

## Union Budget 2019-2020<sup>1</sup>

NIRMALA SITHARAMAN\*

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### Abstract

The budget aims at achieving the vision of US\$ 5 trillion economy driven by investment, economic reforms, financial inclusion and corruption free e-governance. It aims at transforming lives in rural India by facilitating investment that provides water, electricity, housing and internet connectivity to every household in every village. The reforms of GST, IBC and RERA would give the requisite impetus to formalize and boost economic investments. The common man would continue to benefit from scheme like Mudra Yojana, Ujjawala, Saubhagya and others. Pradhan Mantri Sampada Yojana aims at robust fisheries management framework. Faceless electronic tax assessment to weed out any possible corruption and improve tax compliance. Jal Marg Vikas project and Sagarmala initiatives to improve logistics, reducing transportation cost and increasing competitiveness. Tax rates for 99.3% corporates reduced to 25%. Interest subvention scheme for MSME. Push to electric vehicles, digitalization and e-governance. Fiscal Deficit maintained at 3.3% level in 2018-19p.

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Mr. Speaker Sir, I rise to present the Budget for the year 2019-20.

### I. Part A

The recent election which brought us to this august House today, was charged with brimming hope and desire for a bright and stable New India. Like never before, India celebrated its democracy by coming out to vote in large numbers, like never before. Voter turnout was the highest at 67.9%. Every section – young, old, first time voters, voters since the first General Election, women – all turned up to stamp their approval of a performing Government. Through their unambiguous and firm mandate they have reaffirmed “putting the nation first”. The people of India have validated the two goals for our country’s future: that of national society and economic growth.

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1 Reproduced from the speech of Finance Minister before the Parliament of India on 5th July, 2019

\* Finance Minister of India, Ministry of Finance, Government of India, North Block, Delhi 110011, INDIA

**Table I**  
**Budget at a Glance**

	2017-18 Actuals	2018-19 Budget Estimates	2018-19 Revised Estimates	2019-20 Budget Estimates
<b>1. Revenue Receipts</b>	<b>1435233</b>	<b>1725738</b>	<b>1729682</b>	<b>1962761</b>
2. Tax Revenue (Net to Centre)	1242488	1480649	1484406	1649582
3. Non Tax Revenue	192745	245089	245276	313179
<b>4. Capital Receipts <sup>1</sup></b>	<b>706740</b>	<b>716475</b>	<b>727553</b>	<b>823588</b>
5. Recovery of Loans	15633	12199	13155	14828
6. Other Receipts	100045	80000	80000	105000
7. Borrowings and Other Liabilities <sup>2</sup>	591062	624276	634398	703760
<b>8. Total Receipts (1+4)</b>	<b>2141973</b>	<b>2442213</b>	<b>2457235</b>	<b>2786349</b>
<b>9. Total Expenditure (10+13)</b>	<b>2141973</b>	<b>2442213</b>	<b>2457235</b>	<b>2786349</b>
10. On Revenue Account of which	1878833	2141772	2140612	2447780
11. Interest Payments	528952	575795	587570	660471
12. Grants in Aid for creation of capital assests	191034	195345	200300	207333
13. On Capital Account	263140	300441	316623	338569
<b>14. Revenue Deficit (10-1)</b>	<b>443600</b>	<b>416034</b>	<b>410930</b>	<b>485019</b>
	(2.6)	(2.2)	(2.2)	(2.3)
<b>15. Effective Revenue Deficit (14-12)</b>	<b>252566</b>	<b>220689</b>	<b>210630</b>	<b>277686</b>
	(1.5)	(1.2)	(1.1)	(1.3)
<b>16. Fiscal Deficit [9-(1+5+6)]</b>	<b>591062</b>	<b>624276</b>	<b>634398</b>	<b>703760</b>
	(3.5)	(3.3)	(3.4)	(3.3)
<b>17. Primary Deficit (16-11)</b>	<b>62110</b>	<b>48481</b>	<b>46828</b>	<b>43289</b>
	(0.4)	(0.3)	(0.2)	(0.2)

**Notes:** 1 Excluding receipts under Market Stabilisation Scheme

2 Includes drawdown of Cash Balance

i. GDP for BE 2019-2020 has been projected at ₹ 21007439 crore assuming 11.5% growth over the estimated GDP of ₹ 18840731 crore for 2018-19 (RE).

ii. Individual items in this document may not sum up to totals due to rounding off

iii. Figures in parenthesis are as a percentage of GD

Source : Ministry of Finance, GOI