



No. RT-11036/70/2017-MVL

भारत सरकार

Government of India

सड़क परिवहन और राजमार्ग मंत्रालय

Ministry of Road Transport and Highways  
(MVL Section)

Transport Bhawan, 1, Parliament Street, New Delhi-110001

Dated 15<sup>th</sup> October, 2018

To,

1. The Principal Secretaries / The Secretaries, Department of Transport
2. The Transport Commissioners  
of all the states / UT Administrations.

**Sub: Updating of the correct 3<sup>rd</sup> Party Insurance Details on VAHAN database at the time of initial registration of new vehicles**

Sir/Madam,

1. This is in reference to the requirement of third party insurance which is mandated as per Section 146 of the Motor Vehicles Act, 1988.
2. The Hon'ble Supreme Court in their order dated 20<sup>th</sup> July, 2018 in WP (C) No. 295/2012-S.Rajaseekaran V/s Union of India and Ors. has directed that the third party insurance cover for new cars and two wheelers should mandatorily be for a period of three years and five years respectively. This Ministry had issued an advisory vide letter No. RT-11031/01/2017-MVL dated 29<sup>th</sup> August, 2018 and requested all the States/UTs for compliance of the directions of the Hon'ble Supreme Court.
3. It has been brought to notice that the Insurance Companies are offering other different products for the Vehicle Insurance at the time of new purchase with the mandatory 3<sup>rd</sup> Party Insurance. It is now being observed that the dealers of the Automobile Manufacturers at the time of sale of the new vehicle enter varied insurance data in the VAHAN Database. The correct validity of the mandatory 3<sup>rd</sup> Party Insurance for vehicles is not getting captured.
4. In light of the above, it is requested that only the details of the mandatory third party insurance, including its validity, be entered at the time of registration of the vehicle by the dealers or the registering authorities in the VAHAN database.

Yours faithfully,

(Ramandeep Chowdhary)

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Copy to

1. Secretary General, General Insurance Council of India
2. Insurance Regulatory Authority of India
3. DDG, NIC