

# TRANSFER OF TITLE U/S 17 & DEEMED CONVEYANCE

Adv. naresh Pai MAHASEWA

(1) The promoter shall execute a registered conveyance deed in favour of the allottee along with the undivided proportionate title in the common areas to the association of the allottees or the competent authority, as the case may be, and hand over the physical possession of the plot, apartment of building, as the case may be, to the allottees and the common areas to the association of the allottees or the competent authority, as the case may be, in a real estate project, and the other title documents pertaining thereto within:

specified period as per sanctioned plans as provided under the local laws:

**Provided** that, in the absence of any local law, conveyance deed in favour of the allottee or the association of the allottees or the competent authority, as the case may be, under this section shall be carried out by the promoter within three months from date of issue of occupancy certificate

(2) After obtaining the occupancy certificate and handing over physical possession to the allottees in terms of sub-section (1), it shall be the responsibility of the promoter to hand- over the necessary documents and plans, including common areas, to the association of the allottees or the competent authority, as the case may be, as per the local laws:

**Provided** that, in the absence of any local law, the promoter shall handover the necessary documents and plans, including common areas, the association of the allottees or the competent authority, as the case may be, within thirty days after obtaining the **18[completion]** certificate.

[(1) A promoter shall take all necessary steps to complete his title and convey to the organization of persons, who take flats, which is registered either as a co-operative society or as a company as aforesaid, or to an association of flat takers [2] [or apartment owners] his right, title and interest in the land and building, and execute all relevant documents therefor in accordance with the agreement executed under section 4 and if no period for the execution of the conveyance is

agreed upon, he shall execute the conveyance within the prescribed period and also deliver all documents of title relating to the property which may be in his possession or power.]

[1] [(2) It shall be the duty of the promoter to file with the Competent Authority, within the prescribed period, a copy of the conveyance executed by him under sub-section (1).

(3) If the promoter fails to execute the conveyance in favour of the co-operative society formed under Section 10 or, as the case may be, the company or the association of apartment owners, as provided by sub-section (1), within the prescribed period, the members of such cooperative society or, as the case may be, the company or the association of apartment owners may, make an application, in writing, to the concerned Competent Authority accompanied by

the true copies of the registered agreements for sale, executed with the promoter by each individual member of the society or the company or the association, who have purchased the fiats and all other relevant documents (including the occupation certificate, if any), for issuing a certificate that such society, or as the case may be, company or association, is entitled to have an unilateral deemed conveyance, executed in their and to have it registered.

(4) The Competent Authority, on receiving such application, within reasonable time and in any case not later than six months, after making such enquiry as deemed necessary and after verifying the authenticity of the documents submitted and after giving the promoter a reasonable opportunity of being heard, on being satisfied that it is a fit case for issuing such certificate, shall issue a certificate to the Sub-Registrar or any other appropriate Registration Officer under the

Registration Act, 1908, certifying that it is a fit case for enforcing unilateral execution of conveyance deed conveying the right, title and interest of the promoter in the land and building in favor of the applicant, as deemed conveyance.

(5) On submission by such society or as the case may be, the company or the association of apartment owners, to the Sub-Registrar or the concerned appropriate Registration Officer

appointed under the Registration Act, 1908, the certificate issued by the Competent Authority along with the unilateral instrument of conveyance, the Sub-Registrar or the concerned appropriate Registration Officer shall, notwithstanding anything contained in the Registration Act, 1908, issue summons to the promoter to show cause why such unilateral instrument should not be registered as 'deemed conveyance' and after giving the

promoter and the applicants a reasonable opportunity of being heard, may, on being satisfied that it was a fit case for unilateral conveyance, register that instrument as deemed conveyance.]

### **CONVEYANCE**

Meaning of Conveyance:
 Transfer the title of
 LAND & BUILDING

in the SOCIETY NAME.



- Objects:
  - To become the legal owner
  - To make entries in Govt. Records
  - To have free and marketable title

### ADVANTAGES OF CONVEYANCE

- Transfer of Ownership Rights over the land
- All Commercial benefits come to Society
- Appreciation of Property ...... as also
- Loan can be raised by mortgage
- Balance FSI can be retained
- Permission for redevelopment possible

### **CONVEYANCE**



### **BUILDING**







BY BUILDER THROUGH COURT CASES

**DEEMED CONVEYANCE** 

### **CONVEYANCE BY BUILDER**

- 1. Approach the Builder
- 2. Collect all Document of Land & Building & Member.



- 3. Prepare & Approach Conveyance Deed
- 4. Adjudication & Pay Stamp Duty

### **CONVEYANCE BY BUILDER**

- 5. Register Conveyance Deed by Authoring sub Registrar office by all parties
- 6. Obtain Index II & Original Conveyance Deed
- 7. Apply City Survey Office & get the Property Card changed in the Name of Society.

#### U/S11. OF MOFA, 1963 TO CONVEY LAND AND BUILDING WITHIN 4 MONTHS

Court cases- Legal Remedies Existing till 2005 Through
Competent Authority as per
MOFA-Amendment-2008

Civil Court U/Specific Relief Act, 1963 Consumer Court
U/ Consumer
Protection
Act, 1986

Criminal
Court
U/S-13 of
MOFA 1963

Dy.Dist.Regr, C.A notified as Competent Authority

Amendment to Rules were made to implement the functioning of Competent Authority and MOF (Amendment) Rules, 2010 notified

# **DEEMED CONVEYANCE BY Competent Authority**

- 1. MOFA was amended on 25<sup>th</sup> February, 2008
- 2. Dy. Dist. Regr, C.A notified as Competent Authority
- 3. Amendment to Rules were made to implement the functioning of Competent Authority and MOF (Amendment) Rules, 2010 notified

### MUMBAI MIRROR.....25th February 2008

# Now, you can send your builder to jail

In her first major gift to state, President Pratibha Patil gives her assent to a Bill to enable flat-owners to have rights over the building plot too; builders who don't comply with the law, may end up behind bars

RAVINIRAN DESHMUKH

esidents can now send a builder to jail if he fails to hand over the society's plot to them within a spectfied period. A Bill to this effect got President Pratibha Patil's assent on Friday.

With her assent, lakh of flat owners in Mumbai and the rest of the state would now be able to ensure the real ownership of their prized property.

Besides speedy registration of their Co-operative Housing Society (CHS), flat-owners can also be assured of a smooth handover of the title of the plot on which their building stands the process is known as the conveyance deed in legal parlance. In case a builder creates hurdles during the handover, he could face a jail term of six months to one year, says the amendment in the Mahamshtra. Ownership of Flat Act (MOFA).

As the amendment sought to empower the residential deputy collector as the competent authority for smooth registration of a CHS and conveyance deed, officials from the state co-operation department were against any such provision. They said they were the only rightful carriers of the



Pratibha Patil

amended law as they are the ones who, at present, monitor the working of CHS.

This was one of the reasons that the amendment, which was approved by the State Assembly in December 2005, was tabled in the State Legislative Council as late as July 2007.

Any CHS, whose registration is being opposed by the builder, can approach the competent authority. The authority soon to be notified by the government, will be an officer of the rank of district deputy registrar.

In the absence of the builder's approval, the authority will give specific direction to the concerned official for registering the society.

For the conveyance deed.

once a CHS approaches the authority for speedy process, he will issue summons to the builder. After hearing both the sides (builder and the residents), the authority will issue

deemed conveyance deed until the final process gets complete.

Welcoming the President's assent, Shirish Deshpande of Mumbai Grahak Panchayat (a consumers' body) said it was a

#### HOW IMPORTANT IS CONVEYANCE DEED?

A building without conveyance deed means the residents owning an apartment in air as they have no ownership rights of the land on which their building stands. They cannot claim their right on the plot. Over the years, thousands of CH5 have struggled to get the conveyance deed in their favour. Though amendments to the MOFA were cleared in the monsoon session of the State Legislature last July, the President's assent was awaited. Governor S M Krishna had forwarded the Bill for Patil's

big relief for lakhs of flat-owners who are struggling for the conveyance dead.

In an appeal to the chief minister for offering sufficient infrastructure to the proposed competent authority. Deshpande said the amended provisions should not prove newer pasture for the co-operation department officials some of whom were caught red-handed by the Anti-Corruption Bureau accepting huge sums of money.

### **DEEMED CONVEYANCE**

- 1. AS GOOD AS CONVEYED
- 2. TREATED AS CONVEYED
- 3. LEGAL FICTION
- 4. BUT NOW ACTUALLY TO BE CONVEYED THROUGH COMPETENT AUTHORITY

# DOCUMENTS REQUIRED FOR CONVEYANCE

- 1. Application & COURT FEES
- 2. Certified documents of land
- 3. Certified copies of Bldg documents
- 4. Flats Agreements duly stamped/Regd
- 5. Applicant Identity-Regn Certificate

# DOCUMENTS REQUIRED FOR CONVEYANCE

- 6. Others relied upon by applicant
- 7. The Area entitlement by Architect Report
- 8. Survey no & CTS No. Matching to be done
- 9. Search Report of the Advocate to be given.

### Have you read something like this?

# RESIDENTS SEND

Bhandup builder arrested for cheating after residents file police complaint saying he has failed to provide them basic amenities









🕯 Usha Complex in Bhandup that the builder left incomplete 🏖 Residents point to the metre box through which all four wings of the society get electricity at commercial rates 🖫 Avinash Rane, a resident of Usha Complex, who took on the builder & Builder Muktinath Sharma, who got himself admitted to M T Agarwal Hospital complaining of high blood pressure just hours after being remanded to police custody

ADITI SHARMA

uilders who promise flat buyers the world and then deliver hardly anything now have reason to be ware. Residents of a newly control structed complex in Bhander of Code. have sent their builder to fall for veril His sons Vinod and Dinesh even a year after the six-wing complex came tino

The builder, Muktinath Sharma of Shree Sai Constructions that

has constructed Usha Complex on Village Road, Bhandup (W), was arrested on Tuesday and booked under Sections 420 (cheating), 406 (criminal breach of trust) and 114 (abettor present when an offence Is committed) of the Indian Penal

failing to provide basic amenities" Sharma too have been booked under the same sections. Police said they are absconding.

Produced in court on Wednesday, Sharma was sentenced to two days in police custody but complained of uneasiness and has since been admitted to M T Agarwal Hospital in Mulund.

The police action came on a complaint filed by Avinash Rane, a resident of B-Wing of Usha Complex. According to the complaint, the builder had failed to provide power meters and lifts and not even painted the walls despite having taken Rs 60,200 for pro-

TURN TO PAGE 4

May be a very few cases!

#### Residents send builder custody

Rane said he had moved into the building in July last year. At that time, work on the building was not over, Rane said, adding that the builder then promised that every-hing would be in place soon. However, almost a year had how passed without anything happening, Rane said, so he decided to approach the po-

Booking for the complex that has six wings (A-F) began n 1998. Residents were given ossession in phases since 2001, though the work is still ncomplete and the BMC has till not granted occupation nd completion certificates.

Residents alleged that the ouilder asked them to take ne could get the necessary certificates. "Sharma threat-ened us that if we did not take oossession of the flats as they were, he would cancel our greements. We were left with no choice but to come here as we had put in our hardarned money on the flat," udhir Thokal, a resident of -Wing said.

All residents paid between 60,000-Rs 80,000 in advance, depending on the area of the flat, for amenities. The ouilder in his agreement said he amenities would include water and power connecion, a compound wall, lifts nd a garden with a play area or children."

However, residents alleged hat hardly anything was in place now. "The A and C vings do not have a legal waer connection. There is abolutely no drainage system n the complex. There is also no compound wall, and A, B, and D wing get electricity om a common commercial neter. The children's play trea is a mound of debris. Vhat's more, the A wing that has 7 floors does not even have a lift," secretary of the proposed Usha Complex Coperative Housing Society, R Padwal, said.

We have been doing the

#### **HEAR THIS ONE**



There is no lift in my wing, which has seven floors. For the first three months after we moved in there were no gates to the lift. It was only when we told the builder that our children could fall through the gap did he install the gates. There are aged people who have to everyday.
— Sudhir Thokal, resident



of A-wing

The building does not even have a compound wall, during the floods the garbage from the ad-joining nullah was strewn across the com-pound. We spent Rs 40,000 only to clean that up and make a temporary drainage system. We've also spent Rs 18000 on wiring since A, B, C and D-wing had no metre connection. Plus we also have given water connections to A and C-wing.

— R R Padwal, secretary

of the ad-hoc housing society

# What in case if this happens?

### Building collapse kills 14

30-YEAR-OLD STRUCTURE IN BORIVLI TOPPLES, 60 FEARED TRAPPED IN THE DEBRIS

Megha Sood & Prestey Thomas Mumbai, July III

AT LEAST 14 people were killed and 18 injured when two wings of a 30 year-old seven-atomy residential building in Bortvil erumbled on Thursday

More than 60 people are feared trapped in the debris. though Deputy Chief Minister R.R. Putil told HT that figure is closer to 100.

Suburban Collector Vishwas Patil added that sums of the people trapped had been contacted, on their religiouses and afforts were out to reacte them.

Home to 56 families, the A and B wings of Laxest Chings Building at Babhai Naka collapsed like a pack of cards at 6.15 pm.

The 24 families living in the third wing have been evacuated. "The residents had recently in-

"The residents had recently instatled an additional tank on the terrary of the building and made structural changes for the same."



#### DUST TO DUST

Earth movers try to clear the debris of seven storey Laxmi Chhaya Building in Borivii.

sast Municipal Commissioner Julius Phatak. "The building may have crumbled due to the pressure of this tunk."

Mayor Shubha Haul, however, and that jewellers who owned shope on the ground floor had il-

#### BUILDING TANKS

Chric officials said an extra water tank set up on top of the building could have caused it to topple.

legally built a room underground, despits residents' protests, which may have led to the collines.

Chief Minister Vilatras Deshmukh has announced compensation of Rs 1 lakh for the kin of

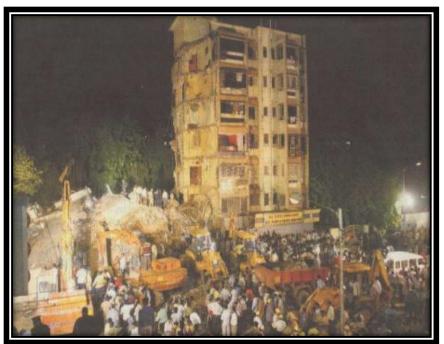
#### About 18 people have 1

About 18 people have been rescued and sent to mearby Bhagwati Hospital.

Obose who have died, and its 50,000 for those injured. He has also ordered an inquiry

He has also ordered an inquiry y a magnifrate into the collapse

IN FIRE REPORT PAGE 3







### DOCUMENTS REQUIRED FOR CONVEYANCE

- Society Reg. Cert: With Society
- Stamp Duty & Reg Paid Proof: Each individual
- Agreement for Sale : Promoter to Purchaser
- Commencement Cert: Municipal Authority
- C C / O. C: Concerned Authority to Builder
- Approved Building Plan: Municipal Authority

## DOCUMENTS REQUIRED FOR CONVEYANCE

- 7/12 Extract: Tahsildar / Concerned Auth
- Form No 6 Mutation Entry: Revenue Office
- Search Report / Title Clearance: Advocate
- Index II : Sub Registrar of Assurances
- Property Card : Thasildar
- N A Order: Collector of Districts
- Development Agreement : Land Owner to Builder

### "PROMOTER" MEANS

<sup>1</sup>["promoter" means a person & includes a partnership firm or a body or association of persons, whether registered or not] who constructs or causes to be constructed a block or building of flats <sup>2</sup>[or apartments] for the purpose of selling some or all of them to other persons or to a company, co-operative society or other association of persons and includes his assignees; and where the person who builds and the person who sells are different persons the term includes both;

#### **AMENDMENT IN MOFA IN 2008- PURPOSE**

1.To provide a Competent (Quasi Judicial) Authority in addition to existing Legal Remedies.
2. To order & Implement the remedial steps by Competent Authority in the common interest of flat buyers.

U/s 5A of MOFA not below the rank of (D D R)
Dist. Dy.Registrar of Co-op.Soc. as per Notification
Dated. 25-06-08, have been notified to be Competent
Authority for their respective Jurisdiction

### SCRUTINY OF APPLICATION & NOTICES TO PARTIES

- 1. APPEARANCE & NON APPEARANC
- 2. PRODUCTION & INSP. OF DOCUMENTS.
- 3. PARTIES TO FILE RELEVANT DOCUMENTS IN OF THEIR SAY.
- 4. On receipt of reply from Opponent/s, the Applicant to prove his contents and deal with opponents reply.

### PROCEDURE FOR HEARING

- (5) Opponent may file written say on next date.
- (6) No cross examination allowed.
- (7) On receipt of replies, CA may hear oral Arguments of the parties and close the proceedings.
- (8) Within 6 months after making such enquiries, verifying the authenticity of documents and giving sufficient hearing as per law of natural justice to the parties, pass such order as he deems fit.

### JUDGEMENT, ORDER & CERTIFICATE

**SPEAKING ORDER AND CERTIFICATE THAT** 

THE APPLICANT CASE IS A FIT CASE ON

GETTING UNILATERAL CONVEYANCE to be issued by the Competent Authority

### **REGN OF DEEMED CONVEYANCE**

• Prepare Deemed Conveyance deed & GET IT EXECUTED BY COMPETENT AUTHORITY.

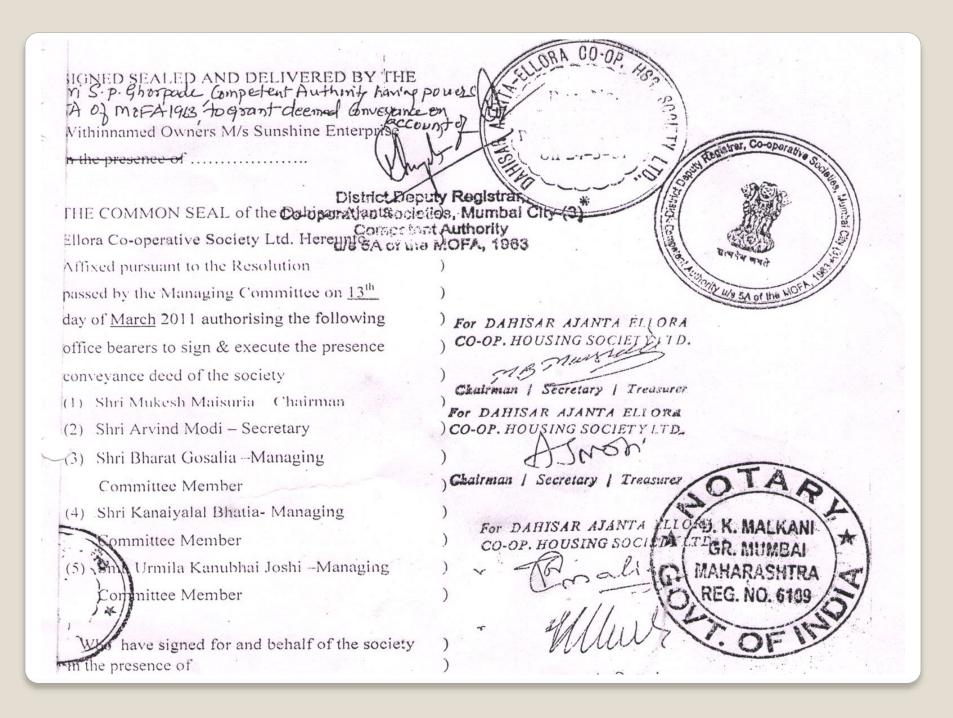
- Send it for adjudication Stamp Duty
- Lodge for Registration with Sub Registrar
- Sub Registrar to issue Show Cause Notice to Builder & Landlord & THEN register the Conveyance deed



### CONVEYANCE DEED

DEED OF CONVEYANCE made at Mumbai this 30 day of mit in the Government of the Govern

o.5. Gupta House, 2<sup>nd</sup> Marine Street, Mumbai 2 (which is the last known address) (which expression shall unless it be repugnant to the context or meaning thereof mean and include its artners or partner for the time being of the said firm the survivor of them and their respective eirs, executors and administrators) hereinafter called "THE OWNERS" of the ONE PART



### **ACTS & RULES APPLICABLE**

- REGISTRATION ACT, 1908 For registration of Conveyance deed
- BOMBAY STAMP ACT, 1958 For Stamp Duty Verification and calculation
- M.C.S. ACT, 1960 under which society is registered
- INCOME TAX ACT, 1961 To Verify Tax Liabilities of the Vendor
- MAH. OWNERSHIP FLATS ACT, 1963- Under which Flats are purchased

#### **ACTS & RULES APPLICABLE**

- ULC- For verifying any violations under the Act
- Criminal Procedure Code / Civil Procedure Code and Consumer Protection Act – For proceeding against the builder
- BMC Development Control Rules, 1991- For Legality of the Building construction.
- LAND REVENUE CODE Where Land Records Order kept
- BYE-LAWS: Applicable to all the societies

#### DEPARTMENT TO BE VISITED

- City Survey Office for Property Card
- Collector of Stamps For Stamp Duty
- Sub Registrar For Registration of Copy
- Assessment Dept- For Change in the Prop. Tax Bill
- Collector office : For N.A. Order
- Revenue Dept: ULC order
- Many more dept on case to case basis

## COMPLETION CERTIFICATE/ OC NOT REQD FOR DEEMED CONVEYACNE:

IN THE HIGH COURT OF JUDICATURE AT BOMBAY CIVIL APPELLATE JURISDICTION WRIT PETITION NO.4943 OF 2013

M/s. S. D. Darekar Developers and Builders, through Partner, Satish Dagdu Darekar & Ors. ....Petitioners.

Versus

The Competent Authority and the District Deputy Registrar and Anr. ...Respondents. Mr. Siddhartha R. Ronghe, advocate for the Petitioner.

CORAM: RANJIT MORE, J.

**DATED**: August 29, 2013.

It is the specific contention of the petitioner before this Court and the Competent Authority that, they are ready and willing to convey property in favour of respondent no.2/society but this was not done for want of completion certificate.

Petitioner in all constructed 46 flats and 18 shops along with four parking spaces, which were sold to various persons. Respondent no.2/Society along with proposal annexed Index-2 extracts of the purchasers of 36 flats situated in the said building.

In these circumstances, it is the petitioner's obligation to execute conveyance in favour of respondent no.2/Society, which is formed by the purchasers of said flats.

In the above facts and circumstances, I am not inclined to interfere with the impugned order in writ jurisdiction of this Court under Article 227 of the Constitution of India.

The Petition is, therefore, dismissed. (RANJIT MORE, J.)

## CASE IN CONSUMER COURT PENDING- STILL YOU CAN APPLY FOR DEEMED CONVEYANCE.

IN THE HIGH COURT OF JUDICATURE AT **BOMBAY** CIVIL APPELLATE JURISDICTION WRIT PETITION NO.5107 OF 2013 The Deonar Avanti Coop **Hsg Scty Ltd.** ...Petitioners Vs. The State of Maharashtra & Ors ...Respondents

- 1. The Petitioner is a Cooperative Housing Society which has applied for deemed conveyance under Section 11(1) of the Maharashtra Ownership of Flats Act, 1963.
- 2. The District Deputy Registrar vide letter dated: 19.1.2013 has informed the Petitioner Society that though the matter regarding deemed conveyance is closed for orders ,he cannot presently pass orders in view of the fact that case No.352 of 2011 filed by the Respondent No.3 herein is pending before the Consumer Court

- 3. Since the proceedings before the District Deputy Registrar are one under Section 11(1) of the MOFA, 1961, the District Deputy Registrar to pass an order on the application in accordance with law dealing with the contentions raised by the parties.
- 4. Needless to state that the letter dated 19.1.2013 would not come either in the way of the Petitioner Society or the other parties at the hearing of the said application.
- 5. The District Deputy Registrar to pass appropriate orders in accordance with law by 3042014. With the aforesaid directions, the Writ Petition is disposed of.

## DEEMED CONVEYANCE IS POSSIBLE, EVEN IF THERE IS BALANCE FSI.

IN THE HIGH COURT OF JUDICATURE AT **BOMBAY** CIVIL APPELLATE JURISDICTION WRIT PETITION NO. 7114 OF 2013 M/s. Bipin Construction Company and Ors.: Petitioners versus State of Maharashtra and Ors.: Respondents The two fold contentions raised on behalf of the Petitioner have been dealt with by the Competent Authority, namely,

- (A) that a joint application for conveyance in respect of two owners could not be filed and
- (B) that there is balance FSI. For the reasons mentioned in the impugned order, the said contentions have been rejected.

In my view, considering the said reasons as also considering the fact that the Society has been

registered in the year 1979 and has been awaiting for conveyance ever since then, the order passed by the Competent Authority having regard to the provisions of Section 10 of the Maharashtra Ownership Flats (Regulation of the Promotion of Construction, Sale, Management and Transfer) Act, 1963 cannot be taken exception to.

No case for interference in the writ jurisdiction of this Court is made out. The Writ Petition is accordingly dismissed.

(R. M. SAVANT, J.)

Disputes raised of open space between the two buildings and FSI thereupon- Still Deemed Conveyance upheld:

# IN THE HIGH COURT OF JUDICATURE AT BOMBAY CIVIL APPELLATE JURISDICTION WRIT PETITION NO.2429 OF 2013

Suleman Abdul Razzak Nishandar .. Petitioner Vs.

The State of Maharashtra & Ors. .. Respondents

The learned Counsel for the Petitioner submitted that there is a dispute between the developer and the society as regards the area to be conveyed to the Society and more particularly as regards the open space between the two buildings and FSI thereupon.

4. The Competent authority has considered the said submission. The Competent authority came to the conclusion that the Petitioner did not complete his obligations under Section 3(2)m & Section 4(1A)(6) Section 4(2)of the Act. The Competent authority held that the Petitioner-developer was under obligation to finalize the building plans as well as specify the open area before selling the flats..

The Competent authority held that since in the plan the open area has been designated as the common area, the Petitioner at this stage cannot raise a dispute and stall the conveyance in favor of Respondent No.3.

There is no perversity in this finding. The Petitioner was under the mandate to perform his obligations under the Act and having failed to do so, he cannot oppose the registration of the Society and oppose the conveyance in favor of the society. The Competent authority has kept the issue as regards the right to the open area to be agitated before the appropriate forum. In view thereof, no interference is warranted in the impugned order.

5. Writ Petition is accordingly rejected.

# REGISTRATION ACT - 1908

# REGISTRATION OF DOCUMENT / DEED OF CONVEYANCE

- As per Section 17 of the Act a document executed in connection with immovable property and if the value of the property is more than Rs. 100/-, shall be compulsorily registered.
- The time limit granted for registration of the document in normal course is four months from the date of execution of the document.
- If the document could not be registered within the time limit granted for registration, such

# REGISTRATION OF DOCUMENT / DEED OF CONVEYANCE

documents can be presented for registration in delayed period.

- The Act provides to accept the document for registration during the first four months of the delayed period.
- In the event of the Deemed Conveyance, the Sub Registrar is empowered to issue show cause notices to the Opponents as to why the document should not be registered.

## REGISTRATION OF DOCUMENT / DEED OF CONVEYANCE

- The Sub Registrar is empowered to levy penalty not exceeding 10 times of the registration fees as the penalty.
- Upon completion of the registration, obtain the original deed of conveyance and index II of the document



### Co-op Enterprises & Co-op Stakeholders

Let us be Partner in Nation Building

Adv. Naresh Pai -