

## CENTER OF LEGAL COMPETENCE Verein zur Förderung der rechtlichen Ostkompetenz Österreichs

Band 24

**Real Property Rights** in Estonia



## **Table of contents**

Pre	efac	e of	the a	authors	. 11
Abbreviations1					. 17
Bibliography					. 19
Le	aisla	ition			. 21
,					
	As	pec	ts o	f Contract Law and Property Law	.29
Α	Ec	onor	nic a	nd legal significance of land ownership	. 29
	1	His	toric	al background	. 29
	2	The	e ecc	nomic significance of land ownership	. 31
	3	The	e lega	al significance of land ownership	. 32
В	Le	gal f	ound	ations and structural principles	. 33
	1	The	e ma	terial law of property	. 33
	2	The	e forr	mal law of property	. 34
	3	The	e ess	ence of material law	. 34
С	Real property				
	1	The	e con	ncept of property	. 35
		а		nership and the concept of immovable	
		b		tricted real rights	
	2		_	s in property	
	3	Со		uents and accessories	
		а		estituents	
				Essential constituentsLegal constituents	
		b		essories	
D	Acquisition and loss of property rights, especially ownership4				
	1	General			. 41
		а	Res	trictions on acquisition of ownership and restricted real	
			righ	ts on immovable	. 42
		b		uisition of ownership of immovable on the basis of saction	4.4
		С	Aca	uisition of ownership of immovable on the basis of law	. <del>44</del> . 44
		·		Occupation	
				Prescription	
				Marital property Expropriation	
				Succession	
				Unjust enrichment	

Preface of the editor......9

	2	Th	e conclusion of contract	47		
		а	Marital property agreement	51		
		b	Testamentary contract			
		С	Maintenance contract			
		d e	Contract of commission			
		f	Barter agreement			
		g	Sales agreement			
	3	Th	e transfer of rights	53		
	4	Th	e transfer of risks	54		
	5	Defects in property transactions				
Ε	Securing of property transactions					
	1	Ge	General			
	2	Ri	Rights of the buyer			
	3	Ri	ghts of the seller	59		
II	Th	e L	and Register	61		
A	Historical background and development					
В	Constitution					
	1 Parts of the Land Register					
	2	-	ecial land registers			
		a b	Cadastre			
		С	National Security Authorities State Assets Register			
	3	Re	elationship between the Land Register and Cadastre			
С	Entries6					
	1					
	2	Ту	pes of entries	67		
		а	Notations	67		
		b	Entries	68		
D	Principles of the Land Register					
	1	Th	e entry principle	69		
	2					
	3	3 The legality principle				
	4	4 The speciality principle7				
	5	5 The principle of the Land Register executive				
	6	The formal publicity principle (publication principle)				
	7	Th	e material principle (principle of trust)	71		
	8 The priority principle					
Ε	La	nd F	Register correction	74		

	1	Land Register correction on subsequent legal change outside the Land Register			
		a Succession			
		b Compulsory auction			
		c Expropriationd Court judgment			
	2	d Court judgment  Land Register correction in event of original invalid entry			
F	_	nd Register procedure			
Г	Lа 1	Land Register officials/competence			
	2	The application			
	3	Dealing with applications			
	4	Time limits			
	5	Notifications			
		Appeals procedure against procedural errors			
	6 7	• • • •			
	-	Entry and legal transaction fees			
	8				
	9	Questions of liability	83		
Ш	Cr	edit	85		
Α	Forms of credit granting				
	1	Credit agreement	85		
	2	Loan agreement	88		
	3	Syndicated loan	89		
В	Fo	Forms of credit security			
	1				
	2	Personal securities and infringement of personal securities	91		
		a Suretyship	92		
		b Guarantee			
		c Earnest moneyd Contractual penalty			
		d Contractual penalty	94		
IV	Mc	ortgage Law	97		
Α	De	finition	97		
В	Pri	Principles of Mortgage Law			
	1	The pinciple of non-accessority	98		
	2	The right to other's property	99		
	3	The speciality principle	100		
	4	The entry principle			
	5	The principle of moving forward			
С	Th	e secured claim	103		

## Table of contents

D	The object of mortgage				
	1	Mc	ortgage on a property and on the leasehold	104	
		а	Mortgage on a property		
		b	Mortgage on the leasehold		
	2		cumbering of the legal constituents		
	3	PΙ	edge of mortgage	106	
Е	Cc	nsti	tution and types of mortgage	107	
	1	Co	ntractual mortgage	107	
		а	Conventional mortgage		
		b	Combined mortgage		
		d d	Partial mortgage Owner's mortgage		
	2	Ju	dicial mortgage		
	3		ortgage arising from law (invisible mortgage)		
F	Tra		er of mortgage		
G					
Н					
ı		•	action from mortgaged property		
	1		le of execution and enforcement		
	2	En	forcement procedure	116	
J	Th		ortgage in insolvency		
	1	Th	e bankruptcy issues	119	
	2	Со	nsequences of adjudication in insolvency	121	
K	Th	е ех	tinction of mortgage	122	
An	nex	1		125	
	Sta	atisti	CS		
An	nex	2		127	
	Sa	mple	es of Land Register Excerpts		
Δn		•		135	
<b>Δ</b> Π				100	
	Аp	plica	ation for Entry into the Land Register		

## Band 24: Real Property Rights in Estonia (2006)

The present review of the land registration and mortgage law in the Republic of Estonia is aimed at providing an overview of the law of property in the Republic of Estonia. The purpose of this review is to analyse the aspects of immovable property.

Along with the restoration of the independent Republic of Estonia, a comprehensive land reform involving privatisation and denationalisation of land and other real property was undertaken in order to restructure the legal, social and economic relations in the field of land ownership and land use. The principal objective of the reform was to create a free real estate market.

This publication provides a survey on effective legal regulation of the real estate issues, while also placing special focus on the Real Property Registration and Mortgage systems. A short overview of the recent developments of Estonian property law is provided in Part 1 Chapter 1 and a short historical background of Estonian land registries is given in Part 2 Chapter 1.