



W.P.No.45076 of 2025

IN THE HIGH COURT OF JUDICATURE AT MADRAS

DATED : 21.11.2025

CORAM

THE HONOURABLE MR. JUSTICE G.K.ILANTHIRAIYAN

W.P.No.45076 of 2025

S.Papi Naidu

... Petitioner

Vs

1. The Managing Director,
Tamil Nadu State Transport Corporation (Salem) Limited,
No.12, Ramakrishna Road,
Salem – 636 007.

2. The General Manager,
Tamil Nadu State Transport Corporation (Salem) Limited,
Dharmapuri Region,
Bharathipuram,
Dharmapuri.

3. The Administrator,
TNSTC Employees Pension Fund Trust,
Office of the SETC HO,
Thiruvaluvar House,
Pallavan Salai,
Chennai – 600 002.

... Respondents

Writ Petition is filed under Article 226 of the Constitution of India praying to issue a Writ of Mandamus, directing the respondents to disburse 6% interest for belated payment of provident fund, gratuity, and earned leave surrender and consequently direct the respondents to pay the unsettled



W.P.No.45076 of 2025

WEB COPY

terminal benefits namely surrendered leave salary and 10 days last drawn salary within the stipulated time as may be fixed by this Court.

For Petitioner : Mr.J.Pradeep

For Respondents : Mr.K.Raja
Standing Counsel

O R D E R

This Writ Petition has been filed seeking a direction to the respondents to disburse 6% interest for belated payment of provident fund, gratuity, and earned leave surrender and consequently direct the respondents to pay the unsettled terminal benefits namely surrendered leave salary and 10 days last drawn salary within the stipulated time as may be fixed by this Court.

2. Heard the learned counsel appearing on either side and perused the materials available on record.

3. In identical issues, this Court has passed various orders, justifying the payment of interest to the aggrieved pensioners and in the order dated



W.P.No.45076 of 2025

13.12.2019 in W.P.(MD) No.26481 of 2019, the following order came to be

WEB COPY
passed :-

“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 the actual disbursement, as expeditiously as possible and in any event, not before the expiry of three months from the date of receipt of a copy of this order.

4. This Court is of the view that the respondents could be directed to pay the interest on the belated payment, at the rate of 6% per annum, as ordered in the above writ petition.



W.P.No.45076 of 2025

5. In the light of the above findings, there shall be a direction to the respondents herein to pay the interest on the belated payment of the terminal benefits and pay unsettled terminal benefits to the petitioner at the rate of 6% per annum, commencing from the date of the retirement, till the date of actual disbursement, within a period of eight weeks from the date of receipt of a copy of this order.

6. With the above directions, this Writ Petition is disposed of. No costs.

21.11.2025

2/4

Index:Yes/No
Neutral Citation/Yes/No
kv



W.P.No.45076 of 2025

To

WEB COPY

1. The Managing Director,
Tamil Nadu State Transport Corporation (Salem) Limited,
No.12, Ramakrishna Road,
Salem – 636 007.
2. The General Manager,
Tamil Nadu State Transport Corporation (Salem) Limited,
Dharmapuri Region,
Bharathipuram,
Dharmapuri.
3. The Administrator,
TNSTC Employees Pension Fund Trust,
Office of the SETC HO,
Thiruvalluvar House,
Pallavan Salai,
Chennai – 600 002.



WEB COPY



W.P.No.45076 of 2025

G.K.ILANTHIRAIYAN, J.

kv

W.P.No.45076 of 2025

21.11.2025

2/4