

ULKA KALASKAR, ACMA
M.Com., I.C.W.A.

Chief Accounts & Finance Officer
Pune Municipal Corporation



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Pune Municipal Corporation
Shivajinagar, Pune 411 005

To,
SBICAP Trustee Company Ltd.
Mumbai.

Date : 19/07/2018

Subject – Submission of Quarterly compliance for the period from 1st April 2018 to 30th June 2018 with regard to the NCD's aggregating to Rs.200 Crores.

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 2018 has been paid on 20th June 2018
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) – Rating Letter of India Rating & Research Private Limited and CARE Rating Limited is 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 2017-18 – NA


Chief Accounts & Finance Officer
Pune Municipal Corporation

HOLDER	THIRD	BANK ACNO	TYP HOL BONDS	FACE VALUE	AMOUNT	ALLOT DATE	MATUR DATE	INT PER
BANK OF MAHARASHTRA		6003471344	NSC BNR	1000	1000000.00	20170620	20270620	7.5900
TRUSTEE MARGINCE ORE (INDIA) LTD SENIOR STAFF FND		01021110000035	NSC TRU	10	1000000.00	20170620	20270620	7.5900
NATIONAL TEXTILE CORPORATION LTD.EMPLOYEES CONTR		05860100000115	NSC TRU	7	1000000.00	20170620	20270620	7.5900
MAHARASHTRA VALLEY FERTILIZER COMPANY LTD.EMPLO		10441110000010	NSC TRU	18	1000000.00	20170620	20270620	7.5900
ICCI PRICENTRALISER UNITED EMPLOYEES PROVIDENT F		00031110000083	NSC TRU	728	1000000.00	20170620	20270620	7.5900
NATIONAL FERTILIZERS UNITED EMPLOYEES PROVIDENT F		00031110000083	NSC TRU	48	1000000.00	20170620	20270620	7.5900
BHEL EMPLOYEES PROVIDENT FUND		00031110000454	NSC TRU	37	1000000.00	20170620	20270620	7.5900
LUPIN LTD EMPLOYEES PROVIDENT FUND TRUST		055301001590	NSC TRU	20	1000000.00	20170620	20270620	7.5900


 Chief Accounts & Finance Officer
 Pune Municipal Corporation

Mr. Saurabh Rao (IAS)
Municipal Commissioner
Pune Municipal Corporation
1106, Hare Krishna Temple Road,
Shivajinagar
Pune - 411005

June 22, 2018

Kind Attn: Mr. Saurabh Rao (IAS), Municipal Commissioner

Dear Sir,

Re: NCD Rating for 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 actions is given below:

Instrument Type	ISIN	Size of Issue (million)	Rating/Outlook	Rating Action
Non-convertible debentures*	INE807X08017	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 or in a given jurisdiction.

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 the jurisdiction in which the rated security is offered and sold and/or the issuer is located, 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 a 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's 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.

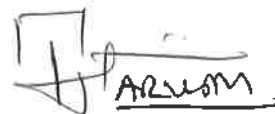
We are pleased to have had the opportunity to be of service to you. If we can be of further assistance, please contact the undersigned at +91 22 4000 1700.

Sincerely,

India Ratings



Rakesh Valecha
Senior Director



Prashant Tarwadi
Director

No. CARE/HO/RL/2018-19/2153

To,
Mr. Saurabh Rao, IAS
The Commissioner,
Pune Municipal Corporation,
Shivajinagar,
Pune 411 005.

July 10, 2018

Confidential

Dear Sir,

Credit rating of NCDs of PMC of Rs 200 crore

On a review of recent developments including operational and financial performance of your Corporation for FY17 (audited), our Rating Committee has reviewed the following rating:

Instrument	Amount (Rs. crore)	Rating ¹	Rating Action
Non-Convertible Debentures (NCDs)	200 (Rs. Two hundred crore only)	CARE AA+; Stable (Double A Plus; Outlook: Stable)	Reaffirmed

- The NCDs are repayable as bullet repayment of Rs. 200 crore by 2027 (i.e., 10 years after date of issuance).
- The rationale for the rating will be communicated to you separately. A write-up (press release) on the above rating is proposed to be issued to the press shortly, a draft of which is enclosed for your perusal as Annexure. We request you to peruse the annexed document and offer your comments if any. We are doing this as a matter of courtesy to our clients and with a view to ensure that no factual inaccuracies have inadvertently

¹Complete definitions of the ratings assigned are available at www.careratings.com and in other CARE publications.

crept in. Kindly revert as early as possible. In any case, if we do not hear from you by **July 12, 2018**, we will proceed on the basis that you have no any comments to offer.

4. CARE reserves the right to undertake a surveillance/review of the rating from time to time, based on circumstances warranting such review, subject to at least one such review/surveillance every year.
5. CARE reserves the right to revise/reaffirm/withdraw the rating assigned as also revise the outlook, as a result of periodic review/surveillance, based on any event or information which in the opinion of CARE warrants such an action. In the event of failure on the part of the entity to furnish such information, material or clarifications as may be required by CARE so as to enable it to carry out continuous monitoring of the rating of the debt instrument, CARE shall carry out the review on the basis of best available information throughout the life time of such instrument. In such cases the credit rating symbol shall be accompanied by "ISSUER NOT COOPERATING". CARE shall also be entitled to publicize/disseminate all the afore-mentioned rating actions in any manner considered appropriate by it, without reference to you.
6. Users of this rating may kindly refer our website www.careratings.com for latest update on the outstanding rating.
7. CARE ratings are **not** recommendations to buy, sell, or hold any securities.

If you need any clarification, you are welcome to approach us in this regard.

Thanking you,

Yours faithfully,



Dr. Rucha Ranadive
Associate Economist
rucha.ranadive@careratings.com



Ms. Kavita Chacko
Senior Economist
kavita.chacko@careratings.com

Encl.: As above

CARE Ratings Limited
(Formerly known as Credit Analysis & Research Limited)

Disclaimer

CARE's ratings are opinions on credit quality and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. CARE has based its ratings/outlooks on information obtained from sources believed by it to be accurate and reliable. CARE does not, however, guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by CARE have paid a credit rating fee, based on the amount and type of bank facilities/instruments.

In case of partnership/proprietary concerns, the rating/outlook assigned by CARE is based on the capital deployed by the partners/proprietor and the financial strength of the firm at present. The rating/outlook may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor in addition to the financial performance and other relevant factors.

CARE Ratings Limited
(Formerly known as Credit Analysis & Research Limited)

4th Floor, Godrej Coliseum, Somaiya Hospital Road, Off Eastern Express Highway, Sion (E), Mumbai - 400 022.
Tel.: +91-22- 6754 3456 • Fax: +91-22- 022 6754 3457 • www.careratings.com • CIN-L67190MH1993PLC071691



19th July 2018.

To,
SBICAP Trustee Company Ltd.
Mumbai

Subject: Certificate for quarter ended 30.6.18 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 31.3.2017, 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



CA MOHSEEN S SHAIKH
Partner M No 155487
Pune.

19th July 2018.

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/-
July-17	05/07/2017	4,12,71,804/-	195,87,28,196/-

Payments made from ICICI Bank (Amount received from State Government)

Amount received till date (Cumulative)	Amt Paid Rs. till date (Cumulative)	Balance Unutilized Rs.
39,90,000/-	-	39,90,00,000/-
-	20,58,39,944/-	19,79,41,325/-
		20,09,614/- (Interest for Quarter)

Balance in bank FDs as on 18/07/2018.

Bank	FD Amount	Purpose
IDBI Bank	1,27,00,000/-	Interest Payment Provision
IDBI Bank	15,18,00,000/-	DSRA Provision
IDBI Bank	21,70,00,000/-	Sinking Fund Provision

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



CA MOHSEEN S SHAIKH
Partner M No 155487
Pune.

Ref No. : R/PMCB-2017/QTR1
Date : 05th July'2018

PUNE MUNICIPAL CORPORATION
GROUND FLOOR,
PMC SHIVAJI NAGAR,
PUNE-411005

Dear Sir,

Unit : Pune Municipal Corporation Private Placement – 2017 ISIN NO-INE807X08017
Sub : Complaint status from 01.04.2018 to 30.06.2018

We are hereunder furnishing the complaint status received and resolved during the period 01.04.2018 to 30.06.2018.

PUNE MUNICIPAL CORPORATAION-2017					(PMCB)
Complaints received & resolved during the Period 01.04.2018 to 30.06.2018					
SI no	Nature of Complaints			Pending	Duration
1	Non-Receipt of Refund Order	0	0	0	2-3 days
2	Non-Receipt of Electronic Credit	0	0	0	2-3 days
3	Non-Receipt of Interest Warrants	0	0	0	2-3 days
4	Non-Receipt of Bonds \ Securities	0	0	0	2-3 days
5	Non-receipt of TDs Certificate	0	0	0	2-3 days
	Total	0	0	0	

Thanking you,

Yours faithfully,

For **Karvy Computershare Private Limited**


Chandrasekhar
Deputy Manager



Karvy Computershare Private Limited

Corporate office: "Karvy Selenium Tower B", Plot No. 31 & 32, Financial District, Nanakramguda, Gachibowli, Hyderabad- 500 032. Telangana, INDIA. T: +91-40-67162222, 33211000, F: +91-40-23420814, e-mail: support@karvy.com

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T: +91-40-2331-2454/2332-0751/752/251 | F: +91-40-2331-1968 | www.karvy.com | www.karvycomputershare.com | CIN: U72400TG2003PTC041636

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