

PART I – FINANCIAL INFORMATION**Item 1. Financial Statements****RAYTHEON TECHNOLOGIES CORPORATION
AND SUBSIDIARIES****CONDENSED CONSOLIDATED STATEMENT OF OPERATIONS**
(Unaudited)

<i>(dollars in millions, except per share amounts)</i>	Quarter Ended March 31,	
	2023	2022
Net Sales:		
Products sales	\$ 12,787	\$ 11,862
Services sales	4,427	3,854
Total net sales	17,214	15,716
Costs and Expenses:		
Cost of sales - products	10,700	9,820
Cost of sales - services	2,945	2,740
Research and development	607	635
Selling, general and administrative	1,398	1,469
Total costs and expenses	15,650	14,664
Other income, net	88	28
Operating profit	1,652	1,080
Non-operating expense (income), net:		
Non-service pension income	(444)	(480)
Interest expense, net	315	318
Total non-operating expense (income), net	(129)	(162)
Income from continuing operations before income taxes	1,781	1,242
Income tax expense	300	116
Net income from continuing operations	1,481	1,126
Less: Noncontrolling interest in subsidiaries' earnings from continuing operations	55	23
Net income from continuing operations attributable to common shareowners	1,426	1,103
Loss from discontinued operations attributable to common shareowners	—	(19)
Net income attributable to common shareowners	\$ 1,426	\$ 1,084
Earnings (loss) Per Share attributable to common shareowners – Basic:		
Income from continuing operations	\$ 0.98	\$ 0.74
Loss from discontinued operations	—	(0.01)
Net income attributable to common shareowners	\$ 0.98	\$ 0.73
Earnings (loss) Per Share attributable to common shareowners – Diluted:		
Income from continuing operations	\$ 0.97	\$ 0.74
Loss from discontinued operations	—	(0.02)
Net income attributable to common shareowners	\$ 0.97	\$ 0.72

See accompanying Notes to Condensed Consolidated Financial Statements