



Dr. Vibhas Jha Sir

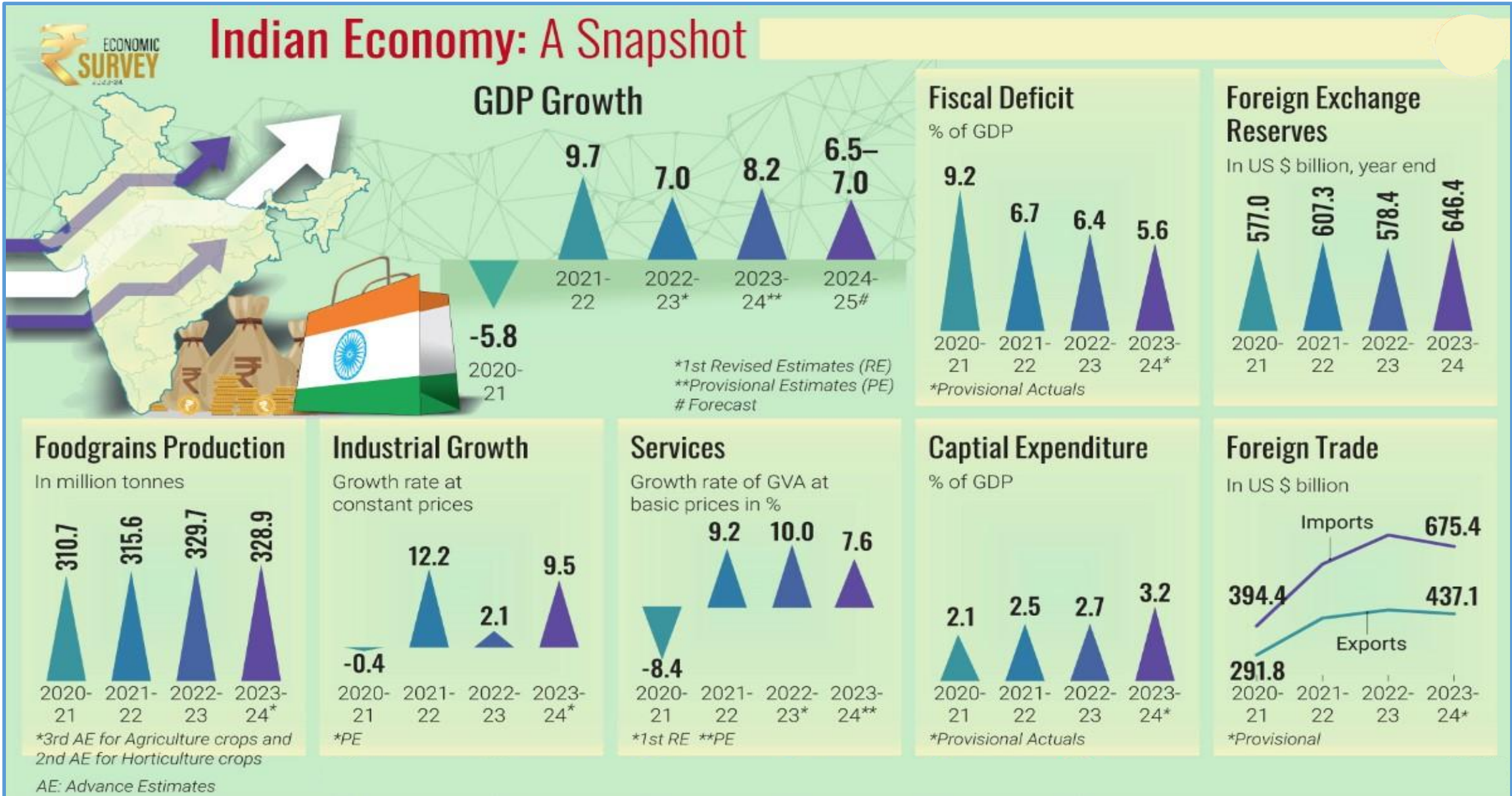


# UNION BUDGET 2024-25

## **GLOBAL ECONOMY:**

- The Global Economy exhibited signs of stabilization in 2023 following a period of significant uncertainty and volatility driven by geopolitical developments.
- Supply chain disruptions began to ease, and inflationary pressures were projected to moderate in 2024.
- The Global Economy grew by 3.3% in 2023 and is expected to maintain a similar growth rate of 3.2% in 2024.
- Key factors contributing to this stabilization include policy rate adjustments by major economies and a general recovery in international trade.



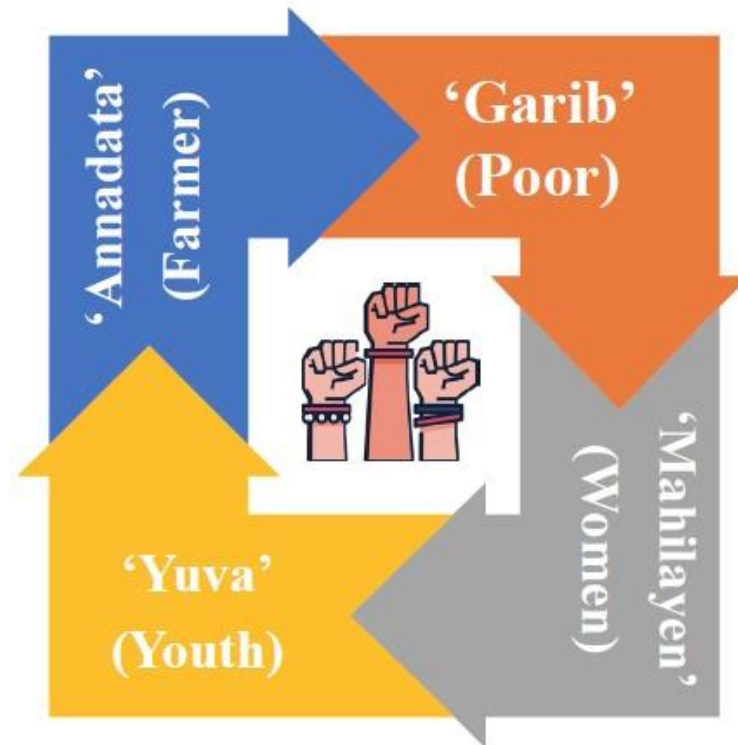


## UNION BUDGET CONSTITUTIONAL PROVISIONS:

- Union Budget is a statement of the government's estimated receipts and expenditures.
- It is also known as the Annual Financial Statement of the Government
- Key Budget documents:
  - a) Annual Financial Statement (Article 112)
  - b) Demands for Grants (Article 113)
  - c) Finance Bill (Article 110)
  - d) Fiscal Policy Statements mandated under the FRBM Act, 2003.
    - The Macro-Economic Framework Statement.
    - The Medium-Term Fiscal Policy cum Fiscal Policy Strategy Statement.

# Roadmap for our pursuit of '*Viksit Bharat*'

**Focus on 4 major castes**



## Budget Theme



# Budget Priorities

Path of strong development and all-round prosperity





# Priorities for Viksit Bharat

## Productivity and Resilience in Agriculture



### Transforming Agriculture Research

Comprehensive review of the agriculture research setup to bring focus on raising productivity and developing climate resilient varieties.

### National Cooperation Policy

For systematic, orderly and all-round development of the cooperative sector

### Atmanirbharta

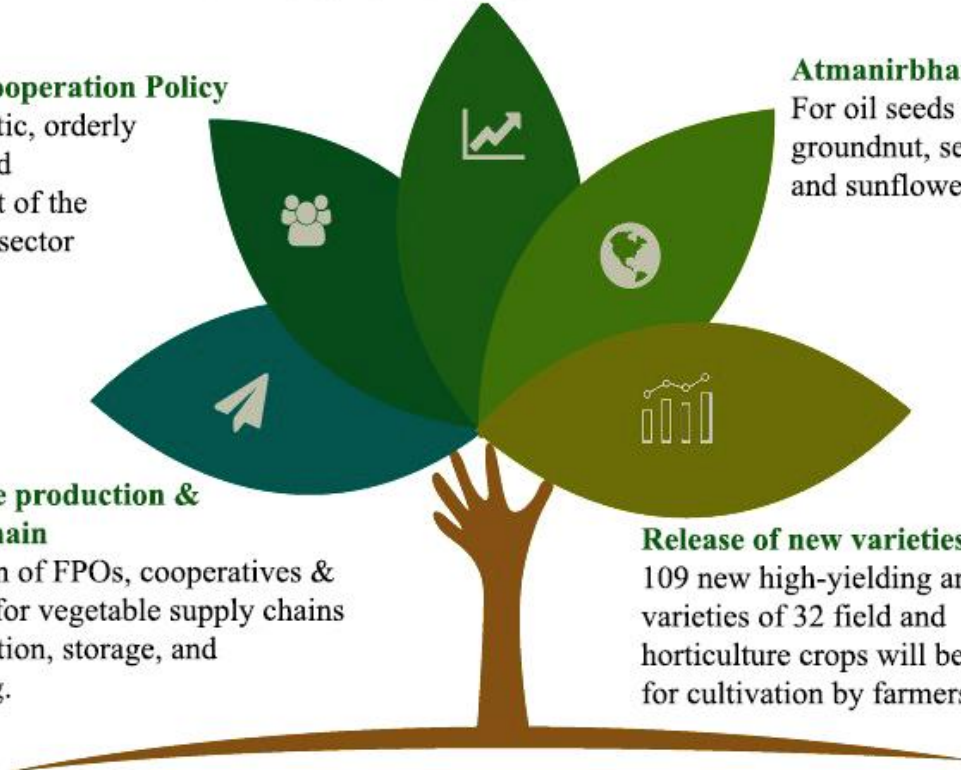
For oil seeds such as mustard, groundnut, sesame, soyabean and sunflower

### Vegetable production & supply chain

Promotion of FPOs, cooperatives & start-ups for vegetable supply chains for collection, storage, and marketing.

### Release of new varieties

109 new high-yielding and climateresilient varieties of 32 field and horticulture crops will be released for cultivation by farmers





### **Natural Farming**

- 1 crore farmers across the country will be initiated into natural farming, supported by certification and branding in next 2 years.
- 10,000 need-based bio-input resource centres to be established.

### **Shrimp Production & Export**

- Financing for Shrimp farming, processing and export will be facilitated through NABARD.

### **Digital Public Infrastructure (DPI)**

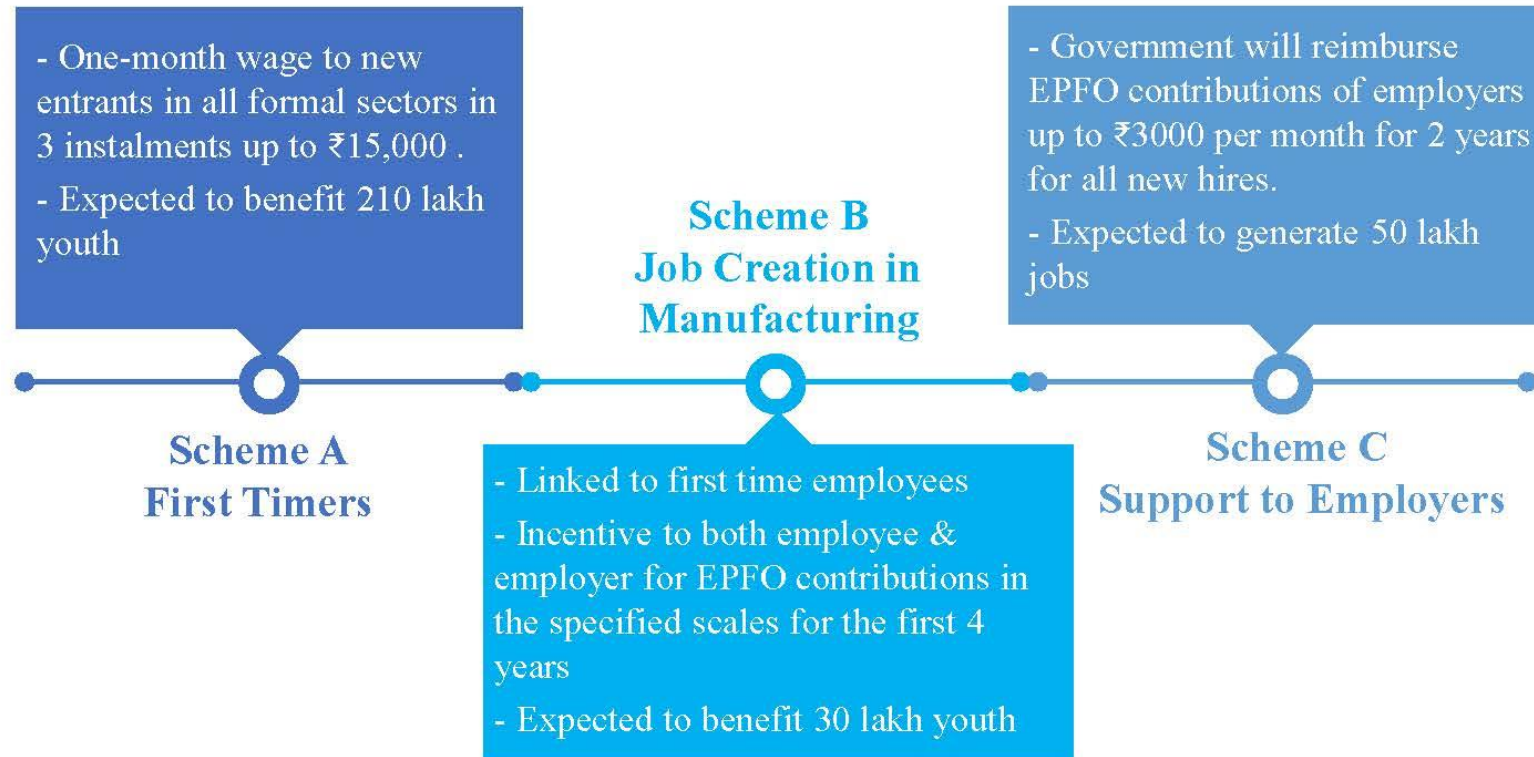
- DPI for coverage of farmers and their lands in 3 years.
- Digital crop survey in 400 districts
- Issuance of Jan Samarth based Kisan Credit Cards

# Priorities for Viksit Bharat

## Employment & Skilling



### PM's Package (3 schemes for Employment Linked Incentive)



- Facilitate higher participation of **women** in the workforce through setting up of working women hostels in collaboration with industry, and establishing creches.

- Loans up to ₹7.5 lakh with a guarantee from a government promoted Fund.  
- Expected to help **25,000** students every year.

- Financial support for loans upto ₹10 lakh for higher education in domestic institutions.  
- Direct E-vouchers to 1 lakh students every year.  
- Annual interest subvention of 3%

### Skilling Programme

- 20 lakh youth will be skilled over a 5-year period.
- 1,000 Industrial Training Institutes will be upgraded in hub and spoke arrangements with outcome orientation.
- Course content & design aligned as per skill needs of industry.

PM's Package (4<sup>th</sup> scheme)



## Priorities for Viksit Bharat

Inclusive Human Resource  
Development and Social Justice



### Purvodaya: *Vikas bhi Virasat bhi*

- Plan for endowment rich states in the Eastern parts covering Bihar, Jharkhand, West Bengal, Odisha and Andhra Pradesh for generation of economic opportunities to attain Viksit Bharat.
- Amritsar Kolkata Industrial Corridor with development of an industrial node at Gaya.

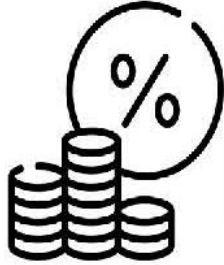


Allocation of more than **₹3 lakh** crore for schemes benefitting women and girls.

**Pradhan Mantri Janjatiya Unnat Gram Abhiyan:** Improving the socio-economic condition of tribal communities covering **63,000** villages benefitting **5 crore** tribal people.







More than 100 branches of **India Post Payment Bank** will be set up in the North East region.

### *Andhra Pradesh Reorganization Act:*

- Financial support of ₹15,000 crores will be arranged in FY 24-25.
- Completion of Polavaram Irrigation Project ensuring food security of the nation.
- Essential infrastructure such as water, power, railways and roads in Kopparthi node on the Vishakhapatnam-Chennai Industrial Corridor and Orvakal node on Hyderabad-Bengaluru Industrial Corridor.



## Priorities for Viksit Bharat

### Manufacturing & Services



04

Credit Guarantee Scheme for MSMEs in the Manufacturing Sector

New assessment model for MSME credit

Enhanced scope for mandatory onboarding in TReDS

Mudra Loans: The limit enhanced to ₹ 20 lakh from the current ₹ 10 lakh under the 'Tarun' category.

MSME Units for Food Irradiation, Quality & Safety Testing

Credit Support to MSMEs during Stress Period

Twelve industrial parks under the National Industrial Corridor Development Programme

Rental housing with dormitory type accommodation for industrial workers in PPP mode with VGF support.

Critical Minerals Mission for domestic production, recycling and overseas acquisition.

Strengthening of the tribunal and appellate tribunals to speed up insolvency resolution and additional tribunals to be established

### Internship Opportunities

- Scheme for providing internship opportunities in 500 top companies to 1 crore youth in 5 years.
- Allowance of ₹5,000 per month along with a one-time assistance of ₹6,000 through the CSR funds.

PM's Package (5<sup>th</sup> scheme)



# Priorities for Viksit Bharat

## Urban Development



**Stamp Duty**

Encouraging states to lower stamp duties for properties purchased by women.

**Street Markets**

Envisioning a scheme to develop 100 weekly 'haats' or street food hubs in select cities

**Transit Oriented Development**

Transit Oriented Development plans for 14 large cities with a population above 30 lakh

**Water Management**

Promote water supply, sewage treatment and solid waste management projects and services for 100 large cities through bankable projects.



## Housing Needs



### PM Awas Yojana Urban 2.0

Needs of 1 crore urban poor and middle-class families will be addressed with an investment of ₹10 lakh crore



Enabling policies and regulations for efficient and **transparent rental housing markets** with enhanced availability will also be put in place.

# Priorities for Viksit Bharat

## Energy Security



### Initiatives with private sector in Nuclear Energy

- Setting up Bharat Small Reactors
- R&D of Bharat Small Modular Reactor and newer technologies for nuclear energy

### Energy Audit

- Financial support for shifting of micro and small industries to cleaner forms of energy
- Facilitate investment grade energy audit in 60 clusters, next phase expands to 100 clusters.

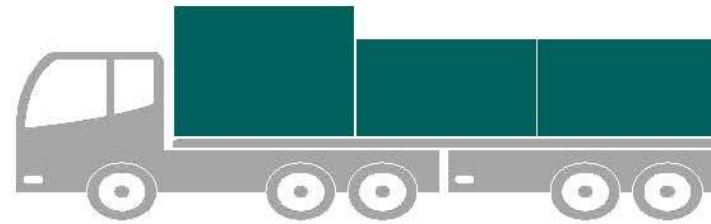


### Pumped Storage Policy

For electricity storage and facilitation of smooth integration of the growing share of renewable energy

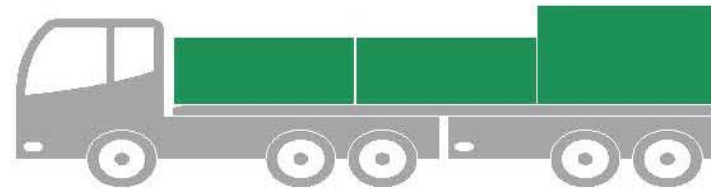
### AUSC Thermal Power Plants

A joint venture between NTPC and BHEL will set up a full scale 800 MW commercial plant.



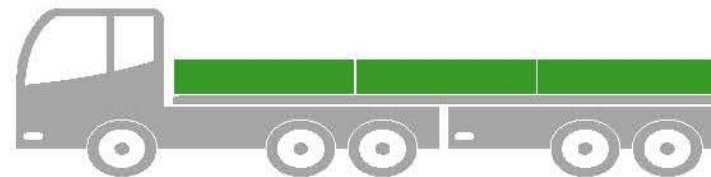
**1 crore**

Households obtain free electricity



**Up to 300**

Units every month



**1.28 crore**

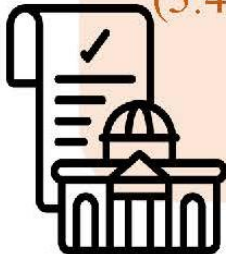
Registrations and 14 lakh applications so far

## Priorities for Viksit Bharat

### Infrastructure



Provision of  
**₹11,11,111**  
crore for  
infrastructure  
(3.4% of GDP).



**₹1.5** lakh crore  
to states as long-  
term interest free  
loans to support  
resource  
allocation.



**Phase IV** of  
PMGSY will be  
launched to  
provide all-  
weather  
connectivity to  
**25,000** rural  
habitations.





## Irrigation and Flood Mitigation

Financial support for projects with estimated cost of ₹11,500 crore such as the **Kosi-Mechi** intra-state link and 20 other ongoing and new schemes

Assistance for flood management and related projects in Assam, Sikkim & Uttarakhand

Assistance for reconstruction and rehabilitation in Himachal Pradesh



## Priorities for Viksit Bharat

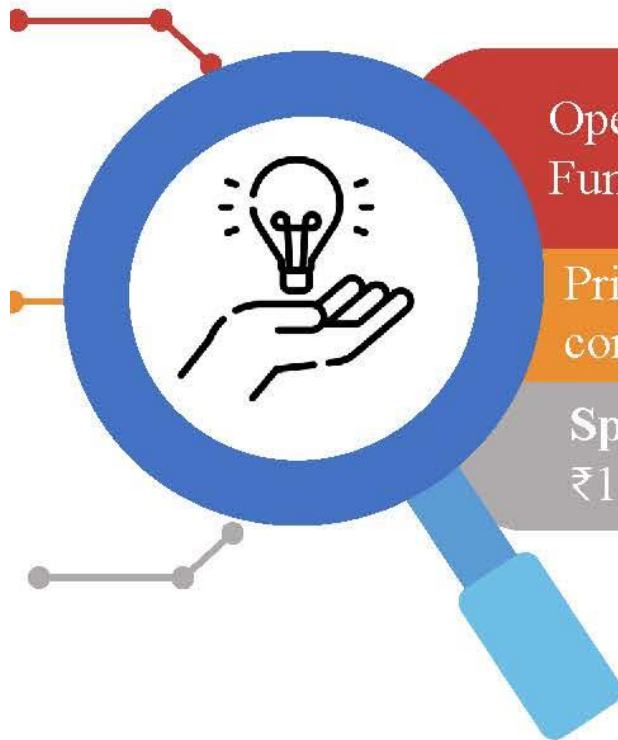
### Infrastructure



### Tourism

- Development of **Vishnupad Temple Corridor** and **Mahabodhi Temple Corridor** modelled on Kashi Vishwanath Temple Corridor
- Comprehensive development initiative for **Rajgir** will be undertaken which holds religious significance for Hindus, Buddhists and Jains.
- The development of **Nalanda** as a tourist centre besides reviving Nalanda University to its glorious stature.
- Assistance to development of **Odisha's** scenic beauty, temples, monuments, craftsmanship, wildlife sanctuaries, natural landscapes and pristine beaches making it an ultimate tourism destination.

## Innovation, Research & Development



Operationalization of the **Anusandhan National Research Fund** for basic research and prototype development.

Private sector-driven research and innovation at commercial scale with a financing pool of ₹1 lakh crore

**Space Economy:** A venture capital fund of ₹1,000 crore is to be set up

# Priorities for Viksit Bharat

## Next Generation Reforms

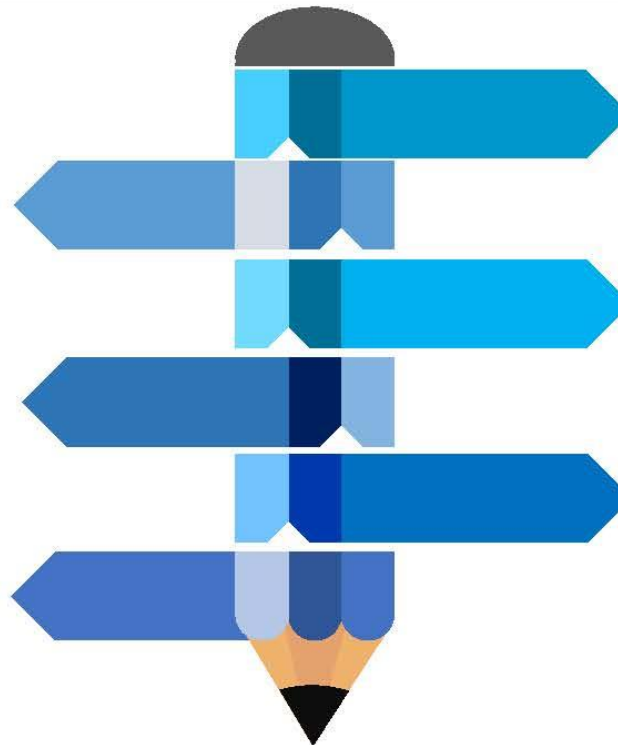


### Rural & Urban land related actions

Unique Land Parcel Identification Number or Bhu-Aadhaar for all lands.

Survey of map sub-divisions as per current ownership

Linkages to the farmers' registries



Land records in urban areas will be digitized with GIS mapping

Digitization of cadastral maps

Establishment of land registry



Taxonomy for climate finance: Enhancing the availability of capital for climate adaptation and mitigation related investments

FDI and Overseas Investments: Simplified to facilitate FDIs and promote opportunities for using Indian Rupee as a currency for overseas investments.

*NPS Vatsalya*: A plan for contribution by parents and guardians for minors.

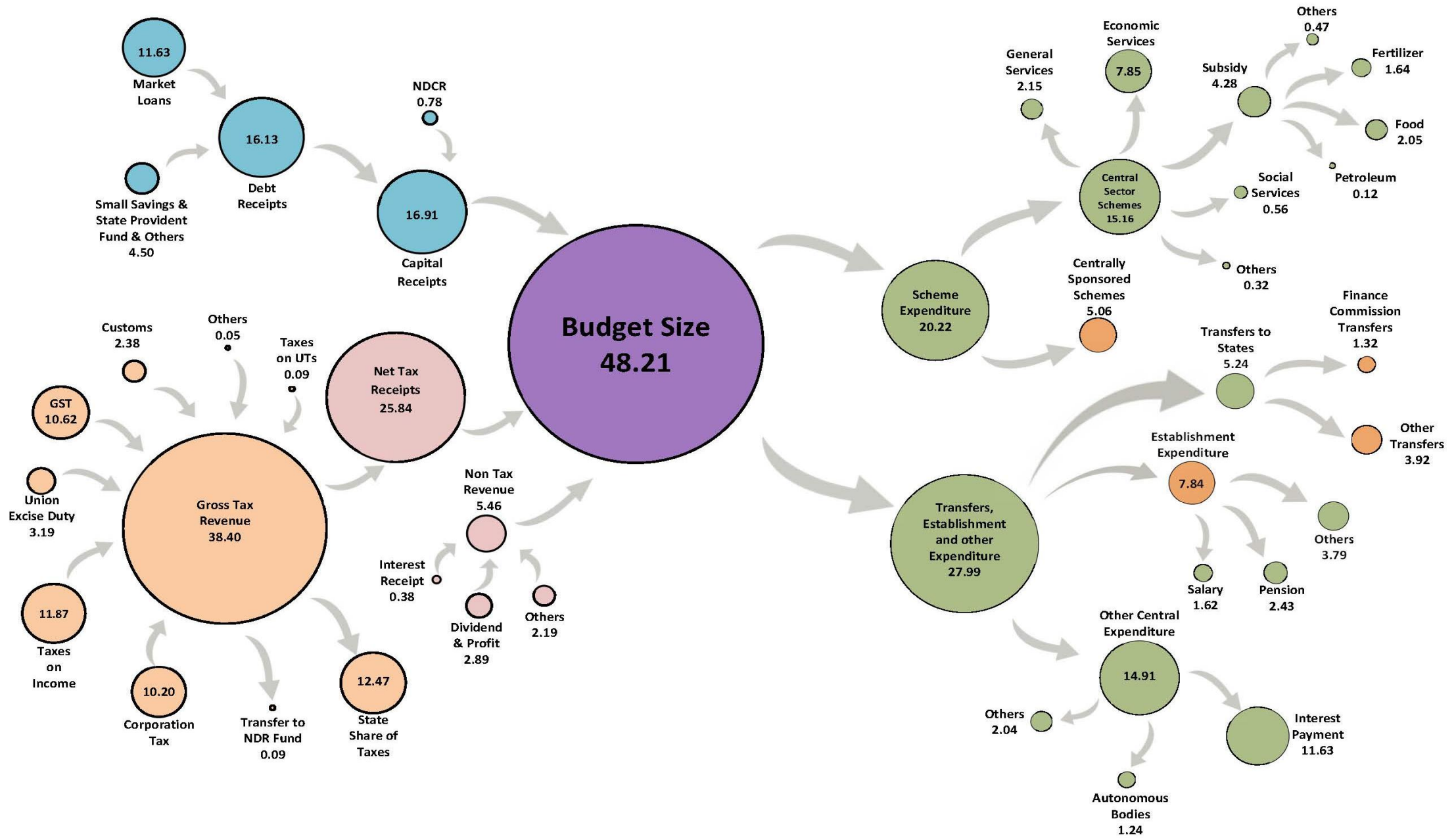
Improvement of data governance, collection, processing and management of data and statistics.

New Pension Scheme (NPS): A solution that address the relevant issues, protects the common citizen and maintains fiscal prudence will be formed.

# **PART (B) of Budget**

# बजट की रूपरेखा BUDGET PROFILE

(लाख करोड़ में)  
(In lakh crore)

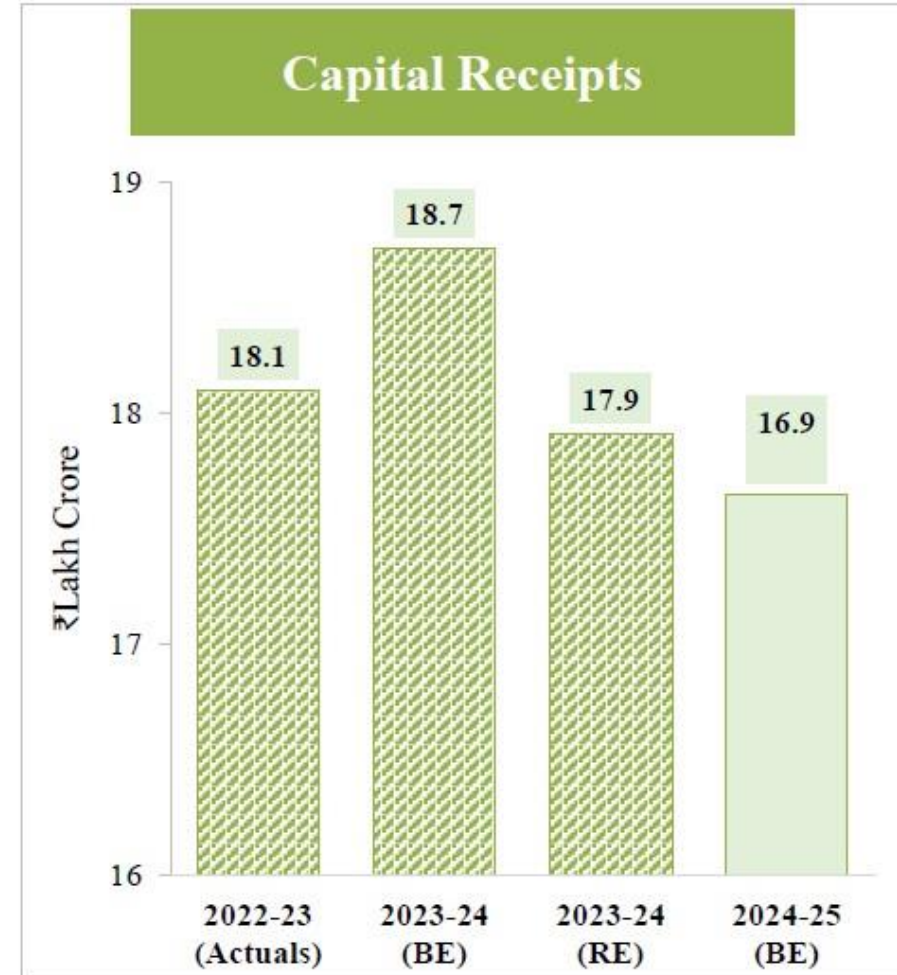
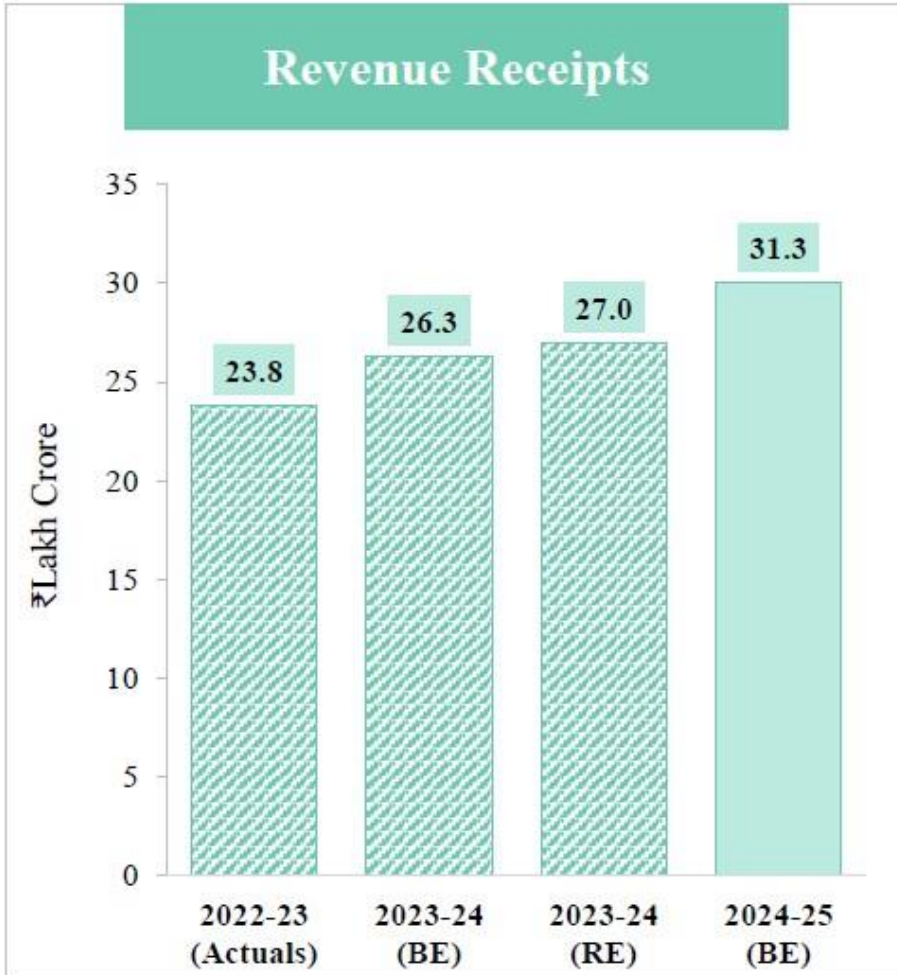


## OVERVIEW OF BUDGET ESTIMATES 2024-25:

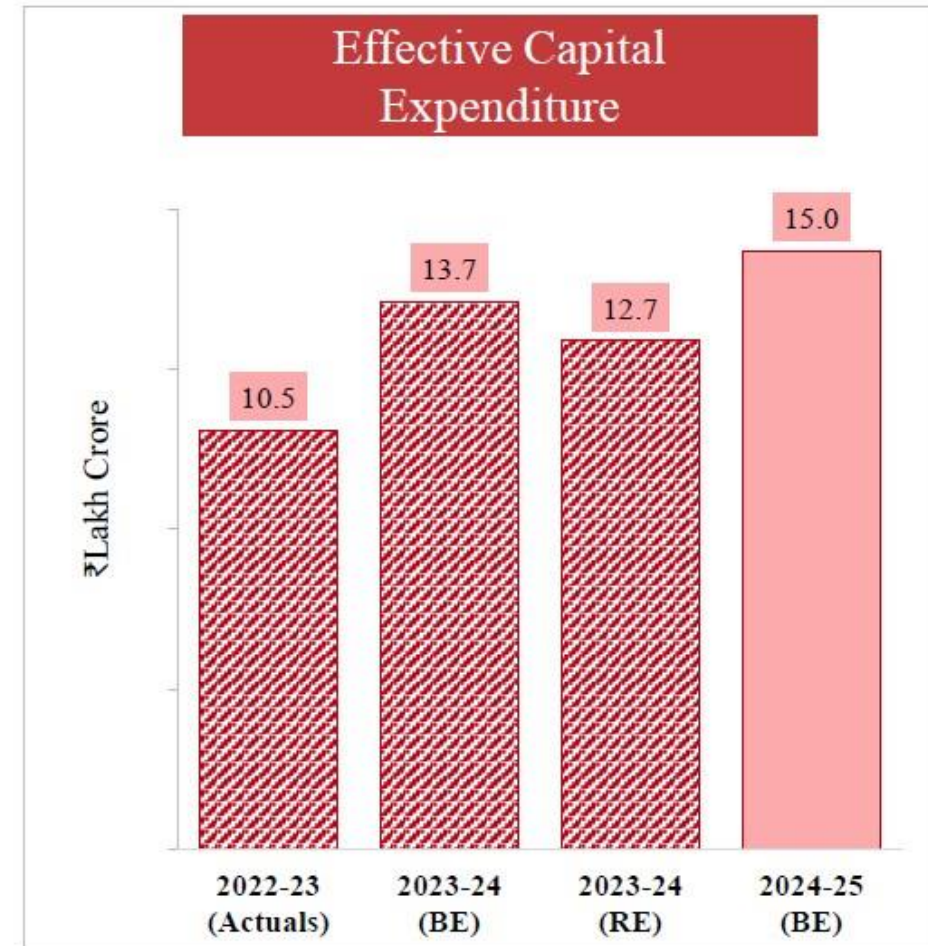
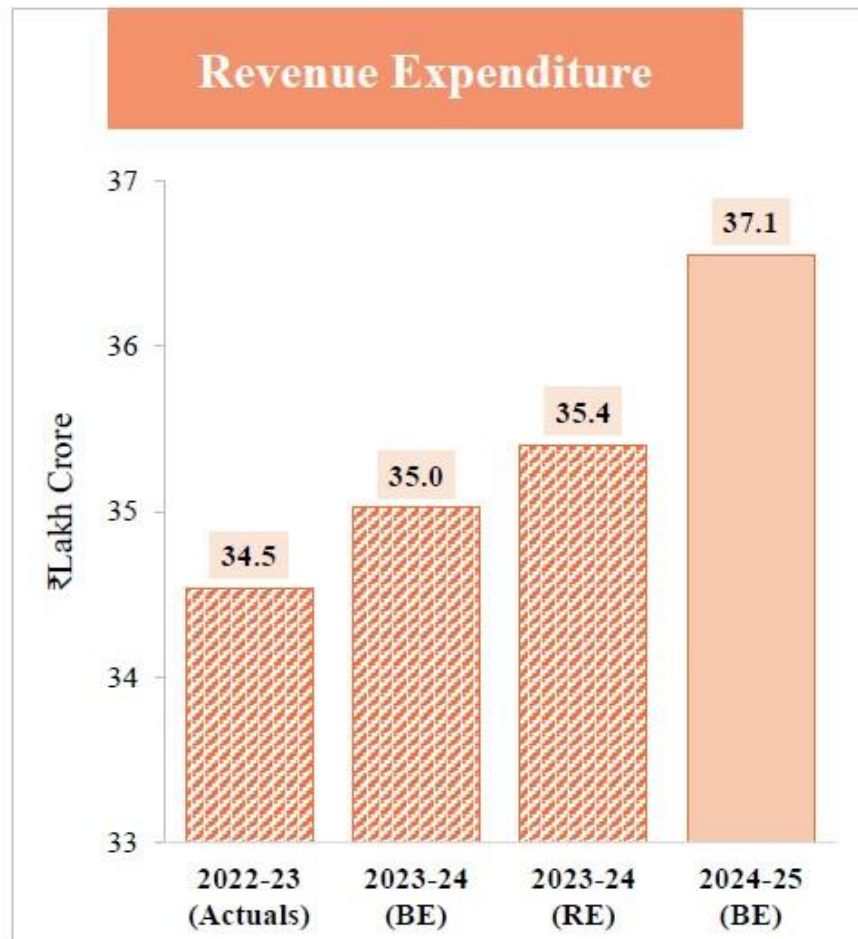
- Total Receipts (excluding borrowings): ₹32.07 lakh crore
  - Tax Revenue: ₹27.57 lakh crore
  - Non-Tax Revenue: ₹2.85 lakh crore
  - Non-Debt Capital Receipts: ₹1.65 lakh crore
- Total Expenditure: ₹48.21 lakh crore
  - Revenue Expenditure: ₹37.85 lakh crore
  - Capital Expenditure: ₹10.36 lakh crore
- Net Tax Receipt: ₹25.83 lakh crore



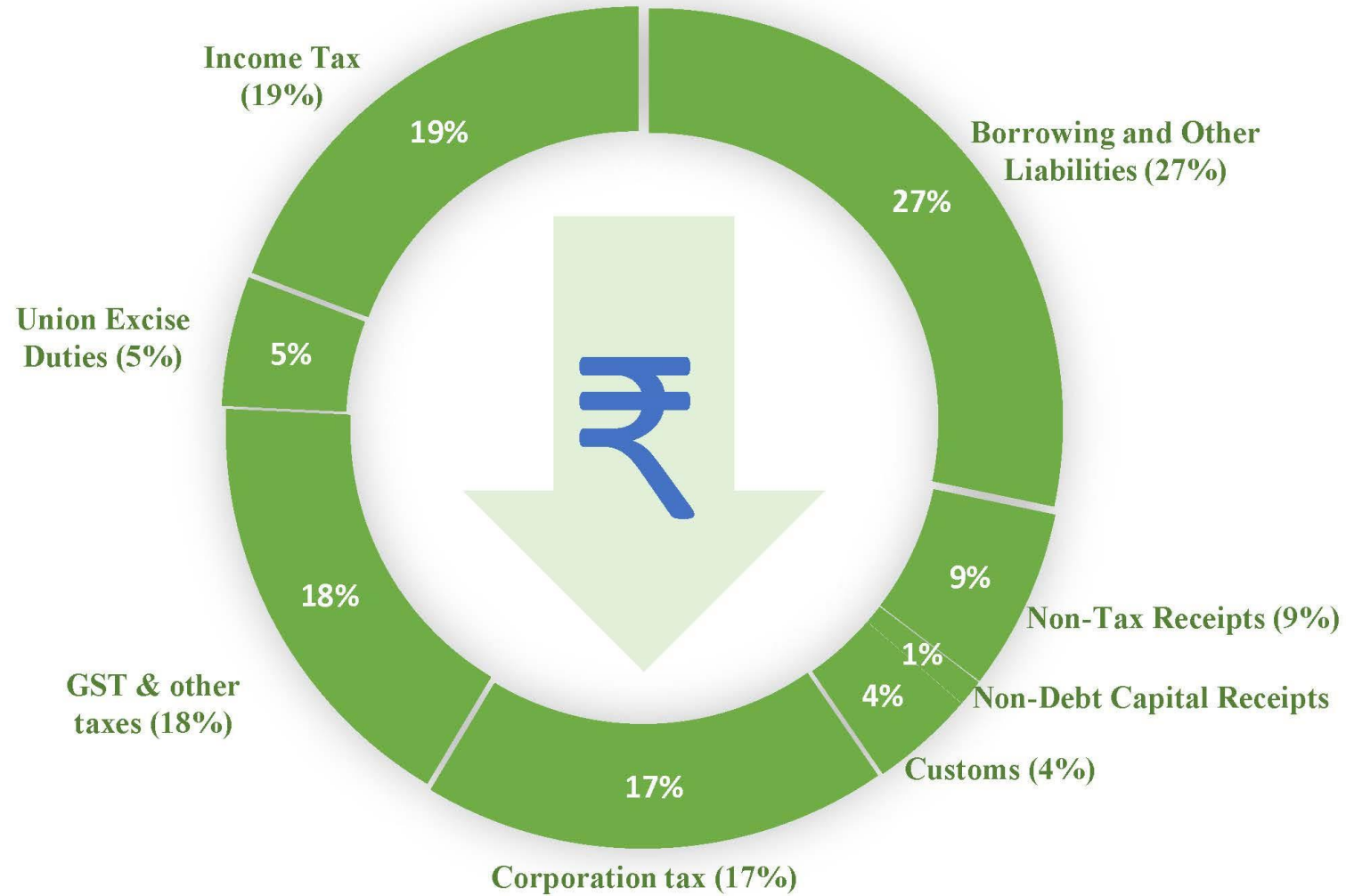
# Receipts

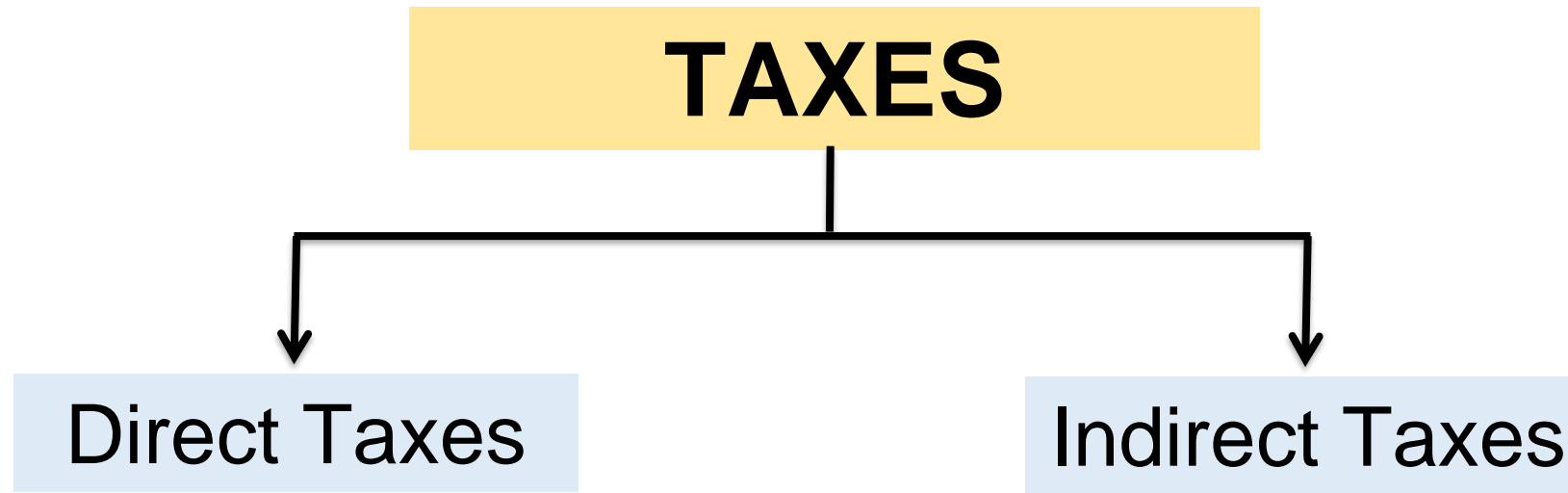


# Expenditure



# Rupee Comes From







## Direct Tax Proposals

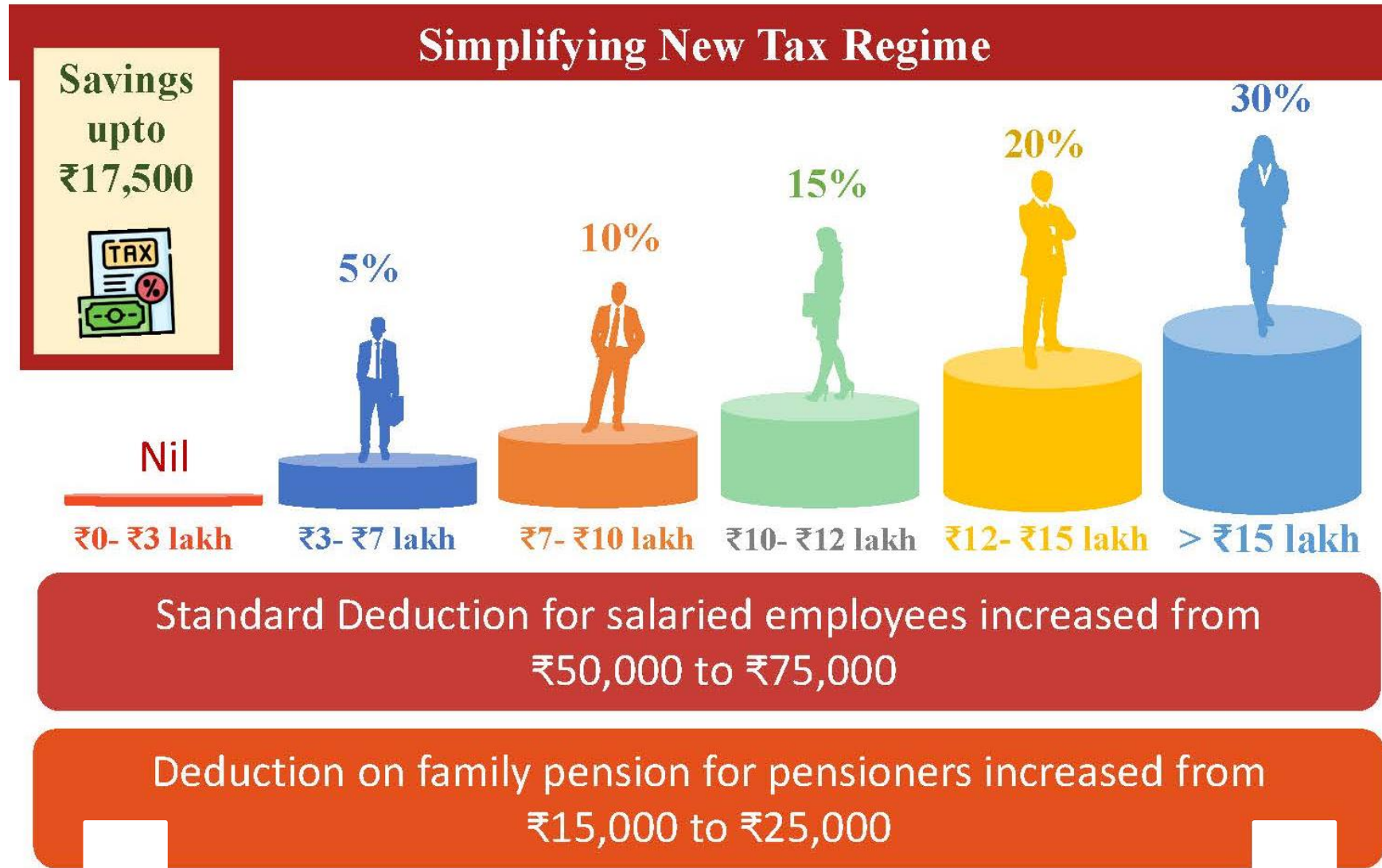
To reduce the compliance burden, promote entrepreneurial spirit and provide tax relief to citizens

### Rationalisation of capital gains

- Short term gains of financial assets to attract **20%** tax rate
- Long term gains on all financial and non-financial assets to attract a tax rate of **12.5%**
- Increase in limit of exemption of capital gains on financial assets to ₹1.25 lakh per year

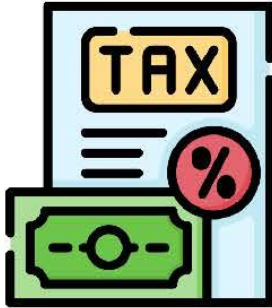
- Abolish **ANGEL tax** for all classes of investors.
- Simpler tax regime to operate **domestic cruise**
- Provide for **safe harbour rates** for foreign mining companies (Selling raw diamonds)
- Corporate tax rate on foreign companies reduced from 40% to **35%**

### Investment and Employment



## Tax Proposals

### Simplification in Taxes



Review of  
Income Tax  
Act 1961



Simplification  
of charities and  
TDS



Litigation and  
Appeal

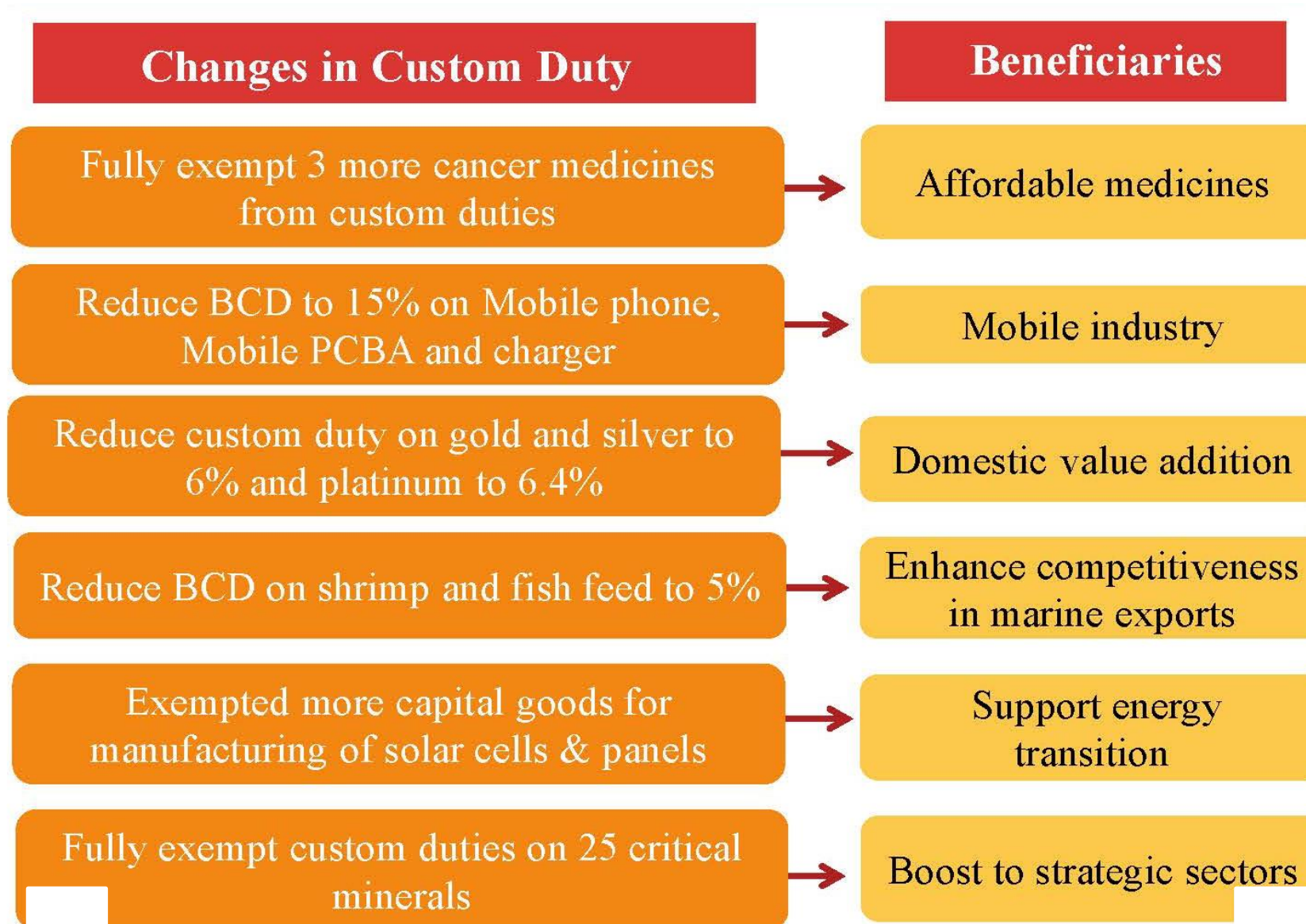


Deepening the  
tax base

### Sector Specific Customs Duty Proposals

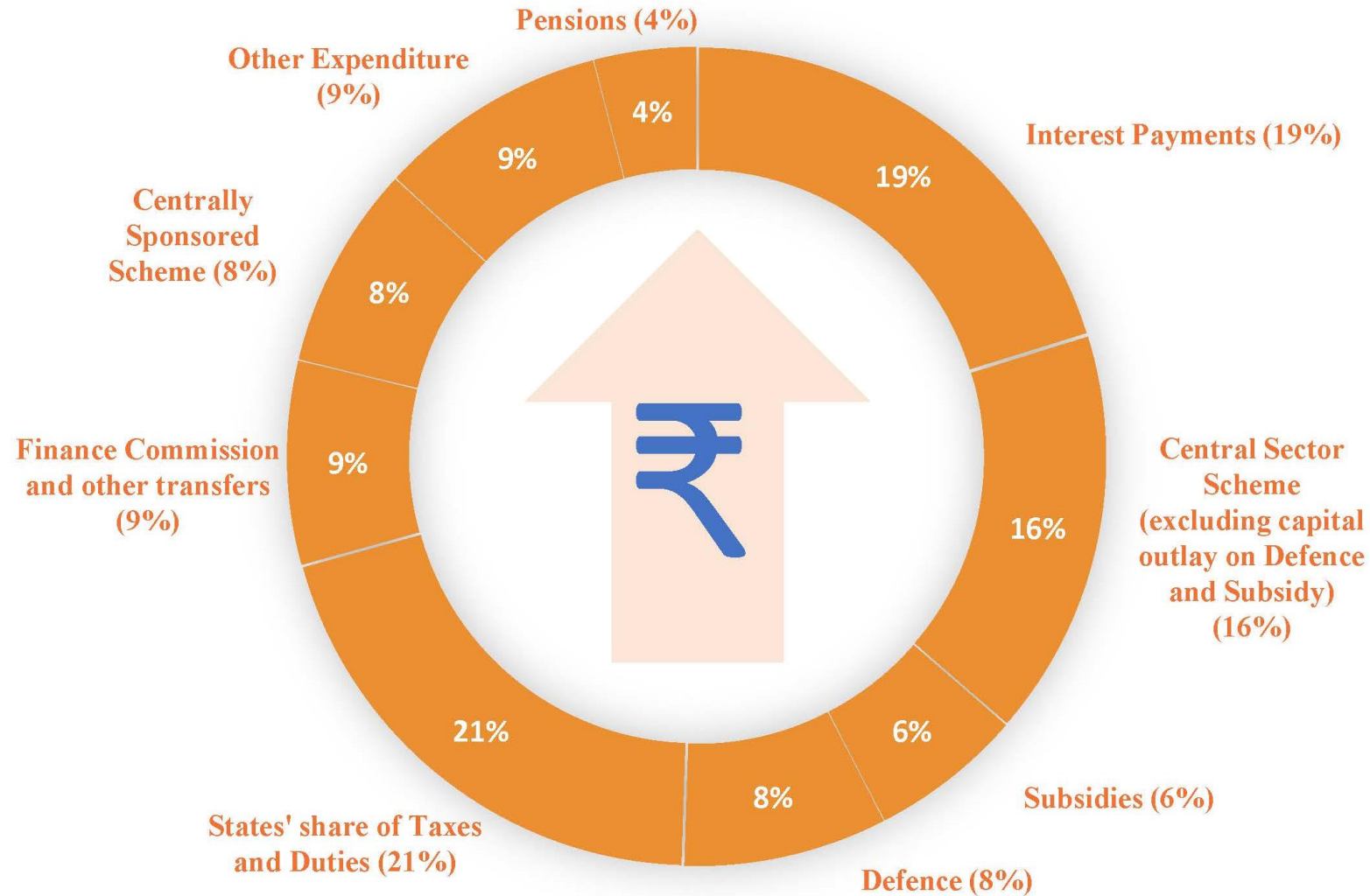
Comprehensive review of the rate structure for ease of trade, removal of duty inversion and reduction of disputes







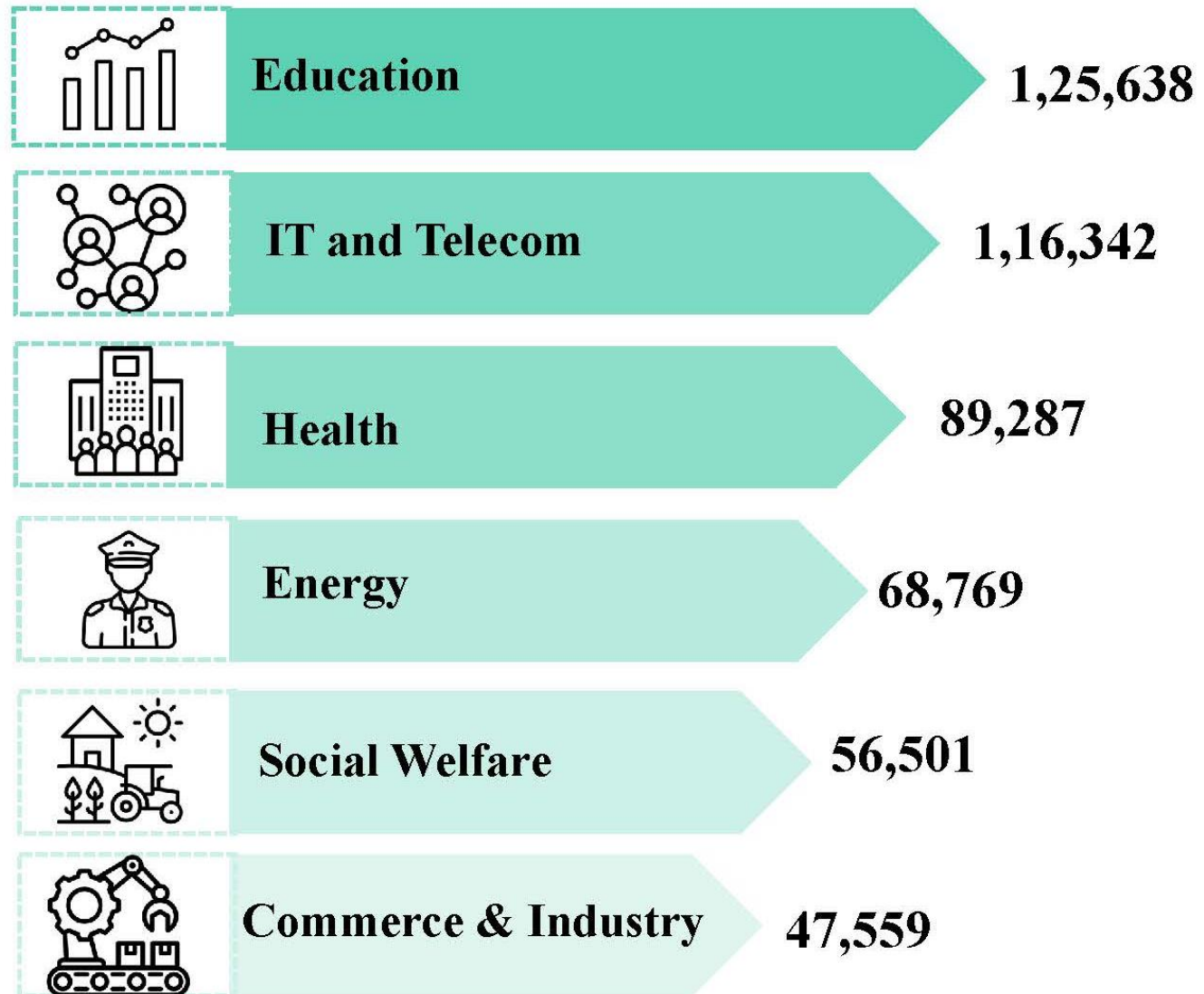
# Rupee Goes To



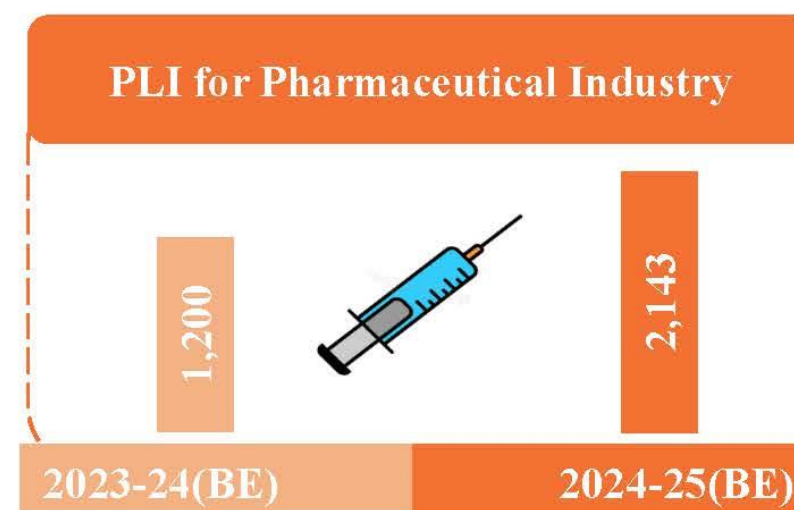
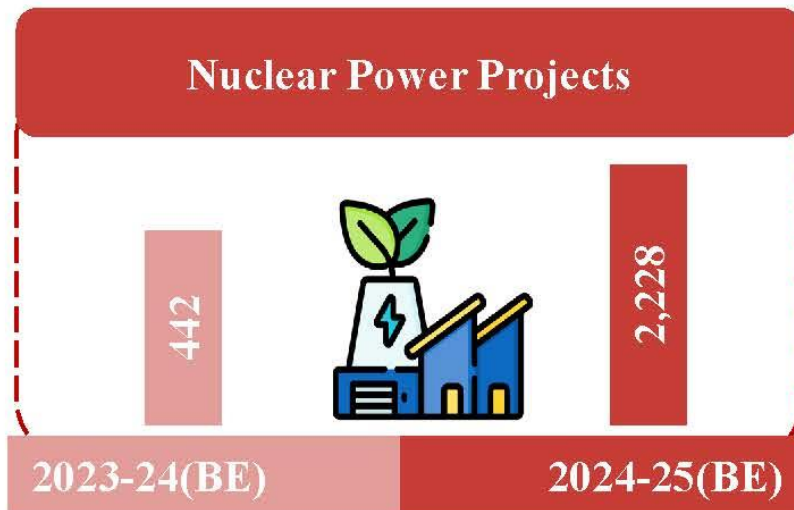
## Expenditure of Major Items

in ₹ Crore

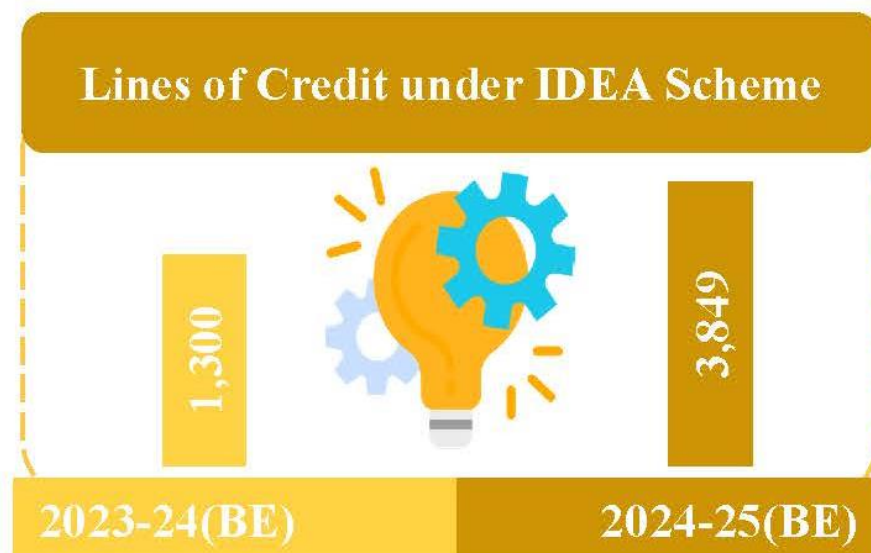
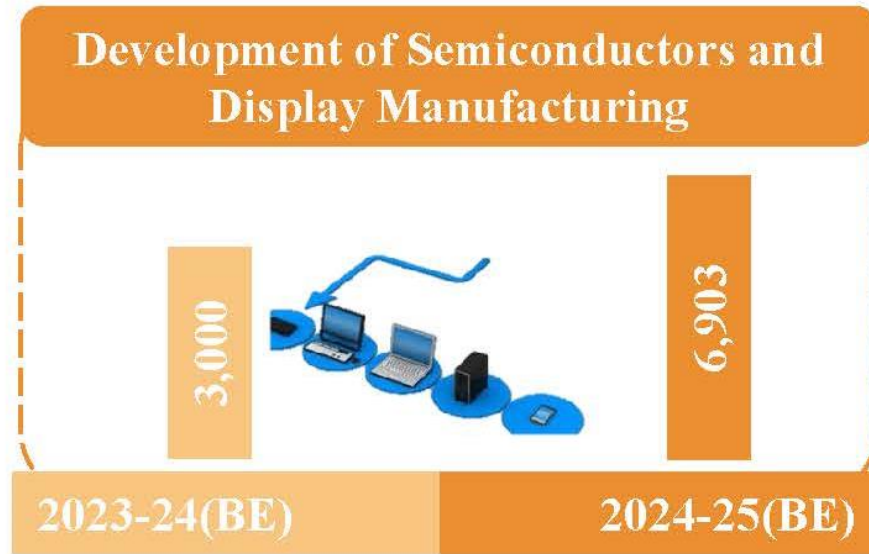




## Allocation to Major Schemes (in ₹ crore)

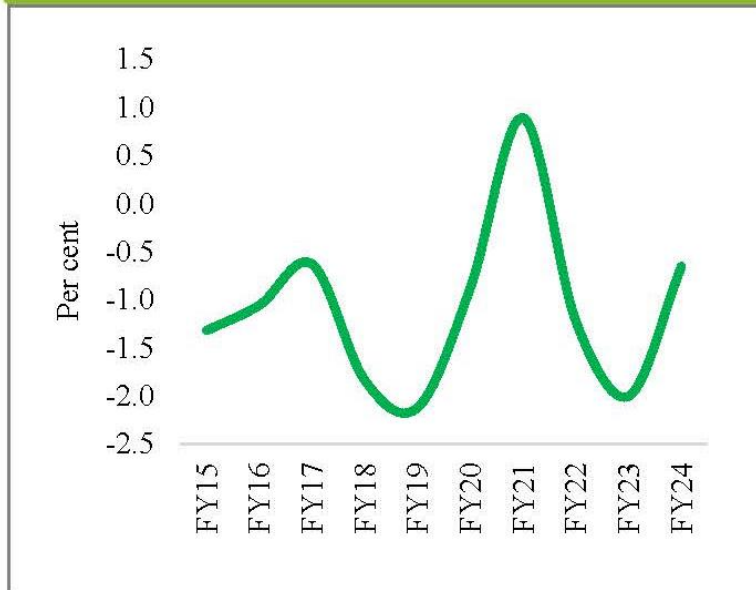




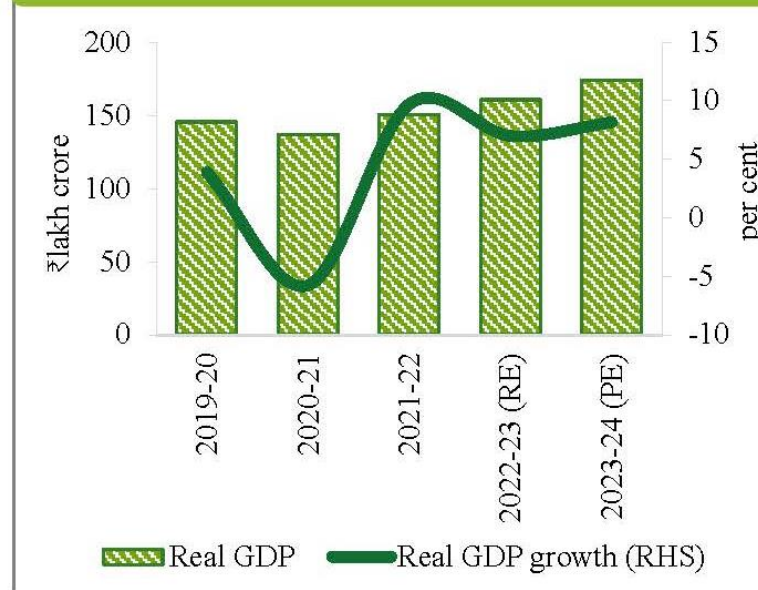


# Trends in Economy

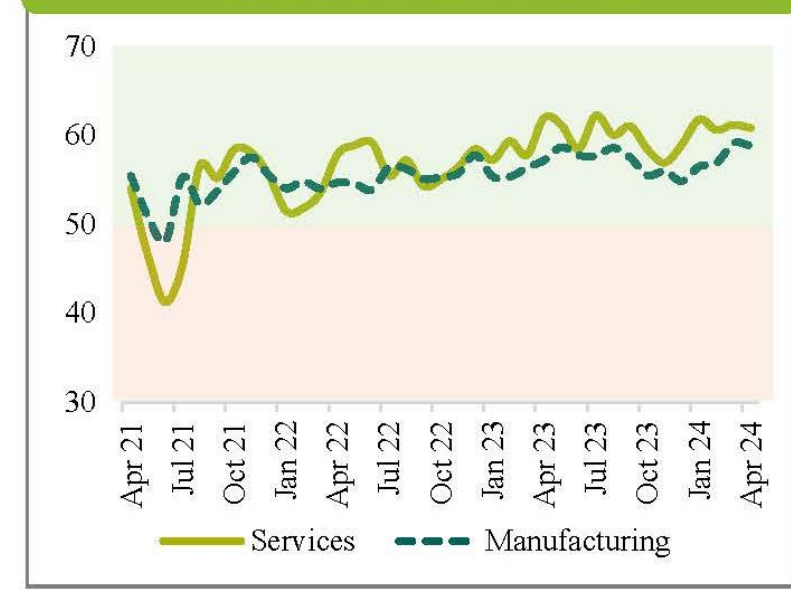
Improvement in Current Account Deficit



India grew at 8.2 per cent in FY 2024



Expansionary PMI Index

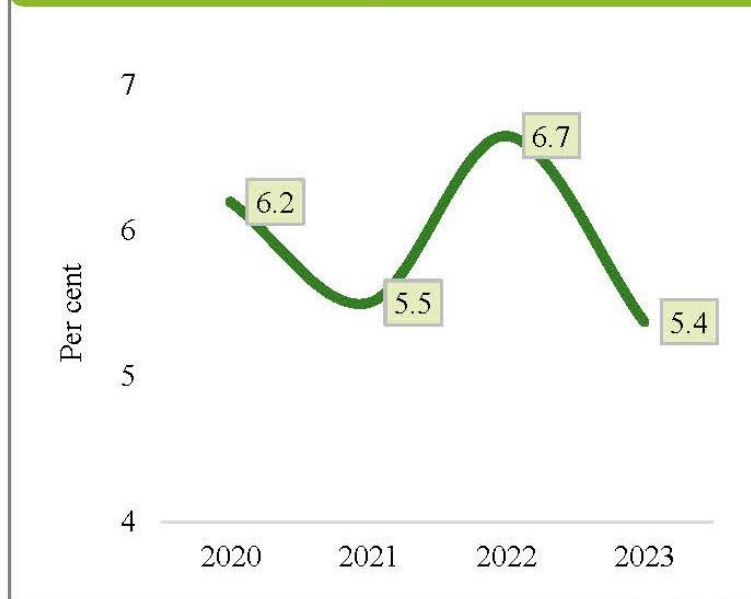


# Trends in Economy

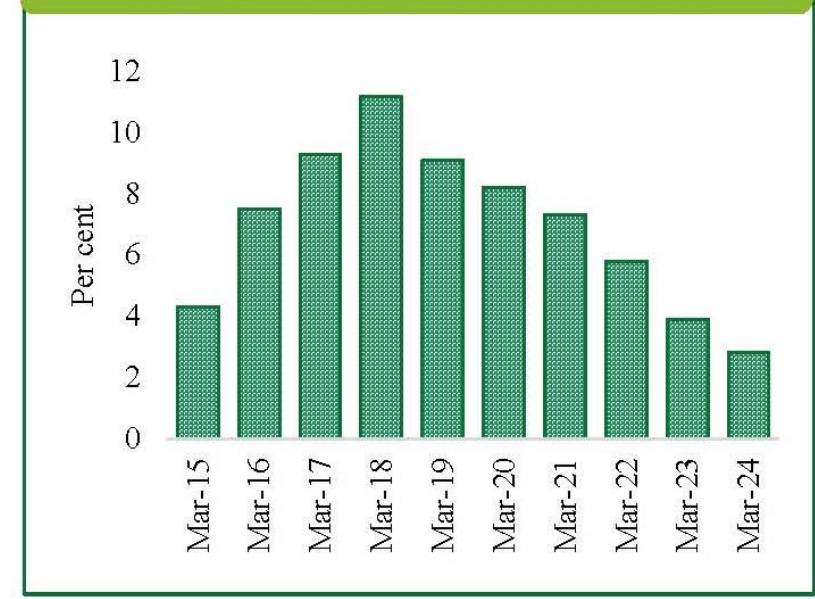
Decreasing Fiscal Deficit as % of GDP



Taming Inflation

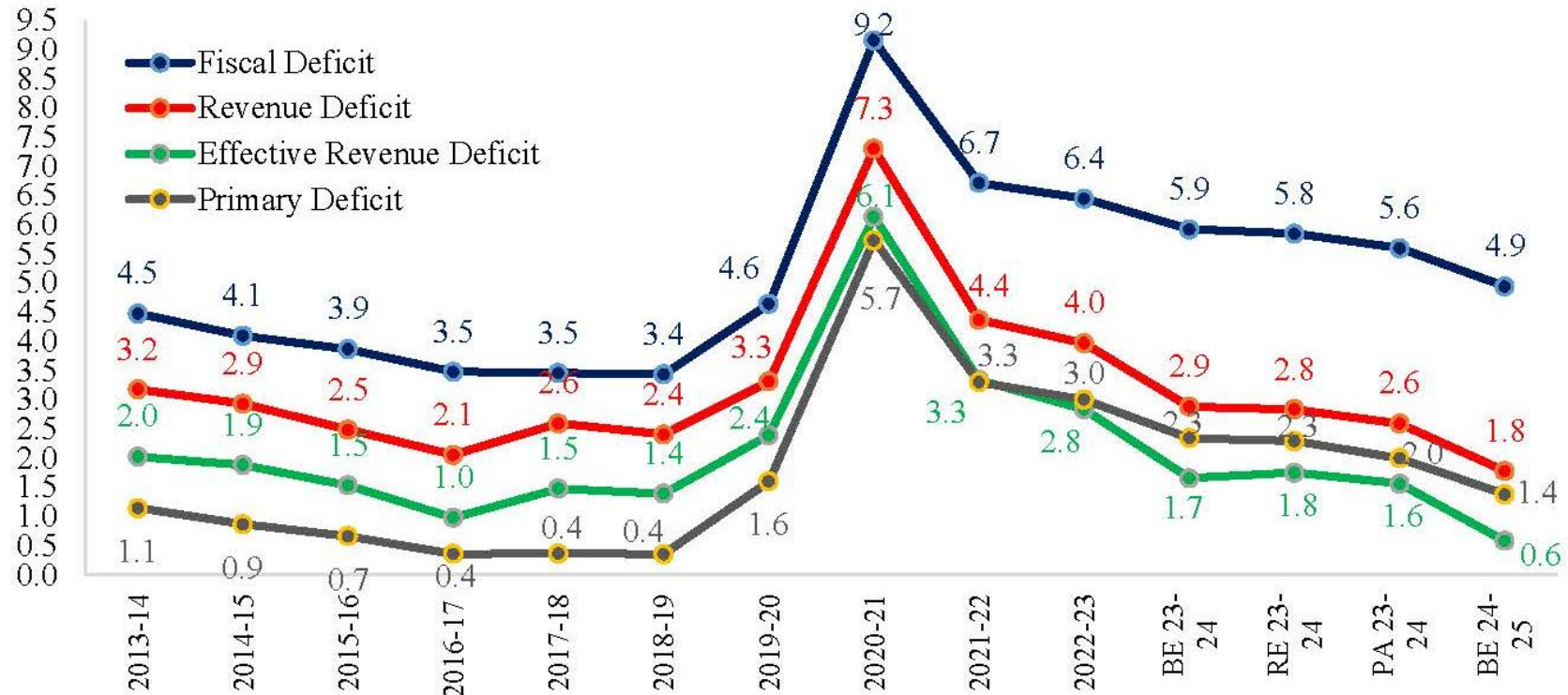


Decline in Gross NPAs of SCBs



## घाटे की प्रवृत्तियां DEFICIT TRENDS

(% of GDP)



<sup>1</sup> वित्त वर्ष 2023-24 के लिए अनंतिम वास्तविक आंकड़ें लेखा परीक्षित नहीं हैं और परिवर्तन के अध्वधीन है।

<sup>1</sup> Provisional Actuals for FY 2023-24 are unaudited and subject to change.

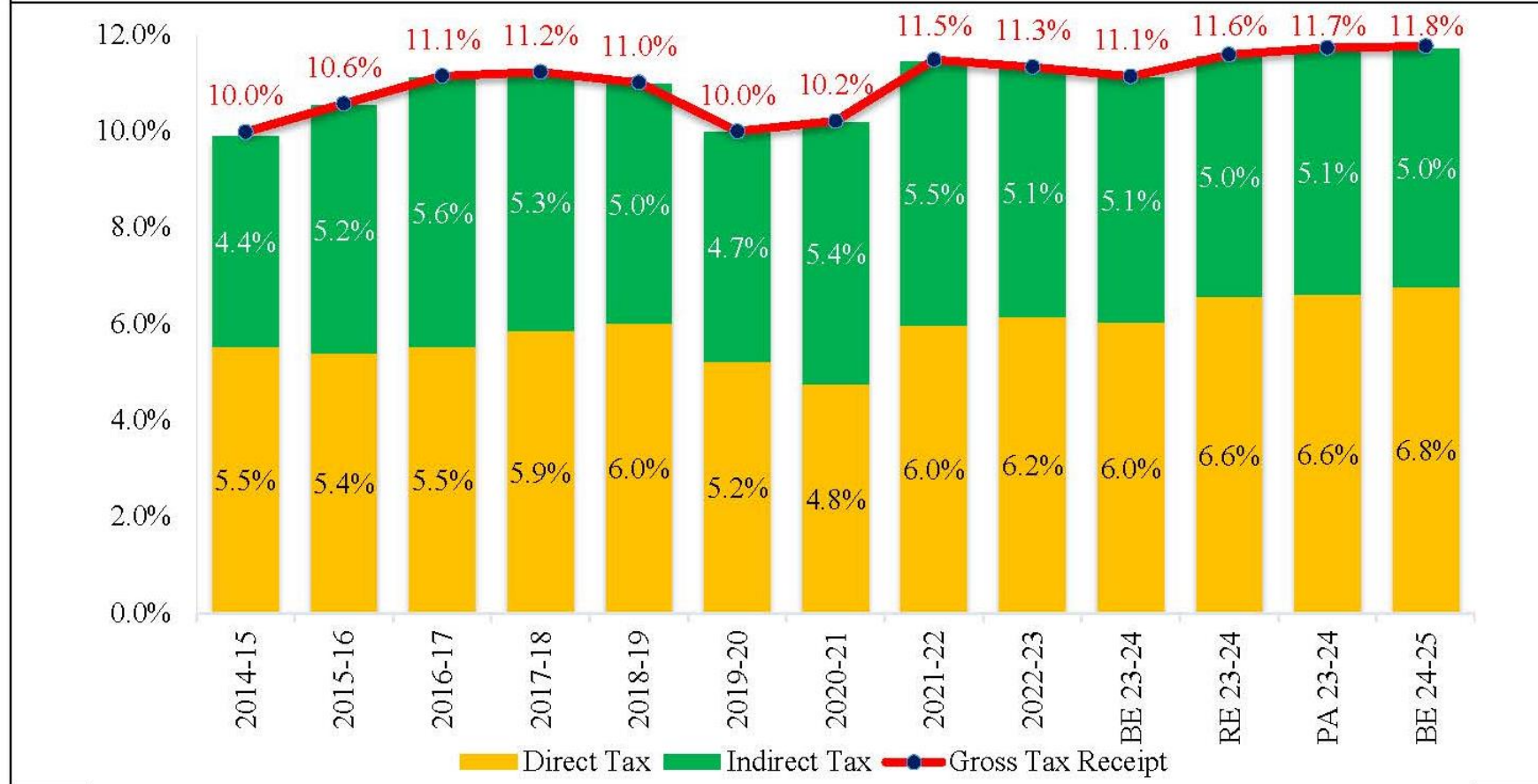
नोट: जीडीपी, केन्द्रीय सांख्यिकी कार्यालय द्वारा प्रकाशित नवीनतम अनुमानों के अनुसार है।

Note : GDP is as per the latest estimates published by CSO.



## कर प्राप्तियों में रुझान TREND IN TAX RECEIPTS

(% of GDP)

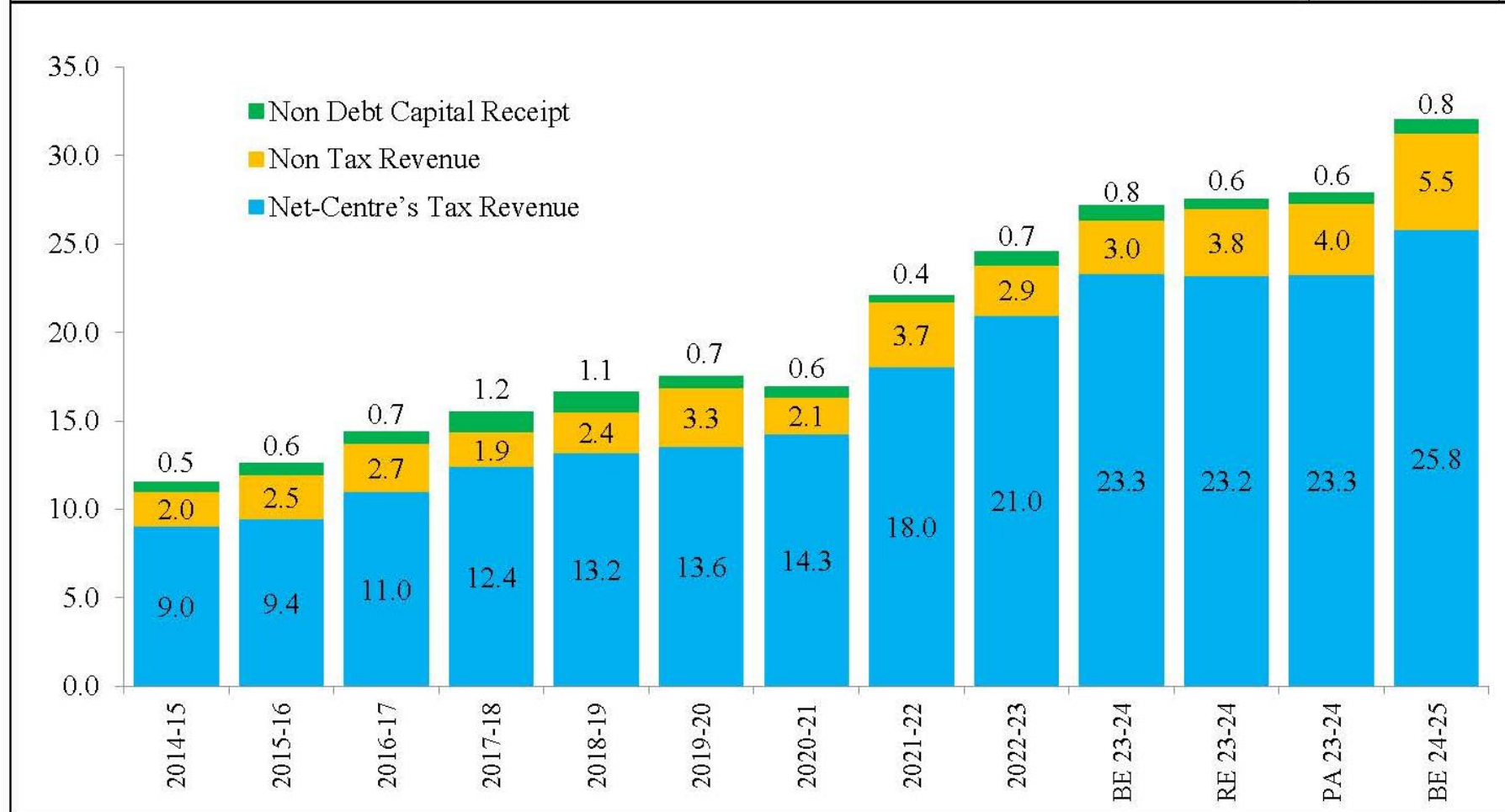


नोट: जीडीपी, केन्द्रीय सांख्यिकी कार्यालय द्वारा प्रकाशित नवीनतम अनुमानों के अनुसार है।

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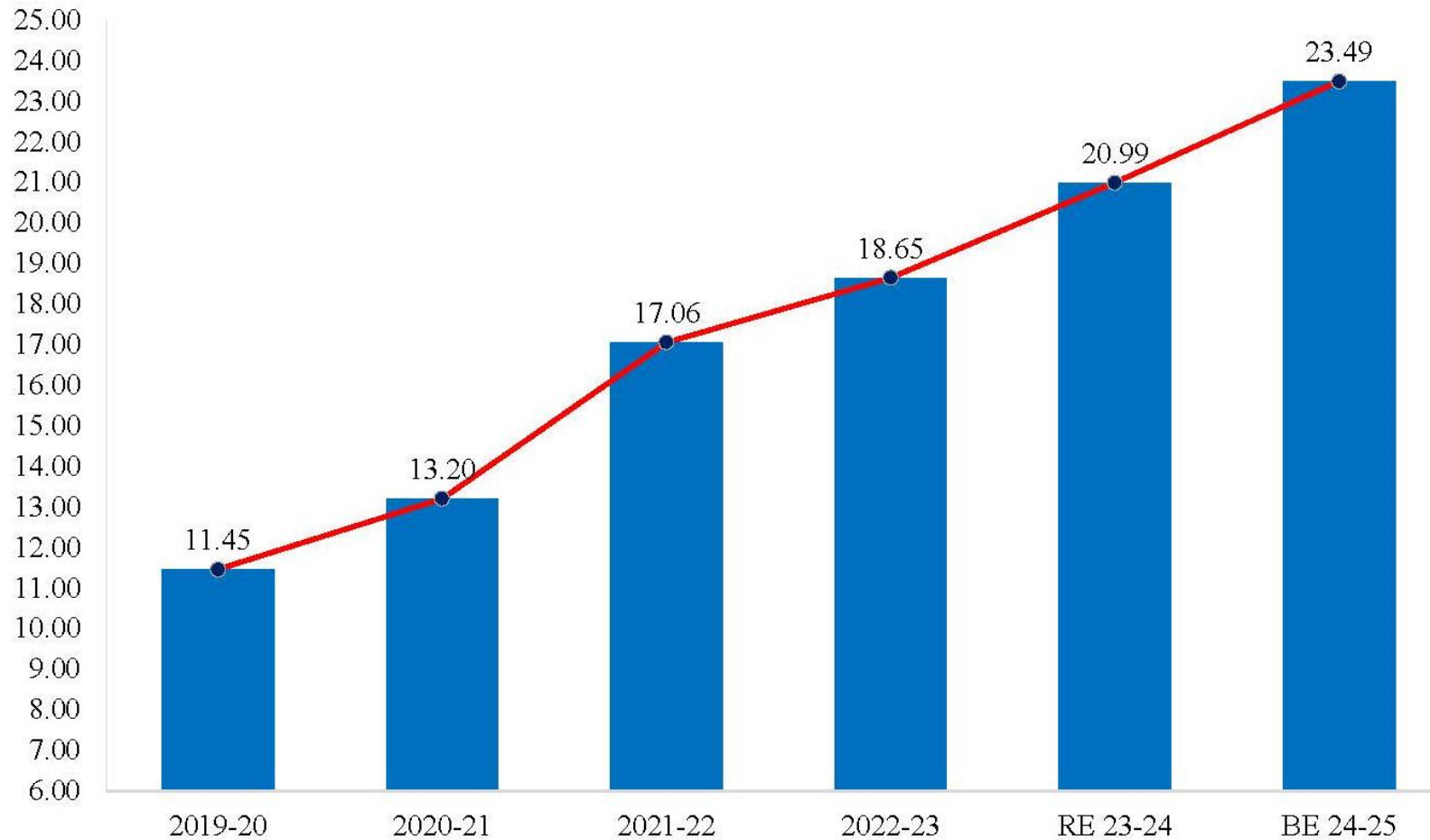
## केन्द्र की निवल प्राप्तियां TREND IN NET RECEIPT OF THE CENTRE

(₹ in lakh crore)



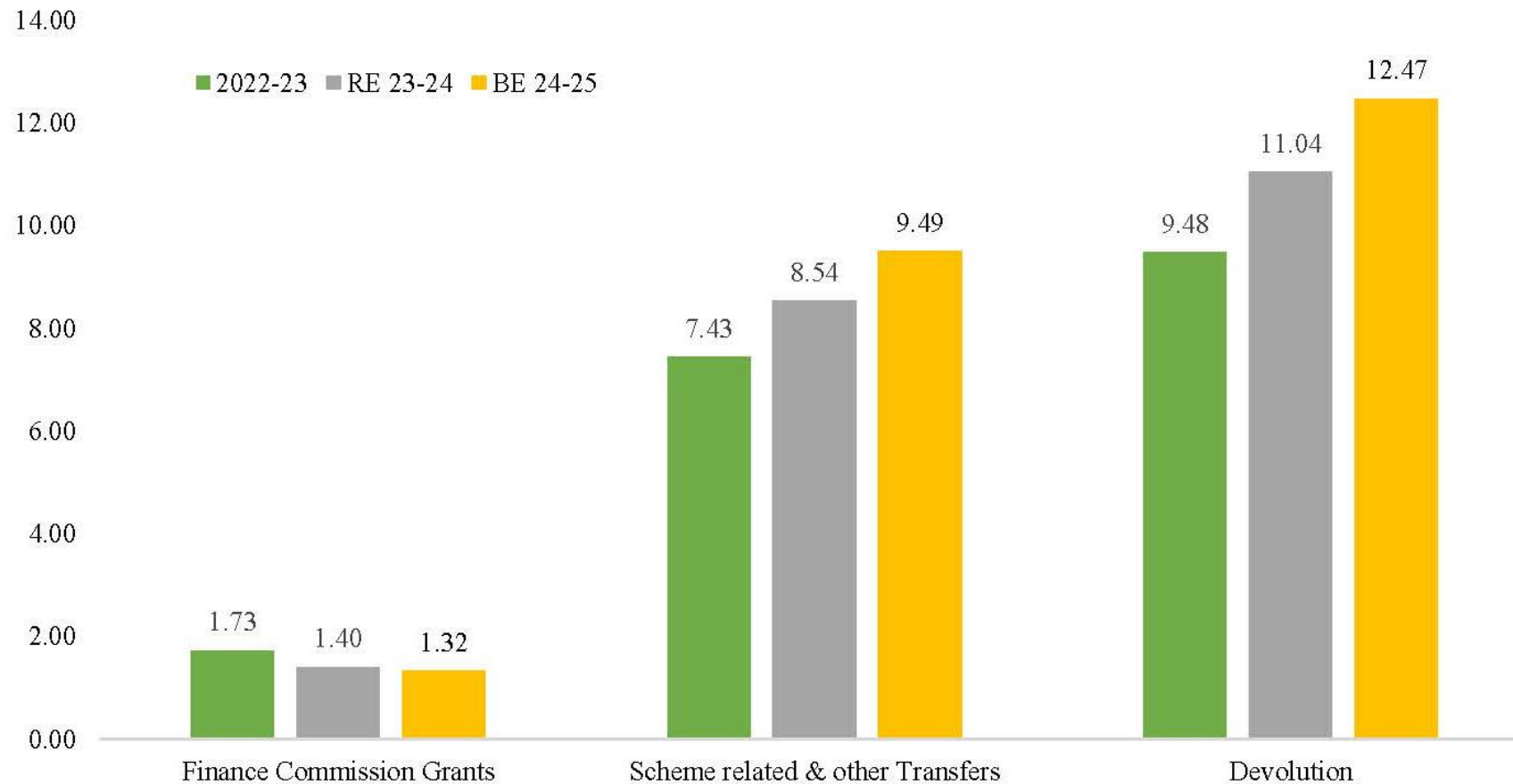
## राज्यों और संघ राज्य क्षेत्रों को कुल अन्तरण TOTAL TRANSFERS TO STATES AND UTs

(₹ in lakh crore)



## राज्यों और संघ राज्य क्षेत्रों को अंतरण की संरचना COMPOSITION OF TRANSFERS TO STATES AND UTs

(₹ in lakh crore)





## Steps taken in the Budget for

### (a) Inclusive growth

- Inclusive Human Resource Development and Social Justice.
- Purvodaya
- Women-led Development
- Pradhan Mantri Janjatiya Unnat Gram Abhiyan
- PM Awas Yojana
- Bank Branches in the North-Eastern Region

## Steps taken in the Budget for

### (b) Rural Development

- Provision for Rural Development : Rs. 2.66 Lakh Crore.
- PM Awas Yojana
- Pradhan Mantri Janjatiya Unnat Gram Abhiyan
- Banking Service Expansion
- Focus on Agriculture Productivity & Allied Sectors
- National Co-operation Policy

## Steps taken in the Budget for

### (c) Woman Empowerment

- Facilitation of Higher Participation of Women in the Workforce
- Women-Specific Skilling Programs
- Promotion of Market Access for Women SHG Enterprises
- Allocation of more than Rs. 3 Lakh Crore for Schemes Benefiting Women and Girls

# Critical Analysis of Budget



*Thank You*