

Self-certification mandated for advertisers

In the recent case of *Indian Medical Association & Anr* vs. *Union of India & Ors*,¹ the Supreme Court of India ("**Supreme Court**") *vide* an order dated May 7, 2024 ("**May 7 Order**"), mandated advertiser/advertising agency to upload a self-declaration certificate on the lines contemplated in Rule 7 of the Cable Television Networks Rules, 1994 ("**Cable T.V. Rule**"). The self-declaration certificate is required to be uploaded on the Press Council of India's Portal for print and digital/online advertisements and on the Broadcast Seva Portal for television ("**TV**") and radio advertisements.

In line with the May 7 Order, the Ministry of Information and Broadcasting ("**MIB**") has introduced a new facility on the Broadcast Seva Portal for TV and radio advertisements and on Press Council of India's portal for print and digital/internet advertisements, allowing advertisers to submit the self-declaration through these portals.

Brief Facts

- 1. In 2022, the Indian Medical Association filled a writ petition before the Supreme Court against Patanjali Ayurveda Limited ("**Patanjali**") for publishing advertisements that maligned allopathy, particularly during the COVID pandemic, and falsely claiming that its own ayurvedic products could completely cure certain diseases.
- 2. In December 2023, the Supreme Court recorded Patanjali's assurance to discontinue the advertisements that had been identified as misleading. A day later, Patanjali's co-founder Baba Ramdev held an hour-and-a-half long press conference, wherein he refused to accept that Patanjali had made any misleading statements about its products. In his statement, he blamed practitioners of modern medicine for false campaigns against him and Patanjali. Despite its assurance, Patanjali continued to place questionable advertisements in the mainstream media.
- 3. Subsequently, the Supreme Court issued show cause notices to Patanjali seeking response on why contempt proceedings should not be initiated against them. Further, the Supreme Court temporarily banned Patanjali from releasing any advertisements. The Supreme Court eventually initiated contempt proceedings against Patanjali and ordered it to publish a public apology for defying the orders of the Supreme Court.
- 4. While discussing the conduct of Patanjali in the contempt proceedings, the Supreme Court highlighted the innumerable misleading advertisements that are published/displayed with little to nil accountability on the part of the manufacturers, promoters and advertisers. In order to deal with the significant risk these advertisements pose to the interest of the consumers, the Supreme Court impleaded the Ministry of Consumer Affairs, Ministry of Food and Public Distribution, MIB and Ministry of Electronics and Information Technology as parties to the

¹ W.P. (Civil) No. 645/2022

proceedings to examine the steps taken by them to prevent abuse of the Drug and Magic Remedies (Objectionable Advertisements) Act, 1954, the Drug and Cosmetics Act, 1940 and the Consumer Protection Act, 1986.

Analysis and Findings

The Supreme Court, after considering the facts and position of the laws and regulations, gave the following directions:

- 1. Before an advertisement is printed/aired/displayed, a self-declaration certificate is required to be submitted by the advertiser/advertising agency on the lines contemplated in Cable T.V. Rule. The self-declaration certificate has to be uploaded on the Broadcast Sewa Portal run under the aegis of MIB. As for the advertisements in the press/print media/internet, MIB is directed to create a dedicated portal. Immediately on the portal being activated, the advertisers/advertising agencies are required to upload the self-declaration certificate before any advertisement is issued in the press/print media/internet.
- 2. Proof of uploading the self-declaration is required to be made available by the advertisers to the concerned broadcaster/printer/publisher/television channel/electronic media for the records. No advertisements will be permitted to run on the relevant channels and/or in the print media/internet without uploading the self-declaration as directed above.
- 3. The above directions to be treated as the law declared by this Court under Article 141 of the Constitution of India. The directions are applicable prospectively.

MIB notification

In light of the May 7 Order passed by the Supreme Court, MIB *vide* its notification dated June 3, 2024, has introduced a new facility on the Broadcast Seva Portal for TV and radio advertisements and on Press Council of India's portal for print and digital/internet Advertisements, allowing advertisers to submit the self-declaration through these portals. The certificate must be signed by the authorized signatory of the advertiser. The portals have been activated from June 4, 2024.

The self- declaration certificate is required to be obtained by all advertisers and advertising agencies for all new advertisements that will be issued/telecast/aired/published on or after June 18, 2024. A buffer period of two weeks has been provided to all stakeholders to familiarize themselves with the process of self- certification. Currently, advertisements which are ongoing do not require the self-declaration certification.

The self-declaration certificate is to certify that the advertisement (a) does not contain misleading claims, and (b) complies with all relevant regulatory guidelines, including those stipulated in the Cable T.V. Rule and the Norms of Journalistic Conduct of Press Council of India. The advertiser must also provide proof of uploading the self-declaration certificate to the relevant broadcaster, printer, publisher, or electronic media platform for their records.

Conclusion

Prior to the May 7 Order, it was difficult to keep record of the advertisers/advertising agencies in India. The selfdeclaration now will act as a centralized system to track and record advertisers/advertising agencies where, their authorized representative signing the self-declaration certificate must include their mobile number, email address, a detailed description of the product or service, the full script of the advertisement, a link to the audio/visual element for print advertisements, and the proposed date of broadcast or publication.

The Supreme Court aims to enhance accountability and transparency in advertising. However, since there is no regulatory authority to monitor any non-compliance of the directions nor are there any penal consequences for non-compliance, it may be difficult to make non-compliant advertisers/advertising agencies accountable.

Media Practice

JSA has established its practice in the Media and Entertainment providing representation to the entire spectrum of players in these fields, including television networks, entertainment companies, film and television production and distribution companies, music production houses, digital media companies, technology, media and communications companies.

JSA has relationships with almost all film studios, film funds, broadcasters, production houses, media aggregators, trade associations, anti-piracy organisations and VFX and motion capture set-ups in the country today. Its attorneys are actively involved in representing Indian producers and multinational broadcasters in co-production and co-financing transactions with motion picture studios, television networks and television syndicators, and continue to be engaged by clients for their unparalleled skills in negotiating production, distribution, financing and exhibition arrangements.

JSA has assisted clients in the television industry on myriad projects, from structuring trans-national television broadcast ventures to coordinating and contracting for domestic cable distribution of entertainment content. Additionally, JSA has specialised experience in terms of foreign direct investment in the television industry. JSA further provides counsel to developers, producers and distributors of entertainment software, both in India and internationally



This Prism has been prepared by:



Maitrayi Jain Associate



Bhoomika Kumar Associate

Chambers TOP RANKED Asia- Pacific 2024 JsA 18 Practices and 25 Ranked Lawyers	The The Second S	Recognised in World's 100 best competition practices of 2024
outstanding FIRM 2023-24	TOP TIER FIRM 2023	BEST OVERALL LAW FIRMS 2023
19 Practices and 19 Ranked Lawyers	12 Practices and 42 Ranked Partners IFLR1000 APAC Rankings 2023 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 9 Ranked Practices 11 winning Deals in IBLJ Deals of the Year 12 A List Lawyers in IBLJ Top 100 Lawyer List
ALB	Chambers TOP RANKED Global 2024	vани <mark></mark>
Innovative Technologies Law Firm of the Year 2023 Banking & Financial Services Law Firm of the Year 2022 Dispute Resolution Law7 Ranked Practices, 16 Ranked Lawyers Elite – Band 1 - Corporate/ M&A Practice 3 Band 1 Practices	Ranked #1 The Vahura Best Law Firms to Work Report, 2022 Top 10 Best Law Firms for Women in 2022	
Firm of the Year 2022 Equity Market Deal of the Year (Premium) 2022 Energy Law Firm of the Year 2021	4 Band 1 Lawyers,1 Eminent Practitioner	7 Practices and 2 Ranked Lawyers
Employer of Choice 2021		

For more details, please contact km@jsalaw.com

<u>www.jsalaw.com</u>



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.