

Fund Administrator: Franklin Templeton Investment Management Limited UK, Bucharest

Branch

Administrator Code: PJM05SSAM/400001
Fund: Fondul Proprietatea SA
Fund Code: PJR09SIIR/400006

Reporting date: 31.03.2011

## Fondului 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

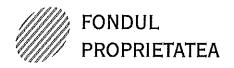
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1.2. Tangible assets       6         1.3. Financial assets       9,203,318,312         1.3.1 Listed shares       58,340,777         1.3.2 Unlisted shares       9,144,977,042         1.3.3 Government securities       6         1.3.4 Certificates of deposits       6         1.3.5 Bank deposits       6         1.3.6 Municipal bonds       6         1.3.7 Corporate bonds       6         1.3.8 Newly issued securities       6         1.3.9 Participation titles of UCITS and/or of OCIU       6         1.3.10 Other financial assets       49         2. Current assets       7,317,649,882         2.1 Inventory       6         2.2 Receivables out of which:       15,057,885	2.62
1.2. Tangible assets       6         1.3. Financial assets       9,203,318,312         1.3.1 Listed shares       58,340,777         1.3.2 Unlisted shares       9,144,977,042         1.3.3 Government securities       6         1.3.4 Certificates of deposits       6         1.3.5 Bank deposits       6         1.3.6 Municipal bonds       6         1.3.7 Corporate bonds       6         1.3.8 Newly issued securities       6         1.3.9 Participation titles of UCITS and/or of OCIU       6         1.3.10 Other financial assets       49         2. Current assets       7,317,649,882         2.1 Inventory       6         2.2 Receivables out of which:       15,057,889         - commercial papers       6         2.3 Cash       8,312,699	
1.3. Financial assets       9,203,318,312         1.3.1 Listed shares       58,340,777         1.3.2 Unlisted shares       9,144,977,042         1.3.3 Government securities       6         1.3.4 Certificates of deposits       6         1.3.5 Bank deposits       6         1.3.6 Municipal bonds       6         1.3.7 Corporate bonds       6         1.3.8 Newly issued securities       6         1.3.9 Participation titles of UCITS and/or of OCIU       6         1.3.10 Other financial assets       49         2. Current assets       7,317,649,887         2.1 Inventory       6         2.2 Receivables out of which:       15,057,889         - commercial papers       6         2.3 Cash       8,312,691	00.0
1.3.1 Listed shares       58,340,77°         1.3.2 Unlisted shares       9,144,977,04°         1.3.3 Government securities       6         1.3.4 Certificates of deposits       6         1.3.5 Bank deposits       6         1.3.6 Municipal bonds       6         1.3.7 Corporate bonds       6         1.3.8 Newly issued securities       6         1.3.9 Participation titles of UCITS and/or of OCIU       6         1.3.10 Other financial assets       49°         2. Current assets       7,317,649,88°         2.1 Inventory       6         2.2 Receivables out of which:       15,057,88°         - commercial papers       6         2.3 Cash       8,312,69°	0.00
1.3.2 Unlisted shares       9,144,977,04         1.3.3 Government securities       (3,14 Certificates of deposits)         1.3.4 Certificates of deposits       (4,13,15 Bank deposits)         1.3.5 Bank deposits       (5,13,16 Municipal bonds)         1.3.6 Municipal bonds       (6,13,16 Municipal bonds)         1.3.8 Newly issued securities       (7,10,16 Municipal bonds)         1.3.9 Participation titles of UCITS and/or of OCIU       (7,17,16 Municipal bonds)         1.3.10 Other financial assets       (7,317,649,887)         2. Current assets       (7,317,649,887)         2.1 Inventory       (7,317,649,887)         2.2 Receivables out of which:       (7,317,649,887)         - commercial papers       (7,317,649,887)         2.3 Cash       (8,312,691)	2.62
1.3.3 Government securities       (a)         1.3.4 Certificates of deposits       (a)         1.3.5 Bank deposits       (a)         1.3.6 Municipal bonds       (a)         1.3.7 Corporate bonds       (a)         1.3.8 Newly issued securities       (a)         1.3.9 Participation titles of UCITS and/or of OCIU       (a)         1.3.10 Other financial assets       49         2. Current assets       7,317,649,887         2.1 Inventory       (a)         2.2 Receivables out of which:       15,057,889         - commercial papers       (a)         2.3 Cash       8,312,691	7.73
1.3.4 Certificates of deposits       (a)         1.3.5 Bank deposits       (b)         1.3.6 Municipal bonds       (c)         1.3.7 Corporate bonds       (d)         1.3.8 Newly issued securities       (e)         1.3.9 Participation titles of UCITS and/or of OCIU       (e)         1.3.10 Other financial assets       49         2. Current assets       7,317,649,887         2.1 Inventory       (e)         2.2 Receivables out of which:       15,057,889         - commercial papers       (e)         2.3 Cash       8,312,691	3,48
1.3.5 Bank deposits       (a)         1.3.6 Municipal bonds       (a)         1.3.7 Corporate bonds       (a)         1.3.8 Newly issued securities       (a)         1.3.9 Participation titles of UCITS and/or of OCIU       (a)         1.3.10 Other financial assets       49         2. Current assets       7,317,649,882         2.1 Inventory       (a)         2.2 Receivables out of which:       15,057,889         - commercial papers       (a)         2.3 Cash       8,312,691	00.0
1.3.6 Municipal bonds       (6         1.3.7 Corporate bonds       (7         1.3.8 Newly issued securities       (8         1.3.9 Participation titles of UCITS and/or of OCIU       (9         1.3.10 Other financial assets       49         2. Current assets       7,317,649,882         2.1 Inventory       (9         2.2 Receivables out of which:       15,057,889         - commercial papers       (9         2.3 Cash       8,312,691	0.00
1.3.7 Corporate bonds       (6)         1.3.8 Newly issued securities       (7)         1.3.9 Participation titles of UCITS and/or of OCIU       (8)         1.3.10 Other financial assets       49         2. Current assets       7,317,649,882         2.1 Inventory       (8)         2.2 Receivables out of which:       15,057,882         - commercial papers       (8)         2.3 Cash       8,312,691	0.00
1.3.8 Newly issued securities       (6)         1.3.9 Participation titles of UCITS and/or of OCIU       (7)         1.3.10 Other financial assets       49         2. Current assets       7,317,649,882         2.1 Inventory       (7)         2.2 Receivables out of which:       15,057,882         - commercial papers       (7)         2.3 Cash       8,312,691	0.00
1.3.9 Participation titles of UCITS and/or of OCIU       (0         1.3.10 Other financial assets       49         2. Current assets       7,317,649,882         2.1 Inventory       (0         2.2 Receivables out of which:       15,057,889         - commercial papers       (0         2.3 Cash       8,312,691	0.00
1.3.10 Other financial assets       49         2. Current assets       7,317,649,887         2.1 Inventory       0         2.2 Receivables out of which:       15,057,889         - commercial papers       0         2.3 Cash       8,312,691	0.00
2. Current assets       7,317,649,882         2.1 Inventory       0         2.2 Receivables out of which:       15,057,889         - commercial papers       0         2.3 Cash       8,312,691	0.00
2.1 Inventory       (2.2 Receivables out of which:         2.2 Receivables out of which:       15,057,889         - commercial papers       (2.3 Cash         8,312,691       (3.3 Cash	.41
2.2 Receivables out of which:       15,057,889         - commercial papers       0         2.3 Cash       8,312,691	2.95
- commercial papers (2.3 Cash 8,312,69)	00.0
2.3 Cash 8,312,69	9.63
*,***-,***	00.0
2.4 Short term financial investments 6.412.641.264	.74
0,112,011,20	5.92
2.4.1 Listed shares 6,412,641,265	5.92
	0.00
2.4.3 Municipal bonds	00.0
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	00.0
2.6 Government securities 283,567,461	.61
2.7 Bank deposits 598,070,574	1.05
2.8 Certificates of deposits	0.00
2.9 Other current assets	0.00
3. Derivatives	.00
4. Prepaid expenses 184,136	.22
5. Total assets 16,521,152,331	
6. Total liabilities 51,702,704	

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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	19,679,168.88
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	32,023,535.30
7. Provisions	14,260,928.40
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:	16,455,188,699.21
9.1 Share capital	13,778,392,208.00
9.2 Share capital premiums	0.00
9.3 Revaluation differences	3,273,010,706.97
9.4 Reserves	-1,117,377,197.61
9.5 Retained earnings	507,093,093.77
9.6 Period result	14,069,888.08
9.7 Profit appropriation	0.00
10. Total liabilities and Shareholders' equity	16,521,152,331.79
11. Net Asset Value	16,455,188,699.21
12. No of shares issued	13,778,392,208
13. Net asset value per share	1.1942
14. Number of portfolio companies out of which:	83
14.1 Companies admitted to trading on a regulated market	30
14.1 Companies admitted to trading on an alternative regulated market	0
14.3 Companies not admitted to trading	53

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

Grzegorz Konieczny

Marius Nechifor

Legal Representative

Compliance Officer

Bancpost S.A.

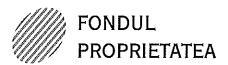
Cecilia Vlăsceanu

Ionut Vlad

Manager of Securities Services Division

Chief of Securities Services Division

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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 March 2011

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

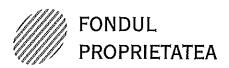
- 1. Listed companies traded within last 30 days: Closing Price;
- 2. Listed companies with no trades within last 30 days: Shareholders' equity / share, Fair value/share;
- 3. Unlisted companies: Shareholders' equity / share, Fair value / share;
- 4. Companies in liquidation/dissolution/ bankruptcy/with 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

Grzegorz Maciej Konieczny 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 March 2011

For the computation of NAV as at 31 March 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) Telerom Proiect Inppt SA and Primcom SA

For these companies, the valuation method has been changed from Closing Price to Shareholders' equity / share according to the Disposal of measures 17/25.11.2010, because the shares of these companies have not been traded during the last 30 days.

### 2) Mecanoenergetica SA and Severnav SA

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

#### 3) Mecon SA, IOR SA and Alcom SA

Franklin Templeton Investment Management decided to value the investments in these companies at the last available trading prices (respectively Mecon SA: 9.7 lei/share, IOR SA: 0.68 lei/share, Alcom SA: 40 lei/share), as they were considered to reflect better the fair value of these investments than the shareholders' equity per share (respectively Mecon SA: 57.9439 lei/share, IOR SA: 0.1505 lei/share, Alcom SA: 5.4941 lei/share), even though the shares of these companies have not been traded in the last 30 days.

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

Grzegorz Maciej Konieczny

Legal representative

Marius Nechifor

Compliance Officer

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Tel.: + 40 21 200 9600; Fax: +40 21 200 9631; Email: office@fondulproprietatea.ro Internet: www.fondulproprietatea.ro