

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.

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: January 15, 1997

EXHIBIT INDEX

Exhibit	Description
99.1	Press Release

AMR Reports Fourth Quarter Earnings of \$122 Million Before
Special Items

FOR RELEASE: Wednesday, Jan. 15, 1997

FORT WORTH, Texas -- AMR Corporation, parent company of American Airlines, Inc., today reported that fourth quarter net earnings, excluding certain special items, were \$122 million (\$1.33 per common share). In the fourth quarter of 1995, the company reported earnings, before special charges, of \$90 million (\$1.15 per common share).

"We had quite a successful fourth quarter," said Robert L. Crandall, AMR's Chairman and Chief Executive, "which rounded out a very satisfactory year."

After accounting for the special items, AMR reported net earnings of \$284 million (\$3.08 per common share) for the quarter, as compared to a \$282 million net loss (\$3.69 per common share) in 1995.

1996 Fourth Quarter Results

(in millions, except per share amounts)	Amount (net of tax)	Earnings per share
Net earnings before special items	\$122	\$1.33
Gain on initial public offering of The SABRE Group	497	5.40
Canadian Airlines charges	(230)	(2.50)
Extraordinary loss from early debt retirement	(89)	(0.97)
Writedown of aircraft interiors	(16)	(0.18)
Net earnings as reported	\$284	\$3.08

In the fourth quarter, the company recorded a \$497 million gain on the initial public offering of The SABRE Group. Partially offsetting that gain was a \$251 million charge (\$230 million after tax) associated with the write down of AMR's investment in, and start-up costs associated with, the company's relationship with Canadian Airlines. The company also incurred an \$89 million extraordinary loss, after tax, on the repurchase of \$624 million of unsecured debt. AMR also recorded a \$26 million charge (\$16 million after tax) to write down the value of aircraft interiors the

company plans to refurbish.

AMR's fourth quarter results brought the company's full year 1996 net earnings, excluding the special items, to \$854 million, or \$9.77 per common share (\$9.43 fully diluted), which compares favorably to the company's 1995 net earnings before special charges of \$551 million, or \$7.12 per common share (\$6.56 fully diluted). Including the special items, the company reported 1996 net earnings of \$1.0 billion, or \$11.63 per common share (\$11.19 fully diluted). This compares with 1995 net earnings after special charges of \$162 million, or \$2.11 per common share.

Crandall described 1996 as "a year in which we reaped the benefits of a favorable business environment as well as the many changes we have made over the last several years throughout the American Airlines system. Moreover, with the initial public offering of The SABRE Group and the announcement of our alliance with British Airways, we laid the foundation for further progress in the years to come."

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

	Three Months Ended December 31,		Percent Change
	1996	1995	
Revenues			
Airline Group			
Passenger - American Airlines	\$3,315	\$3,232	2.6
- AMR Eagle	249	252	(1.2)
Cargo	181	174	4.0
Other	222	191	16.2
	3,967	3,849	3.1
The SABRE Group	376	368	2.2
Management Services Group	154	145	6.2
Less: Intergroup revenues	(164)	(174)	(5.7)
Total operating revenues	4,333	4,188	3.5
Expenses			
Wages, salaries and benefits	1,513	1,445	4.7
Aircraft fuel	531	430	23.5
Commissions to agents	293	312	(6.1)
Depreciation and amortization	305	312	(2.2)
Other rentals and landing fees	227	217	4.6
Aircraft rentals	144	167	(13.8)
Food service	166	175	(5.1)
Maintenance materials and repairs	181	163	11.0
Other operating expenses	683	674	1.3
Writedown of aircraft interiors	26	-	*
Restructuring costs	-	533	(100.0)
Total operating expenses	4,069	4,428	(8.1)
Operating Income (Loss)	264	(240)	*
Other Income (Expense)			
Interest income	32	21	52.4
Interest expense	(113)	(157)	(28.0)
Gain on sale of stock by subsidiary	497	-	*
Canadian Airlines charges	(251)	-	*
Minority interest	(2)	-	*
Miscellaneous - net	(3)	(46)	(93.5)
	160	(182)	*
Earnings (Loss) Before Income			
Taxes and Extraordinary Loss	424	(422)	*
Income tax provision (benefit)	51	(152)	*
Net Earnings (Loss) Before Extraordinary Loss	373	(270)	*
Extraordinary Loss			
Extraordinary Loss, Net of Tax Benefit	(89)	(12)	*
Net Earnings (Loss)	\$ 284	\$ (282)	*
Earnings (Loss) Per Common Share			
Primary and Fully Diluted:			
Before Extraordinary Loss	\$ 4.05	\$(3.54)	
Extraordinary Loss	(0.97)	(0.15)	
Net Earnings (Loss)	\$ 3.08	\$(3.69)	
Number of Shares Used in Computation			
	92	76	

* Greater Than 100%

Note: Certain amounts from 1995 have been reclassified to conform with 1996 presentation.

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

	Twelve Months Ended December 31,		Percent Change
	1996	1995	
Revenues			
Airline Group			
Passenger - American Airlines	\$13,645	\$13,134	3.9
- AMR Eagle	1,047	976	7.3
Cargo	682	677	0.7
Other	837	714	17.2
	16,211	15,501	4.6
The SABRE Group	1,622	1,529	6.1
Management Services Group	620	572	8.4
Less: Intergroup revenues	(700)	(692)	1.2
Total operating revenues	17,753	16,910	5.0
Expenses			
Wages, salaries and benefits	5,961	5,779	3.1
Aircraft fuel	1,936	1,623	19.3
Commissions to agents	1,252	1,293	(3.2)
Depreciation and amortization	1,204	1,259	(4.4)
Other rentals and landing fees	895	878	1.9
Aircraft rentals	616	671	(8.2)
Food service	672	682	(1.5)
Maintenance materials and repairs	697	641	8.7
Other operating expenses	2,655	2,536	4.7
Writedown of aircraft interiors	26	-	*
Restructuring costs	-	533	(100.0)
Total operating expenses	15,914	15,895	0.1
Operating Income	1,839	1,015	81.2
Other Income (Expense)			
Interest income	80	63	27.0
Interest expense	(499)	(670)	(25.5)
Gain on sale of stock by subsidiary	497	-	*
Canadian Airlines charges	(251)	-	*
Minority interest	(2)	-	*
Miscellaneous - net	(31)	(55)	(43.6)
	(206)	(662)	(68.9)
Earnings Before Income Taxes and Extraordinary Loss			
Income tax provision	528	162	*
Earnings Before Extraordinary Loss	1,105	191	*
Extraordinary Loss, Net of Tax			
Benefit	(89)	(29)	*
Net Earnings	\$1,016	\$ 162	*
Earnings (Loss) Per Common Share			
Primary:			
Before Extraordinary Loss	\$ 12.64	\$ 2.48	
Extraordinary Loss	(1.01)	(0.37)	
Net Earnings	\$ 11.63	\$ 2.11	
Fully Diluted:			
Before Extraordinary Loss	\$ 12.15	\$ 2.48	
Extraordinary Loss	(0.96)	(0.37)	
Net Earnings	\$ 11.19	\$ 2.11	
Number of Shares Used in Computation			
Primary	87	76	
Fully Diluted	92	76	

* Greater Than 100%

Note: Certain amounts from 1995 have been reclassified to conform with 1996 presentation.

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

	Three Months Ended December 31,		Percent Change
	1996	1995	
Airline Group			
Revenues			
Passenger - American Airlines	\$3,315	\$3,232	2.6
- AMR Eagle	249	252	(1.2)
Cargo	181	174	4.0
Other	222	191	16.2
	3,967	3,849	3.1
Expenses			
Wages, salaries and benefits	1,313	1,259	4.3
Aircraft fuel	531	430	23.5
Commissions to agents	293	312	(6.1)
Depreciation and amortization	261	266	(1.9)
Other rentals and landing fees	209	197	6.1
Aircraft rentals	144	167	(13.8)
Food service	166	175	(5.1)
Maintenance materials and repairs	177	161	9.9
Other operating expenses	631	660	(4.4)
Writedown of aircraft interiors	26	-	*
Restructuring costs	-	533	(100.0)
Total operating expenses	3,751	4,160	(9.8)
Operating Income (Loss)	216	(311)	*
Other Income (Expense)			
Interest income	34	23	47.8
Interest expense	(114)	(159)	(28.3)
Miscellaneous - net	-	(45)	(100.0)
	(80)	(181)	(55.8)
Earnings (Loss) Before Income Taxes and Extraordinary Loss	\$ 136	\$(492)	*
Pre-tax Margin	3.4%	(12.8)%	16.2 pts.
The SABRE Group			
Revenues	\$ 376	\$ 368	2.2
Operating Expenses	335	315	6.3
Operating Income	41	53	(22.6)
Other Income (Expense)	(4)	(1)	*
Earnings Before Income Taxes	37	52	(28.8)
Pre-tax Margin	9.8%	14.1%	(4.3) pts.
Management Services Group			
Revenues	\$ 154	\$ 145	6.2
Operating Expenses	147	127	15.7
Operating Income	7	18	(61.1)
Other Income (Expense)			
Canadian Airlines charges	(251)	-	*
Earnings (Loss) Before Income Taxes	(244)	18	*
Pre-tax Margin	(158.4)%	12.4%	(170.8) pts.

* Greater Than 100%

Note: Certain amounts from 1995 have been reclassified to conform with 1996 presentation.

10
 AMR CORPORATION
 BUSINESS SEGMENT FINANCIAL HIGHLIGHTS
 (In millions)

	Twelve Months Ended December 31,		Percent Change
	1996	1995	
Airline Group			
Revenues			
Passenger - American Airlines	\$13,645	\$13,134	3.9
- AMR Eagle	1,047	976	7.3
Cargo	682	677	0.7
Other	837	714	17.2
	16,211	15,501	4.6
Expenses			
Wages, salaries and benefits	5,191	5,082	2.1
Aircraft fuel	1,936	1,623	19.3
Commissions to agents	1,252	1,293	(3.2)
Depreciation and amortization	1,018	1,070	(4.9)
Other rentals and landing fees	815	801	1.7
Aircraft rentals	616	671	(8.2)
Food service	672	682	(1.5)
Maintenance materials and repairs	686	632	8.5
Other operating expenses	2,557	2,550	0.3
Writedown of aircraft interiors	26	-	*
Restructuring costs	-	533	(100.0)
Total operating expenses	14,769	14,937	(1.1)
Operating Income	1,442	564	*
Other Income (Expense)			
Interest income	103	74	39.2
Interest expense	(508)	(679)	(25.2)
Miscellaneous - net	(23)	(45)	(48.9)
	(428)	(650)	(34.2)
Earnings (Loss) Before Income Taxes and Extraordinary Loss	\$1,014	\$ (86)	*
Pre-tax Margin	6.3%	(0.6)%	6.9 pts.
The SABRE Group			
Revenues	\$1,622	\$1,529	6.1
Operating Expenses	1,295	1,149	12.7
Operating Income	327	380	(13.9)
Other Income (Expense)	(21)	(10)	*
Earnings Before Income Taxes	\$ 306	\$ 370	(17.3)
Pre-tax Margin	18.9%	24.2%	(5.3) pts.
Management Services Group			
Revenues	\$ 620	\$ 572	8.4
Operating Expenses	550	501	9.8
Operating Income	70	71	(1.4)
Other Income (Expense)			
Canadian Airlines charges	(251)	-	*
Miscellaneous - net	(1)	(2)	(50.0)
	(252)	(2)	*
Earnings (Loss) Before Income Taxes	\$(182)	\$ 69	*
Pre-tax Margin	(29.4)%	12.1%	(41.5) pts.

* Greater Than 100%

Note: Certain amounts from 1995 have been reclassified to conform with 1996 presentation.

AMR CORPORATION
NOTES TO CONSOLIDATED STATEMENT OF OPERATIONS

1. Certain amounts from 1995 have been reclassified to conform with 1996 presentation.
2. On October 17, 1996, The SABRE Group Holdings, Inc. (TSG) completed an initial public offering of 23,230,000 shares of its Class A Common Stock, representing 17.8 percent of the economic interest in TSG, for net proceeds of approximately \$589 million. AMR (the Company) recorded a \$497 million gain in the fourth quarter of 1996 related to the initial public offering.
3. During the fourth quarter of 1996, AMR recorded a \$251 million charge (\$230 million net of tax benefit) related to the Company's relationship with Canadian Airlines. This charge includes \$192 million related to the writedown of AMR's investment in the cumulative mandatorily redeemable convertible preferred stock of Canadian Airlines International Limited (Canadian) and \$59 million (\$38 million net of tax benefit) related to the writedown of certain start-up costs relating to the Company's agreement to provide a variety of management, technical and administrative services to Canadian.
4. During 1996, AMR repurchased and/or retired prior to maturity approximately \$1.1 billion in face value of long-term debt and capital lease obligations. These transactions resulted in an extraordinary loss of \$137 million (\$89 million net of tax benefit) and \$136 million (\$89 million net of tax benefit) for the three months and twelve months ended December 31, 1996, respectively.

During 1995, AMR repurchased and retired prior to maturity \$378 million in face value of long-term debt, net of sinking funding balances. In addition, \$616 million in outstanding principal of certain debt and lease obligations was refinanced during 1995. These debt transactions resulted in an extraordinary loss of \$18 million (\$12 million net of tax benefit) and \$45 million (\$29 million net of tax benefit) for the three months and twelve months ended December 31, 1995, respectively.

5. Restructuring costs of \$533 million (\$334 million net of tax benefit), included in operating expenses for the three months and twelve months ended December 31, 1995, primarily represent the cost of early retirement programs for Airline Group employees and provisions for the writedown of certain DC-10 aircraft and the planned retirement of certain turboprop aircraft.
6. Other Income (Expense) for the twelve months ended December 31, 1996 includes a \$21 million provision (\$13 million net of tax benefit) for a cash payment recorded in the third quarter of 1996 representing American's share of a multi-carrier travel agency class action litigation settlement.

Other Income (Expense) for the three months and twelve months ended December 31, 1995, includes a \$41 million charge (\$26 million net of tax benefit) related to the loss of an aircraft operated by American Airlines, Inc.

12
 Airline Group
 Operating Statistics
 (Unaudited)

	Three Months Ended December 31,		Percent Change
	1996	1995	
American Airlines Jet Airline Operations:			
Revenue passenger miles (millions)	25,591	25,258	1.3
Available seat miles (millions)	37,758	38,821	(2.7)
Cargo ton miles (millions)	524	527	(0.6)
Passenger load factor	67.8%	65.1%	2.7 pts.
Breakeven load factor (excluding special charges)	62.3%	59.8%	2.5 pts.
Passenger revenue yield per passenger mile (cents)	12.95	12.80	1.2
Passenger revenue per available seat mile (cents)	8.78	8.33	5.4
Cargo revenue yield per ton mile (cents)	34.03	32.45	4.9
Operating expenses excluding special charges per available seat mile (cents)	9.12	8.60	6.0
Fuel consumption (gallons, in millions)	677	684	(1.0)
Fuel price per gallon (cents)	75.6	60.4	25.2
Fuel price per gallon, excluding fuel tax (cents)	70.4	55.3	27.3
Operating aircraft at period-end	642	635	1.1
AMR Eagle, Inc.:			
Revenue passenger miles (millions)	628	658	(4.6)
Available seat miles (millions)	1,081	1,172	(7.8)
Passenger load factor	58.1%	56.1%	2.0 pts.
Operating aircraft at period-end	205	261	(21.5)
AMR Corporation Average Equivalent Number of Employees			
Airline Group:			
Jet Airline Operations	78,300	78,500	
Other	10,100	10,600	
Total Airline Group	88,400	89,100	
The SABRE Group	8,000	7,400	
Management Services Group	14,800	13,900	
Total	111,200	110,400	

13
 Airline Group
 Operating Statistics
 (Unaudited)

	Twelve Months Ended December 31,		Percent Change
	1996	1995	
American Airlines Jet Airline Operations:			
Revenue passenger miles(millions)	104,710	102,918	1.7
Available seat miles (millions)	152,886	155,337	(1.6)
Cargo ton miles (millions)	2,028	2,046	(0.9)
Passenger load factor	68.5%	66.3%	2.2 pts.
Breakeven load factor (excluding special charges)	60.2%	59.6%	0.6 pts.
Passenger revenue yield per passenger mile (cents)	13.03	12.76	2.1
Passenger revenue per available seat mile (cents)	8.92	8.46	5.4
Cargo revenue yield per ton mile (cents)	33.14	32.64	1.5
Operating expenses excluding special charges per available seat mile (cents)	8.91	8.57	4.0
Fuel consumption (gallons, in millions)	2,734	2,749	(0.5)
Fuel price per gallon (cents)	68.2	56.9	19.9
Fuel price per gallon, excluding fuel tax (cents)	63.3	53.8	17.7
Operating aircraft at period-end	642	635	1.1
AMR Eagle, Inc.:			
Revenue passenger miles (millions)	2,590	2,492	3.9
Available seat miles (millions)	4,431	4,488	(1.3)
Passenger load factor	58.5%	55.5%	3.0 pts.
Operating aircraft at period-end	205	261	(21.5)
AMR Corporation			
Average Equivalent Number of Employees			
Airline Group:			
Jet Airline Operations	78,400	79,000	
Other	10,500	10,400	
Total Airline Group	88,900	89,400	
The SABRE Group	7,900	7,300	
Management Services Group	14,500	13,300	
Total	111,300	110,000	