Finance (No. 2) Act 2009

Section 41 - Amendment of Section 92c

In section 92C of the Income-tax Act, in sub-section (2), for the proviso, the following provisos shall Be substituted with effect from the 1st day of October, 2009, namely:--

> "Provided that where more than one price is determined by the most appropriate method, the arm's length price shall be taken to be the arithmetical mean of such prices:
>
> Provided further that if the variation between the arm's length price so determined and price at which the international transaction has actually been undertaken does not exceed five per cent. of the latter, the price at which the international transaction has actually been undertaken shall be deemed to be the arm's length price.".
