

**Lockheed Martin Corporation**  
**Consolidated Statements of Earnings<sup>1</sup>**  
(unaudited; in millions, except per share data)

	Quarters Ended		Six Months Ended	
	June 30, 2024	June 25, 2023	June 30, 2024	June 25, 2023
<b>Net sales</b>	\$ 18,122	\$ 16,693	\$ 35,317	\$ 31,819
Cost of sales <sup>2</sup>	(15,992)	(14,603)	(31,194)	(27,683)
Gross profit	2,130	2,090	4,123	4,136
Other income, net	18	45	54	36
<b>Operating profit</b>	<b>2,148</b>	<b>2,135</b>	<b>4,177</b>	<b>4,172</b>
Interest expense	(261)	(223)	(516)	(425)
Non-service FAS pension income	15	111	31	221
Other non-operating income (expense), net	46	(17)	91	32
Earnings before income taxes	1,948	2,006	3,783	4,000
Income tax expense	(307)	(325)	(597)	(630)
<b>Net earnings</b>	<b>\$ 1,641</b>	<b>\$ 1,681</b>	<b>\$ 3,186</b>	<b>\$ 3,370</b>
Effective tax rate	<b>15.8%</b>	<b>16.2%</b>	<b>15.8%</b>	<b>15.8%</b>
<b>Earnings per common share</b>				
Basic	\$ 6.87	\$ 6.65	\$ 13.29	\$ 13.28
Diluted	\$ 6.85	\$ 6.63	\$ 13.24	\$ 13.24
<b>Weighted average shares outstanding</b>				
Basic	238.9	252.8	239.8	253.7
Diluted	239.6	253.6	240.6	254.6
Common shares reported in stockholders' equity at end of period			237	251

<sup>1</sup> The company closes its books and records on the last Sunday of the calendar quarter to align its financial closing with its business processes, which was on June 30, for the second quarter of 2024 and June 25, for the second quarter of 2023. The consolidated financial statements and tables of financial information included herein are labeled based on that convention. This practice only affects interim periods, as the company's fiscal year ends on Dec. 31.

<sup>2</sup> In the second quarter of 2024, the company recognized trademark and fixed asset impairments as well as severance costs.

**Lockheed Martin Corporation**  
**Business Segment Summary Operating Results**  
(unaudited; in millions)

	Quarters Ended			Six Months Ended		
	June 30, 2024	June 25, 2023	% Change	June 30, 2024	June 25, 2023	% Change
<b>Net sales</b>						
Aeronautics	\$ 7,277	\$ 6,875	6%	\$ 14,122	\$ 13,144	7%
Missiles and Fire Control	3,102	2,755	13%	6,095	5,143	19%
Rotary and Mission Systems	4,548	3,897	17%	8,636	7,407	17%
Space	3,195	3,166	1%	6,464	6,125	6%
<b>Total net sales</b>	<b>\$ 18,122</b>	<b>\$ 16,693</b>	<b>9%</b>	<b>\$ 35,317</b>	<b>\$ 31,819</b>	<b>11%</b>
<b>Operating profit</b>						
Aeronautics	\$ 751	\$ 718	5%	\$ 1,430	\$ 1,393	3%
Missiles and Fire Control	450	371	21%	761	748	2%
Rotary and Mission Systems	495	454	9%	925	804	15%
Space	346	312	11%	671	592	13%
<b>Total business segment operating profit</b>	<b>2,042</b>	<b>1,855</b>	<b>10%</b>	<b>3,787</b>	<b>3,537</b>	<b>7%</b>
<b>Unallocated items</b>						
FAS/CAS operating adjustment	406	416		812	831	
Impairment and severance charges	(87)	—		(87)	—	
Intangible asset amortization expense	(61)	(62)		(122)	(124)	
Other, net	(152)	(74)		(213)	(72)	
<b>Total unallocated items</b>	<b>106</b>	<b>280</b>	<b>(62%)</b>	<b>390</b>	<b>635</b>	<b>(39%)</b>
<b>Total consolidated operating profit</b>	<b>\$ 2,148</b>	<b>\$ 2,135</b>	<b>1%</b>	<b>\$ 4,177</b>	<b>\$ 4,172</b>	<b>—%</b>
<b>Operating margin</b>						
Aeronautics	10.3%	10.4%		10.1%	10.6%	
Missiles and Fire Control	14.5%	13.5%		12.5%	14.5%	
Rotary and Mission Systems	10.9%	11.6%		10.7%	10.9%	
Space	10.8%	9.9%		10.4%	9.7%	
<b>Total business segment operating margin</b>	<b>11.3%</b>	<b>11.1%</b>		<b>10.7%</b>	<b>11.1%</b>	
<b>Total consolidated operating margin</b>	<b>11.9%</b>	<b>12.8%</b>		<b>11.8%</b>	<b>13.1%</b>	

Table 2

**Lockheed Martin Corporation**  
**Selected Financial Data**  
(unaudited; in millions)

	<b>2024</b>	<b>2023</b>
	<b>Outlook</b>	<b>Actual</b>
	<hr/>	<hr/>
<b>Total FAS income CAS cost</b>		
FAS pension income	\$ —	\$ 378
Less: CAS pension cost	<b>1,685</b>	1,725
	<hr/>	<hr/>
Total FAS/CAS pension adjustment	<b>\$ 1,685</b>	\$ 2,103
<b>Service and non-service cost reconciliation</b>		
FAS pension service cost	<b>\$ (60)</b>	\$ (65)
Less: CAS pension cost	<b>1,685</b>	1,725
	<hr/>	<hr/>
Total FAS/CAS pension operating adjustment	<b>1,625</b>	1,660
Non-service FAS pension income	<b>60</b>	443
	<hr/>	<hr/>
Total FAS/CAS pension adjustment	<b>\$ 1,685</b>	\$ 2,103

Table 3

**Lockheed Martin Corporation**  
**Consolidated Balance Sheets**  
(unaudited, in millions, except par value)

	<b>June 30, 2024</b>	<b>Dec. 31, 2023</b>
<b>Assets</b>		
Current assets		
Cash and cash equivalents	\$ 2,523	\$ 1,442
Receivables, net	2,930	2,132
Contract assets	13,907	13,183
Inventories	3,097	3,132
Other current assets	510	632
Total current assets	<u>22,967</u>	<u>20,521</u>
Property, plant and equipment, net	8,394	8,370
Goodwill	10,787	10,799
Intangible assets, net	2,040	2,212
Deferred income taxes	3,080	2,953
Other noncurrent assets	7,808	7,601
Total assets	<u>\$ 55,076</u>	<u>\$ 52,456</u>
<b>Liabilities and equity</b>		
Current liabilities		
Accounts payable	\$ 3,282	\$ 2,312
Salaries, benefits and payroll taxes	2,871	3,133
Contract liabilities	9,181	9,190
Current maturities of long-term debt	142	168
Other current liabilities	3,017	2,134
Total current liabilities	<u>18,493</u>	<u>16,937</u>
Long-term debt, net	19,115	17,291
Accrued pension liabilities	6,105	6,162
Other noncurrent liabilities	5,188	5,231
Total liabilities	<u>48,901</u>	<u>45,621</u>
Stockholders' equity		
Common stock, \$1 par value per share	237	240
Additional paid-in capital	—	—
Retained earnings	14,707	15,398
Accumulated other comprehensive loss	(8,769)	(8,803)
Total stockholders' equity	<u>6,175</u>	<u>6,835</u>
Total liabilities and equity	<u>\$ 55,076</u>	<u>\$ 52,456</u>

Table 4

**Lockheed Martin Corporation**  
**Consolidated Statements of Cash Flows**  
(unaudited; in millions)

	<b>Six Months Ended</b>	
	<b>June 30, 2024</b>	<b>June 25, 2023</b>
<b>Operating activities</b>		
Net earnings	\$ 3,186	\$ 3,370
Adjustments to reconcile net earnings to net cash provided by operating activities		
Depreciation and amortization	710	659
Stock-based compensation	154	146
Deferred income taxes	(145)	(234)
Impairment and severance charges	87	—
Changes in assets and liabilities		
Receivables, net	(798)	(922)
Contract assets	(724)	(690)
Inventories	35	(410)
Accounts payable	1,052	1,397
Contract liabilities	(9)	(304)
Income taxes	21	(46)
Qualified defined benefit pension plans	(1)	(189)
Other, net	(57)	(113)
<b>Net cash provided by operating activities</b>	<b>3,511</b>	<b>2,664</b>
<b>Investing activities</b>		
Capital expenditures	(748)	(623)
Other, net	4	30
<b>Net cash used for investing activities</b>	<b>(744)</b>	<b>(593)</b>
<b>Financing activities</b>		
Issuance of long-term debt, net of related costs	1,980	1,975
Repayments of long-term debt	(168)	—
Repurchases of common stock	(1,850)	(1,250)
Dividends paid	(1,532)	(1,542)
Other, net	(116)	(128)
<b>Net cash used for financing activities</b>	<b>(1,686)</b>	<b>(945)</b>
<b>Net change in cash and cash equivalents</b>	<b>1,081</b>	<b>1,126</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>1,442</b>	<b>2,547</b>
<b>Cash and cash equivalents at end of period</b>	<b>\$ 2,523</b>	<b>\$ 3,673</b>

Table 5

**Lockheed Martin Corporation**  
**Other Financial and Operating Information**  
(unaudited; in millions, except for aircraft deliveries and weeks)

	<b>June 30, 2024</b>	<b>Dec. 31, 2023</b>
<b>Backlog</b>		
Aeronautics	\$ 53,032	\$ 60,156
Missiles and Fire Control	34,831	32,229
Rotary and Mission Systems	37,366	37,726
Space	33,113	30,456
<b>Total backlog</b>	<b>\$ 158,342</b>	<b>\$ 160,567</b>

	<b>Quarters Ended</b>		<b>Six Months Ended</b>	
	<b>June 30, 2024</b>	<b>June 25, 2023</b>	<b>June 30, 2024</b>	<b>June 25, 2023</b>
<b>Aircraft Deliveries</b>				
F-35	—	45	—	50
F-16	4	—	7	1
C-130J	5	4	9	6
Government helicopter programs	10	11	23	21
Commercial helicopter programs	—	—	—	1
International military helicopter programs	5	—	5	—

	<b>2024</b>	<b>2023</b>
<b>Number of Weeks in Reporting Period<sup>1</sup></b>		
First quarter	13	12
Second quarter	13	13
Third quarter	13	13
Fourth quarter	13	14

<sup>1</sup> Calendar quarters are typically comprised of 13 weeks. However, the company closes its books and records on the last Sunday of each month, except for the month of Dec., as its fiscal year ends on Dec. 31. As a result, the number of weeks in a reporting quarter may vary slightly during the year and for comparable prior year periods.

Table 6