

*Done
S. DTC (Tax)
Int. trust all concerned*



No. RT-11031/01/2017-MVL

भारत सरकार

Government of India

सड़क परिवहन और राजमार्ग मंत्रालय

Ministry of Road Transport and Highways

Transport Bhawan, 1 Parliament Street, New Delhi-110001.

Dated the 29th August, 2018.

To

The Principal Secretaries/The Secretaries (Transport)

The Transport Commissioners of all the States/UT Administrations.

Sub: Compliance of the judgment dated 20th July, 2018 of Hon'ble Supreme Court of India in WP(C) No.295/2012 - S.Rajaseekaran V/s Union of India and Ors. in the matter of third party Insurance for Car and Two wheeler -reg.

Madam/Sir,

I am directed to refer to Hon'ble Supreme Court of India order dated 20th July, 2018 in WP(C) No.295/2012 - S.Rajaseekaran V/s Union of India and Ors. regarding third party Insurance of Car and Two wheeler (copy enclosed).

2. Hon'ble Supreme Court in its order dated 20.07.2018 has directed that the third party insurance cover for new cars and two wheelers should mandatorily be for a period of three years and five years respectively. This may be taken and treated as a separate product. Hon'ble Supreme Court has further observed that it is on insurance companies to deal with comprehensive insurance policies on a separate footing and it would be at the option of the owner of the vehicle to decide which policy should be taken except that the third party insurance is mandatory. The decision should be implemented from 1st September, 2018 on the policies sold.

3. It is requested that the appropriate instructions may please be issued to the registering authorities and the enforcement authorities for compliance of the directions of the Hon'ble Supreme Court as above.

Encls: As above.

Yours faithfully,

(Abhay Damle)

Joint Secretary to the Govt. of India

011-23719209

Copy to:

The Chairman, Insurance Regulatory and Development Authority of India (IRDA), 3rd Floor, Parisrama Bhavan, Basheer Bagh, HYDERABAD-500004, Telangana State (INDIA).

Encl. No. C/270/2018-TC dated: 31/08/2018.

Copy forwarded to all Deputy Transport Commissioners, all Regional Transport Offices, all Joint Regional Transport Offices and S.S.G. Cell for information & necessary action.