

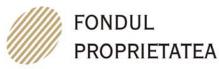
Fund Administrator:	Franklin Templeton Investment Management Limited UK, Bucharest
	Branch
Administrator Code:	PJM05SSAM/400001
Fund:	Fondul Proprietatea SA
Fund Code:	PJR09SIIR/400006
Reporting date:	31.10.2011

Fondul Proprietatea SA 's Assets and Liabilities based on NAV calculation according with the Regulation No. 4 / 2010, as amended by the Disposal of Measures No. 17/25.11.2010

	Lei
1. Non-current Assets	9,397,829,915.42
1.1. Intangible assets	0.00
1.2. Tangible assets	0.00
1.3. Financial assets	9,397,829,915.42
1.3.1 Listed shares	16,073,407.08
1.3.2 Unlisted shares	9,381,756,016.93
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	491.41
2. Current assets	5,601,489,407.09
2.1 Inventory	0.00
2.2 Receivables out of which:	132,783,447.44
- commercial papers	0.00
2.3 Cash	2,740,553.89
2.4 Short term financial investments	5,058,153,698.23
2.4.1 Listed shares	5,058,153,698.23
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	147,492,253.85
2.7 Bank deposits	260,319,453.68
2.8 Certificates of deposits	0.00
2.9 Other current assets	0.00
3. Derivatives	0.00
4. Prepaid expenses	55,240.88
5. Total assets	14,999,374,563.39

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6. Total liabilities	40,607,600.82
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	22,774,361.24
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	17,833,239.58
7. Provisions	14,197,829.40
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:	14,944,569,133.17
9.1 Share capital	13,778,392,208.00
9.2 Share capital premiums	0.00
9.3 Revaluation differences	3,618,046,328.80
9.4 Reserves	- 3,059,628,060.36
9.5 Retained earnings	74,364,047.74
9.6 Period result	533,394,608.99
9.7 Profit appropriation	0.00
10. Total liabilities and Shareholders' equity	14,999,374,563.39
11. Net Asset Value	14,944,569,133.17
12. No of shares issued *	13,405,864,536
13. Net asset value per share	1.1147
14. Number of portfolio companies out of which:	76
14.1 Companies admitted to trading on a regulated market	29
14.1 Companies admitted to trading on an alternative regulated market	0
14.3 Companies not admitted to trading	47

Note:

* = Represents the number of shares related to the paid in subscribed share capital, because according to provisions of Law 247/2005, Title VII, Art. 9^2 , alin. 5 "Subscribed unpaid shares are not taken into account for the computation of net asset value per share for Fondul Proprietatea"

Franklin Templeton Investment Management Ltd United Kingdom Bucharest Branch, acting as sole director on behalf of S.C. FONDUL PROPRIETATEA S.A Adrian Cighi Marius Nechifor

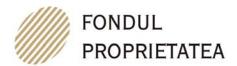
Adrian Cigin	Wallus Neemior
Legal Representative	Compliance Officer
20Bui Representative	compliance criteri
ING Bank N.V. Amsterdam – Bucharest Branch	
INO Dank N. V. Amsterdam – Ducharest Branch	
Cristina Bulata	Mihaela Savu
Cristilla Dalata	Williacia Sava
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Head of Settlements and Trade Department

Economist

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Annex - Valuation methods used for the securities and the monetary market instruments held by Fondul Proprietatea S.A. as at 31 October 2011

The valuation methods used for the computation of the NAV as at 31 October 2011, for the securities and the monetary market instruments held by Fondul Proprietatea S.A. are the following:

- 1. Listed companies traded within last 30 days: Closing Price;
- **2.** Listed companies with no trades within last 30 days: Shareholders' equity / share, Fair value/share:
- 3. Unlisted companies: Shareholders' equity / share, Fair value / share;
- **4.** Companies in liquidation/dissolution/ bankruptcy/with negative shareholders' equity: Valued at zero;
- **5.** Government securities: Acquisition price cumulated with the accrued interest receivable calculated for the period elapsed from the date of acquisition;
- **6.** Bank deposits: Bank deposit amount cumulated with the accrued interest receivable calculated for the period elapsed from its starting date.

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

Adrian Cighi Legal Representative

Marius Nechifor Compliance Officer

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Annex – Change in the valuation methods used for the computation of NAV of Fondul Proprietatea as at 31 October 2011

For the computation of NAV as at 31 October 2011 for Fondul Proprietatea S.A., Franklin Templeton Investment Management decided to change the valuation methods used for the investment in the companies listed below:

1) Severnav S.A.

Franklin Templeton Investment Management decided to value the investment in this Company at the last available trading price (respectively 2 lei/share), as it was considered to reflect better the fair value of this investment than the shareholders' equity per share (respectively 19.0174 lei/share), even though the shares of this Company have not been traded in the last 30 days.

2) Palace SA

For this company, the valuation method has been changed from Shareholders' equity / share to Closing Price according the Disposal of measures 17/25.11.2010, because the shares of this company have been traded during the last 30 days.

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

Legal representative

Marius Nechifor Compliance Officer

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