

**Brickwork Ratings assigns an Issuer rating of BWR B+ (Outlook: Stable) to Dumka Nagar Parishad.**

Entity	Rating Type	Rating
Dumka Nagar Parishad	Issuer	BWR B+ (Pronounced as BWR Single B plus) (Outlook : Stable)

\* Please refer to BWR website [www.brickworkratings.com/](http://www.brickworkratings.com/) for definition of the ratings

The rating reflects moderate economic base, favorable legislative framework, proximity to major commercial & administrative centers, high literacy rate, and year on year growth in the revenues. These rating strengths are partially offset by low level of revenues, consistent revenue deficit, lack of large and medium scale industries, substantial shortfalls as against the benchmark levels of service lines as stipulated by MOUD, large requirement of infrastructure investments and increasing dependence on state and central government grants.

**Rationale/Description of Key Rating Drivers/Rating sensitivities:**

Dumka Nagar Parishad has an average literacy rate of 79.76%, higher than the national average of 74.04%. It is well connected to the capital city and other important urban centers. Dumka is rich in mineral and forest resources. There are a number of small-scale stone crusher and rice mill units developed in Dumka. Households with water supply connections remain low, absence of sewerage and formal urban transport system, inadequate infrastructure for solid waste collection segregation and treatment are key shortfalls. Improvement in delivery of civic services, tax revenue base, timely receipt of grants would be among the key rating sensitivities.

**About the Municipality**

Dumka Nagar Parishad (DNP) was established in the year 1903. Dumka is one of the oldest districts and sub capital of Jharkhand state. Dumka Nagar Parishad's population was 47,584 according to Census of India 2011 with an area of 6.12 square kilometre.

**Financial Position – Dumka Nagar Parishad**

Revenue receipts (RR) of Dumka Nagar Parishad is mainly contributed by Taxes and Fees & User Charges, accounting around 58%. Nagar Parishad reported revenue deficit of Rs 0.18 Cr during FY15 against revenue deficit of Rs 1.52 Crs in FY14.

Analytical Contacts	Media
<b>Vipula Sharma</b> Deputy General Manager <a href="mailto:analyst@brickworkratings.com">analyst@brickworkratings.com</a>	<a href="mailto:media@brickworkratings.com">media@brickworkratings.com</a>
	<b>Relationship Contact</b> <a href="mailto:bd@brickworkratings.com">bd@brickworkratings.com</a>
<b>Phone: 1-860-425-2742</b>	

### **For print and digital media**

The Rating Rationale is sent to you for the sole purpose of dissemination through your print, digital or electronic media. While it may be used by you acknowledging credit to BWR, please do not change the wordings in the rationale to avoid conveying a meaning different from what was intended by BWR. BWR alone has the sole right of sharing (both direct and indirect) its rationales for consideration or otherwise through any print or electronic or digital media.

### **Note on complexity levels of the rated instrument:**

BWR complexity levels are meant for educating investors. The BWR complexity levels are available at [www.brickworkratings.com/download/ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf) Investors queries can be sent to [info@brickworkratings.com](mailto:info@brickworkratings.com).

### **About Brickwork Ratings**

Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, has also been accredited by RBI and empaneled by NSIC, offers Bank Loan, NCD, Commercial Paper, MSME ratings and grading services. NABARD has empaneled Brickwork for MFI and NGO grading. BWR is accredited by IREDA & the Ministry of New and Renewable Energy (MNRE), Government of India. Brickwork Ratings has Canara Bank, a Nationalized Bank, as its promoter and strategic partner.

BWR has its corporate office in Bengaluru and a country-wide presence with its offices in Ahmedabad, Chandigarh, Chennai, Guwahati, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations. BWR has rated debt instruments/bonds/bank loans, securitized paper of over ₹ 9,30,000 Cr. In addition, BWR has rated about 5000 MSMEs. Also, Fixed Deposits and Commercial Papers etc. worth over ₹19,700 Cr have been rated. Brickwork has a major presence in rating of nearly 100 cities.

### **DISCLAIMER**

Brickwork Ratings (BWR) has assigned the rating based on the information obtained from the issuer and other reliable sources, which are deemed to be accurate. BWR has taken considerable steps to avoid any data distortion; however, it does not examine the precision or completeness of the information obtained. And hence, the information in this report is presented “as is” without any express or implied warranty of any kind. BWR does not make any representation in respect to the truth or accuracy of any such information. The rating assigned by BWR should be treated as an opinion rather than a recommendation to buy, sell or hold the rated instrument and BWR shall not be liable for any losses incurred by users from any use of this report or its contents. BWR has the right to change, suspend or withdraw the ratings at any time for any reasons.