



BUDGET

AT GLANCE
BY

 **GSC Intime**
Services Pvt. Ltd.
Right advice at right time...



...Preface to Union Budget 2019...

- After the sweeping victory in the recent national election, Prime Minister Mr. Narendra Modi led Government has presented budget
- In her maiden budget speech, newly elected finance minister Mrs. Nirmala Sitharaman with a great sense of confidence has made announcement in the area of Aviation, Real Estate, Construction, Automobile (especially electronic vehicles), banking etc.
- The Budget recognises that Indian economy will grow to a 3 trillion dollar economy in the current year which is now at the 6th largest in the world and was at the 11th position before 5 years
- Budget 2019 demonstrates the Finance Minister's intent to create self-reliant aviation industry by entering into aircraft financing and leasing activities from Indian shores

...Preface to Union Budget 2019...

- Under the Interest Subvention Scheme, 350 crore has been allocated for FY 2019-20 for 2% interest subvention for all GST registered MSMEs, on fresh or incremental loans
- Angel tax issue proposed to be relaxed for start ups. Stand up India scheme to continue for the entire period till 15th Finance Commission period of 2020-25. Further, a television programme will be started within the DD bouquet of channels exclusively for start-ups for promoting start-ups, discussing various issues
- In order to provide credit for strong impetus to the economy, public sector banks are now proposed to be further provided Rs 70,000 Crores capital. Further, measures will be taken to restore confidence in NBFCs
- On the indirect tax front, special additional duty and road cess on petrol / diesel proposed to be increased by Rs 1 per litre. It has been proposed to increase the customs duty on gold / precious metals from 10% to 12.5%
- Legacy Dispute Resolution Scheme introduced to ease out the past litigation backlog. Proposed introduction of e-invoicing leading to removal of separate E-Way bill from year 2020 were certain welcome proposals in the budget

...Preface to Union Budget 2019...

- On the direct tax front, Corporate tax rate of 25 percent is extended from companies with turnover of upto Rs 250 crores to Rs 400 Crores
- Relief granted to NBFCs for interest on bad loans in line with banking sector
- Its has been proposed to levy buy back tax in case of buy back of listed companies
- Carry forward of losses, concessions extended to more distressed companies
- Surcharge for income exceeding Rs 2 Cr and Rs 5 Cr increased
- New deductions of Rs 1.50 lakhs proposed for interest on loan availed for purchase of electrical vehicles, affordable house
- Aadhar and PAN declared to be interchangeable
- Pre-filled returns and faceless electronic assessment proposed

...Preface to Union Budget 2019...

- Fiscal Deficit for FY'21 estimated at 3% of GDP
- Sustainable GDP growth pegged at 8% for India to become a USD 5 trillion economy by 2024-25
- Potential to grow Indian economy size USD 3 trillion in the current year
- Inflation declined and remained below 4% in last 2 years
- Insolvency and Bankruptcy Code led to recovery and resolution of significant amount of distressed assets
- Huge focus on behavioural economics
- Major thrust on Affordable, Reliable and Sustainable Energy
- India now stands at 4th in wind power, 5th in solar power and 5th in renewable power installed capacity

DISCLAIMER

- *This document is for private circulation only.*
- *This document does not constitute professional advice.*
- *No person should act upon the information contained in this document without obtaining specific professional advice.*
- *No representation or warranty (expressed or implied) is given as to the accuracy or completeness of the information contained in this document.*
- *The document contains only summary of key Budget proposals and amendments through Union Budget 2019-2020 and it does not cover all the amendments and proposals.*
- *GSC Intime Services Pvt. Ltd., its members, directors and employees accept no liability, for the consequences of any person acting, or refraining to act, based on the information contained in this document*

How GSC can be your assistance?

Knowledge
partner

Implementation
partner

Compliance
partner

Assurance
partner



Thanks



6th Floor, HDIL Kaledonia-A,
Sahar road,
Andheri East, Mumbai
400069, India.



+91 22 4612 5600



info@gscintime.com

FOLLOW US

