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

September 20, 2019

Dear Sirs,

Subject: Submission of Disclosure on Related Party Transactions- Kennametal India Limited, Scrip Code: 505890

Reference: Disclosure under Regulation 23(9) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

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 June 30, 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**

A handwritten signature in black ink is written over a circular stamp. The stamp contains the text 'KENNAMETAL INDIA LIMITED' around the perimeter and 'BANGALORE' at the bottom.

Naveen Chandra P
General Manager - Legal & Company Secretary

Encl: As above

Kennametal India Limited

Related Party Disclosures

(All amounts in ₹ millions unless otherwise stated)

37 Related party disclosures

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

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 L.P. 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) Subsidiary

Widia India Tooling Pvt. Ltd.,

d) Key Management Personnel

Bhagya Chandra Rao – Managing Director
Suresh Reddy K V (CFO)
Naveen chandra prakash (CS)

* No transaction during the year

Notes:

i) The above information has been determined to the extent such parties have been identified on the basis of information available with the Group.

ii) The above does not include related party transactions with employee trusts, as management personnel of the Group who are trustees of funds cannot individually exercise significant influence on the trusts transactions.

Kennametal India Limited

Related Party Transactions- Consolidated Financial Statements

(All amounts in ₹ millions unless otherwise stated)

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

Particulars	Parties where control exist	Fellow subsidiaries	Key management personnel	Total
	[A(a)] 2019	[A(b)] 2019	[A(c)] 2019	2019
Revenue	1085	669	-	1754
Kennametal Inc.,USA	438	-	-	438
Kennametal Europe GmbH, Switzerland	647	-	-	647
Kennametal HardPoint (Shanghai) Ltd., China	-	16	-	16
Kennametal Distribution Services Asia Pte. Ltd., Singapore	-	7	-	7
Others	-	646	-	646
Other income	-	28	-	28
Kennametal Shared Services Private Ltd., India	-	20	-	20
Kennametal Stellite L.P. USA	-	8	-	8
Reimbursement of expenses (income)	31	13	-	43
Kennametal Inc.,USA	-	-	-	-
Widia India Tooling Pvt. Ltd.,	31	-	-	31
Kennametal Shared Services Private Ltd., India	-	2	-	2
Kennametal Distribution Services Asia Pte. Ltd., Singapore	-	10	-	10
Others	-	1	-	1
Loans & advances from subsidiaries	-	100	-	-
Kennametal Shared Services Private Ltd., India	-	100	-	-
Dividend paid	33	-	-	33
Interim dividend paid	-	-	-	-
Metruit A.G. Zug, Switzerland	22	-	-	22
Kennametal Inc.,USA	11	-	-	11
Managerial remuneration paid	-	-	34	34
<u>Bhagya Chandra Rao (MD)</u>				
Salary & allowances	-	-	13	13
Performance pay	-	-	4	4
Share based payment	-	-	5	5
<u>Suresh Reddy K V (CFO)</u>				
Salary & allowances	-	-	7	7
<u>Company Secretary</u>				
Salary & allowances	-	-	4	4
Purchases	3208	95	-	3304
<u>Purchase of capital goods</u>	1	24	-	25
Kennametal Inc.,USA	1	-	-	1
Hanita Metal Works Ltd. (P), Israel	-	24	-	-
<u>Purchase of goods - others</u>	3207	71	-	3278
Kennametal Inc.,USA	1303	-	-	1303
Kennametal Europe GmbH, Switzerland	1905	-	-	1905
Others	-	71	-	71
Services received / Recharge of expenses	231	81	-	311
<u>Information technology services</u>	170	-	-	170
Kennametal Inc.,USA	170	-	-	170
<u>Professional fees (Technical services)</u>	19	63	-	82
Kennametal Inc.,USA	19	-	-	19
Kennametal Shared Services Private Ltd., India (Technical Services)	-	63	-	63
<u>Royalty payments</u>	16	11	-	27
Kennametal Inc.,USA	16	-	-	16
Hanita Metal Works Ltd., Israel	-	11	-	11

Kennametal India Limited

Related Party Transactions- Consolidated Financial Statements

(All amounts in ₹ millions unless otherwise stated)

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

Particulars	Parties where control exist	Fellow subsidiaries	Key management personnel	Total
	[A(a)] 2019	[A(b)] 2019	[A(c)] 2019	2019
<u>Recharge of expenses</u>	25	7	-	32
Kennametal Inc.,USA	15	-	-	15
Widia India Tooling Pvt. Ltd.,	10	-	-	10
Kennametal Shared Services Private Ltd., India (Interest on Loan Taken)	-	5	-	5
Others	-	2	-	2
Outstanding receivables - Trade and others	104	53	-	157
<u>Trade receivables</u>	103	19	-	121
Kennametal Inc.,USA	54	-	-	54
Kennametal Europe GmbH, Switzerland	49	-	-	49
Others	-	-	-	-
<u>Outstanding other receivables</u>	1	34	-	35
Kennametal Inc.,USA	1	-	-	1
Others	-	34	-	34
Outstanding payable - Trade	461	27	-	488
Kennametal Inc.,USA	295	-	-	295
Kennametal Europe GmbH, Switzerland	165	-	-	165
Others	-	27	-	27
Outstanding loan payable	-	100	0	100
Kennametal Shared Services Private Ltd., India	-	100	-	100

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

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Kennametal India Limited

Related Party Transactions- Standalone Financial Statements

(All amounts in ₹ millions unless otherwise stated)

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

Particulars	Parties where control exist		Fellow subsidiaries		Subsidiary		Key management personnel		Total	
	[B(a)]		[B(b)]		[B(c)]		[B(d)]		2019	2018
	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
Revenue	1085	717	338	534	331	-	-	-	1754	1250
Kennametal Inc.,USA	438	244	-	-	-	-	-	-	438	244
Kennametal Europe GmbH, Switzerland	647	473	-	-	-	-	-	-	647	473
Widia India Tooling Pvt. Ltd.,	-	-	-	-	331	-	-	-	331	-
Kennametal HardPoint (Shanghai) Ltd., China	-	-	185	284	-	-	-	-	185	284
Kennametal Distribution Services Asia Pte. Ltd., Singapore	-	-	62	42	-	-	-	-	62	42
Others	-	-	91	208	-	-	-	-	91	208
Other income	-	-	30	32	-	-	-	-	30	32
Kennametal Shared Services Private Ltd., India	-	-	20	21	-	-	-	-	20	21
Kennametal Stellite L.P. USA	-	-	8	11	-	-	-	-	8	11
Widia India Tooling Pvt. Ltd., (Interest Income on Loan Given)	-	-	2	-	-	-	-	-	2	-
Reimbursement of expenses (income)	12	19	70	51	27	-	-	-	110	70
Kennametal Inc.,USA	12	19	-	-	-	-	-	-	12	19
Widia India Tooling Pvt. Ltd.,	-	-	-	-	27	-	-	-	27	-
Kennametal Shared Services Private Ltd., India	-	-	2	18	-	-	-	-	2	18
Kennametal Distribution Services Asia Pte. Ltd., Singapore	-	-	10	31	-	-	-	-	10	31
Others	-	-	59	3	-	-	-	-	59	3
Capital assets sold	-	-	-	-	3	-	-	-	3	-
Widia India Tooling Pvt. Ltd.,	-	-	-	-	3	-	-	-	3	-
Loans & advances to subsidiaries	-	-	-	-	350	-	-	-	350	-
Widia India Tooling Pvt. Ltd.,	-	-	-	-	350	-	-	-	350	-
Loans & advances from subsidiaries	-	-	100	-	-	-	-	-	100	-
Kennametal Shared Services Private Ltd., India	-	-	100	-	-	-	-	-	100	-
Dividend paid	33	33	-	-	-	-	-	-	33	33
Interim dividend paid										
Metruit A.G. Zug, Switzerland	22	22	-	-	-	-	-	-	22	22
Kennametal Inc.,USA	11	11	-	-	-	-	-	-	11	11
Managerial remuneration	-	-	-	-	-	-	34	31	34	31
Bhagya Chandra Rao (MD)										
Salary & allowances	-	-	-	-	-	-	13	12	13	12
Performance pay	-	-	-	-	-	-	4	3	4	3
Share based payment	-	-	-	-	-	-	5	6	5	6
Suresh Reddy K V (CFO)										
Salary & allowances	-	-	-	-	-	-	7	6	7	6
Company Secretary										
Salary & allowances	-	-	-	-	-	-	4	3	4	3
Purchases	3,208	2,986	95	64	-	-	-	-	3,304	3,049
Purchase of capital goods	1	29	24	-	-	-	-	-	25	29
Kennametal Inc.,USA	1	29	-	-	-	-	-	-	1	29
Hanita Metal Works Ltd. (P), Israel	-	-	24	-	-	-	-	-	24	-
Purchase of goods - other	3,207	2,956	71	64	-	-	-	-	3,278	3,020
Kennametal Inc.,USA	1,303	884	-	-	-	-	-	-	1,303	884
Kennametal Europe GmbH, Switzerland	1,905	2,073	-	-	-	-	-	-	1,905	2,073
Others	-	-	71	64	-	-	-	-	71	64

Kennametal India Limited

Related Party Transactions- Standalone Financial Statements

(All amounts in ₹ millions unless otherwise stated)

B) Summary of the transactions with related parties is as follows (cont'd)

Particulars	Parties where control exist		Fellow subsidiaries		Subsidiary		Key management personnel		Total	
	[B(a)]		[B(b)]		[B(c)]		[B(d)]		2019	2018
	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
Services received / Recharge of expenses	231	200	81	60	-	-	-	-	311	259
Information technology services	170	153	-	-	-	-	-	-	170	153
Kennametal Inc.,USA	170	153	-	-	-	-	-	-	170	153
<u>Professional fees (Technical services)</u>	19	14	63	49	-	-	-	-	82	63
Kennametal Inc.,USA	19	14	-	-	-	-	-	-	19	14
Kennametal Shared Services Private Ltd., India (Technical Services)	-	-	63	49	-	-	-	-	63	49
<u>Royalty payments</u>	16	19	11	9	-	-	-	-	27	28
Kennametal Inc.,USA	16	19	-	-	-	-	-	-	16	19
Hanita Metal Works Ltd., Israel	-	-	11	9	-	-	-	-	11	9
<u>Recharge of expenses</u>	25	13	7	2	-	-	-	-	32	15
Kennametal Inc.,USA	15	13	-	-	-	-	-	-	15	13
Widia India Tooling Pvt. Ltd.,	10	-	-	-	-	-	-	-	10	-
Kennametal Shared Services Private Ltd., India (Interest on Loan Taken)	-	-	5	-	-	-	-	-	5	-
Others	-	-	2	2	-	-	-	-	2	2
Outstanding receivables - Trade and others	222	90	54	41	-	-	-	-	275	132
Trade receivables	221	90	19	34	-	-	-	-	240	124
Kennametal Inc.,USA	54	40	-	-	-	-	-	-	54	40
Kennametal Europe GmbH, Switzerland	49	50	-	-	-	-	-	-	49	50
Widia India Tooling Pvt. Ltd.,	118	-	-	-	-	-	-	-	118	-
Others	-	-	19	34	-	-	-	-	19	34
Outstanding other receivables	1	0	34	8	-	-	-	-	35	8
Outstanding loan receivable	-	-	-	-	350	-	-	-	350	-
Widia India Tooling Pvt. Ltd.,	-	-	-	-	350	-	-	-	350	-
Outstanding payable - Trade	461	395	37	21	-	-	-	-	498	416
Kennametal Inc.,USA	295	203	-	-	-	-	-	-	295	203
Kennametal Europe GmbH, Switzerland	165	191	-	-	-	-	-	-	165	191
Others	-	-	37	21	-	-	-	-	37	21
Outstanding loan payable	-	-	100	-	-	-	-	-	100	-
Kennametal Shared Services Private Ltd., India	-	-	100	-	-	-	-	-	100	-

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.

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