DRAFT SUBJECT: 161

Rc.No. 1828/A/99/13

Sub: - Estates - VUDA - Guest house at Bheemili - Proposal For disposal in Public Auction - Reg.

The VUDA has constructed a Guest House at Bheemili during the year 1989-91. As the Guest house was located far away from the city, day to day maintenance became difficult and hence it was leased out to Sri G.Ramesh at a monthly licence fees of 9,999/- PM. The license period expired by 25-8-2003.

The licensee stated that the repairs to Guest House including Providing A.C. works out to estimated Rs. 4.00 lakhs and agreed to incur by him. He requested for extent ion of lease period, or to allot space for canteen at third floor near lift on Kailasa Hill by laying slab for their lively hood.

Recently, an untowards incident was also reported at VUDA Guest House Bheemili adversely affecting the image of the organization. The possibility of recurring such instances cannot be ruled out. This was published in widely circulated daily news Papers. On enquiry, it has been revealed that 5 Men & 5 Women were booked under Act PCR 171 to 180/03 by the Bheemili police and the court imposed a fine of Rs.500/- each upon them considering them guilty.

It is therefore felt not desirable to extend the lease for the present leaseholder.

The locational disadvantage of the existing building is not serving the purpose of required ambience.

In order to rescue the image of VUDA from further deteriation in the public it has been proposed to dispose off this guest house by public auction and plan for construction of a separate guest house nearer to the beach front on par with other guest houses in the area or alternate plans. For discussions and a decision.

VUDA Resolution No.161 dt. 10-1-2004

Resolved to approve the proposals of disposing the Bheemili

VUDA Guest house by public auction.

CHAIRMAN VUDA