

KBR, INC.
Form 8-K
February 03, 2010

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

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): **January 29, 2010**

KBR, INC.

(Exact name of registrant as specified in its charter)

Delaware

1-33146

20-4536774

(State or other jurisdiction
of incorporation)

(Commission File Number)

(IRS

Employer

Identification No.)

**601 Jefferson Street
Suite 3400**

Houston, Texas

77002

(Address of principal executive offices)

(Zip Code)

Registrant's telephone number, including area code: **(713) 753-3011**

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (*see* General Instruction A.2. below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR

240.14d-2(b))

o Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

ITEM 8.01 Other Events

The Federal Court hearing the claims made by The Event Source (TES), against certain subsidiaries of KBR, Inc., involving payment for services provided by TES as a subcontractor under the LogCAP III contract, issued an order against us in favor of TES in the amount of \$14,975,641 in actual damages (including interest accruing at 5% from December 2005) and \$4,000,000 in punitive damages relating to a disputed settlement agreement entered into by the parties in May 2005. KBR has also incurred approximately \$9,000,000 in legal fees and costs defending this matter. We have not yet concluded our analysis related to assessing the merits of any appeal of the order.

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 hereunto duly authorized.

Date: February 3, 2010

KBR, INC.

By: /s/ Jeffrey B. King

Name: Jeffrey B. King

Title: Vice President, Public Law