

Budget Beneficiaries

Sector	Hits (↑) / Misses (↓)
Consumer goods & Discretionary (↑)	
No change in tax rate on cigarettes	(↑) ITC and other cigarette companies
Boost to consumer sentiments via focus on rural development and changes in personal income tax rates and limits	(↑) Hindustan Unilever, Dabur India, Emami, ABFRL, Trent, Jubilant Foodworks, Devyani International
Five-year mission to facilitate improvements in productivity and sustainability of cotton farming	(↑) KPR Mills, Welspun Living, S.P. Apparels, Himatsingka Seide
Focused scheme for the footwear and leather sectors	(↑) Relaxo Footwear, Bata India, Campus Activewear, Liberty Shoes
Insurance (↓)	
Government has proposed to exempt income tax on income up to Rs. 12.75 lakh under new tax regime. The new tax regime has no exemption for insurance premium. If more people opt for new tax regime given the higher exemption limit, then it could negatively impact sale of Insurance for tax saving. Quantum is not large as around 2-5% of the total premium only comes for tax benefit under Section 80 C.	(↓) Life Insurance companies – HDFC Life, SBI Life, ICICI Prudential Life, LIC, Max Life
FDI limit for the insurance sector will be raised from 74-100%.	(↓) Insurance companies
Building Materials (↑)	
Jal Jeevan Mission extended till 2028 to provide tap water connections to rural households in which 80% of households covered till now.	(↑) Supreme Industries, Astral, Hi-tech pipes, APL Apollo
Infrastructure (↓)	
Revised capital investment budget estimates for FY25 of Rs 10.18 lakh crore lower than earlier BE of Rs. 11.11 lakh crore presenting an 8% shortfall. Budget capex for FY26 is estimated at Rs 11.21 lakh crore an increase of 10% from the revised BE of Rs 10.18 lakh crore for FY25. But the capex announced for FY26 is barely 1% higher than FY25 BE and lower than what street was expecting.	(↓) L&T and other cap goods companies
Shipbuilding: Govt will setup maritime development fund of Rs 25,000 crore	(↑) Mazagaon Dock, Garden Reach Ship Builders, Cochin Ship yard and other companies in shipping industry
Outlay for MoRTH was maintained at Rs. 2.72 lakh crore, almost the same as last year, which is negative. NHAI's allocation was Rs. 1.87 lakh crore, a growth of 10% y-o-y.	(↓) PNC Infratech, KNR Construction among others
Real Estate (↑)	
Tax Benefit on Self-Occupied Properties: Homeowners can now claim two self-occupied properties as tax-free, reducing tax burdens and encouraging real estate investment.	(↑) DLF, Macrotech, Oberoi realty, Sunteck Realty, Mahindra Lifespace Developers, Arvind Smartspaces, Puravankara
Healthcare (↑)	
The allocation for the sector has increased to Rs. 98,311 crore, a growth of 10% y-o-y. Also, Additionally, Rs. 2,445 crore has been earmarked for the Production-Linked Incentive (PLI) scheme aimed at boosting the pharmaceutical industry.	(↑) Positive for pharma companies and hospitals

Budget Beneficiaries

Sector	Hits (↑) / Misses (↓)
Capital goods (↓)	
The infrastructure capex of Rs 11.21 lakh crore is higher by 10% to RE of FY25 but broadly remains the same as FY25BE and is lower to what street was expecting.	(↓) L&T, ABB India, Cummins India and other capital goods companies
The Budget was earmarked at Rs 6.81 lakh crore presenting a 9.55% increase from Rs 6.22 lakh crore. A substantial chunk of the budget — Rs 3.11 lakh crore — has been allocated for revenue expenditure, up from Rs 2.83 lakh crore in 2024–25. Rise in allocation reinforces India’s commitment to keeping its armed forces battle ready for any possible threats.	(↑) L&T, HAL, Bharat Electronics, Bharat Forge, Jupiter Wagons
Capital Outlay for modernisation: The capital outlay is set at Rs 1.8 lakh crore vs last year Rs 1.72 lakh crore. The funding is crucial for modernisation of the armed forces.	
Railways capital outlay remains unchanged at Rs 2.52 lakh crore keeping the growth outlook intact.	(↓) RVNL, Railtel, Jupiter Wagons, Titagarh Wagons, etc
No BCD (earlier 2.5%) for imports of parts of PCBA, camera module, connectors and raw material for manufacturing wired headset, USB cable, finger print sensor of mobile phones.	(↑) Dixon Technologies, Amber Technologies
No BCD (earlier 2.5%) Imports of Specified inputs/parts (chip on film, PCBA, glass board / substrate cell) for use in manufacture of open cells of TV panels of LED/ LCD TV.	
Power (↑)	
Incentivise distribution reforms and augmentation of intra-state transmission	(↑) CESC, Powergrid
Nuclear energy mission with a goal to reach atleast 100 GW of nuclear energy by 2047. Outlay of Rs. 20,000 crore for R&D of small modular reactors	(↑) NTPC, L&T, BHEL, HCC and power industry companies
Aim to create ecosystem for solar cells, electrolysers, EV batteries.	(↑) Waaree Energies, Premier Energies, etc.
Agri, fertilisers and chemicals (↑)	
Pradhan Mantri Dhan Dhanya Krishi Yojna in partnership with states Program to cover 100 districts with below-average productivity	(↑) Chambal, Deepak Fertilizers
National Mission on High Yielding Seeds to propagate seeds with a high yield	(↑) Kaveri Seeds
Education (↑)	
Government will set up five National Centres of Excellence for skilling	(↑) Teamlease , Qess Corp, NIIT Ltd
IT (↑)	
National Geospatial Mission announced to modernise land records.	(↑) C.E. Info Systems
Social Security Scheme for Welfare of Online Platform Workers	(↑) Zomato, Swiggy
Street vendors to get Rs 30,000 limit credit card under PM SVANidhi scheme	(↑) Paytm, One MobiKwik
Govt to rollout revamped central KYC registry in 2025 for better data privacy	(↑) Protean e Gov Technologies
Travel & Tourism (↑)	
Develop Top 50 Tourist sites in partnership with states. Modified Udaan Schemed to connect 120 new destinations	(↑) Indian Hotels Company, Lemon Tree Hotels, Thomas Cook India, Ease my trip, Interglobe Aviation

Source: Budget documents, Mirae Asset Sharekhan Research

DISCLAIMER

This information/document has been prepared by Sharekhan Ltd. (SHAREKHAN) and is intended for use only by the person or entity to which it is addressed to. This Document may contain confidential and/or privileged material and is not for any type of circulation and any review, retransmission, or any other use is strictly prohibited. This information/ document is subject to changes without prior notice.

Recommendation in reports based on technical and derivatives analysis is based on studying charts of a stock's price movement, trading volume, outstanding positions, as opposed to focusing on a company's fundamentals and as such, may not match with a report on a company's fundamentals. However, this would only apply for information/document focused on technical and derivatives research and shall not apply to reports/documents/information focused on fundamental research.

This information/document does not constitute an offer to sell or solicitation for the purchase or sale of any financial instrument or as an official confirmation of any transaction. Though disseminated to all customers who are due to receive the same, not all customers may receive this report at the same time. SHAREKHAN will not treat recipients as customers by virtue of their receiving this information/report.

The information contained herein is obtained from publicly available data or other sources believed to be reliable and SHAREKHAN has not independently verified the accuracy and completeness of the said data and hence it should not be relied upon as such. While we would endeavour to update the information herein on reasonable basis, SHAREKHAN, its subsidiaries and associated companies, their directors and employees ("SHAREKHAN and affiliates") are under no obligation to update or keep the information current. Also, there may be regulatory, compliance, or other reasons that may prevent SHAREKHAN and affiliates from doing so. This document is prepared for assistance only and is not intended to be and must not alone be taken as the basis for an investment decision. Recipients of this report should also be aware that past performance is not necessarily a guide to future performance and value of investments can go down as well. The user assumes the entire risk of any use made of this information. Each recipient of this document should make such investigations as it deems necessary to arrive at an independent evaluation of an investment in the securities of companies referred to in this document (including the merits and risks involved) and should consult its own advisors to determine the merits and risks of such an investment. The investment discussed or views expressed may not be suitable for all investors. We do not undertake to advise you as to any change of our views. Affiliates of Sharekhan may have issued other recommendations/reports that are inconsistent with and reach different conclusions from the information presented in this recommendations/report.

This information/recommendation/report is not directed or intended for distribution to, or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction, where such distribution, publication, availability or use would be contrary to law, regulation or which would subject SHAREKHAN and affiliates to any registration or licensing requirement within such jurisdiction. The securities described herein may or may not be eligible for sale in all jurisdictions or to certain category of investors. Persons in whose possession this document may come are required to inform themselves of and to observe such restriction.

The analyst certifies that the analyst might have dealt or traded directly or indirectly in securities of the company and that all the views expressed in this document accurately reflect his or her personal views about the subject company or companies and its or their securities and do not necessarily reflect those of SHAREKHAN. The analyst and SHAREKHAN further certifies that either he or his relatives or Sharekhan associates might have direct or indirect financial interest or might have actual or beneficial ownership of 1% or more in the securities of the company at the end of the month immediately preceding the date of publication of the research report. The analyst and SHAREKHAN encourages independence in research report/ material preparation and strives to minimize conflict in preparation of research report. The analyst and SHAREKHAN does not have any material conflict of interest or has not served as officer, director or employee or engaged in market making activity of the company. The analyst and SHAREKHAN has not been a part of the team which has managed or co-managed the public offerings of the company, and no part of the analyst's compensation was, is or will be, directly or indirectly related to specific recommendations or views expressed in this document. Sharekhan Ltd or its associates or analysts have not received any compensation for investment banking, merchant banking, brokerage services or any compensation or other benefits from the subject company or from third party in the past twelve months in connection with the research report.

Either SHAREKHAN or its affiliates or its directors or employees / representatives / clients or their relatives may have position(s), make market, act as principal or engage in transactions of purchase or sell of securities, from time to time or may be materially interested in any of the securities or related securities referred to in this report and they may have used the information set forth herein before publication. SHAREKHAN may from time to time solicit from, or perform investment banking, or other services for, any company mentioned herein. Without limiting any of the foregoing, in no event shall SHAREKHAN, any of its affiliates or any third party involved in, or related to, computing or compiling the information have any liability for any damages of any kind.

Forward-looking statements (if any) are provided to allow potential investors the opportunity to understand management's beliefs and opinions in respect of the future so that they may use such beliefs and opinions as one factor in evaluating an investment. These statements are not a guarantee of future performance and undue reliance should not be placed on them. Such forward-looking statements necessarily involve known and unknown risks and uncertainties, which may cause actual performance and financial results in future periods to differ materially from any projections of future performance or result expressed or implied by such forward-looking statements. Sharekhan/its affiliates undertakes no obligation to update forward-looking statements if circumstances or management's estimates or opinions should change except as required by applicable securities laws. The reader/investors are cautioned not to place undue reliance on forward-looking statements and use their independent judgement before taking any investment decision.

Investment in securities market are subject to market risks, read all the related documents carefully before investing. The securities quoted are for illustration only and are not recommendatory. Registration granted by SEBI, and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors.

Client should read the Risk Disclosure Document issued by SEBI & relevant exchanges and the T&C on www.sharekhan.com

Registration and Contact Details: Name of Research Analyst - Sharekhan Limited, Research Analyst Regn No.: INH000006183. CIN: - U99999MH1995PLC087498.

Registered Office: The Ruby, 18th Floor, 29 Senapati Bapat Marg, Dadar (West), Mumbai – 400 028, Maharashtra, INDIA. Tel: 022-6115000.

Correspondence/Administrative Office Address - Gigaplex IT Park, Unit No 1001, 10th Floor, Building No.9, TTC Industrial Area, Digha, Airoli-West, Navi Mumbai – 400708. Tel: 022 61169000 / 61150000, Fax No. 61169699.

Other registrations of Sharekhan Ltd.: SEBI Regn. Nos.: BSE / NSE (CASH / F&O / CD) / MCX - Commodity: INZ000171337; BSE – 748, NSE – 10733, MCX – 56125, DP: NSDL/CDSL-IN-DP-365-2018; PMS: INP000005786; Mutual Fund: ARN 20669 (date of initial registration: 03/07/2004, and valid till 02/07/2026); IRDAI Registered Corporate Agent (Composite) License No. CA0950, valid till June 13, 2027.

Compliance Officer: Ms. Binkle R. Oza; Tel: 022-62263303; email id: complianceofficer@sharekhan.com

For any complaints/grievance, email us at igc@sharekhan.com or you may even call Customer Service desk on - 022- 41523200/022-69920600.