The Public Liability Insurance Act, 1991

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PUBLIC LIABILITY INSURANCE ACT, 1991

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The Public Liability Insurance Act, 1991

[Act 6 of 1991]

[22nd January, 1991]

An Act to provide for public liability insurance for the purpose of providing immediate relief to the persons affected by accident occurring while handling any hazardous substance and for matters connected therewith or incidental thereto

Be it enacted by Parliament in the Forty-first Year of the Republic of India as follows:

Statement of Objects and Reasons.—The growth of hazardous industries, processes and operations in India has been accompanied by the growing risks from accidents, not only to the workmen employed in such undertakings, but also innocent members of the public who may be in the vicinity. Such accidents lead to death and injury to human beings and other living beings and damage private and public properties. Very often, the majority of the people affected are from the economically weaker sections and suffer great hardships because of delayed relief and compensation. While workers and employees of hazardous installations are protected under separate laws, members of the public are not assured of any relief except through long legal processes. Industrial units seldom have the willingness to readily compensate the victims of accidents and the only remedy now available for the victims is to go through prolonged litigation in a court of law. Some units may not have the financial resources to provide even minimum relief.

- 2. It is felt essential, therefore, to provide for mandatory public liability insurance for installations handling hazardous substances to provide minimum relief to the victims. Such an insurance apart from safeguarding the interests of the victims of accidents would also provide cover and enable the industry to discharge its liability to settle large claims arising out of major accidents. If the objective of providing immediate relief is to be achieved, the mandatory public liability insurance should be on the principle of "no fault" liability as it is limited to only relief on a limited scale. However, availability of immediate relief would not prevent the victims to go to courts for claiming larger compensation.
 - 3. The Bill seeks to achieve the above objectives.
- 1. Short title and commencement.—(1) This Act may be called the Public Liability Insurance Act, 1991.
- (2) It shall come into force on such date* as the Central Government may, by notification, appoint.
 - 2. Definitions.—In this Act, unless the context otherwise requires,—
 - ²[(a) "accident" means an accident involving a fortuitous or sudden or unintended occurrence while handling any hazardous substance resulting in continuous or intermittent or repeated exposure to death of, or injury to, any person or damage to any property but does not include an accident by reason only of war or radioactivity;]

Received the assent of the President on Jan. 22, 1991 and published in the Gaz. of India, Extra., Pt. II, S. 1, dt. 23rd Jan., 1991, pp. 1-9.

^{* 1-4-1991 [}Vide Noti. No. G.S.R. 253, dt. 27-3-1991].

^{2.} Subs. by Act 11 of 1992, S. 2 (w.e.f. 31-1-1992).

- (b) "Collector" means the Collector having jurisdiction over the area in which the accident occurs;
- (c) "handling", in relation to any hazardous substance, means the manufacture, processing, treatment, package, storage, transportation by vehicle, use, collection, destruction, conversion, offering for sale, transfer or the like of such hazardous substance;
- (d) "hazardous substance" means any substance or preparation which is defined as hazardous substance under the Environment (Protection) Act, 1986 (29 of 1986), and exceeding such quantity as may be specified, by notification, by the Central Government;
- (e) "insurance" means insurance against liability under sub-section (1) of Section 3;
 - (f) "notification" means a notification published in the Official Gazette;
- ³[(g) "owner" means a person who owns, or has control over handling, any hazardous substance at the time of accident and includes,—
 - (i) in the case of a firm, any of its partners;
 - (ii) in the case of an association, any of its members; and
 - (iii) in the case of a company, any of its directors, managers, secretaries or other officers who is directly in charge of, and is responsible to, the company for the conduct of the business of the company;]
 - (h) "prescribed" means prescribed by rules made under this Act;
- ⁴[(h-a) "Relief Fund" means the Environmental Relief Fund established under Section 7-A;]
 - (i) "rules" means rules made under this Act;
 - (j) "vehicle" means any mode of surface transport other than railways.
- 3. Liability to give relief in certain cases on principle of no fault.—(1) Where death or injury to any person (other than a workman) or damage to any property has resulted from an accident, the owner shall be liable to give such relief as is specified in the Schedule for such death, injury or damage.
- (2) In any claim for relief under sub-section (1) (hereinafter referred to in this Act as claim for relief), the claimant shall not be required to plead and establish that the death, injury or damage in respect of which the claim has been made was due to any wrongful act, neglect or default of any person.

Explanation.—For the purposes of this section,—

- (i) "workman" has the meaning assigned to it in the Workmen's Compensation Act, 1923 (8 of 1923);
- (ii) "injury" includes permanent total or permanent partial disability or sickness resulting out of an accident.

Case Law ► Duty of insurer to honour its liability.—Boating club at lake owned by Municipal Corporation offered boat rides to general public. Insurance policy dated 1-11-1992 issued covering loss to

^{3.} Subs. by Act 11 of 1992, S. 2 (w.e.f. 31-1-1992).

^{4.} Ins. by Act 11 of 1992, S. 2 (w.e.f. 31-1-1992).

extent of Rs 20 lakhs per accident with Rs 80 lakhs as maximum in one year. Boat accident took place on 11-8-1993 when boat carrying 38 passengers capsized resulting in death of 22 passengers. State Commission and National Commission awarded compensation to families of victims. Stand of Insurance Company that as per policy dt. 1-12-1992, its liability was limited to Rs 1 lakh per person, found untenable. State Commission and National Commission rightly held that having issued policy dt. 1-11-1992, Insurance Company could not avoid its responsibility. Insurance Company was bound by Insurance Regulatory and Development Authority (Protection of Policyholders' Interests) Regulations, 2002 framed under Insurance Regulatory and Development Authority Act, 1999, Vadodara Municipal Corpn. v. Purshottam V. Murjani, (2014) 16 SCC 14: (2015) 3 SCC (Civ) 389: (2015) 3 SCC (Civ) 397.

4. Duty of owner to take out insurance policies.—(1) Every owner shall take out, before he starts handling any hazardous substance, one or more insurance policies providing for contracts of insurance whereby he is insured against liability to give relief under sub-section (1) of Section 3:

Provided that any owner handling any hazardous substance immediately before the commencement of this Act shall take out such insurance policy or policies as soon as may be and in any case within a period of one year from such commencement.

- (2) Every owner shall get the insurance policy, referred to in sub-section (1), renewed from time to time before the expiry of the period of validity thereof so that the insurance policies may remain in force throughout the period during which such handling is continued.
- ⁵[(2-A) No insurance policy taken out or renewed by an owner shall be for an amount less than the amount of the paid-up capital of the undertaking handling any hazardous substance and owned or controlled by that owner, and more than the amount, not exceeding fifty crore rupees, as may be prescribed.

Explanation.—For the purposes of this sub-section, "paid-up capital" means, in the case of an owner not being a company, the market value of all assets and stocks of the undertaking on the date of contract of insurance.

- (2-B) The liability of the insurer under one insurance policy shall not exceed the amount specified in the terms of the contract of insurance in that insurance policy.
- (2-C) Every owner shall also, together with the amount of premium, pay to the insurer, for being credited to the Relief Fund established under Section 7-A, such further amount, not exceeding the sum equivalent to the amount of premium, as may be prescribed.
- (2-D) The insurer shall remit to the authority specified in sub-section (3) of Section 7-A the amount received from the owner under sub-section (2-C) for being credited to the Relief Fund in such manner and within such period as may be prescribed and where the insurer fails to so remit that amount, it shall be recoverable from the insurer as arrears of land revenue or of public demand.

^{5.} Sub-sections (2-A) to (2-D) ins. by Act 11 of 1992, S. 3 (w.e.f. 31-1-1992).

- (3) The Central Government may, by notification, exempt from the operation of sub-section (1) any owner, namely:—
 - (a) the Central Government;
 - (b) any State Government;
 - (c) any corporation owned or controlled by the Central Government or a State Government; or
 - (d) any local authority:

Provided that no such order shall be made in relation to such owner unless a fund has been established and is maintained by that owner in accordance with the rules made in this behalf for meeting any liability under sub-section (1) of Section 3.

- 5. Verification and publication of accident by Collector.—Whenever it comes to the notice of the Collector that an accident has occurred at any place within his jurisdiction, he shall verify the occurrence of such accident and cause publicity to be given in such manner as he deems fit for inviting applications under sub-section (1) of Section 6.
- **6. Application for claim for relief.**—(1) An application for claim for relief may be made—
 - (a) by the person who has sustained the injury;
 - (b) by the owner of the property to which the damage has been caused;
 - (c) where death has resulted from the accident, by all or any of the legal representatives of the deceased; or
 - (d) by any agent duly authorised by such person or owner of such property or all or any of the legal representatives of the deceased, as the case may be:

Provided that where all the legal representatives of the deceased have not joined in any such application for relief, the application shall be made on behalf of or for the benefit of all the legal representatives of the deceased and the legal representatives who have not so joined shall be impleaded as respondents to the application.

- (2) Every application under sub-section (1) shall be made to the Collector and shall be in such form, contain such particulars and shall be accompanied by such documents as may be prescribed.
- (3) No application for relief shall be entertained unless it is made within five years of the occurrence of the accident.
- 7. Award of relief.—(1) On receipt of an application under sub-section (1) of Section 6, the Collector shall, after giving notice of the application to the owner and after giving the parties an opportunity of being heard, hold an inquiry into the claim or, each of the claims, and may make an award determining the amount of relief which appears to him to be just and specifying the person or persons to whom such amount of relief shall be paid.

- (2) The Collector shall arrange to deliver copies of the award to the parties concerned expeditiously and in any case within a period of fifteen days from the date of the award.
 - ⁶[(3) When an award is made under this section,—
 - (a) the insurer, who is required to pay any amount in terms of such award and to the extent specified in sub-section (2-B) of Section 4, shall, within a period of thirty days of the date of announcement of the award, deposit that amount in such manner as the Collector may direct;
 - (b) the Collector shall arrange to pay from the Relief Fund, in terms of such award and in accordance with the scheme made under Section 7-A, to the person or persons referred to in sub-section (1) such amount as may be specified in that scheme;
 - (c) the owner shall, within such period, deposit such amount in such manner as the Collector may direct.]
- (4) In holding any inquiry under sub-section (1), the Collector may, subject to any rules made in this behalf, follow such summary procedure as he thinks fit.
- (5) The Collector shall have all the powers of a Civil Court for the purpose of taking evidence on oath and of enforcing the attendance of witnesses and of compelling the discovery and production of documents and material objects and for such other purposes as may be prescribed; and the Collector shall be deemed to be a Civil Court for all the purposes of Section 195 and Chapter XXVI of the Code of Criminal Procedure, 1973 (2 of 1974).
- (6) Where the insurer or the owner against whom the award is made under sub-section (1) fails to deposit the amount of such award within the period specified under sub-section (3), such amount shall be recoverable from the owner, or as the case may be, the insurer as arrears of land revenue or of public demand.
- (7) A claim for relief in respect of death of, or injury to, any person or damage to any property shall be disposed of as expeditiously as possible and every endeavour shall be made to dispose of such claim within three months of the receipt of the application for relief under sub-section (1) of Section 6.
- ⁷[(8) Where an owner is likely to remove or dispose of his property with the object of evading payment by him of any amount of the award, the Collector may, in accordance with the provisions of Rules 1 to 4 of Order XXXIX of the First Schedule to the Code of Civil Procedure, 1908 (5 of 1908), grant a temporary injunction to restrain such act.]
- ⁸[7-A. Establishment of Environmental Relief Fund.—(1) The Central Government may, by notification, establish a fund to be known as the Environmental Relief Fund.

^{6.} Subs. by Act 11 of 1992, S. 4 (w.e.f. 31-1-1992).

^{7.} Ins. by Act 11 of 1992, S. 4 (w.e.f. 31-1-1992).

^{8.} Ins. by Act 11 of 1992, S. 5 (w.e.f. 31-1-1992).

- (2) The Relief Fund shall be utilised for paying, in accordance with the provisions of this Act and the scheme made under sub-section (3), relief under the award made by the Collector under Section 7.
- (3) The Central Government may, by notification, make a scheme specifying the authority in which the Relief Fund shall vest, the manner in which the Relief Fund shall be administered, the form and the manner in which money shall be drawn from the Relief Fund and for all other matters connected with or incidental to the administration of the Relief Fund and the payment of relief therefrom.]
- 8. Provisions as to other right to claim compensation for death, etc.—(1) The right to claim relief under sub-section (1) of Section 3 in respect of death of, or injury to, any person or damage to any property shall be in addition to any other right to claim compensation in respect thereof under any other law for the time being in force.
- (2) Notwithstanding anything contained in sub-section (1), where in respect of death of, or injury to, any person or damage to any property, the owner, liable to give claim for relief, is also liable to pay compensation under any other law, the amount of such compensation shall be reduced by the amount of relief paid under this Act.
- **9.** Power to call for information.—Any person authorised by the Central Government may, for the purposes of ascertaining whether any requirements of this Act or of any rule or of any direction given under this Act have been complied with, require any owner to submit to that person such information as that person may reasonably think necessary.
- 10. Power of entry and inspection.—Any person, authorised by the Central Government in this behalf, shall have a right to enter, at all reasonable times with such assistance as he considers necessary, any place, premises or vehicle, where hazardous substance is handled for the purpose of determining whether any provisions of this Act or of any rule or of any direction given under this Act is being or has been complied with and such owner is bound to render all assistance to such person.
- 11. Power of search and seizure.—(1) If a person, authorised by the Central Government in this behalf, has reason to believe that handling of any hazardous substance is taking place in any place, premises or vehicle, in contravention of sub-section (1) of Section 4, he may enter into and search such place, premises or vehicle for such handling of hazardous substances.
- (2) Where, as a result of any search under sub-section (1) any handling of hazardous substance has been found in relation to which contravention of sub-section (1) of Section 4 has taken place, he may seize such hazardous substance and other things which, in his opinion, will be useful for, or relevant to, any proceeding under this Act:

Provided that where it is not practicable to seize any such substance or thing, he may serve on the owner an order that the owner shall not remove, part with, or

otherwise deal with, the hazardous substance and such other things except with the previous permission of that person.

- (3) He may, if he has reason to believe that it is expedient so to do to prevent an accident, dispose of the hazardous substance seized under sub-section (2) immediately in such manner as he may deem fit.
- (4) All expenses incurred by him in the disposal of hazardous substances under sub-section (3) shall be recoverable from the owner as arrears of land revenue or of public demand.
- 12. Power to give directions.—Notwithstanding anything contained in any other law but subject to the provisions of this Act, the Central Government may, in exercise of its powers and performance of its functions under this Act, issue such directions in writing as it may deem fit for the purposes of this Act to any owner or any person, officer, authority or agency and such owner, person, officer, authority or agency shall be bound to comply with such directions.

Explanation.—For the removal of doubts, it is hereby declared that the power to issue directions under this section includes the power to direct—

- (a) prohibition or regulation of the handling of any hazardous substance; or
- (b) stoppage or regulation of the supply of electricity, water or any other service.
- 13. Power to make application to courts for restraining owner from handling hazardous substances.—(1) If the Central Government or any person authorised by that Government in this behalf has reason to believe that any owner has been handling any hazardous substance in contravention of any of the provisions of this Act, that Government or, as the case may be, that person may make an application to a Court, not inferior to that of a Metropolitan Magistrate or a Judicial Magistrate of first class for restraining such owner from such handling.
- (2) On receipt of the application under sub-section (1), the Court may make such order as it deems fit.
- (3) Where under sub-section (2), the Court makes an order restraining any owner from handling hazardous substance, it may, in that order—
 - (a) direct such owner to desist from such handling;
 - (b) authorise the Central Government or, as the case may be, the person referred to in sub-section (1), if the direction under clause (a) is not complied with by the owner to whom such direction is issued, to implement the direction in such manner as may be specified by the Court.
- (4) All expenses incurred by the Central Government, or as the case may be, the person in implementing the directions of Court under clause (b) of sub-section (3), shall be recoverable from the owner as arrears of land revenue or of public demand.
- 14. Penalty for contravention of sub-section (1) or sub-section (2) ⁹[or sub-section (2-A) or sub-section (2-C)] of Section 4 or failure to comply with directions under Section 12.—(1) Whoever contravenes any of the provisions of

^{9.} Ins. by Act 11 of 1992, S. 6 (w.e.f. 31-1-1992).

- sub-section (1) or sub-section (2), ¹⁰[or sub-section (2-A) or sub-section (2-C)] of Section 4 or fails to comply with any direction issued under Section 12, he shall be punishable with imprisonment for a term which shall not be less than one year and six months but which may extend to six years, or with fine which shall not be less than one lakh rupees, or with both.
- (2) Whoever, having already been convicted of an offence under sub-section (1), is convicted for the second offence or any offence subsequent to the second offence, he shall be punishable with imprisonment for a term which shall not be less than two years but which may extend to seven years and with fine which shall not be less than one lakh rupees.
- (3) Nothing contained in Section 360 of the Code of Criminal Procedure, 1973 (2 of 1974), or in the Probation of Offenders Act, 1958 (20 of 1958), shall apply to a person convicted of an offence under this Act unless such person is under eighteen years of age.
- 15. Penalty for failure to comply with direction under Section 9 or order under Section 11 or obstructing any person in discharge of his functions under Section 10 or 11.—If any owner fails to comply with direction issued under Section 9 or fails to comply with order issued under sub-section (2) of Section 11, or obstructs any person in discharge of his functions under Section 10 or sub-section (1) or sub-section (3) of Section 11, he shall be punishable with imprisonment which may extend to three months, or with fine which may extend to ten thousand rupees, or with both.
- 16. Offences by companies.—(1) Where any offence under this Act has been committed by a company, every person who, at the time the offence was committed, was directly in charge of, and was responsible to, the company for the conduct of the business of the company, as well as the company, shall be deemed to be guilty of the offence and shall be liable to be proceeded against and punished accordingly:

Provided that nothing contained in this sub-section shall render any such person liable to any punishment provided in this Act, if he proves that the offence was committed without his knowledge or that he exercised all due diligence to prevent the commission of such offence.

(2) Notwithstanding anything contained in sub-section (1), where an offence under this Act has been committed by a company and it is proved that the offence has been committed with the consent or connivance of, or is attributable to any neglect on the part of, any director, manager, secretary or other officer of the company, such director, manager, secretary or other officer shall also be deemed to be guilty of that offence and shall be liable to be proceeded against and punished accordingly.

Explanation.—For the purposes of this section,—

(a) "company" means any body corporate and includes a firm or other association of individuals;

^{10.} Ins. by Act 11 of 1992, S. 6 (w.e.f. 31-1-1992).

(b) "director", in relation to a firm, means a partner in the firm.

CASE LAW ► **Prosecution of Company.**—A company or body corporate is not a "person" within the meaning of Article 20(3) of the Constitution, *Godrej Soap Co. Ltd.* v. *State*, 1991 Cri 🗆 828 (Cal).

The company cannot be prosecuted for offences involving mens rea and/or involving compulsory punishment of imprisonment, *A.K. Khosla v. T.S. Venkatesan*, 1992 Cri LJ 448 (Cal), following *Champa Agency v. R. Chawdhury*, 1974 CHN 400; *Sunil Chandra v. Krishna Chandra*, AIR 1949 Cal 689; *Machine India Ltd. v. State*, (1987) 1 CHN 359; *Kusum v. S.K. Sinha*, (1980) 2 CHN 326; *East India Jute and Hessian Exchange Ltd. v. Amulya Krishna Mondal*, 1989 CrLR 171. *MCD v. J.B. Bottling Co.*, 1975 Cri LJ 1148 (Del)(FB) dissented from.

- ► **Prosecution of Municipal Corporation**.—Municipal Corporation can be prosecuted for offences which are only punishable with fine. Imprisonment of Municipal Corporation is out of question, *Girdharilal* v:Lalchand, AIR 1970 Raj 145: 1970 Cri LJ 987.
- 17. Offences by Government Departments.—Where an offence under this Act has been committed by any Department of Government, the Head of the Department shall be deemed to be guilty of the offence and shall be liable to be proceeded against and punished accordingly:

Provided that nothing contained in this section shall render such Head of the Department liable to any punishment if he proves that the offence was committed without his knowledge or that he exercised all due diligence to prevent the commission of such offence.

- **18. Cognizance of offences.**—No court shall take cognizance of any offence under this Act except on a complaint made by—
 - (a) the Central Government or any authority or officer authorised in this behalf by that Government; or
 - (b) any person who has given notice of not less than sixty days in the manner prescribed, of the alleged offence and of his intention to make a complaint, to the Central Government or the authority or officer authorised as aforesaid.

CASE LAW ➤ Cognizance of Offence.—As to when cognizance is taken of an offence will depend upon the facts and circumstances of each case and it is impossible to attempt to define what is meant by taking cognizance. Issuing of a search warrant for the purpose of an investigation or of a warrant of arrest for that purpose cannot by themselves be regarded as acts by which cognizance was taken of an offence. Obviously, it is only when a Magistrate applies his mind for the purpose of proceeding under Section 200 and subsequent sections of Chapter XVI of the Code of Criminal Procedure or under Section 204 of Chapter XVII of the Code that it can be positively stated that he had applied his mind and therefore had taken cognizance, Narayandas Bhagwandas Madhavdas v. State of W.B., (1960) 1 SCR 93: AIR 1959 SC 1118: 1959 Cri LJ 1368, 1373.

The word "cognizance" has no esoteric or mystic significance in criminal law or procedure. It merely means—become aware of, and when used with reference to a court or Judge, to take notice of judicially. "Taking cognizance does not involve any formal action; or indeed action of any kind, but occurs as soon as a Magistrate, as such, applies his mind to the suspected commission of an offence", *Ajit Kumar Palit* v. *State of W.B.*, 1963 Supp (1) SCR 953: AIR 1963 SC 765: (1963) 1 Cri LJ 797, 801.

- ▶ "Offence" and "prosecution for offence"—Distinction. —There is an essential distinction between an offence and the prosecution for an offence. The former forms part of the substantive law and the latter of procedural law. An offence is an aggregate of acts or omissions punishable by law while prosecution signified the procedure for obtaining an adjudication of court in respect of such acts or omissions, Kapur Chand Pokhraj v. State of Bombay, 1959 SCR 250: AIR 1958 SC 993, 997: 1958 Cri LJ 1558.
- 19. Power to delegate.—The Central Government may, by notification, delegate, subject to such conditions and limitations as may be specified in the notification, such of its powers and functions under this Act (except the power under Section 23) as it may deem necessary or expedient to any person (including any officer, authority or other agency).
- 20. Protection of action taken in good faith.—No suit, prosecution or other legal proceeding shall lie against the Government or the person, officer, authority or other agency in respect of anything which is done or intended to be done in good faith in pursuance of this Act or the rules made or orders or directions issued thereunder.
 - CASE LAW ► "Good faith".—Honest intent free from taint of fraud or fraudulent design is a constant element of the connotation of 'good faith'. Even so, the quality and quantity of the honesty requisite for constituting 'good faith' is conditioned by the context and object of the statute in which this term is employed, Brijendra Singh v. State of U.P., (1981) 1 SCC 597.

In order to establish good faith and bona fides, it has to be seen first the circumstances under which the letter was written or words were uttered; secondly, whether there was any malice; thirdly, whether the appellant made any enquiry before he made the allegations; fourthly, whether there are reasons to accept the version that he acted with care and caution, and finally, whether there is preponderance of probability that the appellant acted in good faith, *Chaman Lal v. State of Punjab*, (1970) 1 SCC 590.

- 21. Advisory Committee.—(1) The Central Government may, from time to time, constitute an Advisory Committee on the matters relating to the insurance policy under this Act.
 - (2) The Advisory Committee shall consist of—
 - (a) three officers representing the Central Government;
 - (b) two persons representing the insurers;
 - (c) two persons representing the owners; and
 - (d) two persons from amongst the experts of insurance or hazardous substances,

to be appointed by the Central Government.

- (3) The Chairman of the Advisory Committee shall be one of the members representing the Central Government, nominated in this behalf by that Government.
- 22. Effect of other laws.—The provisions of this Act and any rules made thereunder shall have effect notwithstanding anything inconsistent therewith contained in any other law.
- 23. Power to make rules.—(1) The Central Government may, by notification, make rules for carrying out the purposes of this Act.

- (2) In particular, and without prejudice to the generality of the foregoing power, such rules may provide for all or any of the following matters, namely:—
 - ¹¹[(a) the maximum amount for which an insurance policy may be taken out by an owner under sub-section (2-A) of Section 4;
 - (aa) the amount required to be paid by every owner for being credited to the Relief Fund under sub-section (2-C) of Section 4;
 - (ab) the manner in which and the period within which the amount received from the owner is required to be remitted by the insurer under subsection (2-D) of Section 4:]
 - $^{12}[(ac)]$ establishment and maintenance of fund under sub-section (3) of Section 4;
 - (b) the form of application and the particulars to be given therein and the documents to accompany such application under sub-section (2) of Section 6;
 - (c) the procedure for holding an inquiry under sub-section (4) of Section 7;
 - (d) the purposes for which the Collector shall have powers of a Civil Court under sub-section (5) of Section 7;
 - (e) the manner in which notice of the offence and of the intention to make a complaint to the Central Government shall be given under clause (b) of Section 18;
 - (f) any other matter which is required to be, or may be, prescribed.
- (3) Every rule [or scheme]¹³ made under this Act shall be laid, as soon as may be after it is made, before each House of Parliament, while it is in session for a total period of thirty days which may be comprised in one session or in two or more successive sessions, and if, before the expiry of the session immediately following the session or the successive sessions aforesaid, both Houses agree in making any modification in the rule [or scheme]¹⁴ or both Houses agree that the rule [or scheme]¹⁵ should not be made, the rule [or scheme]¹⁶ shall thereafter have effect only in such modified form or be of no effect, as the case may be; so, however, that any such modification or annulment shall be without prejudice to the validity of anything previously done under that rule [or scheme]¹⁷.

THE SCHEDULE

[See Section 3(1)]

- (i) Reimbursement of medical expenses incurred up to a maximum of Rs. 12,500 in each case.
- (ii) For fatal accidents the relief will be Rs. 25,000 per person in addition to reimbursement of medical expenses, if any, incurred on the victim up to a maximum of Rs. 12,500.

^{11.} Ins. by Act 11 of 1992, S. 7 (w.e.f. 31-1-1992).

^{12.} Clause (a) re-lettered by Act 11 of 1992, S. 7 (w.e.f. 31-1-1992).

^{13.} Ins. by Act 11 of 1992, S. 7 (w.e.f. 31-1-1992).

^{14.} Ins. by Act 11 of 1992, S. 7 (w.e.f. 31-1-1992).

^{15.} Ins. by Act 11 of 1992, S. 7 (w.e.f. 31-1-1992).

^{16.} Ins. by Act 11 of 1992, S. 7 (w.e.f. 31-1-1992).

^{17.} Ins. by Act 11 of 1992, S. 7 (w.e.f. 31-1-1992).

- (iii) For permanent total or permanent partial disability or other injury or sickness, the relief will be (a) reimbursement of medical expenses incurred, if any, up to a maximum of Rs. 12,500 in each case and (b) cash relief on the basis of percentage of disablement as certified by an authorised physician. The relief for total permanent disability will be Rs. 25,000.
- (iv) For loss of wages due to temporary partial disability which reduces the earning capacity of the victim, there will be a fixed monthly relief not exceeding Rs 1000 per month up to a maximum of 3 months:

Provided the victim has been hospitalised for a period exceeding 3 days and is above 16 years of age.

(v) Up to Rs. 6000, depending on the actual damage, for any damage to private property.

NOTIFICATIONS

(1)

Ministry of Environment and Forests, S.O. 227(E), dated March 24, 1992, published in the Gazette of India, Extra., Part II, Section 3(ii) dated 24th March, 1992, pp. 6-11 [F.No. 18(13)/91-PL-HSMD] as corrected by S.O. 283(E), dated 21-4-1993

In exercise of the powers conferred by clause (d) of Section 2 of the Public Liability Insurance Act, 1991 (6 of 1991), the Central Government hereby specifies the quantities shown in Column 3 of the Table below for which or exceeding which every owner handling the hazardous substance mentioned in the corresponding entry in Column 2 thereof shall take out insurance policy as per the provisions of the said Act.

TABLE

List of Chemicals with Quantities for Application of Public Liability Insurance Act

SI. No.	Name of hazardous substance	Quantity	CAS Chemical Abstract Service Number
1	2	3	4
	PART I		· · ·
GROU	P 1—TOXIC SUBSTANCES		
1.	Aldicarb	100 kg	116-06-3
2.	4-Aminodiphenyl	1 kg	92-67-1
3.	Amiton	1 kg	78-53-5
4.	Anabasine	$100 \mathrm{kg}$	494-52-0
5.	Arsenic pentoxide, Arsenic (V) acid & salts	500 kg	
6.	Arsenic trioxide, Arsenious (III) acid & salts	100 kg	
7.	Arsine (Arsenic hydride)	10 kg	7784-42-1
8.	Azinphos-ethyl	100 kg	2642-71-9
9.	Azinphos-methyI	100 kg	85-50-0
10.	Benzidine	1 kg	92-87-5
11.	Benzidine salts	1 kg	
12.	Beryllium (powders 'Compounds')	10 kg	

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13.	Bis (2-chloroethyl) sulphide	1 kg	505-60-2
14.	Bis (chloromethyl) ether	1 kg	542-88-1
15.	Carbofuran	100 kg	1563-66-2
16.	Carbophenothion	100 kg	786-19-6
17.	Chlorfenvinphos	$100\mathrm{kg}$	470-90-6
18.	4-(Chloroformyl) morpholine	1 kg	15159-40-7
19.	Chloromethyl methyl ether	1 kg	107-30-2
20.	Cobalt (metal, oxides, carbonates, sulphides, as powders)	1 tonne	
21.	Crimidine	100 kg	535-89-7
22. *	Cyanthoate	100 kg	3734-95-0
23.	Cycloheximide	100 kg	66-81-9
24.	Demeton	100 kg	8065-48-3
25.	Dialifos	100 kg	10311-84-9
26.	OO-Diethyl S-ethylsulphinylmethyl phosphorothioate	100 kg	2588-05-8
27.	OO-Diethyl S-ethylsulphonylmethyl phosphorothioate	100 kg	2588-06-9
28.	OO-Diethyl S-ethylthiomethyl phosphorothioate	100 kg	2600-69-3
29.	OO-Diethyl S-isopropylthiomethyl phosphorodithioate	100 kg	78-52-4
30.	OO-Diethyl S-propylthiomethyl phosphorodithioate	100 kg	3309-68-0
31.	Dimefox	100 kg	115-26-4
32.	Dimethylcarbamoyl chloride	1 kg	79-44-7
33.	Dimethylnitrosamine	1 kg	62-75-9
34.	Dimethyl phosphoramidocyanidic acid	1 t	63917-41-9
35.	Diphacinone	100 kg	82-66-6
36.	Disulfoton	100 kg	298-04-4
37.	EPN	100 kg	2104-64-5
38.	Ethion	$100 \mathrm{\ kg}$	563-12-2
39.	Fensulfothion	100 kg	115-90-2
40.	Fluenetil	$100 \mathrm{\ kg}$	4301-50-2
41.	Fluroacetic acid	1 kg	144-49-0
42.	Fluoroacetic acid, salts	I kg	
43.	Fluoroacetic acid, esters	1 kg	
44.	Fluoroacetic acid, amides	1 kg	
45.	4-Fluorobutyric acid	1 kg	462-23-7

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46.	4-Fluorobutyric acid, salts	1 kg	
47.	4-Fluorobutyric acid, esters	1 kg	
48.	4-Fluorobutyric acid, amides	1 kg	
49.	4-Fluorocrotonic acid	1 kg	37759-72-1
50.	4-Fluorocrotonic acid, salts	1 kg	
51.	4-Fluorocrotonic acid, esters	1 kg	
52.	4-Fluorocrotonic acid, amides	1 kg	
53.	4-Fluoro-2-hydroxybutyric acid	1 kg	
54.	4-Fluoro-2-hydroxybutyric acid, salts	1 kg	
→ 55.	4-Fluoro-2-hydroxybutyric acid, esters	1 kg	
56.	4-Fluoro-2-hydroxybutyric acid, amides	i kg	
57.	Glycolonitrile (Hydroxyacetonitrile)	100 kg	107-16-4
58.	1, 2, 3, 7, 8, 9-Hexachlorodibenzo-p-dioxin	100 kg	19408-74-3
59.	Hexamethylphosphoramide	1 kg	680-31-9
60.	Hydrogen selenide	10 kg	7783-07-5
61.	Isobenzan	100 kg	297-78-9
62.	Isodrin	100 kg	465-73-6
63.	Juglone (5-Hydroxynaphthalene 1, 4-dione)	100 kg	481-39-0
64.	4, 4-Methylene bis (2-chloroaniline)	10 kg	101-14-4
65.	Methyl isocyanate	150 kg	624-83-9
66.	Mevinphos	100 kg	7786-34-7
67.	2-Naphthylamine	1 kg	91-59-8
68.	Nickel (metal, oxides, carbonates, sulphide, as powders)	1 t	
69.	Nickel tetracarbonyl	10 kg	13463-39-3
70.	Oxydisulfoton	100 kg	2497-07-6
71.	Oxygen difluoride	10 kg	7783-41-7
72.	Paraoxon (Diethyl 4-nitrophenyl phosphate)	100 kg	311-45-5
73.	Parathion	100 kg	56-38-2
74.	Parathion-methyl	100 kg	298-00-0
75.	Pentaborane	100 kg	19624-22-7
76.	Phorate	100 kg	298-02-2
77.	Phosacetim	100 kg	4104-14-7
78.	Phosgene (carbonyl chloride)	750 kg	75-44-5
79.	Phosphamidon	100 kg	13171-21-6
80.	Phosphine (Hydrogen phosphide)	100 kg	7803-51-2
81.	Promurit [1-(3, 4-Dichlorophenyl)-3-triazenethiocarboxamide)	100 kg	5836-73-7

	82.	1, 3-Propanesultone	1 kg	1120-71-4
	83.	1-Propen-2-chloro-1, 3-diol diacetate	10 kg	10118-72-6
	84.	Pyrazoxon	100 kg	108-34-9
	85.	Selenium hexafluoride	10 kg	7783-79-1
	86.	Sodium selenite	100 kg	10102-18-8
	87.	Stibine (Antimony hydride)	100 kg	7803-52-3
	88.	Sulfotep	100 kg	3689-24-5
	89.	Sulphur dichloride	1 t	10545-99-0
	90.	Tellurium hexafluoride	100 kg	7783-80-4
Jr.	91.	TEPP	100 kg	107-49-3
75.0	92.	2, 3, 7, 8-Tetrachlorodibenzo-p-dioxin (TCDD)	1 kg	1746-01-6
	93.	Tetramethylenedisulphotetramine	1 kg	80-12-6
	94.	Thionazin	100 kg	297-97-2
	95.	Tripate (2, 4-Dimethyl-1, 3-dithiolane-2-carboxaldehyde O-methylcarbamoyloxime)	100 kg	26419-73-8
	96.	Trichloromethanesulphenyl chloride	100 kg	594-42-3
	97.	1-Tri (cyclohexyl) stannyl-1H-1, 2, 4-triazole	100 kg	41083-11-8
	98.	Triethylenemelamine	10 kg	51-18-3
	99.	Warfarin	100 kg	81-81-2
4	GROUP	2—TOXIC SUBSTANCES		
	100.	Acetone cyanohydrin (2-Cyanopropane-2-(I)	200 t	76-86-5
	101.	Acrolein (2-Propenal)	20 t	107-02-8
	102.	Acrylonitrile	20 t	107-13-1
	103.	Allyl alcohol (Propen-I-01)	200 t	107-18-6
	104.	Allylamine	200 t	107-11-9
	105.	Ammonia	50 t	7664-41-7
	106.	Bromine	40 t	7726-95-6
	107.	Carbon disulphide	20 t	75-15-0
	108.	Chlorine	10 t	7782-50-5
	109.	Diphenyl methane di-isocyanate (MDI)	20 t	101-68-8
	110.	Ethylene dibromide (1, 2-Dibromoethane)	5 t	106-93-4
	111.	Ethyleneimine	50 t	151-56-4
	112.	Formaldehyde (concentration > 90%)	5 t	50-00-0
	113.	Hydrogen chloride (liquefied gas)	25 t	7647-01-0
	114.	Hydrogen cyanide	5 t	74-90-8
	115.	Hydrogen fluoride	5 t	7664-39-3
	116.	Hydrogen sulphide	5 t	7783-06-4

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117.	Methyl bromide (Bromomethane)	20 t	74-83-9
118.	Nitrogen oxides	50 t	11104-93-1
119.	Propyleneimine	50 t	75-55-8
120.	Sulphur dioxide	20 t	7446-09-5
121.	Sulphur trioxide	15 t	7446-11-9
122.	Tetraethyl lead	5 t	78-00-275-74-1
123.	Tetramethyl lead	5 t	584-84-9
124.	Toluene di-isocyanate (TDI)	10 t	75-01-4
GROUP	3—HIGHLY REACTIVE SUBSTANCES		
125.	Acetylene (ethyne)	5 t	74-86-2
126.	a. Ammonium nitrate (1)	350 t	6484-52-2
	b. Ammonium nitrate in the form of fertiliser (2)	1250 t	
127.	2, 2-Bis (tert-butylperoxy) butane (concentration ≥70%)	5 t	2167-23-9
128.	1, 1-Bis (tert-butylperoxy) cyclohexane (concentration in ≥80%)	5 t	3006-86-8
129.	tert-Butyl peroxyacatque (concentration ≥70%)	5 t	107-71-1
130.	tert-Butyl peroxyisobutyrate (concentration in ≥80%)	5 t	109-13-7
131.	tert-Butyl peroxyisopropyl carbonate (concentration in ≥80%)	5 t	2372-21-6
132.	tert-Butyl peroxymaleate (concentration ≥80%)	5 t	1931-62-0
133.	tert-Butyl peroxypivalate (concentration ≥77%)	50 t	927-07-1
134.	Dibenzyl peroxydicarbonate (concentration in ≥90%)	5 t	2144-45-8
135.	Di-sec-butyl peroxydicarbonate (concentration in ≥80%)	5 t	19910-65-7
136.	Diethyl peroxydicarbonate (concentration ≥30%)	50 t	14666-78-5
137.	2, 2-Dihydroperoxpropane (concentration in ≥30%)	5 t	2614-76-8
138.	Di-isobutyryl peroxide (concentration ≥50%)	50 t	3437-84-1
139.	Di-n-propyl peroxydicarbonate (concentration in ≥80%)	5 t	16066-38-9
140.	Ethylene oxide	5 t	75-21-8
141.	Ethyl nitrate	50 t	625-58-1
142.	3, 3, 6, 6, 9, 9-Hexamethyl-1, 2, 4, 5- tetraoxacyclononane (concentration ≥75%)	50 t	22397-33-7
143.	Hydrogen	2 t	1333-74-0

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144.	Liquid oxygen	200 t	7782-44-7
145.	Methyl ethyl ketone peroxide (concentration ≥ 60%)	5 t	1338-23-4
146.	Methyl isobutyl ketone peroxide (concentration \geq 60%)	50 t	37206-20-5
147.	Peracetic acid (concentration ≥ 60%)	50 t	79-21-0
148.	Propylene oxide	5 t	75-56-9
149.	Sodium chlorate	25 t	7775-09-9
GROUP	4—EXPLOSIVE SUBSTANCES		
150.	Barium azide	50 t	18810-58-7
151.	Bis (2, 4, 6-trinitrophenyl) amine	50 t	131-73-7
152.	Chlorotrinitrobenzene	50 t	28260-61-9
153.	Cellulose nitrate (containing 12.6% Nitrogen)	50 t	9004-70-0
154.	Cyclotetramethylenetetranitramine	50 t	2691-41-0
155.	Cyclotrimethylenetrinitramine	50 t	121-82-4
156.	Diazodinitrophenol	10 t	7008-81-3
157.	Diethylene glycol dinitrate	10 t	693-21-0
158.	Dinitrophenol, salts	50 t	
159.	Ethylene glycol dinitrate	10 t	628-96-6
160.	1-Guanyl-4-nitrosaminoguanyl-1-setrazene	10 t	109-27-3
161.	2, 2', 4, 4', 6, 6'-Hexanitrostibene	50 t	20062-22-0
162.	Hydrazine nitrate	50 t	13464-97-6
163.	Lead azide	50 t	13424-46-9
164.	Lead styphnate (Lead 2, 4, 6-trinitroresorcinoxide)	50 t	15245-44-0
165.	Mercury fulminate	10 t	20820-45-5628-86-4
166.	N-Methyl-N, 2, 4, 6-tetranitroaniline	50 t	479-45-8
167.	Nitroglycerine	10 t	55-63-0
168.	Pentaerythritol tetranitrate	50 t	78-11-5
169.	Picric acid (2, 4, 6-Trinitrophenol)	50 t	88-89-1
170.	Sodium picramate	50 t	831-52-7
171.	Styphnic acid (2, 4, 6-Trinitroresorcinol)	50 t	82-71-3
172.	1, 3, 5-Triamino-2, 4, 6-trinitrobenzene	50 t	3058-38-6
173.	Trinitroaniline	50 t	26952-42-1
174.	2, 4, 6-Trinitroarisole	50 t	606-35-9
175.	Trinitrobenzene	50 t	25377-32-6
176.	Trinitrobenzoic acid	50 t	35860-50-5129-66-8
177.	Trinitrocresol	50 t	28905-71-7

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178.	2, 4, 6-Trinitrophenitole	50 t	24732-14-3
179.	2, 4, 6-Trinitrotoluene	50 t	118-06-7
	PART II		
	Classes of hazardous substances not specifically na	med in Part I	
	GROUP 5—FLAMMABLE SUBSTANCES		
1.	Flammable gases:		
	Substances which in the gaseous state at normal pressure and mixed with air become flammable and the boiling point of which at normal pressure is 20°C or below;	15 t	_
2.	Highly flammable liquids:		
	Substances which have a flash point lower than 23°C and the boiling point of which at normal pressure is above 20°C;	1000 t	-
3.	Flammable liquids:		
	Substances which have a flash point lower than 65°C and which remain liquid under pressure, where particular processing conditions, such as high pressure and high temperature, may create major accident hazards.	25 t	_

(2)

Ministry of Environment and Forests (Deptt. of Environment, Forests and Wildlife), S.O. 282(E), dated March 19, 1993, published in the Gazette of India, Extra., Part II, Section 3(ii), dated 29th April, 1993, p. 3, Sl. No. 256 [F. No. 18(10)/91-PL/HSMD]

In exercise of the powers conferred by sub-section (1) of Section 13 and clause (a) of Section 18 of the Public Liability Insurance Act, 1991 (6 of 1991) the Central Government hereby authorises the officers and authorities listed in Column (2) of the Table below for the purposes of the said sections with the jurisdiction mentioned against each of them in Column (3) of the Table:—

TABLE

Sl. No.	Person, Authority or Officer	Jurisdiction
1	2	3
1.	Any Director, Joint Secretary, Adviser or Additional Secretary to the Government of India in the Department of Environment, Forests and Wildlife.	Whole of India
2.	The Chairman or Member-Secretary of the Central Pollution Control Board constituted under Section 3 of the Water (Prevention & Control of Pollution) Act, 1974 (6 of 1974).	Whole of India
3.	The Government of the State (Represented by the Secretary to the State Government incharge of Environment).	Whole of State
4.	The Chairman or Member-Secretary of the State Pollution Control Board constituted under Section 4 of the Water (Prevention & Control of Pollution) Act, 1974 (6 of 1974) or a State Board for the Prevention & Control of Air Pollution	Whole of State

S1.	Person, Authority or Officer	Jurisdiction
No.		<u> </u>
1	2	3
	constituted under Section 5 of the Air (Prevention & Control of Pollution) Act, 1981 (14 of 1981).	
5.	The Chairman or the Member-Secretary of the Pollution Control Committees of the Union territories who have been delegated powers under clause (4) of Section 4 of the Water (Prevention & Control of Pollution) Act, 1974, and Section 6 of the Air (Prevention & Control of Pollution) Act, 1981 by Central Pollution Control Board.	Whole of the Union territories or area as laid down by the Central Board.
6.	District Collector.	Whole of Revenue District
7.	Regional Officers of the Central Pollution Control Board who have been delegated powers under Sections 20, 21 and 23 of the Water (Prevention & Control of Pollution) Act, 1974 (6 of 1974) and Section 24 of the Air (Prevention & Control of Pollution) Act, 1981 (14 of 1981).	Area as laid down by the Central Board
8.	Regional Officers of the State Pollution Control Board who have been delegated powers under Sections 20, 21 and 23 of the Water (Prevention & Control of Pollution) Act, 1971.	Area as laid down by the State Board
9.	Regional Officers of the State Pollution Control Board who have been delegated powers under Section 24 of the Air (Prevention & Control of Pollution) Act, 1981, (14 of 1981).	Area as laid down by the State Board
10.	Any Regional/Zonal Officers or a Director Incharge of a Regional/Zonal Office of the Ministry of Environment & Forests.	Zonal/Regional Area as laid down by the Ministry of Environment & Forests.
11.	Joint Director (Legal) in the Department of Environment, Forests and Wildlife, Ministry of Environment & Forests, Government of India.	Whole of India

Ministry of Environment and Forests (Deptt. of Environment, Forests and Wildlife), S.O. 780(E), dated November 15, 1991, published in the Gazette of India, Extra., Part II, Section 3(ii), dated 15th November, 1991, p. 2 [F. No. 18(3)/91-PL]

In exercise of the powers conferred by Section 19 of the Public Liability Insurance Act, 1991 (6 of 1991), the Central Government hereby delegates the powers and functions vested in it under Sections 9, 10 and 11 to the State Governments to exercise the same within their respective jurisdiction and to the Central Pollution Control Board for the whole of India, subject to the condition that the Central Government may revoke such delegation of powers in respect of all or any one or more of the State Governments or the Central Pollution Control Board, or may itself invoke the provisions of the above sections of the Act, if in the opinion of the Central Government such a course of action is necessary in public interest.

(4)

Ministry of Environment and Forests (Deptt. of Environment, Forests and Wildlife), S.O. 779(E), dated November 15, 1991, published in the Gazette of India, Extra., Part II, Section 3(ii), dated 15th November, 1991, p. 2 [F. No. 18(3)/91-PL]

In exercise of the powers conferred by Section 19 of the Public Liability Insurance Act, 1991 (6 of 1991), the Central Government hereby delegates the powers vested in it under Section 12 of the said Act to the respective State Governments, to exercise the same within their respective jurisdiction subject to the condition that the Central Government may invoke such delegation of powers in respect of all or any one or more of the State Governments or may itself invoke the provisions of the above section of the Act, if in the opinion of the Central Government such a course of action is necessary in public interest.