

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

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

Events to be reported:

**Argumentation regarding partial regulatory endorsement of the Resolutions issued by the Fund's shareholders on 25 April 2013 regarding the amendment of the Fund's Constitutive Act and the Investment Management Agreement**

The Fund Manager would like to inform shareholders and investors that it has decided to challenge Notices nos. 28 and 29 of 12 August 2013 issued by the Financial Supervisory Authority ("FSA") to partially endorse the amendments to the Fund's Constitutive Act, respectively Addendum no. 3 to the Investment Management Agreement of the Fund approved by the shareholders on 25 April 2013. In this respect, an official complaint was filed on 12 September 2013.

Following our request submitted on 14 August 2013 and after the official complaint was filed against the FSA Notices mentioned above, the argumentation for issuing Notices no. 28 and 29 of 12 August 2013 was received from the FSA on 12 September 2013, as set out in the Annex of this report.

Please note that there is no argumentation for the changes of the Constitutive Act and the Investment Management Agreement provided by the FSA.

For further details regarding the amendments to the Constitutive Act and Addendum no. 3, as approved by shareholders, and imposed by FSA, as well as the FSA Notices mentioned above, please refer to the current report published on the Fund's webpage on 14 August 2013: [http://www.fondulproprietatea.ro/sites/default/files/14\\_aug\\_2013\\_curent\\_report\\_fsa\\_approval\\_gsm\\_25\\_april\\_2013.pdf](http://www.fondulproprietatea.ro/sites/default/files/14_aug_2013_curent_report_fsa_approval_gsm_25_april_2013.pdf). Also, please note that the latest versions of the Constitutive Act and the Investment Management Agreement are available on the Fund's website: [www.fondulproprietatea.ro](http://www.fondulproprietatea.ro).

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

For 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:**

16 September 2013

**Name of the issuing entity:**

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

**Registered office:**

78-80 Buzesti St.,  
7<sup>th</sup> 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

**Annex**

*Translation from Romanian  
Affixed the stamp of S.C. Fondul Proprietatea S.A.  
Entry No. 2426 of September 12, 2013*

[Logo]

**THE FINANCIAL SUPERVISION AUTHORITY**

**FINANCIAL INSTRUMENT AND INVESTMENT SECTOR**

2 Foisorului str., Sector 3, Bucharest

Tel. 021-326.67.11; 326.67.12; 326.67.13

Fax 021-326.68.48; 326.68.49

**REGULATED ENTITY AUTHORIZATION-SUPERVISION DIVISION**

**COLLECTIVE PLACEMENT BODY AND INVESTMENT MANAGEMENT COMPANY**

**AUTHORIZATION AND MONITORING SERVICE**

*Affixed the stamp of the Financial Supervision Authority  
of September 12, 2013  
No. A/7278  
Hour: 14 Minute: 12*

**To**

**FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED**

**United Kingdom Bucharest Branch**

**78-80 Buzesti str., 7<sup>th</sup>-8<sup>th</sup> floors, Premium Point**

**Sector 1, 011017, Bucharest, Romania**

**Fax: 00 40 200 96 31/32**

**Addressed to Mrs. Oana Valentina Truța - Leader**

As regards your letter registered with the Financial Supervision Authority under no. A-9410/August 16, 2013 requesting the communication of the arguments based on which Financial Supervision Authority endorsements nos. 28 and 29 of August 12, 2013 were issued, please note that such individual documents were issued according to the provisions of Art. 14 of *National Securities Commission Regulation no. 4/2010 regarding the registration with the National Securities Commission and the operation of "Fondul Proprietatea" S.A., and the trading of the shares issued by it*, and subject to considering the provisions of Art. 208, para. (1) of *Law no. 31/1990, as republished, as subsequently amended and supplemented*:

*"The share capital decrease may only be made after the lapse of two months since the decision publication date in the Official Gazette of Romania, Part IV."*

Also, please note that such articles can also be found in the recitals of the abovementioned individual documents.

**Very truly yours,**

**Head of Department  
Claudia Catalina SAVA**

*Illegible signature*

*Affixed the stamp of the Financial Supervision Authority*