

January, 2023

# **Clarification on Geospatial Guidelines**

The Department of Science and Technology ("**DST**") had issued guidelines on the acquisition and production of geospatial data and services, including maps ("**Guidelines**") on February 15, 2021<sup>1</sup>. These Guidelines were published in supersession of all previous policies issued by the Government of India and significantly liberalised the mapping industry and democratised existing data sets.

Under the Guidelines, a Tech Sub-Committee was constituted to advise on and make recommendations relating to the gaps in the implementation of the Guidelines, among other things.

DST has now approved to implement the Tech Sub-Committee's recommendations and in furtherance of that, published an office memorandum dated November 28, 2022 titled 'Clarification/Compliance points in pursuance to Geospatial Guidelines dated February 15, 2021' ("Clarification"). The Clarification is primarily with regard to collection and use of geospatial data by foreign entities.

Summarised below are some key points under Clarification:

### 1. Revised definition of Indian entity:

In addition to the requirement of the entity being an Indian owned and/or controlled company, it must also be one where 51% or more of the shareholding rests with Indian citizens or persons of Indian origin.

#### 2. Conditions for data exchange with foreign entities

Clarification prohibits the transfer of mapping data or its derived products with quality finer than the prescribed thresholds to the servers of foreign entities in India or abroad. Foreign entities can license data finer than the thresholds from Indian entities through Application Programming Interfaces (APIs) only, without these passing through or being processed by their server for serving the customers in India.

In order to serve their Indian users, foreign entities' client software can query Indian mapping entities, which will serve only the derived products<sup>2</sup> that satisfy both the spatial data thresholds and not contain any negative attribute<sup>3</sup>.

### 3. Obligations of Indian Mapping Entities

In cases where Indian mapping entities share derived data with foreign entities, an obligation is imposed on them to ensure that such data is degraded to being coarser and less accurate than the threshold levels. They must also ensure

<sup>&</sup>lt;sup>1</sup> For a detailed analysis, please refer to the <u>ISA Update of February 19, 2021</u>.

<sup>&</sup>lt;sup>2</sup> Products that have been generated or processed based on original raw data, which are coarser than prescribed thresholds and free from negative attributes.

<sup>&</sup>lt;sup>3</sup> The negative list of attributes includes attributes that must not be marked on any Map i.e., no person or legal entity will identify or associate any location on a map with a prohibited attribute.

that such data is carefully randomized with biases such that it is impossible to reconstruct higher precision and accuracy information even with a large dataset.

In addition to that, Indian mapping entities must also ensure that they enter into a legally binding contract under Indian law with such foreign entities with an undertaking that such foreign entities will (a) only use the map data for the purposes outlined in the contract; (b) be subject to geospatial policies, guidelines; and (c) under no circumstance, accidentally or otherwise, reverse engineer and either try to assemble partial or entire data sets, or generate high resolution or accuracy data than what has been given or permitted.

### 4. Creation and storage of data by foreign entities

Foreign entities are expressly prohibited from capturing geospatial data or creating or generating maps and other geospatial products at a value finer than the prescribed thresholds.

While they are permitted to generate and serve maps and imagery layers using a combination of satellite imagery, internal mapping tools and user inputs, the Clarification mandates that such data generated must be degraded, without the possibility of reverse engineering to be finer than the prescribed thresholds.

As for geospatial derived products that are coarser than the prescribed thresholds, the Clarification permits their storage on the cloud. However, it is mandated that when such products are being served to users in India, at least one copy must be locally stored in a cloud located in India.

#### 5. Clarity on thresholds vis-a-vis foreign entities

The general overarching principle under the Guidelines has been that foreign entities cannot capture data that is finer than the prescribed thresholds. The Clarification provides the numerical value for ascertaining the accuracy threshold and the resolution threshold. It further provides some additional points for explaining the prescribed threshold values. Some notable points include:

- (a) Foreign entities are prohibited from providing services in India with service accuracy better than the thresholds and from capturing data with an accuracy better than the prescribed thresholds;
- (b) Foreign entities must refer all the data captured and services provided in India to the Indian Reference System4;
- (c) Foreign entities are required to ensure that any data they receive from Indian entities is devoid of any granular data. They must also ensure that the data so received must not have been made using equipment capable of collecting finer accuracy data.
- (d) Foreign entities are, however, permitted to work with data accuracy better than the prescribed thresholds, so long as this is done within the premises of their Indian collaborator, which is physically located in the Indian territory.

#### 6. Introduction of terms 'general nations' and 'countries of concern'

Notably, there appears to be a lack of clarity with respect to the terms 'general nations' and 'countries of concern' under the Clarification. For instance, the Clarification grants the liberty to foreign entities from *general nations* to continue to generate and serve maps and imagery layers, so long as the data generated is below the prescribed thresholds and is degraded to prevent reverse engineering. Further, entities that are a company of concern or owned by residents or citizens from *countries of concern* are prohibited from engaging in mapping or distribution or having access to any geospatial data as defined from Indian mapping entities. However, there is no indication as to which countries are categorised as general nations or countries of concern.

<sup>&</sup>lt;sup>4</sup> as defined by the Survey of India.

# **Telecommunications & Broadcasting Practice**

Our Communications practice is handled by a team with specific domain-expertise, and we advise various stakeholders in both Telecom & Broadcasting sectors on a wide range of transactions and assignments that involve constitutional, legal, contractual, commercial, regulatory and policy advice. We advise broadcasters, BPOs, internet service providers (ISP), operators and investors in the Global System for Mobile Communications (GSM) and the Code Division Multiple Access (CDMA) technologies, and new investors on diverse licensing issues, entry strategies, structuring, national security challenges, and other regulatory issues. We represent the interests of licensees and other stakeholders in interacting with the licensor and regulators with respect to reforms in the regulatory and policy framework to facilitate business growth drawing upon international best practices. We advise and represent investors, broadcasters, and telecom licensees on commercial transactions in this sector, including mergers, acquisitions, restructuring, divestment, licensing, and project financing. We advise telecom service providers and other corporate houses on all aspects of spectrum licensing and allocation, including fundamental issues relating to the scope of spectrum bands, the regulatory framework governing their allocation in India, and planning, strategising and following up on their application to the Government.

## This Prism has been prepared by:



Probir Roy Chowdhury
Partner



Yajas Setlur Partner



Kavya Pankaj Associate



Moushami Nayak Associate



14 Practices and23 Ranked Lawyers

IFLR100



15 Practices and 18 Ranked Lawyers



7 Practices and 2 Ranked Lawyers



11 Practices and 39 Ranked Partners IFLR1000 APAC Rankings 2022

-----

Banking & Finance Team of the Year

-----

Fintech Team of the Year

-----

Restructuring & Insolvency Team of the Year Among Top 7 Best Overall
Law Firms in India and
10 Ranked Practices

13 winning Deals in

IBLJ Deals of the Year

-----

6 A List Lawyers in IBLJ Top 100 Lawyer List



Banking & Financial Services Law Firm of the Year 2022

-----

Dispute Resolution Law Firm of the Year 2022

-----

Equity Market Deal of the Year (Premium) 2022

-----

Energy Law Firm of the Year 2021



Ranked #1 The Vahura Best Law Firms to Work Report, 2022

-----

Top 10 Best Law Firms for Women in 2022

For more details, please contact km@jsalaw.com

www.jsalaw.com



Ahmedabad | Bengaluru | Chennai | Gurugram | Hyderabad | Mumbai | New Delhi









This prism is not an advertisement or any form of solicitation and should not be construed as such. This prism has been prepared for general information purposes only. Nothing in this prism constitutes professional advice or a legal opinion. You should obtain appropriate professional advice before making any business, legal or other decisions. JSA and the authors of this prism disclaim all and any liability to any person who takes any decision based on

this publication.