

**IN THE HIGH COURT FOR THE STATE OF TELANGANA
AT HYDERABAD**

**MONDAY, THE FOURTH DAY OF MAY
TWO THOUSAND AND TWENTY SIX**

PRESENT

THE HONOURABLE SRI JUSTICE J SREENIVAS RAO

CRIMINAL PETITION NO: 7016 OF 2026

Between:

1. Shaik Arshad, S/o Shaik Imran, Age 26 years, Occ. Business, R/o. H.No. 7-11-166, Ashok Nagar, Nizambad District, Telangana.
2. M.D. Summer Khan, S/o. Nabi Khan, Age. 29 Years, Occ. Business, R/o. H.No. 7-12-96, Ashok Nagar, Nizambad District, Telangana.
3. Abdul Raouf, S/o. Abdul Age. 36 Years, Occ. Business, R/o. Dharmabad, Maharastra State.

...PETITIONER/ACCUSED NO 1 TO 3

AND

1. The State of Telangana,, Rep. by the Public Prosecutor, High Court at Hyderabad for the State of Telangana.
2. P Nikhil Raj,, Occ. Dy.Tashildar, R/o. Nizambad District , Telangana State.

...RESPONDENTS

Petition under Section 528 of BNSS praying that in the circumstances stated in the Memorandum of Grounds of Criminal Petition, the High Court may be pleased to quash the proceedings against the Petitioner/Accused No 1 to 3 in FIR No. 119 of 2025 on the file of the SHO Yedapally Police Station, Nizamabad District

I.A. NO: 2 OF 2026

Petition under Section 528 of BNSS praying that in the circumstances stated in the Memorandum of Grounds of Criminal Petition, the High Court may be pleased to grant stay of all further proceedings against the Petitioners/Accused No 1 to 3 in FIR No. 119 of 2025 on the file of the SHO Yedapally Police Station, Nizamabad District pending disposal of the main criminal Petition

This Petition coming on for hearing, upon perusing the Memorandum of Grounds of Criminal Petition and upon hearing the arguments of Sri Alluri Divakar Reddy, Advocate for the Petitioner and the Public Prosecutor (TG) on behalf of the Respondent No. 1.

The Court made the following: ORDER

IN THE HIGH COURT FOR THE STATE OF TELANGANA
AT HYDERABAD

THE HONOURABLE SRI JUSTICE J.SREENIVAS RAO

CRIMINAL PETITION No.7016 of 2026

Date: 04.05.2026

Between:

Shaik Arshad and two others

...Petitioners

AND

The State of Telangana, and another

...Respondents

ORDER

This Criminal Petition has been filed seeking to quash the proceedings in FIR No.119 of 2025 of Yedapally Police Station, Nizamabad District, wherein the petitioners were arrayed as accused Nos.1 to 3, for the offences punishable under Section 318(4) r/w 3(5) of the Bharatiya Nyaya Sanhitha, 2023, Section 17(e) of the Telangana State Public Distribution System (Control) Order, 2016 and Section 7 of the Essential Commodities Act, 1955 (for short 'EC Act').

2. Heard Mr.A.Divakar Reddy, learned counsel for the petitioners and Mr.Jithender Rao Veeramalla, learned Additional Public Prosecutor for respondents.

3. The specific allegation against the petitioners/accused Nos.1 to 3 is that they have procured PDS rice from the beneficiaries at cheaper rate to sell the same for profit and on 04.06.2025, the petitioners were found in possession of 51 bags of PDS rice totalling 28.70 quintals.

4. Learned counsel for the petitioners would submit that without there being any complaint from any beneficiary, alleging that the rice was procured deceptively or with a criminal intent and charging the petitioners for prosecution is untenable and improper. The allegations, even taken at their face value cannot be sustained against the petitioners. Further, this Court, in CrI.P.No.5709 of 2019, while considering the same situation, categorically observed that the offences alleged against the petitioners therein could not be continued and accordingly quashed the proceedings. The petitioners are also entitled to the same relief and hence prayed to quash the proceedings against the petitioners.

5. The learned Additional Public Prosecutor submits that as per prosecution, the offences said to have been committed by the petitioners is cheating and violation of Section 7 of the EC Act and requested to pass appropriate orders.

6. Section 7 of the EC Act contemplate that any person contravenes with the production, supply, distribution and trade of essential commodities, is punishable. As per the prosecution, the petitioners have procured PDS rice from the beneficiaries after supply from the dealer.

7. A Coordinate Bench of this Court in CrI.P.No.7227 of 2025 has considered the identical facts and observed that:

"There is no averment indicating that the petitioner in any way deceptively induced the beneficiaries to part with the supplied PDS rice or the beneficiary entrusted the PDS rice purchased by them with the petitioner and they dishonestly misappropriated or converted to their own use or used it in violation of a lawful direction or contract. In the absence of essential factors, on the face of prosecution, this Court finds it to be a fit case to exercise the jurisdiction under Section 528 of BNSS, 2023. Thus, continuance of proceedings against the petitioner is abuse of process of law".

8. The facts and circumstances of the present case also similar to those in the above case and hence, this Court finds it to be a fit case to exercise jurisdiction under Section 528 of BNSS by applying the same analogy and to quash the proceedings against the petitioners herein.

9. Accordingly, the Criminal Petition is allowed and the proceedings in FIR No.119 of 2025 of Yedapally Police Station,

Nizamabad District, against the petitioners/accused Nos.1 to 3, are hereby quashed.

Pending miscellaneous applications, if any, shall stand closed.

**SD/- MOHD.ISMAIL
DEPUTY REGISTRAR**

//TRUE COPY//

SECTION OFFICER

To,

1. The Station House Officer, Yedapally Police Station, Nizamabad.
2. Two CCs to Public Prosecutor, High Court for the State of Telangana, at Hyderabad [OUT]
3. One CC to Sri Alluri Divakar Reddy, Advocate [OPUC]
4. Two CD Copies

SR/GNK



HIGH COURT

DATED: 04/05/2026



ORDER

CRLP.No.7016 of 2026

CRIMINAL PETITION IS ALLOWED

(H)
MPC
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