

TAX INFO

S. No. 52 Dated:27.06.2024

Latest update on GST Law: **Summary of Circular No. 208/2/2024-GST dated 26.06.2024**

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Summary of Circular No. 208/2/2024-GST dated 26th June, 2024

A revised special procedure for manufacturers of certain goods such as Pan masala & Other Tobacco products for reporting of machinery have been notified vide Notification No. 04/2024- Central Tax dated 05.01.2024.

Now, the circular has given the following clarifications w.r.t the special procedure:

1. The special procedure is not applicable to manufacturing units located in Special Economic Zone.
2. The special procedure is not applicable in respect of manual seamer/ sealer being used for packing operations.
3. The special procedure is not applicable in respect of manual packing operations such as those in cases of post-harvest packing of tobacco leaves.
4. The special procedure shall be applicable to all persons involved in manufacturing process including a job worker / contract manufacturer. However, if the job worker/ contract manufacturer is unregistered, then the liability to comply with the said special procedure will be of the concerned principal manufacturer.
5. Where the manufacturers are using very old packing machines since decades including second hand machines & the details of make, model number and machine number of these machines are not readily available, then in such cases **in Table 6 of FORM GST SRM-I, make and model number are optional.** However, where make of machine is not available, the year of purchase of the machine may be declared as the make number.
6. The machine number is a mandatory field in Table 6 of FORM GST SRM-I to be filled up by the manufacturer. If the machine number is not available either on the machine or as per the available documents/ records, then the manufacturer may assign any numeric number to the said machine and provide the details of the same in Table 6 of FORM GST SRM-I.
7. In a manufacturing process there may be different machines being used such as one for filling of packages, another for putting seal on packages and another for final packing. **The detail of that machine** is required to be reported in Table 6 of GST SRM-I which is being used for final packing of packages of specified goods.
8. The electricity consumption rating of the packing machine is to be declared in Table 6 of FORM GST SRM-I on the basis of details of the same as available either on the machine or in the documents/record of the said machine. However, if the same is not available either on the machine or in the documents/records, then the manufacturer may get such electricity consumption per hour of the said machine calculated through a Chartered Engineer and **get the same certified by the said Chartered Engineer.** The said electricity consumption rating can be declared in Table 6 of FORM GST SRM-I accordingly. The copy of such certificate of the Chartered Engineer needs to be uploaded along with FORM GST SRM-I. The details of the documents so uploaded needs to be provided in Table 10 of the said form.
9. A Practicing Chartered Engineer having a certificate of practice from the Institute of Engineers India (IEI) is qualified to provide Chartered Engineer certificate under the special procedure.
10. Where there is no MRP of the package for example, goods manufactured for export market, then the sale price of the goods so manufactured shall be entered in Column 8 of Table 9 of FORM GST SRM-II.

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