Subcommittee on Land (Compulsory Sale for Redevelopment) (Specification of Lower Percentage) Notice

List of follow-up actions arising from the discussion at the meeting on 4 March 2010

At the meeting on 4 March 2010, the Administration was requested to provide written response to the following concern/suggestion raised by members at the meeting:

Consider setting the application threshold for the first class of lot (i.e. lot with units each of which accounted for more than 10% of the undivided shares in the lot) at a percentage, say 80%, of the total existing use value (EUV which should have reflected the market value) of the lot, so as to address members' concern raised about the situation where the EUV sum of 80% of the undivided shares in the lot could be less than 80% of the total EUV of the lot, given owner(s) of the upper floor units of a building holding 80% or more of the undivided shares of the lot might take advantage of the owner of an un-acquired street level shop, of which the EUV and its undivided shares in the lot were out of proportion, by applying for a compulsory sale order of the lot.

Council Business Division 1
<u>Legislative Council Secretariat</u>
5 March 2010