

POLICY BRIEF

# **Digital Personal Data Protection**





# **Executive Summary**

India's transition from ad hoc sectoral privacy governance to a systematic, legislative data protection policy is embodied in the DPDP Act, 2023. The operational tool that must convert statutory standards into enforceable duties is the DPDP Rules, 2025. The fundamental framework (initial cadence, definitional clarity, notice and consent scaffolding, a new notion of Consent Managers, State processing for public services, baseline security duties, and breach reporting) is established by the Rules. Although the Rules include several beneficial decisions (minimum security measures, phased commencement, and attention to consent management), several drafting and policy gaps risk ambiguity, uneven compliance, and operational friction. Precise timelines and harmonisation with current incident reporting frameworks (CERT-IN/IT Act), prescriptive baseline security standards and audit norms, multilingual access and clearer notice templates, defined procedures and security standards for Consent Managers, objective benchmarks for "reasonable" safeguards, and fixed short windows for immediate breach notification are some of the major urgent fixes. These modifications will improve legal certainty, safeguard citizens, and make government and business compliance more predictable.

# **Purpose & Legislative Intent**

The three main goals of the DPDP Act are as follows:

- Protecting individual autonomy over personal data
- Allowing legitimate and public-interest processing
- Establishing a predictable compliance regime for economic activity

These normative objects must be translated by the Rules into measurable operational standards, interoperable institutional processes, and accessible procedures. Although the draft Rules are successful in defining architecture, they frequently prioritise flexibility over necessary protection, which results in deficiencies in legal clarity at the point of enforcement.

# **Timeline of Enforcement under DPDP Rules, 2025**

Rules 1, 2, and 17–21 are covering definitions and the constitution of the Data Protection Board came into force immediately upon publication.

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Rule 4 is relating to the registration of Consent Managers, comes into effect one year after publication.

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Rules 3, 5–16, 22, and 23 which contain the substantive compliance obligations for Data Fiduciaries will take effect eighteen months after publication.



#### **Focused Brief**

#### **I. Rules 1-4**

#### **Practical effect**

- Phased roll-out establishes staggered legal responsibilities, with immediate obligations for essential provisions and delayed operational responsibilities (such Consent Manager registration) that will be completed over a period of 12 to 18 months
- Introduces several operational terminologies such as "verifiable consent", "user account" and "techno-legal measures" that will often become the bone of contention among regulators, litigants, and industry compliance teams.
- Rule 4 of the Rules is a step towards third-party consent orchestration reflected in the introduced consent architecture.

#### Roadblocks

- With regard to the Phased Rollout there remains an uncertain interim baseline, Fiduciaries may remain unsure of what constitutes minimum compliance in the interim period without a functional operational roadmap.
- As abovementioned, The terminologies and their wide amplitude will allow disparate technical implementations and uneven legal interpretation across industries,
- Establishing Consent Managers without clearly defined governance and security standards concentrates provenance functions in a small number of organisations, raising the possibility of market power effects, systemic failure, and responsibility ambiguity.

#### **Harmonisation Considerations**

- The Consent Manager often interacts with DigiLocker, Aadhaar routes, and other identity frameworks, cooperation is necessary to ensure that consent provenance complies with data minimisation standards.
- In order to prevent redundant or conflicting responsibilities, notice and consent must be in line with sectoral consumer disclosure requirements and intermediary obligations under IT regulations.



#### **Focused Brief**

#### II. Rules 5-8

#### **Practical effect**

- The Second and Third Schedules that make part of the Rules provide a criteria to formalise the government's power to process personal data for public services.
- Rule 8 of the Rules presents a retention and erasure cycle specifying triggers, a minimum log retention of one year for processing logs, and a notice period of 48 hours before erasure.
- Rule 6 of the Rules enumerate "Reasonable Security Safeguards" enumerates minimum control categories (encryption, access controls, logs, backups) that data fiduciaries must maintain.
- Under Rule 7 the Breach notification regime is established with a 72 hour comprehensive reporting timeframe to the Board ) and notifying the Data Principal "without delay".

#### **Roadblocks**

- Rule 8 which provides for schedule bound erasing may clash with sectoral or statutory retention (financial regulation, criminal procedure, tax) leading to legal ambiguity over reconciliation and precedence
- CERT-IN's distinct incident reporting timeframes and sectoral reporting regimes (RBI, SEBI) conflict operationally with breach reporting timetables
- It is palpable that smaller organisations may find it difficult to understand anticipated technical baselines and demonstrate compliance due to the vague wording that leaves implementation decisions to fiduciaries

#### **III. Rules 9-13**

#### **Practical Effect**

- Under Rule 9, Fiduciaries are required to publish point of contact that may be DPO or equivalent and adhere to grievance guidelines
- Introduces verifiable parental/guardian consent mechanisms for children and persons with disabilities; creates carve-outs/exemptions for specified fiduciary classes/purposes (Fourth Schedule).
- Under Rule 13 Additional Obligations for Significant Data Fiduciaries and enhanced Due Diligence.



#### **Roadblocks**

- Verified consent pathways assume access to trustworthy identification tokens or registries; in reality, many parents or guardians lack the tokens or procedural clarity needed for verification, creating access bottlenecks and ambiguity in enforcement.
- Depending on the fiduciary class and the particulars of the conditions, Fourth Schedule exemptions may provide children with unequal protection, resulting in the application of various rights.
- In the absence of common audit standards, reporting will be inconsistent and comparability will be restricted.

#### **Harmonisations & Considerations**

• In order to guarantee a uniform approach to legitimate guardianship and consent capacity, consent mechanisms must be read in conjunction with child welfare laws and the RPwD Act etc.

#### IV. Rules 14-16

#### **Practical Effect**

- Transfers are permitted subject to government's general or special orders
- Under Rule 15,the government may directly specify personal data to be restricted from transfer outside India based on committee recommendations.

#### Roadblocks

- Companies with international supply chains face compliance uncertainty due to the open discretion to forbid transfers without explicit, objective standards
- Multinational Corporations may face legal challenges as a result of cross-border transfer restrictions that conflict with foreign legal systems (such as legitimate disclosure requirements abroad).

#### **Harmonisations & Considerations**

- To balance domestic limitations with Cross-border legal realities, bilateral regulatory cooperation and harmonisation with international transfer safeguards (contractual clauses/adequacy frameworks) are required.
- To prevent operational paralysis of collaborative research, Second Schedule requirements must be compatible with institutional review boards and academic research norms.



#### V. Rules 17-23

#### **Practical Effect**

- Under Rule 20, the Board is intended to operate as a digital office with techno-legal measures
- Under Rule 17(2) the Central Government is to constitute a Search-cum-Selection Committee
- The adjudication process includes digital appeals to the Appellate Tribunal and fees that are in line with appeal filed under the Telecom Regulatory Authority of India Act, 1997 and the same shall be payable digitally

#### **Roadblocks**

- Functioning as a digital office requires strong regimes for e-evidence, preservation, and authentication, which may not be consistently in place, it can be difficult to keep secure, authenticated digital records among parties.
- Secretaries and Central government officials serve on selection committees; the composition of these
  committees may increase perceptions of executive control, which could impact discussion about
  independence in decision-making

#### **Harmonisations & Considerations**

• To guarantee that the Board's digital procedures function well with other adjudicatory forums, harmonisation with e-evidence frameworks, mutual legal aid, and digital court filing procedures will be necessary.

#### Conclusion

The success of the DPDP Rules, 2025 will depend more on institutional consistency than on textual completeness. The Rules provide an ambitious framework for consent safeguards, breach response, State processing, and regulatory functioning; nevertheless, the real challenge today is to align these requirements with the nation's larger legal and administrative framework. Only when operational frameworks, across ministries, regulators, platforms, and enforcement bodies, align in approach, timetable, and interpretation can the legislative policy enshrined in the Act and Rules fully take effect. In order to ensure that the statutory vision of data protection translates into stable, predictable, and feasible requirements for all participants in the digital landscape, a phase of meticulous administrative integration is necessary.



#### Reference

https://www.meity.gov.in/documents/act-and-policies/digital-personal-data-protection-rules-2025-gDOxUjMtQWa?pageTitle=Digital-Personal-Data-Protection-Rules-2025

# DPDP Rules, 2025- A Quick Glance

By outlining the requirements for the collection, processing, security, retention, and transfer of personal data, the DPDP Rules, 2025 operationalise India's data protection law. They implement a digital-by-default regulatory paradigm, formal consent architecture, phased compliance, and basic security baselines.

# **What Has Changed**

#### **Phased Rollout:**

- Immediate: Definitions, Board constitution, administrative provisions.
- +1 year: Consent Manager registration framework.
- +18 months: Notice, consent, retention, breach reporting, cross-border transfer obligations.

#### The new architecture for operations

- Standardised notifications and "verifiable consent," which includes approval from parents or guardians
- Log retention is required for a year, with a 48-hour notice period before erasure.
- Users must be notified of breaches "without delay," and the Board must be notified within 72 hours.
- Government data processing is regulated by comprehensive timetables.

#### **Practical Impact**

The Rules specify consistent standards for complaints, transparency, and retention, mandate baseline security measures (encryption, access controls, logs), and provide a clear procedural framework for how businesses must handle personal data. Algorithmic risk checks and yearly DPIAs strengthen accountability for Significant Data Fiduciaries.



# **The Way Ahead**

Administrative coordination—harmonizing deadlines, reporting requirements, and retention policies across ministries, regulators, platforms, and courts—is now essential to the DPDP regime's effectiveness. In order for the Act's protections to become a predictable and useful reality for all stakeholders, it is necessary to ensure that the legislative framework is implemented in a cohesive and interoperable manner.

