

# SPIRIT AERO'S QUARTERLY REVENUE HURT BY LOWER DELIVERIES TO BOEING

News / Finance, Manufacturer



**Aircraft parts maker Spirit AeroSystems Holdings Inc reported a lower-than-expected quarterly revenue on Wednesday as its biggest customer, Boeing Co, faces slowing demand for jetliners.**

**Spirit's shares were down 4.59 percent to \$57.30 in morning trading.**

**Quarterly revenue was hurt by lower "pricing terms" for Boeing's 787 program and fewer production deliveries on the 747 and 777 programs, Spirit said in a statement.**

**Boeing, which accounts for 84 percent of Spirit's revenue, cut production of its cash cow 777 jetliner by 40 percent this year as it focuses on newer models.**

**Spirit Aero also forecast 2017 profit and revenue below analysts' estimates.**

The company said it expected full-year earnings of \$4.60-\$4.85 per share and revenue of \$6.8 billion-\$6.9 billion.

Analysts on average were expecting 2017 earnings of \$4.86 per share and revenue of \$6.92 billion, according to Thomson Reuters I/B/E/S.

Revenue for the quarter fell 2.4 percent to \$1.57 billion, missing analysts' estimate of \$1.60 billion.

Net income fell to \$108.2 million, or 89 cents per share, in the fourth quarter ended Dec. 31 from \$138.3 million, or \$1.01 per share, a year earlier.

The company said its net income included a charge of 14 cents per share related to severe weather event and voluntary retirement program.

Analysts on average had expected earnings of \$1.03 per share.

Up to Tuesday's close, Spirit shares had risen 2.9 percent this year, compared with a 0.5 percent increase in the Dow Jones U.S. aerospace and defense index .DJUSAE.

01 FEBRUARY 2017

**SOURCE: REUTERS**

**ARTICLE LINK:**

<https://50skyshades.com/news/finance/spirit-aeros-quarterly-revenue-hurt-by-lower-deliveries-to-boeing>