

BEFORE TELANGANA REAL ESTATE REGULATORY AUTHORITY

[Under the Real Estate (Regulation and Development) Act, 2016]

Complaint No. 623 of 2025

25th August, 2026

Quorum: **Sri Laxmi Narayana Jannu, Hon'ble Member**
Sri K. Srinivasa Rao, Hon'ble Member

Between:

Pydi Rajendra Allanki

*(Flat No. 112, Sonata Apartments, B-Block,
GHMC Lane No. 11 (Old Lane No. 5),
Opp. Durgabai Deshmukh Hospital,
Vidyanagar, Hyderabad - 500044, Telangana)*

...Complainant

Versus

M/s. Vasavi Realtors LLP,

Rep. by Vijay Kumar Yerram,
*(4th Floor, Vasavi Corporate Building, Amrutha Valley Apartments,
Road No. 12, Banjara Hills, Hyderabad, Telangana - 500034)*

... Respondent

The present complaint filed by the Complainant detailed hereinabove came up for hearing before this Authority in the presence of the Complainant and the learned counsel for the Respondent, Sri D. Madhav Rao and upon hearing the submissions of both the parties, this Authority proceeds to pass the following **ORDER**:

2. The present Complaint has been filed by the Complainant under Section 31 of the Real Estate (Regulation & Development) Act, 2016 (hereinafter referred to as the "RE(R&D) Act") read with Rule 34(1) of the Telangana Real Estate (Regulation and Development) Rules, 2017 (hereinafter referred to as the "Rules") seeking appropriate relief(s) against the Respondent.

A. Brief facts of the case as stated by the Complainant in Form M:

3. The Complainant submitted that he entered into an Agreement of Sale dt: 03.07.2021 with the Respondent, for purchase of Flat No. W-50307, 3rd Floor, Tower-05, admeasuring 2240 sq. ft., together with two car parking spaces, in the project namely "Vasavi Lake City West", situated at Hafeezpet, bearing RERA Registration No. P02500001819. The Complainant stated that the subject flat was purchased in July 2021 and, as per the Agreement of Sale, the Respondent undertook to hand over possession in August 2023, with a grace period

of six months. The Complainant further submitted that the semi-finished subject flat was registered in his favour vide Document No. 1678 dated 29.01.2024.

4. The Complainant further submitted that he paid a sum of Rs.1,12,48,000/- towards the subject flat and Rs.16,08,128/- towards stamp duty, GST, corpus fund and advance maintenance for two years. Despite receipt of the aforesaid amounts, the Respondent failed to complete the construction and hand over possession within the agreed timeline. According to the Complainant, there was no significant progress in the project between 2021 and 2025 and the Respondent repeatedly provided revised tower-wise completion and handover dates, none of which were adhered to. The Complainant further alleged that no clear work schedule or transparent information regarding the pending works and actual status of completion was provided despite repeated visits and follow-ups.

5. The Complainant further submitted that since August 2023, the Respondent has repeatedly revised the handover timeline every four to five months without providing any valid justification. Despite repeated approaches by the allottees, the Respondent allegedly failed to provide regular updates or a definite timeline for completion and possession. The Complainant also stated that insufficient labour was deployed at the project site, resulting in slow and inconsistent progress. According to the Complainant, although the structural work has been completed, substantial internal and common-area works remain pending, including bathroom fittings, water and sewage connections, electricity meters, fire safety systems, staircases, lobbies, corridors, parking areas and driveways, besides several promised amenities including the clubhouse, play areas, open spaces, sports areas and garden.

6. The Complainant submitted that the prolonged delay and repeated extension of the possession timeline have caused him and his family substantial financial loss, mental and emotional distress and disruption of their life and financial planning. Despite having made the payments towards the subject flat, the Complainant has been unable to shift to his own residence within the promised timeline. The Complainant further alleged that the Respondent has been taking unilateral decisions regarding extension of the possession date without adequately informing the allottees and has failed to provide an effective grievance redressal mechanism, thereby causing continued uncertainty and hardship to the Complainant and his family.

B. Relief(s) sought:

7. In view of the facts mentioned above, the Complainant have sought for the following reliefs:

- a) *To direct the Respondent to adhere to the latest committed possession date of February 2026 without any further extension and expedite all pending works to ensure completion and handing over of possession within the said timeline, and to take appropriate action and impose penalties under the RE(R&D) Act in the event of any further delay.*
- b) *To direct the Respondent to pay interest at the rate of 12% on the entire amount invested by the Complainant from the original promised possession date of August 2023 until actual handing over of possession, and to pay appropriate compensation for the financial loss and mental distress caused due to the delay.*
- c) *To direct the Respondent to pay appropriate compensation for the financial loss and mental distress caused to the Complainant due to the unjustified delay in handing over possession of the subject flat.*
- d) *To direct the Respondent to take full responsibility for the repeated delays and misleading commitments and issue a written public statement explaining the reasons for the delay and confirming its accountability, and in the event of non-compliance, to initiate appropriate legal action, impose penalties and blacklist the Respondent under the RE(R&D) Act.*

C. Counter filed by the Respondent:

8. The Respondent contended that the complaint is not maintainable as the Complainant neither invoked the dispute resolution mechanism under the Agreement of Sale nor issued a prior legal notice. The Respondent also alleged suppression of material facts and denied liability.

9. The Respondent attributed the delay in completion of the project to the COVID-19 pandemic, particularly the large-scale migration of labourers and other consequential factors affecting construction. It further contended that the allegations in the complaint are baseless, unsupported by evidence, and intended only to harass the Respondent and seek unwarranted relief.

10. The Respondent further contended that the complaint is false, without any legal or factual basis, and liable to be dismissed. It submitted that every effort is being made to complete the project and hand over possession of the flats to all allottees, irrespective of the filing of the present complaint.

D. Rejoinder filed by the Complainant:

11. The Complainant, in their rejoinder, denied the allegations and averments made in the counter filed by the Respondent and contended that the Respondent had neither provided a firm timeline for completion of the project nor obtained the Occupancy Certificate (OC) or made a lawful offer of possession, thereby attracting the provisions of Section 18 of the Real Estate (Regulation and Development) Act, 2016.

D. Points for Consideration:

12. Upon a careful perusal of the record and the submissions advanced by both parties, oral as well as written, this Authority is of the view that the following issues arise for determination in the present complaint:

- I. Whether the present complaint is maintainable before this Authority?
- II. Whether the Complainant is entitled to the reliefs as prayed for?

E. Observations of the Authority:

13. The present complaint arises from the same project Vasavi “Lake City West” (RERA Reg. No. P02500001819) developed by the very same Respondent in respect of which this Authority has already rendered a detailed order in Complaint No. 134 of 2025 (Raju Burnwal & Anr. v. M/s. Vasavi Realtors LLP, dated 02.09.2025). In that order, this Authority examined, at length, all the material contentions raised by this Respondent including maintainability, the Covid-19 force majeure plea, the effect of regulatory extensions of registration, the Respondent's unilateral revision of possession timelines, and the allottee's entitlement under Section 18 of the RE(R&D) Act, and returned clear and considered findings on each of the contentions. As the facts, contentions, and legal issues in the present complaint in all material respects, identical to those already adjudicated, this Authority finds no reason to depart from the reasoning set out in that order. The findings therein are adopted and applied in their entirety to the present case as well.

14. Accordingly, the objection as to maintainability is rejected. The dispute resolution clause in the Agreement of Sale is merely directory and cannot curtail the statutory remedies available under the RE(R&D) Act, as held in Complaint No. 134 of 2025.

15. On the merits, the record shows that the Respondent executed the Sale Deed was executed on 29.01.2024, well after the Covid-19 pandemic had substantially subsided with a specific, having consciously undertaken this commitment with full knowledge of prevailing conditions, the Respondent cannot now invoke Covid-19 as a retrospective force majeure defence. As established in Complaint No. 134 of 2025, such reliance is wholly untenable and amounts to giving false assurances with mala fide intent.

16. Similarly, the regulatory extensions of RERA registration obtained by the Respondent, and any revised possession timelines uploaded on the TG RERA portal, do not bind the Complainant and cannot dilute their contractual and statutory rights. As held in Complaint No. 134 of 2025, following the Bombay High Court in Neelkamal Realtors Suburban Pvt. Ltd. v. Union of India [2017 SCC OnLine Bom 9302], the date of possession as stipulated in the Agreement of Sale shall prevail.

17. This Authority observes that the Agreement of Sale executed between the parties on 03.07.2021 specifically stipulated that possession of the subject flat was to be handed over on or before 31.08.2023. Though the Sale Deed came to be executed subsequently on 29.01.2024, the same cannot, by itself, be construed as delivery of lawful possession, particularly when the Respondent admittedly continued construction of the project and the Occupancy Certificate had not been obtained. The execution of the Sale Deed merely evidences transfer of title and does not extinguish the Respondent's contractual obligation to deliver lawful possession in terms of the Agreement of Sale. Accordingly, the Respondent's delay is liable to be reckoned from the contractual date of possession stipulated under the Agreement of Sale.

Point II

18. The record establishes that the Complainant has paid the total sale consideration, thereby fulfilling his contractual obligations. This aspect is neither denied nor disputed by the Respondent, while it remains undisputed that possession has not yet been handed over to the Complainant. The Respondent's contention that the Complainant bears residual payment arrears cannot afford it any shield, as held by the Hon'ble Supreme Court and affirmed by this

Authority in the order in Complaint No. 134 of 2025, wherein it was held that a promoter in default cannot attribute its own breach to the allottee to avoid liability.

19. In view of the above, this Authority holds that the Respondent is in clear breach of both its contractual obligations under the said Sale Deed and its statutory obligations under Section 11(4)(a) of the RE(R&D) Act. The Complainant, having chosen to remain in the project, is entitled as a matter of statutory right under the proviso to Section 18(1) of the RE(R&D) Act to interest for every month of delay from 01.03.2024 (i.e., the day following expiry of the agreed possession date of 31.08.2023) until actual handing over of lawful possession. Insofar as compensation for mental agony, financial loss, and any assured compensation amounts promised by the Respondent is concerned, the Complainant is at liberty to pursue such relief before the Adjudicating Officer under Section 71 of the Act by filing Form 'N'.

20. This Authority takes note, with grave concern, that over fifty complaints have already been received against this same Respondent arising from the same project. Such a systemic pattern of default, repeated false assurances, and disregard for the statutory framework strikes at the very foundation of homebuyer confidence. The RE(R&D) Act was enacted as a beneficial legislation to protect innocent homebuyers, and this Respondent's conduct is in gross derogation of that mandate. Any further default, non-compliance, or grievance brought by allottees will invite proceedings under Section 63 of the RE(R&D) Act, 2016.

F. Directions of the Authority:

21. In view of the findings and observations recorded hereinabove, this Authority proceeds to issue the following directions:

- a) The preliminary objection raised by the Respondent regarding the maintainability of the Complaint on account of the Dispute Resolution Clause in the Agreement of Sale stands rejected. The complaint is maintainable before this Authority.
- b) The Respondent's reliance on the Covid-19 pandemic as a ground of force majeure is held untenable.
- c) The extension of registration taken by this Respondent cannot dilute the contractual rights of the Complainant under the Sale Deed. The date of possession as stipulated in the Agreement shall prevail.

d) The Respondent is held liable for failure to hand over possession of the subject flat by the agreed date i.e., 31.08.2023, with a grace period of six months.

e) The Complainant is entitled to interest at the rate of 10.70% per annum (being SBI MCLR + 2% as per Rule 15 of the TG RE(R&D) Rules, 2017), computed on the amounts actually paid by the Complainant, with effect from 01.03.2024 until actual handing over of lawful possession. The exact computation shall be subject to verification of such payments by the Respondent at the stage of effecting payment. The Respondent shall pay the arrears accrued up to the date of this Order within sixty (60) days, and shall thereafter continue to pay the accruing interest on a monthly basis, on or before the 10th day of each succeeding month, until possession is delivered.

f) Insofar as compensation is concerned, the Complainant is at liberty to pursue appropriate proceedings before the Learned Adjudicating Officer under “Form N”.

g) The Respondent is hereby directed to complete the project forthwith and hand over possession to the Complainant within the statutory timelines.

22. Having regard to the repeated defaults and the large number of complaints already pending against this Respondent in the same project, this Authority sternly warns the Respondent that any further delay, non-compliance, or grievance brought to notice by allottees shall attract section 63 of the RE(R&D) Act, 2016.

23. The Complaint is accordingly allowed in part, in terms of the above directions.

24. Failure to comply with above said directions by the Respondent shall attract penalty in accordance with Section 63 of the RE (R&D) Act, 2016.

25. As a result, the Complaint is disposed of accordingly. No order as to costs.

Sd/-
Sri. K. Srinivasa Rao,
Hon'ble Member,
TG RERA

Sd/-
Sri. Laxmi Narayana Jannu,
Hon'ble Member,
TG RERA