

To: **Bucharest Stock Exchange
Financial Supervisory Authority**

Current report according to Article 113 point A, paragraph (1) letter j) of the Romanian National Securities Commission Regulation no. 1/2006 regarding the issuers and the operations with securities, as subsequently amended and completed, as well as the provisions of Article 99 of the Code of the Bucharest Stock Exchange, Title II, Issuers and Financial Instruments.

Important events to be reported:

Litigation update with respect to Mr. Cristian Rozor's claim for annulment of some of the Fund's Shareholders' Resolutions of 6 September 2010

Franklin Templeton Investment Management Ltd. United Kingdom Bucharest Branch ("FTIML / the Fund Manager"), in its capacity of sole administrator and fund manager of the Fund, would like to inform shareholders that on 16 September 2013, the Bucharest Court has ruled in favour of the Fund in file no. 9719/3/2011, regarding the claim entered by Mr. Cristian Rozor for the annulment of some of the Shareholders' Resolutions of 6 September 2010, and dismissed his claim. The Court also awarded the Fund reimbursement of litigation expenses in the amount of RON 45,575.02.

The legal action filed by Mr. Rozor was similar to the one entered by another minority shareholder, namely Ms. Ioana Sfaraiala in file no. 47039/3/2010, which has been irrevocably closed.

The Fund Manager will continue to update shareholders and investors of further material developments in this file and will continue to vigorously defend the interests of the Fund on behalf of all its shareholders.

Franklin Templeton Investment Management Ltd United Kingdom Bucharest Branch, in its capacity of Sole Administrator of S.C. FONDUL PROPRIETATEA S.A.

For the Legal Representative

Valeria Nistor

Head of Legal, Empowered by the Decision of the Sole Administrator of S.C. FONDUL PROPRIETATEA S.A., Franklin Templeton Investment Management Ltd United Kingdom Bucharest Branch no. 28/30.08.2013

Report date:

17 September 2013

Name of the issuing entity:

S.C. Fondul Proprietatea S.A. (the "Fund")

Registered office:

78-80 Buzesti St.,
7th floor, district 1,
Bucharest, postal code 011017

Phone/fax number:

Tel.: + 40 21 200 9600

Fax: + 40 21 200 9631

Sole Registration Code with the Trade Register Office:

18253260

Order number in the

Trade Register:

J40/21901/2005

Subscribed share capital:

RON 13,778,392,208

Paid share capital:

RON 13,413,137,586

Regulated market on which the issued securities are traded:

Bucharest Stock Exchange