

ILLINOIS TOOL WORKS INC

Form 4

May 15, 2017

**FORM 4**
**UNITED STATES SECURITIES AND EXCHANGE COMMISSION**  
**Washington, D.C. 20549**

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 OF  
SECURITIES**

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934,  
Section 17(a) of the Public Utility Holding Company Act of 1935 or Section  
30(h) of the Investment Company Act of 1940

## OMB APPROVAL

OMB  
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(Print or Type Responses)

1. Name and Address of Reporting Person \*  
SANTI ERNEST SCOTT

2. Issuer Name **and** Ticker or Trading  
Symbol  
ILLINOIS TOOL WORKS INC  
[ITW]

5. Relationship of Reporting Person(s) to  
Issuer

(Check all applicable)

(Last) (First) (Middle)

ILLINOIS TOOL WORKS  
INC., 155 HARLEM AVENUE

(Street)

3. Date of Earliest Transaction  
(Month/Day/Year)  
05/11/2017

☐ Director ☐ 10% Owner  
☒ Officer (give title below) ☐ Other (specify below)  
Chairman & CEO

GLENVIEW, IL 60025

(City) (State) (Zip)

4. If Amendment, Date Original  
Filed(Month/Day/Year)

6. Individual or Joint/Group Filing(Check  
Applicable Line)  
☒ Form filed by One Reporting Person  
☐ Form filed by More than One Reporting  
Person

**Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned**

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)	4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)	5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Ownership Indirect Beneficial Ownership (Instr. 4)
Common Stock	05/11/2017		M	101,197	A \$ 55.81 191,142	D	
Common Stock	05/11/2017		S	101,197	D \$ 138.03 89,945 (1)	D	
Common Stock	05/12/2017		M	100	A \$ 55.81 90,045	D	
Common Stock	05/12/2017		S	100	D \$ 138 89,945	D	
					3,650	I	

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Common  
Stock

See  
Footnote  
(2)

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

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SEC 1474  
(9-02)

**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)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transaction Code (Instr. 8)	5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)	6. Date Exercisable and Expiration Date (Month/Day/Year)		7. Title and Amount Underlying Securities (Instr. 3 and 4)			
				Code	V	(A)	(D)	Date Exercisable	Expiration Date	Title	Amount Underlying Securities
Employee Stock Option	\$ 98.26							02/13/2016 <sup>(3)</sup>	02/13/2025	Common Stock	1,000,000
Employee Stock Option	\$ 78.59							02/14/2015 <sup>(3)</sup>	02/14/2024	Common Stock	2,000,000
Employee Stock Option	\$ 63.25							02/15/2014	02/15/2023	Common Stock	3,000,000
Employee Stock Option	\$ 91.88							02/12/2017 <sup>(3)</sup>	02/12/2026	Common Stock	4,000,000
Employee Stock Option	\$ 55.81	05/11/2017		M		101,197		02/11/2012	02/11/2021	Common Stock	1,000,000
Employee Stock Option	\$ 55.81	05/12/2017		M		100		02/11/2012	02/11/2021	Common Stock	1,000,000
Employee Stock Option	\$ 55.71							02/10/2013	02/10/2022	Common Stock	1,000,000
Performance Restricted Stock Unit (granted 2/12/2016) <sup>(4)</sup>	\$ 0							<sup>(5)</sup>	<sup>(5)</sup>	Common Stock	
Performance Restricted Stock Unit (granted	\$ 0							<sup>(5)</sup>	<sup>(5)</sup>	Common Stock	

2/13/15) <sup>(4)</sup>Employee  
Stock Option \$ 12802/10/2018<sup>(3)</sup> 02/10/2027 Common  
StockPerformance  
Share Units \$ 0  
(granted  
2/10/17) <sup>(4)</sup><sup>(5)</sup> <sup>(5)</sup> Common  
Stock

## Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
SANTI ERNEST SCOTT ILLINOIS TOOL WORKS INC. 155 HARLEM AVENUE GLENVIEW, IL 60025	X		Chairman & CEO	

## Signatures

Ernest Scott Santi by Janet O. Love, Deputy General Counsel & Assistant Secretary,  
Attorney-In-Fact POA on File

05/15/2017

                    Signature of Reporting Person

Date

## Explanation of Responses:

\* 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).

This transaction was executed in multiple trades at prices ranging from \$138.00 to \$138.19. The price reported above reflects the

- (1) weighted average sale price. The reporting person hereby undertakes to provide upon request to the SEC staff, Illinois Tool Works Inc. or a stockholder of Illinois Tool Works Inc. full information regarding the number of shares and prices at which the transaction was effected.
- (2) Shares of common stock allocated to my account in the Illinois Tool Works Inc. Savings & Investment Plan---Information reported as of May 11, 2017.
- (3) Options vest in four (4) equal annual installments beginning one year from date of grant.
- (4) Each performance restricted stock unit (PRSU) and performance share unit (PSU) represents a contingent right to receive one share of the Company's common stock.
- (5) Each PRSU and PSU vests 100% three years from the date of grant if performance goals are met. In addition, PSUs accrue dividend equivalent rights payable upon vesting.

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

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