

Union BUDGET 2026-27



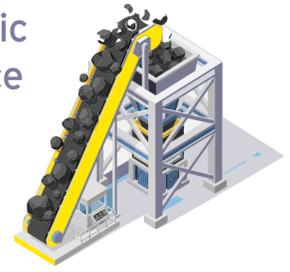
Shape the future
with confidence

Quick highlights

1 Infrastructure Risk Fund to de risk PPP projects through partial credit guarantees and attract private capital.



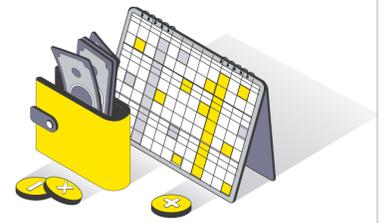
2 Rare earth corridors and duty cuts to accelerate domestic production and reduce import dependence.



3 Education-to-Employment and Enterprise Standing Committee established to align skills with industry needs.



4 Tax holiday for data centers to enable long-term digital infrastructure investment.



5 Person Resident Outside India (PROI) investment limits raised: Portfolio Investment Scheme (PIS) cap doubled from 5% to 10%; overall ceiling expanded from 10% to 24%.



6 TCS rationalized: Overseas tour packages now at flat 2%; Liberalised Remittance Scheme (LRS) for education/medical also cut to 2%.



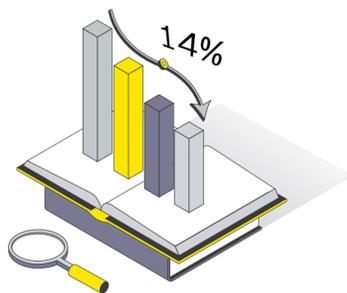
7 Six month disclosure window for foreign assets:
▪ Undisclosed assets up to INR1 crore
▪ Faulty disclosures up to INR5 crore



8 Buy-back tax shifted to capital gains, with promoters bearing an additional tax.



9 MAT cut to 14%, becoming the final tax from 1 April 2026 with no MAT credit carry-forward.



10 Unified 15.5% Safe Harbour margin introduced for IT and ITeS.



11 Basic Customs Duty waived on 17 life saving drugs.



12 New dispute-resolution mechanism allows case settlement by paying an additional amount instead of penalties.

