



Ref:Sec/Sto/16/02-01

Corporate Relationship Department
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street, Mumbai – 400001

February 04, 2016

Dear Sirs,

Subject **Board Meeting, Kennametal India Limited, Scrip Code: 505890**
Disclosure under Regulation 30 & 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Please refer to our letter No. **Sec/Sto/16/01-05** dated January 18, 2016 informing you of the Board Meeting of the Company on February 04, 2016, to consider, *inter alia*, the unaudited financial results for the second quarter and half year ended **December 31, 2015**.

At the meeting of the Board of Directors held on February 04, 2016, the Board has *inter alia* approved the un-audited financial results of the Company for the second quarter and half year ended December 31, 2015. The said results, in the prescribed format, are being attached herewith.

Kindly take the same on record and oblige.

Thanking you,

Yours faithfully,
For Kennametal India Limited


Kundan K. Lal
General Manager – Legal
& Company Secretary



Encl: As above

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, 2015, which are included in the accompanying Statement of Standalone Unaudited Results for the Quarter and Six Months ended December 31, 2015 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

Mumbai
February 4, 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
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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,
Bangalore - 560 073.

Statement of Standalone Unaudited Results for the Quarter and Six Months Ended 31/12/2015

| PART I Sl. No. | Particulars | (Rs. in Lakhs except per share data) | | | | | |
|-------------------|---|---|--|---|---|--|---|
| | | 3 months ended (31/12/2015) (Unaudited) | Preceding 3 months ended (30/09/2015) (Unaudited) | Corresponding 3 months ended in the previous year (31/12/2014) (Unaudited) | Year to date figures for the current period ended (31/12/2015) (Unaudited) | Year to date figures for the previous year ended (31/12/2014) (Unaudited) | Previous year ended (30/06/2015) (Audited) |
| | | 1 | 2 | 3 | 4 | 5 | 6 |
| 1 | Income from Operations | | | | | | |
| | a) Net Sales / Income from Operations (Net of Excise duty) | 14397 | 12723 | 14273 | 27120 | 28392 | 57002 |
| | b) Other Operating Income | 6 | 16 | 6 | 22 | 11 | 23 |
| | Total Income from operations (net) | 14403 | 12739 | 14279 | 27142 | 28403 | 57025 |
| 2 | Expenses | | | | | | |
| | a) Cost of raw materials consumed | 4014 | 3365 | 4288 | 7379 | 8360 | 16761 |
| | b) Purchase of stock-in-trade | 3596 | 3600 | 3441 | 7196 | 6656 | 12963 |
| | c) Change in inventories of finished goods, work in progress and stock-in-trade | 63 | (208) | 30 | (145) | 218 | 116 |
| | d) Employees benefit expense | 2886 | 2565 | 2648 | 5451 | 5175 | 10161 |
| | e) Depreciation and amortisation expense | 603 | 595 | 668 | 1198 | 1336 | 2565 |
| | f) Other expenses | 2691 | 2604 | 2509 | 5295 | 5203 | 11019 |
| | Total Expenses | 13853 | 12521 | 13584 | 26374 | 26948 | 53585 |
| 3 | Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2) | 550 | 218 | 695 | 768 | 1455 | 3440 |
| 4 | Other Income | 163 | 226 | 127 | 389 | 269 | 554 |
| 5 | Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 ± 4) | 713 | 444 | 822 | 1157 | 1724 | 3994 |
| 6 | Finance costs | - | - | - | - | - | - |
| 7 | Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 ± 6) | 713 | 444 | 822 | 1157 | 1724 | 3994 |
| 8 | Exceptional items Income/ (Expense) | 212 | 97 | 222 | 309 | 471 | 1289 |
| 9 | Profit/(Loss) from ordinary activities before tax (7 ± 8) | 501 | 347 | 600 | 848 | 1253 | 3352 |
| 10 | Tax expense | - | - | - | - | - | - |
| 11 | Net Profit / (Loss) from ordinary activities after tax (9 ± 10) | 501 | 347 | 600 | 848 | 1253 | 3352 |
| 12 | Extraordinary items (net of tax expense) | - | - | - | - | - | - |
| 13 | Net Profit/ (Loss) for the period (11 ± 12) | 501 | 347 | 600 | 848 | 1253 | 3352 |
| 14 | Share of profit / (loss) of associates | - | - | - | - | - | - |
| 15 | Minority interest | - | - | - | - | - | - |
| 16 | Net Profit / (Loss) after taxes, minority interest and share of profit/ (loss) of associates (13 ± 14 ± 15) | 501 | 347 | 600 | 848 | 1253 | 3352 |





Kennametal India Limited

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

Statement of Standalone Unaudited Results for the Quarter and Six Months Ended 31/12/2015

PART I

(Rs. in Lakhs except per share data)

| Sl. No. | Particulars | (Rs. in Lakhs except per share data) | | | | | | | | | | | |
|---------|--|---|---|--|---|---|---|---|---|--|---|---|---|
| | | 3 months ended (31/12/2015) (Unaudited) | 1 | Preceding 3 months ended (30/09/2015) (Unaudited) | 2 | Corresponding 3 months ended in the previous year (31/12/2014) (Unaudited) | 3 | Year to date figures for the current period ended (31/12/2015) (Unaudited) | 4 | Year to date figures for the previous year ended (31/12/2014) (Unaudited) | 5 | Previous year ended (30/06/2015) (Audited) | 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. | Earnings Per Share (before extraordinary items) (Rs. 10 each) (not annualised) | 2.28 | | 1.58 | | 2.73 | | 3.86 | | 5.70 | | 15.25 | |
| | a) Basic | 2.28 | | 1.58 | | 2.73 | | 3.86 | | 5.70 | | 15.25 | |
| | b) Diluted | | | | | | | | | | | | |
| 19 ii. | Earnings Per Share (after extraordinary items) (Rs. 10 each) (not annualised) | 2.28 | | 1.58 | | 2.73 | | 3.86 | | 5.70 | | 15.25 | |
| | a) Basic | 2.28 | | 1.58 | | 2.73 | | 3.86 | | 5.70 | | 15.25 | |
| | b) Diluted | | | | | | | | | | | | |



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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 (31/12/2015) (Unaudited) | Previous 3 months ended (30/09/2015) (Unaudited) | Corresponding 3 months ended in the previous year (31/12/2014) (Unaudited) | Year to date figures for the current period ended (31/12/2015) (Unaudited) | Year to date figures for the previous year ended (31/12/2014) (Unaudited) | Previous accounting year ended (30/06/2015) (Audited) |
| 1 Segment Revenue (Sales / Income) | | | | | | |
| Net Sales | 2824 | 1654 | 2401 | 4478 | 4318 | 10316 |
| Machine Tools | 11579 | 11085 | 11878 | 22664 | 24085 | 46709 |
| Hard Metal and Hard Metal Products | 14403 | 12739 | 14279 | 27142 | 28403 | 57025 |
| Net Sales / Income from Operations | | | | | | |
| 2 Segment Results | | | | | | |
| Machine Tools | 284 | (120) | 323 | 164 | 499 | 1974 |
| Hard Metal and Hard Metal Products | 967 | 1044 | 1084 | 2011 | 2346 | 4137 |
| Total | 1251 | 924 | 1407 | 2175 | 2845 | 6111 |
| Exceptional and other Non recurring items Income/(Expense) | - | - | - | - | - | 647 |
| Un-allocable expenditure | (704) | (601) | (689) | (1305) | (1320) | (2644) |
| Un-allocable income | 166 | 121 | 104 | 287 | 199 | 527 |
| Total Profit before Tax | 713 | 444 | 822 | 1157 | 1724 | 4641 |
| 3 Capital Employed (Segment Assets less Segment Liabilities) | | | | | | |
| Machine Tools | 1761 | 1482 | 464 | 1761 | 464 | 849 |
| Hard Metal and Hard Metal Products | 20773 | 21139 | 21681 | 20773 | 21681 | 20111 |
| Un allocable | 14477 | 13890 | 12448 | 14477 | 12448 | 15203 |
| Total | 37011 | 36511 | 34593 | 37011 | 34593 | 36163 |





Kennametal India Limited

Regd Office : 8/9th Mile, Tumkur Road, Bangalore - 560 073.
Statement of Assets and Liabilities

| Particulars | Rs. in Lakhs | |
|---|---|---|
| | As at Current half year ended (31/12/2015) (Unaudited) | As at Previous year ended (30/06/2015) (Audited) |
| A EQUITY AND LIABILITIES | | |
| 1 Shareholders' Funds | | |
| (a) Share capital | 2198 | 2198 |
| (b) Reserves & Surplus | 34813 | 33965 |
| (c) Money received against share warrants | - | - |
| Sub-total - Shareholders' funds | 37011 | 36163 |
| 2 Share application money pending allotment | - | - |
| 3 Minority interest | - | - |
| 4 Non-current liabilities | | |
| (a) Long term borrowings | - | - |
| (b) Other long-term liabilities | - | - |
| (c) Long-term provisions | 980 | 1146 |
| Sub-total - Non-current liabilities | 980 | 1146 |
| 5 Current liabilities | | |
| (a) Short-term borrowings | - | - |
| (b) Trade payables | 6336 | 6173 |
| (c) Other current liabilities | 3176 | 3786 |
| (d) Short-term provisions | 605 | 567 |
| Sub-total - Current liabilities | 10117 | 10526 |
| TOTAL - EQUITY AND LIABILITIES | 48108 | 47835 |
| B ASSETS | | |
| 1 Non-current assets | | |
| (a) Fixed assets | 10553 | 10724 |
| (b) Goodwill on consolidation | - | - |
| (c) Non-current investments | - | - |
| (d) Deferred tax assets (net) | 1012 | 936 |
| (e) Long-term loans and advances | 5212 | 3677 |
| (f) Other non-current assets | 185 | 185 |
| Sub-total - Non-current assets | 16962 | 15522 |
| 2 Current assets | | |
| (a) Current investments | - | - |
| (b) Inventories | 10067 | 9440 |
| (c) Trade receivables | 11396 | 11085 |
| (d) Cash and cash equivalents | 7874 | 9479 |
| (e) Short-term loans and advances | 1788 | 1532 |
| (f) Other current assets | 21 | 777 |
| Sub-total - Current assets | 31146 | 32313 |
| TOTAL - ASSETS | 48108 | 47835 |



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Kennametal India Limited

Notes to the unaudited financial results for the quarter and six months ended December 31, 2015

- 1 The unaudited financial results for the quarter and six months ended December 31, 2015, were reviewed by the Audit Committee on February 3, 2016 and approved by the Board of Directors at its meeting held on February 4, 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:

Rs. in Lakhs

| | 3 months ended (31/12/2015) | Preceding 3 months ended (30/09/2015) | Corresponding 3 months ended in the previous year (31/12/2014) | Year to date figures for the current period ended (31/12/2015) | Year to date figures for the previous year ended (31/12/2014) | 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 |

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

Place : Bangalore

Date : February 4, 2016

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


Bhagya Chandra Rao
Managing Director

