

**ELECTRONICS CORPORATION OF TAMILNADU LIMITED
CHENNAI – 600 035**

O/o No. 04/2023

Date: 12.05.2023

OFFICE ORDER

Sub : ELCOT IT Parks - Policy On Change in Management and Transfer of Lease Hold Rights – Reg.

Ref : Minutes of the Board Meeting Held on 13.04.2023.

The Board of ELCOT at its meeting held on 13.04.2023, reviewed the policy of Change in Management and Transfer of Lease Hold Rights:

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% of shares in the new transferee unit, the same will be construed as change in Management / Transfer of Leasehold rights.

Whenever there is a change in Management / Transfer of Leasehold rights as described above, the transfer fee is applicable as per below table.

S. No.	CLASSIFICATION	APPLICABLE TRANSFER FEE
1.	Units not commenced commercial production	100% of differential land cost
2.	Units functioning for more than 5 years from the date of commencement of commercial production	10% of differential land cost
3.	Units functioning less than 5 years from the date of commencement of commercial production	20% of differential land 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.	Sale of assets by Official Liquidator/ Court /NCLT	Nil

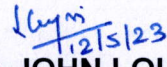
S. No.	CLASSIFICATION	APPLICABLE TRANSFER FEE
7.	Sale of assets by the Banks/ FI/Listed NBFC/ ARC, where NOC was issued for mortgaging the lease hold rights of allotted plots	Nil
8.	Sales of assets by the Banks / FI/ Listed NBFC/ ARC, where NOC was not issued for mortgaging the lease hold rights of allotted plots	10% of differential land cost
9.	Joint venture companies of TIDCO/ TIDEL/ELCOT/ other Government Agencies and the change in shareholding approved by the respective Boards' of the Government Agencies	Nil
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 or of spouse of individual 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.

If ELCOT decides that due to the reasons mentioned above that entering into fresh Lease Deed is necessary, in that case the new Allottee has to enter into fresh Lease with ELCOT for the remaining period of the original Lease Deed.

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.

This order comes into effect from 13.04.2023.


(A. JOHN LOUIS)
MANAGING DIRECTOR (FAC)

To
All HODs
All Administrative Officers
MD's Table
ED's Table