LABH SINGH & ORS.

v. BACHAN SINGH (C.A. No. 342 of 2008)

**JANUARY 11, 2008** 

## [DR. ARIJIT PASAYAT AND AFTAB ALAM, JJ.]

Punjab Pre-emption Act, 1913 – s. 15 (1) and (2) – Agricultural land – Sale of – Suit by plaintiff claiming right to pre-emption as co-sharer being fourth degree collateral of vendor – Decreed – First appellate court set aside the decree holding that since property jointly owned by vendor with his sister, sale to extent of share of female vendor was not pre-emptible, thus, vendee's status improved as that of co-sharer – However, High Court restored the decree of trial court – On appeal held: In view of \*Atam Prakash and \*\*Mahant Braham Dass case, order of High Court set aside and that of first appellate court upheld.

One 'SR' sold half of the land in dispute for an ostensible consideration. The plaintiff filed a suit for preemption claiming superior right of pre-emption over the suit land as a co-sharer with 'SR'-vendor u/s 15(1) of Punjab Pre-emption Act, 1913 claiming that he held the suit land jointly with 'SR' as the fourth degree collateral of 'SR' The defendant-appellant contended that 'SR' and his sister 'A' jointly owned half of the land and jointly executed the sale deed; and that the sale being by a female was governed by s. 15(2) of the Act. The trial court decreed the suit on the ground that the plaintiff being a co-sharer had superior right of pre-emption. The defendant filed an appeal. The first appellate court held that the vendee had improved his status as that of a co-sharer since the sale to the extent of share of 'A' was not pre-emptible and thus, the plaintiff did not have superior right of pre-emption, and set aside the judgment and the decree passed by the trial

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A court. The respondent filed a second appeal. The High Court set aside the order of the first appellate court and restored that of the trial court. Hence the present appeal.

Allowing the appeal, the Court

HELD: In view of the decisions in \*Atam Prakash case and \*\*Mahant Braham Dass case by this Court, the judgment of the High Court restoring the judgment and decree of the trial Court is set aside. The first Appellate Court had taken the correct view. Certain amounts have been deposited by the respondent-plaintiff with the trial court. The said Court would permit withdrawal of the amount by the respondent on a proper application being made. [Para 15] [644-G; 645-A]

D \*Atam Prakash v. State of Haryana and Ors. 1986 (2) SCC 249; \*\*Mahant Braham Dass Singh Pannu v. Om Prakash Chaudhary 1996 (7) SCC 97 – relied on.

CIVILAPPELLATE JURISDICTION: Civil Appeal No. 342 of 2008.

From the final Judgment and Order dated 29.10.2004 of the High Court of Punjab and Haryana at Chandigarh in R.S.A. No. 1352 of 2000.

Pardeep Gupta, K.K. Mohan, Suresh Bharati and Vijay Laxmi Lithanthem for the Appellants.

Kuldip Singh for the Respondent.

**Dr. ARIJIT PASAYAT, J.** 1. Heard learned counsel for the parties.

- 2. Leave granted.
- 3. Challenge in this appeal is to the judgment dated 29.10.2004 passed by a learned Single Judge of the Punjab and Haryana High Court in a Second Appeal filed under Section 100 of the Code of Civil Procedure, 1908 (in short 'CPC'). The

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Second Appeal before the High Court was filed by the plaintiff who had succeeded before the Trial Court; but the First Appellate Court set aside the judgment and decree passed. In the Second Appeal, the judgment and decree of the Trial Court was restored and those of the First Appellate Court were set aside. The respondent as plaintiff filed a suit for pre-emption.

## 4. Background facts in a nutshell are as follows:

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The plaintiff filed suit for possession alleging therein that the vendor Singh Ram is jointly recorded as owner of half share of land measuring 24 kanals situated in village Fatehbad Tehsil Naraingarh. The plaintiff and vendor Singh Ram are related to each other as the plaintiff is fourth degree collateral of the vendor. Singh Ram had sold half of 24 kanal of land by way of registered sale deed dated 2.6.1979 registered on 29.6.1979 for an ostensible consideration of Rs.30,000/-

The plaintiff inter alia claimed superior right of pre-emption as a co-sharer with the vendor in the land in dispute under Section 15(1) of Punjab Pre-emption Act, 1913 (hereinafter referred to as the 'Act'). It was the case of the defendant that Singh Ram was owner of only 3/4<sup>th</sup> share and his sister was owner of 1/4<sup>th</sup> share and both of them were jointly owners of half of the land. Singh Ram alone has half share of land measuring 24 kanals, but it was asserted that the sale deed was by Singh Ram and Angrezo who are owners of the land. In replication, it was pointed out that the sale is by Singh Ram for himself and as Mukhtiar of Smt. Angrezo. Therefore, the sale is pre-emptible.

5. The Trial Court decreed the suit on the ground that the plaintiff is a co-sharer and has thus superior right of pre-emption. The Trial Court negatived the argument raised by the defendant that the sale is by a female and thus governed by the provisions of sub-section (2) of Section 15 of the Act. However, in the appeal filed by defendant, the judgment and the decree passed by Trial Court were set aside and it was held that vendee has improved his status as that of a co-sharer in view of the fact that the sale

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- A to the extent of share of Angrezo is not pre-emptible being not governed by the provisions of Section 15(2) of the Act and thus the plaintiff does not have superior right of pre-emption.
  - 6. In Second Appeal, the following questions were formulated for consideration:
    - 1. Whether the plaintiff has superior right of pre-emption as co-sharer?
    - 2. Whether the suit for pre-emption can be dismissed for not disclosing the complete fact regarding the sale by Angrezo, a female vendor?
  - 7. The High Court was of the view that right of pre-emptor cannot be defeated by virtue of amendment in Section 15 of the Act taking away right on the basis of co-sharer.
- D 8. In support of the appeal, learned counsel for the appellants submitted that the High Court misconstrued the decision of this Court in *Atam Prakash* v. *State of Haryana* and Ors. (1986 (2) SCC 249).
- 9. It was further submitted that the view was re-iterated in Mahant Braham Dass Singh Pannu v. Om Prakash Chaudhary (1996 (7) SCC 97).
  - 10. In *Atam Prakash* case (supra) it was inter alia observed as follows:-

"We are thus unable to find any justification for the classification contained in Section 15 of the Punjab Preemption Act of the Kinsfolk entitled to pre-emption. The right of pre-emption based on consanguinity is a relic of the feudal past. It is totally inconsistent with the constitutional scheme. It is inconsistent with modern ideas. The reason which justified its recognition quarter of a century ago namely, the preservation of the integrity of rural society, the unity of family life and the agnatic theory of succession are today irrelevant. The list of kinsfolk mentioned as entitled to pre-emption is intrinsically defective and self-

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contradictory. There is therefore no reasonable classification and clauses "First", 'Secondly" and 'thirdly" of Section 15(1)(a). "First", "secondly", and "thirdly" of Section 15(1)(b), clauses "First", "secondly" and "thirdly" of Section 15 (1)(c) and the whole of Section 15(2) are, therefore, declared ultra-vires the constitution.

We are told that in some cases suits are pending in various courts and, where decrees have been passed, appeals are pending in appellate courts. Such suits and appeals will now be disposed of in accordance with the declaration granted by us. We are told that there are a few cases where suits have been decreed and the decrees have become final, no appeals having been filed against those decrees. The decrees will be binding inter-parties and the declaration granted by us will be of no avail to the parties thereto."

11. In Mahant Braham Dass's case (supra) it was noted as follows:

"The question then is whether he is a co-sharer. It is seen that at one time he was co-sharer but subsequently. brothers effected by mutual consent partition and the vendee/appellant's vendor Jai Singh was in separate possession and enjoyment of the property. Therefore, the mere mention in para 3 that he is a co-sharer is not independent of the right to vicinage. It would appear that the pleading was made on the basis that the respondent is not the real brother of the vendor of the appellant and on the basis thereof he claimed to be the co-sharer. Therefore. Mr. G.K. Bansal, learned counsel for the respondent, sought to place reliance on the judgment of this Court in Bhikha Ram v. Ram Sarup (1992 (1) SCC 319) where a Bench of three Judges of this Court held that a co-sharer has a right of pre-emption under clause 'Fourthly' of Section 15(1)(b) which was not declared ultra vires in Atam Prakash v. State of Haryana (1986(2) SCC 249) and, therefore, he

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A was entitled to seek pre-emption. It is true that independent of right of kinship, if there is any right as co-sharer, in other words, on the date when the alienation was made if the vendor of the appellant had remained in joint possession and enjoyment without any partition, he would become a co-sharer with the respondent independent of the right of kinship. But if the joint enjoyment is by virtue of the unity in possession and enjoyment as members of the joint family property then it is not an independent right of co-sharer but as a member of the joint family or coparcener."

- 12. Learned counsel for the respondent on the other hand supported the judgment of the High Court.
- 13. As was noted in *Atam Prakash* Case (supra), the decision was applicable to pending suits and appeals. As noted above, the view was re-iterated in Mahant Braham Dass case (supra).
- 14. A few factual aspects as evident from the order of the trial Court which projects the case of the parties need to be E noted:

"But learned counsel for the defendants has argued that since it has been stated by the plaintiff that he is cultivating the land separately, so the plaintiff is not a cosharer in the suit land. But this arguments of the learned counsel for the defendants, is not maintainable because the plaintiff has stated that the property in dispute was a joint property with the vendors and himself. So, on this ground the plaintiff has superior right of pre-emption over the suit land".

15. In view of what has been stated by this Court in Atam Prakash Case (supra) and Mahant Braham Dass case (supra) the inevitable result is that the appeal deserves to succeed which we direct. The judgment of the High Court restoring the judgment and decree of the trial Court is set

aside. The first Appellate Court had taken the correct view. It is stated that certain amounts have been deposited by the respondent with the trial Court. The said Court shall permit withdrawal of the amount deposited by the respondent on a proper application being made.

16. The appeal is allowed. There will be no order as to costs.

N.J.

Appeal allowed.