

BAXTER INTERNATIONAL INC

Form 4

July 06, 2015

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

OMB APPROVAL

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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

(Print or Type Responses)

1. Name and Address of Reporting Person \*  
 Felicelli Robert

(Last) (First) (Middle)

C/O BAXTER  
 INTERNATIONAL, ONE BAXTER  
 PARKWAY

(Street)

DEERFIELD, IL 60015

(City) (State) (Zip)

2. Issuer Name and Ticker or Trading Symbol

BAXTER INTERNATIONAL INC  
 [BAX]

3. Date of Earliest Transaction  
 (Month/Day/Year)  
 07/01/2015

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

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

\_\_\_\_ Director \_\_\_\_ 10% Owner  
☒ Officer (give title below) \_\_\_\_ Other (specify below)  
 CVP, Quality

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 (Instr. 4)
Common Stock, par value \$1.00 per share	07/01/2015		J	3,124 (1)	A \$ 0 15,788	D	
Common Stock, par value \$1.00 per share	07/01/2015		A	5,000 (2)	A \$ 0 20,788	D	
Common Stock, par					852	I	By 401(k) Plan

value \$1.00  
per share

Common  
Stock, par  
value \$1.00  
per share

394

I

In an  
account  
held jointly  
by spouse  
and son

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

**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 control  
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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 of Underlying Securities (Instr. 3 and 4)			
				Code	V	(A)	(D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares
Stock Option (Right to Buy)	\$ 30.19 (3)							(4)	09/01/2019	Common Stock, par value \$1.00 per share	5,000
Stock Option (Right to Buy)	\$ 31.77 (3)							(4)	03/03/2020	Common Stock, par value \$1.00 per share	6,958
Stock Option (Right to Buy)	\$ 28.97 (3)							(4)	03/04/2021	Common Stock, par value \$1.00 per share	7,258
Stock Option (Right to Buy)	\$ 30.95 (3)							(4)	03/06/2022	Common Stock, par value \$1.00 per share	11,075

Stock Option (Right to Buy)	\$ 37.82 (3)				(5)	03/05/2023	Common Stock, par value \$1.00 per share	11,102
Stock Option (Right to Buy)	\$ 37.17 (3)				(6)	03/04/2024	Common Stock, par value \$1.00 per share	11,263
Stock Option (Right to Buy)	\$ 37.38 (7)	07/01/2015	J	21,580 (7)	(8)	03/03/2025	Common Stock, par value \$1.00 per share	21,580
Deferred Comp Plan Baxter Common Stock Fund	(9)	07/06/2015	A	32	(10)	(10)	Common Stock, par value \$1.00 per share	32

## Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
Felicelli Robert C/O BAXTER INTERNATIONAL ONE BAXTER PARKWAY DEERFIELD, IL 60015			CVP, Quality	

## Signatures

/s/ Ellen K. McIntosh, as attorney-in-fact for Robert Felicelli 07/06/2015

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).

- (1) In connection with the spin-off (the "Spin-off") of Baxalta Incorporated ("Baxalta") from Baxter International Inc. ("Baxter"), the reporting person received a grant of 3,124 restricted stock units as a result of the adjustment of existing Baxter restricted stock units held by the reporting person prior to the Spin-off. These restricted stock units will vest in three equal annual installments beginning on March 3, 2016, the first anniversary of the grant date.
- (2) The reporting person received a grant of 5,000 restricted stock units which will vest on July 1, 2018.
- (3) Represents options to purchase Baxter common stock awarded to the reporting person prior to the Spin-off. In connection with the Spin-off, the exercise price of the option was adjusted, and the reporting person received options to purchase shares of Baxalta common

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stock, to preserve the pre-Spin-off intrinsic value of the existing Baxter option award.

- (4) This option is presently exercisable in full.
- (5) Two-thirds of this option is presently exercisable. The remaining one third becomes exercisable on March 5, 2016.
- (6) One-third of this option is presently exercisable. The remaining two thirds become exercisable on March 4, 2016 and March 4, 2017.
- (7) In connection with the Spin-off, the number of shares subject to this option and the exercise price have been adjusted to preserve the pre-Spin-off intrinsic value of the existing Baxter option award.
- (8) This option will vest in three equal annual installments beginning on March 3, 2016, the first anniversary of the grant date of the existing option award.
- (9) 1 for 1.
- (10) Reporting person allocated compensation deferred under Baxter's Deferred Compensation Plan to the Baxter Common Stock Fund notional investment alternative.

### Remarks:

Exhibit List: Exhibit 24.1-Power of Attorney

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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