



To Bucharest Stock Exchange
Romanian National Securities Commission

The current report according to Art. 113 point A, paragraph (1) letter b) 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

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| Report date: | 15.02.2012 |
| 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 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 13,412,554,856 |
| 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 Eugene Weissman and others in file no. 50250/3/2010

Franklin Templeton Investment Management Ltd. United Kingdom Bucharest Branch (FTIML Bucharest), in its capacity as Sole Administrator and Fund Manager of the Fund announces that the Bucharest Court of Appeal rejected the second appeal filed by Mr. Eugene Weissman and others against the Bucharest Court's decision on the absolute nullity of point II of Resolution no. 4 of the Fund's Extraordinary General Shareholder Meeting held on 6 September 2010 ("EGM Resolution no. 4/06.09.2010"). The decision of the Bucharest Court of Appeal is irrevocable.

S.C. Fondul Proprietatea S.A. reminds its shareholders that on 8 September 2011 the Bucharest Court rejected the request filed by Mr. Eugene Weissman and others on the absolute nullity of point II of the EGM Resolution no. 4/06.09.2010 regarding the buyback programme, as unfounded.

For additional information regarding this case please read the Prospectus and its Amendment.

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

Grzegorz Maciej KONIECZNY

Legal Representative