REVENUE REGULATIONS NO. 13-2021 issued on June 23, 2021 implements the penalty provisions under Sections 76, 77, 78, 79 and 80 of Republic Act (RA) No. 10963 (TRAIN Law), amending Sections 254 and 264 of, and adding Sections 264-A, 264-B and 265-A to, the National Internal Revenue Code (NIRC) of 1997, as amended.

A fine of not less than Five Hundred Thousand Pesos (₱ 500,000) but not more than Ten Million Pesos (₱ 10,000,000) and imprisonment of not less than six (6) years but not more than ten (10) years shall, upon conviction thereof, be imposed on any person who willfully attempts, in any manner, to evade or defeat any tax imposed under the NIRC or the payment thereof.

The fine and penalty stated herein shall be in addition to other penalties provided for by law. The conviction or acquittal obtained for violation of Section 2 of these regulations shall not be a bar to the filing of a civil suit for the collection of taxes.

A fine of not less than Five Hundred Thousand Pesos (₱ 500,000) but not more than Ten Million Pesos (₱ 10,000,000) and imprisonment of not less than six (6) years but not more than ten (10) years shall be imposed on any person who commits any of the following acts:

- a. Printing of receipts or sales or commercial invoices without authority from the Bureau of Internal Revenue; or
- b. Printing of double or multiple sets of invoices or receipts; or
- c. Printing of unnumbered receipts or sales or commercial invoices, not bearing the name, business style, Taxpayer Identification Number, and business address of the person or entity; or
- d. Printing of other fraudulent receipts or sales or commercial invoices.

A penalty amounting to one-tenth of one percent (1/10 of 1%) of the annual net income as reflected in the taxpayer's audited financial statements for the second year preceding the current taxable year, or Ten Thousand Pesos (₱ 10,000), whichever is higher, shall be imposed, for each day of violation, on any taxpayer required but fails to transmit sales data to the Bureau's electronic sales reporting system under Section 237-A of the NIRC, as amended.

An additional penalty of permanent closure of the taxpayer shall be imposed should the aggregate number of days of violation exceed one hundred eighty (180) days within a taxable year. The penalty shall not apply if the failure to transmit is due to force majeure or any causes beyond the control of the taxpayer.

A fine of not less than Five Hundred Thousand Pesos (₱ 500,000) but not more than Ten Million Pesos (₱ 10,000,000), and imprisonment of not less than two (2) years but not more than four (4) years shall be imposed on any person who shall purchase, use. possess, sell or offer to sell, install, transfer. update, upgrade, keep, or maintain any software or device designed for, or is capable of:

- a. suppressing the creation of electronic records of sale transactions that a taxpayer is required to keep under existing tax laws and/or regulations; or
- b. modifying, hiding, or deleting electronic records of sales transactions and providing a ready means of access to them.

The maximum penalty provided for in this Section shall apply in case of cumulative suppression of electronic sales record in excess of the amount of Fifty Million Pesos (₱ 50,000,000), which shall be considered as economic sabotage.

The following penalties shall, upon conviction, apply to any person who commits offense/s related to fuel marking:

Offenses/Violations	Per	nalty
(a) Engaging in the sale, trade. delivery,	First Offense	₱ 2,500,000

distribution or transportation of unmarked fuel in commercial quantity held for domestic use or merchandise.	Second Offense ₱ 5,000,000 Third Offense ₱ 10,000,000 *Third Offense is with penalty of revocation of license to engage in any trade or business.	
(b) Causing the removal of the official fuel marking agent from marked fuel, and the adulteration or dilution of fuel intended for sale to the domestic market, or the knowing possession, storage, transfer or offer for sale of fuel obtained as a result of such removal, adulteration or dilution.	First Offense ₱ 2,500,000 Second Offense ₱ 5,000,000 Third Offense ₱ 10,000,000 *Third Offense is with penalty of revocation of license to engage in any trade or business.	
(c) Willfully inserting, placing, adding or attaching, directly or indirectly, through any overt or covert act, whatever quantity of any unmarked fuel, counterfeit additive or chemical in the person, house, effects, inventory, or in the immediate vicinity of an innocent individual for the purpose of implicating, incriminating or imputing the commission of any violation of offenses related to fuel marking.	A fine of ₱ 5 Million but not more than ₱ 10 Million and imprisonment of not less than four (4) years but not more than eight (8) years	
(d) Making, importing, selling, using or possessing fuel markers without express authority.	A fine of ₱ 1 Million but not more than ₱ 5 Million and imprisonment of not less than four (4) years but not more than eight (8) years	
(e) Making, importing, selling, using or possessing counterfeit fuel markers.	A fine of ₱ 1 Million but not more than ₱ 5 Million and imprisonment of not less than four (4) years but not more than eight (8) years	
(f) Causing another person or entity to commit any of the two (2) preceding acts in (d) and (e) hereof.	A fine of ₱ 1 Million but not more than ₱ 5 Million and imprisonment of not less than four (4) years but not more than eight (8) years	
(g) Causing the sale, distribution, supply or transport of legitimately imported, in-transit, manufactured or procured controlled precursors and essential chemicals. in diluted, mixtures or in concentrated form, to any person or entity penalized in (a), (b), (d), (e) and (f) hereof, including but not limited to, packaging,	A fine of ₱1 Million but not more than ₱5 Million and imprisonment of not less than four (4) years but not more than eight (8) years	

repackaging, labeling, relabeling or concealment of such transaction through fraud, destruction of documents, fraudulent use of permits, misdeclaration, use of front companies or mail fraud.

Any person who is authorized, licensed or accredited to conduct fuel tests, who issues false or fraudulent fuel test results knowingly, willfully or through gross negligence, shall suffer the additional penalty of imprisonment ranging from one (1) year and one (1) day to two (2) years and six (6) months. The additional penalties of revocation of the license to practice his profession in case of a practitioner, and the closure of the fuel testing facility, may also be imposed at the instance of the court.

The penalties stated herein for offenses related to fuel marking are in addition to the penalties imposed under Title X of the NIRC, as amended, Section 1401 of RA No. 10863, otherwise known as the "Customs Modernization and Tariff Act (CMTA)", and other relevant laws.