
FOR IMMEDIATE DISTRIBUTION: 30 AUGUST 2024

FONDUL PROPRIETATEA FINANCIAL RESULTS FOR H1 2024

Bucharest, 30 August 2024 – Fondul Proprietatea (“the Fund”) published today its financial results for the first six months ended on 31 June 2024 and would like to share the following highlights:

- The **liquid assets** of the Fund during H1 2024 included current accounts and term deposits with banks. All instruments were denominated in RON, with maturities of up to one year. The most important **cash inflows** during H1 2024 were related to the proceeds from disposal of the entire stake in Engie Romania SA (RON 432.6 million) and the interest received (RON 26.2 million), while the most significant **cash outflows** were related to net dividends paid (RON 287.1 million), dividend withholding tax payments performed (RON 44.2 million) and the acquisition of treasury shares within the 15th buyback programme (RON 27.9 million).
- The net increase in **Equity investments** of RON 66.9 million during H1 2024 was mainly generated by the valuation update at 30 June 2024 (mostly CN Aeroporturi Bucuresti SA and Administratia Porturilor Maritime SA).
- The **operating income** mainly comprises the gross dividend income, the changes in fair value of financial instruments at fair value through profit or loss, interest income and the net realised gains/losses from transactions with financial instruments. The changes in fair value of the equity investments of the Fund are recognised in profit or loss. The operating income is influenced by the performance of the portfolio companies and their decisions on dividend distributions, by the changes in the share price of listed companies as well as by money market performance.
- **Gross dividend income** was mainly generated by the amounts recorded from CN Aeroporturi Bucuresti SA (RON 80.4 million) and Societatea Nationala a Sarii SA (RON 63.7 million).
- The **gain from equity investments at fair value through profit or loss** during H1 2024 was mainly generated by the valuation update at 30 Jun 2024 for the largest unlisted holdings in the Fund’s portfolio, mainly CN Aeroporturi Bucuresti SA (increase of RON 46.8 million) and Administratia Porturilor Maritime SA (increase of RON 21.1 million).

For more detailed information on the Financial Results for H1 2024 please consult the report on www.fondulproprietatea.ro or www.bvb.ro.

Appendix

Statement of Financial Position

RON million	30 June 2024 Unaudited	31 December 2023 Audited	30 June 2024 vs. 31 December 2023 (%)
Cash and current accounts	0.1	0.1	-
Distributions bank accounts	449.8	547.5	-17.8%
Deposits with banks	351.3	191.4	+83.5%
Dividends receivable	144.3	-	+100.0%
Equity investments	1,851.3	1,784.4	+3.7%
Non-current assets held for sale	-	432.6	-100.0%
Other assets	0.6	-	+100.0%
Total assets	2,797.4	2,956.0	-5.4%
Payable to shareholders	448.8	546.5	-17.9%
Other liabilities and provisions	36.2	67.3	-46.2%
Total liabilities	485.0	613.8	-21.0%
Total equity	2,312.4	2,342.2	-1.3%
Total liabilities and equity	2,797.4	2,956.0	-5.4%

Source: IFRS financial statements of the Fund

Statement of Comprehensive Income

RON million	6-month ended 30 June 2024 Unaudited	6-month ended 30 June 2023 Unaudited
Gross dividend income	145.3	962.5
Net gain/ (loss) from equity investments at fair value through profit or loss	66.9	(1,657.5)
Interest income	19.5	14.5
Net gain from non-current assets held for sale	-	61.2
Other income/ (expenses), net ¹	1.0	(0.7)
Net operating income/ (loss)	232.7	(620.0)
Administration fees recognised in profit or loss	(11.5)	(30.1)
Other operating expenses	(7.4)	(30.1)
Operating expenses	(18.9)	(60.2)
Finance costs	-	(0.1)
Profit/ (Loss) before income tax	213.8	(680.3)
Income tax expense	(0.9)	-
Profit/ (Loss) for the period	212.9	(680.3)
Other comprehensive income	-	-
Total comprehensive income for the period	212.9	(680.3)

Source: IFRS financial statements of the Fund

1. This caption mainly includes the net foreign exchange gain/ (loss) and other operating income/(expenses).

- ENDS -

Contacts:

<p>Elena Birjovanu Senior Corporate Communications Manager Franklin Templeton International Services Luxembourg, Bucharest Branch Premium Point, 76-80 Buzesti St., 011017, Bucharest Tel: +40.725.301.189 Email: elena.birjovanu@franklintempleton.com</p>	<p>Bogdan Biszok Senior PR Manager Golin Metropolis Bravo, 89-97 Grigore Alexandrescu 010627 Bucharest, Romania Tel: + 40.742.100.646 Email: bbiszok@golin.ro</p>
--	---

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 \$1.6 trillion in assets under management as of 31 July 2024. For more information, please visit <https://www.franklintempleton.com/>.

Franklin Templeton established an office in Bucharest in May 2010, with a team of 30 employees, including 6 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.

This press release is intended to be of general interest only, and does not constitute professional advice. Franklin Templeton Investments and its management groups have exercised professional care and diligence in the collection and processing of the information in this

press release. Franklin Templeton Investments makes no representations or warranties with respect to the accuracy of this document. Franklin Templeton Investments shall not be liable to any user of this report or to any other person or entity for the inaccuracy of information contained in this press release or for any errors or omissions in its contents, regardless of the cause of such inaccuracy, error or omission. Any research and analysis contained in this document has been procured by Franklin Templeton Investments for its own purposes.

Copyright © 2024. Franklin Templeton Investments. All rights reserved.