## **Ministry of Labour and Employment**

# Labour Codes: Draft Model Standing Order for Manufacturing, Services and Mining Sector

January 2, 2021

Relevant to all Mahindra Businesses

#### Ministry's view on the Model Standing Order

- Keeping in view the needs of the services sector, a separate model standing orders for the services sector has been prepared the first time
- All three model standing orders encourage employers to use information technology in the dissemination of information to the workers through electronic mode.
- To provide safeguard to the IT industry, "involvement in unauthorised access of any
  IT system, the computer network of the employer/ customer/client has been
  prescribed as misconduct, according to the draft orders.
- The concept of "Work from home" has been formalised in the model standing orders for the service sector.

# The salient features of these Model Standing Orders are as follows:-

- Where an employer adopts a Model Standing Orders of the Central Government with respect to matters relevant to his industrial establishment or undertaking, then, such model standing order shall be deemed to have been certified.
- The model standing orders adopted in respect of an industrial establishment shall also be applicable to all other industrial units of the industrial establishment irrespective of location.
- Uniformity has been maintained in all the three Model Standing Orders while providing some flexibility considering the sector-specific requirements.
- All the three Model Standing Orders encourage employer for use of information technology in dissemination of information to the workers through electronic mode.
- To provide safeguard to IT industry, "Involvement in unauthorized access of any IT system, computer network of the employer/ customer/client" has been prescribed as a misconduct.

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- The concept of "Work from home" has been formalized in the Model Standing Orders for Service Sector.
- The Model Standing Orders for Services Sector inter alia provides that in case of IT Sector, the working hour shall be as per agreement or conditions of appointment between employer and workers.
- "Habitual" with respect to indiscipline has been defined if the worker found guilty of any misconduct three or more times in preceding twelve months.
- Rail Travel Facility has been extended to the workers in the mining sector. Presently, it is being availed by the workers in coal mines only. Shri Santosh Kumar Gangwar, Minister of State (I/C) for Labour & Employment said "These Model Standing Orders will pave the way for the industry harmony in the country as it aim to formalize the service-related matters in an amicable manner".

## **For Further Reading**

- 1. <a href="https://pib.gov.in/PressReleasePage.aspx?PRID=1685527">https://pib.gov.in/PressReleasePage.aspx?PRID=1685527</a>
- 2. <a href="https://economictimes.indiatimes.com/news/economy/policy/labour-ministry-seeks-feedback-on-draft-model-standing-orders-for-manufacturing-mining-service-sectors/articleshow/80071344.cms">https://economictimes.indiatimes.com/news/economy/policy/labour-ministry-seeks-feedback-on-draft-model-standing-orders-for-manufacturing-mining-service-sectors/articleshow/80071344.cms</a>
- 3. <a href="https://www.hindustantimes.com/business-news/labour-ministry-seeks-feedback-on-draft-model-standing-orders-for-manufacturing-mining-service-sectors/story-o0XnwSMYpvSgnil6aRHALK.html">https://www.hindustantimes.com/business-news/labour-ministry-seeks-feedback-on-draft-model-standing-orders-for-manufacturing-mining-service-sectors/story-o0XnwSMYpvSgnil6aRHALK.html</a>

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