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JASBIR SINGH

v.

VIPIN KUMAR JAGGI AND ORS.

AUGUST 16, 2001

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[G.B. PATTANAIK AND RUMA PAL, JJ.]

Narcotic Drugs and Psychotropic Substances Act, 1985—Section 64—Immunity from prosecution—Power—Exercise of—Whether permissible after rejection of application u/s. 307 Cr.P.C.—Held, permissible, the power can be exercised at any time during the course of trial but before the judgment is delivered—Criminal Procedure Code, 1973—Sections 307 and 311.

Criminal Procedure Code, 1973—Sections 321 and 307—Distinction between.

D

Interpretation of Statutes—Meaning of a Phrase—Arriving at of—Words take colour from the context in which they are used—Provision should not be broken down towards, and after defining each word individually weld them together to arrive at the meaning.

E

Statutes—Conflict between—Overriding effect of—Held, the special Act would override the general Act—And the later enactment would override the earlier enactment.

Words and Phrases

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'Immunity from prosecution' and 'Prosecution'—Meaning of—In the context of Section 64 of Narcotic Drugs and Psychotropic Substances Act, 1985.

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Appellant-accused and respondent No.1-co-accused were prosecuted for offences under Narcotic Drugs and Psychotropic Substances Act, 1985, on the complaint of Narcotic Control Bureau (NCB). Respondent No.1 made application under s.64 of the Act, before NCB for immunity from prosecution and subsequently, also made applications under Section 307 Cr.P.C. for grant of pardon, before Sessions Judge, which was supported by public prosecutor. After dismissal of application under section 307, NCB allowed his applications under s.64 on the condition that evidence would be tendered

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by him in the case. Thereafter, application by prosecution under S.311 Cr.P.C. for leave to exempt respondent No. 1 as a witness, was dismissed on the ground that after initiation of trial, powers under s.64 of the Act could not be exercised and the same would amount to vesting the power of judicial authority in the Government. A

Writ Petition filed by respondent No. 1, where appellant was not made party, was allowed by the High Court holding that the Sessions Judge was wrong limiting the power under Section 64 to a stage before the prosecution commenced; and that immediately after immunity is granted under s.64, respondent No. 1 stands discharged and could be examined as a witness. B

Appellant's application under Article 215 of the Constitution, and Section 482 Cr.P.C. for recalling its order were rejected by the High Court. C

In appeal to this Court, appellant contended that power under s.64 of the Act could be exercised only before commencement of trial; and that once application u/s. 307 Cr.P.C. was rejected, it was not open to the Government to grant immunity u/s. 64 of the Act on the same facts. D

Respondent raised preliminary objection as to maintainability of the appeal in view of the fact that he was not a party before the High Court.

Dismissing the appeal, the Court E

HELD : 1.1. There is nothing in Section 64 of the Narcotic Drugs and Psychotropic Substances Act, 1985 to circumscribe the power of the Central or State Government under Section 64, to a point of time prior to the commencement of the trial. Therefore if in any trial of offences under the Act, it is felt by the Government (in this case NCB) that it is necessary to have the evidence of the co-accused, it can, subject to the conditions specified in Section 64(1), withdraw the case against such co-accused by granting him immunity. [612-G; 613-A] F

S.A. Venkatraman v. Union of India, (1954) SC 376 and *Thomas Dana v. State of Punjab*, AIR (1959) SC 375, distinguished. G

1.2. The order under Section 64 of the Act, was fully operative when the applications under Section 311 Cr.P.C. to examine - respondent No.1 were filed by the prosecution before the Sessions Judge. The refusal of the said applications by the Sessions Judge in fact would result in the withdrawal H

A of the immunity granted to respondent No. 1 under section 64 since the immunity had been granted to respondent No. 1 subject to the condition that evidence would be tendered by him in the pending cases. Sessions Judge could not sit in appeal over the decision of the NCB more so when no one had challenged the order under Section 64 before him. [613-G]

B 1.3. The object of Section 64 of the Act being the same as Section 307, it should logically follow that the power to grant immunity from prosecution may be exercised at any time during the course of the trial. The phrase 'Immunity from prosecution' does not mean anything more than the power to withdraw from prosecution. That can be exercised at any time in the course of the trial, but before judgment is delivered. [612-A, B]

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1.4. There is no conflict between the powers exercised by the Court under Section 307, Cr.P.C. and by the Government under Section 64. All that Section 64 does is to bring expressly to the fore the role which the Executive already has to play under Section 307 Cr.P.C. The only difference is in the authority which orders the pardon or the grant of immunity. Assuming there is a conflict between the powers of the Court under s.307 Cr.P.C. and the power of the Central Government under Section 64 of the Act, then Section 64 would prevail, both on the ground that NDPS Act being a special Act overrides the Cr.P.C. which is a general Act and also because the later enactment must prevail over the earlier one. [613-H; 614-A, C]

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Kanta Prashad v. Delhi Administration, [1958] SCR 1219; *State of U.P. v. Kailash Nath Agarwal and Ors.*, [1973] 3 SCR 728; *Sarwan Singh and Anr. v. Kasturi Lal*, [1977] 2, SCR 421; *Maharashtra Tubes Ltd. v. State Industrial and Investment Corporation of Maharashtra Ltd. and Anr.*, [1993] 2, SCC 144; *Allahabad Bank v. Canara Bank and Anr.*, [2000] 4 SCC 406 and *Solidatre India Ltd. v. Fairgrowth Financial Services Ltd. and Ors.*, [2001] 3 SCC 71, referred to.

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1.5. In view of the object and reasons and Sections 4(1) and (3) when cases are started on the complaint of the NCB, it is not a mere complainant but is the Executive and it must act in discharge of a mandate statutorily cast upon it to effectively check among other activities the illegal dissemination and smuggling of drugs. [610-D]

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Durand Didier v. Chief Secretary, Union Territory of Goa, AIR (1989) H SC 1966, referred to.

Sardar Iqbal Singh v. State (Delhi Admn.), AIR (1977) SC 2437; *A Sanjay Gandhi v. Union of India and Ors.*, AIR (1978) SC 514; *State Delhi Admn. v. Jagjit Singh*, AIR (1989) SC 598 and *Suresh Chandra Bahri and Ors. v. State of Bihar*, AIR (1994) SC 2420, referred to.

2.1. The role of the prosecutor under Section 307 is distinct and different from the part he is called on to play under the provisions of Section 321 Cr.P.C. Under Section 321 the Public Prosecutor or the Assistant Public Prosecutor in charge of a case, may with the consent of the Court, at any time before the Judgment is pronounced, withdraw from the prosecution of any person either generally or in respect of any one or more of the offences for which he is tried. The most noticeable difference between Section 321 and Section 307 Cr.P.C. is that unlike the grant of pardon under section 307 Cr.P.C. withdrawal from prosecution u/s 321 Cr.P.C. is unconditional although it does provide for the express permission of the Central Government in specified cases. Section 321 Cr.P.C. also does not spell out the circumstances under which the power may be exercised, either by the prosecution or by the Court in granting consent. In contrast the power of tendering pardon under Section 307 is restricted to one consideration alone namely the obtaining of evidence from the person to whom pardon is granted relating to the offences being tried. [608-F, G; 609-A, B, D, E]

Subhash Chander v. The State (Chandigarh Admn.), AIR (1980) SC 423 and *M.N. Sankaranarayanan Nair v. P.V. Balakrishnan*, AIR (1972) SC 496, referred to.

2.2. The grant of pardon by Court is rooted in the premise that most criminals try to avoid detection. Crimes like smuggling, by definition are carried on secretly. The persons involved in such criminal activity would obviously try to conceal and hide any evidence of their activities in as many ways as human ingenuity can devise. That is why the prosecution is often compelled to rely on the evidence of an accomplice to bring the most serious offenders to book. [606-G, H; 607-A]

Laxmipat Choraria v. State of Maharashtra, AIR (1968) SC 938 and *Suresh Chandra Bahari v. State of Bihar*, [1995] Supp. 1 SCC 80, referred to.

3. The first order of the Sessions Judge refusing pardon to the respondent No. 1 even though it was actively canvassed for by the Special Public Prosecutor, was wrong. It was not for the Sessions Judge to have

A considered the possible weight of the approver's evidence, even before it was given. In any case, the evidence of an approver does not differ from the evidence of any other witness except that his evidence is looked upon with great suspicion. But the suspicion may be removed and if the evidence of an approver is found to be trustworthy and acceptable then that evidence might well be decisive in securing a conviction. Although the power to actually grant the pardon is vested in the Court, the Court can have no interest whatsoever in the outcome nor can it decide for the prosecution whether particular evidence is required to ensure the conviction of the accused. That is the prosecution's job. [680-E, F; 607-G]

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C *Lt. Commander Pascal Fernandes v. State of Maharashtra*, AIR (1968) SC 594 and *Suresh Chandra Bahri v. State of Bihar*, AIR (1994) SC 242, referred to.

4. No principle of interpretation requires a statutory provision to be broken down to the words which constitute it and then after defining each word individually weld them together to arrive at the meaning of a phrase. Words take their colour from the context in which they are used. Given the nature and object of the power, the word 'prosecution' must in the context of Section 64 of the Act mean the entire proceeding till the judgment of the Court is delivered. The words 'prosecution' and 'punishment' have been held to have no fixed connotation and they are susceptible of both a wider and a narrower meaning. [612-B, C, D]

E *S.A. Venkataraman v. Union of India*, (1954) SC 376, referred to.

Black Law Dictionary, Sixth Edition, referred to.

F 5. The preliminary objection raised by Respondent No. 1 does not survive in view of this Court permitting the appellant to file the special leave petition. [606-C, D]

G CRIMINAL APPELLATE JURISDICTION : Criminal Appeal Nos. 826-827 of 2001.

From the Judgment and Order dated 18.8.2000 and 31.1.2000 of the Delhi High Court in CrI. R. No. 3226/2000 and CrI. M. No. 420 of 1996.

H V.A. Mohta, Harjinder Singh, Ms. Vandana Sharma, Navdeep Brar for the Appellant.

Soli J. Sorabjee, Attorney General, Anoop G. Chaudhary, Ms. Sushma A
Suri, Ms. Sunita Sharma and Manish Singhvi for the Respondent.

Sudhir Chandra, Smt. Nitya Ramakrishnan, M.A. Chinnasamy and
Achintya Dvivedi for the Respondent No. 1.

The Judgment of the Court was delivered by B

RUMA PAL, J. Leave granted.

The appellant is under trial for offences alleged to have been committed
under Sections 21, 23 and 29 of the Narcotic Drugs and Psychotropic C
Substances Act, 1985 (referred to hereafter as the 'Act'). The respondent No.
1. was a co-accused. The appellant has challenged an order dated 31.1.2000
by which the High Court upheld an order of the Central Government granting
the respondent No. 1 immunity from prosecution under Section 64 of the Act.
In this appeal, we are concerned with the scope of the power under Section
64 of the Act and whether it can be exercised by the Central Government in D
favour of a person after the Sessions Judge has rejected an application by
such person for pardon under Section 307 of the Code of Criminal Procedure,
1973.

Proceedings under the Act were initiated against inter alia the appellant
and the respondent No. 1 on two separate complaints of the Narcotics Control E
Bureau (briefly referred to as 'NCB') being SC No. 136/89 and SC No. 233/
88. The appellant is the principal accused in both cases. The allegation is
that he was the kingpin of an international net-work of drug smugglers.
According to the prosecution, the evidence against the appellant included
'chits' recording some details regarding the smuggling of drugs and contacts F
in the United States of America and a tape recording of a conversation
between the appellant and the respondent No. 1 relating to the smuggling of
drugs to the USA.

On 23rd November, 1989 the respondent No. 1 applied to the NCB to
be made an approver as he was willing to co-operate with the NCB in securing G
a conviction of the appellant. While this application was pending, the
respondent No. 1 filed two identical applications on 19.4.1990 in the two cases
before the Additional Sessions Judge New Delhi, for grant of pardon under
Section 307 Cr.P.C. in return for making a full disclosure of the transactions
relating to the drug smuggling in both cases. The applications were supported
by the Special Public Prosecutor and arguments were advanced by the Special H

A Public Prosecutor in support of the applications urging that in keeping with the provisions of Section 307 Cr.P.C. the grant of pardon to the respondent No. 1 would enable the prosecution to obtain the evidence of the respondent No. 1 which would strengthen the case of the prosecution against the appellant. The appellant opposed the applications before the Sessions Judge.

B The Sessions Judge by his order dated 4th October, 1990 rejected the applications of the respondent No. 1 after assessing the evidence sought to be adduced against the appellant in some detail. It was held that the evidence of the respondent No. 1 was not necessary to bring home the guilt of the appellant. It was also held that any evidence given by the respondent No. 1 would be weak evidence not only because the respondent No. 1 would be an approver but also because the respondent No. 1 was a convicted offender and had been released on parole because of mental sickness. The Sessions Judge concluded that no purpose would be served at all in granting pardon to the respondent No. 1.

D After this, the application made by the respondent No. 1 praying for immunity from prosecution from the offences with which he was charged was considered by NCB. The transcript supplied by the respondent No. 1 of the telephonic conversation with the appellant, the original tape-recorded version of which was with the prosecution, was also considered. The respondent No. 1 stated that he was willing to identify the appellant's voice in the tape-recorded conversation. The application was allowed by the NCB and immunity was granted to the respondent No. 1 under Section 64 of the Act after recording the reasons in writing on 18th August 1992. It was noted that the appellant was a "big time drug trafficker and main organiser of the syndicate. He operates very cleverly avoiding direct exposure. The available evidence against him is the 'Chits' recovered from his house. The other evidence is his intercepted telephonic conversation with Shri Vipin Jaggi" (namely the respondent No. 1 herein). The order took note of the rejection of the respondent No. 1's application for pardon by the Sessions Judge but went on to state that the powers under Section 64 of the Act were independent of and did not conflict with the powers conferred on the Court under Section 306 and 307 Cr.P.C. The NCB was of the opinion that the evidence which would be rendered by the respondent No. 1 was "mainly the identification of the voice and corroboration and explanation of recorded conversation" between the respondent No. 1 and the appellant which was "crucial" for the prosecution of the appellant. It was also recorded in the order that the respondent No. 1 had been medically examined on 24.4.1992 by the Associate Professor,

Department of Psychiatry, All India Institute of Medical Sciences and found to be normal. The immunity which was granted to the Respondent No. 1 from prosecution in the pending case was made subject to the withdrawal of such immunity under Section 64(3), if the respondent No. 1 did not render the evidence or wilfully concealed anything or gave false evidence.

On 24th February, 1993 the prosecution applied under Section 311 Cr. P.C. before the Sessions Judge for leave to examine the respondent No. 1 as witness in the pending cases. This was opposed by the accused. The Sessions Judge found that the application under Section 311 was a "misuse of process of Court and was without any substance" essentially on the ground that once prosecution had been launched against accused persons and they were undergoing trial, powers under Section 64 of the Act could not be exercised for changing the status of an accused into that of a witness. It was held that the grant of immunity under Section 64 to an accused who was facing trial before the Court would amount to vesting the power of judicial authority in the Government. According to the Sessions Judge, if the prosecution wished to seek pardon for any accused from the court to strengthen its case against the other accused, the prosecution should have moved an appropriate application before the Court either under Section 307 or under Section 321 Cr.P.C. neither of which had been done. The prosecution's applications under Section 311 Cr.P.C. were accordingly rejected by a composite order on 24th November 1995.

The decision of the Sessions Judge was challenged by the Respondent No. 1 under Article 226 of the Constitution before the High Court at Delhi. The appellant was not made a party. He filed an application for being added as a party. This was disallowed by the High Court on 21st September 1999. The appellant has not challenged this order before us.

The writ application was finally allowed by the High Court by the order dated 31.1.2000. It was held by the High Court that the Sessions Judge was wrong in limiting the power under Section 64 to a stage before the prosecution was commenced. According to the High Court, neither the language of Section 64 of the Act nor of Sections 306 and 307 Cr.P.C. could be construed in a manner so as to hold that the power under Section 64 came to an end on the taking of cognizance of the offence by the Trial Court. The High Court also relied upon the decisions i.e. *Sardar Iqbal Singh v. State (Delhi Admin.)*, AIR (1977) SC 2437, *Sanjay Gandhi v. Union of India and Ors.*, AIR (1978) SC 514, *State (Delhi Admn.) v. Jagjit Singh*, AIR (1989) SC 598, *Suresh Chandra*

A *Bahri and Ors. v. State of Bihar*, AIR (1994) SC 2420, to hold that immediately upon the tendering of immunity to the respondent No. 1 under Section 64, the respondent No. 1 would stand discharged whereupon he ceased to be an accused and could be examined as a witness.

B The appellant then filed an application under Article 215 of the Constitution read with Section 482 Cr.P.C. for recalling the order dated 31.1.2000. This was rejected by the High Court on 18.8.2000. In this appeal, the appellant has challenged both the orders dated 31.1.2000 as well as 18.8.2000.

C At the outset a preliminary objection raised by the respondent No. 1 is dealt with. According to the respondent No. 1 this appeal has been preferred from an order passed in proceedings to which the appellant was not a party and the appellant has not challenged the order by which his application for intervention was rejected. It is contended that in the circumstances, the appeal preferred before us is not maintainable. The objection, assuming that it had some force, does not survive the order passed by this Court on 3rd D November 2000 granting permission to the appellant to file the special petition.

The appellant's arguments on the merits were to some extent a reiteration of the views expressed by the Sessions Judge, namely, that the power under Section 64 of the Act could only be exercised before the commencement of the trial. It has been contended that this was clear from the language of the section itself. The second submission is that once the Court had rejected the respondent No. 1's application for pardon under Section 307, it was not open to the Government to grant immunity to the respondent under Section 64 of the Act on the same facts. According to the appellant by so doing, the Government had encroached upon an area which was exclusively within the F jurisdiction of the Court.

The submissions appear to us to proceed on a misunderstanding of the role of the Court, the prosecutor and of the NCB in the granting of pardon in trials for offences under the Act and a misreading of the provisions of Section 64.

G The grant of pardon by Court is rooted in the premise that most criminals try to avoid detection. Crimes like smuggling, by definition are carried on secretly. The persons involved in such criminal activity would obviously try to conceal and hide any evidence of their activities in as many ways as human ingenuity can devise. That is why the prosecution is often H compelled to rely on the evidence of an accomplice to bring the most serious

offenders to book. Besides “.....to keep the sword hanging over the head of an accomplice and to examine him as a witness is to encourage perjury.”¹ A

It was in recognition of this need that the Code of Criminal Procedure, 1898 contained provisions like Sections 337 and 338 under which the District Magistrate, a Presidency Magistrate, a Sub Divisional Magistrate or any Magistrate of the first class at the stage of inquiry and the Trial Court, after commitment and before judgment, could grant pardon to a co-accused. The pardon was made conditional upon the person making “a full and true disclosure of the whole of the circumstances within his knowledge relative to the offence, and to every other person concerned, whether as principal or abettor, in the commission thereof”. B C

The issue has to be weighed in the balance so that at the cost of not bringing one of the offenders to book, the others or at least the principal offender can be convicted. “.....The basis of the tender of pardon is not the extent of the culpability of the person to whom pardon is granted, but the principal is to prevent the escape of the offenders from punishment in heinous offences for lack of evidence.”² D

The provisions of Sections 337 and 338 of the 1898 Cr.P.C. have been substantially re-enacted as Sections 306 and 307 of the present Cr.P.C. For the purposes of this case, however, we are concerned only with Section 307 which provides : E

“307. *Power to direct tender of pardon*—At any time after commitment of a case but before judgment is passed, the Court to which the commitment is made may, with a view to obtaining at the trial the evidence of any person supposed to have been directly or indirectly concerned in, or privy to, any such offence, tender a pardon on the same condition to such person”. F

Although the power to actually grant the pardon is vested in the Court, obviously the Court can have no interest whatsoever in the outcome nor can it decide for the prosecution whether particular evidence is required or not to ensure the conviction of the accused. That is the prosecution’s job. This was the view expressed in *Lt. Commander Pascal Fernandes v. State of Maharashtra*³ where it was said : G

1. *Laxmipat Choraria v. State of Maharashtra*. AIR (1968) SC 938.

2. *Suresh Chandra Bahri v. State of Bihar*. [1995] Supp. 1 SCC 80,106.

3. AIR, (1968) SC 594 at. 599. H

A “.....Ordinarily it is for the prosecution to ask that a particular accused, out of several, may be tendered pardon. But even where the accused directly applies to the Special Judges he must first refer the request to the prosecuting agency. *It is not for the Special Judge to enter the ring as a veritable director of prosecution.* The power which the
 B Special Judge exercises is not on his own behalf but on behalf of the prosecuting agency, and must, therefore, be exercised only when the prosecution joins in the request. The State may not desire that any accused be tendered pardon because it does not need approver’s testimony. It may also not like the tender of pardon to the particular
 C accused because he may be the brain behind the crime or the worst offender. The proper course for the Special Judge is to ask for a statement from the prosecution on the request of the prisoner. If the prosecution thinks that the tender of pardon will be in the interests of a successful prosecution of the other offenders whose conviction is not easy without the approver’s testimony, it will indubitably agree to the tendering of pardon. The Special Judge (or the Magistrate)
 D must not take on himself the task of determining the propriety of tendering pardon in the circumstances of the case.”

(emphasis supplied)

E Judged by this standard, the first order of the Sessions Judge refusing pardon to the respondent No. 1 even though it was actively canvassed for by the Special Public Prosecutor, was wrong. It was not for the Sessions Judge to have considered the possible weight of the approver’s evidence, even before it was given. In any case, the evidence of an approver does not differ from the evidence of any other witness except that his evidence is looked upon with great suspicion. But the suspicion may be removed and if
 F the evidence of an approver is found to be trustworthy and acceptable then that evidence might well be decisive in securing a conviction⁴. The Sessions Judge could not and indeed should not have assessed the probable value of the possible evidence of the respondent No. 1 in anticipation and wholly in the abstract.

F The role of the prosecutor under Section 307 is distinct and different from the part he is called on to play under the provisions of Section 321 Cr.P.C. Under Section 321, the Public Prosecutor or the Assistant Public Prosecutor in charge of a case may, with the consent of the Court, at any time before the judgment is pronounced, withdraw from the prosecution of any

G ⁴ See *Suresh Chandra Bahri v. State of Bihar* (supra).

person either generally or in respect of any one or more of the offences for which he is tried. The most noticeable difference between this Section and Section 307 of the Act is that unlike the grant of pardon under Section 307, withdrawal from prosecution under Section 321 Cr. P.C. is unconditional although it does provide for the express permission of the Central Government in specified cases. Section 321 also does not spell out the circumstances under which the power may be exercised, either by the prosecution or by the Court in granting consent. However, it has been judicially recognised that “implicit in the grant of the power is that it should be in the interest of administration of justice which may be either that it will not be able to produce sufficient evidence to sustain the charge or that subsequent information before prosecuting agency would falsify the prosecution evidence or any other similar circumstances”⁵ or it may be that “broader considerations of public peaces, larger considerations of public justice and even deeper considerations of promotion of long-lasting security in a locality; or order in a disorderly situation of harmony in a faction milieu, or halting a false and vexatious prosecution in a Court, may persuade the Executive, probono publico, to sacrifice a pending case for a wider benefit”.⁶

In contrast the power of tendering pardon under Section 307 is restricted to one consideration alone namely the obtaining of evidence from the person to whom pardon is granted relating to the offences being tried. But it needs to be noted at this stage that the power under Section 321 not only emphasises the role of the Executive in the trial of offences but also that the Executive can exercise the power at any time during the trial but before the judgment is delivered. This will be relevant in construing the language of Section 64 of the Act.

The Act consolidated and amended earlier laws relating to narcotic drugs, namely, the Opium Act, 1857, the Opium Act, 1878 and the Dangerous Drugs Act, 1930. In the Act’s Statement of Objects and Reasons, it was noted that the earlier Acts were not sufficiently deterrent to deal with the challenge of well organised gangs of smugglers. It was necessary to make special provisions for exercising effective control not only of neurotic drugs but also of psychotropic substances particularly when “the country has for the last few years been increasingly facing the problem of transit traffic of drugs coming mainly from some of our neighbouring countries and destined mainly to Western countries.”

5. *Subhash Chander v. The State (Chandigarh Admn.)*, AIR (1980) SC 423.

6. *M.N. Sankaranarayanan Nair v. P.V. Balakrishnan*, AIR (1972) SC 496.

A The concern which motivated the enactment of the Act was echoed by this Court in *Durand Didier v. Chief Secretary, Union Territory of Goa*⁷ when it said :

B “With deep concern, we may point out that the organised activities of the underworld and the clandestine smuggling of narcotic drugs and psychotropic substances.....has assumed serious and alarming proportions in the recent years.”

C Under Section 4(1) of the Act, the Central Government is obliged to take all such measures as are deemed necessary for the purpose of preventing and combating the abuse of narcotic drugs and psychotropic substances and the illicit traffic therein. By Notification S.O. No. 96(E) dated 17th March 1985, the Central Government constituted the Narcotics Control Bureau (NCB) in exercise of its powers under Section 4(3) of the Act to discharge the powers and functions of the Central Government under the Act subject to the superintendence and control of the Central Government.

D It is, in the circumstances, clear that when cases are started on the complaint of the NCB, it is not a mere complainant but is the Executive and it must act in discharge of a mandate statutorily cast upon it to effectively check among other activities, the illegal dissemination and smuggling of drugs.

E As early as in 1968 this Court had expressed the hope that :

F “Perhaps it will be possible to enlarge Section 337 to take in certain special laws dealing with customs, foreign exchange etc., where accomplice testimony will always be useful and witnesses will come forward because of the conditional pardon offered to them.”⁸

The hope has been fulfilled by enacting provisions like Section 64 in the Act, Section 291 in the Income Tax Act, 1961 and Section 60 in the Foreign Exchange Regulation Act, 1973. Each of these sections are substantially identical.

G Under Section 64(1) of the Act, the Central Government or the State Government may tender immunity from prosecution for any offence under the Act or under the Penal Code or under any Central or State Act with a view

7. AIR (1989) SC 1966.

H 8. *Laxmipat Choraria v. State of Maharashtra* (supra) at p. 945.

to obtaining the evidence of any person appearing to have been directly or indirectly concerned in or privy to the contravention of any of the provisions of the Act. The limitations on the exercise of the power are two fold; first the Central Government or the State Government, as the case may be, must form an opinion that it is necessary or expedient to grant immunity to such a person. The reasons for such opinion are required to be recorded in writing. The second limitation on the exercise of the power under Section 64(1) is that it can be granted only conditionally - the condition being that the person granted the immunity must make a full and true disclosure of the whole circumstances relating to the contravention. The immunity is limited only to the offence in respect of which a tender of evidence is made [Section 64(2)]. If the condition subject to which the immunity is granted is not fulfilled by the person to whom the immunity has been tendered, after recording a finding to that effect by the Central Government or the State Government, the immunity 'shall be taken to have been withdrawn and such person may be tried for the offence in respect of which the tender of immunity was made or for any other offence of which he appears to have been guilty in connection with the same matter.' The underlying rationale of Section 64 is that the Government/NCB which is vitally interested in getting hold of the culprits, must be allowed to assess the strength of the evidence available to it and if necessary, bolster its case with evidence of an accomplice. Therefore, the Section serves the same purpose as the grant of pardon to approvers under Section 307 Cr.P.C.

9. *Section 64. Power to tender immunity from prosecution*—(1) The Central Government or the State Government may, if it is of opinion (the reasons for such opinion being recorded in writing) that with a view to obtaining the evidence of any person appearing to have been directly or indirectly concerned in or privy to the contravention of any of the provisions of this act or for any rule or order made thereunder it is necessary or expedient so to do, tender to such person immunity from prosecution for any offence under this Act or under the Indian Penal Code (45 of 1860) or under any other Central Act or State Act, as the case may be, for the time being in force, on condition of his making a full and true disclosure of the whole circumstances relating to such contravention. (2) A tender of immunity made to, and accepted by the person concerned, shall, to the extent to which the immunity extends, render him immune from prosecution for any offence in respect of which the tender was made. (3) If it appears to the Central Government or, as the case may be, the State Government, that any person to whom immunity has been tendered under this section has not complied with the conditions on which the tender was made or is wilfully concealing anything or is giving false evidence, the Central Government, or as the case may be, the State Government, may record a finding to that effect and thereupon the immunity shall be deemed to have been withdrawn and such person may be tried for the offence in respect of which the tender of immunity was made or for any other offence of which he appears to have been guilty in connection with the same matter.

A The object of Section 64 being the same as Section 307, it should logically follow that it may be exercised at any time during the course of the trial. It is true that the words 'immunity from prosecution' have been used, but the phrase does not mean anything more than the power to withdraw from prosecution. That, as has been noted earlier, can be exercised at any time in the course of the trial, but before judgment is delivered.

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However, according to the appellant the word 'prosecution' is limited to the initiation of proceedings and, therefore, the grant of immunity cannot be made subsequently. We are of the opinion that no principle of interpretation requires a statutory provision to be broken down to the words which constitute it and then after defining each word individually weld them together to arrive at the meaning of a phrase. Words take their colour from the context in which they are used. Given the nature and object of the power, the word 'prosecution' must in the context of Section 64 mean the entire proceeding till the judgment of the Court is delivered. It may be pointed out that the words 'prosecution' and 'punishment' have been held to have no fixed connotation and they are susceptible of both a wider and a narrower meaning.¹⁰

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Nevertheless even adopting the method of interpretation suggested by the appellant, we arrive at the same result. The definition of the word 'immunity' in the context of Section 64 is - '*Freedom or exemption from penalty, burden, or duty.*'¹¹ Prosecution has been defined as - "A criminal action; a proceeding instituted and *carried on* by due course of law, before a competent tribunal, for the purpose of determining the guilt or innocence of a person charged with crime"¹².

E

(emphasis supplied)

F

Cobbling these two definitions together, the phrase 'immunity from prosecution' in Section 64 would mean 'Freedom from punishment during a proceeding instituted and carried on by law'.

G

There is thus nothing in Section 64 of the Act to circumscribe the power of the Central or State Government under Section 64 to a point of time prior to the commencement of the trial. Therefore, if in any trial of offences under the Act, it is felt by the Government, in this case the NCB, that it is necessary to have the evidence of the co-accused, it can, subject to the conditions

10. See *S.A. Venkataraman v. Union of India*, (1954) SC 376.

11. Black Law Dictionary—Sixth Edition.

H

12. *ibid.*

specified in Section 64(1), withdraw the case against such co-accused by granting him immunity. A

The decisions cited by the appellant viz., *S.A. Venkatarama v. Union of India* (supra) and *Thomas Dana v. State of Punjab*¹³ are inapposite. In both cases, the question was whether the appellant could avail of the protection under Article 20(2) of the Constitution. In *S.A. Venkatarama*, the petitioner had challenged criminal proceedings initiated against him claiming that he had already been prosecuted and punished for the same offences by the proceedings under the Public Servants (Inquiries Act which had been resulted in his dismissal from service. It was held by this Court that the inquiry under the Public Servants (Inquiries) Act was not a prosecution for the purposes of Article 20 since the inquiry did not result in punishment under that Act. B C

Similarly, in *Thomas Dana v. State of Punjab*, (supra), the only issue was whether a person proceeded against under Section 167(8) of Sea Customs Act could be said to have been prosecuted and punished so that he could claim protection from trial under the Criminal Procedure Code by virtue of Article 20(2) of the Constitution. The issue was answered in the negative. Neither of the cases hold that prosecution only means the initiation of proceedings. D

The order under Section 64 was fully operative when the applications under Section 311 to examine the respondent No. 1 were filed by the prosecution before the Sessions Judge. The refusal of the applications under Section 311 by the Sessions Judge in fact would result in the withdrawal of the immunity granted to the respondent No. 1 under Section 64 since the immunity had been granted to the respondent No. 1 subject to the condition that evidence would be tendered by him in the pending cases. The Sessions Judge could not sit in appeal over the decision of the NCB more so when no one had challenged the order under Section 64 before him. E F

The power conferred on the NCB is not an arbitrary one. Reasons are required to be recorded in writing. Needless to say, the reasons would have to be appropriate and germane to the object sought to be achieved by the exercise of such power. We have scrutinised the order dated 18th August 2000 and are satisfied that the reasons recorded for granting the immunity to the respondent No. 1 are neither extraneous nor relevant. G

There is no conflict between the powers exercised by the Court under

A Section 307 and by the Government under Section 64. All that Section 64 does is to bring expressly to the fore the role which the Executive already has to play under Section 307. The only difference is in the authority which orders the pardon or the grant of immunity. Even under the Cr.P.C., 1898 it was held that the provisions of Sections 337 and 338 of the Code contemplated concurrent jurisdiction in the Magistrate and the District Magistrate to tender a pardon. The powers were independent so that when the Magistrate rejected the grant of pardon under Section 337 it did not take away the power or jurisdiction of the District Magistrate to entertain a further application for grant of pardon.¹⁴

B
C Assuming there is a conflict between the powers of the Court under Section 307 Cr.P.C. and the power of the Central Government under Section 64 of the Act, then it must be held that Section 64 would prevail both on the ground that the Act being a special Act overrides the Cr.P.C. which is a general Act and also because the later enactment must prevail over the earlier one.¹⁵

D We are told that after the decision of the High Court, the respondent No. 1 has in fact tendered the evidence promised by him. To refuse him the immunity now would not only be illegal but particularly unjust.

E For the reasons aforementioned, we uphold the decision of the High Court and dismiss these appeals.

K.K.T.

Appeals dismissed.

14. See *Kanta Prashad v. Delhi Administration*, [1958] SCR 1219 and *State of U.P. v. Kailash Nath Agarwal and Ors.*, [1973] 3 SCR 728.

15. See (1) *Sarwan Singh and Anr. v. Kasturi Lal*, [1977] 2 SCR 421; (2) *Maharashtra Tubes Ltd. v. State Industrial and Investment Corporation of Maharashtra Ltd. and Anr.*, [1993] 2 SCC 144; (3) *Allahabad Bank v. Canara Bank and Anr.*, [2000] 4 SCC 406 and (4) *Solidaire India Ltd. v. Fairgrowth Financial Services Ltd. and Ors.*, [2001] 3 SCC 71.