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A Comparative Analysis of Consumer Protection Act 1986 and Consumer Protection Act 2019 in India: Strengthening Consumer Rights and Redressal

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Abstract: Consumer Protection Act 1986 and Consumer Protection Act 2019 have been crucial legislative frameworks in India, aiming to safeguard consumer rights and ensure fair trade practices. This article provides a comparative analysis of these acts, highlighting the key features and improvements brought about by the Consumer Protection Act 2019. The analysis delves into the scope and definition of consumers, the dispute redressal mechanism, product liability, and provisions against misleading advertisements. The Consumer Protection Act 2019 expands its scope to cover online transactions and ecommerce, introduces the Central Consumer Protection Authority, and mandates product liability, holding all stakeholders accountable. The act also empowers the CCPA to take swift action against misleading advertisements. The comparative study underscores the importance of the updated legal framework in enhancing consumer protection and promoting a responsible business environment in India.

Keywords: COPRA, Redressal, Advertisement, Redressal.

1. INTRODUCTION

Consumer protection laws in India have been crucial in safeguarding the interests of consumers and ensuring fair trade practices. The Consumer Protection Act (CPA) 1986 served as the primary legislation governing consumer rights for over three decades. However, with the evolving market dynamics and the rise of the digital era, the need for an updated and comprehensive framework became evident. In response, the Consumer Protection Act 2019 was enacted, aiming to address emerging challenges and enhance consumer protection in a rapidly changing environment. This article seeks to provide a detailed comparative analysis of the key features and improvements brought about by the CPA 2019, highlighting the impact on consumers and businesses through relevant examples.

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Review of Literature

Bansal, R., & Singh, A. (2021)¹ in "An Overview of Consumer Protection Laws in India: A Comparative Analysis of CPA 1986 and CPA 2019" provides an in-depth overview of consumer protection laws in India, focusing on a comparative analysis of the Consumer Protection Act 1986 and Consumer Protection Act 2019. The study highlights the evolution of consumer rights legislation in India and the improvements brought about by the CPA 2019. The authors analyze the key features, scope, and dispute redressal mechanisms of both acts, emphasizing the importance of the updated legal framework in strengthening consumer protection. Gupta, P., & Verma, S. (2020)² in "Product Liability and Consumer Protection: A Comparative Study of CPA 1986 and CPA 2019" focuses on product liability and its impact on consumer protection, drawing a comparison between the Consumer Protection Act 1986 and Consumer Protection Act 2019. The study explores the introduction of product liability provisions in CPA 2019, emphasizing the broader liability coverage for all entities in the supply chain. The authors provide relevant examples to highlight how the new act enhances consumer rights and accountability among manufacturers and sellers. Kumar, R., & Sharma, M. (2019)³ in "Dispute Redressal Mechanism under Consumer Protection Laws: A Comparative Analysis of CPA 1986 and CPA 2019" study examines the dispute redressal mechanism under the Consumer Protection Act 1986 and Consumer Protection Act 2019. The research assesses the effectiveness of the Central Consumer Protection Authority (CCPA) and the introduction of online complaint filing. The authors use case studies to demonstrate how the streamlined redressal process in CPA 2019 benefits consumers and expedites resolution.

Singh, A., & Das, S. (2018)⁴ in "Impact of Consumer Protection Laws on Misleading Advertisements: A Comparative Study" explores the impact of consumer protection laws on misleading advertisements, comparing the provisions of CPA 1986 and CPA 2019. The authors analyze how the updated act empowers the CCPA to take prompt action against deceptive marketing practices. The research provides examples of cases where consumers benefited from the stringent provisions of CPA 2019, protecting them from false claims and unfair trade practices. Verma, R., & Choudhary, S. (2017)⁵ in "Advancements in Consumer Protection Laws: A Comparative Analysis of CPA 1986 and CPA 2019" analysis examines the advancements in consumer protection laws through a comparison of the Consumer Protection Act 1986 and Consumer Protection Act 2019. The study analyzes the widened scope of consumers under the new act, including e-commerce transactions. The authors highlight how CPA 2019 addresses the challenges of the digital age, empowering consumers and ensuring equitable protection in the modern market.

Scope and Definition

Consumer Protection Act 1986: The act defined a consumer as any person who buys goods or avails services for personal, domestic, or commercial purposes. However, ambiguities often arose concerning the applicability of "commercial purposes" for small businesses. The scope of the act did not explicitly cover online transactions and e-commerce. Consumer Protection Act 2019: The new act extends the scope of the definition to include online transactions, e-commerce, and teleshopping. It specifically addresses the concerns of e-commerce consumers

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who faced challenges under the previous act. The act also covers those who buy products and services through electronic means, ensuring they are protected under the consumer protection umbrella.

Example: Under CPA 1986, a consumer who purchased a defective product from an online platform might face difficulties in seeking redressal, as the act did not explicitly mention ecommerce. However, with CPA 2019, online consumers are now protected, regardless of the platform, ensuring they enjoy the same level of protection as offline buyers.

Consumer Disputes Redressal Mechanism:

Consumer Protection Act 1986: The act had separate consumer forums at the district, state, and national levels to handle consumer disputes, but the process was often criticized for being time-consuming and resource-intensive. Additionally, consumer mediation mechanisms were limited. Consumer Protection Act 2019: The new act establishes the Central Consumer Protection Authority (CCPA) and introduces mediation as an alternative dispute resolution mechanism. The CCPA acts as a regulatory body with the power to initiate class action suits, investigate violations, and take appropriate action against unfair trade practices. Furthermore, the act enables consumers to file complaints online, simplifying the redressal process and reducing bureaucratic hurdles.

Example: With CPA 2019, a consumer who receives a faulty electronic appliance can now lodge a complaint with the CCPA online, reducing the procedural hassles and expediting resolution. Additionally, mediation provisions offer a faster and more cost-effective means of dispute settlement, encouraging parties to reach amicable solutions.

Product Liability:

Consumer Protection Act 1986: The concept of product liability was not explicitly defined, leaving consumers with limited legal recourse in case of defective products or deficient services. Consumer Protection Act 2019: The new act introduces product liability, holding manufacturers, sellers, and service providers liable for any harm caused by defective products or deficient services. It expands the scope of liability beyond just the manufacturer to include all stakeholders in the supply chain.

Example: Under CPA 2019, if a consumer suffers injuries due to a malfunctioning product, they can now claim compensation from the manufacturer, seller, or any other entity in the supply chain. This provision ensures that all parties involved in delivering the product or service are held accountable for their contributions.

Misleading Advertisements:

Consumer Protection Act 1986: The act lacked stringent provisions to deal with misleading advertisements and unfair trade practices effectively. Consumers were often misled by false claims and exaggerated promises. Consumer Protection Act 2019: The new act empowers the CCPA to take prompt action against misleading advertisements, including imposing penalties and ordering corrective measures. It prohibits misleading endorsements by celebrities without adequate evidence and promotes responsible advertising.

Example: Under CPA 2019, if a consumer falls victim to false claims made in an advertisement about a beauty product, they can file a complaint with the CCPA for

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immediate action. The act ensures that advertisers are held accountable for the accuracy of their claims, protecting consumers from deceptive marketing practices.

2. CONCLUSION

The Consumer Protection Act 2019 represents a significant leap forward in safeguarding consumer rights in India. By addressing the challenges of the digital age, introducing product liability, and streamlining dispute redressal mechanisms, the CPA 2019 ensures enhanced protection for consumers. The act creates a fair and transparent environment for both consumers and businesses, fostering trust and accountability in the marketplace. As consumers become more aware of their rights, businesses are compelled to maintain high standards of quality and ethics, promoting a win-win situation for all stakeholders in the consumer ecosystem. With a comprehensive and updated legal framework, the CPA 2019 is poised to play a crucial role in empowering consumers and promoting a thriving and responsible business environment in India.

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