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STATUTORY INSTRUMENTS

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**2019 No. 958**

The Value Added Tax (Reduced Rate)  
(Energy-Saving Materials) Order 2019

**Amendment of Group 2 of Schedule 7A to the Value Added Tax Act 1994**

4. After “NOTES” (and before the italic heading “Meaning of energy-saving materials”) insert—

*“Restriction on item 3*

**A1.**—(1) Item 3 does not apply to a supply so far as relating to the energy-saving materials installed if the open market value of the supply of the materials exceeds 60% of the cost of the total supply to the person to whom it is made.

(2) In this Note, the reference to cost is to cost net of VAT.”