

Fondul Proprietatea

2014 Preliminary Annual Results Conference Call



FRANKLIN TEMPLETON
INVESTMENTS

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The price of shares and income from them can go down as well as up and you may lose some or all of your capital invested. The previous results of a fund or company do not account for future performances. Currency fluctuations will affect the value of foreign investments. All investments are subject to certain risks. Generally, investments offering the potential for higher returns are accompanied by a higher degree of risk. Stocks and other equities representing an ownership interest in a corporation have historically outperformed other asset classes over the long term but tend to fluctuate more dramatically over the shorter term. Small or relatively new companies can be particularly sensitive to changing economic conditions due to factors such as relatively small revenues, limited product lines, and small market share. Smaller company stocks have historically exhibited greater price volatility than larger company stocks, particularly over the short term. The significant growth potential offered by Emerging Markets remains accompanied by heightened risks when compared to developed markets, including risks related to market and currency volatility, adverse social and political developments, and the relatively small size and lesser liquidity of these markets.

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Date: February 2015.

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Fund Information

The Fund – Key Facts

Fund Details as at 30 January 2015 ¹	RON	EUR
NAV	12.81 bn	2.88 bn ²
NAV/Share	1.1829	0.2663 ²
Price/Share ³	0.8345	0.1878
Discount ³	29.45%	29.45%
Number of Shares in Issue	12,184,278,667	
Number of Paid Shares ⁴	11,820,466,317	
Number of Paid Shares less Treasury Shares ⁵	10,829,610,701	

Investment Objective

Maximization of returns and per-share capital appreciation via investments mainly in Romanian equities and equity-linked securities.

Source: BVB, FP NAV report as at 30 January 2015.

1. Based on local regulator methodology.

2. Computed using the NBR EUR/RON FX rate as at 30 January 2015.

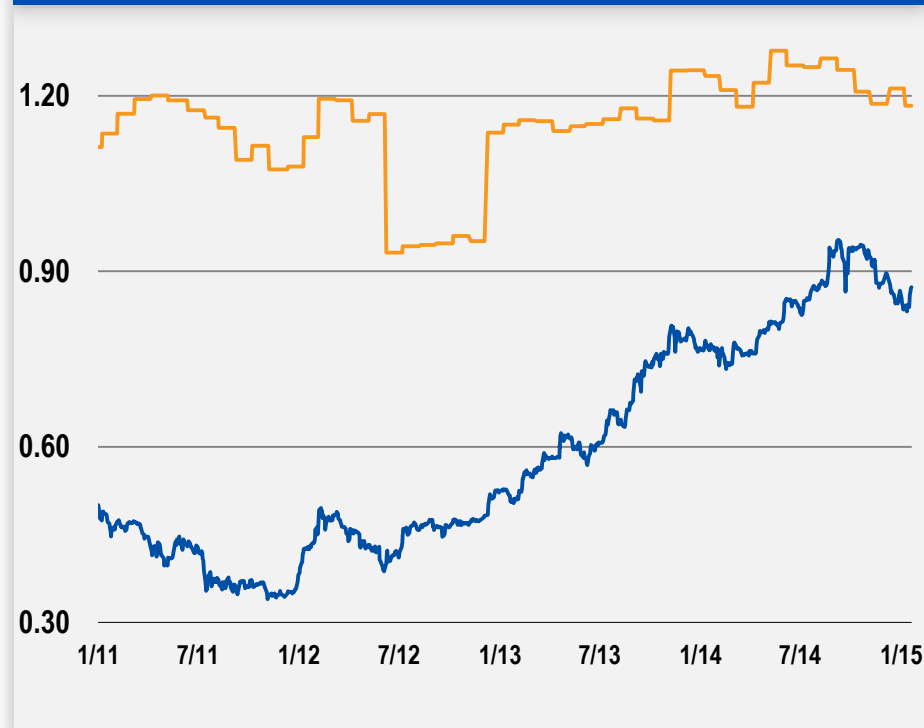
3. As at 30 January 2015. Computed using the NBR EUR/RON FX rate as at 30 January 2015.

4. As at 31 January 2015.

5. Treasury shares acquired until 2 February 2015.

6. Source: BVB, Bloomberg, until 13 February 2015.

FP Share Price⁶ and NAV



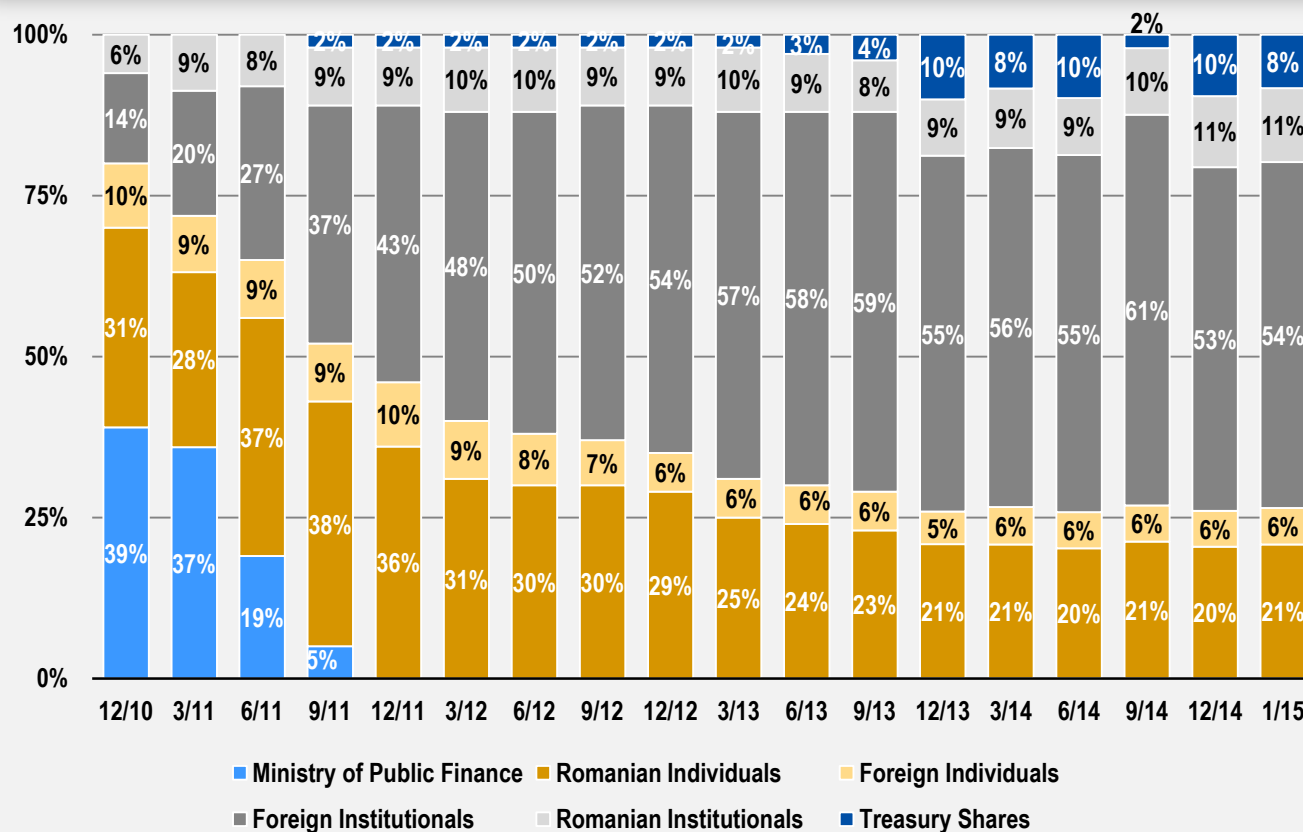
NAV FP Share Price

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Shareholders Structure¹

Evolution (% Held)



Largest Shareholders

Elliott Associates ¹	19.73%
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Total Number of Shareholders ²	8,508
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1. Based on the total voting rights as at 20 October 2014.

2. Shareholders structure as at 31 January 2015, based on paid share capital starting 31 July 2011. Source: Central Depository.

Performance Objectives – NAV

Objective

- The Adjusted NAV¹ per share as at 30 June 2015, to be higher than the NAV per share as at 30 September 2013 (RON 1.1610 per share)

Monthly Monitoring – 31 January 2015

- The Adjusted NAV as at 31 January 2015 (RON 1.2409 per share) is higher than the NAV per share as at 30 September 2013 (RON 1.1610 per share)

NAV Objective	Amount RON	Comments
Total NAV as at 31 Jan 2015	12,812,576,878	
Return of capital to shareholders after 30 Sep 2013, until 31 Jan 2015	601,325,852	
Costs related to return of capital after 30 Sep 2013, until 31 Jan 2015	47,393	Fee charged by the Distribution bank (BRD)
Costs related to buybacks after 30 Sep 2013, until 31 Jan 2015	26,872,314	Fees related to: Second buyback programme after 30 Sept 2013, Third buyback programme and Fourth buyback programme (before 31 Jan 2015)
Total Adjusted NAV as at 31 January 2015	13,440,822,437	
Number of Fund's paid shares, less Treasury shares as at 31 Jan 2015	10,831,101,602	
Adjusted NAV per share as at 31 Jan 2015	1.2409	
NAV per share as at 30 Sep 2013	1.1610	
Difference	0.0799 ¹	
%	6.9%	

Source: Fund Manager.

1. The adjusted NAV for a given date will be calculated as the sum of: the reported NAV as at the end of reporting period, any returns to shareholders, following reductions of the share capital (return of nominal) implemented after 30 September 2013, and any Distribution Fees and any transaction costs relating to non-dividend distributions including buy-backs executed after 30 September 2013. The adjusted NAV per share will be equal to the adjusted NAV divided by the total number of the Fund's paid shares, less treasury shares, on the last day of the reporting period.

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Performance Objectives - Discount

Objective

- The discount between the closing price and the last reported NAV per share to be equal to or lower than 15%, in at least 2/3 of the trading days in the period 1 October 2014 – 30 June 2015

Monthly Monitoring – 31 January 2015

- In the period 1 October 2014 – 31 January 2015, discount was higher than 15%

Days Discount <= 15%	Days Discount >15%	Total trading days (starting 1 Oct 2014)	% Trading days past / Total trading days in reporting period [No of trading days until 31 Jan 2015 / No of trading days until 30 June 2015]
0	81	81	43.8% (81 days/185 days)

Source: Fund Manager.

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NAV – New Independent Fair Valuations (I)

Portfolio Company	Value in 31 Dec 2014 NAV (RON Million)	Value in 28 Nov 2014 NAV (RON Million)	Valuation Method for 28 Nov 2014 NAV	Impact on Total NAV (RON mn)	Impact on NAV / share (RON) ¹
Hydroelectrica SA	2,178.1	2,105.1	Fair value (value as per independent valuer's report)/ share	73.0	0.0062
ENEL Distributie Banat SA	640.5	573.2	Fair value (value as per independent valuer's report)/ share	67.3	0.0057
ENEL Distributie Muntenia SA	465.8	473.1	Fair value (value as per independent valuer's report)/ share	(7.3)	(0.0006)
GDF Suez Energy Romania SA	461.3	404.4	Fair value (value as per independent valuer's report)/ share	56.9	0.0048
E.ON Distributie Romania SA ²	441.4	510.6	Fair value (value as per independent valuer's report)/ share	(69.2)	(0.0059)
ENEL Distributie Dobrogea SA	396.9	379.1	Fair value (value as per independent valuer's report)/ share	17.8	0.0015
CN Aeroporturi Bucuresti SA	332.3	287.7	Fair value (value as per independent valuer's report)/ share	44.6	0.0038
Electrica Distributie Muntenia Nord SA	235.6	296.2	Fair value (value as per independent valuer's report)/ share	(60.6)	(0.0051)
Electrica Distributie Transilvania Sud SA	206.5	192.0	Fair value (value as per independent valuer's report)/ share	14.5	0.0012
Electrica Distributie Transilvania Nord SA	201.6	206.7	Fair value (value as per independent valuer's report)/ share	(5.1)	(0.0004)
Societatea Nationala a Sarii SA (Salrom)	142.9	114.1	Fair value (Shareholder equity adjusted with dividends declared/share)	28.8	0.0024

Source: Fund Manager reports.

1. Computed based on the number of shares used in NAV per share computation as at 28 November 2014.
2. E.ON Distributie Romania was created at 31 December 2014 through the merger of E.ON Gaz Distributie SA (as absorbing company, whose name was changed) and E.ON Moldova Distributie SA (as absorbed company).

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NAV – New Independent Fair Valuations (II)

Portfolio Company	Value in 31 Dec 2014 NAV (RON Million)	Value in 28 Nov 2014 NAV (RON Million)	Valuation Method for 28 Nov 2014 NAV	Impact on Total NAV (RON mn)	Impact on NAV / share (RON) ¹
E.ON Energie Romania SA	133.9	130.9	Fair value (value as per independent valuer's report)/ share	3.0	0.0003
Administratia Porturilor Maritime Constanta SA	132.6	69.5	Fair value (Shareholder equity adjusted with dividends declared/share)	63.1	0.0053
Electrica Furnizare SA	126.4	88.0	Fair value (value as per independent valuer's report)/ share	38.4	0.0033
Complexul Energetic Oltenia SA	108.5	120.0	Fair value (value as per independent valuer's report)/ share	(11.5)	(0.0010)
ENEL Energie SA	74.4	74.3	Fair value (value as per independent valuer's report)/ share	0.1	-
ENEL Energie Mutenia SA	65.1	65.1	Fair value (value as per independent valuer's report)/ share	-	-
Posta Romana SA	55.9	60.8	Fair value (value as per independent valuer's report)/ share	(4.9)	(0.0004)
Zirom SA	39.3	43.5	Fair value (value as per independent valuer's report)/ share	(4.2)	(0.0004)
Plafar SA	1.8	4.8	Shareholder equity/share	(3.0)	(0.0003)
Total	6,440.8	6,199.1		241.7	0.0205

Source: Fund Manager reports.

1. Computed based on the number of shares used in NAV per share computation as at 28 November 2014.

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Contributors to NAV Performance for Q4 2014

TOP PERFORMERS

Company	Status	% in Total NAV ¹	% change in NAV performance for Q4 2014	Change in NAV per share (RON)
Hidroelectrica SA	Unlisted	16.5%	0.50%	0.0067
Enel Distributie Banat SA ²	Unlisted	4.8%	0.46%	0.0062
CN Administratia Porturilor Maritime SA ³	Unlisted	1.0%	0.43%	0.0058
GDF Suez Energy Romania SA ²	Unlisted	3.5%	0.39%	0.0052
CN Aeroporturi Bucuresti SA ²	Unlisted	2.5%	0.30%	0.0041

BOTTOM PERFORMERS

Company	Status	% in Total NAV ¹	% change in NAV performance for Q4 2014	Change in NAV per share (RON)
OMV Petrom SA	Listed	33.2%	(4.56)%	(0.0614)
E.ON Distributie Romania SA ²	Unlisted	3.3%	(0.47)%	(0.0063)
Electrica Distributie Muntenia Nord SA ²	Unlisted	1.8%	(0.41)%	(0.0056)
Romgaz SA	Listed	10.3%	(0.17)%	(0.0023)
Nuclearelectrica SA	Listed	1.6%	(0.10)%	(0.0013)
TOTAL NAV VARIANCE Q4 2014				(0.0313)

1. NAV report as at 31 December 2014.

2. The valuation of these holdings were updated by an independent valuer (KPMG or EY).

3. This holding was valued by an independent valuer (KPMG).

Note: E.ON Distributie Romania resulted from the merger of E.ON Gaz Distributie SA (the absorbing company, whose name was changed) and E.ON Moldova Distributie SA (the absorbed company); the merger was effective as at 31 December 2014.

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Contributors to NAV Performance for 2014

TOP PERFORMERS

Company	Status	% in Total NAV ⁴	% change in NAV performance for 2014	Change in NAV per share (RON)
Electrica Furnizare SA ²	Unlisted	1.0%	0.84%	0.0116
E.ON Energie Romania SA ²	Unlisted	1.0%	0.46%	0.0063
Enel Distributie Banat SA ²	Unlisted	4.8%	0.45%	0.0062
CN Administratia Porturilor Maritime SA ³	Unlisted	1.0%	0.44%	0.0061
GDF Suez Energy Romania SA ²	Unlisted	3.5%	0.38%	0.0052

BOTTOM PERFORMERS

Company	Status	% in Total NAV ⁴	% change in NAV performance for 2014	Change in NAV per share (RON)
OMV Petrom SA	Listed	33.2%	(4.43)%	(0.0609)
Complexul Energetic Oltenia SA ²	Unlisted	0.8%	(1.42)%	(0.0195)
Nuclearelectrica SA	Listed	1.6%	(0.63)%	(0.0087)
E.ON Distributie Romania SA ²	Unlisted	3.3%	(0.46)%	(0.0063)
Hidroelectrica SA	Unlisted	16.5%	(0.41)%	(0.0056)
TOTAL NAV VARIANCE 2014				(0.0311)

1. NAV report as at 31 December 2014.

2. The valuation of these holdings were updated by an independent valuer (KPMG).

3. This holding was valued by an independent valuer (KPMG).

Note: E.ON Distributie Romania resulted from the merger of E.ON Gaz Distributie SA (the absorbing company, whose name was changed) and E.ON Moldova Distributie SA (the absorbed company); the merger was effective as at 31 December 2014.

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NAV and Share Price Performance

Cumulative Performance

	2011	2012	2013	2014	YTD ¹	Since Performance Inception ¹
NAV	(0.47)%	8.91%	13.29%	1.39%	(2.44)%	21.48%
Ordinary Share Price	(30.32)%	38.30%	61.34%	14.53%	(6.86)%	65.85%

Average Annual Discount

2011	2012	2013	2014	YTD ²	Current Discount ³
55.67%	50.20%	41.30%	30.57%	29.05%	26.20%

Source: BVB, FP NAV reports.

1. As at 30 January 2015.

2. For the period: 1 January – 13 February 2015.

3. As at 13 February 2015.

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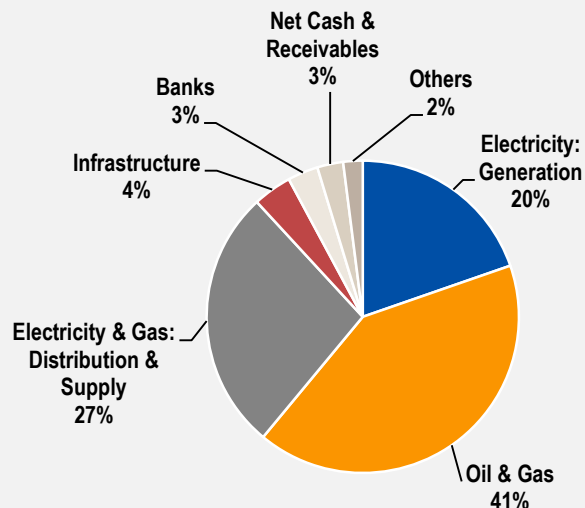
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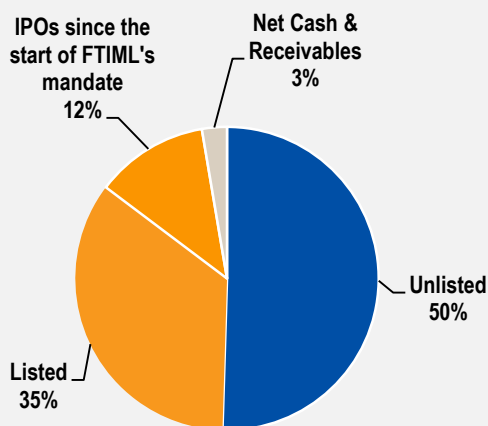
Portfolio Performance

Portfolio Structure

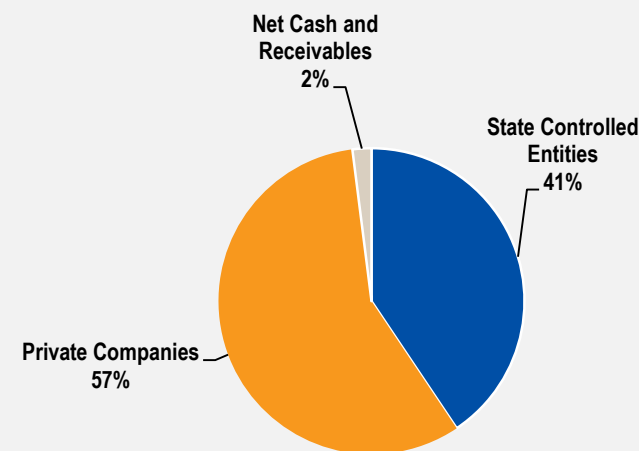
Sector - 30 January 2015



Listed vs. Unlisted - 30 January 2015



Controlling Ownership - 31 December 2014



- As at 30 January 2015, the portfolio included stakes in 53 companies (17 listed and 36 unlisted).
- Net cash and receivables position as at 30 January 2015 was EUR 76.7 mn.
- In November 2014, the Fund disposed of 2,047,095 shares in Conpet SA, at a price of RON 48.75, following the completion of a book building process.
- In November 2014, the General Shareholders Meetings of E.ON Gaz Distributie SA and E.ON Moldova Distributie SA approved the merger of the companies. The new company, E.ON Distributie Romania SA was registered at the Trade Registry on 31 December 2014.
- The Fund Manager's objective is to increase the listed part of the portfolio to 100%.

Source Monthly Factsheet prepared by the Fund Manager as at 30 January 2015, 2014 Preliminary results report.

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Largest Holdings by NAV

No.	Portfolio Company	Status	Majority Shareholder	% Stake ¹	NAV as at 30 January 2015 (EUR mn)	% in NAV as at 30 January 2015
1	OMV Petrom SA	Listed	OMV	19.0%	876.0	30.37
2	Hidroelectrica SA	Insolvency	Romanian State	19.9%	490.3	17.00
3	Romgaz SA	Listed	Romanian State	10.0%	299.3	10.38
4	ENEL Distributie Banat	Unlisted	Enel Group	24.1%	144.18	5.00
5	ENEL Distributie Muntenia	Unlisted	Enel Group	12.0%	104.85	3.64
6	GDF Suez Energy Romania	Unlisted	GDF Suez	12.0%	103.84	3.60
7	E.ON Distributie Romania ²	Unlisted	E.ON Group	18.4%	99.37	3.45
8	ENEL Distributie Dobrogea	Unlisted	Enel Group	24.1%	89.34	3.10
9	CN Aeroporturi Bucuresti	Unlisted	Romanian State	20.0%	74.80	2.59
10	BRD Groupe Societe Generale	Listed	Groupe Societe Generale	3.6%	54.86	1.90
Top 10 Portfolio Holdings					2,336.84	81.03
NAV					2,884.10	100.0
NAV Per Share (EUR)					0.2663	

Note: Values in EUR calculated using the EUR/RON FX rate as at 30 January 2015.

Source: Monthly Factsheet prepared by the Fund Manager as at 30 January 2015.

1. Based on the 31 December 2014 Detailed Statement of Investments.

2. Formed through the merger of E.ON Gaz Distributie and E.ON Moldova Distributie, as at 31 December 2014.

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Fondul Proprietatea Equity Transactions in Q4 2014

Completed Transactions

Company	Transaction	Seller	Offering Stake	Market Value (EUR mn)	Investment Consortium Selected	Comments
Conpet	ABO	FP	23.60%	22.5	Wood & Co and BRD- Groupe Societe Generale	Completed in November 2014

Source: Fund Manager current reports.

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Government SPO & IPO Calendar

Future IPOs and Privatizations

Company	Official Timeline ¹	FP Expectations	Offering Size %	Offering Size Value (EUR mn)	FP Stake Value (EUR mn)	Seller	Investment Consortium Selected
Hydroelectrica	IPO – June 2014	2016	15.0	424.2 ²	490.3 ²	New Shares	Morgan Stanley, Raiffeisen
CE Oltenia	IPO – Nov 2015	?	12.0/15.3	15.1/18.8 ³	24.2 ³	New Shares	BRD Groupe Societe Generale, Swiss Capital ⁴
Posta Romana	Privatization (Share Capital Increase)	H1 2015	>50.0	>37.4 ³	12.5 ³	New Shares	KPMG, Tuca, Zbarcea and Associates

Other candidates from the Fund's portfolio for IPOs

Company	FP Stake	FP Stake Value (EUR mn)	Market Cap
Administratia Porturilor Maritime (Constanta Port)	20.0% ³	29.6 ³	147.9 ³
Aeroporturi Bucuresti (Bucharest Airports)	20.0% ²	74.8 ²	374.0 ²
Salrom	49.0% ³	31.9 ³	65.1 ³

1. As agreed with the IMF in the September 2013 Letter of Intent.

2. Source: Monthly Factsheet prepared by the Fund Manager as at 30 January 2015.

3. Source: Detailed Statement of Investments as at 31 December 2014.

4. Offer submitted in April 2013.

Disposal of the Unlisted Power and Gas Distribution Companies

Company	FP Stake	NAV EUR mn	% NAV
Enel Distributie Banat (EDB)	24%	142.9	4.8%
Enel Distributie Muntenia (EDM)	12%	103.9	3.5%
Enel Distributie Dobrogea (EDD)	24%	88.6	3.0%
Enel Energie Muntenia (EEM)	12%	14.5	0.5%
Enel Energie (EE)	12%	16.6	0.6%
Electrica Distributie Muntenia Nord	22%	52.6	1.8%
Electrica Distributie Transilvania Sud	22%	46.1	1.6%
Electrica Distributie Transilvania Nord	22%	45.0	1.5%
Electrica Furnizare	22%	28.2	1.0%
E.ON Distributie Romania	18%	98.5	3.3%
E.ON Energie Romania	13%	29.9	1.0%
GDF Suez Energy Romania	12%	102.9	3.5%
TOTAL		769.7	26.1%

Background

- The total value of the holdings is EUR 769.7 mn, or 26.1% of the NAV per the Fund's 31 December 2014 Detailed Statement of Investments
- The Romanian National Energy Regulatory Authority ("ANRE") modified the tariff setting the methodology for the electricity distribution service, the most significant changes being the possibility given to the regulator to revise the regulatory rate of return (RRR) starting with the second year of the ongoing five year regulatory period (2014- 2018). Subsequently, ANRE effectively reduced the level of the RRR (before tax and expressed in real –terms) to 7.7% from the previous 8.52% level.
- Electrica, together with its electricity distribution subsidiaries, initiated several litigations against the energy market regulator ANRE regarding the annulment of several ANRE orders related to the set of: the RRR on RAB at 7.7%, the distribution tariffs at levels that are lower than the ones applicable in 2014 (by up to 3.3% in some cases), and of the price that Electrica subsidiaries' have to pay for the reactive energy.

Status

- E.ON: Following the GSM decisions adopted in November, as of 31 Dec 2014, the gas distributor E.ON Gaz Distributie merged through absorption with the electricity distributor E.ON Moldova Distributie (absorbed company) and subsequently changed its name in E.ON Distributie SA. The Fund's stake in the merged entity is 18.3%. The controlling shareholder's stake in E.ON Distributie Romania is 61.8%.
- Enel: In July 2014, Enel announced that intends to sell the operations in Romania. Citibank and Unicredit have been appointed by Enel to advise on the transactions. The Fund has tag along rights in EDM and EEM. We expect Enel to announce a decision regarding the potential sale of its Romanian assets by June 2015.
- Electrica: Negotiations are ongoing. Expected announcement by end of Q1 2015.

Notes: Values in EUR calculated using the EUR/RON FX rate as at 30 December 2014.
Source: Detailed Statement of Investments as at 31 December 2014.

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Top Listed Portfolio Holdings – Key Financials

Company	EBITDA(ROn mn)		Net Profit (RON mn)	
	2013	2014	2013	2014
Banca Transilvania SA	-	-	374.9	448.1
BRD Groupe Societe Generale	-	-	(385.8)	43.2
Conpet SA	66.6	100.5	31.3	50.5
Nuclearelectrica SA	894.1	605.7	423.4	137.1
TOTAL	960.7	706.2	443.8	678.9
WEIGHTED TOTAL¹	90.9	65.0	39.8	30.8

- OMV Petrom SA and Romgaz SA will publish the 2014 preliminary annual results on 19 February 2015.

Note: EBITDA is calculated as Operational result + Depreciation and Amortization.

Source: Companies' financial statements.

1. Weighted for the Fund's stake in the companies as at 31 December 2014.

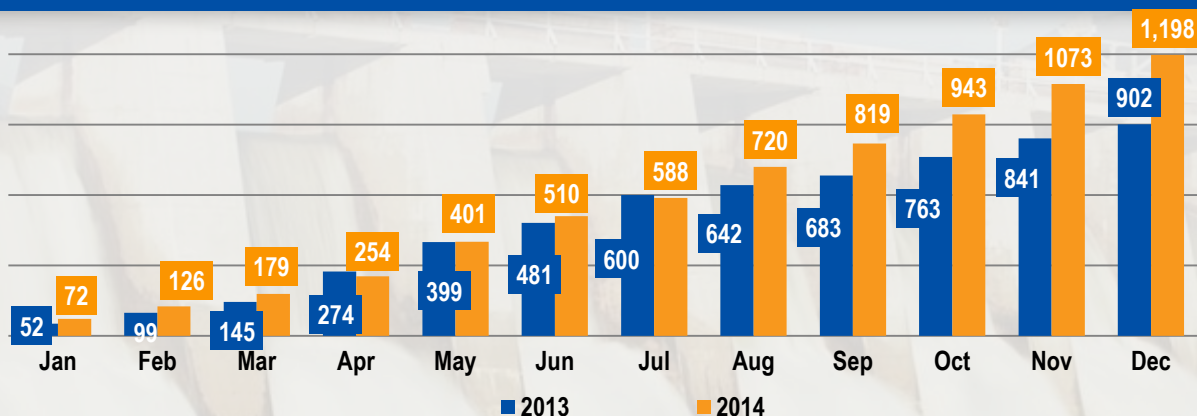
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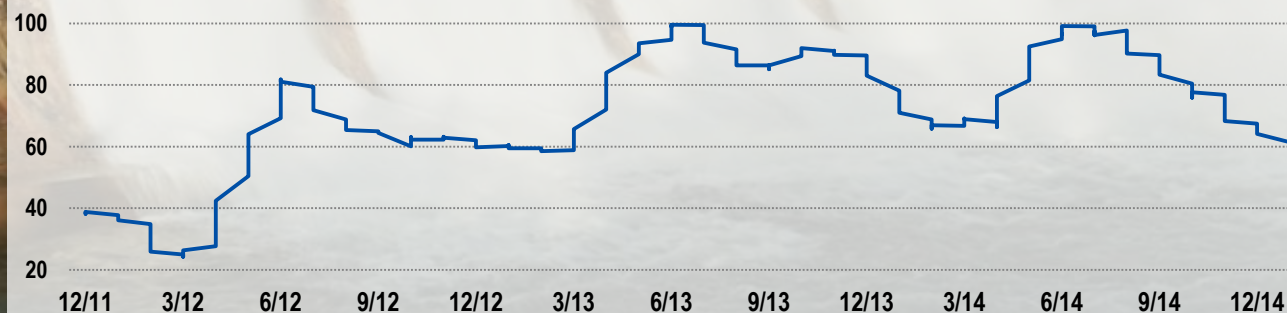


Hidroelectrica – Update

Pre-tax profit (RON mn)



Reservoir levels (%Full)¹



- Preliminary 2014 results: pre tax profit of RON 1.2 billion versus RON 900 million in 2013 (+33%).
- Oppositions filed by traders against the opening of the insolvency procedure were ruled in favor of Hidroelectrica. The decision can be appealed by traders.
- Pending litigations with traders have to be settled before the company can exit insolvency

Source: Company website.

1. Source: Bloomberg, as at 5 January 2015.

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Corporate Actions

Secondary Listing on the LSE – Plan



Trading in London is planned to be achieved via the use of Global Depositary Receipts (“GDRs”) or Depositary Interests (“DIs”) as an alternative. Recent changes in the FSA regulations allow any company listed in Romania to be dual-listed in London through GDRs. However, in the case of DIs, regulatory changes are still required in order for trading of DIs to be feasible in Romania.



New local and foreign investors will be attracted via separate placements of GDRs/shares facilitated by existing shareholders through accelerated placements and/or individual trades on the regular (open) market either at the same time or subsequent to the listing in London. No new GDRs/shares will be issued by the Fund.

Status

On 21 January the Fund’s shareholders voted the extension of the Fund Manager’s mandate to finalize the LSE listing until 10 July 2015. Listing in London through GDRs requires a full prospectus, and the target listing date would be in Q2 2015.

Top 15 Funds on LSE

Fund	Symbol	Listing Currency	Total NAV (USD mn)	Premium / Discount to NAV (%)	% Listed Portfolio (approximately)
Scottish Mortgage INV TR PLC	SMT	GBP	4,820.2	1.2%	98.0
Alliance Trust PLC	ATST	GBP	4,795.9	-13.1%	88.0
Foreign & Colonial Invest TR	FRCL	GBP	4,065.2	-2.5%	99.0
RIT Capital Partners PLC	RCP	GBP	3,678.9	-3.8%	98.0
FONDUL PROPRIETATEA	FP.	USD	3,387.0	-26.2%	47.0
Templeton Emerging Market S-O	TEM	GBP	3,096.7	-11.2%	94.0
NB Global Floating Rate INC	NBLS	GBP	2,982.6	-2.7%	0.0
HICL Infrastructure Co LTD	HICL	GBP	2,597.9	15.0%	101.0
Caledonia Investments PLC	CLDN	GBP	2,345.2	-16.0%	66.0
Witan Investment Trust PLC	WTAN	GBP	2,269.9	-0.1%	99.0
Kennedy Wilson Europe REA	KWE	GBP	2,095.7	4.1%	0.0
Edinburgh Investment Trust	EDIN	GBP	2,044.1	-3.4%	100.0
3i Infrastructure PLC	3IN	GBP	2,016.7	4.0%	6.0
Murray International TR-O	MYI	GBP	1,930.8	6.8%	86.0
City of London Investment TR	CTY	GBP	1,809.7	1.7%	101.0

Source: Jefferies, Morningstar, Bloomberg, Company factsheets, London Stock Exchange. As at 13 February 2015.

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LSE Listing – Discounts / Premiums for LSE and SFM Funds

	Average %	Min %	Max %
SFM (All)	-7.90%	-76.63%	18.03%
LSE (Top 15 largest)	0.61%	-15.98%	29.00%

- Fondul Proprietatea's discount to NAV as at 13 February 2015 was 26.20%.

Source: Jefferies, Morningstar, Bloomberg, Company factsheets, London Stock Exchange. As at 13 February 2015.

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Cash Distributions to Shareholders

Cash Distributions to Shareholders (RON)

Type	Financial Year	Paid In	Gross Distribution per Share	Net Distribution per Share ¹	% Change YoY
Dividend	2008 – 2009 (aggregate)	2010	0.08160	0.06854	-
Dividend	2010	2011	0.03141	0.02638	-
Dividend	2011	2012	0.03854	0.03237	+22.71%
Dividend	2012	2013	0.04089	0.03435	+6.12%
Return of Capital	-	2014	0.05000	0.05000	+45.56%
Return of Capital	-	2015	0.05000	0.05000	-
Total			0.29244	0.26164	

1. Values resulted after applying the 16% Romanian Dividend Withholding Tax to the Gross Distribution per Share value. In case the shareholder provided a fiscal residence certificate from a jurisdiction where the tax on dividends was lower than 16%, the lower withholding rate was applied. Tax exemption is applied for certain categories of shareholders according to the fiscal legislation in force. For the RON 0.05/share return of capital no tax was withheld.

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Buy-Back Programs and Tender Offers in Q4 2014 and Q1 2015

Program	Period	Status	No. of shares to be repurchased/ % of the Fund's issued share capital	Average share price (RON/share)	Broker	Cancellation of shares
Fourth	1 October 2014 – 3 February 2015	Completed	991.0 mn/7.32%	1.0557 ¹	Raiffeisen	To be proposed on agenda of the next General Shareholders' Meeting
Fifth	Started on 10 February 2015	Ongoing	227.6 mn/1.89%	-	Wood & Co.	-

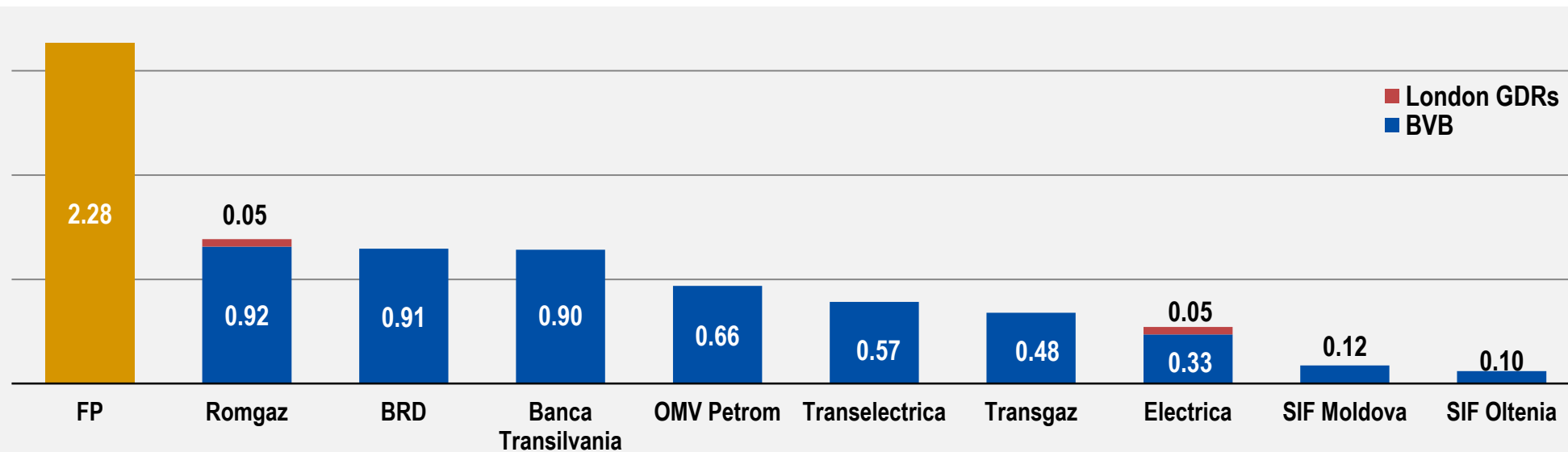
Tender	Announcement date	Status	No. of shares to be repurchased	Tender price (RON/share)	FP pre-announcement share price (RON/share)	Premium to pre- announcement share price (%)	Discount of offer price to NAV (%) ²	Take up rate (%) ²
Second	20 October 2014	Completed	750,000,000	1.11	0.8965	23.81%	10.76%	85.79%

1. Including the Tender Offer for 750 mn shares.

2. NAV as at 30 September 2014.

Buy-Back Programs - Average Daily Trading Value on the BVB

Average Daily Turnover in January 2015 (EUR mn)



Fifth Buy-Back Program

ADTV (January 2015)	10.2 mn shares / EUR 2.3 mn
25% of ADTV	3.0 mn shares / EUR 0.6 mn
Total cash & cash equivalents as at 30 January 2015 ¹	RON 235.7 mn / EUR 53.1 mn
Total number of shares to be repurchased	227,572,250

Source: Bloomberg, Bucharest Stock Exchange, computed using the NBR EUR/RON FX as at the end of the month.

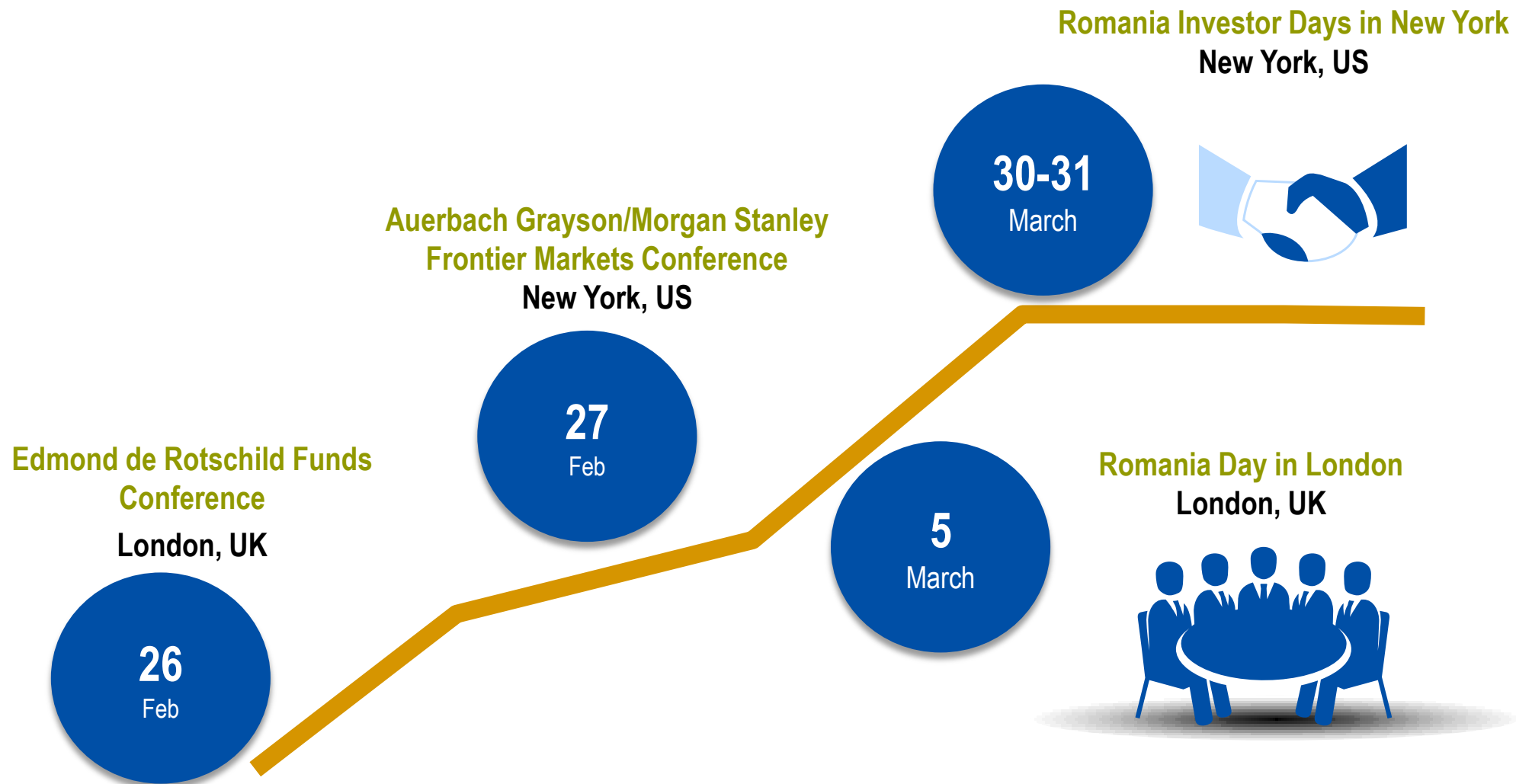
1. Using the simplifying assumption that all available cash & cash equivalents as at 30 January 2015 can be used for buy-backs, so ignoring other possible cash outflows and inflows.

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Investor Relations – Upcoming Events



More information about the Fund can be found on the website www.fondulproprietatea.ro

Preliminary Annual Results

Income Statement (RON million)

	2013 Audited	2014 Unaudited
Revenues from Current Activity, Out of Which:	1,311.2	1,822.7
Revenues from Financial Assets	649.7	682.1
Interest Income	36.2	20.9
Reversal of Impairment Adjustments & Provisions	48.3	37.0
Revenues from Disposal of Financial Assets	573.1	1,079.0
Revenues from Foreign Exchange Differences	0.3	1.5
Other Income from Current Activity	3.6	2.2
Expenses from Current Activity, out of which:	629.0	793.2
Expenses from Disposal of Financial Assets	528.7	661.7
Expenses from Foreign Exchange Differences	0.2	2.3
Depreciation, provisions, losses from receivables and sundry debtors	13.0	8.2
Commissions and Fees	26.3	30.9
Other Expenses from Current Activity ¹	60.8	90.1
Gross Profit	682.2	1,029.5
Income Tax Expense	-	16.6
Net Profit	682.2	1,012.9

Source: 2014 Preliminary Annual Results Report, prepared in accordance with the Financial Supervisory Authority regulations' in force (Romanian Accounting Regulations).

1. Other expenses from current activity include third party expenses, bank charges, utilities expenses, remuneration expenses, as well as duties and other taxes.

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Balance Sheet (RON million)

	31 December 2013 Audited	31 December 2014 Unaudited
Intangible Assets	0.8	0.8
Financial Assets	10,490.6	9,075.2
Non-Current Assets – Total	10,491.4	9,076.0
Current Assets – Total	454.1	319.5
Prepaid Expenses	-	-
Payables Within One Year	31.2	41.4
Total Assets Less Current Liabilities	10,914.3	9,354.1
Provisions	29.3	15.1
Shareholder's Equity	10,885.0	9,339.0

Source: 2014 Preliminary Annual Results Report, prepared in accordance with the Financial Supervisory Authority regulations' in force (Romanian Accounting Regulations).

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Appendix

Romania Day in London – 5 March 2015

London	Thursday, 5 March 2015 – The May Fair Hotel, Danziger Suite A
8:30 – 9:00 a.m.	Registration
9:00 – 9:10 a.m.	Welcome Embassy of Romania in the United Kingdom - HE Dr. Ion Jinga, Ambassador of Romania to the United Kingdom Franklin Templeton Investments - David Smart, MD/Head of Investment Solutions EMEA Bucharest Stock Exchange - Lucian Anghel, President of the Board
9:35 – 10:00 a.m.	National Bank of Romania Liviu Voinea, Deputy Governor
10:00 – 10:25 a.m.	Ministry of Finance Darius Valcov, Minister (TBC)
10:25 – 10:50 a.m.	Ministry of Economy, Commerce & Tourism Mihai Tudose, Minister (TBC)
11:50 – 11:15 a.m.	Financial Supervisory Authority Misu Negritoiu, President
11:15 – 11:40 a.m.	Fondul Proprietatea Marius Dan, Investor Relations Director
11:40 a.m. – 12:05 p.m.	Bucharest Stock Exchange Ludwik Sobolewski, CEO
12:10 – 1.00 p.m.	Lunch

Romania Day in London – 5 March 2015

Companies	
Banca Transilvania	Nuclearelectrica
BRD Groupe Societe Generale	OMV Petrom
Bucharest Stock Exchange	Romgaz
Conpet	SIF2 Moldova
Electrica	SIF3 Transilvania
Fondul Proprietatea	Transelectrica
Hidroelectrica	Transgaz

Romania Investor Days in New York – 30- 31 March 2015

New York	Monday, 30 March 2015 – New York Palace Hotel
8:30 – 9:00 a.m.	Registration and Breakfast
9:00 – 9:10 a.m.	Welcome
9:10 – 9:35 a.m.	Keynote Speaker Klaus Iohannis, President of Romania (TBC)
9:35 – 10:00 a.m.	International Monetary Fund Andrea Schaechter, Mission Chief for Romania (TBC)
10:00 – 10:25 a.m.	Ministry of Energy Andrei Gerea, Minister (TBC)
10:25 – 10:50 a.m.	National Bank of Romania Bogdan Olteanu, Deputy Governor
11:50 – 11:15 a.m.	Financial Supervisory Authority Misu Negritoiu, President (TBC)
11:15 – 11:40 a.m.	Fondul Proprietatea Grzegorz Konieczny, CEO and Fund Manager
11:40 a.m. – 12:05 p.m.	Bucharest Stock Exchange Ludwik Sobolewski, CEO
12:10 – 1.30 p.m.	Lunch (followed by one-on-one meetings)

Romania Investor Days in New York – 30- 31 March 2015

New York	Tuesday, 31 March 2015 – New York Palace Hotel
8:00 – 9:00 a.m.	Registration and Breakfast
9:00 a.m. – 5:00 p.m.	One-on-one meetings
12:00 – 13:00 p.m.	Lunch
Companies	
Alro	Hidroelectrica
Banca Transilvania	Impact
Biofarm	Nuclearelectrica
BRD Groupe Societe Generale	OMV Petrom
Bucharest Airports	Romgaz
Bucharest Stock Exchange	SN a Sarii Salrom
Conpet	Telekom Romania
Electrica	Transelectrica
Fondul Proprietatea	Transgaz
Gabriel Resources	

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