

2014 Q3 Results Presentation

13 November 2014



FRANKLIN TEMPLETON
INVESTMENTS

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The headquarters of Fondul Proprietatea SA are at 78-80 Buzesti Str, 7th Floor, Bucharest District 1, 011017, Romania. Fondul Proprietatea's Fiscal Identification Code (CIF) is 18253260 and Trade Registry registration no is J40/21901/2005. The subscribed share capital is RON 11,815,279,886.85 and paid up share capital is RON 11,469,658,154.35. This presentation is issued by Franklin Templeton Investment Management Limited ("FTIML"), registered with ASF under no. PJR09SIIR/400006/18.08.2010, which is authorized and regulated in the UK by the Financial Conduct Authority with Register Number 121779, registered as a foreign equivalent of an investment adviser with the US Securities Exchange Commission, and the Romanian branch is regulated by the Romanian Financial Supervisory Authority.

Date: November 2014.

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Fund Information

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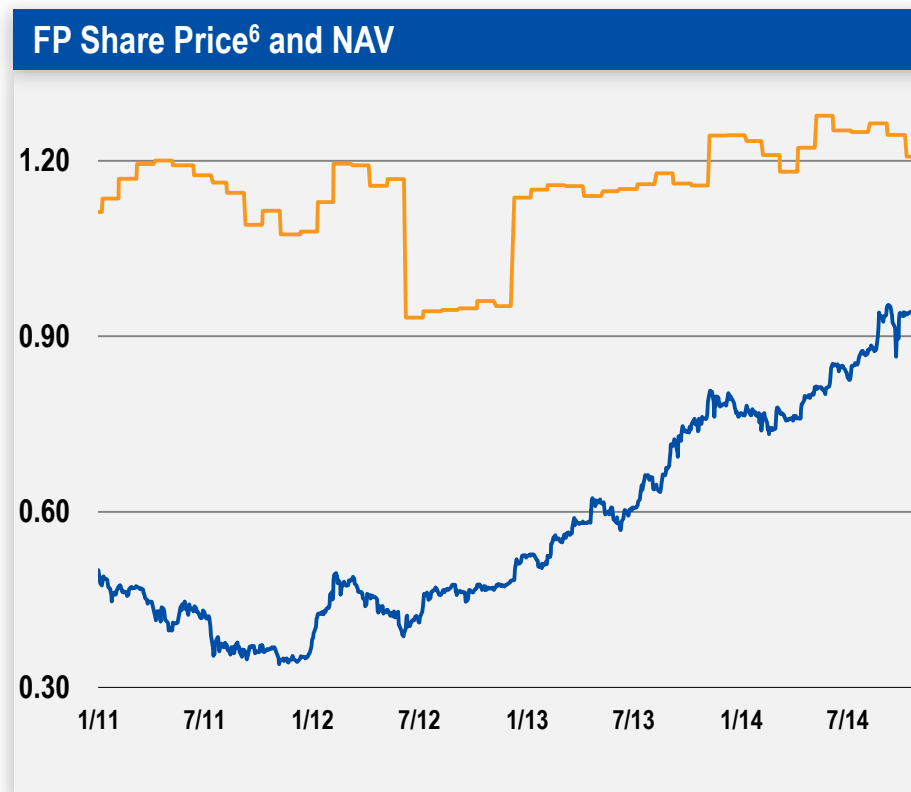


The Fund – Key Facts

Fund Details as at 31 October 2014 ¹	RON	EUR
NAV	14.22 bn	3.22 bn ²
NAV/Share	1.2068	0.2734 ²
Price/Share ³	0.9400	0.2130
Discount ³	22.11%	22.11%
Number of Shares in Issue	12,437,136,723	
Number of Paid Shares ⁴	12,073,324,373	
Number of Paid Shares less Treasury Shares ⁵	11,784,116,117	

Investment Objective

Maximization of returns and per-share capital appreciation via investments mainly in Romanian equities and equity-linked securities.



■ NAV ■ FP Share Price

1. Based on local regulator methodology.

2. Computed using the NBR EUR/RON FX rate as at 31 October 2014.

3. As at 31 October 2014. Computed using the NBR EUR/RON FX rate as at 31 October 2014.

4. As at 31 October 2014.

5. Treasury shares acquired until 31 October 2014.

6. Source: BVB, Bloomberg, until 11 November 2014.

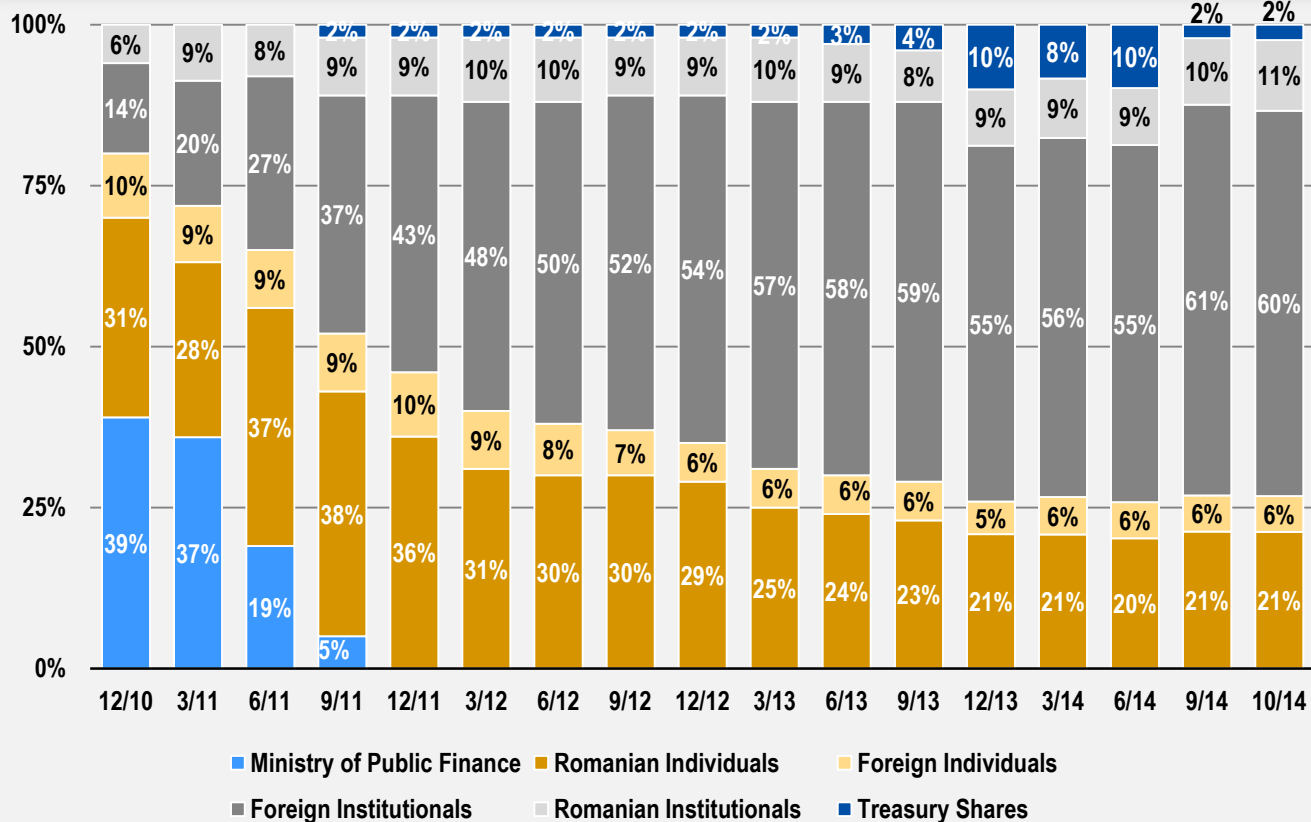
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Shareholders Structure¹

Evolution (% Held)



Largest Shareholders²

Elliott Associates	16.60%
Total Number of Shareholders ¹	8,216

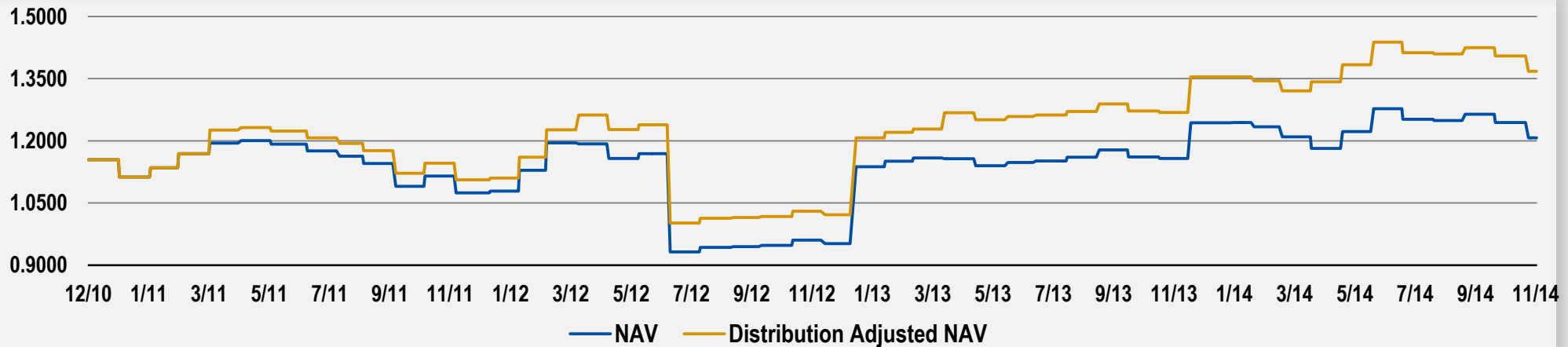
1. Shareholders structure as at 31 October 2014, based on paid share capital starting 31 July 2011. Source: Central Depository.

2. Based on the paid share capital as at 31 October 2014. Source: Ownership disclosure submitted by shareholder.

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Net Asset Value

NAV (RON)/Share



- From June to November 2012, the NAV reflects a zero valuation for Hidroelectrica after the Court admitted the Company's request for insolvency
- Starting December 2012, the NAV reflects the change in the local regulator's valuation methodology which allows companies in insolvency to be valued based on an independent valuation report.
- In February 2014, Hidroelectrica re-entered the insolvency procedure and the Fund's stake has been valued based on an independent valuation report.
- In June 2014, the NAV was adjusted for the RON 0.05 share capital decrease approved by shareholders on 3 February 2014 (for which registration date was 30 April 2014)

Contributors to NAV Performance for Q3 2014

TOP PERFORMERS

Company	Status	% in Total NAV ¹	% change in NAV performance for Q3 2014	Change in NAV per share (RON)
Romgaz	Listed	9.4%	0.34%	0.0042
Banca Transilvania	Listed	0.9%	0.10%	0.0012
SN a Sarii Salrom	Unlisted	0.8%	0.05%	0.0007
Primcom	Listed	0.1%	0.05%	0.0006
Nuclearelectrica	Listed	1.5%	0.04%	0.0004

BOTTOM PERFORMERS

Company	Status	% in Total NAV ¹	% change in NAV performance for Q3 2014	Change in NAV per share (RON)
OMV Petrom	Listed	34.4%	(0.85)%	(0.0106)
BRD Groupe Societe Generale	Listed	1.5%	(0.13)%	(0.0016)
Transelectrica ²	Listed	N.A.	(0.07)%	(0.0008)
Severnav ²	Listed	N.A.	(0.02)%	(0.0003)
Alcom	Listed	0.0%	(0.02)%	(0.0002)
TOTAL NAV VARIANCE Q3 2014				(0.0064)

1. NAV report as at 30 September 2014.

2. Holding sold in the period.

Contributors to NAV Performance for 9 months ended 30 September 2014

TOP PERFORMERS

Company	Status	% in Total NAV ⁴	% change in NAV performance for 9 months ended 30 September 2014	Change in NAV per share (RON)
Electrica Furnizare ¹	Unlisted	0.6%	0.59%	0.0074
E.ON Energie Romania ¹	Unlisted	0.9%	0.44%	0.0056
Transelectrica ³	Listed	N.A.	0.38%	0.0048
Romgaz	Listed	9.4%	0.37%	0.0047
Banca Transilvania	Listed	0.9%	0.16%	0.0020

BOTTOM PERFORMERS

Company	Status	% in Total NAV ⁴	% change in NAV performance for 9 months ended 30 September 2014	Change in NAV per share (RON)
CE Oltenia ²	Unlisted	0.8%	(1.34)%	(0.0171)
Hidroelectrica ²	Unlisted	14.3%	(0.89)%	(0.0114)
Nuclearelectrica	Listed	1.5%	(0.53)%	(0.0068)
Alro	Listed	0.6%	(0.12)%	(0.0015)
BRD Groupe Societe Generale	Listed	1.5%	(0.05)%	(0.0007)
TOTAL NAV VARIANCE 9 months ended 30 September 2014				0.0002

1. Holding valued by an independent valuer (KPMG).

2. Valuation of the holding updated by an independent valuer (KPMG).

3. Holding sold in the period.

4. NAV report as at 30 September 2014.

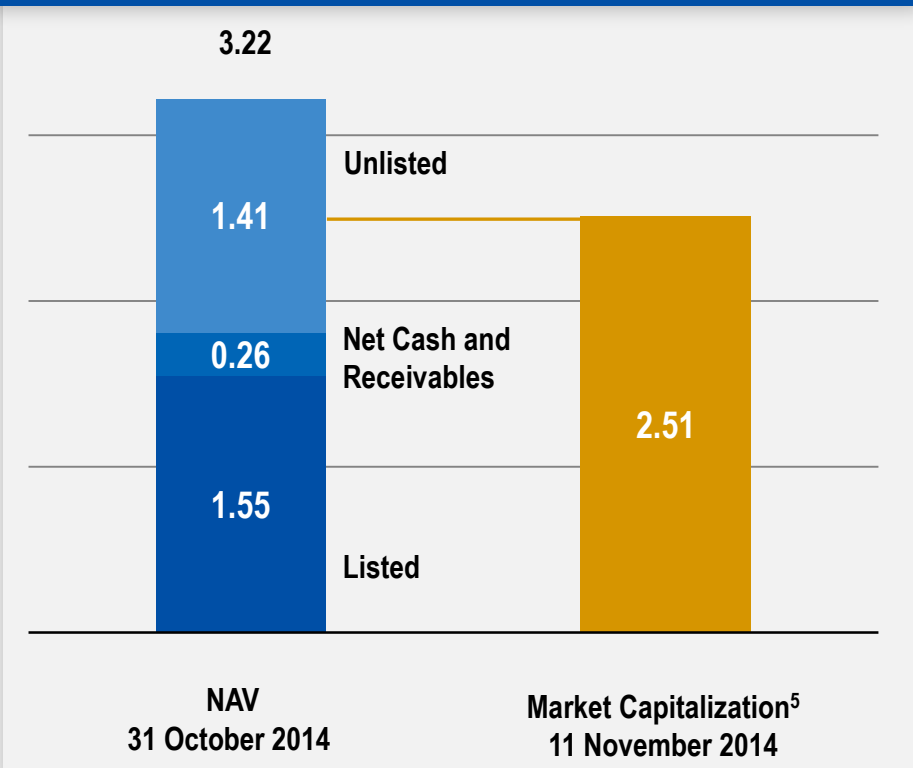
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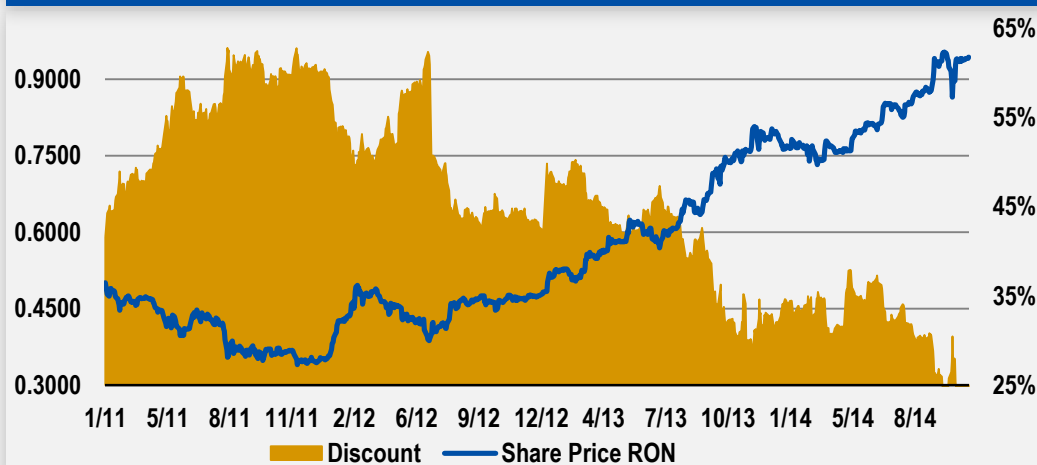


FP Market Valuation/Performance

NAV vs. Market Capitalization (EUR bn)¹



FP Share Price² (RON) and Discount (%)



Discount ³	21.9%
Average Daily Turnover ⁴	EUR 2.6 mn

Number of Shares Traded ⁴	3.0 bn shares (24.9% of the paid share capital)
Value of the Shares Traded ⁴	EUR 570.1 mn

1. Source: BVB, FP NAV as at 31 October 2014.
 2. Source: Bucharest Stock Exchange, Bloomberg, for the period 25 January 2011 – 11 November 2014.
 3. As at 11 November 2014.
 4. Source: BVB, for the period 3 January – 11 November 2014.
 5. Excluding treasury shares.

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NAV and Share Price Performance

Cumulative Performance

	2011	2012	2013	Since Performance Inception ¹	YTD ¹
NAV	-0.47%	8.91%	13.29%	27.93%	0.92%
Ordinary Share Price	-30.32%	38.30%	61.34%	86.82%	20.16%

Average Annual Discount

2011	2012	2013	YTD ²	Current Discount ³
55.67%	50.20%	41.30%	31.48%	21.86%

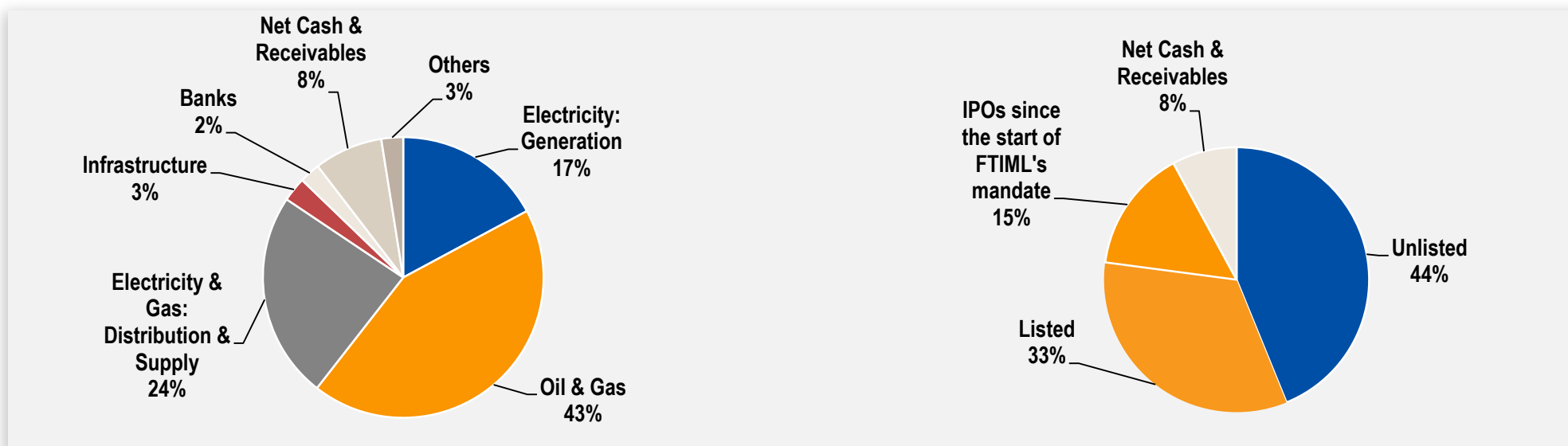
1. As at 31 October 2014.

2. For the period: 1 January – 11 November 2014.

3. As at 11 November 2014.

Portfolio Performance

Portfolio Structure – 31 October 2014



- As at 31 October 2014, the portfolio included stakes in 54 companies (17 listed and 37 unlisted)
- No new investments were made by the Fund in 2014.
- The Fund Manager's objective is to increase the listed part of the portfolio to 100%.

Largest Holdings by NAV

No.	Portfolio Company	Status	Majority Shareholder	% Stake ¹	NAV as at 31 October 2014 (EUR mn)	% in NAV as at 31 October 2014
1	OMV Petrom SA	Listed	OMV	19.0%	1,067.6	33.1
2	Hidroelectrica SA	Insolvency	Romanian State	19.9%	476.9	14.8
3	Romgaz SA	Listed	Romanian State	10.0%	299.5	9.3
4	ENEL Distributie Banat	Unlisted	Enel Group	24.1%	129.9	4.0
5	ENEL Distributie Muntenia	Unlisted	Enel Group	12.0%	107.2	3.3
6	GDF Suez Energy Romania	Unlisted	GDF Suez	12.0%	91.6	2.8
7	ENEL Distributie Dobrogea	Unlisted	Enel Group	24.1%	85.9	2.7
8	E.ON Moldova Distributie SA	Unlisted	E.ON Group	22.0%	78.2	2.4
9	Electrica Distributie Muntenia Nord SA	Unlisted	Electrica Group	22.0%	67.1	2.1
10	CN Aeroporturi Bucuresti SA	Unlisted	Romanian State	20.0%	65.2	2.0
Top 10 Portfolio Holdings					2,469.1	76.5
NAV					3,222.2	100.0
NAV Per Share (EUR)					0.2734	

Note: Values in EUR calculated using the EUR/RON FX rate as at 31 October 2014.

Source: Report prepared by the Fund Manager as at 31 October 2014.

1. Based on the 30 September 2014 Detailed Statement of Investments.

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IPO, SPO, and ABO Transactions

Completed Transactions

Company	Transaction	Seller	Offering Stake	Market Value (EUR mn)	Investment Consortium Selected	Comments
Romgaz	ABO	FP	4.99%	146.4	Goldman Sachs and Erste-BCR	Completed in June 2014
Transelectrica	ABO	FP	13.00%	48.4	Raiffeisen Bank, UniCredit, SSIF Broker	Completed in July 2014
Conpet	ABO	FP	23.60%	22.5	Wood & Co and BRD- Groupe Societe Generale	Completed in October 2014

Government SPO & IPO Calendar

Future IPOs and Privatizations

Company	Official Timeline ¹	FP Expectations	Offering Size %	Offering Size Value (EUR mn)	FP Stake Value (EUR mn)	Seller	Investment Consortium Selected
Hydroelectrica	IPO – June 2014	Delayed by the insolvency proceedings	15.0	412.6 ²	476.9 ²	New Shares	Morgan Stanley, Raiffeisen
CE Oltenia	IPO – Nov 2015	2015	12.0/15.3	17.0/22.3 ⁴	27.2 ⁴	New Shares	BRD Groupe Societe Generale, Swiss Capital ³
Posta Romana	Privatization (Share Capital Increase)	H1 2015	>50.0	>41.3 ⁴	13.8 ⁴	New Shares	KPMG, Tuca, Zbarcea and Associates

Other candidates from the Fund's portfolio for IPOs

Company	FP Stake ⁴	FP Stake Value (EUR mn)	Market Cap
Administratia Porturilor Maritime (Constanta Port)	20.0%	15.8 ⁴	78.9 ⁴
Aeroporturi Bucuresti (Bucharest Airports)	20.0%	65.2 ²	326.0 ²
Salrom	49.0%	25.9 ⁴	52.8 ⁴

1. As agreed with the IMF in the September 2013 Letter of Intent.

2. Source: The NAV report prepared by the Fund Manager as at 31 October 2014.

3. Offer submitted in April 2013.

4. Source: 30 September 2014 Detailed Statement of Investments.

Disposal of the Unlisted Power and Gas Distribution Companies

Company	FP Stake	NAV EUR mn	% NAV
Enel Distributie Muntenia (EDM)	12%	107.2	3.2%
Enel Energie Muntenia (EEM)	12%	14.8	0.4%
Enel Distributie Banat (EDB)	24%	129.9	3.9%
Enel Distributie Dobrogea (EDD)	24%	85.9	2.6%
Enel Energie (EE)	12%	16.8	0.5%
Electrica Distributie Muntenia Nord	22%	67.1	2.0%
Electrica Distributie Transilvania Nord	22%	46.9	1.4%
Electrica Distributie Transilvania Sud	22%	43.5	1.3%
Electrica Furnizare	22%	20.0	0.6%
E.ON Moldova Distributie	22%	78.3	2.4%
E.ON Gaz Distributie	12%	37.4	1.1%
E.ON Energie Romania	13%	29.7	0.9%
GDF Suez Energy Romania	12%	91.7	2.8%
TOTAL		769.2	23.1%

Background

- The total value of the holdings is EUR 769.2 mn, or 23.1% of the NAV per the Fund's 30 September 2014 Detailed Statement of Investments
- On 27 November 2012, the Romanian Government approved the exercise of the put option to sell 13.6% of ENEL Distributie Muntenia and ENEL Energie Muntenia for EUR 521 mn
- All the minorities stakes held by Electrica in the privatized power and gas distributors have been transferred to a newly created company, SAPE (company for the administration of participations in the energy sector), controlled by the Department of Energy.

Status

- E.ON:** Following the positive ruling of the Arbitration Court in Paris regarding the Call option exercised by E.ON back in 2010, E.ON acquired from Electrica an additional 17% stake in E.ON Moldova Distributie and proportionally 2.4% stake in E.ON Energie Romania, increasing its share in the share capital of the two companies to 68% and 53.4% respectively. **In July 2014, E.ON announced that it intends to merge the electricity distribution company E.ON Moldova Distributie with the gas distribution company E.ON Gaz Distributie. Based on the valuation reports, the Fund's stake would be around 18.3% of the new entity.**
- Enel:** Following failed negotiations between Enel and the Romanian Government, the Government has decided to resolve the dispute over the value of the put option at the Paris Court of International Arbitration. **In July 2014, Enel announced that intends to sell the operations in Romania. Citibank and Unicredit have been appointed by Enel to advise on the transactions. The Fund has tag along rights in EDM and EEM.**
- Electrica:** Following the appointment of a new Board of Electrica in the shareholder meeting on 22 September 2014, the Fund is prepared to re-start discussions for the potential sale of its stakes in the Electrica subsidiaries

Notes: Values in EUR calculated using the EUR/RON FX rate as at 30 September 2014.
Based on the 30 September 2014 Detailed Statement of Investments.

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Top Listed Portfolio Holdings – Key Financials

Company	EBITDA(ROn mn)		Net Profit (ROn mn)	
	9-months 2013	9-months 2014	9-months 2013	9-months 2014
OMV Petrom SA	6,994	6,394	3,663	2,407
Romgaz SA	1,491	1,929	797	1,114
BRD Groupe Societe Generale	-	-	50	20
Conpet SA	39	51	40	48
Banca Transilvania SA	-	-	240	338
TOTAL	8,524	8,374	4,790	3,927
WEIGHTED TOTAL	1,490	1,423	796	594

Note: EBITDA is calculated as Operational result + Depreciation and Amortization.
Source: Companies' financial statements.

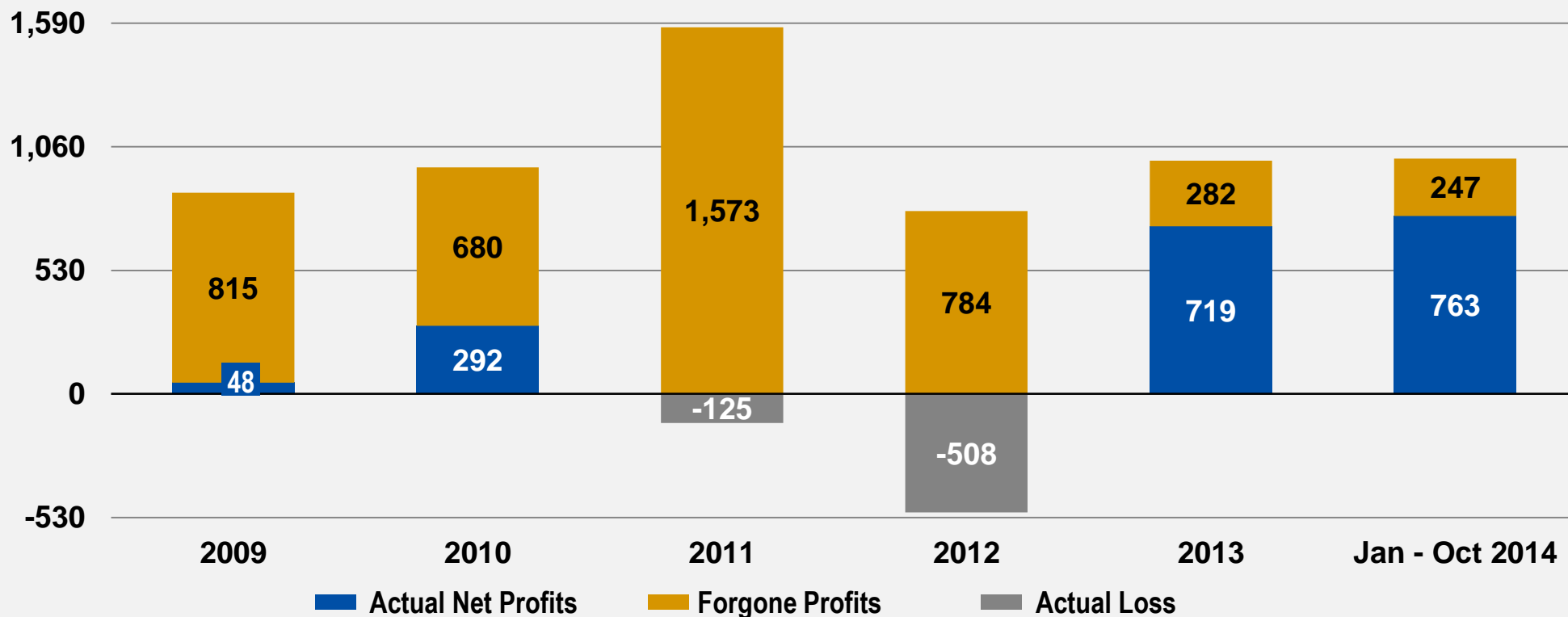
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Update on Hidroelectrica Insolvency

Net Income vs. Foregone Profits (RON mn)



Source: Company 's Financial Statements.

Assumed selling price of 150 RON/MWh for 2009 and 2010, 220 RON/MWh in 2011, 217 RON/MWh in 2012, 210 RON/MWh in 2013, RON 166/MWh for January – September 2014, and RON 168/MWh for October – December 2014.

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Corporate Governance Code and Listing of SOEs

Corporate Governance Code was Approved by GEO 109/2011 on 30 November 2011

Legend

- ✓ Completed
- ? Appointment suspected to be politically influenced
- X Not completed
- Changes from H12014

Company	FP Stake ¹	% in Total NAV ¹	NAV EUR mn ¹	Listing Status ²	Independent Board ²	Professional Management ²
Hidroelectrica	20	14.3	477.2	X	NA	NA
Romgaz	10	9.4	314.5	✓	✓	✓
Electrica Distributie Muntenia Nord	22	2.0	67.1	X	?	?
CN Aeroporturi Bucuresti	20	2.0	65.2	X	X	X
Nuclearelectrica	10	1.5	51.3	✓	?	✓
Electrica Distributie Transilvania Nord	22	1.4	46.9	X	?	?
Electrica Distributie Transilvania Sud	22	1.3	43.5	X	?	?
Conpet	30	0.9	28.9	✓	✓	?
Complexul Energetic Oltenia	22	0.8	27.2	X	?	?
SN a Sarii Salrom	49	0.8	25.9	X	X	X
Electrica Furnizare	22	0.6	20.0	X	?	?
CN Administratia Porturilor Maritime	20	0.5	15.8	X	✓	✓
Posta Romana	25	0.4	13.8	X	X	X
Romaero	21	0.1	4.6	✓	X	X
CN Administratia Canalelor Navigabile ³	20	0.1	3.7	X	✓	?
Plafar	49	0.0	1.1	X	X	X
Oil Terminal	6	0.0	0.8	✓	✓	?
CN Administratia Porturilor Dunarii Fluviale ³	20	0.0	0.8	X	?	?
AI M. Kogalniceanu – Constanta	20	0.0	0.5	X	?	?
A.I. Timisoara – Traian Vuia	20	0.0	0.4	X	X	X
CN Administratia Porturilor Dunarii Maritime	8	0.0	0.0	X	?	?
Total		36.1	1,209.2			

1. Source: Based on the 30 September 2014 Detailed Statement of Investments. Values in EUR calculated using the EUR/RON FX rate as at 30 September 2014.

2. As at 14 November 2014.

3. The administration plan was not approved.

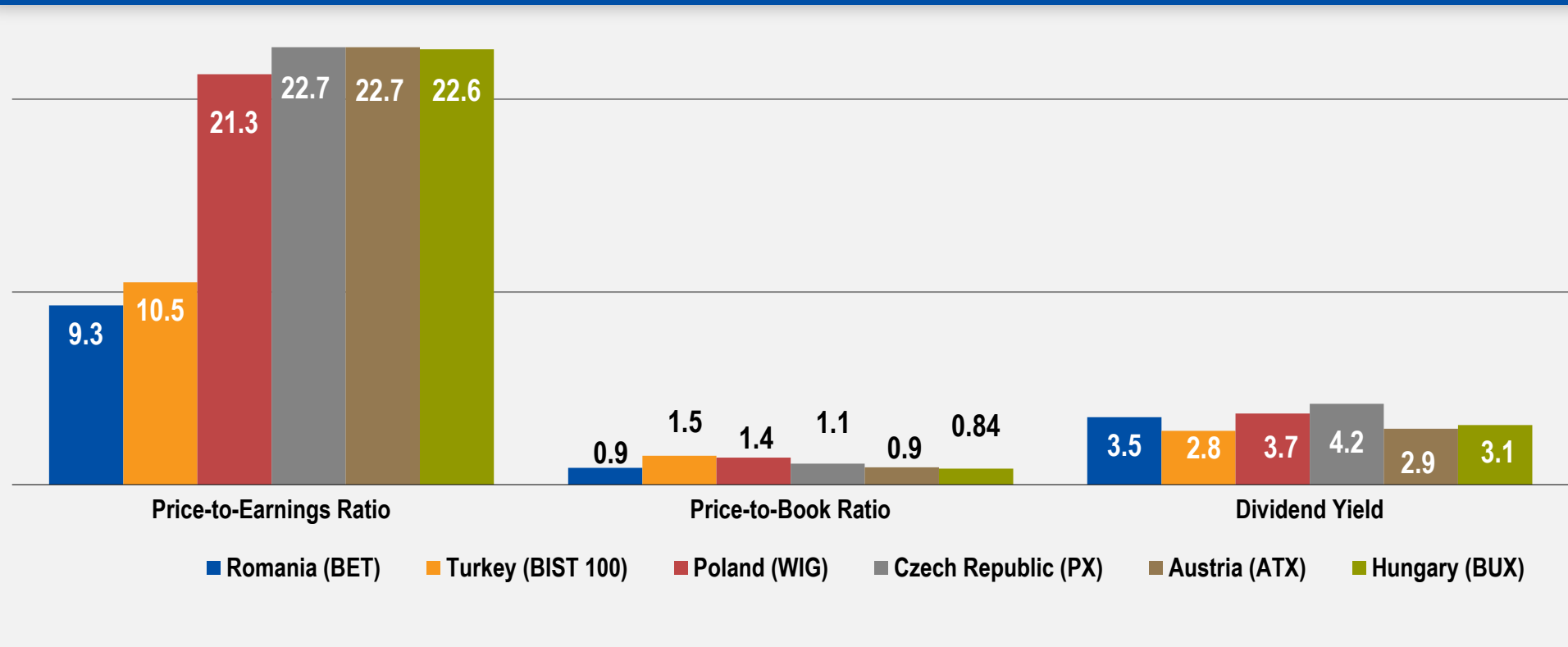
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Valuation Gap Between Romania and Other Countries

Valuation Comparison: Romania vs. Countries in the Region



Source: Bloomberg – October 2014.

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Corporate Actions

Updated Annual Cash Distribution Policy

Status

- The Fund Manager has amended the Fund's Annual Cash Distribution Policy to reflect the FSA's interpretation on the NAV calculation methodology, which in essence limits the Fund's current ability to distribute dividends
- The Fund Manager intends to recommend to shareholders a cash distribution related to each financial year equivalent to:
dividend income from portfolio companies + interest on cash balances - expenses and taxation - allocations to legal reserves
- The cash distributions would be paid to shareholders in the form of a return of capital (by decreasing the nominal value per share) or in the form of dividends
- For dividend distributions (where permitted by applicable law), the distributable amount will be assessed based on audited financial information
- For returns of capital, the distributable amount will be based on a best estimate according to the latest management accounts at the time of proposing the resolution
- The Annual Cash Distribution Policy does not limit additional cash returns and share buy-backs that can be recommended by the Fund Manager separately, according to the IPS

Note: The full text regarding the Updated Annual Cash Distribution Policy was published in the investor report released on 3 September 2014, and can be found on the Fund's website www.fondulproprietatea.ro.

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Dividend Income – Top 20 Portfolio Companies

Top 20 Holdings ¹	FP NET DIVIDEND (RON mn)			
	2014	2013	2012	2011
1 OMV Petrom SA	331.4	319.0	353.1	201.6
2 Hidroelectrica SA	—	—	—	52.5
3 Romgaz SA	148.5	158.9	140.6	106.0
4 ENEL Distributie Banat SA	—	—	—	20.2
5 ENEL Distributie Muntenia SA	—	—	—	—
6 GDF Suez Energy Romania	33.6	22.8	—	9.6
7 ENEL Distributie Dobrogea SA	—	—	—	13.5
8 E.ON Moldova Distributie SA	—	—	—	—
9 Electrica Distributie Muntenia Nord SA	23.2	16.2	1.8	—
10 CN Aeroporturi Bucuresti SA	NA	9.1	9.4	9.9
11 BRD Groupe Societe Generale	—	—	3.6	2.1
12 Transelectrica SA	22.0	4.0	10.9	1.2
13 Nuclearelectrica SA	27.9	2.3	—	—
14 Electrica Distributie Transilvania Nord SA	11.7	—	—	—
15 Electrica Distributie Transilvania Sud SA	12.7	—	—	—
16 E.ON Gaz Distributie SA	—	29.9	—	—
17 E.ON Energie Romania SA	—	—	—	—
18 Conpet SA	8.8	8.4	6.6	7.0
19 Complexul Energetic Oltenia SA ³	—	10.3	N/A	N/A
20 Banca Transilvania SA	—	—	—	—
TOTAL (RON mn)	619.8	580.9	526.0	423.6
Total Dividends from Listed Companies (RON mn)	538.6	373.9	450.1	304.0
Total Dividends from Unlisted Companies (RON mn)	131.2	275.8⁶	168.9	215.1
Total Dividend Income (RON mn)	669.8	649.7	619.0	519.1
Dividend /Distribution per Share (RON)		0.05000⁸	0.04089	0.03854
Share Price (RON)		0.7640⁷	0.6600⁴	0.5550⁵

Note: Calculation based on the companies' financial statements.

1. Based on the 30 June 2014 Detailed Statement of Investments.

2. Dividends are distributed based on individual financial statements.

3. Created through the merger of CE Craiova SA, CE Rovinari SA, CE Turceni SA and SNLO; Combined IFRS financial statements of CE Craiova SA, CE Rovinari SA, CE Turceni SA and SNLO; Dividends distributed to FP by merged companies: 2012 (CE Rovinari RON 6.5mn, CE Craiova RON 0.03mn), 2011 (CE Rovinari RON 0.02mn, CE Craiova RON 0.01mn)

4. As at 15 May 2013.

5. As at 9 May 2012.

6. Includes dividends from Romgaz and Nuclearelectrica, which were unlisted at that time.

7. As at 28 April 2014.

8. Paid as a return of capital in June 2014, following the decrease of the nominal value of the Fund's share from RON 1 to RON 0.95

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Buy-Back Programs

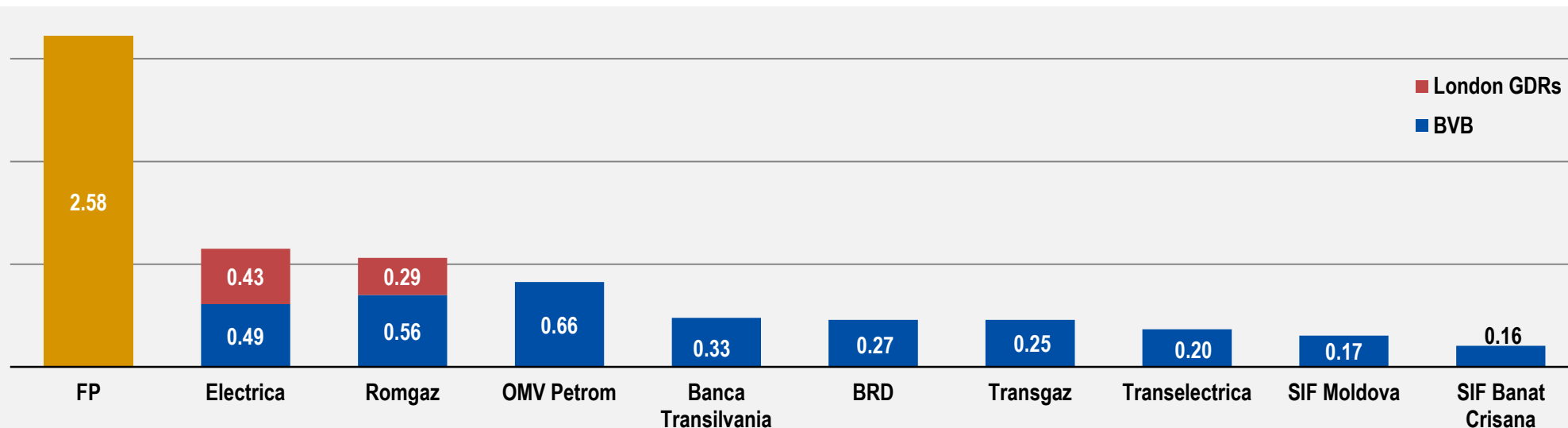
Program	Period	Status	No. of shares to be repurchased/ % of the Fund's issued share capital	Average share price (RON/share)	Broker	Cancellation of shares
Third	March-July 2014	Completed	252.9 mn/1.89%	0.8126	Raiffeisen	Ongoing. Cancellation approved on 23 Sept 2014
Fourth	Started on 1 st of October 2014	Ongoing	991.0 mn/7.32%	0.9393 ¹	Raiffeisen	-
Fifth	-	Submitted for shareholders' approval during the 19 November 2014 GSM	227.6 mn/1.89%	-	-	-

Tender	Announcement date	Status	No. of shares to be repurchased	Tender price (RON/share)	FP pre-announcement share price (RON/share)	Premium to pre-announcement share price (%)	Discount of offer price to NAV (%)
First	10 October 2013	Completed	600,000,000	1.00	0.7700	29.87%	13.87%
Second	20 October 2014	Ongoing	750,000,000	1.11	0.8965	23.81%	10.76%

1. As at 15 October 2014.

Buy-Back Program – Average Daily Trading

Average Daily Turnover in October 2014 (EUR mn)



Fourth Buy-Back Program

ADTV (October 2014)	12.3 mn shares / EUR 2.6 mn
25% of ADTV	3.1 mn shares / EUR 0.6 mn
Total cash & cash equivalents as at 31 October 2014 ¹	RON 1,174.0 mn / EUR 266.0 mn
Number of shares to be repurchased	990,855,616
Number of shares repurchased as at 31 October 2014	36,350,200
Average price for the shares repurchased as at 31 October 2014	0.9393

Source: Bloomberg, Bucharest Stock Exchange, computed using the NBR EUR/RON FX as at 31 October 2014.

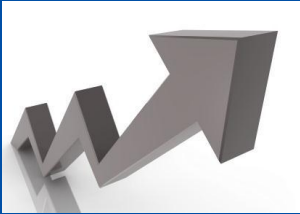
1. Using the simplifying assumption that all available cash & cash equivalents as at 31 October 2014 can be used for buy-backs, so ignoring other possible cash outflows and inflows. Total cash & cash equivalents include the deposit of guarantee with Raiffeisen for the tender offer.

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Secondary Listing on the LSE – Plan



Fungible trading between London and Bucharest is planned to be achieved via the use of Depositary Interests (“DIs”) in the UK. In this regard, a UK-based registrar and depository would bridge the London and Bucharest markets by holding Shares through a local (Bucharest based) custodian via Clearstream (clearing and settlement entity connected to the Central Depository in Bucharest) and issuing DIs in London. Regulatory changes are required in order for trading of DIs to be feasible in Romania.



New local and foreign investors will be attracted via separate placements of shares facilitated by existing shareholders through accelerated placements and/or individual trades on the regular (open) market either at the same time or subsequent to the listing in London. No new shares will be issued by the Fund.

Status

The documentation for the secondary listing of the Fund on the LSE has been finalized and is ready to be filed. The FSA has published the draft DIs regulation for public consultation until 15 November. Once the FSA approves the required changes, the Fund’s listing can be completed in late-November/ early December.

Top 15 Funds on LSE

Fund	Symbol	Currency	Total NAV	Premium / Discount to NAV (%)	% Listed (approximately)
Alliance Trust	ATST	GBP	2.85	-12.30%	96
Scottish Mortgage	SMT	GBP	2.7	0.74%	96
Fondul Proprietatea	FP.	USD	2.51	-24.34%	55
F&C Investment Trust	FRCL	GBP	2.51	-10.35%	85
RIT Capital Partners	RCP	GBP	2.22	-2.55%	65
Templeton Emerging Markets UK	TEM	GBP	2.04	-9.58%	91
Mercantile Investment Trust	MRC	GBP	1.8	-12.10%	100
HICL Infrastructure Company	HICL	GBP	1.53	18.44%	0
Caledonia Investments	CLDN	GBP	1.49	-17.47%	35
Witan	WTAN	GBP	1.38	-3.12%	92
Murray International	MYI	GBP	1.29	7.55%	100
NB Global Floating Rate Income	NBLS	GBP	1.23	-3.30%	0
3i Infrastructure	3IN	GBP	1.17	18.60%	0
Kennedy Wilson Europe Real Estate	KWE	GBP	1	5.77%	0
New Europe Property Investment	NEPI	EUR	0.751	107.10%	0

Source: Jefferies, Morningstar, Bloomberg, Company factsheets, London Stock Exchange.

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LSE Listing – Discounts / Premiums for LSE and SFM Funds

	Average %	Min %	Max %
SFM (All)	-1.96%	-50.18%	15.91%
LSE (Top 15 largest)	5.72%	-17.47%	107.10%

- Fondul Proprietatea's discount to NAV as at 11 November 2014 was 21.86%.

Investor Relations – Upcoming Events

FP GSM
Bucharest, Romania

19

Nov 2014

FP Analyst and Investor Days
Bucharest, Romania

19 - 21

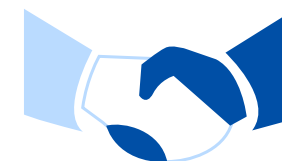
Nov 2014

2-4

Dec 2014

**Wood Emerging Europe
Conference**

Prague, Czech Republic



**CEE & Austria Conference,
U.S. Road-show**
New York, U.S.



More information about the Fund can be found on the website www.fondulproprietatea.ro

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Fondul Proprietatea – 2014 Fall Analyst and Investor Days

Bucharest /Prahova county

Wednesday, 19 November 2014

11.30 p.m. / 12.00 p.m.	Pick-up from Marriott Hotel / Intercontinental Hotel
12:00 p.m.	Departure to OMV PETROM Refinery and Power-Plant in Ploiesti
1.30 – 3.00 p.m.	OMV PETROM Presentation and Site Visit
3.00 p.m.	Departure to SALROM – Slanic Prahova Salt Mine
4:30 – 6.00 p.m.	SALROM Presentation and Mine Visit
6.00 – 8.00 p.m.	Transfer back to Bucharest
8.00 p.m.	Dinner, hosted by Renaissance Capital

Fondul Proprietatea – 2014 Fall Analyst and Investor Days

Bucharest	Thursday, 20 November 2014 – Marriott Hotel, Constanta Room
8:30 a.m.	Registration and Breakfast
8:50 – 9:00 am	Welcome – Dr. Mark Mobius (Executive Chairman Templeton Emerging Markets Group) and Grzegorz Konieczny (CEO and Fund Manager of Fondul Proprietatea)
9:00 – 9:20 am	Keynote Speaker
9:20 – 9:40 a.m.	Embassy of the United States of America His Excellency Mr. Dean Thompson, Chargé d'affaires
9:40 – 10:00 a.m.	Embassy of the United Kingdom His Excellency Mr. Paul Brummell, Ambassador
10:00 – 10:20 a.m.	International Monetary Fund – Presentation and Q&A Guillermo Tolosa, IMF Resident Representative in Romania
10:20 – 10:40 a.m.	National Bank of Romania – Presentation and Q&A Bogdan Olteanu, Vice-Governor
10:40 – 11:00 p.m.	Ministry of Energy Răzvan Nicolescu, Minister
11:00 – 11:20 a.m.	Ministry of Public Finance Ioana Maria Petrescu, Minister
11:20 – 11:35 a.m.	Coffee break

Fondul Proprietatea – 2014 Fall Analyst and Investor Days

Bucharest	Thursday, 20 November 2014 – Marriott Hotel, Constanta Room
11:35 – 11:50 a.m.	Ministry of Transportation Ioan Rus, Minister
11:55 a.m. – 12.15 p.m.	Financial Supervisory Authority – Presentation and Q&A Misu Negritoiu, President
12:15 – 12:35 p.m.	Bucharest Stock Exchange Ludwik Sobolewski, CEO
12:35 – 1.10 p.m.	OMV Petrom - Presentation and Q&A Mariana Gheorghe , CEO
1.10 – 2.00 p.m.	Lunch
2:00 – 2:35 p.m.	Fondul Proprietatea – Presentation and Q&A Grzegorz Konieczny, CEO and Fund Manager
2:35 – 3:10 p.m.	Romgaz – Presentation and Q&A Virgil Metea, CEO
3:10 – 3:45 p.m.	Nuclearelectrica – Presentation and Q&A Daniela Lulache, CEO
3:45 – 4:20 p.m.	BRD – Presentation and Q&A Claudiu Cercel, Deputy CEO
4:20 – 4:45 p.m.	Coffee break

Fondul Proprietatea – 2014 Fall Analyst and Investor Days

Bucharest Thursday, 20 November 2014 – Marriott Hotel, Constanta Room

4:45 – 5:20 p.m.	ENEL Romania – Presentation and Q&A Toni Volpe, CEO
5:20 – 5:55 p.m.	Hidroelectrica – Presentation and Q&A Remus Borza, EURO INSOL SPRL (Judicial Administrator)
5:55 – 6:30 p.m.	Electrica – Presentation and Q&A Ioan Rosca, CEO
6:30 – 7:00 p.m.	Posta Romana - Presentation and Q&A Alexandru Petrescu, CEO
7:00 p.m.	Dinner, hosted by Ipopema Securities

Fondul Proprietatea – 2014 Analyst and Investor Days

Bucharest		Friday, 21 November 2014 – Marriott Hotel, Grand Ballroom	
9:00 a.m. – 4:00 p.m.		One-on-one meetings with portfolio companies	
1:00 – 2:00 p.m.		Lunch	
7:00 p.m.		Dinner, hosted by Fondul Proprietatea	

Companies	
Fondul Proprietatea	Conpet
OMV Petrom	SN a Sarii Salrom
Hidroelectrica	BRD Groupe Societe Generale
Romgaz	Banca Transilvania
Posta Romana	Constanta Port
Electrica	Nuclearelectrica

General Shareholders Meeting on 19 November 2014

OGM Agenda

- The approval of the 2015 budget of Fondul Proprietatea SA
- The appointment of DELOITTE AUDIT S.R.L as the financial auditor of Fondul Proprietatea SA
- The appointment of 3 members of the Board of Nominees following the expiration of three mandates, two on 4 April 2015, and another on 13 April 2015
- The approval of engaging, on behalf of Fondul Proprietatea SA, of independent valuers with the aim of performing valuation of certain holdings of Fondul Proprietatea SA in listed and unlisted portfolio companies
- The approval of 11 December 2014 as the registration date

EGM Agenda

- Approval of the amendments to the Constitutive Act
- Approval of the fifth buy-back programme for the repurchase of a maximum number of (i) 227,572,250 shares or (ii) 10% of the subscribed share capital at the relevant time, whichever is the lesser, starting with the date when the share capital decrease approved through EGM Resolution on 23 September 2014 is effective, for a maximum period of 18 months as of the date when the shareholders' resolution is published in the Official Gazette of Romania. The buy-back shall be performed at a price that cannot be lower than RON 0.2 / share or higher than RON 2 / share.
- The full convening notice can be found on the Fund's website [here](#).

Q3 2014 Financial Results

Income Statement (RON million)

	Q3 2013 (Unaudited)	Q3 2014 (Unaudited)	9 month period ended 30 Sept. 2013 (Unaudited)	9 month period ended 30 Sept. 2014 (Unaudited)
Revenues from Current Activity, Out of Which:	49.8	246.8	924.6	1,699.4
Revenues from Financial Assets	15.0	20.0	619.8	669.8
Interest Income	10.4	8.4	31.1	16.8
Reversal of Impairment Adjustments & Provisions	23.6	0.2	24.6	30.2
Revenues from Disposal of Financial Assets	0.2	216.7	248.0	979.1
Revenues from Foreign Exchange Differences	-	0.1	0.1	1.4
Other Income from Current Activity	0.6	1.4	1.0	2.1
Expenses from Current Activity, out of which:	29.2	307.7	389.4	690.9
Expenses from Disposal of Financial Assets	0.2	277.4	319.1	605.6
Expenses from Foreign Exchange Differences	-	0.1	0.1	2.2
Depreciation, provisions, losses from receivables and sundry debtors	11.1	0.1	12.7	2.1
Commissions and Fees	4.3	9.0	15.7	23.1
Other Expenses from Current Activity ¹	13.6	21.1	41.8	57.9
Gross Profit	20.6	(60.9)	535.2	1,008.5
Income Tax Expense	-	9.1	-	24.0
Net Profit	20.6	(70.0)	535.2	984.5

Source: Q3 2014 Results Report, prepared in accordance with the Financial Supervisory Authority regulations¹ in force (Romanian Accounting Regulations).

1. Other expenses from current activity include bank charges, and utilities expenses, salary costs, third party expenses as well as duties and other taxes.

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Balance Sheet (RON million)

	31 December 2013 (Audited)	30 June 2014 (Unaudited)	30 September 2014 (Unaudited)
Intangible Assets	0.8	0.6	0.7
Financial Assets	10,490.6	10,157.0	9,788.7
Non-Current Assets – Total	10,491.4	10,157.6	9,789.4
Current Assets – Total	454.1	1,659.9	1,231.1
Prepaid Expenses	-	0.2	0.1
Payables Within One Year	31.2	649.9	50.1
Total Assets Less Current Liabilities	10,914.3	11,167.8	10,970.5
Provisions	29.3	15.0	15.0
Shareholder's Equity	10,885.0	11,152.8	10,955.5

Source: Q3 2014 Results Report, prepared in accordance with the Financial Supervisory Authority regulations' in force (Romanian Accounting Regulations).

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