PETITIONER: DHAYANAND

Vs.

RESPONDENT:

UNION OF INDIA & ORS.

DATE OF JUDGMENT13/09/1995

BENCH:

B.P. JEEVAN REDDY, M.K. MUKHERJEE

ACT:

HEADNOTE:

JUDGMENT:

WITH

CIVIL APPEAL NOS. 8219-20 OF 1995

(arising out of SLP (C) Nos. 12116-17 of 1991)

Mubarak Masih.,

The Finance Secretary,

Union Territory of Chandigarh & Ors.,

AND

Writ Petition (C) No. 181 of 1995

Sh. B.P. Singh & Ors.

v,

Union of India & Ors.

JUDGMENT

J.S. Verma. J.

Special leave granted in special leave petitions.

The only question for decision in these matters is: Whether the benefit of earlier qualifying military service as defined in the Punjab Government National Emergency (Concession) Rules, 1965 (hereinafter referred to as "1965 Rules") could be given to the concerned employees appointed after 1.11.1966 in the services of the Union Territory of Chandigarh except Medical and Health services thereof? If it is held that the benefit of the said rules is available also to the employees appointed in the services of the Union Territory of Chandigarh after its formation on 1.11.1966 then the claim of each of them has to be examined on merits in accordance with the rules. The Central Administrative Tribunal and the High Court of Punjab and Haryana have taken the view that these rules do not apply to appointees in the services of the Union Territory after 1.11.1966. These matters arise out of these decisions.

The only material fact which requires mention is that these matters relate to employees in the services of the Union Territory of Chandigarh all of whom were appointed subsequent to 1.11.1966. They claim benefit of the Punjab Government National Emergency (Concession) Rules, 1965 for the purpose of increments, seniority, promotion and pension etc. in accordance with the rules. The stand of the Union Territory is that the benefit of the 1965 Rules is available only to the appointees prior to 1.11.1966 since they were

appointed in the State of Punjab and carry with them the benefit which had already accrued to them. It may be mentioned that the Union Territory Administration itself by G.O. No. $1023-1H\ (7)-87/5025$ dated 19.3.1987 had taken the view that the benefit of military service in accordance with these rules would be available to ex-servicemen who joined service in the various departments in the Union Territory of Chandigarh but subsequently this view was altered in G.O. No. $27/1/3/92-1H\ (7)/10935$ dated 2.6.1992 on reconsideration of the matter. This change in the view gave rise to the claims made by the concerned employees in the Tribunal and High Court.

In the context of applicability of an administrative order of the Government of State of Punjab issued prior to 1.11.1966 it was held by this Court in State of Punjab and others Vs. Balbir Singh and others, 1976 (3) SCC 242, that by virtue of Section 88 of the Punjab Reorganisation Act, 1966, an administrative order made by the erstwhile State did not automatically lapse and continued to be in force, effective and binding on the successor State unless modified and repudiated. There can be no doubt that The Punjab Government National Emergency (Concession) Rules, 1965 which fall within the definition of "law" in Section 2 (g) of the Punjab Reorganisation Act, 1966 continued in force and were effective in the Union Territory of Chandigarh until and unless modified, changed or repudiated by the Union Territory Administration. The question, therefore, is whether there was any modification, change or repudiation of the said 1965 Rules by the Union Territory administration after 1.11.1966? It may be mentioned that the Punjab Recruitment of Ex-servicemen Rules, 1982 repealed the Punjab Government National Emergency (Concession) Rules, 1965 but the saving clause therein preserved the rights which had accrued to any person under the repealed rules. All the employees, in these matters were appointed after 1.11.1966 but before the application of 1982 Rules. There is no controversy that if the 1965 Rules continued to be in force in the Union Territory after 1.11.1966 unless repudiated or repealed, the concerned employees in these matters, subject to fulfillment of the conditions of eligibility under the 1965 Rules, would be entitled to its benefit. The question for consideration, therefore, is whether the 1965 Rules were modified, repudiated or repealed in their applicability to these employees?

The answer depends on the construction of Notification Nos. SO 3267, SO 3268 and SO 3269 all dated 1.11.1966 issued by the Government of India, Ministry of Home Affairs, New Delhi. By Notification No. SO 3267 the powers conferred by the proviso to Article 309 of the Constitution on the President of India were delegated to the Administrator of the Union Territory of Chandigarh to make rules in regard to the matters specified therein which included the method of recruitment to Central Civil Services and posts (Class II, Class III and Class IV) under his administrative control in connection with the affairs of the Union Territory of Chandigarh and conditions of service of persons appointed to such services and posts for the purposes of probation, confirmation, seniority and promotion. By Notification No. SO 3268 rules were framed by the President called the Conditions of Service of Union Territory of Chandigarh Employees Rules, 1966 (hereinafter referred to as "1966 Rules"). Rule 2 therein provided that the conditions of service of persons appointed to the Central Civil Services and posts Class I, Class II, Class III and Class IV under the administrative control of the Administrator of the Union

Territory of Chandigarh subject to any other provision made by the President was to be the same as the Conditions of Service of Persons appointed to other corresponding Central Civil Services. The remaining part of Rule 2 is not material for the present purpose. In short, by virtue of Rule 2 the Rules applicable to the Central Civil Services were made applicable to regulate the conditions of service for such employees. Rule 3 is significant. It reads as under:

"3. Rules not to apply to matters relating to probation, confirmation, seniority and promotion.

Nothing contained in these rules shall apply to probation, confirmation, seniority and promotion in respect of persons in relation to whom the administrator of the said union territory has been authorised under the notification of the Government of India in the Ministry of Home Affairs No. 12/1/66-CHD (I) dated the 1st November, 1966 to make rules under the proviso to article 309 of the Constitution."

Rule 4 contains the provision for repeal relating to matters for which provision is made in Rule 2. The net result of these rules contained in Notification No. SO 3268 is that employees of the Union Territory to posts in Class II, Class III and Class IV services under the administrative control of the Administrator of the Union Territory, in respect of whom the rule making power was delegated by the President to the Administrator of the Union Territory were not to be governed by the rules contained in SO 3268 in respect of matters relating to probation, confirmation, seniority and promotion. This is the effect of the combined reading of the two notifications and the express provision made in Rule 3 of the 1966 Rules framed by the President by Notification No. SO 3268. In other words, by virtue of Rule 3 therein the 1966 Rules had no application to the Union Territory employees holding posts in Class II, Class III, and Class IV services in respect of the specified matters. None of the concerned employees in these matters belong to Class I service to whom alone the Central Civil Rules were made applicable by Notification No. SO 3268 in respect of matters relating to probation, confirmation, seniority and promotion. The third Notification No. SO 3269 is to the same effect.

It is, therefore, clear that the Punjab Government National Emergency (Concession) Rules, 1965 continued to apply in the Union Territory of Chandigarh even after 1.11.1966 till modified, changed or repudiated by the Union Territory Administration and they continued to apply to the employees appointed in the Union Territory after 1.11.1966 who were eligible for the benefit of those rules. This is so because these rules relate to matters for which the Central Civil Services Rules were not applied to employees in Class II, III & IV posts. The contrary view taken by the Tribunal and the High Court cannot, therefore, be upheld.

Consequently, the appeals and the writ petition are allowed in this manner. The impugned orders of the High Court and the Tribunal are set aside. The claim of the concerned employees in these matters would now be considered and decided by the Union Territory Administration in accordance with the rules.

U.T. Chandigarh

ORDER

Leave granted.

We have decided the connected matters i.e. Civil Appeal No. of 1995 (arising out of SLP (C) No. 16536 of 1992), Dhayanand vs. Union of India & Ors., [with Civil Appeal Nos. of 1995 (arising out of SLP (C) Nos. 12116-17 of 1991) and Writ Petition (C) No. 181 of 1995] by a separate judgment pronounced today, September 12, 1995. Because of the view taken in the connected matters, this civil appeal is dismissed.

