

ಕರ್ನಾಟಕ ರಿಯಲ್ ಎಸ್ಟೇಟ್ ನಿಯಂತ್ರಣ ಪ್ರಾಧಿಕಾರ,

Karnataka Real Estate Regulatory Authority,
1/14, 2nd Floor, Silver Jubilee Block, Unity Building Backside, CSI Compound,
3rd Cross, Mission Road, Bengaluru-560027

PROCEEDINGS OF THE AUTHORITY BEFORE BENCH 6

Dated 12th SEPTEMBER 2022

PRESIDED BY HON'BLE MEMBER SMT.NEELMANI N RAJU

COMPLAINT NO.: CMP/220531/0009556

COMPLAINANT.....

MR. AMIT KUMAR
Flat No.F-12,
SV Meadows Apptt.,
29th C Cross, Kaggadasapura,
Near Narayana E-Techno School,
Bengaluru-560093.

V/S

RESPONDENT.....

Ozone Urbana Infra Developers Pvt Ltd
No.51/7-1, Rathna Avenue,
Off Richmond Road,
Civil Station,
Bangalore-560025.

(By Mr.Deepak Bhaskar & Associates,
Advocates)

J U D G E M E N T

1. This complaint is filed under section 31 of the RERA Act against the project "Ozone Urbana" for the relief of refund with interest.

Brief facts of the complaint are as under:-

2. The complainant has booked an apartment in the project of respondent and entered into an agreement of sale and construction agreement on 23/1/2017 and has paid an amount of Rs.60,49,825/- (Rupees Sixty Thousand Forty Nine Thousand Eight Hundred and Twenty Five only)



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including loan amount from HDFC, to the respondent till date. The respondent was supposed to complete the project and hand over the possession of the flat to the complainant in March 2019 with a grace period of six months and assured again that the flat will be delivered in December 2020 and though the project now has been extended till December 2024, the respondent is not sure whether he would be able to handover the possession of the flat, as the construction work has been stalled since long. The respondent has also stopped paying pre-EMIs to the HDFC. Despite the fact that almost 2 years have lapsed, the respondent has failed to refund the amount with interest. Hence, this complaint.

3. After registration of the complaint, in pursuance of the notice, the respondent has appeared before the Authority through its counsel, despite which the respondent has not contested the matter by filing statement of objections on its behalf. But have submitted a memo of calculation as on 31/8/2022.
4. In support of his claim, the complainant has produced in all 5 documents such as copies of Agreement for Sale, Construction Agreement, Tripartite Agreement, pre-EMI commitment letter from the Builder and Payment receipts.
5. Heard arguments of both sides.
6. **On the above averments, the following points would arise for my consideration:-**

1. Whether the complainant is entitled for the relief claimed?
2. What order?

7. My answer to the above points are as under:-

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1. In the Affirmative.
2. As per final order for the following

REASONS

8. **My answer to point No.1:-** From the materials placed on record, it is apparent that inspite of entering into an agreement for sale to handover the possession of an apartment, the builder has not completed the project as per agreement and has delayed the project, and has not handed over the unit in favour of complainant till date. Hence, the builder has failed to abide by the terms of the agreement for sale and construction agreement dated 23/1/2017. There seems to be no possibility of completing the project or handing over the possession in near future.
9. As per section 18(1) of RERA Act, in case the allottee wishes to withdraw from the project the promoter is liable without prejudice to any other remedy available, to return the amount received by him in respect of that apartment, plot, building as the case may be with interest at such rate as may be prescribed in this behalf including compensation in the manner as provided under this Act.
10. Therefore, as per section 18(1) of the Act, the promoter is liable to return the amount received along with interest and compensation only if the promoter fails to complete or provide possession of an apartment etc., in accordance with sale agreement.
11. From the averments of the complaint and the copies of agreement between the parties, it is obvious that complainant has paid the sale consideration amount. Having accepted the said amount and failure to keep up promise to handover possession of apartment certainly entitles the complainant herein for refund with interest. The complainant has not



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submitted his memo of calculation. The respondent have submitted their memo of calculation as on 31/8/2022 and have agreed that an amount of Rs.91,58,586/- has to be refunded to the complainant including interest. During the process of the hearing the complainant has agreed with the calculation of refund by the respondent. Having regard to all these aspects, this Authority concludes that the complainant is entitled for refund with interest of Rs.91,58,586/- as on 31/8/2022.

12. Therefore, it is incumbent upon the respondent to refund the amount with interest which is determined as under:

Memo Calculation			
PRINCIPLE AMOUNT (A)	INTEREST (B) AS ON 31-08-2022	REFUND FROM PROMOTER (C)	TOTAL BALANCE AMOUNT (A + B - C)
60,49,825	32,26,725	1,17,964	91,58,586

13. Accordingly the point raised above is answered in the Affirmative.

14. **My answer to point No.2:-** In view of the above discussion, I proceed to pass the following

ORDER

In exercise of the powers conferred under Section 31 of the Real Estate (Regulation and Development) Act, 2016, the complaint bearing No. **CMP/220531/0009556** is hereby allowed. Respondent is directed to pay a sum of **Rs.91,58,586/- (Rupees Ninety One Lakh Fifty Eight Thousand Five Hundred and Eighty Six only)** calculated at 9% from 31/12/2016 to 30/4/2017 and MCLR + 2% from 01/05/2017 till 31/08/2022 towards refund with interest to

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the complainant, within 60 days from the date of this order. The interest due from 01/09/2022 up to the date of final payment will be calculated likewise and paid to the complainant. The complainant is at liberty to initiate action for recovery in accordance with law if the respondent fails to pay the amount as per the order of this Authority.



(Neelmani N Raju)
Member-2, K-RERA

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