



KEY TAKEAWAYS OF
MEGA STIMULUS PACKAGE

5th TRANCHE & OVERALL SUMMARY

FINAL TRANCHE

Union Finance Minister Nirmala Sitharaman during the last four days of announcements, had several reforms addressing the land, labour, liquidity and laws The Final Tranche announcements will be continuing that series. With the hope that “India will emerge stronger from the crisis” Finance Minister has unveiled Seven steps in the following areas

01 MGNREGA

02 Healthcare & Education

03 Business during Covid

04 Decriminalisation of Companies Act

05 Ease of doing business

06 PSUs and Policies

07 State Government and Resources

SUPPORT PROVIDED DURING COVID PERIOD

• SUPPORT FOR KISAN UNDER LOCKDOWN

- Direct benefit transfer of Rs 2,000 each has been done to 8.19 crore PM KISAN beneficiaries during lockdown period
- PM Garib Kalyan package has been used to provide food for the poor, despite logistical challenges

• HEALTH RELATED STEPS TAKEN DURING COVID 19 CRISIS

- Rs. 15,000 Crores was released for health
- Insurance cover of Rs 50 lakhs per person for health professionals was announced.
- Telemedicine came into play
- Epidemic Diseases Act was amended for the protection of health workers.
- Capacity building exercises have been taken up.

• EDUCATION RELATED STEPS TAKEN DURING COVID 19 CRISIS

- Online education has been taken up in a big way.
- SWAYAM PRABHA DTH channels to support and reach those who do not have access to the internet.
- Provision was made for telecast of Live interactive sessions

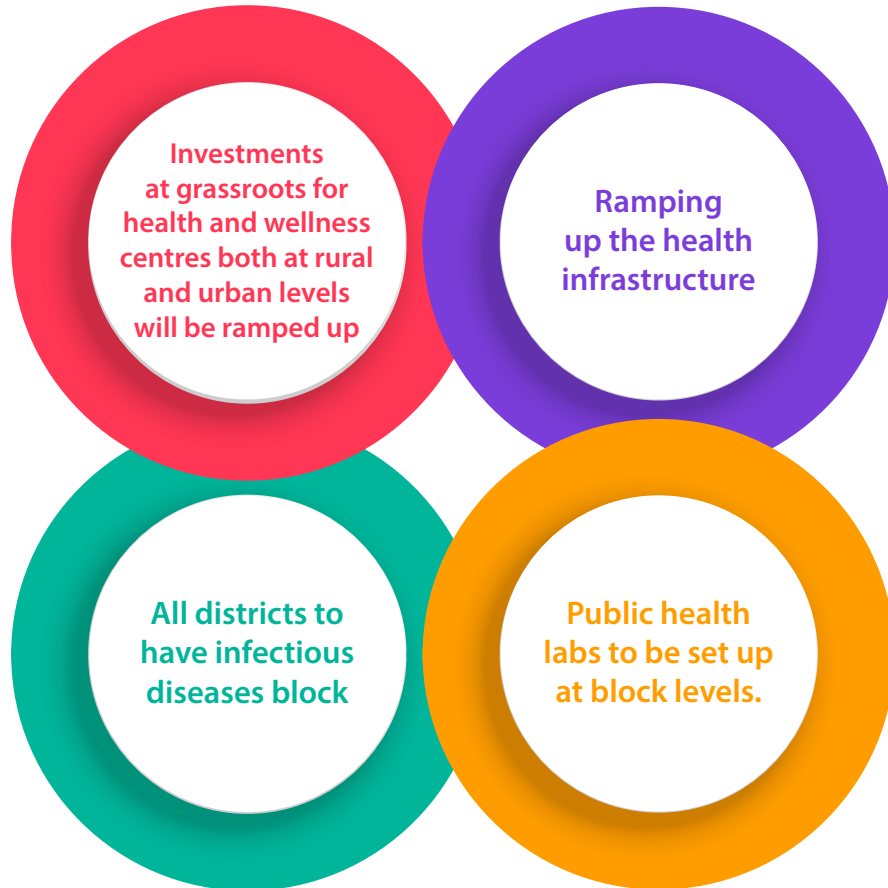
FIRST OF SEVEN STEPS – MGNREGA

EMPLOYMENT BOOST



SECOND OF SEVEN STEPS – HEALTH AND EDUCATION

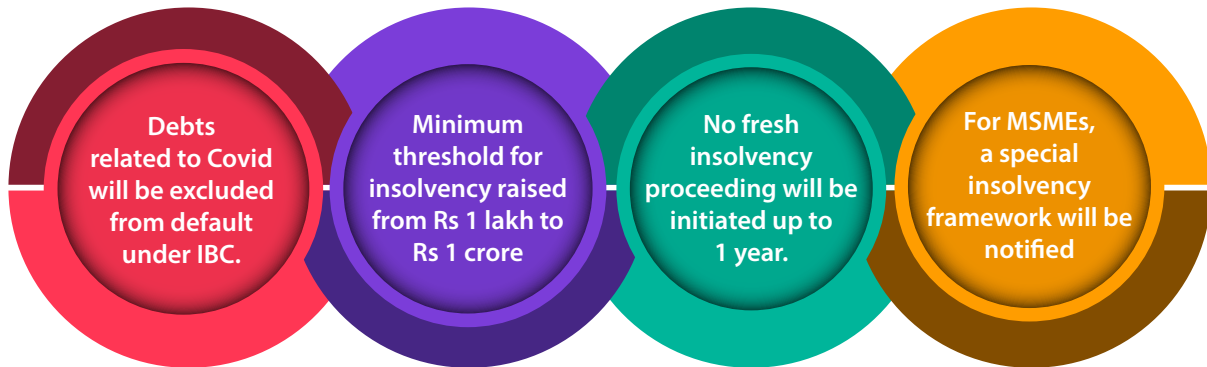
HEALTH CARE





THIRD OF SEVEN STEPS – BUSINESS

BOOSTER DOSE FOR STRUGGLING BUSINESS



FOURTH OF SEVEN STEPS – DECRIMINALISATION OF COMPANIES ACT

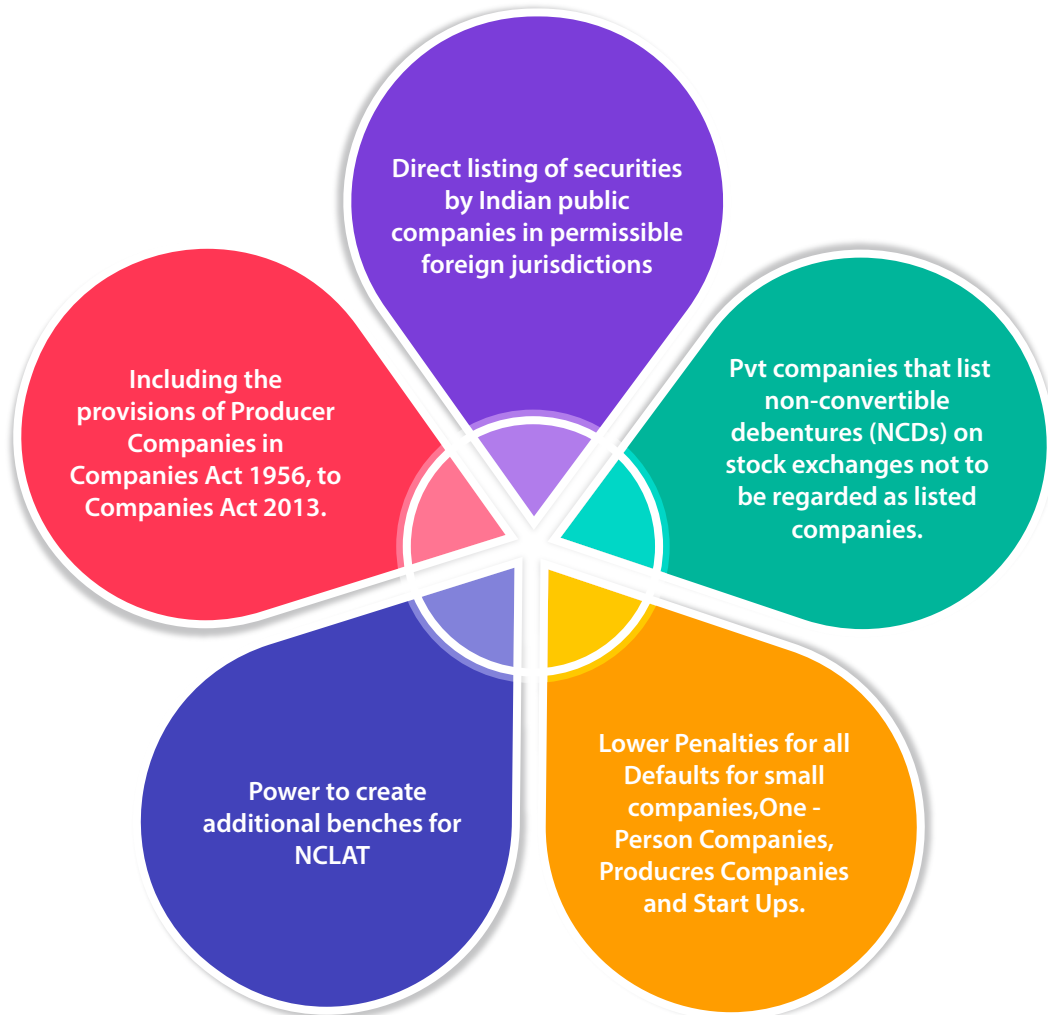
- 7 compoundable offences altogether dropped and 5 to be dealt with under alternative framework

FIFTH OF SEVEN STEPS – EASE OF DOING BUSINESS

FOR CORPORATES

- Improvement in Rankings is “Starting a business” and insolvency resolutions” have contributed to the overall improvement in India’s Ranking on EoDB.

REFORMS INTRODUCED





SIXTH OF SEVEN STEPS – PSUs AND POLICIES

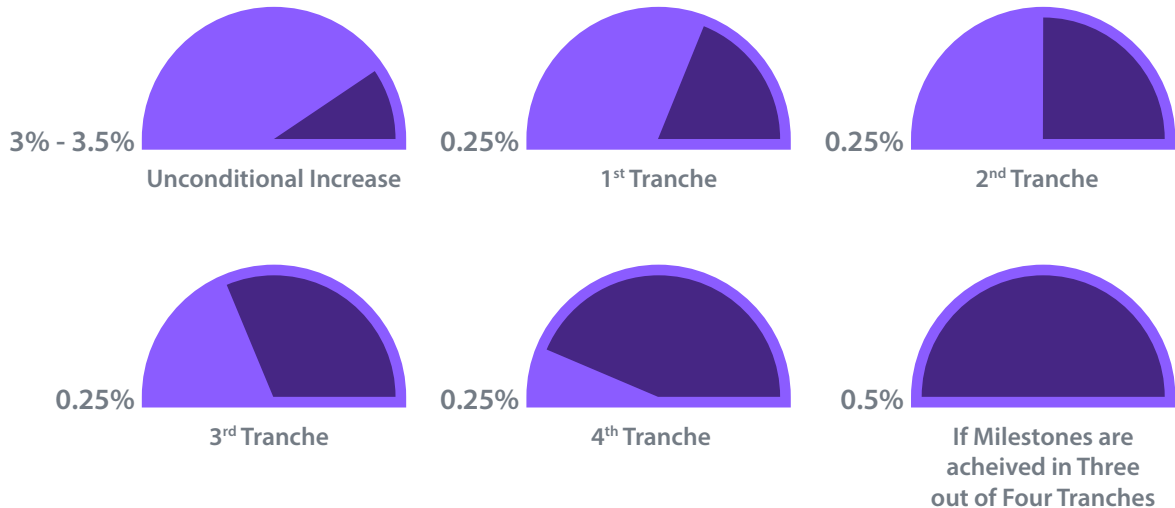
NEW PUBLIC SECTOR ENTERPRISE POLICY INTRODUCED

- **All sectors to be now open for private players**
 - Government of India to notify the List of strategic sectors requiring the presence of PSEs in public interest.
 - In strategic sectors, at-least one enterprises will remain in the public sector but the private sector will also be allowed, where as in other sectors PSEs will be privatized.
 - To minimize wasteful administrative costs, the number of enterprises in strategic sectors will be between one and four, others will be privatized or merged or brought under holding companies.

LAST OF SEVEN STEPS – STATE GOVERNMENT AND RESOURCES

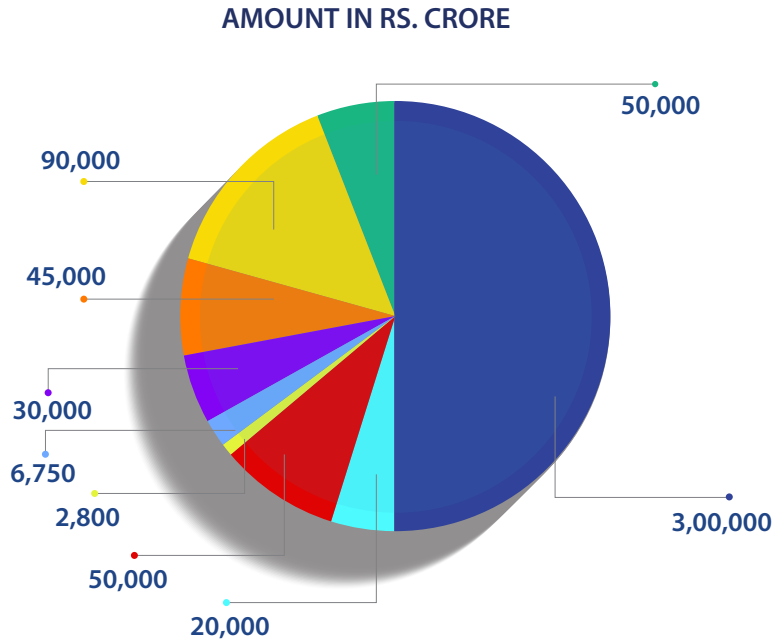
• BORROWING LIMIT INCREASED FOR THE STATE

- States are facing sharp decline in revenues.
- Therefore Centre has decided to increase borrowing limit of states from 3% to 5% for FY21. This will give extra resources of Rs 4.28 lakh crore to states.
- Part of the borrowing will be linked to specific reforms as follows



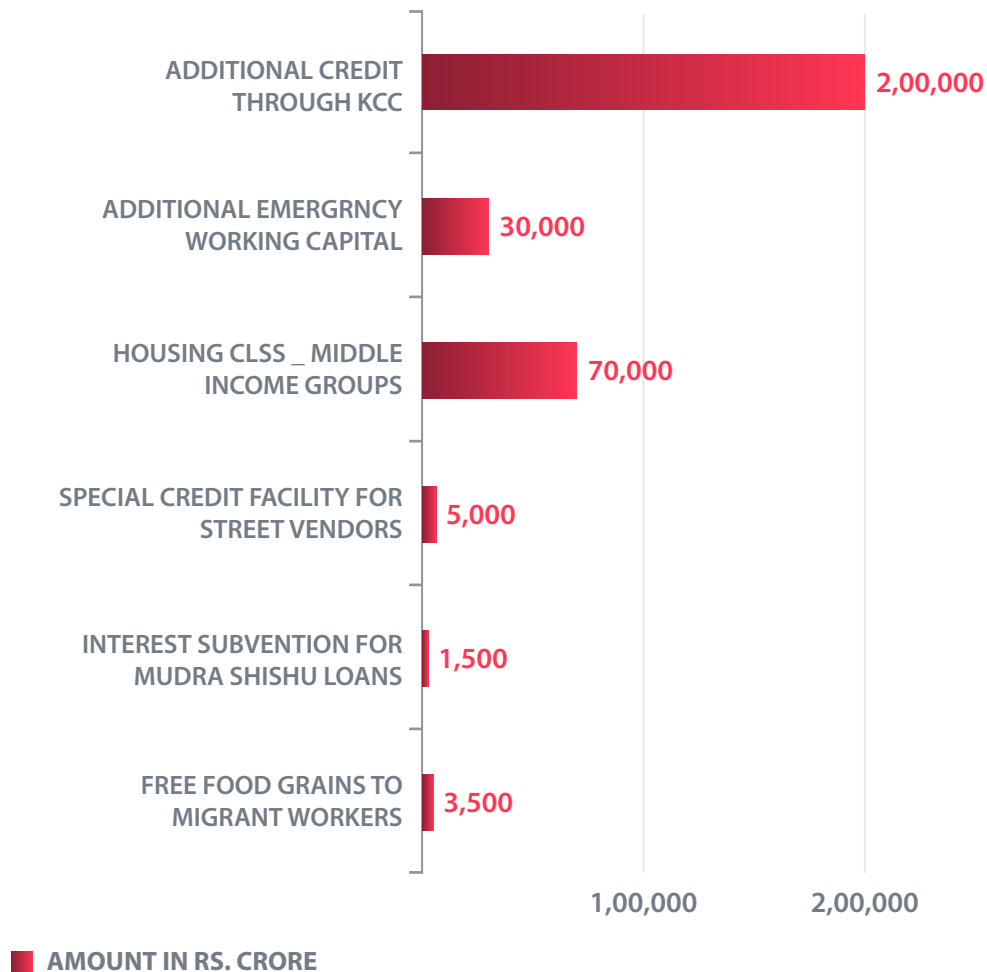
BREAK UP OF THE MEGA STIMULUS PACKAGE

STIMULUS ANNOUNCED IN TRANCHE 1



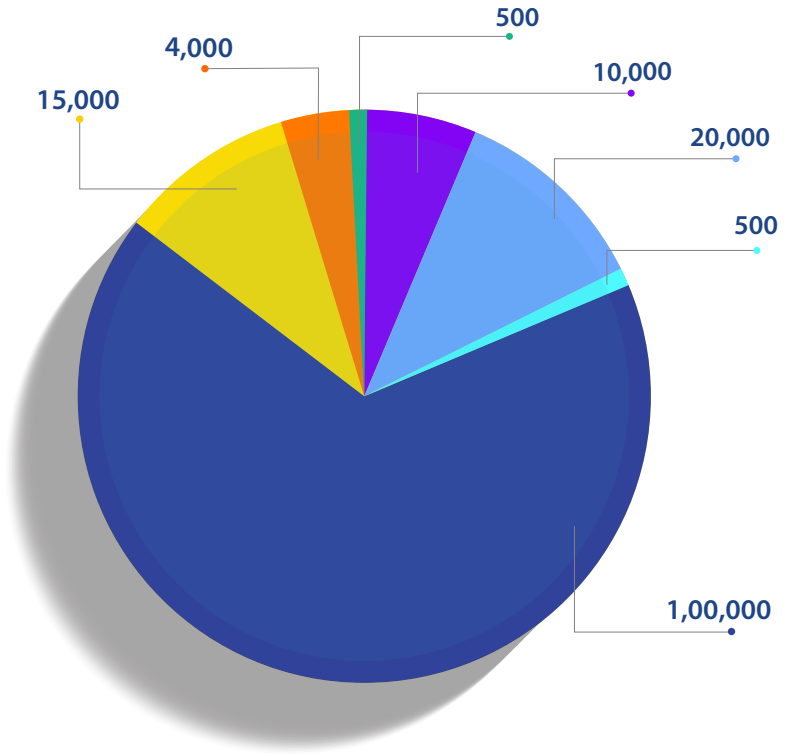
- Emergency W/c Facility for Business, including MSMEs
- Subordinate Debt for Stressed MSMEs ■ FoF for MSMEs ■ EPF Support
- Reduction in EPF rates ■ Special Liquidity Scheme for NBFCs/MIFS/HFC
- Partial credit Gurantee Scheme ■ Liquidity Injections for DISCOMs
- Reduction in TDS/TCS Rates

STIMULUS ANNOUNCED IN TRANCHE 2



STIMULUS ANNOUNCED IN TRANCHE 3

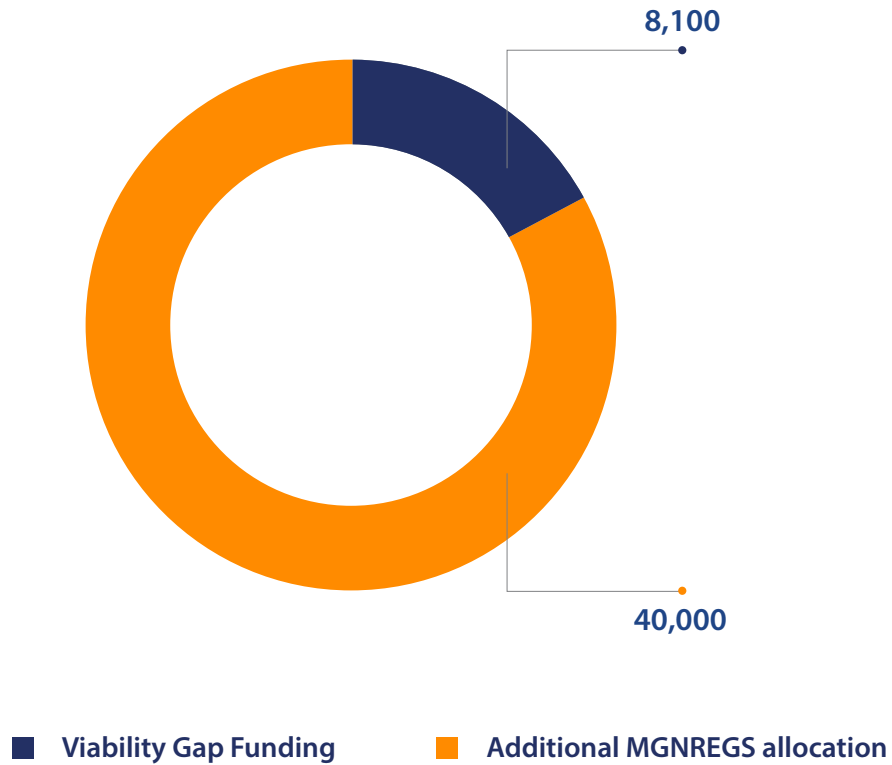
AMOUNT IN RS. CRORE



- Food Micro Enterprises
 Pradhan Mantri Matsya Yojana
 Operation Green
- Agri Infrastructure Fund
 Animal Husbandry
 Herbal cultivation
- Beekeeping Initiative

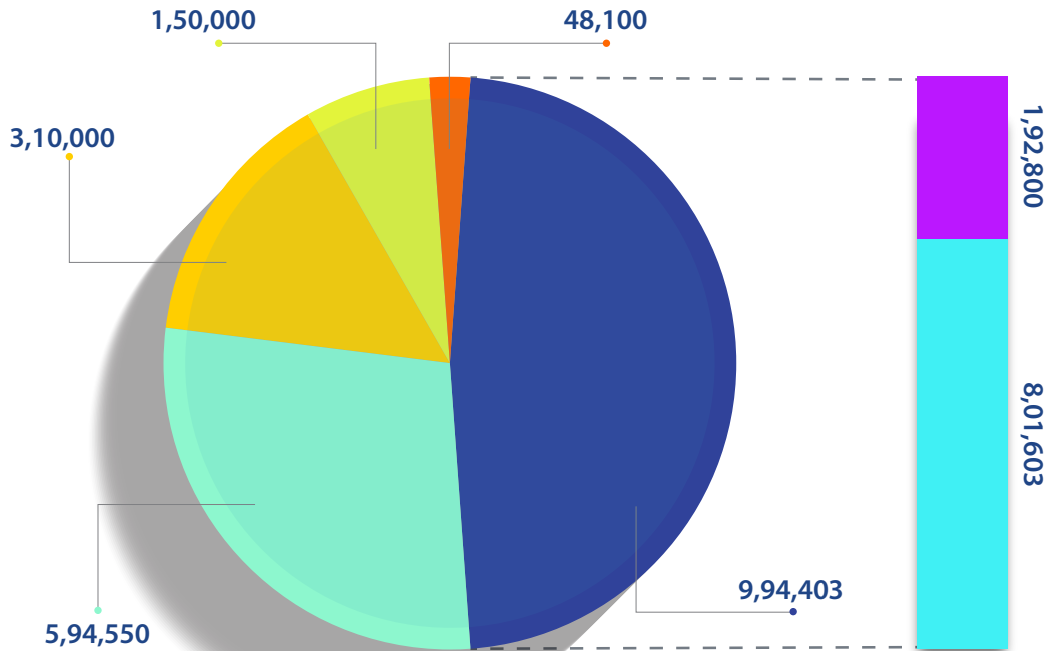
STIMULUS ANNOUNCED IN TRANCHE 4 AND 5

AMOUNT IN RS. CRORE



OVERALL STIMULUS PACKAGE SUMMARY

AMOUNT IN RS. CRORE



- Tranche 1
- Tranche 2
- Tranche 3
- Tranche 4 & 5
- Earlier Measures including PMGKP
- RBI Measures (Actual)



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