# IN THE HIGH COURT OF ANDHRA PRADESH :: AMARAVATI (Special Original Jurisdiction)

# WEDNESDAY, THE TWENTIETH DAY OF SEPTEMBER TWO THOUSAND AND TWENTY THREE

## PRESENT THE HONOURABLE SRI JUSTICE VENKATESWARLU NIMMAGADDA

#### WRIT PETITION NO: 24445 OF 2023

#### Between:

Dharani Forestry And Orchards Limited, Having its Factory and Registered Office, Punugudu, Kanigiri, Prakasham District, Andhra Pradsh-523230. Having its Godown and Office D.No.4-8-53, Road No.1, Chaganti Sambireddy Street, Near Gandhi Statue, Beside Kodanda Ramalayam, Koretipadu, Guntur, Andhra Pradesh- 522007. Represented By Its Managing Director, Sagani Ankireddy, S/o Sagani Nagireddy, Aged about 67 years, Occ Business, H.No- 4-8-53, Road No.1, Chaganti Sambireddy Street, Near Gandhi Statue, Beside Kodanda Ramalayam, Koretipadu, Guntur, Andhra Pradesh- 522007.

...Petitioner

#### AND

- The State of Andhra Pradesh, rep. By its Prl. Secretary, Agriculture Department, Secretariat Buildings, Velagapudi, Amaravati.
- The Commissioner AND Director of Agriculture, Government of Andhra Pradesh, Old Mirchi Yard, Nallapadu, Chuttagunta, Guntur, Guntur District.

...Respondents

Petition under Article 226 of the Constitution of India praying that in the circumstances stated in the affidavit filed therewith, the High Court may be pleased to issue a writ or direction, particularly one in the nature of Writ of Mandamus declaring the action of the Respondent authorities in interfering with manufacture, sale and marketing of Bio-Products/Bio Stimulants of Petitioner Company. The Petitioner Company is manufacturing the Bio products under the name of 'DHARANI FORESTRY AND ORCHARDS LIMITED' manufacturing, Distribution, sale and marketing of its Bio Products/Bio Stimulants i.e., Dharani's Dharani Herbal Powder, Dharani's Groomer, Dharani's Groomer. The 2<sup>nd</sup> Respondent in pursuance of the Memo No.PPI(1)2085/2005 dt. 21-01-2006 and consequential Letter No. PPII (1)2085/2005 dt. 21-01-2006 as being illegal, arbitrary, unconstitutional and without jurisdiction and in violation of Articles 14, 19 (1) (g), 21 and 300-A of the Constitution of India and consequently direct the respondent authorities not to interfere with the Petitioners' business of manufacture, sale and marketing of its bio products under the name and style of 'DHARANI FORESTRY ANDC ORCHARDS' LIMITED' including from the licensed premises of the Petitioner Company and its dealers/stockiests in the State of Andhra Pradesh under the Insecticides Act, 1968 and Fertilizers (Control) Order 1985.

#### IA NO: 1 OF 2023

Petition under Section 151 CPC praying that in the circumstances stated in the affidavit filed in support of the petition, the High Court may be pleased to direct the respondent authorities not to interfere with the petitioner's Company business of manufacture, sale and marketing and distribution of its Bio-Products/Bio Stimulants i.e., Dharani's Dharani Herbal Powder, Dharani's Groomer, Dharani's Groomer+. Under the name and style of DHARANI FORESTRY & ORCHARDS LIMITED' including from the licensed premises of the Petitioner's Company-and its dealers/stockiests in the State of Andhra Pradesh under the Insecticides Act, 1968 and Fertilizers (Control) Order 1985 pending disposal of the above writ petition.

Counsel for the Petitioner: SRI G V GANGADHAR

Counsel for the Respondents: GP FOR AGRICULTURE

The Court made the following: order

#### THE HON'BLE SRI JUSTICE VENKATESWARLU NIMMAGADDA

#### WRIT PETITION No.24445 OF 2023

#### ORDER:-

The present Writ Petition is filed under Article 226 of the Constitution of India, seeking the following relief:

"to issue a writ or direction particularly one in the nature of Writ of Mandamus declaring the action of the Respondent authorities in interfering with manufacture, sale and marketing of Bio-Products/Bio Stimulants of The Petitioner Сотрани. Petitioner Company manufacturing the Bio products under the brand name of DHARANI **FORESTRY** AND ORCHARDS LIMITED' manufacturing, Distribution, sale and marketing of its Bio Products/Bio Stimulants i.e., Dharani's Dharani Herbal Powder, Dharani's Groomer, Dharani's Groomer+. The 2nd Respondent in pursuance of the Memo No.PPI(1)2085/2005 dt.21.01.2006 and consequential Letter No.PPH(1)2085/2005 dt.21.01.2006 as being illegal, arbitrary, unconstitutional and without jurisdiction and in violation of Articles 14, 19 (1) (g), 21 and 300A of the Constitution of India and consequently direct the respondent authorities not to interfere with the Petitioner's business of manufacture sale and marketing of its bio products under the name and style of 'DHARANI FORESTRY AND ORCHARDS LIMITED' including from the licensed premises of the Petitioner Company and its dealers/stockiests in the State of Andhra Pradesh under the Insecticides Act, 1968 and Fertilizers (Control) Order 1985 and pass such other order or orders..."

Heard learned counsel for the petitioner(s) and learned Government Pleader for Agriculture for the respondents.

When the matter is taken up for hearing, learned counsel for the petitioner(s) submits that the issue involved in this Writ Petition is squarely covered by the order dated 26.07.2021 passed by this Court in W.P.No.13169 of 2021 and requested to pass a similar order in this Writ Petition also. The same is not disputed by learned counsel for the respondents.

In view of the same, for the reasons alike in the aforesaid 3. order, this Writ Petition is also disposed of in terms of the order dated 26.07.2021 passed by the this Court in W.P.No.13169 of 2021, directing the respondents to follow the provisions and the guidelines stipulated in SO No.882(E), dated 23.02.2021 and SO No.2333, dated 14.06.2021, while dealing with the products of the petitioner and interfering with the activity of the petitioner, including from the licensed premises of the petitioner and its dealers/ stockiests, who are dealing with the subject products. There shall be no order as to costs.

As a sequel thereto, interlocutory applications pending, if any in the writ petition, shall also stand closed.

The Registry is directed to enclose a copy of the order in W.P.No.13169 of 2021 and batch, dated 26.07.2021 to this order.

> SD/- N. NAGAMMA ASSISTANT REGISTRAR

#### //TRUE COPY//

#### SECTION OFFICER

The Prl. Secretary, Agriculture Department, State of Andhra Pradesh,

Secretariat Buildings, Velagapudi, Amaravati, Guntur District.

2. The Commissioner AND Director of Agriculture, Government of Andhra Pradesh, Old Mirchi Yard, Nallapadu, Chuttagunta, Guntur, Guntur District.

One CC to Sri G V Gangadhar Advocate [OPUC]

Two CCs to GP for Agriculture, High Court of Andhra Pradesh. [OUT]
 Two CD Copies

(Along with copy of the order in W.P.No. 13169 of 2021 and batch, dated 26-07-2021)

## HIGH COURT

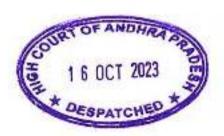
DATED:20/09/2023

### ORDER

WP.No.24445 of 2023



DISPOSING OF THE WP WITHOUT COSTS



# HON'BLE SMT JUSTICE KONGARA VIJAYA LAKSHMI Writ Petition No.13169 of 2021

#### Order:

This Writ Petition is filed to declare the action of the respondents in interfering with the production, sale and distribution of petitioner's Bio-Products, as illegal and arbitrary.

The case of the petitioner firm is that it has engaged in manufacture, sale and distribution of Bio-Products such as; James bond, More 69, Vinzyme-L, Vinzyme-G, Khazana, Supreme, Warrior, Victor, Victore Plus, Vajhara, Vijaya-99, Jeel-9, Vibha, Vishist, Dandi, Fooster, Medal, Vijaya-999 and V. Prom 5, Vijaya CMS, Vejatha, CMS Grunavals, Vasudhaa, Dharani, Viraat CMS, Tejal, Bhairay, Dhaanya, Dhamayira, Dhaathri, Dhaannik, Tejaswi, Sonakshi, Dhanishta, Daksh, Dhamman, Ekachakra, Ekaveera, Ekaveera plus, Garjan, Gandeer, Garuda, Jaagruth, Jaguar, Jamindar, Janzeer, Jeevan Mitra, Kanchan, Keerthi, Kingzymme (Liquit), Kingzymme (Granules), Mokshaa, Mothl, Pasidi-6, Terminator-11, Terminator Plus, Tejas, Tejaswi, Temper, Saviour, Tejasplus, Heera, Sona, Eesha, Bhamini, Mohini, Bhaadra, Bahula, Janani, Jago, Bhaagya, Gayathree, Jeett, Ekalavya, Tejas Grand, Avenger, VAM-Gold Viswajit, Tejas Plus Extra, Secure, Gardian, Garjan, Visthaar, Prudhavi; the said products are called as plant growth promoters and Bio Organic Fertilizers, as the said products are manufactured without usage of any toxic chemicals unlike the regular pesticides and insecticides; they are naturally derived and used as crop stimulants and growth promoters and hence the said products will not fall under the provisions of the Fertilizer (Control) Order 1985 or Insecticides Act, 1968; as the products of the petitioner do not fall under the ambit of either the Fertilizer (Control) Order, 1985 or Insecticides Act, the same can be sold

without there being any marketing permission under the Fertilizer (Control) Order, 1985 and Insecticides Act; that in spite of the same, the respondents are obstructing the sale of the products; there is no prohibition on sticking on dealers who were granted a license under Section 13 of the Insecticides Act, 1968 read with Rule 10 of the Insecticides Rules, 1971 and the District Agricultural Officers of Kurnool, Guntur, Krishna, Chittoor, Anantapur, East Godavari, West Godavari and Kadapa are interfering and obstructing the business of the petitioner without assigning any reasons; the similarly situated firms filed W.P.No.25293 of 2014 and batch and after disposal of the said Writ Petition and batch on 10.07.2015, the matters were carried before the Division Bench by way of Writ Appeal Nos.1122 and 1136 of 2016 and the said order was confirmed with certain modifications; hence, the Writ Petition.

Writ Petition No.25293 of 2014 and batch were filed challenging the action of the respondents therein in interfering with the manufacture and sale of bio-products by issuing a memo dated 21.01.2006. The sum and substance of the said memo is that certain products are not covered under the Insecticides Act, 1968 and the stocking/exhibiting for sale from the licensed premises is not permitted. Writ Petition No.25293 of 2014 and batch were filed on the ground that when the activity is not covered by the provisions of the Act, the respondent authorities cannot interfere with the activities of the petitioners therein and the said Writ Petitions were disposed of with the following directions.

- "19. Keeping in view the above facts and drcumstances, all these writ petitions are disposed of with the following directions:
- i) The petitioners shall not deal with bio-products without maintaining proper packing and marking of the product. The packing of bio-products shall contain the ingredients included in the product, analytical

- procedure and their percentage. This enables the authority to verify the contents of the product.
- The manufacturer of every bio-product should intimate ii) the concerned Commissioner of Agriculture with regard to the manufacturing activity undertaken by it with name of the product, process and its content. The Commissioner of Agriculture need not grant any permission and mere information from manufacturer is enough for this purpose. The Commissioner of Agriculture shall issue an acknowledgement of such information.
- III) The dealer of bio-products should have the information with regard to the source of purchase of bio-products and shall maintain a register for the said purpose in order to enable the authorities to inspect the stock from time to time.
- iv) It is for the authorities to inspect the bio-products in the location of the manufacturer prior to its despatch to the dealer or in the location of the dealer and take sample thereof in order to verify whether any such product contains harmful substances attracting the provisions of Insecticides Act, 1968 or used as a fertilizer violating the provisions of Fertilizer (Control) Order, 1985. The sample of the product shall be collected from the said source by the authorities under the signature of the persons dealing with bio-products and the authority who is collecting for the purpose of sending it to the appropriate Laboratory in order to verify the contents of the said product.
- v) From a copy of the report if any prohibited substance is found by the authority, the authority shall issue a notice along with a copy of the report to the persons dealing with the product and take necessary action against such persons either under the provisions of Insecticides Act, 1968 or Fertilizer (Control) Order, 1985. After receipt of the explanation from the person,

the authority can pass appropriate orders under the provisions of the said enactments.

- vi) The report from the concerned Laboratory shall be obtained as expeditiously as possible, preferably not later than a week from the date of collection of the sample and till such time, the concerned authority can withhold manufacture and sale of bio-product. Against the order passed by the authority who collected sample, the aggrieved party can file an appeal to the higher authority as provided in the above provisions if so advised.
- vii) The collection of samples and the process of passing order shall not be resorted to routinely but should be on credible information that the product is causing damage to the public agriculture activity and on prima facie satisfaction of such information.
- viii) The respondents shall not violate the law and resort to unnecessary harassment of the manufacturers or dealers in a routine manner.
- ix) In case of violation of the above directions, it is open to the petitioners to bring it to the notice of the higher authorities of the action of the officers violating the directions, and the higher authority to the authority interfering with the activity of the petitioners shall dispose of the representations with utmost expediency and not later than ten days from the receipt thereof.

Challenging the said order, the State Government has preferred Writ.

Appeals bearing W.A.Nos.1122 and 1136 of 2016, which were disposed of by the Division Bench of the combined High Court on 03.11.2016, observing as follows.

"As has been rightly held by the Learned Single Judge, the fundamental right to carry on business under Article 19(1)(g) of the Constitution of India can only be restricted in accordance with Article 19(6) thereof. While the Act requires a licence to be obtained for storing and selling insecticides, no provision, either in the Act or the Rules made thereunder, has been brought to our notice which prohibit a licensee from selling other products, in addition to insecticides, in the very same premises. The impugned memo, whereby dealers were prohibited from stocking, exhibiting and selling bio-products not covered under the Act, from the premises for which a license has been granted under the Act and the Rules, is not authorised either by any of the provisions of the Act or the Rules made thereunder.

The fact, however, remains that though the guidelines, in the order under appeal, have been stipulated in the larger public interest of protecting farmers, some of the conditions prescribed therein appear to run contrary to the provisions of the Act. As the Learned Government Pleader for Agriculture has rightly pointed out Clause 6 of the guidelines, which requires a report from the concerned laboratory to be obtained not later than a week from the date of collection of the sample, does appear to fall foul of the time limit of one month specified in Section 21(1)(d) of the Act. Likewise Clause 7, which requires credible information to form the basis. of collection of a sample, may well be construed as restricting the power, conferred under Section 21(1)(d) of the Act, on the Insecticide Inspector to withhold stocks if he has reason to believe that insecticides are being distributed, sold or used in contravention of the provisions of the Act and the Rules made thereunder.

While we are in complete agreement with the submission of Sri S.Niranjan Reddy, Learned Senior Counsel appearing on behalf of the respondent-writ petitioner, that there cannot be an omnibus categorisation, of all bio-products as insecticides, for the purpose of taking action under the Act, the grounds on which the Insecticide Inspector has reason to believe, that insecticides are being sold in contravention of the provisions of the Act and the Rules, would depend upon the facts of each case, and cannot be dircumscribed by way of guidelines issued by this Court. The guidelines prescribed, in the order under appeal, can only supplement and not supplant

the law, and would remain in force only till appropriate legislation — either plenary or subordinate — is made in this regard. Suffice it, while making it clear that there cannot be an employ categorisation of all bio-products as insecticides for taking action against the dealers of those goods, to also make it clear that the guidelines, prescribed in the order under appeal, shall be in addition to, and not in derogation of, the powers conferred on the concerned authorities under the Act and the Rules. We may not be understood to have expressed any opinion on whether or not any of these bio-products are insecticides, as these are matters which the authorities concerned are required to examine in accordance with the provisions of the Act, the Rules made thereunder, and the guidelines stipulated in the order under appeal.

The order under appeal is modified to the extent indicated hereinabove, and the Writ Appeals are disposed of accordingly. The miscellaneous petitions pending, if any, shall also stand disposed of, No costs."

Counter affidavit is filed by the second respondent stating, *inter alia*, that the petitioner has not submitted any bio-efficacy trial reports and results pertaining to non-toxicity and that the Ministry of Agriculture and Farmers Welfare, Government of India has issued a Gazette notification vide SO No.882(E), dated 23.02.2021, under Fertilizer (Inorganic, Organic or Mixed) (Control) Amendment Order, 2021 duly including the Biostimulants in Schedule VI of Fertilizer (Inorganic, Organic or Mixed) (Control) Order, 1985. The Division Bench of the combined High Court observed that the guidelines prescribed in the order under appeal would remain in force only till appropriate legislation — either plenary or subordinate — is made in that regard and pursuant to the said Division Bench order and to regulate the manufacturing and marketing of bio-products particularly with fake and bogus addresses and to prevent spurious products to the farmers the Government issued G.O.Ms.No.18, Agriculture & Cooperation (AGRI.III)

Department, dated 10.03.2017 and sub-clause (4) of Clause 3 of the said SO No.882(E) reads as follows.

"(4) Notwithstanding anything contained in this order, any person manufacturing a biostimulant as on the date of publication of this order for which no standards have been specified, may, subject to making an application for grant of provisional registration under sub-clause (5), continue to manufacture for sale, sell, offer for sale, stock or exhibit such biostimulant for a period of two years from the date of publication of this order."

The said time limits were extended vide SO No.2333, dated 14.06.2021, which reads as follows.

"In exercise of the powers conferred by section 3 of the Essential Commodities Act, 1955 (10 of 1955), the Central Government hereby makes the following order further to amend the Fertiliser (Inorganic, Organic or Mixed) (Control) Order, 1985, namely:-

- (1) This order may be called the Fertiliser (Inorganic, Organic or Mixed) (Control) Amendment Order, 2021.
- (2) It shall come into force on the date of its publication in the Official Gazette.
- In the Fertiliser (Inorganic, Organic or Mixed) (Control)
   Order, 1985,-
- (i) In clause 20(c), in sub-clause (5), for the words "within a period of six months from the date of publication of this order", the words, figure and letters "within 31st March, 2022" shall be substituted.
- (ii) In 'Form G-3, for the words, figures and letters "up to....day of August, 2022", the words, figures and letters "up to 22<sup>nd</sup> day of February, 2023" shall be substituted."

In view of the categorical extension of time limits in SO No.2333, dated 14.06.2021, the respondents are directed to follow the provisions and the guidelines stipulated in SO No.882(E), dated 23.02.2021 and SO No.2333, H

dated 14.06.2021, while dealing with the products of the petitioner and interfering with the activity of the petitioner who is dealing with the subject products.

The Writ Petition is, accordingly, disposed of. There shall be no order as to costs.

As a sequel thereto, the miscellaneous petitions, if any, pending in this Writ Petition, shall stand closed.

KONGARA VIJAYA LAKSHMI, J

Date: 26.07.2021

Nsr