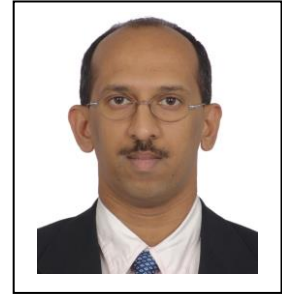




Indian Chamber of Commerce

# Suggestions for the upcoming Union Budget 2020 From Odisha State Council



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1. Revival of Economy through “Consumption, Savings and Investment” (CSI) should be taken into consideration in framing the Budget.
2. The Middle class and Salaried people to be given reliefs along with lower taxation so that moneys will be available for CSI. People earning at least upto Rs.20 lakhs basic exemption can be Rs.5 lakhs, Rs.5 lakhs to Rs.10 lakhs can be 10% rate and Rs.10 lakhs to Rs.20 lakhs, be kept at 20%.
3. Investments are required in a big way in INFRA SECTOR i.e. for Infrastructure projects and if invested upto Rs.1 lakh additionally in INFRA BOND deduction be given under 80C i.e. making 80C deduction limit Rs.2.50 lakh.
4. For Capital Market, Long Term Capital Gains (LTCG) taxation at 10% has been a dampener. The same can be removed with minimum holding period for LTCG kept at 2 years (instead of 1 year).
5. For High income individuals Surcharge of 25% / 37% was very disheartened. The same should be lower.
6. Dividend Distribution Tax (DDT) for Corporate Sector can be removed making the same taxable in the hands of recipient subject to no taxation for Dividend received upto, say, Rs. 50,000/-.
7. Over Rs.10 lakhs received as Dividend presently being taxed at 10% will go away so that on removal of DDT all Dividends received (subject to deduction upto Rs.50,000/-) can be taxed at 10 to 15%.
8. REAL ESTATE SECTOR revival is a must. Not allowing interest expended fully and then carried forward interest (loss) to be set off against house Property income in future is not proper.
9. AUTO SECTOR is in deep trouble. If tax rates are lowered with clear cut provision made for scrapping of old Vehicles, relief for BS VI and Electric Vehicles.
10. Government should keep Fiscal Deficit % little higher side of i.e. about 3.8% so that expenditure can be incurred and not curtailed for keeping % at 3.3.

- Revival of Economy through “Consumption, Savings and Investment” (CSI) should be the main context.
- Reduction in Tax rates for middle income group
- More investment in Infrastructure sectors
- Withdrawal of Long Term Capital Gain Tax
- Dividend Distribution Tax for the Corporates to be changed to be taxed in the hands of the recipients with an exemption upto Rs. 50,000/- p.a.
- AUTO sector is in deep trouble. If tax rates are lowered with clear cut provision made for scrapping of old Vehicles, relief for BS VI and Electric Vehicles