

**BEFORE THE HARYANA REAL ESTATE REGULATORY
AUTHORITY, GURUGRAM**

Order pronounced on: 25.05.2022

Name of the Builder		Vatika Limited	
Project Name		Vatika City INX City Centre	
1.	CR/105/2022	Lokesh Varshney & Sons (HUF) V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
2.	CR/129/2022	Phula Chandna V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
3.	CR/122/2022	Supriya Sahni & Kavita Sahni V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
4.	CR/127/2022	Mahima Sharma & Kuldeep Kumar Sharma V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
5.	CR/99/2022	Bimla Devi Rustagi V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
6.	CR/107/2022	Om Prakash Yadav V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
7.	CR/100/2022	Sunita Pannu & Dilbag Singh Pannu V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
8.	CR/101/2022	Jang Bahadur Gupta & Anr. V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
9.	CR/98/2022	Ashwini Sharma V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
10.	CR/131/2022	Gaurav Tandon V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
11.	CR/121/2022	Vijay Kumar Pruthi & Anr. V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
12.	CR/119/2022	Raghuvir Kumar Garg & Geetika Garg V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
13.	CR/118/2022	Subhash Bana V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
14.	CR/117/2022	Shilpi Rustagi V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
15.	CR/128/2022	Mohinder Kaur V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
16.	CR/133/2022	Gaurav Tandon V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
17.	CR/124/2022	Pardeep Kumar Verma & Anr. V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
18.	CR/120/2022	Sandeep Srivastava & Nidhi Srivastava V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
19.	CR/125/2022	Anil Shourie and Neelam Shourie V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry

CORAM:	
Dr. K.K. Khandelwal	Chairman
Shri Vijay Kumar Goyal	Member

ORDER

1. This order shall dispose of all the 19 complaints titled as above filed before this authority in form GRA under section 31 of the Real Estate (Regulation and Development) Act, 2016 (hereinafter referred as "the Act") read with rule 28 of the Haryana Real Estate (Regulation and Development) Rules, 2017 (hereinafter referred as "the rules") for violation of section 11(4)(a) of the Act wherein it is inter alia prescribed that the promoter shall be responsible for all its obligations, responsibilities and functions to the allottees as per the agreement for sale executed inter se between parties.
2. The core issues emanating from them are similar in nature and the complainant(s) in the above referred matters are allottees of the project, namely, Vatika INXT City Center (commercial complex) being developed by the same respondent/promoter i.e., Vatika Ltd. The terms and conditions of the builder buyer's agreements fulcrum of the issue involved in all these cases pertains to failure on the part of the promoter to deliver timely possession of the units in question, seeking award of delayed possession charges, assured return and the execution of the conveyance deeds.
3. The details of the complaints, reply status, unit no., date of agreement, assured return clause, assured return rate, possession clause, due date of possession, total sale consideration, amount paid up, and relief sought are given in the table below:

**Project: Vatika INXT City Centre, Sector 83, Vatika India Next, Gurugram,
HR-122012**

Possession clause: 2. Sale consideration

The Developer will complete the construction of the said complex within three (3) years from the date of execution of this agreement. Further, the Allottee has paid full sale consideration on signing of this agreement, the Developer further undertakes to make payment of Rs As per annexure "A" (Rupees.....) per sq.ft. of super area per month by way of committed return for the period of construction, which the Allottee duly accepts. In the event of a time overrun in completion of the said complex the Developer shall continue to pay to the Allottee the within mentioned assured return until the unit is offered by the Developer for possession.

Assured return clause in complaint bearing nos. 105,129,122, 101,98,131,119,118, 128, 124, 125 of 2022

Addendum to the Agreement dated

The unit has been allotted to you with an assured monthly return of Rs. 65/- per sq.ft. However during the course of construction till such time the building in which your unit is situated is ready for possession you will be paid an additional return of Rs. 6.50/- per sq.ft. Therefore your return payable to you shall be as follows:

This addendum forms an integral part of builder buyer Agreement

- A. Till offer of the possession : Rs. 71.50/- per sq. ft.
- B. After Completion of the building: Rs. 65/- per sq. ft.

You would be paid an assured return w.e.f. 12.07.2011 on a monthly basis before the 15th of each calendar month.

The obligation of the developer shall be to lease the premises of which your flat is part @Rs. 65/- per sq.ft. In the eventuality the achieved return being higher or lower than Rs. 65/- per sq.ft.

1. If the rental is less than Rs. 65/- per sq.ft. than you shall be returned @Rs. 120/- per sq.ft. for every Rs. 1/- by which achieved rental is less than Rs. 65/- per sq.ft.
2. If the achieved rental is higher than R. 65/- per sq.ft. than 50% of the increased rental shall accrue to you free of any additional sale consideration. However, you will be requested to pay additional sale consideration @Rs. 120/- per sq.ft. for every rupee of additional rental achieved in the case of balance 50% of increased rentals.

Assured return clause in complaint bearing nos. 99,107,100, 117 of 2022 Addendum to the Agreement dated

The unit has been allotted to you with an assured monthly return of Rs. 65/- per sq.ft. However during the course of construction till such time the building in which your unit is situated is ready for possession you will be paid an additional return of Rs. 6.50/- per sq.ft. Therefore your return payable to you shall be as follows:

This addendum forms an integral part of builder buyer Agreement

- A. Till offer of the possession : Rs. 78/- per sq. ft.
- B. After Completion of the building: Rs. 65/- per sq. ft.

You would be paid an assured return w.e.f. 12.07.2011 on a monthly basis before the 15th of each calendar month.

The obligation of the developer shall be to lease the premises of which your flat is part @Rs. 65/- per sq.ft. In the eventuality the achieved return being higher or lower than Rs. 65/- per sq.ft.

1. If the rental is less than Rs. 65/- per sq.ft. than you shall be returned @Rs. 120/- per sq.ft. for every Rs. 1/- by which achieved rental is less than Rs. 65/- per sq.ft.

2. If the achieved rental is higher than R. 65/- per sq.ft. than 50% of the increased rental shall accrue to you free of any additional sale consideration. However you will be requested to pay additional sale consideration @Rs. 120/- per sq.ft. for every rupee of additional rental achieved in the case of balance 50% of increased rentals.

Assured return clause in complaint bearing nos. 127,121,124, ~~120~~ of 2022

Clause 12. Assured Return and Leasing Arrangement

Since the Buyer has paid the full basic sale consideration for the said commercial unit upon signing of this agreement and has also requested for putting the same on lease in combination with other adjoining units/spaces of other owners after the said Building is ready for occupation and use, the Developer has agreed to pay Rs. 65/- per sq.ft. super area of the said commercial unit per month by way of assured return to the Buyer from the date of execution of this agreement till the completion of construction of the said Building. The buyer hereby gives full authority and powers to the Developer to put the said Commercial Unit in combination with other adjoining commercial units of other owners, on lease, for and on behalf of the Buyer, as and when the said Building/said commercial Unit is ready and fit for occupation. The buyer has clearly understood the general risks involved in giving any premises on lease to third parties and has undertaken to bear the said risks exclusively without any liability whatsoever on the part of the Developer or the confirm party. It is further agreed that:

i. The Developer will pay to the Buyers Rs. 65/- per sq.ft. super area of the said commercial unit as committed return for upto three years from the date of completion of construction of the said building or till the said commercial unit is put on lease, whichever is earlier. After the said commercial unit is put on lease in the above manner, then payment of the aforesaid committed return will come to an end and the Buyer will start receiving lease rental in respect of the said commercial unit in accordance with the lease document as may be executed and as described hereinafter.

ii.....
iii.....
iv.....
v. The developer expects to lease out the said commercial unit (individually or in combination with other adjoining units) at a minimum lease rental of Rs. 65/- per sq.ft. super area per month for the first term (of whatsoever period). If on account of any reason the lease rent achieved in respect of the first term of the lease is less than the aforesaid Rs. 65/- per sq. ft. super area per month, then the Developer shall pay to Buyer a onetime compensation calculated at the rate of @Rs. 120/- per sq.ft. super area for every one rupee drop in the lease rental below Rs. 65/- per sq.ft. super area per month. This provision shall not apply in case of second and subsequent leases/lease terms of the said Commercial unit.

vi. However, if the lease rental in respect of the aforesaid first term of the lease exceeds the aforesaid minimum lease rental of Rs. 65/- per sq.ft. super area, then, the buyer shall pay to the Developer additional basic sale consideration calculated at RS. 60/- per sq.ft. super area of the said commercial unit for everyone rupee increase in the lease rental over and above the said minimum lease rental of Rs. 65/- per sq.ft. super area per month. This provision is

In CR/120-2022, the developer has agreed to pay Rs. 90/- per sq.ft. of Super area per month till the completion of building and Rs. 100/- per sq.ft. of super area as committed Return upto 3 years from the date of completion of the said building or till the said...

← commercial unit is put on lease, whichever is earlier

08/09/22



Complaint no. 105 of 2022 & 18 others

confined only to the first term of the lease and shall not be applicable in case of second and subsequent leases/lease terms of the said commercial unit.

1	2	4	5	6	7	8	9
Sr. no	Complaint no./title/reply status	Unit no. & area admeasuring	Allotment letter	Date of agreement	Due date of possession Total consideration/amount paid	Assured Return Provision & rates	Assured return paid till date
1.	CR/105/2022 Lokesh Varshney V/s Vatika Limited. Reply received	232, tower F, (Page 37 of complaint) Initial unit was allotted: 2016, 20 th floor, tower no. A, area 750 (Page 22 of complaint)	10.09.2010 (Annexure C2, page 16 of complaint)	10.09.2010 (Annexure C3, page 19 of complaint)	10.09.2013 TSC: 30,00,000/- AP: 30,00,000/-	Annexure A a. till completion of the building: 71.50/- per sq.ft. per month b. After completion of the building Rs. 65/- per sq.ft. per month	June 2019
2.	CR/129/2022 Phula Chandna V/s Vatika Limited Reply received	918, 9th floor, tower F (annexure C1- page 12 of complaint) Initial unit was allotted: 356, 3rd floor, 750 sq.ft (Page 16 of complaint)	31.07.2013 (Annexure C1- page 12 of complaint)	19.03.2011 (Annexure C2, page 13 of complaint)	19.03.2014 TSC: 37,50,000/- AP: 37,50,000/-	Annexure A a. till offer of possession: 71.50/- per sq.ft. per month b. After completion of the building Rs. 65/- per sq.ft. per month	November 2018
3.	CR/122/2022 Supriya Sahani & Kavita Sahni V/s Vatika Limited Reply received	532, 5th floor, tower-F (page 13 complaint) Initial unit was allotted: 258, 2 nd floor, tower A, 1250 sq.ft. (Page 16 of complaint)	19.02.2011 (Annexure C1, page 12 of complaint)	19.02.2011 (Annexure C2, page 12 of complaint)	19.01.2014 TSC: 62,50,000/- AP: 62,50,000/-	Annexure A a. till offer of possession: 71.50/- per sq.ft. per month b. After completion of the building Rs. 65/- per sq.ft. per month	September 2018

corrected vide order dated 08/09/2022

08/09/22

97

4.	CR/127/2022 Mahima Sharma & Kavita Sahni V/s Vatika Limited Reply received MAHIMA SHARMA & KULDEEP KUMAR SHARMA V/S VATIKA Ltd.	123, 1 st floor, tower D (page 45 of complaint) Initial unit was allotted: 269A, 2nd floor, Tower-A, 500 sq.ft. (page 18 of complaint)	19.03.2012 (Page 15 of complaint) Allotment of new unit: 25.04.2013 (Page 45 of complaint)	09.10.2012 (Annexure C2, page 16 of complaint)	09.10.2015 *Note: Possession Clause is not given in file. So, taken another file of the same project. TSC: 21,94,000/- AP: 495 22,50,000/-	Clause 12 Till offer of possession: 65/- per sq.ft. per month After completion of the building Rs. 65/-per sq.ft. per month	December 2018.
5.	CR/99/2022 Vimla Devi Rastogi V/s Vatika Limited Reply received	243, block B admeasuring 100 sq.ft. (Page 11 of complaint) Initial unit was allotted: 1134, 11th floor, 1000 sq.ft. (page 18 of complaint)	03.02.2010 (Annexure C1, page 13 of complaint)	03.02.2010 (Annexure C2, page 15 of complaint)	03.02.2013 TSC: 78,00,000/- AP: 78,00,000/-	Annexure A a. till offer of possession: 78/- per sq.ft. per month b. After completion of the building Rs. 65/-per sq.ft. per month	September 2018
6.	CR/107/2022 Om Parkash Yadav V/s Vatika Limited Reply received	325, 3rd floor, block E, 500 sq.ft. (Page 14 of complaint) Initial unit was allotted: 1415, 14 th floor, 500 sq.ft. (Page 11 of complaint)	06.09.2010 (Annexure C1, page 11 of complaint) Allotment of new unit: 17.09.2013 (Page 14 of complaint)	27.03.2010 (Annexure C2, page 15 of complaint)	27.03.2013 TSC: 30,00,000/- AP: 30,00,000/-	Annexure A a. till offer of possession: 78/- per sq.ft. per month b. After completion of the building Rs. 65/-per sq.ft. per month	September 2018.
7.	CR/100/2022 Sumita Pannu & Dilbag Singh Pannu V/s Vatika Limited Reply received	407, 4th floor, tower E (Page 42 of complaint) Initial unit was allotted: 1502A, 15th floor, 500	01.05.2010 (Page 16 of complaint)	01.05.2010 (Annexure C2, page 17 of complaint)	01.05.2013 TSC: 20,00,000/- AP: 20,00,000/-	Annexure A a. till completion of the building: 78/- per sq.ft. per month b. After	September 2018.

Cancelled order dated 09/09/2022

		sq.ft. (Page 16 of complaint)				completion of the building Rs. 65/-per sq.ft. per month	
8.	CR/101/2022 Jang Bahadur-G V/s Vatika Limited Reply received → JANG BAHADUR GUPTA & SAGHNA GUPTA	531, 5 th floor, block F (Page 13 of complaint) Initial unit was allotted: 257 2 nd floor, tower no. A admeasuring 1000 sq.ft. (page 16 of com	18.02.2011 (Annexure C1 -page 12 of complaint) Allotment of new unit: 25.04.2013 (Page 13 of complaint)	18.02.2011 (Page 15 of complaint)	18.02.2014 TSC: 50,00,000/- AP: 50,00,000/-	Annexure A a. till offer of possession: 71.50/- per sq.ft. per month b. After completion of the building Rs. 65/-per sq.ft. per month	September 2018 JUNE 2019 + 15. 8/9/22
9.	CR/98/2022 Ashwani Sharma V/s Vatika Limi Reply received	633, 6 th floor, block P (page 43 of complaint) Initial unit was allotted: 294, 2 nd floor, tower no. A admeasuring 1000 sq.ft. (Page 22 of complaint)	09.05.2011 (Page 18 of complaint)	09.05.2011 (Page 19 of complaint)	09.05.2014 TSC: 48,75,000/- AP: 48,75,000/-	Annexure A a. till offer of possession: 71.50/- per sq.ft. per month b. After completion of the building Rs. 65/-per sq.ft. per month	September 2018
10.	CR/131/2022 Gaurav Tandon V/s Vatika Limited Reply received	235, 2 nd floor, block B (page 12 of complaint) Initial unit was allotted: 721, 7 th floor, admeasuring 500 sq.ft. (Page 10 of complaint)	05.08.2010 (Page 10 of complaint) Allotment of new unit: 17.09.2013 (Page 12 of complaint)	05.08.2010 (Page 15 of complaint)	05.08.2013 TSC: 20,00,000/- AP: 20,00,000/-	Annexure A a. till offer of possession: 71.50/- per sq.ft. per month b. After completion of the building Rs. 65/-per sq.ft. per month	September 2018

Co-erected vide order dated 08/09/2022

PRUTHI & RANJULA PRUTHI No. 8/9/22	11. CR/121/2022 Vijay Kumar Kurthi V/s Vatika Limited Reply received	131, 1 st floor, block D (page 1 of complaint) Initial unit was allotted: 310B, 3 rd floor, tower no. B admeasuring 500 sq.ft. (Page 11 of complaint)	04.07.2012 (Page 11 of complaint) Allotment of new unit: 04.10.2013 (Page 12 of complaint)	29.06.2012 (Page 13 of complaint)	29.06.2012 *Note: Possession clause is no in file. So, taken from a file of the same project. TSC: 22,50,000/- AP: 23,19,525/-	Clause 12 Till offer of possession: 65/- per sq.ft. per mon After completion of the building Rs. 65/-per sq.ft. per month	September 2018
RAGHUBIR KUMAR GARG & NEETIKA GARG No. 8/9/22	12. CR/119/2022 Raghuv Kumar Garg & Garg V/s Limited Reply received	118, tower B, Floor 1 (page 35 of complaint) Initial unit was allotted: 224, 2 nd floor, admeasuring 500 sq.ft. (Page 11 of complaint)	29.12.2010 (Page 11 of complaint) Allotment of new unit: 04.10.2013 (Page 35 of complaint)	29.12.2010 (Page 12 of complaint)	29.12.2013 TSC: 25,00,000/- AP: 25,00,000/-	Annexure A a. till offer of possession: 71.50/- per sq.ft. per month b. After completion of the building Rs. 65/-per sq.ft. per month	September 2018
	13. CR/118/2022 Subhash Bana V/s Vatika Limited Reply received	945, 9 th floor, block F (Page 12 of complaint) Initial unit was allotted: 380, 3 rd floor, admeasuring 1000 sq.ft. (Page 11 of complaint)	31.07.2013 (Page 12 of complaint)	11.05.2011 (Page 13 of complaint)	11.05.2014 TSC: 55,00,000/- AP: 55,00,000/-	Annexure A a. till offer of possession: 71.50/- per sq.ft. per mon b. After completion of the building Rs. 65/-per sq.ft. per month	September 2018
SHILPI RUSTAGI No. 8/9/22	14. CR/117/2022 Shilpi Rastogi V/s Vatika Limited Reply received	244, 2 nd floor, tower B (page complaint) Initial unit was allotted: 1135 floor, tower no. admeasuring 1000 sq.ft.	08.01.2010 (Annexure C1-page 12 of complaint) Allotment of new unit: 17.09.2013	08.01.2011 (Page 13 of complaint)	08.01.2013 TSC: 78,00,000/- AP: 78,00,000/-	Annexure A a. till completion of the building 78/- per sq.ft. per month b. After completion of	September 2018

Generated vide order dated 08/09/2022



		(Page 17 of complaint)	(Page 35 of complaint)			the building Rs. 65/-per sq.ft. per month	
15.	CR/128/2022 Mahender Kaur V/s Vatika Limited Reply received	945, 9 th floor, block F (Page 12 of complaint) Initial unit was allotted: 276, 2 nd floor, tower no. A admeasuring 500 sq.ft. (Page 16 of complaint)	11.02.2011 (Annexure C1-page 11 of complaint) Allotment of new unit: 25.04.2013 (Page 12 of complaint)	11.02.2011 (Page 13 of complaint)	11.02.2014 TSC: 25,00,000/- AP: 25,00,000/-	Annexure A a. till offer of possession: 71.50/- per sq.ft. per month b. After completion of the building Rs. 65/-per sq.ft. per month	September 2018
16.	CR/133/2022 Gaurav Tandon V/s Vatika Limited Reply received	332, block B admeasuring 1000 sq. ft. (Page 15 of complaint) Initial unit was allotted: 1602, 14 th floor, admeasuring 1000 sq. ft. (page no. 10 of complain	20.04.2010 name of original allottee (Page 10 of complaint) SA: 12.12.201 (Page 14 of complaint)	20.04.2010 (Page 15 of complaint)	20.04.2013 TSC: 40,00,000/- AP: 40,00,000/-	Annexure A a. till offer of possession: 71.50/- per sq.ft. per month b. After completion of the building Rs. 65/-per sq.ft. per month	September 2018
17.	CR/124/2022 Pardeep Kumar Verma V/s Vatika Limited Reply received	522 E, block E (Annexure C4, page 43 of complaint) Initial unit was allotted: 3 rd floor, tower E 310C, T-B admeasuring, 500 sq. ft. (Page 15 of complaint)	20.10.2012 (Page 15 of complaint)	05.11.2012 (Page 16 of complaint)	05.11.2013 TSC: 22,50,000/- AP: 22,50,000/- 23,19,525	Clause 12 Till offer of possession: 65/- per sq.ft. per month After completion of the building Rs. 65/-per sq.ft. per month	September 2018
18.	CR/120/2022 Sandeep Srivastava & Nidhi Srivastava V/s Vatika Limited Reply received	332, block B admeasuring 1000 sq. ft. (Page 15 of complaint) Initial unit was allotted: D-009, Ground floor,	07.12.2016 (Page 14 of complaint)	27.01.2017 (Page 17 of complaint)	27.01.2020 TSC: 1,15,20,000/- AP: 95,38,560/-	Clause 12 Till offer of possession: 90/- per sq.ft. per mon After completion of the building	September 2018

MOHINDER K
8/9/22

PARDEEP KUMAR VERMA V/s VATIKA LIMITED
8/9/22

8/9/22

20

		tower D admeasuring 1440 sq.ft. (page 14 of complaint)				100/- Rs. 65/-per sq.ft. per month	
19.	CR/125/2022 Anil Shourie & Neelam V/s Vatika Limited Reply received	716, 7th floor, block F (page 32 of complaint) Initial unit was allotted: 306-B 3 rd floor: tower admeasuring 500 sq.ft. (Page 14 & 15 complaint)	12.07.2011 (Page 11 of complaint) Allotment of new unit: 31.07.2013 (Page 32 of complaint)	06.07.2011 (Page 12 of complaint)	06.07.2014 TSC: 25,00,000/- AP: 25,00,000/-	Annexure A a. till offer of possession: 71.50/- per sq.ft. per month b. After completion of the building Rs. 65/-per sq.ft. per month	September 2018
Note: In the table referred above certain abbreviations have been used. They are elaborated as follows: Abbreviation Full form SA Subsequent allottee TSC Total Sale consideration AP Amount paid by the allottee(s)							

4. The aforesaid complaints were filed by the complainants against the promoter on account of violation of the builder buyer's agreement executed between the parties *inter se* in respect of said unit for not handing over the possession by the due date, seeking award of delayed possession charges, assured return and the execution of the conveyance deeds.
5. It has been decided to treat the said complaints as an application for non-compliance of statutory obligations on the part of the promoter/respondent in terms of section 34(f) of the Act which mandates the authority to ensure compliance of the obligations cast upon the promoters, the allottee(s) and the real estate agents under the Act, the rules and the regulations made thereunder.
6. The facts of all the complaints filed by the complainant(s)/allottee(s) are also similar. Out of the above-mentioned case, the particulars of lead case **CR 105/2022 titled as Lokesh Varshney Vs. M/s Vatika Limited** are

being taken into consideration for determining the rights of the allottee(s) qua delay possession charges, assured return, execution of conveyance deeds.

A. Project and unit related details

7. The particulars of the project, the details of sale consideration, the amount paid by the complainant(s), date of proposed handing over the possession, delay period, if any, have been detailed in the following tabular form:

CR/105/2022 titled as Lokesh Varshney Vs. Vatika Limited

S. No.	Heads	Information
1.	Name and location of the project	"Vatika INXT City Centre", ground floor, block A, Sector 83, Vatika India Next, Gurugram, HR-122012.
2.	Nature of the project	Commercial complex
3.	Area of the project	10.48 acres
4.	DTCP License	258 of 2007 dated 19.11.2017
	valid upto	18.11.2019
	Licensee name	Shivam Infratech Pvt. Ltd.
5.	RERA registered/ not registered	Not registered
6.	Allotment letter	10.09.2010 (annexure C2, page 16 of complaint)
7.	Date of execution of builder agreement buyer's	10.09.2010 (annexure C3, page 19 of complaint)
8.	Unit no.	2016, 20 th floor, tower no. A admeasuring 750 sq.ft. (page 22 of complaint)
9.	Addendum agreement	18.07.2019 (page 37 of complaint)
10.	New unit no.	232, tower F (page 37 of complaint)
11.	Possession clause	2. Sale consideration <i>The Developer will complete the construction of the said complex within three (3) years from the date of execution of this agreement. Further, the Allottee has paid full sale consideration on signing of this</i>

		<p>agreement, the Developer further undertakes to make payment of Rs As per annexure "A"(Rupees.....) per sq.ft. of super area per month by way of committed return for the period of construction, which the Allottee duly accepts. In the event of a time overrun in completion of the said complex the Developer shall continue to pay to the Allottee the within mentioned assured return until the unit is offered by the Developer for possession. (Emphasis supplied)</p>
12.	Assured return clause	<p>Addendum to the Agreement dated 10.09.2010</p> <p>The unit has been allotted to you with an assured monthly return of Rs. 65/- per sq.ft. However during the course of construction till such time the building in which your unit is situated is ready for possession you will be paid an additional return of Rs. 6.50/- per sq.ft. Therefore your return payable to you shall be as follows:</p> <p>This addendum forms an integral part of builder buyer Agreement dated 1-.09.2010</p> <p>A. Till Completion of the building: Rs. 71.50/- per sq.ft.</p> <p>B. After Completion of the building: Rs. 65/- per sq.ft.</p> <p>You would be paid an assured return w.e.f. 10.09.2010 on a monthly basis before the 15th of each calendar month. The obligation of the developer shall be to lease the premises of which your flat is part @Rs. 65/- per sq.ft. In the eventuality the achieved return being higher or lower than Rs. 65/- per sq.ft.</p> <p>1. If the rental is less than Rs. 65/- per sq.ft. than you shall be returned @Rs. 117/- per sq.ft. for every Rs. 1/- by which achieved rental is less than Rs. 65/- per sq.ft.</p>

		2. If the achieved rental is higher than R. 65/- per sq.ft. than 50% of the increased rental shall accrue to you free of any additional sale consideration. However you will be requested to pay additional sale consideration @Rs. 117/- per sq.ft. for every rupee of additional rental achieved in the case of balance 50% of increased rentals.
13.	Total consideration	Rs. 30,00,000/-as per clause 2 of BBA (page 22 of complaint)
14.	Total amount paid by the complainants	Rs. 30,00,000/-as per clause 2 of BBA (page 22 of complaint)
15.	Due date of delivery of possession	10.09.2013
16.	Date of offer of possession to the complainants	Not offered
17.	Occupation certificate	Not obtained

B. Facts of the complaint

8. The complainant is an HUF, and the present complaint is being filed by the karta of the complainant, Mr. Lokesh Varshney. The respondent made false representations and claims of being a big and a reputed developer and thereby induced the complainant to book a 750 sq. ft. unit in its project then known as "Vatika Trade Centre" by showcasing a fancy brochure which depicted that the project would be developed and constructed as state of the art being one of its kind with all modern amenities and facilities. The complainant filled a pre-printed application form on 26.08.2010 and paid the booking amount of Rs. 5,00,000/-.
9. A builder buyer agreement dated 10.09.2010 was executed between the parties which specified the terms and conditions of the booking and allotment of the unit of the complainant. An allotment letter dated 10.09.2010 was also issued by the respondent stating that the complainant was allotted unit no. 2160, having 750 sq. ft. super area on

the twentieth floor of the said project. The letter further stated that the project would be complete and ready by 30.09.2012. An addendum dated 10.09.2010 was also executed between the parties which specified that the respondent was liable to pay monthly assured returns calculated @ Rs. 71.5/- per sq. ft. per month to the complainant till the completion of the building and would then be liable to pay monthly assured returns calculated @ Rs. 65/- per sq. ft. per month to the complainant post completion of the building. The said addendum contained terms and conditions regarding the leasing of the unit at specific rates and consequences of the unit being leased at different rates. As per clause 32.2. of the BBA, the respondent was liable to pay minimum rent calculated @ Rs. 65/- per sq. ft. per month to the complainant for upto 3 years post the completion or till the leasing of the unit whichever was earlier. It is pertinent to mention here that the builder buyer agreement was a pre-printed booklet drafted by the respondent containing unilateral terms and conditions favouring the respondent and prejudicing the complainant and the complainant was never given the option of changing the same.

10. The respondent unilaterally issued a letter dated 27.07.2011 to the complainant changing the location of the project where the unit of the complainant was booked. The complainant was subsequently and unilaterally allotted unit 232 in tower F of the project "Vatika Inxt City Centre", located at Sector-83, Gurgaon.
11. The respondent in furtherance of its malafide intentions and ulterior motives without assigning any reason stopped the payment of the monthly returns to the complainant from October 2018 and then approached the complainant with an offer to clear the arrears of assured returns on the condition that the complainant would execute an

addendum agreement whereby which the complainant will have to forego any and all rights accrued in its favour as per clause 32 of the BBA. Furthermore, additional obligations were imposed on the complainant if the unit had to be leased. He was coerced into signing the said addendum on the condition of payment of arrears of assured returns and on the misinformation that the building had received a completion/ occupation certificate from the competent authority and had no option to modify the said agreement. It is pertinent to mention here that the complainant was falsely made to believe that the building where its unit is located is complete and ready and would be leased soon and so, no loss would actually be caused to if the addendum was signed. He was further informed that in view of the pending bill in Parliament of the BUDS Act, the complainant would lose its right to claim any further assured returns if the addendum was not signed. In-fact the respondent created such a pressure on the complainant that it was made to believe that he had no option but to execute the addendum. After the signing of the addendum, the respondent paid the monthly returns due till June, 2019, which too were paid in January, 2022, and after that no returns were paid to the complainant by the respondent. It is pertinent to mention here that the respondent has not provided a counter signed copy of the addendum to the complainant till date. As the consent of the complainant for the said addendum agreement was obtained by fraud and misrepresentation as he was made to sign and execute the addendum on false information and assurances. The complainant prays for the said addendum to be declared null and void ab initio. It has come to the knowledge of the complainant that the respondent has not only duped him but several other buyers like it by refusing to pay the monthly returns on one pretext or the other even the project has not received the completion/occupation certificate from

the competent authority till date. The buyers have been paid the monthly returns for different periods and have been denied the payment of the same on different grounds.

12. The respondent has not even offered possession of the unit to the complainant and has further stopped responding to his communications besides restricting his entry into its office and other buyers and has failed to apprise him regarding the true and correct status of the project where the unit is located. It has further refused to pay the monthly assured rent/minimum guaranteed rent to the complainant for reasons undisclosed.

C. Relief sought by the complainants:

The complainant has sought following relief(s):

- i. Direct the respondent to pay the monthly assured returns.
 - ii. Direct the respondent to pay interest at prevailing rate on the amount paid by the complainant.
 - iii. Direct the respondent to carry out the title registration/execution of conveyance deed of the unit and to handover physical vacant possession of the unit with immediate effect.
13. On the date of hearing, the authority explained to the respondent/promoter about the contraventions as alleged to have been committed in relation to section 11(4) (a) of the act to plead guilty or not to plead guilty.

D. Reply by the respondent

The respondent has contested the complaint on the following grounds.

- a. The complainant has misdirected himself in filing the above captioned complaint before the authority as the relief being claimed by him cannot be said to fall within the realm of jurisdiction of this forum. It is humbly submitted that upon the enactment of the Banning of Unregulated Deposit Schemes Act, 2019, the 'assured return' and any

“committed returns” on the deposit schemes have been banned. The respondent having not taken registration from SEBI thus cannot run, operate, continue an assured return scheme. As per Section 3 of the BUDS Act, all unregulated deposit scheme has been strictly banned and deposit takers such as builders, cannot, directly or indirectly promote, operate, issue any advertisement soliciting participation or enrolment in or accept deposit. Thus, section 3 of the BUDS Act, makes the assured return schemes, of the builders and promoters, illegal and punishable under law. Further as per the SEBI Act, 1992, collective investment schemes as defined under Section 11 AA can only be run and operated by a registered person. Hence, the assured return schemes have become illegal by the operation of law and the respondent cannot be made to run a scheme which has become infructuous by law. Thus, the present complaint deserves to be dismissed at the very outset, without wasting precious time of this authority:

- b. It is pertinent to mention that the present complaint is not maintainable before the hon'ble authority as it is apparent from the prayer sought in the complaint. That further, it is crystal clear from reading the complaint that the complainant is not 'allottee', but purely an 'investor', who is only seeking assured return from the respondent, by way of present petition, which is not maintainable as the unit is not meant for personal use and rather, it is meant for earning rental income.
- c. That in view of the judgment and order dated 16.10.2017 passed by the Maharashtra RERA Authority in the complaint titled *Mahesh Pariani vs. Monarch Solitaire* in, complaint no: **CC00600000000078 of 2017**, wherein it has been observed that in case where the

complainants have invested money in the project with sole intention of gaining profits out of the project, then the complainants are in the position of co-promoter and cannot be treated as an 'allottee'. The authority therein opined as under:

"It means that the Complainants have the status of 'Co-promoter' of the project, it is evident that the dispute between the Complainants and the Respondent is of a civil nature between the promoter and co-promoter, and does not pertain to any contravention of the Real state (Regulation and Development) Act, 2016. The complaint is, therefore, dismissed."

Thus, in view of the aforesaid decision, the complainant herein could not and ought not have filed the present complaint being a co-promoter.

- d. In a matter of ***Bhimjeet & Anr. Vs. M/s landmark Apartment Pvt. Ltd. (complaint no.141 of 2018)***, decided on 07.08.2018 the hon'ble Haryana real Estate Regulatory authority has taken the same view as observed by Maharashtra RERA in Mahesh Pariani stated that,

"The Complainants have made a complaint dated 15.5.2018 with regard to the refund of the assured return of Rs.55,000/- per month. As per Clause 4 of the Memorandum of Understanding dated 14.8.2010, the Complainants are insisting that the RERA Authority may get the assured return of Rs.55,000/- per month released to him. A perusal of the Real Estate (Regulation & Development) Act, 2016 reveals that as per the Memorandum of Understanding, the assured return is not a formal clause with regard to giving or taking of possession of unit for which the buyer has paid an amount of Rs.55 Lakhs to the builder which is not within the purview of RERA Act. Rather, it is a civil matter. Since RERA Act deals with the builder buyer relationship to the extent of timely delivery of possession to the buyer or deals with withdrawal from the project, as per the provisions of Section 18 (1) of the Act. As such, the buyer is directed to pursue the matter with regard to getting assured return as per the Memorandum of Understanding by filing a case before an appropriate forum/Adjudicating Officer."

- e. Thus, the RERA Act, 2016 cannot deal with issues of assured return and hence the present complaint deserves to be dismissed at the very outset.

- f. That further in the matter of ***Bharam Singh & Ors vs. Venetian LDF Projects LLP (Complaint No. 175 of 2018)***, decided on 27.11.2018 the hon'ble authority, Gurugram upheld its earlier decision of not entertaining any matter related to assured returns. That the Hon'ble Authority in the said order stated

"that as already decided in complaint no. 141 of 2018 no case is made out by the Complainant". "That since the authority has taken a view of much earlier as stated above, the authority cannot go beyond the view taken already. In such types of assured return schemes, the authority has no jurisdiction, as such the Complainants are at liberty to approach the appropriate forum to seek remedy".

- g. The complainant has come before this hon'ble authority with unclean hands. The complaint has been filed by the complainant just to harass the respondent and to gain unjust enrichment. The actual reason for filing of the present complaint stems from the changed financial valuation of the real estate sector, in the past few years and the allottee malicious intention to earn some easy buck. The covid pandemic has given people to think beyond the basic legal way and to attempt to gain financially at the cost of others. The complainant has instituted the present false and vexatious complaint against the respondent who has already fulfilled its obligation as defined under the BBA dated 10.09.2010. It is pertinent to mention here that for fair adjudication of grievance as alleged by the complainant, detailed deliberation by leading the evidence and cross-examination is required. Thus, only the civil court has jurisdiction to deal with the cases requiring detailed evidence for proper and fair adjudication.
- h. It is submitted that the complainant entered into an agreement i.e., builder buyer agreement dated 10.09.2010 owing to the name, goodwill and reputation of the respondent. According to the terms of the BBA dated 10.09.2010, the construction of unit was completed

and the same was duly informed to the complainant vide letter dated 27.03.2018. Due to external circumstance which were not in control of the respondent, minor timeline alterations occurred in completion of the project. Even though the respondent suffered from setback due to external circumstances, yet it managed to complete the construction.

- i. The present complaint has been filed on the basis of incorrect understanding of the object and reasons of enactment of the RERA, Act 2016. The legislature in its great wisdom, understanding the catalytic role played by the real estate sector in fulfilling the needs and demands for housing and infrastructure in the country, and the absence of a regulatory body to provide professionalism and standardization to the said sector and to address all the concerns of both buyers and promoters in the real estate sector, drafted and notified the RERA Act, 2016 aiming to gain a healthy and orderly growth of the industry. The Act has been enacted to balance the interests of consumer and promoter by imposing certain responsibilities on both. Thus, while sections 11 to section 18 of the RERA Act, 2016 describes and prescribes the function and duties of the promoter/developer, section 19 provides the rights and duties of allottee. Hence, the RERA Act, 2016 was never intended to be biased legislation preferring the allottee, rather the intent was to ensure that both the allottee and the developer be kept at par and either of the party should not be made to suffer due to act or omission of part of the other.
- j. The complainant is attempting to seek an advantage of the slowdown in the real estate sector, and it is apparent from the facts of the present case. The main purpose of the present complaint is to harass the

respondent by engaging and igniting frivolous issues with ulterior motives to pressurize the respondent. It is pertinent to submit that the complainant was sent the letter dated 27.03.2018 informing of the completion of construction. Thus, the present complaint is without any basis and no cause of action has arisen till date in favour of the complainant and against the respondent and hence, the complaint deserves to be dismissed.

k. It is brought to the knowledge of this authority that the complainant is guilty of placing untrue facts and is attempting to hide the true colour of the intention of the complainant. That before buying the property from the erstwhile allottee, the complainant was aware of the status of the project and the fact that the commercial unit was only intended for lease and never for physical possession.

13. Copies of all the relevant documents have been filed and placed on the record. Their authenticity is not in dispute. Hence, the complaint can be decided on the basis of these undisputed documents and submission made by the parties.

E. Jurisdiction of the authority

14. The respondent has raised preliminary objection regarding jurisdiction of authority to entertain the present complaint. The authority observes that it has territorial as well as subject matter jurisdiction to adjudicate the present complaint for the reasons given below.

E. I Territorial jurisdiction

15. As per notification no. 1/92/2017-1TCP dated 14.12.2017 issued by Town and Country Planning Department, Haryana the jurisdiction of Real Estate Regulatory Authority, Gurugram shall be entire Gurugram District for all purpose with offices situated in Gurugram. In the present case, the project in question is situated within the planning area of Gurugram

District. Therefore this authority has complete territorial jurisdiction to deal with the present complaint.

E. II Subject-matter jurisdiction

16. Section 11(4)(a) of the Act, 2016 provides that the promoter shall be responsible to the allottee as per agreement for sale. Section 11(4)(a) is reproduced as hereunder:

Section 11(4)(a)

Be responsible for all obligations, responsibilities and functions under the provisions of this Act or the rules and regulations made thereunder or to the allottees as per the agreement for sale, or to the association of allottees, as the case may be, till the conveyance of all the apartments, plots or buildings, as the case may be, to the allottees, or the common areas to the association of allottees or the competent authority, as the case may be;

The provision of assured returns is part of the builder buyer's agreement, as per clause 15 of the BBA dated..... Accordingly, the promoter is responsible for all obligations/responsibilities and functions including payment of assured returns as provided in Builder Buyer's Agreement.

Section 34-Functions of the Authority:

34(f) of the Act provides 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.

17. So, in view of the provisions of the Act of 2016 quoted above, the authority has complete jurisdiction to decide the complaint regarding non-compliance of obligations by the promoter leaving aside compensation which is to be decided by the adjudicating officer if pursued by the complainant at a later stage.

F. Findings on the relief sought by the complainant:

18. The common issues with regard to delayed possession charges, assured return and execution of conveyance deeds are involved in all these cases.

F.I Assured return

18. While filing the petition besides delayed possession charges of the allotted unit as per builder buyer agreement, the claimant has also sought assured returns on monthly basis as per clause 12 of BBA and addendum to the agreement at the rates mentioned therein till the completion of the building. It is pleaded that the respondent has not complied with the terms and conditions of the agreement. Though for some time, the amount of assured returns was paid but later on, the respondent refused to pay the same by taking a plea of the Banning of Unregulated Deposit Schemes Act, 2019 (herein after referred to as the Act of 2019). But that Act does not create a bar for payment of assured returns even after coming into operation and the payments made in this regard are protected as per section 2(4)(iii) of the above-mentioned Act. However, the plea of respondent is otherwise and who took a stand that though it paid the amount of assured returns upto the year 2018 but did not pay the same amount after coming into force of the Act of 2019 as it was declared illegal.
19. The Act of 2016 defines "agreement for sale" means an agreement entered into between the promoter and the allottee [Section 2(c)]. An agreement for sale is defined as an arrangement entered between the promoter and allottee with freewill and consent of both the parties. An agreement defines the rights and liabilities of both the parties i.e., promoter and the allottee and marks the start of new contractual relationship between them. This contractual relationship gives rise to future agreements and transactions between them. The different kinds of payment plans were in vogue and legal within the meaning of the agreement for sale. One of the integral part of this agreement is the transaction of assured return inter-se parties. The "agreement for sale"

after coming into force of this Act (i.e., Act of 2016) shall be in the prescribed form as per rules but this Act of 2016 does not rewrite the "agreement" entered between promoter and allottee prior to coming into force of the Act as held by the Hon'ble Bombay High Court in case *Neelkamal Realtors Suburban Private Limited and Anr. v/s Union of India & Ors., (Writ Petition No. 2737 of 2017) decided on 06.12.2017*. Since the agreement defines the buyer-promoter relationship therefore, it can be said that the agreement for assured returns between the promoter and allottee arises out of the same relationship. Therefore, it can be said that the real estate regulatory authority has complete jurisdiction to deal with assured return cases as the contractual relationship arise out of agreement for sale only and between the same parties as per the provisions of section 11(4)(a) of the Act of 2016 which provides that the promoter would be responsible for all the obligations under the Act as per the agreement for sale till the execution of conveyance deed of the unit in favour of the allottee. Now, three issues arise for consideration as to:

- i. Whether the authority is within its jurisdiction to vary its earlier stand regarding assured returns due to changed facts and circumstances.
 - ii. Whether the authority is competent to allow assured returns to the allottee in pre-RERA cases, after the Act of 2016 came into operation,
 - iii. Whether the Act of 2019 bars payment of assured returns to the allottee in pre-RERA cases
19. While taking up the cases of *Brhimjeet & Anr. Vs. M/s Landmark Apartments Pvt. Ltd. (complaint no 141 of 2018)*, and *Sh. Bharam*

Singh & Anr. Vs. Venetain LDF Projects LLP" (supra), it was held by the authority that it has no jurisdiction to deal with cases of assured returns. Though in those cases, the issue of assured returns was involved to be paid by the builder to an allottee but at that time, neither the full facts were brought before the authority nor it was argued on behalf of the allottees that on the basis of contractual obligations, the builder is obligated to pay that amount. However, there is no bar to take a different view from the earlier one if new facts and law have been brought before an adjudicating authority or the court. There is a doctrine of "prospective overruling" and which provides that the law declared by the court applies to the cases arising in future only and its applicability to the cases which have attained finality is saved because the repeal would otherwise work hardship to those who had trusted to its existence. A reference in this regard can be made to the case of *Sarwan Kumar & Anr Vs. Madan Lal Aggarwal Appeal (civil) 1058 of 2003 decided on 06.02.2003* and wherein the hon'ble apex court observed as mentioned above. So, now the plea raised with regard to maintainability of the complaint in the face of earlier orders of the authority is not tenable. The authority can take a different view from the earlier one on the basis of new facts and law and the pronouncements made by the apex court of the land. It is now well settled proposition of law that when payment of assured returns is part and parcel of builder buyer's agreement (maybe there is a clause in that document or by way of addendum , memorandum of understanding or terms and conditions of the allotment of a unit), then the builder is liable to pay that amount as agreed upon and can't take a plea that it is not liable to pay the amount of assured return. Moreover, an agreement for sale defines the builder-buyer relationship. So, it can be said that the agreement for assured returns between the promoter and an allottee

arises out of the same relationship and is marked by the original agreement for sale. Therefore, it can be said that the authority has complete jurisdiction with respect to assured return cases as the contractual relationship arises out of the agreement for sale only and between the same contracting parties to agreement for sale. In the case in hand, the issue of assured returns is on the basis of contractual obligations arising between the parties. Then in case of ***Pioneer Urban Land and Infrastructure Limited & Anr. v/s Union of India & Ors. (Writ Petition (Civil) No. 43 of 2019) decided on 09.08.2019***, it was observed by the Hon'ble Apex Court of the land that "...allottees who had entered into "assured return/committed returns" agreements with these developers, whereby, upon payment of a substantial portion of the total sale consideration upfront at the time of execution of agreement, the developer undertook to pay a certain amount to allottees on a monthly basis from the date of execution of agreement till the date of handing over of possession to the allottees". It was further held that 'amounts raised by developers under assured return schemes had the "commercial effect of a borrowing' which became clear from the developer's annual returns in which the amount raised was shown as "commitment charges" under the head "financial costs". As a result, such allottees were held to be "financial creditors" within the meaning of section 5(7) of the Code" including its treatment in books of accounts of the promoter and for the purposes of income tax. Then, in the latest pronouncement on this aspect in case ***Jaypee Kensington Boulevard Apartments Welfare Association and Ors. vs. NBCC (India) Ltd. and Ors. (24.03.2021-SC): MANU/ SC/0206 /2021***, the same view was followed as taken earlier in the case of Pioneer Urban Land Infrastructure Ld & Anr. with regard to the allottees of assured returns to be financial creditors within the meaning of section

5(7) of the Code. Then after coming into force the Act of 2016 w.e.f 01.05.2017, the builder is obligated to register the project with the authority being an ongoing project as per proviso to section 3(1) of the Act of 2017 read with rule 2(o) of the Rules, 2017. The Act of 2016 has no provision for re-writing of contractual obligations between the parties as held by the Hon'ble Bombay High Court in case *Neelkamal Realtors Suburban Private Limited and Anr. v/s Union of India & Ors., (supra)* as quoted earlier. So, the respondent/builder can't take a plea that there was no contractual obligation to pay the amount of assured returns to the allottee after the Act of 2016 came into force or that a new agreement is being executed with regard to that fact. When there is an obligation of the promoter against an allottee to pay the amount of assured returns, then he can't wriggle out from that situation by taking a plea of the enforcement of Act of 2016, BUDS Act 2019 or any other law.

20. It is pleaded on behalf of respondent/builder that after the Banning of Unregulated Deposit Schemes Act of 2019 came into force, there is bar for payment of assured returns to an allottee. But again, the plea taken in this regard is devoid of merit. Section 2(4) of the above mentioned Act defines the word 'deposit' as *an amount of money received by way of an advance or loan or in any other form, by any deposit taker with a promise to return whether after a specified period or otherwise, either in cash or in kind or in the form of a specified service, with or without any benefit in the form of interest, bonus, profit or in any other form, but does not include*
- i. an amount received in the course of, or for the purpose of, business and bearing a genuine connection to such business including—*
 - ii. advance received in connection with consideration of an immovable property under an agreement or arrangement subject to the condition that such advance is adjusted against such immovable property as specified in terms of the agreement or*

arrangement.

21. A perusal of the above-mentioned definition of the term 'deposit' shows that it has been given the same meaning as assigned to it under the Companies Act, 2013 and the same provides under section 2(31) includes any receipt by way of deposit or loan or in any other form by a company but does not include such categories of amount as may be prescribed in consultation with the Reserve Bank of India. Similarly rule 2(c) of the Companies (Acceptance of Deposits) Rules, 2014 defines the meaning of deposit which includes any receipt of money by way of deposit or loan or in any other form by a company but does not include.
- i. as a advance, accounted for in any manner whatsoever, received in connection with consideration for an immovable property*
 - ii. as an advance received and as allowed by any sectoral regulator or in accordance with directions of Central or State Government;*
22. So, keeping in view the above-mentioned provisions of the Act of 2019 and the Companies Act 2013, it is to be seen as to whether an allottee is entitled to assured returns in a case where he has deposited substantial amount of sale consideration against the allotment of a unit with the builder at the time of booking or immediately thereafter and as agreed upon between them.
23. The Government of India enacted the Banning of Unregulated Deposit Schemes Act, 2019 to provide for a comprehensive mechanism to ban the unregulated deposit schemes, other than deposits taken in the ordinary course of business and to protect the interest of depositors and for matters connected therewith or incidental thereto as defined in section 2 (4) of the BUDS Act 2019 mentioned above.

24. It is evident from the perusal of section 2(4)(l)(ii) of the above-mentioned Act that the advances received in connection with consideration of an immovable property under an agreement or arrangement subject to the condition that such advances are adjusted against such immovable property as specified in terms of the agreement or arrangement do not fall within the term of deposit, which have been banned by the Act of 2019.
25. Moreover, the developer is also bound by promissory estoppel. As per this doctrine, the view is that if any person has made a promise and the promisee has acted on such promise and altered his position, then the person/promisor is bound to comply with his or her promise. When the builders failed to honour their commitments, a number of cases were filed by the creditors at different forums such as *Nikhil Mehta, Pioneer Urban Land and Infrastructure* which ultimately led the central government to enact the Banning of Unregulated Deposit Scheme Act, 2019 on 31.07.2019 in pursuant to the Banning of Unregulated Deposit Scheme Ordinance, 2018. However, the moot question to be decided is as to whether the schemes floated earlier by the builders and promising as assured returns on the basis of allotment of units are covered by the abovementioned Act or not. A similar issue for consideration arose before Hon'ble RERA Panchkula in case *Baldev Gautam VS Rise Projects Private Limited (RERA-PKL-2068-2019)* where in it was held on 11.03.2020 that a builder is liable to pay monthly assured returns to the complainants till possession of respective apartments stands handed over and there is no illegality in this regard.
26. The definition of term 'deposit' as given in the BUDS Act 2019, has the same meaning as assigned to it under the Companies Act 2013, as per section 2(4)(iv)(i) i.e. explanation to sub-clause (iv). In pursuant to

powers conferred by clause 31 of section 2, section 73 and 76 read with sub-section 1 and 2 of section 469 of the Companies Act 2013, the Rules with regard to acceptance of deposits by the companies were framed in the year 2014 and the same came into force on 01.04.2014. The definition of deposit has been given under section 2 (c) of the above-mentioned Rules and as per clause xii (b), as advance, accounted for in any manner whatsoever received in connection with consideration for an immovable property under an agreement or arrangement, provided such advance is adjusted against such property in accordance with the terms of agreement or arrangement shall not be a deposit. Though there is proviso to this provision as well as to the amounts received under heading 'a' and 'd' and the amount becoming refundable with or without interest due to the reasons that the company accepting the money does not have necessary permission or approval whenever required to deal in the goods or properties or services for which the money is taken, then the amount received shall be deemed to be a deposit under these rules. However, the same are not applicable in the case in hand. Though it is contended that there is no necessary permission or approval to take the sale consideration as advance and would be considered as deposit as per sub-clause 2(xv)(b) but the plea advanced in this regard is devoid of merit. First of all, there is exclusion clause to section 2 (xiv)(b) which provides that unless specifically excluded under this clause. Earlier, the deposits received by the companies or the builders as advance were considered as deposits but w.e.f. 29.06.2016, it was provided that the money received as such would not be deposit unless specifically excluded under this clause. A reference in this regard may be given to clause 2 of the First schedule of Regulated Deposit Schemes framed under section 2 (xv) of the Act of 2019 which provides as under:-

(2) The following shall also be treated as Regulated Deposit Schemes under this Act namely:-

- (a) deposits accepted under any scheme, or an arrangement registered with any regulatory body in India constituted or established under a statute; and*
- (b) any other scheme as may be notified by the Central Government under this Act.*

27. The money was taken by the builder as deposit in advance against allotment of immovable property and its possession was to be offered within a certain period. However, in view of taking sale consideration by way of advance, the builder promised certain amount by way of assured returns for a certain period. So, on his failure to fulfil that commitment, the allottee has a right to approach the authority for redressal of his grievances by way of filing a complaint.

28. It is not disputed that the respondent is a real estate developer, and it had not obtained registration under the Act of 2016 for the project in question. However, the project in which the advance has been received by the developer from the allottee is an ongoing project as per section 3(1) of the Act of 2016 and, the same would fall within the jurisdiction of the authority for giving the desired relief to the complainant besides initiating penal proceedings. So, the amount paid by the complainant to the builder is a regulated deposit accepted by the later from the former against the immovable property to be transferred to the allottee later on.

F. II Delay possession charges

29. In the present complaint, the complainant(s) intends to continue with the project and is seeking possession of the subject unit and delay possession charges as provided under the provisions of section 18(1) of the Act which reads as under.

"Section 18: - Return of amount and compensation

18(1). If the promoter fails to complete or is unable to give possession of an apartment, plot, or building, —

.....

Provided that where an allottee does not intend to withdraw from the project, he shall be paid, by the promoter, interest for every month of delay, till the handing over of the possession, at such rate as may be prescribed."

30. The builder buyer agreement was executed between the parties. As per clause 2 of the builder buyer agreement, the possession was to be handed over within 3 years from the date of execution of builder buyer agreement. The clause 2 of the builder buyer agreement is reproduced below:

2. Sale consideration

The Developer will complete the construction of the said complex within three (3) years from the date of execution of this agreement. Further, the Allottee has paid full sale consideration on signing of this agreement, the Developer further undertakes to make payment of Rs As per annexure "A"(Rupees.....) per sq.ft. of super area per month by way of committed return for the period of construction, which the Allottee duly accepts. In the event of a time overrun in completion of the said complex the Developer shall continue to pay to the Allottee the within mentioned assured return until the unit is offered by the Developer for possession. (Emphasis supplied)

31. At the outset, it is relevant to comment on the preset possession clause of the agreement wherein the possession has been subjected to all kinds of terms and conditions of this agreement, and the complainant(s) not being in default under any provisions of this agreement and compliance with all provisions, formalities and documentation as prescribed by the promoter. The drafting of this clause and incorporation of such conditions is not only vague and uncertain but so heavily loaded in favour of the promoter and against the allottee(s) that even a single default by him in fulfilling formalities and documentations etc. as prescribed by the promoter may make the possession clause irrelevant for the purpose of allottee(s) and the commitment time period for handing over possession loses its meaning. The incorporation of such clause in the buyer's agreement by the promoter is just to evade the liability towards timely delivery of subject unit and to deprive the allottee(s) of their right

accruing after delay in possession. This is just to comment as to how the builder has misused his dominant position and drafted such mischievous clause in the agreement and the allottee(s) is left with no option but to sign on the dotted lines.

32. **Admissibility of delay possession charges at prescribed rate of interest:** The complainant(s) is seeking delay possession charges. However, proviso to section 18 provides that where an allottee(s) does not intend to withdraw from the project, he shall be paid, by the promoter, interest for every month of delay, till the handing over of possession, at such rate as may be prescribed and it has been prescribed under rule 15 of the rules. Rule 15 has been reproduced as under:

Rule 15. Prescribed rate of interest- [Proviso to section 12, section 18 and sub-section (4) and subsection (7) of section 19]

(1) For the purpose of proviso to section 12; section 18; and sub-sections (4) and (7) of section 19, the "interest at the rate prescribed" shall be the State Bank of India highest marginal cost of lending rate +2%.

Provided that in case the State Bank of India marginal cost of lending rate (MCLR) is not in use, it shall 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.

33. The legislature in its wisdom in the subordinate legislation under the rule 15 of the rules has determined the prescribed rate of interest.
34. Consequently, as per website of the State Bank of India i.e., <https://sbi.co.in>, the marginal cost of lending rate (in short, MCLR) as on date i.e., 25.05.2022 is 7.50%. Accordingly, the prescribed rate of interest will be marginal cost of lending rate +2% i.e., 9.50%.
35. The definition of term 'interest' as defined under section 2(za) of the Act provides that 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. The relevant section is reproduced below:

"(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 the 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."*

36. On consideration of documents available on record and submissions made by the complainant(s) and the respondent, the authority is satisfied that the respondent is in contravention of the provisions of the Act. By virtue of clause 2 of the agreement executed between the parties, the possession of the subject unit was to be delivered within three years from the date of builder buyer agreement. However now, the proposition before it is as to whether an allottee(s) who is getting/entitled for assured return even after expiry of due date of possession, can claim both the assured return as well as delayed possession charges?
37. To answer the above proposition, it is worthwhile to consider that the assured return is payable to the allottee(s) on account of a provision in the BBA or in a MoU having reference of the BBA or an addendum to the BBA or in a MoU or allotment letter. The assured return in this case is payable from the date of making 100% of the total sale consideration till completion of the building. The rates at which assured return has been committed by the promoter are more than reasonable in the present circumstances. If we compare this assured return with delayed

possession charges payable under proviso to section 18(1) of the Act, 2016, the assured return is much better than delayed possession charges. By way of assured return, the promoter has assured the allottee(s) that they would be entitled for this specific amount till completion of construction of the said building. Accordingly, the interest of the allottee(s) is protected even after the due date of possession is over as the assured returns are payable from the first 3 years/36 months(different terminology used in agreement) after the date of completion of the project or till the date of said unit/space is put on lease whichever is earlier. The purpose of delayed possession charges after due date of possession is served on payment of assured return after due date of possession as the same is to safeguard the interest of the allottee as their money is continued to be used by the promoter even after the promised due date and in return, they are to be paid either the assured return or delayed possession charges whichever is higher.

38. Accordingly, the authority decides that in cases where assured return is reasonable and comparable with the delayed possession charges under section 18 and assured return is payable even after due date of possession is over till the date of completion of the project, then the allottee shall be entitled to assured return or delayed possession charges, whichever is higher without prejudice to any other remedy including compensation. Hence, the authority directs the respondent/promoter to pay assured return from the date the payment of assured return has not been paid till completion of construction of building at agreed rate per month and at agreed rate per month of super area as minimum guaranteed rent up to 3 years/36 months from the date of completion of the said building or the said unit is put on lease whichever is earlier and declines to order payment of any amount on account of delayed possession

charges as their interest has been protected by granting assured returns till the completion of the construction of the building and thereafter also upto 3years/36 months at different rate from the date of construction of the said building or the said unit is put on lease whichever is earlier.

F.III Conveyance deed

39. With respect to the conveyance deed, the provision has been made under clause 8 of the buyer's agreement and the same is reproduced for ready reference:

8. Conveyance

Subject to the approval/no objection of the appropriate the Developer shall sell the Said Unit to the Allottee by executing and registering the Conveyance Deed and also do such other acts/deeds as may be necessary for confirming upon the Allottee a marketable title to the Said Unit free from all encumbrances. The Conveyance Deed shall be in the form and content as approved by the Developer's legal advisor and shall be in favour of the Allottee. Provided that the Conveyance Deed shall be executed only upon receipt of full consideration amount of the said Unit. Stamp Duty and Registration Charges and receipt of other dues as per these presents.

40. Section 17 (1) of the Act deals with duty of promoter to get the conveyance deed executed and the same is reproduced below:

"17. Transfer of title.-

(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:

Provided that, in the absence of any local law, conveyance deed in favour of the allottee or the association of the allottees or the competent authority, as the case may be, under this section shall be

carried out by the promoter within three months from date of issue of occupancy certificate."

41. As OC of the unit has not been obtained, accordingly conveyance deed cannot be executed without unit come into existence for which conclusive proof of having obtained OC from the competent authority and filing of deed of declaration by the promoter before registering authority.

G. Directions of the authority

42. Hence, the authority hereby passes this order and issue the following directions under section 37 of the Act to ensure compliance of obligations cast upon the promoter as per the function entrusted to the authority under section 34(f):

- i. Since assured return being on higher side are allowed than delay possession charges, so the respondent is directed to pay the arrears of amount of assured return at agreed rate to the complainant(s) from the date the payment of assured return has not been paid till the date of completion of construction of building. After completion of the construction of the building, the respondent/builder would be liable to pay monthly assured returns at agreed rate of the super area up to 3years/36 months or till the unit is put on lease whichever is earlier.
- ii. The respondent is also directed to pay the outstanding accrued assured return amount till date at the agreed rate within 90 days from the date of order after adjustment of outstanding dues, if any, from the complainant and failing which that amount would be payable with interest @7.50% p.a. till the date of actual realization.

- iii. The respondent shall execute the conveyance deed of the allotted unit within the 3 months from the final offer of possession alongwith OC upon payment of requisite stamp duty as per norms of the state government
 - iv. The respondent shall not charge anything from the complainant(s) which is not the part of the agreement of sale.
43. This decision shall mutatis mutandis apply to cases mentioned in para 3 of this order.
44. Complaint stands disposed of. True certified copy of this order shall be placed in the case file of each matter. There shall be separate decrees in individual cases.
45. File be consigned to registry,


(Vijay Kumar Goyal)

Member

Haryana Real Estate Regulatory Authority, Gurugram


(Dr. K.K. Khandelwal)

Chairman

Dated: 25.05.2022

**BEFORE THE HARYANA REAL ESTATE REGULATORY
AUTHORITY, GURUGRAM**

Order pronounced on: 25.05.2022

Name of the Builder		Vatika Limited	
Project Name		Vatika City INX City Centre	
1.	CR/105/2022	Lokes Varshney V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
2.	CR/129/2022	Phula Chandna V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
3.	CR/122/2022	Supariya Sahani & Kavita Sahni V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
4.	CR/127/2022	Mahima Sharma & Kavita Sahni V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
5.	CR/99/2022	Vimla Devi Rastugi V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
6.	CR/107/2022	Om Parkash Yadav V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
7.	CR/100/2022	Sunita Pannu & Dilbag Singh Pannu V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
8.	CR/101/2022	Jang Bahadur Gupta V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
9.	CR/98/2022	Ashwani Sharma V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
10.	CR/131/2022	Gaurav Tandon V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
11.	CR/121/2022	Vijay Kumar Kurthi V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
12.	CR/119/2022	Raguveer Kumar Garg & Gitika Garg V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
13.	CR/118/2022	Subhas Bana V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
14.	CR/117/2022	Shilpi Rastogi V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
15.	CR/128/2022	Mahender Kaur V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
16.	CR/133/2022	Gaurav Tandon V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
17.	CR/124/2022	Pradeep Kumar Verma V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
18.	CR/120/2022	Sandeep Shrivastava & Nidhi Shrivastava V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry
19.	CR/125/2022	Anil Shourie and Neelam V/s Vatika Limited	Mr. Varun Kathuria Ms. Ankur Berry

CORAM:	
Dr. K.K. Khandelwal	Chairman
Shri Vijay Kumar Goyal	Member

ORDER

1. This order shall dispose of all the 19 complaints titled as above filed before this authority in form CRA under section 31 of the Real Estate (Regulation and Development) Act, 2016 (hereinafter referred as "the Act") read with rule 28 of the Haryana Real Estate (Regulation and Development) Rules, 2017 (hereinafter referred as "the rules") for violation of section 11(4)(a) of the Act wherein it is inter alia prescribed that the promoter shall be responsible for all its obligations, responsibilities and functions to the allottees as per the agreement for sale executed inter se between parties.
2. The core issues emanating from them are similar in nature and the complainant(s) in the above referred matters are allottees of the project, namely, Vatika INXT City Center (commercial complex) being developed by the same respondent/promoter i.e., Vatika Ltd. The terms and conditions of the builder buyer's agreements fulcrum of the issue involved in all these cases pertains to failure on the part of the promoter to deliver timely possession of the units in question, seeking award of delayed possession charges, assured return and the execution of the conveyance deeds.
3. The details of the complaints, reply status, unit no., date of agreement, assured return clause, assured return rate, possession clause, due date of possession, total sale consideration, amount paid up, and relief sought are given in the table below:

**Project: Vatika INXT City Centre, Sector 83, Vatika India Next, Gurugram,
HR-122012**

Possession clause: 2. Sale consideration

The Developer will complete the construction of the said complex within three (3) years from the date of execution of this agreement. Further, the Allottee has paid full sale consideration on signing of this agreement, the Developer further undertakes to make payment of Rs As per annexure "A" (Rupees.....) per sq.ft. of super area per month by way of committed return for the period of construction, which the Allottee duly accepts. In the event of a time overrun in completion of the said complex the Developer shall continue to pay to the Allottee the within mentioned assured return until the unit is offered by the Developer for possession.

**Assured return clause in complaint bearing nos. 105,129,122, 101,98,131,119,118, 128,
124,125 of 2022**

Addendum to the Agreement dated

The unit has been allotted to you with an assured monthly return of Rs. 65/- per sq.ft. However during the course of construction till such time the building in which your unit is situated is ready for possession you will be paid an additional return of Rs. 6.50/- per sq.ft. Therefore your return payable to you shall be as follows:

This addendum forms an integral part of builder buyer Agreement

- A. Till offer of the possession : Rs. 71.50/- per sq. ft.
- B. After Completion of the building: Rs. 65/- per sq. ft.

You would be paid an assured return w.e.f. 12.07.2011 on a monthly basis before the 15th of each calendar month.

The obligation of the developer shall be to lease the premises of which your flat is part @Rs. 65/- per sq.ft. In the eventuality the achieved return being higher or lower than Rs. 65/- per sq.ft.

1. If the rental is less than Rs. 65/- per sq.ft. than you shall be returned @Rs. 120/- per sq.ft. for every Rs. 1/- by which achieved rental is less than Rs. 65/- per sq.ft.
2. If the achieved rental is higher than R. 65/- per sq.ft. than 50% of the increased rental shall accrue to you free of any additional sale consideration. However, you will be requested to pay additional sale consideration @Rs. 120/- per sq.ft. for every rupee of additional rental achieved in the case of balance 50% of increased rentals.

**Assured return clause in complaint bearing nos. 99,107,100, 117 of 2022 Addendum to
the Agreement dated**

The unit has been allotted to you with an assured monthly return of Rs. 65/- per sq.ft. However during the course of construction till such time the building in which your unit is situated is ready for possession you will be paid an additional return of Rs. 6.50/- per sq.ft. Therefore your return payable to you shall be as follows:

This addendum forms an integral part of builder buyer Agreement

- A. Till offer of the possession : Rs. 78/- per sq. ft.
- B. After Completion of the building: Rs. 65/- per sq. ft.

You would be paid an assured return w.e.f. 12.07.2011 on a monthly basis before the 15th of each calendar month.

The obligation of the developer shall be to lease the premises of which your flat is part @Rs. 65/- per sq.ft. In the eventuality the achieved return being higher or lower than Rs. 65/- per sq.ft.

1. If the rental is less than Rs. 65/- per sq.ft. than you shall be returned @Rs. 120/- per sq.ft. for every Rs. 1/- by which achieved rental is less than Rs. 65/- per sq.ft.
2. If the achieved rental is higher than R. 65/- per sq.ft. than 50% of the increased rental shall accrue to you free of any additional sale consideration. However you will be requested to pay additional sale consideration @Rs. 120/- per sq.ft. for every rupee of additional rental achieved in the case of balance 50% of increased rentals.

Assured return clause in complaint bearing nos. 127,121,124,120 of 2022

Clause 12. Assured Return and Leasing Arrangement

Since the Buyer has paid the full basic sale consideration for the said commercial unit upon signing of this agreement and has also requested for putting the same on lease in combination with other adjoining units/spaces of other owners after the said Building is ready for occupation and use, the Developer has agreed to pay Rs. 65/- per sq.ft. super area of the said commercial unit per month by way of assured return to the Buyer from the date of execution of this agreement till the completion of construction of the said Building. The buyer hereby gives full authority and powers to the Developer to put the said Commercial Unit in combination with other adjoining commercial units of other owners, on lease, for and on behalf of the Buyer, as and when the said Building/said commercial Unit is ready and fit for occupation. The buyer has clearly understood the general risks involved in giving any premises on lease to third parties and has undertaken to bear the said risks exclusively without any liability whatsoever on the part of the Developer or the confirm party. It is further agreed that:

- i. The Developer will pay to the Buyers Rs. 65/- per sq.ft. super area of the said commercial unit as committed return for upto three years from the date of completion of construction of the said building or till the said commercial unit is put on lease, whichever is earlier. After the said commercial unit is put on lease in the above manner, then payment of the aforesaid committed return will come to an end and the Buyer will start receiving lease rental in respect of the said commercial unit in accordance with the lease document as may be executed and as described hereinafter.
- ii.....
- iii.....
- iv.....
- v. The developer expects to lease out the said commercial unit (individually or in combination with other adjoining units) at a minimum lease rental of Rs. 65/- per sq.ft. super area per month for the first term (of whatsoever period). If on account of any reason the lease rent achieved in respect of the first term of the lease is less than the aforesaid Rs. 65/- per sq. ft. super area per month, then the Developer shall pay to Buyer a onetime compensation calculated at the rate of @Rs. 120/- per sq.ft. super area for every one rupee drop in the lease rental below Rs. 65/- per sq.ft. super area per month. This provision shall not apply in case of second and subsequent leases/lease terms of the said Commercial unit.
- vi. However, if the lease rental in respect of the aforesaid first term of the lease exceeds the aforesaid minimum lease rental of Rs. 65/- per sq.ft. super area, then, the buyer shall pay to the Developer additional basic sale consideration calculated at RS. 60/- per sq.ft. super area of the said commercial unit for everyone rupee increase in the lease rental over and above the said minimum lease rental of Rs. 65/- per sq.ft. super area per month. This provision is

confined only to the first term of the lease and shall not be applicable in case of second and subsequent leases/lease terms of the said commercial unit.

1	4	5	6	7	8	9	
Sr. no	Complaint no./title/reply status	Unit no. & area admeasuring	Allotment letter	Date of agreement	Due date of possession Total consideration/amount paid	Assured Return Provision & rates	Assured return paid till date
1.	CR/105/2022 Lokesh Varshney V/s Vatika Limited. Reply received	232, tower F, (Page 37 of complaint) Initial unit was allotted: 2016, 20 th floor, tower no. A, area 750 (Page 22 of complaint)	10.09.2010 (Annexure C2, page 16 of complaint)	10.09.2010 (Annexure C3, page 19 of complaint)	10.09.2013 TSC: 30,00,000/- AP: 30,00,000/-	Annexure A a. till completion of the building: 71.50/- per sq.ft. per month b. After completion of the building Rs. 65/- per sq.ft. per month	June 2019
2.	CR/129/2022 Phula Chandna V/s Vatika Limited Reply received	918, 9th floor, tower F (annexure C1- page 12 of complaint) Initial unit was allotted: 356, 3rd floor, 750 sq.ft. (Page 16 of complaint)	31.07.2013 (Annexure C1- page 12 of complaint)	19.03.2011 (Annexure C2, page 13 of complaint)	19.03.2014 TSC: 37,50,000/- AP: 37,50,000/-	Annexure A a. till offer of possession: 71.50/- per sq.ft. per month b. After completion of the building Rs. 65/- per sq.ft. per month	November 2018
3.	CR/122/2022 Supariya Sahani & Kavita Sahni V/s Vatika Limited Reply received	532, 5th floor, tower-F (page 13 of complaint) Initial unit was allotted: 258, 2 nd floor, tower A, 1250 sq.ft. (Page 16 of complaint)	19.02.2011 (Annexure C1, page 12 of complaint)	19.02.2011 (Annexure C2, page 12 of complaint)	19.01.2014 TSC: 62,50,000/- AP: 62,50,000/-	Annexure A a. till offer of possession: 71.50/- per sq.ft. per month b. After completion of the building Rs. 65/- per sq.ft. per month	September 2018

4.	CR/127/2022 Mahima Sharma & Kavita Sahni V/s Vatika Limited Reply received	123, 1 st floor, tower D (page 45 of complaint) Initial unit was allotted: 269A, 2nd floor, Tower-A, 500 sq.ft. (page 18 of complaint)	19.03.2012 (Page 15 of complaint) Allotment of new unit: 25.04.2013 (Page 45 of complaint)	09.10.2012 (Annexure C2, page 16 of complaint)	09.10.2015 *Note: Possession Clause is not given in file. So, taken another file of the same project. TSC: 21,94,000/- AP: 22,50,000/-	Clause 12 Till offer of possession: 65/- per sq.ft. per month After completion of the building Rs. 65/-per sq.ft. per month	December 2018
5.	CR/99/2022 Vimla Devi Rastugi V/s Vatika Limited Reply received	243, block B admeasuring 100 sq.ft. (Page 11 of complaint) Initial unit was allotted: 1134, 11th floor, 1000 sq.ft. (page 18 of complaint)	03.02.2010 (Annexure C1, page 13 of complaint)	03.02.2010 (Annexure C2, page 15 of complaint)	03.02.2013 TSC: 78,00,000/- AP: 78,00,000/-	Annexure A a. till offer of possession: 78/- per sq.ft. per month b. After completion of the building Rs. 65/-per sq.ft. per month	September 2018
6.	CR/107/2022 Om Parkash Yadav V/s Vatika Limited Reply received	325, 3rd floor, block E, 500 sq.ft. (Page 14 of complaint) Initial unit was allotted: 1415, 14 th floor, 500 sq.ft. (Page 11 of complaint)	06.09.2010 (Annexure C1, page 11 of complaint) Allotment of new unit: 17.09.2013 (Page 14 of complaint)	27.03.2010 (Annexure C2, page 15 of complaint)	27.03.2013 TSC: 30,00,000/- AP: 30,00,000/-	Annexure A a. till offer of possession: 78/- per sq.ft. per month b. After completion of the building Rs. 65/-per sq.ft. per month	September 2018
7.	CR/100/2022 Sunita Pannu & Dilbag Singh Pannu V/s Vatika Limited Reply received	407, 4th floor, tower E (Page 42 of complaint) Initial unit was allotted: 1502A, 15th floor, 500	01.05.2010 (Page 16 of complaint)	01.05.2010 (Annexure C2, page 17 of complaint)	01.05.2013 TSC: 20,00,000/- AP: 20,00,000/-	Annexure A a. till completion of the building: 78/- per sq.ft. per month b. After	September 2018

		sq.ft. (Page 16 of complaint)				completion of the building Rs. 65/-per sq.ft. per month	
8.	CR/101/2022 Jang Bahadur G V/s Vatika Limited Reply received	531, 5 th floor, block F (Page 13 of complaint) Initial unit was allotted: 257 2 nd floor, tower no. A admeasuring 1000 sq.ft. (page16 of com	18.02.2011 (Annexure C1 -page 12 of complaint) Allotment of new unit: 25.04.2013 (Page 13 of complaint)	18.02.2011 (Page 15 of complaint)	18.02.2014 TSC: 50,00,000/- AP: 50,00,000/-	Annexure A a. till offer of possession: 71.50/- per sq.ft. per month b. After completion of the building Rs. 65/-per sq.ft. per month	September 2018
9.	CR/98/2022 Ashwani Sharma V/s Vatika Limi Reply received	633, 6 th floor, block F (page 43 of complaint) Initial unit was allotted: 294, 2 nd floor, tower no. A admeasuring 1000 sq.ft. (Page 22 of complaint)	09.05.2011 (Page 18 of complaint)	09.05.2011 (Page 19 of complaint)	09.05.2014 TSC: 48,75,000/- AP: 48,75,000/-	Annexure A a. till offer of possession: 71.50/- per sq.ft. per month b. After completion of the building Rs. 65/-per sq.ft. per month	September 2018
10.	CR/131/2022 Gaurav Tandon V/s Vatika Limited Reply received	235, 2 nd floor, block B (page 12 of complaint) Initial unit was allotted: 721, 7 th floor, admeasuring 500 sq.ft. (Page 10 of complaint)	05.08.2010 (Page 10 of complaint)	05.08.2010 (Page 15 of complaint)	05.08.2013 TSC: 20,00,000/- AP: 20,00,000/-	Annexure A a. till offer of possession: 71.50/- per sq.ft. per month b. After completion of the building Rs. 65/-per sq.ft. per month	September 2018

11.	CR/121/2022 Vijay Kumar Kurthi V/s Vatika Limited Reply received	131, 1 st floor, block D (page 1 of complaint) Initial unit was allotted: 310B, 3 rd floor, tower no. B admeasuring 500 sq.ft. (Page 11 of complaint)	04.07.2012 (Page 11 of complaint) Allotment of new unit: 04.10.2013 (Page 12 of complaint)	29.06.2012 (Page 13 of complaint)	29.06.2012 *Note: Possession clause is not in file. So, taken from a file of the same project. TSC: 22,50,000/- AP: 23,19,525/-	Clause 12 Till offer of possession: 65/- per sq.ft. per month After completion of the building Rs. 65/-per sq.ft. per month	September 2018
12.	CR/119/2022 Raghuveer Kumar Garg & Garg V/s Limited Reply received	118, tower B, Floor 1 (page 35 of complaint) Initial unit was allotted: 224, 2 nd floor, admeasuring 500 sq.ft. (Page 11 of complaint)	29.12.2010 (Page 11 of complaint) Allotment of new unit: 04.10.2013 (Page 35 of complaint)	29.12.2010 (Page 12 of complaint)	29.12.2013 TSC: 25,00,000/- AP: 25,00,000/-	Annexure A a. till offer of possession: 71.50/- per sq.ft. per month b. After completion of the building Rs. 65/-per sq.ft. per month	September 2018
13.	CR/118/2022 Subhas Bana V/s Vatika Limited Reply received	945, 9 th floor, block F (Page 12 of complaint) Initial unit was allotted: 380, 3 rd floor, admeasuring 1000 sq.ft. (Page 11 of complaint)	31.07.2013 (Page 12 of complaint)	11.05.2011 (Page 13 of complaint)	11.05.2014 TSC: 55,00,000/- AP: 55,00,000/-	Annexure A a. till offer of possession: 71.50/- per sq.ft. per month b. After completion of the building Rs. 65/-per sq.ft. per month	September 2018
14.	CR/117/2022 Shilpi Rastogi V/s Vatika Limited Reply received	244, 2 nd floor, tower B (page of complaint) Initial unit was allotted: 1135 floor, tower no. admeasuring 1000 sq.ft.	08.01.2010 (Annexure C1-page 12 of complaint) Allotment of new unit: 17.09.2013	08.01.2010 (Page 14 of complaint)	08.01.2013 TSC: 78,00,000/- AP: 78,00,000/-	Annexure A a. till completion of the building 78/- per sq.ft. per month b. After completion of	September 2018

		(Page 17 of complaint)	(Page 35 of complaint)			the building Rs. 65/-per sq.ft. per month	
15.	CR/128/2022 Mahender Kaur V/s Vatika Limited Reply received	945, 9 th floor, block F (Page 12 of complaint) Initial unit was allotted: 276, 2 nd floor, tower no. A admeasuring 500 sq.ft. (Page 16 of complaint)	11.02.2011 (Annexure C1-page 11 of complaint) Allotment of new unit: 25.04.2013 (Page 12 of complaint)	11.02.2011 (Page 13 of complaint)	11.02.2014 TSC: 25,00,000/- AP: 25,00,000/-	Annexure A a. till offer of possession: 71.50/- per sq.ft. per month b. After completion of the building Rs. 65/-per sq.ft. per month	September 2018
16.	CR/133/2022 Gaurav Tandon V/s Vatika Limited Reply received	332, block B admeasuring 1000 sq. ft. (Page 15 of complaint) Initial unit was allotted: 1602, 14 th floor, admeasuring 1000 sq. ft. (page no. 10 of complain	20.04.2010 name of original allottee (Page 10 of complaint) SA: 12.12.201 (Page 14 of complaint)	20.04.2010 (Page 15 of complaint)	20.04.2013 TSC: 40,00,000/- AP: 40,00,000/-	Annexure A a. till offer of possession: 71.50/- per sq.ft. per month b. After completion of the building Rs. 65/-per sq.ft. per month	September 2018
17.	CR/124/2022 Pradeep Kumar Verma V/s Limited Reply received	522 E, block E (Annexure C4, page 43 of complaint) Initial unit was allotted: 3 rd floor, tower C admeasuring 500 sq. ft. (Page 15 of complaint)	20.10.2012 (Page 15 of complaint)	05.11.2012 (Page 16 of complaint)	05.11.2013 TSC: 22,50,000/- AP: 22,50,000/-	Clause 12 Till offer of possession: 65/- per sq.ft. per month After completion of the building Rs. 65/-per sq.ft. per month	September 2018
18.	CR/120/2022 Sandeep Shrivastava & Nidhi Shrivastava V/s Vatika Limited Reply received	332, block B admeasuring 1000 sq. ft. (Page 15 of complaint) Initial unit was allotted:D-009, Ground floor,	07.12.2016 (Page 14 of complaint)	27.01.2017 (Page 17 of complaint)	27.01.2020 TSC: 1,15,20,000, AP: 95,38,560/-	Clause 12 Till offer of possession: 65/- per sq.ft. per mon After completion of the building	September 2018

		tower D admeasuring 1440 sq.ft. (page 14 of complaint)				Rs. 65/-per sq.ft. per month	
19.	CR/125/2022 Anil Shourie & Neelam V/s Vatika Limited Reply received	716, 7th floor, block F (page 32 of complaint) Initial unit was allotted: 3 rd floor, tower admeasuring 500 sq. ft. (Page 15 complaint)	12.07.2011 (Page 11 of complaint) Allotment of new unit: 31.07.2013 (Page 32 of complaint)	06.07.2011 (Page 12 of complaint)	06.07.2014 TSC: 25,00,000/- AP: 25,00,000/-	Annexure A a. till offer of possession: 71.50/- per sq.ft. per month b. After completion of the building Rs. 65/-per sq.ft. per month	September 2018
<p>Note: In the table referred above certain abbreviations have been used. They are elaborated as follows:</p> <p>Abbreviation Full form SA Subsequent allottee TSC Total Sale consideration AP Amount paid by the allottee(s)</p>							

4. The aforesaid complaints were filed by the complainants against the promoter on account of violation of the builder buyer's agreement executed between the parties *inter se* in respect of said unit for not handing over the possession by the due date, seeking award of delayed possession charges, assured return and the execution of the conveyance deeds.
5. It has been decided to treat the said complaints as an application for non-compliance of statutory obligations on the part of the promoter/respondent in terms of section 34(f) of the Act which mandates the authority to ensure compliance of the obligations cast upon the promoters, the allottee(s) and the real estate agents under the Act, the rules and the regulations made thereunder.
6. The facts of all the complaints filed by the complainant(s)/allottee(s) are also similar. Out of the above-mentioned case, the particulars of lead case **CR 105/2022 titled as Lokesh Varshney Vs. M/s Vatika Limited** are

being taken into consideration for determining the rights of the allottee(s) qua delay possession charges, assured return, execution of conveyance deeds.

A. Project and unit related details

7. The particulars of the project, the details of sale consideration, the amount paid by the complainant(s), date of proposed handing over the possession, delay period, if any, have been detailed in the following tabular form:

CR/105/2022 titled as Lokesh Varshney Vs. Vatika Limited

S. No.	Heads	Information
1.	Name and location of the project	"Vatika INXT City Centre", ground floor, block A, Sector 83, Vatika India Next, Gurugram, HR-122012.
2.	Nature of the project	Commercial complex
3.	Area of the project	10.48 acres
4.	DTCP License	258 of 2007 dated 19.11.2017
	valid upto	18.11.2019
	Licensee name	Shivam Infratech Pvt. Ltd.
5.	RERA registered/ not registered	Not registered
6.	Allotment letter	10.09.2010 (annexure C2, page 16 of complaint)
7.	Date of execution of builder buyer's agreement	10.09.2010 (annexure C3, page 19 of complaint)
8.	Unit no.	2016, 20 th floor, tower no. A admeasuring 750 sq.ft. (page 22 of complaint)
9.	Addendum agreement	18.07.2019 (page 37 of complaint)
10.	New unit no.	232, tower F (page 37 of complaint)
11.	Possession clause	2. Sale consideration <i>The Developer will complete the construction of the said complex within three (3) years from the date of execution of this agreement. Further, the Allottee has paid full sale consideration on signing of this</i>

		<p>agreement, the Developer further undertakes to make payment of Rs As per annexure "A"(Rupees.....) per sq.ft. of super area per month by way of committed return for the period of construction, which the Allottee duly accepts. In the event of a time overrun in completion of the said complex the Developer shall continue to pay to the Allottee the within mentioned assured return until the unit is offered by the Developer for possession. (Emphasis supplied)</p>
12.	Assured return clause	<p>Addendum to the Agreement dated 10.09.2010</p> <p>The unit has been allotted to you with an assured monthly return of Rs. 65/- per sq.ft. However during the course of construction till such time the building in which your unit is situated is ready for possession you will be paid an additional return of Rs. 6.50/- per sq.ft. Therefore your return payable to you shall be as follows:</p> <p>This addendum forms an integral part of builder buyer Agreement dated 1-.09.2010</p> <p>A. Till Completion of the building: Rs. 71.50/- per sq.ft.</p> <p>B. After Completion of the building: Rs. 65/- per sq.ft.</p> <p>You would be paid an assured return w.e.f. 10.09.2010 on a monthly basis before the 15th of each calendar month. The obligation of the developer shall be to lease the premises of which your flat is part @Rs. 65/- per sq.ft. In the eventuality the achieved return being higher or lower than Rs. 65/- per sq.ft.</p> <p>1. If the rental is less than Rs. 65/- per sq.ft. than you shall be returned @Rs. 117/- per sq.ft. for every Rs. 1/- by which achieved rental is less than Rs. 65/- per sq.ft.</p>

		2. If the achieved rental is higher than R. 65/- per sq.ft. than 50% of the increased rental shall accrue to you free of any additional sale consideration. However you will be requested to pay additional sale consideration @Rs. 117/- per sq.ft. for every rupee of additional rental achieved in the case of balance 50% of increased rentals.
13.	Total consideration	Rs. 30,00,000/-as per clause 2 of BBA (page 22 of complaint)
14.	Total amount paid by the complainants	Rs. 30,00,000/-as per clause 2 of BBA (page 22 of complaint)
15.	Due date of delivery of possession	10.09.2013
16.	Date of offer of possession to the complainants	Not offered
17.	Occupation certificate	Not obtained

B. Facts of the complaint

8. The complainant is an HUF, and the present complaint is being filed by the karta of the complainant, Mr. Lokesh Varshney. The respondent made false representations and claims of being a big and a reputed developer and thereby induced the complainant to book a 750 sq. ft. unit in its project then known as "Vatika Trade Centre" by showcasing a fancy brochure which depicted that the project would be developed and constructed as state of the art being one of its kind with all modern amenities and facilities. The complainant filled a pre-printed application form on 26.08.2010 and paid the booking amount of Rs. 5,00,000/-.
9. A builder buyer agreement dated 10.09.2010 was executed between the parties which specified the terms and conditions of the booking and allotment of the unit of the complainant. An allotment letter dated 10.09.2010 was also issued by the respondent stating that the complainant was allotted unit no. 2160, having 750 sq. ft. super area on

the twentieth floor of the said project. The letter further stated that the project would be complete and ready by 30.09.2012. An addendum dated 10.09.2010 was also executed between the parties which specified that the respondent was liable to pay monthly assured returns calculated @ Rs. 71.5/- per sq. ft. per month to the complainant till the completion of the building and would then be liable to pay monthly assured returns calculated @ Rs. 65/- per sq. ft. per month to the complainant post completion of the building. The said addendum contained terms and conditions regarding the leasing of the unit at specific rates and consequences of the unit being leased at different rates. As per clause 32.2. of the BBA, the respondent was liable to pay minimum rent calculated @ Rs. 65/- per sq. ft. per month to the complainant for upto 3 years post the completion or till the leasing of the unit whichever was earlier. It is pertinent to mention here that the builder buyer agreement was a pre-printed booklet drafted by the respondent containing unilateral terms and conditions favouring the respondent and prejudicing the complainant and the complainant was never given the option of changing the same.

10. The respondent unilaterally issued a letter dated 27.07.2011 to the complainant changing the location of the project where the unit of the complainant was booked. The complainant was subsequently and unilaterally allotted unit 232 in tower F of the project "Vatika Inxt City Centre", located at Sector-83, Gurgaon.
11. The respondent in furtherance of its malafide intentions and ulterior motives without assigning any reason stopped the payment of the monthly returns to the complainant from October 2018 and then approached the complainant with an offer to clear the arrears of assured returns on the condition that the complainant would execute an

addendum agreement whereby which the complainant will have to forego any and all rights accrued in its favour as per clause 32 of the BBA. Furthermore, additional obligations were imposed on the complainant if the unit had to be leased. He was coerced into signing the said addendum on the condition of payment of arrears of assured returns and on the misinformation that the building had received a completion/ occupation certificate from the competent authority and had no option to modify the said agreement. It is pertinent to mention here that the complainant was falsely made to believe that the building where its unit is located is complete and ready and would be leased soon and so, no loss would actually be caused to if the addendum was signed. He was further informed that in view of the pending bill in Parliament of the BUDS Act, the complainant would lose its right to claim any further assured returns if the addendum was not signed. In-fact the respondent created such a pressure on the complainant that it was made to believe that he had no option but to execute the addendum. After the signing of the addendum, the respondent paid the monthly returns due till June, 2019, which too were paid in January, 2022, and after that no returns were paid to the complainant by the respondent. It is pertinent to mention here that the respondent has not provided a counter signed copy of the addendum to the complainant till date. As the consent of the complainant for the said addendum agreement was obtained by fraud and misrepresentation as he was made to sign and execute the addendum on false information and assurances. The complainant prays for the said addendum to be declared null and void ab initio. It has come to the knowledge of the complainant that the respondent has not only duped him but several other buyers like it by refusing to pay the monthly returns on one pretext or the other even the project has not received the completion/occupation certificate from

the competent authority till date. The buyers have been paid the monthly returns for different periods and have been denied the payment of the same on different grounds.

12. The respondent has not even offered possession of the unit to the complainant and has further stopped responding to his communications besides restricting his entry into its office and other buyers and has failed to apprise him regarding the true and correct status of the project where the unit is located. It has further refused to pay the monthly assured rent/minimum guaranteed rent to the complainant for reasons undisclosed.

C. Relief sought by the complainants:

The complainant has sought following relief(s):

- i. Direct the respondent to pay the monthly assured returns.
 - ii. Direct the respondent to pay interest at prevailing rate on the amount paid by the complainant.
 - iii. Direct the respondent to carry out the title registration/execution of conveyance deed of the unit and to handover physical vacant possession of the unit with immediate effect.
13. On the date of hearing, the authority explained to the respondent/promoter about the contraventions as alleged to have been committed in relation to section 11(4) (a) of the act to plead guilty or not to plead guilty.

D. Reply by the respondent

The respondent has contested the complaint on the following grounds.

- a. The complainant has misdirected himself in filing the above captioned complaint before the authority as the relief being claimed by him cannot be said to fall within the realm of jurisdiction of this forum. It is humbly submitted that upon the enactment of the Banning of Unregulated Deposit Schemes Act, 2019, the 'assured return' and any

“committed returns” on the deposit schemes have been banned. The respondent having not taken registration from SEBI thus cannot run, operate, continue an assured return scheme. As per Section 3 of the BUDS Act, all unregulated deposit scheme has been strictly banned and deposit takers such as builders, cannot, directly or indirectly promote, operate, issue any advertisement soliciting participation or enrolment in or accept deposit. Thus, section 3 of the BUDS Act, makes the assured return schemes, of the builders and promoters, illegal and punishable under law. Further as per the SEBI Act, 1992, collective investment schemes as defined under Section 11 AA can only be run and operated by a registered person. Hence, the assured return schemes have become illegal by the operation of law and the respondent cannot be made to run a scheme which has become infructuous by law. Thus, the present complaint deserves to be dismissed at the very outset, without wasting precious time of this authority.

- b. It is pertinent to mention that the present complaint is not maintainable before the hon'ble authority as it is apparent from the prayer sought in the complaint. That further, it is crystal clear from reading the complaint that the complainant is not 'allottee', but purely an 'investor', who is only seeking assured return from the respondent, by way of present petition, which is not maintainable as the unit is not meant for personal use and rather, it is meant for earning rental income.
- c. That in view of the judgment and order dated 16.10.2017 passed by the Maharashtra RERA Authority in the complaint titled *Mahesh Pariani vs. Monarch Solitaire* in, complaint no: **CC00600000000078 of 2017**, wherein it has been observed that in case where the

complainants have invested money in the project with sole intention of gaining profits out of the project, then the complainants are in the position of co-promoter and cannot be treated as an 'allottee'. The authority therein opined as under:

"It means that the Complainants have the status of 'Co-promoter' of the project, it is evident that the dispute between the Complainants and the Respondent is of a civil nature between the promoter and co-promoter, and does not pertain to any contravention of the Real estate (Regulation and Development) Act, 2016. The complaint is, therefore, dismissed."

Thus, in view of the aforesaid decision, the complainant herein could not and ought not have filed the present complaint being a co-promoter.

- d. In a matter of ***Brhimjeet & Anr. Vs. M/s landmark Apartment Pvt. Ltd. (complaint no.141 of 2018)***, decided on 07.08.2018 the hon'ble Haryana real Estate Regulatory authority has taken the same view as observed by Maharashtra RERA in Mahesh Pariani stated that,

"The Complainants have made a complaint dated 15.5.2018 with regard to the refund of the assured return of Rs.55,000/- per month. As per Clause 4 of the Memorandum of Understanding dated 14.8.2010, the Complainants are insisting that the RERA Authority may get the assured return of Rs.55,000/- per month released to him. A perusal of the Real Estate (Regulation & Development) Act, 2016 reveals that as per the Memorandum of Understanding, the assured return is not a formal clause with regard to giving or taking of possession of unit for which the buyer has paid an amount of Rs.55 Lakhs to the builder which is not within the purview of RERA Act. Rather, it is a civil matter. Since RERA Act deals with the builder buyer relationship to the extent of timely delivery of possession to the buyer or deals with withdrawal from the project, as per the provisions of Section 18 (1) of the Act. As such, the buyer is directed to pursue the matter with regard to getting assured return as per the Memorandum of Understanding by filing a case before an appropriate forum/Adjudicating Officer."

- e. Thus, the RERA Act, 2016 cannot deal with issues of assured return and hence the present complaint deserves to be dismissed at the very outset.

- f. That further in the matter of ***Bharam Singh & Ors vs. Venetian LDF Projects LLP (Complaint No. 175 of 2018)***, decided on 27.11.2018 the hon'ble authority, Gurugram upheld its earlier decision of not entertaining any matter related to assured returns. That the Hon'ble Authority in the said order stated

"that as already decided in complaint no. 141 of 2018 no case is made out by the Complainant". "That since the authority has taken a view of much earlier as stated above, the authority cannot go beyond the view taken already. In such types of assured return schemes, the authority has no jurisdiction, as such the Complainants are at liberty to approach the appropriate forum to seek remedy".

- g. The complainant has come before this hon'ble authority with unclean hands. The complaint has been filed by the complainant just to harass the respondent and to gain unjust enrichment. The actual reason for filing of the present complaint stems from the changed financial valuation of the real estate sector, in the past few years and the allottee malicious intention to earn some easy buck. The covid pandemic has given people to think beyond the basic legal way and to attempt to gain financially at the cost of others. The complainant has instituted the present false and vexatious complaint against the respondent who has already fulfilled its obligation as defined under the BBA dated 10.09.2010. It is pertinent to mention here that for fair adjudication of grievance as alleged by the complainant, detailed deliberation by leading the evidence and cross-examination is required. Thus, only the civil court has jurisdiction to deal with the cases requiring detailed evidence for proper and fair adjudication.
- h. It is submitted that the complainant entered into an agreement i.e., builder buyer agreement dated 10.09.2010 owing to the name, goodwill and reputation of the respondent. According to the terms of the BBA dated 10.09.2010, the construction of unit was completed

and the same was duly informed to the complainant vide letter dated 27.03.2018. Due to external circumstance which were not in control of the respondent, minor timeline alterations occurred in completion of the project. Even though the respondent suffered from setback due to external circumstances, yet it managed to complete the construction.

- i. The present complaint has been filed on the basis of incorrect understanding of the object and reasons of enactment of the RERA, Act 2016. The legislature in its great wisdom, understanding the catalytic role played by the real estate sector in fulfilling the needs and demands for housing and infrastructure in the country, and the absence of a regulatory body to provide professionalism and standardization to the said sector and to address all the concerns of both buyers and promoters in the real estate sector, drafted and notified the RERA Act, 2016 aiming to gain a healthy and orderly growth of the industry. The Act has been enacted to balance the interests of consumer and promoter by imposing certain responsibilities on both. Thus, while sections 11 to section 18 of the RERA Act, 2016 describes and prescribes the function and duties of the promoter/developer, section 19 provides the rights and duties of allottee. Hence, the RERA Act, 2016 was never intended to be biased legislation preferring the allottee, rather the intent was to ensure that both the allottee and the developer be kept at par and either of the party should not be made to suffer due to act or omission of part of the other.
- j. The complainant is attempting to seek an advantage of the slowdown in the real estate sector, and it is apparent from the facts of the present case. The main purpose of the present complaint is to harass the

- respondent by engaging and igniting frivolous issues with ulterior motives to pressurize the respondent. It is pertinent to submit that the complainant was sent the letter dated 27.03.2018 informing of the completion of construction. Thus, the present complaint is without any basis and no cause of action has arisen till date in favour of the complainant and against the respondent and hence, the complaint deserves to be dismissed.
- k. It is brought to the knowledge of this authority that the complainant is guilty of placing untrue facts and is attempting to hide the true colour of the intention of the complainant. That before buying the property from the erstwhile allottee, the complainant was aware of the status of the project and the fact that the commercial unit was only intended for lease and never for physical possession.
13. Copies of all the relevant documents have been filed and placed on the record. Their authenticity is not in dispute. Hence, the complaint can be decided on the basis of these undisputed documents and submission made by the parties.

E. Jurisdiction of the authority

14. The respondent has raised preliminary objection regarding jurisdiction of authority to entertain the present complaint. The authority observes that it has territorial as well as subject matter jurisdiction to adjudicate the present complaint for the reasons given below.

E. I Territorial jurisdiction

15. As per notification no. 1/92/2017-1TCP dated 14.12.2017 issued by Town and Country Planning Department, Haryana the jurisdiction of Real Estate Regulatory Authority, Gurugram shall be entire Gurugram District for all purpose with offices situated in Gurugram. In the present case, the project in question is situated within the planning area of Gurugram

District. Therefore this authority has complete territorial jurisdiction to deal with the present complaint.

E. II Subject-matter jurisdiction

16. Section 11(4)(a) of the Act, 2016 provides that the promoter shall be responsible to the allottee as per agreement for sale. Section 11(4)(a) is reproduced as hereunder:

Section 11(4)(a)

Be responsible for all obligations, responsibilities and functions under the provisions of this Act or the rules and regulations made thereunder or to the allottees as per the agreement for sale, or to the association of allottees, as the case may be, till the conveyance of all the apartments, plots or buildings, as the case may be, to the allottees, or the common areas to the association of allottees or the competent authority, as the case may be;

The provision of assured returns is part of the builder buyer's agreement, as per clause 15 of the BBA dated..... Accordingly, the promoter is responsible for all obligations/responsibilities and functions including payment of assured returns as provided in Builder Buyer's Agreement.

Section 34-Functions of the Authority:

34(f) of the Act provides 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.

17. So, in view of the provisions of the Act of 2016 quoted above, the authority has complete jurisdiction to decide the complaint regarding non-compliance of obligations by the promoter leaving aside compensation which is to be decided by the adjudicating officer if pursued by the complainant at a later stage.

F. Findings on the relief sought by the complainant:

18. The common issues with regard to delayed possession charges, assured return and execution of conveyance deeds are involved in all these cases.

F.I Assured return

18. While filing the petition besides delayed possession charges of the allotted unit as per builder buyer agreement, the claimant has also sought assured returns on monthly basis as per clause 12 of BBA and addendum to the agreement at the rates mentioned therein till the completion of the building. It is pleaded that the respondent has not complied with the terms and conditions of the agreement. Though for some time, the amount of assured returns was paid but later on, the respondent refused to pay the same by taking a plea of the Banning of Unregulated Deposit Schemes Act, 2019 (herein after referred to as the Act of 2019). But that Act does not create a bar for payment of assured returns even after coming into operation and the payments made in this regard are protected as per section 2(4)(iii) of the above-mentioned Act. However, the plea of respondent is otherwise and who took a stand that though it paid the amount of assured returns upto the year 2018 but did not pay the same amount after coming into force of the Act of 2019 as it was declared illegal.
19. The Act of 2016 defines "agreement for sale" means an agreement entered into between the promoter and the allottee [Section 2(c)]. An agreement for sale is defined as an arrangement entered between the promoter and allottee with freewill and consent of both the parties. An agreement defines the rights and liabilities of both the parties i.e., promoter and the allottee and marks the start of new contractual relationship between them. This contractual relationship gives rise to future agreements and transactions between them. The different kinds of payment plans were in vogue and legal within the meaning of the agreement for sale. One of the integral part of this agreement is the transaction of assured return inter-se parties. The "agreement for sale"

after coming into force of this Act (i.e., Act of 2016) shall be in the prescribed form as per rules but this Act of 2016 does not rewrite the "agreement" entered between promoter and allottee prior to coming into force of the Act as held by the Hon'ble Bombay High Court in case *Neelkamal Realtors Suburban Private Limited and Anr. v/s Union of India & Ors., (Writ Petition No. 2737 of 2017) decided on 06.12.2017*. Since the agreement defines the buyer-promoter relationship therefore, it can be said that the agreement for assured returns between the promoter and allottee arises out of the same relationship. Therefore, it can be said that the real estate regulatory authority has complete jurisdiction to deal with assured return cases as the contractual relationship arise out of agreement for sale only and between the same parties as per the provisions of section 11(4)(a) of the Act of 2016 which provides that the promoter would be responsible for all the obligations under the Act as per the agreement for sale till the execution of conveyance deed of the unit in favour of the allottee. Now, three issues arise for consideration as to:

- i. Whether the authority is within its jurisdiction to vary its earlier stand regarding assured returns due to changed facts and circumstances.
 - ii. Whether the authority is competent to allow assured returns to the allottee in pre-RERA cases, after the Act of 2016 came into operation,
 - iii. Whether the Act of 2019 bars payment of assured returns to the allottee in pre-RERA cases
19. While taking up the cases of *Brhimjeet & Anr. Vs. M/s Landmark Apartments Pvt. Ltd. (complaint no 141 of 2018)*, and *Sh. Bharam*

Singh & Anr. Vs. Venetain LDF Projects LLP (supra), it was held by the authority that it has no jurisdiction to deal with cases of assured returns. Though in those cases, the issue of assured returns was involved to be paid by the builder to an allottee but at that time, neither the full facts were brought before the authority nor it was argued on behalf of the allottees that on the basis of contractual obligations, the builder is obligated to pay that amount. However, there is no bar to take a different view from the earlier one if new facts and law have been brought before an adjudicating authority or the court. There is a doctrine of "prospective overruling" and which provides that the law declared by the court applies to the cases arising in future only and its applicability to the cases which have attained finality is saved because the repeal would otherwise work hardship to those who had trusted to its existence. A reference in this regard can be made to the case of *Sarwan Kumar & Anr Vs. Madan Lal Aggarwal Appeal (civil) 1058 of 2003 decided on 06.02.2003* and wherein the hon'ble apex court observed as mentioned above. So, now the plea raised with regard to maintainability of the complaint in the face of earlier orders of the authority is not tenable. The authority can take a different view from the earlier one on the basis of new facts and law and the pronouncements made by the apex court of the land. It is now well settled proposition of law that when payment of assured returns is part and parcel of builder buyer's agreement (maybe there is a clause in that document or by way of addendum, memorandum of understanding or terms and conditions of the allotment of a unit), then the builder is liable to pay that amount as agreed upon and can't take a plea that it is not liable to pay the amount of assured return. Moreover, an agreement for sale defines the builder-buyer relationship. So, it can be said that the agreement for assured returns between the promoter and an allottee

arises out of the same relationship and is marked by the original agreement for sale. Therefore, it can be said that the authority has complete jurisdiction with respect to assured return cases as the contractual relationship arises out of the agreement for sale only and between the same contracting parties to agreement for sale. In the case in hand, the issue of assured returns is on the basis of contractual obligations arising between the parties. Then in case of *Pioneer Urban Land and Infrastructure Limited & Anr. v/s Union of India & Ors. (Writ Petition (Civil) No. 43 of 2019) decided on 09.08.2019*, it was observed by the Hon'ble Apex Court of the land that "...allottees who had entered into "assured return/committed returns' agreements with these developers, whereby, upon payment of a substantial portion of the total sale consideration upfront at the time of execution of agreement, the developer undertook to pay a certain amount to allottees on a monthly basis from the date of execution of agreement till the date of handing over of possession to the allottees". It was further held that 'amounts raised by developers under assured return schemes had the "commercial effect of a borrowing' which became clear from the developer's annual returns in which the amount raised was shown as "commitment charges" under the head "financial costs". As a result, such allottees were held to be "financial creditors" within the meaning of section 5(7) of the Code" including its treatment in books of accounts of the promoter and for the purposes of income tax. Then, in the latest pronouncement on this aspect in case *Jaypee Kensington Boulevard Apartments Welfare Association and Ors. vs. NBCC (India) Ltd. and Ors. (24.03.2021-SC): MANU/ SC/0206 /2021*, the same view was followed as taken earlier in the case of Pioneer Urban Land Infrastructure Ld & Anr. with regard to the allottees of assured returns to be financial creditors within the meaning of section

5(7) of the Code. Then after coming into force the Act of 2016 w.e.f 01.05.2017, the builder is obligated to register the project with the authority being an ongoing project as per proviso to section 3(1) of the Act of 2017 read with rule 2(o) of the Rules, 2017. The Act of 2016 has no provision for re-writing of contractual obligations between the parties as held by the Hon'ble Bombay High Court in case *Neelkamal Realtors Suburban Private Limited and Anr. v/s Union of India & Ors., (supra)* as quoted earlier. So, the respondent/builder can't take a plea that there was no contractual obligation to pay the amount of assured returns to the allottee after the Act of 2016 came into force or that a new agreement is being executed with regard to that fact. When there is an obligation of the promoter against an allottee to pay the amount of assured returns, then he can't wriggle out from that situation by taking a plea of the enforcement of Act of 2016, BUDS Act 2019 or any other law.

20. It is pleaded on behalf of respondent/builder that after the Banning of Unregulated Deposit Schemes Act of 2019 came into force, there is bar for payment of assured returns to an allottee. But again, the plea taken in this regard is devoid of merit. Section 2(4) of the above mentioned Act defines the word 'deposit' as *an amount of money received by way of an advance or loan or in any other form, by any deposit taker with a promise to return whether after a specified period or otherwise, either in cash or in kind or in the form of a specified service, with or without any benefit in the form of interest, bonus, profit or in any other form, but does not include*
- i. *an amount received in the course of, or for the purpose of, business and bearing a genuine connection to such business including—*
 - ii. *advance received in connection with consideration of an immovable property under an agreement or arrangement subject to the condition that such advance is adjusted against such immovable property as specified in terms of the agreement or*

arrangement.

21. A perusal of the above-mentioned definition of the term 'deposit' shows that it has been given the same meaning as assigned to it under the Companies Act, 2013 and the same provides under section 2(31) includes any receipt by way of deposit or loan or in any other form by a company but does not include such categories of amount as may be prescribed in consultation with the Reserve Bank of India. Similarly rule 2(c) of the Companies (Acceptance of Deposits) Rules, 2014 defines the meaning of deposit which includes any receipt of money by way of deposit or loan or in any other form by a company but does not include.
- i. as a advance, accounted for in any manner whatsoever, received in connection with consideration for an immovable property*
 - ii. as an advance received and as allowed by any sectoral regulator or in accordance with directions of Central or State Government;*
22. So, keeping in view the above-mentioned provisions of the Act of 2019 and the Companies Act 2013, it is to be seen as to whether an allottee is entitled to assured returns in a case where he has deposited substantial amount of sale consideration against the allotment of a unit with the builder at the time of booking or immediately thereafter and as agreed upon between them.
23. The Government of India enacted the Banning of Unregulated Deposit Schemes Act, 2019 to provide for a comprehensive mechanism to ban the unregulated deposit schemes, other than deposits taken in the ordinary course of business and to protect the interest of depositors and for matters connected therewith or incidental thereto as defined in section 2 (4) of the BUDS Act 2019 mentioned above.

24. It is evident from the perusal of section 2(4)(l)(ii) of the above-mentioned Act that the advances received in connection with consideration of an immovable property under an agreement or arrangement subject to the condition that such advances are adjusted against such immovable property as specified in terms of the agreement or arrangement do not fall within the term of deposit, which have been banned by the Act of 2019.
25. Moreover, the developer is also bound by promissory estoppel. As per this doctrine, the view is that if any person has made a promise and the promisee has acted on such promise and altered his position, then the person/promisor is bound to comply with his or her promise. When the builders failed to honour their commitments, a number of cases were filed by the creditors at different forums such as *Nikhil Mehta, Pioneer Urban Land and Infrastructure* which ultimately led the central government to enact the Banning of Unregulated Deposit Scheme Act, 2019 on 31.07.2019 in pursuant to the Banning of Unregulated Deposit Scheme Ordinance, 2018. However, the moot question to be decided is as to whether the schemes floated earlier by the builders and promising as assured returns on the basis of allotment of units are covered by the abovementioned Act or not. A similar issue for consideration arose before Hon'ble RERA Panchkula in case *Baldev Gautam VS Rise Projects Private Limited (RERA-PKL-2068-2019)* where in it was held on 11.03.2020 that a builder is liable to pay monthly assured returns to the complainants till possession of respective apartments stands handed over and there is no illegality in this regard.
26. The definition of term 'deposit' as given in the BUDS Act 2019, has the same meaning as assigned to it under the Companies Act 2013, as per section 2(4)(iv)(i) i.e, explanation to sub-clause (iv). In pursuant to

powers conferred by clause 31 of section 2, section 73 and 76 read with sub-section 1 and 2 of section 469 of the Companies Act 2013, the Rules with regard to acceptance of deposits by the companies were framed in the year 2014 and the same came into force on 01.04.2014. The definition of deposit has been given under section 2 (c) of the above-mentioned Rules and as per clause xii (b), as advance, accounted for in any manner whatsoever received in connection with consideration for an immovable property under an agreement or arrangement, provided such advance is adjusted against such property in accordance with the terms of agreement or arrangement shall not be a deposit. Though there is proviso to this provision as well as to the amounts received under heading 'a' and 'd' and the amount becoming refundable with or without interest due to the reasons that the company accepting the money does not have necessary permission or approval whenever required to deal in the goods or properties or services for which the money is taken, then the amount received shall be deemed to be a deposit under these rules. However, the same are not applicable in the case in hand. Though it is contended that there is no necessary permission or approval to take the sale consideration as advance and would be considered as deposit as per sub-clause 2(xv)(b) but the plea advanced in this regard is devoid of merit. First of all, there is exclusion clause to section 2 (xiv)(b) which provides that unless specifically excluded under this clause. Earlier, the deposits received by the companies or the builders as advance were considered as deposits but w.e.f. 29.06.2016, it was provided that the money received as such would not be deposit unless specifically excluded under this clause. A reference in this regard may be given to clause 2 of the First schedule of Regulated Deposit Schemes framed under section 2 (xv) of the Act of 2019 which provides as under:-

(2) The following shall also be treated as Regulated Deposit Schemes under this Act namely:-

- (a) deposits accepted under any scheme, or an arrangement registered with any regulatory body in India constituted or established under a statute; and*
- (b) any other scheme as may be notified by the Central Government under this Act.*

27. The money was taken by the builder as deposit in advance against allotment of immovable property and its possession was to be offered within a certain period. However, in view of taking sale consideration by way of advance, the builder promised certain amount by way of assured returns for a certain period. So, on his failure to fulfil that commitment, the allottee has a right to approach the authority for redressal of his grievances by way of filing a complaint.

28. It is not disputed that the respondent is a real estate developer, and it had not obtained registration under the Act of 2016 for the project in question. However, the project in which the advance has been received by the developer from the allottee is an ongoing project as per section 3(1) of the Act of 2016 and, the same would fall within the jurisdiction of the authority for giving the desired relief to the complainant besides initiating penal proceedings. So, the amount paid by the complainant to the builder is a regulated deposit accepted by the later from the former against the immovable property to be transferred to the allottee later on.

F. II Delay possession charges

29. In the present complaint, the complainant(s) intends to continue with the project and is seeking possession of the subject unit and delay possession charges as provided under the provisions of section 18(1) of the Act which reads as under.

"Section 18: - Return of amount and compensation

18(1). If the promoter fails to complete or is unable to give possession of an apartment, plot, or building, —

.....

Provided that where an allottee does not intend to withdraw from the project, he shall be paid, by the promoter, interest for every month of delay, till the handing over of the possession, at such rate as may be prescribed."

30. The builder buyer agreement was executed between the parties. As per clause 2 of the builder buyer agreement, the possession was to be handed over within 3 years from the date of execution of builder buyer agreement. The clause 2 of the builder buyer agreement is reproduced below:

2. Sale consideration

The Developer will complete the construction of the said complex within three (3) years from the date of execution of this agreement. Further, the Allottee has paid full sale consideration on signing of this agreement, the Developer further undertakes to make payment of Rs As per annexure "A"(Rupees.....) per sq.ft. of super area per month by way of committed return for the period of construction, which the Allottee duly accepts. In the event of a time overrun in completion of the said complex the Developer shall continue to pay to the Allottee the within mentioned assured return until the unit is offered by the Developer for possession. (Emphasis supplied)

31. At the outset, it is relevant to comment on the preset possession clause of the agreement wherein the possession has been subjected to all kinds of terms and conditions of this agreement, and the complainant(s) not being in default under any provisions of this agreement and compliance with all provisions, formalities and documentation as prescribed by the promoter. The drafting of this clause and incorporation of such conditions is not only vague and uncertain but so heavily loaded in favour of the promoter and against the allottee(s) that even a single default by him in fulfilling formalities and documentations etc. as prescribed by the promoter may make the possession clause irrelevant for the purpose of allottee(s) and the commitment time period for handing over possession loses its meaning. The incorporation of such clause in the buyer's agreement by the promoter is just to evade the liability towards timely delivery of subject unit and to deprive the allottee(s) of their right

accruing after delay in possession. This is just to comment as to how the builder has misused his dominant position and drafted such mischievous clause in the agreement and the allottee(s) is left with no option but to sign on the dotted lines.

32. **Admissibility of delay possession charges at prescribed rate of interest:** The complainant(s) is seeking delay possession charges. However, proviso to section 18 provides that where an allottee(s) does not intend to withdraw from the project, he shall be paid, by the promoter, interest for every month of delay, till the handing over of possession, at such rate as may be prescribed and it has been prescribed under rule 15 of the rules. Rule 15 has been reproduced as under:

Rule 15. Prescribed rate of interest- [Proviso to section 12, section 18 and sub-section (4) and subsection (7) of section 19]

(1) *For the purpose of proviso to section 12; section 18; and sub-sections (4) and (7) of section 19, the "interest at the rate prescribed" shall be the State Bank of India highest marginal cost of lending rate +2%.*

Provided that in case the State Bank of India marginal cost of lending rate (MCLR) is not in use, it shall 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.

33. The legislature in its wisdom in the subordinate legislation under the rule 15 of the rules has determined the prescribed rate of interest.
34. Consequently, as per website of the State Bank of India i.e., <https://sbi.co.in>, the marginal cost of lending rate (in short, MCLR) as on date i.e., 25.05.2022 is 7.50%. Accordingly, the prescribed rate of interest will be marginal cost of lending rate +2% i.e., 9.50%.
35. The definition of term 'interest' as defined under section 2(z a) of the Act provides that 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. The relevant section is reproduced below:

"(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 the 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;"*

36. On consideration of documents available on record and submissions made by the complainant(s) and the respondent, the authority is satisfied that the respondent is in contravention of the provisions of the Act. By virtue of clause 2 of the agreement executed between the parties, the possession of the subject unit was to be delivered within three years from the date of builder buyer agreement. However now, the proposition before it is as to whether an allottee(s) who is getting/entitled for assured return even after expiry of due date of possession, can claim both the assured return as well as delayed possession charges?
37. To answer the above proposition, it is worthwhile to consider that the assured return is payable to the allottee(s) on account of a provision in the BBA or in a MoU having reference of the BBA or an addendum to the BBA or in a MoU or allotment letter. The assured return in this case is payable from the date of making 100% of the total sale consideration till completion of the building. The rates at which assured return has been committed by the promoter are more than reasonable in the present circumstances. If we compare this assured return with delayed

possession charges payable under proviso to section 18(1) of the Act, 2016, the assured return is much better than delayed possession charges. By way of assured return, the promoter has assured the allottee(s) that they would be entitled for this specific amount till completion of construction of the said building. Accordingly, the interest of the allottee(s) is protected even after the due date of possession is over as the assured returns are payable from the first 3 years/36 months(different terminology used in agreement) after the date of completion of the project or till the date of said unit/space is put on lease whichever is earlier. The purpose of delayed possession charges after due date of possession is served on payment of assured return after due date of possession as the same is to safeguard the interest of the allottee as their money is continued to be used by the promoter even after the promised due date and in return, they are to be paid either the assured return or delayed possession charges whichever is higher.

38. Accordingly, the authority decides that in cases where assured return is reasonable and comparable with the delayed possession charges under section 18 and assured return is payable even after due date of possession is over till the date of completion of the project, then the allottee shall be entitled to assured return or delayed possession charges, whichever is higher without prejudice to any other remedy including compensation. Hence, the authority directs the respondent/promoter to pay assured return from the date the payment of assured return has not been paid till completion of construction of building at agreed rate per month and at agreed rate per month of super area as minimum guaranteed rent up to 3 years/36 months from the date of completion of the said building or the said unit is put on lease whichever is earlier and declines to order payment of any amount on account of delayed possession

charges as their interest has been protected by granting assured returns till the completion of the construction of the building and thereafter also upto 3years/36 months at different rate from the date of construction of the said building or the said unit is put on lease whichever is earlier.

F.III Conveyance deed

39. With respect to the conveyance deed, the provision has been made under clause 8 of the buyer's agreement and the same is reproduced for ready reference:

8. Conveyance

Subject to the approval/no objection of the appropriate the Developer shall sell the Said Unit to the Allottee by executing and registering the Conveyance Deed and also do such other acts/deeds as may be ne necessary for confirming upon the Allottee a marketable title to the Said Unit free from all encumbrances. The Conveyance Deed shall be in the form and content as approved by the Developer's legal advisor and shall be in favour of the Allottee. Provided that the Conveyance Deed shall be executed only upon receipt of full consideration amount of the said Unit. Stamp Duty and Registration Charges and receipt of other dues as per these presents.

40. Section 17 (1) of the Act deals with duty of promoter to get the conveyance deed executed and the same is reproduced below:

"17. Transfer of title.-

(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:

Provided that, in the absence of any local law, conveyance deed in favour of the allottee or the association of the allottees or the competent authority, as the case may be, under this section shall be

carried out by the promoter within three months from date of issue of occupancy certificate."

41. As OC of the unit has not been obtained, accordingly conveyance deed cannot be executed without unit come into existence for which conclusive proof of having obtained OC from the competent authority and filing of deed of declaration by the promoter before registering authority.

G. Directions of the authority

42. Hence, the authority hereby passes this order and issue the following directions under section 37 of the Act to ensure compliance of obligations cast upon the promoter as per the function entrusted to the authority under section 34(f):
- i. Since assured return being on higher side are allowed than delay possession charges, so the respondent is directed to pay the arrears of amount of assured return at agreed rate to the complainant(s) from the date the payment of assured return has not been paid till the date of completion of construction of building. After completion of the construction of the building, the respondent/builder would be liable to pay monthly assured returns at agreed rate of the super area up to 3years/36 months or till the unit is put on lease whichever is earlier.
 - ii. The respondent is also directed to pay the outstanding accrued assured return amount till date at the agreed rate within 90 days from the date of order after adjustment of outstanding dues, if any, from the complainant and failing which that amount would be payable with interest @7.50% p.a. till the date of actual realization.

- iii. The respondent shall execute the conveyance deed of the allotted unit within the 3 months from the final offer of possession alongwith OC upon payment of requisite stamp duty as per norms of the state government
- iv. The respondent shall not charge anything from the complainant(s) which is not the part of the agreement of sale.
43. This decision shall mutatis mutandis apply to cases mentioned in para 3 of this order.
44. Complaint stands disposed of. True certified copy of this order shall be placed in the case file of each matter. There shall be separate decrees in individual cases.
45. File be consigned to registry.

v.i - 3

(Vijay Kumar Goyal)

Member

Haryana Real Estate Regulatory Authority, Gurugram


(Dr. K.K. Khandelwal)

Chairman

Dated: 25.05.2022

HARERA
GURUGRAM