

**Rajasthan State Industrial Development & Investment Corporation Ltd.
Udyog-Bhawan, Tilak-Marg, Jaipur-302005**

No: IPI/P-5/LAC/10/Pt-I/2361

Dt: 2nd Jan, 2012

OFFICE ORDER (1/2012)

Sub:Amendments in the existing provisions of Rule 3(W) of RIICO Disposal of Land Rules, 1979 related to industrial land allotment on 'on going basis'.

In pursuant to the approvals accorded by the IDC vide item (5) and (33) of its meeting held on 04.05.2011, vide item (3) of its meeting held on 05.09.2011, vide item (20) of its meeting held on 19.10.2011 and vide item no. (30) of its meeting held on 05.12.2011, the Rule 3(W) of RIICO Disposal of Land Rules, 1979 has been amended and substituted as under:

Rule 3(W): Industrial land allotment on 'on going basis' in certain special cases in all the industrial areas.

- (A) Preferential allotment of industrial land will be made in the following cases on 'on going basis' in all the industrial areas, dispensing with the requirement of inviting expression of interest/ applications etc. through advertisements in newspaper:
- i. The industrial projects envisaging minimum investment of Rs. 20 crores. The cost of project means investment on land, building, plant and machinery and miscellaneous fixed assets. However, for evaluation purposes, the land and building cost should not exceed 20% of the total cost of project.
 - ii. Projects being set up by Non Resident Indians (NRIs)/Persons of Indian Origin (PIOs).
 - iii. Projects with 33% or more Foreign Direct Investment (FDI) in total investment.
 - iv. Allotment of land for IT industry (manufacturing and software development).
- (B) The land allotment to the applicants/ projects as specified above, will be made as under:
- i. Any proposal under this rule will be submitted in the Land Allotment Application Form A- Pref. alongwith Form A-III appended with this Form in RIICO Disposal of Land Rules, 1979 and will be examined by BP Cell, Finance Cell and P&D Cell before submitting to the Constituted Committee.
 - ii. The proposal have to be supported with project report, relevant documents and quotations etc. duly signed by authorized person.
 - iii. Time limit for commencement of production will be two years to be reckoned from the date of allotment and shall be specified in the letter of allotment.
 - iv. Time limit for commencement of production will be extended only when there has been delay in handing over the possession of land by RIICO free from

encumbrances, delay in obtaining environment clearance / other regulatory clearances which may be beyond the control of the allottee, court case/ pending litigation.

- v. For such preferential allotments, generally no time extension for commencement of production will be allowed. However, in genuine cases time extension may be considered by the constituted committee under this rule.
 - vi. No sale, sub-division, transfer of plot shall be permissible before commencement of commercial production and investment of the envisaged amount have to be made on the plot/land, as per the project submitted by the applicant at the time of seeking allotment of land under this rule.
 - vii. The allotment of land will be done by a Sub-Committee of the Board comprising of Commissioner, Industries, Commissioner (BIP), Chairman & Managing Director, RFC and Managing Director, RIICO. The quorum of this constituted committee would be three members present in person.
 - viii. If an allottee fails to fulfill the obligation of the terms and condition of the allotment related to utilization of land, investment as per the project report etc. within the stipulated/extended period, as the case may be, the allottee shall be required to pay the corporation additional development charges which would be worked out as under:
$$\text{Additional Development Charges} = \text{Allotted area} \times (\text{Highest Auction Rate of industrial plot of industrial area concerned} - \text{Rate of Allotment}) .$$
- (C) The provision of recovery of additional development charges as mentioned in clause (B) (viii) shall be made applicable retrospectively, i.e. on all previous allotments made under this rule after 01.04.2010.

(Chetan Deora)
Advisor (Infra)