

STRATAGE UPDATES



STRATAGE
LAW PARTNERS

Self-redevelopment by cooperative housing societies gets a boost, as Maharashtra announces stamp duty concessions for society members

The Revenue and Forest Department, Government of Maharashtra has, vide Government Circular No. Stamp-2022/P.No.617/M-1(Policy) dated July 14, 2023 (**‘Circular’**), with the objective of *encouraging self-redevelopment* by cooperative housing societies registered in the State, *granted stamp duty concession* on premises to be received free of charge by bonafide members of cooperative housing societies in such redevelopment projects.

The Circular, which came into effect from July 14, 2023, *inter-alia* states that:

- members of registered cooperative housing societies *entitled to receive free of charge area* in the redevelopment project, in lieu of surrender of their original flats / shops, would only be required to *pay a reduced stamp duty of Rs. 1000/- on their agreements*;
- members who wish to *purchase additional area*, in addition to their free of charge area entitlement in the redevelopment project, shall *pay stamp duty on such additional area, as per the provisions of the Maharashtra Stamp Act, 1958*;
- purchasers of *free sale flats in the redevelopment project would not be entitled to any stamp duty concession* under this Circular; and
- *no refund or benefit* under this Circular would be given to any entity who has already paid stamp duty *prior to the date of this Circular*.

The aforementioned was notified vide Government Circular dated July 14, 2023 ([available here](#))

This Update is meant for general information and shall not be deemed to be a legal advice or opinion. This Update is neither intended to be an advertisement or solicitation.

Communications: Contact@stratage.in

Copyright 2023 © Stratage Law Partners.

All rights reserved.