THE BROACH AND KAIRA INCUMBERED ESTATES ACT, 1881.

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ACT No. XXI of 1881.

PASSED BY THE GOVERNOR GENERAL OF INDIA IN COUNCIL.

(Received the assent of the Governor General on the 7th September, 1881.)

An Act to amend the law providing for the relief of Thákurs in the Districts of Broach and Kaira.

Preamble.

WHEREAS it is expedient to amend the law providing for the relief of Thákurs in the Districts of Broach and Kaira; It is hereby enacted as follows:—

CHAPTER I.

PRELIMINARY.

Short title.

1. This Act may be called "The Broach and Kaira Incumbered Estates Act, 1881":

Commence-

and it shall come into force on the passing thereof.

ment.
Partial repeal
of Act No.
XIV of 1877.

2. Act No. XIV of 1877 (to relieve from Incumbrances the estates of Thákurs in Broach and Kaira), except the last three sections, is repealed;

But all applications, appointments and rules made, all notices published and all other things duly done under the said Act or under Act No. XV of 1871 (to relieve from Incumbrances the estates of Thákurs in Broach) shall be deemed to have been respectively made, published and done under this Act

In section 40 of the said Act No. XIV of 1877, for the words "the said Taluqdárí Settlement-officer,"

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the words "the Taluqdárí Settlement-officer mentioned in the Broach and Kaira Incumbered Estates Act, 1881, section seven," shall be substituted.

3. In this Act—

Interpretation-clause.

"Thákur" means also taluqdár, jágírdár and "Thákur:" kasbátí, and such other classes of holders of estates as the Local Government may, with the previous sanction of the Governor General in Council, declare to be Thákurs for the purposes of this Act:

"Heir" means the person for the time being en- "Heir:" titled as heir to a Thákur:

"Commissioner" means the Revenue Commis- "Commissioner of the Northern Division of the Presidency of sioner. Bombay.

CHAPTER II.

OF THE APPLICATION AND PRELIMINARY INQUIRY.

4. At any time within six months after the passing of this Act, any Thákur,

Application for benefit of Act.

or any person who would be sole heir or one of the heirs to such Thákur if he then died intestate, may apply, in writing, to the Commissioner stating that such Thákur 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 Thákur 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.

5. When any such application is made by or on Order to behalf of a Thákur, or the person who would be his inquire. sole heir if he then died, the Commissioner shall

direct.

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

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

Verified statement to be submitted.

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

False averments in statement.

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

Report of inquiry and proceedings thereon.

7. The officer so appointed, after making inquiry, shall submit a report of his proceedings to the Commissioner.

On receipt of such report, the Commissioner may—

- (a) direct a further inquiry, or
- (b) dismiss the application, or
- (c) by order published in the Bombay Government Gazette, direct that the immoveable property of the debtor shall be managed, and that his debts shall be liquidated

liquidated, in the manner hereinafter provided, by a manager.

The Taluqdárí Settlement-officer for the time being shall, unless the Local Government in any case otherwise directs, be such manager.

CHAPTER III.

OF THE ORDER OF MANAGEMENT.

8. 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 expublication possessed or entitled in his own right, or which he is entitled to redeem, or which may be acquired by or devolve on him during the continuance of the management, and to all debts and liabilities to which he is subject, or which are charged on the whole or any part of his immoveable property on the said date, and to the amount of any loan which may be received by the manager from Government in the manner hereinafter provided.

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

ment of management.

9. On the publication of the order of management Effect of the following consequences shall ensue:—

order of management.

First, all proceedings then pending in any civil stay of pend-Court in British India in respect to the debts and liabilities mentioned in section eight 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;

ing proceedings, &c.

Secondly, so long as the management continues, Bar of fresh 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;

proceedings.

Thirdly,

The debtor incompetent—
to contract debts,

to incumber or alienate property, to grant receipts for rent. Thirdly, so long as the management continues, the debtor shall be incompetent—

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

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

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;

to have powers of Collector for their recovery. 10. 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 for the purpose of recovering such rents and profits shall have, in addition to any powers possessed by a Thákur, all the powers possessed by a Collector, under the law for the time being in force, for securing and recovering land-revenue 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.

Manager to pay therefrom costs of management and repairs, Government

revenue, &c.,

11. From the sums received or recovered under section ten, the manager shall pay—

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

Secondly, the Government revenue and all debts and liabilities for the time being due or incurred to

Government

Government in respect of the property under management;

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

Fourthly, such periodical allowance as the Com- allowance for missioner may from time to time fix for the mainte-maintenance nance and other necessary expenses of the debtor and of such members of his family as the Commissioner family, directs;

Fifthly, the cost of such improvements of the said cost of improperty as he thinks necessary, and as 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 eight other than those so due or incurred to Government, and also for the repayment, either before or after the liquidation of such debts and liabilities, of any loan received from Government by the manager under this Act.

superior holder.

of debtor and

CHAPTER IV.

PROOF OF DEBTS AND SCHEME FOR LIQUIDATION.

12. On the publication of the order of management, Notice to the manager shall publish in the Bombay Government claimants Gazette a notice in English and Gujrátí calling upon against debtall 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.

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

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

contain full particulars.

Every

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.

Power to exclude documents not produced with claim.

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.

14. 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 nineteen, 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:

Admission of claims within further period of six months.

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

Determination of debts and liabilities. 15. The manager shall inquire into the history and merits of every claim received under sections twelve and fourteen, and shall, in accordance with the rules to be made under this Act, determine the amount of the debts and liabilities (if any) justly due to the several claimants.

Power to rank debts and to fix interest. 16. If such amount cannot be paid at once, the manager shall then proceed to rank such debts and liabilities according to the order in which they shall be paid, and to fix the interest (if any) to be paid

thereòn

thereon, respectively, from the date of the final decision thereon to the date of the payment and discharge thereof.

17. When the total amount of the debts and Scheme for liabilities (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) shewing 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.

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

18. The Commissioner may—

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

Proceedings

- (b) sanction any liquidation-scheme, or any revised liquidation-scheme, submitted to him, either as it stands, or subject to such modifications as he may deem expedient.
- 19. At any time before he has sanctioned a liquid-Power to ation-scheme under section eighteen, the Commis-rehnquish management. sioner may, by an order published in the Bombay Government Gazette, direct that on a date fixed by such order the management shall be relinquished.

On the date so fixed

(a) the

- (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 ten;
- (c) any residue of the rents and profits of the said property retained under the last clause of section eleven shall be paid to him; and
- (d) the proceedings, processes, executions and attachments stayed and suspended under section nine, and the debts and liabilities barred by section fourteen, 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.

CHAPTER V.

Of the Proceedings subsequent to Sanction of the Liquidation-Scheme.

Effects of sanctioning scheme.

- 20. 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 nine 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 Chapter IV of this Act in respect of such debt or liability.

Power to remove mortgagee in possession. 21. If the property under management or any part thereof be in the possession of a mortgagee or conditional vendee, the manager, at any time after

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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 obev 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 Chapter IV of this Act.

22. 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 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, with the consent of the Commissioner, at any time after the liquidation-scheme has been sanctioned as aforesaid, either set aside the lease or require the person so in possession to pay such consideration for the said lease as the manager thinks fit; and in default of such payment, the lease shall be cancelled.

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

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

to raise any money which may be required for carrying out such scheme—

- (a) by mortgaging 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 charging the whole or any part of such property; or
- (c) 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; or
- (d) by borrowing money from Government at such rate of interest as appears reasonable to the Local Government.

Manager's receipt a discharge.

25. 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.

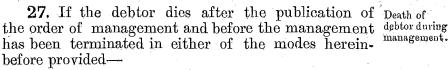
Termination of management.

26. When the debts and liabilities mentioned in the liquidation-scheme and the amount of any loan received from Government under clause (d) of section twenty-four, together with the interest (if any) due thereon, have been paid and discharged as therein provided, or in such other manner as the Commissioner thinks fit, the manager shall publish in the Bombay Government 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 twenty-four, but subject to the leases and mortgages (if any) granted and made by the manager under the powers conferred by sections ten, twenty-three and twenty-four.

27. If



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

28. When a Thákur has been restored under sec. Mortgages, tion twenty-six to the possession of any property, no &c., made by mortgage, charge, lease or alienation of such property, Thákur valid or of any part thereof, made by such Thákur, shall be only for his valid as to any time beyond his natural life.

CHAPTER VI.

OF APPEAL AND REVISION.

29. An appeal against any decision or order under Appeal. sections fourteen, fifteen, sixteen and twenty-two, or imposing a fine or imprisonment in exercise of the powers conferred by section thirty-five, 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.

30. The

Power to call for proceedings and pass order thereon. 3Q. The Commissioner may, of his own motion or on the application of any person concerned, call for the proceedings in any case under this Act, and pass such order thereon consistent with the provisions of this Act as he thinks fit.

CHAPTER VII.

MISCELLANEOUS.

Power to make rules.

- 31. The Local Government may, from time to time, make rules consistent with this Act—
- (a) to regulate the security to be required from subordinate officers under this Act;
- (b) to regulate the procedure in all cases under this Act;
- (c) for the guidance of officers enquiring into and determining on claims under Chapter IV 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 and repaying any loan received hereunder from Government;
- (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 *Bombay Government Gazette*, and when so published shall have the force of law.

Power to appoint new manager.

32. The Local Government may suspend or remove any manager, and may appoint any officer in the stead

of

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.

33. Every manager appointed under this Act and Managers every agent of such manager shall be deemed a public servant within the meaning of the Indian Penal public ser-Code.

vants.

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

Investiga-

35. For the purposes of this Act, the manager Power to and any officer making an inquiry under section five may summon and enforce the attendance of witnesses and compel them to give evidence, and compel the production of documents, by the same means and, as far as possible, in the same manner, as is provided in the case of a civil Court by the Code of Civil Procedure.

witnesses and compel production of documents.

 ${f 36.}$ No suit or other proceeding shall be main- Bar of suits. tained against any person in respect of anything done by him bond fide pursuant to this Act.

37. Nothing in this Act precludes the Courts in Saving of Broach and Kaira having jurisdiction in suits relating jurisdiction of Courts in to the succession to any immoveable property brought Broach and under the operation of this Act from entertaining and Kaira in disposing of such suits; but to all such suits the man-certain suits. ager of such property shall be made a party.

38. Nothing in section nine shall be deemed to Exemption render any of the following Thakurs, namely, the of certain Thakurs Thákur of Ahmod, the Thákur of Sarod, the Thákur from certain of Kerwara, the Thakur of Dehej, and the Thakur of provisions Janiádra incompetent to enter into contracts involving him in pecuniary liability, nor shall anything in section twenty-eight apply to any of the said Thákurs:

 $\operatorname{Provided}$

Provided that, if any such Thakur has, since the scheme for the settlement of his debts and liabilities was approved under section 11 of the said Act No. XV of 1871, entered into any contract involving him in pecuniary liability exceeding the average annual income derived during the previous five years from his immoveable property after deducting therefrom the land-tax and other dues of Government, the Local Government may, by notification in the Bombay Government Gazette, declare that the exemption made by the former part of this section shall cease in his case, and thereupon such exemption shall cease accordingly.