

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

Current report according to Article 113 point A, paragraph (1) letter j) 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 Article 99 of the Code of the Bucharest Stock Exchange, Title II, Issuers and Financial Instruments.

**Important events to be reported:**

**Update on the legal action in court initiated by Fondul Proprietatea SA for the endorsement of the Addendum no. 2 to the Investment Management Agreement**

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 in file no. 3819/2/2013, regarding the legal action filed by the Fund against the Financial Supervisory Authority for the endorsement of the Addendum no. 2 to the Investment Management Agreement, the Bucharest Court of Appeal announced that it ruled against the Fund and dismissed the claim. The Court’s decision is not final and may be subject to appeal.

Subject to the Court’s reasoning, which has not been communicated yet, the Fund Manager will analyze the next steps and actions to be taken in this case.

The Fund Manager will continue to update shareholders and investors of further material developments in this file and will continue to vigorously defend the interests of the Fund on behalf of all its shareholders.

**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**

**Report date:**

25 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