

No: IPI/P-6/Policy/3/2012 / 440

Dt: 13 Feb, 2014

OFFICE ORDER (8/2014)

Sub: Review of existing provisions related to deduction of cost of land on cancellation of allotment/surrender of allotted plot.

The IDC vide item (9) of its meeting held on 4th February, 2014 has accorded approvals as under;

1. In cases of cancellation/surrender of plot, the deduction of land cost shall be made @ 10% of the net cost of plot/land where the rate of allotment is upto Rs. 2000/- per sqm. irrespective of plots allotted by normal procedure or through auction and whether the industrial area is saturated/unsaturated.
2. In cases of cancellation/surrender of plot, the deduction of land cost shall be made @ 6% of the net cost of plot/land where the rate of allotment is more than Rs. 2000/- per sqm. irrespective of plots allotted by normal procedure or through auction and whether the industrial area is saturated/unsaturated.
3. The above provision be made applicable in all cases in which refund has not been made so far after cancellation/ surrender except in the cases of plot sold by auction wherein specific condition of deduction of land cost @ 6.25% is mentioned in the allotment letter as per terms and conditions of auction.

The above amendments will be suitably made in the relevant RIICO Disposal of Land Rules, 1979.



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