

Automax Limited Vs State of Haryana and Others

Court: High Court Of Punjab And Haryana At Chandigarh

Date of Decision: May 21, 2008

Acts Referred: Constitution of India, 1950 " Article 226
Land Acquisition Act, 1894 " Section 10, 11, 16, 18, 4

Citation: (2008) 152 PLR 513 : (2008) 4 RCR(Civil) 275

Hon'ble Judges: M.M. Kumar, J

Bench: Division Bench

Final Decision: Dismissed

Judgement

M.M. Kumar, J.

Challenge in this petition filed under Article 226 of the Constitution is to the notification dated 26.8.1997 (P-4), issued

u/s 4 of the Land Acquisition Act, 1894 (for brevity, "the Act") and the declaration dated 25.8.1998 made u/s 6 of the Act (P-5). The petitioner

has further prayed for quashing award dated 24.8.2000 (P-6).

2. The facts may be briefly noticed. The petitioner claims that it is a leading automobiles manufacturer of the country and has established a factory

constructed on the land, a small part of which has been acquired apart from the huge other area. It is conceded position that a small piece of

triangular land, measuring 8 Biswas has been acquired by notifications issued under Sections 4 and 6 of the Act. The petitioner-did not offer any

objections u/s 5-A of the Act, however, it has alleged that the award dated 24.8.2000 (P-6) has been passed without complying with the

provisions of Section 9 of the Act, as no notice was served on the petitioner. It is claimed that for expansion of its factory, the petitioner has further

purchased adjoining land. The petitioner has prayed that the respondents be directed to release the land by exercising power u/s 48 of the Act.

3. A written statement by the Land Acquisition Collector respondent No. 3 has been filed admitting issuance of notification u/s 4 and 6 of the Act.

He has also asserted that no objection u/s 5-A, of the Act was filed by the petitioner and, therefore, the petitioner has no locus standi to challenge

the acquisition proceedings. The land at the time of issuance of notification u/s 4 of the Act is stated to be vacant land. Respondent No. 3 has also

asserted in Para 8 of the written statement that notice u/s 9 of the Act was issued and in any case it is denied that the provisions of Section 9 of the

Act have not been complied with.

4. A separate short reply on behalf of the Director, Town and Country Planning, Haryana-respondent No. 4 has also been filed taking the stand

that permission for change of land use under the provisions of the Punjab Scheduled Roads and Controlled Areas (Restriction of Unregulated

Development) Act, 1963 (for brevity, "the 1963 Act") was granted to the petitioner on 30.6.1994 for setting up of an industrial unit on the land

measuring 14//5/1/2 (part), 17//10/2/1 and 14//4/2 (Part) of the revenue estate of village Tikri, falling in the controlled area of Gurgaon. The

petitioner further sought permission for change of land use for expansion of its industrial unit, which was granted on 6.2.1995, for an area

measuring 7103.40 Sq. Yards, comprised in Khasra Nos.14//4/1 (Part) & 5/1/1 of the same revenue estate. The land which is under acquisition in

the present case falls on a corner of the petitioner's industrial site and no building/structure exist on the piece of land at the site. It has further been

asserted that as per the conditions of grant of permission for change of land use and as per the undertaking given by the petitioner in the year 1994

and 1995, the petitioner was required to pay balance amount of revised conversion charges amounting to Rs. 6,60,180/-. The petitioner was

directed to deposit the aforesaid amount vide office letters dated 14.2.2003 and 19.5.2003. The amount has not been deposited, thus, the terms

and conditions for permission for change of land use have not been complied with till date. It has further been asserted that after completion of

construction, the petitioner was required to give notice to the Director, Town and Country Planning, intimating that the building was complete in all

respects according to the sanctioned plans. He was also required to apply for obtaining occupation certificate on the prescribed form. Since the

petitioner has not applied for issuance of occupation certificate, therefore, it has not complied with the provisions of the Punjab Scheduled Roads

and Controlled Areas (Restriction of Unregulated Development) Rules, 1965 (for brevity, "the 1965 Rules"). Accordingly, it is claimed that the

plea of change of land use would not come to the rescue of the petitioner.

5. Mr. Rupinder S. Khosla, learned Counsel for the petitioner has raised two contentions. Firstly, he has argued that once permission for change of

land use has been given then the land could not be acquired because principles of estoppel would be available to the petitioner. He has then

submitted that no notice u/s 9 of the Act was issued, which has caused prejudice to the rights of the petitioner and the acquisition proceedings

including award is vitiated.

6. Mr. Ashish Kapoor, learned State counsel has drawn out attention to Para 5 of the reply filed by respondent No. 3 and argued that the

petitioner was asked to deposit the balance amount of revised conversion charges amounting to Rs. 6,60,180/-, vide letters dated 14.2.2003 and

19.5.2003 but the same has not been done According to the learned Counsel, once the terms and conditions granting permission for change of

land use have not been complied with then no benefit of such an order could be extended to the petitioner. He has further argued that notice u/s 9

of the Act has been issued as per para 8 of the reply filed by the Land Acquisition Collector-respondent No. 4 and that there is no replication to

the aforementioned assertion made by the respondents.

7. Having heard learned Counsel for the parties and perusing the paper book we are of the considered view that this petition lacks merit and the

same is liable to be dismissed. Apart, from the fact that a small piece of 8 Marlas of land is sought to be acquired, we find that all necessary steps

from the stage of issuance of notification u/s 4 of the Act till the announcement of award and disbursement of compensation have been taken by the

respondents. The petitioner has failed to file any objections u/s 5-A of the Act, which was the first stage available to the petitioner to agitate for

their rights, if any. The petitioner also failed to make any representation after issuance of declaration u/s 6 of the Act for release of land by the

respondent State u/s 48 of the Act. The award in the present case has been announced on 24.8.2000 (P-6) whereas the writ petition has been

filed on 22.12.2006, which is more than six years after the award. It is well settled that the writ petition itself would not be maintainable after such a

huge delay, as has been held by Hon"ble the Supreme Court in the case of Star Wire (India) Ltd. Vs. State of Haryana and Others, ; The

Municipal Council, Ahmednagar and Another Vs. Shah Hyder Beig and Others, ; C. Padma and Others Vs. Dy. Secretary to the Govt. of T.N.

and Others, ; and Swaika Properties Pvt. Ltd. and Another Vs. State of Rajasthan and Others, .

8. The argument of Mr. Khosla that no notice u/s 9 of the Act has been issued has failed to impress us because firstly the reply filed by respondent

No. 3 has categorically asserted that a notice u/s 9 of the Act was issued to the petitioner. Even otherwise, non-issuance of notice u/s 9 of the Act

would not vitiate the award, as has been held by Hon"ble the Supreme Court in the case of Union of India (UOI) Vs. Pramod Gupta (D) by L.Rs.

and Others, . Any irregularity in issuance of notice under Sections 9 and 10 of the Act would not render the announcement of award as illegal.

Such an argument was raised in the case of State of Tamil Nadu and another Vs. Mahalakshmi Ammal and others, . After observing that the

publication of declaration u/s 6 of the Act gives conclusiveness to the public purpose and after the award if possession is taken then the land stand

vested in the State u/s 16 of the Act free from all encumbrances and the Government acquires absolute title to the land, Hon"ble the Supreme

Court went on to observe as under:

9....Equally, even if there is an irregularity in service of notice under Sections 9 and 10, it would be a curable irregularity and on account thereof,

award made u/s 11 does not become invalid. Award is only an offer on behalf of the State....

Likewise, such an argument was rejected in the case of Nasik Municipal Corporation Vs. Harbanslal Laikwant Rajpal and Others, etc., . In this

case, Hon"ble the Supreme Court went on to the extent of observing that even if there is failure to serve notice, the award would not be rendered

invalid. The relevant observation made in Para 5 reads thus:

5. It is then contended by Mr. U.R. Lalit, that the respondents had not been given the information of the notification u/s 9 of the Land Acquisition

Act. Therefore, the award is bad in law. We find no force in the contention. In the absence of notice or failure to serve notice, the award does not

become invalid. Due to the fact that immediately after the award and before the publication of the award, the writ petition came to be filed on

25.9.1980, we direct the appellants to make an application within six weeks u/s 18(1) of the Land Acquisition Act seeking reference. The Land

Acquisition Officer is directed to refer the matter to the competent civil court for disposal within two months according to law.

9. In view of the above, the argument raised by learned Counsel for the petitioner is without any substance and we have no hesitation to reject the

same. The other argument that permission for change of land use was granted and it would operate as estoppel does not require any serious

consideration because the petitioner has failed to comply with the conditions granting permission because the amount of Rs. 6,60,180/-, which was

sought to be recovered from the petitioner on 14.2.2003, had not been deposited till date. Therefore, no argument on that basis could be validly

raised. The writ petition is, thus, liable to be dismissed.

10. For the reasons aforementioned, this petition fails and the same is dismissed.