
**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, DC 20549**

FORM 11-K

(Mark one)

☒ ANNUAL REPORT PURSUANT TO SECTION 15(d)
OF THE SECURITIES EXCHANGE ACT OF 1934

For the fiscal year ended December 31, 2018

OR

☐ TRANSITION REPORT PURSUANT TO SECTION 15(d)
OF THE SECURITIES EXCHANGE ACT OF 1934

For the transition period from _____ to _____

Commission file number 001-37975

**AVIATION COMMUNICATION &
SURVEILLANCE SYSTEMS 401(K) PLAN**

(Full title of the plan and the address of the plan, if different from that of the issuer named below)

L3 TECHNOLOGIES, INC.
600 Third Avenue
New York, NY 10016

(Name of issuer of the securities held pursuant to the plan and the address of its principal executive office)

AVIATION COMMUNICATION & SURVEILLANCE SYSTEMS 401(K) PLAN
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* Refers to item number in Form 5500 (“Annual Return/Report of Employee Benefit Plan”) filed with the Department of Labor for the plan year ended December 31, 2018

Other schedules required by 29 CFR 2520.103-10 of the Department of Labor’s Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974 have been omitted as the conditions under which they are required are not present.

Report of Independent Registered Public Accounting Firm

Plan Administrator and Plan Participants

Aviation Communication & Surveillance Systems 401(k) Plan:

Opinion on the financial statements

We have audited the accompanying statements of net assets available for benefits of the Aviation Communication & Surveillance Systems 401(k) Plan (the “Plan”) as of December 31, 2018 and 2017, the related statement of changes in net assets available for benefits for the year ended December 31, 2018 , and the related notes (collectively referred to as the “financial statements”). In our opinion, the financial statements present fairly, in all material respects, the net assets available for benefits of the Plan as of December 31, 2018 and 2017, and the changes in net assets available for benefits for the year ended December 31, 2018 in conformity with accounting principles generally accepted in the United States of America.

Basis for opinion

These financial statements are the responsibility of the Plan’s management. Our responsibility is to express an opinion on the Plan’s financial statements based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (“PCAOB”) and are required to be independent with respect to the Plan in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud. The Plan is not required to have, nor were we engaged to perform, an audit of its internal control over financial reporting. As part of our audits we are required to obtain an understanding of internal control over financial reporting but not for the purpose of expressing an opinion on the effectiveness of the Plan’s internal control over financial reporting. Accordingly, we express no such opinion.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audits provide a reasonable basis for our opinion.

Supplemental information

The supplemental information in the accompanying schedule of assets (held at year end) as of December 31, 2018 has been subjected to audit procedures performed in conjunction with the audit of the Plan’s financial statements. The supplemental information is the responsibility of the Plan’s management. Our audit procedures included determining whether the supplemental information reconciles to the basic financial statements or the underlying accounting and other records, as applicable, and performing procedures to test the completeness and accuracy of the information presented in the supplemental information. In forming our opinion on the supplemental information in the accompanying schedule, we evaluated whether the supplemental information, including its form and content, is presented in conformity with the Department of Labor’s Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. In our opinion, the supplemental information referred to above is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

/s/ Grant Thornton LLP

Grant Thornton LLP

We have served as the Plan’s auditor since 2017.

New York, New York

June 19, 2019

AVIATION COMMUNICATION & SURVEILLANCE SYSTEMS 401(K) PLAN
STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS
AS OF DECEMBER 31, 2018 AND 2017
(in thousands)

	<u>2018</u>	<u>2017</u>
Assets:		
Interest in Master Trust	\$ 53,112	\$ 58,491
Receivables:		
Employer contributions	56	127
Participant contributions	71	164
Notes receivable from participants	845	826
Total receivables	972	1,117
Net assets available for benefits	<u>\$ 54,084</u>	<u>\$ 59,608</u>

See accompanying notes to financial statements.

AVIATION COMMUNICATION & SURVEILLANCE SYSTEMS 401(K) PLAN
STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS
FOR THE YEAR ENDED DECEMBER 31, 2018
(in thousands)

Additions:

Contributions:

Employer	\$ 2,099
Participant	2,697
Rollover	103
Total contributions	4,899
Interest income on notes receivable from participants	39
Total additions	4,938

Deductions:

Benefit payments	(6,787)
Administrative expenses	2
Total deductions	(6,785)
Plan interest in the Master Trust net investment loss	(3,677)
Net decrease	(5,524)
Net assets available for benefits, beginning of year	59,608
Net assets available for benefits, end of year	\$ 54,084

See accompanying notes to financial statements.

**AVIATION COMMUNICATION & SURVEILLANCE SYSTEMS 401(K) PLAN
NOTES TO FINANCIAL STATEMENTS**

1. Plan Description

General

The Aviation Communication & Surveillance Systems 401(k) Plan (the “Plan”) was established effective June 1, 2001. Aviation Communication & Surveillance Systems, LLC (the “Company”), a wholly-owned subsidiary of L3, maintains the Plan for its eligible employees. The following description of the Plan provides only general information. Participants should refer to the Plan document for a more complete description of the Plan’s provisions. Participants should refer to the Plan document for a more complete description of the Plan’s provisions and the respective appendices to the Plan document for business unit specific provisions.

The Plan is a defined contribution 401(k) plan and is administered by the Benefit Plan Committee (“Plan Administrator”) appointed by L3. The Plan is designed to provide eligible employees with tax advantaged long-term savings for retirement. The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974 (“ERISA”), as amended. Participants may direct their investment to a combination of different funds, which are held in the L3 Technologies, Inc. Master Trust (the “Master Trust”), managed by Fidelity Management Trust Company (“FMTC”), as Trustee.

Participant Contributions

Generally, all eligible employees can participate in the Plan, as of their date of hire, and may contribute from 1% to 25% of total compensation, as defined in the plan document. The Company has authority to limit certain highly compensated employees to contributions from 1% to 8% of total compensation, if needed to help the Plan pass discrimination testing. A participant may elect to increase, decrease, suspend or resume contributions at any time. The election will become effective as of the first day of the payroll period elected. The Internal Revenue Code (“IRC”) limited the maximum amount an employee may contribute on a pre-tax basis in 2018 to \$18,500 for participants under 50 years of age and \$24,500 for participants 50 years of age and over. Participants are 100% vested in their individual contributions and earnings thereon. Participants have the option of investing employee contributions in the L3 Stock Fund, as well as other available investment options offered by the Master Trust.

Each newly hired employee of the Company will be deemed to have elected to contribute 3% per pay period to the Plan. The contribution will commence on or after the 60th day following the employee’s date of hire. An employee may elect to opt out of the automatic enrollment before the 60th day after the employee’s date of hire or change the contribution amount.

An employee who is automatically enrolled in the Plan will have his or her pre-tax contributions invested in an investment fund designated by the Plan Administrator as the qualified default investment alternative (“QDIA”). The QDIA for the Plan is the appropriate age-based Fidelity Freedom K Fund.

Effective January 1, 2018 performance based bonuses became eligible compensation for employee contributions made into the Plan during the year. Compensation taken in the account under the Plan for any plan year for any participant shall not exceed \$200,000, as adjusted from time to time in accordance with Section 401 (a)(17) of the IRC.

Vesting

Company contributions for Plan participants hired on or after July 1, 2007 are 100% vested in Company contributions immediately. Company contributions for Plan participants hired before July 1, 2007 are also 100% vested based on five years vesting. Participants will also become fully vested in Company contributions and net earnings thereon upon 1) disability, 2) death or 3) the participants’ 65th birthday if the participant is actively employed by the Company.

Participant Accounts

Each participant’s account is credited with the participant’s contributions and allocations of (a) the Company’s contributions and (b) the Plan’s interest in the Master Trust net investment gain (loss), and may be charged with certain administrative expenses.

Allocations are based on participant earnings or account balances, as defined. The benefit to which a participant is entitled is the benefit that can be provided from the participant’s vested account.

AVIATION COMMUNICATION & SURVEILLANCE SYSTEMS 401(K) PLAN
NOTES TO FINANCIAL STATEMENTS (continued)

Employer Contributions

Generally, employer contributions are made in the L3 Stock Fund, as described below under Note 2. A participant may make an investment election to transfer employer contributions to other investment options.

The Company matches 75% (50% for employees hired before July 1, 2007) of participants' contributions up to a maximum participant elected contribution percentage of 8% of total compensation, which increases to 100% of participants' contributions, up to 8% of total compensation after five years of service. All Company matching contributions are made in the L3 Stock Fund with L3 common stock. A participant has the right to transfer his or her employer matching contribution into one or more of the available investment funds immediately after deposit to their account.

2. Summary of Significant Accounting Policies

Interest in Master Trust

Investment assets of the Plan are maintained in the Master Trust administered by FMTC, as Trustee. The Plan participates in the Master Trust along with the L3 Technologies Master Savings Plan, and these plans together are collectively referred to as the Participating Plans.

The interest in the Master Trust represents the Plan's specific interest in the assets of the Master Trust. The assets consist of units of funds that are maintained by FMTC. Contributions, benefit payments and certain administrative expenses are specifically identified and charged to the Plan.

Valuation of Investments

The investment in the Master Trust is stated at fair value. Investments in mutual funds are valued at quoted market prices, which represent the net asset value per share as reported by Fidelity Management and Research Company. Refer to Note 4 for additional information and disclosure provided for the fair value of the Plan's investments.

The L3 Stock Fund is a unitized fund as of December 31, 2018 and 2017. As a unitized fund, the L3 Stock Fund's value is determined by its underlying assets consisting of shares of L3 common stock and the Fidelity Institutional Money Market Fund, sufficient to meet the L3 Stock Fund's daily cash requirements. The L3 Stock Fund's unit price is computed daily by the Trustee.

Shares of common stock held in the L3 Stock Fund as of December 31, 2018 and 2017 are valued at the last reported quoted market price of a share on the last trading day of the year. The money market fund is valued at cost plus accrued interest, which approximates fair value.

The Fidelity Managed Income Portfolio II – Class 3 ("MIP Fund"), a common/collective trust fund investment, is stated at fair value. The beneficial interest in the net assets of the MIP Fund is represented by units.

Basis of Accounting

The financial statements of the Plan are prepared under the accrual method of accounting.

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America ("U.S. GAAP") requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and changes therein, and disclosures of contingent assets and liabilities. Actual results will differ from these estimates. The most significant estimates relate to valuations of investments in the Master Trust.

The Plan's investments are stated at fair value. Refer to Note 4 for additional information and disclosures provided for the fair value of the Plan's investments.

AVIATION COMMUNICATION & SURVEILLANCE SYSTEMS 401(K) PLAN
NOTES TO FINANCIAL STATEMENTS (continued)

Investment Transactions and Investment Income/Loss

Investment transactions by the Master Trust are accounted for on a trade-date basis. Dividend income is recorded on the ex-dividend date. Interest income is recorded on an accrual basis. Gains and losses on sales of investment securities are determined based on the average cost method. Net appreciation (depreciation) includes the Plan's gains and losses on investments bought and sold as well as held during the year.

Forfeited Contributions

Non-vested Company contributions are forfeited upon a participant's five year break in service or withdrawal of a participant's vested balance, if earlier. Forfeited contributions are used to reduce future Company contributions and to pay plan expenses. Forfeited contributions utilized during 2018 were \$9,484. Forfeited contributions available for future use were \$13,306 and \$1,238 as of December 31, 2018 and 2017, respectively.

Benefit Payments

Benefit payments are recorded when paid.

Plan Expenses

The Plan provides for the payment of all administrative expenses including trustee, record keeping, consulting from available forfeited contributions. Loan administration fees are charged to participants. In the event that forfeited contributions are not available, the Company pays for administrative expenses. Taxes and investment fees related to the stock or mutual funds are paid from the net assets of such funds.

Risks and Uncertainties

The Plan provides for various investment fund options, which in turn invest in a combination of stocks, bonds and other investment securities. Investment securities are exposed to various risks, such as interest rate, market and credit risk. Due to the level of risk associated with certain investment securities and the level of uncertainty related to changes in the value of investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect participants' account balances and the amounts reported in the Statement of Net Assets Available for Benefits and the Statement of Changes in Net Assets Available for Benefits.

New Accounting Standards Implemented

In February 2017, the Financial Accounting Standards Board ("FASB") issued Accounting Standards Update ("ASU") 2017-06, which requires plans to disclose: (1) the plan's interest in the master trust and any change in that interest to be presented in separate line items in the statement of net assets available for benefits and in the statement of changes in net assets available for benefits, respectively, (2) the dollar amount of their interest in each of those general types of investments, which supplements the existing requirement to disclose the master trust's balances in each general type of investment and (3) their master trust's other asset and liability balances and the dollar amount of the plan's interest in each of those balances. ASU 2017-06 also removes the requirement to disclose the percentage interest in the master trust for plans with divided interests. This update is effective for fiscal periods beginning after December 15, 2018, and early adoption is permitted. The Plan has elected to early adopt ASU 2017-06 for the year ended December 31, 2016. The adoption of this standard did not impact, other than the disclosure requirements noted above, the Plan's statements of net assets available for benefits or statement of changes in net assets available for benefits. See Note 3 for additional information.

AVIATION COMMUNICATION & SURVEILLANCE SYSTEMS 401(K) PLAN
NOTES TO FINANCIAL STATEMENTS (continued)

3. Master Trust

The fair value of the assets, liabilities and investments of the Master Trust held by the Trustee and the Plan's portion of the fair value as of December 31, 2018 and 2017 are presented in the table below.

Fund	Master Trust		Plan's Portion	
	2018	2017	2018	2017
(in thousands)				
Investments at Fair Value as Determined by Quoted Market Prices:				
Mutual Funds	\$ 3,386,617	\$ 3,705,036	\$ 31,349	\$ 36,030
L3 Common Stock	1,265,920	1,505,707	15,031	17,543
Money Market Fund	23,711	28,023	282	327
	4,676,248	5,238,766	46,662	53,900
Investments at Net Asset Value:				
Common/Collective Trust Fund	577,605	554,421	6,450	4,591
	\$ 5,253,853	\$ 5,793,187	\$ 53,112	\$ 58,491

The net investment loss of the Master Trust and the Plan's portion of the net investment loss for the year ended December 31, 2018 are presented in the table below.

	Master Trust	Plan's Portion
	(in thousands)	
Net investment Loss:		
Net depreciation in investments	\$ (600,825)	\$ (6,152)
Interest and dividend income	268,126	2,475
Net investment loss	\$ (332,699)	\$ (3,677)

Net appreciation (depreciation) in the fair value of the Plan's investment, consists of the Plan's specific share of realized gains or losses and unrealized appreciation or depreciation on those investments. The net appreciation (depreciation) and interest and dividends are allocated to the Participating Plans based upon participant Plan account balances.

4. Fair Value Measurements

The Plan applies the accounting standards for fair value measurement to all of the Plan's investments that are measured and recorded at fair value. Fair value is defined as the price that would be received for an asset or the exit price that would be paid to transfer a liability in the principal or most advantageous market in an orderly transaction between market participants. The three levels of the fair value hierarchy defined by the standard are described below.

- Level 1: Quoted market prices available in active markets for identical assets or liabilities as of the reporting date. The Plan's Level 1 investments include mutual funds, whose fair values are derived from quoted market prices.
- Level 2: Pricing inputs, other than quoted prices in active markets included in Level 1, which are either directly or indirectly observable. The Plan does not have any Level 2 investments.
- Level 3: Pricing inputs that are generally unobservable and not corroborated by market data. The Plan does not have any Level 3 investments.

AVIATION COMMUNICATION & SURVEILLANCE SYSTEMS 401(K) PLAN
NOTES TO FINANCIAL STATEMENTS (continued)

Investments in the Master Trust measured at fair value on a recurring basis consisted of the following types of instruments as of December 31, 2018 and 2017.

	Fair Value Measurements Using Input Type							
	2018				2017			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	(in thousands)							
Mutual funds	\$ 3,386,617	\$ —	\$ —	\$ 3,386,617	\$ 3,705,036	\$ —	\$ —	\$ 3,705,036
L3 Common Stock	1,265,920	—	—	1,265,920	1,505,707	—	—	1,505,707
Money Market Fund	23,711	—	—	23,711	28,023	—	—	28,023
Total investments measured at fair value	<u>\$ 4,676,248</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 4,676,248</u>	<u>\$ 5,238,766</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 5,238,766</u>
Other investments measured at net asset value ^{(1) (2)}				<u>577,605</u>				<u>554,421</u>
Total investments in the Master Trust				<u>\$ 5,253,853</u>				<u>\$ 5,793,187</u>

⁽¹⁾ In accordance with ASU 2015-07, certain investments that are measured at fair value using the net asset value (“NAV”) per share (or its equivalent) practical expedient have not been classified in the fair value hierarchy. The fair value amounts presented in this table are intended to permit reconciliation of the fair value hierarchy to the amounts presented in the statements of net assets available for benefits.

⁽²⁾ All of the Plan’s other investments measured using NAV as of December 31, 2018 and 2017, consisted of an investment in a common/collective trust fund, whose fair value was based on the NAV at the end of each month as a practical expedient to estimating fair value. This practical expedient was not used when it was determined to be probable that the fund would sell the investment for an amount different than the reported NAV. The NAV was calculated by the fund manager and was based on the fair value of the fund’s holdings determined as of the end of each month. Issues and redemptions were permitted daily and recorded upon receipt of the holder’s instructions based on the determined NAV. There were no restrictions on redemption or unfunded commitments as of December 31, 2018 and 2017.

5. Benefit-Responsive Investment Contracts

The Plan, through its Master Trust, holds investments in the MIP Fund. All investment contracts held by the MIP Fund are held directly between the MIP Fund and the issuer of the contract and are nontransferable. The MIP Fund is designed to invest in investment contracts offered by major insurance companies and in fixed income securities. The MIP Fund’s investment objective is to seek preservation of capital and a competitive level of income over time. To achieve its investment objective, the MIP Fund invests in underlying assets (typically fixed-income securities or bond funds and may include derivative instruments such as futures contracts and swap agreements) and enters into wrap contracts issued by third parties, and invests in cash equivalents represented by shares in a money market fund. FMTC seeks to minimize the exposure of the MIP Fund to credit risk through, among other things, diversification of the wrap contracts across an approved group of issuers. The MIP Fund’s ability to receive amounts due pursuant to these contracts is dependent upon the issuers’ ability to meet their financial obligations.

6. Benefit Payments

Upon termination, participants may receive the vested portion of their account balance as soon as practicable, in either a lump sum or in periodic installments as provided for in the Plan document at the participants’ option. Terminated participants who have an account balance in excess of \$1,000 may elect to leave their account balance in the Plan and withdraw it at any time up to age 65, but not later than age 70 ½.

Generally, a penalty will be imposed on participant withdrawals made before the participant reaches age 59 ½. Participant withdrawals may be made prior to reaching age 59 ½ without incurring a penalty in the event of financial hardship as determined pursuant to provisions of the Plan and the IRC. In the event of retirement or termination of employment prior to age 59 ½, funds may be rolled over to another qualified plan or individual retirement account without being subject to income tax or a penalty.

AVIATION COMMUNICATION & SURVEILLANCE SYSTEMS 401(K) PLAN
NOTES TO FINANCIAL STATEMENTS (continued)

7. Loans

The Plan provides for loans to active participants. Participants may not have more than one loan outstanding at any time and the maximum loan allowed to each participant is the lesser of (1) \$50,000 less the highest outstanding loan balance over the prior 12 months or (2) 50% of the vested value of the participant's account in the Plan. The minimum loan amount is \$1,000. The interest rate is based on the prime interest rate plus one percent, and the maximum term of a loan is five years, or thirty years if used to purchase a principal residence.

Loan repayments are made through payroll deductions, with principal and interest credited to the participants' fund accounts. Repayment of the entire balance is permitted at any time. Participants who terminate employment may continue to repay their outstanding loans as permitted by the Plan document. Participant loans are collateralized by the participant's vested account balance. Notes receivable from participants includes both the outstanding principal balance and accrued interest. No allowance for credit losses has been recorded as of December 31, 2018 or 2017.

8. Tax Status

The Internal Revenue Service ("IRS") has determined and informed the Company by a letter dated December 2, 2014, that the Plan is designed in accordance with applicable sections of the IRC, and thus is exempt from federal income taxes. The Plan Administrator and the Plan's counsel believe that the Plan is designed and is currently being operated in compliance with the applicable requirements of the IRC.

Based on U.S. GAAP requirements, management evaluates tax positions taken by the Plan and recognizes a tax liability if the Plan has taken an uncertain position that more likely than not would not be sustained upon examination by the IRS. The Plan Administrator has analyzed the tax positions by the Plan, and has concluded that as of December 31, 2018 and 2017, there are no uncertain tax positions taken or expected to be taken within twelve months that would require recognition of a liability or disclosure in the financial statements. The Plan is subject to routine audits by taxing jurisdictions; however, there are currently no audits in progress.

The Plan recognizes accrued interest and penalties related to unrecognized tax benefits in tax expense. There were no interest and penalties included in the Plan's financial statements

9. Related-Party Transactions

Certain Plan investments are shares of mutual funds managed by FMTC and therefore these transactions qualify as party-in-interest. Fees paid by the Company to Fidelity Investments Institutional Operations Company, Inc. for record keeping services were \$9,924 for the year ended December 31, 2018.

The Plan's specific interest in the L3 Stock Fund includes 86,555 shares of L3 common stock valued at \$15,031,222 as of December 31, 2018 and 88,671 shares of L3 common stock valued at \$17,543,482 as of December 31, 2017. The Plan received aggregate dividends on the L3 Stock Fund in the amount of \$278,378 for the year ended December 31, 2018.

10. Commitments and Contingencies

In August 2014, three separate, putative class actions were filed in the United States District Court for the Southern District of New York against the Company and certain of its officers. A consolidated amended and restated complaint was filed on March 13, 2015, alleging violations of federal securities laws related to misconduct and accounting errors identified by the Company at its Aerospace Systems segment. On March 30, 2016, the court dismissed with prejudice all claims against the Company's officers and allowed the claim against the Company to proceed to discovery. On December 20, 2016, the parties reached an agreement in principle to resolve this matter for \$34.5 million, and the Company's insurers subsequently paid the settlement amount into an escrow account to fully fund the settlement. On August 16, 2017, the court entered an order granting final approval of the settlement and dismissing the case with prejudice.

The Company engaged Fiduciary Counselors as an independent fiduciary to evaluate the preliminary settlement on behalf of the Plan. The Plan subsequently determined to neither opt out of the settlement nor object to it. On September 25, 2018 the Plan

AVIATION COMMUNICATION & SURVEILLANCE SYSTEMS 401(K) PLAN
NOTES TO FINANCIAL STATEMENTS (continued)

received its portion of the settlement in the amount of \$13,962 and allocated these proceeds among appropriate Plan participants' accounts accordingly.

11. Termination Priorities

Although the Company has not expressed intent to do so, the Company can discontinue its contributions and/or terminate the Plan at any time, subject to the provisions of ERISA. In the event of a discontinuance and/or termination of the Plan, plan participants will become 100% vested in Company contributions and the net assets of the Plan will be allocated among the participants and their beneficiaries in accordance with the provisions of ERISA.

12. Subsequent Events

The Company has evaluated subsequent events from December 31, 2018 through the date these financial statements were issued.

On May 23, 2019, L3 Technologies, Inc. (the "Company" or "L3") received notices required by Section 101(i)(2)(e) of the Employment Retirement Income Security Act of 1974, as amended, from the administrators of the L3 Technologies Master Savings Plan (the "MSP") and the Aviation Communication and Surveillance Systems 401(k) Plan (together with the MSP, the "Plans") regarding an anticipated blackout period for the L3 Stock Fund in the Plans in connection with the anticipated closing of the Company's previously announced merger (the "Merger") with Harris Corporation ("Harris") pursuant to the Agreement and Plan of Merger, dated as of October 12, 2018, by and among L3, Harris, and Leopard Merger Sub Inc., a Delaware corporation and a wholly-owned subsidiary of Harris.

The blackout period is necessary to facilitate the conversion and exchange of units in the L3 Stock Fund for units in the L3Harris Stock Fund in connection with the Merger. Participants in the Plans have been advised that, if the Merger is completed as expected, then at 4:00 pm Eastern Time on the business day prior to the last full trading day of L3 common stock on the New York Stock Exchange before the Merger, the L3 Stock Fund will be restricted from all transactions under the Plans. The blackout period is expected to last approximately one week. During the blackout period, participants in the Plans will be unable to: (1) direct or diversify the assets held in their account in the L3 Stock Fund; (2) obtain a loan or withdrawal from balances invested in the L3 Stock Fund, or take a full distribution from their Plan account if they have a balance in the L3 Stock Fund; or (3) have their current employee contributions, Company match and loan repayments that are directed to the L3 Stock Fund posted if the blackout period includes the dates when these contributions are posted to participant accounts. Participants may continue to make exchanges or investment transactions involving other investment options in the Plans (other than the L3 Stock Fund) during the blackout period. The Merger is expected to close in mid-calendar year 2019, subject to satisfaction of customary closing conditions, including receipt of regulatory approvals.

AVIATION COMMUNICATION & SURVEILLANCE SYSTEMS 401(K) PLAN
SCHEDULE H, LINE 4i – SCHEDULE OF ASSETS (HELD AT END OF YEAR)
DECEMBER 31, 2018
(in thousands)

Description of Investment	Cost	Current Value
Interest in Master Trust	\$ —	\$ 53,112
Participant loans*	—	843
Total	\$ —	\$ 53,955

* Consists of participant loans with interest rates ranging from 4.25% to 8.50%, maturing through April 2046.

Pursuant to the requirements of the Securities Exchange Act of 1934, the trustee has duly caused this annual report to be signed on its behalf by the undersigned hereunto duly authorized.

Aviation Communication & Surveillance Systems 401(k) Plan

Date: June 19, 2019

/s/ Ralph G. D'Ambrosio

Name: Ralph G. D'Ambrosio

Title: Authorized Signatory,
L-3 Benefit Plan Committee

CONSENT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

We have issued our report dated June 19, 2019, with respect to the financial statements and supplemental information included in the Annual Report of Aviation Communication & Surveillance Systems 401(k) Plan on Form 11-K for the year ended December 31, 2018. We consent to the incorporation by reference of said report in the Registration Statements of L3 Technologies, Inc. on Forms S-8 (File No. 333-144135 and File No. 333-183353).

/s/ GRANT THORNTON LLP

New York, New York

June 19, 2019