

December 28, 2020

Karimnagar Municipal Corporation: Ratings Withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Issuer Rating	0.00	0.00	[ICRA]BB+ (Stable);ISSUER NOT COOPERATING; Withdrawn
Total	0.00	0.00	

*Instrument details are provided in Annexure-1

Rationale

The Issuer ratings assigned to Karimnagar Municipal Corporation have been withdrawn at the request of the company. ICRA is withdrawing the rating and that it does not have information to suggest that the credit risk has changed since the time the rating was last reviewed.

Key rating drivers and their description

Key rating drivers have not been captured as the rating is being withdrawn.

Liquidity position

Not captured as the rating is being withdrawn.

Rating sensitivities

Not captured as the rating is being withdrawn.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Corporate Credit Rating Methodology State Government Finances ICRA Policy on Withdrawal and Suspension of Credit Rating
Parent/Group Support	NA
Consolidation/Standalone	NA

About the company

The KMC was upgraded to a municipal corporation in 2005 from a selection-grade municipality. KMC is governed by the Andhra Pradesh Municipal Corporations Act 1994 (Act). It manages the municipal services in Karimnagar town, in the Karimnagar district of Telangana. The KMC covers an area of 23.85 square kilometers (sq. km.) and serves a population of 2.6 lakh (as per Census 2011). Its major functions include water supply, solid waste management and construction, repair and maintenance of roads and streetlights in its area. Divided into 50 municipal wards, an elected body, headed by a Mayor, administers the corporation while the Commissioner acts as the executive head overseeing its everyday functioning.

The previous detailed rating rationale is available on the following link: [Click here](#)

Key financial indicators: NA

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

	Instrument	Current Rating (FY2021)				Rating History for the Past 3 Years			
		Type	Amount Rated	Amount Outstanding	Rating		FY2020	FY2019	FY2018
					28-Dec- 2020	24-Jun-2020	-	31-Jan-2019	10-Jul-2017
1	Issuer Rating	Long term	0.00	-	[ICRA]BB+ (Stable);ISSUER NOT COOPERATING; Withdrawn	[ICRA]BB+(Stable) ISSUER NOT COOPERATING	-	[ICRA]BBB (Stable) ISSUER NOT COOPERATING	IrBBB (Stable)

Amount in Rs. Crore; *Issuer did not cooperate; based on best available information

Complexity level of the rated instrument

ICRA has classified various instruments based on their complexity as "Simple", "Complex" and "Highly Complex". The classification of instruments according to their complexity levels is available on the website www.icra.in

Annexure-1: Instrument details

ISIN No	Instrument	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Issuer Rating	-	-	-	0.00	[ICRA]BB+ (Stable); ISSUER NOT COOPERATING; Withdrawn

Source: Karimnagar Municipal Corporation

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