

M/s. Amit Vinodkumar Kanjiya (Trade name: Akplast Packaging)

Authority for Advance Ruling — Gujarat

GUJ/GAAR/R/2026/31

Dated 07.08.2026

Q Questions Before the Authority

- Correct HSN for plastic twine (sutli).
- Correct GST rate to charge on plastic twine(sutli).

F Facts

The applicant manufactures plastic twine (sutli) using an extrusion process involving polypropylene or polyethylene granules. The product is used for agricultural and industrial packing and was previously classified by the applicant under HSN 39239090. The applicant sought a ruling to confirm if the product should instead be classified under HSN 5607 as textile twine.

H Ruling

Correct HSN for plastic twine (sutli)	Sub-heading 39269099 of the First Schedule to the Customs Tariff Act, 1975	None
Correct GST rate to charge on plastic twine (sutli)	18% (9% CGST + 9% SGST)	As per Entry No. 127 of Schedule II of Notification No. 09/2025-Central Tax (Rate)

The Authority ruled that the product is not a textile material and is correctly classifiable under Chapter 39 of the Customs Tariff Act. Consequently, it falls under the residual entry for other articles of plastics. The applicable GST rate is determined based on this classification.

R Reasoning

The Authority determined that the product is manufactured from plastic granules and does not qualify as a textile material under Section XI. Relying on judicial precedents, it held that plastic strips or twine made from plastic raw materials are articles of plastic, not textiles. Therefore, the product is excluded from Chapter 56 and falls under the residual heading 3926. It specifically cited **Entry No. 127 of Schedule II** of Notification No. 09/2025-Central Tax (Rate) to fix the GST liability.

P Provisions Relied On

Section 97(2) of CGST/GGST Act, 2017

Chapter 39 of the Customs Tariff Act, 1975

Chapter 56 of the Customs Tariff Act, 1975

Notification No. 09/2025-Central Tax (Rate) dated 17.09.2025

! For the Practitioner

This ruling clarifies that plastic twine manufactured from polymer granules is **classified as an article of plastic** under HSN 3926 rather than as textile twine under HSN 5607. It serves as a warning for manufacturers attempting to classify plastic-based products as textiles to avail lower tax rates. Practitioners should note that the Authority relies heavily on the **exclusion of plastic materials** from the textile chapters.

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 -> 7-amit_vinodkumar_kanjiya_0001_compressed.pdf

Prepared 11-10-2026.

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