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W.P.No.30720 of 2023

IN THE HIGH COURT OF JUDICATURE AT MADRAS

DATED: 31.10.2023

CORAM:

THE HONOURABLE MR. JUSTICE M.S. RAMESH

W.P.No.30720 of 2023

P. Chinnaraj

... Petitioner

Vs.

The Management of Tamil Nadu State Transport
Corporation (Kovai) Ltd.,
Erode Region,
Rep. by its Managing Director,
Erode.

... Respondent

PRAYER: Writ Petition filed under Article 226 of the Constitution of India praying to issue a Writ of Mandamus, directing the respondent to pay the petitioner interest at the rate of 18% per annum, for the period of delay from 01.04.19 to 24.01.21, in paying the amounts paid towards his terminal benefits namely EPF Employee's Contribution, Gratuity and Encashment of leaves within a time frame as may be fixed by this Court and without affecting his rights to claim balance amounts towards those benefits.

For Petitioner : Mr.V. Ajoy Khose

For Respondent : Mr.M. Murali Vinoth
Standing Counsel



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ORDER

With the consent of both the parties, this Writ Petition is taken up for final disposal at the admission stage itself.

2. The petitioner herein had retired from service on 31.03.2019 on voluntary retirement. However, his terminal benefits came to be settled belatedly on 24.01.2021 and the respondent has not paid interest for the belated payment. In this regard, the petitioner has given a representation to the respondent on 17.08.2023, which is yet to be considered.

3. This Court, in various decisions, have already taken a view that in all cases of belated payment of the terminal benefits, the concerned employee would be entitled for interest at the rate of 6% per annum. In this background, this Court is of the view that if the respondent is directed to pay interest on the belated payment of the terminal benefits of the petitioner, the ends of justice could be secured.



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4. In the light of the above observations, there shall be a direction to the respondent herein, to settle the interest amount at the rate of 6% per annum on the belated payment of the terminal benefits from the date of the petitioner's retirement till the date of actual payment, within a period of four (4) weeks from the date of receipt of a copy of this order.

5. With the above direction, the Writ Petition stands disposed of.

No costs.

31.10.2023

Index: Yes/No

Speaking order/Non-speaking order

Internet: Yes/No

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To

The Managing Director,
Management of Tamil Nadu State Transport Corporation (Kovai) Ltd.,
Erode Region,
Erode.



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M.S.RAMESH,J.

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