

# Analysis of Job Work Under GST

RAW material is received from Supplier by

**MANUFACTURER (Registered under GST)**

Manufacturer manufactures himself and Supply (Sale/export) from his factory .  
(Regular Provisions)

Inputs sent to Job Worker for processing.

Received back from Job worker the processed Inputs for further processing or Supply.  
(Regular Provisions)

Sent for further processing to another Job Worker by primary Job Worker (B)

**Processed**

Inputs are processed and sent back to Manufacturer or Supply (Sold/Exported) directly by Job Worker by fulfilling certain conditions.

**In case Inputs/Capital Goods are not returned back or sold by job worker directly within Specified time limit of 1 year or 3 year respectively, it will be deemed that goods has been supplied by the principal as on the date when goods were sent to job worker.**

**Notes :**

- 1) Period of 1 & 3 year may be extended by the commissioner for further period not exceeding 1 & 2 years respectively, only if sufficient cause is being shown.
- 2) Principal cannot supply directly from place of job worker unless the principal declares the POB of the job worker as his additional POB. ( not applicable if Job worker is registered & Principal is engaged in the supply of notified goods )
- 3) Principal is responsible for keeping proper accounts.
- 4) Waste/Scrap may be supplied by Job worker directly from his POB on payment of tax or by the principal.

**Time Limit for Returning goods or Direct Supply (Sale/Export) by Job Worker**

Particular	Time Limit
<b>Inputs ( other than CG ) after completion of job work</b>	<b>Within 1 year from being sent out to job worker</b>
<b>Capital Goods</b>	<b>Within 3 year from being sent out to job worker</b>