

## 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 1934Date of earliest event  
reported: July 21, 1999

## AMR CORPORATION

(Exact name of registrant as specified in its charter)

Delaware 1-8400 75-1825172  
(State of Incorporation) ( Commission File Number) (IRS Employer  
Identification No.)4333 Amon Carter Blvd. Fort Worth, Texas 76155  
(Address of principal executive offices) (Zip Code)(817) 963-1234  
(Registrant's telephone number)

Item 5. Other Events

AMR Corporation (the "Company") is filing herewith a press release issued on July 21, 1999 by the Company as Exhibit 99.1 which is included herein. This press release was issued to report second quarter earnings.

Item 7. Financial Statements and Exhibits

The following exhibit is included herein:

99.1 Press Release

## SIGNATURE

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.

AMR CORPORATION

/s/ Charles D. MarLett  
Charles D. MarLett  
Corporate Secretary

Dated: July 21, 1999

## EXHIBIT INDEX

Exhibit	Description
99.1	Press Release

Contact: Corporate Communications  
Fort Worth, Texas  
817-967-1577

FOR RELEASE: Wednesday, July 21, 1999

AMR REPORTS SECOND-QUARTER EARNINGS OF \$268 MILLION

FORT WORTH, Texas - AMR Corp., parent of American Airlines Inc., today reported second-quarter net earnings of \$268 million, or \$1.70 per common share diluted, a 34.5 percent decrease compared to net earnings of \$409 million, or \$2.30 per common share diluted, during the same period of 1998.

"We made very real progress in recovering from our difficult first quarter," said Donald J. Carty, AMR's Chairman and CEO. "We posted our second strongest earnings per share for any second quarter in the company's history, in spite of operations that were hampered by air traffic control and weather disruptions.

"We're also encouraged by our cost control efforts during the quarter, holding our year-over-year unit cost increase to only 0.6 percent," Carty added.

Among AMR's second-quarter highlights:

- -USA TODAY named AADVANTAGE the top frequent flyer program.
- -FORTUNE magazine named AMR as one of "The 50 Best Companies for Asians, Blacks and Hispanics." No other airline made the list.
- -Hispanic Magazine recognized American Airlines for having one of the top 25 minority supplier programs. No other airline made the list.
- -AA and Canadian became the first in the industry to implement electronic ticket interline capability.
- -AMR has repurchased 39.4 million shares of stock since 1997.
- -Sabre's travel distribution revenues rose 15 percent, driven by travel growth, market share gains, and the rapid growth of Travelocity.com, the company's leading travel web site.

-- more --

- -AA reached agreement with the Association of Professional Flight Attendants (APFA) and the Transport Workers Union (TWU) on the Reno Air integration process.
- -Aug. 31 was set as the date when Reno Air will be fully integrated into American.
- -AA added Los Angeles-Paris service and announced a \$245 million renovation of LAX Terminal 4.
- -Alaska Airlines, Horizon Air and Air Pacific joined the AADVANTAGE program.
- -AA and LanChile received U.S. DOT tentative approval for codesharing. LanChile is admitted to the oneworld alliance.
- -AA and El Al announced a reciprocal frequent flyer agreement.
- -AA launched new Buffalo-DFW, Hartford-Los Angeles, Boston-Seattle, Anchorage-DFW, and Houston Hobby-Washington D.C. Reagan service.
- -AA ordered three more new Boeing 737-800s, for a total of 103 of the jets ordered. The new aircraft were ordered to replace three Reno Air jets being returned to lessors.
- -AA Cargo set new records throughout the network, thanks to the introduction of Boeing 777s to London and Tokyo.
- -AA applied for China routes, including Chicago-Beijing and Chicago-Shanghai.
- -AA and American Eagle announced additional service at the San Juan hub.
- -American Eagle began new ERJ-145 Regional Jet (RJ) service between Dallas/Fort Worth and Baton Rouge, La., and added one flight between DFW and Montgomery, Ala. New RJ service began between Chicago O'Hare and both Baltimore/Washington and Pittsburgh. Turboprops were replaced with RJs between Chicago and both Madison, Wis., and Grand Rapids, Mich.

EDITORS: AMR's Chief Financial Officer, Gerard J. Arpey, will be available to answer questions during a telephone news conference today, from 2 p.m. to 2:45 p.m., CDT.

Those interested in joining the conference should call 817-967-1577 for details.

Detailed Financial Information Follows

7  
 AMR CORPORATION  
 CONSOLIDATED STATEMENTS OF OPERATIONS  
 (Unaudited) (In millions, except per share amounts)

	Three Months Ended June 30,		Percent Change
	1999	1998	
<b>Revenues</b>			
Airline Group			
Passenger - American Airlines	\$3,751	\$ 3,789	(1.0)
- AMR Eagle	340	289	17.6
Cargo	164	169	(3.0)
Other	273	250	9.2
	4,528	4,497	0.7
Sabre	639	577	10.7
Other	20	17	17.6
Less: Intersegment revenues	(176)	(167)	5.4
Total operating revenues	5,011	4,924	1.8
<b>Expenses</b>			
Wages, salaries and benefits	1,765	1,627	8.5
Aircraft fuel	414	404	2.5
Depreciation and amortization	351	320	9.7
Commissions to agents	298	322	(7.5)
Other rentals and landing fees	253	223	13.5
Maintenance, materials and repairs	223	223	-
Food service	185	175	5.7
Aircraft rentals	162	143	13.3
Other operating expenses	850	763	11.4
Total operating expenses	4,501	4,200	7.2
Operating Income	510	724	(29.6)
<b>Other Income (Expense)</b>			
Interest income	21	33	(36.4)
Interest expense	(95)	(92)	3.3
Interest capitalized	29	25	16.0
Minority interest	(11)	(12)	(8.3)
Miscellaneous - net	(6)	(5)	20.0
	(62)	(51)	21.6
Income From Continuing Operations Before Income Taxes	448	673	(33.4)
Income tax provision	180	265	(32.1)
Income From Continuing Operations	268	408	(34.3)
Income From Discontinued Operations (net of applicable income taxes)	-	1	-
Gain on Sale of Discontinued Operations (net of applicable income taxes)	-	-	-
Net Earnings	\$ 268	\$ 409	(34.5)

Continued on next page

8  
AMR CORPORATION  
CONSOLIDATED STATEMENTS OF OPERATIONS (CONTINUED)  
(Unaudited) (In millions, except per share amounts)

	Three Months Ended	
	June 30,	
	1999	1998
Earnings Per Common Share		
Basic		
Income from Continuing Operations	\$ 1.76	\$ 2.37
Discontinued Operations	-	0.01
Net Earnings	\$ 1.76	\$ 2.38
Diluted		
Income from Continuing Operations	\$ 1.70	\$ 2.29
Discontinued Operations	-	0.01
Net Earnings	\$ 1.70	\$ 2.30
Number of Shares Used in Computation		
Basic	153	172
Diluted	158	178



9  
 AMR CORPORATION  
 CONSOLIDATED STATEMENTS OF OPERATIONS  
 (Unaudited) (In millions, except per share amounts)

	Six Months Ended June 30,		Percent Change
	1999	1998	
<b>Revenues</b>			
Airline Group			
Passenger - American Airlines	\$7,071	\$7,367	(4.0)
- AMR Eagle	611	545	12.1
Cargo	309	332	(6.9)
Other	528	482	9.5
	8,519	8,726	(2.4)
Sabre	1,277	1,131	12.9
Other	40	34	17.6
Less: Intersegment revenues	(342)	(333)	2.7
Total operating revenues	9,494	9,558	(0.7)
<b>Expenses</b>			
Wages, salaries and benefits	3,430	3,186	7.7
Aircraft fuel	763	819	(6.8)
Depreciation and amortization	667	638	4.5
Commissions to agents	586	623	(5.9)
Other rentals and landing fees	493	436	13.1
Maintenance, materials and repairs	480	453	6.0
Food service	352	339	3.8
Aircraft rentals	322	285	13.0
Other operating expenses	1,733	1,507	15.0
Total operating expenses	8,826	8,286	6.5
Operating Income	668	1,272	(47.5)
<b>Other Income (Expense)</b>			
Interest income	46	67	(31.3)
Interest expense	(187)	(189)	(1.1)
Interest capitalized	62	43	44.2
Minority interest	(27)	(25)	8.0
Miscellaneous - net	59	(18)	*
	(47)	(122)	(61.5)
<b>Income From Continuing Operations</b>			
Before Income Taxes	621	1,150	(46.0)
Income tax provision	259	457	(43.3)
Income From Continuing Operations	362	693	(47.8)
<b>Income From Discontinued Operations (net of applicable income taxes)</b>			
	-	6	-
<b>Gain on Sale of Discontinued Operations (net of applicable income taxes)</b>			
	64	-	*
Net Earnings	\$ 426	\$ 699	(39.1)

Continued on next page

\* Greater Than 100%

10  
AMR CORPORATION  
CONSOLIDATED STATEMENTS OF OPERATIONS (CONTINUED)  
(Unaudited) (In millions, except per share amounts)

	Six Months Ended	
	June 30,	
	1999	1998
Earnings Per Common Share		
Basic		
Income from Continuing Operations	\$ 2.32	\$ 4.02
Discontinued Operations	0.41	0.04
Net Earnings	\$ 2.73	\$ 4.06
Diluted		
Income from Continuing Operations	\$ 2.25	\$ 3.88
Discontinued Operations	0.40	0.03
Net Earnings	\$ 2.65	\$ 3.91
Number of Shares Used in Computation		
Basic	156	172
Diluted	161	179

11  
 AMR CORPORATION  
 BUSINESS SEGMENT FINANCIAL HIGHLIGHTS  
 (Unaudited) (In millions)

	Three Months Ended		Percent Change
	1999	June 30, 1998	
<b>Airline Group</b>			
<b>Revenues</b>			
Passenger - American Airlines	\$3,751	\$3,789	(1.0)
- AMR Eagle	340	289	17.6
Cargo	164	169	(3.0)
Other	273	250	9.2
	4,528	4,497	0.7
<b>Expenses</b>			
Wages, salaries and benefits	1,557	1,452	7.2
Aircraft fuel	414	404	2.5
Commissions to agents	298	322	(7.5)
Depreciation and amortization	268	258	3.9
Other rentals and landing fees	241	215	12.1
Maintenance, materials and repairs	222	223	(0.4)
Food service	185	175	5.7
Aircraft rentals	162	143	13.3
Other operating expenses	773	697	10.9
Total operating expenses	4,120	3,889	5.9
Operating Income	408	608	(32.9)
Other Expense	(56)	(41)	36.6
Earnings Before Income Taxes	\$ 352	\$ 567	(37.9)
Pre-tax Margin	7.8%	12.6%	(4.8) pts.
 <b>Sabre</b>			
Revenues	\$ 639	\$ 577	10.7
Operating Expenses	543	468	16.0
Operating Income	96	109	(11.9)
Other Income	4	1	*
Earnings Before Income Taxes	\$ 100	\$ 110	(9.1)
Pre-tax Margin	15.6%	19.1%	(3.5) pts.

\* Greater Than 100%

12AMR CORPORATION  
BUSINESS SEGMENT FINANCIAL HIGHLIGHTS  
(Unaudited) (In millions)

	Six Months Ended		Percent Change
	1999	June 30, 1998	
Airline Group			
Revenues			
Passenger - American Airlines	\$7,071	\$7,367	(4.0)
- AMR Eagle	611	545	12.1
Cargo	309	332	(6.9)
Other	528	482	9.5
	8,519	8,726	(2.4)
Expenses			
Wages, salaries and benefits	3,019	2,836	6.5
Aircraft fuel	763	819	(6.8)
Commissions to agents	586	623	(5.9)
Depreciation and amortization	521	516	1.0
Other rentals and landing fees	469	419	11.9
Maintenance, materials and repairs	479	452	6.0
Food service	352	339	3.8
Aircraft rentals	322	285	13.0
Other operating expenses	1,563	1,402	11.5
Total operating expenses	8,074	7,691	5.0
Operating Income	445	1,035	(57.0)
Other Expense	(62)	(103)	(39.8)
Earnings Before Income Taxes	\$ 383	\$ 932	(58.9)
Pre-tax Margin	4.5%	10.7%	(6.2) pts.
Sabre			
Revenues	\$1,277	\$1,131	12.9
Operating Expenses	1,069	907	17.9
Operating Income	208	224	(7.1)
Other Income	41	3	*
Earnings Before Income Taxes	\$ 249	\$ 227	9.7
Pre-tax Margin	19.5%	20.1%	(0.6) pts.

\* Greater Than 100%

13  
 Airline Group  
 Operating Statistics  
 (Unaudited)

	Three Months Ended June 30,		Percent Change
	1999	1998	
<b>American Airlines Jet Operations:</b>			
Revenue passenger miles (millions)	28,908	27,923	3.5
Available seat miles (millions)	40,406	38,963	3.7
Cargo ton miles (millions)	511	509	0.4
Passenger load factor	71.5%	71.7%	(0.2) pts.
Breakeven load factor	63.2%	58.9%	4.3 pts.
Passenger revenue yield per passenger mile (cents)	12.97	13.57	(4.4)
Passenger revenue per available seat mile (cents)	9.28	9.72	(4.5)
Cargo revenue yield per ton mile (cents)	31.67	32.75	(3.3)
Operating expenses per available seat mile (cents)	9.31	9.25	0.6
Fuel consumption (gallons, in millions)	745	711	4.8
Fuel price per gallon (cents)	53.0	55.0	(3.6)
Fuel price per gallon, excluding fuel taxes (cents)	48.4	50.3	(3.8)
Operating aircraft at period-end	697	641	8.7
<b>AMR Eagle:</b>			
Revenue passenger miles (millions)	885	708	25.0
Available seat miles (millions)	1,422	1,099	29.4
Passenger load factor	62.2%	64.5%	(2.3) pts.
Operating aircraft at period-end	260	206	26.2
<b>AMR Corporation</b>			
Average Equivalent Number of Employees			
Airline Group:			
AA Jet Operations	85,600	81,400	
Other	12,800	10,100	
Total Airline Group	98,400	91,500	
Sabre	12,000	11,300	
Other	1,400	13,000	
Total	111,800	115,800	

14  
 Airline Group  
 Operating Statistics  
 (Unaudited)

	Six Months Ended		Percent Change
	1999	June 30, 1998	
American Airlines Jet Operations:			
Revenue passenger miles (millions)	54,198	53,311	1.7
Available seat miles (millions)	78,109	76,670	1.9
Cargo ton miles (millions)	942	1,005	(6.3)
Passenger load factor	69.4%	69.5%	(0.1) pts.
Breakeven load factor	64.9%	58.6%	6.3 pts.
Passenger revenue yield per passenger mile (cents)	13.05	13.82	(5.6)
Passenger revenue per available seat mile (cents)	9.05	9.61	(5.8)
Cargo revenue yield per ton mile (cents)	32.36	32.65	(0.9)
Operating expenses per available seat mile (cents)	9.46	9.30	1.7
Fuel consumption (gallons, in millions)	1,432	1,392	2.9
Fuel price per gallon (cents)	51.0	56.9	(10.4)
Fuel price per gallon, excluding fuel taxes (cents)	46.6	52.0	(10.4)
Operating aircraft at period-end	697	641	8.7
AMR Eagle:			
Revenue passenger miles (millions)	1,591	1,323	20.3
Available seat miles (millions)	2,633	2,170	21.3
Passenger load factor	60.4%	61.0%	(0.6) pts.
Operating aircraft at period-end	260	206	26.2