Understanding the Resideo Technologies, Inc. share distribution

**October 2, 2018**
Honeywell announces that shareholders will receive a dividend of Resideo Technologies, Inc. shares on the date of the spin-off.

**October 16, 2018**
If you own Honeywell shares as of 5:00 p.m. EDT, you will be entitled to receive shares in Resideo Technologies, Inc.

**October 29, 2018**
Resideo Technologies, Inc. shares will be issued to shareholders of record. The value will appear in your brokerage account at market open.

**October 29, 2018**
Resideo Technologies, Inc. begins regular way trading on the NYSE under the symbol “REZI”.

**How will the share distribution work?**

- Honeywell shareholders will receive one Resideo Technologies, Inc. (NYSE: REZI) share for every 6 shares of Honeywell (NYSE: HON) they own as of October 16, 2018 at 5:00 p.m. EDT. For example, if you own 60 Honeywell shares:

  60 Honeywell Shares  \[=\]  10 Resideo Technologies, Inc. Shares

- Honeywell shareholders will keep their existing 60 Honeywell shares and will be entitled to receive 10 Resideo Technologies, Inc. shares on October 29, 2018.

- If you sell your Honeywell shares between October 16 – October 29, you should discuss with your broker whether or not you will be entitled to receive the dividend.

**How are fractional shares treated?**

- Shareholders that are entitled to fractional shares of Resideo Technologies, 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, 59 HON shares = 9.8 REZI shares, 0.8 is a fractional share.

  - Honeywell expects that the distribution of shares of Resideo Technologies, Inc. will be tax-free\(^1\) 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 9 shares of Resideo Technologies, Inc. to be reflected in their brokerage account and receive cash for the market value of the .8 fractional shares on ~ October 29.

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

- A shareholder who owns 59 Honeywell shares in this example will own the following:
  - Value of 59 Honeywell shares
    - +
  - Value of 9 Resideo Technologies, Inc. shares
    - +
  - Cash equal to the value of fractional Resideo Technologies, Inc. share

- Honeywell and Resideo will make publicly available a Form 8937 following the effective spin on October 29. 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.

---

\(^1\)For U.S. based shareholders