

(SHOW CAUSE NOTICE BEFORE ADMISSION)

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

**TUESDAY, THE FOURTEENTH DAY OF JULY
TWO THOUSAND AND TWENTY SIX**

:PRESENT:

THE HONOURABLE SRI JUSTICE PULLA KARTHIK

WP NOS: 20466, 20464 AND 20591 OF 2026

W.P. NO. 20466 OF 2026

Between:

Padala Butchaiah, S/o. Raiaswamy.

Petitioner

AND

1. The State of Telangana, Rep. by its Principal Secretary, Revenue(Stamps and Registration) Department, Secretariat, Hyderabad.
2. The Registrar of Chits and Commissioner and Inspector General of Registration and Stamps, Government of Telangana, Hyderabad.
3. The Deputy Registrar of Chits, Karimnagar.
4. M/s. Margadarshi Chit Funds Pvt. Ltd., H. No.5-510-195, Fathemaiddan Rd., Nampally, Hyderabad, Having its branch office at Ramagundam, Peddapalli dist, Rep. by its Foreman/Branch Manager D. Umapathi, S/o. Muralaiah, Aged 58 years, R/o. Ntpc, Jyothi Nagar, Mdl. Ramagundam, Peddapalli Dist.

Respondents

WHEREAS the Petitioner above named through his Advocate SRI V. VENKATA MAYUR presented this 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 order/s more particularly one in the nature of Writ of Mandamus declaring the action of respondent No.4 in filing and prosecuting E.P. No. 163 of 2024 in ARB No. 650 of 2018 on the file of the Principle Junior Civil Judge at Godavarikhani, pursuant to the Award dated 11/01/2022 passed by respondent No.3 under the provisions of the Chit Funds Act, 1982, and seeing salary attachment of the petitioner, as illegal, arbitrary, without jurisdiction and contrary to the provisions of the Chit Funds Act, 1982 and the law laid down in Punyamuthula Venkata Viswa Sundara Rao v. Margadarsi Chit Fund Private Limited and contrary to Indian contract Act 1872 and consequently set aside all further proceedings in E.P. No. 163 of 2024 in ARB No. 650 of 2018 on the file of the Principle Junior Civil Judge at Godavarikhani, including the attachment of salary of the petitioner.

AND WHEREAS the High Court upon perusing the petition and affidavit filed herein and upon hearing the arguments of SRI V. VENKATA MAYUR Advocate for the Petitioner, GP FOR STAMPS AND REGISTRATION for the Respondents No. 1 to 3 and SRI P. DURGA PRASAD, Counsel for the Respondent No.4 directed issue of notice to the Respondents herein to show cause as to why this WRIT PETITION should not be admitted.

You viz:

1. The Principal Secretary, Revenue(Stamps and Registration) Department, Secretariat, State of Telangana, Hyderabad.
2. The Registrar of Chits and Commissioner and Inspector General of Registration and Stamps, Government of Telangana, Hyderabad.
3. The Deputy Registrar of Chits, Karimnagar.
4. D. Umapathi, S/o. Muralaiah, Foreman/Branch Manager, M/s. Margadarshi Chit Funds Pvt. Ltd., H. No.5-510-195, Fathemaiddan Rd., Nampally, Hyderabad,
5. D. Umapathi, S/o. Muralaiah, Foreman/Branch Manager, Having its branch office at Ramagundam, Peddapalli dist, R/o. Ntpc, Jyothi Nagar, Mdl. Ramagundam, Peddapalli Dist.

are directed to show cause on or before 08.09.2026 to which date the case stands posted as to why in the circumstances set out in the petition and the affidavit filed therewith (copy enclosed) this WRIT PETITION should not be admitted.

I.A. NO: 1 OF 2026

Petition under Section 151 of C.P.C praying that in the circumstances stated in the affidavit filed in support of the writ petition, the High Court may be pleased to stay all further proceedings in E.P. No. 163 of 2024 in ARB No. 650 of 2018 on the file of the Principle Junior Civil Judge at Godavarikhani including the attachment of salary of the petitioner, pending disposal of WP No 20466 of 2026, on the file of the High Court.

W.P. NO. 20464 OF 2026:

Between:

1. Inumula Kumar Swamy, S/o Chandraiah.
2. Irukulla Srinivas, S/o Venkata Rajaiah.
3. Inumula Aruna, W/o Kumara Swamy.

Petitioners

AND

1. The State of Telangana, Rep. by its Principal Secretary, Revenue(Stamps and Registration)Department, Secretariat, Hyderabad.
2. The Registrar of Chits and Commissioner and Inspector, General of Registration and Stamps, Government of Telangana, Hyderabad.
3. The Chit Arbitrator/ Deputy Registrar of Chits, Karimnagar.
4. M/s. Margadarshi Chit Funds Pvt. Ltd, H .No.5-510-195,Fathemaiddan Rd, Nampally, Hyderabad, Having its branch office at Ramagundam, Peddapalli dist, Rep. by its Foreman /Branch Managar D. Umapathi, S/o. Muralaiah, Aged 58 years, R/o. Ntpc, Jyothi Nagar, Mdl.Ramagundam, Peddapalli Dist.

Respondents

WHEREAS the Petitioners above named through their Advocate SRI V. VENKATA MAYUR presented this 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 orders more particularly one in the nature of Writ of Mandamus declaring the action of respondent No.4 in filing and prosecuting E.P. No. 109 of 2024 in ARB No. 650 of 2018 on the file of the Principle Junior Civil Judge at Mancherial, pursuant to the Award dated 11.01.2022 passed by respondent No.3 under the provisions of the Chit Funds Act, 1982, and seeking attachment of movables of the petitioners, as illegal, arbitrary, without jurisdiction and contrary to the provisions of the Chit Funds Act, 1982 and the law laid down in Punyamuthula Venkata Viswa Sundara Rao v. Margadarsi Chit Fund Private Limited, and contrary to Indian contract Act 1872 and consequently set aside all further proceedings in E.P. No. 109 of 2024 in ARB No. 650 of 2018 on the file of the Principle Junior Civil Judge at Mancherial, including the attachment of movables of the petitioners.

AND WHEREAS the High Court upon perusing the petition and affidavit filed herein and upon hearing the arguments of SRI V. VENKATA MAYUR Advocate for the Petitioners and GP FOR STAMPS AND REGISTRATION for the Respondents No. 1 to 3 and SRI P. DURGA PRASAD Counsel for the Respondent No.4 directed issue of notice to the Respondents herein to show cause as to why this WRIT PETITION should not be admitted.

You viz:

1. The Principal Secretary, Revenue (Stamps and Registration) Department, Secretariat, State of Telangana, Hyderabad.
2. The Registrar of Chits and Commissioner and Inspector, General of Registration and Stamps, Government of Tclangana, Hyderabad.
3. The Chit Arbitrator/ Deputy Registrar of Chits, Karimnagar.
4. D. Umapathi, S/o. Muralaiah, Foreman /Branch Managar, M/s. Margadarshi Chit Funds Pvt. Ltd, H .No.5-510-195, Fathemaidan Rd, Nampally, Hyderabad,
5. D. Umapathi, S/o. Muralaiah, Foreman /Branch Managar, M/s. Margadarshi Chit Funds Pvt. Ltd, Having its branch office at Ramagundam, Peddapalli dist, R/o.Ntpc, Jyothi Nagar, Mdl.Ramagundam, Peddapalli Dist.

are directed to show cause on or before 08.09.2026 to which date the case stands posted as to why in the circumstances set out in the petition and the affidavit filed therewith (copy enclosed) this WRIT PETITION should not be admitted.

I.A. NO: 1 OF 2026

Petition under Section 151 of C.P.C praying that in the circumstances stated in the affidavit filed in support of the writ petition, the High Court may be pleased to stay all further proceedings in E.P. No. 109 of 2024 in ARB No.650 of 2018 on the file of the Principle Junior Civil Judge at Mancherial, including the attachment of movables of the petitioners, pending disposal of WP No 20464 of 2026, on the file of the High Court.

W.P. NO. 20581 OF 2026:

Between:

Enumula Raghu,, S/o Mallaiah.

Petitioner

AND

1. The State of Telangana, Rep. by its Principal Secretary, Revenue (Stamps and Registration) Department, Secretariat, Hyderabad.
2. The Registrar of Chits and Commissioner, and Inspector General of Registration and Stamps, Government of Telangana, Hyderabad.
3. The Deputy Registrar of Chits, Karimnagar.
4. M/s. Margadarshi Chit Funds Pvt. Ltd.,, H.No.5-510-195, Fathe maidan Rd, Nampally, Hyderabad, Having its branch office at Ramagundam, Peddapalli dist, Rep. by its Foreman/Branch Manager D. Umapathi, S/o. Muralaiah, Aged 58 years, R/o. Ntpc, Jyothi Nagar, Mdl-Ramagundam, Peddapalli Dist.

Respondents

WHEREAS the Petitioner above named through his Advocate SRI V. VENKATA MAYUR presented this 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 order/s more particularly one in the nature of Writ of Mandamus declaring the action of respondent No.4 in filing and prosecuting E.P. No. 296 of 2026 in ARB No. 650 of 2018 on the file of the V Junior Civil Judge at Hyderabad, pursuant to the Award dated 11/01/2022 passed by respondent No.3 under the provisions of the Chit Funds Act, 1982 and seeking attachment of flat bearing No. 402, in H.No.8-1-329/1/G/402, Green Block of My Home Rainbow situated at Towlichowki, Shaikpet the petitioner, as i legal, arbitrary, without jurisdiction and contrary to the provisions of the Chit Funds Act, 1982 and the law laid down in Punyamuthula Venkata Viswa Sundara Rao v. Margadarsi Chit Fund Private Limited, and contrary to Indian contract Act 1872 and consequently set aside al further proceedings in E.P. No. 296 of 2026 in ARB No. 650 of 2018 on the file of the V Junior Civil Judge at Hyderabad, including the attachment of flat of the petitioner.

AND WHEREAS the High Court upon perusing the petition and affidavit filed herein and upon hearing the arguments of SRI V. VENKATA MAYUR Advocate for the Petitioner, GP FOR STAMPS AND REGISTRATION for the Respondents No. 1 to 3 and SRI P. DURGA PRASAD, Standing Counsel for the Respondent No.4 directed issue of notice to the Respondents herein to show cause as to why this WRIT PETITION should not be admitted.

You viz:

1. The Principal Secretary, Revenue (Stamps and Registration) Department, Secretariat, State of Telangana, Hyderabad.
2. The Registrar of Chits and Commissioner, and Inspector General of Registration and Stamps, Government of Telangana, Hyderabad.
3. The Deputy Registrar of Chits, Karimnagar.
4. D. Umapathi, S/o. Muralaiah, Foreman/Branch Manager, M/s. Margadarshi Chit Funds Pvt. Ltd.,, H.No.5-510-195, Fathe maidan Rd, Nampally, Hyderabad,

5. D. Umapathi, S/o. Muralaiah, Foreman/Branch Manager, M/s. Margadarshi Chit Funds Pvt. Ltd., Having its branch office at Ramagundam, Peddapalli dist, Aged 58 years, R/o. Ntpc, Jyothi Nagar, Mdl-Ramagundam, Pcddapalli Dist.

are directed to show cause on or before 08.09.2026 to which date the case stands posted as to why in the circumstances set out in the petition and the affidavit filed therewith (copy enclosed) this WRIT PETITION should not be admitted.

I.A. NO: 1 OF 2026

Petition under Section 151 of C.P.C praying that in the circumstances stated in the affidavit filed in support of the writ petition, the High Court may be pleased to stay, all further proceedings in E.P. No. 296 of 2026 in ARB No. 650 of 2018 on the file of the V Junior Civil Judge at Hyderabad, including attachment of flat of the petitioner, pending disposal of WP No 20581 of 2026, on the file of the High Court.

The Court made the following

COMMON ORDER:

Notice before admission.

Learned Government Pleader for Stamps and Registration takes notice for respondent Nos.1 to 3.

Mr. P. Durga Prasad, learned counsel for takes notice for respondent No.4.

Having regard to the submissions made by the learned counsel for the petitioner, pending writ petition, there shall be interim stay of all further proceedings in E.P.Nos.163 of 2024, 109 of 2024 and 296 of 2026 in ARB No.650 of 2018, on the file of the learned Principal Junior Civil Judge, at Godavarikhani, including attachment of salary of the petitioner, subject to the petitioner depositing 50% of the award amount within a period of four weeks from today, failing which the interim stay shall stand vacated.

Respondent No.4 is permitted to withdraw the deposited amount.

Post on 08.09.2026.

**Sd/- M.NAGAMANI
ASSISTANT REGISTRAR**

//TRUE COPY//


SECTION OFFICER

To,

1. The Principal Secretary, Revenue (Stamps and Registration) Department, Secretariat, State of Telangana, Hyderabad.
2. The Registrar of Chits and Commissioner and Inspector, General of Registration and Stamps, Government of Tclangana, Hyderabad.
3. The Chit Arbitrator/ Deputy Registrar of Chits, Karimnagar.
4. D. Umapathi, S/o. Muralaiah, Foreman /Branch Managar, M/s. Margadarshi Chit Funds Pvt. Ltd, H .No.5-510-195, Fathemaidan Rd, Nampally, Hyderabad,
5. D. Umapathi, S/o. Muralaiah, Foreman /Branch Managar, M/s. Margadarshi Chit Funds Pvt. Ltd, Having its branch office at Ramagundam, Peddapalli dist, R/o.Ntpc, Jyothi Nagar, Mdl.Ramagundam, Peddapalli Dist.
(Addressees 1 to 5 BY SPAD along with a copy of petition and affidavit)
6. One CC to SRI V. VENKATA MAYUR Advocate [OPUC]
7. Two CCs to GP FOR STAMPS AND REGISTRATION, High Court for the State of Telangana, at Hyderabad [OUT]
8. One spare copy

HIGH COURT

PK, J

DATED: 14-07-2026

POST ON 08.09.2026.



NOTICE BEFORE ADMISSION

WP.Nos.20466, 20464 AND 20581 of 2026

INTERIM STAY