

IN THE HIGH COURT OF JUDICATURE AT PATNA
Civil Writ Jurisdiction Case No. 8948 of 2021

M/S Patna Offset Press, Near Dharahara Kothi, Naya Tola, P.S-
Kadamkuan, District Patna, Pin 800004 Through its partner Amit
Kumar Singh, Male, Aged about 43 Years S/O Late Ram Naresh
Singh, Resident of Dharahara Kothi, Naya Tola, P.S- Kadamkuan,
District Patna,Petitioner

Versus

1. The State of Bihar through the Commissioner of State Tax,
Bihar, New Secretariat, Patna.
2. The Commissioner of State Tax, Bihar, New Secretariat, Patna
3. The Additional Joint Commissioner of State Tax (Appeal),
Patna West Division, Patna.
4. The Assistant Commissioner of State Tax, Patna Central, Patna
west, Patna.
5. The Branch Manager, Central Bank of India, Naya Tola
Branch, Patna -----Respondents

Appearance :

For the Petitioner/s	:	Mr. Arvind Kumar, Advocate Mr. Alok Kumar @ Alok Kr. Shahi, Advocate
For the Respondent/s	:	Mr. Vikash Kumar, S.C. 11
For the Union of India	:	Dr. K.N.Singh, A.S.G. Mr. Anshuman Singh, Sr. S.C., CGST & CX

CORAM: HONOURABLE THE CHIEF JUSTICE

and

HONOURABLE MR. JUSTICE S. KUMAR

ORAL JUDGMENT

(Per: HONOURABLE THE CHIEF JUSTICE)

(The proceedings of the Court are being conducted by Hon'ble the Chief Justice/ Hon'ble Judges through Video Conferencing from their residential offices/residences. Also, the Advocates and the Staffs joined the proceedings through Video Conferencing from their residences/offices.)

Date : 01-07-2021



Our attention is invited to the Circular dated 11th of August, 2020, issued by the Government of India, Ministry of Finance, Department of Revenue (State Taxes-I Section), and Circular dated 27th of October, 2020, issued by the Government of India, Ministry of Finance, Department of Revenue (Central Board of Indirect taxes & Customs) Legal Cell, copy whereof is taken on record.

In view of the same, Union of India be impleaded as Party Respondent No. 6.

Registry to make necessary correction, both on the digital as also the hard file.

Dr. K.N. Singh, learned Additional Solicitor General and Shri Anshuman Singh, Sr. S.C., CGST & CX enter appearance on behalf of the newly added respondents.

Petitioner has prayed for the following relief(s):

- i. For issuance of writ of Certiorari for quashing the appellate order dated 1.03.21 (Annexure- 3) passed by Respondent no 3 without giving any opportunity of hearing and without considering the limitation petition filed with the memo of appeal and violated the provisions of Sec 107(8) of Bihar Goods and Service Tax Act and principles of Natural Justice.
- ii. For issuance of writ of Certiorari for quashing the original order dated 14.03.20 (Annexure- 2) passed by Respondent no 4 without giving any opportunity of hearing and in complete violation of principles of Natural Justice.
- iii. For defreezing the Bank over draft account no- 01741300002704 maintained in the Punjab and Sindh Bank, Fraser Road, Patna.



iv. For any other consequential relief or reliefs for which the petitioner is found entitled during course of hearing of this writ petition.

It is brought to our notice that vide impugned order dated 11th of February, 2021 passed by the Additional Commissioner, State Taxes (Appeal), Patna, East Division, Patna in Appeal Case No. GST/P.S(K)-01/2019-20, and order dated 12th of February, 2021 in Form GST APL-02 in Reference No. ZD1002210087840, the appeal of the petitioner against the order dated 5th of March, 2020 passed by the Assistant Commissioner of State Tax, Kadam Kuan, Patna, East, Bihar, in Reference No. ZA100320006223Q and Summary of Order dated 5th of March, 2020 has been rejected merely on the grounds of being barred by limitation. Both the orders were *ex parte* in nature.

In our considered view, the delay stands sufficiently explained on account of COVID restrictions.

Learned counsel for the Revenue, states that he has no objection if the matter is remanded to the Assessing Authority for deciding the case afresh. Also, the case shall be decided on merits. Also, during pendency of the case,



no coercive steps shall be taken against the petitioner.

Statement accepted and taken on record.

However, having heard learned counsel for the parties as also perused the record made available, we are of the considered view that this Court, notwithstanding the statutory remedy, is not precluded from interfering where, *ex facie*, we form an opinion that the order is bad in law. This we say so, for two reasons- (a) violation of principles of natural justice, i.e. Fair opportunity of hearing. No sufficient time was afforded to the petitioner to represent his case; (b) order passed *ex parte* in nature, does not assign any sufficient reasons even decipherable from the record, as to how the officer could determine the amount due and payable by the assessee. The order, *ex parte* in nature, passed in violation of the principles of natural justice, entails civil consequences. As such, on this short ground alone, we dispose of the present writ petition in the following mutually agreeable terms:

(a) We quash and set aside the impugned order dated 11th of February, 2021 passed by the Additional Commissioner, State Taxes (Appeal), Patna, East Division, Patna in Appeal Case No. GST/P.S(K)-01/2019-20, and order dated 12th of February, 2021 in Form GST APL-02 in



Reference No. ZD1002210087840, the order dated 5th of March, 2020 passed by the Assistant Commissioner of State Tax, Kadam Kuan, Patna, East, Bihar, in Reference No. ZA100320006223Q and Summary of Order dated 5th of March, 2020;

(b) We accept the statement of the petitioner that ten per cent of the total amount, being condition prerequisite for hearing of the appeal, already stands deposited. If that were so, well and good. However, if the amount is not deposited for whatever reason(s), same shall be done before the next date;

(c) Further the petitioner undertakes to additionally deposit ten per cent of the amount of the demand raised before the Assessing Officer. This shall be done within four weeks.

(d) This deposit shall be without prejudice to the respective rights and contention of the parties and subject to the order passed by the Assessing Officer. However, if it is ultimately found that the petitioner's deposit is in excess, the same shall be refunded within two months from the date of passing of the order;



(e) We also direct for de-freezing/de-attaching of the bank account(s) of the writ-petitioner, if attached in reference to the proceedings, subject matter of present petition. This shall be done immediately.

(f) Petitioner undertakes to appear before the Assessing Authority on 9th of August, 2021 at 10:30 A.M., if possible through digital mode;

(g) The Assessing Authority shall decide the case on merits after complying with the principles of natural justice;

(h) Opportunity of hearing shall be afforded to the parties to place on record all essential documents and materials, if so required and desired;

(i) During pendency of the case, no coercive steps shall be taken against the petitioner.

(j) The Assessing Authority shall pass a fresh order only after affording adequate opportunity to all concerned, including the writ petitioner;

(k) Petitioner through learned counsel undertakes to fully cooperate in such proceedings and not take unnecessary adjournment;



(l) The Assessing Authority shall decide the case on merits expeditiously, preferably within a period of two months from the date of appearance of the petitioner;

(m) Liberty reserved to the petitioner to challenge the order, if required and desired;

(n) Equally, liberty reserved to the parties to take recourse to such other remedies as are otherwise available in accordance with law;

(o) We are hopeful that as and when petitioner takes recourse to such remedies, before the appropriate forum, the same shall be dealt with, in accordance with law, with a reasonable dispatch;

(p) We have not expressed any opinion on merits and all issues are left open;

(q) If possible, proceedings during the time of current Pandemic [Covid-19] be conducted through digital mode;

The instant petition stands disposed of in the aforesaid terms.

Interlocutory Application(s), if any, also stands disposed of.



Learned counsel for the respondents undertakes
to communicate the order to the appropriate authority
through electronic mode.

(Sanjay Karol, CJ)

(S. Kumar, J)

Sujit/PKP-

AFR/NAFR	
CAV DATE	
Uploading Date	07.07.2021
Transmission Date	

