



## 2021-2022

**Name of the Department/Society:** Entrepreneurial Cell

**Name of the Extended Activity 4:** K&D Session: Topic: Budget

**Date of the Event:** 2<sup>nd</sup> February 2022

The session was conducted focusing on the Budget of 2022, with a comparison to the budget of the previous year, highlighting the expectations of the public and then showing the reality. Budget is an estimation of revenue and expenses over a specified time. There are 3 types of budget- balanced, surplus and deficit.

### Expectations of budget 2021-

1. Some benefits were expected for the MSME Sector as they were hit worst due to Covid.
2. The tax holiday for 3 years is provided to “eligible start-ups” that are incorporated on or before 1st April 2021.
3. Funding in healthcare infrastructure would be a priority.
4. Push on disinvestment agenda was expected through various measures like direct sale, strategic sale, consolidation, etc.
5. Amendments and issuing FAQs addressing various concerns of the digital economy.
6. Travel and Tourism sector loss was estimated to Rs. 125 lakh crores as per CARE Ratings.
7. Tax relaxations for NRIs.
8. Enabling employees to decide on their workforce for SEZs.

### Reality of budget 2021-

1. Allocation of Rs. 15,700 crores for the MSME sector.
2. Extending the eligibility of tax holidays 137% increase in budget outlay for health and welfare.
3. Privatization of AAI airports in tier 2 and 3 cities.
4. Boost digital transactions by earmarking INR 1500 crores.
5. No major relief for the travel and tourism industry.
6. No regulations for NRIs and refugees.

### BUDGET 2022

#### Expectations-

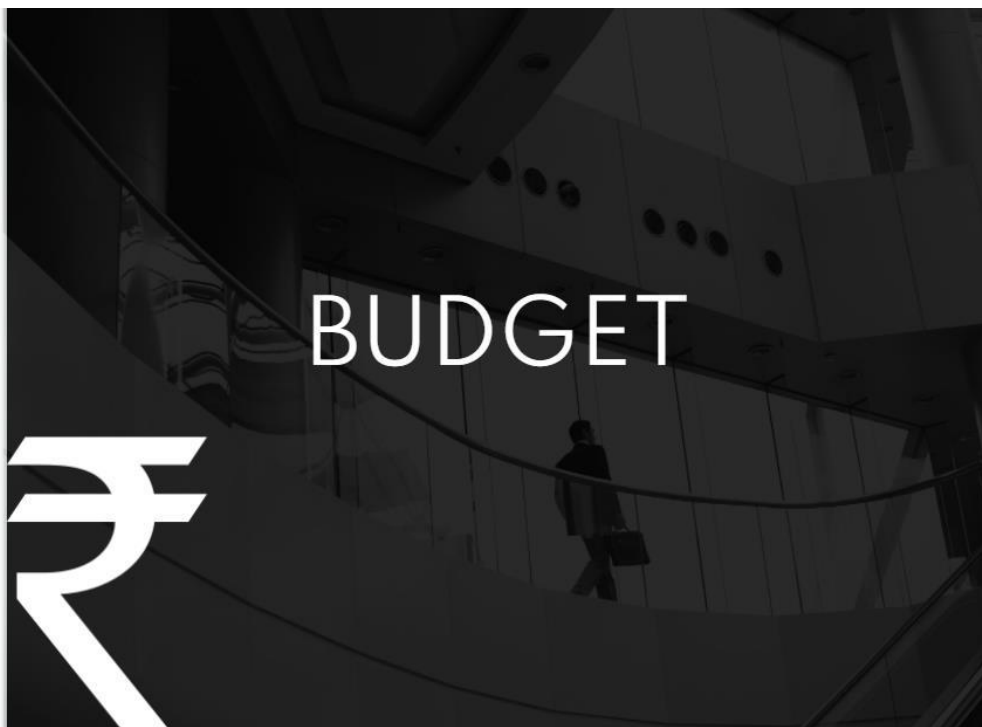
1. Single or Hybrid tax scheme.
2. Simplify the online tax return forms.
3. Favourable environment for both existing and new fintech companies/start ups.
4. Consideration for software product industries.
5. Focus on logistic sector.



6. Indian startup seeks friendly policy and tax incentives.
7. Reduction of GST for MSME sector.
8. Wave Commodity Transaction Tax.
9. Expenditure on health care needs to move to 2.5% from 1.15% of GDP.

#### **HIGHLIGHTS OF BUDGET 2022-**

1. Introduction of digital rupee by RBI.
2. Allowing tax payers to file updated return within 2 years for correcting errors.
3. Reduction of surcharge on unlisted shares from 28.5% to 23%.
4. Government committed to reducing defence import.
5. Emergency credit line guarantee scheme for small and medium size business to March 2023.
6. Income from virtual digital asset to be taxed at 30%.
7. National highways network to be expanded by 25,000 km.
8. India to bring out battery swapping policy.
9. 5G spectrum auctions to be conducted in 2022.0





## TYPES OF BUDGET

THERE ARE 3 TYPES OF BUDGETS-

- BALANCED BUDGET
- SURPLUS BUDGET
- DEFICIT BUDGET



Resource Material

[https://www.canva.com/design/DAEz0gxAXMk/UJ7WqwLmRy6c1qu2b-i78w/edit?utm\\_content=DAEz0gxAXMk&utm\\_campaign=designshare&utm\\_medium=link2&utm\\_source=sharebutton](https://www.canva.com/design/DAEz0gxAXMk/UJ7WqwLmRy6c1qu2b-i78w/edit?utm_content=DAEz0gxAXMk&utm_campaign=designshare&utm_medium=link2&utm_source=sharebutton)