UNITED STATES SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM 10-Q

(Mark One)

[X] QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended June 30, 1998

OR

[ ] TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the transition period from ____________________ to _______________________

Commission file number 0-12255

YELLOW CORPORATION
(Exact name of registrant as specified in its charter)

Delaware	48-0948788
(State or other jurisdiction of incorporation or organization)	(I.R.S. Employer Identification No.)

10990 Roe Avenue, P.O. Box 7563, Overland Park, Kansas	66207
(Address of principal executive offices)	(Zip Code)

(913) 696-6100
(Registrant's telephone number, including area code)

No Changes
(Former name, former address and former fiscal year, if changed since last report)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Sections 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

Yes X No ___

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

Class	Outstanding at July 31, 1998
Common Stock, $1 Par Value	26,076,917 shares

YELLOW CORPORATION

INDEX

Item		Page
	PART I	
1.	Financial Statements	
	Consolidated Balance Sheets - June 30, 1998 and December 31, 1997	3
	Statements of Consolidated Operations - Quarter and Six Months Ended June 30, 1998 and 1997	4
	Statements of Consolidated Cash Flows - Six Months Ended June 30, 1998 and 1997	5
	Notes to Consolidated Financial Statements	6
2.	Management's Discussion and Analysis of Financial Condition and Results of Operations	9
	PART II	
6.	Exhibits and Reports on Form 8-K	15
Signatures		16

PART I - FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

CONSOLIDATED BALANCE SHEETS (Unaudited)
Yellow Corporation and Subsidiaries
June 30, 1998 and December 31, 1997
(Amounts in thousands except share data)

	June 30 1998	December 31 1997
ASSETS		
CURRENT ASSETS:		
Cash	$ 23,463	$ 17,703
Accounts receivable	281,452	293,300
Prepaid expenses and other	42,080	81,170
Current assets of discontinued operations	-	66,588
Total current assets	346,995	458,761
PROPERTY AND EQUIPMENT:		
Cost	1,849,690	1,833,606
Less - Accumulated depreciation	1,166,902	1,141,447
Net property and equipment	682,788	692,159
OTHER ASSETS	22,940	25,540
NONCURRENT ASSETS OF DISCONTINUED OPERATIONS, NET	-	94,352
	$ 1,052,723	$1,270,812
LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT LIABILITIES:		
Accounts payable and checks outstanding	$ 95,592	$ 148,432
Wages and employees' benefits	149,856	153,073
Other current liabilities	133,853	131,347
Current maturities of long-term debt	473	2,625
Current liabilities of discontinued operations	-	45,358
Total current liabilities	379,774	480,835
OTHER LIABILITIES:		
Long-term debt	157,547	163,080
Deferred income taxes	19,309	21,429
Claims, insurance and other	135,818	136,840
Noncurrent liabilities of discontinued operations	-	22,777
Total other liabilities	312,674	344,126
SHAREHOLDERS' EQUITY:		
Common stock, $1 par value	29,320	29,289
Capital surplus	14,450	13,868
Retained earnings	378,754	429,700
Treasury stock	(62,249)	(27,006)
Total shareholders' equity	360,275	445,851
	$ 1,052,723	$1,270,812

The accompanying notes are an integral part of these statements.

STATEMENTS OF CONSOLIDATED OPERATIONS (Unaudited)
Yellow Corporation and Subsidiaries
For the Quarter and Six Months Ended June 30
(Amounts in thousands except per share data)

	Second Quarter		Six Months	
	1998	1997	1998	1997
OPERATING REVENUE	$727,419	$730,996	$1,419,879	$1,412,652
OPERATING EXPENSES:				
Salaries, wages and benefits	466,885	464,232	917,253	905,682
Operating expenses and supplies	111,454	115,394	226,653	228,936
Operating taxes and licenses	23,935	24,205	47,641	49,381
Claims and insurance	14,976	16,000	32,058	30,878
Depreciation	26,369	26,441	53,250	53,916
Purchased transportation	59,341	58,148	114,228	99,720
Property and equipment gains, net	(725)	(100)	(5,297)	(600)
Total operating expenses	702,235	704,320	1,385,786	1,367,913
INCOME FROM OPERATIONS	25,184	26,676	34,093	44,739
NONOPERATING (INCOME) EXPENSES:				
Interest expense	3,031	3,150	6,130	7,053
Other, net	169	(1,002)	401	(1,099)
Nonoperating expenses, net	3,200	2,148	6,531	5,954
INCOME FROM CONTINUING OPERATIONS BEFORE INCOME TAXES	21,984	24,528	27,562	38,785
INCOME TAX PROVISION	9,705	10,663	11,520	16,589
INCOME FROM CONTINUING OPERATIONS	12,279	13,865	16,042	22,196
DISCONTINUED OPERATIONS:				
Income (loss) from operation of discontinued operations, net	(735)	110	(5,145)	(1,720)
Loss on disposal of discontinued operations, net	(61,601)	-	(61,601)	-
NET INCOME (LOSS)	$(50,057)	$13,975	$ (50,704)	$ 20,476
AVERAGE SHARES OUTSTANDING- (BASIC)	27,198	28,115	27,555	28,113
AVERAGE SHARES OUTSTANDING- (DILUTED)	27,426	28,516	27,784	28,514
BASIC EARNINGS (LOSS) PER SHARE:				
Income from continuing operations	$ .45	$ .49	$ .58	$ .79
Income (loss) from operation of discontinued operations	(.03)	.01	(.18)	(.06)
Loss on disposal of discontinued operations	(2.26)	-	(2.24)	-
Net income (loss)	$ (1.84)	$ .50	$ (1.84)	$ .73
DILUTED EARNINGS (LOSS) PER SHARE:				
Income from continuing operations	$ .45	$ .48	$ .58	$ .78
Income (loss) from operation of discontinued operations	(.03)	.01	(.19)	(.06)
Loss on disposal of discontinued operations	(2.24)	-	(2.21)	-

Net income (loss)	$ (1.82)	$ .49	$ (1.82)	$ .72
	========	========	=========	=========

The accompanying notes are an integral part of these statements.

STATEMENTS OF CONSOLIDATED CASH FLOWS (Unaudited)
Yellow Corporation and Subsidiaries
For the Six Months Ended June 30, 1998 and 1997
(Amounts in thousands)

	1998	1997
OPERATING ACTIVITIES:		
Net cash from operating activities	$ 73,535	$ 36,940
INVESTING ACTIVITIES:		
Acquisition of property and equipment	(46,471)	(22,701)
Proceeds from disposal of property and equipment	12,431	11,256
Net capital expenditures of discontinued operations	2,203	(3,236)
Net cash used in investing activities	(31,837)	(14,681)
FINANCING ACTIVITIES:		
Treasury stock purchases	(33,495)	-
Commercial paper, net	-	(11,832)
Repayment of long-term debt, net	(2,948)	(10,420)
Proceeds from exercise of stock options, net	505	97
Net cash used in financing activities	(35,938)	(22,155)
NET INCREASE IN CASH	5,760	104
CASH, BEGINNING OF PERIOD	17,703	22,899
CASH, END OF PERIOD	$ 23,463	$ 23,003
SUPPLEMENTAL CASH FLOW INFORMATION:		
Income taxes (received) paid, net	$ (4,298)	$ 13,377
Interest paid	$ 4,898	$ 6,605

The accompanying notes are an integral part of these statements.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
Yellow Corporation and Subsidiaries

1. The accompanying consolidated financial statements include the accounts of Yellow Corporation and its wholly-owned subsidiaries (the company) and have been prepared by the company, without audit by independent public accountants, pursuant to the rules and regulations of the Securities and Exchange Commission. In the opinion of management, all normal recurring adjustments necessary for a fair statement of the results of operations for the interim periods included herein have been made. Certain information and note disclosures normally included in financial statements prepared in accordance with generally accepted accounting principles have been condensed or omitted from these statements pursuant to such rules and regulations. Accordingly, the accompanying consolidated financial statements should be read in conjunction with the consolidated financial statements included in the company's 1997 Annual Report to Shareholders.

2. The company provides freight transportation services primarily to the less-than-truckload (LTL) market in North America through its subsidiaries, Yellow Freight System, Inc. (Yellow Freight), Saia Motor Freight Line, Inc. (Saia) and WestEx, Inc. (WestEx). Yellow Services, Inc. (Yellow Services), is a subsidiary that provides information technology and other services to the company and its subsidiaries. Yellow Freight comprises approximately 86 percent of total revenue while Saia comprises approximately 12 percent.

3. On June 1, 1998 the company reached agreement in principle to sell Preston Trucking Company, Inc. (Preston Trucking) its Northeast regional LTL segment to a management group of three senior officers of Preston Trucking. Preston Trucking is a regional carrier serving the Northeast, Mid-Atlantic and Central States. The sale has been completed and resulted in a second quarter charge of $61.6 million net of anticipated tax benefits of approximately $30.0 million, which has been reflected as discontinued operations in the consolidated statement of operations. No interest charges have been allocated to discontinued operations and the company does not anticipate any change in the loss recorded on disposal of the discontinued operations. The consolidated financial statements have been restated to remove Preston Trucking from continuing operations and disclose these amounts as discontinued operations in accordance with APB No. 30.

   Operating revenue of Preston Trucking for the quarter and six months ended June 30, 1998 were $106.7 million and $211.5 million and revenues for the quarter and six months ended June 30, 1997 were $113.4 million and $216.9 million.

4. The difference between average common shares outstanding used in the computation of basic earnings per share and fully diluted earnings per share is attributable to outstanding common stock options.

5. Effective January 1, 1998, the company prospectively adopted Statement of Position 98-1, Accounting for the Costs of Computer Software Developed or Obtained for Internal Use (the SOP). The statement requires capitalization of certain costs associated with developing or obtaining internal-use software, once the capitalization criteria of the SOP have been met. Capitalizable costs include external direct costs of materials and services consumed in developing or obtaining the software, payroll and payroll-related costs for employees directly associated with the project, and interest. Prior to adoption of the standard, the company had capitalized only the external direct costs associated with internal-use software. In the quarter and six months ended June 30, 1998, the company capitalized $1.4 million and $2.4 million, primarily payroll and payroll-related costs incurred since January 1, 1998, on eligible projects.

6. The company adopted FASB Statement No. 130, Reporting Comprehensive Income, in first quarter 1998. This statement establishes standards for the reporting and display of comprehensive income and its components in the financial statements. The company's comprehensive income includes net income and foreign currency translation adjustments. Comprehensive loss for the second quarter and six months ended June 30, 1998 was $50.3 million and $50.9 million and for the 1997 second quarter and six months ended June 30, 1997 comprehensive income was $14.0 million and $20.4 million.

7. The company adopted FASB Statement No. 131, Disclosures about Segments of an Enterprise and Related Information, in first quarter 1998. This statement requires the company report financial and descriptive information about its reportable operating segments, on a basis consistent with that used internally for evaluating segment performance and allocating resources to segments.

   Under the standard, consistent with the Business Segments disclosure in the company's 1997 Annual Report to Shareholders, the company has two reportable segments, strategic business units that offer different products and services. The National segment is comprised primarily of the operations of Yellow Freight, a carrier that provides comprehensive national LTL service as well as international service to Mexico, Canada and, via alliances, Europe, the Asia/Pacific region, South America and Central America. The Southeast regional segment consists of the operations of Saia, a regional LTL carrier that provides overnight and second-day service in eleven southeastern states and Puerto Rico. The segments are managed separately because each requires different operating, technology and marketing strategies. The company evaluates performance primarily on operating income, net income, adjusted for tax-affected nonoperating expenses, gains and losses, and return on capital.

The accounting policies of the segments are the same as those described in the summary of significant accounting policies in the company's 1997 Annual Report to Shareholders. The company also charges a tradename fee to Yellow Freight (1% of revenue) for use of the company's trademark. Interest and intersegment transactions are recorded at current market rates. Income taxes are allocated in accordance with a tax sharing agreement in proportion to each segment's contribution to the parent's consolidated tax status.

8. As further described in the footnotes to the 1997 consolidated financial statements, Yellow Freight recorded a special charge of $46.1 million, or $28.3 million after taxes in the fourth quarter of 1996. The major components of the charge and subsequent activity are as summarized below (amounts in millions):

	Six Months Ended June 30, 1998			
	December 31, 1997	Favorable Revisions	Paid or Utilized	Ending Balance
Write down nonoperating real estate	$ 5.2	$ .7	$ 2.3	$ 2.2
Severance and organization design	.2	-	.2	-
Total	$ 5.4	$ .7	$ 2.5	$ 2.2

	Pre-tax	Cumulative Through June 30, 1998		
	1996 Charge	Favorable Revisions	Paid or Utilized	Ending Balance
Write down nonoperating real estate	$ 16.5	$ 1.7	$ 12.6	$ 2.2
Write off computer software	8.4	-	8.4	-
Early retirement program	13.7	-	13.7	-
Company car program reduction	3.6	-	3.6	-
Severance and organization design	3.9	-	3.9	-
Total	$ 46.1	$ 1.7	$ 42.2	$ 2.2

Marketing efforts continue on nonoperating real estate. During the first six months of 1998, nonoperating property written down in the charge to $2.8 million was sold for $3.5 million utilizing portions of the write down. Revisions to estimates of $.7 million during the first six months of 1998 were reflected in operating income.

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations

FINANCIAL CONDITION

June 30, 1998 Compared to December 31, 1997

On June 1, 1998 the company reached agreement in principle to sell Preston Trucking to a management group of three senior officers of Preston Trucking. The sale has been completed and resulted in a second quarter charge of $61.6 million net of anticipated tax benefits, which has been reflected as discontinued operations in the consolidated statement of operations. No interest charges have been allocated to discontinued operations and the company does not anticipate any change in the loss on disposal of the discontinued operations. The consolidated financial statements have been restated to remove Preston Trucking from continuing operations and disclose these amounts as discontinued operations in accordance with APB No. 30.

Working capital decreased slightly during the first six months of 1998, resulting in a $32.8 million working capital deficit position at June 30, 1998 compared to a $22.1 million deficit position at December 31, 1997. The decrease in working capital was primarily the result of discontinued operations, decreased accounts receivable and prepaid expenses partially offset by reductions in accounts payable and checks outstanding. The accounts receivable decrease of $11.8 million is comprised of a $16.0 million decrease due to the reduction in accounts receivable subject to Yellow Freight's asset-backed securitization agreement and a $4.2 million increase due to other changes. The company can operate with a deficit working capital position because of rapid turnover of accounts receivable, effective cash management and ready access to funding.

Total debt during the first six months of 1998 decreased $7.7 million. Net capital expenditures for continuing operations for the first six months of 1998 were $34.0 million. Subject to ongoing review, total net capital spending for 1998 is expected to total approximately $130 million.

During the quarter ended June 30, 1998 the Company substantially completed a $25 million stock repurchase program approved by the Board of Directors in May 1998. This program followed an earlier $25 million stock repurchase that was completed between December 1997 and March 1998.

The company remains on plan to complete the system modifications and systems replacements required in order to process transactions in the year 2000. Such efforts are anticipated to be largely complete by the end of 1998. The company expensed $1.7 million of modification costs in the second quarter of 1998 and $3.5 million for six months ended June 30, 1998 compared with $1.5 million expensed in the second quarter of 1997 and $3.1 for the six months ended June 30, 1997.

RESULTS OF OPERATIONS

Comparison of Quarter Ended June 30, 1998 and 1997

Income from continuing operations for the second quarter was $12.3 million, or $.45 earnings per share (diluted). Including the after-tax charge from discontinued operations, the net loss was $50.1 million or $1.82 net loss per share (diluted). For the quarter ending June 1997 income from continuing operations of $13.9 million, or $.48 per share (diluted), and net income was $14.0 million or $.49 net earnings per share (diluted). The 1997 quarter included a non-recurring charge of $.12 per share for expenses related to a change of operations at Yellow Freight.

Operating revenue in the second quarter of 1998 was $727.4 million, a .5 percent decrease over 1997 second quarter revenue of $731.0 million. Operating income for the Company in the 1998 second quarter was $25.2 million, compared with operating income of $26.7 million in the 1997 second quarter.

During the second quarter, Yellow Freight reported operating income of $19.7 million. Operating income during the 1997 second quarter was $22.7 million. Yellow Freight revenue for the 1998 second quarter was $624.9 million, versus $640.9 million a year earlier. The Yellow Freight operating ratio was 96.8, compared with 96.5 in the 1997 second quarter.

Negotiations on a new National Master Freight Agreement (NMFA) with the Teamsters had a significant impact on business for Yellow Freight. Freight was diverted to nonunion competitors in the first quarter due to customer fear that failure to negotiate a settlement by March 31, 1998, could lead to a strike and disrupt their product deliveries. The negotiation resulted in a five-year contract with the Teamsters, which was ratified on April 7, and which greatly stabilized customer concerns. As a result, business levels began improving in the second quarter though they remained below second quarter 1997 levels.

Saia continued its strong growth, posting 1998 second quarter revenue of $86.6 million, up 11.6 percent from $77.6 million in the 1997 second quarter. Operating income for Saia was $7.0 million for the second quarter of 1998, compared with $4.8 million up 47 percent over the 1997 period. Saia's operating ratio was 91.9 for the second quarter versus 93.8 in the 1997 second quarter. Saia is an Atlanta-based regional carrier serving the southeastern U.S., and continues to grow at double-digit rates.

WestEx, Yellow's regional carrier serving California, Colorado and much of the southwestern U.S., reported revenue of $15.9 million for the 1998 second quarter, up 27.2 percent from $12.5 million in the year-earlier quarter.

The loss on operation of discontinued operations net of anticipated tax benefits at Preston Trucking was $735 thousand for the quarter ended June 30, 1998 compared to income of $110 thousand for the quarter ended June 30, 1997. The loss was principally due to freight diversion prior to the completion of union negotiations in the second quarter of 1998.

The loss on disposal of discontinued operations of $61.6 million net of anticipated income tax benefits is a result of the sale of Preston Trucking to a management group of three senior officers of Preston Trucking.

Interest expense fell between years as a result of reduced debt levels. The effective tax rate was 44.1 percent in the second quarter 1998 and 43.5 percent in the second quarter 1997.

Comparison of Six Months Ended June 30, 1998 and 1997

Income from continuing operations for the six months was $16.0 million, or $.58 earnings per share (diluted). Including the after-tax charge from discontinued operations, the net loss was $50.7 million, or $1.82 net loss per share (diluted). For the six months ending June 1997 income from continuing operations was $22.2 million, or $.78 per share (diluted), and net income was $20.5 million, or $.72 net earnings per share (diluted).

Operating revenue in the six months ended 1998 was $1.4 billion, breakeven with the first six months of 1997 revenue of $1.4 billion. Operating income for the company for six months of 1998 was $34.1 million compared with operating income of $44.7 million in the first six months of 1997.

During the six months ended June 30, 1998, Yellow Freight reported operating income of $27.1 million. Operating income during the six months ended June 30, 1997, was $38.2 million. Yellow Freight revenue for the six months of 1998 was $1.2 billion, versus $1.2 billion a year earlier. The Yellow Freight operating ratio was 97.8, compared with 96.9 in the 1997 year.

Saia continued its strong growth, posting 1998 year to date revenue of $166.9 million, up 11.3 percent from $150.0 million in the first six months of 1997. Operating income for Saia was $11.3 million for the six months of 1998, compared with $8.4 million in the 1997 period. Saia's operating ratio was 93.2 for the six months in 1998 versus 94.4 in 1997.

WestEx, reported revenue of $30.4 million for the six months ended June 30, 1998 versus $22.9 million in the year-earlier period.

The loss on operation of discontinued operations at Preston Trucking increased to $5.2 million, net of anticipated tax benefits of $2.8 million, for the six months ended June 30, 1998, compared to a loss of $1.7 million, net of tax benefits of $.7 million, for the six months ended June 30, 1997, principally the result of two factors. The first was a one-time cost incurred mostly in 1998 pertaining to a change in operations implemented in December 1997. Second, Preston Trucking like other union carriers that bargain independently, was subject to freight diversion prior to completion of its union negotiations late in the second quarter of 1998.

The loss on disposal of discontinued operations of $61.6 million net of anticipated income tax benefits of $30.0 million is a result of the sale of Preston Trucking to a management group of three senior officers of Preston Trucking.

Interest expense fell between years as a result of reduced debt levels. The effective tax rate was 41.8 percent year to date 1998 and 42.8 percent year to date 1997.

Statements contained herein that are not purely historical are forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995, including statements regarding the company's expectations, hopes, beliefs and intentions on strategies regarding the future. It is important to note that the company's actual future results could differ materially from those projected in such forward-looking statements because of a number of factors, including but not limited to inflation, labor relations, inclement weather, competitor pricing activity and a downturn in general economic activity.

Yellow Freight System, Inc.
Financial Information
For the Quarter and Six Months Ended June 30
(Amounts in thousands)

	Second Quarter			Six Months		
	1998	1997(1)	%	1998	1997(1)	%
Operating revenue	624,897	640,909	(2.5)	1,222,615	1,239,736	(1.4)
Operating income	19,719	22,733		27,125	38,178	
Operating ratio	96.8	96.5		97.8	96.9	
Total assets at June 30				772,945	889,690	

		Second Quarter			Second Quarter Amount/Workday		
		1998	1997	%	1998	1997	%
Workdays					(64)	(64)	
Financial statement	LTL	571,061	585,861	(2.5)	8,922.8	9,154.1	(2.5)
revenue	TL	55,306	56,617	(2.3)	864.2	884.6	(2.3)
	Other	(1,471)	(1,569)	6.2	(23.0)	(24.5)	6.2
	Total	624,896	640,909	(2.5)	9,764.0	10,014.2	(2.5)
Revenue excluding	LTL	571,061	585,861	(2.5)	8,922.8	9,154.1	(2.5)
revenue recognition	TL	55,306	56,617	(2.3)	864.2	884.6	(2.3)
Adjustment	Other	(200)	495	NM	(3.1)	7.7	NM
	Total	626,167	642,973	(2.6)	9,783.9	10,046.4	(2.6)
Tonnage	LTL	1,727	1,802	(4.2)	26.98	28.16	(4.2)
	TL	396	402	(1.6)	6.18	6.28	(1.6)
	Total	2,123	2,204	(3.7)	33.16	34.44	(3.7)
Shipments	LTL	3,507	3,650	(3.9)	54.80	57.03	(3.9)
	TL	53	54	(1.6)	.83	.85	(1.6)
	Total	3,560	3,704	(3.9)	55.63	57.88	(3.9)
Revenue/cwt.	LTL	16.54	16.26	1.7			
	TL	6.99	7.04	(.7)			
	Total	14.76	14.57	1.3			
Revenue/shipment	LTL	162.84	160.51	1.5			
	TL	1,037.22	1,044.51	(.7)			
	Total	175.93	173.44	1.4			

(1) 1997 data includes a $5.6M pre-tax charge related to a major change of operations.

Saia Motor Freight Line, Inc.
Financial Information
For the Quarter and Six Months Ended June 30
(Amounts in thousands)

	Second Quarter			Six Months		
	1998	1997	%	1998	1997	%
Operating revenue	86,579	77,551	11.6	166,850	149,971	11.3
Operating income	7,044	4,777		11,268	8,372	
Operating ratio	91.9	93.8		93.2	94.4	
Total assets at June 30				205,196	157,750	

		Second Quarter			Second Quarter Amount/Workday		
		1998	1997	%	1998	1997	%
Workdays					(64)	(64)	
Financial statement	LTL	77,572	69,623	11.4	1,212.1	1,087.9	11.4
revenue	TL	9,007	7,928	13.6	140.7	123.9	13.6
	Total	86,579	77,551	11.6	1,352.8	1,211.8	11.6
Revenue excluding	LTL	77,531	69,904	10.9	1,211.4	1,092.3	10.9
revenue recognition	TL	9,002	7,960	13.1	140.7	124.4	13.1
Adjustment	Total	86,533	77,864	11.1	1,352.1	1,216.7	11.1
Tonnage	LTL	439	413	6.3	6.86	6.46	6.3
	TL	154	138	11.6	2.41	2.16	11.6
	Total	593	551	7.6	9.27	8.62	7.6
Shipments	LTL	830	786	5.6	12.97	12.28	5.6
	TL	16	15	6.2	.24	.23	6.2
	Total	846	801	5.6	13.21	12.51	5.6
Revenue/cwt.	LTL	8.82	8.46	4.3			
	TL	2.92	2.88	1.4			
	Total	7.29	7.06	3.3			
Revenue/shipment	LTL	93.43	88.97	5.0			
	TL	579.99	544.80	6.5			
	Total	102.36	97.29	5.2			

Note: Prior year statistics restated for consistency.

Item 6. Exhibits and Reports on Form 8-K

(a) Exhibits
(27) - Financial Data Schedule (for SEC use only)

(b) Reports on Form 8-K

Yellow Corporation announced June 1, 1998, that it has reached agreement in principle to sell Preston Trucking Company to a management group of three senior officers of Preston Trucking. The sale of Preston Trucking was completed on July 14, 1998.

Yellow Corporation announced June 1, 1998, that its Board of Directors has authorized another repurchase of shares of the company's outstanding common stock with an aggregate purchase price of up to $25 million. It is the second stock repurchase program announced by Yellow since December 1997, when the company was authorized to repurchase up to $25 million in common stock.

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 thereunto duly authorized.

YELLOW CORPORATION
Registrant

Date: August 12, 1998

/s/ A. Maurice Myers

A. Maurice Myers
Chairman of the Board of
Directors, President & Chief
Executive Officer

Date: August 12, 1998

/s/ H. A. Trucksess, III

H. A. Trucksess, III
Senior Vice President - Finance/
Chief Financial Officer &
Treasurer

5
1,000
6-MOS
DEC-31-1998
JAN-01-1998
JUN-30-1998
23,463
0
281,452
0
0
346,995
1,849,690
1,166,902
1,052,723
379,774
157,547
0
0
29,320
330,955
1,052,723
0
1,419,879
0
1,385,786
0
0
6,130
27,562
11,520
16,042
(66,746)
0
0
(50,704)
(1.84)
(1.82)