

# IN THE HIGH COURT OF JUDICATURE AT BOMBAY ORDINARY ORIGINAL CIVIL JURISDICTION IN ITS COMMERCIAL DIVISION

## COMMERCIAL ARBITRATION PETITION (L) NO. 28606 OF 2024 WITH INTERIM APPLICATION (L) NO. 29321 OF 2024 IN

SHRADDHA KAMLESH TALEKAR

Digitally signed by SHRADDHA KAMLESH TALEKAR Date: 2025.09.30 15:40:46 +0530 COMMERCIAL ARBITRATION PETITION (L) NO. 28606 OF 2024

- 1) Proteus Ventures LLP
- 2) Abhinay Ramesh Deo
- 3) Shardul Singh Prithviraj Bayas

...Petitioners

Versus

**Archilab Designs** 

...Respondent

**Dr. Abhinav Chandrachud,** *a/w Mr. Arjun Savant, Atharva Gade & Vidhi Kavie, for the Petitioners.* 

Mr. Ali Abbas Delhiwala, a/w Devika Nigade & Dilpreen Kaur, i/b Devika Nigade, for Respondent.

CORAM : SOMASEKHAR SUNDARESAN, J.

Reserved on: March 7, 2025

Pronounced on: September 30, 2025

#### JUDGEMENT:

#### Context:

1. This Petition filed under Section 34 of the Arbitration and Conciliation Act, 1996 ("the Act") impugning an arbitral award dated August 16, 2024 ("Impugned Award") passed by the Learned Sole

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Arbitrator appointed by the Council of Architecture, an autonomous

statutory body ("Council").

Factual Overview:

2. The Petitioner, Proteus Ventures LLP ("Proteus") had

engaged the Respondent, Archilab Designs ("Archilab") to carry out

various works across a few projects. The Designated Partners of Proteus

namely, Abhinay Ramesh Deo and Shardul Singh Prithviraj Bayas

("Designated Partners") are also Petitioners in the captioned

proceedings since they had been made Respondents in the arbitration

proceedings.

3. The works carried out by Archilab for Proteus were governed

by an agreement dated August 16, 2018 ("Agreement") titled "techno-

commercial proposal" which contains the arbitration agreement in

Clause 23, agreeing to subject the parties to arbitration before the

Council. Purchase Orders were executed pursuant to the Agreement.

The Agreement was for design, building and refurbishment of the office

premises of "THE MESH". There is no doubt that the Agreement was

executed. In fact, in an earlier approach by Archilabs to the Facilitation

Council under the Micro, Small and Medium Enterprises Development

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Act, 2006 ("MSMED Act"), Proteus has stated on oath that there is an

arbitration agreement to contend that the Facilitation Council could not

have been approached.

4. It is seen from Purchase Order dated November 16, 2018

("Purchase Order" - Exhibit C, Page 120) on the letterhead of "THE

MESH", that the Designated Partner of Proteus issued it to Archilab,

identifying two "Entity Names", namely, Proteus and "MESH, Co-

Works, powered by M/s. Proteus Ventures LLP" ("Mesh Co-Works").

5. The disputes essentially centre around payments claimed by

Archilab from Proteus in connection with work carried out across five

projects located in Mumbai and Pune. These included work on an office

in Nariman Point; work for "MESH, Co-Works, powered by M/s.

Proteus Ventures LLP" in Pune; works commissioned on its premises in

Koregaon Park, Pune; a stall at an 'Expo' conducted at Nehru Centre,

Worli; and an office of Mesh Co-Works at Hotel Marriot, Pune.

6. The last two assignments were commissioned even while the

second and third assignments were in progress. Proteus asked Archilab

to adjust payments made for the second and third assignments to be

used towards the work involved in the last two assignments. It is seen

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that the cash flow and the running accounts between the parties flowed

across projects when there was no dispute in their relationship.

7. The work commissioned to Archilab was to the tune of Rs.

~3.93 crores. Archilab received only Rs. ~2.04 crore. A balance of Rs.

~1.88 crores was due and payable and that is writ large on the face of

the record. By an email dated April 23, 2019, Proteus explicitly admitted

the liability and confirmed that the balance amount would be released

soon. A part payment of Rs. 30 lakhs was made by way of a cheque on

June 10, 2019, after a final invoice was raised in the sum of Rs. ~1.21

crores on May 2, 2019. This cheque was dishonoured, leading to

issuance of a notice under Section 138 of the Negotiable Instruments

Act, 1881 ("NI Act"). Proteus then issued a Demand Draft for Rs.30

lakhs on July 8, 2019.

8. It is after this stage that no further payments were made by

Proteus to Archilab despite work having been completed on February

28, 2019. In fact, it is apparent from the record that the premises

created by Archilab was put to use from February 2019 and after ad hoc

payments were made, the balance due from Proteus to Archilab, which

incidentally is part of the admitted liability, stood at Rs.~88.08 lakhs.

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9. The Agreement provides for interest at the rate of 2% per day

but the Purchase Order dated November 16, 2018 issued pursuant to the

Agreement provides for interest at the rate of 18% per annum.

10. The Learned Arbitral Tribunal commenced proceedings on

June 23, 2023 and directed that the first meeting would be held

physically and thereafter, hearings would be held online. Eleven

meetings were held, most of which were conducted online, ending with

a meeting held on June 6, 2024.

11. At the threshold, the Designated Partners of Proteus sought

to be deleted from the array of parties on the premise that they were not

necessary parties to the proceedings, which came to be dismissed by an

order dated March 15, 2024. This order is also impugned. An

opportunity to file affidavits was accorded to the Designated Partners,

who chose not to file any affidavit. They also refrained from appearing

at the hearings personally to explain matters, despite requests.

However, a common lawyer represented Proteus and the Designated

Partners.

12. Whether Mesh Co-Works, is a separate "company" and what

is meant by "powered by Proteus" is a question that came up for

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consideration in the course of the arbitration proceedings. Suffice it to

say that the Agreement envisaged work to be carried out for Proteus at

Mesh Co-Works. On the face of the Agreement, it is apparent that Mesh

Co-Works was depicted as a distinct entity, and a separate letterhead

was used for Mesh Co-Works but signatures were by the Designated

Partners and that was the approach adopted for purposes of conduct of

its operations.

13. The Learned Arbitral Tribunal was drawn into whether

Proteus and Mesh Co-Works are separate entities. Neither Proteus nor

the Designated Partners would explain the precise status of Mesh Co-

Works. Despite repeated invitations, the Designated Partners refused to

attend the proceedings and explain whether and how the two were not

distinct or if they were.

14. The discourse veered into whether Mesh Co-Works would fall

within the ambit of the *group company doctrine* under arbitration law in

India. Proteus, which filed affidavits did not elaborate but its advocates

would cross-examine Mr. Ashish Patil, Archilab's partner and witness to

demonstrate that Archilab could not even explain who it had dealt with

and how it was alleged to be a distinct legal entity.

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Impugned Award:

It is against this backdrop that one must review the 15.

Impugned Award. The Impugned Award essentially finds that the work

that was performed by Archilab remained unpaid partially and awards

the remaining payment of Rs. ~88.08 lakhs, which had been admitted

as payable by Proteus to Archilab. A sum of Rs.24 lakhs has been

awarded, attributing it to mental agony and hardship. The Impugned

Award makes the Designated Partners jointly and severally liable for

payment of the awarded amount. Mesh Co-Works has been perceived

as an entity owned and controlled by the very same Designated Partners

of Proteus, making them jointly and severally liable for honouring the

Impugned Award.

Analysis and Findings:

16. I have heard Dr. Abhinav Chandrachud, Learned Advocate on

behalf of Proteus and Mr. Ali Abbas Delhiwala, Learned Advocate on

behalf of Archilab. With their assistance, I have perused the record.

The dispute between the parties is a small and narrow one – 17.

one of unpaid admitted invoices. However, the complexity introduced

into the matter during the course of the arbitration has led to, in my

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opinion, an unnecessary detour into facets such as group company

doctrine. On the face of the record, what is writ large is that Proteus has

thrown the kitchen sink at the dispute attempting to frustrate every step

that Archilab would adopt to recover its dues. In the process, the

Learned Arbitral Tribunal has been successfully drawn into an error on

one facet, but to an error that does not alter the efficacy of the

Impugned Award, and which error is also being removed in this

judgement by reason of it being severable.

18. A few fundamental inexorable facts that are writ large on the

record are noteworthy. Drawing the Learned Arbitral Tribunal into

having to resolve whether Mesh Co-Works is a separate legal entity was

wholly unnecessary. Indeed, the Purchase Order identifies Mesh Co-

works and Proteus separately under "entity name" but apparently, on

the face of the record it is seen that the GST registration for both the

"entities" is the same (Exhibit C, Page 120). "The Mesh" appears to

simply be a brand name for the offering of co-working space by Proteus,

which it commissioned Archilab to design and build. As the relationship

grew, more work was added and payments and cash flows were adjusted

against multiple projects, thereby bringing them within the ambit of the

Agreement.

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19. It is the tantalising doubt about the status of Mesh Co-Works

that was kept alive, which led to the need to examine whether the

Designated Partners should be arraigned separately in addition to, and

over and above, Proteus being a defendant in the arbitration. That has

led to the Learned Arbitral Tribunal having to consider the group

company doctrine and making the Designated Partners jointly and

severally liable, which has given an opportunity to Proteus to contend

that the Learned Arbitral Tribunal has ignored the principle of limited

liability in a limited liability partnership.

20. The very jurisdictional dispute raised also speaks volumes of

the approach of Proteus to what is simply a dispute over admitted and

unpaid balances. Archilab approached the Facilitation Council, seeking

to be regarded as a protectee of the MSMED Act. In that forum, Proteus

contended that a binding arbitration agreement having been executed,

the ability to approach the Facilitation Council had been ousted – in

itself, a questionable proposition. In the arbitration, it was contended,

without any articulation, that unconnected invoices were being pursued

under the Agreement.

21. The next step in the *stratagem* was to seek adjournments just

before scheduled hearings and attacking the Learned Arbitral Tribunal

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as not being legally trained to be able to conduct arbitration. On June

16, 2023, the Learned Arbitrator, who is the Principal of an architecture

college, convened the first meeting in his office in the suburbs for June

23, 2023. In the night of June 22, 2023, a cryptic email was sent to the

Learned Arbitrator by one Mr. Shamsher Garud, Proteus' advocate,

asking him to adjourn the meeting by three weeks, alleging that the

meeting had been scheduled with one day's notice.

22. The exchange between the night of June 22, 2023 and the

morning of June 23, 2023 is telling. Proteus' advocate would assert that

there had been no consent to the arbitration. It was stated to the

Learned Arbitrator that in arbitration proceedings it was expected that

communication be addressed by Speed Post and email and not by phone

calls. The Learned Arbitrator politely replied that not only was notice

sent to Proteus by courier but also an email had been sent to Proteus,

which was the third attempt to reach out in the absence of any response.

23. The correspondence on behalf of Proteus with the Learned

Arbitral Tribunal continues in the same vein – from demands that

arbitration should only be conducted outside of 10:30 am and 4:30 pm

since it would conflict with court timings; to the venue being

inconvenient; to a demand for recusal so that "an appropriate

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arbitrator" could be appointed; to having "basic challenge to conducting

of the arbitration itself". Proteus wrote to the Council to replace the

Learned Arbitrator and demanded of the Learned Arbitral Tribunal that

until the Council decided on its application, no hearing should take

place and sought a postponement by eight weeks.

The record speaks loud and clear that an arbitrator was 24.

meant to be institutionally selected by the Council, and the Council had

appointed the Learned Arbitrator on its own. Without any basis for

suspecting the independence and impartiality of the arbitrator, Proteus

is now seeking to question the independence and impartiality in this

round of proceedings. The Council had been moved by Proteus for a

replacement, and the Council refused to do so. The disclosure by the

Learned Arbitral Tribunal is said to have not been given to the parties

but no ground of independence and impartiality appear to have been

pressed before the Learned Arbitral Tribunal – it is being done at this

stage in these proceedings.

It is also seen from the record that the Learned Arbitrator, 25.

has conducted himself with dignity and poise in the teeth of provocative

and aggressive conduct instructed by Proteus. The Learned Arbitral

Tribunal has returned reasonable and plausible findings on the amounts

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payable by Proteus to Archilab except for one error, which is capable of

being excised from the Impugned Award thereby removing the

perceived vulnerability of the Impugned Award on the touchstone of

Section 34 of the Act.

26. The fundamental ground of challenge to the Impugned

Award is primarily that the Designated Partners of Proteus, a limited

liability partnership could never be made liable for the debts owed by

the partnership. The Impugned Award is challenged on the premise

that the Learned Arbitral Tribunal was biased and does not have "legal

knowledge" to conduct arbitration. Pointing to an alleged absence of

disclosure of circumstances that could give rise to justifiable doubts

about independence and impartiality, Proteus would submit that the

Learned Arbitral Tribunal should be presumed to be non-independent

and partial. Towards this end, the suspicion of bias is based on nothing

more than the fact that the Learned Arbitral Tribunal allegedly did not

grant adjournments sought by lawyers for Proteus, or that the Learned

Arbitral Tribunal did not know that arbitration proceedings ought to be

held after 4:30 PM.

27. On merits, since the Learned Arbitral Tribunal was

misguided on the nature and status of Mesh Co-Works, the group

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company doctrine was unnecessarily analysed and the Learned Arbitral

Tribunal went on to make the Designated Partners jointly and severally

liable. This is the element that is eminently capable of being severed to

save the Impugned Award.

28. All the work carried out was for Proteus and the co-working

project branded as Mesh Co-Works. The work was indeed carried out

and it is seen that Mesh Co-Works' business was indeed commenced

upon completion of the project and Proteus was able to economically

exploit it. In fact, when the Learned Arbitrator sought to visit the office

of Mesh Co-Works in the light of Proteus' claim that the work was

shoddy, it was outright refused on the premise that it is occupied by

clients who were working there and could not be disturbed – pointing to

commercial exploitation of the premises which was being done after

Archilab's work had been completed.

29. Proteus went on to expand the scope of work and the cash

flows and cross credits were spread across the five projects referred to.

Proteus has even admitted to its liability and sought time. When the

cheque issued by it was dishonoured, after receiving a notice for action

under the NI Act, a demand draft was issued. The Learned Arbitral

Tribunal has reasonably found that the work had indeed been

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completed and no material basis was brought to bear by Proteus to

claim that amounts in dispute were not payable. Proteus was not able to

prove that any work had been shoddy. It is trite law that the Learned

Arbitral Tribunal is the master of the quantity and quality of evidence.

Whether the finding that the amount remaining unpaid by Proteus to

Archilab ought to be paid is eminently plausible, is all the Section 34

Court must comment on. I find that the outcome is perfectly

plausible.

30. It is now trite law that the Supreme Court has repeatedly

iterated that Courts must not lightly interfere with arbitral awards –

even if the reasoning provided in the arbitral award is not explicit but

implied. As a matter of fact, there is no need to infer implied reasons in

the Impugned Award – it speaks for itself and articulates clearly (also

read with the interim award which is incorporated by reference) that the

amounts remaining unpaid are indeed dues for work done by Archilab.

The only excuse was that there were alleged shortcomings in the quality

of the work – far from leading evidence on the shortcomings, the

Learned Arbitrator was prevented from visiting the site to see for the

site for himself.

<sup>1</sup> To cite just one, see: Dyna Technologies Pvt. Ltd. Vs Crompton Greaves Ltd. – <u>AIR ONLINE 2019 SC</u>

1928 – followed in multiple judgements reiterating and elaborating the very same principle

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### Existence of Arbitration Agreement:

When disputes persisted and Archilab started seeking to 31. enforce its right to be paid, Proteus' approach appears to have been to adopt a "catch-me-if-you-can" policy as is seen from the prelude to the arbitration proceedings. When Archilab approached the Facilitation Council under the MSMED Act, Proteus was advised to take a stance that in view of an arbitration agreement being in existence, the Facilitation Council would have no jurisdiction. The Facilitation Council took a stance that it would not have jurisdiction unless the enterprise seeking protection of the MSMED Act had been registered with it, before the contract underlying the dispute had been executed. Therefore, Archilab invoked arbitration under the very same arbitration agreement that even Proteus had sought to rely on, with a view to shrug off initiation of proceedings under the MSMED Act.

However, when arbitration was invoked under the arbitration 32. agreement, Proteus was advised to take the position that there was no arbitration agreement in existence. Even today, one of the grounds taken generally in the Petition is that there is no arbitration agreement in existence. This has to be stated to be rejected. It is trite law that an

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admission in pleadings need not be proved. It cannot be countenanced

that in each new forum, a new pleading of a new claimed truth can be

adopted.

33. As regards existence of the arbitration agreement, Clause 23

of the Agreement is noteworthy:

"This proposal and subsequent contract shall be in all respects be governed by and construed in accordance with the laws in India. Any dispute controversy or claim arising out of or relating to this contract, or the breach, termination or invalidity thereof, shall be settled by arbitration in accordance with the ICA, Government of India, Professional practitioners Association and / or Council of Architects

rules.

[Emphasis Supplied]

34. In view of the foregoing, I find that any contention about

absence of an arbitration agreement is untenable insofar as it relates to

Proteus.

**Group Company Doctrine:** 

35. As regards the individual Designated Partners of Proteus, as

stated above, the vulnerability of the Impugned Award can be removed

by removing the reference to joint and several liability of the Designated

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Partners. Indeed, Archilab was advised to rope in the Designated

Partners too, invoking the group company doctrine in relation to the

Designated Partners, but I find that Proteus being a limited liability

partnership, the liability of Proteus cannot be visited upon its partners.

36. The Learned Arbitral Tribunal was convinced to draw an

adverse inference against the Designated Partners. The Designated

Partners' prayer to be deleted as parties having been rejected, they could

have simply participated and assisted the Learned Arbitral Tribunal in

explaining how Mesh Co-Works was not a separate company. The

discourse on the group company doctrine turned into roping in the

Designated Partners, and the proceedings groped in the dark about a

non-issue, namely, the precise status of Mesh Co-Works. However, the

Designated Partners were indeed represented by the same solicitors and

advocate who also represented Proteus. As alluded to above, the

Designated Partners being partners with limited liability, the Impugned

Award can easily be saved from vulnerability by removing the obligation

on the Designated Partners to personally pay the amount awarded

jointly with Proteus. The Impugned Award can eminently be sustained

by removing this element.

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37. Without meaning to add more length to this judgement, it

would be only apt to say that by now it is trite law that if any portion of

an arbitral award renders it vulnerable and deserves to be set aside but

is severable and such severance can save the arbitral award, the Section

34 Court could do so if its contents are not inseparably intertwined to

the other components of the arbitral award found to be valid and legal.

38. The law on partial setting aside of portions of an arbitral

award is now emphatically declared by a five-judge Constitutional

Bench of the Supreme Court in Gayatri Balasamy<sup>2</sup> - in Part II of the

majority judgement (Per. Sanjiv Khanna, CJI – paragraphs 33 to 36) and

in the concurring contents of the separate judgement (Per. K.V.

Vishwanathan J – paragraphs 142 to 152). I find that it would be

eminently feasible to remove this error and make the Impugned Award

bind Proteus, which is a limited liability partnership, even while noting

Mesh Co-Works is nothing but an enterprise of the same entity (as is

seen from the same GST registration number being shown under each

"Entity Name" for Proteus and for Mesh Co-Works).

39. I have examined the Impugned Award from this perspective and I

note that nothing in the component of the Impugned Award dealing

<sup>2</sup> Gayatri Balasamy vs. M/s ISG Novasoft Technologies Limited – <u>2025 INSC 605</u>

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with the imposition of joint liability on the Designated Partners that is

being severed for being set aside in this judgement, is interlinked and

interconnected with the rest of the Impugned Award. Such severance

and partial setting aside will have no bearing or impact on the other

portions of the Impugned Award.

**Interest Rate:** 

40. As regards the interest rate, although the Agreement appears

to have provided for interest on delayed payment to be computed at 2%

per day, the Learned Arbitral Tribunal has remarked that it appears

exorbitant and irrational. The Learned Arbitral Tribunal also found that

the Purchase Order which is subsequent provided for an interest rate of

18% per annum, and applied that rate. The Learned Arbitral Tribunal

has been objective and fair, and no fault can be found with this

eminently plausible view too.

Mental Agony:

41. Finally, I have given my anxious consideration to the

question of whether the Learned Arbitral Tribunal erred in awarding a

sum of Rs. 24 lakhs and partly attributing it to mental agony caused by

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Proteus. While Archilab sought damages and compensation for mental

agony in the sum of Rs. 2 crores, the Learned Arbitrator has reasoned

that he is awarding damages for hardship and also mental agony caused

by Proteus and pared it down to Rs. 24 lakh. On the face of the record,

the manner of conduct by Proteus to frustrate Archilab's rights is writ

large in the record, and indeed the Learned Arbitral Tribunal is the best

judge of the damages to be awarded.

The reference to "mental agony" by itself could not lead to 42.

this component of the Impugned Award being contrary to law – in fact,

it is consistent with the position declared by the Supreme Court in the

case of **Padmanabhan vs. Natesan**<sup>3</sup>, where the Madras High Court was

the Section 37 Court, and had set aside an order of a District Court

(which was the Section 34 Court) upholding an *ex parte* arbitral award

that had awarded damages, including on the premise of mental agony.

The Madras High Court had held that award of damages for mental

agony was untenable since there was no mention of such power in the

arbitration agreement. The Supreme Court, extracted the arbitration

clause which had no reference to damages, and set aside the High

<sup>3</sup> R. Padmanabhan vs. R. Natesan – <u>Civil Appeal No. 16930 of 2017 – order dated</u>

October 23, 2017

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Court's order to restore the District Court's order and the arbitral award,

and went on to hold as follows:

It is very clear that any dispute or difference which arises under the

agreement for enforcing any payment of claim is clearly covered under

the said clause. This would certainly include damages.

6) We are, therefore, of the view that the High Court was

incorrect in its view that the arbitration clause limited the parties to

enforcing completion of work. Shri Jagadeesan's plea that interest

awarded on the principal sum would be contrary to Section 31(7) of

the Arbitration and Conciliation Act, 1996 also does not appeal to us

because once the award is restored, interest can certainly be awarded

on amounts that are payable as found under the award. Also, his plea

that an award on account of mental agony may not be given in a

commercial contract situation obviously would not cover a case in

which the builder is highly indifferent, lethargic and wrongfully retains

<u>a house belonging to another person</u>. This is specifically stated to be

the reason for awarding damages on this count in the arbitration

award. Ultimately, we must never forget that it is an arbitration award

which is being challenged, and the grounds for challenge are

constricted.

[Emphasis Supplied]

43. It is equally trite law that the arbitral tribunal is the sole

judge of the quantity and quality of evidence and in the absence of

perversity, the Section 34 Court ought not to interfere with the arbitral

award as if it were an appellate court or a revisional court. The conduct

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of Proteus is writ large from the record and has been accurately read by

the Learned Arbitral Tribunal. The extreme steps of Proteus to

overcome its obligation to pay Archilab has been called out.

44. The approach adopted through the litigation has been

unreasonable and untenable – to cite just a few examples – pleading

before the Facilitation Council that there was an arbitration agreement,

and yet, pleading before the Learned Arbitral Tribunal that there was no

arbitration agreement; refusing to explain the precise status of Mesh

Co-Works; refusing to let the Learned Arbitrator, himself a principal of

an architecture college to visit the Mesh Co-Works site to understand

any deficiency of quality, and that too on the premise that the site was

being used by clients; admitting to the balance liability in writing on

April 23, 2019 and issuing an ad hoc cheque for Rs. 30 lakh; the cheque

getting dishonoured and paying that precise amount alone by demand

draft after facing the prospect of proceedings under the NI Act – all

these put together, it is for the Learned Arbitral Tribunal to take a view

on the agony that Proteus inflicted on a small enterprise like Archilab.

In line with the reasoning of the Supreme Court extracted above, in this

case too, there is no cause to interfere on the premise that mental agony

cannot be inferred in a conflict over a commercial contract.

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45. Before parting, a vital element of how a Section 34 Court should look at arbitral awards made by non-lawyer arbitrators but having domain expertise, must be noticed. In *Associate Builders*<sup>4</sup> the Supreme Court had this to say (*the footnote to the extracted paragraph* 

set out in that judgement is also set out below after the extract):

It must clearly be understood that when a court is applying the "public policy" test to an arbitration award, it does not act as a court of appeal and consequently errors of fact cannot be corrected. A possible view by the arbitrator on facts has necessarily to pass muster as the arbitrator is the ultimate master of the quantity and quality of evidence to be relied upon when he delivers his arbitral award. Thus an award based on little evidence or on evidence which does not measure up in quality to a trained legal mind would not be held to be invalid on this score

[Inserted Footnote – extracted below:]

Very often an arbitrator is a lay person not necessarily trained in law.

Lord Mansfield, a famous English Judge, once advised a high military officer in Jamaica who needed to act as a Judge as follows:

"General, you have a sound head, and a good heart; take courage and you will do very well, in your occupation, in a court of equity. My advice is, to make your decrees as your head and your heart dictate, to hear both sides patiently, to decide with firmness in the best manner you can; but be careful not to assign your reasons, since your determination may be substantially right, although your reasons may be very bad, or essentially wrong".

<sup>&</sup>lt;sup>4</sup> Associate Builders Vs. Delhi Development Authority – (2015) 3 SCC 49

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It is very important to bear this in mind when awards of lay arbitrators are challenged.

[Emphasis Supplied]

No reasonable reading of the Impugned Award and the 46. interim orders of the Learned Arbitral Tribunal would lead to an inexorable need to interfere with the Impugned Award. The Learned Arbitrator may be a "lay person" for the field of law, but in dealing with a dispute over an architect's work, he is most equipped, being well versed with issues involved in architecture disputes. He was a person institutionally designated by the Council, which administered the independent and institutional selection of the arbitrator. Being a Principal of a college, he has conducted the proceedings with dignity and gravitas without getting heckled by the attempts by Proteus to derail the arbitration. He has patiently conducted the proceedings. The Impugned Award and the orders passed by him withstand the scrutiny envisaged under Section 34 of the Act, and he has done justice to the parties before him. The outcome is just, fair, reasonable and consistent with the contract between the parties. The only element of vulnerability about roping in the Designated Partners as jointly liable with Proteus is being excised by this judgement, saving the Impugned Award from any vulnerability.

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**Conclusion:** 

47. With the aforesaid directions and for the reasons set out

above, the Petition is *dismissed* and the Impugned Award is upheld with

the removal of the element of joint liability of the Designated Partners,

being the limited intervention by this Court. Interim Applications, if any

shall also stand *disposed of*. Deposits, if any, made with the Registry of

this Court shall be released within a period of four weeks from the

upload of this judgement on the website of this Court.

48. All actions required to be taken pursuant to this order shall

be taken upon receipt of a downloaded copy as available on this Court's

website.

[SOMASEKHAR SUNDARESAN, J.]

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