

Fondul Proprietatea – Q3 2018 Results Conference Call

15 November 2018



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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.

The Fund's headquarters are located at 78-80 Buzesti Street, 7th Floor, Bucharest, 1st District, 011017, Romania. Fund's Fiscal Identification Code is 18253260 and Trade Registry registration number is J40/21901/2005. The subscribed share capital is RON 4,771,610,196.08 and paid up share capital is RON 4,582,427,774.08.

Starting with 1 April 2016, in view of complying with the AIFMD, implemented in the Romanian legislation through Law no. 74/2015 on managers of alternative investment funds and Regulation no. 10/2015 on alternative investment fund management, Fondul Proprietatea SA, qualifying as an alternative investment fund, is managed by Franklin Templeton Investment Services S.Ā R.L. ("FTIS"), a société à responsabilité limitée qualifying as an alternative investment fund manager under Article 5 of the Luxembourg Law of 12 July 2013 on alternative investment fund managers, authorized by the Commission de Surveillance du Secteur Financier under no. A00000154/21 November 2013, whose registered office is located at 8A rue Albert Borschette, L-1246 Luxembourg, registered with the Luxembourg Register of Commerce and Companies under number B 36.979, registered with the Romanian Financial Supervisory Authority ("FSA") under number PJM07.1AFIASMDLUX0037/10 March 2016.

This presentation herein is issued by Franklin Templeton Investment Management Limited ("FTIML"), registered with the FSA under no. PJM01SFIM/400005/14 September 2009, which is authorized and regulated in the UK by the Financial Conduct Authority, registered therein under the number 121779, registered as a foreign equivalent of an investment adviser with the US Securities Exchange Commission, acting through its Romanian branch having its registered office at Premium Point, 78-80 Buzesti Str., 7-8th floors, 1st. District, Bucharest, Romania.

FTIML acts herein as a delegate of FTIS with respect to the portfolio management functions as well as administration services over the Fund.



FRANKLIN TEMPLETON
INVESTMENTS

November 2018

Fund Information



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The Fund – Key facts



Fund Details¹

	RON	USD
NAV	10.00 bn	2.43 bn²
NAV/Share	1.3747	0.3341²
Price/Share	0.9410	0.2287²
Price/GDR	47.31	11.50
Market Capitalization as at 14 November 2018 ³	6.87 bn	1.66 bn³
Discount/Share as at 14 November 2018	30.24%	
Discount/GDR as at 14 November 2018	30.42%	
Number of Paid Shares less Treasury Shares ⁴	7,269,457,752	
Investment Objective		
Dividend/Share for FY 2017	RON 0.0678	
Dividend Yield for FY 2017 ⁵	7.54%	
Maximization of returns and per-share capital appreciation via investments mainly in Romanian equities and equity-linked securities		

Source: BVB, FP Report as at 31 October 2018 report.

1. Based on local regulator methodology.

2. Computed using the NBR USD/RON FX rate as at 31 October 2018.

3. Excluding Treasury shares and the equivalent number of shares corresponding to the GDRs, repurchased as at 9 November 2018. Computed using the NBR USD/RON FX rate as at 14 November 2018.

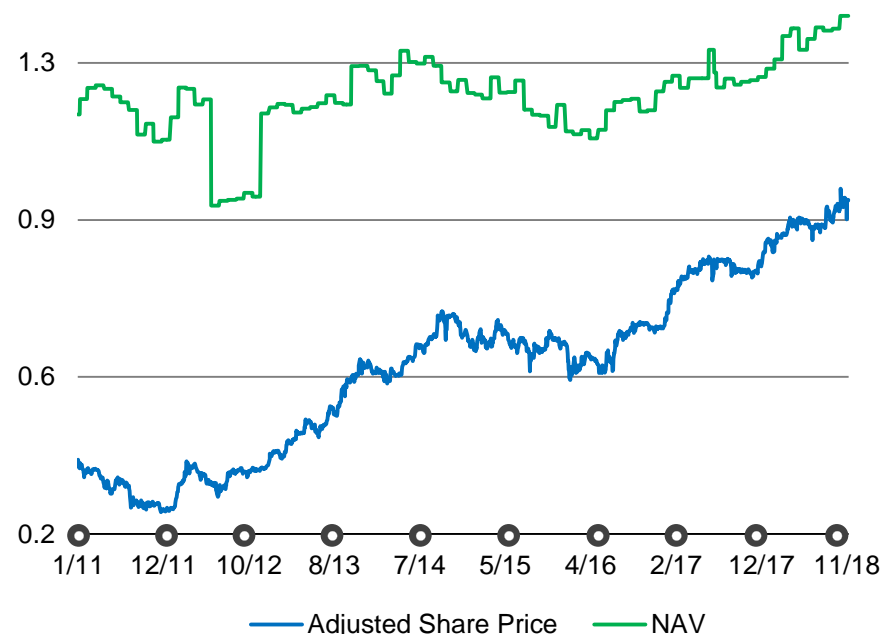
4. As at 9 November 2018.

5. Based on the BVB share price as at 11 June 2018, the Registration date for the FY 2017 dividend.

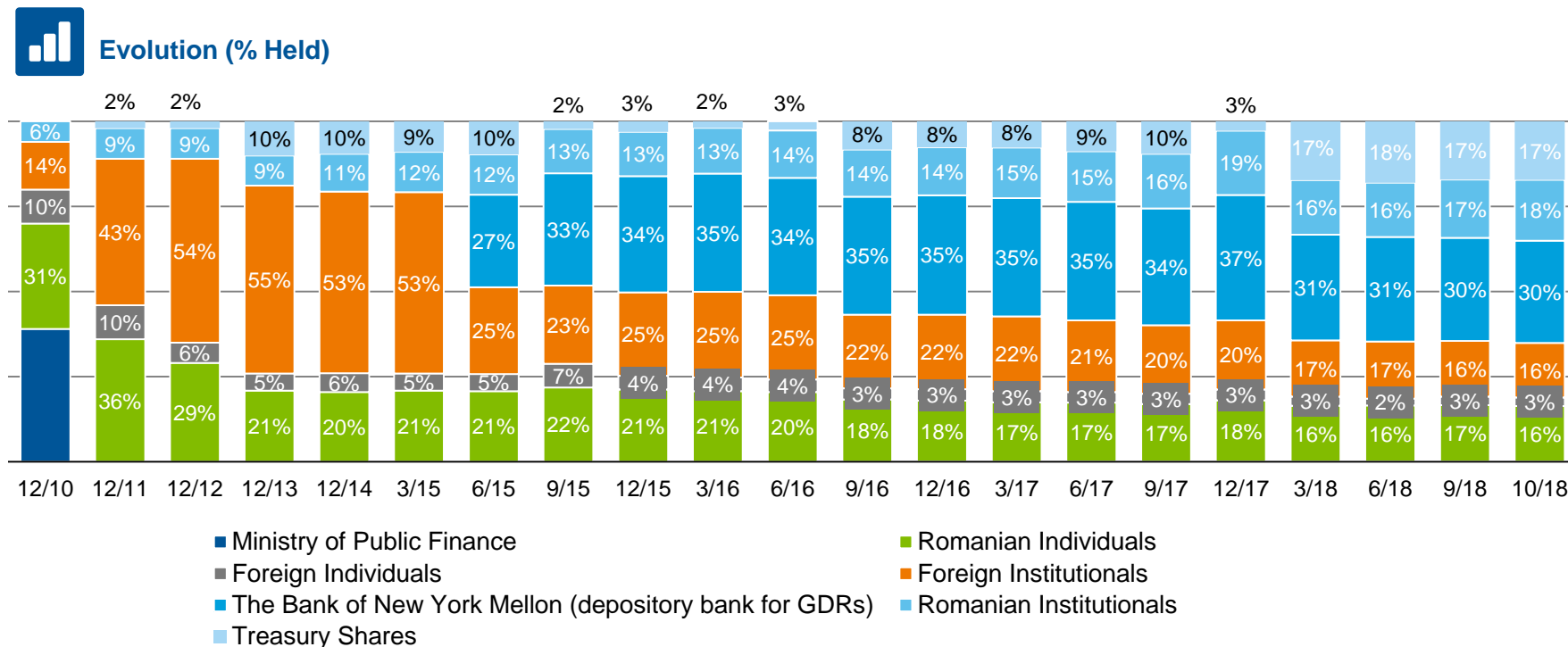
6. Source: Bloomberg, BVB, until 14 November 2018.



FP Share Price⁶ and NAV (RON)



Shareholders structure



Largest Shareholder¹

Anchorage Capital Group	6.70%
NN Group	5.02%
Total Number of Shareholders ²	6,185

1. Based on the total voting rights. Source: Ownership disclosures submitted by NN Group on 27 March 2017 and Anchorage Capital Group on 20 September 2018.

2. Shareholders structure as at 31 October 2018.

Note: Based on paid share capital starting 31 July 2011. Source: Central Depository.

NAV, Share price and GDR performance



Cumulative Performance

	2011	2012	2013	2014	2015	2016	2017	9mo 2018	YTD ¹	Since Performance Inception ¹
NAV (RON)	(0.47)%	8.91%	13.29%	1.39%	(0.60)%	7.33%	13.10%	15.27%	16.98%	75.75%
Ordinary Share Price (RON)	(30.32)%	38.30%	61.34%	14.53%	(4.06)%	4.90%	21.46%	15.87%	17.12%	154.94%
GDR (USD)	N/A	N/A	N/A	N/A	N/A	1.15%	35.88%	7.40%	7.40%	35.06%



Average Annual Discount

2011	2012	2013	2014	2015	2016	2017	2018 YTD ²	Current Share Price Discount ³	Current GDR Price Discount ³
55.67%	50.09%	40.74%	30.87%	29.12%	32.08%	28.05%	29.20%	30.24%	30.42%

Source: BVB, LSE, Bloomberg, FP NAV reports.

Note: The discount is calculated based on the latest published NAV available for the day of the calculation.

The Performance Inception date for the NAV is 31 December 2010, for the Share Price is 25 January 2011, and for the GDRs is 29 April 2015.

1. As at 31 October 2018.

2. For the period 3 January – 14 November 2018.

3. As at 14 November 2018.

Attribution to NAV Performance for Q3 2018



Top Performers

Company	Status	Weight in total NAV ¹	Change in NAV performance for Q3 2018	% Change in share price/ NAV value per share in Q3 2018
OMV Petrom SA	Listed	20.7%	2.43%	13.1%
Societatea Nationala a Sarii SA	Unlisted	2.6%	0.43%	0.0%
BRD Groupe Societe Generale SA	Listed	2.3%	0.07%	3.2%
Nuclearelectrica SA	Listed	1.6%	0.02%	1.1%
IOR SA	Listed	0.0%	0.00%	5.0%



Bottom Performers

Company	Status	Weight in total NAV ¹	Change in NAV performance for Q3 2018	% Change in share price/ NAV value per share in Q3 2018
Alro SA	Listed	2.2%	(0.94)%	(29.5)%
Posta Romana SA	Unlisted	0.2%	(0.18)%	(50.6)%
Romaero SA	Listed	0.3%	(0.06)%	(14.7)%
Mecon SA	Listed	0.0%	0.00%	(6.1)%

TOTAL NAV PER SHARE CHANGE Q3 2018

1.9%

Note: The amounts are adjusted with the dividends declared by the companies, according with FP accounting policy.

1. NAV report as at 28 September 2018.

Attribution to NAV Performance for 9 months 2018



Top Performers

Company	Status	Weight in total NAV ¹	Change in NAV performance for 9 months 2018	% Change in share price/ NAV value per share in 9 months 2018
OMV Petrom SA	Listed	20.7%	5.83%	26.7%
Hidroelectrica SA	Unlisted	35.7%	2.06%	(1.0)%
CN Aeroporturi Bucuresti SA	Unlisted	8.0%	0.84%	2.2%
Societatea Nationala a Sarii SA	Unlisted	2.6%	0.73%	10.7%
BRD Groupe Societe Generale SA	Listed	2.3%	0.47%	5.0%



Bottom Performers

Company	Status	Weight in total NAV ¹	Change in NAV performance for 9 months 2018	% Change in share price/ NAV value per share in 9 months 2018
Posta Romana SA	Unlisted	0.2%	(0.19)%	(50.6)%
Zirom SA	Unlisted	0.3%	(0.03)%	(4.0)%
IOR SA	Listed	0.0%	(0.01)%	(72.0)%
CN Administratia Porturilor Dunarii Maritime SA	Unlisted	0.0%	0.00%	(16.3)%

TOTAL NAV PER SHARE CHANGE 9 MONTHS 2018

9.5%

Note: The amounts are adjusted with the dividends declared by the companies, according with FP accounting policy.

1. NAV report as at 28 September 2018.

Portfolio



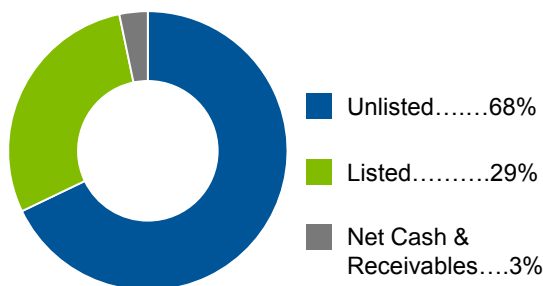
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Portfolio structure



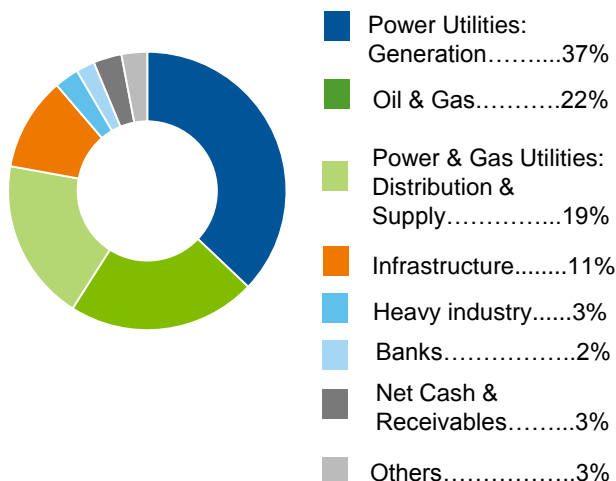
Listed vs Unlisted

as at 31 October 2018 (% NAV)¹



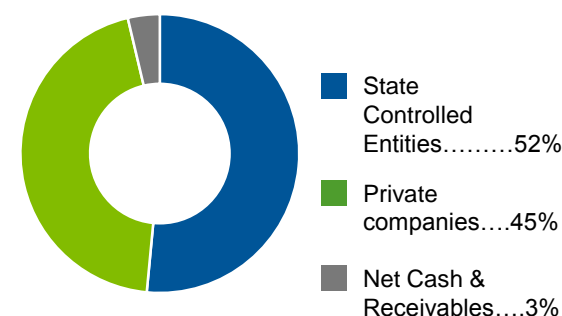
By Sector

as at 31 October 2018 (% NAV)¹



By Controlling Ownership

as at 28 September 2018²



- As at 31 October 2018, the portfolio included stakes in 35 companies (8 listed and 27 unlisted)
- Net cash and receivables position as at 31 October 2018 was USD 80.4 mn.
- The Fund Manager contracted a revolving credit facility for a maximum amount of RON 400 mn³ from BRD - Groupe Societe Generale SA. The purpose of this credit facility is for general corporate and operational use, including buybacks of own shares, distributions to shareholders, but excluding investments. The credit facility is available until June 2020.

1. Source: FP 31 October 2018 Factsheet.

2. FP 28 September 2018 Detailed statement of Investments.

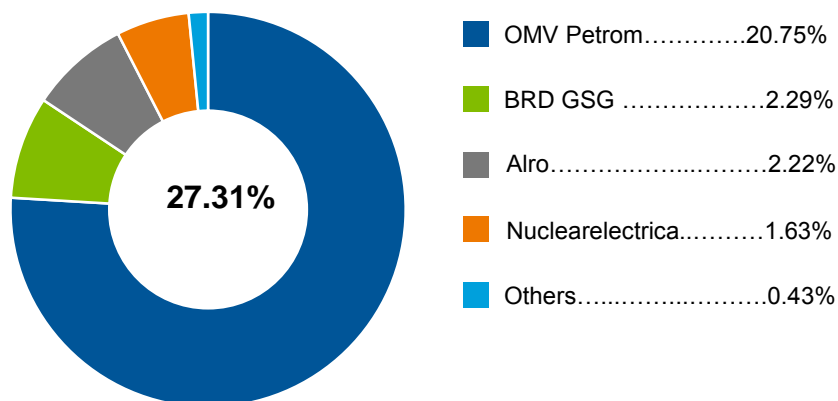
3. Maximum committed amount of RON 400 million, plus the possibility to access, at any given time, an additional amount of RON 200 million, subject to the Bank's approval and in accordance with the provisions of the Credit Facility, without exceeding RON 600 mn in total.

Portfolio structure – Listed vs. Unlisted



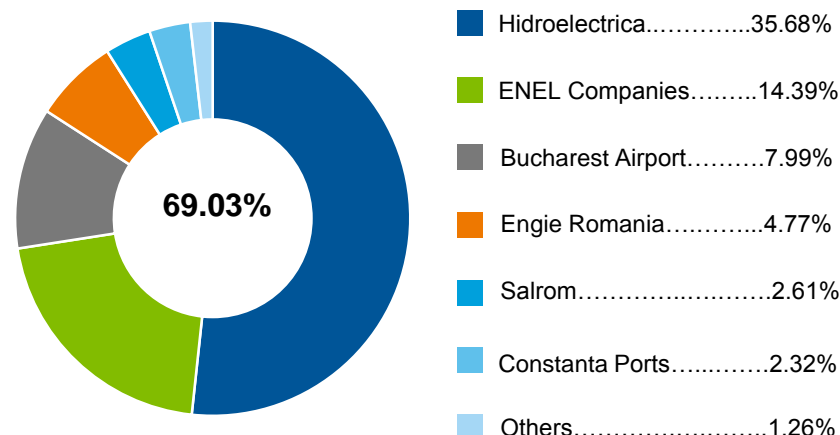
Listed Companies

(% of NAV as at 28 September 2018)



Unlisted Companies

(% of NAV as at 28 September 2018)



Source: FP 28 September 2018 Detailed statement of Investments.

Largest holdings by NAV

Portfolio Company	Status	Majority Shareholder	% Stake ¹	NAV as at 31 October 2018 (USD mn)	% in NAV as at 31 October 2018
Hidroelectrica SA	Unlisted	Romanian State	19.9%	858.27	35.29
OMV Petrom SA	Listed	OMV	9.9%	536.19	22.05
CN Aeroporturi Bucuresti SA	Unlisted	Romanian State	20.0%	192.27	7.91
E-Distributie Banat SA	Unlisted	Enel Group	24.1%	132.47	5.45
Engie Romania SA	Unlisted	Engie	12.0%	114.73	4.72
E-Distributie Muntenia SA	Unlisted	Enel Group	12.0%	101.84	4.19
E-Distributie Dobrogea SA	Unlisted	Enel Group	24.1%	83.13	3.42
SN a Sarii Salrom SA	Unlisted	Romanian State	49.0%	62.71	2.58
CN Administratia Porturilor Maritime SA	Unlisted	Romanian State	20.0%	55.91	2.30
BRD Groupe Societe Generale SA	Listed	Groupe Societe Generale	2.4%	53.10	2.18
Top 10 Portfolio Holdings				2,190.62	90.09
NAV				2,431.72	100.00
NAV Per Share (USD)				0.3341	

Note: Values in USD calculated using the USD/RON FX rate as at 31 October 2018.

Source: FP 31 October 2018 Factsheet.

1. Based on the FP 28 September 2018 Detailed Statement of Investments.

Portfolio – Potential transactions

Company	FP NAV (%) ¹	FP Stake Value (USD mn) ¹	Financial Adviser Selected	Status
Hidroelectrica	35.3%	858.3	Citigroup Global Markets Ltd, UBS Ltd	Ongoing
Salrom	2.6%	62.7	UniCredit	Ongoing
Engie Romania	4.7%	114.7	-	Request for IPO submitted for shareholders' approval (GSM on 28 November 2018)
Total	42.6%	1,035.7		

1. Source: FP Factsheet as at 31 October 2018.

Top portfolio holdings – 9months 2018 financials

Company	EBITDA (RON mn)		Net profit (RON mn)	
	9mo 2017	9mo 2018	9mo 2017	9mo 2018
Hidroelectrica SA	1,687.3	2,409.9	1,014.0	1,675.8
OMV Petrom SA	4,886.4	5,817.5	1,847.7	2,667.2
CN Aeroporturi Bucuresti SA	395.5	469.2	270.8	334.7
SN a Sarii Salrom SA	89.7	85.9	53.4	61.9
BRD Groupe Societe Generale SA	-	-	1,065.5	1,141.6
Alro SA	423.1	401.8	256.8	223.5
Nuclearelectrica SA	705.5	798.0	250.2	321.0
Total	8,187.5	9,982.3	4,758.4	6,425.7
Weighted Total	1,041.1	1,295.5	536.7	771.0

Source: Companies Q3 2018 financial statements.

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



Dividends:

FP received RON 226 mn dividends for the 2017 financial year.



Financials:

Gross profit for the 9months increased by 66% to RON 1.98 billion. Revenues increased to RON 3.2 billion, similar to the revenues registered in the FY 2017, whereas production increased to 14.2 TWh compared to 11.1 TWh registered in the same period last year.



Listing:

The Consortium's mandate for the IPO was not extended during the shareholders meeting on 6 August 2018.

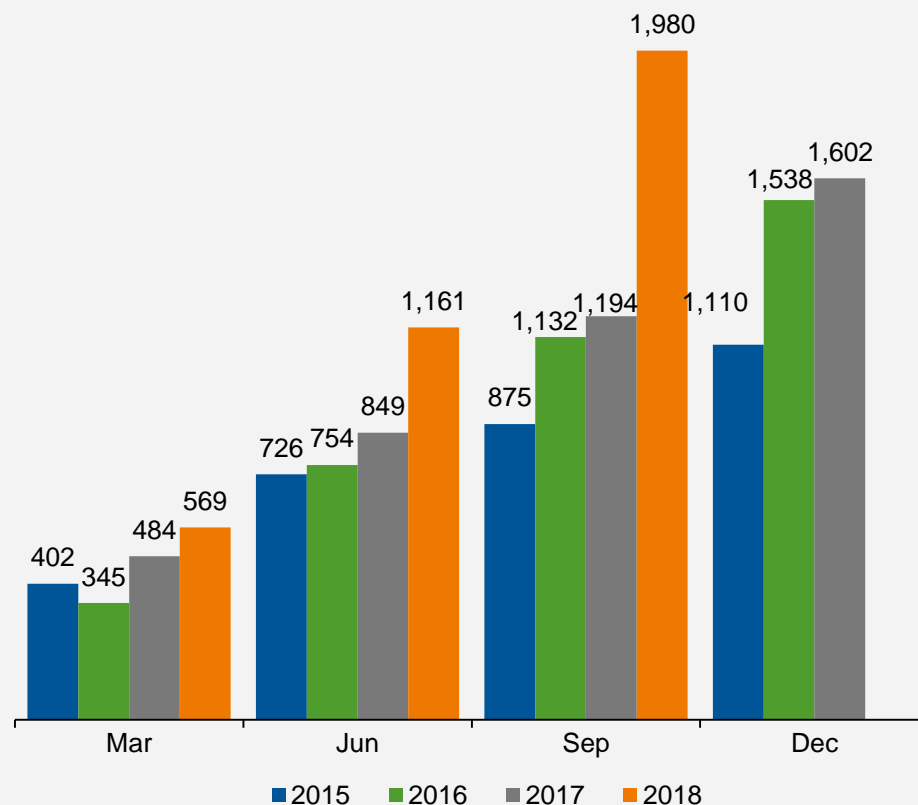


Corporate Governance:

In the shareholders' meeting held on 12 September 2018, the Government approved the extension of the interim Board for an additional 4 month period.

The Ministry of Energy is currently conducting the selection of Board members according to the provisions of Law's 111/2016.

Pre-tax Cumulated Profit (RON mn)



Source: Hidroelectrica 2009 – 2017 Annual reports and financial statements, Hidroelectrica monthly press releases, reports, and presentations, press articles.

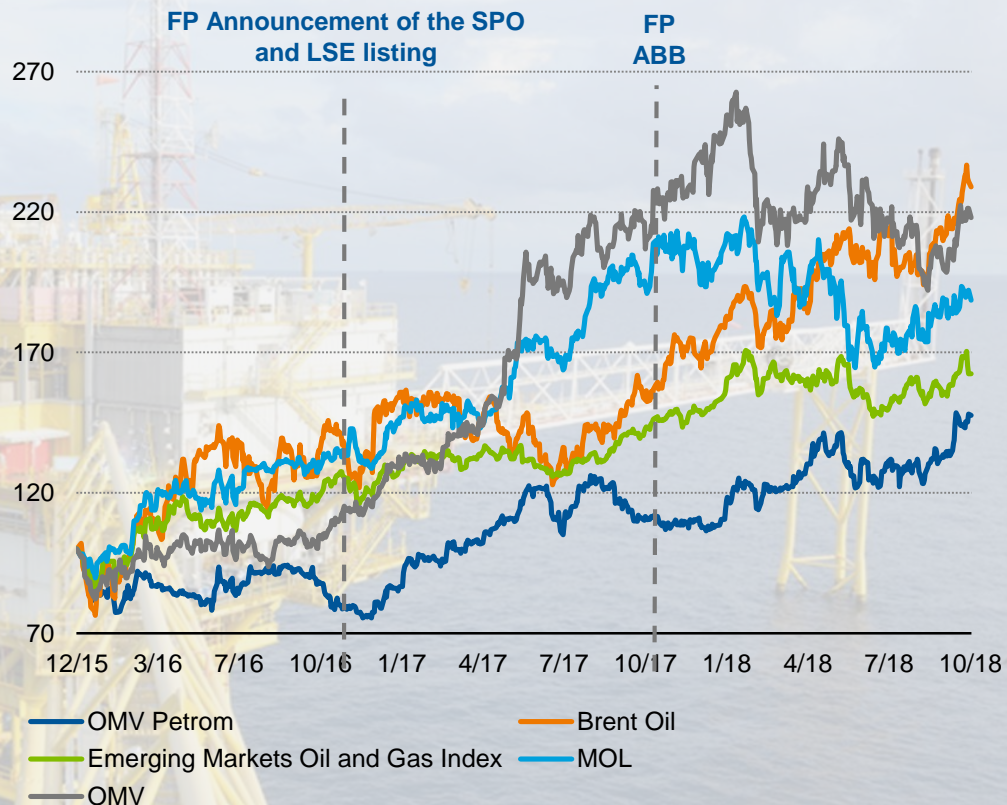
9months 2018 results¹

- Sales increased to RON 16.1 bn in the first nine months of the year, by over 11% compared to the similar period in 2017, on the back of higher oil and gas prices and higher electricity sales volumes.
- Operating profit increased to RON 3.5 bn, over 29% higher vs the 2017 9month period, while the net profit increased to RON 2.7 bn, over 30% higher compared to same period of 2017.

Taxation

- The revised offshore royalties law was passed by the Parliament on 24 October 2018. The main provisions are:
 - stable fiscal framework ;
 - Tax on additional revenues: 30% for the gas prices up to RON 85 per MWh; 15% for the gas prices between RON 85 per MWh and RON 100 per MWh, and 30% for gas prices between RON 100 per MWh and RON 115 per MWh
 - up to 30% tax deduction on additional revenues for investments
 - sale restrictions: 50% of the gas must be sold on the gas trading exchange (not via bilateral contracts) and 50% of the gas quantity must be sold in Romania;
 - royalties remain the same, up to 13%, depending on the size of the hydrocarbon deposits.

OMV Petrom – Share Price Performance % in USD



Source: Group's quarterly historical IFRS figures presentation from OMV Petrom's website.

Note: Clean CCS (current cost of supply) figures exclude special items and inventory holding effects (CCS effects) resulting from Downstream Oil; starting with Q1/17, special items include temporary effects from commodity hedging (in order to mitigate Income Statement volatility).

C.N. Aeroporturi Bucuresti – Update

Financial Performance	2011	2012	2013	2014	2015	2016	2017	9mo 2017	9mo 2018	%yoy	2018 budget
Operating revenues (mn RON)	501.5	555.5	582.6	672.1	755.6	882.3	1,052.8	788.3	746.4	(5.3)%	1,189.2
Operating profit (mn RON)	88.5	80.9	94.0	124.4	213.5	276.6	393.4	314.9	390.4	24.0%	428.4
Net Income (mn RON)	52.6	53.1	72.0	98.8	178.8	234.5	337.6	270.8	334.7	23.6%	368.3
Number of passengers (mn)	7.45	7.54	7.67	8.32	9.28	10.99	12.84	9.77	10.51	7.6%	14.00



Passenger Traffic

- Increased by 7.6% in the first nine months, compared to the same period last year, reaching 10.51 million passengers.
- Aircraft movements increased by 5.6% to 104.54 thousands
- Cargo traffic increased by 8.3%, to 29.40 thousands tonnes



9mo 2018 Financials

- Operating revenues reached RON 746.4 million, and the Operating profit RON 390.4 million.
- Net income registered for the period is RON 334.7 million, 23.6% higher than the net income registered for the same period last year.



Board and Management

- The interim Board appointed in September 2018 an interim General manager for a 4-month mandate.



GSM

- On 6 November 2018 the shareholders approved a share capital increase with the land previously owned by the state. The total value of the share capital increase is RON 336.4 mn consisting of RON 269.1 mn as in-kind contribution with the land and RON 67.3 mn as cash contributed by Fondul Proprietatea in order to preserve its stake in the company.

Enel companies – Update (I)

2014 – 2018 (3 rd Regulatory Period)	2019 – 2023 (4 th Regulatory Period)
Regulated rate of return	
<ul style="list-style-type: none"> 7.70% 	<ul style="list-style-type: none"> 5.66% for current regulated asset base 6.66% for new investments (not yet approved by ANRE)
Regulated Asset Base (RAB)	
Initial RAB at the privatization + Follow on investments after privatization + Scheduled estimated in the new regulatory period	Initial RAB at the privatization – Undepreciated value of the existing assets at the privatization which were sold/ idled + Follow on investments after privatization + Scheduled estimated in the new regulatory period
Regulated revenues and controllable costs	
<ul style="list-style-type: none"> Reference controllable costs at the beginning of the regulatory period are based on the actual costs in the last year of the previous regulated period after deducting half of the average efficiency gains from the previous regulated period 	<ul style="list-style-type: none"> In determining the regulated revenues, the following type of costs are no longer recognized¹: <ul style="list-style-type: none"> salary expenses for management/ board of directors representing bonuses; compensatory salary expenses with management and board members (expenses related to laying offs resulted from a restructuring program are still recognized) financial costs Reference controllable costs at the beginning of the regulatory period are based on a comparative analysis between the distribution companies in the previous regulated period and adjusted for each individual company (elements considered: length of the network, number of users etc.)

Source: Fondul Proprietatea, based on ANRE Order 72/ 2 October 2013, ANRE Order 168/ 17 September 2018, Order 169/ 18 September 2018, and ANRE press release dated 17 September 2018.

1. The list is not exhaustive.

2014 – 2018
(3rd Regulatory Period)

2019 – 2023
(4th Regulatory Period)

Technological losses (non-controllable costs)

- | | |
|---|---|
| <ul style="list-style-type: none"> • Set by ANRE • 50% of efficiency gains on low voltage grid and 25% for the high and medium voltage grid above the target stay with the company if the actual technological losses are lower than approved losses • Acquisition cost of the energy used to cover the losses is estimated using the acquisition cost | <ul style="list-style-type: none"> • Set by ANRE based on the current grid losses for each distributor (different targets if the losses are currently > 15%, between 14-15%, between 13-14%) • 50% of efficiency gains on low voltage grid and 25% for the high and medium voltage grid above the target stays with the company if the actual technological losses are lower than approved losses • Acquisition cost of the energy used to cover the losses is estimated using the same reference price for all distributors = an average of the acquisition cost for the distributors and the transporter for the previous 12 months, after eliminating the 2 extreme values |
|---|---|

Efficiency gains (controllable costs)

- | | |
|--|--|
| <ul style="list-style-type: none"> • Efficiency factor is applied to all controllable costs • Efficiency factor is at least 1.5% • 50% of efficiency gains above the target stay with consumers | <ul style="list-style-type: none"> • Efficiency factor is applied to all controllable costs, except salary costs • Efficiency factor is maximum 2% • 50% of efficiency gains above the target stay with consumers |
|--|--|

Source: Source: Fondul Proprietatea, based on ANRE Order 72/ 2 October 2013, ANRE Order 168/ 17 September 2018, Order 169/ 18 September 2018, and ANRE press release dated 17 September 2018.

Corporate Actions

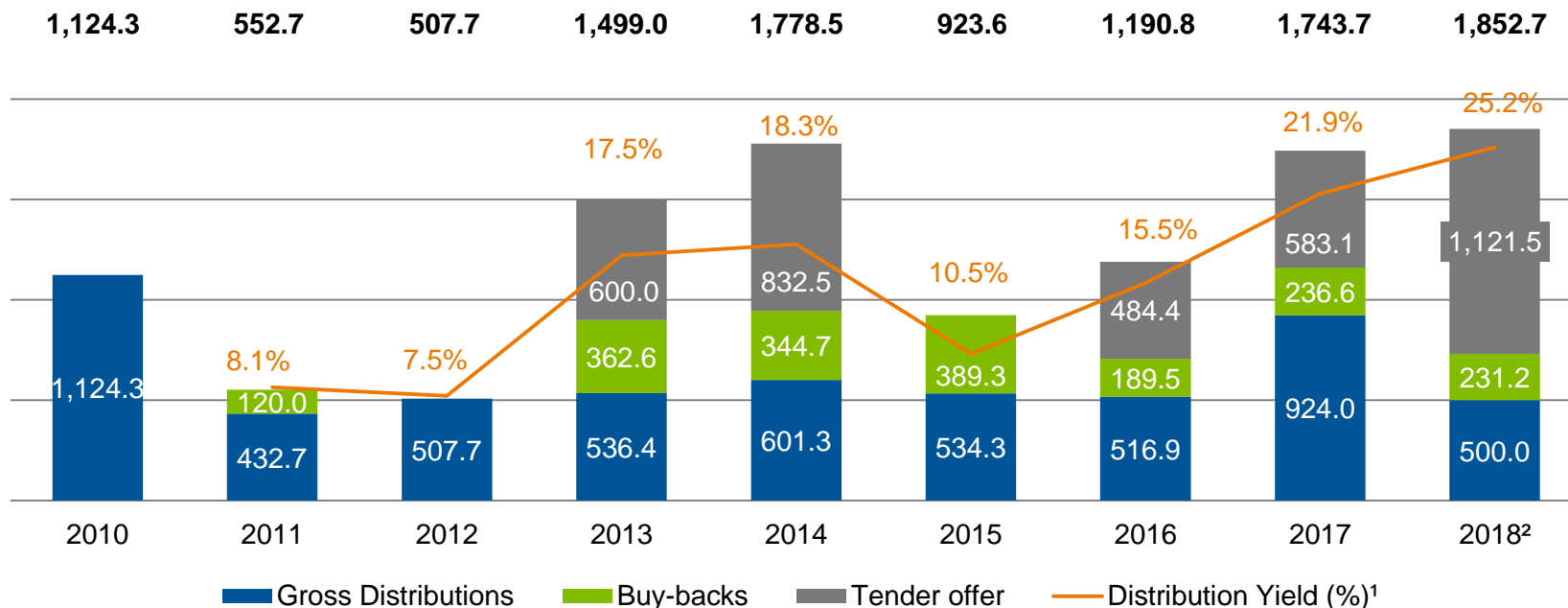


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Distributions to shareholders



Annual Distributions to Shareholders (RON mn)



The total distributions through buy-backs and cash would amount to RON 11.17 bn/USD 3.09 bn³

Note: Values exclude related acquisition fees. USD values based on the NBR average USD/RON FX for each year. For 2018, average USD/RON FX as at 14 November.

1. Based on the total annual distributions through buy-backs and cash, based on the average closing share price on BVB for the respective year and the average number of paid shares, excluding Treasury shares. For 2018, average closing share price as at 14 November.

2. For buy-backs, the values are as at 9 November 2018.

3. As at 9 November 2018.

Buy-back programs

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 ¹
Seventh	29 Sep 16 – 26 May 17	Finalized	830.2 mn/8.2%	0.8967	Wood & Co., Goldman Sachs Int.	Cancellation approved by the shareholders during the 3 May '17 ² and 26 Sep '17 ³ EGMs
Eight	30 May – 10 Nov 2017	Finalized	141.9 mn/1.4%	0.8624	Wood & Co., Jefferies Internat.	Partial cancellation of 67.7 mn shares approved by shareholders during the 26 Sep '17 EGM ³ Partial cancellation of 74.21 mn shares submitted for shareholders' approval during the 4 Sept '18 EGM
Ninth	Started on 14 Nov 2017	Ongoing	1,761.0 mn/19.2%	0.9320 ⁴	Wood & Co., Jefferies Internat.	The cancellation of shares will be subject to shareholders' approval in 2019
Tenth	1 Jan – 31 Dec 2019	Approved by shareholders	750 mn	-	-	The cancellation of shares will be subject to shareholders' approval in 2020

1. To be effective, the FSA endorsement is legally required, and the shareholders' resolution for the share capital decrease needs to be registered with the Trade Register.

2. Effective starting 29 November 2017.

3. Effective starting 29 June 2018.

4. As at 9 November 2018. Estimated value based on the 1,468,693,164 shares repurchased (855,895,464 ordinary shares and 612,797,700 equivalent shares of the GDRs repurchased).

Annual dividend income – Top 20 portfolio companies (I)

Top 20 Holdings ¹	Dividend Payout (%)						FP Net Dividend (RON mn)					
	2012	2013	2014	2015	2016	2017	2013	2014	2015	2016	2017	2018
Hidroelectrica SA	-	-	80	80	90	90	-	-	128.9	134.6	206.6	226.2
OMV Petrom SA	40	36	35	-	94	46	319.0	331.4	120.5	-	106.8	107.6
CN Aeroporturi Bucuresti SA	85	85	50	75	90	90	9.1	12.3	10.2	27.4	41.2	61.2
E-Distributie Banat SA	-	-	50	44	40	39	-	-	20.7	16.8	8.9	7.7
Engie Romania SA	50	60	51	-	30	50	22.8	33.6	24.0	-	13.3	20.2
E-Distributie Muntenia SA	-	-	-	-	-	-	-	-	-	-	-	-
E-Distributie Dobrogea SA	-	-	50	44	37	36	-	-	10.5	12.0	6.6	4.3
SN a Sarii Salrom SA	92	85	85	-	90	100	9.3	19.8	10.2	-	13.8	42.3
CN Administratia Porturilor Maritime SA	75	78	50	75	90	25	5.4	10.1	6.5	14.1	11.0	4.1
BRD Groupe Societe Generale	-	-	-	50	70	83	-	-	-	7.7	17.6	34.5
Alro SA	-	-	-	-	100	100	-	-	-	-	6.9	39.0
Nuclearelectrica SA	83	81	68	70	88	93	2.3	27.9	6.9	8.6	8.6	18.5
Enel Energie Muntenia SA	-	-	-	-	-	₹3	-	-	-	-	-	₹3
Enel Energie SA	-	-	50	50	-	₹3	-	-	7.4	2.1	-	₹3
Complexul Energetic Oltenia SA ²	85	-	-	₹3	₹3	-	10.3	-	-	₹3	₹3	-
Romaero SA	₹3	₹3	₹3	₹3	₹3	₹3	₹3	₹3	₹3	₹3	₹3	₹3
Zirom	₹3	-	₹3	₹3	₹3	₹3	₹3	-	₹3	₹3	₹3	₹3
A.I. Timisoara – Traian Vuia SA	80	₹3	-	-	-	37	0.7	₹3	0.0	0.0	0.0	0.6

Note: Calculations based on the companies' annual financial statements. Dividends are distributed based on individual financial statements.

1. Source: FP 28 September 2018 Detailed Statement of Investments.

2. The company was registered in May 2012 and created through the merger of CE Craiova SA, CE Rovinari SA, CE Turceni SA and SNLO.

3. The company registered losses.

Dividend income – Top 20 portfolio companies (II)

Top 20 Holdings ¹	Dividend Payout (%)						FP Net Dividend (RON mn)					
	2012	2013	2014	2015	2016	2017	2013	2014	2015	2016	2017	2018
Posta Romana SA	..9	..9	-	..9	-	-	..9	..9	-	..9	-	-
CN Administratia Canalelor Navigabile SA	85	85	50	100	90	25	0.9	0.2	0.2	0.6	0.3	0.1
Total Top 20 Holdings (RON mn)							379.8	435.3	346.0	223.9	441.6	566.3
Total Dividends from Listed Companies (RON mn)							373.9	538.6	251.5	36.0	148.1	199.6
Total Dividends from Unlisted Companies (RON mn)							275.8³	143.5	315.9	315.2	404.5	366.9
Total Annual Dividend Income (RON mn)							649.7	682.1	567.4	351.2	552.6	566.5
Total Special Dividend Income (RON mn)							-	-	-	-	185.2	-
Total Dividends (RON mn)							649.7	682.1	567.4	351.2	737.8	566.5
Total Annual Dividend Income per Share (RON)²							0.04954	0.05674	0.05310	0.0331	0.0750	0.0779
Total Special Dividend Income per Share (RON)²							-	-	-	-	0.0251	-
Dividend/Distribution per Share (RON)							0.05000	0.05000	0.05000	0.05000	0.06780	
Share Price (RON)							0.7640⁴	0.8130⁵	0.7200⁶	0.9180⁷	0.8990⁸	
Yield							6.54%	5.84%	6.94%	8.76%	7.54%	
Yield for Romanian companies (BET)							5.10%	3.50%	4.56%	7.07%	8.59%	

Note: Calculations based on the companies' annual financial statements. Dividends are distributed based on individual financial statements.

1. Source: FP 28 September 2018 Detailed Statement of Investments.

2. Calculation based on the number of paid shares at the registration date for each year excluding treasury shares at the same date. For 2018, the calculation is based on the number of paid shares excluding treasury shares acquired as at 2 November 2018.

3. Includes dividends from Romgaz and Nuclearelectrica, which were unlisted at that time.

4. As at 30 April 2014.

8. As at 11 June 2018.

5. As at 29 May 2015.

9. The company registered losses.

6. As at 9 June 2016.

7. As at 6 June 2017.

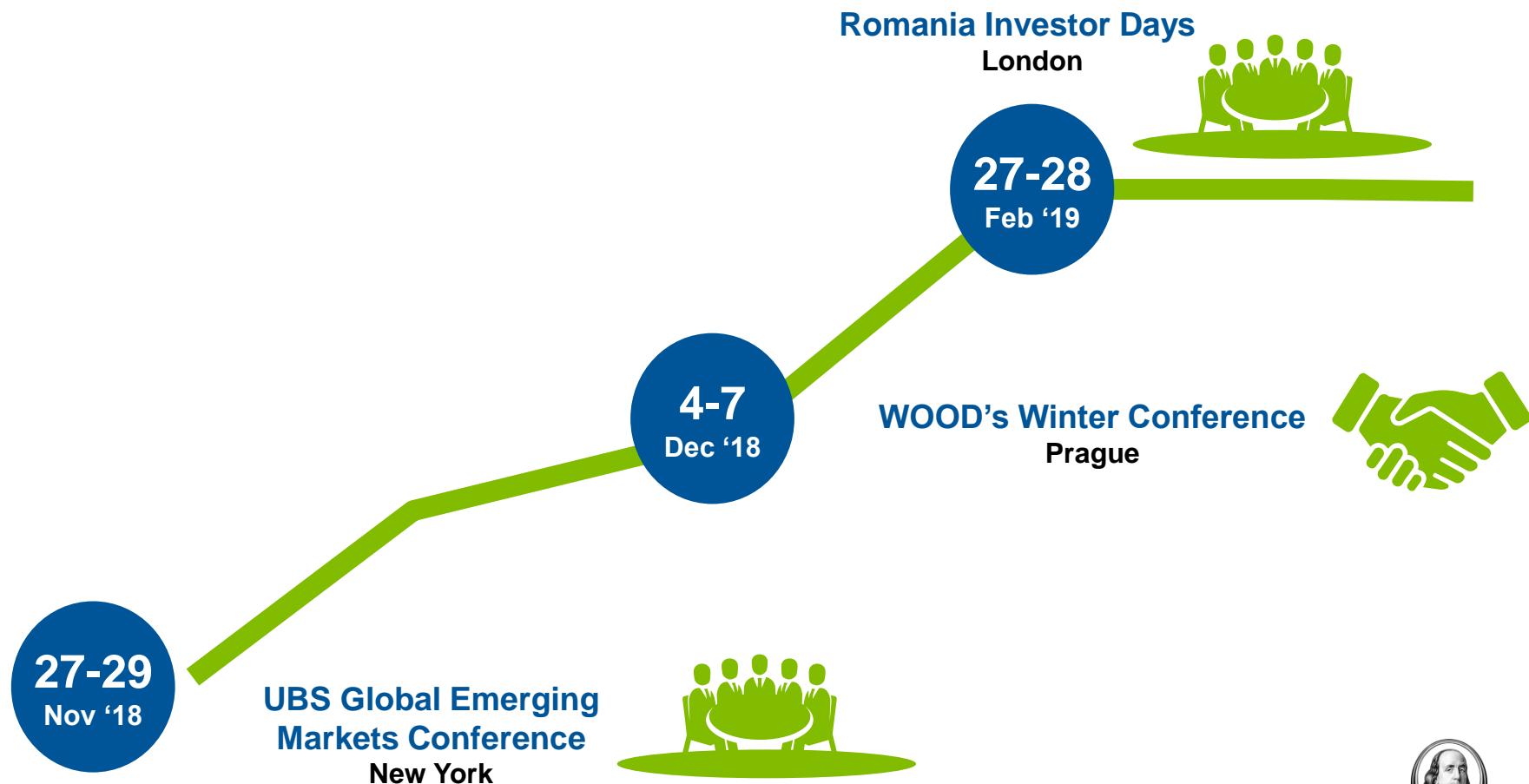
2018 Special dividends from SOEs

Portfolio company	Gross dividend (RON mn)
Nuclearelectrica SA	238.0 ¹
Bucharest Airports SA	To be approved by shareholders on 7 December 2018 based on prior recommendation from the Board ²
Total	238.0

1. Based on the company's GSM calling notice. To be approved by shareholders during the December 2018 GSM.

2. As at 30.09.2018 the company had Cash and cash equivalents worth of RON 341m.

Investor relations – Upcoming events



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

Financial Results



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Statement of Financial Position

RON mn	30 September 2018 Unaudited	31 December 2017 Audited
Cash and current accounts	23.3	19.2
Deposits with banks	213.3	1,276.7
Treasury bills	-	46.3
Government bonds	147.3	195.9
Dividends receivable	12.0	-
Equity investments	9,533.5	9,278.2
Other assets	4.5	10.7
Total assets	9,933.9	10,827.0
Payables	13.4	15.2
Other liabilities	25.0	21.6
Total liabilities	38.4	36.8
Total equity	9,895.5	10,790.2
Total liabilities and equity	9,933.9	10,827.0

Source: FP Quarterly Report for the quarter ended 30 September 2018.

Statement of Comprehensive Income

RON mn	Q3 2018 Unaudited	Q3 2017 Unaudited	9-month period ended 30 Sept 2018 Unaudited	9-month period ended 30 Sept 2017 Unaudited
Gross dividend income	42.4	184.4	575.0	724.3
Net gain / (loss) from equity investments at fair value through profit or loss	132.0	26.2	425.9	185.2
Interest income	2.3	0.4	6.8	7.7
Reversal of impairment losses on receivables, net	(0.3)	(0.3)	(0.2)	36.4
Net gain on disposal of equity investments available for sale	N/A	17.3	N/A	38.3
Net loss from disposal of non-current assets held for sale	N/A	(14.5)	N/A	(14.5)
Other (expense) / income, net ¹	(0.5)	(0.5)	6.5	2.0
Net operating income / (loss)	175.9	213.0	1,014.0	979.4
Administration fees recognised in profit and loss	(9.9)	(12.4)	(36.5)	(66.4)
Other operating expenses	(5.5)	(10.0)	(18.7)	(22.2)
Operating expenses	(15.4)	(22.4)	(55.2)	(88.6)
Finance costs	(0.2)	(0.2)	(0.2)	(0.2)
Profit before income tax	160.3	190.4	958.6	890.6
Income tax	0.1	6.7	(8.4)	15.8
Profit for the period	160.4	197.1	950.2	906.4
Other comprehensive income	-	(60.8)	-	46.1
Total comprehensive income for the period	160.4	136.3	950.2	952.5

Source: FP Quarterly Report for the quarter 30 September 2018.

1. Other income/ (expenses), net included mainly the net gain / (loss) from revaluation of government securities through profit or loss, net foreign exchange gain / (loss) and other operating income/ (expenses).

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