

‘Very balanced, growth oriented, job focused reformist budget-2019-20’ Mr Nayan Shah, President, CREDAI-MCHI

Mumbai, 5 July 2019: “Overall a very balanced, growth oriented, job focused reformist budget. Optimizing the reach by regulating the home loans would really benefit the affordable home buyers thereby highlighting a huge stability in the economy.” Said **Mr Nayan Shah, President, CREDAI-MCHI**.

This was not just the first budget of the newly elected Modi government, but also one by the first full time lady FM after Smt. Indira Gandhi to take the floor of the house to present a full budget - indeed a moment of pride. The first five years of this government were to provide stability in the economy and the huge mandate given to this second term is towards providing jobs, consumption and growth.

Madam FM has presented a very broad vision statement of the government highlighting the key and reforming issues. She has taken forward the government’s social and rural reforms with expected focus on MSMEs, small jobs and labour reforms. The focus on youth, education and women was also a highlight.

She has balanced social reforms, infrastructure investment boost, with rural and MSMEs development needed to create jobs at the grass roots.

RBI being asked to again regulate the Home Loan sector including the HFCs is a welcome move. The additional interest deduction of Rs.1.5 Lakhs for self-occupied Affordable Homes is definite to provide a huge fillip to affordable housing. The industry also welcomes the FM’s proposal to extend the 25% corporate tax to all companies up to Rs.400 crores income. Recapitalization of PSU banks by 70k crores and a onetime credit guarantee for NBFCs should help ease the liquidity issues and are a welcome step.