



August 19, 2020

Ref:Sec/Sto/2020/08/02

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

Dear Sirs,

Subject : **Disclosure of impact of Covid-19 pandemic on the operations of the Company**
[Scrip Code: 505890] - Kennametal India Limited
Ref: **SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020**

We would like to request you to take on record, disclosure of impact of COVID-19 pandemic in **Annexure** pursuant to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Advisory dated May 20, 2020 vide Circular No. SEBI/HO/CFD/CMD1/ CIR/ P/ 2020/84.

Kindly acknowledge receipt of the same.

Thanking You,

Yours faithfully,

For **Kennametal India Limited**

Naveen Chandra P
General Manager – Legal & Company Secretary

Enc: As above

Annexure

Disclosure of impact of COVID-19 pandemic on the operations of the Company

<p>A. Impact of the CoVID-19 pandemic on the business - Ability to maintain operations including the factories/units/office spaces functioning and closed down;</p>	<ul style="list-style-type: none"> • Due to COVID-19 situation and consequent lockdown announced across India effective March 25, 2020, had resulted in temporary suspension of offices, branch offices and plants/manufacturing facilities of the Company adhering to government/local authorities' directions. As informed in our Q3 results, operations have resumed from 4th May 2020 as per the Govt. directives including all relevant safety measures. • Company continued to provide support to customers who were in need during the Lock down. • As per the Company policy and adhering to Government Orders, Company had ensured the safety of its employees by formulating & implementing work from home protocol and necessary facilities/support as feasible were provided.
<p>B. Schedule, if any, for restarting the operations; Steps taken to ensure smooth functioning of operations</p>	<ul style="list-style-type: none"> • The Company has resumed its operations since May 4, 2020 as per the Govt. directives including all relevant safety measures and Company continues to closely monitor the situation. • The Company has taken adequate measures and implemented safety advises at the manufacturing plant and continues to operate to meet the demand fully. However, due to the overall economic activity in the Country being low, the Demand is also muted. • The Company is following all the prescribed guidelines of disinfecting its manufacturing facilities, offices as well as buses used for transportation of employees. • Necessary arrangements have been made to ensure personal protective kits including hand gloves, masks etc. are provided to employees working at the Company's facilities and arrangements have been made to screen employees to identify Covid-19 symptoms.
<p>C. Estimation of the future impact of CoVID-19 on its operations</p>	<ul style="list-style-type: none"> • Due to lockdown imposed by the Government effective March 25, 2020, there were obvious disruptions in manufacturing activities. Considering the Covid-19 situation still persisting and evolving, the overall economic activity in the Country is low and hence the Demand is also muted. Therefore, exact impact of Covid-19 is very difficult to be estimated.

<p>D. Details of impact of CoVID-19 on listed entity's – capital and financial resources, profitability, liquidity position, ability to service debt and other financing arrangements, assets, internal financial reporting and control, supply chain, demand for its products/services;</p>	<p>Managing the Covid-19 impact and relative actions;</p> <ol style="list-style-type: none"> 1. The Company has initiated many cost saving measures and implemented to that effect. 2. Close co-ordination with Stakeholders including Distributors and vendors and extending support as needed to ensure that stakeholders are able to resume operations as soon as possible. 3. Closely tracking end market conditions and forecasting revival of demand. Company estimates that near demand is likely to remain soft considering disruptions in the market as well as closure of customer operations. 4. Liquidity management.
<p>E. Existing contracts/agreements where non-fulfilment of the obligations by any party will have significant impact on the listed entity's business;</p>	<p>Company is in close contact with its Distributors and vendors to fulfill its contractual obligations and does not foresee any significant impact on the business due to non/delayed fulfillment of obligations.</p>
<p>F. Other relevant material updates</p>	<p>Company continues to engage in CSR activities by leveraging internal and partner organizations to provide support in this pandemic. Following contributions from the Company are notable in relation to Covid-19 (Pandemic);</p> <ul style="list-style-type: none"> ➤ Contribution to Karnataka State Disaster Management Fund ➤ Sponsored equipments / safety materials to notified hospitals, local municipal offices, local police stations which are preparing themselves for COVID-19 in the vicinity of the Company.