

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 16, 1997

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 by the Company as Exhibit 99.1 which is incorporated herein by reference. This press release was issued to report second quarter 1997 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 16, 1997

## EXHIBIT INDEX

Exhibit	Description
99.1	Press Release

Contact: Al Comeaux  
Fort Worth, Texas (CDT)  
(817) 967-1577

FOR RELEASE: Wednesday, July 16, 1997

AMR REPORTS SECOND QUARTER EARNINGS OF \$302 MILLION

FORT WORTH, Texas -- AMR Corp., parent company of American Airlines Inc., today reported second quarter net earnings of \$302 million, or \$3.26 per common share. The 1997 earnings top last year's record earnings for the second quarter, which were \$293 million, or \$3.20 per fully diluted share.

"Although some residual revenue losses resulting from the earlier threat of a pilot strike and the reimposition of the domestic excise tax adversely impacted our results, our year-over-year improvement reflects strong demand for summer air travel, the excellent work our people are doing to provide high-quality customer service, and some welcome and substantive improvement in our operating performance," said AMR Chairman Robert L. Crandall. "These factors, combined with the profitable growth of our technology business, all contributed to our best-ever second quarter."

AMR also announced that the company's board of directors authorized management to repurchase up to an additional \$500 million of its outstanding common stock over the next 24 months. This represents approximately 5.26 million shares of common stock at yesterday's closing price of \$95.06.

This new stock repurchase authorization will be added to the repurchase program authorized by the board in April for 5.75 million shares to offset dilution resulting from the issuance of 5.75 million options to American Airlines pilots. As of June 30, approximately 33 percent of these shares had been repurchased, at an average price of \$95.16.

"During the last few years, we have used our substantial free cash flow to strengthen our balance sheet and have now regained investment grade status," Crandall said. "We are continuing to generate free cash flow in excess of what we need to fund our fleet expansion plans, and thus believe it makes sense to return additional cash to our shareholders."

Repurchases, including block repurchases, are expected to be made over the next 24 months in the open market or in private transactions depending on market conditions, and may be discontinued at any time.

###

6  
 AMR CORPORATION  
 CONSOLIDATED STATEMENT OF OPERATIONS  
 (Unaudited) (In millions, except per share amounts)

	Three Months Ended June 30,		Percent Change
	1997	1996	
<b>Revenues</b>			
Airline Group			
Passenger - American Airlines	\$3,641	\$3,510	3.7
- AMR Eagle	256	266	(3.8)
Cargo	174	173	0.6
Other	221	210	5.2
	4,292	4,159	3.2
The SABRE Group	447	410	9.0
Management Services Group	151	151	-
Less: Intergroup revenues	(180)	(170)	5.9
Total operating revenues	4,710	4,550	3.5
<b>Expenses</b>			
Wages, salaries and benefits	1,556	1,497	3.9
Aircraft fuel	471	470	0.2
Commissions to agents	329	321	2.5
Depreciation and amortization	310	297	4.4
Other rentals and landing fees	227	223	1.8
Maintenance materials and repairs	219	170	28.8
Food service	173	173	-
Aircraft rentals	143	162	(11.7)
Other operating expenses	694	651	6.6
Total operating expenses	4,122	3,964	4.0
Operating Income	588	586	0.3
<b>Other Income (Expense)</b>			
Interest income	31	16	93.8
Interest expense	(99)	(123)	(19.5)
Minority interest	(10)	-	*
Miscellaneous - net	(6)	1	*
	(84)	(106)	(20.8)
Earnings Before Income Taxes	504	480	5.0
Income tax provision	202	187	8.0
Net Earnings	\$ 302	\$ 293	3.1
<b>Earnings Per Common Share</b>			
Primary	\$ 3.26	\$ 3.35	
Fully Diluted	\$ 3.26	\$ 3.20	
<b>Number of Shares Used in Computation</b>			
Primary	92	87	
Fully Diluted	92	92	

\* Greater Than 100%

## AMR CORPORATION

## CONSOLIDATED STATEMENT OF OPERATIONS

(Unaudited) (In millions, except per share amounts)

	Six Months Ended		
	June 30,		
	1997	1996	Percent Change
Revenues			
Airline Group			
Passenger - American Airlines	\$7,031	\$6,797	3.4
- AMR Eagle	504	533	(5.4)
Cargo	338	336	0.6
Other	425	407	4.4
	8,298	8,073	2.8
The SABRE Group	887	838	5.8
Management Services Group	312	308	1.3
Less: Intergroup revenues	(361)	(361)	-
Total operating revenues	9,136	8,858	3.1
Expenses			
Wages, salaries and benefits	3,096	2,984	3.8
Aircraft fuel	991	911	8.8
Commissions to agents	643	636	1.1
Depreciation and amortization	622	597	4.2
Other rentals and landing fees	445	439	1.4
Maintenance materials and repairs	414	338	22.5
Food service	334	329	1.5
Aircraft rentals	287	326	(12.0)
Other operating expenses	1,367	1,311	4.3
Total operating expenses	8,199	7,871	4.2
Operating Income	937	987	(5.1)
Other Income (Expense)			
Interest income	58	32	81.3
Interest expense	(202)	(269)	(24.9)
Minority interest	(22)	-	*
Miscellaneous - net	(10)	(5)	100.0
	(176)	(242)	(27.3)
Earnings Before Income Taxes	761	745	2.1
Income tax provision	307	295	4.1
Net Earnings	\$ 454	\$ 450	0.9
Earnings Per Common Share			
Primary	\$ 4.92	\$ 5.44	
Fully Diluted	\$ 4.92	\$ 5.04	
Number of Shares Used in Computation			
Primary	92	83	
Fully Diluted	92	92	

\* Greater Than 100%

8  
 AMR CORPORATION  
 BUSINESS SEGMENT FINANCIAL HIGHLIGHTS  
 (Unaudited) (In millions)

	Three Months Ended June 30,		Percent Change
	1997	1996	
<b>Airline Group</b>			
<b>Revenues</b>			
Passenger - American Airlines	\$3,641	\$3,510	3.7
- AMR Eagle	256	266	(3.8)
Cargo	174	173	0.6
Other	221	210	5.2
	4,292	4,159	3.2
<b>Expenses</b>			
Wages, salaries and benefits	1,345	1,306	3.0
Aircraft fuel	471	470	0.2
Commissions to agents	329	321	2.5
Depreciation and amortization	260	247	5.3
Other operating expenses	1,407	1,331	5.7
Total operating expenses	3,812	3,675	3.7
Operating Income	480	484	(0.8)
Other Income (Expense)	(77)	(105)	(26.7)
Earnings Before Income Taxes	\$ 403	\$ 379	6.3
Pre-tax Margin	9.4%	9.1%	0.3 pts.
<b>The SABRE Group</b>			
Revenues	\$ 447	\$ 410	9.0
Operating Expenses	354	329	7.6
Operating Income	93	81	14.8
Other Income (Expense)	3	(1)	*
Earnings Before Income Taxes	\$ 96	\$ 80	20.0
Pre-tax Margin	21.5%	19.5%	2.0 pts.
<b>Management Services Group</b>			
Revenues	\$ 151	\$ 151	-
Operating Expenses	136	130	4.6
Operating Income	15	21	(28.6)
Other Income (Expense)	-	-	-
Earnings Before Income Taxes	\$ 15	\$ 21	(28.6)
Pre-tax Margin	9.9%	13.9%	(4.0) pts.

\* Greater Than 100%



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

	Six Months Ended		Percent Change
	1997	June 30, 1996	
<b>Airline Group</b>			
<b>Revenues</b>			
Passenger - American Airlines	\$7,031	\$6,797	3.4
- AMR Eagle	504	533	(5.4)
Cargo	338	336	0.6
Other	425	407	4.4
	8,298	8,073	2.8
<b>Expenses</b>			
Wages, salaries and benefits	2,679	2,607	2.8
Aircraft fuel	991	911	8.8
Commissions to agents	643	636	1.1
Depreciation and amortization	522	499	4.6
Other operating expenses	2,759	2,674	3.2
Total operating expenses	7,594	7,327	3.6
Operating Income	704	746	(5.6)
Other Income (Expense)	(157)	(239)	(34.3)
Earnings Before Income Taxes	\$ 547	\$ 507	7.9
Pre-tax Margin	6.6%	6.3%	0.3 pts.
<b>The SABRE Group</b>			
Revenues	\$ 887	\$ 838	5.8
Operating Expenses	686	641	7.0
Operating Income	201	197	2.0
Other Income (Expense)	4	(2)	*
Earnings Before Income Taxes	\$ 205	\$ 195	5.1
Pre-tax Margin	23.1%	23.3%	(0.2) pts.
<b>Management Services Group</b>			
Revenues	\$ 312	\$ 308	1.3
Operating Expenses	280	264	6.1
Operating Income	32	44	(27.3)
Other Income (Expense)	(1)	(1)	-
Earnings Before Income Taxes	\$ 31	\$ 43	(27.9)
Pre-tax Margin	9.9%	14.0%	(4.1) pts.

\* Greater Than 100%

10  
 Airline Group  
 Operating Statistics  
 (Unaudited)

	Three Months Ended		Percent Change
	June 30, 1997	1996	
American Airlines Jet Operations:			
Revenue passenger miles (millions)	27,318	26,679	2.4
Available seat miles (millions)	38,738	38,440	0.8
Cargo ton miles (millions)	521	520	0.2
Passenger load factor	70.5%	69.4%	1.1 pts.
Breakeven load factor	60.0%	58.5%	1.5 pts.
Passenger revenue yield per passenger mile (cents)	13.33	13.16	1.3
Passenger revenue per available seat mile (cents)	9.40	9.13	3.0
Cargo revenue yield per ton mile (cents)	32.88	32.74	0.4
Operating expenses per available seat mile (cents)	9.15	8.84	3.5
Fuel consumption (gallons, in millions)	697	687	1.5
Fuel price per gallon (cents)	65.3	66.0	(1.1)
Fuel price per gallon, excluding fuel tax (cents)	60.4	61.3	(1.5)
Operating aircraft at period-end	644	637	1.1
AMR Eagle, Inc.:			
Revenue passenger miles (millions)	652	675	(3.4)
Available seat miles (millions)	1,047	1,102	(5.0)
Passenger load factor	62.3%	61.2%	1.1 pts.
Operating aircraft at period-end	203	227	(10.6)
AMR Corporation			
Average Equivalent Number of Employees			
Airline Group:			
AA Jet Operations	80,300	77,200	
Other	10,200	10,600	
Total Airline Group	90,500	87,800	
The SABRE Group	8,400	7,900	
Management Services Group	15,500	14,800	
Total	114,400	110,500	

11  
 Airline Group  
 Operating Statistics  
 (Unaudited)

	Six Months Ended		Percent Change
	1997	June 30, 1996	
American Airlines Jet Operations:			
Revenue passenger miles (millions)	52,613	51,311	2.5
Available seat miles (millions)	76,258	75,994	0.3
Cargo ton miles (millions)	1,001	1,018	(1.7)
Passenger load factor	69.0%	67.5%	1.5 pts.
Breakeven load factor	61.4%	59.2%	2.2 pts.
Passenger revenue yield per passenger mile (cents)	13.36	13.25	0.8
Passenger revenue per available seat mile (cents)	9.22	8.94	3.1
Cargo revenue yield per ton mile (cents)	33.31	32.50	2.5
Operating expenses per available seat mile (cents)	9.27	8.91	4.0
Fuel consumption (gallons, in millions)	1,370	1,350	1.5
Fuel price per gallon (cents)	69.9	65.0	7.5
Fuel price per gallon, excluding fuel tax (cents)	65.0	60.2	8.0
Operating aircraft at period-end	644	637	1.1
AMR Eagle, Inc.:			
Revenue passenger miles (millions)	1,254	1,311	(4.3)
Available seat miles (millions)	2,090	2,239	(6.7)
Passenger load factor	60.0%	58.6%	1.4 pts.
Operating aircraft at period-end	203	227	(10.6)