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Supreme Court of India
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Bansidhar And Others vs State Of Rajasthan And Others on 29 March, 1989

Equivalent citations: 1989 AIR 1614, 1989 SCR (2) 152

Author: M Venkatachalliah

Bench: Pathak, R.S. (Cj), Venkataramiah, E.S. (J), Misra Rangnath, Kania, M.H., Venkatachalliah, M.N. (J)

PETITIONER:

BANSIDHAR AND OTHERS

۷s.

RESPONDENT:

STATE OF RAJASTHAN AND OTHERS

DATE OF JUDGMENT29/03/1989

BENCH:

VENKATACHALLIAH, M.N. (J)

BENCH:

VENKATACHALLIAH, M.N. (J)

PATHAK, R.S. (CJ)

VENKATARAMIAH, E.S. (J)

MISRA RANGNATH

KANIA, M.H.

CITATION:

1989 AIR 1614 1989 SCR (2) 152 1989 SCC (2) 557 JT 1989 (2) 518

1989 SCALE (1)1091

CITATOR INFO :

R 1990 SC 404 (1)

ACT:

Rajasthan Tenancy Act, 1955: Chapter III-B and ss. 5(6

A) and 30E--Ceiling area--Determination of--Effect of repe

of--Proceedings with reference to appointed date under t

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Act--Whether can be initiated and continued under the r

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pealed provisions, even after coming into effect of Raja

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than Imposition of Ceiling on Agricultural Holdings Ac

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1973--State's right to excess land and land-owner's liabil

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ty to surrender surplus land, on the appointed day--Wheth

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a right accrued and liability incurred within the meaning

of

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Bansidhar And Others vs State Of Rajasthan And Others on 29 March, 1989
        clause (c) and (e) ors. 6 of Rajasthan General Claus
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        Act--Whether affected by repeal--Sec. 6 of Rajasthan Gener
al
Clauses Act--Whether attracted--Whether s. 3 of 1973 Act h
as
        overriding effect as to exclude operation of the 1955 Act.
            Rajasthan Imposition of Ceiling on Agricultural Holdin
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        Act, S&OTBons 3, 4(1), 15(2) and 40(1)--Ceili
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        area--Determination of--Repeal of Chapter III-B5 and
A)
        of the Rajasthan Tenancy Act, 1955--Effect of--Whether cas
es
        as on notified date should be decided under old law--Wheth
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        rights accrued and liabilities incurred under the old l
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        affected--Whether new law has overriding effect over the o
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        one.
    General Clauses Act, 1897/Rajasthan General Claus
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        Act, S&055on 6---Applicability of--In absence
of
        express reference to the section or of express provisions
to
        similar effect in the repealing Act-Repeal and re-enactme
nt
        on the same subject--Rights accrued and liabilities incurr
ed
        under repealed law--Whether effaced.
            Statutory Construction: Repeal and Saving--Rights a
nd
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HEADNOTE:

Chapter III-B of the Rajasthan Tenancy Act, 1955 prescribing a ceiling on holdings of agricultural lands, a

nd
cl.(6A) 5ofdefining 'ceiling area' were introduc

ed
into the Act by the Rajasthan Tenancy (Amendment) Act, 196

The notified date under the 1955 Act was
153
1.4.1966. Subsequently, on 1.1.1973, by the Rajasthan Imp
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obligations saved in repealing statute--Whether exhaustive

Bansidhar And Others vs State Of Rajasthan And Others on 29 March, 1989 sition of Ceiling on Agricultural Holdings Ordinance, 197 these provisions were repealed, except to the extent ind cated in the second provis (1) and s. 15(2) of t

Ordinance. Certain transfers made by the landholders, ev during the operation of the-old law, were recognised valid transfers for the purpose of computation of ceili area under the new dispensation brought about by the Ord nance. The Ordinance was replaced by the 1973 Act wi retrospective effect from 1.1.1973. Section 40 of the A repealed both the old law in Chapter III-B of the 1955 A and the earlier Ordinance.

After the 1973 Act came into force on 1.1.1973 cases f determination of 'ceiling-areas' under Chapter III-B of t 1955 Act came to be initiated and were sought to be conti ued under the repealed Chapter III-B against the appellan including the appellants in C.A. No. 1003(N) of 1977 w claimed to have entered into possession and cultivation certain parcels of land, pursuant to agreements to se dated 28.4.1957, said to have been executed, in their favo by the then land holder. The sale deeds in this case we passed on 22.8.1966, after the notified date. Proceedin for the fixation of ceiling area in the hands of the th land-holder were commenced under the repealed Chapter II of the 1955 Act, and the purchases in question were held be shi**30DD** of the repealed Chapter III-B, as appe lants did not possess the residential qualifications, pr scribed by the section for the eligibility for recogniti

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Bansidhar And Others vs State Of Rajasthan And Others on 29 March, 1989 of such transfers.

The appellants approached the High Court, contendi ng that after the coming into force of the 1973 Act which by s. 40, repealed Chapter III-B of the 1955 Act, recourse cou ld not be had to the repealed law for purposes of commencemen t, conduct and conclusion of any proceedings for fixation of ceiling as prescribed under the old law. Rejecting the contention of the appellants, the Hi gh Court held that the new Act of 1973 did not have the swee ping effect of destroying all the rights accrued and liabil ities incurred under the old Act. The correctness of the view of the High Court, w as challenged in the appeals before this Court. Some other wr it petitions were also filed directly in this Court. On the questions whether (a) the scheme contemplated by the 1973 Act and the different criteria and standards f or the determination of ceiling area envisaged in it and, in particular, having regard to the limited scope of the saving-provisio40 owhich, qui te significantly, omitted to invoke and satt@racduf t Rajasthan General Clauses Act 1955 to .he repeal of s. 5(6 A) and Chapter III-B of the '1955 Act', must be construed a nd held to manifest an intention contrary' to and inconsiste nt with the keeping alive or saving of the repealed law so as to be invoked in relation to and applied for the pendi ng cases which had not been concluded under the old law befo re the repeal; and (b) even if s. 6 of the Rajasthan Gener al Clauses Act 1955 was attracted and the old law was saved f or the purpose, provisions of the old law could not be invok

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ed
        as no right had been "accrued" in favour of the State
in
        relation to the surplus area determinable under the old l
aw
        nor any liability incurred by the land-holders under the o
ld
        law so as to support the initiation of the proceedings f
or
        fixation of ceiling-area under the old law after its repea
ι.
            Dismissing the appeals, Special Leave Petitions and Wr
it
        Petitions, this Court,
            HELD: 1.1 When there is a repeal of a statute accomp
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        nied by re-enactment of a law on the same subject, t
he
        provisions of the new enactment would have to be looked in
to
        not for the purpose of ascertaining whether the consequenc
es
        envisaged6 b∜ the General Clauses Act ensued or n
ot
       but only for the purpose of determining whether the prov
i-
        sions in the new statute indicate a different intentio
n.
      G][164F-
        State of Punjab v. Mohan[$955] 1 SCR 873 referr
ed
       to.
            1.2 Mere absence of an express reference oto t
he
General Clauses Act is not conclusive, unless such omissi
on
        is attended with the circumstance that the provisions of t
he
        new-law evince and make manifest and intention contrary
tο
       what would, otherwise, follow by the operation of the Se
C-
       tion, the incidents and consequences would follo
w.
      B][163A-
        B. Bansgopal v., EAD&rb933 All 669 referred to.
            1.3 The scheme of the Rajasthan Imposition of Ceiling
on
       Agricultural Holdings Act, 1973 does not manifest an inte
n-
        tion contrary to, and inconsistent with, the saving of t
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repealed provisions5(6A) and Chapter III-B of t

| he | Rajasthan Tenancy Act, 1955 so far as pending cases a |
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| re | |
| ed | concerned, and the rights accrued and liabilities incurr |
| ld | under the old law are not effaced. The indicia that the o |
| th | law was not effacedsaræ5[2) and s. 40(1) read wi |
| | second prowis d (1) of the new Act. [167G; 165E] |
| ng | 1.4 The High Court was right in holding that the openi |
| | wor ds $15f2$) "without prejudice to any other reme |
| dy | that may be available to it under the Rajasthan Tenancy Ac |
| t, | 1955" clearly showed that the pending cases had to be go |
| V - | erned by the old law, and if transactions past and clos |
| ed | |
| ns | had to be reopened and decided afresh under the provisio |
| II | of the repealed law, and the ceiling area under Chapter I |
| i- | of the 1955 Act had to be fixed under its repealed prov |
| | sions, then it must follow, as a necessary corollary, th |
| at | the pending cases must be decided under the old law, a |
| nd | that the expression "law for the time being in force" d |
| id | not take within its sweep a law "deemed to be in force" an |
| d, | therefore, the opening word 3 of 1973 Act would n |
| ot | |
| W. | have an overriding effect so as to exclude the old la |
| | <pre>[167A-D] Rao Shiv Bahadur Singh and Anr. v. The State of Vindh</pre> |
| ya | Pradesh, [1953] SCR 1CB&e&nDnspector of Mines |
| ٧. | , |
| | K.C, ADRpa961 SC 838 referred to. 2. A saving provision in a repealing statute is n |
| ot | exhaustive of the rights and obligations so saved or t |
| he | |
| | rights that survive the repeal. [167D-E] T. Commissioner U.P. v. Shah Sadiq and Sons, AIR 19 |
| 87 | SC 1217 @ 1221 referred to. |

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3.1 For purpose of clauses (c) and (e) of the Rajasth
an
General Clauses Act, 1955, the "right" must be "accrued" a
        not merely an inchoate one. the distinction between what
is
       and what is not a right preserved by s. 6 of the Gener
al
Clauses' Act is often one of great fineness. What is una
f-
        fected by the repeal is a right 'acquired' or 'accrue
d'
        under the repealed statute and not "a mere hope or expect
a-
       tion" of acquiring a right or liberty to apply for a righ
t.
        [168E]
           3.2 The right of the State to the excess land was n
ot
       merely an inchoate right under the Rajasthan Tenancy Ac
t,
        1955, but a right "accrued" within the measin@(of)
of
       the Rajasthan General Clauses Act, 1955. [172D]
           The rights and obligations.ubderof the 1955 A
ct
        had had to be determined with reference to the notified da
te
        i.e. 1.4.1966. The right of the State, to take over exce
SS
        land, vested in It as on the appointed date, and only t
he
        quantification remained to be worked out. The liability
οf
        the land-owner to surrender the excess land as on
        1.4.1966 was a liability "incurred" also within the meani
ng
        of the said provision. [170E;171H; 172D]
   Lalji Raja v. Firm Hansraj, [1971] 3 SCR 815; Raghuna
th
       v. Maharashtra, [1972] 1 SCR 48 at 57; Bhikoba Shank
ar
       Dhumal (dead)&b@rs. v. Mohan Lal Punchand Tathed
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JUDGMENT:

Ors., [1982] 3 SCR 218 at 228; State of Maharashtra v.

Annapurnabai and Ors., [1985] Supp. SCC 273 at 275; Direct or of Public Works v. Ho Po Sany, [1961] 2 All E.R. 721 and M.S. Shivananda v. K.S.R. Corpn., AIR 1980 SC 77 at 81 r e-

ferred to.

& CIVIL APPELLATE JURISDICTION: Civil Appeal Nos. 2037-

2042 of 1977 etc. etc. From the Judgment and Order dated 21.10.1976 of the Rajasthan High Court in D.B. Special appeal Nos. 8, 20, 22, 26, 27 and 28 of 1976.

A.K. Sen, V.M. Tarkunde, Shanti Bhushan, Sushil Kum ar Jain, N.D.B. Raju, Ram Kalyan Sharma, Jagdish Nandware, K. B.

Rohtagi, S.K. Dhingra, R.S. Sodhi and Vineet Kumar for the Appellants.

C.M. Lodha, Badri Dass Sharma, S.D. Khanduja and Ind ra Makwana for the Respondents. The Judgment of the Court was delivered by VENKATACHALIAH, J. These appeals, by Special Leave a nd Petitions for grant of Special Leave pertaining to agrari an reform legislation in the State of Rajasthan, arise out of and are directed against the judgment dated 21st Octobe r, 1976, of a full bench of the High Court of Rajasthan, di s-

missing a batch of special appeals and affirming the jud g-

ment dated 2.12.1975 of the learned Single Judge of the Hi gh Court rejecting appellants contentions against the legality of certain proceedings for the fixation of ceiling on agri-

cultural holdings initiated and continued under the Prov i-

sions of Chapter III-B of the Rajasthan Tenancy Act, 195

5. In the Writ-petition filed directly in this Court relie fs similar to those sought before the High Court are claimed. The principal controversy before High Court in the proceedings, shorn of its niceties and embellishments, was whether the proceedings for fixation of ceiling area with reference to the appointed dated i.e. 1.4.1966 under Chapter III-B of the Rajasthan Tenancy Act, 1955, ('1955 Act' for short) could be initiated and continued after the coming into force of the Rajasthan Imposition of Ceiling on Agricultural Holdings Act (Act No. 11 of 197

3) ('1973 Act' for short) which w.e.f. 1.1.1973 repealed Se c-

tion 5(6A) and Chapter III-B of the old Act, i.e. '19 Act'.

2. Chapter III-B, pertaining to imposition of ceiling on agricultural holdings, in the State of Rajasthan, was intro-

duced into the '1955 Act' by the Rajasthan Tenancy (Amen d-

ment) Act, 1960. As a sequential necessity Section 5 w as amended by the introduction in it of Clause (6A) whi ch defined "ceiling-area". The notified-date, as original ly fixed, was 1.4.1965; but owing to the uncertainties impart ed to the implementation of the law by the challenge made to the provisions of Chapter III-B before the High Court and the interim-orders of the High Court staying the operation of the law, Government had had to re-notify 1.4.1966 as the fresh notified-date, after the challenge to the validity of Chapter III-B had been repelled by the High Court. By the time, the '1973 Act' was brought into for ce disputes touching the determination of the ceiling areas in 33,471 cases had come to be decided in accordance with the provisions of Chapter III-B of the earlier '1955 Act'. After the '1973 Act' came into force on 1.1. 1973, some 8,4 cases for the determination of 'ceiling-areas' under III

-B of the '1955 Act' came to be initiated and were sought to be continued under said Chapter III-B of the repealed '19 Act' on the view that the repeal of Chapter III-B of the 1955 Act by the 1973 Act' did not affect the rights accrued and liabilities incurred under the old law. Appellant s' principal contention is that after the coming into force of the 1973 Act which, by its 40th Section, repealed Chapter III-B of the '1955 Act', recourse could not be had to the repealed-law for purposes of commencement, conduct and conclusion of any proceedings for fixation of ceiling as prescribed under the old law. This contention has been repelled by the full bench of the High Court in the judgment under appeal. The correctness of view of the full bench arises for consideration in these appeals.

3. The factual antecedents in which the controver sy arose before the High Court may be illustrated by the facts of one of the appeals. In CA 1003(N) of 1977, the appel-

lants' claim to have entered into possession and cultivati on of certain parcels of land pursuant to alleged agreements to sell dated 28.4.1957 said to have been executed in the ir favour by the then land-holder, a certain Sri Hari Sing h.

The sale deeds were passed only on 22.8.1966, after t he notified-date. Proceed-

ings for the fixation of ceiling area in the hands of S ri Hari Singh were commenced under the Repealed Chapter III

-B of the '1955 Act'. Appellants' pruchases were held to be h it by Section 30 DD of the said Chapter III-B, which prescrib ed certain residential qualifications, which appellants did n ot possess, for the eligibility for recognition of such tran s-

fers. Appellants' contention is that if the new law had be en applied to the case of the vendor, the transfers in the ir favour would have been held valid and that invoking of Chapter III-B of the repealed law was impermissible. Apa rt from the facts of individual cases and their particulariti es the basic question is one of construction-whether the prov i-

sions of the old law are saved and survive to govern pendi ng cases.

- 4. We have heard Sri A.K. Sen, Sri Tarkunde and S ri Shanti Bhushan, learned Senior Advocates for the appellan ts and Sri Lodha, learned Senior Advocate for the State of Rajasthan and its authorities. The appellant's princip al contention--which we perceive as one of construction of statutes--is that the later law made manifest, expressly a nd by necessary implication, an intention inconsistent with the continuance of the rights and obligations under the repeal ed law and that, accordingly, after 1.1.1973, the date of coming into force of the '1973 Act', no proceedings under the old law could be initiated or continued.
- 5. The points that fall for consideration in the se appeals are whether:
- (a) the scheme contemplated by and the different criter ia and standards for the determination of "ceiling-area" envi s-

aged in the '1973 Act' and, in particular, having regard to the limited scope of the saving-provision of Section thereof which, quite significantly, omits to invoke a nd attract Section 6 of the Rajasthan General Clauses Act 19 to the Repeal of Section 5(6A) and Chapter III-B of the '1955 Act' must be construed and held to manifest an inten-

tion contrary to and inconsistent with the keeping alive or saving of the repealed law so as to be invoked in relati on to and applied for the pending cases which had not be en concluded under the old law before the repeal; and

- (b) that, at all events, even if Section 6 of the Rajasth an General Clauses Act 1955 was attracted and the old law w as saved for the purpose, provisions of the old-law could n ot be invoked as no right had been ,"accrued" in favour of the State in relation to the surplus-area determinable und er the old law nor any liability "incurred" by the land-holde rs under the old law so as to support the initiation of the proceedings for fixation of 'Ceiling-area' under the old-law after its repeal.
- 6. Re: Contentions (a) In order that this contention, which is presented with some perspicuity, is apprehended in its proper prospective a conspectus of the essential provisions of the earlier law and later law pertaining to prescription of ceiling on agricultural holdings is necessary. In 1955, The Rajasthan Tenancy Act 1955 was enacted. By the Rajasthan Tenancy (Amendment) Act, for the first time, provisions in Chapter III-B prescribing a ceiling on hold-

ings of agricultural lands got introduced into the '19 Act'. This amending Act of 1960 received Presidential asse nt on 12th March 1960. The Chapter III-B was, by an appropria te notification, brought into force with effect from 15 th December, 1963. The notified-date, under the '1955 Act', as stated earlier, was 1.4.1965. Section 5(6A) of the' 1955 Act' defined 'Ceiling-area'. " "Ceiling area" in relation to land held anywhe re throughout the State by a person in any capacity whatsoeve r, shall mean the maximum area of land that may be fixed as ceiling area under section 30C in relation to such person; "

Section 30B in Chapter III-B provided: "30. B. Definitions--For the purposes of this Chapter--

- (a) "family" shall mean a family consisting of a husband and wife, their children and grand-children bei ng dependent on them and the widowed mother of the husband so dependent, and
- (b) "person" in the case of an individual, sha ll include the family of such individual." Section 30C providing for the extent of ceiling area said:

"30C. Extent of ceiling area-- The ceiling area for a family consisting of five or le ss than five members shall be thirty standard acres of land; Provided that, where the members of a family exce ed five, the ceiling area in relation thereto shall be i n-

creased for each additional member by five standard acre s, so however that it does not exceed sixty standard acres of land.

Explanation--A 'standard acre' shall mean the ar ea of land which, with reference to its productive capacity, situation, soil classification and other prescribed particu-

lars, is found in the prescribed manner to be likely to yield ten maunds of wheat yearly; and in case of land n ot capable of producing wheat, the other likely produce there of shall, for the purpose of calculating a standard acre, be determined according to the prescribed scale so as to be equivalent in terms of money value to ten maunds of wheat: Provided that, in determining a ceiling area in terms of standard acres. the money value of the produce of wellirrigated (chahi) land shall be taken is being equiv a-

lent to the money value of the produce of an equal area of un-irrigated (barani) land." In exercise of the Rule making powers under the '1955 Act ', the State Government framed and promulgated The Rajasth an Tenancy (Fixation of Ceiling of Land) Government Rule s, 1963, which came into force on and with effect fr om 15.12.1963. Rule 9 required that in order to enable t he Sub-Divisional Officer to determine the ceiling area a p-

plicable to every person under Section 3oC of the Act and to enforce the provisions of Section 3oE, every land-holder and tenant in possession of lands, in excess of the ceiling area applicable to him, shall file a declaration within si x-

months from the notified-date. The law fixed 30 standard acres as the ceiling area. Thereafter, successive amendments were made to Chapter III-B of the '1955 Act' which, while maintaining the ceiling at 30 standard acres, however, recognised certain transfers effected after 1958, which were not originally so recognised in fixing the ceiling. Again (by an amendment) of the year 1970, Section 30 (1) was deleted. The 1955 Act itself came to be included in the IX Schedule to the Constitution by a Parliamentary law. The challenge to said inclusion was repelled by this Court.

7. On 1.1.1973, the Governor of the State of Rajasth an promulgated The Rajasthan Imposition of Ceiling on Agrilcu l-

tural Holdings Ordinance, 1973 under Article 213 of t he Constitution of India. The Ordinance repealed the corr e-

sponding provisions relating to ceiling on agricultur al holdings contained in Section 5(6A) and Chapter III-B of the '1955 Act' except to the extent indicated in the Second proviso to Section 4(1) and Section 15(2) of the said Ord i-

nance. The Ordinance brought into existence a new concept of and standards for the "ceilingarea". Certain transfers ma de by the land-holders even during the operation of the old l aw were recognised as valid transfers for purposes of comput a-

tion of ceiling area under the new dispensation brought about by the Ordinance. This Ordinance was replaced by the 1973 Act which was made operative retrospectively from 1.1.1973 being the date of promulgation of the Ordinance.

Section 40 of the '1973 Act' repealed, as did the predece s-

sor-Ordinance, both the old law in Chapter III-B of t he '1955 Act' and the earlier Ordinance for which it substitu t-

ed.

Section 3, Section 4(1), Second Proviso and Section of the 1973 Act require particular notice. Section 3 provides:

"3. Act to override other laws, contracts, etc.-- The provisions of this Act shall have effect notwithstanding anything inconsistent contained in any other law for the time being in force, on any custom, usage or contract or decree or order of a court or other authority."

The Second Proviso to the Explanation appended to Se c-

tion 4(1) of the Act says: "Provided further that if the ceiling area applicable to a ny person or family in accordance with this section exceeds the ceiling area applicable to such person or family according to the provisions of law repealed by section 40, in that case the ceiling area applicable to such person or family will be the same as was under the provisions of the said repealed law."

Section 40 provides:

"40. Repeal and savings--(1) Except as provided in second proviso to sub-section (1) of section 4 and in subsection (2) of Section 15 of this Act, the provisions of clause (6 A) of section 5 and Chapter III-B of the Rajasthan Tenancy Act, 2955 (Rajasthan Act 3 of 2955) are hereby repealed except in the Rajasthan Canal Project area wherein such provisions shall stand repealed on the date on which this Act comes into force in that area. (2) The Rajasthan Imposition of Ceiling on Agricul-

tural Holdings Ordinance, 1973 (Rajasthan Ordinance-I of 1973) is hereby repealed. (3) Notwithstanding the repeal of the said Ord i-

nance under sub-section (2), anything done or any acti on taken or any rules made under the said Ordinance shall be deemed to have been done, taken or made under this Act a nd section 27 of the Rajasthan General Clauses Act, 29 (Rajasthan Act 8 of 1955) shall apply to such repeal a nd re-enactment."

Section 41 contains a statutory declaration that the 'Act' is for giving effect to the directive principles of State policy towards securing the principles specified in Article 39(b) and (c) of the Constitution of India.

8. Appellants' learned counsel contend that when the re is a repeal of a statute followed by a re-enactment of a n ew law on the same subject, with or without modification s, Section 6 of the General Clauses Act is not attracted a nd the question as to the extent to which the repealed law is saved would be dependent upon the express provisions of t he later statute or what must be held to be its necessary a nd completing implications. It was urged that where the repe al is accompanied by a afresh Legislation on the same subjec t, the new law alone will determine if, and how far, the old law is saved and that in the absence of an express appeal to Section 6 of the General Clauses Act or of express prov i-

sions to similar effect in the new law itself, the prov i-

sions of the old law must be held to have been effac ed except whatever had been done, or having effect as if don e.

This argument has the familiar ring of what Sulaiman, C J.

had said on the matter in Rashid Ahmad v. Mt. Anis Fatima & Ors., AIR 1933 All. 3. But it must now be taken to be settled that the mere absence of an express reference to Section 6 of the General Clauses Act is not conclusive, unless such omission to invoke Section 6 of the General Clauses Act is attended with the circumstan ce that the provisions of the new-law evince and make manife st an intention contrary to what would, otherwise, follow by the operation of Section 6 of the General Clauses Act, the incidents and consequences of Section 6 would follow.

9. Appellants' learned counsel submitted that the legi s-

lation in question pertaining, as it did, to the topic of agrarian reform was attendant with the difficulties natura l-

ly besetting a task so inextricably intermixed with compl ex and diverse and, indeed, often conflicting socio-econom ic interests had had to go through stages of empirical evol u-

tion and that having regard to the wide-diversity of policy-options manifest between the earlier and the lat er legislations, the conclusion becomes inescapable that the later legislation, made manifest an intention inconsistent with and contrary to the continuance of the rights and obligations under the repealed law. It was agreed that with the experience gained in the implementation of the policy of agrarian reforms embodied in the repealed law, then ew policy-considerations--reflected in the new and basically different thinking on some of the vital components of the new-policy--were evolved and incorporated in the new law, so much so that the repealed and repealing laws represented two entirely different systems and approaches to the policy of agrarian reforms and the two systems, with their mark ed differences on basic and essential criteria underlying the ir policies, could not co-exist. It was urged that the stat e-

ment of objects and reasons appended to the 1973 Bill reco g-

nised that the legislative policy and technique underlying the old law were ineffective in removing the great disparity that persisted in the holdings of agricultural lands or in diluting the concentration of agricultural wealth in the hands of a few and recognised the necessity "to reduce such disparity and to re-fix the ceiling area on the agricultural holdings so that agricultural land may be available for distribution to land-less persons". It was pointed out that material criteria relevant to the effectuation of the new-

policy made manifest an intention contrary to the surviv al of the policy under the old law. The wide changes in the policy of the later law which reflected a new and basically different approach to the matter, included (i) a fundament all rethinking on the concept of the "ceilling-area" by reducing the 30 standard acres prescribed in the old law to 18 stand-

ard acres; (ii) the re-definition of the very concept of 'family' and 'separate unit'; (iii) the point of time with reference to which the composition and strength of the family would require to be ascertained; (iv) a re-

thinking, and a fresh policy as to the recognition of tran s-

fers made by land-holders including even those transfers made during the period of operation of the old law; (v) the point of time of the vesting of the surplus land in Gover n-

ment; (vi) the re-defining of the principles and prioriti es guiding the distribution of the surplus land to landle ss persons, and (vii) the amount to be paid to the land holde rs for the excess land vesting in the State under the new law.

It was submitted that the two laws--the old and the new-envisaged two totally different sets of values and policies and were so disparate in their context and effect as to yield the inevitable inference that the policy and scheme of the later law, by reason alone of the peculiar i-

ties and distinction of its prescriptions, should be held to manifest an intention contrary to the saving of the old l aw even respective pending cases. The ceiling laws, it was submitted, envisage

and provide an integrated and inte r-

connected set of provisions and the marked distinctions in the vital provisions in the two sets of laws rendered t he continued applicability of the old law to any case, n ot already finally concluded thereunder, as impermissible in law as unreasonable in its consequences if permitted. It was urged that Section 3 of the 1973 Act was a clinching indic a-

tor in this behalf when it provided that the provisions of the later law "shall have effect notwithstanding anything inconsistent contained in any other law for the time being in force, or any custom, usage, or contract or decree or order of a Court or other authority" (underlining supplie

d) and that the old Act, even if it was, otherwise, held to be in force in relation to pending cases, was clearly ove r-

borne by Section 3 of the new law. When there is a repeal of a statute accompanied by re-

enactment of a law on the same subject, the provisions of the new enactment would have to be looked into not for the purpose of ascertaining whether the consequences envisaged by Sec. 6 of the General Clauses Act ensued or not--Sec.

would indeed be attracted unless the new legislation man i-

fests a contrary intention--but only for the purpose of determining whether the provisions in the new statute ind i-

cate a different intention. Referring to the way in whi ch such incompatibility with the preservation of old rights a nd liabilities is to be ascertained this Court in State of Punjab v. Mohar Singh, [1955] 1 SCR 893 said:

" Such incompatibility would have to be ascertained from a consideration of all the relevant prov i-

sions of the new Law and the mere absence of a saving clause is by itself not material. The provision of Sec. 6 of the General Clauses Act will apply to a case of repeal ev en if there is simultaneous enactment unless a contrary inte n-

tion can be gathered from the new enactment. Of course, the consequences laid down in Section 6 of the Act will apply only when a statute or regulation having the force of a statute is actually repealed" Addressing itself to the question whether, having regard to the particular provisions of the 1973 Act, the inference that the new law manifests such contrary intention could justifiably be drawn, the High Court observed:

"We have, therefore, to examine whether the n ew law expressly or otherwise manifests an intention to wi pe out or sweep away those rights and liabilities which h ad accrued and incurred under the old

law "

"Having carefully gone through all the authorities cited by the parties as referred to above, we are of opini on that the new Act of 1973 does not have the sweeping effect of destroying all the rights accrued and liabilities in-

curred under the old law "

10. One of the indicia that the old law was not effac ed is in sec. 15(2) of the new Act. It provides that if the State Government was satisfied that the 'ceiling-area' in relation to a person as fixed under the old-law had be en determined in contravention of that law, a decided case could be re-opened and inquired into it and the 'ceiling-

area' and the 'surplus area' determined afresh in accordan ce with the provisions of the old law. Another indicium is in Sec. 40(1) read with the Second Proviso to Sec. 4(1) o f' 1973 Act' which provides that if the ceiling area applicable to a person or a family in accordance with the said Sec.

4(1) exceeds the 'ceiling-area' applicable to such person or family, under the old law, then, the 'ceiling-are a' applicable to such person or family would be the same as w as provided under the provisions of the old law. The High Court relied upon and drew sustenance for i ts conclusion from, what it called, the internal evidence in the Act which, according to the High Court, indicated th at pending-cases were governed only by the old law. The Hi gh Court referred to sec. 15(2) inserted by Act No. 8 of 19 and what, according to it, necessarily flowed from it in support of its conclusion. Sec. 15(2) inserted by Act No. of 1976 "(2) Without prejudice to any other remedy that m ay be available to it under the Rajasthan Tenancy Act, 19 (Rajasthan Act 3 of 1955), if the State Government, aft er calling for the record or otherwise, is satisfied that a ny final order passed in any matter arising under the prov i-

sions repealed by Section 40, is in contravention of such repealed provisions and that such order is prejudicial to the State Government or that on account of the discovery of new and important matter or evidence which has since come to its notice, such order is required to be re-opened, it may, at any time within five years of the commencement of this Act, direct any officer subordinate to it to re-open such decided matter and to decide it afresh in accordance with such repealed provisions." (Emphasis Supplied) The High Court referring to the opening words of the above provisions observed: "The opening words of the section 'without prejudice to a ny other remedy that may be available to it under the Rajasth an Tenancy Act, 1955 (Act No. 3 of 1955)', clearly show that the pending cases have to be governed by the old law. If transactions past and closed have to be reopened and decided afresh under the provisions of the repealed law, and the ceiling area under Chapter III of the Rajasthan Tenancy Act, 1955, has to be fixed under its repealed provisions, then it must follow as a necessary corollary, that the pending cases must be decided under the old law."

11. Sri Lodha, learned counsel for the State of Raja s-

than submitted that the 'ceiling-area' had to be fixed with reference to the notified date i.e. 1.4.1966 by the statut o-

ry standards prescribed under the Chapter III-B of the '19 Act'. The two legislations are complementary to each oth er and constitute two tier provisions. So far as the cases that attracted and fell within Chapter III-B of 1955 Act, as on 1.4.1966, would continue to be governed by that law as the fights and obligations created by the said Chapter III

-B amounted to create rights and incur liabilities. Shir Lod ha submitted that the view taken by the High Court was unexce p-

tionable.

12.. On a careful consideration of the matter, we are i n-

clined to agree with the view taken by the High Court on the poin t.

The reliance placed by appellants' learned counsel on the provisions of Sec. 3 of 1973 Act as detracting from the tenability of the conclusion reached by the High Court on the point is, in our opinion, somewhat tenuous. The conten-

tion of the learned counsel is that the expression "notwit h-

standing anything inconsistent contained in any other l aw for the time being in force" in Section 3 of the 1973 A ct would exclude the operation of Chapter III-B of the '19 Act' which, according to the contention, even if kept ali ve would yet be a 'law for the time being in force' and, ther e-

fore, be excluded by virtue of Section 3. This contenti on has been negatived by the High Court--and in our opini on rightly--by placing reliance on the pronouncements of th is Court in Rao Shiv Bahadur Singh and Anr. v. The State of Vindhya Pradesh, [1953] SCR 1188 and' Chief Inspector of Mines v. K.C. Thapar, AIR 1961 SC 838. The High Court he ld that the expression "law for the time being in force" do es not take within its sweep a law 'deemed to be in force' a nd that, accordingly, the opening words of Sec. 3 relied up on by the Appellants' learned counsel will not have an overri d-

ing effect so as to exclude the old law.

- 13. A saving provision in a repealing statute is n ot exhaustive of the rights and obligations so saved or the rights that survive the repeal. It is observed by this Court in 1.T. Commissioner, U.P. v. Shah Sadiq & Sons, AIR 1987 SC 1217 at 1221:
- "...... In other words whatever rights a re expressly saved by the 'savings' provision stand saved. Bu t, that does not mean that rights which are not saved by the 'savings' provision are extinguished or stand ipso fac to terminated by the mere fact that a new statute repealing the old statute is enacted. Rights which have accrued are saved unless they are taken away expressly. This is the princip le

behind Sec. 6(c), General Clauses Act, 1897 "We agree with the High Court that the scheme of the 1973 A ct does not manifest an intention contrary to, and inconsiste nt with, the saving of the repealed provisions of sec. 5(6 A) and Chapter III-B of '1955 Act' so far as pending cases a re concerned and that the rights accrued and liabilities i n-

curred under the old law are not effaced. Appellant's co n-

tention (a) is, in our opinion, insubstantial.

14. Re: Contention(b): This takes us to the next question whether in the present cases even if the provisions of Sec. 6 of the Rajasthan Gener al Clauses Act, 1955, are, attracted, the present cases did n ot involve any rights "accrued" or obligations "incurred" so as to attract the old law to them to support initiation or continuation of the proceedings against the land-holde rs after the repeal. It was contended that even if the prov i-

sions of the old Act were held to have been saved it could not be said that there was any right accrued in favour of the State or any liability incurred by the land holders in the matter of determination of the 'ceiling-area' so as to attract to their cases the provisions of the old law. The point' emphasised by the learned counsel is that the exces s-

land would vest in the State only after the completion of the proceedings and upon the land-holder signifying h is choice as to the identify of the land to be surrendere d.

Clauses (c) and (e) of Sec. 6 of the Rajashtan Gener al Clauses Act, 1955, provide, respectively, that the repeal of an enactment shall not, unless a different intention a p-

pears, "affect any right privilege, obligation, or liabil i-

ty, acquired, accrued, or incurred under any enactment so repealed" or "affect any investigation. legal proceeding or remedy in respect of any such right, privilege, obligation, liability, fine, penalty, forfeiture, or punishment as aforesaid."

For purposes of these clauses the "right" must be "accrued" and not merely an inchoate one. The distincti on between what is and what is not a right preserved by Secti on 6 of the General Clauses Act, it is said, is often one of great fineness. What is unaffected by the repeal is a right 'acquired' or 'accrued' under the repealed statute and n ot "a mere hope or expectation" of acquiring a right or liber ty to apply for a right.

In Lalji Raja v. Firm Hansraj, [1971] 3 SCR 815 th is Court dealing with the distinction between the "abstra ct rights" and "specific rights" for the purpose of the oper a-

tion of Sec. 6 of General Clauses Act said: "That a provision to preserve the right accru ed under a repealed Act 'was not intended to preserve the abstract rights conferred by the repealed Act It only applied to specific rights given to an individual up on happening of one or the other of the

events specified in statute'--See Lord Atkin's observations in Hamilton Gell v.

White, [1922] 2 K.B. 422. The mere right, existed at t he date of repealing statute, to take advantage of provisions of the statute repealed is not a 'right accrued' within the meaning of the usual saving clause--see Abbot v. Minister for Land s, [1895] A.C. 425 and G. Ogden Industries pry. Ltd. v. Luca s, [1969] 1 All E.R. 121"

15. To ascertain whether these were 'accrued' rights a nd 'incurred' liabilities a reference Section 30E of the r e-

pealed law is necessary. Sec. 30-E of 1955 Act provides:

"30-E. Maximum land that can be held and restri c-

tion on future acquisitions:

- (1) Notwithstanding anything contained in this A ct or in any other law for the time being in force, no pers on shaH, as from a date notified by the State Government in this behalf:--
- (a) Continue to hold or retain in his possessi on in any capacity and under any tenure whatsoever land in excess of the ceiling area applicable to him, or
- (b) acquire, by purchase, gift, mortgage, assig n-

ment, lease, surrender or otherwise or by devolution or bequest, any land so as to effect an increase in the exte nt of his holding over the ceiling area applicable to him;

Provided that different dated may be so notified for different areas of the State. (2) Every person, who, on such date, is in posse s-

sion of land in excess of the ceiling area applicable to h im or who thereafter comes into possession of any land by acquisition under clause (b) of sub-section (1), shall, within six months of such date or within three months of acquisition, as the case may be, make a report of such possession or acquisition to, and shall surrender such excess land to the State Government and place it at the disposal of the Tehsildar within the local limits of who se jurisdiction such land is situate. (Omitted as unnecessary) (3) Any person failing intentionally to make a report or to surrender land as required by sub-section (

2) shall, on conviction, be punishable with a fine which m ay extend to one thousand rupees. (4) Without prejudice and in addition to su ch conviction and fine the person retaining possession of a ny land in excess of the ceiling area applicable to him shall be deemed to be a trespasser liable to ejectment from su ch excess land and to pay penalty in accordance with clause (

a) of sub-section (i) of section 183; Provided that the lands, from which a person shall be so ejected shaH, as for as may be, un-encumbered lands. (5) All lands coming to the State Government by surrender under sub-section (2) or by ejectment under sub-

section (4) shall vest in it free from all encumberances. (Omitted as unnecessary)"

The rights. and obligations under this provision had had to be determined with reference to the notified date i. e.

1.4.1966. Referring to analogous provision of the Maharas h-

tra Agricultural Lands (Ceiling on Holdings) Act, 1961, th is Court in Raghunath v. Maharashtra, [1972] 1 SCR 48 at observed:

"The scheme of the Act seems to be to determine the ceiling area of each person (including a family) with refer-

ence to the appointed day. The policy of the Act appears to be that on and after the appointed day no person in the State should be permitted to hold any land in excess of the ceiling area as determined under the Act and that ceiling area would be that which is determined as on the appoint ed day..."

16. Again in Bhikoba Shankar Dhumal (dead) by LRs. & Ors. v. Mohan Lal Punchand Tathed & Ors., [1982] 3 SCR 2 at 228, it was observed:

"A close reading of the aforesaid provisions of the Act shows that the determination of the extent of su r-

plus land of a holder has to be made as on the appoint ed day. If any person has at any time after the fourth day of Augus t, 1959, but before the appointed day held any land (includi ng any exempted land) in excess of the ceiling area, su ch person should file a return within the prescribed peri od from the appointed day furnishing to each of the Collecto rs within whose jurisdiction any land in his holding is situa t-

A contention similar to the one urged for the appellan ts here that the title respecting the surplus land would ve st in the Government upon such land being taken possession of by Government after the declaration regarding the surpl us was noticed in that case. But, it was held that the liabil i-

ty to surrender the surplus land would date back to the appointed day. This Court said:

" Any other construction would make t he Act unworkable and the determination of the extent of su r-

plus land of a holder ambulatory and indefinite " This was again reiterated in State of Maharashtra v. Ann a-

purnabai and Ors., [1985] Supp. SCC 273 at 275. This Court said:

" Section 21 of the Act no doubt states that t he title of the holder of the surplus land would become vest ed in the State Government only on such land being taken po s-

session of after a declaration regarding the surplus land is published in Official Gazette. But the liability to surre n-

der the surplus land relates back to the appointed day in case of those who held land in excess of the ceiling on the appointed day. Therefore, even if the holder dies before declaration of any part of his land as surplus land, the surplus land is liable to be determined with reference to his holding on the appointed day "

17. It is, therefore, seen that the right of the Sta te to take over excess land vested in it as on the appoint ed day and only the quantification remained to be worked ou t.

As observed by Lord Morris, in Director of Public Works v. Ho Po Sang, [1961] 2 All. E. R.

721. "It may be, therefore, that under some repealed enactment, a right has been given, but that, in respect of it, so me investigation or legal proceeding is necessary. The right is then unaffected and preserved. It will be preserved even if a process of quantification is necessary. But there is a manifest distinction between an investigation in respect of a right and an investigation which is to decide whether so me right should be or should not be given. On a repeal t he former is preserved by the Interpretation Act. The latter is not."

The above passage was referred to with approval in M. S.

Shivananda v. K.S.R.T. Corpn., AIR 1980 SC 77 at 81.

- 18. We agree with the High Court that the right of t he State to the excess land was not merely an inchoate right under the Act, but a right "accrued" within the meaning of sec. 6 (c) of the Rajasthan General Clauses Act, 1955, and the liability of the land-owner to surrender the excess land as on 1.4.1986 was a liability "incurred" also within the meaning of the said provision. There is no substance in contention (b) either.
- 19. These Appeals, Special Leave Petitions and t he WritPetition, accordingly, fail and are dismissed. In the circumstances of the case, there will be no order as to costs.

N.P.V. Appeals & Petitions dismissed.

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