# BEFORE THE MAHARASHTRA REAL ESTATE REGULATORY AUTHORITY, NAGPUR SUO MOTU ADVERTISEMENT CASE NO. 18 OF 2024

MahaRERA on its own Motion

.... Complainant

Versus

Mantri Constructions/ Mr. Kiran Laxminarayan Mantri... Respondent/
/M Square Structures Pvt.Ltd Promoter

MahaRERA Project Registration No.- P52400048894
P52400019580

Coram: Shri.Sanjay Bhimanwar, Dy. Secretary, MahaRERA

Mr.Kiran Laxminarayan Mantri appeared for the respondent/ promoter.

#### ORDER

#### 21st March 2024

(Through Video Conferencing)

1. The Maharashtra Real Estate Regulatory Authority has delegated certain powers on me dated 26/04/2023 under Section -81 of the Real Estate (R&D)Act 2016(hereinafter called as "Act 2016"). The said powers, inter alia, contains imposing of penalty under section-59 of the Act-2016 for contravention of section -3 of the Act, 2016 by the promoter and to impose penalty under section-61 of the Act, 2016 for contravention of section-11(2) of the Act, 2016 by the promoter. In Exercise of the powers delegated to me

under section 81 of the Act,2016, notices were served to the parties, heard the parties and thereafter matter is disposed of.

- 2. The MahaRERA authority has issued the directions by MahaRERA order No 46/2023 read with MahaRERA order No. 46A/2023 wherein with effect from 01.08.2023, promoter shall prominently display the QR Code on each and every real estate project promotion / advertisement published in the mediums, in the manner and at the place as more specifically mentioned in MahaRERA Order No.46/2023 dated 29.05.2023, failure to which a penalty under Section 63 of the Act, 2016 shall be imposed upon promoters for each such violation.
- 3. The MahaRERA authority had issued a show cause notice dated 21/02/2024 to the promoter above named for publishing an advertisement dated 11/02/2024 in the Lokmat E-paper, Latur, in regard to the projects -1) Jyotikiran Residence/Apartments 2) Swastik Heights 3) Twin Towers 4) Lotus Encleve 5) Shriniwas Apartment ,situated at Latur without registering the same with MahaRERA which is in violation of section 3 of the Act-2016:
- 4. The promoter, by reply dated 04/03/2024 to the said show cause notice dated 21/02/2024 had submitted that the land area for the projects 1) Swastik Heights 2) Twin Towers 3) Shriniwas Apartment was less than 500Sq.Mtr and hence, aforesaid projects did not require to comply with MahaRERA registration. The Promoter further furnished the sanction plans and other supporting documents. The Promoter further submitted that the Jyotikiran Residence/Apartments and Lotus Encleve had been registered under MahaRERA bearing Project registration No. P52400048894 & P52400019580 respectively.
- In this regard, a hearing was scheduled on 21/03/2024 through video conferencing as per the MahaRERA Circular No. 27/2020 and MahaRERA Order No. 593/2023, when the promoter appeared and made its submissions.
- 6. During the hearing, the promoter admitted that MahaRERA Project registration number and the Quick Response (QR) Code for the aforesaid projects the Jyotikiran Residence/Apartments and Lotus Encleve are not

included in the said advertisement published in the Lokmat E-paper, Latur dated 11/02/2024 due to less space in aforesaid advertisement. The promoter further assured that henceforth the MahaRERA Project registration number and the Quick Response (QR) Code will be mentioned/incorporated in all the advertisements.

- 7. In this regard, it is necessary to pursue the provision of section 11(2) of the RERA which reads as under:
  - "11(2) The advertisement or prospectus issued or published by the promoter shall mention prominently the website address of the Authority, wherein all details of the registered project have been entered and include the registration number obtained from the Authority and such other matters incidental thereto."
- 8. In this regard, it is also necessary to pursue the provisions of MahaRERA Order No. 46/2023 read with MahaRERA Order No. 46A/2023, which reads as under:

MahaRERA Order No. 46/2023 dated 29.05.2023 -The Promoter shall prominently display QR Code on each and every project promotion/advertisement published after 01.08.2023. The QR Code must be published in a manner that is legible, readable, and detectable with software applications. The QR code must be published besides the MahaRERA Registration Number and the Website Address. The mandate as mentioned above shall apply to the mediums of promotion/advertisement and in any other medium as may be directed by the Authority.

MahaRERA Order No. 46A/2023 dated 25.07.2023 – (a)With effect from 01.08.2023, Promoter shall prominently display the QR Code on each and every real estate project promotion/advertisement published in the mediums, in the manner and at the place as more specifically mentioned in MahaRERA Order No. 46/2023 dated 29.05.2023. The above shall apply to the mediums of promotion/advertisement and in any other medium as may be directed by the Authority. b) Failure to comply with (a) above shall be construed as a violation of the directions issued in the above-referred MahaRERA Order and

penalty which may extend up to Rs. 50,000/- subject however to a minimum penalty which shall not be less than Rs. 10,000/- under Section 63 of the Act shall be imposed upon promoters for each such violation.

- 9. In the present case, the Promoter had released a quarter page advertisement of aforesaid projects in Lokmat E-paper, Latur dated 11/02/2024 without including MahaRERA Project registration number as well as the Quick Response (QR) Code. However, in regard to the projects- Swastik Heights; Twin Towers; Shriniwas Apartment, it has been established that the land area for the said real estate projects is less than 500Sq.Mtr. Hence, in regard to the projects -Swastik Heights; Twin Towers; Shriniwas Apartment, the Promoter is not in violation of Section 3 of the Act-2016.
- 10. However, in regard to projects- the Jyotikiran Residence/Apartments bearing MahaRERA Project registration No. P52400048894 and Lotus Encleve bearing MahaRERA Project registration No. P52400019580, the Promoter failed to incorporate/mention MahaRERA Project registration number as well as the Quick Response (QR) Code of the aforesaid projects within the aforesaid advertisement.
- 11. Henceforth, it becomes manifestly clear that the Promoter stands in violation of section 11(2) of the Act,2016 for not mentioning the MahaRERA registration number as well as in violation of MahaRERA Order No. 46/2023 dated 29.05.2023 read with MahaRERA Order No. 46A/2023 dated 25.07.2023 for not incorporating the Quick Response code (QR code) of the aforementioned projects -Jyotikiran Residence/Apartments bearing MahaRERA Project registration No. P52400048894 and Lotus Encleve bearing MahaRERA Project registration No. P52400019580 in the aforesaid advertisement.
- 12. In view of the above, a penalty of Rs. 25,000/- is imposed upon the Promoter under section 61 for violation of Section 11(2) of the Act,2016 and under Section 63 for violation of MahaRERA Order No. 46/2023 dated 29.05.2023 read with MahaRERA Order No. 46A/2023 dated 25.07.2023.

- 13. The said penalty shall be payable by the promoter within a period of 15 days from the date of this order, failing which a further penalty of Rs. 1,000/- per day would be imposed till compliance.
- 14. The Technical and Finance Department of the MahaRERA authority shall verify the payment of the said penalty before processing any applications viz. extension, correction, change of name etc., with respect to the said project.
- 15. With the above directions, the present case stands disposed of.

(Sanjay Bhimanwar)

Dy.Secretary, MahaRERA,Nagpur.