| SEC Form 4 |
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### FORM 4

# UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

| Check this box if no longer subject to | 0 |
|--|---|
| Section 16. Form 4 or Form 5           |   |
| obligations may continue. See          |   |
| Instruction 1(b).                      |   |

## STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

| OMB APPROVAL<br>MB Number: 3235-0287 |           |  |  |  |  |  |  |
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|   | or Section So(n) of the investment Company Act of 1540                         |   |
|---|--|---|
| 1. Name and Address of Reporting Person <sup>*</sup><br>Smith Karyn | 2. Issuer Name and Ticker or Trading Symbol<br><u>TWILIO INC</u> [ TWLO ]<br>- | 5. Relationship of Reporting Person(s) to Issuer<br>(Check all applicable)<br>Director 10% Owner<br>X Officer (give title Other (specify                  |
| (Last)(First)(Middle)C/O TWILIO INC.375 BEALE STREET, SUITE 300     | 3. Date of Earliest Transaction (Month/Day/Year)<br>09/18/2017                 | General Counsel and Secretary   |
| (Street)<br>SAN<br>FRANCISCO CA 94105                               | 4. If Amendment, Date of Original Filed (Month/Day/Year)                       | 6. Individual or Joint/Group Filing (Check Applicable<br>Line)<br>X Form filed by One Reporting Person<br>Form filed by More than One Reporting<br>Person |
| (City) (State) (Zip)  |  |   |

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

| 1. Title of Security (Instr. 3) | 2. Transaction<br>Date<br>(Month/Day/Year) | 2A. Deemed<br>Execution Date,<br>if any<br>(Month/Day/Year) | Code (                  | Transaction Dispos<br>Code (Instr. |                         | Acquired<br>(D) (Instr | l (A) or<br>. 3, 4 and 5)          | 5. Amount of<br>Securities<br>Beneficially<br>Owned Following<br>Reported | 6. Ownership<br>Form: Direct<br>(D) or Indirect<br>(I) (Instr. 4) | 7. Nature of<br>Indirect<br>Beneficial<br>Ownership<br>(Instr. 4) |
|---------------------------------|--|---|-------------------------|------------------------------------|-------------------------|------------------------|------------------------------------|---|---|---|
|                                 |  |   | Code                    | v                                  | Amount (A) or (D) Price |                        | Transaction(s)<br>(Instr. 3 and 4) | action(s)   |   |   |
| Class A Common Stock            | 09/18/2017                                 |   | С                       |                                    | 5,213                   | A                      | \$ <mark>0</mark>                  | <b>38,380</b> <sup>(1)</sup>  | D   |   |
| Class A Common Stock            | 09/18/2017                                 |   | <b>S</b> <sup>(2)</sup> |                                    | 5,213                   | D                      | <b>\$</b> 31.2288 <sup>(3)</sup>   | <b>33,167</b> <sup>(1)</sup>  | D   |   |

Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

| 1. Title of<br>Derivative<br>Security<br>(Instr. 3) | 2.<br>Conversion<br>or Exercise<br>Price of<br>Derivative<br>Security | 3. Transaction<br>Date<br>(Month/Day/Year) | 3A. Deemed<br>Execution Date,<br>if any<br>(Month/Day/Year) | 4.<br>Transa<br>Code (<br>8) |   | 5. Number of<br>Derivative<br>Securities<br>Acquired (A)<br>or Disposed<br>of (D) (Instr.<br>3, 4 and 5) |       | 6. Date Exercisable and<br>Expiration Date<br>(Month/Day/Year) |                    | 7. Title and Amount<br>of Securities<br>Underlying<br>Derivative Security<br>(Instr. 3 and 4) |  | 8. Price of<br>Derivative<br>Security<br>(Instr. 5) | 9. Number of<br>derivative<br>Securities<br>Beneficially<br>Owned<br>Following<br>Reported<br>Transaction(s) | 10.<br>Ownership<br>Form:<br>Direct (D)<br>or Indirect<br>(I) (Instr. 4) | 11. Nature<br>of Indirect<br>Beneficial<br>Ownership<br>(Instr. 4) |
|---|---|--|---|------------------------------|---|--|-------|--|--------------------|---|--|---|--|--|--|
|   |   |  |   | Code                         | v | (A)  | (D)   | Date<br>Exercisable  | Expiration<br>Date | Title   | Amount<br>or<br>Number<br>of<br>Shares |   | (Instr. 4)   |  |  |
| Employee<br>Stock<br>Option<br>(right to<br>buy)    | \$10.09   | 09/18/2017                                 |   | М                            |   |  | 1,047 | (4)  | 12/30/2025         | Class B<br>Common<br>Stock <sup>(5)</sup>   | 1,047                                  | \$0   | 39,208   | D  |  |
| Class B<br>Common<br>Stock <sup>(5)</sup>           | (5)   | 09/18/2017                                 |   | М                            |   | 1,047  |       | (5)  | (5)                | Class A<br>Common<br>Stock  | 1,047                                  | \$0   | 19,839 <sup>(6)</sup>  | D  |  |
| Employee<br>Stock<br>Option<br>(right to<br>buy)    | \$4.73  | 09/18/2017                                 |   | М                            |   |  | 4,166 | (7)  | 10/28/2024         | Class B<br>Common<br>Stock <sup>(5)</sup>   | 4,166                                  | \$0   | 210,452  | D  |  |
| Class B<br>Common<br>Stock <sup>(5)</sup>           | (5)   | 09/18/2017                                 |   | М                            |   | 4,166  |       | (5)  | (5)                | Class A<br>Common<br>Stock  | 4,166                                  | \$0   | 24,005 <sup>(6)</sup>  | D  |  |
| Class B<br>Common<br>Stock <sup>(5)</sup>           | (5)   | 09/18/2017                                 |   | С                            |   |  | 5,213 | (5)  | (5)                | Class A<br>Common<br>Stock  | 5,213                                  | \$0   | 18,792 <sup>(6)</sup>  | D  |  |
| Employee<br>Stock<br>Option<br>(right to<br>buy)    | \$31.96   |  |   |                              |   |  |       | (8)  | 02/09/2027         | Class A<br>Common<br>Stock  | 59,000                                 |   | 59,000   | D  |  |

#### Explanation of Responses:

1. A portion of these shares represent Restricted Stock Units ("RSUs"). Each RSU represents the contingent right to receive one share of the Issuer's Class A common stock.

2. The sales reported were effected pursuant to a Rule 10b5-1 trading plan adopted by the reporting person.

3. The reported price in Column 4 is a weighted average price. These shares were sold in multiple transactions at prices ranging from \$30.91 to \$31.64 per share, inclusive. The reporting person undertakes to provide to the Issuer, any security holder of the Issuer, or to the staff of the Securities and Exchange Commission, upon request, full information regarding the number of shares sold at each separate price within the range set forth in this footnote.

4. The shares subject to this option vest in 48 equal monthly installments, with the first installment on February 15, 2016, subject to the reporting person's continuous service to the Issuer on each such date. The option is early exercisable by the reporting person.

5. Each share of Class B common stock is convertible into one share of Class A common stock at the option of the holder and has no expiration date.

6. A portion of these shares represent Restricted Stock Units ("RSU's). Each RSU represents a contingent right to receive one share of Issuer's Class B Common Stock.

7. 25% of the shares subject to this option vested on September 2, 2015, and the remaining shares subject to this option vest in 36 equal monthly installments thereafter, subject to the reporting person's continuous service to the Issuer on each such date. The option is early exercisable by the reporting person.

8. The Stock Option ("Option") shall vest as follows: 1/4th of the Option shall vest on January 1, 2018 and 1/48th of the Option shall vest monthly thereafter, subject to continued service to the Issuer through each vesting date.

/s/ Mariam Sattar as attorney in 09/20/2017

fact for Reporting Person

\*\* Signature of Reporting Person Date

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

\* 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).

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

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 Number.