

**CONDENSED SEPARATE  
FINANCIAL STATEMENTS FOR  
THE THREE MONTH PERIOD  
ENDED 31 MARCH 2011**

Prepared in accordance with  
International Financial Reporting  
Standards

(This is a translation from the official  
Romanian version)



**FONDUL  
PROPRIETATEA**



## SC Fondul Proprietatea SA



**FRANKLIN TEMPLETON  
INVESTMENTS**

**FONDUL PROPRIETATEA S.A.**

**CONDENSED SEPARATE FINANCIAL STATEMENTS  
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2011**

**Table of contents**

|  |      |
|--|------|
| Condensed Statement of Comprehensive Income            | 1    |
| Condensed Statement of Financial Position              | 2    |
| Condensed Statement of Changes in Shareholders' Equity | 3    |
| Condensed Statement of Cash Flows                      | 4    |
| Notes to the Condensed Separate Financial Statements   | 5-22 |

**FONDUL PROPRIETATEA S.A.****CONDENSED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2011  
(all amounts are in RON unless otherwise stated)**

|   | <i>Note</i> | <b>3 months ended<br/>31 March 2011</b> |
|---|-------------|---|
| Interest income   |             | 17,357,679                              |
| Reversal of impairment losses on dividends receivable             |             | 9,634,994                               |
| Gains on disposal of equity investments                           |             | 30,924                                  |
| Net foreign exchange gains  |             | 817,173                                 |
| Other operating income  |             | 4,981,063                               |
| <b>Net investment income</b>                                      |             | <b>32,821,833</b>                       |
| Personnel expenses  |             | (118,843)                               |
| Other operating expenses  | 5           | (17,932,788)                            |
| <b>Operating expenses</b>   |             | <b>(18,051,631)</b>                     |
| <b>Profit before tax</b>  |             | <b>14,770,202</b>                       |
| Income tax expense  | 6           | (726,421)                               |
| <b>Profit for the period</b>                                      |             | <b>14,043,781</b>                       |
| <b>Other comprehensive income</b>                                 |             |   |
| Net change in fair value of available-for-sale equity investments |             | 1,112,933,623                           |
| Income tax on other comprehensive income                          |             | (178,069,380)                           |
| <b>Total other comprehensive income</b>                           |             | <b>934,864,243</b>                      |
| <b>Total comprehensive income for the period</b>                  |             | <b>948,908,024</b>                      |
| <b>Basic and diluted earnings per share</b>                       |             | <b>0.0010</b>                           |

The financial statements were authorised for issue by:

Grzegorz Maciej Konieczny  
as Legal Representative on behalf of  
Franklin Templeton Investment Management Limited United Kingdom Bucharest Branch  
acting in the capacity of Sole Director of S.C. Fondul Proprietatea S.A.

The notes on pages 5 to 22 are an integral part of these financial statements.

**FONDUL PROPRIETATEA S.A.****CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2011**  
(all amounts are in RON unless otherwise stated)

|   | <i>Note</i> | <b>31 March 2011</b>  | <b>31 December 2010</b> |
|---|-------------|-----------------------|-------------------------|
| <b>Assets</b>   |             |                       |                         |
| Cash  |             | 8,312,691             | 7,207,864               |
| Deposits with banks                                       |             | 598,070,574           | 1,071,263,726           |
| Treasury bills  |             | 283,567,462           | 248,021,476             |
| Dividends receivable                                      |             | 9,634,993             | 4,069,237               |
| Equity investments  | 7           | 12,398,083,445        | 10,861,557,101          |
| Deferred tax assets                                       | 8           | 160,883,669           | 338,979,156             |
| Other assets  |             | 5,607,454             | 1,901,634               |
| <b>Total assets</b>                                       |             | <b>13,464,160,288</b> | <b>12,533,000,194</b>   |
| <b>Liabilities</b>  |             |                       |                         |
| Payables in respect of equity contributions               |             | 9,730,381             | 9,730,381               |
| Other liabilities   | 9           | 42,094,874            | 59,842,804              |
| <b>Total liabilities</b>                                  |             | <b>51,825,255</b>     | <b>69,573,185</b>       |
| <b>Equity</b>   |             |                       |                         |
| Share capital   |             | 13,778,392,208        | 13,778,392,208          |
| Fair value reserve on available-for-sale financial assets |             | 2,886,002,737         | 1,951,138,494           |
| Other reserves  |             | 222,823,865           | 222,823,865             |
| Accumulated losses  |             | (3,474,883,777)       | (3,488,927,558)         |
| <b>Total equity</b>                                       |             | <b>13,412,335,033</b> | <b>12,463,427,009</b>   |
| <b>Total liabilities and equity</b>                       |             | <b>13,464,160,288</b> | <b>12,533,000,194</b>   |

The notes on pages 5 to 22 are an integral part of these financial statements.

**FONDUL PROPRIETATEA S.A.**

**CONDENSED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY  
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2011  
(all amounts are in RON unless otherwise stated)**

|   | Share capital         | Fair value reserves<br>on available-for-<br>sale financial<br>assets | Other reserves     | Accumulated losses     | Total attributable to<br>the equity holders of<br>the Fund |
|---|-----------------------|--|--------------------|------------------------|--|
| <b>Balance at 31 December 2010</b>                                    | <b>13,778,392,208</b> | <b>1,951,138,494</b>   | <b>222,823,865</b> | <b>(3,488,927,558)</b> | <b>12,463,427,009</b>                                      |
| <b>Comprehensive income for the period</b>                            |                       |  |                    |                        |  |
| Profit for the period   | -                     | -  | -                  | 14,043,781             | <b>14,043,781</b>  |
| <b>Other comprehensive income</b>                                     |                       |  |                    |                        |  |
| Net change in fair value of available-for-<br>sale equity investments |                       | 1,112,933,623  | -                  | -                      | <b>1,112,933,623</b>                                       |
| Income tax on income and expense<br>recognised directly in equity     | -                     | (178,069,380)  | -                  | -                      | <b>(178,069,380)</b>                                       |
| <b>Total other comprehensive income</b>                               | <b>-</b>              | <b>934,864,243</b>   | <b>-</b>           | <b>-</b>               | <b>934,864,243</b>   |
| <b>Total comprehensive income for the<br/>period</b>                  | <b>-</b>              | <b>934,864,243</b>   | <b>-</b>           | <b>14,043,781</b>      | <b>948,908,024</b>   |
| <b>Transactions with owners, recorded<br/>directly in equity</b>      |                       |  |                    |                        |  |
| Transfers to other reserves   | -                     | -  | -                  | -                      | -  |
| Increase of share capital   | -                     | -  | -                  | -                      | -  |
| <b>Total transactions with owners<br/>recorded directly in equity</b> | <b>-</b>              | <b>-</b>   | <b>-</b>           | <b>-</b>               | <b>-</b>   |
| <b>Balance at 31 March 2011</b>                                       | <b>13,778,392,208</b> | <b>2,886,002,737</b>   | <b>222,823,865</b> | <b>(3,474,883,777)</b> | <b>13,412,335,033</b>                                      |

The notes on pages 5 to 22 are an integral part of these financial statements.

**FONDUL PROPRIETATEA S.A.****CONDENSED STATEMENT OF CASH FLOWS  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2011  
(all amounts are in RON unless otherwise stated)**

|  | <b>3 months ended<br/>31 March 2011</b> |
|--|---|
| <b>Cash flows from operating activities</b>                            |   |
| Proceeds from sale of equity instruments                               | 67,392                                  |
| Acquisition of treasury bills, net                                     | (32,106,509)                            |
| Interest received  | 17,256,694                              |
| Dividends received (net of withholding tax)                            | 4,069,236                               |
| Realised foreign exchange gains  | 522,288                                 |
| Collection of bank deposits maturing in more than 3 months, net        | 280,286,499                             |
| Other receipts   | 785,707                                 |
| Salaries and related taxes paid  | (279,421)                               |
| Suppliers and other taxes and fees paid                                | (23,999,725)                            |
| Acquisition of equity investments                                      | (419,922,937)                           |
| <b>Net cash flows used in operating activities</b>                     | <b>(173,320,776)</b>                    |
| <b>Net cash from investing activities</b>                              | <b>-</b>                                |
| <b>Cash flows from financing activities</b>                            |   |
| Dividends paid (including related taxes)                               | (14,831,310)                            |
| <b>Net cash flows used in financing activities</b>                     | <b>(14,831,310)</b>                     |
| <b>Net decrease in cash and cash equivalents</b>                       | <b>(188,152,086)</b>                    |
| Cash and cash equivalents at 1 January 2011                            | 693,486,892                             |
| Effect of exchange rate fluctuations on cash and cash equivalents held | 294,885                                 |
| <b>Cash and cash equivalents at 31 March 2011</b>                      | <b>505,629,691</b>                      |
|  | <b>31 March 2011</b>                    |
| Cash   | 8,312,691                               |
| Bank deposits with original maturities of less than three months       | 497,317,002                             |
|  | <b>505,629,693</b>                      |

The notes on pages 5 to 22 are an integral part of these financial statements.

## **FONDUL PROPRIETATEA S.A.**

### **NOTES TO THE CONDENSED SEPARATE FINANCIAL STATEMENTS FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2011 (all amounts are in RON unless otherwise stated)**

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#### **1. General information**

Fondul Proprietatea S.A. (referred to as “Fondul Proprietatea” or “the Fund”) is an undertaking for collective investments, in the form of a closed end investment company, established in accordance with Law 247/2005 and Government Decision 1481/2005 and registered in Bucharest on 28 December 2005. The address of the Fund’s registered office is 78 - 80, Buzești Street, 7<sup>th</sup> Floor, District 1, Bucharest.

The Fund undertakes its activities in accordance with Law 247/2005 regarding the reform in property and justice, as well as certain adjacent measures, as amended, Law 297/2004 regarding the securities market, as amended, and Law 31/1990 regarding companies, as republished and amended.

In accordance with its statute, the main activity of the Fund is the management and administration of its portfolio. The Fund undertakes other additional and related activities, according to the regulations in force.

The Fund was established to allow the payment in shares equivalent of compensations in respect of abusive expropriations undertaken by the Romanian State during the communist period, when properties were not returned in kind.

Franklin Templeton Investment Management Ltd United Kingdom Bucharest Branch (“Fund Manager”) was appointed on 29 September 2010 as the Fund Manager and Sole Director of the Fund.

Since 25 January 2011 Fondul Proprietatea has been a listed company on the spot regulated market managed by the Bucharest Stock Exchange in Tier I (Shares) of the Securities Sector of the market, under ISIN number ROFPTAACNOR5 with the market symbol “FP”.

These condensed separate financial statements for the 3 months ended 31 March 2011 are not audited.

#### **2. Basis of preparation**

##### **(a) Statement of compliance**

These condensed separate interim financial statements for the 3 months ended 31 March 2011 have been prepared in accordance with IAS 34 “Interim financial reporting”. The condensed separate interim financial statements should be read in conjunction with the annual separate financial statements for the year ended 31 December 2010, which have been prepared in accordance with International Financial Reporting Standards (IFRS).

The Fund has prepared these financial statements in order to provide users of the Fund’s financial reports with supplementary financial information on the Fund’s financial position. The Fund will not prepare consolidated financial statements for the 3 months ended 31 March 2011.

## **FONDUL PROPRIETATEA S.A.**

### **NOTES TO THE CONDENSED SEPARATE FINANCIAL STATEMENTS FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2011 (all amounts are in RON unless otherwise stated)**

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#### **2. Basis of preparation (continued)**

##### **(b) Basis of measurement**

The condensed separate interim financial statements have been prepared on the historical cost basis except for equity investments that are quoted on an active market, which are measured at fair value.

##### **(c) Functional and presentation currency**

These financial statements are presented in Romanian Lei (RON), which is the Fund's functional currency. All financial information presented in RON has been rounded to the nearest unit.

##### **(d) Comparatives**

These condensed separate interim financial statements for the three months period ended 31 March 2011 are the first interim statements issued by the Fund. Consequently, comparatives for the Condensed Statement of Comprehensive Income, Condensed Statement of Changes in Shareholders' Equity and Condensed Statement of Cash Flows for the three month period ended 31 March 2010 are not available.

##### **(e) Use of estimates**

The preparation of financial statements in accordance with IFRSs requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Information about significant areas of estimation uncertainty and critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements is included in the following notes:

- Note 5 - Other operating expenses
- Note 7 – Valuation of equity investments;
- Note 8 – Recognition of deferred tax assets;
- Note 9 - Other liabilities;
- Note 10 – Contingencies.

#### **3. Significant accounting policies**

The accounting policies are consistent with those in the annual separate financial statements for the year ended 31 December 2010.



**FONDUL PROPRIETATEA S.A.****NOTES TO THE CONDENSED SEPARATE FINANCIAL STATEMENTS  
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2011  
(all amounts are in RON unless otherwise stated)****4. Financial assets and financial liabilities****Accounting classifications and fair values**

The table below sets out the carrying amounts and fair values of the Fund's financial assets and financial liabilities:

|  | <b>Loans and<br/>receivables</b> | <b>Held to<br/>maturity</b> | <b>Available-for-sale</b> | <b>Other amortised cost</b> | <b>Total carrying<br/>amount</b> | <b>Fair value</b>    |
|--|----------------------------------|-----------------------------|---------------------------|-----------------------------|----------------------------------|----------------------|
| <b>31 March 2011</b>                           |                                  |                             |                           |                             |                                  |                      |
| Cash   | 8,312,691                        | -                           | -                         | -                           | 8,312,691                        | 8,312,691            |
| Deposits with banks                            | 598,070,574                      | -                           | -                         | -                           | 598,070,574                      | 598,070,574          |
| Treasury bills                                 | -                                | -                           | 283,567,462               | -                           | 283,567,462                      | 283,567,462          |
| Dividends receivable                           | 9,634,993                        | -                           | -                         | -                           | 9,634,993                        | 9,634,993            |
| Equity investments at fair value               | -                                | -                           | 6,382,884,756             | -                           | 6,382,884,756                    | 6,382,884,756        |
| Equity investments at cost                     | -                                | -                           | 6,015,198,689             | -                           | 6,015,198,689                    | Not available        |
| Other receivables                              | 184,136                          | -                           | -                         | -                           | 184,136                          | 184,136              |
| Payables in respect of equity<br>contributions | -                                | -                           | -                         | (9,730,381)                 | (9,730,381)                      | (9,730,381)          |
| Other liabilities                              | -                                | -                           | -                         | (41,972,252)                | (41,972,252)                     | (41,972,252)         |
|  | <b>616,202,394</b>               | <b>-</b>                    | <b>12,681,650,907</b>     | <b>(51,702,633)</b>         | <b>13,246,150,668</b>            | <b>Not available</b> |

**FONDUL PROPRIETATEA S.A.**

**NOTES TO THE CONDENSED SEPARATE FINANCIAL STATEMENTS  
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2011  
(all amounts are in RON unless otherwise stated)**

**4. Financial assets and financial liabilities (continued)**

|  | <b>Loans and<br/>receivables</b> | <b>Held to<br/>maturity</b> | <b>Available-for-sale</b> | <b>Other amortised cost</b> | <b>Total carrying<br/>amount</b> | <b>Fair value</b>    |
|--|----------------------------------|-----------------------------|---------------------------|-----------------------------|----------------------------------|----------------------|
| <b>31 December 2010</b>                        |                                  |                             |                           |                             |                                  |                      |
| Cash   | 7,207,864                        | -                           | -                         | -                           | 7,207,864                        | 7,207,864            |
| Deposits with banks                            | 1,071,263,726                    | -                           | -                         | -                           | 1,071,263,726                    | 1,071,263,726        |
| Treasury bills                                 | -                                | -                           | 248,021,476               | -                           | 248,021,476                      | 248,021,476          |
| Dividends receivable                           | 4,069,237                        | -                           | -                         | -                           | 4,069,237                        | 4,069,237            |
| Equity investments at fair value               | -                                | -                           | 4,846,321,942             | -                           | 4,846,321,942                    | 4,846,321,942        |
| Equity investments at cost                     | -                                | -                           | 6,015,235,159             | -                           | 6,015,235,159                    | Not available        |
| Other receivables                              | 31,004                           | -                           | -                         | -                           | 31,004                           | 31,004               |
| Payables in respect of equity<br>contributions | -                                | -                           | -                         | (9,730,381)                 | (9,730,381)                      | (9,730,381)          |
| Other liabilities                              | -                                | -                           | -                         | (59,557,012)                | (59,557,012)                     | (59,557,012)         |
|  | <b>1,082,571,831</b>             | <b>-</b>                    | <b>11,109,578,577</b>     | <b>(69,287,393)</b>         | <b>12,122,863,015</b>            | <b>Not available</b> |

At 31 December 2010 and 31 March 2011, management estimated that the dividends receivable for which no impairment losses were recognised would be collected within a short period of time and therefore their carrying amount approximated fair value.

**FONDUL PROPRIETATEA S.A.****NOTES TO THE CONDENSED SEPARATE FINANCIAL STATEMENTS  
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2011  
(all amounts are in RON unless otherwise stated)****5. Other operating expenses**

|  | <b>3 months ended<br/>31 March 2011</b> |
|--|---|
| Investment management and administration fee | 12,274,035                              |
| CNVM commission                              | 3,997,460                               |
| Depositary fee                               | 416,375                                 |
| Other operating expenses                     | 1,244,918                               |
|  | <b>17,932,788</b>                       |

**6. Income tax expense**

|                                 | <b>3 months ended<br/>31 March 2011</b> |
|---------------------------------|---|
| <b>Current tax expense</b>      |   |
| Current tax (16%)               | 700,314                                 |
|                                 | <b>700,314</b>                          |
| <b>Deferred tax expense</b>     |   |
| Provisions for restructuring    | 26,107                                  |
|                                 | <b>26,107</b>                           |
| <b>Total income tax expense</b> | <b>726,421</b>                          |

The effective tax rate used to calculate the deferred tax position of the Fund for the 3 months ended 31 March 2011 was 16% (standard tax rate).

|   | <b>3 months ended<br/>31 March 2011</b> |
|---|---|
| <b>Reconciliation of effective tax rate</b>         |   |
| Profit for the year                                 | 14,043,781                              |
| Income tax expense                                  | 726,421                                 |
| <b>Profit excluding income tax</b>                  | <b>14,770,202</b>                       |
| <b>Income tax using the standard tax rate (16%)</b> | <b>2,363,232</b>                        |
| Effect of:  |   |
| Profit appropriation to legal reserve               | (118,162)                               |
| Other non-taxable income                            | (1,567,706)                             |
| Other non-deductible expenses                       | 22,950                                  |
| Provisions for restructuring                        | 26,107                                  |
| <b>Total income tax expense</b>                     | <b>726,421</b>                          |

## FONDUL PROPRIETATEA S.A.

### NOTES TO THE CONDENSED SEPARATE FINANCIAL STATEMENTS FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2011 (all amounts are in RON unless otherwise stated)

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#### 6. Income tax expense (continued)

**3 months ended  
31 March 2011**

**Income tax recognised directly in equity:**

On equity investments carried at fair value

178,069,380

178,069,380

#### 7. Equity investments

In accordance with Law 247/2005, as amended by Government Emergency Ordinance 209/2005, the Fund received, at its establishment on 28 December 2005, shares in one hundred and seventeen companies as contribution in kind from the Romanian State, as sole shareholder.

In June 2007, Government Emergency Ordinance 81/2007 came into force, in accordance with which:

- thirty-two new shareholdings were added to the Fund's portfolio as contribution in kind to its share capital (twenty-one shareholdings in companies already in the portfolio and eleven shareholdings in companies not previously in the portfolio);
- thirty-nine shareholdings were removed from the Fund's portfolio and transferred back to the State.

The valuation of the shares contributed by the Romanian State in December 2005 and June 2007 was performed in October 2007 by an independent evaluator (Finevex S.R.L. Constanta), who followed the valuation methodology set forth by Government Emergency Ordinance 81/2007. The value of the shareholdings, as determined by the evaluator, represents the cost of the equity investments.

Equity investments are available-for-sale financial assets and are carried at fair value, except for the investments whose fair value cannot be reliably measured, which are carried at cost less impairment.

Fair values at 31 March 2011 and 31 December 2010 were determined by reference to published bid price quotations on the stock exchange where shares are traded, where applicable. Equity investments quoted on the Bucharest Stock Exchange which are not traded in an active market, and unquoted securities, are carried at cost less impairment.

At 31 March 2011 and 31 December 2010, for equity investments carried at cost, no fair values could be determined using valuation techniques as the range of reasonable fair value estimates was significant and the probabilities of the various estimates could not be reasonably assessed.

**FONDUL PROPRIETATEA S.A.****NOTES TO THE CONDENSED SEPARATE FINANCIAL STATEMENTS  
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2011  
(all amounts are in RON unless otherwise stated)****7. Equity investments (continued)**

The movement in the carrying amounts of equity investments is as follows:

|                         | <b>Equity<br/>investments<br/>at fair value</b> | <b>Equity<br/>investments<br/>at cost</b> | <b>Total equity<br/>investments</b> |
|-------------------------|---|---|-------------------------------------|
| <b>31 December 2010</b> | <b>4,846,321,942</b>                            | <b>6,015,235,159</b>                      | <b>10,861,557,101</b>               |
| Acquisitions            | 423,629,191                                     | -   | <b>423,629,191</b>                  |
| Disposals               | -   | (36,470)                                  | <b>(36,470)</b>                     |
| Changes in fair value   | 1,112,933,623                                   | -   | <b>1,112,933,623</b>                |
| <b>31 March 2011</b>    | <b>6,382,884,756</b>                            | <b>6,015,198,689</b>                      | <b>12,398,083,445</b>               |

In the first quarter of 2011, the Fund increased its exposure to Alro SA, Azomures SA and BRD Groupe Societe Generale.

The Fund also added two new holdings to its portfolio: Erste Group Bank AG and Raiffeisen Bank International AG.

During first quarter of 2011 the Fund sold its entire holdings in Marlin SA and Familial Restaurant SA, through public auctions, at prices exceeding carrying values.

During the first quarter of 2011 the following mergers between companies in Fund's portfolio were still in progress:

- In 2010 the Government passed a decision to restructure the energy sector and to create two new electricity generation companies. The two companies were to be named Electra and Hidroenergetica. Electra was to be formed through the merger of Nuclearelectrica, Societatea Nationala a Lignitului Oltenia (The National Lignite Company), Complexul Energetic Turceni (Thermo Power Plant), Complexul Energetic Rovinari (Thermo Power Plant) and Complexul Energetic Craiova (Thermo Power Plant) with some of Hidroelectrica's spun-off assets, namely Ramnicu Valcea, Sibiu, Targu Jiu and Hidroserv Ramnicu Valcea subsidiaries. Hidroenergetica was to be formed through the merger of the remaining assets of Hidroelectrica with two Termoelectrica subsidiaries - Electrocentrale Deva and Electrocentrale Bucuresti (thermo power plants). The Fund Manager disputed the proposed merger plan, and voted against it during the General Shareholders Meetings on the 19 November 2010. Fondul has subsequently initiated legal action against the shareholders' decisions and as a result, the merger plan is now suspended in court.

**FONDUL PROPRIETATEA S.A.****NOTES TO THE CONDENSED SEPARATE FINANCIAL STATEMENTS  
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2011  
(all amounts are in RON unless otherwise stated)****7. Equity investments (continued)**

- In November 2010, the General Shareholders Meetings of Electrica Furnizare Transilvania Nord SA, Electrica Furnizare Muntenia Nord SA and Electrica Furnizare Transilvania Sud SA approved in principle the merger of the three companies and delegated the responsibility for the merger project planning to the companies' Boards of Directors.

On 17 March 2011, General Shareholders Meetings of all three companies formally approved their merger into SC Electrica Furnizare SA. On 21 April 2011 Bucharest Court rejected the registration at the Trade Register of the merger request. The decision of the Court can be appealed.

The structure of the Fund's portfolio was the following:

|  | <b>31 March 2011</b>  | <b>31 December 2010</b> |
|--|-----------------------|-------------------------|
| <b>Equity investments at fair value</b>  |                       |                         |
| OMV Petrom S.A.                          | 4,875,403,720         | 3,816,028,612           |
| Transgaz S.A.                            | 478,035,558           | 494,093,600             |
| Alro Slatina S.A.                        | 270,553,931           | 211,868,727             |
| Transelectrica S.A.                      | 195,826,245           | 191,472,352             |
| BRD - Groupe Societe Generale S.A.       | 175,622,873           | 48,473,750              |
| Erste Group Bank AG                      | 143,198,392           | -                       |
| Raiffeisen Bank International AG         | 137,853,966           | -                       |
| Other                                    | 106,390,071           | 84,384,900              |
|  | <b>6,382,884,756</b>  | <b>4,846,321,941</b>    |
| <b>Equity investments at cost</b>        |                       |                         |
| Hidroelectrica S.A.                      | 2,762,606,369         | 2,762,606,369           |
| Nuclearelectrica S.A.                    | 581,846,011           | 581,846,011             |
| Romgaz S.A.                              | 416,301,444           | 416,301,444             |
| Complexul Energetic Turceni S.A.         | 282,299,927           | 282,299,927             |
| Complexul Energetic Craiova S.A.         | 250,169,153           | 250,169,153             |
| Electrica Distributie Muntenia Nord S.A. | 165,223,950           | 165,223,950             |
| Complexul Energetic Rovinari S.A.        | 137,615,732           | 137,615,732             |
| E.ON Moldova Distributie S.A.            | 131,073,011           | 131,073,011             |
| Aeroporturi Bucuresti S.A.               | 131,168,262           | 131,168,262             |
| Enel Distributie Muntenia S.A.           | 107,277,263           | 107,277,263             |
| Posta Romana S.A.                        | 84,664,380            | 84,664,380              |
| Other                                    | 964,953,187           | 964,989,658             |
|  | <b>6,015,198,689</b>  | <b>6,015,235,160</b>    |
| <b>Total equity investments</b>          | <b>12,398,083,445</b> | <b>10,861,557,101</b>   |

None of the equity investments is pledged as collateral for liabilities.

**FONDUL PROPRIETATEA S.A.****NOTES TO THE CONDENSED SEPARATE FINANCIAL STATEMENTS  
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2011  
(all amounts are in RON unless otherwise stated)**

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**7. Equity investments (continued)****Fair value hierarchy**

The table below analyses equity investments carried at fair value, by valuation method.

The different levels have been defined as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices)
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

At 31 March 2011:

|                    | <b>Level 1</b>              | <b>Level 2</b>  | <b>Level 3</b>  | <b>Total</b>                |
|--------------------|-----------------------------|-----------------|-----------------|-----------------------------|
| Equity investments |                             |                 |                 |                             |
| at fair value      | 6,382,884,756               | -               | -               | 6,382,884,756               |
| Treasury bills     | 283,567,462                 | -               | -               | 283,567,462                 |
|                    | <b><u>6,666,452,218</u></b> | <b><u>-</u></b> | <b><u>-</u></b> | <b><u>6,666,452,218</u></b> |

At 31 December 2010:

|                    | <b>Level 1</b>              | <b>Level 2</b>  | <b>Level 3</b>  | <b>Total</b>                |
|--------------------|-----------------------------|-----------------|-----------------|-----------------------------|
| Equity investments |                             |                 |                 |                             |
| at fair value      | 4,846,321,941               | -               | -               | 4,846,321,941               |
| Treasury bills     | 248,021,476                 | -               | -               | 248,021,476                 |
|                    | <b><u>5,094,343,417</u></b> | <b><u>-</u></b> | <b><u>-</u></b> | <b><u>5,094,343,417</u></b> |

**FONDUL PROPRIETATEA S.A.****NOTES TO THE CONDENSED SEPARATE FINANCIAL STATEMENTS  
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2011  
(all amounts are in RON unless otherwise stated)****8. Deferred tax assets**

|   | 31 March 2011        | 31 December 2010     |
|---|----------------------|----------------------|
| <i>Temporary differences deductible (taxable)</i> |                      |                      |
| Impairment losses on equity investments           | 4,440,249,906        | 4,440,249,906        |
| Changes in fair values of equity investments      | (3,435,717,544)      | (2,322,783,919)      |
| Fiscal loss carried forward                       | 867,946              | 867,944              |
| Provisions  | 122,625              | 285,794              |
|   | <b>1,005,522,933</b> | <b>2,118,619,725</b> |
| <b>Deferred tax assets at 16%</b>                 | <b>160,883,669</b>   | <b>338,979,156</b>   |
| <b>Total deferred tax assets</b>                  | <b>160,883,669</b>   | <b>338,979,156</b>   |

The effective tax rate used to calculate the deferred tax position of the Fund as at 31 March 2011 and as at 31 December 2010 was 16% (standard tax rate).

**9. Other liabilities**

|   | 31 March 2011     | 31 December 2010  |
|---|-------------------|-------------------|
| Dividends payable                             | 17,850,244        | 24,821,842        |
| Investment Management and Administration fees | 12,229,965        | 17,954,157        |
| Other liabilities                             | 7,532,106         | 7,653,080         |
| Payables for shares acquired                  | 3,017,491         | -                 |
| CNVM commission fee                           | 1,342,446         | 1,268,222         |
| Provisions                                    | 122,622           | 285,792           |
| Tax on dividends                              | -                 | 7,859,711         |
|   | <b>42,094,874</b> | <b>59,842,804</b> |

The Fund's General Shareholders Meeting in September 2010 approved the distribution of a dividend of RON 1,124,458,980 or RON 0.0816 per share, payable to shareholders with effect from October which represented the distributable profits of both 2008 and 2009. By the end of the first quarter of year 2011, shareholders had collected 99% of total dividends distributed since the Fund's inception (31 December 2010: 98%).

In June 2009, Franklin Templeton Investment Management Ltd was selected to perform investment management and administration services for the Fund. The investment management agreement was signed in February 2010 and came into effect on 29 September 2010, when Franklin Templeton Investment Management Ltd United Kingdom Bucharest Branch ("Fund Manager") became the Fund Manager and Sole Director of the Fund.

Provisions were recognised in relation to the changes in the Fund's corporate governance structures following the appointment of the Fund Manager.



**NOTES TO THE CONDENSED SEPARATE FINANCIAL STATEMENTS  
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2011  
(all amounts are in RON unless otherwise stated)**

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**9. Other liabilities (continued)**

The commission fees due to National Securities Commission ("NSC" or "CNVM") arose following the Fund's registration with this authority in August 2010. In March 2010, the CNVM issued Regulation 4/2010 regarding the Fund's registration with CNVM, its functioning and the trading of its shares.

**10. Contingencies**

As at 31 March 2011 the Fund was involved in certain litigations, either as defendant or claimant. According to the requirements of the IAS 37 "Provisions, Contingent Liabilities and Contingent Assets" the Fund discloses in the financial statements only those which may have significant effects on the Fund's financial position or profitability. The most important litigations were as follows:

- 1 The Fund is involved in several litigations regarding delay penalties requested from companies which have not yet paid dividends to the Fund for the year 2005 (some of the dividends have since been paid to the Fund pursuant to the Fund winning the law suits). Such litigations are yet to be resolved. During the first quarter of 2011 the most common practice of the Romanian courts was to accept the Fund's claims.

The claims filed by the Fund are in compliance with the provisions of Law 31/1990 as republished and further amended and these amounts should be due and paid to the Fund. These amounts shall only be recognised as revenues when they become highly probable.

- 2 As at 31 March 2011 the Fund is in dispute with Romarm S.A. which did not transfer certain stakes in Uzina Mecanica Bucuresti S.A. and Electromecanica SA Ploiesti (both subsidiaries of Romarm S.A.), in accordance with Government Emergency Ordinance 81/2007. The provisions of Article 1 paragraph 2 Title II of Emergency Ordinance nr.81/2007 state that "the transfer of ownership of assets under paragraph 1 is made as at the date of entry into force of this Emergency Ordinance, the directors of companies, national societies and national companies being obliged to update their own records of shareholders and shares. In case the records of shareholders of national societies and national companies are kept by Central Depositary or by registry companies, the update of the records is done by Central Depositary and registry companies, on request of the Fund".

Art. 1, paragraph 1, establishes that AVAS will transfer to the Fund a total of 1,002,301 shares of Electromecanica Ploiesti S.A. (point 2.23) and a total of 2,951,053 shares of Uzina Mecanica Bucuresti S.A. (point 2.24).

Electromecanica and Uzina Mecanica Bucuresti are subsidiaries of Romarm, a company owned 100% by AVAS at the effective date of the Ordinance 81/2007 and by the Ministry of Economy currently. Considering the fact that the text of the Ordinance mentioned that these stakes transfer from AVAS and not from Romarm, the companies have refused to record the Fund as shareholder despite several requests to this effect.

Furthermore, the Fund requested AVAS, as Romarm's single shareholder, to instruct its representatives at the general shareholders meetings of Uzina Mecanica Bucuresti S.A. and Electromecanica Ploiesti S.A. to mandate their boards of directors to record the Fund's shareholding in both the shareholders register and the Trade Register Office.

**NOTES TO THE CONDENSED SEPARATE FINANCIAL STATEMENTS  
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2011  
(all amounts are in RON unless otherwise stated)**

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**10. Contingencies (continued)**

At present, the Fund has two legal actions at the Bucharest Court of Appeal and at the Supreme Court of Justice regarding these litigations. If the court rules against the Fund in these two litigations, the Fund will send the irrevocable decisions to Ministry of Public Finance asking to pay the amounts mentioned in the valuation report issued in October 2007 by an independent evaluator (Finevex S.R.L. Constanta) for the shares presumed to be owned by the Fund in Electromecanica and Uzina Mecanica Bucuresti, both subsidiaries of Romarm, because in fact Ministry of Public Finances did not contribute to the share capital of the Fund with these amount.

As at 31 March 2011 and as at 31 December 2010, the Fund recorded an impairment loss on the full value of the holdings in the two companies, due to the fact that the registration of ownership is still in dispute.

**3 There are currently two court litigations involving the Fund and Nuclearelectrica:**

In the first file the Fund has sued Nuclearelectrica and the Ministry of Economy and Commerce (now the Ministry of Economy, Trade and Business Environment) and asked the court to record the transfer of a total of 20,077,653 shares from the Ministry portfolio to the Fund portfolio in order to update the initial stake of the Fund in Nuclearelectrica, taking into account the share capital increases that took place between 1 February 2006 and 13 November 2007. The litigation is pending on Bucharest Court and the next hearing will take place on 19 May 2011. If the court rules against the Fund in this litigation, the Fund will send the irrevocable decision to Ministry of Public Finance asking to pay the difference between the amount set on Finevex evaluation report for the shares presumed to be owned by the Fund at Nuclearelectrica and the value of the real number of shares owned by the Fund at Nuclearelectrica, because in fact Ministry of Public Finances did not pay this amount to share capital of the Fund.

In the second file, the Fund has requested the partial cancellation of the Resolution of Nuclearelectrica's Extraordinary General Shareholders' Meeting no.14 of 26 September 2006, whereby the social capital was increased by the amount of RON 363,368,250, representing the equivalent amount of 315 tonnes heavy water, which was transferred from state reserves to Nuclearelectrica free of charge; and the allocation of an additional number of 7,267,365 new shares issued by Nuclearelectrica following the share capital increase. On 25 February 2010, the Bucharest County Court rejected the claim filed by the Fund stating that the Resolution of Nuclearelectrica Shareholders' Extraordinary General Assembly dated 26 September 2009 was made in full compliance with the provisions of Law no. 297/2006, which is derogatory from the common provisions of the Companies Law. Also, the Court interpreted the relevant legal provisions as regulating a transfer under the title of contribution by the Romanian State and not of a subsidy, entitling solely this shareholder to the shares issued as a result of Nuclearelectrica's share capital increase. The Court dismissed the Fund's claims relating to the lack of a valuation report, stating that such a report was not required, as it was a monetary contribution, and that a legal valuation had already been performed.

## FONDUL PROPRIETATEA S.A.

### NOTES TO THE CONDENSED SEPARATE FINANCIAL STATEMENTS FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2011 (all amounts are in RON unless otherwise stated)

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#### 10. Contingencies (continued)

In the second file, on 10 May 2010, the Fund filed an appeal against the above decision of the Bucharest County Court and the appeal was rejected on 24 January 2011. The Fund have not received until the issuing date of these financial statements the Bucharest Court of Appeal decision.

As at 31 March 2011 and as at 31 December 2010 the Fund owns 9.72% of the share capital of the Nuclearelectrica, as recorded at the Trade Register Office.

- 4 There are legal actions involving the Fund acting against the Electra and Hidroenergetica merger plans:

On 19 November 2010, the Fund lodged with the Bucharest Court a motion for preliminary injunction against Nuclearelectrica S.A., requesting the court to suspend the implementation of the merger of Nuclearelectrica with Complexul Energetic Rovinari S.A., Complexul Energetic Turceni S.A., Complexul Energetic Craiova S.A., Societatea Nationala a Lignitului Oltenia S.A., Hidroserv S.A. Râmnicu Vâlcea and part of Hidroelectrică SA.

On 6 January 2011, the Bucharest Court ruled in favour of the suspension of the merger against Nuclearelectrica.

The merger and spin-off for creating Electra and Hidroenergetica are blocked at the present time; the next hearing date has been set for 2 May 2011.

- 5 Two minority shareholders of the Fund have filed claims against the Fund with the Court requesting the cancellation of certain resolutions of the General Shareholders Meeting.

Other contingencies of the Fund included:

1. The Fund shall receive the following amounts from the Romanian State:
  - a the amount resulted from the trading on the Romanian or foreign stock exchange markets of the first 3% of Romtelecom S.A. shares;
  - b 20% of the amounts resulting from the privatization of Romtelecom S.A.;
  - c 9.9% of the amounts resulting from the privatisation of C.E.C. S.A.

These amounts shall be recorded as an increase in share capital by the significant shareholder once they are collected.

- 2 The receivables from World Trade Center Bucharest S.A.:

Section II, Article 4 of G.E.O. nr. 81/2007 stipulates the transfer from AVAS to the Fund of receivables from World Trade Center Bucharest S.A. amounting to USD 68,814,198 (including the original principal and related interest and penalties) on 29 June 2007.

On 1 October 2007 the reception minute no. 633 was concluded between AVAS and the Fund based on which all documents related to the receivables due from World Trade Center Bucharest S.A. were transferred to the Fund. On 4 October 2007, the Fund notified World Trade Center Bucharest S.A. regarding the cession of the receivables. Meanwhile, the transfer was registered with the Electronic Archive for Pledges.

## FONDUL PROPRIETATEA S.A.

### NOTES TO THE CONDENSED SEPARATE FINANCIAL STATEMENTS FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2011 (all amounts are in RON unless otherwise stated)

#### 10. Contingencies (continued)

In 2008, World Trade Center Bucharest S.A. paid USD 200,000 to the Fund, in 2009 USD 200,000 and in 2010 USD 110,130.69, EUR 148,700.76, RON 8,724,887.92. In accordance with G.E.O. 81/2007, these cash receipts reduced the balance of the receivables in respect of equity contributions.

Given the uncertainties regarding their recoverability, the World Trade Center Bucharest S.A. receivables were recognised on receipt basis in the Fund's financial statements.

#### 11. Related parties

##### (a) Parent

At 31 December 2010, the shareholders' structure was:

| Shareholders       | No of<br>shareholders | No of shares          | Amount                | % held      |
|--------------------|-----------------------|-----------------------|-----------------------|-------------|
| The Romanian State | 1                     | 5,357,581,696         | 5,357,581,696         | 38.88%      |
| Individuals        | 5,209                 | 5,735,647,178         | 5,735,647,178         | 41.63%      |
| Companies          | 175                   | 2,685,163,334         | 2,685,163,334         | 19.49%      |
|                    | <b>5,385</b>          | <b>13,778,392,208</b> | <b>13,778,392,208</b> | <b>100%</b> |

At 31 March 2011, the shareholders' structure was:

| Shareholders       | No of<br>shareholders | No of shares          | Amount                | % held      |
|--------------------|-----------------------|-----------------------|-----------------------|-------------|
| The Romanian State | 1                     | 5,069,200,553         | 5,069,200,553         | 36.79%      |
| Individuals        | 8,054                 | 5,089,865,638         | 5,089,865,638         | 36.94%      |
| Companies          | 412                   | 3,619,326,017         | 3,619,326,017         | 26.27%      |
|                    | <b>8,467</b>          | <b>13,778,392,208</b> | <b>13,778,392,208</b> | <b>100%</b> |

The Romanian State controls the Fund and is represented by the Ministry of Public Finance.

At 31 March 2011 and 31 December 2010, payables in respect of equity contributions from the Romanian State amounted to RON 9,730,381.

##### (b) Key management

**3 months ended 31  
March 2011**

##### Salaries

|                                  |         |
|----------------------------------|---------|
| Members of the Board of Nominees | 135,000 |
|----------------------------------|---------|

There were no loans to or other transactions between the Fund and its management in 2010 and in the first quarter of 2011.

**FONDUL PROPRIETATEA S.A.****NOTES TO THE CONDENSED SEPARATE FINANCIAL STATEMENTS  
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2011  
(all amounts are in RON unless otherwise stated)****11. Related parties (continued)**

In February 2010 the Fund signed the Investment Management Agreement with Franklin Templeton Investment Management Ltd United Kingdom Bucharest Branch ("Fund Manager") and it became effective on 29 September 2010. On this date, Franklin Templeton Investment Management Ltd United Kingdom Bucharest Branch became both the Fund Manager and Sole Director of the Fund.

The transactions carried during the first quarter of 2011 between the Fund and Fund Manager were the following:

|                           | <b>3 months ended<br/>31 March 2011</b> |
|---------------------------|---|
| <b>Transactions</b>       |   |
| Investment management fee | 9,676,736                               |
| Administration fee        | 2,553,229                               |
| Rental expense            | 23,484                                  |
| Operating cost            | 4,915                                   |
|                           | <b>12,258,364</b>                       |

As at 31 December 2011, the Fund owed an amount of RON 12,247,763 to the Fund Manager (31 December 2010: RON 17,963,827).

**(c) Subsidiaries**

The Fund has the following subsidiaries, all of which are incorporated in Romania:

|  | <b>31 March 2011</b> | <b>31 December 2010</b> |
|--|----------------------|-------------------------|
| <b>Ownership interest</b>                  |                      |                         |
| Alcom S.A. Timisoara                       | 72%                  | 72%                     |
| Carom - Broker de Asigurare S.A. Bucuresti | 70%                  | 70%                     |
| Comsig S.A. Sighisoara                     | 70%                  | 70%                     |
| Delfincom S.A. Bucuresti                   | 66%                  | 66%                     |
| Prestari Servicii S.A. Bucuresti           | 71%                  | 71%                     |
| Primcom S.A. Bucuresti                     | 79%                  | 79%                     |
| Romplumb S.A. Baia Mare                    | 51%                  | 51%                     |
| Telerom Proiect S.A. Bucuresti             | 69%                  | 69%                     |
| Zirom S.A. Giurgiu                         | 100%                 | 100%                    |

During the first quarter of 2011 the Fund did not carry out any transactions with its subsidiaries.

**FONDUL PROPRIETATEA S.A.****NOTES TO THE CONDENSED SEPARATE FINANCIAL STATEMENTS  
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2011  
(all amounts are in RON unless otherwise stated)****11. Related parties (continued)**

|  | 31 March 2011    | 31 December 2010 |
|--|------------------|------------------|
| <b>Dividends receivable</b>                |                  |                  |
| Carom - Broker de Asigurare S.A. Bucuresti | 188,385          | 188,385          |
|  | <b>188,385</b>   | <b>188,385</b>   |
| <b>Impairment loss allowance</b>           |                  |                  |
| Carom - Broker de Asigurare S.A. Bucuresti | (188,385)        | (188,385)        |
|  | <b>(188,385)</b> | <b>(188,385)</b> |
|  | <b>-</b>         | <b>-</b>         |

**(d) Associates**

The Fund has the following associate, which is incorporated in Romania:

|                           | 31 March 2011 | 31 December 2010 |
|---------------------------|---------------|------------------|
| <b>Ownership interest</b> |               |                  |
| OVM Petrom S.A.           | 20%           | 20%              |

The Fund did not carry out any transactions with OMV Petrom S.A. during 2010 and during the first quarter of 2011.

**(e) State controlled entities**

Until the approval date of the present interim financial statements, none of the State controlled entities had made any announcements regarding dividends to be distributed in 2011. The Fund did not carry out any other transaction with the State controlled entities held in its portfolio.

|  | 3 months ended<br>31 March 2011 |
|--|---------------------------------|
| <b>Dividends received (net of withholding tax)</b> |                                 |
| Hidroelectrica SA                                  | 3,501,711                       |
| Complexul Energetic Rovinari S.A.                  | 567,525                         |
|  | <b>4,069,236</b>                |

**FONDUL PROPRIETATEA S.A.****NOTES TO THE CONDENSED SEPARATE FINANCIAL STATEMENTS  
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2011  
(all amounts are in RON unless otherwise stated)****11. Related parties (continued)**

|                                    | 31 March 2011       | 31 December 2010    |
|------------------------------------|---------------------|---------------------|
| <b>Dividends receivable</b>        |                     |                     |
| Romgaz S.A.                        | 18,510,456          | 18,510,456          |
| Transgaz S.A.                      | 9,634,993           | 9,634,993           |
| Hidroelectrica SA                  | -                   | 3,501,711           |
| Complexul Energetic Rovinari S .A. | -                   | 567,526             |
| Conpet S.A.                        | 636,007             | 636,007             |
|                                    | <b>28,781,456</b>   | <b>32,850,693</b>   |
| <b>Impairment loss allowance</b>   |                     |                     |
| Romgaz S.A.                        | (18,510,456)        | (18,510,456)        |
| Transgaz S.A.                      | -                   | (9,634,993)         |
| Conpet S.A.                        | (636,007)           | (636,007)           |
|                                    | <b>(19,146,463)</b> | <b>(28,781,456)</b> |
|                                    | <b>9,634,993</b>    | <b>4,069,237</b>    |

**3 months ended  
31 March 2011**

**Reversal of impairment losses on dividends receivable**

|               |                  |
|---------------|------------------|
| Transgaz S.A. | 9,634,994        |
|               | <b>9,634,994</b> |

**Income from penalties levied for late payment of  
dividends**

**3 months ended  
31 March 2011**

|               |                  |
|---------------|------------------|
| Transgaz S.A. | 3,793,690        |
| Others        | 1,191,100        |
|               | <b>4,984,790</b> |

## FONDUL PROPRIETATEA S.A.

### NOTES TO THE CONDENSED SEPARATE FINANCIAL STATEMENTS FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2011 (all amounts are in RON unless otherwise stated)

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#### 11. Related parties (continued)

| Other receivables                  | 31 March 2011    | 31 December 2010 |
|------------------------------------|------------------|------------------|
| Imprimeria Nationala S.A.          | 1,355,168        | -                |
| Transgaz S.A.                      | 3,793,690        | -                |
| Aeroporturi Bucuresti S.A.         | -                | 274,949          |
| Complexul Energetic Rovinari S.A . | -                | 102,670          |
| Transelectrica S.A.                | -                | 433,512          |
|                                    | <b>5,148,858</b> | <b>811,131</b>   |

#### 12. Subsequent events

##### *Dividend distribution*

On 27 April 2011 shareholders approved the distribution of dividends related to earnings of the financial year 2010, totalling RON 432,779,299. The gross dividend is for RON 0.03141 per share.

##### *Change to the Board of Nominees*

In March Mr. Corin Ioan Trandafir has resigned from his position as member of Fund's Board of Nominees. His resignation became effective beginning with 13 April 2011. On 11 April 2011 Romanian State, as a shareholder that owns more than 5% of the share capital, represented by Ministry of Public Finance, asked the revocation of Mrs. Monica Maurer-George from her position as member of Fund's Board of Nominees.

On 27 April 2011 the Ordinary General Meeting of Shareholders approved the revocation of Mrs. Monica Maurer-George from her position as member of Fund's Board of Nominees and appointed Mr. Doru Petru Dudas and Mr. Simion-Dorin Rusu as members of Fund's Board of Nominees.



< GAIN FROM OUR PERSPECTIVE >



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