

Fiscal Deficit

FY20 Fiscal Deficit estimated at 3.4% of the GDP.

Direct Tax Proposals

Basic Exemption Limit of Taxable income to ₹ 5 Lakhs.
 Standard deduction increased to ₹50,000.
 Tax exemption on notional rent on a 2nd self-occupied house.
 TDS threshold on interest earned is raised to ₹40,000.
 TDS threshold on rent is increased to ₹2,40,000.
 Capital gains rollover Benefit increased to 2 residential houses
 U/S 80-IBA of IT Act benefits being extended till 31st Mar'20.
 Presumptive taxation limit for Start-up's is raised to ₹2 Cr.
 Presumptive taxation for Small Professionals is ₹50 lakh.
 The presumptive Profit rate has been reduced from 8% to 6%.

Disinvestment

Divestment target set at ₹80,000 Cr for FY20.

Infrastructure

PM Gram Sadak Yojana allocation increased to ₹19,000 Cr.
 AIIMS announced for Haryana.
 North Eastern Areas allocation is increased to ₹58,166 Cr.
 Allocated ₹60,000 Cr for MGNREGA in FY20.

Railways

Allocated ₹1.58L Cr towards Capital expenditure.
 Capital support for railways is proposed at ₹64,587 Cr in FY20.

MSME

For GST registered SME's, 2% interest rebate on loan upto 1Cr
 GST exemption limit increased to ₹40Lakhs for small business.

Defense

Allocated above ₹3 lakh Cr budget for first time.

Agriculture

Assured Income support of ₹6,000pa for farmers upto 2 ha.
 PM Kisan started from 1 Dec'18, ₹75,000cr budgeted for FY'20
 2% interest granted to animal husbandry & fisheries farmers,
 3% for timely repayment through Kisan Credit cards.
 Subvention of 2% granted to effected farmers of natural
 calamities. Additional 3% for timely repayment.

Labour & Workers

Government Contribution for NPS increased to 14%.
 Bonus given to laborer's increased to ₹7,000 pm
 Ceiling for pay limit increased to ₹21,000 pm.
 ceiling of ESI's eligibility increased to ₹21,000 pm.
 Ceiling of gratuity payment enhanced to ₹20 lakhs.
 Shram-Yogi Maandhan pension for Unorganized sector
 Workers with monthly income up to ₹15,000 is eligible.
 Assured monthly pension of ₹ 3,000 from 60 years.
 Contribution of ₹100 pm till 60 Years joining at 29 Years.
 Contribution of ₹55 pm till 60 Years joining at 18 Years.
 Government to match contribution in pension account
 Expects atleast 10 cr Labourer & workers get benefitted.

Budget Synopsis:

The targeted beneficiaries of this budget cut across sections of Middle-income group, MSME's, Small & Marginal farmers, workers in Unorganized Sector, Salaried Class to name a few.

To become a USD 5 trillion Economy in the next five years and USD 10 trillion Economy in the next 8 years thereafter, the government laid out a vision for 2030 with 10 Dimension plan as follows:

- To build physical as well as social infrastructure
- Digital India with youth leading in this endeavor
- Renewables to become a major source of energy
- Expanding rural industrialization
- Clean Rivers for safe drinking water
- Scaling up Sagar mala programme
- India to be satellite launch-pad for the World
- High farm production and productivity
- Healthy society by Improving Health infrastructure
- Minimum Government Maximum Governance nation.

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