

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

2025.PHHC:104322



121

**CRM-29809-2025 in/and
CRM-M-24142-2025 (O&M)
Date of decision: 12.08.2025**

Ram Mehar

....Petitioner(s)

V/s

State of Haryana and another

....Respondent(s)

CORAM: HON'BLE MR. JUSTICE SUMEET GOEL

Present: Mr. Pawan Attri, Advocate for the petitioner.

SUMEET GOEL, J. (Oral)

CRM-29809-2025

Having heard learned counsel for the petitioner and in view of the averments made in the application, hearing of the main petition is preponed from 14.10.2025 to today itself. Main case is taken up on board.

CRM stands disposed of.

CRM-M-24142-2025 (O&M)

1. The present petition under Section 528 of the BNSS, 2023 has been preferred by the petitioner impugning the order dated 14.02.2025 (Annexure P-3) passed by the learned Additional Sessions Judge, Kaithal, to the extent, that the execution of sentence and order appealed against has been suspended *qua* petitioner (herein) subject to depositing of 20% of the amount of compensation. The relevant portion of the impugned order reads thus:

*“Present : Appellant/convict Ram Mehar in person represented by
Shri Munish Sikri, Advocate.*

“Criminal Appeal has been received by way of assignment.

It be checked and registered.

Heard. There are arguable points in the appeal. Hence, appeal is admitted for hearing.

One application u/s 389 Cr.P.C. (415 BNSS, 2023) for suspension of sentence during the pendency of the present appeal and to release the applicant/convict on bail has also been filed with the main appeal. Appellant/convict was already on bail during the trial and disposal of the appeal will take a long time. So, in the interest of justice, sentence awarded to the appellant-accused is hereby suspended and he be admitted to bail on furnishing bail bond and surety bond to the satisfaction of the concerned Area/Duty Magistrate and/or learned trial Court within 15 days from today. However, appellant is directed to furnish proof of furnishing such bail and surety bonds on the next date of hearing before this Court. A copy of this order be sent to the concerned Magistrate for intimation/compliance.

However, in view of Section 148 of the Negotiable Instruments (Amendment) Act, 2018, the appellant is directed to deposit 20% amount of the compensation awarded by the learned trial court and the said amount is ordered to be deposited in the learned trial court within 60 days from today. In view of law laid down in case titled as Jamboo Bhandari Vs. M.P. State Industrial Development Corporation Ltd. and others, passed in Criminal Appeal No.2741 of 2023 @ SLP(Crl.) Nos.4927 of 2023 decided on 04.09.2023, no ground is made out which may warrant the waiver of the requirement of deposit of 20% of compensation awarded by learned trial court.

The trial court is further directed to release the aforesaid amount deposited by the appellant to the complainant on his application. The trial court is also required to send the due intimation regarding deposit of the said amount by the appellant/accused and about the release of the same to the complainant, to this court. It is made clear that the condition qua the payment of interim compensation as ordered above shall be treated as a condition qua suspension of sentence of the appellant-accused and in case of non compliance by the appellant-accused, the order regarding suspension of sentence shall be cancelled and consequences as per law laid down in Surender Singh Deswal Vs. State of Haryana 2019(4) RCR (Criminal) 801 and in view of law laid down by the Hon'ble Supreme Court in Surender Singh Deswal Vs. Varinder Gandhi in SLP No.4948-4975/2019 decided on 29.05.2019 shall follow.

Let notice of the appeal be issued to the respondent/complainant for 15.04.2025, on filing of copies etc. TCR be also requisitioned for the date fixed.”

2. Learned counsel for the petitioner has argued that the petitioner is not in a position to deposit the said amount of 20% of the compensation amount as awarded by the trial Court on account of financial difficulty. Learned counsel has further argued that due and requisite opportunity was not afforded to the petitioner before passing of the impugned order dated 14.02.2025 wherein condition for deposit of 20% of the amount of the compensation has been stipulated by the learned Sessions Court. Learned counsel has further iterated that imposition of such condition of deposit of 20% of the amount of compensation as awarded by the learned trial Magistrate would effectively amount to taking away the right of appeal of the petitioner. Thus, it has been submitted that the impugned order be quashed, to the extent, that a condition of deposit of 20% of the amount of compensation as awarded by the trial Court, has been imposed.

3. I have heard learned counsel for the petitioner and perused the paper-book.

4. Section 148 of the Negotiable Instruments Act, introduced through the 2018 amendment, empowers appellate courts to mandate the deposit of at least 20% of the fine or compensation amount by the accused as a condition for hearing an appeal against a conviction in cheque dishonour cases under Section 138. This provision aims to address the prolonged litigation faced by complainants and mitigate delays in receiving compensation, ensuring a balance between the accused person's right to appeal and the complainant's right to speedy justice. The amount deposited can be released to the complainant, reflecting the legislative intent to provide timely relief and deter frivolous appeals.

At this juncture, it would be apposite to refer herein to a judgment passed by the Hon'ble Supreme Court titled as ***Jamboo Bhandari vs. M.P. State Industrial Development Corporation Ltd. & Ors. 2023 (10) SCC 446***; relevant whereof reads as under:

“6. What is held by this Court is that a purposive interpretation should be made of Section 148 of the N.I. Act. Hence, normally, Appellate Court will be justified in imposing the condition of deposit as provided in Section 148. However, in a case where the Appellate Court is satisfied that the condition of deposit of 20% will be unjust or imposing such a condition will amount to deprivation of the right of appeal of the appellant, exception can be made for the reasons specifically recorded.

7. Therefore, when Appellate Court considers the prayer under Section 389 of the Cr.P.C. of an accused who has been convicted for offence under Section 138 of the N.I. Act, it is always open for the Appellate Court to consider whether it is an exceptional case which warrants grant of suspension of sentence without imposing the condition of deposit of 20% of the fine/compensation amount. As stated earlier, if the Appellate Court comes to the conclusion that it is an exceptional case, the reasons for coming to the said conclusion must be recorded.

8. The submission of the learned counsel appearing for the original complainant is that neither before the Sessions Court nor before the High Court, there was a plea made by the appellants that an exception may be made in these cases and the requirement of deposit or minimum 20% of the amount be dispensed with. He submits that if such a prayer was not made by the appellants, there were no reasons for the Courts to consider the said plea.

9. We disagree with the above submission. When an accused applies under Section 389 of the Cr.P.C. for suspension of sentence, he normally applies for grant of relief of suspension of sentence without any condition. Therefore, when a blanket order is sought by the appellants, the Court has to consider whether the case falls in exception or not.”

5. The convict bears the onus of demonstrating exceptional circumstances to persuade the appellate court to waive the mandatory deposit of compensation under Section 148 of the Negotiable Instruments Act. Considering the legislative intent behind the provision, which seeks to

expedite justice and alleviate the complainant's hardship due to prolonged litigation, it is generally appropriate for the appellate court to impose this condition when an appeal is filed against a conviction under Section 138. Such a requirement ensures that the complainant is not unjustly deprived of compensation while safeguarding the appellate process from frivolous or dilatory tactics. Under Section 148 of the Negotiable Instruments Act, the requirement to deposit the compensation amount as a condition for appeal is generally mandatory, emphasizing its status as a rule.

The Hon'ble Supreme Court in a judgment titled as ***Muskan Enterprises & Anr. Vs. The State of Punjab 2024 INSC 1046***, has held thus:

“xxxxxxxxxxxxxxxxxxxx. While there can be no gainsaying that normally the discretion of the Appellate Court should lean towards requiring a deposit to be made with the quantum of such deposit depending upon the factual situation in every individual case, more so because an order under challenge does not bear the mark of invalidity on its forehead, retention of the power of such court not to order any deposit in a given case (which in its view and for the recorded reasons is exceptional) and calling for exercise of the discretion to not order deposit, has to be conceded. xxxxxxxxxxxxxxxx.”

Ergo, the ratio decidendi of the judgments of the Hon'ble Supreme Court in cases of ***Jamboo Bhandari*** (supra) and ***Muskan Enterprises*** (supra) enunciates that the appellate Court holds the discretion to waive this condition only in exceptional circumstances. Such circumstances must be demonstrated through compelling and substantiated material provided by the appellant-convict. Absent such cogent material, it would be inappropriate for appellate Court to impose such condition. This

approach ensures adherence to the legislative intent, discouraging frivolous appeals and protecting the interests of the complainant.

5.1. Applying the ratio decidendi of the judgments in the case of *Jamboo Bhandari* case (supra) and *Muskan Enterprises* (supra), no ground is made out to quash/modify the condition imposed vide the impugned order whereby the petitioner has been directed to deposit 20% of the amount of the compensation as awarded by the learned trial Magistrate. The ground pleaded by the petitioner that he is facing financial difficulty cannot be said to be a ground sufficient enough for carving out an exception from the mandate contained in Section 148 of the Negotiable Instruments Act, 1881. It also cannot be said, in the facts and circumstances of the present case, that imposition of the condition of deposit of 20% of the amount of compensation as awarded by the learned trial Magistrate can be said to be unjust or would amount to effectively taking away the right of appeal of petitioner. Thus, the impugned order does not suffer from any infirmity *nay* legal infirmity calling for any interference by this Court. Accordingly, the petition in hand is dismissed.

6. Pending application(s), if any, shall also stand disposed off.

7. Nothing said hereinabove shall be deemed to be an expression of opinion upon merits of the appeal pending before the learned Sessions Court.

(SUMEET GOEL)
JUDGE

August 12, 2025
Naveen

Whether speaking/reasoned:	Yes/No
Whether reportable:	Yes/No