

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

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

Events to be reported:

Supporting materials and voting recommendations related to the 26 September 2017 Extraordinary and Ordinary General Shareholders' Meeting

Franklin Templeton International Services S.À R.L., in its capacity as alternative investment fund manager and sole director ("**Fund Manager**") of Fondul Proprietatea S.A. (the "**Fund**"), would like to remind shareholders that the Fund's Extraordinary ("**EGM**") and Ordinary ("**OGM**") General Shareholders' Meetings have been convened for 26 September 2017 at Hotel "Athénée Palace Hilton", Room "Le Diplomate", 1-3 Episcopiei Street, 1st District, 010292, Bucharest, Romania, starting at 13:00 (Romanian time).

The deadline for proposing new items on the EGM & OGM agendas, as well to propose candidates for point 1.3 on the OGM agenda expired on 4 September 2017.

As no requests to supplement the agendas, nor proposals for candidates for the said point 1.3 were received, the initial agendas consolidated.

With respect to point 1.3. on the OGM agenda, it is to be noted however that it is now without object, with no votes to be casted here as no candidacies were received. The special power of attorneys and correspondence votes forms for OGM were amended as to reflect this, being available on the Fund's web page at <http://www.fondulproprietatea.ro/investor-relations/gsm-information/gsm-documentation>, together with the entire supporting documentation for the EGM and OGM.

The Fund Manager recommends that shareholders **vote in favour of all the points on the EGM's and OGM's agenda, except point 1.3 of the OGM agenda which, as stated above, is not subject to voting.**

The Fund Manager's voting recommendations herein are not binding in any way and should not be deemed under any circumstances as supporting documentation or argumentation for substantiating one's vote,

Report date:

5 September 2017

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 5,238,521,987.92

Paid-up share capital:

RON 5,049,339,565.92

Number of shares in issue:

10,074,080,746

Number of paid shares:

9,710,268,396

Regulated market on which the issued securities are traded:

Shares on Bucharest Stock Exchange

GDRs on London Stock Exchange

shareholders being free to decide on the manner they vote for each item on the agenda.

The Fund Manager will implement and will comply with all the decisions taken by the shareholders, irrespective of its recommendations herein, subject to compliance with law and regulation.

Franklin Templeton International Services S.À R.L., in its capacity of Sole Director of FONDUL PROPRIETATEA S.A.

Grzegorz Konieczny
Permanent representative