

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 11-K

ANNUAL REPORT PURSUANT TO SECTION 15(d) OF THE
SECURITIES EXCHANGE ACT OF 1934 [NO FEE REQUIRED]
for the fiscal year ended June 30, 1996

OR

TRANSITION REPORT PURSUANT TO SECTION 15(d) OF THE
SECURITIES EXCHANGE ACT OF 1934 [NO FEE REQUIRED]
for the transition period from to

Commission File Number: 1-5318

- A. Full title of the plan and the address of the plan, if different from that of the issuer named below:

KENNAMETAL THRIFT PLAN

- B. Name of issuer of the securities held pursuant to the plan and the address of its principal executive office:

Kennametal Inc.
Route 981 at Westmoreland County Airport
P.O. Box 231
Latrobe, Pennsylvania 15650

KENNAMETAL INC.
THRIFT PLAN
I N D E X

Report of Independent Public Accountants

Financial Statements:

Statements of Net Assets Available for Plan Benefits as of
June 30, 1996 and 1995

Statements of Changes in Net Assets Available for Plan Benefits
for the years ended June 30, 1996 and 1995

Notes to Financial Statements

Supplemental Schedules:

Item 27a - Schedule of Assets Held for Investment Purposes as of
June 30, 1996

Item 27d - Schedule of Reportable Transactions for the year ended
June 30, 1996

REPORT OF INDEPENDENT PUBLIC ACCOUNTANTS

To the Board of Directors, Kennametal Inc.:
and to the Kennametal Inc. ERISA Compliance Committee:

We have audited the accompanying statements of net assets available for plan benefits of Kennametal Inc. Thrift Plan (the Plan) as of June 30, 1996 and 1995, and the related statements of changes in net assets available for plan benefits for the years then ended. These financial statements and the schedules referred to below are the responsibility of the Plan's management. Our responsibility is to express an opinion on these financial statements and schedules based on our audits.

We conducted our audits in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the net assets available for plan benefits of the Plan as of June 30, 1996 and 1995, and the changes in net assets available for plan benefits for the years then ended in conformity with generally accepted accounting principles.

Our audits were performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplemental schedules of assets held for investment purposes and reportable transactions are presented for the purpose of additional analysis and are not a required part of the basic financial statements but are supplementary information required by the Department for Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. The supplemental schedules and fund information have been subject to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

/s/ ARTHUR ANDERSEN LLP

Arthur Andersen LLP

Pittsburgh, Pennsylvania
December 13, 1996

KENNAMETAL INC.
THRIFT PLAN
(PLAN 002)
STATEMENTS OF NET ASSETS AVAILABLE FOR PLAN BENEFITS
JUNE 30, 1996 AND 1995

ASSETS	1996	1995
Receivables:		
Employer Contributions	\$ 291,288	\$ 326,152
Participant Contributions	829,453	884,081
	-----	-----
Total Receivables	\$ 1,120,741	\$ 1,210,233
	-----	-----
General Investments:		
Common/Collective Trusts-Fixed Fund	\$ 78,721,429	\$ 80,016,209
Pooled Separate Accounts - Equity & Balanced Funds	54,808,031	35,594,303
	-----	-----
Total General Investments	\$133,529,460	\$115,610,512
	-----	-----
NET ASSETS	\$134,650,201	\$116,820,745
	=====	=====

The accompanying notes are an integral part of these statements.

KENNAMETAL INC.
THRIFT PLAN
(PLAN 002)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1996 AND 1995

1. DESCRIPTION OF PLAN:

The Thrift Plan (the Plan), a defined contribution employee benefit plan, adopted on January 1, 1977, was established to encourage investment and savings for certain salaried and hourly employees of Kennametal Inc. and subsidiaries and provide a method to supplement their retirement income benefits. Participants could elect a contribution rate from 2% to 6% of their earnings, on an after-tax basis, with such contributions made monthly through payroll deductions. Employer contributions were made each month in an amount equal to 50% of participant contributions for the month.

On April 1, 1985, the Thrift Plan was changed to provide a vehicle for employee savings with an added 401(k) tax-deferred feature. The Plan was amended to allow participants to elect a contribution rate (either before-tax, after-tax, or a combination of both) of 2% - 12% of the employee's base salary. Before-tax contributions were capped at \$9,240 for 1995. Employer contributions equal 50% of the participant contribution up to a maximum of 3% of the participant's salary. Effective April 27, 1987, the Plan was further amended to provide that investment management, recordkeeping and other administrative fees and expenses of the Plan be paid from assets and income of the Plan.

During fiscal year ending June 30, 1995, the Company acquired Adaptive Technologies Corporation (ATC). As a result of the acquisition, ATC's 401(k) plan was merged into the Plan during fiscal year ending June 30, 1996.

All eligible employees are entitled to become active participants of the Plan on the first day of the month coinciding with or following the completion of ten (10) days of service. Currently, participants become fully vested in employer contributions on the third anniversary of their employment date. Forfeitures of employer contributions as a result of withdrawals, terminations, etc., reduce the amount of future contributions required by the employer. Under present federal income tax law, employer contributions and all earnings of the Plan do not constitute taxable income to the participants until withdrawn from the plan by the participants.

Distributions to participants due to disability, retirement, or death are payable in either a lump sum, periodic payments for a period not to exceed ten (10) years, or purchase of an annuity at the participant's election.

2. ACCOUNTING POLICIES:

BASIS OF ACCOUNTING -- The accounts of the Plan are maintained on the accrual basis of accounting. Effective Plan year 1992, expenses are recorded on a cash basis.

INVESTMENTS -- Investment transactions are recorded on a trade date basis, and revenues are recorded on an accrual basis of accounting.

Effective January 27, 1992, PRIMCO Capital Management, Inc. was appointed as an investment manager to manage the assets in the Fixed Income Fund of the Retirement Savings Plan and Thrift Plan. Investment contracts placed by PRIMCO represent investment of combined assets for both the Retirement Savings Plan and the Thrift Plan. Individual Plan investment contracts (GICs) made prior to PRIMCO's appointment will remain in effect until the scheduled maturity period. Investments of the Fixed Income Fund

consist of traditional investment contracts issued by insurance companies, banks, and other financial institutions (or corporations), asset-backed investment contracts, synthetic investment contracts, PRIMCO Group Trust, and short-term investments.

A custodial arrangement for the Fixed Income Fund investments of the Retirement Savings Plan and Thrift Plan was established on April 30, 1992. PNC Bank, N.A. (PNC) was appointed as custodian of the custodial arrangement. As custodian, PNC also manages the cash portion of the Plans' Fixed Income Fund.

The Plan's interest in the assets of the common trust is included in the accompanying Statements of Net Assets Available for Plan Benefits. Allocations of assets of the common trust to participating plans as of June 30, 1996 and June 30, 1995 are as follows:

	1996		1995	
	Amount	Percent	Amount	Percent
Thrift Plan	\$ 78,721,429	95.89%	\$ 80,016,210	96.51%
Retirement Savings Plan	3,373,189	4.11%	2,894,533	3.49%
Total Assets of Common Trust	\$ 82,094,618	100.00%	\$ 82,910,743	100.00%

Common trust income allocated to the participating plans for the years ended June 30, 1996 and June 30, 1995 is as follows:

	1996	1995
Earnings on Investments - Interest		
Thrift Plan	\$ 4,678,502	\$ 4,627,232
Retirement Savings Plan	186,930	161,863
Total Earnings on Investments - Interest	\$ 4,865,432	\$ 4,789,095

Investments of the Equity Fund consist solely of common stocks whereas the Balanced Fund's investments are a combination of stocks, bonds, cash, and convertible securities.

Investments held in the Equity Fund and Balanced Fund are reflected in the accompanying Statements of Net Assets Available for Plan Benefits at market value. Market value, which is equivalent to current value, is the unit valuation of the investments in commingled funds as reported to the Trustee by the Equitable Life Assurance Society of the United States.

In September of 1994, the AICPA issued SOP 94-4, "Reporting of Investment Contracts Held by Health and Welfare Benefit Plans and Defined-Contribution Pension Plans." This statement is effective for financial statements for plan years beginning after December 15, 1994. SOP 94-4 states that fully benefit-responsive investment contracts of defined contribution plans should be accounted for at contract value in the accompanying financial statements. PRIMCO Capital Management, Inc. certified that all the investment contracts held in the Fixed Income Fund are fully benefit-responsive. The attached schedule certified by PRIMCO Capital Management, Inc. lists the fair value of all these contracts.

USE OF ESTIMATES IN PREPARATION OF FINANCIAL STATEMENTS -- The preparation of financial statements in conformity with generally accepted accounting principles requires the plan administrator to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from these estimates.

PLAN TERMINATION -- Although it has not expressed any intent to do so, the Company has the right to terminate the Plan at any time, subject to the provisions of the Employee Retirement Income Security Act of 1974. In the event of Plan termination, the accounts of all participants will become fully vested and nonforfeitable.

RECLASSIFICATIONS -- Certain prior year balances have been reclassified to conform to the current year presentation.

3. QUALIFICATION OF PLAN:

The Plan has been determined by the Internal Revenue Service to be qualified under the Internal Revenue Code. The Internal Revenue Service issued a favorable determination on April 23, 1996. Plans which are qualified under regulations of the Internal Revenue Service are not subject to federal income taxes.

4. KENNAMETAL THRIFT PLAN ADMINISTRATION:

Kennametal Inc. serves as Trustee of the Plan.

Benefit Services Corporation, a firm providing defined contribution administration services, serves as recordkeeper for the Plan.

PRIMCO Capital Management, Inc., serves as the investment manager for the Fixed Income Fund. PNC Bank, N.A. serves as custodian for the Plan.

The Equitable Life Assurance Society of the United States serves as the investment manager and custodian for the Equity Fund and Balanced Fund. During Fiscal Year 1993, the business of Equitable Capital Management Corporation, a wholly owned subsidiary of Equitable Life, was transferred to Alliance Capital Management L.P., a partially owned indirect subsidiary of

Equitable Life.

5. BENEFIT PAYABLE:

As of June 30, 1996 and 1995, the Plan was liable for participant benefits due but unpaid in the amount of \$2,102,139 and \$1,334,981, respectively. Additionally, the Plan has an operating payable of (\$56) for 1996. These amounts are recorded as a liability in the Plan's Form 5500; however, these amounts are not recorded as a liability in the accompanying statements of net assets available for plan benefits in accordance with generally accepted accounting principles.

6. Schedule of Assets Held for Investment Purposes:

(PRIMCO - Statement of Assets and Alliance Capital Asset Summary)

See attached schedules.

7. Schedule of Reportable Transactions:

(Alliance Capital Management Corp. and PNC Bank, N.A.)

See attached schedules.

8. Change in Assets Available for Plan Benefits by Investment Fund:

See attached schedule.

Fair Value of Fixed Fund Investment Contracts

Statement of Supporting Assets

Kennametal Inc. Retirement Savings and Thrift Plans

Jun-30-96 Contract Issuer	Contract Number	Cusip Number	Security	Asset Type	Series-Trnch	Coupon %	Fair Value Market Value
Alls (ABS)	31007		Allstate SA			5.96%	\$2,043,194
BASIC	92-426ALP		PRIMCO Grp Tr Alpha Fund			6.84	\$7,738,913
BASIC	92-472	312913XK7	Federal Home Loan Mtg Co	Mrtg - Res	1434 -D	6.25	\$3,303,069
Hanc (ABS)	7562		Hanc Structured Fin Acct			6.15	\$4,049,083
Mass (ABS)	10480		Mass Mutual SA B11			NA	\$4,869,261
Met (ABS)	13708		MET SA 118			NA	\$6,531,631
NYL (ABS)	20032-18D	34527LAA4	Ford Credit Auto Loan MT	ABS - Auto	92-1 -A	6.88	\$ 479,709
		025928AA0	American Express MT	ABS - Card	92-1 -A	6.05	475,333
		34527LAB2	Ford Credit Auto Loan MT	ABS - Auto	92-2 -A	7.38	474,505
		55262NAB2	MBNA Master CC Trust	ABS - Card	92-1 -A	7.25	466,884
		161612AC0	Chase Man Credit Card MT	ABS - Card	92-1 -A	7.40	466,324
		31945RAJ2	First Chicago MT II	ABS - Card	92-E -A	6.25	462,445
		55262NAC0	MBNA Master CC Trust	ABS - Card	92-2 -A	6.20	462,193
		25466LAW7	Discover Card Trust	ABS - Card	93-A -A	6.25	461,369
		25466LAU1	Discover Card Trust	ABS - Card	92-B -A	6.80	279,170
		25466LAN7	Discover Card Trust	ABS - Card	91-E -A	7.30	232,166
Sub-Total						6.75	\$4,260,098
Peop (ABS)	00028TR-1	31359ABM0	Federal Nat'l Mortgage Co	Mrtg - Res	93-71 -PD	5.50	\$3,545,712
Peop (ABS)	00028TR-2	31359BAF4	Federal Nat'l Mortgage Co	Mrtg - Res	93-109 -E	5.50	\$1,963,384
Peop (ABS)	00028TR-3	31359BRK5	Federal Nat'l Mortgage Co	Mrtg - Res	93-135 -PC	5.50	\$1,474,770
Peop (ABS)	00028TR-4	3133T1GE6	Federal Home Loan Mtg Co	Mrtg - Res	1587 -D	5.50	\$2,845,425
Peop (ABS)	00028TR-5	848466AA6	Spiegal Credit Master Trs	ABS - Card	94B -A	8.15	\$1,033,776
Peop (ABS)	00028TR-6	393505FC1	Green Tree Financial	ABS - Mfd Hou	95-1 -A2	7.80	\$ 924,556
TrLA (ABS)	76543		PRIMCO Gr Tr GAMMA Fund			NA	\$5,753,323
Total						NA%	\$50,336,194

Fair Value of Fixed Fund Investment Contracts

Statement of GIC Market Values

Kennametal Inc. Retirement Savings and Thrift Plans

Jun-30-96									
Issuer	Contract Number	Maturity	Years to Maturity	Duration	Yield	Book Value	Discnt Rate	Fair Value Discounted Value	Gain or (Loss)

Security Backed Investments									

Synthetics									
Caisse des Depots (CDC)	220-01	Dec-31-99	3.5	2.03	6.19%	\$892,129	6.47%	\$ 887,380	\$ (4,749)
				-----	-----	-----	-----	-----	-----
				2.03	6.19%	\$892,129	6.47%	\$ 887,380	\$ (4,749)

Investment Contracts									

Fixed Rate & Fixed Term									
Allstate Life Ins. Co.	5505	Sep-03-96	0.18	0.13	4.88%	\$1,701,089	5.38%	\$1,699,796	\$ (1,293)
Canada Life Assurance Co.	45798	Jan-04-99	2.51	2.11	5.36	4,095,535	6.49	4,004,551	(90,985)
John Hancock Mutual Life	6258	Jul-01-97	1.00	0.88	7.34	4,669,798	5.56	4,737,653	67,855
John Hancock Mutual Life	6406	Oct-15-97	1.29	1.29	6.49	1,253,939	5.85	1,263,610	9,671
Metropolitan Life Ins Co	13678	Feb-01-99	2.59	2.47	5.55	5,593,550	6.58	5,459,862	(133,688)
Metropolitan Life Ins Co	13852	Oct-01-99	3.25	3.17	7.55	2,268,327	6.75	2,322,249	53,922
New York Life Ins. Co.	30334	Apr-03-00	3.76	2.87	6.45	3,170,238	6.69	3,150,457	(19,781)
Sun Life Assoc. Canada(US)	S-0892-G	Oct-01-98	2.25	2.09	5.05	4,550,922	6.48	4,424,003	(126,918)
				-----	-----	-----	-----	-----	-----
				1.98	6.02%	\$27,303,397	6.30%	\$27,062,180	\$ (241,217)
Total GICs				1.99	6.02%	\$28,195,527	6.30%	\$27,949,561	\$ (245,966)

KENNAMETAL THRIFT PLAN
 EIN 25- 0900168 PN 002
 Item 27a Schedule of Assets Held for Investment Purposes

Statement of Assets							
Kennametal Inc. Retirement Savings and Thrift Plans							
Jun-30-96							
Issuer	Contract Number	Maturity	Years to Maturity	Duration	Yield	Market Value* Current Value	Percent

Security Backed Investments							

PRIMCO Group Trust							
Bankers Trust (Del) BASIC	92-426ALP	Sep-30-00	4.25	2.67	6.08%	\$ 7,828,936	9.5%
Transamerica Life & Annuity	76543	Nov-15-04	8.38	4.00	6.13	5,830,917	7.1
				-----	-----	-----	-----
				3.24	6.10%	\$13,659,853	16.6%
Separate Account Contracts							
Allstate Life Ins. Co.	31007	Feb-18-02	5.64	2.50	5.63%	\$ 2,073,033	2.5%
John Hancock Mutual Life	7562	May-01-04	7.84	3.50	7.43	3,965,434	4.8
Mass Mutual Life Ins. Co.	10480	Jul-05-02	6.01	2.79	6.30	4,945,095	6.0
Metropolitan Life Ins Co.	13708	Jan-02-01	4.51	3.00	6.60	6,560,365	8.0
New York Life Ins. Co.	20032-18D	Jun-30-98	2.00	0.99	5.50	4,295,631	5.2
				-----	-----	-----	-----
				2.60	6.37%	\$21,839,557	26.6%
Synthetics							
Bankers Trust (Del) BASIC	92-472	Jul-15-97	1.04	0.68	6.20%	\$ 3,313,813	4.0%
Caisse des Depots (CDC)	220-01	Dec-31-99	3.50	2.03	6.19	892,129	1.1
Peoples Security Life	00028TR-1	Apr-27-98	1.82	1.35	5.23	3,608,052	4.4
Peoples Security Life	00028TR-2	Sep-25-98	2.24	1.57	5.57	1,995,135	2.4
Peoples Security Life	00028TR-3	May-26-98	1.90	1.47	5.27	1,502,664	1.8
Peoples Security Life	00028TR-4	Sep-15-98	2.21	1.70	5.26	2,911,102	3.5
Peoples Security Life	00028TR-5	Jun-15-00	3.96	3.06	7.80	1,013,987	1.2
Peoples Security Life	00028TR-6	Feb-16-99	2.63	1.22	7.87	913,602	1.1
				-----	-----	-----	-----
				1.45	5.84%	\$16,150,484	19.7%
Sub-Total							
				2.41	6.14%	\$51,649,894	62.9%
Investment Contracts							
Fixed Rate & Fixed Term							
Allstate Life Ins. Co.	5505	Sep-03-96	0.18	0.13	4.88%	\$ 1,701,089	2.1%
Canada Life Assurance Co.	45798	Jan-04-99	2.51	2.11	5.36	4,095,535	5.0
John Hancock Mutual Life	6258	Jul-01-97	1.00	0.88	7.34	4,669,798	5.7
John Hancock Mutual Life	6406	Oct-15-97	1.29	1.29	6.49	1,253,939	1.5
Metropolitan Life Ins Co.	13678	Feb-01-99	2.59	2.47	5.55	5,593,550	6.8
Metropolitan Life Ins Co.	13852	Oct-01-99	3.25	3.17	7.55	2,268,327	2.8
New York Life Ins. Co.	30334	Apr-03-00	3.76	2.87	6.45	3,170,238	3.9
Sun Life Assoc. Canada(US)	S-0892-G	Oct-01-98	2.25	2.09	5.05	\$ 4,550,922	5.5
				-----	-----	-----	-----
				1.98	6.02%	\$27,303,397	33.3%
Sub-Total							
				1.98	6.02%	\$27,303,397	33.3%
Cash & Equivalent							
Pittsburgh Nat'l Bank	103575-9	Jul-01-96		-	5.07%	\$ 3,140,758	3.8%
Pittsburgh Nat'l Bank	103573-3	Jul-01-96		-	5.07	528	-
Pittsburgh Nat'l Bank	103574-1	Jul-01-96		-	5.07	41	-
				-----	-----	-----	-----
Sub-Total							
				-	5.07%	\$ 3,141,327	3.8%
Total Portfolio							
				2.18	6.06%	\$82,094,618	100.0%
				=====	=====	=====	=====

 * Cost equals market value

KENNAMETAL THRIFT PLAN
 EIN 25- 0900168 PN 002
 Item 27a Schedule of Assets Held for Investment Purposes

KENNAMETAL INC.
 ASSET SUMMARY REPORT AS OF JUNE 28, 1996
 CONTRACT NUMBER 3862

	BOOK/COST VALUE -----	CURRENT VALUE -----	% OF TOTAL CURRENT VALUE -----
MARKET VALUE ACCOUNTS: -----			
EQUITY ACCOUNTS			
GROWTH STOCK ACCOUNT (SA#4)	\$25,589,334.89	\$45,542,814.94	
COMBINED EQUITY ACCOUNTS	\$25,589,334.89	\$45,542,814.94	83.1%
STRATEGIC BALANCED MANAGEMENT ACCOUNT			
STRATEGIC BALANCED MGMT ACCOUNT (SA#10)	\$ 7,126,048.58	\$ 9,265,215.79	
COMBINED STRATEGIC BALANCED ACCTS	\$ 7,126,048.58	\$ 9,265,215.79	16.9%
TOTAL MARKET VALUE ACCOUNTS	\$32,715,383.47 -----	\$54,808,030.73 -----	100.0% -----
TOTAL ASSETS	\$32,715,383.47 =====	\$54,808,030.73 =====	100.0% =====

KENNAMETAL THRIFT PLAN - (002)
CHANGE IN ASSETS AVAILABLE FOR PLAN BENEFITS @ 6/30/96 EIN 25 - 0900168
BY INVESTMENT FUND

DESCRIPTION -----	FIXED FUND ACCRUAL BASIS @ 6/30/96 -----	EQUITY FUND ACCRUAL BASIS @ 6/30/96 -----	BALANCED FUND ACCRUAL BASIS @ 6/30/96 -----	TOTAL FUNDS ACCRUAL BASIS @ 6/30/96 -----
NET ASSETS AT BEGINNING OF YEAR	\$78,808,668.99	\$30,746,840.46	\$7,265,236.27	\$116,820,745.72
CONTRIBUTIONS - EMPLOYER	\$2,079,059.19	\$1,352,177.57	\$339,156.75	\$3,770,393.51
CONTRIBUTIONS - PARTICIPANTS	\$5,608,131.37	\$4,022,032.32	\$981,881.22	\$10,612,044.91
EARNINGS ON INVESTMENTS:				
COMMON/COLLECTIVE TRUSTS	\$4,678,501.94	\$0.00	\$0.00	\$4,678,501.94
POOLED SEPARATE ACCOUNTS	\$0.00	\$7,511,068.32	\$1,040,010.64	\$8,551,078.96
EXPENSES:				
BENEFIT PAYMENT TO PARTICIPANTS	(\$7,037,173.80)	(\$2,082,221.73)	(\$500,899.60)	(\$9,620,295.13)
ACCOUNTING FEES	(\$16,348.11)	(\$7,637.15)	(\$1,689.74)	(\$25,675.00)
CONTRACT ADMINISTRATOR FEES	(\$50,212.28)	(\$22,933.39)	(\$5,071.47)	(\$78,217.14)
INVESTMENT ADVISORY & MGT FEES	(\$126,650.33)	\$0.00	\$0.00	(\$126,650.33)
TRANSFERS:				
BETWEEN FUNDS	(\$6,161,401.67)	\$5,720,457.33	\$440,944.34	\$0.00
FROM OTHER PLANS	\$3,454.00	\$51,079.57	\$13,739.59	\$68,273.16
NET ASSETS AT END OF YEAR	=====	=====	=====	=====

KENNAMETAL INC.
THRIFT PLAN
EIN 25-0900168 PN002

Item 27d - SCHEDULE OF REPORTABLE TRANSACTIONS
FOR THE YEAR ENDED JUNE 30, 1996

PURCHASES

Date ----	Description -----	Cost at Acquisition Date -----	Market Value at Acquisition Date -----
Various	Alliance Capital Management Corp. Contract-3862 (Pooled Separate Accts.)	\$ 21,835,080	\$ 21,835,080

KENNAMETAL INC.
THRIFT PLAN
EIN 25-0900168 PN002

Item 27d - SCHEDULE OF REPORTABLE TRANSACTIONS
FOR THE YEAR ENDED JUNE 30, 1996

PURCHASES

Identity of Party Involved	Description of Asset	Number of Transactions	Purchase Price	Selling Price	Cost and Current Value of Asset on Transaction Date	Gain(Loss) on Transactions
PNC Bank	U.S. Treasury	51	\$17,444,641	-	\$17,444,641	-
	Obligations	1	9,327,446	-	9,327,446	-
	Federated Funds #59	23	25,560,851	\$25,560,851	25,560,851	-
	Principle Mutual Life	1	72,704	-	72,704	-
	Ins. due 8/1/95 7.5%	1	12,267,471	12,267,471	12,267,471	-
	Transamerica Life & Annuity due 11/15/2004 6.38%	14	4,302,474	-	4,302,474	-

SIGNATURES

THE PLAN. Pursuant to the requirements of the Securities Act of 1933, the plan administrator of the Kennametal Thrift Plan has duly caused this registration statement to be signed on its behalf by the undersigned, thereunto duly authorized, in Unity Township, Westmoreland County, Commonwealth of Pennsylvania.

KENNAME TAL THRIFT PLAN

By: Kennametal Inc., Trustee

By: /s/ AMY DOVERSPIKE

Plan Administrator