



Residential Property TRIBUNAL SERVICE

LONDON RENT ASSESSMENT PANEL

DECISION OF THE LEASEHOLD VALUATION TRIBUNAL THE LEASEHOLD REFORM, HOUSING AND URBAN DEVELOPMENT ACT 1993, SECTION 48

Case Reference:	LON/00AC/OLR/2013/0191	
Premises:	34 POPLAR GROVE COLNEY HATCH LANE LONDON NW11 3NL	
Applicant(s):	(1) MR HARRIS NASIM MAKHDUMI(2) MRS RABIA MAKHDUMI	
Representative:	Roulla Georgiou Solicitors	
Respondent(s):	JOSEF KASNER and BARUCH ERLICH as Trustees of the Kasner Charitable Trust	
Representative:		
Date of Application:	31 st January 2013	
Date of Directions:	21 st February 2013	
Date of Hearing:	21 st May 2013	
Date of Decision:	5 th June 2013	
Appearance for Applicants:	Mrs Georgiou, solicitor	
Appearance for Respondent(s):	No Attendance	
Leasehold Valuation Tribunal:	Mr S. Shaw LLB (Hons) MCI Arb Mr P Casey MRICS	

DECISION

Introduction

- 1. This case involves an application by the Applicants Mr Harris Nasim Makhdumi and Mrs Rabia Makhdumi ("the Applicants") for a new lease in respect of 34 Poplar Grove, Colney Hatch Lane, London NW11 3NL ("the Property"). The application is made pursuant to the Leasehold Reform Housing and Urban Development Act 1993 ("the Act") and is made against Josef Kasner and Baruch Erlich as Trustees of the Kasner Charitable Trust ("the Respondent"). The Respondent is the freehold owner of the building of which the Property forms part and the Applicants are the leasehold owners of the Property.
- On 29th June 2012 the Applicant served on the Respondent a Notice of Claim pursuant to the Act, and a counter notice was served on 7th September 2012. As will appear from the matters set out below, that is the only communication which has been received from the Respondent.
- 3. An attempt was made to agree the premium and the terms of the new lease but the Respondent failed to engage in this regard, and on 31st January 2013 the Applicant applied to the Tribunal for the determination of the premium and the terms of acquisition.
- 4. Directions were given by the Tribunal on 21st February 2013. Those directions were in standard form and required the Respondent to submit a draft lease to the Applicant for approval by 7th March 2013. In the event the Respondent

breached this direction and failed to supply the draft lease. Instead, on 19th March 2013 the Applicant's solicitors, in an attempt to advance matters, served on the Respondent a draft lease in an attempt to comply with paragraph 2 of the Tribunal's directions. In fact the draft lease submitted by the Applicant to the Respondent was precisely the same lease that the Respondent had supplied to the Applicant during earlier negotiations for a lease extension, prior to the service of this particular Claim Notice. The Applicant added some proposed amendments to this draft lease, which appears at pages 57 to 65 in the bundle prepared by the Applicant.

- 5. In addition, on 4th April, in compliance with the Tribunal's directions for valuers to exchange valuations, the Applicant served a valuation of the premium for the new lease upon the Respondent. The Applicant had proposed a premium of £7,500 in the Notice of Claim and the Respondent had made a counter-proposal of £10,250. Once again, in breach of the Tribunal's directions the Respondent failed to submit any valuation at all.
- On 19th April 2013 the Applicant's solicitor wrote to the Respondent requesting comments on the draft lease and valuation, but the Respondent failed to reply at all.
- 7. For the reasons set out above, it was necessary for the Applicant to appear before the Tribunal on 21st May 2013 to seek orders from the Tribunal, given the total silence from the Respondent. On that occasion the Applicants appeared in person and were represented by their solicitor Mrs Roulla Georgiou. The

Respondents failed to appear. The Applicants sought confirmation that the terms of the new lease were to be in the form of the draft submitted and referred to above appearing at pages 57 to 65 in the bundle. Further, in order to simplify matters, they agreed to the proposal made by the Respondent in its counternotice of a premium of £10,250. That agreement to the proposal in the counternotice was also communicated in writing to the Respondent by letter from the Applicant's solicitor, but in keeping with all other attempts to communicate, was ignored.

- 8. The Tribunal has considered the terms of the proposed draft lease which, as has been indicated, is essentially the same draft as had been proposed by or on behalf of the Respondent during the course of some different and earlier negotiations prior to the service of the notice in this case. The Tribunal is satisfied that these terms are perfectly reasonable, and are in fact in the main a replication of the terms of the original lease, subject to the variation of the term and other formal matters. The Tribunal is also satisfied that the proposed premium of £10,250 is reasonable and indeed, as again mentioned, it reflects precisely the proposal made by the Respondent, and therefore can be hardly contentious.
- 9. Accordingly, the Tribunal determines that the terms of the new lease shall be as appearing at pages 57 to 65 in the bundle. In fact a clean copy of the lease has been prepared on behalf of the Applicant together with the necessary prescribed clauses for the purposes of the Land Registry, and that copy, which is approved by the Tribunal, is attached to this Decision. Again, for the reasons

indicated above, the Tribunal is satisfied and directs that the premium for the new lease is in the sum of \pounds 10,250.

10. The Applicants applied at the hearing for an order in their favour pursuant to the provisions of paragraph 10 of Schedule 12 to the Commonhold and Leasehold Reform Act 2002. Under that provision the Tribunal has discretion to make an order for costs up to the sum of £500 in cases where a party has acted frivolously, vexatiously, abusively, disruptively or otherwise unreasonably in connection with proceedings. The Applicant's position is that the Respondent has repeatedly failed to comply with the Tribunal's directions, and has necessitated a completely avoidable hearing in order to resolve the matters in dispute. The Applicants' costs in bringing the matter to the Tribunal could, as is advanced on behalf of the Applicants, have been avoided by the Respondent complying with the Tribunal's directions and simply agreeing the terms of the lease and the premium, which were effectively precisely what the Respondent had put forward on an earlier occasion and, so far as the premium is concerned, had proposed in this case. The Tribunal agrees with these submissions. The Tribunal's directions are given to be complied with and not ignored by parties. Further, the Tribunal accepts that the cost of the hearing could have been avoided by the Respondent simply engaging in this matter as referred to above. The Tribunal therefore makes an order for costs in favour of the Applicant, which the Tribunal considers is correctly fixed in the sum of £350.

11. As indicated, the form of the new lease and details for Land Registry purposes are attached to this Decision.

Legal Chairman: S. Shaw

Dated:

5th June 2013

Prepared by the Applicant's solicitor

Dated:	2013
Datour	

(1) JOSEPH KASNER AND BARUCH ERLICH

(trustees of the Kasner Charitable Trust)

(2) HARRIS NASIM MAKHDUMI AND RABIA MAKHDUMI

and

(3) ORKDAN FLAT MANAGEMENT COMPANY LIMITED

L E A S E of 34 POPLAR GROVE COLNEY HATCH LANE LONDON N11 3NL

THE PRESCRIBED CLAUSES

LR1. Date of Lease:			
LR2. Title Numbers:	LR2.1 Landlord's Title Number(s):		
	NGL474859		
	LR2.2 Other Title Number(s):		
	NGL456148		
LR3. Parties to this Lease:	Landlord:		
	JOSEPH KASNER AND BARUCH ERLICH as		
	trustees of the Kasner Charitable Trust of 2		
	Accomodation Road London NW11 8EP		
	Tenant:		
	HARRIS NASIM MAKHDUMI AND RABIA		
	MAKHDUMI of 74 Avondale Avenue London N12 8EN		
	Other Parties:		
	ORKDAN FLAT MANAGEMENT COMPANY LIMITEI		
	of 39 Lyndhurst Avenue London N12 0LX		
LR4. Property:	24 Deplet Crows Colony Hotels Long London N11 2N		
[insert full description of property or refer to relevant clause schedule or paragraph]	34 Poplar Grove Colney Hatch Lane London N11 3NL as is more particularly described in the lease (hereinafter referred to as 'The Original Lease') whose		
	short particulars appear in the FIRST SCHEDULI hereto, the extent of which is coextensive with that previously registered under Title Number NGL456148		
	In cases of a conflict between this clause and the		
	remainder of the lease then, for the purposes o		
	registration, this clause shall prevail		
LR5. Prescribed Statements etc:	LR5.1		
[either give statement in full or refer to relevant clause	Statements prescribed under rules 17		
schedule paragraph]	(dispositions in favour of a charity), 18		
	(dispositions by a charity) or 196 (leases under th		
	Leasehold Reform, Housing And Urba		
	Development Act 1993) of the Land Registratio		
	Rules 2003		

	Please see paragraph 4 of the THIRD SCHEDULE of this Lease	
	This lease is made under section 56 of the Leasehold Reform, Housing And Urban Development Act 1993	
[if a lease is not made under or by reference to the		
provisions of one of those Acts, omit or delete all of	LR5.2	
them]	This leases made under, or by reference to, provisions of:	
LR6. Term for which the Property is leased:	The term is as follows:	
[include only the appropriate statement (duly	The term specified in the SECOND SCHEDULE of the	
completed) from the three options]	Lease	
LR7. Premium [specify the total premium inclusive of any VAT where	£10,250 (Ten thousand two hundred and fifty pounds)	
payable]		
LR8. Prohibitions or restrictions on disposing of	This Lease does contain a provision that prohibits or	
this Lease:	restricts dispositions	
LR9. Rights of acquisition etc:	LR9.1 Tenant's contractual rights to renew this	
[insert the relevant provisions in the sub clauses or	Lease, to acquire the reversion or another Lease of	
refer to the clause/schedule/paragraph in the lease	the Property or to acquire an interest in other land	
which contains the provision]	NONE	
	LR9.2 Tenant's covenant to (or offer to) surrender	
	this Lease	
	NONE	
	LR9.3 Landlord's contractual rights to acquire this	
	Lease	
	NONE	
LR10. Restrictive covenants given in this lease by	NONE	
the Landlord in respect of land other than the		
Property:		
[Insert the relevant provisions or refer to the		
clause/schedule or paragraph in the lease which contains the provision]		

LR11. Easements:	LR11.1 Easements granted by this lease for the
[refer here only to the clause schedule or paragraph in	benefit of the Property
this lease which sets out the easements]	See Part I of the Schedule to the Original Lease
	LR11.2 Easements granted or reserved by this
	Lease over the Property for the benefit of other
	Property
	See Part II and Part II a of the Schedule to the Original Lease
LR12. Estate rent charge burdening the Property:	NONE
LR13. Application for standard form of restriction	NONE
[set out the full text of the standard form of restriction	
and the title against which it is to be entered. Standard	
forms of restrictions are set out in Schedule 4 to the	
Land Registration Rules 2003]	
LR14. Declaration of trust where there is more	The tenant is more than one person. They are to hold
than one person comprising the Tenant	the property on trust for themselves as joint tenants

LAND REGISTRY

LAND REGISTRATION ACT 2002

Administrative area	:	London Borough of Barnet
Title numbers :		Freehold : NGL474859
		Leasehold : NGL456148
Property:		34 Poplar Grove Colney Hatch Lane London N11 3NL

THIS LEASE is made the day of

BETWEEN JOSEPH KASNER AND BARUCH ERLICH as trustees of the Kasner Charitable Trust of 21 Accomodation Road London NW11 8EP (hereinafter called 'the Landlord') of the first part **HARRIS NASIM MAKHDUMI AND RABIA MAKHDUMI** of 74 Avondale Avenue London N12 8EN (hereinafter called 'the Tenant') of the second part and **ORKDAN FLAT MANAGEMENT COMPANY LIMITED (Registered in England, company number 1662491)** whose registered office is at 39 Lyndhurst Avenue London N12 0LX (hereinafter called 'the Company') of the third part

WHEREAS:

- 1. By a Lease (hereinafter called 'the Original Lease') short particulars whereof are contained in the First Schedule hereto, the premises therein described, the extent, of which is coextensive with that previously registered under title number NGL456148 were demised for a term of 99 years mentioned in the said First Schedule subject to the payment of the rent thereby reserved and subject to the covenants and conditions therein contained.
- 2. The reversion immediately expectant upon the determination of the term created by the Lease is now vested in the Landlord and the residue now unexpired of the term granted by the lease is now vested in the Tenant
- 3. It has been agreed between the parties hereto that the Landlord shall grant to the Tenant under section 56 of the Leasehold Reform, Housing And Urban Development Act 1993 a new lease of the premises demised by the Original Lease for the term of 189 years from 24 June 1982 and upon the terms and conditions hereinafter appearing

NOW THIS DEED WITNESSETH as follows

1. IN consideration of the payment by the Tenant to the Landlord of the Premium of £10,250 (ten thousand two hundred and fifty pounds) (receipt of which is aknowledged) the Landlord with limited title guarantee hereby demises onto the Tenant all that premises comprised in and demised by the Original Lease TO HOLD the same unto the Tenant for the Term and at the rent specified in the Second Schedule hereto

2. SAVE as hereby modified this Lease is made upon the same terms and subject to the same covenants conditions and stipulations in all respects as those contained in the

Original Lease and shall be read and construed as if such covenants, conditions and provisions were hearing set forth verbatim with such modifications only as are necessary to make the same applicable to this present demise instead of the demise created by the Original Lease and the modifications set out in the Second and Third Schedules hereto

- 3. EACH of the Landlord, the Tenant and the Company, hereby covenant with the others to perform and observe the covenants conditions and provisions mentioned in clause 2 hereof
- 4. IF the Company goes into liquidation for any reason (whether compulsory or voluntary) or fails in a material way to observe and perform its covenants under this Lease then and in such case the Landlord and the Tenant will join with other lessees of the Block in arranging for the carrying out of the matters mentioned in Part IV of the Schedule of the Original Lease to be carried out subject to the Tenant contributing an appropriate part of the expense of so doing in accordance with the provisions of the Original Lease and this Lease

IN WITNESS whereof this deed has been executed by the parties hereto, and is intended to be added hereby delivered on the date first before written

THE FIRST SCHEDULE (Short Particulars Of The Original Lease)

Date	Parties	Term
18 April 1983	 (1) Smardene Properties Limited (2) Hussein Salih (3) Orkdan Flat Management Company Limited (3) 	99 years from 24 th June 1982

THE SECOND SCHEDULE

(Demised for new term)

One hundred and eighty nine years from 24 June 1982 with the ground rent being a peppercorn

THE THIRD SCHEDULE (Modifications to the Original Lease)

- 1. The Tenant will including any underlease (whether or not granted during the last 7 years of the said term) to which Chapter II of the Leasehold Reform, Housing and Urban Development Act 1993 (hereinafter referred to as 'the Act') would apply, but for section 59 (3) of the Act a provision stating that the underlease does not confer on the undertenant the right of the new lease from the Landlord in accordance with Chapter II of the Act.
- 2. The Landlord shall have the right at any time during the last 12 months of the Original Lease and at any time during the last 5 years of the term granted in the

Second Schedule to apply to the Court under section 61 of the Act for an order for possession of the premises on the ground that for the purposes of the redevelopment it intends to demolish or reconstruct or to carry out substantial works of construction of the whole or a substantial part of the building in which the flat is contained and that he could not reasonably do so without obtaining possession of the premises and the provisions of that section and of schedule 14 of the Act shall apply accordingly.

- 3. The landlord agrees that the company has a legal right to enter the Block (as defined in the Lease) for the purposes of carrying out its obligations pursuant to this Lease, including (without limitation) maintaining the common parts of the Block.
- 4.1 This Lease is granted by the Landlord as trustees of the Kasner Charitable Trust ('the Charity'), a non-exempt charity and this Lease is not one falling within paragraph (a), (b) or (c) of Section 36 (9) of the Charities Act 1993, so that the restrictions of disposition imposed by Section 36 of that Act apply to the land
- 4.2 The Landlord being the Trustees of the Charity certify that they have the power under the draft to be made to the disposition and that they have complied with the provisions of the said Section 36 far as applicable to this disposition

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Signed as a Deed by JOSEPH KASNER AND BARUCH ERLICH as trustees of the Kasner Charitable Trust In the presence of:

Witness signature

Witness name

Address

Occupation

Signed as a Deed by ORKDAN FLAT MANAGEMENT OMPANY LIMITED acting by a director in the presence of:

Witness signature

Witness name

Address

Occupation

Signed as a Deed by HARRIS NASIM MAKHDUMI AND RABIA MAKHDUMI in the presence of:

Witness signature

Witness name

Address

Occupation