



BEFORE THE MADURAI BENCH OF MADRAS HIGH COURT

DATED: **03.02.2020**

CORAM:

THE HONOURABLE MR.JUSTICE **M.S.RAMESH**

**W.P. (MD) No.2026 of 2020**

WEB COPY

S.Muthukumar

... Petitioner

vs.

1.The Tamil Nadu State Transport Corporation  
(Kumbakonam) Ltd.,  
represented by its Managing Director,  
Kumbakonam.

2.The General Manager,  
Tamil Nadu State Transport Corporation  
(Kumbakonam) Ltd.,  
Pudukottai Region,  
Pudukottai.

3.The Administrator,  
The Tamilnadu State Transport Corporation Pension Fund Trust,  
Thiruvalluvar Illam,  
Pallavan Salai,  
Chennai - 2.

... Respondents

**PRAYER:** Writ Petition filed under Article 226 of the Constitution of India for issuance of Writ of Mandamus, directing the respondents to settle interest at the rate of 6% per annum for the belated payment of the petitioner's terminal benefits including Gratuity, Terminal Leave Salary Commuted value of Pension and Provident Fund from the date of the petitioner's retirement to till the date on which the said benefits were settled to him.

|                |   |                                          |
|----------------|---|------------------------------------------|
| For Petitioner | : | Mr.A.Rahul                               |
| For R1 & R2    | : | Mr.P.Balasubramanian<br>Standing Counsel |
| For R3         | : | Mr.A.Swaminathan<br>Standing Counsel     |

**ORDER**

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

2.The petitioner's retirement benefits were settled belatedly on 20.09.2019 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.It is 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.

4.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.

5.I am not in agreement with the said representation made. There was already a duty 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 employee.

6.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.

7.With the above directions, the Writ Petition stands allowed. No costs.

Sd/-

Assistant Registrar (AD II)

// True Copy //

/ /2020

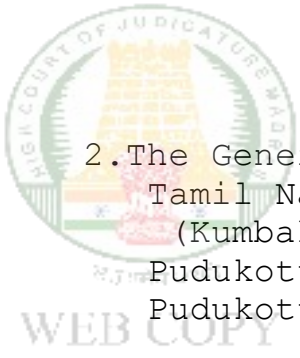
Sub Assistant Registrar (CS)

Mm

TO

1.The Managing Director,  
Tamil Nadu State Transport Corporation  
(Kumbakonam) Ltd., Kumbakonam.

<https://hcservices.ecourts.gov.in/hcservices/>



2.The General Manager,  
Tamil Nadu State Transport Corporation  
(Kumbakonam) Ltd.,  
Pudukottai Region,  
Pudukottai.

3.The Administrator,  
The Tamilnadu State Transport Corporation Pension Fund Trust,  
Thiruvalluvar Illam,  
Pallavan Salai,  
Chennai - 2.

+1 CC to MR.P.BALASUBRAMANIAN, Advocate ( SR-4448[F] dated  
03/02/2020 )

+1 CC to MR.A.RAHUL, Advocate ( SR-4666[F] dated 04/02/2020 )

**W.P. (MD) No.2026 of 2020**  
**03.02.2020**

\_KM/(13.02.2020) 3P 6C