## **Legislating for Data Protection**

#### What is the issue?

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- Supreme Court recently ruled privacy as a fundamental right.
- $\bullet$  This has triggered calls for data localisation in India.  $\ensuremath{\backslash n}$

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# Why data localisation?

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• Currently there is no law guaranteeing either privacy in general or data security in particular.

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• Most companies collecting data in India are MNCs that operate through local subsidiaries.

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- The data collected is generally stored on servers located abroad.
- Such data is mined and analysed extensively and, quite possibly, shared with affiliates without any legal hurdle.
- $\bullet$  The government is hence contemplating a law to mandate data-localisation.
- $\bullet$  This would require data of Indian users to be stored on servers within India and hence be subject to Indian jurisdiction.  $\$

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#### What are the concerns?

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• Relatively few countries have legislated for data localisation and such laws are perceived to be undemocratic in character.

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• Indian servers are also not secure - given the occurrence of multiple leaks on a massive scale.

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• Locally-storing data provides the government with full access to demand and receive data at will.

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 $\bullet$  Given the opacity of Indian surveillance protocol, data localisation could easily lead to serious privacy violations.  $\mbox{\sc h}$ 

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### How can the future be best approached?

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• The Supreme Court ruling makes it imperative that a strong privacy law with robust safeguards is swiftly passed by Parliament.

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 European Union has opined that data belong to the individual citizen who has generated it – and has legislated accordingly.

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• Implementing this in the Indian context will require a carefully drafted privacy code that is passed into law.

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 The government should work to ensure that data generated by Indians should be controlled by Indian laws, regardless of location.

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### **Source: Business Standard**

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