DALAM MAHKAMAH RAYUAN MALAYSIA
(BIDANGKUASA RAYUAN)

MAHKAMAH RAYUAN SIVIL NO : N-01-38-05

ANTARA

SINGAPORE PARA RUBBER ESTATE LIMITED ....PERAYU

DAN

PENTADBIR TANAH DAERAH REMBAU,
NEGERI SEMBILAN ....RESPONDEN

(Dalam Mahkamah Tinggi Malaya di Seremban,
Negeri Sembilan
Usul Pemula No. 25-2-2003)

Antara

Singapore Para Rubber Estate Limited .... Pemohon

Dan

Pentadbir Tanah Daerah Rembau,
Negeri Sembilan .... Responden

CORAM: **James Foong Cheng Yuen, JCA**
Low Hop Bing, JCA
Suriyadi bin Halim Omar, JCA

This appeal pertained to a failed application to obtain an enlargement of time, under section 38 (4) of the Land Acquisition Act 1960 (referred to as "the Act"), to enable the appellant to file Form N pursuant to section 38 (1) of the Act.

The appellant was the registered proprietor of Perhentian Tinggi Estate which consisted of Lots 1303 and 1322, Mukim Pedas, District of Rembau, Negeri Sembilan. On 7.6.02 the respondent had issued an intended acquisition notice, with Lot 1322 measuring 8.094 hectares to be the intended acquired land. After the enquiry was held on 3.7.02 the respondent had issued Form H which had offered the appellant an award amounting to RM898,500.00 as compensation.

This service of Form H was a statutory requirement as section 16 of the Act states:

"16. Service of award.

> (1) On making any award under subsection (1) of s. 14 in respect of any scheduled land the Collector shall prepare and serve on each person interested in such land a notice in Form H.
>
> (2) Every notice in Form H shall include an extract from the written award of the Collector in Form G, relating to the land in which the person to whom such notice is addressed has an interest."

Even though the appellant *in situ* had received the offer under protest, and had indeed informed the respondent of the objections, it had merely indicated that objection in Form H. Objections as to its sufficiency are permitted as section 37 of the Act allows it, and in this case, on the amount of the compensation. What the appellant had to do further was to notify the respondent that it had objections and the matter be referred to the court. That notification had to be in a written application and in a particular form i.e. Form N. Thereafter only shall that completed Form N be forwarded to the court by

the Land Administrator. This was a requirement under section 38 (1) which reads:

> “ 38 (1) Any objection made under section 37 shall be made by a *written application* in Form N to the Land Administrator requiring that he refer the matter to the Court for its determination, and a copy thereof shall be forwarded by the Land Administrator to the Registrar of the Court.
>
> (2)….
>
> (3)Every application under subsection (1) shall be made—
>
> (a) if the person making it was present or represented before the Land Administrator at the time when the Land Administrator made his award, within six weeks from the date of the Land Administrator’s award under section 14.”

The failure to fill in the form, and to send it within the prescribed period of 6 weeks was a procedural insufficiency, which could be rectified conditional on court's interference. Section 38 (4) reads as follows:

> "The period of six weeks prescribed by paragraph (a) of subsection (3) and the periods of six weeks and six months prescribed by paragraph (b) of subsection (3) shall not be capable of enlargement by any Court, except in such special circumstances as the Court may think fit."

Subsequently, on 6.8.2002, the respondent had taken the helpful step of sending 5 copies of Form N to the appellant to be completed and returned together with a deposit of RM3.000.00. Regretfully the covering letter of the respondent did not mention that the forms had to be returned within 6 weeks from the date of the award. In the meanwhile, the appellant instead of returning the completed Form N had concentrated on preparing a valuation report of the acquired

land. Upon receiving the valuation report, dated 9.9.2002, the appellant was informed that the difference between the valuation figure and the award offered was RM 1,240,802.00. Having consulted solicitors, the appellant alleged that they found for the first time of the requirements of the abovementioned section 38 of the Land Acquisition Act, 1960. It then on 6.1.2003 filed an Originating Motion at the Seremban High Court seeking an enlargement of time of 2 weeks from the date of the High Court's order to file the impugned Form N. It was unsuccessful as the High Court dismissed it with costs. Hence this appeal.

The appeal heard by us started off with the acceptance by both parties that an objection to the award of the Land Administrator required the submission of Form N to the respondent within 6 weeks from the date of the award.

It is the law that a court has the discretion to enlarge that period as prescribed by section 38 (3) (a) of the Act (*Penang Development Corporation v Collector of Land Revenue [1976] 1*

MLJ 89; Senapi bin Long v Pentadbir Tanah Daerah [1994] 1 MLJ 459). For the appellant to succeed it had to establish that there existed special circumstances to warrant the court to exercise that discretion. In a word the onus was on the appellant. The discretion to be exercised by the court was not absolute and unqualified and had to be exercised sparingly (*Sungei Bongkah Estate Sdn. Bhd. V Pentadbir Tanah Daerah Kuala Muda [1995] 1 CLJ 400; Loh Swee Pau V Pentadbir Tanah Daerah Pontian [1998] 1 LNS 102*). Needless to say the failure to satisfy the High Court that such special circumstances existed had caused it to reject the abridgment application.

Having sifted the evidence we were satisfied that the trial judge had not erred in holding that the grounds proffered by the appellants could not be described as special circumstances. Before us the same arguments were ventilated e.g. the non-notification of the dateline for appeal by the respondent, a commission of a bona fide mistake on its part/ignorance of

law, undue hardship to the appellant, and no fault on the part of the appellant.

The facts were not disputed that the appellant had informed the respondent of its objection to the award. It had signed and returned to the respondent the statutory Form H which expressly stated that the appellant was accepting the award under protest. From this the complaints began to froth from the appellant that it was not informed by the respondent of the 6 weeks period to submit Form N. A perusal of section 16 of the Act merely legislated that the Land Administrator shall prepare and serve on each person interested in such land a notice in Form H. In it would be the written award. Nothing was included within the four walls of section 16 or in Form H that the Land Administer was under a duty to inform the appellant of the submission of Form N (*Mohd Saperi Mohd Nasir lwn Pentadbir Tanah Daerah Alor Gajah (1997) 5 MLJ 800*). That being so the Land Administrator was blameless as it had complied with all the statutory requirements.

It was also not disputed that the respondent had sent copies of Form N on 6.8.2002 to the appellant albeit a week before the closing date. It was not denied that the respondent had not informed the appellant of the need to submit the impugned Form N within 6 weeks of the award. Instead of being grateful for this extra service of the respondent, the appellant had stretched its ingratitude by complaining that the respondent should have taken the extra step of informing it of the time factor.

To appreciate the complaint of the appellant a scrutiny of section 38 and Form N would not be inappropriate. With respect we were unable to identify even a single suggestion in that section that it was incumbent upon the Land Administrator to inform the appellant of the dateline of the impugned Form N. A thorough scrutiny of Form N itself bore the same fruits. The wordings of section 38 and Form N were crystal clear in that the onus was on the appellant to do the needful, and for the Land Administrator to comply with the

directions of the appellant, after having received the completed form.

A perusal of Form N showed that even if the Land Administrator had not written on the covering letter, informing the appellant of the time frame, the instructions in the received form had all the necessary information. The relevant portion in that form reads:

> "5. In accordance with ***subsection 38(1) of the Land Acquisition Act 1960***, I hereby require you to refer the matter to the Court for its determination.
>
> Dated this..........day of.........19....
>
> ....
>
> *Signature of the applicant*"

A cursory glance of the provision of section 38 (1) as printed in the supplied Form N, whether by an employee of the appellant or a more qualified person, would have alerted that reader of the statutory requirements. Instead here, the appellant was nonchalant, and had preferred to wait for the valuation report, which came on 18.9.2002, about a month after the expiry date of the objection date. Either the appellant was just too indolent to read the contents of the Form, or after reading it and being overly confident, had ignored it. Our very sentiment could also be found in the written judgment of the High Court judge which reads:

> "Apparently the applicant having been served with Form H and subsequently Form N with the instruction to return them to the respondent did nothing until a few months later…………….On the facts laid before the court I can find no reason to fault the respondent for the inability of the applicant to file form N on time. It was the applicant themselves who had been guilty of

> indolence and perhaps indifference too. This conduct of the applicant to my mind had disentitled them to any indulgence that would warrant the court to exercise its discretion to tamper the rigidity of the law."

With section 38 (1) mentioned in all its clarity, to affirm and submit that the appellant only knew of that section after obtaining solicitor's advice was a truth twisted, much to our dissatisfaction. As regards the evidence, at page 65 Rekod Rayuan the appellant had affirmed an affidavit (paragraphs 19.9-19.11) stating the following:

> "19.9 Subsequently on or about mid December 2002, the applicant through its agent M.P.Evans (M) Sdn Bhd had *contacted its solicitors* Messrs Presgrave & Matthews and forwarded a copy of the Valuation Report and requested its solicitor to obtain a hearing date for the appeal proceedings against the compensation award;

> 9.10 It was *only at that time* the applicant came to know that it was required to file Form N together with the deposit of RM3,000.00 with the respondent for an appeal against the award to be heard."

To make matters worse for itself, the appellant's written submission reads as follows:

> "At the material time, the applicant was not represented by solicitors and was also *not aware of the provisions of section 38 (3) (a)*.........
>
> As such, the appellant's failure to file the appeal by submitting Form N was also due to a genuine mistake that the appeal proceedings had been commenced and *ignorance as to the provisions of the Land Acquisition Act, 1960* (emphasis supplied)."

The appellant's nonchalant behaviour was reflected again when it merely obtained legal advice sometime in December 2002 i.e. 3 months after receiving the valuation report.

A perusal of the above complaints, regarding the failure of the Land Administrator in not informing the appellant of the dateline, also was a bare complaint. They were not beefed up by claims in the like that as a consequence of the respondent's failure to inform the appellant of the dateline there was delay on the appellant's part to file Form N. Surely mere complaints of not being informed of the dateline could not fall within the periphery of "special circumstances".

It must be emphasized that this was no ordinary appellant. It was a company that had been incorporated in the United Kingdom, having M.P Evans (M) Sdn Bhd as its agent in Malaysia, and an established and reputable legal firm to boot, to represent it in court. It was not the run of the mill simple minded villager, who could not appreciate why and how his ancestral land had been taken away, but a sophisticated globe

trotting company with the resources to acquire professional advice at the snap of its hypothetical fingers.

Evidentially too, the appellant's representative who attended the inquiry was not a mere clerk or a typist in the appellant's employment, but its very own estate manager. No one who has risen to the ranks of an estate manager of an international company could be said to be short of intelligence let alone experience. It was his duty to advise his company as to the next step to be undertaken, and not, on account of his own inadequacies, to pass the blame on the respondent who was not duty bound to help out. The existence of a rule, that ignorance of the law does not excuse, did not help the appellant's predicament either.

The appellant had canvassed that the award of RM898, 500.00 had caused it undue hardship whence a higher award should have been ordered. We were unwilling to accept the argument that a difference in valuation made by the Government's valuer and a private one that had caused undue hardship to

the appellant, qualified as special circumstance. This argument was difficult to appreciate as it was just a straight forward financial dissatisfaction. It would be unlike, say, the scenario where a poorly compensated settler who was uprooted, had to start all over again somewhere else, where landed property would be exorbitantly expensive, with jobs being scarce for persons of his education and background.

In the course of the hearing the appellant had submitted that there was a real likelihood of injurious affection to the remaining land. By not taking into account injurious affection, and to award adequate compensation, it had resulted in the contravention of Article 13 of the Federal Constitution. This Article has 2 clauses and they read:

> “(1) No person shall be deprived of property save in accordance with law.
>
> (2) No law shall provide for the compulsory acquisition or use of property without adequate compensation.”

The submission of the appellant could be mischievous, as, promulgated in the above Article are 2 important principles, namely that any deprivation of property has to be in accordance with law, with that law providing for adequate compensation. So, which clause was being adverted to by the appellant? Taking one clause at a time, where had the respondent failed, that could be said to have contravened Article 13 (1)? Not only did the respondent adhere to the law to the hilt here, but had even done some public relation's chores, when it had sent Form N to the appellant without being asked, or duty bound to do so. Taking the matter a step further we do not think the appellants could invoke Article 13 (2) merely on the basis of complaint of want of adequacy of compensation. The promulgation of clause 2 was to deal with the constitutional standard and requirement of expropriatory law (*Ting King Yii @ Ting King Yu & 17 Ors. V. Minister for Resource Planning & Anor. [1994] 4 CLJ 435; Pemungut Hasil Tanah, Daerah Barat Daya, Pulau Pinang v. Ong Gaik Kee (1983) 2 MLJ 35*). Since the appellant had not challenged the constitutionality of the Act it is safe to say that

the appellant was only invoking Article 13 (1) in its submission.

The respondent was never proven to have behaved in anyway that could be said to have contributed to the appellants not filing Form N on time. See *Lai Tai v The Collector of Land Revenue (1960) 26 MLJ 82* where Adams J had occasion to state:

> "With, this I most respectfully agree. It is impossible to lay down any definition of special circumstances. All that can be done is to look at the circumstances of each case and see whether the applicant was in any way to blame for her failure to apply to the Collector within proper time and if not whether the circumstances which prevented her from so doing were special and whether the respondent has by his behaviour raised any "equity" against himself; that is to say contributed in any

way to the causes which caused the applicant not o apply in due time."

To reflect on some of the main issues submitted by the appellant our findings were that:

i. there was no confusion on our part that it was the bounden responsibility of the appellant to file the statutory Form N on time i.e. within 6 weeks of the meting of the Land Administrator's award;
ii. even though in the course of the appeal attempts were made to convince us that the appellant was unaware of the legal and statutory requirements that submission was unacceptable. Instead of approaching that 'ignorance of the law' concept in an apologetic and refined manner, it had instead indulged in the blame game;

iii. the respondent was under no statutory duty to inform the appellant of the filing of Form N and its dateline;

iv. the respondent was blameless in its conduct, and had in fact undertaken the extra effort of posting the forms to the appellant, but regretfully had received brickbats in return;

v. there was nothing in the behaviour of the respondent that could be construed as "inequitable", and which had caused the delay in the filing of that impugned form by the appellant;

vi. mere difference of opinion by the Government and the appellant's private valuer, as regards the value of the land in the circumstances of this case, was not a special circumstance; and lastly

vii. the undisguised indolence and nonchalance on the part of the appellant was too overwhelming

to deserve even an ounce of the court's sympathy.

Having considered the submissions of both parties in their entirety, we were unconvinced that the appellant had successfully established a case that deserved the exercising of the court's discretion. We therefore had dismissed the appeal with costs.

My brothers Justice Dato' James Foong and Justice Datuk Wira Low Hop Bing have read the draft copy of this judgment and agreed with it.

Dated : 25 July 2007

(**DATUK SURIYADI HALIM OMAR**)
Judge
Court of Appeal, Malaysia

Counsel for the appellant	:	Balwant Singh
Solicitors for the appellant	:	Tetuan Balwant Singh & Co
Counsel for the respondent	:	Penasihat Undang-Undang Negeri,
Solicitors for the respondent	:	Kamar Penasihat Undang-Undang Negeri Sembilan