

Economic Reforms & Policy:

- Fiscal deficit target of 4.4 percent of GDP in FY26
- The projected nominal GDP growth for FY26 at 10.1 percent
- Agriculture: Improving post-harvest storage and management, assuring remunerative prices to the farmers through launching 6-year mission
- MSMEs (Micro, Small, and Medium Enterprises): Raising the limits for MSME credit: a) credit availability with guarantee cover, b) credit cards for micro enterprises, c) Funds for first time startups, d) support labour intensive sectors, and e) actions to boost domestic production of toys, footwear, food processing, etc
- Reduction in customs duties, aimed at making Indian manufacturing more competitive
- Promoting Exports: Encouraging domestic manufacturing to enhancing India's trade balance
- Tax reforms: No tax for salaried class up to Rs 12 lakh income

Sector Transformations:

Agriculture:

The Government will launch a 6-year "Mission for Aatmanirbharta in Pulses," focusing on Tur, Urad, and Masoor. The government will invest ₹1,000crs in FY26 towards this scheme. A new urea plant with a 12.7 lakh metric ton annual capacity will be set up in Assam. **Impact** – UPL, Gujarat State Fertilizers & Chemicals, RCF, National Fertilizers, PI industries.

MSME:

The Government will enhance credit guarantee cover by increasing limits for Micro and Small Enterprises to ₹10crs, Startups to ₹20crs with a reduced 1% fee for key sectors, and well-run exporter MSMEs to ₹20crs in term loans, boosting access to credit. A new Fund of Funds for startups, with an additional ₹10,000crs contribution, will be set up, expanding on the existing AIFs that have already secured over ₹91,000crs in commitments, supported by a ₹10,000crs government contribution. **Impact:** SBFC Finace, AB Capital, M&M finance, L&T finance, SBI Card, Bajaj finance, Bajaj finserv

Footwear and Leather:

The scheme for the footwear and leather sectors aims to create 22 lakh jobs, drive a turnover of Rs 4 lakh crore, and boost exports beyond Rs 1.1 lakh crore. **Impact:** Relaxo footware, Bata India, Mirza International

Telecom & Infrastructure:

The government proposes to cut Basic Customs Duty (BCD) on Carrier Grade Ethernet switches to 10% to make it at par with Non-Carrier Grade ethernet switches. **Impact:** Genesys International, HFCL, Bharti Hexacom

Tourism and Hospitality:

Top 50 tourist destinations sites to be developed with the help of state governments. **Impact:** Thomas Cook (India), ITC Hotels, Lemontree, Indian Hotels, EIH Hotel, BLS International Services.

FMCG:

FMCG stocks are set to benefit as the no-income-tax limit up to ₹12 lakh boosts consumption. **Impact:** Dabur, HUL, ITC, Godrej Consumer Product, Nestle India, Varun Beverages, Britannia Industries, Procter & Gamble, Trent, Aditya Birla Fashion & Retail Ltd.

Sector Transformations:

Textiles:

The government announced a comprehensive five-year cotton productivity mission to boost India's textile sector in the Union Budget. **Impact:** KPR Mills, Ambika Cotton Mills, Arvind Ltd, Raymond, Welspun Living Ltd, Nitin Spinners Ltd.

Auto & Auto Ancillaries:

The government announced the National Manufacturing Mission to boost clean tech manufacturing, support domestic EV battery production, and exempt lithium-ion battery scrap from BCD. **Impact:** Maruti, M&M, Bajaj Auto, TVS Motor, Amara Raja Energy & Mobility, Exide Industries

Pharma & Healthcare:

Ayushman Bharat - Pradhan Mantri Jan Arogya Yojana (PMJAY) has been allocated ₹9406crs in the BE for 2026, reflecting a 23% increase from the RE for 2025. A total of 36 life-saving drugs, along with specified medicines under patient assistance programs by pharmaceutical companies, will now be fully exempt from customs duty. **Impact:** Biocon, Max Healthcare, Apollo Hospitals, Fortis, Global Healthcare Narayana Hrudayalaya Ltd.

Aviation:

The Modified Udaan Scheme aims to enhance regional connectivity by adding 120 new destinations. **Impact:** Indigo, GMR Airports, Adani Enterprises

Banking & Finance:

The PM SVANidhi scheme, benefiting over 68 lakh street vendors, will be revamped to offer enhanced loans, UPI-linked credit cards with ₹30,000 limit, and capacity-building support. The government has increased FDI in the insurance sector from 74% to 100%, enabling global insurance giants to enter, attract foreign investments, and heighten competition in the Indian market. **Impact:** SBI & Public sector banks

Educational & Skill Initiatives:

The Centre will establish an AI Centre of Excellence for education with a budget allocation of Rs 500 crore. The funding allocation for Samagra Shiksha has increased to ₹41250crs in the Budget Estimates (BE) for 2026, up from ₹37010crs. **Impact:** Zee Learn Ltd, Reliance, Bharti Airtel, Veranda Learning Solutions.

Shipbuilding:

The government has introduced a financial assistance scheme to support India's shipping industry, along with a Rs 25,000 crore maritime development fund. It will also promote shipbuilding clusters to boost the sector. **Impact:** Cochin Shipyard, Mazagon Dock Shipbuilders, Garden Reach Shipbuilders & Engineers, Gujarat Pipava Port Ltd, Adani Ports Ltd, GE Shipping.

E-commerce Sector:

Social Security for Online Platform Workers: Gig workers will receive identity cards, registration on the e-Shram portal, and healthcare under PM Jan Arogya Yojana, benefiting nearly 1 crore workers. **Impact:** Zomato, Swiggy.

Sector Transformations:

Power:

Incentivize distribution reforms and augmentation of intra-state transmission. Additional borrowing of 0.5 % of GSDP to states, contingent on these reforms. The clean tech manufacturing mission will support domestic manufacturing of solar PV cells, EV batteries, wind turbines, electrolyzers, and grid-scale batteries for a climate-friendly economy: **Impact:** **NTPC Green, Power Grid, Tata power.**

Fisheries:

The government will introduce a framework to support sustainable growth in the fisheries sector within the Exclusive Economic Zone and High Seas with special focus on Andaman & Nicobar and Lakshadweep Islands. **Impact:** **Godrej Agrovet, Apex Frozen Foods, Avanti Feeds, Coastal Corporation.**

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