IN THE HIGH COURT OF JUDICATURE AT MADRAS

DATED : 11-8-2014

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THE HONOURABLE MR. SANJAY KISHAN KAUL, THE CHIEF JUSTICE

AND

THE HONOURABLE MR. JUSTICE M. SATHYANARAYANAN

WRIT PETITION No. 9955 of 2014

S.Cyril Alexander
State Convenor
Tamilnadu People's Forum for
Tobacco Control (TNPFTC)
No.39/8, Starling Apartments
2nd Street, Akbarabad
Kodambakkam
Chennai 600 024.

. Petitioner

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1.Union of India
Rep. By its Principal Secretary
Ministry of Corporate Affairs
'A' Wing, Shastri Bhawan
Rajendra Presed Road
New Delhi 110 001

2.Union of India

Rep. By its Principal Secretary

Ministry of Health and Family Welfare

Nirman Bhawan

New Delhi 110 011

3.State of Tamilnadu
Rep. By the Chief Secretary
Government of Tamilnadu
Secretariat, Chennai 600 009

4.Department of Public Health
Rep. By the Principal Secretary
Department of Public Health
Government of Tamilnadu
Secretariat, Chennai 600 009

5.The Chairman and Managing Director ITC Limited 37, J.L. Nehru Road Kolkata 700 071 West Bengal State

6. The Chairman and Managing Director Godfrey Phillips India Ltd., 49, Community Centre Friends Colony New Delhi 110 025 7. The Chairman and Managing Director Vazir Sultan Tobacco Company P.O. Box No. 1804, Azambad Hyderabad 500 020 Andhra Pradesh State

8. The Chairman and Managing Director Manikchand Group "Manikchand House" 100-101, Dr. Kennedy Road Pune 411 DD1 Maharashtra State

9. The Chairman and Managing Director Golden Tobacco Company Tobacco House, S.V. Road Vile Parle West Mumbai 400 056 Maharashtra

10.All India Bidi Industry Federation Rep. By its President 12-K, Dubhash Marg Rampart Row, Fort Mumbai 400 023

11. The Central Arecanut and Cocoa Marketing and Processing Co-operative Ltd - CAMPCO D.No.11-8-703/2, Mission Street Mangalore, Karnataka

12.All India Kattha Manufacturers and
Traders Association
115, Transport Centre
New Rohtak Road
Punjabi Bagh, New Delhi 110 035
(RRII & 12 are deleted as per order of Court dated 11.8.2014)

. Respondents

Writ petition filed under Article 226 of the Constitution of India praying for issuance of a writ of mandamus directing (a) the first respondent to issue appropriate orders to exclude the Tobacco Industry from the purview of the Corporate Social Responsibility Scheme mandated under Section 135 of the Companies Act, 2013, to prevent the tobacco industry from earning goodwill through direct and indirect advertising of tobacco products and other related products and (b) the second respondent to formulate a scheme to require the respondents 5 to 12 and other tobacco product manufacturers to pay to the Central Government the amount to be spent by them under the Corporate Social Responsibility Scheme to meet various medical expenses for the persons effected by the tobacco and other products and for furthering the National Tobacco Control Programme-NTCP projects and initiatives.

For Petitioner

: Mr.S.Sathia Chandran

For Respondents

: Mr.S.Haja Mohideen Gisthi SCGSC for RR1 & Z

Mr.S.T.S.Moorthy
Government Pleader for RR3 6 4

Mr.R.Muthukumarasamy Senior Counsel Assisted by Mr.Krishne Srinives for R5

Mr. Prashant Rajagopalan for R6

Mr.Krishna Srinivas for M/s.Ramasubramanian Associate4s for R7

Mr. Hari Radhakrishnan for R8

Mr.T. Poornam for R11

No appearance for RR9, 10 6 1Z

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(Order of the Court was made by THE HON'BLE THE CHIEF JUSTICE)

The petitioner seeks to raise an issue of the mode and manner in which the Corporate Social Responsibility (CSR) provisions are being misutilised by the tobacco industry.

Z.In view of the eforesaid controversy, it is conceded that the respondents 11 and 12 really are not connected with the matter in issue and may be deleted from the array of parties. It is ordered accordingly.

3.It is the say of the petitioner that as the tobacco industry is to be excluded from the CSR Scheme, the damage caused and burden mounted by the industry on environment and human life cannot be lost sight of and in order to compensate the damages that the tobacco industry has caused to public health, a suitable mechanism has to be developed by the State to make use of the funds that the tobacco companies are mandated to spend on CSR. In this behalf, an illustration has been given how the system works in the United States of America.

4.Learned Counsel for the petitioner also seeks to draw attention to the letter dated 10.1.2014 filed with the additional typed-set addressed by the Secretary of Health and Family Welfare Department to the Secretary, Ministry of Corporate Affairs which according to the learned Counsel for the petitioner fully supports what is pleaded before this Court.

5.We are of the view that the matter being one of Government Policy, it is for the concerned authorities to look into all the materials as also the inter-government communications to see how best CSR Scheme of the tobacco trade can be met and what model

has to be framed for the same. We would expect appropriate action be taken within four months from today as prayed for by the learned Senior Central Government Standing Counsel for the respondents 1 and 2.

6. The writ petition accordingly stands disposed of. No costs.

Bd/-

Assistant Registrar (CS-IV)

Dated: 20.08.2014

//True Copy/

W Sub Assistant Registrar

To:

1. The Principal Secretary
Ministry of Corporate Affairs
'A' Wing, Shastri Bhawan
Rajendra Prasad Road
New Delhi 110 001

2. The Principal Secretary Ministry of Health and Family Welfare Nirman Bhawan New Delhi 110 011

3.The Chief Secretary
Government of Tamilnadu
Secretariat, Chennai 600 009

4. The Principal Secretary
Department of Public Health
Government of Tamilnadu
Secretariat, Chennai 500 003

+1cc to Mr.T. Poornam, Advocate, SR. 36396

+3cc to M/s.S/Remesubremeniem, Advocate, SR. 36190

+1 CC to the Government Pleader, SR. 35348

+1 cc to M/s. Prasant Rajagopal, Advocate, SR. 36191

+1 cc to Mr. Heri Redhakrishnan, Advocate, SR. 36484

+Z cc to Mr.S.Sathlachandran, Advocate, SR. 36441.

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+2 cc to Mr.E. SainTechandran, Advocate, SR. 354

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