



To Bucharest Stock Exchange
Romanian National Securities Commission

The current report according to Art. 113 point A, paragraph (1) letter j) of the Romanian National Securities Commission Regulation no. 1/2006 regarding the issuers and the operations with securities, as subsequently amended and completed, as well as the provisions of art. 99 in the Code of the Bucharest Stock Exchange, Title II, Issuers and Financial Instruments

Report date:	22.12.2011
Name of the issuing entity:	SC Fondul Proprietatea SA
Registered office:	78-80 Buzesti St., 7 th floor, district 1, Bucharest, postal code 011017
Phone/fax number:	Tel.: + 40 21 200 9600; Fax: +40 21 200 9631
Sole Registration Code with the Trade Register Office:	18253260
Order number in the Trade Register:	J40/21901/2005
Subscribed share capital:	RON 13,778,392,208
Paid share capital:	RON 13,405,864,536
Regulated market on which the issued securities are traded:	Bucharest Stock Exchange

Important events to be reported: S.C. Fondul Proprietatea SA ("The Fund") -- Update regarding the litigation started by Ioana SFÎRĂIALĂ in the file no. 47039/3/2010

Franklin Templeton Investment Management Ltd. United Kingdom Bucharest Branch, in its capacity of Sole Administrator and Fund Manager of the Fund would like to inform shareholders and investors that on the official website of the Bucharest Court the following decisions have been published regarding the file no. 47039/3/2010 between Ioana SFÎRĂIALĂ as claimant and Fondul Proprietatea as defendant:

- The Bucharest Court partly admits the claimant's request to annul the Extraordinary GSM's decisions number 1,2,8, and 9 from 06.09.2010 and
- The Bucharest Court rejects the claimant's request to annul the Ordinary GSM decision number 3 from 06.09.2010.

The claim is essentially a technical argument around the administrative formalities required for the calling of the 06.09.2010 general shareholders' meeting by the Fund's previous administrators. Given separate resolutions adopted in more recent shareholders' meetings, the Fund Manager does not consider this court decision to have any material effect on the Fund.

The Fund Manager has not yet received any official documents from the Bucharest Court regarding the Court's decision in this file; once this is available, the Fund Manager will consider what further legal steps may be appropriate and provide an update to shareholders.

Franklin Templeton Investment Management Ltd United Kingdom Bucharest Branch, in capacity of Sole Administrator of S.C. FONDUL PROPRIETATEA S.A.

For Grzegorz Maciej KONIECZNY
Oana TRUȚA

Empowered by the Decision of the Sole Administrator of S.C. FONDUL PROPRIETATEA S.A., Franklin Templeton Investment Management Ltd United Kingdom Bucharest Branch no. 50/14.12.2011