

In the High Court of Punjab and Haryana at Chandigarh

FAO-6546 of 2016

Date of Decision: 11.8.2017.

Nirmal Singh

---Appellant

vs.

ICICI LOMBARD General Insurance Company Limited and others

---Respondents

Coram: Hon'ble Mrs. Justice Rekha Mittal

Present: Mr. Yashpal Thakur, Advocate
and Mr. Anshuman Chopra, Advocate
for the appellant
Mr. A.S.Sidhu, Advocate
for the insurance company

Rekha Mittal, J.

The present appeal has been directed against award dated 7.3.2015 passed by the Motor Accidents Claims Tribunal, Chandigarh (in short “the Tribunal”) whereby compensation has been awarded in regard to death of Sewa Singh in a motor vehicular accident that took place on the intervening night of 23-24.9.2013.

The Tribunal assessed income of the deceased at Rs. 9536/- per month, added 15% for increase in income, adopted a multiplier of 9 and deducted 1/4th for personal expenses to compute loss of dependency at Rs. 8,88,246/-. In addition, an amount of Rs. 25,000/- for transport and last rites expenses and Rs. 1,00,000/- towards consortium to widow of the deceased

has been awarded, payable with interest at the rate of 7.5% per annum.

Counsel for the appellant would contend that the Tribunal has committed a serious error while determining issue No. 3 in favour of the insurance company by upholding its plea that driver of the offending vehicle was not holding a valid driving licence and resultantly giving right of recovery to the insurer against owner- driver of the offending vehicle. It is further submitted that as driver of Tata Ace was holding licence for driving scooter/car/Jeep, he was competent to drive any light motor vehicle including Tata Ace, therefore, the driver was possessing a valid driving licence. Another submission made by counsel is that gross vehicle weight of Tata Ace is less than 7500 kgs, therefore, the driver was competent to drive the vehicle on the basis of licence held by him. In support of his contention, he has referred to latest judgment of Hon'ble the Supreme of India **Mukund Dewangan vs. Oriental Insurance Company Limited 2017(7) Scale 731** wherein Hon'ble the Apex Court has held, quoted thus:-

“A transport vehicle and omnibus, the gross vehicle weight of either of which does not exceed 7500 kg. would be a light motor vehicle and also motor car or tractor or a road roller, 'unladen weight' of which does not exceed 7500 kg. and holder of a driving licence to drive class of “light motor vehicle” as provided in section 10(2)(d) is competent to drive a transport vehicle or omnibus, the gross vehicle weight of which does not exceed 7500 kg. or a motor car or tractor or road-roller, thus “unladen weight” of which does not exceed 7500 kg. That is to say, no separate endorsement on the licence is required to drive

a transport vehicle of light motor vehicle class as enumerated above. A licence issued under Section 10(2)(d) continues to be valid after Amendment Act 54/1994 and 28.3.2001 in the form.”

Counsel representing the insurance company is not in a position to say something to counter plea of the appellant in the light of what has been held by Hon'ble the Supreme Court in the cited judgment.

I have heard counsel for the parties, perused the paper book particularly the award passed by the Tribunal.

The gross vehicle weight of Tata Ace is less than 7500 kgs. Counsel for the insurance company, in the light of enunciation laid down by Hon'ble the Supreme Court in the referred authority is not in a position to assert its claim that either the insured committed breach of terms and conditions of policy for want of valid driving licence with the driver or insurer is liable to be exonerated on this count.

In view of the above, the appeal is allowed. The award passed by the Tribunal is modified to the effect that driver was holding a valid driving licence at the time of occurrence, therefore, the insurance company is liable to indemnify the insured without any right of recovery.

**11.8.2017
paramjit**

**(Rekha Mittal)
Judge**

Whether speaking/reasoned: Yes/No
Whether reportable : Yes/No