



**BEFORE THE MADURAI BENCH OF MADRAS HIGH COURT**

**DATED : 28.10.2021**

**CORAM:**

**THE HONOURABLE MR.JUSTICE D.KRISHNAKUMAR**

**W.P. (MD) No.19338 of 2021**

K.Saminathan

... Petitioner

-vs-

The State Express Transport  
Corporation (Tamil Nadu) Ltd.,  
rep.by its Managing Director  
Pallavan Salai, Chennai-2

... Respondent

**PRAYER:** Petition filed under Article 226 of the Constitution of India, to issue a writ of mandamus directing the respondent to settle interest at the rate of 18% per annum for the belated payment of petitioner's terminal benefits including Gratuity and Terminal Leave Salary from the date of his retirement to till the date on which the said benefits were settled to him.

For Petitioner : Mr.Rahul.A.  
For Respondent : Mr.R.Rajamohan  
Standing Counsel

**O R D E R**

The prayer in this writ petition is for issuance of a writ of mandamus directing the respondent to settle interest at the rate of 18% per annum for the belated payment of the petitioner's terminal benefits, including Gratuity and Terminal Leave Salary, from the date of his retirement till the date of settlement.

**2.** Heard the learned counsel appearing for the petitioner and the learned Standing Counsel appearing for the respondent.

**3.** The petitioner is a retired employee of the respondent Transport Corporation. He retired from service on 30.04.2018. The respondent has settled the retirement benefits to the petitioner only in the month of September, 2019.

**4.** According to the petitioner, the issue involved in the present writ petition is that the respondent has settled the aforesaid amount belatedly, after a delay of more than one year and they have also not paid interest for the belated payment to the petitioner. Hence, the petitioner has made a representation to the concerned Authorities to pay interest at the rate of 15% per annum. The petitioner has also relied on the decision of the earlier writ petition of this Court in **W.P. (MD) No.19950 of 2020 dated 04.01.2021, J. Gurumoorthy vs TNSC (Kumbakonam) Ltd.** In the above referred decision, this Court has fixed the rate of interest at 6% per annum



for the belated payment of retirement benefits. On the same line, orders to be in the present writ petition.

5. The learned Standing Counsel appearing for respondent would submit that the respondent has settled the retirement benefits to the petitioner belatedly. Therefore, the petitioner is entitled for interest as decided in the earlier writ petition of this Court in W.P.(MD).No.19950 of 2020.

6. In the light of the above observations and with the consent of both parties, there shall be a direction to the respondent 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 four months from the date of receipt of a copy of this order, subject to the condition that if the petitioner has not already given up his right for claiming interest for the retirement benefits.

7. Accordingly, the writ petition is disposed of. No costs.

Sd/-

Assistant Registrar (AD-I)

// True Copy //

/ /2021

Sub Assistant Registrar(CS)

krk/dn

**Note :**

In view of the present lock down owing to COVID-19 pandemic, a web copy of the order may be utilized for official purposes, but, ensuring that the copy of the order that is presented is the correct copy, shall be the responsibility of the advocate / litigant concerned.

**TO:-**

The Managing Director,  
The State Express Transport  
Corporation (Tamil Nadu) Ltd.,  
Pallavan Salai, Chennai-2

+1 CC to M/s.R.RAJAMOHAN, Advocate (SR-32990[F] dated 28/10/2021)

+1 CC to M/s.A.RAHUL, Advocate (SR-33412[F] dated 01/11/2021)

**W.P. (MD) No.19338 of 2021**

**28.10.2021**

TP (CO)

GC/JC (15.11.2021) 2P 4C

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