

## **The one thing you need to do under GST if you are getting job work done**

If your business is getting anything done on job work- you have a huge challenge for yourself under GST.

Under GST, everytime a person sends goods to his job worker for further processing, he needs to pay GST. Imagine that situation every time you are sending goods to your job worker, you need to pay GST. This would obviously lead to severe challenges in terms of [working capital](#) and [compliance requirements](#) for businesses.

Therefore, there is a scheme for the ease of this transaction flow from principal to job worker.

A principal can send goods to the job worker without paying GST, only if the job worker is [registered under GST](#).

There are other conditions as well but this is the primary condition. It is important to note here that the turnover of the job worker is immaterial. So even if the job worker has a turnover of say 5 lakh rupees annually, he will still need to get a registration under GST for you to send goods to him without paying GST.

If the job worker is a very small unorganised entity, which they usually are, then the principal must help the job worker in obtaining necessary GST compliance. However it is important to note getting a job worker registered is the only way to avoid payment of GST on removal of goods to an [independent job worker](#).

For a [job worker whose sole business](#) is from you, there are another ways which we will discuss in subsequent videos.

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