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): January 6, 2020

AMERICAN AIRLINES GROUP INC. AMERICAN AIRLINES, INC.

(Exact name of registrant as specified in its charter)

| Delaware | 1-8400 | 75-1825172 |
|---|---|---|
| Delaware | 1-2691 | 13-1502798 |
| (State or other Jurisdiction of Incorporation) | (Commission File Number) | (IRS Employer Identification No.) |
| 1 Skyview Drive, Fort Worth, Texas | | 76155 |
| 1 Skyview Drive, Fort Worth, Texas | | 76155 |
| (Address of principal executive offices) | | (Zip Code) |
| Registran | t's telephone number, including area co (817) 963-1234 (817) 963-1234 | ode: |
| | N/A | |
| (Former name or former address if changed since last report.) | | |
| Check the appropriate box below if the Form 8-K filing is ollowing provisions: | intended to simultaneously satisfy the filing of | obligation of the registrant under any of the |
| Written communications pursuant to Rule 425 un | , | |
| Soliciting material pursuant to Rule 14a-12 under | , | |
| 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)) |
| Securities registered pursuant to Section 12(b) of the | Act: | |
| Title of each class | Trading Symbol(s) | Name of each exchange on which registered |
| Common Stock, \$0.01 par value per share | AAL | The Nasdaq Global Select Market |
| ndicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 or Rule 12b-2 of the Securities Exchange Act of 1934. | | |
| | | Emerging growth company \Box |
| f 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 7.01. REGULATION FD DISCLOSURE.

On January 6, 2020, American Airlines, Inc. ("American") issued a press release relating to a confidential agreement with Boeing regarding compensation for financial damages incurred in 2019 due to the grounding of the airline's Boeing 737 MAX aircraft as well as a contribution to American's 2019 profit-sharing program. The press release is furnished herewith as Exhibit 99.1 and is incorporated by reference into this Item 7 01

The information in this Item 7.01, including Exhibit 99.1, is being furnished and shall not be deemed to be "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, as amended, or otherwise subject to the liabilities of that Section and shall not be deemed incorporated by reference into any registration statement or other document filed pursuant to the Securities Act of 1933, as amended, except as shall be expressly set forth by specific reference in such filing.

ITEM 9.01. FINANCIAL STATEMENTS AND EXHIBITS.

(d) Exhibits.

Exhibit No.

Description

99.1

Press Release, dated January 6, 2020.

Cover page interactive data file (embedded within the Inline XBRL document).

SIGNATURES

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

AMERICAN AIRLINES GROUP INC.

Date: January 6, 2020 By: /s/ Derek J. Kerr

Derek J. Kerr

Executive Vice President and Chief Financial Officer

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

AMERICAN AIRLINES, INC.

Date: January 6, 2020 By: /s/ Derek J. Kerr

Derek J. Kerr

Executive Vice President and Chief Financial Officer



PRESS RELEASE

Corporate Communications 817-967-1577 mediarelations@aa.com

FOR RELEASE: Jan 6, 2020

AMERICAN AIRLINES TO CONTRIBUTE ADDITIONAL FUNDS TO TEAM MEMBERS' PROFIT SHARING AS A RESULT OF BOEING SETTLEMENT

FORT WORTH, Texas – American Airlines today shared with its team that the company has reached a confidential agreement with Boeing on compensation for financial damages incurred in 2019 due to the grounding of the airline's Boeing 737 MAX aircraft.

"Despite the ongoing challenges the grounding has brought, American Airlines team members continue to do an incredible job caring for our customers," said American's Chairman and CEO Doug Parker. "Our ability as an airline to weather these unprecedented times is thanks to our phenomenal team, and it was important to us that we get a deal done before the end of the year. On behalf of the Board of Directors, we are proud to take the step of including this compensation in our 2019 profit-sharing program, even though the compensation will be received over several years."

Given the projected reduction in annual operating income for 2019 as a result of the MAX groundings, American's Board of Directors has authorized a discretionary portion of the settlement to be returned to American Airlines team members through the company's 2019 profit-sharing program. The profit-sharing award is based on the company's estimate of projected full-year 2019 financial damages for the MAX groundings. An additional accrual of more than \$30 million will be made to the airline's 2019 profit-sharing program, which is expected to be distributed to American's team members in March 2020. Additional information will be shared at that time. The incremental dollar amount is in accordance with the company's profit-sharing plan details.

American currently does not expect any material financial impact of the agreement to be realized in its fourth-quarter 2019 earnings. The company anticipates accounting for substantially all of the compensation as a reduction in cost basis of grounded MAX aircraft and certain future MAX aircraft deliveries. American will continue its conversations with Boeing regarding compensation for damages related to the MAX grounding beyond 2019, and any future compensation will be similarly shared with its team members.

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About American Airlines Group

American Airlines offers customers 6,800 daily flights to more than 365 destinations in 61 countries from its hubs in Charlotte, Chicago, Dallas-Fort Worth, Los Angeles, Miami, New York, Philadelphia, Phoenix and Washington, D.C. With a shared purpose of caring for people on life's journey, American's 130,000 global team members serve more than 200 million customers annually. Since 2013, American has invested more than \$28 billion in its product and people and now flies the youngest fleet among U.S. network carriers, equipped with industry-leading high-speed Wi-Fi, lie-flat seats, and more inflight entertainment and access to power. American also has enhanced food and beverage options in the air and on the ground in its world-class Admirals Club and Flagship lounges. American was recently named a Five Star Global Airline by the Airline Passenger Experience Association and Airline of the Year by *Air Transport World*. American is a founding member of **one**world®, whose members serve 1,100 destinations in 180 countries and territories. Shares of American Airlines Group Inc. trade on Nasdaq under the ticker symbol AAL and the company's stock is included in the S&P 500. Learn more about what's happening at American by visiting news.aa.com and connect with American on Twitter @AmericanAir and at Facebook.com/AmericanAirlines.