FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

| | OMB APPRO | OVAL | | | | | | | |
|---|--------------------------|-----------|--|--|--|--|--|--|--|
| | OMB Number: | 3235-0287 | | | | | | | |
| l | Estimated average burden | | | | | | | | |
| l | hours per response: | 0.5 | | | | | | | |

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

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* | | | | | | 2. Issuer Name and Ticker or Trading Symbol Xylem Inc. [XYL] | | | | | | | | 5. Relationship of Reporting Person(s) to Issuer (Check all applicable) Director 10% Owner | | | | | |
|---|---|--|--|---------------|------------------------------|---|-----------------------------------|--|------------------|---------------|-----------------------|---|---|---|--|---|---|--|--|
| (Last) (First) (Middle) 1 INTERNATIONAL DRIVE C/O XYLEM INC. | | | | | | 3. Date of Earliest Transaction (Month/Day/Year) 05/12/2016 | | | | | | | | | X Officer (give title Other (specify below) Senior Vice President | | | | |
| (Street) RYE BROOK NY 10573 | | | | | _ 4. | If Am | endme | ent, Date | of Origina | ıl File | d (Month/Da | | i. Individual or Joint/Group Filing (Check Applicable ine) X Form filed by One Reporting Person Form filed by More than One Reporting Person | | | | | n | |
| (City) | (5 | State) | (Zip) | | | | | | | | | | | | | | | | |
| Table I - Non-Deriva 1. Title of Security (Instr. 3) 2. Transacti Date (Month/Day | | | | | action | etion 2A. I Exec sy/Year) if an | | A. Deemed xecution Date, | | , Dis | 4. Securiti | ecurities Acquired (A) o posed Of (D) (Instr. 3, 4 a | | | 5. Amou Securitie Benefici | nt of | 6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | | 7. Nature of Indirect Beneficial Ownership |
| | | | | | | ľ | (, | | Code | v | Amount | (A) or (D) | Price | | Reported Transaction(s) (Instr. 3 and 4) | | ,,,,,, | | (Instr. 4) |
| Common | Stock | | | 05/12 | /2016 | 5 | | | M | | 14,828 | A | \$30.03 | | 62,885 | | | D | |
| Common Stock 05/12/2 | | | | | | 2016 | | | S | | 14,828 | D | \$42. | 86(1) | 48, | ,057 | | D | |
| Common Stock 05/12/2 | | | | | | 5 | | | М | | 14,437 | A | \$32.38 | | 62,494 | | | D | |
| Common Stock 05/12/2 | | | | | | 5 | | | S | | 14,437 | D | \$43(2) | | 48,057 | | | D | |
| Common Stock 05/12/20 | | | | | | 016 | | | M | | 10,000 | A | \$26 | \$26.6 | | 58,057 | | D | |
| Common Stock 05/12/2 | | | | | | | :016 | | | | 10,000 | D | \$42. | 86 ⁽³⁾ | 48, | 3,057 | | D | |
| | | | Table II | | | | | | | | oosed of, converti | | | | wned | | | | |
| 1. Title of Derivative Security (Instr. 3) | 2. Conversion or Exercise Price of Derivative Security | 3. Transaction Date (Month/Day/Year) | 3A. Deem Execution if any (Month/Da | ed n Date, | 4. Transa Code (8) | action | 5. Nof Deri Sec Acq (A) Dispos (I | lumber ivative urities juired | | xerc on Da | sable and te | 7. Title and Am of Securities Underlying Derivative Seci (Instr. 3 and 4) | | nt 8. | 3. Price of Derivative Security Instr. 5) | 9. Number derivative Securities Beneficial Owned Following Reported Transactic (Instr. 4) | ly Direct or Inc. (I) (In | 10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 11. Nature of Indirect Beneficial Ownership (Instr. 4) |
| | | | | | Code | v | (A) | (D) | Date Exercisa | ıble | Expiration Date | Title | Amour or Number of Shares | er | | | | | |
| Employee Stock Option (right to buy) | \$30.03 | 05/12/2016 | | | M | | | 14,828 | (4) | | 03/05/2020 | Common Stock | 14,82 | 28 | \$0.00 | 0 | | D | |
| Employee Stock Option (right to buy) | \$32.38 | 05/12/2016 | | | M | | | 14,437 | (4) | | 03/03/2021 | Common Stock | 14,43 | 37 | \$0.00 | 0 | | D | |
| Employee Stock Option (right to | \$26.6 | 05/12/2016 | | | M | | | 10,000 | (4) | | 03/02/2022 | Common Stock | 10,00 | 00 | \$0.00 | 17,473 | 3 | D | |

Explanation of Responses:

- 1. 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 \$42.68 to \$43.15 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 sold at each price.
- 2. This price represents the approximate weighted average price per Share of sales that were executed at prices ranging from \$42.88 to \$43.22 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 sold at each price.
- 3. This price represents the approximate weighted average price per Share of sales that were executed at prices ranging from \$42.68 to \$43.15 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 sold at each price.
- 4. These options are fully vested and exercisable.

Remarks:

/s/ Hannah Skeete, by power of attorney for Colin Sabol

05/16/2016

** Signature of Reporting Person

Date

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

* 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.