

To **Bucharest Stock Exchange**
Romanian National Securities Commission

The current report according to Art. 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 art. 99 in the Code of the Bucharest Stock Exchange, Title II, Issuers and Financial Instruments

Report date:	20.04.2012
Name of the issuing entity:	SC Fondul Proprietatea SA
Registered office:	78-80 Buzesti St., 7 th floor, district 1, Bucharest, postal code 011017
Phone/fax number:	Tel.:+40 212009600; Fax:+40212009631
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 13,412,554,856
Regulated market on which the issued securities are traded:	Bucharest Stock Exchange

Important events to be reported: S.C. Fondul Proprietatea SA (“The Fund”) - Update regarding the litigation started by Ioana SFIRĂIALĂ in the file no. 7004/3/2012

Franklin Templeton Investment Management Ltd. United Kingdom Bucharest Branch, in its capacity of Sole Administrator and Fund Manager of SC Fondul Proprietatea SA informs that on 20 April 2012 the Fund received from the Bucharest Court of Appeal a summons relating to the appeal filed by Mrs. Ioana Sfirăială, a shareholder of the Fund, against the decision rendered by the Bucharest Court in the file no. 7004/3/2012. The Bucharest Court of Appeal set the first hearing on 9 May 2012.

The Fund Manager reminds the Fund’s shareholders that, in the file no. 7004/3/2012, between Ioana Sfirăială, a shareholder of the Fund, as plaintiff and Fondul Proprietatea as defendant, the Bucharest Court has decided the following:

- a. The Court rejected the plaintiff’s claim for suspending the convening notice for calling the Fund’s Extraordinary and Ordinary General Shareholders Meetings scheduled on 4 April 2012,
- b. The Court rejected the plaintiff’s claim for suspending the convening notice for calling the Fund’s Extraordinary and Ordinary General Shareholders Meetings scheduled on 25 April 2012
- c. The Court rejected as unfounded the plaintiff’s claim for suspending the Decisions no. 5/29.11.2010, respectively no. 1/23.11.2011 of the Extraordinary General Shareholders Meetings by which the Fund’s Constitutive Act was amended.

For the avoidance of doubt, please note that all decisions approved by the Fund’s General Shareholders Meetings are in full force and effect and that the Fund’s General Shareholders Meeting scheduled for 25 April 2012 will be held in accordance with the convening notices published in the Official Gazette of Romania, Part IV no. 1052/19.03.2012, as amended.

Franklin Templeton Investment Management Ltd United Kingdom Bucharest Branch, acting as Sole Administrator on behalf of S.C. FONDUL PROPRIETATEA S.A.

Adrian CIGHI

Legal Representative