

**Government of India
Ministry of Works & Housing
Land & Development Office
Nirman Bhawan, New Delhi.**

No. L&DO/24(11)/89-CDN

Date: 25.08.89

OFFICE ORDER NO. 14

SUB: Formula for calculating misuse charges in respect of land leased by Government.

Reference: 1. Min.'s letter No.

J-20011/6/77-LII
Dated 24.04.1981.

2. Min.'s O.M.No.

G-25018/1/85-Bt.
Dated 07.06.89.

With effect from 01.09.89 onwards misuse charges shall be recovered in accordance with the following formula with reference to above orders:-

Size of the plot	X	Misused <u>area</u> permissible covered area	X	{Present commercial {rate of land for the {purpose for which the {property is misused.	<u>minus</u>	The Land rate on the date of last transaction for the purpose for which land was leased.	}
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The above formula is based on the borrowing rate of Govt. of India at 11.40% P.A. plus 2.50% PA = 13.9% PA.

The above formula will not be applicable in cases of residential leases in Rehabilitation Colonies.

(Dr. G. S. Jaiya)
Land & Development Officer

All Officers/Sections

Copy to:- The Ministry of Urban Development (Lands Div.) Nirman Bhawan, New Delhi for information.