



Ref:Sec/Sto/2020/03/01

March 2, 2020

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

Dear Sirs,

Subject : Submission of Disclosure on Related Party Transactions Kennametal India Limited, Scrip Code: 505890
Ref : Disclosure under Regulation 23(9) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015
[Scrip Code: 505890] - Kennametal India Limited

Pursuant to Regulation 23(9) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby submit disclosure of Related Party Transactions on consolidated basis for the period ended December 31, 2019, drawn in accordance with the applicable accounting standards.

Kindly take the same on record and oblige.

Thanking you,

Yours faithfully,

for **Kennametal India Limited**

Naveen Chandra P
General Manager – Legal & Company Secretary

NOTES TO FINANCIAL STATEMENTS

A) Names of related parties and description of relationship:

a) Parties where control exists:

(i)	Ultimate Holding Company	Kennametal Inc, USA
(ii)	Immediate holding company	Meturit A.G. Zug, Switzerland
(iii)	Enterprises holding, directly or indirectly, substantial interest in Meturit A.G. Zug	Widia GmbH, Germany Kennametal Holding GmbH, Germany Kennametal Europe GmbH, Switzerland Kennametal Luxembourg Holding S.A.R.L Kennametal Holdings , LLC, Luxembourg S.C.S Kennametal Holdings Europe Inc, USA
(ii)	Wholly Owned Subsidiary	Widia India Tooling Pvt. Ltd.,

b) Parties under common control with whom transactions have taken place during the year:

	Fellow Subsidiaries	Kennametal Australia Pty Ltd, Australia Kennametal Korea Co., Ltd., Korea Kennametal Japan Ltd., Japan Kennametal Do Brasil LTDA, Brazil Kennametal Hard Point (Shanghai) Ltd., China Kennametal Distribution Services Asia PTE. Ltd., Singapore Kennametal Shared Services Pvt Ltd., India Kennametal (China) Co Ltd., China Hanita Metal Works Ltd. (P), Israel Kennametal Asia China Management Company, Shanghai Kennametal Stellite Inc. USA Kennametal Stellite L.P. Goshen. USA Kennametal (Thailand) Co., Ltd., Thailand Kennametal (Malaysia) Sdn. Bhd., Malaysia* PT. Kennametal Indonesia Services, Indonesia* Kennametal (Xuzhou) Co.,Ltd. China* Kennametal Produktions GmbH & Co. KG, Germany* Kennametal UK Ltd.,United Kingdom* Kennametal (Singapore) PTE. Ltd., Singapore*
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c)	Key Management Personnel	Bhagya Chandra Rao – Managing Director Suresh Reddy KV -CFO Naveen Chandra Prakash- CS
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* No transaction during the year

Notes:

- The above information has been determined to the extent such parties have been identified on the basis of information available with the Company.
- The above does not include related party transactions with retiral funds, as management personnel of the Company who are trustees of funds cannot individually exercise significant influence on the retiral funds transactions.

RELATED PARTY DISCLOSURES

B) Summary of the transactions with related parties is as follows

a) Transactions

	PARTIES WHERE CONTROL EXIST		FELLOW SUBSIDIARIES		TOTAL	
	[A(a)]		[A(b)]			
	Q2 FY20	Q1 FY20	Q2 FY20	Q1 FY20	Q2 FY20	Q1 FY20
REVENUE	527	583	53	48	580	631
Kennametal Inc.,USA	112	118			112	118
Kennametal Europe GmbH, Switzerland	138	176			138	176
Widia India Tooling Pvt. Ltd.,	276	289			276	289
Kennametal HardPoint (Shanghai) Ltd., China			30	26	30	26
Kennametal Distribution Services Asia Pte. Ltd., Singapore			13	13	13	13
Others			10	9	10	9
OTHER INCOME - TOTAL	-	-	9	10	9	10
Kennametal Shared Services Private Ltd., India			5	4	5	4
Kennametal Stellite L.P. USA			3	3	3	3
Widia India Tooling Pvt. Ltd., (Interest Income on Loan Given)			2	2	2	2
REIMBURSEMENT OF EXPENSES (INCOME)	20	31	4	6	24	36
Kennametal Inc.,USA	3	2			3	2
Widia India Tooling Pvt. Ltd., India	17	29			17	29
Others			4	6	4	6
LOANS & ADVANCES FROM SUBSIDIARIES			-	130	-	130
Kennametal Shared Services Private Ltd., India			-	130	-	130
LOANS & ADVANCES TO SUBSIDIARIES	100	-	-	-	100	-
Widia India Tooling Pvt. Ltd.,	100	-	-	-	100	-
LOANS & ADVANCES TO SUBSIDIARIES REPAYMENT	-	350	-	-	-	350
Widia India Tooling Pvt. Ltd.,	-	350	-	-	-	350
PURCHASES - TOTAL	554	581	44	50	598	630
PURCHASE OF GOODS- OTHERS	554	581	44	49	598	630
Kennametal Inc.,USA	261	265			261	265
Kennametal Europe GmbH, Switzerland	293	316			293	316
Others			44	49	44	49
SERVICES RECEIVED / RECHARGE OF EXPENSES - TOTAL	49	72	16	19	65	91
INFORMATION TECHNOLOGY SERVICES	39	40	-	-	39	40
Kennametal Inc.,USA	39	40			39	40
PROFESSIONAL FEES (TECHNICAL SERVICES)	4	4	11	14	15	18
Kennametal Inc.,USA	4	4			4	4
Kennametal Shared Services Private Ltd., India (Technical Services)			11	14	11	14
ROYALTY PAYMENTS	3	3	2	3	5	5
Kennametal Inc.,USA	3	3			3	3
Hanita Metal Works Ltd., Israel			2	3	2	3
RECHARGE OF EXPENSES	3	25	3	2	6	28
Kennametal Inc.,USA	3	6			3	6
Widia India Tooling Pvt. Ltd.,	0	19			0	19
Kennametal Shared Services Private Ltd., India (Interest on Loan Taken)			3	2	3	2

RELATED PARTY DISCLOSURES

B) Summary of the transactions with related parties is as follows

a) Transactions

	PARTIES WHERE CONTROL EXIST		FELLOW SUBSIDIARIES		TOTAL	
	[A(a)]		[A(b)]			
	Q2 FY20	Q1 FY20	Q2 FY20	Q1 FY20	Q2 FY20	Q1 FY20
a) Balances						
OUTSTANDING RECEIVABLES - TRADE AND OTHERS	91	145	49	31	140	176
TRADE RECEIVABLES	90	144	19	22	109	166
Kennametal Inc.,USA	41	40			41	40
Kennametal Europe GmbH, Switzerland	44	60			44	60
Widia India Tooling Pvt. Ltd.,	5	43			5	43
Others			19	22	19	22
OTHER RECEIVABLES - OTHERS	1	1	30	9	31	10
Kennametal Inc.,USA	1	1			1	1
Widia India Tooling Pvt. Ltd.,			25	-	25	-
Others			6	9	6	9
OUTSTANDING LOAN RECEIVABLE	100	-	-	-	100	-
Widia India Tooling Pvt. Ltd.,	100	-	-	-	100	-
OUTSTANDING PAYABLES - TRADE	309	286	49	59	358	346
Kennametal Inc.,USA	196	192			196	192
Kennametal Europe GmbH, Switzerland	113	94			113	94
Others			49	59	49	59
OUTSTANDING LOAN PAYABLE	-	-	130	130	130	130
Kennametal Shared Services Private Ltd., India			130	130	130	130

* Amount is below the rounding off norm adopted by the Company.

Note: The above does not include related party transactions with retiral funds, as management personnel of the Company who are trustees of funds cannot individually exercise significant influence on the retiral funds transactions.

B) Details of Material Individual transactions with related parties or others, which are not on an arm's length basis - NIL

C) Details of Sales, Purchase and Information Technology Services

Sales	47%
Purchase	49%
Information Technology Services	3%
Royalty	0%

D) All transactions mentioned above are in the normal course of business.