

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

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

Important events to be reported:

Approval of the Public Tender Offer initiated by the Fund in view of carrying the fourth buy-back programme

The Fund Manager would like to inform shareholders that the Financial Supervisory Authority approved yesterday the Fund's application for a Public Tender Offer ("Offer"). The key details of the Offer which are further detailed in the tender documentation are as follows:

- Number of shares to be repurchased: 750,000,000 representing 6.0303% of the share capital as registered at the Trade Registry;
- Nominal value: 0.95 RON/share;
- Purchase price: 1.11 RON/share;
- Subscription period: 3 November 2014 – 2 December 2014;
- Allocation method: pro-rata;
- Intermediary of the offer: RAIFFEISEN BANK S.A.;
- Subscription locations:
 - At the office of Raiffeisen Bank S.A., at Calea Floreasca 246D, Office Building, 1st District, Bucharest, postal code 014476, during its regular working hours of each working day within the Offer Period, from Monday to Friday; and
 - At the registered office of other intermediaries authorized by the FSA, who have signed and submitted with the Intermediary the letter of engagement to abide by the terms and conditions of the Public Offer (hereinafter called "Letter of Engagement") and who was granted access to the market segment of the BSE used for the Public

Report date:

29 October 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 11,815,279,886.85

Paid share capital:

RON 11,469,658,154.35

Regulated market on which the issued securities are traded:

Bucharest Stock Exchange

Offer, during the regular working hours of the respective intermediary of each working day within the Offer Period, from Monday to Friday.

Fondul Proprietatea will make public the tender documentation shortly after its receipt from the FSA.

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

Grzegorz Maciej KONIECZNY - Legal Representative