

COMMISSION OF THE EUROPEAN COMMUNITIES

1979 GENERAL BUDGET
SECTION III, COMMISSION

COM (79) 645 Final

Brussels, 9 november 1979

TRANSFER OF APPROPRIATIONS N° 2/2/79

from Chapter 21 (Rental of buildings and associated expenditure) to
Chapter 20 (Immovable property investments)

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Amount: 490 000 EJA

REASONS

The present situation on the Lisbon real estate market is as follows:

- (a) the demand for rented buildings is outstripping the supply, thereby pushing up rents;
- (b) because of existing lease and rent legislation, there is a trend towards the sale of buildings.

As a result of the market situation and for pressing personal reasons the owner of the building rented by the Commission for its Press and Information Office since 1 January 1979 would now prefer to sell.

Although the lease was signed for six years, the very attractive selling price has prompted the Commission, after a study of the real estate market, to make a bid for the building. The total cost, inclusive of all charges, is Esc 33 220 000, which is equivalent to 473 878 EJA at the exchange rate in force in October 1979 (1 EJA = Esc 70.1025).

Relative to the expenditure, the amount of appropriations to be transferred (490 000 EJA) corresponds to a rate of Esc 67.7959 for 1 EJA.