GOVERNMENT OF INDIA MINISTRY OF LABOUR AND EMPLOYMENT LOK SABHA UNSTARRED QUESTION NO. 785 TO BE ANSWERED ON 12.12.2022

E-COMMERCE PLATFORM

785. SHRI FEROZE VARUN GANDHI:

Will the Minister of LABOUR AND EMPLOYMENT be pleased to state:

- (a)whether the Government has an account of the number of employees in the country that have been laid off in 2022 by global companies such as Twitter, Meta, Amazon and Cisco;
- (b)if so, the details thereof;
- (c)whether the Government recently summoned e-commerce platform Amazon over layoffs in the country; and
- (d)if so, whether they were able to reach a consensus about Amazon scrapping the voluntary separation policy?

ANSWER

MINISTER OF STATE FOR LABOUR AND EMPLOYMENT (SHRI RAMESWAR TELI)

Employment and retrenchment including lay-offs are a (a) & (b): regular phenomenon in industrial establishments. Matters relating to lay-off and retrenchment in industrial establishments are governed by the provisions of the Industrial Disputes Act, 1947 (ID Act) which also regulates various aspects of lay-off and conditions precedent to retrenchment of workmen. As per the ID Act, establishments employing 100 persons or more are required to seek prior permission of the appropriate Government before effecting closure, retrenchment or lay-off. Further, any retrenchment and lay-off are deemed to be illegal which is not carried out as per the provisions of ID Act. ID Act also provides for right of workmen laid off and retrenched for compensation and it also contains provision for re-employment of retrenched workmen. Based on their respective jurisdictions as demarcated in the ID Act, Central and State Governments take actions to address the issues of the workmen and protect their interests as per the provision of the Act. In the establishments that lie in the jurisdiction of Central Government, the Central Industrial Relations Machinery (CIRM) is entrusted with the task of maintaining good Industrial relations and protects the interest of workers including on

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the matters relating to lay off and retrenchment and their prevention. The jurisdiction in the matters with regard to multi-national and Indian companies in the IT, social media, Edu Tech firms and related sectors lie with the respective State Governments. No data is maintained at the Central level on laying off and retrenchment with reference to these sectors.

(c) & (d): Amazon India has informed that as a part of their annual operating planning review process, they look at each of their businesses and they believe in change. While going through this process, given the current macro-economic environment, some of their teams are making adjustments, which include giving employees in certain teams an opportunity to opt in for the Voluntary Separation Programme (VSP). The VSP is a completely voluntary programme under which employees opt to receive a fair severance package. They have informed that they do not force its employees to opt for the VSP. The Amazon India informed that the decision to opt in for the VSP is 100% voluntary and they are offering an extended window to employees in case they choose to revisit and/or revoke their decision. Amazon India further informed that in the event an employee does not opt in for VSP, there is not impact on his employment due to the decision.

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