Tamil Nadu

Tamil Nadu is expected to get - Rs 3,348.60 crore more in the next financial year as its share from the Centre as part of tax revenue

✓ Under this, Tamil Nadu is expected to get Rs 33,978 crore in the financial year 2019-20 as per the interim budget presented in the Lok Sabha
✓ As per the 14th Finance Commission, Tamil Nadu will get 4.023% as its share from the tax revenue collected by the Centre
✓ In the present financial year (2018-19), the state is set to receive Rs 30,638.80 crore as its share of tax revenue (from Corporate tax, CGST, Income tax and central Excise)

National

India’s new e-commerce policy - came into effect on February 1, 2019

✓ The policy was drafted to encourage micro, small and medium enterprises (MSMEs) having a level-playing field
✓ The national policy framework in this regard was prepared by a task force headed by commerce secretary, Rita Teaotia
✓ The data storage move in the policy will help private sector companies comply with the norms laid down by the Srikrishna committee on data localization
✓ Under the new policy, online retailers should not sell any product in which they have equity interest ‘exclusively in their platforms’
✓ Also, not more than 25% of an item should come from a single vendor, ending the era of bulk sales
✓ The policy also ends the practice of seasonal discounts, cashbacks, extended warranties, faster deliveries etc., to create a common playing field for all
The Prime Minister-led Selection Committee - has short-listed 5 IAS officers for the appointment of the new Central Bureau of Intelligence (CBI) director

- The five selected IAS officers are those who have taken the charge between 1983 and 1984
- The post of CBI chief has been lying vacant since January 10, 2019
- The current interim chief is M Nageswara Rao
- The short-listed Officers
  - Former Madhya Pradesh DGP, Rishi Kumar Shukla (1983 Madhya Pradesh cadre)
  - Central Reserve Police Force chief, R R Bhatnagar (1984 Uttar Pradesh)
  - National Security Guard chief, Sudeep Lakhtakia (1984 Uttar Pradesh)
  - National Institute of Criminology and Forensic Sciences director, Javeed Ahmed (1985 Uttar Pradesh)
  - Bureau of Police Research and Development chief, A P Maheshwari (1984 Uttar Pradesh)

INTERNATIONAL

The United Nations Security Council - has adopted a resolution to extend sanctions against the Central African Republic (CAR) for another year

- A 15-member council has renewed the sanctions regime with an arms embargo, travel ban and asset freeze till January 31, 2020
CONFERENCES & SUMMITS

The 12th edition of Aero India, Aero India 2019 - to be held at Air Force Station at Yelahanka in Bengaluru from February 20 to 24

- The premier aerospace exhibition, held once in every 2 years, aims to improve business opportunities in the International Aviation sector
- Tagline 2019 – ‘The Runway to a Billion Opportunities’
- Logo – Inspired by Tejas Light Combat Aircraft (LCA)
- Events scheduled
  - February 21 – Start-up Day – to motivate the entrepreneurial skills in the start-up sector
  - February 22 – Technology Day/Students Day – to provide opportunity for students to showcase their products in the aerospace sector
  - February 23 – Womens’ Day – to highlight the achievements of women in the aerospace sector
  - Drone Olympics – for all the UAV manufacturers to display the capabilities of their drones
  - Flying Objects – Theme of the Photography contest

SCIENCE, TECHNOLOGY & ENVIRONMENT

ISRO – to launch its latest communication satellite GSAT-31, aboard Ariane-5 (VA 247) on February 6, 2019 from French Guiana

- In its first mission on 2019, Arianespace would be launching two telecommunications satellites with Ariane 5 –
  - Saudi Geostationary Satellite 1/Hellas Sat 4
  - Hellas Sat along with GSAT-31
- GSAT-31
  - Weighing about 2,535 kg, It will provide communications services in Ku-band for at least 15 years
  - It is India’s 40th communication satellite, providing island and mainland coverage
- Hellas Sat (Greece – Cyprus) aims to provide telecommunications services in the Middle East, South Africa and Europe
- Arianespace
  - Arianespace provides satellite launch services using its three launchers, Ariane, Soyuz and Vega, from launch sites in French Guiana (South America) and Baikonur, Kazakhstan.
SPORTS

◆ Mithali Raj - became the first woman to complete in 200 matches in the One Day International format

✓ Mithali made her ODI debut against England in Milton Keynes in January 1999
✓ She is also the top run-getter in the world with 6622 runs

◆ Qatar – becomes the new Asian Champions in Football

✓ They have defeated four-times champions Japan by 3-1 margin in the final held in Abu Dhabi
✓ Qatar is scheduled to host the 2022 World cup
UNION INTERIM BUDGET 2019

Finance Minister Piyush Goyal presented the Interim Budget 2019-20 on February 1, 2019

Key Financial Inputs from the Union Budget

<table>
<thead>
<tr>
<th></th>
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<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Revenue Receipts</td>
<td>14,35,233</td>
<td>17,25,738</td>
<td>17,29,682</td>
<td>19,77,693</td>
</tr>
<tr>
<td>Capital Receipts</td>
<td>7,06,742</td>
<td>7,16,475</td>
<td>7,27,553</td>
<td>8,06,507</td>
</tr>
<tr>
<td>Total Receipts</td>
<td>21,41,975</td>
<td>24,42,213</td>
<td>24,57,235</td>
<td>27,84,200</td>
</tr>
<tr>
<td>Total Expenditure</td>
<td>21,41,975</td>
<td>24,42,213</td>
<td>24,57,235</td>
<td>27,84,200</td>
</tr>
<tr>
<td>Revenue Deficit</td>
<td>4,43,602</td>
<td>4,16,034</td>
<td>4,10,930</td>
<td>4,70,214</td>
</tr>
<tr>
<td>Effective Revenue Deficit</td>
<td>2,52,568</td>
<td>2,20,689</td>
<td>2,10,630</td>
<td>2,69,474</td>
</tr>
<tr>
<td>Fiscal Deficit</td>
<td>5,91,064</td>
<td>6,24,276</td>
<td>6,34,398</td>
<td>7,03,999</td>
</tr>
<tr>
<td>Primary Deficit</td>
<td>62,112</td>
<td>48,481</td>
<td>46,828</td>
<td>38,938</td>
</tr>
</tbody>
</table>

Subsidies (in ₹ crore)

- Food
- Fertiliser
- Petroleum
- Interest
- Others

Grand Total: 2,24,428.85, 2,95,496.86, 2,99,210.61, 3,34,234.57
Rupee comes from

- Corporation Tax: 21p
- Income Tax: 17p
- Customs: 4p
- Goods and Service Tax: 21p
- Non-Tax Revenue: 8p
- Borrowings and Other Liabilities: 19p
- Non-Debt Capital Receipts: 3p

Rupee goes to

- Central Sector Schemes: 12p
- Centrally Sponsored Schemes: 9p
- Other Expenditure: 8p
- Pensions: 5p
- States’ Share of Taxes & Duties: 23p
- Defence: 8p
- Subsidies: 9p
- Interest Payments: 18p
- Finance Commission and Other Transfers: 8p

Central Govt Expenditure

Budget Estimates for 2019-20 (in ₹ crore)

<table>
<thead>
<tr>
<th>Heads</th>
<th>2019-20 (₹ crore)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Pension</td>
<td>1,74,300</td>
</tr>
<tr>
<td>Defence</td>
<td>3,05,296</td>
</tr>
<tr>
<td>Major Subsidies</td>
<td>2,96,684</td>
</tr>
<tr>
<td>Agriculture and Allied Activities</td>
<td>1,49,981</td>
</tr>
<tr>
<td>Commerce &amp; Industry</td>
<td>27,660</td>
</tr>
<tr>
<td>Development of North East</td>
<td>3,000</td>
</tr>
<tr>
<td>Education</td>
<td>93,848</td>
</tr>
<tr>
<td>Energy</td>
<td>44,101</td>
</tr>
<tr>
<td>External Affairs</td>
<td>16,062</td>
</tr>
<tr>
<td>Finance</td>
<td>19,812</td>
</tr>
<tr>
<td>Health</td>
<td>63,538</td>
</tr>
<tr>
<td>Home Affairs</td>
<td>1,03,927</td>
</tr>
</tbody>
</table>

Interest

- IT and Telecom: 21,549
- Planning and Statistics: 5,594
- Rural Development: 1,38,962
- Scientific Departments: 26,237
- Social Welfare: 49,337
- Tax Administration: 1,17,285
- Transfer to States: 1,66,883
- Transport: 1,56,187
- Union Territories: 15,042
- Urban Development: 48,032
- Others: 75,822

Grand Total: 27,84,200
**Interim Budget 2019-20**

**Budget at a Glance**

Receips (in ₹ crore)

Expenditure (in ₹ crore)

Deficit Trends
- Fiscal Deficit: 3.5% in 2017-18, 3.3% in 2018-19 (BE), 3.4% in 2018-19 (RE), 3.4% in 2019-20 (BE)
- Revenue Deficit: 2.6% in 2017-18, 2.2% in 2018-19 (BE), 2.2% in 2018-19 (RE), 2.2% in 2019-20 (BE)
- Effective Revenue Deficit: 1.5% in 2017-18, 1.2% in 2018-19 (BE), 1.1% in 2018-19 (RE), 1.3% in 2019-20 (BE)
- Primary Deficit: 0.4% in 2017-18, 0.3% in 2018-19 (BE), 0.2% in 2018-19 (RE), 0.2% in 2019-20 (BE)

**Women's Development to Women Led Development**

- Securing health of every homemaker - over **6 crore free LPG** connections given under Ujjwala Yojana
- More than **70%** of beneficiaries of Pradhan Mantri MUDRA Yojana are women
- Benefits of **Maternity leave of 26 weeks** and Pradhan Mantri Matru Vandana Yojana for pregnant women financial empowerment of women by increased participation in work
New Schemes

**Pradhan Mantri Shram-Yogi Maandhan**

- Mega pension yojana for unorganised sector workers with monthly income of ₹15,000 or below.
- Assured monthly pension of ₹3,000 from the age of 60 years.
- Small monthly contribution during working age with matching govt. contribution.
- To benefit 10 crore labourers and workers in unorganised sector.

**Pradhan Mantri Kisan Samman Nidhi (PM-KISAN)**

- Direct income support of ₹6,000 p.a for farmers, effective 01.12.2018.
- To benefit 12 cr small and marginal farmer families having cultivable land upto 2 ha.
- Direct transfer into the bank accounts in three equal instalments.
- First installment upto 31.03.2019, to be paid this year itself.
- ₹75,000 cr in outlay for 2019-20 and ₹20,000 cr in RE 2018-19.
**Tax Slabs after the Union Budget 2019**

<table>
<thead>
<tr>
<th>PARTICULARS</th>
<th>INDIVIDUAL AGE LESS THAN 60 YEARS</th>
<th>SENIOR CITIZENS AGE ABOVE 60 YEARS</th>
<th>SUPER SENIOR CITIZENS AGE ABOVE 80 YEARS</th>
</tr>
</thead>
<tbody>
<tr>
<td>Income up to ₹ 2,50,000</td>
<td>Nil</td>
<td>Nil</td>
<td>Nil</td>
</tr>
<tr>
<td>Income between ₹ 2,50,000 - ₹ 300,000</td>
<td>5%</td>
<td>5%</td>
<td>5%</td>
</tr>
<tr>
<td>Income between ₹ 300,000 - ₹ 5,00,000</td>
<td>5%</td>
<td>5%</td>
<td>Nil</td>
</tr>
<tr>
<td>Income between ₹ 5,00,000 - ₹ 10,00,000</td>
<td>20%</td>
<td>20%</td>
<td>20%</td>
</tr>
<tr>
<td>Income above ₹ 10,00,000</td>
<td>30%</td>
<td>30%</td>
<td>30%</td>
</tr>
</tbody>
</table>

**Highlights of the Budget**

- No tax for individuals for gross income up to ₹ 5 lakh per annum which can be extended to ₹ 6.5 lakh with avenues under Section 80C of IT Act.
- Standard deduction for salaried persons raised from ₹ 40,000 to ₹ 50,000.
- TDS threshold raised from ₹ 10,000 to ₹ 40,000 on interest earned on bank/post office deposits.
- TDS threshold on rent increased from ₹ 1,80,000 to ₹ 2,40,000.
- Tax benefit of ₹ 18,500 crore for about three crore middle class tax payers.
- Tax exempted on notional rent of second self-occupied house.
- Benefit of rollover of capital gains increased from one to two residential houses for capital gains up to ₹ 2 crore.
- Government expenditure estimated at ₹ 27.84 lakh crore.
- Fiscal deficit for financial year 2019-20 pegged at 3.4% of GDP.
- ₹ 6,000 per annum for every farmer having land up to 2 hectare.
- Provision of ₹ 3,000 monthly pension for workers in unorganised sector.
- India poised to become US$ 5 trillion economy in the next five years and aspires to be a US$ 10 trillion economy in the subsequent eight years.

Source: Interim Budget 2019-20 documents
10 point vision for 2030 to realize India’s social economic potential
90% of GST payers can file quarterly returns - Small and Medium Enterprises to get 2% interest rebate on an incremental loan of 1 crore rupees - A Group of Ministers to examine GST burden on home buyers.
Customs to go for digitalization of export and import transactions
Allocations to Defence budget crosses three lakh crore rupees for the first time
✓ Allocations to Health care, MGNREGA (Rs 60000 crore), SC/ST welfare programmes, Pradhan Mantri Gram Sadak Yojana hiked substantially.
✓ One lakh more villages to get digital connectivity in the next 5 years
✓ New National Artificial Intelligence portal to support National Program on Artificial Intelligence
✓ Rs. 3,000 monthly pension after 60 years of age for unorganised sector workers through a new Pension Scheme – Pradhan Mantri Shram- Yogi Maandhan - with an affordable contribution of only Rs 100/55 per month
✓ Government e-Marketplace – GeM to be extended to all Central Public Sector Enterprises
✓ Over three lakh 38 thousand shell companies deregistered after demonetization.
✓ A container cargo movement to the North-East through Brahmaputra river - Allocation for infrastructure development in the region hiked by 21%.
✓ A separate Department of Fisheries
✓ Single window clearance for shooting films to be made available to Indian filmmakers
✓ Cinematograph Act to be tightened to check piracy
✓ A programme for genetic upgradation of cow – Rashtriya Kamdhenu Aayog
✓ Comprehensive classification of Denotified, Nomadic and Semi-nomadic tribes by a committee under NITI Aayog (following the list prepared earlier by Dada Idate’s National Commission)
✓ Market (Nifty) behavior vs Union Budgets
Difference between an Interim budget and Full budget

<table>
<thead>
<tr>
<th><strong>Interim Budget</strong></th>
<th><strong>Full Budget</strong></th>
</tr>
</thead>
<tbody>
<tr>
<td>It is presented by the outgoing government during the last year of its tenure before elections.</td>
<td>It is presented by the new government during the first term of its tenure after it takes charge.</td>
</tr>
<tr>
<td>It is also known as vote on account or approval, which the government seeks from the parliament for essential spending for a limited period.</td>
<td>The annual budget is presented in two parts. It includes the detailed structure of income and future ways to raise funds.</td>
</tr>
<tr>
<td>It is generally meant for the first 2-4 months of the fiscal year in which the elections are scheduled.</td>
<td>It is prepared for the entire fiscal year.</td>
</tr>
<tr>
<td>The vote-on-account is treated as a formal matter and passed by Lok Sabha without discussion.</td>
<td>The full budget is passed by the Lok Sabha only after proper discussions and voting on demand for grants.</td>
</tr>
</tbody>
</table>