

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:	13 September 2012
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 212009600; Fax: +40212009631
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 13,412,780,166
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 legal action against S.N.G.N. ROMGAZ S.A. Mediaş ("Romgaz"):

Franklin Templeton Investment Management Ltd. United Kingdom Bucharest Branch ("FTIML Bucharest Branch"), in its capacity as Sole Administrator and Fund Manager of the Fund would like to inform shareholders and investors that, on 11 September 2012, the High Court of Cassation and Justice irrevocably rejected the Fund's second appeal in the file no. 1061/57/2011 regarding the donation made by Romgaz to the state budget.

The Fund Manager reminds the Fund's shareholders that on 30 November 2010 the General Shareholders' Meeting of Romgaz approved the Decision no. 12, which authorized a donation of RON 400 million to the Romanian State that was concluded in December 2010. The Fund Manager requested the annulment of the decision approving the donation through its sustained efforts in front of the Romanian courts, thus strongly conveying its commitment towards ensuring that minority shareholder rights are upheld in this particular case. Please note that the Fund Manager acknowledged this information from the official website of the High Court of Cassation and Justice. The Fund Manager has not yet received any official documents from the High Court of Cassation and Justice regarding the Court's decision in this file.

When the court documents are finally received, the Fund Manager will review them carefully and consider further legal steps. The Fund manager reiterates its commitment to pursue all legal measures with a view to protecting the value of the underlying companies within the Fund in the best long-term interests of all Fondul Proprietatea's shareholders.

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

Grzegorz Maciej KONIECZNY

Legal Representative