



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:	08.03.2012
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 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 13,412,554,856
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 SFÎRĂIALĂ in the file no. 47039/3/2010

Franklin Templeton Investment Management Ltd. United Kingdom Bucharest Branch, in its capacity of Sole Administrator and Fund Manager of the Fund informs that on 7 March 2012 it received the decision issued by the Bucharest Court in file no. 47039/3/2010 between Ioana SFÎRĂIALĂ as claimant, and Fondul Proprietatea as defendant - please find attached the decision, in Romanian. The appeal against this decision can be filed by 23 March 2012.

Through this decision the Bucharest Court partly admitted the claimant's request and has decided the following:

- the annulment of the decisions number 1,2,8, and 9 approved by Extraordinary General Meeting of Shareholders on 06.09.2010 and
- the rejection of the request to annul the decision number 3 approved by Ordinary General Meeting of Shareholders on 06.09.2010.

The claim is essentially a technical argument around the administrative formalities required for the calling of the 06.09.2010 general shareholders' meeting by the Fund's previous administrators.



FONDUL PROPRIETATEA

For the avoidance of doubt, the Fund Manager notes that all other GSM decisions remain in full force and effect.

Please note that on 22 December 2011 the Fund informed the investors about the Court's decision. The new element of this report is that the Fund has decided to appeal the decision issued by Bucharest Court in file no. 47039/3/2010.

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

Adrian CIGHI

Legal Representative