



Biological E. Limited

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Status Report submitted by the Government of Andhra Pradesh is too clear and obvious that major part of the land in Azamabad Industrial Estate is properly put to use by various lessees. The Act after the amendments, does not give any power to the competent Authority to terminate leases of particularly Category - I lessees.

In so far as our company is concerned, the Government categorised us as Category I lessee under the Status Report submitted to the Apex Court on 2-5-1995. According to the classification made by the government, the Category I lessees are those who are :

- (a) The original allottees and
- (b) engaged in the industrial activity as per the terms and conditions of lease
- (c) not in breach of any other terms of lease.

It is also relevant to mention here that the lease deed dated 30th January, 1960 also did not contemplate any provisions for altering the terms and conditions of lease including the enhancement of the premium / quit rents during the continuance / operation of the lease. Therefore, when there has been no breach / violation of any of the terms and conditions of the lease, it is requested that the operation of the lease shall be allowed without any hindrance / interruption. We have hardly completed 42 years of the lease period out of 99 years agreed under the lease deed dated 30th January, 1960.

The above referred Demand notice has been unilaterally issued by the government without giving an opportunity to us. Section 3 of the Act, after the amendment contemplates due enquiry before cancellation of leases on the grounds specified in clause B. Thus the amendment has provided for enquiry and subsequent consequences will follow from the appointed date. It is most unfortunate that while the law has provided

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