CHAPTER – 5

CYBER LAWS

DIGITAL SIGNATURE

Digital signature means authentication of any electronic record by a subscriber by means of an electronic method or procedure in accordance with the provisions of section 3.

AFFIXING DIGITAL SIGNATURE

As per section 3, digital signature refers to authentication of any electronic record by a subscriber of any electronic record by a subscriber by means of electronic method or procedure affixation of the same.

ASYMMETRIC CRYPTO SYSTEM

• It is a system of a secure key pair consisting of a private key for creating a digital signature and public key to verify the digital signature.

COMPUTER SYSTEM

Computer device is a device or collection of devices, including input and output support devices and excluding calculators which are not programmable.

ORIGINATOR

 Originator means a person who sends, generates, stores or transmits any electronic message or causes any electronic message to be sent, generated, stored or transmitted to any other person.

• ELECTRONIC RECORD AS PER IT ACT 2000

 When an enactment requires that records, documents or information be kept in the form of an electronic record that requirement shall be satisfied in accordance with this section.

INFORMATION TECHNOLOGY ACT 2000

 Information Technology act 2000 is an act which provides legal recognition of transaction carried out by means of electronic data interchange and other means of electronic communication.

NEED FOR IT ACT 2000

- It is a Legal recognition to e-mail which can be produced and approved in the court of law.
- Companies are able to undertake electronic commerce using legal infrastructure.
- Providing legal validity and action to digital signature.
- It enables the government to issue notification on the web

IT ACT OF 2000 AND ITS IMPLICATIONS ON BUSINESS

- <u>Legal recognition to e-mail</u>: IT act is the legal recognition to e-mail, it is produced and approved in the court of law.
- <u>Electronic commerce</u>: Companies are able to undertake e commerce using legal infrastructure.
- <u>Digital signature:</u> IT act helps in providing digital signature by providing legal validity and action on the signature.
- <u>Digital signature certificates:</u> It is the authority given to corporate companies in business to issue digital signature certificates. It act as certifying authority.

IT ACT OF 2000 AND ITS IMPLICATIONS ON BUSINESS continued....

- Notification on the web: IT act 2000, enables the government to issue the notification on the web.
- Electronic form: IT act 2000, enables the companies to file any form, application or any other document with any office, authority, body/agency owned or controlled by the appropriate government.
- Electronic transaction: IT act 2000, makes all provisions in the form of electronic for security of success.

PENALTIES AND ADJUDICATION UNDER IT ACT 200

THREE TYPES OF PENALITIES OF IT ACT 2000

- 1. Penalty for damages to computer system
- 2. Penalty for failure to furnish information return.
- 3. Residual penalty

Penalty for damages to computer system

- Fine up to Rs. 1 crore
- Any person without permission of the owner of computer illegal.
- Accesses made to computer, downloading, copying and extracting any data.

Penalty for failure to furnish information return.

- Fine up to Rs. 1 lakh and Rs. 50,000
- If the person fails to furnish any document.
- Fails to maintain the books of accounts

RESIDUAL PENALTY

- Fine up to Rs. 25,000
- If any person not following the rules and regulations made under the act.

THANK YOU