



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

**CWP-22499-2020
Date of decision: 20.11.2025**

**M/s Shri Mahavir Cereals Taraori Road
and ors** **....Petitioners.**

Versus

State Bank of India and another **....Respondents.**

**CORAM: HON'BLE MR. JUSTICE SHEEL NAGU, CHIEF JUSTICE
HON'BLE MR. JUSTICE SANJIV BERRY, JUDGE**

Present:- Mr. Vivek Goyal, Advocate,
for the petitioners.

Mr. Rakesh Gupta, Advocate and
Ms. Manvi Arora, Advocate,
for respondents/bank.

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SHEEL NAGU, CHIEF JUSTICE (Oral)

By way of this petition, the petitioners/borrowers have challenged the rejection by the Bank of the offer of petitioners/borrowers of One Time Settlement (OTS). The petitioners/borrowers have already filed SA No. 63-2020, '*M/s Shree Mahavir Cereals, Taraori Road and ors vs. State Bank of India and another*', challenging one of the recourses adopted by the Bank for auctioning of the secured asset, which is pending consideration before the Debt Recovery Tribunal-II, Chandigarh.

2. Therefore, this Court declines interference on merits.
3. However, at this stage, learned counsel for the petitioners/borrowers submits that since OTS proposal was not



accepted by the Bank, there is a provision under the Scheme of OTS dated 12.10.2020 (Annexure P-3) in *clause 4, 'relating to payment'*, that in case OTS proposal is rejected by the Bank, such payment, which shall be held in a separate account, will be refunded without interest within a period of 03 months. The grievance is that no such refund has been made to the petitioners/borrowers.

3.1 Since there is no relief prayed for in this petition in that regard, this Court directs the petitioners/borrowers to move an appropriate application for redressal of their grievance. In the event such an application seeking refund of the amount is moved, the same shall be considered in its right perspective by the Bank within a period of one month from the date of receipt of such application.

4. With the aforesaid observation, writ petition stands disposed of.

(SHEEL NAGU)
CHIEF JUSTICE

(SANJIV BERRY)
JUDGE

20.11.2025

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i)	Whether speaking/reasoned?	Yes/No
ii)	Whether reportable?	Yes/No