



INTERIM BUDGET 2019 HIGHLIGHTS

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DIRECT TAX CHANGES

- Individual having income up to Rs 5 Lakhs to get rebate u/s 87A for 12500/-

Particulars	Situation I	Situation II
Income	5,00,000	5,00,100
Computation of Tax		
0-250000 @ 0%	0	0
250001-500000 @5%	12500	12500
500001-500100 @20%	0	20
Rebate u/s 87A	12500	0
Net tax	0	12520
Add: Cess @4%	0	501
Net Tax Liability	0	13021

DIRECT TAX CHANGES

- ◉ Income Tax slab rate remains unchanged.
- ◉ Standard deduction from salary increased from 40000/- to 50000/-
- ◉ Tax free Gratuity Limit increased from 10 Lakhs to 20 Lakhs.
- ◉ House Property Income - Notional rent on 2nd self occupied house property exempted

DIRECT TAX CHANGES

- ◉ TDS threshold limit u/s 194A on Interest on Deposits increased from 10000/- to 40000/-.
- ◉ TDS threshold limit on Rent u/s 194I increased from 180000/- to 240000/-.
- ◉ Capital Gain tax rebate benefit u/s 54 has been increased from investment in one residential house to two residential houses up to Rs. 2 Crores. This can be availed once in a lifetime

DIRECT TAX CHANGES

- For making more homes available under affordable housing, the benefits under Section 80 - IBA of the Income Tax Act is being extended for one more year, i.e. to the housing projects approved till 31st March 2020.
- Housing Projects not sold after completion - exemption of tax on Notional Rent from 1 year to 2 years.

DIRECT TAX CHANGES

	Non – Metro Cities	Metro Cities*
Location	Within the Jurisdiction any Municipality or Cantonment board	Within a municipal limit or 25 KMs from Municipal limit
Total Area of Project	Not Less than 2000 Square Meter	Not Less than 1000 Square Meter
Each Residential Unit	Does not Exceed 60 Square Meters	Does not Exceed 30 Square Meters
Project utilize % Permissible of Floor Area Ratio	Not Less than 80%	Not Less than 90%
Built-up Area of Shop or other commercial establishment	Does not exceed 3% of aggregate built-up area	Does not exceed 3% of aggregate built-up area

DIRECT TAX CHANGES

- Processing of IT return to be completed within 24 Hours and Income Tax Refund to be transferred at the same time
- Assessment and Scrutiny to be done electronically - Face less - Anonymized - in 2 years time.

NEW SCHEMES TO BE LAUNCHED

- ◉ PM Shram Yogi Maan-Dhan Yojana - Assured monthly pension of Rs.3000/- per month after 60 years of age.
- ◉ PM KISAN YOJANA - Income support of Rs.6000/- per annum to farmers having land area below 2 Hectare.
- ◉ 22nd AIIMS Hospital to open in Haryana
- ◉ KCC - Extended to Animal Husbandry and Fisheries - Interest benefit of 2% + 3%.