



FOR IMMEDIATE DISTRIBUTION: 16 JANUARY 2025

FONDUL PROPRIETATEA PRELIMINARY FINANCIAL RESULTS FOR FY 2024

Bucharest, 16 January 2025 – Fondul Proprietatea (hereinafter “The Fund”) published today its preliminary financial results for FY 2024 and would like to share several highlights included in the report.

Overview of key activities and events undertaking during 2024:

- Continued efforts to promote the Fund and raise its visibility, as well as the visibility of the Romanian capital market, the local companies (listed or candidates for being listed), and of Romania in general, in online and in person conferences, roadshows and events;
- • Completion of the disposal of Fund’s entire stake in Engie Romania SA for RON 432.6 million within a transaction completed in February 2024;
- • Payment to shareholders in June 2024 of the special dividend distribution of RON 0.06 per share (RON 212.5 million) - 94.6% of the distribution collected until 31 December 2024;
- Introduction of the limit for share buy-backs to 10% of share capital by GEO no. 71/2024;
- Completion of the 15th buy-back programme for 355.6 million shares (338.9 million in the form of shares and 16.7 million in the form of GDRs). The total value of the programme excluding transaction costs was RON 216.3 million;
- Completion of the 13th Tender Offer of 269 million shares (255.5 million in the form of shares and 13.5 million in the form of GDRs), executed to accelerate the 15th buy-back programme;
- Main shareholders’ approvals during 2024:
 - disposal of the Fund’s entire stake in Engie Romania SA
 - approval of 15th BB programme for 2024, and the approval of 16th BB programme for 2025 – renewal of FTIS mandate as AIFM and Sole Director of FP for a period 1 year (1 April 2024 – 31 March 2025) and subsequently with 1 additional year (1 April 2025 – 31 March 2026) subject to certain conditions
 - decrease of the subscribed and paid-up share capital of the Fund by RON 1,098,437,022.28, from RON 2,947,779,186.56 to RON 1,849,342,164.28, pursuant to the cancellation of 2,112,378,889 own shares acquired during 2023 through the 14th BB programme
 - appointing two new members in the BoN for a period of 3 years (Mr. Marius Alin Andries and Mrs. Ileana - Lacramioara Isarescu) following the expiration of Mr. Omer Tetik’s mandate and resignation of Mr. Martin Bernstein, and reappointment of Mr. Nicholas Paris for a period of 3 years
 - coverage of negative reserves from 13th buy-back programme and coverage from various elements of retained earnings of RON 904.1 million accounting loss incurred in FY 2023
 - distribution of RON 0.06 gross dividend per share from 2022 unallocated profits (Payment Date 7 June 2024) – decrease of the legal reserve in line with the share capital decrease – various changes to the Constitutive Act of the Fund – appointment of

- Ernst & Young Assurance Services as the Fund's financial auditor for FY 2025 – approval of the selection criteria, based on which the BoN shall select the AIFM of the Fund
- appointment of Deutsche Numis as selection advisor through the members of the BoN and of a maximum selection advisory budget of RON 3.8 million
 - delisting of the Fund's GDRs issued by BNYM from the Specialist Fund Segment of the LSE
 - decrease of the subscribed and paid-up share capital of the Fund by RON 184,934,215.96, from RON 1,849,342,164.28 to RON 1,664,407,948.32, pursuant to the cancellation of 355,642,723 own shares acquired during 2024 through the 15th BB programme.

Please find below the Preliminary Unaudited Statement of Financial Position and Preliminary Unaudited Statement of Comprehensive Income.

Preliminary Unaudited Statement of Financial Position

RON million	31 December 2024 Unaudited	31 December 2023 Audited	31 Dec 2024 vs. 31 Dec 2023 (%)
Cash and current accounts	0.2	0.1	+100.0%
Distributions bank accounts	285.2	547.5	-47.9%
Deposits with banks	273.7	191.4	+43.0%
Equity investments	1,981.7	1,784.4	+11.1%
Non-current assets held for sale	-	432.6	-100.0%
Other assets	0.3	-	+100%
Total assets	2,541.1	2,956.0	-14.0%
Payable to shareholders	284.5	546.5	-47.9%
Other liabilities and provisions	6.6	67.3	-90.2%
Total liabilities	291.1	613.8	-52.6%
Total equity	2,250.0	2,342.2	-3.9%
Total liabilities and equity	2,541.1	2,956.0	-14.0%

Source: preliminary unaudited IFRS financial results of the Fund for 2024, audited IFRS financial statements for 2023

Preliminary Unaudited Statement of Comprehensive Income

RON million	2024 Unaudited	2023 Audited
Net gain/(loss) from equity investments at fair value through profit or loss	197.3	(1,612.3)
Gross dividend income	145.8	962.8
Interest income	34.1	157.5
Net gain from non-current assets held for sale	-	61.2
Other income/ (expenses), net ¹	1.0	1.1
Net operating income/ (loss)	378.2	(429.7)
Administration fees recognised in profit or loss	(19.6)	(202.2)
Other operating expenses	(17.4)	(265.1)
Operating expenses	(37.0)	(467.3)
Finance costs	-	(0.1)
Profit/(Loss) before income tax	341.2	(897.1)
Income tax	(1.8)	-
Withholding tax on the dividend income	-	(7.0)
Profit/(Loss) for the year	339.4	(904.1)
Other comprehensive income	-	-
Total comprehensive income for the year	339.4	(904.1)

Source: preliminary unaudited IFRS financial results of the Fund for 2024, audited IFRS financial statements for 2023

1. This caption mainly includes the net foreign exchange gain/ (loss), annual income from the depositary bank of the Fund's GDRs, net gain (loss) from other financial instruments at fair value through profit or loss and other operating income/ (expenses).

For more detailed information on the Financial Results for 2024 please consult the report on www.fondulproprietatea.ro or www.bvb.ro.

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Notes to Editors

1. About Fondul Proprietatea

Launched in December 2005, Fondul Proprietatea ("the Fund") was established to compensate Romanians whose properties were confiscated by the former communist government. Following an international tender announced in December 2008, Franklin Templeton Investments was officially appointed as investment manager and sole administrator of the Fund on 29 September 2010.

The Fund is an alternative investment fund and its investment objective is the maximization of returns to shareholders and the increase of the net asset value per share via investments mainly in Romanian equities and equity-linked securities. The Fund listed on the Bucharest Stock Exchange on 25 January 2011 and on the Specialist Fund Market of the London Stock Exchange by means of global depositary receipts ("GDRs") on 29 April 2015.

The headquarters of Fondul Proprietatea SA are at 76-80 Buzesti Street, 7th Floor, Bucharest District 1, 011017, Romania. For more information on Fondul Proprietatea, please visit <http://www.fondulproprietatea.ro>.

2. About Franklin Templeton Investments

Franklin Resources, Inc. [NYSE:BEN] is a global investment management organization with subsidiaries operating as Franklin Templeton and serving clients in over 155 countries. Franklin Templeton's mission is to help clients achieve better outcomes through investment management expertise, wealth management and technology solutions. Through its specialist investment managers, the company offers specialization on a global scale, bringing extensive capabilities in fixed income, equity, alternatives and multi-asset solutions. With offices in more than 30 countries and approximately 1,300 investment professionals, the California-based company has over 75 years of investment experience and approximately of \$1,5 billion in assets under management as of 31 December 2024. For more information, please visit <https://www.franklintempleton.com/>.

Franklin Templeton established an office in Bucharest in May 2010, with a team of 25 employees, including 5 locally based investment professionals who are further supported by the over 40 portfolio managers and analysts of the wider Templeton Emerging Markets team.

Starting with 1 April 2016, in view of complying with the EU Directive 2011/61 on alternative investment fund managers, the Fund is managed by Franklin Templeton International Services S.À R.L. ("FTIS/ Fund Manager"), a société à responsabilité limitée qualifying as an alternative investment fund manager under Article 5 of the Luxembourg Law of 12 July 2013 on alternative investment fund managers, authorized by the Commission de Surveillance du Secteur Financier under no. A00000154/21 November 2013, whose registered office is located at 8A rue Albert Borschette, L-1246 Luxembourg, registered with the Luxembourg Register of Commerce and Companies under number B 36.979.

This release herein is issued by FTIS Bucharest Branch, registered therein under the number 40198471. The headquarters of FTIS Bucharest Branch is located at Premium Point, 8th floor, 76-80 Buzesti St., District 1, Bucharest, Romania. Tel: +40.200.96.00, Fax: +40.316 300 048.

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