Markets and Exploitation

Markets often look simple: buyers, sellers, producers. But behind this, there's often inequality and exploitation — especially of workers, farmers, and small producers.

Exploitation – Unfair treatment to gain advantage, like paying workers less or selling poorquality goods.

To protect people, the government makes laws that ensure fairness. These laws aim to:

- Ensure fair wages
- Protect consumers and workers
- Control pollution
- Prevent child labour



■ Fig. – Worker in a textile mill in Ahmedabad facing unsafe conditions

💸 Minimum Wages and Workers' Rights

- Minimum Wage The lowest amount legally allowed to be paid to a worker.
 - Without laws, employers may underpay workers
 - Many workers accept low pay out of desperation
 - The government revises minimum wages from time to time
- □ Law must not only be written, but enforced regularly by inspections and penalties

Child Labour Law (2016 Update)

- 同 Child Labour (Prohibition and Regulation) Act, 1986
- Amended in 2016:
 - Bans children under 14 from all work
- Bans adolescents (14-18) from hazardous work
- Violators can get 6 months to 2 years jail or fine ₹20,000-₹50,000
 - PENCIL Portal A government website to report and monitor child labour (https://pencil.gov.in)



Case Study: Bhopal Gas Tragedy (1984)

- UC (Union Carbide) was a pesticide factory in Bhopal
- Gas leak of methyl-isocyanate (MIC) killed over 8,000 people
- Over 50,000 suffered long-term illness, injuries, and poverty
- The tragedy wasn't an accident safety systems were faulty or missing
- UC had different safety standards in the US vs. India



■ Fig. – Gas victims, mass cremation, Aziza's statement, child with deformity



■ Fig. – Bags of leftover chemicals, protests by victims and factory workers

★ UC paid only \$470 million in compensation (vs \$3 billion claimed)
Even decades later, survivors still ask for:

- Clean water
- Jobs and healthcare
- Arrest of UC chairman (Anderson)

🙎 Why Companies Set Up in India

- Cheap labour
- Fewer safety and environment laws

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- Long work hours for low pay
 - Cost-cutting by reducing safety and training leads to disasters

Enforcement of Safety Laws

■ Right to Life – Article 21 of the Constitution protects people from dangerous work conditions.

But:

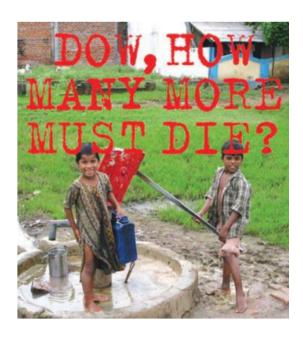
- Safety laws in India were weak
- Even existing laws were not enforced
- Bhopal plant was allowed in a residential area
- Repeated gas leaks were ignored
- □ Governments often ignore rules for the sake of investment and jobs putting lives at risk

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Environmental Protection Laws

Before Bhopal, India had few laws on pollution.

- After 1984, laws were created to:
 - Punish polluters
- Hold companies responsible for environmental damage
- Protect public health
- Subhash Kumar vs. State of Bihar (1991): Supreme Court ruled pollution-free water & air is part of the Right to Life



■ Fig. – Polluted wells still used, contaminated water, new environmental laws

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Walter Conflict: Clean Environment vs Workers' Jobs

- Courts shut down polluting factories in Delhi
- → Good for environment
- → Bad for workers who lost jobs or moved far away
- Environmental protection should not hurt the poor.

The solution? Gradually move to cleaner technologies, with government support.

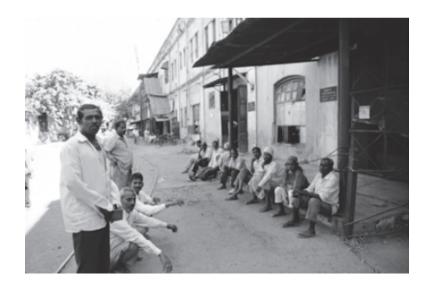


Fig. - Workers outside shut factories, rise in small exploitative units

- 1998 Supreme Court order: public transport in Delhi must use CNG → reduced pollution
- But diesel cars & rising vehicle numbers still pollute cities

Conclusion: Role of Law and Government

Laws are needed to:

- Protect workers, consumers, and environment
- Prevent child labour
- Ensure fair wages and safe workplaces
- Promote justice
- The government must not only make laws, but enforce them strictly.
- Citizens must also demand justice and hold companies & the government accountable.



☞ Fig. – Ship-breaking in Alang: foreign toxic industries shifting to India

Advanced countries shift hazardous industries to India, Bangladesh, etc., due to weak laws here.

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E Glossary

Term	Meaning
Consumer	Person who buys goods/services
Producer	Person who makes goods
Investment	Money spent to grow a business
Workers' Union	Association of workers that demands fair treatment
Exploitation	Taking unfair advantage of someone's helplessness
Enforcement	Making sure the law is actually followed