

To

Bucharest Stock Exchange

Romanian National Securities Commission

The current report according to Art. 113 point A, paragraph (1) letter i) in the Regulation of the Romanian National Securities Commission 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:	23 April 2012
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:	13,778,392,208 RON
Paid share capital:	13,412,780,166 RON
Regulated market on which the issued securities are traded:	Bucharest Stock Exchange

Important events to be reported - S.C. Fondul Proprietatea S.A. (The Fund) - Update regarding the Fund's share capital

Franklin Templeton Investment Management Limited United Kingdom Bucharest Branch (FTIML Bucharest), as Sole Administrator and Fund Manager of the Fund announces that, as of 23 April 2012, the paid share capital of the Fund has increased to RON 13,412,780,166, while the subscribed share capital of the Fund remains unchanged at RON 13,778,392,208.

The increase in the paid share capital is a result of the compensation of the free shares received by the Fund from S.C. Hidroelectrica S.A. in amount of RON 225,310, following a share increase with the value of the land for which Hidroelectrica obtained property rights, with part of the Fund's shares unpaid by the Romanian State. As a result of this compensation, the Fund Manager will unblock a number of 225,310 shares out of the 365,837,352 shares previously considered unpaid by the Romanian State and blocked by the Fund Manager through Decision no. 3/2 Febr. 2012.

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

Adrian CIGHI

Legal Representative