

IN THE HIGH COURT OF HIMACHAL PRADESH, SHIMLA

RSA No. 10 of 2026

Date of decision: 19.03.2026.

The Pr. Secy. Revenue to the Govt. of H.P. & others

...Appellants.

Versus

Sant Ram & others

...Respondents.

Coram:

The Hon'ble Mr. Justice Romesh Verma, Judge.

Whether approved for reporting?¹

For the appellants : Mr. Diwakar Dev Sharma,
Additional Advocate General.

For the respondents : Mr. Malay Kaushal, Advocate, for
respondents No.1, 3 & 4.

Romesh Verma, Judge (Oral):

The present appeal arises out of the judgment and decree, dated 08.07.2024 as passed by the learned District Judge, Bilaspur, H.P. in Civil Appeal No. 32/13 of 2023, whereby the appeal preferred by the present appellants/defendants has been ordered to be dismissed and the judgment and decree dated 15.05.2023, as passed by the learned Senior Civil Judge, Bilaspur, H.P. in Civil Suit No. 74-1 of 2015, titled as Sant Ram & others vs. The Principal Secretary, Revenue & others, have been affirmed, whereby the

¹**Whether reporters of Local Papers may be allowed to see the judgment?**

suit filed by the plaintiffs/respondents for declaration and mandatory injunction was decreed.

2. Brief facts of the case are that the plaintiffs/respondents filed a suit for declaration and mandatory injunction in the Court of learned Senior Civil Judge, Bilaspur, on 27.05.2015 on the ground that the land comprised in Khata/Khatoni No. 21/21, Khasra No. 162, measuring 5-12 bighas, situated at Village Tramari, Pargna Rattanpur, Tehsil Sadar, District Bilaspur, H.P. is owned and possessed by the plaintiffs. In the year 1980, the defendants had constructed Deoth-Lag Ghat Jamli link road and for that purpose, the land owned and possessed by the plaintiffs was utilized. The officials of the defendants assured the plaintiffs to compensate them for utilization of their land, however no steps were taken by them. Further, it has been averred in the plaint that the lands of Surjan Ram and Chet Ram were also acquired and utilized by the defendants for construction of the road in question in the year 1987 vide Award No. 1/87. When the plaintiffs approached the defendants for the grant of compensation, no steps were taken by them for the reasons best known to them. Though, assurance was given to the plaintiffs to compensate them, but till date, no compensation

amount has been paid, therefore, the plaintiffs were constrained to file a suit for declaration to the effect that they are owners in possession of the suit land and for mandatory injunction that since the defendants have utilized the suit land, therefore, the plaintiffs sought vacant possession of the suit land.

3. The suit was contested by the defendants/State by raising preliminary objections qua maintainability, locus stand, estoppel etc. On merits, it was averred that the defendants/appellants had constructed the road in question with the consent of the plaintiffs in the year 1980 and the defendants had not given any assurance to the plaintiffs to pay the compensation for the suit land. Lands of Surjan Ram and Chet Ram were acquired during the construction of the road in question and other portion of the road was constructed with the consent of the plaintiffs. At the time of construction of the road, the plaintiffs never raised any objection and now they cannot be permitted to raise objection that too after elapse of more than 35 years of the construction of road and consequently, the defendants sought dismissal of the suit.

4. On the pleadings of the parties, the learned trial court on 02.07.2018 framed the following issues:-

- “1. Whether the plaintiffs are entitled for the relief of declaration to the effect that plaintiffs are recorded owner in possession qua the suit land, as prayed? OPP
2. Whether the plaintiffs are entitled for the relief of mandatory injunction, as prayed? OPP
3. Whether the suit is not maintainable, as alleged? OPD
4. Whether the plaintiffs have not come to the Court with clean hands, as alleged? OPD
5. Whether the suit is barred by limitation, as alleged? OPD
6. Whether the plaintiffs are estopped from filing the present suit by their own act and conducts, as alleged? OPD
7. Whether the plaintiffs have no locus standi to file the present suit, as alleged? OPD
8. Relief.”

5. The learned trial court directed the respective parties to adduce evidence in support of their contentions to corroborate their respective case and ultimately, the learned trial court vide its judgment and decree dated 15.05.2023 decreed the suit of the plaintiffs/respondents and it was held that the plaintiffs are owners in possession of the suit land comprised in Khata/Khatoni No. 21/21, Khasra No. 162, measuring 5-12 bighas, situated at Village Tramari, Pargna Rattanpur, Tehsil Sadar, District Bilaspur, H.P. and are entitled

for compensation from the defendants for the suit land utilized by the defendants/State for the construction of the road in question in the same manner as the lands of Surjan and Chet Ram were acquired for the same road and ultimately, the defendants were ordered to acquire the suit land and compensate the plaintiffs.

6. Feeling dissatisfied by the judgment and decree, dated 15.05.2023, the defendants/State preferred an appeal before the learned first Appellate Court on 21.07.2023, which came to be dismissed vide judgment and decree dated 08.07.2024.

7. Still feeling aggrieved by the aforesaid judgments and decrees, the appellants/State have preferred the present regular second appeal.

8. It is contended by Mr. Diwakar Dev Sharma, learned Additional Advocate General appearing for the appellants/State that the learned courts below have not appreciated the real point of controversy inter-se the parties and the impugned judgments and decrees passed by the learned courts below are perverse and thus, liable to be quashed and set aside. He has further contended that the learned Courts below have not

appreciated oral as well as documentary evidence, therefore, on that count, the instant appeal deserves to be allowed.

9. On the other hand, Mr. Malay Kaushal, learned counsel for the respondents has defended the judgments and decrees as passed by the learned courts below and has submitted that since the land of the respondents was utilized for the construction of the road in question, therefore, in view of the mandate as laid down by the Hon'ble Supreme Court, whereby it has been repeatedly held that no person can be deprived of his property without following the due process of law, therefore, the impugned judgments and decrees deserve to be upheld.

10. I have heard the learned counsel for the parties and have also gone through the material available on the case file.

11. With the consent of the parties, the case is finally heard at admission stage.

12. It is admitted fact that the land of the plaintiff /respondents has been utilized by the defendants/State for the construction of road i.e. Deoth-Lag Ghat-Jamli link road.

13. The Court of the first instance as also the First Appellate Court have concurrently held that the land of the plaintiffs/respondents was utilized for construction of Deoth-

Lag Ghat-Jamli link road without payment of compensation to them. No dispute has been raised as to such findings of fact. It has only been contended on behalf of the defendants/State that the suit was filed by the plaintiffs after almost 35 years and the same was time barred. In alternative, it was contended that since the plaintiffs/respondents remained silent for such a long period, they were estopped from raising the stale claim. Principle of acquiescence has also been sought to be applied against the plaintiffs/respondents on the premise that the plaintiffs/respondents were aware about the construction of road and the road was constructed with their implied consent and now they cannot, turn around to raise objections against the construction of road.

14. The defendants/appellants are constituents of a welfare State. It is well settled that the welfare State cannot claim adverse possession against its citizens. Thus, the suit on the basis of title cannot be said to be time barred, which right could only be defeated by proof of perfection of title by way of adverse possession by the other.

15. Admittedly, the respondents/plaintiffs are the title holder of the suit property. Being owner of the suit property, they may file a suit at any stage until and unless the said right

is defeated by the present appellants/ defendants by perfection of title by way of adverse possession.

16. Being the owners of the suit land, the plaintiffs/respondents were well within their right to file a suit for injunction and mandatory injunction since the suit land was utilized by the State for construction of the road in question without adopting due process of law including the payment of amount of compensation.

17. Admittedly, the defendants/appellants were not in possession of any document to show that the plaintiffs had consented for construction of road through the suit land.

18. The Hon'ble Apex Court in ***Vidya Devi vs. State of Himachal Pradesh & others (2020) 2 SCC 569*** has held that no person can be forcibly dispossess of his property without any legal sanction and without following the due process of law and depriving her payment of just and fair compensation. The State being a welfare State governed by the rule of law cannot arrogate to itself a status beyond what is provided by the Constitution. The Court has held as follows:

“12. We have heard learned Counsel for the parties and perused the record. 12.1. The Appellant was forcibly expropriated of her property in 1967, when the right to property was a fundamental right guaranteed by Article

31 in Part III of the Constitution. *Vidaya Devi vs The State Of Himachal Pradesh* on 8 January, 2020 Article 31 guaranteed the right to private property 1, which could not be deprived without due process of law and upon just and fair compensation.

12.2. The right to property ceased to be a fundamental right by the Constitution (Forty Fourth Amendment) Act, 1978, however, it continued to be a human right 2 in a welfare State, and a Constitutional right under Article 300 A of the Constitution. Article 300 A provides that no person shall be deprived of his property save by authority of law. The State cannot dispossess a citizen of his property except in accordance with the procedure established by law. The obligation to pay compensation, though not expressly included in Article 300 A, can be inferred in that Article *The State of West Bengal v. Subodh Gopal Bose and Ors.* AIR 1954 SC 92. 2 *Tukaram Kana Joshi & Ors. v. M.I.D.C. & Ors.* (2013) 1 SCC 353.

12.3. To forcibly dispossess a person of his private property, without following due process of law, would be violative of a human right, as also the constitutional right under Article 300 A of the Constitution. Reliance is placed on the judgment in *Hindustan Petroleum Corporation Ltd. v. Darius Shapur Chenai*⁴, wherein this Court held that:

“ 6. ... Having regard to the provisions contained in Article 300A of the Constitution, the State in exercise of its power of “eminent domain” may interfere with the right of property of a person by acquiring the same but the same must be for a public purpose and reasonable compensation therefor must be paid.” (emphasis supplied)

12.4 In *N. Padmamma v. S. Ramakrishna Reddy*⁵, this Court held that:

“21. If the right of property is a human right as also a constitutional right, the same cannot be taken away except in accordance with law. Article 300A of the Constitution protects such right. The provisions of the Act seeking to divest such right, keeping in view of the provisions of Article 300A of the Constitution of India, must be strictly construed.” (emphasis supplied) 4 (2005) 7 SCC 627.

12.5 In *Delhi Airtech Services Pvt. Ltd. & Ors. v. State of U.P. & Ors.*, this Court recognized the right to property as a basic human right in the following words:

“30. It is accepted in every jurisprudence and by different political thinkers that some amount of property right is an indispensable safeguard against tyranny and economic oppression of the Government. Jefferson was of the view that liberty cannot long subsist without the support of property. “Property must be secured, else liberty cannot subsist” was the opinion of John Adams. Indeed the view that property itself is the seed bed which must be conserved if other constitutional values are to flourish is the consensus among political thinkers and jurists.” (emphasis supplied)

12.6 In *Jilubhai Nanbhai Khachar v. State of Gujarat*,⁷ this Court held as follows :

“48. ...In other words, Article 300A only limits the powers of the State that no person shall be deprived of his property save by authority of law. There has to be no deprivation without any

sanction of law. Deprivation by any other mode is not acquisition or taking possession under Article 300A. In other words, if there is no law, there is no deprivation.” (emphasis supplied) 10.3. In this case, the Appellant could not have been forcibly dispossessed of her property without any legal sanction, and without following due process of law, there is no deprivation.”

12.6 In this case, the Appellant could not have been forcibly dispossessed of her property without any legal sanction, and without following due process of law, and depriving her 6 (2011) 9 SCC 354. 7 (1995) Supp. 1 SCC 596. payment of just compensation, being a fundamental right on the date of forcible dispossession in 1967.

12.8. The contention of the State that the Appellant or her predecessors had “orally” consented to the acquisition is completely baseless. We find complete lack of authority and legal sanction in compulsorily divesting the Appellant of her property by the State.

*12.9. In a democratic polity governed by the rule of law, the State could not have deprived a citizen of their property without the sanction of law. Reliance is placed on the judgment of this Court in *Tukaram Kana Joshi & Ors. v. M.I.D.C. & Ors.* wherein it was held that the State must comply with the procedure for acquisition, requisition, or any other permissible statutory mode. The State being a welfare State governed by the rule of law cannot arrogate to itself a status beyond what is provided by the Constitution.*

*12.10. This Court in *State of Haryana v. Mukesh Kumar* held that the right to property is now considered to be not*

only a constitutional or statutory right, but also a human right. 8 (2013) 1 SCC 353. Human rights have been considered in the realm of individual rights such as right to shelter, livelihood, health, employment, etc. Human rights have gained a multi-faceted dimension.

12.11. We are surprised by the plea taken by the State before the High Court, that since it has been in continuous possession of the land for over 42 years, it would tantamount to “adverse” possession. The State being a welfare State, cannot be permitted to take the plea of adverse possession, which allows a trespasser i.e. a person guilty of a tort, or even a crime, to gain legal title over such property for over 12 years. The State cannot be permitted to perfect its title over the land by invoking the doctrine of adverse possession to grab the property of its own citizens, as has been done in the present case.

12.12. The contention advanced by the State of delay and laches of the Appellant in moving the Court is also liable to be rejected. Delay and laches cannot be raised in a case of a continuing cause of action, or if the circumstances shock the judicial conscience of the Court. Condonation of delay is a matter of judicial discretion, which must be exercised judiciously and reasonably in the facts and circumstances of a case. It will depend upon the breach of fundamental rights, and the remedy claimed, and when and how the delay arose. There is no period of limitation prescribed for the courts to exercise their constitutional jurisdiction to do substantial justice.

12.13. In a case where the demand for justice is so compelling, a constitutional Court would exercise its

jurisdiction with a view to promote justice, and not defeat it.

12.14. In *Tukaram Kana Joshi & Ors. v. M.I.D.C. & Ors.*,¹⁰ this Court while dealing with a similar fact situation, held as follows : “There are authorities which state that delay and laches extinguish the right to put forth a claim. Most of these authorities pertain to service jurisprudence, grant of compensation for a wrong done to them decades ago, recovery of statutory dues, claim for educational facilities and other categories of similar cases, etc. Though, it is true that there are a few authorities that lay down that delay and laches debar a citizen from seeking remedy, even if his fundamental right has been violated, under Article 9 P.S. *Sadasivaswamy v. State of T.N.* (1975) 1 SCC 152. 10 (2013) 1 SCC 353. 32 or 226 of the Constitution, the case at hand deals with a different scenario altogether. Functionaries of the State took over possession of the land belonging to the Appellants without any sanction of law. The Appellants had asked repeatedly for grant of the benefit of compensation. The State must either comply with the procedure laid down for acquisition, or requisition, or any other permissible statutory mode.” (emphasis supplied)

13. In the present case, the Appellant being an illiterate person, who is a widow coming from a rural area has been deprived of her private property by the State without resorting to the procedure prescribed by law. The Appellant has been divested of her right to property without being paid any compensation whatsoever for over half a century. The cause of action in the present case is a continuing one, since the Appellant was compulsorily

expropriated of her property in 1967 without legal sanction or following due process of law. The present case is one where the demand for justice is so compelling since the State has admitted that the land was taken over without initiating acquisition proceedings, or any procedure known to law. We exercise our extraordinary jurisdiction under Articles 136 and 142 of the Constitution, and direct the State to pay compensation to the appellant.

19. To the similar effect, the Hon'ble Apex Court in **(2022) 7 SCC 508** titled as **Sukh Dutt Ratra and another vs. State of H.P. and others** has held as under:

*“14. It is the cardinal principle of the rule of law, that nobody can be deprived of liberty or property without due process, or authorization of law. The recognition of this dates back to the 1700s to the decision of the King's Bench in *Entick v. Carrington*¹⁷ and by this court in *Wazir Chand v. The State of Himachal Pradesh*¹⁸. Further, in several judgments, this court has repeatedly held that rather than enjoying a wider bandwidth of lenience, the State often has a higher responsibility in demonstrating that it has acted within the confines of legality, and therefore, not tarnished the basic principle of the rule of law.*

*15. When it comes to the subject of private property, this court has upheld the high threshold of legality that must be met, to dispossess an individual of their property, and even more so when done by the State. In *Bishandas v. State of Punjab*¹⁹ this court rejected the contention that*

the petitioners in the case were trespassers and could be removed by an executive order, and instead concluded that the executive action taken by the State and its officers, was destructive of the basic principle of the rule of law. This court, in another case - State of Uttar Pradesh and Ors. v. Dharmander Prasad Singh and Ors. 20, held: "A lessor, with the best of title, has no right to resume possession extra-judicially by use of force, from a lessee, even after the expiry or earlier termination of the lease by forfeiture or otherwise. The use of the expression 're-entry' in the lease-deed does not authorise extrajudicial methods to resume possession. Under law, the possession of a lessee, even after the expiry or its earlier termination is juridical possession and forcible dispossession is prohibited; a lessee cannot be dispossessed otherwise than in due course of law. In the present case, the fact that the lessor is the State does not place it in any higher or better position. On the contrary, it is under an additional inhibition stemming from the requirement that all actions of Government and Governmental authorities should have a 'legal pedigree'".

16. *Given the important protection extended to an individual vis-a-vis their private property (embodied earlier in Article 31, and now as a constitutional right in Article 300-A), and the high threshold the State must meet while acquiring land, the question remains – can the State, merely on the ground of delay and laches, evade its legal responsibility towards those from whom private property has been expropriated? In these facts and circumstances, we find this conclusion to be*

unacceptable, and warranting intervention on the grounds of equity and fairness.

17. When seen holistically, it is apparent that the State's actions, or lack thereof, have in fact compounded the injustice meted out to the appellants and compelled them to approach this court, albeit belatedly. The initiation of acquisition proceedings initially in the 1990s occurred only at the behest of the High Court. Even after such judicial intervention, the State continued to only extend the benefit of the court's directions to those who specifically approached the courts. The State's lackadaisical conduct is discernible from this action of initiating acquisition proceedings selectively, only in respect to the lands of those writ petitioners who had approached the court in earlier proceedings, and not other land owners, pursuant to the orders dated 23.04.2007 (in CWP No. 1192/2004) and 20.12.2013 (in CWP No. 1356/2010) respectively. In this manner, at every stage, the State sought to shirk its responsibility of acquiring land required for public use in the manner prescribed by law.

18. There is a welter of precedents on delay and laches which conclude either way – as contended by both sides in the present dispute – however, the specific factual matrix compels this court to weigh in favour of the appellant-land owners. The State cannot shield itself behind the ground of delay and laches in such a situation; there cannot be a 'limitation' to doing justice. This court in a much earlier case - Maharashtra State Road Transport Corporation v. Balwant Regular Motor Service, held:

'11....."Now the doctrine of laches in Courts of Equity is not an arbitrary or a technical doctrine. Where it would be practically unjust to give a remedy, either because the party has, by his conduct, done that which might fairly be regarded as equivalent to a waiver of it, or where by his conduct and neglect he has, though perhaps not waiving that remedy, yet put the other party in a situation in which it would not be reasonable to place him if the remedy were afterwards to be asserted in either of these cases, lapse of time and delay are most material.

But in every case, if an argument against relief, which otherwise would be just, is founded upon mere delay, that delay of course not amounting to a bar by any statute of limitations, the validity of that defence must be tried upon principles substantially equitable. Two circumstances, always important in such cases, are, the length of the delay and the nature of the acts done during the interval, which might affect either party and cause a balance of justice or injustice in taking the one course or the other, so far as relates to the remedy."

19. The facts of the present case reveal that the State has, in a clandestine and arbitrary manner, actively tried to limit disbursement of compensation as required by law, only to those for which it was specifically prodded by the courts, rather than to all those who are entitled. This arbitrary action, which is also violative of the appellants' prevailing Article

31 right (at the time of cause of action), undoubtedly warranted consideration, and intervention by the High Court, under its Article 226 jurisdiction. This court, in Manohar (supra) - a similar case where the name of the aggrieved had been deleted from revenue records leading to his dispossession from the land without payment of compensation - held: 6“Having heard the learned counsel for the appellants, we are satisfied that the case projected before the court by the appellants is utterly untenable and not worthy of emanating from any State which professes the least regard to being a welfare State. When we pointed out to the learned counsel that, at this stage at least, the State should be gracious enough to accept its mistake and promptly pay the compensation to the respondent, the State has taken an intractable attitude and persisted in opposing what appears to be a just and reasonable claim of the respondent.

Ours is a constitutional democracy and the rights available to the citizens are declared by the Constitution. Although Article 19(1)(f) was deleted by the Forty-fourth Amendment to the Constitution, Article 300-A has been placed in the Constitution, which reads as follows: “300-A. Persons not to be deprived of property save by authority of law.—No person shall be deprived of his property save by authority of law.” 8.This is a case where we find utter lack of legal authority for deprivation of the respondent's property by the appellants who are State authorities. In our view, this case was an

eminently fit one for exercising the writ jurisdiction of the High Court under Article 226 of the Constitution...

20. Again, in *Tukaram Kana Joshi (supra)* while dealing with a similar fact situation, this court held as follows: (SCC p. 359 para11)

“11“There are authorities which state that delay and laches extinguish the right to put forth a claim. Most of these authorities pertain to service jurisprudence, grant of compensation for a wrong done to them decades ago, recovery of statutory dues, claim for educational facilities and other categories of similar cases, etc. Though, it is true that there are a few authorities that lay down that delay and laches debar a citizen from seeking remedy, even if his fundamental right has been violated, under Article 32 or 226 of the Constitution, the case at hand deals with a different scenario altogether. The functionaries of the State took over possession of the land belonging to the appellants without any sanction of law. The appellants had asked repeatedly for grant of the benefit of compensation. The State must either comply with the procedure laid down for acquisition, or requisition, or any other permissible statutory mode.”

21. Having considered the pleadings filed, this court finds that the contentions raised by the State, do not inspire confidence and deserve to be rejected. The State has merely averred to the appellants' alleged verbal consent or the lack of

objection, but has not placed any material on record to substantiate this plea. Further, the State was unable to produce any evidence indicating that the land of the appellants had been taken over or acquired in the manner known to law, or that they had ever paid any compensation. It is pertinent to note that this was the State's position, and subsequent findings of the High Court in 2007 as well, in the other writ proceedings."

20. The similar position has been reiterated and relied upon in the judgment of the Hon'ble Apex Court by the Hon'ble Division Bench of this Court in **CWP No. 491 of 2022**, titled as **Sakuntla Devi and another vs. State of Himachal Pradesh & another** dated 20.10.2023. After relying upon the judgment of the Apex Court in Vidya Devi & SukhDutt Ratra's case, the Court held as follows:

"7. In the aforesaid judgments, Hon'ble Apex Court has categorically held that contention advanced by the State of delay and laches of the appellant in moving the Court is liable to be rejected especially when it is not in dispute that petitioner are suffering continuous loss coupled with the fact that they repeatedly requested the authorities to initiate acquisition proceedings.

8. If the aforesaid judgments are read in their entirety, it clearly emerges that land owners cannot be deprived of their land, without following due process of law. If it is so, ground raised by the respondents that petitioners have

made their land available with consent, is of no consequence rather, this court, having taken note of the fact that the land of petitioners stands utilized for the construction of road in question, is compelled to agree with the submission of learned counsel for the petitioners that her clients are entitled for compensation qua the land utilized by respondents for construction of road in question.

10. Admittedly, land of the petitioners stands utilized for construction of road but till date, they have not been paid any amount, which action of the respondent-State certainly amounts to forcible dispossession of the petitioners from their land, which is violative of provision contained under Art. 300-A of the Constitution of India.

14. In case titled, State of Himachal Pradesh v. Umed Ram Sharma (1986) 2 SCC 68, Hon'ble Apex Court has held that entire State of Himachal Pradesh is a hilly area and without workable roads, no communication is possible; every person is entitled to life as enjoined in Article 21 of the Constitution of India; every person has right under Article 19 (1) (b) of the Constitution of India to move freely, throughout the territory of India; for the residents of hilly areas, access to road is access to life itself. Stand taken by the respondents that there was a policy for providing roads on demand of residents as a favour to them on conditions that they would not claim compensation, cannot be sustained because such stand is violative of Article 300A of the Constitution of India.

15. In case titled Hari Krishna Mandir Trust v. State of Maharashtra and others, 2020 9 SCC 356, Hon'ble Apex Court has held that though right to property is not a

fundamental right, but it is still a constitutional right under Article 300A of the Constitution of India and also a human right; in view of the mandate of Article 300A, no person can be deprived of his property save by the authority of law. No doubt, State possesses the power to take or control the property of the owner of the land for the benefit of public, but at the same time, it is obliged to compensate the injury by making just compensation.”

21. The Courts below, after appreciating the oral as well as documentary evidence placed on record and on the basis of the title, decreed the suit as filed by the respondents and have rightly come to the conclusion that they are entitled for mandatory injunction with the direction to acquire the portion of the suit land which has been utilized by the present appellants for the construction of the road.

22. The Hon'ble Apex Court has repeatedly held that no person can be deprived of his property without adopting due process of law, therefore, under such circumstances, the plea as set up by the appellants-State is not tenable in the facts and circumstances of the case, once they have utilized the land of the villagers without adopting due process of law. Now the plea as raised by the present appellants is not permissible that too at the stage of Regular Second Appeal. There are concurrent findings of fact by the Courts below.

23. The Hon'ble Supreme Court in catena of judgments has held that the first appellate is the final court of the fact. No doubt, second appellate court exercising the power under Section 100 CPC can interference with the findings of fact on limited grounds such as - (a) where the finding is based on inadmissible evidence; (b) where it is in ignorance of the relevant admissible evidence; (c) where it is based on misreading of evidence; (d) where it is perverse, but that is not case in hand.

24. The Hon'ble Supreme Court while dealing with scope of interference under Section 100 in **Hero Vinoth (minor) vs. Seshammal, (2006) 5 SCC 545** has held as under:

“18. It has been noted time and again that without insisting for the statement of such a substantial question of law in the memorandum of appeal and formulating the same at the time of admission, the High Courts have been issuing notices and generally deciding the second appeals without adhering to the procedure prescribed under Section 100 of the CPC. It has further been found in a number of cases that no efforts are made to distinguish between a question of law and a substantial question of law. In exercise of the powers under this section in several cases, the findings of fact of the first appellate court are found to have been disturbed. It has to be kept in mind that the right of appeal is neither a natural nor an inherent right attached to the litigation. Being a

substantive statutory right, it has to be regulated in accordance with law in force at the relevant time. The conditions mentioned in the section must be strictly fulfilled before a second appeal can be maintained and no court has the power to add or to enlarge those grounds. The second appeal cannot be decided on merely equitable grounds. The concurrent findings of facts will not be disturbed by the High Court in exercise of the powers under this section. Further, a substantial question of law has to be distinguished from a substantial question of fact. This Court in Sir Chunilal V. Mehta and Sons Ltd. v. Century Spg. & Mfg. Co. Ltd. (AIR 1962 SC 1314) held that : "The proper test for determining whether a question of law raised in the case is substantial would, in our opinion, be whether it is of general public importance or whether it directly and substantially affects the rights of the parties and if so whether it is either an open question in the sense that it is not finally settled by this Court or by the Privy Council or by the Federal Court or is not free from difficulty or calls for discussion of alternative views. If the question is settled by the highest court or the general principles to be applied in determining the question are well settled and there is a mere question of applying those principles or that the plea raised is palpably absurd the question would not be a substantial question of law.

" 19. It is not within the domain of the High Court to investigate the grounds on which the findings were arrived at, by the last court of fact, being the first appellate court. It is true that the lower appellate court should not ordinarily reject witnesses accepted by the

trial court in respect of credibility but even where it has rejected the witnesses accepted by the trial court, the same is no ground for interference in second appeal when it is found that the appellate court has given satisfactory reasons for doing so. In a case where from a given set of circumstances two inferences of fact are possible, one drawn by the lower appellate court will not be interfered by the High Court in second appeal. Adopting any other approach is not permissible. The High Court will, however, interfere where it is found that the conclusions drawn by the lower appellate court were erroneous being contrary to the mandatory provisions of law applicable or its settled position on the basis of pronouncements made by the Apex Court, or was based upon inadmissible evidence or arrived at by ignoring material evidence. 20. to 22 xx xx xx xx

23. To be "substantial" a question of law must be debatable, not previously settled by law of the land or a binding precedent, and must have a material bearing on the decision of the case, if answered either way, insofar as the rights of the parties before it are concerned. To be a question of law "involving in the case" there must be first a foundation for it laid in the pleadings and the question should emerge from the sustainable findings of fact arrived at by court of facts and it must be necessary to decide that question of law for a just and proper decision of the case. An entirely new point raised for the first time before the High Court is not a question involved in the case unless it goes to the root of the matter. It will, therefore, depend on the facts and circumstance of each case whether a question of law is a substantial one and

involved in the case, or not; the paramount overall consideration being the need for striking a judicious balance between the indispensable obligation to do justice at all stages and impelling necessity of avoiding prolongation in the life of any lis.”

25. The Hon'ble Supreme Court in **Annamalai vs. Vasanthi, 2025 INSC 1267**, has held as follows:-

“16. Whether D-1 and D-2 were able to discharge the aforesaid burden is a question of fact which had to be determined by a court of fact after appreciating the evidence available on record. Under CPC, a first appellate court is the final court of fact. No doubt, a second appellate court exercising power(s) under Section 100 CPC can interfere with a finding of fact on limited grounds, such as, (a) where the finding is based on inadmissible evidence; (b) where it is in ignorance of relevant admissible evidence; (c) where it is based on misreading of evidence; and (d) where it is perverse. But that is not the case here.

17. In the case on hand, the first appellate court, in paragraph 29 of its judgment, accepted the endorsement (Exb. A-2) made on the back of a registered document (Exb. A-1) after considering the oral evidence led by the plaintiff-appellant and the circumstance that signature(s)/thumbmark of D-1 and D-2 were not disputed, though claimed as one obtained on a blank paper. The reasoning of the first appellate court in paragraph 29 of its judgment was not addressed by the High Court. In fact, the High Court, in one line, on a flimsy defense of use of a signed blank paper, observed that

genuineness of Exb. A-2 is not proved. In our view, the High Court fell in error here. While exercising powers under Section 100 CPC, it ought not to have interfered with the finding of fact returned by the first appellate court on this aspect; more so, when the first appellate court had drawn its conclusion after appreciating the evidence available on record as also the circumstance that signature(s)/thumbmark(s) appearing on the document (Exb.A2) were not disputed. Otherwise also, while disturbing the finding of the first appellate court, the High Court did not hold that the finding returned by the first appellate court is based on a misreading of evidence, or is in ignorance of relevant evidence, or is perverse. Thus, there existed no occasion for the High Court, exercising power under Section 100 CPC, to interfere with the finding of the first appellate court regarding payment of additional Rs. 1,95,000 to D-1 and D-2 over and above the sale consideration fixed for the transaction. 18. Once the finding regarding payment of additional sum of Rs.1,95,000 to D-1 and D-2 recorded by the first appellate court is sustained, there appears no logical reason to hold that the plaintiff (Annamalai) was not ready and willing to perform its part under the contract particularly when Rs. 4,70,000, out of total consideration of Rs. 4,80,000, was already paid and, over and above that, additional sum of Rs.1,95,000 was paid in lieu of demand made by D-1 & D-2. This we say so, because an opinion regarding plaintiff's readiness and willingness to perform its part under the contract is to be formed on the entirety of proven facts and circumstances of a case including conduct of the parties. The test is that the person claiming

performance must satisfy conscience of the court that he has treated the contract subsisting with preparedness to fulfill his obligation and accept performance when the time for performance arrives.”

26. No other point was raised by the learned counsel for the parties.

27. Both the Courts below have rightly appreciated the Point in controversy after considering the oral as well as documentary evidence placed on record. No question of law much less substantial question of law arises in the present case.

28. In view of above, the present appeal being devoid of any merit deserves to be dismissed. Ordered accordingly. Pending application(s), if any, also stands disposed of.

(Romesh Verma)
Judge

19th March, 2026.
(vt)