Understanding the Garrett Motion Inc. share distribution

**September 5, 2018**
Honeywell announced that shareholders will receive a dividend of Garrett Motion Inc. shares on the date of the spin-off.

**September 18, 2018**
If you owned Honeywell shares as of 5:00 p.m. EDT, you were entitled to receive shares in Garrett Motion Inc.

**October 1, 2018**
Garrett Motion Inc. shares were issued to shareholders of record. The value appeared in your brokerage account at market open.

**October 1, 2018**
Garrett Motion Inc. began regular way trading on the NYSE under the symbol “GTX”.

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**How will the share distribution work?**

- Honeywell shareholders received one Garrett Motion Inc. (NYSE: GTX) share for every 10 shares of Honeywell (NYSE: HON) they owned as of September 18, 2018 at 5:00 p.m. EDT. For example, if you owned 50 Honeywell shares:

  50 Honeywell Shares = 5 Garrett Motion Inc. Shares

- Honeywell shareholders will keep their existing 50 Honeywell shares and were entitled to receive 5 Garrett Motion Inc. shares on October 1, 2018.

- If you sold your Honeywell shares between September 18 – October 1, you should discuss with your broker whether or not you were entitled to receive the dividend.

**How are fractional shares treated?**

- Shareholders that were entitled to fractional shares of Garrett Motion Inc. will automatically have those fractional shares sold in the open market, and receive cash or a check for the value of those shares.

- For example, 49 HON shares = 4.9 GTX shares, 0.9 is a fractional share.

- Honeywell expects that the distribution of shares of Garrett Motion Inc. will be tax-free¹ to Honeywell shareholders for U.S. federal income tax purposes, except for cash that shareholders may receive (if any) in lieu of fractional shares.

- Shareholders in this example will own 4 shares of Garrett Motion Inc. to be reflected in their brokerage account and receive cash for the market value of the .9 fractional shares on ~ October 1.

**What do I own when the spin is effective?**

- A shareholder who owned 49 Honeywell shares in this example will own the following:
  - Value of 49 Honeywell shares
  - Value of 4 Garrett Motion Inc. shares
  - Cash equal to the value of fractional Garrett Motion Inc. shares

- Honeywell and Garrett will make publicly available a Form 8937 following the effective spin on October 1. This will provide shareholders a method for determining the cost basis of their shares.

- Honeywell intends to file for tax-deferred treatment of the spin-off with the Canadian Revenue Agency.

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¹For U.S. based shareowners

Illustrative scenario for what happens to a shareowner with 49 or 50 shares of Honeywell at close of Garrett Motion Inc. spin-off