Government of Karnataka

No.RD 27 LRM 84

Karnataka Government Secretariat, Vidhana Soudha, Bangalore, dated: 9-4-1984

## Circular

Sub: - Land Reforms - fixation of annuity in respect of premia payable by the ex-Tenants for the occupancy rights confirmed under Land Reforms Act - Levy of interest - clarification reg.

A doubt has been raised as to whether interest is to be charged on the entire premium amount including the first instalment of Rs. 2,000/- (in case where the premium exceeds Rs.2,000/-) and below, if such first instalment is not paid by the tenants at the time of conferring occupancy rights.

The concept of interest is that it is to be charged on any amount which has fallen due but is paid beyond the date due date. No doubt the occupancy certificats are issued to ex-tenants even without payment of the first instalment. This would not take away the responsibility of the beneficiary to pay his first instalment soon thereafter. possible that after getting possession of the ex-tenanted land and also the occupancy certificates thereon, the beneficiary may conveniently delay the payment of first instalment. This defeats the purpose of concessions extended under the Act.

Keeping all these factors in view, it is hereby clarified that interest is to be charged on all instalments, including the first instalment, if such payments are made after getting occupancy certificates.

> Spl. Officer for Land Reforms & Exofficio Under Secy. to Govt. Rev. Dept.

All the Divisional Commissioners of the divisions.

All the Deputy Commiss ioners of the Districts.

All the Spl. Deputy Commissioners of the districts.

All the Assistant Commissioners of the Sub-Divisions.

All the Tahsildars of the taluks.

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