

Date: 66/09/2024

INTIMATION OF REVOCATION OF REGISTRATION OF PROJECT "District Seven"

From:

The Real Estate Regulatory Authority, Punjab First Floor, Block-B, Plot No.-3, Sector-18A, (Near Govt. Press UT), Madhya Marg, Chandigarh – 160018.

To

- M/s ABS Township Pvt. Ltd. (formerly known as M/s VRS Township Pvt Ltd.)
 SCO No 156, Basement, Sector 37-C,
 Chandigarh-160036 (Promoter)
- M/s The Indian Co-operative House Building Society Ltd,
 Madhya Marg Extension, Chandigarh Mullanpur Barrier,
 Opposite Manohar Singh & Company, New Chandigarh
 Distt. SAS Nagar (Mohali), Punjab-140901 (Co-Promoter)

Registration No: -

PBRERA-SAS80-PC0155

Date of Registration: -

19.08.2021

You are hereby informed that the registration granted to your project is hereby revoked for the reasons set out in the order dated 06.09.2024 regarding notice of revocation of the registration for project namely "District Seven" admeasuring 13607.545 sq mtrs situated at Village Palheri, (Hadbast No.173) Village Rehmanpur (Hadbast No.172), Mullanpur, District S.A.S. Nagar, Mohali – 140901 under Section 7(1) read with Section 34(f) and Section 37 of the Real Estate (Regulation and Development) Act, 2016.

Place: Chandigarh Dated: 06.09.2024

Real Estate Regulatory Authority, Punjab

Encl: Order Dated 06.09.2024

BEFORE SHRI MALWINDER SINGH JAGGI, IAS, REAL ESTATE REGULATORY AUTHORITY, PUNJAB

Order regarding notice of revocation of the registration for project namely "District Seven" admeasuring 13607.545 sq mtrs situated at Village Palheri, (Hadbast No.173) Village Rehmanpur (Hadbast No.172), Mullanpur, District S.A.S. Nagar, Mohali – 140901 under Section 7(1) read with Section 34(f) and Section 37 of the Real Estate (Regulation and Development) Act, 2016.

Date of Decision	06.09.2024
Project Name	District Seven
Project Area	13607.545 Sq mtrs
Project Location	Village Palheri, (Hadbast No.173) Village Rehmanpur (Hadbast No.172), Mullanpur, District S.A.S. Nagar, Mohali - 140901
Promoter Name	M/s ABS Township Pvt. Ltd. (formerly known as M/s VRS Township Pvt Ltd.)
Co-Promoter Name	M/s The Indian Co-operative House Building Society Ltd.
Project Category	Commercial Plotted
RERA Registration Number	PBRERA-SAS80-PC0155

- That the registration was initially granted for the real estate project "District Seven" by the Authority on 19.08.2021 vide Memo No. RERA/2021/448-449 for total area measuring 12340.823 Sq mtrs with registration No. PBRERA-SAS80-PC0155 having validity up to 20.03.2023.
- That at the time of registration of above said project, there were 31 commercial plots having area 12340.823 Sq. mtrs. Further, on the request of the promoter, the registration was amended by addition of inventory and area and a revised registration letter was issued on 18.07.2022 for project "District Seven" having 58 commercial plots and area 13607.545 sq. mtrs. The said project is part of main project namely "Suntec City" developed by M/s The Indian Co-Op. House Building Society Ltd. At the time of submission of application for registration of



project "District Seven", the License to develop Colony of the main project i.e. Suntec City was submitted and M/s The Indian Co-Op. House Building Society Ltd. was also made as co-promoter. The validity of registration was further extended up to 20.03.2024 u/s 6 of the Real Estate (Regulation and Development) Act, 2016.

- 3. That during the pendency of CRWP No. 9767 of 2022 titled as Bahadar Singh and others Vs. State of Punjab and others in the Hon'ble High Court of Punjab and Haryana, Greater Mohali Area Development Authority (GMADA) vide orders dated 10.07.2024 has cancelled the License to Develop Colony of the main project "Suntec City" measuring 108.58 acres. The License has been cancelled by GMADA on the following grounds: -
 - (I) The promoter failed to fulfill the condition no. (iii) of the extension of validity of project which was issued vide letter dated 19.04.2023.
 - (II) The promoter has not submitted the original letter of consents of the land owners to the competent authority.
- 4. That the Authority has observed that License to Develop Colony being a major approval/requirement of a project, and the RERA registration is granted on the basis of a valid License to Develop Colony along with other prescribed documents. In the present case, the License has been cancelled by GMADA vide its Order dated 10.07.2024. Accordingly, it was decided by the Authority to issue notice for revocation of registration of the project under Section 7 (1) (b) (c) & (d) of the Real Estate (Regulation and Development) Act, 2016 on the basis of the following grounds: -
 - (I) Land Owners in the complaint and CRWP No. 9767 of 2022 have alleged that the promoter of main project 'Suntec



City' has forged their consents for obtaining CLU and other approvals.

- of main project "Suntec City" has failed to submit Joint
 Development Agreement /Collaboration Agreement /any
 other Agreement entered into between Promoter and Land
 Owners as per requirement of Rule 3 (1) (f) of the Punjab
 State Real Estate (Regulation and Development) Rules,
 2017.
- (III) Cancellation of License to Develop Colony by GMADA vide its Order dated 10.07.2024 for the land measuring 108.58 acres.
- 5. For the sake of convenience Section 7(1) of the Act is reproduced hereunder: -
 - "7. Revocation of registration: 7. (1) The Authority may, on receipt of a complaint or suo motu in this behalf or on the recommendation of the competent authority, revoke the registration granted under section 5, after being satisfied that—
 - (a) the promoter makes default in doing anything required by or under this Act or the rules or the regulations made thereunder;
 - (b) the promoter violates any of the terms or conditions of the approval given by the competent authority;
 - (c) the promoter is involved in any kind of unfair practice or irregularities.
 - (d) the promoter indulges in any fraudulent practices."
 - That accordingly, vide this office Memo No. RERA/Pb/EG(T)2024/7626-27 dated 05.08.2024, the promoter and co-promoter were given an opportunity as per Section 7(2) of the Act of 2016 to show cause as to why the registration of the project "District Seven" granted under Section 5 of the Act of 2016 should not be revoked on the basis of aforementioned grounds under Section 7 of the Act of 2016 and the they were asked to submit their reply within a period of 30 days from the date of issuance of the said notice. It was specifically mentioned in the



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above said notice that if no reply is received within the stipulated period, further action to revoke the registration of the project shall be initiated by this Authority.

That in response to the said notice, the promoter vide letter dated 7. 02.09.2024 and received in the office of the Authority vide diary No. 6567 dated 03.09.2024 has requested for extension of time with regard to submission of explanation to the notice dated 05.08.2024 issued for revocation of registration of the above-mentioned project. In reply to the notice dated 05.08.2024 issued by the Real Estate Regulatory Authority Punjab for revocation of RERA Registration granted to the above mentioned promoter, it is submitted by the promoter that one criminal case bearing FIR No. 123 dated 19.11.2022 under Section 420, 467, 468, 471, 472, 406 read with section 120-B IPC is registered with PS Mullanpur by Bahadur Singh and Others, in which various documents of the company have been called for verification and certain documents are lying with the investigating officer which are required for submitting explanation to the said notice dated 05.08.2024. Further, it is submitted that the promoter has already filed an appeal against cancellation of License to Develop by GMADA, before the Competent Authority and the same has not been taken for consideration till date. Also, the promoter has submitted one letter vide diary No. 6546 dated 03.09.2024 for seeking copy of application alongwith other documents submitted at the time of registration of project namely "District Seven", stating that the same is not available in the promoter office and without which effective reply could not have been filed.



8. That the Authority has considered the two letters submitted by the promoter and does not find any cogent reason to give any further extension of time beyond the notice period as the grounds stated by the promoter do not have any merit. The conduct of the promoter is not

bona fide as the extension has been sought at the last moment when 30 days were about to expire and it is apparent that it was merely to prolong the proceedings of the Authority. Further, the co-promoter has not submitted any reply to the notice dated 05.08.2024.

- 9. That the notice issued vide this Authority's office Memo No. RERA/Pb/EG(T)2024/7626-27 dated 05.08.2024 was, inter alia, based on the ground that the License to Develop Colony for the project "Suntec City" for land measuring 108.58 Acres (which includes the land measuring 13607.545 Sq Mtrs pertaining to real estate project "District Seven") which is a basic requirement for continuation of the project, had been cancelled by GMADA on 10.07.2024. In its reply, the promoter has clearly admitted that the License to Develop Colony stands cancelled by GMADA on 10.07.2024 and that appeal has been filed against said order and further no stay has been granted by the Competent Authority against the cancellation of License by GMADA on 10.07.2024.
- 10. That it is also a matter of record that the RERA registration number for the main project "Suntec City" was obtained by the promoter of the said project only on the basis of consent letters of land owners however the joint development agreement / collaboration agreement / development agreement for the land not owned by the promoter of the main project was not submitted, including the land qua which complaint dated 30.05.2022 was submitted and CRWP No.9767 of 2022 has been filed before the Hon'ble Punjab and Haryana High Court. The requirement of submission of such agreement is mandatory in terms of Rule 3(1)(f) of the Punjab State Real Estate (Regulation and Development) Rules 2017.
- 11. The real estate project "District Seven" was also registered by this Authority on the basis of same License to Develop Colony issued by GMADA for total area of 108.58 Aces issued to M/s The Indian Co-op House Building, Society who is a co-promoter of the project "District



Seven" and the License to Develop Colony is a fundamental pre-requisite for the continuation of the project and the same stands cancelled by GMADA on 10.07.2024 on account of violations mentioned therein.

That as a sequel of above said facts and circumstances and keeping in 12. view the seriousness of the present matter and for reasons mentioned above, it is concluded that as (a) GMADA has cancelled the License to Develop Colony of the above said main project (Suntec City) measuring 108.58 acres which is a fundamental pre-requisite for the continuation of the project, (b) The Promoter M/s Indian Co-op House Building Society Ltd of main project "Suntec City" has failed to submit Joint Development Agreement /Collaboration Agreement /any other Agreement entered into between Promoter and Land Owners as per requirement of Rule 3 (1) (f) of the Punjab State Real Estate (Regulation and Development) Rules, 2017. (c) no satisfactory explanation has been given by the promoter in reply to the notice dated 05.08.2024 issued by this Authority, therefore, the registration number PBRERA-SAS80-PC0155 granted to the project i.e. "District Seven" of M/s ABS Township Pvt. Ltd. (formerly known as M/s VRS Township Pvt Ltd.). is hereby revoked with immediate effect with the following directions to the Secretary of this Authority to place the matter before the Real Estate Regulatory Authority Punjab for proceeding further as per provisions of Section 8 of the Act, inform other Real Estate Regulatory Authorities in other states and union territories about the revocation and also to send a copy of this order to the following for necessary compliance as per provisions of Section 7(4) of the Act:

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- The Chief Administrator, GMADA, PUDA Bhawan, Sector -62, S.A.S. Nagar in reference to their office Memo No. GMADA/STP/A-2/2024/2472 dated 11.07.2024.
- ii. The concerned Deputy Commissioner-cum-Collector to direct all the Registrars/Joint Sub Registrars/Sub Registrars under his

- jurisdiction not to execute and register any sale deed pertaining to the project under reference.
- iii. Axis Bank Limited, Phase -11 Mohali, Punjab 160062 is directed to freeze the Promoters (ABS Township Pvt Ltd) Escrow account No. 922020009414502 which has been opened as per provisions of 4(2)(I)(D) of the Real Estate (Regulation and Development) Act, 2016.
- iv. The IT wing of this Authority will upload this order on the website of this Authority to make the general public aware about the revocation of the project, debar the promoter from assessing its website in relation to the above-mentioned project and specify his name in the list of defaulters and display his photograph on the Authority's website.
- v. M/s ABS Township Pvt. Ltd. (formerly known as M/s VRS Township Pvt Ltd) and M/s The Indian Co-operative House Building Society Ltd. with a direction not to advertise, market, book, sell or offer for sale, or invite persons to purchase in any manner any plot, apartment or building, in real estate project or part of it.

13. After due compliance the file be consigned to the record room.

Malwinder Singh Jaggi, IAS
Real Estate Regulatory Authority
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