



To

Bucharest Stock Exchange

Romanian National Securities Commission

The current report according to art. 113 point A, paragraph (1) letter j) in the Regulation of the Romanian National Securities Commission 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:	24 May 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 and paid capital:	13,778,392,208 RON
Regulated market on which the issued securities are traded:	Bucharest Stock Exchange

Important events to be reported - S.C. Fondul Proprietatea S.A. (Fondul Proprietatea): update regarding legal action against Complexul Energetic Turceni S.A. (CE Turceni)

Franklin Templeton Investment Management Limited United Kingdom Bucharest Branch, as Sole Administrator and Fund Manager of Fondul Proprietatea announces that the Gorj Court ruled in favor of the request filed by Fondul Proprietatea and decided to suspend the resolutions adopted by the CE Turceni's Extraordinary General Shareholders Meeting on 19 November 2010.

The preliminary injunction for suspending the shareholders' resolutions was filed by Fondul Proprietatea on 21 April 2011. Thus, Fondul Proprietatea is opposing the approval of the merger for creating one of the two energy champions, namely Compania Națională Electra S.A.

Franklin Templeton Investment Management Ltd. Bucharest Branch, as Sole Administrator of Fondul Proprietatea would like to reiterate its commitment to pursue all legal measures with a view to unlocking the value of the underlying companies within the fund in the best long-term interest of all Fondul Proprietatea shareholders.

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

Adrian CIGHI

Legal Representative