

## Chapter 10 - Job Work & ISD

### **Illustration 1**

Who is principal for the purpose of job work?

### **Solution**

### **Illustration 2**

Can a job worker take input credit on the inputs used in the process of job work?

### **Solution**

**Illustration 3**

Whether the job worker is liable to pay GST under reverse charge mechanism on the goods or services if notified?

**Solution****Illustration 4**

Whether the goods of principal directly supplied from the job worker's premises will be included in the aggregate turnover of the Job Worker?

**Solution**

**Illustration 5**

Should job worker and principal be located in same State or Union territory?

**Solution****Illustration 6**

What happens when the inputs or capital goods are not received back or supplied from the place of business of job worker within prescribed time period?

**Solution**

**Illustration 7**

Shall a manufacturer or a job worker become liable to pay tax if the inputs or semi - furnished goods sent for job work under the earlier law are returned after completion of job work after the appointed day?

**Solution****Illustration 8**

When tax shall become payable in GST on manufactured goods sent to a Job worker for carrying out tests or any other process not amounting to manufacture under the earlier law?

**Solution**

**Illustration 9**

Y Ltd. sends the goods to Y & Co. for making finished goods on 30.7.2017. What are the tax implications, in the following cases if GST @ 18% is levied:

- a. Y & Co. sends the goods back to X Ltd. within one year of being sent.
- b. Y & Co. sells the goods directly to the customer in behalf of X Ltd. Make suitable assumptions as required.

**Solution**