



BEFORE THE MADURAI BENCH OF MADRAS HIGH COURT

DATED: 19.02.2020

CORAM:

THE HONOURABLE MR.JUSTICE M.S.RAMESH

W.P. (MD) No.3278 of 2020

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I.Arockia Paulraj

.. Petitioner

vs.

1.The Tamil Nadu State Transport,
Corporation Ltd.,
Represented by its Managing Director,
Madurai Division,
Bye Pass Road, Madurai-625 016.

2.The General Manager,
Tamil Nadu State Transport Corporation Ltd.,
Madurai Region,
Madurai.

3.The Administrator,
The Tamil Nadu State Transport,
Corporation-Employees 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, to direct the respondents to pay interest at the rate of 18% per annum for the belated payment of the petitioner's terminal benefits including Provident Fund, Gratuity, Unavailed Leave Salary and Commutation, from the date of the petitioner's retirement ie., 31.03.2018 to till the date on which the said benefits were settled to him ie., on 03.11.2018 and all other attendant benefits to him within the stipulated period.

For Petitioner : Mr.A.Rahul
For Respondents : Mr.J.Senthilkumaraiah
Standing Counsel

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 petitioner's retirement benefits were settled belatedly on 03.11.2018 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 identical
<https://hcservices.ecourts.gov.in/hcservices/>



cases, a batch of writ petitions were entertained by this Court and directions have been issued to the respondents to pay interest, at the rate of 6% per annum on the belated payment of the terminal benefits. This Court does not intend to deviate from such orders passed in similar cases.

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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 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, this Writ Petition is disposed of. No costs.

Sd/-

Assistant Registrar

// True Copy //

/ /2020

Sub Assistant Registrar(CS)

PJL

To

1.The Tamil Nadu State Transport,
Corporation Ltd.,
Represented by its Managing Director,
Madurai Division, Bye Pass Road, Madurai-625 016.

2.The General Manager,
Tamil Nadu State Transport Corporation Ltd.,
Madurai Region,



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

+1 CC to M/s.A.K.THANGAVELU, Advocate (SR-6997[F] dated
19/02/2020)

+1 CC to M/s.J.SENTHIL KUMARAI AH, Advocate (SR-7084[F] dated
19/02/2020)

**W.P. (MD) No.3278 of 2020
19.02.2020**

KK/02.03.2020/3P-6C