

# Key Highlights of Union Budget 2026-27 for Financial sector

## Micro, Small & Medium Enterprises

A dedicated ₹10,000 crore SME Growth Fund has been proposed.

Mandated TReDS as the transaction settlement platform for all purchases from MSMEs.

Introduction of TReDS receivables as asset-backed securities.

## Green Push

- ❑ Scheme to adopt Carbon Capture Utilization and Storage (CCUS) with an outlay of ₹20,000 crore.
- ❑ Extension of the existing basic customs duty exemption on imports of goods required for Nuclear Power Projects till 2035.
- ❑ Basic customs duty exemption given to capital goods used for manufacturing Lithium-Ion Cells for batteries will be extended.
- ❑ Environmentally sustainable movement of cargo.

## Three Kartavyas

To accelerate and sustain economic growth

To fulfil the aspirations of people & build their capacity

Vision of Sabka Sath, Sabka Vikas

## Taxation

- ✓ New Income Tax Act effective April 1, 2026, to simplify tax laws & forms, easing compliance.
- ✓ Tax holidays for MNCs and foreign companies providing digital and high-end services establishing servers in India.
- ✓ Exemption from Minimum Alternate Tax (MAT) to all non-residents who pay tax on presumptive basis.

## Other key Insights

High Level Committee on Banking to be set-up.

Vision for NBFCs has been outlined with clear targets for credit disbursement and technology adoption.

FEMA (Non-debt Instruments) Rules to be comprehensively reviewed.

Market-making framework & total return swaps on corporate bonds to be introduced.

Securities Transaction Tax (STT) on Futures & options premium to be raised to 0.05% and 0.15%, respectively.

Individual residents living outside India allowed to invest in Indian equities.

Capital Gains exemption in Sovereign Gold Bonds with conditions.

Training Institutes will be set up as Regional Centres of Excellence for development of the manpower.