The Monopolies And Restrictive Trade Practices Act, 1969

1. Preamble

§ 1. Preamble

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

PREAMBLE

[ACT NO. 54 OF 1969]

An Act to provide that the operation of the economic system does not result in the concentration of economic power to the common detriment, for the control of monopolies, for the prohibition of monopolistic and restrictive trade practices and for matters connected therewith or incidental thereto.

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

2. Short title, extent and commencement.

§ 2. Short title, extent and commencement.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

- 1.SHORT TITLE, EXTENT AND COMMENCEMENT.
- (1) This Act may be called the Monopolies and Restrictive Trade Practices Act, 1969.
- (2) It extends to the whole of India except the State of Jammu and Kashmir.
- (3) It shall come into force on such date as the Central Government may, by notification, appoint 1a.

3. Definitions.

§ 3. Definitions.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

2.DEFINITIONS.

In this Act, unless the context otherwise requires, -

- (a) "agreement" includes any arrangement or understanding, whether or not it isintended that such agreement shall be enforceable (apart from any provision of this Act) by legal proceedings;
- (b) "Commission" means the Monopolies and Restrictive Trade Practices Commissionestablished under section 5;
- (c) "Director General" means the Director General of Investigation and Registration appointed under section 8, and includes any Additional, Joint, Deputy or Assistant Director General of Investigation and Registration appointed under that section;
- (d) "dominant undertaking" means -
- (iii) an undertaking which, by itself or along with inter-connected undertakings produces, supplies, distributes or otherwise controls not less than one-fourth of the total goodsthat are produced, supplied or distributed in India or any substantial part thereof; or
- (iv) an undertaking which provides or otherwise controls not less than one-fourth of anyservices that are rendered in India or any substantial part thereof.

Explanation II: Where any goods are the subject of different forms of production, supply, distribution or control, every reference in this Act to such goods shall be construed as reference to any of those forms of production, supply, distribution or control, whether taken separately or together or in such groups as may be prescribed.

Explanation III: The question as to whether any undertaking, either by itself or alongwith interconnected undertakings, produces, supplies, distributes or controls one-fourth of any goods or provides or controls one-fourth of any services may be determined according to any of the following criteria, namely, value, cost, price, quantity or capacity of the goods or services.

Explanation IV: In determining, with reference to the features specified in sub-clause(iii) sub clause (iv), as the case may be, the question as to whether an undertaking is oris not a dominant undertaking, regard shall be had to -

(i) the average annual production of the goods, or the average annual value of theservices provided, by the undertaking during the relevant period; and

(ii) the figures published by such authority as the Central Government may, bynotification, specify, with regard to the total production of such goods made, or thetotal value of such services provided, in India or any substantial part thereof during therelevant period.

Explanation V: In determining the question as to whether an undertaking is or is not adominant undertaking in relation to any goods supplied, distributed or controlled inIndia, regard shall be had to the average annual quantity of such goods supplied, distributed or controlled in India by the undertaking during the relevant period.

Explanation VI: For the purposes of this clause, "relevant period" means theperiod of three calendar years immediately preceding that calendar year which immediately precedes the calendar year in which the question arises as to whether an undertaking is oris not a dominant undertaking.

Explanation VII: Where goods produced in India by an undertaking have been exported to acountry outside India, then the goods so exported shall not be taken into account incomputing for the purposes of this clause -

- (i) the total goods that are produced in India by that undertaking; or
- (ii) the total goods that are produced, supplied or distributed in India or any substantial part thereof;
- (da) "financial institution" means, -
- (i) a public financial institution specified in or under section 4A of the Companies Act,1956 (1 of 1956);
- (ii) a State Financial, Industrial or Investment Corporation;
- (iii) the State Bank of India or a subsidiary bank as defined in the State Bank of India(Subsidiary Banks) Act, 1959 (38 of 1959);
- (iv) a nationalised bank, that is to say, a corresponding new bank as defined in clause(d) of section 2 of -
- (i) the Banking Companies (Acquisition and Transfer of Undertakings) Act, 1970 (5 of 1970); or
- (ii) the Banking Companies (Acquisition and Transfer of Undertakings) Act, 1980 (40 of 1980);
- (v) the General Insurance Corporation of India established in pursuance of the provisions of section 9 of the General Insurance Business (Nationalisation) Act, 1972 (57 of 1972);
- (vi) the Industrial Reconstruction Corporation of India; or
- (vii) any other institution which the Central Government may, by notification, specify inthis

behalf;

- (e) "goods" means goods as defined in the Sale of Goods Act, 1930 (3 of 1930), and includes, -
- (i) products manufactured, processed or mined in India;
- (ii) shares and stocks including issue of shares before allotment;
- (iii) in relation to goods supplied, distributed or controlled in India, goods imported into India;
- (ee) Omitted by the MRTP (Amdt.) Act, 1991, w.e.f. 27-9-1991;
- (ef) "group" means a group of -
- (i) two or more individuals, association of individuals, firms, trusts, trustees or bodiescorporate (excluding financial institutions), or any combination thereof, which exercises, or is established to be in a position to exercise, control, directly orindirectly, over any body corporate, firm or trust; or
- (ii) associated persons.

Explanation: For the purposes of this clause -

- (I) a group of persons who are able, directly or indirectly, to control the policy of abody corporate, firm or trust, without having a controlling interest in that body corporate, firm or trust, shall also be deemed to be in a position to exercise controlover it;
- (II) "associated persons" -
- (a) in relation to a director of a body corporate, means -
- (i) a relative of such director, and includes a firm in which such director or hisrelative is a partner;
- (ii) any trust of which any such director or his relative is a trustee;
- (iii) any company of which such director, whether independently or together with hisrelatives, constitutes one-fourth of its board of directors;
- (iv) any other body corporate, at any general meeting of which not less than one-fourth ofthe total number of directors of such other body corporate are appointed or controlled bythe director of the first mentioned body corporate or his relative, whether acting singlyor jointly;
- (b) in relation to the partner of a firm, means a relative of such partner and includes any other partner of such firm; and
- (c) in relation to the trustee of a trust, means any other trustee of such trust;

- (III) where any person is an associated person in relation to another, the latter shallalso be deemed to be an associated person in relation to the former;
- (f) "India" means, for the purposes of this Act, the territories to which this Act extends;
- (ff) & (fff)
- (g) "inter-connected undertakings" means two or more undertakings which are inter-connected with each other in any of the following manner, namely:-
- (i) if one owns or controls the other.
- (ii) where the undertakings are owned by firms, if such firms have one or more commonpartners.
- (iii) where the undertakings are owned by bodies corporate, -
- (a) if one body corporate manages the other body corporate, or
- (b) if one body corporate is a subsidiary of the other body corporate, or
- (c) if the bodies corporate are under the same management, or
- (d) if one body corporate exercises control over the other body corporate in any othermanner;
- (iv) where one undertaking is owned by a body corporate and the other is owned by a firm,if one or more partners of the firm, -
- (a) hold, directly or indirectly, not less than fifty per cent of the shares, whetherpreference or equity, of the body corporate, or
- (b) exercise control, directly or indirectly, whether as director or otherwise, over thebody corporate,
- (v) if one is owned by a body corporate and the other is owned by a firm having bodiescorporate as its partners, if such bodies corporate are under the same management,
- (vi) if the undertakings are owned or controlled by the same person or by the same group,
- (vii) if one is connected with the other either directly or through any number ofundertakings which are inter-connected undertakings within the meaning of one or more ofthe foregoing subclauses.
- Explanation 1: For the purposes of this Act, two bodies corporate, shall be deemed to beunder the same management, -
- (i) if one such body corporate exercises control over the other or both are under the control of the

same group or any of the constituents of the same group; or

- (ii) if the managing director or manager of one such body corporate is the managing director or manager of the other; or
- (iii) if one such body corporate holds not less than one-fourth of the equity shares in the other or controls the composition of not less than one-fourth of the total membership of the board of directors of the other; or
- (iv) if one or more directors of one such body corporate constitute, or at any time within aperiod of six months immediately preceding the day when the question arises as towhether such bodies corporate are under the same management, constituted (whetherindependently or together with relatives of such directors or the employees of the firstmentioned body corporate) one-fourth of the director of the other; or
- (v) if the same individual or individuals belonging to a group, while holding (whether bythemselves or together with their relatives) not less than one-fourth of the equity sharesin one such body corporate also hold (whether by themselves or together with their relatives) not less than one-fourth of the equity shares in the other; or
- (vi) if the same body corporate or bodies corporate belonging to a group, holding, whetherindependently or along with its or their subsidiary or subsidiaries, not less than one-fourth of the equity shares in one body corporate, also hold not less than one-fourthof the equity shares in the other; or
- (vii) if not less than one-fourth of the total voting power in relation to each ofthe two bodies corporate is exercised or controlled by the same individual (whetherindependently or together with his relatives) or the same body corporate (whetherindependently or together with its subsidiaries); or
- (viii) if not less than one-fourth of the total voting power in relation to each ofthe two bodies corporate is exercised or controlled by the same individuals belonging to agroup or by the same bodies corporate belonging to a group, or jointly by such individualsr individuals and one or more of such bodies corporate; or
- (ix) if the directors of the one such body corporate are accustomed to act in accordance with the directions or instructions of one or more of the directors of the other, or if the directors of both the bodies corporate are accustomed to act in accordance with the directions or instructions of an individual, whether belonging to a group or not.
- Explanation II: If a group exercises control over a body corporate, that body corporate other body corporate, which is a constituent of or controlled by, the groupshall be deemed to be under the same management.
- Explanation III: If two or more bodies corporate under the same management hold, in theaggregate, not less than one-fourth equity share capital in any other body corporate, suchother

body corporate shall be deemed to be under the same management as the firstmentioned bodies corporate.

Explanation IV: In determining whether or not two or more bodies corporate are under the same management, the shares held by financial institutions in such bodies corporate shallnot be taken into account.

Illustration

Undertaking B is inter-connected with undertaking A and

Undertaking C is inter-connected with undertaking B.

Undertaking C is inter-connected with undertaking A; if

Undertaking D is inter-connected with undertaking C,

Undertaking D will be inter-connected with undertaking B and

Consequently with undertaking A; and so on.

- (h) "member" means a member of the Commission:
- (i) "monopolistic trade practice" means a trade practice which has, or is likelyto have, effect of, -
- (i) maintaining the prices of goods or charges for the services at an unreasonablelevel by limiting, reducing or otherwise controlling the production, supply ordistribution of goods or the supply of any services or in any other manner.
- (ii) unreasonably preventing or lessening competition in the production, supply ordistribution of any goods or in the supply of any services,
- (iii) limiting technical development or capital investment to the common detriment orallowing the quality of any goods produced, supplied or distributed, or any services rendered, in India to deteriorate;
- (iv) increasing unreasonably, -
- (a) the cost of production of any goods; or
- (b) charges for the provision, or maintenance, of any services;
- (v) increasing unreasonably, -
- (a) the prices at which goods are, or may be, sold or re-sold, or the charges at which theservices are, or may be, provided; or
- (b) the profits which are, or may be, derived by the production, supply or distribution(including the sale or purchase) of any goods or by the provision of any services;
- (vi) preventing or lessening competition in the production, supply or distribution of anygoods or in the provision or maintenance of any services by the adoption of unfair methodsor unfair or

deceptive practices;

- (j) "notification" means a notification published in the Official Gazette;
- (ja) "owner", in relation to an undertaking, means an individual, Hinduundivided family, body corporate or other association of individuals, whetherincorporated or not, or trust (whether public or private or whether religious orcharitable) who or which owns or controls, the whole or substantially the whole of suchundertaking, and includes any associated person who is a constituent of a group and whohas the ultimate control over the affairs of such undertaking;
- (k) "prescribed" means prescribed by rules made under this Act;
- (l) "price", in relation to the sale of any goods or to the performance of anyservices, includes every valuable consideration, whether direct or indirect, and includes any consideration which in effect relates to the sale of any goods or to the performance of any services although ostensibly relating to any other matter or thing;
- (ll) "produce" includes manufacture and all its grammatical variations and cognate expressions shall be construed accordingly;
- (m) "register" means the register kept by the Director General under section 36;
- (n) "registered consumers" association" means a voluntary association of personsregistered under the Companies Act, 1956 (1 of 1956), or any other law for the time beingin force which is formed for the purpose of protecting the interests of consumers generally and is recognised by the Central Government as such association on an application made in this behalf in such form and such manner as may be prescribed;
- (o) "restrictive trade practice" means a trade practice which has, or may have,the effect of preventing, distorting or restricting competition in any manner and inparticular, -
- (i) which tends to obstruct the flow of capital or resources into the stream ofproduction, or
- (ii) which tends to bring about manipulation of prices, or conditions of delivery or toaffect the flow of supplies in the market relating to goods or services in such manner asto impose on the consumers unjustified costs or restrictions;
- (p) "retailer", in relation to the sale of any goods, includes every person, other than a wholesaler, who sells the goods to any other person; and in respect of thesale of goods by a wholesaler, to any person for any purpose other than re-sale, includes that wholesaler;
- (r) "service" means service which is made available to potential users and includes the provision of facilities in connection with banking, financing, insurance, chit fund, real estate, transport, processing, supply of electrical or otherenergy, boarding or lodging or both, entertainment, amusement or the purveying of news orother information, but does not include the rendering of any service free of charge orunder a contract of personal service.

Explanation: For the removal of doubts, it is hereby declared that any dealings in realestate shall be included and shall be deemed always to have been included within the definition of "service";

- (s) "trade" means any trade, business, industry, profession or occupation relating to the production, supply, distribution or control of goods and includes the provision of any services;
- (t) "trade association" means a body of persons (whether incorporated or not)which is formed for the purpose of furthering the trade interests of its members or ofpersons represented by its members;
- (u) "trade practice" means any practice relating to the carrying on of anytrade, and includes -
- (i) anything done by any person which controls or affects the price charged by, or themethod of trading of, any trader or any class of traders,
- (ii) a single or isolated action of any person in relation to any trade;
- (v) "undertaking" means an enterprise which is, or has been, or is proposed tobe, engaged in the production, storage, supply, distribution, acquisition or control ofarticles or goods, or the provision of services, of any kind, either directly or throughone or more of its units or divisions, whether such unit or division is located at thesame place where the undertaking is located or at a different place or at different places.

Explanation I: In this clause, -

- (a) "article" includes a new article and "service" includes a newservice;
- (b) "unit" of "division", in relation to an undertaking includes, -
- (i) a plant or factory established for the production, storage, supply, distribution, acquisition or control of any article or goods;
- (ii) any branch or office established for the provision of any service.

Explanation II: For the purposes of this clause, a body corporate, which is, or has been, engaged only in the business of acquiring holding, underwriting or dealing with shares, debentures or other securities of any other body corporate shall be deemed to be anundertaking

Explanation III: For the removal of doubts, it is hereby declared that an investment company shall be deemed, for the purposes of this Act, to be an undertaking;

- (x) "wholesaler", in relation to the sale of any goods, means a person who sellsthe goods, either in bulk or in large quantities, to any person for the purposes of re-sale, whether in bulk or in the same or smaller quantities;
- (y) words and expressions used but not defined in this Act and defined in the CompaniesAct,

1956 (1 of 1956), have the meanings respectively assigned to them in that Act.

4. Power of Central Government to decided certain matters.

§ 4. Power of Central Government to decided certain matters. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

2A.POWER OF CENTRAL GOVERNMENT TO DECIDED CERTAIN MATTERS.

If any question arises as to whether, -

- (a) two or more individuals, trustees, associations of individuals, firms or bodiescorporate or any combination thereof, constitute, or fall within, a group, or
- (b) two or more undertakings are inter-connected undertakings within the meaning of this Act, or
- (c) two or more bodies corporate are under the same management, the Central Government orwhere the Board of Company Law Administration, constituted under section 10E of theCompanies Act, 1956 (1 of 1956), is, by notification, authorised so to do by the CentralGovernment, that Board shall decide such question, after giving to the persons concerned areasonable opportunity of being heard.

5. Act not to apply in certain cases.

§ 5. Act not to apply in certain cases.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

3.ACT NOT TO APPLY IN CERTAIN CASES.

Unless the Central Government, by notification otherwise directs, this Act shall not applyto -

- (a) any undertaking owned or controlled by a Government company,
- (b) any undertaking owned or controlled by the Government,
- (c) any undertaking owned or controlled by a corporation (not being a company) established by or under any Central, Provincial or State Act,
- (d) any trade union or other association of workmen or employees formed for their ownreasonable protection as such workmen or employees,

- (e) any undertaking engaged in an industry, the management of which has been taken over byany person or body of persons in pursuance of any authorisation made by the CentralGovernment under any law for the time being in force,
- (f) any undertaking owned by a co-operative society formed and registered under any Central, Provincial or State Act relating to co-operative societies,
- (g) any financial institution.

Explanation: In determining, for the purposes of clause (c), whether or not anyundertaking is owned or controlled by a corporation, the shares held by financialinstitutions shall not be taken into account.

6. Application of other laws not barred.

§ 6. Application of other laws not barred.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

4.APPLICATION OF OTHER LAWS NOT BARRED.

- (1) Save as otherwise provided in sub-section (2) or elsewhere in this Act, the provisions of this Act shall be in addition to, and not in derogation of, any other law for the timebeing in force.
- (2) Notwithstanding anything contained in section 3 or elsewhere in this Act, so much ofthe provisions of this Act, as relate to matters in respect of which specific provisions exist in the -
- (i) Reserve Bank of India Act, 1934 (2 of 1934), or the Banking Regulation Act, 1949 (10of 1949), or
- (ii) State Bank of India Act, 1955 (23 of 1955), or the State Bank of India (SubsidiaryBanks) Act, 1959 (38 of 1959), or
- (iii) Insurance Act, 1938 (4 of 1938),

shall not apply to a banking company, the State Bank of India or a subsidiary bank, asdefined in the State Bank of India (Subsidiary Banks) Act, 1959 (38 of 1959), or aninsurer, as the case may be.

7. Establishment and Constitution of the commission.

§ 7. Establishment and Constitution of the commission.
The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

5.ESTABLISHMENT AND CONSTITUTION OF THE COMMISSION.

- (1) For the purposes of this Act, the Central Government shall establish, by notification,a Commission to be known as the Monopolies and Restrictive Trade Practices Commissionwhich shall consist of a Chairman and not less than two and not more than eight othermembers, to be appointed by the Central Government.
- (2) The Chairman of the Commission shall be a person who is, or has been or is qualified be, a Judge of the Supreme Court or of a High Court and the members thereof shall be persons of ability, integrity and standing who have adequate knowledge or experience of, or have shown capacity in dealing with, problems, relating to economics, law, commerce, accountancy, industry, public affairs or administration.
- (3) Before appointing any person as a member of the Commission, the Central Governmentshall satisfy itself that the person does not, and will not, have, any suchfinancial or other interest as is likely to affect prejudicially his functions as suchmember.

8. Terms of Office, Conditions of Service, etc., of members.

§ 8. Terms of Office, Conditions of Service, etc., of members. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

6.TERMS OF OFFICE, CONDITIONS OF SERVICE, ETC., OF MEMBERS.

(1) Every member shall hold office for such period, not exceeding five years, as may be specified by the Central Government in the notification made under sub-section (1) of section 5, but shall be eligible for reappointment:

Provided that no member shall hold office as such for a total period exceeding ten years, or after he has attained the age of sixty-five years, whichever is earlier.

- (2) Notwithstanding anything contained in sub-section (1), a member may -
- (a) by writing under his hand and addressed to the Central Government resign his office atany time;
- (b) be removed from his office in accordance with the provisions of section 7.
- (3) A casual vacancy caused by the resignation or removal of the Chairman or any othermember

of the Commission under sub-section (2) or otherwise shall be filled by freshappointment.

- (3A) Where any such casual vacancy occurs in the office of the Chairman of the Commission, the senior most member of the Commission, holding office for the time being, shalldischarge the functions of the Chairman until a person appointed to fill such vacancyassumes the office of the Chairman of the Commission.
- (3B) When the Chairman of the Commission is unable to discharge the functions owing toabsence, illness or any other cause, the senior most member of the Commission, ifauthorised so to do by the Chairman in writing, shall discharge the functions of the Chairman until the day on which the Chairman resumes the charge of his functions.
- (4) No act or proceeding of the Commission shall be invalid by reason only of the existence of any vacancy among its members or any defect in the constitution thereof.
- (5) The chairman of the Commission and other members shall receive such remuneration andother allowances and shall be governed by such conditions of service as may be prescribed:

Provided that the remuneration of the Chairman or any other member shall not be varied tohis disadvantage after his appointment.

- (6) In the case of a difference of opinion among the members of the Commission, the opinion of the majority shall prevail and the opinion or orders of the Commission shall be expressed in terms of the views of the majority.
- (7) The Chairman of the Commission and every other member shall, before entering upon hisoffice, make and subscribe to an oath of office and of secrecy in such form, in suchmanner and before such authority as may be prescribed.
- (8) The Chairman or any member ceasing to hold office as such shall not hold anyappointment in, or be connected with the management or administration of, any industry orundertaking to which this Act applies for a period of five years from the date on which heceases to hold such office.

9. Removal of members from office in certain circumstances.

§ 9. Removal of members from office in certain circumstances.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

7.REMOVAL OF MEMBERS FROM OFFICE IN CERTAIN CIRCUMSTANCES.

(1) The Central Government may remove from office any member, who -

- (a) has been adjudged an insolvent, or
- (b) has been convicted of an offence which, in the opinion of the Central Government, involves moral turpitude, or
- (c) has become physically or mentally incapable of acting as such member, or
- (d) has acquired such financial or other interest as is likely to affect prejudicially hisfunctions as a member, or
- (e) has so abused his position as to render his continuance in office prejudicial to thepublic interest.
- (2) Notwithstanding anything contained in sub-section (1), no member shall be removed fromhis office on the ground specified in clause (d) or clause (e) of that sub-section unless the Supreme Court, on a reference being made to it in this behalf by the CentralGovernment, has on an inquiry held by it in accordance with such procedure as it mayspecify in this behalf, reported that the member ought, on such grounds, to be removed.

10. Appointment of Director General, Etc., and Staff of the commission.

§ 10. Appointment of Director General, Etc., and Staff of the commission. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

8.APPOINTMENT OF DIRECTOR GENERAL, ETC., AND STAFF OF THE COMMISSION.

- (1) The Central Government may, by notification, appoint a Director General of Investigation and Registration, and as many Additional, Joint, Deputy or Assistant Directors General of Investigation and Registration, as it may think fit, for making investigation for the purposes of this Act and for maintaining a Register of agreements subject to registration under this Act and for performing such other functions as are, ormay be, provided by, or under, this Act.
- (2) The Director General may, by written order, authorise one of the Additional, Joint, Deputy or Assistant Directors General to function as the Registrar of agreements subject to registration under this Act.
- (3) Every person authorised to function as the Registrar of agreements and everyAdditional, Joint, Deputy or Assistant Director General shall exercise his powers, and discharge his functions, subject to the general control, supervision and direction of the Director General.
- (4) The Central Government may provide the staff of the Commission and may, in addition, make

provisions for the conditions of service of the Director General, Additional, Joint, Deputy or Assistant Director General and of the members of the staff of the Commission.

(5) The conditions of service of the Director General or any Additional, Joint, Deputy or Assistant Director General or of any member of the staff of the Commission shall not bevaried to his disadvantage after his appointment.

11. Salaries, Etc., to be defrayed out of the consolidated fund to India.

§ 11. Salaries, Etc., to be defrayed out of the consolidated fund to India. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

9.SALARIES, ETC., TO BE DEFRAYED OUT OF THE CONSOLIDATED FUND OF INDIA.

The salaries and allowances payable to the members and the administrative expenses, including salaries, allowances and pensions, payable to or in respect of officers and other employees of the Commission, shall be defrayed out of the Consolidated Fund of India.

12. Inquiry Into Monopolistic or Restrictive trade practices by commission.

§ 12. Inquiry Into Monopolistic or Restrictive trade practices by commission. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

10.INQUIRY INTO MONOPOLISTIC OR RESTRICTIVE TRADE PRACTICES BY COMMISSION

The Commission may inquiry into -

- (a) any restrictive trade practice -
- (i) upon receiving a complaint of facts which constitute such practice from any tradeassociation or from any consumer or a registered consumers" association, whether such consumer is a member of that consumers" association or not, or
- (ii) upon a reference made to it by the Central Government or a State Government, or

- (iii) upon an application made to it by the Director General, or
- (iv) upon its own knowledge or information;
- (b) any monopolistic trade practice, upon a reference made to it by the Central Governmentor upon an application made to it by the Director General or upon its own knowledge orinformation.

13. Investigation by Director General before issue of process in certain.

§ 13. Investigation by Director General before issue of process in certain. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

11.INVESTIGATION BY DIRECTOR GENERAL BEFORE ISSUE OF PROCESS IN CERTAIN CASES.

- (1) The Commission may, before issuing any process requiring the attendance of the personagainst whom an inquiry (other than an inquiry upon an application by the DirectorGeneral) may be made under section 10, by an order, require the Director General to make, or cause to be made, a preliminary investigation in such manner as it may direct and submit a report to the Commission to enable it to satisfy itself as to whether or not thematter requires to be inquired into.
- (2) The Director General may, upon his own knowledge or information or on a complaint made to him, make, or cause to be made, a preliminary investigation in such manner as he maythink fit to enable him to satisfy himself as to whether or not an application should be made by him to the Commission under section 10.
- (3) For the purpose of conducting the preliminary investigation under sub-section (1), or sub-section (2), as the case may be, the Director General or any other person making thein vestigation shall have the same powers as may be exercised by an Inspector undersub-section (2) of section 44.
- (4) Any order or requisition made by a person making an investigation under sub-section(1), or sub-section (2), shall be enforced in the same manner as if it were an order orrequisition made by an Inspector appointed under section 240 or section 240A of theCompanies Act, 1956 (1 of 1956), and any contravention of such order or requisition shallbe punishable in the same manner as if it were an order or requisition made by anInspector appointed under the said section 240 or section 240A. 62.

14. Power of the Commission.

§ 14. Power of the Commission.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

12.POWERS OF THE COMMISSION.

- (1) The Commission shall, for the purposes of any inquiry under this Act, have the samepowers as are vested in a civil court under the Code of Civil Procedure, 1908 (5 of 1908), while trying a suit, in respect of the following matters, namely:-
- (a) the summoning and enforcing the attendance of any witness and examining him on oath;
- (b) the discovery and production of any document or other material object producible asevidence;
- (c) the reception of evidence on affidavits;
- (d) the requisitioning of any public record from any court or office;
- (e) the issuing of any commission for the examination of witnesses;
- (f) the appearance of parties and consequence of non-appearance.
- (2) Any proceeding before the Commission shall be deemed to be a judicial proceeding within the meaning of sections 193 and 228 of the Indian Penal Code, 1860 (45 of 1890), and the Commission shall be deemed to be a civil court for the purposes of section 195 and Chapter XXVI of the Code of Criminal Procedure, 1973 (2 of 1974).
- (3) The Commission shall have power to require any person -
- (a) to produce before, and allow to be examined and kept by, an officer of the Commissionspecified in this behalf, such books, accounts or other documents in the custody or underthe control of the person so required as may be specified or described in the requisition, being documents relating to any trade practice, the examination of which may be requiredfor the purposes of this Act; and
- (b) to furnish to an officer so specified such information as respects the trade practiceas may be required for the purposes of this Act or such other information as may be in hispossession in relation to the trade carried on by any other person.
- (4) For the purpose of enforcing the attendance of witnesses the local limits of the Commission's jurisdiction shall be the limits of the territory of India.
- (5) Where, during any inquiry under this Act, the Commission has any grounds to believe that

any books or papers of, or relating to any undertaking in relation to which suchinquiry is being made or which the owner of such undertaking may be required to produce insuch inquiry, are being, or may be, destroyed, mutilated, altered, falsified or secreted, it may, by a written order, authorise any officer of the Commission to exercise the samepowers of entry, search and seizure in relation to the undertaking, or the books orpapers, aforesaid as may be exercised by the Director General while holding a preliminary investigation under section 11. 67.

15. Power of the commission to grant temporary injunctions.

§ 15. Power of the commission to grant temporary injunctions.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

12A.POWER OF THE COMMISSION TO GRANT TEMPORARY INJUNCTIONS.

- (1) Where, during an inquiry before the Commission, it is proved, whether by the complainant, Director General, any trader or class of traders or any other person, byaffidavit or otherwise, that any undertaking or any person is carrying on, or is about tocarry on, any monopolistic or any restrictive, or unfair, trade practice and suchmonopolistic or restrictive, or unfair, trade practice is likely to affect prejudiciallythe public interest or the interest of any trader, class of traders or traders generally or of any consumer generally, the Commission may, for the purposes of staying orpreventing the undertaking or, as the case may be, such person from causing suchprejudicial effect, by order, grant a temporary injunction restraining such undertaking orperson from carrying on any monopolistic or restrictive, or unfair, trade practice untilthe conclusion of such inquiry or until further orders.
- (2) The Provisions of rules 2A to 5 (both inclusive) of Order XXXIX of the First Scheduleto the Code of Civil Procedure, 1908 (5 of 1908), shall, as far as may be, apply to atemporary injunction issued by the Commission under this section, as they apply to atemporary injunction issued by a civil court, and any reference in any such rule to a suitshall be construed as a reference to an inquiry before the Commission.

Explanation 1: For the purposes of this section, an inquiry shall be deemed to have commenced upon the receipt by the Commission of any complaint, reference, or, as the casemay be, application or upon its own knowledge or information reduced to writing by the Commission.

Explanation II: For the removal of doubts, it is hereby declared that the power of the Commission with respect to temporary injunction includes power to grant a temporaryinjunction without giving notice to the opposite party. 70.

16. Power of the commission to award compensation.

§ 16. Power of the commission to award compensation. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

12B.POWER OF THE COMMISSION TO AWARD COMPENSATION.

- (1) Where, as a result of the monopolistic or restrictive, or unfair, trade practice, carried on by any undertaking or any person, any loss or damage is caused to the CentralGovernment, or any State Government or any trader or class of traders or any consumer, such Government or, as the case may be, trader or class of traders or consumer may, without prejudice to the right of such Government, trader or class of traders or consumerto institute a suit for the recovery of any compensation for the loss or damage so caused, make an application to the Commission for an order for the recovery from that undertakingor owner thereof or, as the case may be, from such person, of such amount as the Commission may determine as compensation for the loss or damage so caused.
- (2) Where any loss or damage referred to in sub-section (1) is caused to numerous personshaving the same interest, one or more of such persons may, with the permission of the Commission, make an application, under that sub-section, for and on behalf of, or for thebenefit of, the persons so interested, and thereupon the provisions of rule 8 of Order Iof the First Schedule to the Code of Civil Procedure, 1908 (5 of 1908), shall applysubject to the modification that every reference therein to a suit or decree shall beconstrued as a reference to the application before the Commission and the order of the Commission thereon.
- (3) The Commission may, after an inquiry made into the allegations made in the application filed under sub-section (1), make an order directing the owner of the undertaking or other person to make payment, to the applicant, of the amount determined by it as realisable from the undertaking or the owner thereof, or, as the case may be, from the other person, as compensation for the loss or damage caused to the applicant by reason of anymonopolistic or restrictive, or unfair, trade practice carried on by such undertaking or other person.
- (4) Where a decree for the recovery of any amount as compensation for any loss or damagereferred to in sub-section (1) has been passed by any court in favour of any person or persons referred to in sub-section (1), or, as the case may be, sub-section(2), the amount, if any, paid or recovered in pursuance of the order made by the Commission under sub-section (3) shall be set off against the amount payable under suchdecree and the decree shall, notwithstanding anything contained in the Code of CivilProcedure, 1908 (5 of 1908), or any other law for the time being in force, be executable for the balance, if any, left after such set off. 71.

17. Enforcement of the order made by the commission under

section 12A or 1.

§ 17. Enforcement of the order made by the commission under section 12A or 1. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

12C.ENFORCEMENT OF THE ORDER MADE BY THE COMMISSION UNDER SECTION 12A OR 12B.

Every order made by the Commission under section 12A granting a temporary injunction orunder section 12B directing the owner of an undertaking or other person to make payment ofany amount, may be enforced by the Commission in the same manner as if it were a decree ororder made by a court in an suit pending therein and it shall be lawful for the Commission to send, in the event of its inability to execute it, such order to the court within thelocal limits of whose jurisdiction, -

- (a) in the case of an order against a company, the registered office of the company issituated, or
- (b) in the case of an order against any other person, the place where the person concernedvoluntarily resides or carries on business of personally works for gain, issituated, and thereupon the court to which the order is so sent shall execute the order asif it were a decree or order sent to it for execution. 72.

18. Orders of commission may be subject to conditions, etc.

§ 18. Orders of commission may be subject to conditions, etc. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

13.ORDERS OF COMMISSION MAY BE SUBJECT TO CONDITIONS, ETC.

- (1) In making any order under this Act, the Commission may make such provisions notinconsistent with this Act, as it may think necessary or desirable for the properexecution of the order and any person who commits a breach of or fails to comply with anyobligation imposed on him by any such provision shall be deemed to be guilty of an offenceunder this Act.
- (2) Any order made by the Commission may be amended or revoked at any time in the mannerin which it was made.
- (3) An order made by the Commission may be general in its application or may be limited to any particular class of traders or a particular class of trade practice or aparticular trade practice or a particular locality.

19. Power of the commission to cause investigation to find out whether or not orders made by it have been complied with.

§ 19. Power of the commission to cause investigation to find out whether or not orders made by it have been complied with.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

13A.POWER OF THE COMMISSION TO CAUSE INVESTIGATION TO FIND OUT WHETHER OR NOT ORDERS MADE BYIT HAVE BEEN COMPLIED WITH.

- (1) The Commission may, if it has any reasonable cause to believe that any person hasomitted or failed to comply with any order made by it under this Act or any obligationimposed on him by or under any order made by the Commission under this Act, authorise the Director General or any officer of the Commission to make an investigation into the matterand the Director General, or the officer so authorised, may, for the purpose of makingsuch investigation, exercise all or any of the powers conferred on the Director General bysection 11.
- (2) On the conclusion of the investigation, the Director General, or, as the case may be,the officer so authorised, shall submit to the Commission a report of the investigation to enable the Commission to take such action in the matter as it may think fit. 72.

20. Power to punish for contempt

§ 20. Power to punish for contempt The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

13B.POWER TO PUNISH FOR CONTEMPT.

The Commission shall have, and exercise the same jurisdiction, powers and authority inrespect of contempt of itself as a High Court has and may exercise and, for this purpose, the provisions of the Contempt of Courts Act, 1971 (70 of 1971) shall have effect subject to the modifications that

- (a) the reference therein to a High Court shall be construed as including a reference tothe Commission:
- (b) the references to the Advocate-General in section 15 of the said Act shall beconstrued as a reference to such Law Officer as the Central Government may, bynotification 74 in the Official

21. Orders where party concerned does not carry on business in India.

§ 21. Orders where party concerned does not carry on business in India. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

22. Restriction of Application of order in certain cases.

§ 22. Restriction of Application of order in certain cases.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

15.RESTRICTION OF APPLICATION OF ORDERS IN CERTAIN CASES.

No order made under this Act with respect to any monopolistic or restrictive tradepractice shall operate so as to restrict -

- (a) the right of any person to restrain any infringement of a patent granted in India, or
- (b) any person as to the condition which he attached to a licence to do anything, thedoing of which but for the licence would be an infringement of a patent granted inIndia, or
- (c) the right of any person to export goods from India, to the extent to which themonopolistic or restrictive trade practice relates exclusively to the production, supply, distribution or control of goods for such export.

23. Sittings of the Commission.

§ 23. Sittings of the Commission.
The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

16.SITTINGS OF THE COMMISSION.

(1) The Central office of the Commission shall be in Delhi but the Commission may sit atsuch places in India and at such times as may be most convenient for the exercise of itspowers or

functions under this Act.

(2) The powers or functions of the Commission may be exercised or discharged by Benchesformed by the Chairman of the Commission from among the members.

24. Hearing to be in public except in special circumstances.

§ 24. Hearing to be in public except in special circumstances. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

17.HEARING TO BE IN PUBLIC EXCEPT IN SPECIAL CIRCUMSTANCES.

- (1) Subject to the provisions of sub-section (2), the hearing of proceedings before the Commission shall be in public.
- (2) Where the Commission is satisfied that it is desirable to do so by reason of the confidential nature of any offence or matter or for any other reason, the Commission may -
- (a) hear the proceedings or any part thereof in private;
- (b) give directions as to the persons who may be present thereat;
- (c) Prohibit or restrict the publication of evidence given before the Commission (whetherin public or in private) or of matters contained in documents filed before the Commission.

25. Procedure of the commission.

§ 25. Procedure of the commission.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

18.PROCEDURE OF THE COMMISSION.

- (1) Subject to the provisions of this Act, the Commission shall have power to regulate -
- (a) the procedure and conduct of its business;
- (b) the procedure of Benches of the Commission;
- (c) the delegation to one or more members of such powers or functions as the Commissionmay specify and subject to any general or special direction given, or condition imposed, by the

Commission, a member, to whom any powers or functions are so delegated, shallexercise such powers or discharge those functions in the same manner and with the sameeffect as if they had been conferred on such member directly by this Act and not by way ofdelegation and any order or other act or thing made or done by such member in pursuance of the power or function so delegated shall be deemed to be an order or other act or thingmade or done, by the Commission.

(2) In particular, and without prejudice to the generality of the foregoing provisions, the powers of the Commission shall include the power to determine the extent to whichpersons interested or claiming to be interested in the subject-matter of any proceeding before it are allowed to be present or to be heard, either by themselves or by their representatives or to cross-examine witnesses or otherwise to take part in the proceeding.

26. Orders of the commission to be noted in the register.

§ 26. Orders of the commission to be noted in the register. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

19.ORDERS OF THE COMMISSION TO BE NOTED IN THE REGISTER.

The Commission shall cause an authenticated copy of every order made by it in respect of arestrictive trade practice or an unfair trade practice, as the case may be, to beforwarded to the Director General who shall have it recorded in such manner as may be prescribed.

27. Undertakings to which this part applies - Omitted by the MRTP (Amendment).

§ 27. Undertakings to which this part applies - Omitted by the MRTP (Amendment). The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

20.UNDERTAKINGS TO WHICH THIS PART APPLIES. - OMITTED BY THE MRTP (AMENDMENT) ACT, 1991, W.E.F. 27-9-1991.

28. Expansion of undertakings - Omitted by the MRTP (Amendment) Act, 1991.

§ 28. Expansion of undertakings - Omitted by the MRTP (Amendment) Act, 1991. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

21.EXPANSION OF UNDERTAKINGS. - OMITTED BY THE MRTP (AMENDMENT) ACT, 1991, W.E.F. 27-9-1991.

29. Establishment of new undertakings - Omitted by the MRTP (Amendment).

§ 29. Establishment of new undertakings - Omitted by the MRTP (Amendment). The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

22.ESTABLISHMENT OF NEW UNDERTAKINGS. - OMITTED BY THE MRTP (AMENDMENT) ACT, 1991, W.E.F.27-9-1991.

30. Power to exempt - Omitted by the MRTP (Amendment) Act, 1991.

§ 30. Power to exempt - Omitted by the MRTP (Amendment) Act, 1991. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

22A.POWER TO EXEMPT. - OMITTED BY THE MRTP (AMENDMENT) ACT, 1991, W.E.F. 27-9-1991.

31. Merger, Amalgamation and take over - Omitted by the MRTP (Amendment).

§ 31. Merger, Amalgamation and take over - Omitted by the MRTP (Amendment). The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

23.MERGER, AMALGAMATION AND TAKE OVER. - OMITTED BY THE MRTP (AMENDMENT) ACT, 1991, W.E.F.27-9-1991.

32. Merger, Amalgamation and take over in contravention to Section 23.

§ 32. Merger, Amalgamation and take over in contravention to Section 23. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

24.MERGER, AMALGAMATION AND TAKE OVER IN CONTRAVENTION OF SECTION 23. - OMITTED BY THE MRTP(AMENDMENT) ACT, 1991, W.E.F. 27-9-1991.

33. Directors undertakings not to be appointed Directors of other under.

§ 33. Directors undertakings not to be appointed Directors of other under. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

25.DIRECTORS OF UNDERTAKINGS NOT TO BE APPOINTED DIRECTORS OF OTHER UNDERTAKINGS. - OMITTEDBY THE MRTP (AMENDMENT) ACT, 1991, W.E.F. 27-9-1991.

34. Registration of undertakings to which part a applies - Omitted.

§ 34. Registration of undertakings to which part a applies - Omitted. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

26.REGISTRATION OF UNDERTAKINGS TO WHICH PART A APPLIES. - OMITTED BY THE MRTP (AMENDMENT)ACT, 1991, W.E.F. 27-9-1991.

35. Division of undertakings.

§ 35. Division of undertakings.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

27.DIVISION OF UNDERTAKINGS.

- (1) Notwithstanding anything contained in this Act or in any other law for the time beingin force, the Commission may, -
- (i) upon receiving a complaint of facts from any trade association or from any consumer ora registered consumers" association, whether such consumer is a member of that consumers "association or not, or
- (ii) upon a reference made to it by the Central Government or a State Government, or
- (iii) upon its own knowledge or information.

If it is of opinion that the working of an undertaking is prejudicial to the publicinterest, or has led, or is leading, or is likely to lead, to the adoption of anymonopolistic or restrictive trade practices, inquire as to whether it is expedient in thepublic interest to make an order, -

- (a) for the division of any trade of the undertaking by the sale of any part of theundertaking or assets thereof, or
- (b) for the division of any undertaking or inter-connected undertakings into such number of undertakings as the circumstances of the case may justify,

and the Commission may, after such hearing as it thinks fit, report to the CentralGovernment its opinion thereon and shall, where it is of opinion that a division ought tobe made, specify the manner of the division and compensation, if any, payable for suchdivision.

Explanation: For the purposes of this section all activities carried on by way of tradeby an undertakings or two or more inter-connected undertaking may be treated as a singletrade.

- (2) If the Commission so recommends, the Central Government may, notwithstanding anything contained in any other law for the time being in force, by an order in writing, direct the division of any trade of the undertaking or of the undertaking or inter-connected undertakings.
- (3) Notwithstanding anything contained in any other law for the time being in force, theorder referred to in sub-section (2) may provide for all such matters as may be necessaryto give effect to the division of any trade of the undertaking, or of the undertaking orinter-connected undertakings, including, -
- (a) the transfer or vesting of property, rights, liabilities or obligations;
- (b) the adjustment of contracts either by the discharge or reduction of any liability orobligation or otherwise;
- (c) the creation, allotment, surrender or cancellation of any shares, stock or securities;

- (d) the payment of compensation;
- (e) the formation or winding up of an undertaking or the amendment of the memorandum andarticles of association or any other instruments regulating the business of anyundertaking;
- (f) the extent to which and the circumstances in which provisions of the order affecting an undertaking may be altered by the undertaking and the registration thereof;
- (g) the continuation, with such changes as may be necessary, of parties to any legalproceeding
- (4) Where the Central Government makes, or intends to make, an order for any purposementioned in sub-section (3), it may, with a view to achieving that purpose, prohibit orrestrict the doing of anything that might impede the operation or making of the order andmay impose on any person such obligations as to the carrying on of any activities or thesafeguarding of any assets, as it may think fit, or it may, by order, provide for the carrying on of any activities or safeguarding of any assets either by the appointment of aperson to conduct, or supervise the conduct of, any such activities or in any othermanner.
- (5) Notwithstanding anything contained in any other law for the time being in force or inany contract or in any memorandum or articles of association, an officer of acompany who ceases to hold office as such in consequence of the division of an undertakingor inter-connected undertakings shall not be entitled to claim any compensation for such cesser.

36. Power of the Central Government to Direct Severance of Inter-Connection.

§ 36. Power of the Central Government to Direct Severance of Inter-Connection. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

27A.POWER OF THE CENTRAL GOVERNMENT TO DIRECT SEVERANCE OF INTER-CONNECTION BETWEENUNDERTAKINGS.

- (1) Notwithstanding anything contained in this Act or in any other law for the time binge in force, the Commission may, -
- (i) upon receiving a complaint of facts from any trade association or from any consumer ora registered consumers" association, whether such consumer is a member of that consumers association or not, or
- (ii) upon a reference made to it by the Central Government or a State Government, or

(iii) upon its own knowledge or information.

If it is of opinion that the continuance of inter-connection of an undertaking (hereafterin this section referred to as the principal undertaking) with any other undertaking is detrimental to -

- (a) the interests of the principal undertaking; or
- (b) the future development of the principal undertaking; or
- (c) the steady growth of the industry to which the principal undertaking pertains; or
- (d) the public interest.

Inquire 83 as to whether it is expedient in the public interest to make an order for theseverance of such inter-connection on one or more of the grounds aforesaid, and the Commission may, after such hearings as it think fit, report to the CentralGovernment its opinion thereon and shall, where it is of opinion that the severance of theinter-connection of the principal undertaking with any other undertaking ought to be made, include in its report a scheme with respect to such severance, providing therein for thematters specified in sub-section (2).

- (2) Where, in any such report, the Commission recommends the severance of any suchinter-connection, the scheme with respect thereto shall provide for the following matters, namely:-
- (a) the manner in which, and the period within which, the severance of suchinter-connection is to be effected;
- (b) the appropriation or transfer of any share or other interest held by the owner in, orin relation to, the principal undertaking, in the other undertaking or the termination of any office or employment in such undertaking, which may be required for effecting theseverance of such inter-connection;
- (c) compensation, if any, payable for the severance of such interconnection; and
- (d) such incidental, consequential and supplemental matters, as may be necessary to securethe severance of such inter-connection.
- (3) If the Commission so recommends, the Central Government may, notwithstanding anythingcontained in any other law for the time being in force, by an order in writing, direct theseverance of inter-connection between the undertakings, as far as may be, in accordance with the scheme included in the report of the Commission.
- (4) Where the Central Government makes, or intends to make, an order for any purposementioned in sub-section (3), it may, with a view to achieving that purpose, prohibit orrestrict the doing of anything that might impede the operation or making of the order andmay impose on any person such obligations as to the carrying on of any activities or thesafeguarding of any assets, as it may think fit, or it may, by order, provide for the carrying on of any activities or safeguarding of any assets either by the appointment of aperson to conduct, or supervise the

conduct of, any such activities or in any othermanner.

(5) Notwithstanding anything contained in any other law for the time being in force or inany contract or in any memorandum or articles of association, an officer of acompany who ceases to hold office as such in consequence of the severance of officer-connection between undertakings shall not be entitled to claim any compensation forsuch cesser.

Explanation: For the purposes of this section, "inter-connection" means inter-connection of an undertaking with any other undertaking in any manner specified inclause (g) of section 2. 82.

37. Manner in which order made under Section 27 or Section 27A.

§ 37. Manner in which order made under Section 27 or Section 27A. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

27B.MANNER IN WHICH ORDER MADE UNDER SECTION 27 OR SECTION 27A SHALL BE CARRIED OUT.

- (1) Where in any report made by it, whether under section 27 or section 27A, the Commission recommends that the division of any trade of any undertaking or division of anyundertaking or undertakings or of interconnected undertakings, or, as the case may be, these verance of interconnection between two or more undertakings, is to be effected by -
- (a) the disinvestments by any person holding any share in the body corporate owning suchundertaking or undertakings; or
- (b) the sale of the whole or any part of such undertaking or undertakings, or, of any part of the assets thereof,

The Central Government may, in its order under the said section 27 or section 27A, specifythat such disinvestments of shares or the sale of the whole or part of theundertaking or undertakings or of such assets, as the case may be, shall be effected within such period and in such one or more of the following methods as may be specified insuch order, namely:-

- (i) by directing the person holding such shares to make a public offer for the sale of such number of shares held by him in the body corporate owning the undertaking orundertakings, as may be specified in the order; or
- (ii) by directing the body corporate owning the undertaking to make further issue of equity capital to the members of the public except to the person who is directed to disinvest the shares held by him in such body corporate; or

- (iii) by directing that the sale of the undertaking or any part thereof, or, as the casemay be, of such assets, be made by public auction; or
- (iv) by such other prescribed method as the Central Government may specify:

Provided that the Central Government may extend on its own motion or on the application of the person concerned and for sufficient cause, the period specified as aforesaid in anyorder made by it under section 27 or section 27A by another order.

- (2) Every order of the Central Government referred to in sub-section (1), shall haveeffect notwithstanding anything contained elsewhere in this Act or in any other law forthe time being in force or in the memorandum or articles of association of the bodycorporate owning the undertaking.
- (3) Where any person who has been directed to do so by an order referred to in sub-section(1), omits or fails to disinvest any share or block of shares specified in the said order, the body corporate in which such shares are held shall not permit such person or hisnominee or proxy to exercise any voting or other rights attaching to such share or blockof shares. 84.

38. Matters to be considered by the Central Government before according.

§ 38. Matters to be considered by the Central Government before according. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

28.MATTERS TO BE CONSIDERED BY THE CENTRAL GOVERNMENT BEFORE ACCORDING APPROVAL. - OMITTED BYTHE MRTP (AMENDMENT) ACT, 1991, W.E.F. 27-9-1991.

39. Opportunity of being heard - Omitted by the MRTP (Amendment) Act, 1991.

§ 39. Opportunity of being heard - Omitted by the MRTP (Amendment) Act, 1991. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

29.OPPORTUNITY OF BEING HEARD. - OMITTED BY THE MRTP (AMENDMENT) ACT, 1991, W.E.F. 27-9-1991.

40. Time within which action should be taken - Omitted by the MRTP (Amendment).

§ 40. Time within which action should be taken - Omitted by the MRTP (Amendment). The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

30.TIME WITHIN WHICH ACTION SHOULD BE TAKEN. - OMITTED BY THE MRTP (AMENDMENT) ACT, 1991, W.E.F. 27-9-1991.

41. Application of Chapter - Omitted by the MRTP (Amendment) Act, 1991.

§ 41. Application of Chapter - Omitted by the MRTP (Amendment) Act, 1991. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

30A.APPLICATION OF CHAPTER. - OMITTED BY THE MRTP (AMENDMENT) ACT, 1991, W.E.F. 27-9-1991.

42. Restrictions on the Acquisition of Certain shares. - Omitted by the MRTP (Amendment) Act, 1991.

§ 42. Restrictions on the Acquisition of Certain shares. - Omitted by the MRTP (Amendment) Act, 1991.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

30B.RESTRICTIONS ON THE ACQUISITION OF CERTAIN SHARES. - OMITTED BY THE MRTP (AMENDMENT) ACT,1991, W.E.F. 27-9-1991.

43. Restriction on transfer of shares - Omitted by the MRTP (Amendment) Act, 1991.

§ 43. Restriction on transfer of shares - Omitted by the MRTP (Amendment) Act, 1991. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

30C.RESTRICTION ON TRANSFER OF SHARES. - OMITTED BY THE MRTP (AMENDMENT) ACT, 1991, W.E.F.27-9-1991.

44. Restriction on the transfer of shares of foreign companies - Omitted by the MRTP (Amendment) Act, 1991.

§ 44. Restriction on the transfer of shares of foreign companies - Omitted by the MRTP (Amendment) Act, 1991.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

30D.RESTRICTION ON THE TRANSFER OF SHARES OF FOREIGN COMPANIES. - OMITTED BY THE MRTP(AMENDMENT) ACT, 1991, W.E.F. 27-9-1991.

45. Power of the Central Government to Direct companies not to give effect.

§ 45. Power of the Central Government to Direct companies not to give effect. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

30E.POWER OF THE CENTRAL GOVERNMENT TO DIRECT COMPANIES NOT TO GIVE EFFECT TO THE TRANSFER. - OMITTED BY THE MRTP (AMENDMENT) ACT, 1991, W.E.F. 27-9-1991.

46. Time within which refusal to be communicated - Omitted by the MRTP (Amendment) Act, 1991.

§ 46. Time within which refusal to be communicated - Omitted by the MRTP (Amendment) Act, 1991.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

30F.TIME WITHIN WHICH REFUSAL TO BE COMMUNICATED. - OMITTED BY THE MRTP (AMENDMENT) ACT, 1991, W.E.F. 27-9-1991.

47. Nothing in sections 30B to 30E to apply to Government Companies Etc.

§ 47. Nothing in sections 30B to 30E to apply to Government Companies Etc. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

30G.NOTHING IN SECTIONS 30B TO 30E TO APPLY TO GOVERNMENT COMPANIES ETC. - OMITTED BY THE MRTP(AMENDMENT) ACT, 1991, W.E.F. 27-9-1991.

48. Investigation by Commission of monopolistic trade practices.

§ 48. Investigation by Commission of monopolistic trade practices. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

31.INVESTIGATION BY COMMISSION OF MONOPOLISTIC TRADE PRACTICES.

(1) Where it appears to the Central Government that the owners of one or more undertakingsare indulging in any practice which is, or, may be, a monopolistic trade practice, orthat, monopolistic trade practices prevail in respect of any goods or services, that Government may refer the matter to the Commission for an inquiry and the Commissionshall, after such hearing as it thinks fit, report to the Central Government its findingsthereon:

Provided that where the Commission receives any application from the Director General orany information, or comes to know, that the owner of any undertaking is, or, the owners oftwo or more undertakings are, indulging in any trade practice, which is, or may be, amonopolistic trade practice, or that monopolistic trade practices prevail in respectof any goods or services, it may on such application or on its own motion, and not with standing that no reference has been made to it by the Central Government under this sub-section, make an inquiry into the matter.

(2) If as a result of such inquiry, the Commission makes a finding to the effect that, having regard to the economic conditions prevailing in the country and to all othermatters which appear in particular circumstances to be relevant, the trade practiceoperates or is likely to operate against the public interest, it shall make are port to the Central Government as to its findings thereon and on receipt of such report, the Central Government may, notwithstanding anything contained in

any other law for thetime being in force, pass such orders as it may think fit to remedy or prevent anymischief"s which result or may result from such trade practice.

- (2A) If any such report contains a finding of the Commission to the effect that the owner any undertaking is, or, the owners of two or more undertakings are,indulging in any monopolistic trade practice, or that monopolistic trade practice prevails in respect of any goods or services, and the Central Government is satisfied that it isnecessary to take steps to remedy or prevent any mischief"s which result or may result fromsuch monopolistic trade practice, and that such monopolistic trade practice does not fallwithin any of the exceptions specified in section 32, it may, notwithstanding anythingcontained elsewhere in this Act or in any other law for the time being in force, make suchorders as it may think fit, -
- (a) prohibiting the owner of the concerned undertaking or the owners of the concernedundertakings, as the case may be, from continuing to indulge in such monopolistic tradepractice; or
- (b) prohibiting the owners of any class of undertaking or undertakings generally, from continuing to indulge in any monopolistic trade practices in relation to such goods orservices, and may also make such other orders as it may think fit to remedy orprevent any mischief which results, or may result, from the continuation of monopolistic trade practices in relation to the goods and services aforesaid.
- (3) Without prejudice to the generality of the powers conferred by sub-section (2A), any order made by the Central Government under this section may also include an order -
- (a) regulating the production, storage, supply, distribution or control of any goods bythe undertaking or the control of supply of any service by it and fixing the terms of sale(including prices) or supply thereof;
- (b) prohibiting the undertaking from resorting to any act or practice or from pursuing anycommercial policy which prevents or lessens, or is likely to prevent or lessen, competition in the production, storage, supply or distribution of any goods or provision of any services;
- (c) fixing standards for the goods used or produced by the undertaking;
- (d) declaring unlawful, except to such extent and in such circumstances as may be provided by or under the order, the making or carrying out of any such agreement as may be specified or described in the order;
- (e) requiring any party to any such agreement as may be so specified or described to determine the agreement within such time as may be so specified, either wholly or to such extend as may be so specified;
- (f) regulating the profits which may be derived from the production, storage, supply, distribution or control of goods or from the provision of any service;

- (g) regulating the quality of any goods or the provision of any service so that thestandards thereof may not deteriorate.
- (4) Whenever any order is made by the Central Government under sub-section (2A)prohibiting the owner of any undertaking or class of undertakings or undertakingsgenerally from continuing to indulge in any monopolistic trade practice, -
- (a) the owner of any undertaking or the owners of undertakings of any class, as the casemay be, shall, within thirty days form the date of receipt of such order (orwithin such further time as the Central Government may, on sufficient cause being shown, allow) communicate to the Central Government his or their compliance with the order; and
- (b) the Director General shall within ninety days from the date of such order (or from theexpiry of the further time allowed by the Central Government) inform the Central Government, whether the order made by it has been complied with, and where the Director General has any reason to believe that any such order has been, or in being, contravened by the owner of any undertaking, he shall inform the Central Government about the particulars of the owner of such undertaking to, enable that Government to take suchaction, under this Act, as it may think fit.

49. Monopolistic trade practice to be deemed to be prejudicial to the published.

- § 49. Monopolistic trade practice to be deemed to be prejudicial to the published. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act
- 32. MONOPOLISTIC TRADE PRACTICE TO BE DEEMED TO BE PREJUDICIAL TO THE PUBLIC INTEREST EXCEPT IN CERTAIN CASES.

For the purposes of this Act, every monopolistic trade practice shall be deemed to be prejudicial to the public interest, except where -

- (a) such trade practice is expressly authorised by any enactment for the time being inforce, or
- (b) the Central Government, being satisfied that any such trade practice is necessary -
- (i) to meet the requirements of the defence of India or any part thereof, or for thesecurity of the State; or
- (ii) to ensure the maintenance of supply of goods and services essential to the community; or
- (iii) to give effect to the terms of any agreement to which the Central Government is aparty,

by a written order, permits the owner of any undertaking to carry on any such tradepractice.

50. Registrable Agreements relating to restrictive trade practices.

§ 50. Registrable Agreements relating to restrictive trade practices. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

33. REGISTRABLE AGREEMENTS RELATING TO RESTRICTIVE TRADE PRACTICES.

- (1) Every agreement falling within one or more of the following categories shall be deemed, for the purpose of this Act, to be an agreement relating to restrictive tradepractices and shall be subject to registration in accordance with the provisions of this Chapter, namely:-
- (a) any agreement which restricts, or is likely to restrict, by any method the persons or classes of persons to whom goods are sold or from whom goods are bought;
- (b) any agreement requiring a purchaser of goods, as a condition of such purchase, topurchaser some other goods;
- (c) any agreement restricting in any manner the purchaser in the course of his trade fromacquiring or otherwise dealing in any goods other than those of the seller or any otherperson;
- (d) any agreement to purchase or sell goods or to tender for the sale or purchase of goodsonly at prices or on terms or conditions agreed upon between the sellers or purchasers;
- (e) any agreement to grant or allow concessions or benefits, including allowances, discounts, rebates or credit in connection with, or by reason of, dealings;
- (f) any agreement to sell goods on condition that the prices to be charged on re-sale bythe purchaser shall be the prices stipulated by the seller unless it is clearlystated that prices lower than those prices may be charged;
- (g) any agreement to limit, restrict or withhold the output or supply of any goods orallocate any area or market for the disposal of the goods;
- (h) any agreement not to employ or restrict the employment of any method, machinery orprocess in the manufacture of goods;
- (i) any agreement for the exclusion from any trade association of any person carrying onor intending to carry on, in good faith the trade in relation to which the tradeassociation is formed;

- (j) any agreement to sell goods at such prices as would have the effect of eliminating competition or a competitor;
- (ja) any agreement restricting in any manner, the class or number of wholesalers, producers or suppliers from whom any goods may be bought;
- (jb) any agreement as to the bids which any of the parties thereto may offer at an auction for the sale of goods or any agreement whereby any party thereto agrees to abstain frombidding at any auction for the sale of goods;
- (k) any agreement not hereinbefore referred to in this section which the CentralGovernment may, by notification specify for the time being as being onerelating to a restrictive trade practice within the meaning of this sub-section pursuantto any recommendation made by the Commission in this behalf:
- (l) any agreement to enforce the carrying out of any such agreement as is referred to inthis subsection.
- (2) The provisions of this section shall apply, so far as may be, in relation to agreements making provision for services as they apply in relation to agreements connected with the production, storage, supply, distribution or control of goods.
- (3) No agreement falling within this section shall be subject to registration inaccordance with the provisions of this Chapter if it is expressly authorised by or underany law for the time being in force or has the approval of the Central Government or if the Government is a party to such agreement.

51. Registrar of restrictive trade agreements - Repealed by the MRTP (Amendment) Act, 1991.

§ 51. Registrar of restrictive trade agreements - Repealed by the MRTP (Amendment) Act, 1991. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

34.REGISTRAR OF RESTRICTIVE TRADE AGREEMENTS. - REPEALED BY THE MRTP (AMENDMENT) ACT, 1984, section 28 W.E.F. 1-8-1984.

52. Registration of Agreements.

§ 52. Registration of Agreements.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

35.REGISTRATION OF AGREEMENTS.

(1) The Central Government shall, by notification, specify a day hereinafter referred to as the appointed day on and from which every agreement falling within section 33 shallbecome registrable under this Act:

Provided that different days may be appointed for different categories of agreements.

- (2) Within sixty days from the appointed day, in the case of an agreement existing on thatday, and in the case of an agreement made after the appointed day, within sixty days from the making thereof, there shall be furnished to the Director General in respect of everyagreement falling within section 33, the following particulars, namely:-
- (a) the names of the persons who are parties to the agreement; and
- (b) the whole of the terms of the agreement.
- (3) If at any time after the agreement has been registered under this section, theagreement is varied (whether in respect of the parties or in respect of the terms thereof) or determined otherwise than by efflux of time, particulars of the variation ordetermination shall be furnished to the Director General within one month after the date of the variation or determination.
- (4) The particulars to be furnished under this section in respect of an agreement shall befurnished -
- (a) in so far as the agreement or any variation or determination of the agreement is madeby an instrument in writing, by the production of the original or a true copy of that agreement; and
- (b) in so far as the agreement or any variation or determination of the agreement is notso made, by the production of a memorandum in writing signed by the personby whom the particulars are furnished.
- (5) The particulars to be furnished under this section shall be furnished by or on behalf of any person who is a party to the agreement or, as the case may be, was a party theretoimmediately before its determination, and where the particulars are duly furnished by oron behalf of any such person, the provisions of this section shall be deemed to becomplied with on the part of all such persons.

Explanation I: Where any agreement subject to registration under this section relates to the production, storage, supply, distribution or control of goods or the performance of any services in India and any party to the agreement carries on business in India, the agreement shall be deemed to be an agreement within the meaning of this section, notwith standing that any other party to the agreement does not carry on business in India.

Explanation II: Where an agreement is made by a trade association the agreement for thepurposes of this section shall be deemed to be made by all persons who are members of theassociation or represented thereon as if each such person were a party to the agreement.

Explanation III: Where specific recommendations, whether express or implied, are made byor on behalf of a trade association to its members, or to any class of its members, as tothe action to be taken or not to be taken by them in relation to any matter affecting thetrade conditions of those members, this section shall apply in relation to the agreement for the constitution of the association notwithstanding any provision to the contrarytherein as if it contained a term by which each such member and any person represented on the association by any such member agreed with the association to comply with those recommendations and any subsequent recommendations affecting those recommendations.

53. Keeping the Register.

§ 53. Keeping the Register.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

36.KEEPING THE REGISTER.

- (1) For the purpose of this Act, the Director General shall keep a register in the prescribed form and shall enter therein the prescribed particulars as regards agreements subject to registration.
- (2) The Director General shall provide for the maintenance of a special section of theregister for the entry or filing in that section of such particulars as the Commission maydirect, being -
- (a) particulars containing information, the publication of which would, in the opinion of the Commission, be contrary to the public interest;
- (b) particulars containing information as to any matter being information the publication of which, in the opinion of the Commission, would substantially damage the legitimatebusiness interest of any person.
- (3) Any party to an agreement required to be registered under section 35 may apply to the Director General -
- (i) for the agreement or any part of the agreement to be excluded form the provisions of this Chapter relating to the registration on the ground that the agreement or part thereof has no substantial economic significance; or
- (ii) for inclusion of any provision of the agreement in the special section.

and the Director General shall dispose of the matter in conformity with any general orspecial

directions issued by the Commission in this behalf.

54. Definition of unfair trade practice.

§ 54. Definition of unfair trade practice. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

36A.DEFINITION OF UNFAIR TRADE PRACTICE.

In this Part, unless the context otherwise requires "unfair trade practice" means a trade practice which, for the purpose of promoting the sale, use or supply of anygoods or for the provisions of any services, adopts any unfair method or unfair ordeceptive practice including any of the following practices, namely:-

- (1) the practice of making any statement, whether orally or in writing or by visiblerepresentation which, -
- (i) falsely represents that the goods are of a particular standard, quality, quantity, grade, composition, style or model;
- (ii) falsely represents that the services are of a particular standard, quality or grade;
- (iii) falsely represents any re-built, second-hand, renovated, reconditioned or old goodsas new goods;
- (iv) represents that the goods or services have sponsorships, approval, performance, characteristics, accessories, uses or benefits which such goods or services do not have;
- (v) represents that the seller or the supplier has a sponsorship or approval oraffiliation which such seller or supplier does not have;
- (vi) makes a false or misleading representation concerning the need for, or the usefulnessof, any goods or services;
- (vii) gives to the public any warranty or guarantee of the performance, efficacy or length of life of a product or of any goods that is not based on an adequate or proper testthereof:

Provided that where a defence is raised to the effect that such warranty or guarantee is based on adequate or proper test, the burden of proof of such defence shall lie on the person raising such defence;

(viii) makes to the public a representation in a form that purports to be -

- (i) a warranty or guarantee of a product or of any goods or services; or
- (ii) a promise to replace, maintain or repair an article or any part thereof or to repeator continue a service until it has achieved a specified result.
- if such purported warranty or guarantee or promise is materially misleading or if there isno reasonable prospect that such warranty, guarantee or promise will be carried out;
- (ix) materially misleading the public concerning the price at which a product or likeproducts or goods or services, have been, or are, ordinarily sold or provided, and, forthis purpose, a representation as to price shall be deemed to refer to the price at whichthe product or goods or services has or have been sold by sellers or provided by suppliers generally in the relevant market unless it is clearly specified to be the price at whichthe product has been sold or services have been provided by the person by whom or on whose behalf the representation is made;
- (x) gives false or misleading facts disparaging the goods, services or trade of anotherperson.

Explanation: For the purposes of clause (1), a statement that is -

- (a) expressed on an article offered or displayed for sale, or on its wrapper or container; or
- (b) expressed on anything attached to, inserted in, or accompanying, an article offered ordisplayed for sale, or on anything on which the article is mounted for display or sale; or
- (c) contained in or on anything that is sold, sent, delivered, transmitted or in any othermanner whatsoever made available to a member of the public,
- shall be deemed to be a statement made to the public by, and only by, the person who hadcaused the statement to be so expressed, made or contained;
- (2) permits the publication of any advertisement whether in any newspaper or otherwise, for the sale or supply at a bargain price, of goods or services that are not intended tobe offered for sale or supply at the bargain price, or for a period that is, and inquantities that are, reasonable, having regard to the nature of the market in which thebusiness is carried on, the nature and size of business, and the nature of theadvertisement.

Explanation: For the purpose of clause (2), "bargain price" means -

- (a) a price that is stated in any advertisement to be a bargain price, by reference to anordinary price or otherwise, or
- (b) a price that a person who reads, hears, or sees the advertisement, would reasonablyunderstand to be a bargain price having regard to the prices at which the productadvertised or like products are ordinarily sold;
- (3) permits -

- (a) the offering of gifts, prizes or other items with the intention of not providing themas offered or creating the impression that something is being given or offered free ofcharge when it is fully or partly covered by the amount charged in the transaction as awhole.
- (b) the conduct of any contest, lottery, game of chance or skill, for the purpose of promoting, directly or indirectly, the sale, use or supply of any product or any businessinterest;
- (4) permits the sale or supply of goods intended to be used, or are of a kind likely to beused by consumers, knowing or having reason to believe that the goods do not comply withthe standards prescribed by competent authority relating to performance, composition, contents, design, constructions, finishing or packaging as are necessary to prevent orreduce the risk of injury to the person using the goods;
- (5) permits the hoarding or destruction of goods, or refuses to sell the goods or to makethem available for sale, or to provide any service, if such hoarding or destruction orrefusal raises or tends to raise or is intended to raise, the cost of those or othersimilar goods or services.

55. Inquiry into unfair trade practice by commission.

§ 55. Inquiry into unfair trade practice by commission.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

36B.INQUIRY INTO UNFAIR TRADE PRACTICES BY COMMISSION.

The Commission may inquire into any unfair trade practice, -

- (a) upon receiving a complaint of facts which constitutes such practice from any tradeassociation or from any consumer or a registered consumers" association, whether such consumer is a member of that consumers" association or not; or
- (b) upon a reference made to it by the Central Government or a State Government; or
- (c) upon an application made to it by the Director General; or
- (d) upon its own knowledge or information.

56. Investigation by Director General before an issue of process in certain.

§ 56. Investigation by Director General before an issue of process in certain. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

36C.INVESTIGATION BY DIRECTOR GENERAL BEFORE AN ISSUE OF PROCESS IN CERTAIN CASES.

The Commission may, before issuing any process requiring the attendance of the personagainst whom an inquiry (other than an inquiry upon an application by the DirectorGeneral) may be made under section 36B, by an order, require the Director General to make, or cause to be made, a preliminary investigation in such manner as it may direct and submit a report to the Commission, for the purpose of satisfying itself that the matterrequires to be inquired into.

57. Powers which may be exercised by the commission inquiring into an unfair.

§ 57. Powers which may be exercised by the commission inquiring into an unfair. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

36D.POWERS WHICH MAY BE EXERCISED BY THE COMMISSION INQUIRING INTO AN UNFAIR TRADE PRACTICE.

- (1) The Commission may inquire into any unfair trade practice which may come before it forinquiry and, if after such inquiry, it is of opinion that the practice is prejudicial to the public interest, or to the interest of any consumer or consumers generally, it may, by order direct that -
- (a) the practice shall be discontinued or shall not be repeated;
- (b) any agreement relating to such unfair trade practice shall be void or shall standmodified in respect thereof in such manner as may be specified in the order;
- (c) any information, statement or advertisement relating to such unfair trade practiceshall be disclosed, issued or published, as the case may be, in such manner as may be specified in the order.
- (2) The Commission may, instead of making any order under this section, permit any partyto carry on any trade practice, if it so applies and takes such steps within the timespecified by the Commission as may be necessary to ensure that the trade practice is nolonger prejudicial to the public interest or to the interest of any consumer or consumers generally, and, in any such case, if the Commission is satisfied that necessary steps have been taken within the time so specified, it may decide not to make any order under this section in respect of that trade practice.
- (3) No order shall-be made under sub-section (1) in respect of any trade practice which

isexpressly authorised by any law for the time being in force.

58. Power relating to restrictive trade practices by commission.

§ 58. Power relating to restrictive trade practices by commission. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

36E.POWER RELATING TO RESTRICTIVE TRADE PRACTICES MAY BE EXERCISED OR PERFORMED IN RELATION TOUNFAIR TRADE PRACTICES.

Without prejudice to the provisions of section 12A, section 12B and section 36D, the Commission, Director General or any other person authorised in this behalf by the Commission or Director General, may exercise, or perform, in relation to any unfair tradepractice, the same power of duty which it or he is empowered, or required, by or underthis Act to exercise, or perform, in relation to a restrictive trade practice.

59. Investigation into Restrictive trade practices by commission.

§ 59. Investigation into Restrictive trade practices by commission. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

37.INVESTIGATION INTO RESTRICTIVE TRADE PRACTICES BY COMMISSION.

- (1) The Commission may inquire into any restrictive trade practice, whether the agreement, if any, relating thereto has been registered under section 35 or not, which may comebefore it for inquiry and, if, after such inquiry it is of opinion that the practice is prejudicial to the public interest, the Commission may, by order, direct that-
- (a) the practice shall be discontinued or shall not be repeated;
- (b) the agreement relating thereto shall be void in respect of such restrictive tradepractice or shall stand modified in respect thereof in such manner as may be specified in the order.
- (2) The Commission may, instead of making any order under this section, permit the partyto any restrictive trade practice, if he so applies, to take such steps within the timespecified in this behalf by the Commission as may be necessary to ensure that the tradepractice is no longer

prejudicial to the public interest, and, in any such case, if the Commission is satisfied that the necessary steps have been taken within the timespecified, it may decide not to make any order under this section in respect of that tradepractice.

- (3) No order shall be made under sub-section (1) in respect of -
- (a) any agreement between buyers relating to goods which are bought by the buyers forconsumption and not for ultimate resale whether in the same or different form, type orspecie or as constituent of some other goods;
- (b) a trade practice which is expressly authorised by any law for the time being in force.
- (4) Notwithstanding anything contained in this Act, if the Commission, during the courseof an inquiry under sub-section (1), finds that the owner of any undertaking isindulging in monopolistic trade practices, it may, after passing such orders undersub-section (1) or sub-section (2) with respect to the restrictive trade practices as itmay consider necessary, submit the case along with its findings thereon to the CentralGovernment for such action as that Government may take under section 31.

60. Presumption as to the public interest.

§ 60. Presumption as to the public interest. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

38.PRESUMPTION AS TO THE PUBLIC INTEREST.

- (1) For the purposes of any proceedings before the Commission under section 37, are strictive trade practice shall be deemed to be prejudicial to the public interestunless the Commission is satisfied of any one or more of the following circumstances, that is to say -
- (a) that the restriction is reasonably necessary, having regard to the character of the goods to which it applies, to protect the public against injury (whether to persons or topremises) in connection with the consumption, installation or use of those goods;
- (b) that the removal of the restriction would deny to the public as purchasers, consumersor users of any goods, other specific and substantial benefits or advantages enjoyed orlikely to be enjoyed by them as such, whether by virtue of the restriction itself or ofany arrangements or operations resulting there from;
- (c) that the restriction is reasonably necessary to counteract measures taken by any oneperson not party to the agreement with a view to preventing or restricting competition in or in relation to the trade or business in which the persons party theretoare engaged,

- (d) that the restriction is reasonably necessary to enable the persons party to the agreement to negotiate fair terms for the supply of goods to, or the acquisition of goodsfrom, any one person party thereto who controls a preponderant part of the trade orbusiness of acquiring or supplying such goods, or for the supply of goods to any personnot party to the agreement and not carrying on such a trade or business who, either aloneor in combination with any other such persons, controls a preponderant part of the marketfor such goods;
- (e) that, having regard to the conditions actually obtaining or reasonably foreseen at the time of the application, the removal of the restriction would be likely to have a seriousand persistent adverse effect on the general level of unemployment in an area, or in areastaken together, in which a substantial proportion of the trade, or industry to which the agreement relates is situated;
- (f) that, having regard to the conditions actually obtaining or reasonably foreseen at the time of the application, the removal of the restriction would be likely to cause are duction in the volume or earnings of the export business which is substantial either inrelation to the whole export business of India or in relation to the whole business (including export business) of the said trade or industry;
- (g) that the restriction is reasonably required for purposes in connection with themaintenance of any other restriction accepted by the parties, whether under the same agreement or under any other agreement between them, being a restriction which is found by the Commission not to be contrary to the public interest upon grounds other than those specified in this paragraph, or has been so found in previous proceedings before the Commission;
- (h) that the restriction does not directly or indirectly restrict or discourage competition to any material degree in any relevant trade or industry and is not likely todo so;
- (i) that such restriction has been expressly authorised and approved by the CentralGovernment;
- (j) that such restriction is necessary to meet the requirements of the defence of India orany part thereof, or for the security of the State; or
- (k) that the restriction in necessary to ensure the maintenance of supply of goods andservices essential to the community.
- and is further satisfied (in any such case) that the restriction is not unreasonablehaving regard to the balance between those circumstances and any detriment to the publicor to persons not parties to the agreement (being purchasers, consumers or users of goodsproduced or sold by such parties, or persons engaged or seeking to become engaged in thetrade or business of selling such goods or of producing or selling similar goods)resulting or likely to result from the operation of the restriction.
- (2) In this section, "purchasers", "consumers" and "users" include person purchasing, consuming or using for the purpose or in the course of trade orbusiness or for public purposes; and references in this section to any one person includereferences to any two or more persons being inter-connected undertakings or individuals carrying on business in partnership with each other.

61. Special Conditions for Avoidance of conditions for maintaining.

§ 61. Special Conditions for Avoidance of conditions for maintaining. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

39.SPECIAL CONDITIONS FOR AVOIDANCE OF CONDITIONS FOR MAINTAINING RESALE PRICES.

- (1) Without prejudice to the provisions of this Act with respect to registration and toany of the powers of the Commission or of the Central Government under this Act, any termor condition of a contract for the sale of goods by a person to a wholesaler or retailer any agreement between a person and a wholesaler or retailer relating to such sale shallbe void insofar as it purports to establish or provide for the establishment of minimumprices to be charged on the resale of goods in India.
- (2) After the commencement of this Act, no supplier of goods whether directly or throughany person or association of persons acting on his behalf shall notify to dealers orotherwise publish on or in relation to any goods, a price stated or calculated to beunderstood as the minimum price which may be charged on the resale of the goods in India.
- (3) This section shall apply to patented articles (including articles made by a patentedprocess and articles made under any trade mark) as it applies to other goods and notice of any term or condition which is void by virtue of this section or which would be so void ifincluded in a contract of sale or agreement relating to the sale of such article shall beof no effect for the purpose of limiting the right of a dealer to dispose of that articlewithout infringement of the patent or trade mark, as the case may be:

Provided that nothing in this section shall affect the validity as between the parties andtheir successors, of any term or condition of a licence granted by the proprietor of a patent or trade mark or by a licensee of patent or trade mark or of any assignment of apatent or trade mark, so far as it regulates the prices at which articles produced orprocessed by the licensee or the assignee may be sold by him.

Explanation: In this section and in section 40, the term "supplier", inrelation to supply of any goods, means a person who supplies goods to any person for theultimate purpose of resale and includes a wholesaler, and the term "dealer"includes a supplier and a retailer.

62. Prohibition of other measures of maintaining resale prices.

§ 62. Prohibition of other measures of maintaining resale prices. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

40.PROHIBITION OF OTHER MEASURES FOR MAINTAINING RESALE PRICES.

- (1) Without prejudice to the provisions of this Act with respect to registration and toany of the powers of the Commission or of the Central Government under this Act, nosupplier shall withhold supplies of any goods from any wholesaler or retailer seeking toobtain them for resale in India on the ground that the wholesaler or retailer -
- (a) has sold in India at a price below resale price, goods obtained either directly orindirectly, from that supplier, or has supplied such goods, either directly or indirectly, to a third party who had done so; or
- (b) is likely if the goods are supplied to him to sell them in India at a price below that price or supply them, either directly or indirectly, to a third party who would be likely to do so.
- (2) Nothing contained in sub-section (1) shall render it unlawful for a supplier towithhold supplies of goods from any wholesaler or retailer or to cause or procure anothersupplier to do so if he has reasonable cause to believe that the wholesaler or theretailer, as the case may be, has been using as loss leaders any goods of the same or asimilar description whether obtained from that supplier or not.
- (3) A supplier of goods shall be deemed to be withholding supplies of goods from a dealerif he -
- (a) refuses or fails to supply those goods to the order of the dealer;
- (b) refuses of supply those goods to the dealer except at prices, or on terms or conditions as to credit, discount or other matters which are less favourable than those ator on which he normally supplies those goods to other dealers carrying on business insimilar circumstances; or
- (c) treats a dealer, in spite of a contract with such dealer for the supply of goods, in amanner less favourable than that in which he normally treats other dealers in respect of time or methods of delivery or other matters arising in the performance of the contract.
- (4) A supplier shall not be deemed to be withholding supplies of goods on any of the ground mentioned in sub-section (1), if, in addition to that ground, he has anyother ground which alone would entitle him to withhold such supplies.

Explanation I: "Resale price", in relation to sale of goods of any description, means any price notified to the dealer or otherwise published by or on behalf of the supplier of the goods in question (whether lawfully or not) as the price or minimum pricewhich is to be charged on, or is

recommended as appropriate for, a sale of that description or any price prescribed or purporting to be prescribed for that purpose by any contract or agreement between the wholesaler or retailer and such supplier.

Explanation II: A wholesaler or retailer is said to use goods as loss leaders when here-sells them otherwise than in a genuine seasonal or clearance sale not for the purpose of making a profit on the resale but for the purpose of attracting to the establishment atwhich the goods are sold, customers likely to purchase other goods or otherwise for thepurpose of advertising his business.

63. Power of commission to exempt particular classes of goods from section.

§ 63. Power of commission to exempt particular classes of goods from section. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

- 41.POWER OF COMMISSION TO EXEMPT PARTICULAR CLASSES OF GOODS FROM SECTIONS 39 AND 40.
- (1) The Commission may, on a reference made to it by the Director General or any otherperson interested, by order, direct that goods of any class specified in the order shallbe exempt from the operation of sections 39 and 40 if the Commission is satisfied that indefault of a system of maintained minimum resale prices applicable to those goods -
- (a) the quality of goods available for sale or the varieties of goods so available wouldbe substantially reduced to the detriment of the public as consumers or users of thosegoods, or
- (b) the prices at which the goods are sold by retail would, in general and in the longrun, be increased to the detriment of the public as such consumers or users, or
- (c) any necessary services actually provided in connection with or after the sale of the goods by retail would cease to be so provided or would be substantially reduced to the detriment of the public as such consumers or users.
- (2) On a reference under this section in respect of goods of any class which have been thesubject of proceedings before the Commission under section 31, the Commission may treat asconclusive any evidence of fact made in those proceedings.

64. Power of [Director General] to obtain information.

§ 64. Power of [Director General] to obtain information. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

42.POWER OF DIRECTOR GENERAL TO OBTAIN INFORMATION.

- (1) If the Director General has reasonable cause to believe that any person is aparty to an agreement subject to registration under section 35, he may give notice to that person requiring him within such time, not less than thirty days, as may be specified in the notice, to notify to the Director General whether he is a party to any such agreement and, if so, to furnish to the Director General such particulars of the agreement as may be specified in the requisition.
- (2) The Director General may give notice to any person by whom particulars are furnishedunder section 35 in respect of an agreement or to any other person being a party to theagreement requiring him to furnish to the Director General such further documents orinformation in his possession or control as the Director General may considerexpedient for the purpose of, or in connection with, the registration of the agreement.
- (3) Where a notice under this section is given to a trade association, the notice may begiven to the secretary, manager or other similar officer of the association and for thepurposes of this section any such association shall be treated as a party to an agreement owhich members of the association, or persons represented on the association by thosemembers, are parties as such.
- (4) If the particulars called for under sub-section (1), or sub-section (2) are notfurnished, the Commission may, on the application of the Director General-
- (a) order the person or, as the case may be, the association to furnish those particulars to the Director General within such time as may be specified in the order, or
- (b) authorise the Director General to treat the particulars contained in any document orinformation in his possession as the particulars relating to the agreement, or
- (c) in case the Commission is satisfied that the failure to furnish the particulars is willful, make an order restraining wholly or partly the parties to the agreement fromacting on such agreement and from making any other agreement to the like effect.

65. Power to call for information.

§ 65. Power to call for information.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

43.POWER TO CALL FOR INFORMATION.

Notwithstanding anything contained in any other law for the time being in force, the Central

Government may, by a general or special order, call upon the owner of anyundertaking to furnish to that Government periodically or as and when required anyinformation concerning the activities carried on by the undertaking, the connectionbetween it and any other undertaking, including such other information relating to its organisation, business, cost of production, conduct, trade practice or management, as maybe prescribed to enable that Government to carry out the purposes of this Act.

66. Power to appoint inspectors.

§ 66. Power to appoint inspectors.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

44.POWER TO APPOINT INSPECTORS.

- (1) The Central Government may, if it is of opinion that there are circumstancessuggesting that an undertaking is indulging in any monopolistic or restrictive, orunfair, trade practice or is, in any way, trying to acquire any control over any dominantor inter-connected undertaking, appoint one or more Inspectors for making an investigation to the affairs of the undertaking.
- (2) The provisions of section 240 and section 240A of the Companies Act, 1956 (1 of 1956),so far as may be, shall apply to an investigation made by an Inspector appointed underthis section as they apply to an investigation made by the Inspector appointed under that Act.

67. Penalty for contravention of Section 21 - Omitted by the MRTP (Amendment) Act, 1991.

§ 67. Penalty for contravention of Section 21 - Omitted by the MRTP (Amendment) Act, 1991. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

45.PENALTY FOR CONTRAVENTION OF SECTION 21. - OMITTED BY THE MRTP (AMENDMENT) ACT, 1991, W.E.F. 27-9-1991.

68. Penalty for Contravention of Section 27.

§ 68. Penalty for Contravention of Section 27.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

46.PENALTY FOR CONTRAVENTION OF SECTION 27.

If any person contravenes the provisions of section 27, he shall be punishable withimprisonment for a term which may extend to five years, or with fine which may extend toRs. one lakh, or with both and where the offence is a continuing one, with a further finewhich may extend to one thousand rupees for every day, after the first, during which such contravention continues.

69. Penalty for Contravention of Section 25 - Omitted by the MRTP (Amendment) Act, 1991.

§ 69. Penalty for Contravention of Section 25 - Omitted by the MRTP (Amendment) Act, 1991. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

47.PENALTY FOR CONTRAVENTION OF SECTION 25. - OMITTED BY THE MRTP (AMENDMENT) ACT, 1991, W.E.F. 27-9-1991.

70. Penalty for failure to register agreements.

§ 70. Penalty for failure to register agreements.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

48.PENALTY FOR FAILURE TO REGISTER AGREEMENTS.

- (1) If any person fails, without any reasonable excuse, to register an agreement which issubject to registration under this Act, he shall be punishable with imprisonment for aterm which may extend to three years, or with fine which may extend to five thousandrupees or with both, and where the offence is a continuing one, with a further fine whichmay extend to five hundred rupees for every day, after the first, during which suchfailure continues.
- (2) Omitted by the MRTP (Amendment) Act, 1991, section 20, w.e.f. 27-9-1991.

71. Penalty for contravention of order made under Section 27B or for possession.

§ 71. Penalty for contravention of order made under Section 27B or for possession. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

48A.PENALTY FOR CONTRAVENTION OF ORDER MADE UNDER SECTION 27B OR FOR POSSESSION OF PROPERTYSOLD TO ANY PERSON UNDER SECTION 27B.

Any person or body corporate who or which, -

- (a) being required by any order of the Central Government referred to in sub-section (1)of section 27B to effect disinvestments of any shares or sale of the whole or any part of any undertaking or undertakings by any method referred to in that sub-section, omits or fails to do so; or
- (b) having in his possession, custody or control any property or assets or any partthereof which have been sold to any person in pursuance of an order of the CentralGovernment referred to in sub-section (1) of section 27B (hereinafter in this sectionreferred to as the "purchaser"), wrongfully withholds such property, assets orpart thereof from the purchaser; or
- (c) wrongfully obtains possession of any property, assets or any part thereof or retainsany property, assets or any part thereof, which have been sole in pursuance of an order of the Central Government referred to in sub-section (1) of section 27B; or
- (d) withholds or fails to furnish to the purchaser, any document in his possession, custody or control relating to the property, or any part or assets thereof, which havebeen sold in pursuance of an order of the Central Government referred to in sub-section(1) of section 27B; or
- (e) fails to deliver to the purchaser the property, or any part or assets thereof whichhave been sold in pursuance of an order of the Central Government referred to insub-section (1) of section 27B, or any books or account, registers and other documents inhis possession, custody or control relating to such property, or nay part or assetsthereof; or
- (f) wrongfully removes or destroys any property or assets which have been sold inpursuance of an order of the Central Government referred to in sub-section (1) of section27B; or
- (g) prefers any claim, in relation to the property, or any part or assets thereof whichhave been sold in pursuance of an order of the Central Government referred to insub-section (1) of section 27B, which he knows, or has reason to believe, to be false orgrossly inaccurate,

shall be punishable with imprisonment for a term which may extend to two years and also with fine which may extend to ten thousand rupees. 127.

72. Penalty for contravention of Section 27B.

§ 72. Penalty for contravention of Section 27B.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

48B.PENALTY FOR CONTRAVENTION OF SECTION 27B.

- (1) Every person who exercises any voting right, in respect of any share in contravention of any order of the Central Government referred to in sub-section (1) of section 27B shall be punishable with imprisonment for a term which may extend to five years, and shall also be liable to fine.
- (2) If any company gives effect to any voting or other right exercised in relation to anyshare held in contravention of an order or the Central Government referred to insub-section (1) of section 27B, the company shall be Punishable with fine which may extend to five thousand rupees and every officer of the company who is in default shall bepunishable with imprisonment for a term which may extend to three years, or with finewhich may extend to five thousand rupees, or with both, 130.

73. Penalty for contravention of order made by commission relating.

§ 73. Penalty for contravention of order made by commission relating. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

48C.PENALTY FOR CONTRAVENTION OF ORDER MADE BY COMMISSION RELATING TO UNFAIR TRADE PRACTICES.

If any person contravenes any order made by the Commission under section 36D, he shall bepunishable with imprisonment for a term which shall not be less than six months but whichmay extend to three years and with fine which may extend to ten lakh rupees:

Provided that the Court may, for reasons to be recorded in writing, impose a sentence of imprisonment for a term lesser than the minimum term specified in this section. 131.

74. Penalty for offences in relation to furnishing of information.

§ 74. Penalty for offences in relation to furnishing of information. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

49.PENALTY FOR OFFENCES IN RELATION TO FURNISHING OF INFORMATION.

- (1) If any person fails, without any reasonable excuse, to produce any books or papers, orto furnish any information, required by the Director General under section 11, or tofurnish any information required under section 43 or to comply with any notice duly givento him under section 42, he shall be punishable with imprisonment for a term which may extend to three months, or with fine which may extend to two thousand rupees, or withboth, and where the offence is a continuing one, with a further fine which may extend toone hundred rupees for every day, after the first, during which such failure continues.
- (2) If any person, who furnishes or is required to furnish any particulars, documents orany information -
- (a) makes any statement or furnishes any document which he knows or has reason to believe to be false in any material particular; or
- (b) omits to state any material fact knowing it to be material; or
- (c) willfully alters, suppresses or destroys any document which is required to be furnished as aforesaid,

He shall be punishable with imprisonment for a term which may extend to six months, or with fine which may extend to five thousand rupees, or with both.

75. Penalty or offences in relation to orders under the Act.

§ 75. Penalty or offences in relation to orders under the Act.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

50.PENALTY FOR OFFENCES IN RELATION TO ORDERS UNDER THE ACT.

- (1) A person, who is deemed under section 13 to be guilty of an offence under this Act, shall be punishable with imprisonment for term which may extend to three years, or withfine which may extend to fifty thousand rupees, or with both, and where the offence is acontinuing one, with a further fine which may extend to five thousand rupees for everyday, after the first, during which such contravention continues.
- (2) If any person contravenes, without any reasonable excuse, any order made by the Central Government under section 31 or any order made by the Commission under section 37,he shall be punishable with imprisonment for a term which shall not be less than, -
- (a) in the case of the first offence, six months but not more than three years, and

(b) in the case of any second or subsequent offence in relation to the goods or services in respect of which the first offence was committed, two years but not more than sevenyears,

and, in either case, where the contravention is a continuing one, also with fine which mayextend to five thousand rupees for every day, after the first, during which suchcontravention continues:

Provided that the Court may, for reasons to be recorded in writing, impose a sentence of imprisonment for a term lesser than the minimum term specified in this sub-section.

(3) If any person carries on any trade practice which is prohibited by this Act, he shallbe punishable with imprisonment for a term which may extend to six months, or with finewhich may extend to five thousand rupees, or with both, and where the offence is acontinuing one, with a further fine which may extend to five hundred rupees for every day, after the first, during which such contravention continues.

76. Penalty for offences in relation to resale price maintenance.

§ 76. Penalty for offences in relation to resale price maintenance. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

51.PENALTY FOR OFFENCES IN RELATION TO RESALE PRICE MAINTENANCE.

If any person contravenes the provisions of section 39 or section 40, he shall bepunishable with imprisonment for a term which may extend to three months, or with finewhich may extend to five thousand rupees, or with both.

77. Penalty for wrongful disclosure of information.

§ 77. Penalty for wrongful disclosure of information.
The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

52.PENALTY FOR WRONGFUL DISCLOSURE OF INFORMATION.

If any person discloses an information in contravention of section 60, he shall bepunishable with imprisonment for a term which may extend to six months, or with fine whichmay extend to five hundred rupees, or with both.

78. Penalty for contravention of any condition or restriction, etc.

§ 78. Penalty for contravention of any condition or restriction, etc. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

52A.PENALTY FOR CONTRAVENTION OF ANY CONDITION OR RESTRICTION, ETC.

If any person contravenes, without any reasonable excuse, any condition or restrictionsubject to which any approval, sanction, direction or exemption in relation to any matterhas been accorded, given, made or granted under this Act, he shall be punishable with finewhich may extend to one thousand rupees and where the contravention is a continuing one, with a further fine which may extend to one hundred rupees for every day, after the first, during which such contravention continues.

79. Penalty for making false statement in application, return, etc.

§ 79. Penalty for making false statement in application, return, etc. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

52B.PENALTY FOR MAKING FALSE STATEMENT IN APPLICATION, RETURN, ETC.

If in any application, return, report, certificate, balance sheet, prospectus, statementor other document made, submitted, furnished or produced for the purpose of any provision of this Act, any person makes a statement, -

- (a) which is false in any material particular, knowing it to be false, or
- (b) which omits to state any material fact, knowing it to be material,

He shall be punishable with imprisonment for a term which may extend to two years and shall also be liable to fine.

80. Offences by companies.

§ 80. Offences by companies.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

53.OFFENCES BY COMPANIES.

(1) Where an offence under this Act has been committed by a company, every person who, atthe time the offence was committed, was in charge of, and was responsible to, the companyfor the conduct of the business of the company, as well as the company, shall be deemed tobe guilty of the offence and shall be liable to be proceeded against and punishedaccordingly:

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

(2) Notwithstanding anything contained in sub-section (1), where an offence under this Acthas been committed by a company and it is proved that the offence has been committed withthe consent or connivance of, or is attributable to any neglect on the part of, anydirector, 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 beliable to be proceeded against and punished accordingly.

Explanation: For the purposes of this section -

- (a) "company" means a body corporate and includes a firm or other association ofindividuals; and
- (b) "director", in relation to a firm, means a partner in the firm.

81. Power of Central Government to impose Conditions, Limitation.

§ 81. Power of Central Government to impose Conditions, Limitation. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

54.POWER OF CENTRAL GOVERNMENT TO IMPOSE CONDITIONS, LIMITATIONS AND RESTRICTIONS ONAPPROVALS, ETC., GIVEN UNDER THE ACT.

- (1) The Central Government may, while -
- (a) according any approval, sanction, permission, confirmation or recognition, or
- (b) giving any direction or issuing any order, or

(c) granting any exemption.

Under this Act in relation to any matter, impose such conditions, limitations or estrictions as it may think fit.

- (2) Omitted by the MRTP (Amendment) Act, 1991, section 24, w.e.f. 27-9-1991.
- (3) If any condition, limitation or restriction imposed by the Central Government undersubsection (1) is contravened, the Central Government may rescind or withdraw theapproval, sanction, permission, confirmation, recognition, direction, order or exemptionmade or granted by it.

82. Appeals.

§ 82. Appeals.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

55.APPEALS.

Any person aggrieved by any decision on any question referred to in clause (a), clause (b)or clause (c) of section 2A, or any order made by the Central Government under Chapter IIIor Chapter IV, or, as the case may be, or the Commission under section 12A or section 13or section 36D or section 37, may, within sixty days from the date of the order, prefer anappeal to the Supreme Court on one or more of the grounds specified in section 100 of theCode of Civil Procedure, 1908 (5 of 1908).

83. Jurisdiction of Courts to try offences.

§ 83. Jurisdiction of Courts to try offences.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

56.JURISDICTION OF COURTS TO TRY OFFENCES.

No Court inferior to that of a Court of Session shall try any offence under this Act.

84. Cognizance of offences.

§ 84. Cognizance of offences.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

57.COGNIZANCE OF OFFENCES.

No Court shall take cognizance of any offence punishable under this Act except on a reportin writing of the facts constituting such offence made by a person who is a public servantas defined in section 21 of the Indian Penal Code 1860 (45 of 1860).

85. Magistrates Power to impose enhanced penalties - Repealed by the MRTP.

§ 85. Magistrates Power to impose enhanced penalties - Repealed by the MRTP. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

58.MAGISTRATES" POWER TO IMPOSE ENHANCED PENALTIES. - REPEALED BY THE MRTP (AMENDMENT) ACT,1984, section 46 W.E.F. 1-8-1984.

86. Protection regarding statements made to the commission.

§ 86. Protection regarding statements made to the commission. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

59.PROTECTION REGARDING STATEMENTS MADE TO THE COMMISSION.

No statement made by a person in the course of giving evidence before the Commission shallsubject him to, or be used against him in, any civil or criminal proceeding except approsecution for giving false evidence by such statements:

Provided that the Statement -

- (a) is made in respect to a question which he is required by the Commission to answer; and
- (b) is relevant to the subject-matter of the inquiry.

87. Restriction on Disclosure of Information.

§ 87. Restriction on Disclosure of Information.
The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

60.RESTRICTION ON DISCLOSURE OF INFORMATION.

- (1) No information relating to any undertaking being an information which has been obtained by or on behalf of the Commission for the purposes of this Act, shall, without the previous permission in writing of the owner for the time being of the undertaking, be disclosed otherwise than in compliance with or for the purposes of this Act.
- (2) Nothing contained in sub-section (1) shall apply to a disclosure of an informationmade for the purpose of any legal proceeding pursuant to this Act or of any criminal proceeding which may be taken, whether pursuant to this Act or otherwise, or for the purposes of any report relating to any such proceeding.
- (3) The provisions of sub-section (2) relating to the disclosure of information shall notextend to the disclosure of the source of such information, except where the disclosure of such source is required by any Court, Tribunal or other authority.

88. Power of the Central Government to require the commission to submit.

§ 88. Power of the Central Government to require the commission to submit. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

61.POWER OF THE CENTRAL GOVERNMENT TO REQUIRE THE COMMISSION TO SUBMIT A REPORT.

The Central Government may at any time require the Commission to submit to it a report on the general effect on the public interest of such trade practices as, in the opinion of that Government, either constitute or contribute to monopolistic or restrictive or unfair trade practices or concentration of economic power to the commondetriment.

89. Reports of the commission to be placed before parliament.

§ 89. Reports of the commission to be placed before parliament. The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

62.REPORTS OF THE COMMISSION TO BE PLACED BEFORE PARLIAMENT.

The Central Government shall cause to be laid before both Houses of Parliament an annualreport, and every report which may be submitted to it by the Commission from time to time, pertaining to the execution of the provisions of this Act.

90. Members, Etc., to be public servants.

§ 90. Members, Etc., to be public servants.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

63.MEMBERS, ETC., TO BE PUBLIC SERVANTS.

Every member of the Commission, Director General, and every member of the staff of the Commission, and of the Director General, shall be deemed, while acting or purporting toact in pursuance of any of the provisions of this Act, to be public servants within themeaning of section 21 of the India Penal Code 1860 (45 of 1860).

91. Protection of Action Taken in Good faith.

§ 91. Protection of Action Taken in Good faith.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

64.PROTECTION OF ACTION TAKEN IN GOOD FAITH.

- (1) No suit, prosecution or other legal proceedings shall lie against the Commission orany member, officer or servants of the Commission, the Director General or any member of the staff of the Director General in respect of anything which is in good faith done orintended to be done under this Act.
- (2) No suit shall be maintainable in any civil court against the Central Government or anyofficer or employee of that Government for any damage caused by anything done under, or inpursuance of any provisions of this Act.

92. Inspection of and extracts from, the register.

§ 92. Inspection of and extracts from, the register.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

65.INSPECTION OF AND EXTRACTS FROM, THE REGISTER.

- (1) The register, other than the special section, shall be open to public inspectionduring such hours and subject to the payment of such fees, not exceeding rupeestwenty-five, as may be prescribed.
- (2) Any person may upon the payment of such fee, not exceeding rupee one, for every onehundred words, as may be prescribed, require the Director General to supply to him a copyof, or extract from, any particulars entered or filed in the register, other than thespecial section, certified by the Director General to be a true copy or extract.
- (3) A copy of, or extract from, any document entered or filed in the register certifiedunder the hand of the Director General or any officer authorised to act in this behalf shall, in all legal proceedings, be admissible in evidence as of equalvalidity with the original.

93. Power to make regulations.

§ 93. Power to make regulations.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

66.POWER TO MAKE REGULATIONS.

- (1) The Commission may by notification make regulations for the efficient performance of its functions under this Act.
- (2) In particular, and without prejudice to the generality of the foregoing provisions, such regulations may provide for all or any of the following matters, namely:-
- (a) the conditions of service, as approved by the Central Government, of personsappointed by the Commission;
- (b) the issue of the processes to Government and to other persons and the mannerin which they may be served;
- (c) the manner in which the special section of the registered shall bemaintained and the particulars to be entered or filed therein;

- (d) Omitted by the MRTP (Amendment) Act, 1984, w.e.f. 1-8-1984;
- (e) the payment of costs of any proceedings before the Commission by the parties concerned and the general procedure and conduct of the business of the Commission;
- (f) any other matter for which regulations are required to be, or may be, madeunder this Act.
- (3) The Central Government shall cause every regulation made under this section 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 one session or in two or more successive sessions, and if, before the expiryof the session immediately following the session or the successive sessionsaforesaid, both Houses agree in making any modification in the regulation, orboth Houses agree that the regulation should not be made, the regulations 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 regulation.

94. Power to make rules.

§ 94. Power to make rules.

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

- 67.POWER TO MAKE RULES.
- (1) The Central Government may, by notification, make rules to carry out the purposes of this Act.
- (2) In particular, and without prejudice to the generality of the foregoing power, suchrules may provide for all or any of the following matters, namely:-
- (a) the form and manner in which notices may be given or applications may be made to itunder this Act and the fees payable therefore;
- (ab) the form and the manner in which an application for recognition shall be made underclause (n) of section 2;
- (ac) Omitted by the MRTP (Amendment) Act 1991, w.e.f. 27-9-1991.
- (b) the particulars to be furnished under this Act and the form and manner in which andthe intervals within which they may be furnished;
- (ba) Omitted by the MRTP (Amendment) Act, 1991, w.e.f. 27-9-1991.

- (c) the conditions of service of members of the Commission and the Director General;
- (ca) the duties and functions of the Director General;
- (d) the places and the manner in which the register shall be maintained and theparticulars to be entered therein;
- (da) the manner in which every authenticated copy of any order made by the Commission inrespect of any restrictive, or unfair, trade practice shall be recorded;
- (e) the fees payable for inspection of the register and for obtaining certified copies of particulars from the register;
- (f) the travelling and other expenses payable to persons summoned by the Commission toappear before it;
- (g) Omitted by the MRTP (Amendment) Act, 1991, w.e.f. 27-9-1991.
- (h) any other matter which is required to be, or may be, prescribed.
- (2A) Any rule made under clause (c) of sub-section (2) in relation to the conditions of service of the members of the Commission may be made retrospectively from a date notearlier than the 1st day of January, 1986, so, however, that such rule shall not prejudicially affect the interests of any such member.
- (3) Every rule made by the Central Government under this Act shall be laid, as soon as maybe after it is made, before each House of Parliament while it is in session for a totalperiod of thirty days which may be comprised in one session or in two or more successivesessions, and if, before the expiry of the session immediately following the session orthe successive sessions aforesaid, both Houses agree in making any modification in therule or both Houses agree that the rule should not be made, the rule shall thereafter haveeffect 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 ofanything previously done under that rule.

95. Schedule I

§ 95. Schedule I

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

Sch. Part I

162 THE SCHEDULE

[See section 30C]

I OMITTED BY THE MRTP (AMENDMENT) ACT, 1991, W.E.F.27-9-1991.

96. Schedule II

§ 96. Schedule II

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

Sch. Part II

THE SCHEDULE

[See section 30C]

II OMITTED BY THE MRTP (AMENDMENT) ACT, 1991, W.E.F.27-9-1991.

§ 95. Schedule I

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

Sch. Part I

162 THE SCHEDULE

[See section 30C]

I OMITTED BY THE MRTP (AMENDMENT) ACT, 1991, W.E.F.27-9-1991.

§ 96. Schedule II

The Monopolies And Restrictive Trade Practices Act, 1969 Bare Act

Sch. Part II

THE SCHEDULE

[See section 30C]

II OMITTED BY THE MRTP (AMENDMENT) ACT, 1991, W.E.F.27-9-1991.	