

## **1(e) Allotment Policy dated 02.09.2005**

### **GOVERNMENT OF PUNJAB DEPARTMENT OF INDUSTRIES & COMMERCE (INDUSTRIES BRANCH) NOTIFICATION**

**NO.17/18/02-61B/2025**

**Dated, the 2/9/2005**

In partial modification of Land Allotment Policy notified by Punjab Government vide No.17/18/02-61B/4129 dated 24.10.2002 and notified vide Nos. 17/18/02-61B/2024 dated 10.07.2003, 17/18/02-61B/3958 dated 23.12.2003 and 17/18/02-61-B/3254 dated 21.10.2004, the following amendments are made in Clause II & III of the Policy:

1. Part of the existing clause II (b) beginning from "After approval of the committee, LOI shall be issued..... payment of extension fee @2.5% of the cost of plot. No further extension shall be allowed under any circumstances and clause II (c), II(e) and II(f) stand deleted and in lieu thereof new clauses III (d), III(e) and III (f) of the policy shall be applicable under clause II as well.
2. Existing clause II (d) will be re-numbered as II (c).
3. In Clause II(d) word 'LOI' is substituted with words "Allotment Letter".
4. Clause III(d), Clause III (e) and Clause III (f) are deleted and are substituted by following new clauses III(d), III(e) and III(f) :

#### **III(d) Issuance of Allotment Letter & Project Implementation:**

After the decision to allot by the competent Allotment Committee, the concerned developing agency shall issue a regular allotment letter with detailed terms and conditions. The allottee shall be required to bring the unit into production within 3 years from the date of allotment. Provided that this clause shall also be applicable to all Letter of Intents made under the policies notified on 10.12.98 and 24.10.2002. All the LOIs shall be converted into regular allotment letter by the concerned

developing agency in consonance with provisions III(d) and III(e) of this policy.

**111(e) Extension in Time & Fee:**

In case allottee fails to bring up the industrial unit into production on the industrial land allotted under this policy within 3 years, he /they will have to seek extension in time period for bringing up unit into production failing which allotment made shall liable to be cancelled. Extension in time period shall be granted on payment of extension fee @1% per year of current reserve price of the land fixed by the developing agency in the concerned focal point/ industrial estate operative at the time of making payment. This shall also apply to all the allotment of plots made heretofore effective from the expiry of last permissible period.

In the event of an applicant failing to bring the unit into production within prescribed / extended period, the allotment of plot shall be liable to be cancelled consequent upon which amount equivalent to the earnest money deposited and extension fee ,if any, paid/ payable shall stand forfeited. The remaining amount shall be refunded to the allottee on which no interest shall be payable by the developing agency.

**III(f) Transfer of Land/Plots:**

Transfer of land/plots shall be allowed by the developing agency by charging transfer fee equivalent to 3% of the current price of the plot fixed by the developing agency in the concerned' focal point/area, operative at the time of allowing transfer. However, transfer fee will not be chargeable in the following categories:

- i. Sale of developed plots from an Industrial Estate/Park developed in accordance with the policy of Govt. of Punjab after obtaining, a license under the Punjab Apartment and Property (Regulation) Act or on being

exempted from such license. For such sales permission of the developing/allotting authority shall not be necessary.

- ii. Transfer made in favour of group companies as defined in the Monopolies & Restrictive Trade Practices Act (MRTPA), 1969. Such transfers would be allowed by the Allotment Committee after it is satisfied that the transferor and the transferee meet the requirement of being group companies.
- iii. Transfer in favour of a subsidiary company in which original allottee owns 51% or more shares or change of legal status of a company as a result of merger/de-merger. Such cases would be submitted to the Allotment Committee headed by the Chief Secretary for approval.

Provided that this transfer policy shall be applicable to all the industrial plots allotted by any developing agency under all the previous policies as well.

**S.C.Agrawal**  
**Principal Secretary to Government of Punjab**  
**Department of Industries & Commerce**

No.17/18/02/61B/ 2026

Dated: 2/9/2005

A copy is forwarded the Controller, Printing & Stationery, Punjab, Chandigarh with the request that the above notification may be published in the Punjab Government Ordinary Gazette and twenty spare copies of the same be supplied this department for official use.

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**Additional Secretary Industries & Commerce, Pb.**

No.17/18/02-61B/2027

Dated: 2/9/2005

A copy is forwarded to the Accountant General, Punjab, Chandigarh for information & necessary action.

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**Additional Secretary Industries & Commerce, Pb.**

No.17/18/02-61B/2028

Dated: 2/9/05

A copy is forwarded to Director of Industries & Commerce, Punjab, Chandigarh.

He is requested to send a copy of notification to all concerned departments/agencies/organizations.

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**Additional Secretary Industries & Commerce, Pb.**