

# THE EQUAL REMUNERATION ACT, 1976

[ACT No. 25 OF 1976]

*An Act to Provide for the payment of remuneration to men and women workers and for the prevention of discrimination, on the ground of sex, against women in the matter of employment and for matters connected therewith or incidental thereto.*

Be it enacted by Parliament in the twenty-seventh year of the Republic of India as follows:

## CHAPTER I

### PRELIMINARY

1. **Short title, extent and commencement.**-(1) This Act may be called the Equal Remuneration Act, 1976.

(2) It extends to the whole of India.

(3) It shall come into force on such date, not being later than three years from the passing of this Act, as the Central Government may, by notification, appoint and different dates may be appointed for different establishments or employment.

### OBJECTS AND REASONS

Article 39 of the Constitution envisages that the State shall direct its policy among other things, towards securing that there is equal pay for equal work for both men and women, To give effect to this constitutional provisions, the President promulgated on the 26th September, 1975, the Equal Remuneration Ordinance, 1975, so that the provisions of Art. 39 of the Constitution may be implemented in the year which is being celebrated as the International Women's year. The Ordinance provides for payment of equal remuneration to men and women worker for the same work or work of a similar nature and for the prevention of discrimination on grounds of sex.

2. The Ordinance also ensures that there will be no discrimination against recruitment of woman and provides for setting up of Advisory Committees to promote employment opportunities for women.

3. This Bill seeks to replace the Ordinance. [Published in Gaz. of Ind. 6-1-76, Pt. II, S.2 Ext. P. 128.]

2. **Definitions.**- In this Act, unless the context otherwise requires,-

(a) "appropriate Government" means,-

(i) in relation to any employment carried on by or under the authority of the Central Government or a railway administration, or in relation to a banking company, a mine, oilfield or major port or any corporation established by or under a central Act, the Central Government, and

(ii) in relation to any other employment, the State Government;

(b) “commencement of this Act” means, in relation to an establishment employment, the date on which this Act comes into force in respect of that establishment or employment;

(c) “employer” has the meaning assigned to it in clause (f) of section 2 of the payment of Gratuity Act, 1972 (39 of 1972);

(d) “man” and “woman” mean male and female human beings, respectively of any age.;

(e) “notification” means a notification published in the Official Gazette;

(f) “prescribed” means prescribed by rules made under this Act;

(g) “remuneration” means the basic wage or salary, and any addition emoluments whatsoever payable, either in cash or in kind, to a person employed in respect of employment or work done in such employment, if the terms of the contract of employment, express or implied, were fulfilled;

(h) “same work or work of a similar nature” means work in respect of which the skill, effort and responsibility required are the same, when performed under similar working conditions, by a man or a woman and the differences, if any, between the skill effort and responsibility required of a man and those required of a woman are not of practical importance in relation to the terms and conditions of employment;

(i) “worker” means a worker in any establishment or employment in respect of which this Act has come into force ;

(j) words and expressions used in this Act and not defined but defined in the Industrial Disputes Act, 1947 (14 of 1947), shall have the meaning respectively assented to them in that Act.

#### **NOTE**

The expression “same work or work of similar nature” laid stress upon the similarity of skill, effort and responsibility, when performed under similar condition, the equality of work

may vary from institution to institution. It is a matter of proof and not of assumption. [State of M.P. promod Bhartiya, AIR 1993 SC 286 : 1993 (I) SCC 539.]

3. **Act to have overriding effect.**- the provisions of this Act shall have effect notwithstanding anything inconsistent there with contained in any other law or in the terms of any award, agreement or contract of service, whether made before or after the commencement of this Act, or in any instrument having effect under any law for the time being in force.

## CHAPTER II

### PAYMENT OF REMUNERATION AT EQUAL RATES TO MEN AND WOMEN WORKERS AND OTHER MATTERS

4. **Duty of employer to pay equal remuneration to men and women workers for same work or work of a similar nature.**- (1) No employer shall pay to any worker, employed by him in an establishment or employment, remuneration, whether payable in cash or in kind, at rates less favourable than those at which remuneration is paid by him to the workers of the opposite sex in such establishment or employment for performing the same work or work or work of a similar nature:

(2) No employer shall, for the purpose of complying with the provisions of subsection (1), reduce the rate of remuneration of any worker.

(3) Where, in an establishment or employment, the rates of remuneration payable before the commencement of this Act for men and women workers for the same work or work of a similar nature are different only on the ground of sex then the higher (in cases where there are only two rates), or as the case may be, the highest (in cases where there are only two rates), or as the case may be, the highest (in cases where there are more than two than two rates), of such rates shall be the rate at which remuneration shall be payable, on and from such commencement, to such men and women workers :

**provided** that nothing in this subsection shall be deemed to entitle a worker to the revision of the rate of remuneration payable to him or her with reference to the service rendered by him or her before the commencement of this Act.

#### NOTE

The act does not permit the management to pay to a section of its employees doing the same work of similar nature lesser pay contrary to section 4 (1) only because it is not able to pay equal remuneration to all. The applicability of the Act does not depend upon the financial ability of the management to pay equal remuneration as provided by it. [Machining Mackenzie & Co. V. Audrey D. Costa, AIR 1987 SC 1287 : 1987 Lab IC 961.]

**5. No discrimination to be made while recruiting men and women workers.-** On and from the commencement of this Act, no employer shall while making recruitment for the same work or work of a similar nature, or in any condition of service subsequent to recruitment such as promotions, training or transfer, make any discrimination against women except where the employment of women in such work is prohibited or restricted by or under any law for the time being in force :

**provided** that the provisions of this section shall not effect any priority or reservation for scheduled castes or scheduled Tribes, ex-servicemen, retrenched employees or any other class or category of person in the matter of recruitment to the posts in an establishment or employment.

**6. Advisory Committee.-** (1) For the purpose of providing increasing employment opportunities for women the appropriate Government shall constitute one or more Advisory Committees to advise it with regard to the extent to which women may be employed in such establishments or employment as the Central Government may, by notification, specify in this behalf.

(2) Every Advisory Committee shall consists of not less than ten persons to number of woman employment in the concerned establishment or employment, the nature of work, hours or work,. Suitability of women for employment, as the case may be, the need for providing increasing employment opportunities for women, including part-time employment, and such relevant factors as the Committee may think fit.

(4) The Advisory Committee shall regulate its own procedure.

(5) The appropriate Government may, after considering the advice tendered to it by the Advisory Committee and after giving to the persons concerned in the establishment or employment an opportunity to make representations, issue such directions in respect of respect of employment of woman workers, as the appropriate Government may think fit.

**7. Power of appropriate Government to appoint authorities for hearing and deciding claims and complaints.-** (1) The appropriate Government may, by notification, appoint such officers, not below the rank of a Labour Officer, as it thinks fit to be the authorities for the purpose of hearing and deciding-

(a) complaints with regard to the contravention of any provision of this Act;

(b) claims arising out of nonpayment of wages at equal rates to men and women workers for the same work or work of a similar nature,

and may, by the same or subsequent notification, define the local limits within which each such authority shall exercise its jurisdiction.

(2) Every complaint or claim referred to in subsection (1) shall be made in such manner as may be prescribed.

(3) If any question arises as to whether two or more worker are of the nature or of a similar nature, it shall be decided by the authority appointed under subsection (1).

(4) Where a complaint or claim is made to the authority appointed under subsection (1), it may, after giving the applicant and the employer an opportunity of being heard and after such inquiry as it may consider necessary, direct,-

i) in the case of a claim arising out of nonpayment of wages at equal rates to men and women workers for the same work or work of a similar nature, that payment be made to the worker of the amount by which the wages payable to him exceed the amount actually paid;

(ii) in the case of complaint, that adequate steps be taken by the employer so as to ensure that there is no contravention of any provision of this Act.

(5) Every authority appointed under subsection (1) shall have all the powers of a Civil Court under the Code of Civil Procedure, 1908 (5 of 1908), shall have all the purpose of taking evidence and of documents, and every such attendance of witnesses and compelling the production of document, and every such authority shall be deemed to be a Civil Court

for all the purposes of section 195 and Chapter XXVI of the Code of Criminal Procedure, 1973 (2 of 1974).

(6) Any employer or worker aggrieved by any order made by an authority appointed under subsection (1), on a complaint or claim may, within thirty days, from the date of the order, prefer an appeal to such authority as the appropriate Government may, by notification, specify in this behalf, and that authority may, after hearing the appeal, confirm, modify or reverse the order appealed against and no further appeal shall lie against the order made by such authority.

(7) The authority referred to in subsection (6) may, if it is satisfied that the appellant was prevented by sufficient cause from preferring the appeal within the period specified in subsection (6) , allow the appeal to be preferred within a further period of thirty days not thereafter.

(8) The provisions of subsection (1) of section 33-C of the Industrial Dispute Act, 1947 (14 of 1947), shall apply for the recovery of monies due from an employer arising out of the decision of an authority appointed under this section.

### CHAPTER III

### MISCELLANEOUS

**8. Duty of employers to maintain registers.**-On and from the commencement of this Act, every employer shall maintain such registers and other documents in relation to the workers employed by him as may be prescribed.

**9. Inspectors.**- (1) The appropriate Government may, by notification, appoint such persons as it may think fit to be Inspectors for the purpose of making thereunder are being complied with by employer, and may define the local limits within which an Inspector may make, such investigation.

(2) Every Inspector shall be deemed to be a public servant within the meaning of section 21 of the India Penal Code (45 of 1860).

(3) An Inspector may, at any place within the local limits of his jurisdiction, -

- (a) enter, at any reasonable time with such assistance as he thinks fit, any building, factory, premises of vessel;
- (b) require any employer to produce any register, muster-roll or other documents relating to the employment of workers, and examine such documents;

- (c) take, on the spot or otherwise, the evidence of any person for the purpose of ascertaining whether the provisions of this Act are being, or have been, complied with;
- (d) examine the employer, his agent or servant or any other person found in charge of the establishment or any premises connected therewith or any person whom the Inspector has reasonable cause to believe to be, or to have been a worker in the establishment;
- (e) make copies, or take extracts from, any register or other document maintained in relation to the establishment under this Act.

(4) Any person required by an Inspector to produce any register or other document or to give any information shall comply with under this Act.

**10. Penalties.-** (1) If after the commencement of this Act, any employer, being required by or under the Act, so to do-

- (a) omits or fails to maintain any register or the document in relation to workers employed by him, or
- (b) omits or fails to produce any register, muster-roll or other document relating to the employment of workers, or
- (c) omits or refuses to give any evidence or prevents his agent, servant, or any other person in charge of the establishment, or any worker from giving evidence, or
- (d) omits or refuses to give any information,

he shall be punishable with simple imprisonment for a term which may extend to one month or with fine which may extend to ten thousand rupees or with both.

(2) If, after the commencement of this Act, any employer-

- (a) makes any recruitment in contravention of the provisions of this Act, or
- (b) makes any payment of remuneration at unequal rates to men and women workers, for the same work or work of a similar nature, or
- (c) makes any discrimination between men and women workers in contravention of the provisions of this Act, or
- (d) omits or fails to carry out any direction made by the appropriate Government under subsection (5) of section 6,

he shall be punishable with fine which shall not be less than ten thousand rupees but which may extend to twenty thousand rupees or with imprisonment for a term which shall not be less than three months but which may extend to one year or with both for the first offence, and with imprisonment which may extend to two years for the second and subsequent offences.

(3) If any person being required so to do, omits or refuses to produce to an Inspector any register or other document or to give any information, he shall be punishable with fine which may extend to five hundred rupees.

**11. Offences by companies.- (1)** Where an offence under this Act has been committed by a company, every person who, at the time the offence was committed, was in charge of and was responsible to, the company for the conduct of the business of the company, as well as the company, shall be deemed to be guilty of the offence and shall be liable to be proceeded against and punished accordingly:

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

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

Explanation-For the purposes of this section,-

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

**12. Cognizance and trial of offences.- (1)** No Court inferior to that of a Metropolitan Magistrate or a Judicial Magistrate of the first class shall try any offence punishable under this Act.

(2) No court shall take cognizance of an offence punishable under this Act except upon-

- (a) its own knowledge or upon a complaint made by the appropriate Government or an officer authorised by it in this behalf, or
- (b) a complain mad by the person aggrieved by the offence or by any recognised welfare institution or organisation.

*Explanation*-For the purpose of this subsection “recognised welfare institution or organisation” means a social welfare institution or organisation recognised in this behalf by the Central or State Government.

**13. Power to make rules.-** (1) The Central Government may, by notification, make rules for carrying out the provisions of this Act.

(2) In particular, and without prejudice to the generality of the foregoing power, such rules may provide for all or any of the following matters, namely:-

- (a) the manner in which complaint or claim referred to in subsection (1) of section 7 shall be made;
- (b) registers and other documents which an employer is required under section 8 to maintain in relation to the workers employed by him;
- (c) any other matter which is required to be, or may be, prescribed.

(3) Every rule made by the Central Government under this Act shall be laid, as soon as may be after it is made, before each House of Parliament, while it is in session, for a total period of thirty days which may be comprised in one session or immediately following the session or the successive sessions aforesaid, both House agree in making any modification in the rule or both House agree that the rule should not be made, the rule shall thereafter have effect only in such modified form or be of no effect as the case may be; so however, that any such modification or annulment shall be without prejudice to the validity of anything previously done under that rule.

**14. Power of Central Government to give directions.-**The Central Government may give directions to a State Government as to the carrying into execution of this Act in the State.

**15. Act not to apply in certain special cases.-**Nothing in this Act shall apply-

- (a) to cases affecting the terms and conditions of a woman’s employment in complying with the requirements of any law giving special treatment to women, or
- (b) to any special treatment accorded to women in connection with-
  - (i) the birth or expected birth of a child, or

- (ii) the terms and conditions relating to retirement, marriage or death or to any provision made in connection with the retirement, marriage or death.

**16. Power to make declaration-**Where the appropriate Government is, on a consideration of all the circumstances of the case, satisfied that the differences in regard to the remuneration, or a particular specialises of remuneration, of men and women workers in any establishment or employment in based on a factor other than sex, it may, by notification, make a declaration to that effect, any any act of the employer attributable to such a difference shall not be deemed to be a contravention of any provision of this Act.

**17. Power to remove difficulties.-**If any difficulty arises in giving effect to the provisions of this Act, the Central Government may, by notification, make any order, not inconsistent with the provisions of this Act, which appears to it to be necessary for the purpose of removing the difficulty:

**Provided** that every such order shall, s soon as my be after it is made, be laid before each House of Parliament.

**18. Repeal and saving.- (1)** Te Equal Remuneration Ordinance, 1975 (12 of 1975) is hereby repealed.

(2) Notwithstanding such repeal, anything done or any action taken under the Ordinance so repealed (including any notification, nomination, appointment order or direction made thereunder) shall be deemed to have been done or taken under the corresponding provisions of this Act as if this Act were in force when such thing was done or action was taken.