

# Key Features of UNION BUDGET 2025-26

Aspiration for a 'Viksit Bharat', through realization of 'sabka vikas'

The fuel: Reforms



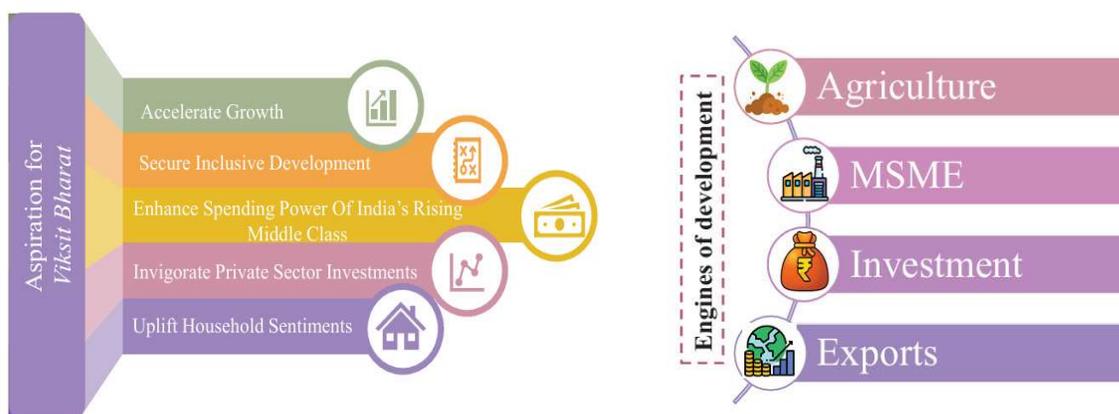
Guiding spirit: Inclusivity



Destination: Viksit Bharat



## JOURNEY OF DEVELOPMENT



The proposed development measures of 2025-26 budget spans 10 broad areas with focus on "Garib (poor), Youth, Annadata (Farmers/Agriculture) & Nari (Women)" through the 4 engines of development

# AGRICULTURE

## Prime Minister Dhan-Dhaanya Krishi Yojana - Developing Agri Districts Programme

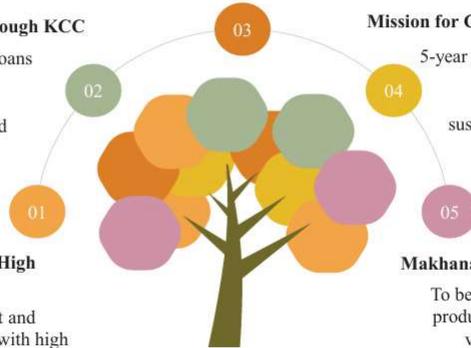
To cover 100 districts and likely to help 1.7 crore farmers.

### Enhanced Credit through KCC

Facilitate short term loans for 7.7 crore farmers, fishermen, and dairy farmers with enhanced loan of ₹5 lakh.

### National Mission on High Yielding Seeds

Targeted development and propagation of seeds with high yield, pest resistance and climate resilience.



### Mission for Cotton Productivity

5-year mission to facilitate improvements in productivity and sustainability of cotton farming.

### Makhana Board in Bihar

To be set up to improve production, processing, value addition, and marketing and organisation of FPOs.

### 1. Urea Plant in Assam

- Reopened 3 dormant urea plants in Eastern region
- New plant – Namrup, Assam – 12.7 lakhs metric tons

### 2. Fisheries

- Sustainable Harnessing Fisheries in Indian Exclusive Economic Zone & High seas
- Focus: Andaman, Nicobar & Lakshadweep Islands

### 3. Rural prosperity & Resilience

- Phase 1 : Target – 100 agri districts – Women, Young Farmers, Marginal farmers
- Generate Employment opportunities
- Better warehousing facilities

# AGRICULTURE



## Aatmanirbharta in Pulses

Launch a 6-year Mission with special focus on Tur, Urad and Masoor, emphasizing

- Development and commercial availability of climate resilient seeds
- Enhancing protein content
- Increasing productivity
- Improving post-harvest storage and management, assuring remunerative prices to the farmers.

## India Post as a Catalyst for the Rural Economy

- Rural community hub co location
- Institutional account services;
- DBT, cash out and EMI pick up
- Credit services to micro enterprises
- Insurance; and
- Assisted digital services



# MSME & “Make in India”

(Over 1 cr registered MSMEs, Employing 7.5 cr people, 36% of the Manufacturing industry, 45% of total exports)



## Revision in Classification criteria

₹ in Crore	Investment		Turnover	
	Current	Revised	Current	Revised
Micro Enterprises	1	2.5	5	10
Small Enterprises	10	25	50	100
Medium Enterprises	50	125	250	500

## Enhancement of guarantee cover

Rs. In Crore	Credit Guarantee Cover	
	Current	Revised
MSEs	5	10
Startups	10	20
Exporter MSMEs	For term loans up to 20 Cr	

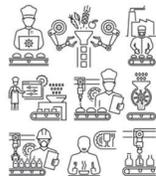
\* Measures for labour intensive sectors – Focus on leather, Toy & Food processing sector

- 1 **Credit cards** – Up to 5 Lakhs – Micro enterprises
- 2 **Scheme for 1<sup>st</sup> time entrepreneurs**  
Focus : 5 Lakh Women, Scheduled castes & Scheduled tribes’ 1<sup>st</sup> time entrepreneurs  
To provide term loan up to 2 cr in next 5 yrs
- 3 **Focus product scheme : Leather & Footwear sector**  
Production of non-leather quality footwear  
Facilitate employment for 22 lakh persons;  
Turnover > 4 lakh crores; Exports > 1.1 lakh cr
- 4 **Fund of funds for startups** – Additional 10,000 crore contribution from Govt – Through SIDBI

#startupindia



# MSME & “Make in India”



- 5 **National Action plan for Toys** – To create unique & sustainable toys that will represent ‘Made in India’ brand.
- 6 **Support for food processing**  
To establish National Institute of Food Technology, Entrepreneurship & Management (In line with Purvodaya scheme \*)  
Focus : Enhanced income for farmers through value addition to their produce
- 7 **National Manufacturing Mission : Furthering “Make in India”**  
Through policy support, execution roadmaps & monitoring framework
- 8 **Clean Tech Manufacturing**  
Through PV cells, EV batteries, motors & controllers, electrolyzers, wind turbines, very high voltage transmission equipment, etc

\* Note : **Purvodaya Scheme** – Introduced by PM Narendra Modi in 2015 - transformative plan aimed at the all-round development of the eastern region of India, encompassing Bihar, Jharkhand, West Bengal, Odisha, and Andhra Pradesh.

# INVESTING IN PEOPLE, ECONOMY AND INNOVATION

## A. INVESTING IN PEOPLE

Saksham Anganwadi & Poshan 2.0	Nutritional support to > 8 cr children, 1 cr pregnant mothers & lactating mothers & 20 lakh adolescent girls
Atal Tinkering labs	50,000 labs in Govt schools in next 5 years – to cultivate spirit of curiosity & scientific temper
Broadband connectivity to Govt secondary schools & primary health centres	Broadband connectivity under the Bharatnet project
Bharatiya Bhasha Pustak scheme	To provide digital form Indian language books & higher education
Centre of Excellence in Artificial Intelligence for education	<ul style="list-style-type: none"> <li>5 National Centres of Excellence, with global expertise</li> <li>“Make for India, Make for the world”</li> <li>Training of trainers, Skill certification framework</li> </ul>
Expansion of Capacity in IIT	Additional infrastructure in 5 IITs started after 2014 & IIT Patna To facilitate education 6500 more IIT students



Centre of Excellence in AI	3 centres Total outlay – 500 crores Excellence in AI for agriculture & health
Expansion of medical education	10,000 additional seats in medical colleges & hospitals 75,000 in next 5 years
Day care centres in district hospitals	In next 3 years 200 centres by 2025-26.
Strengthening urban livelihoods	Socio-economic upliftment of Urban poor & workers group
PM SVANidhi	<ul style="list-style-type: none"> <li>Launched in June 2020 by the Ministry of Housing and Urban Affairs (MoHUA) – already benefitted 68 lakh vendors</li> <li>Loans at lower rates to street vendors</li> <li>UPI linked credit cards : up to 30,000 Rs. limit</li> </ul>
Social security scheme for welfare of Online platform workers	Identity cards for online workers Registration on E-Shram portal Healthcare under PM Jan Arogya Yojana Coverage – 1 crore gig workers To be allotted UAN – Universal Account number



## B. INVESTING IN INNOVATION



**PM Research Fellowship**  
10,000 fellowships for Tech research in IIT & IISc + enhanced financial support



**Research Development & Innovation**  
Outlay = 20,000 crore



### National Geospatial Mission

- To develop foundational geospatial infrastructure and data.
- Using PM Gati Shakti, facilitation of modernization of land records, urban planning, and design of infrastructure projects.

### Gene Backup for Crops Germplasm

The 2nd Gene Bank with 10 lakh germplasm lines to be set up for future food and nutritional security.

### Gyan Bharatam Mission

- Documentation and conservation of our manuscript heritage to cover more than 1 crore manuscripts.
- National Digital Repository of Indian knowledge systems for knowledge sharing to be set up.

## C. INVESTING IN ECONOMY



**Power Sector Reforms**  
Incentivize distribution reforms and augmentation of intra-state transmission.  
Additional borrowing of 0.5% of GSDP.

**Jal Jeevan Mission**  
Achieve 100% coverage, the mission extended till 2028 with an enhanced total outlay

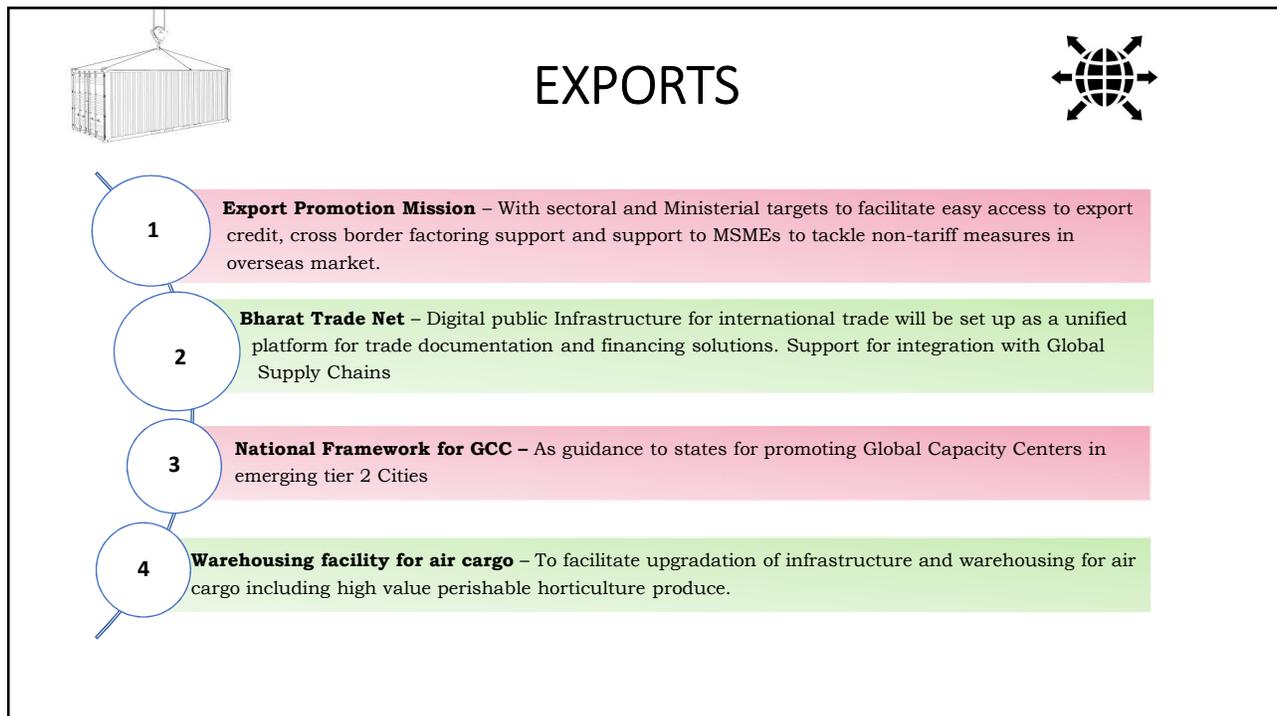
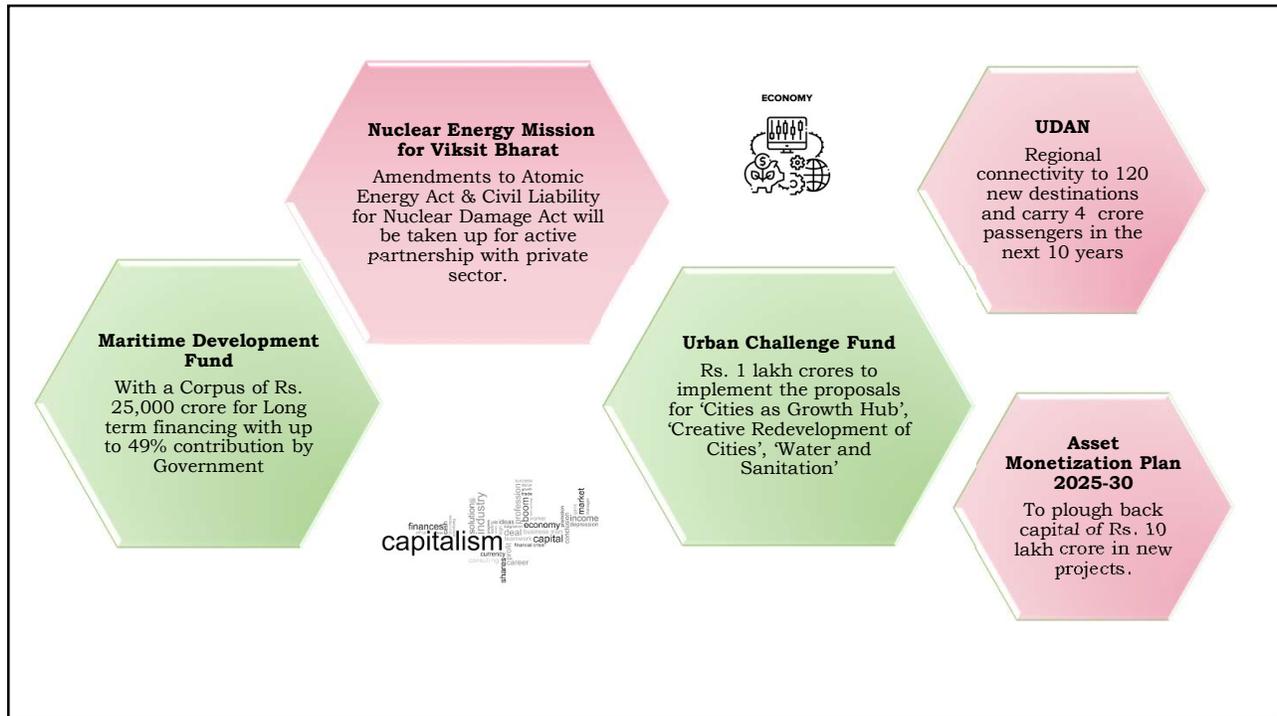
### Support to state for infrastructure

With an outlay of Rs.1.5 lakh crores, 50 yrs interest free loan to states for Capex & incentives for reforms.

**SWAMIH Fund-2**  
Rs.15,000 crore for expeditious completion of one lakh dwelling units through blended finance.



**Future needs of Bihar**  
Greenfield airports  
Financial support for the Western Koshi Canal ERM Projects



## REFORMS AS THE FUEL

### Financial Sector Reforms and Development

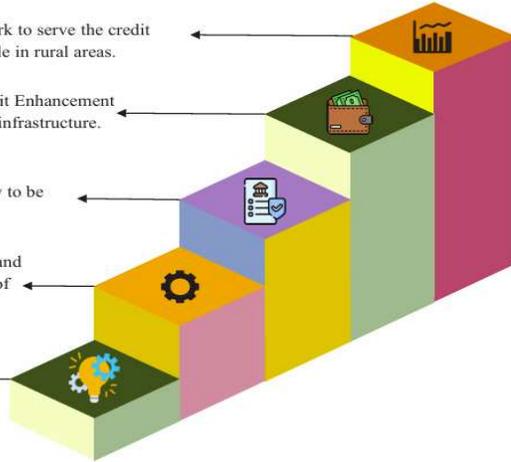
'Grameen Credit Score' framework to serve the credit needs of SHG members and people in rural areas.

NaBFID to set up a 'Partial Credit Enhancement Facility' for corporate bonds for infrastructure.

Revamped Central KYC registry to be rolled out in 2025.

Rationalisation of requirements and procedures for speedy approval of company mergers.

FDI limit for the insurance sector will be raised from 74 to 100 per cent.



### Tax Reforms

Changes in direct taxes and proposal to "New Income Tax Bill"

## DIRECT TAX

### NEW REGIME – For Individuals and HUFs



Rebate u/s 87A enhanced from Rs.25,000 to **Rs.60,000** (i.e) upto 12 lakhs of normal income individual do not pay any income.

*(Only for Individuals)*

Extension of time-limit to file updated returns, from the current limit of two years, to four years.

<h2>TDS</h2>	
 <p><b>193</b> – Interest on securities</p>	Threshold set to Rs.10,000/-
<p><b>194A</b> – Interest other than interest on securities</p>	Senior citizens – Rs. 50,000 to <b>Rs.1,00,000</b> Others when payer is bank – Rs. 40,000 to <b>Rs.50,000</b> Other cases – Rs.5,000 to <b>Rs.10,000</b>
<p><b>194</b> – Dividend <b>194K</b> – Income from units of Mutual Fund</p>	Threshold from Rs.5,000 to <b>Rs.10,000</b>
<p><b>194B</b> – Winnings from lottery etc. <b>194BB</b> – Winnings from Horse race</p>	Aggregate of amounts exceeding Rs.10,000 during FY to <b>Rs.10,000/- in respect of single transaction</b>
<p><b>194D</b> – Insurance <b>194G</b> – Commission or price on lottery <b>194H</b> – Commission or Brokerage</p>	Threshold from Rs.15,000 to <b>Rs.20,000</b>
<p><b>194I</b> – Rent</p>	Rs.2,40,000 during the FY to <b>Rs.50,000 p.m. or part of a month.</b>
<p><b>194J</b> – Fee for professional &amp; technical services</p>	Threshold from Rs.30,000 to <b>Rs.50,000</b>
<p><b>194LA</b> – Income by way of enhanced compensation</p>	Threshold from Rs.2,50,000 to <b>Rs.5,00,000</b>





**TCS on sale of specified goods**  
No tax on sale of value > 50 lakhs

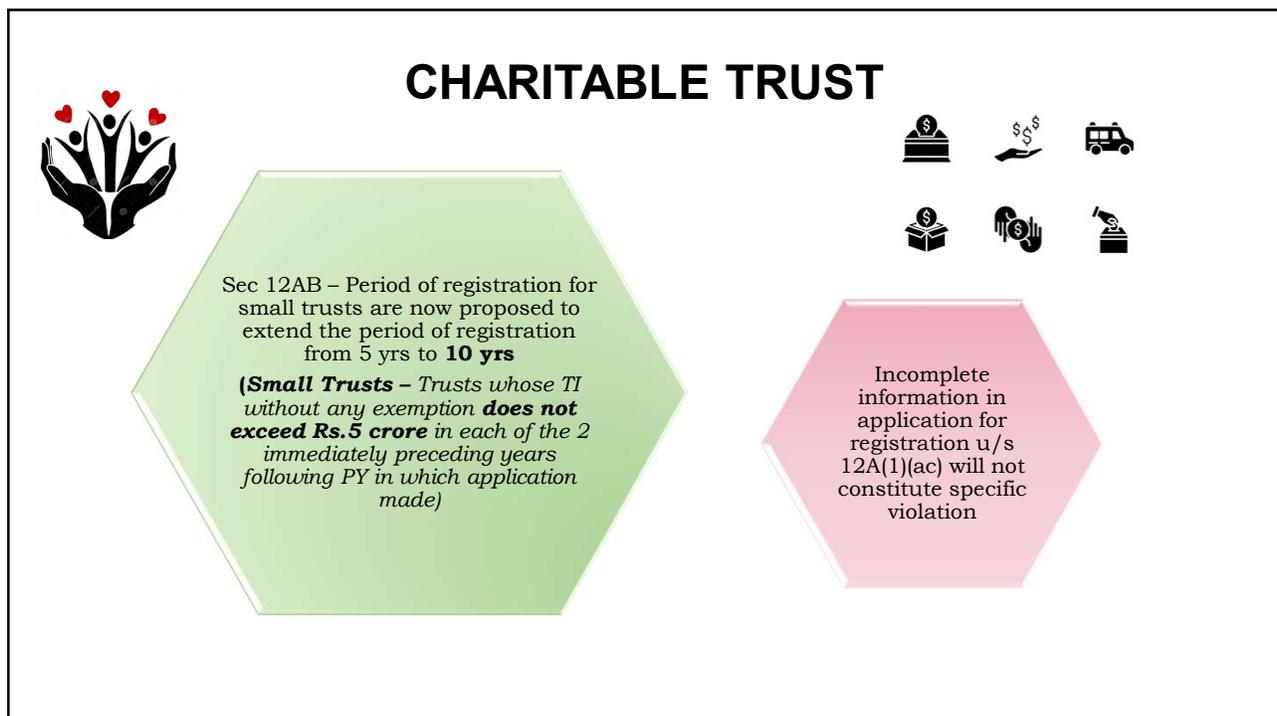
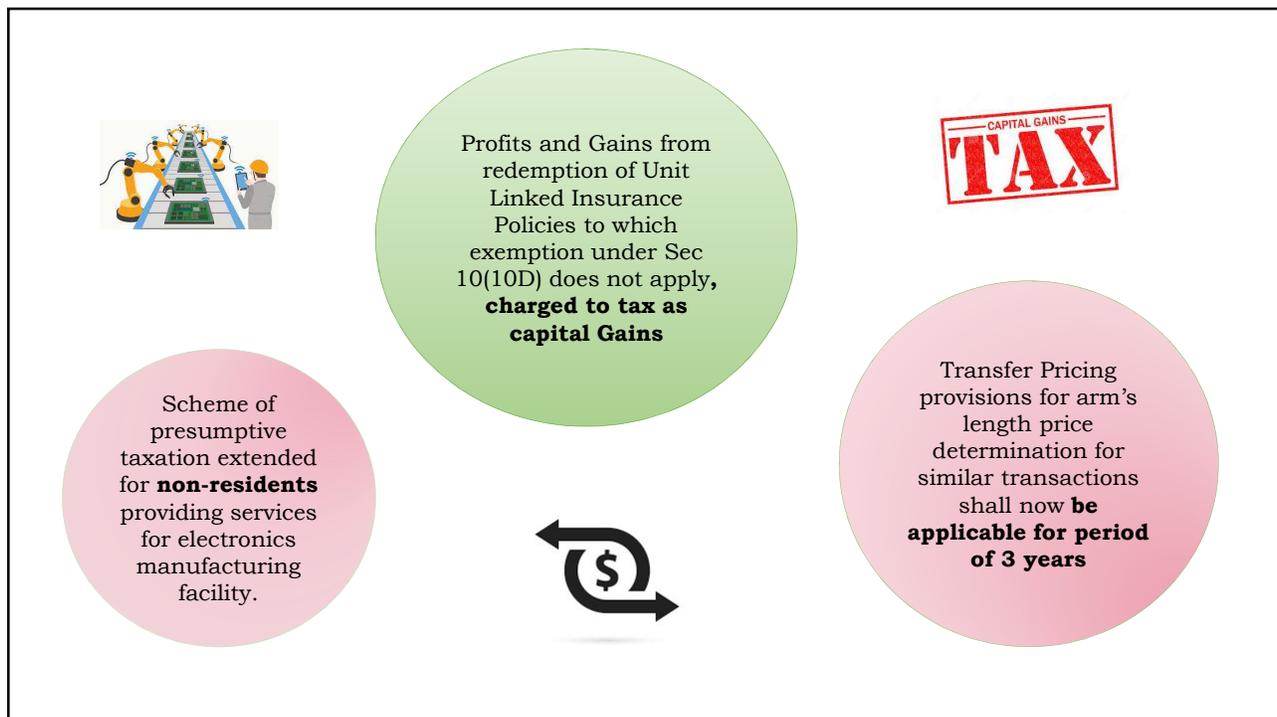
**Annual value of 2 self occupied property** shall be taken as **Nil**, if owner occupies it for own residence or cannot occupy it for any reason.

**Carry forward of losses in case of amalgamation**  
Not more than 8 AYs

**Extension of time limit u/s 80-IAC for startups**  
For another 5 years (i.e) before 01-04-2030

**Removal of higher TDS/TCS for non filers of return of income**  
Omit Sec 206AB & 206CCA.



## INDIRECT TAX

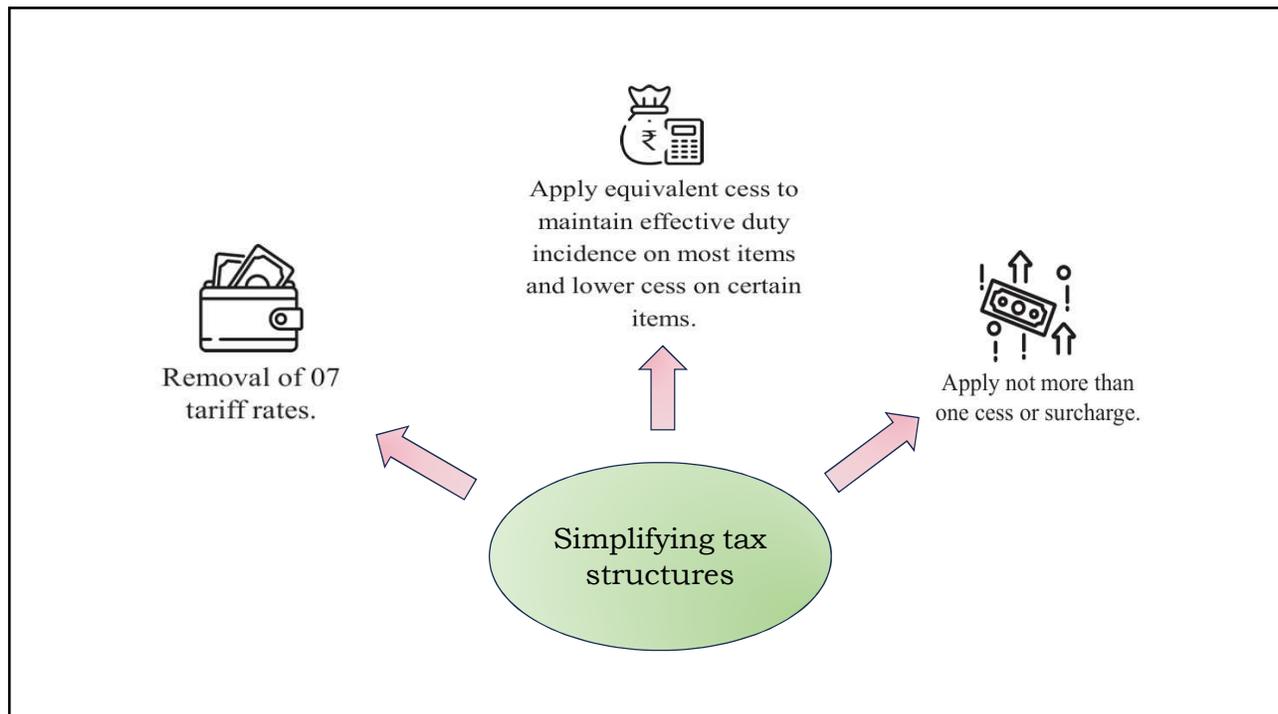


Simplifying tax structures

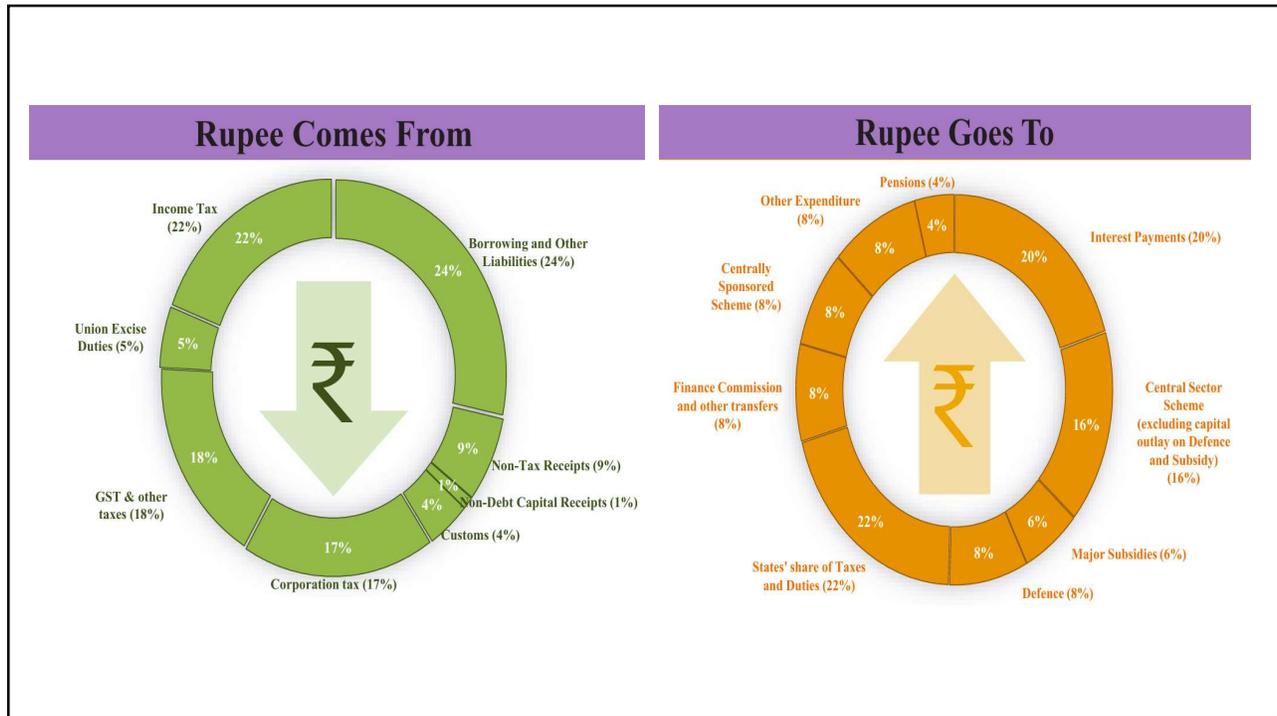
Enhancing GST Compliances

Boosting Domestic Manufacturing

Rationalizing Custom Duties







*Thank You !!*

Compiled by Ms Lavanya and Ms Abirami Articles of Ganesh Prasad