IN THE HIGH COURT OF HIMACHAL PRADESH, SHIMLA

Criminal Revision No.52 of 2026
Date of Decision: 14.5.2026

Dev Raj Sharma

.....Petitioner

Versus

Anil Kumar Verma

.....Respondent

Coram
Hon'ble Mr. Justice Sandeep Sharma, Judge.
Whether approved for reporting?

For the Petitioner: Mr. Naresh Kumar Tomar, Advocate.

For the Respondent: Mr. Shyam Singh Chauhan, Advocate.

Sandeep Sharma, J. *(Oral)*

Instant criminal revision petition, lays challenge to judgment dated 2.7.2025, passed by the learned Additional Sessions Judge-II, Solan, District Solan, Himachal Pradesh, in Criminal Appeal No.103-ASJ-II/4 of 2024, affirming the judgment of conviction and order of sentence dated 26/27.9.2024, passed by the learned Judicial Magistrate First Class-I, Solan, District Solan, Himachal Pradesh in Criminal Complaint No.119/3 of 2007, whereby the learned trial Court while holding the petitioner-accused guilty of having committed offence punishable under Section 138 of the Negotiable Instruments Act (in short the "Act"), convicted and sentenced him to undergo simple imprisonment for a period of six months and pay compensation to the tune of Rs.3,50,000 to the complainant.

2. Precisely, the facts of the case, as emerge from the record are that respondent/complainant lodged complaint under Section 138 of the Act, before the competent court of law, alleging therein that on account of his friendly relations with the accused, he advanced sum of Rs.3,00,000/- to him for construction/repair/renovation of house and daughter's marriage. Though accused assured to return the afore amount after obtaining the loan from the bank, but since he failed to do the needful, he with a view to discharge his liability issued cheque bearing No.587213 dated 1.1.2007, amounting to Rs. 3,00,000/-, in favour of the complainant, however same on its presentation to the bank concerned was dishonoured with an endorsement "funds insufficient" vide dishonour memo dated 11.1.2007. Immediately, after receipt of aforesaid memo, complainant served legal notice dated 5.2.2007 upon the accused, thereby calling upon him to make the payment good within stipulated time, but in vain, as such, complainant had no option, but to initiate proceedings under Section 138 of the Act in the competent court of law.

3. Learned trial Court on the basis of material adduced on record by the respective parties, vide judgment/order dated 26/27.9.2024, held the petitioner-accused guilty of having committed offence punishable under Section 138 of the Act and accordingly, convicted and sentenced him as per the description given herein above.

4. Being aggrieved and dissatisfied with the aforesaid judgment of conviction recorded by the court below, petitioner-accused preferred an appeal before the learned first appellate Court, but the same was dismissed vide judgment dated 2.7.2025. In the aforesaid background, accused has approached this Court in the instant proceedings, praying therein to set-aside the judgment of conviction and order of sentence recorded by the court below.

5. Vide order dated 8.1.2026, this Court suspended the substantive sentence imposed by the court below, subject to petitioner's depositing 30% of the compensation amount and furnishing personal bonds in the sum of Rs.50,000/- with one surety in the like amount to the satisfaction of the trial Court, within six weeks. Though afore order stands complied with, but thereafter, repeatedly, matter came to be adjourned on the request of learned counsel for the petitioner, enabling him to deposit the remaining amount, , but in vain. In the afore background, this Court has no option but to decide the petition on merit.

6. Having carefully perused grounds taken in the appeal vis-à-vis reasoning assigned by the learned Sessions Judge, thereby upholding the judgment of conviction and order of sentence passed by the learned trial Court, this Court is not persuaded to agree with learned counsel appearing for the petitioner that courts below have failed to appreciate the evidence in

its right perspective, rather this Court finds that both the courts below have dealt with each and every aspect of the matter very meticulously and there is no scope of interference.

7. In the case at hand, at no point of time, petitioner-accused denied factum with regard to issuance of cheque as well as signature thereupon, rather he attempted to carve out a case that cheque in question was issued as security and same was misused by the complainant, however, such defence never came to be probablised by leading cogent and convincing evidence. Once factum with regard to issuance of cheque as well as signature thereupon never came to be disputed, no illegality can be said to have been committed by the courts below while invoking Sections 118 and 139 of the Negotiable Instruments Act, which clearly provide that there shall be presumption available in favour of the holder of the cheque that same was issued in discharge of the lawful liability. No doubt, aforesaid presumption is rebuttable, but for that purpose, accused is/was under obligation to raise probable defence. Probable defence could be raised by the accused by referring to the documents as well as evidence adduced on record by the complainant or by leading some cogent and convincing evidence. However, in the case at hand, accused, despite sufficient opportunity, failed to raise probable defence.

8. The Hon'ble Apex Court in ***M/s Laxmi Dyechem V. State of Gujarat***, 2013(1) RCR(Criminal), has categorically held that if the accused is able to establish a probable defence which creates doubt about the existence of a legally enforceable debt or liability, the prosecution can fail. To raise probable defence, accused can rely on the materials submitted by the complainant. Needless to say, if the accused/drawer of the cheque in question neither raises a probable defence nor able to contest existence of a legally enforceable debt or liability, statutory presumption under Section 139 of the Negotiable Instruments Act, regarding commission of the offence comes into play. It would be profitable to reproduce relevant paras No.23 to 25 of the judgment herein:

> "23. Further, a three judge Bench of this Court in the matter of Rangappa vs. Sri Mohan [3] held that Section 139 is an example of a reverse onus clause that has been included in furtherance of the legislative objective of improving the credibility of negotiable instruments. While Section 138 of the Act specifies the strong criminal remedy in relation to the dishonour of the cheques, the rebuttable presumption under Section 139 is a device to prevent undue delay in the course of litigation. The Court however, further observed that it must be remembered that the offence made punishable by Section 138can be better described as a regulatory offence since the bouncing of a cheque is largely in the nature of a civil wrong whose money is usually confined to the private parties involved in commercial transactions. In such a scenario, the test of proportionality should guide the construction and interpretation of

reverse onus clauses and the defendant accused cannot be expected to discharge an unduly high standard of proof". The Court further observed that it is a settled position that when an accused has to rebut the presumption under Section 139, the standard of proof for doing so is all preponderance of probabilities.

24. Therefore, if the accused is able to establish a probable defence which creates doubt about the existence of a legally enforceable debt or liability, the prosecution can fail. The accused can rely on the materials submitted by the complainant in order to raise such a defence and it is inconceivable that in some cases the accused may not need to adduce the evidence of his/her own. If however, the accused/drawer of a cheque in question neither raises a probable defence nor able to contest existence of a legally enforceable debt or liability, obviously statutory presumption under Section 139 of the NI Act regarding commission of the offence comes into play if the same is not rebutted with regard to the materials submitted by the complainant.

25. It is no doubt true that the dishonour of cheques in order to qualify for prosecution under Section 138 of the NI Act precedes a statutory notice where the drawer is called upon by allowing him to avail the opportunity to arrange the payment of the amount covered by the cheque and it is only when the drawer despite the receipt of such a notice and despite the opportunity to make the payment within the time stipulated under the statute does not pay the amount, that the said default would be considered a dishonour constituting an offence, hence punishable. But even in such cases, the question whether or not there was lawfully recoverable debt or liability for discharge whereof the cheque was issued, would be a matter that the trial court will have to examine having regard to the evidence adduced before it keeping in view the statutory presumption

> that unless rebutted, the cheque is presumed to have been issued for a valid consideration. In view of this the responsibility of the trial judge while issuing summons to conduct the trial in matters where there has been instruction to stop payment despite sufficiency of funds and whether the same would be a sufficient ground to proceed in the matter, would be extremely heavy."

9. In the case at hand, complainant while examining himself as CW1 tendered his evidence by way of affidavit Ext.CW1/A, reiterating therein contents of the complaint. He also proved cheque Ext.CW1/B, legal notice Ext.CW1/C, memo of Punjab National Bank Ext.CW1/D, memo Ext.CW1/E, postal receipt Ext.CW1/F & registered AD Ext.CW1/G. Cross-examination conducted upon afore witness nowhere suggests that accused was able to extract something contrary to what this witness stated in examination-in-chief. In his cross examination, afore witness while admitting that he has not placed on record any document to show that he works as a Lecturer at the Education Department, also admitted that neither he had made Ravi Mehta a witness in this case nor he had mentioned anything about him in his complaint. He admitted that he had not placed on record any proof of his income, but while self-stating that he is a Lecturer and his wife is in Government job, he categorically stated that he has the capacity to lend that much amount to the accused. He admitted that he had not placed on record any document to show that he is a Lecturer and his wife is in Government job. While admitting that he files

Income Tax Return, he also admitted that he has not reflected in his Income Tax Return regarding the transaction that he is alleged to have made with the accused. While admitting that no written document was executed at the time of advancing money to the accused, he stated that accused took money from him for the marriage of his daughter and for construction of house. While stating that cheque was handed over to him by the accused, he also stated that same was filled by the accused. He categorically denied the suggestion put to him that blank cheque was given by the accused and same has been misused.

10. Pattern of cross-examination conducted upon petitioner clearly establishes factum with regard to issuance of cheque as well as signature thereupon. By putting suggestion to the complainant that accused had issued blank cheque, accused has virtually admitted factum with regard to his having issued cheque. Though in his statement recorded under Section 313 CrPC, accused denied case of the complainant in toto, but as has been observed herein above, specific question with regard to blank cheque issued in favour of the complainant came to be put to the complainant.

11. There is another important aspect in the matter that in cross-examination, suggestion came to be put to the complainant that Nek Ram and accused had entered into compromise, whereafter Nek Ram informed the accused that his cheque has been misplaced. While answering to afore

suggestion complainant denied that Nek Ram had given the cheque to him and the same has been misused. He also denied that he had not entered into any monetary transaction with the accused.

12. Though accused attempted to set up two contradictory pleas; on one hand, he attempted to carve out a case that he had given blank cheque to the complainant, which subsequently came to be misused and on the other hand, accused attempted to carve out a case that cheque in question was actually issued to Nek Ram, but he misplaced the same, but both the afore defences never came to be probalised by leading cogent and convincing evidence. Since issuance of cheques as well as signature thereupon never came to be refuted by the accused, no illegality can be said to have been committed by the courts below while invoking Sections 118 and 139 of the Act.

13. Moreover, this Court has a very limited jurisdiction under Section 397 of the Cr.PC, to re-appreciate the evidence, especially, in view of the concurrent findings of fact and law recorded by the courts below. In this regard, reliance is placed upon the judgment passed by Hon'ble Apex Court in case ***"State of Kerala Vs. Puttumana Illath Jathavedan Namboodiri"*** (1999) 2 Supreme Court Cases 452, wherein it has been held as under:-

> "In its revisional jurisdiction, the High Court can call for and examine the record of any proceedings for the purpose of satisfying

> itself as to the correctness, legality or propriety of any finding, sentence or order. In other words, the jurisdiction is one of supervisory jurisdiction exercised by the High Court for correcting miscarriage of justice. But the said revisional power cannot be equated with the power of an appellate court nor can it be treated even as a second appellate jurisdiction. Ordinarily, therefore, it would not be appropriate for the High Court to re-appreciate the evidence and come to its own conclusion on the same when the evidence has already been appreciated by the Magistrate as well as Sessions Judge in appeal, unless any glaring feature is brought to the notice of the High Court which would otherwise tantamount to gross miscarriage of justice."

14. Since after having carefully examined the evidence in the present case, this Court is unable to find any error of law as well as fact, if any, committed by the courts below while passing impugned judgments, there is no occasion, whatsoever, to exercise the revisional power.

15. True it is that the Hon'ble Apex Court in ***Krishnan and another*** *Versus* ***Krishnaveni and another,*** **(1997) 4 Supreme Court Case 241**; has held that in case Court notices that there is a failure of justice or misuse of judicial mechanism or procedure, sentence or order is not correct, it is salutary duty of the High Court to prevent the abuse of the process or miscarriage of justice or to correct irregularities/ incorrectness committed by inferior criminal court in its judicial process or illegality of sentence or order, but learned counsel representing the accused has failed to point out any material irregularity committed by the courts

below while appreciating the evidence and as such, this Court sees no reason to interfere with the well reasoned judgments passed by the courts below.

16. Consequently, in view of the discussion made herein above as well as law laid down by the Hon'ble Apex Court, this Court sees no valid reason to interfere with the well reasoned judgments recorded by the courts below, which otherwise, appear to be based upon proper appreciation of evidence available on record and as such, same are upheld.

17. Accordingly, the present criminal revision petition is dismissed being devoid of any merit. The petitioner is directed to surrender himself before the learned trial Court within fifteen days to serve the sentence as awarded by the learned trial Court, if not already served. Interim direction, if any, stands vacated. Learned court below is also directed to release the amount, if any, deposited before it by the accused, on filing appropriate application by the complainant within one week. Pending applications, if any, also stand disposed of.

May 14, 2026 **(Sandeep Sharma),**
(manjit) **Judge**