



PRECAP

HOW DOES THE **NEW BUDGET** AFFECT YOUR **POCKETS?**



With superb **tax collections** and **RBI dividends**, Finance Minister Nirmala Sitharaman's new budget has announced boosts to various sectors, alongside changes to the tax regime.



The government has also announced to reduce **BCD**(Basic Custom Duties) on phones down to **15%** and has decided to exempt duties on most rare earth elements.

Changes in Custom Duty	Beneficiaries
Fully exempt 3 more cancer medicines from custom duties	Affordable medicines
Reduce BCD to 15% on Mobile phone, Mobile PCBA and charger	Mobile industry
Reduce custom duty on gold and silver to 6% and platinum to 6.4%	Domestic value addition
Reduce BCD on shrimp and fish feed to 5%	Enhance competitiveness in marine exports
Exempted more capital goods for manufacturing of solar cells & panels	Support energy transition
Fully exempt custom duties on 25 critical minerals	Boost to strategic sectors

Considering the abundant local production, the government has decided to **exempt duties** on certain types of solar cells. Moreover, duties on **gold** and **silver** have been reduced to 6%.



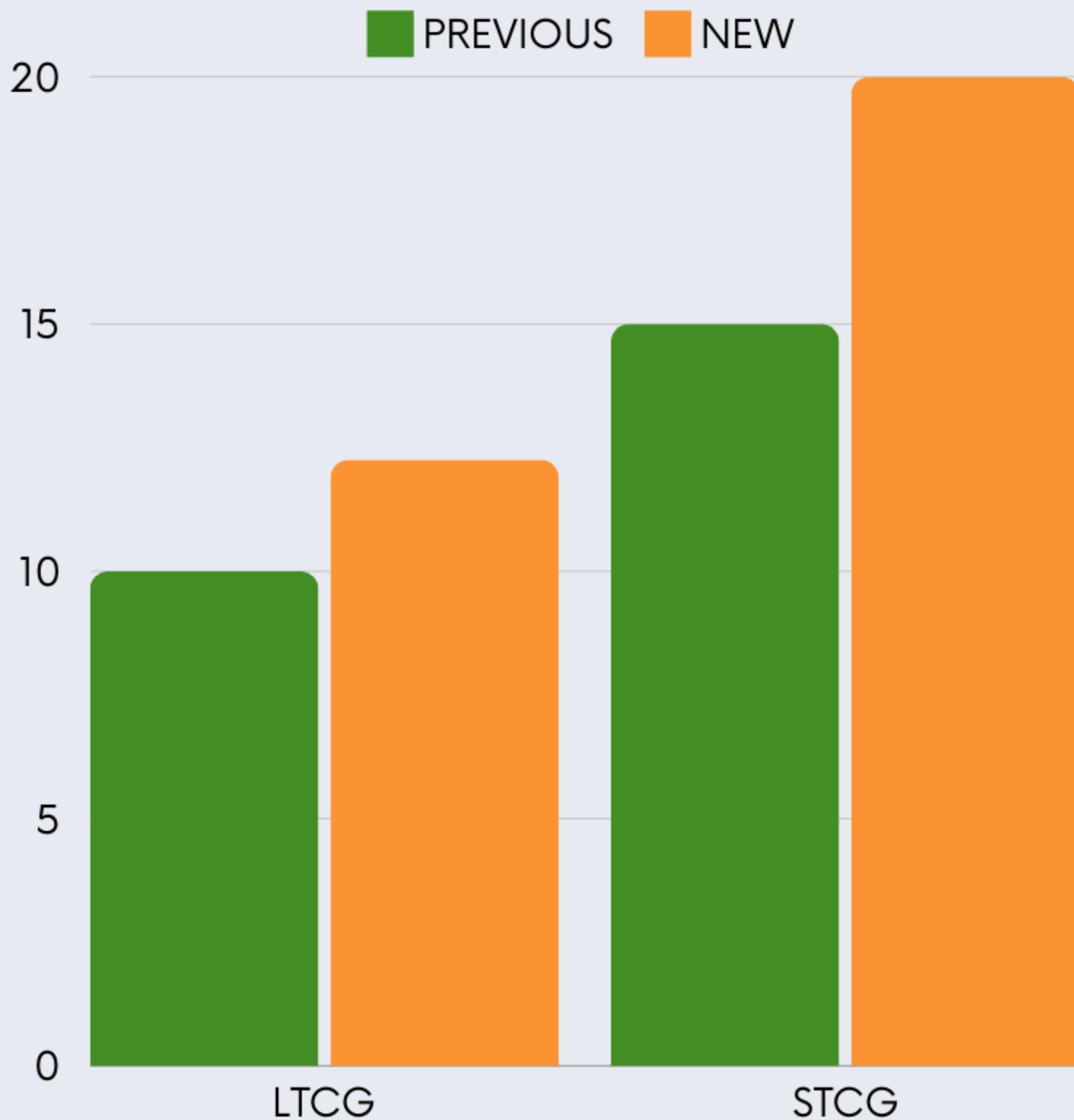
REDUCED DUTIES



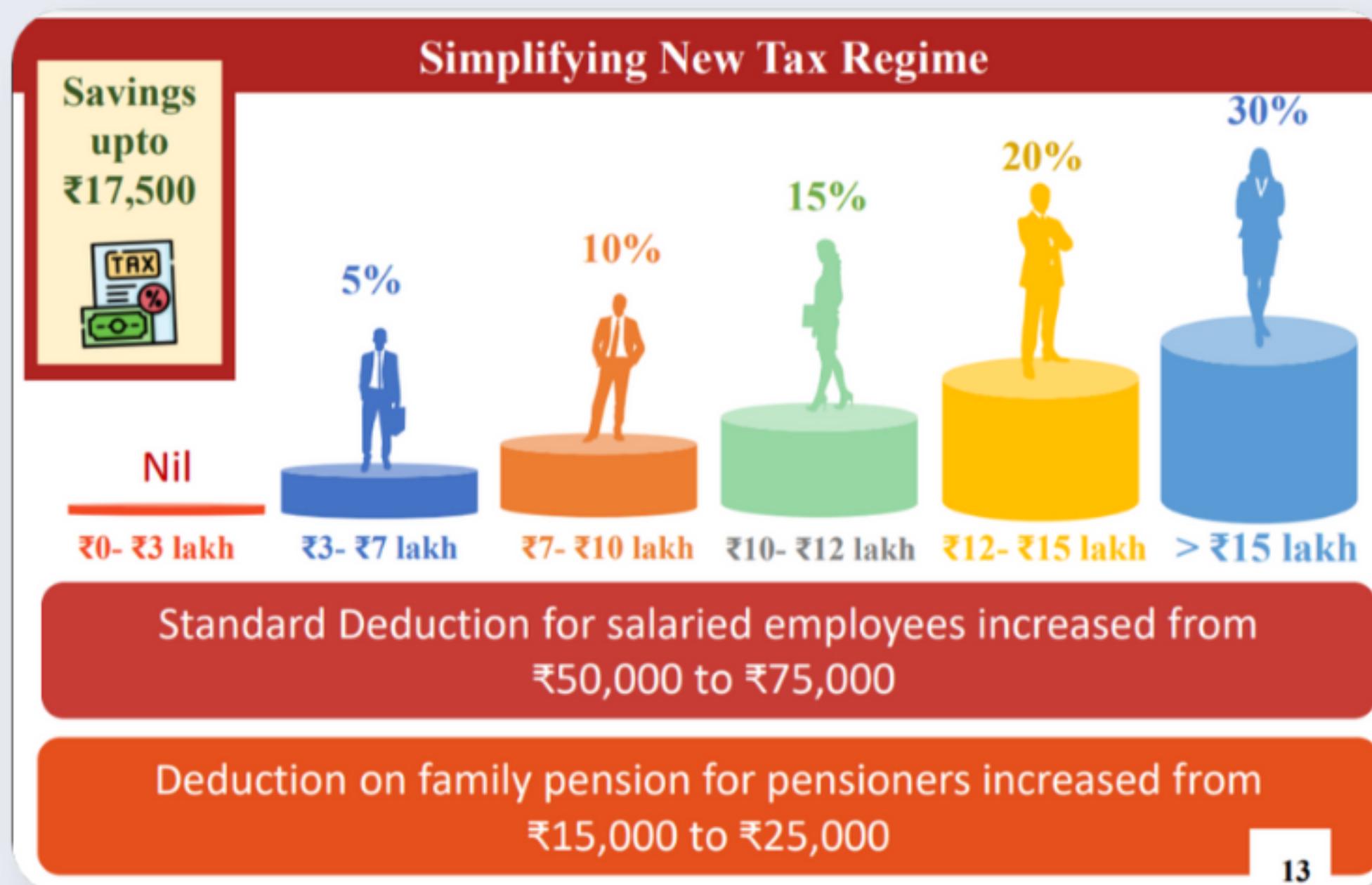
A comprehensive review of the **IT act** is to be announced within a period of 6 months. The government aims to reduce disputes, with a clearer language.



The 20% TDS rate on repurchases by **mutual funds** and **UTI** has been withdrawn by the government. **STCG** goes to 20% while **LTCG** has been increased to 12.5% for equities.



Tax rate slabs have been changed by the new budget, maintaining a **standard deduction** up from 50K to 75K :



Experts fear that the new taxes will have a negative impact on the market. What's your opinion?

Mention in the comments below.

@precap_-



Like and comment

Save for later

