

**HARYANA STATE INDUSTRIAL & INFRASTRUCTURE DEVELOPMENT CORPORATION LIMITED,
PANCHKULA
OFFICE ORDER**

As per the existing procedure and terms and conditions of allotment of industrial plots/sheds, the allottees are required to obtain prior permission of the Corporation before mortgage of the plot/sheds in favour of Bank/Financial Institutions to secure financial assistance. In compliance of the orders dated 14.10.2014 passed by the Hon'ble Punjab and Haryana High Court in CWP No.21239 of 2013 as well as various representations received from the allottees/Industrial Associations, the aforesaid provision has been reviewed by the Corporation and henceforth the mortgage of industrial plots/sheds shall be governed by the clause 12.11 of EMP-2015, reproduced hereunder:

"The allottee shall have the right to mortgage the plot/shed in favour of banks/FIs subject to the condition that the HSIIDC shall have first charge on the plot/shed for recovery of its dues and the charge of the bank/FI shall be second/sub-servient. Further, the allottee shall get the deed of conveyance executed in its favour before creating mortgage of the plot/shed. The mortgage to be created by the allottee in favour of Bank/FI shall be without prejudice to the rights of the Corporation in terms of the RLA/deed of conveyance in respect of the plot/shed in question. In the event of auction of the property by the bank/FI for recovery of its dues, the Bank/auction purchaser shall be required to clear the dues of the Corporation in respect of the plot/shed as the purchaser shall be stepping into the shoes of the allottee. The auction purchaser shall utilize the plot/premises for permissible activities only and in case the project was not completed by the allottee, the auction purchaser shall be required to complete his project within two years of re-allotment of plot/sheds in its favour, failing which the provisions relating to grant of extension as provided in chapter 5 of EMP-2015 shall be applicable.

The above provision shall be applicable to existing allottees as well, notwithstanding anything contrary contained in this regard in the RLA/deed of conveyance executed in their favour."

All concerned may note the above and take further action accordingly.

(Vineet Garg)
Managing Director

Place :Panchkula
Date : 20th Oct. 2015


Endst. No. HSIIDC:Estate:2015:5896 to 5918

Dated: 20/10/2015

A copy of the above is forwarded for compliance and information to:-

1. All Estate Managers/Incharges of Field Offices, HSIIDC.
2. All HoDs, HSIIDC, Panchkula.
3. All Officers of Estate Division at Head Office.
4. HoD(IT) for uploading on website of HSIIDC.
5. Notice Board at Head office and Field offices.
6. PS to MD for kind information of Managing Director please.

mlc


(R.P. Gupta)
General Manager(E)