

PRIVATE & CONFIDENTIAL - FOR PRIVATE CIRCULATION ONLY

Serial No.:

Addressed to:

Dated: December 10, 2025

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

Note: This Preliminary Placement Memorandum is strictly for a private placement issue. Nothing in this Preliminary Placement Memorandum shall constitute and/or deem to constitute an offer or an invitation to offer to the public or any section thereof to subscribe for or otherwise acquire the Debentures in general under any law for the time being in force. This Preliminary Placement Memorandum should not be construed to be a prospectus or a statement in lieu of prospectus. This Preliminary Placement Memorandum and the contents hereof are restricted for only the intended recipient(s) who have been addressed directly and specifically through a communication by the Issuer and only such recipient(s) are eligible to apply for the Bonds. All investors are required to comply with the relevant regulations/guidelines applicable to them for investing in this Issue.

PRELIMINARY PLACEMENT MEMORANDUM**TIRUPPUR CITY MUNICIPAL CORPORATION**

A municipal corporation constituted under Article 243Q(1)(c) of the Constitution of India, 1949 and established under the Tiruppur City Municipal Corporation Act, 2008 then applicable act in Tamil Nadu, reconstituted pursuant to Section 4 of the Tamil Nadu Urban Local Bodies Act, 1998;

Head Office: 1, Mangalam Road, Tiruppur, Tamil Nadu-641604 **Contact Person cum Compliance Officer:** M. Sundararajan, Deputy Commissioner.

Tel: 0421-22440153 **E-mail:** tcmcmunicipalbond2024@gmail.com **Website:** <https://www.tnurbantree.tn.gov.in/tiruppur/>

PRELIMINARY PLACEMENT MEMORANDUM FOR PRIVATE PLACEMENT OF UPTO 10,000 (TEN THOUSAND) RATED, LISTED, TAXABLE, UNSECURED, REDEEMABLE, NON-CONVERTIBLE MUNICIPAL BONDS IN THE NATURE OF DEBENTURES, OF FACE VALUE OF ₹ 1,00,000/- (RUPEES ONE LAKH ONLY) FOR AN AMOUNT AGGREGATING UP TO ₹ 100 CRORES (RUPEES ONE HUNDRED CRORES ONLY) ("BONDS"/ "NCDS"/ "DEBENTURES") ON A PRIVATE PLACEMENT BASIS ("ISSUE") BY TIRUPPUR CITY MUNICIPAL CORPORATION ("ISSUER")

BACKGROUND

This Preliminary Placement Memorandum is related to the Bonds to be issued by Tiruppur City Municipal Corporation on a private placement basis and contains relevant information and disclosures required for the purpose of issuance of the Bonds in terms of the Securities and Exchange Board of India (Issue and Listing of Municipal Debt Securities) Regulations, 2015, as amended from time to time.

GENERAL RISK

Investment in Bonds involve a degree of risk, and investors should not invest any funds in the debt instruments, unless they can afford to take the risks attached to such investments. Investors are advised to read the Preliminary Placement Memorandum including Risk Factors carefully before taking an investment decision in relation to this Issue. For taking an investment decision, the investors must rely on their own examination of the Issuer, the Placement Memorandum to be issued and the Issue including the risks involved. Specific attention of investors is invited to the section titled Risk Factors on page no. 15 of this Preliminary Placement Memorandum. These risks are not, and are not intended to be, a complete list of all risks and considerations relevant to the Bonds or investor's decision to purchase the Bonds. The Issue of Bonds has not been recommended or approved by SEBI nor does SEBI guarantee the accuracy or adequacy of this Preliminary Placement Memorandum.

The Issuer confirms that, as of the date hereof, this Preliminary Placement Memorandum (including the documents incorporated by reference herein, if any) contains all information that is material in the context of the Issue and sale of the Bonds and is accurate in all material respects and does not contain any untrue statement of a material fact or omit to state any material fact necessary in order to make the statements made herein, in the light of the circumstances under which they are made, not misleading in any material respect.

LISTING

The Bonds are proposed to be listed on the National Stock Exchange of India Limited ("NSE"/ "Stock Exchange") and NSE shall be the Designated Stock Exchange for the Issue. The Issuer has received an in-principle approval for listing of Bonds from NSE vide their letter bearing no. [•] dated [•], 2025.

CREDIT RATING

The Bonds proposed to be issued by the Tiruppur City Municipal Corporation have been rated by CARE Ratings Limited ("CARE") and Acuite Ratings & Research Limited ("Acuite Ratings") (collectively the "Rating Agencies"). CARE has vide its letter dated April 02, 2025 assigned a rating of Provisional CARE AA-; Stable, revalidated vide rating letter dated December 10, 2025 and has issued a rating rationale dated April 03, 2025, Acuite Rating has vide its letter dated March 18, 2025, assigned a rating of Provisional ACUITE AA- Stable and has issued a rating rationale dated March 18, 2025. 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.

MERCHANT BANKER

TRUST INVESTMENT ADVISORS PRIVATE LIMITED
Address: 109/110, Balarama, Bandra Kurla Complex, Bandra (East), Mumbai – 400 051, Maharashtra, India
Tel: +91 2240845000;
Fax: +91 2240845066
Email: tiruppurcity@trustgroup.in
Investor Grievance E-mail: customercare@trustgroup.in
Website: <https://trustgroup.in>
Contact Person: Mr. Anindya Sen
Compliance Officer: Ms. Aayushi Mulasi
Tel (Compliance Officer): +91 22 40845000
Email (Compliance Officer): customercare@trustgroup.in
SEBI Registration No.: INM000011120
CIN: U67190MH2006PTC162464

DEBENTURE TRUSTEE

CATALYST TRUSTEESHIP LIMITED
Address: GDA House, First Floor, Plot No.85 S. No. 94 & 95 Bhusari Colony (Right), Kothrud, Pune, Maharashtra, India. 411038
Tel: (022) 49220555;
Fax No.: +91 (22) 49220505
E-mail: ComplianceCLT-Mumbai@ctltrustee.com
Contact Person: Mr. Umesh Salvi
Compliance Officer: Ms. Kalyani Pandey
E-mail: ComplianceCLT-Mumbai@ctltrustee.com
Website: <https://catalysttrustee.com>
Investor Grievance Email: grievance@ctltrustee.com
SEBI Registration No.: IND0000000034
CIN: U74999PN1997PLC110262

REGISTRAR

CAMEO CORPORATE SERVICES LIMITED
Address: Subramaniam Building No.1 Club House Road, Chennai - 600002
Tel: +91 44-40020700 / 28460390
Email: ipo@cameoindia.com
Website: <https://cambridge.cameoindia.com>
Contact Person: Mrs K Sreepriya
Investor Grievance email: investor@cameoindia.com
SEBI Registration No.: INR000003753
CIN: U67120TN1998PLC041613

ISSUE SCHEDULE**ISSUE / BID OPENING DATE****ISSUE / BID CLOSING DATE****PAY-IN DATE / DEEMED DATE OF ALLOTMENT**

[•]

[•]

[•]

The Issuer reserves its sole and absolute right to modify (pre-pone/postpone) the above Issue schedule, including the deemed date of allotment, without giving any reasons or prior notice. The Issue shall be open for subscription during the banking hours on each day during the period covered by the Issue Schedule.

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SECTION-I: DISCLAIMERS

1. GENERAL DISCLAIMER AND DISCLAIMER OF TIRUPPUR CITY MUNICIPAL CORPORATION (“TCMC” OR “CORPORATION” OR “ISSUER”):

THIS PRELIMINARY PLACEMENT 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 MUNICIPAL DEBT SECURITIES) REGULATIONS, 2015 ISSUED VIDE NOTIFICATION NO. SEBI/LAD-NRO/GN/2015-16/006 DATED JULY 15, 2015, AS AMENDED FROM TIME TO TIME (**SEBI MUNICIPAL DEBT REGULATIONS**). THIS PRELIMINARY PLACEMENT MEMORANDUM DOES NOT CONSTITUTE AN OFFER TO THE PUBLIC IN GENERAL TO SUBSCRIBE FOR OR OTHERWISE ACQUIRE THE BONDS TO BE ISSUED BY TIRUPPUR CITY MUNICIPAL CORPORATION. THIS PRELIMINARY PLACEMENT MEMORANDUM HAS NOT BEEN APPROVED BY SEBI. THIS ISSUE OF BONDS IS BEING MADE STRICTLY ON A PRIVATE PLACEMENT BASIS. THIS PRELIMINARY PLACEMENT 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). APART FROM THIS PRELIMINARY PLACEMENT MEMORANDUM, NO OTHER OFFER DOCUMENT HAS BEEN PREPARED IN CONNECTION WITH THE OFFERING OF THIS ISSUE OR IN RELATION TO THE BONDS.

THIS PRELIMINARY PLACEMENT 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 PRELIMINARY PLACEMENT MEMORANDUM HAS BEEN PREPARED TO GIVE GENERAL INFORMATION REGARDING TIRUPPUR CITY 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. TIRUPPUR CITY MUNICIPAL CORPORATION BELIEVES THAT THE INFORMATION CONTAINED IN THIS PRELIMINARY PLACEMENT MEMORANDUM IS TRUE AND CORRECT AS OF THE DATE HEREOF.

ALL POTENTIAL INVESTORS ARE REQUIRED TO COMPLY WITH THE RELEVANT REGULATIONS/ GUIDELINES APPLICABLE TO THEM FOR INVESTING IN THIS ISSUE. IT IS NOT INTENDED FOR DISTRIBUTION TO ANY OTHER PERSON AND SHOULD NOT BE REPRODUCED BY THE RECIPIENT OR MADE PUBLIC OR ITS CONTENTS BE DISCLOSED TO A THIRD PERSON. NO INVITATION IS BEING MADE TO ANY PERSON OTHER THAN THE INVESTOR TO WHOM THE PRELIMINARY PLACEMENT MEMORANDUM HAS BEEN SENT. ANY APPLICATION BY A PERSON TO WHOM THE PRELIMINARY PLACEMENT MEMORANDUM HAS NOT BEEN SENT BY THE ISSUER MAY BE REJECTED WITHOUT ASSIGNING ANY REASON.

YOU SHALL NOT AND ARE NOT AUTHORISED TO: (1) DELIVER THE PRELIMINARY PLACEMENT MEMORANDUM TO ANY OTHER PERSON; OR (2) REPRODUCE THE PRELIMINARY PLACEMENT MEMORANDUM, IN ANY MANNER WHATSOEVER. ANY DISTRIBUTION OR REPRODUCTION OR COPYING OF THE PRELIMINARY PLACEMENT MEMORANDUM IN WHOLE OR IN PART OR ANY PUBLIC ANNOUNCEMENT OR ANY ANNOUNCEMENT TO THIRD PARTIES REGARDING THE CONTENTS OF THE PRELIMINARY PLACEMENT MEMORANDUM IS UNAUTHORISED. FAILURE TO COMPLY WITH THIS INSTRUCTION MAY RESULT IN A VIOLATION OF APPLICABLE LAWS OF INDIA AND/OR OTHER JURISDICTIONS. THE PRELIMINARY PLACEMENT MEMORANDUM HAS BEEN PREPARED BY THE ISSUER FOR PROVIDING INFORMATION IN CONNECTION WITH THE PROPOSED ISSUE. THE ISSUER DOES NOT UNDERTAKE TO UPDATE THE PRELIMINARY PLACEMENT MEMORANDUM TO REFLECT SUBSEQUENT EVENTS AFTER THE ALLOTMENT AND THUS IT SHOULD NOT BE RELIED UPON WITH RESPECT TO SUCH SUBSEQUENT EVENTS WITHOUT FIRST CONFIRMING ITS ACCURACY WITH THE ISSUER. HOWEVER, THE ISSUER SHALL INTIMATE THE INVESTORS ABOUT MATERIAL CHANGES, IF ANY, IN THE

INFORMATION IN THIS PPM, FROM THE DATE OF PPM TILL LISTING DATE.

NEITHER THE DELIVERY OF THE PRELIMINARY PLACEMENT MEMORANDUM NOR THE ISSUE OF ANY BONDS MADE HEREUNDER SHALL, UNDER ANY CIRCUMSTANCES, CONSTITUTE A REPRESENTATION OR CREATE ANY IMPLICATION THAT THERE HAS BEEN NO CHANGE IN THE AFFAIRS OF THE ISSUER SINCE THE DATE THEREOF.

THIS ISSUE IS A DOMESTIC ISSUE RESTRICTED TO INDIA AND NO STEPS HAVE BEEN TAKEN OR WILL BE TAKEN TO FACILITATE THE ISSUE IN ANY JURISDICTIONS OTHER THAN INDIA. HENCE, THE PRELIMINARY PLACEMENT MEMORANDUM DOES NOT CONSTITUTE, NOR MAY IT BE USED FOR OR IN CONNECTION WITH, AN OFFER OR SOLICITATION BY ANYONE IN ANY JURISDICTION IN WHICH SUCH OFFER OR SOLICITATION IS NOT AUTHORISED OR TO ANY PERSON TO WHOM IT IS UNLAWFUL TO MAKE SUCH AN OFFER OR SOLICITATION. NO ACTION IS BEING TAKEN TO PERMIT AN OFFERING OF THE BONDS OR THE DISTRIBUTION OF THE PRELIMINARY PLACEMENT MEMORANDUM IN ANY JURISDICTION WHERE SUCH ACTION IS REQUIRED. THE PRELIMINARY PLACEMENT MEMORANDUM IS NOT INTENDED FOR DISTRIBUTION TO, OR USE BY, ANY PERSON OR ENTITY IN ANY JURISDICTION OR COUNTRY WHERE DISTRIBUTION OR USE OF SUCH INFORMATION WOULD BE CONTRARY TO LAW OR REGULATION. PERSONS INTO WHOSE POSSESSION THE PRELIMINARY PLACEMENT MEMORANDUM COME ARE REQUIRED TO INFORM THEMSELVES ABOUT AND TO OBSERVE ANY SUCH RESTRICTIONS. THE PRELIMINARY PLACEMENT MEMORANDUM IS MADE AVAILABLE TO POTENTIAL INVESTORS IN THE ISSUE ON THE STRICT UNDERSTANDING THAT IT IS CONFIDENTIAL AND MAY NOT BE TRANSMITTED TO OTHERS, WHETHER IN ELECTRONIC FORM OR OTHERWISE.

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 APPLY FOR AND PURCHASE THE BONDS. NOTHING IN THIS PRELIMINARY PLACEMENT MEMORANDUM SHOULD BE CONSTRUED AS ADVICE OR RECOMMENDATION BY THE ISSUER OR BY THE MERCHANT BANKER/ARRANGER TO THE ISSUE TO SUBSCRIBERS TO THE BONDS. THE PROSPECTIVE SUBSCRIBERS ALSO ACKNOWLEDGE THAT THE MERCHANT BANKER/ ARRANGER 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.

IT IS THE RESPONSIBILITY OF ALLOTTEES OF THESE BONDS TO ALSO ENSURE THAT IF THEY/ IT CHOOSES TO TRANSFER THESE BONDS IT SHALL BE IN STRICT ACCORDANCE WITH THIS PRELIMINARY PLACEMENT MEMORANDUM AND OTHER APPLICABLE LAWS AND ENSURE THAT THE SAME DOES NOT CONSTITUTE AN OFFER TO THE PUBLIC.

WE BELIEVE OUR INTERNAL ESTIMATES FOR THE PROJECT COST AND SCHEDULE OF

IMPLEMENTATION TO BE REASONABLE FOR ALL THE PROJECTS AND THAT WE HAVE RELIED UPON THE REPORTS AND CERTIFICATES OF TECHNICAL CONSULTANTS INCLUDING FOR COSTS AND SCHEDULE OF IMPLEMENTATION. IN ACCORDANCE WITH THE SEBI (ISSUE AND LISTING OF MUNICIPAL DEBT SECURITIES) REGULATIONS, 2015, THE ISSUER, THE MERCHANT BANKER WILL ENSURE THAT INVESTORS ARE INFORMED OF MATERIAL DEVELOPMENTS BETWEEN THE DATE OF FILING THE PRELIMINARY PLACEMENT MEMORANDUM WITH SEBI AND THE ALLOTMENT. THE ISSUER HEREBY DECLARES THAT IT HAS EXERCISED DUE DILIGENCE TO ENSURE COMPLETE COMPLIANCE WITH PRESCRIBED DISCLOSURE NORMS IN THE PRELIMINARY PLACEMENT MEMORANDUM.

2. DISCLAIMER CLAUSE

ONLY THOSE PERSONS TO WHOM THIS PRELIMINARY PLACEMENT MEMORANDUM HAS BEEN SPECIFICALLY ADDRESSED ARE ELIGIBLE TO APPLY. APPLICATION FORMS SHOULD BE DULY COMPLETED, IN ALL RESPECTS AND APPLICATIONS NOT COMPLETED IN THE SAID MANNER ARE, LIABLE TO BE REJECTED. THE LIST OF DOCUMENTS PROVIDED BELOW IS ONLY INDICATIVE, AND AN INVESTOR IS REQUIRED TO PROVIDE ALL THOSE DOCUMENTS/ AUTHORISATIONS/ INFORMATION WHICH ARE LIKELY TO BE REQUIRED BY THE ISSUER. THE ISSUER MAY REVERT TO ANY INVESTOR FOR ANY ADDITIONAL DOCUMENTS REQUIRED TO ACCEPT AN APPLICATION AS IT DEEMS FIT. INVESTMENT BY ELIGIBLE INVESTORS ARE MERELY INDICATIVE AND THE ISSUER DOES NOT WARRANT THAT THEY ARE PERMITTED TO INVEST AS PER EXTANT LAWS, REGULATIONS, ETC. EACH OF THE ELIGIBLE INVESTORS ARE REQUIRED TO CHECK AND COMPLY WITH EXTANT RULES/REGULATIONS/ GUIDELINES, ETC. GOVERNING OR REGULATING THEIR INVESTMENTS AS APPLICABLE TO THEM AND THE ISSUER IS NOT, IN ANY WAY, DIRECTLY OR INDIRECTLY, RESPONSIBLE FOR ANY STATUTORY OR REGULATORY BREACHES BY ANY INVESTOR, NEITHER IS THE ISSUER REQUIRED TO CHECK OR CONFIRM THE SAME.

3. DISCLAIMER CLAUSE OF THE ISSUER

THE ISSUER ACCEPTS NO RESPONSIBILITY FOR STATEMENTS MADE OTHERWISE THAN IN THE PRELIMINARY PLACEMENT MEMORANDUM OR ANY OTHER MATERIAL ISSUED EXCEPT BY THE BOND ISSUE COMMITTEE OF THE ISSUER AND THAT ANYONE PLACING RELIANCE ON ANY OTHER SOURCE OF INFORMATION WOULD BE DOING SO AT THEIR OWN RISK.

4. DISCLAIMER OF THE SECURITIES AND EXCHANGE BOARD OF INDIA (“SEBI”):

IT IS TO BE DISTINCTLY UNDERSTOOD THAT THIS PRELIMINARY PLACEMENT MEMORANDUM SHOULD NOT IN ANYWAY BE DEEMED OR CONSTRUED TO HAVE BEEN APPROVED BY SEBI AND THAT THIS ISSUE IS NOT RECOMMENDED BY SEBI. SEBI DOES NOT TAKE ANY RESPONSIBILITY EITHER FOR THE FINANCIAL SOUNDNESS OF ANY PROJECT FOR WHICH THIS ISSUE IS PROPOSED TO BE MADE OR FOR THE CORRECTNESS OF THE STATEMENTS MADE OR OPINIONS EXPRESSED IN THIS PRELIMINARY PLACEMENT MEMORANDUM.

5. DISCLAIMER CLAUSE OF GOVERNMENT OF TAMIL NADU

IT IS TO BE DISTINCTLY UNDERSTOOD THAT THIS PRELIMINARY PLACEMENT MEMORANDUM SHOULD NOT IN ANY WAY BE DEEMED OR CONSTRUED TO HAVE BEEN APPROVED BY GOVERNMENT OF TAMIL NADU. GOVERNMENT OF TAMIL NADU DOES NOT TAKE ANY RESPONSIBILITY EITHER FOR THE FINANCIAL SOUNDNESS OF ANY PROJECT FOR WHICH THIS ISSUE IS PROPOSED TO BE MADE OR FOR THE CORRECTNESS OF THE STATEMENTS MADE OR OPINIONS EXPRESSED IN THIS PRELIMINARY PLACEMENT MEMORANDUM.

6. DISCLAIMER OF THE STOCK EXCHANGE

AS REQUIRED, A COPY OF THIS PRELIMINARY PLACEMENT MEMORANDUM HAS BEEN FILED WITH NSE IN ACCORDANCE WITH SECURITIES AND EXCHANGE BOARD OF INDIA (ISSUE AND LISTING OF MUNICIPAL DEBT SECURITIES) 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 PRELIMINARY PLACEMENT MEMORANDUM TO THE STOCK EXCHANGES SHOULD NOT IN ANY WAY BE DEEMED OR CONSTRUED TO MEAN THAT THE PRELIMINARY PLACEMENT MEMORANDUM HAS BEEN CLEARED OR APPROVED BY NSE; 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.

7. DISCLAIMER OF THE RATING AGENCIES:

DISCLAIMER OF ACUITE RATINGS & RESEARCH LIMITED

AN ACUITÉ RATING DOES NOT CONSTITUTE AN AUDIT OF THE RATED ENTITY AND SHOULD NOT BE TREATED AS A RECOMMENDATION OR OPINION THAT IS INTENDED TO SUBSTITUTE FOR A FINANCIAL ADVISER'S OR INVESTOR'S INDEPENDENT ASSESSMENT OF WHETHER TO BUY, SELL OR HOLD ANY SECURITY. RATINGS ASSIGNED BY ACUITÉ ARE BASED ON THE DATA AND INFORMATION PROVIDED BY THE ISSUER AND OBTAINED FROM OTHER RELIABLE SOURCES. ALTHOUGH REASONABLE CARE HAS BEEN TAKEN TO ENSURE THAT THE DATA AND INFORMATION IS TRUE, ACUITÉ, IN PARTICULAR, MAKES NO REPRESENTATION OR WARRANTY, EXPRESSED OR IMPLIED WITH RESPECT TO THE ADEQUACY, ACCURACY OR COMPLETENESS OF THE INFORMATION RELIED UPON. ACUITÉ IS NOT RESPONSIBLE FOR ANY ERRORS OR OMISSIONS AND ESPECIALLY STATES THAT IT HAS NO FINANCIAL LIABILITY WHATSOEVER FOR ANY DIRECT, INDIRECT OR CONSEQUENTIAL LOSS OF ANY KIND, ARISING FROM THE USE OF ITS RATINGS. RATINGS ASSIGNED BY ACUITÉ ARE SUBJECT TO A PROCESS OF SURVEILLANCE WHICH MAY LEAD TO A REVISION IN RATINGS AS AND WHEN THE CIRCUMSTANCES SO WARRANT. PLEASE VISIT OUR WEBSITE (WWW.ACUIITE.IN) FOR THE LATEST INFORMATION ON ANY INSTRUMENT RATED BY ACUITÉ. PLEASE VISIT [HTTPS://WWW.ACUIITE.IN/FAQS.HTM](https://www.acuite.in/faqs.htm) TO REFER FAQs ON CREDIT RATING.

DISCLAIMER OF CARE RATINGS LIMITED

THE RATINGS ISSUED BY CARE RATINGS ARE OPINIONS ON THE LIKELIHOOD OF TIMELY PAYMENT OF THE OBLIGATIONS UNDER THE RATED INSTRUMENT AND ARE NOT RECOMMENDATIONS TO SANCTION, RENEW, DISBURSE, OR RECALL THE CONCERNED BANK FACILITIES OR TO BUY, SELL, OR HOLD ANY SECURITY. THESE RATINGS DO NOT CONVEY SUITABILITY OR PRICE FOR THE INVESTOR AND NO PART OF THE MATERIAL SHOULD BE CONSTRUED AS AN EXPERT ADVICE OR INVESTMENT ADVICE WITHIN THE MEANING OF ANY LAW OR REGULATION. THE RATING AGENCY DOES NOT CONSTITUTE AN AUDIT ON THE RATED ENTITY. CARE RATINGS HAS BASED ITS RATINGS/OUTLOOK BASED ON INFORMATION OBTAINED FROM RELIABLE AND CREDIBLE SOURCES. CARE RATINGS DOES NOT, HOWEVER, GUARANTEE THE ACCURACY, ADEQUACY, OR COMPLETENESS OF ANY INFORMATION AND IS NOT RESPONSIBLE FOR ANY ERRORS OR OMISSIONS AND THE RESULTS OBTAINED FROM THE USE OF SUCH INFORMATION.

8. DISCLAIMER OF THE DEBENTURE TRUSTEE:

INVESTORS SHOULD CAREFULLY READ AND NOTE THE CONTENTS OF THE PRELIMINARY PLACEMENT 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. THE TRUSTEE WOULD ACT AS PER THE PREVALENT SEBI GUIDELINES.

9. DISCLAIMER OF THE MERCHANT BANKER/ARRANGER:

THE ISSUER HAS AUTHORISED THE MERCHANT BANKER/ ARRANGER TO DISTRIBUTE THIS PRELIMINARY PLACEMENT MEMORANDUM IN CONNECTION WITH THE PLACEMENT OF THE BONDS PROPOSED TO BE ISSUED UNDER THIS ISSUE. NOTHING IN THIS PRELIMINARY PLACEMENT MEMORANDUM CONSTITUTES AN OFFER OF SECURITIES FOR SALE IN THE UNITED STATES OR ANY OTHER JURISDICTION WHERE SUCH OFFER OR PLACEMENT WOULD BE IN VIOLATION OF ANY LAW, RULE OR REGULATION. EACH PERSON RECEIVING THIS PRELIMINARY PLACEMENT MEMORANDUM ACKNOWLEDGES THAT SUCH PERSON MUST READ THE ENTIRE PRELIMINARY PLACEMENT MEMORANDUM AND THE RISK FACTORS STATED IN SECTION IV RISK FACTORS ON PAGE NO.15 OF THIS PRELIMINARY PLACEMENT MEMORANDUM AND RELY ON ITS OWN EXAMINATION OF THE ISSUER AND THE MERITS AND RISKS INVOLVED IN INVESTING IN THE BONDS. THE MERCHANT BANKER/ ARRANGER: (A) ARE NOT ACTING AS TRUSTEE OR FIDUCIARY FOR THE POTENTIAL INVESTOR; AND (B) ARE UNDER NO OBLIGATION TO CONDUCT ANY "KNOW YOUR CUSTOMER" OR OTHER PROCEDURES IN RELATION TO ANY PERSON ON BEHALF OF ANY POTENTIAL INVESTOR. NEITHER THE MERCHANT BANKER/ ARRANGER NOR ITS RESPECTIVE AFFILIATES OR THEIR RESPECTIVE OFFICERS, DIRECTORS, PARTNERS, EMPLOYEES, AGENTS, ADVISORS OR REPRESENTATIVES ARE RESPONSIBLE FOR ANY DETERMINATION AS TO WHETHER ANY INFORMATION PROVIDED OR TO BE PROVIDED TO ANY FINANCE PARTY IS NON-PUBLIC INFORMATION THE USE OF WHICH MAY BE REGULATED OR PROHIBITED BY APPLICABLE LAW OR REGULATION OR OTHERWISE.

THE MERCHANT BANKER/ARRANGER IS NOT ACTING AND HAVE NOT BEEN ENGAGED TO ACT AS AN UNDERWRITER WITH RESPECT TO THE BONDS. THE MERCHANT BANKER/ ARRANGER IS AUTHORISED TO DELIVER COPIES OF THIS PRELIMINARY PLACEMENT MEMORANDUM ON BEHALF OF THE ISSUER TO POTENTIAL INVESTORS WHICH ARE CONSIDERING PARTICIPATION IN THE ISSUE.

THE ISSUER HAS PREPARED THIS PRELIMINARY PLACEMENT MEMORANDUM AND THE ISSUER IS SOLELY RESPONSIBLE AND LIABLE FOR ITS CONTENTS. THE ISSUER CONFIRMS THAT ALL THE INFORMATION CONTAINED IN THIS PRELIMINARY PLACEMENT 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 NOT BEEN INDEPENDENTLY VERIFIED BY THE MERCHANT BANKER/ARRANGER.

THE POTENTIAL INVESTOR SHOULD CAREFULLY READ AND RETAIN THIS PRELIMINARY PLACEMENT MEMORANDUM. HOWEVER, THE POTENTIAL INVESTORS ARE NOT TO CONSTRUE THE CONTENTS OF THIS PRELIMINARY PLACEMENT MEMORANDUM AS INVESTMENT, LEGAL, ACCOUNTING, REGULATORY OR TAX ADVICE, AND THE POTENTIAL INVESTORS SHOULD CONSULT WITH THEIR OWN ADVISORS AS TO ALL LEGAL, ACCOUNTING, REGULATORY, TAX, FINANCIAL AND RELATED MATTERS CONCERNING AN INVESTMENT IN THE BONDS. THIS PRELIMINARY PLACEMENT MEMORANDUM IS NOT INTENDED TO BE (AND SHOULD NOT BE USED AS) THE BASIS OF ANY CREDIT ANALYSIS OR OTHER EVALUATION AND SHOULD NOT BE CONSIDERED AS A RECOMMENDATION BY THE MERCHANT BANKER/ ARRANGER THAT

ANY RECIPIENT PARTICIPATES IN THE ISSUE OR ADVICE OF ANY SORT. IT IS UNDERSTOOD THAT EACH RECIPIENT OF THIS PLACEMENT MEMORANDUM WILL PERFORM ITS OWN INDEPENDENT INVESTIGATION AND CREDIT ANALYSIS OF THE PROPOSED FINANCING AND THE BUSINESS, OPERATIONS, FINANCIAL CONDITION, PROSPECTS, CREDITWORTHINESS, STATUS AND AFFAIRS OF THE ISSUER, BASED ON SUCH INFORMATION AND INDEPENDENT INVESTIGATION AS IT DEEMS RELEVANT OR APPROPRIATE AND WITHOUT RELIANCE ON THE MERCHANT BANKER/ARRANGER OR ON THIS PRELIMINARY PLACEMENT MEMORANDUM.

THE MERCHANT BANKER/ARRANGER ARE ACTING FOR THE ISSUER IN RELATION TO THE ISSUE OF THE BONDS AND NOT ON BEHALF OF THE RECIPIENTS OF THE PRELIMINARY PLACEMENT MEMORANDUM. THE RECEIPT OF THE PRELIMINARY PLACEMENT MEMORANDUM BY ANY RECIPIENT IS NOT TO BE CONSTITUTED AS THE GIVING OF INVESTMENT ADVICE BY THE MERCHANT BANKER/ ARRANGER TO THAT RECIPIENT, NOR TO CONSTITUTE SUCH A RECIPIENT A CUSTOMER OF THE MERCHANT BANKER/ ARRANGER. THE MERCHANT BANKER/ ARRANGER IS NOT RESPONSIBLE TO ANY OTHER PERSON FOR PROVIDING THE PROTECTION AFFORDED TO THE CUSTOMERS OF THE MERCHANT BANKER/ARRANGER NOR FOR PROVIDING ADVICE IN RELATION TO THE BONDS.

EACH RECIPIENT OF THE PRELIMINARY PLACEMENT MEMORANDUM ACKNOWLEDGES THAT EACH RECIPIENT HAS BEEN AFFORDED AN OPPORTUNITY TO REQUEST FROM THE ISSUER AND TO REVIEW AND HAS RECEIVED FROM THE ISSUER ALL ADDITIONAL INFORMATION CONSIDERED BY THE RECIPIENT TO BE NECESSARY TO VERIFY THE ACCURACY AND THE MERCHANT BANKER/ ARRANGER SHALL NOT BE RESPONSIBLE FOR ANY INFORMATION RECEIVED BY THE RECIPIENT OF THE PRELIMINARY PLACEMENT MEMORANDUM OTHER THAN THE INFORMATION SET OUT HEREIN.

THIS PRELIMINARY PLACEMENT MEMORANDUM IS FOR GENERAL INFORMATION PURPOSE ONLY, WITHOUT REGARD TO SPECIFIC OBJECTIVES, SUITABILITY, FINANCIAL SITUATIONS AND NEEDS OF ANY PARTICULAR PERSON. THIS PRELIMINARY PLACEMENT MEMORANDUM SHOULD NOT BE CONSTRUED AS AN OFFER TO SELL OR THE SOLICITATION OF AN OFFER TO BUY, PURCHASE OR SUBSCRIBE TO ANY SECURITIES MENTIONED HEREIN.

THIS PRELIMINARY PLACEMENT 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 PLACEMENT 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 MERCHANT BANKER/ARRANGER AND THE ISSUER. THIS PRELIMINARY PLACEMENT MEMORANDUM HAS NOT BEEN APPROVED AND WILL OR MAY NOT APPROVED BY ANY STATUTORY OR REGULATORY AUTHORITIES IN INDIA.

PLEASE NOTE THAT:

TRUST INVESTMENT ADVISORS PRIVATE LIMITED HAS BEEN APPOINTED AS MERCHANT BANKER/ ARRANGER TO THE ISSUE VIDE ENGAGEMENT LETTER DATED MARCH 14, 2024 AND EXTENSION LETTER DATED OCTOBER 13, 2025 AND ISSUE AGREEMENT DATED DECEMBER 08, 2025. THE MERCHANT BANKER/ ARRANGER AND/ OR ITS AFFILIATES MAY INVEST, PURCHASE AND HOLD THE SECURITIES OF THE ISSUER AND/ OR OTHER ENTITIES RELATED TO THE ISSUER FOR THEIR OWN ACCOUNT OR FOR THE ACCOUNTS OF THEIR CUSTOMERS AND MAY EXERCISE VOTING RIGHTS OVER

SUCH SECURITIES AS AVAILABLE UNDER THE RESPECTIVE TRANSACTION DOCUMENTS.

10. DISCLAIMER CLAUSE OF THE TRANSACTION ADVISOR

TRUST INVESTMENT ADVISORS PRIVATE LIMITED HAS BEEN APPOINTED AS THE TRANSACTION ADVISOR IN RESPECT OF THE ISSUE. THE ROLE OF THE TRANSACTION ADVISOR IS LIMITED TO ASSISTING THE ISSUER IN PREPARING THE CAPITAL INVESTMENT PLAN, ADVISING THE ISSUER IN RELATION TO MARKET SCENARIOS, CO-ORDINATION WITH EXTERNAL AGENCIES, LIAISONING WITH CREDIT RATING AGENCIES ETC., IN RESPECT OF THE DEBENTURES. IT IS THE RESPONSIBILITY OF THE ISSUER TO OBTAIN ALL NECESSARY APPROVALS FOR THE ISSUANCE OF THE DEBENTURES. THE INVESTORS SHOULD READ THE PRELIMINARY PLACEMENT MEMORANDUM AND TAKE THEIR OWN INFORMED DECISION FOR INVESTMENT IN THE DEBENTURES AND IN NO WAY IS THE TRANSACTION ADVISOR OR ANY OF ITS DIRECTORS, EMPLOYEES AND OFFICERS RESPONSIBLE FOR ANY INVESTMENT DECISION BY PROSPECTIVE INVESTORS.

11. DISCLAIMER IN RESPECT OF JURISDICTION

ISSUE OF THESE BONDS HAVE BEEN/ WILL BE MADE IN INDIA TO INVESTORS AS SPECIFIED UNDER PARAGRAPH J(a) (ELIGIBLE INVESTORS) OF SECTION IX: ISSUE SPECIFIC INFORMATION ON PAGE NO. 62 OF THIS PRELIMINARY PLACEMENT MEMORANDUM, WHO HAVE BEEN/ SHALL BE SPECIFICALLY APPROACHED BY THE ISSUER. THE PRELIMINARY PLACEMENT MEMORANDUM IS NOT TO BE CONSTRUED OR CONSTITUTED AS AN OFFER TO SELL OR AN INVITATION TO SUBSCRIBE TO BONDS OFFERED HEREBY TO ANY PERSON TO WHOM IT IS NOT SPECIFICALLY ADDRESSED. ANY DISPUTES ARISING OUT OF THE BONDS SHALL BE SUBJECT TO THE EXCLUSIVE JURISDICTION OF THE COURTS AND TRIBUNALS AT TIRUPPUR. THE PRELIMINARY PLACEMENT MEMORANDUM DOES NOT CONSTITUTE AN OFFER TO SELL OR AN INVITATION TO SUBSCRIBE TO THE BONDS HEREIN, IN ANY OTHER JURISDICTION TO ANY PERSON TO WHOM IT IS UNLAWFUL TO MAKE AN OFFER OR INVITATION IN SUCH JURISDICTION.

FORCE MAJEURE

THE ISSUER RESERVES THE RIGHT TO WITHDRAW THE ISSUE AT ANY TIME PRIOR TO THE ISSUE CLOSING DATE IN THE EVENT OF ANY UNFORESEEN DEVELOPMENT ADVERSELY AFFECTING THE ECONOMIC AND/ OR REGULATORY ENVIRONMENT OR OTHERWISE. IN SUCH AN EVENT, THE ISSUER WILL REFUND THE APPLICATION MONEY, IF ANY, COLLECTED IN RESPECT OF THE ISSUE WITHOUT ASSIGNING ANY REASON.

ISSUE OF DEBENTURES IN DEMATERIALISED FORM

THE DEBENTURES WILL BE ISSUED IN DEMATERIALISED FORM. THE ISSUER HAS MADE ARRANGEMENTS WITH THE DEPOSITORIES FOR THE ISSUE OF THE DEBENTURES IN DEMATERIALISED FORM. THE INVESTOR WILL HAVE TO HOLD THE DEBENTURES IN DEMATERIALISED FORM AS PER THE PROVISIONS OF THE DEPOSITORIES ACT. THE ISSUER SHALL TAKE NECESSARY STEPS TO CREDIT THE DEBENTURES ALLOTTED TO THE BENEFICIARY ACCOUNT MAINTAINED BY THE INVESTOR WITH ITS DEPOSITORY PARTICIPANT. THE ISSUER WILL MAKE THE ALLOTMENT TO INVESTORS ON THE DEEMED DATE OF ALLOTMENT AFTER VERIFICATION OF THE APPLICATION FORM AND THE ACCOMPANYING DOCUMENTS.

SECTION-II: FORWARD LOOKING STATEMENTS

Certain statements in this Preliminary Placement Memorandum that are not statements of historical facts constitute “forward looking statements”. Readers can generally identify forward-looking statements by terminology like “aim”, “anticipate”, “intend”, “believe”, “continue”, “estimate”, “expect”, “may”, “objective”, “plan”, “potential”, “projects”, “pursue”, “shall”, “should”, “will”, “would” or other words or phrases of similar import. Similarly, statements regarding the Issuer’s expected financial condition and results of operations, business, strategies, plans and prospects are also forward-looking statements. However, these are not the exclusive means of identifying forward-looking statements.

These forward looking statements and any other projections contained in this Preliminary Placement 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 Preliminary Placement Memorandum are based on the beliefs of the Bond Issue Committee of the Issuer, as well as the assumptions made by and information available to Bond Issue Committee as at the date of this Preliminary Placement 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.

SECTION-III: DEFINITIONS AND ABBREVIATIONS

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

General Terms

TERM	DESCRIPTION
“TCMC” or “Issuer” or “Corporation”	Tiruppur City Municipal Corporation, constituted under Article 243Q(1)(c) of the Constitution of India, 1949 and established under Section 3 of the erstwhile Tiruppur City Municipal Corporation Act, 2008 (“TCMC Act”) on February 19, 2008. The TCMC Act (now TNULB Act) has been amended vide Section 4 of the Tamil Nadu Urban Local Bodies Act, 1998.
“we”, “us”, “our”	Unless the context otherwise requires, the Corporation or TCMC.

Issuer related Terms

TERM	DESCRIPTION
AMRUT	Atal Mission for Rejuvenation and Urban Transformation.
AMRUT 2.0	Atal Mission for Rejuvenation and Urban Transformation 2.0 launched by the Hon’ble Prime Minister of India on October 1, 2021, with the aim of making cities ‘Aatma Nirbhar’ and ‘Water Secure’.
AMRUT Incentive	Pursuant to notification dated May 31, 2024, issued by the MoHUA, Government of India bearing notification no. D.O. No. K-14012/01/2022-AMRUT-IIB, urban local bodies claiming incentive for the first time, incentive amount of Rs. 13,00,00,000/- (Rupees Thirteen Crores) will be given for every Rs. 100,00,00,000/- (Rupees One Hundred Crores) of bonds issued subject to a maximum of Rs. 26,00,00,000 (Rupees Twenty-Six Crores) per urban local body.
Applicable Law	It shall mean all applicable statutes, enactments or acts of any legislative body in India, laws, ordinances, rules, bye-laws, regulations, notifications, guidelines, policies, directions, directives and orders of any Governmental Authority and any modifications or re-enactments thereof
Bond Issue Committee/Committee	Committee duly formed on September 24, 2025, by Municipal Commissioner letter and the current members of the Bond Issue Committee by Commissioner dated December 10, 2025
Council	Council shall mean “Council” as defined under Section 2(10) of the TNULB Act.
Municipal Commissioner/Commissioner	Municipal Commissioner, Tiruppur City Municipal Corporation, appointed in terms of the Tamil Nadu Urban Local Bodies Act, 1998, as amended from time to time which replaced the Tiruppur City Municipal Corporation Act, 2008.
Committee Member	Member of the Bond Issue Committee of the Corporation as mentioned in this Preliminary Placement Memorandum.
Dia CI	Diameter Cast Iron
DBOT	Design, Build, Operate, Transfer
DG Set	Diesel Generator Set
GoTN	Government of Tamil Nadu /State Government
GoI	Government of India/ Central Government.
Head Office	Head Office of TCMC at 1, Mangalam Road, Tiruppur, Tamil Nadu-641604
HP	Horse Power
HRMS	Human Resources Management System.
kVA	Kilovolt-ampere
MoHUA	Ministry of Housing and Urban Affairs.
MoUD	Ministry of Urban Development
MLD	Millions Liters Per Day
TCMC Act	Tiruppur City Municipal Corporation Act,2008
TNULB Act/ Act	The Tamil Nadu Urban Local Bodies Act, 1998
UGSS	Underground Sewerage Scheme

Issue Related Terms

TERMS	DESCRIPTION
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 the Placement 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.
Auditor of the Issuer/Auditors	Director of the Local Fund Audit/ Local Fund Audit Department appointed by the State Government as per the Section 63 of the Tamil Nadu Urban Local Bodies Act, 1998, for auditing the Municipal Fund, Capital Fund & Elementary Education Fund.
Audited Financial Statements	Refers to audited balance sheet, the income and expenditure statement and the cash flow statement of the Issuer for the Financial Years ending March 31, 2023 and March 31, 2024 audited by Local Fund Audit, Tiruppur and for Financial Year ending on March 31, 2025 audited by C Manivannan
AY	Assessment Year
Banker to the Issue	HDFC Bank Limited
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 Act, 1996).
Bid Closing Date/ Issue Closing Date	As is set out in the Issue Schedule on cover page.
Bid Opening Date/ Issue Opening Date	As is set out in the Issue Schedule on cover page.
Bonds/ NCDs/ Debentures	Upto 10,000 (Ten thousand) Rated, Listed, Taxable, Unsecured, Redeemable, Non-Convertible municipal bonds in the nature of Debentures, of face value of ₹ 1,00,000/- (Rupees One Lakh Only) for an amount aggregating up to ₹ 100 crores (Rupees One Hundred Crores Only) on a private placement basis proposed to be listed on NSE as mentioned in Section VII: <i>Objects of the Issue</i> on page no. 43 of this Preliminary Placement Memorandum.
Bondholder(s)	Any person or entity holding the Bonds and whose name appears in the list of Beneficial Owners provided by the Depositories.
Calendar Year	Each period of twelve (12) months commencing on January 1 and ending on December 31.
CDSL	Central Depository Services (India) Limited.
Continuous disclosures and compliances by listed entities	Continuous disclosures and compliances by listed entities in accordance with circular dated June 19, 2017, and bearing reference no. CIR/IMD/DF1/60/2017 read with the circular dated November 13, 2019, bearing reference No. SEBI/HO/DDHS/CIR/P/134/2019 and as amended from time to time.
Coupon/ Interest Payment Date	As mentioned in the Summary Term Sheet.
CARE	CARE Ratings Limited
Debenture Trust Deed	Deed to be executed by and between the Debenture Trustee and the Issuer in respect of the Bonds.
Debenture Trustee	Trustee for the Bond Holders, in this case being Catalyst Trusteeship Limited, a company incorporated under the provisions of the Companies Act, 1956 and having its registered office at GDA House, First Floor, Plot No. 85 S. No. 94 & 95, Bhusari Colony (Right), Kothrud, Pune, Maharashtra, India, 411038
Debenture Trustee Agreement	Agreement dated December 4, 2025 executed by and between the Debenture Trustee and the Issuer for the purposes of appointment of the Debenture Trustee to act as the debenture trustee in connection with the issuance of the Bonds.
Debenture Trustee Regulations	Securities and Exchange Board of India (Debenture Trustees) Regulations, 1993, as amended from time to time.
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

TERMS	DESCRIPTION
	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.
Deemed Date of Allotment	The date of allotment of the Bonds with effect from which all benefits under the Bonds including interest on the Bonds shall be available to the Bond holder(s). The actual allotment of Bonds (i.e., approval from the Council or a Committee constituted for the purpose of the Issue by Issuer) may take place on a date other than the Deemed Date of Allotment.
Depositories Act	The Depositories Act, 1996, as amended from time to time.
Depository Participant	A Depository Participant as defined under the Depositories Act.
Depository(ies)	A Depository registered with SEBI under the SEBI (Depositories and Participants) Regulations, 2018, as amended from time to time, in present case, being NSDL & CDSL.
DP	Depository Participant.
DSRA Amount	The amounts lying in, or credited into, the Interest Payment Account from time to time towards maintenance of the Required DSRA Amount.
DSRA Amount Shortfall	The amounts utilised from the Interest Payment Account (being the whole or a portion of the Required DSRA Amount) to fund the shortfall in the Interest Payment Account for the discharge of the Coupon payable on any Coupon Payment Date.
DTAA	Double Taxation Avoidance Agreement
Due Date	Any date or dates on which the Debenture Holder(s) are entitled to any payments in relation to the Bonds, which shall include, without limitation, the Coupon Payment Date(s) and the Maturity Date.
EBP	Electronic bidding platform as provided by the Stock Exchange(s) for bidding by Eligible Investors. NSE electronic book platform is being used for participating in electronic book building mechanism.
Escrow Account	The bank account opened by the Issuer with the Escrow Bank for the deposit of, inter alia, Property Tax and fees and user charges collected by the Issuer in the Collection Accounts for onward transfer to the Interest Payment Account and the Sinking Fund Account and for servicing of the Bonds, as per the requirements of (a) the SEBI circular in relation to 'Continuous disclosures and compliances by listed entities under SEBI (Issue and Listing of Municipal Debt Securities) Regulations, 2015' dated November 13, 2019 bearing reference no. SEBI/HO/DDHS/CIR/P/134/2019, as amended/modified and supplemented from time to time, which account is operated in the manner and upon the terms and conditions provided for in the Escrow Agreement.
Escrow Agreement	Escrow Agreement to be entered into by and between Tiruppur City Municipal Corporation and HDFC Bank Limited (in its capacity as the Escrow Bank) with respect to the Escrow Account, the Interest Payment Account and the Sinking Fund Account.
Escrow Bank	HDFC Bank Limited, being the bank where the Escrow Account, the Interest Payment Account and the Sinking Fund Account will be opened.
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.
GIS	Geographic Information System
GPS	Global Positioning System
GSR	Ground Service Reservoir
GST	Goods and Service Tax
HDD	Horizontal Directional Drilling
Independent Chartered Accountant	R Aravind and Associates, being the current Independent Chartered Accountant of the Issuer
I.T. Act	The Income Tax Act, 1961, as amended from time to time.
Interest Payment Account /IPA	The bank account to be opened by the Issuer with the Escrow Bank which shall be (i) the account from which the interest payments on the Bonds will be serviced and (ii) the account in which the Required DSRA Amount will also be maintained, as per the requirements of (a) the SEBI circular in relation to 'Continuous disclosures and compliances by listed entities under SEBI (Issue and Listing of Municipal Debt Securities) Regulations, 2015' dated November 13, 2019 bearing reference no.

TERMS	DESCRIPTION
	SEBI/HO/DDHS/CIR/P/134/2019, as amended/modified and supplemented from time to time, and operated by the Debenture Trustee in the manner and upon the terms and conditions provided for in the Escrow Agreement.
Issue Agreement	Agreement dated December 08, 2025 entered between the Issuer and the Merchant Banker/Arranger to the Issue in relation to the Issue.
Issue Proceeds Account	The bank account to be opened by the Issuer with the Banker to the Issue for proceeds received from the Issue, in the manner and upon the terms and conditions provided for in the Issue Proceeds Agreement.
Issue Proceeds Agreement	The Agreement to be entered into amongst the Issuer, the Banker to the Issue, Registrar and the Merchant Banker in relation to the operation of the Issue Proceeds Account.
IT	Information Technology
Majority Debenture Holders	The Debenture Holders holding an aggregate amount representing not less than 75% (Seventy Five Percent) of the value of the nominal amount of the Bonds for the time being outstanding. It is however clarified that, if a resolution is required to be passed in relation to a matter concerning a particular STRPP, the term “Majority Debenture Holders” shall mean the Debenture/Bond Holder(s) holding an aggregate amount representing not less than 75% (Seventy Five Percent) of the value of the nominal amount of that STRPP for the time being outstanding.
Merchant Banker/ Arranger/ Transaction Advisor to the Issue	Trust Investment Advisors Private Limited
Minimum Balance	In any period expiring on the transfer date it shall mean the amount required to be transferred to the Interest Payment Account and Sinking Fund Account at the end of such month on the terms as particularly set out in the Debenture Trust Deed.
NSCCL	National Securities Clearing Corporation Limited
NSDL	National Securities Depository Limited
NSE	National Stock Exchange of India Limited
NSE EBP Guidelines	Operational guidelines for NSE electronic bidding platform available on the website of NSE at www.nseindia.com/products-services/about-electronic-bidding-platform/operating-guidelines .
Objects of the Issue	The objects for which the proceeds of the Issue shall be used by the Issuer, i.e., incurring capital expenditure in respect of the Projects more particularly described in Section VII: Objects of the Issue on page no.43 of this Preliminary Placement Memorandum.
O&M	Operation and Maintenance
PAN	Permanent Account Number
Pay-In Date	The date on which the Bond Holders have remitted the subscription monies for the Bonds, as per the terms of this Preliminary Placement Memorandum/ the Placement Memorandum.
Permitted Investments	Shall mean: (a) With respect to the funds lying credited in the Escrow Account (to the extent of the minimum balance) and Interest Payment Account (including the DSRA Amount) can be kept in fixed deposits with any scheduled commercial bank with a dual rating of AA+ (Fixed Deposit Program) 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 in terms hereof. The Issuer shall ensure that funds lying in the escrow accounts shall be invested in accordance with the SEBI ILMDS Regulations and SEBI circulars/notifications/guidelines issued thereunder and Tamil Nadu Urban Local Bodies Rules, 2023 and the Tamil Nadu Urban Local Bodies Act, 1998, to the extent applicable.; (b) With respect to the funds lying to the credit of Sinking Fund Account can be deposited (a) in government securities, or (b) in such instruments which may be permitted both in terms of the SEBI Circulars and also Tamil Nadu Urban Local Bodies Rules, 2023 and the Tamil Nadu Urban Local Bodies Act, 1998. The lien

TERMS	DESCRIPTION
	shall be created in favor of Debenture Trustee on all the investments made in terms hereof;
Placement Memorandum/ PM	The placement memorandum to be filed with SEBI and NSE through which this proposed Issue will be made.
PPP	Public Private Partnership
Preliminary Placement Memorandum/PPM	Shall mean this preliminary placement memorandum dated December 10, 2025 filed with SEBI and NSE
Project	Providing Underground Sewerage Scheme Phase II to cover some of the expanded area in Tiruppur City Municipal Corporation
Property Tax	Shall mean property tax or any tax levied in place of property tax as per Section 255 of the Tamil Nadu Urban Local Bodies Act, 1998.
Record Date	As mentioned in the Summary Term Sheet.
Registrar	Registrar to the Issue, in this case being, Cameo Corporate Services Limited a company incorporated under the Companies Act, 2013 having registered office at Subramanian Building No.1 Clubhouse Road, Chennai, Tamil Nadu, India, 600002
Required DSRA Amount	An amount equal to 3 (Three) succeeding coupon payment (i.e., one year and six month interest obligation payments) for bonds which is required to be paid by the Issuer in respect of the Bonds to be maintained throughout the tenure of the Bonds in the Interest Payment Account which also complies with the requirements of the debt service reserve amount to be maintained as per the SEBI circular in relation to 'Continuous disclosures and compliances by listed entities under SEBI (Issue and Listing of Municipal Debt Securities) Regulations, 2015' dated November 13, 2019 bearing reference No. SEBI/HO/DDHS/CIR/P/134/2019 as amended from time to time.
Rs/INR/ ₹	Indian National Rupee
RTGS	Real Time Gross Settlement
SCADA	Supervisory Control and Data Acquisition
SCORES	SEBI Complaints Redress System
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.
SEBI Electronic Book Mechanism Guidelines	The guidelines issued by SEBI and pertaining to the EBP Platform set out in Chapter VI by SEBI in its Master Circular dated October 15, 2025 (bearing reference number SEBI/HO/DDHS/DDHS-PoD/P/CIR/2025/0000000137) titled "Master Circular for issue and listing of Non-convertible Securities, Securitized Debt Instruments, Security Receipts, Municipal Debt Securities and Commercial Paper, as may be amended, clarified or updated from time to time.
SEBI Master Circular	SEBI Master Circular for issue and listing of Non-convertible Securities, Securitized Debt Instruments, Security Receipts, Municipal Debt Securities and Commercial Paper dated October 15, 2025, bearing reference number SEBI/HO/DDHS/DDHS-PoD/P/CIR/2025/0000000137 as may be amended, clarified or updated from time to time.
SEBI Master Circular for Debenture Trustees	SEBI Master Circular for Debenture Trustees bearing reference number SEBI/HO/DDHS-PoD-1/P/CIR/2025/117 dated August 13, 2025, as may be amended, clarified or updated from time to time
SEBI Municipal Debt Regulations/SEBI ILMDS Regulations	Securities and Exchange Board of India (Issue and Listing of Municipal Debt Securities) Regulations, 2015, as amended from time to time and related circulars, notifications, guidance notes as issued by the Securities and Exchange Board of India.
Sinking Fund Account	The bank account to be opened by the Issuer with the Escrow Bank and operated by the Debenture Trustee in the manner and upon the terms and conditions provided for in the Escrow Agreement.
SPS	Sewerage Pumping Station
STP	Sewage Treatment Plant
TCMC Act/Act	Tiruppur City Municipal Corporation Act, 2008, ("TCMC Act") The TCMC Act was repealed vide Section 4 of the The Tamil Nadu Urban Local Bodies Act, 1998 the corporation shall be deemed to be constituted and incorporated under the TNULB Act.
TDS	Tax Deducted at Source

TERMS	DESCRIPTION
The Issue/the Offer/ Private Placement	Private Placement of upto 10,000 (Ten thousand) rated, listed, taxable, unsecured, redeemable, non-convertible municipal bonds in the nature of Debentures, of face value of ₹ 1,00,000/- (Rupees One Lakh Only) for an amount aggregating up to ₹ 100 crores (Rupees One Hundred Crores Only) by Tiruppur City Municipal Corporation, proposed to be listed on NSE.
Tripartite Agreements	Tripartite agreement amongst the Corporation, Registrar to the Issue, and CDSL dated [•] and Tripartite agreement between the Corporation, Registrar to the Issue, and NSDL dated [•].
Transaction Documents	The documents executed in relation to or which are relevant to the Issue including the Preliminary Placement Memorandum/Placement Memorandum along with all annexures, the Debenture Trustee Agreement, the Escrow Agreement, Issue Agreement, Registrar & Transfer Agent Services Agreement, Deed of Hypothecation, the Issue Proceeds Agreement, Debenture Trust Deed, the Tripartite Agreements with NSDL and CDSL and any other agreement or document designated as such by the Debenture Trustee (acting on the instructions of the Majority Debenture Holders).
TWAD	Tamil Nadu Water Supply and Drainage Board
ULB	Urban Local Body
‘Working Day’/‘Business Day’	In accordance with the SEBI (Issue and Listing of Non-Convertible Securities) Regulation, 2021, Business Day/Working day shall mean all days on which commercial banks in Tiruppur are open for business. In respect of the time period between the Issue Closing Date and the listing of Bonds on the Stock Exchange and with respect to the record date, working day shall mean all trading days of the Stock Exchange for Bonds, excluding Saturdays, Sundays and bank holidays, as specified by SEBI. If the date of payment of coupon/redemption of principal does not fall on a Working Day, the payment of coupon/principal shall be made in accordance with SEBI Master Circular dated October 15, 2025, bearing reference SEBI/HO/DDHS/DDHS-PoD/P/CIR/2025/0000000137, as amended from time to time. If the coupon payment date falls on a Sunday or a holiday, the coupon payment shall be made on the next Business Day. However, the dates of the future payments would continue to be as per the schedule originally stipulated in the Placement Memorandum. If the redemption date of the Bonds falls on a Sunday or a holiday, the redemption proceeds shall be paid on the previous working day. In such case, along with the redemption proceeds, the coupon accrued on the Bonds shall also be paid on the previous working day as per the cash flows provided under Annexure-V “Illustration of Bond Cash Flow” of the Placement Memorandum. If a leap year (i.e. February 29) falls during the tenor of the bonds, then the number of days shall be reckoned as 366 days (actual/ actual day count convention) for the entire year, irrespective of whether the interest/ dividend is payable annually, half yearly, quarterly or monthly. For the purpose of clarification, the payment of interest/redemption shall be made only as per the cash flows provided under Annexure-V “Illustration of Bond Cash Flow” of the Placement Memorandum. Payment of coupon/interest will be subject to the deduction of tax as per Income Tax Act, 1961 (if applicable) or any statutory modification or re-enactment thereof for the time being in force.

SECTION-IV: RISK FACTORS

An investment in the Bonds involves a certain degree of risk. The risk factors set forth below do not purport to be complete or comprehensive in terms of all the risk factors that may arise in connection with the Issuer's operations or management or any decision to purchase, own or dispose of the Bonds. Prospective investors should carefully consider the risks and uncertainties described below, in addition to the other information contained in this Preliminary Placement Memorandum before making any investment decision relating to the Bonds. Additional risks and uncertainties, which are currently unknown or now deemed immaterial, if materialize, may in the future have a material adverse effect on Issuer's operations, management or cash flows. The market prices of the Bonds may decline due to such risks and the prospective investors may lose all or part of their investment.

The prospective investors should consult their own tax, financial and legal advisors about the risks associated with investment and suitability of investment in such bonds. Investment in these Bonds includes 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 debentures. For taking an investment decision, investors must rely on their own examination of the Issue, the Issuer and this Preliminary Placement 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 Preliminary Placement Memorandum.

This Preliminary Placement Memorandum contains statements, which may be forward-looking, that involve risk and uncertainties. The Issuer's actual results could differ materially from those anticipated as a result of several factors, including the considerations described below and elsewhere in this Preliminary Placement Memorandum.

Unless otherwise indicated, the financial information included herein is based on the Issuer's audited financial statements for FY 2022-2023, FY 2023-2024 and FY 2024-2025 included in paragraph I (Abridged Balance Sheet, Income and Expenditure and Cash Flow Statement for the last three years with major heads) of Section X: Financial Information on page no. 79 of this Preliminary Placement Memorandum.

Investors are advised to read the following risk factors carefully before making an investment in the Bonds offered in this Issue. The order of the risk factors is intended to facilitate ease of reading and reference and does not in any manner indicate the importance of one risk factor over another. Potential investors must rely on their examination of the Issuer and this Issue, including the risks and uncertainties involved.

If any of the following stated risks or other risks that are not currently known or are now deemed immaterial actually occur, the Issuer's operations, financial conditions, cash flows and implementation of project could suffer and, therefore, the value of the Issuer's Bonds could decline and/ or the Issuer's ability to meet its obligations in respect of the Bonds could be affected. Potential investors should perform their own independent investigation of the financial condition and affairs of the Issuer, and their own appraisal of the creditworthiness of the Issuer.

Please note that unless specified or quantified in the relevant risk factors, the Issuer is not in a position to quantify the financial or other implications of any risk mentioned herein below and the financial information used in this section is derived from and should be read in conjunction with the Financial Information as included in this Preliminary Placement Memorandum.

INTERNAL RISK FACTORS

Project Risk and Internal Risks

- 1. We intend to utilize the Issue proceeds for the proposed Project which are subject to the risk of unanticipated delays in implementation and cost overruns. Any such unanticipated delays in implementation and cost overruns of the Project may have an adverse impact on our operations, reputation and cash flows.**

We intend to utilize the Issue proceeds for Funding the ULB share in Underground Sewerage Scheme Phase II (hereinafter, collectively, referred as "**Project**").

The Project are proposed to be financed through Issue proceeds of this Issue and internal accruals of the Issuer/ grants in cash or kind received/to be received by the Corporation from the government subject to conditions mentioned in the respective schemes. In case of non-receipt of grants or any shortfall of funds, the Issuer will have to arrange for alternative sources which may impact the Project, timelines and the cost. There can be no assurance, despite best efforts, that we will be able to complete the Project within estimated time and cost without any cost overruns. The work orders have already been issued for implementation of the Project and the work for few packages of the Project is under process. The Issuer has obtained certificate from New Tiruppur Area Development Corporation Limited, the Project Consultant dated December 10, 2025 regarding the proposed Project details, costs, schedule of implementation, benchmarks of the project etc. The cost of the Project may escalate or vary based on external factors which may not be in our control and could pose funding gaps and contingent budgetary risk for TCMC.

Although the Issuer is taking all reasonable steps to ensure timely execution, there can be no assurance despite best efforts of the Issuer, that the proposed Project will be completed as planned or on schedule, and if it is not completed in a timely manner, or at all, our budgeted costs for the Project may be insufficient to meet our proposed capital expenditure requirements towards the Project..

There is also a possibility that the implementation of the Project might get delayed due to various factors including workforce issues, public agitation, non-availability of approvals/ no objection certificates, or delays because of third party contractors etc.

The Schedule of Implementation of the Project along with the timelines stated therein are indicative based on the current progress of the Project and the Physical Target and Financial Target for activities is as per the work order for implementation of the Project. There can be no assurance that despite best efforts, the proposed Project will be completed as planned or on schedule, and if it is not completed in a timely manner, or at all, and any delay due to unforeseen circumstances that are beyond Issuer's control could have an adverse impact on our operations, reputation and cash flows.

2. **Any inability to obtain renew or maintain the statutory and regulatory permits and approvals which are required for installation and operation of the Project may have a material adverse effect on our ability to complete the Project on a timely basis or at all. Any failure to successfully complete the Project on a timely basis may have an adverse impact on our reputation, operations and cash flow.**

Presently, there are no approvals required to be obtained by the Corporation as per the certificates received from New Tiruppur Area Development Corporation Limited, the Project Consultant dated December 10, 2025 In future in case there may be a requirement of approvals/NOCs for the Project, the Issuer shall take all reasonable steps to obtain the said approvals/NOCs. However, the Issuer may be unable to obtain such approvals/consents (if so required) or renew such approvals within the stipulated time due to future events, unforeseen circumstances or reasons beyond the control of the Issuer, it may delay the installation of the Project in accordance with the Schedule of Implementation which may in turn adversely impact our reputation, operations and cash flows.

3. **We are involved in few litigations & adverse decisions in the same may impact our working and operational efficiency.**

The Issuer is a party to various legal proceedings and has received notices from certain statutory authorities. These legal proceedings are pending at different levels of adjudication before various courts, tribunals, statutory and regulatory authorities, and if determined against the Issuer, could have impact on the operations, implementation of project, income and the financial condition of the Issuer. A summary of pending proceedings involving Issuer are as follows:

- **Matters related to Direct and Indirect Taxes against the Issuer**

S. No.	Nature	Number of Cases	Amount Involved (Rs. In Crores)
Direct Tax			
1)	E-proceedings*	4	8.43

2)	TDS*	5	3.88
Indirect Tax			
3)	Property Tax** - Cases have been filed against the Issuer by the residents/ entities residing/ operating in Tiruppur City Municipal Corporation jurisdiction accusing Issuer of charging huge amount of property tax.	42	4.95

*Source: <https://www.tdscpc.gov.in/app/login.xhtml?usr=Ded>, status as on December 10, 2025.

** To the extent quantifiable excluding interest and penalty thereon.

1. Criminal Litigations involving the Issuer

The total number of cases involving pending cases against the Issuer and filed by the Issuer have been disclosed in the section Legal and Other Information. Since the nature of the case is criminal, there is no amount involved.

2. Actions by Regulatory and Statutory Authorities

The details of all the actions by Regulatory and Statutory Authorities have been disclosed in the “Section-XI- Legal and Other Information” on Page No. 89 of the PPM.

3. Other Civil Litigation

The details of all the individual civil litigations above the materiality threshold have been disclosed in the “Section-XI- Legal and Other Information” on Page No. 89 of the PPM.

No assurances can be given as to whether these legal proceedings and regulatory matters will be decided in the Issuer’s favour or have no adverse outcome, nor can any assurance be given that no further liability/ loss will arise out of such legal proceedings. The details of outstanding material litigations involving the Issuer which are based on the Materiality Policy of the Issuer are set out in “*Pending Litigations and Material Developments*” of *Section XI Legal and Other Information* on page no. 89 of this Preliminary Placement Memorandum.

4. Leakage of tax collections may affect volume of collections and inflows which may have an adverse impact on the accumulation of funds for future development, and on the Issuer's future execution capabilities and revenue collections.

The tax collections are primarily dependent on the integrity of tax/ charges collection systems and any leakage in the same due to fraud or technical faults affects the Issuer’s collections and inflows and may have an adverse impact on accumulation of funds for future development, resulting in reduction of the Issuer’s future execution capabilities.

If the tax collection is not properly monitored, such tax leakages may reduce the Issuer’s revenue. Although the Issuer has systems in place to minimise leakages due to fraud and pilferage, yet any significant failure by the Issuer to control leakage in the collection systems due to future events, unforeseen circumstances or reasons beyond the control of the Issuer, though not quantifiable monetarily, could have a material adverse effect on the Issuer’s operations and prospects. Further, any leakage in the collections resulting in avoidance of payment of taxes/ charges, may also adversely affect the Issuer’s operations. Further, there may be situations where the tax/ charges collection is disrupted or halted due to public agitation which may result in lesser revenue collection by the Issuer. Any such disruption or stoppage of tax/ charges collection will adversely affect the Issuer’s revenue collections.

5. Our financing agreements impose certain restrictions on our operations, and our failure to comply with operational and financial covenants may adversely affect our operations and reputation.

Our financing arrangements impose restrictions including to obtain prior consent from our lenders for creation of security interest over our assets and raising further indebtedness. For the purpose of the Issue, we have obtained the necessary consents from our lenders, as required under the relevant facility documentations for undertaking the Issue including consequent actions, such as creation of security for the Issue etc.

Further, any breach under our financing agreements even after reasonable efforts due to any unforeseen future circumstances that are outside our control could result in acceleration of our loan repayments or trigger a cross-default under our other financing agreements. In some of our financing agreements, the lender may, at its discretion, terminate or cancel the facility with immediate effect if we default under any other material agreements with any other financing institution, adversely affecting our operations and financial condition. For further details, see Section titled “Financial Information” beginning on page no. 79 of this Preliminary Placement Memorandum.

6. We are dependent on grants and support in the form of budgetary allocation from Central and State Government for Central and State Government project. Failure to obtain grants or any reduction in funding in the form of grants or budgetary allocation from the government may adversely impact such project.

The project undertaken by the Issuer are very capital intensive and any reduction in budgetary allocation of capital, funding or non-receipt of grants by the GoI and GoTN may materially affect the Issuer’s performance and asset generation capacity. Since grants are one of the main sources of revenue for the Issuer, any irregularity in release of grants may affect the project implementation schedules and affect the financial condition of the Issuer. For details of grants received from the State Government please refer to Section VI: *About the Issuer and Capital Structure of the Issuer* on page no. 34 of this Preliminary Placement Memorandum. Further, the growth plans of the Issuer are mainly determined by the amount of grants and support in the form of budgetary allocations and any adverse developments in the policy of the government in the manner in which it seeks to address the development of the infrastructure needs of India will have a material and adverse effect on the Issuer’s operations. Moreover, if the funding from grants decreases or if there is any adverse change in the pattern of allocation of the tax collected by GoI or if there is a downturn in the macroeconomic environment in India or in the sectors which are directly dependent on the infrastructure project that the Issuer undertakes/ proposes to undertake, the Issuer’s operations and future performance could be materially and adversely affected and may also have an adverse impact on the project.

7. The Project for which funds are being raised has not been appraised by any bank or government or regulatory body or financial institution and are not insured for any losses.

The Project for which funds are proposed to be financed through Bonds, and internal accruals of TCMC including grants from GoI/GoTN and have not been appraised by any bank or government or regulatory body or financial institution. The cost of the Project is based on the details, estimates and assumptions given in Detailed Project Report received for the Project and the related Project Cost approved by the Municipal Commissioner. Our budgeted costs for the Project may be insufficient to meet our proposed capital expenditure requirements Further the estimated Project Cost are excluding amount payable towards GST. The amount payable towards GST obligations will be borne by TCMC out of internal accruals. Although TCMC would endeavor to complete the Project on time and within the prescribed cost, a funding gap could develop due to cost overruns, which may pose a contingent budgetary risk for TCMC, or result in a request to the Council of the Corporation for additional borrowing authority for the Project. Further, the Issuer does not have any insurance coverage for the Project in case of any loss caused to the Project due to fire, earthquake, flood or any other natural calamities etc. leading to cost and time overruns. The non-implementation of the Project as per the schedule of implementation will affect the Issuer's performance and asset generation capacity, receipt of grants from GoI/GoTN and thereby impacting the business, cashflow and financial conditions of the Issuer. The schedule of implementation has been provided under Objects of the Issue chapter on page no. 43 of this PPM.

8. We are eligible for incentive from Government of India, Ministry of Housing and Urban Affairs under Atal Mission for Rejuvenation and Urban Transmission 2.0 ("AMRUT 2.0") for raising funds from Bonds. We cannot assure that we will be able to successfully raise the Bonds and any failure to raise funds through issuance of Bonds in a timely manner may impact our ability to receive incentive from Ministry of Housing and Urban Affairs, Government of India.

The Corporation will be eligible to receive incentive as per D.O. No. K-14012/01/2022-AMRUT-IIB dated May 31, 2024 from Ministry of Housing and Urban Affairs Government of India under Atal

Mission for Rejuvenation and Urban Transmission 2.0 ("AMRUT 2.0") for raising of funds through the proposed Bonds.

AMRUT 2.0 was launched with the objective of making cities 'Aatma Nirbhar' and water secure. Under the said notification for AMRUT 2.0, the first 20 urban local bodies on 'first come, first serve' basis during the mission period to issue municipal bonds by urban local bodies for raising bonds for the first time shall be eligible for incentive of Rs. 13,00,00,000/- (Rupees Thirteen Crores) for every Rs. 100,00,00,000/- (Rupees One Hundred Crores) of bonds, subject to a maximum of Rs. 26,00,00,000 (Rupees Twenty Six Crores) per urban local body.

Any failure by us to complete the Issue in a timely manner due to future events, unforeseen circumstances or reasons beyond the control of the Issuer may impact our ability to claim incentives under AMRUT 2.0 from Government of India, Ministry of Housing and Urban Affairs.

Credit Risk

9. The credit rating assigned to Bonds may be downgraded may adversely affect the value of Bonds and thus our ability to raise further debts.

CARE Ratings Limited has *vide* its letter dated April 02, 2025, assigned a rating of Provisional CARE AA-; Stable, revalidated *vide* rating letter dated December 10, 2025 and has issued a rating rationale dated April 03, 2025, Acuite Ratings & Research Limited has *vide* its letter dated March 18, 2025, assigned a rating of Provisional ACUITE AA- Stable and has issued a rating rationale dated March 18, 2025.

Credit rating may not reflect the potential impact of all risks related to structure, market, additional factors discussed here, and other factors that may affect the value of the Bonds. 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 due to future events, unforeseen circumstances or reasons beyond the control of the Issuer, 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.

The ratings provided by the Rating Agencies may be suspended, withdrawn or revised at any time including without limitation on financial deterioration of the Issuer. 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. In such cases where the value of the Bonds decreases, potential investors may incur losses on sale of their investment in the secondary market.

Financial Risk including Liquidity Risk

10. Collection ratios of Issuer may vary in the future that may impact the financial condition of the Issuer.

The total collection of Property Tax which is one of the main sources of revenue has increased from Rs. 90.09 crores in FY 2022-2023 to Rs. 104.26 crores in FY 2023-2024 to Rs. 118.92 crores in FY 2024-2025. Though the total collections have increased from the last three years, however, there can be no assurance that the total collection may not decrease in future which will have an impact on the financial condition of the Issuer. The portion of property tax due but not collected is shown as receivables in our financial statements. While the Issuer takes certain measures, from time to time, to collect such arrears, there can be no guarantee for timely collection of such arrears.

Any shortage in collections in any period may result in a mismatch in revenue and expenditure of the Issuer and the funds may be inadequate for transfer to the Escrow Account. For further details please refer to the "Details of Property Tax collection" of Section X: Financial Information on page no.85 of this Preliminary Placement Memorandum.

11. Financial Risk

The Issuer's ability to pay Coupon accrued on the Bonds and/or the principal amounts outstanding from time to time in connection therewith would be subject to various factors, including inter alia the Issuer's financial condition, profitability, revenue generation and general economic conditions prevailing in India and in the global financial markets. Any adverse change in these factors may have an adverse impact on our reputation and financial condition. The Issuer shall create a structured payment mechanism through which the Property Tax-Revenue Fund or any other specified revenue/cashflow deposited in the account(s) where Property Tax-Revenue Fund shall be collected are being routed to ensure 100% (One Hundred percent) cover for the principle amount of Bonds and interest accrued thereon.

12. TCMC may not be able to pay interest accrued on the Bonds and/ or the principal amount in timely manner as outstanding from time to time.

While the Issuer will take all reasonable steps to pay the accrued interest and/ or the principal amount in timely manner, the Bond Holders may not be able to recover, on a timely basis, the full value of the outstanding amounts and/or the interest accrued thereon in connection with the Bonds, due to future events, unforeseen circumstances or reasons beyond the control of the Issuer.

TCMC's ability to timely 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 timely on-time recovery of Property Tax-Revenue Fund and the general economic conditions prevailing in India and in the global financial markets. Though Issuer has created a structured payment mechanism through which the Property Tax-Revenue Fund , shall be collected for debt servicing in favor of the Debenture 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.

13. Considering the nature of the Issuer and non-applicability of SARFAESI, recovery proceeding, if any, initiated in case of any default might take longer which may have a negative impact on the ability of the investor to recover the Investors' dues.

The NCD Holders 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 NCDs. However, the NCD Holders may themselves or through the Debenture Trustee, may have other available legal recourse in accordance with SEBI regulations and other Applicable Law.

The Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 does not apply to the Issuer. Given the nature of the Issuer and the Bonds issuance being unsecured, in case of any default by the Issuer the process to be followed for recovery of Investor's monies might be longer.

Business Risk

14. The Issuer is dependent on information technology and any breach on information technology may affect the Issuer's activities.

The Issuer's operations are dependent on information technology. The Issuer has undertaken various reforms towards digitisation of payment of tax and other services. A failure, inadequacy or security breach in the information technology and telecommunication systems or an inability to adapt to rapid technological changes may adversely affect the Issuer's activities, timely collection of taxes and the Issuer's financial condition.

The Issuer's ability to maintain and upgrade its information technology systems and infrastructure on a timely and cost-effective basis, including the ability to process a large number of transactions on a daily basis may have an impact on the Issuer's business. The Issuer's operations also rely on the

secure processing, storage and transmission of confidential and other information in its computer systems and networks. The Issuer has engaged various private sectors entities for enabling the digitalization. If any of these entities is unable to meet the desired objectives these services may fail to operate adequately or become disabled as a result of events that may be beyond the Issuer's control, including a disruption of electrical or communications services. Further, the computer systems, software and networks may be vulnerable to unauthorised access, computer viruses or other attacks that may compromise data integrity and security and result in information or identity theft, as a consequence of which the Issuer's operations and future performance could be materially and adversely affected.

15. Reliance on third-party intermediaries, contractors and service providers.

The Issuer while undertaking various projects relies on third-party intermediaries, contractors and service providers who may not perform their obligations satisfactorily or in compliance with Applicable Laws.

The Issuer enters into outsourcing arrangements/ contracts with civil contractors for undertaking various civil contracts and with third party vendors for providing various services. Any failure by the contractors or service providers to provide a specified service, develop the Project and maintain it or a breach in security/ confidentiality or non-compliance with legal and regulatory requirements may result in financial loss, loss of reputation, delay in the Project and have an adverse impact on the financial condition of the Issuer.

16. Labour Related Risks

India has stringent labour legislation that protects the interests of workers, including legislation that sets forth detailed procedures for discharge of employees and dispute resolution and imposes financial obligations on employers upon employee layoffs. As a result of such stringent labour regulations, it is difficult for the Issuer to maintain flexible human resource policies, discharge employees or downsize, which may adversely affect our business, financial condition and results of operations. Additionally, some of the Issuer's employees are part of certain industry labour unions and such unions could result in labour unrest. Strikes or work stoppages or any mishaps/ accidents impacting the labour in future could have an adverse impact on the Issuer's operations. Recently, the Government of India has given its assent to enact (i) Code on Wages, 2019 (ii) Industrial Relations Code, 2020 (iii) Code on Occupational Safety, Health & Working Conditions Code, 2020 (iv) Code on Social Security, 2020 which has replaced some of the existing labour laws with the objective to simplify and modernize labour regulations. However, the rules under the abovementioned codes are yet to be notified by the Central Government and by the State Government.

The Issuer, from time to time, for certain activities, appoints independent contractors who in turn may engage on-site contract labour for performance of certain activities. Any measures taken by the Government of India and Government of Tamil Nadu may impact the movement and activities of contract labour will have a negative impact on the activities of execution agencies such as civil contractors and other vendors that have been engaged by the Issuer. Further, the Issuer may be held responsible for any payment of wages/ compensation for any accidents or losses relating to such contracted labourers in certain cases even though such labourers are not directly engaged by the Issuer. Such an event may have an adverse impact on the Issuer's financial position and operations due to future events, unforeseen circumstances or reasons beyond the control of the Issuer.

17. The Issuer has certain contingent liabilities, the materialisation of which may adversely affect the Issuer's financial condition.

The Issuer, in the ordinary course of its business, is involved in various claims, suits, investigations, and legal proceedings that arise from time to time. Although the Issuer does not expect that the outcome in any of these legal proceedings, individually or collectively, will have a material adverse effect on the Issuer's financial position or results of operations, yet litigation is inherently unpredictable. Therefore, the Issuer could incur judgments or enter into settlements of claims that could adversely affect the Issuer's operating results or cash flows in a particular period. As on the date of this Preliminary Placement Memorandum, there are a number of ongoing civil and consumer

claims against the Issuer. While for some cases, some deposits have already been done with the regulatory authorities however, there may be other cases wherein provision for contingent liabilities has not been recognized in the Issuer's financial statements. The outcomes of these cases are remote and the financial implications are not ascertainable. In the event, any of these contingent liabilities materialise, the Issuer's financial condition may be adversely affected. For details of non-payment of statutory dues of the Issuer, please refer to paragraph H "*Details of non-payment of statutory dues, if any*" of *Section XI: Legal and Other Information* on page no.89 of this Preliminary Placement Memorandum.

18. We are exposed to operational risks, including employee negligence, petty theft, burglary and embezzlement and fraud by employees or third parties, which could harm our results of operations and financial position.

We are exposed to operational risks, including employee negligence, petty theft, burglary and embezzlement and fraud by employees or third parties, which could harm our results of operations and financial position. We may do cash collections to recover our dues. Such cash transactions may expose us to the risk of theft, burglary and misappropriation or unauthorized transactions by our employees and fraud by employees or third parties. Our insurance policies, security systems and measures undertaken to detect and prevent these risks may turn out to be insufficient to prevent or deter such activities in all cases or due to future events, unforeseen circumstances or reasons beyond the control of the Issuer, which may adversely affect our operations and profitability. Further, we may be subject to regulatory or other proceedings in connection with any unauthorized transaction, fraud or misappropriation by our representatives and employees, which could adversely affect our goodwill.

EXTERNAL RISK FACTORS

General Risk

19. There may be less information available about the municipal corporations listed on the Indian securities markets compared with information that would be available if we were listed on securities markets in certain other countries.

There may be differences between the level of regulation and monitoring of the Indian securities markets and the activities of investors, brokers and other participants in India and that in the markets in the United States and certain other countries. SEBI is responsible for ensuring and improving disclosure and other regulatory standards for the Indian securities markets. SEBI has issued regulations and guidelines on disclosure requirements, insider trading and other matters. There may, however, be less publicly available information about a municipal corporation listed on an Indian stock exchange compared with information that would be available if that the said municipal corporation was listed on a securities market in certain other countries. As a result, investors may have access to less information about the operations, results of operations, cashflows and financial conditions than you may find in the case of municipal corporations listed on a securities market of other more developed countries.

20. Political Scenario prevailing in India might risk our business.

Periodic elections and/ or rotation of the officers might pose a risk to the operations of the Issuer since a change in the government might shift the policy focus for the municipal corporation which will impact the ongoing activities of the Issuer. Such changes in policy focus might affect the relative priority of capital expenditures for the Project and other projects undertaken by the Issuer. The payment of interest and principal to the Bonds holders are backed by structured payment mechanism. For further details, please refer to Structured Payment Mechanism on page 103 of this PPM.

21. Changes in Government Policies may affect the collection of revenue of the Issuer and may also affect the management of the expenditure.

The Issuer's operations are dependent on the policies of the government, central as well as state initiatives. Any changes in government policies detrimental to the Issuer may affect the collection of revenue of the Issuer and may also affect the management of the expenditure of the Issuer. Further,

inconsistencies in our revenue collection and any lack of support in terms of regulatory initiatives will adversely affect the Issuer's operations, as will any delayed response in policy alteration or other regulatory impediments, which will adversely affect the Issuer's operations. Additionally, policies of central and state government which mandate urban local bodies to focus on development in certain specific sectors or areas or future events, unforeseen circumstances or reasons beyond the control of the Issuer may affect the Issuer's projects and operations. 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 project.

22. Material changes in regulations to which the Issuer is subject could impair the Issuer's ability to meet payment or other obligations.

The Issuer and the terms and conditions of the Bonds are subject to changes in Indian laws, as well as to changes in government regulations and policies and accounting principles. Any changes in the regulatory framework could adversely affect the profitability of the Issuer or its future financial performance, by requiring a restructuring of its activities, increasing costs or otherwise. No assurance can be given as to the impact of any possible judicial decision or change to Indian law or administrative practice after the date of issue of the Bonds and any such change could materially and adversely impact the value of any Bonds affected by it.

23. Legality of purchase.

Potential investors of the Bonds will be responsible for the lawfulness of the acquisition of the Bonds, whether under the laws of the jurisdiction of its incorporation or the jurisdiction in which it operates or for compliance by that potential investor with any law, regulation or regulatory policy applicable to it.

24. The secondary market for the Bonds may be less liquid.

The Bonds may be less liquid, and no secondary market may develop in respect thereof. Even if there is a secondary market for the Bonds, it is not likely to provide significant liquidity due to which the liquidity and market prices of the Bonds may be adversely affected.

Further, the market price of the Bonds would depend on various factors, inter alia, including (i) the interest rate on similar securities available in the market and the general interest rate scenario in the country (ii) the market for listed debt securities, (iv) general economic conditions, and (v) our reputation, financial performance and results of operations. The aforementioned factors may adversely affect the liquidity and market price of the Bonds, which may trade at a discount to the price at which you purchase the Green Bonds and/or be relatively illiquid. Potential investors may have to hold the Bond until redemption to realise any value.

25. Tax/Accounting considerations and Legal considerations.

Special tax/accounting considerations and legal considerations may apply to certain types of investors. Potential investors are urged to consult with their own financial, legal, tax and other professional advisors to determine any financial, legal, tax and other implications of this investment.

Further, sale of Bonds by any Bonds Holder may give rise to tax liability. The returns received by the investors from Debentures issued by the Issuer in the form of interest and the gains on the sale/transfer of the Debentures may be subject to tax liabilities under the Income Tax Act, 1961. For details of possible tax benefits available to the Issuer and NCD Holders under the applicable laws in India, as discussed in section titled "*Tax Benefits*" on page no. 51 of this PPM.

The investment activities of certain investors are subject to investment laws and regulations, or review or regulation by certain authorities. Each potential investor should consult its legal advisers to determine whether and to what extent (i) the Bonds are legal investments for it, (ii) the Bonds can be used as collateral for various types of borrowing and (iii) other restrictions apply to its purchase or investments in the Bonds.

26. Accounting considerations.

Special accounting considerations may apply to certain types of taxpayers. Potential investors are urged to consult with their own accounting advisors to determine the implications of this investment.

27. External factors like natural calamities, pandemics, protest, riots, terrorism etc. may affect our operations and may delay the implementation of proposed Project.

Any occurrence of natural calamities like storm, flash floods, any instance of pandemics, protest, riots etc. could hamper the transportation facilities, impact mobility and functioning of the city and hence the implementation of proposed Project. Though we are scaling up our internal systems to take care of any such sudden events, in case they occur in future, these conditions may result in hampering the functioning of TCMC due to additional cost burden for retrieving the city back to normalcy.

28. Decentralization with respect to Municipal Corporations.

TCMC has legislative and administrative control over its operating revenues, expenditures and capital plans, as permitted under the relevant Act. Nevertheless, changes in State and Central Government revenue sources and regulatory frameworks could have an effect on the credit profile of TCMC (positive and negative), should those changes result in devolution of power, of revenues or of spending mandates.

Additionally, being a government organization, TCMC 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 TCMC.

29. The Issue may not be fully subscribed to by potential investors.

In case the Issue is not fully subscribed to by potential investors, the Issuer may be unable to meet the funding requirements of the Project from the proceeds of the Issue to the full extent. The Issuer may be required to raise additional funds to meet the shortfall in funding the Project through other sources which may lead to a delay in the completion of the Project. The funding gap may develop due to such shortfall in full subscription to the Issue, in which the Issuer may utilize its internal accruals or obtain funding through other means for completion of the Project. Please refer to paragraph J (Capital structure relating to Project for which funds are proposed to be mobilised) of Section VI *About the Issuer and Capital Structure of the Issuer* on page no. 34 of this Preliminary Placement Memorandum.

Risk in relation to the Bonds

30. The Issuer shall do all necessary actions for listing of the bond in timely manner, however there is no assurance that the Bonds issued pursuant to this Issue will be listed on NSE 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 the Issue will not be granted until after the Bonds have been issued and allotted. Approval for listing and trading will require all relevant documents to be submitted and carrying out of necessary procedures with the Stock Exchange. There could be a failure or delay in listing the Bonds on NSE for reasons unforeseen. While the Issuer shall ensure compliance with the provisions related to the timelines for listing of securities as specified in Chapter VII of Master Circular for issue and listing of Non-convertible Securities, Securitized Debt Instruments, Security Receipts, Municipal Debt Securities and Commercial Paper, however, if permission to deal in and if an official quotation of the Bonds is not granted by NSE, our Corporation shall refund the entire monies received within seven days of receipt of intimation from NSE rejecting the application for listing of Bonds, and if any such money is not repaid after the Issuer becomes liable to repay it, the Issuer shall be liable to repay that money with interest at the rate of 15% (fifteen percent) per annum till such refund is made.

31. 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 rate, 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 rate 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.

32. There may be nil or partial allotment to investors in case of oversubscription of the Issue.

In case the Issue is oversubscribed the allotments will be made to the applicants on yield-time priority/ pro-rata basis in line with the SEBI EBP Guidelines and the investors may not receive allotment to the full extent of their application size or any allotment at all. Accordingly, the investors may get partial allotment case of oversubscription of the Issue, depending on their bids on the EBP Platform, in accordance with SEBI EBP Guidelines.

33. The Issuer, post listing of the Bonds shall be subject to continuous listing compliances with applicable rules and regulations with respect to such listed non-convertible debentures.

The Bonds are proposed to be listed on the NSE. Subsequently, we will be required to comply with various applicable rules and regulations, including the SEBI circulars issued on continuous disclosures and compliances for our Bonds. Any instances of non-compliance, despite best efforts may lead to fines/ penalties or actions by the Stock Exchange.

SECTION-V: GENERAL INFORMATION

A. Details of the Issuer

i) **Name of the Issuer:** Tiruppur City Municipal Corporation

ii) **Head Office of the Issuer:**
1, Mangalam Road,
Tiruppur, Tamil Nadu-641604
Ph: 0421-22440153
Email id: tcmmunicipalbond2024@gmail.com
Website: www.tnurbantree.tn.gov.in/tiruppur

iii) **Other Offices of the Issuer:**

Zonal Offices:

- a) **ZONE-I**
15 Velam Palayam Municipality, Gandhi Road, Anupparpalayam, Tiruppur 641602
- b) **ZONE-II**
W. No. 20 Nanjappa Nagar, Thottipalayam, Tiruppur 641458
- c) **ZONE-III**
Nallur Municipality (New Building Office) Kangeyam Main Road, Nallur Vil, Tiruppur 641606
- d) **ZONE-IV**
Murugampalayam Panchayat Office, Murugampalayam, Tiruppur 641687

B. Details of the registered and corporate office of the Issuer

Not applicable, as the Issuer is a Municipal Corporation

C. Details of Mayor/Deputy Mayor

Sl. No.	Name	Designation	Date of Appointment
1.	Shri. N. Dinesh Kumar	Mayor	March 4, 2022
2.	Shri. R. Balasubramaniam	Deputy Mayor	March 4, 2022

D. Details of Commissioner/Deputy Commissioners/ Assistant Commissioner

Sl. No.	Designation	Name of the Officer	Date of Appointment for the Designation*
1.	Municipal Commissioner	Shri M.P Amith (I.A.S)	June 27, 2025
2.	Deputy Commissioner	Shri M. Sundararajan	December 07, 2023
3.	Assistant Commissioner (Revenue)	Shri. Ganesh Kumar S	March 01, 2024
4.	Assistant Commissioner (Accounts & General#)	Shri P. Thangavel Rajan	September 22, 2021

*Date of taking charge

#Assumed Additional Charge of AC(General) on September 24, 2024

E. Details of the members of the Committee approving the projects/ various Standing Committees relating to Taxation / Finance /Accounts/ Audit/ Infrastructure/ others.

The Issuer has 6 Standing Committees and a Bond Issue Committee.

Details of the Standing Committee are given below:

Standing Committees

The Standing Committees comprises of members appointed by the Council from amongst themselves at it's general elections. Presently the Issuer has the following 6 (six) Standing Committees:

- **Accounts Committee**

This Committee is responsible for examining the accounts of the Corporation. It reviews financial statements, expenditure records, and related documentation in detail. The Committee ensures transparency, accuracy, and adherence to financial regulations.

Name and Designation	Date of Appointment /Resignation	Member of the Committee since (in case of resignation)	Remarks
Chairman			
Mr. K.P Gopalsamy	March 31, 2022	-	-
Members			
Mrs. Premalatha	March 31, 2022	-	-
Mrs. M. Latha	March 31, 2022	-	-
Mr. G. Muthukrishnan	March 31, 2022	-	-
Mrs. E. Santhi	March 31, 2022	-	-
Mrs. P. Jeyasudha	March 31, 2022	-	-
Mrs. G. Vijayalakshmi	March 31, 2022	-	-

- **Education Committee**

This Committee is responsible for the overall maintenance of Corporation schools. Its duties cover the upkeep, repair, and improvement of school buildings and related facilities. Matters concerning day-to-day operations or academic administration do not fall under its scope.

Name and Designation	Date of Appointment /Resignation	Member of the Committee since (in case of resignation)	Remarks
Chairman			
Mr. P. Divakaran	March 31, 2022	-	-
Members			
Mrs. G. Malathi	March 31, 2022	-	-
Mrs. P. Premalatha	March 31, 2022	-	-
Mr. M. Damotharan	March 31, 2022	-	-
Mr. N. Thulasimani	March 31, 2022	-	-
Mr. M. Santhamani	March 31, 2022	-	-
Mrs. R. Manimekalai	March 31, 2022	-	-

- **Public Health Committee**

This Committee is responsible for ensuring the overall cleanliness of the city. It reviews and grants sanction for procurement related to health and sanitation activities.

Name and Designation	Date of Appointment /Resignation	Member of the Committee since (in case of resignation)	Remarks
Chairman			
Smt. K. Kavitha	March 31, 2022	-	-
Members			
Mrs. S. Anuisha Devi	March 31, 2022	-	-
Mr. V.K. Chezhiyan	March 31, 2022	-	-
Mr. M. Damotharan	March 31, 2022	-	-
Mrs. C. Padmavathy	March 31, 2022	-	-
Mrs. S. Santhamani	March 31, 2022	-	-
Mr. R. Samynathan	March 31, 2022	-	-

- Town Planning Standing Committee**

This Committee reviews and recommends all town-planning related activities. Its responsibilities include examining proposals for layout approval, subdivision, and related planning matters. Each proposal is assessed for compliance with statutory norms and alignment with the Corporation's development policies.

Name and Designation	Date of Appointment /Resignation	Member of the Committee since (in case of resignation)	Remarks
Chairman			
Mrs. K. Loganayagi	March 31, 2022	-	-
Members			
Mrs. S Anushya Devi	March 31, 2022	-	-
Mr. G. Muthukrishnan	March 31, 2022	-	-
Mr. R. Nagaraj	March 31, 2022	-	-
Mrs. M.Santhamani	March 31, 2022	-	-
Mrs. P. Jeyasudha	March 31, 2022	-	-
Mrs. E. Gandhimathi	March 31, 2022	-	-

- Taxation and Finance Committee**

This Committee handles all matters related to the Corporation's taxation and finance. Any proposed revision or increase in tax is first taken up for detailed discussion in this committee. All aspects of the proposal are examined to ensure fairness, feasibility, and alignment with the Corporation's objectives. Once the review is complete, the recommendation is forwarded to the Council for final approval.

Name and Designation	Date of Appointment /Resignation	Member of the Committee since (in case of resignation)	Remarks
Chairman			
Mrs. K. Gomathi	March 31, 2022	-	-
Members			
Mrs. G. Malathi	March 31, 2022	-	-
Mrs. M. Latha	March 31, 2022	-	-
Mr. S. Kumar	March 31, 2022	-	-
Mr. A. Rajendran	March 31, 2022	-	-
Mrs. E. Shanthi	March 31, 2022	-	-
Mrs. S. Fathima Thasrin	March 31, 2022	-	-

- **Works Committee**

This Committee grants administrative sanction for work estimates within the prescribed financial limits. Any proposal falling under its jurisdiction is first reviewed in detail to ensure compliance with budgetary provisions.

Name and Designation	Date of Appointment /Resignation	Member of the Committee since (in case of resignation)	Remarks
Chairman			
Mr. R. Senthilkumar	March 31, 2022	-	-
Members			
Mrs. K. Velammal	March 31, 2022	-	-
Mrs. K. Padmavathy	March 31, 2022	-	-
Mrs. M. Benasir	March 31, 2022	-	-
Mr. S. Arunachalam	March 31, 2022	-	-
Mrs. E. Gandhimathi	March 31, 2022	-	-
Mr. R. Saminathan	March 31, 2022	-	-

Bond Issue Committee

The Issuer has formed the Bond Issue Committee vide Municipal Commissioner Letter dated September 24, 2025, and currently consists of the following members:

Name and Designation	Date of Appointment/ Resignation	Member of the Committee since (in case of resignation)	Remarks
Chairman			
Shri M.P Amith (I.A.S) Municipal Commissioner	September 24, 2025	-	-
Members			
Mr. M. Sundararajan Deputy Commissioner	September 24, 2025	-	-
Ganesh Kumar S Assistant Commissioner (Revenue)	September 24, 2025	-	-
P Thangavel Rajan Assistant Commissioner (Accounts & General#)	September 24, 2025		
S. A Mohammed Shaffiulla Chief Engineer	September 24, 2025	-	-

#Assumed Additional Charge of AC(General) on September 24, 2024

- F. **Name, designation, address and DIN of each member of the board of directors of the issuer if the issuer is a company.**

Not Applicable, as the Issuer is a Municipal Corporation.

- G. **Name, address, telephone number and email address of the Compliance Officer of the Issuer/ Official In-charge of dealing with Investor Grievances related to Municipal Bonds and also the Chief Accounts and Finance Officer or equivalent of the Issuer**

Shri. M. Sundararajan
Deputy Commissioner

1, Mangalam Road,
Tirupur, Tamil Nadu-641604

Ph. No.: 0421-22440153

Email: tcmmunicipalbond2024@gmail.com

Email (Investor Grievance): tcmmunicipalbond2024@gmail.com

The responsibility of Shri. M. Sundararajan as Compliance Officer and in-charge of investor grievances shall remain till he has his designation as Deputy Commissioner in TCMC and in case of his transfer/retirement/recuse, TCMC shall immediately handover the responsibility of Compliance Officer to any other official of the same cadre holding his post.

H. Arranger

The Merchant Banker to the Issue is also the Arranger/Transaction Advisor. The details are set out below:

TRUST INVESTMENT ADVISORS PRIVATE LIMITED

Address: 109/110, Balarama, Bandra Kurla Complex, Bandra (East),
Mumbai – 400 051, Maharashtra, India

Tel: +91 2240845000

Fax: +91 2240845066

Email: tiruppurcity@trustgroup.in

Investor Grievance E-mail: customercare@trustgroup.in

Website: www.trustgroup.in

Contact Person: Anindya Sen

Compliance Officer: Aayushi Mulasi

Tel (Compliance Officer): +91 2240845000

Email (Compliance Officer): customercare@trustgroup.in

SEBI Registration No.: INM000011120

CIN: U67190MH2006PTC162464

I. Debenture Trustee of the Issue

CATALYST TRUSTEESHIP LIMITED

Address: GDA House, First Floor, Plot No.85
S. No. 94 & 95 Bhusari Colony (Right), Kothrud,
Pune, Maharashtra, India. 411038

Tel: (022) 49220555

Fax: +91 (22) 49220505

Contact Person: Mr. Umesh Salvi

Compliance Officer: Ms. Kalyani Pandey

E-mail: ComplianceCLT-Mumbai@ctltrustee.com

Website: www.catalysttrustee.com

Investor Grievance e-mail: grievance@ctltrustee.com

SEBI Registration No.: IND000000034

CIN: U74999PN1997PLC110262

J. Registrar to the Issue:

CAMEO CORPORATE SERVICES LIMITED

Address: Subramaniam Building No.1
Club House Road, Chennai - 600002

Tel: +91 44-40020700 / 28460390

Fax No.: NA

Email: ipo@cameoindia.com

Website: www.cameoindia.com

Contact Person: Mrs K Sreepriya

E-mail (Investor Grievance): investor@cameoindia.com

SEBI Registration No.: INR000003753

CIN: U67120TN1998PLC041613

K. Credit Rating Agencies for the Issue:

Acuite Ratings & Research Limited

Address: 708, Lodha Supremus, Lodha ithink Techno Campus,

Kanjurmarg East, Mumbai- 400042
Tel: +91 9969898000
Fax: N.A
E-mail: chitra.mohan@acuute.in
Website: www.acuute.in
Compliance Officer: Ms. Chitra Mohan
Tel. (Compliance Officer): +91 9969898000
Email (Compliance Officer): chitra.mohan@acuute.in
Contact Person: Ms Chitra Mohan
SEBI Registration No.: IN/CRA/006/2011
CIN: U74999MH2005PLC155683

CARE Ratings Limited

Address: 4th Floor, Godrej Coliseum, Somaiya Hospital Road
Off Easter Express Highway, Sion (East), Mumbai 400 002.
Tel: 022-67543456
Fax: 022-02267543457
E-mail: Nikhil.Soni@careedge.in
Website: www.carerating.com
Contact Person: Mr. Nikhil Soni
SEBI Registration No.: IN/CRA/004/1999
CIN: L67190MH1993PLC071691

L. Auditor of the Issuer:

In accordance with Section 63 of the Tamil Nadu Urban Local Bodies Act, 1998, the State Government appoints auditors for auditing the accounts of receipt and expenditure of the municipal fund. Such auditors shall be deemed to be “public servants” as per the definition provided under Section 2(28) of Bhartiya Nyaya Sanhita, 2023. All the accounts of the Issuer have been audited by the Director of Local Fund Audit/ Local Audit Department.

Independent Chartered Accountant of the Issuer

R Aravind and Associates

No.461, II Floor, Vivekananda Road,
Near KMCH City Center,
Ram Nagar, Coimbatore – 641009
Fax: NA
Tel: 0422-4393929
E-mail: tripletecbe@gmail.com
Contact Person: R Aravind
Website: NA
Firm Registration No.: 02174S
Membership Number: 228731

M. Names, addresses, telephone numbers, contact person, website addresses and e-mail addresses of the lead manager(s), registrars to the issue, bankers to the issue, brokers to the issue and syndicate member(s); along with URL of SEBI website listing out the details of self-certified syndicate banks, registrar to the issue and depository participants, etc., if applicable.

Lead Manager	Not Applicable as the Issue is on a private placement basis.
Merchant Banker	TRUST INVESTMENT ADVISORS PRIVATE LIMITED, Address: 109/110, Balarama, Bandra Kurla Complex, Bandra (East), Mumbai – 400 051, Maharashtra, India Tel: +91 2240845000 Fax: +91 2240845066 Email: tiruppurcity@trustgroup.in Investor Grievance E-mail: customercare@trustgroup.in Website: https://trustgroup.in Contact Person: Anindya Sen

	Compliance Officer: Aayushi Mulasi Tel (Compliance Officer): +91 2240845000 Email (Compliance Officer): customercare@trustgroup.in SEBI Registration No.: INM000011120 CIN: U67190MH2006PTC162464
Registrar to the Issue	CAMEO CORPORATE SERVICES LIMITED Address: Subramaniam Building No.1 Club House Road, Chennai - 600002 Tel: +91 44-40020700 / 28460390 Fax No.: NA Email: ipo@cameoindia.com Website: www.cameoindia.com Contact Person: Mrs. K Sreepriya E-mail (Investor Grievance): investor@cameoindia.com SEBI Registración No.: INR000003753 CIN: U67120TN1998PLC041613
Banker to the Issue	HDFC Bank Limited Address: HDFC Bank Limited, FIG- OPS Department- Lodha, I Think Techno Campus O-3, Next to Kanjurmarg, Railway Station, Kanjurmarg (East) Mumbai- 400042 Tel.: 022-30752928/2914 Fax: 022-25799801 E-mail: Siddharth.Jadhav@hdfc.bank.in; eric.bacha@hdfc.bank.in; Sachin.gawade@hdfc.bank.in Investor Grievance e-mail: sebicomplaints@hdfcbank.com Website: www.hdfc.bank.in Contact Person: Siddharth Jadhav, Eric Bacha, Sachin Ramesh Gawade Email (Compliance Officer): sebicomplaints@hdfcbank.com SEBI Registration Number: INBI000000063 CIN: L65920MH1994PLC080618
Escrow Bank	HDFC Bank Limited Address: No # 14 Aristo International Building, Mahaveer Colony, Sabapathipuram , Tirupur – 641601 Tel.: 9865590689 E-mail: sasikumar.rangaraj@hdfc.bank.in Website: www.hdfcbank.com Contact Person: Sasikumar Rangaraj CIN No: L65920MH1994PLC08061
Brokers to the Issue	Not applicable as the Issue is on a private placement basis.
Syndicate Members	Not applicable as the Issue is on a private placement basis.
URL of SEBI Website listing out details of recognised Intermediaries	https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognised=yes

N. Names, addresses, telephone numbers and e-mail addresses of the Company Secretary, legal advisor, underwriters and bankers to the issuer.

Company Secretary to the Issuer	Not Applicable
Legal Advisor to the Issuer	MV Kini, Law Firm Kini House, 6/39, Jangpura B New Delhi-110014 Ph: +91 11 2437 1039/40 Facsimile: +91 11 24379484 E-mail: corporatedelhi@mvkini.com
Underwriter to the Issuer	Not Applicable as the Issue is on a private placement basis.
Bankers to the Issuer*	Not Applicable

* As on September 30, 2025, the Issuer has outstanding loan from TUFIDCO and TNUIFSL. The

details of the same are given in Financial Information chapter on page no. 79.

P. Debenture Trustee to the Issue

In accordance with the provisions of Securities and Exchange Board of India (Debenture Trustees) Regulations, 1993, TCMC has appointed Catalyst Trusteeship Limited to act as Debenture Trustee (“**Debenture Trustee**”) for and on behalf of the holder(s) of the Bonds.

A copy of letter from Catalyst Trusteeship Limited conveying their consent to act as Debenture Trustee for the current issue of Bonds and in all communications sent pursuant to the Issue as **Annexure IV**.

TCMC hereby undertakes that the rights of the Bondholders will be protected as per the governing Act, agreement/deed executed/to be executed between TCMC and the Debenture Trustee. The Debenture Trustee Agreement/Deed shall contain such clauses as may be prescribed under the Securities and Exchange Board of India (Debenture Trustees) Regulations, 1993, and various other circulars. Further the Debenture Trustee Agreement/Deed shall not contain any clause which has the effect of (i) limiting or extinguishing the obligations and liabilities of the Debenture Trustee or TCMC 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 TCMC 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 Debenture 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 Debenture Trustees may in their absolute discretion deem necessary or require to be done in the interest of the holder(s) of the Bonds.

The Debenture Trustees shall perform its duties and obligations and exercise its rights and discretions, in keeping with the trust reposed in the Debenture 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 Debenture Trustees. The Debenture 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.

Q. 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 may be addressed to the Compliance Officer at head office of the Issuer or emailed to tcmcmunicipalbond2024@gmail.com. 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 and Officer In-Charge of dealing with investor grievances in relation to the municipal bonds are given at point G of this Chapter on *General Information* at page no. 29 in this Preliminary Placement Memorandum. The Corporation is in the process of getting itself registered with the SCORES platform of SEBI for the convenience of the investors for filing of any complaint.

SECTION VI: ABOUT THE ISSUER AND CAPITAL STRUCTURE OF THE ISSUER

A. About the Issuer

The Tiruppur City Municipal Corporation is the chief municipal body of Tiruppur city. Presently, Shri N. Dineshkumar is the Mayor and Shri M.P Amith (I.A.S), is the Municipal Commissioner of Tiruppur City Municipal Corporation.

Tiruppur City Municipal Corporation is responsible for the civic infrastructure and administration of the city of Tiruppur in Tamil Nadu state of India. It has set goal for smart utilization of city's potential for enhancing quality of life for the citizens by providing equal access to the best quality physical infrastructure and social infrastructure with focus on enhancing economy, protecting the ecology and preserving the identity and culture of the city.

a. About Tiruppur

Tiruppur City is the administrative head quarter of District of Tiruppur and is located at 11.1075°N 77.3398°E on the banks of the Noyal River. It has an average elevation of 295 metres (967 feet). District of Tiruppur has total area of 5087.26 Sq Kms and is surrounded with Erode District in the north. Coimbatore District in the west, Western ghats in the south and Karur & Dindugal Districts in the East.

b. Constitution of the Issuer

The Tiruppur City Municipal Corporation has been constituted under Article 243Q(1)(c) of the Constitution of India, 1949, and established under the Tamil Nadu Urban Local Bodies Act, 1998 erstwhile Tiruppur City Municipal Corporation Act, 2008, ("TCMC Act") then applicable act in Tiruppur dated February 19, 2008. The TCMC Act (now TNULB Act) has been repealed vide Section 4 of the The Tamil Nadu Urban Local Bodies Act, 1998.

The Issuer, being a corporation established under the TCMC Act (now TNULB Act) which is a state act, is a public sector company for the purposes of the Income Tax Act, 1961, which defines the term 'public sector company' under Section 2(36A) to mean any corporation established by or under any central, state or provincial act or a government company as defined in the Section 2(45) of the Companies Act, 2013.

c. Composition of the Issuer

In accordance with Section 36 of the TNULB Act, the municipal authorities charged with carrying out the provisions of the Act for each city are:

- a) a Council;
- b) a Chairperson ;
- c) Standing Committee;
- d) Wards Committee and
- e) a Commissioner.

In accordance with the Act, the Corporation consists of councilors chosen by direct election and shall continue for five years. The term of the councilors shall be co-extensive with the duration of the corporation. The corporation shall at its first meeting elect a Mayor and a Deputy Mayor from amongst the councilors. The term of both the Mayor and deputy Mayor shall be of five years. The Corporation can appoint a special committee out of its own body to carry out specific works assigned to it. The Municipal Commissioner is to be appointed by the State Government.

d. Elected representatives in TCMC

TCMC area is divided into four zones for administrative purposes. The political wing is an elected body of Municipal Councilors headed by a Mayor. Tiruppur has 60 election wards. Each election ward is represented by one councilor. Thus, the total number of Municipal Councilors is 60. The Council shall at its first meeting after each ordinary election, elect one of its councilors to be the mayor and the term of the office of Mayor is

five years. The Deputy Mayor shall be elected by the councilors from among themselves and the term of office of the Deputy Mayor shall be five years

e. Administrative Cadre in TCMC

The Administrative wing of TCMC works under the command of the Commissioner who heads officials comprising Deputy Commissioner, Assistant Commissioners and other officials who administer their relative domains. The Administrative wing is responsible for general administration and supervision of all the development works in the city, maintenance of infrastructure, collection of taxes, preparation of development plans and budgets, etc.

f. Roles and Responsibilities of the Issuer

Brief Summary of the Business/ Activities of the Issuer

The Act defines the scope and extent of responsibilities of the Issuer. The Issuer is mainly responsible for providing civic services to the Tiruppur city.

The Corporation undertakes several works as provided in the Act, as enumerated below. However, this list is not an exhaustive list:

- (i) construction and maintenance of roads, culverts and drains which are under the municipality and those transferred by the Government to the municipality;
- (ii) execution and maintenance of water supply schemes required for domestic industrial or commercial purposes, except in the municipality where there is a separate authority to which such functions are assigned;
- (iii) protection of public ponds and fountains;
- (iv) maintenance of sewerage and drainage schemes except in the municipality where there is a separate authority to which such functions are assigned;
- (v) destruction of stray dogs;
- (vi) mosquito control;
- (vii) regulation of sale of meat, fish and other perishable food items and sale of other consumer items;
- (viii) regulation of dangerous trades or trade practices;
- (ix) licensing of eating establishment;
- (x) disposal of unclaimed corpses or carcasses of animals;
- (xi) establishment of public comfort stations, latrine and bathing places;
- (xii) construction and maintenance of parks, gardens, play grounds, traffic islands in the urban areas;
- (xiii) opening and maintenance of public burial and burning grounds and electric crematoria;
- (xiv) registration of births and deaths;
- (xv) installation of street lights and their maintenance;
- (xvi) providing parking places for vehicles including taxies and auto rickshaws;
- (xvii) public health matters including vaccination and inoculation;

- (xviii) maintenance of public markets, shopping complexes, bus stands, rest houses;
- (xix) solid waste management;
- (xx) prevention or removal of obstructions and projections in or upon streets, bridges and other public places;
- (xxi) numbering and naming of streets;
- (xxii) regulation of hoardings and advertisements put up for public view on public or private land
- (xxiii) civil reception to persons of distinction; and
- (xxiv) organisation of fairs and exhibitions.

g. Achievements

TCMC has been the recipient of various awards/appreciations some of which are enlisted below:

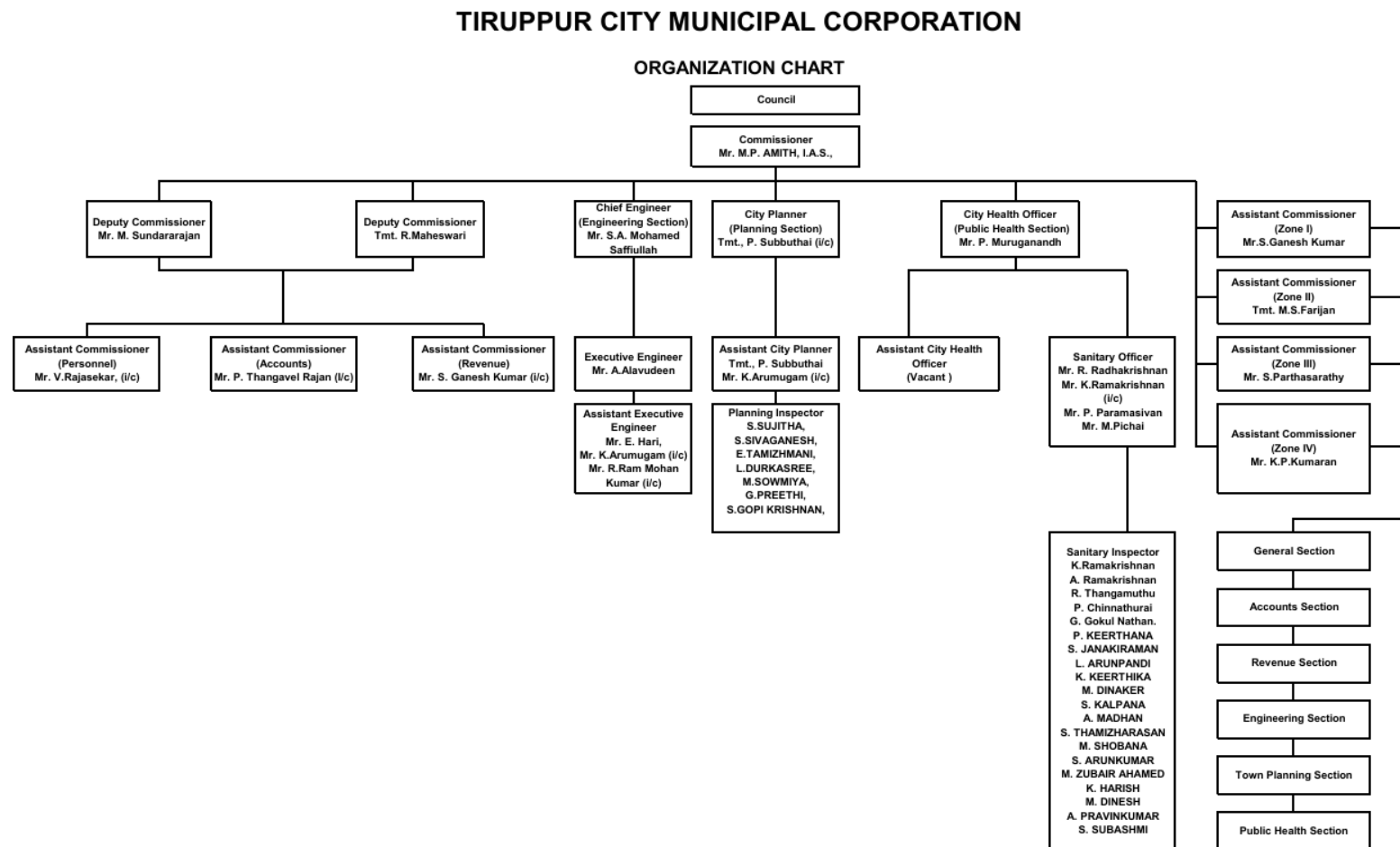
Sr. No.	Name of Award / Appreciation	Purpose /Achievement	Year	Name of Institution
1.	Skoch Award Municipal Governance Gold to Tiruppur City Municipal Corporation	Oru Kural Purachi - Integrated Complaint Tracking System	2022	SKOCH Group
2.	Skoch Award Municipal Governance Silver to Tiruppur City Municipal Corporation	ICCC – Integrated Command and Control Center	2024	SKOCH Group
3.	Skoch Award Municipal Governance Silver to Tiruppur City Municipal Corporation	SCADA System for Raw Water Intake Pump House	2024	SKOCH Group

B. Details of the capital structure of the Issuer, if applicable.

The Issuer is a Municipal Corporation and as per TNULB Act, constituted under Article 243Q (1)(c) of the Constitution of India, 1949 and there is no equity share capital in any municipal corporation.

C. Details of the management structure of the Issuer.

The management structure of the Issuer is as set out below:



D. Shareholding pattern of the issuer along with top 10 shareholders of the issuer, if applicable.

The Issuer is a Municipal Corporation and does not have any share capital or shareholders.

E. Resolution authorizing the borrowing and list of authorized signatories.

Approval for the Issue	
1.	Municipal Administration and Water Supply (MC6) Department, Government of Tamil Nadu vide its order no. 50, dated March 28, 2025 had approved the bond issuance by Issuer for issuing Taxable Bonds in form of debenture up to Rs. 100.00 crore under section 66 of the Tamil Nadu Local Urban Bodies Act, 1998
2.	Council Resolution No. 85 dated June 28, 2024, in relation to approval for the issuance of bonds and formation of Bond Issue Committee and authorizing Municipal Commissioner to execute all activities required for this Issue.
3.	Standing Committee Resolution dated June 28, 2024 in relation to approval for the issuance of Bonds and authorizing Municipal Commissioner to execute all activities required for this Issue.
4.	Municipal Commissioner Letter dated September 24, 2025 constituting the Bond Issue Committee.
5.	Letter of Commissioner dated December 10, 2025 confirming the members of Bonds Issue Committee.
6.	Resolution of the Bond Issue Committee dated December 10, 2025 approving the Objects of the Issue.
7.	Resolution of the Bond Issue Committee dated December 10, 2025 approving the issuance of Bonds.

F. Details of necessary Resolution(s) for the allotment of Municipal Debt Securities

The resolution for allotment of Bonds shall be passed after the bidding on EBP Platform of NSE.

G. Memorandum and Articles of Association in case the issuer is a body corporate incorporated under Companies Act, 2013

The Issuer is a Municipal Corporation constituted under TCMC Act (now TNULB Act) and hence does not have any Memorandum and Articles of Association.

H. Details of any Reorganization or Reconstruction of management in the last 1 year of the Issuer.

The Issuer has not undergone any reorganization or reconstruction in the last 1 (one) year. Save and except routine transfer of officials of the Issuer including change in Municipal Commissioner, the Issuer has not undergone any reorganization or reconstruction of management in the last 1 (one) year.

I. Details of all the projects undertaken or proposed in terms of cost and means of financing

The Issuer is presently engaged in undertaking the following key projects:

S. No	Project Name	Project Description	Estimated Cost of Over Run (Crores)			Project Cost share (Rs. in Crores)												
			App rove d cost *	Ten dere d cost **	Awarde d (Tender Awarde d Cost)	GoI Centr al Share	GOT N State Share	ULB (TCM C)	Others (Beneficiary)								Total	Remarks
									Kfw /(PSG F) Grant	Kfw /(TNU DF) Loan	ADB /PSG F Grant	ADB /TNU DF Loan	Smart City	TUFI DCO (loan)	CGF-2024-25	CGF-2025-26		
1	AMRUT-2017-20 (New Water Supply Scheme) - Package - 4 Construction of 12 Nos (W.S Zones-2, 3, 4, 8, 22, 23, 26, 28, 29, 30, 31, 32) Elevated Service Reservoirs with Chlorination facility and providing Distribution system including HSC in Corporation Zones-I & II area.	Under the said projects, the Corporation aims to enhance water supply in its extended areas through these projects. The initiative includes components such as raw water pumping, raw water transmission, water treatment plants, clear water transmission systems, storage reservoirs, distribution	203.06	173.87	194.74	496.47	198.59	30.03	0.00	0.00	164.29	126.28	114.15	40.00	5.00	5.00	1179.81	The Project contains 6 Packages. Package 1,2,3 works are completed. Package 4,5 & 6 works are under progress
2	AMRUT-2017-20 (New Water Supply Scheme) - Package - 5 Construction of 17 Nos (W.S Zones-34, 35, 36, 37, 38, 39, 40, 43, 44, 48, 50, 52, 54, 56, 57, 60, 70) of Elevated Service Reservoirs with Chlorination facility and providing Distribution system including HSC in Corporation Zone-III & IV area.		184.37	183.68	207.15													

3	AMRUT-2017-20 (New Water Supply Scheme) - Package - 6 Transforming the existing intermittent water supply to continuous 24x7 water supply distribution system for the water zone 30 & 50 in Tiruppur City Municipal Corporation - Period of Completion 12 months followed by 3 months Trial Run and Commissioning.	networks, installation of house service connections, and the construction of 29 overhead tanks. The objective of these projects is to establish a well-planned water distribution system and ensure equitable water supply throughout the entire corporation area.	53.57	37.30	37.29													
4	AMRUT-2.O (2023-24) “Providing Comprehensive Underground Sewerage Scheme to Added areas (zone -11, 11.1 & 11.3) in Tiruppur City Municipal Corporation including 60 months of Operation and Maintenance”	Under the said project the sewerage scheme is for infrastructure that conveys and treats sewage. It encompasses components like collection system comprising of laying of sewers, construction of machine holes and lift machine holes. Pumping station consists of Screen well, Grit well, Wet well and pump room, Pumping Main from pumping station to Sewage Treatment Plant, Sewage Treatment Plant and House service connections. The project is for providing underground sewerage scheme to left out areas in existing and ongoing sewerage schemes of Tiruppur City Municipal Corporation.	188.61	184.34	190.19	59.31	53.92	0.00	37.69	37.69	0.00	0.00	0.00	0.00	0.00	0.00	188.61	Work under Progress

		The components of the project are a sewerage network consisting of the main sewer line, branch sewer line and machine holes and construction of machine hole lift stations.																
5	Infrastructure and Amenities Fund (I & A Fund) – 2022-23 Construction of New Bus Stand at Kovilvazhi in Tiruppur City Municipal Corporation.	The project is for building a new bus stand at Kovilvazhi since the bus stand was damaged partially. The new bus stand aims to incorporate facilities such as 42 bus bays in 4 Blocks named as Main Block, Parking Block, Canter Block and Administrative Block Facilities made in this proposal wise transport administrative block, Two wheeler Parking for public and Workers, Shops for Public facilities and Purpose of income generation, Clinic, CCTV surveillance room, Mother Feeding Room, Ticket Counters, Police Control room, Toilet complexes, Restaurant, Dormitories for public and Drivers, Drivers rest Room, SI Room, Urinal Block, OHT, STP, Sump, Battery swapping shed, Tensile Structure Shades for Bus parking bays, Transformer Yard, Entry and Exit Arch, Town bus stand parking bay, Auto rickshaw parking and Passengers dropping area etc.	26.00	24.44	24.44	1.00	20.13	4.87	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	26.00	Work under Progress
	Grand Total		655.61	03.63	653.81	556.78	272.64	34.90	37.69	37.69	164.29	126.28	114.15	40.00	5.00	5.00	1394.42	

J. CAPITAL STRUCTURE RELATING TO PROJECT WHICH FUNDS ARE PROPOSED TO BE MOBILIZED:

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

S. No.	Description	Total Amount (Rs. in Crores)
1.	TCMC Contribution (including GoI/GoTN grants and internal accruals)	698.88
2.	External Borrowing (Bonds)	100
Total Project Cost		798.88

K. CAPITAL GRANT FOR THE PROPOSED PROJECTS AND THE AMOUNT RECEIVED IN THIS REGARD:

Name of Project	Capital Grants for the proposed project (Rs. in Crores)	
	Grant of funding from GoTN*	Grant funding from GoI*
Under Ground Sewerage Scheme Phase II	105.18	262.32

*Vide G.O (MS) No.50 dated March 28, 2025

L. DETAILS OF STATE FINANCE COMMISSION GRANT RECEIVED ON ANNUAL BASIS:

Particulars	Grant Received (Rs. in Crores)
Financial Year 2024-2025	116.46
Financial Year 2023-2024	120.49
Financial Year 2022-2023	97.31

In addition to State Finance Commission Grants received by the Issuer, as mentioned for the last three Financial years in table above, the revenue grants received and spent during the last three Financial years by the Issuer is set out below:

(Rs. in Crore)

Revenue Grants Received	Financial Year		
	2022-2023	2023-2024	2024-2025
Establishment Expenses	-	0.43	4.17
CM Breakfast Scheme	-	5.20	6.04
Election Expenses	0.03	0.18	0.22
Total	0.03	5.81	10.43

Grants Spent	Financial Year		
	2022-2023	2023-2024	2024-2025
Establishment Expenses	-	0.43	4.17
CM Breakfast Scheme	-	5.20	6.04
Election Expenses	0.03	0.18	0.22
Total	0.03	5.81	10.43

SECTION VII: OBJECTS OF THE ISSUE

Underground Sewerage Scheme Phase II (“Project”)

In Tirupur City Municipal Corporation, the Project is for improving sanitation, aiming to cover urban areas with a network of pipes, pumping station & sewage treatment plant to collect, treat & dispose of water safely. Its scope includes extended coverage to municipal area in all wards where lack of sewage sanitation system & manage faecal sludge from septic tank. The Project is crucial for public health & environmental protection and upon implementation, it shall make sufficient revenue for the Corporation.

Implementation of the Project is crucial for public health, environmental protection and urban development & improve productivity. Proper sanitation & wastewater management is a crucial need, in order to prevent water contamination, monitoring ground water potential & reduces spread of diseases and provides a clear & healthy urban environment.

The State Government have accorded priority for implementation of sewage scheme for district headquarters, all municipalities, in order to keep up with the demand of rapid urbanization, the government has decided to implement UGSS for all the needy urban local bodies in a phased manner.

The details of Project are based on the Detailed Project Report (“DPR for Project”), prepared and submitted by New Tiruppur Area Development Corporation Limited (“Project Consultant for the Project”), and adopted for the Project and confirmed by the Bond Issue Committee Resolution dated December 10, 2025 and certificate dated December 10, 2025 from Project Consultant for Project signed by New Tirupur Area Development Corporation Limited.

Key details pertaining to the Project in compliance with the SEBI ILMDS Regulations are enumerated below:

A. The proceeds of the proposed issue shall be clearly earmarked for a defined project or a set of projects along with the location of the project and plant and machinery, technology, process, etc.:

a) Project Background and salient details:

The Corporation’s existing underground sewerage system covers roughly sixty percent of the erstwhile Municipal limits with only 135 Km of sewer collection system and Sewage Treatment plant of 15 MLD capacity and the extended corporation areas do not have underground sewerage scheme.

Hence the Corporation through the Project intends to extend underground sewerage system to all the uncovered areas within the jurisdiction of Corporation considering the requirement for the next 30 years. The Project aims to improve public health, environment protection, sanitation and water waste management which shall ultimately prevent spread of diseases and provide clear & healthy environment to the people.

The Project includes 9 sewer zones out of 17 zones, which cover 540.158 km of collection system and construction of 36 MLD Sewage Treatment Plant (STP) at Sarkarperiyapalayam, construction of 20 MLD STP at Chinnandipalayam and construction of additional 15 MLD STP at Sarkarperiyapalayam. The total number of house service connections is expected to be around 62,835. As per the proposed Underground Sewerage System bye-laws, the Corporation expects to collect an average non-refundable deposit of Rs. 10,000/- per user, which is expected to generate an additional revenue of Rs.62.00 crore, approximately. The user charges at Rs.140.00 per month per user is expected to generate an annual revenue of Rs.10.56 crore, approximately. The Project is expected to improve the sewerage system of the city substantially and provide the citizens with a clean and hygienic environment.

The Corporation has resolved to raise funds through Municipal Bonds vide Council resolution No.85, dated 28.06.2024 to meet part of the additional expenditure due to expansion of the coverage area and revised GST impact, as per the provisions under rule 237 of the Tamil Nadu Urban Local Bodies Rules, 2023. The Issuer shall utilize the proceeds from the Issue for the Project, including for recoupment of the capital expenditure which has temporarily been incurred/funded by its own funds.

b) Project Components:

- i. Collection System comprising of laying of sewers, construction of manholes and lift manholes-

Street sewers are proposed to collect the sewage from each zone and collected in a ground level sump proposed for each zone. The total length of collection system proposed is 563.672 Km.

- ii. Pumping station -

Each zone under the Project is provided with a sewage pumping station which consists of a screen well, collection well and a suction well. Each sub-pumping station consists of components like screen well, grit well and wet well.

Pumping mains- Sewage collected from zones will be conveyed to the collection sump and will be pumped to the proposed sewage treatment plant.

- iii. Sewage Treatment Plant –

The STP shall collect, treat & dispose of water safely.

- iv. House service connections –

These connections shall be for conveying the wastewater from the houses up to the street manholes. The work shall consist of the pipe connection from inspection chamber (in private premises) up to the sewer manhole on the street. The connection inside the property including the inspection chamber is to be constructed by the property owner and shall not be included for project costing.

c) The Project has been divided into 4 (four) packages to ease its execution. These packages are:

1. Package 1:

This package includes providing sewerage collection system, construction of sub-pumping stations, master sub pumping stations, supply, laying and jointing pumping mains in sewer zones 5, 6 and 7. The work order for this package was issued to Eco Protection Engineers Private Limited vide Commissioner's letter dated July 10, 2020. The work is currently in progress.

2. Package 2:

This package includes providing sewerage collection system, construction of sub-pumping stations, master sub pumping stations, supply, laying and jointing pumping mains in sewer zones 8, 13 and 14 and expansion of existing STP at Sarkarperiyapalayam and rejuvenation of existing SPS and MPS. The work order for this package was issued to Keyem Engineering Enterprises Limited vide Commissioner's letter dated February 04, 2019. The work is currently in progress.

3. Package 3:

This package includes providing sewerage collection system, construction of sub-pumping stations, master sub pumping stations, supply, laying and jointing pumping mains in sewer zones 9, 15, 16 and 17. The work order for this package was issued to Eco Protection Engineers Private Limited vide Commissioner's letter dated February 04, 2019. The work is currently in progress.

4. Package 4:

This package includes design and construction of sewage treatment plant of capacity 36 MLD in Sarkarperiyapalayam and 20 MLD in Chinnandipalayam including 10 years of operation and maintenance on DBOT basis for UGSS in Tiruppur City Municipal Corporation. The aim of

the said package is to construct 36 MLD Sewage Treatment Plant (STP) at Sarkarperiyapalayam and 20 MLD STP at Chinnadipalayam and to construct additional 15 MLD STP at Sarkarperiyapalayam. The work order for this package was issued to Eco Protection Engineers Private Limited vide Commissioner's letter dated February 28, 2019. The work is currently in progress.

d) Details of location of the Project, plant and machinery, technology, process etc.:

(i) A brief detail of the various plant and machinery under each of the packages under various zones is as under:

SN	Site location	Zone	Pump Duty	Pumping Main	HP	DG Set	House Service Connections
Package-1							
1	Nanjarayan Nagar	5	550 M3/Hr - 26 m Head	600 mm Dia CI	90 HP	320 KVA	4857
2	Indhara Nagar	6	400 M3/Hr - 34 m Head	500 mm Dia CI	85 HP	320 KVA	5551
3	Sakthi Nagar	7	924 M3/Hr - 32 m Head	750 mm Dia CI	200 HP	600 KVA	15706
4	Madheswaran Kovil	7	208 M3/Hr - 12 m Head	500 mm Dia CI	20 HP	82.5 KVA	

SN	Site location	Zone	Pump Duty	Pumping Main	HP	DG Set	House Service Connections
Package-2							
1	Jayalalitha Nagar – SPS	8	393 M3/Hr - 28 m Head	600 mm Dia CI	65 HP	100 KVA	11133
2	Kattabomman Nagar-SPS	13	210 M3/Hr - 21 m Head	400 mm Dia CI	25 HP	62.5 KVA	6670

SN	Site location	Zone	Pump Duty	Pumping Main	HP	DG Set	House Service Connections
Package-3							
1	S.r.Nagar – SPS	9	352 M3/Hr - 36 m Head	500 mm Dia CI	85 HP	160 KVA	8150
2	Pattukkattayar Nagar - SPS	16	137 M3/Hr - 17 m Head	300 mm Dia CI	20 HP	40 KVA	3808
3	Karumarampalayam -SPS	17	198 M3/Hr - 30 m Head	400 mm Dia CI	35 HP	62.5 KVA	5074

(ii) The salient details of 36 MLD sewage treatment plant at Sarkarperiyapalayam are as follows:

SN	Description	Location	Capacity	Flow Rate
1	Return activated sludge pump	Sequence batch reactor (SBR- 01)	4.5 kw/ 6 hp	Flow Rate 190 m ³ /hr
2	Surplus activated sludge pump	Sequence batch reactor (SBR- 01)	7.5kw / 10 hp	Flow Rate 90 m ³ /hr
3	Centrifuge feed pump-01	Centrifuge unit	1.5kw / 2hp	Flow Rate 7 m ³ /hr
4	Air blower-01	Air blower room	160kw /220 hp	5700 m ³ /hr
5	Diesel generator-01	DG shed	500kva	

(iii) The salient features of the 20 MLD sewage treatment plant at Chinnadipalayam are as follows:

SN	Description	Location	Capacity	Flow Rate
1	Return activated sludge pump	Sequence batch reactor (SBR- 01)	5.5 KW/ 7.5 HP	Flow Rate 210 m ³ /hr
2	Surplus activated sludge pump	Sequence batch reactor (SBR - 01)	7.5KW / 10 HP	Flow Rate 100 m ³ /hr
3	Centrifuge feed pump-01	Centrifuge unit	1.5KW / 2HP	Flow Rate 4.5 m ³ /hr

4	Air blower-01	Air blower room	180KW /240 HP	6420 m ³ /hr
5	Diesel generator-01	DG shed	500KVA	

(iv) **Sewage Treatment Process description**

The object of sewage treatment is to stabilize decomposable organic matter present in the sewage so as to produce an effluent and sludge, which can be disposed off in the environment without causing health hazards or nuisance.

The degree of treatment will be as per the regulations stipulated by the Tamil Nadu Pollution Control Board. The treated effluent parameters shall be considered for disposing treated sewage into inland surface waters.

Selection of suitable process for the sewage treatment is governed by factors like raw sewage characteristics, capacity of plant, availability of land, required effluent utility, proven technology and reliability of process, intended disposal method or reusing the treated effluent, capital cost, O&M requirement and other local factors. The existing treatment plant is with extended aeration process. This will also be considered while deciding on the process to be adopted for the proposed sewage treatment plants. In general for the treatment of domestic sewage for the intended disposal and reuse the process involves:

- Preliminary Treatment i.e. Screening and Grit Removal
- Primary Treatment i.e. Primary Sedimentation and primary sludge disposal (only in the case of activated sludge process)
- Secondary Treatment i.e. Aerobic Biological Treatment followed by secondary sedimentation, digestion and/or drying of sludge and treated wastewater disposal if no reuse is intended.
- Disinfection of the treated sewage.

A wastewater treatment plant generally consists of several stages, starting with preliminary treatment, followed by biological treatment, and ending with disinfection. Three important components in this sequence are the pre-treatment unit, Sequencing Batch Reactor (“SBR”) technology, and the chlorine contact tank.

(i) **Pre-Treatment Unit:**

The pre-treatment stage is designed to remove large solids, grit, oils, and debris that could interfere with downstream processes. Common equipment includes bar screens, grit chambers, oil/grease traps, and equalization tanks. This step reduces the load on biological systems, prevents clogging, and stabilizes flow and organic concentrations. Proper pre-treatment ensures that subsequent processes operate efficiently and with minimal maintenance.

(ii) **Sequencing Batch Reactor Technology:**

The Sequencing Batch Reactor is an advanced biological treatment method that operates in a fill-and-draw mode rather than continuous flow. Wastewater is treated in a single tank through a series of timed steps: filling, aeration (biological degradation of organic matter and nutrients), settling (allowing solids to separate), and decanting (removal of clarified effluent). SBR systems are highly flexible, can achieve biological nutrient removal, and are suitable for varying flow conditions. They combine the advantages of activated sludge processes with simpler operation and a smaller footprint, making them ideal for both municipal and industrial applications.

(iii) **Chlorine Contact Tank:**

After biological treatment, the clarified effluent must be disinfected before discharge or reuse. A chlorine contact tank provides the necessary detention time for chlorine (or

other disinfectants) to inactivate pathogenic microorganisms. The tank is designed to promote plug flow conditions, minimize short-circuiting, and ensure adequate mixing. Baffles are often used to increase contact efficiency. Proper disinfection safeguards public health by reducing risks of waterborne diseases and ensures compliance with regulatory standards.

B. Where the Issuer proposes to undertake more than one activity or project, such as diversification, modernization, or expansion, etc., the total project cost activity-wise or project wise as the case may be:

The details of project cost for the Project are given below:

SN	Item Description	Total Cost (Rs. in Cr) *
Providing Underground Sewage system to added areas – Phase II – to Tiruppur City Municipal Corporation Under AMRUT (2017-20)		
1	Package-I - (Providing Sewerage Collection System, Construction of Sub Pumping Station, Master Pumping Station, Supply, Laying and Joining Pumping mains in sewer Zone – 5,6,7)	381.22
2.	Package-II - (Providing Sewerage Collection System, Construction of Sub Pumping Station, Master Pumping Station, Supply, Laying and Joining Pumping mains in sewer Zone -8,13,14 and expansion of 15 MLD STP @ Sarkar Periyapalayam)	132.95
3.	Package-III - (Providing Sewerage Collection System, Construction of Sub Pumping Station, Master Pumping Station, Supply, Laying and Joining Pumping mains in sewer Zone – 9,15,16,17)	167.12
4.	Package-IV - (Design and Construction of Sewage Treatment Plant of capacity 36 MLD in Sarkarperiyapalayam and 20 MLD in Chinnandipalayam including 10 years of operation and maintenance on DBOT basis for UGSS)	72.57
5.	Other Department	45.02
Total Project Cost (Package-I +II+III+IV)		798.88

**Please note cost is inclusive of GST*

Note: The activity wise cost break-up as per the certificates of Project Support Consultant dated December 10, 2025 and as approved by Bond Issue Committee vide resolution dated December 10, 2025.

Further details of package wise project cost for the Project and expenditure is given below:

SN	Details	As per Administrative Sanction Amount	As per Technical Sanction	Tender Value	Expenditure (Rs. in crores)		
					Work Done Expenditure	Expenditure to be made for Balance Work	Total Projected Cost
1	Package (1)	535.07	256.00	320.22	306.63	27.74	334.36
2	Package (2)		101.55	103.01	84.13	35.37	119.50
3	Package (3)		115.80	118.35	106.49	48.14	154.63
4	Package (4)		71.57	71.57	66.79	4.78	71.57
5	SCADA		-	-	-	-	-
6	Additional GST of 6%		-	-	-	6.34	6.34
7	Compound wall (Pkg4) including GST		-	-	-	1.10	1.10
8	Contingencies	26.75	26.75	26.75	-	-	-
9	Sewerage Cleaning Machine	1.57	1.57	1.57	-	1.57	1.57
10	Price Escalation	46.07	46.07	46.07	62.24	6.00	68.24
11	Third party quality check	0.39	0.39	0.39	-	-	-
12	Other Department NH, SH, Railways	18.44	18.44	18.44	36.21	-	36.21
13	Shifting UG utilities	2.25	2.25	2.25	-	-	-

14	LWF	5.35	5.35	5.35	5.35	-	5.35
15	Resettlement	0.51	0.51	0.51	-	-	-
16	Total Project Cost	636.40	646.25	714.49	667.83	131.05	798.88

*Cost is inclusive of GST, wherever applicable

Note: The activity wise cost break-up as per the certificates of Project Support Consultant dated December 10, 2025 and as approved by Bond Issue Committee vide resolution dated December 10, 2025

- C. Issuer is implementing the project in a phased manner, the cost of each phase, including the phase, if any, which has already been implemented, shall be separately given.

Not applicable, as Project will be/ is being executed in single phase.

- D. An investment plan for the project components as well as phases thereof as well as financing thereof as approved by the local authority or the agency as the case may be.

A summary of capital cost and sources of funds for the proposed Projects are presented in the table below:

(Rs. in Crore)

(Rs. in Crore)

Name of the Project	Approved project cost	Means of the finance of the capital cost				
		ULB Contribution (internal accruals)/ Grant of GoI/GoG/ULB			External Borrowing (proposed bonds)	
Underground Sewerage Scheme Phase II	798.88	Funding under AMRUT	GoI	262.32	100.00	
			GoTN	105.18		
		Funding under ADB assisted TNUDF	Loan From TNUDF	74.07		
			Grant From PSGF	118.17		
		Urban Local Body Share				76.66
		Capital Grant Fund (2018-19, 2020-21)				27.76
		Capital Grant Fund (2024-25)				7.06
		Urban Local Body Share				27.66
		Total				698.88
Total	798.88	698.88			100.00	

E. Schedule of implementation of the Project

The indicative schedule of implementation for each Package under the Project for which work order has been:

Package	Components Activity	Date of work award date	Estimated Completion Date#	Expected Completion date##	Physical Target achieved (%)	Financial Target achieved (%)
1	Collection Network	July 10, 2020	July 09, 2023	December 31, 2025	99%	91.01%
	Pumping Station					
	House service Connection					
2	Collection Network	February 04, 2019	February 03, 2022	December 31, 2025	98%	94.27%
	Pumping Station					
	House service Connection					
3	Collection Network	February 04, 2019	February 03, 2022	December 31, 2025	98%	70.09%
	Pumping Station					
	House service Connection					
4	Sewage Treatment Plant	February 28, 2019	February 27, 2022	February 28, 2022	100%	98.01%

#The estimated completion date is in accordance with work order issued by the Issuer as confirmed by the Project Consultant vide its certificate dated December 10, 2025

The expected completion date is in accordance with status of the Project as confirmed by the Project Consultant vide its certificate dated December 10, 2025

F. Benchmarks for commencement and completion of the Project including milestone date for all components of the Project

Based on similar kind of projects which has been implemented by municipal bodies and on the basis of discussions with NTADCL, keeping in view the various relevant parameters for project implementation.

Package	Components Activity	Date of work award date	Estimated Completion date#	Expected Completion date#	Work Progress
1	Collection Network	July 10, 2020	July 09, 2023	December 31, 2025	In Progress
	Pumping Station				
	House service Connection				
2	Collection Network	February 04, 2019	February 03, 2022	December 31, 2025	In Progress
	Pumping Station				
	House service Connection				
3	Collection Network	February 04, 2019	February 03, 2022	December 31, 2025	In Progress
	Pumping Station				
	House service Connection				
4	Sewage Treatment Plant	February 28, 2019	February 27, 2022	February 28, 2022	Completed

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

Government of Tamil Nadu has accorded administrative sanction for the Underground Sewerage Scheme Phase II vide G.O. Ms. No 50 MAWS (MC6) Department dated March 28, 2025.

Based on the certificates dated December 10, 2025 from Project Support Consultant, following is the status of the list of NOCs/permits/approval obtained or yet to be obtained by the Corporation for implementation of the Project are as below:

Sr. No	Name of the Authority / Agency	Status of Approval	Reference No/Date of Issue	Date of Expiry
PACKAGE -I				
1	State Highways (Tiruppur North)	Approval Given	Lr.No:1718/2020/Date:08.10.2020	Not Applicable
2	State Highways (Tiruppur North)	Approval Given	Lr.No:1711/2020/Date:08.10.2020	Not Applicable
3	State Highways (Tiruppur North)	Approval Given	Lr.No:1050/2020/Date:13.10.2020	Not Applicable
4	State Highways (Tiruppur North)	Approval Given	Lr.No:2100/2021/Date:12.01.2021	Not Applicable
5	State Highways (Tiruppur North)	Approval Given	Lr.No:2101/2021/Date:13.01.2021	Not Applicable
6	State Highways (Tiruppur North)	Approval Given	Lr.No:2099/2021/Date:19.01.2021	Not Applicable
7	Southern(Railway), Salem	Approval Given	SA/W.372/SR-SA/2020/75 Date:11.07.2022	Not Applicable
PACKAGE -II				
1	State Highways (Tiruppur North)	Approval Given	Lr.No: 410/2020/C/Date:26.02.2020	Not Applicable
2	State Highways (Tiruppur North)	Approval Given	Lr.No: 299/2020/C/Date:19.06.2020	Not Applicable
3	State Highways (Tiruppur North)	Approval Given	Lr.No: 1020/2020/R.O.C/Date:26.06.2020	Not Applicable
3	DRM/Southern Railway, Salem	Approval Given	SAW.372/WL/SR-SA- 2020/10/Dated : 22.09.2022	Not Applicable
PACKAGE -III				
1	State Highways(Tiruppur South)	Approval Given	Lr.No: 730/2019/R.O.C/Date:14.10.2019	Not Applicable
2	State Highways (Tiruppur South)	Approval Given	Lr.No: 224/2019/R.O.C/Date:24.07.2019	Not Applicable
3	State Highways (Tiruppur South)	Approval Given	Lr.No:2595/2020/R.O.C/Date:30.12.2020	Not Applicable
4	State Highways (Tiruppur South)	Approval Given	Lr.No:2594/2020/R.O.C/Date:30.12.2020	Not Applicable
5	National Highways Authority of India	Approval Given	Lr.No: E1/4814/2017-3/NH- 381/KM 15/748-16/205 16/236- 16/781/Date: 09.04.2021	Not Applicable
PACKAGE-IV				
(a)36 MLD in Sarkarperiyapalayam				

Sr. No	Name of the Authority / Agency	Status of Approval	Reference No/Date of Issue	Date of Expiry
1	Consent to Establish granted under Section 25 of the Water (Prevention and Control of Pollution) Act, 1974	Approval Given	T1/TNPCB/F.3357TPN/RL/TPN/W/2020 Dated:07/08/2020	March 31, 2025
2	Consent to Operate granted under Section 25 of the Water Prevention and Control of Pollution) Act, 1974	Approval Given	T4/TNPCB/F.3357TPN/RL/TPN/W/2022 Dated: November 28, 2022	March 31, 2027
3	Consent to Operate granted under Section 21 of the Air (Prevention and Control of Pollution) Act, 1981	Approval Given	T1/TNPCB/F.3357TPN/RL/TPN/W/2022 Dated:28/11/2022	March 31, 2027
4	Consent to Establish granted under Section 21 of the Air (Prevention and Control of Pollution) Act, 1981	Approval Given	T1/TNPCB/F.3357TPN/RL/TPN/A/2020 August 07, 2020	March 31, 2025
(b)20 MLD in Chinnandipalayam				
1	Consent to Establish granted under Section 25 of the Water (Prevention and Control of Pollution) Act, 1974	Approval Given	T1/TNPCB/F.3358TPN/RL/TPN/W/2020 Dated: August 07, 2020	March 31, 2025
2.	Consent to Operate granted under Section 25 of the Water (Prevention and Control of Pollution) Act, 1974	Approval Given	T6/TNPCB/F.3358TPN/RL/TPN/W/2023 Dated December 12, 2023	March 31, 2028
3	Consent to Operate granted under Section 21 of the Air (Prevention and Control of Pollution) Act, 1981	Approval Given	T1/TNPCB/F.3357TPN/RL/TPN/W/2023 Dated:12/12/2022	March 31, 2028
4.	Consent to establish or take steps to establish is hereby granted under Section 21 of the Air (Prevention and control of Pollution) Act,1981	Approval Given	T1/TNPCB/F.3358TPN/RL/TPN/A/2020 Dated: August 07, 2020	March 31, 2025

As per the certificate dated December 10, 2025 from Project Support Consultant, other than the approval mentioned herein, there are no other regulatory NOCs/permits/approvals required to be obtained by the Corporation for implementation of the Project.

H. Expenses of the issue along with a break-up for each item of expense, including details of the fees payable to/for separately as under (in terms of amount, as a percentage of total issue expenses and as a percentage of total issue size):

Expenses Head	Amount (in Rs.) (Excluding Taxes) *	Percentage of total issue expenses	Percentage of total issue size
Fees to Merchant Banker(s) (including commissions, if any)	100,000	3.56%	0.0100%
Brokerage, selling commission and upload fees	NIL	NIL	NIL
Fees to the Registrar to the Issue	70,500	2.51%	0.0710%
Fees to the Legal Advisor to the Issue	5,00,000	17.82%	0.0500%
Advertising and marketing expenses	NIL	NIL	NIL
Regulators including stock exchange	5,000.00	0.18%	0.0005%
Printing and distribution of issue stationery	NIL	NIL	NIL
Others, if any (fees of Rating Agencies, Debenture Trustee, Depositories etc.)	21,30,001	75.92%	0.2130%
Total (exclusive of taxes)	28,05,501	100.00%	0.2806%

*Indicative amounts

** To be updated at the time of the Issue

The Issuer has not, and any person connected with the Issue shall not offer any incentive, whether direct or indirect, in any manner, whether in cash or kind or services or otherwise to any person for making an application in the Issue, except for fees or commission for services rendered in relation to the Issue. The expenses in relation to the Issue are being met through the internal accruals of the Issuer.

SECTION-VIII: TAX BENEFITS

Any special tax benefits (under direct and indirect tax laws) for the issuer and its investors:

To,

TIRUPPUR CITY MUNICIPAL CORPORATION,

1, Mangalam Road, Tiruppur,
Tiruppur, Tamil Nadu, 641604

Dear Sir/s,

Sub: Statement of special tax benefits (under direct and indirect tax laws) available to Tiruppur City Municipal Corporation (the “Corporation”) and its investors prepared in accordance with the requirements under Schedule I (6) of the Securities and Exchange Board of India (Issue and Listing of Municipal Debt Securities) Regulations, 2015 as amended (SEBI ILMDS Regulations) for the proposed issue by Tiruppur City Municipal Corporation (“Issuer”) of upto 10,000 (Ten thousand) rated, listed, taxable, unsecured, redeemable, non-convertible municipal bonds in the nature of Debentures, of face value of ₹ 1,00,000/- (Rupees One Lakh Only) for an amount aggregating up to ₹ 100 crores (Rupees One Hundred Crores Only) (“Bonds”/ “NCDS”/ “Debentures”) on a private placement basis (“Issue”)

-
1. This certificate is issued in accordance with the terms of our engagement letter dated 13.08.2025.
 2. We, the undersigned, have been appointed as the Independent Chartered Accountant for the Issue to undertake the review and conduct other procedures to issue certificates and reports for the purpose of the Issue. We do hereby issue the Statement of Tax Benefits as at the date hereof, as annexed at Annexure 1 hereto, and confirm that the same may be included in the Preliminary Placement Memorandum and in the Placement Memorandum in connection with the Issue to be filed by the Issuer with the Stock Exchange(s), SEBI and any other regulatory authority in relation to the Issue and such other documents as may be prepared in connection with the Issue.
 3. This Statement of Tax Benefits is addressed to you solely for the use of the Issuer in relation to the Issue and for inclusion in the Preliminary Placement Memorandum and in the Placement Memorandum, and this may be disclosed to **Trust Investment Advisors Private Limited** (the “**Merchant Banker**” or “**Permitted Recipient**”).
 4. The capitalised terms used but not defined herein shall have the meaning assigned to such terms in the Preliminary Placement Memorandum/Placement Memorandum.

Sincerely,

For **R ARAVIND AND ASSOCIATES**

Chartered Accountants

Firm’s Registration No. 021714S

R ARAVIND

Membership No.: 228731

UDIN: 25228731BMIITS4697

Place: TIRUPPUR

Date: December 09, 2025

CC:

Legal Counsel to the Issue

MV Kini, Law Firm,

6/39, Jangpura-B,

New Delhi-110014

Annexure A
STATEMENT OF TAX BENEFITS

To,
TIRUPPUR CITY MUNICIPAL CORPORATION,
1, Mangalam Road, Tiruppur,
Tiruppur, Tamil Nadu, 641604

Dear Sirs,

Re: Statement of special tax benefits (under direct and indirect tax laws) available to Tiruppur City Municipal Corporation (the “Corporation”) and its investors prepared in accordance with the requirements under Schedule I (6) of the Securities and Exchange Board of India (Issue and Listing of Municipal Debt Securities) Regulations, 2015 as amended (SEBI ILMDS Regulations) for the proposed Issue by Tiruppur City Municipal Corporation (“Issuer”) of 10,000 (Ten thousand) rated, listed, taxable, unsecured, redeemable, non-convertible municipal bonds in the nature of Debentures, of face value of ₹ 1,00,000/- (Rupees One Lakh Only) for an amount aggregating up to ₹ 100 crores (Rupees One Hundred Crores Only) (“Bonds”/ “NCDS”/ “Debentures”) on a private placement basis (“Issue”)

1. We, **R Aravind and Associates**, refer to the proposed Issue by Tiruppur City Municipal Corporation (the “**Issuer**”) and enclose the statement of special tax benefits available to the Issuer and Investors under the Income Tax Act, 1961 (the “**Statement**”) showing the special tax benefits on issue of Bonds applicable to the Issuer and Investors as per the provisions of the Income Tax Act, 1961 (the “**Act**”) and Income Tax Rules, 1962 including amendments made by Finance Act, 2025 and Taxation Laws (Amendment) Act, 2021 as applicable for the financial year 2025-2026, for inclusion in the Preliminary Placement Memorandum and Placement Memorandum which are proposed to be filed by the Issuer with the Stock Exchanges, the Securities and Exchange Board of India and any other regulatory authority in connection with the Issue. Several of these benefits are dependent on the Investors fulfilling the conditions prescribed under the relevant provisions of the Act. Hence the ability of the Investors to derive these tax benefits is dependent upon their fulfilling such conditions.
2. The benefits discussed in the enclosed statement are neither exhaustive nor conclusive. The contents stated in the Statement are based on the information and explanations obtained from the Issuer. This statement is only intended to provide general information to the Investors and is neither designed nor intended to be a substitute for professional tax advice. In view of the individual nature of the tax consequences and the changing tax laws, each debenture holder is advised to consult their own tax consultant with respect to the specific tax implications arising out of their participation in the Issue. We are neither suggesting nor are we advising the Investors to invest money based on this statement. We do not express any opinion or provide any assurance as to whether:
 - the Issuer or the Investors will continue to obtain these benefits in similar manner in future;
 - the conditions prescribed for availing the benefits have been / would be met with; and
 - the revenue authorities/courts will concur with the views expressed herein.
3. We hereby give our consent to include the Statement in the Preliminary Placement Memorandum and Placement Memorandum in connection with the Issue to be filed by the Issuer with the Stock Exchange(s), the Securities and Exchange Board of India and any other regulatory authority in relation to the Issue and such other documents as may be prepared in connection with the Issue.
4. Limitations

Our views expressed in the Statement enclosed are based on the facts and assumptions indicated above. No assurance is given that the revenue authorities/courts will concur with the views expressed herein. Our views are based on the existing provisions of law and its reasonable interpretation, which are subject to change from time to time. We do not assume responsibility to update the views consequent to such changes.
5. This Statement is addressed to you solely for the use of the Issuer in relation to the Issue and, except with our prior written consent, is not to be transmitted or disclosed to, or used or relied upon by any other person or used or relied upon by you for any other purpose, save that you may disclose this Statement to **Trust Investment Advisors Private Limited** (the “**Merchant Banker**” or “**Permitted Recipient**”). We

further consent to the above details being included for the records to be maintained by the Merchant Banker in connection with the Issue and in accordance with the provisions of applicable laws.

6. This Statement may be relied upon by the Merchant Banker and the Legal Advisor to the Issue in respect of the Issue.

For R ARAVIND AND ASSOCIATES

Chartered Accountants

Firm's Registration No. 021714S

Membership No.: 228731

UDIN: 25228731BMIITS4697

Place: Tiruppur

Date: December 10, 2025

CC:

Legal Counsel to the Issue

MV Kini, Law Firm,

6/39, Jangpura-B,

New Delhi-110014

STATEMENT OF SPECIAL TAX BENEFITS

Under the existing provisions of law, the following special tax benefits, *inter alia*, will be available to the Issuer and Debenture Holder(s). The tax benefits are given as per the prevailing tax laws and may vary from time to time in accordance with amendments to the law or enactments thereto.

The information given below lists out the special tax benefits available to the Issuer and Debenture Holder(s), in a summary manner only and is not a complete analysis or listing of all potential tax consequences of the subscription, ownership and disposal of the Debentures. The Debenture Holders are advised to consider in its own case, the tax implications in respect of subscription to the Debentures after consulting its tax advisor as alternate views are possible. We are not liable to the Debenture Holders in any manner for placing reliance upon the contents of this statement of special tax benefits.

We have also perused the relevant provisions of Income Tax Act, 1961, Central Goods and Service Tax Act (CGST), State Goods and Service Tax Act (SGST) and Integrated Goods and Service Tax Act (IGST) alongwith the notifications issued by the revenue authorities from time to time.

On the basis of such perusal/examination of the provisions and on the discussions held with the officials of Issuer, we are of the opinion that the following special tax benefits are available to the Issuer and the Debenture Holders:

DIRECT TAXES

IMPLICATIONS UNDER THE INCOME-TAX ACT, 1961 (“IT Act”)

We have perused various provisions of tax exemption / tax rebates specified under Chapter III and Chapter VI A of the IT Act. Further, in accordance with the amendments introduced by the Finance Act, 2025, surcharge, health and education cess shall be added to rate of tax deduction, wherever applicable.

From the perusal of the above, our opinion is as under:

Benefits to the Issuer

The Income of the Issuer from specified sources are exempted under Section 10(20) of the IT Act. The provisions under Section 10(20) of the IT Act are as under:

“the income of a local authority which is chargeable under the head “Income from house property”, “Capital gains” or “Income from other sources” or from a trade or business carried on by it which accrues or arises from the supply of a commodity or service (not being water or electricity) within its own jurisdictional area or from the supply of water or electricity within or outside its own jurisdictional area.

Explanation. —For the purposes of this clause, the expression “local authority” means—

- (i) Panchayat as referred to in clause (d) of article 243 of the Constitution; or*
- (ii) Municipality as referred to in clause (e) of article 243P of the Constitution; or*
- (iii) Municipal Committee and District Board, legally entitled to, or entrusted by the Government with, the control or management of a Municipal or local fund; or*
- (iv) Cantonment Board as defined in section 3 of the Cantonments Act, 1924 (2 of 1924);”*

As per the provisions of Section 10(20) of the IT Act read with the other relevant provisions of the IT Act and the Income Tax Rules, 1962 and as per the information and explanations given to us, any income arising to the Issuer on the issuance of the Debentures shall be assessed as “Income From Other Sources” which is exempted under Section 10(20) of the IT Act.

Apart from the above, there are no special tax benefits available under the IT Act.

Benefits to the Debenture holder(s)

The interest income earned on investment made in municipal bonds are not exempt under the provisions of Chapter III of the IT Act. Also, there are no special tax benefits available under any other provisions of the IT Act.

Also, the capital gains arising on transfer of municipal bond are not exempt under Chapter IV of IT Act.

Tax at source shall be deducted on interest as per the rate applicable under the IT Act.

Tax deduction at source concession to the Foreign Portfolio Investors (“FPIs”)

As per provisions of Section 194LD of the IT Act, it is proposed that foreign portfolio investors shall be eligible for concessional rate of tax deduction at source on the interest on bonds at 5%. Section 194LD of the IT Act reads as under:

“(1) Any person who is responsible for paying to a person being a Foreign Institutional Investor or a Qualified Foreign Investor, any income by way of interest referred to in sub-section (2), shall, at the time of credit of such income to the account of the payee or at the time of payment of such income in cash or by the issue of a cheque or draft or by any other mode, whichever is earlier, deduct income-tax thereon at the rate of five per cent.

(2) (a) The income by way of interest referred to in sub-section (1) shall be the interest payable in respect of investment made by the payee in—

(i) a rupee-denominated bond of an Indian company; or

(ii) Government security;

(b) on or after the 1st day of April, 2020 but before the 1st day of July, 2023 in respect of the investment made by the payee in municipal debt securities:

Provided that the rate of interest in respect of bond referred to in sub-clause, (i) of clause (a) shall not exceed the rate as may be notified by the Central Government in this behalf.

Explanation.—For the purpose of this section, :—

a) ‘Foreign Institutional Investor’ is a registered institution that invests in a country other than its own.

b) ‘Qualified Foreign Investor’ is a subcategory of FII who is a foreign individual, group or association restricted from those countries, which are the members of FATF.

c) ‘Rupee-denominated bond’ is a bond issued by an Indian entity in a foreign market where the buying, selling and repayment are expressed in rupees.

d) ‘Government security’ is a Government issued bond, which is of low risk.”

A foreign institutional investor or a qualified foreign investor consider investing in securities to be gainful and thus, make investments claiming a security interest on the collateral. The interest payable by the Indian concern or entity to a foreign entity is deducted at 5% tax at source and disbursed in terms of rupees.

Deduction of Tax at Source on interest on NCDs

1. Income Tax is deductible at source at the rate of 10% (no surcharge or health education cess) on interest on NCDs held by resident Indians in accordance with Section 193 of the IT Act. In cases where interest is to be paid to an Individual or hindu undivided family (“HUF”) (being the NCD Holder) is less than Rs. 10,000 and interest is to be paid by way of account payee cheque then the relevant NCD Holder may seek non deduction of tax at source on the interest on NCDs by submitting the prescribed declaration/certificates with the Issuer and the RTA at the aforesaid address on or prior to the relevant Record Date.
2. In case of NCD Holder who is a resident Individual or resident HUF claiming non-deduction or lower deduction of tax at source under section 193 of the IT Act, as the case may be, the NCD Holder should furnish either (a) a declaration (in duplicate) in the prescribed form i.e. (i) Form 15H which can be given by Individuals who are of the age of 60 years or more (ii) Form 15G which can be given by all Debenture Holders (other than companies and firms), or (b) a certificate, from the Assessing Officer which can be obtained by all Debenture Holders (including companies and firms) by making an application in the prescribed form i.e. Form No. 13.
3. Debenture Holders may seek/ may be granted, as the case may be, non-deduction or lower deduction of tax at source in following instances under the IT Act:

- a) When the Assessing Officer issues a certificate on an application by a Debenture Holder on satisfaction that the total income of the Debenture Holder justifies no/lower deduction of tax at source as per the provisions of Section 197(1) of the IT Act; and that a valid certificate is filed by the NCD Holder with the Company before the Record Date for payment of interest;
 - b) When the resident Debenture Holder with Permanent Account Number ("PAN") (not being a company or a firm) submits a declaration as per the provisions of section 197A (1A) of the IT Act in the prescribed Form 15G verified in the prescribed manner to the effect that the tax on his estimated total income of the financial year in which such income is to be included in computing his total income will be NIL. However, under section 197A(1B) of the IT Act, Form 15G cannot be submitted nor considered for exemption from tax deduction at source if the dividend income referred to in section 194, interest on securities, interest, withdrawal from NSS and income from units of mutual fund or of Unit Trust of India as the case may be or the aggregate of the amounts of such incomes credited or paid or likely to be credited or paid during the financial year in which such income is to be included exceeds the maximum amount which is not chargeable to income tax;
 - c) Senior citizens, who are 60 or more years of age at any time during the financial year, enjoy the special privilege to submit a self-declaration in the prescribed Form 15H for non-deduction of tax at source in accordance with the provisions of section 197A(1C) of the IT Act even if the aggregate income credited or paid or likely to be credited or paid exceeds the maximum amount not chargeable to tax, provided that the tax due on the estimated total income of the year concerned will be NIL;
 - d) All mutual funds registered under Securities and Exchange Board of India are exempt from tax on all their income, including income from investment in Debentures under the provisions of Section 10 (23D) of the IT Act in accordance with the provisions contained therein. Further, as per the provisions of section 196 of the IT Act, no deduction of tax shall be made by any person from any sums payable to mutual funds specified under Section 10(23D) of the IT Act, where such sum is payable to it by way of interest or dividend in respect of any securities or shares owned by it or in which it has full beneficial interest, or any other income accruing or arising to it;
 - e) For any NCDs held by Foreign Institutional Investors/ Foreign Portfolio Investors/ Qualified Foreign Investors, interest on NCDs may be eligible for concessional tax rate of 5% (plus applicable surcharge and health and education cess) for interest referred under Section 194LD applicable in respect of rupee denominated bonds of an Indian Company between June 1, 2013 and July 1, 2023 provided such rate does not exceed the rate as may be notified by the Government. Further, in case where section 194LD is not applicable, the interest income earned by FIIs/FPIs should be chargeable to tax at the rate of 20% under section 115AD of the IT Act. Tax shall be deducted u/s. 196D of the IT Act on such income at 20%. Where DTAA is applicable to the payee, the rate of tax deduction shall be lower of rate as per DTAA or 20%, subject to the conditions prescribed therein;
 - f) Interest payable to Life Insurance Corporation, General Insurance Corporation and any other insurers are exempted from deductions of tax at source under Section 193 of the IT Act;
 - g) Interest payable to entities falling under the list of entities exempted from TDS by the circular no. 18/2017 by Central Board of Direct Taxes (whose income is unconditionally exempt under Section 10 of the IT Act and who are also statutorily not required to file return of income as per Section 139 of the IT Act);
 - h) Any other specific exemption available to any other category of investors under the IT Act.
4. In case(s) where the NCD Holder(s) do not submit the declaration/ certificates as per format prescribed under applicable laws with the Issuer and the RTA at the specified address on or prior to the relevant Record Date for payment of interest on the NCDs, the Issuer shall not be liable to refund the applicable amount of tax deducted at source and the NCD Holders would be required to directly take up with the tax authorities for refund, if any.
 5. Documents required in cases of lower/ non-deduction of TDS due to exemption available

Tax will be deducted at source at reduced rate, or no tax will be deducted at source in the following cases:

- a. When the Assessing Officer issues a certificate on an application by a Debenture Holder on satisfaction that the total income of the Debenture holder justifies no/lower deduction of tax at source as per the provisions of Section 197(1) of the IT Act; and that a valid certificate is filed with the Issuer before the prescribed date of closure of books for payment of debenture interest;
- b. When the resident Debenture Holder with Permanent Account Number ('PAN') (not being a company or a firm) submits a declaration as per the provisions of section 197A(1A) of the IT Act in the prescribed Form 15G verified in the prescribed manner to the effect that the tax on his estimated total income of the financial year in which such income is to be included in computing his total income will be NIL. However, under section 197A(1B) of the IT Act, Form 15G cannot be submitted nor considered for exemption from tax deduction at source if the dividend income referred to in section 194, interest on securities, interest, withdrawal from NSS and income from units of mutual fund or of Unit Trust of India as the case may be or the aggregate of the amounts of such incomes credited or paid or likely to be credited or paid during the financial year in which such income is to be included exceeds the maximum amount which is not chargeable to income tax;
- c. Senior citizens, who are 60 or more years of age at any time during the financial year, enjoy the special privilege to submit a self-declaration in the prescribed Form 15H for non-deduction of tax at source in accordance with the provisions of section 197A(1C) of the Act even if the aggregate income credited or paid or likely to be credited or paid exceeds the maximum amount not chargeable to tax, provided that the tax due on the estimated total income of the year concerned will be NIL; and

In all other situations, tax would be deducted at source as per prevailing provisions of the IT Act. Please find below the class of resident investors and respective documents that would be required for granting TDS exemption, unless specified otherwise hereinabove:

S. No.	Class of Investors	Relevant Section which grants TDS exemption	Documents to be taken on record from Investors
1	Resident Individual or resident HUF	Claiming non-deduction or lower deduction of tax at source under section 193 of the IT Act,	Form No.15G with PAN / Form No.15H with PAN / Certificate issued u/s 197(1) has to be filed with the Issuer. However, in case of NCD Holders claiming non- deduction or lower deduction of tax at source, as the case may be, the NCD Holder should furnish either a declaration (in duplicate) in the prescribed form i.e. Form 15H which can be given by individuals who are of the age of 60 years or more Form 15G which can be given by all applicants (other than companies, and firms), or a certificate, from the Assessing Officer which can be obtained by all applicants (including companies and firms) by making an application in the prescribed form i.e. Form No.13.
2	Non-residents- (Other than FIIs/FPIs)	For Non-deduction or lower deduction of tax at source u/s 195 of the IT Act	A certificate under section 197 of the IT Act from the Indian Assessing Officer for nil / lower deduction of tax at source by making an application in the prescribed form (i.e. Form No.13.)
3	Life insurance Corporation of India	Clause vi of Proviso to Section 193	Copy of Registration certificate
4	General Insurance Corporation of India, companies formed under section 16(1) of General Insurance Business Act,	Clause vii of Proviso to Section 193	Copy of Registration certificate Copy of shareholding pattern

S. No.	Class of Investors	Relevant Section which grants TDS exemption	Documents to be taken on record from Investors
	1972 and any company in which GIC has full beneficial interest (100% shareholding)		
5	Any Insurer (like SBI Life Insurance, Max Life Insurance etc.)	Clause viii of Proviso to Section 193	Copy of Registration certificate issued by IRDA
6	Mutual Funds	Section 196(iv) read with Section 10(23D)	Copy of Registration certificate issued by SEBI / RBI and notification issued by Central Government
7	Government, RBI and corporation established under Central / State Act whose income is exempt from tax	Section 196(i),(ii) and (iii)	In case of Corporation, Declaration that their income is exempt from tax with applicable provisions
8	Recognized Provident Funds, Recognized Gratuity Funds, Approved Superannuation Funds, Employees' State Insurance Fund etc.	Section 10(25) and 10(25A) and CBDT Circular - 18/2017	Copy of Registration and Recognition certificate issued by relevant statutory authorities and income-tax authorities and Declaration from the funds that their income is exempt u/s 10(25) and 10(25A)
9	New Pension System Trust	Section 10(44) read with Section 196(iii) and CBDT Circular - 18/2017	Relevant Registration certificate issued to NPS Trust under section Indian Trusts Act, 1882
10	Other entities like Local authority, Regimental Funds, IRDA etc.	Section 10(20) etc. read with CBDT Circular - 18/2017	Declaration that they fall within the relevant income-tax section and eligible for income-tax exemption on their income
11	Alternative Investment Funds (Category I and II)	Section 197A(1F)	Copy of Registration certificate issued by SEBI

INDIRECT TAXES

Benefits to the Issuer

The Issuer is exempted from provisions of goods and service tax only on municipal services. There are no special tax benefits on the issuance of municipal bonds.

Benefits to the Debenture holder(s)

No special indirect tax benefits are available on issue of municipal bonds to the investors.

No assurance is given that the revenue authorities/ courts will concur with the views expressed herein. Our views are based on the existing provisions of law and its interpretation, which are subject to changes from time to time.

SECTION-IX: ISSUE SPECIFIC INFORMATION

1. Issue/instrument specific regulations

The Bonds are proposed to be issued in accordance with SEBI Municipal Debt Regulations and relevant circulars of SEBI, as amended from time to time.

The TNULB Act provides borrowing powers to TCMC. The proposed issue is being made pursuant to Section 66 of the TNULB Act and is subject to the provisions of the TNULB Act and Rules the terms of this Preliminary Placement Memorandum and other terms and conditions as may be incorporated in the Transaction Documents. The Issuer has obtained approval for the Issue of bonds as mentioned under section titled “*About the Issuer and Capital Structure of the Issuer*” on page no. 34.

Section 66 of the TNULB Act provides that the Corporation:

- (1) with the previous sanction of the State Government and in pursuance of any resolution passed at a special meeting borrow any sum of money:
 - i) by way of debentures by raising loans from any Scheduled or Nationalised Bank or from any other Financial Institutions or Agencies as may be approved by the Government in this behalf, on the security of all or any of the taxes, duties, files and dues authorised by or under this Act, for the purposes as may be determined by the Government;
 - ii) by way of raising loan from the public by issue of bonds for incurring specified items of capital expenditure.
- (2) The amount of loan, the rate of interest and the terms including the date of flotation, the time and method of repayments and the like shall be subject to the approval of the Government.
- (3) When any sum of money has been borrowed under sub-section (1), no portion thereof shall without the previous sanction of the Government, be applied to any purpose other than that for which it was borrowed.

2. Rating and detailed Rating Rationale.

The Bonds proposed to be issued pursuant to this Issue have been rated by CARE Ratings Limited and Acuite Ratings and Research Private Limited (collectively the “**Credit Rating Agencies**”).

CARE Ratings Limited has assigned a rating of Provisional CARE AA-/Stable vide its letter dated April 02, 2025, revalidated vide rating letter dated December 10, 2025 and has issued a rating rationale dated April 03, 2025, and Acuite Ratings and Research Limited has assigned rating of Provisional ACUITE AA-/Stable vide its letter dated March 18, 2025, and has issued a rating rationale dated March 18, 2025.

The ratings provided by the Credit Rating Agencies may be suspended, withdrawn or revised at any time by the assigning rating agency and should be evaluated independently of any other rating. In case of any change in credit ratings till the listing of Bonds, our Company will inform the investors. These ratings are not a recommendation to buy, sell or hold securities and investors should take their own decisions. For details regarding rating letter and rationale for the aforementioned rating, see “Annexure II” beginning on page no. A-7. There are no other ratings for the Issue of Debentures (including unaccepted ratings) other than as specified in this Preliminary Placement Memorandum.

3. Other Confirmations

- a. The Issuer is eligible to raise funds under its constitution documents and in terms of the Tamil Nadu Urban Local Bodies Act, 1998;

- b. The accounts of the Issuer are prepared in accordance with the National Municipal Accounting Manual;
- c. The Issuer has no outstanding loans or borrowings as of the date of filing this Preliminary Placement Memorandum and the Issuer has not defaulted in the repayment of loans obtained from banks or financial institutions during the preceding three hundred and sixty five days;
- d. No order or direction of restraint, prohibition or debarment by Securities and Exchange Board of India, ("SEBI") is in force against the Issuer or members of the Bond Issue Committee from accessing the securities markets;
- e. The Issuer or members of the Bond Issue Committee are not named in the list of the willful defaulters;
- f. None of the members of the Bond Issue Committee have been declared as a fugitive economic offender(s);

4. Credit Enhancement Mechanisms, if any.

Please refer to **Annexure-I** for Structured Payment Mechanism.

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

The Bonds are proposed to be listed on National Stock Exchange of India Limited. National Stock Exchange of India Limited shall be the designated stock exchange. The in-principle approval of the NSE bearing reference [•] dated [•] has been obtained in this regard.

6. Additional interest to be paid, above the Coupon Rate, in case of default (including delay) 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.

7. Penal interest payable by the Corporation in case of delay in listing of Bonds from Deemed date of Allotment

The default interest rate of 1% per annum over the Coupon Rate will be payable by the Issuer for the period of delay between the Deemed Date of Allotment and the date of listing, in accordance with the provisions of Chapter VII of the SEBI Master Circular.

As per provisions of the SEBI Municipal Debt Regulations, in case the Issuer fails to obtain listing or trading permission from the Stock Exchange, it shall refund the entire monies received within seven days of receipt of intimation from the Stock Exchange and if any such money is not repaid after the Issuer becomes liable to repay it, the Issuer shall be liable to repay that money with interest at the rate of 15% (fifteen percent) per annum till such refund is made.

8. Debenture Redemption Reserve/Sinking Fund

As per SEBI Municipal Debt Regulations and the requirements of the SEBI circular in relation to 'Continuous disclosures and compliances by listed entities under SEBI (Issue and Listing of Municipal Debt Securities) Regulations, 2015 dated November 13, 2019 bearing reference no. SEBI/HO/DDHS/CIR/P/134/2019, TNULB Act, and other applicable laws, each as amended, modified and/or supplemented from time to time. The Issuer is required to create Sinking Fund for due repayment of principal, accordingly, the Issuer shall create Sinking Fund as mentioned in the Structured Payment Mechanism for redemption of the Bonds. For further details of Structured Payment Mechanism, please refer to Annexure-I on page no. A-1 of this Preliminary Placement Memorandum.

9. Mechanism adopted in compliance with Regulation 13 of the Securities and Exchange Board of India (Merchant Bankers) Regulations, 1992

- i. We would like to disclose to all the stakeholders including but not limited to potential investors that, TCMC has appointed Merchant Banker viz. Trust Investment Advisors Private Limited vide Work Order dated March 14, 2024 and later amended vide Work Order dated October 13, 2025 and Issue Agreement dated December 8, 2025.
- ii. We further would like to disclose that Merchant Banker either directly or through its affiliates or its' associates or its subsidiaries may invest in the proposed issue through EBP mechanism in transparent manner; and accordingly, confirm that there is no conflict of interest between the Merchant Bankers and the Issuer in accordance with the applicable regulations; and
- iii. EBP mechanism is adopted to ensure fair, objective, and unbiased opportunity to all investors.

10. Deduction of Tax at Source on interest on NCDs

- a. Interest on NCDs issued pursuant to this Issue is subject to deduction of income tax under the provisions of the Income Tax Act, 1961 (“IT Act”) or any other statutory modification or re-enactment thereof, as applicable. NCD Holders desirous of claiming non-deduction or lower deduction of tax at source under applicable laws, as the case may be, shall be required to submit the declaration/ certificates as per format prescribed under applicable laws with the Issuer and the RTA at the below mentioned address at least 15 (Fifteen) calendar days prior to the relevant Record Date for payment of interest on the NCDs:

Particulars	Contact Details of the Issuer	Contact Details of the RTA
Name	Tirupur City Municipal Corporation	Cameo Corporate Services Limited
Correspondence Address	1, Mangalam Road, Tiruppur, Tamil Nadu-641604	Subramanian Building, No. 1, Club House Road, Chennai - 600002
Contact Person	Shri. M. Sundararajan	Ms. K. Sreepriya
Designation	Deputy Commissioner	Executive Vice President and Company Secretary
E-mail ID	tcmcmunicipalbond2024@gmail.com	ipo@cameoindia.com
Tel. No.	0421-22440153	+91-44-4002 0700/ 2846 0390
Fax No.	NA	NA
Link for online submission	NA	NA

- b. In case of non-receipt of such prescribed declaration/ certificate from the NCD Holders claiming non- deduction or lower deduction of tax at source under applicable laws, on or prior to the relevant Record Date, the Issuer shall make TDS deductions in accordance with the prescribed rates prior to credit of interest on NCDs.
- c. Income Tax is deductible at source at the rate of 10% on interest on NCDs held by resident Indians in accordance with Section 193 of the IT Act. In cases where interest is to be paid to an Individual or Hindu Undivided Family (“HUF”) (being the NCD Holder) is less than ₹ 10,000 and interest is to be paid by way of account payee cheque then the relevant NCD Holder may seek non deduction of tax at source on the interest on NCDs by submitting the prescribed declaration/certificates with the Issuer and the RTA at the aforesaid address on or prior to the relevant Record Date.
- d. In case of NCD Holder who is a resident Individual or resident HUF claiming non-deduction or lower deduction of tax at source under section 193 of the IT Act, as the case may be, the NCD Holder should furnish either (a) a declaration (in duplicate) in the prescribed form i.e. (i) Form 15H which can be given by Individuals who are of the age of 60 years or more (ii) Form 15G which can be given by all Debenture Holders (other than companies and firms), or (b) a certificate, from the Assessing Officer which can be obtained by all Debenture Holders (including companies and firms) by making an application in the prescribed form i.e. Form No. 13.
- e. Debenture Holders may seek/ may be granted, as the case may be, non-deduction or lower deduction of tax at source in following instances under the IT Act:

- i. When the Assessing Officer issues a certificate on an application by a Debenture Holder on satisfaction that the total income of the Debenture Holder justifies no/lower deduction of tax at source as per the provisions of Section 197(1) of the IT Act; and that a valid certificate is filed by the NCD Holder with the Company before the Record Date for payment of interest;
- ii. When the resident Debenture Holder with Permanent Account Number (“PAN”) (not being a company or a firm) submits a declaration as per the provisions of section 197A(1A) of the IT Act in the prescribed Form 15G verified in the prescribed manner to the effect that the tax on his estimated total income of the Financial Year in which such income is to be included in computing his total income will be NIL. However, under section 197A(1B) of the IT Act, Form 15G cannot be submitted nor considered for exemption from tax deduction at source if the dividend income referred to in section 194, interest on securities, interest, withdrawal from NSS and income from units of mutual fund or of Unit Trust of India as the case may be or the aggregate of the amounts of such incomes credited or paid or likely to be credited or paid during the Financial Year in which such income is to be included exceeds the maximum amount which is not chargeable to income tax;
- iii. Senior citizens, who are 60 or more years of age at any time during the Financial Year, enjoy the special privilege to submit a self-declaration in the prescribed Form 15H for non-deduction of tax at source in accordance with the provisions of section 197A(1C) of the IT Act even if the aggregate income credited or paid or likely to be credited or paid exceeds the maximum amount not chargeable to tax, provided that the tax due on the estimated total income of the year concerned will be NIL;
- iv. All mutual funds registered under Securities and Exchange Board of India are exempt from tax on all their income, including income from investment in Debentures under the provisions of Section 10 (23D) of the IT Act in accordance with the provisions contained therein. Further, as per the provisions of section 196 of the IT Act, no deduction of tax shall be made by any person from any sums payable to mutual funds specified under Section 10(23D) of the IT Act, where such sum is payable to it by way of interest or dividend in respect of any securities or shares owned by it or in which it has full beneficial interest, or any other income accruing or arising to it;
- v. The interest income earned by FIIs/FPIs should be chargeable to tax at the rate of 20% under section 115AD of the IT Act. Tax shall be deducted u/s. 196D of the IT Act on such income at 20%. Where DTAA is applicable to the payee, the rate of tax deduction shall be lower of rate as per DTAA or 20%, subject to the conditions prescribed therein;
- vi. Interest payable to Life Insurance Corporation, General Insurance Corporation and any other insurers are exempted from deductions of tax at source under Section 193 of the IT Act;
- vii. Interest payable to entities falling under the list of entities exempted from TDS by the circular no. 18/2017 by Central Board of Direct Taxes (whose income is unconditionally exempt under Section 10 of the IT Act and who are also statutorily not required to file return of income as per Section 139 of the IT Act);
- viii. Any other specific exemption available to any other category of investors under the IT Act; and
- ix. In case(s) where the NCD Holder(s) do not submit the declaration/ certificates as per format prescribed under applicable laws with the Issuer and the RTA at the specified address on or prior to the relevant Record Date for payment of interest on the NCDs, the Issuer shall not be liable to refund the applicable amount of tax deducted at source and the NCD Holders would be required to directly take up with the tax authorities for refund, if any.

11. Issue Procedure

i. Eligible Investors

The following categories of investors, are eligible to apply for this private placement of Debentures subject to fulfilling their respective investment norms/rules and compliance with

laws applicable to them by submitting all the relevant documents along with the Application Form (“**Eligible Investors**”):

- a. All QIBs and / or;
- b. any non-QIB Investors specifically mapped by the Issuer on NSE EBP Platform;

Additionally, those arrangers/brokers/intermediaries etc. (as per the defined limits under the NSE EBP Guidelines and SEBI EBP Guidelines) specifically mapped by the Issuer on the NSE EBP Platform are also eligible to bid/apply/invest for this Issue.

All investors are required to comply with the relevant regulations/guidelines applicable to them for investing in this issue of Debentures and the Issuer, is not in any way, directly or indirectly, responsible for any statutory or regulatory breach by any investor, nor shall the Issuer be required to check or confirm the same.

The Placement Memorandum will be issued to the Eligible Investors, who are required to complete and submit the Application Form to the Issuer in order to accept the offer of Debentures. No person other than the Eligible Investors to whom the Placement Memorandum has been issued by the Issuer may apply for the Issue through the Application Forms received by them. Any application from a person other than those specifically addressed will be invalid.

Hosting of the PPM/PM on the websites of the NSE and SEBI should not be construed as an offer or an invitation to offer to subscribe to the Debentures and the same has been hosted only as it is stipulated under the SEBI ILMDS Regulations read with the NSE EBP Guidelines.

ii. Application Process

Only Eligible Investors as mentioned hereinabove may apply for the Debentures. The minimum number of Bonds that can be applied for and the multiples thereof shall be as set out in the Placement Memorandum. No application can be made for a fraction of a Bond.

The Issue set up shall be done by the Issuer in accordance with the NSE EBP Guidelines and SEBI EBP Guidelines.

Eligible Investors are required to register on the EBP, the link for which shall be available at <https://www.nse-ebp.com/ebp/rest/login>. All the registered Eligible Investors are required to update the necessary bank account details and demat details before participating in the bidding process on the NSE EBP Platform.

In order to be able to bid under the NSE EBP Platform, Eligible Investors must have provided the requisite documents (including but not limited to the documentation related to ‘know your customer’) in accordance with the SEBI EBP Guidelines and NSE EBP Guidelines. Eligible Investors should refer the operating guidelines for issuance of debt securities on private placement basis through an electronic book mechanism as available on the website of NSE. The details of the Issue shall be entered on the NSE EBP Platform by the Issuer at least 3 (three) Working Days prior to the Issue Opening Date, in accordance with the SEBI EBP Guidelines. The Issue will be open for bidding for the duration of the bidding window that would be communicated through the Issuer’s bidding announcement on the NSE EBP Platform, at least 1 (one) Working Day before the Issue Opening Date.

The Issue will open on the ‘Issue Opening Date’ and close on the ‘Issue Closing Date’ as stated herein (“Issue Period”). The subscription to the Bonds shall be made by the Eligible Investors through the electronic book mechanism by placing bids on the NSE EBP Platform as prescribed by SEBI during the Issue Period. Bids need to be submitted by issue closing time or such extended time as decided by the Issuer on the NSE EBP Platform. Some of the key parameters in terms of the extant SEBI EBP Guidelines on issuance of debt securities on private placement basis through an electronic book mechanism are as follows:

Details of size of the Issue and green shoe portion, if any	Private Placement of up to 10,000 (Ten Thousand) Rated, Listed, Taxable, Unsecured, Redeemable, Non-Convertible Municipal Bonds in the Nature Of Debentures of Face Value of ₹ 1,00,000/- (Rupees One Lakh Only) (“Bonds”/ “NCDS”/ “Debentures”) each, for cash, for an amount of up to ₹100 crores (Rupees Hundred Crores) (“Issue”) by the TCMC
Interest rate parameter	Fixed Coupon
Issue Opening Date	[●]
Issue Closing Date	[●]
Minimum Bid Lot	[●]
Manner of bidding in the Issue	Closed bidding on the NSE EBP Platform in line with the NSE EBP Guidelines
Manner of allotment in the Issue	Uniform yield basis in line with the NSE EBP Guidelines
Manner of settlement in the Issue	Settlement of the Issue will be done through the clearing corporation of NSE being National Securities Clearing Corporation Limited and the account details are given in the section on ‘Allocation and Settlement’ of the Placement Memorandum
Settlement Cycle	The process of pay-in of funds by investors and pay-out to Issuer will be done on T+[●] day, where T is the Issue Closing Date

iii. Bids by the Arrangers

Only the Arrangers mapped by the Issuer on the NSE EBP Platform shall be entitled to bid on behalf of Eligible Investors in the capacity of an arranger. An arranger can bid, on behalf of multiple participants, subject to the limits for each participant in accordance with SEBI Master Circular.

The Arrangers are allowed to bid on a proprietary, client and consolidated basis. At the time of bidding, the Arrangers are required to disclose the following details to the NSE EBP Platform:

Whether the bid is proprietary bid or is being entered into on behalf of an Eligible Investor or is a consolidated bid, i.e., an aggregate bid consisting of proprietary bid and bid(s) on behalf of Eligible Investors.

For consolidated bids, the Arrangers shall disclose breakup between proprietary bid and bid(s) made on behalf of Eligible Investors.

For bids entered on behalf of Eligible Investors, the Arrangers shall disclose the following:

- Names of such Eligible Investors;
- Category of the Eligible Investors (i.e. QIB or non-QIB); and
- Quantum of bid of each Eligible Investor

Provided that the Arrangers shall not be allowed to bid on behalf of any Eligible Investor if the bid amount for a series of the Debentures exceeds 5% (five percent) of issue size of the Debentures or ₹ 100 Crores, whichever is lower (or such revised limits as may be specified in the SEBI EBP Guidelines from time to time).

iv. Modification or cancellation of the bids

Modification or cancellation of the bids shall be allowed i.e. bidder can cancel or modify the bids made in an issue, subject to the following: such cancellation/ modification in the bids can be made only during the bidding period;

- no cancellation of bids shall be permitted in the last 10 minutes of the bidding period; and
- in the last 10 minutes of the bidding period, only revision allowed would be for:

- i. downward revision of coupon/ spread or upward modification of price; and/ or
- ii. Upward revision in terms of the bid size.

NSE reserves the right to cancel any bids placed by the Bidder or any transaction, if found in contravention of applicable law, or when requested/directed by any competent legal authority(ies), or if found that occurrence of material events have bearing on the performance/operations of the Issuer or an informed appraisal of the status/position of the Issuer by Bidder/its' client.

After the end of the bidding window, the Issuer has the option to:

- a. Withdraw the Issue; or
- b. Accept the Issue

In case the Issuer does not accept or withdraws the issue before the specified deadline, then the issue will be withdrawn by the system as per the NSE EBP guidelines.

v. Allocation and Settlement:

The allotment of valid applications received latest by the time of close of bidding window shall be done on 'uniform yield allotment' basis in the following manner:

- a. all bids shall be arranged in accordance with "yield time priority" basis and the allotment shall be done at the cut-off rate determined in the bidding process. The allotment and settlement value shall be based on the face value.
- b. where two or more bids have the same yield coupon and time, then allotment shall be done on "pro-rata" basis.

Post completion of the bidding process and closure of the Issue, the Issuer will accept and upload the provisional allocation on the NSE-EBP Platform. Post receipt of investor details, the Issuer may freeze the allocation on the NSE EBP Platform.

Eligible Investors whose bids have been accepted by the Issuer ("Successful Bidders") shall make pay-in of subscription monies in respect of the Bonds towards the allocation made to them, into the bank account of NSE Clearing Limited, on the Pay-In Date and before the pay-in cut-off time in accordance with the NSE and SEBI EBP Guidelines, the details of which will be displayed on NSE EBP Platform.

The fund pay-in by the Successful Bidders will be made only from the bank account(s), which have been provided/updated on the NSE EBP Platform. All transfers/RTGS must be made payable to the designated bank accounts of NSE Clearing Limited, details of which accounts are as set out below:

Beneficiary Name	NSE Clearing Limited
Clearing House Bank	HDFC Bank Ltd
IFSC	HDFC0000060
Bank account number	Will be available on NSE EBP Platform post bidding and will be shared on mail post allocation for making the payment

It may be noted that payment by any other means shall not be accepted. The Issuer assumes no responsibility for any delayed receipts / non-receipt of RTGS payments or any applications lost in mail or in transit or any failure of electronic fund transfer. Any amount received from third party accounts or from accounts not specified in the EBP may lead to cancellation of bid and no allotment will be made against such payments and the funds shall be refunded. Further, pay-in received from any other bank account may consequently lead to debarment of the bidder from accessing the NSE EBP Platform for 30 (thirty) days or as may be provided under NSE EBP Guidelines.

Upon the transfer of funds into the aforesaid account of NSE Clearing Limited by the

Successful Bidders, the Issuer shall confirm its decision to proceed with the allotment of the Bonds in favour of the Successful Bidders to the clearing corporation(s), Depository(ies), Registrar and the NSE EBP Platform. The Issuer shall initiate the requisite corporate action for allotment of Debentures and credit of allocated Debentures into the relevant demat accounts of the Successful Bidders through the Registrar. The Registrar shall provide corporate action file along with all requisite documents to the Depositories and intimate the NSE EBP of the aforesaid actions.

Upon the Depositories confirming the allotment of the Bonds and the credit of allocated Debentures into the demat account of the Successful Bidders to NSE EBP, the subscription monies in respect of the Bonds from the aforesaid account of the clearing corporation shall be released into the Issue Proceeds Account, as intimated by the Issuer to NSE EBP in accordance with applicable regulations/notifications and guidelines issued by SEBI from time to time. The details of the Issuer's Issue Proceeds Account are as provided herein below:

Beneficiary Name	[●]
Bank Account No.	[●]
IFSC Code	[●]
Bank Name	[●]
Branch Address	[●]

It must be noted that all pay-in obligations need to be fulfilled in totality. Partial fund receipt against any given obligation will be treated as a default and debarment penalties may be applicable as specified by the NSE and SEBI EBP Guidelines.

Upon final allocation by the Issuer, the Issuer shall disclose the Issue Size, price quoted during bidding, ISIN, number of Successful Bidders, category of the Successful Bidder(s), etc., in accordance with the SEBI Master Circular and SEBI & NSE EBP Guidelines. The NSE EBP platform shall upload such data, as provided by the Issuer, on its website to make it available to the eligible participants.

All benefits relating to Debentures will be available to the Investors from the Deemed Date of Allotment. The actual allotment of Debentures may take place on a date other than the Deemed Date of Allotment. In case if the issue closing date of Debentures is changed (preponed/postponed), the Deemed Date of Allotment of Debentures may also be changed (preponed/postponed) by the Issuer.

vi. Application Forms

Applications for the Bonds must be made in the Application Form and must be completed in block letters in English by the Eligible Investors. Application Forms must be accompanied by payment details. The full amount of the Face Value/ Issue Price allotted has to be paid along with the delivery of the fully completed and executed Application Form together with other applicable documents described below. Application Forms should be duly completed in all respects. The name of the Applicant's bank, type of account and account number must be duly filled by the Applicant. All Application Forms duly completed should be scanned clearly and emailed to the Issuer along with all the relevant documents on or before the Pay-In Date and forthwith followed by the original Application Form shall be submitted at the Head Office of the Issuer which is located at Tiruppur 1, Mangalam Road, Tiruppur, Tamil Nadu-641604 but no later than 10 (ten) days from the Issue Closing Date. The Issuer will not be responsible in any manner for any delayed receipts / non-receipt of Application Forms for any reason whatsoever.

Documents to be provided by Successful Bidders:

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

- a. Articles and Memorandum of Association/ Constitution/ Bye-laws;
- b. Board Resolution authorizing the investment and containing operating instructions;

- c. Power of Attorney/ relevant resolution/authority to make application;
- d. Specimen signatures of the authorized signatories (ink signed), duly certified by an appropriate authority; and
- e. Copy of Permanent Account Number Card (“PAN Card”) issued by the Income Tax Department.

vii. Withdrawal of Issue

The Issuer may, at its discretion, withdraw the issue proceeds on the conditions set out under the NSE EBP Guidelines; provided that the Issuer shall accept or withdraw the issue on the NSE EBP Platform in accordance with NSE EBP Guidelines as prevailing on the date of the bid. If the Issuer has withdrawn the Issue, and the cut-off yield of the Issue is higher than the estimated cut-off yield disclosed to the NSE EBP Platform, the estimated cut-off yield shall be mandatorily disclosed by the NSE EBP Platform to the Eligible Investors. The expression ‘estimated cut off yield’ means yield so estimated by the Issuer, prior to opening of issue on the NSE EBP Platform. The disclosure of estimated cut off yield by NSE EBP Platform to the Eligible Investors, pursuant to closure of the Issue, shall be at the discretion of the Issuer.

viii. Continuous Listing Conditions

The Issuer shall comply with the conditions of listing specified in Schedule V of the SEBI Municipal Debt Regulations including continuous disclosure and other requirements as specified by SEBI from time to time, including the SEBI Circular dated June 19, 2017 and bearing reference no. CIR/MD/DF1/60/2017 read with the SEBI Circular date November 13, 2019 bearing reference no. SEBI/HO/DDHS/CIR/P/134/2019 and as amended from time to time, the applicable provisions of the SEBI Master Circular, SEBI Debenture Trustee Master Circular.

The Issuer shall comply with the provisions of Chapter VI of the SEBI Municipal Debt Regulations including the provisions in relation to continuous listing conditions; accounting and audit; and trading and reporting of municipal debt securities.

ix. Trading and reporting of municipal debt securities

The information in respect of the Issue such as Issuer details, Bond details, Ratings, rating migration, coupon, buyback etc. shall be reported to a common database as may be required and specified by SEBI.

x. Fictitious Application

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

xi. Procedure for Applying for Dematerialised Facility

- a. The applicant must have at least one beneficiary account with any of the DP’s of NSDL/ CDSL prior to making the application.
- b. The applicant must necessarily fill in the details (including the beneficiary account number and DP - ID) appearing in the Application Form under the heading “Details for Issue of Debentures in Electronic/Dematerialised Form”.
- c. Debentures allotted to an applicant will be credited to the applicant’s respective beneficiary account(s) with the DP.
- d. For subscribing to the Debentures, names in the Application Form should be identical to those appearing in the details in the Depository. In case of joint holders, the names should necessarily be in the same sequence as they appear in the account details maintained with the DP. If incomplete/incorrect details are given under the heading “Details for Issue of Debentures in Electronic/Dematerialised Form” in the Application Form, it will be

deemed to be an incomplete application and the same may be held liable for rejection at the sole discretion of the Issuer.

- e. For allotment of Debentures, the address, nomination details and other details of the applicant as registered with his/her DP shall be used for all correspondence with the applicant. The applicant is therefore responsible for the correctness of his/her demographic details given in the Application Form vis-a-vis those with his/her DP. In case the information is incorrect or insufficient, the Issuer would not be liable for the losses, if any.
- f. The redemption amount or other benefits would be paid to those Debenture Holders whose names appear on the list of beneficial owners maintained by the R&T Agent as at the end of the Record Date. In case of those Debentures for which the beneficial owner is not identified in the records of the R&T Agent as on the Record Date, the Issuer would keep in abeyance the payment of the redemption amount or other benefits, until such time that the beneficial owner is identified by the R&T Agent and conveyed to the Issuer, whereupon the redemption amount and benefits will be paid to the beneficiaries, as identified.

xii. Depository Arrangements

The Issuer has appointed Cameo Corporate Services 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 there under. In this context, the Issuer is in the process of entering into the following two tripartite agreements:

- i. Tripartite Agreement between the Issuer, NSDL and the Registrar for dematerialization of the Bonds offered under the present Issue.
- ii. Tripartite Agreement between the Issuer, Central Depository Services (India) Limited and the Registrar for dematerialization of the Bonds offered under the present Issue.

The NCDs under this Issue will be allotted and transferred in dematerialized form only. However, as per the provisions of the Depositories Act, Investors have an option to hold the Bonds in physical form and deal with the same as per the provisions of Depositories Act, 1996 as amended from time to time.

xiii. List of Beneficiaries

The Issuer shall request the Depository(ies) to provide a list of beneficiaries as at the end of each Record Date. This shall be the list which will be used for payment or repayment of redemption monies.

xiv. Application 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 authorised signatories of the investor and the tax exemption certificate/document of the investor, 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 its agents 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.

In case of an application made by companies under a power of attorney or resolution or authority, a certified true copy thereof along with the memorandum and articles of association and/or bye-laws along with other constitutional documents must be attached to the Application Form at the time of making the application, failing which, the Issuer reserves the full, unqualified and absolute right to accept or reject any application in whole or in part and in either case without assigning any reason thereto. Names and specimen signatures of all the authorised signatories must also be lodged along with the submission of the completed Application Form.

xv. Procedure for application by Mutual Funds and Multiple Applications

In case of applications by mutual funds and venture capital funds, a separate application must be made in respect of each scheme of an Indian mutual fund/venture capital fund registered with the SEBI and such

applications will not be treated as multiple application, provided that the application made by the asset management company/trustee/custodian clearly indicated their intention as to the scheme for which the application has been made.

The application forms duly filled shall clearly indicate the name of the concerned scheme for which application is being made and must be accompanied by certified true copies of:

- i. SEBI registration certificate;
- ii. Resolution authorising investment and containing operating instructions; and
- iii. Specimen signature of authorised signatories.

xvi. Applications to be accompanied with Bank Account Details

Every application shall be required to be accompanied by the bank account details of the applicant and the magnetic ink character reader code of the bank for the purpose of availing direct credit of redemption amount and all other amounts payable to the Debenture Holder(s).

xvii. Mode of Payment

Applicants shall make remittance of application money by way of electronic transfer of funds through RTGS/electronic fund mechanism for credit by the pay-in time in the bank account of the National Securities Clearing Corporation Limited appearing on the EBP platform of NSE in accordance with the timelines set out in the NSE EBP Guidelines and the relevant rules and regulations specified by SEBI in this regard.

xviii. Credit of Bonds

The allotment of Bonds will be in terms of the timelines stipulated under SEBI Master Circular No. SEBI/HO/DDHS/DDHS-PoD/P/CIR/2025/0000000137 dated October 15, 2025. The Bonds will be credited in dematerialized form within 2 (two) Working Days from the Deemed Date of Allotment.

xix. Refunds

As per the provisions of the SEBI Municipal Debt Regulations, in case the Issuer fails to obtain listing or trading permission from NSE where the Bonds are proposed to be listed, it shall refund the entire monies received within seven days of receipt of intimation from NSE rejecting the application for listing of Bonds, and if any such money is not repaid after the Issuer becomes liable to repay it, the Issuer shall be liable to repay that money with interest at the rate of 15% (fifteen percent) per annum till such refund is made.

In case the Issuer has received money from applicants for Debentures in excess of the aggregate of the application money relating to the Debentures in respect of which allotments have been made, the registrar shall upon receiving instructions in relation to the same from the Issuer repay the monies to the extent of such excess, if any.

xx. PAN Number

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

xxi. Alterations to the Issue

The Issuer reserves its sole and absolute right to modify the Issue Opening Date, Issue Closing Date, Pay-In Date and Deemed Date of Allotment in accordance with the regulatory provisions and EBP Guidelines. In the event of any change in the Issue Schedule including the Deemed Date of Allotment, the Issuer shall notify the Stock Exchange about such change. In such a

case, recipients of this Disclosure Document shall be intimated the revised time schedule by the Issuer. In case the Issue Closing Date/ Pay-In Date is/ are changed, the Deemed Date of Allotment and the Redemption Schedule may also be changed by the Issuer in accordance with the tenure of the Debentures at its sole and absolute discretion in accordance with the regulatory provisions and EBP Guidelines.

xxii. 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.

xxiii. Issue of Bond Certificate(s)

The Bonds since issued in electronic (dematerialized) form, will be governed as per the provisions of The Depositories Act, 1996, Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018, rules notified by NSDL/ CDSL from time to time and other applicable laws and rules notified in respect thereof. The Bonds shall be allotted in dematerialized form only.

xxiv. Market Lot

The market lot for the purpose of bidding on the NSE EBP platform 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.

xxv. Trading of Bonds

The marketable lot for the purpose of trading of Bonds shall be 1(one) Bond. Trading of Bonds would be permitted in demat mode only in standard denomination of Rs.1 Lakh and such trades shall be cleared and settled in recognized stock exchange 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.

xxvi. Mode of Transfer/Transmission of Debentures

The Debentures shall be transferable freely. The Debenture(s) shall be transferred and/or transmitted in accordance with the applicable provisions of the Act and other applicable laws. Attention of the investors is drawn to para 11 (a) "*Eligible Investors*" of this Section on page no.62 of this Preliminary Placement Memorandum. The NCDs under this Issue will be allotted and transferred in dematerialized form only. However, as per the provisions of the Depositories Act, investors have an option to hold the Bonds in physical form and deal with the same as per the provisions of Depositories Act, 1996 as amended from time to time. The Debentures held in dematerialised form shall be transferred subject to and in accordance with the rules/procedures as prescribed by NSDL/CDSL and the relevant DPs of the transferor or

the transferee and any other applicable laws and rules notified in respect thereof. The transferee(s) should ensure that the transfer formalities are completed prior to the Record Date. In the absence of the same, amounts due will be paid/redemption will be made to the person, whose name appears in the register of debenture holders maintained by the R&T Agent as at the end of the Record Date, under all circumstances. In cases where the transfer formalities have not been completed by the transferor, claims, if any, by the transferees would need to be settled with the transferor(s) and not with the Issuer. The normal procedure followed for transfer of securities held in dematerialised form shall be followed for transfer of these Debentures held in dematerialised form. The seller should give delivery instructions containing details of the buyer's DP account to his DP.

xxvii. Debentures held in Dematerialised Form

The NCDs under this Issue will be allotted and transferred in dematerialized form only. However, as per the provisions of the Depositories Act, investors shall have an option to hold the Bonds in physical form and deal with the same as per the provisions of Depositories Act, 1996 as amended from time to time. For the Debentures held in dematerialised form, no action is required on the part of the Debenture Holder(s) for redemption purposes and the redemption proceeds will be paid by cheque/ ECS/ NEFT/ fund transfer/ RTGS to those Debenture Holder(s) whose names appear on the register of debenture holders maintained by the R&T Agent as at the end of the Record Date. All such Debentures will be simultaneously redeemed through appropriate debit corporate action. If permitted, the Issuer may transfer payments required to be made in any relation by electronic fund transfer/ RTGS to the bank account of the Debenture Holder(s) for redemption payments.

xxviii. Sharing of Information

The Issuer may use, share or part with any financial or other information about the Debenture Holder(s) available with the Issuer, its affiliates, and other banks, financial institutions, credit bureaus, agencies with statutory bodies, regulators, etc., as may be required without prejudice to the interests of the Bond Holders and subject to Applicable Law.

xxix. Modification of Debentures

Any amendment to the terms and conditions of the Debentures or the Transaction Documents will require the consent of the Debenture Trustee and Majority Debenture Holders, either by providing their express consent in writing or by way of a resolution at a duly convened meeting of the Debenture Holders in accordance with applicable SEBI regulations.

xxx. Right to accept or reject applications

The Issuer reserves its full, unqualified and absolute right to accept or reject any application for subscription to the Debentures, in part or in full, without assigning any reason thereof, in accordance with the regulatory provisions and EBP Guidelines. The rejected applicants will be intimated along with the refund warrant, if applicable, to be sent. No interest shall be payable on any application money. Application would be liable to be rejected on one or more technical grounds, including but not restricted to:

- a. Number of debt security applied for is less than the minimum application size;
- b. Bank account details not given;
- c. Details for issue of Debt Securities in electronic/ dematerialized form not given;
- d. PAN/GIR and IT Circle/Ward/District not given;
- e. In case of applications under Power of Attorney by limited companies, corporate bodies, trusts, etc. relevant documents not submitted; and
- f. In the event, if any Debt Securities applied for are not allotted in full, the excess application monies of such Debt Securities will be refunded, as may be permitted.

xxxi. Trustee for the Debentures

The Issuer has appointed Catalyst Trusteeship Limited to act as the trustee for the Debenture

Holder(s). The Issuer and the Debenture Trustee intend to enter into the debenture trust deed, inter alia, specifying the powers, authorities and obligations of the Debenture Trustee and the Issuer. The Debenture Holder(s) shall, without further act or deed, be deemed to have irrevocably given their consent to the Debenture Trustee or any of its agents or authorized officials to do all such acts, deeds, matters and things in respect of or relating to the Debentures as the Debenture Trustee may in its absolute discretion deem necessary or require to be done in the interest of the Debenture Holder(s). The Debenture Trustee will protect the interest of the Debenture Holder(s) in regard to timely payment of Coupon and repayment of principal and they will take necessary action, subject to and in accordance with the debenture trust deed, at the cost of the Issuer. The Issuer shall not utilize the proceeds of the Issue till the debenture trust deed is executed. The Debenture Trust Deed shall more specifically set out rights and remedies of the Debenture Holders and the manner of enforcement thereof. The Debenture Trustee shall carry out its duties and perform its functions in terms of the SEBI Debt Listing Regulations, the Securities and Exchange Board of India (Debenture Trustees) Regulations, 1993, the Debenture Trust Deed and the PPM/PM, with due care, diligence and loyalty. The debenture trustee shall monitor the Escrow Account and shall ensure disclosure of all material events on an ongoing basis. The Debenture Trustee shall supervise the implementation of the obligations cast in terms of provisions of the SEBI Debt Listing Regulations.

xxxii. Interest on Application Money

The Pay-in Date shall be the Deemed Date of Allotment; hence interest on application money shall not be applicable .

xxxiii. Interest on the Bonds

The face value of the Bonds outstanding shall carry interest at the coupon rate from Deemed 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 Depositories 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 cheque/DDs on the due date. 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 Registrar as on the Record Date.

xxxiv. 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 (leap year), interest shall be computed on 366 days-a-year basis, on the face value amount of Bonds outstanding.

xxxv. 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 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.

xxxvi. 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.

xxxvii. Redemption

The face value of the Bonds shall be redeemed at par, on the respective Redemption Date. The Bonds will not carry any obligation, for interest or otherwise, after the Redemption. The Bonds shall be taken as discharged on payment of the redemption amount by the Issuer to the registered Bondholders whose name appears 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, in accordance with the provisions of Chapter III of the SEBI Master Circular.

xxxviii. Roll-Over of Bonds issued:

Roll-Over of Municipal Bonds issued - If any, will be made only in accordance with the provisions of Regulation 21 of the SEBI Municipal Debt Regulations.

xxxix. Buy-back

The Issuer may provide an option to buy-back the Bonds from the Bondholders, in the manner as may be specified by SEBI from time to time, at a value which shall not be less than the face value of the Bonds.

xl. Settlement/ Payment on redemption

Payment of interest and repayment of principal shall be made by way of cheque(s)/ warrant(s)/demand draft(s)/credit through direct credit/ NECS/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 to the list of Beneficial Owners as provided by NSDL/CDSL 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 shall be adjusted.

The Issuer's liability to the Bondholders towards all their rights including for payment or otherwise shall cease and stand extinguished after the redemption of Bonds, except in case of delay or non-credit of funds into the accounts of the Beneficial Owners. Further the Issuer will not be liable to pay any interest or compensation from after the Redemption of Bonds. On the Issuer's crediting the amount to the Beneficiary(ies) in respect of the Bonds, the liability of the Issuer shall stand extinguished, except in case of delay or non-credit of funds into the accounts of the Beneficial Owners.

xli. 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, where it thinks fit or take into consideration any other documentary evidence for this purpose, in accordance with the Applicable Law.

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

- a) 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.
- b) Proof that the NRI is an Indian National or is of Indian origin.

- c) Such holding by the NRI will be on a non-repatriation basis.

xl. 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 in accordance with the regulatory provisions and EBP Guidelines.

xli. Acknowledgements

Merchant Banker/Arranger to the Issue receiving the duly completed Application Form will acknowledge receipt of the application. No separate receipts will be issued for the application money.

xlii. 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.

xliii. Nomination Facility

Nomination facility will be provided to the Bondholders if provided under applicable law and in a manner provided under the applicable law.

xliii. Right of Bondholder(s)

Though the Corporation does not have any shareholders, it is clarified that at any point of time a 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 terms of this PPM and other terms and conditions as may be incorporated in the Transaction Documents that may be executed in respect of these Bonds.

xliii. Modification of Rights

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

xliii. 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 registered post/speed or through email or other electronic media to the Bondholders or as allowed under the applicable law.

xliii. Joint-Holders

Notwithstanding anything in Section 45 of the Indian Contract Act, 1872, when any debenture issued under the 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 the 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.

1. 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 courts of Tiruppur, Tamil Nadu, India. However, in relation to the Issue Proceeds Agreement the parties shall submit to the exclusive jurisdiction of Courts and Tribunals in Mumbai.

li. Procedure for deciding and adjusting payment dates.

If the date of payment of coupon/redemption of principal does not fall on a Working Day, the payment of coupon/principal shall be made in accordance with SEBI Master Circular dated October 15, 2025 bearing reference SEBI/HO/DDHS/DDHS-PoD/P/CIR/2025/0000000137, as amended from time to time and detailed in the Term Sheet on page 97 of this PPM.

If the coupon payment date falls on a Sunday or a holiday, the coupon payment shall be made on the next Business Day. The dates of the future payments would continue to be as per the schedule originally stipulated in the Placement Memorandum/ Term Sheet in line with applicable guidelines/ regulations/ circulars as issued by SEBI from time to time.

If the redemption/maturity date of the Bonds falls on a Sunday or a holiday, the redemption proceeds shall be paid on the previous working day. In such case, along with the redemption proceeds, the coupon accrued on such Bonds shall also be paid on the previous working day as per the cash flows provided under Annexure – V “Illustration of Bond Cash Flow” of Placement Memorandum.

If a leap year (i.e. February 29) falls during the tenor of the bonds, then the number of days shall be reckoned as 366 days (actual/ actual day count convention) for the entire year, irrespective of whether the interest is payable annually, half yearly, quarterly or monthly.

For the purpose of clarification, the payment of interest/redemption shall be made only as per the cash flows provided under Annexure – V “Illustration of Bond Cash Flow” of the Placement Memorandum.

In the event the Record Date falls on a day which is not a Business Day, the immediately preceding Business Day will be considered as the Record Date. The interest/redemption payments shall be made only on the days when the commercial banks are open for business in Tiruppur, Tamil Nadu.

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

NIL, as the Issuer has not issued any municipal debt securities in past 5 years.

liii. Terms of payments and procedure and time schedule for allotment and issue certificates/demat credit

The allocation to the applicants and/or rejections of the applications shall be made in compliance with the provisions prescribed by SEBI and NSE being electronic book provider (EBP) platform. However, in case of successful accepted applications the Deemed Date of Allotment would be the Pay-In Date itself.

liv. Details of Escrow Payment Mechanism for the repayment of the Interest/Principal.

The Bonds are backed by a structured payment mechanism to ensure timely payment of interest and principal. Please refer to Annexure I Structured Payment Mechanism on page no. A-1 of this PPM.

lv. Permission to use Issuer Details

The Online Bond Platform Providers registered with the stock exchanges (“OBPPs” only for offering NCDs in the secondary markets), shall be permitted to use the Issuer’s name, logo, and relevant Issue details in advertisements, or promotional and marketing materials for the purpose of marketing and promoting the NCDs on their websites, mobile applications, or other digital platforms. It is the responsibility of Issuer to ensure compliance with Applicable Laws and further ensure that the same does not constitute an offer to the public.

12. Disclosures in accordance with SEBI Master Circular for Debenture Trustees bearing reference number SEBI/HO/DDHS-PoD-1/P/CIR/2025/117 dated August 13, 2025

Terms and Conditions of Debenture Trustee Agreement

i. Fees charged by Debenture Trustee

The Debenture Trustee has agreed for a total fee till maturity of Rs.1 for the services as agreed in terms of the offer.

ii. Terms of carrying out Due Diligence

- (a) The Issuer shall ensure that it provides and procures all information, representations, confirmations, and disclosures as may be required at the sole discretion of the Debenture Trustee to carry out the requisite diligence in connection with the issuance and allotment of the Debentures, in accordance with the relevant laws.
- (b) The Debenture Trustee shall have the power to either independently appoint or direct the Issuer to (after consultation with the Debenture Trustee) appoint intermediaries, valuers, chartered accountant firms, practicing company secretaries, consultants, lawyers and other entities in order to assist in the diligence by the Debenture Trustee. All costs, charges, fees and expenses that are associated with and incurred in relation to the diligence as well as preparation of the reports/certificates/documentation, including all out-of-pocket expenses towards legal or inspection costs, travelling and other costs, shall be solely borne by the Issuer.

In addition to the above terms of carrying out the due diligence, the Debenture Trustee Agreement provides for, inter alia, the following terms and conditions:

The Issuer undertakes to promptly furnish

- 1. all and any information as may be required by the Debenture Trustee in terms of the SEBI ILMDS Regulations and the Debenture Trust Deed on a regular basis, including without limitation the documents, as may be applicable;
- 2. The Debenture Trustee does not have the obligations of a borrower or a principal debtor or a guarantor as to the monies paid/invested by investors for the Bonds.

The Debenture Trustee shall have the power to independently appoint intermediaries, valuers, chartered accountant firms, practicing company secretaries, consultants, lawyers and other entities in order to assist in the diligence by the Debenture Trustee. All costs, charges, fees and expenses that are associated with and incurred in relation to the diligence as well as preparation of the reports/certificates/documentation, including all out-of-pocket expenses towards legal or inspection costs, travelling and other costs, shall be solely borne by the Issuer.

The Debenture Trustee shall obtain any certificate as may be required from an empaneled agency as a part of due diligence.

Pursuant to the Regulation 13 of the SEBI Debenture Trustee Regulations and other applicable rules and regulations: The Issuer undertakes to comply with all regulations, guidelines of other regulatory authorities in respect of allotment of debentures/bonds till redemption. The time limit within which the Security for debentures/bonds shall be created or the agreement shall be executed in accordance with provisions as prescribed by any regulatory authority as applicable.

The Debenture Trustee shall perform its duties and obligations with due care, diligence and in the best interest of the Debenture holders, and exercise its rights and discretions in accordance with the prior written instructions / directions from the Debenture Holders in accordance with the terms of the Debenture Trust Deed, and shall further conduct itself and comply with the provisions of all applicable law (including without limitation, the Debenture Trustee Regulations, SEBI ILMDS Regulations).

Without prejudice to the aforesaid, the Issuer shall ensure that it provides and procures all information, representations, confirmations and disclosures as may be required in the sole discretion of the Debenture Trustee to carry out the requisite diligence in connection with the issuance and allotment of the Debentures, in accordance with the relevant laws/ Applicable Law.

iii. **Events of Default (including manner of voting/conditions of joining Inter Creditor Agreements)**

- a. Subject to the terms of the Debenture Trust Deed, the Debenture Trustee, at its discretion may, or if so requested in writing by the holders of at least three-fourths of the outstanding amount of the Bonds or with the sanction of a special resolution, passed at a meeting of the Debenture Holders, (subject to being indemnified and/or secured by the Debenture Holders to its satisfaction), give notice to the Issuer specifying that the Bonds and/or any particular options of Bonds, in whole but not in part are and have become due and repayable on such date as may be specified in such notice inter alia if any of the events listed below occurs. The description below is indicative and a complete list of events of default including cross defaults, if any, and its consequences will be specified in the Debenture Trust Deed:
- b. In accordance with the Chapter X: Breach of Covenants, Default and Remedies of master circular for debenture trustees numbering SEBI/HO/DDHS-PoD-1/P/CIR/2025/117 dated August 13, 2025 for post the occurrence of a “default”, the consent of the Debenture Holders for entering into an inter- creditor agreement (the “ICA”)/ shall be sought by the debenture trustee after providing a notice to the investors in the manner stipulated under applicable law. Further, the meeting of the Bond Holders shall be held within the period stipulated under applicable law. In case(s) where majority of investors express their consent to enter into the ICA, the debenture trustee shall enter into the ICA on behalf of the investors upon compliance with the conditions as stipulated in the abovementioned circular. In case consents are not received for signing the ICA, the debenture trustee shall take further action, if any, as per the decision taken in the meeting of the investors. The consent of the majority of investors shall mean the approval of not less than 75% of the investors by value of the outstanding debt and 60% of the investors by number at the ISIN level.
- c. SEBI Master Circular for Debenture Trustees defines ‘default’ as non-payment of interest or principal amount in full on the pre-agreed date which shall be recognized at the first instance of delay in the servicing of any interest or principal on debt.
- d. It is hereby confirmed, in case of an occurrence of a “default”, the Debenture Trustee shall abide and comply with the procedures mentioned in the abovementioned circular (SEBI/HO/DDHS-PoD- 1/P/CIR/2025/117) dated August 13, 2025 issued by SEBI.

iv. **Process of Due Diligence to be carried out by the Debenture Trustee**

Due Diligence will be carried out as per SEBI (Debenture Trustees) Regulations, 1993, SEBI ILMDS Regulations, the SEBI Debenture Trustee Master Circular and circulars issued by SEBI from time to time.

v. **Other Information**

The Debenture Trustee confirms that they have undertaken the necessary due diligence in accordance with Applicable Law, including the SEBI (Debenture Trustees) Regulations, 1993, read with the SEBI Debenture Trustee Master Circular.

CATALYST TRUSTEESHIP LIMITED HAS FURNISHED TO STOCK EXCHANGE A DUE DILIGENCE CERTIFICATE DATED DECEMBER 10, 2025 AS PER THE FORMAT SPECIFIED IN THE SEBI DEBENTURE TRUSTEE MASTER CIRCULAR WHICH READS AS FOLLOWS:

1. WE HAVE EXAMINED DOCUMENTS PERTAINING TO THE SAID ISSUE AND OTHER SUCH RELEVANT DOCUMENTS, REPORTS AND CERTIFICATIONS.
2. ON THE BASIS OF SUCH EXAMINATION AND OF THE DISCUSSIONS WITH THE ISSUER, ITS DIRECTORS AND OTHER OFFICERS, OTHER AGENCIES AND ON INDEPENDENT VERIFICATION OF THE VARIOUS RELEVANT DOCUMENTS, REPORTS AND CERTIFICATIONS:

WE CONFIRM THAT:

1. ALL DISCLOSURES MADE IN THE OFFER DOCUMENT WITH RESPECT TO THE DEBT SECURITIES ARE TRUE, FAIR AND ADEQUATE TO ENABLE THE INVESTORS TO MAKE A WELL-INFORMED DECISION AS TO THE INVESTMENT IN THE PROPOSED ISSUE.
2. ISSUER HAS DISCLOSED ALL COVENANTS PROPOSED TO BE INCLUDED IN DEBENTURE TRUST DEED (INCLUDING ANY SIDE LETTER, ACCELERATED PAYMENT CLAUSE ETC.), OFFER DOCUMENT OR PLACEMENT MEMORANDUM/INFORMATION MEMORANDUM.
3. ISSUER HAS GIVEN AN UNDERTAKING THAT THE DEBENTURE TRUST DEED SHALL BE EXECUTED BEFORE THE FILING OF LISTING APPLICATION.

SECTION-X: FINANCIAL INFORMATION

A. Following details as per the financial statements for past 3 years in tabular format:

EXAMINATION REPORT ON FINANCIAL INFORMATION

To,
TIRUPPUR CITY MUNICIPAL CORPORATION,
1, Mangalam Road, Tiruppur,
Tiruppur, Tamil Nadu, 641604

Dear Sir/s,

We have examined the Financial Information comprising the Abridged Balance Sheet, Income and Expenditure Statements and Cash Flow Statements for the year ended March 31, 2025, March 31, 2024 and March 31, 2023 (collectively, the **“Financial Information”**) of Tiruppur City Municipal Corporation (the **“Issuer”**) as annexed to this report for the purpose of inclusion in the Preliminary Placement Memorandum and the Placement Memorandum to be filed by the Issuer with the Securities and Exchange Board of India (**“SEBI”**) and the stock exchange(s) where the Debentures are proposed to be listed (**“Stock Exchange”**) for private placement of upto 10,000 (Ten thousand) rated, listed, taxable, unsecured, redeemable, non-convertible municipal bonds in the nature of Debentures, of face value of ₹ 1,00,000/- (Rupees One Lakh Only) for an amount aggregating up to ₹100 crores (Rupees One Hundred Crores Only) (**“Bonds”/ “NCDS”/ “Debentures”**) on private placement basis (**“Issue”**).

All accounts of the Tiruppur City Municipal Corporation are prepared by the Management of the Issuer and audited by the Deputy Director of Local Fund Audit in accordance with the Tamil Nadu Urban Local Bodies Rules, 2023. The audits for the Financial Years ended March 31, 2023 and March 31, 2024, were carried out by the Local Fund Audit, Tiruppur, as per the Tamil Nadu Local Fund Audit Rules, 2016. The audit for the Financial Year ended March 31, 2025, was conducted by C. Manivannan, Chartered Accountants, who were appointed as the auditor of Tiruppur City Municipal Corporation for the said year.

While the audit is conducted for books of accounts and financial statements of the funds, for the purpose of the Issue, the combined financial information (which consolidates the financial statements derived from audited financial statement of Revenue & Capital Fund, Water Supply & Drainage Fund and Elementary Education Fund) comprising the Abridged Balance Sheet, Income and Expenditure Statements and Cash Flow Statements for the year ended March 31, 2025, March 31, 2024 and March 31, 2023 (collectively, the **“Financial Information”**) has been prepared and examined by us in terms of the requirements of the proposed Issue:

- a. Securities and Exchange Board of India (Issue and Listing of Municipal Debt Securities) Regulations, 2015, as amended from time to time (**“Regulations”**);
- b. The State Municipal Accounts Manual;
- c. The Tamil Nadu Urban Local Bodies Act, 1998(**“Act”**) and the rules framed thereunder;
- d. The guidance notes issued from time to time by the Institute of Chartered Accountants of India (**“ICAI”**), as amended from time to time (the **“Guidance Notes”**).

The Financial Information have been sourced from the audited financial statements of the Issuer audited by Local Fund Audit, Tiruppur dated 28.05.2024 and 29.05.2025 of Tiruppur City Municipal Corporation for the Financial Year ended March 31, 2023 and March 31, 2024 respectively, in accordance with the Tamil Nadu Local fund Audit Rules, 2016, and audited by a Chartered Accountants, Tiruppur dated 13.10.2025 of Tiruppur City Municipal Corporation for the Financial Year ended March 31, 2025.

Management Responsibility

The management of the Issuer is responsible for the preparation of the financial statements that gives a true and fair view of the financial position and financial performance of the Issuer. This responsibility includes the design, implementation, and maintenance of the internal control relevant to the preparation and presentations of the financial statements that gives a true and fair view and are free from material mis-statements, whether due to fraud or error.

Independent Chartered Accountant's Responsibility

We have examined the Financial Information taking into consideration:

- a. The terms of reference and our engagement agreed upon with you in accordance with our engagement letter dated 15 September 2025 in connection with the proposed Issue of the Debentures by the Issuer;
- b. The Guidance Notes. We are required to comply with the ethical requirements of the code of ethics issued by the ICAI;
- c. Concepts of test checks and materiality to obtain reasonable assurance based on verification of evidence supporting the Financial Information; and
- d. Our work was performed solely to assist you in meeting your responsibilities in relation to your compliance with the Act, the Regulations and the Guidance Notes in connection with the proposed Issue of Debentures.
- e. Our responsibility is to consolidate the financial information of Revenue & Capital Fund, Water Supply & Drainage Fund and Elementary Education Fund of Tiruppur City Municipal Corporation in accordance with Audit Report and Financial Statement issued in terms of extant laws applicable to the Corporation; and
- f. Necessary groupings and regrouping have been made to prepare the combined Financial Information.

Opinion

Based on our examination and according to the above-mentioned regulations of National Municipal Accounts Manual and the Regulations, we report that:

The Financial Information comprising the Abridged Balance Sheet, the Income and Expenditure Statements and Cash Flow Statements for the financial years ended March 31, 2025, March 31, 2024, and March 31, 2023 (collectively, the “**Financial Information**”) is accurately extracted from the audited financial statements of the corporation for the financial years ended March 31, 2025, March 31, 2024 and March 31, 2023.

This report should not in any way be construed as a reissuance or re-dating of any of the previous audit reports issued by or Chartered Accountant of the Issuer, as the case may be, nor should this report be construed as a new opinion on any of the financial statements referred to herein.

We have no responsibility to update our report for events and circumstances occurring after the date of the report.

Our report is intended solely for use of the purpose set out in first paragraph and in connection with the proposed issue of Bonds. Our report should not be used, referred to, or distributed for any other purpose except with our prior consent in writing. We hereby provide our consent for sharing of our report with SEBI, the stock exchanges or any other statutory/ regulatory authority, as may be required, and Trust Investment Advisors Private Limited (being the Merchant Banker to the Issue).

For R Aravind and Associates
Chartered Accountants
Firm's Registration No. 02174S

Authorised Signatory
Name: R Aravind
Designation: Proprietor
Membership No.: 228731
UDIN: 25228731BIITR5732

Place: Coimbatore
Date: December 10, 2025

A. ABRIDGED BALANCE SHEET (CONSOLIDATED)

(Rs in Crores)

Particulars	F.Y 2022-23	F.Y 2023-24	F.Y 2024-25
	Audited	Audited	Audited
LIABILITIES			
Municipal (General) Fund			
General Fund ¹	(353.52)	(366.84)	(403.97)
Earmarked Funds			
Reserves	-	-	-
Total	(353.52)	(366.84)	(403.97)
Grants, Contributions for specific purposes²	3030.83	3535.39	3833.02
Loans			
Unsecured Loans ³	254.70	252.27	239.78
Total Loans	254.70	252.27	239.78
Current Liabilities and Provisions			
Deposits Received ⁴	132.02	120.60	119.98
Other Liabilities (Sundry Creditors)	224.17	228.38	213.38
Provisions	40.65	37.01	35.47
Total Current Liabilities and Provisions	396.85	385.98	368.83
TOTAL LIABILITIES	3328.86	3806.80	4037.66
ASSETS			
Fixed Assets			
Gross Block	1441.30	1664.04	1887.80
Less: Accumulated Depreciation	(935.13)	(1046.82)	(1194.96)
Net Block	506.17	617.23	692.84
Capital Work-in-Progress	2137.75	2367.55	2606.32
Total Fixed Assets	2643.91	2984.78	3299.16
Investment – General Fund ⁵	31.86	36.03	103.63
Total Investments	31.86	36.03	103.63
Current Assets, Loans and Advances			
Stock in Hand (Inventories)	1.76	2.33	2.20
Sundry Debtors (Receivables)	90.62	82.62	96.36
Prepaid Expenses		3.74	
Cash and Bank Balances	221.27	366.53	208.44
Loans, advances and deposits	20.90	11.36	10.41
Less: Accumulated provision against Loans Net Amount outstanding		9.42	9.42
Total Current Assets, Loans & Advances	334.55	476.00	326.83
Other Assets	318.54	309.99	308.04
Miscellaneous Expenditure (to the extent not written off)			
TOTAL ASSETS	3328.86	3806.80	4037.66

1 Comprises of Municipal fund, Elementary Education-General fund and Excess of income over expenditure.

2 Change on account of increased capital grants from Government for capital projects.

3 Shown as Secured Loan in the Audited Financials Statement, has been regrouped here under Unsecured Loans as no securities have been provided for respective loans

4 Change on account of inter account transfer of retention money from Deposits Received to fund control account and lapsed deposits recognized as income.

5 Increased in fixed deposits as more grants received for various projects and schemes and invested for short term until utilized for the specific purpose.

B. ABRIDGED INCOME AND EXPENDITURE STATEMENT (CONSOLIDATED)

(Rs. In Crores)

Major Head of Accounts	F. Y 2022-23	F.Y 2023-24	F.Y 2024-25
	Audited	Audited	Audited
Tax Revenue ¹	99.86	107.30	133.19
Assigned Revenues & Compensation ²	8.05	2.85	13.48
Rental Income from Municipal Properties ³	9.91	14.22	16.03
Fees & User Charges	65.82	60.34	68.06
Sale & Hire Charges	1.34	1.46	2.53
Revenue Grants, Contributions & Subsidies ⁴	97.34	126.30	126.89
Income from Investments ⁵	1.46	1.64	3.32
Interest Earned	7.41	7.42	9.32
Other Income ⁶	23.32	35.95	32.41
A-Total – INCOME	314.51	357.48	405.23
Establishment Expenses ⁷	104.09	92.24	93.10
Administrative Expenses ⁸	30.53	10.71	7.37
Operations & Maintenance ⁹	222.28	152.92	181.43
Interest & Finance Expenses	13.72	20.16	19.84
Programme Expenses ¹⁰	4.04	0.13	0.50
Revenue Grants, Contributions & subsidies	1.17	1.85	1.80
Provisions & Write off-Property Tax	11.81	7.99	10.43
Miscellaneous Expenses	-	-	-
Depreciation ¹¹	88.48	111.68	148.14
Bond Interest			
Consumption of Stock			
B-Total – EXPENDITURE	476.12	397.68	462.60
(A-B) Gross surplus/ (deficit) of income over expenditure before Prior Period Items	(161.61)	(40.20)	(57.37)
Add: Prior period Items (Net)	11.09	29.26	20.24
Gross surplus/ (deficit) of income over expenditure after Prior Period Items	(150.52)	(10.94)	(37.13)
Net balance being surplus/ deficit carried over to Municipal Fund	(150.52)	(10.94)	(37.13)

Note: Increase on account of increase in collections from State Government towards assignment from tax revenues (SFC Grants) as well as duty on transfer of property.

1 The reason for sharp increase in tax revenue from FY22-23 to FY24-25 is due to general revision in property tax rates carried out with effect from FY22-23, which resulted in increase in property tax revenue compared to the previous year's figures.

2 There is decline in assigned revenue in 2023-24 and increase in 2024-25 compared to 2022-2023.

3 Increase on account of increase in daily/weekly Market fees, fee for bay in bus stand and Car/lorry Stand fee from 2023-2024.

4 On account of increase in grants and devolution fund from State government from 2023-2024.

5 On account of increase in unutilised grants invested in fixed deposits.

6 On account of increase in lapsed deposits recognized as income from 2023-2024.

7 On account of decrease in wages others (temporary workers wages) and supply of uniform in 2022-23.

8 There is steep decrease in Admin expense mainly profession charges in less in 23-24 compared to 22-23.

9 Increase in power charges in 2023-2, steep decrease in Repairs and Maintenance and in 2024-25 more lapsed deposits is refunded.

10 In 2022-23 there is increase in Health Disaster Relief Programme due to COVID.

11 On account of increased in asset capitalized to fixed assets.

C. CASH FLOW STATEMENT CONSOLIDATED

(Rs. In Crores)

Particulars	F.Y 2022-23	F.Y 2023-24	F.Y 2024-25
	Audited	Audited	Audited
Cash flows from Operating Activities: (A)			
Gross surplus/(deficit) over expenditure	(150.52)	(10.94)	(37.13)
Add:			
Depreciation	88.48	111.68	148.14
Interest & finance expenses	13.72	20.16	19.84
Less:			
Investment income	1.46	1.64	3.32
Interest income received	7.41	7.42	9.32
Adjusted income over expenditure before effecting changes in current assets and current liabilities and extra-ordinary items.	(57.19)	111.85	118.20
Changes in current assets and current liabilities			
(Increase)/decrease in Sundry debtors	(6.84)	8.00	(13.74)
(Increase)/decrease in Stock in Hand	0.11	(0.57)	0.13
(Increase)/decrease in Prepaid Expenses		(3.74)	3.74
(Increase)/decrease in other current assets	(12.92)	6.16	1.95
(Decrease)/increase in Deposits received	25.25	(11.43)	(0.61)
(Decrease)/increase in Deposits Work			
(Decrease)/increase in other current liabilities	5.47	4.21	(15.00)
(Decrease)/increase in Provisions	10.29	(3.64)	(1.54)
Net cash generated from/(used in) operating activities (A)	(35.83)	110.84	93.13
B. Cash flows from Investing Activities			
(Purchase) of fixed assets & CWIP	(630.07)	(452.55)	(462.52)
Increase/(Decrease) in Municipal Fund	0.03		
Increase/(Decrease) in Special Funds/Grants	670.42	504.55	297.64
Increase/(Decrease) in Earmarked Funds			
Sale/(Purchase) of Investments			
Add:			
Investment income received	1.46	1.64	3.32
Interest income received	7.41	7.42	9.32
Net cash generated from/ (used in) investing activities (B)	49.24	61.06	-152.25
C. Cash flows from Financing Activities			
Add:			
Loans from Banks/Others Received (Unsecured & Secured)	341.20	52.24	27.94
Transfer to Reserve			
Loan Recovered from Employees and others	38.22	10.80	3.08
Less:			
Deposits Made	9.53	4.17	67.60
Repayment of Loan (Unsecured & Secured)	238.50	54.67	40.43
Loans & Advances to Employees	0.88	0.96	2.05
Loans & Advances to Others	2.46	9.72	0.08
Interest & Finance Expenses	13.72	20.16	19.84
Net cash generated from/ (used in) financing activities (C)	114.33	-26.64	-98.97
Net increase/ (decrease) in cash and cash equivalents (A+B+C)	127.74	145.26	-158.09
Cash and cash equivalents at beginning of the period	95.88	221.27	366.53
Cash and cash equivalents at end of the period	221.27	366.53	208.44
Cash and cash equivalent at the end of the year comprises of the following account balances at the end of the year:			
Cash balances	2.03	1.48	1.45
Bank balances	219.24	365.05	207.00

• Depreciation for cash flow statement has been arrived from accumulated depreciation as per Balance Sheet.

LINK TO THE WEB PAGE FOR ACCESSING FINANCIALS OF THE MUNICIPAL BODY.

The financial information regarding the Corporation can be obtained from the following link:

<https://www.tnurbantree.tn.gov.in/tiruppur/audited-financial-statement/>

A. COPY OF BUDGET DOCUMENTS FOR PREVIOUS THREE YEARS

The summary of budget of the Issuer for previous three financial years FY 2022-2023, FY 2023-2024 and FY 2024-2025 and for the current FY 2025-2026 are annexed herewith as Annexure VI.

For complete budget documents for previous three financial years (FY 2022-2023 FY 2023-2024 and FY 2024-2025) and for the current FY 2025-2026 please refer to the link below:
<https://www.tnurbantree.tn.gov.in/tiruppur/budget-details-2/>

B. FINANCIAL PARAMETERS

(Rs. In Crores)

Key Financial Figures	2022-23	2023-24	2024-25
	Audited	Audited	Audited
Revenue Income	314.51	357.48	405.23
Revenue expenditure (Excl. Interest and Depreciation)	362.82	236.58	274.39
Operating revenue Surplus	(136.79)	9.22	(17.30)
Interest expense	13.72	20.16	19.84
Depreciation	88.48	111.68	148.14
Principal repayment	238.50	54.67	40.43
Principal repayment (outside sinking Fund)	-	-	-
Contribution to Sinking fund	-	-	-
Revenue Surplus	(150.52)	(10.94)	(37.13)
Capital Income	662.30	569.19	304.09
Capital Expense	352.43	277.42	264.18
Capital Surplus	309.87	291.77	39.91
Overall Surplus	159.35	280.83	2.78
Deposits and Advances (net)	20.90	11.36	10.41
Initial Cash/Bank balance	95.88	221.27	366.53
Change in Cash/Bank balance	125.39	145.26	158.09
Final Cash / Bank Balance	221.27	366.53	208.44
Loan repayment from sinking fund	-	-	-
Initial Sinking fund Balance	-	-	-
Change in sinking fund	-	-	-
Final sinking fund balance	-	-	-
Total Debt	254.70	252.27	239.78
Total Expenditure	451.30	348.26	422.53
Total Revenue	314.51	357.48	405.23
Ratio of Total Expenditure/Total Revenue	(143.49)	(97.42)	(104.27)
Cash Surplus / Total Revenue	0.70	1.03	0.51
Ratio of Debt Service / Total Revenue	0.81	0.71	0.59

II. Details of top 5 revenue sources for the previous three years

The details of the top 5 revenue sources for Financial Year 2022-2023, Financial Year 2023-2024 and Financial Year 2024-2025 based on the Audited Financial Statements.

(Rs. in crore)

Revenue Receipts	Financial Year		
	2022-23	2023-24	2024-2025
Tax Revenue	99.86	107.30	133.19
Fees & User Charges	65.82	60.34	68.06
Other Income	23.32	35.95	32.41
Rental Income from Municipal Properties	9.91	14.22	16.03
Assigned Revenues & Compensation	8.05	2.85	13.48

III. Details of property tax collection

The details of the property tax collection for Financial Year 2022-2023, Financial Year 2023-2024 and Financial Year 2024-2025 based on the Audited Financial Statements.

(Rs. in crore)

Particulars	Demand Raised			Collections			Overall Collection Ratio	Current Collection Ratio
	Arrears	Current	Total	Arrears	Current	Total		
2024-2025	29.33	123.43	152.76	14.47	104.45	118.92	77.85	84.62
2023-2024	31.28	98.99	130.27	18.18	86.08	104.26	80.03	86.96
2022-2023	26.36	92.54	118.90	15.58	74.51	90.09	75.77	80.52

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

Status of reforms with respect to e-governance, water supply & Solid Waste Management (SWM), property tax, double entry accounting and others, as per guidelines laid by MoUD and authorities concerned:

(i) Reforms on E-Governance

- TCMC's official android based mobile application "Namma Tiruppur" is developed under Integrated Command and Control Center, Tiruppur smart City Mission project to enable residents to utilize services of Tiruppur Corporation easily. It offers civic services like grievances redressal, information of public representatives and government officials, birth/death certificates, duplicate bills, building permissions, etc. Residents can use "my grievance" option from the menu to register complaints of 13 departments of the TCMC, the complaints are auto forwarded to the department concerned.
- TCMC's "Citizen Portal" and "TN Urban Esevai" app enables easy payment of taxes, applications for new connections and transfer of water supply, applications for trade licenses and building plans, grievance registration and tracking and other civic services.

(ii) Solid waste management reforms

- TCMC has implemented door-to-door collection of segregated Solid Waste from households and its transportation to designated waste processing centers through tricycles, push carts, battery operated vehicles, heavy and light commercial vehicles. This maximizes the recycling and recovery of products while minimizing the reject to landfills.
- TCMC has implemented sweeping, cleaning, collection of solid waste from streets, roads, footpaths, special conservancy areas (public meetings/ gatherings/ festivals etc.) and pavement and transportation of the same to the designated locations.
- TCMC has implemented collection of solid waste from the bulk waste generators and collection of special type of waste like e-waste and household hazardous waste and disposing them to designated places
- TCMC operates a grievance redressing centre from 8 AM to 6 PM daily, with a toll-free number available for recording complaints at all other times.

(iii) Property Tax Reforms:

The various initiative taken by the Issuer to to facilitate smooth collection of property tax are as under:

- TCMC offers an easy and convenient facility for online payment of property tax through its app. This encourages transparency, efficiency and user convenience.
- TCMC conducts assessment of new properties, transfer of property and extension of property through UTIS.
- GIS initiative to link property data with spatial building information for improved tax collection using drone surveys, satellite mapping, and field assessments.

(iv) Double Entry Accounting Reforms:

TCMC has implemented double entry accounting system by way of improvements in the back-office system. This approach ensures comprehensive financial reporting, allowing the corporation to track both actual cash transactions and outstanding financial obligations. To streamline financial data collection and management.

(v) Other Reforms

TCMC has appointed Thiru. Paarthi Infotech, Tiruppur, for preparation and updating of GIS maps showing the work progress of the Noyyal River development being carried out under the Smart City Mission, the new water supply scheme, and the Underground sewerage scheme under Amrut 2017-20 project for Smart City contribution.

V. DETAILS OF ISSUER'S OUTSTANDING BORROWING

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

As on September 30, 2025, we had outstanding secured borrowings of approximately Rs. Nil Crores and unsecured borrowing of Rs. 232.45 crores.

b. Details of Secured Loan Facilities:

As on September 30, 2025, the Issuer does not have any secured borrowings.

a. Details of Unsecured Loan Facilities:

(Rs in Crores)

Lender's Name	Type of Facility	Amount Sanctioned	Principal Amount outstanding	Repayment Date / Schedule
Asian Development Bank	Under Ground Sewerage Scheme ADB T-2	6.00	6.00	1st April & 1st October/Half Yearly instalments starting on April 01, 2025 and ending on October 10, 2044
Asian Development Bank	Under Ground Sewerage Scheme ADB T-2	20.00	20.00	1st April & 1st Oct / Half Yearly instalments starting on April 01, 2025 and ending on October 10, 2044
Asian Development Bank	Under Ground Sewerage Scheme PHASE II	13.00	13.00	1st April & 1st October/Half Yearly instalments starting on April 01, 2025 and ending on October 10, 2044
Asian Development Bank	Under Ground Sewerage Scheme PHASE II	11.95	11.95	1st August & 1st February/Half Yearly instalments starting on August 01, 2025 and ending on February 01, 2045
Asian Development Bank	Under Ground Sewerage Scheme PHASE II	7.24	7.24	1st June & 1st December/Half Yearly instalments starting on June 01, 2025 and ending on December 01, 2044
Asian Development Bank	Under Ground Sewerage Scheme PHASE II	2.88	2.88	1st September & 1st March/Half Yearly instalments starting on September 01, 2025 and ending on March 01, 2045
Asian Development Bank	Under Ground Sewerage Scheme PHASE II	3.06	3.06	1st August & 1st February/Half Yearly instalments starting on August 01, 2025 and ending on February 01, 2043
Asian Development Bank	Water Supply Improvement Scheme ADB T-2	13.00	13.00	1st April & 1st October / Half Yearly instalments starting on April 01, 2024 and ending on October 01, 2043
Asian Development Bank	Water Supply Improvement Scheme ADB T-2	25.00	17.07	1st April & 1st October/Half Yearly instalments starting on October 01, 2023 and ending on October 01, 2043
Asian Development Bank	Water Supply Improvement Scheme ADB T-2	42.13	42.13	1st April & 1st October/ Half Yearly instalments starting on April 01, 2025 and ending on October 01, 2044

Asian Development Bank	Water Supply Improvement Scheme ADB T-2	12.75	12.75	1st May & 1st Nov / Half Yearly instalments starting on November 01, 2025 and ending on May 01, 2045
Asian Development Bank	Water Supply Improvement Scheme ADB T-2	12.27	12.27	1st June & 1st December/ Half Yearly instalments starting on June 01, 2025 and ending on December 01, 2044
Asian Development Bank	Water Supply Improvement Scheme ADB T-2	5.37	5.37	1st January & 1st July / Half Yearly instalments starting on July 01, 2025 and ending on January 01, 2045
Tamil Nadu Urban Finance and Infrastructure Development Corporation	WS - NTADCL (7.75%)	90.00	68.65	1st day of every Month /Monthly
Tamil Nadu Urban Development Fund	ROAD IMPROVEMENT	1.37	0.88	1st April & 1st October/ instalments starting on October 01, 2022 and ending on April 01, 2028
Tamil Nadu Urban Development Fund	ROAD IMPROVEMENT	0.74	0.53	1st August & 1st February/ Half Yearly instalments starting on February 01, 2024 and ending on August 01, 2029
Tamil Nadu Urban Development Fund	ROAD IMPROVEMENT	0.16	0.12	1st August & 1st February / Half Yearly instalments starting on February 01, 2024 and ending on August 01, 2029
Water and Sanitation Pooled Fund	L.NO. 1847, 1829 Tr. From TNUDF	18.39	2.87	1st April-1st July-1st October-1st January /Quarterly instalments starting on July 01, 2018 and ending on April 01, 2026
Total		285.30	239.78	

d. Details of NCDs/Bonds:

NIL. The Issuer has not issued any debentures or bonds prior to this proposed Issue.

e. List of Top 10 Debenture Holders

NIL

f. Details of Commercial Paper

NIL

g. Details of Rest of Borrowings

NIL

h. Details of any outstanding borrowings and 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

VI. Sufficient revenue generation and resources for timely servicing and redemption

In order to ensure timely servicing and redemption, the Issuer shall establish 2 (Two) accounts solely for the purpose of servicing the debt. The Interest Payment Account shall be established with a deposit such that at any point of time the Interest Payment Account holds an amount equivalent to three succeeding coupon payments (i.e., one year and six months interest obligations) for bonds in the form of DSRA. Further, the monthly amounts shall be deposited in interest payment account for 5 months (from 1st to 5th Month and from 7th to 11th month) for half yearly payments of interest obligations. To ensure adequacy of funds for redemption of the Bonds, a Sinking Fund Account shall be opened where amounts shall be deposited on monthly basis for 10 months (from 1st to 5th Month and from 7th to 11th month) for redemption of the principal amounts with proportionate amounts (1/10th of the annual principal installment) of the Debentures. There is sufficient revenue generation/collection from Property Tax (or any other tax levied in place of property tax as per Section 255 of the TNULB Act and fees & user charges for timely servicing and redemption. The total Revenue from Property Tax (or any other tax levied in place of property tax as per Section 255 of the TNULB Act and fees & user charges during the last 3 (Three) Financial Years is approximately Rs.201.25 Crores (Financial Year

2024-2025), Rs. 167.64 Crores (Financial Year 2023-2024) and Rs. 165.68 Crores (Financial Year 2022-2023) .

Please refer to detailed Structured Payment Mechanism on page no.103 of this Preliminary Placement Memorandum.

VII. Issue Estimated Scenarios of Asset Liability Mis-matches

As there is sufficient tax collection along with fees & user charges , there does not seem to be any scenario of asset liability mismatch. With respect to the repayment of debt and revenue generation, the Debentures are to be paid from own revenues (Property Tax (or any other tax levied in place of property tax as per Section 255 of the Tamil Nadu Urban Local Bodies Act, 1998) and fees & user charges) of the Issuer. The current collections are sufficient to ensure the redemption of the Debentures. The structured payment mechanism as provided in this Preliminary Placement Memorandum shall ensure that the funds deposited over period will be sufficient to service the Debentures. Further tax collections are estimated to remain sufficient; therefore, we do not foresee any scenario of Asset Liability mismatch in future as well. Further, any shortfall towards payments to be made in respect of the Debentures will be transferred as per structured Payment Mechanism designed in the Term Sheet, in terms of the Transaction Documents.

SECTION-XI: LEGAL AND OTHER INFORMATION

The Bond Issue Committee in its meeting held on December 10, 2025 has adopted a materiality policy for disclosure of litigation in relation to the Issuer according to which other litigation involving the Issuer and the members of the Bond Issue Committee which may have an adverse impact on the position of the Issuer, the operations of the Issuer and the Projects which are being funded by the proceeds of the Debentures, have been disclosed hereinbelow.

Except as stated in this section, there are no: (i) criminal proceedings; (ii) actions by statutory or regulatory authorities; (iii) disciplinary action including penalty imposed by SEBI or stock exchanges against the Issuer or the members of the Bond Issue Committee in the last five financial years including outstanding action; (iv) claims relating to direct and indirect taxes; or (v) Material Litigation (as mentioned below), involving the Issuer or the members of the Bond Issue Committee.

For the purpose of (v) above, the Issuer has considered and adopted a policy of materiality for identification of material litigation in terms of the SEBI Municipal Debt Regulations, as amended, for disclosure of all pending litigation involving the Issuer and members of the Bond Issue Committee where:

- a. *the potential financial liability/monetary claim by or against Municipal Corporation or the members of the Bond Issue Committee, in any such pending matter(s) is in excess of 0.15% of operating revenue surplus as per the audited financial statements of the Issuer for the FY 2024-25, i.e., 0.20 crores;*
- b. *any such litigation wherein the monetary liability is not quantifiable which is and/or which may have a material adverse effect from the perspective of the (i) operations of the Corporation, (ii) the financial position, income and cash flows of our Corporation; (iii) the Projects proposed to be funded out of the proceeds of the Issue; (iv) the Issue; or the investor's decision to invest/continue to invest in the Bonds;*
- c. *It is hereby clarified that Notices received from third parties (excluding statutory/regulatory/tax authorities or notices threatening criminal action) shall, not be evaluated for materiality until such time that the Issuer or any of the any of the members of the Bond Issue Committee of the Municipal Corporation is impleaded as defendants in litigation proceedings before any judicial forum.*

Further, the Issuer has a policy for identification of material outstanding dues to creditors ("Material Dues") for creditors where outstanding due to any one of them is in excess of 0.15% of operating revenue surplus as per the audited financial statements of the Issuer for the FY 2024-25, i.e., Rs 0.20 crores.

A. CONTINGENT LIABILITIES OF THE ISSUER

As per the certificate of the Auditor of the Issuer dated December 10, 2025, there are various matters currently pending before various courts and are awaiting adjudication. As these cases are still under legal consideration, the exact amount of contingent liability, if any, cannot be determined at this stage.

LITIGATIONS INVOLVING THE ISSUER

B. LITIGATION AGAINST THE ISSUER

a. CRIMINAL LITIGATIONS

Nil

i. WILLFUL DEFAULTER

The Issuer has not been declared as a wilful defaulter

ii. WILLFUL DEFAULTER STATUS OF BOND ISSUE COMMITTEE MEMBER

None of the members of the Bond Issue Committee have been declared as wilful defaulters

iii. ACTIONS BY REGULATORY OR STATUTORY AUTHORITIES

- **Environmental Related Litigation**

Sr. No.	Name of Parties	Case No.	Authority	Brief Facts of the Case	Case Status
1.	Sathishkumar R ("Applicant") versus Tiruppur Municipal Corporation and Ors. ("Respondent")	Original Application No. 299 of 2024 (SZ)	National Green Tribunal, Southern Zone, Chennai	An Application was filed under Section 18(1) read with Section 14(1) of the National Green Tribunal Act, 2010, dated December 19, 2024, before the National Green Tribunal, Southern Zone, Chennai, vide Original Application No. 299 of 2024 (SZ), by the Applicant, against the Corporation. The said application stated that the Corporation has been illegally dumping tons of waste in abandoned quarries approximately 500 tons of waste was being dumped every day, and earth-moving machinery were being used to cover the waste. The said application further stated that the dumping had caused serious pollution and nuisance and contaminated the groundwater of the area. Therefore, it was prayed before the Hon'ble Court that a restraining order should be passed against the Respondent so that dumping activity is stopped and removal of waste could be carried out at the site. The matter is still pending.	Pending

iv. DISCIPLINARY ACTIONS INCLUDING PENALTY IMPOSED BY SEBI OR STOCK EXCHANGE(S) DURING THE PAST 5 (FIVE) FINANCIAL YEARS INCLUDING OUTSTANDING ACTION

Nil

v. DIRECT AND INDIRECT TAX

• **Direct Tax Related Litigation**

i. E-Proceedings

Assessment Year	Description	Amount Involved	Current Status
NA	A notice for recovery was issued against TCMC by Income Tax Department dated October 18, 2023, vide DIN: ITBA/COM/F/17/2023-24/1057168298(1) wherein it is stated that a letter was issued earlier vide communication reference no 01082023/00438/CD dated August 01, 2023		
2017-2018	A notice under Section 274 read with section 271CA of the Income Tax Act 1961 was issued against TCMC vide DIN: ITBA/COM/F/17/2024-25/1070525950(1) dated November 21, 2024 the said notice stated that TCMC has failed to collect the TCS as required under the provision of Chapter XVII-BB for the Financial Year 2016-17 making TCMC liable for discharging total tax liability of Rs.5,33,697/- under Section 206C of Income Tax Act The said E-Proceeding is currently pending	Rs.5,33,697/-	Pending
2017-2018	An assessment order under Section 201 of Income Tax Act 1961 was passed against TCMC vide DIN: ITBA/COM/F/17/2023-24/1062296963(1) dated March 09, 2024 the said order stated upon conducting TDS survey on the premises of TCMC it was found that for FY 2016-17, TCMC had not deducted TDS worth Rs.65,30,246/-	Rs.1,30,68,295/-	Pending

	and there were three instances of non-collection of TCS of Rs.1,961/- , Rs. 3,83,155/- and Rs.1,91,57,780/-. Subsequently show cause dated January 31, 2024, was issued against the TCMC in response to which a reply of was filed by Assistant Commissioner explaining the details of non-payment on February 15, 2024. Upon perusal of replied filed by TCMC the said assessment order was passed under 201(1) of Income Tax Act 1961 raising demand of Rs.1,30,68,295/- against TCMC. The said matter is currently pending		
2021-22 and 2022-23	A notice for recovery of outstanding TDS/TCS was issued by Income Tax Department dated August 02, 2022, vide DIN: ITBA/COM/F/17/2022-23/1044416698(1) where in it was stated that upon verification it was seen that following demands w.r.t TDS/TCS were outstanding: For FY 2020-21 amount of Rs. 75,310/- For FY 2021-22 amount of Rs. 4,76,960/- The said matter is currently pending	Rs.5,52,270/-	
2024-2025	A notice under section 201 of Income Tax Act 1961 was issued against TCMC vide DIN: ITBA/COM/F/17/2023-24/1060320433(1) dated January 31, 2024, the said notice stated a TDS survey under section 133A (2A) of Income Tax Act, 1961 was carried out on the premises of TCMC during the course of survey following discrepancies were noted: • Non remittance of TDS in the FY 2023-24 of worth Rs. 50,08,942/- • Non remittance of TCS from FY 2020-21 to FY 2023-24 of worth Rs. 9,38,359/- • Non-payment of interest on TDS from FY 2016-17 to 2023-24 worth Rs.5,84,57,102/- • For Non-deduction of TCS from FY 2016-2024 worth Rs.48,74,810/- • For Non-deduction of TDS from FY 2021-24 worth Rs.1,85,000/- • And total default of worth Rs.7,25,175/- under Section 194C of Income Tax Act 1961 The said matter is currently pending	• Non remittance of TDS in the FY 2023-24 of worth Rs. 50,08,942/- • Non remittance of TCS from FY 2020-21 to FY 2023-24 of worth Rs. 9,38,359/- • Non-payment of interest on TDS from FY 2016-17 to 2023-24 worth Rs.5,84,57,102/- • For Non-deduction of TCS from FY 2016-2024 worth Rs.48,74,810/- • For Non-deduction of TDS from FY 2021-24 worth Rs.1,85,000/- • And total default of worth Rs.7,25,175/- under Section 194C of Income Tax Act 1961	

ii. Tax Deducted at Source

Number of Cases	Total Amount Involved (Rs. in Crores)
5	3.88

[#]Source: <https://eportal.incometax.gov.in/iec/foservices/#/login?language-code=en>. Status as on December 10, 2025.

• Indirect Tax Related Litigation

S. No.	Nature	Number of Cases	Amount Involved (Rs. in Crores)
Property Tax			
4)	Property Tax* - Cases have been filed against the Issuer by the residents/ entities residing/ operating in Tirupur	42	Rs.4.95

	City Municipal Corporation on jurisdiction accusing Issuer of charging huge amount of property tax.		
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** To the extent quantifiable excluding interest and penalty thereon.*

vi. OTHER MATTERS BASED ON MATERIALITY POLICY OF THE ISSUER:

(Rs. in Crores)

S. No.	Name of the Parties	Case No.	Court	Brief Facts of the case	Case Status	Amount Involved
1)	M. Sumathi and Ors. ("Petitioner") versus The Commissioner, Tiruppur City Municipal Corporation and Ors ("Respondents")	MCOP No. 570/2023	Exclusive Motor Accidents Claims Tribunal, Tiruppur	A motor Accident claim Petition was filed under section 166 of the Motor Vehicle Act, 1998 dated June 26, 2023 before the Exclusive Motor Accidents Claims Tribunal, Tiruppur, vide M.C.OP. NO. 570/2023 by M. Sumathi and Ors. against the Corporation and Ors. The Petitioner has claimed for the passing and award of Rs. 25,00,000/- (Rupees Twenty-Five Lakh only) against the Respondents to the Petitioner as compensation for the loss of life and injuries sustained due to the accident. Therefore, the Petitioner prayed for issuing a direction against the Respondents to jointly or severally pay a sum of Rs. 25,00,000/- with subsequent interest at 12% per annum, from the date of the accident till the payment is realised. The said matter is currently pending.	Pending	0.25

C. LITIGATIONS BY THE ISSUER

i. CRIMINAL LITIGATIONS

Nil

ii. OTHER MATTERS BASED ON MATERIALITY POLICY OF THE ISSUER

Nil

D. LITIGATIONS INVOLVING THE MEMBERS OF THE BOND ISSUE COMMITTEE

LITIGATIONS AGAINST THE MEMBERS OF THE BOND ISSUE COMMITTEE

There are no cases pending against the members of the Bond Issue Committee which may have an adverse impact on the position of the Issuer, the operations of the Issuer and the Projects which are being funded by the proceeds of the Debentures.

LITIGATIONS BY THE MEMBERS OF THE BOND ISSUE COMMITTEE

There are no cases pending by the members of the Bond Issue Committee which may have an adverse impact on the position of the Issuer, the operations of the Issuer and the Projects which are being funded by the proceeds of the Debentures.

E. OUTSTANDING DUES TO CREDITORS

Based on Materiality Policy of the Issuer, as on September 30, 2025, TCMC had a total 5 material creditors as on September 30, 2025. Further the Issuer does not categorize its creditors as SSU/MSME

and the creditors also do not submit their SSU/MSME registrations and hence the dues to SSU/MSME are not disclosed in this Placement Memorandum.

Details of outstanding dues to creditors is given below:

(Rs. in crores)	
Particulars	Outstanding Dues
Total Outstanding dues to Material Creditors	6.47
Total Outstanding dues creditors other than Material Creditors	0.84
Grand Total	7.31

For complete details about the outstanding dues to the Material Creditors of Issuer, please see website at the following link: <https://www.tnurbantree.tn.gov.in/tiruppur/material-creditors/>

F. MATERIAL DEVELOPMENTS SINCE DATE OF THE LAST AUDITED BALANCE SHEET

As per the certificate of the Auditor dated December 10, 2025, the Issuer has not undergone any material development since date of the last audited balance sheet except routine transfer of officials of the Issuer including change in Municipal Commissioner and routine reallocation of duty of supervision/controlling of various departments.

G. MATERIAL AGREEMENTS AND CONTRACTS:

Except for the agreements entered into by the Issuer in the normal course of business, the details of the Material Agreements Contracts are as provided in the section titled “Material Contracts and Documents” on page no.100 of this Preliminary Placement Memorandum.

H. 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 INVESTORS’ DECISION TO INVEST/ CONTINUE TO INVEST IN THE MUNICIPAL DEBT SECURITIES.

The Issuer hereby confirms that, except as disclosed in this Preliminary Placement Memorandum, there has been no material event, development or change having implications on the financial condition or credit quality of the Issuer which may affect the issue of the Bonds or an investors’ decision to invest or continue to invest in the Bonds to be issued by the Issuer.

I. DETAILS OF NON-PAYMENT OF STATUTORY DUES

As per the certificate dated December 10, 2025 received from the Auditor of the Issuer, there are no instances of non-payment of statutory dues by the Corporation.

Particulars	Amount (In Rs.)
TDS – FY 2016 -17	1,30,68,295/-
TDS – FY 2017-18	1,46,93,142/-
TDS- FY 2018-19	1,10,72,521/-
TDS-FY-2024-25	2,160/-
TDS-FY-2025-26	31,680/-
GST	Nil

J. 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

I. DISCIPLINARY ACTION, IF ANY, TAKEN BY SEBI OR ANY FINANCIAL SECTOR REGULATORY AUTHORITY AGAINST THE ISSUER, MERCHANT BANKER, DEBENTURE TRUSTEE ETC., DURING THE LAST 5 (FIVE) YEARS

i. Against the Issuer

Nil

ii. Against the Debenture Trustee

Sr. No.	Name of the Debenture Trustee	SEBI/Regulatory Authority	Details of disciplinary action similar to any enforcement action/ adjudication taken by SEBI/ Regulatory Authority
1.	Catalyst Trusteeship Limited	SEBI	Spandana Sphoorty Financial Ltd. (Spandana) had issued NCDs with Catalyst Trusteeship Ltd. (Catalyst) as Debenture Trustee (DT). While examining the compliances, SEBI observed that Spandana had delayed disclosure of early redemption of NCDs and failed to disclose to stock exchanges and its website about the breach of covenants. Spandana proceeded with Settlement Regulations and SEBI, vide its order dated 21.08.2024 imposed penalty of Rs.38.12 lakh. SEBI also held Catalyst, being DT for not maintaining proper records of debenture holders' meeting and nonreporting to CRA on its own about the defaults committed by Spandana and imposed a penalty of Rs.1.00 lakh on Catalyst vide its order dated 26.08.2024. Catalyst has preferred an appeal against the said order with SAT. The Appeal filed by Catalyst was listed for hearing on 18th August 2025 and the matter has been reserved for order. The final order of SAT is awaited in this matter.

iii. Against the Merchant Bankers

Nil

iv. Against the Credit Rating Agencies

Sr. No.	Name of the Credit Rating Agency	SEBI/Regulatory Authority	Details of disciplinary action similar to any enforcement action/ adjudication taken by SEBI/ Regulatory Authority
1.	Acuite Ratings and Research Limited	SEBI	Penalty of Rs. 5,00,000 imposed vide SEBI's Adjudication Order/AN/PR/2024 25/31018 dated November 29, 2024 under Section 15-I of the SEBI Act, 1992 for the alleged violation of Regulation 27 (1) of the SEBI (Credit Rating Agencies) Regulations, 1999 by rating of securities issued by the borrower of SIDBI (promoter) of Acuite (credit rating agency). Acuite has filed an appeal before the Securities Appellate Tribunal (SAT) against the said order and the matter is sub judice.

v. Against the Registrar

Nil

SECTION-XII: GOVERNMENT APPROVALS

The Issuer is a municipal corporation incorporated under the TCMC Act and has received the necessary consents, licenses, permissions and approvals from the Government and various governmental agencies required for its operations and except as mentioned below, no further approvals are required for carrying on our present operations.

It must be distinctly understood that, in granting these approvals, the Government of India does not take any responsibility for our financial soundness or for the correctness of any of the statements made or opinions expressed in this behalf. Unless otherwise stated, these approvals are all valid as of the date of this Preliminary Placement Memorandum.

A. Declaration of the Central Government, Reserve Bank of India or any regulatory authority about the non-responsibility for financial soundness or correctness of the statements:

As the Issuer is a municipal corporation, no such investment approvals, letter of intent or industrial license from GoI, RBI, etc. are required to be obtained by the Issuer.

B. All Government and Investment approvals, letter of intent or industrial license from GoI, RBI, etc., as applicable and other approvals which are material and necessary for carrying on the business and operations of the issuer and material subsidiaries:

There are no specific approvals which are material and necessary for carrying on the business of the Issuer. The Issuer has registrations as listed below:

S. No.	Description	Registration Number	Authority	Date of issue	Date of Expiry
1.	Permanent Account Number ("PAN")	AAALT1624R	Income Tax Department, Government of India	January 1, 2008	One Time Registration
2.	GST Registration Certificate ("GST")	33AAALT1624R1ZO	Government of India	July 1, 2017	One Time Registration
3.	Tax deduction Account Number ("TAN")	CMBT04531C	Income Tax Department, Government of India	May 02, 2005	One Time Registration
4.	Legal Entity Identifier Number	984500D6O870BFF5B D24	Legal Entity Identifier India Limited	January 22, 2025	January 22, 2026

The Issuer has no subsidiaries.

The details of the approvals obtained/ required to be obtained by the Issuer for undertaking the proposed Projects are set out in paragraph G "Details and status of the regulatory approval (if required)" of Section Objects of the Issue "Details and status of the regulatory approval" on page no. 49 of this Preliminary Placement Memorandum

SECTION-XIII: UNDERTAKINGS BY THE ISSUER



**TIRUPPUR CITY
MUNICIPAL CORPORATION**



UNDERTAKINGS BY THE ISSUER

The Issuer hereby agrees and undertakes:

1. that it shall submit the documents disclosed in the Preliminary Placement Memorandum to the Debenture Trustee in electronic form (soft copy).
2. that the complaints received in respect of the Issue shall be attended by the Issuer expeditiously and satisfactorily.
3. that all steps for completion of the necessary formalities for listing and commencement of trading at all stock exchanges where the securities are to be listed would be taken within the period specified by the Board.
4. that the Preliminary Placement Memorandum contains true, fair, correct and adequate information to enable investor to make well informed decision regarding their investment in proposed Issue and a declaration to this effect issued by the Mayor and by the Commissioner has been annexed to the Preliminary Placement Memorandum.
5. that the Preliminary Placement Memorandum or term sheet or any advertisement issued by the Issuer in connection with the issue of Debt Securities shall not contain any false or misleading statement.
6. That all monies received out of the Issue shall be transferred to a separate bank account.
7. That the Issuer has not issued any securities by way of public issues in the past.
8. That it has complied and shall comply with all the applicable laws including but not limited to the Securities and Exchange Board of India (Issue and Listing of Municipal Debt Securities) Regulations, 2015.

For Tiruppur City Municipal Corporation

Name: Shri. M.P Amith (I.A.S)
Designation: Commissioner



Place: Tiruppur

Date: 10/12/2015

SECTION-XIV: TERM SHEET

SUMMARY OF OFFER

A. Primary business of the Issuer:

The Tiruppur City Municipal Corporation has been constituted under Article 243Q(1)(c) of the Constitution of India, 1949, and established under the Tamil Nadu Urban Local Bodies Act, 1998 erstwhile Tiruppur City Municipal Corporation Act, 2008, ("TCMC Act") then applicable act in Tiruppur dated February 19, 2008. The TCMC Act (now TNULB Act) has been repealed vide Section 4 of The Tamil Nadu Urban Local Bodies Act, 1998. The Corporation undertakes several works as provided in the Act, as enumerated in the Chapter About the Issuer and Capital Structure of the Issuer on page 34.

Size of the Issue:

Proposed issue by Tiruppur City Municipal Corporation ("Issuer") of upto 10,000 (Ten thousand) Rated, Listed, Taxable, Unsecured, Redeemable, Non-Convertible Municipal Bonds in the nature of debentures Of Face Value f ₹ 1,00,000/- (Rupees One Lakh Only) for an amount aggregating up to ₹ 100 crores (Rupees One Hundred Crores Only) ("Bonds"/ "NCDS"/ "Debentures") on a private placement basis ("Issue")

B. Object of the Issue:

The proceeds of the Issue are to be deployed in the below mentioned projects and the total project cost is provided herein below:

(Rs. in Crores)			
Sr. No.	Project Name	Total Project Cost	Amount to be funded from the proceeds of the Issue
1.	Providing Underground Sewerage Scheme Phase II, to the cover some of the expanded area in Tiruppur City Municipal Corporation	798.88	100
	Total	798.88	100

C. Audit Qualifications along with the financial statements.

The auditors have expressed qualified opinion for financial statement for F.Y. 2022-2023, F.Y. 2023-2024 and F.Y. 2024-2025.

The key qualifications/observations highlighted in the Audit Reports for the preceding three financial years are as follows:

Local Fund Audit qualification – 2022-23

1. Details of proceedings, total grant received, deductions and net grant amount release are not recorded in the Grants Register.
2. Loans register is not properly maintained and submitted to audit. Repayment of principal and interest on loans taken for Water Supply and Drainage Funds is made from revenue and capital funds.
3. There is a difference in closing Taxes balance for 31.03.2022- ending and 01.04.2022 opening balance in revenue fund.
4. Deposit register for Deposit Account Head No-3401001, 3401003, 3401004 and 3408001 have not been completed for the year 2022-23 in revenue fund.
5. Lapsed deposits register not maintained properly in revenue fund.
6. The register of advances and Lapsed Advance register for the year 2022-23 not maintained properly in revenue fund
7. On line misc demand are not reconciled fully and entered online. Demand raised after reconciliation only for few items. AS per Misc Demand Register in 2022-23, a total of 595 leased items have been registered. But only 808 items have been entered online (UTIS) in revenue fund.
8. Dangerous & Offensive license fees are not posted in the Demand-Collection-Balance (DCB) of UTIS. Therefore D&O charge should be generated in DCB in revenue fund.
9. Credit register not generated in UTIS in revenue fund.
10. Balance of Taxes as on 31.03.2022- End Balance and 01.04.2022 Opening Balance is different in Water Supply.
11. 2022-23 is inconsistent with the annual accounts submitted for audit as per UTIS software for years in water supply

12. Expenditure has been incurred in excess of the Grant received in Elementary and Education fund.
13. The closing balance as on 31.03.2023 of Account Code No. 4502232 in Zone No-1 in the Annual Account has ended as Deficit Balance (-Rs.99211.30/-) in Elementary and Education fund.
14. There is a difference in the closing balance of the tax amount as on 31.03.2022 is taken as the opening balance on 01.04.2022 in Elementary and Education fund.
15. Bank Reconciliation statements- Unrealized cheques remain unsettled for a long time- Deficiency- Amount of Rs.120.10 lakhs in revenue fund. The cash book closing balance of the Corporation as on 31.03.2023 while reconciling with the concerned bank closing balance shows uncollected cheques is 120.10 lakhs. These cheques have remained outstanding for a long time. These cheques are not resolved till date. The authorities should ensure that if the cheques are cleared and if not whether the bill generated is cancelled and the assessment is increased. If not there will be a revenue loss to the corporation as assessment will be closed without the funds being collected into the bank account.

Local Fund Audit qualification – 2023-24

1. Details of proceedings, total grant received, deductions and net grant amount release are not recorded in the Grants Register.
2. Loans register is not properly maintained and submitted to audit. Repayment of principal and interest on loans taken for Water Supply and Drainage Funds is made from revenue and capital funds.
3. There is a difference in closing Taxes balance for 31.03.2023- ending and 01.04.2023 opening balance in all the funds.
4. Deposit register for Deposit Account Head No- 3408001 have not been completed for the year 2023-24 in revenue fund.
5. Lapsed deposits register not maintained properly in revenue fund.
6. The register of advances and Lapsed Advance register for the year 2022-23 not maintained properly in revenue fund.
7. On line misc demand are not reconciled fully and entered online. Demand raised after reconciliation only for few items.
8. Dangerous & Offensive license fees are not posted in the Demand-Collection-Balance (DCB) of UTIS. Therefore D&O charge should be generated in DCB in revenue fund.
9. Credit register not generated in UTIS in revenue fund.
10. 2023-24 is inconsistent with the annual accounts submitted for audit as per UTIS software.
11. Expenditure has been incurred in excess of the Grant received in Elementary and Education fund.
12. There is a difference in the closing balance of the tax amount as on 31.03.2023 is taken as the opening balance on 01.04.2022 in Elementary and Education fund.

Audit qualification for the year 2024-2025

1. Fixed Asset Register are maintained but identification of individual assets and location of the asset are not properly maintained; no comprehensive physical verification conducted on regular periodical intervals
2. Project-wise completion registers not provided; Project wise details of work in progress not properly maintained.
3. Bank reconciliations performed but breakup of variances and supporting registers for the same not properly maintained; Differences includes previous years variances also.
4. Advances register is not properly maintained with item wise breakup and recoverability of advances for most of the amount are long pending. The flow of economic future benefits is also not certain.
5. Inter-fund balances not reconciled between funds; Registers not properly maintained to identify differences in ledger balances. Balance in Debit Rs.333.43 crores and corresponding balance in Credit Rs.245.5 crores. There is advance paid to TWAD amounting to Rs.220.12 Crores and the flow of economic future benefits from the same is not certain.
6. Grants from State and Central Governments are recognized in accounts but grant wise register are not properly maintained.
7. Detailed breakup of payables not properly maintained; adequacy of provisions could not be individually verified. Provision provided for the year Rs.10.42 crores.
8. Details of deposits are reconciled with registers maintained. But individual and year-wise break up of deposit are not properly maintained.
9. Detailed breakup and registers are not properly maintained.

D. Summary table of pending litigation

- **Matters related to Direct and Indirect Taxes against the Issuer**

S. No.	Nature	Number of Cases	Amount Involved (Rs. In Crores)
Direct Tax			
1)	E-proceedings*	5	8.43
2)	TDS*	5	3.88
Indirect Tax			
3)	Property Tax** - Cases have been filed against the Issuer by the residents/ entities residing/ operating in Tiruppur Municipal Corporation jurisdiction accusing Issuer of charging huge amount of property tax.	42	4.95

* Source: <https://eportal.incometax.gov.in/iec/foervices/#/login>. Status as on December 10, 2025.

** To the extent quantifiable excluding the interest and penalty thereon.

a. Criminal Litigations involving the Issuer

The total number of cases involving pending cases against the Issuer and filed by the Issuer have been disclosed in the “Section-IX- Legal and Other Information” on Page No. 89 of the PPM. Since the nature of the case is criminal, there is no amount involved.

b. Actions by Regulatory and Statutory Authorities

The details of all the actions by Regulatory and Statutory Authorities have been disclosed in the “Section-IX- Legal and Other Information” on Page No. 89 of the PPM.

c. Other Civil Litigation

The details of all the individual civil litigations above the materiality threshold have been disclosed in the “Section-IX- Legal and Other Information” on Page No. 89 of the PPM.

For the details of litigation proceedings, please refer the Section titled Legal and Other Information on page no. 89 of this Preliminary Placement Memorandum.

E. Risk Factors

For Risk Factor please refer to section titled *Risk Factors* beginning on page no. 15 of this Preliminary Placement Memorandum.

F. Summary of Contingent Liabilities

For details of Contingent Liabilities please refer to Section-XI titled Legal and Other Information beginning on page no. 89 of this Preliminary Placement Memorandum.

G. Summary of Related Party Transactions

The Issuer is a Municipal Corporation and has no related party transactions.

H. Escrow payment mechanism for the repayment of the interest/principal.

Please refer to the row titled ‘*Structured Payment Mechanism*’ under *Summary of Term Sheet* of Section XIV (*Term Sheet*) on page no.103 of this Preliminary Placement Memorandum.

SUMMARY OF TERM SHEET

Security Name	“ xx % Tiruppur City Municipal Corporation Bond 2035”
Issuer	Tiruppur City Municipal Corporation
Type of Instrument	Unsecured, Rated, Listed, Taxable, Redeemable, Non-cumulative, Non-Convertible Municipal Bonds in the nature of debentures (hereinafter referred to as "Bonds"/ "Debentures"/ "NCDs"/"Municipal Bonds")
Seniority	Senior (to clarify, the claims of the NCD Holders shall be superior to the claims of any unsecured creditors, subject to applicable statutory and/or regulatory requirements)
Mode of Issue	Private Placement of Municipal Bonds under Securities and Exchange Board of India (Issue and Listing of Municipal Debt Securities) Regulations, 2015, as amended from time to time.
Eligible investors	All QIBs and any non-QIB Investors specifically mapped by the Issuer on the NSE – EBP Platform, are eligible to bid / invest / apply for this Issue. All Investors are required to comply with the relevant regulations/ guidelines applicable to them for investing in this Issue.
Listing (including name of Stock Exchange(s) where it will be listed and timeline for listing)	The NCDs are proposed to be listed on National Stock Exchange (NSE). The NCDs shall be listed within 3 (three) Working Days from the Issue Closing Date. In case of delay in listing beyond 3 trading days from the issue closing date, the Issuer shall pay to the Debenture holder's penal interest of @ 1% per annum over and above the coupon rate for the period of delay from the date of allotment to the date of listing.
Rating of the Instrument	Acuite Rating & Research Limited has assigned a rating of 'Provisional ACUITE AA- Stable' vide its rating letter dated March 18, 2025. CARE Rating Limited has assigned a rating of 'Provisional CARE AA-' vide its rating letter dated April 02, 2025 and revalidated letter dated December 10, 2025
Base Issue Size	INR100 crores
Option to retain over Subscription	N.A.
Total Issue Size	INR 100 crores
Objects of the issue	The proceeds of the bonds will be utilized for meeting the capital expenditure in respect of Underground Sewerage Scheme Phase II, to cover some of the expanded area in Tiruppur City Municipal Corporation and the revised/additional GST cost, by the Issuer.
Details of the utilization of the proceeds	The proceeds of the Issue shall be utilized for the Project. The details of the Project along with the details/ status of any prior requisite approvals required, if any for such Project have been detailed in the Section titled "Objects of the Issue" of the PPM.
Coupon rate	x% p.a. (To be finalized subsequent to bidding on electronic bidding platform of the National Stock exchange)
Taxable/Tax free	Taxable
Step Up/Step Down	N.A.
Coupon payment frequency	On a half-yearly Basis
Coupon payment dates	The dates on which interest/coupon on the NCDs shall fall due for payment.
Coupon Type	Fixed
Coupon Reset Process (including rates, spread, effective date, interest rate cap and floor etc.)	N.A.
Day Count Basis	Actual/ Actual
Interest on Application Money	The Pay-in Date shall be the Deemed Date of Allotment; hence interest on application money shall not be applicable.
Tenor	10 Years
Redemption Date/ Maturity Date	Staggered Redemption semi-annually after a moratorium of 5 years. First redemption will be at end of 5 year 6 months (10% of the issue size) from the deemed date of allotment. Second redemption will be at the end of 6th year (10% of the issue size) from the deemed date of allotment and so on. (and Cash Flow annexed)

Redemption Amount	10% of the Principal Bond Value, payable every six months, starting from the end of 5 years 6 months. First redemption will be at end of 5 year 6 months (10% of the issue size) from the deemed date of allotment. Second redemption will be at the end of 6th year (10% of the issue size) from the deemed date of allotment and so on. (Refer Annexure 2) Together with the principal amount as set out hereinabove, the Issuer shall also be required to make payment of accrued Coupon and all other costs, charges and expenses which are due and payable in terms of the Transaction Documents.
Redemption Premium /Discount	N.A.
Issue Price	At Par (INR 1 Lakh) per Bond
Discount at which security is issued and the effective yield as a result of such discount	N.A.
Put Option Date	N.A.
Call Option Date	N.A.
Put Option Price	N.A.
Call Option Price	N.A.
Put Notification Time	N.A.
Call Notification Time	N.A.
Face Value	At Par (INR 1 Lakh) per Bond
Minimum Application for Municipal Debt Securities and in multiples thereof	Minimum 10 Bonds of face value INR. One Lakh each and in multiples of 1 Bond of face value INR. One Lakh each thereafter
Tentative Issue Timing	1. Issue Opening Date: TBD 2. Issue Closing Date: TBD 3. Pay-in Date: TBD Deemed Date of Allotment: TBD
Issuance mode of the Instrument	Dematerialized form only
Trading mode of the Instrument	Bonds will be traded in dematerialised form only
Settlement mode of the Instrument	Through the National Securities Clearing Corporation Limited (NSCCL), of the National Stock Exchange of India Limited
Depository	NSDL and CDSL
Business/ Working Day Convention	In accordance with the SEBI (Issue and Listing of Non-Convertible Securities) Regulation, 2021, Business day/Working day shall mean all days on which commercial banks in Tiruppur are open for business. In respect of the time period between the Issue Closing Date and the listing of Bonds on the Stock Exchange and with respect to the record date, working day shall mean all trading days of the Stock Exchange for Bonds, excluding Saturdays, Sundays and bank holidays, as specified by SEBI. If the date of payment of coupon/redemption of principal does not fall on a Working Day, the payment of coupon/principal shall be made in accordance with SEBI Master Circular dated May 22, 2024 bearing reference SEBI/HO/DDHS/PoD1/P/CIR/2024/54, as amended from time to time. If the coupon payment date falls on a Sunday or a holiday, the coupon payment shall be made on the next Business day. However, the dates of the future payments would continue to be as per the schedule originally stipulated in the Placement Memorandum. If the redemption date of the Bonds, falls on a Sunday or a holiday, the redemption proceeds shall be paid on the previous working day. In such case, along with the redemption proceeds, the coupon accrued on the Bonds shall also be paid on the previous working day as per the cash flows provided under Annexure-[•] “Illustration

	of Bond Cash Flow” of the Placement Memorandum. If a leap year (i.e. February 29) falls during the tenor of the bonds, then the number of days shall be reckoned as 366 days (actual/ actual day count convention) for the entire year, irrespective of whether the interest/ dividend is payable annually, half yearly, quarterly or monthly. For the purpose of clarification, the payment of interest/redemption shall be made only as per the cash flows provided under Annexure- [●] “Illustration of Bond Cash Flow” of the Placement Memorandum. Payment of coupon/interest will be subject to the deduction of tax as per Income Tax Act, 1961 (if applicable) or any statutory modification or re-enactment thereof for the time being in force.
Record Date	The record date for payment of coupon/interest in connection with the NCDs or repayment of principal in connection therewith shall be 15 (fifteen) Calendar Days prior to the date on which coupon/interest payment is due and payable, and/or in case of redemption, the relevant Redemption Date/ Maturity Date for each relevant part of redemption or such other date as may be determined by the Bond Issuance Committee / authorised officer(s) of the Bond Issuance Committee of the Corporation (as permitted under applicable law) thereof from time to time in accordance with the applicable law. In case the record date falls on a day when the Stock Exchange is having a trading holiday, the immediate subsequent trading day or a date notified by the Bond Issuance Committee of the Corporation to the Stock Exchange will be deemed as the record date. In case of Redemption Date/ Maturity Date of any part of the principal repayment, the trading in the bonds shall remain suspended between the record date and the Maturity Date/Redemption Date.
Security (where applicable) (Including description, type of security, type of charge, likely date of creation of security, minimum security cover, revaluation, replacement of security).	The Debentures are not “secured debt securities” for the purposes of the SEBI (ILMDS) Regulations, 2015 and corresponding provisions of Applicable Law. The value of assets being offered may be less than one hundred per cent of the amounts payable towards the principal amount of the NCDs together with all the interest/coupon due and payable on the NCDs, as well as costs, charges, all fees, remuneration of Debenture Trustee and expenses payable in respect thereof. However, under the Structured Payment Mechanism stated in the term sheet, the Debenture Trustee, on behalf of the Bondholder(s) shall have first and pari passu charge over the following: - First and pari passu charge over the no-lien Escrow Account; - First and pari passu charge over Collection Account(s); - First and exclusive charge over the Interest Payment Account (including DSRA) and Sinking Fund Account (SFA) - First and exclusive charge over the Project Sustainability Grant Fund (PSGF Amount) term deposit created for this bond issue - First and exclusive charger over the investments made in terms of ‘Structured Payment Mechanism’ for the issue (Permitted Investment) Security Creation Timelines (a) Security shall be created prior to making the listing application for the NCDs with the Stock Exchange(s). Unless otherwise agreed to by the Debenture Trustee, in the event the above stipulated Security is not created and/or perfected within the timelines as mentioned above or any extended timeline as may be approved by the Debenture Trustee in writing, the NCDs shall carry additional interest, over and above the Coupon Rate, at the rate of 2.0% (two percent) per annum, if any, on the NCDs, computed from the date falling after the expiry of the time period provided above, till creation and perfection of the relevant Security and/or till the execution of the relevant Security Documents.

Required DSRA Amount	For ensuring maintenance of the Required DSRA Amount, the Interest Payment Account shall be funded 1 (One) day prior to the Pay-In Date with an amount equal to the 3 (Three) succeeding coupon payments (i.e. one year and six-month interest obligation) required to be paid by the Issuer in respect of the Debentures ("Required DSRA Amount"). The amounts lying in, or credited into, the Interest Payment Account from time to time towards maintenance of the Required DSRA Amount, shall be hereinafter referred to as the "DSRA Amount". In the event of any utilisation from the DSRA Amount, the Issuer shall be obliged to replenish the same as per the Interest Payment Mechanism below. Further, as the interest liability would progressively come down after the peak, the Issuer would be permitted to take out the excess DSRA progressively under intimation to the Debenture Trustee, subject to: (i) no unresolved breach of any covenant or event of default, (ii) no shortfall in any of the Interest Payment Account (including the Required DSRA Amount) or the Sinking Fund Account.
Structured Payment Mechanism	1. The Issuer shall open the following accounts for servicing the Coupon and principal amount of the Debentures for the exclusive benefit of the Debenture Holders: a) Escrow Account b) Interest Payment Account c) Sinking Fund Account 2. The Issuer shall set up the separate no-lien Escrow Account and the funds lying in account(s) in which the property tax (or any other tax levied in place of property tax as per Section 255 of the Tamil Nadu Urban Local Bodies Act, 1998) and fees and user charges is being collected and/ or pooled by the Issuer ("Collection Account(s)") shall be transferred to the Escrow Account for debt servicing on daily basis. Debenture Holders/ Debenture Trustee on behalf of Debenture Holders shall have first and pari-passu charge over the no-lien Escrow Account and Collection Accounts. Such accounts will be specified to have a collective minimum collection of at least 1.25 times the borrowed amount and only such accounts would be utilized in the Escrow Mechanism. Further since the Revenue collections are likely to be low in the month of April, hence the Minimum Monthly Balance required for the month of April in any year will be built up and provided for in the preceding month of March. 3. The Interest Payment Account is an account from which the interest payments on the Debentures will be serviced and the Required DSRA Amount (as hereinafter defined) will also be maintained as per the requirements of the SEBI circular in relation to 'Continuous disclosures and compliances by listed entities under SEBI (Issue and Listing of Municipal Debt Securities) Regulations, 2015' dated November 13, 2019 bearing reference no. SEBI/HO/DDHS/CIR/P/134/2019. 4. The Sinking Fund Account is an account from which the principal redemptions of the Bonds will be made. 5. The funds lying in the Escrow Account shall be used in the following priority: The funds should be first utilized to fund any shortfall in required DSRA amount (in case of utilization of the DSRA amount), Interest payment account and the sinking fund account as per the interest payment and sinking fund mechanism defined below; Thereafter, the funds should be first utilized to accumulate the Minimum Balance in Escrow Account. The Minimum Balance to be maintained in any monthly period expiring on the Transfer Date (Transfer date here means last date of any monthly period) shall be the amount to be transferred to the Interest Payment Account and Sinking Fund Account on the Transfer Date; The Minimum Balance shall not be used for any purpose other than transfer to the Interest Payment Account and Sinking Fund Account; The surplus funds, if any, after first accumulating the Minimum Balance can thereafter be transferred to the general fund account(s) in accordance with the directions of the Issuer from time to time, after a one-time written instruction providing for such transfer is given by the Debenture Trustee for such monthly period provided however that, in case of a shortfall in any of the Interest Payment Account (including towards maintenance of the

Required DSRA Amount) or Sinking Fund Account, no transfer to the general fund account(s) shall be effected and the surplus funds shall first be utilised towards funding the relevant account in which there is a shortfall.

On a monthly basis, on each Transfer Date, the Minimum Balance maintained as indicated above shall be transferred to the Interest Payment Account and Sinking Fund Account. The Issuer can transfer the Minimum Balance maintained in Escrow Account to the Interest Payment Account and the Sinking Fund Account on any day prior to the Transfer Date.

It is hereby clarified that, notwithstanding the appropriation of any amount from the Escrow Account to fund the shortfall in Interest Payment Account (including the required DSRA amount) and Sinking Fund Account, the obligation of the Issuer to fund the Interest Payment Account and Sinking Fund Account to the extent of the Minimum Balance no later than the monthly Transfer Date shall continue until the Final Settlement Date.

6. The following amounts will be required to be transferred to the Interest Payment Account and the Sinking Fund Account from the Escrow Account as mentioned above each year (Each year here means each period of 12 months from the Deemed Date of Allotment until the Maturity Date and is also referred to as '12-month block') on first priority basis:

a) Interest payment Account (IPA) – Half-yearly interest amount shall be divided into five equal parts, and each part shall be transferred to IPA every month for 5 months. Accordingly, 20% of the half yearly coupon payment (along with 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 IPA each month as follows:-

(i) 1st half year - from 1st to 5th Month

(ii) 2nd half year - from 7th to 11th Month

b) Sinking Fund Account (SFA) – Total issue size of the Debentures (INR 100 Crores) shall be divided into 10 parts, and each part (INR 10 Crores) shall be transferred to SFA in each of the 1st to 10th year.

Further, this one part (INR 10 Crores) to be transferred to SFA in each of the ten years shall be sub-divided into 10 sub-parts and each sub-part (INR 1Crore) (along with any shortfall in earlier contribution) shall be transferred to SFA each month for 10 months as follows:

(i) 1 Crore each from 1st to 5th Month

(ii) 1 Crore each from 7th to 11th Month

Accordingly, 10% of total issue size shall be transferred each year for the 10 years out of which 10% each month for 10 months of each year as mentioned above

Any shortfall in the funds available in the Escrow Account to complete the aforesaid transfers to the above account(s) shall be made good by the Issuer by transfer from other account(s) of the Issuer.

7. The funds lying in the above-mentioned account(s) shall be utilised in the following manner:

a) The funds lying in the Interest Payment Account (apart from the DSRA Amount) will be first utilized for meeting the Coupon payment to the Debenture Holders. In the event that the balance in the Interest Payment Account (apart from the DSRA Amount) is not sufficient for this purpose, the PSGF amount & the DSRA Amount can be utilized for meeting such shortfall in the Interest Payment

	Account for making the Coupon payment to the Debenture Holders. b) The DSRA Amount lying in the Interest Payment Account, can be used to meet (i) any shortfall in the Interest Payment Account for the Coupon payment to be made on any Coupon Payment Date; and thereafter (ii) can be used to meet any shortfall at the time of part redemption of the Bonds i. e. the 10 installments for principal repayment (upto the excess DSRA amount) on the respective Redemption Date at the end of the tenure of the Part Redemption. However, the DSRA Amount cannot be utilized for any other purpose, including (a) to meet any shortfall in contribution to Sinking Fund Account except at the time of Final Redemption; and (b) to meet any shortfall in the amounts to be transferred to the Interest Payment Account except at the time of actual payment of Coupon on the Debentures. c) Any surplus amounts available in the Interest Payment Account after making the Coupon payment to Debenture Holders (which is over and above the Required DSRA Amount) should be used to make good any shortfall in contribution to Sinking Fund Account to the extent required for redemption of the Bonds on the Redemption Dates. d) The funds lying in the Sinking Fund Account shall be used to redeem the Debentures. e) Any funds lying in the above account(s) can be used for making Permitted Investments. However, the funds (including investment(s)) shall not, without the approval of the Debenture Trustees, be utilised for any purpose other than as mentioned in paragraph (a) to (d) above. f) Any surplus funds lying in the above account(s) after the Debentures have been redeemed in full and all dues to the Debenture Holders have been paid can be transferred to the General Fund Account(s) on the written instructions of the Debenture Trustee 8. The Debenture Trustee, on behalf of the Debenture Holders shall have a first and pari passu charge over the no-lien Escrow Account and Collection Accounts, the Interest Payment Account (including the DSRA Amount) and Sinking Fund Account. 9. The Debenture Trustee, on behalf of the Debenture Holder(s), shall have a first charge on the Escrow Account, Interest Payment Account (including the DSRA Amount), Sinking Fund Account and any Permitted Investment(s) made from these account(s) for the exclusive benefit of the Debenture Holders(s). The amount deposited in the Interest Payment Account (including the DSRA Amount), Sinking Fund Account shall be used solely for meeting the dues to the Debenture Holders. Any surplus in the above account(s) after the Debentures have been redeemed in full and all the dues to the Debenture Holders have been paid can be transferred to the General Fund Account (s)after obtaining written consent of the Debenture Trustee. No amount can be withdrawn from these account(s) without the approval of Debenture Trustee. 10. The funds lying credited in the Escrow Account (to the extent of the minimum balance), Interest Payment Account (including the DSRA Amount) 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 favour of Debenture Trustee on all the investments made in terms hereof. The Issuer shall ensure that funds lying in the escrow accounts shall be invested in accordance with the SEBI ILMDS Regulations and SEBI circulars issued thereunder, the Tamil Nadu Urban Local Bodies Rules, 2023 and the Tamil Nadu Urban Local Bodies Act, 1998 to the extent applicable.
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11. The funds lying to the credit of Sinking Fund Account in such instruments which may be permitted both in terms of the SEBI Circulars and the Tamil Nadu Urban Local Bodies Rules, 2023 and the Tamil Nadu Urban Local Bodies Act, 1998. The lien shall be created in favour of Debenture Trustee on all the investments made in terms hereof.
12. Any actual interest income earned and received on the Permitted Investment(s) shall be utilisable by the Issuer, in accordance with the terms set out in the Transaction Documents, only: (a) with the prior approval of the Debenture Trustee; and (b) if there is no shortfall in any of the Interest Payment Account (including the Required DSRA Amount) or the Sinking Fund Account.
13. The Escrow Account, Interest Payment Account (including the Required DSRA Amount), Sinking Fund Account shall be maintained with a scheduled commercial bank rated at least AA+ by two rating agencies throughout the tenor of the Debentures ("Bank"). In case, at any point of time, the rating of senior debt of the Bank falls below AA+ by any rating agency the Issuer shall, with the written consent of Debenture Trustee, move the funds to any other bank satisfying the rating criteria.
14. The Bank shall share statement(s) of these account(s) with Debenture Trustee and the Issuer for such period as may be specified by the Debenture Trustee but not greater than 12 (Twelve) months in any case till such time as the Debentures are redeemed. The Issuer shall share copies of all such reports with the Rating Agencies. The Issuer and Debenture Trustee shall keep the Rating Agencies informed in case of change in the Bank.

Interest Payment Mechanism

The Debenture Trustee shall check the amount lying to the credit of Interest Payment Account (which is over and above the Required DSRA Amount) at 25 (Twenty-Five) days prior to the Coupon Payment Date (T-25 days).

In case of any shortfall in the amount required to make payment of Coupon on the Coupon Payment Date in the Interest Payment Account (calculated on the basis of the amounts available in addition to the Required DSRA Amount), the Debenture Trustee shall intimate the Issuer of the shortfall and the Issuer shall make good the short fall in the Interest Payment Account prior to the date falling 15 (Fifteen) days prior to the Coupon Payment Date (T- 15 days).

Further, the amounts lying or credited in the escrow account shall flow into the interest payment account for funding the shortfall and shall not be transferred by the Issuer to the general fund account(s) till the time the shortfall is funded.

In case of shortfall in the amount required to make payment of Coupon on the Coupon Payment Date in the Interest Payment Account (calculated on the basis of the amounts available in addition to the Required DSRA Amount) at 14 (Fourteen) days prior to the Coupon Payment Date (T-14 days), the Debenture Trustee shall trigger the payment mechanism and shall instruct the Bank to utilise the PSGF Amount to the extent of the shortfall in the amount required to make payment of the Coupon on the Coupon Payment Date on or prior to the date falling 10 (ten) days prior to the Interest Payment Date (T-10 days).

Further, immediately after the PSGF Amount utilization, the amounts lying or credited in the escrow account shall flow for the PSGF Amount replenishment and shall not be transferred by the Issuer to the general fund account(s) till the time the required PSGF Amount is replenished.

In case of shortfall in the amount required to make payment of Coupon on the Coupon

Payment Date in the Interest Payment Account (calculated on the basis of the amounts available in addition to the Required DSRA Amount) at 9 (Nine) days prior to the Coupon Payment Date (T-9 days), the Debenture Trustee shall trigger the payment mechanism and shall instruct the Bank to utilise the DSRA Amount to the extent of the shortfall in the amount required to make payment of the Coupon on the Coupon Payment Date on or prior to the date falling 5 (Five) days prior to the Interest Payment Date (T-5days). The Coupon shall be paid by the Issuer on the Coupon Payment Date (T).

In case the DSRA Amount (or part thereof) is utilized to fund the shortfall in the amount required to make payment of the Coupon in respect of any Coupon Payment Date, immediately after the Debenture Trustee has instructed the Bank to utilise the DSRA Amount as above and in any event prior to 4 (Four) days prior to the relevant Coupon Payment Date (T-4), the Debenture Trustee would issue a final notice in writing to the Issuer. On the issuance of such notice, the Issuer shall make good the DSRA Amount Shortfall within next 15 (Fifteen) days (T+11).

Further, immediately after the DSRA utilization, the amounts lying or credited in the escrow account shall flow into the interest payment account for DSRA replenishment and shall not be transferred by the Issuer to the general fund account(s) till the time the required DSRA amount is replenished.

Further, In the event of any utilization from the PSGF Amount, the Debenture Trustee would issue a notice in writing to the Issuer to replenish the same within a period of 90 days from the date of utilization. This arrangement shall continue till the bonds are paid in full to the Bond holders.

It is hereby clarified that, notwithstanding the appropriation of any amount from the Escrow Account to fund the shortfall in interest payment account (including the required DSRA amount), the obligation of the Issuer to fund the interest payment account and sinking fund account to the extent of the minimum balance no later than the monthly Transfer Date shall continue until the Final Settlement Date.

Further, such notice(s) would continue to get served if required, as per the same timelines for subsequent and future servicing. If any over dues on account of past servicing's from the DSRA Amount continues to remain and the Required DSRA Amount continues to remain un-replenished, then such overdue amount would be added in the subsequent notice.

In any of the milestone days mentioned in the T-Structure above happens to not be a Business Day, the immediately preceding Business Day would be the deemed date for execution of the relevant action.

Principal Repayment (Sinking Fund) Mechanism

The Debenture Trustee shall check the balance in the Sinking Fund Account prior to the end of each 12-month block and in case of any Sinking Fund mismatch it shall be replenished as per the following mechanism: -

The Debenture Trustee shall check the amount lying to the credit of Sinking Fund Account at 25 (Twenty-Five) days prior to the end of each 12-month block. In case of any Sinking Fund mismatch, the Debenture Trustee shall intimate Issuer of the shortfall and Issuer shall make good the Sinking Fund mismatch 15 (Fifteen) days prior to the end of each 12-month block (T-15 days).

Further, in case of shortfall on T-25 days, the amounts lying or credited in the escrow account shall flow into the sinking fund account for funding the shortfall and shall not be transferred by the Issuer to the general fund account(s) till the time the shortfall is

	funded. In case of shortfall still persists in in the Sinking Fund Account at 14 (Fourteen) days prior to the end of each 12-month block (T-14 days), the Debenture Trustee shall trigger the payment mechanism and shall instruct the Escrow Bank to utilise the PSGF Amount to the extent of the shortfall in the Sinking Fund Account on or prior to the date falling 10 (ten) days prior to the end of each 12 Month Block (T-10 days). Further, immediately after the PSGF Amount utilization, the amounts lying or credited in the escrow account shall flow for the PSGF Amount replenishment and shall not be transferred by the Issuer to the general fund account(s) till the time the required PSGF Amount is replenished. In case of shortfall still persists in in the Sinking Fund Account at 9 (Nine) days prior to the end of each 12-month block (T-9 days), the Debenture Trustee shall issue a final notice to the issuer. On the issuance of such notice, the issuer shall remit the funds to fund the shortfall into the Sinking Fund Account prior to the end of each 12 Month Block (T). Further, In the event of any utilization from the PSGF Amount, the Debenture Trustee would issue a notice in writing to the Issuer to replenish the same within a period of 90 days from the date of utilization. This arrangement shall continue till the bonds are paid in full to the Bond holders. It is hereby clarified that, notwithstanding the appropriation of any amount from the Escrow Account to fund the shortfall in sinking fund account, the obligation of the Issuer to fund the interest payment account and sinking fund account to the extent of the minimum balance no later than the monthly Transfer Date shall continue until the Final Settlement Date. The redemption shall be made by the Issuer on the relevant Redemption Dates. The Debenture Trustee shall keep the Rating Agencies informed of any shortfall in the Interest Payment Account (including in the Required DSRA Amount), Sinking Fund Account.
Project Sustainability Grant Fund Amount (PSGF Amount)	Project Sustainability Grant Fund (PSGF), a Grant Fund of Government of Tamil Nadu and managed by Tamil Nadu Urban Infrastructure Financial Services Limited (TNUIFSL) shall create a term deposit for Rs. 10.4 crore ("PSGF Amount") as Credit Enhancement Facility under World Bank assisted Tamil Nadu Climate Resilient Urban Development Program and funds available in PSGF under Credit Enhancement Facility. The proceeds of the bond issue should be used for the implementation of the Underground Sewerage Scheme / Project of the Issuer. The Debenture Trustee (on behalf of bond holders) shall have First & Exclusive charge over the Project Sustainability Grant Fund (PSGF Amount) term deposit created for this bond issue. The said term deposit amount shall be created in the name of PSGF by PSGF with the Trustee Banker / Escrow Banker of the Bond Issue once the date of the issue of bond is finalized but, in any case, no later than one day before the pay-in/allotment of bonds. The said term deposit shall be kept as cash collateral in the form of security for bondholders for servicing of the bonds during the entire tenor of the bonds & lien marked with the Bond / Debenture Trustee. The Escrow Banker (on the instructions of the Bond / Debenture Trustee) will utilize the PSGF Amount (i) in the case of insufficient funds in the Issuer's Escrow Account and Collection Account(s) / Interest Payment Account / Sinking Fund Account as per timelines indicated under the Structured Payment Mechanism in the Term Sheet and (ii) In case of occurrence of payment default or event of default, the PSGF Amount shall be utilized for meeting all the outstanding interest and principal obligations to the bond holders.

	In the case of utilization of PSGF Amount, the PSGF Amount utilized shall be recouped by the Issuer within a period of 90 days from the date of utilization. This arrangement will continue till the bond is paid in full to the Bond holders. The PSGF term deposit will be an interest-bearing deposit and PSGF will have charge over the interest income.
Financial Covenants	1. The Issuer shall, at all times till the Debentures are outstanding, ensure that the total amounts collected/routed through the Escrow Account in any financial year shall be at least 2 (Two) times of the Annual Payments Amount. For the purpose of this term sheet, the term 'Annual Payments' shall, in respect of any financial year, mean the aggregate of: (a) the Coupon payable in such year (in relation to the present bond issue and any further borrowings); (b) the portion of principal amount of the Debentures which are required to be deposited by the Issuer into the Sinking Fund Account in such financial year (in relation to the present bond issue and any further borrowings); and (c) Principal Repayment amount (in relation to the further borrowings where sinking fund is not created), in terms hereof. So long as the Eligibility Conditions are met, the Issuer shall be entitled to raise further financial indebtedness based on its cash flows including the cash flows through the Escrow Account, provided that it is clarified that nothing in this provision should be construed to permit the creation of any encumbrance over the hypothecated property without the express prior written consent of the debenture trustee. For the purpose of this term sheet, the term 'Eligibility Conditions' shall mean the following conditions: (a) the Annual Payments Ratio is maintained by the Issuer; (b) there is no shortfall in the contribution to the Escrow Account, the Interest Payment Account (including towards maintenance of the Required DSRA Amount), the Sinking Fund Account which has not been made good by the Issuer in terms of the Transaction Documents; (c) no Event of Default has occurred. Other financial covenants as defined in the Transaction Document
Transaction Documents	The documents executed in relation to or which are relevant to the Issue including: 1. Preliminary Placement Memorandum along with all annexures; 2. Placement Memorandum along with all annexures; 3. Deed of Hypothecation 4. Issue Agreement; 5. Registrar Agreement; 6. Debenture Trustee Agreement; 7. Escrow Agreement; 8. Debenture Trust Deed; 9. Issue Proceeds Agreement; 10. Tripartite Agreements with NSDL and CDSL; any other agreement or document designated as such by the Debenture Trustee (acting on the instructions of the Majority Debenture Holders).
Conditions Precedent to Disbursement	The subscription from investors shall be accepted for allocation and allotment by the Issuer subject to the following and in compliance to SEBI Guidelines in this regard: 1. Certified copies of the Government Orders (in English) certified by the Corporation 2. Certified copies of constitutional documents of the Issuer 3. Requisite resolutions for the Issue 4. Certificate from the Issuer providing confirmations 5. Execution of transaction documents that are to be executed before pay-in 6. Execution of Debenture Trust Deed 7. Provisional Rating letters 8. Letter from the Debenture Trustee conveying their consent to act as debenture trustee for the Debenture Holder(s);

	9. Letter from NSE conveying its in-principle approval for listing of the Debentures; 10. Depository arrangements with NSDL and CDSL and RTA 11. Creation of DSRA 12. Other conditions precedent set out in the Debenture Trust Deed and as specified in the SEBI ILMDS Regulations.
Conditions Subsequent to Disbursement	The Issuer shall ensure that the following documents are executed/ activities are completed within the relevant timelines set out in the Transaction Documents: 1. Copies of all corporate actions allotting the bonds 2. Credit of demat account(s) of the allottee(s) by number of Debentures allotted as per the Stock Exchange EBP operational guidelines; 3. Listing of the Debentures within 3 (Three) days from the Issue Closing Date; Other conditions subsequent set out in the Debenture Trust Deed and as specified in the SEBI ILMDS Regulations.
Events of Default	The following shall constitute an Event of Default under the Transaction Documents: 1. Any payments due in respect of the Bonds have not been paid on the relevant Due Date; 2. The Issuer breaches any representation or warranty provided by the Issuer in terms of the Transaction Documents or fails to duly perform any other obligation arising from the Bonds and such breach or failure which continues for more than 30 (Thirty) days after the Issuer has received a notice thereof from the Debenture Trustee; 3. The Issuer commits a breach of Financial Covenants as provided above; 4. Any change in the constitution of the Issuer which results in change in status of the Issuer; 5. Failure of the Issuer to replenish the Required DSRA Amount, PSGF Amount and to fund the Sinking Fund Mismatch as per the timelines set out under the Transaction Documents; 6. Failure of the Issuer to list the Debentures on NSE within a period of 3 (Three) working days from the Issue Closing date; 7. Failure of the Issuer to deposit the amounts into Payment Accounts in terms of the Transaction Documents; 8. It is or becomes unlawful for the Issuer to perform any of its obligations under the Transaction Documents or if the Transaction Documents or any part thereof ceases, for any reason whatsoever, to be valid and binding or in full force and effect; 9. If the Issuer repudiates the Debenture Trust Deed or any of the other Transaction Documents, to which it is a party; 10. If any regulatory or statutory approval, permit, license or other certificate required by the Issuer under Applicable Law, is withdrawn or not granted or not renewed; 11. Any step is taken by Government Authority or agency or any other competent authority, with a view to the seizure, compulsory acquisition, expropriation or nationalization of all or (in the opinion of the Debenture Trustee) a material part of the assets of the Issuer;

	12. Execution of distress being enforced or levied by against whole or substantial part of the assets of the Issuer and any order relating thereto is not discharged or stayed within a period of 30 (thirty) days from the date of enforcement or levy; 13. If the Issuer fails to make payment of any Financial Indebtedness when due or otherwise commits any breach of the provisions of any agreement entered into in respect of any Financial Indebtedness availed of by it (in respect of which breach either no cure period is available or where a cure period is available fails to cure such breach within the available cure period); 14. The Issuer has admitted in writing that the Issuer is unable to pay its debts as they fall due and/ or the Issuer stops, suspends or threatens to stop payment of all or any of its Financial Indebtedness or proposes or makes an arrangement for the deferral, re-scheduling or other re-adjustment of all or any of its Financial Indebtedness or proposes or makes a general assignment or an arrangement or composition with or for the benefit of the relevant creditors in respect of any of such Financial Indebtedness or a moratorium is agreed or declared in respect of or affecting all or any parts of the Financial Indebtedness of the Issuer; 15. In the event that any legal proceedings or governmental proceedings are initiated against the Issuer or claims are made against the Issuer, which, in the opinion of the Debenture Trustee, may impair the Issuer's ability to perform its obligations undertaken in terms of the Transaction Documents; 16. Any information given by the Issuer is misleading or incorrect in any respect; 17. The occurrence of any event which constitutes a Material Adverse Change; 18. If the Issuer voluntarily creates or attempts to create any encumbrance on the Hypothecated Property or any part thereof, other than as expressly permitted under the Transaction Documents; 19. If the Issuer ceases without the consent of the Debenture Holder(s) or threatens to cease to carry on its business or gives notice of its intention to do so. Other events as may be set out in the Debenture Trust Deed.
Creation of Recovery Expense Fund	The Issuer will transfer the required amount towards recovery expense fund in the manner as specified by SEBI in circular no. SEBI/HO /DDHS - PoD-1/P/CIR/2025/117 dated August 13, 2025 as amended from time to time with the Stock Exchange and will inform the Debenture Trustee regarding transfer of amount toward such fund.
Provisions related to Cross Default Clause	As stated under Event of Defaults above and as per the Debenture Trust Deed to be executed in accordance with applicable law
Default Interest	a. All monies due in respect of the Debentures shall, in case the same be not paid on the respective due dates, carry further interest at the rate of 2% (Two Percent) per annum, which shall be paid over and above the Coupon Rate for the period during which such default continues; b. In case of delay in execution of the Debenture Trust Deed and security documents, the Issuer will refund the subscription with the agreed rate of interest or will pay penal interest of at least 2% p.a. (Two percent per annum), which shall be paid over and above the Coupon Rate for the period during which such default continues; c. In case of delay in listing of the Debentures beyond 3 (Three) days from the Issue Closing Date, the Issuer shall pay penal interest of at least 1% p.a. (One percent

	per annum) which shall be paid over and above the Coupon Rate for the period of delay (i.e. from the date of allotment to the date of listing).
	Other provisions as set out in the Transaction Documents.
Manner of Bidding	Closed Bidding
Manner of Allotment	Uniform yield allotment
Settlement Cycle	To be decided
Role and Responsibilities of Debenture Trustee	As per SEBI (Debenture Trustees) Regulations, 1993, SEBI (Issue and Listing of Municipal Debt Securities) Regulations, 2015, SEBI Master Circular for Debenture Trustees and the Debenture Trust Deed.
Governing Law and Jurisdiction	The Debentures and the Transaction Documents (other than the Issue Proceeds Agreement) shall be governed by and construed in accordance with the laws of India and the parties submit to the exclusive jurisdiction of courts and tribunals in Tiruppur. The Issue Proceeds Agreement shall be governed by and construed in accordance with the laws of India and the parties submit to the exclusive jurisdiction of courts and tribunals in Mumbai.

SECTION XV: MATERIAL CONTRACTS AND DOCUMENTS FOR INSPECTION

The contracts referred to herein below (not being contracts entered into in the ordinary course of the business carried out by the Issuer) which are or may be deemed to be material, have been entered into by the Issuer. Copies of these contracts together with the copies of the documents may be inspected at the Head Office of the Issuer between 10.00 a.m. and 2.00 p.m. on any working day until the Issue Closing Date.

A. Material Contracts

- a. Copy of Tripartite Agreement dated [●] between CDSL, the Issuer and the Registrar to the Issue.
- b. Copy of Tripartite Agreement dated [●] between NSDL, the Issuer and the Registrar to the Issue.
- c. Debenture Trustee Agreement dated December 04, 2025 between the Issuer and the Debenture Trustee;
- d. Debenture Trust Deed dated [●] between the Issuer and the Debenture Trustee.
- e. Escrow Agreement dated [●] between the Issuer, the Debenture Trustee and the Banker to the Issue.
- f. Issue Proceeds Agreement dated [●] between the Issuer, the Merchant Banker/Arranger, Registrar and the Banker to the Issue.
- g. Issue Agreement dated December 8, 2025 between the Issuer and the Merchant Banker/Arranger to the Issue.
- h. Registrar Agreement dated December 04, 2025 between the Issuer and the Registrar to the Issue.

B. Material Documents

- a) Copy of Tamil Nadu Urban Local Bodies Act, 1998 and Tamil Nadu Urban Local Bodies Rules, 2023
- b) Municipal Administration and Water Supply (MC6) Department, Government of Tamil Nadu vide its order no. 50 dated March 28, 2025 approving the issuance of Debentures.
- c) Council Resolution No. 85 dated June 28, 2024, in relation to approval for issuance of bonds.
- d) Standing Committee Resolution dated June 28, 2024 in relation to approval for issuance of bonds and authorizing the Municipal Commissioner to do all act of the Issue.
- e) Copy of the letter dated September 24, 2025, of Municipal Commissioner authorizing issuance of bonds and constitution of Bond Issue Committee.
- f) Copy of Municipal Commissioner Letter dated December 10, 2025 certifying the list of members of the Bond Issue Committee.
- g) Letters of the Municipal Commissioner approving the Project Cost for the Project.
- h) Copy of the resolution of the Bond Issue Committee dated December 10, 2025 approving the issuance of Bonds.
- i) Copy of the resolution of Bond Issue Committee dated December 10, 2025 appointing M. Sundararajan as Compliance Officer.
- j) Copy of the resolution of the Bond Issue Committee dated December 10, 2025 approving the Project.
- k) Copy of the resolution of the Bond Issue Committee dated December 10, 2025 approving the Materiality Policy.
- l) Consents and appointment letters of the Merchant Banker/Arranger/Transactions advisor, Debenture Trustee, Rating Agencies, Registrar to the Issue, Legal Advisor, Independent Chartered Accountant, Bond Issue Committee Members, Municipal Commissioner, Escrow Bank and Banker to the Issue to include their names in the Preliminary Placement Memorandum.
- m) Examination report dated December 10, 2025 issued by the Independent Chartered Accountant.
- n) Statement of tax benefits dated December 10, 2025 issued by the Independent Chartered Accountant.
- o) Certificates dated December 10, 2025 issued by New Tirupur Area Development Corporation Limited, technical consultant for the Project who have also prepared Detailed Project Report for the Project.
- p) Rating letter dated April 02, 2025, revalidated vide rating letter dated December 10, 2025 and rating rationale dated April 03, 2025 issued by CARE, rating letter dated March 18, 2025 and rating rationale dated March 18, 2025 issued by Acuite Ratings.
- q) Copy of the resolution of the Bond Issue Committee dated December 10, 2025 approving the Preliminary Placement Memorandum.

- r) Copy of the resolution of the Bond Issue Committee dated December 10, 2025 approving the updated Preliminary Placement Memorandum to be filed with SEBI after incorporating the changes and updates as per SEBI observation letter;
- s) Notification no. D.O. No. K-14012/01/2022-AMRUT-IIB dated May 31, 2024 in relation to AMRUT Incentive issued by Ministry of Housing and Urban Affairs.
- t) Due diligence certificate dated December 10, 2025 filed by the Merchant Banker with SEBI in relation to the Preliminary Placement Memorandum.
- u) Due Diligence Certificate dated December 10, 2025 from the Trustee in relation to the Issue.
- v) In-principle approval received from National Stock Exchange of India Limited having reference no. [•] dated [•].
- w) Observation Letter from SEBI bearing reference no. [•] dated [•]

SECTION-XVI: DECLARATION



TIRUPPUR CITY MUNICIPAL CORPORATION



Declaration

I, Shri M.P Amith, IAS, Commissioner of Tiruppur City Municipal Corporation (the "Issuer") hereby declare and confirm that:

1. The Preliminary Placement Memorandum contains true, fair, and adequate information to enable investors to make a well-informed decision regarding their investment in the proposed Issue.
2. The Preliminary Placement Memorandum contains full disclosures in accordance with the Securities and Exchange Board of India (Issue and Listing of Municipal Debt Securities) Regulations, 2015, issued vide No. SEBI/LAD-NRO/GN/2015-16/006 dated 15th July 2015, as amended and other applicable SEBI circulars.
3. The Preliminary Placement Memorandum is in conformity with the documents, material and papers which are material to the Issue.
4. The Preliminary Placement 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 Preliminary Placement Memorandum also does not contain any false or misleading statement.
5. That no responsibility for the statements made otherwise than in the Preliminary Placement Memorandum or in any other material issued by or at the instance of the Issuer shall be accepted by the Issuer, and that anyone placing reliance on any other source of information would be doing so at his own risk.

For Tiruppur City Municipal Corporation

Name: Shri M.P Amith, IAS

Designation: Commissioner

Date: 10/11/2015



Declaration



N. DINESH KUMAR M.I.B.,
MAYOR
TIRUPPUR CITY MUNICIPAL CORPORATION
TAMILNADU.

Date : 10/12/2025

Declaration

I, Shri. N. Dinesh Kumar, Mayor of Tiruppur City Municipal Corporation (the "Issuer") hereby declare and confirm that:

1. The Preliminary Placement Memorandum contains true, fair, and adequate information to enable investors to make a well-informed decision regarding their investment in the proposed Issue.
2. The Preliminary Placement Memorandum contains full disclosures in accordance with the Securities and Exchange Board of India (Issue and Listing of Municipal Debt Securities) Regulations, 2015, issued vide No. SEBI/LAD-NRO/GN/2015-16/006 dated 15th July 2015, as amended and other applicable SEBI circulars.
3. The Preliminary Placement Memorandum is in conformity with the documents, material and papers which are material to the Issue.
4. The Preliminary Placement 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 Preliminary Placement Memorandum also does not contain any false or misleading statement.
5. That no responsibility for the statements made otherwise than in the Preliminary Placement Memorandum or in any other material issued by or at the instance of the Issuer shall be accepted by the Issuer, and that anyone placing reliance on any other source of information would be doing so at his own risk.

For Tiruppur City Municipal
Corporation

N. Dinesh Kumar

Name: Shri. N. Dinesh Kumar
Designation: Mayor

OFFICE : Mayor Office, Corporation Campus, Tiruppur - 641 604. Phone : 0421 -2209800

RESIDENCE : 1/10, K.N.P.Subramanianagar, Pudur Main Road, Tiruppur - 641 608.

Cell : 99443 22220, E-Mail : mayortiruppur@gmail.com

ANNEXURE I

Structured Payment Mechanism

STRUCTURED PAYEMENT MECHANISM

1. The Issuer shall open the following accounts for servicing the Coupon and principal amount of the Debentures for the exclusive benefit of the Debenture Holders:
 - a) Escrow Account
 - b) Interest Payment Account
 - c) Sinking Fund Account
2. The Issuer shall set up the separate no-lien Escrow Account and the funds lying in account(s) in which the property tax (or any other tax levied in place of property tax as per Section 255 of the Tamil Nadu Urban Local Bodies Act, 1998) and fees and user charges is being collected and/ or pooled by the Issuer ("Collection Account(s)") shall be transferred to the Escrow Account for debt servicing on daily basis. Debenture Holders/ Debenture Trustee on behalf of Debenture Holders shall have first and pari-passu charge over the no-lien Escrow Account and Collection Accounts . Such accounts will be specified to have a collective minimum collection of at least 1.25 times the borrowed amount and only such accounts would be utilized in the Escrow Mechanism. Further since the Revenue collections are likely to be low in the month of April, hence the Minimum Monthly Balance required for the month of April in any year will be built up and provided for in the preceding month of March.
3. The Interest Payment Account is an account from which the interest payments on the Debentures will be serviced and the Required DSRA Amount (as hereinafter defined) will also be maintained as per the requirements of the SEBI circular in relation to 'Continuous disclosures and compliances by listed entities under SEBI (Issue and Listing of Municipal Debt Securities) Regulations, 2015' dated November 13, 2019 bearing reference no. SEBI/HO/DDHS/CIR/P/134/2019.
4. The Sinking Fund Account is an account from which the principal redemptions of the Bonds will be made.
5. The funds lying in the Escrow Account shall be used in the following priority:

The funds should be first utilized to fund any shortfall in required DSRA amount (in case of utilization of the DSRA amount), Interest payment account and the sinking fund account as per the interest payment and sinking fund mechanism defined below;

Thereafter, the funds should be first utilized to accumulate the Minimum Balance in Escrow Account. The Minimum Balance to be maintained in any monthly period expiring on the Transfer Date (Transfer date here means last date of any monthly period) shall be the amount to be transferred to the Interest Payment Account and Sinking Fund Account on the Transfer Date;

The Minimum Balance shall not be used for any purpose other than transfer to the Interest Payment Account and Sinking Fund Account;

The surplus funds, if any, after first accumulating the Minimum Balance can thereafter be transferred to the general fund account(s) in accordance with the directions of the Issuer from time to time, after a one-time written instruction providing for such transfer is given by the Debenture Trustee for such monthly period provided however that, in case of a shortfall in any of the Interest Payment Account (including towards maintenance of the Required DSRA Amount) or Sinking Fund Account, no transfer to the general fund account(s) shall be effected and the surplus funds shall first be utilised towards funding the relevant account in which there is a shortfall.

On a monthly basis, on each Transfer Date, the Minimum Balance maintained as indicated above shall be transferred to the Interest Payment Account and Sinking Fund Account. The Issuer can transfer the Minimum Balance maintained in Escrow Account to the Interest Payment Account and the Sinking Fund Account on any day prior to the Transfer Date.

It is hereby clarified that, notwithstanding the appropriation of any amount from the Escrow Account to fund the shortfall in Interest Payment Account (including the required DSRA amount) and Sinking Fund Account, the obligation of the Issuer to fund the Interest Payment Account and Sinking Fund Account to the extent of the Minimum Balance no later than the monthly Transfer Date shall continue until the Final Settlement Date.

6. The following amounts will be required to be transferred to the Interest Payment Account and the Sinking Fund Account from the Escrow Account as mentioned above each year (Each year here means each period of 12 months from the Deemed Date of Allotment until the Maturity Date and is also referred to as '12-month block') on first priority basis:
- a) Interest payment Account (IPA) – Half-yearly interest amount shall be divided into five equal parts, and each part shall be transferred to IPA every month for 5 months. Accordingly, 20% of the half yearly coupon payment (along with 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 IPA each month as follows:-
 - (i) 1st half year - from 1st to 5th Month
 - (ii) 2nd half year - from 7th to 11th Month

- b) Sinking Fund Account (SFA) – Total issue size of the Debentures (INR 100 Crores) shall be divided into 10 parts, and each part (INR 10 Crores) shall be transferred to SFA in each of the 1st to 10th year.

Further, this one part (INR 10 Crores) to be transferred to SFA in each of the ten years shall be sub-divided into 10 sub-parts and each sub-part (INR 1Crore) (along with any shortfall in earlier contribution) shall be transferred to SFA each month for 10 months as follows :

- (i) 1 Crore each from 1st to 5th Month
- (ii) 1 Crore each from 7th to 11th Month

Accordingly, 10% of total issue size shall be transferred each year for the 10 years out of which 10% each month for 10 months of each year as mentioned above

Any shortfall in the funds available in the Escrow Account to complete the aforesaid transfers to the above account(s) shall be made good by the Issuer by transfer from other account(s) of the Issuer.

7. The funds lying in the above-mentioned account(s) shall be utilised in the following manner:
- a) The funds lying in the Interest Payment Account (apart from the DSRA Amount) will be first utilized for meeting the Coupon payment to the Debenture Holders. In the event that the balance in the Interest Payment Account (apart from the DSRA Amount) is not sufficient for this purpose, the PSGF amount & the DSRA Amount can be utilized for meeting such shortfall in the Interest Payment Account for making the Coupon payment to the Debenture Holders.
 - b) The DSRA Amount lying in the Interest Payment Account, can be used to meet (i) any shortfall in the Interest Payment Account for the Coupon payment to be made on any Coupon Payment Date; and thereafter (ii) can be used to meet any shortfall at the time of part redemption of the Bonds i. e. the 10 installments for principal repayment (upto the excess DSRA amount) on the respective Redemption Date at the end of the tenure of the Part Redemption. However, the DSRA Amount cannot be utilized for any other purpose, including (a) to meet any shortfall in contribution to Sinking Fund Account except at the time of Final Redemption; and (b) to meet any shortfall in the amounts to be transferred to the Interest Payment Account except at the time of actual payment of Coupon on the Debentures.
 - c) Any surplus amounts available in the Interest Payment Account after making the Coupon payment to Debenture Holders (which is over and above the Required DSRA Amount) should be used to make good any shortfall in contribution to Sinking Fund Account to the extent required for redemption of the Bonds on the Redemption Dates.
 - d) The funds lying in the Sinking Fund Account shall be used to redeem the Debentures.
 - e) Any funds lying in the above account(s) can be used for making Permitted Investments. However, the funds (including investment(s)) shall not, without the approval of the Debenture Trustees, be utilised for any purpose

other than as mentioned in paragraph (a) to (d) above.

- f) Any surplus funds lying in the above account(s) after the Debentures have been redeemed in full and all dues to the Debenture Holders have been paid can be transferred to the General Fund Account(s) on the written instructions of the Debenture Trustee
8. The Debenture Trustee, on behalf of the Debenture Holders shall have a first and pari passu charge over the no-lien Escrow Account and Collection Accounts, the Interest Payment Account (including the DSRA Amount) and Sinking Fund Account.
9. The Debenture Trustee, on behalf of the Debenture Holder(s), shall have a first charge on the Escrow Account, Interest Payment Account (including the DSRA Amount), Sinking Fund Account and any Permitted Investment(s) made from these account(s) for the exclusive benefit of the Debenture Holders(s). The amount deposited in the Interest Payment Account (including the DSRA Amount), Sinking Fund Account shall be used solely for meeting the dues to the Debenture Holders. Any surplus in the above account(s) after the Debentures have been redeemed in full and all the dues to the Debenture Holders have been paid can be transferred to the General Fund Account (s) after obtaining written consent of the Debenture Trustee. No amount can be withdrawn from these account(s) without the approval of Debenture Trustee.
10. The funds lying credited in the Escrow Account (to the extent of the minimum balance), Interest Payment Account (including the DSRA Amount) 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 favour of Debenture Trustee on all the investments made in terms hereof. The Issuer shall ensure that funds lying in the escrow accounts shall be invested in accordance with the SEBI ILMDS Regulations and SEBI circulars issued thereunder, the Tamil Nadu Urban Local Bodies Rules, 2023 and the Tamil Nadu Urban Local Bodies Act, 1998 to the extent applicable.
11. The funds lying to the credit of Sinking Fund Account in such instruments which may be permitted both in terms of the SEBI Circulars and the Tamil Nadu Urban Local Bodies Rules, 2023 and the Tamil Nadu Urban Local Bodies Act, 1998. The lien shall be created in favour of Debenture Trustee on all the investments made in terms hereof.
12. Any actual interest income earned and received on the Permitted Investment(s) shall be utilisable by the Issuer, in accordance with the terms set out in the Transaction Documents, only: (a) with the prior approval of the Debenture Trustee; and (b) if there is no shortfall in any of the Interest Payment Account (including the Required DSRA Amount) or the Sinking Fund Account.
13. The Escrow Account, Interest Payment Account (including the Required DSRA Amount), Sinking Fund Account shall be maintained with a scheduled commercial bank rated at least AA+ by two rating agencies throughout the tenor of the Debentures ("Bank"). In case, at any point of time, the rating of senior debt of the Bank falls below AA+ by any rating agency the Issuer shall, with the written consent of Debenture Trustee, move the funds to any other bank satisfying the rating criteria.
14. The Bank shall share statement(s) of these account(s) with Debenture Trustee and the Issuer for such period as may be specified by the Debenture Trustee but not greater than 12 (Twelve) months in any case till such time as the Debentures are redeemed. The Issuer shall share copies of all such reports with the Rating Agencies. The Issuer and Debenture Trustee shall keep the Rating Agencies informed in case of change in the Bank.

Interest Payment Mechanism

The Debenture Trustee shall check the amount lying to the credit of Interest Payment Account (which is over and above the Required DSRA Amount) at 25 (Twenty-Five) days prior to the Coupon Payment Date (T-25 days).

In case of any shortfall in the amount required to make payment of Coupon on the Coupon Payment Date in the Interest Payment Account (calculated on the basis of the amounts available in addition to the Required DSRA Amount), the Debenture Trustee shall intimate the Issuer of the shortfall and the Issuer shall make good the short fall in the Interest Payment Account prior to the date falling 15 (Fifteen) days prior to the Coupon Payment Date (T- 15 days).

Further, the amounts lying or credited in the escrow account shall flow into the interest payment account for funding the shortfall and shall not be transferred by the Issuer to the general fund account(s) till the time the shortfall is funded.

In case of shortfall in the amount required to make payment of Coupon on the Coupon Payment Date in the Interest Payment Account (calculated on the basis of the amounts available in addition to the Required DSRA Amount) at 14 (Fourteen) days prior to the Coupon Payment Date (T-14 days), the Debenture Trustee shall trigger the payment mechanism and shall instruct the Bank to utilise the PSGF Amount to the extent of the shortfall in the amount required to make payment of the Coupon on the Coupon Payment Date on or prior to the date falling 10 (ten) days prior to the Interest Payment Date (T-10 days).

Further, immediately after the PSGF Amount utilization, the amounts lying or credited in the escrow account shall flow for the PSGF Amount replenishment and shall not be transferred by the Issuer to the general fund account(s) till the time the required PSGF Amount is replenished.

In case of shortfall in the amount required to make payment of Coupon on the Coupon Payment Date in the Interest Payment Account (calculated on the basis of the amounts available in addition to the Required DSRA Amount) at 9 (Nine) days prior to the Coupon Payment Date (T-9 days), the Debenture Trustee shall trigger the payment mechanism and shall instruct the Bank to utilise the DSRA Amount to the extent of the shortfall in the amount required to make payment of the Coupon on the Coupon Payment Date on or prior to the date falling 5 (Five) days prior to the Interest Payment Date (T-5days). The Coupon shall be paid by the Issuer on the Coupon Payment Date (T).

In case the DSRA Amount (or part thereof) is utilized to fund the shortfall in the amount required to make payment of the Coupon in respect of any Coupon Payment Date, immediately after the Debenture Trustee has instructed the Bank to utilise the DSRA Amount as above and in any event prior to 4 (Four) days prior to the relevant Coupon Payment Date (T-4), the Debenture Trustee would issue a final notice in writing to the Issuer. On the issuance of such notice, the Issuer shall make good the DSRA Amount Shortfall within next 15 (Fifteen) days (T+11).

Further, immediately after the DSRA utilization, the amounts lying or credited in the escrow account shall flow into the interest payment account for DSRA replenishment and shall not be transferred by the Issuer to the general fund account(s) till the time the required DSRA amount is replenished.

Further, In the event of any utilization from the PSGF Amount, the Debenture Trustee would issue a notice in writing to the Issuer to replenish the same within a period of 90 days from the date of utilization. This arrangement shall continue till the bonds are paid in full to the Bond holders.

It is hereby clarified that, notwithstanding the appropriation of any amount from the Escrow Account to fund the shortfall in interest payment account (including the required DSRA amount), the obligation of the Issuer to fund the interest payment account and sinking fund account to the extent of the minimum balance no later than the monthly Transfer Date shall continue until the Final Settlement Date.

Further, such notice(s) would continue to get served if required, as per the same timelines for subsequent and future servicing. If any over dues on account of past servicing's from the DSRA Amount continues to remain and the Required DSRA Amount continues to remain un-replenished, then such overdue amount would be added in the subsequent notice.

In any of the milestone days mentioned in the T-Structure above happens to not be a Business Day, the immediately preceding Business Day would be the deemed date for execution of the relevant action.

Principal Repayment (Sinking Fund) Mechanism

The Debenture Trustee shall check the balance in the Sinking Fund Account prior to the end of each 12-month block and in case of any Sinking Fund mismatch it shall be replenished as per the following mechanism:-

The Debenture Trustee shall check the amount lying to the credit of Sinking Fund Account at 25 (Twenty-Five) days prior to the end of each 12-month block. In case of any Sinking Fund mismatch, the Debenture Trustee shall intimate Issuer of the shortfall and Issuer shall make good the Sinking Fund mismatch 15 (Fifteen) days prior to the end of each 12-month block (T-15 days).

Further, in case of shortfall on T-25 days, the amounts lying or credited in the escrow account shall flow into the sinking fund account for funding the shortfall and shall not be transferred by the Issuer to the general fund account(s) till the time the shortfall is funded.

In case of shortfall still persists in in the Sinking Fund Account at 14 (Fourteen) days prior to the end of each 12-month block (T-14 days), the Debenture Trustee shall trigger the payment mechanism and shall instruct the Escrow Bank to utilise the PSGF Amount to the extent of the shortfall in the Sinking Fund Account on or prior to the date falling 10 (ten) days prior to the end of each 12 Month Block (T-10 days).

Further, immediately after the PSGF Amount utilization, the amounts lying or credited in the escrow account shall flow for the PSGF Amount replenishment and shall not be transferred by the Issuer to the general fund account(s) till the time the required PSGF Amount is replenished.

In case of shortfall still persists in in the Sinking Fund Account at 9 (Nine) days prior to the end of each 12-month block (T-9 days), the Debenture Trustee shall issue a final notice to the issuer. On the issuance of such notice, the issuer shall remit the funds to fund the shortfall into the Sinking Fund Account prior to the end of each 12 Month Block (T).

Further, In the event of any utilization from the PSGF Amount, the Debenture Trustee would issue a notice in writing to the Issuer to replenish the same within a period of 90 days from the date of utilization. This arrangement shall continue till the bonds are paid in full to the Bond holders. It is hereby clarified that, notwithstanding the appropriation of any amount from the Escrow Account to fund the shortfall in sinking fund account, the obligation of the Issuer to fund the interest payment account and sinking fund account to the extent of the minimum balance no later than the monthly Transfer Date shall continue until the Final Settlement Date.

The redemption shall be made by the Issuer on the relevant Redemption Dates.

The Debenture Trustee shall keep the Rating Agencies informed of any shortfall in the Interest Payment Account (including in the Required DSRA Amount), Sinking Fund Account.

ANNEXURE - II

Rating Letters and Rationale

No. CARE/HRO/RL/2025-26/1539
Shri Ramamoorthy
Commissioner
Tiruppur City Municipal Corporation
 No.1, Mangalam Road

 Tirupur
 Tamil Nadu 641604


December 10, 2025

Confidential

Dear Sir,

Credit rating for proposed Debt Issue / Non-Convertible Debentures

Please refer to our letter no. CARE/HRO/RL/2024-25/2053 dated April 02, 2025, and your request for revalidation of the rating assigned to the proposed bonds of Tiruppur City Municipal Corporation, for a limit of Rs.100.00 crore.

2. The following rating(s) have been reviewed:

Sr. No.	Instrument	Amount (₹ crore)	Rating ¹	Rating Action
1.	Bonds	100.00	Provisional CARE AA-; Stable	Reaffirmed

Rating in the absence of the pending steps/documents	CARE A-
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- The proposed bonds would have a tenure of 10 years with repayment in 10 equal instalments starting from 5 years 6 months from the date of issue.
- 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:

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

CARE Ratings Limited

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 Hyderabad - 500 029
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CIN-L67190MH1993PLC071691

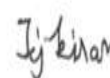
Instrument type	ISIN	Issue Size (Rs cr.)	Coupon Rate	Coupon Payment Dates	Terms of Redemption	Redemption date	Name and contact details of Trustee/IPA	Details of top 10 investors
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6. CARE Ratings Ltd. reserves the right to undertake a surveillance/review of the rating from time to time, based on circumstances warranting such review, subject to at least one such review/surveillance every year.
7. CARE Ratings Ltd. reserves the right to revise/reaffirm/withdraw the rating assigned as a result of periodic review/surveillance, based on any event or information which in the opinion of CARE Ratings Ltd. 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 Ratings Ltd. so as to enable it to carry out continuous monitoring of the rating of the debt instruments, CARE Ratings Ltd. 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 Ratings Ltd. shall also be entitled to publicize/disseminate all the aforementioned rating actions in any manner considered appropriate by it, without reference to you.
8. 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.
9. Users of this rating may kindly refer our website www.careratings.com for latest update on the outstanding rating.
10. CARE Ratings Ltd. 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,

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Disclaimer

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CIN-L67190MH1993PLC071691



No. CARE/HRO/RL/2024-25/2053

Shri Ramamoorthy
Commissioner
Tiruppur City Municipal Corporation
 No.1, Mangalam Road

Tiruppur
 Tamil Nadu 641604



April 02, 2025

Confidential

Dear Sir,

Credit rating for proposed Bond issue

Please refer to your request for rating of proposed Long Term Bonds issue aggregating to Rs.100 crore of your corporation. The proposed bond would have a tenure of 10 years repayable in 10 equal instalments starting from 5 years and 6 months from the date of issue.

2. The following ratings have been assigned by our Rating Committee:

Sr. No.	Instrument	Amount (₹ crore)	Rating ¹	Rating Action
2.	Bonds	100.00	Provisional CARE AA-; Stable	Assigned

Rating in the absence of the pending steps/documents	CARE A-
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- Further, the above ratings are provisional and will be confirmed once the Company submits copies of relevant executed documents, to the satisfaction of CARE Ratings Ltd. CARE Ratings Ltd. shall issue the final rating letter, brief rationale and rating rationale at the time of confirmation of the rating.
- In case there is any change in the size or terms of the proposed issue, please get the rating revalidated.
- Please inform us the below-mentioned details of issue immediately, but not later than 7 days from the date of placing the instrument:

¹Complete definitions of the ratings assigned are available at www.careedge.in and in other CARE Ratings Ltd.'s publications.

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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
-----------------	------	--------------------	-------------	----------------------	---------------------	-----------------	---	-----------------------------

6. Kindly arrange to submit to us a copy of each of the documents pertaining to the NCD issue, including the offer document and the trust deed.
7. The rationale and press release for the rating will be communicated to you separately.
8. CARE Ratings Ltd. 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.
9. CARE Ratings Ltd. 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 Ratings Ltd. 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 Ratings Ltd. so as to enable it to carry out continuous monitoring of the rating of the bank facilities, CARE Ratings Ltd. shall carry out the review on the basis of best available information throughout the life time of such bank facilities. In such cases the credit rating symbol shall be accompanied by "ISSUER NOT COOPERATING". CARE Ratings Ltd. shall also be entitled to publicize/disseminate all the afore-mentioned rating actions in any manner considered appropriate by it, without reference to you.
10. 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.
11. Users of this rating may kindly refer our website www.careedge.in for latest update on the outstanding rating.
12. Our ratings are **not** recommendations to buy, sell or hold any securities.
13. If you need any clarification, you are welcome to approach us in this regard. We are indeed, grateful to you for entrusting this assignment to CARE Ratings Ltd.

Thanking you,

Yours faithfully,



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Tiruppur City Municipal Corporation

April 03, 2025

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Bonds	100.00	Provisional CARE AA-; Stable	Assigned

Details of instruments/facilities in Annexure-1.

Rating in the absence of pending steps/ documents	CARE A-
--	----------------

Rationale and key rating drivers

The rating assigned to proposed bonds of Tiruppur City Municipal Corporation (TCMC) factors in the proposed Trustee-administered structured payment mechanism (SPM) for bonds through the creation of an escrow account of designated revenue collections, with priority for servicing proposed bonds, and stipulated reserves to be maintained in the form of debt service reserve account (DSRA), an interest payment account (IPA) and a sinking fund account (SFA). The rating also takes comfort from the payment security guarantee fund (PSGF) of ₹10.4 crore, which can be used to replenish shortfall in the IPA/SPA. PSGF is a non-lapsable fund created by the GoTN to provide grants for implementing urban infrastructure projects in Tamil Nadu and is managed by Tamil Nadu Urban Infrastructure Financial Services Limited (TNUIFSL). This PSGF will be lien marked and will be kept as collateral in the form of security for the bondholders for servicing bonds in the tenor.

TCMC has proposed borrowing in the form of bond issuance, and comfort is derived from the 1.25x coverage stipulated in the SPM and cashflows of TCMC comfortably covering it.

The rating also factors in the corporation's satisfactory financial profile with consistent growth in revenue receipts (RR) reported y-o-y, with strong collection efficiency and adequate own revenue share (64%). Led by increase property tax and State Finance Commission, TCMC's revenue receipts grew from ₹212 crore in FY22 to ₹359 crore in FY24. The government of Tamil Nadu has passed a government order (GO) to revise property tax rates every year at a flat 6%, and the same is expected to aid TCMC in revenue growth. Tiruppur is major city in Tamil Nadu and is a key economic hub and a vital centre for the textile industry, making it strategically important to the state. This is reflected by timely receipt of revenue grants as well as capital grants from GoTN. The rating also factors in the satisfactory service delivery track record parameters.

However, the rating is constrained by TCMC's limited autonomy in levying taxes, a relatively modest economic base, and its dependence on state government grants. Additionally, the corporation experienced financial volatility, with a revenue deficit recorded in FY23 due to a one-time increase in O&M charges. Nevertheless, TCMC reported a surplus in FY24, and this positive trend is expected to continue moving forward.

The rating is provisional and will be confirmed once the company submits the following documents to the satisfaction of CARE Ratings Limited (CARE Ratings):

- a. Transaction documents including debenture trust deed.
- b. Escrow agreement.
- c. Final Information memorandum

Rating sensitivities: Factors likely to lead to rating actions

Positive factors

- Growth in the size of the corporation with a sustained revenue surplus.

¹Complete definition of ratings assigned are available at www.careedge.in and other CARE Ratings Limited's publications.

Negative factors

- De-growth in revenue surplus on a sustained basis.
- Significant Increase in debt levels, impacting the liquidity profile.
- Non-adherence to the SPM per the Debenture Trust Deed (DTD) and/or non-maintenance of the stipulated DSRA/sinking fund balances.

Analytical approach:

Standalone, including trustee-monitored structured payment mechanism involving escrow of property tax revenue with priority towards debt servicing of bonds, creation of IPA and SPA and DSRA provision for three semi-annual interest payments.

Outlook: Stable

TCMC is expected to maintain a comfortable financial profile with steady growth in revenue receipts, consistent revenue surplus generation, and a comfortable liquidity position.

Detailed description of key rating drivers:**Key strengths****Trustee-monitored SPM**

TCMC would follow the SPM. under the SPM, collections under revenue heads of property tax and fee and user charges shall be transferred to the separate escrow account daily with priority for servicing of bonds. Salient features of the SPM include:

- Transfer funds collected in the escrow account to the debt service account (DSA), an amount equivalent to the defined monthly liability for servicing of debt. This includes the interest and debt repayment components.
- Firstly, build up shortfall in the DSRA account (at all times the DSRA should be maintained as three half-yearly interest payments).
- Secondly, the IPA shall receive transfers in a structured manner, where half-yearly interest amount will be divided into five equal parts, with each part being transferred to the IPA every month for the first five months. Consequently, 20% of the half-yearly coupon payment, and additional interest payable per terms of the issuance and shortfall from previous contributions, shall be transferred to the IPA each month as follows:
 - for the 1st half-year, from the 1st to the 5th month.
 - for the 2nd half-year, from the 6th to the 10th month.
- Thirdly, transfer of funds to the SFA shall be done in a structured manner, with the total issue size of debentures (₹100 crore) divided into 10 equal parts of ₹10 crore, each to be transferred annually to the SFA over 10 years. Each annual transfer of ₹10 crore shall be subdivided into ten equal sub-parts of ₹1 crore, which shall be transferred to the SFA every month for the first 10 months of each year. Accordingly, 10% of the total issue size shall be transferred annually over 10 years, with 10% of this amount being transferred each month for the first 10 months of each year. In the event of shortfall in funds available in the escrow account to complete these transfers, the Issuer shall make good the deficit by transferring funds from other account(s) of the Issuer.
- Surplus funds after meeting the minimum balance can thereafter be transferred to the TCMC general fund account.

Total amounts collected in the escrow account in any financial year shall be at least 2x the annual payments amount (coupon + principal amount to be deposited in the sinking fund).

The Issuer shall establish a separate no-lien escrow account, and all funds collected and/or pooled in the account(s) where the Property Tax - Revenue Fund, and other tax revenues and Fee and user income, is deposited (collection account(s)), shall be transferred daily to the escrow account for debt servicing. The debenture holders or the debenture trustee, acting on their behalf, shall have the first and exclusive charge over both the escrow account and the account(s) where the Property Tax - Revenue Fund and other related revenues are collected and/or pooled by the Issuer.

PSGF, a Grant Fund of Government of Tamil Nadu and managed by TNUIFSL, shall create a term deposit in the name of PSGF equivalent to ₹10.4 crore with the Trustee Banker / Escrow Banker of the municipal bond issue of the Corporation as Credit Enhancement Facility under World Bank assisted Tamil Nadu Resilient Urban Development Program (TNCRUDP) for the issuance of municipal bond ("PSGF Amount"). The Debenture Trustee (on behalf of bond holders) shall have First & Exclusive charge over the Project Sustainability Grant Fund (PSGF Amount) term deposit created for this bond issue.

The SPM also stipulates T minus structure (T= bond payment date) for servicing of interest and principal repayment.

The Debenture Trustee, on behalf of debenture holders shall have an exclusive first ranking charge over the escrow account and the account(s) where the property tax (or other tax levied in place of property tax) and fees and user charges, is being collected/pooled by the Issuer (specifically defined ones), the IPA (including the DSRA Amount), SFA and Permitted Investment(s) made from these account(s) for the exclusive benefit of the Debenture Holders(s).

The amount deposited in the Interest Payment Account (including the DSRA Amount) and Sinking Fund Account shall be used solely for meeting the dues to the Debenture Holders. Any surplus in the above account(s) after the Debentures have been redeemed in full and dues to the Debenture Holders have been paid can be transferred to the escrow account after obtaining written consent of the Debenture Trustee: No amount can be withdrawn from these account(s) without the approval of Debenture Trustee.

Satisfactory financial performance

The corporation has experienced a consistent increase in revenue receipts in the last few years. In FY23, there was a significant rise in property tax revenues due to a revision in property taxes and an increase in grants. Revenue receipts grew from ₹212 crore in FY22 to ₹359 crore in FY24. For FY24, own revenue accounted for 65% of total revenue receipts. Historically, the share of own revenue has ranged between 60-70% and is expected to remain within this range going forward. The remaining 35% of revenue receipts is derived from grants. The Government Order (GO) issued by the GoTN to revise property tax rates annually by a flat 6%, effective from October 2024, is anticipated to further enhance tax revenue growth. The corporation has reported a revenue surplus of ₹101 crore, which is expected to remain consistent in the future.

The collection efficiency of the corporation has stood at an average of 98% for the last two years FY23 and FY24. In the last three years, the demand stood at ₹437 crore and the corporation collected ~₹429 crore, which translates to a collection efficiency of 98%.

Comfortable capital structure

As of March 31, 2024, TCMC holds a debt of ₹252 crore, which is attributed to term loans from the Go TN and state government bodies / departments. The repayment of these loans is facilitated through deductions from grants receivable from the GoTN. Apart from the proposed bonds, no further debt is anticipated going forward and the capital expenditure is expected to be funded from capital grants.

Satisfactory operational track record with current focus on Underground Sewerage Scheme

TCMC has satisfactory service level benchmarks but there is a scope for improvement. Around 100% of the population has access to piped water supply. The present per capita water supply is 125 Liters Per person Capita per day (LPCD) against the target of 135 LPCD. The sewerage coverage is 60% whereas the solid waste coverage is ~100%. Existing underground sewerage system covers ~60% of the Municipal limits with only 120 Km of sewer collection system and Sewage Treatment plant of 15 MLD capacity. Towards its improvement, TCMC has drawn a capex.

Key weaknesses

Moderate economic base

Tirupur had a gross domestic product (GDP) of US\$6.49 billion as of 2020. The economy of Tirupur highly depends on textiles and is known as "knitwear capital of India" and is a major source of hosiery, sportswear, and casual wear. Tirupur accounts for

90% of India's cotton knitwear export. The city's textile industry has an export turnover of ₹35,000 crore and a domestic trade value of ₹25,000 crore per annum.

Fluctuating revenue surplus

There was a revenue deficit recorded in FY23 considering charges paid to metro water board for ongoing restoration works for the underground drainage (UGD) project. However, the maintenance charges paid to metro water board has normalized from ₹91 crore in FY23 to ₹18.66 crore in FY24, and the corporation has recorded a revenue surplus of ₹101 crore.

Liquidity: Adequate

TCMC's liquidity position is adequate with satisfactory revenue surplus against nil debt repayment obligation. The repayment of the proposed bond of ₹100 crore is stipulated to commence from the sixth year of the deemed date of allotment. TCMC is expected to maintain DSRA, a sinking fund in the form of a fixed deposit for the proposed bonds. As on September 30, 2024, the cash and bank balance of TCMC stood at ₹288 crore.

Assumptions/Covenants:

- DSRA of three semi-annual coupon payments have to be maintained.
- Total tax amounts collected in the escrow account in financial year will be at least 2x the amount of the annual payments (coupon + principal amount).
- Interest payment and principal repayment mechanism:

Date	Event	Measure if a shortfall occurs
Interest Payment Account		
T-25	Trustees will check the amount in the Interest Payment Account (over and above the Required DSRA Amount)	Intimate TCMC to make good for the shortfall in the interest payment account 15 days before the coupon payment date.
T-14	Trustees shall re-check the amount in interest Payment	Trustees will trigger the payment mechanism, and the bank will be instructed to transfer the shortfall amount from DSRA to the interest payment account eight days before the coupon payment date. Withdrawal from DSRA should be deposited back into the account before T.
T	TCMC shall pay the coupon on the due date	-
Sinking Fund Account		
T-25	Trustees shall check credit in the sinking fund	Intimate TCMC (and GoTN shall be informed by marking a copy to GoTN) of the shortfall and TCMC shall make good the shortfall before the date falling 15 days before the end of each 12-month block (T-15 days).
T-14	Trustee shall trigger the payment mechanism and issue notice to the issuer and inform Govt. of TN by marking a copy of the notice.	The Escrow banker is issued notice for blocking the collection of funds being received in escrow account till such time the shortfall is not met.
T	TCMC shall pay the redemption amount on the relevant Redemption date	-

Environment, social, and governance (ESG) risks: Not applicable

Applicable criteria

[Assignment of Provisional Rating](#)

[Definition of Default](#)

[Liquidity Analysis of Non-financial sector entities](#)

[Rating Outlook and Rating Watch](#)

[Financial Ratios – Non financial Sector](#)

[Urban Infrastructure Projects](#)

Validity of Provisional Rating:

Provisional rating shall be converted into a final rating after receipt of transaction documents duly executed/ completion of mentioned steps within 90 days from the instrument's date of issuance. An extension of 90 days may be granted on a case-to-case basis in line with CARE Ratings' Policy on Assignment of Provisional Ratings.

Risks associated with provisional nature of credit rating:

When a rating is assigned pending execution of certain critical documents or steps to be taken, it is a 'Provisional' rating indicated by prefixing 'Provisional' before the rating symbol. On execution of critical documents to the satisfaction of CARE Ratings, the final rating is assigned. In absence of documents/ completion of steps or where such documents deviate significantly from those considered, provisional rating will be reviewed in line with the Policy on Assignment of Provisional Ratings.

About the company and industry**Industry classification**

Macroeconomic indicator	Sector	Industry	Basic industry
Services	Services	Public services	Urban local bodies

Located in Coimbatore, Tiruppur is one of the most important industrial centres of Tamil Nadu. Tiruppur started off as a small union and became a town with the inclusion of Thennampalayam, Karuvampalayam and Valipalayam villages on 1st of December 1917. The town was upgraded as a City Municipal Corporation in Tamil Nadu from January 01, 2008 and 15 village panchayats are merged with Tiruppur City Municipal Corporation on October 25, 2011. The total area of the corporation is 159.35 Sq.Km with 60 wards. Total population per 2011 census is 8,77,778. The economy of the town revolves around manufacturing hosiery and cotton products.

The executive power of the TCMC is vested in the Municipal Commissioner, an Indian Administrative Service (IAS) officer appointed by the GoTN. Major civic services provided by the corporation are water supply, underground sewerage, solid waste management, maintenance of roads, drains, streetlights, one municipal school, and public conveniences.

Brief Financials (₹ crore)	FY23 (A)	FY24 (A)
Revenue Receipts	315	357
Reported Revenue Surplus^	(62)	101
Revenue Surplus**	(62)	112
Revenue surplus/Revenue receipts (%)**	(19.78)	31.44
Own revenue/Revenue receipts (%)	69.05	64.67

^Before Depreciation; **Adjusted for incremental debtors

A: Audited; Note: these are latest available financial results

Status of non-cooperation with previous CRA: Not applicable

Any other information: Not applicable

Rating history for last three years: Annexure-2

Detailed explanation of covenants of rated instrument / facility: Annexure-3

Complexity level of instruments rated: Annexure-4

Lender details: Annexure-5

Annexure-1: Details of instruments/facilities

Name of the Instrument	ISIN	Date of Issuance (DD-MM-YYYY)	Coupon Rate (%)	Maturity Date (DD-MM-YYYY)	Size of the Issue (₹ crore)	Rating Assigned and Rating Outlook
Bonds		-	-	-	100.00	Provisional CARE AA-; Stable

Annexure-2: Rating history for last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (₹ crore)	Rating	Date(s) and Rating(s) assigned in 2024-2025	Date(s) and Rating(s) assigned in 2023-2024	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022
1	Bonds	LT	100.00	Provisional CARE AA-; Stable				

LT: Long term

Annexure-3: Detailed explanation of covenants of rated instruments/facilities: Not applicable**Annexure-4: Complexity level of instruments rated**

Sr. No.	Name of the Instrument	Complexity Level
1	Bonds	Simple

Annexure-5: Lender details: Not applicable

Note on complexity levels of rated instruments: CARE Ratings has classified instruments rated by it based on complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for clarifications.

Contact us

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About us:

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Rating Letter - Intimation of Rating Action

Letter Issued on : March 18, 2025
 Letter Expires on : November 06, 2025
 Annual Fee valid till : November 06, 2025

Scan this QR Code to
 verify authenticity of this
 rating



TIRUPPUR CITY MUNICIPAL CORPORATION

1,
 MANGALAM ROAD,
 Tiruppur 641604
 TAMIL NADU

Kind Attn.: Mr. Mr. Sundaraj M, Deputy commissioner (Tel. No.6385086270)

Sir / Madam,

Sub.: Rating(s) Assigned - Debt Instruments of TIRUPPUR CITY MUNICIPAL CORPORATION

Please note that the current rating(s) and outlook, instrument details, and latest rating action for the
 aforementioned instrument are as under:

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
BOND	100.00	Provisional ACUITE AA- Stable Assigned	-
Total Outstanding Quantum (Rs. Cr)	100.00	-	-

Acuité reserves the right to revise the rating(s), along with the outlook, at any time, on the basis of new
 information, or other circumstances which Acuité believes may have an impact on the rating(s). Such
 revisions, if any, would be appropriately disseminated by Acuité as required under prevailing SEBI
 guidelines and Acuité's policies.

This letter will expire on or on the day when Acuité takes the next rating action, whichever is earlier. It may
 be noted that the rating(s) is subject to change anytime even before the expiry date of this letter. Hence
 lenders / investors are advised to visit <https://www.acuite.in/> OR scan the QR code given above to confirm
 the current outstanding rating(s).

Acuité will re-issue this rating letter on subject to receipt of surveillance fee as applicable. If the
 rating(s) is reviewed before , Acuité will issue a new rating letter.

Please note that under extant SEBI regulations and as per the terms of the rating agreement, once a
 rating is accepted and outstanding, the issuer is required to promptly furnish the 'No Default
 Statement' on the first working day of every month.

Sd/-
 Chief Rating Officer

This is a system generated document. No signature is required.

Annexures: A. Details of the Rated Instrument

Annexure A. Details of the rated instrument			
Instruments	Scale	Amt. (Rs. Cr)	Rating Assigned (Outlook) Rating Action
Proposed Bond	Long-term	100.00	ACUITE Provisional AA- (Stable) Assigned
Total Quantum Rated		100.00	-

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Any inadvertent omission or error in the rating letter which is discovered or brought to the notice of Acuite shall be rectified as soon as reasonably practicable not later than 48 hours of such discovery or notice. Such error or omission shall not render Acuite liable to any person for any kind of loss or damage including, but not limited to, any special, incidental, indirect or consequential damages caused by errors or omissions, provided such omission or error is rectified as soon as possible after discovery/notice.



Press Release

March 18, 2025

TIRUPPUR CITY MUNICIPAL CORPORATION Rating Assigned

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
BOND	100.00	Provisional ACUITE AA- Stable Assigned	-
Total Outstanding	100.00	-	-
Total Withdrawn	0.00	-	-

Rating Rationale

Acuite has assigned the long term rating of '**Provisional ACUITE AA-**' (read as **Provisional ACUITE double A minus**) on the Rs.100.00 Crore Bond of Tiruppur City Municipal Corporation. The Outlook is '**Stable**'.

The rating on the Rs.100.00 Cr. proposed Bond is provisional and the final rating is subject to receipt of pending documentation:

- Final NCD term sheet
- Executed agreement with debenture trustee and trust deed
- Any other document relevant to the issue.

Rationale for Rating

The assignment of rating takes into consideration the consistent support from the government towards the development of city, reflected by the stable revenue and grants received. Further, the city is also known as Knitwear capital of India and been considered as textile manufacturing hub. The impact of same has also been seen in the GDP contribution made by Tiruppur City. In addition, the timely receipts of grants and state government schemes for improving the urban infrastructure following by the improved standard of living, sewerage network etc. The rating further draws comforts from the structured payment mechanism will be backed by an interest payment account (IPA) and a sinking fund account (SFA). The IPA shall be funded with the required amount in a debt service reserve account (DSRA)-equivalent to three half year interest instalments, prior to the pay in date, to be maintained during the tenor of the bonds. Acuite expects that TCMC would be able to receive adequate property tax collection to service the debt obligations. However, the rating to be constrained by the elevated level of receivables of TCMC and relatively moderate property tax collection.

About the Company

Tiruppur City Municipal Corporation is a civic body that governs Tiruppur, Tamil Nadu, India. It was established under The Tiruppur City Municipal Corporation Act, 2008. The corporation consists of 60 wards each represented by a councillor. Tiruppur City Municipal Corporation covers an area of 159.35 square km and had a population of 8.79 lakh as per the 2011 census. The municipal corporation provides essential services like water supply, sewerage, Street lighting, waste management, residential colonies roads, drains, markets, maternity services. Large number of hospitals with best facilities and latest equipments are located in the city. The municipal corporation is led by Corporation commissioner Mr. Thiru. S. Ramamoorthy, and Deputy commissioners Mr. M. Sundararajan, Mr. A. Sulthana. Mr. Thiru. N. Dineshkumar (Mayor) and Mr. Thiru.R. Balasubramaniam (Deputy Mayor) are public representatives of the municipal corporation. Its registered office is at Mangalam Road, Tiruppur.

Unsupported Rating

ACUITE A-/Stable

Analytical Approach

Acuite has considered the standalone business and financial risk profiles of Tiruppur City Municipal Corporation to arrive at the rating.

Key Rating Drivers

Strengths

Textile and Manufacturing hub

Tiruppur City is known as the Knitwear capital of India due to its cotton knitwear export. TCMC in Tamilnadu is known for its efficient urban administration and rapid growth. One of its key strengths lies in its robust infrastructure, particularly in textile industry, which drives the city's economy. The municipality has made notable progress in waste management, sanitation, and water supply systems, improving the quality of life for its residents. Additionally, Tiruppur has been successful in implementing various developmental projects, including road improvements and modernizing public transport, contributing to its increasing urbanization and industrial development. It focuses on sustainability and community welfare further strengthens its position as a progressive municipality.

Financial position of TCMC

TCMC reported revenue receipts of Rs.312.47 Crore during FY24 against Rs.282.32 Crore during FY23. The major segment of the revenue has been contributed by the property tax collection along with revenue grants and subsidies.

Structured Payment Mechanism

TCMC has access to various income sources out of which Property tax shall be deposited every month in a separate no-lien Escrow account for debt servicing of the bonds. The funds should be first utilized to meet the Minimum Balance in Escrow Account which entails maintenance of a Debt Service Reserve Account (DSRA), Sinking fund Account(SFA) and Interest Payment Account (IPA) The minimum balance shall not be used for any purpose other than transfer to the DSRA, IPA and SFA.

Terms of the NCDs

The DSRA shall be created in an any event prior to seven days with an amount equivalent to the three succeeding coupon payments (i.e., one year interest obligation required to be paid by the issuer in the respect of the debentures.

The funds (Owned Revenue) received in the Escrow Account will be transferred to IPA and SFA on a monthly basis as per the terms of the bond. As regards the interest payments (expected to be half yearly), the IPA will be funded on a monthly basis.

SFA, which shall be funded monthly equivalent to the amount as per the terms of bond issuances.

IPA (Interest Payment Account)

An amount, as specified in the terms of bonds/loans agreements, will be transferred to IPA from Escrow Account on a monthly basis. The debenture trustee shall check the amount in IPA at least 25 (T-25) days prior to the interest payment date. In case of any shortfall in the amount the trustee shall intimate the issuer of the shortfall and TCMC shall cover the shortfall prior to 10 days (T-10 days) of the interest payment day. If the corporation fails to cover the shortfall at 09 days (T-09 days) prior to interest servicing day. In case the DSRA Amount (or part thereof) is utilized to fund the shortfall in the amount required to make payment of the Coupon in respect of any Coupon Payment Date, immediately after the Debenture Trustee has instructed the Bank to utilise the DSRA Amount as above and in any event prior to 8 (eight) days prior to the relevant Coupon Payment Date. In case the DSRA amount has been utilized to fund the shortfall in the amount required to make the payment of the coupon in respect of any coupon date, immediately after the Debenture trustee has instructed the bank to utilise the DSRA amount as above and in any event prior to 7 days prior to the relevant coupon date (T-7). The debenture trustee would issue a final notice in writing to the issuer. On the issuance of such notice, the issuer shall make good the DSRA amount shortfall within next 15 days (T+8). Further,, immediately after the DSRA Utilization, the amount lying in the escrow account shall flow into the IPA for DSRA replenishment and shall not be transferred by the issuer to the general fund account till the time the required DSRA amount is replenished.

Further, in the event of any utilization from the PSGF amount, the debenture trustee would issue a notice in writing to the issuer to replenish the same within a period of 90 days from the date of utilization.

SFA (Sinking Fund Account)

The debenture trustee shall check the amount in SFA at least 25 (T-25) days prior to end of each 12-month block. In case of any shortfall in the amount the trustee shall intimate the TCMC of the shortfall and TCMC shall cover the shortfall prior to 15 days (T-15 days) prior to end of each 12 months' block. If the corporation fails to cover the shortfall at 14 days (T-14 days) prior to end of each 12 months' block.

Weaknesses**Significant build-ups of receivables**

The debtors position as on 31 March, 2024 stood at Rs. 82.62 Cr. i.e. 248 days against Rs.90.62 Cr. as on 31 March, 2023 i.e. 301 days for FY23. Acuité believes that any significant build-up in receivables beyond existing levels will be a key rating sensitivity factor.

Assessment of Adequacy of Credit Enhancement under various scenarios including stress scenarios (applicable for ratings factoring specified support considerations with or without the "CE" suffix)**Project Sustainability Grant Fund (PSGF)**

A Grant Fund of Government of Tamil Nadu and managed by Tamil Nadu Urban Infrastructure Financial Services Limited (TNUIFSL) shall create a term deposit in the name of PSGF equivalent to Rs.10.40 crore with the Trustee Banker / Escrow Banker of the municipal bond issue of the Corporation as Credit Enhancement Facility under World Bank assisted Tamil Nadu Resilient Urban Development Program (TNCRUDP) for the issuance of municipal bond ("PSGF Amount").

The said term deposit shall be kept as cash collateral in the form of security for bondholders for servicing of the bonds during the entire tenor of the bonds & lien marked with the Bond / Debenture Trustee. The Escrow Banker (on the instructions of the Bond / Debenture Trustee) will utilize the PSGF Amount

(i) In the case of insufficient funds in the Escrow Account /Interest Payment Account / Sinking Fund Account as per timelines mentioned under “Structured Payment Mechanism” provided as above and

(ii) In case of occurrence of payment default or event of default, the PSGF Amount shall be utilized for meeting all the outstanding interest and principal obligations to the bond holders.

Stress Scenario:

Acuite sensitized that the property tax which is expected to be collected, would be transferred to escrow account, even if adjusted by 50%, the Corporation would be able to meet its debt obligations. Over and above this, the Corporation is expected to maintain DSRA along with PSGF account which is to be replenished in a time bound manner in case of meeting any exigency and shortfall.

Rating Sensitivities

- Movement in collection efficiency.
- Movement in civic coverage indicators

All Covenants**Financial Covenants given below:**

- a. The issuer shall, at all times till the debentures are outstanding in sure that the total amount collected in the escrow account in any financial year shall be at least 2 times of the annual payments account.
- b. For the purpose of this term sheet the terms 'Annual payments' shall in respect of any financial year mean the aggregate of:
 - the coupon payable in such year in relation to the present bond issue and any other further borrowings and
 - the portion of the principal amount of the debentures which are required to be deposited by the issuer into the sinking fund account in such financial year in relation to the present bond issue and any further borrowings in terms of hereof.
- c. So long the eligibility conditions are met the issuer shall be entitled to raise further financial indebtedness based on its cash flow including the cash flows through the escrow account provided that it is clarified that nothing in this provision should be construed to permit the creation of any income brands over the hypothecated property and mortgage property without the express prior written consent of the debenture trustee.
- d. For the purpose of this term sheet the term eligibility conditions shall mean the following conditions:
 - the annual payment ratios are maintained by the issuer
 - there is no shortfall in the contribution to the escrow account, the interest payment account (including towards maintenance of the required DSRA amount) and/or the sinking fund which has not been made good by the issuer in terms of the transaction documents
 - no event of default has occurred.

Liquidity Position**Adequate**

TCMC has adequate liquidity marked by healthy net cash accruals of Rs.100.74 crore for FY2024. Currently, TCMC does not have any repayment in near to medium term. TCMC's cash and bank balances of TCMC stood at Rs.366.53 crore as on March 31, 2024. However, the city requires huge investments to improve the quality of its civic services. TCMC's has cash buffers, which can be utilized to fund capex for the betterment of the city. Acuite expects the liquidity to be adequate considering the TCMC has not availed any external debt.

Outlook: Stable**Other Factors affecting Rating**

None.

Key Financials

Particulars	Unit	FY 24 (Actual)	FY 23 (Actual)
Operating Income	Rs. Cr.	312.47	282.32
PAT	Rs. Cr.	(10.94)	(150.52)
PAT Margin	(%)	(3.50)	(53.32)
Total Debt/Tangible Net Worth	Times	0.08	0.10
PBDIT/Interest	Times	4.45	(3.70)

Status of non-cooperation with previous CRA (if applicable)

None.

Interaction with Audit Committee anytime in the last 12 months (applicable for rated-listed / proposed to be listed debt securities being reviewed by Acuite)

Not applicable

Any other information**Supplementary disclosures for Provisional Ratings Risks associated with the provisional nature of the credit rating**

In case there are material changes in the terms of the transaction after the initial assignment of the provisional rating and post the completion of the issuance (corresponding to the part that has been issued) Acuite will withdraw the existing provisional rating and concurrently assign afresh final rating in the same press release, basis the revised terms of the transaction.

Rating that would have been assigned in absence of the pending steps/documentation

The structure would have become null and void for the instrument. The rating of the instrument would have been equated to the unsupported rating of the issuer (ACUITE A-).

Timeline for conversion to Final Rating for a debt instrument proposed to be issued

The provisional rating shall be converted into a final rating within 90 days from the date of issuance of the proposed debt instrument. Under no circumstance shall the provisional rating continue upon the expiry of 180 days from the date of issuance of the proposed debt instrument.

Applicable Criteria

- Default Recognition :- <https://www.acuite.in/view-rating-criteria-52.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Group And Parent Support: <https://www.acuite.in/view-rating-criteria-47.htm>
- Public Finance - State Government Ratings: <https://www.acuite.in/view-rating-criteria-26.htm>
- Explicit Credit Enhancements: <https://www.acuite.in/view-rating-criteria-49.htm>
- Urban Local Bodies: <https://www.acuite.in/view-rating-criteria-57.htm>

Note on complexity levels of the rated instrument

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on www.acuite.in.

Rating History :

Not applicable.

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Complexity Level	Rating
Not Applicable	Not avl. / Not appl.	Proposed Bond	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	100.00	Simple	Provisional ACUITE AA- Stable Assigned

***Annexure 2 - List of Entities (applicable for Consolidation or Parent / Group / Govt. Support)**

Sr. No.	Company name
1	Tiruppur City Municipal Corporation
2	Government of Tamil Naidu

Contacts

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Kartik Arora Analyst - Rating Operations	Mob: +91 8591310146 Email ID: analyticalsupport@acuite.in

About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI) for Bank Loan Ratings under BASEL-II norms in the year 2012. Acuité has assigned ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Kanjurmarg, Mumbai.

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ANNEXURE - III

Resolutions and Approvals

Tiruppur City Municipal Corporation – (Council Resolution No. 85) Dated.28-06-2024

Subject No. 85

The Tiruppur City Municipal Corporation has been requested to identify and finalize a list of eligible projects for financing under Municipal Bonds for Tiruppur Corporation, as per the AMRUT 2.0 guidelines in the Tiruppur City Municipal Corporation area and as stated in the letter from TUFIDCO, and to prepare and submit their Detailed Project Reports (DPRs).

Accordingly, the Underground Drainage (UGD) Scheme for the Corporation area under the AMRUT 2017-20 project, estimated at ₹525.92 crores, is being executed as per Government Order (Ms. No. 50) of the Municipal Administration and Water Supply Department dated 21-05-2018, and the revised second phase Government Order No. 43 dated 26-03-2020, with an estimated cost of ₹636.40 crores. Tenders for the work were received in 4 packages, and work is currently underway as per the Government Order. Presently, additional work has been carried out beyond the project estimate due to additional GST and road restoration charges that need to be paid to other departments. Therefore, a letter was sent to TNUIFSL by the Commissioner, Tiruppur City Municipal Corporation (Letter No. E1/4813/2017 dated 23-02-2024), requesting an additional fund of ₹175.53 crores for the UGD scheme works being executed under this fund.

M/s.TUFIDCO providing suitable instructions in their review meetings held on 21-05-2024, 23-05-2024, and 28-05-2024, vide their letter No. D.O. Letter. TUFIDCO/AMRUT 2.0/AM(M) 2022 DATED 03-05-2024 & 27-05-2024, requested the selection of a list of best-suited projects for Municipal Bond financing and to prepare and submit DPRs. This office (Tiruppur City Municipal Corporation) sent a letter (Letter No. E1/4813/2017-0 dated 10-06-2024) to the Director of Municipal Administration, Chennai, and the Managing Director, TUFIDCO, Chennai, requesting to recommend to meet approximately ₹100.00 crores of the additionally requested ₹175.53 crores for the Tiruppur Corporation's AMRUT 2017-20 UGD scheme through Municipal Bonds.

TUFIDCO has appointed M/S. Trust Investment Advisors Private Limited as the Transaction Advisor cum Merchant Banker (TA cum MB) for the Tiruppur City Municipal Corporation, as per their letter No. TUFIDCO/AMRUT 2.0/M(M) 2022 Dated 14-03-2024. By appointing Transaction Advisor cum Merchant Banker (TA cum MB), it has indicated that ₹200 crores can be raised through Municipal Bonds.

It has also been stated that the Advisor (Selection of Transaction Advisor cum Merchant Banker (TA cum MB)) should be paid an advisory fee of 0.01 percent for every ₹100.00 crores when undertaking the work of technical assistance and fund mobilization for selected urban local bodies through Municipal Bonds. Since about 97 percent of the new Underground Drainage Scheme works underway in the Tiruppur City Municipal Corporation area under AMRUT 2017-20 have been completed, a significant amount can be collected by collecting the deposit amount for these works as per the by-laws. Therefore, this subject is placed before the Council for permission to raise the required additional fund of Rs.100.00 crores through Municipal Bonds.

Office Note:

1. The Council may grant approval. Government permission may be obtained.
2. In view of the urgency of the work, the additional fund may be raised through Municipal Bonds and Consolidated Municipal Bonds.

(E1/2981/2024)

Resolution

Resolution No. 85 dated 28-06-2024 of the Council:

Permission was granted accepting the office note

(Sd.) N. Dineshkumar, M.I.B.
Mayor,
Tiruppur City Municipal Corporation.

/ True Copy /Translated version/


Deputy Commissioner
City Municipal Corporation
Tiruppur - 641 604.


14/6/25

The meeting of the standing committee was held on 28th June 2024 dated at 3:00 PM in the Tiruppur District. A copy of the extract of the resolution passed in the meeting is hereinbelow:-

It was resolved that as per Corporation Commissioner's letter No.E1/2981/2024 dated. 26-06-2024 Tiruppur Corporation was recommended to give powers to Corporation Commissioner to seek permission of the state government under Section 66 of Tamil Nadu Urban Local Bodies Act, 1998 for the issuance of municipal bonds of an amount aggregating up to Rs.200 Crore on private placement basis for meeting financial requirements of Tiruppur City Municipal Corporation. Further, it was propose to utilize the proceeds of the issue towards capital expenditure of the Corporation.

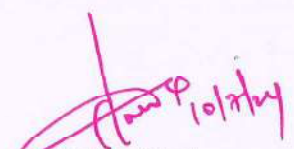
The standing committee approved the abovesaid proposal for the issue of municipal bonds of up to Rs. 200 crores towards utilization of the proceeds towards capital expenditure requirements of the Corporation. For the said purpose, and the standing committee has authorized the Corporation Commissioner for approval of various matters in relation to municipal bonds issue including but not limited to appointment of intermediaries to the issue such as arranger, legal counsel, debenture trustee, registrar, credit rating agency, merchant banker, bankers, selection of type of bond, coupon rate, security, terms of redemption, credit enhancement, mode of issuance, selection of stock exchange for listing the bonds, approval of structured payment mechanism prepared by merchant banker cum advisor, opening of required bank accounts and other pre requisites of pre and post bond issue activities.

It was further resolved to give powers to Corporation Commissioner for delegation of its powers to Dy. Corporation Commissioner (Finance)/Chief Accountant for handling investor grievances and registration on SEBI SCORES platform.

The committee also deliberated and authorized the Corporation Commissioner to do all such acts, deeds, matters and things and to negotiate, finalize, execute and deliver all engagement letters, memoranda of understanding, agreements and such other documents as they may, in his absolute discretion as required for this municipal bond issue up to Rs. 200 Crore and to make budgetary provisions of this Bond issuance in the financial year.

The committee further resolved that as per the above mentioned details, this resolution was recommended to the General Body for their approval.

The said resolution was passed unanimously.


Commissioner,
Tiruppur city Municipal Corporation


10/7/24



ABSTRACT

Tiruppur Corporation - Issue of municipal bonds to meet additional cost in providing Underground Sewerage System to the leftover areas of Tiruppur Corporation - Permission - Accorded - Orders - Issued.

Municipal Administration and Water Supply (MC6) Department

G.O.(Ms) No.50

Dated: 28.03.2025

குரோதி, பங்குனி 14

திருவள்ளூர் ஆண்டு, 2056

Read:

1. G.O(Ms) No.50, Municipal Administration and Water Supply (MA2) Department, Dated 21.05.2018.
2. G.O(D) No.43, Municipal Administration and Water Supply (MA2) Department, Dated 26.03.2020.
3. G.O(Ms) No.139, Municipal Administration and Water Supply (MC6) Department, Dated 21.10.2024.
4. From the Director of Municipal Administration, letter Roc. No.16393/2024/AMRUT-1, Dated 08.01.2025.
5. From the Managing Director, Tamil Nadu Urban Finance and Infrastructure Development Corporation Limited, Letter No.TUFIDCO/AMRUT 2.0/AM(M)/2022, Dated 21.01.2025.

ORDER:

Administrative sanction has been accorded for providing underground sewerage scheme to Tiruppur Corporation, under Atal Mission for Rejuvenation and Urban Transformation (AMRUT 2017-2018) at a cost of Rs.525.92 crore and revised administrative sanction has been accorded at a cost of Rs.636.40 crore, vide the Government Orders first and second read above respectively.

2. Further, revised administrative sanction has been accorded for the work of underground sewerage scheme Phase-II to Tiruppur City Municipal Corporation at a cost of Rs.798.88 crore, with the following funding pattern, vide the Government Order third read above:

Sl. No	Description/ Funding Pattern		Amount (Rs. in crore)
1.	Funding under Atal Mission for Rejuvenation and Urban Transformation (AMRUT)	GoI Share	262.32
		GoTN Share	105.18

Sl. No	Description/ Funding Pattern		Amount (Rs. in crore)
2.	Funding under Asian Development Bank assisted Tamil Nadu Urban Development Fund (TNUDF)	Loan from TNUDF	74.07
		Grant from Project Sustainability Grant Fund (PSGF)	118.17
3.	Urban Local Body share		76.66
4.	Original cost as per Asian Development Bank		636.40
Additional Expenditure Funding Pattern			
5.	Capital Grant Fund saving 2018-19, 2020-21		27.76
6.	Municipal Bond		100.00
7.	Capital Grant Fund 2024-25		7.06
8.	Urban Local Body share		27.66
	Total		162.48
	Grand Total		798.88

3. Now, in the letter fifth read above, the Managing Director, Tamil Nadu Urban Finance and Infrastructure Development Corporation Limited has stated that the Underground sewerage system project includes 9 sewer zones out of 17 zones, which cover 540.158 km of collection system and construction of 36 MLD Sewage Treatment Plant (STP) at Sarkarperiyapalayam, construction of 20 MLD STP at Chinnandipalayam and construction of additional 15 MLD STP at Sarkarperiyapalayam. The total number of house service connections is expected to be around 62,835. As per the proposed Underground Sewerage System bye-laws, the corporation expects to collect an average non-refundable deposit of Rs.10,000/- per user, which is expected to generate an additional revenue of Rs.62.00 crore, approximately. The user charges at Rs.140.00 per month per user is expected to generate an annual revenue of Rs.10.56 crore, approximately. The project is expected to improve the sewerage system of the city substantially and provide the citizens with a clean and hygienic environment. The Council of Tiruppur City Municipal Corporation has resolved to raise funds through Municipal Bond vide resolution No.85, dated 28.06.2024 to meet the additional expenditure due to expansion of the coverage area and revised GST impact, as per the provisions under rule 237 of the Tamil Nadu Urban Local Bodies Rules, 2023.

4. The Ministry of Housing and Urban Affairs (MoHUA), Government of India (GoI) is incentivizing the Urban Local Bodies for issuing Municipal Bonds with an incentive amount of Rs.13.00 crore for every Rs.100 crore of Bonds issued. Accordingly, Tiruppur City Municipal Corporation will be eligible for an incentive amount of Rs.13.00 crore on the bond issue of Rs.100.00 crore which will significantly reduce the net effective borrowing cost. In order to utilise the above benefits, the Commissioner, Tiruppur Corporation has requested approval for going ahead with issuance of Municipal Bonds for an amount of Rs.100 crore and also sought approval

for the following so as to proceed further:

- (i) Approval for funding through Bonds for the partial financing, the extra cost and extended area coverage cost for the Underground Sewerage System under Tiruppur City Municipal Corporation.
- (ii) Approval for borrowing upto Rs.100.00 crore through issuance of Municipal Bonds by Tiruppur City Municipal Corporation.
- (iii) Approval for repayment of the loan and payment of Interest from own resources of Tiruppur City Municipal Corporation
- (iv) Approval of the authority to create charge on Municipal Revenues / receivables for creation of security cover for the bond issuance for a minimum of 1.10 times the borrowed amount. The Revenues/receivables to be pledged / mortgaged would be identified in due course of time, however the authority to create first and exclusive charge is required upfront.
- (v) Approval of creation of appropriate Escrow Mechanism, Interest Payment Mechanism, Sinking Fund Mechanism (Debenture Redemption Reserve), Debt Service Reserve Amount, etc. as required in due course.
- (vi) Approving the authorization for Municipal Commissioner and/or any member of the Bond Issue Committee formed for the purpose of the bond issue and also for deciding and entering into and signing of various agreement, deeds, relevant documents, bond allotment, meeting the listing requirements and ring fencing of appropriate revenue resources in favour of Bond Trustee, pay stamp duty as per the applicable acts, laws and regulations, delegation of above powers to an official not less than the designation of a Deputy Commissioner and to meet all other requirements / appointments, related to pre and post bond issue process.

5. The Managing Director, Tamil Nadu Urban Finance and Infrastructure Development Corporation Limited has further stated that the tentative term sheet has been discussed with nodal agencies, transaction advisors cum merchant bankers. It remains a draft term sheet, giving the broader terms and conditions and can be finalized once the electronic bidding process is completed at the designated stock exchange.

6. The Managing Director, Tamil Nadu Urban Finance and Infrastructure Development Corporation Limited has requested the Government to consider and approve the proposals of the Director of Municipal Administration and the Commissioner of Tiruppur Corporation.

7. The Government after careful examination, accept the proposal of the Managing Director, Tamil Nadu Urban Finance and Infrastructure Development Corporation Limited and the Director of Municipal Administration seeking approval of the Government to issue municipal bonds worth Rs.100.00 crore (Rupees one hundred crore only) by the Tiruppur Municipal Corporation so as to meet the additional cost in providing Underground Sewerage System to the leftover areas of Tiruppur Corporation and order accordingly.

8. This order issues with the concurrence of Finance Department vide e-File No.e-316/Finance(Infra-III)/2023, dated 07.03.2025.

(BY ORDER OF THE GOVERNOR)

D. KARTHIKEYAN
PRINCIPAL SECRETARY TO GOVERNMENT

To

The Managing Director, Tamil Nadu Urban Finance and Infrastructure Development Corporation Limited, Chennai – 600 035.
The Director of Municipal Administration, Chennai – 600 028.
The Commissioner, Tiruppur Corporation, Tiruppur

Copy to:-

The O/o the Hon'ble Chief Minister, Chennai – 600 009.
The Special Personal Assistant to Hon'ble Minister
(Finance and Environment, Climate Change), Chennai – 600 009.
The Special Personal Assistant to Hon'ble Minister
(Municipal Administration), Chennai – 600 009.
The Finance (Infra.III) Department, Chennai – 600 009.
The Principal Private Secretary to the Principal Secretary to Government,
Municipal Administration and Water Supply Department,
Chennai – 600 009.

//FORWARDED BY ORDER//

R. Anshya
28/03/2025
SECTION OFFICER
Anshya



TIRUPPUR CITY MUNICIPAL CORPORATION



A - 36

Dated: 10/12/2025, 2025

To,

Trust Investment Advisors Private Limited

109/110, Balarama, Bandra Kurla Complex,

Bandra (East), Mumbai – 400 051,

Maharashtra, India.

(Trust Investment Advisors Private Limited to be hereinafter referred to as the “Merchant Banker”)

Sub: Proposed Issue by Tiruppur City Municipal Corporation (“Issuer”) upto 10,000 (Ten Thousand) rated, listed, taxable, unsecured, redeemable, non-convertible municipal bonds in the nature of debentures, of face value of ₹ 1,00,000/- (Rupees One Lakh only) for an amount aggregating up to ₹ 100 crores (Rupees One Hundred Crores only) (“Bonds”/ “NCDs”/ “Debentures”) on a Private Placement Basis (“Issue”).

Dear Sir/Ma'am,

I, Shri M.P Amith (I.A.S), Commissioner of the Issuer, hereby confirm the following:

That Municipal Administration and Water Supply (MC6) Department, Government of Tamil Nadu vide its Order No. 50 dated March 28 2025, had approved the bond issuance by Issuer for issuing Taxable Bonds in form of debenture for an amount up to Rs. 100 crores (Rupees One Hundred Crores Only) under Section 66 of the Tamil Nadu Urban Local Bodies Act, 1998. (“State Approval”).

That vide the Council Resolution No. 85 dated June 28, 2024 had approved the issuance of bonds and authorized the Municipal Commissioner to carry out all activities pertaining to the Issue; pursuant to which the Municipal Commissioner has approved formation of Bond Issue Committee and authorised the members of Bond Issue Committee to take various decisions, activities and signing documents/ appointments/ agreements related to the bond issuance process.

That the Bond Issue Committee currently consists of the following members:

S. No.	Designation	Name
1.	Commissioner	Shri M.P Amith (I.A.S)
2.	Deputy Commissioner	Shri M. Sundararajan
3.	Assistant Commissioner	Shri Ganesh Kumar S
4.	Assistant Commissioner (Accounts)	Shri P Thangavel Rajan
5.	Chief Engineer	Shri S. A. Mohammed Shaffiulla

That we shall immediately intimate the Merchant Banker to the Issue of any changes in the aforementioned details.

Yours Sincerely,

Shri M.P Amith (I.A.S)
Commissioner



Copy to:

MV Kini, Law Firm

Kini House, 6/39,

Jangpura B,

New Delhi-110014



TIRUPPUR CITY MUNICIPAL CORPORATION



CERTIFIED TRUE COPY OF THE RESOLUTION PASSED IN THE MEETING OF THE BOND ISSUE COMMITTEE OF THE TIRUPPUR CITY MUNICIPAL CORPORATION HELD ON DECEMBER 10, 2025 AT TIRUPPUR.

ISSUE OF UPTO 10,000 (TEN THOUSAND) RATED, LISTED, TAXABLE, UNSECURED, REDEEMABLE, NON-CONVERTIBLE MUNICIPAL BONDS IN THE NATURE OF DEBENTURES, OF FACE VALUE OF ₹ 1,00,000/- (RUPEES ONE LAKH ONLY) FOR AN AMOUNT AGGREGATING UP TO ₹ 100 CRORES (RUPEES ONE HUNDRED CRORES ONLY) ("BONDS"/ "NCDS"/ "DEBENTURES") ON A PRIVATE PLACEMENT BASIS ("ISSUE") BY TIRUPPUR CITY MUNICIPAL CORPORATION ("TCMC" OR THE "ISSUER" OR THE "CORPORATION"), PROPOSED TO BE LISTED ON NATIONAL STOCK EXCHANGE OF INDIA LIMITED.

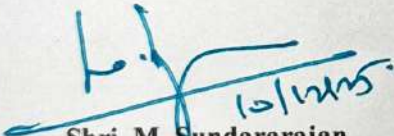
"RESOLVED FURTHER THAT pursuant to the authority provided by the Municipal Commissioner vide their letter dated September 24, 2025, the preliminary placement memorandum dated December 10, 2025, in relation to the Issue, which has been tabled before the Bond Issue Committee be and is hereby approved"

"RESOLVED FURTHER THAT the Bond Issue Committee hereby accords its approval for filing of the preliminary placement memorandum dated December 10, 2025, with the Securities and Exchange Board of India, National Stock Exchange of India Limited and any other regulatory/statutory authority as required under the law."

"RESOLVED FURTHER THAT the aforesaid resolution shall come into effect immediately and a copy of the foregoing resolution certified to be a true copy by the Deputy Commissioner may be furnished to the concerned parties and other regulatory and statutory authorities/bodies as may be required."

CERTIFIED TO BE TRUE COPY

FOR TIRUPPUR CITY MUNICIPAL CORPORATION


Shri. M. Sundararajan
Deputy Commissioner



ANNEXURE - IV
Debenture Trustee Consent
Letter

14/11/2025

TIRUPPUR CITY MUNICIPAL CORPORATION
1, Mangalam Road,
Tiruppur, Tiruppur
Tamil Nadu-641604

Trust Investment Advisors Private Limited
109/110, Balarama
Bandra Kurla Complex, Bandra East,
Mumbai- 400051
(referred to as the "Merchant Banker")

Dear Sir/ Madam,

Sub: Proposed issue by Tiruppur City Municipal Corporation ("Issuer") of 10,000 (Ten thousand) rated, listed, taxable, unsecured, redeemable, non-convertible municipal bonds in the nature of debentures of face value of ₹ 1,00,000/- (Rupees One Lakh Only) for an amount aggregating up to ₹ 100 crores (Rupees One Hundred Crores Only) ("Bonds"/ "NCDs"/ "Debentures") on a private placement basis ("Issue") under Securities and Exchange Board of India (Issue and Listing of Municipal Debt Securities) Regulations, 2015, as amended from time to time.

1. We, the undersigned, do hereby consent to act as the Debenture Trustee to the Issue and to our name being inserted as the Debenture Trustee to the Issue in the preliminary placement memorandum and in the placement memorandum (whether as a draft or otherwise) to be filed with the Securities and Exchange Board of India ("SEBI") and the stock exchange/s where the Bonds are proposed to be listed ("Stock Exchange") and also in all related advertisements and communications sent pursuant to the Issue.

The following details with respect to us may be disclosed:

Logo	:	
Name	:	Catalyst Trusteeship Limited
Address	:	GDA House, First Floor, Plot No. 85 S. No. 94 & 95, Bhusari Colony (Right), Kothrud, Pune, Maharashtra, India, 411038
Tel.	:	(022) 49220555
Fax	:	+91 (22) 49220505
E-mail	:	ComplianceCTL-Mumbai@ctltrustee.com
Investor Grievance e-mail	:	grievance@ctltrustee.com
Website	:	www.catalysttrustee.com
Contact Person	:	Mr. Umesh Salvi, Managing Director
Compliance Officer	:	Ms. Kalyani Pandey
SEBI Registration Number	:	IND000000034
CIN	:	U74999PN1997PLC110262

2. We confirm that we are registered with the SEBI and that such registration is valid as on the date of this letter. We enclose a copy of our registration certificate is attached as **Annexure A** and a declaration regarding our registration with SEBI in the required format is annexed as **Annexure B** hereto.
3. We also confirm that we have not been prohibited by SEBI or any other regulatory authority to act as an intermediary -Debenture Trustee including, without limitation, in capital market issues, nor we have been debarred from functioning by any regulatory authority/ court or tribunal. We hereby authorise you/ your representatives to deliver this letter of consent and make disclosures in relation to the same to Stock Exchange, SEBI or any other statutory/regulatory authority, if required by such authority pursuant to the

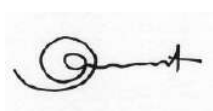
provisions of applicable laws, and to share, as necessary, with the advisors and intermediaries duly appointed in this regard for their reliance, in respect of the Issue and authorize them to deliver this letter of consent and make disclosures in relation to the same to Stock Exchange, SEBI or any other statutory/regulatory authority, if required by such authority pursuant to the provisions of applicable laws.

4. We hereby confirm that there are no disciplinary actions or any enforcement action/ adjudication taken by and no enquiry/investigation being conducted by SEBI or any regulatory authority against us *except as disclosed in **Annexure C***, from the time of our registration.
5. We also agree to keep strictly confidential, until such time as the proposed transaction is publicly announced by the Issuer in the form of a press release, (i) the nature and scope of this transaction; and (ii) our knowledge of the proposed transaction of the Issuer.
6. We also confirm that we are not an associate of the Issuer in terms of the Securities and Exchange Board of India (Debenture Trustees) Regulations, 1993, as amended.
7. We confirm that the information in relation to us in this letter together with the annexures is true, correct and complete in all respects and may be disclosed in the issue related documents/materials/communication.
8. We undertake that we shall immediately intimate the Issuer and the merchant banker to the Issue of any changes in the aforementioned details until the listing and trading of the Bonds on the Stock Exchange. In absence of any such communication from us, the above information should be taken as updated information until the listing and trading of Bonds on the Stock Exchange.
9. This letter may be relied upon by the Issuer, the merchant banker and the legal advisor to the Issue.

Sincerely,

For Catalyst Trusteeship Limited

Authorized Signatory



Name: Suyash Sawant
Designation: Assistant Manager

CC:

Legal Advisor to the Issue

MV Kini, Law Firm,
Kini House,
6/39 Jangpura-B
New Delhi 110 014

Encl: As above

डिबेंचर न्यासी

प्रारूप ख
FORM-B

DEBENTURE TRUSTEE

भारतीय प्रतिभूति और विनियम बोर्ड
SECURITIES AND EXCHANGE BOARD OF INDIA

(डिबेंचर न्यासी) विनियम, 1993
(DEBENTURE TRUSTEE) REGULATIONS, 1993

000258

(विनियम 8)
(Regulation 8)

(Regulation 8A)

रजिस्ट्रीकरण प्रमाणपत्र
CERTIFICATE OF REGISTRATION

PERMANENT REGISTRATION

- 1) बोर्ड, भारतीय प्रतिभूति और विनियम बोर्ड अधिनियम, 1992 के अधीन डिबेंचर न्यासी के लिए बनाए गए नियमों और विनियमों के साथ पठित उस अधिनियम की धारा-12 की उपधारा (1) द्वारा प्रदत्त शक्तियों का प्रयोग करते हुए,
1) In exercise of the powers conferred by sub-section (1) of section 12 of the Securities and Exchange Board of India Act, 1992, read with the rules and regulations made thereunder for the debenture trustee the Board hereby grants a certificate of registration to

CATALYST TRUSTEESHIP LIMITED
GDA HOUSE, PLOT NO. 85,
BHUSARI COLONY (RIGHT), PAUD ROAD
PUNE - 411 038
MAHARASHTRA

को नियमों में, शर्तों के अधीन रहते हुए और विनियमों के अनुसार डिबेंचर न्यासी के रूप में रजिस्ट्रीकरण का प्रमाणपत्र इसके द्वारा प्रदान करता है।
as a debenture trustee subject to the conditions in the rules and in accordance with the regulations.

2) डिबेंचर न्यासी के लिए रजिस्ट्रीकरण कूट है।

2) Registration Code for the debenture trustee is IND0000000034

3) जब तक नवीकृत न किया जाए, रजिस्ट्रीकरण का प्रमाणपत्र से तक विधिमाम्य है।

3) Unless renewed, the certificate of registration is valid from to

3) This Certificate of Registration shall be valid for permanent, unless suspended or cancelled by the Board.



आदेश से
भारतीय प्रतिभूति और विनियम बोर्ड
के लिए और उसकी ओर से
By order

For and on behalf of
Securities and Exchange Board of India

स्थान Place : MUMBAI

तारीख Date : JULY 29, 2016

MJ Sonparote
MEDHA SONPAROTE
प्राधिकृत हस्ताक्षरकर्ता Authorised Signatory

Annexure B

14/11/2025

TIRUPPUR CITY MUNICIPAL CORPORATION,
1, Mangalam Road,
Tiruppur, Tiruppur
Tamil Nadu-641604

Trust Investment Advisors Private Limited
109/110, Balarama
Bandra Kurla Complex, Bandra East,
Mumbai- 400051
(referred to as the "Merchant Banker")

Dear Sir/ Madam,

Sub: Proposed issue by Tiruppur City Municipal Corporation ("Issuer") of 10,000 (Ten thousand) rated, listed, taxable, unsecured, redeemable, non-convertible municipal bonds in the nature of debentures of face value of ₹ 1,00,000/- (Rupees One Lakh Only) for an amount aggregating up to ₹ 100 crores (Rupees One Hundred Crores Only) ("Bonds"/ "NCDs"/ "Debentures") on a private placement basis ("Issue") under Securities and Exchange Board of India (Issue and Listing of Municipal Debt Securities) Regulations, 2015, as amended from time to time.

1. We refer to our consent letter dated **09.01.2025** bearing reference number: **CL/DEB/24-25/2064**. We hereby confirm that as on date of our Consent Letter, the following details in relation to our registration with the Securities and Exchange Board of India ("SEBI") as Debenture Trustee to the Issue are true and correct:

S. No.	Particulars	Details
1.	Registration Number	IND0000000034
2.	Date of registration/ date of last renewal of registration	April 18, 2022
3.	Date of expiry of registration	Permanent Registration
4.	If applied for renewal, date of application for renewal of registration	NA
5.	Details of any communication from SEBI prohibiting from acting as an intermediary	The order restraining to act as AIF trustee was passed on 28.02.2024. The said order was stayed by SAT on 13.03.2024. While the appeal with SAT is pending, at present there is no subsisting order restraining Catalyst from accepting AIF assignments. As per the order, said AIF stands wound up. The Appeal filed by Catalyst was listed for hearing on 11th August 2025 and the matter has been reserved for order. The final order

CATALYST TRUSTEESHIP LIMITED

Registered Office : CDA House, Plot No. 85, Bhusari Colony (Right), Paud Road, Pune - 411 038 Tel : +91 (20) 6680 7200
Delhi Office : 910-911, 9th Floor, Kailash Building, 26 Kasturba Gandhi Marg, New Delhi - 110 001 Tel : +91 (11) 4302 9101/02
Corporate Office : 901, 9th Floor, Tower-B, Peninsula Business Park, Senapati Bapat Marg, Lower Parel (W), Mumbai - 400013
Tel : +91 (22) 4922 0555 Fax : +91 (22) 4922 0505
CIN No. U74999PN1997PLC110262 Email : dt@ctltrustee.com Website : www.catalysttrustee.com

Pune | Mumbai | Bengaluru | Delhi | Chennai | GIFT City | Kolkata | Hyderabad



S. No.	Particulars	Details
		of SAT is awaited in this matter.
6.	Details of any pending inquiry/ investigation being conducted by SEBI	NA
7.	Details of any penalty imposed by SEBI	Spandana Sphoorty Financial Ltd. (Spandana) had issued NCDs with Catalyst Trusteeship Ltd. (Catalyst) as Debenture Trustee (DT). While examining the compliances, SEBI observed that Spandana had delayed disclosure of early redemption of NCDs and failed to disclose to stock exchanges and its website about the breach of covenants. Spandana proceeded with Settlement Regulations and SEBI, vide its order dated 21.08.2024 imposed penalty of Rs.38.12 lakh. SEBI also held Catalyst, being DT for not maintaining proper records of debenture holders' meeting and nonreporting to CRA on its own about the defaults committed by Spandana and imposed a penalty of Rs.1.00 lakh on Catalyst vide its order dated 26.08.2024. Catalyst has preferred an appeal against the said order with SAT. The Appeal filed by Catalyst was listed for hearing on 18th August 2025 and the matter has been reserved for order. The final order of SAT is awaited in this matter.

2. We shall immediately intimate the Issuer and the merchant banker for the Issue of any changes, additions or deletions in respect of the matters covered in this certificate till the date when the securities of the Issuer, offered, issued and allotted pursuant to the Issue, are traded on the relevant stock exchange, where the Bonds are proposed to be listed ("**Stock Exchange**"). In the absence of any such communication from us, the above information should be taken as updated information until the listing and trading of the Bonds on the Stock Exchange.

CATALYST TRUSTEESHIP LIMITED

Registered Office : CDA House, Plot No. 85, Bhusari Colony (Right), Paud Road, Pune - 411 038 Tel : +91 (20) 6680 7200
 Delhi Office : 910-911, 9th Floor, Kailash Building, 26 Kasturba Gandhi Marg, New Delhi - 110 001 Tel : +91 (11) 4302 9101/02
 Corporate Office : 901, 9th Floor, Tower-B, Peninsula Business Park, Senapati Bapat Marg, Lower Parel (W), Mumbai - 400013
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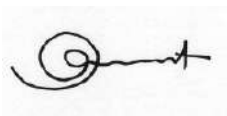
An ISO 9001 Company



Sincerely

For Catalyst Trusteeship Limited

Authorized Signatory



Name: Suyash Sawant

Designation: Assistant Manager

Legal Advisor to the Issue

MV Kini, Law Firm,

Kini House,

6/39 Jangpura-B

New Delhi 110 014

CATALYST TRUSTEESHIP LIMITED

Registered Office : CDA House, Plot No. 85, Bhusari Colony (Right), Paud Road, Pune - 411 038 Tel : +91 (20) 6680 7200
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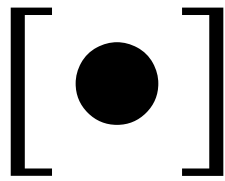
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ANNEXURE – V

Illustration of Bond Cash Flow



ANNEXURE - VI

Budget Documents



TIRUPPUR CITY MUNICIPAL CORPORATION

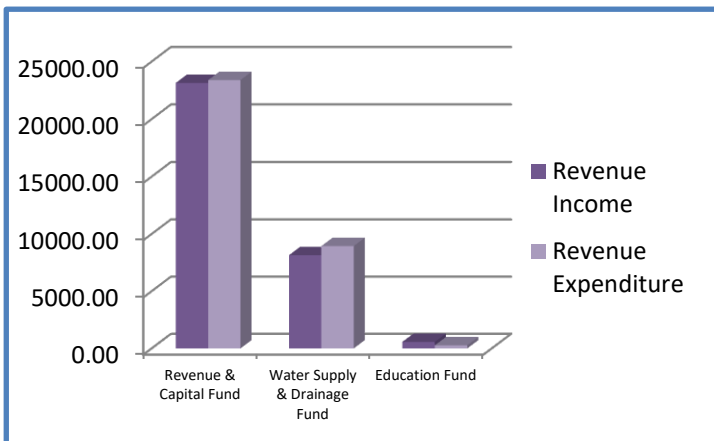
BUDGET

2022-2023

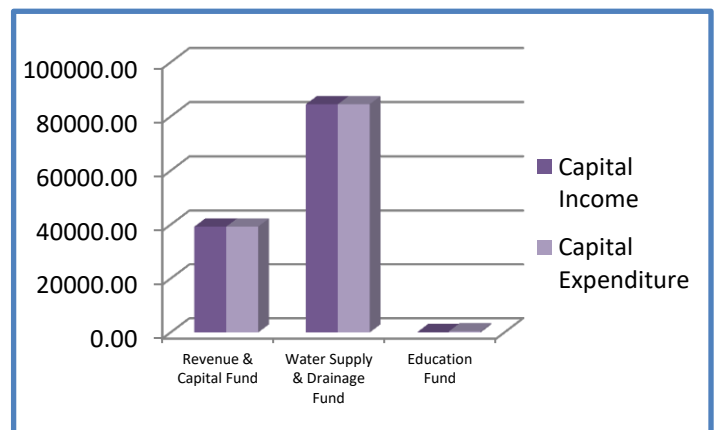
Abstract of Revenue & Capital Fund, Water Supply & Drainage Fund and Education Fund

Details	Revenue & Capital Fund	Water Supply & Drainage Fund	Education Fund	Total
	ரூ. இலட்சத்தில்			
Revenue Income	23,149.74	8,155.13	564.75	31,869.62
Capital Income	39,315.00	84,520.00	150.00	1,23,985.00
Total	62,464.74	92,675.13	714.75	1,55,854.62
Revenue Expenditure	23,390.55	8,944.11	269.00	32,603.66
Capital Expenditure	39,298.50	84,520.00	441.00	1,24,259.50
Total	62,689.05	93,464.11	710.00	1,56,863.16
Surplus / Deficit	(-) 224.31	(-) 788.98	4.75	(-) 1,008.54

It's expected that Rs. 224.31 Lakhs Deficit in Revenue & Capital Fund, Rs. 788.98 Lakhs Deficit in Water Supply & Drainage Fund and Rs. 475 Lakhs Surplus in Education fund and a total of 1008.54 Lakhs deficit in this budget for the year 2022-23.



Revenue Fund



Capital Fund

REVENUE FUND
ABSTRACT OF INCOME AND EXPENDITURE

Account Head	Code	As per Actuals 2020-2021	As per Budget 2021-22	As per Revised Budget 2021-22	Budget 2022-23
Revenue Income				(Rs.Lakhs)	
Tax Revenue	110	5,617.90	6,251.30	6,170.00	6,787.00
Assigned Revenues & Compensations	120	483.43	725.05	575.05	725.05
Rental Income from Municipal Properties	130	1,792.38	409.75	648.74	868.85
Fees & User Charges	140	2,442.91	1,622.55	4,522.10	4,738.40
Sale & Hire Charges	150	64.62	131.10	73.00	138.20
Revenue Grants, Contribution and Subsidies	160	12,285.71	8,300.00	9,400.00	9,400.00
Income from Investments	170	43.60	100.36	50.09	60.09
Interest Earned	171	170.66	7.00	50.00	55.00
Other Income	180	71.20	56.10	350.10	375.15
Prior Period Item	280	24.68	0.00	1.66	2.00
Total		22,997.09	17,603.21	21,840.74	23,149.74
Capital Income					
Grants , Contribution for specific purposes	320	23,382.89	37,200.00	34,030.00	39,315.00
Total		23,382.89	37,200.00	34,030.00	39,315.00
Total Income		46,379.98	54,803.21	55,870.74	62,464.74
Revenue Expenditure					
Establishment Expenses	210	8,246.81	9,228.71	9,899.07	11,135.43
Administrative Expenses	220	510.79	531.78	714.03	648.47
Operations & Maintenance	230	4,159.79	5,486.95	4,985.70	6,756.20
Interest & Finance Charges	240	447.33	1,200.40	318.40	310.45
Programme Expenses	250	709.65	251.00	1,200.10	201.00
Grants, Contribution and Subsidies	260	6,529.74	7.00	2,007.00	4,329.00
Establishment Expenses		46.70	0.00	4.00	10.00
Total		20,650.81	16,705.84	19,128.30	23,390.55
Capital Expenditure					
Fixed Assets	330	18662.01	36465.00	32865.00	38248.50
Secured Loans	410	1201.62	1020.00	1180.00	1050.00
Total		19,863.63	37,485.00	34,045.00	39,298.50
Total Expenditure		40,514.44	54,190.84	53,173.30	62,689.05
Surplus / Deficit		5865.54	612.37	2697.44	(-) 224.31

**REVENUE FUND
REVENUE INCOME**

Code	Account Head	As per Actuals 2020-2021	As per Budget 2021-22	As per Revised Budget 2021-22	Budget 2022-23
Tax Revenue					
91-110-01-01	Property Tax - Residential	18,30,15,282	20,79,00,000	20,00,00,000	22,00,00,000
91-110-01-03	Property Tax - Industrial	7,80,98,955	8,55,80,000	9,00,00,000	9,90,00,000
91-110-01-02	Property Tax - Commercial	5,69,77,229	6,23,70,000	6,05,00,000	6,65,50,000
91-110-01-04	Property Tax - Vacant Sites	93,77,524	1,00,10,000	1,00,00,000	1,10,00,000
94-110-10-01	Professional Tax	2,91,45,180	3,06,90,000	3,30,00,000	3,63,00,000
91-431-10-06	Property Tax - Recoverable - Residential - Arrears	8,56,50,780	9,43,80,000	9,30,00,000	10,23,00,000
91-431-10-08	Property Tax - Recoverable - Industrial - Arrears	4,45,14,843	4,91,70,000	4,50,00,000	4,95,00,000
91-431-10-07	Property Tax - Recoverable - Commercial - Arrears	3,34,05,460	3,85,00,000	3,30,00,000	3,63,00,000
91-431-10-09	Property Tax - Recoverable - Vacant sites - Arrears	1,91,15,156	2,01,30,000	2,65,00,000	2,91,50,000
94-431-19-04	Profession Tax - Recoverable - Arrears	2,24,89,738	2,64,00,000	2,60,00,000	2,86,00,000
	Total (1)	56,17,90,147	62,51,30,000	61,70,00,000	67,87,00,000
Assigned Revenues & Compensations					
98-120-10-01	Duty on Transfer of property	4,83,32,343	6,00,00,000	4,50,00,000	6,00,00,000
98-120-10-02	Entertainment Tax	10,267	1,25,00,000	1,25,00,000	1,25,00,000
98-120-10-03	Income from Quarries	0	5,000	5,000	5,000
	Total (2)	4,83,42,610	7,25,05,000	5,75,05,000	7,25,05,000
Rental Income from Municipal Properties					
06-130-20-01	Rent on Buildings - Staff quarters	28,65,149	13,50,000	15,00,000	16,50,000
06-130-40-01	Rent on Lease of Lands	31,60,825	4,25,000	2,23,94,226	4,25,000
06-431-40-02	Lease Amount - Recoverable - Arrears	2,22,94,226	0	0	0
42-130-10-06	Fees for Bays in Bus Stand	0	10,00,000	0	30,00,000
42-130-80-05	Pay And Use Toilet	36,94,442	50,00,000	57,00,000	60,00,000
55-130-10-02	Rent from Community Hall	7,020	7,00,000	1,00,000	2,50,000
58-130-10-01	Rent from Shopping Complex/Markets	2,07,17,606	65,00,000	1,75,00,000	4,02,00,000
58-130-10-03	Market Fees - Daily Market	5,30,588	85,00,000	0	1,43,00,000
58-130-10-04	Market Fees - Weekly Market	81,87,078	90,00,000	1,05,70,000	95,60,000
58-431-40-06	Rent from Shopping Complexes/Markets - Arrears	10,60,48,538	10,00,000	0	0
61-130-10-08	Avenue receipts	0	35,00,000	31,10,000	50,00,000
83-130-80-03	Parking Fees	41,250	0	0	25,00,000
83-431-40-14	Fees for Bays in Bus Stand recoverable - Arrears	7,69,952	0	0	0

Code	Account Head	As per Actuals 2020-2021	As per Budget 2021-22	As per Revised Budget 2021-22	Budget 2022-23
90-130-80-07	Track rent	1,09,21,403	40,00,000	40,00,000	40,00,000
	Total (3)	17,92,38,077	4,09,75,000	6,48,74,226	8,68,85,000
Fees & User Charges					
02-140-10-01	Contractors/Suppliers/Licensed Surveyors/Plumbers/Others	10,39,000	70,000	3,00,000	3,30,000
02-140-13-02	Birth & Death Certificate Fees	5,80,237	6,00,000	7,00,000	7,50,000
02-140-20-01	Penalty & Bank Charges For Dishonoured Cheques	43,762	50,000	30,000	40,000
02-140-14-01	Road Formation Charges	1,09,500	1,00,000	4,60,000	5,00,000
02-140-14-02	Plot Regulation Charges	12,69,07,940	11,00,00,000	14,25,00,000	15,00,00,000
02-140-14-03	Other Development Charges	12,88,596	25,00,000	8,20,000	9,00,000
21-140-70-01	Road Cutting Restoration Charge - Eb	43,46,222	50,00,000	1,36,00,000	1,50,00,000
30-140-11-01	D&O Trade Licence Fees	1,30,77,896	1,00,00,000	1,25,00,000	1,50,00,000
45-140-11-04	Fees for Slaughter House	10,00,000	30,00,000	31,00,000	34,00,000
02-140-20-04	Other penalties	1,84,80,214	1,75,00,000	2,00,00,000	2,20,00,000
90-140-60-04	Library receipts	0	0	0	54,00,000
12-140-11-03	Building Licence Fees	62,57,635	70,00,000	34,00,000	50,00,000
11-140-15-02	Demolition Charges	43,57,520	50,00,000	25,00,000	30,00,000
11-140-50-07	Burning/Burial ground charges	6,74,250	7,00,000	7,00,000	7,50,000
11-140-50-10	SWM – User Charges	6,51,20,360	0	10,00,00,000	11,00,00,000
11-431-30-08	SWM User Charges Recoverable - Arrear	0	0	15,00,00,000	14,00,00,000
11-140-50-08	Garbage/Debris collection	2,52,100	3,00,000	2,75,000	3,00,000
03-140-80-03	Misc. Recoveries	5,49,684	2,00,000	10,00,000	11,00,000
02-140-40-04	Contractors/Suppliers/Licensed Surveyors/Plumbers/Others- Renewal Fees	1,14,700	1,25,000	1,25,000	1,50,000
11-140-40-02	Survey Fees	91,600	1,10,000	2,00,000	2,20,000
	Total (4)	24,42,91,216	16,22,55,000	45,22,10,000	47,38,40,000
Sale & Hire Charges					
02-150-12-01	Sale of stock & stores	0	2,00,000	2,00,000	2,20,000
02-150-12-02	Sale of Scrap	4,06,386	4,10,000	10,00,000	11,00,000
42-150-10-03	Amma Unavagam-Sale Of Food	60,55,638	1,25,00,000	61,00,000	1,25,00,000
	Total (5)	64,62,024	1,31,10,000	73,00,000	1,38,20,000
Revenue Grants, Contribution and Subsidies					
03-160-10-03	Grants from State Government	5,17,30,176	3,00,00,000	3,00,00,000	3,00,00,000
03-160-10-02	Grant for natural calamities	1,00,00,000	0	1,00,00,000	1,00,00,000
03-160-10-01	Specific Maintenance Grant- Contribution for Water Supply and	29,04,80,000	0	0	0

Code	Account Head	As per Actuals 2020-2021	As per Budget 2021-22	As per Revised Budget 2021-22	Budget 2022-23
	Drainage				
03-160-10-04	Devolution Fund (including State Finance Commission Fund)	87,63,60,591	80,00,00,000	90,00,00,000	90,00,00,000
	Total (6)	1,22,85,70,767	83,00,00,000	94,00,00,000	94,00,00,000
Income from Investments					
03-170-10-01	Interest on Investments / Fixed Deposits	43,15,084	1,00,00,000	50,00,000	60,00,000
03-170-20-01	Dividend on shares	45,000	36,000	9,000	9,000
	Total (7)	43,60,084	1,00,36,000	50,09,000	60,09,000
Interest Earned					
03-171-10-01	Interest from Bank	1,70,66,085	7,00,000	50,00,000	55,00,000
	Total (8)	1,70,66,085	7,00,000	50,00,000	55,00,000
Other Income					
02-180-40-01	Staff Recovery	1,072	10,000	10,000	15,000
03-180-80-01	Other Income	68,52,176	55,00,000	3,50,00,000	3,75,00,000
03-180-80-02	Department Collection	2,67,215	1,00,000		
	Total (9)	71,20,463	56,10,000	3,50,10,000	3,75,15,000
Prior Period Item					
03-280-40-01	Prior Year Income	24,67,589	0	2,00,000	2,50,000
	Total (10)	24,67,589	0	2,00,000	2,50,000
Grand Total (From 1 To 10)		2,29,97,09,062	1,76,03,21,000	2,18,41,08,226	2,31,50,24,000

REVENUE FUND
CAPITAL INCOME

Code	Account Head	As per Actuals 2020-2021	As per Budget 2021-22	As per Revised Budget 2021-22	Budget 2022-23
Grants , Contribution for specific purposes					
03-320-60-02	Prior Period Item - Smart City Grant				1,41,95,00,000
03-320-20-02	Smart City Grant	2,03,61,59,098	3,00,00,00,000	3,00,00,00,000	1,68,20,00,000
03-320-20-02	Namakku Naame Scheme	0	0	1,00,00,000	7,00,00,000
03-320-20-02	SSS Scheme Grant	1,12,37,892	1,00,00,000		
03-320-20-02	15th Central Finance Commission Grant	14,97,90,342	15,00,00,000	15,00,00,000	20,00,00,000
03-320-20-02	TURIP Scheme Grant	10,24,80,000	9,00,00,000	16,30,00,000	30,00,00,000
03-320-30-02	Grants from the Government (DTCP)	0	2,00,00,000	2,00,00,000	5,00,00,000
03-320-80-02	M.P.FUND	19,38,448	50,00,000	50,00,000	1,00,00,000
03-320-80-02	O&M Gap Filling Fund	0	20,00,00,000	50,00,000	5,00,00,000
03-320-80-02	Infra Gap Filling Fund	0	20,00,00,000	50,00,000	2,00,00,000
03-320-80-03	M.L.A. Fund	3,66,83,678	4,50,00,000	4,50,00,000	2,00,00,000
03-320-80-02	IUDM Scheme	0	0	0	10,00,00,000
03-320-80-02	I & A Scheme	0	0	0	1,00,00,000
	Total (1)	2,33,82,89,458	3,72,00,00,000	3,40,30,00,000	3,93,15,00,000

**REVENUE FUND
REVENUE EXPENDITURE**

Code	Account Head	As per Actuals 2020-2021	As per Budget 2021-22	As per Revised Budget 2021-22	Budget 2022-23
Establishment Expenses					
51-210-10-01	Pay	40,08,20,588	51,03,00,000	45,00,00,000	50,00,00,000
51-210-10-04	Dearness Allowance	7,24,87,933	9,90,00,000	11,00,00,000	13,00,00,000
51-210-10-05	House Rent Allowance	2,70,46,738	3,30,00,000	3,00,00,000	3,50,00,000
51-210-10-06	City Comp. Allowance	43,40,244	55,00,000	45,00,000	50,00,000
51-210-10-07	Medical Allowance	40,18,319	44,00,000	41,00,000	43,00,000
51-210-10-08	Other Allowance	10,81,344	22,00,000	25,00,000	27,50,000
51-210-10-11	Bonus	26,71,000	30,00,000	27,00,000	30,00,000
51-210-20-06	Training programme Expenses	0	1,00,000	1,000	1,00,000
51-210-20-10	Health Insurance Local body contribution	78,24,521	12,00,000	15,00,000	16,00,000
51-210-20-14	Group Insurance scheme - Management contribution	4,03,095	30,00,000	17,50,000	30,00,000
51-210-20-04	Supply of uniforms	0	26,00,000	22,00,000	25,00,000
51-210-20-15	CPF Management Contribution	1,09,26,271	1,50,00,000	1,50,00,000	2,00,00,000
51-210-20-19	Conveyance Allowance	13,12,731	14,00,000	11,00,000	14,00,000
51-210-20-20	Washing Allowance	17,71,494	18,00,000	20,00,000	22,00,000
51-210-10-10	Wages - Others	16,17,24,360	15,39,00,000	24,00,00,000	25,00,00,000
51-210-30-01	Pensions	8,66,76,226	3,85,00,000	8,00,00,000	10,00,00,000
51-210-30-02	Family pension	1,87,35,516	2,03,00,000	2,09,00,000	2,50,00,000
51-210-30-05	Pensions contribution to Municipal Employees	0	55,000	55,000	60,000
51-210-30-06	Pension Contributions - Deputationists	0	82,500	1,00,000	1,00,000
51-210-30-04	Commuted Value of pension	93,62,332	1,10,00,000	50,00,000	1,10,00,000
51-210-40-04	Pensioner's Medical Aids	24,984	33,000	1,000	33,000
51-210-40-02	Death-Cum-Retirement Gratuity	1,34,53,113	1,65,00,000	1,65,00,000	1,65,00,000
	Total (1)	82,46,80,809	92,28,70,500	98,99,07,000	1,11,35,43,000
Administrative Expenses					
02-220-10-04	Motor Vehicle Tax	2,87,485	5,50,000	9,00,000	10,00,000
02-220-11-01	Electricity consumption charges for office buildings	1,13,05,639	2,00,00,000	2,00,00,000	2,25,00,000
02-220-11-05	Computer Operational Expenses	79,09,613	10,00,000	50,00,000	55,00,000
02-220-12-01	Telephone charges	19,19,532	22,00,000	30,00,000	30,00,000
02-220-12-02	Internet charges	0	8,80,000	1,00,000	8,80,000
02-220-12-03	Postage and Telegram and Fax Charges	1,06,000	1,10,000	1,10,000	1,25,000
02-220-20-01	Books and Periodicals and	87,930	1,10,000	1,10,000	1,10,000

Code	Account Head	As per Actuals 2020-2021	As per Budget 2021-22	As per Revised Budget 2021-22	Budget 2022-23
	Magazines				
02-220-21-01	Stationery and Printing	1,03,75,506	99,00,000	1,25,00,000	1,25,00,000
02-220-30-01	Travel Expenses	10,54,402	1,10,000	3,00,000	5,00,000
02-220-30-04	Travel Expense - Municipal Council	0	11,000	11,000	1,00,000
02-220-40-01	Vehicle insurance	41,07,943	33,00,000	33,00,000	35,00,000
03-220-50-01	Statutory Audit Fees	43,42,628	27,50,000	25,00,000	40,00,000
02-220-51-01	Retainer Fees	15,000	16,500	65,000	65,000
02-220-51-02	Court Fees	58,000	63,800	35,000	45,000
02-220-51-04	Legal & Arbitration Expenses	8,07,000	8,25,000	5,00,000	7,00,000
02-220-52-02	Engineering Consultancy	11,72,600	13,20,000	12,00,000	12,00,000
02-220-52-03	Other Professional Charges	0	1,10,000	1,50,00,000	10,00,000
02-220-60-01	Advertisement charges	72,81,768	66,00,000	60,00,000	66,00,000
02-220-60-04	Organization of Festivals, functions	0	27,50,000	4,50,000	10,00,000
02-220-80-01	Cash Awards & Prizes	0	11,000	11,000	11,000
02-220-80-04	Sitting Fees/ honorarium for the councillors and meeting expenses	0	11,000	11,000	11,000
02-220-80-03	Other Expenese	2,47,693	5,50,000	3,00,000	5,00,000
	Total (2)	5,10,78,739	5,31,78,300	7,14,03,000	6,48,47,000
Operations & Maintenance					
21-230-50-02	Repairs and maintenance - Road & Pavements - Black Topping and Asphalt	9,95,750	4,10,00,000	1,00,00,000	1,00,00,000
25-230-50-05	Repairs and Maintenance - Storm Water Drains, Open Drains and Culverts	13,26,312	4,10,00,000	1,00,00,000	1,00,00,000
02-230-52-02	Repairs and Maintenance - Buildings	29,27,240	6,15,00,000	1,00,00,000	2,00,00,000
22-230-50-06	Maintenance charges for Railways Crossings / Over Bridges	0	20,00,000	20,00,000	20,00,000
24-230-50-07	Maintenance Expenses for Street Lights	1,15,80,955	2,00,00,000	2,50,00,000	2,75,00,000
61-230-51-01	Maintenance of Gardens / Parks / Swimming Pools	0	15,00,000	3,00,000	5,00,000
02-230-52-01	Office Building - Maintenance	0	15,00,000	1,00,000	15,00,000
02-230-53-01	Light Vehicles - Maintenance	82,21,089	1,10,00,000	1,50,00,000	1,50,00,000
02-230-53-02	Heavy Vehicles - Maintenance	30,25,110	27,50,000	10,00,000	15,00,000
02-230-59-02	Repairs and Maintenance - Instruments , Plant & Machinery	1,95,376	5,50,000	5,00,000	5,50,000
02-230-40-02	Hire charges for Machineries/ Equipments	29,95,865	22,00,000	20,00,000	25,00,000

Code	Account Head	As per Actuals 2020-2021	As per Budget 2021-22	As per Revised Budget 2021-22	Budget 2022-23
02-230-40-03	Hire Charges for Vehicles	39,23,158	27,50,000	65,00,000	75,00,000
02-230-59-05	Repairs and Maintenance - Other Equipments	0	12,10,000	5,00,000	10,00,000
24-230-10-03	Power Charges for Street Lights	7,09,78,243	10,20,00,000	11,00,00,000	20,00,00,000
35-230-30-04	Medicines & Hospital Needs	15,26,546	3,30,000	6,00,000	10,00,000
41-230-30-05	Sanitary Materials	58,29,950	66,00,000	40,00,000	45,00,000
42-230-51-04	Sanitary / Conservancy Expenses	14,48,59,081	12,00,00,000	13,00,00,000	15,00,00,000
35-230-80-05	Hospital expenses	0	10,00,000	1,00,000	10,00,000
35-230-80-05	Hospital expenses	0	5,00,000	1,00,000	5,00,000
32-230-80-21	Anti Filaria / Anti Malaria Operations	4,51,16,216	6,00,00,000	6,00,00,000	6,60,00,000
02-230-80-19	Maintenance for Amma Unavagam	2,95,48,170	4,25,00,000	2,00,00,000	3,90,00,000
02-230-80-20	Funeral Rites	5,52,500	10,00,000	10,00,000	10,00,000
07-230-30-02	Diesel	7,32,32,234	75,00,000	6,00,00,000	7,00,00,000
03-230-80-04	Fairs and Festivals	13,57,400	17,60,000	13,00,000	15,00,000
03-230-80-10	Running of Slaughter Houses	17,800	0	20,000	20,000
03-230-80-12	Running expenses of Crematoria	43,600	50,000	50,000	50,000
03-230-80-13	Animal Birth Control	0	4,95,000	9,00,000	10,00,000
03-230-50-13	Restoration of Road Cuts	0	10,00,000	1,00,000	5,00,000
03-230-80-16	Lapsed Deposit Refund	77,26,449	1,50,00,000	2,75,00,000	4,00,00,000
	Total (3)	41,59,79,044	54,86,95,000	49,85,70,000	67,56,20,000
Interest & Finance Charges					
02-240-30-01	Interest on Loans from TNUFIDCO	2,55,75,275	10,00,00,000	2,70,00,000	2,60,00,000
02-240-30-03	Interest on Loans from TNUIFSL	1,91,30,021	2,00,00,000	48,00,000	50,00,000
02-240-70-01	Bank charges	27,237	40,000	40,000	45,000
	Total (4)	4,47,32,533	12,00,40,000	3,18,40,000	3,10,45,000

Code	Account Head	As per Actuals 2020-2021	As per Budget 2021-22	As per Revised Budget 2021-22	Budget 2022-23
Programme Expenses					
04-250-20-01	Own Programme	39,750	1,00,000	10,000	1,00,000
04-250-20-04	Health Disaster Relief Programme	6,90,22,551	1,00,00,000	8,00,00,000	1,00,00,000
04-250-10-01	Election Expenses	19,02,697	1,50,00,000	4,00,00,000	1,00,00,000
	Total (5)	7,09,64,998	2,51,00,000	12,00,10,000	2,01,00,000
Grants, Contribution and Subsidies					
03-260-20-04	TNIUS	0	7,00,000	7,00,000	7,00,000
03-260-20-06	Municipal Contribution (Allotment to Zones)	0	0	0	9,00,00,000
03-260-20-06	Municipal Contribution (Allotment for Capital Works)	65,29,74,285	0	20,00,00,000	34,00,00,000
	Total (6)	65,29,74,285	7,00,000	20,07,00,000	43,29,00,000
Prior Period Item					
03-280-10-01	Previous year expenses	46,70,431	0	4,00,000	10,00,000
	Total (7)	46,70,431	0	4,00,000	10,00,000
Grand Total		2,06,50,80,839	1,67,05,83,800	1,91,28,30,000	2,33,90,55,000

**REVENUE FUND
CAPITAL EXPENDITURE**

Code	Account Head	As per Actuals 2020-2021	As per Budget 2021-22	As per Revised Budget 2021-22	Budget 2022-23
Fixed Assets					
06-410-10-01	Land	0	1,00,00,000	1,00,00,000	14,01,00,000
06-410-20-01	Buildings	1,17,17,32,188	1,00,00,00,000	63,00,00,000	90,00,00,000
22-410-30-02	Bridges and Flyovers	7,80,000	2,00,00,000	2,00,00,000	7,86,00,000
21-410-30-03	Roads & Pavements - Concrete	11,25,71,839	50,00,00,000	50,00,00,000	65,00,00,000
21-410-30-04	Roads & Pavements - Black Topped	16,27,64,681	80,00,00,000	80,00,00,000	64,00,00,000
25-410-31-01	Strom Water Drains, Open drains and Culverts	17,17,55,511	30,00,00,000	30,00,00,000	14,84,50,000
08-410-40-01	Plant and Machineries	68,34,612	50,00,000	50,00,000	2,00,00,000
02-410-50-01	Heavy Vehicles	65,00,000	50,00,000	50,00,000	1,00,00,000
02-410-50-02	Light Vehicles	1,79,50,000	2,00,00,000	2,00,00,000	27,00,000
02-410-50-03	Other Vehicles	39,52,568	10,00,000	10,00,000	50,00,000
02-410-60-03	Other equipments	0	14,00,00,000	14,00,00,000	9,04,00,000
02-410-32-02	Ground Water Wells/ Deep Bore Wells	0	50,00,00,000	50,00,00,000	1,05,00,00,000
02-410-60-02	Instruments and Equipments in Hospitals and Dispensaries Etc	0	5,00,000	5,00,000	2,00,00,000
02-410-60-02	Instruments and Equipments in Hospitals and Dispensaries Etc	0	19,00,00,000	20,00,00,000	2,32,00,000
02-410-70-01	Furniture Fixtures and Fittings	24,30,075	50,00,000	50,00,000	50,00,000
02-410-70-02	Electrical Installations - Lamps / Tube Light Fittings	13,47,52,898	10,00,00,000	10,00,00,000	3,14,00,000
02-410-70-03	Electrical Installations - Others	7,41,76,749	5,00,00,000	5,00,00,000	1,00,00,000
	Total (1)	1,86,62,01,121	3,64,65,00,000	3,28,65,00,000	3,82,48,50,000
Secured Loans					
03-330-30-02	Loan from TUFIDCO	5,25,34,141	5,00,00,000	7,60,00,000	5,50,00,000
03-330-30-04	Loan from TNUIFSL	6,76,27,432	5,20,00,000	4,20,00,000	5,00,00,000
	Total (2)	12,01,61,573	10,20,00,000	11,80,00,000	10,50,00,000
	Grand Total	1,98,63,62,694	3,74,85,00,000	3,40,45,00,000	3,92,98,50,000

WATER SUPPLY & DRAINAGE FUND
ABSTRACT OF INCOME AND EXPENDITURE

Account Head	Code	As per Actuals 2020-2021	As per Budget 2021-22	As per Revised Budget 2021-22	Budget 2022-23
Revenue Income					(Rs.Lakhs)
Tax Revenue	110	2,982.87	3,294.50	3,165.00	3,528.50
Fees & User Charges	140	2,837.96	4,797.75	3,675.25	4,367.61
Sale & Hire Charges	150	0.00	0.02	0.02	0.02
Income from Investments	170	65.77	31.00	30.03	34.00
Other Income	180	55.00	520.00	220.00	225.00
Total		5,941.60	8,643.27	7,090.30	8,155.13
Capital Income					
Grants , Contribution for specific purposes	320	65,694.89	75,275.00	61,775.00	67,398.00
Secured Loans	330	5,100.00	5,000.00	5,000.00	17,122.00
Total		70,794.89	80,275.00	66,775.00	84,520.00
Total Income		76,736.49	88,918.27	73,865.30	92,675.13
Revenue Expenditure					
Establishment Expenses	210	513.76	588.46	614.83	634.95
Administrative Expenses	220	584.64	31.10	56.50	18.40
Operations & Maintenance	230	6372.80	8326.50	5592.60	7165.55
Operations & Maintenance	230	0.03	1.50	750.15	1125.21
Total		7,471.23	8,947.56	7,014.08	8,944.11
Capital Expenditure					
Fixed Assets	410	58780.00	79930.00	64530.00	84520.00
Total		58,780.00	79,930.00	64,530.00	84,520.00
Total Expenditure		66,251.23	88,877.56	71,544.08	93,464.11
Surplus / Deficit		6,885.26	40.71	2,321.22	(-) 788.98

**WATER SUPPLY & DRAINAGE FUND
REVENUE INCOME**

Code	Account Head	As per Actuals 2020-2021	As per Budget 2021-22	As per Revised Budget 2021-22	Budget 2022-23
Tax Revenue					
51-110-02-01	Water Supply and Drainage Tax - Residential	10,70,08,935	11,11,00,000	11,10,00,000	12,50,00,000
51-110-02-03	Water Supply and Drainage Tax - Industrial	5,00,79,964	3,57,50,000	4,90,00,000	5,50,00,000
51-110-02-02	Water Supply and Drainage Tax - Commercial	3,33,14,555	5,22,50,000	3,60,00,000	3,96,00,000
51-110-02-14	Water Supply and Drainage Tax - Vacant land	1,95,32,154	66,00,000	60,00,000	66,00,000
51-431-19-12	Water Supply and Drainage Tax - Recoverable - Residential - Arrears	2,60,27,804	5,22,50,000	5,40,00,000	6,00,00,000
51-431-19-14	Water Supply and Drainage Tax - Recoverable - Industrial - Arrears	54,83,033	1,98,00,000	2,60,00,000	2,86,00,000
51-431-19-13	Water Supply and Drainage Tax - Recoverable - Commercial - Arrears	1,11,76,621	4,07,00,000	1,90,00,000	2,10,00,000
51-431-19-16	Water Supply and Drainage Tax - Recoverable - Others - Arrears	4,56,64,416	1,10,00,000	1,55,00,000	1,70,50,000
	Total (1)	29,82,87,482	32,94,50,000	31,65,00,000	35,28,50,000
Fees & User Charges					
51-140-20-01	Penalty & Bank Charges For Dishonoured Cheques	1,31,128	1,50,000	1,00,000	1,10,000
51-140-50-04	Metered/ Tap rate water Charges	18,88,43,214	30,00,00,000	20,00,00,000	25,00,00,000
51-140-50-05	Water Charges - Water Supply Through Lorry	0	10,000	10,000	11,000
52-140-50-02	UGD monthly charges	71,68,560	75,00,000	75,00,000	82,50,000
51-140-70-01	Road Cutting Restoration Charge - Eb	60,08,025	75,00,000	50,00,000	55,00,000
51-140-70-02	Initial Amount for New Water Supply Connections	1,85,74,339	5,00,00,000	2,00,00,000	2,20,00,000
52-140-70-03	Initial Amount for Drainage Connections	7,92,000	7,50,000	9,00,000	9,90,000
51-140-70-04	Water Connection Charges	58,742	1,50,000	1,50,000	1,65,000
52-140-70-05	Under Ground Sewerage Connection Charges	11,100	15,000	15,000	25,00,000
51-140-70-14	Water Supply Inspection Charges	7,24,748	6,50,000	6,50,000	7,15,000
51-140-80-03	Misc. Recoveries	1,00,990	1,50,000	2,00,000	2,20,000
51-431-30-04	Water Charges Recoverable - Arrears	5,15,81,691	10,12,00,000	12,00,00,000	13,20,00,000
52-431-30-06	UGD Monthly charges Recoverable - Arrears	98,01,421	1,17,00,000	1,30,00,000	1,43,00,000
	Total (2)	28,37,95,958	47,97,75,000	36,75,25,000	43,67,61,000

Code	Account Head	As per Actuals 2020-2021	As per Budget 2021-22	As per Revised Budget 2021-22	Budget 2022-23
Sale & Hire Charges					
51-150-40-01	Hire Charges for Vehicles	0	1,000	1,000	1,000
51-150-41-01	Hire Charges on Equipments	0	1,000	1,000	1,000
	Total (3)	0	2,000	2,000	2,000
Income from Investments					
03-170-10-01	Interest on Investments / Fixed Deposits	13,94,831	30,00,000	30,00,000	33,00,000
03-171-10-01	Interest from Bank	51,82,468	1,00,000	3,000	1,00,000
	Total (4)	65,77,299	31,00,000	30,03,000	34,00,000
Other Income					
03-180-80-01	Other Income	1,70,364	5,00,00,000	2,00,00,000	2,00,00,000
51-180-11-01	Deposits Lapsed	53,29,662	20,00,000	20,00,000	25,00,000
	Total (5)	55,00,026	5,20,00,000	2,20,00,000	2,25,00,000
	Grand Total	59,41,60,765	86,43,27,000	70,90,30,000	81,55,13,000

**WATER SUPPLY & DRAINAGE FUND
REVENUE EXPENDITURE**

Code	Account Head	As per Actuals 2020-2021	As per Budget 2021-22	As per Revised Budget 2021-22	Budget 2022-23
Establishment Expenses					
51-210-10-01	Pay	3,68,89,563	4,60,50,000	4,50,00,000	4,60,00,000
51-210-10-04	Dearness Allowance	68,98,491	8,25,000	80,00,000	81,00,000
51-210-10-05	House Rent Allowance	15,81,600	22,00,000	16,20,000	16,70,000
51-210-10-06	City Comp. Allowance	1,62,826	2,75,000	1,79,000	2,00,000
51-210-10-07	Medical Allowance	1,37,177	1,92,500	1,40,000	1,54,000
51-210-10-08	Other Allowance	51,900	82,500	78,000	86,000
51-210-10-11	Bonus	2,72,000	3,30,000	1,84,000	2,00,000
51-210-20-14	Group Insurance scheme - Management contribution	3,11,520	4,95,000	8,50,000	10,00,000
51-210-20-15	CPF Management Contribution	8,93,357	16,50,000	14,00,000	16,50,000
51-210-20-19	Conveyance Allowance	4,200	8,250	4,600	5,060
51-210-20-20	Washing Allowance	23,652	27,500	27,500	30,250
51-210-10-10	Wages - Others	41,50,092	66,00,000	40,00,000	44,00,000
51-210-40-02	Death-Cum-Retirement Gratuity	0	1,10,000	0	0
	Total (1)	5,13,76,378	5,88,45,750	6,14,83,100	6,34,95,310
Administrative Expenses					
02-220-10-04	Motor Vehicle Tax	84,394	1,10,000	2,00,000	2,20,000
02-220-12-01	Telephone charges	13,540	50,000	0	0
02-220-40-01	Vehicle insurance	2,19,368	1,00,000	2,00,000	2,20,000
02-220-51-02	Court Fees	50,000	1,00,000	1,00,000	1,00,000
02-220-60-01	Advertisement charges	6,65,412	7,50,000	50,000	2,00,000
02-220-52-02	Engineering Consultancy	38,35,000	20,00,000	1,00,000	1,00,000
02-220-52-03	Other Professional Charges	5,35,96,101		50,00,000	10,00,000
	Total (2)	5,84,63,815	31,10,000	56,50,000	18,40,000
Operations & Maintenance					
51-230-50-09	Maintenance Expenses - Water Supply	3,19,44,616	6,00,00,000	3,50,00,000	4,25,00,000
02-230-53-01	Light Vehicles - Maintenance	0	0	5,00,000	7,00,000

Code	Account Head	As per Actuals 2020-2021	As per Budget 2021-22	As per Revised Budget 2021-22	Budget 2022-23
02-230-53-02	Heavy Vehicles - Maintenance	18,18,800	30,00,000	20,00,000	22,00,000
02-230-53-03	Other Vehicles - Maintenance	0	50,000	50,000	55,000
51-230-10-02	Power Charges for Water Head Works / Pumping Stations / Booster Stations	8,99,88,827	9,25,00,000	7,50,00,000	9,00,00,000
51-230-40-01	Hire charges for supply of Water through Private Lorries / Tankers	77,38,320	1,00,00,000	75,00,000	85,00,000
51-230-50-10	Maintenance Expenses - Sewerage works	66,60,714	1,25,00,000	10,00,000	25,00,000
51-230-50-11	Maintenance Charges to TWAD Board/ Metro Water Board	34,43,77,352	63,00,00,000	42,00,00,000	55,00,00,000
51-230-50-13	Restoration of Road Cuts	14,21,90,500	1,00,00,000	1,00,000	10,00,000
07-230-30-02	Diesel	72,59,552	80,00,000	80,00,000	88,00,000
07-230-80-04	Fairs and Festivals	0	0	1,00,000	2,00,000
51-230-80-15	Testing & Inspection Charges	38,290	1,00,000	10,000	1,00,000
03-230-80-16	Lapsed Deposit Refund	52,63,279	65,00,000	1,00,00,000	1,00,00,000
	Total (3)	63,72,80,250	83,26,50,000	55,92,60,000	71,65,55,000
Interest & Finance Charges					
02-240-70-01	Bank charges	3,304	1,50,000	10,000	11,000
02-240-40-02	Interest on Loans from ADB (Water Supply)	0	0	7,50,00,000	7,50,00,000
02-240-40-02	Interest on Loans from ADB (UGD)	0	0		3,75,00,000
03-280-80-01	Prior year Expenses			5,000	10,000
	Total (4)	3,304	1,50,000	7,50,15,000	11,25,21,000
Grand Total		74,71,23,747	89,47,55,750	70,14,08,100	89,44,11,310

**WATER SUPPLY & DRAINAGE FUND
CAPITAL INCOME**

Code	Account Head	As per Actuals 2020-2021	As per Budget 2021-22	As per Revised Budget 2021-22	Budget 2022-23
Grants , Contribution for specific purposes					
03-320-80-02	M.P. Fund		1,00,00,000	1,00,00,000	30,00,000
03-320-80-03	M.L.A. Fund	44,89,378.00	1,50,00,000	1,50,00,000	1,00,00,000
03-320-80-05	Drought Relief Fund	0.00	25,00,000	25,00,000	1,00,00,000
03-320-80-05	Smart City Grant				26,60,00,000
03-320-80-07	AMRUT Scheme (WATER SUPPLY)	3,07,00,00,000	5,00,00,00,000	3,65,00,00,000	3,34,05,00,000
03-320-20-02	AMRUT Scheme (UGD)	1,55,00,00,000	2,50,00,00,000	2,50,00,00,000	1,67,26,00,000
03-320-20-02	AMRUT Scheme (2.0)	0	0	0	1,00,10,00,000
03-320-20-02	ULB Contribution - AMRUT Scheme (Water Supply)	1,94,50,00,000	0	0	28,05,00,000
03-320-20-02	ULB Contribution - AMRUT Scheme (Underground Sewerage)		0	0	15,62,00,000
	Total	6,56,94,89,378	7,52,75,00,000	6,17,75,00,000	6,73,98,00,000
Secured Loans					
03-330-40-02	Loans from ADB (Water Supply)	38,00,00,000	30,00,00,000	30,00,00,000	46,15,00,000
03-330-40-02	Loans from ADB (UGD)	13,00,00,000	20,00,00,000	20,00,00,000	35,07,00,000
03-330-40-02	Bank Loan for AMRUT 2.0 – (UGD)				90,00,00,000
	Total	51,00,00,000	50,00,00,000	50,00,00,000	1,71,22,00,000
	Total Income	7,07,94,89,378	8,02,75,00,000	6,67,75,00,000	8,45,20,00,000

**WATER SUPPLY & DRAINAGE FUND
CAPITAL EXPENDITURE**

Code	Account Head	As per Actuals 2020-2021	As per Budget 2021-22	As per Revised Budget 2021-22	Budget 2022-23
Fixed Assets					
06-410-20-01	Buildings	8,50,000	50,00,00,000	50,00,00,000	35,00,00,000
25-410-31-02	Drainage and Sewerage pipes , Conduits, Channels etc.	2,66,14,86,200	2,25,00,00,000	2,15,00,00,000	3,33,80,00,000
51-410-32-01	Water Supply - Head Works, OHT etc. and Water Supply Mains	2,82,16,45,802	5,05,00,00,000	3,61,00,00,000	1,00,00,00,000
51-410-32-02	Ground Water Wells/ Deep Bore Wells	91,93,375	10,00,000	10,00,000	1,00,00,000
51-410-32-03	Reservoirs	0	1,00,00,000	1,00,00,000	25,00,00,000
08-410-40-02	Tools & Plant	0	15,00,00,000	15,00,00,000	35,00,00,000
51-410-32-02	Ground Water Wells/ Deep Bore Wells	38,48,25,000	1,00,00,000	1,00,00,000	2,54,60,00,000
02-410-50-02	Light Vehicles	0	10,00,000	10,00,000	35,00,000
02-410-60-03	Other equipments	0	10,00,000	10,00,000	45,00,000
02-410-70-03	Electrical Installations - Others	0	2,00,00,000	2,00,00,000	60,00,00,000
	Total	5,87,80,00,377	7,99,30,00,000	6,45,30,00,000	8,45,20,00,000

EDUCATION FUND
ABSTRACT OF INCOME EXPENDITURE

Account Head	Code	As per Actuals 2020-2021	As per Budget 2021-22	As per Revised Budget 2021-22	Budget 2022-23
Revenue Income					(Rs.Lakhs)
Tax Revenue	110	399.58	461.45	419.48	465.00
Fees & User Charges	140	0.00	2.00	1.00	1.00
Income from Investments	170	2.81	3.00	3.25	3.50
Revenue Grants, Contribution and Subsidies	160	7.72	0.40	5.25	5.25
Grants , Contribution for specific purposes	320	0.00	85.00	116.00	90.00
Total		410.11	551.85	544.98	564.75
Capital Income					
Grants , Contribution for specific purposes	320	148.18	200.00	41.35	150.00
Total		148.18	200.00	41.35	150.00
Total Income		558.29	751.85	586.33	714.75
Revenue Expenditure					
Administrative Expenses	220	51.85	126.00	9.64	126.00
Operations & Maintenance	230	4.75	162.00	55.99	143.00
Total		56.60	288.00	65.63	269.00
Capital Expenditure					
Fixed Assets	410	457.85	460.00	460.00	441.00
Total		457.85	460.00	460.00	441.00
Total Expenditure		514.45	748.00	525.63	710.00
Surplus / Deficit		43.84	3.85	60.70	4.75

EDUCATION FUND

Code	Account Head	As per Actuals 2020-2021	As per Budget 2021-22	As per Revised Budget 2021-22	Budget 2022-23
Revenue Income					
Tax Revenue					
82-110-06-01	Education Tax - Residential	1,43,37,195	1,65,00,000	1,47,79,000	1,63,00,000
82-110-06-03	Education Tax - Industrial	61,16,541	70,40,000	64,71,000	72,00,000
82-110-06-02	Education Tax - Commercial	44,60,532	49,50,000	47,26,000	52,00,000
82-110-06-04	Education Tax - Vacant Sites	7,34,487	8,25,000	7,67,000	9,00,000
82-431-19-21	Education Tax - Recoverable - Residential - Arrears	67,08,531	71,50,000	72,16,000	80,00,000
82-431-19-23	Education Tax - Recoverable - Industrial - Arrears	34,86,591	53,90,000	34,22,000	38,00,000
82-431-19-22	Education Tax - Recoverable - Commercial - Arrears	26,16,457	27,50,000	25,45,000	28,00,000
82-431-19-24	Education Tax - Recoverable - Vacant Sites - Arrears	14,97,180	15,40,000	20,22,000	23,00,000
	Total (1)	3,99,57,514	4,61,45,000	4,19,48,000	4,65,00,000
Fees & User Charges					
03-140-80-03	Misc. Recoveries	0	2,00,000	1,00,000	1,00,000
	Total (2)	0	2,00,000	1,00,000	1,00,000
Interest Earned					
03-171-10-01	Interest from Bank	2,81,188	3,00,000	3,25,000	3,50,000
	Total (2)	2,81,188	3,00,000	3,25,000	3,50,000
Other Income					
03-180-80-01	Other Income	37,701	40,000	25,000	25,000
03-180-11-01	Deposits Lapsed	7,34,168	0	5,00,000	5,00,000
	Total (4)	7,71,869	40,000	5,25,000	5,25,000
Grants , Contribution for specific purposes					
82-320-30-01	Contributions from the Government (PTMGRNM)	0	85,00,000	1,16,00,000	90,00,000
	Total (3)	0	85,00,000	1,16,00,000	90,00,000
	Grand Total	4,10,10,571	5,51,85,000	5,44,98,000	5,64,75,000

REVENUE EXPENDITURE					
Establishment Expenses					
82-210-10-10	Wages - Others	29,79,806	1,00,00,000	0	91,00,000
82-220-11-01	Electricity consumption charges for office buildings	22,05,008	25,00,000	9,39,117	25,00,000
82-220-60-01	Advertisement charges	0	1,00,000	25,000	1,00,000
	Total	51,84,814	1,26,00,000	9,64,117	1,17,00,000
Operations & Maintenance					
82-230-51-09	Maintenance expenses - Schools	0	75,00,000	0	0
82-230-52-02	Repairs and Maintenance - Buildings	1,50,000	0	28,43,276	50,00,000
82-230-80-16	Lapsed Deposit Refund	3,24,644	2,00,000	2,56,028	3,00,000
83-260-10-02	PTMGR Noon Meal scheme - Grant	0	85,00,000	25,00,000	90,00,000
	Total	4,74,644	1,62,00,000	55,99,304	1,43,00,000
	Grand Total	56,59,458	2,88,00,000	65,63,421	2,60,00,000
Capital Income					
Grants , Contribution for specific purposes					
06-320-80-01	Contributions From Private Parties	33,79,368	50,00,000	1,00,000	50,00,000
03-320-80-03	M.L.A.Fund	1,14,38,750	1,50,00,000	40,35,472	1,00,00,000
	கூடுதலாக	1,48,18,118	2,00,00,000	41,35,472	1,50,00,000
Capital Expenditure					
Fixed Assets					
06-410-20-01	Buildings	3,82,42,196	4,25,00,000	4,25,00,000	3,30,00,000
06-410-20-01	Furniture and Fittings	75,42,366	35,00,000	35,00,000	1,20,00,000
	Total	2,94,89,056	2,70,00,000	4,55,00,000	4,60,00,000
	Surplus / Deficit	43,84,669.00	3,85,000.00	60,70,051.00	4,75,000.00



**TIRUPPUR CITY MUNICIPAL
CORPORATION**

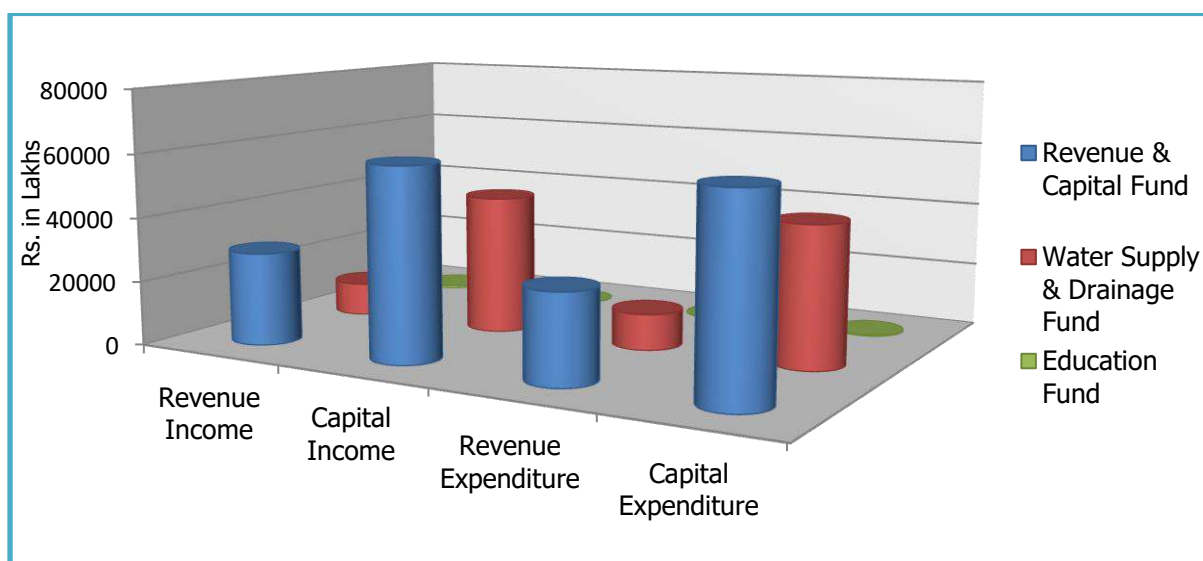
BUDGET

2023-2024

Abstract of Revenue & Capital Fund, Water Supply & Drainage Fund and Education Fund

Details	Revenue & Capital Fund	Water Supply & Drainage Fund	Education Fund	Total
Rs. in Lakhs				
Revenue Income	29,016.50	10,532.80	814.90	39,557.45
Capital Income	59,720.00	43,483.00	150.00	1,03,204.50
Total	88,736.50	54,015.80	964.90	1,43,717.20
Revenue Expenditure	27,716.44	11,349.04	252.00	39,317.48
Capital Expenditure	60,540.83	43,553.00	465.00	1,04,558.83
Total	88,257.27	54,902.04	717.00	1,43,876.31
Surplus / Deficit	479.23	-886.24	247.90	-159.11

It's expected that Rs. 479.23 Lakhs Surplus in Revenue & Capital Fund, Rs. 886.24 Lakhs Deficit in Water Supply & Drainage Fund and Rs. 247.90 Lakhs Surplus in Education fund and a total of 159.11 Lakhs deficit in this budget for the year 2023-24.



REVENUE FUND
ABSTRACT OF INCOME AND EXPENDITURE

Account code	Code	As per Actuals 2021-2022	As per Budget 2022-23	As per Revised Budget 2022-23	As per Budget 2023-24
Revenue Income				Rs. in Lakhs	
Tax Revenue	110	4,959.04	6,786.50	7,271.76	8,343.83
Assigned Revenues & Compensations	120	726.08	725.05	919.99	945.00
Rental Income from Municipal Properties	130	1,891.18	868.85	2,220.34	2,758.22
Fees & User Charges	140	4,445.42	4,738.40	4,859.90	5,448.00
Sale & Hire Charges	150	569.28	138.20	446.00	412.00
Revenue Grants, Contribution and Subsidies	160	6,886.56	9,400.00	9,132.62	10,725.00
Income from Investments	170	83.60	60.09	82.35	85.45
Interest Earned	171	161.03	55.00	109.00	85.00
Other Income	180	337.27	375.15	187.00	210.00
Prior Period Item	280	1,828.06	2.50	152.00	4.00
TOTAL		21,887.52	23,149.74	25,380.96	29,016.50
Capital Income					
Grants , Contribution for specific purposes	320	28,462.96	39,315.00	27,745.26	59,720.00
TOTAL		28,462.96	39,315.00	27,745.26	59,720.00
Total Income		50,350.48	62,464.74	53,126.22	88,736.50
Revenue Expenditure					
Establishment Expenses	210	9,054.26	11,135.43	10,018.76	9,231.90
Administrative Expenses	220	587.17	648.47	725.50	833.65
Operations & Maintenance	230	3,753.64	6,756.20	4,972.00	12,736.20
Interest & Finance Charges	240	659.33	310.45	210.20	158.69
Programme Expenses	250	1,003.87	201.00	363.00	151.00
Grants, Contribution and Subsidies	260	0.00	4,329.00	10.00	4,601.00
Prior Year Exoenses		71.73	10.00	5.00	4.00
TOTAL		15,130.00	23,390.55	16,304.46	27,716.44
Capital Expenditure					
Secured Loans	330	27554.73	38248.50	33930.63	59720.00
Fixed Assets	410	975.23	1050.00	1130.00	820.83
TOTAL		28,529.96	39,298.50	35,060.63	60,540.83
Total Expenditure		43,659.96	62,689.05	51,365.09	88,257.27
Surplus / Deficit		6690.52	-224.31	1761.13	479.23

**REVENUE FUND
REVENUE INCOME**

Account code	Account Head	As per Actuals 2021-2022	As per Budget 2022-23	As per Revised Budget 2022-23	As per Budget 2023-24
Tax Revenue					
91-110-01-01	Property Tax - Residential	18,87,39,036	22,00,00,000	28,79,30,634	31,67,00,000
91-110-01-03	Property Tax - Industrial	8,27,01,868	9,90,00,000	14,64,85,647	16,11,34,000
91-110-01-02	Property Tax - Commercial	6,02,74,194	6,65,50,000	12,12,54,363	13,33,79,000
91-110-01-04	Property Tax - Vacant Sites	98,23,285	1,10,00,000	2,15,65,282	2,37,21,000
94-110-10-01	Professional Tax	3,32,26,371	3,63,00,000	3,64,00,000	4,02,06,000
91-431-10-06	Property Tax - Recoverable - Residential - Arrears	5,43,49,755	10,23,00,000	4,56,15,471	6,49,20,000
91-431-10-08	Property Tax - Recoverable - Industrial - Arrears	1,25,53,676	4,95,00,000	1,01,09,845	2,69,40,000
91-431-10-07	Property Tax - Recoverable - Commercial - Arrears	1,49,93,668	3,63,00,000	1,23,54,736	2,35,20,000
91-431-10-09	Property Tax - Recoverable - Vacant sites - Arrears	2,07,18,603	2,91,50,000	2,74,59,714	2,56,83,000
94-431-19-04	Profession Tax - Recoverable - Arrears	1,85,23,417	2,85,50,000	1,80,00,000	1,81,80,000
	TOTAL (1)	49,59,03,873	67,86,50,000	72,71,75,692	83,43,83,000
Assigned Revenues & Compensations					
98-120-10-01	Duty on Transfer of property	6,26,77,084	6,00,00,000	6,74,21,667	6,85,00,000
98-120-10-02	Entertainment Tax	99,31,346.50	1,25,00,000	2,45,77,784	2,60,00,000
98-120-10-03	Income from Quarries	-	5,000	-	-
	TOTAL (2)	7,26,08,431	7,25,05,000	9,19,99,451	9,45,00,000
Rental Income from Municipal Properties					
06-130-20-01	Rent on Buildings - Staff quarters	29,52,504	16,50,000	31,00,129	32,55,000
06-130-40-01	Rent on Lease of Lands	31,60,825	4,25,000	33,18,866	34,84,000
06-431-40-02	Lease Amount - Recoverable - Arrears	2,65,10,253	-	2,76,49,306	3,00,00,000
42-130-10-06	Fees for Bays in Bus Stand	29,962	30,00,000	12,31,200	30,00,000
42-130-80-05	Pay And Use Toilet	45,72,038	60,00,000	63,12,452	78,00,000
55-130-10-02	Rent from Community Hall	87,988	2,50,000	18,000	23,000
58-130-10-01	Rent from Shopping Complex/Markets	2,61,44,280	4,02,00,000	6,65,49,144	7,79,50,000
58-130-10-03	Market Fees - Daily Market	-	1,43,00,000	-	2,51,00,000
58-130-10-04	Market Fees - Weekly Market	1,10,29,384	95,60,000	1,45,20,988	1,46,70,700
58-431-40-06	Rent from Shopping Complexes/Markets - Arrears	9,74,21,632	-	7,55,40,274	10,00,00,000

Account code	Account Head	As per Actuals 2021-2022	As per Budget 2022-23	As per Revised Budget 2022-23	As per Budget 2023-24
61-130-10-08	Avenue receipts	-	50,00,000	64,46,700	67,69,000
83-130-80-03	Parking Fees	31,25,512	25,00,000	30,00,400	31,50,000
83-431-40-14	Fees for Bays in Bus Stand recoverable - Arrears	5,69,952	-	4,53,952	6,00,000
90-130-80-07	Track rent	1,35,13,625	40,00,000	1,38,92,398	20,000
	TOTAL (3)	18,91,17,955	8,68,85,000	22,20,33,809	27,58,21,700
Fees & User Charges					
02-140-10-01	Contractors/Suppliers/Licensed Surveyors/Plumbers/Others	3,54,375	3,30,000	3,00,000	3,20,000
02-140-13-02	Birth & Death Certificate Fees	7,28,701	7,50,000	7,48,000	7,80,000
02-140-20-01	Penalty & Bank Charges For Dishonored Cheques	39,000	40,000	48,000	50,000
02-140-14-01	Road Formation Charges	4,51,800	5,00,000	-	
02-140-14-02	Plot Regulation Charges	15,85,31,857	15,00,00,000	14,53,12,500	20,00,00,000
02-140-14-03	Other Development Charges	39,93,890	9,00,000	86,71,620	75,00,000
21-140-70-01	Road Cutting Restoration Charge - Eb	1,58,18,303	1,50,00,000	3,92,23,476	2,00,00,000
30-140-11-01	D&O Trade License Fees	1,26,29,453	1,50,00,000	1,32,00,000	1,35,00,000
45-140-11-04	Fees for Slaughter House	32,08,111	34,00,000	34,00,000	35,70,000
02-140-20-04	Other penalties	2,29,25,186	2,20,00,000	2,25,00,000	2,50,00,000
90-140-60-04	Library receipts	-	54,00,000	-	
12-140-11-03	Building License Fees	1,16,07,550	50,00,000	2,05,00,000	1,90,00,000
11-140-15-02	Demolition Charges	1,02,05,810	30,00,000	2,00,00,000	1,85,00,000
11-140-50-07	Burning/Burial ground charges	8,57,750	7,50,000	-	5,00,000
11-140-50-10	SWM – User Charges	9,48,83,545	11,00,00,000	11,14,85,000	11,50,00,000
11-431-30-08	SWM User Charges Recoverable - Arrear	10,67,68,566	14,00,00,000	9,98,90,000	12,00,00,000
11-140-50-08	Garbage/Debris collection	1,77,300	3,00,000	1,55,000	3,00,000
03-140-80-03	Misc. Recoveries	10,68,589	11,00,000	3,00,000	5,00,000
02-140-40-04	Contractors/Suppliers/Licensed Surveyors/Plumbers/Others- Renewal Fees	1,00,305	1,50,000	58,000	60,000
11-140-40-02	Survey Fees	1,92,000	2,20,000	1,98,000	2,20,000
	TOTAL (4)	44,45,42,091	47,38,40,000	48,59,89,596	54,48,00,000
Sale & Hire Charges					
02-150-12-01	Sale of stock & stores	-	2,20,000	-	4,00,000
02-150-12-02	Sale of Scrap	5,10,20,615	11,00,000	3,90,00,000	1,50,00,000
02-150-40-01	Hire Charges for Vehicles				2,00,00,000
42-150-10-03	Amma Unavagam-Sale Of Food	59,06,962	1,25,00,000	56,00,000	58,00,000

Account code	Account Head	As per Actuals 2021-2022	As per Budget 2022-23	As per Revised Budget 2022-23	As per Budget 2023-24
	TOTAL (5)	5,69,27,577	1,38,20,000	4,46,00,000	4,12,00,000
Revenue Grants, Contribution and Subsidies					
03-160-10-03	Grants from State Government	6,89,86,993	3,00,00,000	3,50,00,000	19,00,00,000
03-160-10-02	Grant for natural calamities	-	1,00,00,000	-	25,00,000
03-160-10-04	Devolution Fund (including State Finance Commission Fund)	61,96,69,294	90,00,00,000	87,82,61,593	88,00,00,000
	TOTAL (6)	68,86,56,287	94,00,00,000	91,32,61,593	1,07,25,00,000
Income from Investments					
03-170-10-01	Interest on Investments / Fixed Deposits	83,15,037	60,00,000	81,90,000	85,00,000
03-170-20-01	Dividend on shares	45,000	9,000	45,000	45,000
	TOTAL (7)	83,60,037	60,09,000	82,35,000	85,45,000
Interest Earned					
03-171-10-01	Interest from Bank	1,61,03,292	55,00,000	1,09,00,000	85,00,000
	TOTAL (8)	1,61,03,292	55,00,000	1,09,00,000	85,00,000
Other Income					
02-180-40-01	Other Recoveries	-	15,000	-	-
03-180-80-01	Other Income	3,37,27,444	3,75,00,000	1,87,00,000	2,10,00,000
	TOTAL (9)	3,37,27,444	3,75,15,000	1,87,00,000	2,10,00,000
Prior Period Item					
03-280-40-01	Prior Year Income	18,28,05,752	2,50,000	1,52,00,000	4,00,000
	TOTAL (10)	18,28,05,752	2,50,000	1,52,00,000	4,00,000
Grand Total (From 1 To 10)		2,18,87,52,738	2,31,49,74,000	2,53,80,95,141	2,90,16,49,700

**REVENUE FUND
CAPITAL INCOME**

Account code	Account Head	As per Actuals 2021-2022	As per Budget 2022-23	As per Revised Budget 2022-23	As per Budget 2023-24
Grants , Contribution for specific purposes					
03-320-60-02	Prior Period Item - Smart City Grant	10,00,00,000	1,41,95,00,000	3,37,00,000	78,50,00,000
03-320-60-02	Smart City Grant	2,07,22,78,286	1,68,20,00,000	1,40,00,00,000	50,50,00,000
03-320-20-07	SSS Scheme Grant	4,28,17,728	7,00,00,000	3,08,98,647	70,00,00,000
03-320-10-01	Central Finance Commission Grant	15,01,10,144	20,00,00,000	77,09,00,000	61,00,00,000
03-320-20-06	TURIP Scheme Grant	75,14,000	30,00,00,000	30,00,00,000	1,00,00,00,000
03-320-30-02	Grants from the Government	8,32,51,981	5,00,00,000	3,10,00,000	1,00,00,000
03-320-80-02	M.P. Fund	24,61,552	1,00,00,000	2,00,12,800	2,00,00,000
03-320-10-04	Swach Bharath Mission Scheme Grant	52,41,100	5,00,00,000	5,00,00,000	50,00,00,000
03-320-80-02	Infra Gap Filling Fund		2,00,00,000	1,50,00,000	
03-320-80-03	M.L.A. Fund	3,80,71,918	2,00,00,000	3,18,15,000	3,00,00,000
03-320-80-04	IUDM Scheme	8,64,00,000	10,00,00,000	1,00,00,000	
03-320-80-02	I & A Scheme		1,00,00,000		80,00,00,000
03-320-80-05	NSMT Scheme				48,75,00,000
03-320-80-06	SFC Special Fund				37,50,00,000
03-320-80-08	AMRUT 2.0 SCHEME	25,12,00,000			1,00,00,000
03-320-80-09	NUHM Scheme	69,49,026		8,12,00,000	13,60,00,000
03-320-80-10	IHHL - SBM 2.0				35,00,000
	TOTAL	2,84,62,95,735	3,93,15,00,000	2,77,45,26,447	5,97,20,00,000

REVENUE FUND
REVENUE EXPENDITURE

Account code	Account Head	As per Actuals 2021-2022	As per Budget 2022-23	As per Revised Budget 2022-23	As per Budget 2023-24
Establishment Expenses					
51-210-10-01	Pay	39,19,63,223	50,00,00,000	33,00,00,000	45,00,00,000
51-210-10-04	Dearness Allowance	9,07,38,657	13,00,00,000	15,17,00,000	19,00,00,000
51-210-10-05	House Rent Allowance	2,63,89,383	3,50,00,000	2,33,50,000	2,50,00,000
51-210-10-06	City Comp. Allowance	43,68,730	50,00,000	40,00,000	45,00,000
51-210-10-07	Medical Allowance	42,51,035	43,00,000	37,00,000	40,00,000
51-210-10-08	Other Allowance	7,51,778	27,50,000	7,30,000	7,50,000
51-210-10-11	Bonus	26,96,498	30,00,000	25,02,500	28,00,000
51-210-20-06	Training Programme Expenses	-	1,00,000	12,000	90,000
51-210-20-10	Health Insurance Local body contribution	13,56,186	16,00,000	14,00,000	19,00,000
51-210-20-14	Group Insurance scheme - Management contribution	18,50,640	30,00,000	20,00,000	24,00,000
51-210-20-04	Supply of uniforms	20,10,327	25,00,000	16,76,722	20,00,000
51-210-20-15	CPF Management Contribution	1,35,20,710	2,00,00,000	1,56,00,000	2,00,00,000
51-210-20-19	Conveyance Allowance	12,00,521	14,00,000	10,00,000	15,00,000
51-210-20-20	WASHING ALLOWANCE	20,67,128	22,00,000	17,05,000	22,00,000
51-210-10-10	Wages - Others	25,76,49,468.9	25,00,00,000	30,00,00,000	2,00,00,000
51-210-30-01	Pensions	7,02,55,943	10,00,00,000	8,50,00,000	10,00,00,000
51-210-30-02	Family pension	1,43,91,162	2,50,00,000	2,00,00,000	2,50,00,000
51-210-30-05	Pensions contribution to Municipal Employees	-	60,000	-	5,00,000
51-210-30-06	Pension Contributions - Deputationists	-	1,00,000	-	5,00,000
51-210-30-04	Commuted Value of pension	49,39,036	1,10,00,000	2,00,00,000	3,00,00,000
51-210-40-04	Pensioner's Medical Aids	-	33,000	-	50,000
51-210-40-02	Death-Cum-Retirement Gratuity	1,50,25,424	1,65,00,000	3,75,00,000	4,00,00,000
	TOTAL (1)	90,54,25,850	1,11,35,43,000	1,00,18,76,222	92,31,90,000
Administrative Expenses					
02-220-10-04	Motor Vehicle Tax	5,31,778	10,00,000	8,00,000	10,00,000
02-220-11-01	Electricity consumption charges for office buildings	76,34,766	2,25,00,000	90,00,000	1,00,00,000
02-220-11-05	Computer Operational Expenses	49,54,301	55,00,000	30,00,000	55,00,000
02-220-12-01	Telephone charges	29,16,801	30,00,000	12,00,000	20,00,000
02-220-12-02	Internet charges	-	8,80,000	-	10,00,000
02-220-12-03	Postage and Telegram and Fax Charges	1,03,000	1,25,000	1,75,000	2,00,000
02-220-20-01	Books and Periodicals and Magazines	71,569	1,10,000	2,50,000	3,00,000
02-220-21-01	Stationery and Printing	1,06,20,719	1,25,00,000	1,50,00,000	2,00,00,000
02-220-30-01	Travel Expenses	2,93,069	5,00,000	8,05,000	9,00,000

Account code	Account Head	As per Actuals 2021-2022	As per Budget 2022-23	As per Revised Budget 2022-23	As per Budget 2023-24
02-220-30-04	Travel Expense - Municipal Council	-	1,00,000	-	1,00,000
02-220-40-01	Vehicle insurance	30,69,458	35,00,000	25,00,000	35,00,000
03-220-50-01	Statutory Audit Fees	33,39,215	40,00,000	30,00,000	50,00,000
02-220-51-01	Retainer Fees	52,500	65,000	10,00,000	5,00,000
02-220-51-02	Court Fees	55,000	45,000	3,20,000	3,50,000
02-220-51-04	Legal & Arbitration Expenses	5,02,500	7,00,000	12,00,000	13,00,000
02-220-52-02	Engineering Consultancy	11,17,460	12,00,000	15,00,000	20,00,000
02-220-52-03	Other Professional Charges	1,11,00,050	10,00,000	2,50,00,000	2,00,00,000
02-220-60-01	Advertisement charges	57,29,642	66,00,000	60,00,000	66,00,000
02-220-60-04	Organization of Festivals, functions	4,30,000	10,00,000	-	5,00,000
02-220-80-01	Cash Awards & Prizes	-	11,000	-	15,000
02-220-80-04	Sitting Fees/ honorarium for the councilors and meeting expenses	46,400	11,000	3,00,000	6,00,000
02-220-80-03	Other Expense	61,48,662	5,00,000	15,00,000	20,00,000
	TOTAL (2)	5,87,16,890	6,48,47,000	7,25,50,000	8,33,65,000
Operations & Maintenance					
21-230-50-02	Repairs and maintenance - Road & Pavements - Black Topping and Asphalt	6,90,000	1,00,00,000	7,00,000	80,00,000
25-230-50-05	Repairs and Maintenance - Storm Water Drains, Open Drains and Culverts	1,48,64,182	1,00,00,000	5,00,000	15,00,000
02-230-52-02	Repairs and Maintenance - Buildings	93,64,888	2,00,00,000	75,00,000	90,00,000
22-230-50-06	Maintenance charges for Railways Crossings / Over Bridges	-	20,00,000	-	
24-230-50-07	Maintenance Expenses for Street Lights	1,00,28,446	2,75,00,000	2,50,00,000	2,75,00,000
61-230-51-01	Maintenance of Gardens / Parks / Swimming Pools	-	5,00,000	-	10,00,000
02-230-52-01	Office Building - Maintenance	-	15,00,000	-	35,00,000
02-230-53-01	Light Vehicles - Maintenance	1,25,07,626	1,50,00,000	1,15,00,000	1,50,00,000
02-230-53-02	Heavy Vehicles - Maintenance	34,43,741	15,00,000	26,00,000	30,00,000
02-230-59-02	Repairs and Maintenance - Instruments , Plant & Machinery	3,90,637	5,50,000	38,00,000	30,00,000
02-230-40-02	Hire charges for Machineries/ Equipments	24,24,186	25,00,000	60,00,000	75,00,000
02-230-40-03	HIRE CHARGES FOR VEHICLES	69,96,425	75,00,000	3,00,00,000	3,00,00,000
02-230-59-05	Repairs and Maintenance - Other Equipments	-	10,00,000	-	5,00,000
24-230-10-03	Power Charges for Street Lights	4,37,36,759	20,00,00,000	4,50,00,000	6,50,00,000
35-230-30-04	Medicines & Hospital Needs	5,20,000	10,00,000	14,00,000	15,00,000
41-230-30-05	Sanitary Materials	35,75,500	45,00,000	2,25,00,000	2,50,00,000

Account code	Account Head	As per Actuals 2021-2022	As per Budget 2022-23	As per Revised Budget 2022-23	As per Budget 2023-24
42-230-51-04	Sanitary / Conservancy Expenses	11,10,47,782	15,00,00,000	19,00,00,000	96,00,00,000
35-230-80-05	Hospital expenses	-	10,00,000	-	10,00,000
35-230-80-05	Hospital expenses	-	5,00,000	-	5,00,000
32-230-80-21	Anti Filaria / Anti Malaria Operations	5,23,48,996	6,60,00,000	5,10,00,000	6,00,00,000
02-230-80-19	Maintenance for Amma Unavagam	2,05,51,864	3,90,00,000	2,15,00,000	2,50,00,000
02-230-80-20	Funeral Rites	9,90,000	10,00,000	11,00,000	15,00,000
07-230-30-02	Diesel	5,95,65,527	7,00,00,000	6,20,00,000	50,00,000
03-230-80-04	Fairs and Festivals	13,33,237	15,00,000	30,00,000	30,00,000
03-230-80-10	Running of Slaughter Houses	-	20,000	-	20,000
03-230-80-12	Running expenses of Crematoria	-	50,000	-	1,00,000
03-230-80-13	Animal Birth Control	7,17,500	10,00,000	5,00,000	10,00,000
03-230-50-13	Restoration of Road Cuts	53,63,340	5,00,000	1,00,000	5,00,000
03-230-80-16	Lapsed Deposit Refund	1,49,03,661	4,00,00,000	1,15,00,000	1,50,00,000
	TOTAL (3)	37,53,64,297	67,56,20,000	49,72,00,000	1,27,36,20,000
Interest & Finance Charges					
02-240-30-01	Interest on Loans from TNUFIDCO	1,56,68,674	2,60,00,000	1,35,00,000	1,03,68,000
02-240-30-03	Interest on Loans from TNUIFSL	5,02,48,056	50,00,000	75,00,000	54,61,000
02-240-70-01	Bank charges	15,973.33	45,000	20,000	40,000
	TOTAL (4)	6,59,32,703	3,10,45,000	2,10,20,000	1,58,69,000
Programme Expenses					
04-250-20-01	Own Programme	-	1,00,000.0	-	1,00,000
04-250-20-04	Health Disaster Relief Programme	7,61,64,416.0	1,00,00,000.0	1,20,00,000.0	1,00,00,000
04-250-10-01	Election Expenses	2,42,22,972.0	1,00,00,000.0	2,43,00,000.0	50,00,000
	TOTAL (5)	10,03,87,388.0	2,01,00,000.0	3,63,00,000.0	1,51,00,000
Grants, Contribution and Subsidies					
03-260-20-04	Urban Training Program Contribution	-	7,00,000	10,00,000	15,00,000
03-260-20-06	Municipal Contribution (Allotment of Zones)	-	9,00,00,000	-	13,25,00,000
03-260-20-06	Municipal Contribution (Allotment to Capital Fund Schemes)		34,22,00,000	-	32,61,00,000
	TOTAL (6)		43,29,00,000	10,00,000	46,01,00,000
Prior Period Item					
03-280-10-01	Previous Year Expenditure	71,73,035	10,00,000	5,00,000	4,00,000
	TOTAL (7)	71,73,035	10,00,000	5,00,000	4,00,000
Grand Total		1,51,30,00,163	2,33,90,55,000	1,63,04,46,222	2,77,16,44,000

REVENUE FUND CAPITAL EXPENDITURE

Account code	Account Head	As per Actuals 2021-2022	As per Budget 2022-23	As per Revised Budget 2022-23	As per Budget 2023-24
Fixed Assets					
06-410-10-01	Land & Parks	-	14,01,00,000	-	15,00,000
06-410-20-01	Buildings	60,40,80,658	90,00,00,000	62,50,00,000	99,25,00,000
22-410-30-02	Bridges and Flyovers	20,34,871	7,86,00,000	1,02,00,000	37,00,00,000
21-410-30-03	Roads & Pavements - Concrete	1,15,64,41,563	65,00,00,000	1,21,23,00,000	17,00,00,000
21-410-30-04	Roads & Pavements - Black Topped	45,70,95,520	64,00,00,000	68,02,00,000	2,59,25,00,000
25-410-31-01	Strom Water Drains, Open drains and Culverts	3,67,58,699	14,84,50,000	30,05,00,000	47,67,00,000
08-410-40-01	Plant and Machineries	6,54,43,682	2,00,00,000	3,50,00,000	51,30,00,000
02-410-50-01	Heavy Vehicles	-	1,00,00,000	-	4,00,00,000
02-410-50-02	Light Vehicles	14,73,318	27,00,000	25,00,000	50,00,000
02-410-50-03	Other Vehicles	-	50,00,000	-	50,00,000
02-410-60-03	ICCC	-	9,04,00,000	6,00,00,000	1,70,00,000
02-410-32-02	Water Bodies Development	39,53,05,108	1,05,00,00,000	40,08,62,952	31,00,00,000
02-410-60-02	Instruments and Equipments in Hospitals and Dispensaries etc	-	2,00,00,000		28,00,00,000
02-410-60-02	Solar Power Plant Scheme	-	2,32,00,000	2,00,00,000	1,38,00,000
02-410-70-01	Furniture Fixtures and Fittings	12,06,350	50,00,000	60,00,000	50,00,000
02-410-70-02	Electrical Installations - Lamps / Tube Light Fittings	3,56,32,840	3,14,00,000	4,05,00,000	17,50,00,000
02-410-70-03	Electrical Installations - Others	-	1,00,00,000		50,00,000
	TOTAL (1)	2,75,54,72,609	3,82,48,50,000	3,39,30,62,952	5,97,20,00,000
Secured Loans					
03-330-30-02	Loan from TUFIDCO	3,91,25,001	5,50,00,000	8,30,00,000	5,21,66,000
03-330-30-04	Loan from TNUIFSL	5,83,97,633	5,00,00,000	3,00,00,000	2,99,17,000
	TOTAL (2)	9,75,22,634	10,50,00,000	11,30,00,000	8,20,83,000
	Grand Total	2,85,29,95,243	3,92,98,50,000	3,50,60,62,952	6,05,40,83,000

WATER SUPPLY & DRAINAGE FUND
ABSTRACT OF INCOME AND EXPENDITURE

Account Head	Code	As per Actuals 2021-2022	As per Budget 2022-23	As per Revised Budget 2022-23	As per Budget 2023-24
Revenue Income				Rs. in Lakhs	
Tax Revenue	110	2,596.96	3,528.50	3,920.90	4,543.48
Fees & User Charges	140	2,944.09	4,367.61	3,533.06	4,529.30
Sale & Hire Charges	150	0.00	0.02	0.00	0.02
Income from Investments	170	191.09	34.00	137.00	130.00
Other Income	180	17.77	225.00	21.50	30.00
Revenue Grants, Contribution and Subsidies	160				1,300.00
TOTAL		5,749.91	8,155.13	7,612.46	10,532.80
Capital Income					
Grants , Contribution for specific purposes	320	24,456.38	67,398.00	27,517.30	36,856.00
Secured Loans	330	6,213.00	17,122.00	16,403.00	6,627.00
TOTAL		30,669.38	84,520.00	43,920.30	43,483.00
Total Income		36,419.29	92,675.13	51,532.76	54,015.80
Revenue Expenditure					
Establishment Expenses	210	518.42	634.95	581.30	753.70
Administrative Expenses	220	391.15	18.40	142.15	158.70
Operations & Maintenance	230	4800.21	7165.55	6400.00	8640.55
Interest & Financial Expenses	230	6.61	1125.21	997.09	1796.09
TOTAL		5,716.39	8,944.11	8,120.54	11,349.04
Capital Expenditure					
Fixed Assets	410	37229.93	84520.00	44466.22	42653.00
Loan Repayment		0.00	0.00	375.00	900.00
TOTAL		37,229.93	84,520.00	44,841.22	43,553.00
Total Expenditure		42,946.32	93,464.11	52,961.76	54,902.04
Surplus / Deficit		-6,527.03	-788.98	-1,429.00	-886.24

**WATER SUPPLY & DRAINAGE FUND
REVENUE INCOME**

Account code	Account Head	As per Actuals 2021-2022	As per Budget 2022-23	As per Revised Budget 2022-23	As per Budget 2023-24
Tax Revenue					
51-110-02-01	Water Supply and Drainage Tax - Residential	11,03,55,611	12,50,00,000	16,80,29,245	18,57,88,000
51-110-02-03	Water Supply and Drainage Tax - Industrial	4,83,55,737	5,50,00,000	8,55,76,971	9,42,15,000
51-110-02-02	Water Supply and Drainage Tax - Commercial	3,52,42,288	3,96,00,000	7,05,21,733	7,80,00,000
51-110-02-14	Water Supply and Drainage Tax - Vacant Land	57,43,669	66,00,000	1,23,62,254	1,39,00,000
51-431-19-12	Water Supply and Drainage Tax - Recoverable - Residential - Arrears	3,17,78,272	6,00,00,000	2,80,00,000	3,79,49,400
51-431-19-14	Water Supply and Drainage Tax - Recoverable - Industrial - Arrears	73,40,128	2,86,00,000	65,00,000	1,57,56,000
51-431-19-13	Water Supply and Drainage Tax - Recoverable - Commercial - Arrears	87,66,614	2,10,00,000	70,00,000	1,37,40,000
51-431-19-16	Water Supply and Drainage Tax - Recoverable - Others - Arrears	1,21,14,156	1,70,50,000	1,41,00,000	1,50,00,000
	TOTAL (1)	25,96,96,475	35,28,50,000	39,20,90,203	45,43,48,400
Fees & User Charges					
51-140-20-01	Penalty & Bank Charges For Dishonored Cheques	1,15,058	1,10,000	1,20,000	1,25,000
51-140-50-04	Metered/ Tap rate water Charges	18,98,09,172	25,00,00,000	20,21,00,000	26,50,00,000
51-140-50-05	Water Charges - Water Supply Through Lorry	6,000	11,000	2,000	5,000
52-140-50-02	UGD monthly charges	70,87,380	82,50,000	73,74,000	2,50,00,000
51-140-70-01	Road Cutting Restoration Charge - Eb	47,59,634	55,00,000	35,00,000	50,00,000
51-140-70-02	Initial Amount for New Water Supply Connections	1,67,16,000	2,20,00,000	1,30,00,000	1,50,00,000
52-140-70-03	Initial Amount for Drainage Connections	9,61,500	9,90,000	32,00,000	35,00,000
51-140-70-04	Water Connection Charges	11,450	1,65,000	10,000	50,000
52-140-70-05	Under Ground Sewerage Connection Charges	13,400	25,00,000	50,000	5,00,000
51-140-70-14	Water Supply Inspection Charges	6,36,200	7,15,000	4,50,000	7,00,000
51-140-80-03	Misc. Recoveries	2,00,990	2,20,000	-	50,000
51-431-30-04	Water Charges Recoverable - Arrears	6,32,57,048	13,20,00,000	11,35,00,000	12,50,00,000
52-431-30-06	UGD Monthly charges Recoverable - Arrears	1,08,35,009	1,43,00,000	1,00,00,000	1,30,00,000

Account code	Account Head	As per Actuals 2021-2022	As per Budget 2022-23	As per Revised Budget 2022-23	As per Budget 2023-24
	TOTAL (2)	29,44,08,841	43,67,61,000	35,33,06,000	45,29,30,000
Sale & Hire Charges					
51-150-40-01	Hire Charges for Vehicles	-	1,000	-	1,000
51-150-41-01	Hire Charges on Equipments	-	1,000	-	1,000
	TOTAL (3)	-	2,000	-	2,000
Income from Investments					
03-170-10-01	Interest on Investments / Fixed Deposits	25,38,618	33,00,000	27,00,000	30,00,000
03-171-10-01	Interest from Bank	1,65,70,614	1,00,000	1,10,00,000	1,00,00,000
	TOTAL (4)	1,91,09,232	34,00,000	1,37,00,000	1,30,00,000
Other Income					
03-180-80-01	Other Income	13,214	2,00,00,000	5,00,000	10,00,000
51-180-11-01	Deposits Lapsed	17,63,330	25,00,000	16,50,000	20,00,000
	TOTAL (5)	17,76,544	2,25,00,000	21,50,000	30,00,000
Revenue Grants, Contribution and Subsidies					
03-160-10-03	Grants from State Government				13,00,00,000
	Grand Total	57,49,91,092	81,55,13,000	76,12,46,203	1,05,32,80,400

WATER SUPPLY & DRAINAGE FUND
REVENUE EXPENDITURE

Account code	Account Head	As per Actuals 2021-2022	As per Budget 2022-23	As per Revised Budget 2022-23	As per Budget 2023-24
Establishment Expenses					
51-210-10-01	Pay	3,53,58,285	4,60,00,000	3,60,00,000	4,50,00,000
51-210-10-04	Dearness Allowance	85,78,753	81,00,000	1,35,00,000	2,00,00,000
51-210-10-05	House Rent Allowance	11,21,019	16,70,000	12,00,000	15,00,000
51-210-10-06	City Comp. Allowance	1,78,866	2,00,000	2,00,000	3,00,000
51-210-10-07	Medical Allowance	1,35,861	1,54,000	1,35,000	1,50,000
51-210-10-08	Other Allowance	41,360	86,000	47,000	80,000
51-210-10-11	Bonus	2,35,000	2,00,000	2,15,000	3,00,000
51-210-20-14	Group Insurance scheme - Management contribution	2,78,025	10,00,000	3,00,000	5,00,000
51-210-20-15	CPF Management Contribution	9,92,206	16,50,000	13,00,000	15,00,000
51-210-20-19	Conveyance Allowance	4,600	5,060	3,000	5,000
51-210-20-20	Washing Allowance	36,400	30,250	30,000	35,000
51-210-10-10	Wages - Others	48,82,060	44,00,000	52,00,000	60,00,000
51-210-40-02	Death-Cum-Retirement Gratuity		0		
	TOTAL (1)	5,18,42,435	6,34,95,310	5,81,30,000	7,53,70,000
Administrative Expenses					
02-220-10-04	Motor Vehicle Tax	1,45,532	2,20,000	65,000	2,20,000
02-220-12-01	Telephone charges	0	0	-	
02-220-40-01	Vehicle Insurance	3,14,527	2,20,000	1,50,000	2,50,000
02-220-51-02	Court Fees	0	1,00,000	-	1,00,000
02-220-60-01	Advertisement Expenses	2,24,956	2,00,000	-	2,00,000
02-220-52-02	Consultancy Charges	0	1,00,000	-	1,00,000
02-220-52-03	Other Professional Charges	3,84,29,655	10,00,000	1,40,00,000	1,50,00,000
	TOTAL (2)	3,91,14,670	18,40,000	1,42,15,000	1,58,70,000
Operations & Maintenance					
51-230-50-09	Maintenance Expenses - Water Supply	6,09,82,761	4,25,00,000	7,00,00,000	7,50,00,000
02-230-53-01	Light Vehicles - Maintenance	1,23,000	7,00,000	-	7,00,000

Account code	Account Head	As per Actuals 2021-2022	As per Budget 2022-23	As per Revised Budget 2022-23	As per Budget 2023-24
02-230-53-02	Heavy Vehicles - Maintenance	29,17,692	22,00,000	15,00,000	25,00,000
02-230-53-03	Other Equipments - Maintenance		55,000	-	55,000
51-230-10-02	Power Charges for Water Head Works / Pumping Stations / Booster Stations	5,54,73,613	9,00,00,000	7,00,00,000	10,00,00,000
51-230-40-01	Hire charges for supply of Water through Private Lorries / Tankers	1,12,81,775	85,00,000	1,00,00,000	1,00,00,000
51-230-50-10	Maintenance Expenses - Sewerage Works	3,48,27,803	25,00,000	1,50,00,000	2,50,00,000
51-230-50-11	Maintenance Charges to TWAD Board/ Metro Water Board	29,53,67,286	55,00,00,000	46,00,00,000	62,75,00,000
51-230-50-13	Restoration of Road Cuts	-	10,00,000	-	10,00,000
07-230-30-02	Diesel	99,38,931	88,00,000	1,00,00,000	1,20,00,000
07-230-80-04	Fairs and Festivals	92,580	2,00,000	-	2,00,000
51-230-80-15	Testing & Inspection Charges	-	1,00,000	-	1,00,000
03-230-80-16	Lapsed Deposit Refund	90,15,618	1,00,00,000	35,00,000	1,00,00,000
	TOTAL (3)	48,00,21,059	71,65,55,000	64,00,00,000	86,40,55,000
Interest & Finance Charges					
02-240-70-01	Bank charges	1,416	11,000	1,000	2,000
02-240-40-02	Interest on Loans from ADB (Water Supply)	-	7,50,00,000	5,04,41,510	6,84,31,000
02-240-40-02	Interest on Loans from ADB (UGD)	-	3,75,00,000	2,47,66,000	4,64,48,000
02-240-40-03	Interest on Loans from TUFIDCO			2,40,00,000	6,42,28,000
03-280-80-01	Prior year Expenses	6,60,029	10,000	5,00,000	5,00,000
	TOTAL (4)	6,61,445	11,25,21,000	9,97,08,510	17,96,09,000
Grand Total		57,16,39,609	89,44,11,310	81,20,53,510	1,13,49,04,000

**WATER SUPPLY & DRAINAGE FUND
CAPITAL INCOME**

Account code	Account Head	As per Actuals 2021-2022	As per Budget 2022-23	As per Revised Budget 2022-23	As per Budget 2023-24
Grants , Contribution for specific purposes					
03-320-80-02	M.P. Fund	-	30,00,000	-	30,00,000
03-320-80-03	M.L.A. Fund	71,61,337	1,00,00,000	17,30,000	50,00,000
03-320-80-05	Drought Relief Fund	-	1,00,00,000	-	1,00,00,000
03-320-80-05	Smart City Grant	36,89,95,665	26,60,00,000	-	18,50,00,000
03-320-80-07	AMRUT Scheme (Water Supply)	1,21,94,81,386	3,34,05,00,000	1,25,00,00,000	1,63,51,00,000
03-320-20-02	AMRUT Scheme (UGD)	85,00,00,000	1,67,26,00,000	1,05,00,00,000	16,14,00,000
03-320-20-02	AMRUT Scheme-2.0 (UGD)	-	1,00,10,00,000	45,00,00,000	50,00,00,000
03-320-20-02	ULB Contribution - AMRUT Scheme (Water Supply)	-	28,05,00,000	-	20,79,00,000
03-320-20-02	ULB Contribution - AMRUT Scheme (UGD)	-	15,62,00,000	-	11,82,00,000
03-320-20-01	CFC Grant	-	-	-	86,00,00,000
	TOTAL	2,44,56,38,388	6,73,98,00,000	2,75,17,30,000	3,68,56,00,000
Secured Loans					
03-330-40-02	Loans from ADB (Water Supply)	48,00,00,000	46,15,00,000	42,13,00,000	46,15,00,000
03-330-40-02	Loans from ADB (UGD)	14,13,00,000	35,07,00,000	31,90,00,000	10,12,00,000
03-330-40-03	Loan From TUFIDCO			90,00,00,000	
03-330-40-02	Bank Loan for AMRUT 2.0 (UGD)		90,00,00,000		10,00,00,000
	TOTAL	62,13,00,000	1,71,22,00,000	1,64,03,00,000	66,27,00,000
	Total Income	7,07,94,89,378	8,02,75,00,000	6,67,75,00,000	8,45,20,00,000

**WATER SUPPLY & DRAINAGE FUND
CAPITAL EXPENDITURE**

Account code	Account Head	As per Actuals 2021-2022	As per Budget 2022-23	As per Revised Budget 2022-23	As per Budget 2023-24
Fixed Assets					
06-410-20-01	Buildings	18,14,500	35,00,00,000	16,20,00,000	50,00,000
25-410-31-02	Drainage and Sewerage pipes, Conduits, Channels etc.	2,23,82,30,547	3,33,80,00,000	2,18,86,00,000	98,08,00,000
51-410-32-01	Water Supply - Water Supply Mains	37,09,80,563	1,00,00,00,000	92,45,68,900	55,50,00,000
51-410-32-02	Ground Water Wells/ Deep Bore Wells	4,79,94,544	1,00,00,000	1,08,00,000	50,00,000
51-410-32-03	Water Reservoirs	-	25,00,00,000	24,65,73,000	15,00,00,000
08-410-40-02	Tools & Plant s	1,06,00,19,790	35,00,00,000	2,00,00,000	9,00,00,000
51-410-32-02	Water Supply Distribution System	-	2,54,60,00,000	54,00,00,000	2,42,55,00,000
02-410-50-02	Light Vehicles	39,52,568	35,00,000		20,00,000
02-410-60-03	Office Equipments	-	45,00,000		20,00,000
02-410-70-03	Electrical Installations - Others	-	60,00,00,000	35,40,80,000	5,00,00,000
	TOTAL	3,72,29,92,512	8,45,20,00,000	4,44,66,21,900	4,26,53,00,000
Secured Loans					
03-330-40-02	Loan from (TUFIDCO) (NTADCL)	-	-	3,75,00,000	9,00,00,000
	TOTAL (2)	-	-	3,75,00,000	9,00,00,000
	GRAND TOTAL	3,72,29,92,512	8,45,20,00,000	4,48,41,21,900	4,35,53,00,000

EDUCATION FUND
ABSTRACT OF INCOME EXPENDITURE

Account Head	Code	As per Actuals 2021-2022	As per Budget 2022-23	As per Revised Budget 2022-23	As per Budget 2023-24
Revenue Income				Rs. in Lakhs	
Tax Revenue	110	347.88	465.00	526.95	706.65
Fees & User Charges	140	0.00	1.00	0.00	1.00
Income from Investments	170	2.21	3.50	2.10	3.00
Revenue Grants, Contribution and Subsidies	160	2.00	5.25	2.75	4.25
Grants , Contribution for specific purposes	320	0.00	90.00	0.00	100.00
TOTAL		352.09	564.75	531.80	814.90
Capital Income					
Grants , Contribution for specific purposes	320	140.92	150.00	20.00	150.00
TOTAL		140.92	150.00	20.00	150.00
Total Income		493.01	714.75	551.80	964.90
Revenue Expenditure					
Administrative Expenses	220	9.80	117.00	90.00	126.00
Operations & Maintenance	230	29.40	143.00	15.50	126.00
TOTAL		39.20	260.00	105.50	252.00
Capital Expenditure					
Fixed Assets	410	268.54	450.00	225.00	465.00
TOTAL		268.54	450.00	225.00	465.00
Total Expenditure		307.74	710.00	330.50	717.00
Surplus / Deficit		185.27	4.75	221.30	247.90

EDUCATION FUND

Account code	Account Head	As per Actuals 2021-2022	As per Budget 2022-23	As per Revised Budget 2022-23	As per Budget 2023-24
Revenue Income					
Tax Revenue					
82-110-06-01	Education Tax - Residential	1,47,82,838	1,63,00,000	2,25,51,944	2,84,37,000
82-110-06-03	Education Tax - Industrial	64,77,560	72,00,000	1,14,73,372	1,62,50,000
82-110-06-02	Education Tax - Commercial	47,20,930	52,00,000	94,97,154	1,30,76,000
82-110-06-04	Education Tax - Vacant Sites	7,69,401	9,00,000	16,89,084	18,57,000
82-431-19-21	Education Tax - Recoverable - Residential - Arrears	42,56,903	80,00,000	35,72,796	50,83,200
82-431-19-23	Education Tax - Recoverable - Industrial - Arrears	9,83,257	38,00,000	7,91,845	21,10,200
82-431-19-22	Education Tax - Recoverable - Commercial - Arrears	11,74,344	28,00,000	9,67,675	18,40,800
82-431-19-24	Education Tax - Recoverable - Vacant Sites - Arrears	16,22,769	23,00,000	21,50,760	20,11,200
	TOTAL (1)	3,47,88,002	4,65,00,000	5,26,94,630	7,06,65,400
Fees & User Charges					
03-140-80-03	Misc. Recoveries	-	1,00,000	-	1,00,000
	TOTAL (2)	-	1,00,000	-	1,00,000
Interest Earned					
03-171-10-01	Interest from Bank	2,20,881.4	3,50,000	2,10,000	3,00,000
	TOTAL (2)	2,20,881	3,50,000	2,10,000	3,00,000
Other Income					
03-180-80-01	Other Income	-	25,000	-	25,000
03-180-11-01	Deposits Lapsed	1,99,501	5,00,000	2,75,000	4,00,000
	TOTAL (4)	1,99,501	5,25,000	2,75,000	4,25,000
Grants , Contribution for specific purposes					
82-320-30-01	Contributions From The Government (PTMGR Noon Meal scheme)	-	90,00,000	-	1,00,00,000
	TOTAL (3)	-	90,00,000	-	1,00,00,000
	GRAND TOTAL	3,52,08,384	5,64,75,000	5,31,79,630	8,14,90,400

Account code	Account Head	As per Actuals 2021-2022	As per Budget 2022-23	As per Revised Budget 2022-23	As per Budget 2023-24
REVENUE EXPENDITURE					
Establishment Expenses					
82-210-10-10	Wages - Others	-	91,00,000	70,00,000	1,00,00,000
82-220-11-01	Electricity consumption charges for office buildings	9,80,164	25,00,000	20,00,000	25,00,000
82-220-60-01	Advertisement charges	-	1,00,000	-	1,00,000
	TOTAL	9,80,164	1,17,00,000	90,00,000	1,26,00,000
Operations & Maintenance					
82-230-51-09	Maintenance expenses - Schools	-	-	-	-
82-230-52-02	Repairs and Maintenance - Buildings	28,73,276	50,00,000	15,00,000	25,00,000
82-230-80-16	Lapsed Deposit Refund	66,400	3,00,000	50,000	1,00,000
83-260-10-02	PTMGR Noon Meal scheme - Grant	-	90,00,000	-	1,00,00,000
	TOTAL	29,39,676	1,43,00,000	15,50,000	1,26,00,000
	Grand Total	39,19,840	2,60,00,000	1,05,50,000	2,52,00,000
Capital Income					
Grants , Contribution for specific purposes					
06-320-80-01	Contributions From Private Parties	1,40,92,250	50,00,000	20,00,000	50,00,000
03-320-80-03	M.L.A. Fund	-	1,00,00,000	-	1,00,00,000
	TOTAL	1,40,92,250	1,50,00,000	20,00,000	1,50,00,000
Capital Expenditure					
Fixed Assets					
06-410-20-01	Buildings	2,40,50,993	3,30,00,000	2,05,00,000	3,65,00,000
06-410-20-01	Furniture and Fittings	28,02,737	1,20,00,000	20,00,000	1,00,00,000
	Total	2,68,53,730	4,50,00,000	2,25,00,000	4,65,00,000
	Surplus / Deficit	1,85,27,064	4,75,000	2,21,29,630	2,47,90,400



TIRUPPUR CITY MUNICIPAL CORPORATION

BUDGET

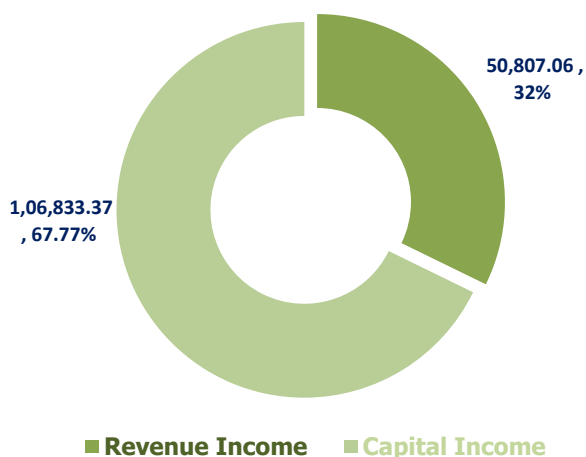
2024-2025

Abstract of Revenue & Capital Fund, Water Supply & Drainage Fund and Education Fund

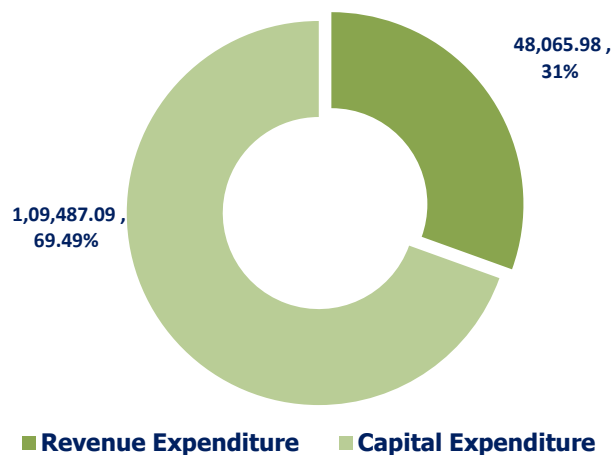
Details	Revenue & Capital Fund	Water Supply & Drainage Fund	Education Fund	Total
	Rs. in Lakhs			
Revenue Income	35,097.21	14,699.24	1,010.61	50,807.06
Capital Income	64,597.87	40,799.50	1,436.00	1,06,833.37
Total	99,695.08	55,498.74	2,446.61	1,57,640.43
Revenue Expenditure	32,716.99	14,615.84	733.15	48,065.98
Capital Expenditure	66,147.00	41,704.09	1,636.00	1,09,487.09
Total	98,863.99	56,319.93	2,369.15	1,57,553.07
Surplus / Deficit	831.09	(821.19)	77.46	87.36

It's expected that Rs. 831.09 Lakhs Surplus in Revenue & Capital Fund, Rs. 821.19 Lakhs Deficit in Water Supply & Drainage Fund and Rs. 77.46 Lakhs Surplus in Education fund and a total of 87.36 Lakhs Surplus in this budget for the year 2024-25.

Income 2024-25



Expenditure 2024-25



REVENUE FUND
ABSTRACT OF INCOME AND EXPENDITURE

Account Head	Code	As per Actuals 2022-2023	As per Budget 2023-24	As per Revised Budget 2023-24	Budget 2024-25
Revenue Income					Rs. in Lakhs
Tax Revenue	110	8,409.01	8,343.83	8,522.40	9,615.22
Assigned Revenues & Compensations	120	805.25	945.00	527.13	1,286.65
Rental Income from Municipal Properties	130	2,394.91	2,758.22	2,786.11	3,261.03
Fees & User Charges	140	6,855.98	5,448.00	4,705.19	6,047.00
Sale & Hire Charges	150	133.64	412.00	127.83	453.00
Revenue Grants, Contribution and Subsidies	160	9,733.72	10,725.00	11,668.54	12,525.21
Income from Investments	170	111.72	85.45	122.10	134.10
Interest Earned	171	671.19	85.00	171.19	150.00
Other Income	180	218.71	210.00	101.68	100.00
Prior Period Item	280	227.83	4.00	305.02	1,525.00
Total		29,561.96	29,016.50	29,037.19	35,097.21
Capital Income					
Grants, Contribution for specific purposes	320	37,360.67	59,720.00	33,255.25	64,597.87
Total		37,360.67	59,720.00	33,255.25	64,597.87
Total Income		66,922.63	88,736.50	62,292.44	99,695.08
Revenue Expenditure					
Establishment Expenses	210	9,786.07	9,231.90	10,947.55	10,701.00
Administrative Expenses	220	2,557.12	833.65	991.45	1,299.75
Operations & Maintenance	230	6,034.33	12,736.20	7,218.33	15,798.72
Interest & Finance Charges	240	181.19	158.69	35.11	85.52
Programme Expenses	250	404.65	151.00	33.95	155.00
Grants, Contribution and Subsidies	260	1,316.71	4,601.00	1,456.00	4,517.00
Prior Period Item	280	2,604.16	4.00	187.15	160.00
Total		22,884.23	27,716.44	20,869.54	32,716.99
Capital Expenditure					
Fixed Assets	410	29,908.77	59,720.00	39,881.88	66,147.00
Loan Repayment	330	998.61	820.83	250.07	-
Total		30,907.38	60,540.83	40,131.95	66,147.00
Total Expenditure		53,791.61	88,257.27	61,001.49	98,863.99
Surplus / Deficit		13,131.02	479.23	1,290.95	831.09

**REVENUE FUND
REVENUE INCOME**

Code	Account Head	As per Actuals 2022-2023	As per Budget 2023-24	As per Revised Budget 2023-24	Budget 2024-25
Tax Revenues					
91-110-01-01	Property Tax - Residential	29,26,04,919	31,67,00,000	31,47,85,560	36,20,03,000
91-110-01-03	Property Tax - Industrial	13,48,04,179	16,11,34,000	16,39,42,480	18,85,33,000
91-110-01-02	Property Tax - Commercial	11,43,33,845	13,33,79,000	14,18,38,368	16,31,14,000
91-110-01-04	Property Tax - Vacant Sites	1,40,24,206	2,37,21,000	2,30,98,555	2,65,63,000
94-110-10-01	Professional Tax	3,96,37,363	4,02,06,000	3,73,81,090	4,29,88,000
91-431-10-06	Property Tax - Recoverable - Residential - Arrears	9,67,05,935	6,49,20,000	4,35,21,355	4,50,49,000
91-431-10-08	Property Tax - Recoverable - Industrial - Arrears	4,05,06,403	2,69,40,000	3,65,20,773	3,59,48,000
91-431-10-07	Property Tax - Recoverable - Commercial - Arrears	3,60,16,151	2,35,20,000	3,17,77,461	3,35,44,000
91-431-10-09	Property Tax - Recoverable - Vacant sites - Arrears	4,24,86,748	2,56,83,000	3,73,18,456	3,84,16,000
94-431-19-04	Profession Tax - Recoverable - Arrears	2,97,80,935	1,81,80,000	2,20,55,985	2,53,64,000
	Total (1)	84,09,00,684	83,43,83,000	85,22,40,083	96,15,22,000
Assigned Revenues & Compensations					
98-120-10-01	Duty on Transfer of property	5,92,09,364	6,85,00,000	3,85,29,100	10,00,00,000
98-120-10-02	Entertainment Tax	2,13,15,160	2,60,00,000	1,41,84,089	2,86,65,000
	Total (2)	8,05,24,524	9,45,00,000	5,27,13,189	12,86,65,000
Rental Income from Municipal Properties					
06-130-20-01	Rent on Buildings - Staff quarters	22,31,760	32,55,000	29,58,171	31,06,000
06-130-40-01	Rent on Lease of Lands	16,16,972	34,84,000	35,35,006	37,11,000
06-431-40-02	Lease Amount - Recoverable - Arrears	2,98,44,819	3,00,00,000	2,67,77,002	2,81,15,000
42-130-10-06	Fees for Bays in Bus Stand	18,06,640	30,00,000	38,19,751	40,10,000
42-130-80-05	Pay And Use Toilet	55,68,985	78,00,000	70,52,638	74,05,000
55-130-10-02	Rent from Community Hall	1,34,965	23,000	1,41,713	1,48,000
58-130-10-01	Rent from Shopping Complex/Markets	3,32,01,379	7,79,50,000	6,03,11,463	7,83,27,036
58-130-10-03	Market Fees - Daily Market		2,51,00,000	1,33,75,266	2,91,55,129
58-130-10-04	Market Fees - Weekly Market	1,74,73,513	1,46,70,700	4,59,56,341	4,82,54,000
58-431-40-06	Rent from Shopping Complexes/Markets - Arrears	13,75,19,971	10,00,00,000	9,30,28,534	9,76,81,000
61-130-10-08	Avenue receipts	64,46,700	67,69,000	76,17,525	1,14,34,500
83-130-80-03	Parking Fees	30,00,400	31,50,000	1,33,88,990	1,40,58,000
83-431-40-14	Fees for Bays in Bus Stand recoverable - Arrears	5,69,952	6,00,000	5,69,952	5,98,000
90-130-80-07	Track rent	74,780	20,000	78,510	1,00,000
	Total (3)	23,94,90,836	27,58,21,700	27,86,10,862	32,61,02,665

Code	Account Head	As per Actuals 2022-2023	As per Budget 2023-24	As per Revised Budget 2023-24	Budget 2024-25
Fees & User Charges					
02-140-10-01	Contractors/Suppliers/Licensed Surveyors/Plumbers/Others	2,27,000	3,20,000	3,07,000	1,00,000
02-140-13-02	Birth & Death Certificate Fees	6,03,729	7,80,000	98,000	7,90,000
02-140-20-01	Penalty & Bank Charges For Dishonored Cheques	46,472	50,000	38,090	50,000
02-140-14-02	Plot Regulation Charges	15,67,05,600	20,00,00,000	12,02,62,750	20,00,00,000
02-140-14-03	Other Development Charges	1,26,73,100	75,00,000	78,03,130	90,00,000
21-140-70-01	Road Cutting Restoration Charge - Eb	3,72,32,360	2,00,00,000	2,09,98,263	2,00,00,000
30-140-11-01	D&O Trade License Fees	1,34,30,511	1,35,00,000	1,41,02,036	2,00,00,000
45-140-11-04	Fees for Slaughter House	34,00,000	35,70,000	35,77,900	1,57,00,000
02-140-20-04	Other penalties	2,71,43,771	2,50,00,000	2,04,44,697	2,50,00,000
12-140-11-03	Building License Fees	3,35,53,055	1,90,00,000	2,00,36,848	3,00,00,000
11-140-15-02	Demolition Charges	3,07,85,865	1,85,00,000	1,25,46,540	1,85,00,000
11-140-50-07	Burning/Burial ground charges	5,73,750	5,00,000	5,40,000	6,00,000
11-140-50-10	SWM - USER CHARGES	19,68,18,989	11,50,00,000	11,48,50,619	12,65,00,000
11-431-30-08	SWM USER CHARGES RECOVERABLE - ARREAR	16,89,81,348	12,00,00,000	12,77,12,926	13,00,00,000
11-140-50-08	Garbage/Debris collection	1,50,420	3,00,000	78,700	3,10,000
11-140-80-01	Law charges and Court cost Recoveries	5,00,000	-	-	-
03-140-80-03	Misc. Recoveries	25,68,462	5,00,000	18,23,797	20,00,000
02-140-40-04	Contractors/Suppliers/Licensed Surveyors/Plumbers/Others-Renewal Fees	34,395	60,000	52,00,000	60,00,000
11-140-40-02	Survey Fees	1,69,000	2,20,000	98,000	1,50,000
	Total (4)	68,55,97,827	54,48,00,000	47,05,19,296	60,47,00,000
Sale & Hire Charges					
02-150-12-01	Sale of stock & stores		4,00,000		
02-150-12-02	Sale of Scrap	77,27,272	1,50,00,000	47,41,211	1,00,00,000
02-150-40-01	Hire Charges for Vehicles		2,00,00,000	28,00,000	3,00,00,000
42-150-10-03	Amma Unavagam-Sale Of Food	56,36,645	58,00,000	52,41,991	53,00,000
	Total (5)	1,33,63,917	4,12,00,000	1,27,83,202	4,53,00,000
Revenue Grants, Contribution and Subsidies					
03-160-10-03	Grants from State Government	2,53,782	19,00,00,000	5,43,33,064	14,00,00,000
03-160-10-02	Grant for natural calamities		25,00,000		
03-160-10-04	Devolution Fund (including State Finance Commission Fund)	97,31,18,366	88,00,00,000	1,11,25,20,792	1,11,25,21,000
	Total (6)	97,33,72,148	1,07,27,00,000	1,16,68,53,856	1,25,25,21,000

Income from Investments					
03-170-10-01	Interest on Investments / Fixed Deposits	1,11,27,117	85,00,000	1,21,65,256	1,33,65,000
03-170-20-01	Dividend on shares	45,000	45,000	45,000	45,000
	Total (7)	1,11,72,117	85,45,000	1,22,10,256	1,34,10,000
Interest Earned					
03-171-10-01	Interest from Bank	6,71,18,946	85,00,000	1,71,18,946	1,50,00,000
	Total (8)	6,71,18,946	85,00,000	1,71,18,946	1,50,00,000
Other Income					
02-180-10-01	Deposits Forfeited	25,03,181		11,36,000	
02-180-11-01	Deposits Lapsed	77,47,412		1,02,15,150	1,20,00,000
03-180-80-01	Other Income	2,18,70,616	2,10,00,000	1,01,67,788	1,00,00,000
	Total (9)	2,18,70,616	2,10,00,000	1,01,67,788	1,00,00,000
Prior Period Item					
03-280-40-01	Prior Year Income	2,27,83,123	4,00,000	3,05,01,522	15,25,00,000
	Total (10)	2,27,83,123	4,00,000	3,05,01,522	15,25,00,000
Grand total (1 to 10)		2,95,61,94,738	2,90,16,49,700	2,90,37,19,000	3,50,97,20,665

**REVENUE FUND
CAPITAL INCOME**

Code	Account Head	As per Actuals 2022-2023	As per Budget 2023-24	As per Revised Budget 2023-24	Budget 2024-25
Grants, Contribution for specific purposes					
03-320-60-02	Prior Period Item - Smart City Grant	11,00,00,000	78,50,00,000	32,97,07,003	75,00,00,000
03-320-60-02	Smart City Grant	1,80,92,39,871	50,50,00,000	52,76,20,093	
03-320-20-07	SSS Scheme Grant	15,77,96,329	70,00,00,000	5,15,77,000	30,00,00,000
03-320-10-01	15 th Central Finance Commission Grant	1,01,05,45,219	61,00,00,000	59,17,44,664	37,70,00,000
03-320-20-06	TURIP Scheme Grant	40,26,85,000	1,00,00,00,000	34,94,64,000	89,92,00,000
03-320-30-02	GRANTS FROM THE GOVERNMENT	4,25,07,538	1,00,00,000	8,88,83,098	1,00,00,000
03-320-30-02	Dormant fund			27,04,50,000	27,04,50,000
03-320-30-02	TNSUDP fund	1,72,00,000		35,32,000	
03-320-80-02	M.P.FUND	25,57,094	2,00,00,000	1,00,00,000	2,57,30,000
03-320-10-04	Swach Bharath Mission Scheme Grant	84,70,564	50,00,00,000	1,72,03,247	82,75,00,000
03-320-30-02	Capital Grand Fund	3,95,16,000		11,12,00,000	33,79,00,000
03-320-80-03	M.L.A.FUND	4,18,69,402	3,00,00,000	4,72,05,921	3,55,00,000
03-320-30-02	I&A FUND		80,00,00,000	7,21,00,000	1,16,65,00,000
03-320-30-02	NSMT		48,75,00,000	44,57,70,000	42,48,00,000
03-320-30-02	SFC fund		37,50,00,000	30,07,10,000	55,14,00,000
03-320-10-03	AMRUT 2.0		1,00,00,000	80,64,000	1,00,00,000
03-320-10-01	NUHM	9,36,80,000	13,60,00,000	2,90,36,797	8,95,00,000
03-320-10-04	IHHL & SBM 2.0		35,00,000	3,64,000	25,00,000
03-320-30-02	SFC special Grant			6,83,93,000	7,73,07,000
03-320-30-02	Fencing Fund			25,00,000	30,00,000
03-320-30-02	Solar Project				30,15,00,000
	Total	3,73,60,67,017	5,97,20,00,000	3,32,55,24,823	6,45,97,87,000

**REVENUE FUND
REVENUE EXPENDITURE**

Code	Account Head	As per Actuals 2022-2023	As per Budget 2023-24	As per Revised Budget 2023-24	Budget 2024-25
Establishment Expenses					
51-210-10-01	Pay	34,53,71,825	45,00,00,000	37,15,45,572	53,00,00,000
51-210-10-04	Dearness Allowance	13,70,23,900	19,00,00,000	20,56,66,877	25,00,00,000
51-210-10-05	House Rent Allowance	2,35,16,931	2,50,00,000	2,45,04,229	2,50,00,000
51-210-10-06	City Comp. Allowance	38,32,607	45,00,000	40,42,144	45,00,000
51-210-10-07	Medical Allowance	37,51,573	40,00,000	39,30,995	40,00,000
51-210-10-08	Other Allowance	7,41,368	7,50,000	6,34,784	7,50,000
51-210-10-11	Bonus	26,84,000	28,00,000	26,45,500	30,00,000
51-210-20-06	Training program Expenses	24,000	90,000	6,82,811	5,00,000
51-210-20-10	Health Insurance Local body contribution	66,400	19,00,000	18,72,518	30,00,000
51-210-20-14	Group Insurance scheme - Management contribution	17,92,560	24,00,000	20,56,725	25,00,000
51-210-20-04	Supply of uniforms	16,76,722	20,00,000	4,76,400	22,00,000
51-210-20-15	CPF Management Contribution	1,79,35,270	2,00,00,000	89,83,576	3,00,00,000
51-210-20-19	Conveyance Allowance	9,89,070	15,00,000	9,13,571	10,00,000
51-210-20-20	Washing Allowance	17,22,771	22,00,000	17,82,579	20,00,000
51-210-10-10	Wages - Others	28,24,27,389	2,00,00,000	29,49,27,570	2,00,00,000
51-210-30-01	Pensions	8,52,07,912	10,00,00,000	8,91,21,457	9,00,00,000
51-210-30-02	Family pension	1,85,42,997	2,50,00,000	2,43,32,394	3,00,00,000
51-210-30-05	Pensions contribution to Municipal Employees		5,00,000		5,00,000
51-210-30-06	Pension Contributions - Deputationists	2,03,687	5,00,000		5,00,000
51-210-30-04	Commuted Value of pension	1,65,46,809	3,00,00,000	2,09,13,132	3,00,00,000
51-210-40-04	Pensioner's Medical Aids		50,000		50,000
51-210-40-02	Death-Cum-Retirement Gratuity	3,41,52,154	4,00,00,000	3,57,21,823	4,00,00,000
51-210-20-01	Medical Reimbursement	1,24,633			2,00,000
51-210-20-02	Leave Travel Concession	1,23,492			2,00,000
51-210-40-03	Leave salary contributions	1,49,291			2,00,000
	Total (1)	97,86,07,361	92,31,90,000	1,09,47,54,657	1,07,01,00,000
Administrative Expenses					
02-220-10-04	Motor Vehicle Tax	9,10,873	10,00,000	30,86,677	8,00,000
02-220-11-01	Electricity consumption charges for office buildings	1,00,85,560	1,00,00,000	3,61,68,943	4,00,00,000
02-220-11-05	Computer Operational Expenses	42,26,172	55,00,000	6,35,417	10,00,000
02-220-12-01	Telephone charges	12,22,980	20,00,000	20,95,636	25,00,000
02-220-12-02	Internet charges	93,09,593	10,00,000	29,39,525	50,00,000
02-220-12-03	Postage and Telegram and Fax Charges	1,70,900	2,00,000	1,69,269	2,00,000

Code	Account Head	As per Actuals 2022-2023	As per Budget 2023-24	As per Revised Budget 2023-24	Budget 2024-25
02-220-20-01	Books and Periodicals and Magazines	2,32,757	3,00,000	2,77,135	3,30,000
02-220-21-01	Stationery and Printing	1,61,12,628	2,00,00,000	1,17,45,589	2,00,00,000
02-220-30-01	Travel Expenses	9,25,139	9,00,000	12,03,561	15,00,000
02-220-30-04	Travel Expense - Municipal Council		1,00,000	1,00,568	10,00,000
02-220-40-01	Vehicle insurance	33,74,317	35,00,000	30,13,269	50,00,000
03-220-50-01	Statutory Audit Fees	28,07,086	50,00,000	40,39,004	50,00,000
02-220-51-01	Retainer Fees	97,500	5,00,000		10,00,000
02-220-51-02	Court Fees	2,98,500	3,50,000	81,500	3,85,000
02-220-51-04	Legal & Arbitration Expenses	11,04,500	13,00,000	12,00,000	15,00,000
02-220-51-05	Execution of Court Orders	25,00,000		10,00,000	10,00,000
02-220-52-02	Engineering Consultancy	73,21,800	20,00,000	10,00,000	30,00,000
02-220-52-03	Other Professional Charges	17,50,52,985	2,00,00,000	1,59,44,815	2,00,00,000
02-220-60-01	Advertisement charges	52,41,916	66,00,000	60,90,495	72,60,000
02-220-60-04	Organization of Festivals, functions		5,00,000		10,00,000
02-220-61-04	Honorarium To Councilors			56,25,000	75,00,000
02-220-80-01	Cash Awards & Prizes		15,000	48,000	10,00,000
02-220-80-04	Sitting Fees/ honorarium for the councilors and meeting expenses	3,71,200	6,00,000	1,00,000	
02-220-80-03	Other Expense	1,43,45,311	20,00,000	25,80,214	40,00,000
	Total (2)	25,57,11,717	8,33,65,000	9,91,44,617	12,99,75,000
Operations & Maintenance					
21-230-50-02	Repairs and maintenance - Road & Pavements - Black Topping and Asphalt	54,13,100	80,00,000	40,00,000	1,00,00,000
25-230-50-05	Repairs and Maintenance - Storm Water Drains, Open Drains and Culverts	1,70,48,670	15,00,000	1,29,93,481	13,00,00,000
02-230-52-02	Repairs and Maintenance - Buildings	2,19,86,706	90,00,000	1,34,16,137	5,00,00,000
22-230-50-06	Maintenance charges for Railways Crossings / Over Bridges				
24-230-50-07	Maintenance Expenses for Street Lights	3,87,05,822	2,75,00,000	2,78,52,243	2,00,00,000
61-230-51-01	Maintenance of Gardens / Parks / Swimming Pools		10,00,000		50,00,000
02-230-52-01	Office Building - Maintenance	45,37,957	35,00,000	29,08,958	50,00,000
02-230-53-01	Light Vehicles - Maintenance	1,21,81,787	1,50,00,000	1,50,94,873	1,65,00,000
02-230-53-02	Heavy Vehicles - Maintenance	33,00,002	30,00,000	53,58,497	55,00,000
02-230-59-02	Repairs and Maintenance - Instruments , Plant & Machinery	1,07,30,475	30,00,000	30,50,040	3,00,00,000
02-230-40-02	Hire charges for Machineries/ Equipment	59,76,204	75,00,000	20,23,994	82,50,000
02-230-40-03	Hire Charges For Vehicles	3,13,70,619	3,00,00,000	3,71,66,043	3,30,00,000

Code	Account Head	As per Actuals 2022-2023	As per Budget 2023-24	As per Revised Budget 2023-24	Budget 2024-25
02-230-59-03	Repairs and Maintenance - Electrical Fittings		5,00,000	9,41,446	20,00,000
24-230-10-03	Power Charges for Street Lights	3,51,21,039	6,50,00,000	5,31,35,900	6,00,00,000
35-230-30-04	Medicines & Hospital Needs	13,38,095	15,00,000		-
41-230-30-05	Sanitary Materials	2,05,60,400	2,50,00,000	65,15,187	2,50,00,000
42-230-51-04	Sanitary / Conservancy Expenses	22,48,74,883	96,00,00,000	41,34,61,979	96,00,00,000
35-230-80-05	Hospital expenses		10,00,000		11,00,000
35-230-80-05	Hospital expenses		5,00,000		
32-230-80-21	Anti Filaria / Anti Malaria Operations	5,51,31,714	6,00,00,000	2,41,31,301	6,60,00,000
02-230-80-19	Maintenance for Amma Unavagam	2,94,04,258	2,50,00,000	2,41,83,143	2,52,00,000
02-230-80-20	Funeral Rites	11,20,000	15,00,000	10,30,000	25,00,000
07-230-30-02	Diesel	4,90,52,071	50,00,000	3,54,92,566	75,00,000
03-230-80-04	Fairs and Festivals	38,48,884	30,00,000	10,81,726	33,00,000
03-230-80-10	Running of Slaughter Houses	10,000	20,000		22,000
03-230-80-12	Running expenses of Crematoria		1,00,000		1,00,000
03-230-80-13	Animal Birth Control	6,67,100	10,00,000	17,50,850	50,00,000
03-230-50-13	Restoration of Road Cuts	1,75,71,500	5,00,000		5,00,000
03-230-80-16	Lapsed Deposit Refund	1,30,08,972	1,50,00,000	50,26,599	2,00,00,000
03-230-80-03	Removal of Debris	1,83,900		9,75,000	
03-230-80-15	Testing & Inspection Charges	94,400		11,74,747	30,00,000
03-230-80-14	Natural Calamities	1,94,734			
03-230-80-25	Operating Expenses -Common Kitchen			2,90,68,138	8,54,00,000
	Total (3)	60,34,33,292	1,27,36,20,000	72,18,32,848	1,57,98,72,000
Interest & Finance Charges					
02-240-30-01	Interest on Loans from TNUFIDCO	1,15,08,054	1,03,68,000		
02-240-30-03	Interest on Loans from TNUIFSL	65,16,410	54,61,000	35,00,000	84,52,000
02-240-70-01	Bank charges	94,210	40,000	10,500	1,00,000
	Total (4)	1,81,18,674	1,58,69,000	35,10,500	85,52,000
Programme Expenses					
04-250-20-01	Own Programme	12,25,690	1,00,000	3,95,000	5,00,000
04-250-20-04	Health Disaster Relief Programme	1,43,15,403	1,00,00,000		50,00,000
04-250-10-01	Election Expenses	2,49,24,004	50,00,000	30,00,000	1,00,00,000
	Total (5)	4,04,65,097	1,51,00,000	33,95,000	1,55,00,000
Grants, Contribution and Subsidies					
03-260-20-04	TNIUS		15,00,000	13,00,000	6,00,000
03-260-20-06	Municipal Contribution	12,00,00,000	13,25,00,000	13,25,00,000	12,00,00,000
03-260-20-06	Municipal Contribution		32,61,00,000		32,61,00,000

Code	Account Head	As per Actuals 2022-2023	As per Budget 2023-24	As per Revised Budget 2023-24	Budget 2024-25
03-260-30-01	IHHL	3,26,590		7,00,014	
03-260-20-03	LPA	1,13,44,384		1,11,00,000	50,00,000
	Total (6)	13,16,70,974	46,01,00,000	14,56,00,014	45,17,00,000
Prior Period Item					
03-280-10-01	Previous year expenses	26,04,15,903	4,00,000	1,87,14,995	1,60,00,000
	Total (7)	26,04,15,903	4,00,000	1,87,14,995	1,60,00,000
Grand total		2,28,84,23,018	2,77,16,44,000	2,08,69,52,631	3,27,16,99,000

**REVENUE FUND
CAPITAL EXPENDITURE**

Code	Account Head	As per Actuals 2022-2023	As per Budget 2023-24	As per Revised Budget 2023-24	Budget 2024-25
Fixed Assets					
06-410-10-01	Land -GROSS BLOCK		15,00,000	25,42,365	80,00,000
06-410-20-01	Buildings - GROSS BLOCK	66,03,08,238	99,25,00,000	48,72,69,590	1,84,75,00,000
22-410-30-02	Bridges and Flyovers - GROSS BLOCK	89,47,041	37,00,00,000	3,43,11,877	33,50,00,000
21-410-30-03	Roads & Pavements - Concrete - GROSS BLOCK	45,70,55,751	17,00,00,000	48,80,99,057	4,00,00,000
21-410-30-04	Roads & Pavements - Black Topped - GROSS BLOCK	1,32,83,99,113	2,59,25,00,000	2,34,72,96,285	2,61,73,00,000
25-410-31-01	Strom Water Drains, Open drains and Culverts - GROSS BLOCK	26,75,32,250	47,67,00,000	35,45,89,658	71,75,00,000
08-410-40-01	Plant and Machineries - GROSS BLOCK	1,04,40,050	51,30,00,000	2,31,17,063	7,30,00,000
02-410-50-01	Heavy Vehicles - GROSS BLOCK		4,00,00,000	5,18,40,635	2,50,00,000
02-410-50-02	Light Vehicles - GROSS BLOCK	22,54,268	50,00,000	25,54,268	2,60,00,000
02-410-50-03	Other Vehicles - GROSS BLOCK	1,58,27,045	50,00,000	5,13,991	50,00,000
02-410-60-03	Other Equipments - GROSS BLOCK	2,09,76,775	1,70,00,000	1,31,10,485	1,00,00,000
02-410-31-01	Strom Water Drains, Open drains and Culverts - GROSS BLOCK	20,04,32,218	31,00,00,000	14,84,13,162	44,54,00,000
02-410-60-02	Instruments and Equipments in Hospitals and Dispensaries etc		28,00,00,000		
02-410-40-01	Plant and Machineries - GROSS BLOCK		1,38,00,000		30,85,00,000
02-410-70-01	Furniture Fixtures and Fittings - GROSS BLOCK	65,72,295	50,00,000	10,36,142	50,00,000
02-410-70-02	Electrical Installations - Lamps / Tube Light Fittings - GROSS BLOCK	77,42,155	17,50,00,000	3,04,71,237	15,00,00,000
02-410-70-03	Electrical Installations - Others - GROSS BLOCK	43,89,584	50,00,000	30,21,979	15,00,000
	Total (1)	2,99,08,76,783	5,97,20,00,000	3,98,81,87,794	6,61,47,00,000
Loan Repayment					
03-330-30-02	Loan from TUFIDCO	5,57,26,746	5,21,66,000		
03-330-30-04	Loan from TNUIFSL	4,41,34,519	2,99,17,000	2,50,06,880	
	Total (2)	9,98,61,265	8,20,83,000	2,50,06,880	-
	Grand total	3,09,07,38,048	6,05,40,83,000	4,01,31,94,674	6,61,47,00,000

WATER SUPPLY & DRAINAGE FUND
ABSTRACT OF INCOME AND EXPENDITURE

Code	Account Head	As per Actuals 2022-2023	As per Budget 2023-24	As per Revised Budget 2023-24	Budget 2024-25
Revenue Income				Rs. in Lakhs	
Tax Revenue	110	4,510.85	4,543.48	4,552.24	4,947.53
Fees & User Charges	140	3,777.20	4,529.30	2,892.01	8,426.51
Sale & Hire Charges	150	-	0.02	-	0.20
Income from Investments	170	99.64	130.00	116.68	115.00
Other Income	180	1,672.89	30.00	599.26	1,210.00
Revenue Grants, Contribution and Subsidies	160	-	1,300.00	-	-
Total		10,060.58	10,532.80	8,160.19	14,699.24
Capital Income					
Grants , Contribution for specific purposes	320	26,839.88	36,856.00	20,370.34	37,198.50
Secured Loans	330	11,495.00	6,627.00	3,226.00	3,601.00
Total		38,334.88	43,483.00	23,596.34	40,799.50
Total Income		48,395.46	54,015.80	31,756.53	55,498.74
Revenue Expenditure					
Establishment Expenses	210	589.72	753.70	644.06	1,046.90
Administrative Expenses	220	481.63	158.70	27.65	38.70
Operations & Maintenance	230	16,423.25	8,640.55	4,832.94	11,529.00
Interest & Finance Charges	240	1,205.60	1,796.09	1,155.58	2,001.24
Total		18,700.20	11,349.04	6,660.23	14,615.84
Capital Expenditure					
Fixed Assets	410	42,406.12	42,653.00	24,891.10	40,637.00
Loan Repayment		300.00	900.00	943.56	1,067.09
Total		42,706.12	43,553.00	25,834.66	41,704.09
Total Expenditure		61,406.32	54,902.04	32,494.89	56,319.93
Surplus / Deficit		(13,010.86)	(886.24)	(738.36)	(821.19)

**WATER SUPPLY & DRAINAGE FUND
REVENUE INCOME**

Code	Account Head	As per Actuals 2022-2023	As per Budget 2023-24	As per Revised Budget 2023-24	Budget 2024-25
Tax Revenues					
51-110-02-01	Water Supply and Drainage Tax - Residential	17,10,85,936	18,57,88,000	18,40,54,945	21,16,63,000
51-110-02-03	Water Supply and Drainage Tax - Industrial	7,88,19,930	9,42,15,000	9,58,57,079	11,02,35,000
51-110-02-02	Water Supply and Drainage Tax - Commercial	6,68,50,936	7,80,00,000	8,29,32,817	9,53,72,000
51-110-02-14	Water Supply and Drainage Tax - Vacant Land	81,99,946	1,39,00,000	1,35,05,713	1,55,31,000
51-431-19-12	Water Supply and Drainage Tax - Recoverable - Residential - Arrears	5,65,43,907	3,79,49,400	2,54,46,912	2,92,63,000
51-431-19-14	Water Supply and Drainage Tax - Recoverable - Industrial - Arrears	2,36,84,072	1,57,56,000	1,55,66,791	64,01,000
51-431-19-13	Water Supply and Drainage Tax - Recoverable - Commercial - Arrears	2,10,58,624	1,37,40,000	1,68,86,275	79,19,000
51-431-19-16	Water Supply and Drainage Tax - Recoverable - Others - Arrears	2,48,41,978	1,50,00,000	2,09,73,086	1,83,69,000
	Total (1)	45,10,85,329	45,43,48,400	45,52,23,618	49,47,53,000
Fees & User Charges					
51-140-20-01	Penalty & Bank Charges For Dishonored Cheques	1,61,500	1,25,000	1,00,058	1,50,000
51-140-50-04	Metered/ Tap rate water Charges	23,56,11,860	26,50,00,000	20,70,90,347	23,81,53,899
51-140-50-05	Water Charges - Water Supply Through Lorry	1,550	5,000	1,500	5,000
52-140-50-02	UGD monthly charges	82,64,758	2,50,00,000	75,18,030	10,00,00,000
51-140-70-01	Road Cutting Restoration Charge - Eb	33,64,405	50,00,000	20,73,978	30,00,000
51-140-70-02	Initial Amount for New Water Supply Connections	1,18,50,850	1,50,00,000	85,31,638	5,00,00,000
52-140-70-03	Initial Amount for Drainage Connections	30,54,300	35,00,000	15,47,300	27,50,00,000
51-140-70-04	Water Connection Charges	2,050	50,000	1,00,000	1,00,000
52-140-70-05	Under Ground Sewerage Connection Charges	45,200	5,00,000	10,50,300	5,00,00,000
51-140-70-14	Water Supply Inspection Charges	4,47,125	7,00,000	3,00,000	5,00,00,000
51-140-80-03	Misc. Recoveries	4,500	50,000	10,000	50,000

Code	Account Head	As per Actuals 2022-2023	As per Budget 2023-24	As per Revised Budget 2023-24	Budget 2024-25
51-431-30-04	Water Charges Recoverable - Arrears	10,13,04,087	12,50,00,000	4,99,93,858	5,74,92,000
52-431-30-06	UGD Monthly charges Recoverable - Arrears	1,36,07,453	1,30,00,000	1,08,84,150	1,87,00,000
	Total (2)	37,77,19,638	45,29,30,000	28,92,01,159	84,26,50,899
Sale & Hire Charges					
51-150-40-01	Hire Charges for Vehicles		1,000		10,000
51-150-41-01	Hire Charges on Equipments		1,000		10,000
	Total (3)	-	2,000	-	20,000
Income from Investments					
03-170-10-01	Interest on Investments / Fixed Deposits	34,31,440	30,00,000	36,30,400	40,00,000
03-171-10-01	Interest from Bank	65,32,323	1,00,00,000	80,37,340	75,00,000
	Total (4)	99,63,763	1,30,00,000	1,16,67,740	1,15,00,000
Other Income					
03-180-80-01	Other Income	6,19,120	10,00,000	11,25,800	10,00,000
51-180-11-01	Deposits Lapsed	16,66,69,867	20,00,000	5,88,00,000	12,00,00,000
	Total (5)	16,72,88,987	30,00,000	5,99,25,800	12,10,00,000
Revenue Grants, Contribution and Subsidies					
03-160-10-03	Grants from State Government		13,00,00,000		
	Total (6)	-	13,00,00,000	-	-
	GRAND TOTAL	1,00,60,57,717	1,05,32,78,400	81,60,18,317	1,46,99,03,899

**WATER SUPPLY & DRAINAGE FUND
REVENUE EXPENDITURE**

Code	Account Head	As per Actuals 2022-2023	As per Budget 2023-24	As per Revised Budget 2023-24	Budget 2024-25
Establishment Expenses					
51-210-10-01	Pay	3,76,72,879	4,50,00,000	3,97,67,277	4,00,00,000
51-210-10-04	Dearness Allowance	1,29,88,034	2,00,00,000	1,59,88,054	2,25,00,000
51-210-10-05	House Rent Allowance	11,34,218	15,00,000	13,34,218	15,00,000
51-210-10-06	City Comp. Allowance	1,85,372	3,00,000	1,89,392	2,00,000
51-210-10-07	Medical Allowance	1,31,368	1,50,000	1,35,890	1,50,000
51-210-10-08	Other Allowance	46,960	80,000	50,160	50,000
51-210-10-11	Bonus	2,14,000	3,00,000	2,18,000	50,000
51-210-20-14	Group Insurance scheme - Management contribution	2,64,165	5,00,000	2,74,165	3,00,000
51-210-20-15	CPF Management Contribution	13,70,855	15,00,000	13,95,855	15,00,000
51-210-20-19	Conveyance Allowance	2,561	5,000	3,000	5,000
51-210-20-20	Washing Allowance	30,560	35,000	33,330	35,000
51-210-10-10	Wages - Others	49,31,345	60,00,000	50,16,580	3,84,00,000
	Total (1)	5,89,72,317	7,53,70,000	6,44,05,921	10,46,90,000
Administrative Expenses					
02-220-10-04	Motor Vehicle Tax	1,13,797	2,20,000	1,37,890	3,70,000
02-220-40-01	Vehicle insurance	2,06,241	2,50,000	3,00,154	5,00,000
02-220-51-02	Court Fees		1,00,000		1,00,000
02-220-60-01	Advertisement charges	49,99,024	2,00,000	1,21,788	2,00,000
02-220-52-02	Engineering Consultancy		1,00,000		1,00,000
02-220-52-03	Other Professional Charges	3,85,62,631	1,50,00,000		25,00,000
02-220-80-03	Other Expensese	42,81,056		22,05,398	1,00,000
	Total (2)	4,81,62,749	1,58,70,000	27,65,230	38,70,000
Operations & Maintenance					
51-230-50-09	Maintenance Expenses - Water Supply	12,95,94,605	7,50,00,000	5,71,98,566	16,81,00,000
02-230-53-01	Light Vehicles - Maintenance	99,700	7,00,000		
02-230-53-02	Heavy Vehicles - Maintenance	10,91,215	25,00,000	25,17,182	30,00,000
02-230-53-03	Other Vehicles - Maintenance		55,000		2,00,000
51-230-10-02	Power Charges for Water Head Works / Pumping Stations / Booster Stations	4,53,95,266	10,00,00,000	5,13,87,697	13,00,00,000
51-230-40-01	Hire charges for supply of Water through Private Lorries / Tankers	89,32,317	1,00,00,000	88,32,362	95,00,000
51-230-50-10	Maintenance Expenses - Sewerage works	1,36,09,379	2,50,00,000	20,95,940	12,60,00,000
51-230-50-11	Maintenance Charges to TWAD Board/ Metro Water Board	91,16,71,149	62,75,00,000	35,35,85,900	70,00,00,000
51-230-50-13	Restoration of Road Cuts	51,68,16,238	10,00,000		10,00,000
07-230-30-02	Diesel	96,76,364	1,20,00,000	75,76,160	90,00,000

Code	Account Head	As per Actuals 2022-2023	As per Budget 2023-24	As per Revised Budget 2023-24	Budget 2024-25
07-230-80-04	Fairs and Festivals		2,00,000		-
51-230-80-15	Testing & Inspection Charges		1,00,000		1,00,000
03-230-80-16	Lapsed Deposit Refund	54,39,059	1,00,00,000	1,00,000	60,00,000
	Total (3)	1,64,23,25,292	86,40,55,000	48,32,93,807	1,15,29,00,000
Interest & Finance Charges					
02-240-70-01	Bank charges	40,885	2,000	5,020	50,000
02-240-40-02	Interest on Loans from ADB	6,97,61,751	6,84,31,000	3,57,78,763	8,01,12,000
02-240-40-02	Interest on Loans from ADB	2,47,66,000	4,64,48,000	2,51,93,000	6,14,12,000
02-240-40-03	Interest on Loans from IBRD	2,44,53,835	6,42,28,000	5,35,12,164	5,73,50,000
03-280-80-01	Prior year Expenses	15,37,923	5,00,000	10,68,800	12,00,000
	Total (4)	12,05,60,394	17,96,09,000	11,55,57,747	20,01,24,000
Grand total		1,87,00,20,752	1,13,49,04,000	66,60,22,705	1,46,15,84,000

**WATER SUPPLY & DRAINAGE FUND
CAPITAL INCOME**

Code	Account Head	As per Actuals 2022-2023	As per Budget 2023-24	As per Revised Budget 2023-24	Budget 2024-25
Grants , Contribution for specific purposes					
03-320-80-02	M.P. Fund		30,00,000		30,00,000
03-320-80-03	M.L.A. Fund	30,80,660	50,00,000	40,69,792	50,00,000
03-320-80-05	Drought Relief Fund		1,00,00,000		25,00,000
03-320-60-02	Smart City Grant	12,22,60,000	18,50,00,000	5,50,00,000	
03-320-10-03	AMRUT Scheme (WATER SUPPLY)	1,14,58,11,479	1,63,51,00,000	1,75,07,91,443	31,10,00,000
03-320-10-03	AMRUT Scheme (UGD)	1,41,28,35,964	16,14,00,000	4,32,00,000	1,96,10,00,000
03-320-10-03	AMRUT Scheme (2.O)		50,00,00,000	16,61,65,024	48,00,00,000
03-320-20-02	ULB Contribution - AMRUT Scheme (Water Supply)		20,79,00,000		20,79,00,000
03-320-20-02	ULB Contribution - AMRUT Scheme (Underground Sewerage)		11,82,00,000		11,18,00,000
03-320-10-01	Central Finance Commission Grant		86,00,00,000	80,08,864	48,00,00,000
03-320-20-04	Infra Gap Filling Fund			97,98,672	1,00,00,000
03-320-20-02	Capital Grant Fund				11,33,00,000
03-320-20-02	Capital Grant Fund				3,43,50,000
	Total	2,68,39,88,103	3,68,56,00,000	2,03,70,33,795	3,71,98,50,000
Secured Loans					
03-330-40-02	Loans from ADB (Water Supply)		46,15,00,000	25,02,00,000	21,13,00,000
03-330-40-02	Loans from ADB (UGD)	24,95,00,000	10,12,00,000	7,24,00,000	2,88,00,000
03-330-40-03	Loans from TUFIDCO	90,00,00,000			
03-330-40-02	Bank Loan for AMRUT 2.0 – (UGD)		10,00,00,000		12,00,00,000
	Total	1149500000	66,27,00,000	32,26,00,000	36,01,00,000
	Total Income	3,83,34,88,103	4,34,83,00,000	2,35,96,33,795	4,07,99,50,000

**WATER SUPPLY & DRAINAGE FUND
CAPITAL EXPENDITURE**

Code	Account Head	As per Actuals 2022-2023	As per Budget 2023-24	As per Revised Budget 2023-24	Budget 2024-25
Fixed Assets					
06-410-20-01	Buildings - GROSS BLOCK	30,00,000	50,00,000	6,60,000	
25-410-31-02	Drainage and Sewerage pipes , Conduits, Channels etc. - GROSS BLOCK	2,05,85,10,441	98,08,00,000	1,11,63,45,274	2,70,16,00,000
51-410-32-01	Water Supply - Head Works, OHT etc. and Water Supply Mains - GROSS BLOCK	1,96,20,10,250	55,50,00,000	1,06,57,45,804	15,00,00,000
51-410-32-02	Ground Water Wells/ Deep Bore Wells - GROSS BLOCK	1,42,39,428	50,00,000	98,73,760	1,05,00,000
51-410-32-03	Reservoirs - GROSS BLOCK		15,00,00,000		5,00,00,000
08-410-40-02	Tools & Plant - GROSS BLOCK		9,00,00,000		11,33,00,000
51-410-32-02	Ground Water Wells/ Deep Bore Wells - GROSS BLOCK	20,28,51,384	2,42,55,00,000	29,36,98,864	1,02,83,00,000
02-410-50-02	Light Vehicles - GROSS BLOCK		20,00,000		20,00,000
02-410-60-03	Other equipments - GROSS BLOCK		20,00,000		30,00,000
02-410-70-03	Electrical Installations -Others - GROSS BLOCK		5,00,00,000	27,86,000	50,00,000
	Total	4,24,06,11,503	4,26,53,00,000	2,48,91,09,702	4,06,37,00,000
Loan Repayment					
03-330-30-02	Loan from TUFIDCO	3,00,00,000	9,00,00,000	9,00,00,000	9,00,00,000
03-330-40-02	Loans from ADB			43,56,331	1,67,09,000
	Total (2)	3,00,00,000	9,00,00,000	9,43,56,331	10,67,09,000
	Grand total (1+2)	4,27,06,11,503	4,35,53,00,000	2,58,34,66,033	4,17,04,09,000

EDUCATION FUND
ABSTRACT OF INCOME EXPENDITURE

Code	Account Head	As per Actuals 2022-2023	As per Budget 2023-24	As per Revised Budget 2023-24	Budget 2024-25
Revenue Income				Rs. in Lakhs	
Tax Revenue	110	604.26	706.65	646.31	661.71
Fees & User Charges	140	-	1.00	-	1.00
Income from Investments	170	3.85	3.00	3.94	3.00
Revenue Grants, Contribution and Subsidies	160	3.40	4.25	3.02	3.25
Grants , Contribution for specific purposes	320	140.99	100.00	169.09	341.65
Total		752.50	814.90	822.36	1,010.61
Capital Income					
Grants , Contribution for specific purposes	320	228.66	150.00	50.10	1,436.00
Total		228.66	150.00	50.10	1,436.00
Total Income		981.16	964.90	872.46	2,446.61
Revenue Expenditure					
Administrative Expenses	220	97.47	126.00	124.26	140.00
Operations & Maintenance	230	143.85	126.00	195.26	593.15
Total		241.32	252.00	319.52	733.15
Capital Expenditure					
Fixed Assets	410	420.17	465.00	304.49	1,636.00
Total		420.17	465.00	304.49	1,636.00
Total Expenditure		661.49	717.00	624.01	2,369.15
Surplus / Deficit		319.67	247.90	248.45	77.46

EDUCATION FUND

Code	Account Head	As per Actuals 2022-2023	As per Budget 2023-24	As per Revised Budget 2023-24	Budget 2024-25
Revenue Income					
Tax Revenue					
82-110-06-01	Education Tax - Residential	2,29,18,054	2,84,37,000	2,46,55,335	2,83,53,000
82-110-06-03	Education Tax - Industrial	1,05,58,433	1,62,50,000	1,28,40,668	1,47,66,000
82-110-06-02	Education Tax - Commercial	89,55,110	1,30,76,000	1,11,09,380	1,27,75,000
82-110-06-04	Education Tax - Vacant Sites	10,98,435	18,57,000	18,09,176	20,80,000
82-431-19-21	Education Tax - Recoverable - Residential - Arrears	75,74,418	50,83,200	64,08,776	38,20,000
82-431-19-23	Education Tax - Recoverable - Industrial - Arrears	31,72,633	21,10,200	27,45,707	8,57,000
82-431-19-22	Education Tax - Recoverable - Commercial - Arrears	28,20,937	18,40,800	29,22,461	10,60,000
82-431-19-24	Education Tax - Recoverable - Vacant Sites - Arrears	33,27,742	20,11,200	21,39,697	24,60,000
	Total (1)	6,04,25,762	7,06,65,400	6,46,31,200	6,61,71,000
Fees & User Charges					
03-140-80-03	Misc. Recoveries		1,00,000		1,00,000
	Total (2)	-	1,00,000	-	1,00,000
Income from Investments					
03-171-10-01	Interest from Bank	3,84,883	3,00,000	3,94,000	3,00,000
	Total (2)	3,84,883	3,00,000	3,94,000	3,00,000
Revenue Grants, Contribution and Subsidies					
03-180-80-01	Other Income	87,826	25,000	20,000	25,000
03-180-11-01	Deposits Lapsed	2,52,039	4,00,000	2,82,000	3,00,000
	Total (4)	3,39,865	4,25,000	3,02,000	3,25,000
Grants , Contribution for specific purposes					
82-320-30-01	Contributions From The Government (PTMGR Noon Meal scheme)	1,40,99,335	1,00,00,000	1,69,09,020	3,41,65,000
	Total (3)	1,40,99,335	1,00,00,000	1,69,09,020	3,41,65,000
	Grand total	7,52,49,845	8,14,90,400	8,22,36,220	10,10,61,000
REVENUE EXPENDITURE					
Administrative Expenses					
82-210-10-10	Wages - Others	83,40,194	1,00,00,000	1,06,76,000	1,20,00,000
82-220-11-01	Electricity consumption charges for office buildings	14,07,223	25,00,000	17,50,000	19,00,000
82-220-60-01	Advertisement charges		1,00,000		1,00,000
	Total	97,47,417	1,26,00,000	1,24,26,000	1,40,00,000
Operations & Maintenance					

Code	Account Head	As per Actuals 2022-2023	As per Budget 2023-24	As per Revised Budget 2023-24	Budget 2024-25
82-230-52-02	Repairs and Maintenance - Buildings	1,72,776	25,00,000	25,41,940	2,50,00,000
82-230-80-16	Lapsed Deposit Refund	1,12,729	1,00,000	75,000	1,50,000
83-260-10-02	PTMGR Noon Meal scheme - Grant	1,40,99,355	1,00,00,000	1,69,09,020	3,41,65,000
	Total	1,43,84,860	1,26,00,000	1,95,25,960	5,93,15,000
	Grand Total	2,41,32,277	2,52,00,000	3,19,51,960	7,33,15,000
Capital Income					
Grants , Contribution for specific purposes					
06-320-80-01	Contributions From Private Parties	1,03,49,359	50,00,000		50,00,000
03-320-80-03	M.L.A. Fund				13,36,00,000
03-320-80-03	M.L.A. Fund	1,25,16,382	1,00,00,000	50,10,388	50,00,000
	Total	2,28,65,741	1,50,00,000	50,10,388	14,36,00,000
Capital Expenditure					
Fixed Assets					
06-410-20-01	Buildings - GROSS BLOCK	4,10,76,890	3,65,00,000	2,89,98,688	13,36,00,000
06-410-20-01	Buildings - GROSS BLOCK	9,40,590	1,00,00,000	14,50,000	3,00,00,000
	Total	4,20,17,480	4,65,00,000	3,04,48,688	16,36,00,000
	Surplus / Deficit	3,19,65,829	2,47,90,400	2,48,45,960	77,46,000



திருப்பூர் மாநகராட்சி
எல்லார்க்கும் எல்லாம்

வரவு செலவுத் திட்டம்
2025 - 2026

REVENUE FUND

ABSTRACT OF INCOME AND EXPENDITURE

Account Head	Code	As per Actuals 2023-24	As per Budget 2024-25	As per Revised Budget 2024-25	Budget 2025-26
Revenue Income					Rs. in Lakhs
Tax Revenue	110	9,549.85	9,615.22	10,925.51	11,889.54
Assigned Revenues & Compensations	120	285.33	1,286.65	1,020.00	1,180.00
Rental Income from Municipal Properties	130	4,097.30	3,261.03	4,119.26	4,304.20
Fees & User Charges	140	5,425.51	6,047.00	5,036.77	5,504.50
Sale & Hire Charges	150	134.92	453.00	262.54	225.00
Revenue Grants, Contribution and Subsidies	160	12,630.19	12,525.21	12,222.34	12,245.54
Income from Investments	170	109.66	134.10	110.90	170.90
Interest Earned	171	660.24	150.00	488.08	300.00
Other Income	180	1,925.82	220.00	1,301.07	1,070.00
Prior Period Item	280	3,006.30	1,525.00	2,500.00	2,350.00
Total		37,825.12	35,217.21	37,986.47	39,239.68
Capital Income					
Grants , Contribution for specific purposes	320	37,667.22	67,858.87	18,132.70	52,183.10
Total		37,667.22	67,858.87	18,132.70	52,183.10
Total Income		75,492.34	1,03,076.08	56,119.17	91,122.78
Revenue Expenditure					
Establishment Expenses	210	8,635.78	10,701.00	8,189.55	9,414.50
Administrative Expenses	220	1,058.69	1,299.75	519.57	1,142.52
Operations & Maintenance	230	11,417.24	15,798.72	12,754.88	19,180.10
Interest & Finance Charges	240	68.79	85.52	113.83	25.20
Programme Expenses	250	13.26	155.00	45.68	120.00
Grants, Contribution and Subsidies	260	185.02	4,517.00	171.00	3,578.35
Prior Period Expenses		1,218.16	160.00	301.28	400.00
Total		22,596.94	32,716.99	22,095.79	34,160.67
Capital Expenditure					
Secured Loans	330	32,010.20	66,147.00	29,491.09	52,218.00
Fixed Assets	410	364.98	-	152.73	239.64
Total		32,375.18	66,147.00	29,643.82	52,457.64
Total Expenditure		54,972.12	98,863.99	51,739.61	86,618.31
Surplus		20,520.22	4,212.09	4,379.56	4,804.47

REVENUE FUND

Revenue Income

Code	Account Head	As per Actuals 2023-24	As per Budget 2024-25	As per Revised Budget 2024-25	Budget 2025-26
Tax Revenue					
91-110-01-01	Property Tax - Residential	31,15,84,000	36,20,03,000	32,31,12,000	37,15,78,800
91-110-01-03	Property Tax - Industrial	16,88,71,000	18,85,33,000	21,38,22,000	24,58,95,300
91-110-01-02	Property Tax - Commercial	14,65,03,000	16,31,14,000	18,63,77,000	21,43,33,550
91-110-01-04	Property Tax - Vacant Sites	2,23,08,000	2,65,63,000	2,64,96,000	3,04,70,400
94-110-10-01	Professional Tax	5,14,76,000	4,29,88,000	5,19,82,000	5,97,79,300
91-431-10-06	Property Tax - Recoverable - Residential - Arrears	8,61,42,000	4,50,49,000	9,24,90,000	9,04,49,000
91-431-10-08	Property Tax - Recoverable - Industrial - Arrears	2,98,80,000	3,59,48,000	3,25,90,000	3,13,74,000
91-431-10-07	Property Tax - Recoverable - Commercial - Arrears	4,03,83,000	3,35,44,000	5,25,48,000	4,23,44,000
91-431-10-09	Property Tax - Recoverable - Vacant sites - Arrears	5,60,20,000	3,84,16,000	6,42,50,000	5,88,21,000
94-431-19-04	Profession Tax - Recoverable - Arrears	4,18,18,000	2,53,64,000	4,88,84,000	4,39,09,000
	Total (1)	95,49,85,000	96,15,22,000	1,09,25,51,000	1,18,89,54,350
Assigned Revenues & Compensations					
98-120-10-01	Duty on Transfer of property	1,48,81,000	10,00,00,000	8,50,00,000	10,00,00,000
98-120-10-02	Entertainment Tax	1,36,52,000	2,86,65,000	1,70,00,000	1,80,00,000
	Total (2)	2,85,33,000	12,86,65,000	10,20,00,000	11,80,00,000
Rental Income from Municipal Properties					
06-130-20-01	Rent on Buildings - Staff quarters	20,94,000	31,06,000	13,03,000	13,68,000
06-130-40-01	Rent on Lease of Lands	28,55,000	37,11,000	17,14,000	18,00,000
06-431-40-02	Lease Amount - Recoverable - Arrears	3,09,56,000	2,81,15,000	3,09,56,000	3,40,52,000
42-130-10-06	Fees for Bays in Bus Stand	35,77,000	40,10,000	31,22,000	32,78,000
42-130-80-05	Pay And Use Toilet	92,03,000	74,05,000	30,63,000	32,16,000
55-130-10-02	Rent from Community Hall	77,000	1,48,000	81,000	85,000
58-130-10-01	Rent from Shopping Complex/Markets	7,26,11,000	7,83,27,036	7,62,42,000	8,00,54,000
58-130-10-03	Market Fees - Daily Market	1,38,37,000	2,91,55,129	2,63,55,000	2,76,73,000
58-130-10-04	Market Fees - Weekly Market	3,25,27,000	4,82,54,000	1,65,13,000	1,73,38,000
58-431-40-06	Rent from Shopping Complexes/Markets - Arrears	14,52,95,000	9,76,81,000	14,52,95,000	15,25,60,000
61-130-10-08	Avenue receipts	64,95,000	1,14,34,500	1,06,65,000	1,11,98,000
83-130-80-03	Parking Fees	1,24,80,000	1,40,58,000	1,40,00,000	1,47,00,000
83-431-40-14	Fees for Bays in Bus Stand recoverable - Arrears	5,70,000	5,98,000	5,70,000	5,98,000
81-130-80-13		7,71,52,952		8,20,47,411	8,25,00,000
90-130-80-07	Track rent	-	1,00,000	-	-
	Total (3)	40,97,29,952	32,61,02,665	41,19,26,411	43,04,20,000
Fees & User Charges					
02-140-10-01	Contractors/Suppliers/Licensed Surveyors/Plumbers/Others	3,42,000	1,00,000	3,50,000	4,00,000

Code	Account Head	As per Actuals 2023-24	As per Budget 2024-25	As per Revised Budget 2024-25	Budget 2025-26
02-140-13-02	Birth & Death Certificate Fees	36,000	7,90,000	1,35,000	1,50,000
02-140-20-01	Penalty & Bank Charges For Dishonoured Cheques	1,16,000	50,000	45,000	50,000
02-140-14-02	Plot Regulation Charges	13,37,30,000	20,00,00,000	7,83,23,000	8,00,00,000
02-140-14-03	Other Development Charges	1,05,44,000	90,00,000	30,49,000	1,00,00,000
21-140-70-01	Road Cutting Restoration Charge - Eb	2,29,37,000	2,00,00,000	2,00,00,000	1,50,00,000
30-140-11-01	D&O Trade Licence Fees	1,11,71,000	2,00,00,000	1,15,70,000	1,50,00,000
45-140-11-04	Fees for Slaughter House	35,70,000	1,57,00,000	-	21,00,000
02-140-20-04	Other penalties	3,14,29,000	2,50,00,000	4,14,12,000	4,20,00,000
12-140-11-03	Building Licence Fees	2,05,74,000	3,00,00,000	10,00,00,000	12,00,00,000
11-140-15-02	Demolition Charges	1,69,35,000	1,85,00,000	1,86,42,000	2,00,00,000
11-140-50-07	Burning/Burial ground charges	5,45,000	6,00,000	4,68,000	5,00,000
11-140-50-10	SWM - USER CHARGES	22,00,81,000	12,65,00,000	11,83,96,000	12,50,00,000
11-431-30-08	SWM USER CHARGES RECOVERABLE - ARREAR	6,13,86,000	13,00,00,000	10,28,00,000	11,00,00,000
11-140-50-88	Garbage/Debris collection	59,000	3,10,000	46,000	50,000
03-140-80-03	Law charges and Court cost Recoveries	33,62,000	20,00,000	84,00,000	90,00,000
02-140-40-04	Misc. Recoveries	52,06,000	60,00,000	-	10,00,000
11-140-40-02	Contractors/Suppliers/ Licensed Surveyors/ Plumbers/Others- Renewal Fees	78,000	1,50,000	41,000	1,00,000
11-140-40-01	Survey Fees	4,50,000	-	-	1,00,000
	Total (4)	54,25,51,000	60,47,00,000	50,36,77,000	55,04,50,000
Sale & Hire Charges					
02-150-12-01	Sale of stock & stores	-	-	-	-
02-150-12-02	Sale of Scrap	51,24,000	1,00,00,000	24,50,000	50,00,000
02-150-40-01	Hire Charges for Vehicles	29,61,000	3,00,00,000	1,84,41,000	1,20,00,000
42-150-10-03	Amma Unavagam-Sale Of Food	54,07,000	53,00,000	53,63,000	55,00,000
	Total (5)	1,34,92,000	4,53,00,000	2,62,54,000	2,25,00,000
Revenue Grants, Contribution and Subsidies					
03-160-10-03	Grants from State Government	5,80,70,000	14,00,00,000	5,76,80,000	6,00,00,000
03-160-10-02	Grant for natural calamities	-		-	
03-160-10-04	Devolution Fund (including State Finance Commission Fund)	1,20,49,49,000	1,11,25,21,000	1,16,45,54,000	1,16,45,54,000
	Total (6)	1,26,30,19,000	1,25,25,21,000	1,22,22,34,000	1,22,45,54,000
Income from Investments					
03-170-10-01	Interest on Investments / Fixed Deposits	1,08,76,000	1,33,65,000	1,10,00,000	1,70,00,000
03-170-20-01	Dividend on shares	90,000	45,000	90,000	90,000
	Total (7)	1,09,66,000	1,34,10,000	1,10,90,000	1,70,90,000
Interest Earned					
03-171-10-01	Interest from Bank	6,60,24,338	1,50,00,000	4,88,08,234	3,00,00,000
	Total (8)	6,60,24,338	1,50,00,000	4,88,08,234	3,00,00,000

Code	Account Head	As per Actuals 2023-24	As per Budget 2024-25	As per Revised Budget 2024-25	Budget 2025-26
Other Income					
02-180-10-01	Deposits Forfeited	10,56,000		-	-
02-180-11-01	Deposits Lapsed	17,93,87,000	1,20,00,000	12,33,31,000	10,00,00,000
03-180-80-01	Other Income	1,21,39,000	1,00,00,000	67,76,000	70,00,000
	Total (9)	19,25,82,000	2,20,00,000	13,01,07,000	10,70,00,000
Prior Period Item					
03-280-40-01	Prior Year Income	30,06,30,000	15,25,00,000	25,00,00,000	23,50,00,000
	Total (10)	30,06,30,000	15,25,00,000	25,00,00,000	23,50,00,000
Grand total (1 to 10)		3,78,25,12,290	3,52,17,20,665	3,79,86,47,645	3,92,39,68,350

REVENUE FUND CAPITAL INCOME

Code	Account Head	As per Actuals 2023-24	As per Budget 2024-25	As per Revised Budget 2024-25	Budget 2025-26
Grants , Contribution for specific purposes					
03-320-60-02	Prior Period Item - Smart City Grant	-	75,00,00,000	-	30,30,75,000
03-320-60-02	Smart City Grant	70,09,68,000	-	8,85,13,000	-
03-320-20-07	SSS Scheme Grant	16,54,67,000	30,00,00,000	5,05,04,000	23,50,00,000
03-320-10-01	15 CFC Grant	66,31,05,000	37,70,00,000	-	53,14,00,000
03-320-20-06	TURIP Scheme Grant	67,79,33,000	89,92,00,000	45,76,45,000	1,00,00,00,000
03-320-30-02	GRANTS FROM THE GOVERNMENT	6,23,07,000	1,00,00,000	1,42,80,000	1,31,00,000
03-320-30-02	Dormant fund	27,04,50,000	27,04,50,000	8,11,35,000	10,00,00,000
03-320-30-02	TNSUDP fund	50,83,000		-	3,36,00,000
03-320-80-02	M.P.FUND	1,28,94,000	2,57,30,000	1,77,48,000	2,50,00,000
03-320-10-04	Swach Bharath Mission Scheme Grant	2,30,12,000	82,75,00,000	27,17,000	5,00,00,000
03-320-30-02	Capital Grand Fund	10,11,60,000	33,79,00,000	14,71,20,000	25,00,00,000
03-320-80-03	M.L.A.FUND	4,66,43,000	3,55,00,000	1,91,06,000	3,00,00,000
03-320-30-02	I&A FUND	10,21,00,000	1,16,65,00,000	13,04,90,000	35,00,00,000
03-320-30-02	NSMT	31,40,72,000	42,48,00,000	17,92,99,000	10,00,00,000
03-320-30-02	SFC fund	50,83,96,000	55,14,00,000	51,82,54,000	41,80,00,000
03-320-10-03	AMRUT 2.0	80,64,000	1,00,00,000	-	89,00,000
03-320-10-01	NUHM	3,18,00,000	8,95,00,000	5,17,45,000	8,00,00,000
03-320-10-04	IHHL & SBM 2.0	-	25,00,000	-	25,00,000
03-320-30-02	SFC special Grant	6,83,93,000	7,73,07,000	5,47,14,000	1,15,00,00,000
03-320-30-02	Fencing Fund	48,75,000	30,00,000	-	2,00,00,000
03-320-80-07		-	32,61,00,000	-	21,62,35,000
03-320-30-02	Solar Project	-	30,15,00,000	-	30,15,00,000
	Total	3,76,67,22,000	6,78,58,87,000	1,81,32,70,000	5,21,83,10,000

REVENUE FUND REVENUE EXPENDITURE

Code	Account Head	As per Actuals 2023-24	As per Budget 2024-25	As per Revised Budget 2024-25	Budget 2025-26
Establishment Expenses					
51-210-10-01	Pay	37,34,50,000	53,00,00,000	37,37,75,000	40,11,00,000
51-210-10-04	Dearness Allowance	19,30,75,000	25,00,00,000	23,08,49,000	25,27,00,000
51-210-10-05	House Rent Allowance	2,44,76,000	2,50,00,000	2,43,62,000	2,75,00,000
51-210-10-06	City Comp. Allowance	40,35,000	45,00,000	39,53,000	45,00,000
51-210-10-07	Medical Allowance	39,22,000	40,00,000	37,72,000	40,00,000
51-210-10-08	Other Allowance	6,28,000	7,50,000	5,40,000	6,00,000
51-210-10-11	Bonus	26,46,000	30,00,000	23,78,000	25,00,000
51-210-20-06	Training programme Expenses	8,65,000	5,00,000	9,39,000	10,00,000
51-210-20-10	Health Insurance Local body contribution	18,73,000	30,00,000	87,33,000	90,00,000
51-210-20-14	Group Insurance scheme - Management contribution	17,31,000	25,00,000	18,00,000	20,00,000
51-210-20-04	Supply of uniforms	4,76,000	22,00,000	20,54,000	23,00,000
51-210-20-15	CPF Management Contribution	1,40,72,000	3,00,00,000	1,86,65,000	3,00,00,000
51-210-20-19	Conveyance Allowance	9,70,000	10,00,000	8,86,000	10,00,000
51-210-20-20	Washing Allowance	17,77,000	20,00,000	16,77,000	16,00,000
51-210-10-10	Wages - Others	7,00,67,000	2,00,00,000	3,36,78,000	3,50,00,000
51-210-30-01	Pensions	9,14,54,000	9,00,00,000	6,24,13,000	7,50,00,000
51-210-30-02	Family pension	2,20,01,000	3,00,00,000	2,22,37,000	3,00,00,000
51-210-30-05	Pensions contribution to Municipal Employees	-	5,00,000	-	5,00,000
51-210-30-06	Pension Contributions - Deputationists	-	5,00,000	-	5,00,000
51-210-30-04	Commuted Value of pension	2,01,99,000	3,00,00,000	1,05,00,000	3,00,00,000
51-210-40-04	Pensioner's Medical Aids	-	50,000	-	50,000
51-210-40-02	Death-Cum-Retirement Gratuity	3,58,61,000	4,00,00,000	1,57,44,000	3,00,00,000
51-210-20-01	Medical Reimbursement	-	2,00,000	-	2,00,000
51-210-20-02	Leave Travel Concession	-	2,00,000	-	2,00,000
51-210-40-03	Leave salary contributions	-	2,00,000	-	2,00,000
	Total (1)	86,35,78,000	1,07,01,00,000	81,89,55,000	94,14,50,000
Administrative Expenses					
02-220-10-04	Motor Vehicle Tax	27,87,000	8,00,000	5,00,000	10,00,000
02-220-11-01	Electricity consumption charges for office buildings	3,61,52,000	4,00,00,000	8,27,000	4,00,00,000
02-220-11-05	Computer Operational Expenses	3,35,000	10,00,000	6,90,000	30,00,000
02-220-12-01	Telephone charges	36,57,000	25,00,000	9,70,000	15,00,000
02-220-12-02	Internet charges	48,78,000	50,00,000	8,24,000	36,17,000
02-220-12-03	Postage and Telegram and Fax Charges	1,74,000	2,00,000	1,50,000	2,00,000
02-220-20-01	Books and Periodicals and Magazines	2,93,000	3,30,000	11,84,000	12,00,000

Code	Account Head	As per Actuals 2023-24	As per Budget 2024-25	As per Revised Budget 2024-25	Budget 2025-26
02-220-21-01	Stationery and Printing	1,30,84,000	2,00,00,000	1,21,41,000	2,00,00,000
02-220-30-01	Travel Expenses	11,68,000	15,00,000	9,70,000	15,00,000
02-220-30-04	Travel Expense - Municipal Council	-	10,00,000	-	10,00,000
02-220-40-01	Vehicle insurance	28,83,000	50,00,000	9,01,000	15,00,000
03-220-50-01	Statutory Audit Fees	37,41,000	50,00,000	40,15,000	42,25,000
02-220-51-01	Retainer Fees	-	10,00,000	5,42,000	10,00,000
02-220-51-02	Court Fees	72,000	3,85,000	1,66,000	2,00,000
02-220-51-04	Legal & Arbitration Expenses	4,25,000	15,00,000	4,18,000	10,00,000
02-220-51-05	Execution of Court Orders	10,00,000	10,00,000	64,84,000	25,00,000
02-220-52-02	Engineering Consultancy	12,45,000	30,00,000	26,08,000	68,10,000
02-220-52-03	Other Professional Charges	1,51,45,000	2,00,00,000	-	25,00,000
02-220-60-01	Advertisement charges	65,11,000	72,60,000	61,18,000	75,00,000
02-220-60-04	Organization of Festivals, functions	-	10,00,000	-	10,00,000
02-220-61-04	Honorarium To Councillors	43,75,000	75,00,000	75,00,000	75,00,000
02-220-80-01	Cash Awards & Prizes	48,000	10,00,000	1,60,000	5,00,000
02-220-80-04	Sitting Fees/ honorarium for the councillors and meeting expenses	7,64,000		-	-
02-220-80-03	Other Expenese	71,32,000	40,00,000	47,89,000	50,00,000
	Total (2)	10,58,69,000	12,99,75,000	5,19,57,000	11,42,52,000
Operations & Maintenance					
21-230-50-02	Repairs and maintenance - Road & Pavements - Black Topping and Asphalt	5,98,000	1,00,00,000	1,26,79,000	10,00,00,000
25-230-50-05	Repairs and Maintenance - Storm Water Drains, Open Drains and Culverts	38,14,000	13,00,00,000	94,26,000	1,30,00,000
02-230-52-02	Repairs and Maintenance - Buildings	56,09,000	5,00,00,000	1,77,44,000	2,00,00,000
22-230-50-06	Maintenance charges for Railways Crossings / Over Bridges	-		-	-
24-230-50-07	Maintenance Expenses for Street Lights	2,87,61,000	2,00,00,000	4,00,00,000	4,50,00,000
61-230-51-01	Maintenance of Gardens / Parks / Swimming Pools	-	50,00,000	-	50,00,000
02-230-52-01	Office Building - Maintenance	6,000	50,00,000	6,46,000	2,00,00,000
02-230-53-01	Light Vehicles - Maintenance	2,29,27,000	1,65,00,000	2,48,78,000	2,50,00,000
02-230-53-02	Heavy Vehicles - Maintenance	54,85,000	55,00,000	48,43,000	1,23,43,000
02-230-59-02	Repairs and Maintenance - Instruments , Plant & Machinery	30,50,000	3,00,00,000	40,18,000	60,00,000
02-230-40-02	Hire charges for Machineries/ Equipments	36,43,000	82,50,000	1,24,30,000	1,50,00,000
02-230-40-03	Hire Charges For Vehicles	3,99,44,000	3,30,00,000	1,80,63,000	2,50,00,000
02-230-59-03	Repairs and Maintenance - Electrical Fittings	10,79,000	20,00,000	-	20,00,000
24-230-10-03	Power Charges for Street Lights	27,48,08,000	6,00,00,000	1,66,40,000	23,58,67,000

Code	Account Head	As per Actuals 2023-24	As per Budget 2024-25	As per Revised Budget 2024-25	Budget 2025-26
35-230-30-04	Medicines & Hospital Needs	3,50,000	-	-	-
41-230-30-05	Sanitary Materials	95,34,000	2,50,00,000	21,22,000	51,00,000
42-230-51-04	Sanitary / Conservancy Expenses	60,42,18,000	96,00,00,000	94,91,00,000	1,20,80,00,000
35-230-80-05	Hospital expenses	-	11,00,000	9,86,000	11,00,000
35-230-80-05	Hospital expenses	-	-	-	-
32-230-80-21	Anti Filaria / Anti Malaria Operations	2,72,84,000	6,60,00,000	2,93,49,000	3,00,00,000
02-230-80-19	Maintenance for Amma Unavagam	2,02,51,000	2,52,00,000	1,51,35,000	2,00,00,000
02-230-80-20	Funeral Rites	9,10,000	25,00,000	9,75,000	15,00,000
07-230-30-02	Diesel	4,04,28,000	75,00,000	3,83,20,000	4,00,00,000
03-230-80-04	Fairs and Festivals	21,90,000	33,00,000	64,24,000	40,00,000
03-230-80-10	Running of Slaughter Houses	-	22,000	-	-
03-230-80-12	Running expenses of Crematoria	-	1,00,000	-	1,00,000
03-230-80-13	Animal Birth Control	20,78,000	50,00,000	41,15,000	55,00,000
03-230-50-13	Restoration of Road Cuts	55,000	5,00,000	-	5,00,000
03-230-80-16	Lapsed Deposit Refund	55,76,000	2,00,00,000	1,00,00,000	1,50,00,000
03-230-80-03	Removal of Debris	9,75,000	-	-	-
03-230-80-15	Testing & Inspection Charges	11,75,000	30,00,000	4,55,000	10,00,000
03-230-80-14	Natural Calamities	5,98,000	-	-	10,00,000
03-230-80-25	Operating Expenses - Common Kitchen	3,62,70,000	8,54,00,000	5,71,40,000	6,00,00,000
03-230-80-22	உரி » டிசு பராமசு	1,08,000	-	-	10,00,000
	Total (3)	1,14,17,24,000	1,57,98,72,000	1,27,54,88,000	1,91,80,10,000
Interest & Finance Charges					
02-240-30-01	Interest on Loans from TNUFIDCO	-	-	-	-
02-240-30-03	Interest on Loans from TNUIFSL	68,57,000	84,52,000	1,13,72,000	25,00,000
02-240-70-01	Bank charges	22,000	1,00,000	11,000	20,000
	Total (4)	68,79,000	85,52,000	1,13,83,000	25,20,000
Programme Expenses					
04-250-20-01	Own Programme	10,82,000	5,00,000	4,96,000	10,00,000
04-250-20-04	Health Disaster Relief Programme	-	50,00,000	-	10,00,000
04-250-10-01	Election Expenses	2,44,000	1,00,00,000	40,72,000	1,00,00,000
	Total (5)	13,26,000	1,55,00,000	45,68,000	1,20,00,000
Grants, Contribution and Subsidies					
03-260-20-04	TNIUS	13,00,000	6,00,000	6,00,000	6,00,000
03-260-20-06	Municipal Contribution	-	12,00,00,000	-	15,00,00,000
03-260-20-06	Municipal Contribution	-	32,61,00,000	-	21,62,35,000
03-260-30-01	IHHL	7,09,000	-	-	10,00,000
03-260-20-03	LPA	1,64,93,000	50,00,000	1,65,00,000	2,00,00,000
	Total (6)	1,85,02,000	45,17,00,000	1,71,00,000	38,78,35,000

Code	Account Head	As per Actuals 2023-24	As per Budget 2024-25	As per Revised Budget 2024-25	Budget 2025-26
Prior Period Item					
03-280-80-01	Previous year expenses	12,18,16,000	1,60,00,000	3,01,28,000	4,00,00,000
	Total (7)	12,18,16,000	1,60,00,000	3,01,28,000	4,00,00,000
Grand Total		2,25,96,94,000	3,27,16,99,000	2,20,95,79,000	3,41,60,67,000

REVENUE FUND CAPITAL EXPENDITURE

Code	Account Head	As per Actuals 2023-24	As per Budget 2024-25	As per Revised Budget 2024-25	Budget 2025-26
Fixed Assets					
06-410-10-01	Land -GROSS BLOCK	31,91,000	80,00,000	40,00,000	13,00,00,000
06-410-20-01	Buildings - GROSS BLOCK	38,82,86,000	1,84,75,00,000	30,88,53,000	64,00,00,000
22-410-30-02	Bridges and Flyovers - GROSS BLOCK	2,35,69,000	33,50,00,000	14,77,11,000	35,29,00,000
21-410-30-03	Roads & Pavements - Concrete - GROSS BLOCK	35,59,96,000	4,00,00,000	1,57,64,000	35,16,00,000
21-410-30-04	Roads & Pavements - Black Topped - GROSS BLOCK	2,09,24,30,000	2,61,73,00,000	2,00,80,82,000	2,50,00,00,000
25-410-31-01	Strom Water Drains, Open drains and Culverts - GROSS BLOCK	25,18,57,000	71,75,00,000	26,21,38,000	42,31,00,000
08-410-40-01	Plant and Machineries - GROSS BLOCK	2,95,99,000	7,30,00,000	3,69,74,000	5,00,00,000
02-410-50-01	Heavy Vehicles - GROSS BLOCK	5,38,01,000	2,50,00,000	-	6,58,00,000
02-410-50-02	Light Vehicles - GROSS BLOCK	-	2,60,00,000	3,99,000	2,80,00,000
02-410-50-03	Other Vehicles - GROSS BLOCK	-	50,00,000	-	-
02-410-60-03	Other equipments - GROSS BLOCK	-	1,00,00,000	2,50,00,000	1,00,00,000
02-410-31-01	Strom Water Drains, Open drains and Culverts - GROSS BLOCK	-	44,54,00,000	10,76,69,000	25,34,00,000
02-410-40-01	Plant and Machineries - GROSS BLOCK	-	30,85,00,000	-	30,15,00,000
02-410-70-01	Furniture Fixtures and Fittings - GROSS BLOCK	22,91,000	50,00,000	28,50,119	50,00,000
02-410-70-02	Electrical Installations - Lamps / Tube Light Fittings - GROSS BLOCK	-	15,00,00,000	2,96,69,000	10,55,00,000
02-410-70-03	Electrical Installations - Others - GROSS BLOCK	-	15,00,000	-	50,00,000
	Total (1)	3,20,10,20,000	6,61,47,00,000	2,94,91,09,119	5,22,18,00,000

Code	Account Head	As per Actuals 2023-24	As per Budget 2024-25	As per Revised Budget 2024-25	Budget 2025-26
Secured Loans					
03-330-30-01	Loan from Government	19,64,000	-	-	10,00,000
03-330-30-04	Loan From TNUIFSL	2,87,34,000	-	1,14,94,000	1,72,40,286
03-330-30-05	TNUDF	58,00,000	-	37,79,382	57,23,414
	Total (2)	3,64,98,000	-	1,52,73,382	2,39,63,700
	Grand total	3,23,75,18,000	6,61,47,00,000	2,96,43,82,501	5,24,57,63,700

WATER SUPPLY & DRAINAGE FUND

ABSTRACT OF INCOME AND EXPENDITURE

Account code	Code	As per Actuals 2021-2022	As per Budget 2022-23	As per Revised Budget 2022-23	As per Budget 2023-24
Revenue Income		Rs. in Lakhs			
Tax Revenue	110	5,038.30	4,947.53	5,776.57	6,436.80
Fees & User Charges	140	3,470.35	8,426.51	4,670.80	8,618.25
Sale & Hire Charges	150	11.30	0.20	-	-
Income from Investments	170	129.30	115.00	148.77	150.00
Other Income	180	1,662.66	1,210.00	1,311.88	1,203.00
Revenue Grants, Contribution and Subsidies	160	762.10	-	800.00	900.00
TOTAL		11,074.01	14,699.24	12,708.02	17,308.05
Capital Income					
Grants , Contribution for specific purposes	320	15,190.50	37,198.50	5,100.00	20,606.16
Secured Loans	330	3,226.00	3,601.00	825.00	17,576.00
TOTAL		18,416.50	40,799.50	5,925.00	38,182.16
Total Income		29,490.51	55,498.74	18,633.02	55,490.21
TOTAL					
Establishment Expenses	210	492.56	1,046.90	791.92	962.85
Administrative Expenses	220	9.69	38.70	16.27	24.85
Operations & Maintenance	230	4,635.86	11,529.00	6,929.47	11,698.50
Interest & Finance Charges	240	2,274.69	5,198.24	1,677.59	7,874.21
TOTAL		7,412.80	17,812.84	9,415.25	20,560.41
Capital Expenditure					
Fixed Assets	410	12,219.72	40,637.00	10,751.29	38,179.46
Secured Loan	330	2,992.58	1,067.09	945.77	1,209.03
TOTAL		15,212.30	41,704.09	11,697.06	39,388.49
Total Expenditure		22,625.10	59,516.93	21,112.31	59,948.90
Surplus		6,865.41	(4,018.19)	(2,479.29)	(4,458.69)

WATER SUPPLY & DRAINAGE FUND

REVENUE INCOME

Code	Account Head	As per Actuals 2023-24	As per Budget 2024-25	As per Revised Budget 2024-25	Budget 2025-26
Tax Revenue					
51-110-02-01	Water Supply and Drainage Tax - Residential	18,21,83,000	21,16,63,000	18,89,24,000	21,72,62,600
51-110-02-03	Water Supply and Drainage Tax - Industrial	9,87,39,000	11,02,35,000	12,50,27,000	14,37,81,050
51-110-02-04	Water Supply and Drainage Tax - Commercial	8,56,60,000	9,53,72,000	10,89,74,000	12,53,20,100
51-110-02-14	Water Supply and Drainage Tax - Vacant land	1,30,43,000	1,55,31,000	1,54,92,000	1,78,15,800
51-431-19-12	Water Supply and Drainage Tax - Recoverable - Residential - Arrears	5,03,67,000	2,92,63,000	5,85,40,000	4,95,00,000
51-431-19-14	Water Supply and Drainage Tax - Recoverable - Industrial - Arrears	1,74,71,000	64,01,000	1,92,00,000	2,00,00,000
51-431-19-13	Water Supply and Drainage Tax - Recoverable - Commercial - Arrears	2,36,12,000	79,19,000	3,20,00,000	3,50,00,000
51-431-19-15	Water Supply and Drainage Tax - Recoverable - Others - Arrears	3,27,55,000	1,83,69,000	2,95,00,000	3,50,00,000
	Total (1)	50,38,30,000	49,47,53,000	57,76,57,000	64,36,79,550
Fees & User Charges					
51-140-20-01	Penalty & Bank Charges For Dishonoured Cheques	1,95,000	1,50,000	1,25,000	1,50,000
51-140-50-04	Metered/ Tap rate water Charges	20,77,38,000	23,81,53,899	21,27,06,000	33,20,00,000
51-140-50-05	Water Charges - Water Supply Through Lorry	1,000	5,000	-	5,000
52-140-50-02	UGD monthly charges	69,60,000	10,00,00,000	75,00,000	17,28,00,000
51-140-70-01	Road Cutting Restoration Charge - Eb	25,56,000	30,00,000	38,50,000	30,00,000
51-140-70-02	Initial Amount for New Water Supply Connections	95,32,000	5,00,00,000	1,09,65,000	10,00,00,000
52-140-70-03	Initial Amount for Drainage Connections	16,32,000	27,50,00,000	1,14,38,000	12,56,70,000
51-140-70-04	Water Connection Charges	89,000	1,00,000	9,000	50,000
52-140-70-05	Under Ground Sewerage Connection Charges	10,23,000	5,00,00,000	10,000	1,00,000
51-140-70-15	Water Supply Inspection Charges	3,66,000	5,00,00,000	6,05,000	10,00,000
51-140-80-03	Misc. Recoveries	32,000	50,000	2,60,000	50,000
51-431-30-04	Water Charges Recoverable - Arrears	10,28,66,000	5,74,92,000	20,46,12,000	11,50,00,000
52-431-30-06	UGD Monthly charges Recoverable - Arrears	1,40,45,000	1,87,00,000	1,50,00,000	1,20,00,000
	Total (2)	34,70,35,000	84,26,50,899	46,70,80,000	86,18,25,000

Code	Account Head	As per Actuals 2023-24	As per Budget 2024-25	As per Revised Budget 2024-25	Budget 2025-26
Sale & Hire Charges					
51-150-40-01	Hire Charges for Vehicles	11,30,000	10,000	-	-
51-150-41-01	Hire Charges on Equipments	-	10,000	-	-
Total (3)		11,30,000	20,000	-	-
Income from Investments					
03-170-10-01	Interest on Investments / Fixed Deposits	53,88,000	40,00,000	54,99,000	60,00,000
03-171-10-01	Interest from Bank	75,42,000	75,00,000	93,78,000	90,00,000
Total (4)		1,29,30,000	1,15,00,000	1,48,77,000	1,50,00,000
Other Income					
03-180-80-01	Other Income	6,000	10,00,000	2,95,000	3,00,000
51-180-11-01	Deposits Lapsed	16,62,60,000	12,00,00,000	13,08,93,000	12,00,00,000
Total (5)		16,62,66,000	12,10,00,000	13,11,88,000	12,03,00,000
Revenue Grants, Contribution and Subsidies					
03-280-40-01	Prior year	7,62,10,000	-	8,00,00,000	9,00,00,000
Total (6)		7,62,10,000	-	8,00,00,000	9,00,00,000
Grand Total		1,10,62,71,000	1,46,99,03,899	1,27,08,02,000	1,73,08,04,550

WATER SUPPLY & DRAINAGE FUND

CAPITAL INCOME

Code	Account Head	As per Actuals 2023-24	As per Budget 2024-25	As per Revised Budget 2024-25	Budget 2025-26
Grants , Contribution for specific purposes					
03-320-80-02	M.P.Fund		30,00,000		30,00,000
03-320-80-03	M.L.A.Fund		50,00,000		50,00,000
03-320-80-05	Drought Relief Fund		25,00,000		
03-320-10-03	AMRUT Scheme (WATER SUPPLY)		31,10,00,000	40,00,00,000	20,52,00,000
03-320-10-03	AMRUT Scheme (UGD)	1,51,90,50,000	1,96,10,00,000	11,00,00,000	11,82,00,000
03-320-10-03	AMRUT Scheme (2.O)		48,00,00,000		75,00,00,000
03-320-20-02	ULB contribution AMRUT scheme (water supply)		0,79,00,000		20,03,00,000
03-320-20-02	ULB contribution AMRUT scheme (UGD)		1,18,00,000		27,66,00,000
03-320-10-01	15 th Central Finance Commission Fund (Water Supply For Missing Areas)		8,00,00,000		23,86,00,000
03-320-20-04	O & M grap filling fund		1,00,00,000		
03-320-20-02	Capital Grant Fund (SCADA)		11,33,00,000		18,25,00,000
03-320-20-02	Capital Grant Fund		3,43,50,000		
	Deposit from Highways				8,12,16,000
TOTAL		1,51,90,50,000	3,71,98,50,000	51,00,00,000	2,06,06,16,000
Secured Loans					
03-330-40-02	Loan from ADB (Water supply)	25,02,00,000	21,13,00,000	5,37,00,000	15,76,00,000
03-330-40-02	Loan from ADB (UGD)	7,24,00,000	2,88,00,000	2,88,00,000	
03-330-30-02	Loan from TUFIDCO				40,00,00,000
03-330-40-02	Loan From KFW (AMRUT-2.0- UGD)		12,00,00,000		20,00,00,000
03-330-70-01	Municipal bond				1,00,00,00,000
TOTAL		32,26,00,000	36,01,00,000	8,25,00,000	1,75,76,00,000
Total Income		1,84,16,50,000	4,07,99,50,000	59,25,00,000	3,81,82,16,000

WATER SUPPLY & DRAINAGE FUND

REVENUE EXPENDITURE

Code	Account Head	As per Actuals 2023-24	As per Budget 2024-25	As per Revised Budget 2024-25	Budget 2025-26
Establishment Expenses					
51-210-10-01	Pay	3,41,14,000	4,00,00,000	3,30,00,000	3,50,00,000
51-210-10-04	Dearness Allowance	1,11,73,000	2,25,00,000	1,26,61,000	2,20,50,000
51-210-10-05	House Rent Allowance	10,70,000	15,00,000	11,15,000	13,00,000
51-210-10-06	City Comp. Allowance	1,75,000	2,00,000	1,70,000	2,00,000
51-210-10-07	Medical Allowance	1,23,000	1,50,000	1,15,000	1,50,000
51-210-10-08	Other Allowance	32,000	50,000	31,000	50,000
51-210-10-11	Bonus	2,07,000	50,000	1,85,000	2,00,000
51-210-20-14	Group Insurance scheme - Management contribution	2,78,000	3,00,000	2,80,000	3,00,000
51-210-20-15	CPF Management Contribution	9,94,000	15,00,000	16,00,000	20,00,000
51-210-20-19	Conveyance Allowance	5,000	5,000	5,000	5,000
51-210-20-20	Washing Allowance	29,000	35,000	30,000	30,000
51-210-10-10	Wages - Others	10,56,000	3,84,00,000	3,00,00,000	3,50,00,000
Total(1)		4,92,56,000	10,46,90,000	7,91,92,000	9,62,85,000
Administrative Expenses					
02-220-10-04	Motor Vehicle Tax	75,000	3,70,000	2,00,000	2,20,000
02-220-40-01	Vehicle insurance	2,76,000	5,00,000	2,00,000	2,15,000
02-220-51-02	Court Fees	-	1,00,000	-	1,00,000
02-220-60-01	Advertisement charges	6,18,000	2,00,000	2,27,000	2,50,000
02-220-52-02	Engineering Consultancy	-	1,00,000	-	1,00,000
02-220-52-03	Other Professional Charges	-	25,00,000	10,00,000	15,00,000
02-220-80-03	Other Expense	-	1,00,000	-	1,00,000
Total(2)		9,69,000	38,70,000	16,27,000	24,85,000
Operations & Maintenance					
51-230-50-09	Maintenance Expenses - Water Supply	11,82,27,000	16,81,00,000	10,00,00,000	14,00,00,000
02-230-53-01	Light Vehicles - Maintenance	-		-	12,00,000

Code	Account Head	As per Actuals 2023-24	As per Budget 2024-25	As per Revised Budget 2024-25	Budget 2025-26
02-230-53-02	Heavy Vehicles - Maintenance	27,07,000	30,00,000	7,00,000	21,50,000
02-230-59-02	Other Vehicles - Maintenance	-	2,00,000	-	2,00,000
51-230-10-02	Power Charges for Water Head Works / Pumping Stations / Booster Stations	9,12,89,952	13,00,00,000	11,70,47,411	26,25,00,000
51-230-40-01	Hire charges for supply of Water through Private Lorries / Tankers	92,19,000	95,00,000	40,00,000	1,92,00,000
51-230-50-10	Maintenance Expenses - Sewerage works	15,31,000	12,60,00,000	1,20,00,000	18,35,00,000
51-230-50-11	Maintenance Charges to TWAD Board/ Metro Water Board	18,65,95,000	70,00,00,000	45,00,00,000	54,40,00,000
51-230-50-13	Restoration of Road Cuts	4,86,67,000	10,00,000	-	20,00,000
07-230-30-02	Diesel	51,76,000	90,00,000	80,00,000	1,00,00,000
51-230-80-15	Testing & Inspection Charges	-	1,00,000	-	1,00,000
03-230-80-16	Lapsed Deposit Refund	1,74,000	60,00,000	12,00,000	50,00,000
TOTAL (3)		46,35,85,952	1,15,29,00,000	69,29,47,411	1,16,98,50,000
Interest & Finance Charges					
02-240-70-01	Bank charges	25,000	50,000	5,000	10,000
02-240-60-02	மாநகராட்சி கடன் பத்திரங்கள் மீதான வட்டி				10,00,00,000
02-240-30-05	Interest on Loans from ADB (WATER SUPPLY)	7,17,44,273	8,01,12,000	7,82,28,000	8,88,00,000
02-240-30-05	Interest on Loans from ADB (UGD)	5,23,45,718	6,14,12,000	2,34,65,000	5,51,50,000
02-240-30-01	Interest on Loans from TUFIDCO	7,05,77,837	5,73,50,000	6,35,61,000	6,35,61,000
03-260-20-06	ULB contribution (scheme and capital fund)	-	31,97,00,000	-	47,69,00,000
03-280-80-01	Prior year Expenses	3,27,76,000	12,00,000	25,00,000	30,00,000
TOTAL (4)		22,74,68,828	51,98,24,000	16,77,59,000	78,74,21,000
Grand Total		74,12,79,780	1,78,12,84,000	94,15,25,411	2,05,60,41,000

WATER SUPPLY & DRAINAGE FUND CAPITAL EXPENDITURE

Code	Account Head	As per Actuals 2023-24	As per Budget 2024-25	As per Revised Budget 2024-25	Budget 2025-26
Fixed Assets					
25-410-31-02	Drainage and Sewerage pipes , Conduits, Channels etc. - GROSS BLOCK	18,53,45,000	2,70,16,00,000	49,47,85,000	2,34,48,00,000
51-410-32-01	Water Supply - Head Works, OHT etc. and Water Supply Mains - GROSS BLOCK	-	15,00,00,000		10,50,46,000
51-410-32-02	Ground Water Wells/ Deep Bore Wells - GROSS BLOCK	4,27,19,000	1,05,00,000	1,60,30,000	80,00,000
51-410-32-03	Reservoirs - GROSS BLOCK		5,00,00,000		11,92,00,000
08-410-40-01	Tools & Plant - GROSS BLOCK		11,33,00,000		4,79,00,000
51-410-32-01	Ground Water Wells/ Deep Bore Wells - GROSS BLOCK	99,39,08,000	1,02,83,00,000	56,43,14,000	1,18,50,00,000
02-410-50-02	Light Vehicles - GROSS BLOCK		20,00,000		20,00,000
02-410-60-01	Office equipments - GROSS BLOCK		30,00,000		30,00,000
02-410-70-03	Electrical Installations -Others - GROSS BLOCK		50,00,000		30,00,000
	Total(1)	1,22,19,72,000	4,06,37,00,000	1,07,51,29,000	3,81,79,46,000
Secured Loans					
03-330-30-02	Loan from TUFIDCO	9,35,11,107	9,00,00,000	9,00,00,000	9,00,00,000
03-330-40-02	Loans from ADB	20,57,46,766	1,67,09,000	45,77,461	3,09,02,668
	Total(2)	29,92,57,873	10,67,09,000	9,45,77,461	12,09,02,668
	Grand Total (1+2)	1,52,12,29,873	4,17,04,09,000	1,16,97,06,461	3,93,88,48,668

EDUCATION FUND

ABSTRACT OF INCOME EXPENDITURE

Account code	Code	As per Actuals 2023-24	As per Budget 2024-25	As per Revised Budget 2024-25	Budget 2025-26
Revenue Income				Rs. in lakhs	
Tax Revenue	110	674.93	661.71	781.58	859.38
Fees & User Charges	140	-	1.00	-	-
Income from Investments	170	6.70	3.00	6.70	7.00
Other Income	180	6.98	3.25	6.50	8.00
Grants , Contribution for specific purposes	320	-	341.65	-	-
Total		688.61	1,010.61	794.78	874.38
Capital Income					
Grants , Contribution for specific purposes	320	242.19	1,436.00	1,308.99	4,420.00
Total		242.19	1,436.00	1,308.99	4,420.00
Grand Total		930.80	2,446.61	2,103.77	5,294.38
Revenue Expenditure					
Administrative Expenses	220	98.31	140.00	92.89	157.50
Operations & Maintenance	230	10.19	593.15	61.49	252.50
Total		108.50	733.15	154.38	410.00
Capital Expenditure					
Fixed Assets	410	291.72	1,636.00	1,515.69	4,820.00
Total		291.72	1,636.00	1,515.69	4,820.00
Total Expenditure		400.22	2,369.15	1,670.07	5,230.00
Surplus		530.58	77.46	433.70	64.38

EDUCATION FUND

Code	Account Head	As per Actuals 2023-24	As per Budget 2024-25	As per Revised Budget 2024-25	Budget 2025-26
REVENUE INCOME					
Tax Revenue					
82-110-06-01	Education Tax - Residential	2,44,05,000	2,83,53,000	2,53,08,000	2,91,04,200
82-110-06-03	Education Tax - Industrial	1,32,27,000	1,47,66,000	1,67,48,000	1,92,60,200
82-110-06-02	Education Tax - Commercial	1,14,76,000	1,27,75,000	1,45,98,000	1,67,87,700
82-110-06-04	Education Tax - Vacant Sites	17,47,000	20,80,000	20,75,000	23,86,250
82-431-19-21	Education Tax - Recoverable - Residential - Arrears	67,47,000	38,20,000	85,00,000	90,00,000
82-431-19-23	Education Tax - Recoverable - Industrial - Arrears	23,40,000	8,57,000	28,50,000	30,00,000
82-431-19-22	Education Tax - Recoverable - Commercial - Arrears	31,63,000	10,60,000	35,79,000	37,00,000
82-431-19-24	Education Tax - Recoverable - Vacant Sites - Arrears	43,88,000	24,60,000	45,00,000	27,00,000
	TOTAL 1)	6,74,93,000	6,61,71,000	7,81,58,000	8,59,38,350
Fees & User Charges					
03-140-80-03	Misc. Recoveries	-	1,00,000		-
	TOTAL (2)	-	1,00,000	-	-
Interest Earned					
03-171-10-01	Interest from Bank	6,70,000	3,00,000	6,70,000	7,00,000
	TOTAL (3)	6,70,000	3,00,000	6,70,000	7,00,000
Other Income					
03-180-80-01	Other Income	3,38,000	25,000	2,75,000	3,00,000
03-180-11-01	Deposits Lapsed	3,60,000	3,00,000	3,75,000	5,00,000
	TOTAL (4)	6,98,000	3,25,000	6,50,000	8,00,000
Grants , Contribution for specific purposes					
82-320-30-02	Contributions From The Government (PTMGR Noon Meal scheme)		3,41,65,000	-	
	TOTAL (5)	-	3,41,65,000	-	-
	Grand Total	6,88,61,000	10,10,61,000	7,94,78,000	8,74,38,350

Code	Account Head	As per Actuals 2023-24	As per Budget 2024-25	As per Revised Budget 2024-25	Budget 2025-26
REVENUE EXPENDITURE					
Establishment Expenses					
82-210-10-10	Wages - Others	95,91,000	1,20,00,000	80,28,000	1,26,00,000
82-220-11-01	Electricity consumption charges for office buildings	2,40,000	19,00,000	12,15,000	30,00,000
82-220-60-01	Advertisement charges	-	1,00,000		1,00,000
82-220-80-01	Prize and Awards	-	-	46,000	50,000
	TOTAL	98,31,000	1,40,00,000	92,89,000	1,57,50,000
Operations & Maintenance					
82-230-52-02	Repairs and Maintenance - Buildings	8,68,000	2,50,00,000	57,45,000	2,50,00,000
82-230-80-16	Lapsed Deposit Refund	-	1,50,000	4,04,000	1,50,000
83-260-10-02	PTMGR Noon Meal scheme - Grant	-	3,41,65,000	-	-
82-230-80-15	Testing and Research	1,51,000		-	1,00,000
	TOTAL	10,19,000	5,93,15,000	61,49,000	2,52,50,000
	Grand Total	1,08,50,000	7,33,15,000	1,54,38,000	4,10,00,000
CAPITAL INCOME					
Grants , Contribution for specific purposes					
06-320-20-07	Contributions From Private Parties	1,05,54,000	50,00,000	1,86,00,000	2,00,00,000
03-320-30-02	Grant from Government	70,55,000	13,36,00,000	11,00,49,000	41,70,00,000
03-320-80-03	Contributions From Private Parties	66,10,000	50,00,000	22,50,000	50,00,000
	TOTAL	2,42,19,000	14,36,00,000	13,08,99,000	44,20,00,000
CAPITAL EXPENDITURE					
Fixed Assets					
06-410-20-01	Buildings - GROSS BLOCK	2,91,72,000	13,36,00,000	15,15,69,000	47,70,00,000
06-410-70-01	Buildings - GROSS BLOCK		3,00,00,000		50,00,000
	TOTAL	2,91,72,000	16,36,00,000	15,15,69,000	48,20,00,000
	Surplus / Deficit	5,30,58,000	77,46,000	4,33,70,000	64,38,350

ANNEXURE - VII

Indicative Covenants

An indicative list of covenants is set forth below:

1. Affirmative Covenants

The Issuer shall, at all times until the Final Settlement Date:

- 1.1 utilise the funds raised through the Issue solely towards the Purpose, subject to fulfilling the requirements set out in the Debenture Trust Deed;
- 1.2 comply with all Applicable Laws which are applicable to the Issuer (including, without limitation, the Act, the SEBI Municipal Debt Regulations, and the circulars and rules issued in terms thereof including, any laws which become applicable as a result of this Issue or as a result of using the proceeds hereof for the Purpose and shall keep in full force and effect all consents, authorisations, Government Approvals for entry into and performance of its obligations under the Transaction Documents;
- 1.3 keep proper books of account as required by Applicable Law and make true and proper entries therein of all dealings and transactions of and in relation to the Debentures and keep the said books of account and all other books, registers and other documents relating to the affairs of the Issuer at its office and the Issuer will ensure that the same shall at reasonable times be open for inspection by the Debenture Trustee and such person or persons, as the Debenture Trustee shall, from time to time, in writing for that purpose appoint;
- 1.4 discharge and perform all its obligations and covenants as undertaken by it in terms of any of the other Transaction Documents and shall ensure that its obligations under the Transaction Documents shall rank above and prior to all its other present and future obligations, in terms of the Debenture Trust Deed;
- 1.5 carry on and conduct its business with due diligence and efficiency and in accordance with sound technical, managerial and financial standards and business practices with qualified and experienced management and personnel and duly and punctually pay any rent, rate, cess, revenue impost, duty, tax, premium, payables and outgoing which become lawfully payable by the Issuer including in respect of the assets of the Issuer or any part thereof;
- 1.6 promptly and expeditiously attend to and redress the grievances, if any, of the Debenture Holders and shall be registered on the SEBI Complaints Redress System (SCORES) platform or such other electronic platform or system as may be prescribed from time to time in order to handle investor complaints electronically. The Issuer further undertakes that it shall promptly comply with the suggestions that may be given in this regard, from time to time, by the Debenture Trustee and shall advise the Debenture Trustee periodically of the compliance;
- 1.7 ensure all amounts deposited in the Collection Accounts are transferred to the Escrow Account;
- 1.8 ensure that the accounts of the Issuer are prepared in accordance with the National Municipal Accounts Manual or such other similar municipal accounts manual adopted by the GoTN and that the accounts of the Issuer are audited by the persons appointed by the Issuer, as permissible under the Act;
- 1.9 ensure that the bank account of the Issuer wherein the proceeds of the Issue have been received and the payment accounts are audited by persons appointed by the Issuer within 90 (Ninety) days of the end of each financial year and the reports generated in respect of such audit shall be promptly shared with the Debenture Trustee;
- 1.10 the Issuer shall ensure that the payment accounts are maintained with a scheduled commercial bank which has been assigned a credit rating of at least AA+ by 2 (Two) rating agencies ("Rating Criteria"). In case, at any point of time, the rating of senior debt of the Bank falls below AA+ by any rating agency the Issuer shall, with the written consent of Debenture Trustee, move the funds to any other bank satisfying the rating criteria;
- 1.11 the Issuer shall create and maintain a reserve to be called the Recovery Expense Fund as per the provisions of and in the manner provided in the SEBI (Debenture Trustees) Regulations, 1993, the SEBI Master Circular on Debenture Trustees and any guidelines and regulations issued by SEBI, as applicable. The Issuer shall submit to the trustee certificate duly certified by the statutory auditors/independent chartered accountant/letter from designated stock exchange certifying creation and the form of such Recovery Expense Fund by the Issuer, as per the Applicable Law. The balance in the Recovery Expense Fund shall be refunded to the Issuer on repayment of obligations to the debenture holders for which a 'No Objection Certificate (NOC)' shall be issued by the debenture trustee(s) to the designated stock exchange. The debenture trustee(s) shall satisfy that

there is no 'default' on any other listed debt securities of the Issuer before issuing the said NOC;

- 1.12 The Issuer shall furnish to the Debenture Trustee all information/ documents required to be submitted to the Debenture Trustee, to enable it to carry out the due diligence in terms of SEBI Master Circular on Debenture Trustee bearing reference number SEBI/HO/DDHS-PoD- 1/P/CIR/2025/117 dated August 13, 2025;
- 1.13 The Issuer shall supply to the Trustee (sufficient copies for all Debenture Holder(s) if the Trustee so requests) half yearly un-audited financial results within forty-five (45) days of the end of the first half year and the audited financial statements for the financial year (including statutory auditors report, directors' annual report, profit and loss accounts and a balance sheet) by no later than 60 (sixty) days from the end of the relevant financial year;
- 1.14 The Issuer shall ensure that the property tax (or any other tax levied in place of property tax as per Section 255 of the Tamil Nadu Urban Local Bodies Act, 1998) and fees and user charges is collected / pooled in the Collection Accounts.

2. Information Covenants

The Issuer hereby covenants with the Debenture Trustee that (except as may be previously agreed in writing by the Debenture Trustee):

- 2.1 the Issuer shall ensure that the property tax (or any other tax levied in place of property tax as per Section 255 of the Tamil Nadu Urban Local Bodies Act, 1998), collected by the Issuer, shall be transferred on daily basis to the Escrow Account and shall inform to the Debenture Trustee on such transfer being made to the Escrow Account every month. On the last Business Day of the Month, the amounts required are to be transferred to the IPA and SFA. However, the Issuer, with the prior written consent of the Debenture Trustee, can transfer the Minimum Balance maintained in Escrow Account to the IPA and SFA on any day prior to the Transfer Date. The Issuer shall provide relevant documents/ information, as applicable, to enable the Debenture Trustee(s) to conduct continuous and periodic due diligence and monitoring of Security created. The Issuer shall submit the following reports/ certification within the timelines mentioned below (as applicable):

Reports/Certificates	Timelines for submission requirements by Issuer to Debenture Trustee	Timeline for submission of reports/ certifications by Debenture Trustee to stock exchange
A statement of value of pledged securities	Quarterly basis within 60 days from end of each quarter or within such timelines as prescribed under Applicable Law	Quarterly basis within 75 days from end of each quarter or within such timelines as prescribed under Applicable Law. For the last quarter in a financial year, the timeline for submission shall be 90 (ninety) days from the end of the quarter.
A statement of value for Debt Service Reserve Account or any other form of security offered		

- 2.2 the Issuer shall furnish a report to the Debenture Trustee on a quarterly basis, within 30 (Thirty) days from the end of each quarter, containing the following particulars:
 - a. *Updated list of names and addresses of the Debenture Holder(s);*
 - b. *Details of Coupon due but unpaid and reasons for non-payment thereof; and*
 - c. *The number and nature of grievances received from the Debenture Holder(s), grievances resolved by the Issuer and those grievances not yet resolved and the reasons for the same;*
- 2.3 the Issuer shall furnish a report to the Debenture Trustee, the Rating Agencies and NSE on a half- yearly basis within 30 (Thirty) days from the end of each half-year, containing the following particulars:
 - a. *Certificate from the statutory auditor of the Issuer on the utilisation of the proceeds of the Issue for the execution of the Projects;*
 - b. *A report containing status of implementation of the ongoing Projects which are being financed by the proceeds of the Issue along with reasons for delay, if any and the amount of utilisation of issue proceeds related to such Projects as stated in the Placement Memorandum;*
 - c. *details with respect to the development of the Projects along with certifications from the relevant project engineers, as applicable;*
 - d. *The occurrence of any event which constitutes a Material Adverse Change;*
 - e. *Any proposal for prepayment of the Debentures, valuation of the Debentures in case of sale/purchase before*

the Maturity Dates etc;

- f. Compliance of the Issuer with the financial covenants set out in the Debenture Trust Deed;*
- g. The half yearly returns of the Issuer on the servicing of the Debentures, the credit enhancement facilities(as applicable) and the number and nature of grievances received from the Debenture Holder(s), grievances resolved by the Issuer and those grievances not yet resolved and the reasons for the same (including details of the number of complaints pending at the beginning of the half year, the number of complaints received during the half year, the number of complaints disposed of during the half year and the number of complaints pending at the end of the half year); and*
- h. A certificate issued by the statutory auditor certifying that the Issuer is servicing the Debentures timely and on the relevant Due Dates;*
- i. A certificate from the statutory auditor of the Issuer certifying the compliance with the covenants of the Debenture Trust Deed*

- 2.4 the Issuer shall submit to the Debenture Trustee, for every successive period of 1 (One) year from the date of the first credit rating letters from the Rating Agencies, a fresh credit rating letter assigning a credit rating to the Debentures;
- 2.5 the Issuer shall submit to the Debenture Trustee and the Debenture Holders the soft copies of full annual reports to the Debenture Holders who have registered their e-mail address for such purpose and the hard copy of the full annual reports to those Debenture Holders who request for the same;
- 2.6 the Issuer shall submit a certificate to the Debenture Trustee and to NSE, within 1 (One) Working Day of each Due Date, intimating the status of payment of the Obligations on the relevant Due Date;
- 2.7 the Issuer shall provide a written intimation to NSE of atleast 7 (Seven) Working days (excluding the date of intimation and the Record Date) of the Record Date, specifying the purpose of the Record Date;
- 2.8 the Issuer shall disclose the balances in the payment accounts and the general fund account(s) of the Issuer along with notes pertaining to transfers made to/from these accounts, to the Debenture Trustee and NSE within 45 (Forty Five) calendar days from end of each financial quarter;
- 2.9 the Issuer shall submit to the Debenture Trustee and NSE, its unaudited financial results and the comparative information for the immediately preceding corresponding half year which have been taken on record by the relevant committee/ general board of the Issuer on a half-yearly basis, forthwith when the same are available but in any event within 45 (Forty Five) days from end of first half-year;
- 2.10 the Issuer shall submit to the Debenture Trustee and NSE, its duly audited annual financial statements along with the annual report of the Issuer and the comparative information for the immediately preceding financial year which have been taken on record by the relevant committee/ general board of the Issuer, forthwith upon completion of such audit and in any event within 60 (Sixty) days from end of the financial year along with audit report. The comparative information required to be submitted by the Issuer and the annual report shall consist of all the details required in terms of Applicable Law (including, without limitation, the circular issued on 'Continuous disclosures and compliance by issuers under SEBI (Issue and Listing of Debt Securities by Municipalities) Regulations, 2015 by SEBI dated June 19, 2017 and bearing reference no. CIR/IMD/DF1/60/2017 read with the circular on Continuous disclosures and compliances by listed entities under SEBI (Issue and Listing of Municipal Debt Securities) Regulations, 2015 issued by SEBI dated November 13, 2019 and bearing reference no. SEBI/HO/DDHS/CIR/P/134/2019, as amended from time to time;
- 2.11 the Issuer shall promptly provide a written notice to the Debenture Trustee on the occurrence of any event which constitutes a Material Adverse Change;
- 2.12 the Issuer shall promptly provide a written notice to the Debenture Trustee on any change in the composition of the Issuer;
- 2.13 the Issuer shall provide written notice to the Debenture Trustee and NSE, of its intention to raise funds through debt securities (either through a public issue or on private placement basis) prior to the meeting of the standing committee/ general board of the Issuer wherein the proposal to raise funds through new debt securities shall be considered;
- 2.14 the Issuer shall provide written notice to the Debenture Trustee and NSE, of all events or information having a bearing on the performance/ operation of the Issuer, material or price sensitive information or any action that shall affect the payment of Coupon or redemption of debt securities including, without limitation, the events set out in the Annexure I to the circular issued by SEBI dated June 19, 2017 and bearing reference no. CIR/IMD/DF1/60/2017 read with the circular issued by SEBI dated November 13, 2019 and bearing

reference no. SEBI/HO/DDHS/CIR/P/134/2019, as amended from time to time, as soon as reasonably possible but in any event no later than 24 (Twenty Four) hours from the occurrence of such event or information;

- 2.15 in the event that the credit rating assigned by any rating agency is revised due to any reason, the Issuer shall intimate the Debenture Trustee, the NSE and each of the Debenture Holders, in writing of such revision, the reasons for such revision and the steps proposed to be taken for recovering the rating in case of a downgrade of the credit rating, promptly;
- 2.16 the Issuer shall provide to the Debenture Trustee such information as may be required by the Debenture Trustee for the effective discharge of the duties and obligations of the Debenture Trustee, from time to time; and upon there being any change in the credit rating assigned to the Debentures, as soon as reasonably practicable thereafter, a letter notifying the Trustee of such change in the credit rating of the Debentures, and further also inform the Debenture Trustee promptly in case there is any default in timely payment of interest or redemption amount or both, or there is a breach of any covenants, terms or conditions by the Issuer in relation to the Debentures under any Transaction Documents.
- 2.17 In case of initiation of forensic audit (by whatever name called) in respect of the Issuer, the Issuer shall provide following information and make requisite disclosures to the stock exchanges:
 - a. the fact of initiation of forensic audit along-with name of entity initiating the audit and reasons for the same, if available; and*
 - b. final forensic audit report (other than for forensic audit initiated by regulatory / enforcement agencies) on receipt by the Issuer along with comments of the management, if any*
- 2.18 The Issuer shall, whenever required by the Debenture Trustee, give full particulars to the Debenture Trustee of the Hypothecated Property (*as defined in the Debenture Trust Deed*) and shall furnish and verify all statements, reports, certificates and information from time to time as reasonably required by the Debenture Trustee in relation to the Hypothecated Property and make, furnish and execute all necessary documents for creation and perfection of security.

Without prejudice to the aforesaid, the Issuer shall ensure that it provides and procures all information, representations, confirmations and disclosures as may be required in the sole discretion of the Debenture Trustee to carry out the requisite diligence in connection with the issuance and allotment of the Debentures, in accordance with the relevant laws/ Applicable Law.

3. Negative Covenants

At all times until the Final Settlement Date, the Issuer shall not, without the prior written consent of the Debenture Trustee (acting upon the instructions of the Majority Debenture Holders):

- 3.1 create any encumbrance over the Hypothecated Property except as permitted under the Transaction Documents;
- 3.2 enter into any agreement or commitment of any sort, the terms of which conflicts with the provisions of the Transaction Documents;
- 3.3 Close the Collection Accounts and/or collect property tax (or any other tax levied in place of property tax as per Section 255 of the Tamil Nadu Urban Local Bodies Act, 1998) and fees and user charges in any other account;
- 3.4 Abolish, alter or reduce the property tax levied by the Issuer.
- 3.5 undertake or enter into any transaction of merger, de-merger, consolidation, re-organization or compromise with its creditors.