

Budget 2022 Market Highlights: Dalal Street cheers Union Budget as Sensex climbs 848 points, Nifty settles at 17,577

Share Market Budget 2022 Highlights: The S&P BSE Sensex ended at 58,862.57, up 848.40 points (1.46 per cent), while the Nifty 50 settled at 17,576.85, up 237.00 points (1.37 per cent).

Updated: February 1, 2022 7:45:51 pm

Budget 2022 Share Market Highlights: The benchmark equity indices on the BSE and National Stock Exchange (NSE) ended nearly 1.5 per cent higher following a volatile session of trade on the Budget day as market participants reacted positively to the big infrastructure boost in the Budget 2022 delivered by Finance Minister Nirmala Sitharaman.

The S&P BSE Sensex rose 848.40 points (1.46 per cent) to settle at 58,862.57 while the Nifty 50 climbed 237.00 points (1.37 per cent) to end at 17,576.85. Earlier in the day both the indices opened over 0.8 per cent higher and rose around 1.7 per cent with the Sensex hitting a high of 59,032.20 and Nifty touching 17,622.40 during the FM's budget speech.

Budget 2022 Reaction | Rajee R, Chief Ratings Officer at Brickwork Ratings

"The growth-oriented Union Budget 2022-23 has buoyed overall sentiments and provided an ambitious blueprint for the next 25 years. Emphasis on infrastructure building through the PM Gati Shakti scheme, increase in outlay on capital expenditure by around 36% to Rs 7.50 lakh crore, infra spends in PPP mode, steps for urban capacity building, thrust on the digital ecosystem, support for start-up ecosystem, renewable energy, electric vehicles, chemical-free farming etc. are positive steps in steering the nation to India@100.

There is a good balancing act between fiscal consolidation and growth prioritisation. Extension of Emergency Credit Line Guarantee Scheme (ECLGS) scheme by a year to March 2023 and increase in outlay by Rs. 50,000 Crs. are welcome announcements, expected to significantly help the MSME sectors and the hospitality sector specifically, by aiding the sector's financing needs. Emphasis on 'inclusive development and 'financing of investments' would lead to rapid financial inclusion and extension of the credit ecosystem.

Earmarking 68% of the capital procurement budget of the defense sector for domestic industries is expected to sustain investments, attract fresh capacity creation and promote Atmanirbhar Bharat. Continued emphasis on the importance of mobile connectivity and broadband for economic development, especially in rural India, will certainly boost the telecommunication and associated sectors.

Ease of Doing Business 2.0 is a step in the right direction and the Single Window clearance mechanism will go a long way in this direction. The push on digital economy, fintech innovation and introduction of central bank digital currency are expected to give the much-needed thrust to a growing fintech sector. Amendments proposed in the Insolvency & Bankruptcy Code would enhance the resolution process's efficiency. BWR expects that the various announcements will have a positive impact on the country's growth agenda."