

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

Current report according to Article 99 of the Code of the Bucharest Stock Exchange, Title II, Issuers and Financial Instruments.

Events to be reported:

### Update with respect to the RON 0.05/share cash distribution to shareholders

Franklin Templeton Investment Management Ltd. United Kingdom Bucharest Branch (“**the Fund Manager**”), in its capacity as sole administrator and fund manager of Fondul Proprietatea SA (“**the Fund**”), would like to update shareholders with respect to the cash distribution approved by the Fund’s shareholders on 3 February 2014 by decreasing the share capital of the Fund through the reduction of the nominal value of the Fund’s shares from RON 1.00 to RON 0.95. The difference of RON 0.05 per share will be distributed to the Fund’s shareholders registered with the Central Depository on 30 April 2014, proportionally with their participation to the Fund’s paid share capital.

The actual payment shall start 30 days after the date on which the decrease of the share capital mentioned above is effective, namely after two main legal conditions are met:

- *Expiry of a two months term after the publication of the shareholders’ resolution in the Official Gazette* - from this perspective, please note that the EGM Resolution no. 2/2014, approving the distribution, was published on 15 April 2014 in Official Gazette no. 2216, meaning that the said legal condition should be met on 15 June 2014;
- *Endorsement from the Financial Supervisory Authority (“FSA”) of the share capital decrease* – although FSA can rule on this only after the expiry of the two months term mentioned above, the Fund Manager has already submitted the required documentation in order to facilitate the timely issuance of a decision from the FSA after the expiry of the said term, hopefully within a few days after 15 June 2014.

**Report date:**

16 April 2014

**Name of the issuing entity:**

Fondul Proprietatea S.A.

**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 13,538,087,407

**Paid share capital:**

RON 13,174,101,815

**Regulated market on which the issued securities are traded:**

Bucharest Stock Exchange

Based on the assumptions mentioned above, we estimate that payment of the cash distribution is likely to start shortly after 15 July 2014.

The Fund Manager will update shareholders accordingly on further developments on the return of capital process, including the payment procedure to be observed by the shareholders in order to receive the distributions.

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

**Oana Valentina TRUTA**  
**Legal Representative**