

# MINISTRY OF HOUSING AND LANDS

## **Guidelines on Application for 50% Reduction in rental for Hotels under reconstruction/renovation**

1. Section 8 Part 2 of the Second Schedule of the State Lands Act provides that where a hotel suspends its operation for purposes of renovation or reconstruction, the annual rental shall be reduced by 50% provided that:
  - (a) the hotel had opted for a lease granted under the said Act;
  - (b) the renovation or reconstruction starts at any time during the period 01 January 2013 to 30 June 2018;
  - (c) the employment and period of service of all the employees of the hotel in respect of the period of renovation or reconstruction are safeguarded and preserved by the hotel; and
  - (d) the reduction of the annual rental shall not exceed a period of 12 months.
2. A Lessee who intends to take advantage of the scheme should make an application to this Ministry on the application form available on the website of this Ministry (<http://housing.govmu.org>).
3. The following documents should be submitted in three copies along with the application form:
  - (i) In case of a company, copy of resolution;
  - (ii) Artistic impressions;
  - (iii) Plan showing modification of architectural design;
  - (iv) In case of reconstruction, copy of new master plan (if any); and
  - (v) In case of reconstruction, copy of layout plans.
4. Application should be made by the lessee at least **two (2) months prior** to planned closure. In case of force majeure, consideration may be given to reducing/waiving the two months' timeframe.
5. The duly filled in application form together with all supporting documents **(in 3 copies)** should be sent to this ministry at the following address.

**Permanent Secretary  
Ministry of Housing and Lands  
Ebene Tower, Plot 52  
Ebene, Cybercity**