

## BEFORE THE HARYANA REAL ESTATE REGULATORY AUTHORITY, GURUGRAM

 Complaint no.:
 3131 of 2024

 Date of filing:
 17.07.2024

 Order pronounced on:
 08.05.2025

 Meenu Verma
 Vibhor Verma
 Both R/o: - APT-407, Building 120, STR 6A, Discovery Gardens, Dubai, PO Box-487520, Dubai, United Arab Emirates.

Complainants

#### Versus

M/s Vatika Limited Regd. Office at: - Vatika Triangle, 4th floor, Sushant Lok- 1, Block-A, Mehrauli- Gurgaon Road, Gurugram- 122002.

Respondent

CORAM: Shri Vijay Kumar Goyal

APPEARANCE:

Ms. Daggar Malhotra (Advocate) Shri Venket Rao (Advocate)

Complainants

Respondent

Member

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This complaint has been filed by the complainants/allottees under Section 31
of the Real Estate (Regulation and Development) Act, 2016 (in short, the Act)
read with Rule 28 of the Haryana Real Estate (Regulation and Development)
Rules, 2017 (in short, 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 obligations, responsibilities and functions under the provision of the Act or
the Rules and regulations made thereunder or to the allottees as per the
agreement for sale executed *inter se*.

ORDER



# A. Unit and project related details.

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

S. N.	Particulars	Details
1.	Name and location of the project	"Vatika Turning Point" by Vatika Express City at Sector-88B, Gurugram.
2.	Project area	18.80 Acres
3.	Nature of Project	Residential Group Housing Colony (Note: In proceedings dated 08.05.2025, it is inadvertently recorded as "Commercial" instead of "Residential Group Housing Colony")
4.	DTCP license no. and validity status	91 of 2013 dated 26.10.2013 Valid upto 25.10.2017
5.	Name of Licensee	M/s Vatika Limited
6.	Rera registered/ not registered and validity status	0
7.	Unit No.	Apartment no.201, Tower-West End-1 (as mentioned in clause F of BBA at page no.21 of complaint)
8.	Unit area admeasuring	684.44 sq. ft. (carpet area) (as mentioned in clause F of BBA at page no.21 of complaint)
9.	Date of buyer's agreement	27.09.2019 (As per page no. 19 of complaint)
10.	Possession Clause	7.1 A) Schedule for possession of the said apartment subject to timely payment of amounts due by the Allottee to the Promoter as per agreed payment plan/schedule, as given in Schedule D of the Agreement. 

		with parking as per agreed terms and conditions unless there is delay due to "force majeure", Court/Tribunal/NGT Orders, Government Policy/guidelines, decisions affecting the regular development of the real estate project. If the completion of the project is delayed due to the above conditions, then the Allottee agrees that the Promoter shall be entitled to extension of time for delivery of possession of the Apartment" (Emphasis supplied) (page 30 of complaint)
11.	Due date of Possession	15.03.2025 (Taken from similar cases of same project)
12.	Total sale consideration	Rs.62,43,750/- (as per BBA at page no.23 of complaint)
13.	Total amount paid by complainant against allotted unit	Rs.27,72,000/-
14.	Occupation Certificate	Not obtained
15.	Offer for Possession	Not offered
16.	Request for cancellation [before entering into buyer's agremeent]	17.09.2019 (as per page 59 to 63 of compliant)

## B. Facts of the complaint.

- The complainants have made the following submissions in the complaint: -
  - I. That, the respondent in the month of October, 2018, invited applications for booking of a residential unit in its project namely, 'Vatika Turning Point,' in Sector 88B, Gurugram. The complainant found the said location and the nature/type of the unit, as described/advertised by the respondent, suitable to his requirements and accordingly applied for booking of unit in



the said project by paying a booking amount of Rs.3 lakhs vide cheque dated 26.10.2018, receipt of which was duly acknowledged by the respondent.

- II. After having paid the booking amount, on the basis of the demand of respondent, complainants paid further sum of Rs.24,72,000/- vide cheque dated 12.04.2019, receipt of which was duly acknowledged by the respondent. The total amount paid by the complainants is Rs.27,72,000/-.
- III. That, in furtherance of the above, the respondent entered into an agreement for sale dated 27.09.2019 thereby allotting unit no.201, Tower West End-1 to the complainant, having carpet area of 684.44 sq. ft. and one basement parking for a total sales consideration of Rs.62,43,750/-. That, as per clause 12.2(i) the complainant-allottees were entitled to stop making payments if construction was not being done by the promoter. That, the respondent stopped construction after excavation of the project land and even till date no further construction has been in the last 8 years.
- IV. That, the complainants applied for cancellation of the allotment and sought refund of the amount paid vide cancellation letter dated 17.09.2019. The respondent alongwith the cancellation letter, also sought for an undertaking which was provided by the complainants. The said undertaking was given on the basis of assurance of the respondent that the refund would be made within 10-12 months. The respondent did not sign the undertaking nor did respondent accept in writing the request for refund even though the same was duly received and stamped by respondent. On account of the sheer failure of the respondent in adhering to cancellation request of the complainant, the Undertaking also lost force.
- V. That, no specific due date of possession/ completion of construction was clearly mentioned in the builder buyer agreement and therefore, the complainant humbly relies on the judgment of the Hon'ble Apex Court in



M/s Fortune Infrastructure (Now Known As M/s Hicon Infrastructure) & Anr. Versus Trevor Dlima & Ors., wherein it has held that, "... Although we are aware of the fact that when there was no delivery period stipulated in the agreement, a reasonable time has to be taken into consideration. In the facts and circumstances of this case, a time period of 4 years would have been reasonable for completion of the contract."

- VI. That, after several requests, the respondent agreed to complainant's request for cancellation and refunded a meagre sum of Rs.2,00,000/- on 19.07.2023, and once again failed to give the total refundable amount to the complainant as per the provisions of RERA Act.
- VII. That, the complainants have also become aware that in a batch of 28 number of similar matters with respect to the same project i.e., Vatika Turning Point, vide order dated 12.08.2022, the authority appointed Shri Ramesh Kumar, Enquiry Officer of the authority to enquire into the affairs of the promoter regarding the said project and to give a report. That, as per the same, the Authority has deduced that the said project seems to be an abandoned one as neither any progress report has been received nor there is anything on the record to show the construction is being carried out at the spot by the promoter. It has further come to the knowledge of the complainants that the respondent is in the process of applying for deregistration of the project. There is no hope that construction of the project is likely to be completed.
- VIII. That as per section 11 (4) of the RERA Act. 2016, the promoter is liable to abide by the terms and agreement of the sale.
  - IX. That as per section 18 of the RERA Act. 2016, the promoter is liable to refund the amount and pay interest at the prescribed rate of interest and compensation to the allottee of an apartment, building or project for a delay



or failure in handing over such possession as per the terms and agreement of the sale.

X. That, accordingly, the complainants are seeking refund of their hard-earned money with interest. Accordingly, relying on the provisions of the Act, the complainants have filed this present complaint.

## C. Relief sought by the complainants:

- 4. The complainants have sought following relief(s):
  - Direct the respondent to refund the principal amount of Rs.25,72,000/-(Rs.27,72,000/- minus Rs.2,00,000/- already refunded by the respondent) paid by the complainants to the respondent along with interest from each date of payment.
  - ii. Pass such other order/ reliefs as the Authority deems fit.
- 5. 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.

- 6. The respondent has contested the complaint on the following grounds:
  - a. That in the year 2018, the complainants learnt about the project 'Vatika Turning Point' situated at Sector 88B, Gurgaon, Haryana. The complainant repeatedly approached the respondent to know the details of the said project. The complainant further inquired about the specification and veracity of the project and was satisfied with every proposal deemed necessary for the development of the project.
  - b. That after having keen interest in the project launched by the respondent, the complainants upon its own examination and investigation desired to purchase a flat and on 30.03.2018, booked a flat in the said project through booking applicable form.



- c. That the builder buyer agreement dated 27.09.2019 was executed between the complainants and the respondent for unit bearing no.201, West End-1, having carpet area 684.44 sq. ft. for a total sale consideration of Rs.62,43,750/-.
- d. That the complainants herein have paid an amount of Rs.27,72,000/against the sale consideration of the unit.
- e. That as per clause 5 of the agreement, the respondent was under obligation to handover the possession to the complainants as per the timelines as disclosed at the time of registration of the project. As per the project registration no. 213 of 2017, the respondent was to complete the project within 90 months from the date of grant of RERA registration i.e., 15.09.2017 as per which the due date of possession comes out to be 15.03.2025.
- f. That following were the reasons that halted the construction and development of the project as under:

S.No.	Particulars
1.	Notification No. L.A.C. (G)-N.T.L.A./2014/3050 dated 24.12.2014 to acquire land in sectors 88A,88B,89A,89B,95A,95B & amp; 99A for purpose of construct and develop sector roads published in newspaper Dainik Jagran on 30.12.2014.
2.	Award No.56 on dated 23.12.2016 passed by the Land Acquisition Collector Sh. Kulbir Singh Dhaka, Urban Estates, Gurugram, Haryana for purpose of development and utilization of land for sector roads in sectors 88A,88B,89A,89B,95A,95B & amp; 99A. (Important Note: We have got license no.91 on 26.10.2013 but till 23.12.2016 land was not acquired by the authority/Govt for purposes of development & amp; utilization of sector roads. Delay for the acquiring process was 3 years two months)



3.	The Road construction and development works in Gurugram are maintained by the HUDA/GMDA but the NHAI has plan the development of Gurugram Pataudi-Rewari Road, NH-352 W under Bharatmala Pariyojana on 11.07.2018
4.	The notification was published by the Ministry of Road Transport & Highways in Gazette of India on 25.07.2018 that the main 60 Mtr. Road (NH-352 W) near Harsaru Village shall develop & construct by the NHAI
5.	The GMDA has approached the Administrator, HSVP, Gurugram and request to direct HSVP/LAO to hand over encumbrance free possession of land from Dwarka Expressway i.e. junction of 88A/88B to Wazirpur Chowk to GMDA so that possession of land may be handover to NHAI on 08.09.2020.
6.	The DTCP published a notification no.CCP/TOD/2016/343 on 09.02.2016 for erecting transit oriented development (TOD) policy. Vatika Limited has filed an application for approval of revised building plan under (TOD) policy 05.09.2017 and paid amount of Rs. 28,21,000/- in favor of DTCP.
7.	Vatika Limited has filed an another application on 16.08.2021 for migration of 18.80 Acres of existing group housing colony bearing license no.91 of 2013 to setting up mix use under (TOD) policy situated in village-Harsaru, Sector-88B, Gurugram, Haryana
8.	Vatika Limited has made a request for withdrawal of application for grant of license for mix land use under (TOD) policy on 03.03.2022 due to change in planning.
9.	The DTCP has accepted a request for withdrawal of application under (TOD) Policy on 17.08.2021 & forfeited the scrutiny fee of Rs. 19,03,000/-
10.	Vatika Limited has filed an application to Chief Administrator, HUDA, Sector-6, Panchkula, Haryana to grant award in favor of Vatika Limited to construct sector roads in sector 88A, 88B, 89A & 89B.
11.	No motorable access to site as the 26acre land parcel adjoining the project was taken on lease by L&T, the appointed contractor for Dwarka Expressway & NH 352W

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12.	Re-routing of high-tension wires lines passing through the lands resulting in inevitable change in layout plans.	
13.	Various Orders passed by the Hon'ble Supreme Court, NGT, Environment Pollution Control Authority regarding ban on construction activities every year for a period of 50-75 days in the best months for construction	
14.	Due to outbreak of Covid 19 pandemic, there was a complete lockdown on two instances, 1. In 2020 GOI nearly for 6 months which was extended for another 3 months. 2. In 2021, for two months at the outbreak of Delta Virus_	

- g. That the project could not be completed and developed on time due to various hindrance such as government notifications from time to time and force majeure conditions, breakdown of Covid-19 pandemic and other such reasons, which miserably affected the construction and development of the project as per the proposed plans and layout plans, which were unavoidable and beyond the control of the respondent.
- h. That Haryana RERA, Gurugram granted registration certificate bearing no.213 of 2017 dated 15.9.2017 for a period of 90 days, i.e., till 15.03.2025. The respondent upon failure to continue the development work of the project as per the proposed plan and layout plan due to reasons stated above, filed a proposal bearing "In Re: Regd. No. 213 of 2017 dated 15.09.2017, for De- Registration of the project Turning Point" and settlement mechanism with existing allottees before the registry of this Authority on 30.09.2022. Same was in the interest of the allottees of the project.
- i. The complainant has made false and frivolous allegations against the respondent, suppressing facts and raising baseless, vague, and incorrect grounds. None of the reliefs prayed for by the complainants are sustainable before this Hon'ble Authority in the interest of justice.
- All other averments made in the complaint were denied in toto.



 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 submissions made by the parties.

## E. Jurisdiction of the Authority:

The authority observes that it has complete territorial and subject matter jurisdiction to adjudicate the present complaint for the reasons given below.

### E.I Territorial Jurisdiction:

10. As per notification no. 1/92/2017-1TCP dated 14.12.2017 issued by Town and Country Planning Department, 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:

11. 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;

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.

12. So, in view of the provisions of the Act 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.

13. Further, the authority has no hitch in proceeding with the complaint and to grant a relief of refund in the present matter in view of the judgement passed by the Hon'ble Apex Court in Newtech Promoters and Developers Private Limited Vs State of U.P. and Ors. (Supra) and reiterated in case of M/s Sana Realtors Private Limited & other Vs Union of India & others SLP (Civil) No. 13005 of 2020 decided on 12.05.2022wherein it has been laid down as under:

"86. From the scheme of the Act of which a detailed reference has been made and taking note of power of adjudication delineated with the regulatory authority and adjudicating officer, what finally culls out is that although the Act indicates the distinct expressions like 'refund', 'interest', 'penalty' and 'compensation', a conjoint reading of Sections 18 and 19 clearly manifests that when it comes to refund of the amount, and interest on the refund amount, or directing payment of interest for delayed delivery of possession, or penalty and interest thereon, it is the regulatory authority which has the power to examine and determine the outcome of a complaint. At the same time, when it comes to a question of seeking the relief of adjudging compensation and interest thereon under Sections 12, 14, 18 and 19, the adjudicating officer exclusively has the power to determine, keeping in view the collective reading of Section 71 read with Section 72 of the Act. If the adjudication under Sections 12, 14, 18 and 19 other than compensation as envisaged, if extended to the adjudicating officer as prayed that, in our view, may intend to expand the ambit and scope of the powers and functions of the adjudicating officer under Section 71 and that would be against the mandate of the Act 2016."

14. Hence, in view of the authoritative pronouncement of the Hon'ble Supreme

Court in the case mentioned above, the authority has the jurisdiction to entertain a complaint seeking refund of the amount and interest on the refund amount.

## F. Findings on the objection raised by the respondent. F.I Objection regarding force majeure conditions:

15. The respondent-promoter raised a contention that the construction of the project was delayed due to force majeure conditions such as lockdown due to outbreak of Covid-19 pandemic which further led to shortage of labour and



orders passed by National Green Tribunal (hereinafter, referred as NGT). But all the pleas advanced in this regard are devoid of merit. The passing of various orders passed by NGT during the month of November is an annual feature and the respondent should have taken the same into consideration before fixing the due date. Similarly, the various orders passed by other authorities cannot be taken as an excuse for delay.

- 16. It is contended on behalf of respondent/builder that due to various circumstances beyond the control of respondent. It could not speed up the construction or the project, resulting in its delay such as various orders passed by NGT hon'ble Supreme court, introduction of new highway being NH-352W, transferring the land acquired for it by HUDA to GMDA, then handing over to NHAI, re-routing of high-tension lines passing through the land of the project, impact on the project due to policy of NIPL and TOD issued on 09.02.2016 and outbreak of covid-19 etc. But all the pleas advanced in this regard are devoid of merit. The passing of various orders to control pollution in the NCR region during the month of November is an annual feature and the respondent should have taken the same into consideration before fixing the due date. Secondly, the various orders passed by other authorities were not all of a sudden. Thirdly, due to Covid-19 there may be delay but the same has been set off by the govt. as well as authority while granting extension in registration of project, the validity of which expired from March 2020 for a period 6 months.
- 17. The due date of possession in the present case as per clause 7.1 is 15.03.2025, So, any situation or circumstances which could have an effect on the due date should have before fixing a due date. Moreover, the circumstances detailed earlier did not arise at all and could have been taken into account while completing the project and benefit of indefinite period in this regard cannot be given to the respondent/builder.



## G. Findings on the relief sought by the complainants.

- G.I Direct the respondent to refund the principal amount of Rs.25,72,000/-(Rs.27,72,000/- minus Rs.2,00,000/- already refunded by the respondent) paid by the complainants to the respondent along with interest from each date of payment.
- G.II Pass such other order/ reliefs as the Authority deems fit.

18. On the basis of license no. 91 of 2013 dated 26.10.2013 issued by DTCP,

Haryana, a residential group housing colony by the name of "Turning Point" was to be developed by the respondent/builder over land admeasuring 18.80 acres situated in Sector 88-B, Gurugram. This project was later on registered vide registration certificate No. 213 of 2017 with the authority. After its launch by the respondent/builder, units in the same were allotted to different persons on vide dates and that too for various sale considerations. Though, the due date for completion of the project and offer of possession of the allotted unit comes out to be 15.03.2025, there is no physical work progress at the site except for some digging work. Even the promoter failed to file quarterly progress reports giving the status of project required under Section 11 of Act, 2016. So, keeping in view all these facts, some of the allottees of that project approached the authority by way of complaint bearing no. 173 of 2021 and 27 others titled as Ashish Kumar Aggarwal vs Vatika Ltd. seeking refund of the paid-up amount besides compensation by taking a plea that the project has been abandoned and there is no progress of the project at the site. The version of respondent/builder in those complaints was otherwise and who took a plea that the complaints being pre-mature were not maintainable. Secondly, the project had not been abandoned and there was delay in completion of the same due to the reasons beyond its control. Thirdly, the allotment was made under subvention scheme and the respondent/builder had been paying Pre-EMI interest as committed.



# 19. During the proceedings held on 12.08.2022, the authority observed & directed

#### as under:

- a. Interim RERA Panchkula issued a registration certificate for the above project being developed by M/s Limited Vatika in the form REP-III prescribed in the Haryana Real Estate (Regulation and Development) Rules, 2017 vide registration no. 213 of 2017 on 15.09.2017 valid up to 15.09.2025 under section 5 of the Act ibid. But in spite of lapse of more than 4 years since grant of registration, It was alleged by the counsel of complainant that there is no physical work progress at site except for some digging work and appears to be abandoned project. No quarterly progress report is being filed by the promoter giving the status of work progress required under section 11 of the Act, 2016.
- b. The license no. 91 of 2013 granted by DTCP has expired on 26.10.2017 and the same is not yet renewed/revived, while BBA has been signed declaring the validity of license. It becomes amply clear that the promoter is not only defaulting/omitting in discharge of its obligations under the Real Estate (Regulation and Development) Act, 2016 but at the same time, violating the provisions of the Haryana Development and Regulation of Urban Area, Act 1975 also.
- c. The authority directed the respondent to furnish the details of bank account along with the statements of all the accounts associated with these promoters.
- d. In order to safeguard the interest of the allottees and keeping in view the above facts, the authority exercising its power under section 36 of the Act, directs the promoter's M/S Vatika limited to stop operations from bank accounts of the above project namely "Turning Point".
- e. Therefore, the banks are directed to freeze the accounts associated with the above-mentioned promoters in order to restrict the promoter from further withdrawal from the accounts till further order.
- 20. It was also observed that work at the site is standstill for many years. So, the authority decided to appoint Shri. Ramesh Kumar DSP (Retd.) as an enquiry officer to enquire into the affairs of the promoter regarding the project. It was also directed that the enquiry officer shall report about the compliance of the obligations by the promoter with regard the project and more specifically having regard to 70% of the total amount collected from the allottee(s) of the project minus the proportionate land cost and construction cost whether deposited in the separate RERA account as per the requirements of the Act of 2016 and Rules 2017. He was further directed to submit a report on the above-



mentioned issues besides giving a direction to the promoter to make available books of accounts and other relevant documents required for enquiry to the enquiry officer in the office of the authority. The company secretary and the chief financial officer as well as the officer responsible for day-to-day affairs of the project were also directed to appear before the enquiry officer. They were further directed to bring along with them the record of allotment and status of the project.

- 21. In pursuance to above-mentioned directions passed by the authority and conveyed to the promoter, the enquiry officer submitted a report on 18.10.2022. It is evident from a perusal of the report that there is no construction of the project except some excavation work and pucca labour quarters built at the site. Some raw material such as steel, dust, other material and a diesel set were lying there. It was also submitted that despite issuance of a number of notices w.e.f. 17.08.2022 to 18.10.2022 to Mr. Surender Singh director of the project, none turned up to join the enquiry and file the requisite information as directed by the authority. Thus, it shows that despite specific directions of the authority as well as of the enquiry officer, the promoter failed to place on record the requisite information as directed vide its order dated 12.08.2022. So, its shows that the project has been abandoned by the promoter. Even a letter dated 30.09.2022, filed by the promoter containing a proposal for de-registration of the project "Turning Point" and settlement with the existing allottee(s) therein has been received by the authority and wherein following prayer has been made by it:
  - i. Allow the present proposal/application
  - Pass an order to de-register the project "turning Point" registered vide registration certificate bearing no. 213 of 2017 dated 15.09.2017.
  - Allow the proposal for settlement of allottees proposed in the present application.
  - iv. To pass an order to club all the pending complaints/claims with respect to the project "turning Point" before the ld. Authority in the present



matter and to decide the same in the manner as the ld. Authority will approve under the present proposal.

- v. To pass any other relief in the favour of the applicant company in the interest of justice.
- 22. Thus, in view of the proposal given by the promoter to the Authority on 30.09.2022 and corroborated by the report of enquiry officer dated 18.10.2022, it was observed that the project namely "Turning Point" was not being developed and had been abandoned by the promoter. Even he applied for de-registration of the project registered vide certificate no. 213 of 2017 dated 15.09.2017 and was filing a proposal for settlement with the allottees in the project by way of re-allotment or by refund of monies paid by them. So, in view of the stand taken by the developer while submitting proposal with authority on 30.09.2022 and the report of the Enquiry Officer, it was observed that the project has been abandoned. Thus, the allottees in *complaint bearing*

no. 173 of 2021 and 27 others titled as Ashish Kumar Aggarwal vs Vatika

*Ltd.* were held entitled to refund of the amount paid by them to the promoter against the allotment of the unit as prescribed under Section 18(1)(b) of the Act, 2016 providing for refund of the paid-up amount with interest at the prescribed rate from the date of each payment till the date of actual realization within the timeline as prescribed under Rule 16 of the Rules, 2017, ibid. A reference to Section 18(1)(b) of the Act is necessary providing as under:

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

(a) .....

(b) due to discontinuance of his business as a developer on account of suspension or revocation of the registration under this Act or for any other reason,

he shall be liable on demand to the allottees, in case the allottee wishes to withdraw from the project, without prejudice to any other remedy available, to return the amount received by him in respect of that apartment, plot, building, as the case may be, with interest at such rate as may be prescribed in this behalf including compensation in the manner as provided under this Act."



- 23. It is proved from the facts detailed above, the project is abandoned as there is no progress at the spot. The developer used the monies of the allottees for a number of years without initiating any work at the project site and continued to receive payments against the allotted unit. So, in such situation complainants are entitled for refund of the paid-up amount i.e., Rs.27,72,000/- from the developer with interest at the rate of 11.10% p.a. (the State Bank of India highest marginal cost of lending rate (MCLR) applicable as on date +2%) as prescribed under Rule 15 of the Haryana Real Estate (Regulation and Development) Rules, 2017 from the date of deposit till its actual realization within the timelines provided in rule 16 of the Haryana Rules, 2017, ibid.
- 24. Also in the instant complaint, the complainants have submitted that after several requests the respondent has refunded an amount of Rs.2,00,000/- on 19.07.2023. However, the complainants did not place any relevant document in support of its claim and hence, the Authority is of the view if the respondent has refunded any amount to the complainants, the same shall be adjusted from the refundable amount.

## H. Directions of the Authority

- 25. Hence, the authority hereby passes this order and issues 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. The respondent is directed to refund the paid-up amount i.e. Rs.27,72,000/- received by it from the complainants against the allotted unit along with interest at the prescribed rate of 11.10% per annum from the date of each deposit till its actual realization.



- ii. The respondent shall adjust the amount already refunded to the complainants from the above refundable amount.
- iii. A period of 90 days is given to the respondent to comply with the directions given in this order and failing which legal consequences would follow.
- 26. Complaint stands disposed of.
- 27. File be consigned to registry.

#### Dated: 08.05.2025

V.1 (Vijay Kumar Goyal)

Member Haryana Real Estate Regulatory Authority, Gurugram

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