



Knowing you.

BUDGET AT A GLANCE 2022

Correspondent Firm of
Grant Thornton International Limited



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State Sector



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Government Expenditure

(fuel, telephone, etc)

to be reduced



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State Sector



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MPs will be entitled to pensions only after 10 years



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State Sector

New salary structure for state employees

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State Sector



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Government retirement age to be increased upto 65 years



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State Sector

KPIs

to be introduced in
state sector



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State Sector



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New scheme for selection of state subsidy recipients

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State Sector



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Rs.500 Mn for digitalization of state sector



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Social Welfare

Co-operative sector
to be
restructured



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Social Welfare

Senior citizen social security fund to be established



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Social Welfare



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New Pension system to be introduced for Senior citizens



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Social Welfare



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New Act to be introduced for citizen with special needs



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Social Welfare



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Foreign employees skill upgradation programme to be introduced



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Social Welfare



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Rs.30,000 Mn
to remove teachers'
salary anomalies



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Social Welfare

Rs. 15,000 Mn
for provision of
drinking water

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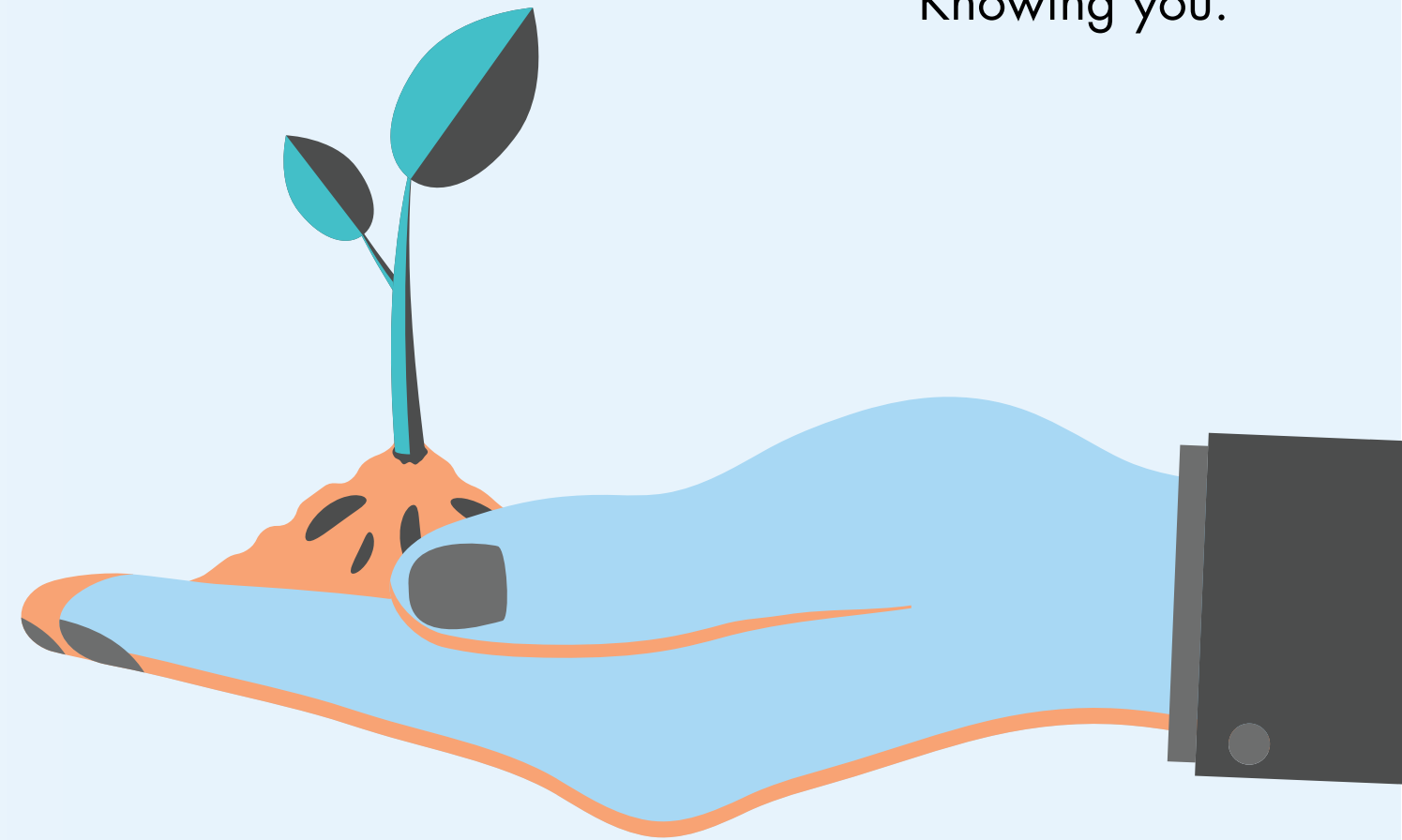
Plantation

Rs 10,000 Mn
for replanting,
new planting in
plantation sector

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Plantation



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New rules for utilisation of Plantation Company Lands

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Agriculture

Promote Value Added Agriculture Products



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Agriculture



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Programs to develop Organic fertilizer production



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Fisheries



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Rs 1000 Mn
for fisheries sector

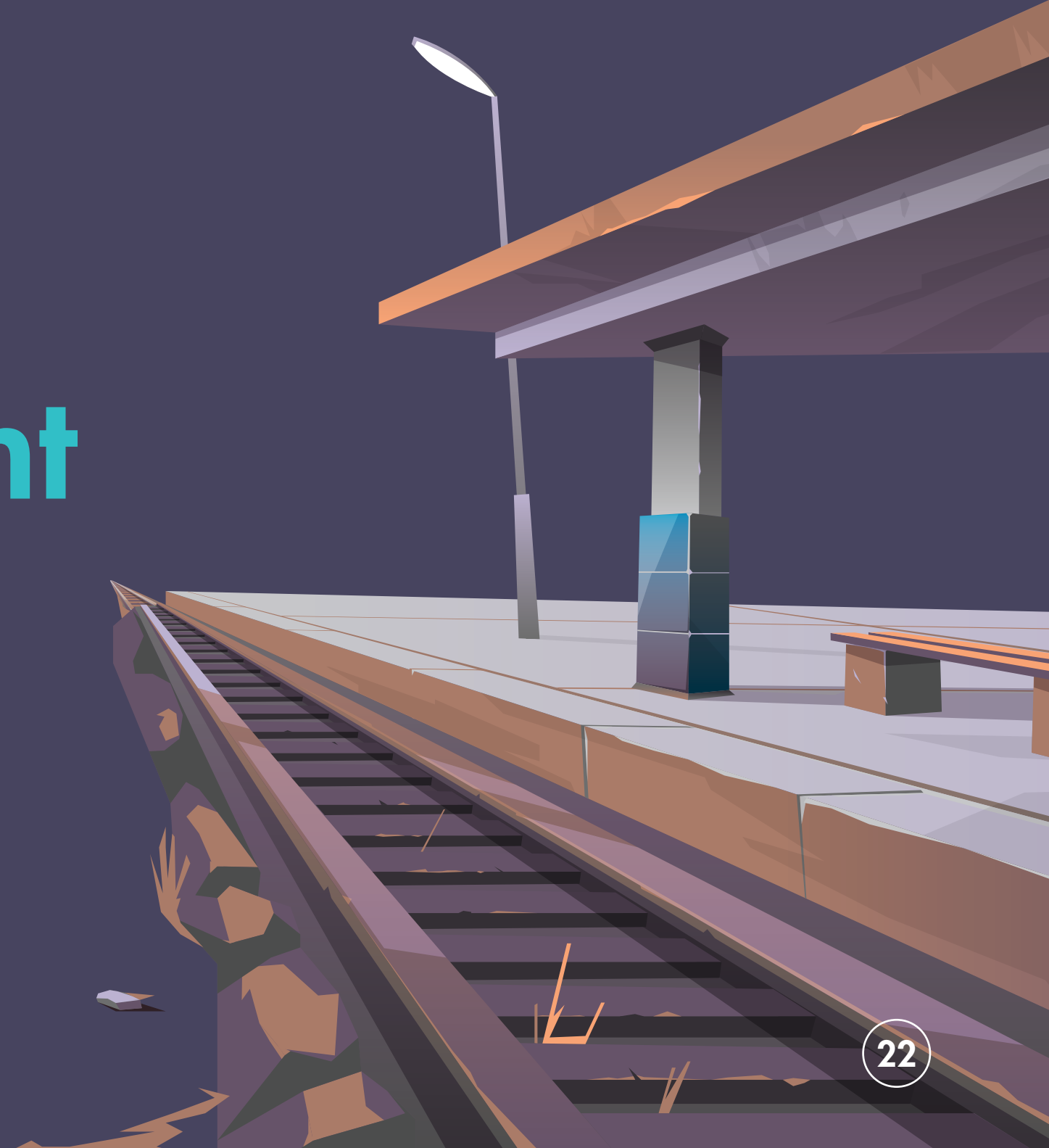


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Infrastructure

Railway department lands for mixed developments

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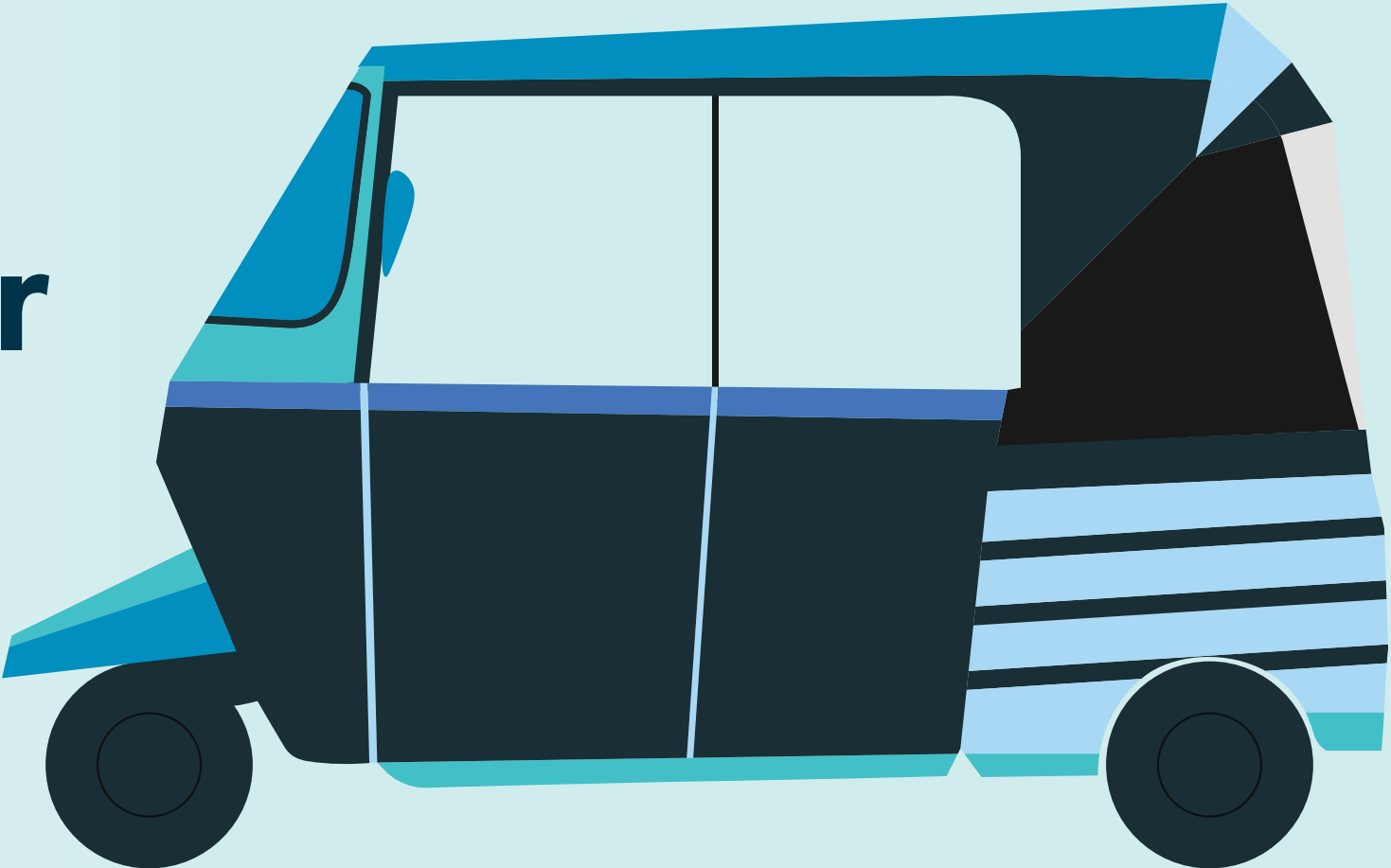


Transportation



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Three wheelers
to be registered under
a new regulatory
authority



Imports & Exports



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Export rules to be relaxed



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Imports & Exports

Single window
system for

imports & exports



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Apparel



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Handlooms & Batik Industry

Rs 1000 Mn

allocation

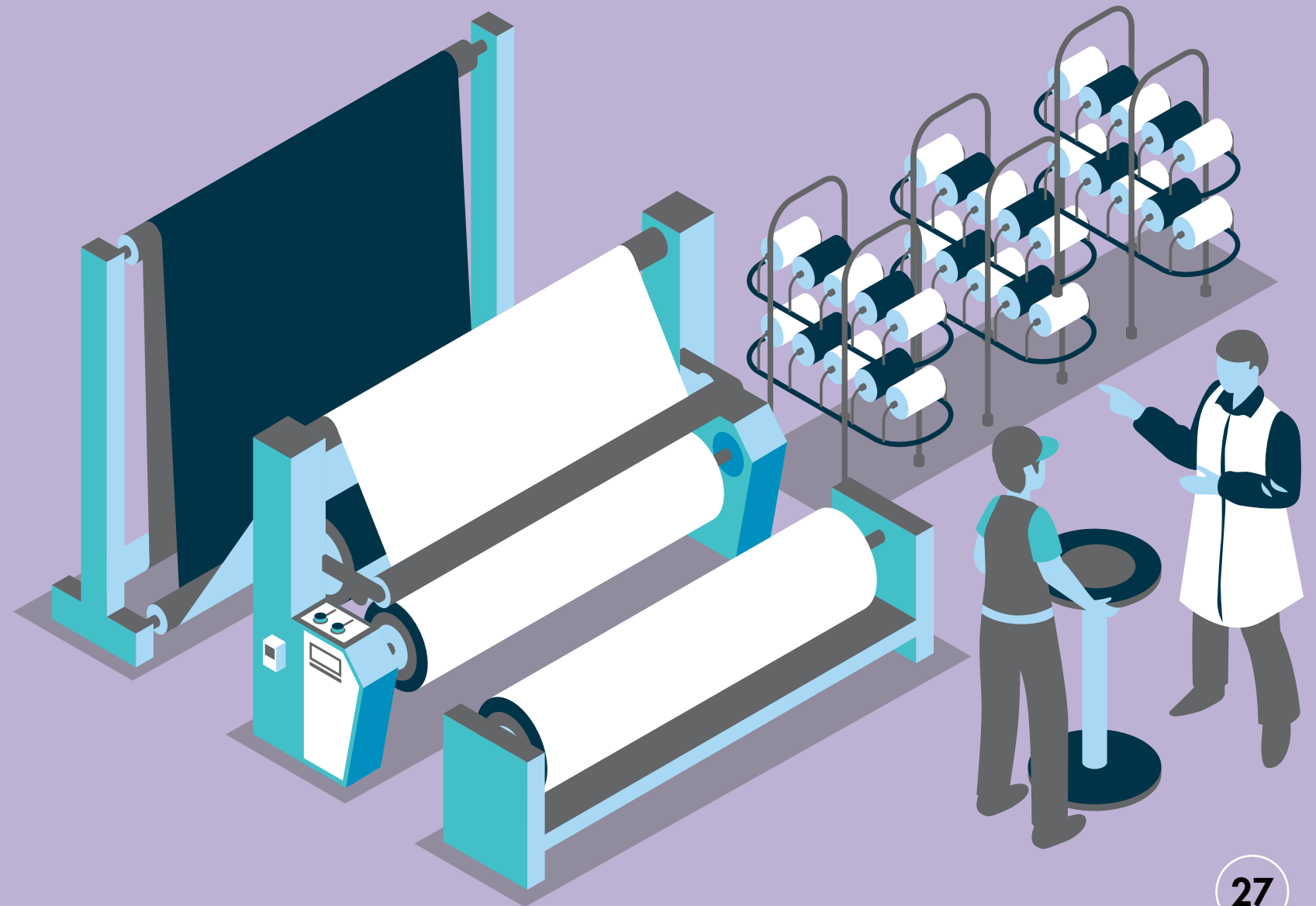


Apparel



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Fabric Production to be promoted



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Regenerative energy equipment & industry to be promoted



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Entrepreneurship



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Start-up
businesses can
be registered
free of charge



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SME Development



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Rs. 15,000 Mn
for women led home
shops



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Industrial



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Rs. 5000 Mn
for promotion of organic
fertilizer, fabric production,
sport products, rubber
based products etc.



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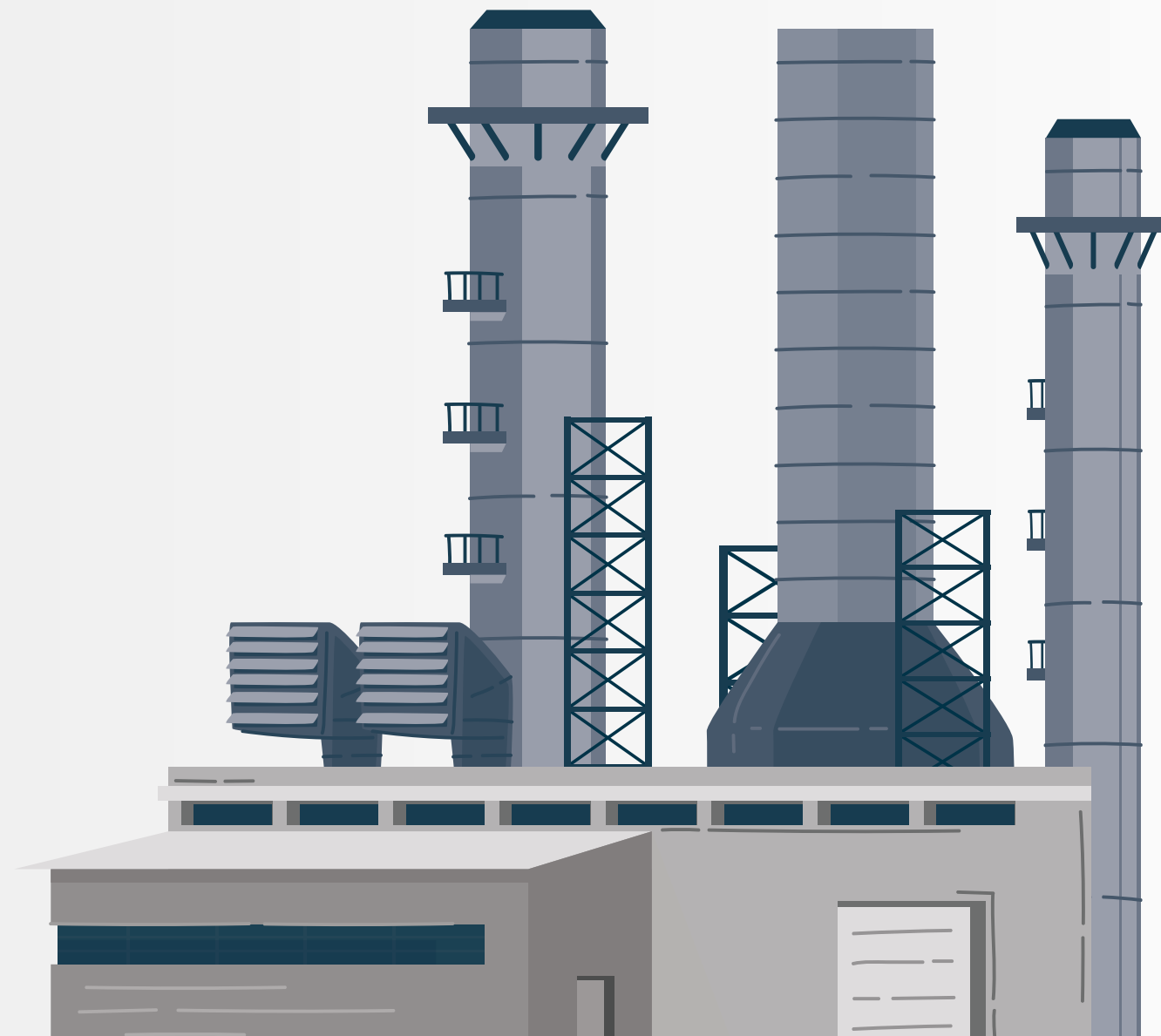
Industrial

Rs.5000 Mn
for industrial facilities
to be established
outside western
province

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Economic

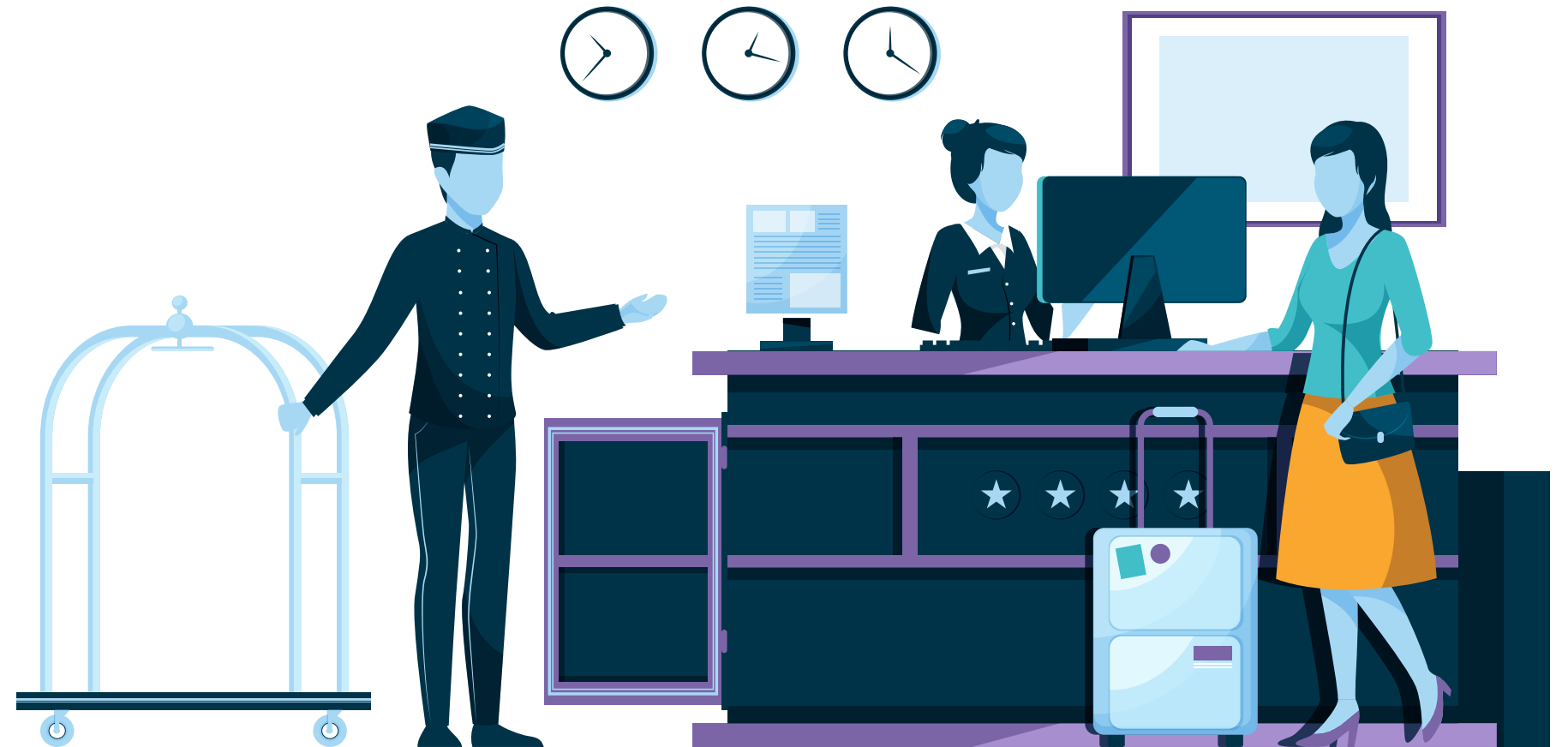
**Sri Lanka's
geographical location
to be utilized for
economic development**

Tourism



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Promote wellness & event tourism



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Healthcare



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New scheme to promote

Aurvedha



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Education

All schools to be connected via fiber-optics network



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Dairy



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Rs 1000 Mn

for promotion of
**Dairy production
Industry**



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Samurdhi Bank



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Restructuring of Samurdhi Bank



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Investment Promotion

Relaxation of conditions for Foreign Investments

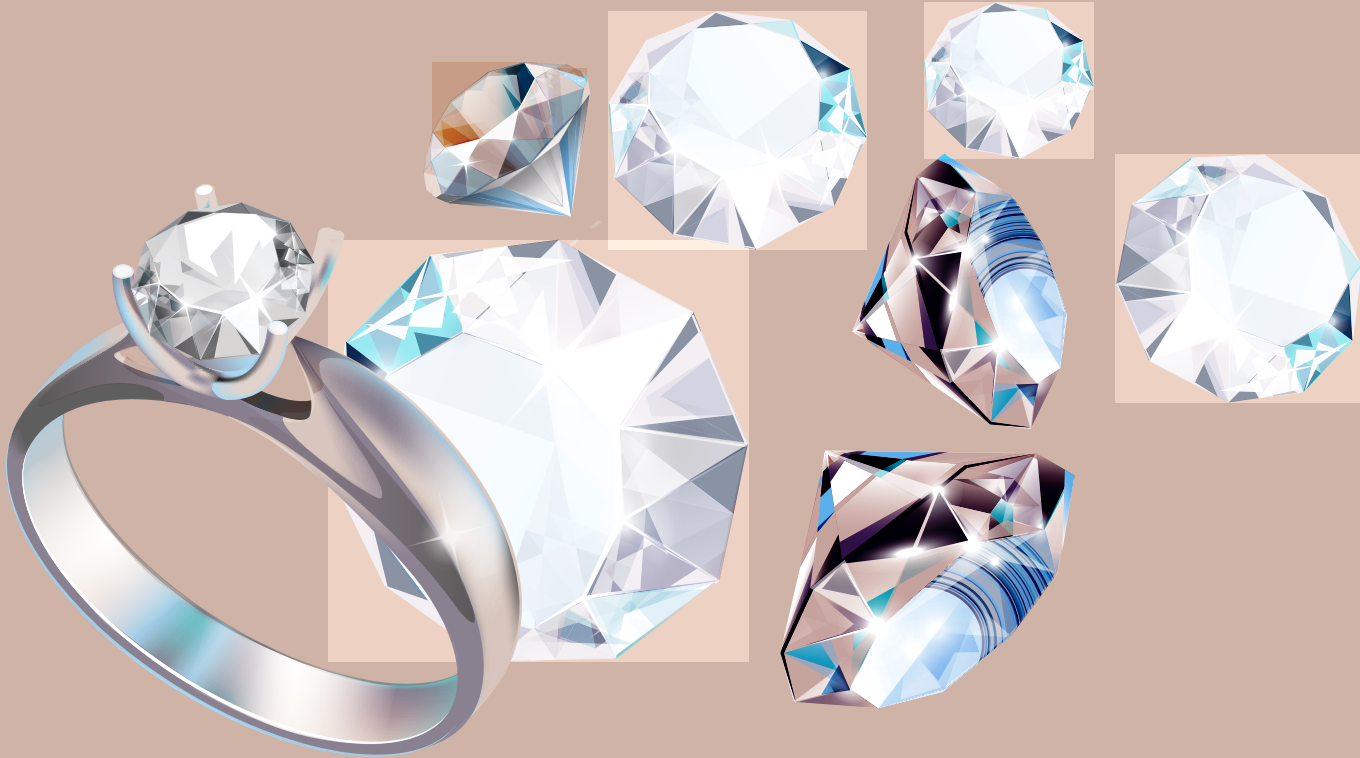


Gem & Jewellery



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**Gem & Jewellery
industry
to be promoted & country
to be promoted as a hub
for Gem & Jewellery**



New Tax



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Tax surcharge of
25%
if taxable income
more than
LKR 2Bn of the Y/A 20/21



New Tax

Social security
contribution of
2.5%
on the liable turnover
over **Rs 120 Mn**
w.e.f 01/04/2022



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Tax Administration

Tax administration will be streamlined by introduction of new laws

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Financial Services VAT



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Bank & Financial Institution

FS VAT to be increased from

15% to **18%**

from 01/01/2022 to
31/12/2022

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Tax Structure



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Consolidated large tax payer unit will be introduced



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Covid Concessions



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Rs 5,000 Mn
for micro businesses

Rs 400 Mn
for school buses operators
& school vans

Rs 700 Mn
for Three wheel
drivers

Rs 1,500 Mn
million for private
bus owners



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1st & 2nd Floors, Advantage Building
74A, Dharmapala Mawatha, Colombo 07, Lanka.
T +94 112323571 – 3 F +94 112433388



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