

Fund Administrator: Franklin Templeton Investment Management Limited UK,
Bucharest Branch
Administrator Code: PJM05SSAM/400001
Fund: Fondul Proprietatea SA
Fund Code: PJR09SIIR/400006
Reporting date: 30.09.2013

Fondul Proprietatea SA 's Assets and Liabilities based on NAV calculation according with the Regulation No. 4 / 2010, as amended by the Regulation No. 11 / 2012

	Lei
1. Non-current Assets	8,109,287,398.31
1.1. Intangible assets	776,143.07
1.2. Tangible assets	0.00
1.3. Financial assets	8,108,511,255.24
1.3.1 Listed shares	12,058,985.82
1.3.2 Unlisted shares*	8,096,452,042.63
1.3.3 Government securities	0.00
1.3.4 Certificates of deposits	0.00
1.3.5 Bank deposits	0.00
1.3.6 Municipal bonds	0.00
1.3.7 Corporate bonds	0.00
1.3.8 Newly issued securities	0.00
1.3.9 Participation titles of UCITS and/or of OCIU	0.00
1.3.10 Other financial assets	226.79
2. Current assets	6,872,755,068.89
2.1 Inventory	0.00
2.2 Receivables out of which:	12,499,859.42
- commercial papers	0.00
2.3 Cash	2,326,882.88
2.4 Short term financial investments	6,012,204,149.37
2.4.1 Listed shares	6,012,204,149.37
2.4.2 Unlisted shares	0.00
2.4.3 Municipal bonds	0.00
2.4.4 Corporate bonds	0.00
2.4.5 Participation titles of UCITS and/or of OCIU	0.00
2.5 Newly issued securities	0.00
2.6 Government securities	482,054,945.32
2.7 Bank deposits	363,669,231.90
2.8 Certificates of deposits	0.00

2.9 Other current assets	0.00
3. Derivatives	0.00
4. Prepaid expenses	92,208.82
5. Total assets	14,982,134,676.02
6. Total liabilities	32,784,630.27
6.1 Borrowings from bond issues	0.00
6.2 Amounts due to credit institutions	0.00
6.3 Advance payments to customer accounts	0.00
6.4. Payables	11,467,514.51
6.5 Commercial papers due	0.00
6.6 Amounts due to group companies	0.00
6.7 Amounts due to related parties	0.00
6.8 Other debts	21,317,115.76
7. Provisions	29,235,044.80
8. Deferred income out of which:	0.00
8.1 Subsidies for investments	0.00
8.2 Deferred income	0.00
9. Shareholders' equity out of which:	14,920,115,000.95
9.1 Share capital	13,778,392,208.00
9.2 Share capital premiums	0.00
9.3 Revaluation differences	3,431,955,724.03
9.4 Reserves	(2,910,890,772.45)
9.5 Retained earnings	85,455,026.32
9.6 Period result	535,202,815.05
9.7 Profit appropriation	0.00
10. Total liabilities and Shareholders' equity	14,982,134,676.02
11. Net Asset Value	14,920,115,000.95
12. No of shares issued **	12,850,802,085
13. Net asset value per share	1.1610
14. Number of portfolio companies out of which:	66
14.1 Companies admitted to trading on a regulated market	24
14.1 Companies admitted to trading on an alternative regulated market	0
14.3 Companies not admitted to trading	42

Notes:

* = Includes the value of the 2,732, 159 allotment rights received by Fondul Proprietatea following exercising the preemption right in the share capital increase of Nuclearelectrica S.A.

** = Represents the number of shares related to the paid in subscribed share capital (according to provisions of Law 247/2005, Title VII, Art. 9², alin. 5 "Subscribed unpaid shares are not taken into account for the computation of net asset value per share for Fondul Proprietatea") excluding the Fund's own shares bought back (Treasury shares), according to provisions of CNVM Regulation no.11/2012.

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

Grzegorz Konieczny
Legal representative

Marius Nechifor
Compliance Officer

ING Bank N.V. Amsterdam –Bucharest Branch

Cristina Bulata
Head of Settlements and Trade Department

Mihaela Savu
Economist

Annex - Valuation methods used for the securities and the monetary market instruments held by Fondul Proprietatea S.A. as at 30 September 2013

The valuation methods used for the computation of the NAV as at 30 September 2013, for the securities and the monetary market instruments held by Fondul Proprietatea S.A. are the following:

1. Listed companies traded within last 30 trading days: Closing Price;
2. Listed companies with no trades within last 30 trading days: Shareholders' equity / share (from the annual financial statements prepared in accordance to Romanian accounting regulations or in accordance to IFRS), Fair value/share;
3. Unlisted companies: Shareholders' equity / share (from the annual financial statements prepared in accordance to Romanian accounting regulations or in accordance to IFRS), Fair value / share;
4. Companies in insolvency or reorganisation: Valued either at zero or at the value provided by an independent valuator;
5. Companies in liquidation/dissolution/ bankruptcy: Valued at zero;
6. Companies with negative shareholders' equity, unlisted, or listed but not traded within the last 30 trading days: Valued at zero;
7. Allotment rights (before their admission at trading): Fair value / share (Acquisition price of shares subscribed);
8. Treasury bills: Acquisition price cumulated with the accrued interest receivable calculated for the period elapsed since the date of acquisition;
9. Listed government bonds: Closing price (Gross price);
10. Bank deposits: Bank deposit amount cumulated with the accrued interest receivable calculated for the period elapsed since its creation date.

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[English translation of the original report in Romanian - for information purposes only]

Annex – Changes in the valuation methods used for the computation of the NAV of Fondul Proprietatea as at 30 September 2013

For the computation of the NAV as at 30 September 2013 for Fondul Proprietatea S.A., Franklin Templeton Investment Management changed the valuation methods used for the investments in the companies listed below:

1) Alcom SA

For this company, the valuation method has been changed from Shareholder equity adjusted with dividends declared/share, respectively Lei 76.7732 /share to Closing price, respectively Lei 51 /share, because the shares of this company have been traded during the last 30 trading days. The total impact of this change of valuation method on the Fund's NAV was a decrease of Lei 2,300,232.33.

2) Mecon SA

For this company, the valuation method has been changed from the last available trading price, respectively Lei 1.3 /share, to Closing Price, respectively Lei 2.41 /share, according to CNVM Regulation 4/2010 amended by CNVM Regulation 11/2012, because the shares of this company have been traded during the last 30 trading days. The total impact of this change of valuation method on Fund's net asset value was an increase of Lei 66,659.94.

3) Telerom Proiect INPPT SA

For this company, the valuation method has been changed from closing price (respectively Lei 1.68 /share) to shareholders' equity/share according to CNVM Regulation 4/2010 amended by CNVM Regulation 11/2012, because the shares of this company have not been traded during the last 30 days. Because the Shareholders' equity of the company as at 31 December 2012 was negative, the investment has been valued at zero. The total impact of this change of valuation method on Fund's net asset value was a decrease of Lei 1,132,088.16.

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4) Nuclearelectrica SA

For Nuclearelectrica, the valuation method has been changed from Fair value assessed by an independent valuer as at 30 September 2012 (Lei 26.2601/share) to Acquisition price of shares subscribed by Fondul Proprietatea, by exercising the preemption right, in the share capital increase related to the Initial Public Offering carried on by Nuclearelectrica (Lei 11.2/share), as this was considered to reflect better the fair value of this investment. The total impact of this change of valuation method on the Fund's NAV was a decrease of Lei 371,626,370.94.

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