M/s Aakash Engineers

Authority for Advance Ruling — Daman and Diu

03 /AR/Daman-Silvassa/2018 Dated **17.08.2018**

Q Questions Before the Authority

- What is the correct classification and HSN code for the Cargo Trolley used to carry cargo/baggage from one place to another, towable in nature, with solid tyres designed for light cargo?

F Facts

The applicant, M/s Aakash Engineers, manufactures a 'Cargo Trolley' used for shifting baggage and light cargo at airports and cargo complexes. The trolley is towable, non-mechanically propelled, equipped with solid tyres, and designed for outdoor use. Clarification was sought regarding its appropriate classification, specifically whether it falls under HSN 84279000, 87169090, or another heading under the GST tariff.

H Ruling

Classification of towable Cargo Trolley	**HSN 87168090**	Classified as non-mechanically propelled vehicle under 'Other'

The Authority for Advance Ruling held that the product does not qualify under HSN 84279000 as it lacks lifting or handling equipment. Furthermore, as a complete vehicle rather than a component, it cannot be classified under the residual parts code 87169090. Consequently, the Cargo Trolley is correctly classifiable under **HSN 87168090** as 'Other' non-mechanically propelled vehicles.

R Reasoning

The Authority examined Chapter Heading 8427 and noted it applies to fork-lift trucks and works trucks fitted with lifting or handling equipment, which the subject cargo trolley lacks. Under Heading 8716 for non-mechanically propelled vehicles, code 87169090 covers parts, whereas the applicant manufactures a complete vehicle. Referring to CBEC Circular No. 696/10/2003 dated 19.02.2003 regarding hand trolleys, the Authority concluded that the item falls under sub-heading 871680 ('Other vehicles') and specifically under **HSN 87168090** .

P Provisions Relied On

Section 97 of the CGST Act, 2017	Section 98 of the CGST Act, 2017
HSN Heading 8427	HSN Heading 8716
HSN Sub-heading 87168090	CBEC Circular No. 696/10/2003 dated 19.02.2003

Prepared as a reading aid. Where this summary and the original order differ, the order governs.

! For the Practitioner

This ruling establishes that non-mechanically propelled, towable cargo trolleys must be classified as complete vehicles under **HSN 87168090** rather than under parts (87169090) or mechanically operated handling trucks (8427). Practitioners should ensure complete trolleys are not misclassified under residual parts entries.

Source

Summary prepared from the published order, which is a scanned document. It is a reading aid and not the authority: where the two differ, the order governs. Verify every provision against the original before relying on it.

Original order: www.gstcouncil.gov.in -> daman-ar 03 2018 ae.pdf

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