

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

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

Events to be reported:

Completion of the third buy-back programme

Franklin Templeton Investment Management Ltd. United Kingdom Bucharest Branch (the "Fund Manager"), in its capacity of Sole Administrator and Fund Manager of Fondul Proprietatea S.A. (the "Fund") hereby announces the completion of the third buy-back programme.

The Fund Manager acquired 252,858,056 shares of the Fund (equivalent to 2.02% of the Fund's paid share capital) through daily acquisitions on the Bucharest Stock Exchange. The total value of the buy-back programme was RON 205,460,539.53 (excluding brokerage fees and other acquisition related costs), and the average price was approximately RON 0.8125 per share. The Fund Manager will request shareholder approval for the cancellation of the shares repurchased during the third buy-back programme, at the next general meeting of shareholders.

The Fund Manager intends to continue with share buy-backs in accordance with the Fund's Investment Policy Statement, and will start the fourth buy-back programme, approved by shareholders on 28 April 2014, as soon as the share capital decrease correspondent to cancellation of the shares repurchased in the second buy-back programme will become effective.

As a reminder, the legal provisions in force require that the Shareholders' Resolution for the approval of the change of the Constitutive Act for the share capital decrease has to be endorsed by the Financial Supervisory Authority ("FSA") in order to be effective. The FSA may issue the decision only after a legal term of two months elapses since the publication of the Shareholders' Resolution in the Official Gazette, which was performed on 15 July 2014. Therefore, the response from the FSA on the endorsement is reasonably expected soon

Report date:

24 July 2014

Name of the issuing entity:

Fondul Proprietatea S.A.

Registered office:

78-80 Buzesti St.,
7th 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 12,861,183,036.65

Paid share capital:

RON 12,515,396,724.25

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

Bucharest Stock Exchange

after 15 September 2014.

For further details regarding the buy-back programmes approved by shareholders please see the table enclosed as an Annex to this report.

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

Oana Valentina TRUȚA
Legal Representative

Crt.	Date of shareholders' approval	Start date	End date	Number of shares	Cancellation date
1.	6 September 2010	January 2011	September 2011	240,304,801	The cancellation was approved by shareholders on 25 April 2012, and was effective beginning with 24 February 2014.
2.	25 April 2012	April 2013	December 2013	1,100,950,684	The cancellation was approved by shareholders on 28 April 2014 and published in Official Gazette on 15 July 2014. The Fund Manager asked for FSA's endorsement and the decision is expected to be issued after 15 September 2014.
3.	22 November 2013	March 2014	July 2014	252,858,056	The Fund Manager will invite shareholders to approve a share capital decrease by cancelling the shares repurchased during the third buy-back programme at the next general meeting of shareholders.
4.	28 April 2014	The Fund Manager intends to start the fourth buy-back programme, approved by shareholders on 28 April 2014, as soon as the share capital decrease correspondent to the second buy-back programme will become effective.	N/A	(i) 990,855,616 shares or (ii) 10% of the issued share capital at the relevant time, whichever is the lesser	The Fund Manager will invite shareholders to approve a share capital decrease by cancelling the shares repurchased during the fourth buy-back programme at the next general meeting of shareholders that will take place after the completion of the buy-back.