

Allegion plc  
Form 10-Q  
October 27, 2016  
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UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

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FORM 10-Q

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QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15 (d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended September 30, 2016

or

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15 (d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the transition period from \_\_\_\_\_ to \_\_\_\_\_

Commission File Number 001-35971

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ALLEGION PUBLIC LIMITED COMPANY  
(Exact name of registrant as specified in its charter)

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Ireland 98-1108930  
(State or other jurisdiction of (I.R.S. Employer  
incorporation or organization) Identification No.)

Block D

Iveagh Court

Harcourt Road

Dublin 2, Ireland

(Address of principal executive offices, including zip code)

+(353) (1) 2546200

(Registrant's telephone number, including area code)

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Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. YES  NO

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). YES  NO

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See definitions of "large accelerated filer," "accelerated filer," and "smaller reporting company," in Rule 12b-2 of the Exchange Act.

Large accelerated filer  Accelerated filer

Non-accelerated filer  Smaller reporting company

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Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

YES  NO

The number of ordinary shares outstanding of Allegion plc as of October 24, 2016 was 96,015,428.

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## PART I-FINANCIAL INFORMATION

## Item 1. Financial Statements

## ALLEGION PLC

## CONDENSED AND CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(Unaudited)

	Three months ended		Nine months ended	
	September 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015
In millions, except per share amounts				
Net revenues	\$581.1	\$544.5	\$1,668.3	\$1,522.7
Cost of goods sold	317.6	304.5	921.1	873.8
Selling and administrative expenses	142.0	129.6	418.9	371.8
Operating income	121.5	110.4	328.3	277.1
Interest expense	15.6	13.7	48.4	36.6
Loss on divestitures	84.4	106.7	84.4	106.7
Other (income) expense, net	0.4	(3.2 )	(17.0 )	0.3
Earnings (loss) before income taxes	21.1	(6.8 )	212.5	133.5
Provision for income taxes	19.1	19.4	56.3	50.8
Earnings (loss) from continuing operations	2.0	(26.2 )	156.2	82.7
Discontinued operations, net of tax	—	(0.2 )	—	(0.4 )
Net earnings (loss)	2.0	(26.4 )	156.2	82.3
Less: Net earnings attributable to noncontrolling interests	0.4	0.9	1.9	0.3
Net earnings (loss) attributable to Allegion plc	\$1.6	\$(27.3 )	\$154.3	\$82.0
Amounts attributable to Allegion plc ordinary shareholders:				
Continuing operations	\$1.6	\$(27.1 )	\$154.3	\$82.4
Discontinued operations	—	(0.2 )	—	(0.4 )
Net earnings (loss)	\$1.6	\$(27.3 )	\$154.3	\$82.0
Earnings (loss) per share attributable to Allegion plc ordinary shareholders:				
Basic:				
Continuing operations	\$0.02	\$(0.28 )	\$1.61	\$0.86
Discontinued operations	—	—	—	—
Net earnings (loss)	\$0.02	\$(0.28 )	\$1.61	\$0.86
Diluted:				
Continuing operations	\$0.02	\$(0.28 )	\$1.59	\$0.85
Discontinued operations	—	—	—	—
Net earnings (loss)	\$0.02	\$(0.28 )	\$1.59	\$0.85
Weighted-average shares outstanding				
Basic	96.0	95.9	95.9	95.8