

December 31, 2019

## Municipal Corporation Gurugram: Rating withdrawn

### Summary of rated instruments

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Issuer rating	NA	NA	[ICRA]A+ (Stable); Withdrawn

\*Instrument details are provided in Annexure-1

### Rationale

The rating withdrawal follows the completion of the one-time rating exercise as per terms and conditions of Rating Agreement drawn with the Municipal Corporation Gurugram.

### Key rating drivers: Not Applicable

Key rating drivers has not been captured as the rated instrument is being withdrawn.

### Rating sensitivities: Not Applicable

Key rating sensitivities has not been captured as the rated instrument is being withdrawn.

### Liquidity Position: Not Applicable

Liquidity position has not been captured as the rated instrument is being withdrawn.

### Analytical approach:

Analytical Approach	Comments
Applicable Rating Methodologies	<a href="#">Rating Methodology for Urban Local Bodies</a>
Parent/Group Support	Not Applicable
Consolidation / Standalone	Standalone

### About the company:

The Municipal Corporation Gurugram (MCG) as an urban local body, is responsible for the development and maintenance of civic services for the city of Gurugram (formerly known as Gurgaon). Gurugram, a satellite town in the National Capital Region (NCR) and referred to as a 'Millennium City', is one of Haryana's largest urban centres. During the last decade, the city has experienced phenomenal growth – from a small population of 1.21 lakhs in 2001 to 11.53 lakhs in 2011. As a major industrial and financial hub of Haryana, the city has witnessed the third largest increase in per capita incomes in India (after Chandigarh and Mumbai). The city is the hub of the significant real estate development taking place in Haryana.

The Municipal Council, Gurgaon was converted into a Municipal Corporation in June 2008, following which the area of the ULB's jurisdiction also increased to 168 sq. km. from ~25 sq. km. At present, the area under the jurisdiction of MCG is

around 232 sq. km. The functioning of the MCG is governed by the Haryana Municipal Corporation Act, 1994 (Act), which is administered by the Directorate of Urban Local Bodies (DULB), Government of Haryana (GoH). The highest decision-making authority of the ULB is its Council, which is constituted every five years by electing the Ward Councillors from each of the 35 municipal wards. The Council is headed by a Mayor, who is elected by the Councillors. The operations of the ULB are managed by the Municipal Commissioner (MC), who is appointed by the state government. The heads of the respective departments along with the Additional Commissioners support the MC in managing the services of the MCG. The major functions of MCG are: city cleanliness, solid waste management, maintenance of roads, drainage, sewerage, gardens/dividers/circles, street lights, water supply etc.

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

**Status of non-cooperation with previous CRA: Not applicable**

**Any other information: None**

**Rating history for last three years:**

	Instrument	Current Rating (2020)				Chronology of Rating History for the past 3 years			
		Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs. crore) (As on March 31, 2018)	Date & Rating in FY2020	Date & Rating in FY2019	Date & Rating in FY2018	Date & Rating in FY2017	
					December 31, 2019	24-September 2018	-	-	
1	Issuer Rating	Long Term	NA	NA	[ICRA]A+ (Stable); Withdrawn	[ICRA]A+ (Stable) Assigned	-	-	

**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](http://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]A+ (Stable); Withdrawn

Source: MCG

## ANALYST CONTACTS

**Jayanta Roy**

+91 33 7150 1120

[jayanta@icraindia.com](mailto:jayanta@icraindia.com)

**Manish Pathak**

+91 124 4545 397

[manishp@icraindia.com](mailto:manishp@icraindia.com)

**Nishant Lakkar**

+91 33 7150 1122

[nishant.lakkar@icraindia.com](mailto:nishant.lakkar@icraindia.com)

## RELATIONSHIP CONTACT

**Jayanta Chatterjee**

+91 80 4332 6401

[jayantac@icraindia.com](mailto:jayantac@icraindia.com)

## MEDIA AND PUBLIC RELATIONS CONTACT

**Ms. Naznin Prodhani**

Tel: +91 124 4545 860

[communications@icraindia.com](mailto:communications@icraindia.com)

### Helpline for business queries:

+91-9354738909 (open Monday to Friday, from 9:30 am to 6 pm)

[info@icraindia.com](mailto:info@icraindia.com)

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## ICRA Limited

### Corporate Office

Building No. 8, 2nd Floor, Tower A; DLF Cyber City, Phase II; Gurgaon 122 002

Tel: +91 124 4545300

Email: [info@icraindia.com](mailto:info@icraindia.com)

Website: [www.icra.in](http://www.icra.in)

### Registered Office

1105, Kailash Building, 11th Floor; 26 Kasturba Gandhi Marg; New Delhi 110001

Tel: +91 11 23357940-50

### Branches

Mumbai + (91 22) 24331046/53/62/74/86/87

Chennai + (91 44) 2434 0043/9659/8080, 2433 0724/ 3293/3294,

Kolkata + (91 33) 2287 8839 /2287 6617/ 2283 1411/ 2280 0008,

Bangalore + (91 80) 2559 7401/4049

Ahmedabad+ (91 79) 2658 4924/5049/2008

Hyderabad + (91 40) 2373 5061/7251

Pune + (91 20) 2556 0194/ 6606 9999

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