SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM 10-Q

(Mark One)

[X] QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended June 30, 1996.

[ ] TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the transition period from __________ to __________.

Commission file number 1-8729

UNISYS CORPORATION
(Exact name of registrant as specified in its charter)

Delaware	38-0387840
(State or other jurisdiction of incorporation or organization)	(I.R.S. Employer Identification No.)

Township Line and Union Meeting Roads
Blue Bell, Pennsylvania 19424
(Address of principal executive offices) (Zip Code)

Registrant's telephone number, including area code:(215) 986-4011

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. YES [X] NO [ ]

Number of shares of Common Stock outstanding as of June 30, 1996: 174,880,389.

Part I - FINANCIAL INFORMATION
Item 1. Financial Statements.

UNISYS CORPORATION
CONSOLIDATED BALANCE SHEET
(Millions)

	June 30, 1996 (Unaudited)	December 31, 1995
Assets		
Current assets		
Cash and cash equivalents	$1,169.0	$1,114.3
Marketable securities	5.5	5.4
Accounts and notes receivable, net	917.3	996.3
Inventories		
Finished equipment and supplies	354.7	358.6
Work in process and raw materials	363.7	315.3
Deferred income taxes	345.4	329.8
Other current assets	96.3	98.9
Total	3,251.9	3,218.6

Long-term receivables, net	54.5	58.7
Properties and rental equipment	2,030.9	2,088.4
Less accumulated depreciation	1,381.1	1,397.0
Properties and rental equipment, net	649.8	691.4
Cost in excess of net assets acquired	990.4	1,014.6
Investments at equity	277.8	298.9
Deferred income taxes	682.6	682.6
Other assets	1,205.6	1,148.4
Total	$7,112.6	$7,113.2
Liabilities and stockholders' equity		
Current liabilities		
Notes payable	$ 13.8	$ 12.1
Current maturities of long-term debt	319.0	343.5
Accounts payable	790.7	940.6
Other accrued liabilities	1,294.3	1,677.4
Dividends payable	26.6	30.2
Estimated income taxes	103.8	143.5
Total	2,548.2	3,147.3
Long-term debt	2,249.0	1,533.3
Other liabilities	560.4	572.4
Stockholders' equity		
Preferred stock	1,570.2	1,570.3
Common stock, issued 1996, 175.8; 1995, 172.3	1.8	1.7
Accumulated deficit	(767.5)	(702.6)
Other capital	950.5	990.8
Stockholders' equity	1,755.0	1,860.2
Total	$7,112.6	$7,113.2

See notes to consolidated financial statements.

UNISYS CORPORATION
CONSOLIDATED STATEMENT OF INCOME (UNAUDITED)
(Millions, except per share data)

	Three Months Ended June 30		Six Months Ended June 30	
	1996	1995	1996	1995
Revenue	$1,505.0	$1,519.8	$2,928.1	$2,984.7
Costs and expenses				
Cost of revenue	1,013.1	972.8	1,997.3	1,896.3
Selling, general and administrative	346.6	372.1	668.6	704.8
Research and development	81.4	86.2	177.4	181.7
	1,441.1	1,431.1	2,843.3	2,782.8
Operating income	63.9	88.7	84.8	201.9
Interest expense	68.3	51.1	118.8	101.6
Other income, net	12.4	23.0	21.7	8.7
Income (loss) from continuing operations before income taxes	8.0	60.6	(12.3)	109.0
Estimated income taxes (benefit)	2.7	20.8	(4.2)	37.1
Income (loss) from continuing operations	5.3	39.8	(8.1)	71.9
Income from discontinued operations				12.5
Net income (loss)	5.3	39.8	(8.1)	84.4
Dividends on preferred shares	30.2	30.0	60.4	59.9
Earnings (loss) on common shares	$(24.9)	$ 9.8	$(68.5)	$24.5
Earnings (loss) per common share				
Primary				
Continuing operations	$(.14)	$ .06	$(.40)	$ .07
Discontinued operations				.07
Total	$(.14)	$ .06	$(.40)	$ .14
Fully diluted				
Continuing operations	$(.14)	$ .06	$(.40)	$ .07
Discontinued operations				.07
Total	$(.14)	$ .06	$(.40)	$ .14

See notes to consolidated financial statements.

UNISYS CORPORATION
CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
(Millions)

	Six Months Ended June 30	
	1996	1995
Cash flows from operating activities		
Income (loss) from continuing operations	$ (8.1)	$ 71.9
Add (deduct) items to reconcile income from continuing operations to net cash (used for) operating activities:		
Depreciation	86.1	106.8
Amortization:		
Marketable software	53.6	64.8
Cost in excess of net assets acquired	21.7	20.1
(Increase) in deferred income taxes	(15.6)	(7.4)
Decrease (increase) in receivables, net	79.0	(33.3)
(Increase) in inventories	(44.5)	(47.8)
(Decrease) in accounts payable and other accrued liabilities	(502.5)	(361.3)
(Decrease) in estimated income taxes	(39.7)	(41.9)
(Decrease) in other liabilities	(4.5)	(5.7)
(Increase) in other assets	(45.0)	(50.2)
Other	(27.8)	23.6
Net cash used for operating activities	(447.3)	(260.4)
Cash flows from investing activities		
Proceeds from investments	1,118.9	1,483.9
Purchases of investments	(1,124.6)	(1,497.0)
Proceeds from marketable securities		2.0
Proceeds from sales of properties	18.8	7.8
Investment in marketable software	(42.1)	(61.4)
Capital additions of properties and rental equipment	(55.8)	(101.9)
Purchases of businesses	(12.2)	(8.1)
Net cash used for investing activities	(97.0)	(174.7)
Cash flows from financing activities		
Proceeds from issuance of debt	700.9	
Principal payments of debt	(24.7)	(67.2)
Net proceeds from short-term borrowings	1.7	18.1
Dividends paid on preferred shares	(60.4)	(59.9)
Other	.3	2.5
Net cash provided by (used for) financing activities	617.8	(106.5)
Effect of exchange rate changes on cash and cash equivalents	(11.4)	1.5
Net cash provided by (used for) continuing operations	62.1	(540.1)
Discontinued operations		
Proceeds from sale		862.0
Other	(7.4)	(227.9)
Net cash provided by (used for) discontinued operations	(7.4)	634.1
Increase in cash and cash equivalents	54.7	94.0
Cash and cash equivalents, beginning of period	1,114.3	868.4
Cash and cash equivalents, end of period	$1,169.0	$ 962.4

See notes to consolidated financial statements.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

In the opinion of management, the financial information furnished herein reflects all adjustments necessary for a fair presentation of the financial position, results of operations and cash flows for the interim periods specified. These adjustments consist only of normal recurring accruals. Because of seasonal and other factors, results for interim periods are not necessarily indicative of the results to be expected for the full year.

a. In May of 1995, the Company sold its defense business for cash of $862 million. The net results of the defense operations for the three months ended March 31, 1995 have been reported separately in the Consolidated Statement of Income as "income from discontinued operations."

The following is a summary of the results of operations of the Company's defense business for the three months ended March 31, 1995 (in millions of dollars):

Revenue	$258.1
Income from operations, net of taxes of $6.5 million	$ 12.5

b. For the three and six months ended June 30, 1996, the computation of primary earnings per share is based on the weighted average number of outstanding common shares. The computation for the three and six months ended June 30, 1995 includes additional shares assuming the exercise of stock options. None of the periods presented assumes conversion of the 8 1/4% Convertible Subordinated Notes due 2000 and 2006, or the Series A Preferred Stock since such conversions would have been antidilutive. The shares used in the computations are as follows (in thousands):

	Three Months Ended June 30,		Six Months Ended June 30,	
	1996	1995	1996	1995
Primary	172,702	172,150	172,070	171,986
Fully diluted	172,702	172,150	172,070	171,986

c. Certain prior year amounts have been reclassified to conform with the 1996 presentation.

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations.

Results of Operations

For the three months ended June 30, 1996, the Company reported net income of $5.3 million, compared to net income of $39.8 million for the three months ended June 30, 1995. On a per-share basis, the second-quarter net loss was $.14 per primary and fully diluted common share after preferred dividends, compared to earnings of $.06 per primary and fully diluted common share a year ago.

Revenue and cost of revenue by business group is presented below (in millions of dollars):

	Total	Eliminations	Information Services Group	Global Customer Services	Computer Systems Group
Three Months Ended June 30, 1996					
Customer revenue	$1,505.0		$508.6	$486.6	$509.8
Intercompany		$(148.8)	2.1	30.0	116.7
Total revenue	$1,505.0	$(148.8)	$510.7	$516.6	$626.5
Cost of revenue	$1,013.1	$(144.5)	$419.4	$346.5	$391.7
Three Months Ended June 30, 1995					
Customer revenue	$1,519.8		$446.0	$465.9	$607.9
Intercompany		$(160.2)		22.5	137.7
Total revenue	$1,519.8	$(160.2)	$446.0	$488.4	$745.6
Cost of revenue	$ 972.8	$(160.2)	$383.4	$325.1	$424.5

Total customer revenue for the quarter ended June 30, 1996 was $1.51 billion, down 1% from $1.52 billion for the quarter ended June 30, 1995, largely due to product transition in the Company's enterprise server family.

Customer revenue from Information Services increased 14% in the quarter due to higher systems integration revenue. In Global Customer Services, customer revenue increased 4% from year-ago levels led by growth in Network Enable Services and Desktop Services revenue. Customer revenue in Computer Systems declined 16% as the Company moves into the early stages of the new product cycle in its enterprise server family.

Total gross profit margin was 33% in the second quarter of 1996 compared to 36% in the year-ago period. The decline in gross profit margin in the quarter was principally due to the continuing shift to lower-margin products and services and the product transition in the Computer Systems business.

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations (Cont'd).

The Company has experienced delays in the availability of certain large-scale enterprise servers designed to replace the high end of the 2200 product family, as the testing of the complex new chip architecture is finalized. The Company has initiated programs to mitigate the effect of this product delay on second-half results. However, the delay may preclude the Company from reaching the level of shipments and profitability previously expected for the full year.

In the second quarter of 1996, selling, general and administrative expenses were $346.6 million compared to $372.1 million in the second quarter of 1995, and research and development expenses were $81.4 million compared to $86.2 million a year earlier. The declines were largely due to the Company's cost reduction actions.

As a result of the above, operating income was $63.9 million in the current period compared to $88.7 million last year.

Interest expense in the second quarter of 1996 was $68.3 million compared to $51.1 million in the year ago period. The increase was due to the issuance of $724.0 million of debt in March of 1996 discussed below.

Other income, which can vary from quarter to quarter, was $12.4 million in the three months ended June 30, 1996 compared to $23.0 million in the three months ended June 30, 1995.

Income from continuing operations before income taxes for the three months ended June 30, 1996 was $8.0 million compared to $60.6 million for the three months ended June 30, 1995.

Estimated income taxes were $2.7 million for the three months ended June 30, 1996 compared to $20.8 million in the year-ago period.

For the six months ended June 30, 1996, the loss from continuing operations was $8.1 million, or $.40 per primary and fully diluted common share. In the six- month period one year ago, income from continuing operations was $71.9 million, or $.07 per primary and fully diluted common share. In the year-ago period, total net income was $84.4 million, or $.14 per primary and fully diluted share, including $12.5 million, or $.07 per primary and fully diluted share, from discontinued operations.

Effective January 1, 1996, the Company adopted Statement of Financial Accounting Standards ("SFAS") No. 121, "Accounting for the Impairment of Long-Lived Assets and for Long-Lived Assets to Be Disposed Of" and SFAS No. 123, "Accounting for Stock-Based Compensation". SFAS No. 123 requires the recognition of, or disclosure of, compensation expenses for grants of stock options or other equity instruments issued to employees based upon their fair value. As permitted by SFAS 123, the Company elected the disclosure

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations (Cont'd).

requirements, instead of recognition of compensation expense, and therefore will continue to apply existing accounting rules. The Company will comply with the disclosure requirements of SFAS No. 123 in its 1996 audited financial statements. The adoption of these statements had no effect on the Company's consolidated financial position, consolidated statement of income, or liquidity.

In June of 1996, SFAS No. 125, "Accounting for Transfers and Servicing of Financial Assets and Extinguishments of Liabilities" was issued. SFAS No. 125 specifies accounting and reporting standards for transfers and servicing of financial assets and extinguishments of liabilities. This statement is effective for transactions occurring after December 31, 1996. The Company is currently assessing the potential impact of the adoption of SFAS No. 125.

Financial Condition

Cash, cash equivalents and marketable securities at June 30, 1996 were $1.2 billion compared to $1.1 billion at December 31, 1995. During the six months ended June 30, 1996, cash used for operating activities was $447.3 million compared to cash usage of $260.4 million during the six months ended June 30, 1995. The increase was due in large part to reductions in payables and accruals, including amounts related to restructuring. Cash used for investing activities during the first half of 1996 was $97.0 million compared to $174.7 million a year ago. The decrease was principally due to a reduction in investments in properties and rental equipment. Cash provided by financing activities during the period was $617.8 million compared to cash used of $106.5 million in the year-ago period, principally due to the issuance of $724.0 million of debt discussed below.

At June 30, 1996, total debt was $2.6 billion, an increase of $692.9 million from December 31, 1995. In March 1996, the Company issued $299.0 million aggregate principal amount of 8 1/4% Convertible Subordinated Notes due 2006 (which are convertible into an aggregate of 43.5 million shares of the Company's common stock at a conversion price of $6.875 per share) and $425.0 million aggregate principal amount of 12% Senior Notes due 2003. Approximately $314 million of long-term debt matures during the third quarter of 1996. During the six months ended June 30, 1996 and 1995, the Company retired $24.7 million and $67.2 million of debt, respectively. The Company intends, from time to time, to continue to redeem or repurchase its securities in the open market or in privately negotiated transactions depending upon availability, market conditions, and other factors.

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations (Cont'd).

During the six months ended June 30, 1996, debt net of cash and marketable securities increased $638.1 million to $1.4 billion. As a percent of total capital, debt net of cash and marketable securities was 45% at June 30, 1996 and 29% at December 31, 1995.

During the first quarter of 1996, the credit ratings for the Company's public debt were lowered. The credit ratings on the Company's senior long-term debt and subordinated debt were lowered from Ba3 to B1 and from B2 to B3, respectively, by Moody's Investors Service, Inc. and from BB- to B+ and from B to B-, respectively, by Standard and Poor's Corporation. In August 1996, Duff & Phelps Inc. lowered its credit ratings on the Company's senior long-term debt and subordinated debt from BB- to B+ and from B to B-, respectively. The lowering of the ratings does not materially affect the interest rates that the Company pays on its debt, nor its ability to access capital markets.

The Company has on file with the Securities and Exchange Commission an effective registration statement covering $500 million of debt or equity securities which enables the Company to be prepared for future market opportunities.

In June 1996, the Company entered into a one-year $200 million revolving credit facility replacing the prior facility which expired in May 1996. The conditions precedent to a borrowing under the facility include minimum cash balances and compliance with net worth and interest coverage covenants. In addition, if any borrowings are outstanding, the Company is required to maintain full compensating balances with the bank group unless waived by a supermajority of the banks. The Company had never utilized the prior facility and does not expect to utilize the new facility.

Dividends paid on preferred stock amounted to $60.4 million during the first half of 1996 compared to $59.9 million in the year ago period.

Stockholders' equity decreased $105.2 million during the six months ended June 30, 1996 to $1,755.0 million, principally reflecting preferred dividends declared of $56.8 million and unfavorable foreign currency translation of $52.6 million.

At June 30, 1996, the Company had deferred tax assets in excess of deferred tax liabilities of $1,462 million. For the reasons cited below, management determined that it is more likely than not that $974 million of such assets will be realized, therefore resulting in a valuation allowance of $488 million. In assessing the likelihood of realization of this asset, the Company considered various factors including its forecast of future taxable income and available tax planning strategies that could be implemented to realize deferred tax assets.

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations (Cont'd).

The principal methods used to assess the likelihood of realization were the Company's forecast of future taxable income, which was adjusted by applying probability factors to the achievement of this forecast, and tax planning strategies. The combination of forecasted taxable income and tax planning strategies are expected to be sufficient to realize the entire amount of net deferred tax assets. Approximately $2.8 billion of future taxable income (predominantly U.S.) is needed to realize all of the net deferred tax assets.

The Company's net deferred tax assets include substantial amounts of net operating loss and tax credit carryforwards. Failure to achieve forecasted taxable income might affect the ultimate realization of the net deferred tax assets. In recent years, the information management business has undergone dramatic changes and there can be no assurances that in the future there would not be increased competition or other factors that may result in a decline in sales or margins, loss of market share, or technological obsolescence.

The Company will evaluate quarterly the realizability of its net deferred tax assets by assessing its valuation allowance and by adjusting the amount of such allowance, if necessary.

Part II - OTHER INFORMATION

Item 4. Submission of Matters to a Vote of Security Holders

(a) The Company's 1996 Annual Meeting of Stockholders (the "Annual Meeting") was held on April 25, 1996 in Philadelphia, Pennsylvania.

(c) The following matters were voted upon at the Annual Meeting and received the following votes:

1. Election of Directors as follows:

   J. P. Bolduc -- 140,619,327 votes for; 10,225,927 votes withheld

   James J. Duderstadt -- 140,825,463 votes for; 10,019,791 votes withheld

   Kenneth A. Macke -- 140,766,224 votes for; 10,079,030 votes withheld

2. A proposal to ratify the selection of the Company's independent auditors for 1996 -- 145,341,825 votes for; 3,355,420 votes against; 2,146,709 abstentions.

3. A stockholder proposal regarding a spin-off transaction -- 33,286,208 votes for; 74,328,399 votes against; 2,483,181 abstentions; 40,749,316 broker non-votes.

Item 6. Exhibits and Reports on Form 8-K

(a) Exhibits

See Exhibit Index.

(b) Reports on Form 8-K

During the quarter ended June 30, 1996, the Company filed no Current Reports on Form 8-K relating to events during such quarter.

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: August 14, 1996

By: /s/ Janet M. Brutschea Haugen

Janet M. Brutschea Haugen
Vice President and
Controller
(Chief Accounting Officer)

EXHIBIT INDEX

Exhibit Number	Description
11.1	Statement of Computation of Earnings Per Share for the six months ended June 30, 1996 and 1995
11.2	Statement of Computation of Earnings Per Share for the three months ended June 30, 1996 and 1995
12	Statement of Computation of Ratio of Earnings to Fixed Charges
27	Financial Data Schedule

UNISYS CORPORATION
STATEMENT OF COMPUTATION OF EARNINGS PER SHARE
FOR THE SIX MONTHS ENDED JUNE 30, 1996 AND 1995
(UNAUDITED)
(Millions, except share data)

Primary Earnings Per Common Share	1996	1995
Average Number of Outstanding Common Shares	172,069,577	171,083,414
Additional Shares Assuming Exercise of Stock Options	462,294	902,171
Average Number of Outstanding Common Shares and Common Share Equivalents	172,531,871	171,985,585
Income (Loss) From Continuing Operations	$(8.1)	$ 71.9
Dividends on Series A, B and C Preferred Stock	(60.4)	(59.9)
Primary Earnings (Loss) on Common Shares Before Discontinued Operations	(68.5)	12.0
Income From Discontinued Operations		12.5
Primary Earnings (Loss) on Common Shares	$(68.5)	$24.5
Primary Earnings (Loss) Per Common Share		
Continuing Operations	$(.40)	$ .07
Discontinued Operations		.07
Total	$ (.40)	$ .14

Fully Diluted Earnings Per Common Share		
Average Number of Outstanding Common Shares and Common Share Equivalents	172,531,871	171,985,585
Additional Shares:		
Assuming Conversion of Series A Preferred Stock	47,454,260	47,454,697
Assuming Conversion of 8 1/4% Convertible Notes due 2000	33,697,387	33,697,387
Assuming Conversion of 8 1/4% Convertible Notes due 2006	27,480,520	
Attributable to Stock Plans	116,791	52,488
Common Shares Outstanding Assuming Full Dilution	281,280,829	253,190,157
Primary Earnings (Loss) on Common Shares Before Discontinued Operations	$(68.5)	$ 12.0
Exclude Dividends on Series A Preferred Stock	53.3	53.3
Interest Expense on 8 1/4% Convertible Notes, due 2000, Net of Applicable Tax	9.6	8.9
Interest Expense on 8 1/4% Convertible Notes, due 2006, Net of Applicable Tax	5.2	
Fully Diluted Earnings (Loss) on Common Shares Before Discontinued Operations	(.4)	74.2
Income From Discontinued Operations		12.5
Fully Diluted Earnings (Loss) on Common Shares	$ (.4)	$ 86.7
Fully Diluted Earnings (Loss) per Common Share		
Continuing Operations	$ 0	$ .29
Discontinued Operations		.05
Total	$ 0	$ .34

UNISYS CORPORATION
STATEMENT OF COMPUTATION OF EARNINGS PER SHARE
FOR THE SIX MONTHS ENDED JUNE 30, 1996 AND 1995
(UNAUDITED)
(Millions, except share data)

	1996	1995
Earnings (Loss) Per Common Share As Reported		
Primary		
Continuing Operations	$(.40)	$ .07
Discontinued Operations		.07
Total	$(.40)	$ .14
Fully Diluted		
Continuing Operations	$(.40)	$ .07
Discontinued Operations		.07
Total	$(.40)	$ .14

The computation for 1996 is based on the weighted average number of outstanding common shares. In addition, the computation for 1995 includes common stock equivalents. Neither period assumes conversion of the convertible notes or Series A preferred stock since such conversions would have been antidilutive.

EXHIBIT 11.2

UNISYS CORPORATION
STATEMENT OF COMPUTATION OF EARNINGS PER SHARE
FOR THE THREE MONTHS ENDED JUNE 30, 1996 AND 1995
(UNAUDITED)
(Millions, except share data)

Primary Earnings Per Common Share	1996	1995
Average Number of Outstanding Common Shares	172,702,498	171,178,670
Additional Shares Assuming Exercise of Stock Options	482,347	971,554
Average Number of Outstanding Common Shares and Common Share Equivalents	173,184,845	172,150,224
Income From Continuing Operations	$ 5.3	$ 39.8
Dividends on Series A, B and C Preferred Stock	(30.2)	(30.0)
Primary Earnings (Loss) on Common Shares	$(24.9)	$ 9.8
Primary Earnings (Loss) Per Common Share	$ (.14)	$ .06
Fully Diluted Earnings Per Common Share		
Average Number of Outstanding Common Shares and Common Share Equivalents	173,184,845	172,150,224
Additional Shares:		
Assuming Conversion of Series A Preferred Stock	47,454,135	47,454,696
Assuming Conversion of 8 1/4% Convertible Notes due 2000	33,697,387	33,697,387
Assuming Conversion of 8 1/4% Convertible Notes due 2006	43,490,909	
Attributable to Stock Plans	198,612	91,173
Common Shares Outstanding Assuming Full Dilution	298,025,888	253,393,480
Primary Earnings (Loss) on Common Shares	$(24.9)	$ 9.8
Exclude Dividends on Series A Preferred Stock	26.6	26.6
Interest Expense on 8 1/4% Convertible Notes, due 2000, Net of Applicable Tax	4.8	4.5
Interest Expense on 8 1/4% Convertible Notes, due 2006, Net of Applicable Tax	4.1	
Fully Diluted Earnings on Common Shares	$ 10.6	$ 40.9
Fully Diluted Earnings per Common Share	$ .04	$ .16
Earnings (Loss) Per Common Share As Reported		
Primary	$(.14)	$ .06
Fully Diluted	$(.14)	$ .06

The computation for 1996 is based on the weighted average number of outstanding common shares. In addition, the computation for 1995 includes common stock equivalents. Neither period assumes conversion of the convertible notes or Series A preferred stock since such conversions would have been antidilutive.

Exhibit 12

UNISYS CORPORATION
COMPUTATION OF RATIO OF EARNINGS TO FIXED CHARGES (UNAUDITED)
($ in millions)

	Six Months Ended June 30, 1996	Years Ended December 31 1995	1994	1993	1992	1991
Income (loss) from continuing operations before income taxes	$(12.3)	$(781.1)	$ 14.6	$370.9	$301.3	$(1,425.6)
Add (deduct) share of loss (income) of associated companies	(11.2)	5.0	16.6	14.5	3.2	(6.5)
Subtotal	(23.5)	(776.1)	31.2	385.4	304.5	(1,432.1)
Interest expense (net of interest capitalized)	118.8	202.1	203.7	241.7	340.6	407.6
Amortization of debt issuance expenses	2.9	5.1	6.2	6.6	4.8	1.8
Portion of rental expense representative of interest	32.6	65.3	65.0	70.5	78.8	80.9
Total Fixed Charges	154.3	272.5	274.9	318.8	424.2	490.3
Earnings (loss) from continuing operations before income taxes and fixed charges	$(130.8)	$(503.6)	$306.1	$704.2	$728.7	$ (941.8)
Ratio of earnings to fixed charges	(a)	(a)	1.11	2.21	1.72	(a)

(a) Earnings for the six months ended June 30, 1996 and for the years ended December 31, 1995 and 1991 were inadequate to cover fixed charges by approximately $23.5 million, $776.1 million and $1,432.1 million, respectively.

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THIS SCHEDULE CONTAINS SUMMARY FINANCIAL INFORMATION EXTRACTED
FROM THE COMPANY'S FINANCIAL STATEMENTS INCLUDED IN THE
COMPANY'S FORM 10-Q FOR THE QUARTERLY PERIOD ENDED
JUNE 30, 1996 AND IS QUALIFIED IN ITS ENTIRETY BY
REFERENCE TO SUCH FINANCIAL STATEMENTS.
1,000,000

6-MOS
DEC-31-1996
JUN-30-1996
1,169
5
997
(72)
718
3,252
2,031
1,381
7,113
2,548
2,249
2
0
1,570
183
7,113
1,269
2,928
800
1,997
0
1
119
(12)
(4)
(8)
0
0
0
(8)
(.40)
(.40)