

**IN THE HIGH COURT OF PUNJAB & HARYANA
AT CHANDIGARH**

**FAO No. 3431 of 2022 (O&M)
Date of decision: 25th January, 2023**

Mangal Singh and others

Appellants

Versus

Competent Authority-cum-DRO and another

Respondents

CORAM: HON'BLE MR. JUSTICE AVNEESH JHINGAN

Present: Mr. Ram Bilas Gupta, Advocate for the appellants.
Mr. Vivek Singla, Advocate for the respondents.

AVNEESH JHINGAN, J (Oral):

CM No. 9703-CII of 2022

For the reasons mentioned in the application, the same is allowed. Delay in filing the appeal is condoned.

Main petition

The present appeal is filed aggrieved of dismissal of objection application under Section 34 of the Arbitration & Conciliation Act, 1996 (for short, 'the Act') by the Additional District Judge, Faridabad vide order dated 12.3.2021.

The brief facts are that the dispute between the parties was referred to the arbitrator. The arbitration proceedings culminated into award dated 21.4.2018. It is not disputed that the award was pronounced on 25.4.2018. In compliance with the provisions of Section 31(3) of the Act, signed copy of the award was sent through registered post on 10.5.2018 which was received on 20.5.2018. The objection application was filed on 8.8.2018.

Learned counsel for the appellants submits that the Additional

District Judge erred in dismissing the objection application under Section 34 of the Act as time barred as it was filed within ninety days.

Learned counsel for the respondents is not in a position to dispute the fact that even if 10.5.2018 is taken as date of communication, the objection application was filed within ninety days.

After hearing learned counsel for the parties and perusing the pleadings, the only conclusion that can be arrived is that the objection application under Section 34 of the Act was filed within ninety days of the receipt of copy the award, the Additional District Judge erred in passing the order dated 12.3.2021 dismissing the objection application under Section 34 of the Act as time barred.

From the perusal of the impugned order, it is forthcoming that the application was dismissed as time barred but at the same time merits of the matter were also commented upon.

In **S. V. Matha v. Lal Chand Meghraj and others**, (2007) 14 SCC 722, the Supreme Court held:

“We, however, feel disinclined to go into the merits of the controversy, as we are of the opinion that the Division Bench ought to have confined its decision only to the question dealt with by the learned Single Judge viz. the question of limitation. The Division Bench has dealt with the issue of limitation in paragraphs 18 and 19 of the impugned judgment and from a reading thereof, we observe that Application Nos. 1106-1108/2000 filed by the assignees in which notice had been issued on 19.4.1999 for 10.6.1999 by the Master were dismissed by the learned Single Judge by order dated 3.7.2000 without notice to the applicants i.e. the assignees. In this situation, the Division Bench was justified in holding that the order of the learned Single Judge was not sustainable. The learned counsel for the appellant, has, however, urged that no particulars had been spelt out in the application justifying the condonation of a delay of 971 days. We are of the opinion, however, that the applicants have explained the

delay and we accordingly endorse the observations of the Division Bench on this aspect. As noted above, the learned Single Judge had dismissed the applications by order dated 3.7.2000 wholly on the ground of limitation. By the impugned judgment, the Division Bench has not only condoned the delay but taken a decision on merits as well. We are of the opinion that the second exercise was not justified as the only issue before the Division Bench was the question of limitation. We, accordingly, set aside the judgment of the Division Bench to the extent that it goes on to the merits of the controversy but maintain it in so far that it deals with the question of limitation. Ipso facto the matters are restored to a re-hearing on merits.”

If the objection application was dismissed on the ground of limitation, there was no occasion for the court concerned to consider the matter on merits.

In view of the above, the impugned order is set aside and the matter is remitted back to the court concerned to decide the objection application under Section 34 of the Act on merits.

Needless to say that the matter would be considered without being influenced by the observations made on the merits of the matter in the impugned order.

The parties are directed to appear before the court concerned on 21.2.2023.

The appeal is disposed of.

[AVNEESH JHINGAN]
JUDGE

25th January, 2023
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| 1. Whether speaking/ reasoned | : | Yes / No |
| 2. Whether reportable | : | Yes / No |