

Vemareddy Kumaraswamy Reddy & Anr vs State Of A.P on 13 February, 2006

Equivalent citations: AIR 2006 SUPREME COURT 3517, 2006 (2) SCC 670, 2006 AIR SCW 894, (2006) 39 ALLINDCAS 78 (SC), 2006 (3) SRJ 422, 2006 (2) SCALE 314, 2006 (2) KCCR 74 SN, (2006) 3 LANDLR 223, (2006) 2 ANDHLD 92, (2006) 2 SUPREME 124, (2006) 2 SCALE 314, (2006) 1 LACC 278, MANU/SC/968/2006

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Bench: Arijit Pasayat, R.V. Raveendran

CASE NO.:

Appeal (civil) 3066 of 2000

PETITIONER:

Vemareddy Kumaraswamy Reddy & Anr

RESPONDENT:

State of A.P.

DATE OF JUDGMENT: 13/02/2006

BENCH:

ARIJIT PASAYAT & R.V. RAVEENDRAN

JUDGMENT:

J U D G M E N T (With C.A. Nos. 3068, 3069, 3070, 3072, 3073 and 3110 of 2000) ARIJIT PASAYAT, J.

These appeals involve identical issues and are, therefore, disposed of by this common judgment. Challenge in these appeals is to the order passed by a Division Bench of the Andhra Pradesh High Court. Factual background is almost undisputed and the controversy relates to the scope and ambit of Rule 11 of the Andhra Pradesh Land Reforms (Ceiling on Agricultural Holdings) Rules, 1974 (in short the 'Ceiling Rules'). The appellants were holding land in excess of the limit prescribed under the Andhra Pradesh Land Reforms (Ceiling on Agricultural Holdings) Act, 1973 (in short 'the Act'). The surplus land was surrendered by them which had cashew nut tree plantation. On the surrendered land the trees were fruit bearing trees. The dispute relates to the amount payable in respect of fruit bearing trees standing on the land which were surrendered by the appellant. The number of trees is also not in dispute. The amount payable for the land vested in the Government the amounts were duly paid. With regard to the amount payable for fruit bearing trees a Commissioner was appointed, who submitted a report regarding number of fruit bearing trees and

other trees standing on the land so surrendered. The Commissioner of Land Reforms Urban Ceiling, Hyderabad, Andhra Pradesh directed the District Collector to issue necessary instructions not to fix the compensation payable in respect of the trees under the Rules until further orders. According to the authorities the payment was to be made for one year only and not for thirty years as was claimed by the appellants.

Writ petitions were filed before the High Court which came to be dismissed by the impugned orders.

Mr. M.N. Rao, learned senior counsel for the appellants submitted that the High Court is not correct in its view that the appellants are not entitled to get the amount for 30 years and in accepting the stand of the Government that it was payable only for one year.

Learned counsel for the respondent-State on the other submitted the view of the High Court is clearly unexceptionable. The purpose and object of the Statute under which the lands were surrendered cannot be lost sight of. The appellants have been rightly held to be entitled for amounts payable for one year.

In order to appreciate the rival submissions a few provisions needs to be noted:

A. Section 15 of the Act.

"15. Amount payable for lands vested in the Government:

The amount payable for any land vested in the Government under this Act, shall be a sum calculated at the rates specified in the Second Schedule and it shall be paid at the option of the Government, either in cash or in bonds or partly in cash and partly in bonds. The bonds shall be issued on such terms and carry such rate of interest as may be prescribed."

B. Schedule II to the Act Clause (3) of the Second Schedule to the Act provides as follows:

"Where the land contains any fruit bearing trees or permanent structures, the amount payable therefore shall be calculated in such manner as may be prescribed."

C. Rule 11 of the Rules.

"11. Fixation on value for fruit bearing trees and structures etc. 91) The amount payable for fruit bearing trees shall be at the seignorage rates notified by the District Forest Officer as applicable to the district from time to time and for the Tribunal may require the District Forest Officer in whose jurisdiction the land is situated to furnish an estimate of the amount payable for such trees.

(2) The amount payable for the structures of permanent nature shall be equivalent to the depreciated value of the structure as on the specified date and for this purpose the

The notification dated 23.4.82 which is crucial for this case reads as follows:

"R.C.D. 4 3209/82 NELLORE DISTRICT GAZETTE EXTRA ORDINARY PUBLISHED BY AUTHORITY NELLORE APRIL 23 - 1982 NOTIFICATION The following sentence may be added to the Notification published Nellore District Gazette (Extra-ordinary) dated 31.03.1982.

The seignorage rate in the column No.7 are the rate of trees per year and the tree will yield for 30 years. The seignorage rate per tree is to be calculated for 30 years.

Sd/-

H.K. Babu, District Collector, Nellore.

Dt. 23.04.1982 U.M. No.97/82"

A bare reading thereof makes the position clear that the amounts are to be calculated from 5th to 30th years.

That being so, the stand of the State Government as accepted by the High Court that the seignorage rate is for one year and accordingly fixing it for the 12 year is clearly unsustainable. It is to be noted that the trees were 12 years old and stood on the surrendered land. It is further clear that up to 5 years cashew trees are held to be not fruit bearing trees.

The emphasis for the State was that the object of the concerned statute was not to confer any benefit beyond the statutory entitlements and for that purpose according to learned counsel for the State the object of the statute was vital. According to him for the purpose of construction of the notifications of the District Collector, the same has to be read in a manner which would give true effect to the intention of the statute.

We shall deal with this plea in some detail.

It is said that a statute is an edict of the legislature. The elementary principle of interpreting or construing a statute is to gather the mens or sententia legis of the legislature. It is well settled principle in law that the Court cannot read anything into a statutory provision which is plain and unambiguous.

Interpretation postulates the search for the true meaning of the words used in the statute as a medium of expression to communicate a particular thought. The task is not easy as the "language" is often misunderstood even in ordinary conversation or correspondence. The tragedy is that although in the matter of correspondence or conversation the person who has spoken the words or used the language can be approached for clarification, the legislature cannot be approached as the legislature, after enacting a law or Act, becomes functus officio so far as that particular Act is concerned and it cannot itself interpret it. No doubt, the legislature retains the power to amend or repeal the law so

made and can also declare its meaning, but that can be done only by making another law or statute after undertaking the whole process of law-making.

Statute being an edict of the legislature, it is necessary that it is expressed in clear and unambiguous language. In spite of Courts saying so, the draftsmen have paid little attention and they still boast of the old British jingle "I am the parliamentary draftsman. I compose the country's laws. And of half of the litigation, I am undoubtedly the cause", which was referred to by this Court in *Palace Admn. Board v. Rama Varma Bharathan Thampuran* (AIR 1980 SC 1187 at P.1195). In *Kirby v. Leather* (1965 (2) All ER 441) the draftsmen were severely criticized in regard to Section 22(2)(b) of the (UK) Limitation Act, 1939, as it was said that the section was so obscure that the draftsmen must have been of unsound mind.

Where, however, the words were clear, there is no obscurity, there is no ambiguity and the intention of the legislature is clearly conveyed, there is no scope for the court to innovate or take upon itself the task of amending or altering the statutory provisions. In that situation the Judges should not proclaim that they are playing the role of a law-maker merely for an exhibition of judicial valour. They have to remember that there is a line, though thin, which separates adjudication from legislation. That line should not be crossed or erased. This can be vouchsafed by "an alert recognition of the necessity not to cross it and instinctive, as well as trained reluctance to do so". (See: Frankfurter, *Some Reflections on the Reading of Statutes* in "Essays on Jurisprudence", Columbia Law Review, P.51.) Words and phrases are symbols that stimulate mental references to referents. The object of interpreting a statute is to ascertain the intention of the Legislature enacting it. (See *Institute of Chartered Accountants of India v. M/s Price Waterhouse and Anr.* (AIR 1998 SC 74)) The intention of the Legislature is primarily to be gathered from the language used, which means that attention should be paid to what has been said as also to what has not been said. As a consequence, a construction which requires for its support, addition or substitution of words or which results in rejection of words as meaningless has to be avoided. As observed in *Crawford v. Spooner* (1846 (6) Moore PC 1), Courts, cannot aid the Legislatures' defective phrasing of an Act, we cannot add or mend, and by construction make up deficiencies which are left there. (See *The State of Gujarat and Ors. v. Dilipbhai Nathjibhai Patel and Anr.* (JT 1998 (2) SC 253)). It is contrary to all rules of construction to read words into an Act unless it is absolutely necessary to do so. (See *Stock v. Frank Jones (Tiptan) Ltd.* (1978 1 All ER 948 (HL)). Rules of interpretation do not permit Courts to do so, unless the provision as it stands is meaningless or of doubtful meaning. Courts are not entitled to read words into an Act of Parliament unless clear reason for it is to be found within the four corners of the Act itself. (Per Lord Loreburn L.C. in *Vickers Sons and Maxim Ltd. v. Evans* (1910) AC 445 (HL), quoted in *Jamma Masjid, Mercara v. Kodimaniandra Deviah and Ors.* (AIR 1962 SC 847).

The question is not what may be supposed and has been intended but what has been said. "Statutes should be construed not as theorems of Euclid". Judge Learned Hand said, "but words must be construed with some imagination of the purposes which lie behind them". (See *Lenigh Valley Coal Co. v. Yensavage* 218 FR 547). The view was re-iterated in *Union of India and Ors. v. Filip Tiago De Gama of Vedem Vasco De Gama* (AIR 1990 SC 981).

In *Dr. R. Venkatchalam and Ors. etc. v. Dy. Transport Commissioner and Ors. etc.* (AIR 1977 SC 842), it was observed that Courts must avoid the danger of a priori determination of the meaning of a provision based on their own pre-conceived notions of ideological structure or scheme into which the provision to be interpreted is somewhat fitted. They are not entitled to usurp legislative function under the disguise of interpretation.

While interpreting a provision the Court only interprets the law and cannot legislate it. If a provision of law is misused and subjected to the abuse of process of law, it is for the legislature to amend, modify or repeal it, if deemed necessary. (See *Commissioner of Sales Tax, M.P. v. Popular Trading Company, Ujjain* (2000 (5) SCC 515). The legislative casus omissus cannot be supplied by judicial interpretative process. (See *Maulavi Hussein Haji Abraham Umarji v. State of Gujarat and Anr.* (2004(6) SCC 672) and *State of Jharkhand and Anr. V. Govind Singh* (2005 (10) SCC 437) The residual question is the number of years for which the Seignorage rates are to be computed.

We do not find any substance in the plea of learned counsel for the appellants that the entitlement of the appellants is for 30 years. Admittedly the trees were 12 years old at the time the land were surrendered and, therefore, for the balance 18 years only the appellants will be entitled to at the relevant seignorage rates. Therefore, the amount payable for each 12 year old cashew tree at the seignorage rates, as per the Notification dated 21.3.1982 (as amended by Notification dated 23.4.1982) will be 'the seignorage rate for 12 year tree' multiplied by the 'remaining age of the tree' that is $\text{Rs.}85 \times 18 = \text{Rs.}1530$. The amount shall be paid within 3 months, along with other statutory entitlements, if any. The appeals are accordingly allowed to the aforesaid extent. No costs.