



Budget 2026 Synopsis

Key Highlights & Takeaways

Stability • Growth • Structural Reforms





Budget 2026 – The Big Picture

What This Budget Signals

- Continued focus on fiscal discipline and macro stability
- Strong push for infrastructure, manufacturing, and services
- Simplification of tax compliance and administration
- Preparing India for Viksit Bharat 2047



Budget 2026 balances growth ambitions with fiscal prudence.



Fiscal Discipline & Growth Metrics

Fiscal Discipline in Focus

Key Macro Numbers

- Fiscal deficit (FY26 RE): 4.4% of GDP
- Fiscal deficit target (FY27): 4.3% of GDP
- Debt-to-GDP target: ~55.6% (declining trend)
- Nominal GDP growth target: ~10%+



Government stays committed to long-term fiscal consolidation



Capital Expenditure & Borrowings

Infrastructure-Led Growth Continues

- Capital Expenditure (FY27): ₹12.2 lakh crore
- Gross market borrowing: ₹17.2 lakh crore
- Borrowing via dated securities: ₹11.7 lakh crore
- Focus on Tier 2 & Tier 3 cities as growth hubs



Public capex remains the backbone of economic expansion.

Taxation – What Changed & What Didn't

Clarity for Taxpayers

- **No change in personal income tax slabs**
- Continuation of existing tax regime structure
- Focus shifts from tax relief to **compliance simplification**



Tax stability provides predictability for financial planning.



Tax Compliance & Administrative Relief

Making Tax Filing Easier

- Time limit for revised ITR extended to **31 March**
- Staggered return filing timelines to reduce last-minute rush
- No interest liability on penalties during appeal period
- Rule-based, automated processes for small taxpayers



Revised ITR
Deadline Extended



No Interest on Penally Appeals

Lower compliance stress and faster grievance resolution.



Relief for NRIs, Students & Travellers

Global Mobility Made Easier

- TCS on overseas tour packages cut to 2% (no minimum limit) ₹4 – 8 lakh → 5%
- TCS on LRS for education & medical expenses reduced to 2%
- Simplified TDS process for NRI property sales (PAN-based)
- Immunity for non-disclosure of small foreign assets (<₹20 lakh)



Lower upfront taxes and smoother compliance for global transactions.

GST & Government Revenue Outlook

Revenue Snapshot

- GST revenue (FY26): ₹11.78 lakh crore (↑ 11% YoY)
- Improved compliance after GST rate rationalization
- Direct & indirect taxes remain core revenue sources



Strong tax buoyancy supports fiscal stability.



Manufacturing, MSMEs & Employment

Strengthening India's Productive Base

- ₹10,000 crore SME Growth Fund announced
- Push for “Champion MSMEs”
- Integrated support for textiles, leather, footwear & toys
- Mahatma Gandhi Gram Swaraj initiative for khadi & handicrafts



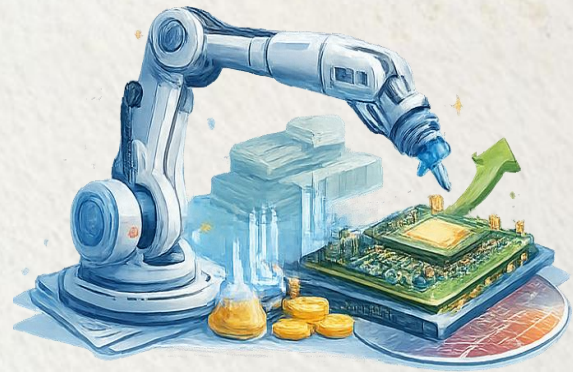
Manufacturing and MSMEs remain key job creators.



Technology, Semiconductors & New Economy

Future-Focused Investments

- **India Semiconductor Mission 2.0** - ₹40,000 crore outlay
- Electronics component manufacturing push
- Biopharma Shakti - ₹10,000 crore over 5 years
- **Tax holiday till 2047** for global cloud providers using Indian data centres



India aims to be a global technology and innovation hub.



Infrastructure, Transport & Logistics

Connecting Growth Corridors

- Seven high-speed rail corridors announced
- New East-West dedicated freight corridor
- 20 new national waterways over next 5 years
- Push for coastal cargo & logistics efficiency



Logistics efficiency boosts long-term productivity.



Energy, Minerals & Sustainability

Securing Long-Term Resources

- Nuclear power push with customs duty exemptions
- Battery storage & solar glass manufacturing support
- Rare earth corridors in mineral-rich states
- Excise relief on biogas blended CNG



Energy security and clean transition remain central themes.



Agriculture, Fisheries & Rural Economy

Boosting Farm & Allied Incomes

- Focus on high-value crops: coconut, cashew, cocoa, nuts
- Fisheries value-chain development (500 reservoirs)
- Livestock, dairy & animal husbandry support
- Farmer income enhancement through diversification



Focus on rural income growth and value-chain development



Education, Skills & Social Development

Investing in Human Capital

- NIMHANS 2.0 in North India
- One girls' hostel per district
- Push for creative, design & ABGC education
- Expansion of Atal Tinkering & innovation ecosystem



Skills aligned with future employment needs.



Financial Sector & Market Reforms

Strengthening Financial Architecture

- High-level committee on banking reforms
- Stronger framework for NBFCs
- Boost to corporate & municipal bond markets
- Services-sector focus via Education-to-Employment committee



Reforms aim to strengthen financial stability and market efficiency.



Key Takeaways for Investors

What Budget 2026 Signals

- Fiscal discipline improves macro stability
- Infrastructure & manufacturing remain long-term themes
- Compliance simplification benefits individuals & businesses
- Short-term volatility should not derail long-term plans



Investment decisions should align with long-term goals



Disclaimer

This presentation is for informational purposes only and does not constitute financial or investment advice.

Budget proposals are subject to parliamentary approval and future amendments. Investors should consult their financial advisor before taking decisions.