

BOEING CO  
Form 10-Q  
April 23, 2014

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

FORM 10-Q  
(Mark One)

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES  
EXCHANGE ACT OF 1934

For the quarterly period ended March 31, 2014

or

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES  
EXCHANGE ACT OF 1934

For the transition period from \_\_\_\_\_ to \_\_\_\_\_  
Commission file number 1-442

THE BOEING COMPANY

(Exact name of registrant as specified in its charter)

Delaware

91-0425694

(State or other jurisdiction of  
incorporation or organization)

(I.R.S. Employer Identification No.)

100 N. Riverside Plaza, Chicago, IL  
(Address of principal executive offices)

60606-1596  
(Zip Code)

(312) 544-2000

(Registrant's telephone number, including area code)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes  No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes  No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer  Accelerated filer

Non-accelerated filer  (Do not check if a smaller reporting company) Smaller reporting company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes  No

As of April 16, 2014, there were 729,224,508 shares of common stock, \$5.00 par value, issued and outstanding.

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THE BOEING COMPANY

FORM 10-Q

For the Quarter Ended March 31, 2014

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## Part I. Financial Information

## Item 1. Financial Statements

## The Boeing Company and Subsidiaries

## Condensed Consolidated Statements of Operations

(Unaudited)

(Dollars in millions, except per share data)

	Three months ended March	
	31	
	2014	2013
Sales of products	\$18,015	\$16,318
Sales of services	2,450	2,575
Total revenues	20,465	18,893
Cost of products	(15,258	) (13,728
Cost of services	(2,020	) (2,009
Boeing Capital interest expense	(18	) (19
Total costs and expenses	(17,296	) (15,756
	3,169	3,137
Income from operating investments, net	59	45
General and administrative expense	(877	) (971
Research and development expense, net	(809	) (705
Gain on dispositions, net		22
Earnings from operations	1,542	1,528
Other income, net	9	9
Interest and debt expense	(92	) (99
Earnings before income taxes	1,459	1,438
Income tax expense	(494	) (332
Net earnings from continuing operations	965	1,106
Net gain on disposal of discontinued operations, net of taxes		
Net earnings	\$965	\$1,106
Basic earnings per share from continuing operations	\$1.30	\$1.45
Net gain on disposal of discontinued operations, net of taxes		
Basic earnings per share	\$1.30	\$1.45
Diluted earnings per share from continuing operations	\$1.28	\$1.44
Net gain on disposal of discontinued operations, net of taxes		
Diluted earnings per share	\$1.28	\$1.44
Cash dividends paid per share	\$0.73	\$0.49
Weighted average diluted shares (millions)	754.1	768.7

See Notes to the Condensed Consolidated Financial Statements.

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The Boeing Company and Subsidiaries  
 Condensed Consolidated Statements of Comprehensive Income  
 (Unaudited)

(Dollars in millions)	Three months ended	
	March 31	
	2014	2013
Net earnings	\$965	\$1,106
Other comprehensive income, net of tax:		
Currency translation adjustments	17	(23 )
Unrealized gain on certain investments, net of tax of (\$1) and \$0	2	
Unrealized (loss)/gain on derivative instruments:		
Unrealized loss arising during period, net of tax of \$6 and \$15	(11 )	(26 )
Reclassification adjustment for losses included in net earnings, net of tax of (\$3) and (\$1)	5	2