



## **The Property Development Scheme (PDS)**



# **GUIDELINES**

April 2024

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## PREFACE

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*This publication contains guidance for promoters who want to develop a project under the Property Development Scheme (PDS). These guidelines are based on provisions of the Economic Development Board Act 2017 and the Economic Development Board (Property Development Scheme) Regulations 2015, as amended and are designed to provide information and assist in decision-making. They are neither intended to replace the provisions of the laws and should not be construed as one nor should they be interpreted as prescribing an exclusive course of management.*

*Whilst care has been taken to ensure that the information provided herein is accurate and correct, at the time of publication, users of this publication are advised to seek guidance from the Economic Development Board in case of uncertainty or ambiguity encountered in reading. The Economic Development Board shall, in no circumstances whatsoever, be held liable to any person arising from use of information contained herein.*

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# A. BACKGROUND

## General Objective

This set of guidelines aims to:

- 1) define procedures required to be followed by promoters in line with requirements under the Property Development Scheme (PDS);
- 2) provide a comprehensive and user-friendly guide and reference document to assist investors to submit projects under the scheme;
- 3) avoid any misunderstanding in the interpretation, application or implementation of agreed procedures, rulings and regulations and ensure that the implementation of all PDS projects is always in pursuance of and are consistent with the PDS Regulations.

More specifically, this set of guidelines shall:

- 4) facilitate the submission and processing of applications for new projects through a clear, streamlined and more transparent project development, evaluation, approval and implementation process; and
- 5) ensure the application of the provisions of the Economic Development Board Act and the Economic Development Board (Property Development Scheme) Regulations 2015, as amended.

## Definition of terms

For purposes of these guidelines, the terms and phrases used herein shall be understood to mean as follows:

- 2.1 Architect – a person registered under the Professional Architects' Council Act.
- 2.2 Bank guarantee - An indemnity letter in which a bank in Mauritius commits itself to pay a certain sum if the PDS Company fails to perform as per the terms and conditions.
- 2.3 Economic Development Board – Statutory body established under the Economic Development Board Act that issues the PDS Certificate.
- 2.4 Builder – a person who uses his own human and material resources or those of third parties to execute building works.

- 2.5 Building and Land Use Permit – has the same meaning as in the Local Government Act.
- 2.6 Clearance Certificate – a clearance certificate as in the Economic Development Board (Property Development Scheme) Regulations 2015.
- 2.7 Common law partner – means a non-citizen as defined in the Economic Development Board (Property Development Scheme) Regulations 2015.
- 2.8 EIA – EIA is a study that predicts the environmental consequences of a proposed development. It evaluates the expected effects on the natural environment, human health and on property.
- 2.9 Engineer – a professional engineer registered under the Registered Professional Engineers Council Act.
- 2.10 Independent Agent - means an architect or an engineer or a quantity surveyor or a certification body hired by the PDS Company to act as an independent third party for the purpose of the Economic Development Board (Property Development Scheme) Regulations 2015.
- 2.11 Letter of Approval – document issued by the Economic Development Board on approval of a project which lays down the terms and conditions that should be satisfied for the issuance of a PDS Certificate. The Letter of Approval entitles the PDS Company to benefit from exemption from Morcellement Act. The PDS Company can sign a “contrat préliminaire en état future d’achèvement”.
- 2.12 Mauritian Diaspora Scheme - means the Mauritian Diaspora Scheme prescribed under the Economic Development Board Act.
- 2.13 NRF” means the National Resilience Fund established under the Finance and Audit (National Resilience Fund) Regulations 2012
- 2.14 PDS Company – a Company, incorporated under the Companies Act 2001,  
(a) holding a registration certificate and whose PDS project has been approved by the Board; and  
(b) includes a company holding a PDS certificate;
- 2.15 PER - PER is generally meant for assessing projects with lesser environmental impacts to identify the impacts associated with the proposed development and the means of mitigation

- 2.16 Purchaser – any person investing in the acquisition of a residential property under the PDS.
- 2.17 Quantity Surveyor – a person registered under the Professional Quantity Surveyors’ Council Act.
- 2.18 Residence permit – a written permit issued by the Prime Minister’s Office authorizing a non-citizen other than a prohibited non-citizen to enter Mauritius or, to be in Mauritius or to remain in Mauritius. The permit is expressed to be in force for a specified period.

## Legal Basis

The legal basis for these guidelines are the:

- 1) Economic Development Board Act 2017; and
- 2) Economic Development Board (Property Development Scheme) Regulations 2015, as amended.

## B. THE PROPERTY DEVELOPMENT SCHEME (PDS)

### About the scheme

The Property Development Scheme (PDS) allows the development of a mix of residences and the programme is designed to facilitate the acquisition of residential property by non-citizens in Mauritius. The PDS is basically an integrated project with social dimensions for the benefit of the neighbouring community and allows for the development and sale of high standing residential units mainly to foreigners.

The Property Development Scheme provides for the following:

1. **development** of luxurious residential units **on freehold land of an extent of at least 0.4220 hectare (1 arpent)**
2. **high quality public spaces** that helps promote social interaction and a sense of community
3. **high-class leisure, commercial amenities and facilities** intended to enhance the residential units.
4. **day-to-day management services** to residents including security, maintenance, gardening, solid waste disposal and household services.

### Eligibility for acquisition of residential property

The following persons may acquire a residential property from a PDS Company:

- (a) a natural person, whether a citizen of Mauritius, a non-citizen or a member of the Mauritian Diaspora;
- (b) a company incorporated or registered under the Companies Act;
- (c) a sociétéé, where its deed of formation is deposited with the Registrar of Companies;
- (d) a limited partnership under the Limited Partnerships Act;
- (e) a trust, where the trusteeship services are provided by a qualified trustee; or
- (f) Foundation under the Foundations Act.

Note: A qualified global business as defined under the Financial Services Act 2007 holding a Global Business Licence **may** acquire property under the PDS scheme.

## Residential property

A project under the PDS must have at least 6 residential units. The residential properties may be a mix of:

- Luxury villa with attending services and amenities
- Luxury apartment with attending services and amenities
- Penthouse with attending services and amenities
- Other similar properties used, or available for use, as residence with attending services or amenities
- And includes serviced plots of land, being of a maximum extent of 2,100 m<sup>2</sup> each (refer to Section E for more details on the sale of serviced plots)

**Note: The total area of all plots of serviced land for sale does not exceed 25 per cent of the land area planned for the construction of residential properties**

## Extent of residential property

The extent of land in respect of each residential property, other than for an apartment or a penthouse, should not exceed 5,276 m<sup>2</sup> (1A25p), excluding common areas.

## Cost per residential property

There is no restriction on the minimum price for the acquisition of a residential property under PDS.

## Commercial & leisure amenities

Under the Scheme, the promoters must make provisions for setting up of high-class leisure and commercial amenities and facilities intended to enhance the residential units and shall be accessible to the community. Promoters should ensure to promote inclusiveness through high quality public spaces within the development. The commercial/leisure component must be commensurate to the scale of the proposed development.

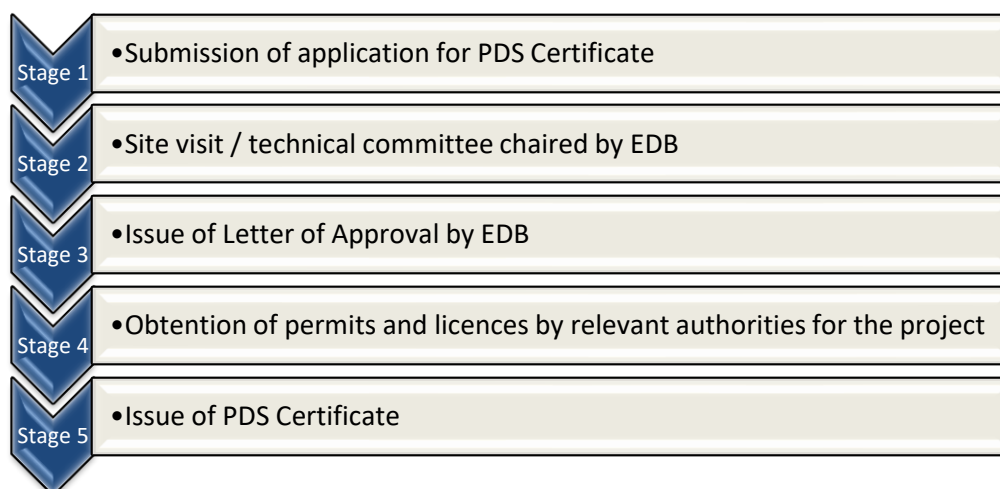


## C.THE PDS CERTIFICATE

### A PDS Certificate

- A PDS certificate issued under the Economic Development Board Act is conclusive evidence that all the requirements of the Act and the Economic Development Board (Property Development Scheme) Regulations 2015 as to an investment project submitted to the Economic Development Board have been complied with. From the date of issue of the certificate, the company is responsible for the development, implementation and management of the PDS project in accordance with the approval granted by the Economic Development Board.
- The Company issued with a PDS Certificate has to implement the project as approved by the Economic Development Board and cannot change the use to which each major part of the integrated area has been approved, without the prior approval of the Economic Development Board.
- In case of substantial change in the ownership or transfer of shares in the Company, issued with a PDS Certificate, which could impact on the control of the company, the PDS Certificate will automatically be considered as null and void.

### Stages to be followed prior to the issue of an PDS Certificate



## Stage 1: Submission of application for PDS Certificate

1. An application for a PDS Certificate must be made to the Chief Executive Officer of the Economic Development Board. The document should be signed by the director of the company making the application. *Where an application is submitted by a third party (e.g. consultant), a Power of Attorney or a mandate letter given by the applicant to the third party must be submitted.*
2. The application should be accompanied by a non-refundable processing fee of MUR 500,000.
3. The duly completed and signed application form must be submitted with the following mandatory documents (submitted in both soft and hard copies):
  - a. **Certificate of Incorporation together with the register of shareholders** – Conclusive evidence issued by the Registrar of Companies that a company is incorporated under the Companies Act 2001 and is a body corporate with the name by which it is registered.
  - b. **A Board resolution/ mandate letter nominating ‘the director’ who will act on behalf of the PDS Company (i.e, the person who is authorised to sign the application form and other documents)**
  - c. **Detailed business plan** containing:-
    - i. Background of promoters and investors
    - ii. Project components and description
    - iii. Proposed date of start of construction
    - iv. Marketing plans
    - v. Detailed financial structure of project (projected cash flow, annual income statement, selling price)
  - d. **Site/location plan by sworn land surveyor and context plan as per Outline Scheme** – Plan showing the exact location of the immovable property
  - e. **Detailed master plan** for the whole project – A document that describes, with a map, the overall development concept.
  - f. **House architecture and drawings** - Drawings showing the artistic impressions of the residential components

- g. **Title Deed** of the present landowner in case the promoter is bringing land as “*apport en capital*” in the project **or**;

**Presale agreement (promesse de vente)** between the present landowner and company making an application for a PDS certificate where there shall be a sale.

- h. **Valuation report** of the subject property where the project shall be implemented – the valuation report has to be prepared by a chartered land valuer or as required by the EDB.
- i. **Documents showing proof of funds** - A bank confirmation or a letter of arrangement that demonstrates that the investor has the ability and funds available for the project.

**In case the PDS company intends to develop a project that comprises the sale of serviced plots of land for residential purposes, the following documents should also be provided:**

- j. A subdivision plan in respect of the land, drawn up in an appropriate scale and be as per Cadastral Survey Act 2011, prepared and signed by a land surveyor, delineating the external boundaries of the land to be divided in accordance with a memorandum of survey under the Land Surveyors Act
- k. The subdivision plan must be accompanied by documents showing:
- (i) the roads required to give access directly or indirectly to any public road as well as any road required for purposes of internal access to all the lots comprised in the project;
  - (ii) the constructional character of the works to be done as well as any connection with existing roads, sewers or other works and the lines and levels of such works, supported by a statement describing generally the works, including the infrastructural works, to be done containing specifications of the foundation, form, thickness and dimensions of the works;
  - (iii) the extent of all lots and green areas
  - (iv) width of proposed roads and road
  - (v) reserve and the kerb radii

(vi) any river, rivulet, feeder, canal or man-made drainage system crossing or adjoining the site indicating the reserve as appropriate as per the Forests and Reserves Act

- I. A full brief of the project together with information on the character of the development (cahier des charges, artistic design of roads, reserves, green areas, house designs, etc).

The EDB reserves the right to request any additional document or information during the determination of the application.

In designing a project, promoters should ensure compliance to the provisions of the National Development Strategy, Planning Policy Guidelines and relevant Outline Planning Schemes.

***Note 1: EDB will not consider PDS projects to be implemented over leasehold land including State Land.***

***Note 2: An application shall be considered as ready for processing by the EDB at the date by which all the information, particulars and documents have been duly submitted and considered as complete by EDB.***

***Note 3: A project under the Scheme will be allowed for development only after assessment by relevant authorities and approval of the Board of the Economic Development Board.***

***Note 4: A project already issued with a PDS Certificate or a Letter of Approval on or before 7 December 2021 and intending to develop and sell serviced plots of land, shall submit the list of documents specified at items (j) and (k) of this section.***

## **Stage 2: Site visit and / or technical committee**

Once the above documents are submitted to EDB, a site visit shall be carried out, whereby promoters may be called upon to make a presentation of their project to relevant Government bodies. The promoters are required to highlight in particular:

- a. Project details, site details and characteristics;
- b. The issues that may hinder the realization of the project;
- c. Areas requiring EDB and other authorities' involvement;

- d. Particulars of how the benefits of the project shall accrue to the neighbouring community

A technical committee may be convened to discuss complex issues that may arise with representatives of relevant public sector agencies and authorities.

### Stage 3: Issue of Letter of Approval

A Letter of Approval is issued to the company making the application for the PDS certificate where:

1. the project meets the criteria of the scheme as stipulated in the Economic Development Board (Property Development Scheme) Regulations 2015 and;
2. the technical committee members have expressed no objection to the project

The Letter of Approval (LOA) is valid for a period of 12 months from the date of the letter. The LOA stipulates all the conditions that should be met for the issue of the PDS Certificate to the company and **may include** the following, inter-alia:

3. a written declaration that the landowner(s) shall retain shareholding in the PDS company at least 1 year after completion of the project;
4. where applicable, obtention of the EIA Licence or PER from the Ministry responsible for Environment, Sustainable Development, Disaster and Beach Management;
5. obtention of the Building and Land Use Permit from the District or Municipal Council;
6. obtention of clearances or permits from relevant authorities which may include the following: Wastewater Management Authority (WMA), Land Drainage Authority (LDA), Water Resources Unit (WRU), Central Water Authority (CWA), Central Electricity Board (CEB), Road Development Authority (RDA) and Traffic Management and Road Safety Unit (TMRSU)
7. a written undertaking to the Economic Development Board that the benefits of the development of the project under the Scheme will accrue to the neighbouring community and to small entrepreneurs generally, in terms of employment and business opportunities.
8. Furnishing a bank guarantee of 50,000 rupees per residential property in favour of the Economic Development Board. This guarantee is to ensure that the PDS Company shall complete the construction works as per implementation plan submitted.

9. Letter from a registered financial institution confirming that it will provide a 'Garantie Financière d'Achèvement' (GFA) for the project for sales made under the provisions of the vente en l'état futur d'achèvement.

**In case of substantial change in the ownership or transfer of shares in the company subsequent to the issue of the letter of approval which could impact on the control of the company, the Letter of Approval would automatically be considered as null and void.**

#### **Stage 4: Obtention of permits and licences & provision of Bank Guarantee**

1. The company will have to apply for and secure the different statutory permits and licenses (viz. Land Conversion Permit, EIA License, Building & Land Use Permit) required for the implementation of the PDS project.
2. The company will have to furnish a bank guarantee of 50, 000 rupees per residential unit (including serviced land) in favour of the Economic Development Board. This guarantee is to ensure that the PDS Company shall complete the construction works as per implementation plan submitted.

#### **Stage 5: Issue of PDS Certificate**

A PDS Certificate is issued after:

- a. Submission to the Economic Development Board of the title deed duly registered and transcribed that witnesses the transfer of land to the company holding the letter of approval for the purposes of the PDS project;
- b. Obtention of the EIA Licence (if applicable) and the Building and Land Use Permit from the District or Municipal council;
- c. Submission of an implementation plan relating to the project(s) with full details including and timeframe for completion;
- d. Letter from a registered financial institution confirming that it will provide a 'Garantie Financière d'Achèvement' (GFA) for the project for sales made under the provisions of the vente en l'état futur d'achèvement;
- e. A bank guarantee of 50,000 rupees per residential property is furnished in favour of the Economic Development Board;

- f. A written undertaking is entered by the promoter with the Economic Development Board that the benefits of the development of the project under the Scheme shall accrue to the neighbouring community and to small entrepreneurs generally, in terms of employment and business opportunities; and

In case of a PDS project comprising the sale of serviced plots of land, the following documents should also be submitted :

- (a) a copy of the Building and Land Use Permit for infrastructure works together with the final layouts and subdivision plans; and
- (b) a bank guarantee in favour of the EDB where the amount deposited by the prospective buyers would be used for financing of the infrastructural works to service the plots of land.

A PDS Certificate is issued subject to the following terms and conditions:

- g. The PDS Company shall at all times be responsible for the execution, promotion, development and the proper implementation of the scheme in accordance with the approval granted by the Economic Development Board.
- h. (a) The PDS Company shall only conduct such business or activity, being business or activity permissible under the laws of Mauritius. Where such business requires any licence, authorization, permission, or consent (however described), the business must not be undertaken until such has been obtained.  
(b) The PDS Company shall keep at its registered address a copy of such business licence/authorization, permission or consent (however described) obtained from any other Authority in relation to the conduct of its activities.
- i. The PDS Company shall forthwith notify the Economic Development Board of any material change from the scheme as approved by the Board.
- j. The PDS Company shall –
  - i. implement the scheme as approved by the Board;
  - ii. not change the use to which each major part of the integrated development area shall be put without the approval of the Board.
- k. The PDS Company shall provide the Chief Executive Officer, **every month, a progress report on:**

- (i) the building works certified by a principal agent; and
  - (ii) the implementation of the scheme.
- I. The PDS Company must appoint an independent quality assurance contractor who shall ensure that
  - i. Construction works conform with standards set out in the contract with the builder and in accordance with the *notice descriptive* required under articles 1601-7 and 1601-29 of the Code Civil Mauricien;
  - ii. At the time of delivery of a residential property to a purchaser, issue a clearance certificate stating that the construction works conform with the standards set out in the contract between the PDS Company and the builder.
- m. The PDS Company shall not sell any residential property under the Scheme unless the person acquiring the residential property has obtained the authorization under the Economic Development Board (Property Development Scheme) Regulations 2015.
- n. The Economic Development Board shall be informed of any change in shareholding structure and the general financial condition of the PDS Company during the entire phase of the implementation of the scheme. Where the PDS Company has delegated, subcontracted or assigned any part of the works required in pursuance to the scheme, the Economic Development Board shall be notified forthwith of such appointments.
- o. The income tax payable by the PDS Company as well as the exemption from income tax on dividends paid to shareholders shall be in accordance with the provisions of the Income Tax Act as amended.
- p. The PDS Company is warned that pursuant to section 39 of the Economic Development Board Act any person who contravenes the Economic Development Board Act and the Economic Development Board (Property Development Scheme) Regulations 2015 shall commit an offence and shall, on conviction, be liable to a fine not exceeding 100,000 rupees and to imprisonment for a term not exceeding 3 years.

## **D. National Resilience Fund (NRF)**

### **National Resilience Fund**



1. Every PDS Company other than a PDS Company carrying out a PDS project relating to senior living, shall, within 1 month from the end of every quarter, contribute to the NRF 200,000 rupees per residential property or per plot of serviced land sold during that quarter.
2. Prior to 20 April 2024, where PDS Companies had set up PDS Social Fund and already committed the funds (PDS Social fund), they may continue to fund the social projects and shall report to the EDB on projects funding at end each quarter.
3. With regard to part (2), any funds which are not used shall be transferred to the NRF.
4. A PDS Company, other than a PDS Company carrying out a PDS Project relating to senior living, shall, every quarter or at such other period as the Economic Development Board may determine, report to the Economic Development Board on any amount remitted to the NRF and the implementation of the projects referred to in paragraph (2).

## E. SALE OF RESIDENTIAL PROPERTY

### Eligibility for acquisition of residential property

The following persons may acquire a residential property from a PDS Company:

- (a) a natural person, whether a citizen of Mauritius, a non-citizen or a member of the Mauritian Diaspora;
- (b) a company incorporated or registered under the Companies Act;
- (c) a sociétéé, where its deed of formation is deposited with the Registrar of Companies;
- (d) a limited partnership under the Limited Partnerships Act;
- (e) a trust, where the trusteeship services are provided by a qualified trustee; or
- (f) Foundation under the Foundations Act.

Note: A qualified global business as defined under the Financial Services Act 2007 holding a Global Business Licence **may** acquire property under the PDS.

An application for an authorisation, under the PDS, for the acquisition of one residential unit shall be accompanied by a non-refundable processing fee of

MUR 25,000 (by either cheque drawn in favour of EDB or bank transfer to EDB account)

## Basis of sale of residential property

1. A residential property under the PDS may be sold either on the basis of a plan, during the construction phase or when the construction is completed.
2. Where the acquisition of an immovable property is made on the basis of a plan or during the construction phase, the contract shall be governed by the provisions of a “*vente en l’état futur d’achèvement (VEFA)*” or “*vente à terme*”, as the case may be, in accordance with the provisions of articles 1601-1 to 1601-45 of the Code Civil Mauricien.
3. A sale for future delivery is the contract by which the seller undertakes to deliver the building on its completion, and the buyer undertakes to take delivery of it and to pay the price of it at the date of delivery. The transfer of ownership is achieved by operation of law by the acknowledgement of the completion of the building through an authentic instrument; it is effective retroactively on the day of the sale.
4. A sale in a future state of completion is the contract by which a seller transfers at once to the buyer his rights in the ground as well as the ownership of the existing structures. The works to come become the property of the buyer as they proceed; the buyer is bound to pay the price of them as the work proceeds.
5. In accordance with the provisions of Article 1601-30 of the Code Civil, the price of a residential unit when sold under “*vente en l’état futur d’achèvement*” is payable in instalments as the work progresses, as follows:
  - a. Upon signing of the deed: 25%
  - b. Upon completion of the foundation works: 10%
  - c. Upon completion of roofed-in phase: 35%
  - d. Upon completion: 25%
  - e. Upon availability of premises: 5%

## Acquisition of residential property

1. Where a residential property is acquired by a non-citizen or a company whose shareholders are non-citizens or a trust whose beneficiaries are non-citizens or the associates of a *societe* are non-citizens, the payment

can be made in US dollars or its equivalent in any other freely convertible foreign currency.

2. A citizen of Mauritius can acquire a residential property and effect payment in Mauritian rupees, or its equivalent in any other freely convertible foreign currency.
3. Where payment shall be effected in currencies other than USD, the Economic Development Board will use the exchange rate at selling price in force on the date of the application to calculate the USD equivalent.
4. Where a residential property is acquired by a non-citizen, the investment in the acquisition of that residential property must be financed by the purchaser from funds outside Mauritius and transferred to Mauritius through any reputable bank listed in the Banking Almanach recognized by the Bank of Mauritius.
5. Where a loan is contracted in Mauritius currency with a bank in Mauritius, the first 500, 000 US dollars must be paid in USD or its equivalent in any other freely convertible foreign currency; and the repayment of the loan must be effected in any freely convertible foreign currency.

## Obligations of the PDS Company

At the time of delivery of the residential property, the Notary Public should require

1. from the builder - a property damage insurance policy in favour of the PDS Company or an eventual purchaser or a subsequent purchaser of a residential property to guarantee for a period of one year from the delivery of the residential property to the PDS Company, the payment of compensation for any property damage due to execution faults or defects which affect the finish works or elements;
2. from the PDS Company, in relation to each residential property, to subscribe:
  - (i) **a property damage insurance policy in favour of eventual or subsequent buyers to guarantee, for a period of 2 years from the date of delivery of the residential property to the purchaser, the payment of compensation for any property damage resulting from faults or defects in non-structural elements or services resulting in the non-compliance with the requirements of a deed of sale in respect of a residential property; and**
  - (ii) **a property damage insurance policy in favour of eventual or subsequent buyers to guarantee, for a period of 10 years from**

the date of delivery of a residential unit to the purchaser, the payment of compensation for any property damage caused to a residential building by faults or defects originating in or affecting the structural elements including the foundation, supports, beams, framework, load-bearing walls, or other structural elements and which could directly jeopardise the building's structural soundness and stability.

## **Sale of serviced land**

A PDS Company may sell plots of serviced land for the construction of residential properties, provided there is no material deviation in the land area allocated for the construction of residential properties as approved by the EDB.

The PDS company, prior to selling plots of serviced land, shall:

1. have sold at least 6 residential properties;
2. have completed the infrastructural works including roads, walls, drains, landscaping and utility services in respect of the area of the serviced land.

### **Approval of a project for sale of serviced land**

A PDS company cannot sell a plot of serviced land unless the project of subdividing the land into several plots of serviced land has been approved by the EDB.

Any funds received from prospective buyers under an agreement to sell shall be deposited in an escrow account managed by a commercial bank or a Notary Public.

The vendor is required to furnish EDB with a bank guarantee equivalent to the estimated value of the infrastructural works to service the plots of land being sold, provided the payments received by the vendor do not exceed the amount covered by the bank guarantee if it intends to enter, after obtention of the no-objection letter referred previously, into an agreement to sell to, or receive any payment or other consideration from, a prospective buyer in respect of any sale of serviced land.

No bank guarantee is required, where a PDS company signs or enter into an agreement to sell (pre-sale agreement/ promesse de vente) provided that the

amount is deposited in an escrow account managed by a commercial bank or a Notary Public.

#### **Projects holders of Letter of Approval.**

A project which has been approved by the EDB under the Scheme and issued with a Letter of Approval, may enter into an agreement (compromis de vente) to sell a plot of serviced land, provided that the amount is deposited in an escrow account managed by a commercial bank or a Notary Public. The PDS company, prior to selling plots of serviced land, shall:

- be issued with a PDS Certificate
- have sold at least 6 residential properties either under VEFA or Vente-a-Terme;
- have completed the infrastructural works including roads, walls, drains, landscaping and utility services in respect of the area of the serviced land.

#### **Completion of infrastructural works**

The EDB shall be informed of completion of all works on site. No deeds of sale shall be signed in respect of the plots of serviced land unless the EDB, after consultation with the relevant authorities, has confirmed the completion of infrastructural works.

#### **Persons who are eligible to acquire serviced plots:**

The following persons may acquire a plot of serviced land from a PDS Company to build an individual house:

- a. **Mauritian citizens** either in his/her own name or through an entity;
- b. Members of **Mauritian Diaspora** registered under the Mauritian Diaspora Scheme.

On or before 30 June 2026, the following non-citizens may acquire **only one plot** of serviced land to build an individual house:

- i. holder of an occupation permit;
- ii. holder of a residence permit as retired non-citizen;
- iii. holder of a residence permit by ownership of a residential property under the Integrated Resort Scheme, Real Estate

Scheme, Invest Hotel Scheme, Property Development Scheme or Smart City Scheme; and

- iv. holder of a permanent residence permit

#### **Obligations of the person acquiring a plot of serviced land**

1. A **Mauritian** or a **member of the Mauritian Diaspora** registered under the Mauritian Diaspora Scheme who has acquired a plot of serviced land has to build a residential property on the land within **a period of 10 years** from the date of its acquisition in accordance with the architectural guidelines issued by the PDS company.
2. A **non-citizen** who has acquired a plot of serviced land has to build a residential property on the land within **a period of 5 years** from the date of its acquisition in accordance with the architectural guidelines issued by the PDS company.
3. The buyer of a serviced plot who is a non-citizen cannot sell or transfer the plot of serviced land he has acquired unless the construction of the residential property is completed on the plot.
4. The buyer of a serviced plot who is a citizen of Mauritius or member of the Mauritian Diaspora, can sell or transfer the plot of serviced land he has acquired. The person acquiring the property, who is a citizen of Mauritius or member of the Mauritian Diaspora, has to complete the construction of the residential property within a period of 10 years from the date of the first acquisition.

#### **Documents to be submitted prior to sale of property**

The PDS Company must submit to EDB after the issue of the PDS Certificate and prior to the sale of any immovable property under the PDS, final specimen copies of the following documents:

- a) “**Contrat de réservation préliminaire a une vente en etat future d’achevement**” – A contract witnessing the reservation made by the applicant with the PDS Company for a specified plot in the PDS project. The contract is governed by the provisions of article 1601-38 of the Code Civil Mauricien.

- b) **“Contrat de vente en état future d’achèvement d’une maison individuelle”** – The contract of sale between the PDS Company and the buyer. This contract is governed by the provisions of the Code Civil Mauricien;
- c) **Guarantee of due completion by way of surety conformably to article 1601-34(b) of the Code Civil Mauricien** – A formal agreement that the PDS company has entered into with a banking institution in Mauritius to ensure the financing and implementation of the villa. The banking institution should be listed on the Banking Almanach recognized by the Bank of Mauritius;
- d) **“Reglement de co-propriete” et “Cahier de Charge”** – These are defined in the sales contract under vente en état future d’achèvement.

## Application to acquire property under PDS

1. A non-citizen, citizen, company, société or trust wishing to acquire property under the scheme shall make an application to the Economic Development Board. The application must be submitted by a PDS Company online to EDB through the Property Acquisition and Management System (<https://pams.edbmauritius.org/>).
2. Every application for the acquisition of property under the PDS together with such information, particulars and documents as specified in this guideline and a non-refundable processing fee of 25,000 rupees must be made through the PDS Company and addressed to the Chief Executive Officer of the Economic Development Board.
3. The non-refundable processing fee of 25,000 rupees must be paid through cheque by the PDS Company and drawn to the order of the Economic Development Board. (The PDS company may pay in advance a sum for a batch of applications)
4. An application shall be considered as ready for processing by the Economic Development Board at the date by which all the information, particulars and documents have been duly submitted and considered as complete by EDB.

**In case of an extension of the validity period of the letter of authorization-** an application should be made to the EDB.

## Screening and Submission of application

1. The PDS Company shall carry out due diligence exercise through a reputable bank for all applications received prior to submission of same to the Economic Development Board. The PDS Company’s bank shall carry a

Know Your Client (KYC) exercise and open a bank account for the client called the “Escrow Account”.

2. The PDS company may sign the “*Contrat de réservation préliminaire a une vente en etat future d’achevement*” for the plot. The contract should be prepared by a Notary public. The potential buyer shall deposit at most 25% of the amount of investment in the acquisition of the property in the bank.
3. The PDS Company shall submit the application to EDB for an authorisation through the online Property Acquisition and Management System, where the required application form must be filled, and the required documents must be uploaded.
4. The documents submitted in the application should include the signed “*Contrat de réservation préliminaire a une vente en etat future d’achevement*” (pre-sale agreement) between the PDS company and the potential buyer (applicant) and the corresponding documents for each type of applicant as further described below:

**I. In the case of a non-citizen (individual):**

- a) Duly authenticated copy of first 5 pages of passport(s);
- b) Duly authenticated birth certificate;
- c) Duly authenticated marriage certificate; (if application is made by husband and wife jointly)
- d) Letter from the bank certifying the KYC exercise for the client.

**II. In the case of a Corporate Applicant (Company):**

- a) Certificate of registration evidencing the company is registered as a foreign company under the Companies Act 2001 or Certificate of incorporation under the Companies Act 2001, as may be the case;
- b) The Business Registration Card;
- c) Register of shareholders, showing the ultimate shareholders of the company;
- d) Certified copies of passport of all the ultimate shareholders
- e) Letter from the bank certifying the KYC exercise for the client



**III. In case of a Trust where the trusteeship services are provided by a qualified trustee**

- a) Evidence from the Financial Services Commission that the trustee is a qualified trustee under the Trust Act 2001;
- b) Trust deed, indicating the ultimate beneficiaries of the trust;
- c) Authenticated copies of passport(s) of the ultimate beneficiary(ies)
- d) Letter from the bank certifying the KYC exercise for the client

**IV. In case of a société where its deed of formation is deposited with the Registrar of Companies**

- a) Evidence of the société having a file number with the Registrar of Companies and deed of formation deposited with the Registrar of Companies
- b) 'Statut' of the Société;
- c) Authenticated copies of passport(s) of the associates;
- d) Letter from the bank certifying the KYC exercise for the client

**V. In case of a foundation where its deed of formation is deposited with the Registrar of Companies**

- a) Evidence of the foundation having a file number with the Registrar of Companies and charter deposited with the Registrar of Companies;
- b) Charter of the foundation, indicating the ultimate beneficiaries;
- c) Authenticated copies of passport(s) of the ultimate beneficiaries;
- d) Letter from the bank certifying the KYC exercise for the client

**VI. In the case of a Citizen of Mauritius:**

- a) Authenticated copy of his/her National Identity card or Passport;
- b) Letter from the bank certifying opening of an escrow account.

**Note: no application for acquisition of immovable property by non-citizens, or citizens, companies, trusts or société shall be considered by the EDB a**

ready for processing if the above documents have not been duly submitted. The EDB reserves the right to require any additional documents or information during the processing of the application.

## Acquisition of property

1. On approval of an application, the EDB shall issue an authorization to the applicant with terms and conditions as may be required to allow for the acquisition of the residential property. The authorisation shall have a validity period of 6 months.
2. The residential property is deemed to be acquired on its registration and payment of the fixed duty of 5% the value of property to the registrar general.
3. The PDS Company must inform EDB by way of a letter addressed to the Chief Executive Officer on registration of the immovable property and submit a certificate from the Notary to the effect that the deed drawn has been duly registered and transcribed.

**Note: The EDB reserves the right to consider any change to the application details after the authorisation has been issued as a new application and thus require the PDS company to submit a new application through the online portal.**

## Residency in Mauritius

1. Pursuant to Regulation 13 of the Economic Development Board (Property Development Scheme) Regulations 2015, a residence permit under the Immigration Act is granted to the non-citizen upon acquisition of a residential property not less than USD 375,000 or its equivalent in any other freely convertible foreign or Mauritian currencies.
2. A non-citizen who acquires a plot of serviced land shall not be eligible to apply for a residence permit unless the construction of a residential property has been completed on that plot.
3. The residence permit granted to the non-citizen remains in force until such time the non-citizen shall hold the residential property under the scheme or where the person nominated by the company's secretary,

director, gerant or qualified trustee, of the entity, as the case may be, informs the Economic Development Board to terminate the residency.

4. The applicant must submit an application for residence permit to the EDB along with relevant duly filled application forms and documents as per prescribed guidelines, in favour of himself/herself and dependents.

5. The application for a residence permit must include the following documents:

**6. For a non-citizen:**

(a) Completed application to enter Mauritius form for a residence permit;

(b) Authenticated copy of the first 5 pages of applicant's passport;

(c) Authenticated copy of the Birth Certificate of applicant;

(d) Certificate of morality dated not more than 6 months dated not more than 6 months from the application date;

(e) Medical certificate to the effect that the applicant is free from any contagious diseases and is in good health dated not more than 6 months from the application date.

(f) If applicant is accompanied by dependents (his spouse or common law partner, his child, stepchild, lawfully adopted child, under the age of 24 years, or above the age of 24 years and who is pursuing full-time education, or a wholly dependent next-of-kin), documentary evidence of relationship, i.e. birth and marriage certificate, copy of the first 5 pages of each dependent's passport, medical certificate of each dependent and morality certificate of spouse and of dependents aged 18 or above.

(g) 2 passport size photographs per applicant.

(h) For a **company** that intends to apply for the status of residence in Mauritius for any shareholder in the company, executive director or chief executive officer of the company:

(i) A board resolution from the company's secretary or director nominating a non-citizen (shareholder, executive director or chief executive officer of the company) to reside in the residential property and be entitled to residence permit.

- (j) The documents requested in paragraph I (a), (b), (c), (d) and (e), must accompany the application for residence permit for the nominee. If nominee is accompanied by dependents, documentary evidence of relationships i.e. birth and marriage certificate, copy of the first 5 pages of each dependent's passport, medical certificate of each dependent and morality certificate of spouse.
- (k) 2 passport size photographs per applicant.
- (l) For a qualified **trustee** that intends to apply for the status of residence in Mauritius for a beneficiary of the **trust** :
- (m) A letter from the qualified trustee nominating a non-citizen (beneficiary of the trust) to reside in the residential property and be entitled to residence permit.
- (n) The documents requested in paragraph I (a), (b), (c), (d) and (e), must accompany the application for residence permit for the nominee. If nominee is accompanied by dependents, documentary evidence of relationships i.e. birth and marriage certificate, copy of the first 5 pages of each dependent's passport, medical certificate of each dependent and morality certificate of spouse.
- (o) For a gérant of a **société** that intends to apply for the status of residence in Mauritius for an active associate of the société:
- (p) A letter from the gérant nominating a non-citizen (active associate of the société) to reside in the residential property and be entitled to residence permit.
- (q) The documents requested in paragraph I (a), (b), (c), (d) and (e), must accompany the application for residence permit for the nominee. If nominee is accompanied by dependents, documentary evidence of relationships i.e. birth and marriage certificate, copy of the first 5 pages of each dependent's passport, medical certificate of each dependent and morality certificate of spouse.

**Note: The company's secretary, director, gerant or qualified trustee, of the entity, as the case may be, may make a nomination not more than once a year.**

## Rental of residential property by a purchaser

1. The owner of a residential property may rent his/her property through the PDS Company holding the PDS Certificate or a service provider appointed by the PDS Company to provide property management services.
2. The PDS Company must inform the Economic Development Board of the service provider that has been appointed.

### **Resale or transfer of residential property by a purchaser**

1. The owner of a residential property is allowed to resell his/her property at no minimum price.
2. Where the owner of a residential property intends to sell or transfer the property, he/she is required within 30 days prior to the sale, give notice in writing thereof to the Chief Executive Officer of EDB. A copy of the notice shall be given to the PDS Company.
3. The sale or transfer of the residential property can only be made to:
  - a. a natural person, whether a citizen of Mauritius, a non-citizen or a member of the Mauritian Diaspora;
  - b. a company incorporated or registered under the Companies Act;
  - c. a société, where its deed of formation is deposited with the Registrar of Companies;
  - d. a limited partnership under the Limited Partnerships Act;
  - e. a trust, where the trusteeship services are provided by a qualified trustee; or
  - f. a Foundation under the Foundations Act.

The person acquiring the residential property is required to submit an application as per these guidelines. The application must be accompanied by an attestation of opening a bank account through which money for payment shall be transferred and a non-refundable fee of 25, 000 rupees paid by mode of a cheque drawn to the order of the Economic Development Board or by bank transfer.

The applicant must inform EDB by way of a letter addressed to the Chief Executive Officer on registration of the immovable property and submit a certificate from the Notary to the effect that the deed drawn has been duly registered and transcribed.

## F. DUTY AND TAXES

Duty and taxes on acquisition of land for PDS project	
Duty	Rates
<b>Land Transfer tax for property</b> (payable by the seller of land on the value of the property)	5% of the value of the property
<b>Registration duty</b> (payable by the company intending to do the PDS project on the value of the property)	5% of the value of the property

Duty and taxes on acquisition of residential property by purchaser from a PDS Company	
Duty	Rates
<b>Land Transfer tax</b> (payable by the PDS Company at the time of registration)	5% of the value of the property
<b>Registration duty</b> (payable by the purchaser at the time of registration)	5% of the value of the property
No duty and taxes shall be payable on a deed witnessing the transfer of residential property to a person holder of a registration certificate under the Mauritian Diaspora Scheme.	

**\*A developer of an PDS project can pay the land transfer tax on the transfer of a residential property under Vente en l'Etat Futur d'Achèvement (VEFA) in 4 equal 6-monthly instalments provided that they submit, at the time of registration of the deed of transfer, a bank guarantee equivalent to the remaining balance of the land transfer tax leviable.**

Duty and taxes on acquisition of residential property by purchaser from a person holder of a residential property , i.e resale of residential property	
Duty	Rates
<b>Land Transfer tax</b> (payable by the seller of residential property)	5% of the value of the property
<b>Registration duty</b> (payable by the purchaser)	5% of the value of the property

## **G. Bank Guarantee Template**

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To: **The Chief Executive Officer  
Economic Development Board  
10th Floor, One Cathedral Square Building  
16, Jules Koenig Street  
Port Louis**

In accordance with the provision of regulation 7 (5) (c) of the Economic Development Board (Property Development Scheme) Regulations 2015 and a condition of the letter of approval which inter alia provides for production of a Bank Guarantee of 50,000 rupees per residential property, [name of PDS Company] (hereinafter called "PDS Company") having its registered address at [address of PDS Company] shall deposit with the Economic Development Board, a statutory body established under the Economic Development Board Act 2017, a bank guarantee in an amount of [amount of Guarantee] \_\_\_\_\_ [in words] to guarantee that the PDS Company shall complete the construction works as per implementation plan submitted.

We, the [bank and indicate the address and other particulars of the Bank] (hereinafter called "the bank"), as instructed by the PDS Company, agree unconditionally and irrevocably to guarantee as primary obligator and not as Surety merely, the payment to the Economic Development Board on first demand by the Chief Executive Officer of the Economic Development Board without whatsoever right of objection on our part stating that the amount claimed is due by way of failure to abide by regulation 9 (3)(a) of the Economic Development Board (Property Development Scheme) Regulations 2015, in the amount not exceeding [amount of Guarantee]\_\_ [in words].

WE, THE BANK, DO HEREBY DECLARE AND AGREE that the decision of the Economic Development Board as to whether the PDS Company has failed to abide by any terms and condition under the said regulations shall be final and binding on us.

WE, THE BANK, DO HEREBY DECLARE AND AGREE that the notwithstanding anything contained above, our liability, under the Guarantee shall be restricted to [amount of Guarantee] \_\_ [in words] and our Guarantee shall remain in force until [year] from the date hereof. Unless a demand or claim under this Guarantee is made on us in writing within this date, all your rights under the Guarantee shall be forfeited and we shall be released and discharged from all liabilities thereunder.

**SIGNATURE AND SEAL OF THE BANK:**

Name of bank:

Address:

Dated this ..... day of .....20.....

## H. Written declaration by shareholders Template

**Date:**

The Chief Executive Officer  
The Economic Development Board  
10<sup>th</sup> Floor, One Cathedral Square Building  
16 Jules Koenig Street  
Port Louis

Dear Sir,

**Declaration of shareholder implementing a project under the Economic Development Board (Property Development Scheme) Regulations 2015**

I .....

(PRINT NAME IN FULL)

Of.....  
..... (ADDRESS)

**do hereby declare as follows:**

1. I am a shareholder of a private limited company duly incorporated in Mauritius on the .....under the appellation of ....., hereinafter referred to as the PDS company, having its registered office at.....; the latter holder of a letter of approval issued by the Economic Development Board on .....by virtue regulation 7(4) of the Economic Development Board (Property Development Scheme) Regulations 2015.

2. I undertake that, if the PDS company is issued with a PDS certificate pursuant to section 16 of the Economic Development Board Act 2017 and regulation 7(6) of the Economic Development Board (Property Development Scheme) Regulations 2015, I will retain shares in the PDS company equivalent to at least the value of the land to be used for the PDS project until at least one year after completion of the project.

3. I declare that to the best of my knowledge, the information I have provided is true and correct.

**Signature of Declarant:**

**ID No.:**.....

**Date:** .....





**© Economic Development Board**  
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