

# **Indian Nuclear Liability Law**

#### Why in news?

A French private company and Nuclear Power Corporation of India (NPCIL) are resolving the issues in building the six nuclear power reactors in Maharashtra's Jaitapur.

#### What is a nuclear liability law?

- Laws on civil <u>nuclear</u> liability ensure that compensation is available to the victims for nuclear damage caused by a nuclear incident or disaster.
- The international nuclear liability regime consists of multiple treaties and was strengthened after the 1986 Chernobyl nuclear accident.
- Umbrella *Convention on Supplementary Compensation (CSC)* was adopted in 1997 with the aim of establishing a minimum national compensation amount.
- India was a signatory to CSC but Parliament ratified the convention only in 2016.
- To keep in line with the international convention, India enacted the *Civil Liability for Nuclear Damage Act (CLNDA)* in 2010.

The **Vienna Convention** on Civil Liability for Nuclear Damage aims at establishing some minimum standards to provide financial protection against damage resulting from certain peaceful uses of nuclear energy.

#### What are the key aspects of CLNDA 2010?

- **Speedy compensation to victims** Provides speedy compensation mechanism for victims of a nuclear accident.
- **Strict and no-fault liability on the operator** Provides that the operator will be held liable for damage regardless of any fault on its part.
- **Right of recourse** The operator of the nuclear plant, after paying their share of compensation for damage shall have the right of recourse where the nuclear incident has resulted as a consequence of an act of supplier or his employee.
- **Supplier liability** The act has introduced the concept of supplier liability over the operator liabilities leading to many ambiguities.
- The supplier liability includes supply of equipment or material with patent or latent defects or sub-standard services.
- **Rs 1,500 crore as compensation** In case of any damages the operator has to provide the minimum amount of 1500 crore rs to the victims through insurance or other financial security.
- **Rs 2,100 to Rs 2,300 crore** As compensation in case of the damages exceeding the 1500 core rupees.

India currently has 22 nuclear and All operated by the state-owned Nuclear Power Corporation of India Limited (NPCIL).

### What are the issues now?

- CLNDA is the only law where suppliers can be asked to pay damages
- Ambiguity over how much insurance to set aside in case of damage claims have been concerns for suppliers
- It allows criminal liability to be pursued where applicable which have made wary scenario to many players to build nuclear reactors in India
- CLNDA lacks the definition on the types of nuclear damages
- Even if the operator the operator damages any equipment while fixing it the, supplier can be sued for the faultiness of the operator

# **Quick facts**

## Nuclear Power Corporation of India Limited (NPCIL)

• NPCIL is a *Public Sector Enterprise* under the administrative control of the Department of Atomic Energy (DAE).

• NPCIL is responsible for design, construction, commissioning and operation of nuclear power reactors.

• NPCIL also has *equity participation in BHAVINI*, another PSU of Department of Atomic Energy (DAE) which implements Fast Breeder Reactors programme in the country.

• NPCIL is presently operating 22 commercial nuclear power reactors with an installed capacity of 6780 MW.

International Atomic Energy Agency (IAEA)

• IAEA is the world's *central intergovernmental forum* for scientific and technical co-operation in the nuclear field.

• IAEA works for the *safe, secure and peaceful uses* of nuclear science and technology.

• IAEA contributes to international peace and security and the United Nations' Sustainable Development Goals.

# References

- 1. <u>The Hindu| Nuclear Liability Law</u>
- 2. IAEA About IAEA
- 3. NPCIL About NPCIL

