IN THE COURT OF APPEAL OF THE DEMOCRATIC SOCIALIST REPUBLIC OF SRI LANKA

In the matter of an Application for a mandate in the nature of *Writ of Certiorari* and *Mandamus* under article 140 of the Constitution of the Democratic Socialist Republic of Sri Lanka

Sri Lankan Airlines Limited,
Airline Centre,
Bandaranaike International Airport,
Katunayake.

PETITIONER

CA/WRIT/133/2015

Vs,

Hon. Wijeyadasa Rajapakshe PC, MP,
 Minister of Justice and Labour Relations,
 Ministry of Justice and Labour Relations,
 2nd Floor, Labour Secretariat,
 Narahenpita,
 Colombo 05.

- S.B. Navinna,
 Minister of Labour,
 Ministry of Labour,
 2nd Floor, Labour Secretariat,
 Narahenpita,
 Colombo 05
- The Commissioner General of Labour, 2nd Floor, Labour Secretariat, Narahenpita, Colombo 05.
- Mr. V. Vimalarajah,
 153/1, Kirulapone Avenue,
 Colombo 05

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5. Mr. T. Raveendran,

No.151/1, Collingwood Place,

Colombo 06.

6. Ms. P.K. Sanjeevani,

Assistant Commissioner of Labour,

District Labour Office,

Noegombo.

RESPONDENTS

Before:

Vijith K. Malalgoda PC J (P/CA)

S. Thurairaja PC J

Counsel:

Sanjeewa Jayawardena PC for the Petitioner

M.A. Sumenthiran for the 4th Respondent

Arjuna Obeysekara Senior DSG for the 1st, 2nd and 5th Respondents

Argued on: 04.05.2017

Decided on: 05.05.2017

Order

Vijith K. Malalgoda PC J

We have considered in detail, the arguments adduced in this case, with regard to the impugned award of compensation made by the 3rd Respondent Arbitrator, in favour of 4th Respondent, produced marked A-4(a) and A-4 (b) and the specific amount of the said award of compensation made, amounting to Rs. 5, 907, 853.32, which amount the Petitioner has substantially challenged in this writ application, as being arbitrary and excessive.

We have also take cognizance of the purported methodology of computation set-out by the arbitrator, and also of the oral submissions made on behalf the Petitioner with regard to the same and to the case law cited.

We find that the arbitrator has calculated the quantum of compensation from 1999, being the year of termination, all the way up to the 4th Respondent workmen's notional date of retirement in the year 2013.

In all the circumstances of the case, including the judgment of the Court of Appeal in the previous writ application bearing No CA (Writ) 273/2007, and the proceedings in the Supreme Court in SC (SPL) LA Application No 121/2013 and having due regard to the abiding requirement stipulated by law that awards compensation cannot be arbitrary computed or unduly excessive, we have given our anxious consideration to the matter and are of the view that granting compensation up to the age of retirement i.e. 2013, in a mechanical manner, is excessive in all the circumstances of this case, and therefore, not warranted.

We have also taken in to account, prayers (b) and (c) of the petition dated 26.03.2015, filed by the Petitioner, in conjunction with prayer (e) thereof.

In the said reliefs, the Petitioner has prayed and invited this court to, in the first instance, issue mandates in the nature of writs of Certiorari, quashing the impugned arbitral award of the 3rd Respondent arbitrator, dated 12.11.2014, produced marked A4 (a), as well as the publication of the said award, as contained in the Government Gazette Extraordinary No 1895/20, dated 01.01.2015, produced marked A-4 (b), and furthermore, in terms of prayer (e) of the said petition, the Petitioner has invited this court to reduce the amount of the award of compensation.

In view of the finding of this court that the quantum of compensation awarded to the 4th Respondent, is excessive and not warranted, we are of the view that mandates in the nature of writs of *Certiorari*

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should be issued in terms of prayers (b) and (c) of the petition dated 16.03.2015, and we accordingly

proceed to:

i) Issue a mandate in the nature of a writ of Certiorari, quashing the award of the 3rd

Respondent, dated 12.11.2014, in arbitration bearing No A/3196, marked A-4 (a) and

ii) Issue a mandate in the nature of a writ of Certiorari, quashing the said award published in

the Government Gazette Extraordinary, dated 01.01.2015, as reflected in A-4(b)

Furthermore, in the exercise of the discretion of this court, we further proceed to grant prayer (e) to

the petition, and instead of the impugned award of Rs. 5, 907,853.32 made by the 3rd Respondent,

which is now quashed, we make order the payment of compensation to the 4th Respondent, to a total

sum of Rs. 4,500,000/=

In view of the above findings, granting any other relief as prayed by the Petitioner will not arise and

we consider the reliefs referred to above, as being just and equitable in all the circumstances.

In view of the pendency of this dispute for a very long period of time, we direct that the said reduced

sum of Rs. 4,500,000 be paid by the Petitioner to the 4th Respondent within one month of the date of

this order i.e. on or before 05.06.2017.

Application allowed. No costs.

PRESIDENT OF THE COURT OF APPEAL

S. THURAIRAJA PC J

I AGREE,

JUDGE OF THE COURT OF APPEAL