

No: IPI/P-5/Policy/ 5350
Dt: 10 July, 2012

CIRCULAR

Sub: Permission to use an industrial plot for warehousing purposes.

The Rule 20-(C)- 8.2 (i) of RIICO Disposal of Land Rules, 1979 provides that an allotted industrial plot will be permitted to use for captive warehousing purposes without payment of any additional charges. However, the above captive use of the plot for the said purpose will be allowed maximum upto 50% of the plot area. The Rule 20 (C)- 8.2 (ii) inter-alia provides that in case, the entire industrial plot is being used for warehousing purposes, without any industrial activity or it is not covered under the category of captive use as defined above, then such activity shall be treated as commercial warehousing and the charges shall be paid by the allottee as per rules.

It has been observed that in some cases permission was given to use the allotted industrial plot for commercial warehousing purposes only but the such allottee are not only using the plot for commercial warehousing but also doing trading activities alongwith commercial warehousing which is not permissible under the permission given for using the industrial plot for commercial warehousing purposes.

Therefore, the permission granted by the unit office for commercial warehousing activity on an industrial plot is being deviated under the garb of such permission. Therefore, there is urgent requirement of stopping such deviations and requires suitable action against the allottee concerned such as withdrawal of the permission or asking the allottee to go for change of land use of the industrial plot for commercial purposes as per the rules and pay the requisite charges accordingly.

In view of the above, all the unit heads are hereby directed to identify such cases in their areas and take action as indicated above and compliance report of these directions shall be furnished to the undersigned within 15 days positively.


(Chetan Deora)
Advisor (Infra)