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Separate paging is given to this Part, in order that it may be filed as a separate compilation.

PART VI.

INDIA. BILLS OF THE GOVERNMENT OF

LEGISLATIVE DEPARTMENT.

The following Bill was introduced in the Council of the Governor General of India for the purpose of making Laws and Regulations on the 17th September 1896 :--

Bill No. 24 of 1896.

THE SINDH INCUMBERED ESTATES BILL.

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THE BOMBAY GOVERNMENT GAZETTE, SEPTEMBER 24, 1896. [PART VI

The Sindh Incumbered Estates Bill.

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A Bill to amend the law providing for the relief of Ja'girda'rs and Zaminda'rs in Sindh.

WHEREAS it is expedient to amend the law providing for the relief of jágírdárs and zamíndárs in Sindh; It is hereby enacted as follows:

CHAPTER I.

PRELIMINARY.

I. (1) This Act may be called the Sindh Title and commence Incumbered Estates Act, nent. 1896; and

(2) It shall come into force at once.

Definitions,

2. In this Act-

(1) "jágír land" includes also a share held hereditarily of the revenues of a Government village, but does not include *siri* or *mamul* or garden grants:

(2) "jágírdár" means a person who, or whose ancestor, was found in possession of jágír land in Sindh on the seventeenth day of February, 1843, and to whom the said land, or a portion of the same, or other land in lieu thereof, has been continued by the British Government, and to whom, or to whose ancestor, a sanad has been, or hereafter may be, granted confirming such continuance:

(3) " zamíndár" means a person holding lands in Sindh on the aggregate of which he or his ancestor has been assessed by the Government, on account of land-revenue for any one of the five revenue years next before the commencement of this Act, a sum not less than three hundred rupees; and a person holding lands in Sindh which, having been comprised in the jágír lands of a jágírdár, and having ceased to be jágír lands, are assessed by the Government on account of land-revenue at a sum not less than three hundred rupees per year, and, where a joint family or any other body of co-owners hold lands of either of those descriptions, each member of that family or body who would be entitled to demand a partition of the lands: and

(4) "Commissioner" means the Commissioner in Sindh.

CHAPTER II.

OF THE APPLICATION AND PRELIMINARY INQUIRY.

3. (1) At any time after the commencement Application for the of this Act, any jágírdár benefit of this Act. or zamíndár, or any person who would be sole heir or one of the heirs to such jágírdár or zamíndár if he then died intestate, may apply in writing to the Commissioner, stating that such jágirdár or zamíndár is subject to debts or liabilities, other that debts due, or liabilities incurred, to Government, or that his immoveable property is charged with debts or liabilities other than as aforesaid, and requesting that the provisions of this Act be applied to his case.

(2) When any jágírdár, zamíndár or other person entitled to make an application under this section is a minor, or of unsound mind, or an idiot, such application may be made on his behalf by the guardian or other legal curator of his person, or by the legally constituted administrator or manager of his estate.

4. (1) When any such application is made by or on behalf of a jágírdár, order to inquire.

be his sole heir if he then died, the Commissioner shall direct an inquiry to be made by such officer as he thinks fit into the nature and amount of such debts and liabilities, and the sufficiency of the debtor's property, whether moveable or immoveable, to discharge the same.

(?) When such an application is made in any other case, it shall be in the discretion of the Commissioner, subject to any general rules which may from time to time be made by the Governor of Bombay in Council, in this behalf, either to reject such application or to direct an inquiry to be made as aforesaid.

5. When the Commissioner has directed an inquiry under section 4, he may, if he thinks fit, further direct that, until he dismisses the application or appoints an officer under section 7, sub-section (2), clause (c),---

- (a) all proceedings then pending in any Civil or Revenue Court or Office in British India, in respect of any of the debts and liabilities to which the debtor is subject, or which are charged on the whole or any part of his immoveable property, shall be stayed, and the operation of all processes, executions and attachments then in force for, or in respect of, such debts and liabilities shall be suspended; and
- (b) no fresh proceedings, processes, executions or attachments shall be instituted in, or issued by, any Civil Court or Revenue Court or Office in British India in respect of such debts and liabilities.

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(Chapter 11.—Of the Application and Preliminary Inquiry.—Sections 6-7. Chapter 111.—Of the Order of Management.—Sections 3-11.)

6. (1) When an inquiry has been directed

Verified statement to be submitted.

to be fixed by the Commissioner, submit to the officer appointed to make such inquiry a statement duly verified by the said applicant, or by some other competent person, in the manner required by law for the verification of plaints, and containing, so far as may be practicable, such details as to the debts and liabilities, and as to the sufficiency of the debtor's property, whether moveable or immoveable, to meet the same, as the Commissioner, or the said officer subject to his control, may require.

(2) If any such statement contains any averment which the person making the verification knows or believes to be false, or does not know or believe to be true, such person shall be deemed to have intentionally given false evidence within the meaning of the Indian Penal Code.

7. (1) The officer so appointed, after making Report of inquiry and proceedings thereon. and port of the proceedings to the Cemmissioner.

(2) On receipt of such report, the Commissioner may-

(a) direct a further inquiry; or

(b) dismiss the application ; or

(r) by order published in the Sindh Official Gazette, appoint an officer (hereinafter called the manager) to manage the immoveable property of the debtor, and to arrange for the liquidation of his debts in manner hereinafter provided.

CHAPTER III.

OF THE ORDER OF MANAGEMENT.

8. (1) An order made under section 7, subsection (2), clause (c), (hereinatter called "the order of management") shall extend to all immoveable property, including any interest in joint immoveable property, of or to which the debtor is on the date of its publication possessed or entitled in his own right or which he is entitled to redeem, or which may be acquired by or devolve on him during the continuance of the management, and to all debts and liabilities to which he is subject, or which are charged on the whole or any part of his immoveable property on the said date, and to the amount of any loan which may be received by the manager in the manner hereinafter provided.

(2) The management shall be deemed to commence from the date on which the order is published.

Effect of order of management. 9. On the publication of the order of management the following conse-

quences shall ensue :

(1) all proceedings then pending in any Civil Court or Revenue Court or Office in British India in respect to the debts and liabilities mentioned in section S shall be stayed; and the operation of all processes, executions and attachments then in force for, or in respect of, such debts and liabilities shall be suspended;

(2) so long as the management continues, no fresh proceedings, processes, executions or attachments shall be instituted in or issued by any Civil Court or Revenue Court or Office in British India in respect of such debts and l'abilities;

(3) so long as the management continues, the debtor shall be incompetent—

- (a) to enter into any contract involving him in pecuniary liability, or
- (b) to mortgage, charge, lease or alienate the property under management or any part thereof, or
- (c) to grant valid receipts for the rents and profits arising or accruing therefrom :

Provided that nothing contained in this clause shall be deemed to preclude the manager from letting, and the debtor from taking, the whole or any part of such property on such terms consistent with this Act as may be agreed upon between the parties;

(f) so long as the management continues, no person other than the manager shall be competent to mortgage, charge, lease or alienate such property or any part thereof.

10. The manager shall, during the management

Powers of manager.

of the property, have all powers which the owner

thereof might, as such, have legally exercised, and shall receive and recover all rents and profits due in respect of the property under management, and for the purpose of recovering such rents and profits shall have, in addition to any powers possessed by a jágírdár or zamíndár, as the case may be, all the powers possessed by a Collector under the law for the time being in force for the recovery of land-revenue due to Government:

Provided that he shall not, before the liquidation-scheme hereinafter mentioned has been sanctioned, demise the property under management, or any part thereof, for any term exceeding two years, to take effect in possession.

11. (1) From the sums received or recovered Payments to be made by under section 10, the manmanager and order thereof. ager shall pay—

first, the costs of the management, including the costs of necessary repairs;

- secondly, the Government revenue and all debts and liabilities for the time being due or incurred to Government, in respect of the property under management;
- thirdly, the rent (if any) due to the jágírdár or other superior holder in respect of the said property;

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(Chapter III.-Of the Order of Management.-Section 11. Chapter II.-Proof of Debts and Scheme for Liquidation.-Sections 12-19.)

- jourthly, such periodical allowances as the Commissioner may from time to time fix for the maintenance of the debtor and his family;
- *fifthly*, the cost of such improvements of the said property as he thinks necessary, and are approved by the Commissioner.

(3) The residue shall be retained by the manager for the liquidation, in manner hereinafter provided, of the debts and liabilities mentioned in section 8 other than those so due or incurred to Government, and also for the repayment, either before or after the liquidation of such debts and liabilities, of any loan received by the manager under this Act.

CHAPTER IV.

PROOF OF DEBTS AND SCHEME FOR LIQUIDA-TION.

12. On the publication of the order of management, the manager shall publish in the Sindh Official Gazette a notice

in English and Sindhí, calling upon all persons having claims against the debtor, or the property under management, to notify the same in writing to such manager within six months from the date of the publication, and shall also cause copies of such notice to be exhibited at the mukht árkárs' kachabrís in the district in which the said property lies, and at such other places as he thinks fit.

Claimant to present full particulars and do. claimant shall, along with his claim, present full particulars thereof.

(3) Every document on which the claimant founds his claim, or on which he relies in support thereof, shall be delivered to the manager along with the claim.

(3) If the document is an entry in any book, the claimant shall produce the book to the manager, together with a copy of the entry on which he relies. The manager shall mark the book for the purpose of identification, and, after examining and comparing the copy with the original, shall return the book to the claimant.

(4) If any document in the possession or under the control of the claimant is not delivered or produced by him to the manager along with the claim, the manager may refuse to receive such document in evidence on the claimant's behalf at the investigation of the case.

14. Every such claim (other than claims of the Olaim not duly notified to be bared. Government) not notified to the manager within the time and in the manner required by such notice shall, except as provided in section 19, clause (d), be deemed for all purposes and on all occasions, whether during the continuance of the management or afterwards, to have been duly discharged : Provided that, when proof is made to the manager that the claimant was unable to comply with the provisions of section 12, the manager may receive such claim within the further period of six months from the expiration of the original period of six months.

15. The manager shall inquire into the history Determination of debts and habilities.

and 14, and shall, in accordance with the rules to be made under this Act, determine the amount of the debts and liabilities (if any) justly due to the several claimants.

16. If such amount cannot be paid at once,

Power to rank debts and to fix interest.

the manager shall 'hen proceed to rank such debts and liabilities according

to the order in which they shall be paid, and to fix the interest (if any) to be paid thereon, respectively, from the date of the final decision thereon to the date of the payment and discharge thereof.

17. (1) When the total amount of the debts

"Liquidation-scheme." and liabilities (including those due and incurred to Government) has been finally determined, the man-

Government) has been multy determined, the manager shall prepare and submit to the Commissioner a schedule of such debts and liabilities, and a scheme (hereinafter called the liquidation-scheme) showing the mode in which it is projosed to pay and discharge the same, whether from the income of the property under management, or with the aid of funds raised under the powers hereinafter conferred, or partly in one of such ways and partly in the other.

(2) Every liquidation-scheme shall further provide for the continuance of the payments to be made by the manager under section 11, and for the repayment of the money (if any) which the manager proposes to borrow under this Act; and may provide for the improvement of the property under management either from the said income or with the aid of the funds raised as aforesaid, or partly in one of such ways and partly in the other.

Proceedings of Commissioner on submission of may-

- (a) as often as he thinks fit send back such scheme to the manager for revision, and direct him to make such further inquiry as may be requisite for the proper preparation of the scheme, or
- (b) sanction any liquidation-scheme or any revised liquidation-scheme submitted to him, either as it stands, or subject to such modifications as he may deem expedient.

19. (1) At any time before he has sanctioned

Power to relinquish management. a liquidation-scheme under section 1 ·, the Commissioner may, by an order published in the Sindh Official (izzette, direct that on a date fixed by such order the management shall be relinquished.

PART VI] THE BOMBAY GOVERNMENT GAZETTE, SEPTEMBER 24, 1896.

The Sindh Incumbered Estates Bill.

(Chapter IV.-Proof of Debts and Scheme for Liquidation.-Section 19. Chapter V.- Of the Proceedings subsequent to Sanction of the Liquidation-scheme. - Sections 20-25.)

(a) the management shall terminate ;

- (b) the owner of the property under manage-ment shall be restored to the possession thoreof, subject to any leases granted under section 10;
- (c) any residue of the rents and profits of the said property retained under section 11, sub-section (2), shall be paid to him; and
- (d) the proceedings, processes, executions and attachments stayed and suspended under section 9, and the debts and liabilities barred by section 14, shall revive.
- (3) In calculating the periods of limitation applicable to suits to recover and enforce debts and liabilities revived under this section, the time during which the management has continued shall be excluded.

CHAPTER V.

OF THE PROCEEDINGS SUBSEQUENT TO SANCTION OF THE LIQUIDATION-SCHEME.

20. When the Commissioner sanctions the liquidation-scheme, he Effects of sanctioning shall notify the fact of such sanction at such scheme.

places and in such manner as the Local Government may from time to time by rule direct; and thereupon-

(1) all proceedings, processes, executions and attachments stayed or suspended under section 9 shall be for ever barred, and

(2) every debt or liability due or owing to any person which was proveable before the manager shall be extinguished; and such person shall be entitled to receive under the liquidation-scheme the amount (if any) finally awarded to him under Chapter IV in respect of such debt or liability.

21. (1) If the property under management or

Power to remove mortgagee in possession.

any part thereof is in the possession of a mortgagee or conditional vendee, the

manager, at any time after the liquidation-scheme has been sanctioned as aforesaid may, by an order in writing, require such incumbrancer to deliver up possession of the same to him at the end of the then current revenue year.

(2) If such incumbrancer refuses or neglects to obey such order the manager may, without resorting to a Civil Court, enter upon the property and summarily evict therefrom the said incumbrancer and any other person obstructing or resisting on his behalf.

(3) Nothing in this section shall be held to affect the right of any incumbrancer to receive, under the liquidation-scheme, the amount (if any) awarded to him under Chapter IV.

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If the property under management or any 22. Power to inquire into

consideration given for leases.

part thereof is in the possession of any person claim-ing to hold under a lease dated within the three

years immediatly preceding the commencement of the management, the manager, with the sanction of the Commissioner, may enquire into the sufficiency of the consideration for which the lease was granted; and, if such consideration appears to him insufficient, may by written order, at any time after the liquidation-scheme has been sanctioned as aforesaid, either set aside the lease or require the person so in possession to pay such consideration for the said lease as the manager thinks fit; and in default of such payment the lease shall be cancelled

23. Subject to the rules made under section 33, the manager, after the Power to lease.

liquidation-scheme has been sanctioned as aforesaid, shall have power to demise all or any part of the property under management for any term of years not exceeding twenty years absolute, to take effect in possession, in consideration of the payment to him of any fine, or without fine, and reserving such rents, and under such conditions as may be agreed upon.

24. At any time after the liquidation-scheme has been sanctioned as Power to raise money by aforesaid the manager. mortgage or sale. with the previous assent

of the Commissioner, shall have power to raise any money which may be required for carrying out such scheme-

- (a) by demising by way of mortgage the whole or any part of the property under management for a term not exceeding twenty years from the publication of the order of management; or
- (b) by selling, by public auction or by private contract, and upon such terms as the manager thinks fit, such portion of the said property as may appear expedient; 01
- (c) by borrowing money at such rate of interest as appears reasonable to the Local Government.

25. When jágír land under management is Separation of part of jágir lands subject to lapse. held on this condition, that on the happening of

a certain event a share of the land shall lapse, but that it shall be in the discretion of the person then entitled as jágírdár to divide off and relinquish in respect of the lapse such part of the land, being a fair equivalent of that share, as he thinks fit, the manager may, if he deems it convenient for the better exercise of the powers conferred by sections 23 and 24, at any time, after such consultation with persons interested as he thinks necessary, allot by written order, for relinquishment on the happening of the event, such part of the land as he thinks fit; and thereupon that part and no other shall, on the happening of the event, be relinquished.

⁽²⁾ On the date so fixed-

(Chapter V.-Of the Proceedings subsequent to Sanction of the Liquidation-scheme.-Sections 26-30. Chapter VI .- Of Appeal and Revision .- Sections 31-32. Chapter VII .-Miscellaneous.-Section 33.)

26. The manager's receipt for any moncys, rents or profits raised or Manager's 'receipt to be a discharge.

received by him under this Act shall discharge the

person paying the same therefrom and from being concerned to see to the application thereof.

27. (1) When the debts and liabilities mention-Termination of management.

ed in the liquidationscheme and the amount of any loan received under

section 24, clause (c), together with the interest (if any) due thereon, have been paid and discharged, the manager shall publish in the Sindh Official Gazette a notice fixing a date for the termination of the management.

(2) On the date so fixed the management shall terminate, and the owner shall be restored to the possession and enjoyment of the property under management, or of such part thereof as has not been sold by the manager under the power con-ferred by section 24, but subject to the leases and mortgages (if any) granted and made by the manager under the powers conferred by sections 10, .23 and 24.

28. If the debtor dies after the publication of the order of management Death of debtor during and before the managemanagement. ment has been terminated in either of the modes hereinbefore provided,-

- (1) the management shall continue and proceed in all respects as if such debtor
- (2) any person succeeding to the whole or any portion of the property under management shall, while such man-agement continues, be subject in re-spect of such property to the disabilities imposed by section 9, clause (3), sub-clauses (b) and (c); and
- (3) no Civil Court or Revenue Court or Office in British India shall, during the continuance of the management, issue any attachment or other process against any portion of the property under management for, or in respect of, any debt or liability incurred by any such person whether before or after his said succession.

29. When a jágírdár or zamíndár has been

Mortgages, &c., made by restored jágírdár valid only for his life.

restored under section 27, sub-section (2), to the possession of any property, no mortgage, charge, lease

or alienation of such property, or of any part thereof, made or granted by such jágírdár or zamindár shall be valid as to any time beyond his natural life.

Netwithstanding anything contained in 30.

Power to revise liquidation-scheme.

this Act, the Commissioner may, at any time after he

has, whether before or after the commencement of this Act, sanctioned the liquidation-scheme, revise and modify the same,

but not so as to affect the right of any person to receive in full before the termination of the management the amount finally awarded to him under Chapter IV.

CHAPTER VI.

OF APPEAL AND REVISION.

31. (1) An appeal against any decision or order under sections 14, Appeal.

15, 16 and 22, and imposing a fine or imprisonment in exercise of the powers conferred by section 37, shall lie to the Commis-sioner, if preferred within six weeks from the date of such decision or order.

(2) There shall be no appeal against the decision of the Commissioner on such appeal.

The Commissioner may, of his own motion 32. or on the application of any Power to call for proceed-ings and pass order thereon.

person concerned, call for the proceedings in any case

under this Act, and pass such order thereon consistent with the provisions of this Act as he thinks

CHAPTER VII.

MISCELLANEOUS.

33. (1) The Commissioner, with the previous sanction of the Governor Power to make rules. of Bombay in Council,

may, from time to time, make rules consistent with this Act-

- (a) to regulate the security to be required from subordinate officers under this Act;
- (b) to regulate the procedure in all cases under this Act;
- (c) for the guidance of officers enquiring into and determining on claims under Chapter IV; and in particular as to the allowance of interest (if any) on each of the principal debts and liabilities so determined. from the date on which it was incurred down to the date of the determination, and on the aggregate amount of such debts and liabilities from the date of the determination down to the date of payment, and as to the order of paying debts and liabilities and repaying any loan received hereunder;
- (d) for investing any moneys received or raised by the manager under this Act in any Government securities of British India, and for the sale of such securities ;
- (e) generally to carry out the provisions of this Act.

(2) Such rules shall be published in the Sindh Official Gazette, and shall thereupon have the force of law.

(Chapter VII.-Miscellaneous.-Sections 34-39).

34. Whenever the Commissioner thinks fit, he

Power to appoint new manager.

may suspend or remove any manager, and may appoint any officer in the

stead of any manager appointed under this Act; and thereupon the management then vested under this Act in the former manager shall become vested in the new manager, and the new manager shall have the same powers as if he had been originally appointed.

35. Every manager appointed under this Act Managers to be public shall be deemed a public servants. servant within the mean-

XLV of 1860 ing of the Indian Penal Code. 35. Every investigation conducted by the

manager with reference to Investigation to be deemed any claim preferred before a judicial proceeding.

him under this Act, or to

any matter connected with any such claim, shall XLV of 1860. be taken to be a judicial proceeding within the meaning of the Indian Penal Code.

Power to summon witnesses and compel production of documents.

37. For the purposes of this Act, the manager may summon and enforce the attendance of witnesses and compel them to give evidence, and compel

the production of documents, by the same means and, as far as possible, in the same manner, as is provided in the case of a Civil Court by the Code XIV of 1882 of Civil Procedure.

38. No suit or other proceeding shall be maintained against any Bar of suits. person in respect of any-

thing done by him bond fide pursuant to this Act.

39. Nothing in this Act precludes the Courts Saving of jurisdiction of in Sindh having jurisdic-Courts in Sindh in respect tion in suits relating to the of certain suits. succession to any immoveable property brought under the operation of this Act from entertaining and disposing of such suits; but to all such suits the manager of such property shall be made a party.

STATEMENT OF OBJECTS AND REASONS.

By Act XX of 1881 the owners of encumbered estates in Sindh were enabled to bring them under Government management within six months only of the passing of the Act. It has been represented that there are now many estates the owners of which are in urgent need of assistance and would be glad to avail themselves of the provisions of the Act, were this made possible for them.

The original Act is still in force, but its operation is confined to those estates which were brought under it within the above mentioned limit of time, and it is now proposed to re-enact it, as amended by subsequent legislation, with the omission of the time limit, so as to make its provisions generally available to the class of landowners for whose relief it was passed.

The Act of 1881 provided for the liquidation of debts due by the estate by means of money 3. borrowed from Government. It is considered, however, that such an application of public money, even if warranted by the special circumstances of any particular case, is in general open to objection in principle, and that the necessary funds should ordinarily be raised, as in other provinces in which Government under-takes the management of encumbered estates, by loans from private sources. Accordingly the words "from Government" have been omitted from section 24 (c) and from the other sections in which they occur in the same connection. This will not prevent the grant of State loans in exceptional cases, where private sources fail.

The 16th September 1896.

(Signed) J. WOODBURN.

S. HARVEY JAMES. Secretary to the Government of India.