

Delhi State Industrial & Infrastructure Development Corporation Ltd.
N-36, Bombay Life Building, Connaught Circus, New Delhi-110001

(Housing Division)

DSI IDC/Housing/2017/Relaxation of Condition

November 2, 2017

CIRCULAR

Subject : Mortgage Permission in respect of flats allotted to industrial workers under 2nd Rajiv Gandhi Housing Scheme - 2007 as a result of draw held on 31/08/2017

As a result of draw held on 31/08/2017 for allotment of flats to industrial workers, different categories of flats have been allotted to the industrial workers working in various recognized industrial areas of Delhi. One of the conditions of the Allotment cum Demand Letter was as follows :


“The allottee will not be entitled to sell / transfer / mortgage or otherwise part with the possession of the flat or any part of the flat.”

In this connection it is clarified that the intention behind inserting this clause in the brochure as well as Allotment cum Demand Letter was to discourage the workers from parting with their property and to encourage them to use the same as dwelling units for themselves or their own families. A number of representations have also been received from the industrial workers requesting for permission to mortgage the flats allotted to them for the purpose of raising loan from banks / financial institutions to meet the cost of the flats so allotted.

After careful consideration of their request and keeping in view the real intent of the prohibitory condition, it has been decided by DSI IDC that the industrial workers may be permitted to raise loan from any of the Scheduled Banks or Financial Institutions subject to the following conditions :

- i) That, the loan so taken by the allottees from any bank/Financial Institution will be utilized **only** for the purpose of payment of the cost of flat to DSI IDC and not for any other purpose.
- ii) That bank / financial institution will directly transfer loan to DSI IDC.
- iii) Mortgage of the flat by bank / financial institution shall not affect / harm the rights and interests of DSI IDC in any way.
- iv) That, in case the lessee / allottee defaults on re-payment of bank loan and the bank disposes off/auction the property in question, the DSI IDC will have first charge on the proceeds towards the unearned increase (UEI) charges receivable as per the government policy including any other outstanding dues on account of lease/ground rent, rate differences etc., as applicable in this case on merit.

This issues with the approval of the Competent Authority.


(S. P. Pant)
Dy. General Manager

Website of DSI IDC