

No: IPI/P-5/LAC/10/ 5-56
Dt: 7 Feb., 2011

OFFICE ORDER (4 /2011)

Sub: Review of the policy related to industrial land allotment on 'on going basis' in certain special cases in the industrial areas developed by RIICO - Rule 3(W) of RIICO Disposal of Land Rules, 1979

An agenda item on the subject matter was placed before the IDC vide item (5) of its meeting held on 6.1.2011. The Committee accorded approval to the amendments in the existing Rule 3(W) as were proposed to IDC for approval, vide the cited item of the IDC Meeting. Pursuant to approval by the IDC as above, the existing Rule 3(W) will get amended and substituted as under:-

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

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 newspapers;

- (i) The industrial projects envisaging minimum investment of Rs. 30 crores. The investment for this purpose will be the fixed capital investment, excluding the land cost. Moreover the project shall be providing direct employment to at least 100 persons.
- (ii) Projects being set up by NRIs/PIOs.
- (iii) Projects with 33% or more FDI in total investment.
- (iv) Allotment of land for IT Industry (manufacturing and software development).

The land allotment to the applicants/projects as specified above, will be made as under;

- (i) Rate of the land allotment in saturated industrial areas:
 - (a) Wherein allotment through auction has already been done, rate of allotment will be the average of prevailing rate of development charges of the industrial area concerned and highest rate at which an industrial plot was auctioned in the area.
 - (b) In case no auction has been conducted in the industrial area till the time of considering allotment of land, rate of allotment will be 1.25 times the prevailing rate of development charges of the area concerned.



- (ii) Where under special circumstances, the land is proposed to be allotted on undeveloped basis, the allotment rate will not be less than the cost of acquisition + interest up to the date of allotment + overhead charges + contribution for village amenities and skill development fund in case of acquired land, and allotment rate will not be less than prevailing DLC rate at the time of allotment + overhead charges + contribution for village amenities and skill development funds, in case of Govt. land.
- (iii) Any proposal received under this rule will be submitted in Form A-III appended with prescribed Land Allotment 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.
- (iv) The proposal will be supported with project report, relevant documents and quotations duly signed.
- (v) For such allotment, no time extension for implementation of the project will be permissible. However, in exceptional circumstances, for reasons beyond the control of the allottee, time extension may be considered by the Allotment Committee.
- (vi) No sale/sub-division/sub-lease/sub-let will be allowed in such cases before commencement of commercial production.
- (vii) The allotment of land will be done by a Sub-Committee of the Board comprising of Commissioner (BIP), Commissioner, Industries and Managing Director, RIICO.


 (Chetan Deora)
 Advisor (Infra)

Copy to:

1. FA/Advisor (A&M)
2. Secretary
3. CGM (LKM)/CGM(AKG)
4. GM (BP)/GM (Finance)/
5. GM(Appraisal)/OSD-Infra/OSD (New Delhi, RIICO)
6. DGM (PR) / OSD (Land)
7. DGM (Law-HO)
8. All Unit Heads -----
9. P&D Cell Officers:
Sr. DGM (P&D)/RTI/Sr.RM (P&D) (SKS) /Sr.RM (P&D) (SKG)/ Mgr (P&D)
10. M&C Cell (IP&I) / Manager (Computer) / Computer Cell (HO)
11. Town Planning Cell:
Dy. Town Planner / Manager (Planning)
12. Dy. Manager (P&D)
13. SI (P&D) (AK) / (SRK)/(RGS)

Copy also to:

- (i) PS to MD: for kind information of M.D.
- (ii) PS to Advisor (Infra).


 Sr. RM (P&D)