BEFORE THE MAHARASHTRA REAL ESTATE REGULATORY AUTHORITY, MUMBAI

Virtual Hearing held through video conference as per MahaRERA Circular No.: 27/2020

REGULATORY CASE NO. 69 OF 2023

VEDANT SPACES

... APPLICANT (PROMOTER)

ARV UTHVILLE

... PROJECT NAME

MAHARERA PROJECT REGISTRATION NO. P52100030680

Order (*Review Application*)

April 22, 2024 (Date of virtual hearing -08.04.2024)

Coram: Shri. Ajoy Mehta, Chairperson, MahaRERA Shri Mahesh Pathak, Hon'ble Member-I, MahaRERA Shri Ravindra Deshpande, Hon'ble Member-II, MahaRERA CA Mahesh Gattani present for the Applicant (Promoter)

- The Applicant herein had registered the project namely "ARV UTHVILLE" under section 5 of the Real Estate (Regulation and Development) Act, 2016 ("said Act") of Real Estate Regulatory Authority ("RERA") bearing MAHARERA Registration No. P52100030680 (hereinafter referred to as the "said Project").
- 2. An application was made by the Applicant (Promoter) for seeking deregistration of the said Project. In this regard the captioned case was heard on 10.10.2023 and the matter was reserved for order. Further vide order dated 02.11.2023 (hereinafter referred to as the "said final order") the said de-registration application was rejected, the operative part of the said final order is re-produced herewith for reference:

"9. It can thus be concluded that in the event the Authority finds that a project registration number which has been granted to a project is not likely to be completed the Authority is bound to take cognizance of the same and take search actions as may be necessary to bring the project to a conclusion. As the Authority is mandated to exercise oversight once a project registration number is given till the date it is successfully

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completed it is also for the Authority to take a call when it becomes apparent that the project is not likely to move further.

10. The above holds good in a circumstance where the Promoter is seeking deregistration of the project registration in toto and not partially. The Authority is now facing a situation to deregister a building from the said Project registration and to keep the said Project registration valid for the remining three buildings. The present case is that of partial deregistration pursuant to change in plans. The Authority has no reason nor a mandate to delve into why the intent to change the plans had arisen. But the Authority has however to ensure that while there is a change in plan to handover a building No. A4 to MHADA the remaining building still remains in the said Project. Thus, deregistration of part of a project registration cannot be made possible as there is no such thing to partially deregister a part and keep the remaining part valid and subsisting. Hence the issue at para No. 6 is answered in negative. Further the details of number of bookings / allottees in the said Project are also not clear.

11. Thus, in order to protect the interest of the allottees of the said Project the Authority shall at this stage refrain from passing any order with regard deregistration of the said Project in toto or partially. The Promoter is however given liberty to approach the Authority upon the completion of the said Project and obtaining occupation /completion certificate from the competent authority or at a stage where a verifiable demarcation can be made between the building sought to be completed including provisions of amenities if any."

3. The Applicant (Promoter) subsequent to the said final order made a review application dated 16.11.2023 seeking reliefs more particularly stated therein. Accordingly, the captioned case was heard on 08.04.2024 wherein the following Roznama was recorded:

"Promoter informs the Authority that they seek to withdraw the review application. In view of the above, the matter stands disposed as withdrawn".

4. It is observed during hearing and vide Roznama dated 08.04.2024 that the Applicant Promoter now seeks to withdraw the review application dated 16.11.2023 sought for the said final order.

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- 5. In view of the above, the application for review of the said final order filed by the Applicant Promoter is rendered infructuous. Thus, the captioned matter stands disposed as withdrawn.
- 6. Thus, the Project registration number of the said Project shall remain valid and subsisting.

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(Ravindra Deshpande) Member-II, MahaRERA

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(Mahesh Pathak) Member-I, MahaRERA

y Mehta) Chairperson, MahaRERA

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VEDANT SPACES

... APPLICANT (PROMOTER)

ARV UTHVILLE

... PROJECT NAME

MAHARERA PROJECT REGISTRATION NO. P52100030680

ORDER

November 02, 2023 (*Date of virtual hearing – 10.10.2023, matter reserved for order*)

Coram: Shri. Ajoy Mehta, Chairperson, MahaRERA Shri Mahesh Pathak, Hon'ble Member-l, MahaRERA CA Mahesh Gattani for the Applicant (Promoter)

- 1. The Applicant herein had registered the project namely "ARV UTHVILLE" under section 5 of the Real Estate (Regulation and Development) Act, 2016 ("said Act") of Real Estate Regulatory Authority ("RERA") bearing MAHARERA Registration No. P52100030680 (hereinafter referred to as the "said Project").
- 2. An application was made by the Applicant (Promoter) for seeking deregistration of only one building from the four registered under the said Project. In this regard the captioned case was heard by this Authority on 10.10.2023 wherein the following roznama was passed:

"The Promoter informs that there are 4 buildings in the Project out of which the fourth building namely A4 is a MHADA share and has to be handed over to MHADA. In the A4 building, they have just started preliminary work. The other 3 buildings, sales have been made and the Promoter confirms that here are allottees therein. The Promoter seeks deregistration only with respect to A4 building and the registration number shall be continued for the other 3 buildings. The Promoter informs that they have also filed an affidavit to that extent. The Promoter confirms that the QPRs upto Quarter-1 have been uploaded and they shall filed the QPRs for Quarter-2 in a few days. Matter reserved for order." typ



3. The Applicant (Promoter) has stated the following for seeking deregistration (partly) of the one building from the said Project:

a. That the said Project consists of 4 buildings namely A1, A2, A3 & A4.

- b. That building No. A4 is to be handed over to MAHADA.
- c. That the Applicant Promoter has filed this deregistration application for partial deregistration of the said Project only to the extent of deregistering building No.A4. The said Project registration shall continue for the remaining 3 building Nos.A1, A2 & A3.
- d. The Applicant Promoter seeks this partial deregistration due to change in planning and for the conveyance of account maintenance purposes.
- e. The Applicant Promoter has updated the QPRs (*except Form 2A*) as directed by the Authority on 10.10.2023.
- f. It is observed that the Applicant Promoter had submitted an affidavit at the time of deregistration application stating the below facts:

BUILDING NO.	TOTAL UNITS	SOLD/BOOKED
A1	56	49
A2	56	48+1
	44	20+1
A3	Not mentioned	NONE
A4		
TOTAL	156	119

- g. The Applicant Promoter submits that the building A4 in the said Project has zero allottees.
- h. Further Applicant Promoter submits that there is a writ petition bearing No. 1082 of 2008 which is pending before Hon'ble Bombay High Court.
- 4. Further, as per MahaRERA website, there are 104 bookings made in the said Project. A search taken on the PropEquity app shows 137 bookings in the said Project. The Promoter has submitted that there are no allottees in the A4 building of the said Project. Further, it is also observed that office of MahaRERA on 19.06.2023 issued notices inviting objections for deregistration of the said Project wherein no such objections were received.

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- Thus, from the facts and the submissions of the Applicant (Promoter) it is clear 5. that there are bookings made in the said Project. However it is unclear as to how many total bookings are made of which how many pertain to the building No.A4. As per the Promoter the building No. A4 now needs to be handed over to MHADA pursuant changes in the plans and for accounting purposes.
- Thus, the issue of whether the said Project registration can be deregistered partially? 6.
- Before the Authority decides on the order on partial deregistration, the section 7. that provides for grant of registration needs to be examined. Section 5 of the said Act is hereinbelow reproduced for ease of refence:

"Section 5 – grant of registration:

(1) On receipt of the application under sub-section (1) of section 4, the Authority shall within a period of thirty days. (a) grant registration subject to the provisions of this Act and the rules and regulations made thereunder, and provide a registration number, including a Login Id and password to the applicant for accessing the website of the Authority and to create his web page and to fill therein the details of the proposed project; or (b) reject the application for reasons to be recorded in writing, if such application does not conform to the provisions of this Act or the rules or regulations made thereunder: Provided that no application shall be rejected unless the applicant has been given an opportunity of being heard in the matter.

(2) If the Authority fails to grant the registration or reject the application, as the case may be, as provided under sub-section (1), the project shall be deemed to have been registered, and the Authority shall within a period of seven days of the expiry of the said period of thirty days specified under sub-section (1), provide a registration number and a Login Id and password to the promoter for accessing the website of the Authority and to create his web page and to fill therein the details of the proposed project.

(3) The registration granted under this section shall be valid for a period declared by the promoter under sub-clause (C) of clause (1) of sub-section (2) of section 4 for completion of the project or phase thereof, as the case may be."

On perusal of section 5 it is clear that a project registration is granted pursuant 8. to the Promoter / Developer seeking a grant of registration. A grant for registration when sought under section 5 is an acknowledgment of the intent of the Promoter / Developer to start and complete a project wherein premises as described under the said Act would be handed over to the Allottees. Thus, the critical ingredient of section 5 is the intent of the property to complete as a project. A registration number has been provided so as to ensure that from the AMMel

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point the project starts namely on receipt of commencement certificate to the point when the project concludes namely on receipt of occupation / completion certification the project remains compliant. This is the intent of RERA and this intent is clearly brought about in the preamble of the said Act which is reproduced hereinbelow:

"An Act to establish the Real Estate Regulatory Authority for regulation and promotion of the real estate sector and to ensure sale of plot, apartment or building, as the case may be, or sale of real estate project, in an efficient and transparent manner and to protect the interest of consumers in the real estate sector and to establish an adjudicating mechanism for speedy dispute redressal and also to establish the Appellate Tribunal to hear appeals from the decisions, directions or orders of the Real Estate Regulatory Authority and the adjudicating officer and for matters connected therewith or incidental thereto."

On perusal of the preamble, it is evident that the intent is to ensure the sale of plot, apartment, etc. in an efficient and transparent manner and to protect the interest of the consumers. The intent thus mandates the Authority to ensure that the project remains compliant and the home buyers / allottees receive their premises. Hence the legislation is to ensure delivery of the premises to the home buyers / allottees. This is a beneficial legislation where a tangible asset needs to move from the Promoter / Developer to the home buyer / allottee in a manner as laid out under the said Act. The legislation is not for providing project registration numbers which do not lead to home buyers / allottees receiving tangible assets. The Authority needs to make it clear here that a project registration number once given to a project, the project must then proceed and take a course as defined in the said Act and finally tangible premises get delivered to the home buyers / allottees. The grant of a project registration number is not a hypothetical exercise for complying with certain statistical purpose.

It can thus be concluded that in the event the Authority finds that a project 9. registration number which has been granted to a project is not likely to be completed the Authority is bound to take cognizance of the same and take search actions as may be necessary to bring the project to a conclusion. As the Authority is mandated to exercise oversight once a project registration number is given till Ajinelt

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the date it is successfully completed it is also for the Authority to take a call when it becomes apparent that the project is not likely to move further.

- 10. The above holds good in a circumstance where the Promoter is seeking deregistration of the project registration in toto and not partially. The Authority is now facing a situation to deregister a building from the said Project registration and to keep the said Project registration valid for the remining three buildings. The present case is that of partial deregistration pursuant to change in plans. The Authority has no reason nor a mandate to delve into why the intent to change the plans had arisen. But the Authority has however to ensure that while there is a change in plan to handover a building No. A4 to MHADA the remaining building still remains in the said Project. Thus, deregistration of part of a project registration cannot be made possible as there is no such thing to partially deregister a part and keep the remaining part valid and subsisting. Hence the **issue at para No. 6** is answered in **negative**. Further the details of number of bookings / allottees in the said Project are also not clear.
 - 11. Thus, in order to protect the interest of the allottees of the said Project the Authority shall at this stage refrain from passing any order with regard deregistration of the said Project in toto or partially. The Promoter is however given liberty to approach the Authority upon the completion of the said Project and obtaining occupation / completion certificate from the competent authority or at a stage where a verifiable demarcation can be made between the building sought to be completed including provisions of amenities if any.

(Mahesh Pathak) Member-I, MahaRERA

(Ajov Mehta)

(Ajoy Menta) Chairperson, MahaRERA