



To Bucharest Stock Exchange
Romanian National Securities Commission

The current report according to Art. 113 point A, paragraph (1) letter i) 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:	15 December 2011
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 13,405,864,536
Regulated market on which the issued securities are traded:	Bucharest Stock Exchange

Important events to be reported: S.C. Fondul Proprietatea SA (“The Fund”) - Entering into force of the Government Emergency Ordinance on corporate governance for state controlled companies

Franklin Templeton Investment Management Ltd. United Kingdom Bucharest Branch (“FTIML Bucharest”), in its capacity of Sole Administrator and Fund Manager of the Fund, informs that the Government Emergency Ordinance no. 109 on corporate governance for public enterprises - autonomous public entities and companies wholly majority owned or controlled by the Romanian State, was published in the Official Gazette of Romania, Part I on 14th December 2011. The Government’s decision to pass such legislation will lead to the correct implementation of good governance mechanisms and principles in the functioning of the state controlled companies, namely:

- establishing transparent criteria and procedures for selecting members of the Boards of Directors, Supervisory Boards and executive management
- allowing the cumulative voting system for the appointment of the members of the Supervisory Board and the Board of Directors
- increased transparency and disclosure
- stricter rules for reporting and approving the transactions with affiliates
- better protection of minority shareholders’ rights, etc.

Franklin Templeton Investment Management Ltd United Kingdom Bucharest Branch, in capacity of Sole Administrator of S.C. FONDUL PROPRIETATEA S.A.

Grzegorz Maciej KONIECZNY

Legal Representative