

Land Allotment Procedure - DIC

1. Both Hire Purchase & Outright Purchase are followed for Development Areas (DA) and Development Plots (DP) under DIC. DAs are for Medium & Large Scale units whereas DPs are meant for Small Scale units.
 2. Application in Format, as given in Appendix-II below, with an EMD of Rs.2000/- for DA (Rs. 1000/- for DP) to be submitted along with a brief Project Profile/ Report.
 3. A detailed discussion will be held with the applicant, on successful completion of which, the land will be allotted and an Allotment Letter will be issued.
 4. Applicant has to submit the Sketch & Plan of the proposed unit to DIC.
 - 5
 - * (a). Payment for land under DA has to be made as follows:
 - (i). 20% of total land value as first installment, after which an agreement will be executed handing over the possession of land to the party.
 - (ii) Balance 80% as 10 equal annual installments along with an interest @ 6.5% p.a.
 - (b). Payment for land under DP has to be made as follows:
 - (i). 10% of total land value as first installment, after which an agreement will be executed handing over the possession of land to the party.
 - (ii) Balance 90% as 10 equal annual installments along with an interest @ 5.5% p.a.
- *Note:-
- EMD paid will be adjusted in the first installment amount.
 - A penal interest @ 2% will be levied for default in payment.
 - First charge of land will be with the Govt till the full amount is paid by the allottee, after which the land will be assigned to him.
6. Commencement of production:
 - (a) For land in the DA, the allottee has to commence production within 16 months from the date of allotment, failing which land could be resumed back by Govt. However, the Director of Industries can give an extension period upto 1 year, for deserving cases.
 - (b) For land in the DP, the allottee has to commence production within 12 months from the date of allotment, failing which land could be resumed back by Govt. However, the Director of Industries can give an extension period upto 6 months, for deserving cases.
 7. If the allottee doesn't start construction/ make any improvements in the land within 6 months from the date of allotment, the land could be resumed back.