

GST Rate for Job Work: 9988

What is Job Work?

Job Work is defined in Sec 2(68) of the CGST Act, 2017 as below –

“(68) “job work” means any treatment or process undertaken by a person on goods belonging to another registered person and the expression “job worker” shall be construed accordingly;”

IMPORTANT NOTE: From the above definition the following distinction has been made in the GST Law -

Any treatment or process undertaken by a person on goods belonging to another -

Type of Person who owns the goods	Type of Activity
Registered Person	Job Work
Unregistered Person	Not a Job Work

Notification 11/2017-CGST(Rate), last amended upto 30th September 2019 vide Notification 20/2019-CGST(Rate) defines the rate for Job Work & Other as under –

#	Activity: Any treatment or process undertaken by a person on goods belonging to another -	GST Rate	
		Job Work: Customer is registered	Customer is unregistered
1	Printing of Newspapers;	5%	5%
2	Textiles and Textile products falling under Chapters 50 to 63 in the 1 st Schedule to the Customs Tariff Act, 1975	5%	18%
3	All products other than diamonds falling under Chapter 71 in the 1 st Schedule to the Customs Tariff Act	5%	18%
4	Printing of books (including Braille books), journals and periodicals;	5%	5%
5	Printing of all goods falling under Chapter 48 or 49, which attract IGST @ 5% or Nil;]	5%	5%
6	Printing of all goods falling under Chapter 48 or 49, which attract IGST @ 12%	12%	12%
7	Processing of hides, skins and leather falling under Chapter 41 in the 1 st Schedule to the Customs Tariff Act, 1975	5%	18%
8	Manufacture of leather goods or footwear falling under Chapter 42 or 64 in the 1 st Schedule to the Customs Tariff Act, 1975	5%	18%
9	All food and food products falling under Chapters 1 to 22 in the 1 st Schedule to the Customs Tariff Act, 1975	5%	18%

10	All products falling under Chapter 23 in the 1 st Schedule to the Customs Tariff Act, 1975 except dog and cat food put up for retail sale falling under tariff item 2309 10 00 of the said chapter;	5%	18%
11	Manufacture of clay bricks falling under tariff item 6901 00 10 in the 1 st Schedule to the Customs Tariff Act, 1975	5%	18%
12	Manufacture of handicraft goods.	5%	18%
13	Manufacture of umbrella;	12%	18%
14	Diamonds falling under chapter 71 in the 1 st Schedule to the Customs Tariff Act, 1975	1.5%	18%
15	Bus body building	18%	18%
16	Tailoring Services	5%	5%
17	OTHERS	12%	18%

Comments:

In simple words, the Residual Provision as captured in S.No. 17 of the table above clearly differentiates between –

Any treatment or process (Job Work) done for -

Registered Customers – 12%

Unregistered Customers – 18%

This move is to discourage Unregistered Players in the Industry who sends their goods for Job Work Activity.