



FRANKLIN TEMPLETON  
INVESTMENTS

FONDUL  
PROPRIETATEA

#### Fund Description

Fondul Proprietatea (FP) is a joint stock company operating as a closed-end investment company without a set lifetime, incorporated in Romania. The Fund was established by the Romanian Government in 2005 and eligible claimants who lost property under former communist governments were awarded shares in the Fund in lieu of compensation. The Fund was listed on the Bucharest Stock Exchange in January 2011.

#### Investment Objective

The FP's investment objective is the maximization of returns and per-share capital appreciation via investments mainly in Romanian equities and equity-linked securities.

#### Fund Manager

Franklin Templeton Investment Management Limited UK, Bucharest Branch – since 29 September 2010.

#### Head Legal Representative & Portfolio Manager

Grzegorz Konieczny

#### Fund Details as at 31/03/2015

Base Currency of Fund: Romanian Lei (RON)

Date of Fund Launch: 28 December 2005

Performance Inception Date:

31 December 2010 for NAV

25 January 2011 for Ordinary Share Price

Number of Issued Shares: 12,184,278,667

Number of Shares Corresponding to Paid Share capital: 11,820,466,317

Subscribed Share Capital:

RON 11,575,064,733.65

Paid Share Capital: RON 11,229,443,001.15

#### Distribution per Share

2014 Distribution: 0.05000 RON, starting with 29 June 2015

2013 Distribution: 0.05000 RON July 2014

2012 Dividend: 0.04089 RON June 2013

2011 Dividend: 0.03854 RON June 2012

2010 Dividend: 0.03141 RON June 2011

2008–2009 Dividend: 0.0816 RON October 2010

#### Fund Identifier

Bucharest Stock Exchange Symbol: FP

Bloomberg: FP RO

ISIN: ROFPTAACNOR5

ASF Public Register No: PJR09SIIR/400006/18.08.2010

CIVM Registration No: AC-4025-4/13.02.2015

#### Description of NAV Basis

Net Asset Value is calculated according to regulations currently applying to Fondul Proprietatea, approved by Local Regulator (CNVM Regulation no. 11/2012, which amended CNVM Regulation no. 4/2010). Where there is trading activity in the last 30 trading days, shares listed on a regulated market are valued at closing price, while the shares admitted to trading on Rasdaq market are valued based on the Reference Price method, respectively the closing price for the securities listed on section RGBS of Rasdaq and the average price for the securities listed on section XMBS of Rasdaq and UNLS. Where there is no trading activity in the 30 trading day period for listed investments, the unlisted valuation approach applies. Investments in unlisted companies are valued using either shareholders' equity value per latest annual financial statements (proportionally with the stake held) or by using valuation methods in accordance with International Valuation Standards (fair value principles). Any holding in companies going through an insolvency or reorganization procedure is valued either at zero or at the value provided by an independent valuer, using valuation methods in accordance with International Valuation Standards (fair value principles). Any holding in companies under judicial liquidation procedure, or any other liquidation procedures, as well as in companies under temporary or final suspension of operation, is valued at zero until the procedure is finalised.

Starting 1 January 2015, IFRS became the statutory accounting basis for Fondul Proprietatea, the accounting records under IFRS being used for the computation of NAV for the non-portfolio items.

#### Contact Us

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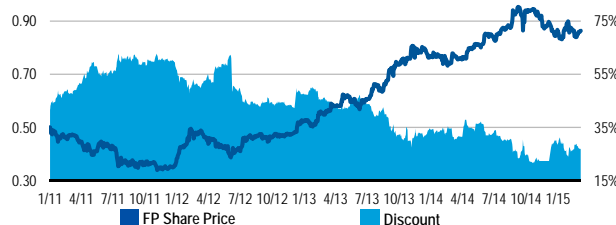
web: [www.fondulproprietatea.ro](http://www.fondulproprietatea.ro)

Fund's headquarters are at 78-80 Buzesti Str, 7th Floor, Bucharest District 1, 011017, Romania. Fund's Fiscal Identification Code (CIF): 18253260 and Trade Registry registration no: J40/21901/2005.

## Monthly Report

31 March 2015

#### SHARE PRICE (RON) AND DISCOUNT SINCE LISTING (%)



NAV/Share: RON 1.1706 / € 0.2655  
**Ordinary Share Price:**  
 0.8635 RON / € 0.1958  
**Discount:** 26.23%  
**Fund Size:**  
 RON 12.60 billion / € 2.86 billion  
**Market Capitalisation:**  
 9.30 billion RON / € 2.11 billion  
 (Excluding treasury shares)  
**Average Daily Turnover\*:**  
 9.11 million RON / € 2.07 million  
 \* For the period 1-31 March 2015

Cumulative Performance	1-Mo	3-Mo	6-Mo	9-Mo	1-Yr	2-Yr*	3-Yr*	Since perf. incept.
NAV	-0.73	-3.46	-5.89	-6.49	3.05	4.41	3.01	20.21
Ordinary Share Price	0.64	-3.63	-9.01	1.23	10.84	24.50	20.99	71.61

\* Annualized rate of return.

Performance data is shown rounded to the nearest hundredth.

#### AVERAGE ANNUAL DISCOUNT

2011	2012	2013	2014	YTD*	Current Discount**
55.67%	50.20%	41.30%	30.57%	27.88%	26.23%

\* For the period 5 January – 31 March 2015.

\*\* As at 31 March 2015.

#### PORTFOLIO STRUCTURE

Asset	% of NAV
Listed Equities	47.74
Unlisted Equities	51.31
Net Cash & Receivables*	0.95
Sector	% of NAV
Oil & Gas	42.01
Electricity & Gas: distribution, supply	27.37
Electricity: generation	19.73
Infrastructure	4.06
Banks	3.11
Heavy Industry	1.49
Aluminium	0.61
Postal services	0.44
Others	0.23
Net Cash & Receivables*	0.95

\* Net cash and receivables includes bank deposits, current bank accounts, treasury bills and bonds, dividend receivables, as well as other assets, net of all liabilities (including dividends and the liabilities to shareholders related to the return of capital) and provisions.

#### TOP 10 HOLDINGS

Security name	% of NAV
OMV Petrom SA	31.01
Hydroelectrica SA	17.28
Romgaz SA	10.72
ENEL Distributie Banat SA	5.08
ENEL Distributie Muntenia SA	3.70
GDF Suez Energy Romania SA	3.66
E.ON Distributie Romania SA	3.50
ENEL Distributie Dobrogea SA	3.15
CN Aeroporturi Bucuresti SA	2.64
Electrica Distributie Muntenia Nord SA	1.87
<b>Total</b>	<b>82.61</b>

#### SHAREHOLDERS STRUCTURE\*

	%
Foreign institutional investors	52.87
Romanian private individuals	20.73
Romanian institutional investors	11.75
Foreign private individuals	5.71
Ministry of Public Finance**	0.04
Treasury shares***	8.90
<b>Total Number of Shareholders</b>	<b>8,690</b>

\* Based on the paid share capital.

\*\* 363,812,350 shares unpaid by Ministry of Public Finance.

\*\*\* 990,855,616 treasury shares acquired in the fourth buyback program and 61,153,099 treasury shares acquired in the fifth buyback program.

#### Important Information and Disclaimers

The above portfolio information is calculated on the basis of the NAV. The portfolio manager for the Fund reserves the right to withhold release of information with respect to holdings that would otherwise be included in the Top 10 Holdings list where the protection of such information is in the best interests of the Fund. The price of shares and income from them can go down as well as up and you may not get back the full amount that you invested. Past performance is no guarantee of future performance. In emerging markets, the risks can be greater than in developed markets. Investment in the Fund may not be suitable for all investors; we suggest investors seek guidance from a financial adviser. Read the issue prospectus before investing in this fund/investment firm. Franklin Templeton Investment Management Limited United Kingdom, Bucharest Branch, as sole administrator of Fondul Proprietatea SA issues quarterly, semi-annual and annual reports which are published on the Fund's website at [www.fondulproprietatea.ro](http://www.fondulproprietatea.ro). This is a short summary for the information of existing shareholders only and is not intended to be used as the basis for investment decisions.

Existing and potential investors should refer to the Fund's prospectus and amendment, available at [www.fondulproprietatea.ro](http://www.fondulproprietatea.ro). All information presented in the report is provided by Franklin Templeton Investment Management Limited United Kingdom, Bucharest Branch.

This report is issued in Romania by Franklin Templeton Investment Management Limited United Kingdom, Bucharest Branch, at 78-80 Buzesti Str, Premium Point, 7<sup>th</sup> and 8<sup>th</sup> Floors, Bucharest 1, 011017, ROMANIA registered with ASF Public Register No. PJR09SIIR/400006/18.08.2010.

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