# ABB Ltd Interim Consolidated Income Statements (unaudited)

	Three months ended				
(\$ in millions, except per share data in \$)	Mar. 31, 2014	Mar. 31, 2013			
Sales of products	7,937	8,191			
Sales of services	1,534	1,524			
Total revenues	9,471	9,715			
Cost of products	(5,794)	(5,910			
Cost of services	(950)	(954			
Total cost of sales	(6,744)	(6,864			
Gross profit	2,727	2,851			
Selling, general and administrative expenses	(1,507)	(1,449			
Non-order related research and development expenses	(365)	(361			
Other income (expense), net	-	11			
Income from operations	855	1,052			
Interest and dividend income	17	18			
Interest and other finance expense	(84)	(97			
Income from continuing operations before taxes	788	973			
Provision for taxes	(225)	(277			
Income from continuing operations, net of tax	563	696			
Loss from discontinued operations, net of tax	(1)	(4			
Net income	562	692			
Net income attributable to noncontrolling interests	(18)	(28			
Net income attributable to ABB	544	664			
Amounts attributable to ABB shareholders:					
Income from continuing operations, net of tax	545	668			
Net income	544	664			
Basic earnings per share attributable to ABB shareholders:					
Income from continuing operations, net of tax	0.24	0.29			
Net income	0.24	0.29			
Diluted earnings per share attributable to ABB shareholders:					
Income from continuing operations, net of tax	0.24	0.29			
Net income	0.24	0.29			
Weighted-average number of shares outstanding (in millions) used to compute:					
Basic earnings per share attributable to ABB shareholders	2,301	2,296			
Diluted earnings per share attributable to ABB shareholders	2.311	2.303			

See Notes to the Interim Consolidated Financial Information

# ABB Ltd Interim Condensed Consolidated Statements of Comprehensive Income (unaudited)

## Three months ended

		Mar. 31, 2013	
Total comprehensive income, net of tax	489	309	
Total comprehensive income attributable to noncontrolling interests, net of tax	(15)	(26)	
Total comprehensive income attributable to ABB shareholders, net of tax	474	283	

See Notes to the Interim Consolidated Financial Information

# ABB Ltd Interim Consolidated Balance Sheets (unaudited)

(\$ in millions, except share data)	Mar. 31, 2014	Dec. 31, 2013
Cash and equivalents	6,402	6,021
Marketable securities and short-term investments	865	464
Receivables, net	12,215	12,146
Inventories, net	6,201	6,004
Prepaid expenses	305	252
Deferred taxes	807	832
Other current assets	715	706
Total current assets	27,510	26,425
Property, plant and equipment, net	6,171	6,254
Goodwill	10,600	10,670
Other intangible assets, net	3,120	3,297
Prepaid pension and other employee benefits	96	93
Investments in equity-accounted companies	192	197
Deferred taxes	398	370
Other non-current assets	706	758
Total assets	48,793	48,064
Accounts payable, trade	4,872	5,112
Billings in excess of sales	1,539	1,714
Short-term debt and current maturities of long-term debt	1,435	453
Advances from customers	1,780	1,726
Deferred taxes	259	259
Provisions for warranties	1,307	1,362
Other provisions	1,759	1,807
Other current liabilities	4,042	4,242
Total current liabilities	16,993	16,675
Long-term debt	7,612	7.570
Pension and other employee benefits	1,561	1,639
Deferred taxes	1,254	1,265
Other non-current liabilities	1,667	1,707
Total liabilities	29,087	28,856
Commitments and contingencies		
Stockholders' equity:		
Capital stock and additional paid-in capital (2,314,743,264 issued shares at		
March 31, 2014, and December 31, 2013)	1,761	1,750
Retained earnings	19,730	19,186
Accumulated other comprehensive loss	(2,082)	(2,012)
Treasury stock, at cost (13,531,610 and 14,093,960 shares at March 31, 2014,		
and December 31, 2013, respectively)	(236)	(246)
Total ABB stockholders' equity	19,173	18,678
Noncontrolling interests	533	530
Total stockholders' equity	19,706	19,208
Total liabilities and stockholders' equity	48,793	48,064

# ABB Ltd Interim Consolidated Statements of Cash Flows (unaudited)

	Three months ended				
(\$ in millions)	Mar. 31, 2014	Mar. 31, 2013			
Operating activities:					
Net income	562	692			
Adjustments to reconcile net income to net cash used in operating activities:	302	032			
Depreciation and amortization	333	321			
Pension and other employee benefits	(28)	(11)			
Deferred taxes	(13)	4			
Net gain from sale of property, plant and equipment	(8)	(9)			
Other	15	14			
Changes in operating assets and liabilities:	10				
Trade receivables, net	(106)	(504)			
Inventories, net	(223)	(248)			
Trade payables	(201)	(197)			
Accrued liabilities	(217)				
	(158)	(192)			
Billings in excess of sales Provisions, net		(71)			
	(99) 59	(28)			
Advances from customers		75			
Income taxes payable and receivable	48	(67)			
Other assets and liabilities, net	(9)	(2)			
Net cash used in operating activities	(45)	(223)			
Investing activities:					
Purchases of marketable securities (available-for-sale)	(84)	(173)			
Purchases of short-term investments	(438)	(5)			
Purchases of property, plant and equipment and intangible assets	(203)	(216)			
Acquisition of businesses (net of cash acquired) and increases in cost and equity					
investments	(3)	(26)			
Proceeds from sales of marketable securities (available-for-sale)	14	116			
Proceeds from maturity of marketable securities (available-for-sale)	68	-			
Proceeds from short-term investments	23	32			
Other investing activities	74	46			
Net cash used in investing activities	(549)	(226)			
Financing activities:					
Net changes in debt with original maturities of 90 days or less	988	(507)			
Increase in debt	3	215			
Repayment of debt	(13)	(523)			
Delivery of shares	1	1			
Acquisition of noncontrolling interests	-	(1)			
Dividends paid to noncontrolling shareholders	(7)	(15)			
Other financing activities	9	(3)			
Net cash provided by (used in) financing activities	981	(833)			
Effects of exchange rate changes on cash and equivalents	(6)	(138)			
Not change in each and equivalents, continuing enerations					
Net change in cash and equivalents - continuing operations	381	(1,420)			
Cash and equivalents, beginning of period	6,021	6,875			
Cash and equivalents, end of period	6,402	5,455			
Supplementary disclosure of cash flow information:					
Interest paid	67	28			
Taxes paid	198	331			

				Accu	mulated other of	comprehensiv e	loss				
(\$ in millions)	Contai doch and additona pad.	Resembly Parnings	Poejon Currency Parskelion	Unasizeg gains (10,888,0) araliab, e-for sale security.	Ponsion artises	Threated gains (10 888) of 1001/1088	Total accumulated other	1. 1685 true 81.004	<sup>7</sup> 0131 <sub>4</sub> 88 <sup>51</sup> 00th oles.	Nonconicying interests	Total stockhodels equity
Balance at January 1, 2013	1,691	18,066	(580)	24	(2,004)	37	(2,523)	(328)	16,906	540	17,446
Comprehensive income:											
Net income		664							664	28	692
Foreign currency translation adjustments (net of tax of \$8)			(475)				(475)		(475)	(3)	(478)
Effect of change in fair value of available-for-sale securities											
(net of tax of \$(1))				(6)			(6)		(6)		(6)
Unrecognized income related to pensions and other											
postretirement plans (net of tax of \$26)					90		90		90	1	91
Change in derivatives qualifying as cash flow hedges (net of											
tax of \$2)						10	10		10		10
Total comprehensive income									283	26	309
Changes in noncontrolling interests	(11)								(11)	7	(4)
Dividends paid to noncontrolling shareholders									-	(26)	(26)
Share-based payment arrangements	14								14		14
Delivery of shares	(7)							8	1		1
Other	1								1		1
Balance at March 31, 2013	1,688	18,730	(1,055)	18	(1,914)	47	(2,904)	(320)	17,194	547	17,741

	Accumulated other comprehensive loss										
(\$ in millions)	in capital scot and adultona pate.	Relained Sarnings	Polistrans tansation	Un realized gaths (1,000s) on airealisty e-for-sale security.	Pension an acther Costetitement plan	Uneakeo Osoh Now A cope contraines	Comprehensive Co	288 (In Seco.) 100/8 (In Seco.)	Ora/ABB stOckholders.	SISSUE LE LE LE SISSUE LE LE SISSUE LE LE SISSUE LE LE SISSUE LE	ola secethologs' equity
Balance at January 1, 2014	1,750	19,186	(431)	7	(1,610)	22	(2,012)	(246)	18,678	530	19,208
Comprehensive income:  Net income		544							544	18	562
Foreign currency translation adjustments (net of tax of \$(3))			(73)				(73)		(73)	(3)	(76)
Effect of change in fair value of available-for-sale securities (net of tax of \$0)				2			2		2		2
Unrecognized income related to pensions and other postretirement plans (net of tax of \$6)					13		13		13		13
Change in derivatives qualifying as cash flow hedges (net of tax of \$(4))						(12)	(12)		(12)		(12)
Total comprehensive income									474	15	489
Dividends paid to noncontrolling shareholders									-	(12)	(12)
Share-based payment arrangements	20								20		20
Delivery of shares	(9)							10	1		1
Balance at March 31, 2014	1,761	19,730	(504)	9	(1,597)	10	(2,082)	(236)	19,173	533	19,706

See Notes to the Interim Consolidated Financial Information