

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.

Important events to be reported:

Legislative amendments to the main organization and functioning law of Fondul Proprietatea

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 inform shareholders that on 12 January 2015, Law no. 10/2015 (**“Law 10”**) was published in the Part I of the Official Gazette no. 22. Law 10 amends, among others, Title VII of Law no. 247/2005 governing mainly the organization and functioning of the Fund (**“Fund Law”**). Law 10 entered into force on 15 January 2015, according to Article 78 of the Constitution, and from this moment onwards the following main amendments related to the Fund are applicable:

- Any inconsistencies there might have been in the past legislation regarding the right of the Fund’s shareholders to appoint freely the fund manager are now clarified; the provisions of Article 12 (2) of the Fund Law, stating that the fund manager is appointed through an international tender organized by the State are repealed.
- The provisions related to the State’s special treatment for its contributions to the increase of the Fund’s share capital are repealed.
- The Fund’s receivable against World Trade Center București S.A. is transferred back to the Ministry of Public Finance.

A consolidated version of the Fund Law containing the amendments brought by Law 10 may be found on the Fund’s web page [here](#).

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

Adrian Cighi
Legal representative

Report date:

16 January 2015

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 11,815,279,886.85

Paid-up share capital:

RON 11,469,658,154.35

Number of shares in issue:

12,437,136,723

Number of paid shares:

12,073,324,373

Regulated market on which the issued securities are traded:

Bucharest Stock Exchange