## **TEXT**

## THE INDUSTRIAL AND COMMERCIAL EMPLOYMENT (STANDING ORDERS) ORDINANCE, 1968 (VI OF 1968)

[8<sup>th</sup> March, 1968]

## An Ordinance

to amend and consolidate the law relating to industrial employment in the Provinces.

**Premable**: **WHEREAS**, it is expedient to amend and consolidate the law relating to industrial employment in the Provinces;

**AND WHEREAS** the Provincial Assembly of a Province is not in session and the Governor of the Province is satisfied that circumstances exist which render immediate legislation necessary;

**NOW THEREFORE**, in exercise of the powers conferred on him by clause (1) of Article 79 of the Constitution, the Governor of <sup>1</sup>a Province is pleased to make and promulgate the following Ordinance: —

- **1. Short title, extent and commencement.—** (1) This Ordinance may be called <sup>2</sup>[xx] Industrial and Commercial Employment (Standing Orders) Ordinance, 1968.
- (2) It extends to the whole of the <sup>3</sup>[Pakistan]
- (3) It shall come into force at once.
- (4) It applies to—
  - <sup>4</sup>[(a) every industrial establishment or Commercial establishment wherein twenty or more workmen are employed, directly or through any other person whether on behalf of himself or any other person, or were so employed on any day during the preceding twelve months;
  - (b) [Omitted by the Industrial & Commercial Employment (Standing Orders) (Amendment) Act, XXIII of 1973, S.2(a).
  - (c) such classes of other industrial and commercial establishments as Government may, from time to time, by notification in the official Gazette, specify in this behalf:

Provided that nothing in this Ordinance shall apply to Industrial & commercial establishments carried on by or under the authority of the Federal or Provincial Government, where statutory rules or service, conduct or discipline are applicable to the workmen employed therein:

<sup>5</sup>[Provided further that the provisions of Standing Orders 10-B and 11, clauses (6) and (8) of Standing Orders 12 and Standing Order 15 shall not apply, in the first instance, to any industrial establishment wherein not more than forty-nine persons were employed on any day

<sup>&</sup>lt;sup>1</sup> The word "West Pakistan" omitted ibid

<sup>&</sup>lt;sup>2</sup> The words "West Pakistan" omitted by the Finance Act 1 of 2008 (Federal Act I of 2008) (27.06.2008).

<sup>&</sup>lt;sup>3</sup> Subs. For the words "province of West Pakistan" by the Federal Adaption of Laws Orders, 4 of 1975, s.2(1) and Sch.

<sup>&</sup>lt;sup>4</sup> Clause (a) for "the original clauses (a) & (b)" by the Industrial and Commercial Employment (Standing Orders) (Amendment) Act, XXIII of 1973

<sup>&</sup>lt;sup>5</sup> Proviso added by the Industrial and Commercial Establishment (Standing Orders) (Amendment) Act, XXIII of 1973.

during the preceding twelve months but Government may, by notification in the Official Gazette, extend all or any of the said provisions to any such industrial establishment or any class of such establishments].

- **2. Definitions.** In this Ordinance, unless there is anything repugnant in the subject or context
  - a) "collective agreement' means an agreement in writing intended to specify the conditions of employment and entered into between one or more employers on the one hand, and one or more trade unions or, where there is no trade union, the duly authorized representatives of workmen, on the other;
  - b) "commercial establishment" means an establishment in which the business of advertising, commission or forwarding is conducted, or which is a commercial agency, and includes a clerical department of a factory or of any industrial or commercial undertaking, the office establishment of a person who for the purpose of fulfilling a contract which the owner of any commercial establishment or industrial establishment employs workmen, a unit of ajoint stock company, an insurance company, a banking company or a bank, a broker's office or stock-exchange, a club, a hotel, a restaurant or an eating house, a cinema or theatre, and such other establishment or class there of, as Government may, by notification in the official Gazette, declare to be a commercial establishment for the purpose of this Ordinance;
  - <sup>1</sup>[(bb) "construction industry" means an industry engaged in the construction, reconstruction, maintenance, repair, alteration or demolition of any building, railway, tramway, harbour, dock, pier, canal, inland waterway, road, tunnel, bridge, dam, viaduct, sewer, drain, water work, well, telegraphic or telephonic installation, electrical undertaking, gas work, or other work of construction as well as the preparation for, or laying the foundations of, any such work or structure;]. =43
  - (c) employer" means the owner of an industrial or commercial establishment to which this Ordinance for the time being applies, and includes—
    - (i) in a factory, any person named under clause (e) of sub-section (1) of section 9 of the Factories Act, 1934 (XXV of 1934), as manager of the factory;
    - (ii) in any industrial establishment under the control of any department of the Federal or any Provincial Government, the authority appointed by such Government in this behalf, or where no such authority is so appointed, the head of the department;
    - (iii) in any other industrial or commercial establishment, any person responsible to the owner for the supervision and control of such establishment;
  - (d) "go-slow" means an organised, deliberate and purposeful slowing down of normal output or work by a body of workers in a concerted manner and which is not due to any mechanical defect, break-down of machinery, failure or defect in power supply, or in the supply of normal materials and spare parts of machinery;

<sup>&</sup>lt;sup>1</sup> Clause (bb) added by Industrial and Commercial Employment (Standing Orders) (Amendment) Act, 1973 Act XXIII of 1973).

- (e) "Government" means the <sup>2</sup>[Provincial Government];
- (f) "industrial establishment" means
  - an industrial establishment as defined in clause (ii) of section 2 of the (i) Payment of Wages Act, 1936 (IV of 1936); or
  - a factory as defined in clause (j) of section 2 of the Factories Act 1934 (ii) (XXV of 1934); or
  - a railway as defined in clause (4) of section 3 of the Railways Act, 1890 (iii) (IX of 1890); or
  - the establishment of a contractor who, directly or indirectly, employs <sup>2</sup>[(iv) workmen in connection with the execution of a contract to which he is a party, and includes the premises in which, or the site at which, any process connected with such execution is carried on:

**Explanation**: "Contractor" includes a Sub-Contractor, Head man or agent-; or

- the establishment of a person who, directly or indirectly, employs workmen in connection with any construction industry;]
- "Standing Orders" means the orders contained in the Schedule, read with such (g) modifications, if any, as may be made in pursuance of the provisions of section 4;
- <sup>3</sup>[(h) "trade union" means a trade union for the time being registered under the Industrial Relations Ordinance, 1969 (XXIII of 1969;)
- (i) 'workman" means any person employed in any industrial or commercial establishment to do any skilled or unskilled, manual or electrical work for hire or reward.
- 3. **Enforcement of standing order.**— In every industrial or commercial establishment, conditions of the employment of workmen and other incidental matters shall, subject to the other provisions of this Ordinance, be regulated in accordance with the Standing Orders.
- **Modification of standing order.** The Standing Orders may be modified by means of a collective agreement and not otherwise:

Provided that no such agreement shall have the effect of taking away or diminishing any right or benefit available to the workmen under the provisions of the Schedule.

- **Posting of standing order.** The text of the Standing Orders shall be prominently posted and kept in a legible condition by the employer in English and Urdu, and in the language understood by the majority of his workmen on special boards to be maintained for the purpose at or near the entrance through which the majority of the workmen enter the industrial or commercial establishment and in all departments thereof where the workmen are employed.
- **Inspectors.** (1) The Inspectors of Mines appointed under section 4 of the Mines Act, 1923 (IV of 1923), the Inspectors appointed under section 10 of the Factories Act, 1934 (XXV of 1934), and such other persons, not being 4[Conciliators appointed under the Industrial

<sup>&</sup>lt;sup>2</sup> Subs. By Federal Adaption of Laws Order, IV of 1974.

<sup>&</sup>lt;sup>2</sup> Subs. For the original clause by Ord. XVIII of 1972.

<sup>&</sup>lt;sup>3</sup> Clause (h) subs. by ibid.

<sup>&</sup>lt;sup>4</sup> Words subs. by the Industrial and Commercial Employment (Standing Orders)(Amendment) Act, XXIII of 1973

Relation Ordinance, 1969 (XXIII of 1969)] as Government may, by notification in the official Gazette, appoint, shall be the Inspectors for the purposes of this Ordinance within the local limits assigned to each.

- (2) An Inspector may at all reasonable hours enter on any premises and make such examination of any register or document relating to the maintenance or enforcement of the Standing Orders and take on the spot or otherwise such evidence of any person, and exercise such other powers of inspection, as he may deem necessary for carrying out the purposes of this Ordinance.
- (3) Every Inspector shall be deemed to be a public servant within the meaning of the Pakistan Penal Code (XLV of 1860).
- **7. Penalties and procedure.** (1) An employer who modifies the Standing Orders as applicable to his industrial or commercial establishment, otherwise than in accordance with section 4, shall be punishable with fine which may extend to five thousand rupees and in the case of a continuing offence, with a further fine which may extend to two hundred rupees for every day after the first day during which the offence continues.
- (2) An employer who does any act in contravention of the Standing Orders as applicable to his industrial or commercial establishment shall be punishable with fine which may extend to one hundred rupees, and in the case of a continuing offence, with a further fine which may extend to twenty-five rupees for every day after the first day during which the offence continues.
- (3) Whoever contravenes any of the provisions of this Ordinance, shall, if no other penalty is elsewhere provided by or under this Ordinance for such contravention, be punishable with fine which may extend to one hundred rupees.
- (4) Whoever, having been convicted of any offence punishable under sub-section (1) (2) or (3), again commits such offence shall, on conviction, be liable to double the punishment prescribed for such offence under the aforesaid sub-sections.
- (5) No prosecution for an offence punishable under this Ordinance shall be instituted except by, or with the previous permission in writing of the Inspector.
- <sup>1</sup>[(6) No Court other than a Labour Court established under the Industrial Relations Ordinance, 1969 (XXIII of 1969), shall try any offence under this Ordinance].
- **7-A** [Offences Cognizable] Omitted by Industrial & Commercial Employment (Standing Orders) (Amendment) Act, (XXIII of 1973]
- **8. Power to exempt.** Government may subject to such conditions as it thinks fit to impose by notification in the official Gazette, exempt any industrial or commercial establishment or class of such establishments from all or any of the provisions of this Ordinance.
  - 9. Protection to existing conditions of employment.— Nothing in this Ordinance shall affect law, custom usage, award or agreement in force immediately before the promulgation of this Ordinance in so far as such law, custom, usage, award or agreement ensure conditions of employment more favourable to workmen than those provided in the Standing Orders.
- **10. Repeal.** The Industrial and Commercial Employment (Standing Orders) Ordinance, 1960 (III of 1960), in its application to the Provinces, is hereby repealed.

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<sup>&</sup>lt;sup>1</sup> Subs. by the Labour Laws (Amendment) Act, XI of 1976.