



**BEFORE THE MADURAI BENCH OF MADRAS HIGH COURT
DATED: 13.01.2020**

CORAM:

THE HONOURABLE MRS.JUSTICE J.NISHA BANU

W.P.(MD)No.728 of 2020

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K.V.Ramana Reddy

... Petitioner

vs.

The Management of
Tamilnadu State Transport Corporation (Kumbakonam) Ltd.,
Trichy Region,
Rep. by its General Manager,
Trichy.

... Respondent

PRAYER: Writ Petition filed under Article 226 of the Constitution of India for issuance of writ of mandamus, directing the respondent to pay interest at the rate of 18% per annum, for the period of delay from 01.06.2018 to 20.09.2019, in paying the amounts paid towards the terminal benefits of the petitioner namely EPF Employee's Contribution, Gratuity and Encashment of Earned/Sick Leaves, within a time frame as may be fixed by this Court and without affecting his right to claim balance amounts towards those benefits.

For Petitioner : Mr.S.Arunachalam
For Respondent : Mr.D.Sivaraman

O R D E R

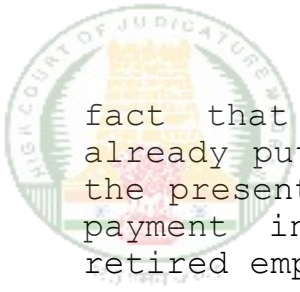
By consent of both parties, this writ petition is taken up for final disposal at the stage of admission itself.

2.The grievance of the petitioner is that his retirement benefits were settled belatedly in the month of September, 2019 and in view of such belated settlement, the present writ petition has been filed seeking for interest on the belated payment of the terminal benefits.

3.The learned Standing Counsel appearing for the respondents would submit that in view of the financial burden cast on the respondent Corporation, they may be permitted to pay the interest on the belated payment in a liberal monthly installments.

4.Heard both sides.

5.I am not in agreement with the said representation made by the learned standing counsel appearing for the respondent Corporation. A duty was cast on the respondent Corporation to pay the terminal benefits on the date of retirement itself and the very



fact that the belated disbursement of retirement benefit, had already put the retired employee to serious prejudice, entertaining the present request for disbursement of the interest on the belated payment in installments, could cause further prejudice to the retired employees.

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6.It is also brought to the notice of this Court that in an identical cases, a batch of writ petitions entertained by this Court and directions have been issued to the respondents to pay the interest at the rate of 6% on the belated payment of the terminal benefits. This Court does not intend to deviate from the said procedure.

7.In the light of the above observations, there shall be a direction to the respondent Corporation to pay the penal interest at the rate of 6% per annum on the belated payment of the retirement benefits for the period from the date of the retirement, till the date of actual disbursement, as expeditiously as possible and in any event, within a period of three months from the date of receipt of a copy of this order.

8.With the above directions, this Writ Petition is disposed of. No costs.

Sd/-

Assistant Registrar (records)

// True Copy //

/ /2020

Sub Assistant Registrar(CS)

smn

To:-

The General Manager,
The Management of Tamilnadu State
Transport Corporation (Kumbakonam) Ltd.,
Trichy Region, Trichy.

+1 CC to Mr.P.BALASUBRAMANIAN, Advocate (SR-1841[F] dated
13/01/2020)

W.P. (MD) No.728 of 2020
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MK (03.02.2020) 2P 3C