DLCS-01-04

NON-DISCLOSURE AGREEMENT

(DLCS-01-04, Issue-1)

January 2017

STQC Directorate,

Ministry of Electronics & Information Technology,

Electronics Niketan, 6 CGO Complex, Lodi Road,

New Delhi – 110003.

NON-DISCLOSURE AGREEMENT

(Between STQC empaneled Auditor & Auditee)

THIS NON-DISCLOSURE AGREEMENT is made on this …….. Day (date) of…………

(Year) By and between

# In case of Central Government Ministry/ Departments #/State Government

Departments DLSP/DL Repository

President

of

India/Governor

of

(name

of

state)

acting through

……………………………. (Name, Designation) of …………………….. (Name of Ministry/

Department) address ……………………

hereinafter referred to

as “Auditee” which expression shall, unless repugnant to the context or meaning

thereof, include its successors and assigns) of the first part.

#

In case of Autonomous Societies/ Not-for-profit companies/ Public sector

Undertakings/ Private sector DLSP/DL Repository

……………………………. (Name of Company/ Society) incorporated /registered under the

Companies Act,1956/2013/ the societies registration Act,1860 having its

registered/corporate office at ……………………

(hereinafter referred to

as “Auditee” which expression shall, unless repugnant to the context or meaning

thereof, includes its successors, administrators and permitted assigns) of the first part.

And

Name incorporated/registered under the …. ….. Name of the Act having its

registered/corporate office at ……………… (Herein referred to as “Auditor” which

expression shall, unless repugnant to the context or meaning thereof, include its

successors, assigns, administrators, liquidators and receivers) of the second part

WHEREAS

A. Auditor (Audit Organisation) is a services organization empaneled by the

Standardisation, Testing and Quality Certification Response Team (hereinafter

referred to as STQC) under Ministry of Electronics & IT, for auditing, including

vulnerability assessment and penetration testing of Digital Locker services,

networks, computer resources & applications of various agencies or departments of

the Government.

B. Auditor, as an empanelled Information Security and service management Auditing

organization, has agreed to fully comply with the “Rules and procedures of Digital

Locker Service Provider ( DLSP) / DL Repositories certification scheme, Terms &

conditions of empanelment and Policy guidelines for handling audit related data”

while conducting audits.

C. Auditee is also aware of the aforesaid Guidelines by STQC.

D. Both Auditor and Auditee have given their irrevocable consent to fully comply with

the aforesaid Guidelines and any amendments thereof without any reservations.

NOW, THEREFORE, in consideration of the foregoing and the covenants and agreements

contained herein, the parties agree as follows:

1.

2

Definitions:

(a) The term “Confidential Information” shall include, without limitation, all

information and materials, furnished by either Party to the other in connection

with Auditee products and services including information transmitted in writing,

orally, visually (e.g. video terminal display) or on magnetic media, and including

all proprietary information, customer & prospect lists, trade secrets, trade

names or proposed trade names, methods and procedures of operation,

business or marketing plans, licensed document know-how, ideas, concepts,

designs, drawings, flow charts, diagrams, quality manuals, checklists, guidelines,

processes, formulae, source code materials, specifications, programs, software

packages, codes and other intellectual property relating to Auditee products and

services. Results of any information security audits, tests, analysis, extracts or

usages carried out by the Auditor in connection with the Auditee’s products

and/or services, IT infrastructure, etc. shall also be considered Confidential

Information.

(b) The term “Auditee products” shall include all such products, goods, services,

deliverables, which are subject to audit by the empanelled auditor under the

Agreement.

Protection of Confidential Information: With respect to any Confidential

Information disclosed to it or to which it has access, Auditor affirms that it shall:

(a)

(b)

Use the Confidential Information as necessary only in connection with

scope of audit and in accordance with the terms and conditions

contained herein;

Maintain the Confidential Information in strict confidence and take all

reasonable steps to enforce the confidentiality obligations imposed

hereunder, but in no event take less care with the Confidential

Information than the parties take to protect the confidentiality of its own

proprietary and confidential information and that of its other clients;

(c)

Not to make or retain copy of any details of products and/or services,

prototypes, business or marketing plans, Client lists, Proposals developed

by or originating from Auditee or any of the prospective clients of

Auditee.

(d)

(e)

(f)

(g)

(h)

(i)

(j)

(k)

Not to make or retain copy of any details of results of any information

security audits, tests, analysis, extracts or usages carried out by the

Auditor in connection with the Auditee’s products and/or services, IT

infrastructure, etc. without the express written consent of Auditee.

Not to disclose or in any way assist or permit the disclosure of any

Confidential Information to any other person or entity without the

express written consent of the auditee ; and

Return to the auditee, or destroy, at auditee’s discretion, any and all

Confidential Information disclosed in a printed form or other permanent

record, or in any other tangible form (including without limitation, all

copies, notes, extracts, analyses, studies, summaries, records and

reproductions thereof) immediately on (i) expiration or termination of

this agreement, or (ii) the request of Auditee there for.

Not to send Auditee’s audit information or data and/or any such

Confidential Information at any time outside India for the purpose of

storage, processing, analysis or handling without the express written

consent of the Auditee.

The auditor shall use only the best possible secure methodology to avoid

confidentiality breach, while handling audit related data for the purpose

of storage, processing, transit or analysis including sharing of information

with auditee.

Not to engage or appoint any non-resident/foreigner to undertake any

activity related to Information Security Audit.

Not to discuss with any member of public, media, press, any or any other

person about the nature of arrangement entered into between the

Auditor and the Auditee or the nature of services to be provided by

Auditor to the Auditee.

Make sure that all the employees and/or consultants engaged to

undertake any audit on its behalf have signed the mandatory non

disclosure agreement.

3. Onus. Auditor shall have the burden of proving that any disclosure or use

inconsistent with the terms and conditions hereof falls within any of the

foregoing exceptions.

4. Permitted disclosure of audit related information:

The auditor may share audit information with STQC or similar Government

entities mandated under the law as and when called upon to do so by such

agencies

with

prior

written

information

to

the

auditee.

5. Exceptions. The Confidentiality obligations as enumerated in Article 2 of this

Agreement shall not apply in following cases:

(a) Which is independently developed by Auditor or lawfully received from

another, source free of restriction and without breach of this Agreement;

or

(b) After it has become generally available to the public without breach of

this Agreement by Auditor; or

(c) Which at the time of disclosure to Auditor was known to such party free

of restriction and evidenced by documents in the possession of such

party; or

(d) Which Auditee agrees in writing is free of such restrictions.

(e) Which is received from a third party not subject to the obligation of

confidentiality with respect to such Information;

6. Remedies. Auditor acknowledges that any actual or threatened disclosure or use

of the Confidential Information by Auditor would be a breach of this agreement

and may cause immediate and irreparable harm to Auditee or to its clients;

Auditor affirms that damages from such disclosure or use by it may be

impossible to measure accurately; and injury sustained by Auditee / its clients

may be impossible to calculate and compensate fully. Therefore, Auditor

acknowledges that in the event of such a breach, Auditee shall be entitled to

specific performance by Auditor of its obligations contained in this Agreement.

In addition, Auditor shall compensate the Auditee for the loss or damages caused

to the auditee, actual and liquidated damages, which may be demanded by

Auditee with liquidated damages not to exceed the Contract value. Moreover,

Auditee shall be entitled to recover all costs of litigation including reasonable

attorneys’ fees which it or they may incur in connection with defending its

interests and enforcement of contractual rights arising due to a breach of this

agreement by Auditor. All rights and remedies hereunder are cumulative and in

addition to any other rights or remedies under any applicable law, at equity, or

under this Agreement, subject only to any limitations stated herein.

7. Need to Know. Auditor shall restrict disclosure of such Confidential Information

to its employees and/or consultants with a need to know (and advise such

employees and/or consultants of the obligations assumed herein), shall use the

Confidential Information only for the purposes set forth in the Agreement, and

shall not disclose such Confidential Information to any affiliates, subsidiaries,

associates and/or third party without prior written approval of the Auditee.

No Information relating to auditee shall be hosted or taken outside the country

in any circumstances.

8. Intellectual Property Rights Protection. No license to a party, under any

trademark, patent, copyright, design right, mask work protection right, or any

other intellectual property right is either granted or implied by the conveying of

Confidential Information to such party.

9. No Conflict. The parties represent and warrant that the performance of its

obligations hereunder do not and shall not conflict with any other agreement or

obligation of the respective parties to which they are a party or by which the

respective parties are bound.

10. Authority. The parties represent and warrant that they have all necessary

authority and power to enter into this Agreement and perform their obligations

hereunder.

11. Governing Law. This Agreement shall be interpreted in accordance with and

governed by the substantive and procedural laws of India and the parties hereby

consent to the jurisdiction of Courts and/or Forums situated at <Name of the

city>.

12. Entire Agreement. This Agreement constitutes the entire understanding and

agreement between the parties, and supersedes all previous or

contemporaneous agreement or communications, both oral and written,

representations and under standings among the parties with respect to the

subject matter hereof.

13. Amendments. No amendment, modification and/or discharge of this Agreement

shall be valid or binding on the parties unless made in writing and signed on

behalf of each of the parties by their respective duly authorized officers or

representatives.

14. Binding Agreement. This Agreement shall be binding upon and inure to the

benefit of the parties hereto and their respective successors and permitted

assigns.

15. Severability. It is the intent of the parties that in case any one or more of the

provisions contained in this Agreement shall be held to be invalid or

unenforceable in any respect, such provision shall be modified to the extent

necessary to render it, as modified, valid and enforceable under applicable laws,

and such invalidity or unenforceability shall not affect the other provisions of

this Agreement.

16. Waiver. Waiver by either party of a breach of any provision of this Agreement,

shall not be deemed to be waiver of any preceding or succeeding breach of the

same or any other provision hereof.

17. Survival. Both parties agree that all of their obligations undertaken herein with

respect to Confidential Information received pursuant to this Agreement shall

survive till perpetuity even after expiration or termination of this Agreement.

18. Non-solicitation. During the term of this Agreement and thereafter for a

further period of two (2) years Auditor shall not solicit or attempt to solicit

Auditee’s employees and/or consultants, for the purpose of hiring/contract or

to proceed to conduct business similar to Auditee with any employee and/or

consultant of the Auditee who has knowledge of the Confidential Information,

without the prior written consent of Auditee.

19. This Agreement is governed by and shall be construed in accordance with the

laws of India. In the event of dispute arising between the parties in connection

with the validity, interpretation, and implementation or alleged breach of any

provision of this Agreement, the parties shall attempt to resolve the dispute in

good faith by senior level negotiations. In case, any such difference or dispute is

not amicably resolved within forty five (45) days of such referral for

negotiations, it shall be resolved through arbitration process, wherein both the

parties will appoint one arbitrator each and the third one will be appointed by

the two arbitrators in accordance with the Arbitration and Conciliation Act,

1996. The venue of arbitration in India shall be (please choose the venue of

dispute resolution as the city) or where the services are provided. The

proceedings of arbitration shall be conducted in English language and the

arbitration award shall be substantiated in writing and binding on the parties.

The arbitration proceedings shall be completed within a period of one hundred

and eighty (180) days from the date of reference of the dispute to arbitration.

20. Term. This Agreement shall come into force on the date of its signing by both the

parties and shall be valid up to one year.

IN WITNESS HEREOF, and intending to be legally bound, the parties have executed this

Agreement to make it effective from the date and year first written above.

# In case of auditee being Central Government Ministry/ Departments #

For & on behalf of President of India

(Name and designation of authorized signatory)

……………………………

<Name of Central Govt. Ministry/Department>

Or

# In case of auditee being State Government Department #

For & on behalf of Governor of ……. < State name>

………………………..

(Name and designation of authorized signatory)

<Name of State Department>

Or

# In case of Autonomous Societies/Not-for-profit-company/Public sector undertaking

/Private Sector #

For <Name of organization>, <Name and designation of authorized signatory> duly

authorized by rules & regulations / of <Name of society>/ vide resolution no. …. Dated

……. Of Board of Directors of ...........<Name of organization>.

(AUDITEE)

WITNESSES:

1.

2.

(AUDITOR)

Source: CERT-IN