

SUBJECT No. 611

Re.No.473/83/E.M.II

Sub:- VUDA - Vsp. - Allotment of site measuring 0.82 cts., (3969 Sq.yds.) in favour of M/s. Creative Industries (Vizag) Private Ltd., for construction of buildings for publication of Udayam News Paper - Waival of penal interest - Reg.

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M/s. Creative Industries (Vizag) Private Ltd., Hyderabad was allotted site measuring 0.82 cts. (3969 sq.yds.) for construction of buildings for publication of Udayam News Paper at Rs.1332/- per sq.yard. They requested to pay the cost of site of Rs.52,86,708/- within a month, failing which the allotment made in their favour shall be cancelled. The firm has paid an amount of Rs.11.00 Lakhs within the time schedule and the balance amount was paid in two spells i.e., 20-5-94 .. Rs.25.00 Lakhs and on 13-6-94 .. Rs.16,86,708/- and requested for waival of penal interest of Rs.24,141/- arrived as on 12-6-94.

As the registration of the site urgently required on 15-6-94 for construction of buildings for publication of Udayam, the registration sale deed of the site was executed on 15-6-94, duly taking an under taking from the firm. Necessary proposal is being sent to the Government for conversion of land use from Residential to light Industrial for Government approval.

As per condition of allotment of site and houses 18% per annum shall be charged on the belated payments. The VUDA in its Resolution No.526, dt.20-2-94 has resolved to waive the penal interest of Rs.7,317-30 in respect of the site at Muvvalavanipalem allotted to M/s. Gayatri Vidya Parishad for Establishment of Degree College.

In view of the request made by M/s.Creative Industries (Vizag) Private Ltd., the waival of penal interest which worksout to Rs.24,141/- at 18% on belated payment upto 12-6-94 (Date of payment of balance full cost) is putup before VUDA Board for consideration.

6H:- panel interest waned and the action taken by the vice-chairman in sending the proposals for change of land use from residential to light industrial ratified.

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