

TEXTRON INC

FORM 11-K (Annual Report of Employee Stock Plans)

Filed 06/27/95 for the Period Ending 12/31/94

Address	40 WESTMINSTER ST PROVIDENCE, RI 02903
Telephone	4014212800
CIK	0000217346
Symbol	TXT
SIC Code	6162 - Mortgage Bankers and Loan Correspondents
Fiscal Year	01/02

TEXTRON INC

FORM 11-K

(Annual Report of Employee Stock Plans)

Filed 6/27/1995 For Period Ending 12/31/1994

Address	40 WESTMINSTER ST PROVIDENCE, Rhode Island 02903
Telephone	401-421-2800
CIK	0000217346
Industry	Conglomerates
Sector	Conglomerates
Fiscal Year	12/31

Generated by EDGAR Online Pro
<http://pro.edgar-online.com>



Contact EDGAR Online
Customer Service: 203-852-5666
Corporate Sales: 212-457-8200

SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, D.C. 20549

FORM 11-K

**[X] ANNUAL REPORT PURSUANT TO SECTION 15(d) OF
THE SECURITIES EXCHANGE ACT OF 1934**
for the fiscal year ended December 31, 1994

Commission File Number 1-5480

A. Full title of the plan and address of the plan:

TEXTRON SAVINGS PLAN
40 Westminster Street
Providence, Rhode Island 02903

B. Name of issuer of the securities held pursuant to the plan and address of its principal executive office:

TEXTRON INC.

40 Westminster Street Providence, Rhode Island 02903

REQUIRED INFORMATION

Financial Statements and Exhibit

The following Plan financial statements and schedules prepared in accordance with the financial reporting requirements of the Employee Retirement Income Security Act of 1974 are filed herewith, as permitted by Item 4 of Form 11-K:

Report of Independent Auditors

Statement of Net Assets Available for Benefits for each of the two years ended December 31, 1994 and 1993 Statement of Changes in Net Assets Available for Benefits for each of the two years ended December 31, 1994 and 1993

Notes to financial statements

Schedule I - Assets Held for Investment Schedule II - Transactions or Series of Transactions in Excess of 5% of the Current Value of Plan Assets

The Consent of Independent Auditors is filed as an exhibit to this Annual Report.

Pursuant to the requirements of the Securities Exchange Act of 1934, the Committee appointed by the Board of Directors of Textron Inc. to administer the Plan has duly caused this Annual Report on Form 11-K to be signed by the undersigned hereunto duly authorized.

TEXTRON SAVINGS PLAN

By: */s/Duncan I. Sutherland*
Attorney-in-fact

Date: *June 27, 1995*

Textron Savings Plan

Years ended December 31, 1994 and 1993

with Report of Independent Auditors

Textron Savings Plan

Financial Statements

and Supplemental Schedules

Years ended December 31, 1994 and 1993

Contents

Report of Independent Auditors	1
Audited Financial Statements	
Statement of Net Assets Available for Benefits, December 31, 1994	2
Statement of Net Assets Available for Benefits, December 31, 1993	3
Statement of Changes in Net Assets Available for Benefits, December 31, 1994	4
Statement of Changes in Net Assets Available for Benefits, December 31, 1993	5
Notes to Financial Statements	6
Supplemental Schedules	
Schedule I--Assets Held for Investment	15
Schedule II--Transactions or Series of Transactions in Excess of 5% of the Current Value of Plan Assets	17

Report of Independent Auditors

The Benefits Committee
Textron Savings Plan

We have audited the accompanying statements of net assets available for benefits of the Textron Savings Plan (the Plan) as of December 31, 1994 and 1993, and the related statements of changes in net assets available for benefits for the years then ended. These financial statements are the responsibility of the Plan's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the net assets available for benefits of the Plan at December 31, 1994 and 1993, and the changes in net assets available for benefits for the years then ended, in conformity with generally accepted accounting principles.

Our audits were made for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying supplemental schedules of assets held for investment as of December 31, 1994, and transactions or series of transactions in excess of 5% of the current value of plan assets for the year then ended are presented for purposes of complying with the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974, and are not a required part of the basic financial statements. The Fund Information in the statement of net assets available for benefits and the statements of changes in net assets available for benefits is presented for purposes of additional analysis rather than to present the net assets available for benefits of each fund. The supplemental schedules and Fund Information have been subjected to the auditing procedures applied in our audits of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

/S/Ernst & Young LLP

*New York, New York
June 15, 1995*

Statement of Net Assets Available for Benefits

	December 31, 1994					Loan Fund	Total
	Fund A	Fund B	Fund C	Fund H			
Assets	(In Thousands)						
Investments, at fair value (Notes 2, 5 and 8):							
Textron Inc. Common Stock	\$772,465	\$	\$	\$	\$	\$ 772,465	
U.S. Government securities			18,411			18,411	
Common/collective trust funds	1,875	67,711	11,437	65		81,088	
Participant notes receivable					72	72	
	774,340	67,711	29,848	65	72	872,036	
Insurance contracts, at contract value (Notes 2 and 8)			146,995			146,995	
Total investments	774,340	67,711	176,843	65	72	1,019,031	
Receivables:							
Investment income	5,394		162			5,556	
Interfund			179			179	
Other	57	25				82	
Total receivables	5,451	25	341			5,817	
Total assets	779,791	67,736	177,184	65	72	1,024,848	
Liabilities							
Payables:							
Contributions	2,496	310	367			3,173	
Interest	160					160	
Investments purchased	2,548					2,548	
Interfund	164	15				179	
	5,368	325	367			6,060	
Senior note (Note 6)	14,195					14,195	
Total liabilities	19,563	325	367			20,255	
Net assets available for benefits	\$760,228	\$67,411	\$176,817	\$65	\$72	\$1,004,593	

See notes to financial statements.

Textron Savings Plan

Statement of Net Assets Available for Benefits

	December 31, 1993					
	Fund	Fund	Fund	Fund	Loans	Total
	A	B	C	H		
Assets	(In Thousands)					
Investments, at fair value (Notes 2, 5 and 8):						
Textron Inc. Common Stock	\$923,438	\$	\$	\$	\$	\$ 923,438
U.S. Government securities			33,967			33,967
Common/collective trust funds	1,432	63,637	15,726	22		80,817
Participant notes receivable					76	76
	924,870	63,637	49,693	22	76	1,038,298
Insurance contracts, at contract value (Notes 2 and 8)			132,361			132,361
Total investments	924,870	63,637	182,054	22	76	1,170,659
Receivables:						
Investment income	4,921		370			5,291
Interfund		395				395
Other	456	39	10		1	506
Total receivables	5,377	434	380		1	6,192
Total assets	930,247	64,071	182,434	22	77	1,176,851
Liabilities						
Payables:						
Contributions	1,077	86	330			1,493
Interest	208					208
Investments purchased	815	10				825
Interfund	388		7			395
	2,488	96	337			2,921
Senior note (Note 6)	29,595					29,595
Total liabilities	32,083	96	337			32,516
Net assets available for benefits	\$898,164	\$63,975	\$182,097	\$22	\$77	\$1,144,335

See notes to financial statements.

Textron Savings Plan

Statement of Changes in Net Assets Available for Benefits

Year ended December 31, 1994

	Fund A	Fund B	Fund C	Fund H	Loan Fund	Total
	(In Thousands)					
Additions to net assets attributed to:						
Investment income:						
Net appreciation (depreciation) in fair value of investments (Note 8)	\$(121,615)	\$ 1,032	\$(1,378)	\$		\$ \$(121,961)
Dividends	22,565					22,565
Interest	57		11,110	2	6	11,175
	(98,993)	1,032	9,732	2	6	(88,221)
Contributions, net:						
Participants	51,732	9,999	10,158			71,889
Employer	20,874					20,874
	72,606	9,999	10,158			92,763
Total additions	(26,387)	11,031	19,890	2	6	4,542
Deductions from net assets attributed to:						
Benefits paid to participants	(107,390)	(7,234)	(25,898)			(140,522)
Forfeitures	(2,178)					(2,178)
Interest expense	(699)					(699)
Administrative expenses	(657)	(94)	(134)			(885)
Total deductions	(110,924)	(7,328)	(26,032)			(144,284)
Net increase (decrease) prior to interfund transfers	(137,311)	3,703	(6,142)	2	6	(139,742)
Interfund transfers, net	(625)	(267)	862	41	(11)	
Net increase(decrease)	(137,936)	3,436	(5,280)	43	(5)	(139,742)
Net assets available for benefits:						
Beginning of year	898,164	63,975	182,097	22	77	1,144,335
End of year	\$760,228	\$67,411	\$176,817	\$65	\$72	\$1,004,593

See notes to financial statements.

Textron Savings Plan

Statement of Changes in Net Assets Available for Benefits

Year ended December 31, 1993

	Fund A	Fund B	Fund C	Fund H	Loans	Total
(In Thousands)						
Additions to net assets attributed to:						
Investment income:						
Net appreciation (depreciation) in fair value of investments (Note 8)	\$219,108	\$ 5,618	\$ 872	\$	\$	\$225,598
Dividends	21,029					21,029
Interest	36		12,583		7	12,626
	240,173	5,618	13,455		7	259,253
Contributions, net:						
Participants	49,291	9,989	11,690			70,970
Employer	21,411					21,411
	70,702	9,989	11,690			92,381
Total additions	310,875	15,607	25,145		7	351,634
Deductions from net assets attributed to:						
Benefits paid to participants	(110,758)	(5,673)	(23,388)		(5)	(139,824)
Forfeitures	(2,187)					(2,187)
Interest expense	(996)					(996)
Administrative expenses	(651)	(85)	(153)			(889)
Total deductions	(114,592)	(5,758)	(23,541)		(5)	(143,896)
Net increase (decrease) prior to interfund transfers	196,283	9,849	1,604		2	207,738
Interfund transfers, net	(4,900)	2,059	2,899	21	(79)	
Net increase (decrease)	191,383	11,908	4,503	21	(77)	207,738
Net assets available for benefits:						
Beginning of year	706,781	52,067	177,594	1	154	936,597
End of year	\$898,164	\$63,975	\$182,097	\$22	\$ 77	\$1,144,335

See notes to financial statements.

Textron Savings Plan

Notes to Financial Statements December 31, 1994 and 1993

1. Description of Plan

The Textron Savings Plan (the "Plan") is an employee stock ownership plan. For a description of the Plan, refer to the Summary Plan Description that is on file with the Department of Labor and available at the Human Resources office of Textron Inc. ("Textron").

2. Summary of Significant Accounting Policies

General

The Plan is administered under the terms of a Trust Agreement, dated May 1, 1989, with Bankers Trust Company (the "Trustee").

Certain prior year amounts have been reclassified to conform to the current year's financial statement presentation.

Investment Options

The Plan allows employee contributions to be invested in Fund A, B, or C, based on the election of the employee. The employee must contribute at least 50% to Fund A. Fund H is available to any participant who has attained age 55 and completed ten years of Textron service. Employer contributions are entirely invested in Fund A.

Fund A invests primarily in Textron Common Stock that is either purchased by the Trustee or contributed by Textron.

Fund B invests primarily in the BT Pyramid Large Capitalization Equity Index Fund which is principally a portfolio of common stocks constructed and maintained with the objective of providing investment results which approximate the overall performance of the common stocks included in the Standard & Poor's Composite Index of 500 stocks. During 1993, Fund B invested primarily in the BT Pyramid Equity Index Fund which had the same basic investment objective as the BT Pyramid Large Capitalization Equity Index Fund.

Fund C may be invested in bonds, notes, debentures, government obligations, insurance contracts, short-term securities, money market instruments and other fixed income instruments at the discretion of Textron Inc. or an Investment Manager designated by Textron.

2. Significant Accounting Policies (continued)

Fund H is invested in the BT Pyramid Directed Account Cash Fund, which is a portfolio of short-term instruments, primarily demand master notes, certificates of deposit, and commercial paper.

At the discretion of the Trustee or other Investment Manager, a portion of the assets of Fund A, B, C, or H may be maintained in cash or invested in short-term securities (BT Pyramid Directed Account Cash Fund and BT Pyramid Discretionary Account Cash Fund).

At December 31, 1994, there were approximately 30,700 participants in Fund A, 11,700 in Fund B, 15,400 in Fund C and 3 in Fund H.

Investment Valuation and Income Recognition

Textron Common Stock is valued at the New York Stock Exchange closing price on the last business day of the Plan year. U.S. Government securities are valued at fair value as determined by quoted market price. The BT Pyramid Large Capitalization Equity Index Fund and BT Pyramid Equity Index Fund are valued at the redemption price established by the fund's Trustee which is generally based on the fair value of the underlying assets. The BT Pyramid Directed Account Cash Fund and BT Pyramid Discretionary Account Cash Fund include pooled temporary investments and are stated at cost which approximates market value. Insurance contracts are valued at contract value which represents contributions made, plus accrued interest, less funds used to pay employee withdrawals and administrative expenses. Participant notes receivable are valued at cost which approximates fair value.

Purchases and sales of investments are recorded on a trade- date basis. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date. Dividends, interest and other distributions received by the Plan are reinvested in the fund in which earned.

2. Significant Accounting Policies (continued)

Fair Value of Insurance Contracts

The fair values presented in Note 8 are estimates of the fair values of the insurance contracts at a specific point in time using available market information and appropriate valuation methodologies. These estimates are subjective in nature and involve uncertainties and significant judgment in the interpretation of current market data. Therefore, the fair values presented are not necessarily indicative of amounts the Plan could realize or settle currently. The Plan does not necessarily intend to dispose of or liquidate such instruments prior to maturity. See Note 8 for further information about fair values of financial instruments.

Contributions

Participants of the Plan are entitled to elect compensation deferrals within the limits prescribed by Section 401(k) of the Internal Revenue Code (the "Code"). Contributions from employees and employee compensation deferrals, which are matched 50% by Textron subject to certain ERISA restrictions and plan limits, are recorded when Textron makes payroll deductions from participants' wages. The total of the matching contributions (net of employee forfeitures) made by Textron is limited by the Textron Board of Directors to \$40 million for any calendar year. For the years ending December 31, 1994 and 1993, employee contributions included rollovers of approximately \$.9 million and \$1 million, respectively.

Textron makes contributions to the Plan based on estimated contribution levels. In addition, Textron may make, at its own discretion, additional contributions. To the extent actual contributions by the participants differ from estimated contributions, a contribution receivable or payable from Textron will result. All forfeitures arising out of a participant's termination of employment for reasons other than retirement, disability or death, are used to reduce future Textron contributions. Textron's contributions are also reduced by the market value of any excess shares that are released as a result of the loan payment (see Note 5). For the years ending December 31, 1994 and 1993, employer contributions were reduced by approximately \$22.8 million and \$20.7 million, respectively.

Additional contributions may be required by Textron to fund debt service payments on the senior note (see Note 6). Such contributions amounted to \$7.7 million in 1994 and \$6.4 million in 1993.

2. Significant Accounting Policies (continued)

Administrative Expenses

All administrative expenses are paid from Plan assets.

3. Unit Valuation

Plan equity is reported on a unit valuation basis except for Fund A, which is reported on a per share basis. Unit values are determined by dividing the Plan equity in each fund by the number of fund units outstanding.

At December 31, 1994, the number of units outstanding and the values for each unit were:

Fund	Number of Units	Value per unit
B	22,676,686	2.972700685
C	83,759,885	2.110998600
H	39,095	1.662616703

4. Benefits

In the event a participant ceases to be an employee or becomes totally disabled while employed, all of his or her accounts to the extent then vested shall become distributable. Distributions of more than forty whole shares of Textron stock shall be in the form of Textron Common Stock. Distributions of forty or less whole shares of Textron Common Stock shall be in the form of cash unless the participant or beneficiary expressly requests Textron Common Stock. All other distributions shall be in the form of cash. An account will be distributed in a single payment if the value of the account is less than \$3,500 when the account first becomes distributable. If the value of the account is \$3,500 or more when the account first becomes distributable, a participant is not required to take a distribution immediately. However, current federal law requires Textron to begin to distribute accounts by April 1 of the year following the year in which the participant reaches age 70 1/2. A participant is always vested in those portions of his or her account attributable to his or her own contributions and compensation deferrals and to

4. Benefits (continued)

discretionary contributions by Textron. Employees of discontinued operations become fully vested upon approval of the Administrative and Management Committee. The Plan provides for full vesting of a participant's plan account in the event of his or her termination of employment, other than for cause, within two years after a change in control of Textron. Textron's 50% matching contributions vest based on the length of participation in the Plan as follows:

Months of Participation	Ownership Interest
24 months but less than 36 months	25%
36 months but less than 48 months	50%
48 months but less than 60 months	75%
60 months or more	100%

A separate account is maintained for each participant and is increased monthly by (a) the participant's contributions and compensation deferrals, (b) Textron's 50% matching contribution, and annually by the pro rata share of additional discretionary contributions made by Textron, if any, and (c) the pro rata share of income.

While Textron has not expressed any intent to terminate the Plan, it is free to do so at any time. In the event of termination, each participant automatically becomes vested to the extent of the balance in his or her separate account.

5. Unallocated Shares

During 1989, coincident with the conversion of the Plan to an employee stock ownership plan, the Plan purchased from Textron Inc. 3,652,969 shares of Textron Common Stock with the proceeds of a \$100 million bank loan (see Note 6). Such shares of Textron Common Stock are released for allocation to the accounts of participants as the loan is repaid. The Plan makes loan repayments with dividends received on unallocated shares and certain other shares and contributions received from Textron. Unallocated shares are collateral for the loan. The value of the Textron Common Stock allocated as matching contributions and dividends will be the average fair market value for the period the shares are allocated to the participants' accounts, even though the shares may have been

5. Unallocated Shares (continued)

purchased earlier at a different value as part of a block purchase made by the Trustee. At December 31, 1994, Fund A includes 433,754 shares with a market value of \$21,850,353 and a cost of \$11,873,990 (954,485 shares with a market value of \$55,598,772 and a cost of \$26,129,013 at December 31, 1993) that remain unallocated.

6. Senior Note

The Plan has a senior note payable to a bank that is guaranteed by Textron which relates to a \$100 million term loan agreement entered into during 1989. The agreement provides for the note to be repaid over a seven-year period in quarterly installments beginning April 3, 1990. The maturity date of the note has been changed to October 3, 1995 due to a prepayment of principal at the note's inception. The note bears interest at 85% of either the lower of the Eurodollar rate or a base rate. Such rate was 4.50% and 2.82% at December 31, 1994, and December 31, 1993, respectively. The note is prepayable in whole or in part on any interest payment date without penalty.

A payment of \$14,195,000 is required during 1995.

7. Participant Loans

The Textron Capital Accumulation Plan and the Textron Capital Accumulation Plan for Hourly Employees (collectively, "TCAP") were merged into the Plan effective May 1, 1989. The TCAP, prior to their merger into the Plan, allowed participants to receive loans from their pre-tax contribution accounts. Because the Plan does not provide for participant loans, no new loans were made to former TCAP participants after April 30, 1989. Existing loans must be repaid with interest to the participant's pre-tax contribution account. The loan repayments and related interest will be invested in the investment funds in the same manner as the optional contributions to the Plan the participant is then making. If the participant is not then making contributions to the Plan, the loan repayments will be invested in Fund C.

8. Investments

The fair value of individual investments that represent 5% or more of the fair value of the Plan's net assets is as follows:

	December 31	
	1994	1993
	(Share and dollar amounts in thousands)	
Investments at fair value as determined by quoted market price		
Textron Inc. Common Stock*, 15,334 and 15,853 shares, respectively	\$772,465	\$923,438
Investments at estimated fair value		
BT Pyramid Equity Index Fund*, 64 shares		63,627
BT Pyramid Large Capitalization Equity Index Fund*, 67 shares	67,711	
Total investments at fair value	\$840,176	\$987,065

* Indicates party-in-interest to the Plan.

During 1994 and 1993, the Plan's investments (including investments bought, sold, and held during the year) appreciated (depreciated) in fair value by \$(121,961,000) and \$225,598,000 as follows:

	December 31	
	1994	1993
	(In thousands)	
Investments at fair value as determined by quoted market price		
Textron Inc. Common Stock	\$(121,615)	\$219,108
U.S. Government securities	(1,378)	872
Net change in fair value	(122,993)	219,980
Investments at estimated fair value		
Common/collective trust funds	1,032	5,618
Net change in fair value	\$(121,961)	\$225,598

8. Investments (continued)

Statement of Financial Accounting Standards No. 107, "Disclosures about Fair Value of Financial Instruments" (FAS 107), requires disclosure of fair value information about all financial instruments held or owned by a plan except for certain excluded instruments and instruments for which it is not practicable to estimate fair value. Note 2 describes the methods and assumptions used in determining the fair value of all Plan investments except insurance contracts.

The estimated fair value of the Plan's investment in guaranteed insurance contracts was determined by discounted cash flow analyses using U.S. Treasury note interest rates with maturities similar to the remaining terms of the guaranteed insurance contracts. The estimated fair value of such contracts was approximately \$143,000,000 and \$136,738,000 at December 31, 1994 and 1993, respectively.

9. Differences between Financial Statements and Form 5500

The following is a reconciliation of net assets available for benefits per the financial statements to the Form 5500:

	December 31	
	1994	1993
	(In thousands)	
Net assets available for benefits per the financial statements	\$1,004,593	\$1,144,335
Amounts allocated to withdrawn participants	(16,153)	(12,081)

Net assets available for benefits \$988,440 \$1,132,254 per the Form 5500

The following is a reconciliation of benefits paid to participants per the financial statements to the Form 5500:

Year Ended
December

31
1994
(In
thousands)

Benefits paid to participants per the financial \$140,522

statements		
Add: Amounts allocated on Form 5500 to withdrawn participants at December 31, 1994	16,153	
Less: Amounts allocated on Form 5500 to withdrawn participants at December 31, 1993	(12,081)	
Benefits paid to participants per the Form 5500	\$144,594	

9. Differences between Financial Statements and Form 5500
(continued)

Amounts allocated to withdrawn participants are recorded on the Form 5500 for benefit claims that have been processed and approved for payment prior to year end but not yet paid as of that date.

10. Income Tax Status

The Internal Revenue Service (IRS) has ruled that the Plan qualifies under Section 401(a) of the Internal Revenue Code (the Code) and that the related trust is therefore exempt from federal income taxes under the provision of Section 501(a) of the Code. In addition, the IRS has ruled that the plan qualifies as an Employee Stock Ownership Plan under Section 4975(e)(7) of the Code. Once qualified, the Plan is required to operate in conformity with the Code to maintain its qualification. Textron is not aware of any course of action or series of events that have occurred that might adversely affect the Plan's qualified status.

Supplemental Schedules

Textron Savings Plan

Schedule I--Assets Held for Investment

December 31, 1994

	Number of Shares or Units (In Thousands)	Cost/ Contract Value	Market
Fund A			
Textron Inc. Common Stock*	15,334	\$473,892	\$772,465
BT Pyramid Directed Account	1,875	1,875	1,875
Cash Fund*			
Total Fund A		\$475,767	\$774,340
Fund B			
BT Pyramid Large			
Capitalization Equity Index	67	\$67,040	\$67,711
Fund*			
Total Fund B		\$67,040	\$67,711
Fund C			
Insurance Contracts:			
Metropolitan Life Ins. Co.			
Matures through 6/30/98;	15,924	\$15,924	\$14,699
4.67%			
Matures through 3/1/99; 5.27%	3,135	3,135	2,934
Matures through 3/31/99;	5,237	5,237	4,871
5.11%			
Matures through 5/15/99;	10,465	10,465	10,278
7.38%			
Prudential Asset Management			
Matures 7/31/95; 5%	2,249	2,249	2,227
Matures 9/10/96; 4.18%	10,550	10,550	9,951
Matures 6/1/97; 7.08%	5,222	5,222	5,138
Matures 7/31/97; 6.3%	10,427	10,427	10,184
NY Life Insurance Co.			
Matures 7/31/95; 9.05%	5,864	5,864	5,945
Matures 7/31/96; 5.65%	6,850	6,850	6,645
Matures 3/31/97; 7.7%	6,746	6,746	6,742
Matures 9/9/98; 5.2%	10,686	10,686	9,693
Matures through 8/16/99;	10,273	10,273	10,059
7.33%			

Textron Savings Plan

Schedule I--Assets Held for Investment (continued)

	Number of Shares or Units (In Thousands)	Cost/ Contract Value	Market
Fund C (continued)			
Aetna			
Matures 5/1/95; 9.12%	12,027	12,027	12,147
John Hancock Mutual Life Ins. Co.			
Matures 1/3/95; 8.14%	12,303	12,303	12,308
Matures 1/2/96; 8.36%	11,025	11,025	11,137
Mass Mutual Life Ins. Co.			
Matures through 1/31/97; 6.11%	8,012	8,012	7,922
Government Obligations:			
Federal National Mortgage Association:			
Matures 9/25/01; 6.4%	3,000	2,949	2,960
Matures 9/25/07; 5.8%	3,416	3,418	3,255
Matures 4/25/17; 6.5%	9,000	8,999	8,432
Federal Home Loan Mortgage Corp.			
Matures 2/15/01; 6.65%	892	878	885
Matures 3/15/13; 7.0%	1,751	1,718	1,739
Matures 12/15/19; 6.5%	1,157	1,115	1,140
BT Pyramid Directed Account	11,437	11,437	11,437
Cash Fund*			
Total Fund C		\$177,509	\$172,728
Fund H			
BT Pyramid Directed Account	65	\$ 65	\$ 65
Cash Fund*			
Total Fund H		\$ 65	\$ 65
Total all funds		\$720,381	\$1,014,844

Loans

Loans Receivable (9.5% - 11%) 72 \$ 72 \$ 72

* Indicates party-in-interest to the Plan.

Textron Savings Plan

Schedule II--Transactions or Series of Transactions in Excess of 5%
of the Current Value of Plan Assets

Year ended December 31, 1994

Identity of Party	Description	Purchase Price	Selling Price	Cost of Assets	Current Value	
					Asset on Transaction Date	Net Gain (Loss)
(Dollars in Thousands)						
Category (i)--Individual transactions in excess of 5% of plan assets						
Bankers Trust Company*	Purchase of 64,844 units of BT Pyramid Large Capitalization Equity Index Fund	\$ 64,514		\$ 64,514	\$ 64,514	
	Sale of 64,878 units of BT Pyramid Equity Index Fund		\$ 64,514	42,584	64,514	\$21,930
Category (iii)--Series of transactions in excess of 5% of plan assets						
**	Purchase of 1,521,202 shares of Textron Inc. Common Stock in 341 transactions	81,413		81,413	81,413	
Bankers Trust Company*	Purchase of 120,042,667 units of BT Pyramid Directed Account Cash Fund in 201 transactions	120,043		120,043	120,043	
	Sale of 123,845,912 units of BT Pyramid Directed Account Cash Fund in 246 transactions		123,846	123,846	123,846	
	Purchase of 73,606 units of BT Pyramid Large Capitalization Equity Index Fund in 63 transactions	73,154		73,154	73,154	

Textron Savings Plan

Schedule II--Transactions or Series of Transactions in Excess of 5%
of the Current Value of Plan Assets (continued)

Identity of Party	Description	Purchase Price	Selling Price	Cost of Assets	Current Value of Asset on Transaction Date	Net Gain (Loss)
(Dollars in Thousands)						
Category (iii)--Series of transactions in excess of 5% of plan assets (continued)						
Bankers Trust Company* (continued)	Sale of 66,623 units of BT Pyramid Equity Index Fund in 5 transactions		66,263	43,723	66,263	22,540

There were no category (ii) or (iv) reportable transactions during the year.

* Indicates party-in-interest to the Plan.

**Transactions made on the market.

**ANNUAL REPORT ON FORM 11-K
FOR FISCAL YEAR ENDED DECEMBER 31, 1994**

EXHIBIT INDEX

Exhibit Number Description Page
24 Consent of 20 Independent Auditors

25 Power of Attorney 21

EXHIBIT 23

CONSENT OF INDEPENDENT AUDITORS

We consent to the incorporation by reference in the Registration Statements (Form S-8 No. 33-00668 and Form S-8 No. 33-37139) pertaining to the Textron Savings Plan of Textron Inc. of our report dated June 15, 1995, with respect to the financial statements and schedules of the Textron Savings Plan included in this Annual Report (Form 11-K) for the year ended December 31, 1994.

/s/ ERNST & YOUNG LLP

*New York, New York
June 23, 1995*

EXHIBIT 25

POWER OF ATTORNEY

The undersigned members of the Committee administering the Textron Savings Plan of Textron Inc. (the "Plan"), do hereby constitute and appoint Wayne W. Juchatz, Arnold M. Friedman, Michael D. Cahn and Duncan I. Sutherland, and each of them, with full powers of substitution, their true and lawful attorneys and agents to do or cause to be done any and all acts and things and to execute and deliver any and all instruments and documents which said attorneys and agents, or any of them, may deem necessary or advisable in order to enable the Plan to comply with the Securities and Exchange Act of 1934, as amended, and any requirements of the Securities and Exchange Commission in respect thereof, in connection with the filing of the Plan's Annual Report on Form 11-K for the fiscal year ended December 31, 1994, including specifically, but without limitation, power and authority to sign the names of the undersigned in the capacities indicated below to such Annual Report filed with the Securities and Exchange Commission, to any and all amendments to such Annual Report, to any instruments or documents or other writings in which the original or copies thereof are to be filed as a part of or in connection with such Annual Report or amendments thereto, and to file or cause to be filed the same with the Securities and Exchange Commission; and each of the undersigned hereby ratifies and confirms all that such attorneys and agents, and each of them, shall do or cause to be done hereunder and such attorneys and agents, and each of them, shall have, and may exercise, all of the powers hereby conferred.

IN WITNESS WHEREOF, each of the undersigned has signed his name hereto, on the 19th day of June, 1995.

/s/ Richard A. McWhirter
Richard A. McWhirter
Committee Member

/s/ Richard A. Watson
Richard A. Watson
Committee Member

/s/ William F. Wayland
William F. Wayland
Committee Member

End of Filing

Powered By  EDGAR
Online

© 2005 | EDGAR Online, Inc.