



**Sarvaank**

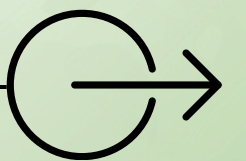
Law Decoded for *Entrepreneurs*

*Presents*

# Union Budget

2025-2026

Key Highlights







# INCOME TAX REGIME & REFORMS

## Higher Exemptions & Simplified Tax Slabs

₹0 - ₹4 lakhs	→ No tax
₹4 lakh - ₹8 lakhs	→ 5% tax
₹8 lakh - ₹12 lakhs	→ 12% tax
₹12 lakh - ₹16 lakhs	→ 15% tax
₹16 lakh - ₹20 lakhs	→ 20% tax
₹20 lakh - ₹24 lakhs	→ 25% tax
Above ₹24 lakhs	→ 30% tax

### Higher Exemptions

Individuals earning up to ₹12 lakh will not pay income tax.



### Revenue Impact

Exemptions will lead to ₹1 lakh crore in direct tax revenue foregone and ₹2,600 Crore in indirect tax losses.



### Tax Benefits

Individuals earning ₹25 lakh will receive ₹1.1 lakh tax relief.

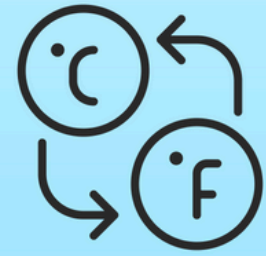


# TDS & TCS REFORMS FOR EASE OF COMPLIANCE



## Higher TDS Threshold on Rent

Increased from ₹2.4 lakh to ₹6 lakh, benefiting landlords and tenants



## Higher TCS Threshold for Foreign Remittances

On overseas remittances under the Liberalized Remittance Scheme (LRS) has been raised from ₹7 lakh to ₹10 lakh.



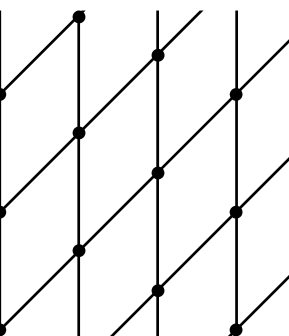
## No TCS on Education Loans up to ₹10 Lakh

TCS on education loans (from recognized financial institutions) on education loans has been removed.



## Decriminalization of Delays

Late payment of TCS will no longer be a criminal offense, reducing legal risks for businesses.





# ADDITIONAL TAX REFORMS

Transformative Tax Reforms for Enhanced Flexibility and Investment

## Extended Tax Filing

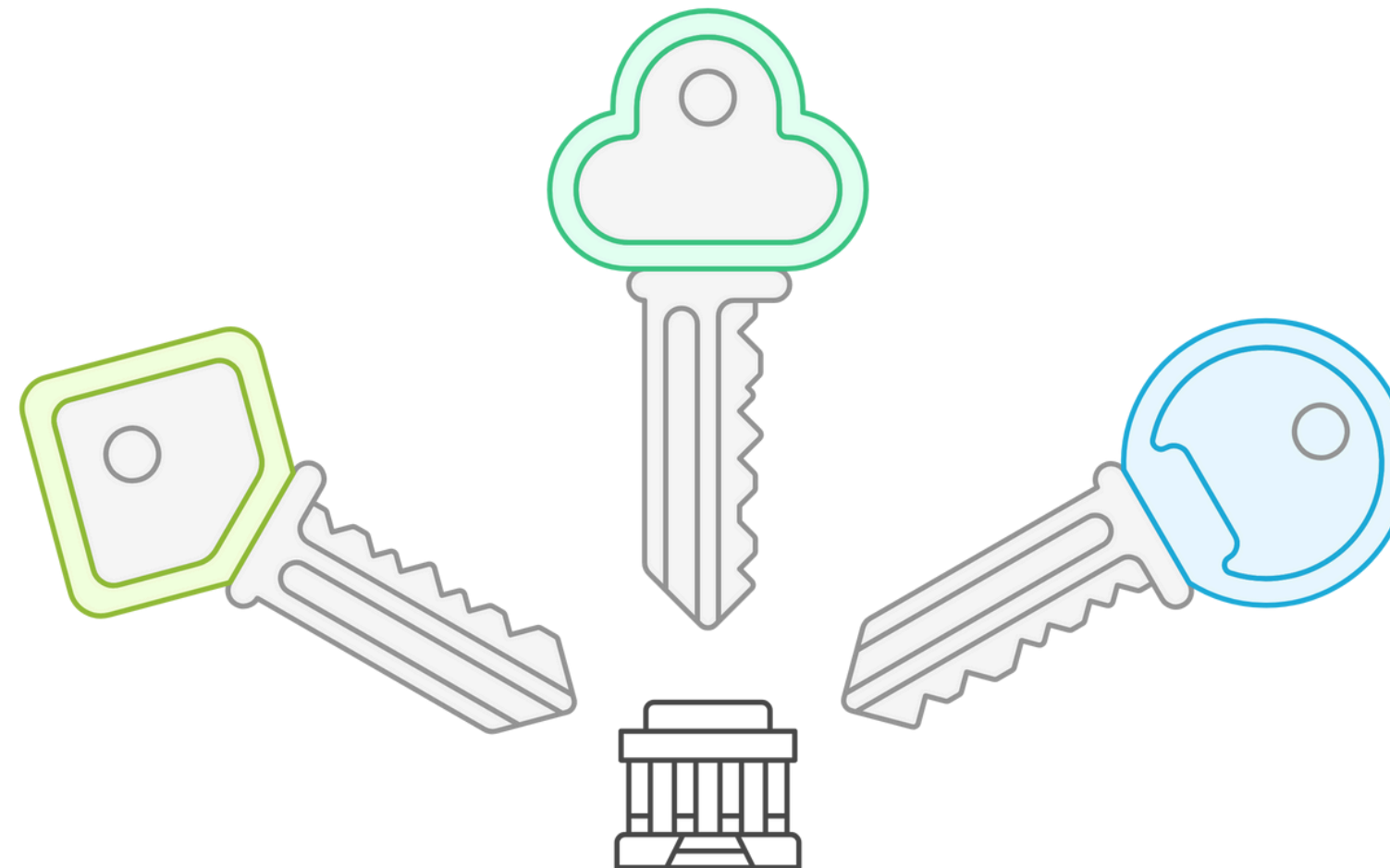
Extends the time limit for filing updated tax returns to four years.

## Property Valuation Relaxation

Allows tax-free declaration of two self-occupied properties.

## Increased FDI in Insurance

Raises FDI limit in insurance from 74% to 100%, attracting global investment.

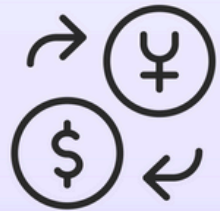


Additional Tax Reforms





# CUSTOM DUTIES & TARRIF ADJUSTMENTS



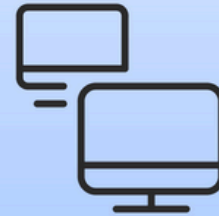
## Tariff Rates Removed

The government is simplifying the customs tariff structure by eliminating 7 tariff rates to ease trade.



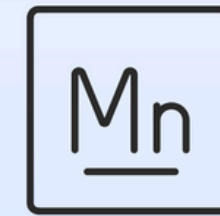
## BCD Exemptions for Life Saving Drugs

36 essential medicines (including those for cancer and rare diseases) are now fully exempt from customs duty.



## Higher BCD on Flat Displays

Basic Customs Duty on flat panel displays increased from 10% to 20%.



## Exemptions for Critical Minerals

12 critical minerals for clean energy and electronics are exempt from import duties.

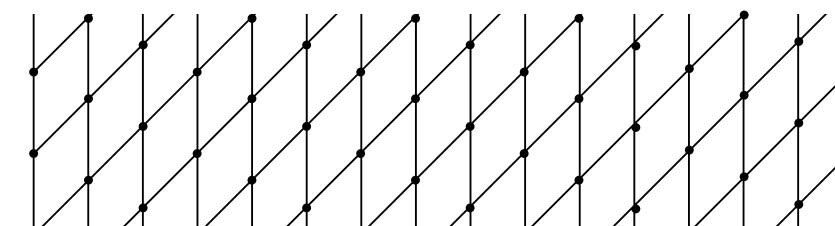
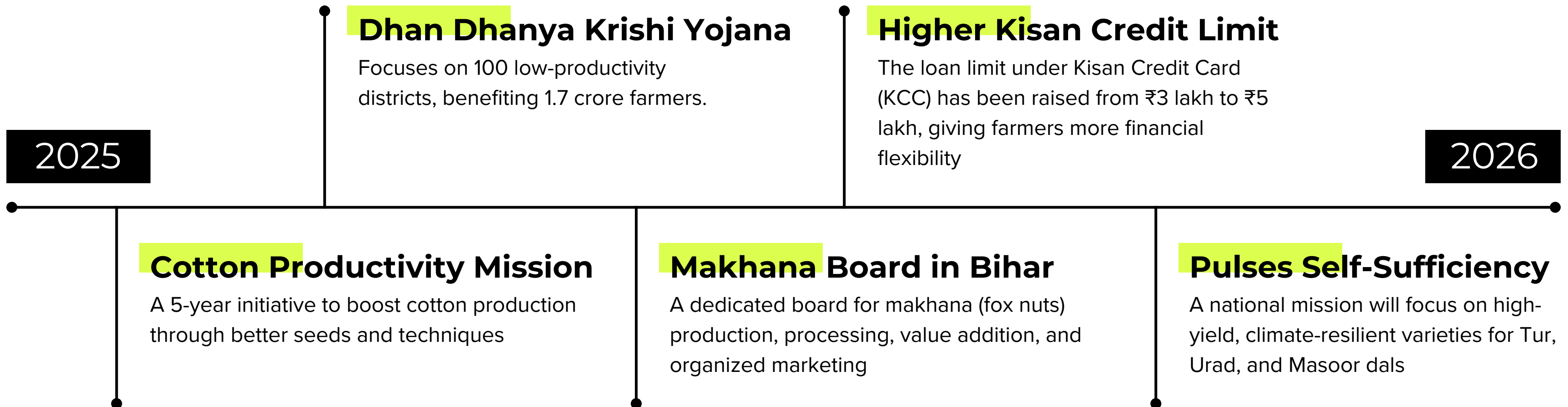


## EV Manufacturing Support

35 capital goods for EV production are exempt from BCD, boosting India's EV sector.



# AGRICULTURE & RURAL DEVELOPMENT



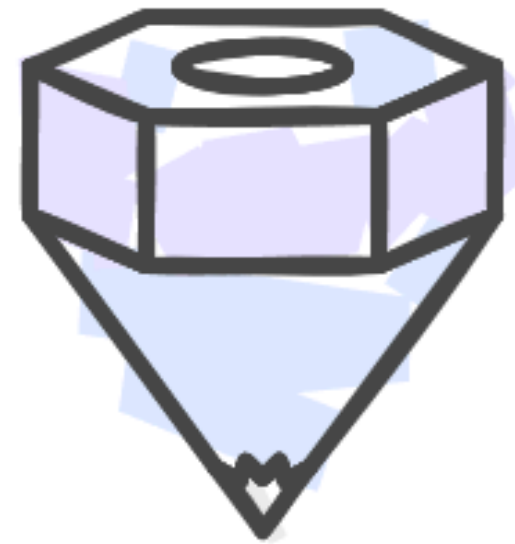


# GOVERNMENT INITIATIVES OVERVIEW



## Startup Support

Initiatives to foster startup growth and innovation



## Infrastructure Development

Projects aimed at improving national infrastructure



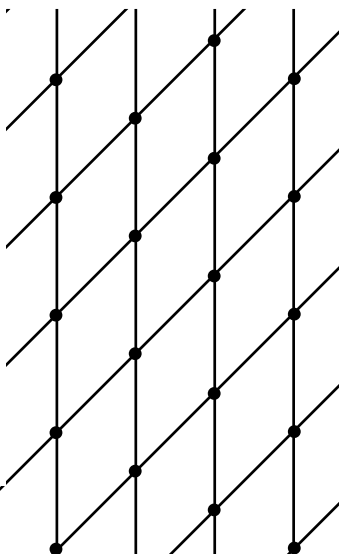
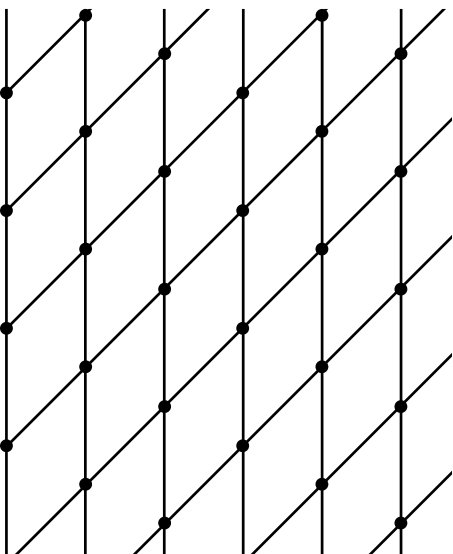
## MSME Support

Measures to enhance micro and small enterprises



## Energy Targets

Goals for sustainable and clean energy production



# MSME & STARTUPS



## Funds of Fund

A government-backed fund for startups.



## Credit Guarantee

Doubling MSME credit guarantee for access to capital.



## First-Time Entrepreneurs

Loans for first-time entrepreneurs, including women and SC/ST.



## Logistics Transformation

India Post as a logistics hub for MSMEs.



## Taxation Policy

Taxation for non-residents in electronics manufacturing.



## Incorporation Extension

Extension of incorporation deadline for startups.



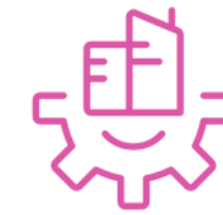
## Credit Cards

Customized credit cards for micro enterprises.



## Labor Support

Focus on labor-intensive sectors for employment generation.



## Manufacturing Initiative

Boosting domestic production through 'Make in India'.



## Revised Criteria

New turnover criteria for micro, small, and medium enterprises.





# INFRASTRUCTURE & ENERGY

100 GW Nuclear Energy Target



₹20,000 Crore Investment in Small Modular Reactors

₹25,000 Crore Maritime Development Fund



₹1.5 Lakh Crore Interest-Free Loans for State Capex

Udaan Scheme Expansion





# EDUCATION AND SKILL DEVELOPMENT

**50,000 Atal  
Tinkering  
Labs**

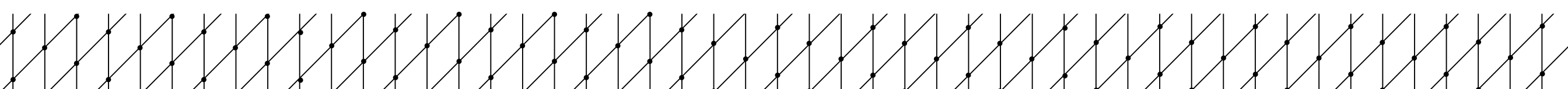
To promote STEM  
learning.

**₹500  
Crore**

AI Research Centers  
in Education.

**10,000**

New medical seats  
in Financial Year  
2026.







# HEALTHCARE & SOCIAL WELFARE



Urban Challenge Fund

₹1 Lakh Crore Urban Challenge Fund for smart cities.



Social Security Scheme

Provides social security for gig workers under E-Shram Portal.



Cancer Day-Care Centers

Establishes 200 centers for cancer care



# Thank You

To know more, reach out to us at: [www.sarvaankassociates.com](http://www.sarvaankassociates.com)



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