



HARYANA REAL ESTATE REGULATORY AUTHORITY PANCHKULA

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Date of Decision

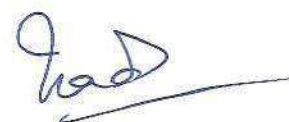
03.08.2026

Name of the Builder		M/s Green Space Infraheights Private Limited		
Project Name		Shree Vardhman Green Space		
Sr. no.	Complaint no.	Title of the case	Appearance on behalf of complainant	Appearance on behalf respondent
1.	818 of 2024	Shashi Prabha Bhagirath w/o Late Sh. Davinder NATH Bhagirath R/o A1/10, Mayur Apartment, Sector-9, Rohini, Delhi-110085. Vs. Green Space Infraheights Pvt. Ltd. 306, 3 rd Floor, Indraprakash Building, 21-Barakhamba Road, New Delhi-110001.	Adv. Sushant Dahiya, counsel for the complainant, through VC.	Adv. Vishwajeet Kumar, counsel for the respondent, through VC
2.	929 of 2024	Sushma Gaur, w/o Mr. Sanjeev Gaur and Ankit Gaur, Both R/o of House	Adv. Ravinder Arora, counsel for the complainant.	Adv. Vishwajeet Kumar, counsel for the respondent, through VC

		no. 754, in front of park, Sector-2, Panchkula, Haryana. Vs. Green Space Infraheights Pvt. Ltd. 306, 3 rd Floor, Indraprakash Building, 21-Barakhamba Road, New Delhi- 110001.		
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ORDER (NADIM AKHTAR - MEMBER)

1. This order shall dispose off both the above captioned complaints filed by the complainants before this Authority under Section 31 of the Real Estate (Regulation & Development) Act, 2016 (hereinafter referred as RERA, Act of 2016) read with Rule 28 of the Haryana Real Estate (Regulation & Development) Rules, 2017 for violation or contravention of the provisions of the Act of 2016 or the Rules and Regulations made thereunder, wherein it is inter-alia prescribed that the promoter shall be responsible to fulfil all the obligations, responsibilities and functions towards the allottee as per the terms agreed between them.
2. The core issues emanating from the above captioned complaints are similar in nature. The complainants in the above referred complaints are allottees of the project namely; Shree Vardhman Green Space; being developed by the same respondent/promoter, i.e., Green Space



Infraheights Private Limited in the revenue estate of Village Billah, Sector-14, Panchkula Extension II, District Panchkula, Haryana governed in terms of the provisions of Affordable Group Housing Policy, 2013 issued by the Government of Haryana. The fulcrum of the issue involved in both the above captioned cases pertains to failure on the part of the respondent/promoter to deliver timely possession of the unit in question and complainant(s) are now seeking refund of paid amount alongwith interest.

3. The details of the above said complaints, unit no., date of allotment letter, date of builder buyer agreement, total sale consideration and amount paid by the complainant, offer of possession and relief sought are given in the table below:

Shree Vardhman Green Space

(Affordable Group Housing Policy, 2013)

Possession Clause 8(a) in Flat Buyer's Agreement:

"Subject to the force majeure circumstances, intervention of statutory authorities, receipt of occupation certificate and Allottee having timely complied with all its obligations, formalities or documentation, as prescribed by Developer and not being in default under any part hereof, including but not limited to the timely payment of instalments of the other charges as per the payment plan, Stamp Duty and registration charges, the Developer proposes to offer possession of the Said Flat to the Allottee within a period of 4 (four) years from the date of approval of building plan or grant of environment clearance, whichever is later (hereinafter referred to as the "Commencement Date")"



Sr. no.	Complaint no./Title/Date of filing	Reply Status	Flat no. and area	Date of execution of flat buyer agreement	Basic sale consideration (BSC) and amount paid by the complainant (Paid amount)	Offer of possession given or not given	Relief sought
1.	818 of 2024 Shashi Prabha Vs. Green Space Infraheights Pvt. Ltd 30.07.2024	Filed on 24.12.2025	0202, 2 nd floor, Tower B with carpet area of 511 sq.ft. and balcony area of 100 sq.ft	10.08.2016	TSC: ₹20,94,000/- Paid amount: 21,72,743.77/- as per the customer ledger dated 11.10.2022 filed on 27.08.2025.	Not given	i. Refund of paid amount alongwith interest. ii. Rs. 5,00,000/- as compensation on account of mental harassment and agony. iii. Rs. 55000/- as litigation expenses.
2.	929 of 2024 Sushma Gaur and Ankit Gaur Vs. Green Space Infraheights Pvt. Ltd 15.07.2024	Filed on 01.04.2026	0405, 4 th floor, Tower F with carpet area of 478 sq.ft. and balcony area of 100 sq.ft	15.04.2021	TSC: ₹19,62,000/- Paid amount: ₹7,50,000/-	Not given	i. Refund of paid amount of ₹7,50,000/-. ii. provide the interest 18% p.a to the complainants from the date of deposit of the said amount, i.e, 15.04.2021 till realisation. iii. Rs.5,00,000 as compensation on account of mental and physical harassment. iii. Rs.50,000/- as litigation expenses. iv. hidden expenses off ₹50,000/- to

							the complainant which he bear during the course of time as he regularly visited many times to the respondent office.
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A.COMPLAINT NO. 818 OF 2024 IS TAKEN AS A LEAD CASE AND BRIEF FACTS OF THIS COMPLAINT ARE AS UNDER:

4. Complainant had made the following submissions in her complaint:
 - i. Case of the complainant is that complainant had applied for a residential flat in an affordable group housing project namely; "Shree Vardhman Green Space" being developed by respondent Green Space Infraheights Pvt. Ltd at Village Billah, Sector-14, Panchkula Extension-II, District, Panchkula, Haryana and complainant was allotted flat No.0202, Tower no. B, 2nd floor in the project, namely; "Shree Vardhman Green Space".
 - ii. That on 10.08.2016, a Builder Buyer Agreement (BBA) was executed between complainant and respondent for basic sale price of ₹20,94,000/- and a copy of same is annexed at page no. 13 of complaint file. Complainant made total payment of ₹21,72,743.77/- against the total sale price. Copies of receipts are annexed at page no. 41 to 54 of complaint



file. It is a matter of record that complainant has paid instalments as per the demands raised by the respondent.

- iii. That as per Clause 8 (a) of the Flat Buyer's Agreement, the respondent was liable to hand over the possession of the flat to the complainant within a period of four years from the date of approval of building plans or grant of environment clearance, whichever is later. That respondent has failed to perform its obligations as per the agreed terms and conditions of the Builder Buyer Agreement and failed to handover the possession of the flat till date.
- iv. That the respondent has opted unfair trade practices and is liable for deficiency in services by duping the homebuyers. The money deposited by the complainant has been misappropriated and the respondent is guilty of siphoning of funds.
- v. That after due date of possession, complainant contacted the respondent on many occasions and requested for handing over the peaceful possession of the unit without any further delay but the respondent has not offered the possession of the unit till date to the complainant.
- vi. That at project site no construction activity is there and project is far from completion and complainant are suffering because of undue delay on the part of respondent in handing over of possession of the unit.
- vii. Complainant is now seeking refund of the total paid amount alongwith interest as per Section 18 of the RERA Act of 2016.



B. RELIEFS SOUGHT

5. Complainant sought following reliefs :

1. Direct the respondent to refund the entire amount of ₹20,94,000/- to the complainant along with interest @24% p.a. from the date of commencement of payment of regular instalment by the complainant.
2. Direct the respondent to pay a sum of ₹5,00,000/- to the complainant towards compensation for mental harassment, agony caused to the complainant. The company may be called upon and be prosecuted as per law.
3. Direct the respondent to pay litigation expenses amount of ₹55000/- to the complainant.
4. Any other relief which this Hon'ble Authority deems fit in the above facts and circumstances may also be granted to the complainant for which she is found entitled.

C. REPLY ON BEHALF OF THE RESPONDENT

6. Respondent has made the following submissions vide its reply dated 24.12.2025:

- i. That the complainant submitted an application form to the respondent for allotment of residential flat in the said project. The application form bearing no. 623 dated 31.03.2016 signed and submitted by the complainant had all the necessary particulars of the residential scheme, such as description of land, license and building plans granted/approved



by DTCP, Haryana and also, salient terms and conditions on which the allotment was to be made. The complainant was also apprised of the payment plan in accordance to which the complainant was to make payment of the due instalments.

- ii. Complainant was initially allotted of Flat No. D-0507 on 5th Floor in Tower-D having carpet area of 511 square feet and balcony area of 100 square feet along with one open parking space for two- wheeler in the said scheme and respondent intimated the same to the complainant vide letter dated 11.07.2016. However, complainant citing her age, made request to change the flat from flat no. D-0507 to B-0202 which was duly considered and approved by the respondent. Subsequently, a Flat Buyer Agreement dated 10.08.2016 was executed between the complainant and the respondent in regard to the said flat upon mutual agreement to the terms and conditions set forth therein. Copies of allotment letter dated 11.07.2016, letter requesting change of flat dated 04.08.2016 and Flat Buyer's Agreement dated 10.08.2016 are annexed as Annexure B, C and D respectively.
- iii. That as per the flat buyer agreement, complainant was required to make payments towards the consideration of the flat strictly in accordance with the agreed payment plan. However, complainant on multiple occasions, breached the agreed payment schedule and failed to clear the outstanding dues within the stipulated time. On several occasions, the complainant



admitting her failure to adhere to the agreed payment plan, requested the respondent to postpone the due dates of the instalments and further sought extension of the instalment period without levy of any penalty or interest, contrary to the terms of the FBA (Flat Buyer Agreement), which were duly considered by the respondent. Copies of letter dated 25.01.2018 and 13.04.2018 are annexed as Annexure E (Colly).

- iv. That the Clause 8(a) of the agreement clearly indicated that the period of 4 years from the date of approval of building plans or grant of environment clearance as mentioned therein was only a tentative period within which the project was estimated to achieve completion. This agreement also clearly indicated that the possibility of delay in completion of the project was well within the contemplation of the parties at the time of entering into the said agreement and the agreement itself contain provision which were to come into play in the event of delay beyond the tentative period of 4 years which clearly indicate that the parties were aware that the period of 4 years was not sacrosanct and there was a possibility of delay also. Furthermore, the tentative period specified in the Clause 8(a) was also subject to certain conditions, including force majeure, intervention of statutory authorities, and receipt of occupation certificate.
- v. That the construction and development of the project was stalled on account of various unavoidable circumstances which were beyond



control of the respondent company. The company, however, now seeking to make progress with the construction of the project, and has already formulated a scheme for revival of the project. It is highly anticipated that the project would be completed and that possession of the units shall be handed over to all eligible allottees, within a period of next 8 to 10 months. That a major part of the construction work has already been completed. The main structure, external work, and much of the internal work have been finished. The remaining work relates mostly to finishing of internal work. Therefore, only for completion of the project a limited amount of work remains to be done.

- vi. That period of four years for offering of possession of the flat in question was a tentative period and the obligation of the respondent to offer possession within that period was subject to various force majeure circumstances and other circumstances impeding the progress of the project in question. Various such force majeure circumstances such as Covid 19 came into play during the course of the development of the project which had a catastrophic effect on the project's cash flow, resources, supply chains, planning etc, because of which the project was stuck. The said time period was also subject to timely payments by the allottees of the project, however, a large number of allottees including the complainant in the present case defaulted and /or delayed in making payment of the due instalments which also severely impacted the cash



flows which was already under strain because of aforesaid circumstances.

- vii. The period of four years is to be counted from approval of the building plans or grant of environment clearance, whichever is later. In the present case though the building plans was approved on 09.12.2014, however, the environment clearance was granted on 15.03.2016. The said environment clearance required the respondent to obtain the consent to establish/operate from Haryana State Pollution Control Board, which permission was obtained on 12.04.2016. That the period of four years as mentioned in clause 8(a) started ticking on 12.04.2016. Copy of the Environment Clearance dated 15.03.2016 is annexed as Annexure F and a true copy of the consent to establish dated 12.04.2016 is annexed as Annexure G.
- viii. That from January 2020 onwards force majeure situation emerged that made the construction at site impossible for a considerable period of time. The unprecedented situation created by the Covid-19 pandemic resulted in halting all project related activities, including construction, processing of approval files etc. The Ministry of Home Affairs, Government of India vide notification dated 24.03.2020 bearing no. 40-3/2020-DM-I(A), recognised that India was threatened with the spread of Covid-19 epidemic and ordered a complete lockdown in the entire country for an initial period of 21 (twenty) days which started from



25.03.2020. By virtue of various subsequent notifications, the MHA, GOI further extended the lockdown from time to time. Even before the country could recover from the first wave of the pandemic, the second wave of the same struck very badly in the March/April 2021, disrupting all the activities again. Various state governments, including the Government of Haryana had also enforced several strict measures to prevent the spread of Covid-19 pandemic including imposing curfew, lockdown, halting all commercial, construction activity. The pandemic created acute shortage of labour and material. The nation witnessed a massive and unprecedented exodus of migrant labourers from metropolitan cities to their native village. In the aforesaid facts and circumstances, it is clear that the respondent has neither indulged into any unfair trade practice nor committed any deficiency in service is committed to handover the possession of the said flat after completing the project expeditiously.

- ix. That Section 18 of the RERA Act is not applicable in the facts of the present case and complaint deserves to be dismissed. That the operation of Section 18 is not retrospective in nature and the same cannot be applied to the transactions that were entered prior to the RERA Act came into force.
- x. In the present case also, the flat buyer agreement was executed prior to the date when the RERA Act came into force and as such Section 18 of



the RERA Act cannot be made applicable to the present case. Any other interpretation of the RERA Act will not only be against the settled principles of law as to retrospective operation of laws but will also lead to an anomalous situation and would render the very purpose of the RERA Act nugatory. The complaint as such cannot be adjudicated under the provisions of RERA Act.

- xi. That the present complaint includes a prayer where the complainant has sought a sum of ₹5 lacs towards mental agony and harassment, which is a claim for compensation, which is not maintainable before this Hon'ble Authority. It is a settled position of law that the jurisdiction to adjudicate and grant compensation under Sections 12, 14, 18, and 19 of the RERA Act vests exclusively with the Adjudicating Officer. This Hon'ble Authority does not have the jurisdiction to entertain the prayer for compensation. Therefore, the complaints are liable to be dismissed on this ground alone.
- xii. The reliefs sought by the complainant are in direct conflict with the terms and conditions of the flat buyer agreement and on this ground alone the complaint deserve to be dismissed. The complainants cannot be allowed to seek any relief which is in conflict with the said terms and conditions of the agreement. The complainants signed the agreement only after having read and understood the terms and conditions



mentioned therein and without any duress, pressure or protest and as such the terms thereof are fully binding upon the complainant.

E. ARGUMENTS OF LEARNED COUNSELS FOR COMPLAINANT AND RESPONDENT

7. During the course of hearing on 12.01.2026, Counsels for the parties argued as under:-

"1. Vide last order dated 15.12.2025, respondent was directed to file reply along with cost as imposed vide orders dated 07.07.2025 and 03.03.2025.

2. Counsel for the respondent stated that reply has been filed in the registry on 24.12.2025 along with imposed cost.

*3. Counsel for the complainant requested for refund of paid amount of *20,94,000/- along with interest.*

4. As per office record, proof of cost of ₹15,000/- payable to the Authority has been deposited in the Authority vide application dated 10.03.2026."

F. REPLICATION FILED BY THE COMPLAINANTS IN COMPLAINT NO. 929 OF 2024:

8. Complainant has made the same submissions as were raised in the aforesaid complaint no 929 of 2024; therefore, the same are not being



reiterated herein for the sake of brevity and to avoid unnecessary repetition.

G. ISSUE FOR ADJUDICATION

9. Whether the complainant is entitled to get refund of the amount deposited by her along with interest in terms of Section 18 of RERA, Act of 2016?

H. OBSERVATIONS AND DECISION OF THE AUTHORITY

10. The Authority has gone through the rival contentions. In light of the background of the matter as captured in this order and also the arguments submitted by both parties, Authority observes as follows:

- i. Respondent has taken objection that the provisions of RERA Act, 2016 cannot be applied retrospectively. Reference can be made to the case titled **M/s Newtech Promoters & Developers Pvt. Ltd. vs. State of UP & Ors. Etc. (supra)**, wherein the Hon Apex Court has held as under:-

“41. The clear and unambiguous language of the statute is retroactive in operation and by applying purposive interpretation rule of statutory construction, only one result is possible, i.e., the legislature consciously enacted a retroactive statute to ensure sale of plot, apartment or building, real estate project is done in an efficient and transparent manner so that the interest of consumers in the real estate sector is protected by all means and Sections 13, 18(1) and 19(4) are all



beneficial provisions for safeguarding the pecuniary interest of the consumers/allottees. In the given circumstances, if the Act is held prospective then the adjudicatory mechanism under Section 31 would not be available to any of the allottee for an ongoing project. Thus, it negates the contention of the promoters regarding the contractual terms having an overriding effect over the retrospective applicability of the Act, even on facts of this case." "45. At the given time, there was no law regulating the real estate sector, development works/obligations of promoter and allottee, it was badly felt that such of the ongoing projects to which completion certificate has not been issued must be brought within the fold of the Act 2016 in securing the interests of allottees, promoters, real estate agents in its best possible way obviously, within the parameters of law. Merely because enactment as prayed is made retroactive in its operation, it cannot be said to be either violative of Articles 14 or 19(1)(g) of the Constitution of India. To the contrary, the Parliament indeed has the power to legislate even retrospectively to take into its fold the pre-existing contract and rights executed between the parties in the larger public interest."

"53. That even the terms of the agreement to sale or home buyers agreement invariably indicates the intention of the developer that any subsequent legislation, rules and regulations etc. issued by competent authorities will be binding on the parties. The clauses have imposed the



applicability of subsequent legislations to be applicable and binding on the flat buyer/allottee and either of the parties, promoters/home buyers or allottees, cannot shirk from their responsibilities/liabilities under the Act and implies their challenge to the violation of the provisions of the Act and it negates the contention advanced by the appellants regarding contractual terms having an overriding effect to the retrospective applicability of the Authority under the provisions of the Act which is completely misplaced and deserves rejection. 54. From the scheme of the Act 2016, its application is retroactive in character and it can safely be observed that the projects already completed or to which the completion certificate has been granted are not under its fold and therefore, vested or accrued rights, if any, in no manner are affected. At the same time, it will apply after getting the ongoing projects and future projects registered under Section 3 to prospectively follow the mandate of the Act 2016."

The provisions of the RERA Act of 2016 are retroactive in nature and are applicable to an act or transaction in the process of completion. Thus, the rule of retroactivity will make the provisions of the Act and the Rules applicable to the acts or transactions, which were in the process of the completion though the contract/ agreement might have taken place before the Act and the Rules became applicable. Hence, it cannot be stated that the provisions of the Act and the Rules made



thereunder will only be prospective in nature and will not be applicable to the agreement for sale executed between the parties prior to the commencement of the Act.

- ii. Admittedly, complainant booked a flat in the real estate project, "Shree Vardhman Green Space" being developed by the promoter namely; Green Space Infraheights Pvt. Ltd and complainant was allotted flat no.0202, Tower B, 2nd floor admeasuring 511 sq.ft. (Carpet area) in said project at sector-14, Panchkula Extension-II, District Panchkula, Haryana and builder buyer agreement was executed between the parties on 10.08.2016. Complainant has paid a total of ₹21,72,743.77/- against the basic sale price of ₹20,94,000/-.
- iii. As per clause 8 (a) of the agreement respondent /developer was under an obligation to hand over possession to the complainant within 4 years from the date of approval of building plans or grant of environment clearance whichever is later. Relevant clause is reproduced as under :

"Clause8 (a) "Subject to Force Majeure Circumstances, intervention of Statutory Authorities, receipt of occupation certificate and Allottee having timely complied with all its obligations, formalities or documentation, as prescribed by Developer and not being in default under any part hereof, including but not limited to the timely payment of instalment of the other charges as per the payment plan, stamp duty and registration charges, the Developer proposes to offer possession of the said flat to the Allottee within a period four years from the date of approval of building plans or grant of



environment clearance whichever is later (hereinafter referred to as the "Commencement Date")"

It is on record that respondent/ developer got the environment clearance on 15.03.2016. That means, as per possession clause, a period of 4 years is to be taken from 15.03.2016 and therefore, date of handing over of possession comes to 15.03.2020. Respondent has sought to contend that the deemed date for computation of possession ought to be reckoned from 12.04.2016 on the premise that, pursuant to the Environmental Clearance dated 15.03.2016, it was required to obtain Consent to Establish/Operate from the Haryana State Pollution Control Board, which was granted on 12.04.2016. In this regard, the rights and obligations of the parties are governed by the express terms and conditions of the Builder Buyer Agreement, which are binding upon them. The possession clause unequivocally stipulates that the period for delivery of possession shall be calculated from the date of grant of Environmental Clearance. The Agreement does not provide for extension of such period on account of subsequent statutory compliances or approvals. Any additional permissions or formalities required from statutory authorities are within the exclusive domain and responsibility of the respondent/promoter. The allottee cannot be penalized or made to



suffer for delays attributable to the respondent in securing such ancillary approvals. Therefore, said plea of the respondent is rejected.

iv. Further, respondent had taken plea of force majeure conditions like lockdown due to Covid 19, labour shortage as entire labours migrated to their respective states, construction activities for not performing the obligations as per terms and conditions of the agreement. Now, the question arises for determination as to whether any situation or circumstances which could have happened prior to this date due to which the respondent could not carry out the construction activities in the project can be taken into consideration. Looking at this aspect as to whether the said situation or circumstances was in fact beyond the control of the respondent or not? The obligation to deliver possession within a period of 4 years was not fulfilled by respondent. There is delay on the part of the respondent. The reason given by the respondent is ceasement of construction activities during the COVID-19 period .As far as delay in construction due to outbreak of Covid-19 is concerned, Hon'ble Delhi High Court in case titled as *M/s Halliburton Offshore Services Inc. vs Vedanta Ltd & Anr. bearing OMP (1) (Comm.) No. 88/2020 and I.A.s 3696-3697/2020* dated 29.05.2020 has observed that:

"69. The past non-performance of the contractor cannot be condoned due to Covid-19 lockdown in March,2020 in India. The contractor was in breach since september,2019. Opportunities were given to the contractor to cure the same repeatedly. Despite the same, the contractor could not complete the project. The



outbreak of pandemic cannot be used as an excuse for non-performance of a contract for which the deadline was much before the outbreak itself."

- The respondent was liable to complete the construction of the project and the possession of the said unit was to be handed over by 15.03.2020 and is claiming the benefit of lockdown which came into effect on 23.03.2020, whereas the due date of handing over possession was prior to the event of outbreak of Covid-19 pandemic. Therefore, Authority is of view that outbreak of pandemic cannot be used an excuse for non-performance of contract for which deadline was much before the outbreak itself. To conclude, Authority observes that mere averment of force majeure without any relevant proof of the same for causing delay in offering the possession is not sufficient to justify the delay caused.
- v. Period of 4 years is a reasonable time to complete development works in the project and handover possession to the allottee. The project of the respondent is of an affordable group housing colony and allottees of such project are supposed to be mainly middle class or lower middle class persons. After paying his hard earned money, legitimate expectations of the complainant would be that possession of the flat will be delivered within a reasonable period of time. However, respondent has failed to fulfill its obligations as promised to the complainant. Thus, complainant is at liberty to exercise her right to withdraw from the project on account



of default on the part of respondent to offer legally valid possession and seek refund of the paid amount along with interest as per section 18 of RERA Act.

vi. Further, Hon'ble Supreme Court in the matter of "***Newtech Promoters and Developers Pvt. Ltd. versus State of Uttar Pradesh and others***" in Civil Appeal no. 6745-6749 of 2021 has highlighted that the allottee has an unqualified right to seek refund of the deposited amount if delivery of possession is not done as per terms agreed between them. Para 25 of this judgement is reproduced below:

"25. The unqualified right of the allottee to seek refund referred under Section 18(1)(a) and Section 19(4) of the Act is not dependent on any contingencies or stipulations thereof. It appears that the legislature has consciously provided this right of refund on demand as an unconditional absolute right to the allottee, if the promoter fails to give possession of the apartment, plot or building within the time stipulated under the terms of the agreement regardless of unforeseen events or stay orders of the Court/Tribunal, which is in either way not attributable to the allottee/home buyer, the promoter is under an obligation to refund the amount on demand with interest at the rate prescribed by the State Government including compensation in the manner provided under the Act with the proviso that if the allottee does not wish to withdraw from the project, he shall be



entitled for interest for the period of delay till handing over possession at the rate prescribed."

The decision of the Supreme Court settles the issue regarding the right of an aggrieved allottee such as in the present case seeking refund of the paid amount along with interest on account of delayed delivery of possession. The complainant wishes to withdraw from the project of the respondent, therefore, Authority finds it to be fit case for allowing refund in favour of complainant.

11. The definition of term 'interest' is defined under Section 2(za) of the Act which is as under:

(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;

12. Rule 15 of HRERA Rules, 2017 provides for prescribed rate of interest which is 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".

13. Complainant in its complaint has sought refund of paid amount with interest @24%. It is pertinent to mention here that the legislature in its wisdom in the subordinate legislation under the provisions of Rule 15 of the Rules, has determined the prescribed rate of interest. The rate of interest so determined by the legislature, is reasonable and if the said rule is followed to award the interest, it will ensure uniform practice in all the cases.
14. Consequently, as per website of the State Bank of India, i.e., <https://sbi.co.in>, the highest marginal cost of lending rate (in short MCLR) as on date, i.e., 03.08.2026 is 8.80%. Accordingly, the prescribed rate of interest will be MCLR + 2% i.e., 10.80%.
15. It is pertinent to mention in **complaint no. 818 of 2024**, Authority vide its order dated 03.03.2025, had specifically directed the complainant to furnish a clear and detailed clarification with respect to the amount paid to the respondent, along with supporting documentary evidence. In compliance with the aforesaid direction, complainant filed an application



dated 27.08.2025, placing on record the requisite particulars pertaining to the payments made to the respondent. During the course of final arguments held on 06.04.2026, learned counsel appearing on behalf of the complainant submitted that the complainant was seeking refund of an amount of ₹20,94,000/- along with applicable interest. However, upon careful scrutiny and perusal of the material available on record, particularly the customer ledger appended by the complainant, this Authority observes that the complainant had, in fact, paid a cumulative amount of ₹21,72,743.77/- to the respondent. The said customer ledger forms part of the record and unequivocally substantiates the actual amount deposited by the complainant.

16. At this stage, it is apposite to observe that a litigant or allottee cannot be made to suffer due to any inadvertent omission, clerical error, or negligence on the part of counsel, especially when the documentary evidence available on record clearly reflects the correct factual position. The settled principle of law is that procedural or technical lapses attributable to counsel should not defeat the substantive rights of a party, more particularly in matters concerning refund of hard-earned money deposited by an allottee. In view of the aforesaid facts and circumstances, and having regard to the documentary evidence available on record, this Authority deems it just, proper, and equitable to consider the actual amount reflected in the customer ledger for the purpose of adjudication of



the present complaint. Consequently, the complainant is held entitled to refund of the entire amount of ₹21,72,743.77/- deposited with the respondent, along with applicable interest.

17. From above discussion, it is amply proved on record that the respondent has not fulfilled its obligations cast upon him under RERA Act, 2016, therefore, the complainant is entitled for refund of deposited amount along with interest. Thus, respondent will be liable to pay the interest from the dates the amounts were paid till the actual realization of the amount to the complainant. Authority directs respondent to refund to the complainant the paid amount of ₹21,72,743.77/- along with interest at the rate prescribed in Rule 15 of Haryana Real Estate (Regulation and Development) Rules, 2017, i.e., at the rate of SBI highest marginal cost of lending rate (MCLR)+ 2 % which as on date works out to 8.80% (8.80% + 2.00%) from the date amounts were paid till the actual realization of the amount. Authority has got calculated the total amount along with interest calculated at the rate of 10.80% till the date of this order and total amount works out as per detail given in the table below:

Complaint no. 818 of 2024

Sr.no	Principal amount	Date of payments	Interest accrued till 03.08.2026
1.	₹1,08,495/-	31.03.2016	₹121284/-
2.	₹2,00,000/-	20.07.2016	₹217006/-
3.	₹2,15,000/-	25.07.2016	₹232963/-



4.	₹1,61,750/-	27.01.2017	₹166362/-
5.	₹1,00,000/-	27.01.2017	₹102852/-
6.	₹2,00,000/-	11.08.2017	₹194104/-
7.	₹40,000/-	11.08.2017	₹38821/-
8.	₹53278.77/-	24.08.2017	₹51503/-
9.	₹1,89,000/-	12.04.2018	₹169783/-
10.	₹1,89,000/-	28.07.2018	₹163799/-
11.	₹1,89,000/-	28.01.2019	₹153509/-
12.	₹1,76,750/-	25.07.2019	₹134251/-
13.	₹1,76,750/-	01.02.2020	₹124262/-
14.	₹1,73,720/-	27.07.2020	₹113033/-
	Total=		
	₹21,72,743.77/-		₹19,83,532/-
Total amount to be refunded by respondent to complainant =			
₹21,72,743.77/- + ₹19,83,532/- = ₹41,56,275.77/-			

Complaint no. 929 of 2024

Sr.no	Principal amount	Date of payments	Interest accrued till 03.08.2026
1.	₹1,00,000/-	26.02.2021	₹58734/-
2.	₹1,00,000/-	26.02.2021	₹58734/-
3.	₹1,80,000/-	05.04.2021	₹103698/-
4.	₹3,70,000/-	08.04.2021	₹212828/-
	Total=₹7,50,000/-		₹433994/-
Total amount to be refunded by respondent to complainant =			
=₹7,50,000/- + ₹433994/- = ₹11,83,994/-			

18. Further, in both the complaints, complainants are seeking damages of ₹5 lakh for mental torture, agony, and harassment and ₹55,000/- as litigation charges. It is observed that Hon'ble Supreme Court of India in Civil Appeal Nos. 6745-6749 of 2027 titled as "M/s Newtech Promoters



and Developers Pvt Ltd. V/s State of U.P. & ors." (supra.), has held that an allottee is entitled to claim compensation & litigation charges under Sections 12, 14, 18 and Section 19 which is to be decided by the learned Adjudicating Officer as per section 71 and the quantum of compensation & litigation expense shall be adjudged by the learned Adjudicating Officer having due regard to the factors mentioned in Section 72. The adjudicating officer has exclusive jurisdiction to deal with the complaints in respect of compensation & legal expenses. Therefore, the complainants are advised to approach the Adjudicating Officer for seeking the relief for mental torture, agony, discomfort and undue hardship of litigation expenses.

H. DIRECTIONS OF THE AUTHORITY

19. The Authority hereby passes this order and issue following directions under Section 37 of the Act to ensure compliance of obligation cast upon the promoter as per the function entrusted to the Authority under Section 34(f) of the Act of 2016:

- (i) Respondent is directed to refund the entire paid amount alongwith interest to the complainants as per details mentioned in para 17 of the order. It is further clarified that respondent will remain liable to pay interest to the complainant till the actual realization of the amount.



(ii) A period of 90 days is given to the respondent no.1/ developer to comply with the directions given in this order as provided in Rule 16 of Haryana Real Estate (Regulation & Development) Rules, 2017 failing which, legal consequences would follow.

20. Both the complaints are **disposed off** as per above terms. Files be consigned to record room after uploading of the order on the website of the Authority.



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NADIM AKHTAR
[MEMBER]