

Mr. Mahendra Singh Tanwar (IAS)
Municipal Commissioner
Ghaziabad Nagar Nigam
Navyug Market, Opp. Old Bus Stand,
Ghaziabad - 201001 (U.P.)

April 06, 2021

Dear Sir/Madam,

Re: Rating Letter for NCD of Ghaziabad Nagar Nigam

India Ratings and Research (Ind-Ra) has assigned Ghaziabad Nagar Nigam's (GNN) non-convertible debentures (NCDs) a final rating of 'IND AA' with a Stable Outlook, as follows:

Instrument Type	Size of Issue (million)	Rating/Outlook	Rating Action
*NCDs	INR1,500	IND AA/Stable	Assigned

*Details in Annexure

The frequency of the interest payment is semi-annual.

The final rating has been assigned after the receipt of the final documents by the agency and the prefunding of the interest payment account (IPA) with the debt service reserve amount (DSRA) with four semi-annual interest instalments, which was created on 5 April 2021, before the pay-in date of 6 April 2021. The structured payment mechanism confirms the information already received by Ind-Ra, based on which the provisional rating was assigned. Therefore, the final rating is the same as the [provisional rating assigned on 22 February 2021](#).

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.

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India Ratings seeks to continuously improve its ratings criteria and methodologies, and periodically updates the descriptions on its website of its



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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.

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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.

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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



Abhishek Bhattacharya
Senior Director



Annexure: Facilities Breakup

NCD Details

Instrument Type	ISIN	Date of Issuance	Coupon Rate (% per annum)	Maturity Date	Size of Issue (million)	Rating/Outlook
Green Bonds/NCDs	INE0GVF24014 (STRPP-A)	6 April 2021	8.10	6 April 2025	INR214.35	IND AA/Stable
Green Bonds/NCDs	INE0GVF24022 (STRPP-B)	6 April 2021	8.10	6 April 2026	INR214.35	IND AA/Stable
Green Bonds/NCDs	INE0GVF24030 (STRPP-C)	6 April 2021	8.10	6 April 2027	INR214.35	IND AA/Stable
Green Bonds/NCDs	INE0GVF24048 (STRPP-D)	6 April 2021	8.10	6 April 2028	INR214.35	IND AA/Stable
Green Bonds/NCDs	INE0GVF24055 (STRPP-E)	6 April 2021	8.10	6 April 2029	INR214.35	IND AA/Stable
Green Bonds/NCDs	INE0GVF24063 (STRPP-F)	6 April 2021	8.10	6 April 2030	INR214.35	IND AA/Stable
Green Bonds/NCDs	INE0GVF24071 (STRPP-G)	6 April 2021	8.10	6 April 2031	INR213.90	IND AA/Stable
				Total	INR1,500.00	

10





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BWR/NCD/HO/CRC/VI/0008/2021-22

06 April 2021

Mr. Mahendra Singh Tanwar (IAS),
Municipal Commissioner,
Ghaziabad Nagar Nigam (GNN)
Nagar Nigam Building, Navyug Market,
Ghaziabad – 201 001, (U.P.)

Dear Sir,

Sub: Affirmation of Ratings assigned to Ghaziabad Nagar Nigam's NCD/Bonds issue of Rs.150.00 Crs (INR One Hundred and Fifty Crores Only) with a tenor up to 10 years

Ref:

- (i) BWR's Rating Letter No. BWR/NCD/HO/ERC/VI/0760/2019-20 dated 20th Feb 2020
- (ii) BWR's Rating Letter No. BWR/NCD/HO/CRC/VI/0565/2020-21 dated 19th Feb 2021
- (iii) (ii) BWR's Rating Letter No. BWR/NCD/HO/CRC/VI/0593/20-21 dated 13th Mar 2021

The rating for the NCD issue of Rs. 150 crs had earlier been reaffirmed at Provisional BWR AA (CE)/Stable rating on 19th Feb 2021 [same was revalidated on 13th March, 2021], pending compliance/execution of documents in accordance with the terms of issue. GNN has since confirmed compliance and provided a copy of the necessary documents. Accordingly, the rating of BWR AA (CE) with Stable Outlook has been affirmed for the said Bond Issue. Please refer Annexure-I and Annexure-II for the details of the instrument.

All terms and conditions including the validity period of the rating of our letter BWR/NCD/HO/CRC/VI/0565/2020-21 dated 19-Feb-2021 remains unchanged. Brickwork would conduct surveillance periodically. Please note that Brickwork Ratings would need to be kept informed of any significant information/ development that may affect your Nigam's finances/ performance without any delay.

Please acknowledge.

Best Regards,

Vipula Sharma
Director - Ratings and Head- Infrastructure Ratings

Note: Rating Rationale of all accepted Ratings are published on Brickwork Ratings website. All non-accepted ratings are also published on Brickwork Ratings web-site . Interested persons are well advised to refer to our website www.brickworkratings.com. If they are unable to view the rationale, they are requested to inform us on brickworkhelp@brickworkratings.com.

Page 1 of 4





Brickwork Ratings India Pvt. Ltd.

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BWR/NCD/HO/CRC/VI/0008/2021-22

06 April 2021

**Annexure - I
 Details of Instrument Rated
 Ghaziabad Nagar Nigam**

Instrument	Previous Amount (₹ Crs)	Present Amount (₹ Crs)	Tenure	Previous Ratings (19-Feb-2021)	Rating Recommendation*
NCD/Bonds	150.00	150.00	Long Term	Provisional BWR AA (CE)/ Stable	Affirmed at BWR AA (CE) Outlook: Stable
Total	150.00	150.00	INR One Hundred and Fifty Crores Only		

- Credit Enhancement (CE) is in the form of funds available from the Infrastructure Development Fund - GoUP with T-Structure for meeting the shortfall of the Sinking Fund and replenishment of DSRA
- Unsupported Rating: BWR A+ (Stable) includes upfront DSRA , structured payment mechanism.

*Please refer to BWR website www.brickworkratings.com/ for definition of the ratings

Annexure II: Instrument Details

Instrument Type	Date of Issuance	Issue Size (INR Rs. Crs.)	Coupon Rate (% per annum)	Maturity Date	ISIN Particulars
Bonds/ NCDs	06-Apr-21	21.435	8.10%	06-Apr-25	INEoGVF24014
Bonds/ NCDs	06-Apr-21	21.435	8.10%	06-Apr-26	INEoGVF24022
Bonds/ NCDs	06-Apr-21	21.435	8.10%	06-Apr-27	INEoGVF24030
Bonds/ NCDs	06-Apr-21	21.435	8.10%	06-Apr-28	INEoGVF24048
Bonds/ NCDs	06-Apr-21	21.435	8.10%	06-Apr-29	INEoGVF24055
Bonds/ NCDs	06-Apr-21	21.435	8.10%	06-Apr-30	INEoGVF24063
Bonds/ NCDs	06-Apr-21	21.390	8.10%	06-Apr-31	INEoGVF24071

Credit Enhancement (CE) is in the form of funds available from the Infrastructure Development Fund - GoUP with T-Structure for meeting the shortfall of the Sinking Fund and replenishment of DSRA





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Unsupported Rating: BWR A+ (Stable) includes upfront DSRA, structured payment mechanism

