

Law Commission on Legalising Gambling

Why in news?

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Law Commission of India has recommended the government to allow gambling in sports.

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What are the recommendations?

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• The Law Commission has observed that it is impossible to stop illegal gambling.

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• Hence, the only viable option left is to allow gambling in sports and to "regulate" it.

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• It recommended "cashless" gambling in sports.

• **Linkage** - The revenue from gambling should be taxable, which can be used for public welfare measures.

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• Transactions between gamblers and operators should be linked to their Aadhaar and PAN cards.

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- \bullet This will provide for the government to follow and regulate them. \n
- Classification Gambling would be classified as 'proper gambling' and 'small gambling'.

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• Proper gambling would be for the rich who play for high stakes.

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- On the other hand, small gambling would be for the low-income groups.
- **Restrictions** The number of gambling transactions by each individual should be capped on a monthly, half-yearly and annual basis.
- Restrictions on amount should also be prescribed while using electronic money facilities.

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• **Protection** - Regulations should be made to protect vulnerable groups like BPL families and minors.

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- It should include those receiving social welfare entitlements, government subsidies and Jan Dhan account holders.
- **Legal** Foreign Exchange Management and FDI laws and policies should be amended.

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- This is to encourage investment in the casino/online gaming industry.
- ullet This would boost tourism as well as employment.

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Roll of the dice Legal status of gambling globally

Europe: The biggest markets are the U.K., Spain and Germany, which have legal and regulated gambling, both land-based casinos and online betting. France and Iceland have banned online casinos, but allow land-based casinos

Americas: Canada and Mexico have legalised all forms of gambling. In the U.S., some States allow gambling. Nevada allows all forms of gambling



Argentina, Peru, Panama, Costa Rica and the Dominican Republic have legalised all forms of gambling. Chile and Brazil only allow off-shore casinos, while Cuba has outlawed gambling

Africa: Over 30 countries have legalised all forms of gambling. South Africa is a well-known hotspot for casinos

Australia: Land-based and online casinos are legal under regulations

Asia: Gambling was outlawed in Singapore since 2014. Japan has recently allowed land-based casinos. In China, all forms of gambling, except for physical sports betting, are outlawed

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• The SC in 2016 had asked the commission to look into legalising betting in cricket.

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• It came as part of the judgment in the BCCI case involving illegal betting in IPL cricket matches.

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- \bullet Clearly, Supreme Court's reference did not specify sports as a whole. $\mbox{\ensuremath{\backslash}} n$
- \bullet Given this, the commission is said to have exceeded the brief given to it. $\mbox{\ensuremath{^{\mbox{\sc h}}}}$
- There are also opinions that a country as poor as India should not allow 'legalised gambling'.

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 \bullet It could leave the poor poorer and promote vested interests. $\mbox{\ensuremath{^{\text{h}}}}$

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Source: The Hindu

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