## THE SINDH INCUMBERED ESTATES ACT, 1876.

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## ACT No. XIV of 1876.

Passed by the Governor General of India in Council.

(Received the assent of the Governor General on the 14th Šeptember 1876).

An Act to relieve from Incumbrances the estates of Jágírdárs and Zamíndárs in Sindh.

WHEREAS many jágírdárs and zámíndárs in Preamble. Sindh are in debt, and their immoveable property is subject to mortgages, charges and liens; and whereas it is expedient to provide for their relief in manner hereinafter appearing; It is hereby enacted as follows:--

#### I.—PRELIMINARY.

1. This Act may be called "The Sindh Incum- Short title. bered Estates Act, 1876":

And it shall come into force on the passing thereof. Commence-

2. In this Act—

Interpretation-clause.

"Jágír-land" includes also a share held heredita- "Jágírrily of the revenues of a Government village, but land. does not include siri or mámul or garden-grants:

"Jágírdár" means a person who, or whose ances- "Jágírdár." tor, 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:

"Zamindár" means a person holding lands in "Zamindár." Sindh on the aggregate of which he has been assessed by the Government, on account of land-revenue for any one of the five revenue years next before the passing

passing of this Act, a sum not less than three hundred rupees:

"Commissioner." "Commissioner" means the Commissioner in Sindh.

# II.—OF THE APPLICATION AND PRELIMINARY INQUIRY.

Application for the benefit of this Act.

3. At any time within twelve months after the passing of this Act, any jágírdár 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 jágírdár or zamíndár is subject to debts or liabilities, other than 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.

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.

Order to enquire.

4. When any such application is made by or on behalf of a jágírdár, or the person who would be his sole heir if he then died, the Commissioner shall direct an enquiry 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 enquiry to be made as aforesaid.

5. When

5. When an enquiry has been directed under sec- Verified tion four, the applicant shall, within a period to be statement to fixed by the Commissioner, submit to the officer appointed to make such enquiry 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.

If any such statement contains any averment False averwhich the person making the verification knows or ments in statement. 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.

6. The officer so appointed, after making enquiry, Report of shall submit a report of his proceedings to the Commissioner.

enquiry and proceedings thereon.

On receipt of such report, the Commissioner may (a) direct a further enquiry, or (b) dismiss the application, or (c), 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.

### III.—OF THE ORDER OF MANAGEMENT.

7. Such order (hereinafter called "the order of "order of management") shall extend to all immoveable pro- management" perty of or to which the debtor is on the date of its what it publication possessed or entitled in his own right, or extends. 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.

Commencement of management. Effect of order of management. Stay of pending proceedings, &c. The management shall be deemed to commence from the date on which the order is published.

8. On the publication of the order of management the following consequences shall ensue:

First, all proceedings then pending in any Civil Court in British India in respect to the debts and liabilities mentioned in section seven 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;

Bar of fresh proceedings. Secondly, so long as the management continues, no fresh proceedings, processes, executions or attachments shall be instituted in or issued by any Civil Court in British India in respect of such debts and liabilities;

The debtor incompetent—to contract

Thirdly, so long as the management continues, the debtor shall be incompetent

to contract debts, (a) to enter into any contract involving him in pecuniary liability, or

to encumber or alienate property under mauagement, to grant receipts for

rent thereof.

(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;

Fourthly, 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.

Manager to have powers of owner and to receive rents and profits, 9. The Manager shall, during the management 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

and for the purpose of recovering such rents and to have profits shall have, in addition to any powers possessed Collector for by a jágírdár or zamíndár, as the case may be, all their rethe powers possessed by a Collector, under the law covery. for the time being in force, for the recovery of landrevenue due to Government:

Provided that he shall not, before the liquidationscheme 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.

10. From the sums received or recovered under Manager to section nine, the Manager shall pay—

pay there-from—

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

management

Secondly, the Government revenue and all debts Government and liabilities for the time being due or incurred to revenue, &c., Government in respect of the property under management:

Thirdly, the rent (if any) due to the jágírdár or rent due to other superior holder, in respect of the said property; superior holder,

Fourthly, such periodical allowance as the Com- allowance for missioner may from time to time fix for the main-maintenance tenance of the debtor and his family;

Fifthly, the cost of such improvements of the cost of imsaid property as he thinks necessary, and are approved provements, by the Commissioner.

The residue shall be retained by the Manager for Residue how the liquidation, in manner hereinafter provided, of disposed of. the debts and liabilities mentioned in section seven other than those so due or incurred to Government.

#### IV.—PROOF OF DEBTS AND SCHEME FOR LIQUIDATION.

11. On the publication of the order of manage- Notice to ment, the Manager shall publish in the Sindh Official claimants Gazette a notice in English and Sindhí, calling upon against 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.

Copies of notice to be exhibited. He shall also cause copies of such notice to be exhibited at the Mukhtiárkárs' kachahrís in the district in which the said property lies, and at such other places as he thinks fit.

Claim to contain full particulars. 12. Every such claimant shall, along with his claim, present full particulars thereof.

Documents to be given up.

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.

Entries in books.

If the document be 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.

Exclusion of documents not produced.

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.

Claim not duly notified to be barred. 13. Every such claim (other than claims of the Government) not notified to the Manager within the time and in the manner required by such notice shall, except as provided in section eighteen, 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:

Provision for admission of claims within further period of six mouths.

Provided that, when proof is made to the Manager that the claimant was unable to comply with the provisions of section eleven, the Manager may receive such claim within the further period of six months from the expiration of the original period of six months.

14. The

14. The Manager shall inquire into the history Determinaand merits of every claim received under sections tion of debts cleven and thirteen, and shall, in accordance with the ties. rules to be made under this Act, determine the amount of the debts and liabilities (if any) justly due to the several claimants.

15. If such amount cannot be paid at once, the Power to Manager shall then proceed to rank such debts and rank debts liabilities according to the order in which they shall interest. 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.

16. When the total amount of the debts and lia-Scheme for bilities (including those due and incurred to Government) has been finally 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 proposed 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.

liquidation.

Every such scheme shall further provide for the Provisions of continuance of the payments to be made by the Manager under section ten, 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.

### 17. The Commissioner may

(a) as often as he thinks fit send back such scheme to the Manager for revision, and direct him mission of to make such further inquiry as may be requisite for the proper preparation of the scheme, or

Proceedings of Commissioner on subscheme.

(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.

18. At

Power to relinquish management. 18. At any time before he has sanctioned a liquidation-scheme under section seventeen, the Commissioner may, by an order published in the Sindh Official Gazette, direct that on a date fixed by such order the management shall be relinquished.

On the date so fixed-

- (a) the management shall terminate;
- (b) the owner of the property under management shall be restored to the possession thereof, subject to any leases made under section nine;
- (c) any residue of the rents and profits of the said property, retained under the last clause of section ten, shall be paid to him; and
- (d) the proceedings, processes, executions and attachments stayed and suspended under section eight, and the debts and liabilities barred by section thirteen, shall revive.

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.

# V.—OF THE PROCEEDINGS SUBSEQUENT TO SANCTION OF THE LIQUIDATION-SCHEME.

Effects of sanctioning scheme.

19. When the Commissioner sanctions the liquidation-scheme, he shall notify the fact of such sanction at such places and in such manner as the Local Government may from time to time by rule direct; and thereupon—

1st, all proceedings, processes, executions and attachments stayed or suspended under section eight shall be for ever barred, and

2nd, 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 Part IV of this Act in respect of such debt or liability.

20. If

20. If the property under management or any Power to repart thereof be in the possession of a mortgagee or move mort-conditional vendee, the Manager, at any time after session. 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.

If such incumbrancer refuse or neglect 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.

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 Part IV of this Act.

21. If the property under management or any Power to part thereof be in the possession of any person claim- inquire into ing to hold under a lease dated within the three years given for immediately preceding the commencement of the leases. management, the Manager, with the sanction of the Commissioner, may inquire into the sufficiency of the consideration for which the lease was given; and if such consideration appear to him insufficient, may by 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.

22. Subject to the rules made under section thirty, Power to the Manager, after the liquidation-scheme has been lease. 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.

Power to raise money by mortgage or sale.

23. At any time after the liquidation-scheme has been sanctioned as aforesaid, the Manager, 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.

Managers receipt to be a discharge.

24. The Manager's receipt for any moneys, rents or profits raised or received by him under this Act, shall discharge the person paying the same therefrom and from being concerned to see to the application thereof.

Termination of management.

25. When the debts and liabilities mentioned in the liquidation-scheme 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.

Restoration of owner.

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 conferred by section twentythree, but subject to the leases and mortgages (if any) granted and made by the Manager under the powers conferred by sections nine, twenty-two and twentythree.

Death of debtor during management.

**26**. If the debtor dies after the publication of the order of management and before the management has been terminated in either of the modes hereinbefore provided-

1st, the management shall continue and proceed in all respects as if such debtor were still living;

2ndly, any person succeeding to the whole or any portion of the property under management shall, while

while such management continues, be subject in respect of such property to the disabilities imposed by clauses (b) and (c) of section eight; and

3rdly, no Civil Court 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.

27. When a jágírdár or zamíndár has been restored Mortgages, under section twenty-five to the possession of any property, no mortgage, charge, lease or alienation of jágírdár such property, or of any part thereof, made by such valid only jágírdár or zamíndár, shall be valid as to any time beyond his natural life.

&c., made by

#### VI.—OF APPEAL AND REVISION.

28. An appeal against any decision or order un- Appeal. der sections thirteen, fourteen, fifteen and twenty-one and imposing a fine or imprisonment in exercise of the powers conferred by section thirty-four, shall lie to the Commissioner, if preferred within six weeks from the date of such decision or order.

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

29. The Commissioner may, of his own motion Power to call or on the application of any person concerned, call for proceedings and pass for the proceedings in any case under this Act, and order thereon. pass such order thereon, consistent with the provisions of this Act, as he thinks fit.

### VII.—MISCELLANEOUS.

**30**. The Commissioner, with the previous sanction Power to of the Governor of Bombay in Council, may, from make rules. 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 13

- (c) for the guidance of officers enquiring into and determining on claims under Part IV of this Act; 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;
- (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, and
- (e, generally to carry out the provisions of this Act.

Such rules shall be published in the Sindh Official Gazette, and when so published shall have the force of law.

Power to appoint new Manager.

31. Whenever the Commissioner thinks fit, he 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.

Every such new Manager shall have the same powers as if he had been originally appointed.

Managers to be public servants. 32. Every Manager appointed under this Act shall be deemed a public servant within the meaning of the Indian Penal Code.

Investigation to be deemed a judicial proceeding. 33. Every investigation conducted by the Manager with reference to any claim preferred before him under this Act, or to any matter connected with any such claim, shall be taken to be a judicial proceeding within the meaning of the Indian Penal Code.

Power to summon witnesses and compel production of documents. 34. 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

far as possible, in the same manner, as is provided in the case of a Civil Court by the Code of Civil Procedure.

- 35. No suit or other proceeding shall be main- Bar of suits. tained against any person in respect of any thing done by him bona fide pursuant to this Act.
- 36. Nothing in this Act precludes the Courts in Saving of Sindh having jurisdiction in suits relating to the suc-jurisdiction cession to any immoveable property brought under sindh in the operation of this Act, from entertaining and dis-respect of posing of such suits; but to all such suits the Mana- certain suits. ger of such property shall be made a party.

of Courts in