

Price Waterhouse & Co Bangalore LLP

Chartered Accountants

The Board of Directors
Kennametal India Limited
8/9th Mile, Tumkur Road
Bangalore - 560073

1. We have reviewed the unaudited financial results of Kennametal India Limited (the "Company") for the quarter ended September 30, 2016, which are included in the accompanying "Statement of standalone unaudited financial results for the quarter ended September 30, 2016" (the "Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015"), which has been initialled by us for identification purposes. The Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement.
3. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Price Waterhouse & Co Bangalore LLP
Firm Registration Number: 007567S/S-200012
Chartered Accountants

Shivakumar Hegde
Partner
Membership Number: 204627

Bangalore
November 14, 2016

*Price Waterhouse & Co Bangalore LLP, Registered office and Head office: 5th Floor, Tower D
The Millenia, 1 & 2 Murphy Road, Ulsoor, Bangalore - 560 008
T: +91 (80) 4079 5000, F: +91 (80) 4079 5222*

Registered office and Head office: 5th Floor, Tower D, The Millenia, 1 & 2 Murphy Road, Ulsoor, Bangalore - 560 008

Price Waterhouse & Co Bangalore LLP (LLP IN: AAC-6284) is registered as a Limited Liability Partnership (LLP). Price Waterhouse & Co., Bangalore has converted from partnership firm to an LLP effective August 25, 2014. Its registration number with ICAI after said conversion as LLP is 007567S/S200012 (registration number before conversion was 007567S)



Kennametal India Limited

Regd Office : 8/9th Mile, Tumkur Road,
Bangalore - 560 073.

Statement of Standalone Unaudited Financial Results for the Quarter ended September 30, 2016

PART I

(Rs. in Lakhs except per share data)

Sl. No.	Particulars	3 months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	Previous year ended
		(30/09/2016) (Unaudited)	(30/06/2016) (Refer Note 4)	(30/09/2015) (Unaudited)	(30/06/2016) (Audited)
1	Income from Operations	1	2	3	4
a)	Net Sales / Income from Operations (Net of Excise duty)	14897	15226	12545	56173
b)	Other Operating Income	235	253	194	856
	Total Income from operations (net)	15132	15479	12739	57029
2	Expenses				
a)	Cost of raw materials consumed	4406	4890	3365	16695
b)	Purchase of stock-in-trade	4195	3868	3600	14676
c)	Change in inventories of finished goods, work in progress and stock-in-trade	-263	-745	-208	-1260
d)	Employee benefits expense	2890	2749	2565	11101
e)	Depreciation and amortisation expense	654	614	595	2411
f)	Other expenses	2819	3255	2604	11225
	Total Expenses	14701	14631	12521	54848
3	Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)	431	848	218	2181
4	Other Income	175	345	226	890
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 ± 4)	606	1193	444	3071
6	Finance costs	-	-	-	-
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 ± 6)	606	1193	444	3071
8	Exceptional Items Income/ (Expense)	-	-	-	-
9	Profit/(Loss) from ordinary activities before tax (7 ± 8)	606	1193	444	3071
10	Tax expense	137	473	97	997
11	Net Profit/(Loss) from ordinary activities after tax (9 ± 10)	469	720	347	2074
12	Extraordinary items (net of tax expense)	-	-	-	-
13	Net Profit/ (Loss) for the period (11 ± 12)	469	720	347	2074





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(Rs. in Lakhs except per share data)

Sl. No.	Particulars	3 months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	Previous year ended
		(30/09/2016) (Unaudited)	(30/06/2016) (Refer Note 4)	(30/09/2015) (Unaudited)	(30/06/2016) (Audited)
		1	2	3	4
14	Paid-up equity share capital (Face value - Rs 10 per share)	2198	2198	2198	2198
15	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	35510
16 i.	Earnings Per Share(before extraordinary items) (Rs. 10 each) (not annualised)				
a) Basic		2.13	3.28	1.58	9.44
b) Diluted		2.13	3.28	1.58	9.44
16 ii.	Earnings Per Share(after extraordinary items) (Rs. 10 each) (not annualised)				
a) Basic		2.13	3.28	1.58	9.44
b) Diluted		2.13	3.28	1.58	9.44





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Reporting of Segment Wise Revenue, Results and Capital employed

	(Rs. in Lakhs)			
	3 months ended	Previous 3 months ended	Corresponding 3 months ended in the previous year	Previous accounting year ended
1 Segment Revenue (Sales / Income)	(30/09/2016)	(30/06/2016)	(30/09/2015)	(30/06/2016)
<u>Net Sales</u>	<u>(Unaudited)</u>	<u>(Refer Note 4)</u>	<u>(Unaudited)</u>	<u>(Audited)</u>
Machine Tools	1735	2052	1654	9311
Hard Metal and Hard Metal Products	1397	13427	11085	47718
Net Sales / Income from Operations	15132	15479	12739	57029
2 Segment Results				
Machine Tools	39	442	(120)	787
Hard Metal and Hard Metal Products	1111	1150	1044	4321
Total	1150	1592	924	5108
Other Un-allocable expenditure	(656)	(688)	(602)	(2668)
Un-allocable income	112	289	122	631
Total Profit before Tax	606	1193	444	3071
3 Capital Employed (Segment Assets less Segment Liabilities)				
Machine Tools	3522	3029	1482	3029
Hard Metal and Hard Metal Products	22138	21133	21139	21133
Unallocated	12517	13546	13890	13546
Total	38177	37708	36511	37708



Notes to the unaudited financial results for the Quarter ended September 30, 2016

- 1 The unaudited financial results for the quarter and the three months ended September 30, 2016, were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on November 14, 2016.
- 2 Segments have been identified in line with the Accounting Standard on Segment Reporting (AS - 17), taking into account the organisation structure as well as the differential risks and returns of these segments.
- 3 Segment revenue, results and capital employed figures include the respective amounts identifiable to each of these segments. Other unallocable expenditure include expenses incurred on common services provided to these segments which are not directly identifiable to the individual segments as well as expenses incurred at a corporate level which relate to the Company as a whole.
- 4 Figures for the quarter ended June 30, 2016 have been arrived at by deducting published figures upto third quarter ended March 31, 2016 from the audited figures of the full financial year ended June 30, 2016.
- 5 Previous quarter's/ year's figures have been regrouped wherever necessary to conform to current quarter's/ year's classification.

For and on behalf of the Board of Directors
Kennametal India Limited

Place : Bangalore

Date : November 14, 2016


Bhagya Chandra Rao
Managing Director

