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This Information Memorandum is neither a prospectus nor a statement in lieu of prospectus. This Information Memorandum is prepared in conformity with Securities and Exchange Board of India (Issue and Listing of Debt Securities by Municipalities) Regulations, 2015, and as amended from time to time.

Dated: 20 August, 2019



GREATER HYDERABAD MUNICIPAL CORPORATION

(Constituted under the Greater Hyderabad Municipal Corporation Act, 1955)

CC Complex Tank Bund Road, Lower Tank Bund Hyderabad: 500063

Contact Person cum Compliance Officer: Sri D. Jaya Raj Kennedy, Additional Commissioner (Finance)

Tel: +91 40-23225397

E-mail: bonds-ghmc@telangana.gov.in; Website: www.ghmc.gov.in

PRIVATE PLACEMENT OF UNSECURED, TAXABLE NON-CONVERTIBLE, REDEEMABLE BONDS IN THE NATURE OF DEBENTURES ("BONDS") OF FACE VALUE OF RS. 10 LAKHS EACH AT PAR AMOUNTING TO RS. 100 CRORES ("ISSUE") BY GREATER HYDERABAD MUNICIPAL CORPORATION PROPOSED TO BE LISTED ON BSE LIMITED

GENERAL RISK

For taking an investment decision, investors must rely on their own examination of the Issue, the Issuer and this Information Memorandum including the risks involved as mentioned in this Information Memorandum. The Bonds have not been recommended or approved by the Securities and Exchange Board of India ("SEBI") nor does SEBI guarantee the accuracy or adequacy of this Information Memorandum.

CREDIT RATING

The Bonds proposed to be issued by the Greater Hyderabad Municipal Corporation have been assigned a rating of CARE Provisional AA: Stable (Double A: Outlook Stable) by CARE vide its letter dated 07.08.2019 and IND Provisional AA/Stable by IRRPL vide its letter dated 07.08.2019.

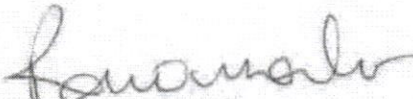
The above ratings are not a recommendation to buy, sell or hold securities and investors should take their own decision regarding investment in the present Bonds. The ratings may be subject to revision or withdrawal at any time by the assigning rating agency and should be evaluated independently of any other ratings. For credit rating of Bonds and detailed rationale of the ratings, please refer to Annexure- II.

Arranger to the Issue	Trustee for the Bonds	Registrar for the Issue	Internal Transaction Advisor for Bonds
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Issue/Bid Opens on	Issue/Bid Closes on	Date of Allotment
20 August, 2019	20 August, 2019	21 August, 2019

Listing: The Bonds are proposed to be listed on Wholesale Debt Market segment of BSE Limited.

The Issuer reserves its sole and absolute right to modify (pre-pono/postpone) the above Issue schedule without giving any reasons or prior notice.


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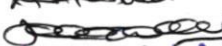

Chief Financial Advisor
Greater Hyderabad Municipal Corporation

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DISCLAIMER

1. Disclaimer of the Greater Hyderabad Municipal Corporation ("GHMC" or "Corporation"):

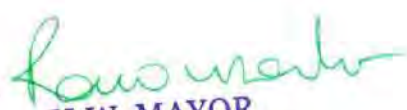
This Information Memorandum is neither a prospectus nor a statement in lieu of prospectus and is prepared in accordance with the Securities and Exchange Board of India (Issue and Listing of Debt Securities by Municipalities) Regulations, 2015 issued vide notification No. SEBI/LAD-NRO/GN/2015-16/006 dated July 15, 2015, as amended from time to time. This Information Memorandum does not constitute an offer to the public in general to subscribe for or otherwise acquire the Bonds to be issued by Greater Hyderabad Municipal Corporation. This Information Memorandum is for the exclusive use of the addressees to whom it has been addressed and it should not be circulated or distributed to third party(ies). This Issue is being made strictly on a private placement basis. Apart from this Information Memorandum, no other offer document has been prepared in connection with the offering of this Issue or in relation to the Bonds.

This Information Memorandum is not intended to form the basis of evaluation for the prospective subscribers to whom it is addressed and who are willing and eligible to subscribe to the Bonds issued by the Issuer. This Information Memorandum has been prepared to give general information regarding Greater Hyderabad Municipal Corporation to parties proposing to invest in this issue of Bonds and it does not purport to contain all the information that any such party may require. Greater Hyderabad Municipal Corporation believes that the information contained in this Information Memorandum is true and correct as of the date hereof.

Greater Hyderabad Municipal Corporation does not undertake to update this Information Memorandum to reflect any subsequent events and thus prospective subscribers must confirm the accuracy and relevance of any information contained herein with Greater Hyderabad Municipal Corporation. However, Greater Hyderabad Municipal Corporation reserves its right for providing the information at its absolute discretion. Greater Hyderabad Municipal Corporation accepts no responsibility for statements made in any advertisement or any other material and anyone placing reliance on any other source of information would be doing so at his own risk and responsibility. Prospective subscribers must make their own independent evaluation and judgment before making the investment and are believed to be experienced in investing in debt markets and are able to bear the economic risk of investing in Bonds. It is the responsibility of the prospective subscribers to have obtained all consents, approvals or authorizations required by them to make an offer to subscribe for, and purchase the Bonds. It is the responsibility of the prospective subscribers to verify if they have necessary power and competence to apply for the Bonds under the relevant laws and regulations in force. Prospective subscribers should conduct their own investigation, due diligence and analysis before applying for the Bonds. Nothing in this Information Memorandum should be construed as advice or recommendation by the Issuer or by the Arrangers to the Issue to subscribers to the Bonds. The prospective subscribers also acknowledge that the Arrangers to the Issue do not owe the subscribers any duty of care in respect of this private placement offer to subscribe for the bonds. Prospective subscribers should also consult their own advisors on the implications of application, allotment, sale, holding, ownership and redemption of these Bonds and matters incidental thereto.

The Issuer reserves the right to withdraw the private placement of the Bonds Issue prior to the Issue closing date(s) in the event of any unforeseen development adversely affecting the economic and regulatory environment or any other force majeure condition including any change in applicable law. In such an event, the Issuer will refund the application money, if any, along with interest payable on such application money, if any.

The Corporation, its Officers and employees do not take any responsibility for the investments made by the investors in this bond issue


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2. Disclaimer of the Securities & Exchange Board of India ("SEBI"):

This Information Memorandum has not been filed with SEBI. The Bonds have not been recommended or approved by SEBI nor does SEBI guarantee the accuracy or adequacy of this Information Memorandum. It is to be distinctly understood that this Information Memorandum should not, in any way, be deemed or construed that the same has been cleared or vetted by SEBI. SEBI does not take any responsibility either for the financial soundness of any scheme or the project for which the Issue is proposed to be made, or for the correctness of the statements made or opinions expressed in this Information Memorandum. The Issue of Bonds being made on private placement basis, filing of this Information Memorandum with SEBI is not required. However, SEBI reserves the right to take up at any point of time, with the Issuer, any irregularities or lapses in this Information Memorandum.

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The role of the Arranger in the assignment is confined to marketing and placement of the Debentures / Bonds (Debentures and Bonds have been used interchangeably in this Disclaimer) on the basis of this Information Memorandum as prepared by the Issuer. The Arranger has neither scrutinized nor vetted nor reviewed nor has it done any due diligence for verification of the contents of this Information Memorandum. The Arranger shall use this Information Memorandum for the purpose of soliciting subscription(s) from Eligible Investors in the Debentures to be issued by the Issuer on a private placement basis. It is to be distinctly understood that the use and distribution of this Information Memorandum by the Arranger should not in any way be deemed or construed to mean that the Information Memorandum has been endorsed by the Arranger in any manner.

It is the responsibility of the Issuer to comply with all laws, rules and regulations and obtain all regulatory, governmental and other necessary approvals for the issuance of the Bonds. The Arranger has not verified whether the regulatory requirements have been fulfilled and necessary approvals have been obtained by the Issuer.

The Issuer has prepared this Information Memorandum and the Issuer is solely responsible and liable for its contents. The Issuer confirms that all the information contained in this Information Memorandum has been provided by the Issuer or is from publicly available information, the use of which isn't regulated or prohibited by applicable law or regulation relating to insider dealing or otherwise and that such information has not been independently verified by the Arranger.

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The Eligible Investors should carefully read this Information Memorandum. This Information Memorandum is for general information purposes only, without regard to specific objectives, suitability, financial situations and needs of any particular person and does not constitute any recommendation and the Eligible Investors are not to construe the contents of this Information Memorandum as investment, legal, accounting, regulatory or tax advice, and the Eligible Investors should consult with its own advisors as to all legal, accounting, regulatory, tax, financial and related matters concerning an investment in the Bonds. This Information Memorandum should not be construed as an offer to sell or the solicitation of an offer to buy, purchase or subscribe to any securities


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mentioned therein, and neither this document nor anything contained herein shall form the basis of or be relied upon in connection with any contract or commitment whatsoever.

This Information Memorandum is confidential and is made available to potential investors in the Bonds on the understanding that it is confidential. Recipients are not entitled to use any of the information contained in this Information Memorandum for any purpose other than in assisting to decide whether or not to participate in the Bonds. This document and information contained herein or any part of it does not constitute or purport to constitute investment advice in publicly accessible media and should not be printed, reproduced, transmitted, sold, distributed or published by the recipient without the prior written approval from the Arranger and the Issuer. This Information Memorandum has not been approved and will or may not be reviewed or approved by any statutory or regulatory authority in India or by any Stock Exchange in India. This document may not be all inclusive and may not contain all of the information that the recipient may consider material.

Please note that:

- a) the Arranger and/or their affiliates may, now and/or in the future, have other investment and commercial banking, trust and other relationships with the Issuer and other entities related to the Issuer;
- b) as a result of those other relationships, the Arranger and/or their affiliates may get information about the Issuer and/or the Issue or that may be relevant to any of them. Despite this, the Arranger and/or their affiliates will not be required to disclose such information, or the fact that it is in possession of such information, to any recipient of this Information Memorandum;
- c) the Arranger and/or their affiliates may, now and in the future, have fiduciary or other relationships under which it, or they, may exercise voting power over securities of various persons. Those securities may, from time to time, include securities of the Issuer;
- d) the Arranger and/or their affiliates may exercise such voting powers, and otherwise perform its functions in connection with such fiduciary or other relationships, without regard to its relationship to the Issuer and/or the securities;
- e) the Arranger is not acting as trustee or fiduciary for the investors or any other person, and
- f) the Arranger is under no obligation to conduct any "know your customer" or other procedures in relation to any person.

Nothing in this Information Memorandum constitutes an offer of securities for sale in the United States of America or any other jurisdiction where such offer or placement would be in violation of any law, rule or regulation. No action is being taken to permit an offering of the bonds in the nature of debentures or the distribution of this Information Memorandum in any jurisdiction where such action is required. The distribution/taking/sending/dispatching/transmitting of this Information Memorandum and the offering and sale of the Bonds may be restricted by law in certain jurisdictions, and persons into whose possession this document comes should inform themselves about, and observe, any such restrictions.

Each person receiving this Information Memorandum acknowledges that:

- a) Such person has been afforded an opportunity to request and to review and has received all additional information considered by it to be necessary to verify the accuracy of or to supplement the information herein; and
- b) Has not relied on the Arranger and/or its affiliates that may be associated with the Bonds in connection with its investigation of the accuracy of such information or its investment decision.


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Issuer hereby declares that the Issuer has exercised due diligence to ensure complete compliance of applicable disclosure norms in this Information Memorandum. The Arranger: (a) is not acting as trustee or fiduciary for the investors or any other person; and (b) is under no obligation to conduct any "know your customer" or other procedures in relation to any person. The Arranger is not responsible for (a) the adequacy, accuracy and/or completeness of any information (whether oral or written) supplied by the Issuer or any other person in or in connection with this Information Memorandum; or (b) the legality, validity, effectiveness, adequacy or enforceability of this Information Memorandum or any other agreement, arrangement or document entered into, made or executed in anticipation of or in connection with this Information Memorandum; or (c) any determination as to whether any information provided or to be provided to any investor is non-public information the use of which may be regulated or prohibited by applicable law or regulation relating to insider dealing or otherwise.

The Arranger or any of their directors, employees, affiliates or representatives do not accept any responsibility and/or liability for any loss or damage arising of whatever nature and extent in connection with the use of any of the information contained in this document. By accepting this Information Memorandum, investor(s) agree(s) that the Arranger will not have any such liability.

4. Disclaimer of the Stock Exchanges

As required, a copy of the Information Memorandum shall be filed with the WDM segment of BSE in accordance with Securities and Exchange Board of India (Issue and Listing of Debt Securities by Municipalities) Regulations, 2015, issued vide Notification No. SEBI/ LAD-NRO/GN/2015-16/006 (dated July 15, 2015) as amended from time to time.

It is to be distinctly understood that submission of the Information Memorandum to the Stock Exchange should not in any way be deemed or construed to mean that the Information Memorandum has been cleared or approved by BSE; nor does it take any responsibility for the financial or other soundness of the Issuer, its promoters, its management or any scheme or project of the Issuer.

This Document is to facilitate investors to take an informed decision for making investment in the proposed Issue.

5. Disclaimer of the Rating Agencies:

A CARE rating reflects CARE's current opinion on the likelihood of timely payment of the obligation under rated instrument and does not contribute an audit of the rated entity by CARE. CARE ratings are based on the information provided by the Issuer or obtained by CARE from sources it considers reliable. CARE does not guarantee the completeness or accuracy of the information on which the rating is based. A CARE rating is not a recommendation to buy, sell or hold the rated instrument, it does not comment on the market price or suitability for a particular investor. All CARE ratings are under surveillance. Ratings are revised as and when circumstances so warrant. CARE is not responsible for any errors and especially, states that it has no financial liability whatsoever to the subscribers/users/transmitters/distributors of this product. CARE Ratings rating criteria are available without charge to the public on the CARE website www.care.com.

An India Ratings and Research's rating reflects IRRPL's current opinion on the likelihood of timely payment of the obligation under rated instrument and does not contribute an audit of the rated entity by India Ratings and Research. India Ratings and Research's ratings are based on the information provided by the Issuer or obtained by India Ratings and Research from sources it considers reliable. India Ratings and Research does not guarantee the completeness or accuracy of the information on which the rating is based. An India Ratings and Research's Rating is not a recommendation to buy, sell or hold the rated instrument, it does not comment on the market price or suitability for a particular investor. Ratings are revised as and when circumstances so warrant. India Ratings and Research is not responsible for any errors and especially, states that it has no financial liability whatsoever to the subscribers/users/transmitters/distributors of this product. India Ratings and Research's rating criteria are available without charge to the public on the India Ratings and Research website www.indiaratings.co.in.


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6. Disclaimer of the Trustee:

Investors should carefully read and note the contents of the Information Memorandum. Each prospective investor should make its own independent assessment of the merit of the investment in Bonds and the Issuer. Prospective Investors should consult their own financial, legal, tax and other professional advisors as to the risks and investment considerations arising from an investment in the Bonds and should possess the appropriate resources to analyze such investment and suitability of such investment to such investor's particular circumstance. Prospective investors are required to make their own independent evaluation and judgment before making the investment and are believed to be experienced in investing in debt markets and are able to bear the economic risk of investing in such instruments.

7. Disclaimer of the Legal Counsel:

The role of the Legal Counsel in present transaction is limited to advising the Issuer in relation to applicable laws in respect of the Bonds. The Legal Counsel has not done any independent verification of the information provided and relied on the information provided by Issuer. Legal Counsel cannot guarantee the accuracy of the Information provided in this document. It is the responsibility of the Issuer to obtain all necessary approvals for issuance of the Bonds.

The Issuer has prepared this information on the basis of publicly available information and its own resources, use of which is not restricted by any law and is solely liable for contents of this document. No representation or warranty is made directly or indirectly, is or will be made by employees, representatives, associates or partners of the Legal Counsel, for accuracy, completeness of the information contained in this document and Legal Counsel disclaims any responsibility or liability to fullest extent for contents of this document. Neither the employees nor the representatives or partners of the Legal Counsel shall be liable for any damage direct or indirect if any suffered by any person, any loss of profit or any other loss, direct or indirect, that may arise by use of this document. By accepting this document investor accepts the disclaimer of the Legal Counsel, which forms an integral part of this document and agrees that Legal Counsel will not have any liability.

This Information Memorandum does not form any advice or suggestion and eligible investors shall not construe contents of this Information Memorandum as any sort of advice legal, regulatory or tax related and eligible investors shall consult their own advisors before investing in these Bonds.

Please note that:

The Legal Counsel may have been associated with Issuer or entities related to Issuer or may be associated with them in future. As a result of such relation Legal Counsel may come to know about information that may be relevant. However same may not be disclosed under client attorney relationship. Legal Counsel is not acting as trustee or in fiduciary duty for the investors.

Issuer declares that it has made necessary due diligence to ensure complete compliance regarding disclosure norms for the information as per applicable law and Legal Counsel is not responsible

- for any information supplied by the Issuer or any other person, written or oral, in relation to this document;
- for accuracy, completeness, adequacy, effectiveness of the information contained in this document; and
- for any determination as to any information provided in this document is public information or not, use of which may be prohibited by some law.

8. Disclaimer of the Internal Transaction Advisor:

Role of the Internal Transaction Advisor in present transaction is limited to advising the Issuer in relation to market scenarios, coordination with the external agencies, assisting in framing of the credit rating enhancement, etc., in respect of the Bonds. The Internal Transaction Advisor has not done any independent verification of the information provided and relied on the information provided by Issuer. Internal Transaction Advisor cannot guarantee the accuracy of the Information provided in this document. It is the responsibility of the Issuer to obtain all necessary approvals for issuance of the Bonds.

The investors should take their own informed decision for investment in these bonds and in no way are the transaction advisors or any of its directors and employees are responsible for any investment decision by prospective investors, based on this document.


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FORWARD LOOKING STATEMENTS

All statements in this Information Memorandum that are not statements of historical facts constitute "forward looking statements". Readers can identify forward-looking statements by terminology like "aim", "anticipate", "intend", "believe", "continue", "estimate", "expect", "may", "objective", "plan", "potential", "project", "pursue", "shall", "should", "will", "would" or other words or phrases of similar import. All statements regarding the Issuer's expected financial condition and results of operations, business, plans and prospects are forward looking statements. These forward looking statements and any other projections contained in this Information Memorandum (whether made by the Issuer or any third party) are predictions and involve known and unknown risks, uncertainties and other factors that may cause the Issuer's actual results, performance and achievements to be materially different from any future results, performance or achievements, expressed or implied, by such forward looking statements or other projections.

The forward-looking statements contained in this Information Memorandum are based on the beliefs of the management of the Issuer, as well as the assumptions made by and information available to management as at the date of this Information Memorandum. There can be no assurance that the expectations will prove to be correct. The Issuer expressly disclaims any obligation or undertaking to release any updated information or revisions to any forward-looking statements contained herein to reflect any changes in the expectations or assumptions with regard thereto or any change in the events, conditions or circumstances on which such statements are based. Given these uncertainties, recipients are cautioned not to place undue reliance on such forward-looking statements. All subsequent, written and oral, forward looking statements attributable to the Issuer are expressly qualified in their entirety by reference to these cautionary statements.

INDUSTRY AND MARKET DATA

Market data and certain industry forecasts used throughout this Information Memorandum have been obtained from market research, publicly available information and industry publications. Industry publications generally state that the accuracy and completeness of that information is not guaranteed. Similarly, industry forecasts and market research while believed to be reliable have not been independently verified and the Issuer does not make any representation as to the accuracy of that information.


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DEFINITIONS AND ABBREVIATIONS

Unless the context otherwise indicates or requires, the following terms shall have the meanings given below in this Information Memorandum.

General Terms

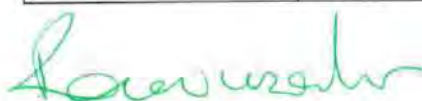
TERM	DESCRIPTION
"GHMC" or "Issuer" or "Corporation"	Greater Hyderabad Municipal Corporation established under Greater Hyderabad Municipal Corporation having its Head Office at CC Complex Tank Bund Road, Lower Tank Bund, Hyderabad
"we", "us", "our"	Unless the context otherwise requires, the Corporation

Issuer related Terms

TERM	DESCRIPTION
Act/GHMC Act	Greater Hyderabad Municipal Corporation Act, 1955, as amended from time to time
Commissioner	Commissioner, Greater Hyderabad Municipal Corporation
Committee Member	Member of the Standing Committee or any other duly constituted committee of the Corporation
Committee	Standing Committee or any other committee as mentioned in this Information Memorandum
CARE	Credit Analysis & Research Limited.
EBS	Online E-business Suite
HRMS	Human Resources Management System
Head Office	Head Office of GHMC at CC Complex Tank Bund Road, Lower Tank Bund, Hyderabad
IRRPL	India Ratings and Research Private Limited
JNNURM	Jawaharlal Nehru National Urban Renewal Mission
MoUD/MoHUA	Ministry of Urban Development / Ministry of Housing and Urban Affairs

Issue Related Terms

TERMS	DESCRIPTION
AY	Assessment Year
Allotment/ Allot/ Allotted	The issuance and allotment of the Bonds to the successful Applicants in the Issue
Allottee	A successful Applicant to whom the Bonds are allotted pursuant to the Issue, either in full or in part
Applicant/ Investor	A person who makes an offer to subscribe to the Bonds pursuant to the terms of this Information Memorandum and the Application Form
Application Form	The form in terms of which the Applicant shall make an offer to subscribe to the Bonds and which will be considered as the application for allotment of Bonds in the Issue
Bondholder(s)	Any person or entity holding the Bonds and whose name appears in the list of Beneficial Owners provided by the Depositories
Beneficial Owner(s)	Bondholder(s) holding Bond(s) in dematerialized form (Beneficial Owner of the Bond(s) as defined in clause (a) of sub-section (1) of Section 2 of the Depositories



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TERMS	DESCRIPTION
	Act, 1996)
Bond(s)	Unsecured, Taxable, Non-Convertible, Redeemable Bonds in the nature of Debentures of face value Rs. 10 lakhs each, at par to be issued by GHMC proposed to be listed on BSE Limited through private placement route under the terms of this Information Memorandum
BSE	BSE Limited
CDSL	Central Depository Services (India) Limited
Coupon/ Interest Payment Date	As mentioned in the Summary Term Sheet
Debt Securities	Non-convertible debt securities which create or acknowledge indebtedness and include debentures, bonds and such other securities of a body corporate or any statutory body constituted by virtue of a legislation, whether constituting a charge on the assets of the Issuer or not, but excludes security bonds issued by the Government or such other bodies as may be specified by SEBI, security receipts and securitized debt instruments.
Date of Allotment	The date on which bonds are allotted to Bondholders.
Depository	A Depository registered with SEBI under the SEBI (Depositories and Participants) Regulations, 1996, as amended from time to time, in present case, being NSDL and CDSL
Depositories Act	The Depositories Act, 1996, as amended from time to time
Depository Participant	A Depository Participant as defined under the Depositories Act.
Information Memorandum	Information Memorandum dated August 20, 2019 for private placement of Unsecured, Taxable, Non-Convertible, Redeemable Bonds in the nature of Debentures of face value Rs. 10 Lakhs each, at par amounting to Rs. 100 crores
DP	Depository Participant
DRR	Bond/ Debenture Redemption Reserve
Financial Year/ FY	Period of twelve months beginning from April 1 of a calendar year and ending on March 31 of the subsequent calendar year
GIR	General Index Registration Number
Gol	Government of India/ Central Government
I.T. Act	The Income Tax Act, 1961, as amended from time to time
IT	Information Technology
MF	Mutual Fund
NSDL	National Securities Depository Limited
PAN	Permanent Account Number
Rs./ INR	Indian National Rupee
RTGS	Real Time Gross Settlement
Record Date	As mentioned in the Summary Term Sheet
Registrar	Registrar to the Issue, in this case being, Karvy Computershare Private Limited
SEBI	The Securities and Exchange Board of India, constituted under the SEBI Act, 1992
SEBI Act	Securities and Exchange Board of India Act, 1992, as amended from time to time


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TERMS	DESCRIPTION
SEBI Municipal Debt Regulations	Securities and Exchange Board of India (Issue and Listing of Debt Securities by Municipalities) Regulations, 2015, as amended from time to time
TDS	Tax Deducted at Source
The Issue/the Offer/Private Placement	Private Placement of Unsecured, Taxable, Non-Convertible, Redeemable Bonds in the nature of Debentures of face value of Rs. 10 lakhs each, at par amounting to Rs. 100 crores by GHMC.
Trustee/Bond Trustee	Trustees for the Bondholders, in this case being, SBICAP Trustee Company Limited


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CHAPTER-I
GENERAL INFORMATION ABOUT THE ISSUER

i. Name of the Issuer: **Greater Hyderabad Municipal Corporation**

ii. Name and Address of the following:

i) Head Office of the Issuer:

Greater Hyderabad Municipal Corporation Limited

CC Complex, Tank Bund Road,

Lower Tank Bund,

Hyderabad-500063.

Ph: +914023225397.

Website: www.ghmc.gov.in

ii) **Chief Finance Officer and Compliance Officer of the Issuer:**

Sri D. Jaya Raj Kennedy,

Additional Commissioner, Finance

Greater Hyderabad Municipal Corporation Limited

CC Complex, Tank Bund Road,

Lower Tank Bund,

Hyderabad-500063.

Ph: +91-91-40-23225397

E-mail: bonds-ghmc@telangana.gov.in

(Compliance Officer shall be the official in charge of dealing with investor grievances related to the Bonds)

iii) **Chief Accounts Officer**

Sh. P. Venketereswar Reddy

Greater Hyderabad Municipal Corporation

CC Complex, Tank Bund Road,

Lower Tank Bund,

Hyderabad-500063

Ph: +91-9963199984

E-mail: ca.ghmc2016@gmail.com

iv) **Arranger to the Issue:**

SBI Capital Markets Limited

202, Maker Tower 'E', Cuffe Parade,

Mumbai - 400 005

Tel: +91-22-22178300

Facsimile: +91-22-22188332

Contact Person: Mr. Sanjay Sethia

E-mail: dcn@sbicaps.com

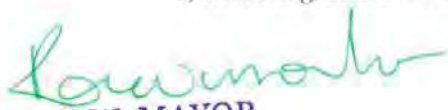
Website: www.sbicaps.com

v) **Trustee to the Issue:**

SBICAP Trustee Company Limited

Apeejay House, 6th floor,

3, West Wing, Dinshaw Wachha Road,


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Churchgate, Mumbai-400020
Tel: +91-22-4302 5555
Facsimile: +91-22-2204 0456
Contact Person: Ms. Savitri Yadav (Compliance Officer)
E-mail: corporate@sbicaptrustee.com
Website: www.sbicaptrustee.com

vi) **Registrar to the Issue:**

Karvy Computershare Private Limited
Karvy Selenium Tower B,
Plot No. 31-32,
Gachibowli Financial District Nanakramguda, Hyderabad
Tel: +91 40 6716 2222
Facsimile: +91 40 2343 1551
Contact Person: Sh. S.P. Venugopal, DGM (Corp. Reg.)
Email: venu.sp@karvy.com
SEBI Registration No.: INR000000221

vii) **Credit Rating Agencies for the Issue:**

1. **India Ratings and Research Private Limited**
601-9, Prakash Deep Building, 7, Tolstoy Marg,
New Delhi - 110 001
Tel: +91 -11 4165 7230
Facsimile: +91-11-4356 7231
E-mail: investor.services@indiaratings.co.in
Website: www.indiaratings.co.in;
2. **Credit Analysis & Research Ltd**
4th Floor, Godrej Coliseum,
Somaiya Hospital Road,
Off Eastern Express Highway,
Sion (East), Mumbai - 400 022.
Tel: +91-022- 6754 3456
Facsimile: +91-022- 6754 3457
E-mail: care@careratings.com
Website: www.careratings.com

viii) **Auditors of the Issuer:**

State Audit Department
Directorate of State Audit, 6th floor,
Insurance Bld, Abids, Hyderabad,
Telangana

ix) **Internal Transaction Advisor of the Issuer:**

SPA Securities Limited
101 A, Mittal Court, Nariman Point, Mumbai-400021
Tel: +91-999 945 3354
Contact Person: Mr. Anurag Arun
Email: spa.anurag@gmail.com
Website: www.spacapital.com


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x) **Legal Counsel to the Issue:**

MVKini, Law Firm
Kini House
6/39, Jangpura B
New Delhi-110014
Ph: +91 11 2437 1038/39/40
Facsimile: +91 11 24379484
E-mail: delhi@mvkini.com

xi) **The relevant Act under which the Issuer is incorporated and governed**

Greater Hyderabad Municipal Corporation is incorporated under and governed by the Greater Hyderabad Municipal Corporation Act, 1955.


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RISK FACTORS

The prospective Investors should consult their own tax, financial and legal advisors about the risks associated with investment in bonds and suitability of investment in such bonds. Investment in these bonds include a degree of risk and investors should not invest any funds in this Issue unless they can afford to take the risk of losing their investment in bonds if the bonds are not held till or for any reason sold before their maturity. For taking an investment decision, investors must rely on their own examination of the Issue, the Issuer and this Information Memorandum including the risks mentioned below. The Bonds have not been recommended or approved by the SEBI, nor does SEBI guarantee the accuracy or adequacy of this Information Memorandum.

1. Credit Risk

The credit rating assigned to us may be downgraded.

The Bonds have been given a rating of CARE Provisional AA/Stable (Double A: Outlook Stable) by CARE vide its letter dated 07.08.2019 and IND AA/Stable by IRRPL vide its dated 07.08.2019 which is considered to have high degree of safety regarding timely servicing of financial obligations. Such instruments carry very low credit risk as well. However, if there is a deterioration in our financial performance or position, accumulation of debt or if there are any statutory or regulatory restrictions detrimentally affecting our ability to collect revenues or manage expenditures, our credit rating and credit rating assigned to the Bonds may be downgraded. Any downgrading in our credit rating or credit rating of instruments will result in an enhanced risk to the Bondholders. However, to safeguard the interest of the Bondholders, a structured payment mechanism has been formulated to prioritize the revenues earned by the Corporation towards a timely payment of interest and repayment of the principal.

2. Project Risk

The Strategic Road Development Project (SRDP) is not a revenue generating Project and we may not be able to adhere to timelines.

SRDP is a project to provide better traffic flow facilities to citizens of GHMC and to provide world class transportation facilities including skyways, conflict free corridors and improving journey speeds without traffic jams and as such is not a revenue generating project.

The Project is proposed to be financed through bonds, bank loan and own funds of GHMC. A funding gap due to cost overruns, should it develop, could pose a contingent budgetary risk for GHMC, or result in a request to the Standing Committee for additional borrowing authority for these Project. There is also a possibility that the implementation of the Project might get delayed due to workforce issues or due to contractor issues.

GHMC has obtained the requisite approvals for various works for SRDP Project. However, for certain works tender process is still under, which will be funded by the proceeds of the bonds, approval for tender process is still awaited, any delay in obtaining such approvals may delay the project timelines. Further, the Project is susceptible to policy risk by the State and cost overruns, however, these will not affect the payment of debt service for the bonds, which are backed by the property taxes and Fees & User Charges to be collected and remitted to the escrow agent for payment of debt service for the tenure of the bonds.

3. Financial Risk

GHMC may not be able to pay interest accrued on the Bonds and/ or the principal amount outstanding from time to time.

The potential investor may not be able to recover, on a timely basis or at all, the full value of the outstanding amounts and/ or the interest accrued thereon in connection with the Bonds.


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GHMC's ability to pay interest accrued on the Bonds and/ or the principal amount outstanding from time to time in connection therewith would be subject to various factors, including inter-alia GHMC's financial condition, profitability, revenue generation and the general economic conditions prevailing in India and in the global financial markets. GHMC cannot assure that GHMC would be able to repay the principal amount outstanding from time to time on the Debentures and/ or the interest accrued thereon in a timely manner, or at all. GHMC will create an appropriate escrow account in favour of the Bond Trustee for the Bondholders to ensure sufficient funds for repayment of principal and interest accrued thereon. The realizable value of the Bonds may be lower than the outstanding principal and/ or interest accrued thereon and consequently the potential investor may not be able to recover on a timely basis or at all, the full value of the outstanding amounts and/ or the interest accrued thereon in connection with the Bonds.

Inconsistent Revenue Collections

Generally, our revenue collection through property tax, user charges and other fees are not consistent throughout the year and may be higher in certain parts of the financial year.

Financial Statements

The audited financial statements for FY 2015-16, 2016-17 and 2017-18 and derived ratios therefrom contained in the Information Memorandum have been prepared / computed as per the permissible practices. The unaudited accounts for FY 2018-19 are also provided in this Information Memorandum. While due care has been taken to reflect the true economic reality regarding the financials of the Corporation as far as possible, the investors may want to make their own adjustments to the same before arriving at an investment decision in this Bond issue.

5. General Risk

5.1 External factors like natural calamities, terrorism etc. may affect our operation and may delay the Project implementation.

Natural calamities like floods, etc. could hamper the Project implementation.

Floods and Flash Floods: Hyderabad is situated on the banks of Musi River and has some major reservoirs like OsmanSagar, HimayathSagar, Singur, Manjira etc. In recent times, Hyderabad has seen severe rain falls, resulting in submergence of large areas of Hyderabad under water. Water released from the reservoirs also resulted in swelling of the Musi River, which generally remains dry. A major reason for this is blocking of the waterbed of Musi River through unauthorized construction and clogging of the drains. Such conditions may result in hampering the functioning of GHMC due to additional cost burden for retrieving the city back to normalcy.

5.2 Terrorism:

Hyderabad has a high probability of terrorism. A series of bomb blasts in recent years have placed it on the terrorism map. With several key defense installations and huge presence of MNCs, Hyderabad is a potential target for national and international terrorism.

5.3.1 Disaster Management Planning:

Disaster Management Cell, GHMC has been established to ensure that the jurisdiction maintains its preparedness to implement the Disaster Management Plan and to work towards enhancing and improving the capabilities to respond to disaster situations. They respond and


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coordinate immediately as and when a disaster occurs to take effective actions by providing relief and aid to the affected and enhance the preparedness of the municipal corporation in the event of a disaster.

The main control room of the city is located on the 4th floor of GHMC Head Office. The City control room is responsible for triggering alerts, dissemination of information and coordination during disasters.

However, the level of preparedness needs to be adequately scaled up for tackling any unforeseen emergencies.

5.4 Decentralization and Municipal Corporations

GHMC has legislative and administrative control over its operating revenues, expenditures and capital plans, as permitted under the GHMC Act. Nevertheless, changes in State and Central Government revenue sources and regulatory frameworks could have an effect on the credit profile of GHMC (positive and negative), should those changes result in devolution of power, of revenues or of spending mandates. Recent examples include investment and institutional reform initiatives by the MoUD under the JNNURM program and under its successor, the Smart Cities program, and the adoption of the GST by the Government of India and by the states. The GST may result in discontinuation of some of the existing revenue sources like entertainment tax. Although it is provisioned that the State Government would be making good any losses to GHMC, however, the extent and the timings of disbursement of such amount is not fixed, thus may result in some financial losses or delay in receipt of the amount by GHMC.

Additionally, being a government organization, GHMC is subject to regulations by Indian governmental authorities. There may be future changes in the regulatory system or in the enforcement of the laws and regulations that could adversely affect GHMC.

5.5 GHMC Policy Focus

Periodic elections and/ or rotation of the Commissioner and other officers can result in changes in policy focus for the municipal corporation, which can affect the distribution of resources devoted to both operating services and capital projects. While such changes in policy focus might affect the relative priority of capital expenditures for the Project, this will not affect the payment of debt service on the bonds, which are secured by escrow on property taxes to be collected and remitted to the escrow agent for payment of debt service for the life of the bonds.

6. We are involved in large number of litigations and adverse decisions in the same may impact our functions

As on date, it is estimated that the GHMC is involved in approximately 108 pending cases with the aggregate amount being approx. Rs. 26Crores in the Land Acquisition Department. These cases, if decided against us, can have an impact on the financial position of the Issuer. There are other cases relating to administrative issues etc. also, but they do not involve any amount.

It may be noted that the number of proceedings in which GHMC is involved is not unusual for a corporation of its size in the context of functioning as a municipal body of one of the major cities in India.


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7. Risk in relation to the Bonds

7.1 Changes in interest rates may affect the price of the Bonds.

All securities where a fixed rate of interest is offered, such as the Bonds, are subject to price risk. The price of such securities will vary inversely with changes in prevailing interest rates, i.e., when interest rates rise, prices of fixed income securities fall and when interest rates drop, the prices increase. The extent of fall or rise in the prices is a function of the existing coupon, days to maturity and the increase or decrease in the level of prevailing interest rates. Increased rates of interest which frequently accompany inflation and/ or a growing economy, are likely to have a negative effect on the price of the Debentures.

The secondary market pricing of the Bonds is subject to factors affecting the general economic condition in India and in the domestic and global financial markets. All securities where a fixed rate of interest is offered, such as in the present case, are subject to price risk. The price of such securities will vary inversely with changes in prevailing interest rates, i.e. when interest rates rises, prices of fixed income securities fall and when interest rates drop, the prices increase. The extent of fall or rise in the prices is a function of the existing coupon, days to maturity, credit rating and the increase or decrease in the level of prevailing interest rates. Thus, the investor may face volatility in the price of the bond issued due to above mentioned factors.

7.2 Bonds are unsecured.

As the proposed debentures/bonds are unsecured in nature, investors may find it difficult to recover their money in case of any default by the issuer. The Debenture Trustee is not a guarantor and will not be responsible for any loss or claim.

8. Any downgrading in credit rating of the Bonds may affect the value of Bonds and thus the Issuer's ability to raise further debts.

The Bonds proposed to be issued under this Issue have been rated CARE Provisional AA; Stable (Double A; Outlook Stable) by CARE vide its letter dated 07.08.2019 and IND Provisional AA/Stable by IRRPL vide its dated 17.06.2019. The Issuer cannot guarantee that these Credit ratings will not be downgraded by the rating agencies in future. The ratings provided by these Credit Rating Agencies may be suspended, withdrawn or revised at any time. Any revision or downgrading in the above credit rating may lower the value of the Bonds and may also affect the Issuer's ability to raise further debt.

9. There is no guarantee that the Bonds issued pursuant to this Issue will be listed on the stock exchanges in a timely manner, or at all.

In accordance with Indian law and practice, permissions for listing and trading of the Bonds issued pursuant to this Issue will not be granted until after the Bonds have been issued and allotted. Approval for listing and trading will require all relevant documents authorizing the issuing of Bonds to be submitted. There could be a failure or delay in listing the Bonds on the stock exchange. However, the Corporation shall do all necessary actions for listing of the bond in timely manner.

10. There may be a delay in making refunds to applicants

The Issuer cannot assure that the monies refundable to applicants on account of (a) withdrawal applications, (b) withdrawal of the Issue, or (c) failure to obtain the final approval from the exchanges for listing of Bonds, (d) non-allotment due to technical rejections or over subscriptions will be refunded to the applicants in a timely manner.


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ORGANISATION STRUCTURE

1. Details of the Corporation

The Greater Hyderabad Municipal Corporation has been established under Section 3 of the Greater Hyderabad Municipal Corporation Act, 1955. In accordance with Section 5 of the Act, the Corporation shall consist of such number of elected members as may be notified from time to time. Presently, the Corporation consists of 150 elected members.

Every member of the legislative assembly of the State and every Member of the House of the People representing a constituency of which the Corporation or a portion thereof forms part and every Member of the Legislative Council of the State registered as an elector within the area of the Corporation as on the date of filing of nomination for becoming Member of Legislative Council or on the date of nomination by the Governor, as the case may be shall be ex-officio members of the Corporation.

GHMC Act also mandates Corporation to have 5 co-opted members. Three members, one of whom shall be a woman, having special knowledge of municipal administration shall be co-opted as members of the Corporation. Also, two persons belonging to the minorities of whom one shall be a woman, shall be co-opted as members of the Corporation in prescribed manner.

Municipal Authorities charged with carrying out the provisions of the GHMC Act are:

- (i) a Corporation;
- (ii) a Standing Committee;
- (iii) a Commissioner;
- (iv) the Wards Committee.

Elected members of the Corporation are required to select the Mayor and Deputy Mayor from amongst themselves.

Elected representatives in GHMC

The city is divided into 6 Zones (L. B. Nagar, Charminar, Khairathabad, Seri Lingampally, Kukatpally, Secunderabad) and 30 Circles with a total no. of 150 corporators as elected members. These councilors and 5 co-opted members comprise the general body and are headed by the Mayor. The governance is distributed in terms of responsibilities as follows (i) policy making as a responsibility of the General Body (ii) financial decision making as a responsibility of the Standing Committee and (iii) The Commissioner as a Chief Executive of the GHMC.

Standing Committee is the most powerful body in GHMC as per the Municipal Act and is responsible for all the decisions pertaining to municipal finance matters. The Standing Committee comprises of 15 Members out of the 150 elected members. The Mayor or in his absence, the Deputy Mayor of the Corporation shall be the ex-Officio Chairperson of the Standing Committee. While preparation of the civic budget is one of the significant functions, it is a stake holder in almost all financial decisions such as approval of the project tenders etc.

In the elected wing, the Mayor is the head. Councilors are elected representatives of 150 electoral wards of the city, who are elected every 5 years, if elections are delayed due to any unforeseen reasons, then the councilors' term is not extended and the Commissioner takes care of the proceedings of GHMC and the meeting of the councilors is held once in three months.

The Mayor, the first citizen of the city, is elected by the councilors and holds office till he resigns or is removed in accordance with provisions of GHMC Act. The Mayor presides over the General Body Meetings of the councilors. Along with the General Body there are different committees which work in


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the city. Wards are represented by the Wards Committees, whose main function is to approve the cost of works for the wards, incorporate the expenses in the budget etc.

Administrative Cadre in GHMC

The Administrative wing of the GHMC works under the command of the Commissioner who heads a team of officials of Zonal Commissioner, Additional Commissioner, Deputy Commissioner and other officials who administer their respective domains. The Administrative wing is responsible for all the development works in the city, maintenance of infrastructure, collection of taxes, preparation of development plans and budgets. Other than the contractual and outsourced personnel, GHMC has more than 6700 permanent employees in several cadres.

2. Details of Mayor/Deputy Mayor

Sl. No.	Particulars	Designation	Date of appointment
1.	Sri Bonthu Rammohan	Mayor	February 11, 2016
2.	Sri Baba Fasiuddin Md.	Deputy Mayor	February 11, 2016

3. Details of Commissioner/Deputy Commissioners

Sl. No.	Particulars	Designation	Date of appointment
1.	Sri M. Dana Kishore, IAS	Commissioner	25.08.2018
2.	Sri S. Srinivas Reddy	Zonal Commissioner, L.B. Nagar	01.01.2018
3.	Sri B. Srinivas Reddy	Zonal Commissioner, Charminar	17.10.2018
4.	Sri Shankaraiah	Zonal Commissioner, Secunderabad	02.08.2019
5.	Smt. Harichandana Dasari, IAS	Zonal Commissioner, Serilingampally	10.06.2017
6.	Smt.V. Mamatha	Zonal Commissioner, Kukatpally	31.07.2019
7.	Sri Md. Musharraf Ali Faruqui, IAS	Zonal Commissioner, Khairathabad	31.08.2018
8.	Sri D. Jaya Raj Kennedy	Additional Commissioner (Finance)	01.04.2017
9.	Sri D. Jaya Raj Kennedy	Additional Commissioner (Elections)	01.07.2017
10.	Sri Adwait Kumar Singh, IAS	Additional Commissioner (Legal)	01.07.2017
11.	Sri Adwait Kumar Singh, IAS	Additional Commissioner (Sports)	01.04.2018
12.	Ms. Sikta Patnaik, IAS	Additional Commissioner (IT)	14.03.2019
13.	Ms. Shruthi Jha	Additional Commissioner (UCD)	14.03.2019
14.	Smt A. Vijaya Lakshmi	Additional Commissioner (Administration)	05.09.2018
15.	Smt Harichandana Dasari, IAS	Additional Commissioner (CSR)	01.07.2018
16.	Sri V. Krishna	Additional Commissioner (UBD)	08.09.2017
17.	Sri Sandeep Kumar Jha, IAS.,	Additional Commissioner (Electrical)	01.03.2019
18.	Sri Sandeep Kumar Jha, IAS.,	Additional Commissioner (Estates)	01.03.2019
19.	Sri. Shirley Pushyaragam	Dy. Commissioner Chandrayangutta, Cir-08	02.08.2019
20.	Sri S. N. Surya Kumar	Dy. Commissioner, Charminar Cir-09	13.06.2019
21.	Sri. B Suman Rao	Dy. Commissioner, Falaknuma Cir-10	19.07.2017
22.	Sri B. Srinivas	Dy. Commissioner, Malakpet Cir-06	17.10.2018
23.	Sri D. Pradeep Kumar	Dy. Commissioner, Rajendranagar, Cir-11	14.10.2018
24.	Smt. K. Alivelu Mangatayaru	Dy. Commissioner, Sontoshnagar, Cir-07	14.10.2018
25.	Sri H. Krishnaiah	Dy. Commissioner, Amberpet, Cir-16	28.02.2018
26.	Smt. Richa Gupta	Dy. Commissioner, Goshamahal Cir-14	20.12.2018
27.	Sri Seva Eslavath	Dy. Commissioner, Jubilee Hills Cir-18	20.12.2018


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Sl. No.	Particulars	Designation	Date of appointment
28.	Sri N. Sudmash	Dy. Commissioner, Karwan Cir-13	14.10.2018
29.	Smt. B. Geetha Radhika	Dy. Commissioner, Khairthabad Cir-17	14.10.2018
30.	Sri M. K. Ali	Dy. Commissioner Mehdiapatnam, Cir-12	14.10.2018
31.	Smt. Uma Prakash	Dy. Commissioner Musheerabad, Cir-15	17.10.2018
32.	Sri. A Ramesh	Dy. Commissioner, Yousufguda Cir-19	19.12.2018
33.	Sri Mukund Reddy	Dy. Commissioner, Hayathnagar, Cir-03	09.06.2016
34.	Sri T. Dasharath	Dy. Commissioner, Kapra, Cir-.01	14.10.2018
35.	Sri K.J. Vijay Krishna	Dy. Commissioner, LB Nagar Cir-04	09.06.2017
36.	Sri B. Krishna Shekar	Dy. Commissioner, Uppal Cir-.02	14.10.2018
37.	Sri V. Vijaya Bhasker Kumar	Dy. Commissioner, Saroomagar Cir-05	14.10.2018
38.	Sri T. Venkanna	Dy. Commissioner, Serilingampally Cir-20	14.10.2018.
39.	Sri Mohan Reddy	Dy. Commissioner, Moosapet Cir-23	02.08.2019
40.	Sri N. Ashok Samrat	Dy. Commissioner Kukatpally Cir-24	14.10.2018
41.	Sri. N. Yadagiri Rao	Dy. Commissioner, Chandanagar, Cir-21	14.10.2018
42.	Sri P. Ravinder Kumar	Dy. Commissioner Galularamaram Cir-26	28.02.2019
43.	Sri. K. Ravi Kumar	Dy. Commissioner Secunderabad, Cir-29	09.06.2017
44.	Sri. M. Mangatayaru	Dy. Commissioner, Qutubullapur, Cir-25	13.06.2019
45.	Sri Tipparthi Yadaiah	Dy. Commissioner, Alwal Cir-27	14.10.2018
46.	Sri K Venugopal	Dy. Commissioner, Malkajgiri Cir-28	09.06.2017
47.	Smt Nalini Padmavathi	Dy. Commissioner Begumpet Cir-30	14.10.2018
48.	Sri D. Balaiah	Dy. Commissioner, RC Puram & Patancheru Cir-22	14.10.2018

4. Details of any Reorganization or Reconstruction in the last 1 year

Issuer has not undergone any reorganization or reconstruction in last one year.

5. Details of the members of the Committee approving the project/ various Standing Committees relating to Taxation/ Finance/Accounts/ Audit/ Infrastructure.

Standing Committee

Standing Committee comprises of members chosen by Corporation amongst themselves. Standing Committee shall comprise of a minimum of 5 and a maximum of 15 members. The Mayor or in his absence, the Deputy Mayor of the Corporation shall be the ex-Officio Chairperson of the Standing Committee. The Standing Committee looks into finances and other activities of the Corporation including acquisition of immovable property where it cannot be acquired by agreement, sale of movable property, issue of stock certificate, investment of surplus money, form of accounts to be maintained by the Corporation, reviewing annual administration and revenue reports, recommendation of budget grants, recommending increase or decrease in municipal taxes, water courses to be vested in Corporation. Various other functions are also subject to approval of the Standing Committee. The Standing Committee has to prepare and approve budget estimate of the income expenditure of the Corporation.

Presently the constitution of the Standing Committee is as follows:


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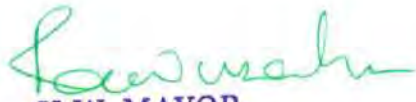
Name and Designation	Date of Appointment / Resignation	Member of the Committee since (in case of resignation)	Remarks
Sri Bonthu Rammohan, HW Mayor & Chairperson, GHMC	June 07, 2019	-	
Sri Aekkala Chaitanya Kanna, Member, Standing Committee, GHMC	June 07, 2019	-	
Sri Cheruku Sangeetha Prashanth Goud Member, Standing Committee, GHMC	June 07, 2019	-	
Sri Tonta Anjaiah, Member, Standing Committee, GHMC	June 07, 2019	-	
Ms M Mamatha, Member, Standing Committee, GHMC	June 07, 2019	-	
Sri Mohammed Akheel Ahmed, Member, Standing Committee, GHMC	June 07, 2019	-	
Sri Mohammed Abdul Rahman, Standing Committee, GHMC	June 07, 2019	-	
Sri Md Misbah Uddin, Member, Standing Committee, GHMC	June 07, 2019	-	
Sri Md Mustafa Ali, Member, Standing Committee, GHMC	June 07, 2019	-	
Sri Ravula Sheshagiri, Member, Standing Committee, GHMC	June 07, 2019	-	
Ms R. Shirisha, Member, Standing Committee, GHMC	June 07, 2019	-	
Sri Shaik Hameed, Member, Standing Committee, GHMC	June 07, 2019	-	
Ms Sabeeha Begum, Member, Standing Committee, GHMC	June 07, 2019	-	
Ms Sameena Begum, Member, Standing Committee, GHMC	June 07, 2019	-	
Ms Samala Hema, Member, Standing Committee, GHMC	June 07, 2019	-	
Ms Swarna Latha Singireddy, Member, Standing Committee, GHMC	June 07, 2019	-	

6. Details of the Auditor

Name	Address	Auditor Since
State Audit Department	Directorate of State Audit, 6th floor, Insurance Bld, Abids, Hyderabad, Telangana Ph: +91 4024754877 Email: director_sa@telangana.gov.in	State Audit Department has been designated as auditor of the Issuer under GHMC Act.

7. Details of Trustee

Name	Address	Contact person
SBICAP Trustee Company Limited	Apeejay House, 6th floor, 3, West Wing, Dinshaw Wachha Road, Churchgate, Mumbai 400 020 Tel: +91-22-4302 5555 Facsimile: +91-22-2204 0456 E-mail: corporate@sbicaptrustee.com Website: www.sbicaptrustee.com	Ms. Savitri Yadav (Compliance Officer)


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BRIEF SUMMARY OF THE BUSINESS/ ACTIVITIES OF THE ISSUER AND THE PROJECT

I. Overview of the Issuer

About Hyderabad

Hyderabad is the capital of the southern Indian state of Telangana and also short-term capital of Andhra Pradesh. Occupying 650 square kilometers along the banks of the Musi River, it has a population of about 6.7 million and a metropolitan population of about 7.75 million, making it the fourth most populous city and sixth most populous urban agglomeration in India. At an average altitude of 542 meters, much of Hyderabad is situated on a hilly terrain around artificial lakes, including Hussain Sagar – predating the city's founding – north of the city Centre.

Established in 1591 by Muhammad QuliQuth Shah, Hyderabad remained under the rule of the Quth Shahi dynasty for nearly a century before the Mughals captured the region. In 1724, Mughal viceroy Asif Jah I declared his sovereignty and created his own dynasty, known as the Nizams of Hyderabad. From the Nizam's dominion Hyderabad became a princely state during the British Raj, and remained so for 150 years, with the city serving as its capital. The city continued as the capital of Hyderabad State after it was brought into the Indian Union in 1948, and became the capital of Andhra Pradesh after the States Reorganization Act, 1956. Since 1956, Rashtrapati Nilayam in the city has been the winter office of the President of India. In 2014, the newly formed state of Telangana split from Andhra Pradesh and the city became the joint capital of the two states, a transitional arrangement scheduled to end by 2025.

Relics of Quth Shahi and Nizam rule remain visible till today; the Charminar – commissioned by Muhammad QuliQuth Shah – has come to symbolize Hyderabad. Golconda fort is another major landmark. The influence of Mughlai culture is also evident in the region's distinctive cuisine, which includes Hyderabad biryani and Hyderabad haleem. The QuthShahis and Nizams established Hyderabad as a cultural hub, attracting men of letters from different parts of the world. Hyderabad emerged as the foremost center of culture in India with the decline of the Mughal Empire in the mid-19th century, with artists migrating to the city from the rest of the Indian subcontinent. The Telugu film industry based in the city is the country's second-largest producer of motion pictures.

Hyderabad was historically known as a pearl and diamond trading center, and it continues to be known as the "City of Pearls". Many of the city's traditional bazaars remain open, including Laad Bazaar, Begum Bazaar and Sultan Bazaar. Industrialization throughout the 20th century attracted major Indian manufacturing, research and financial institutions, including Bharat Heavy Electricals Limited, the National Geophysical Research Institute and the Centre for Cellular and Molecular Biology. Special Economic Zones dedicated to Information Technology (IT) have encouraged companies from India & around the world to set up operations in Hyderabad. The emergence of pharmaceutical & biotechnology industries in the 1990s led to the area's naming as India's "Genome Valley". With an output of US\$74 billion, Hyderabad is the fifth-largest contributor to India's overall gross domestic product.

Hyderabad is also global hub for IT and ITES firms and companies like Microsoft, Apple, Amazon, Google, IBM, Yahoo, Oracle Corporation, Dell, Facebook, CISCO and major Indian firms including Tech Mahindra, Infosys, Tata Consultancy Services, Polaris, Cyient and Wipro have offices here. In 2009 the Doing Business Project, World Bank Group, ranked the city as number 1 in enforcing contracts and resolving insolvency and overall the second best Indian city for doing business. The city and its suburbs contain the highest number of Special Economic Zones of any Indian city.


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History of GHMC

In the year 1869, the Kotwal-e-Baldia, the City Police Commissioner, began to look after the Municipal Administration of the city at that time. In 1869, Sir Salar Jung-I, the then Nizam, constituted the department of municipal and road maintenance and a municipal commissioner was appointed for Hyderabad board and Chaderghatboard. In the year 1933, the two boards were amalgamated into a corporation and were given statutory status under the Hyderabad Municipal Act. In the year 1934, first elections were held for Municipal Corporation, and a standing committee was appointed. In the year 1937, Banjara Hills and Jubilee Hills merged into Jubilee Hills Municipality. In the year 1942, corporation status was removed. In the year 1945, Secunderabad municipality was formed.

In 1950 two separate corporations were created under the Hyderabad Corporation Act, 1950 i.e. one for the city of Hyderabad and another for the city of Secunderabad. In 1960, the two Corporations again merged into a single Corporation by the Hyderabad Municipal Corporation Act, 1955. In April 2007, Hyderabad Municipal Corporation was converted into Greater Hyderabad Municipal Corporation by virtue of notification dated April 16, 2007 issued by the Government of Andhra Pradesh.

Today, GHMC is the largest Corporation in the State of Telangana. Presently, the GHMC area is divided into 6 Zones (L. B. Nagar, Charminar, Khairathabad, Seri Lingampally, Kukatpally, Secunderabad) and 30 Circles.

Constitution of Corporation

GHMC has been constituted under Section 3 of the GHMC Act and in accordance with Section 4 of the GHMC Act, following municipal authorities have been entrusted with the functions of carrying the functions of the Corporation are:

- (a) a Corporation;
- (b) a Standing Committee;
- (c) a Commissioner;
- (d) the Wards Committee;

Corporation is a general body of all elected members.

Functions of the Corporation

The GHMC Act has entrusted GHMC with the responsibility for the maintenance, operation and development of certain public utilities in the city. Various services being provided are as follows:

Services provided by GHMC

- ✓ Town Planning
- ✓ Disaster Management
- ✓ Grievance Redressal
- ✓ Urban Community Development
- ✓ Property Tax
- ✓ Vacant Land Tax
- ✓ Trade License
- ✓ Health & Sanitation
- ✓ Advertisements
- ✓ Parks & Urban Biodiversity
- ✓ Sports & Playgrounds
- ✓ Engineering Works


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- Election
- Traffic & Transportation etc.

However, this is not an exhaustive list, the Corporation has to provide functions as mentioned in Section 112 of GHMC Act as enumerated below:

- (1) Erection of boundary marks of such description and in such positions as shall be approved by the Government defining the limits or any alteration in the limits of the City;
- (2) Watering, scavenging and cleaning of all public streets and places in the City and the removal of all sweepings therefrom;
- (3) Collection, removal, treatment and disposal of sewage, offensive matter and rubbish and the preparation of compost manure therefrom;
- (4) Construction of drains and drainage works;
- (5) Maintenance and cleansing of drains and drainage works, and the construction, maintenance and cleaning of public latrines, water-closets, urinals and similar conveniences.
- (6) Lighting of public buildings vested in the Corporation, public streets and municipal markets;
- (7) Maintenance of a municipal office and of all public monuments and open spaces and other property vesting in the Corporation;
- (8) Naming or numbering of streets and of public places in the Corporation and the numbering of premises;
- (9) Regulation of offensive and dangerous trades or practices;
- (10) Maintaining, charging and regulating places for the disposal of the dead and the provision of new places for the said purpose and disposing of unclaimed dead bodies;
- (11) Construction or acquisition and maintenance of public markets and slaughterhouses and the regulation of all markets and slaughterhouses;
- (12) Construction or acquisition and maintenance of cattle pounds;
- (13) Public vaccination in accordance with the provisions of the Andhra Pradesh (Telangana Area) Vaccination Act, 1951;
- (14) Reclamation of unhealthy localities, the removal of noxious vegetation and generally the abatement of all nuisances;
- (15) Registration of births and deaths;
- (16) Construction, maintenance, alteration and improvement of streets, bridges, sub-ways, culverts, cause ways or the like;
- (17) Removal of obstructions and projections in or upon streets, bridges and other public places;
- (19) Preventing the spread of infectious diseases;
- (20) Securing or removal of dangerous buildings and places;
- (21) Improvement of the City;


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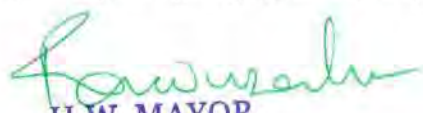

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- (22) Provision of public parks, gardens, playgrounds and recreation grounds;
- (23) Fulfilling any obligation imposed by or under GHMC Act or any other law for the time being in force;
- (24) Subject to abovementioned obligations making adequate provision for providing relief to destitute persons in the City in times of famine and scarcity and the establishment and maintenance of relief works in such times.
- (25) Planning economic and social development;
- (26) Providing for urban forestry, protection of the environment and promotion of ecological aspects;
- (27) Safeguarding the interests of weaker sections of society including the disabled and mentally retarded;
- (28) Promoting cultural, educational and aesthetic aspects;
- (29) Slum improvement and upgradation; and
- (30) Urban poverty alleviation.

Discretionary functions of Corporation

Section 115 of the GHMC Act, also provides for functions which may be provided by the Corporation wholly or partly. These discretionary functions of the Corporation are as mentioned below:

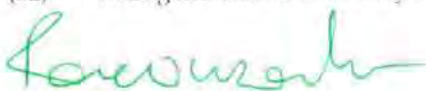
- (1) Organization, maintenance or management of institutions within or outside the city for the care of persons who are infirm, sick or incurable, or for the care and training of blind, deaf, mute or otherwise disabled persons or of handicapped children;
- (2) Organization, maintenance or management of maternity and infant welfare centers;
- (3) Providing milk to expectant or nursing mothers or infants or school children;
- (4) Organization, maintenance or management of chemical or bacteriological laboratories for the examination or analysis of water, food or drugs, for the detection of disease or for researches connected with public health;
- (5) Providing swimming pools, public washhouses, bathing places and other institutions designed for improvement of public health;
- (6) Making necessary arrangements for dairies or farms within or outside the city for the supply, distribution and processing of milk products for the benefit of the residents of the city;
- (7) Construction and maintenance of drinking fountains for human beings and water troughs for animals;
- (8) Planting and maintenance of trees on roadsides and elsewhere;
- (9) Providing of entertainments in public places or places of public resort;
- (10) Organizing exhibitions, athletics or games;
- (11) Regulating lodging houses, camping grounds and rest-houses in the city;


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- (12) Maintenance of ambulance services;
- (13) Construction, establishing and maintaining theatres, places of entertainment, rest-houses and other public buildings;
- (14) Organization or maintenance of shops or stalls for the sale of life necessities in times of scarcity;
- (15) Building, purchasing and maintenance of dwellings for municipal officers and servants;
- (16) Granting loans to the municipal officers and servants for purposes of constructing houses and for purchasing of house sites and vehicles on such terms and subject to such conditions as may be prescribed;
- (17) Organizing, maintaining or managing transport facilities for the conveyance of the public or goods;
- (18) Furthering educational objects and the making of grants to educational institutions;
- (19) Establishing and maintaining or the aiding of libraries, museums and art galleries, botanical or zoological collections and the purchase or construction of buildings therefor;
- (20) Destructing of vermin, birds or animals causing a danger or nuisance, and the confinement or destruction of stray dogs;
- (21) Making contributions towards any public fund raised for the relief of human suffering outside the city;
- (22) Granting rewards for information which may tend to secure the current registration of vital statistics.
- (23) Acquiring and maintaining grazing grounds and the establishing and maintaining a stud farm;
- (24) Establishing and maintaining a farm or factory for the disposal of sewage;
- (25) Supplying, constructing and maintaining in accordance with the general system approved by the Corporation, receptacles, fittings, pipes and other appliances whatsoever on or for the use of premises for receiving and conducting the sewage thereof into drains under the control of the Corporation;
- (26) Granting rewards for information regarding the infringement of any provisions of GHMC Act, or of the rules, byelaws, regulations or standing orders made thereunder;
- (27) Laying out new streets and acquiring land for that purpose or required for the construction of buildings or curtilages thereof to/ about/ on such street or streets;
- (28) Building, purchasing and maintaining suitable dwellings for the poor and working classes;
- (29) Providing shelter to destitute or homeless persons and any form of poor relief;
- (30) Building or purchase and maintenance of sanitary stables, or byres for horses, ponies, cattle used in hackney carriages carts or for milch-kine;
- (31) Surveying of buildings or lands;
- (32) Taking measures to meet any calamity affecting the public in the city;


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- (33) Contributing towards any public ceremony or entertainment in the city;
- (34) Constructing, purchasing, organizing, maintaining, extending and managing tramways, trackless trams, mechanically propelled transport facilities for the conveyance of the public;
- (35) Purchasing, maintaining, managing undertaking for the supply of electric energy or gas to the public or the subsidizing of any such undertaking;
- (36) Acquiring immovable or movable property for any of the purposes before mentioned including payment of the cost of investigation, surveys or examinations in relation thereto or the construction or adaptation of buildings necessary for such purposes;
- (37) Preparation and presentation of address to persons of distinction;
- (38) Maintaining, aiding and suitably accommodating schools for primary education, subject always to the grant of building grants by the Government.
- (39) Taking of any measure to promote public safety, health, convenience or instruction.
- (40) Providing parking places, public landing places, halting places, for vehicles of any description including motor vehicles and levying fees for their use.

Strengths of GHMC

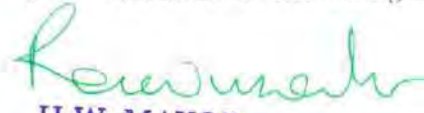
GHMC is known for and is characterized by several comprehensive strengths including but not limited to the following:

- It is the largest corporation of the largest city of the State
- It has an excellent connectivity with all leading metro cities
- It has an established and wide presence of Multinationals
- It is a major hub of information technology & allied services
- It has had reliable and consistent financial performance
- It has an upgraded telecom facility
- It has a healthy industrial climate
- There is a healthy availability of technical manpower
- It has a reliable water supply
- There are no major Law & Order issues
- It is a known academic and cultural center

Awards

GHMC has been the recipient of several prestigious awards for its achievements and continued work. Some of which are enlisted below:

- Prime Minister's Award for Excellence in Public Administration 2018, for excellence in Implementing "Pradhan Mantri Awas Yojana".
- HUDCO Award, 2018 for Outstanding Contribution by GHMC in Housing Sector through various innovative initiatives.
- Award for best practice projects in urban transportation under the 'Best Intelligent Transport System Project' category;
- 49 Skoch summit award for increased collection in trade license fee;
- 45 Skoch summit award for increased collection in trade license fee;
- Telangana Excellence Award, 2018 to the Commissioner, GHMC and team for the projects "Land Pooling for 2BHK" by the Government of Telangana.
- Waste Management Excellence Award from Government of India;
- Best award for civic management of a tourist destination in India;


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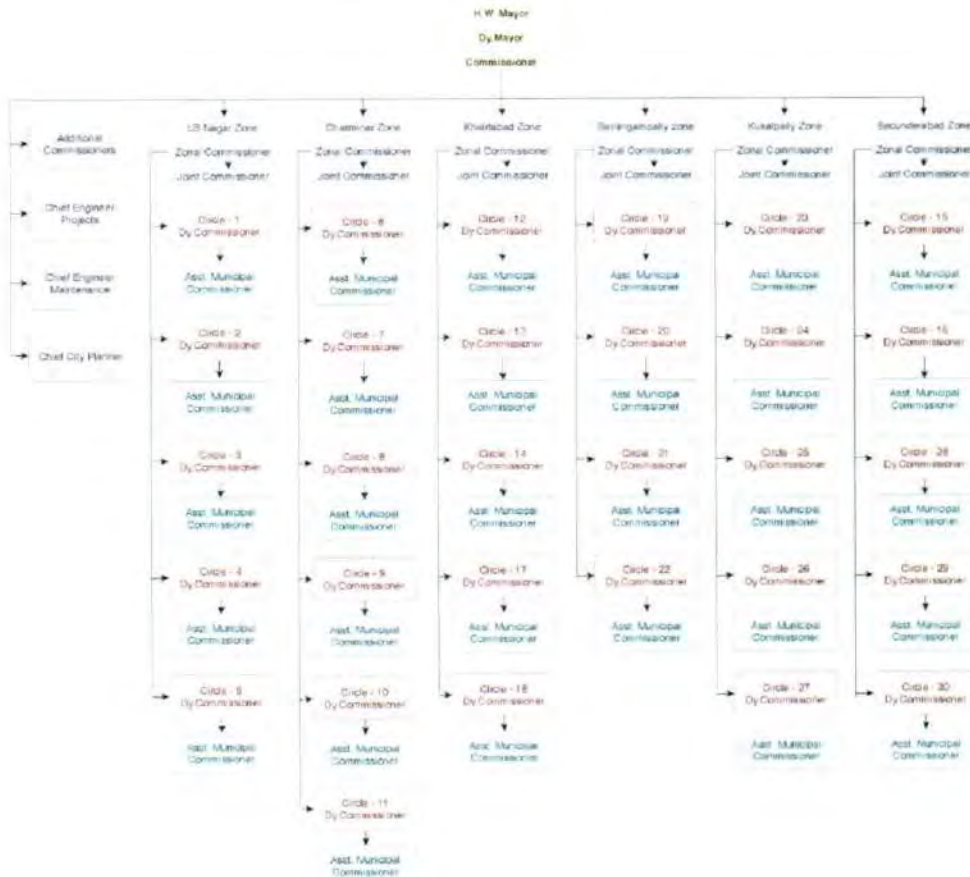
- 'Janaagraha G2C' for best services to citizens through online among all civic bodies in the country;
- 'mBillionth Award' for South Asia under the 'm-Governance' category;
- "Best City" for its improvement in Solid Waste Management under the Jawaharlal Nehru National Urban Renewal Mission for 2009-10;
- e- Gov Champion award 2007.

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MANAGEMENT STRUCTURE



DEPARTMENT ISSUING THE BONDS

COMMISSIONER

ADDITIONAL COMMISSIONER (FINANCE)

CHIEF FINANCIAL ADVISOR

ACCOUNTS OFFICER AND FINANCIAL ADVISORS-7

6 ZONES AND HEAD OFFICE


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DETAILS OF ALL THE PROJECTS UNDERTAKEN

1. STORM WATER DRAINS

For the past few years, Hyderabad has seen heavy flooding and inundation of low-lying areas during monsoon season due to incessant and heavy rains. As a result, there was loss of human lives and property. Due to insufficient carriage capacity of existing solid waste management ("SWD") network, the storm water has over flown onto the roads and the road network also got damaged. In view of the above, it was proposed to remodel/ widen the existing SWD network. Presently, as a part of improvement, 46 bottleneck stretches are identified on various Nalas and taken up with an amount of Rs.230.00 Crores. Further 14 major stagnation points which newly came up during recent rains are also taken up with a cost of Rs.60.23 crores. Apart from these works, another 44 works were taken up with an amount of Rs.221.29 Crores. All these works are at various stages.

Means of financing

The total amount of Rs. 511.52 Crores required for all the above works will be met from GHMC funds.

Below table provides an indicative status of the project:

Sl No	Description	Completed	Closed/ To be Closed	Progress	Tender Stage	Works to be started	Technical Sanction Stage	Taken up by HRDCL
		No		No	No	No	No	No
1	46 SWD Bottleneck Stretches	6	12	17	4	7	0	0
2	14 Major Water Stagnation	4	3	5	2	0	0	0
3	44 Other Nala Works	4	5	9	20	3	2	1
	TOTAL	14	20	31	26	10	2	1

2. 2BHK Housing Scheme in GHMC:

The Government of Telangana has initiated a flagship program of "2BHK Housing Scheme" for providing Two Bed Room Houses, free of cost, to shelter less poor people living Below the Poverty Line (BPL) and in abysmal conditions.

As per "SamagraKutumba Survey" it was ascertained that there is a requirement of about 4.57 Lakhs houses in GHMC area. Therefore, to meet the requirement of housing, the State Government fixed a target to construct 1,00,000 (One Lakh) dwelling units (DUs) in first phase, by dovetailing with PMAY-HFA (Urban) Scheme of GOI, for the beneficiaries of GHMC area.

The GHMC is the implementing agency of this prestigious flagship program for providing dignity housing to the beneficiaries of GHMC. These Housing projects are being taken up existing In-situ slums & in Government vacant lands. Each house of this program consists of 2 Bed rooms, a Hall, a Kitchen and 2 toilets (WC cum bath) with a total built up area of 560 Sq. ft.


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Based on the availability of sites, the houses are being taken up in patterns of Cellar + Stilt + 9 floors (C+S+5), Stilt +5 floors (S+5), G+3 floors. The total cost per unit including infrastructure cost is Rs.8.65 Lakhs, Rs.8.50 Lakhs & Rs.7.75 Lakhs respectively. Lift facility is proposed for C+S+9 and S+5 patterns. The Civic infrastructure works include laying of CC Roads, storm water drains, underground drainage system, protected water supply arrangements and electrification works. Similarly, the Socio infrastructure works include community centers, Health centers, schools, bus stands, parks, playgrounds, Tot-lots etc. Spaces have been earmarked for them and these will be taken up under respective Government programs.

The Govt. in Municipal Administration & Urban Development Department, have accorded administrative sanction duly dovetailing with Pradhan Mantri Awas Yojana (Urban)(PMAY-HFA (Urban)) for taking up total 1,00,000 houses by GHMC in Hyderabad, Ranga Reddy, Medchal & Sangareddy Districts with a total project outlay of Rs. 8,598.58 Crores.

The details of pattern of works taken up and cost sharing pattern are as below:

S. No.	Government Order detail	Number of houses sanctioned	Subsidy by Government		GHMC Share		Total (Rs. In crores)
1	G.O. Rt No. 586 dated August 26, 2016 (Phase-I)	5050	353.50	37.88	37.48	-	428.85
2	G.O. Rt No. 764 dated November 1, 2016 (Phase-II)	15519	1086.33	116.39	96.23	-	1298.95
3	G.O. Rt No. 212 dated April 6, 2017 (Blanket Administrative sanction)	69535	4867.45	521.5	625.81	-	6014.78
4	G.O. Rt No. 581 dated September 21, 2017 (Blanket Administrative sanction)	9,896	781.78	-	-	74.22	856.00
Total		1,00,000	7764.83		833.74		8598.58

Indicative status of work is as below:

Tenders finalized	Number of location	Number of houses
In-situ	49	9828
Vacant	68	90172
Works Completed	11	7848
In situ slums	04	524
Vacant lands	07	7324
Work in progress	103	90097
In situ slums	43	8930
Vacant lands	60	81167
Stage of works		
Excavation for foundation		4196
Foundation work		11209
Frame work level		14622
Brick work level		18285
Finishing level		30441
Works not Grounded		2055

It is proposed to complete the construction of these 1,00,000 DUs by September 2020.


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DETAILS OF THE PROJECTS FOR WHICH FUNDS ARE BEING RAISED

Strategic Road Development Plan: Hyderabad is a growing city and faces traffic congestion due to inadequate road capacity, closely spaced intersections, frontage access for the road-side developments, on street parking, lack of pedestrian facilities. The Strategic Road Development Program ("SRDP" or "SRDP Project" or "Project") is part of a larger plan of GHMC where in it is proposed to provide skyways, conflict free corridors and improving journey speeds without traffic jams. The Strategic Road Development Plan comprises of five phases. However presently, only 12 works have been identified, wherein land acquisition is comparably easy, to be taken up to be financed by proceeds of the Bonds. Objectives of SRDP are as follows:

- **National Level Objective:** Construction and improvement of traffic & transport infrastructure to reduce traffic jams and make the corridors as far as possible conflict free by providing world class transport facilities.
- **City Level Objective:** To provide world class transportation facilities including skyways, conflict free corridors and improving journey speeds without traffic jams.

Project Brief: On the basis of critical evaluation of the present levels of traffic loads and the congestion being experienced in Hyderabad, SRDP is identified to provide relief to the traffic problem. Closely spaced traffic junctions are the major cause of delay in journeys, for providing continuous traffic movement, SRDP, a conflict free road network is planned with an objective to:

- minimize the travel time increase the average journey speeds
- reduce the air pollution levels by minimizing the fuel consumption and decrease the stopped delay

Existing Transport Scenario

On an average 1.2 trips (including walking trips) are made per person in a day in and around Hyderabad. This means everyday there are about one crore trips made by the residents of Hyderabad for various purposes like work, shopping, education, health, recreation etc. The study conducted by LEA Associates indicated that about 36 percent of these trips are made by city buses and Multi-Modal Transport System, about 8 percent are made by cars, about 40 percent are made by two wheelers, about 12 percent are made by auto rickshaw and about 4 percent are made by taxis. All these trips are made on the road network of Hyderabad city.

Estimated cost and Funding Pattern:

In the initial stage, 12 works which involve minimum acquisition of properties are proposed with an amount of Rs. 3518.64 crores. The works will be funded through internal accruals of GHMC.

Current Status of Progress:

S. No.	Description	No. of Works	Cost (Rs. in Crores)
(1)	Progress	7	2325.64
(2)	Agency Finalized	3	542.00
(3)	Tender Stage	2	651.00
TOTAL		12	3518.64

Approach of the Project:

Initially the important Corridors / Junctions which involve minimum acquisition of properties are proposed to be taken up. Subsequently, all the works will be taken up and completed.


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An investment plan for the Project components indicating phasing as well as financing approved by the local authority or the agency as the case may be:

A summary of capital cost and sources and contribution of funds for the proposed Project are presented in the Table below:

S. No.	Project Component	Rs. In Crores
1)	Structural Cost	2255.94
2)	At-Grade Development of Roads	184.30
3)	Land Acquisition	220.94
4)	Shifting of Utilities	196.16
5)	Dismantling of Structures// Shifting of Trees	10.79
6)	Statutory Compliances/ Provisions	372.45
7)	PMC Charges	67.38
8)	Tender Premium/ Price Escalation	210.68
	TOTAL	3518.64

Financing of the Project and Capital structure relating to Projects for which funds are proposed to be mobilized:

S. No.	Description	Total Amount (Rs. In Crores)
1)	Capital Expenditure	3518.64
2)	GHMC Contribution	1018.64
3)	Grants	--
4)	External Borrowing	2500
	4.1 Bonds	1000
	4.2 Loan	1500
	Total Outflow	3518.64


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 Greater Hyderabad Municipal Corporation

Schedule of implementation of the Project:

UPDATED CAPEX PROGRAM FOR THE NEXT FIVE YEARS ENGINEERING PROJECTS WING																															
(Rs. In Crores)																															
S. No	Name of the Project	Project Cost	Fin Progres still July - 2019	Expenditure Incurred till July - 2019	Date of Grounding	Date of Completion as per the Agreement	Probable Date of Completion	FY 2019-20				FY 2020-21								FY 2021-22								Total Requirement of Funds	Remarks		
								II Qtr (Only August-19 & September-19)		III Qtr		IV Qtr		I Qtr		II Qtr		III Qtr		IV Qtr		I Qtr		II Qtr		III Qtr		IV Qtr			
								Progres	Funds Req	Progres	Funds Req	Progres	Funds Req	Progres	Funds Req	Progres	Funds Req	Progres	Funds Req	Progres	Funds Req	Progres	Funds Req	Progres	Funds Req	Progres	Funds Req				
	Proposed Works																														
1	Construction of Multilevel Grade separators at Four Junctions at LB Nagar and surroundings in Hyderabad under Engineering procurement and construction (EPC) Turkey (P-II)	448.00	28.98%	174.63	31.12.2016	02.07.2020	31.03.2021	781%	3500	781%	3500	781%	3500	781%	3500	893%	4000	13029%	5827										273.37	Expected to be completed by March 2021.	


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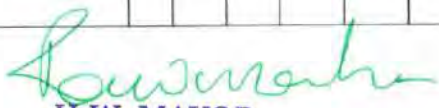

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7	Construction of Multi level Flyovers Grade Separators at Botanical Garden, Kotbaguda and Kondapur junctions	26 30 9	194 4%	511 5	1810 2018	2112 2019	3112 2020	570 %	150 0	1140 %	300 0	768%	200 0	760 %	200 0	1140 %	300 0	152 0%	400 0	216 4%	569 4													211.94	Works are expected to be completed by end of december 2020 due to land acquisition issues
8	Construction of Grade Separator at Cyber Towers (Phase-I) under SRDP	22 50 0																																	Tender approval is pending with govt as land acquisition of shilparamam issue is pending
9	Extension of Chundevangutta Flyover	37 00	835 %	309	-	-	0907 2021	100 0%	370	1000 %	370	1000 %	370	1500 %	555	1500 %	555	150 0%	555	100 0%	370	665 %	246											3391	For Shifting of Electrical poles and Transformer an amount of Rs. 4963,454/- payment may be made to TSSSTDCIL. Agreement concluded for main work


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10.	Construction of 4-lane Elevated corridor from Indira Park to VSI main road Junction crossing NTR stadium Junction, Ashok Nagar Cross Road Junction, RTC Cross Road Junction and Baghlingampally Junction, Phase I and Construction of 2nd level 3-lane bidirectional independent flyover from Ramnagar Road to Baghlingampally Road via VSI main Road Junction in Phase II	42 60 0	000 %	000	-	-	-	1.17 %	500	0.47%	200	0.35%	1.50	11.74 %	500 0	11.74 %	500 0	11.7 4%	500 0	18.7 8%	800 0	11.7 4%	500 0	11.7 4%	500 0	11.7 4%	500 0	88 0%	37 50	42600	Under Tender Evaluation
11.	Construction of Flyovers at Rethilwadi Junction, Narul Nagar & underpass at Narul Nagar Junction	47 50 0																													Tenders were frustrated vide G.O.Rt No.875 dt.02.11.201 8 but agreement was not concluded due to HBMRL phase-II metro rail alignment from ISILBL to Lakdikapool , which is under finalisation


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Capital grant for the proposed Project and the amount received in this regard:

Presently, there is no capital grant for the Project and the amount required for the Project is proposed to be met from GHMC funds and external borrowings as mentioned above.

However, GHMC has approached Central Government for grant, if same is received capital structure of the project will change accordingly.

Details of State Finance Commission Grant on annual basis:

There is no State Finance Grant to be received for the Project on annual basis.

Benchmarks for commencement and completion of the Project including milestone dates for all components of the Project:

As mentioned in schedule of implementation of Project.

Details and status of the regulatory approval (if required):

S. No.	Name of works	Standing Committee Approval	Corporation Approval	G.O. Details	Tender Approval
1	Construction of Multilevel/Grade separators at Four junctions at LB Nagar and surroundings in Hyderabad under Engineering procurement and construction (EPC) Turnkey	Resolution No:25 Dt: March 31, 2015	Resolution No:40 Dt: March 31, 2015	G.O.Ms.No.121 MA&UD (F2) Dept., Dt: September 08, 2015	G.O.Ms.No.16 MA&UD (F) Dept., Dt: January 06, 2016
2	Construction of Multi level Flyover/Grade Separators at Four Junctions Namely 1. Biodiversity Junction, 2. Mind space Junction, 3. Ayyappa Society, 4. Rajiv Gandhi Statue Junction including widening and Strengthening of existing at grade road at Mind Space Junction in Hyderabad under Engineering, Procurement and Constructions (EPC)- Turnkey (Package-IV)	Resolution No:25 Dt: March 31, 2015	Resolution No:40 Dt: March 31, 2015	G.O.Ms.No.121 MA&UD (F2) Dept., Dt: September 08, 2015	G.O.Ms.No.17 MA&UD (F) Dept., Dt: January 06, 2016
3	Construction of Cable stayed Bridge across Durgam Cheruvu Lake at Madhapur in Hyderabad under (EPC) Turnkey basis-Phase-II	Resolution No:117 Dt: October 28, 2015	Resolution No:73 Dt: November 04, 2015	G.O.Rt.No.243 MA&UD (F2) Dept., Dt: April 21, 2016	G.O.Rt.No.760 MA&UD (F2) Dept., Dt: October 28, 2016
4	Construction of multilevel/grade separator at Owalasi Hospital junction and Bhadurpura junction in Hyderabad under EPC (PKG-V)	Resolution No:25 Dt: March 31, 2015	Resolution No:40 Dt: March 31, 2015	G.O.Ms.No.121 MA&UD (F2) Dept., Dt: September 08, 2015	G.O.Ms.No.18 MA&UD (F) Dept., Dt: January 06, 2016
5	A. Multilevel flyovers around KBR Park including Peripheral Road -SRDP Package-I	Resolution No:25 Dt: March 31, 2015	Resolution No:40 Dt: March 31, 2015	G.O.Ms.No.121 MA&UD (F2) Dept., Dt: September 08, 2015	G.O.Ms.No.15 MA&UD (F) Dept., Dt: January 06, 2016


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S. No.	Name of works	Standing Committee Approval	Corporation Approval	G.O. Details	Tender Approval
	Construction of 4 lane Elevated corridor from Road No.45 Jubilee Hills to Durgam Cheruvu	G.O.Rt.No.217MA&UD (F2) Dept., Dt:10.04.2017. Duly utilizing the amount of savings in the sanctioned amount of Package-I which is sanctioned vide G.O.Ms.No.121, MA&UD Dept., Dt September 08, 2015			G.O.Rt.No.511 MA&UD (F2) Dept., Dt: August 24, 2017
6	Construction of 6 lane two-way flyover crossing 7 Tombs in (Shaikpet), Film Nagar road Jn., O.U. Colony Jn, and Whisper Valley Junction	Resolution No:182 Dt: March 30, 2017	Resolution No:100 Dt: April 13, 2017	G.O.Rt.No.334 MA&UD (F2) Dept., Dt: June 06, 2017	G.O.Rt.No.710 MA&UD (F2) Dept., Dt: November 18, 2017
7	Construction of Multi level flyovers/Grade Separators at Botanical Garden, Kothaguda and Kondapur junctions	Resolution No:181 Dt: March 30, 2017	Resolution No:99 Dt: April 13, 2017	G.O.Rt.No.342 MA&UD (F2) Dept., Dt: June 17, 2017	G.O.Rt.No.666 MA&UD (F2) Dept., Dt: October 25, 2017
8	Construction of Grade Separator at Cyber Towers(Phase-I) under SRDP	Resolution No:25 Dt: March 31, 2015	Resolution No:40 Dt: March 31, 2015	G.O.Ms.No.121 MA&UD (F2) Dept., Dt: September 08, 2015	A letter has been addressed to A letter has been addressed to Govt. for approval of tenders. Tender approval G.O is to be received from Govt. Further a meeting was held on 11.09.2017 by the Chief Secretary to Govt., Telangana during which it was instructed by the Chief Secretary to get Cyber Towers scheme vetted through IIT professors. Accordingly, the professors at IIT Mumbai were contacted. Further IIT Hyderabad were also requested to take up review of the above proposal and they have agreed to take up the job. Accordingly, site visit was done by IIT Hyderabad professor along with CE Projects, GHMC on 04.11.2017. IIT Hyderabad submitted the final report is revised and the Commissioner instructed to arrange a meeting with Special Officer, Shilparamam to discuss about the way forward on the issue. The meeting was conducted in the Month of March-2018 and it was agreed in principle and also OSD informed the Commissioner that it was discussed with the Chief Secretary, Govt. of Telangana. Further a


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S. No.	Name of works	Standing Committee Approval	Corporation Approval	G.O. Details	Tender Approval
					meeting was held on 24.05.2018 with the Chief Secretary, Govt. of Telangana. Final orders are awaited.
9	LB Nagar To Aramgarh Corridor-Extension of Chandrayangutta Flyover	Resolution No:57 Dt: October 12, 2017	Resolution No:169 Dt: December 07, 2017	G.O.Rt.No.326 MA&UD (GHMC-II) Department, dt: 05.05.2018	G.O.Rt.No.872 MA&UD (GHMC-II) Department, dt: 02.11.2018
10	Elevated Corridor from Indira Park to VST and Baghlingampally In	Resolution No:138 Dt: December 14, 2017	Resolution No:193 Dt: December 07, 2017	G.O.Rt.No.368 MA&UD (GHMC II) Department, Dt: 23.05.2018	Under Tender Evaluation
11	Nanal Nagar & Rethibowli Junction	Resolution No:136 Dt: December 14, 2017	Resolution No:191 Dt: December 07, 2017	G.O.Rt.No.370 MA&UD (GHMC II) Department, Dt: 23.05.2018	G.O.Rt.No.875 MA&UD (GHMC-II) Department, dt: 02.11.2018
12	Shilpa Layout to Gachibowli	Resolution No:137 Dt: December 14, 2017	Resolution No:137 Dt: December 14, 2017	G.O.Rt.No.369 MA&UD (GHMC II) Department, Dt: 23.05.2018	G.O.Rt.No.873 MA&UD (GHMC-II) Department, dt: 02.11.2018
APPROVAL FOR BORROWING					
1.	The Corporation vide its resolution dated April 13, 2017 has been authorised to issue Bonds up to Rs. 1000 Crores				
2.	The Standing Committee vide its resolution dated August 31, 2017 has accorded its approval for issuing the Bonds				
	The Government of Telangana vide its order dated November 9, 2017 has also authorised to issue Bonds.				

Financial viability of the Project showing the stage wise cost and revenue flows for the Project:

The Project is of a completely capital nature and there will be no revenue inflow.

Revenue generation/ resources and sufficiency for timely servicing and redemption:

The bonds issued under this Information Memorandum are proposed for servicing through a structured payment mechanism. Under the structured payment mechanism property tax and Fees & User charges collected by and due to GHMC will be deposited every month in a separate no-lien escrow account for debt servicing of bonds. Please refer to Annexure I for detailed Structured Payment Mechanism.

In order to ensure timely servicing and redemption, the GHMC shall establish three accounts solely for the purpose of servicing the debt. The Debt Service Reserve Account shall be established with a deposit such that at any point of time the DSRA holds an amount equivalent to 2 semi-annual interest payments. The Interest Payment Account shall be opened where GHMC shall deposit an amount mentioned in Schedule I towards interest every month. To ensure adequacy of funds for redemption of bonds, a Sinking Fund Account shall be opened where an amount mentioned in Schedule-I shall be deposited.


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Details of the independent trustee of the escrow account:

Not applicable.

Latest Audit report of the escrow and Project account by a firm of chartered accountants appointed by the concerned State Urban Development Departments from a panel of CA's approved by the C& AG:

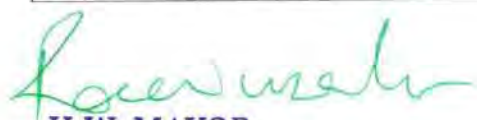
Not applicable.

KEY FINANCIAL AND OPERATIONAL PARAMETERS

ABRIDGED BALANCE SHEET

(Rs. in crores)

Particulars	Financial Years			
	2015-16	2016-17	2017-18	2018-19*
LIABILITIES				
Reserve & Surplus				
Municipal (General) Fund	2,711.71	2,884.35	3,092.65	3,261.47
Earmarked Funds	157.44	157.44	157.44	157.44
Reserves	2,669.17	2,804.86	3,531.63	6,582.13
Total Reserves & Surplus	5,538.32	5,846.64	6,781.72	10,001.04
Grants, Contributions for specific purposes	1,410.33	1,780.54	2,022.58	1,887.56
Loans				-
Secured Loans	-	-	-	-
Unsecured Loans	69.85	-	297.50	522.50
Total Loans**	1480.18	1780.54	2320.08	2,410.06
Current Liabilities and Provisions		-	-	-
Deposits Received	326.74	343.19	408.08	533.60
Deposit works	0.08	0.08	0.08	0.08
Other Liabilities (Sundry Creditors)	1,129.90	905.46	1,259.08	1,654.05
Provisions	29.22	29.22	29.22	29.22
Total Current Liabilities and Provisions	1,485.94	1,277.94	1,696.45	2,216.95
TOTAL LIABILITIES	8,504.45	8,905.13	10,798.25	14,628.05
ASSETS				
Fixed Assets				
Gross Block	8,101.07	8,713.90	9,150.29	10,013.20
Less: Accumulated Depreciation	2,716.38	3,042.32	3,354.73	3,701.15
Net Block	5,384.70	5,671.58	5,795.56	6,312.05
Capital Work-in-Progress	930.47	1,057.32	2,418.22	5,860.13
Total Fixed Assets	6,315.17	6,728.90	8,213.78	12,172.18
Investments		-	-	-
Investment - General Fund	2.13	2.13	2.13	2.13
Investments - Other Funds	-	-	-	-
Total Investments	2.13	2.13	2.13	2.13
Current Assets, Loans and Advances		-	-	-
Stock in Hand (Inventories)	-	-	-	-


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Particulars	Financial Years			
	2015-16	2016-17	2017-18	2018-19*
Sundry Debtors (Receivables)		-	-	-
Gross amount outstanding	310.33	2,030.00	2,354.42	2,707.33
Less: Accumulated provision against bad & doubtful Receivables	-	1,685.52	1,910.50	2,335.20
Net amount outstanding	310.33	344.48	443.92	372.13
Prepaid Expenses		-	-	-
Cash and Bank Balances	1,471.94	1,370.38	1,505.27	1,355.17
Loans, advances and deposits	404.88	459.25	633.16	726.44
Less: Accumulated provision against Loans	-	-	-	-
Net Amount outstanding		-	-	-
Total Current Assets, Loans & Advances	2,187.16	2,174.11	2,582.35	2,453.74
Other Assets	-	-	-	-
Miscellaneous Expenditure (to the extent not written off)	-	-	-	-
TOTAL ASSETS	8,504.45	8,905.13	10,798.25	14,628.05

*Provisional figures provided, subject to reconciliation and accounting of Commissions and misclassifications, if any.

** Total Loan includes grant amount also.


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INCOME & EXPENDITURE ACCOUNT

(Rs. in crores)

Major Head of Account	Financial Years			
Particulars	2015-16	2016-17	2017-18	2018-19*
Income				
Tax Revenue	1,129.33	1,311.06	1,392.66	1,472.02
Assigned Revenues & Compensation	461.77	172.56	273.54	342.11
Rental Income from Municipal Properties	8.57	8.47	8.85	8.45
Fees & User Charges	655.54	877.87	860.54	1,009.29
Sale & Hire Charges	1.70	0.92	3.55	6.49
Revenue Grants, Contributions & Subsidies	20.99	14.13	3.14	5.51
Income from Investments	-	0.11	-	-
Interest Earned	95.59	41.88	20.21	27.54
Other Income	8.24	12.62	7.90	8.54
Total - Income	2,381.72	2,439.63	2,570.38	2,879.95
Expenditure				
Establishment Expenses	1,096.42	1,090.35	1,167.37	1,144.67
Administrative Expenses	190.93	275.82	71.51	67.57
Operations & Maintenance	612.29	661.30	678.48	769.90
Interest & Finance Charges	0.03	1.05	7.07	36.64
Programme Expenses	22.95	13.90	14.72	25.24
Revenue Grants, Contributions & subsidies	87.39	-	0.35	-
Provisions & Write off	-	-	-	-
Miscellaneous Expenses	-	-	-	-
Depreciation	310.50	325.94	312.41	346.42
Total - Expenditure	2,320.50	2,368.36	2,251.93	2,390.44
Gross surplus/ (deficit) of income over expenditure before Prior Period Items	61.22	71.27	318.46	489.51
Add: Prior period Items (Net)	-	(101.37)	110.15	284.06
Gross surplus/ (deficit) of income over expenditure after Prior Period Items	61.22	172.64	208.30	205.45
Less: Transfer to Reserve Funds	-	-	-	36.64
Net balance being surplus/ deficit carried over to Municipal Fund	61.22	172.64	208.30	168.81

*Provisional figures provided, subject to reconciliation and accounting of Commissions and misclassifications if any.

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CASH FLOW STATEMENT

(Rs. in crores)

Particulars	Financial Years			
	2015-16	2016-17	2017-18	2018-19*
A. Cash flows from Operating Activities:				
Gross surplus/ (deficit) over expenditure	61.22	172.64	208.30	168.81
Add:				
Depreciation	310.50	325.94	312.41	346.42
Interest & finance expenses	0.03	1.05	7.07	36.64
Less:				
Interest Earned	95.59	41.88	20.21	27.54
Adjusted income over expenditure before effecting changes in current assets and current liabilities and extra-ordinary items.	276.15	457.74	507.58	524.34
Changes in current assets and current liabilities				
Changes in current assets and current liabilities				
(Increase) / decrease in Sundry debtors	(48.68)	(34.15)	(99.44)	71.79
(Increase) / decrease in other current assets	(80.98)	(54.36)	(173.91)	(93.29)
(Decrease)/ increase in Deposits received	32.83	16.45	64.89	125.52
(Decrease)/ increase in other current liabilities	315.60	(224.44)	353.62	394.98
Net cash generated from/ (used in) operating activities (A)	494.93	161.24	652.74	1,023.34
B. Cash flows from Investing Activities				
(Purchase) of fixed assets & CWIP	(1,248.50)	(739.67)	(1,797.29)	(4,304.83)
Increase / (Decrease) in Special Funds/Grants	(29.92)	370.21	242.04	(135.02)
Increase / (Decrease) in Reserves & Capital Contributions	343.72	135.69	726.77	3,050.50
Net cash generated from/ (used in) investing activities (B)	(934.70)	(233.77)	(828.49)	(1,389.34)
C. Cash flows from Financing Activities				
Add:				
Loans from banks/ others received		(69.85)	297.50	225.00
Interest Earned	95.59	41.88	20.21	27.54
Less:				
Finance expenses	0.03	1.05	7.07	36.64
Net cash generated from (used in) financing activities (C)	95.56	(29.02)	310.64	215.90
Net increase/ (decrease) in cash and cash equivalents (A+B+C)	(344.21)	(101.56)	134.89	(150.11)
Cash and cash equivalents at beginning of period	1,816.15	1,471.94	1,370.38	1,505.27
Cash and cash equivalents at end of period	1,471.94	1,370.38	1,505.27	1,355.17

*Provisional figures provided, subject to reconciliation and accounting of Commissions and misclassifications, if any.


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LINK TO THE WEB PAGE FOR ACCESSING FINANCIALS OF THE MUNICIPAL BODY.
The financial information regarding the Corporation can be obtained from following link:

<http://www.ghmc.gov.in/ghmcbudget.aspx>

FINANCIAL PARAMETERS

(Rs. in crores)

Key Financial Figures	FY 15-16	FY 16-17	FY 17-18	FY 18-19*
Revenue Income	2,381.72	2,439.63	2,570.38	2,879.95
Revenue expenditure (Excl. Interest & Depreciation)	2,009.97	1,940.01	2,042.59	2,007.38
Operating revenue Surplus	371.74	499.62	527.79	872.57
Interest expense	0.03	1.05	7.07	36.64
Principal repayment (outside sinking Fund)	-	-	-	15.00
Contribution to Sinking fund	-	-	-	36.64
Revenue Surplus	371.71	498.57	520.72	784.29
Capital Income	313.80	505.90	968.80	2,878.84
Capital Expense	1,248.50	739.67	1,797.28	4,304.83
Capital Surplus	(934.70)	(233.77)	(828.48)	(1,425.98)
Overall Surplus	(562.99)	264.80	(307.76)	(641.69)
Deposits and Advances (net)	32.83	16.45	64.89	125.52
Initial Cash / Bank balance	1,816.15	1,471.94	1,370.38	1,505.27
Change in Cash / Bank balance	(344.21)	(101.56)	134.89	(150.11)
Final Cash / Bank Balance	1,471.94	1,370.38	1,505.27	1,355.17
Loan repayment from sinking fund	-	-	-	-
Initial Sinking fund Balance	157.44	157.44	157.44	157.44
Change in sinking fund	-	-	-	36.64
Final sinking fund balance	157.44	157.44	157.44	194.08
Total Debt	69.85	—	297.50	520.00
Total Expenditure	3,258.51	2,680.73	3,846.95	6,348.84
Total Revenue	2,695.52	2,945.53	3,539.19	5,758.79
Ratio of Total Expenditure / Total Revenue	120.89%	91.01%	108.70%	110.25%
Cash Surplus / Total Revenue	54.61%	46.52%	42.53%	23.53%
Ratio of Debt Service / Total Revenue	2.59%	0.00%	8.41%	9.03%

*Provisional Figures

OPERATIONAL PARAMETERS

Details of top 5 revenue sources for last five years

(Rs. in crores)

Revenue Receipt type	Actual	Actual	Actual	Actual	Provisional
	FY 2014-15	FY 2015-16	FY 2016-17	FY 2017-18	FY 2018-19
Tax Revenue	1,077.97	1,129.33	1,311.06	1,392.66	1,472.02
Fees & User Charges	664.38	655.54	877.87	860.54	1,009.29
Assigned Revenues & Compensation	447.38	461.77	172.56	273.54	342.11
Interest Earned	116.30	95.59	41.88	20.21	27.54

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Revenue Grants, Contributions & Subsidies	37.96	20.99	14.13	3.14	5.51
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Details of Property Tax Collection

(Rs. in crores)

Particulars	Demand Raised			Collections (Cash Basis)			Int& Adv Tax	Total Collection	Overall Collection Ratio	Current Collection Ratio
	Arrears	Current	Total	Arrears	Current	Total				
Financial Year 2016	1618.34	1140.18	2758.52	154.75	844.29	999.04	130.2	1129.3	36.22	74.05
Financial Year 2017	1853.23	1311.06	3164.29	167.71	899.22	1066.93	154.7	1221.6	33.72	68.59
Financial Year 2018	2144.28	1392.66	3536.94	233.78	853.78	1087.56	159.2	1246.8	30.75	61.31
Financial Year 2019*	2496.20	1472.02	3968.22	161.00	1050.5	1211.52	148.3	1359.8	30.53	71.37

*Provisional Figures

Note: Demand includes private properties, State Government properties, State/Central PSU's and Railways

Status of reforms with respect to e-governance, cost recovery on water supply & Solid Waste Management (SWM), property tax, double entry accounting and others, as specified by MoUD and authorities concerned

GHMC has taken various steps to provide better governance to people making / adopting Information Technology as one of the means. People can now use online platform of the GHMC for various functions including self-assessment of property tax, applying for new trade license, applying for objection certificates, etc. Use of IT in providing various services not only provides better and timely services to citizens but also enhances transparency, reduces need to visit municipal offices. GHMC also has official twitter handle to update citizens about various developments. Under e-governance, GHMC has developed various web and mobile applications like GHMC App. Details of the major e-governance initiative are provided below:

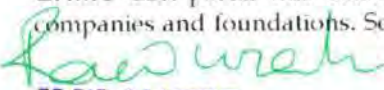
i) MyGHMC App

MyGHMC Mobile App targeted to ease out the problems which a citizen encounters, day in and day out promptly, promoting greater transparency and enabling ordinary citizens to access the quality, adequacy and effectiveness of basic services. The App was launched on 15.07.2016. As on date 8,35,962 citizens have downloaded the App. It is an integrated App where citizen can lodge their grievances, pay their property tax and trade license fees online, download birth and death certificates and know their layout regularization scheme (LRS)/building regularization scheme (BRS) Application Status.

Earlier citizens were required to lodge their grievance only manually or through website and there was no proper tracking of their grievance. After deployment of project, the contact details of both citizens and officers are shared with each other through SMS and real time reports are available. Citizens can download their birth and death certificates without visiting meeseva centres or circle offices. Citizens can directly reach the concerned officer to get their grievances solved. Grievance redressal efficiency of an individual officer can be monitored easily through the web-based reports.

(ii) GHMC Corporate Social Responsibility (CSR) Portal

GHMC CSR portal was launched with the intention of tapping the CSR contributions of companies and foundations. Section 135 of the Companies Act, 2013 makes it mandatory for


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every company to spend at least two percent of their average net profits made during preceding three financial years on CSR activities. However, many companies are put off by the need to make rounds to government offices and are most often confused about the processes to be followed. To simplify the process and to provide a single window online point of contact system the CSR portal was launched. GHMC was receiving sporadic requests for CSR investments/ philanthropic contributions randomly. There was no structured forum for investments and also projects to be invested in were not clearly charted out. Through the online portal, the companies can directly reach out to CSR website and can submit the details of their organization. The projects are made available on CSR website for easy information. The companies can submit the project in which they are interested and can contact the GHMC CSR cell for more details. They can monitor the progress of the project online through the portal. This is also a first of its kind initiative wherein companies can directly meet their commitment to the CSR rules of Govt without channeling their funds through an NGO. Within 6 months of launch of the portal Rs 62.04 crores were raised for various projects.

(iii) **e-OFFICE**

The GHMC was first ever civic body in the country to have implemented the e-Office in a comprehensive manner. The GHMC has become important contributor to the National e-Government Programme through eOffice. The eOffice has facilitated enhanced transparency, accountability, assured data security and data integrity, and above all provided a platform for reinventing and re-engineering the government. It brought in accountability and reduced indecisiveness. Status of documents / files can be checked over net by authorities concerned even when the concerned person holding them is on leave which used to be long pending in earlier times.

(iv) **Digitalization of physical files/records in GHMC**

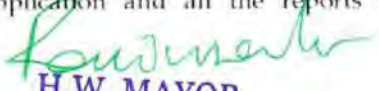
GHMC has digitized all old & new files in electronic mode from November 2014 till date. Due to digitalization of all files, the GHMC has become the first ever Civic Body in the country to have implemented eOffice and become important contributor to the National e-Government Programme through Digitization. Post digitization of the files their disposal rate has increased. Digitization of all new and old physical files have also helped GHMC in implementing eOffice successfully.

(v) **Development Permission Management System**

Development Permission Management System (DPMS) is a major Information and Communication Technology (ICT) initiative undertaken to re-engineer the process of providing development and layout permissions. This ICT initiative/solution integrates the critical processes such as electronic submission of applications, automated technical scrutiny, approval of applications/proposals online, online payments, intimations online and a comprehensive data information system. Now application can be submitted online and the proposal is uploaded. File number generated for accepted applications is notified through SMS/email (also updated on the website) file tracking. Payment can be made online. Citizen does not need to visit offices and citizen is informed in advance for physical inspection. The status of application can be checked online. The system has brought a leap in transparency, the organizational turnaround time, productivity and quality ensuring hassle free IT enabled citizen centric service delivery. The DPMS system has also lead to good governance and ease of doing business.

(vi) **GPS/ RFID project for GHMC (Vehicle Tracking System)**

This project is aimed at keeping a real-time track of collection and management of municipal solid waste. The project is on pilot basis currently for 150 Vehicles and 1065 bins and now has grown to 650 vehicles and 2000 bins. Under the project, vehicles will be fitted with GPS/RFID, bin location will be mapped through GIS. GHMC will have the access to the GIS based tracking application and all the reports related to the vehicles tracking and waste collection


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management. Through the web application the GHMC will be able to monitor all the vehicles and bins on the map with their current location on real time basis. This is proposed to increase the effectiveness of solid waste management system.

(vii) **Aadhar based Biometric Attendance System**

GHMC has implemented Aadhar Based Biometric Attendance system to capture the attendance of Sanitation and Entomology workers. Sanitary Field Assistants (SFA)/ Entomology Field Assistant (EFA) will take the attendance of the workers working under him/her through Biometric Handheld PoS devices. The attendance is taken ward wise at the work location and updated immediately from the field using GPRS Network on real time authentication of the biometrics with UIDAI database. Attendance will be calculated based on number of days attended by the worker and will be consolidated for the entire month. Presently the attendance is being taken 2 times in a day. This has led to increased attendance and improved sanitation.

(viii) **GHMC Mosquito App**

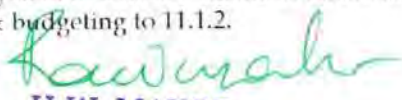
To take up large scale awareness campaign to create awareness among people on mosquito control practices and mosquito borne diseases, GHMC launched Mosquito APP on August 17, 2017 with 16 informative questions on Dengue, Malaria and Mosquito life cycle, egg laying capacity etc. This is an innovative attempt to familiarize the public with mosquito control and preventive methods.

(ix) **Hotel Inspection App**

GHMC launched Hotel Inspection App to bring about transparency, cut down corruption and ensure qualitative checks. The launch of this app eliminates human errors of random or erroneous fining, loss of revenue to the Corporation and also ensures that the hotels are not fined unduly without a scientific evaluation of the sanitation standards maintained by the hotel. The app was designed by GHMC based on the health, food safety and sanitation standards prescribed for eating establishments in the GHMC Act, the FSSAI Act and PCB norms. The App, with abundant use of ICT, eliminates the discretion of the food inspector. The locations to be inspected are predetermined by a schedule set by the head office. Then on getting to the location the location is geo-tagged. Then the 24 questions have to be filled up by the inspector. After filling up with yes or no the app by itself calculates the fine amount to be paid and gives a computer generated receipt, which is also captured at the backend and the entire process can be cross verified by senior officials. This leads to decrease in corruption, cuts down escapism by Hotels and reduces their non-compliance.

REFORMS ON DOUBLE ENTRY ACCOUNTING SYSTEM

Due to need of improvements in system existing at that time by deploying integrated solution for greater reach across organization and quality of information erstwhile Hyderabad Municipal Corporation took up 'Modified Accrual Based Double Entry Accounting System' from April 2002. Oracle EBS was chosen to implement across the Organization to capture financial transaction from inception itself, with future plan of implementing HRMS, payroll, projects and business intelligence. Erstwhile corporation switched over to Oracle EBS designed in line with National Municipal Accounting Manual in April 2006. Decentralized Accounting System was implemented for Financial Transaction Process from 2007. The accounting transactions are captured using Oracle e-Business Suite financial module integrated with Property Tax Module and Works Module. The accounts are maintained as per the guidelines of National Municipal Accounts Manual guidelines. It is also proposed to upgrade the existing system to Oracle e-Business Financial Modules to Version R12 and Oracle Hyperion planning & budgeting to 11.1.2.


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REFORMS ON PROPERTY TAX COLLECTION

GHMC has introduced online self-assessment system in order to avoid hardships to citizens. Government has also introduced Integration of online mutation process. GHMC is also working with National Remote Sensing Centre (NRSC) for Geo Tagging of all the properties. The proposed geo tagging will include updation of revenue data base, integration of database with base map, collection of data through standard application, monitoring and updation through dashboard. With Geo tagging, all properties will be brought into tax net and there is huge scope of increase in GHMC revenues.

Some other Solid Waste management programs are as below:

SWACHH AUTO TIPPERS

2000 Swachh Auto Tippers were launched across Hyderabad city for increasing the efficiency of House-to-House Collection of Wet & Dry Garbage and now it operates with 2500 Tippers. These Swachh Auto Tippers were allotted to the existing Rickshaw Pullers (Waste Collectors). The launch of these autos has seen an increase of 1200MT extra garbage being collected daily. The autos have enabled removal of 1116 open garbage points across the city contributing to a cleaner Hyderabad. We have a requirement for 500 more such autos across the city. The cost of each auto is 4 Lakh. NTPC has partnered with GHMC and contributed to extra swachh autos for sanitation.

SHE TOILETS

'She toilets' is a unique effort by GHMC to provide toilets exclusively for women keeping in mind their safety requirements as well as their special hygiene needs. Installed in 44 Locations presently, they come with the advantage of Auto cleaning (pre-flush/platform washing/after use flush) without any manual assistance. These toilets incorporate full cycle approach in sustainable sanitation by integrating Electrical, Mechanical and web technologies. They offer women friendly accessories like, sanitary napkin vending machines and sanitary napkin incinerator.

DRY RESOURCE CENTRES

Dry waste collected by Swachh autos has a huge potential as recyclable waste. They have dual environmental and livelihood benefits. Not only is recycle and reuse a mantra for future, collecting and segregating this waste can provide additional economic benefit to waste collectors. GHMC has 78 transfer stations wherein segregated waste is brought by Swachh auto tippers. Dry resource centres (DRCs) can be facilitated at all these locations. Godrej and ITC Limited have come forward to sponsor 78 DRCs to ensure 100% segregation of waste and they are also involved in intensive segregating program for dry resource and sanitation program.



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DETAILS OF ISSUER'S OUTSTANDING BORROWING

I. Details of borrowings of the Issuer, as on the latest quarter end:

Total borrowings of the Issuer as on June 30, 2019 was Rs. 520.00 crores.

II. Details of Secured Loan Facilities:

There are no secured loan facilities outstanding as on June 30, 2019.

III. Details of Unsecured Loan Facilities as on June 30, 2019:

(Rs. in crores)

Lender's Name	Type of facilities	Amount Sanctioned	Principal Amount Outstanding	Repayment Date/schedule
HUDCO	Unsecured	Rs. 140.00 crores amount Sanctioned and disbursed in 2 tranches	125.00	14 years in 56 quarterly instalments from second year. Interest payment is going on.

IV. Details of NCDs/Bonds: -

S. No.	Nature of the Bonds	Date of Allotment	Total value of bonds (₹ crores)	Amount outstanding As on June 30, 2019	Interest Coupon rate (%)	Tenor/ Period of maturity	Redemption Date/ Schedule	Credit Rating	Secured/ Unsecured	Security
1	GHMC Series - I Unsecured, Taxable Non-Convertible, Redeemable Bonds	February 16, 2018	200.00	200.00	8.90% p.a. payable semi-annually.	10 years	February 16, 2028	AA Stable by CARE and India ratings	Unsecured	NA
2	GHMC Series - II Unsecured, Taxable Non-Convertible, Redeemable Bonds	August 14, 2018	195.00	195.00	9.38% p.a. payable semi-annually.	10 years	August 14, 2028	AA Stable by CARE and India ratings	Unsecured	NA
Total of Bonds				Rs. 395 crores						



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List of Top 10 Debenture Holders as on June 30, 2019:

Name of Investors	Amount(Rs.)
APEPDCL PENSION AND GRATUITY TRUST	910000000.00
FOOD CORPORATION OF INDIA CPF TRUST	624000000.00
NPS TRUST- A/C SBI PENSION FUND SCHEME C - TIER I	550000000.00
AXIS BANK LIMITED	456000000.00
NATIONAL FERTILIZERS LIMITED EMPLOYEES PROVIDENT FUND SECTION	361000000.00
CHAITANYA GODAVARI GRAMEENA BANK	290000000.00
APEPDCL PROVIDENT FUND TRUST	159000000.00
TELANGANA GRAMEENA BANK	150000000.00
CENTRE FOR DEVELOPMENT OF TELEMATICS EMPLOYEES PROVIDENT FUND	90000000.00
SECRETARY EPF TRUST UP FOREST CORPORATION LUCKNOW	78000000.00
Total	3668000000.00

V. The amount of charge created along with name of the counterparty (like name of the project etc.)

Nil

VI. Details of Commercial Paper: The total Face Value of Commercial Papers Outstanding as on the latest quarter end to be provided and its breakup in following table:

Nil

VII. Details of Rest of Borrowings

Nil

VIII. Estimated Scenarios of Asset Liability Mismatches,

As there is sufficient tax collection there does not seem to be any scenario of asset liability mismatch.

With respect to the repayment of debt and revenue generation, the Bonds are to be paid from the collection of Property Tax and Fees & user Charges of the GHMC. The current collections are sufficient to ensure the redemption of the Bonds. The Structured Payment Mechanism as mentioned in Annexure-I shall ensure that the funds deposited over period will be sufficient to service the Bonds.

IX. Details of all default/s and/or delay in payments of interest and principal of any kind of term loans, debt securities and other financial instrument issued by the Issuer, in the past 3 years.

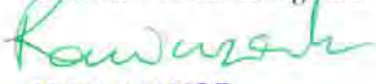
Nil

X. An undertaking that the issuer has obtained lenders consent for creating charges on assets in case of issuance of Secured Bonds:

Not applicable as the present issue of bonds is unsecured

XI. Details of change in terms and conditions of debt securities issued in past 5 years (i.e. change in coupon, maturity, call/put option etc.)

There has been no change in terms and conditions of past borrowing.


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- XII. Details of any outstanding borrowings taken/ debt securities issued for consideration other than cash, whether in whole or part, at a premium or discount, or in pursuance of an option;

Nil

- XIII. Any material event / development or change having implications on the financials / credit quality (e.g. any material regulatory proceedings against the Issuer, resulting in material liabilities, restructuring event etc.) at the time of the issue which may affect the issue or the investor's decision to invest/ continue to invest in the debt securities.

There does not seem to be any material event or development which will affect the investors' decisions to invest in these Bonds.

- XIV. Rating and detailed Rating Rationale.

For rating rationale and credit rating letters of IRRPL and CARE, please refer to Annexure II.

- XV. Credit Enhancement Mechanisms, if any.

Nil

- XVI. The security is backed by a guarantee or letter of comfort or any other document / letter with similar intent, a copy of the same shall be disclosed. In case such document does not contain detailed payment structure (procedure of invocation of guarantee and receipt of payment by the investor along with timelines), the same shall be disclosed in the offer document.

The Bonds are not backed by a guarantee or letter of comfort from state government or any other party. However, the bonds are supported by a structured payment mechanism to ensure timely payment of interest and principal. Please refer Annexure II for details structured payment mechanism.

- XVII. Escrow mechanism for the repayment of the interest/principal

The Bonds are supported by a structured payment mechanism to ensure timely payment of interest and principal. Please refer to Annexure-I for details of structured payment mechanism through escrow account.

- XVIII. Name of the Trustee and Consent thereof:

In accordance with the provisions of Securities and Exchange Board of India (Debenture Trustees) Regulations, 1993, GHMC has appointed SBICAP Trustee Company Limited to act as Bond Trustee ("Bond Trustee") for and on behalf of the holder(s) of the Bonds. The address and contact details of the Trustee are as under:



SBICAP Trustee Company Limited
Apexjay House, 6th floor,
3, West Wing, Dinshaw Wachha Road,
Churchgate, Mumbai 400 020
Tel: +91-22-4302 5555
Facsimile: +91-22-2204 0456


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Contact Person: Ms. Savitri Yadav (Compliance Officer)
E-mail: corporate@sbicaptrustee.com
Website: www.sbicaptrustee.com

A copy of letter from SBICAP Trustee Company Limited conveying their consent to act as Bond Trustee for the current issue of Bonds is attached as Annexure IV.

GHMC hereby undertakes that the rights of the Bondholders will be protected as per the GHMC Act, agreement/deed executed/to be executed between GHMC and the Bond Trustee. The Bond Trustee Agreement/Deed shall contain such clauses as may be prescribed under the Securities and Exchange Board of India (Debenture Trustees) Regulations, 1993. Further the Bond Trustee Agreement/Deed shall not contain any clause which has the effect of (i) limiting or extinguishing the obligations and liabilities of the Bond Trustee or GHMC in relation to any rights or interests of the holder(s) of the Bonds; (ii) limiting or restricting or waiving the provisions of the SEBI Act; SEBI Municipal Regulations and circulars or guidelines issued by SEBI; and (iii) indemnifying the Trustee or GHMC for loss or damage caused by their act of negligence or commission or omission.

The Bondholder(s) shall, without further act or deed, be deemed to have irrevocably given their consent to the Trustees or any of their agents or authorized officials to do all such acts, deeds, matters and things in respect of or relating to the Bonds as the Trustees may in their absolute discretion deem necessary or require to be done in the interest of the holder(s) of the Bonds. Any payment made by the Issuer to the Trustees on behalf of the Bondholder(s) shall discharge the Issuer pro-tanto to the Bondholder(s). No Bondholder shall be entitled to proceed directly against the Issuer unless the Trustees, having become so bound to proceed, fail to do so.

The Trustees shall perform its duties and obligations and exercise its rights and discretions, in keeping with the trust reposed in the Trustees by the holder(s) of the Bonds and shall further conduct itself, and comply with the provisions of all applicable laws, provided that, the provisions of Section 20 of the Indian Trusts Act, 1882, shall not be applicable to the Trustees. The Trustees shall carry out its duties and perform its functions as required to discharge its obligations under the terms of SEBI Debt Regulations, the Securities and Exchange Board of India (Debenture Trustees) Regulations, 1993, the Debenture Trusteeship Agreement, Disclosure Document and all other related transaction documents, with due care, diligence and loyalty.

XIX. Stock exchanges where the debt securities are proposed to be listed

The Bonds are proposed to be listed on the Wholesale Debt Market (WDM) segment of BSE Ltd. BSE shall be the designated stock exchange.

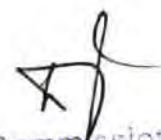
XX. Penal interest payable by Municipal Corporation in case of delay in execution of Trust Deed and charge documents

In case of delay in execution of Bond/ Debenture Trust Deed and/or other security document(s), no penal interest will be paid by the Issuer.

XXI. Additional interest to be paid, above the Coupon Rate, in case of default in payment of Interest and/or principal redemption on due dates

In case of default in payment of interest and/or principal redemption on the due dates, the Issuer shall pay an additional interest at the rate of 2.00% p.a. over the respective Coupon Rates of the Bonds for the defaulting period.


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Further in accordance with Section 168, any money borrowed by the Corporation from the Government, whether before or after the commencement of this Act, or any interest or costs due in respect thereof, be not repaid according to the conditions of the loan, the Government may attach the Municipal fund or any part thereof.

XXVII. APPLICATION PROCESS

1. Who Can Apply?

The categories of investors who are eligible to apply for the Bonds are mentioned in the Term Sheet of this Information Memorandum. However, the prospective subscribers must make their own independent evaluation and judgment regarding their eligibility to invest in the Issue.

All applicants are required to comply with the relevant regulations/ guidelines applicable to them for investing in the issue of Bonds as per the norms approved by Government of India, RBI or any other statutory body from time to time.

However, out of the aforesaid class of investors eligible to invest, this Information Memorandum is intended solely for the use of the persons to whom it has been sent by the Issuer for the purpose of evaluating a possible investment opportunity by the recipient(s) in respect of the securities offered herein, and it is not to be reproduced or distributed to any other persons (other than professional advisors of the prospective investor receiving this Information Memorandum from the Issuer).

2. Documents to be provided by Investors

Investors need to submit the certified true copies of the following documents, along-with the Application Form, as applicable:

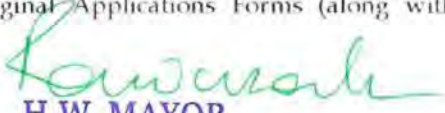
- Memorandum and Articles of Association/ Constitution/ Byelaws/ Trust Deed;
- Board Resolution authorizing the investment and containing operating instructions;
- Power of Attorney/ relevant resolution/ authority to make application;
- Specimen signatures of the authorized signatories (ink signed), duly certified by an appropriate authority;
- Government Notification (in case of Primary Co-operative Bank and Regional Rural Banks);
- Copy of Permanent Account Number Card ("PAN Card") issued by the Income Tax Department;
- Necessary forms for claiming exemption from deduction of tax at source on interest on application money, wherever applicable.

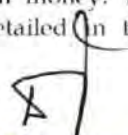
3. How to Apply

4. Who can bid/ invest/ apply?

This being a private placement Issue, the eligible investors who have been addressed through this communication directly, only are eligible to apply. Applications for the Bonds must be in the prescribed form and completed in BLOCK LETTERS in English and as per the instructions contained therein.

Applications complete in all respects must be submitted before the last date indicated in the issue timetable or such extended time as decided by the Issuer, at any of the designated collection centers, accompanied by details of remittance of the application money. The original Applications Forms (along with all necessary documents as detailed in this


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Information Memorandum), payment details and other necessary documents should be sent to the Corporate Office of the Bank directly /through respective Arrangers on the same day.

The payment should be made by electronic transfer of funds through RTGS mechanism for credit as per details given hereunder.

All investors are required to comply with the relevant regulations/ guidelines applicable to them for investing in this Issue.

Applications should be for the number of Bonds applied by the Applicant. Applications not completed in the said manner are liable to be rejected. The name of the applicant's bank, type of account and account number must be filled in the Application Form. This is required for the applicant's own safety and these details will be printed on the refund orders and interest/ redemption warrants.

The applicant or in the case of an application in joint names, each of the applicant, should mention his/her Permanent Account Number (PAN) allotted under the Income -Tax Act, 1961 or where the same has not been allotted, the GIR No. and the Income tax Circle/Ward/District. As per the provision of Section 139A (5A) of the Income Tax Act, PAN/GIR No. needs to be mentioned on the TDS certificates. Hence, the investor should mention his PAN/GIR No. Application Forms without this information will be considered incomplete and are liable to be rejected.

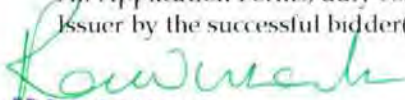
All applicants are requested to tick the relevant column "Category of Investor" in the Application Form. Public/ Private/ Religious/ Charitable Trusts, Provident Funds and Other Superannuation Trusts and other investors requiring "approved security" status for making investments.

For further instructions about how to make an application for applying for the Bonds and procedure for remittance of application money, please refer to the Summary Term Sheet and the Application Form.

TERMS OF PAYMENT (SETTLEMENT MECHANISM THROUGH CLEARING CORPORATION)

- Payment shall be made in accordance with operational guidelines issued by BSE for, regarding 'Electronic Bidding Platform for Issuance of Debt Securities on Private Placement Basis'.
- Successful bidders must do the funds pay-in to the designated bank account of ICCL up to "Pay-in Time" in accordance with operational guidelines of BSE. Successful bidders should ensure to do the funds pay-in from their same bank account which is updated by them in the BSE BOND - EBP Platform while placing the bids. In case of mismatch in the bank account details between BSE BOND - EBP Platform and the bank account from which payment is done by the successful bidder, the payment would be returned back.
- Note: In case of failure of any successful bidder to complete the funds pay-in by the Pay-in Time or the funds are not received in the ICCL's Designated Bank Account by the Pay-in Time for any reason whatsoever, the bid will be liable to be rejected and the Issuer shall not be liable to the successful bidder.
- **Application by Successful Bidder(s)**

All Application Forms, duly completed, must be delivered by the Pay-in Time to the Issuer by the successful bidder(s).


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Applications for the Debentures must be in the prescribed form and completed in BLOCK LETTERS in English and as per the instructions contained therein.

XXVIII. DATE OF ALLOTMENT

All benefits under the Bonds including payment of interest will accrue to the Bondholders from and including Date of Allotment being August 21, 2019. Issuer also reserves the right to change/modify the issue program or structure at its own discretion without any notice. In case if the issue closing date/ pay in dates is/are changed (preponed/ postponed), the Date of Allotment may also be changed (pre-pond/ postponed) by the Issuer at its sole and absolute discretion, subject to relevant regulations.

Face Value per Bond	Minimum Application for	Amount Payable on Application per Bond
Rs. 10 lakhs	1 Bond and in multiples of 1- Bond thereafter	Face Value

XXIX. CREDIT TO DEMAT ACCOUNT

The beneficiary account of the investor(s) with National Securities Depository Limited (NSDL)/ Central Depository Services (India) Limited (CDSL)/ Depository Participant shall be done as per operational guidelines of BSE on EBP

XXX. ISSUE OF BOND CERTIFICATE(S)

The Bonds since issued in electronic (dematerialized) form, will be governed as per the provisions of The Depository Act, 1996, Securities and Exchange Board of India (Depositories and Participants) Regulations, 1996, rules notified by NSDL/ CDSL/ Depository Participants from time to time and other applicable laws and rules notified in respect thereof. The Bonds shall be allotted in dematerialized form only.

XXXI. DEPOSITORY ARRANGEMENTS

The Issuer has appointed Karvy Computershare Private Limited as the Registrar to the present Bond Issue. The Issuer has entered into necessary depository arrangements with NSDL and CDSL for dematerialization of the Bonds offered under the present Issue, in accordance with the Depositories Act, 1996 and regulations made thereunder. In this context, the Issuer has executed two tripartite agreements as under:

Tripartite Agreement between the Issuer, National Securities Depository Limited ("NSDL") and the Registrar for dematerialization of the Bonds being offered by GHMC.

Tripartite Agreement between the Issuer, Central Depository Services (India) Limited and the Registrar for dematerialization of the Bonds being offered by GHMC.

Investors can hold the Bonds only in dematerialized form and deal with the same as per the provisions of Depositories Act, 1996 as amended from time to time.


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XXXII. PROCEDURE FOR APPLYING FOR DEMAT FACILITY

- a. Applicant(s) should have/ open a Beneficiary Account with any Depository Participant of NSDL or CDSL.
- b. The applicant(s) must specify their beneficiary account number and Depository Participant's ID in the relevant columns of the Application Form.
- c. If incomplete/incorrect beneficiary account details are given in the Application Form which does not match with the details in the depository system, the allotment of Bonds shall be held in abeyance till such time satisfactory demat account details are provided by the applicant.
- d. The Bonds shall be directly credited to the Beneficiary Account as given in the Application Form and after due verification, allotment advice/refund order, if any, would be sent directly to the applicant by the Registrar to the Issue but the confirmation of the credit of the Bonds to the applicant's Depository Account will be provided to the applicant by the Depository Participant of the applicant.
- e. Interest or other benefits with respect to the Bonds would be paid to those Bondholders whose names appear on the list of Beneficial Owners given by the Depositories to the Issuer as on the Record Date. In case, the Beneficial Owner is not identified by the Depository on the Record Date due to any reason what so ever, the Issuer shall keep in abeyance the payment of interest or other benefits, till such time the Beneficial Owner is identified by the Depository and intimated to the Issuer. On receiving such intimation, the Issuer shall pay the interest or other benefits to the beneficiaries identified, within a period of 15 days from the date of receiving such intimation.
- f. Applicants may please note that the Bonds shall be allotted and traded on the stock exchange(s) only in dematerialized form.

XXXIII. FICTITIOUS APPLICATIONS

Any person who makes, in fictitious name, any application to a body corporate for acquiring, or subscribing to, the Bonds, or otherwise induced a body corporate to allot, register any transfer of Bonds therein to them or any other person in a fictitious name, shall be punishable as per provisions of extant laws.

XXXIV. MARKET LOT

The market lot will be one Bond ("Market Lot"). Since the Bonds are being issued only in dematerialized form, the odd lots will not arise either at the time of issuance or at the time of transfer of Bonds.

XXXV. TRADING OF BONDS

The marketable lot for the purpose of trading of Bonds shall be 1 (one) Bond of face value of Rs.10 lakhs each. Trading of Bonds would be permitted in demat mode only in standard denomination of Rs.10 lakhs and such trades shall be cleared and settled in recognized stock exchange(s) subject to conditions specified by SEBI. In case of trading in Bonds which has been made over the counter, the trades shall be reported on a recognized stock exchange having a nationwide trading terminal or such other platform as may be specified by SEBI.


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XXXVI. MODE OF TRANSFER OF BONDS

The Bonds shall be transferred subject to and in accordance with the rules/ procedures as prescribed by the NSDL/ CDSL/ Depository Participant of the transferor/ transferee and any other applicable laws and rules notified in respect thereof. The normal procedure followed for transfer of securities held in dematerialized form shall be followed for transfer of these Bonds held in electronic form. The seller should give delivery instructions containing details of the buyer's DP account to his Depository Participant. The transferee(s) should ensure that the transfer formalities are completed prior to the Record Date. In the absence of the same, interest will be paid/ redemption will be made to the person, whose name appears in the records of the Depository. In such cases, claims, if any, by the transferee(s) would need to be settled with the transferor(s) and not with the Issuer.

XXXVII. BASIS OF ALLOCATION / ALLOTMENT

The Issuer reserves the right to reject any/all applications at its sole discretion, without assigning any reason whatsoever. The decision of GHMC in this regard will be final and binding on all the applicants and shall not be called into question, whatsoever.

XXXVIII. COMMON FORM OF TRANSFER

The Issuer undertakes that it shall use a common form/ procedure for transfer of Bonds issued under terms of this Information Memorandum.

XXXIX. INTEREST ON THE BONDS

The face value of the Bonds outstanding shall carry interest at the coupon rate from Date of Allotment and the coupon rate & frequency of payment (subject to deduction of income tax under the provisions of the Income Tax Act, 1961, or any other statutory modification or re-enactment thereof, as applicable) are mentioned in the Summary Term Sheet.

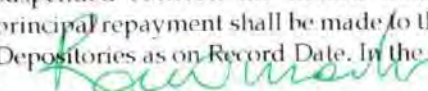
The interest payment shall be made through electronic mode to the Bondholders whose names appear on the list of Beneficial Owners given by the Depository Participant to the Registrar as on the record date fixed by Issuer in the bank account which is linked to the demat of the Bondholder. However, in absence of complete bank details i.e. correct/updated bank account number, IFSC/RTGS code /NEFT code etc., Issuer shall be required to make payment through cheques/DDs on the due date at the sole risk of the Bondholders. Interest or other benefits with respect to the Bonds would be paid to those Bondholders whose names appear on the list of Beneficial Owners given by the Depository Participant to the Registrar as on the Record Date.

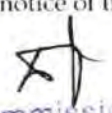
XL. COMPUTATION OF INTEREST

Interest for each of the interest periods shall be computed as per Actual/ Actual day count convention on the face value amount of Bonds outstanding at the respective Coupon Rate rounded off to the nearest Rupee. Where the interest period (start date to end date) includes February 29, interest shall be computed on 366 days-a-year basis, on the face value amount of Bonds outstanding.

XLI. RECORD DATE

The 'Record Date' for the Bonds shall be 15 days prior to each Coupon Payment Date and Redemption Date. In case of redemption of Bonds, the trading in the Bonds shall remain suspended between the Record Date and the Redemption Date. Interest payment and principal repayment shall be made to the person whose name appears as beneficiary with the Depositories as on Record Date. In the event of the Issuer not receiving any notice of transfer


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at least 15 days before the respective Coupon Payment Date and Redemption Date, the transferees for the Bonds shall not have any claim against the Issuer in respect of amount so paid to the registered Bondholders.

XLII. DEDUCTION OF TAX AT SOURCE

Tax as applicable under the Income Tax Act, 1961, or any other statutory modification or re-enactment thereof will be deducted at source out of interest payable on Bonds.

Tax exemption certificate/declaration of non-deduction of tax at source, if applicable, on interest on Bonds or interest on application money should be submitted along with the Application Form. Regarding deduction of tax at source and the requisite declaration forms to be submitted, prospective investors are advised to consult their own tax consultant(s). In case of tax deducted at source, the Corporation will issue the TDS certificate to the investors.

XLIII. PUT & CALL OPTION

Neither the Bondholder(s) shall have any right to exercise Put Option nor the Issuer shall have right to exercise Call Option to redeem the Bonds, in whole or in part, prior to the respective Redemption Date.

XLIV. REDEMPTION

The face value of the Bonds shall be redeemed at par, on the respective Redemption Dates. The Bonds will not carry any obligation, for interest or otherwise, after the Redemption Date. The Bonds shall be taken as discharged on payment of the redemption amount by the Issuer on the Redemption Date to the registered Bondholders whose name appear in the Register of Bondholders on the Record Date. Such payment will be a legal discharge of the liability of the Issuer towards the Bondholders.

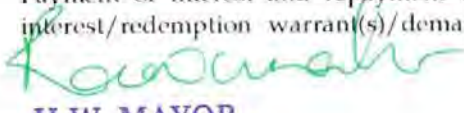
In case any Redemption Date falls on a day which is not a Working Day, the payment due shall be made on the immediately preceding Working Day along with interest accrued on the Bonds until but excluding the date of such payment.

XLV. ADDITIONAL COVENANTS

- a. **Security Creation:** The Issuer submits that will execute the necessary documents for creation of the charge, including the Debenture/ Bond Trust Deed within the time prescribed under the SEBI Debt Regulations and shall submit with BSE within five working days of execution of the same for uploading on its website.
- b. **Default in Payment:** In case of default in payment of interest and/or principal redemption on the due dates, the Issuer shall pay an additional interest at the rate of 2.00% p.a. over the respective Coupon Rates of the Bonds for the defaulting period.
- c. **Listing:** The Issuer shall complete all the formalities and seek listing permission within 20 days from the Deemed Date of Allotment. In case of delay in listing of the Bonds beyond 20 days from the Deemed Date of Allotment, the Issuer shall pay penal interest at the rate of 1.00% p.a. over the respective Coupon Rates of the Bonds from the expiry of 30 days from the Deemed Date of Allotment till the listing of Bonds to the bondholders.

XLVI. SETTLEMENT/ PAYMENT ON REDEMPTION

Payment of interest and repayment of principal shall be made by way of cheque(s)/ interest/redemption warrant(s)/demand draft(s)/credit through direct credit/ NECS/


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RTGS/NEFT mechanism in the name of the Bondholders whose name appear on the List of Beneficial Owners given by Depository to the Issuer as on the Record Date.

The Bonds shall be taken as discharged on payment of the redemption amount by the Issuer on the Redemption Date to the list of Beneficial Owners as provided by NSDL/CDSL/Depository Participant as on Record Date. Such payment will be a legal discharge of the liability of the Issuer towards the Bondholders. On such payment being made, the Issuer shall inform NSDL/CDSL/Depository Participant and accordingly the account of the Bondholders with NSDL/CDSL/Depository Participant shall be adjusted.

The Issuer's liability to the Bondholders towards all their rights including for payment or otherwise shall cease and stand extinguished from the due date of redemption in all events. Further the Issuer will not be liable to pay any interest or compensation from the Redemption Date. On the Issuer's dispatching/crediting the amount to the Beneficiary(ies) as specified above in respect of the Bonds, the liability of the Issuer shall stand extinguished.

XLVII. LIST OF BENEFICIAL OWNERS

The Issuer shall request the Depository to provide a list of Beneficial Owners as at the end of the Record Date. This shall be the list, which shall be considered for payment of interest or repayment of principal amount, as the case may be.

XLVIII. SUCCESSION

In the event of the demise of the sole/first holder of the Bond(s) or the last survivor, in case of joint holders for the time being, the Issuer shall recognize the executor or administrator of the deceased Bondholder, or the holder of succession certificate or other legal representative as having title to the Bond(s). The Issuer shall not be bound to recognize such executor or administrator, unless such executor or administrator obtains probate, wherever it is necessary, or letter of administration or such holder is the holder of succession certificate or other legal representation, as the case may be, from a Court in India having jurisdiction over the matter. The Issuer may, in its absolute discretion, where it thinks fit, dispense with production of probate or letter of administration or succession certificate or other legal representation, in order to recognize such holder as being entitled to the Bond(s) standing in the name of the deceased Bondholder on production of sufficient documentary proof or indemnity.

Where a non-resident Indian becomes entitled to the Bond by way of succession, the following steps have to be complied:

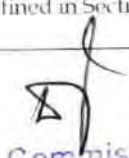
- i) Documentary evidence to be submitted to the Legacy Cell of the RBI to the effect that the Bond was acquired by the NRI as part of the legacy left by the deceased holder.
- ii) Proof that the NRI is an Indian National or is of Indian origin.
- iii) Such holding by the NRI will be on a non-repatriation basis.

XLIX. WHO CAN APPLY?

The following categories of investors are eligible to apply for this Issue of Bonds. However, the prospective subscribers must make their own independent evaluation and judgment regarding their eligibility to invest in the Issue.

Eligible Investors	• Qualified Institutional Buyers ("QIBs") • Mutual Funds registered with SEBI; • Public Financial Institutions as defined in Section 2(72) of the Companies Act, 2013;
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	▪ Foreign Portfolio Investors registered with SEBI;
	▪ Scheduled Commercial Banks;
	▪ State Industrial Development Corporations;
	▪ Multilateral and Bilateral Development Financial Institutions;
	▪ Insurance Companies registered with the Insurance Regulatory and Development Authority;
	▪ Provident Funds;
	▪ Pension Funds;
	▪ National Investment Fund set up by resolution no. F. No. 2/3/2005-DDII dated November 23, 2005 of the Government of India published in the Gazette of India;
	▪ Insurance Funds set up and managed by army, navy or air force of the Union of India
	▪ Companies within the meaning of sub-section 20 of Section 2 of the Companies Act, 2013;
	▪ Statutory Bodies/ Corporations;
	▪ Cooperative Banks;
	▪ Regional Rural Banks;
	▪ Limited Liability Partnerships;
	▪ Trusts including Public/Private/Charitable/Religious Trusts;
	▪ Societies registered under the applicable laws in India and authorized to invest in Bonds;
	▪ Any other legal entities authorized to invest in Bonds, subject to compliance with the relevant regulations applicable to such entities.

L. WHO ARE NOT ELIGIBLE TO APPLY FOR BONDS?

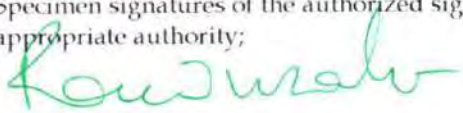
This Issue is not being offered to the following categories of investors and any application from such investors will be deemed an invalid application and rejected:

Non-Eligible classes of Investors	▪ Venture Capital Funds;
	▪ Foreign Nationals;
	▪ Minors without a guardian name;
	▪ Persons resident outside India;
	▪ Overseas Corporate Bodies;
	▪ Person ineligible to contract under applicable statutory/regulatory requirements;
	▪ Resident Individual Investors, Hindu Undivided Families through Karta, Non-Resident Indians

LI. DOCUMENTS TO BE PROVIDED BY INVESTORS

Investors need to submit the certified true copies of the following documents, along-with the Application Form, as applicable:

- Memorandum and Articles of Association/Constitution/ Byelaws/ Trust Deed;
- Board Resolution authorizing the investment and containing operating instructions;
- Power of Attorney/ relevant resolution/authority to make application;
- Specimen signatures of the authorized signatories (ink signed), duly certified by an appropriate authority;


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- v) Government Notification (in case of Primary Co-operative Bank and RRBs);
- vi) Copy of Permanent Account Number Card ("PAN Card") issued by the Income Tax Department;
- vii) Copy of a cancelled cheque for ECS payments;
- viii) Necessary forms for claiming exemption from deduction of tax at source on interest on application money, wherever applicable.

LII. HOW TO APPLY

This Information Memorandum is neither a prospectus nor a statement in lieu of prospectus and does not constitute an offer to the public generally to subscribe for or otherwise acquire the Bonds issued by the Corporation. The document is for the exclusive use of the institution(s) to whom it is delivered and it should not be circulated/ distributed to third parties. This being a private placement Issue, the eligible investors who have been addressed through this communication directly, only are eligible to apply. Applications for the Bonds must be in the prescribed form and completed in BLOCK LETTERS in English and as per the instructions contained therein.

Applications complete in all respects must be submitted before the last date indicated in the issue time table or such extended time as decided by the Issuer, at any of the designated collection centres, accompanied by the application money by way of cheque(s)/ demand draft(s) drawn on any bank including a co-operative bank which is situated at and is a member of the Bankers' clearing house located at a place where the application form is submitted. The original Applications Forms (along with all necessary documents as detailed in this Information Memorandum), pay-in slip and other necessary documents should be sent to the head office of the Issuer through respective arrangers on the same day.

Cheque(s)/ demand draft(s) will not be accepted. Money orders/postal orders will also not be accepted. The entire amount of issue price per Bond i.e. Face Value + Premium, if any on issue) is payable on application. Applicants may make remittance of application money only by way of electronic transfer of funds only through RTGS/ fund transfer.

The payment to be made for subscription to securities shall be made from the bank account of the person/entity subscribing to such securities and the Corporation shall keep the record of the Bank account from where such payments for subscriptions have been received.

Provided that monies payable on subscription to securities to be held by joint holders shall be paid from the bank account of the person whose name appears first in the application.

Applications should be for the number of Bonds applied by the Applicant. Applications not completed in the said manner are liable to be rejected. The name of the applicant's bank, type of account and account number must be filled in the Application Form. This is required for the applicant's own safety and these details will be printed on the refund orders and interest/redemption warrants.

All applicants are requested to tick the relevant column "Category of Investor" in the Application Form. Public/ Private/ Religious/ Charitable Trusts, Provident Funds and Other Superannuation Trusts and other investors requiring "approved security" status for making investments.

For further instructions about how to make an application for applying for the Bonds and procedure for remittance of application money, please refer to the Summary Term Sheet and the Application Form.



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LIII. Applications complete in all respects must be submitted before the last date indicated in the issue timetable.

Applications should be for the number of Bonds applied by the Applicant. Applications not completed in the said manner are liable to be rejected. The name of the applicant's bank, type of account and account number must be filled in the Application Form. This is required for the applicant's own safety and these details will be printed on the refund orders and interest/redemption warrants.

The applicant or in the case of an application in joint names, each of the applicant, should mention his/her Permanent Account Number (PAN) allotted under the Income -Tax Act, 1961 or where the same has not been allotted, the GIR No. and the Income tax Circle/Ward/District. As per the provision of Section 139A (5A) of the Income Tax Act, PAN/GIR No. needs to be mentioned on the TDS certificates. Hence, the investor should mention his PAN/GIR No. Application Forms without this information will be considered incomplete and are liable to be rejected.

All applicants are requested to tick the relevant column "Category of Investor" in the Application Form. Public / Private/ Religious/ Charitable Trusts, Provident Funds and Other Superannuation Trusts and other investors requiring "approved security" status for making investments.

For further instructions about how to make an application for applying for the Bonds and procedure for remittance of application money, please refer to the Application Form.

LIV. FORCE MAJEURE

The Issuer reserves the right to withdraw the issue prior to the Issue Closing Date in the event of any unforeseen development adversely affecting the economic and regulatory environment.

LV. APPLICATIONS UNDER POWER OF ATTORNEY

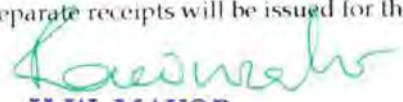
A certified true copy of the power of attorney or the relevant authority as the case may be along with the names and specimen signature(s) of all the authorized signatories and the tax exemption certificate/ document, if any, must be lodged along with the submission of the completed Application Form. Further modifications/ additions in the power of attorney or authority should be notified to the Issuer or to the Registrar or to such other person(s) at such other address(es) as may be specified by the Issuer from time to time through a suitable communication.

LVI. APPLICATION BY MUTUAL FUNDS

In case of applications by Mutual Funds, a separate application must be made in respect of each scheme of an Indian Mutual Fund registered with SEBI and such applications will not be treated as multiple applications, provided that the application made by the Asset Management Company/ Trustees/ Custodian clearly indicate their intention as to the scheme for which the application has been made.

LVII. ACKNOWLEDGEMENTS

No separate receipts will be issued for the application money.


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LVIII. RIGHT TO ACCEPT OR REJECT APPLICATIONS

The Issuer reserves its full, unqualified and absolute right to accept or reject any application, in part or in full, without assigning any reason thereof. The rejected applicants will be intimated along with the refund warrant, if applicable, to be sent. Interest on application money will be paid from the date of realization of funds till one day prior to the date of refund. The application forms that are not complete in all respects are liable to be rejected and would not be paid any interest on the application money. Application would be liable to be rejected on one or more technical grounds, including but not restricted to:

- a) Number of bonds applied for is less than the minimum application size;
- b) Applications exceeding the issue size;
- c) Bank account details not given;
- d) Details for issue of Bonds in electronic/ dematerialized form not given;
- e) PAN not given;
- f) In case of applications under Power of Attorney by limited companies, corporate bodies, trusts, etc. relevant documents not submitted;

In the event, if any Bond(s) applied for is/ are not allotted in full, the excess application monies of such Bonds will be refunded, as may be permitted.

LIX. PAN

Every applicant should mention its Permanent Account Number ("PAN") allotted under the Income Tax Act, 1961, on the Application Form and attach a self-attested copy as evidence. Application Forms without PAN will be considered as incomplete and are liable to be rejected.

LX. SIGNATURES

Signatures should be made in English or in any of the Indian Languages. Thumb impressions must be attested by an authorized official of a Bank or by a Magistrate/ Notary Public under his/her official seal.

LXI. NOMINATION FACILITY

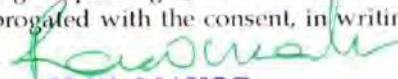
As per extant provisions of law, only individuals holding the Bonds as Sole/Joint holder of Bond can nominate, in the prescribed manner, a person to whom his/ their Bonds shall vest in the event of his/ their death. Non-individuals including holders of Power of Attorney cannot nominate.

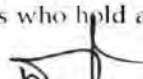
LXII. RIGHT OF BONDHOLDER(S)

Bondholder is not a shareholder. The Bondholders will not be entitled to any other rights and privilege of shareholders other than those available to them under statutory requirements. The principal amount and interest on the Bonds will be paid to the registered Bondholders only, and in case of Joint holders, to the one whose name stands first. Besides, the Bonds shall be subject to the provisions of GHMC Act, the terms of this Information Memorandum and other terms and conditions as may be incorporated in the Bond/ Debenture Trusteeship Agreement and other documents that may be executed in respect of these Bonds.

LXIII. MODIFICATION OF RIGHTS

The rights, privileges, terms and conditions attached to the Bonds may be varied, modified or abrogated with the consent, in writing, of those holders of the Bonds who hold at least


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three fourth of the outstanding amount of the Bonds or with the sanction accorded pursuant to a resolution passed at a meeting of the Bondholders, provided that nothing in such consent or resolution shall be operative against the Issuer where such consent or resolution modifies or varies the terms and conditions of the Bonds, if the same are not acceptable to the Issuer.

LXIV. FUTURE BORROWINGS

The Issuer shall, as long as the financial covenants are met, be entitled to borrow/ raise loans or avail of financial assistance in whatever form as also issue bonds/ debentures or other securities in any manner with ranking on pari-passu basis or otherwise, on such terms and conditions as the Issuer may think appropriate, without the consent of, or intimation to, the Bondholder(s) or the Trustees in this connection.

It is clarified that as long as both the financial covenants are met, the Issuer shall be entitled to borrow the such further amounts against the Structured Payment Mechanism as necessary without any consent of the Bondholder(s). Further, in case the Issuer complies with financial covenant related to DSCR on Operating Surplus but does not comply with the other financial covenant, the Issuer shall without the consent of the Bondholder(s) be allowed to borrow further amount without recourse to the Structured Payment Mechanism.

Provided, however, no amount shall be borrowed by the GHMC without the consent of the Trustees, in case such borrowing is likely to result in breach of any covenant mentioned in Information Memorandum.

LXV. NOTICES

All notices required to be given by the Issuer or by the Trustee to the Bondholders shall be deemed to have been given if sent by ordinary post/ courier to the original sole/ first allottee of the Bonds and/ or if published in one All India English daily newspaper and one regional language newspaper.

All notices required to be given by the Bondholder(s), including notices referred to under "Payment of Interest" and "Payment on Redemption" shall be sent by registered post or by hand delivery to the Issuer or to such persons at such address as may be notified by the Issuer from time to time.

LXVI. JOINT-HOLDERS

Notwithstanding anything in Section 45 of the Indian Contract Act, 1872, when any debenture issued under GHMCs Act is payable to two or more persons jointly and either or any of them dies, the debenture shall be payable to the survivor or survivors of those persons.

Notwithstanding anything in Section 45 of the Indian Contract Act, 1872, when two or more persons are joint holders of any debenture issued under GHMC s Act, any one of those persons may give an effectual receipt for any interest or divided payable in respect of such debenture unless notice to the contrary has been given to the Commissioner by other holders.

LXVII. DISPUTES & GOVERNING LAW

The Bonds are governed by and shall be construed in accordance with the existing laws of India. Any dispute arising thereof shall be subject to the jurisdiction of the competent court of Hyderabad, India.


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LXVIII. PROCEDURE FOR DECIDING AND ADJUSTING PAYMENT DATES.

If the interest payment date falls on a holiday, the payment may be made on the following working day. However, the calculation of payment of interest will be only till the day prior to that holiday. Also, the dates of the future coupon payments would be as per the schedule stipulated in the Information Memorandum/ Term Sheet in line with SEBI circular No CIR/IMD/DF-1/122/2016 dated November 11, 2016.

If the Redemption Date (also being the last Coupon Payment Date) of the Bonds falls on a day that is not a Business Day, the redemption proceeds shall be paid by the Issuer on the preceding Business Day along with interest accrued on the Bonds until but excluding the date of such payment. In the event the Record Date falls on a day which is not a Business Day, the immediately succeeding Business Day will be considered as the Record Date. The interest/redemption payments shall be made only on the days when the money market is functioning in Mumbai.

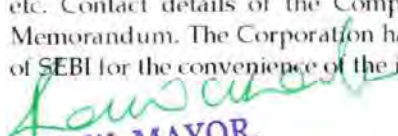
Please refer to Annexure-IV for an illustration for guidance in respect of the day count convention and effect of holidays on payments. Investors should note that this example is solely for illustrative purposes. We have not considered the effect of public holidays as it is difficult to ascertain for future dates.

LXIX. List of documents which have been executed/ will be executed in relation to the issue

- a) Copy of letter/resolution appointing Arrangers to the Issue.
- b) Copy of letter appointing Registrars.
- c) Copy of letter appointing Trustees to the Bondholders.
- d) Copy of the Greater Hyderabad Municipal Corporation Act, 1955.
- e) Corporation Resolution dated 13.04.2017, Standing Committee resolution dated 31.08.2017.
- f) Government order dated 09.11.2017 authorizing GHMC to issue Bonds.
- g) Letter of consent from the Trustees for acting as trustees for and on behalf of the holder(s) of the Bonds.
- h) Application made to the BSE for grant of in-principle approval for listing of Bonds.
- i) Letter from BSE conveying their in-principle approval for listing of Bonds.
- j) Letter from CARE conveying the credit rating for the Bonds.
- k) Letter from IRRPL conveying the credit rating for the Bonds.
- l) Tripartite Agreement between the Issuer, NSDL and Registrars for issue of Bonds in dematerialized form.
- m) Tripartite Agreement between the Issuer, CDSL and Registrars for issue of Bonds in dematerialized form.

LXX. INVESTOR RELATIONS AND GRIEVANCE REDRESSAL

Arrangements have been made to redress investor grievances expeditiously as far as possible. The Issuer endeavors to resolve the investor's grievance within 30 days of its receipt. All grievances related to the issue quoting the Application Number (including prefix), number of Bonds applied for, amount paid on application and details of collection centre where the Application was submitted, may be addressed to the Compliance Officer at head office of the Issuer. All investors are hereby informed that the Issuer has appointed a Compliance Officer who may be contacted in case of any pre-issue/ post-issue related problems such as non-credit of in the demat account, non-receipt of refund order(s), interest warrant(s)/ cheque(s) etc. Contact details of the Compliance Officer are given elsewhere in this Information Memorandum. The Corporation has already got itself registered with the SCORES platform of SEBI for the convenience of the investors for filing of any complaint.


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LXXI. ANY OTHER DETAILS FOR THE INVESTORS

Nil

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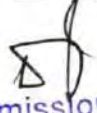

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SUMMARY TERM SHEET

Security Name	10.23% GHMC 2029 Series-III
Issuer	Greater Hyderabad Municipal Corporation
Type of Instrument	Unsecured, Listed, Taxable, Non-Convertible, Redeemable, Bonds in the nature of Debentures
Seniority	Senior
Mode of Issue	Private placement
Eligible Investors	• Mutual Funds registered with SEBI; • Public Financial Institutions as defined in Section 2(72) of the Companies Act, 2013; • Foreign Portfolio Investors registered with SEBI; • Scheduled Commercial Banks; • State Industrial Development Corporations; • Multilateral and Bilateral Development Financial Institutions; • Insurance Companies registered with the Insurance Regulatory and Development Authority; • Provident Funds; • Pension Funds; • National Investment Fund set up by resolution no. F. No. 2/3/2005-DDII dated November 23, 2005 of the Government of India published in the Gazette of India; • Insurance Funds set up and managed by army, navy or air force of the Union of India; • Companies within the meaning of sub-section 20 of Section 2 of the Companies Act, 2013; • Statutory Bodies/ Corporations; • Cooperative Banks; • Regional Rural Banks; • Limited Liability Partnerships; • Trusts including Public/ Private/ Charitable/ Religious Trusts; • Societies registered under the applicable laws in India and authorized to invest in Bonds; • Any other legal entities authorized to invest in Bonds, subject to compliance with the relevant regulations applicable to such entities.
Investors not eligible to apply	• Venture Capital Funds; • Foreign Nationals; • Minors without a guardian name; • Persons resident outside India; • Overseas Corporate Bodies; • Person ineligible to contract under applicable statutory/ regulatory requirements; • Resident Individual Investors, Hindu Undivided Families through Karta, Non-Resident Indians
Listing	Wholesale debt market segment of BSE
Rating of the Instrument	CARE Provisional AA; Stable (Double A; Outlook Stable) by CARE & IND Provisional AA/Stable by IRRPL
Issue Size	Rs.100 crores
Objects of the Issue	The proceeds of the Issue shall be utilized towards capex for implementation of Strategic Road Development Plan (SRDP) project


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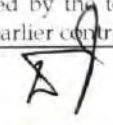
	These are General Obligation Bonds and interest payment and principal amount for the Bonds will be serviced through tax proceeds of the Corporation
Details of the utilization of the Proceeds	As per 'Objects of the Issue'
Coupon Rate	10.23% p.a.
Taxable/Tax free	Taxable
Step Up/Step Down Coupon Rate	N.A.
Coupon Payment Frequency	Half Yearly
Issue Timing	
1. Issue/Bid Opening Date	August 20, 2019
2. Issue/Bid Closing Date	August 20, 2019
3. Pay-in Date	August 21, 2019 (T+1)
4. Date of Allotment	August 21, 2019
Coupon payment date	February 21 and August 21 every year till redemption.
Coupon Type	Fixed
Coupon Reset Process (including rates, spread, effective date, interest rate cap and floor etc.).	NA
Day Count Basis	Actual / Actual
Interest on Application Money	Interest at the Coupon rate (subject to deduction of income tax under the provisions of the Income Tax Act, 1961, or any other statutory modification or re-enactment thereof, as applicable) will be paid to the applicants on the application money for the Bonds for the period starting from and including the date of realization of application money in Issuer's Bank Account upto one day prior to the Date of Allotment. Provided that, notwithstanding anything, contained hereinabove, Issuer's Bank shall not be liable to pay any interest on monies liable to be refunded in case of invalid applications or applications liable to be rejected including Applications made by persons ineligible to apply for and/or hold the Bonds.
Tenor	10 years
Redemption Date	August 21, 2029
Redemption Amount	Rs. 10 lakh per Bond (at par)
Redemption Premium /Discount	N.A.
Issue Price	At par
Discount at which security is issued and the effective yield as a result of such discount.	N.A.
Put option Date	N.A.
Put option Price	N.A.
Call Option Date	N.A.
Call Option Price	N.A.
Put Notification Time	N.A.
Call Notification Time	N.A.


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Face Value	Rs. 10,00,000/- (Rupees ten lakhs)
Minimum Application and in multiples of Debt Securities thereafter	Minimum 1 Bonds and Multiple of 1 there after
Structured Payment Mechanism	The funds lying in account(s) in which Property Tax and Fees & User Charges are collected shall be transferred to a separate no-lien Escrow Account for debt servicing (bonds, Loans, etc.). Eligible Bondholders and Lenders shall have first and pari-passu charge over the Escrow Account and the account(s) where Property Tax and Fees & User Charges are collected. - The funds lying in the Escrow Account shall be used in the following priority: - The funds should be first utilised to meet Minimum Balance in Escrow Account. The Minimum Balance to be maintained in any month shall be calculated as per para 3 below. - The Minimum Balance shall not be used for any purpose other than transfer to the Debt Servicing Account. - The surplus funds after meeting the Minimum Balance can thereafter be transferred to GHMC General Fund Account. The above transfer shall be done on a daily basis except on the last business day of every month. On the last business day of every month, the Minimum Balance maintained as indicated above shall be transferred to the Debt Servicing Account. GHMC, with the written consent of the Trustees, can transfer the Minimum Balance maintained in Escrow Account to Debt Servicing Account on any day prior to the last business day of the month. - In case of any shortfall from transfer from Escrow Account to Debt Service Account, GHMC shall make good the shortfall from the funds from other account(s) to Debt Servicing Account. - The funds to be transferred to the Debt Service Account from the Escrow Account ("Minimum Balance") shall be aggregate of the following: - Monthly Contribution to be transferred from the Escrow Account shall be calculated separately for each Loan/Bond as per the terms of the said issuance. - Shortfall in any earlier contribution to the extent not made good by GHMC from other account(s). - The funds lying in the Debt Service Account (DSA) shall be used in the following priority: - Firstly, to transfer funds from Debt Service Account to Debt Service Reserve Account (DSRA), if any, as per terms of bonds/loans to make good any shortfall in DSRA account. At all times the DSRA should be maintained as per the terms of the bond issuance/loans. - Secondly, transfer to Interest Payment Account on monthly basis such sums as may be required by the terms of bond issuance/loan and any shortfall in earlier contributions.


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- c. Thirdly, transfer to Sinking Fund Account/Debt Repayment Account on monthly basis such sums as may be required by the terms of the bond issuance/loans and any shortfall in earlier contributions.
5. GHMC, at its sole discretion but with prior intimation to the Trustees, can expedite payment of any succeeding future month(s) contribution into the Debt Servicing Account such that at no time the contribution to Debt Service Account is less than as calculated in para 3 above (including the contribution for the month to be expedited).
6. Bondholder(s) and lender(s) shall have first, exclusive and pari-passu charge over Debt Service Account. Each Bond Series or Loan shall have exclusive charge in its favour on the funds lying in DSRA, Interest Payment Account and Sinking Fund Account/Debt Repayment Account created specifically for the series or any investments made from those accounts.
7. Any surplus funds lying in DSRA, Interest Payment Account and Sinking Fund Account/Debt Repayment Account after the bond is redeemed in full or loan has been repaid shall be transferred to the Escrow Account.

Current Bond Issue

1. GHMC shall open the following accounts for servicing the interest and principal of the proposed bonds for the exclusive benefit of the Bondholders:
 - a. Debt Service Reserve Account - Series III,
 - b. Interest Payment Account - Series III,
 - c. Sinking Fund Account - Series III.
2. GHMC shall set up the Escrow Account and Debt Servicing Account as mentioned above and shall cause the following funds to be transferred:
 - a. The Debt Service Reserve Account - Series III shall be funded one day before the pay-in date with an amount equal to two interest payments for bonds structure.
 - b. At the end of each month, any shortfall from the amount mentioned in Schedule 1 mentioned of the Information Memorandum dated August 20, 2019 in the Debt Service Reserve Account - Series III shall be transferred.
 - c. At the end of each month, an amount as mentioned in Schedule I of the Information Memorandum dated August 20, 2019, any further interest payable (by whatsoever name called) as per the terms of the issuance and any shortfall in earlier contribution shall be transferred to the Interest Payment Account - Series III.


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- d. At the end of each month, an amount as mentioned in Schedule I of the Information Memorandum dated August 20, 2019 and any shortfall in earlier contribution shall be transferred to the Sinking Fund Account - Series III.
- e. Any shortfall in the above account(s) shall be made good by GHMC by transfer from other account(s) of GHMC.
3. The funds lying in the above account(s) shall be utilized in the following manner:
- a. The funds lying in Debt Service Reserve Account - Series III can be used to meet any shortfall in Interest Payment Account - Series III and thereafter can be used to meet any shortfall at the time of final redemption of bonds. However, the Debt Service Reserve Account - Series III cannot be utilized to meet any shortfall in contribution to Sinking Fund Account - Series II except at the time of final redemption of bonds.
- b. The funds lying in the Interest Payment Account - Series III can be used to make interest payment of the bondholder(s) of the bonds issued pursuant to the Information Memorandum dated August 20, 2019. Any surplus after making the payment to bondholder(s) should be first used to make good any shortfall in Debt Service Reserve Account - Series III and thereafter be used to make good any shortfall in contribution to Sinking Fund Account - Series III.
- c. The funds lying in the Sinking Fund Account - Series III can be used to redeem the bonds issued pursuant to the Information Memorandum dated August 20, 2019.
- d. Any funds lying in the above account(s) can be used for making investment(s). However, the funds (including investment(s)) shall not, without the approval of the Debenture Trustees, be utilized for any purpose other than mention in points (a) to (c) above.
- e. Any surplus funds lying in the above account(s) after the bonds issued pursuant to Information Memorandum dated August 20, 2019 have been redeemed in full and all dues to the Bondholder(s) have been paid can be transferred to the Escrow Account after obtaining written consent of the Debenture Trustee.
4. The Debenture Trustee, on behalf of the Bondholder(s) shall have first and pari passu charge over the Escrow Account, account(s) where Property Tax and Fees & User Charges are being collected and Debt Servicing Account. The Bondholder(s) shall have first and exclusive charge on the funds lying in Debt Service Reserve Account - Series III, Interest Payment Account - Series III and Sinking Fund Account - Series III and any investment(s) made from these account(s).


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5. The Debenture Trustee, on behalf of the Bondholder(s), shall have lien on the Debt Service Reserve Account – Series III, Interest Payment account – Series III, and Sinking Fund Account – Series III and any investment(s) made from these account(s) for the exclusive benefit of the Bondholder(s) for the bond issued under the Information Memorandum dated August 20, 2019. The amount deposited in Debt Service Reserve Account – Series III, Interest Payment Account – Series III and Sinking Fund Account – Series III shall be used solely for meeting the dues to these Bondholder(s). Any surplus in the account after meeting the dues to the Bondholder(s) can be transferred to the Escrow Account. No amount can be withdrawn from these account(s) without the approval of Debenture Trustees to the bondholder(s).
6. The Funds lying credited in the Interest Payment Account – Series III and Debt Service Reserve Account – Series III can be kept in Fixed Deposits with any scheduled commercial bank with a dual rating of AA+ or above. However, the conditions of the fixed deposits shall not restrict premature withdrawal from the Fixed Deposit. The lien shall be created in favor of debenture trustee on all the investments made above.
7. The funds lying to the credit of Sinking Fund Account – Series III can be deposited in Fixed Deposit with any scheduled commercial bank with a dual rating of AA+ and above and/or in Government Securities, state development loans and Treasury Bills. The lien shall be created in favor of debenture trustee on all the investments made above.
8. Any actual interest income earned and received on these investment(s) can be utilized towards the future dues in the respective account(s).
9. Escrow Account, Debt Service Account, Debt Service Reserve Account – Series III, Interest Payment Account – Series III and Sinking Fund Account – Series III shall be maintained with a scheduled commercial bank rated at least AA+ by two rating agencies throughout the tenor of the instrument. In case, at any point of time, the rating of senior debt of the Bank falls below AA+ by any rating agency GHMC shall, with written consent of Debenture Trustees, move the funds to any other bank satisfying the rating criteria.
10. The Bank shall share statement(s) of these account(s) with Debenture Trustee and the Rating Agencies for such period as may be specified by the Debenture Trustee and/or Rating Agencies but not greater than 12 months in any case till such time as the bonds are redeemed. GHMC and Debenture Trustee shall keep the Rating Agencies informed in case of change in the Bank.

Interest Payment Mechanism


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The Trustees shall check the amount lying to the credit of Interest Payment Account - Series III at 25 days prior to the interest payment date. In case of any shortfall in amount, the trustees shall intimate GHMC of the shortfall and GHMC shall make good the shortfall in the Interest Payment Account - Series III by 15 days prior to the interest payment date. In case of shortfall in any amount in Interest Payment Account - Series III at 14 days prior to the Interest Payment date, the Trustee shall trigger the payment mechanism and instruct bank to transfer the shortfall amount from Debt Service Reserve Account - Series III to the Interest Payment Account - Series III by 10 days prior to the interest payment date. The Interest shall be paid by GHMC on the due date. Any amount drawn from the Debt Service Reserve Account - Series III should be deposited back in the Debt Service Reserve Account - Series III as per the mechanism indicated above. The debenture trustee shall check the balance in the Sinking Fund Account - Series III at the end of the month and in case of any shortfall in the Sinking Fund Account - Series III, GHMC shall replenish the Sinking Fund Account - Series III with the necessary amount to fill the shortfall. The Trustees shall check the amount lying to the credit of Sinking Fund Account - Series III at 25 days prior to the redemption date. In case of any shortfall in amount, the trustees shall intimate GHMC of the shortfall and GHMC shall make good the shortfall in the Sinking Fund Account - Series III by 15 days prior to the redemption date. The Trustees shall keep the Rating Agencies informed of any shortfall in Interest Payment Account - Series III, Debt Service Reserve Account - Series III, Sinking Fund Account - Series III and any transfer from Debt Service Reserve Account - Series III to Interest Payment Account - Series III.

Other Covenants

Restriction on the total borrowing

- (A) DSCR on operating Surplus: Debt Service Coverage Ratio ("DSCR") for the GHMC will not be less than 1.25 times of operating surplus calculated as the below:

DSCR on operating Surplus = operating surplus / total debt service

- i) Operating surplus calculated as the below:

Operating Surplus = total income - expenditure

total income = Total income of the corporation

expenditure = Total expenditure - Depreciation

- ii) total debt service = interest payment of loans and bonds + principal repayment deposited in the sinking funds or installment of principal repayment + transfer to debt service reserve account

- (B) The total amount collected in escrow account shall be atleast 1.25 times of the Debt Service Amount on an annual basis. In case, the ratio falls below 1.25 times, GHMC shall not borrow any further amount against the cash flow(s) of the escrow account. No permission to borrow further amount(s) by


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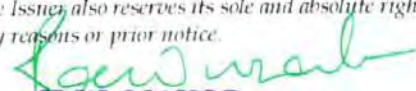
	GHMC shall be required, under this head, from the bondholder(s) as long as this condition is satisfied DSA is defined as follows: DSA = Interest payment for the month + proportionate principal deposited in sinking fund or installment of principal redemption (C) GHMC shall not borrow any further funds against the cash flow of the Escrow Account in case there is a shortfall in contribution to Debt Service Account and the shortfall has not been made good by GHMC.
Issuance mode of the Instrument	Private placement
Trading mode of the Instrument	Demat only
Settlement mode of the Instrument	Payment of interest and repayment of principal shall be made by way of cheque(s)/ interest/ redemption warrant(s)/ demand draft(s)/ credit through direct credit/ RTGS/ Fund Transfer/ NECS/ NEFT or any other electronic mode offered by the Banks.
Depository	NSDL & CDSL
Business Day Convention	'Business Day' shall be a day on which commercial banks are open for business in the city of Hyderabad and the days when the money market is functioning in Mumbai. If the date of payment of interest does not fall on a Business Day, then the payment shall be made on the following business day in line with SEBI circular No CIR/IMD/DF-1/122/2016 dated November 11, 2016 as amended.
Record Date	15 days prior to each Coupon Payment Date and repayment date. In the event the Record Date falls on a day which is not a Business Day, the succeeding Business Day will be considered as Record Date.
Security	NA
Transaction Documents	a) Copy of letter appointing Arranger to the Issue b) Copy of letter appointing Registrar to the Issue c) Copy of letter appointing Bond Trustee d) Copy of the Standing Committee Resolution dated 31.08.2017 authorizing issue of Bonds e) Copy of Standing Committee resolution dated 28.12.2017 authorizing structured payment mechanism. f) Copy of the General Body Resolution dated 13.04.2017 authorizing issue of Bonds g) Copy of the State Government approval dated 09.11.2017 authorizing issue of Bonds h) Letter of consent from the Trustees for acting as trustees for and on behalf of the holder(s) of the Bonds. i) Letter from BSE conveying their in-principle approval for listing of Bonds. j) Letter from CARE Ratings conveying the credit rating for the Bonds. k) Letter from IRRPL conveying the credit rating for the Bonds. l) Tripartite Agreement between the Issuer, NSDL and Registrar to the issue of Bonds in dematerialized form. m) Tripartite Agreement between the Issuer, CDSL and Registrar to the issue of Bonds in dematerialized form.
Conditions Precedent to Disbursement	The subscription from applicants shall be accepted for allocation and allotment by the Bank, subject to the following: a) Rating Letters from CARE and IRRPL


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	b) Consent Letter from the Trustees to act as Trustee to the Bondholder(s) c) BSE in-principle approval for listing of Bonds.
Condition Subsequent to Disbursement	The Issuer shall ensure that the following documents are executed/ activities are completed as per time frame mentioned elsewhere in this Information Memorandum: a) Ensuring that the payment made for subscription to the Bonds is from the bank account of the person/ entity subscribing to the Bonds. b) Credit of demat account(s) of the allottee(s) by number of Bonds allotted within the stipulated time period c) Taking steps for listing of Bonds with BSE within stipulated time; d) Shall execute Debenture Trust Deed within applicable time Besides, the Issuer shall perform all activities, whether mandatory or otherwise, as mentioned elsewhere in this Information Memorandum
Events of Default	If the Issuer commits a default in making payment of any instalment of interest or repayment of principal amount of the Bonds on the respective due date(s), the same shall constitute an "Event of Default" by the Issuer. Further detailed list of events of default shall be specified in the Debenture/ Bond Trust Deed to be entered into by the Issuer and Debenture Trustee. Remedies upon the occurrence of an Event of Default will be specified in the Debenture/ Bond Trust Deed In case of default in payment of interest and/or principal redemption on the due dates, the Issuer shall pay an additional interest at the rate of 2.00% p.a. over the respective Coupon Rates of the Bonds for the defaulting period.
Provisions related to Cross Default Clause	N.A.
Role and Responsibilities of Bond Trustee	As defined in Debenture/ Bond Trust Deed to be executed between Issuer and Debenture Trustee
Governing Law and Jurisdiction	The Bonds are governed by and shall be construed in accordance with the laws of India. Any dispute arising thereof shall be subject to the jurisdiction of Courts of Hyderabad.
Additional Covenants	1. Default in Payment: In case of default in payment of interest and/or principal redemption on the due dates, the Issuer shall pay an additional interest at the rate of 2.00% p.a. over the respective Coupon Rates of the Bonds for the defaulting period. 2. Listing: The Issuer shall complete all the formalities and seek listing permission within 20 days from the Deemed Date of Allotment. In case of delay in listing of the Bonds beyond 20 days from the Deemed Date of Allotment, the Issuer shall pay penal interest at the rate of 1.00% p.a. over the respective Coupon Rates of the Bonds from the expiry of 30 days from the Deemed Date of Allotment till the listing of Bonds to the bondholders.
Mode of Subscription	As per SEBI circular dated January 5 th , 2018 and operational guidelines of BSE, as amended
Manner of Bidding	Closed Book
Mode of Allotment/Allocation option	Uniform Yield
Mode of Settlement	ICCL

The Issuer also reserves its sole and absolute right to change the Date of Allotment of the above issue without giving any reasons or prior notice.


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Declaration

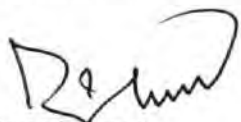
The Issuer undertakes that this Information Memorandum contains full disclosures in accordance with the Securities and Exchange Board of India (Issue and Listing of Debt Securities by Municipalities) Regulations, 2015, issued vide No. SEBI/ LAD-NRO/GN/2015-16/006 dated 15th July, 2015 as amended from time to time.

The Issuer also confirms that to the best of its knowledge and beliefs this Information Memorandum does not omit disclosure of any material fact which may make the statements made therein, in light of the circumstances under which they are made, misleading. The Information Memorandum also does not contain any false or misleading statement.

The Issuer accepts no responsibility for the statement made otherwise than in the Information Memorandum or in any other material issued by or at the instance of the Issuer and that anyone placing reliance on any other source of information would be doing so at his own risk.

The Issuer undertakes that the Issuer would, till the redemption of the debt securities, submit the details relating to the financials of the issuer to the Trustee within the timelines prescribed by SEBI for furnishing / publishing its half yearly/ annual result. The Issuer shall execute the Trust Deed within the time frame prescribed in the relevant regulations/act/rules etc. and upload the same on the website of the BSE, within five working days of execution of the same.

For Greater Hyderabad Municipal Corporation



Commissioner
Place: Hyderabad
Date:



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G.H.M.C., HYDERABAD.



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For Greater Hyderabad Municipal Corporation



Mayor

Place: Hyderabad

Date:



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G.H.M.C., HYDERABAD.



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SCHEDULE-I

Name of the Issuer	Greater Hyderabad Municipal Corporation
Issue Amount	Rs. 100 Crores
Date of Allotment	August 21, 2019
Pay-in Date	August 21, 2019
Redemption Date	August 21, 2029
Tenor	10 Years
Interest Payment Frequency	Semi-Annual
Interest Payment Date	February 21 and August 21 every year till redemption.
Coupon	10.23% p.a.

Amount to be Transferred to DSRA Account, Interest Payment Account and Sinking Fund Account

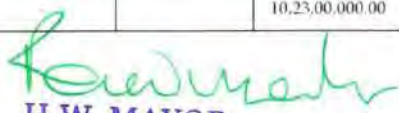
(Amount in Rs.)

Date/ Month	Debt Service Reserve Account			Interest Payment Account			Sinking Fund Account		
	Amount	Transfer to Escrow	Cumulative Amount	Amount	Transfer to Escrow	Cumulative Amount	Amount	Transfer to Escrow	Cumulative Amount
20-Aug-19	10,23,00,000.00		10,23,00,000.00						
31-Aug-19	-		10,23,00,000.00	1,02,30,000.00		1,02,30,000.00	84,03,361.34		84,03,361.34
30-Sep-19	-		10,23,00,000.00	1,02,30,000.00		2,04,60,000.00	84,03,361.34		1,68,06,722.69
31-Oct-19	-		10,23,00,000.00	1,02,30,000.00		3,06,90,000.00	84,03,361.34		2,52,10,084.03
30-Nov-19	-		10,23,00,000.00	1,02,30,000.00		4,09,20,000.00	84,03,361.34		3,36,13,445.38
31-Dec-19	-		10,23,00,000.00	1,02,30,000.00		5,11,50,000.00	84,03,361.34		4,20,16,806.72
31-Jan-20	-		10,23,00,000.00	85,25,000.00		5,96,75,000.00	84,03,361.34		5,04,20,168.07
21-Feb-20	-		10,23,00,000.00	-		85,25,000.00	-		5,04,20,168.07
29-Feb-20	-		10,23,00,000.00	85,25,000.00		1,70,50,000.00	84,03,361.34		5,88,23,529.41
31-Mar-20	-		10,23,00,000.00	85,25,000.00		2,55,75,000.00	84,03,361.34		6,72,26,890.76
30-Apr-20	-		10,23,00,000.00	85,25,000.00		3,41,00,000.00	84,03,361.34		7,56,30,252.10
31-May-20	-		10,23,00,000.00	85,25,000.00		4,26,25,000.00	84,03,361.34		8,40,33,613.45
30-Jun-20	-		10,23,00,000.00	85,25,000.00		5,11,50,000.00	84,03,361.34		9,24,36,974.79
31-Jul-20	-		10,23,00,000.00	85,25,000.00		5,96,75,000.00	84,03,361.34		10,08,40,336.13
21-Aug-20	-		10,23,00,000.00	-		85,25,000.00	-		10,08,40,336.13
31-Aug-20	-		10,23,00,000.00	85,25,000.00		1,70,50,000.00	84,03,361.34		10,92,43,697.48
30-Sep-20	-		10,23,00,000.00	85,25,000.00		2,55,75,000.00	84,03,361.34		11,76,47,058.82
31-Oct-20	-		10,23,00,000.00	85,25,000.00		3,41,00,000.00	84,03,361.34		12,60,50,420.17
30-Nov-20	-		10,23,00,000.00	85,25,000.00		4,26,25,000.00	84,03,361.34		13,44,53,781.51
31-Dec-20	-		10,23,00,000.00	85,25,000.00		5,11,50,000.00	84,03,361.34		14,28,57,142.86
31-Jan-21	-		10,23,00,000.00	85,25,000.00		5,96,75,000.00	84,03,361.34		15,12,60,504.20
21-Feb-21	-		10,23,00,000.00	-		85,25,000.00	-		15,12,60,504.20
28-Feb-21	-		10,23,00,000.00	85,25,000.00		1,70,50,000.00	84,03,361.34		15,96,63,865.55
31-Mar-21	-		10,23,00,000.00	85,25,000.00		2,55,75,000.00	84,03,361.34		16,80,67,226.89
30-Apr-21	-		10,23,00,000.00	85,25,000.00		3,41,00,000.00	84,03,361.34		17,64,70,588.24
31-May-21	-		10,23,00,000.00	85,25,000.00		4,26,25,000.00	84,03,361.34		18,48,73,949.58
30-Jun-21	-		10,23,00,000.00	85,25,000.00		5,11,50,000.00	84,03,361.34		19,32,77,310.92
31-Jul-21	-		10,23,00,000.00	85,25,000.00		5,96,75,000.00	84,03,361.34		20,16,80,672.27
21-Aug-21	-		10,23,00,000.00	-		85,25,000.00	-		20,16,80,672.27
31-Aug-21	-		10,23,00,000.00	85,25,000.00		1,70,50,000.00	84,03,361.34		21,00,84,033.61
30-Sep-21	-		10,23,00,000.00	85,25,000.00		2,55,75,000.00	84,03,361.34		21,84,87,394.96
31-Oct-21	-		10,23,00,000.00	85,25,000.00		3,41,00,000.00	84,03,361.34		22,68,90,756.30
30-Nov-21	-		10,23,00,000.00	85,25,000.00		4,26,25,000.00	84,03,361.34		23,52,94,117.65
31-Dec-21	-		10,23,00,000.00	85,25,000.00		5,11,50,000.00	84,03,361.34		24,36,97,478.99

H.W. MAYOR,
G.H.M.C., HYDERABAD.

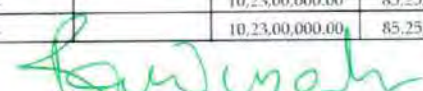
Commissioner,
Greater Hyderabad Municipal Corporation

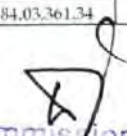
Date/ Month	Debt Service Reserve Account			Interest Payment Account			Sinking Fund Account		
	Amount	Transfer to Escrow	Cumulative Amount	Amount	Transfer to Escrow	Cumulative Amount	Amount	Transfer to Escrow	Cumulative Amount
31-Jan-22	-		10,23,00,000.00	85,25,000.00		5,96,75,000.00	84,03,361.34		25,21,00,840.34
21-Feb-22	-		10,23,00,000.00	5,11,50,000.00		85,25,000.00	-		25,21,00,840.34
28-Feb-22	-		10,23,00,000.00	85,25,000.00		1,70,50,000.00	84,03,361.34		26,05,04,201.68
31-Mar-22	-		10,23,00,000.00	85,25,000.00		2,55,75,000.00	84,03,361.34		26,89,07,563.03
30-Apr-22	-		10,23,00,000.00	85,25,000.00		3,41,00,000.00	84,03,361.34		27,73,10,924.37
31-May-22	-		10,23,00,000.00	85,25,000.00		4,26,25,000.00	84,03,361.34		28,57,14,285.71
30-Jun-22	-		10,23,00,000.00	85,25,000.00		5,11,50,000.00	84,03,361.34		29,41,17,647.06
31-Jul-22	-		10,23,00,000.00	85,25,000.00		5,96,75,000.00	84,03,361.34		30,25,21,008.40
21-Aug-22	-		10,23,00,000.00	5,11,50,000.00		85,25,000.00	-		30,25,21,008.40
31-Aug-22	-		10,23,00,000.00	85,25,000.00		1,70,50,000.00	84,03,361.34		31,09,24,369.75
30-Sep-22	-		10,23,00,000.00	85,25,000.00		2,55,75,000.00	84,03,361.34		31,93,27,731.09
31-Oct-22	-		10,23,00,000.00	85,25,000.00		3,41,00,000.00	84,03,361.34		32,77,31,092.44
30-Nov-22	-		10,23,00,000.00	85,25,000.00		4,26,25,000.00	84,03,361.34		33,61,34,453.78
31-Dec-22	-		10,23,00,000.00	85,25,000.00		5,11,50,000.00	84,03,361.34		34,45,37,815.13
31-Jan-23	-		10,23,00,000.00	85,25,000.00		5,96,75,000.00	84,03,361.34		35,29,41,176.47
14-Feb-23	-		10,23,00,000.00	5,11,50,000.00		85,25,000.00	-		35,29,41,176.47
28-Feb-23	-		10,23,00,000.00	85,25,000.00		1,70,50,000.00	84,03,361.34		36,13,44,537.82
31-Mar-23	-		10,23,00,000.00	85,25,000.00		2,55,75,000.00	84,03,361.34		36,97,47,899.16
30-Apr-23	-		10,23,00,000.00	85,25,000.00		3,41,00,000.00	84,03,361.34		37,81,51,260.50
31-May-23	-		10,23,00,000.00	85,25,000.00		4,26,25,000.00	84,03,361.34		38,65,54,621.85
30-Jun-23	-		10,23,00,000.00	85,25,000.00		5,11,50,000.00	84,03,361.34		39,49,57,983.19
31-Jul-23	-		10,23,00,000.00	85,25,000.00		5,96,75,000.00	84,03,361.34		40,33,61,344.54
21-08-202	-		10,23,00,000.00	5,11,50,000.00		85,25,000.00	-		40,33,61,344.54
31-Aug-23	-		10,23,00,000.00	85,25,000.00		1,70,50,000.00	84,03,361.34		41,17,64,705.88
30-Sep-23	-		10,23,00,000.00	85,25,000.00		2,55,75,000.00	84,03,361.34		42,01,68,067.23
31-Oct-23	-		10,23,00,000.00	85,25,000.00		3,41,00,000.00	84,03,361.34		42,85,71,428.57
30-Nov-23	-		10,23,00,000.00	85,25,000.00		4,26,25,000.00	84,03,361.34		43,69,74,789.92
31-Dec-23	-		10,23,00,000.00	85,25,000.00		5,11,50,000.00	84,03,361.34		44,53,78,151.26
31-Jan-24	-		10,23,00,000.00	85,25,000.00		5,96,75,000.00	84,03,361.34		45,37,81,512.61
21-Feb-24	-		10,23,00,000.00	5,11,50,000.00		85,25,000.00	-		45,37,81,512.61
29-Feb-24	-		10,23,00,000.00	85,25,000.00		1,70,50,000.00	84,03,361.34		46,21,84,873.95
31-Mar-24	-		10,23,00,000.00	85,25,000.00		2,55,75,000.00	84,03,361.34		47,05,88,235.29
30-Apr-24	-		10,23,00,000.00	85,25,000.00		3,41,00,000.00	84,03,361.34		47,89,91,596.64
31-May-24	-		10,23,00,000.00	85,25,000.00		4,26,25,000.00	84,03,361.34		48,73,94,957.98
30-Jun-24	-		10,23,00,000.00	85,25,000.00		5,11,50,000.00	84,03,361.34		49,57,98,319.33
31-Jul-24	-		10,23,00,000.00	85,25,000.00		5,96,75,000.00	84,03,361.34		50,42,01,680.67
21-Aug-24	-		10,23,00,000.00	5,11,50,000.00		85,25,000.00	-		50,42,01,680.67
31-Aug-24	-		10,23,00,000.00	85,25,000.00		1,70,50,000.00	84,03,361.34		51,26,05,042.02
30-Sep-24	-		10,23,00,000.00	85,25,000.00		2,55,75,000.00	84,03,361.34		52,10,08,403.36
31-Oct-24	-		10,23,00,000.00	85,25,000.00		3,41,00,000.00	84,03,361.34		52,94,11,764.71
30-Nov-24	-		10,23,00,000.00	85,25,000.00		4,26,25,000.00	84,03,361.34		53,78,15,126.05
31-Dec-24	-		10,23,00,000.00	85,25,000.00		5,11,50,000.00	84,03,361.34		54,62,18,487.39
31-Jan-25	-		10,23,00,000.00	85,25,000.00		5,96,75,000.00	84,03,361.34		55,46,21,848.74
21-Feb-25	-		10,23,00,000.00	5,11,50,000.00		85,25,000.00	-		55,46,21,848.74
28-Feb-25	-		10,23,00,000.00	85,25,000.00		1,70,50,000.00	84,03,361.34		56,30,25,210.08
31-Mar-25	-		10,23,00,000.00	85,25,000.00		2,55,75,000.00	84,03,361.34		57,14,28,571.43
30-Apr-25	-		10,23,00,000.00	85,25,000.00		3,41,00,000.00	84,03,361.34		57,98,31,932.77
31-May-25	-		10,23,00,000.00	85,25,000.00		4,26,25,000.00	84,03,361.34		58,82,35,294.12
30-Jun-25	-		10,23,00,000.00	85,25,000.00		5,11,50,000.00	84,03,361.34		59,66,38,655.46
31-Jul-25	-		10,23,00,000.00	85,25,000.00		5,96,75,000.00	84,03,361.34		60,50,42,016.81
21-Aug-25	-		10,23,00,000.00	5,11,50,000.00		85,25,000.00	-		60,50,42,016.81


H.W. MAYOR,
G.H.M.C., HYDERABAD.


Commissioner,
Greater Hyderabad Municipal Corporation

Date/ Month	Debt Service Reserve Account			Interest Payment Account			Sinking Fund Account		
	Amount	Transfer to Escrow	Cumulative Amount	Amount	Transfer to Escrow	Cumulative Amount	Amount	Transfer to Escrow	Cumulative Amount
31-Aug-25	-		10,23,00,000.00	85,25,000.00		1,70,50,000.00	84,03,361.34		61,34,45,378.15
30-Sep-25	-		10,23,00,000.00	85,25,000.00		2,55,75,000.00	84,03,361.34		62,18,48,739.50
31-Oct-25	-		10,23,00,000.00	85,25,000.00		3,41,00,000.00	84,03,361.34		63,02,52,100.84
30-Nov-25	-		10,23,00,000.00	85,25,000.00		4,26,25,000.00	84,03,361.34		63,86,55,462.18
31-Dec-25	-		10,23,00,000.00	85,25,000.00		5,11,50,000.00	84,03,361.34		64,70,58,823.53
31-Jan-26	-		10,23,00,000.00	85,25,000.00		5,96,75,000.00	84,03,361.34		65,54,62,184.87
21-Feb-26	-		10,23,00,000.00	5,11,50,000.00		85,25,000.00	-		65,54,62,184.87
28-Feb-26	-		10,23,00,000.00	85,25,000.00		1,70,50,000.00	84,03,361.34		66,38,65,546.22
31-Mar-26	-		10,23,00,000.00	85,25,000.00		2,55,75,000.00	84,03,361.34		67,22,68,907.56
30-Apr-26	-		10,23,00,000.00	85,25,000.00		3,41,00,000.00	84,03,361.34		68,06,72,268.91
31-May-26	-		10,23,00,000.00	85,25,000.00		4,26,25,000.00	84,03,361.34		68,90,75,630.25
30-Jun-26	-		10,23,00,000.00	85,25,000.00		5,11,50,000.00	84,03,361.34		69,74,78,991.60
31-Jul-26	-		10,23,00,000.00	85,25,000.00		5,96,75,000.00	84,03,361.34		70,58,82,352.94
21-Aug-26	-		10,23,00,000.00	5,11,50,000.00		85,25,000.00	-		70,58,82,352.94
31-Aug-26	-		10,23,00,000.00	85,25,000.00		1,70,50,000.00	84,03,361.34		71,42,85,714.29
30-Sep-26	-		10,23,00,000.00	85,25,000.00		2,55,75,000.00	84,03,361.34		72,26,89,075.63
31-Oct-26	-		10,23,00,000.00	85,25,000.00		3,41,00,000.00	84,03,361.34		73,10,92,436.97
30-Nov-26	-		10,23,00,000.00	85,25,000.00		4,26,25,000.00	84,03,361.34		73,94,95,798.32
31-Dec-26	-		10,23,00,000.00	85,25,000.00		5,11,50,000.00	84,03,361.34		74,78,99,159.66
31-Jan-27	-		10,23,00,000.00	85,25,000.00		5,96,75,000.00	84,03,361.34		75,63,02,521.01
21-Feb-27	-		10,23,00,000.00	5,11,50,000.00		85,25,000.00	-		75,63,02,521.01
28-Feb-27	-		10,23,00,000.00	85,25,000.00		1,70,50,000.00	84,03,361.34		76,47,05,882.35
31-Mar-27	-		10,23,00,000.00	85,25,000.00		2,55,75,000.00	84,03,361.34		77,31,09,243.70
30-Apr-27	-		10,23,00,000.00	85,25,000.00		3,41,00,000.00	84,03,361.34		78,15,12,605.04
31-May-27	-		10,23,00,000.00	85,25,000.00		4,26,25,000.00	84,03,361.34		78,99,15,966.39
30-Jun-27	-		10,23,00,000.00	85,25,000.00		5,11,50,000.00	84,03,361.34		79,83,19,327.73
31-Jul-27	-		10,23,00,000.00	85,25,000.00		5,96,75,000.00	84,03,361.34		80,67,22,689.08
21-Aug-27	-		10,23,00,000.00	5,11,50,000.00		85,25,000.00	-		80,67,22,689.08
31-Aug-27	-		10,23,00,000.00	85,25,000.00		1,70,50,000.00	84,03,361.34		81,51,26,050.42
30-Sep-27	-		10,23,00,000.00	85,25,000.00		2,55,75,000.00	84,03,361.34		82,35,29,411.76
31-Oct-27	-		10,23,00,000.00	85,25,000.00		3,41,00,000.00	84,03,361.34		83,19,32,773.11
30-Nov-27	-		10,23,00,000.00	85,25,000.00		4,26,25,000.00	84,03,361.34		84,03,36,134.45
31-Dec-27	-		10,23,00,000.00	85,25,000.00		5,11,50,000.00	84,03,361.34		84,87,39,495.80
31-Jan-28	-		10,23,00,000.00	85,25,000.00		5,96,75,000.00	84,03,361.34		85,71,42,857.14
21-Feb-28	-		10,23,00,000.00	5,11,50,000.00		85,25,000.00	-		85,71,42,857.14
29-Feb-28	-		10,23,00,000.00	85,25,000.00		1,70,50,000.00	84,03,361.34		86,55,46,218.49
31-Mar-28	-		10,23,00,000.00	85,25,000.00		2,55,75,000.00	84,03,361.34		87,39,49,579.83
30-Apr-28	-		10,23,00,000.00	85,25,000.00		3,41,00,000.00	84,03,361.34		88,23,52,941.18
31-May-28	-		10,23,00,000.00	85,25,000.00		4,26,25,000.00	84,03,361.34		89,07,56,302.52
30-Jun-28	-		10,23,00,000.00	85,25,000.00		5,11,50,000.00	84,03,361.34		89,91,59,663.87
31-Jul-28	-		10,23,00,000.00	85,25,000.00		5,96,75,000.00	84,03,361.34		90,75,63,025.21
21-Aug-28	-		10,23,00,000.00	5,11,50,000.00		85,25,000.00	-		90,75,63,025.21
31-Aug-28	-		10,23,00,000.00	85,25,000.00		1,70,50,000.00	84,03,361.34		91,59,66,386.55
30-Sep-28	-		10,23,00,000.00	85,25,000.00		2,55,75,000.00	84,03,361.34		92,43,69,747.90
31-Oct-28	-		10,23,00,000.00	85,25,000.00		3,41,00,000.00	84,03,361.34		93,27,73,109.24
30-Nov-28	-		10,23,00,000.00	85,25,000.00		4,26,25,000.00	84,03,361.34		94,11,76,470.59
31-Dec-28	-		10,23,00,000.00	85,25,000.00		5,11,50,000.00	84,03,361.34		94,95,79,831.93
31-Jan-29	-		10,23,00,000.00	85,25,000.00		5,96,75,000.00	84,03,361.34		95,79,83,193.28
21-Feb-29	-		10,23,00,000.00	5,11,50,000.00		85,25,000.00	-		95,79,83,193.28
28-Feb-29	-		10,23,00,000.00	85,25,000.00		1,70,50,000.00	84,03,361.34		96,63,86,554.62
31-Mar-29	-		10,23,00,000.00	85,25,000.00		2,55,75,000.00	84,03,361.34		97,47,89,915.97
30-Apr-29	-		10,23,00,000.00	85,25,000.00		3,41,00,000.00	84,03,361.34		98,31,93,277.31


H.W. MAYOR,
G.H.M.C., HYDERABAD.


Commissioner,
Hyderabad Municipal Corporation

Date/ Month	Debt Service Reserve Account			Interest Payment Account			Sinking Fund Account		
	Amount	Transfer to Escrow	Cumulative Amount	Amount	Transfer to Escrow	Cumulative Amount	Amount	Transfer to Escrow	Cumulative Amount
31-May-29	-		10,23,00,000.00	85,25,000.00		4,26,25,000.00	84,03,361.34		99,15,96,638.66
30-Jun-29	-		10,23,00,000.00	85,25,000.00		5,11,50,000.00	84,03,361.34		1,00,00,00,000.00
31-Jul-29	-		10,23,00,000.00	-		5,11,50,000.00	-		1,00,00,00,000.00
21-Aug-29	-	10,23,00,000.00	-	-5,11,50,000.00	-	-	-	1,00,00,00,00 0.00	

Notes

- Any Shortfall in the cumulative amount needs to be met from Escrow Account in priority mentioned in the Summary Term Sheet and GHMC should make good of any shortfall by transfer from other account(s) of GHMC
- Shortfall = Cumulative Amount - Amount lying in relevant Account (including Fixed Deposits/Investment at cost only)
- Accrued Interest or interest not realised by way of cash flow needs to be excluded
- Any Fixed Deposit/Investment Interest Realised and deposited in Interest Payment Account or Debt Service Reserve Account or Sinking Fund Account can be used towards the months' installment
- The effect of Holidays have not been factored in while creating the Schedule
- It is classified that the cumulative amount in any account at the time of last interest payment / redemption shall not exceed the amount to be paid to settle the dues of the bondholder


H.W. MAYOR,
G.H.M.C., HYDERABAD.


Commissioner,
Water Hyderabad Municipal Corporation

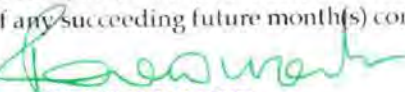
Structure Payment Mechanism

The funds lying in account(s) in which Property Tax and Fees & User Charges are collected shall be transferred to a separate no-lien Escrow Account for debt servicing (bonds, Loans, etc.). Eligible Bondholders and Lenders shall have first and pari-passu charge over the Escrow Account and the account(s) where Property Tax and Fees & User Charges are collected.

1. The funds lying in the Escrow Account shall be used in the following priority:
 - a. The funds should be first utilised to meet Minimum Balance in Escrow Account. The Minimum Balance to be maintained in any month shall be calculated as per para 3 below.
 - b. The Minimum Balance shall not be used for any purpose other than transfer to the Debt Servicing Account.
 - c. The surplus funds after meeting the Minimum Balance can thereafter be transferred to GHMC General Fund Account.

The above transfer shall be done on a daily basis except on the last business day of every month. On the last business day of every month, the Minimum Balance maintained as indicated above shall be transferred to the Debt Servicing Account. GHMC, with the written consent of the Trustees, can transfer the Minimum Balance maintained in Escrow Account to Debt Servicing Account on any day prior to the last business day of the month.

2. In case of any shortfall from transfer from Escrow Account to Debt Service Account, GHMC shall make good the shortfall from the funds from other account(s) to Debt Servicing Account.
3. The funds to be transferred to the Debt Service Account from the Escrow Account ("Minimum Balance") shall be aggregate of the following:
 - i) Monthly Contribution to be transferred from the Escrow Account shall be calculated separately for each Loan/Bond as per the terms of the said issuance.
 - ii) Shortfall in any earlier contribution to the extent not made good by GHMC from other account(s).
4. The funds lying in the Debt Service Account (DSA) shall be used in the following priority:
 - a. Firstly, to transfer funds from Debt Service Account to Debt Service Reserve Account (DSRA), if any, as per terms of bonds/loans to make good any shortfall in DSRA account. At all times the DSRA should be maintained as per the terms of the bond issuance/loans.
 - b. Secondly, transfer to Interest Payment Account on monthly basis such sums as may be required by the terms of bond issuance/loan and any shortfall in earlier contributions.
 - c. Thirdly, transfer to Sinking Fund Account/Debt Repayment Account on monthly basis such sums as may be required by the terms of the bond issuance/loans and any shortfall in earlier contributions.
5. GHMC, at its sole discretion but with prior intimation to the Trustees, can expedite payment of any succeeding future month(s) contribution into the Debt Servicing Account such that at no


H.W. MAYOR,
G.H.M.C., HYDERABAD.

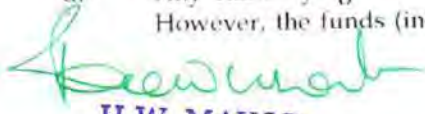

Commissioner⁸⁵
Hyderabad Municipal Corporation

time the contribution to Debt Service Account is less than as calculated in para 3 above (including the contribution for the month to be expended).

6. Bondholder(s) and lender(s) shall have first, exclusive and pari-passu charge over Debt Service Account. Each Bond Series or Loan shall have exclusive charge in its favour on the funds lying in DSRA, Interest Payment Account and Sinking Fund Account/Debt Repayment Account created specifically for the series or any investments made from those accounts.
7. Any surplus funds lying in DSRA, Interest Payment Account and Sinking Fund Account/Debt Repayment Account after the bond is redeemed in full or loan has been repaid shall be transferred to the Escrow Account.

Current Bond Issue

8. GHMC shall open the following accounts for servicing the interest and principal of the proposed bonds for the exclusive benefit of the Bondholders:
 - a. Debt Service Reserve Account - Series-III,
 - b. Interest Payment Account - Series-III
 - c. Sinking Fund Account - Series-III
9. GHMC shall set up the Escrow Account and Debt Servicing Account as mentioned above and shall cause the following funds to be transferred:
 - a. The Debt Service Reserve Account - Series-III shall be funded one day before the pay-in date with an amount equal to two interest payments for bonds structure.
 - b. At the end of each month, any shortfall from the amount mentioned in Schedule I mentioned of the Information Memorandum dated August 20, 2019 in the Debt Service Reserve Account - Series-III shall be transferred.
 - c. At the end of each month, an amount as mentioned in Schedule I of the Information Memorandum dated August 20, 2019 any further interest payable (by whatsoever name called) as per the terms of the issuance and any shortfall in earlier contribution shall be transferred to the Interest Payment Account - Series-III.
 - d. At the end of each month, an amount as mentioned in Schedule I of the Information Memorandum dated August 20, 2019 and any shortfall in earlier contribution shall be transferred to the Sinking Fund Account - Series-III.
 - e. Any shortfall in the above account(s) shall be made good by GHMC by transfer from other account(s) of GHMC.
10. The funds lying in the above account(s) shall be utilized in the following manner:
 - a. The funds lying in Debt Service Reserve Account - Series-III can be used to meet any shortfall in Interest Payment Account - Series-III and thereafter can be used to meet any shortfall at the time of final redemption of bonds. However, the Debt Service Reserve Account - Series-III cannot be utilized to meet any shortfall in contribution to Sinking Fund Account - Series-II except at the time of final redemption of bonds.
 - b. The funds lying in the Interest Payment Account - Series-III can be used to make interest payment of the bondholder(s) of the bonds issued pursuant to the Information Memorandum dated August 20, 2019. Any surplus after making the payment to bondholder(s) should be first used to make good any shortfall in Debt Service Reserve Account - Series-III and thereafter be used to make good any shortfall in contribution to Sinking Fund Account - Series-III.
 - c. The funds lying in the Sinking Fund Account - Series-III can be used to redeem the bonds issued pursuant to the Information Memorandum dated August 20, 2019.
 - d. Any funds lying in the above account(s) can be used for making investment(s). However, the funds (including investment(s) shall not, without the approval of the


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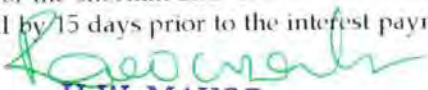
 86
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Hyderabad Municipal Corporation

Debenture Trustees, be utilized for any purpose other than mention in points (a) to (c) above.

- e. Any surplus funds lying in the above account(s) after the bonds issued pursuant to Information Memorandum dated August 20, 2019 have been redeemed in full and all dues to the Bondholder(s) have been paid can be transferred to the Escrow Account after obtaining written consent of the Debenture Trustee.
11. The Debenture Trustee, on behalf of the Bondholder(s) shall have first and pari-passu charge over the Escrow Account, account(s) where Property Tax and Fees & User Charges are being collected and Debt Servicing Account. The Bondholder(s) shall have first and exclusive charge on the funds lying in Debt Service Reserve Account – Series-III, Interest Payment Account – Series-III and Sinking Fund Account – Series-III and any investment(s) made from these account(s).
12. The Debenture Trustee, on behalf of the Bondholder(s), shall have lien on the Debt Service Reserve Account – Series-III, Interest Payment account – Series-III, and Sinking Fund Account – Series-III and any investment(s) made from these account(s) for the exclusive benefit of the Bondholder(s) for the bond issued under the Information Memorandum dated August 20, 2019. The amount deposited in Debt Service Reserve Account – Series-III, Interest Payment Account – Series-III and Sinking Fund Account – Series-III shall be used solely for meeting the dues to these Bondholder(s). Any surplus in the account after meeting the dues to the Bondholder(s) can be transferred to the Escrow Account. No amount can be withdrawn from these account(s) without the approval of Debenture Trustees to the bondholder(s).
13. The Funds lying credited in the Interest Payment Account – Series-III and Debt Service Reserve Account – Series-III can be kept in Fixed Deposits with any scheduled commercial bank with a dual rating of AA+ or above. However, the conditions of the fixed deposits shall not restrict premature withdrawal from the Fixed Deposit. The lien shall be created in favor of debenture trustee on all the investments made above.
14. The funds lying to the credit of Sinking Fund Account – Series-III can be deposited in Fixed Deposit with any scheduled commercial bank with a dual rating of AA+ and above and/or in Government Securities, state development loans and Treasury Bills. The lien shall be created in favor of debenture trustee on all the investments made above.
15. Any actual interest income earned and received on these investment(s) can be utilized towards the future dues in the respective account(s).
16. Escrow Account, Debt Service Account, Debt Service Reserve Account – Series-III, Interest Payment Account – Series-III and Sinking Fund Account – Series-III shall be maintained with a scheduled commercial bank rated at least AA+ by two rating agencies throughout the tenor of the instrument. In case, at any point of time, the rating of senior debt of the Bank falls below AA+ by any rating agency GHMC shall, with written consent of Debenture Trustees, move the funds to any other bank satisfying the rating criteria.
17. The Bank shall share statement(s) of these account(s) with Debenture Trustee and the Rating Agencies for such period as may be specified by the Debenture Trustee and/or Rating Agencies but not greater than 12 months in any case till such time as the bonds are redeemed. GHMC and Debenture Trustee shall keep the Rating Agencies informed in case of change in the Bank.

Interest Payment Mechanism

The Trustees shall check the amount lying to the credit of Interest Payment Account – Series-III at 25 days prior to the interest payment date. In case of any shortfall in amount, the trustees shall intimate GHMC of the shortfall and GHMC shall make good the shortfall in the Interest Payment Account – Series-III by 15 days prior to the interest payment date. In case of shortfall in any amount in Interest


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Commissioner,
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Payment Account - Series-III at 14 days prior to the Interest Payment date, the Trustee shall trigger the payment mechanism and instruct bank to transfer the shortfall amount from Debt Service Reserve Account - Series-III to the Interest Payment Account - Series-III by 10 days prior to the interest payment date. The Interest shall be paid by GHMC on the due date. Any amount drawn from the Debt Service Reserve Account - Series-III should be deposited back in the Debt Service Reserve Account - Series-III as per the mechanism indicated above. The debenture trustee shall check the balance in the Sinking Fund Account - Series-III at the end of every month and in case of any shortfall in the Sinking Fund Account - Series-III, GHMC shall replenish the Sinking Fund Account - Series-III with the necessary amount to fill the shortfall. The Trustees shall check the amount lying to the credit of Sinking Fund Account - Series-III at 25 days prior to the redemption date. In case of any shortfall in amount, the trustees shall intimate GHMC of the shortfall and GHMC shall make good the shortfall in the Sinking Fund Account - Series-III by 15 days prior to the redemption date. The Trustees shall keep the Rating Agencies informed of any shortfall in Interest Payment Account - Series-III, Debt Service Reserve Account - Series-III, Sinking Fund Account - Series-III and any transfer from Debt Service Reserve Account - Series-III to Interest Payment Account - Series-III.

Restriction on the total borrowing

- (A) **DSCR on operating Surplus:** Debt Service Coverage Ratio ("DSCR") for the GHMC will not be less than 1.25 times of operating surplus calculated as the below:

DSCR on operating Surplus = operating surplus / total debt service

- i) Operating surplus calculated as the below:

Operating Surplus = total income - expenditure

total income = Total income of the corporation

expenditure = Total expenditure - Depreciation

- ii) total debt service = interest payment of loans and bonds + principal repayment deposited in the sinking funds or installment of principal repayment+ transfer to debt service reserve account

- (B) The total amount collected in escrow account shall be atleast 1.25 times of the Debt Service Amount on an annual basis. In case, the ratio falls below 1.25 times, GHMC shall not borrow any further amount against the cash flow(s) of the escrow account. No permission to borrow further amount(s) by GHMC shall be required, under this head, from the bondholder(s) as long as this condition is satisfied

DSA is defined as follows:

DSA = Interest payment for the month + proportionate principal deposited in sinking fund or installment of principal redemption

GHMC shall not borrow any further funds against the cash flow of the Escrow Account in case there is a shortfall in contribution to Debt Service Account and the shortfall has not been made good by GHMC.


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Hyderabad Municipal Corporation

CASH FLOW ILLUSTRATION

Name of the Issuer	Greater Hyderabad Municipal Corporation
Issue Amount	Rs. 10,00,000 (Value of 1 Bond)
Date of Allotment	August 21, 2019
Pay-in Date	August 21, 2019
Redemption Date	August 21, 2029
Tenor	10 Years
Interest Payment Frequency	Semi-Annual
Interest Payment Date	February 21 and August 21 every year till redemption.
Coupon	10.23% p.a.

Cash Flow	Due Date	Coupon Payment Date	Amount (In Rupees)
1st Coupon	Friday, 21 February, 2020	Friday, 21 February, 2020	51,429.51
2nd Coupon	Friday, 21 August, 2020	Friday, 21 August, 2020	50,870.49
3rd Coupon	Sunday, 21 February, 2021	Monday, 22 February, 2021	51,570.41
4th Coupon	Saturday, 21 August, 2021	Monday, 23 August, 2021	50,729.59
5th Coupon	Monday, 21 February, 2022	Monday, 21 February, 2022	51,570.41
6th Coupon	Sunday, 21 August, 2022	Monday, 22 August, 2022	50,729.59
7th Coupon	Tuesday, 21 February, 2023	Tuesday, 21 February, 2023	51,570.41
8th Coupon	Monday, 21 August, 2023	Monday, 21 August, 2023	50,729.59
9th Coupon	Wednesday, 21 February, 2024	Wednesday, 21 February, 2024	51,429.51
10th Coupon	Wednesday, 21 August, 2024	Wednesday, 21 August, 2024	50,870.49
11th Coupon	Friday, 21 February, 2025	Friday, 21 February, 2025	51,570.41
12th Coupon	Thursday, 21 August, 2025	Thursday, 21 August, 2025	50,729.59
13th Coupon	Saturday, 21 February, 2026	Monday, 23 February, 2026	51,570.41
14th Coupon	Friday, 21 August, 2026	Friday, 21 August, 2026	50,729.59
15th Coupon	Sunday, 21 February, 2027	Monday, 22 February, 2027	51,570.41
16th Coupon	Saturday, 21 August, 2027	Monday, 23 August, 2027	50,729.59
17th Coupon	Monday, 21 February, 2028	Monday, 21 February, 2028	51,429.51
18th Coupon	Monday, 21 August, 2028	Monday, 21 August, 2028	50,870.49
19th Coupon	Wednesday, 21 February, 2029	Wednesday, 21 February, 2029	51,570.41
20th Coupon	Tuesday, 21 August, 2029	Tuesday, 21 August, 2029	50,729.59
Principal Payment	Tuesday, 21 August, 2029	Tuesday, 21 August, 2029	10,00,000.00

Note: We have not taken other holidays into account as it is not possible to ascertain the same presently.


H.W. MAYOR,
G.H.M.C., HYDERABAD.


Commissioner,
Greater Hyderabad Municipal Corporation

Ratings
& Research

Group

Sri. M. Dana Kishore (IAS)
Commissioner
Greater Hyderabad Municipal Corporation
C.U. Complex, Tank Bunk Road
Lower Tank Bunk Hyderabad
Hyderabad-500053
Contact: 040-23224564

August 7, 2019

Kind Attn: Sri. M. Dana Kishore (IAS), Commissioner

Dear Sir,

Re: Greater Hyderabad Municipal Corporation

India Ratings and Research (Ind-Ra) has affirmed Greater Hyderabad Municipal Corporation's (GHMC) non-convertible debentures (NCDs) as follows:

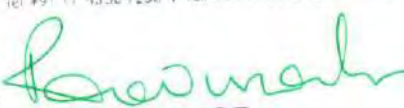
Instrument Type	ISIN	Size of Issue (million)	Rating/Outlook	Rating Action
NCDs	INE477Z08014	INR2,000	IND AA/Stable	Affirmed
NCDs	INE477Z08022	INR1,950	IND AA/Stable	Affirmed
Proposed NCDs*	-	INR6,050	Provisional IND AA/Stable	Affirmed

* The rating is provisional and shall be confirmed upon the issuance of the proposed NCDs and receipt of the transaction documents by GHMC to the satisfaction of Ind-Ra. The proposed NCDs have a tenor of 10 years with semi-annual coupon payment frequency and bullet principal repayment at the end of the bond term. GHMC is raising NCDs worth INR3.05 billion.

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.

Ratings & Research Private Limited - A Fitch Group Company
601-9, Prakashdeep Building, 7 Tolstoy Marg, New Delhi 110001
Tel: +91 11 4356 7230 | Fax: +91 11 4356 7231 | CIN/LLPIN: U67100MH1995PTC140049 | www.indiaratings.com


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G.H.M.C., HYDERABAD.


Commissioner,
Greater Hyderabad Municipal Corporation

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 is 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 at any time 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 an user of the ratings.

Greater Hyderabad Municipal Corporation

7 August 2019



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G.H.M.C., HYDERABAD.



Commissioner,
Greater Hyderabad Municipal Corporation

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 us at +91 22 4000 1700.

Sincerely,

India Ratings

Devendra Kumar Pant
Senior Director



Abhishek Bhattacharya
Director

Greater Hyderabad Municipal Corporation



H.W. MAYOR,
G.H.M.C., HYDERABAD.

7 August 2019



Commissioner,
Greater Hyderabad Municipal Corporation

CARE/HRO/RL/2019-20/1410

Mr. M Dana Kishore, IAS

Commissioner

Greater Hyderabad Municipal Corporation

CC Complex Tank Bund Road, Lower Tank Bund,

Hyderabad – 500063

August 07, 2019

Confidential

Dear Sir,

Credit rating for Bond Issue

Please refer to our letter dated June 20, 2019 and your request for revalidation of the rating assigned to the bond issue of your entity, for a limit of Rs.1000 crore.

2. Our Rating Committee has reviewed the following rating:

Instrument	Amount (Rs. crore)	Rating ¹	Rating Action
Bond Issue	395	CARE AA; Stable (Double A; Outlook: Stable)	Reaffirmed
Proposed Bond Issue	605	Provisional CARE AA; Stable (Provisional Double A; Outlook: Stable)	Reaffirmed
Total	1000 (Rs. One thousand crore only)		

- The rating of proposed bond issue is provisional and will be confirmed once the entity submits the transaction documents to the satisfaction of CARE.
- The Bonds are repayable in 10 years, with repayment in full amount at the end of 10th year from the date of issuance. The proposed Bonds will also have tenure of 10 years with repayment in full amount at the end of 10th year from the date of issuance.
- Please arrange to get the rating revalidated, in case the proposed issue is not made within six months from the date of this letter.
- Please inform us the below-mentioned details of issue immediately, but not later than 7 days from the date of placing the instrument:



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

CARE Ratings Limited

(Formerly known as Credit Analysis & Research Limited)

CORPORATE OFFICE: 4th Floor, Godrej Connaught Square Hospital Road,
21st Eastern Express Highway, Sion(E), Mumbai - 400 022
Tel: +91-22-6758 3456 • Fax: +91-22-6754 3457
Email: care@careratings.com • www.careratings.com

Page 1 of 3

401, Ashoka Sci-Tilla, 3-6-520,
Himayat Nagar, Hyderabad - 500 029
Tel: +91-40-67937400 / 410, 401/02030 • Fax: +91-40-4002 0131

**H.W. MAYOR,
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**Commissioner,
Greater Hyderabad Municipal Corporation**

Instrument type	ISIN	Issue Size (Rs cr.)	Coupon Rate	Coupon Payment Dates	Terms of Redemption	Redemption date	Name and contact details of Debenture Trustee	Details of top 10 investors
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7. 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.
8. 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 instruments, CARE shall carry out the review on the basis of best available information throughout the life time of such instruments. 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.
9. Users of this rating may kindly refer our website www.careratings.com for latest update on the outstanding rating.
10. CARE ratings are **not** recommendations to buy, sell, or hold any securities.

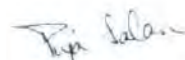
If you need any clarification, you are welcome to approach us in this regard.

Thanking you,

Yours faithfully,



[Vaibhav Rungta]
Deputy Manager
vaibhav.rungta@careratings.com



[Puja Jalan]
Senior Manager
puja.jalan@careratings.com

Encl.: As above

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

401, Ashoka Scintilla, 3-6-520, Himayat Nagar, Hyderabad - 500 029
Tel: +91-40-67937400 / 410, • www.careratings.com • CIN-L67190MH1993PLC071691



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Commissioner,
Greater Hyderabad Municipal Corporation

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.

Our ratings do not factor in any rating related trigger clauses as per the terms of the facility/instrument, which may involve acceleration of payments in case of rating downgrades. However, if any such clauses are introduced and if triggered, the ratings may see volatility and sharp downgrades

Handwritten signature

CARE Ratings Limited

(Formerly known as Credit Analysis & Research Limited)

401, Ashoka Scintilla, 3-6-520, Himayat Nagar, Hyderabad - 500 029
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Commissioner,
Greater Hyderabad Municipal Corporation


**SBICAP
Trustee**
SBICAP Trustee Company Ltd.

 SC/1076/2018-19 (18/06/2019/26)
 Date: 12th June 2019

 Commissioner, Greater Hyderabad Municipal Corporation
 Burgula Ramakrishna Red Bhavan
 Lower Tank Bund
 Near Secretariat, Secyabad
 HYDERABAD - 500004

Dear Sir,

Proposed Bond issue by Greater Hyderabad Municipal Corporation (the "Corporation") of Private placement of Bonds (the "Debentures") aggregating to Rs. 305 crores

We, SBICAP Trustee Company Ltd. hereby give our consent to act as Debenture Trustee for the proposed captioned Private placement of debentures/bonds and to include our name as Debenture Trustee in the Schedule 2 as per the Securities and Exchange Board of India guidelines.

We hereby authorise you to deliver this letter of consent to any other regulatory authority, as may be required by law.

The following details with respect to us may be disclosed:

Name: SBICAP Trustee Company Limited
 Address: Apexjay House, 5th floor
 3, Dinkhwa Wacha Road, Churchgate
 Mumbai 400 020
 Telephone No: 022-43025555
 Fax No: 022-22040465
 E-mail: corporate@sbicaptrustee.com
 Transaction/Communication e-mail: info@sbicaptrustee.com
 Website: www.sbicaptrustee.com
 Contact Person: Ms. Sevim Yadav (Company Secretary & Compliance Officer)
 Tel No: 022-43025503
 SEBI Registration No: IND000000536

We hold permanent registration certificate under SEBI Debenture Regulations, 1993 (copy enclosed).

Yours faithfully,

Authorised Signatory

@ www.sbicaptrustee.com
 ☎ +91 22 4302 5555
 ☎ +91 22 4302 5555
 ☎ +91 22 2204 0665
 ✉ helpdesk@sbicaptrustee.com

Corporate Office
 Apexjay House, 5th Floor,
 3, Dinkhwa Wacha Road,
 Churchgate, Mumbai,
 Pin: 400 020

A Group Company of SBI

Registered Office:
 212, Maker Street E,
 Cuffe Parade, Mumbai - 400 005
 ☎ +91 22 2204 0665

H.W. MAYOR,
G.H.M.C., HYDERABAD.

Commissioner,
Greater Hyderabad Municipal Corporation

Office of the Secretary,
Greater Hyderabad Municipal Corp
Tank Bund Road, Hyderabad

RESOLUTION OF THE STANDING COMMITTEE, GHMC

Item no. 14 of Agenda NO.5

Preamble submitted by the Commissioner, GHMC - F&A - **Fund Raising for various projects** i.e., ZBHS & SRDP Schemes in Hyderabad By GHMC - Quotation received from SBI Capital Markets Limited for Fund Arrangement, Advisory Services and Preparation and submitting of Information Memorandum - Partial modification to resolution no. 109 dated 13-04-2017 of the Corporation - **SBI Capital Market to raise Rs. 1,000 crores through bonds @ 0.10% and preparation of Information Memorandum** Revised proposal submitted - Forward submission to Govt. - Approval/permission - Requested

RESOLUTION NO. 48

DATE:31.08.2017.

In pursuance of the resolution no. 109 dated 13-04-2017 of the Corporation (GHMC), the Standing Committee, GHMC unanimously accorded approval for the following:

- Permission to borrow Rs.1000.00 Crores through Bonds and Rs.2500.00 Crores through Rupee Term Loan (RTL) as per the requirement of GHMC.**
- Approved the SBI Capital Markets Limited to raise Rs.1000 Crore through bonds at a fee of 0.1% of the funds raised exclusive of GST**
- Payment of Rs.15.00 Lakhs + applicable taxes if any as fee for preparation of Information Memorandum for Raising Rs.2500.00 Crores through Rupee Term Loan (RTL) on Nomination Basis.** In addition to this, the GHMC (client) should reimburse all out of pocket expenses of the advisor actually incurred, including inter alia, legal expense, travel, lodging, boarding, telephone, facsimile and photo copying expenses, monthly in arrears, and the claim submitted and duly certified by the SBI Capital Markets Limited (Advisor) will be conclusive for the purpose.
- Earlier SBI Capital Markets was approved as the agency for raising Rs.2500.00 Crores through Rupee Term Loan, but now the same will be raised through Tenders.**
- To forward the proposal to the Government for permission.**

Sd/-

Ex-Officio Chairperson
Standing Committee, GHMC

Attested /
[Signature]
SECRETARY, 6/9/2017
GHMC

[Signature]
the Chief Financial Advisor, GHMC

9463/cfa
06/09/17

[Signature]
H.W. MAYOR,
G.H.M.C., HYDERABAD.

[Signature]
Commissioner,
Greater Hyderabad Municipal Corporation

Office of the Secretary,
Greater Hyderabad Municipal Corporation,
Tank Bund Road, Hyderabad.

RESOLUTION OF THE CORPORATION (GHMC)

Extra Item No. 01 of Agenda no. 11 taken with the permission of the Chair:

Preamble submitted by the Commissioner, GHMC - CE(P) - SRDP & ZBHK - **Fund Raising of Rs. 3500 Crores through Bonds and Rupee Term Loan (RTL) for Strategic Road Development Programme and ZBHK Housing Programme and completion of JnNURM Vambay Housing** - Permission to borrow Rs. 1,000/- Crores through bonds and about Rs. 2,500/- crores through Rupee Term Loan (RTL) - SBI Capital Markets Limited as the agency @ 0.1% of funds raised exclusive of Service Tax - Recommended to the Government the Corporation - Approval - Requested.

RESOLUTION NO. 109

DATED: 13.04.2017

The Corporation (GHMC) unanimously accorded permission to borrow Rs. 1,000/- Crores through bonds and about Rs. 2,500/- Crores through Rupee Term Loan (RTL) as per the requirement of GHMC. Further the Corporation accorded approval to the SBI Capital Markets Limited as the agency at the lowest bid rate of 0.1% of funds raised exclusive of Service Tax as detailed below:

Bonds	Rupee Term Loan	
Rs. 1,000.00 Crs @ 0.1% i.e., Rs. 1,00,00,000/-	Rs. 2,500.00 Crs @ 0.1% i.e., Rs. 2,50,00,000/-	Exclusive of Service Tax
Total Rs. 3500 Crs.		

The Corporation (GHMC) recommended to the Government for approval for issue of Government Order.

109/mis/ce/km/2017
13.04.2017

Sd/-
Bonthu Rammohan
H.W. Mayor, GHMC

// Attested //

N. Chin
SECRETARY,
GHMC

To:
The Chief Engineer (P), GHMC

H.W. Mayor
H.W. MAYOR,
G.H.M.C., HYDERABAD.

X
Commissioner,
Greater Hyderabad Municipal Corporation

6 Government after careful examination of the matter, hereby (a) accord permission to borrow Rs 1000.00 Crores through Bonds and Rs 2500.00 Crores through Rupee Term Loan (RTL) as per the requirement of GHMC subject to without Government Guarantee and (b) also approve the SBI Capital Markets Limited to raise Rs 1000 Crore through bonds at a fee of 0.1% of the funds raised exclusive of GST and payment of Rs 15.00 Lakhs + applicable taxes if any as fee for Preparation of Information Memorandum for Raising Rs 2500.00 Crores through Rupee Term Loan (RTL) on Nomination Basis. In addition to this, the GHMC (client) should reimburse all out of pocket expenses of the advisor actually incurred, including inter alia, legal expense, travel, lodging, boarding, telephone, facsimile and photo copying expenses monthly in arrears and the claim submitted and duly certified by the SBI Capital Markets Limited (Advisor) will be conclusive for the purpose.

7 The Commissioner, Greater Hyderabad Municipal Corporation, Hyderabad shall take necessary action accordingly.

8 This order issues with the concurrence of the Finance (DCM) Department vide their U.O. No 11285/318/A3/DCM/2017 dated 09.10.2017.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF TELANGANA)

NAVIN MITTAL
SECRETARY TO GOVERNMENT

To
The Commissioner
Greater Hyderabad Municipal Corporation, Hyderabad
Copy to
The OSD to M(MA&UD)
The P.S. to Secretary to Govt. MA & UD Dept.
The Finance (DCM) Department
Sc/Sf

// FORWARDED BY ORDER //

By Vinod Kumar
SECTION OFFICER


H.W. MAYOR,
G.H.M.C., HYDERABAD.


Commissioner,
Greater Hyderabad Municipal Corporation

- Overview of the Transaction including the development concept, Government approvals and permits
- Information on the borrowing entities including history, ownership, management, organisation, major business plans
- Detailed analysis of the proposed financing plan and security structures
- The financial analysis, including the base case financial model and in-depth sensitivity analysis

4. The Fees for the services rendered by the SBI Capital Markets Limited (Advisor) under this letter of offer is Rs.15 Lakhs + applicable taxes if any. Rs.5 Lakhs of which would be payable upfront on award of the mandate, which is non refundable i.e. on signing this Letter of Offer as a token of acceptance, and the balance of Rs.10 Lakhs upon submission of Information Memorandum. In addition to this, the client should reimburse all out of pocket expenses of the advisor actually incurred, including inter alia, legal expense, travel, lodging, boarding, telephone, facsimile and photo copying expenses, monthly in arrears, and the claim submitted and duly certified by the SBI Capital Markets Limited (Advisor) will be conclusive for the purpose. In addition to that other payment terms and conditions are mentioned.

- If as a result of changes in legislation / Government notifications certain taxes / duties become leviable on the services covered in this offer letter, the Advisor reserves the right to recover the same from the Client. All fees payable to the Advisor are non-refundable.
- The Advisor's bills/claims for fees shall be sent to the designated official of the Client as intimated by the Client and the Client shall make payment within a period of 15 days of the date of bill / claim and shall carry interest at the rate of 15% p.a. from the due date for payment until the date payment is made. The Advisor reserves the right to amend the invoices, suo-moto, in case of discrepancies noticed.
- All amounts are exclusive of any service tax, value added tax or any other tax of similar nature. Service tax, value added tax or such similar taxes, as applicable will be levied and grossed up on such amounts in addition to the amounts otherwise payable.

5. The Commissioner, Greater Hyderabad Municipal Corporation, Hyderabad, has stated that the Standing Committee, GHMC, unanimously approved the Revised Proposal vide Resolution No 48, Dt: 31-08-2017 and submitted the proposal for approval of following:

- a. Permission to borrow Rs.1000.00 Crores through Bonds and Rs.2500.00 Crores through Rupee Term Loan (RTL) as per the requirement of GHMC.
- b. To approve the SBI Capital Markets Limited to raise Rs.1000 Crore through bonds at a fee of 0.1% of the funds raised exclusive of GST.
- c. Payment of Rs.15.00 Lakhs + applicable taxes if any as fee for Preparation of Information Memorandum for Raising Rs.2500.00 Crores through Rupee Term Loan (RTL) on Nomination Basis. In addition to this, the GHMC (client) should reimburse all out of pocket expenses of the advisor actually incurred, including inter alia, legal expense, travel, lodging, boarding, telephone, facsimile and photo copying expenses, monthly in arrears, and the claim submitted and duly certified by the SBI Capital Markets Limited (Advisor) will be conclusive for the purpose.
- d. Earlier SBI Capital Markets was approved as the agency for raising Rs.2500.00 Crores through Rupee Term Loan, but now the same will be raised through Tenders.


H.W. MAYOR,
G.H.M.C., HYDERABAD.


Commissioner,
Greater Hyderabad Municipal Corporation
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GOVERNMENT OF TELANGANA
ABSTRACT

MUNICIPAL ADMINISTRATION & URBAN DEVELOPMENT DEPARTMENT - Greater Hyderabad Municipal Corporation - Fund raising of Rs 3500/- Crores through Bonds and Rupee Term Loan (RTL) for various projects i.e 2 BHK Housing Programme & Strategic Road Development Programme in Hyderabad by GHMC Permission - Accord - Orders - Issued

MUNICIPAL ADMINISTRATION & URBAN DEVELOPMENT (GHMC-II) DEPARTMENT

G.O.Rt No 697,

Dated: 09.11.2017
Read

From the Commissioner, Greater Hyderabad Municipal Corporation, Hyderabad, Lr No F/MTS/2016/CFA/F&A/GHMC, dated, 25.04.2017 & 04.09.2017

-o-o-

ORDER

In the reference read above, the Commissioner, Greater Hyderabad Municipal Corporation, Hyderabad has stated that, as per HMC Act 1955 (Sec 149), the Corporation may, from time to time borrow or re-borrow and take up at interest from the Central or the State Government or with the sanction of the Government, from any other person, any sum necessary. Further, as per guidelines issued by MoUD, Government of India for Smart Cities, all empanelled agencies were requested to participate in tenders for raising of Rs 3,500/- crores funds. Among the empanelled (5) nine agencies, the following (3) agencies have submitted their bids

S	Particulars	Amount in Crores	SBI Capital Market Variable (%) of the Amount Mobilised	Fixed Fee	Yes Bank Variable (%) of the Amount Mobilised	Fixed Fee	Axis Bank Variable (%) of the Amount Mobilised	Fixed Fee
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
1	Municipal Bond	Rs 1000 Crores	0.10%+ST	-	0.25%+Taxes	Nil	0.25%+ST	Rs 5,00,000+ST
2	Rupee Term Loans	Rs 2500 Crores	0.10%+ST	-	0.20%+Taxes	Nil	0.20%+ST	Rs 25,00,000+ST

2. Among the above (3) three agencies, the SBI Capital Markets Limited being the lowest quoted bidder has been approved by the General Body of GHMC vide Resolution No. 109 dated 13.04.2017 at following mentioned rates

Bonds	Rupee Term Loan	Exclusive of Service Tax
Rs 1000.00 Crores	Rs 2500.00 Crores	
@ 0.1% i.e Rs 1,00,00,000/-	@ 0.1% i.e Rs 2,50,00,000/-	
Total Rs 3.50 Crores		

3. Further, he has proposed to entrust raising of Bonds for Rs 1000 Crores to SBI Capital Markets Limited as per the tender and also to entrust the preparation of Information Memorandum for raising Term Loans. It was suggested to go for lender for Rs 2500 Cr Rupee Term Loan, as it is more beneficial in terms of less interest due to more competition by participation of all Public sector and private banks. Previously, the SBI Capital vide Letter dated, 30.01.2017, has submitted the proposal for offering the advisory services for the preparation of Information Memorandum and raising funds by combination of term loans to develop various projects. The Scope of Service of the Advisor entails the following areas

Preparation of Information Memorandum

The SBI Capital (Advisor) will, in consultation with the GHMC (Client) prepare the Information Memorandum. The information Memorandum would broadly include inter alia the following

1. Disclaimers, confidentiality undertakings and glossary of terms
2. Executive summary, including summary of terms and conditions of the Financing



H.W. MAYOR,
G.H.M.C., HYDERABAD.

Commissioner,
Greater Hyderabad Municipal Corporation

Office of the Secretary,
Greater Hyderabad Municipal Corporation,
Tank Bund Road, Hyderabad.

RESOLUTION OF THE CORPORATION (GHMC)

Extra Item No. 01 of Agenda no. 11 taken with the permission of the Chair:

Preamble submitted by the Commissioner, GHMC - CE(P) - SRDP & 2BHK - Fund Raising of Rs. 3500 Crores through Bonds and Rupee Term Loan (RTL) for Strategic Road Development Programme and 2BHK Housing Programme and completion of JnNURM Vambay Housing - Permission to borrow Rs. 1,000/- Crores through bonds and about Rs. 2,500/- crores through Rupee Term Loan (RTL) - SBI Capital Markets Limited as the agency @ 0.1% of funds raised exclusive of Service Tax - Recommended by the Government the Corporation - Approval - Requested.

RESOLUTION NO. 109

DATED: 13.04.2017

The Corporation (GHMC) unanimously accorded permission to borrow Rs. 1,000/- Crores through bonds and about Rs. 2,500/- Crores through Rupee Term Loan (RTL) as per the requirement of GHMC. Further the Corporation accorded approval to the SBI Capital Markets Limited as the agency at the lowest bid rate of 0.1% of funds raised exclusive of Service Tax as detailed below:

Bonds	Rupee Term Loan
Rs. 1,000.00 Crs @ 0.1% i.e., Rs. 1,00,00,000/-	Rs. 2,500.00 Crs @ 0.1% i.e., Rs. 2,50,00,000/-
Total Rs. 3500 Crs.	

Exclusive of Service Tax

The Corporation (GHMC) recommended to the Government for approval for issue of Government Order.

109/Ms/28/2017
13.04.2017

Sd/-
Bonthu Rammohan
H.W. Mayor, GHMC

// Attested //

N. Chinn
SECRETARY,
GHMC

To:
The Chief Engineer (P), GHMC

H.W. Mayor
H.W. MAYOR,
G.H.M.C., HYDERABAD.

A. J.
Commissioner,
Greater Hyderabad Municipal Corporation

**Office of the Finance & Accounts
Greater Hyderabad Municipal Corporation
F.No.F.MTS.0001/2016-17**

Preamble submitted to the Corporation, GHMC:

Sub - GHMC - SRDP & 2BHK - Fund Raising of Rs 3,500/- Crores through Bonds and Rupee Term Loan (RTL) for Strategic Road Development Programme and 2BHK Housing Programme and completion of JnNURM Vambay Housing.
Submission of Preamble to the Corporation, GHMC - Reg.

Ref:- Note Orders of the Commissioner, GHMC, Dtd.10.04.2017.

*** **

1. GHMC is planning to raise funds to the tune of Rs 3,500/- Crores for utilising the same for various projects like JnNURM Housing, VAMBAY Housing, 2BHK and SRDP in Hyderabad.

2. Credit rating has been done by CARE and ICRA rating agencies and have submitted the ratings "CARE AA" to GHMC for long term debt instrument and ICRA has given "ICRA A".

3. Further, it is submitted that the Hon'ble Minister for MA&UD in a review meeting conducted on 31-01-2017 at HMR office, Begumpet, has instructed to raise the funds for speedy completion of 2BHK and SRDP Projects.

4. Based on the instructions issued by the Secretary to Government, MA&UD Department, tenders have been called to the MOUD empanelled, List of Transaction Advisory Firms for Assignment, who are providing Technical Assistance to Urban Local Bodies in issuing Municipal Bonds for Smart City Projects as below.

Sl.No.	Agency Name
1.	AK Capital Services Limited
2.	Axis Bank Limited
3.	Darashaw & Company Private Limited
4.	ICICI Bank Limited
5.	ICRA Management Consulting Services Limited
6.	SBI Capital Markets Limited
7.	SPA Capital Advisors Ltd.,
8.	SREI Infrastructure Finance Limited
9.	Yes Bank Limited

5. This office has received (3) bids from the following agencies.

- i. SBI Capital Markets Limited
- ii. Yes Bank Limited
- iii. Axis Bank Limited


**H.W. MAYOR,
G.H.M.C., HYDERABAD.**


**Commissioner,
Greater Hyderabad Municipal Corporation**

presented to the Chamber's of AC (Finance) on 15-03-2017 at 11.30AM

Particulars	Amount in Crs	SBI Capital Market		Yes Bank		Axis Bank	
		Variable (%) of the Amount Mobilised	Fixed Fee	Variable (%) of the Amount Mobilised	Fixed Fee	Variable (%) of the Amount Mobilised	Fixed Fee
(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Municipal Bond	Rs.1000 Crs	0.10%+ST	-	0.25%+Taxes	Nil	0.25%+ST	Rs.5,00,000+ST
Rupee Term Loan	Rs.2500 Crs	0.10%+ST	-	0.20%+Taxes	Nil	0.20%+ST	Rs.25,00,000+ST

Among the above three agencies, the SBI Capital Markets Limited has been the lowest for the above mentioned rates

Bonds	Rupee Term Loan	Exclusive of Service Tax
Rs.1000.00 Crs @ 0.1%	Rs.2500.00 Crs @ 0.1% i.e.	
i.e. Rs.1,00,00,000/-	Rs.2,50,00,000/-	
Total Rs.3.50 Crs		

Further, as the General Body meeting is going to be held on 13-04-2017 and the approval of Government is also necessary for raising the funds, which will take considerable time.

Hence, the following proposals are submitted for approval of General Body directly for submission of the same to the Government for approval.

- Permission to borrow Rs.1000/- Crores through bonds and about Rs.2500/- Crores through Rupee Term Loan (RTL) as per the requirement of GHMC.
- To approve the SBI Capital Markets Limited as the agency at the rate of 0.1% of funds raised exclusive of Service Tax as per the above mentioned rates.
- To forward the proposal to the Government for approval and issue of Government Order.

Commissioner
GHMC

The Secretary,
GHMC


H.W. MAYOR,
G.H.M.C., HYDERABAD.


Commissioner,
Greater Hyderabad Municipal Corporation

16. The Property Tax Non-Residential Buildings is assessed as per ABUR rates vide Gazette Notification No.21 dated 29-01-2008.

17. NUMBER OF PROPERTIES :

Properties in Town	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016 as on 25-9-16
Residential	-	-	-	-	-	1177569
Commercial	-	-	-	-	-	230942
Industrial	-	-	-	-	-	-
Other / Open Plots	-	-	-	-	-	17205
Total:	-	1300459	1338386	1375670	1422033	1425716

18. DEMAND COLLECTION BALANCE (DCB) FOR PROPERTY TAX :

Demand Collection Balance (Property Tax) (Rs. Crore)	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016 as on 25-9-16
Demand						
Arrears	-	465.14	540.84	619.69	568.69	682.77
Current	-	808.82	870.34	976.63	1025.40	1028.32
Total :	-	1273.96	1411.18	1596.32	1594.09	1711.09
Collection						
Arrears	-	160.25	173.48	193.48	135.40	40.72
Current	-	488.80	594.31	697.35	716.44	397.27
Total:	-	649.05	767.79	890.83	851.84	437.99


H.W. MAYOR,
G.H.M.C., HYDERABAD.


Commissioner,
Greater Hyderabad Municipal Corporation

GOVERNMENT OF TELANGANA
ABSTRACT

MUNICIPAL ADMINISTRATION & URBAN DEVELOPMENT DEPARTMENT - Greater Hyderabad Municipal Corporation - Fund raising of Rs.3500/- Crores through Bonds and Rupee Term Loan (RTL) for various projects i.e 2 BHK Housing Programme & Strategic Road Development Programme in Hyderabad by GHMC - Permission - Accord - Orders - Issued

MUNICIPAL ADMINISTRATION & URBAN DEVELOPMENT (GHMC-II) DEPARTMENT

G.O.Rt No 697,

Dated: 09.11.2017

Read:

From the Commissioner, Greater Hyderabad Municipal Corporation, Hyderabad, Lr No F/MTS/2016/CFA/F&A/GHMC, dated 25.04.2017 & 04.09.2017

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ORDER

In the reference read above, the Commissioner, Greater Hyderabad Municipal Corporation, Hyderabad has stated that, as per HMC Act 1955 (Sec 149) "the Corporation may, from time to time borrow or re-borrow and take up at interest from the Central or the State Government or with the sanction of the Government, from any other person, any sum necessary". Further, as per guidelines issued by MoUD, Government of India for Smart Cities, all empanelled agencies were requested to participate in tenders, for raising of Rs.3,500/- crores funds. Among the empanelled (9) nine agencies, the following (3) agencies have submitted their bids:

Sl No	Particulars	Amount in Crores	SBI Capital Market		Yes Bank		Axis Bank	
			Variable (%) of the Amount Mobilised	Fixed Fee	Variable (%) of the Amount Mobilised	Fixed Fee	Variable (%) of the Amount Mobilised	Fixed Fee
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
1	Municipal Bond	Rs 1000 Crores	0.10%+ST	-	0.25%+Taxes	Nil	0.25%+ST	Rs 5.00.000/-ST
2	Rupee Term Loans	Rs 2500 Crores	0.10%+ST	-	0.20%+Taxes	Nil	0.20%+ST	Rs 25.00.000/-ST

2. Among the above (3) three agencies, the SBI Capital Markets Limited being the lowest quoted bidder, has been approved by the General Body of GHMC vide Resolution No. 109, dated 13.04.2017 at following mentioned rates:

Bonds	Rupee Term Loan	Exclusive of Service Tax
Rs 1000.00 Crores	Rs 2500.00 Crores	
@ 0.1% i.e. Rs 1,00,00,000/-	@ 0.1% i.e. Rs 2,50,00,000/-	
Total Rs 3.50 Crores		

3. Further, he has proposed to entrust raising of Bonds for Rs 1000 Crores to SBI Capital Markets Limited as per the tender and also to entrust the preparation of Information Memorandum for raising Term Loans. It was suggested to go for tender for Rs 2500 Cr Rupee Term Loan, as it is more beneficial in terms of less interest due to more competition by participation of all Public sector and private banks. Previously, the SBI Capital vide Letter dated 30.01.2017 has submitted the proposal for offering the advisory services for the preparation of Information Memorandum and raising funds by combination of term loans to develop various projects. The Scope of Service of the Advisor entails the following areas:

Preparation of Information Memorandum

The SBI Capital (Advisor) will, in consultation with the GHMC (Client) prepare the Information Memorandum. The information Memorandum would broadly include, inter alia the following:

- Disclaimers, confidentiality undertakings and glossary of terms
- Executive summary including summary of terms and conditions of the Financing Plan.


H.W. MAYOR,
G.H.M.C., HYDERABAD.


Commissioner,
Greater Hyderabad Municipal Corporation
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- Overview of the Transaction including the development concept, Government approvals and permits;
- Information on the borrowing entities, including history ownership, management, organisation, major business plans;
- Detailed analysis of the proposed financing plan and security structures
- The financial analysis, including the base case financial model and in-depth sensitivity analysis

4. The Fees for the services rendered by the SBI Capital Markets Limited (Advisor) under this letter of offer is Rs 15 Lakhs + applicable taxes if any. Rs 5 Lakhs of which would be payable upfront on award of the mandate, which is non refundable i.e. on signing this Letter of Offer as a token of acceptance, and the balance of Rs.10 Lakhs upon submission of Information Memorandum. In addition to this, the client should reimburse all out of pocket expenses of the advisor actually incurred, including inter alia, legal expense, travel, lodging, boarding, telephone, facsimile and photo copying expenses, monthly in arrears, and the claim submitted and duly certified by the SBI Capital Markets Limited (Advisor) will be conclusive for the purpose. In addition to that other payment terms and conditions are mentioned

- If as a result of changes in legislation / Government notifications certain taxes / duties become leviable on the services covered in this officer letter, the Advisor reserves the right to recover the same from the Client. All fees payable to the Advisor are non-refundable.
- The Advisor's bills/claims for fees shall be sent to the designated official of the Client as intimated by the Client and the Client shall make payment within a period of 15 days of the date of bill / claim and shall carry interest at the rate of 15% p.a. from the due date for payment until the date payment is made. The Advisor reserves the right to amend the invoices, suo-moto, in case of discrepancies noticed.
- All amounts are exclusive of any service tax, value added tax or any other tax of similar nature. Service tax, value added tax or such similar taxes, as applicable, will be levied and grossed up on such amounts in addition to the amounts otherwise payable

5. The Commissioner, Greater Hyderabad Municipal Corporation, Hyderabad, has stated that the Standing Committee, GHMC unanimously approved the Revised Proposal vide Resolution No.48 Dt.31-08-2017 and submitted the proposal for approval of following:

- a. Permission to borrow Rs 1000.00 Crores through Bonds and Rs.2500.00 Crores through Rupee Term Loan (RTL) as per the requirement of GHMC
- b. To approve the SBI Capital Markets Limited to raise Rs 1000 Crore through bonds at a fee of 0.1% of the funds raised exclusive of GST
- c. Payment of Rs.15.00 Lakhs + applicable taxes if any as fee for Preparation of Information Memorandum for Raising Rs 2500.00 Crores through Rupee Term Loan (RTL) on Nomination Basis. In addition to this, the GHMC (client) should reimburse all out of pocket expenses of the advisor actually incurred, including inter alia, legal expense, travel, lodging, boarding, telephone, facsimile and photo copying expenses, monthly in arrears, and the claim submitted and duly certified by the SBI Capital Markets Limited (Advisor) will be conclusive for the purpose
- d. Earlier SBI Capital Markets was approved as the agency for raising Rs 2500.00 Crores through Rupee Term Loan, but now the same will be raised through Tenders.


H.W. MAYOR,
G.H.M.C., HYDERABAD.


Commissioner,
Greater Hyderabad Municipal Corporation
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6 Government after careful examination of the matter, hereby (a) accord permission to borrow Rs.1000.00 Crores through Bonds and Rs.2500.00 Crores through Rupee Term Loan (RTL) as per the requirement of GHMC, subject to without Government Guarantee, and (b) also approve the SBI Capital Markets Limited to raise Rs.1000 Crore through bonds at a fee of 0.1% of the funds raised exclusive of GST and payment of Rs.15.00 Lakhs + applicable taxes if any as fee for Preparation of Information Memorandum for Raising Rs.2500.00 Crores through Rupee Term Loan (RTL) on Nomination Basis. In addition to this, the GHMC (client) should reimburse all out of pocket expenses of the advisor actually incurred, including inter alia, legal expense, travel, lodging, boarding, telephone, facsimile and photo copying expenses, monthly in arrears, and the claim submitted and duly certified by the SBI Capital Markets Limited (Advisor) will be conclusive for the purpose.

7 The Commissioner, Greater Hyderabad Municipal Corporation, Hyderabad shall take necessary action accordingly.

8 This order issues with the concurrence of the Finance (DCM) Department vide their U.O. No.11285/318/A3/DCM/2017, dated: 09.10.2017.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF TELANGANA)

NAVIN MITTAL
SECRETARY TO GOVERNMENT

To
The Commissioner
Greater Hyderabad Municipal Corporation, Hyderabad
Copy to:
The OSD to M/MA&UD)
The P.S. to Secretary to Govt., MA & UD Dept
The Finance (DCM) Department
Sc/St

// FORWARDED BY ORDER //

B. V. Ramana
SECTION OFFICER

H.W. MAYOR,
G.H.M.C., HYDERABAD.

Commissioner,
Greater Hyderabad Municipal Corporation
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