

**Resolution no. 4 / 13 November 2020  
of the Shareholders' Extraordinary General Meeting of  
FONDUL PROPRIETATEA S.A.**

Headquarters: 78-80 Buzești Street, 7<sup>th</sup> floor, sector 1, Bucharest, Romania,  
Registered with the Trade Registry under number J40/21901/2005, fiscal registration code 18253260

Today, 13 November 2020, 11:00 AM (Romanian time), was adopted the current resolution of the Shareholders' Extraordinary General Meeting (“**EGM**”) of Fondul Proprietatea S.A. (the “**Fund**” or “**Fondul Proprietatea**”), at its first summoning, at “ATHENÉE PALACE HILTON BUCHAREST” Hotel, Le Diplomate Salon, 1-3 Episcopiei Street, Sector 1, Bucharest, 010292, Romania, the EGM being opened by its Chairman, namely Mr. Johan Meyer, in his capacity of permanent representative of Franklin Templeton International Services S.À R.L., 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 B36.979, registered with the Romanian Financial Supervisory Authority under number PJM07.1AFIASMDLUX0037/10 March 2016, in its capacity of alternative investment fund manager and sole director of Fondul Proprietatea S.A..

Whereas:

- The convening notice of the EGM was published on the Fund's website ([www.fondulproprietatea.ro](http://www.fondulproprietatea.ro)) on 24 September 2020, in the Official Gazette of Romania, Part IV, number 3396 of 25 September 2020 and in “Adevărul” newspaper number 475 of 25-27 September 2020;
- The provisions of Companies' Law no. 31/1990, republished, with its subsequent amendments and supplementations (Companies' Law no. 31/1990);
- The provisions of Article 21 of CNVM Regulation no. 4/2010 on the registration with CNVM and the operation of the company “Fondul Proprietatea” S.A., as well as on trading the shares issued by this company;
- The provisions of Emergency Government Ordinance no. 32/2012 on undertakings for collective investment in transferable securities and investment management companies, as well as for the amendment and supplementation of Law no. 297/2004;
- The provisions of Regulation of the Financial Supervisory Authority no. 4/2013 regarding depositary receipts;
- The provisions of Law no. 24/2017 on issuers of financial instruments and market operations, with its subsequent amendments and supplementations (Issuers' Law);
- The provisions of Regulation of the Financial Supervisory Authority no. 5/2018 on issuers of financial instruments and market operations (Regulation no. 5/2018);

- The provisions of Law no. 243/2019 on alternative investment funds and for the amendment and completion of other legislation (Law no. 243/2019);
- The provisions of Regulation of the Financial Supervisory Authority no. 7/2020 on the authorization and operation of alternative investment funds (Regulation no. 7/2020);
- The provisions of COMMISSION IMPLEMENTING REGULATION (EU) 2018/1212 of 3 September 2018 laying down minimum requirements implementing the provisions of Directive 2007/36/EC of the European Parliament and of the Council as regards shareholder identification, the transmission of information and the facilitation of the exercise of shareholders rights (CE Regulation 1212/2018),

there are met the quorum for holding this meeting and the majority to decide legally, under the legally required majority (according to art. 115 paragraphs (1)-(2) of the Companies' Law no. 31/1990 and art. 14 I paragraph (3) letter (a) of the Fund's Constitutive Act).

Thus, it was decided as follows:

I. The approval of the following amendments to the Constitutive Act of Fondul Proprietatea:

**(a) The amendment of Article 12 paragraph (2) letter f), as follows:**

*“(2) The ordinary general meeting of the shareholders has the following competencies, duties and functions:*

*f) to approve the remuneration policy applicable to the members of the Board of Nominees and to the Alternative Investment Fund Manager and to set the level of the remuneration of the financial auditor for financial audit services.”*

**(b) The introduction of a new letter f<sup>1</sup>) to paragraph 2 of Article 12, as follows:**

*“(2) The ordinary general meeting of the shareholders has the following competencies, duties and functions:*

*f<sup>1</sup>) to vote on an annual basis on the remuneration report for the previous fiscal year; such a vote shall be of an advisory nature and Fondul Proprietatea shall explain in the following remuneration report how the vote by the general meeting has been taken into account;”*

**(c) The amendment of Article 28 paragraphs (2), (3) and (5) (as endorsed by the FSA through Endorsement no. 164/22 July 2020), as follows:**

*“(2) The net accounting profit of Fondul Proprietatea, as reflected in the audited financial statements, shall be distributed according to the decision of the general meeting of the shareholders and to the legal provisions in force.*

*(3) Fondul Proprietatea creates the legal reserves and any other reserves, pursuant to the law.*

*(..)*

*(5) The dividends are distributed to the shareholders proportional with the number of paid shares held at the relevant record date.”*

**(d) The amendment of Article 31 paragraph (1) letter d) (as endorsed by the FSA through Endorsement no. 164/22 July 2020), as follows:**

*“d) as consequence of losses, as reflected in the audited financial statements, if the net asset value, determined as difference between the total asset and company’s debts, represents less than half of the value of the subscribed share capital and if, not later than the termination of the financial year subsequent to the one during which the losses have been ascertained, the general meeting of the shareholders fails to decrease the share capital with an amount at least equal with the one of losses which could not be covered from reserves or to reconstitute the company’s net asset up to the value at least equal with half of the subscribed share capital;”*

**(e) The amendment of Article 33, as follows:**

*“(1) For the calculation of the net assets value of Fondul Proprietatea, the portfolio holdings are valued and included in the Fund’s net asset at the values established according to the accounting and legal regulations in force. The net asset value of the Fund is determined as the difference between the total assets value and the aggregate value of the Fund’s debts, provisions and deferred income.*

*(2) The total value of the assets is calculated according to the legal regulations in force, by cumulating:*

*a) non-current assets;*

*b) current assets;*

*c) derivatives;*

*d) deferred expenses.*

*(3) The total value of debts, provisions and deferred income is determined based on information provided by Fund’s own accounting organised and managed in accordance with the legal provisions in force.*

*(4) The calculation of the net assets value is prepared by the Fund’s Sole Director and certified by the depositary bank on a monthly basis, for the last calendar day of the month, and for the dates when a share capital increase or decrease takes place respectively the dates when such share capital increase or decrease is recorded to Trade Registry.”*

This item is adopted with 3,300,366,958 votes, representing 99.908% of the total votes held by the present or represented shareholders, in accordance with Article 14 (3) letter (a), second paragraph of the Constitutive Act corroborated with Article 115 (2), first paragraph of Companies’ Law no. 31/1990.

The votes were recorded as follows:

- 3,300,366,958 votes „for”;
- 0 votes „against”;
- 3,034,400 abstentions;
- 0 votes „not given”.

- II. In accordance with Article 176 paragraph (1) of Regulation no. 5/2018, the approval of **3 December 2020** as the **Ex – Date**, computed in accordance with the provisions of Article 2 paragraph (2) letter (I) of Regulation no. 5/2018, and **4 December 2020** as the **Registration Date**, computed in accordance with the provisions of Article 86 paragraph (1) of Issuers’ Law.

As they are not applicable to this EGM, shareholders do not decide on other aspects provided by Article 176 paragraph (1) of Regulation no. 5/2018, such as the date of the guaranteed participation and the payment date.

This item is adopted with 3,300,366,958 votes, representing 99.908% of the total votes held by the present or represented shareholders, in accordance with Article 14 (3) letter (a), second paragraph of the Constitutive Act corroborated with Article 115 (2), first paragraph of Companies' Law no. 31/1990.

The votes were recorded as follows:

- 3,300,366,958 votes „for”;
- 0 votes „against”;
- 3,034,400 abstentions;
- 0 votes „not given”.

III. The approval of the empowerment, with authority to be substituted, of Johan Meyer to sign the shareholders' resolutions and the amended and restated form of the Constitutive Act, as well as any other documents in connection therewith, and to carry out all procedures and formalities set out by law for the purpose of implementing the shareholders' resolutions, including formalities for publication and registration thereof with the Trade Registry or with any other public institution.

This item is adopted with 3,301,366,958 votes, representing 99.938% of the total votes held by the present or represented shareholders, in accordance with Article 14 (3) letter (a), second paragraph of the Constitutive Act corroborated with Article 115 (2), first paragraph of Companies' Law no. 31/1990.

The votes were recorded as follows:

- 3,301,366,958 votes „for”;
- 0 votes „against”;
- 2,034,400 abstentions;
- 0 votes „not given”.

This EGM decision no. 4 is drafted on behalf of the shareholders today, 13 November 2020, in 3 original counterparts by:

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**Johan MEYER**  
Chairman

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**Valeria NISTOR**  
Technical secretary