



WEB COPY

OSA No. 210 of 2



IN THE HIGH COURT OF JUDICATURE AT MADRAS

DATED: 27-01-2026

CORAM

THE HON'BLE MR JUSTICE C.V. KARTHIKEYAN

AND

THE HON'BLE MR.JUSTICE HEMANT CHANDANGOUDAR

OSA No. 210 of 2019

Dr.K.Senthilnathan

Carrying On Business Under The Name And Style
Of Sri Devi Hospital, No.1620-A, 16th Main Road,
Anna Nagar, Chennai-40

..Appellant

Vs

1. Official Assignee

High Court, Madras.

2. M.Sathyanarayana

S/o Subba Rao,

No.216, Govindappa Naicken Street,

Chennai-600001

..Respondents

For Appellant:

Mr.S.Sundaresan

For Respondent:

Mr.T.Srikanth For R2

For R1

Mr.C.R.Gowthaman Official Assignee High Court,
Madras.



WEB COPY

OSA No. 210 of 2



ORDER

(Order of the Court was made by C.V.Karthikeyan J.)

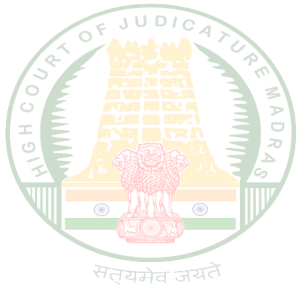
It is informed that the present appellant/insolvent had faced adjudication in an insolvency petition initiated by one of his creditors. The insolvent has settled the creditor directly without going through the office of the Official Assignee. This can be easily categorized as preferential settlement, which is not recognized under law and can be declared as void. Any settlement should be made through the office of the Official Assignee and all the petitioning creditors should have the benefit of some percentage of the amount settled. Preferential settlement cannot be accepted or encouraged by this court.

2. Therefore, a direction is given to the respondent/creditor to deposit in the office of the Official Assignee the amount settled by the appellant herein. Time is granted for such deposit till 16.02.2026.

Call the matter on 16.02.2026 to report compliance.

(C.V.K.,J.) (H.C.,J.)
27-01-2026

ssk



WEB COPY

OSA No. 210 of 2



**C.V.KARTHIKEYAN, J.
AND
HEMANT CHANDANGOUDAR, J.**

ssk

OSA No. 210 of 2019

27-01-2026

To

1. Official Assignee
High Court, Madras.
2. M.Sathyanarayana
S/o Subba Rao, No.216, Govindappa Naicken
Street, Chennai-600001