

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 earliest event
reported: July 15, 1998

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 today (July 15, 1998) by the Company as Exhibit 99.1 which is included herein. This press release was issued to report second quarter 1998 earnings and to announce that the Company's board of directors has authorized management to repurchase additional shares of its outstanding common stock.

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 15, 1998

EXHIBIT INDEX

Exhibit	Description
99.1	Press Release

Contact: Tim Kincaid
Fort Worth, Texas
817-967-1577

FOR RELEASE: Wednesday, July 15, 1998

AMR REPORTS RECORD SECOND QUARTER EARNINGS OF \$409 MILLION;
COMPANY TO INITIATE ANOTHER \$500 MILLION STOCK REPURCHASE
FORT WORTH, Texas -- AMR Corp., parent company of American
Airlines Inc., today reported record second quarter net earnings
of \$409 million, or \$2.30 per common share diluted, a 35 percent
improvement over net earnings of \$302 million, or \$1.63 per
common share diluted, during the same period in 1997. These are
the highest quarterly earnings in the company's history.

"Our strong second quarter performance reflects continued
solid demand, stable yields, lower fuel prices and industry-
leading operating performance," said Donald J. Carty, AMR's
chairman and CEO. "Obviously, much credit for our improved
operating performance goes to our employees. We had a very busy
and productive second quarter, with new planes, new cities,
modest growth and exciting marketing developments."

During the second quarter, AMR completed a \$500 million
stock repurchase program that began in 1997. Today, AMR
announced that the company's board of directors has authorized
management to repurchase up to an additional \$500 million of its
outstanding common stock. This represents approximately 5.6
million shares of common stock at yesterday's closing price of
\$89.25.

"We have used our substantial free cash flow over the past
few years to strengthen our balance sheet," Carty said. "As we
generate free cash flow in excess of what we need to fund our
expansion plans, we believe it makes sense to return additional
cash to our shareholders."

-- more --

Repurchases, including block repurchases, are expected to be made in the open market or in private transactions, from time to time, depending on market conditions, and may be discontinued at any time.

Among AMR's second quarter highlights:

- o Donald J. Carty succeeded Robert L. Crandall as AMR's chairman and CEO
- o AMR completed a \$500 million stock repurchase program
- o AMR completed a 2-for-1 stock split in the form of a stock dividend
- o AA announced an innovative marketing alliance with US Airways that includes linking the airlines' frequent flyer programs and reciprocal access to airport clubs
- o AA took delivery of the first new jetliner of a total firm order of 139 Boeing aircraft -- the first new aircraft delivered to AA in nearly two years
- o American Eagle inaugurated Embraer ERJ-145 regional jet service from Chicago O'Hare to six cities
- o AA introduced several new international routes, including Chicago-Tokyo; Chicago-Monterrey, Mexico; Dallas/Fort Worth-Panama City, Panama; London Gatwick to both Miami and Boston; Miami-Cozumel, Mexico; and New York Kennedy to Lima and Cuzco, Peru
- o AA alliances with Iberia Airlines, the TACA Group, Air Liberte, Asiana Airlines and China Eastern Airlines were approved by the U.S. Department of Transportation
- o AA led the six largest U.S. hub carriers for on-time dependability for April and May
- o AA launched its redesigned, highly interactive "AA.com" Internet web site.

AMR's third quarter is off to a strong start with the U.S. Department of Justice's approval of its investment in Aerolineas Argentinas, plus the issuance of the European Commission's tentative opinion on conditions for approval of the American Airlines-British Airways alliance.

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

	Three Months Ended		Percent Change
	1998	June 30, 1997	
Revenues			
Airline Group			
Passenger - American Airlines	\$3,789	\$3,641	4.1
- AMR Eagle	289	256	12.9
Cargo	169	174	(2.9)
Other	244	221	10.4
	4,491	4,292	4.6
The SABRE Group	577	449	28.5
Management Services Group	148	151	(2.0)
Less: Intergroup revenues	(204)	(180)	13.3
Total operating revenues	5,012	4,712	6.4
Expenses			
Wages, salaries and benefits	1,693	1,556	8.8
Aircraft fuel	404	471	(14.2)
Commissions to agents	322	329	(2.1)
Depreciation and amortization	324	310	4.5
Maintenance, materials and repairs	226	219	3.2
Other rentals and landing fees	228	227	0.4
Food service	175	173	1.2
Aircraft rentals	143	143	-
Other operating expenses	770	694	11.0
Total operating expenses	4,285	4,122	4.0
Operating Income	727	590	23.2
Other Income (Expense)			
Interest income	32	31	3.2
Interest expense	(92)	(102)	(9.8)
Interest capitalized	25	3	*
Minority interest	(12)	(10)	20.0
Miscellaneous - net	(4)	(8)	(50.0)
	(51)	(86)	(40.7)
Earnings Before Income Taxes	676	504	34.1
Income tax provision	267	202	32.2
Net Earnings	\$ 409	\$ 302	35.4
Earnings Per Common Share (**)			
Basic	\$ 2.38	\$ 1.66	
Diluted	\$ 2.30	\$ 1.63	
Number of Shares Used in Computation			
Basic	172	182	
Diluted	178	185	

* Greater Than 100%

** The 1997 earnings per share amounts have been restated as required to comply with Statement of Financial Accounting Standards No. 128, "Earnings Per Share."

Note 1: All share and earnings per share amounts have been restated to give effect to the stock split on June 9, 1998.

Note 2: Certain amounts from 1997 have been reclassified to conform with 1998 presentation.

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

	Six Months Ended June 30,		Percent Change
	1998	1997	
Revenues			
Airline Group			
Passenger - American Airlines	\$7,367	\$7,031	4.8
- AMR Eagle	545	504	8.1
Cargo	332	338	(1.8)
Other	470	425	10.6
	8,714	8,298	5.0
The SABRE Group	1,131	889	27.2
Management Services Group	308	312	(1.3)
Less: Intergroup revenues	(404)	(361)	11.9
Total operating revenues	9,749	9,138	6.7
Expenses			
Wages, salaries and benefits	3,317	3,096	7.1
Aircraft fuel	819	991	(17.4)
Commissions to agents	623	643	(3.1)
Depreciation and amortization	647	622	4.0
Maintenance, materials and repairs	458	414	10.6
Other rentals and landing fees	446	445	0.2
Food service	339	334	1.5
Aircraft rentals	285	287	(0.7)
Other operating expenses	1,531	1,367	12.0
Total operating expenses	8,465	8,199	3.2
Operating Income	1,284	939	36.7
Other Income (Expense)			
Interest income	66	58	13.8
Interest expense	(188)	(207)	(9.2)
Interest capitalized	43	5	*
Minority interest	(25)	(22)	13.6
Miscellaneous - net	(19)	(12)	(58.3)
	(123)	(178)	(30.9)
Earnings Before Income Taxes	1,161	761	52.6
Income tax provision	462	307	50.5
Net Earnings	\$ 699	\$ 454	54.0
Earnings Per Common Share (**)			
Basic	\$ 4.06	\$ 2.50	
Diluted	\$ 3.91	\$ 2.45	
Number of Shares Used in Computation			
Basic	172	182	
Diluted	179	185	

* Greater Than 100%

** The 1997 earnings per share amounts have been restated as required to comply with Statement of Financial Accounting Standards No. 128, "Earnings Per Share."

Note 1: All share and earnings per share amounts have been restated to give effect to the stock split on June 9, 1998.

Note 2: Certain amounts from 1997 have been reclassified to conform with 1998 presentation.

9
 AMR CORPORATION
 BUSINESS SEGMENT FINANCIAL HIGHLIGHTS
 (Unaudited) (In millions)

	Three Months Ended		Percent Change
	1998	June 30, 1997	
Airline Group			
Revenues			
Passenger - American Airlines	\$3,789	\$3,641	4.1
- AMR Eagle	289	256	12.9
Cargo	169	174	(2.9)
Other	244	221	10.4
	4,491	4,292	4.6
Expenses			
Wages, salaries and benefits	1,449	1,345	7.7
Aircraft fuel	404	471	(14.2)
Commissions to agents	322	329	(2.1)
Depreciation and amortization	258	260	(0.8)
Maintenance, materials and repairs	223	215	3.7
Other operating expenses	1,229	1,192	3.1
Total operating expenses	3,885	3,812	1.9
Operating Income	606	480	26.3
Other Expense	(40)	(77)	(48.1)
Earnings Before Income Taxes	\$ 566	\$ 403	40.4
Pre-tax Margin	12.6%	9.4%	3.2 pts.
The SABRE Group			
Revenues	\$ 577	\$ 449	28.5
Operating Expenses	468	354	32.2
Operating Income	109	95	14.7
Other Income	1	1	-
Earnings Before Income Taxes	\$ 110	\$ 96	14.6
Pre-tax Margin	19.1%	21.4%	(2.3) pts.
Management Services Group			
Revenues	\$ 148	\$ 151	(2.0)
Operating Expenses	136	136	-
Operating Income	12	15	(20.0)
Other Income (Expense)	-	-	-
Earnings Before Income Taxes	\$ 12	\$ 15	(20.0)
Pre-tax Margin	8.1%	9.9%	(1.8) pts.

* Greater Than 100%

Note: Certain amounts from 1997 have been reclassified to conform with 1998 presentation.

10
 AMR CORPORATION
 BUSINESS SEGMENT FINANCIAL HIGHLIGHTS
 (Unaudited) (In millions)

	Six Months Ended June 30,		Percent Change
	1998	1997	
Airline Group			
Revenues			
Passenger - American Airlines	\$7,367	\$7,031	4.8
- AMR Eagle	545	504	8.1
Cargo	332	338	(1.8)
Other	470	425	10.6
	8,714	8,298	5.0
Expenses			
Wages, salaries and benefits	2,831	2,679	5.7
Aircraft fuel	819	991	(17.4)
Commissions to agents	623	643	(3.1)
Depreciation and amortization	516	522	(1.1)
Maintenance, materials and repairs	452	408	10.8
Other operating expenses	2,442	2,351	3.9
Total operating expenses	7,683	7,594	1.2
Operating Income	1,031	704	46.4
Other Expense	(102)	(157)	(35.0)
Earnings Before Income Taxes	\$ 929	\$ 547	69.8
Pre-tax Margin	10.7%	6.6%	4.1 pts.
The SABRE Group			
Revenues	\$1,131	\$ 889	27.2
Operating Expenses	907	686	32.2
Operating Income	224	203	10.3
Other Income	3	2	50.0
Earnings Before Income Taxes	\$ 227	\$ 205	10.7
Pre-tax Margin	20.1%	23.1%	(3.0) pts.
Management Services Group			
Revenues	\$ 308	\$ 312	(1.3)
Operating Expenses	279	280	(0.4)
Operating Income	29	32	(9.4)
Other Income (Expense)	1	(1)	*
Earnings Before Income Taxes	\$ 30	\$ 31	(3.2)
Pre-tax Margin	9.7%	9.9%	(0.2) pts.

* Greater Than 100%

Note: Certain amounts from 1997 have been reclassified to conform with 1998 presentation.

11
 Airline Group
 Operating Statistics
 (Unaudited)

	Three Months Ended June 30,		Percent Change
	1998	1997	
American Airlines Jet Operations:			
Revenue passenger miles (millions)	27,923	27,318	2.2
Available seat miles (millions)	38,963	38,738	0.6
Cargo ton miles (millions)	509	521	(2.3)
Passenger load factor	71.7%	70.5%	1.2 pts.
Breakeven load factor	58.9%	60.0%	(1.1) pts.
Passenger revenue yield per passenger mile (cents)	13.57	13.33	1.8
Passenger revenue per available seat mile (cents)	9.72	9.40	3.4
Cargo revenue yield per ton mile (cents)	32.75	32.88	(0.4)
Operating expenses per available seat mile (cents)	9.25	9.15	1.1
Fuel consumption (gallons, in millions)	711	697	2.0
Fuel price per gallon (cents)	55.0	65.3	(15.7)
Fuel price per gallon, excluding fuel tax (cents)	50.3	60.4	(16.8)
Operating aircraft at period-end	641	644	(0.5)
AMR Eagle:			
Revenue passenger miles (millions)	708	652	8.6
Available seat miles (millions)	1,099	1,047	5.0
Passenger load factor	64.5%	62.3%	2.2 pts.
Operating aircraft at period-end	206	203	1.5
AMR Corporation			
Average Equivalent Number of Employees			
Airline Group:			
AA Jet Operations	81,400	80,300	
Other	10,100	10,200	
Total Airline Group	91,500	90,500	
The SABRE Group	11,300	8,400	
Management Services Group	13,000	15,500	
Total	115,800	114,400	

12
 Airline Group
 Operating Statistics
 (Unaudited)

	Six Months Ended		Percent Change
	1998	June 30, 1997	
American Airlines Jet Operations:			
Revenue passenger miles (millions)	53,311	52,613	1.3
Available seat miles (millions)	76,670	76,258	0.5
Cargo ton miles (millions)	1,005	1,001	0.4
Passenger load factor	69.5%	69.0%	0.5 pts.
Breakeven load factor	58.6%	61.4%	(2.8) pts.
Passenger revenue yield			
per passenger mile (cents)	13.82	13.36	3.4
Passenger revenue per available			
seat mile (cents)	9.61	9.22	4.2
Cargo revenue yield per ton			
mile (cents)	32.65	33.31	(2.0)
Operating expenses per available			
seat mile (cents)	9.30	9.27	0.3
Fuel consumption (gallons, in			
millions)	1,392	1,370	1.6
Fuel price per gallon (cents)	56.9	69.9	(18.6)
Fuel price per gallon, excluding			
fuel tax (cents)	52.0	65.0	(20.0)
Operating aircraft at period-end	641	644	(0.5)
AMR Eagle:			
Revenue passenger miles (millions)	1,323	1,254	5.5
Available seat miles (millions)	2,170	2,090	3.8
Passenger load factor	61.0%	60.0%	1.0 pts.
Operating aircraft at period-end	206	203	1.5