OFFICE ORDER NO. 2/05

Sub: - Conversion from leasehold to freehold in respect of 'C' type tenements situated over shops on ground floor – Clarification thereof.

As per Annexure 'B' of the conversion Brochure, for 'C' type Tenements, no conversion fee is recoverable whereas, as per Annexure 'C', for mixed land use premises, conversion fee is recoverable at the formula applicable for commercial premises. A doubt has been raised by Property Sections as to what rates are applicable in respect of conversion from lease hold in to freehold of 'C' type residential flats situated over the commercial properties.

2. The matter has been examined in consultation with the Finance Division of the Ministry. It is observed that the 'C' type tenements situated over the commercial shops fall under the category of “mixed land use properties” and simply because of this, these properties were not even eligible for conversion prior to extending the scheme to commercial and mixed land use premises. Therefore, it is clarified that for 'C' type tenements situated over commercial shops, the conversion charges indicated at Annexure 'C' of the Brochure is applicable.

3. This issues with the approval of Finance Division of the Ministry vide its Dy. No.488-F dated 18/3/2005.

( V. Sreekumar)
Public Relation Officer

To

All Officers/Sections.