

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

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

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Important events to be reported:

End of the Stabilisation Period under the initial public offering by Fondul Proprietatea S.A. of the existing ordinary shares in S.P.E.E.H. Hidroelectrica S.A. (“Hidroelectrica”)

Franklin Templeton International Services S.À R.L. (“**FTIS**”), in its capacity of alternative investment fund manager and sole director of Fondul Proprietatea (the “**Fund**”/ “**Fondul Proprietatea**”), informs the market and the Fund’s investors that further to the Pre-Stabilisation Period Announcement published on the Bucharest Stock Exchange (“**BSE**”) on 11 July 2023¹, and the notification received from Erste Group Bank AG, as Stabilisation Agent on behalf of Citigroup Global Markets Europe AG, as Stabilization Manager, the Stabilization Period in connection with the initial public offering by the Fund of Hidroelectrica’s shares (the “**IPO**”, “**Offering**” or “**Offer**”) ended on 19 July 2023.

Further to the full exercise of the Over-Allotment Option by Citigroup Global Markets Europe AG, acting as Stabilisation Manager, Fondul Proprietatea sold 11,701,067 additional ordinary shares in Hidroelectrica, and will receive additional gross proceeds in the amount of RON 1,216,910,968. The proceeds will be used in accordance with the Fund’s Investment Policy Statement and the resolutions adopted by the Fund’s General Shareholders’ Meetings.

Following the full exercise of the Over-Allotment Option, the Fund does not hold any shares in Hidroelectrica.

Important Notice

THIS ANNOUNCEMENT IS NOT AN OFFER OF SECURITIES FOR SALE IN THE UNITED STATES. THE SHARES HAVE NOT BEEN, AND WILL NOT BE, REGISTERED UNDER THE US SECURITIES ACT OF 1933, AS AMENDED (THE “US SECURITIES ACT”), OR UNDER THE APPLICABLE SECURITIES LAWS OF ANY

Report date:

19 July 2023

Name of the issuing entity:
Fondul Proprietatea S.A.

Registered office:

76-80 Buzesti Street
7th floor, district 1,
Bucharest, 011017

Phone/fax number:

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office@fondulproprietatea.ro

Internet:

www.fondulproprietatea.ro

**Sole Registration Code with
the Trade Register Office:**
18253260

**Order number in the Trade
Register:**
J40/21901/2005

**Subscribed and paid-up
share capital: RON**
3,233,269,110.76

**Number of shares in issue
and paid-up:**
6,217,825,213

**Regulated market on which
the issued securities are
traded:**
**Shares on Bucharest Stock
Exchange**

**GDRs on London Stock
Exchange**

¹ https://bvb.ro/infocont/infocont23/H2O_Announcement_Pre-stabilisation_Period_3055_11072023.pdf

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REGULATION IN THAT MEMBER STATE AND THE EXPRESSION “EU PROSPECTUS REGULATION” MEANS REGULATION (EU) 2017/1129 AND INCLUDES ANY RELEVANT IMPLEMENTING MEASURE IN EACH RELEVANT MEMBER STATE.

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Franklin Templeton International Services S.À R.L., acting as Alternative Investment Fund Manager of FONDUL PROPRIETATEA S.A.

Johan MEYER
Permanent Representative