EXTENSION POLICY:

Sites allotted by the Authority are to be constructed by the allottee with in a period of three years from the date of possession of land. However this period can be extended by the Estate officer not exceeding 12 years on the written request of the allottee subject to payment of extension fee as fixed by the Government from time to time. Present rates fixed by the Government are as under:

(Fee for residential, commercial, industrial land and the land allotted to institutions, housing societies and private builders).

Number of years from which fee is to be charged	Residential	Commercial	Land allotted to the institutions, housing societies, private builders and for industrial purposes.
4th year	2% of the allotment price, fixed by the Authority at the time of extension.	2% of the auction price/ allotment price.	2% of the allotment price, fixed by the Authority at the time of extension or auction price.
5th year	2%. of the allotment price, fixed by the Authority at the time of extension.	2% of the auction price/ allotment price.	2% of the allotment price, fixed by the Authority at the time of extension or auction price.
6the year	2.5% of the allotment price, fixed by Authority at the time of extension.	2.5% of the auction price/ allotment price.	2.5% of the allotment price, fixed by the Authority at the time of extension or auction price.
7th year	2.5% of the allotment price, fixed by Authority at the time of extension.	2.5% of the auction price/ allotment price.	2.5% of the allotment price, fixed by the Authority at the time of extension or auction price.
8th year	2.5% of the allotment price, fixed by the Authority at the time of extension.	2.5% of the auction price/ allotment price.	2.5% of the allotment price, fixed by the Authority at the time of extension or auction price.

9th year	3% of the allotment price, fixed by the Authority at the time of extension.	3% of the auction price/ allotment price.	3% of the allotment price, fixed by the Authority at the time of extension or auction price.
10th year	3% of the allotment price, fixed by Authority at the time of extension.	3% of the auction price/ allotment price.	3% of the allotment price, fixed by the Authority at the time of extension or auction price.
11th year	3.5% of the allotment price, fixed by the Authority at the time of extension.	3.5% of the auction price/ allotment price.	3.5% of the allotment price, fixed by the Authority at the time of extension or auction price.
12th year	3.5% of the allotment price, fixed by the Authority at the time of extension.	3.5% of the auction price/ allotment price.	3.5% of the allotment price, fixed by the Authority at the time of extension or auction price.
13th year	4% of the allotment price, fixed by the Authority at the time of extension.	4% of the auction price/ allotment price.	4% of the allotment price, fixed by the Authority at the time of extension or auction price.
14th year	4% of the allotment price, fixed by the Authority at the time of extension.	4% of the auction price/ allotment price.	4% of the allotment price, fixed by the Authority at the time of extension or auction price.
15th year	4% of the allotment price, fixed by the Authority at the time of extension.	4% of the auction price/ allotment price.	4% of the allotment price, fixed by the Authority at the time of extension or auction price.

(2) The fee for the period of extension shall be paid by the transferee within a period of thirty days from the date of the order, made with regard thereto by the Estate Officer;

Provided that the period of thirty days may be extended by the Chief Administrator, if he is satisfied on the request of the transferee upto the period of six months from the date of request, failing which the transferee shall have to pay such penal interest, as may be determined by the Authority.

(3) The fee, as specified in sub-rule (1), shall be charged half yearly commencing from the 1st day of January to 30th June, and from the 1st day of July to 31st December of the relevant year.

(4) No fee shall be charged for extending the period of construction, if the land is allotted to any department of the State Government or the Central Government or any public sector undertaking of the State Government or the Central Government.

(5) Notwithstanding any thing contained in sub-rule (1), after the commencement of the Punjab Regional and Town Planning and Development (General) Amendment Rules, 2009, the Estate Officer in those cases, where the period of fifteen years (i.e. three years after the possession and twelve years after the extension) has already expired, may extend the period of construction for one year on payment of such fee, as may be determined by the State Government in this regard in respect of any class or category of cases.

(6) The period during which the serving soldiers and officers of the Armed Forces remained posted at non family stations, the fee shall be waived of after due consideration in the case of residential lands by the Chief Administrator or any other officer, authorized by him for the purpose of constructing building on those lands.

(7) The cases of legal heirs of the deceased, war widows, next kin of police and Para-military forces killed in action, allottees suffering from diseases due to which they were not capable to carry out construction within the stipulated period, and the cases of officers or officials of the State Government and Public Sector Undertakings of the State Government, who were required to serve outside the State of Punjab in accordance with their service conditions, shall be considered for waiving of extension fee only for residential lands by the Chief Administrator or any other officer authorized by him.

(8) The cases of the charitable institutions who work for the welfare of Society and are exempted from Income Tax (except institutions to whom land is allotted for educational and hospital purposes) shall be considered by the Authority or its Committee for waiving of extension fee upto 80% with reasons to be recorded in writing.

(Govt notification no:1/149/86-4hg1/1759 dated 9-06-2010, 1/149/1986-4hg1/3315 dated 19-10-2010 and 1/149/1986-4hg1/1660 dated 31-05-2011)