PUNE MUNICIPAL CORPORATION

CS KUNAL MANDWALE
FCS, DLGFM, LLB, DTL, B.com
Compliance Officer

Ground Floor, PMC Shivaji Nagar, Pune - 411 005.

To,

Date- 08/07/2020

SBICAP Trustee Company Limited

Mumbai

Subject – Submission of Quarterly compliance for the period from 1st April 2020 to 30th June 2020 with regard to the NCD's aggregating to Rs.200 Cores.

1. Updated list of the names and addresses of the Debenture holders with respective ISIN – Attached herewith
2. Interest due during the quarter ended 30th June 2020 has been paid 20th June 2020.
3. Information regarding Debenture holder's complaints/grievances in following format:
    a) Complaints pending at the end of the previous quarter- NA
    b) Complaints received during the Quarter (give full details of each complaint): NA
    c) Nature of the complaint – NA
    d) Complaints resolved during the quarter- NA
    e) Reasons for pending/unresolved complaints- NA
    f) Average time taken to resolve the each complaint –NA
4. A confirmation that the properties secured are adequate for discharging the due repayment for the Debentures i.e. interest and redemption amount – yes (through ESCROW mechanism)
5. Updated credit rating letter (Surveillance) – Attached herewith
6. A confirmation that the insurance policies obtained for the company's assets/property are adequate and properly assigned in favour of Trustee- NA
7. Whether there is any change in composition of Board members and management during the quarter, giving details, there of- NA
8. A certificate from the Chartered Accountant of the company certifying that Security Cover, Debt Equity ratio and Debenture Redemption Reserve is maintained in accordance with the terms of issue of Debentures.- Attached herewith
9. Utilization Certificate from statutory Auditor – Attached herewith
10. Annual Report (Balance sheet) for the year ended 2019-20 – N.A.

CS Kunal Mandwale

Compliance Officer & HOD

Municipal Bond Compliance

Pune Municipal Corporation

Tel. : 91-20-25501076 | Dir. : 91-20-25501068 | Cell : +91 9689931049 | Fax : 91-20-25501104
Email : compliance@punecoproation.org

India Ratings
& Research
A Fitch Group Company

FitchGroup

Mr. Shekhar Gaikwad (IAS)
Municipal Commissioner
Pune Municipal Corporation
1106, Hare Krishna Temple Road,
Shivajinagar, Pune 411005

June 23, 2020

Dear Sir/Madam,

Re: Rating Letter for Bank Loan Ratings of Pune Municipal Corporation

India Ratings and Research (Ind-Ra) has affirmed Pune Municipal Corporation's (PMC) Long-Term Issuer Rating at 'IND AA+'. The Outlook is Stable. The instrument-wise rating action is given below:

Instrument Type	**ISIN**	**Date of Issuance**	**Coupon Rate (%)**	**Maturity Date**	**Size of Issue (million)**	**Rating/Outlook**	**Rating Action**
Non-convertible debentures (NCDs)*	INE807X08017	20 June 2017	7.59	20 June 2027	INR2,000	IND AA+/Stable	Affirmed

* The frequency of interest payment is semi-annual (20 June and 20 December each year) and the NCDs have a bullet repayment structure.

In issuing and maintaining its ratings, India Ratings relies on factual information it receives from issuers and underwriters and from other sources India Ratings believes to be credible. India Ratings conducts a reasonable investigation of the factual information relied upon by it in accordance with its ratings methodology, and obtains reasonable verification of that information from independent sources, to the extent such sources are available for a given security.

The manner of India Ratings' factual investigation and the scope of the third-party verification it obtains will vary depending on the nature of the rated security and its issuer, the requirements and practices in India where the rated security is offered and sold, the availability and nature of relevant public information, access to the management of the issuer and its advisers, the availability of pre-existing third-party verifications such as audit reports, agreed-upon procedures letters, appraisals, actuarial reports, engineering reports, legal opinions and other reports provided by third parties, the availability of independent and competent third-party verification sources with respect to the particular security or in the particular jurisdiction of the issuer, and a variety of other factors.

Users of India Ratings' ratings should understand that neither an enhanced factual investigation nor any third-party verification can ensure that all of the information India Ratings relies on in connection with a rating will be accurate and complete. Ultimately, the issuer and its advisers are responsible for the accuracy of the information they provide to India Ratings and to the market in offering documents and other reports. In issuing its ratings India Ratings must rely on the work of experts, including independent auditors with respect to financial statements and attorneys with respect to legal and tax matters. Further, ratings are inherently forward-looking and embody assumptions and predictions about future events that by their nature cannot be verified as facts. As a result, despite any verification of current facts, ratings can be affected by future events or conditions that were not anticipated at the time a rating was issued or affirmed.

India Ratings seeks to continuously improve its ratings criteria and methodologies, and periodically updates the descriptions on its website of its criteria and methodologies for securities of a given type. The criteria and methodology used to determine a rating action are those in effect at the time the rating action is taken, which for public ratings is the date of the related rating action commentary. Each rating action commentary provides information about the criteria and methodology used to arrive at the stated rating, which may differ from the general criteria and methodology for the applicable security type posted on the website at a given time. For this reason, you should always consult the applicable rating action commentary for the most accurate information on the basis of any given public rating.

Ratings are based on established criteria and methodologies that India Ratings is continuously evaluating and updating. Therefore, ratings are the collective work product of India Ratings and no individual, or group of individuals, is solely responsible for a rating. All India Ratings reports have shared authorship. Individuals identified in an India Ratings report were involved in, but are not solely responsible for, the opinions stated therein. The individuals are named for contact purposes only.

Ratings are not a recommendation or suggestion, directly or indirectly, to you or any other person, to buy, sell, make or hold any investment, loan or security or to undertake any investment strategy with respect to any investment, loan or security or any issuer. Ratings do not comment on the adequacy of market price, the suitability of any investment, loan or security for a particular investor (including without limitation, any accounting and or regulatory treatment), or the tax-exempt nature or taxability of payments made in respect of any investment, loan or security. India Ratings is not your advisor, nor is India Ratings providing to you or any other party any financial advice, or any legal, auditing, accounting, appraisal, valuation or actuarial services. A rating should not be viewed as a replacement for such advice or services. Investors may find India Ratings ratings to be important information, and India Ratings notes that you are responsible for communicating the contents of this letter, and any changes with respect to the rating, to investors.

It will be important that you promptly provide us with all information that may be material to the ratings so that our ratings continue to be appropriate. Ratings may be raised, lowered, withdrawn, or placed on Rating Watch due to changes in, additions to, accuracy of or the inadequacy of information or for any other reason India Ratings deems sufficient.

Nothing in this letter is intended to or should be construed as creating a fiduciary relationship between India Ratings and you or between India Ratings and any user of the ratings.

In this letter, "India Ratings" means India Ratings & Research Pvt. Ltd. and any successor in interest.

We are pleased to have had the opportunity to be of service to you. If we can be of further assistance, please contact the undersigned at +91 22 4000 1700.

Sincerely,

India Ratings

Devendra Pant
Senior Director

Top 10 Holders (PAN)								
Sl No	Pan No	DPId	Holder Folio	Holder	Second	Third	Bonds	Amount
1	AACCB0774B	IN300386	10000287	BANK OF MAHARASHTRA			1,000	1,000,000,000.00
2	AAACI7351P	IN301524	30042994	ICICI PRUDENTIAL LIFE INSURANCE COMPANY LIMITED			654	654,000,000.00
3	AAEFN0852B	IN301549	16940592	NATIONAL FERTILIZERS LIMITED EMPLOYEES PROVIDENT F UND TRUST			190	190,000,000.00
4	AAATB2899Q	IN301549	17336267	BHEL EMPLOYEES PROVIDENT FUND			77	77,000,000.00
5	AAATL0248F	IN302902	47378686	LUPIN LTD EMPLOYEES PROVIDENT FUND TRUST			35	35,000,000.00
6	AABTB3235D	IN301151	27471403	BRAHMAPUTRA VALLEY FERTILIZER CORPORATION LTDEMPLO	YEES PROVIDENT FUND TRUST, NAMRUP		18	18,000,000.00
7	AAATM4366K	IN300476	40436344	MOIL SSPF FUND			10	10,000,000.00
8	AAATN3962A	IN300870	20015655	NATIONAL TEXTILE CORPORATION LTD.,EMPLOYEES CONTRI	BUTORY PROVIDENT FUND		7	7,000,000.00
9	AAATC1239R	IN300476	41149122	C DAC EMPLOYEES PROVIDENT FUND			5	5,000,000.00

10	AAATM4263D	IN300476	40154512	M S RAMAIAH INSTITUTE OF TECHNOLOGY PROVIDENTFUND	SCHEME TRUST		4	4,000,000.00
				Total			2,000	2,000,000,000.00

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A N GAWADE & CO.
CHARTERED ACCOUNTANTS

To,
SBICAP Trustee Company Ltd.
Mumbai

Subject: Certificate for quarter ended 30.06.2020 for bonds raised by Pune Municipal Corporation of Rs.200 Cr.

Dear Sir,

In terms of listing agreement and information memorandum submitted by Pune Municipal Corporation (PMC) Rs.200 Cr municipal bonds @7.59%, we certify that:

1. PMC has maintained the security coverage in accordance within the terms of issue of Debentures.
2. As per audited financials of PMC as on 31.3.2019, PMC has maintained Debt Equity Ratio in accordance within the terms of issues of Debentures.
3. PMC has maintained Debenture Redemption Reserve in accordance with the terms of issue of debentures.

For A N Gawade and Co.
Chartered Accountants
FRN 122158W

A. N. GAWADE & CO. F. R. No. 122158W Chartered Accountants

CA MOHSEEN S SHAIKH
Partner M No 155487
08th July 2020
Pune.
UDIN : 20155487AAAAAZ8033

A N GAWADE & CO.
CHARTERED ACCOUNTANTS

To,
SBICAP Trustee Company Ltd.
Mumbai

Subject: Utilization Certificate of Funds raised from Municipal Bonds of Rs.200 Cr @7.59%.

Dear Sir,

We hereby certify that Pune Municipal Corporation has utilized following sum towards Project Cost of 24/7 Water Supply project.

Month	Date of Payment	Amt Paid Rs.	Balance Unutilized Rs.
June-17	-	-	200,00,00,000/-
	Cumulative till 30TH June 2020	199,99,99,999.65/-	.35/-

Payments made from ICICI Bank (Amount received from State Government and PMC 50%/50% Contribution)

Amount received till date (Cumulative)	Amt Paid Rs. till date (Cumulative)	Balance Unutilized Rs.
39,90,00,000/- Rs.39,90,00,000/- PMC contribution dated 3rd Jan 2019. Rs.30,87,00,000 From State of Maharashtra dated 15th March 2019 As on 30th Dec 2019 amt received from Mission Directorate Rs.23,61,00,000		
-	89,57,51,660.50	41,84,36,410.70/- 39,55,645.00/- (Interest for Quarter)

A. N. GAWADE & CO. F. R. No. 122158W Chartered Accountants

Balance in bank as on 30/06/2020.

Bank	Amount	Purpose
Bank of Maharashtra	1,63,40,661.93	Interest Payment Provision
Corporation Bank (FD)	15,18,00,000/-	DSRA Provision
Bank of Maharashtra	94,71,412/-	DSRA Provision Bal
CANARA Bank (FD)	50,00,00,000/-	Sinking Fund Provision
Corporation Bank (FD)	5,00,00,000/-	Sinking Fund Provision
Bank of Maharashtra	6,38,77,016.44/-	Sinking Fund Provision

For A N Gawade and Co.
Chartered Accountants
FRN 122158W

A. N. GAWADE & CO. F. R. No. 122158W Chartered Accountants

CA MOHSEEN S SHAIKH
Partner M No 155487
08th July 2020
Pune.
UDIN : 20155487AAAABA2549