

Information on Enhanced EDC

Haryana Urban Development Authority (“HUDA”) had authorised the Developer, vide its Memo No. HUDA-CCF-Acctt-I-2011/24224 dated July 14, 2011, to collect enhanced charges towards external development with respect to the projects being developed by the Developer including but not limited to the Colony. However, the applicability of the said Memo has been stayed by the High Court of Punjab and Haryana, vide its interim order dated March 19, 2013, passed in CWP No. 5835 of 2013 titled as “Balwan Singh & Others V. State of Haryana & Others. Pursuant to said interim order, the Director General, Town and Country Planning has also passed an order bearing Memo No. DGTCP/LC-864/CAO/AO-I/533 dated November 7, 2013, wherein the collection of enhanced external development charges has been stayed.

In light of the said order and the fact that the said matter is sub-judice, we request you to furnish a Bank Guarantee for an equivalent amount as the demand for EEDC, valid for 5 years, in order to clear your account prior to execution of conveyance deed. We shall en-cash or return the said Bank Guarantee (in part or full), as per the final orders of the Hon'ble Court.

Thus all demands for Enhanced EDC raised after the said date are to be addressed by furnishing a Bank Guarantee for an equivalent amount. Please contact our customer department for the BG format and to seek further clarity on this matter.