

Khammam Municipal Corporation

March 13, 2018

Rating

Type of Rating	Rating ¹	Rating Action
Issuer Rating	-	Withdrawn

Details of instruments/facilities in Annexure-1

Detailed Rationale & Key Rating Drivers and Detailed description of the key rating drivers

CARE has withdrawn the outstanding rating of 'CARE BBB (Is); Stable' [Triple B (Issuer Rating); Outlook: Stable] assigned to Khammam Municipal Corporation with immediate effect. The rating assignment was a onetime exercise and the rating has been withdrawn upon completion of the validity period of one year, from the date of rating.

Analytical approach: Not Applicable

Applicable Criteria

[Policy on Withdrawal of ratings](#)

About the Entity

Khammam Municipal Corporation (KMC) was originally incorporated as a Grade-III municipality in the year 1952. Over the years, the entity witnessed significant growth and was incorporated as Khammam Municipal Corporation in October 2012. The corporation is governed as per the Telangana State Municipality Act, 1965. The area under KMC is currently divided into 20 revenue wards and 50 election divisions. It has a total coverage area of 94.37 sq kms, with a population of 3.05 lakh (2011 census). The major functions of the KMC include water supply, sewerage disposal & treatment, solid waste management and construction, repair and maintenance of roads and town planning in its area.

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

Rating History for last three years: Please refer Annexure-2

Note on complexity levels of the rated instrument: CARE has classified instruments rated by it on the basis of complexity. This classification is available at www.careratings.com. Investors/market intermediaries/regulators or others are welcome to write to care@careratings.com for any clarifications.

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****For detailed Rationale Report and subscription information, please contact us at www.careratings.com**

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In case of partnership/proprietary concerns, the rating /outlook assigned by CARE is based on the capital deployed by the partners/proprietor and the financial strength of the firm at present. The rating/outlook may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor in addition to the financial performance and other relevant factors.

Annexure-1: Details of Instruments/Facilities

Name of the Instrument	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Issuer Rating - Issuer Ratings	-	-	-	0.00	Withdrawn

Annexure-2: Rating History of last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating history			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2017-2018	Date(s) & Rating(s) assigned in 2016-2017	Date(s) & Rating(s) assigned in 2015-2016	Date(s) & Rating(s) assigned in 2014-2015
1.	Issuer Rating - Issuer Ratings	Issuer rating	-	-	1)CARE BBB (Is); Stable (23-Jun-17)	-	-	-

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