

**Income Tax Act 1961 s 271AA - Penalty for failure to keep and maintain information and document, etc., in respect of certain transactions**

**(1) Without prejudice to the provisions of section 270A or section 271 or section 271BA, if any person in respect of an international transaction or specified domestic transaction,—**

**(i) fails to keep and maintain any such information and document as required by subsection (1) or sub-section (2) of section 92D;**

**(ii) fails to report such transaction which he is required to do so; or**

**(iii) maintains or furnishes an incorrect information or document, the Assessing Officer or Commissioner (Appeals) may direct that such person shall pay, by way of penalty, a sum equal to two per cent of the value of each international transaction or specified domestic transaction entered into by such person.**

**(2) If any person fails to furnish the information and the document as required under sub-section (4) of section 92D, the prescribed income-tax authority referred to in the said subsection may direct that such person shall pay, by way of penalty, a sum of five hundred thousand rupees.**