

Hassan City Municipal Council

August 31, 2018

Summary of rated instruments

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Issuer rating	NA	NA	[ICRA]BBB- (stable); Withdrawn

*Instrument details are provided in Annexure-1

Rating action

ICRA has withdrawn the long-term issuer rating of [ICRA]BBB⁻¹ (pronounced ICRA triple B minus)² with Stable outlook assigned to the Hassan City Municipal Council (HCMC).

Rationale

The rating withdrawal follows the completion of the one-time rating exercise as per terms and conditions of Rating Agreement drawn with the Directorate of Municipal Administration (DMA), Urban Development Department (UDD), Government of Karnataka (GoK).

Analytical approach: For arriving at the ratings, ICRA has applied its rating methodologies as indicated below.

Links to applicable criteria:

[Rating Methodology for Urban Local Bodies](#)

About the company:

The HCMC, being an urban local body (ULB), provides civic services to Hassan city, located in the Hassan district and at a distance of 180 km from the state capital, Bengaluru. Hassan is a heritage city with the presence of many historical monuments and cultural centres. The HCMC covers an area of 26.5 sq km and serves a population of 1.55 lakh (as per Census 2011). Its major functions include water supply, SWM and construction, repair and maintenance of roads and streetlights in its area. It is governed by the Karnataka Municipalities Act, 1964. The Council of the BCMC comprises 35 (please cross check) ward councillors and is headed by a President, who is elected by the ward councillors. The executive wing is headed by a Municipal Commissioner, who is appointed by the GoK and is supported by the heads of various departments.

The key services extended by the ULB are water supply, construction, and maintenance of roads and drains, solid waste collection, street lights and amenities such as shopping stalls, community hall, playgrounds, and parks/gardens, among other civic amenities.

¹ "With effect from Sep 1, 2017, ICRA has aligned the symbols and the definitions of ratings pertaining to the Issuer Rating Scale with that of the Long-Term Rating Scale. The change in the symbol is not to be construed as a change in the credit rating. Please refer to ICRA's website for more details."

² For complete rating scale and definitions, please refer to ICRA's website (www.icra.in) or other ICRA rating publications

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for last three years:

Current Rating (FY2019)					Chronology of Rating History for the Past 3 Years		
Instrument	Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs. crore)	Date & Rating	Date & Rating in FY2018	Date & Rating in FY2018	Date & Rating in FY2017
1	Issuer rating	NA	NA	August 2018 [ICRA]BBB-(Stable)/ Withdrawn	April 2018 [ICRA]BBB-(Stable); Removed from ISSUER NOT COOPERATI NG category	Nov 2017 [ICRA] BBB-(Stable); Moved to ISSUER NOT COOPERATI NG category	June 2017 [ICRA]BBB-(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	Issuer rating	NA	NA	NA	NA	[ICRA]BBB- (Stable)/ Withdrawn

Source: Hassan City Municipal Council

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