

KEY FEATURES OF BUDGET 2019-20



- Vision for \$5 trillion economy driven by investment
- Transforming rural lives
- New Jal Shakti Mantralaya to ensure Har Ghar Jal
- Enhancing ease of direct and indirect taxation
- Strengthening connectivity Infrastructure
- Gandhipedia to sensitize society
- India's soft power
- Harnessing India's space abilities



Pradhan Mantri Karam Yogi Maandhan

Pension benefits to retail traders and small shopkeepers



Enhanced interest deduction for **affordable housing** loan

Tax benefits for **corporate tax** payers



Vision to become **\$5 trillion** economy driven by 'virtuous cycle' of **investment**

India becomes **sixth largest** economy



Pradhan Mantri Matsya Sampada Yojana (PMMSY)

Establish robust fisheries management framework



Scheme of **faceless electronic tax** assessment

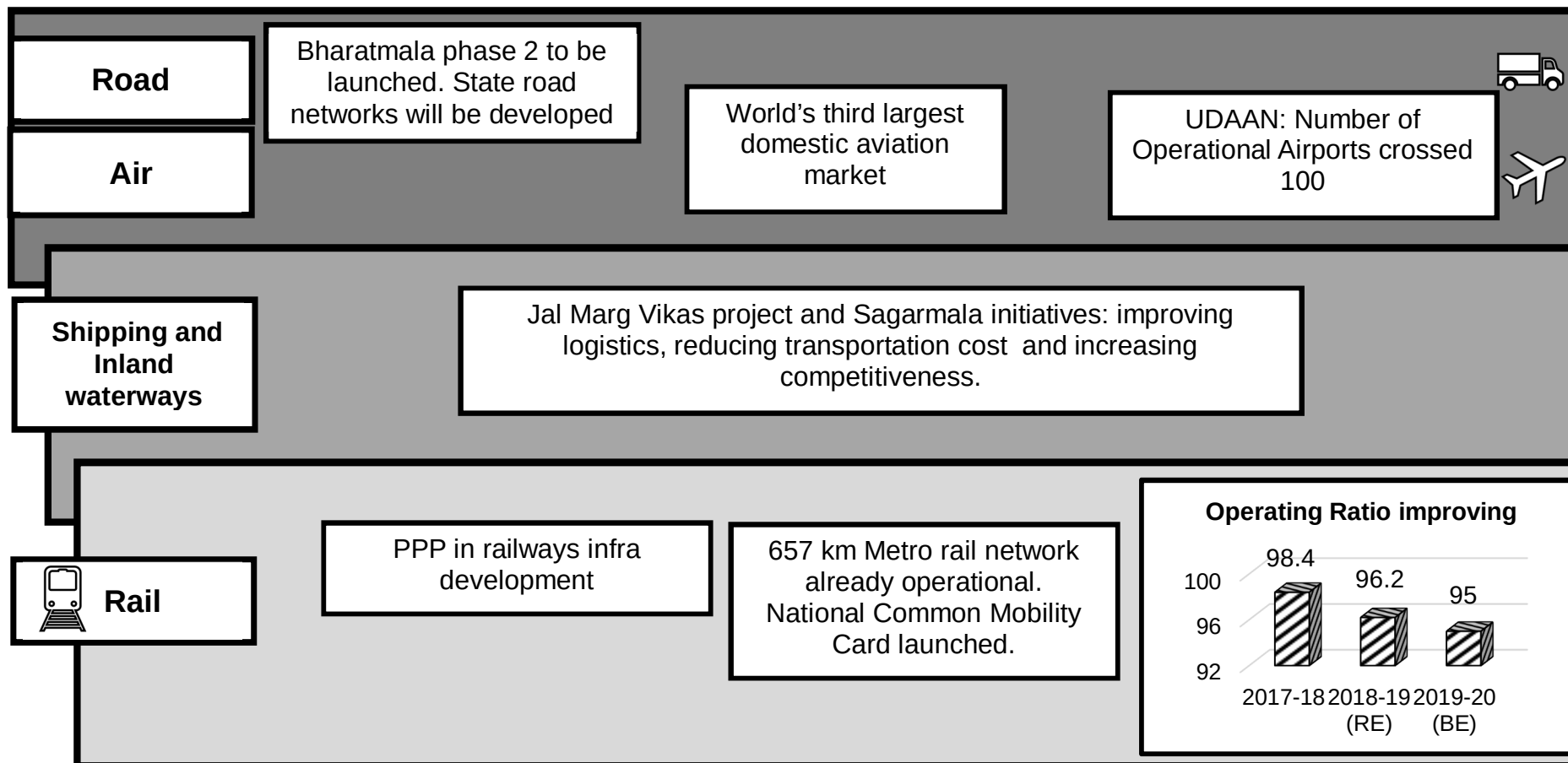
Aadhaar and PAN to be **interchangeable**



Reform, Perform, Transform agenda: GST, IBC, RERA etc.

Changing common man's life: MUDRA, UJJWALA, SAUBHAGYA etc.

PUSH TO INVESTMENT: INFRASTRUCTURE DEVELOPMENT

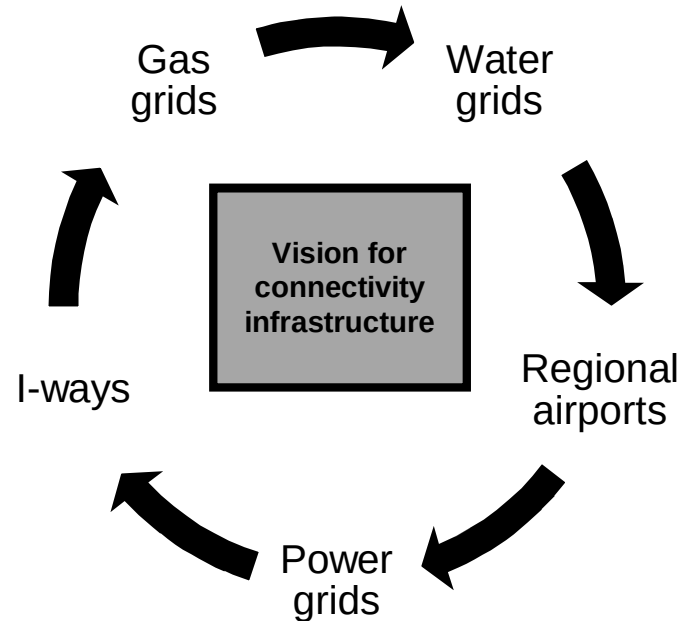


PUSH TO INVESTMENT: INFRASTRUCTURE DEVELOPMENT

Housing

Houses under PMAY-U:
Sanctioned: 81 lakh
Construction started: 47 lakh
Completed: 26 lakh
Delivered: 24 lakh

Promotion of rental housing: Model tenancy law to be finalised.



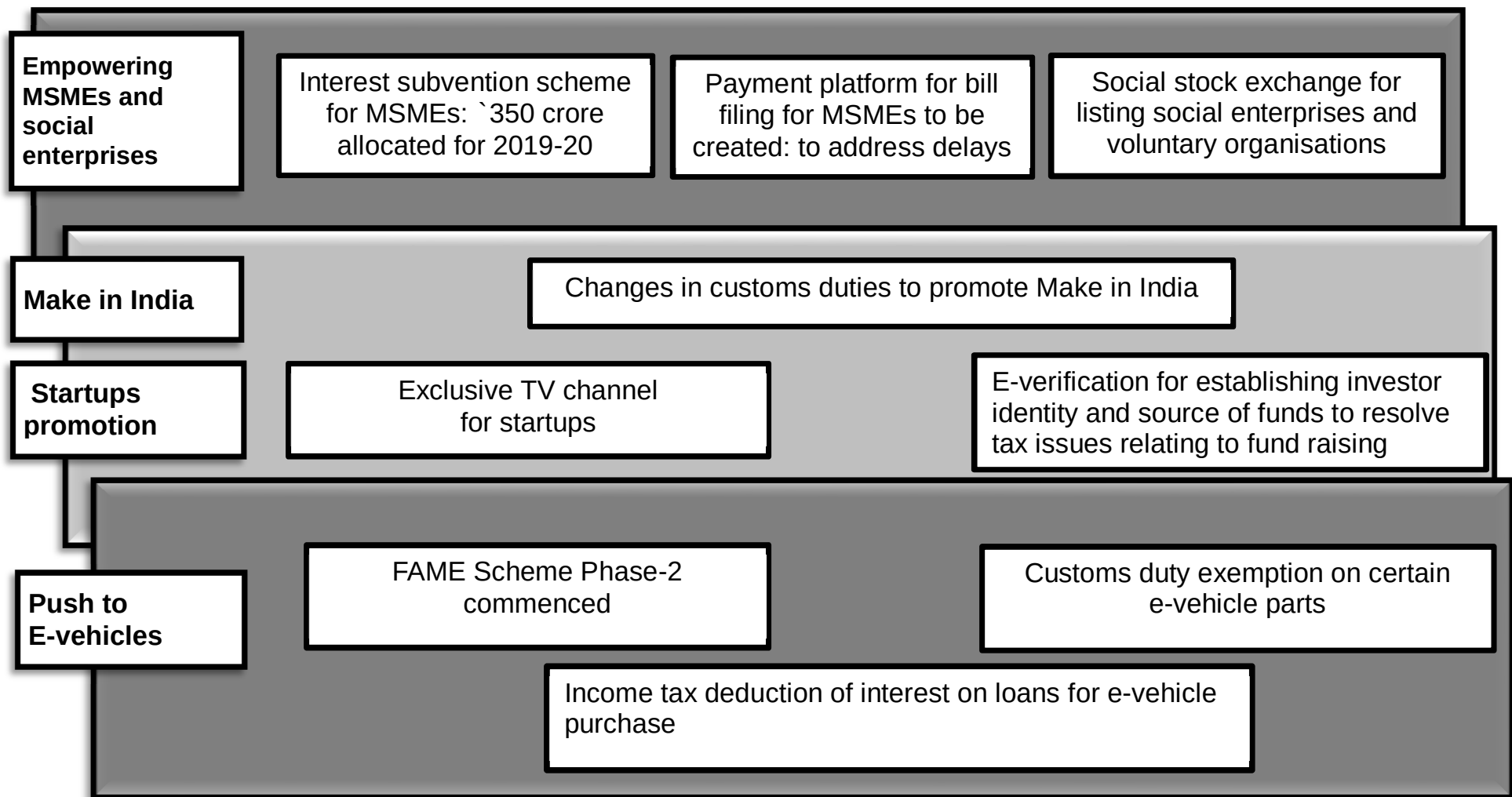
Measures for boosting infrastructure financing

Credit Guarantee Enhancement Corporation to be set up in 2019-20

Action plan to deepen long term bonds market

To permit transfer of FII/FPI investment in debt securities issued by IDF-NBFCs to domestic investors

PUSH TO INVESTMENT: INDUSTRIAL DEVELOPMENT





GROWTH & MACRO-ECONOMIC STABILITY: VISION FOR \$5 TRILLION ECONOMY

GDP

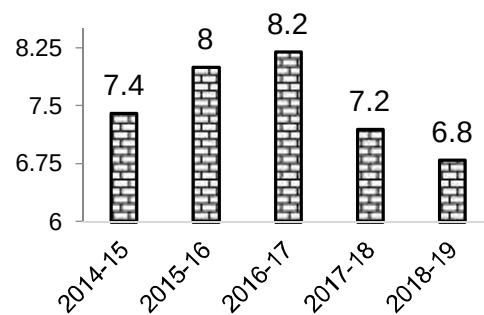
Fastest growing major economy in the world

11th largest economy in 2013-14



6th largest economy in 2019-20

GDP Growth rate (%)



CAD

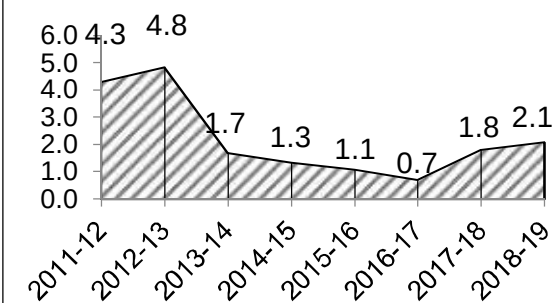


5.6% of GDP in 2013-14



2.1% of GDP in 2018-19

CAD as % of GDP



FDI & FPI

India attracted \$64.4 bn worth of FDI in 2018-19

100% FDI to be permitted for Insurance intermediaries

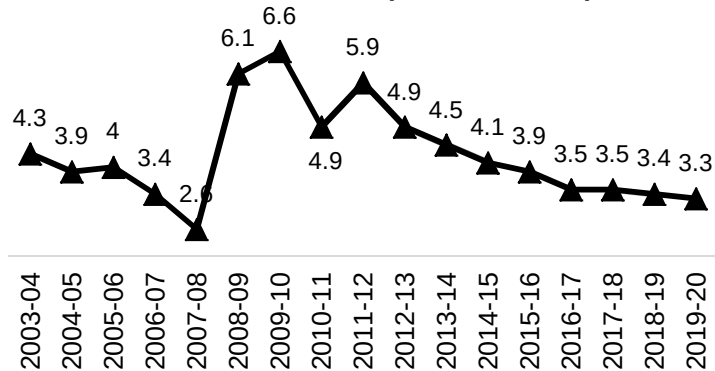


Statutory limit for FPI investment in a company increased to sectoral limit

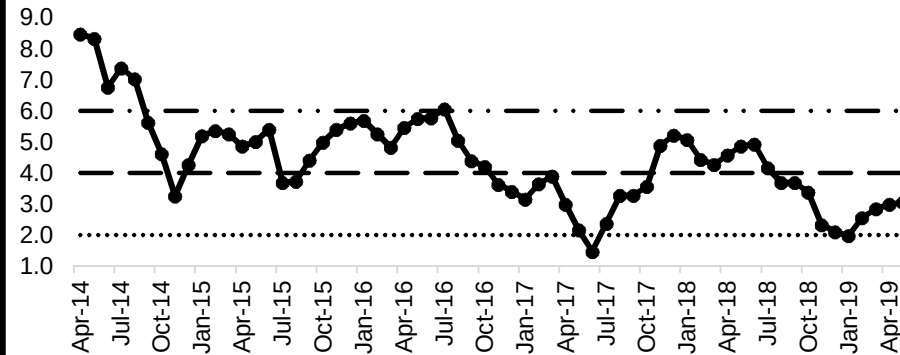
Local sourcing norms to be eased for FDI in single brand retail

ON THE PATH OF FISCAL CONSOLIDATION AND INFLATION MANAGEMENT

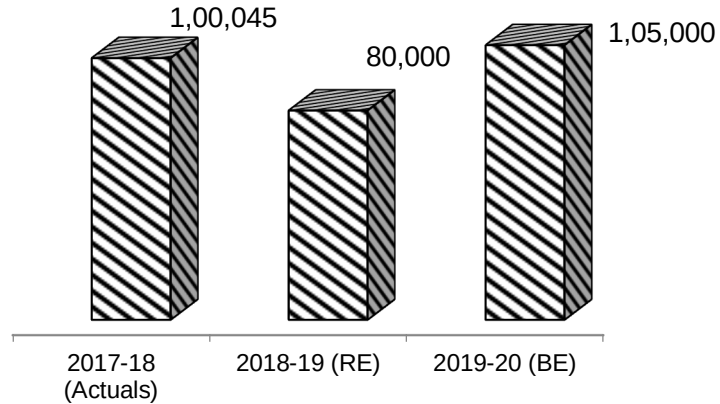
Fiscal Deficit (% of GDP)



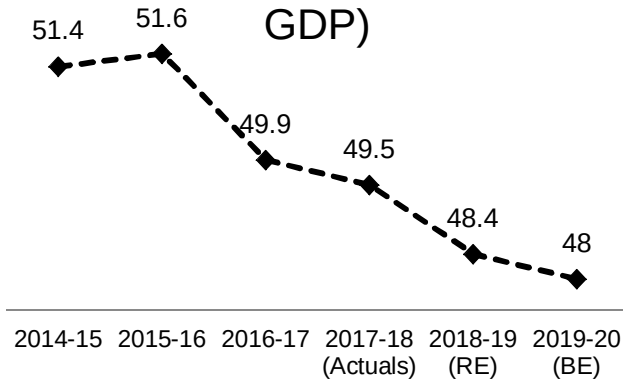
CPI Inflation (in %)



Disinvestment Receipts (in ₹ crore)



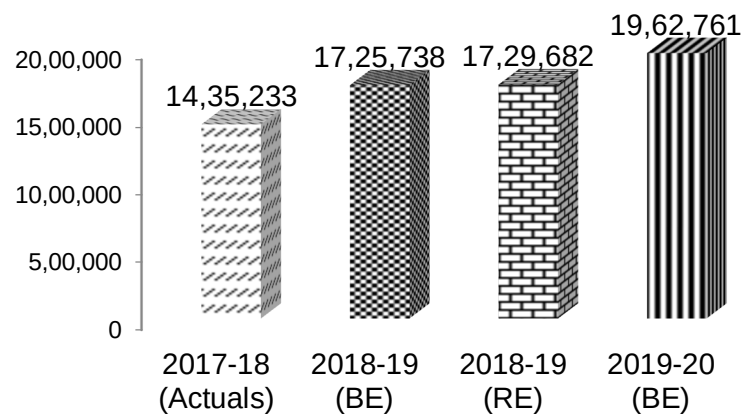
Central Govt. Debt (% of GDP)



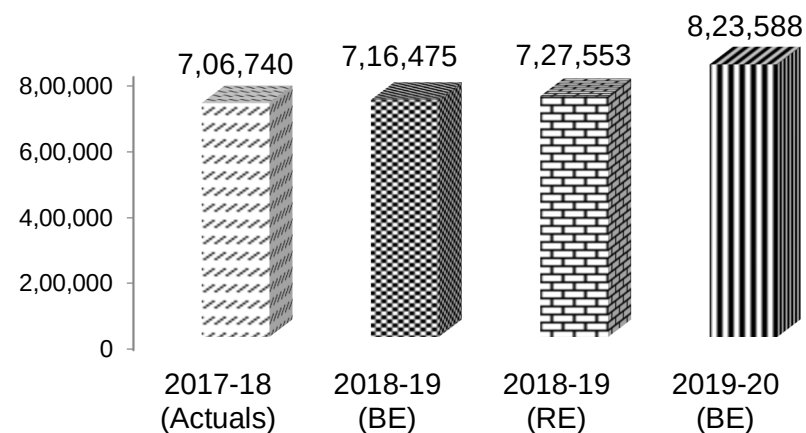
Also, India's sovereign **external debt to GDP ratio** amongst the lowest globally at less than **5%.**

BUDGET AT A GLANCE

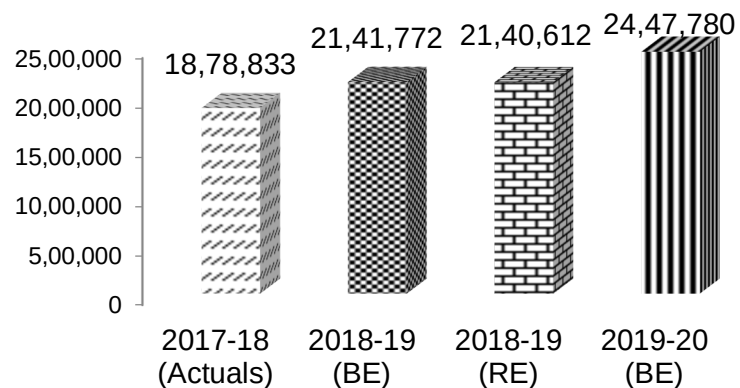
Revenue Receipts (in ` crore)



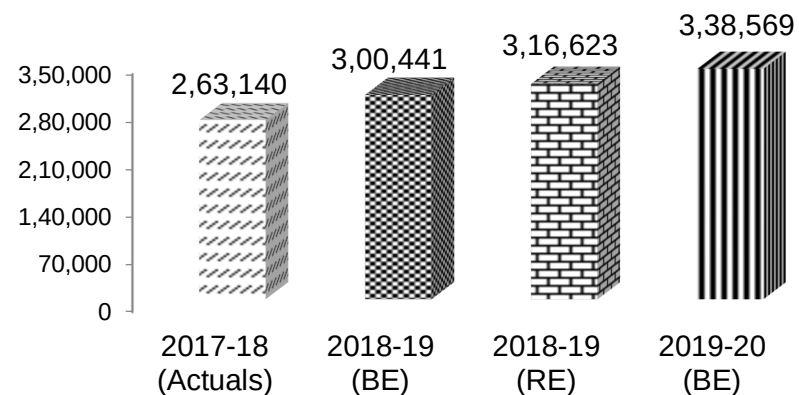
Capital Receipts (in ` crore)



Revenue Expenditure (in ` crore)

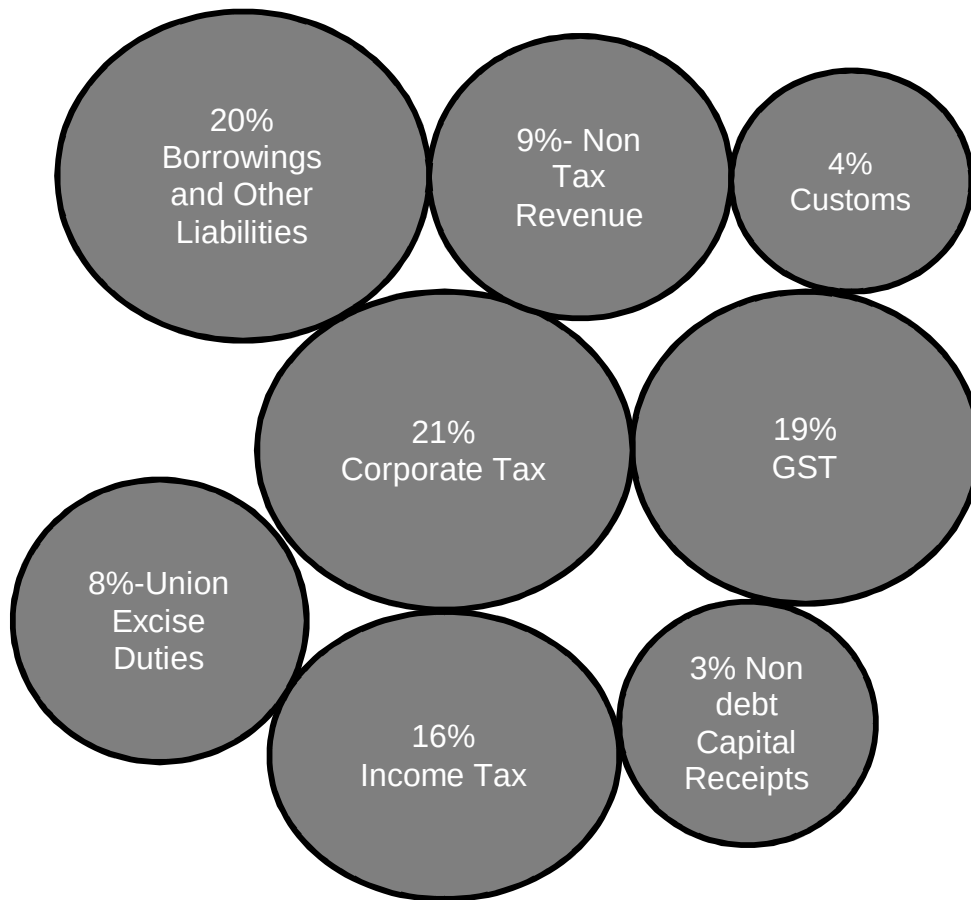


Capital Expenditure (in ` crore)

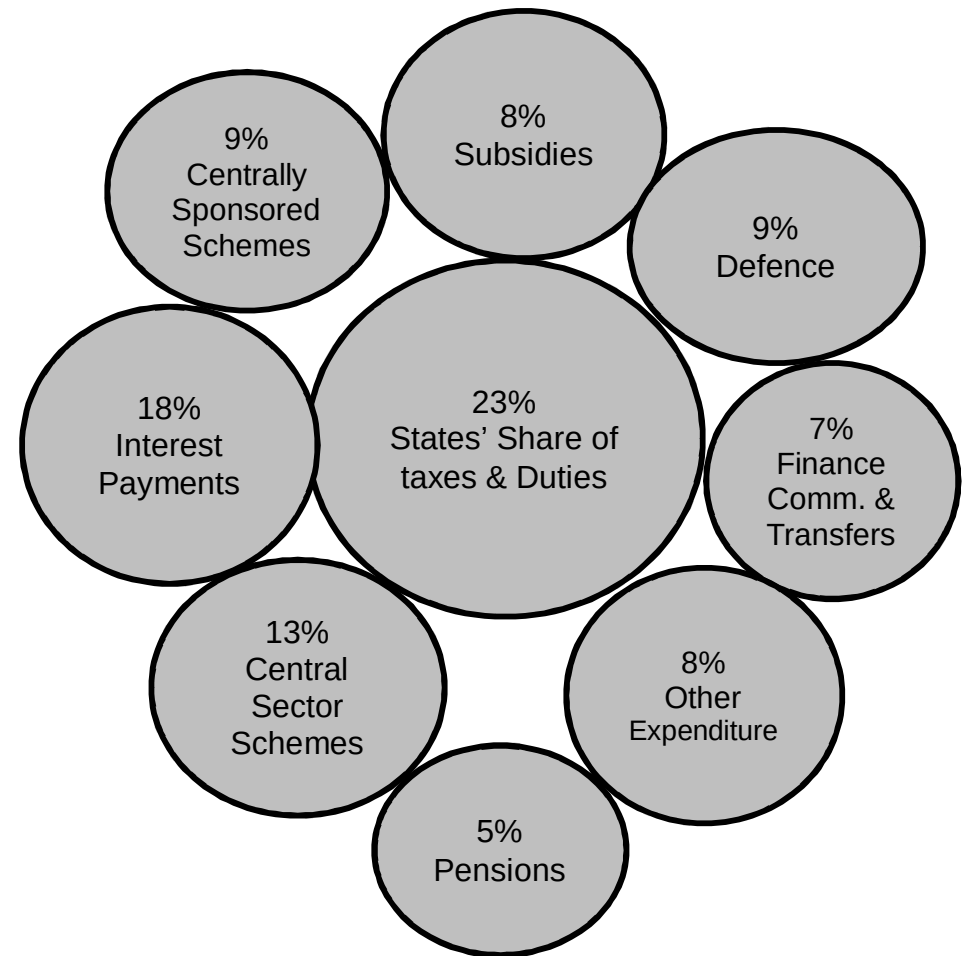


BUDGET AT A GLANCE

RUPEE COMES FROM



RUPEE GOES TO



₹ TAX PROPOSALS



FACELESS E-ASSESSMENT

A scheme of faceless electronic assessment involving no human interface to be launched this year



DIRECT TAX REFORMS PAYING OFF

Increase in tax collection by 78% from ₹6.4 lakh crore in 2013-14 to ₹11.4 lakh crore in 2018-19



ENHANCING EASE OF TAX PAYERS

Aadhaar and PAN to be made interchangeable

- ☞ Threshold for applicability of lower corporate tax rate of 25% increased from ₹250 crore to ₹400 crore.
- ☞ Enhanced interest deduction up to ₹3.5 lakh for purchase of an affordable house.
- ☞ Deposit taking and systemically important non-deposit taking NBFCs can now pay tax in the year they receive interest for certain bad or doubtful debts.
- ☞ TDS of 2% on cash withdrawal exceeding ₹1 crore in a year from a bank account to promote less cash economy.
- ☞ Effective tax rate for individuals having taxable income above ₹2 crore has been increased.
- ☞ No charges or MDR on specified digital mode of payments. These modes are to be compulsorily provided by large businesses.
- ☞ Sabka Vishwas Legacy Dispute Resolution Scheme proposed for quick closure of service tax and excise related litigations.



REFORM, PERFORM, TRANSFORM

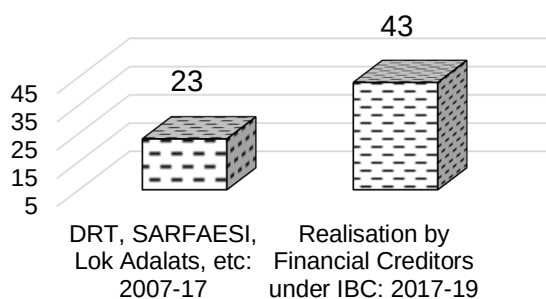
Banking & IBC

Record Recovery of ₹4 lakh crore in last 4 years due to IBC and other measures

Provision coverage ratio of banks highest in 7 years

Proposed further recapitalisation of PSBs: ₹70,000 crore

Average recovery under various recovery regimes (in %)



GST



1. Taxpayers having annual turnover of less than ₹5 crore can now file quarterly returns.
2. Fully automated GST refund module shall be implemented.
3. An electronic invoice system is proposed that will eventually eliminate the need for a separate e-way bill.

Further simplification of GST Processes

SWACHH BHARAT

More than 95% cities and 5.6 lakh villages declared ODF
More than 45,000 public and community toilets uploaded on Google Maps

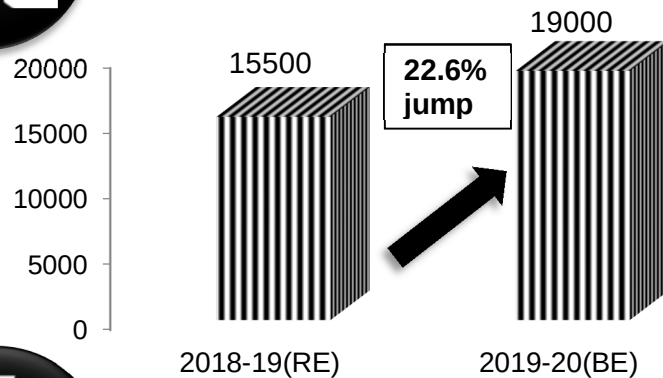


To expand Swachh Bharat Mission to undertake sustainable solid waste management in every village.

TRANSFORMING RURAL INDIA



Pradhan Mantri Gram Sadak Yojana (PMGSY) Outlay (in ₹ crore)



PMAY-G

- 1.5 crore rural homes completed
- 1.95 crore houses proposed for second phase.
- Average days for completion: 314 (2015-16) → 114 (2017-18)

PMGSY

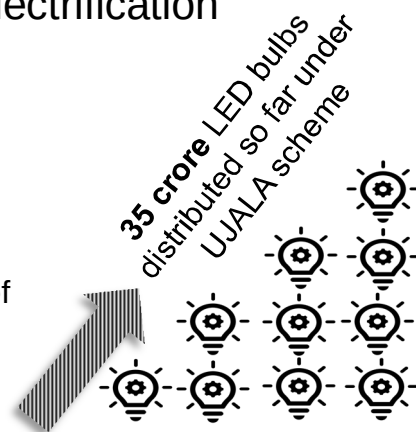
- Completion Target advanced 2022 → 2019
- 97% of targeted habitations covered
- 30000 km built using green technology



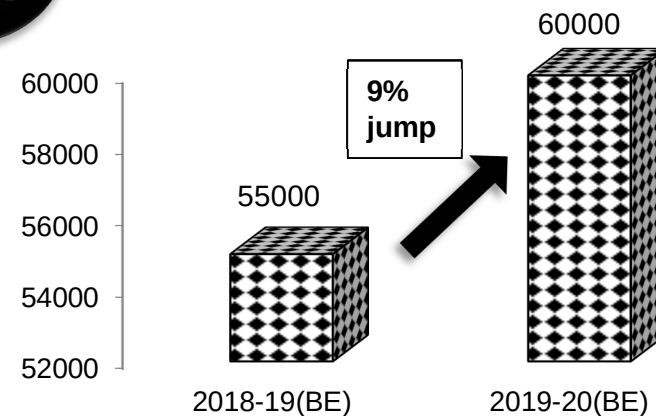
Rural Electrification

100% Households Electrified

UJALA leading to annual cost savings of ₹18,341 crore



MGNREGA Outlay (in ₹ crore)





FARMER WELFARE AND WATER SECURITY



Boost to agro-rural industries through cluster based development under **SFURTI** scheme with focus on **bamboo, honey and khadi** clusters

100 new clusters to be set up to enable 50000 artisans during 2019-20

100 Business Incubators to be set up to enable 75000 entrepreneurs under **ASPIRE**

Pradhan Mantri Matsya Sampada Yojana launched



The scheme will address critical gaps in strengthening value chain, including infrastructure, modernisation, production, productivity and quality control

Constitution of **Jal Shakti Mantrayala**



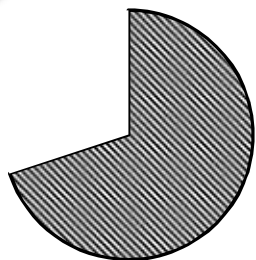
1592 critical and over exploited blocks identified under **Jal Shakti Abhiyan**

To ensure Har Ghar Jal to all rural households by 2024 under **Jal Jeevan Mission**

Focus on Integrated demand and supply side management at local level, creation of local infrastructure for rainwater harvesting, groundwater recharge and household waste water management



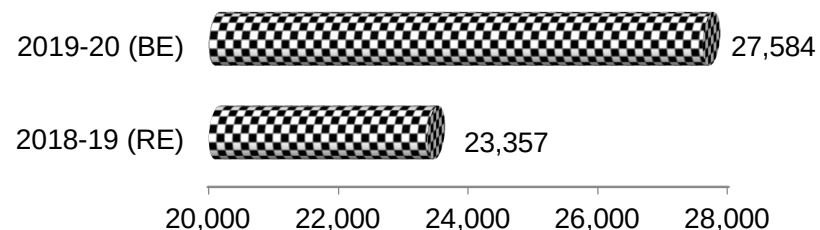
WOMEN'S DEVELOPMENT TO WOMEN LED DEVELOPMENT



70% of beneficiaries under **MUDRA** scheme are Women



Allocation for ICDS (in ₹ crore)



More than 7 crore connections already given



8 Crore free LPG connections to be given under Ujjwala Yojana



- To expand **women SHG** interest subvention programme to all districts
- ₹1 lakh loan under MUDRA scheme for one woman in every SHG

LABOUR AND YOUTH WELFARE



Pradhan Mantri Laghu Vyapaari Mann-Dhan Yojana (PMLVMY)

Pension benefits to around 3 crore retail traders and small shopkeepers with annual turnover less than ₹1.5 crore.



Pradhan Mantri Shram Yogi Maan Dhan (PM-SYM)

About 30 lakh workers have joined the scheme

Rationalising of labour laws into 4 labour codes proposed.



National Research Foundation to be established to fund, coordinate and promote R&D

₹400 crore provided for '**World Class Institutions**' for FY 2019-20

Study in India: to bring foreign students to higher educational institutions



National Sports Education Board to be setup under **Khelo India**.

To prepare youth for **new age skills**: Artificial Intelligence, IoT, Big Data, 3D Printing, Virtual Reality etc

VISION FOR THE NEXT DECADE

