

June 30, 2020

Machilipatnam Urban Development Authority: Rating reaffirmed and withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Unallocated	1385.0	1385.0	Provisional [ICRA]A- (CE) (Negative) ISSUER NOT COOPERATING reaffirmed and withdrawn
Total	1385.0	1385.0	

*Issuer did not co-operate; based on best available information

Rationale

The long-term rating of Provisional [ICRA]A- (CE) with Negative outlook for the Rs. 1385.0-crore unallocated lines Machilipatnam Urban Development Authority has been reaffirmed and withdrawn on management request. The rating withdrawal is in accordance with ICRA's Policy on Withdrawal and Suspension.

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

Key rating drivers

Key Rating drivers has not been captured as the rated instrument is being withdrawn

Liquidity position

Not applicable

Rating Sensitivities

Rating sensitivities have not been captured as the ratings are being withdrawn.

Analytical approach:

Analytical Approach	Comments
Applicable Rating Methodologies	Corporate Credit Rating Methodology ICRA's Policy on Withdrawal and Suspension of Credit rating
Parent/Group Support	Not Applicable
Consolidation / Standalone	The standalone financial statements have been considered for the analysis

About the entity:

Machilipatnam Urban Development Authority (MUDA) was constituted as an urban development authority on March 13, 2017 under the Andhra Pradesh Metropolitan Region and Urban Development Authorities Act, 2016, after the former authority Machilipatnam Area Development Authority (MADA) ceased to exist. MUDA is responsible for planning and development of the Machilipatnam Urban Region (MUR), which includes Machilipatnam Municipality and surrounding 29 villages, covering an area of 426 sq. km. in Machilipatnam Mandal and one village in Pedana Mandal, in Krishna district. The city (Machilipatnam) is located on the coast line of Bay of Bengal and at a distance of around 70 km from Vijayawada. Machilipatnam port is one of the key upcoming projects in Andhra Pradesh and MUDA is responsible for development of the same. MUDA is administered by the Municipal Administration and Urban Development Department of GoAP as per the provisions of the Act. The overall functions of MUDA are governed by an authority, members of which are appointed by GoAP. The Vice Chairman, as the Chief Executive Officer of MUDA, manages the regular operations.

Key financial indicators: Not Applicable**Status of non-cooperation with previous CRA: Not applicable****Any other information: None**

Rating history for last three years:

Instrument	Rating (FY2021)		Amount Outstanding	Current Rating June 30, 2020	Earlier Rating 16-Apr-2020	Rating History for the Past 3 Years				FY2018
	Type	Amount Rated				FY2020 30-Sep- 2019	31-May- 2019	FY2019 18-Jan-2019	26-Sep-2018	
1 Unallocated	Long Term	1385.0	1385.0	Provisional [ICRA]A- (CE) (Negative) ISSUER NOT COOPERATING Reaffirmed and Withdrawn	Provisional [ICRA]A- (CE) (Negative) ISSUER NOT COOPERATING	Provisional [ICRA]A- (CE) (Negative)	Provisional [ICRA]A (SO) (Stable)	Provisional [ICRA]A (SO) (Stable)	Provisional [ICRA]A (SO) (Stable)	-

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 Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Unallocated	NA	NA	-	1385.0	Provisional [ICRA]A- (CE) (Negative) Reaffirmed and Withdrawn

Source: Company

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About ICRA Limited:

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