FORM 10-Q

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

(X) Quarterly Report Pursuant to Section 13 or 15(d) of The Securities Exchange Act of 1934

For the Quarterly Period Ended June 30, 1994

( ) 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 1-5057

BOISE CASCADE CORPORATION

(Exact name of registrant as specified in its charter)

Delaware	82-0100960
(State or other jurisdiction of incorporation or organization)	(I.R.S. Employer Identification No.)
One Jefferson Square P.O. Box 50 Boise, Idaho	83728-0001
(Address of principal executive offices)	(Zip Code)

(208) 384-6161

(Registrant's telephone number, including area code)

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 ___

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

Class	Shares Outstanding as of July 31, 1994
Common stock, $2.50 par value	38,054,135

PART I - FINANCIAL INFORMATION

Quarterly Financial Statements

The quarterly financial statements of the Company and its subsidiaries for the second quarter of 1994 and certain related notes are presented in the Company's Report to Shareholders for the Second Quarter of 1994 under the captions "Balance Sheets," "Statements of Loss," "Segment Information," "Statements of Cash Flows," and "Notes to Quarterly Financial Statements" and are filed herewith as an exhibit and incorporated herein by this reference.

The quarterly financial statements have not been audited by independent public accountants, but in the opinion of management, all adjustments necessary to present fairly the results for the periods have been included. Except as may be disclosed in the "Notes to Quarterly Financial Statements," the adjustments made were of a normal, recurring nature. Quarterly results are not necessarily indicative of results that may be expected for the year.

The statements have been prepared by the Company pursuant to the rules and regulations of the Securities and Exchange Commission. Certain information and footnote disclosures normally included in financial statements prepared in accordance with generally accepted accounting principles have been condensed or omitted pursuant to such rules and regulations. These quarterly financial statements should be read together with the statements and the accompanying notes included in the Company's 1993 Annual Report.

Supplementary Notes to Quarterly Financial Statements

The following notes supplement the Notes to Quarterly Financial Statements referred to previously.

(1) NET LOSS PER COMMON SHARE. Net loss per common share was determined by dividing net loss, as adjusted, by applicable shares outstanding. The computation of fully diluted net loss per share was antidilutive in each of the periods presented; therefore, the amounts reported for primary and fully diluted loss are the same.

For the six-month periods ended June 30, 1994 and 1993, primary average shares include only common shares outstanding. For these periods, common stock equivalents attributable to stock options, Series E conversion preferred stock, and Series G conversion preferred stock subsequent to issuance in September 1993 were excluded because they were antidilutive. Excluded common equivalent shares were 16,714,000 at June 30, 1994, compared with 8,745,000 shares at the same date in the prior year. In addition to common and common equivalent shares, fully diluted average shares include common shares that would be issuable upon conversion of the Company's other convertible securities.

	Six Months Ended June 30	
	1994	1993
	(expressed in thousands)	
Net loss as reported	$ (56,760)	$ (29,230)
Preferred dividends	(27,276)	(19,328)
Primary loss	(84,036)	(48,558)
Assumed conversions:		
Preferred dividends eliminated	21,871	15,064
Interest on 7 percent debentures eliminated	1,720	1,872
Supplemental ESOP contribution	(6,273)	(6,278)
Fully diluted loss	$ (66,718)	$ (37,900)
Average number of common shares		
Primary	38,029	37,950
Fully diluted	61,668	53,756

Primary loss includes the aggregate amount of dividends on the Company's preferred stock. The dividend attributable to the Company's Series D convertible preferred stock held by the Company's ESOP (employee stock ownership plan) is net of a tax benefit. To determine the fully diluted loss, dividends on convertible preferred stock and interest, net of any applicable taxes, have been added back to primary loss to reflect assumed conversions. The fully diluted loss was increased by the after-tax amount of additional contributions that the Company would be required to make to its ESOP if the Series D ESOP preferred shares were converted to common stock.

(2) DEBT. At June 30, 1994, the Company had a $650 million revolving credit agreement with a group of banks. Borrowing under the agreement was $370 million.

In July 1994, the Company filed a new shelf registration with the Securities and Exchange Commission for debt securities. After incorporating the remaining $20 million from a prior shelf registration, at July 15, 1994, the Company had $420 million of shelf capacity for new publicly registered debt.

(3) INVENTORIES. Inventories include the following:

	June 30 1994	June 30 1993	December 31 1993
	(expressed in thousands)		
Finished goods and work in process	$256,861	$248,297	$255,395
Logs	72,025	54,834	106,649
Other raw materials and supplies	170,168	165,788	167,192
LIFO reserve	(84,787)	(73,879)	(82,627)
	$414,267	$395,040	$446,609

(4) INCOME TAXES. Effective as of January 1, 1993, the Company adopted new Financial Accounting Standards Board requirements that govern the way deferred taxes are calculated and reported. Adoption of these requirements entailed a one-time adjustment that had no effect on the Company's first quarter 1993 net loss.

The components of the net deferred tax liability on the Company's Balance Sheet were determined as follows:

	June 30 1994		June 30 1993		December 31 1993	
	Assets	Liabil.	Assets	Liabil.	Assets	Liabil.
	(expressed in millions)					
Operating loss carryover	$217.3	$ -	$ 93.9	$ -	$169.8	$ -
Employee benefits	101.7	14.9	93.1	12.1	98.3	17.4
Property and equipment and timber and timberlands	86.6	598.3	86.5	551.4	89.0	589.4
Alternative minimum tax	79.8	-	93.1	-	79.8	-
Tax credit carryovers	46.2	-	44.1	-	47.2	-
Reserves	11.1	1.5	12.5	1.2	11.6	1.5
Inventories	9.8	.4	12.9	.4	9.7	.4
State income taxes	4.3	30.2	4.9	24.8	3.9	29.0
Deferred charges	.3	12.3	.4	16.3	.3	14.6
Differences in basis of nonconsolidated entities	-	19.8	-	-	-	17.9
Other	12.3	32.5	7.5	51.8	9.8	32.9
	$569.4	$709.9	$448.9	$658.0	$519.4	$703.1

At June 30, 1994, Canadian subsidiaries of the Company had $177,668,000 of undistributed earnings which have been indefinitely reinvested. It is not practical to make a determination of the additional U.S. income taxes that would be due upon remittance of these earnings until the remittance occurs.

Management's Discussion and Analysis of Financial Condition and Results of Operations

Second Quarter of 1994 Compared With Second Quarter of 1993

Boise Cascade Corporation's net loss was $19.2 million, or 86 cents per primary and fully diluted share, for the second quarter of 1994. The net loss for the second quarter of 1993 was $17.1 million, or 72 cents per primary and fully diluted share, which included a positive Canadian income tax rate adjustment of $5 million, or 13 cents per share.

Sales for the second quarter of 1994 were $1.075 billion, compared with $974 million for the same quarter of 1993.

The Company's paper and paper products segment reported a loss of $35.9 million in the second quarter of 1994, compared with a loss of $32.2 million in the second quarter of 1993. Segment sales of $479 million were essentially flat with those of the second quarter of 1993. Average prices for the Company's largest-volume grades, uncoated free sheet and newsprint, were down about 6 percent. Average coated paper prices declined 8 percent, while prices for containerboard and market pulp continued to improve. Weak prices were only partially offset by lower unit manufacturing costs and increased volume.

Income in the office products segment was $10.1 million in the second quarter -- slightly higher than the second quarter 1993 level, even after absorbing start-up costs from new facilities. Second-quarter dollar sales volume was $212 million, up 31 percent from year-ago levels due to sales from the Company's new facility in Denver, Colorado, the recently acquired office products business in Atlanta, Georgia, and the newly acquired direct-mail business of The Reliable Corporation. Sales on a same-store basis grew 12 percent over last year's levels.

The Company's building products segment reported income of $43.9 million, up from $33.5 million in the comparison quarter, despite average product prices that were lower in most cases than in the second quarter of 1993. The improved performance was due to increased volume in most product lines and to moderating log costs. The Company's results continued to be enhanced by an important contribution from its engineered wood products business. Segment sales of $433 million in the second quarter of 1994 were improved, compared with $370 million reported in the second quarter 1993.

Interest expense increased slightly to $38.6 million in the second quarter of 1994, compared with $36.8 million in the same period last year, primarily due to higher debt levels.

Six Months Ended June 30, 1994, Compared With Six Months Ended June 30, 1993

The Company had a net loss of $56.8 million, or $2.21 per primary and fully diluted share, for the first six months of 1994. This compares with a net loss of $29.2 million, or $1.28 per primary and fully diluted share, for the first six months of 1993, which includes a positive Canadian income tax rate adjustment of $5 million, or 13 cents per share.

Sales for the first six months of 1994 were $2.089 billion, compared with $1.958 billion for the same period in 1993.

The operating loss in the Company's paper and paper products segment was $105.6 million for the first six months of 1994, compared with a loss of $75.8 million for the same period in 1993. Included in the results for the first six months of 1993 was a gain of $8.6 million from the sale of the Company's interest in a specialty paper producer.

Sales of $951 million for the six months ended June 30, 1994, were flat with those of the prior-year six-month period despite slightly increased sales volumes. Weighted average paper prices declined marginally between the comparison periods. Prices for newsprint, one of the Company's key paper grades, remained below six-month 1993 levels, but are improving as a result of a price increase implemented during the second quarter of 1994. Average prices for uncoated free sheet, coated papers, and uncoated groundwood papers continued to be depressed, while prices for market pulp and containerboard moderately improved during the period. Manufacturing costs for the first six months were down from those of the comparison period despite severe winter weather, maintenance and lack-of-order downtime, and related operating difficulties at some facilities experienced during the first half of 1994.

Office products segment sales were $403 million for the first six months of 1994, compared with $331 million for the first six months of 1993. The significant improvement was due to additional sales from existing locations as well as from new and recently acquired facilities. Segment income for the first six months of 1994 was up 7 percent, compared with that of the first six months of 1993.

Sales in the Company's building products segment increased 10 percent in the first six months of 1994, compared with sales in the first six months of 1993. However, segment income dropped 18 percent from that of the comparison period due to lower average plywood and lumber sales prices and higher wood costs in the first six months of 1994. Plywood and lumber sales volumes were up 10 and 3 percent, compared with those of the same period last year. Building materials distribution sales improved, while income declined.

Total long- and short-term debt outstanding was $2.3 billion at June 30, 1994, $2.1 billion at June 30, 1993, and $2.0 billion at December 31, 1993. Interest expense for both six-month periods was $75 million. The Company's combination of fixed-rate and variable-rate debt results in minimal exposure from general changes in short-term market interest rates. Capitalized interest decreased to $791,000 for the six months ended June 30, 1994, down from $841,000 for the same period in 1993.

Financial Condition

At June 30, 1994, the Company had working capital of $116 million. Working capital was $240 million at June 30, 1993, and $199 million at December 31, 1993. Cash provided by operations was $78 million for the first six months of 1994. For the same period in 1993, cash provided by operations was $118 million.

As of April 15, 1994, the Company entered into a new $650 million unsecured revolving credit agreement, which replaced its $750 million agreement. The agreement expires in June 1997, and any amounts outstanding are payable at that time. Also in April, the $130 million Canadian subsidiary credit agreement was terminated, and the Canadian subsidiary promptly entered into short-term loans for an aggregate of $150 million which, unless extended, are payable on demand by the lenders.

The new revolving credit agreement requires the Company to maintain a minimum amount of net worth and not to exceed a maximum ratio of debt to net worth. The Company's net worth at June 30, 1994, exceeded the defined minimum amount by $102.8 million. The payment of dividends by the Company is dependent upon the existence of and the amount of net worth in excess of the defined minimum under this agreement. The Company is also required to maintain a defined minimum interest coverage in each successive four-quarter period, which the Company met at June 30, 1994. The cyclical downturn the Company has been experiencing has reduced the Company's interest coverage. While the Company currently expects to continue to meet the coverage in each of the succeeding quarters in 1994, there can be no assurance as to the results of operations during the balance of 1994. The Company believes it will be able to maintain adequate liquidity to meet its various financial requirements.

In July 1994, the Company filed a new shelf registration with the Securities and Exchange Commission for debt securities. After incorporating the remaining $20 million from a prior shelf registration, at July 15, 1994, the Company had $420 million of shelf capacity for new publicly registered debt.

The Company expects to complete the previously announced consolidation of its newsprint and uncoated goundwood businesses into an independent company in the second half of 1994. The Company will use proceeds from the transaction to reduce debt and for general corporate purposes. The details of the transaction have not been finalized.

Capital expenditures for the first six months of 1994 were $250 million, including purchases of facilities and the assumption of related long-term debt. Capital expenditures for the first six months of 1993 were $100 million and for the year ended December 31, 1993, were $221 million.

An expanded discussion and analysis of financial condition is presented on pages 16 and 17 of the Company's 1993 Annual Report under the captions "Financial Condition" and "Capital Investment."

PART II - OTHER INFORMATION

Item 1. Legal Proceedings

The Company is involved in litigation and administrative proceedings primarily arising in the normal course of its business. In the opinion of management, the Company's recovery, if any, or the Company's liability, if any, under any pending litigation or administrative proceeding would not materially affect its financial condition or operations.

Item 2. Changes in Securities

The payment of dividends by the Company is dependent upon the existence of and the amount of net worth in excess of the defined minimum under certain of the Company's credit agreements. At June 30, 1994, under these agreements, the Company's net worth exceeded the defined minimum amount by $102,834,000.

Item 3. Defaults Upon Senior Securities

Not applicable.

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

The Company held its annual shareholders meeting on April 22, 1994. A total of 46,138,904 shares of common and preferred stock were outstanding and entitled to vote at the meeting. Of the total outstanding, 41,672,326 shares were represented at the meeting and 4,466,578 shares were not voted.

Shareholders cast votes for the election of the following directors, whose terms expire in 1997:

	In Favor	Withheld
John B. Fery	39,255,635	2,416,691
George J. Harad	39,506,533	2,165,793
James McClure	39,598,161	2,074,165
Edson Spencer	39,689,458	1,982,868

Continuing in office are Robert K. Jaedicke, Paul J. Phoenix, Frank A. Shrontz, and Ward W. Woods, Jr., whose terms expire in 1996, and Anne L. Armstrong, Robert E. Coleman, A. William Reynolds, and Robert H. Waterman, Jr., whose terms expire in 1995.

The shareholders also ratified the appointment of Arthur Andersen & Co. as the Company's independent auditors for the year 1994 with votes cast 40,002,675 for, 1,305,022 against, and 364,629 abstained.

At the annual shareholders meeting, John B. Fery, chairman of the board and chief executive officer, announced that he will retire as CEO at the board meeting on July 29. He will continue to serve as chairman of the board of directors until the annual shareholders meeting in April 1995. Fery also announced that president and chief operating officer George Harad had been elected to succeed him as CEO on July 29.

Item 5. Other Information

Collective bargaining agreements at the Company's four Pacific Northwest pulp and paper facilities and one converting operation expired in the spring of 1993. The Company is operating these mills without signed collective bargaining agreements. On February 1, 1994, the Company implemented its final contract offer at its Wallula, Washington, paper mill. The Company is in negotiations with unions representing employees at these facilities. While the Company believes that the Pacific Northwest negotiations can be resolved without work stoppages or strikes, it is not possible at this time to predict how the negotiations may conclude.

Item 6. Exhibits and Reports on Form 8-K

(a) Exhibits.

A list of the exhibits required to be filed as part of this report is set forth in the Index to Exhibits, which immediately precedes such exhibits, and is incorporated herein by this reference.

(b) Reports on Form 8-K.

On June 1, 1994, the Company filed a Form 8-K with the Securities and Exchange Commission to report the Company issued a news release relating to combining the majority of the Company's newsprint, uncoated groundwood, and related assets into the Canadian subsidiary and another news release relating to the Canadian subsidiary announcing a public offering of equity securities in Canada and debt securities in the U.S.

SIGNATURES

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.

BOISE CASCADE CORPORATION

As Duly Authorized Officer and
Chief Accounting Officer: /s/Tom E. Carlile

Tom E. Carlile
Vice President and Controller

Date: August 5, 1994

BOISE CASCADE CORPORATION
INDEX TO EXHIBITS
Filed With the Quarterly Report on Form 10-Q
for the Quarter Ended June 30, 1994

Number	Description	Page Number (1)
4.1(2)	Trust Indenture between Boise Cascade Corporation and Morgan Guaranty Trust Company of New York, Trustee, dated October 1, 1985, as amended	-
4.2(3)	1994 Revolving Loan Agreement -- $650,000,000, dated April 15, 1994	-
4.3(4)	Shareholder Rights Agreement, as amended September 25, 1990	-
4.4(5)	Certificate of Designation of Convertible Preferred Stock, Series D, dated July 10, 1989	-
4.5(6)	Certificate of Designation of Conversion Preferred Stock, Series E, dated January 21, 1992	-
4.6(7)	Certificate of Designation of Cumulative Preferred Stock, Series F, dated January 29, 1993	-
4.7(8)	Certificate of Designation of Conversion Preferred Stock, Series G, dated September 22, 1993	-
12	Ratio of Earnings to Fixed Charges	12
20(9)	Selected financial statements from Boise Cascade Corporation's Report to Shareholders for the Second Quarter of 1994	14

(1) This information appears only in the manually signed original of the report on Form 10-Q.

(2) The Trust Indenture between Boise Cascade Corporation and Morgan Guaranty Trust Company of New York, Trustee, dated October 1, 1985, was filed as Exhibit 4 in the Registration Statement on Form S-3, No. 33-5673, filed May 13, 1986. The First Supplemental Indenture, dated December 20, 1989, to the Trust Indenture was filed as Exhibit 4.2 in the Pre-Effective Amendment No. 1 to the Registration Statement on Form S-3, No. 33-32584, filed December 20, 1989. The Second Supplemental Indenture, dated August 1, 1990, to the Trust Indenture was filed as Exhibit 4.1 in the Company's Current Report on Form 8-K filed on August 10, 1990. Each of the above documents referenced in this footnote is incorporated herein by this reference.

(3) The 1994 Revolving Loan Agreement was filed as Exhibit 4.2 in the Company's Quarterly Report on Form 10-Q for the quarter ended March 31, 1994, and is incorporated herein by this reference.

(4) The Rights Agreement, amended as of September 25, 1990, was filed as Exhibit 1 in the Company's Form 8-K filed with the Securities and Exchange Commission on September 25, 1990, and is incorporated herein by this reference.

(5) The Certificate of Designation of Convertible Preferred Stock, Series D, dated July 10, 1989, was filed as Exhibit 4.4 in the Company's Quarterly Report on Form 10-Q for the quarter ended June 30, 1989, and is incorporated herein by this reference.

(6) The Certificate of Designation of Conversion Preferred Stock, Series E, dated January 21, 1992, was filed as Exhibit 3.3 in the Company's Report on Form 10-K for the year ended December 31, 1991, and is incorporated herein by this reference.

(7) The Certificate of Designation of Cumulative Preferred Stock, Series F, dated January 29, 1993, was filed as Exhibit 3.4 in the Company's Report on Form 10-K for the year ended December 31, 1993, and is incorporated herein by this reference.

(8) The Certificate of Designation of Conversion Preferred Stock, Series G, dated September 22, 1993, was filed as Exhibit 3.6 in the Company's Report on Form 10-K for the year ended December 31, 1993, and is incorporated herein by this reference.

(9) The Balance Sheets, Statements of Loss, and Statements of Cash Flows are unaudited financial statements produced as a part of Boise Cascade Corporation's 1994 Report to Shareholders for the Second Quarter.

EXHIBIT 12

BOISE CASCADE CORPORATION AND SUBSIDIARIES
Ratio of Earnings (Losses) to Fixed Charges

	Year Ended December 31					Six Months Ended June 30	
	1989	1990	1991	1992	1993	1993	1994
	(dollar amounts expressed in thousands)						
Interest costs	$ 109,791	$ 142,980	$ 201,006	$ 191,026	$ 172,170	$ 86,750	$ 86,080
Interest capitalized during the period	15,981	35,533	6,498	3,972	2,036	1,611	791
Interest factor related to noncapitalized leases(1)	3,387	3,803	5,019	7,150	7,485	3,661	4,249
Total fixed charges	$ 129,159	$ 182,316	$ 212,523	$ 202,148	$ 181,691	$ 92,022	$ 91,120
Income (loss) before income taxes	$ 436,870	$ 121,400	$(128,140)	$(252,510)	$(125,590)	$ (55,250)	$ (94,600)
Undistributed (earnings) losses of less than 50% owned persons, net of distributions received	(68)	2,966	(1,865)	(2,119)	(922)	(528)	(1,093)
Total fixed charges	129,159	182,316	212,523	202,148	181,691	92,022	91,120
Less: Interest capitalized	(15,981)	(35,533)	(6,498)	(3,972)	(2,036)	(1,611)	(791)
Guarantee of interest on ESOP debt	(12,236)	(24,869)	(24,283)	(23,380)	(22,208)	(11,122)	(10,397)
Total earnings (losses) from operations before fixed charges	$ 537,744	$ 246,280	$ 51,737	$ (79,833)	$ 30,935	$ 23,511	$ (15,761)
Ratio of earnings (losses) to fixed charges(2)	4.16	1.35	-	-	-	-	-

(1) Interest expense for operating leases with terms of one year or longer is based on an imputed interest rate for each lease.

(2) Total fixed charges exceeded total earnings (losses) from operations before fixed charges by $160,786,000, $281,981,000, and $150,756,000 for the years ended December 31, 1991, 1992, and 1993 and $68,511,000 and $106,881,000 for the six-month periods ended June 30, 1993 and 1994.

BALANCE SHEETS (Unaudited) Boise Cascade Corporation and Subsidiaries

ASSETS	1994	June 30 1993	December 31 1993
		(expressed in thousands)	
CURRENT			
Cash and cash items	$ 26,744	$ 27,092	$ 14,860
Short-term investments at cost, which approximates market	6,295	5,972	7,569
	33,039	33,064	22,429
Receivables, less allowances of $1,881,000, $1,635,000, and $1,264,000	419,792	358,513	366,187
Inventories	414,267	395,040	446,609
Deferred income tax benefits	41,079	46,855	38,831
Other	19,363	13,669	13,397
	927,540	847,141	887,453
PROPERTY			
Property and equipment			
Land and land improvements	51,437	57,403	56,871
Buildings and improvements	597,046	567,230	571,712
Machinery and equipment	4,785,748	4,554,664	4,642,434
	5,434,231	5,179,297	5,271,017
Accumulated depreciation	(2,380,111)	(2,154,556)	(2,261,360)
	3,054,120	3,024,741	3,009,657
Timber, timberlands, and timber deposits	405,702	383,432	366,054
	3,459,822	3,408,173	3,375,711
OTHER ASSETS	305,591	248,194	249,809
TOTAL ASSETS	$4,692,953	$4,503,508	$4,512,973

LIABILITIES AND SHAREHOLDERS' EQUITY			
CURRENT			
Notes payable	$ 194,645	$ 50,516	$ 31,000
Current portion of long-term debt	67,974	51,377	145,185
Accounts payable	304,572	280,576	288,300
Accrued liabilities			
Compensation and benefits	106,879	107,287	103,188
Interest payable	36,715	32,637	32,194
Other	101,211	84,937	88,568
	811,996	607,330	688,435
DEBT			
Long-term debt, less current portion	1,768,147	1,729,230	1,593,348
Guarantee of ESOP debt	245,027	261,695	246,856
	2,013,174	1,990,925	1,840,204
OTHER			
Deferred income taxes	181,572	255,893	222,464
Other long-term liabilities	269,847	237,793	257,346
	451,419	493,686	479,810
SHAREHOLDERS' EQUITY			
Preferred stock -- no par value; 10,000,000 shares authorized;			
Series D ESOP: $.01 stated value; 6,352,708, 6,439,007, and 6,395,047 shares outstanding	285,872	289,755	287,777
Deferred ESOP benefit	(245,027)	(261,695)	(246,856)
Series E: $.01 stated value; 862,500 shares outstanding in each period	191,466	191,471	191,466
Series F: $.01 stated value; 115,000 shares outstanding in each period	111,043	111,151	111,043
Series G: $.01 stated value; 862,500 shares outstanding after Sept. 1993	176,404	--	176,404
Common stock -- $2.50 par value; 200,000,000 shares authorized; 38,037,816, 37,953,929, and 37,987,529 shares outstanding	95,095	94,885	94,969
Retained earnings	801,511	986,000	889,721
Total shareholders' equity	1,416,364	1,411,567	1,504,524
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	$4,692,953	$4,503,508	$4,512,973
SHAREHOLDERS' EQUITY PER COMMON SHARE	$23.57	$28.48	$25.92

STATEMENTS OF LOSS (Unaudited) Boise Cascade Corporation and Subsidiaries

	Three Months Ended June 30		Six Months Ended June 30	
	1994	1993	1994	1993
	(expressed in thousands)			
REVENUES				
Sales	$1,075,360	$ 973,990	$2,089,460	$1,958,030
Other income, net	770	3,920	7,650	14,830
	1,076,130	977,910	2,097,110	1,972,860
COSTS AND EXPENSES				
Materials, labor, and other operating expenses	902,190	833,880	1,800,180	1,661,150
Depreciation and cost of company timber harvested	66,660	63,510	133,630	131,990
Selling and administrative expenses	101,290	80,700	186,140	161,000
	1,070,140	978,090	2,119,950	1,954,140
INCOME (LOSS) FROM OPERATIONS	5,990	(180)	(22,840)	18,720
Interest expense	(38,620)	(36,840)	(75,030)	(75,030)
Interest income	440	350	1,610	740
Foreign exchange gain	260	940	1,660	320
	(37,920)	(35,550)	(71,760)	(73,970)
LOSS BEFORE INCOME TAXES	(31,930)	(35,730)	(94,600)	(55,250)
Income tax benefit	(12,770)	(18,600)	(37,840)	(26,020)
NET LOSS	$ (19,160)	$ (17,130)	$ (56,760)	$ (29,230)
NET LOSS PER COMMON SHARE				
Primary	$(.86)	$(.72)	$(2.21)	$(1.28)
Fully diluted	$(.86)	$(.72)	$(2.21)	$(1.28)

The computation of fully diluted net loss per common share was antidilutive in each of the periods presented; therefore, the amounts reported for primary and fully diluted loss are the same.

SEGMENT INFORMATION

SEGMENT SALES				
Paper and paper products	$ 478,799	$ 482,696	$ 951,378	$ 952,744
Office products	212,342	162,126	403,268	331,092
Building products	432,623	370,484	827,432	752,086
Intersegment eliminations and other	(48,404)	(41,316)	(92,618)	(77,892)
	$1,075,360	$ 973,990	$2,089,460	$1,958,030
SEGMENT OPERATING INCOME (LOSS)				
Paper and paper products	$ (35,865)	$ (32,211)	$ (105,586)	$ (75,788)
Office products	10,052	9,694	20,997	19,534
Building products	43,904	33,504	78,938	95,927
Corporate and other	(12,101)	(11,167)	(17,189)	(20,953)
INCOME (LOSS) FROM OPERATIONS	$ 5,990	$ (180)	$ (22,840)	$ 18,720

STATEMENTS OF CASH FLOWS (Unaudited) Boise Cascade Corporation and Subsidiaries

	Six Months Ended June 30 1994	1993
	(expressed in thousands)	
CASH PROVIDED BY (USED FOR) OPERATIONS		
Net loss	$ (56,760)	$ (29,230)
Items in loss not using (providing) cash		
Depreciation and cost of company timber harvested	133,630	131,990
Deferred income tax benefit	(38,292)	(27,279)
Amortization and other	2,558	4,995
Receivables	(31,245)	8,197
Inventories	46,936	20,890
Accounts payable and accrued liabilities	16,647	4,436
Current and deferred income taxes	1,492	10,273
Other	3,200	(5,968)
Cash provided by operations	78,166	118,304
CASH PROVIDED BY (USED FOR) INVESTMENT		
Expenditures for property and equipment	(111,617)	(96,911)
Expenditures for timber and timberlands	(3,408)	(3,024)
Purchases of facilities	(84,444)	--
Other	(35,371)	12,828
Cash used for investment	(234,840)	(87,107)
CASH PROVIDED BY (USED FOR) FINANCING		
Cash dividends paid		
Common stock	(11,403)	(11,384)
Preferred stock	(30,480)	(20,386)
	(41,883)	(31,770)
Notes payable	143,645	46,516
Additions to long-term debt	197,299	50,000
Payments of long-term debt	(130,391)	(193,299)
Issuance of preferred stock	--	111,151
Other	(1,386)	(1,063)
Cash provided by (used for) financing	167,284	(18,465)
INCREASE IN CASH AND SHORT-TERM INVESTMENTS	10,610	12,732
BALANCE AT THE BEGINNING OF THE YEAR	22,429	20,332
BALANCE AT JUNE 30	$ 33,039	$ 33,064

NOTES TO FINANCIAL STATEMENTS

These statements are unaudited financial statements and should be read in conjunction with the 1993 Annual Report of the Company.

Effective as of January 1, 1993, the Company adopted new Financial Accounting Standards Board requirements that govern the way deferred taxes are calculated and reported. Adoption of these requirements entailed a one-time adjustment that had no effect on the Company's first quarter 1993 net loss.

In the second quarter of 1993, the Canadian federal government reduced the statutory tax rate applicable to the Company. In accordance with the requirements of the newly adopted accounting standard, net Canadian deferred tax liabilities were reduced to reflect these rate reductions. The resultant benefit of $5,020,000, or 13 cents per fully diluted common share, has been included in the caption "Income tax benefit" on the Statements of Loss for the three and six months ended June 30, 1993.

The estimated tax rate for the first six months of 1994, was 40 percent, compared with a rate of 38 percent, exclusive of the impact of the adjustment to deferred taxes, for the same period in the prior year. These rates were based on actual year-to-date results and projected results for the remainder of the year.

Early in the first quarter of 1993, the Company issued $111,151,000, net of issuance costs, of 9.4 percent nonconvertible Series F preferred stock.

During the first quarter of 1993, the Company sold its interest in a specialty paper producer at a pretax gain of $8,644,000, or 14 cents per fully diluted common share after taxes.