

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

Current report according to the provisions of Article 99 letter (s) of the Code of the Bucharest Stock Exchange, Title II, Issuers and Financial Instruments

**Important events to be reported:**

**The recommendation of the Board of Nominees related to 13 November 2020 Ordinary General Shareholders' Meeting**

The Board of Nominees (the "**Board**") of Fondul Proprietatea S.A. (the "**Fund**"), would like to issue their voting recommendation for the point 2 on the agenda of the Fund's Ordinary General Shareholders' Meeting called for 13 November 2020 related to "*The appointment of two members in the Board of Nominees of Fondul Proprietatea S.A.*".

Considering the final list of candidates received for the two positions for the Fund's Board of Nominees, as detailed on the Fund's webpage, at: <https://www.fondulproprietatea.ro/files/live/sites/fondul/files/en/gsm-documentation/2020/13%20November/OGM%202020.%20List%2012%20Oct%202020.pdf>, and the analysis performed by the Board of Nominees, the Board recommends the Fund's shareholders the following:

- For the vacant position of a member of the Board of Nominees following the resignation of Mrs. Vivian Nicoli, the Board recommends the Fund's shareholders to vote "*for*" Mrs. Ilinca von Derenthall;
- For the vacant position of a member of the Board of Nominees following the resignation of Mr. Steven van Groningen, the Board recommends the Fund's shareholders to vote "*for*" Mr. Ciprian Ladunca.

The Board of Nominees is expected to change the composition of the consultative committees following the shareholders' vote.

The Board of Nominees has interviewed all three of the candidates on the final list. The Board's recommendations for voting take into consideration the independence of each candidate, the legal requirements for a future chairperson of the Audit and Valuation Committee and the experience, including relevant non-executive board director experience, of the candidates, as well as the overall skill matrix requisite at the Board.

The recommendation of the Board is not binding in any way and should not be deemed under any circumstances as a supporting documentation/argument for substantiating one's vote. The Fund Manager, along with Board of Nominees, will implement and will comply with all the decisions taken by the Fund's shareholders, irrespective of the recommendations herein, subject to compliance with law and regulation.

**The Board of Nominees of FONDUL PROPRIETATEA S.A.**

**Report date:**  
14 October 2020

**Name of the issuing entity:**  
Fondul Proprietatea S.A.

**Registered office:**  
78-80 Buzesti Street  
7<sup>th</sup> floor, district 1,  
Bucharest, 011017

**Phone/fax number:**  
Tel.: + 40 21 200 9600  
Fax: + 40 21 200 9631

**Email:**  
office@fondulproprietatea.ro

**Internet:**  
www.fondulproprietatea.ro

**Sole Registration Code with the Trade Register Office:**  
18253260

**Order number in the Trade Register:**  
J40/21901/2005

**Subscribed share capital:**  
RON 3,749,282,292.08

**Paid-up share capital:**  
RON 3,560,099,870.08

**Number of shares in issue:**  
7,210,158,254

**Number of paid shares:**  
6,846,345,904

**Regulated market on which the issued securities are traded:**  
Shares on Bucharest Stock Exchange

GDRs on London Stock Exchange