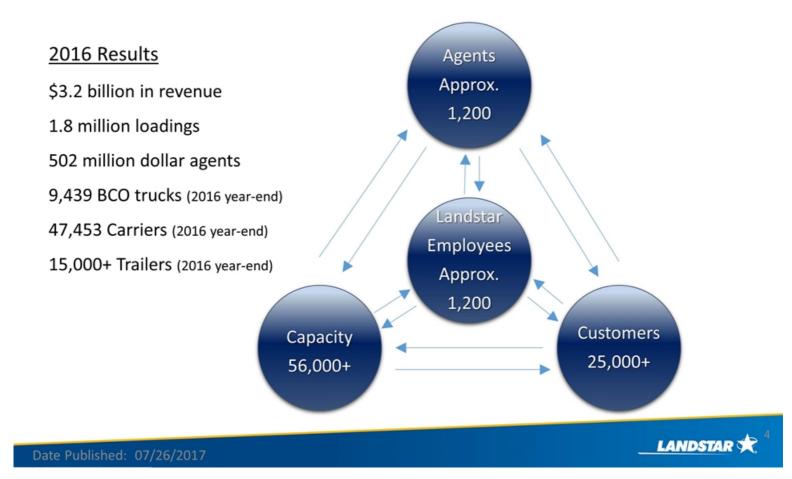
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Model Definition

Landstar is a worldwide, asset-light provider of integrated transportation management solutions delivering safe, specialized transportation services to a broad range of customers utilizing a network of agents, third party capacity providers and employees.

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The Network

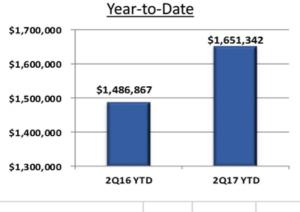


Transportation Management Services

	Percentage of Revenue 2Q16 2Q17	
Truck Transportation		
Truckload		
Van equipment	59%	58%
Unsided/platform equipment	31%	33%
Less-than-truckload	2%	3%
Rail intermodal	3%	2%
Ocean and air cargo	2%	2%

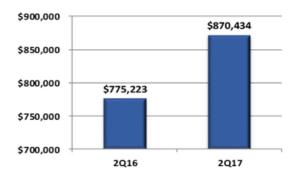
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Revenue (\$'s in thousands)



Year over Prior Year	Rate (1)	Volume (2)	Change
Truck Revenue	2.0%	10.1%	12.3%
Rail Intermodal Revenue	-2.2%	- 13.3%	- 15.2%
Ocean/Air Revenue	- 10.5%	22.1%	9.2%
Insurance Premiums	NA	NA	0.4%
Total Revenue			11. 1%

Quarter

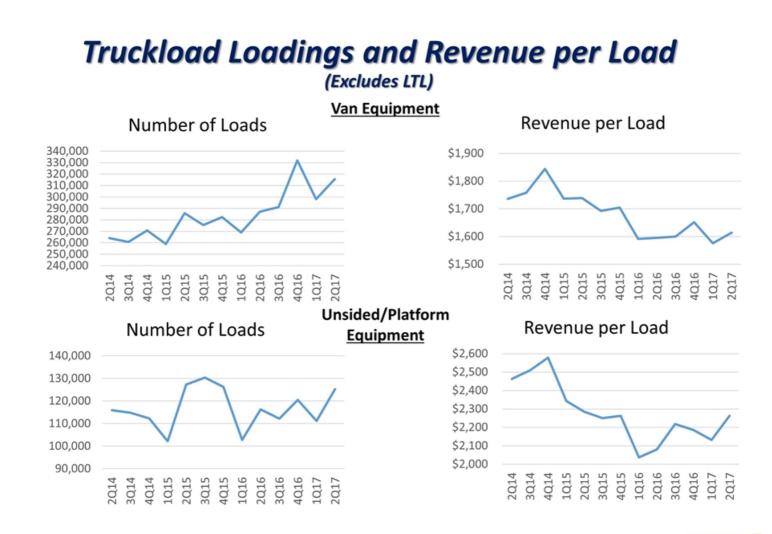


Qtr over Prior Year Qtr	Rate (1)	Volume (2)	Change
Truck Revenue	3.2%	10.0%	13.5%
Rail Intermodal Revenue	-3.3%	- 15.1%	- 18.0%
Ocean/Air Revenue	-4.0%	19.0%	14.2%
Insurance Premiums	NA	NA	0.7%
Total Revenue			12.3%

(1) Percentage change in rate is calculated on a revenue per load basis.

(2) Percentage change in volume is calculated on the number of loads hauled.

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Industries Served

	As a Percentage of Revenue		Quarter over Prior Year Quarter	
	2Q16	2Q17	Growth	
Consumer Durables	20.4	21.1	16%	
Machinery	14.6	15.2	18%	
Automotive	9.1	8.2	1%	
Building Products	9.6	9.7	13%	
Metals	7.0	6.7	9%	
AA&E, Hazmat	8.0	9.0	26%	
Foodstuffs	5.1	4.7	3%	
Energy	3.0	3.7	36%	
Other	23.2	21.7	6%	
Transportation Revenue	<u>100.0</u>	<u>100.0</u>	12%	

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Gross Profit ⁽¹⁾ and Gross Profit Margin ⁽²⁾

(\$'s in thousands)

<u>Year-to-Date</u>



	2nd Qtr YTD ⁽³⁾
Changes in gross profit margin	%
2016 Period	15.7
Revenue - fixed gp margin	0.0
Revenue - variable gp margin	-0.1
Change in mix and other	-0.2
2017 Period	15.4



	2nd Qtr ⁽³⁾
Changes in gross profit margin	%
2016 Period	15.6
Revenue - fixed gp margin	0.0
Revenue - variable gp margin	-0.2
Change in mix and other	-0.2
2017 Period	15.2

(1) Gross profit equals revenue less the cost of purchased transportation and commissions to agents.

(2) Gross profit margin equals gross profit divided by revenue.

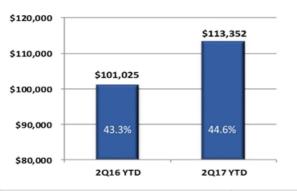
(3) Revenue on transactions with a fixed gross profit margin was 56% and 54% of revenue in the 2016 and 2017 year-to-date periods, respectively, and 55% and 54% of revenue in the 2016 and 2017 second quarters, respectively.

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Operating Income and Operating Margin ⁽¹⁾

(\$'s in thousands)

Year-to-Date



\$65,000		\$61,018
\$60,000		
\$55,000	\$53,093	_
\$50,000	43.9%	46.0%
\$45,000		

<u>Quarter</u>

	2nd Qtr YTD
Changes in operating margin	%
2016 Period	43.3
Other operating costs	0.3
Insurance and claims	1.9
SG&A	-0.5
Depreciation and amortization	-0.4
2017 Period	44.6

	2nd Qtr	
Changes in operating margin	%	
2016 Period	43.9	
Other operating costs	-0.2	
Insurance and claims	2.9	
SG&A	-0.3	
Depreciation and amortization	-0.3	
2017 Period	46.0	

(1) Operating margin equals operating income divided by gross profit.

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Truck Capacity Data (All information is provided as of the end of the period)

	Jun 25, 2016 ⁽²⁾	Dec 31, 2016	Jul 1, 2017 ⁽²⁾
BCO Independent Contractors	8,856	8,824	8,818
Truck Brokerage Carriers:			
Approved and Active ⁽¹⁾	30,137	31,471	31,636
Other Approved	15,594	15,982	15,381
	45,731	47,453	47,017
Total Available Truck Capacity Providers	54,587	56,277	55,835
Trucks Provided by BCO Independent Contractors	9,462	9,439	9,404

(1) Active refers to truck brokerage carriers who hauled freight for Landstar in the 180 day period immediately preceding the period end.

(2) Fuel surcharges billed to customers on freight hauled by BCO Independent Contractors, which are paid 100% to the BCO and excluded from revenue and the cost of purchased transportation were \$80.6 million and \$56.3 million in the 2017 and 2016 year-to-date periods, respectively, and \$42.1 million and \$30.8 million in the 2017 and 2016 second quarters, respectively.

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Key Balance Sheet and Cash Flow Statistics (\$'s in thousands)

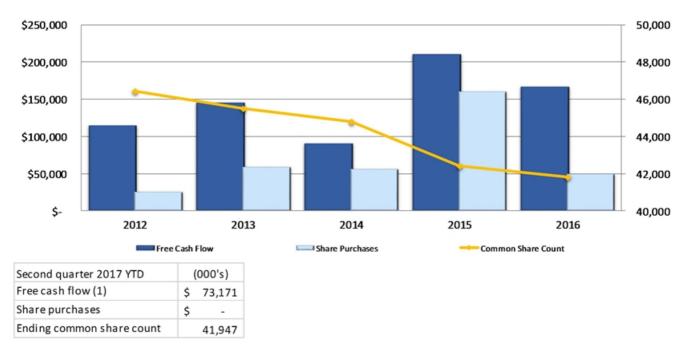
	YTD		YTD		
	Jun 25,		Jul 1,		
	2016		2017		
Balance sheet (period end amounts):					
Debt to Capital		19%		16%	
Net Cash (1)	\$	95,965	\$	154,274	
Cash flow:					
Cash flow from operations	\$	105,135	\$	79,799	
Capital expenditures	\$	8,955	\$	6,628	
Share repurchases	\$	26,485	\$	-	
Dividends paid	\$	6,782	\$	7,544	
Returns:					
TTM Return on Equity		29%		27%	
TTM Return on Invested Capital		23%		22%	
TTM Return on Assets		14%		14%	

(1) Net cash is defined as cash and cash equivalents plus short term investments less outstanding debt.

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Free Cash Flow ⁽¹⁾ / Share Purchases



(In Thousands)

(1) Free cash flow is defined as cash flow from operations less capital expenditures, each set forth on the prior slide.

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