

BUDGET 2019

HIGHLIGHTS

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Member: Uttaranchal Business Owners
Association

Member: Young Entrepreneurs Network

Trainer: Excise, Dept. of Income Tax, ICSI,
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(CMA)

TAXES CHANGES

1. No income tax for income up to Rs. 5 lakh.(only Rebate from Rs. 2500 to Rs. 12500 has been increased not the slab)
2. No tax on notional rent on second self - occupied house.
3. Capital Gain exemption under Section 54 to be available on two house properties.
4. Standard deduction increased to Rs 50,000 from Rs 40,000.
5. TDS limit increased from Rs 10,000 to Rs 40,000 on Bank/post-office savings.

FOR ECONOMY

1. Expenditure target for FY20 set at Rs 27.84 lakh crore.
2. Capital expenditure for FY20 set at Rs 3.36 lakh crore.
3. FY19 fiscal deficit pegged at 3.4 percent of GDP.
4. Current account deficit at 2.5 percent of GDP.
5. FY20 gilt repayment pegged at Rs 2.36 lakh crore.

FOR FARMERS

1. Farmers with less than two hectares to be offered Rs. 6,000 per year as direct transfer under PM Kisaan Samman Nidhi.
2. The benefit will be transferred directly into the bank account of beneficiary farmers in three instalments of Rs 2,000 each.
3. Around 12 crores farmers expected to be benefited from the scheme.
4. This scheme will cost the government around Rs. 75,000 crore.

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5. Mahatma Gandhi National Rural Employment Guarantee program's allocation increased by Rs 5,0000 crore to Rs 60,000 crore for FY20.
 6. Farmers struck by natural calamities will now receive 2- 5 % interest subvention under insurance scheme.
 7. 2 % interest subsidy to be given to farmers involved in animal husbandry activities via kisaan credit card scheme.
 8. An additional three percent subsidy will be paid on timely payment of loans.
 9. Government announces setting up of Rashtriya Kamdhenu Aayog to enhance productivity of cows.

FISHERMEN

1. Separate Department of Fisheries to be created for welfare of 1.5 crore fisherman, 2 % interest subvention for those in fisheries.
2. To provide Rs. 750 crore in FY19 to support animal husbandry and fishing.

WORKERS

1. Monthly pension of Rs 3,000 for workers in the unorganized sector to be paid out after retirement.
2. Pension scheme to benefit 10 crore workers in the unorganized sector.
3. Those who join at 18 years of age will have to contribute a mere Rs 55 per month. The government will contribute equal matching share in the pension account. This scheme will cost the government Rs 500 crore.

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- 4.** Employees' State Insurance eligibility cover limit has been raised to Rs 21,000 per month from Rs 15,000 per month.
 - 5.** Gratuity limit increased from Rs 10 lakh to Rs 30 lakh.
 - 6.** Workers who suffer grievous injuries will now receive Rs 6 lakh from Rs 2.5 lakh through Employee Provident Fund Organization (EPFO).

RURAL INFRASTRUCTURE

1. Pradhan Mantra Gram Sadak Yojana allocation set at Rs. 19,000 crore, the same as FY19.
2. Rs. 60,000 crore allocation for MGNAREGA IN 2019-20

EDUCATION

1. Rs 38,572 crore allocated for the National Education Mission.

MEDICAL

- 1. 22nd All India Institutes of Medical Sciences(AIIMS) to be set up in Haryana.**



RAILWAYS

- 1. Railway capital expenditure raised to Rs 64,586 crore in FY20 from Rs 53,060 crore in FY19**

DEFENCE

1. Defence budget for FY20 raised to Rs 3 lakh crore.

SOCIETY

1. Rs. 76,800 crore allocated for welfare of Scheduled Castes (SCs) and Scheduled Tribes (STs).
2. Centre to implement special strategy for uplift of nomadic tribes.



Some Other Points

- 1. Disinvestment target of Rs. 80000 crore in 2018-19 likely to be met, target for fy20 set at Rs. 90,000 crore**
- 2. Allocation for integrated child development scheme increased by over 18% to 27,584 core.**

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- 3.** New portal to support national programme on artificial intelligence.
 - 4.** 1 lakh villages to be transferred into digital ones in 5 years.
 - 5.** Allocation for north east increased by 21 % to 58166 crore in fy20.
 - 6.** 25 % additional seats in educational institutions to meet the 10 % reservation for the poor.



THANKS & REGARDS

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