

A ASSOCIATED CEMENT COMPANY LTD.

v.

KESHVANAND

DECEMBER 16, 1997

B [M.K. MUKHERJEE AND K.T. THOMAS, JJ.]

*Criminal Procedure Code, 1973 :*

C Section 2(y)—Complainant—Meaning of—Not defined in the Code—However, words and expressions defined in Penal Code can be used for the purposes of the Code—Penal Code defines "persons" to include a company—So a company can be a complainant as per the new Code—Penal Code, 1860, Section 11.

D Sections 200, 203, 256 and 249—Filing of complaint—Magistrate to examine the complainant on oath mandatorily before taking cognizance—Magistrate to dismiss the complaint only after considering the statements on oath—However, the examination of complainant can be dispensed with only when a public servant in exercise of his public duties files a complaint or a complaint by a court—Magistrate has jurisdiction to dismiss the Complaint when the complainant is absent.

E Section 256 and Chapter XV—Complaint filed by a company—Different persons authorized on behalf of company to represent the company in court—Held, different persons may represent such company at different stage—However, it is open to the complainant company to seek permission of the court for sending any other person to represent the company in court—No Magistrate shall insist that the particular person whose statement was taken on oath at the first instance alone can represent the company—Position under the Criminal Procedure Code, 1898 also same—Criminal Procedure Code, 1898, Sections 247 and 259.

G Sections 249 and 256—Non-appearance of complainant on a particular date in court—Magistrate, held, not justified in acquitting the accused unless the presence of accused on that date was necessary—Discretion to acquit the accused must be exercised judicially and fairly—When the complainant and other witnesses had been examined, acquittal of accused not justified in the  
H guise of absence of the complainant—Criminal Procedure Code, 1898, Sec-

tions 247 and 259.

*Sections 386, 401 and 247—Distinction between appellate and revisional jurisdiction of the court—Appellate court can reappraise the evidence and is free to reach its own conclusion on evidence untrammelled by any findings of the trial court—Revisional jurisdiction is supervisory confined to the legality and propriety of the findings—Revisional court may also see whether the subordinate court has kept within the bounds of its jurisdiction or has failed to exercise jurisdiction vested in it.*

The appellant company prosecuted the respondent in the court of Judicial Magistrate for an offence committed under Section 138 of the Negotiable Instruments Act. After the examination of authorised person on behalf of the company and other witnesses, on a particular day of hearing, the Magistrate dismissed the complaint and acquitted the accused on the ground of absence of complainant. Appeal filed before the High Court with leave, was also dismissed by it. Hence this appeal by the company.

Allowing the appeal, this Court

**HELD : 1.1.** The word "complainant" is not defined in the Code of Criminal Procedure, whether old or new. Any person can set the law in motion except in cases where the statute has specifically provided otherwise. The word "person" is defined in the Indian Penal Code (Section 11) as including "any company or association of body of persons whether incorporated or not". By virtue of Section 2(y) of the new Code words and expressions used in that Code but not defined therein can have the same meaning assigned to them in the Penal Code. Then when the word "person" is specifically defined in the Penal Code as including a company that definition can normally be adopted for understanding the scope of the word "complainant". However, the definition clauses subsumed in Section 2 of the new Code contains the opening key words that such definitions are to be adopted "unless the context otherwise requires". Therefore to ascertain whether a company or association of persons or body corporate can be a complainant as per the new Code as for all practical purpose, looking at different contexts envisaged therein. [510-C-F]

1.2. Chapter XV of the new Code contains provisions for lodging complaints with Magistrates. Section 200 as the starting provision of that chapter enjoins on the Magistrate, who takes cognizance of an offence on

A a complaint, to examine the complainant on oath. Such examination is mandatory as can be discerned from the words "shall examine on oath the complainant....". The Magistrate is further required to reduce the substance of such examination to writing and it "shall be signed by the complainant". Under Section 203 the Magistrate is to dismiss the complaint if he is of the opinion that there is no sufficient ground for proceedings after considering the said statement on oath. Such examination of the complainant on oath can be dispensed with only under two situations, one if the complaint was filed by a public servant, acting or purporting to act in the discharge of his official duties and the other when a court has made the complaint. Except in the above understandable situations the complainant has to make a physical presence for being examined by the Magistrate. Section 256 or Section 249 of the new Code clothes the Magistrates with jurisdiction to dismiss the complaint when the complainant is absent, which means his physical absence. [510-G-H; 511-A-B]

D 1.3. The scheme of Chapter XV of the new Code makes it clear that complainant must be corporeal person who is capable of making physical presence in the court. Its corollary is that even if a complaint is made in the name of an incorporeal person (like a company or corporation) it is necessary that a natural person represents such juristic person in the court and it is that natural person who is looked upon, for all practical purposes, to be the complainant in the case. In other words, when the complainant is a body corporate it is the *de jure* complainant, and it must necessarily associate a human being as *de facto* complainant to represent the former in court proceedings. [511-C-D]

F 1.4. However, no Magistrate shall insist that the particular person, whose statement was taken on oath at the first instance, alone can continue to represent the company till the end of the proceedings. There may be occasions when a different person can represent the company e.g. the particular person who represents the company at the first instance may either retire from the company's services or may otherwise cease to associate therewith or he would be transferred to a distant place. In such cases it would be practically difficult for the company to continue to make the same person represent the company in the court. In any such eventuality it is open to the *de jure* complainant company to seek permission of the court for sending any other person to represent the company in the court. At any rate, absence of the complainant envisaged in Section 249 or

Section 256 of the new Code would include absence of the corporeal person representing the incorporeal complainant. [511-F-G] A

1.5. As the corresponding provision of the old Code are the same for all practical purposes, the legal position discussed is applicable to the complaint filed under the old Code as well. [511-E] B

2.1. Section 247 of the Criminal Procedure Code, 1898 (Section 256 of the new Code) affords some deterrence against dilatory tactics on the part of a complainant who set the law in motion through his complaint. An accused who is per force to attend the Court on all posting days can be put to much harassment by a complainant if he does not turn up to the Court on occasions when his presence is necessary. The section, therefore, affords protection to an accused against such tactics of the complainant. But that does not mean if the complainant is absent, the court has a duty to acquit the accused in invitum. [509-B-C] C

2.2. Reading Section 247 of the Criminal Procedure Code, 1898 (Section 256 of the new Code) in its entirety would reveal that two constraints are imposed on the court for exercising the power under the section. The first is, if the Court thinks that in a situation it is proper to adjourn the hearing then the Magistrate shall not acquit the accused. The second is, when the Magistrate considers that personal attendance of the complainant is not necessary on that day the Magistrate has the power to dispense with his attendance and proceed with the case. When the court notices that the complainant is absent on a particular day the court must consider whether personal attendance of the complainant is essential on that day for the progress of the case and also whether the situation does not justify the case being adjourned to another date due to any other reason. If the situation does not justify the case being adjourned the court is free to dismiss the complaint and acquit the accused. But if the presence of the complainant on that day was quite unnecessary then resorting to the step of axing down the complaint may not be a proper exercise of the power envisaged in the section. The discretion must therefore, be exercised judicially and fairly without impairing the cause of administration of criminal justice. [509-D-F] D E F G

3.1. Appellate jurisdiction is coextensive with original court's jurisdiction as for appraisal and appreciation of evidence and reaching findings on facts and the appellate court is free to reach its own conclusion on H

A evidence untrammelled by any finding entered by the trial court. Revisional power on the other hand belong to supervisory jurisdiction of a superior court. While exercising revisional powers the court has to confine itself to the legality and propriety of the findings and also whether the court has failed to exercise its jurisdiction vested in it. Though the difference between the two jurisdictions is subtle, it is quite real and has now become well recognised in legal provinces. [507-D-E]

C 3.2. When a trial court had acquitted an accused due to non-appearance of the complainant the appellate court has the same powers as the trial court to reach a fresh decision as to whether in the particular situation the Magistrate should have acquitted the accused. What the trial court did not then ascertain and consider could, perhaps, be known to the appellate court and a decision different from the trial court can be taken by the appellate court, whether the order of acquittal should have been passed in the particular situation. [508-C-D]

D *State of Kerala v. K.M. Charia Abdulla & Co.*, AIR (1965) SC 1585 and *Shankar Ramchandra Abhyankar v. Krishnaji Dattatreya Bapat*, AIR (1970) SC 1, relied on.

E CRIMINAL APPELLATE JURISDICTION : Criminal Appeal No. 1239 of 1997.

From the Judgment and Order dated 9.4.97 of the Jammu & Kashmir High Court in CrI. R. No. 81 of 1996.

F Raju Ramachandran, Sudhanshu Tripathi, U.A. Rana and Ms. Arshi Suhail for the Appellant.

M.L. Bhat, (Prakash Padiou) for Ms. Purnima Bhat Kak for the Respondent.

G The Judgment of the Court was delivered by

THOMAS, J. Leave granted.

H Appellant-company has been prosecuting the respondent in the court of Judicial Magistrate (First Class), Jammu, alleging the offence under Section 138 of the Negotiable Instruments Act, but learned Magistrate acquitted the respondent on 24-8-1996 solely on the ground that the

complainant was absent. Appellant - company filed an appeal in challenge of the said order of acquittal before the High Court of Jammu & Kashmir with leave but that appeal was dismissed. This appeal is against the said judgment of the High Court.

The complaint was based on a cheque issued by the respondent towards amounts allegedly due from him ranging to a little above eight lacs of rupees. Facts, which are not disputed for the present appeal, show that appellant-company was represented in the trial court by one Puneet Aggarwal with a power of attorney of the company. Learned Magistrate took cognizance of the offence, and after examining Puneet Aggarwal on oath, issued summons to the respondent pursuant to which he appeared in court. As the trial proceeded, Puneet Aggarwal and another person were examined as prosecution witnesses and the case was posted for further evidence to 23-8-1996. On that day the complainant was absent and the counsel for the accused pressed for dismissal of the complaint. However, the Magistrate posted the case to the next day, but on that day also the complainant and his counsel were absent. Then the Magistrate recorded the order of acquittal of the accused under Section 247 of the Code of Criminal Procedure, 1898 (which is applicable to the State of Jammu & Kashmir even now. It will hereinafter be referred to as 'the old Code').

In the appeal petition filed before the High Court it was stated that Puneet Aggarwal was posted as an officer of the appellant company at Jammu during the period when the complaint was filed, but subsequently he was transferred to Jalandhar (in Punjab State), the advocate of the complainant (Shri K.S. Johal) faced a misfortune in his family as his brother was involved in a motor accident on 23-8-1996 and was subjected to an operation, and due to such circumstances Shri J.S. Johal could not attend the court for three days preceding 25.8.1996. It was also mentioned in the appeal petition that the aforesaid Puneet Aggarwal had in fact left Jalandhar for attending the court at Jammu on 23-8-1996, but he could not reach Jammu as motor traffic on the National Highway became paralyzed due to incessant rains which lashed the region continuously for 2 days, and that Puneet Aggarwal never knew that the case was posted to next day and hence his absence on 24-8-1996 was absolutely unintentional.

Learned Single Judge of the High Court did not take into account any of the above facts and was not persuaded to interfere with the acquittal as he adopted a "grammatical construction" of Section 247 of the old Code in the following words :

A "On a grammatical construction of Section 247 the intention of the legislature becomes clear. Non-appearance of the complainant, after summons are issued, according to that intention, may result in acquittal of the accused."

B On the above premise learned Single Judge found that there was no legal error in the order passed by the Magistrate and hence dismissed the appeal.

C Before we proceed to consider the merits of this appeal we may refer to a strange averment made by the respondent in the counter affidavit sworn to by him which he had filed in this court in answer to the special leave petition. After replying to various grounds, the respondent has stated, with reference to paragraph F of the special leave petition the following :

D "In reply to sub-para F it is submitted that a false complaint was filed against the Respondent at the behest of one Mr. Kanwar Sein Anand, who is Forwarding and Clearing Agent of the petitioner company. The said gentleman claims to be a real brother of an Hon'ble Sitting Judge of the Supreme Court and is exploiting the name of the Hon'ble Judge without his knowledge."

E We could not fathom or even grasp the reason for making such a statement in the counter affidavit. So we asked Shri M.L. Bhat, learned senior counsel (who appeared for the respondent) as to the relevance or the raison d'etre for the said averment. Shri M.L. Bhat then submitted that he too concedes that the said averment is quite irrelevant for this case and offered to withdraw it. Later an application has been filed for deleting that portion from the affidavit while we allow that application to delete the said portion we cannot but express our displeasure over and disapproval of the conduct in scribbling down such irrelevant and mischievous imputation in an affidavit filed in this Court, particularly

F the unwholesome attempt to drag in a judge of this Court. It is sad that

G when such an unsavoury statement was scribed into an affidavit the idea of deleting it did not occur to him at least when the affidavit was authenticated by the advocate. Indeed, he decided to delete it only when we asked the senior counsel about its relevance. We do not wish to say

H anything more about it.

Learned Single Judge of the High Court apprised himself of the width of the appellate powers of the High Court as follows, in the impugned judgment :

"In my opinion our law of precedent has developed out of this policy of the statutes. This is how time and again it has been held that Appellate/Revisional Courts should not ordinarily disturb the finding of the trial courts, if a different view also could be taken on same facts. The Court's concern only will be, as to whether or not the order impugned is fraught with illegality or impropriety."

It appears that learned Single Judge has equated appellate powers with revisional powers, and that the core difference between an appeal and a revision has been overlooked. It is trite legal position that appellate jurisdiction is coextensive with original court's jurisdiction as for appraisal and appreciation of evidence and reaching findings on facts and appellate court is free to reach its own conclusion on evidence untrammelled by any finding entered by the trial court. Revisional powers on the other hand belong to supervisory jurisdiction of a superior court. While exercising revisional powers the court has to confine to the legality and propriety of the findings and also whether the subordinate court has kept itself within the bounds of its jurisdiction including the question whether the court has failed to exercise the jurisdiction vested in it. Though the difference between the two jurisdictions is subtle, it is quite real and has now become well recognised in legal provinces.

In *State of Kerala v. K.M. Charia Abdullah & Co.*, AIR (1965) SC 1585 this Court has highlighted the difference between the two jurisdictions in the following words :

There is an essential distinction between an appeal and a revision. The distinction is based on the differences implicit in the said two expressions. An appeal is a continuation of the proceedings; in effect the entire proceedings are before the appellate authority and it has power to review the evidence subject to the statutory limitations prescribed. But in the case of a revision, whatever powers the revisional authority may or may not have, it has not the power to review the evidence unless the statute expressly confers on it that power."

A In *Shankar Ramchandra Abhyankar v. Krishnaji Dattatraya Bapat*, AIR (1970) SC 1 this Court has observed that the right of appeal is one of entering a superior court and invoking its aid and interposition to redress the error of the court below.

B In this case when the High Court considered that its only concern was to check whether the order of the magistrate "is fraught with any illegality or impropriety", the High Court has narrowed down its angle while dealing with an appeal.

C When a trial court had acquitted an accused due to non-appearance of the complainant the appellate court has the same powers as the trial court to reach a fresh decision as to whether on the particular situation the magistrate should have acquitted the accused. What the trial court did not then ascertain and consider could, perhaps, be known to the appellate court and a decision different from the trial court can be taken by the appellate court, whether the order of acquittal should have been passed in  
D the particular situation.

Section 247 of the old Code reads thus :

E "If the summons has been issued on complaint, and upon the day appointed for the appearance of the accused, or any day subsequent thereto to which the hearing may be adjourned, the complainant does not appear, the Magistrate shall, notwithstanding anything hereinbefore contained, acquit the accused, unless for some reason he thinks proper to adjourn the hearing of the case to some other day :

F Provided that where the Magistrate is of opinion that the personal attendance of the complainant is not necessary, the Magistrate may dispense with his attendance and proceed with the case."

G Section 256 of the Code of Criminal Procedure, 1973 (for short 'the new Code') is the corresponding provision to Section 247 of the old Code. The main body of both provisions is identically worded, but there is a slight difference between the provisos under the two sections. The proviso to Section 256 of the new Code is reproduced here :

H "Provided that where the complainant is represented by a pleader or by the officer conducting the prosecution or where the

Magistrate is of opinion that the personal attendance of the complainant is not necessary, the Magistrate may dispense with his attendance and proceed with the case." A

What was the purpose of including a provision like Section 247 in the old Code (or Section 256 in the new Code). It affords some deterrence against dilatory tactics on the part of a complainant who set the law in motion through his complaint. An accused who is per force to attend the court on all posting days can be put to much harassment by a complainant if he does not turn up to the court on occasions when his presence is necessary. The Section, therefore, affords a protection to an accused against such tactics of the complainant. But that does not mean if the complainant is absent, court has a duty to acquit the accused in invitum. B C

Reading the Section in its entirety would reveal that two constraints are imposed on the court for exercising the power under the Section. First is, if the court thinks that in a situation it is proper to adjourn the hearing then the Magistrate shall not acquit the accused. Second is, when the Magistrate considers that personal attendance of the complainant is not necessary on that day the magistrate has the power to dispense with his attendance and proceed with the case. When the court notices that the complainant is absent on a particular day the court must consider whether personal attendance of the complainant is essential on that day for the progress of the case and also whether the situation does not justify the case being adjourned to another date due to any other reason. If the situation does not justify the case being adjourned the court is free to dismiss the complaint and acquit the accused. But if the presence of the complainant on that day was quite unnecessary then resorting to the step of axing down the complaint may not be a proper exercise of the power envisaged in the Section. The discretion must, therefore, be exercised judicially and fairly without impairing the cause of administration of criminal justice. D E F

When considering the situation of this case as on 24-8-1996, from the facts narrated above, we have no manner of doubt that the Magistrate should not have resorted to the axing process, particularly since the complainant was already examined as a witness in the case besides examining yet another witness for the prosecution. G

Appellant has adopted an alternative contention that as the complainant in this case is a company which is an incorporeal entity there is H

A no question of the complainant being absent in the court on any day fixed for hearing and hence Section 247 of the old Code (or Section 256 of the new Code) was inapplicable. Learned Single Judge repelled the said alternative contention when it was raised in the High Court.

B It is true that the complainant M/s Associated Cement Company Ltd. is not a natural person. We have no doubt that a complaint can be filed in the name of a juristic person because it is also a person in the eye of law. But then, who would be the complainant in the criminal court for certain practical purposes.

C The word "complainant" is not defined in the Code of Criminal Procedure, whether old or new. Any person can set the law in motion except in cases where the statute has specifically provided otherwise. The word "person" is defined in the Indian Penal Code (Section 11) as including "any company or association or body of persons whether incorporated or not". By virtue of Section 2(y) of the new Code words and expressions used in that Code but not defined therein can have the same meaning assigned to them in the Penal Code. Thus when the word "person" is specifically defined in the Penal Code as including a company that definition can normally be adopted for understanding the scope of the word "complainant". However, the definition clauses subsumed in Section 2 of the new Code contains the opening key words that such definitions are to be adopted "unless the context otherwise requires". We have, therefore, to ascertain whether a company or association of persons or body corporate can be a complainant as per the new Code as for all practical purposes, looking at different contexts envisaged therein.

F Chapter XV of the new Code contains provisions for lodging complaints with magistrates. Section 200 as the starting provision of that chapter enjoins on the Magistrate, who takes cognizance of an offence on a complaint, to examine the complainant on oath. Such examination is mandatory as can be discerned from the words "shall examine on oath the complainant.....". The Magistrate is further required to reduce the substance of such examination to writing and it "shall be signed by the complainant". Under Section 203 the magistrate is to dismiss the complaint if he is of opinion that there is no sufficient ground for proceeding after considering the said statement on oath. Such examination of the complainant on oath can be dispensed with only under two situations, one

if the complaint was filed by a public servant, acting or purporting to act in the discharge of his official duties and the other when a court has made the complaint. Except under the above understandable situations the complainant has to make his physical presence for being examined by the magistrate. Section 256 or Section 249 of the new Code clothes the Magistrate with jurisdiction to dismiss the complaint when the complainant is absent, which means his physical absence.

The above scheme of the new Code makes it clear that complainant must be a corporeal person who is capable of making physical presence in the court. Its corollary is that even if a complaint is made in the name of an incorporeal person (like a company or corporation) it is necessary that a natural person represents such juristic person in the court and it is that natural person who is looked upon, for all practical purposes, to be the complainant in the case. In other words, when the complainant is a body corporate it is the *de jure* complainant, and it must necessarily associate a human being as *de facto* complainant to represent the former in court proceedings.

As the corresponding provisions in the old Code are the same for all practical purposes, the legal position discussed above is applicable to the complaint filed under the old Code as well.

Be that so, we suggest as a pragmatic proposition that no Magistrate shall insist that the particular person, whose statement was taken on oath at the first instance, alone can continue to represent the company till the end of the proceedings. There may be occasions when a different person can represent the company e.g. the particular person who represents the company at the first instance may either retire from the company's services or may otherwise cease to associate therewith or he would be transferred to a distant place. In such cases it would be practically difficult for the company to continue to make the same person represent the company in the court. In any such eventuality it is open to the *de jure* complainant company to seek permission of the court for sending any other person to represent the company in the court. At any rate, absence of the complainant envisaged in Section 249 or 256 of the new Code would include absence of the corporeal person representing the incorporeal complainant. For those reasons we are not persuaded to uphold the

A contention that Section 247 of the old Code (or Section 256 of the new Code) is not applicable in a case where the complainant is a company or any other juristic person.

B However, as we have taken the view that the Magistrate should not have acquitted the respondent under Section 247 of the old Code on the facts of this case we allow the appeal and set aside the order of acquittal as well as the impugned judgment of the High Court. The prosecution would now proceed from the stage where it reached before the order of acquittal was passed.

R.K.S.

Appeal allowed.