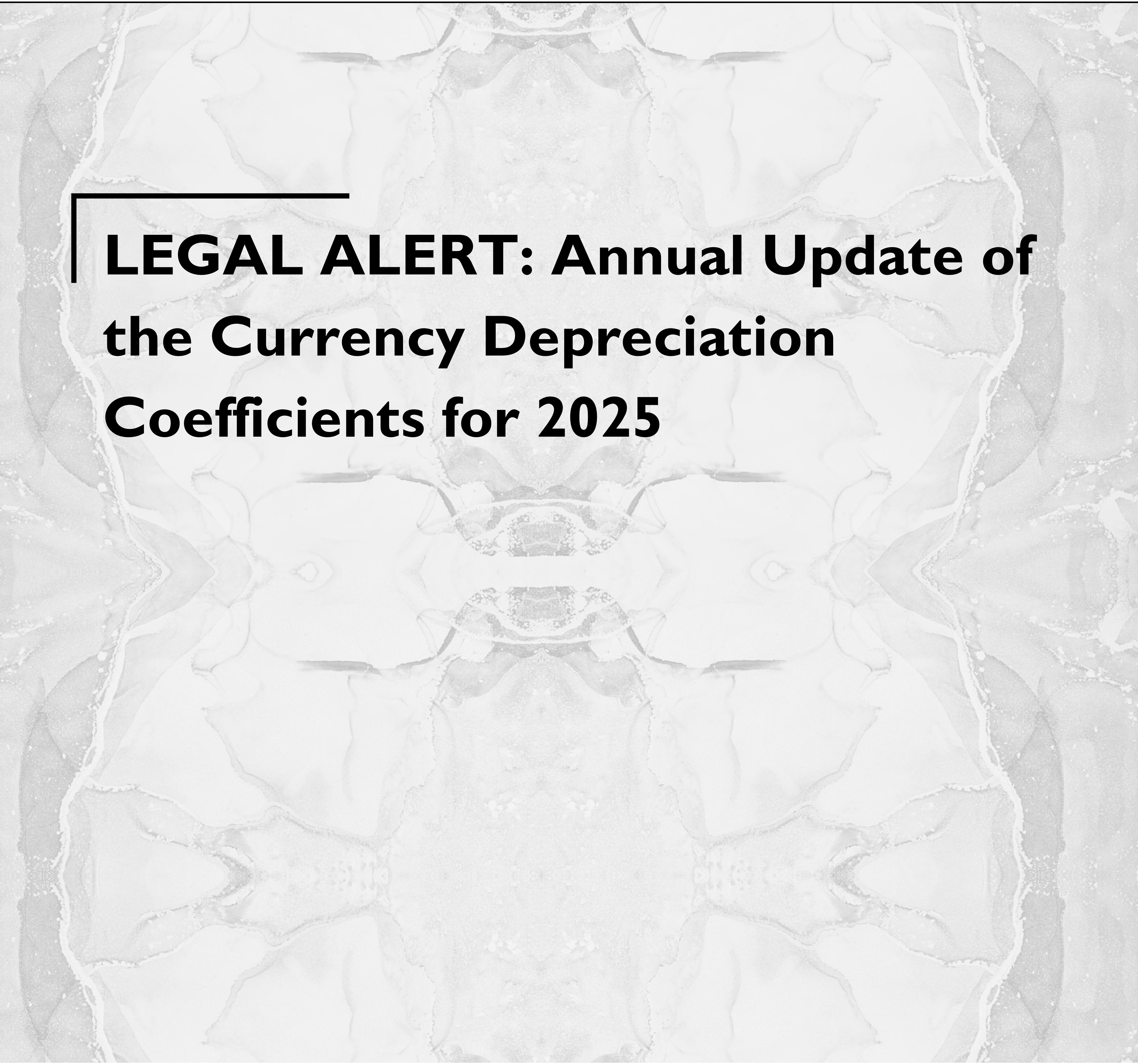


Building Projects Over Strong Relationships

A full-page background image featuring a complex, symmetrical marbled pattern in shades of gray and white, resembling stone or liquid marble. The pattern is centered and fills the entire lower half of the page.

**LEGAL ALERT: Annual Update of
the Currency Depreciation
Coefficients for 2025**

LEGAL ALERT: Atualização anual dos coeficientes de desvalorização da moeda para o ano de 2025

On 11 November 2025, the Portuguese Ministry of Finance published Ordinance No. 382/2025/I, which establishes the annual update of the currency depreciation coefficients applicable to assets and rights disposed of during the 2025 fiscal year.

1. Purpose and Background

The currency depreciation coefficients allow the taxpayer—that is, the person or entity effectively subject to taxation—to monetarily update the acquisition value of assets or rights that are or may be sold.

This monetary correction adjusts the acquisition value of assets and rights from which capital gains may arise, effectively determining the value to be considered for tax assessment purposes.

In essence, this mechanism reflects the impact of inflation between the acquisition date and the subsequent sale date of the asset.

2. Framework under the Personal Income Tax (IRS) regulations:

Pursuant to Article 50 of the Portuguese Personal Income Tax Code (Código do IRS), all assets and rights subject to capital gains are affected by the application of the updated currency depreciation coefficient.

For example, where a taxpayer acquired an apartment in the year 2000 for €100,000.00 and sells it in 2025 for €250,000.00, the applicable coefficient, as updated by the Ordinance, will be 1.67.

Accordingly, the adjusted acquisition value will amount to €167,000.00, and the taxable capital gain will be €83,000.00 (€250,000.00 – €167,000.00), rather than €150,000.00 (€250,000.00 – €100,000.00, without adjustment).

In practice, this means the taxpayer benefits from a reduction of the taxable base by €67,000.00, due to the application of the currency depreciation coefficient.

3. Application under the Corporate Income Tax (IRC):

For corporate taxpayers, under Article 47 of the Portuguese Corporate Income Tax Code (Código do IRC), the same coefficients are applicable when determining capital gains resulting from the sale of fixed assets (such as land or buildings) as listed in Article 46 of the same Code.

The calculation follows the same principles described above, and the adjusted acquisition value will result in a reduction of the company's taxable profit for Corporate Income Tax (IRC) purposes.

The full table of updated coefficients is available in the Ordinance, accessible here: <https://diariodarepublica.pt/dr/detalhe/portaria/382-2025-945460818>

To understand how these updates may impact your personal or corporate tax position, please contact our team.

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