

**REAL ESTATE REGULATORY AUTHORITY**

**HIMACHAL PRADESH**

**Complaint no.HPRERA2023018/C**

**IN THE MATTER OF:-**

- 1 Manisha Chadha wife of Sh. Sandeep Chadha, Resident of 6049/2,Jumna Das Building Machhi Mohalla, Ambala Cantt-133001 also P.O. Box 23954,5<sup>th</sup> Floor, Qatar Airway Tower-2, Doha,Qatar (AG) Ph.0097455013036
- 2 Sandeep Chadha son of Raj Kumar Chadha, Resident of 6049/2, Jumna Das Building Machhi Mohalla, Ambala Cantt-133001 also P.O. Box 23954,5<sup>th</sup> Floor, Qatar Airway Tower-2, Doha, Qatar (AG) Ph.0097455013036

.....Complainant(s)

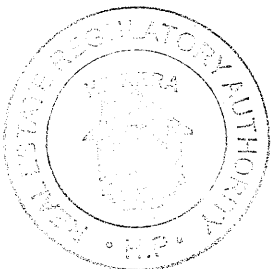
Versus

- 1 Jagjit Singh Ahlawat and Smt. Suman, Ahlawat (Managing Partner(s)), M/s Ahlawat Developers & Promoters, Khasra No.602-611, opp. Reddy Plant, Malku Majra, Baddi H.P. 173205 and Kothi No. 46, Sector 10, Panchkula, Distt. Panchkula(HR)
- 2 M/S Ahlawat Developers and Promoters SCO 124, First floor , Swastik Vihar, Sector 5, MDC, Panchkula 134 109,

.....Respondent

**Present:- Sh. Atul Pundir Ld. Counsel for complainant  
alongwith Sh. Sandeep Chadha through  
WebEx**

**Sh. Jagjit Singh Ahlawat respondent  
promoter Himachal One Baddi through WebEx**



**Final date of hearing: 19.01.2024**  
**Date of pronouncement of order: 20.02.2024**

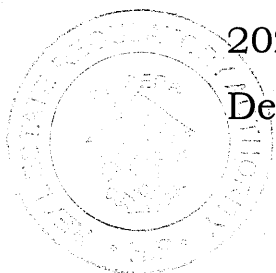
**Order**  
**Coram: Chairperson and Member**

**1. Facts of the case:**

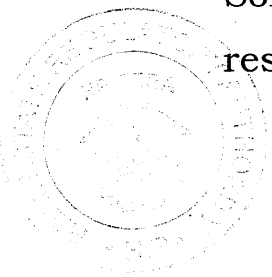
The Complainants have stated that they booked an apartment i.e. Flat no.202, in Tower A-1 in the project developed and owned by the respondent and an agreement for sale dated 29.10.2012 was executed in this behalf. The complainants made the payment of a total amount of Rs. 35,25,000/- (Rupees Thirty Five Lakhs and twenty-five thousand only). The construction of the Flat was not completed until the year 2020 and the OC and CC are still not obtained. It was further stated that the respondent has never complied with the legal formalities to get the conveyance deed executed and registered in favour of the complainants in spite of the fact that all the documents were given to them and full and final payment was made. On the strength of these facts it was prayed that the respondents be directed to execute and register the conveyance deed of the flat in favour of complainants after getting necessary permission under Section 118 of H.P Tenancy and Land Reforms Act,1972.

**2. Reply:-**

In reply, it was stated that the complainant(s) herein have already filed a consumer complaint bearing no. CC No. 49 of 2023 titled as Manisha Chadha and Ors Versus Ahlawat Developers and Promoters before the Consumer Disputes



Redressal Commission at Solan, Himachal Pradesh seeking similar reliefs as sought before this Hon'ble Authority and since the Complainants have already approached a court of Law for redressal of its grievances, it cannot file another complaint for redressal of the same relief and the present complaint is liable to be dismissed on this ground itself. A copy of the consumer complaint is already on record. The complainants herein are earning rental income out of the present unit since the very beginning and the conveyance deed of the unit in question is pending to be executed for want of permission under Section 118 of H.P. Tenancy and Land Reforms Act, 1972 from the concerned Authority. It was further their case that the complainants have failed to submit the requisite documents to the respondent to jointly apply for requisite permission under Section 118 of the H.P. Tenancy and Land Reforms Act, 1972 despite numerous letters and reminders. Hence due to this reason, the conveyance deed of the flat in question is pending to be executed for want of requisite permission under Section 118 of the Act (ibid). It was further stated that the complainants may be directed to apply/obtain the requisite permission from the respective Authority under Section 118 of the H.P. Tenancy and Land Reforms Act, 1972. Further, it was stated in the reply that the respondent is the lawful owner of a piece and parcel of land measuring 27 bighas within the revenue estate of village Malku Majra Tehsil Baddi, District Solan Himachal Pradesh, registered in the name of the respondent vide Sale Deed No. 894 and 897 dated



16.05.2007 in the Office of Sub-Registrar, Nalagarh Distt. Solan, Himachal Pradesh. It was further stated that the permission under Section 118 of Himachal Land Reforms and Tenancy Act and change of land use (CLU) has been duly obtained by the respondent vide letter dated 17.04.2007. With these pleadings the respondent prayed that the concerned competent authorities may be directed to grant permission under Section 118 of the Act *ibid*.

**3. Rejoinder:**

It was admitted that a complaint before the consumer court was filed. It was further stated that the complainants would have made an application seeking permission under Section 118 of the Act *ibid* to safeguard their interest and also their investment, if the respondent had accommodated them. It was stated that the respondent simply never replied to any of the communication and the complainants were not facilitated by the respondent for seeking permission under Section 118 of the HP Tenancy and Land Reforms Act, 1972. With these contentions it was prayed that the complaint in terms of the prayer be allowed.

**4. Arguments on behalf of complainants-**

It was argued on behalf of the complainant that either the respondent be directed to execute sale deed or the amount paid by the complainant(s) be refunded. It was further their case that false representation was given by the respondent at the time of booking of the apartments that non Himachalis can buy the property. It was further stated that the possession being offered by the respondent is only a paper possession, for want of CC and execution of sale deed.

## **5. Arguments on behalf of respondents-**

The respondent admitted that agreement has been executed inter se the parties. It was further argued that the physical possession of the apartment has been delivered. It was further argued that the complainant is not entitled for refund as according to section 18 of the RERD Act, 2016 as an allottee can claim refund only if the promoter fails or is unable to give possession. Therefore no refund can be granted in this case. It was further argued that the complainant has been enjoying the possession by renting out the flat. It was further argued that none of the authorities have rejected the cases of the parties for grant of permission under Section 118 of the Act *ibid* and there is no fault of the promoter, if the permission is not being granted by the authorities. It was argued that as per the agreement for sale the allottee has undertaken to abide by all the laws, rules, regulations as applicable in the State of H.P. and therefore whatever requirement has to be complied by the allottee shall be binding on them and they are required to obtain requisite permission u/s 118 of the HP Tenancy and Land Reforms Act. It was further argued that the advertisement of the promoter that non-himachali(s) can buy only states that they are permitted to buy but they have to seek permission under the relevant laws applicable to the State of H.P. It was further argued that the promoter, in all cases where the allottees have submitted their document(s) complete in all respects, has submitted the cases further to the competent authority and it is not the fault of the

promoter if the competent Authority has not yet granted permission. It was further argued that the Justice D.P. Sood (Retd.) committee was formed to look into the Benami transactions. There is no Benami Land transaction in the present project. The present land is exclusively of the promoter and he after getting requisite approval has developed the project. It was further argued that in the report of the said committee there is no conclusion that the present promoter is a violator. Further, it was argued that there are no conclusive findings by any of the authorities that the promoter has violated the provisions of Section 118 of the Act *ibid* while developing the aforesaid project in question. Further during the course of arguments it has been submitted that all the documents pertaining to the present case have been deposited on 17.01.2024 with the concerned competent authority.

**6. Rebuttal arguments on behalf of complainant(s)-**

It was argued that since no sale deed has been executed, the complainants are entitled for refund in the aforesaid case as it is their unqualified right.

**7. Hearing in the cases and interim orders by the Authority**

In the present case vide order dated 1.7.2023 this Authority directed that both the parties shall jointly submit an application along with all the documents complete in all respects before the concerned competent authority so that the case for seeking permission under Section 118 of the Act *ibid* is initiated. The documents as stated above have

been submitted on 17.01.2024. Further vide order dated 6.1.2024 the complainants undertook to withdraw the case before the Ld. Consumer Commission as simultaneous complaint before the Consumer Court and RERA are not maintainable in view of the law laid down by the Hon'ble Supreme Court in IREO Grace Real Tech Pvt. Ltd. versus Abhishek Khanna and others. The copy of order dated 9.1.2024 passed by the Ld. Consumer Disputes Redressal Commission in complaint no. 49/2023 has been placed on record wherein it has been mentioned that the complainant has withdrawn his complaint.

#### **8. Findings of the Authority-**

We have heard the parties and also perused the record pertaining to this case. After going through the record this Authority is of the view that following are the points for consideration that require adjudication namely:-

- a. What is the total amount paid by complainant to the respondent in lieu of sale consideration for the respective flat in question?
- b. Whether the respondent is under obligation to get the sale deed executed in favour of the complainant under Section 11(4)(f) of the RERD Act and the effect of non grant of permission under the provisions of Section 118 of the HP Tenancy Land Reforms Act, 1972 on the performance of this obligation?
- c. Whether in case, no sale deed is executed, the complainant is entitled to refund of the amount paid in lieu of sale consideration along with interest and from

what date?

**8.a What is the total amount paid by complainant to the respondent in lieu of sale consideration for the respective flat in question ?**

In the present case an agreement for sale was executed inter se the parties on 29<sup>th</sup> October, 2012 where in total sale consideration agreed was Rs 35,25,000/-. Another agreement dated 23<sup>rd</sup> October, 2023 has been placed on record. This agreement has been signed by both the parties. Vide clause 1.11 of this agreement it has been admitted by the promoter that the entire sum of Rs 35,25,000/- as total sale consideration has been received. Therefore, there is sufficient conclusive evidence on record of the case file to hold that the complainants had paid **Rs. 35,25,000/-** to the respondent as sale consideration.

**9.b Whether the respondent is under obligation to get executed the sale deed in favour of the complainant under Section 11(4)(f) of the RERD Act and the effect of non grant of permission under the provisions of Section 118 of the HP Tenancy Land Reforms Act, 1972 on the performance of this obligation?**

Primarily the main grievance raised by the complainants is with respect to execution of sale deed. Section 11 of the RERD Act, 2016 enumerates the functions and duties of promoter. **Section 11(4) (f)** of the Act which reads as under:

**Section 11 (4) (f) “execute a registered**



**conveyance deed of the apartment, plot or building, as the case may be, in favour of the allottee along with the undivided proportionate title in the common areas to the association of allottees or competent authority, as the case may be, as provided under section 17 of this Act;”**

Further as per **Section 17(1)** which reads as under-

**(1) The promoter shall execute a registered conveyance deed in favour of the allottee along with the undivided proportionate title in the common areas to the association of the allottees or the competent authority, as the case may be, and hand over the physical possession of the plot, apartment of building, as the case may be, to the allottees and the common areas to the association of the allottees or the competent authority, as the case may be, in a real estate project, and the other title documents pertaining thereto within specified period as per sanctioned plans as provided under the local laws:**

As per **Section 19 (11)** which reads as under

**(11) Every allottee shall participate towards registration of the conveyance deed of the apartment, plot or building, as the case may be, as provided under sub-section (1) of section 17 of this Act.**

Therefore in view of the provisions quoted herein above the execution of conveyance deed of the apartments, plots or buildings is one of essential duties or obligations of the promoter and correspondingly it is the duty of the allottee also to participate in the registration of conveyance deed

Further as per **Section 34(f) & (g) of the RERD Act, 2016** which reads as under-

34. The functions of the Authority shall include—

**(f)** to ensure compliance of the obligations cast upon the promoters, the allottees and the real estate agents under this Act and the rules and regulations made thereunder;

**(g)** to ensure compliance of its regulations or orders or directions made in exercise of its powers under this Act;

Under Section 34 (f) of the RERD Act, 2016 the Authority is duty bound to ensure compliance of the obligations cast upon the promoter under the RERD Act, 2016.

10. In the present case, the complainant/allottee and respondent/ promoter all are non- agriculturist(s). In that case the provisions of section 118 of the HP Tenancy and Land Reforms Act, 1972 are applicable to them. Section 118 of the HP Tenancy and Land Reforms Act, 1972 is as under-

**Section 118. Transfer of land to non-agriculturists barred.-**

(1) Notwithstanding anything to the contrary contained in any law, contract, agreement, custom or usage for the time being in force, but save as otherwise provided in this Chapter, no transfer of land (including sales in execution of a decree of a civil court or for recovery of arrears of land revenue) by way of sale, gift, will, exchange, lease, mortgage with possession, creation of a tenancy or in any other manner shall be valid in favour of a person who is not an agriculturist.

Explanation. For the purpose of this sub-section, the expression —transfer of land shall not include-

- (i) transfer by way of inheritance;
- (ii) transfer by way of gift made or will executed, in favour of any or all legal heirs of the donor or the testator, as the case may be;
- (iii) transfer by way of lease of land or building in a municipal area;

but shall include-

- (a) a benami transaction in which land is transferred to an agriculturist for a consideration paid or provided by a non agriculturist; and
- (b) an authorisation made by the owner by way of special or general power of attorney or by an agreement with the intention to put a non-agriculturist in possession of the land and allow him to deal with the land in the like manner as if he is a real owner of that land.

(2) Nothing in sub-section (1) shall be deemed to prohibit the transfer of land by any person in favour of,-

- (a) a landless labourer; or
- (b) a landless person belonging to a scheduled caste or scheduled tribe; or
- (c) a village artisan; or
- (d) a landless person carrying on an allied pursuit; or
- (dd) a person who, on commencement of this Act, worked and continues to work for gain in a estate situated in Himachal Pradesh; for the construction of a dwelling house, shop or commercial establishment in a municipal area, subject to the condition that the land to be transferred does not exceed-

(i) in case of a dwelling house -500 square Meters; and

(ii) in the case of a shop or -300square meters: commercial establishment

Provided that such person does not own any vacant land or a dwelling house in a municipal area in the State.

(e) the State Government or Central Government, or a Government Company as defined in section 617 of the Companies Act, 1956, or a Company incorporated under the Companies Act, 1956, for which land is acquired through the State Government under the Land Acquisition Act, 1894 or a statutory body or a corporation or a board established by or under a statute and owned and controlled by the State of Central Government; or

(f) a person who has become non-agriculturist on account of-

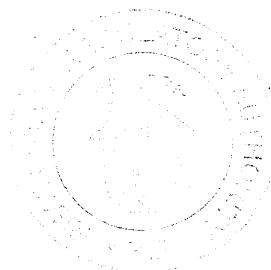
(i) acquisition of his land for any public purpose under the

Land Acquisition Act, 1894 (1 of 1894); or

(ii) vestment of his land in the tenants under this Act; or

(g) a person who has become non-agriculturist on account of the acquisition of his land for any public purpose under the Land Acquisition Act, 1894 (1 of 1894); or

(h) a non-agriculturist who purchases or intends to purchase land for the construction of a house or shop, or purchases a built up house or shop, from the Himachal Pradesh Housing and Urban Development Authority, established under the Himachal Pradesh Housing and Urban Development Authority Act 2004, or from the Development



Authority constituted under the Himachal Pradesh Town and Country Planning Act, 1977 or from any other statutory corporation set up any State or Central enactment; or

**(h) a non-agriculturist with the permission of the State Government for the purposes that may be prescribed:**

**Provided that a person who is non-agriculturist but purchase land either under clause (dd) or clause (g)] or with the permission granted under clause (h) of this sub-section shall, irrespective of such purchase of land, continue to be a non-agriculturist for the purpose of the Act:**

Provided further that a non-agriculturist who purchases land under clause (dd) or in whose case permission to purchase land is granted under clause (h) of this sub-section, shall put the land to such use for which the permission has been granted within a period of two years or a further such period not exceeding one year, as may be allowed by the State Government for the reasons to be recorded in writing to be counted from the day on which the sale deed of land is registered and if he fails to do so or diverts, without the permission of the State Government, the said user for any other purpose or transfer by way sale, gift or otherwise, the land so purchased by him shall, in the prescribed manner, vest in the State Government free from all encumbrances.

(2).....

11. Therefore, as per clause 2(h) of Section 118 of the Act *ibid* a non agriculturist has to apply for permission to the State Government. In the present case, the apartment purchaser as well as the seller have applied on 17.01.2024 for



permission under section 118 of the HP Tenancy and Land Reforms Act, 1972. The allottee who has invested hard earned money to buy her home is made to wait indefinitely for the grant of permission. The acquisition of title to the property is the most important and invaluable right in favour of the allottee. It is also one of the obligations cast upon the promoter, but grant of this permission is not in the domain of the promoter, therefore he cannot perform the said obligation till the permission under section 118 of the Act *ibid* is accorded in favour of the parties. If the permission in the aforementioned case is not granted then it is neither the fault of the promoter nor the allottee. The promoter got the project license from the competent authorities, after obtaining permission under Section 118 of the Act *ibid* at the time of purchase of the land, to develop a Real Estate Project. Only thereafter, the promoter constructed the said real estate project i.e. Himachal One. The respondent promoter has sold residential flats/ built up structure(s) to the non- agriculturist complainant. The allottee herein has filed this complaint for execution of sale deed, which is pending as the necessary permission under Section 118 of the Act *ibid* has not been granted. The allottees are waiting to get ownership of their flat in spite of sale consideration already paid by them to the promoter. Without getting the title, the said property is of no use to the complainants. The promoter cannot execute sale deed in favour of the allottee, till the permission under Section 118 of the Act *ibid* is granted by the competent authority.

The administrative power vested with the State Government under Section 118 of the Act ibid has to be exercised in a time bound manner, in the interest of the home buyers. The State Government granted various permissions to the promoter like permission under Section 118 of the Act ibid and BBNDAs approved the building plans and thereby permitted the project to be constructed/ executed and now at this stage by delaying the permissions u/s 118 in favour of home buyers would cause grave injustice to the allottees/complainants.

12. What transpires during the course of hearing is that a Justice D.P Sood (Retd.) committee was formed to look into the violation if any committed by the promoters which basically was to find out the Benami transaction(s) and a report in the year 2012 was given but in the report there are no conclusive findings as to whether the present promoter is also a violator. The conclusive findings on this issue have not been passed by the competent authority exercising powers under Section 118 despite lapse of so many years. The result is that the allottee who has invested her hard earned money has been left in lurch.
13. In this case, the main prayer of the complainant is to get the sale deed executed in her favour. This can happen only if the permission is accorded u/s 118 of the HPT&LR Act by the State Government. Therefore we feel that this is a fit case for grant of an opportunity to the parties to pursue their cases for seeking permission under Section 118 of the Act ibid and a period of three months is granted for the

same. The period of three months shall commence from the date when the complainants submit their documents complete in all respects as per the queries raised/ document asked by the District Collector under Section 118 of the HP Tenancy and Land Reforms Act, 1972 to the promoter. If the complainants have already submitted documents pertaining to them then period of three months will start from date of this order. If no decision is taken by the State Government on this issue then the promoter is at liberty to approach any competent court to seek legal remedy for which a reasonable period of further three months is granted.

**14. c. Whether in case no sale deed is executed the complainant is entitled to refund of the amount paid in lieu of sale consideration along with interest and from what date?**

Despite of the above, if still no permission is accorded in that case this Authority is left with no other option but to order refund of the amount received. The right of the allottee to seek refund is unqualified and unconditional as decided by the Hon'ble Supreme Court in the judgment of New Tech Promoter's case. However the complainants have to hand over the possession immediately when the refund is paid. The Hon'ble Supreme Court in the case of **Newtech Promoters and Developers Pvt. Ltd. Vs. State of U.P. and Ors MANU/SC/1056/2021** has held that

*"22. If we take a conjoint reading of Sub-sections (1), (2) and (3) of Section 18 of the Act, the different contingencies spelt out therein, (A) **the allottee can***



**either seek refund of the amount by withdrawing from the project; (B) such refund could be made together with interest as may be prescribed; (C) in addition, can also claim compensation payable Under Sections 18(2) and 18(3) of the Act; (D) the allottee has the liberty, if he does not intend to withdraw from the project, will be required to be paid interest by the promoter for every months' delay in handing over possession at such rates as may be prescribed.**

23. Correspondingly, Section 19 of the Act spells out "Rights and duties of allottees". Section 19(3) makes the allottee entitled to claim possession of the apartment, plot or building, as the case may be. Section 19(4) provides that if the promoter fails to comply or being unable to give possession of the apartment, plot or building in terms of the agreement, it makes the allottees entitled to claim the refund of amount paid along with interest and compensation in the manner prescribed under the Act.

**24. Section 19(4) is almost a mirror provision to Section 18(1) of the Act. Both these provisions recognize right of an allottee two distinct remedies, viz., refund of the amount together with interest or interest for delayed handing over of possession and compensation.**

**25. The unqualified right of the allottee to seek refund referred Under Section 18(1)(a) and Section 19(4) of the Act is not dependent on any contingencies or stipulations thereof. It appears that the legislature has consciously provided this right of refund on demand as an unconditional absolute right to the allottee, if the promoter fails to give possession of the apartment, plot or building within the time**

***stipulated under the terms of the agreement regardless of unforeseen events or stay orders of the Court/Tribunal, which is in either way not attributable to the allottee/home buyer, the promoter is under an obligation to refund the amount on demand with interest at the rate prescribed by the State Government including compensation in the manner provided under the Act with the proviso that if the allottee does not wish to withdraw from the project, he shall be entitled for interest for the period of delay till handing over possession at the rate prescribed.”***

The ratio of the aforesaid judgment is that conjoint reading of Sub-sections (1), (2) and (3) of Section 18 of the RERD Act, 2016, is that the allottees have the liberty, if they intend to withdraw from the project, they are entitled to refund along with interest at rate as may be prescribed. Right to seek refund in terms of the aforesaid judgment is unqualified and is not dependent on any contingencies or stipulations thereof and is also regardless of unforeseen events or stay orders of the Court/Tribunal, which in either way is or are not attributable to the allottees. The circumstances because of which permission cannot be accorded for execution of sale deed in favour of the allottee can in no manner be attributable to the allottee therefore in terms of the judgment of New Tech Promoter no benefit of the same can be drawn by respondent in their favour.

15. In the agreement dated 29<sup>th</sup> October, 2012 the possession is proposed to be delivered within 45 days from the date of execution of agreement for sale. Another agreement dated 23<sup>rd</sup> October, 2023 has been placed on record. This agreement has

been signed by both the parties. As per clause 7.1 of this agreement it has been mentioned that the promoter has already handed over the possession of the said Flat on 20<sup>th</sup> February, 2013. Further a possession letter is on record dated 20<sup>th</sup> February, 2013 whereby the respondent has offered possession of the apartment in question to the complainant. For almost 10 years there is no protest or any letter written by the complainants before the filing of this complaint whereby they have rebutted the aforesaid letter . During the course of hearing in the case it has been submitted by the respondent that rent qua the premises have been paid w.e.f. the year 2012 to 2017. However no receipt of the same has been appended. Since the agreement for sale is signed by both the parties therefore it is deemed to be admission on behalf of the complainant in clause 7.1 that possession stands already taken. This Authority is of the view that a person who has taken possession without any protest and is enjoying the fruits of the same should be granted interest on refund from the date this complaint was filed.

16. Although the physical possession has been handed over but the same is not in accordance with law, as it has been given before obtaining completion and occupation certificate. Further, if sale deed is not executed then this is a mere paper possession without any legal title. Therefore, Authority feels that if sale deed is not executed even after providing sufficient time to the promoter, then the promoter is not fulfilling its duty under section 17 of the RERD Act and has to refund money along with interest



17. Further on the issue of what interest is applicable in the present case. The RERD Act, 2016 is special Act and the rate of interest has been prescribed in the rules formulated therein as under:

***Rule 15 of the Himachal Pradesh Real Estate (Regulation and Development) Rules, 2017-***

***Interest payable by promoter and allottee-***

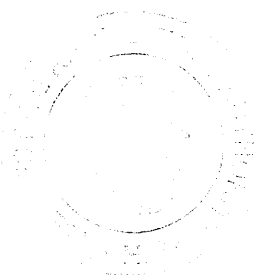
*The rate of interest payable by the promoter to the allottee or by the allottee to the promoter, as the case may be, shall be the State Bank of India highest marginal cost of lending rate plus two percent as mentioned under Section 12,18 and 19 of the Act:*

*Provided that in case the State Bank of India marginal cost of lending rate is not in use it would be replaced by such benchmark lending rates which the State Bank of India may fix, from time to time for lending to the general public.*

*Provided further if the allottee does not intend to withdraw from the project, he shall be paid by the promoter an interest which shall be the State Bank of India highest marginal cost of lending rate*

The legislature in its wisdom under rule 15 of the rules, has determined the prescribed rates of interest. The definition of term 'interest' as defined under Section 2 (za) of the RERD Act, 2016 provides that rate of interest chargeable from the allottee by the promoter, in case of default, shall be equal to the rate of interest which the promoter shall be liable to pay the allottee, in case of default. The relevant section is reproduced below:

*Section 2 (za) "interest" means the rates of interest payable by the promoter or the allottee, as the case may be.*



*Explanation.—For the purpose of this clause—*

*(i) the rate of interest chargeable from the allottee by the promoter, in case of default, shall be equal to the rate of interest which the promoter shall be liable to pay the allottee, in case of default;*

*(ii) the interest payable by the promoter to the allottee shall be from then date the promoter received the amount or any part thereof till the date the amount or part thereof and interest thereon is refunded, and the interest payable by the allottee to the promoter shall be from the date the allottee defaults in payment to the promoter till the date it is paid;*

The SBI marginal cost of lending rate (in short MCLR) as on date of passing of this order is 8.85 %, hence the rate of interest would be 8.85 %+ 2 % [as per HP Real Estate (Regulation and Development) Rules, 2017] i.e.10.85% per annum. Therefore, interest on amount to be refunded shall be charged at 10.85% per annum at simple rate of interest.

**18. Relief-**

Keeping in view the above mentioned facts, this Authority in exercise of powers vested in it under various provisions of the Act, rules and regulations made there under, issues the following orders/directions:

- a. A period of three months is granted to the promoter/allottee to pursue the cases for grant of approval under Section 118 of the HP Tenancy and Land Reforms Act, 1972 for the purpose of execution of conveyance deed. The period of three months shall commence from the date when the complainant submits his documents complete in

all respects as per the queries raised/ document asked by the District Collector under Section 118 of the HP Tenancy and Land Reforms Act, 1972 to the promoter or to the District Collector. If the complainant has already submitted documents pertaining to the permission then period of three months will start from date of this order.

- b. In case the competent authority does not grant permission under section 118 of the Act ibid within aforesaid three months then the promoter is at liberty to approach appropriate court of law, for which a further period of three months is granted.
- c. The promoter is directed to get the sale deed executed in favour of the complainants within one month in case the permission under Section 118 is granted as per directions no. (a) or (b).
- d. If the permission is not obtained in terms of the directions within the period as mentioned above as per direction(s) no. (a) & (b) then the complainant is held entitled to refund of **Rs. 35,25,000/-** along with interest at the SBI highest marginal cost of lending rate plus 2 % i.e. 10.85% from the date of filing of this complaint.
- e. The refund along with interest is to be paid by the respondent promoter to the complainant, within 60 days as per direction supra (d).

  
**B. C. Badalia**  
**MEMBER**

  
**Dr. Shrikant Baldi**  
**CHAIRPERSON**

