

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

Important events to be reported:

Starting the third buy-back programme

Franklin Templeton Investment Management Ltd. United Kingdom Bucharest Branch, in its capacity as Sole Administrator and Fund Manager of Fondul Proprietatea SA (the "Fund Manager"), would like to inform shareholders that the third buy-back programme should start on 27 March 2014.

As per the EGM Resolution no. 15 / 22 November 2013 published in the Official Gazette no. 1751, Part IV ("EGM Resolution"), the programme refers to the acquisition by Fondul Proprietatea SA of a maximum number of (i) 252,858,056 shares or (ii) 10% of the issued share capital at the relevant time, whichever is the lesser, at a minimum value of RON 0.2 per share and a maximum one of RON 1.5 per share. The buy-back programme shall unfold during the following 18 months starting with the date the EGM Resolution mentioned above was published in the Official Gazette, namely until 19 September 2015. The buy-back programme is aimed at the share capital decrease.

The Fund Manager announces that following the evaluation of the offers submitted in the brokers' selection process, SSIF RAIFFEISEN CAPITAL & INVESTMENT S.A. has been selected to provide services for the third buy-back programme.

In accordance with the legislation in force, the Fund is allowed to buy-back a daily volume of the shares up to 25% of the average daily volume of the shares in any one day on the regulated market on which the purchase is carried out.

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

Report date:

25 March 2014

Name of the issuing entity:

Fondul Proprietatea S.A. (the "Fund")

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 13,538,087,407

Paid share capital:

RON 13,172,832,785

Regulated market on which the issued securities are traded:

Bucharest Stock Exchange