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**UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, D.C. 20549**

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**FORM 8-K**

**CURRENT REPORT**

Pursuant to Section 13 or 15(d) of the  
Securities Exchange Act of 1934

Date of report (Date of earliest event reported): July 31, 2007

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**WATTS WATER TECHNOLOGIES, INC.**

(Exact Name of Registrant as Specified in its Charter)

DELAWARE	001-11499	04-2916536
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(State or Other Jurisdiction of Incorporation)	(Commission File Number)	(IRS Employer Identification No.)
815 Chestnut Street, North Andover, Massachusetts		01845
-----		-----
(Address of Principal Executive Offices)		(Zip Code)
	(978) 688-1811	
	-----	
	(Registrant's telephone number, including area code)	
	-----	
	(Former Name or Former Address, if Changed Since Last Report)	

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Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

- ☐ Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- ☐ Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- ☐ Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- ☐ Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

**Item 2.02. Results of Operations and Financial Condition.**

On July 31, 2007, Watts Water Technologies, Inc. announced its financial results for the fiscal quarter ended July 1, 2007. The full text of the press release issued in connection with the announcement is attached as Exhibit 99.1 to this Current Report on Form 8-K.

The information in this Form 8-K and the Exhibits attached hereto shall not be deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934 (the "Exchange Act") or otherwise subject to the liabilities of that section, nor shall it be deemed incorporated by reference in any filing under the Securities Act of 1933 or the Exchange Act, except as expressly set forth by specific reference in such a filing.

**Item 9.01. Financial Statements and Exhibits.**

(d) Exhibits

The Exhibit Index attached to this Current Report is incorporated herein by reference.

## **SIGNATURE**

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

*Date: July 31, 2007*

*WATTS WATER TECHNOLOGIES, INC.*

*By: /s/ William C. McCartney*

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*William C. McCartney  
Chief Financial Officer*

## EXHIBIT INDEX

Exhibit No. -----	Description -----
99.1	Press release dated July 31, 2007

## Exhibit 99.1

FOR IMMEDIATE RELEASE Contact: William C. McCartney ----- Chief Financial Officer

Telephone: (978) 688-1811 Fax: (978) 688-2976

### WATTS WATER TECHNOLOGIES REPORTS SECOND QUARTER 2007 RESULTS

North Andover, MA...July 31, 2007. Watts Water Technologies, Inc. (NYSE:

WTS) today announced results for the second quarter ended July 1, 2007. Sales were \$350,422,000, an increase of \$50,247,000, or 17%, compared to the second quarter of 2006. Net income for the second quarter of 2007 was \$17,774,000, or \$0.46 per share, compared to net income of \$22,446,000, or \$0.68 per share for the second quarter of 2006. Income from continuing operations for the second quarter of 2007 decreased by \$4,850,000, or 22%, to \$17,693,000, or \$0.45 per share, compared to income from continuing operations for the second quarter of 2006 of \$22,543,000, or \$0.68 per share.

Sales for the first six months of 2007 were \$696,514,000, an increase of \$121,389,000, or 21%, compared to the comparable period of 2006. Net income for the first six months of 2007 was \$37,766,000, or \$0.97 per share, compared to net income of \$37,409,000, or \$1.13 per share for the comparable period of 2006. Income from continuing operations for the first six months of 2007 increased by \$110,000 to \$37,740,000, or \$0.97 per share, compared to income from continuing operations for the comparable period of 2006 of \$37,630,000, or \$1.14 per share.

Income from continuing operations and net income for the second quarter and first six months of 2006 included approximately \$4,100,000, or \$0.12 per share, related to a gain on the sale of a building in Italy.

In November 2006, the Company completed a public offering of 5,750,000 shares of Class A common stock and received net proceeds of approximately \$219,000,000. The net proceeds are currently being invested in short-term securities, which provided approximately \$1,900,000 and \$3,700,000 in after-tax income in the second quarter and first six months of 2007, respectively. The issuance of an additional 5,750,000 shares had a dilutive impact on earnings per share of \$0.02 per share and \$0.06 per share in the second quarter and first six months of 2007, respectively, after considering the interest income from the net proceeds.

Operating income for the second quarter of 2007 decreased by \$8,244,000 to \$30,316,000, as compared to \$38,560,000 for the second quarter of 2006. Operating income in the second quarter of 2006 included a gain on the sale of a building in Italy of \$6,500,000 while operating income in the second quarter of 2007 included a net charge of approximately \$2,945,000 related to an increase in the Company's workers compensation reserve primarily due to a change in estimate. The Company continues to experience profit pressures due to increased raw material costs, which were partially offset by a favorable sales mix derived from the North American wholesale market.

Patrick S. O'Keefe, Chief Executive Officer, commented, "Our sales increase for the second quarter of 2007 was achieved through internal growth of \$26,583,000, or 9%, contributions from acquired companies of \$16,590,000, or 6%, and favorable changes in foreign exchange rates of \$7,074,000, or 2%. Acquired growth was primarily attributable to the 2006 acquisitions of ATS Expansion Group, Black Teknigas, Limited, Changsha Valve Works, Kim Olofsson Safe Corporation AB and Calflex Manufacturing, Inc."

"Sales in our North American segment increased for the second quarter of 2007 by \$16,203,000, or 8%, to \$224,452,000 compared to \$208,249,000 for the second quarter of 2006. This increase was achieved primarily through internal sales growth of \$14,851,000, or 7%, and the inclusion of acquired company sales of \$1,091,000, or 1%."

"Internal sales growth in the North American wholesale market increased 11% over the second quarter of 2006. This increase was primarily due to price increases and unit growth in our commercial markets. Sales into the North American home improvement retail market were down 7% for the second quarter of 2007 compared to the second quarter of 2006. This decrease was primarily due to decreased unit sales of our residential brass and tubular products partially offset by price increases."

"We derived 31% of our total sales for the second quarter of 2007 from our European segment. European sales increased \$24,365,000, or 29%, to \$108,222,000 compared to \$83,857,000 for the second quarter of 2006. This increase was achieved through the inclusion of acquired company sales totaling \$13,173,000, or 16%, favorable foreign exchange movement associated with the strengthening of the euro versus the US dollar of \$6,195,000, or 7%, and internal growth of \$4,997,000, or 6%. Internal sales growth in the OEM market, especially in our under-floor radiant heating and solar product lines, continued to be particularly strong in the second quarter."

"China segment sales in the second quarter of 2007 increased \$9,679,000 or 120%, to \$17,748,000 compared to the second quarter of 2006. This increase was achieved through internal growth of \$6,735,000, or 83%, acquired company sales totaling \$2,326,000, or 29%, and favorable foreign exchange rates associated with the Chinese yuan strengthening against the U.S. dollar of \$618,000, or 8%. The increase in internal growth is due to increased domestic shipments of approximately \$3,484,000 and the elimination of the one month reporting lag in two of our Chinese entities, which amounted to approximately \$3,251,000."

Watts Water Technologies, Inc. will hold a live web cast of its conference call to discuss second quarter results for 2007 on Tuesday, July 31, 2007, at 5:00 p.m. Eastern Time. This press release and the live web cast can be accessed

by visiting the Investor Relations section of the Company's website at [www.wattswater.com](http://www.wattswater.com). Following the web cast, an archived version of the call will be available at the same address until July 31, 2008.

Watts Water Technologies, Inc. is a world leader in the manufacture of innovative products to control the efficiency, safety, and quality of water within residential, commercial, and institutional applications. Its expertise in a wide variety of water technologies enables it to be a comprehensive supplier to the water industry.

This Press Release includes statements that are not historical facts and are considered forward-looking within the meaning of the Private Securities Litigation Reform Act of 1995. These forward-looking statements reflect Watts Water Technologies' current views about future results of operations and other forward-looking information. In some cases you can identify these statements by forward-looking words such as "anticipate," "believe," "could," "estimate," "expect," "intend," "may," "should," "will" and "would" or similar words. You should not rely on forward-looking statements because Watts' actual results may differ materially from those indicated by these forward-looking statements as a result of a number of important factors. These factors include, but are not limited to, the following: shortages in and pricing of raw materials and supplies, including recent price increases by suppliers of raw materials and the Company's ability to pass these costs on to customers, loss of market share through competition, introduction of competing products by other companies, pressure on prices from competitors, suppliers, and/or customers, changes in variable interest rates on Company borrowings, identification and disclosure of material weaknesses in our internal control over financial reporting, failure to expand our markets through acquisitions, failure or delay in developing new products, lack of acceptance of new products, failure to manufacture products that meet required performance and safety standards, foreign exchange rate fluctuations, cyclicality of industries, such as plumbing and heating wholesalers and home improvement retailers, in which the Company markets certain of its products, economic factors, such as the levels of housing starts and remodeling, affecting the markets where the Company's products are sold, manufactured, or marketed, environmental compliance costs, product liability risks, the results and timing of the Company's manufacturing restructuring plan, changes in the status of current litigation, including the James Jones case, and other risks and uncertainties discussed under the heading "Item 1A. Risk Factors" in the Watts Water Technologies, Inc. Annual Report on Form 10-K for the year ended December 31, 2006 filed with the Securities Exchange Commission and other reports Watts files from time to time with the Securities and Exchange Commission. Watts does not intend to, and undertakes no duty to, update the information contained in this Press Release.

**WATTS WATER TECHNOLOGIES, INC. AND SUBSIDIARIES**  
**CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS**  
(Amounts in thousands, except per share information)

(Unaudited)

	Second Quarter Ended		Six Months Ended	
	July 1, 2007	July 2, 2006	July 1, 2007	July 2, 2006
STATEMENTS OF INCOME				
Net sales .....	\$ 350,422	\$ 300,175	\$ 696,514	\$ 575,125
Income from continuing operations .....	\$ 17,693	\$ 22,543	\$ 37,740	\$ 37,630
Income (loss) from discontinued operations ....	81	(97)	26	(221)
Net income .....	\$ 17,774	\$ 22,446	\$ 37,766	\$ 37,409
	=====	=====	=====	=====
DILUTED EARNINGS PER SHARE				
Weighted Average Number of Common Shares & Equivalents .....	39,027	33,038	39,005	33,015
Income (loss) per Share:				
Continuing operations .....	\$ 0.45	\$ 0.68	\$ 0.97	\$ 1.14
Discontinued operations .....	--	--	--	(0.01)
Net income .....	\$ 0.46	\$ 0.68	\$ 0.97	\$ 1.13
	=====	=====	=====	=====
Cash dividends per share .....	\$ 0.10	\$ 0.09	\$ 0.20	\$ 0.18



**WATTS WATER TECHNOLOGIES, INC. AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
(Amounts in thousands, except share information)

(Unaudited)

	July 1, 2007	December 31, 2006
	-----	-----
<b>ASSETS</b>		
<b>CURRENT ASSETS:</b>		
Cash and cash equivalents .....	\$ 327,437	\$ 342,979
Investment securities .....	19,250	11,825
Trade accounts receivable, less allowance for doubtful accounts of \$13,968 at July 1, 2007 and \$10,543 at December 31, 2006 .....	257,432	228,502
Inventories, net:		
Raw materials .....	116,238	103,587
Work in process .....	46,195	39,593
Finished goods .....	188,868	173,236
	-----	-----
Total Inventories .....	351,301	316,416
Prepaid expenses and other assets .....	21,403	15,842
Deferred income taxes .....	35,259	26,739
Assets of discontinued operations .....	10,534	10,079
	-----	-----
Total Current Assets .....	1,022,616	952,382
	-----	-----
<b>PROPERTY, PLANT AND EQUIPMENT:</b>		
Property, plant and equipment, at cost .....	408,522	391,923
Accumulated depreciation .....	(200,661)	(185,763)
	-----	-----
Property, plant and equipment, net .....	207,861	206,160
	-----	-----
<b>OTHER ASSETS:</b>		
Goodwill .....	362,055	356,090
Other, net .....	140,278	146,218
	-----	-----
<b>TOTAL ASSETS</b> .....	<b>\$ 1,732,810</b>	<b>\$ 1,660,850</b>
	=====	=====
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
<b>CURRENT LIABILITIES:</b>		
Accounts payable .....	\$ 132,870	\$ 120,954
Accrued expenses and other liabilities .....	93,972	100,437
Accrued compensation and benefits .....	36,866	42,593
Current portion of long-term debt .....	12,734	7,522
Liabilities of discontinued operations .....	27,483	27,852
	-----	-----
Total Current Liabilities .....	303,925	299,358
	-----	-----
<b>LONG-TERM DEBT, NET OF CURRENT PORTION</b> .....	<b>454,932</b>	<b>441,697</b>
<b>DEFERRED INCOME TAXES</b> .....	<b>39,294</b>	<b>34,585</b>
<b>OTHER NONCURRENT LIABILITIES</b> .....	<b>53,563</b>	<b>52,686</b>
<b>MINORITY INTEREST</b> .....	<b>4,989</b>	<b>5,971</b>
	-----	-----
<b>STOCKHOLDERS' EQUITY:</b>		
Preferred Stock, \$.10 par value; 5,000,000 shares authorized; no shares issued or outstanding .....	--	--
Class A Common Stock, \$.10 par value; 80,000,000 shares authorized; 1 vote per share; issued and outstanding: 31,390,495 shares at July 1, 2007 and 31,239,111 shares at December 31, 2006 .....	3,139	3,124
Class B Common Stock, \$.10 par value; 25,000,000 shares authorized; 10 votes per share; issued and outstanding: 7,293,880 shares at July 1, 2007 and at December 31, 2006 .....	729	729
Additional paid-in capital .....	374,545	367,795
Retained earnings .....	458,648	429,555
Accumulated other comprehensive income .....	39,046	25,350
	-----	-----
Total Stockholders' Equity .....	876,107	826,553
	-----	-----
<b>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY</b> .....	<b>\$ 1,732,810</b>	<b>\$ 1,660,850</b>
	=====	=====

**WATTS WATER TECHNOLOGIES, INC. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF OPERATIONS**  
(Amounts in thousands, except per share information)

(Unaudited)

	Second Quarter Ended		Six Months Ended	
	July 1, 2007	July 2, 2006	July 1, 2007	July 2, 2006
Net sales .....	\$ 350,422	\$ 300,175	\$ 696,514	\$ 575,125
Cost of goods sold .....	235,781	193,492	467,207	372,458
	-----	-----	-----	-----
GROSS PROFIT .....	114,641	106,683	229,307	202,667
Selling, general & administrative expenses .....	84,055	73,799	168,154	142,850
Restructuring and other charges .....	270	(5,676)	470	(5,441)
	-----	-----	-----	-----
OPERATING INCOME .....	30,316	38,560	60,683	65,258
	-----	-----	-----	-----
Other (income) expense:				
Interest income .....	(3,637)	(891)	(7,249)	(1,309)
Interest expense .....	6,744	4,952	13,051	9,144
Minority interest .....	(832)	58	(1,110)	142
Other .....	356	(662)	1,077	(896)
	-----	-----	-----	-----
	2,631	3,457	5,769	7,081
	-----	-----	-----	-----
INCOME FROM CONTINUING OPERATIONS BEFORE INCOME TAXES ...	27,685	35,103	54,914	58,177
Provision for income taxes .....	9,992	12,560	17,174	20,547
	-----	-----	-----	-----
INCOME FROM CONTINUING OPERATIONS .....	17,693	22,543	37,740	37,630
Income (loss) from discontinued operations, net of taxes .....	81	(97)	26	(221)
	-----	-----	-----	-----
NET INCOME .....	\$ 17,774	\$ 22,446	\$ 37,766	\$ 37,409
	=====	=====	=====	=====
BASIC EPS				
Income (loss) per share:				
Continuing operations .....	\$ 0.46	\$ 0.69	\$ 0.98	\$ 1.15
Discontinued operations .....	\$ --	--	--	--
	-----	-----	-----	-----
NET INCOME .....	\$ 0.46	\$ 0.69	\$ 0.98	\$ 1.15
	=====	=====	=====	=====
Weighted average number of shares .....	38,659	32,654	38,615	32,623
	=====	=====	=====	=====
DILUTED EPS				
Income (loss) per share:				
Continuing operations .....	\$ 0.45	\$ 0.68	\$ 0.97	\$ 1.14
Discontinued operations .....	--	--	--	(0.01)
	-----	-----	-----	-----
NET INCOME .....	\$ 0.46	\$ 0.68	\$ 0.97	\$ 1.13
	=====	=====	=====	=====
Weighted average number of shares .....	39,027	33,038	39,005	33,015
	=====	=====	=====	=====
Dividends per share .....	\$ 0.10	\$ 0.09	\$ 0.20	\$ 0.18
	=====	=====	=====	=====

**WATTS WATER TECHNOLOGIES, INC. AND SUBSIDIARIES**  
**SEGMENT INFORMATION**  
(Amounts in thousands)

(Unaudited)

Net Sales

	Second Quarter Ended		Six Months Ended	
	July 1, 2007	July 2, 2006	July 1, 2007	July 2, 2006
North America .....	\$ 224,452	\$ 208,249	\$ 442,777	\$ 404,815
Europe .....	108,222	83,857	223,767	156,116
China .....	17,748	8,069	29,970	14,194
Total .....	\$ 350,422	\$ 300,175	\$ 696,514	\$ 575,125
	=====	=====	=====	=====

Operating Income

	Second Quarter Ended		Six Months Ended	
	July 1, 2007	July 2, 2006	July 1, 2007	July 2, 2006
North America .....	\$ 20,216	\$ 25,959	\$ 41,415	\$ 48,527
Europe .....	12,833	15,608	27,243	25,178
China .....	4,015	2,397	6,064	3,412
Corporate .....	(6,748)	(5,404)	(14,039)	(11,859)
Total .....	\$ 30,316	\$ 38,560	\$ 60,683	\$ 65,258
	=====	=====	=====	=====