## ABB Ltd Interim Consolidated Income Statements (unaudited)

	Three months ended				
(\$ in millions, except per share data in \$)	Mar. 31, 2011	Mar. 31, 2010			
Sales of products	7,053	5,753			
Sales of services	1,349	1,181			
Total revenues	8,402	6,934			
Cost of products	(4,973)	(4,058			
Cost of services	(856)	(790			
Total cost of sales	(5,829)	(4,848			
Gross profit	2,573	2,086			
Selling, general and administrative expenses	(1,263)	(1,131			
Non-order related research and development expenses	(306)	(246			
Other income (expense), net	9	-			
Earnings before interest and taxes	1,013	709			
Interest and dividend income	18	24			
Interest and other finance expense	(51)	(42			
Income from continuing operations before taxes	980	691			
Provision for taxes	(284)	(201			
Income from continuing operations, net of tax	696	490			
Income from discontinued operations, net of tax	-	1			
Net income	696	491			
Net income attributable to noncontrolling interests	(41)	(27			
Net income attributable to ABB	655	464			
Amounts attributable to ABB shareholders:					
	GEE	462			
Income from continuing operations, net of tax	655 655	463 464			
Net income	000	404			
Basic earnings per share attributable to ABB shareholders:					
Income from continuing operations, net of tax	0.29	0.20			
Net income	0.29	0.20			
Diluted earnings per share attributable to ABB shareholders:					
Income from continuing operations, net of tax	0.29	0.20			
Net income	0.29	0.20			
Weighted-average number of shares outstanding (in millions) used to compute:					
Basic earnings per share attributable to ABB shareholders	2,284	2,290			
	2,289	2,295			

See Notes to the Interim Consolidated Financial Information

## **ABB Ltd Interim Consolidated Balance Sheets (unaudited)**

(\$ in millions, except share data)	Mar. 31, 2011	Dec. 31, 2010
Cash and equivalents	3,649	5,897
Marketable securities and short-term investments	862	2,713
Receivables, net	10,507	9,970
Inventories, net	6,085	4,878
Prepaid expenses	280	193
Deferred taxes	1,025	896
Other current assets	673	801
Total current assets	23,081	25,348
Financing and other non-current receivables, net	431	420
Property, plant and equipment, net	4,843	4,356
Goodwill	6,945	4,085
Other intangible assets, net	1,787	701
Prepaid pension and other employee benefits	189	173
Investments in equity-accounted companies	19	19
Deferred taxes	258	846
Other non-current assets	386	347
Total assets	37,939	36,295
Accounts payable, trade	4,967	4,555
Billings in excess of sales	1,685	1,730
Employee and other payables	1,469	1,526
Short-term debt and current maturities of long-term debt	1,125	1,043
Advances from customers	1,777	1,764
Deferred taxes	389	357
Provisions for warranties	1,422	1,393
Provisions and other current liabilities	2,663	2,726
Accrued expenses	1,691	1,644
Total current liabilities	17,188	16,738
Long-term debt	1,189	1,139
Pension and other employee benefits	872	831
Deferred taxes	438	411
Other non-current liabilities	1,658	1,718
Total liabilities	21,345	20,837
Commitments and contingencies		
Stockholders' equity:		
Capital stock and additional paid-in capital (2,308,782,064 issued		
shares at March 31, 2011 and December 31, 2010)	1,465	1,454
Retained earnings	16,044	15,389
Accumulated other comprehensive loss	(1,091)	(1,517)
Treasury stock, at cost (24,852,156 and 25,317,453 shares at March 31, 2011 and December 31, 2010, respectively)	(433)	(441)
Total ABB stockholders' equity	15,985	14,885
Noncontrolling interests	609	573
Total stockholders' equity	16,594	15,458
Total liabilities and stockholders' equity	37,939	36,295

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

	Three months ended				
(\$ in millions)	Mar. 31, 2011	Mar. 31, 2010			
Operating activities:					
Net income	696	491			
Adjustments to reconcile net income to net cash provided by operating					
activities:	231	164			
Depreciation and amortization  Pension and other employee benefits	(7)	164 22			
Deferred taxes	(3)	24			
Net gain from sale of property, plant and equipment	(9)	(6)			
Loss from equity-accounted companies	(9)	1			
Other	20	14			
Changes in operating assets and liabilities:	20	14			
Trade receivables, net	15	83			
Inventories, net	(500)	(280)			
Trade payables	135	25			
Billings in excess of sales	(100)	42			
Provisions, net	(178)	(93)			
Advances from customers	(36)	37			
Other assets and liabilities, net	(98)	(97)			
Net cash provided by operating activities	166	427			
The outin provided by operating detivities	100	721			
Investing activities:					
Changes in financing and other non-current receivables, net	(9)	(7)			
Purchases of marketable securities (available-for-sale)	(586)	(244)			
Purchases of marketable securities (held-to-maturity)	- (300)	(15)			
Purchases of short-term investments	(140)	(1,438)			
Purchases of property, plant and equipment and intangible assets	(139)	(148)			
Acquisition of businesses (net of cash acquired) and changes in cost and	(100)	(140)			
equity investments	(3,032)	(53)			
Proceeds from sales of marketable securities (available-for-sale)	2,084	71			
Proceeds from maturity of marketable securities (available-for-sale)	134	137			
Proceeds from maturity of marketable securities (held-to-maturity)	-	186			
Proceeds from short-term investments	378	1,643			
Proceeds from sales of property, plant and equipment	6	14			
Proceeds from sales of businesses and equity-accounted companies (net of					
cash disposed)	-	(1)			
Net cash provided by (used in) investing activities	(1,304)	145			
· · · · · · · · · · · · · · · · · · ·	*				
Financing activities:					
Net changes in debt with maturities of 90 days or less	51	22			
Increase in debt	37	81			
Repayment of debt	(1,299)	(64)			
Transactions in treasury shares	4	-			
Dividends paid to noncontrolling shareholders	(1)	(16)			
Other	(37)	(6)			
Net cash provided by (used in) financing activities	(1,245)	17			
Effects of exchange rate changes on cash and equivalents	135	(300)			
Net change in cash and equivalents - continuing operations	(2,248)	289			
Cash and equivalents, beginning of period	5,897	7,119			
Cash and equivalents, beginning of period	3,649	7,119			
	0,0.0	.,.00			
Supplementary disclosure of cash flow information:	20				
Interest paid	33	22			
Taxes paid	298	228			

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

	Accumulated other comprehensive loss										
(\$ in millions)	Capital shock and additional pard in Capital	Relained earnings	Poegn curency translation adjustment	Unealized a vialable of sain (0ss) on securities "sale	- Nsion and other adjustrienten Pan adjustrienten Pan	Umeaked Gash Row Gain (Oss) of Gerietives	Total accumulated other	Teasup sock	<sup>Total</sup> ABB <sup>Stockholder</sup> s.	Noncontolling interests	<sup>T</sup> otal stockholders. equity
Balance at January 1, 2010	3,943	12,828	(1,056)	20	(1,068)	20	(2,084)	(897)	13,790	683	14,473
Comprehensive income:											
Net income		464							464	27	491
Foreign currency translation adjustments			(362)				(362)		(362)	4	(358)
Effect of change in fair value of available-for-sale securities, net											
of tax				(9)			(9)		(9)		(9)
Unrecognized income (loss) related to pensions and other postretirement plans, net of tax					78		78		78		78
Change in derivatives qualifying as cash flow hedges, net of tax						18	18		18		18
Total comprehensive income									189	31	220
Changes in noncontrolling interests	2								2	2	4
Dividends paid to noncontrolling shareholders										(17)	(17)
Treasury stock transactions	(12)							12	-		-
Share-based payment arrangements	18								18		18
Balance at March 31, 2010	3,951	13,292	(1,418)	11	(990)	38	(2,359)	(885)	13,999	699	14,698

Comprehensive income:   Net income					ACC	cumulated otne	r comprenensi	ve ioss				
Balance at January 1, 2011         1,454         15,389         (707)         18         (920)         92         (1,517)         (441)         14,885         573         15,458           Comprehensive income:	(\$ in millions)	Gabrial stock and additional patorin capital	Relained Banings	ranslation currency	Unealized gain (10ss) on Securities (5 sale	2 6 6	Unealted gain (loss) of dentaines	Total accumulated other	Treasury stock	<sup>Total</sup> ABB stockholders.	Voncontrolling interests	<sup>Oval st</sup> Ocholders.
Net income   655   41   696	Balance at January 1, 2011		15,389		18	(920)				14,885	573	15,458
Foreign currency translation adjustments	Comprehensive income:											
Effect of change in fair value of available-for-sale securities, net of tax  Unrecognized income (loss) related to pensions and other postretirement plans, net of tax  (31)  Change in derivatives qualifying as cash flow hedges, net of tax  15  Total comprehensive income  Changes in noncontrolling interests  Changes in onocontrolling shareholders  Treasury stock transactions  (8)  (8)  (8)  (8)  (8)  (8)  (8)  (9)  (31)  (31)  (31)  (31)  (31)  (31)  (31)  (32)  (32)  (33)  (33)  (34)  (34)  (35)  (36)  (37)  (37)  (38)  (38)  (49)  (8)  (8)  (8)  (8)  (8)  (8)  (8)  (	Net income		655							655	41	696
of tax         (8)         (8)         (8)         (8)           Unrecognized income (loss) related to pensions and other postretirement plans, net of tax         (31) <td>Foreign currency translation adjustments</td> <td></td> <td></td> <td>450</td> <td></td> <td></td> <td></td> <td>450</td> <td></td> <td>450</td> <td>3</td> <td>453</td>	Foreign currency translation adjustments			450				450		450	3	453
Unrecognized income (loss) related to pensions and other postretirement plans, net of tax  (31)  Change in derivatives qualifying as cash flow hedges, net of tax  15  Total comprehensive income  Changes in noncontrolling interests  Dividends paid to noncontrolling shareholders  Treasury stock transactions  (4)  (31)  (31)  (31)  (31)  (31)  (31)  (31)  (31)  (31)  (32)  (32)  (33)  (33)  (33)  (34)  (34)  (35)  (35)  (36)  (37)  (38)  (38)  (38)  (39)  (39)  (30)	Effect of change in fair value of available-for-sale securities, net											
postretirement plans, net of tax         (31)         (32)         (32)         (32)         (33)	of tax				(8)			(8)		(8)		(8)
Change in derivatives qualifying as cash flow hedges, net of tax  15  Total comprehensive income  1,081  44  1,125  Changes in noncontrolling interests  5 (5)  Dividends paid to noncontrolling shareholders  Treasury stock transactions  (4)  8  4  4  4												
Total comprehensive income         1,081         44         1,125           Changes in noncontrolling interests         -         (5)         (5)           Dividends paid to noncontrolling shareholders         (3)         (3)           Treasury stock transactions         (4)         8         4         4	postretirement plans, net of tax					(31)		(31)		(31)		(31)
Changes in noncontrolling interests         - (5) (5)           Dividends paid to noncontrolling shareholders         (3) (3)           Treasury stock transactions         (4)         8 4         4	Change in derivatives qualifying as cash flow hedges, net of tax						15	15		15		15
Dividends paid to noncontrolling shareholders  (3) (3) Treasury stock transactions  (4) 8 4 4	Total comprehensive income									1,081	44	1,125
Treasury stock transactions (4) 8 4 4	Changes in noncontrolling interests									-	(5)	(5)
Treasury stock transactions (4) 8 4 4	Dividends paid to noncontrolling shareholders										(3)	(3)
Share-based payment arrangements 15 15 15	Treasury stock transactions	(4)							8	4		4
	Share-based payment arrangements	15								15		15
Balance at March 31, 2011 1,465 16,044 (257) 10 (951) 107 (1,091) (433) 15,985 609 16,594	Balance at March 31, 2011	1,465	16,044	(257)	10	(951)	107	(1,091)	(433)	15,985	609	16,594

Accumulated other comprehensive loss

See Notes to the Interim Consolidated Financial Information