

# Price Waterhouse & Co Bangalore LLP

## Chartered Accountants

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

1. We have reviewed the unaudited financial results of Kennametal India Limited (the "Company") for the quarter ended March 31, 2016 which are included in the accompanying "Statement of standalone unaudited results for the Quarter and Nine months ended March 31, 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  
May 6, 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*

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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,  
Bangalore - 560 073.

Statement of Standalone Unaudited Results for the Quarter and Nine Months Ended 31/03/2016

PART I

(Rs. in Lakhs except per share data)

Sl. No.	Particulars	Year to date figures for the previous year ended					
		3 months ended (31/03/2016) (Unaudited)	Preceding 3 months ended (31/12/2015) (Unaudited)	Corresponding 3 months ended in the previous year (31/03/2015) (Unaudited)	Year to date figures for the current period ended (31/03/2016) (Unaudited)	Year to date figures for the previous year ended (31/03/2015) (Unaudited)	Previous year ended (30/06/2015) (Audited)
		1	2	3	4	5	6
1	<b>Income from Operations</b>						
a)	Net Sales / Income from Operations (Net of Excise duty)	14405	14397	12835	41525	41227	57002
b)	Other Operating Income	3	6	5	25	16	23
	<b>Total Income from operations (net)</b>	<b>14408</b>	<b>14403</b>	<b>12840</b>	<b>41550</b>	<b>41243</b>	<b>57025</b>
2	<b>Expenses</b>						
a)	Cost of raw materials consumed	4426	4014	4184	11805	12544	16761
b)	Purchase of stock-in-trade	3612	3596	2971	10808	9627	12963
c)	Change in inventories of finished goods, work in progress and stock-in-trade	-370	63	-794	-515	-576	116
d)	Employees benefit expense	2901	2886	2286	8352	7461	10161
e)	Depreciation and amortisation expense	599	603	634	1797	1970	2565
f)	Other expenses	2675	2691	3012	7970	8215	11019
	<b>Total Expenses</b>	<b>13843</b>	<b>13853</b>	<b>12293</b>	<b>40217</b>	<b>39241</b>	<b>53585</b>
3	<b>Profit/(Loss) from operations before other income, finance costs and exceptional Items (1-2)</b>	<b>565</b>	<b>550</b>	<b>547</b>	<b>1333</b>	<b>2002</b>	<b>3440</b>
4	Other Income	156	163	149	545	418	554
5	<b>Profit / (Loss) from ordinary activities before finance costs and exceptional Items (3 + 4)</b>	<b>721</b>	<b>713</b>	<b>696</b>	<b>1878</b>	<b>2420</b>	<b>3994</b>
6	Finance costs	-	-	-	-	-	-
7	<b>Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 ± 6)</b>	<b>721</b>	<b>713</b>	<b>696</b>	<b>1878</b>	<b>2420</b>	<b>3994</b>
8	Exceptional Items - Income/ (Expense)	-	-	-	-	-	647
9	<b>Profit/(Loss) from ordinary activities before tax (7 + 8)</b>	<b>721</b>	<b>713</b>	<b>696</b>	<b>1878</b>	<b>2420</b>	<b>4641</b>
10	Tax expense	215	212	185	524	656	1289
11	<b>Net Profit / (Loss) from ordinary activities after tax (9 ± 10)</b>	<b>506</b>	<b>501</b>	<b>511</b>	<b>1354</b>	<b>1764</b>	<b>3352</b>
12	Extraordinary items (net of tax expense)	-	-	-	-	-	-
13	<b>Net Profit/ (Loss) for the period (11 ± 12)</b>	<b>506</b>	<b>501</b>	<b>511</b>	<b>1354</b>	<b>1764</b>	<b>3352</b>
14	Share of profit / (loss) of associates	-	-	-	-	-	-
15	Minority interest	-	-	-	-	-	-
16*	<b>Net Profit / (Loss) after taxes, minority interest and share of profit/ (loss) of associates (13 ± 14 ± 15)</b>	<b>506</b>	<b>501</b>	<b>511</b>	<b>1354</b>	<b>1764</b>	<b>3352</b>





Kennametal India Limited

Regd Office : 8/9th Mile, Tumkur Road,  
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Statement of Standalone Unaudited Results for the Quarter and Nine Months Ended 31/03/2016

PART I

Sl. No.	Particulars	(Rs. in Lakhs except per share data)					
		3 months ended (31/03/2016) (Unaudited)	Preceding 3 months ended (31/12/2015) (Unaudited)	Corresponding 3 months ended in the previous year (31/03/2015) (Unaudited)	Year to date figures for the current period ended (31/03/2016) (Unaudited)	Year to date figures for the previous year ended (31/03/2015) (Unaudited)	Previous year ended (30/06/2015) (Audited)
		1	2	3	4	5	6
17	Paid-up equity share capital (Face value - Rs 10 per share)	2198	2198	2198	2198	2198	2198
18	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	33965
19 i.	<b>Earnings Per Share(before extraordinary items) (Rs. 10 each)</b> (not annualised)						
	a) Basic	2.30	2.28	2.33	6.16	8.03	15.25
	b) Diluted	2.30	2.28	2.33	6.16	8.03	15.25
19 ii.	<b>Earnings Per Share(after extraordinary items) (Rs. 10 each) (not annualised)</b>						
	a) Basic	2.30	2.28	2.33	6.16	8.03	15.25
	b) Diluted	2.30	2.28	2.33	6.16	8.03	15.25



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# Kennametal India Limited

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

Reporting of Segment Wise Revenue, Results and Capital employed

	(Rs. in Lakhs)					
	3 months ended (31/03/2016) (Unaudited)	Previous 3 months ended (31/12/2015) (Unaudited)	Corresponding 3 months ended in the previous year (31/03/2015) (Unaudited)	Year to date figures for the current period ended (31/03/2016) (Unaudited)	Year to date figures for the previous period ended (31/03/2015) (Unaudited)	Previous accounting year ended (30/06/2015) (Audited)
<b>1 Segment Revenue (Sales / Income)</b>						
Net Sales						
Machine Tools	2781	2824	1854	7259	6172	10316
Hard Metal and Hard Metal Products	11627	11579	10986	34291	35071	46709
<b>Net Sales / Income from Operations</b>	<b>14408</b>	<b>14403</b>	<b>12840</b>	<b>41550</b>	<b>41243</b>	<b>57025</b>
<b>2 Segment Results</b>						
Machine Tools	181	284	334	345	833	1974
Hard Metal and Hard Metal Products	1160	967	977	3171	3323	4137
<b>Total</b>	<b>1341</b>	<b>1251</b>	<b>1311</b>	<b>3516</b>	<b>4156</b>	<b>6111</b>
Exceptional and other Non recurring items - Income/ (Expense)	-	-	-	-	-	647
Un-allocable expenditure	(675)	(704)	(732)	(1980)	(2052)	(2644)
Un-allocable income	55	166	117	342	316	527
<b>Total Profit before Tax</b>	<b>721</b>	<b>713</b>	<b>696</b>	<b>1878</b>	<b>2420</b>	<b>4641</b>
<b>3 Capital Employed (Segment Assets less Segment Liabilities)</b>						
Machine Tools	2708	1761	1007	2708	1007	849
Hard Metal and Hard Metal Products	20659	20773	21340	20659	21340	20111
Un allocable	14151	14477	12757	14151	12757	15203
<b>Total</b>	<b>37518</b>	<b>37011</b>	<b>35104</b>	<b>37518</b>	<b>35104</b>	<b>36163</b>



**Notes to the unaudited financial results for the quarter and nine months ended March 31, 2016**

- 1 The unaudited financial results for the quarter and nine months ended March 31, 2016, were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on May 6, 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 Exceptional items (debited)/ credited to the statement of Profit & Loss are as follows:

	3 months ended (31/03/2016)	Preceding 3 months ended (31/12/2015)	Corresponding 3 months ended in the previous year (31/03/2015)	Year to date figures for the current period ended (31/03/2016)	Year to date figures for the previous period ended (31/03/2015)	Previous Year ended (30/06/2015)
i. Profit on sale of free-hold land (acquired by KIADB for BMRCL)	-	-	-	-	-	555
ii. Interest on delay in disbursement of compensation from KIADB for sale of free-hold land (acquired by KIADB for BMRCL)	-	-	-	-	-	92

Rs. in Lakhs

- 5 Previous quarter/s/ year's figures have been regrouped wherever necessary to conform to current quarter/s/ year's classification.

Place : Bangalore

Date : May 6, 2016

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



Bhagya Chandra Rao  
Managing Director

