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SC issues notice to govt. on pleas against Act to penalise triple talaq



Asia-Pacific Group puts Pak. on 'blacklist' for no curbs on terror funds



China to impose new tariffs on \$75 billion of U.S. imports

Sai Praneeth, Sindhu in World badminton semifinals

1 or reissued with the unique

with the tax officials at va-

rious locations in the coun-

try and told them that our

tax collection targets are

realistic and that there is no

need for overreach," Ms.

Repo rate-linked loans

The Finance Minister did not

restrict her efforts to boost

the economy to just the priv-

ate sector. In what should be

welcomed by borrowers

across the board, including

those looking for home and

auto loans, she announced

that public sector banks have

decided to increase their re-

po rate-linked loan offerings.

linked loan products will ef-

fectively take the banks out

What should also cheer

prospective homeowners is

that the government has an-

nounced an additional

₹20,000 crore of liquidity to

the housing finance compa-

nies, over and above the

MORE REPORTS ON ▶ PAGES 15, 16

SENTIMENT BOOSTER ▶ EDITORIAL

crore

₹10,000

announced.

CONTINUED ON ▶ PAGE 12

of the rate-setting process.

A major complaint among

Sitharaman said

"I have also held meetings

page 20



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New body for

infra projects

The Centre proposes to set

up a development financial

institution to meet the

infrastructure financing

needs, Finance Minister

Nirmala Sitharaman said,

to long-term finance, it is

proposed to establish an

organisation to provide

credit enhancement for

infrastructure and housing

projects, particularly in the

context of India not having a

development bank..." The

a couple of days. ▶ PAGE 15

name would be disclosed in

"In order to improve access

Commercial vehicles sans RFID tag to face penalty

Starting midnight on Friday, commercial vehicles entering Delhi will have to mandatorily bear radiofrequency identification tags to get through toll plazas at 13 border points in the city. Those failing to do so will face strict penalties. **CITY** ▶ PAGE 4

DDA may launch e-auction of plots

The Delhi Development Authority is likely to launch a scheme for e-auctioning of vacant plots for group housing projects in the Capital in the first week of September, officials of the urban body said. In a meeting held on August 13, the proposal to dispose residential plots for group housing projects was approved CITY ▶ PAGE 2

Akhilesh dissolves all SP units in U.P.

Attempting a course correction in the party after its Lok Sabha poll debacle. Samajwadi Party president Akhilesh Yadav on Friday dissolved all its units in U.P., including the State executive and district and youth wings, sources said.

NEWS ▶ PAGE 12

Govt. responds to downturn with steps to boost growth

Portfolio Investors withdrawn

to those earning over ₹2 crore a year treated as criminal offences

■ Controversial surcharge on Foreign
■ But increased surcharge will apply
■ Violations of CSR rules will not be
■ Govt. will front-load ₹70,000 crore of capital infusion in public banks

SPECIAL CORRESPONDENT

The government on Friday came out on the front foot to try to boost private sector sentiments, with Finance Minister Nirmala Sitharaman announcing a slew of measures to reduce the burden on the sector, including withdrawing the controversial surcharge on Foreign Portfolio Investors (FPIs) and reiterating the Prime Minister's statement that the government "respects all wealth creators".

Ms. Sitharaman told a press conference that the go vernment would not treat corporate social responsibility violations as criminal offences, as it had earlier said.

"In order to encourage investment in the capital market, it has been decided to withdraw the enhanced surcharge levied by the Finance (No 2) Act, 2019, on long- and short-term capital gains arising from the transfer of equity shares," the Minister announced. "In other words, the enhanced surcharge on FPIs goes and the pre-Budget position is restored."

She, however, clarified that the increased surcharge announced in the Budget would still apply to high networth individuals earning more than ₹2 crore a year. This, she said, would be the case till India's 75th Independence Day, when the deci-

When push comes to shove

Finance Minister Nirmala Sitharaman announced some measures to boost economic growth and promised that there is more to come. Two more press conferences are to be held, one of which will be next week. Here are some highlights:

- Increased surcharge on FPIs scrapped
- CSR violations not to be treated as criminal offences
- Public sector bank infusion of ₹70,000 crore to be released upfront, in one go
- Banks agree to issue more repo-linked loan products
- to benefit borrowers Additional ₹20,000 crore liquidity for housing finance companies, which
- will also benefit borrowers Govt. to purchase cars to
- boost auto demand; higher registration fees put off Delayed payments by
- PSUs to be expedited Angel tax withdrawn for registered startups
- To provide protection single definition
- making by bankers to Issue of IT orders. notices, etc. through a Pending GST refunds centralised system to to MSMEs to be paid cut harassment

boost lending

within 30 days

Amendment to MSME

Act to move towards

- To set up dedicated cell to address problems of start-ups
- To set up an entity
- for infrastructure and housing projects Task force to finalise pipeline of infrastruc-

Nirmala Sitharaman and her deputy Anurag Thakur, left. in New Delhi on Friday.

SANDEEP SAXEN

- ture projects
- More action on development of Credit
- Default Swap markets soor
- Simplification of KYC procedure to improve
- foreign investors Announcement on

Loan EMIs end-consumers has been that the Reserve Bank of Inmay get lower dia's repo rate cuts have not been transmitted onwards by the banks. Repo rate-Equated monthly

instalments (EMIs) on home and auto loans are set to become lower as banks will link such rates for fresh loans to the RBI's repo rate. Union Bank of India, which has announced the linking of home and auto loan rates to the repo rate, said the repo-linked rates would be cheaper than the existing interest rates linked to the marginal cost of fund-based lending rate. Term loans will also be linked to external benchmarks. ▶ PAGE 15

sion would be reviewed. In keeping with the overall push to allay private sector concerns, the Minister also stressed that the government was in favour of penalties rather than prosecution. This would extend to violations of the CSR rules, which it had earlier said could attract a jail term of up to three years along with a fine. The decision had spooked India Inc. and the roll-back should come as a relief.

The government also decided to front-load the ₹70,000 crore of capital infusion in public sector banks that was announced in the Budget, a move that is further aimed at increasing private investment by facilitating greater credit disbursal by the banks. According to the government, this ₹70,000 crore will lead to about ₹5 lakh crore of fresh liquidity that can be loaned out. In what amounts to a

announced that the government had rescinded its ban on the purchase of new vehicles by its departments to replace old ones. Vehicles bought till March 31, 2020, will also be eligible for an additional 15% depreciation. The proposal to enhance registration fees for new vehicles will be kept on hold till June 2020.

The government has also

short-term bailout of the au-

to industry, Ms. Sitharaman

significantly reined in the discretionary powers of the tax authorities. Ms. Sitharaman announced that from October 1, all notices and summons by the Income Tax Department would be generated by a centralised computer and would carry a unique

Any notices not carrying these codes would be considered invalid, and all pending notices would either have to be disposed of by October

Chidambaram gets SC relief in ED case

Protection from arrest till Aug. 26

KRISHNADAS RAJAGOPAL

Γhe Supreme Court on Friday protected former Union Finance Minister P. Chidambaram from arrest by the Enforcement Directorate (ED) till August 26, the next date of hearing.

The ED is investigating the charges of money laundering against him in connection with the INX Media

"He already had the benefit of interim bail in the ED matter. He was also questioned in this case. He will continue to get protection," Justice R. Banumathi, leading a Bench comprising Justice A.S. Bopanna, observed.

The interim protection was granted, despite repeated exhortations from Solicitor General Tushar Mehta to the Bench that "Your Lordships' conscience should be satisfied before giving him any protection." Mr. Mehta even voiced

the apprehension that the interim relief would be "misused" in the remand proceedings due on Monday in the CBI court against Mr. Chidambaram.

The court refused to take a sealed envelope proffered by Mr. Mehta, appearing for the CBI and the ED, which he said contained crucial evidence against Chidambaram.

The Bench was hearing two separate appeals filed by Mr. Chidambaram on August 20, within hours of the Delhi High Court refusing him anticipatory bail.

CONTINUED ON ▶ PAGE 12 **LETTERS SENT** ▶ PAGE 12

'foreigners' in Assam Rahman is currently posted in Punjab

⁺ BSF officer, wife declared

SPECIAL CORRESPONDENT week. He said the Assam

GUWAHATI

An assistant sub-inspector the Border Security Force (BSF) and his wife have been declared "foreigners" by a Foreigners' Tribunal in eastern Assam's Jorhat town.

The citizenship of the officer's parents and his siblings are, however, not in doubt. The family is based in Golaghat district's Udavpur-Mikirpatty close to the Assam-Nagaland border.

The tribunal declared Muzibur Rahman and his wife as non-Indians in an ex parte judgment in July.

'Drunkard's account'

Mr. Rahman, currently posted in Punjab, came to know of the judgment against him when he came home on leave in July last

police's border wing had relied on a 'drunkard's account' to submit a report to the tribunal against him. The border wing, esta-

blished in 1962 to initially prevent infiltration of Pakistanis, is tasked with detection and deportation of foreigners. Currently, 100 Foreigners' Tribunals decide the fate of such "foreigners" referred by this wing. "We have land documents of 1923. It is a pity that a genuine Indian citizen has been made a foreigner on the basis of a drunkard's feedback. My family did not receive the tribunal's notice. The chief of our village also did not inform me," Mr. Rahman said, adding that he had approached the Gauhati High

The Hong Kong Way



Silent power: Demonstrators gather at the Tsim Sha Tsui waterfront in Hong Kong on Friday as part of a 40-km-long human chain to highlight their protest. They said they were inspired by the 'Baltic Way', when people in the Baltic states joined hands 30 years ago to protest Soviet control. • AP

Coimbatore under a security blanket

Six Lashkar-e-Taiba suspects believed to have intruded into Tamil Nadu

Alert sounded: Coastal Security Group personnel patrolling

SPECIAL CORRESPONDENT

COIMBATORE Massive surveillance has been mounted across Tamil Nadu, especially in Coimbatore, following an intelligence input that six suspectterrorists of the Lashkar-e-Taiba (LeT), including five Tamil Muslims from Sri Lanka and a possible Pakistan national, have intruded into Tamil Nadu.

The coastal areas, too, came under heightened surveillance with the police asking fishermen to tip them off on the movement of suspicious persons

Last seen on August 21 The suspected terrorists

were reportedly last seen in Coimbatore on the evening of August 21, the alert said, adding that one of them had been identified as Illyas Anwar, believed to be of Pakistan origin. The LeT operatives were assisted by a native of Kerala, employed in Bahrain but untraceable. A resident of Thrissur, the suspect was helping them with logistics and creating a

A senior government official in New Delhi said they

had zeroed in on the sus-

pect. It is not clear whether

the waters off Thoothukudi on Friday. • N. RAJESH he has been arrested. 'The specific information came from intelligence agen-

cies here; we are working on the leads," said the official. Though initially a photo of the suspected Kerala man was circulated on mobile messaging platforms by some police personnel, Director General of Police J.K. Tripathy, talking to journal-

ists in Chennai, denied any such photograph had been released officially.

Additional DGP (Law and Order) Jayanth Murali arrived in Coimbatore on Friday morning to take stock of the security situation and held discussions with senior police officers. The Hindu had on Friday reported on the intelligence alert and the heightened security Coimbatore.

The intelligence communication listed five possible targets for attacks: the Velankanni shrine in Nagapattinam; the Defence Services Staff College (DSSC) in Wellington, Udhagamandalam; the Air Force Station in Sulur, Coimbatore; the Sabarimala shrine in Kerala; and "any other communally sensitive" target.

CONTINUED ON ▶ PAGE 12

Centre steps in to control onion prices

Rain in onion-growing States causes concern about hike in prices

SPECIAL CORRESPONDENT

NEW DELHI With onion supplies falling prey to hoarders and profiteers at entry points to Delhi, the Union government has asked the police from all the neighbouring States to take action to prevent artificial shortage in the Capital.

The issue was raised at a meeting called to review the prices of essential commodities such as onions, pulses and oilseeds under the chairmanship of Consumer Affairs Secretary Avinash K. Srivastava here on Friday. Officials from the Intelligence Bureau and the Enforcement Directorate attended the meeting, along with police representatives from Delhi, Uttar Pradesh, Rajasthan and Haryana, Ministry officials said.

"We have already taken action to increase the supply of onions in the market, but



increase supply, an official said. ■FILE PHOTO

we have received reports that supplies are being held up at the border by certain traders, hoarders and profiteers," a senior official told The Hindu. "As this is an inter-State issue, we have asked police officers from all neighbouring States to create a common database for more effective enforcement." Police from all neighbour-

ing States have been asked to hold regular meetings with each other and ensure seamless checks on hoarding both within the Capital and in other States, as well as at entry points along the border, said an official statement. Heavy rain in key onion-

growing States such as Maharashtra and Karnataka have caused concerns about a hike in prices of the kitchen staple. On Wednesday, the Con-

sumer Affairs Department had directed Mother Dairy to put a ₹23.90 per kg cap on onion prices at its Safal shops and took efforts to increase supply of the vegetable in the market.

On Friday, the committee decided to further increase the daily supply of onions from the government buffer stock and directed NAFED to release stock from the Price Stabilisation Fund into the market to ensure improved availability at reasonable

Delhi scores lowest on water management

JACOB KOSHY NEW DELHI

Delhi has finished at the bottom of the Composite Water Management Index, an assessment by the Niti Aayog on how States and Union Territories manage their water.

The assessment pans nine themes, each having an attached weight, and assesses how well States have done on criteria such as groundwater and surface water restoration, implementing major and medium irrigation projects, wadevelopment, tershed participatory irrigation management, on-farm water use, rural and urban water supply, and policy and governance. These indicators were broken down into 28 objective indicators.

DETAILS ON > PAGE 4

A ND-NDE