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**INTERIM BUDGET 2019 HIGHLIGHTS (APPLICABLE FOR F.Y. 2019-20)**

<b>PERSONAL INCOME TAX</b>	<ul style="list-style-type: none"><li>○ Increase in rebate u/s 87A from Rs 2,500/- to Rs 12,500/- up to taxable income of Rs 5,00,000/-.</li><li>○ <b>It may be noted that there is no change in income tax slabs &amp; basic exemption limit.</b> Hence, there is no benefit for individual assessee earning taxable income of more than Rs 5,00,000/-.</li></ul>
<b>SALARY INCOME</b>	<ul style="list-style-type: none"><li>○ Increase in standard deduction u/s 16(ia) from Rs 40,000/- to Rs 50,000/-.</li></ul>
<b>TDS PROVISIONS</b>	<ul style="list-style-type: none"><li>○ Increase in threshold limit for TDS deduction u/s 194A on interest from banks/post office from Rs 10,000/- to Rs 40,000/-.</li><li>○ Increase in threshold limit for TDS deduction u/s 194I on rent from Rs 1,80,000/- to Rs 2,40,000/-.</li></ul>
<b>LONG TERM CAPITAL GAIN EXEMPTION ON SALE OF PROPERTY</b>	<ul style="list-style-type: none"><li>○ Exemption u/s 54 was available on long term capital gain on sale of residential property by investing in another residential property.</li><li>○ The benefit is now extended to investment in two residential properties provided the long term capital gain does not exceed Rs 2 crores. This benefit can be exercised once in the lifetime.</li></ul>
<b>DEEMED LET OUT HOUSE PROPERTY</b>	<ul style="list-style-type: none"><li>○ In case of two owned-house properties, one was allowed to be treated as self-occupied &amp; tax on notional rent was payable on second house property.</li><li>○ Tax on notional rent will not be charged henceforth on the second house property.</li></ul>
<b>REAL ESTATE SECTOR</b>	<ul style="list-style-type: none"><li>○ Deduction u/s 80IBA is extended to 31.03.2020.</li><li>○ Tax on notional rent will now be charged on unsold inventory of two years or more (increased from one year).</li></ul>