

FONDUL
PROPRIETATEA



2012 Third Quarter - Results Presentation

15 November 2012



FRANKLIN TEMPLETON
INVESTMENTS

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This presentation has been prepared by the management of the Fund whose headquarters are at 78-80 Buzesti Str, 7th Floor, Bucharest District 1, 011017, Romania. The Fund's Fiscal Identification Code (CIF) is 18253260 and Trade Registry registration no is J40/21901/2005. The subscribed share capital is RON 13,778,392,208 and paid share capital is RON 13,412,780,166.

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Fund Information

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The Fund—Key Facts

Fund Details as at 31 October 2012		
Base Currency	RON	
Fund Launch Date	28 December 2005	
Franklin Templeton Appointment Date	29 September 2010	
Listing Date	25 January 2011	
Values ¹	RON	EUR ²
NAV	12.9 bn	2.8 bn
NAV/Share	0.9601	0.2117
Price/Share ³	0.5400	0.1191
Discount	43.76%	43.76%
Number of Shares in Issue	13,778,392,208	
Number of Paid Shares	13,412,780,166	
Country Breakdown (% of NAV)		
Romania	98.80%	
Austria	1.20%	

1. As per 31 October 2012, based on CNVM methodology.

2. Computed using the NBR EUR/RON FX rate as at 31 October 2012.

3. Share price as at 31 October 2012.

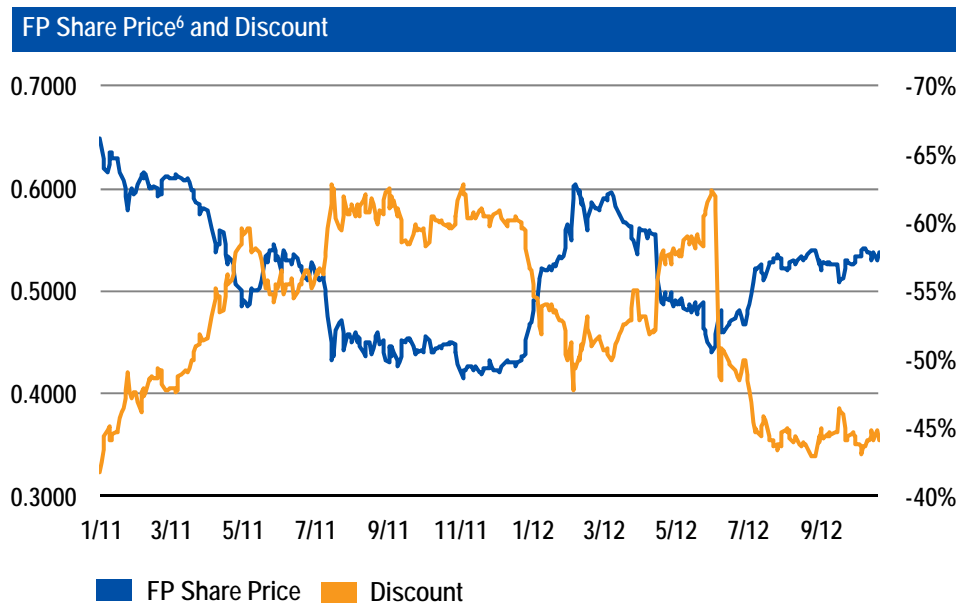
4. Computed using the end of period EUR/RON FX rate.

5. Distribution for the years 2008 and 2009.

6. Until 14 November 2012.

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Dividends	RON	EUR ⁴
2006	0.00250	0.0070
2007	0.00660	0.0018
2009	0.08160 ⁵	0.0193
2010	0.03141	0.0077
2011	0.03854	0.0088

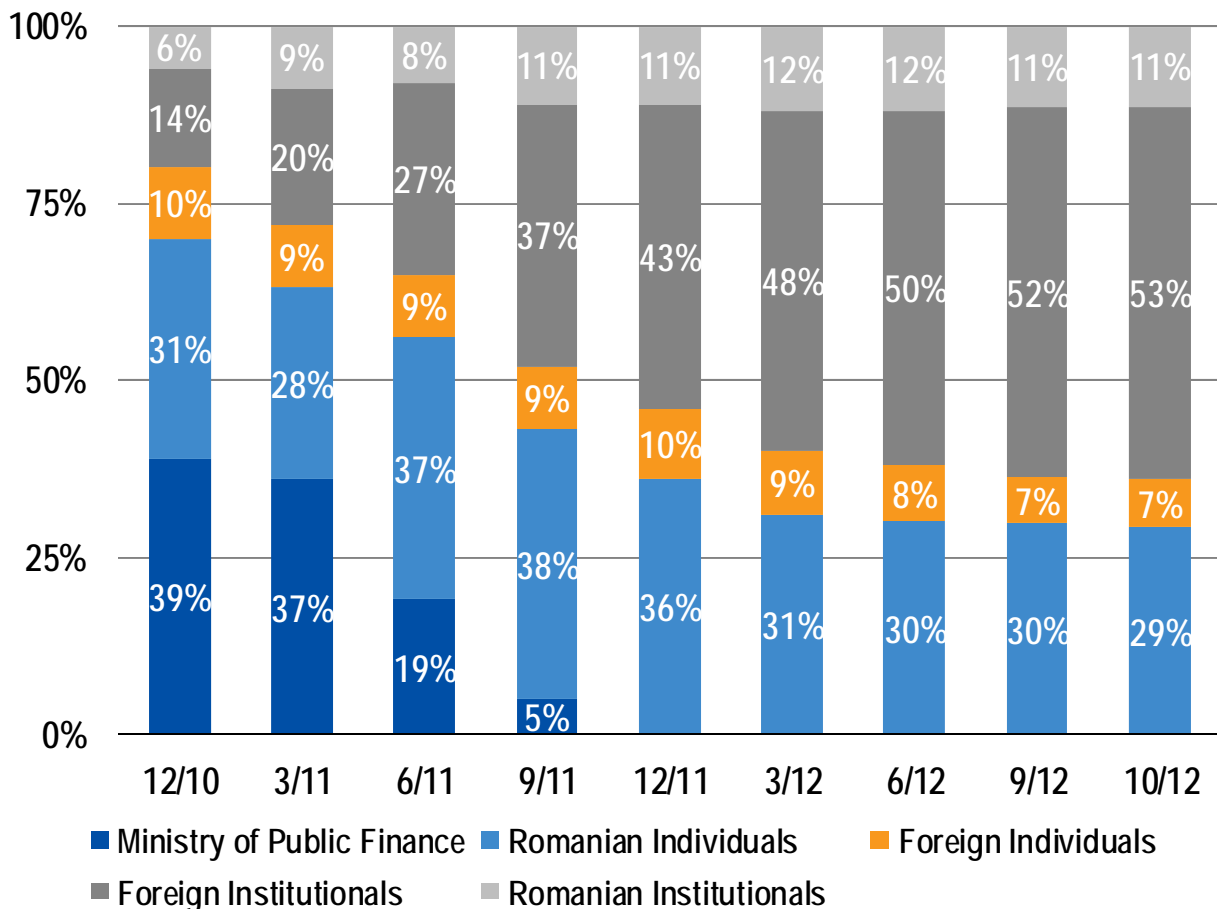


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Shareholders Structure¹

Evolution (% Held)



Largest Shareholders ²	
Elliott Associates	14.95%
City of London Investment Management ³	9.69%
The Royal Bank of Scotland	5.39%
Total Number of Shareholders ¹	9,495

1. Shareholder structure as at 31 October 2012; based on paid share capital starting 31 July 2011. Source: Central Depository.
 2. Based on the paid share capital as at 31 October 2012. Source: Ownership disclosures submitted by shareholders.
 3. Based on the ownership disclosure sent by City of London IMC Ltd., the reported holdings were as follows: 576,062,100 million shares (4.29% of the Fund's paid share capital) and 724,298,586 warrants issued by The Royal Bank of Scotland – without the right of physical delivery (the underlying shares represent 5.40% of the Fund's paid share capital).

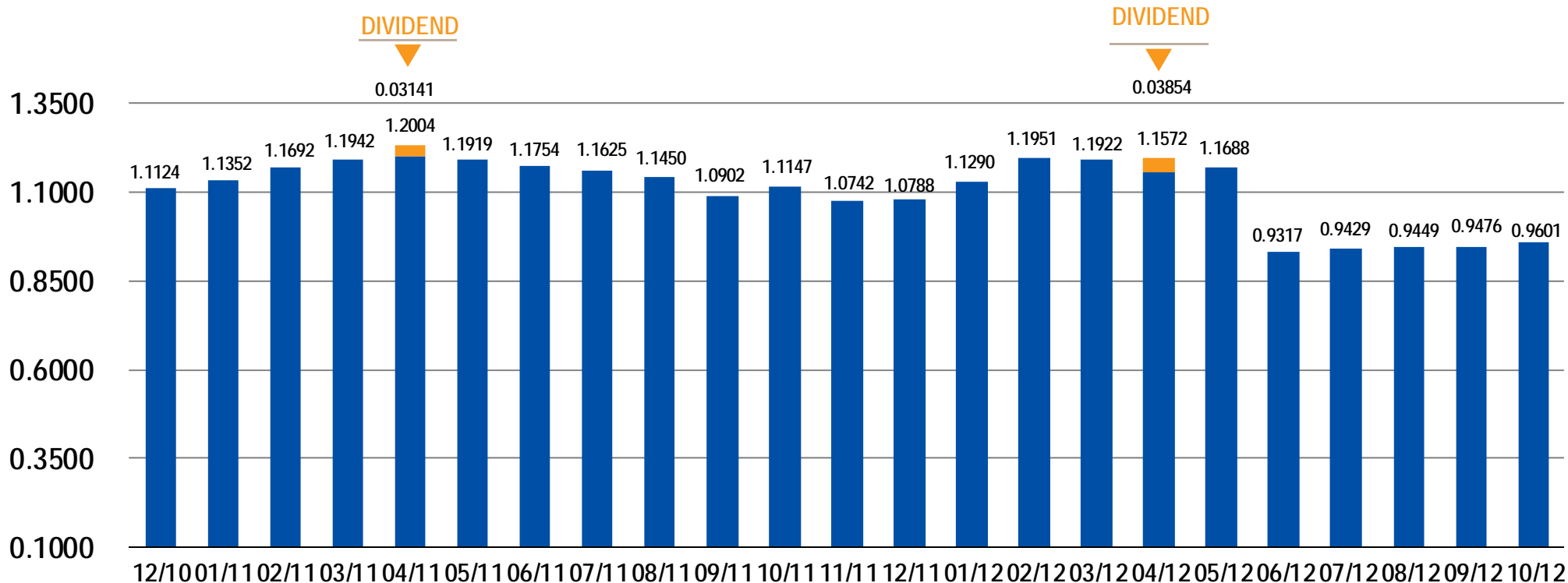
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Net Asset Value

Cumulative Performance Third Quarter 2012:	1.71%
Cumulative Performance YTD:	-8.04%

NAV (RON)/Share



Starting with the June 2012 NAV report, the NAV reflects a zero valuation for Hidroelectrica after the court admitted the Company's request for insolvency

The NAV methodology was changed by CNVM in accordance with Disposal of Measure 17 in November 2010, which first impacted the November 2010 NAV.

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Contributors to NAV Performance¹ for Q3 2012

TOP PERFORMERS

Company	Status	% in Total NAV	% change in NAV performance for Q3 2012 ¹	Change in NAV per share (RON)
OMV Petrom SA	Listed	35.2%	1.65%	0.0154
Conpet SA	Listed	0.7%	0.12%	0.0011
Banca Transilvania	Listed	0.5%	0.11%	0.0010
Raiffeisen Bank International AG	Listed	0.9%	0.09%	0.0008
SNS - Salrom SA	Unlisted	0.8%	0.09%	0.0008

BOTTOM PERFORMERS

Company	Status	% in Total NAV	% change in NAV performance for Q3 2012 ¹	Change in NAV per share (RON)
CN Admin. Porturilor Dunarii Maritime SA	Unlisted	0.0%	-0.02%	-0.0001
Romaero SA	Listed	0.1%	-0.02%	-0.0001
Severnav SA	Listed	0.0%	-0.02%	-0.0002
Transgaz SA	Listed	2.6%	-0.03%	-0.0003
BRD Groupe Societe Generale	Listed	1.4%	-0.34%	-0.0031
Total NAV change Q3 2012			1.71%	0.0159

Source: NAV report as at 30 September 2012.

1. This means change in the contribution of the holding to the total NAV, as at 30 June 2012 and 30 September 2012.

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Contributors to NAV Performance¹ for 9-month period ended 30 September 2012

TOP PERFORMERS

Company	Status	% in Total NAV	% change in NAV performance for Q3 2012 ¹	Change in NAV per share (RON)
OMV Petrom SA	Listed	35.2%	8.12%	0.0876
E.ON Moldova Distributie SA	Unlisted	3.1%	1.24%	0.0133
Enel Distributie Banat SA	Unlisted	3.5%	0.89%	0.0096
Enel Distributie Dobrogea SA	Unlisted	2.4%	0.57%	0.0062
Romgaz SA	Unlisted	10.2%	0.53%	0.0057

BOTTOM PERFORMERS

Company	Status	% in Total NAV	% change in NAV performance for Q3 2012 ¹	Change in NAV per share (RON)
Transelectrica SA	Listed	0.9%	-0.36%	-0.0039
Transgaz SA	Listed	2.6%	-0.41%	-0.0044
Alro SA	Listed	1.3%	-0.51%	-0.0055
BRD Groupe Societe Generale	Listed	1.4%	-0.61%	-0.0066
Hidroelectrica SA	Unlisted	0.0%	-23.09%	-0.2490
Total NAV change for the 9-month period ended 30 September 2012 ²			-12.13%	-0.1308

Source: NAV report as at 30 September 2012.

1. This means change in the contribution of the holding to the total NAV, as at 31 December 2011 and 30 September 2012.

2. Does not take into account dividend distributions.

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Fund Portfolio

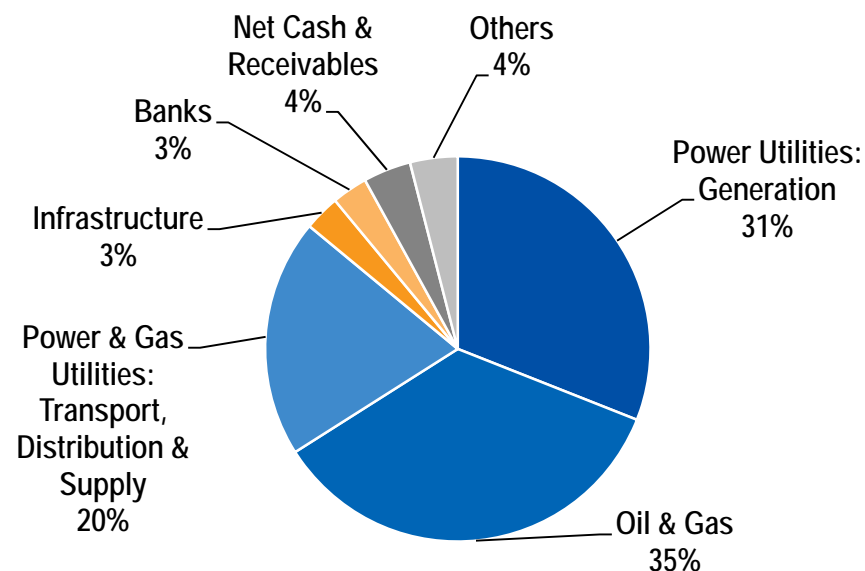
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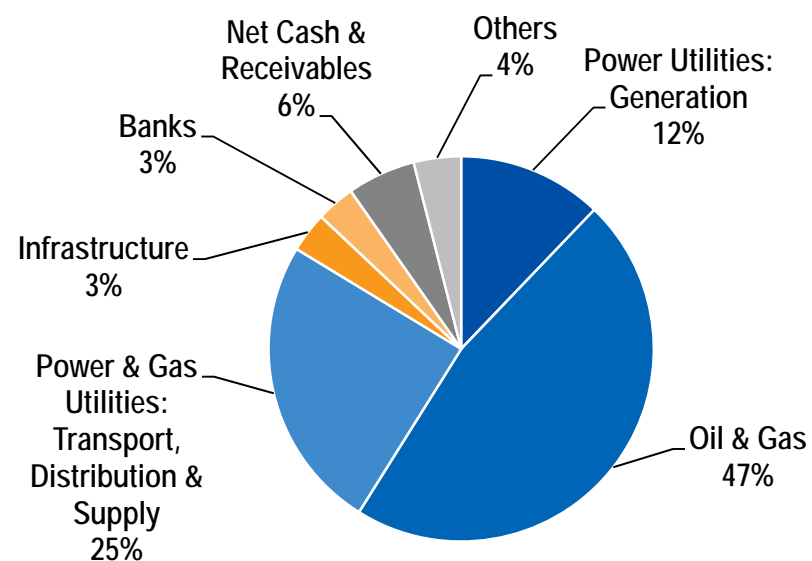


Portfolio Structure (I)

31 May 2012



31 October 2012



- Starting June 2012, the portfolio structure reflects the temporary adjustment of Hidroelectrica to zero, until the finalization of the insolvency proceedings. As at 31 May 2012, the Fund's stake in Hidroelectrica was valued at EUR 736 million (21% NAV)
- The portfolio remains heavily weighted towards the electricity, oil and gas sectors (approx. 84% of the September 2012 NAV)
- Acquisitions for the third quarter:
 - No new investments were made by the Fund during this period
 - In July 2012, the Fund received 3,804,610 additional shares in Banca Transilvania, as a result of a share capital increase from incorporation of reserves and share premium

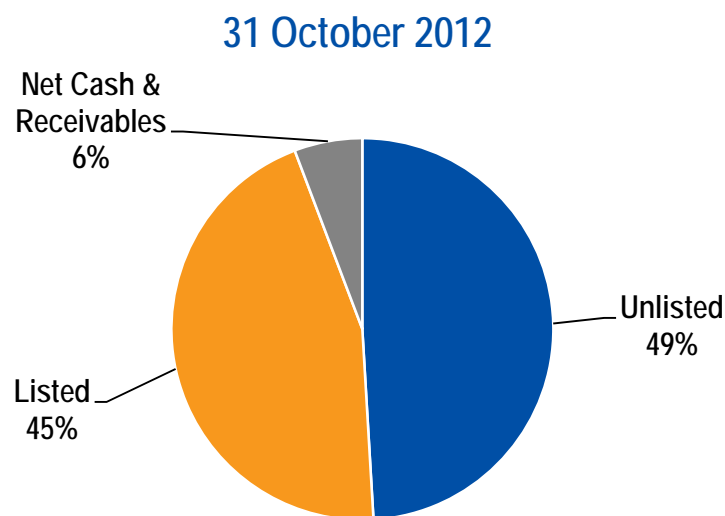
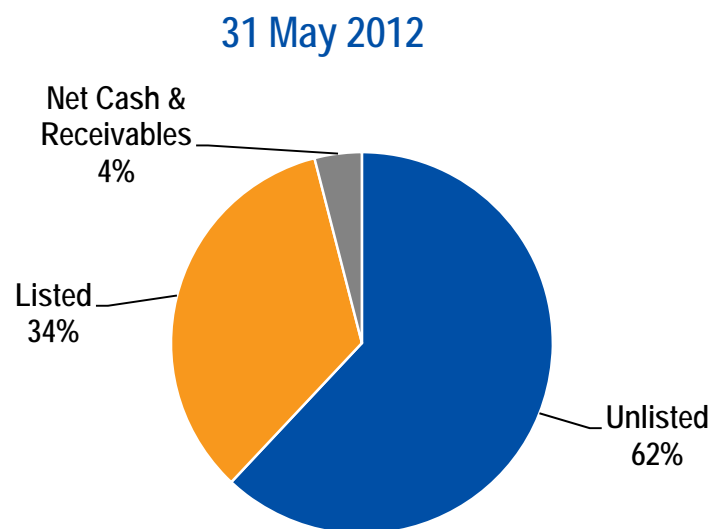
Source: Reports prepared by the Fund's Manager as at 31 May 2012 and 31 October 2012

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Portfolio Structure (II)



- As at 30 September 2012, the portfolio included stakes in 69 companies (25 listed and 44 unlisted)
- Disposals for the third quarter:
 - Sold entire holding in Comcereal Fundulea at a price above NAV value
- Other: In June 2012, Plafar exited the insolvency procedure it entered in 2009. The decision was registered at the Trade Registry in September 2012

Source: Reports prepared by the Fund's Manager as at 31 May 2012 and 31 October 2012.
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Largest Holdings by NAV¹

No.	Portfolio Company	Status	Majority Shareholder	NAV as at 31 May 2012 (EUR mn)	% in NAV as at 31 May 2012	NAV as at 31 October 2012 (EUR mn)	% in NAV as at 31 October 2012
1	OMV Petrom	Listed	OMV	888.0	25.3%	1,027.9	36.2%
2	Hidroelectrica	Insolvency	Romanian State	736.5	21.0%	0.0	0.0%
3	Romgaz	IPO 2013	Romanian State	321.8	9.2%	285.8	10.1%
4	CE Oltenia	Unlisted	Romanian State	240.8	6.9%	237.0	8.4%
5	Nuclearelectrica	IPO 2013	Romanian State	111.4	3.2%	109.7	3.9%
6	ENEL Distributie Banat	Unlisted	Enel Group	99.8	2.8%	98.2	3.5%
7	E.ON Moldova Distributie	Unlisted	E.ON Group	89.5	2.6%	88.1	3.1%
8	ENEL Distributie Muntenia	Unlisted	Enel Group	77.0	2.2%	75.8	2.7%
9	Transgaz	Listed-SPO	Romanian State	76.4	2.2%	73.1	2.6%
10	GDF Suez Energy Romania	Unlisted	GDF Suez	76.1	2.2%	74.9	2.6%
Top 10 Portfolio Holdings				2,717.3	77.6%	2,070.5	73.1%
NAV				3,511.2	100.0%	2,839.1	100.0%
NAV Per Share (EUR)				0.2618		0.2117	

- Following the adjustment to zero of the valuation of Hidroelectrica due to the insolvency proceedings, CN Aeroporturi Bucuresti is the 10th largest holding, representing 2.5% of the Fund's NAV as at 31 October 2012 (i.e. EUR 71.1 mn).

Note: Values in EUR calculated using the EUR/RON FX rate as at 31 May 2012 and 31 October 2012.

Source: Reports prepared by the Fund Manager as at 31 May 2012 and 31 October 2012.

1. Based on the 31 May 2012 NAV Report.

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Update on Fund Management Strategy

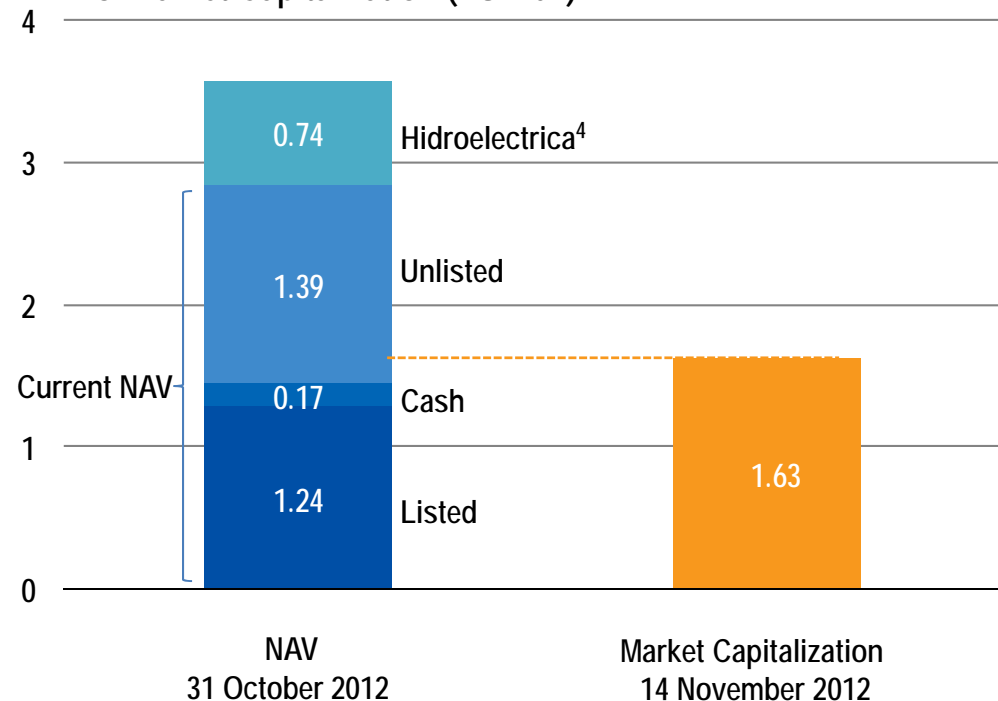
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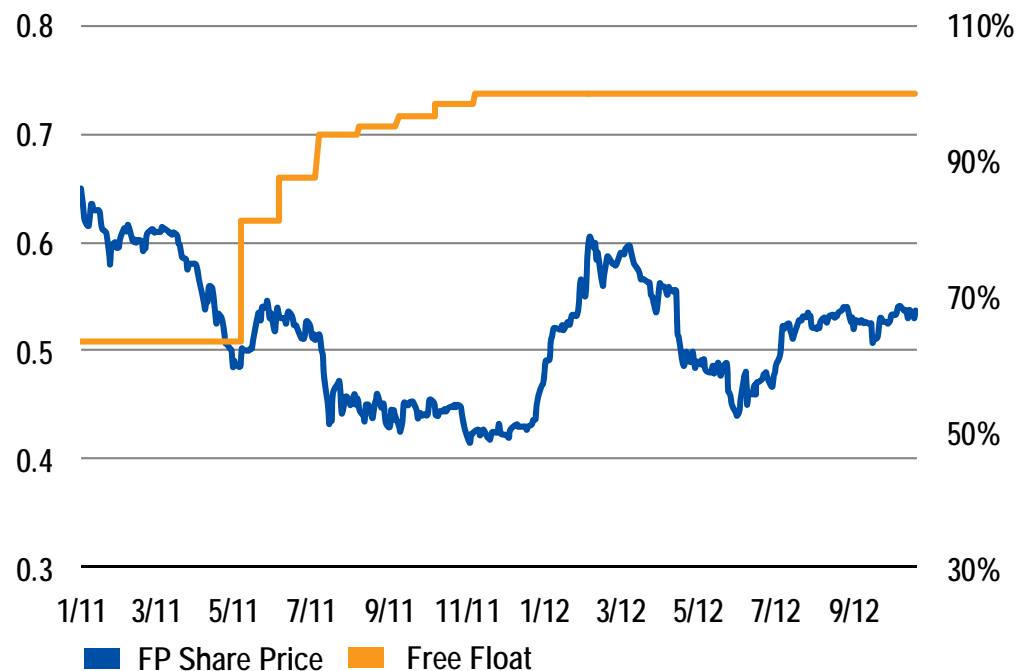


FP Market Valuation/Performance

NAV vs. Market Capitalization (EUR bn)¹



FP Share Price and Free Float¹



Discount³	43.8%
Number of Shares Traded²	5.9 bn shares (44.1% of the paid share capital)
Average Daily Turnover²	EUR 3.1 mn
Value of the Shares Traded²	EUR 681.9 mn

1. Source: BVB, FP.

2. Source: BVB for the period 4 January 2012 – 14 November 2012.

3. As at 31 October 2012.

4. Value of the Hidroelectrica stake as at 31 May 2012, prior to the Company entering the insolvency proceedings. The Fund's stake in the Company is valued at zero in the 31 October 2012 NAV report.

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Portfolio Structure – SPO & IPO Timeline

Privatization Progress

Company	Share Sale ⁴	Offering Stake	Market Value ¹ (mn EURO)	Seller	Investment Consortium Selected	Comments
Transelectrica	SPO–April 2012	15.0%	37.6 ²	MECMA	BCR, Swiss Capital, Intercapital Invest	Completed in March 2012
Transgaz	SPO–October 2012	15.0%	73.2 ¹	MECMA	Raiffeisen, Wood & Company, BT Securities	Postponed
Posta Romana	Privatization (Capital Increase)	>20%	–	New Shares	KPMG, Tuca, Zbarcea and Associates	Expected in Q1 2013
Romgaz	IPO–March 2013	15.0%	285.8 ³	MECMA	Goldman Sachs, Erste-BCR, Raiffeisen	Expected in H1 2013
Nuclearelectrica	IPO– Q1 2013	10.0%	109.7 ³	New Shares	Swiss Capital, BT Securities	Expected in 2013
Hidroelectrica	IPO–October 2012	10.0%	368.3 ⁵	New Shares	Citi, Societe Generale, BRD, Intercapital Invest	Delayed by the insolvency proceedings
Electrica Furnizare	Privatization (Trade Sale / IPO)	TBD	0.0 ³	MECMA	KPMG, Raiffeisen, Musat and Associates	Expected in 2013
Electrica Distribution companies	Privatization / IPO	TBD ⁶	146.9 ³	MECMA	–	Expected in 2013
CE Oltenia	Trade Sale - 2013	>51%	>561.4 ³	MECMA	–	Expected in 2013

- Long-term objective is to increase the Fund's exposure to listed companies to 100%

1. Source: BVB, as at 31 October 2012.

2. Source: Based on final price of RON 14.9 for institutional tranche and RON 15.7 for the retail tranche and EUR/RON FX rate as at 29 March 2012.

3. Source: Value based on 31 October 2012 NAV report.

4. As agreed with the IMF in the August 2012 Letter of Intent and approved by Government decision in January 2012.

5. Based on the Fund's 31 May 2012 NAV report; following Hidroelectrica's insolvency procedure, the company is temporarily valued at 0 in the Fund's NAV.

6. Draft emergency ordinance proposed to change the listing of the company in order to sell majority stakes.

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Dividends–Top 20 Portfolio Companies

Top 20 Holdings ¹	2011 Profit	2010 Profit	2012 Dividend Payout %	2011 Dividend Payout %	2012 FP Net Dividend	2011 FP Net Dividend
1 OMV Petrom SA	3,685.6	2,189.7	47%	46%	353.1	201.6
2 Romgaz SA	1,031.7	651.2	90%	109%	140.6	106.0
3 Complexul Energetic Oltenia SA ⁴	179.9	(126.6)	N/A	N/A	N/A	N/A
4 Nuclearelectrica SA	95.0	13.1	–	–	–	–
5 ENEL Distributie Banat SA	220.5	148.4	–	56%	–	20.2
6 E.ON Moldova Distributie SA	7.2	165.4	–	–	–	–
7 Enel Distributie Muntenia SA	50.5	105.1	–	–	–	–
8 GDF Suez Energy Romania ²	209.6	199.4	–	40%	–	9.6
9 Transgaz SA	379.5	376.4	92%	90%	52.5	50.8
10 CN Aeroporturi Bucuresti SA	52.6	42.5	90%	117%	9.4	9.9
11 ENEL Distributie Dobrogea SA	108.9	99.6	–	56%	–	13.5
12 Electrica Distributie Muntenia Nord SA	67.4	26.7	12%	–	1.8	–
13 Electrica Distributie Transilvania Sud SA	19.6	11.9	–	–	–	–
14 Electrica Distributie Transilvania Nord SA	29.1	8.5	–	–	–	–
15 BRD Groupe Societe Generale ²	465.3	500.7	25%	25%	3.6	2.1
16 Alro SA	228.3	159.8	99%	100%	19.4	13.5
17 E.ON Gaz Distributie SA	230.5	159.6	–	–	–	–
18 Transelectrica SA	90.9	9.6	89%	90%	10.9	1.2
19 Raiffeisen Bank International AG ³	4,305.7	4,838.7	21%	19%	3.0	4.5
20 Societatea Nationala a Sarii - Salrom	1.4	5.9	90%	90%	0.0	0.8
TOTAL	11,459.2	9,585.6			594.3	433.7
Total Dividends from Listed Companies					450.1	304.0
Total Dividends from Unlisted Companies					168.9	215.1
TOTAL Dividend Income					619.0	519.1
Approved Gross Dividend per Share						0.03854
Share Price					0.5370⁵	0.5550⁶

Note: Calculation based on the companies' 2010 and 2011 statutory financial statements.

1. Based on the 30 September 2012 Detailed Statement of Investments.

2. Separate financial statements prepared in accordance with Romanian Accounting Regulations

3. Consolidated profits IFRS, computed using EUR/RON FX rate as of 30 June 2012

4. Created through the merger of CE Craiova SA, CE Rovinari SA, CE Turceni SA and SNLO; Combined IFRS financial statements of CE Craiova SA, CE Rovinari SA, CE Turceni SA and SNLO;

Dividends distributed to FP by merged companies: 2012 (CE Rovinari RON 6.5m, CE Craiova RON 0.03m),
2011 (CE Rovinari RON 0.02m, CE Craiova RON 0.01m)

5. Share price as at 14 November 2012

6. Share price as at 9 May 2012

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Dividends – Limitations

- Dividend Policy: all dividends received from portfolio companies and interest on cash (less operating expenses and applicable taxes) are intended to be passed on to shareholders. According to the current legislation, in order for the Fund to pay dividends, the NAV as at 31 December and after taking into account such distribution must be higher than the subscribed share capital. At present, the NAV is lower than the subscribed share capital, due to Hidroelectrica insolvency and the CNVM regulations which require valuation of that holding as zero during the insolvency process.
- Given these limitations, the Fund Manager is exploring several options with regard to dividend distribution:
 - Flexibility regarding the cut-off date for the NAV to be higher than the subscribed share capital – letter sent to the Ministry of Public Finance;
 - Waiver or a change in legislation for CNVM regulated investment funds to be exempted from this rule – letter sent to the Ministry of Justice;
 - Request to change CNVM Regulation 4/2010 regarding the valuation methodology for companies undergoing insolvency proceedings – letter sent to CNVM;
 - Reduction of the nominal value of the Fund's shares and return cash to shareholders, as an alternative to dividend distribution – ongoing analysis of the practicalities and timing for the share capital decrease (at least 6 months from the date of the General Shareholders Meeting).

Secondary Listing on the Warsaw Stock Exchange

On 27 June 2012, the Fund's shareholders:

- Approved the details of the secondary listing plan on the WSE
- Empowered the Fund Manager to file the documentation for the secondary listing by 31 December 2012

Risk:

- Currently, there is no link between the two depositaries in Bucharest and Warsaw; the establishment of the link constitutes a necessary condition to enable the fund to seek and obtain the listing of its shares on the WSE. In order for the Romanian Central Depository to establish a link with the Polish National Securities Depository, CNVM must approve certain amendments to the existing regulations. The establishment of the link between the two depositaries is not under the control of Fondul Proprietatea
- Given the delays from CNVM to publish new regulations, shareholders will vote on 23 November 2012 on an extension of the deadline until 30 June 2013

Buy-Back Programs (I)

Second Buy-Back Program:

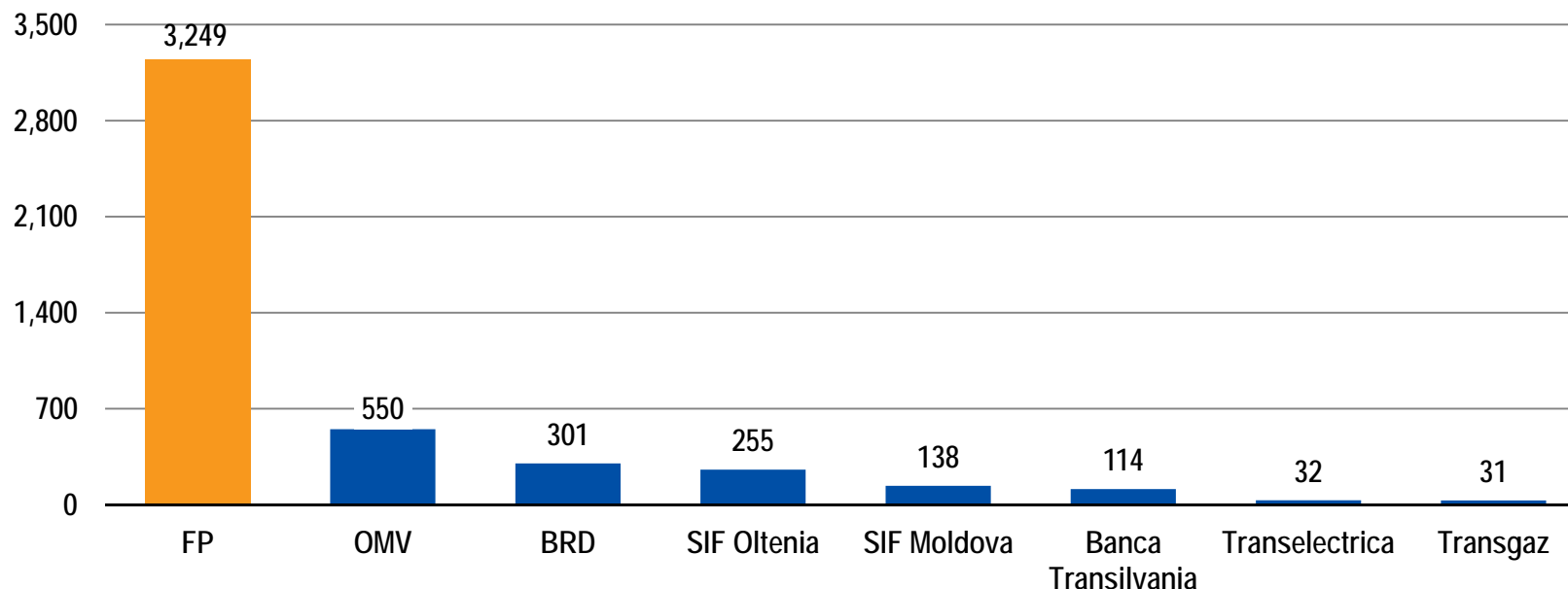
- New buy-back program to repurchase 1.1 bn shares, equivalent to 7.9% of the Fund's issued share capital was approved by shareholders at the 25 April 2012 Extraordinary General Shareholders Meeting
- The execution of the buy-back program will be subject to available cash and the 25% of the daily trading volume restriction, according to applicable EU buy-back regulation (average daily trading volume for 1 January–31 October 2012 was 25.5 mn shares / EUR 2.9 million)

Status:

- The cancellation of the repurchased shares during the first buy-back program and the implementation of the buy-back program are delayed by the litigations initiated by a single shareholder, blocking the registration of the shareholders' decision
- The next hearings will take place on 16 November 2012 (buy-backs) and 5 December 2012 (cancellation)

Buy-Back Programs (II)

Average Daily Turnover for Q3 2012 (EUR thousands)



Second Buy-Back Program:

- **Available cash as at 31 October 2012⁴:** RON 763.4 million / EUR 168.4 million¹
- **Number of shares to be repurchased :** 1,100,950,684
- **Total value of the buy-back program:** RON 594.5 million² / EUR 131.1 million
- **Q3 2012 ADTV:** 28.8 million shares / EUR 3.2 million
- **25% of ADTV:** 7.2 million shares / EUR 0.81 million
- **Number of days necessary for the repurchase :** 153³

Source: Bucharest Stock Exchange.

1. Computed using the NBR EUR/RON FX as at 31 October 2012.

2. Based on the share price as at 31 October 2012 – RON 0.5400.

3. Assuming daily repurchases of 25% of ADTV.

4. Using the simplifying assumption that all available cash & cash equivalents as at 31 October 2012 can be used for buybacks, so ignoring other possible cash outflows and inflows.

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Investor Relations / Upcoming Events

Date	Event
21-22 November 2012	Fall Analyst and Investor Days
23 November 2012	General Shareholders Meeting
26 November 2012	Erste Group Austrian and CEE Conference in New York
28-30 November 2012	Wood & Co. Emerging Europe Conference in Prague

GSM Agenda – 23 November 2012

Main points on the Agenda:

- The extension until 30 June 2013 of the authorisation of Franklin Templeton Investment Management Limited United Kingdom Bucharest Branch, regarding the secondary listing of Fondul Proprietatea on the Warsaw Stock Exchange
- The approval of 2013 budget of SC Fondul Proprietatea SA
- Ratification and re-adoption of all previous shareholders' decisions

For further details on the complete agenda of the meeting, please consult the Amended Convening notice of the GSM that can be found on the Fund's website, at:

<http://www.fondulproprietatea.ro/investor-relations/gsm-information/gsm-documentation>

Update on Hidroelectrica–Insolvency Proceedings

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Hidroelectrica – Insolvency

Current Status:

- Insolvency proceedings are ongoing;
- Several operational measures have already been implemented, with direct impact on Hidroelectrica's future cash flow;
- Reduction of Hidroelectrica's high operating costs is ongoing;
- The value of the Fund's stake in Hidroelectrica remains zero until the finalization of the insolvency procedure or approval from CNVM of changes to the valuation methodology for companies in insolvency.

Next Steps:

- Fund Manager is committed to work with key stakeholders to end insolvency proceedings as soon as possible;
- Interests of the key stakeholders are aligned towards this objective;
- Fund Manager will co-operate with the Ministry of Economy, Commerce and Business Environment so that independent candidates already short-listed are appointed to the Supervisory Board of Hidroelectrica;
- IPO of Hidroelectrica after the insolvency procedure ends.

Key Challenges:

- Settle oppositions to the preliminary table of creditors or partial payment to creditors;
- Successful outcome of the litigations with energy traders.

Hidroelectrica Insolvency – Key Stakeholders

Creditors



Judicial Administrator



Shareholder



Shareholder




HIDROELECTRICA

Bilateral Contracts – Key Beneficiaries

- Energy Holding
- EFT Romania
- Alpiq

Labor Union



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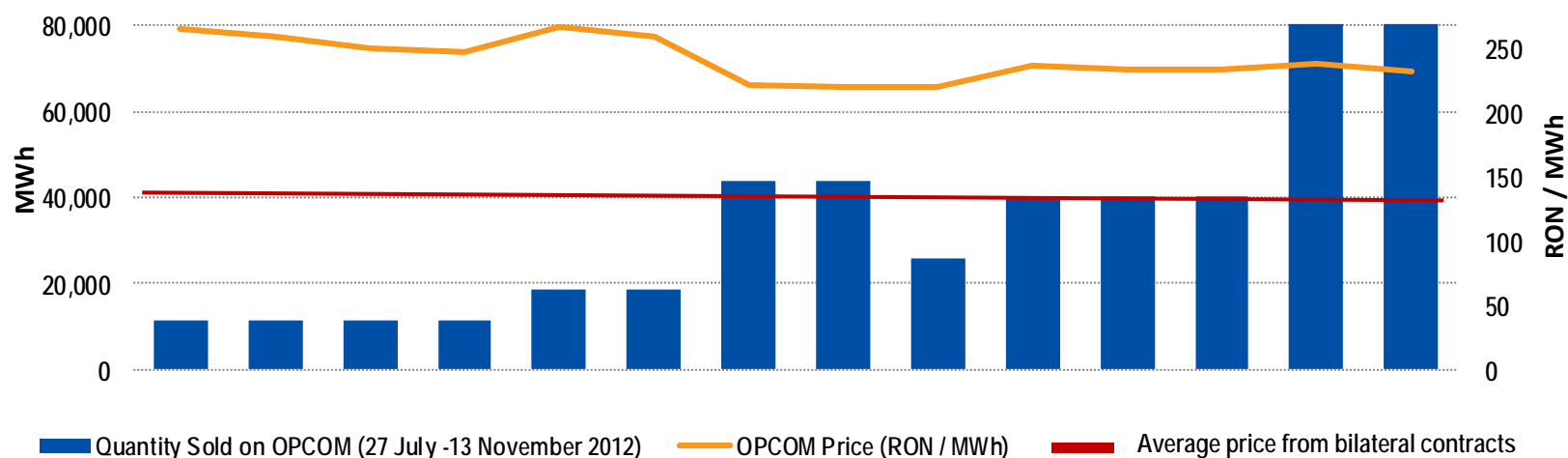
Hidroelectrica – Insolvency

Measures Undertaken by the Judicial Administrator – Euro Insol SPRL

Main Operational Measures:

- Terminated 6 bilateral contracts totaling 7.4 TWh / year
- Renegotiated of 4 bilateral contracts totaling 3.7 TWh / year at significantly higher prices
- Terminated the contracts to buy electricity from the thermo producers Electrocentrale Deva and Paroseni (average of 1.1 TWh / year acquired at RON 230 / MWh)
- Renegotiated service and investments contracts (reduction of RON 200 mn. / year)
- Sold electricity on the OPCOM market at average prices of RON 261 / MWh
- Sold 42,943 green certificates at an average price of RON 241 / certificate
- Activated the “force majeure” clause due to the severe drought of 2012
- Continuous dialogue with ANRE to reduce the quantity of electricity sold on the regulated market and increase the price per MWh

Current vs Past Price of Electricity Sold



1. Source: September 2012 Judicial Administrator's report

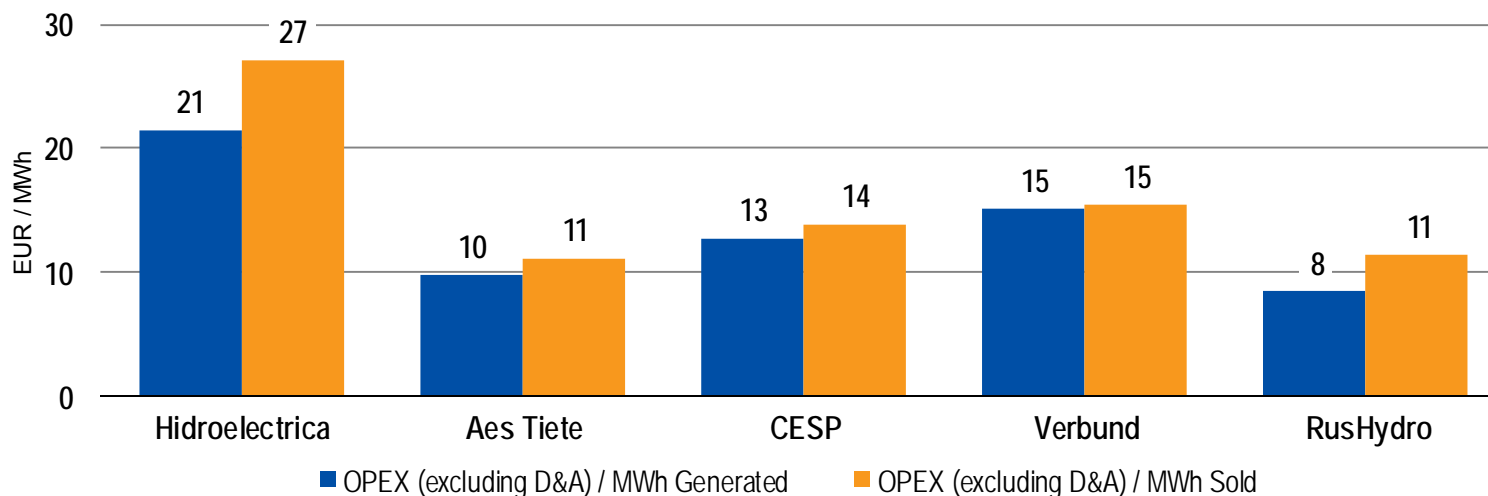
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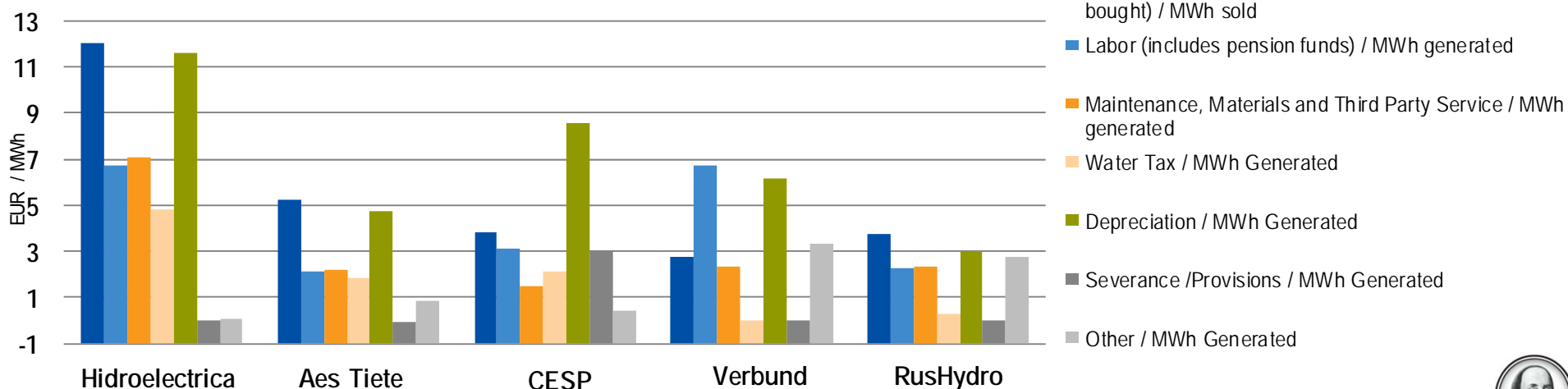


Hidroelectrica—Operating Costs

Operating Expenditures



Breakdown of Operating Expenditures



Source: Company's reports, JP Morgan, Raiffeisen Bank
 Exchange rates: EUR / RON: 4.3; EUR/REAIS: 2.5; EUR/RUB: 39.9

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Hidroelectrica–Main Creditors¹

Creditor	RON mn ²	% of total claims accepted
BRD Groupe Societe Generale - Academiei Branch	426.3	12.1%
ING Bank N.V. - Dublin Branch	394.8	11.3%
UNICREDIT Bank Austria AG	374.9	10.6%
Administratia Nationala Apele Romane (Water tariffs)	309.5	8.8%
BCR	277.2	7.9%
CITIBANK Europe PLC	276.3	7.9%
MECMA - OPSPI	254.9	7.3%
BIRD	237.3	6.8%
RBS Bank Romania	128.3	3.7%
Andritz Hydro GMBH Ravensburg - Bucharest Branch	124.6	3.5%
Eurobank EFG Private Bank Luxembourg	113.3	3.2%
Banca Transilvania	107.9	3.1%
ALPHA Bank Romania SA Magheru Branch	79.9	2.3%
Voith Hydro Holding GMBH & CO.KG	77.8	2.2%
Hidroconstructia	72.4	2.1%
Complexul Energetic Oltenia	49.8	1.4%
Fondul Proprietatea	47.1	1.3%
Total Main Creditors	3,352.4	95.5%
Total Creditors	3,509.3	100%

Source: Preliminary table of claims against S.C. Hidroelectrica S.A. filed by the Judicial Administrator on 10 September 2012 at the Bucharest Court.

1. Values as at 20 June 2012.

2. Claims accepted according to the law.

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Hidroelectrica–Main Claims Rejected

Claimant	Requested claim RON mn ¹
Alpiq Romindustries	527.8
Alro	129.7
Energy Holding	91.1
Alpiq Romenergie	79.8
Electrocarbon	18.1
SCA Cimpeanu and Associates	14.7
Elsid S.A. Titu	13.0
National Union Petrom Energie	12.6
ING Bank N.V. Amsterdam Bucharest Branch	8.1
Socet	1.4
Total Main Claims Rejected	896.2
Total Claims Rejected	905.9

- The claims were filed against Hidroelectrica and rejected by the Judicial Administrator according to the law, must be settled by the Court.

Source: Preliminary table of claims against S.C. Hidroelectrica S.A. filed by the Judicial Administrator on 10 September 2012 at the Bucharest Court.
1. Values as at 20 June 2012.

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Q3 2012 Results

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Income Statement

(RON mn)	Q3 2011 (Unaudited)	9 month period ended 30 September 2011 (Unaudited)	Q3 2012 (Unaudited)	9 month period ended 30 September 2012 (Unaudited)
Revenues from Current Activity, out of which:	2.3	595.9	13.5	861.3
• Revenues from Financial Assets	(3.7)	509.5	0.9	619.0
• Interest Income	5.4	34.5	10.5	24.5
• Reversal of Impairment Adjustments & Provisions	-	28.8	0.1	5.6
• Revenues from Disposal of Financial Assets	0.2	9.9	0.3	208.1
• Revenues from Foreign Exchange Differences	0.1	1.5	-	0.1
• Other Income from Current Activity	0.3	11.7	1.7	4.0
Expenses from Current Activity, out of which:	11.0	59.4	12.8	286.3
• Expenses from Disposal of Financial Assets	0.2	4.1	0.2	195.0
• Expenses from Foreign Exchange Differences	0.3	0.9	-	0.3
• Depreciation, Provisions, Losses from Receivables & Sundry Debtors	-	11.7	-	47.7
• Commissions & Fees	4.4	13.4	3.3	12.4
• Other Expenses from Current Activity ¹	6.1	29.3	9.3	30.9
Gross Profit / (Loss)	(8.7)	536.5	0.7	575.0
Corporate Income Tax Expense	(0.8)	1.2	-	0.4
Net Profit / (Loss)	(7.9)	535.3	0.7	574.6

1. Other expenses from current activity include: bank charges, material and utility expenses, salary costs, third party expenses as well as duties and other taxes.

Source: Quarterly Report September 2012, prepared in accordance with the National Securities Commission ("CNVM") regulations in force (Romanian Accounting Regulations)

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Balance Sheet

(RON mn)	31 December 2011 (Audited)	30 June 2012 (Unaudited)	30 September 2012 (Unaudited)
Intangible Assets	-	-	0.1
Financial Assets	10,627.9	11,428.1	11,628.7
Non-Current Assets–Total	10,627.9	11,428.1	11,628.8
Current Assets–Total	549.2	1,188.9	790.3
Prepaid Expenses	-	0.1	0.1
Payables within One Year	42.2	425.9	26.7
Total Assets Less Current Liabilities	11,134.9	12,191.2	12,392.5
Provisions	14.2	14.8	14.7
Shareholders' Equity	11,120.7	12,176.4	12,377.8

Source: Quarterly Report September 2012

Prepared in accordance with the National Securities Commission ("CNVM") regulations in force (Romanian Accounting Regulations)

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Appendix – Selected Financials for the Top Unlisted Holdings

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Hidroelectrica–Selected Financial Information (I)

RON mil.	01.01.2012	30.06.2012
Fixed assets	20,339.0	20,151.2
Current assets	611.8	379.1
Long term liabilities	1,507.5	1,669.1
Short term liabilities	2,639.1	2,328.3
Loss carried forward	(5.1)	(124.6)
Shareholders' equity	16,489.7	16,159.3

RON mil.	30.06.2011	30.06.2012
Turnover	1,640.0	1,262.9
Operating result	60.4	(80.4)
Financial result	(8.5)	(119.3)
Gross profit / loss	51.9	(199.7)
Income tax	28.5	2.4
Net profit / loss	23.3	(202.1)

- The additional loss of RON 129 million related to the restatement of 2011 results was booked under the *Loss carried forward* account.
- This number does not affect the Profit and Loss account for the first half of 2012; it has been recorded as an accounting error that influenced only the *Loss carried forward* account.
- The Company's H1 results of RON 202 million loss comes from operations (RON 80 million) and financials (RON 119 million), with the greatest impact from the depreciation of RON against foreign currencies.
- Compared with the previous reported H1 results, the losses are mainly due to an increase in expenses with the following items:
 - ✓ Penalties: RON 47.1 million related to unpaid dividends to MECMA and FP;
 - ✓ Provisions: RON 63.0 million for penalties which were rejected from the creditor's table, but there is a significant risk that the company will have to pay these penalties;
 - ✓ Adjustments: RON 25.8 million for uncertain receivables related to the contracts with Europec, Luxten, and SMR Bals;
 - ✓ Amortization: RON 30.3 million;
 - ✓ FX loss: RON 2.5 million.
- The H1 2011 financials were not restated.

Source: Judicial Administrator report on H1 2012 financial statements.

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Hidroelectrica–Selected Financial Information (II)

Profit and Loss Account	31 August 2011 Non–Audited (RON)	31 August 2012 Non–Audited (RON)
Net Turnover	2,184,534,000	1,661,496,566
Total Operating Income	2,196,127,415	1,670,736,524
Total Operating Cost, out of which:	2,143,536,344	1,726,607,837
• Materials and supplies expenses	19,597,075	13,040,067
• Own expenses (power and water)	2,925,931	3,713,005
• Turbined gross water expenses	221,285,400	199,692,750
• Electric energy acquisition cost	546,775,544	62,668,666
• Market management and network transport expenses	133,734,892	91,117,311
• Staff costs	286,999,663	282,722,179
• Tangible and intangible assets amortization	594,770,133	601,071,649
• Service charges	230,189,513	195,293,156
• Adjustments to current assets	0	36,524,133
• Adjustments to provisions for risks	0	63,005,534
• Compensations, fines and penalties	13,976,832	56,738,399
• Value of assets disposed of and other capital transactions	847,452	21,283,287
• Other expenses and services executed by third parties	40,108,597	39,018,766
• Other operating cost, including taxes and fees	52,325,312	60,718,935
Financial Result	(20,091,260)	(151,810,539)
Net Profit	3,932,907	(210,082,339)

Source: Special Administrator's report for the period 15 September – 15 October 2012.

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Romgaz–Selected Financial Information

Indicator	2010 (mn RON)	2011 (mn RON)	H1 2012 (mn RON) ¹
Fixed Assets	5,432.05	6,232.97	6,038.84
Current Assets, Out of Which:	3,508.12	4,692.13	4,585.30
• Cash and Current Account	1,010.92	2,518.14	2,082.72
Total Assets	8,940.17	10,925.10	10,624.14
Equity	8,138.80	9,584.20	9,377.41
Long Term Liabilities, Out of Which:	0.00	0.00	0.00
• Long Term Financial Debt	0.00	0.00	0.00
Current Liabilities	481.64	936.74	863.80

Indicator	H1 2011 (mn RON)	H1 2012 (mn RON) ¹
Operating Revenues	2,207.77	2,364.01
Operational Expenses	1,599.82	1,683.02
Operational Profit / Loss	607.95	680.99
EBITDA	840.23	945.46
Interest Expenses	0.47	0.24
Net Profit	488.03	557.75
Average Staff	5,784	5,719

Note: EBITDA is calculated as Operational result + Depreciation – Other operational revenues + Expenses with indemnifications, donations and assets sold.

RAS Financial statements audited by Deloitte Audit SRL.

Source: Company reports.

1. Unaudited financial statements.

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CE Oltenia–Selected Financial Information

Indicator	2010 (Unaudited) (mn RON)	2011 (mn RON)	H1 2012 (mn RON) ¹
Fixed Assets	6,270.75	6,613.13	6,549.74
Current Assets, Out of Which:	1,403.45	1,534.55	1,415.69
• Cash and Current Account	138.89	204.03	203.33
Total Assets	7,674.20	8,147.68	7,965.43
Equity, Out of Which:	4,813.24	4,991.34	5,167.31
Long Term Liabilities, Out of Which:	1,575.75	1,896.19	1,594.95
• Long Term Financial Debt	1,027.86	1,377.46	1,594.95
Current Liabilities	1,285.21	1,260.15	725.99

Indicator	H1 2011 (mn RON)	H1 2012 (mn RON) ¹
Operating Revenues	-	406.30
Operational Expenses	-	395.67
Operational Profit / Loss	-	10.63
EBITDA	-	57.36
Interest Expenses	-	3.71
Net Profit	-	24.50
Average Staff	-	18,799

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

Sum of the individual financial statements of the four companies merged, provided by Deloitte on IFRS standards.

Source: Auditor's report.

1. Based on unaudited statutory financial statements for the period 31 May – 30 June 2012.

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Nuclearelectrica–Selected Financial Information

Indicator	2010 (mn RON)	2011 (mn RON)	H1 2012 (mn RON) ¹
Fixed Assets	9,039.42	9,191.44	9,114.87
Current Assets, Out of Which:	1,250.96	1,310.76	1,344.09
• Cash and Current Account	121.92	121.93	233.45
Total Assets	10,297.26	10,508.40	10,465.21
Equity	7,562.11	7,909.52	7,879.90
Long Term Liabilities, Out of Which:	2,309.42	2,160.26	2,125.94
• Long Term Financial Debt	2,309.42	2,160.26	2,125.94
Current Liabilities	399.11	415.09	379.44

Indicator	H1 2011 (mn RON)	H1 2012 (mn RON) ¹
Operating Revenues	772.77	791.22
Operational Expenses	728.53	732.41
Operational Profit / Loss	44.24	58.82
EBITDA	286.33	307.80
Interest Expenses	21.65	22.86
FX Gain / Loss	65.59	(89.23)
Net Profit / Loss	82.76	(33.74)
Average Staff	2,173	2,151

Note: EBITDA is calculated as Operational result + Depreciation – Other operational revenues + Expenses with indemnifications donations and assets sold.

RAS Financial statements audited by Pricewaterhouse Coopers Audit SRL.

Source: Company reports.

1. Unaudited financial statements.

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Enel Distributie Banat–Selected Financial Information

Indicator	2010 (mn RON)	2011 (mn RON)	H1 2012 (mn RON) ¹
Fixed Assets	1,288.08	1,773.41	1,738.15
Current Assets, Out of Which:	642.22	631.43	721.54
• Cash and Current Account	462.19	429.81	497.83
Total Assets	1,931.03	2,405.04	2,460.24
Equity	1,312.69	1,846.23	1,923.86
Long Term Liabilities, Out of Which:	0.00	0.00	0.00
• Long Term Financial Debt	0.00	0.00	0.00
Current Liabilities	253.81	208.42	172.72

Indicator	H1 2011 (mn RON)	H1 2012 (mn RON) ¹
Operating Revenues	308.23	306.24
Operational Expenses	183.15	220.55
Operational Profit / Loss	125.08	85.69
EBITDA	157.56	130.09
Interest Expenses	0.00	0.00
Net Profit	114.51	77.62
Average Staff	1,236	1,206

Note: EBITDA is calculated as Operational result + Depreciation – Other operational revenues + Expenses with indemnifications donations and assets sold.

RAS Financial statements audited by KPMG Audit SRL.

Source: Company reports.

1. Unaudited financial statements.

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Enel Distributie Muntenia—Selected Financial Information

Indicator	2010 (mn RON)	2011 (mn RON)	H1 2012 (mn RON) ¹
Fixed Assets	2,343.48	2,836.32	2,804.97
Current Assets, Out of Which:	2,070.27	1,603.40	1,613.20
• Cash and Current Account	1,858.99	1,314.25	1,223.93
Total Assets	4,413.90	4,439.89	4,418.94
Equity	2,810.31	2,866.97	2,958.06
Long Term Liabilities, Out of Which:	0.00	0.00	0.00
• Long Term Financial Debt	0.00	0.00	0.00
Current Liabilities, Out of Which:	567.10	522.97	405.70
• Short Term Financial Debt	0.00	0.00	0.00
Deferred Revenue, Out of Which:	814.39	870.28	871.42
• Investment Subsidies	814.39	870.28	869.21

Indicator	H1 2011 (mn RON)	H1 2012 (mn RON) ¹
Operating Revenues	402.40	440.40
Operational Expenses	372.25	396.84
Operational Profit / Loss	30.15	43.56
EBITDA	71.34	99.73
Interest Expenses	0.11	0.00
Net Profit / Loss	27.61	91.08
Average Staff	1,295	1,248

Note: EBITDA is calculated as Operational result + Depreciation – Other operational revenues + Expenses with indemnifications donations and assets sold.

RAS Financial statements audited by Pricewaterhouse Coopers Audit SRL.

Source: Company reports.

1. Unaudited financial statements.

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GDF Suez Energy Romania –Selected Financial Information

Indicator	2010 (mn RON)	2011 (mn RON)	H1 2012 (mn RON) ¹
Fixed Assets	2,649.01	2,759.34	2,984.84
Current Assets, Out of Which:	1,551.92	1,418.24	1,196.86
• Cash and Current Account	366.01	47.93	32.58
Total Assets	4,203.59	4,180.20	4,183.98
Equity	2,700.74	2,830.30	2,932.72
Long Term Liabilities, Out of Which:	122.54	113.00	113.00
• Long Term Financial Debt	122.54	113.00	113.00
Current Liabilities	1,197.41	1,046.11	955.22

Indicator	H1 2011 (mn RON)	H1 2012 (mn RON) ¹
Operating Revenues	2,286.32	2,551.72
Operational Expenses	2,281.98	2,429.49
Operational Profit / Loss	4.35	122.23
EBITDA	67.88	201.09
Interest Expenses	17.35	8.83
Net Profit	6.01	102.42
Average Staff	722	667

Note: EBITDA is calculated as Operational result + Depreciation – Other operational revenues + Expenses with indemnifications donations and assets sold.

RAS Financial statements audited by Ernst&Young Assurance Services SRL.

Source: Company reports.

1. Unaudited financial statements.

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CN Aeroporturi Bucuresti–Selected Financial Information

Indicator	2010 (mn RON)	2011 (mn RON)	H1 2012 (mn RON) ¹
Fixed Assets	5,471.29	5,639.80	5,676.46
Current Assets, Out of Which:	167.28	101.95	142.53
• Cash and Current Account	62.11	23.19	53.80
Total Assets	7,704.47	5,742.69	5,818.99
Equity, Out of Which:	4,972.86	4,975.59	4,958.75
• Public Patrimony	0.00	0.00	0.00
Long Term Liabilities, Out of Which:	2,087.78	236.32	307.04
• Long Term Financial Debt	0.00	185.32	-
Current Liabilities	192.22	100.30	136.13

Indicator	H1 2011 (mn RON)	H1 2012 (mn RON) ¹
Operating Revenues	227.63	255.11
Operational Expenses	170.20	210.06
Operational Profit / Loss	57.43	45.05
EBITDA	96.71	98.43
Interest Expenses	1.58	3.78
Net Profit	47.79	30.25

Note: EBITDA is calculated as Operational result + Depreciation – Other operational revenues.

2009 RAS Financial statements audited by C.E.C.A.R.F. SRL.

2010 RAS Financial statements audited by CNC Audit Financiar SRL.

2011 RAS Financial Statements audited by MDV Expertiza si Consultanta SRL.

Source: Company reports.

1. Unaudited financial statements.

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INVESTMENTS

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