

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 December 31, 2016 which are included in the accompanying Statement of standalone unaudited results for the quarter and six months ended December 31, 2016 and the Statement of Assets and Liabilities as on that date (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
February 2, 2017

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

Price Waterhouse & Co., Bangalore (a Partnership Firm) converted into Price Waterhouse & Co Bangalore LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-6284) with effect from, August 25, 2014. Post its conversion to Price Waterhouse & Co Bangalore LLP, its ICAI registration number is 007567S/S-200012 (ICAI registration number before conversion was 007567S)

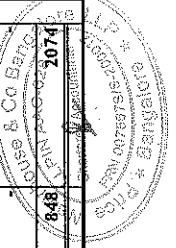
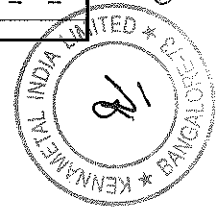


Kennametal India Limited

Regd Office : 8/9th Mile, Tumkur Road,
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Statement of Standalone Unaudited Financial Results for the Quarter and Six Months Ended December 31, 2016

Sl. No.	Particulars	(Rs. in Lakhs except per share data)					
		3 months ended (31/12/2016) (Unaudited)	Preceding 3 months ended (30/09/2016) (Unaudited)	Corresponding 3 months ended in the previous year (31/12/2015) (Unaudited)	Year to date figures for the current period (31/12/2016) (Unaudited)	Year to date figures for the previous year (31/12/2015) (Unaudited)	Previous year ended (30/06/2016) (Audited)
		1	2	3	4	5	6
1	Income from Operations						
	a) Net Sales / Income from Operations (Net of Excise duty)	15749	14897	14211	30646	26756	56173
	b) Other Operating Income	247	235	192	482	386	856
	Total Income from operations (net)	15996	15132	14403	31128	27142	57029
2	Expenses						
	a) Cost of raw materials consumed	4284	4406	4014	8690	7379	16695
	b) Purchase of stock-in-trade	4104	4195	3596	8299	7196	14676
	c) Change in inventories of finished goods, work in progress and stock-in-trade	195	(263)	63	(68)	(145)	(1260)
	d) Employee benefits expense	2907	2890	2886	5797	5451	11101
	e) Depreciation and amortisation expense	686	654	603	1340	1198	2411
	f) Other expenses	3085	2819	2691	5904	5295	11225
	Total Expenses	15261	14701	13853	29962	26374	54848
3	Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)	735	431	550	1166	768	2181
4	Other Income	221	175	163	396	389	890
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 ± 4)	956	606	713	1562	1157	3071
6	Finance costs	-	-	-	-	-	-
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 ± 6)	956	606	713	1562	1157	3071
8	Exceptional items Income/ (Expense)	183	137	212	320	309	997
9	Profit/(Loss) from ordinary activities before tax (7 ± 8)	773	469	501	1242	848	2074
10	Tax expense	-	-	-	-	-	-
11	Net Profit / (Loss) from ordinary activities after tax (9 ± 10)	773	469	501	1242	848	2074
12	Extraordinary items (net of tax expense)	-	-	-	-	-	-
13	Net Profit/ (Loss) for the period (11 ± 12)	773	469	501	1242	848	2074





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Statement of Standalone Unaudited Financial Results for the Quarter and Six Months Ended December 31, 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	Year to date figures for the current period	Year to date figures for the previous year	Previous year ended
		(31/12/2016) (Unaudited)	(30/09/2016) (Unaudited)	(31/12/2015) (Unaudited)	(31/12/2016) (Unaudited)	(31/12/2015) (Unaudited)	(30/06/2016) (Audited)
		1	2	3	4	5	6
14	Paid-up equity share capital (Face value - Rs 10 per share)	2198	2198	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)	3.52	2.13	2.28	5.65	3.86	9.44
	a) Basic	3.52	2.13	2.28	5.65	3.86	9.44
	b) Diluted						
16 ii.	Earnings Per Share (after extraordinary items) (Rs. 10 each) (not annualised)	3.52	2.13	2.28	5.65	3.86	9.44
	a) Basic	3.52	2.13	2.28	5.65	3.86	9.44
	b) Diluted						





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Reporting of Segment Wise Revenue, Results and Capital employed

	(Rs. in Lakhs)					
	3 months ended (31/12/2016) (Unaudited)	Previous 3 months ended (30/09/2016) (Unaudited)	Corresponding 3 months ended in the previous year (31/12/2015) (Unaudited)	Year to date figures for the current period ended (31/12/2016) (Unaudited)	Year to date figures for the previous period ended (31/12/2015) (Unaudited)	Previous accounting year ended (30/06/2016) (Audited)
1 Segment Revenue (Sales / Income)						
Net Sales						
Machine Tools	2046	1735	2824	3781	4478	9311
Hard Metal and Hard Metal Products	13950	13397	11579	27347	22664	47718
Net Sales / Income from Operations	15996	15132	14403	31128	27142	57029
2 Segment Results						
Machine Tools	(31)	39	284	8	164	787
Hard Metal and Hard Metal Products	1669	1111	967	2780	2011	4321
Total	1638	1150	1251	2788	2175	5108
Other Un-allocable expenditure	(763)	(656)	(704)	(1419)	(1305)	(2668)
Un-allocable income	81	112	166	193	287	631
Total Profit before Tax	956	606	713	1562	1157	3071
3 Capital Employed (Segment Assets less Segment Liabilities)						
Machine Tools	3302	3522	1761	3302	1761	3029
Hard Metal and Hard Metal Products	24272	22138	20773	24272	20773	21133
Unallocated	11377	12517	14477	11377	14477	13546
Total	38951	38177	37011	38951	37011	37708





Kennametal India Limited

Notes to the unaudited financial results for the quarter and six months ended December 31, 2016

- 1 The unaudited financial results for the quarter and six months ended December 31, 2016, were reviewed by the Audit Committee on February 2, 2017 and approved by the Board of Directors at its meeting held on February 2, 2017.
- 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 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

Bhagya Chandra Rao
Managing Director

Place : Bangalore

Date : February 2, 2017

