

ABB Ltd Consolidated Income Statements (unaudited)

Three months ended

(in millions of \$, except per share data in \$)

	Mar. 31, 2009	Mar. 31, 2008
Sales of products	6,116	6,748
Sales of services	1,093	1,208
Total revenues	7,209	7,956
Cost of products	(4,343)	(4,470)
Cost of services	(747)	(801)
Total cost of sales	(5,090)	(5,271)
Gross profit	2,119	2,685
Selling, general and administrative expenses	(1,277)	(1,362)
Other income (expense), net	20	30
Earnings before interest and taxes	862	1,353
Interest and dividend income	38	89
Interest and other finance expense	22	(32)
Income from continuing operations before taxes	922	1,410
Provision for taxes	(240)	(353)
Income from continuing operations, net of tax	682	1,057
Income from discontinued operations, net of tax	11	10
Net income	693	1,067
Net income attributable to noncontrolling interests	(41)	(64)
Net income attributable to ABB	652	1,003
Amounts attributable to ABB shareholders:		
Income from continuing operations, net of tax	641	996
Income from discontinued operations, net of tax	11	7
Net income	652	1,003
Basic earnings per share attributable to ABB shareholders:		
Income from continuing operations, net of tax	0.28	0.43
Income from discontinued operations, net of tax	0.01	0.01
Net income	0.29	0.44
Diluted earnings per share attributable to ABB shareholders:		
Income from continuing operations, net of tax	0.28	0.43
Income from discontinued operations, net of tax	0.01	0.00
Net income	0.29	0.43
Average number of shares (in millions) used to compute:		
Basic earnings per share attributable to ABB shareholders	2,283	2,295
Diluted earnings per share attributable to ABB shareholders	2,285	2,308

ABB Ltd Consolidated Balance Sheets (unaudited)

	At	
<i>(in millions of \$, except share data in \$)</i>	Mar. 31, 2009	Dec. 31, 2008
Cash and equivalents	6,550	6,399
Marketable securities and short-term investments	577	1,407
Receivables, net	9,143	9,245
Inventories, net	5,316	5,306
Prepaid expenses	264	237
Deferred taxes	985	1,020
Other current assets	488	733
Total current assets	23,323	24,347
Financing receivables, net	442	445
Property, plant and equipment, net	3,462	3,562
Goodwill	2,849	2,817
Other intangible assets, net	411	411
Prepaid pension and other employee benefits	94	73
Investments in equity method companies	42	68
Deferred taxes	1,145	1,190
Other non-current assets	258	268
Total assets	32,026	33,181
Accounts payable, trade	3,917	4,451
Billings in excess of sales	1,250	1,224
Accounts payable, other	1,258	1,292
Short-term debt and current maturities of long-term debt	349	354
Advances from customers	1,926	2,014
Deferred taxes	471	528
Provisions for warranties	1,026	1,105
Provisions and other	3,180	3,467
Accrued expenses	1,438	1,569
Total current liabilities	14,815	16,004
Long-term debt	1,960	2,009
Pension and other employee benefits	1,082	1,071
Deferred taxes	376	425
Other liabilities	1,816	1,902
Total liabilities	20,049	21,411
Stockholders' equity:		
Capital stock and additional paid-in capital	4,858	4,841
Retained earnings	10,579	9,927
Accumulated other comprehensive loss	(3,189)	(2,710)
Treasury stock, at cost (40,108,014 shares at March 31, 2009, and at December 31, 2008)	(900)	(900)
Total ABB stockholders' equity	11,348	11,158
Noncontrolling interests	629	612
Total stockholders' equity	11,977	11,770
Total liabilities and stockholders' equity	32,026	33,181

ABB Ltd Consolidated Statements of Cash Flows (unaudited)

Three months ended

<i>(in millions of \$)</i>	Mar. 31, 2009	Mar. 31, 2008
Operating activities:		
Net income attributable to ABB	652	1,003
<i>Adjustments to reconcile net income attributable to ABB to net cash provided by (used in) operating activities:</i>		
Net income attributable to noncontrolling interests	41	64
Depreciation and amortization	148	150
Pension and postretirement benefits	(12)	(3)
Deferred taxes	6	120
Net gain from sale of property, plant and equipment	(5)	(17)
Income from equity accounted companies	1	(4)
Other	(78)	12
<i>Changes in operating assets and liabilities:</i>		
Trade receivables	(70)	(427)
Inventories	(232)	(281)
Trade payables	(375)	29
Billings in excess of sales	55	96
Provisions, net	(21)	18
Advances from customers	(24)	81
Other assets and liabilities, net	(190)	(377)
Net cash provided by (used in) operating activities	(104)	464
Investing activities:		
Changes in financing receivables	2	(2)
Purchases of marketable securities (available-for-sale)	(20)	(57)
Purchases of marketable securities (held-to-maturity)	(222)	--
Purchases of short-term investments	--	(1,260)
Purchases of property, plant and equipment and intangible assets	(185)	(204)
Acquisition of businesses (net of cash acquired)	(48)	--
Proceeds from sales of marketable securities (available-for-sale)	21	20
Proceeds from maturity of marketable securities (available-for-sale)	855	--
Proceeds from short-term investments	92	2,890
Proceeds from sales of property, plant and equipment	8	23
Proceeds from sales of businesses and equity accounted companies (net of cash disposed)	--	24
Net cash provided by investing activities	503	1,434
Financing activities:		
Net changes in debt with maturities of 90 days or less	21	14
Increase in debt	211	125
Repayment of debt	(221)	(319)
Purchase of treasury shares	--	(182)
Dividends paid to noncontrolling shareholders	(14)	(1)
Other	(13)	10
Net cash used in financing activities	(16)	(353)
Effects of exchange rate changes on cash and equivalents	(232)	276
Adjustment for the net change in cash and equivalents in assets held for sale and in discontinued operations	--	26
Net change in cash and equivalents - continuing operations	151	1,847
Cash and equivalents beginning of period	6,399	4,650
Cash and equivalents end of period	6,550	6,497
Supplementary disclosure of cash flow information:		
Interest paid	45	56
Taxes paid	255	250

ABB Ltd Consolidated Statements of Changes in Stockholders' Equity (unaudited)

(in millions of \$)	Capital stock and additional paid-in capital	Retained earnings	Accumulated other comprehensive loss					Treasury stock	Total ABB stockholders' equity	Noncontrolling interests	Total stockholders' equity
			Foreign currency translation adjustment	Unrealized gain (loss) on available-for-sale securities	Pension and other postretirement plan adjustments	Unrealized gain (loss) of cash flow hedge derivatives	Total accumulated other comprehensive loss				
Balance at January 1, 2008	5,780	6,809	(906)	7	(486)	55	(1,330)	(302)	10,957	592	11,549
Comprehensive income:											
Net income		1,003							1,003	64	1,067
Foreign currency translation adjustments			220				220		220	(37)	183
Foreign currency translation adjustments related to divestments of businesses			6				6		6		6
Effect of change in fair value of available-for-sale securities, net of tax				(4)			(4)		(4)	(1)	(5)
Unrecognized loss related to pensions and other postretirement plans, net of tax					(8)		(8)		(8)		(8)
Change in derivatives qualifying as cash flow hedges, net of tax						46	46		46		46
Total comprehensive income									1,263	26	1,289
Dividends paid to noncontrolling shareholders									--	(8)	(8)
Treasury stock transactions	(8)							8	--		--
Shares repurchased under buyback program								(242)	(242)		(242)
Share-based payment arrangements	15								15		15
Balance at March 31, 2008	5,787	7,812	(680)	3	(494)	101	(1,070)	(536)	11,993	610	12,603

(in millions of \$)	Capital stock and additional paid-in capital	Retained earnings	Accumulated other comprehensive loss					Treasury stock	Total ABB stockholders' equity	Noncontrolling interests	Total stockholders' equity
			Foreign currency translation adjustment	Unrealized gain (loss) on available-for-sale securities	Pension and other postretirement plan adjustments	Unrealized gain (loss) of cash flow hedge derivatives	Total accumulated other comprehensive loss				
Balance at January 1, 2009	4,841	9,927	(1,654)	83	(978)	(161)	(2,710)	(900)	11,158	612	11,770
Comprehensive income:											
Net income		652							652	41	693
Foreign currency translation adjustments			(439)				(439)		(439)	(11)	(450)
Effect of change in fair value of available-for-sale securities, net of tax				(85)			(85)		(85)		(85)
Unrecognized income related to pensions and other postretirement plans, net of tax					27		27		27		27
Change in derivatives qualifying as cash flow hedges, net of tax						18	18		18		18
Total comprehensive income									173	30	203
Dividends paid to noncontrolling shareholders									--	(13)	(13)
Share-based payment arrangements	17								17		17
Balance at March 31, 2009	4,858	10,579	(2,093)	(2)	(951)	(143)	(3,189)	(900)	11,348	629	11,977