

From

Excise & Taxation Commissioner,  
Haryana, Panchkula.

To

All the Dy. Excise & Taxation Commissioner (ST),  
in the State of Haryana.

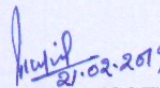
Memo No. **495** /GST-2  
Panchkula, date the **21/02/19**

**Subject: Clarification regarding GST tax rate for Sprinkler and Drip Irrigation System including laterals – Reg.**

**MEMORANDUM**

Please find enclosed herewith a copy of circular on the captioned subject.

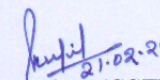
It is requested to bring this to the knowledge of all the officers working under your control for their information and necessary action.

  
Superintendent (GST)  
for Excise and Taxation Commissioner,  
Haryana

**Endst. No. **496** /GST-2, Panchkula, dated the **21/02/19****

A copy of the Circular is forwarded to the following for information and necessary action:-

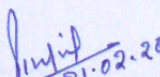
1. All the Jt. Excise & Taxation Commissioner (Division/Range) in the State of Haryana.
2. All the Jt. Excise & Taxation Commissioner (Appeals) in the State of Haryana.
3. PS/ ACSET.
4. PA/ETC.

  
Superintendent (GST)  
for Excise and Taxation Commissioner,  
Haryana

**Endst. No. **497**/GST-2, Panchkula, dated the **21/02/19****

A copy of the Circular is forwarded to the following in the Head Office for information and necessary action:-

1. All the Addl. Excise & Taxation Commissioners.
2. All the Jt. Excise & Taxation Commissioners.
3. The Jt. Director (L) –I and II.
4. The Dy. Excise & Taxation Commissioners.
5. DA-I & II.
6. DDA-I & II.

  
Superintendent (GST)  
for Excise and Taxation Commissioner,  
Haryana



**HARYANA GOVERNMENT  
EXCISE AND TAXATION DEPARTMENT**

\*\*\*\*\*

**Subject: Clarification regarding GST tax rate for Sprinkler and Drip Irrigation System including laterals-reg.**

The circular seeks to clarify the scope and coverage of entry No. 195B of the Schedule II to notification No. 35/ST-2, dated 30.06.2017. The entry No. 195B was inserted vide notification No. 26/ST-2, dated 25.01.2018 and reads as below:

Sr. No.	Chapter Heading/ Sub heading/Tariff Item	Description of Goods	CGST rate
195B	8424	Sprinklers; drip irrigation system including laterals;	6%

2. Doubts have arisen as in certain cases a view has been taken in the field that this entry would not cover “laterals of sprinklers” and “sprinklers irrigation system”, while laterals of drip irrigations are covered by this entry.

3. The matter has been examined. Initially, with effect from 1.7.2017, all goods falling under HS 8424, namely, Mechanical appliances (whether or not hand-operated) for projecting, dispersing or spraying liquids or powders; spray guns and similar appliances; steam or sand blasting machines and similar jet projecting machines (other than fire extinguishers, whether or not charged), were placed under 18% slab. Subsequently, on the recommendation of the GST Council, the item namely, ‘Nozzles for drip irrigation equipment or nozzles for sprinkler was placed under 12% GST slab (Entry No. ‘195A’ inserted vide Notification No.91/ST-2, dated 25.09.2017). Upon revisiting the issue of GST rate on micro irrigation including drip irrigation system, including laterals the GST Council recommended 12% GST rate on micro irrigation system, namely, sprinklers, drip irrigation system, including laterals. Accordingly, the said entry 195B was inserted in the notification No.35/ST-2, dated 30.06.2017.

3.1 The micro irrigation, sometimes called “localized irrigation”, “low volume irrigation”, or “trickle irrigation” is a system where water is distributed under low pressure through piped network, in a pre-determined pattern, and applied as a small discharge to each plant or adjacent to it. The traditional drip irrigation using individual emitters, subsurface drip irrigations (SDI), micro-spray or micro-sprinkler irrigation, and mini bubbler irrigation all belong to the category of micro irrigation method.



4. Therefore, the term "sprinklers", in the said entry 195B, covers sprinkler irrigation system. Accordingly, sprinkler system consisting of nozzles, lateral and other components would attract 12% GST rate.

5. Difficulties faced, if any, in implementation of the above circular may please be brought to the notice of the Department.

Dated: 02.02.2019  
Panchkula

Amit Kumar Agrawal  
Excise & Taxation Commissioner-cum-  
Commissioner of State Tax, Haryana