## FORM 4

# **UNITED STATES SECURITIES AND EXCHANGE COMMISSION**

Check this box if no longer subject to
Section 16. Form 4 or Form 5
obligations may continue. See
Instruction 1(b).

## STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

**OMB APPROVAL** OMB Number: Estimated average burden hours per response: 0.5

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

1. Name and Address of Reporting Person*  LORANGER STEVEN R						2. Issuer Name <b>and</b> Ticker or Trading Symbol Xylem Inc. [XYL]								5. Relationship of Reporting Person(s) to Issuer (Check all applicable)  X Director 10% Owner						
(Last) (First) (Middle) 1 INTERNATIONAL DRIVE C/O XYLEM INC.						3. Date of Earliest Transaction (Month/Day/Year) 01/15/2014								X	X Officer (give title Other (specify below)  Chief Executive Officer and Pr					
(Street) RYE BROOK NY 10573					_ 4. _	4. If Amendment, Date of Original Filed (Month/Day/Year)									Individual or Joint/Group Filing (Check Applicable Line)     X Form filed by One Reporting Person     Form filed by More than One Reporting Person					
(City)																				
Table I - Non-Deriva  1. Title of Security (Instr. 3)  2. Transaction Date (Month/Day/Yea				on	2A. Deemed Execution Date,			Gquii 3. Transa Code ( 3)	ction	4. Securities A	ecurities Acquired (A) or posed Of (D) (Instr. 3, 4 and 5			5. Amount of Securities Beneficially Owned Following		6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)		7. Nature of Indirect Beneficial Ownership		
							ď	Code	v	Amount	(A) or (D)	Price		Reported Transacti (Instr. 3 a	tion(s)			(Instr. 4)		
Common Stock 01/15/2014				)14	Į.			M		89,235(1)	A	\$32.5	92,486		186	D				
Common Stock 01/15/201				)14	ļ.			S		89,235(1)	D	\$36.07	772(2)	2(2) 3,251		D				
Common Stock														173,667 <sup>(3)</sup>		I		By Steven R. Loranger Revocable Trust		
Common Stock														50,551		I		By Betsy Palmer Loranger Revocable Trust		
Common Stock														600		I		By Donald Loranger Revocable Trust		
	Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)															· · · · · · · · · · · · · · · · · · ·				
1. Title of Derivative Security (Instr. 3)	f 2. 3. Transaction Date Execution Date, (Month/Day/Year)			4. Transa Code 8)	action	5. Nu of Deriv Secu Acqu (A) or Dispo	mber ative rities ired osed (Instr.	6. Da Expi (Moi		rcisable and Date	7. Title and Amo of Securities Underlying Derivative Secur (Instr. 3 and 4)		ount 8	8. Price of Derivative Security (Instr. 5)	9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4)		10. Ownershi Form: Direct (D) or Indirec (I) (Instr. 4	Beneficial Ownership t (Instr. 4)		
					Code	v	(A)	(D)	Date Exe	e rcisable	Expiration Date	Title	Amo or Num of Sha	ber						
Stock Option (Right to Buy)	\$32.5558	01/15/2014			M			89,235		(4)	03/07/2014	Comm		235	\$0.00	0		D		

#### **Explanation of Responses:**

- 1. The exercise and sale was made under a 10b5-1 plan previously adopted by the reporting person.
- 2. This price represents the approximate weighted average price per share of common stock (each, a "Share") of Xylem Inc. (the "Issuer"), of sales that were executed at prices ranging from 36.00 to 36.2500 per Share. The Reporting Person undertakes to provide, upon request by the Securities and Exchange Commission staff, the Issuer or a security holder of the Issuer, full information regarding the number of Shares
- 3. 30,201 shares previously reported as directly held, were transferred to the Steven R. Loranger Revocable Trust in a transaction exempt from reporting under Rule 16a-13.
- 4. These options are fully vested and exercisable.

#### Remarks:

Please see attached POA

<u>power of attorney for Steven R.</u> <u>Loranger</u>

\*\* Signature of Reporting Person

Date

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

- $^{\star}$  If the form is filed by more than one reporting person, see Instruction 4 (b)(v).
- \*\* Intentional misstatements or omissions of facts constitute Federal Criminal Violations See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.

The undersigned, Steven R. Loranger, does hereby nominate, constitute and appoint each of Elena Centeio and Hannah Skeete as his true and lawful attorney and agent to do any and all acts and things and execute and file any and all instruments which said attorneys and agents may deem necessary or advisable to enable the undersigned (in his individual capacity or in any other capacity) to comply with the Securities Exchange Act of 1934 (the "34 Act") and the Securities Act of 1933 (the "33 Act") and any requirements of the Securities and Exchange Commission (the "SEC") in respect thereof, in connection with the preparation, execution and/or filing of (i) any report or statement of beneficial ownership or changes in beneficial ownership of securities of Xylem Inc., an Indiana corporation (the "Company"), that the undersigned (in his individual capacity or in any other capacity) may be required to file pursuant to Section 16(a) of the 34 Act, including any report or statement on Form 3, Form 4 or Form 5, or to any amendment thereto, (ii) any report or notice required under Rule 144 of the 33 Act, including Form 144, or any amendment thereto relating to the undersigned's role with, or beneficial ownership of, the Company's securities, and (iii) any and all other documents or instruments that may be necessary or desirable in connection with or in furtherance of any of the foregoing, including Form ID, or any amendments thereto, and any other documents necessary or appropriate to obtain codes and passwords enabling the undersigned to make electronic filings with the SEC of reports required pursuant to Section 16(a) of the 34 Act or any rule or regulation of the SEC, such power and authority to extend to any form or forms adopted by the SEC in lieu of or in addition to any of the foregoing and to include full power and authority to sign the undersigned's name in his individual capacity or otherwise, hereby ratifying and confirming all that said attorneys and agents, or any of them, shall do or cause to be done by virtue thereof.

This authorization shall supersede all prior authorizations to act for the undersigned with respect to securities of the Company in such matters, which prior authorizations are hereby revoked, and shall remain in effect until the undersigned is no longer required to file Form 3, 4 or 5 with respect to the undersigned's holdings of and transactions in securities issued by the Company unless earlier revoked, by the undersigned in a signed writing delivered to the foregoing attorneys in fact.

IN WITNESS WHEREOF, I have hereunto set my hand this 11th day of December 2013.

/s/: Steven R. Loranger