

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20594

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 or 15(d) of the
Securities Exchange Act of 1934

Date of Report (Date of earliest event reported) June 27, 1995

UNISYS CORPORATION

(Exact name of registrant as specified in charter)

DELAWARE

1-8729

38-0387840

(State of
Incorporation)

(Commission File Number)

(IRS Employer
Identification No.)

TOWNSHIP LINE AND UNION MEETING ROADS
BLUE BELL, PENNSYLVANIA

19424

(Address of principal executive offices)

(Zip Code)

215-986-4011

(Registrant's telephone number)

Item 5. Other Events

In May 1995, the Company completed the sale of its defense business to Loral Corporation. In accordance with APB Opinion Number 30 ("APB 30"), the Company's defense business has been treated as a discontinued operation. Pursuant to APB 30, the revenue, costs and expenses of the Company's defense business have been excluded from the respective captions in the Consolidated Statements of Income and the net results of these operations have been reported separately as "income from discontinued operations." Below are the Company's Condensed Consolidated Statements of Income for the three years ended December 31, 1994 presented in accordance with APB 30.

	1994 (1)	1993	1992
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	(in millions of dollars)		
Revenue	\$5,978.2	\$5,980.8	\$6,600.9
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Costs and Expenses			
Cost of revenue	3,815.4	3,402.8	3,880.9
Selling, general and administrative	1,544.8	1,516.3	1,640.9
Research and development	463.6	489.3	505.6
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	5,823.8	5,408.4	6,027.4

Operating income	154.4	572.4	573.5
Interest expense	203.7	241.7	340.6
Other income, net	63.9	40.2	68.4
Income from continuing operations before income taxes	14.6	370.9	301.3
Estimated income taxes	2.5	84.6	135.0 (2)
Income from continuing operations before extraordinary items and changes in accounting principles	12.1	286.3	166.3
Income from discontinued operations	96.1	75.3	129.9
Extraordinary items	(7.7)	(26.4)	65.0
Effect of changes in accounting principles		230.2	
Net income	100.5	565.4	361.2
Dividends on preferred shares	120.1	121.6	122.1
Earnings (loss) on common shares	\$ (19.6)	\$ 443.8	\$ 239.1
Earnings (loss) per common share			
Primary			
Continuing operations	\$ (.63)	\$ 1.00	\$.27
Discontinued operations	.56	.46	.79
Extraordinary items	(.04)	(.16)	.40
Effect of changes in accounting principles		1.39	
Total	\$ (.11)	\$ 2.69	\$ 1.46
Fully diluted			
Continuing operations	\$ (.63)	\$ 1.17	\$.33
Discontinued operations	.56	.31	.71
Extraordinary items	(.04)	(.11)	.36
Effect of changes in accounting principles		.94	
Total	\$ (.11)	\$ 2.31	\$ 1.40

(1) Includes a special charge of \$186.2 million, or \$.78 per fully diluted common share.

(2) Estimated income taxes for 1992 primarily consists of foreign income taxes.

The following are condensed consolidated statements of income of the Company's defense business for the three years ended December 31, 1994.

	1994	1993	1992
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	(in millions of dollars)		
Revenue	\$1,421.5	\$1,761.7	\$1,821.0
Costs and Expenses			
Cost of revenue	1,125.6	1,441.5	1,503.6
Selling, general and administrative	124.5	132.6	139.9
Research and development	19.8	25.9	30.3
	1,269.9	1,600.0	1,673.8
Operating income	151.6	161.7	147.2
Other income, net	(13.0)	(29.2)	(12.9)
Income before income taxes	138.6	132.5	134.3
Estimated income taxes	42.5	57.2	4.4 *

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Net income	\$ 96.1	\$ 75.3	\$ 129.9
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* Due to the Unisys U.S. tax position in 1992 whereby virtually no U.S. income tax was provided based on income, the only tax shown for the defense business is the tax on Canadian operations.

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

UNISYS CORPORATION

Date: June 27, 1995

By: /s/Deborah C. Hopkins

Deborah C. Hopkins
Vice President and
Corporate Controller