Privy Council Appeal No. 44 of 1975

- (1) Sved Omar bin Abdul Rahman Taha Alsagoff
- (2) Chee Kutty s/o Abu Bakar - - Appellants

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The Government of the State of Johore - - -

Respondent

FROM

THE FEDERAL COURT OF MALAYSIA

JUDGMENT OF THE LORDS OF THE JUDICIAL COMMITTEE OF THE PRIVY COUNCIL, Delivered the 18th JULY 1978

Present at the Hearing:

LORD DIPLOCK
VISCOUNT DILHORNE
LORD FRASER OF TULLYBELTON
LORD KEITH OF KINKEL
SIR ROBIN COOKE

[Delivered by VISCOUNT DILHORNE]

By virtue of the Land Acquisition Act, 1960, as amended by the Land Acquisition (Amendment) Act, 1973, the Ruler of the State of Johore

- (a) for any public purpose; or
- (b) by any person or corporation undertaking a work which in the opinion of the State Authority is of public utility; or
- (c) for the purpose of mining or for residential, agricultural, commercial or industrial purposes". (section 3.)

That Act requires the State Authority, in this case the Ruler of Johore, when satisfied that any land in any locality in the State is likely to be needed for any of these purposes, to give notice of the lands likely to be needed and of the purpose for which they may be needed (section 4); and when lands are needed for any of those purposes, the Collector is required to prepare and submit to the State Authority

"a plan of the whole area of such lands, showing the particular lands, or parts thereof, which it will be necessary to acquire; and" a list of such lands in a prescribed form (section 7).

The plan the Collector is required to prepare is not a plan of the proposed lay-out of the area to be acquired showing for what purpose or purposes each piece of land is to be used but a plan showing the area.

[&]quot; may acquire any land which is needed---

On the 2nd April 1970 the State Development Officer of Johore wrote to the State Planning Officer asking him to prepare a draft lay-out for the development of harbour and industrial sites on the land to be acquired in the Pasir Gudang area as shown on a plan bounded by a red line. That plan has not been produced in the course of this litigation. The State Planning Officer was told that the requirements to which attention should be given were

- "(1) One Harbour site of 300 acres
- (2) One Heavy Industrial site of 400 acres
- (3) One Medium Industrial site of 800 acres
- (4) One Light Industrial site of 300 acres, and
- (5) One residential town of 200 acres. This site is for the accommodation of between 10,000-12,000 people".

On the 6th June 1970 the State Planning Officer sent to the State Development Officer a plan marked J7/3872 of a lay-out, not for 2,000 acres, the total area of the requirements stated above, but covering an area of some 5,700 acres.

In the plan J7/3872 the area in which lay the appellants' lands was allocated for "Kegunaan Khas" (Special Purposes) and the Planning Officer's report stated that this area had been zoned "for special purposes which includes recreation such as beaches for swimming, boating, picnic areas, camping sites, hotels, chalets and shops". The layout proposed in this plan was not accepted by the State Authority and at a later date a revised plan J7/3872/2 in which the area was zoned for industrial purposes was submitted to the State Development Officer. In 1967 the first appellant had begun the development of some of his land in this area as a beach and holiday resort and by June 1972 he had completed a considerable complex including chalets and a restaurant.

Section 8 of the Land Acquisition Act reads as follows:—

- "8. (1) When the State Authority decides that any of the lands referred to in section 7 are needed for any of the purposes referred to in section 3, a declaration in Form D shall be published in the Gazette.
- (2) A copy of the list of lands referred to in paragraph (b) of section 7, amended, if necessary, in accordance with the decision of the State Authority, shall be included as a schedule to the declaration in Form D.
- (3) A declaration in Form D shall be conclusive evidence that all the scheduled land referred to therein is needed for the purpose specified therein ".

Pursuant to this section, a Declaration in the prescribed form was published in the Gazette. It read as follows:—

"LAND ACQUISITION ACT 1960

FORM D

DECLARATION OF INTENDED ACQUISITION

(SECTION 8)

It is hereby declared that particular lands and areas specified in the Schedule hereto are needed for the following purpose:

Construction of Port, Residential and Industrial

2. A plan of the particular lands and areas so specified may be inspected during the normal hours of business in the Land Office of the District in which such lands and areas are situated.

Dated this 18th day of January, 1971

COMMISSIONER "

The plan deposited at the Land Office was a copy of the lay-out plan J7/3872.

After the making of this Declaration, the steps required by the Act to be taken for the acquisition of the lands were taken. On the 20th April 1972 the Commissioner issued a certificate of urgency under section 19 of the Act which stated that the land was urgently required for use for a public purpose and directed the Collector to take possession of it. On the 22nd April 1972 the Collector in accordance with section 22 notified the appellants that he had done so.

On the 4th June 1972 the appellants gave notice of a motion for a declaration that the proceedings for the acquisition of their lands by the Government of the State of Johore were illegal and so null and void. The motion was heard and dismissed by Syed Othman J. and the appellants' appeal from his decision was dismissed by the Federal Court on the 16th January 1975.

The appellants in this appeal contended that the proceedings were null and void as they say their lands were acquired for purposes other than those for which the respondent was empowered by the Act to acquire them. This contention is based on the fact that the draft lay-out plan J7/3872 deposited at the Land Office showed that their lands were zoned for special purposes which included recreation. The special purposes, it was said, were not purposes which came within section 3 of the Act or the purposes stated in the Declaration of Intended Acquisition.

Paragraph 1 of that Declaration is, as Syed Othman J. held, "the material or substantive part of the declaration", a conclusion with which the Federal Court agreed and with which their Lordships agree. The Schedule attached to the Declaration lists the lands to be acquired and the paragraph states the purposes of the acquisition. The plan referred to in paragraph 2 has to be a plan of the lands and areas so specified. The Act imposes no obligation on the acquiring authority to produce a plan for inspection which shows how the land to be acquired is to be zoned. Such evidence as there was was to the effect that the zoning of the area which included the appellants' lands for special purposes in this draft lay-out plan prepared by the Planning Officer was never accepted and approved by the State Authority; but even if it had been, that would not, in their Lordships' view, suffice to show that the purpose of the acquisition fell outside section 3 or paragraph 1 of the Declaration for where, as in the instant case, a new town is to be created, the provision of space for recreation may be regarded as incidental to zoning for residential use. The Interpretation and General Clauses Ordinance, 1948, section 30, provides that

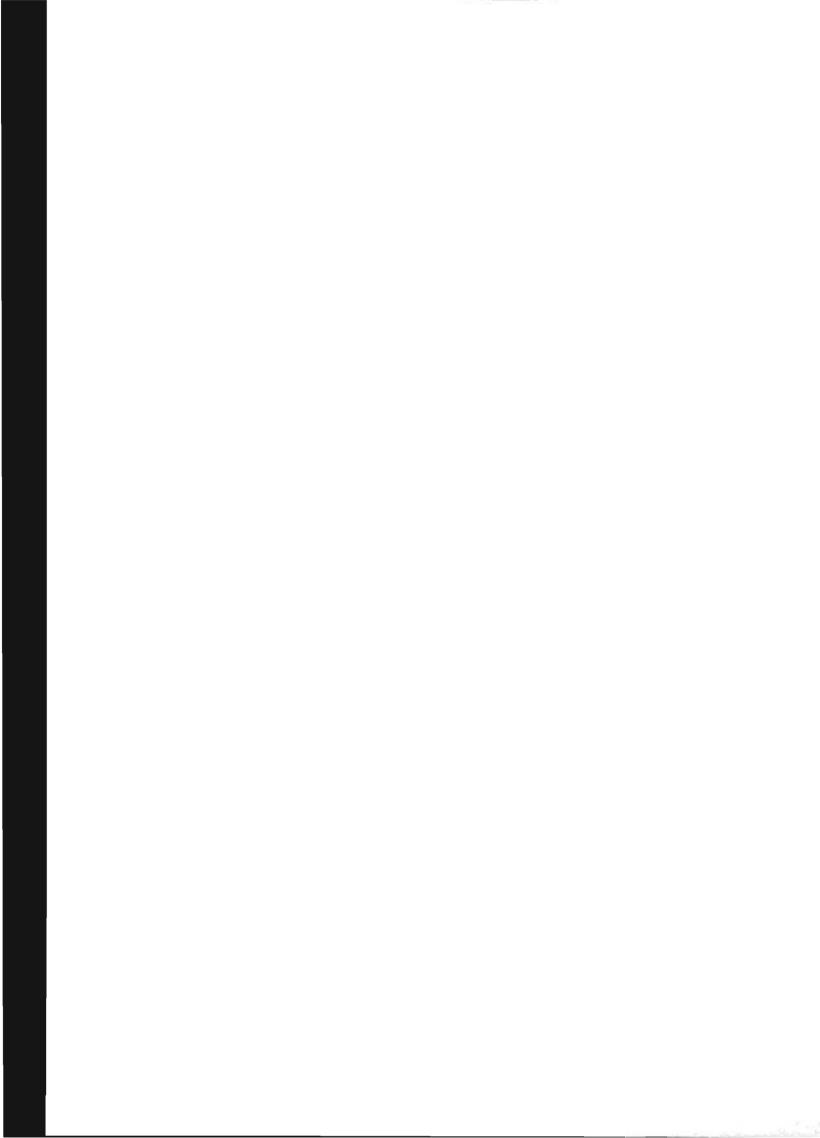
"Where a written law confers power on any person to do . . . any act or thing, all such powers shall be understood to be also conferred as are reasonably necessary to enable the person to do . . . the act or thing ".

In the event, however, the appellants' lands have actually been used as part of a shipyard.

Section 8 (3), as has been said, provides that the Declaration shall be conclusive evidence that all the scheduled land is needed for the purpose

specified therein. While it may be possible to treat a Declaration made pursuant to this subsection as a nullity if it be shown that the acquiring authority has misconstrued its statutory powers (see Anisminic v. Foreign Compensation Commission [1969] 2 A.C. 147) or that the purpose stated in the Declaration does not come within section 3, in the absence of bad faith, which in the instant case is negatived by concurrent findings of fact in the courts below, this subsection renders it not possible to challenge its validity by asserting that some of the land to which it relates is not needed for the purposes stated or that the land is in fact wanted for purposes other than those specified. Consequently the fact that the lands listed in the Schedule amounted to some 5,700 acres when the total area of the State Development Officer's original requirements was 2,000 acres does not help the appellants, nor can it really be contended that the purposes stated in the Declaration do not come within section 3.

In their Lordships' opinion the Federal Court and Syed Othman J. came to the right conclusion and they will advise His Majesty the Yang di-Pertuan Agong that this appeal should be dismissed with costs.



In the Privy Council

(1) SYED OMAR BIN ABDUL RAHMAN TAHA ALSAGOFF

(2) CHEE KUTTY s/o ABU BAKAR

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THE GOVERNMENT OF THE STATE OF JOHORE

DELIVERED BY
VISCOUNT DILHORNE

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