

11 PILLARS

of Multi pronged Strategy for Taxpayer friendly policies



**Ministry of Finance
Department of Revenue**

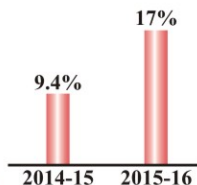


**Ministry of Finance
Department of Revenue**



**ACHIEVING TARGETS
REALISING DREAMS**

Growth in Total Tax Revenue



Taxation Policies Supporting Make in India



- Easier Clearances.
- Custom and CVD exemptions removed on most of the industries.
- Other duty changes made to promote domestic manufacturing.

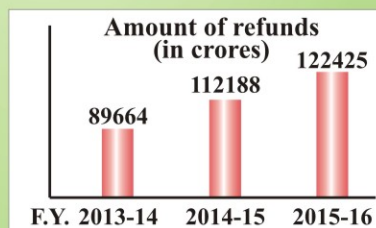
Boosting Growth & Employment

- Lowering Corporate tax rates to **25%** for new manufacturing companies.
- Tax benefits for **housing sector** to promote construction industry.
- **Royalty and fees for technical services** reduced from **25% to 10%**.
- Tax incentives for **Start-up India**.



Greater Use of Technology

- Technology for Expedious Disposal of Assessment and Refunds.
- In 2015-16, **94%** returns filed online, **4.14 crore** returns processed by CPC.



Reducing Litigation



- Increasing the threshold of monetary limit for filing appeals. This is expected to **reduce** pendency in Tribunals and Courts.
- **New Dispute Resolution Scheme, 2016** introduced.

Taxation Benefits for Small Taxpayers/Small Businesses/Professionals



- For the Small Taxpayers, limit of deduction u/s 80C of IT Act enhanced from **₹ 1 lakh** to **₹ 2 lakh p.a.** (₹ 50,000/- NPS).
- Presumptive taxation benefit extended to small businesses / professionals having turnover of **₹ 2 crores** and **₹ 50 lakh** per year respectively.

Steps taken for Curbing Black Money

- **Black Money Act, 2015** enacted with strict penalty provisions.
- **Special Investigation Team** constituted. Many **recommendations** of SIT implemented.
- **New Income Declaration Scheme, 2016** formulated for **domestic Black Money**.
- Enhanced enforcement measures have resulted in **un-earthing of tax evasion—₹ 50,000 crore** in Indirect taxes; **₹ 21,000 crore** Direct taxes. (prov.)
- **25%** increase in launching of **prosecution** cases.



Widening of Tax Net



- **Increase** in the number of **taxpayers**.

Accountability of Revenue Officers



- **33 officers/officials**, including **7 Group A officers**, have been prematurely retired for non-performance.
- **72 officers/officials** dismissed (including **6 Group 'A' officers**) dismissed in other departmental / disciplinary actions.

Steps for GST

- Preparations for implementation of GST are in progress.
- Bill awaiting Parliamentary nod.



India-Mauritius DTAA

- India-Mauritius signed the Protocol amending its DTAA.
- India now gets the **right to tax capital gains**, thus settling long pending issues of treaty abuse and round tripping of funds attributed to the India-Mauritius treaty.
- To **curb revenue loss, prevent double non-taxation**, streamline the flow of investment and stimulate the flow of **exchange of information** between India and Mauritius.
- To **improve transparency** in tax matters and help **curb tax evasion and tax avoidance**. Existing investments, i.e. investments made before 1.4.2017 have been grandfathered and will not be subject to capital gains taxation in India.

