Lalita Kumari v. The Presiding Officer & Another (N.K. Sodhi, J)

his part of the agreement inspite of due notice from the respondent. Further more the courts have also found that the respondent was always ready and willing to perform his part of the agreement. The litigation before the Courts has been prolonged for all this time by the appellant without any fruitful result. In these circumstances I am unable to see any equities in favour of the appellant and reliance placed upon the observations of the Hon'ble Supreme Court in the case of S. Rangaraju Naidu vs. Thiruvarakkarasu (supra) is misplaced one. No facts and circumstances have been brought on the record nor any evidence has been adduced to show that the case of the appellant was covered under any of the exceptions carved under sub clause (a) to (c) of Sub Section (2) of Section 20. The appellant has suffered no unfair disadvantage. No such hardship has been caused to the appellant which would justify nonperformance on his part. The appellant has also not been placed at any inequitable situation. Equities have to be balanced. It is only when totally unequitable and unjust and unfair advantage is given to one party that court has to consider such factors. The conduct of the appellant is certainly not worthy of claiming any special equities while conduct of the respondent has been to the accepted standard damanded by the equity and he has persued his remedy carefully and in the earliest point of time, while things are taken to be done in their normal course. Reference is made to Krishna Singh vs. Krishna Devi, (6).

(15) For the reason aforestated, I find no merit in this appeal and dismiss the same, however, without any orders as to costs.

S.C.K.

Before N. K. Sodhi & N. K. Agrawal, JJ

LALITA KUMARI,—Petitioner

versus

THE PRESIDING OFFICER & ANOTHER,—*Respondents* CWP No. 7041 of 1997

18th September, 1997

Constitution of India, 1950—Arts. 226/227—Industrial Disputes Act, 1947—Ss. 25-F & 25 FFF—Claim for reinstatement for non-compliance of S. 25-F—Petitioner working for vocational training centre—Services terminated on account of closure of undertaking—Such termination does not amount to retrenchment—Compensation paid under provisions of S. 25-FFF—Termination legal & valid.

Held that the Vocational Training Centre, which was receiving 30% aid

^{(6) 1994 (4)} S.C.C. 18

from the State Government was closed down on account of the stoppage of the grant from the State Government. it is common case of the parties that the entrire centre has closed down and the services of all the employees employed therein had been terminated. The Vocational Training Centre by itself was an undertaking of the District Red Cross Society and when this was closed down the services of the petitioner were terminated. Her case squarely falls within the provisions of Section 25-FFF of the Act. It is not necessary that the entire activity of the District Red Crossed Society should have come to an end in the district before the provisions of Section 25-FFF could be attracted. The contention of the petitioner would have carried some weight if only a part of the Vocational Training Centre had been stopped. In that eventuality, it could be argued that the termination of the services of some of the employees would amount to retrenchment as they would become surplus. But that is not the situation here. This being so, the termination of her services was legal and valid and no fault can be found with the impugned award.

(Para 6)

Constitution of India, 1950—Arts. 226/227—Industrial Disputes Act, 1947—S. 25-FFF—S.25-FFF comes into play wherein 'undertaking is closed down—'Industry' is a whole of which 'undertaking' is a part, therefore, latter is a narrower concept—Undertaking is not intended to cover entire business of employer—In absence of definition of word 'Undertaking' it has to be used in its ordinary sense meaning any work, enterprise, project or business undertaking— Entitlement to compensation would be accordingly.

Held that the word 'undertaking' as used in this Section has not been defined in the Act. This expression occures in Ss. 25-FF, 25FFA, 25FFF, 25-O and 25-F. Section 25-F uses the word 'industry' while Section 25-G uses the words 'industrial establishment'. Since these two sections are cognate, the words 'industrial establishment' as used in S. 25-G have to be understood to mean 'industry' as used in S. 25-F. 'Industry' has been defined in S.(j) of the Act which inter alia includes an undertaking. Thus, 'undertaking' is a narrower concept than 'industry'. In other words, 'industry' is a whole of which an 'undertaking' is a part. The expression 'undertaking' as used in the definition of 'industry' was given a restricted meaning by the Constitution Bench of the Supreme Court in Bangalore Water Supply and Sewerage Board v. A: Rajappa, AIR 1978 SC 548. Thus, the expression in the context of S. 25-FFF must mean a separate and distinct business or commercial or trading or industrial activity. The word 'undertaking' as used in S. 25-FFF has been used in its ordinary sense meaning any work, enterprise, project or business undertaking. According to the Webster's New Twentieth Century Dictionary, this expression means 'any business, work, project etc. undertaken'. It is not intended to cover the entire industry or business of the employer. Closure or stoppage of a part of the business or activity of the employer would, in law, be covered by this Section. 'Undertaking', however, cannot comprehand an infinitesimally small part of a manufacturing process. The question whether what is closed down is an undertaking or only a very small part thereof will have to be decided on the facts of each case and no uniform rule can be laid down in this regard.

(Para 5)

R. K. Malik, Advocate, for the Petitioner

Surya Kant, Advocate, for the Respondent

JUDGEMENT

N. K. Sodhi, J

(1) Petitioner was initially appointed on 10th August, 1984 as clerkcum-typist in the Vocational Training Centre of the Red Cross Society at Karnal. She resigned on 16th April, 1987. Thereafter, she again requested for an employment as clerk-cum-typist in the same Vocational Training Centre. Pursuant to her request, she was given a fresh appointment on temporary basis as Accounts Clerk-cum-typist on 14th June, 1988. In the letter of appointment issued to her she was told that she was being appointed for the project in Red Cross Vocational Training Centre, Karnal and that her continuity in service was dependent upon receipt of 90% grant from the Social Welfare Department of the Haryana Government. It is no longer in dispute before us that the State Government withdrew the grant to the Vocational Training Centre and, therefore, the Centre had to close down in July, 1994 and the services of all the employees working therein including those of the petitioner were terminated. Petitioner raised an industrial dispute regarding her termination and the same was referred for adjudication to the Presiding Officer, Labour Court, Panipat. This reference was made under sub-clause (c) to sub-section (1) of Section 10 of the Industrial Disputes Act, 1947, as amended up-to-date and hereinafter called the Act. The case set up by the petitioner was that the termination of her services amounted to 'retrenchment' within the meaning of the Act and since the provisions of Section 25-F had not been complied with the termination was illegal and the same was liable to be set aside. She claimed re-instatement with full back wages and continuity of service.

(2) The Red Cross Society contested the claim of the workman and stated that her services were terminated on account of the closure of the Vocational Training Centre where she had been employed and, therefore, the Provisions of Section 25-F were not attracted and that the case was governed by the provisions . of Section 25-FFF. According to the management, the compensation payable to the petitioner in terms of Section 25-FFF had been paid and, therefore, she was not entitled to any further relief. (3) On a consideration of the oral and documentary vidence led by the parties, the Tribunal as per its award dated 10th January, 1997 held that the petitioner was appointed in the Vocational Training Centre which project had been closed and since the Compensation as required by Section 25-FFF had been paid the termination of her services was perfectly valid and in accordance with law. Consequently, the reference was answered against the workman and in favour of the management. It is against this award that the present petition has been filed under Article 226 of the Constitution.

(4) We have heard counsel for the parties. It was strenuously urged before us by the learned counsel for the petitioner that the termination of the services of the petitioner did not fall under Section 25-FFF of the Act and that it amounted to retrenchment. The argument indeed is that the District Red Cross Society was continuing its activities within the district and merely because the Vocational Training Centre was closed down did not mean the closure of the 'undertaking' by the District Red Cross Society so as to attract the provisions of Section 25-FFF. It was argued that the termination of the services of the petitioner was retrenchment' within the meaning of the Act and since the provisions of Section 25-F were not complied with the same was illegal. He placed reliance on the observations of the Supre Court in *M/s Avon Services Production Agencies (P) Ltd.* v. *Industrial Tribunal, Haryana and Others (1)*.

(5) Having given our thoughtful consideration to the contention advanced by the learned counsel for the petitioner, we find no merit in the same. Section 25-FFF of the Act deals with compensation to be paid to workmen in case of closing down of an undertaking. It provides that where an undertaking is closed down for any reason whatsoever then every workman who has been in continuous service for not less than one year in that undertaking immediately before such closure is entitled to notice and compensation in accordance with the provisions of Section 25-F as if the workman had been retrenched. A perusal of this Section makes it clear that it comes into operation "where an undertaking is closed down.....". The word 'undertaking' as used in this section has not been defined in the Act. This expression occurs in Sections 25-FF, 25-FFA, Section 25-FFF, 25-O and 25-R. Section 25-F uses the word 'industry' while Section 25-G uses the words 'industrial establishment'. Since these two sections are cognate, the words 'industrial establishment' as used in Section 25-G have to be understood to mean 'industry' as used in Section 25-F. 'Industry' has been defined in Section 2(j) of the Act which, *inter alia*, includes an undertaking. Thus, 'undertaking' is a narrower concept than 'industry' In other words, 'industry' is a whole of which an 'undertaking' is a part. The expression 'undertaking' as used in the definition of 'industry' was given a restricted meaning by the Constitution Bench of the

(1) A.I.R. 1979 S.C. 170

Lalita Kumari v. The Presiding Officer & Another (N.K. Sodhi, J)

Supreme Court in *Bangalore Water Supply and Sewerage Board* v. A *Rajappa*, (2). Thus, the expression in the context of Section 25-FFF must mean a separate and distinct business or commercial or trading or industrial activity. The word 'undertaking' as used in Section 25-FFF, in our opinion, has been used in its ordinary sense meaning any work, enterprise, project or business undertaking. According to the Webster's New Twentieth Centry dictionary, this expression means "any business, work, project etc. undertaken." It is not intended to cover the entire industry or business of the employer. Closure or stoppage of a part of the business or activity of the employer would, in law, be covered by this section. 'Undertaking', however, cannot comprehand an infinitesimally small' part of a manufacturing process. The question whether what is closed down is an undertaking or only a very small part thereof will have to be decided on the facts of each case and no uniform rule can be laid down in this regard.

(6) In the instant case, the Vocational Training Centre which was receiving 90% aid from the State Government was closed down on account of the stoppage of the grant from the State Government. it is common case of the parties that the entire Centre has closed down and the services of all the employees employed therein had been terminated. The Vocational Training Centre by itself was an undertaking of the District Red Cross Society and when this was closed down the services of the petitioner were terminated. Her case squarely falls within the provisions of Section 25-FFF of the Act. It is not necessary that the entire activity of the District Red Cross Society should have come to an end in the district before the provisions of Section 25-FFF could be attracted. The contention of the petitioner would have carried some weight if only a part of the Vocational Training Centre had been stopped. In that eventuality, it could be argued that the termination of the services of some of the employees would amount to retrenchment as they would become surplus. But that is not the situation here. This being so, the termination of her services was legal and valid and no fault can be found with the impugned award. We, however, hasten to add that our observations should not be understood to mean that an undertaking cannot be closed down in stages.

(7) In Avon Services' case (Supra) the three workmen were doing work of painting the containers which were being manufactured by the Company. The Company decided to buy containers from the market and the painters became surplus. The undertaking continued and it was in that context that the learned Judges observed that there was nothing to show that painting containers was a separate establishment or that it had some separate supervisory arrangement. The painters having become surplus, the termination of their services amounted to retrenchment. In the case before us, the Vocational Training Centre closed down as a whole. Avon Services' case (supra) is, therefore, of no help to the petitioner. (8) In the result, the writ petition fails and the same stands dismissed. There is no order as to costs.

J.S.T.

Before Swatanter Kumar, J

GURDEV SINGH & ANOTHER, — Petitioners

versµs

PUNJAB NATIONAL BANK & OTHERS,-Respondents

C.R. No. 4569 of 97

6th February, 1998

Code of Civil Procedure, 1908—S. 34, Orders 21 & 34 and Rl. 11—Bank's suit for recovery decreed alongwith interest at the rate of 12.5% p.a.—Mortgage property—Tractor—Admittedly used not simpliciter for agricultural purposes but on commercial basis—Objection of judgment debtor that interest could not be decreed in excess of 6% p.a. on the loan untenable—Executing Court cannot go behind decree—Decree having become final could not be varied in execution— Judgement debtor's revision liable to be dismissed.

Held, that the executing Court has to execute the decree strictly in adherence to the terms of decree passed and complete the execution by recording satisfaction of the decree. The decree has to be executed in terms of the provisions of Part II read with Order 21 of the Code of Civil Procedure. The effect of cumulative reading and scheme of these provisions is that the powers of the executing Court are restricted in their nature and scope. The executing Court would have no jurisdiction to go behind the decree and alter its terms and conditions, which could either be altered and changed by the Appellate Court or by the same Court which passed the decree in accordance with law.

(Para 10)

Further held, that altering the terms of the decree must be clearly understood in contrast of construing a decree or interpreting a decree or giving clarity to its terms and conditions. In the garb of the later, the Court cannot create a new decree which is neither intended nor passed by the Court of competent jurisdiction. It is a settled rule of law that what is not permissible directly in law cannot be permissible directly in law cannot be permitted to be achieved indirectly as well. Executing Court can provide clarity, interpret or construe the decree, while keeping the decree as passed by the Court of competent jurisdiction intact and undisturbed. While exercising its jurisdiction if the executing Court in the guise of these