# THE EMPLOYEES' STATE INSURANCE ACT, 1948

# ARRANGEMENT OF SECTIONS

## CHAPTER I

#### **PRELIMINARY**

#### **SECTIONS**

- 1. Short title, extent, commencement and application.
- 2. Definitions.
- 2A. Registration of factories and establishments.

#### CHAPTER II

#### CORPORATION, STANDING COMMITTEE AND MEDICAL BENEFIT COUNCIL

- 3. Establishment of Employees' State Insurance Corporation.
- 4. Constitution of Corporation.
- 5. Term of office of members of the Corporation.
- 6. Eligibility for re-appointment or re-election.
- 7. Authentication of orders, decisions, etc.
- 8. Constitution of Standing Committee.
- 9. Term of office of members of Standing Committee.
- 10. Medical Benefit Council.
- 11. Resignation of membership.
- 12. Cessation of membership.
- 13. Disqualification.
- 14. Filling of vacancies.
- 15. Fees and allowances.
- 16. Appointment of a Director General and a Financial Commissioner.
- 17. Staff.
- 18. Powers of the Standing Committee.
- 19. Corporation's power to promote measures for health, etc., of insured persons.
- 20. Meetings of Corporation, Standing Committee and Medical Benefit Council.
- 21. Supersession of the Corporation and Standing Committee.
- 22. Duties of Medical Benefit Council.
- 23. Duties of Principal Officers.
- 24. Acts of Corporation, etc., not invalid by reason of defect in constitution, etc.
- 25. Regional Boards, Local Committees, Regional and Local Medical Benefit Councils.

#### CHAPTER III

## FINANCE AND AUDIT

- 26. Employees' State Insurance Fund.
- 27. [*Omitted*.]
- 28. Purposes for which the Fund may be expended.
- 28A. Administrative expenses.
- 29. Holding of property, etc.
- 30. Vesting of the property in the Corporation.
- 31. [*Omitted*.]
- 32. Budget estimates.

#### **SECTIONS**

- 33. Accounts.
- 34. Audit.
- 35. Annual report.
- 36. Budget, audited accounts and the annual report to be placed before Parliament.
- 37. Valuation of assets and liabilities.

# CHAPTER IV CONTRIBUTIONS

- 38. All employees to be insured.
- 39. Contributions.
- 40. Principal employer to pay contributions in the first instance.
- 41. Recovery of contribution from immediate employees.
- 42. General provisions as to payment of contribution.
- 43. Method of payment of contributions.
- 44. Employers to furnish returns and maintain registers in certain cases.
- 45. Social Security Officers, their functions and duties.
- 45A. Determination of contributions in certain cases.
- 45AA. Appellate authority.
- 45B. Recovery of contributions.
- 45C. Issue of certificate to the Recovery Officer.
- 45D.Recovery officer to whom certificate is to be forwarded.
- 45E. Validity of certificate and amendment thereof.
- 45F. Stay of proceedings under certificate and amendment or withdrawal thereof.
- 45G. Other modes of recovery.
- 45H. Application of certain provisions of the Income-tax Act.
- 45-I. Definitions.

# CHAPTER V BENEFITS

- 46. Benefits.
- 47. [*Omitted*.]
- 48. [*Omitted*.]
- 49. Sickness benefit
- 50. Maternity benefit.
- 51. Disablement benefit.
- 51A. Presumption as to accident arising in course of employment.
- 51B. Accidents happening while acting in breach of regulations, etc.
- 51C. Accidents happening while travelling in employer's transport.
- 51D. Accidents happening while meeting emergency.
- 51E. Accidents happening while commuting to the place of work and vice versa.
- 52. Dependant's benefit.
- 52A. Occupational disease.
- 53. Bar against receiving or recovery of compensation or damages under any other law.
- 54. Determination of question of disablement.

#### **SECTIONS**

- 54A. References to medical boards and appeals to medical appeal tribunals and Employees' Insurance Courts.
- 55. Review of decisions by medical board or medical appeal tribunal.
- 55A. Review of dependant's benefit.
- 56. Medical benefit.
- 57. Scale of medical benefit;
- 58. Provision of medical treatment by State Government.
- 59. Establishment and maintenance of hospitals, etc., by Corporation.
- 59A. Provision of medical benefit by the Corporation in lieu of State Government.
- 59B. Medical and para-medical education.

#### General

- 60. Benefit not assignable or attachable.
- 61. Bar of benefits under other enactments.
- 62. Persons not to commute cash benefits.
- 63. Persons not entitled to receive benefit in certain cases.
- 64. Recipients of sickness or disablement benefit to observe conditions.
- 65. Benefits not to be combined.
- 66. [*Omitted*.]
- 67. [*Omitted*.]
- 68. Corporation's rights where a principal employer fails or neglects to pay any contribution.
- 69. Liability of owner or occupier of factories, etc., for excessive sickness benefit.
- 70. Repayment of benefit improperly received.
- 71. Benefit payable up to and including day of death.
- 72. Employer not to reduce wages, etc.
- 73. Employer not to dismiss or punish employee during period of sickness, etc.

# CHAPTER VA

## SCHEME FOR OTHER BENEFICIARIES

- 73A. Definitions.
- 73B. Power to frame Scheme.
- 73C. Collection of user charges.
- 73D. Scheme for other beneficiaries.
- 73E. Power to amend Scheme.
- 73F. Laying of Scheme framed under this Chapter.

# CHAPTER VI

# ADJUDICATION OF DISPUTE AND CLAIMS

- 74. Constitution of Employees' Insurance Court.
- 75. Matters to be decided by Employees' Insurance Court.
- 76. Institution of proceedings, etc.
- 77. Commencement of proceedings.
- 78. Powers of Employees' Insurance Court.
- 79. Appearance by legal practitioners, etc.
- 80. [*Omitted*.]
- 81. Reference to High Court.
- 82. Appear.
- 83. Stay of payment pending appeal.

## **CHAPTER VII**

#### **PENALTIES**

#### **SECTIONS**

- 84. Punishment for false statement.
- 85. Punishment for failure to pay contributions, etc.
- 85A. Enhanced punishment in certain cases after previous conviction.
- 85B. Power to recover damages.
- 85C. Power of Court to make orders.
- 86. Prosecutions.
- 86A. Offences by companies.

#### **CHAPTER VIII**

#### **MISCELLANEOUS**

- 87. Exemption of a factory or establishment or class of factories or establishments.
- 88. Exemption of persons or class of persons.
- 89. Corporation to make representation.
- 90. Exemption of factories or establishments belonging to Government or any local authority.
- 91. Exemption from one or more provisions of the Act.
- 91A. Exemptions to be either prospective or retrospective.
- 91AA. Central Government to be appropriate Government.
- 91B. Misuse of benefits.
- 91C. Writing off of losses.
- 92. Power of Central Government to give directions.
- 93. Corporation officers and servants to be public servants.
- 93A. Liability in case of transfer of establishment.
- 94. Contributions, etc., due to Corporation to have priority over other debts.
- 94A. Delegation of powers.
- 95. Power of Central Government to make rules.
- 96. Power of State Government to make rules.
- 97. Power of Corporation to make regulations.
- 98. [*Omitted*.]
- 99. Medical care for the families of insured persons.
- 99A. Power to remove difficulties.
- 100. Repeals and savings.

[THE FIRST SCHEDULE] OMITTED

THE SECOND SCHEDULE.

THE THIRD SCHEDULE.

# THE EMPLOYEES' STATE INSURANCE ACT, 1948

# ACT NO. 34 OF 1948<sup>1</sup>

[19th April, 1948.]

An Act to provide for certain benefits to employees in case of sickness, maternity and employment injury and to make provision for certain other matters in relation thereto.

WHEREAS it is expedient to provide for certain benefits to employees in case of sickness, maternity and employment injury and to make provision for certain other matters in relation thereto;

It is hereby enacted as follows:—

# CHAPTER I

#### **PRELIMINARY**

- **1. Short title, extent, commencement and application.**—(1) This Act may be called the Employees' State Insurance Act, 1948.
  - (2) It extends to the whole of India  $^{2***}$ .
- (3) It shall come into force on such date or dates<sup>3</sup> as the Central Government may, by notification in the Official Gazette, appoint, and different dates may be appointed for different provisions of this Act and <sup>4</sup>[for different States or for different parts thereof].
- (4) It shall apply, in the first instance, to all factories (including factories belonging to the Government) other than seasonal factories:

<sup>5</sup>[Provided that nothing contained in this sub-section shall apply to a factory or establishment belonging to or under the control of the Government whose employees are otherwise in receipt of benefits substantially similar or superior to the benefits provided under this Act.]

(5) The appropriate Government may, in consultation with the Corporation and <sup>6</sup>[where the appropriate Government is a State Government, with the approval of the Central Government], after giving <sup>7</sup>[one month's] notice of its intention of so doing by notification in the Official Gazette, extend the provisions of this Act or any of them, to any other establishment or class of establishments, industrial, commercial, agricultural or otherwise:

<sup>8</sup>[Provided that where the provisions of this Act have been brought into force in any part of a State, the said provisions shall stand extended to any such establishment or class of establishments within that part if the provisions have already been extended to similar establishment or class of establishments in another part of that State].

<sup>5</sup>[(6) A factory or an establishment to which this Act applies shall continue to be governed by this Act notwithstanding that the number of persons employed therein at any time falls below the limit specified by or under this Act or the manufacturing process therein ceases to be carried on with the aid of power.]

<sup>1.</sup> This Act has been extended to Jaunsar Bawar Parganas in the Dehra Dun District and the areas of South of Kaimpur range in the Mirzapur District of the State of Uttar Pradesh by Schedule IV of Act 20 of 1954; to Pondicherry by Reg. 7 of 1963, s. 3 and Schedule and to Goa, Daman and Diu by Reg. 11 of 1963, s.3 and the Schedule (w.e.f. 1-8-1965).

<sup>2.</sup> The words "except the State of Jammu and Kashmir" omitted by Act 51 of 1970, s. 2 and the Schedule (w.e.f. 1-9-1971).

<sup>3.</sup> For dates *see* Annexure.

<sup>4.</sup> Subs. by Act 53 of 1951, s. 2, for "for different States" (w.e.f. 6-10-1951).

<sup>5.</sup> Ins. by Act 29 of 1989, s. 2 (w.e.f. 20-10-1989).

<sup>6.</sup> Subs. by Act 53 of 1951, s. 2, for "with the approval of the Central Government" (w.e.f. 6-10-1951).

<sup>7.</sup> Subs. by Act 18 of 2010, s. 2, for "six month's" (w.e.f. 1-6-2010).

<sup>8.</sup> Ins. by Act 29 of 1989, s. 2 (w.e.f. 16-5-1990).