

KMG CHEMICALS INC
Form SC 13G/A
February 13, 2017

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549**

SCHEDULE 13G

(Rule 13d-102)

Information Statement Pursuant to Rules 13d-1

**Under the Securities Exchange Act of 1934
(Amendment No. 3)***

KMG Chemicals, Inc.

(Name of Issuer)

Common Stock, \$.01 par value

(Title of Class of Securities)

482564101

(CUSIP Number)

December 31, 2016

Date of Event Which Requires Filing of the Statement

Check the appropriate box to designate the rule pursuant to which this Schedule is filed:

- Rule 13d-1(b)
- Rule 13d-1(c)
- Rule 13d-1(d)

*The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter disclosures provided in a prior cover page.

The information required on the remainder of this cover page shall not be deemed to be "filed" for the purpose of Section 18 of the Securities Exchange Act of 1934 ("Act") or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

CUSIP No. 482564101

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- | | |
|-----|--|
| 1. | Name of Reporting Person
S.S. or I.R.S. Identification No. of Above Person
Trigran Investments, L.P. |
| 2. | Check the Appropriate Box if a Member of a Group
(a) <input type="radio"/>
(b) <input checked="" type="radio"/> |
| 3. | SEC Use Only |
| 4. | Citizenship or Place of Organization
Illinois limited partnership |
| 5. | Sole Voting Power
0 |
| 6. | Shared Voting Power
592,995 shares of common stock |
| 7. | Sole Dispositive Power
0 |
| 8. | Shared Dispositive Power
592,995 shares of common stock |
| 9. | Aggregate Amount Beneficially Owned by Each Reporting Person
592,995 shares of common stock |
| 10. | Check Box if the Aggregate Amount in Row (9) Excludes Certain Shares <input type="radio"/> |
| 11. | Percent of Class Represented by Amount in Row (9)
Approximately 5.002% as of December 31, 2016 (based on 11,855,857 shares of Common Stock issued and outstanding per KMG Chemicals, Inc. Form 10-Q dated December 12, 2016). |
| 12. | Type of Reporting Person
PN |

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- Item 1** (a) Name of Issuer:
KMG Chemicals, Inc.
- Item 1** (b) Address of Issuer's Principal Executive Offices:
300 Throckmorton Street
Fort Worth, Texas 76102
- Item 2** (a) Name of Person Filing
- Item 2** (b) Address of Principal Business Office
- Item 2** (c) Citizenship
Trigran Investments, L.P.

630 Dundee Road, Suite 230

Northbrook, IL 60062
- (d) Illinois limited partnership
Title of Class of Securities:
Common Stock, \$.01 Par Value
- (e) CUSIP Number:
482564101
- Item 3** **If this statement is filed pursuant to Rules 13d-1(b), or 13d-2(b) or (c), check whether the person filing is a:**
- (a) Broker or dealer registered under Section 15 of the Exchange Act;
 - (b) Bank as defined in Section 3(a)(6) of the Exchange Act;
 - (c) Insurance company as defined in Section 3(a)(19) of the Exchange Act;
 - (d) Investment company registered under Section 8 of the Investment Company Act;
 - (e) An investment adviser in accordance with Rule 13d-1(b)(1)(ii)(E);
 - (f) An employee benefit plan or endowment fund in accordance with Rule 13d-1(b)(1)(ii)(F);
 - (g) A parent holding company or control person in accordance with Rule 13d-1(b)(1)(ii)(G);
 - (h) A savings association as defined in Section 3(b) of the Federal Deposit Insurance Act;
 - (i) A church plan that is excluded from the definition of an investment company under Section 3(c)(14) of the Investment Company Act;
 - (j) Group, in accordance with Rule 13d-1(b)(1)(ii)(J).
- If this statement is filed pursuant to Rule 13d-1(c), check this box.

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Item 4 Ownership:

(a) Amount beneficially owned:

Incorporated by reference to Item 9 of the cover page.

(b) Percent of class:

Incorporated by reference to Item 11 of the cover page.

(c) Number of shares as to which such person has:

(i) Sole power to vote or to direct the vote:

Incorporated by reference to Item 5 of the cover page.

(ii) Shared power to vote or to direct the vote:

Incorporated by reference to Item 6 of the cover page.

(iii) Sole power to dispose or to direct the disposition of:

Incorporated by reference to Item 7 of the cover page.

(iv) Shared power to dispose or to direct the disposition of:

Incorporated by reference to Item 8 of the cover page.

Item 5 Ownership of Five Percent or Less of a Class:

Not Applicable.

Item 6 Ownership of More than Five Percent on Behalf of Another Person:

Not Applicable.

Item 7 Identification and Classification of the Subsidiary Which Acquired the Security Being Reported on By the Parent Holding Company:

Not Applicable.

Item 8 Identification and Classification of Members of the Group:

Not Applicable.

Item 9 Notice of Dissolution of Group:

Not Applicable.

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Item 10

Certification:

By signing below I certify that, to the best of my knowledge and belief, the securities referred to above were not acquired and are not held for the purpose of or with the effect of changing or influencing the control of the issuer of the securities and were not acquired and are not held in connection with or as a participant in any transaction having that purpose or effect.

After reasonable inquiry and to the best of its knowledge and belief, the undersigned certify that the information set forth in this statement is true, complete and correct.

Dated this 13th day of February, 2017

TRIGRAN INVESTMENTS, L.P.

By: /s/ Lawrence A. Oberman
Name: Lawrence A. Oberman
Title: Executive Vice President and Director of Trigran Investments, Inc.,
the General Partner of Trigran Investments, L.P.