

STATE INDUSTRIES PROMOTION CORPORATION OF TAMIL NADU LIMITED
19-A, Rukumani Lakshmipathy Road, Egmore, Chennai-600 008

O.O.No.19/2019

Date:31.7.2019

OFFICE ORDER

Sub: SIPCOT Industrial Complexes / Parks / Growth Centres - Change in Management / Transfer of leasehold rights - Policy decision - Reg.

The Board of SIPCOT at its meeting held on 18.7.2019 approved the policy on Change in Management / Transfer of leasehold rights on the allotment of plots in the SIPCOT Industrial Complexes / Parks / Growth Centres.

If there is any change in the share holding pattern due to induction of new partners/ share holders and where more than 50% of the share holding is transferred to new persons resulting in total change or substantial change in ownership in the existing allottee unit or transfer to a unit where original promoters of the existing allottee hold less than 50% shares in the new transferee unit, the same will be construed as Change in Management / Transfer of Leasehold rights.

Accordingly, in supersession of earlier Office Orders, whenever there is a Change in Management / Transfer of Leasehold rights as described above, the transfer fee should be charged in the following manner:

Sl. No.	Classification	Applicable transfer fee
1.	Units not commenced commercial production	100% of differential plot cost
2	Units functioning more than 5 years from the date of commencement of commercial production.	10% of differential plot cost
3	Units functioning less than 5 years from the date of commencement of commercial production.	20% of differential plot cost
4.	Public Limited companies listed in Stock Exchange who have commenced commercial production.	Nil
5.	Revival of sick units by a scheme approved by Banks /FI/ BIFR/NCLT and other Legal Forums.	Nil
6.	Sales of assets by Official Liquidator / Court /NCLT.	Nil
7.	Sales of assets by the Banks/FI/Listed NBFC/ ARC, where NOC was issued for mortgaging the lease hold rights of allotted plots.	Nil
8.	Sales of assets by the Banks / FI/ Listed NBFC/ ARC, where NOC was not issued for mortgaging the lease hold rights of allotted plots.	10% of differential plot cost
9.	Joint venture companies of TIDCO/ ELCOT/ TIDEL/SIPCOT/ other Government Agencies and the change in share holding approved by the respective Boards' of the Government Agencies.	Nil

:2:

10.	Transfer of shares among the relatives of original promoter as defined under Income Tax Act, 1961. Relative means 1. Spouse , 2. Brother or sister of individual or of spouse, 3. Brother or sister of either parents, 4. Lineal ascendant/descendant of individual or of spouse & 5.Spouse of relatives mentioned in 2 to 4	Nil
-----	--	-----

Transfer of leasehold rights of vacant land alone will not be permitted.

The land use pattern of the plot / plots allotted to the allottee remains unchanged in the event of any Change in Management / Transfer of Leasehold rights.

The above transfer fee will be made applicable for the Change in Management / Transfer of Leasehold rights where the effective date of transfer of share holding is on or after 18.7.2019.

J.KUMARAGURUBARAN
MANAGING DIRECTOR

To

All HODs

All Project Officers,
SIPCOT Industrial Complexes /
Parks / Growth Centres

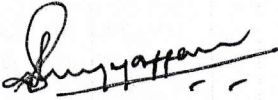
PS to MD

PA to ED

PA to GM(A&LA)

PA to GM(P&D)

/Forwarded by order/


General Manager(P&D)