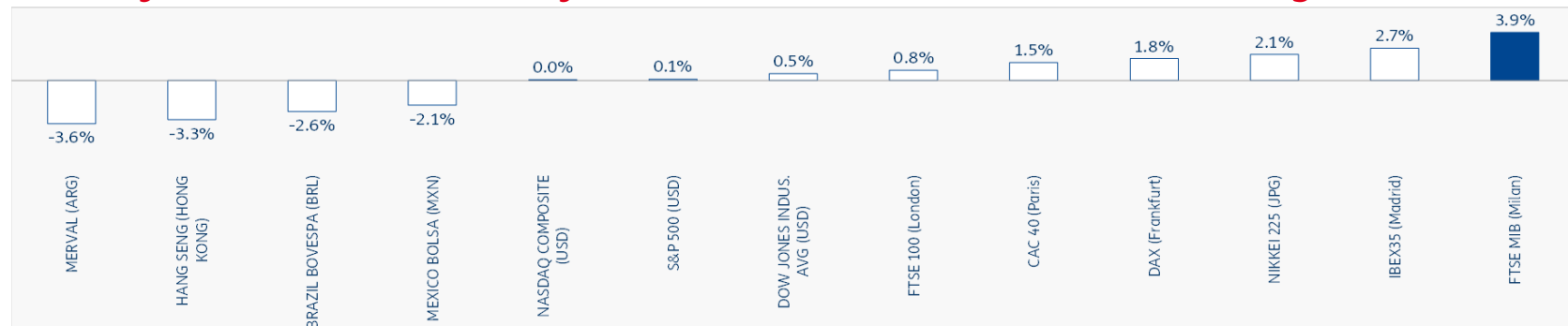


Weekly Stock Market Report for Telecom Italia Retail Shareholders

December 12th – December 16th, 2016

Weekly Performance of Major Worldwide Market Stock Exchanges

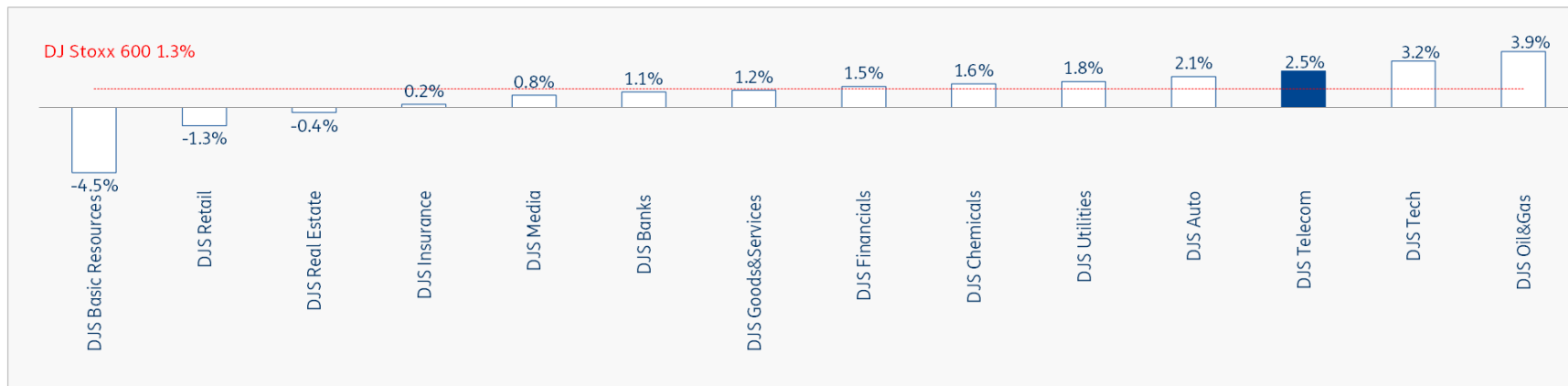


	Index Point as of 16-Dec-16	1 week	1 month	Performance (Δ%)*		1 year	from Jan. '16	Last 52 weeks		Daily average volume **		Market Cap. (mln. local cur.)
				3 months	6 months			Low Price	High Price	1 week	1 month	
Europe												
FTSE MIB (Milan)	19,015	3.9%	14.8%	17.4%	16.3%	-10.4%	-11.2%	15,017	21,730	1,128,799,629	1,017,196,164	423,355
FTSE 100 (London)	7,012	0.8%	3.9%	4.5%	17.8%	15.7%	12.3%	5,500	7,130	985,562,458	979,470,837	1,881,836
DAX (Frankfurt)	11,404	1.8%	6.9%	11.0%	19.4%	8.9%	6.2%	8,699	11,452	108,000,370	107,827,071	1,082,011
CAC 40 (Paris)	4,833	1.5%	7.4%	11.6%	16.4%	4.5%	4.2%	3,892	4,857	119,813,224	116,586,725	1,344,224
IBEX35 (Madrid)	9,413	2.7%	9.0%	9.0%	14.8%	-3.1%	-1.4%	7,580	10,000	436,285,197	369,053,799	580,795
America												
DOW JONES INDUS. AVG (USD)	19,868	0.5%	5.3%	9.6%	12.0%	11.9%	14.0%	15,451	19,966	99,520,909	99,401,250	5,707,345
S&P 500 (USD)	2,262	0.1%	3.9%	5.7%	8.9%	9.1%	10.7%	1,810	2,278	617,494,042	648,873,943	20,233,118
NASDAQ COMPOSITE (USD)	5,448	0.0%	2.9%	3.9%	12.4%	7.4%	8.8%	4,210	5,487	461,416,416	471,121,897	8,245,757
MEXICO BOLSA (MXN)	45,399	-2.1%	1.1%	-1.1%	0.4%	4.5%	5.6%	39,924	48,956	240,012,848	294,570,312	2,813,527
Merval (ARG)	16,575	-3.6%	0.4%	4.8%	26.8%	37.8%	42.0%	9,200	18,432	16,007,249	23,398,874	16,741
Brazil Bovespa (BRL)	58,931	-2.6%	-3.0%	3.3%	19.3%	30.9%	36.0%	37,046	65,291	360,869,600	408,779,663	1,827,541
Asia												
NIKKEI 225 (JPG)	19,401	2.1%	8.6%	17.4%	25.7%	1.8%	1.9%	14,864	19,869	1,578,407,808	1,669,592,501	349,019,872
HANG SENG (HONG KONG)	22,021	-3.3%	-1.2%	-5.6%	9.9%	1.5%	0.5%	18,279	24,364	2,054,490,214	1,788,284,045	13,879,418
Global Commodities												
Wti Crude Future Jan17	\$ 51.69	0.4%	12.7%	14.2%	6.0%	n.a.	17.5%	\$ 34.55	\$ 54.51			
Brent Crude Futr Feb17	\$ 55.01	1.2%	16.3%	15.9%	11.2%	n.a.	19.7%	\$ 34.71	\$ 57.89			
Gold Spot \$/Oz	\$ 1,137.25	-2.0%	-7.3%	-13.1%	-12.7%	5.7%	7.1%	\$ 1,049.64	\$ 1,375.45			
Silver Spot \$/Oz	\$ 16.16	-4.3%	-4.8%	-14.0%	-8.5%	13.7%	16.5%	\$ 13.70	\$ 21.14			

* performance calculated on closing price, ** n. of traded shares

Source: Bloomberg LP

Weekly Performance of Major European Sectors



Index	Index Point as of 16-Dec-16	Performance (Δ%)*						Last 52 weeks		Daily average volume **		Market Cap. (mln. local cur.)
		1 week	1 month	3 months	6 months	1 year	from Jan. '16	Low Price	High Price	1 week	1 month	
DJ Stoxx 600	360.02	1.3%	6.4%	6.6%	12.1%	-0.1%	-1.6%	302.59	369.68	3,493,275,597	3,165,042,462	9,362,882.00
Sectors												
DJS Telecom	290.87	2.5%	5.9%	0.3%	-1.1%	-15.2%	-16.2%	268.44	353.14	304,093,542	317,555,729	410,487.72
DJS Auto	542.94	2.1%	15.3%	15.3%	21.7%	-1.2%	-3.9%	403.04	572.29	47,742,430	46,537,211	318,251.94
DJS Banks	174.74	1.1%	10.4%	25.2%	32.0%	-3.0%	-4.3%	116.29	185.63	1,487,495,270	1,297,059,537	1,167,753.25
DJS Basic Resources	393.21	-4.5%	6.1%	30.2%	46.8%	67.1%	60.6%	191.36	420.66	147,344,856	151,757,868	277,014.53
DJS Chemicals	856.7	1.6%	7.4%	8.8%	16.9%	5.1%	3.8%	687.78	856.7	18,518,994	19,152,154	431,452.28
DJS Oil&Gas	318.64	3.9%	12.3%	17.5%	21.1%	22.2%	21.5%	222.42	318.64	251,092,112	201,689,384	559,393.69
DJS Financials	416.57	1.5%	3.8%	5.2%	12.5%	-4.0%	-7.0%	342.84	450.78	37,775,054	34,330,406	166,673.13
DJS Goods&Services	464.36	1.2%	6.1%	5.6%	15.2%	9.2%	8.3%	360.76	465.7	226,674,573	211,309,506	1,056,770.75
DJS Insurance	269.37	0.2%	6.2%	17.0%	20.0%	-4.1%	-5.7%	203.67	288.9	136,618,933	135,224,371	538,648.69
DJS Media	278.53	0.8%	7.6%	1.1%	5.8%	-7.3%	-8.7%	249.39	307.58	156,260,790	86,076,274	246,616.95
DJS Tech	362.74	3.2%	8.3%	2.6%	15.9%	4.6%	1.9%	295.25	371.68	64,937,450	62,990,810	330,465.13
DJS Utilities	271.1	1.8%	5.7%	-3.9%	-3.2%	-9.2%	-10.8%	253.87	307.91	228,617,661	215,010,465	395,092.94
DJS Retail	311.95	-1.3%	1.7%	3.6%	6.7%	-7.6%	-7.3%	273.13	346.11	120,468,872	116,771,546	355,601.84
DJS Real Estate	163.87	-0.4%	4.2%	-5.1%	-4.4%	-10.1%	-10.6%	155.55	186.7	33,944,160	31,822,612	157,857.78

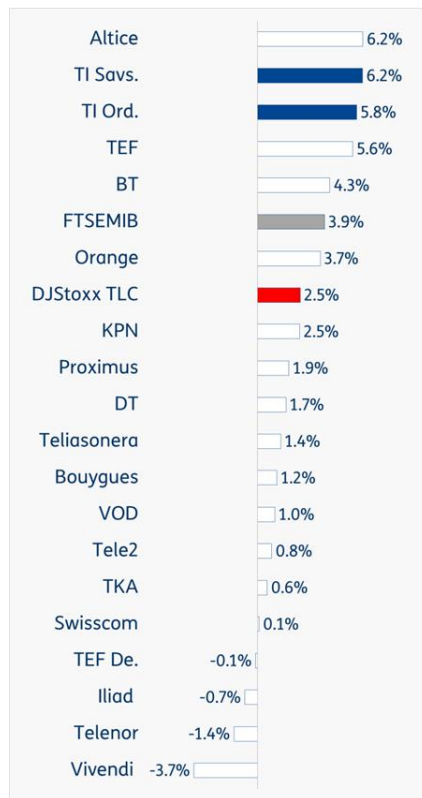
* performance calculated on closing price. ** n. of traded shares.

Source: Bloomberg LP

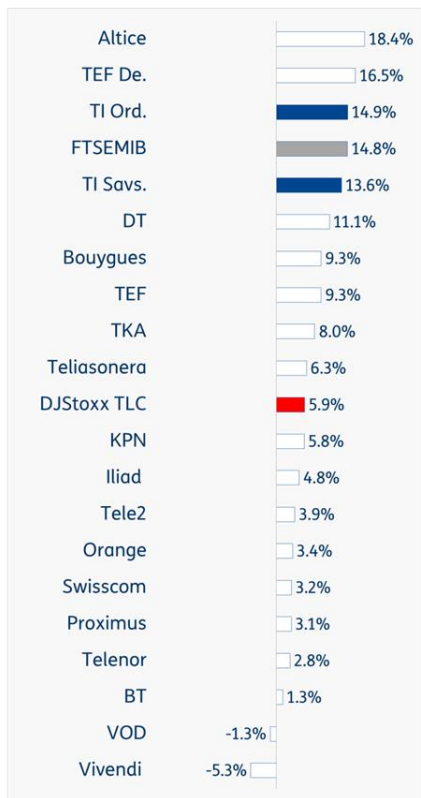
Europe: Stock Performance of Main TLC Operators



Last Week Performance



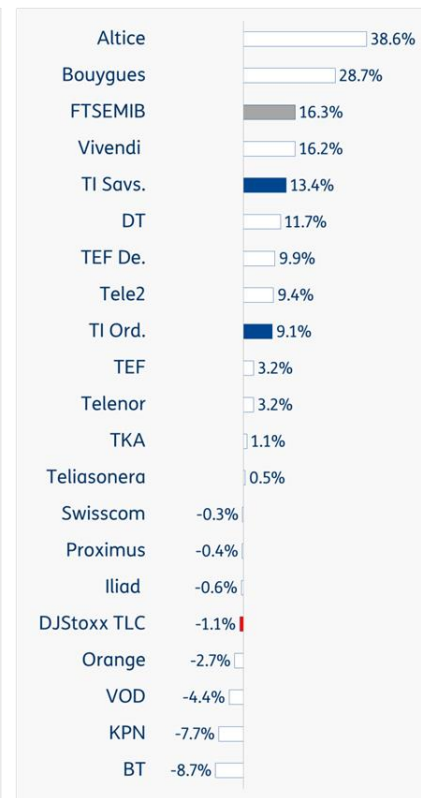
Last Month Performance



Last 3 Month Performance



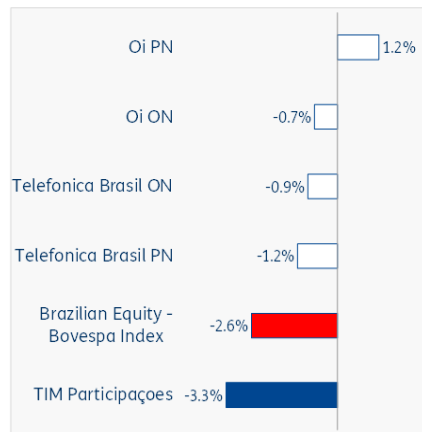
Last 6 Month Performance



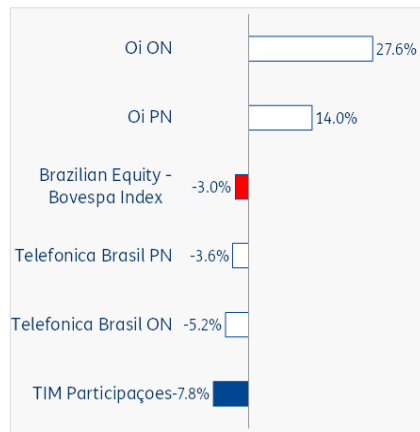
Latam: Stock Performance of Main TLC Operators



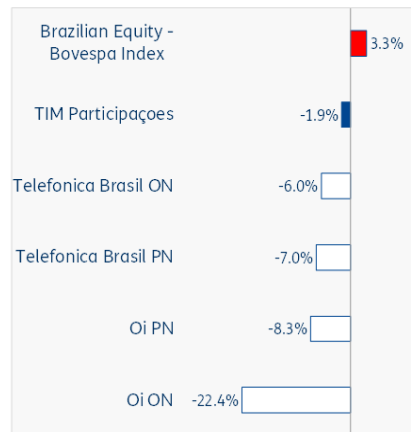
Last Week Performance



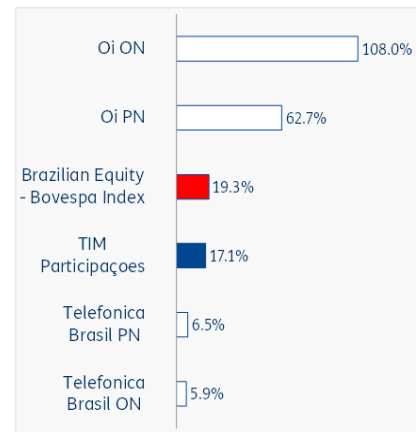
Last Month Performance



Last 3 Month Performance



Last 6 Month Performance



Cl. Price 16-Dec-16	Performance (Δ%)*						Last 52 weeks		Daily average volume **		Market Cap. (mln)
	1 week	1 month	3 months	6 months	1 year	from Jan. '16	Low Price	High Price	1 week	1 month	

BRAZIL

Index

Brazilian Equity - Bovespa Index	R\$ 58,937.09	-2.6%	-3.0%	3.3%	19.3%	30.9%	36.0%	37,046.07	65,291.06	360,869,600	408,779,663	R\$ 1,827,541
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Peers

TIM Participações	R\$ 7.79	-3.3%	-7.8%	-1.9%	17.1%	10.3%	13.6%	R\$ 5.63	R\$ 9.50	2,773,820	2,812,730	R\$ 18,860
Oi ON	R\$ 2.88	-0.7%	27.6%	-22.4%	108.0%	27.0%	19.6%	R\$ 0.78	R\$ 4.37	1,986,640	2,084,003	R\$ 1,924
Oi PN	R\$ 2.43	1.2%	14.0%	-8.3%	62.7%	59.5%	25.1%	R\$ 0.68	R\$ 3.67	6,313,300	5,614,204	R\$ 383
Telefonica Brasil ON	R\$ 34.79	-0.9%	-5.2%	-6.0%	5.9%	3.5%	2.4%	R\$ 28.41	R\$ 41.00	31,620	26,237	R\$ 19,808
Telefonica Brasil PN	R\$ 43.04	-1.2%	-3.6%	-7.0%	6.5%	13.4%	20.3%	R\$ 31.72	R\$ 50.28	1,425,080	1,976,457	R\$ 48,176

* performance calculated on closing price

** n. of traded shares



NB: Weekly performances are referred to last 5 open market sessions. US and LatAm weekly trends are based on market prices at the close of European stock markets on Fridays, at 5:35pm CET.

European Telecoms Sector: Credit Outlook

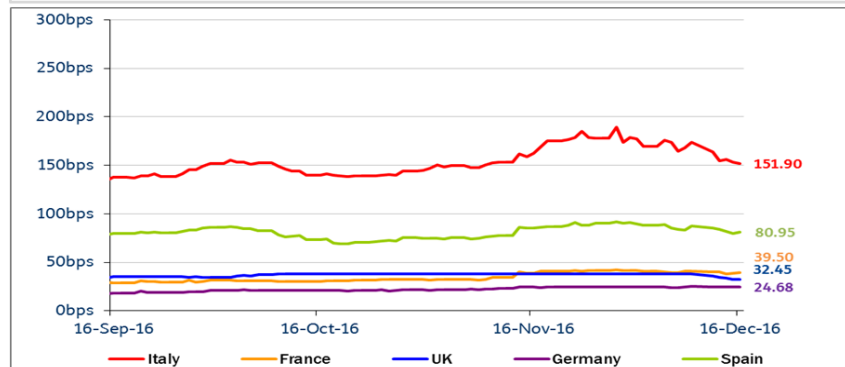
Long-term Credit Ratings



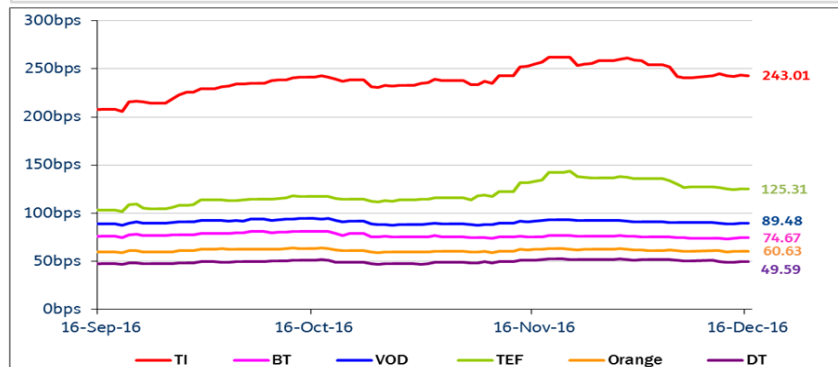
	Moody's		S&P		Fitch	
	rating	outlook	rating	outlook	rating	outlook
TELECOMITALIA	Ba1	NEG	BB+	STABLE	BBB-	STABLE
ALTICE	n.a.	n.a.	B+	STABLE	n.a.	n.a.
BT GROUP	Baa2	POS	BBB+	STABLE	BBB+	STABLE
DEUTSCHE TELEKOM	Baa1	STABLE	BBB+	STABLE	BBB+	STABLE
KPN	Baa3	STABLE	BBB-	STABLE	BBB	STABLE
ORANGE	Baa1	STABLE	BBB+	STABLE	BBB+	STABLE
PROXIMUS	A1	STABLE	A	STABLE	n.a.	n.a.
SWISSCOM	A2	STABLE	A	STABLE	n.a.	n.a.
TELEFONICA	Baa3	STABLE	BBB	STABLE	BBB	STABLE
TELEKOM AUSTRIA	Baa2	STABLE	BBB	STABLE	n.a.	n.a.
TELENOR	A3	STABLE	A	STABLE	NR	n.a.
TELIA SONERA	Baa1	STABLE	A*	CW NEG	A-	STABLE
VODAFONE GROUP	Baa1	STABLE	BBB+	STABLE	BBB+	STABLE
WIND TELECOMUNICAZIONI	B2	POS	BB-	STABLE	B+	STABLE
OI GROUP	WR*	WR*	D	WR*	C	WR*

5 Years CDS levels

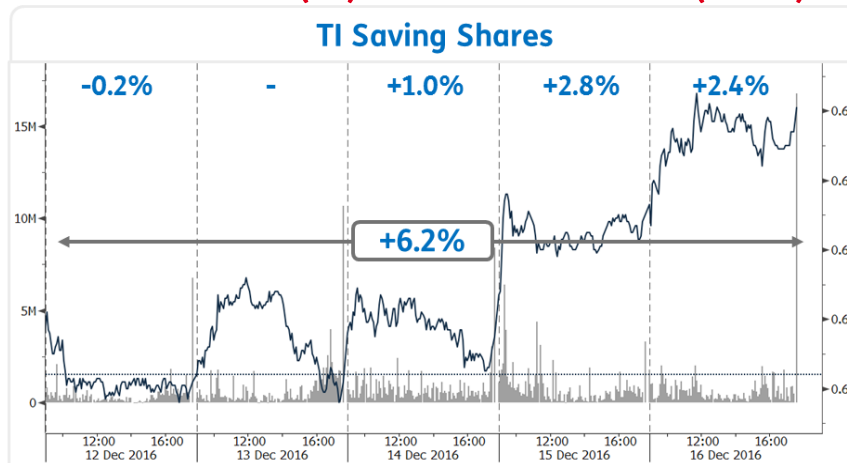
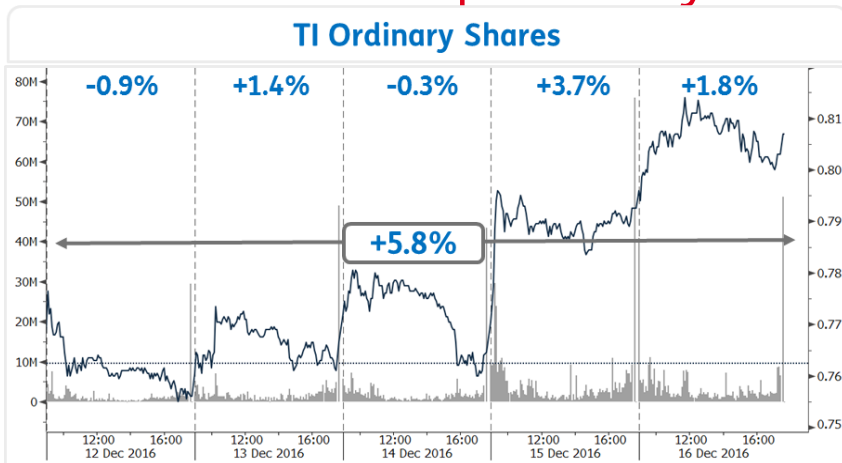
Countries



TLC Operators



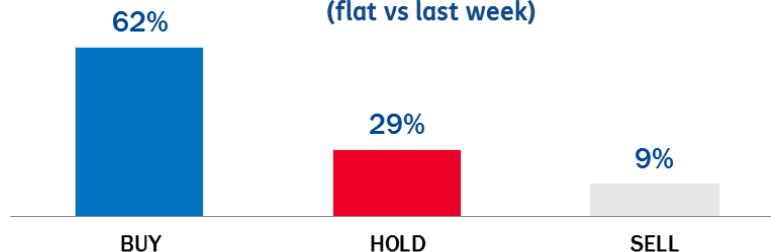
Telecom Italia Group – Weekly Performance: Price (€) and Volumes (mln)



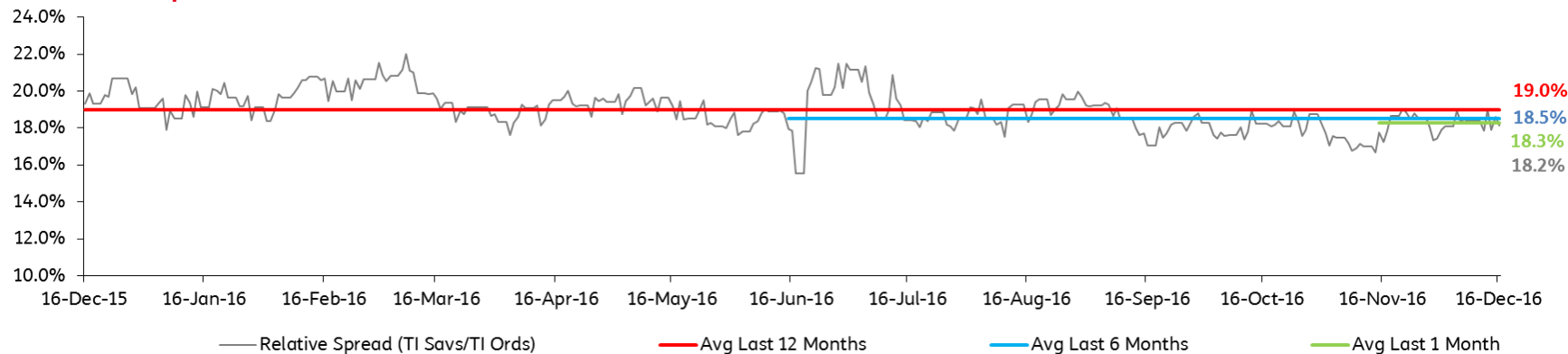
Analysts' Recommendations on TI Ords

Total Coverage of 34 Active Brokers

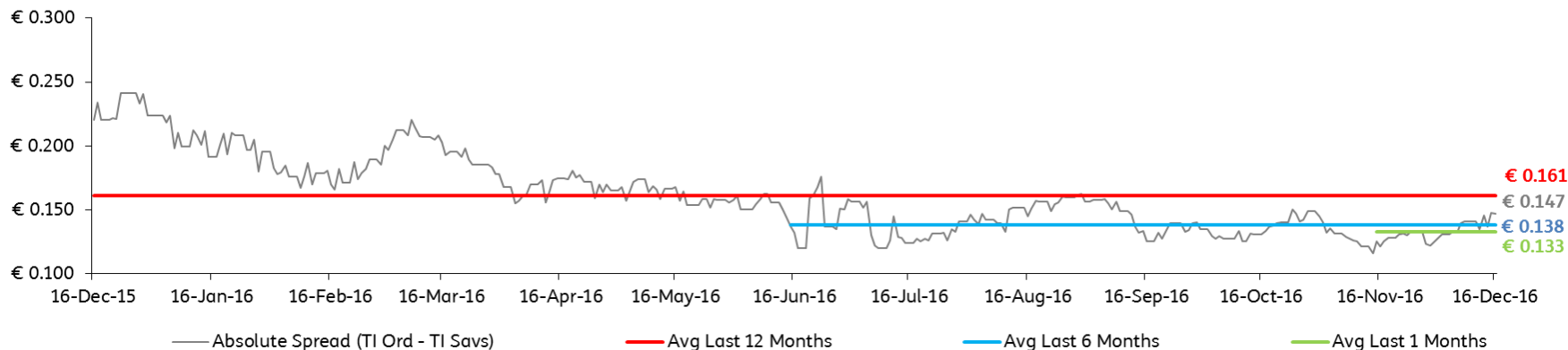
Average Target Price: 1.00€
(flat vs last week)



Relative Spread (TI Savs /TI Ords): Evolution over the Last 12 Months



Absolute Spread (TI Ords – TI Savs): Evolution over the Last 12 Months



Performance Summary of Main European TLC Operators



Country	CL Price (local currency) 16-Dec-16	Performance (Δ%)*						Last 52 weeks		Daily average volume **		Market Cap. (all in €mln)
		1 week	1 month	3 months	6 months	1 year	from Jan. '16	Low Price	High Price	1 week	1 month	

EUROPEAN TLC OPERATORS

Index

DJStoxx Telecom	EU	290.87	2.5%	5.9%	0.3%	-1.1%	-15.2%	-16.2%	268.44	353.14	304,093,542	317,555,729
FTSEMIB Index	IT	19,014.75	3.9%	14.8%	17.4%	16.3%	-10.4%	-11.2%	15,017.42	21,730.23	1,128,799,629	1,017,196,164

TLC Operators

Altice	NL	18.89	6.2%	18.4%	25.6%	38.6%	54.2%	42.6%	10.505	19.010	2,466,945	1,929,157	23,117
Bouygues	FR	33.85	1.2%	9.3%	17.2%	28.7%	-4.2%	-7.4%	24.745	38.595	986,756	990,991	11,756
BT	GB	367.00	4.3%	1.3%	-3.7%	-8.7%	-21.6%	-22.2%	342.150	502.300	19,746,060	21,183,110	43,675
DT	DE	16.00	1.7%	11.1%	10.8%	11.7%	-1.1%	-4.1%	13.535	16.970	10,654,770	10,665,490	74,830
Freenet	DE	25.99	2.5%	5.5%	1.1%	12.5%	-16.6%	-17.0%	22.200	32.000	436,608	417,461	3,328
Orange	FR	14.00	3.7%	3.4%	4.8%	-2.7%	-8.4%	-9.6%	12.375	16.670	8,595,252	6,885,563	37,241
OTE	GR	8.66	-3.5%	6.0%	6.7%	11.2%	0.0%	-6.3%	6.550	9.710	793,271	699,253	4,245
Iliad	FR	177.45	-0.7%	4.8%	-6.6%	-0.6%	-17.7%	-19.3%	166.700	238.100	121,574	105,227	10,427
Inmarsat	GB	738.50	1.0%	2.0%	4.1%	6.6%	-31.9%	-35.0%	663.500	1,153.000	1,869,488	2,926,251	3,990
KPN	NL	2.76	2.5%	5.8%	-1.6%	-7.7%	-12.0%	-13.3%	2.556	3.378	15,858,570	17,940,180	11,769
Proximus	BE	26.83	1.9%	3.1%	0.0%	-0.4%	-7.4%	-10.6%	25.130	31.975	829,207	716,911	9,069
Sunrise	CH	63.95	-1.8%	4.5%	-2.0%	7.9%	18.0%	13.8%	51.694	70.000	108,694	104,870	2,684
Swisscom	CH	447.30	0.1%	3.2%	-4.4%	-0.3%	-8.4%	-11.1%	426.800	528.500	170,490	164,605	21,609
Talk Talk	GB	165.00	0.8%	-12.9%	-16.7%	-24.2%	-26.8%	-24.1%	145.200	280.000	3,093,284	3,479,536	1,884
TDC	DK	35.42	-1.0%	-0.2%	-6.9%	16.4%	4.6%	3.0%	28.240	40.260	2,677,786	2,677,786	3,869
Tele2	SE	72.40	0.8%	3.9%	6.8%	9.4%	-9.6%	-11.3%	63.454	82.582	3,355,076	2,658,436	3,776
Telecom Italia Ord.	IT	0.807	5.8%	14.9%	10.0%	9.1%	-29.2%	-31.3%	0.627	1.192	118,985,300	122,142,400	12,269
Telecom Italia Sav.	IT	0.661	6.2%	13.6%	8.5%	13.4%	-25.0%	-27.5%	0.503	0.920	30,719,400	25,776,360	3,981
Telefonica	ES	8.77	5.6%	9.3%	-3.7%	3.2%	-17.8%	-14.4%	7.451	10.950	27,230,520	22,758,810	44,161
Telefonica Deutschland	DE	4.03	-0.1%	16.5%	15.5%	9.9%	-18.9%	-17.6%	3.328	5.144	3,368,873	2,845,272	11,990
Telenor	NO	130.00	-1.4%	2.8%	-4.6%	3.2%	-14.0%	-12.3%	116.800	153.300	2,627,579	2,038,376	21,509
Telekom Austria (TKA)	AT	5.44	0.6%	8.0%	8.9%	1.1%	7.8%	8.8%	4.618	5.687	252,483	160,903	3,614
Teliasonera	SE	36.75	1.4%	6.3%	-1.7%	0.5%	-11.8%	-12.9%	33.930	43.430	13,839,620	10,930,580	16,260
Vivendi	FR	18.18	-3.7%	-5.3%	6.3%	16.2%	-5.5%	-8.5%	14.870	20.315	5,382,882	4,442,450	23,391
Vodafone Group	GB	200.45	1.0%	-1.3%	-8.3%	-4.4%	-5.8%	-9.3%	188.850	240.100	66,540,670	83,001,580	63,763

EUROPEAN TOWERS OPERATORS

Inwit	IT	4.12	0.2%	-1.7%	-8.6%	3.8%	-16.6%	12.9%	3.692	5.085	627,827	510,558	2,472
EI Towers	IT	48.57	9.6%	15.5%	3.8%	5.1%	-14.3%	-18.4%	40.010	59.650	80,988	72,619	1,373
Rai Way	IT	3.44	9.6%	11.8%	-4.0%	-7.0%	-30.5%	-27.0%	2.878	5.065	173,260	123,400	936
Cellnex Telecom (Abertis)	ES	13.31	-0.4%	-1.1%	-15.0%	-4.5%	-20.2%	-5.0%	12.550	17.500	1,253,702	1,533,225	3,083

* performance calculated on closing price

** n. of traded shares

Source: Bloomberg LP



NB: Weekly performances are referred to last 5 open market sessions.

Performance Summary of FTSE MIB



Index	CL Price € 16-Dec-16	1 week	1 month	Performance (Δ%)*		1 year	from Jan. '16	Last 52 weeks		Daily average volume		Market** Cap. Euro
				3 month	6 months			Low Price	High Price	1 week	1 month	
Index												
FTSE MIB (Milan)	19,015	3.9%	14.8%	17.4%	16.3%	-10.4%	-11.2%	15,017	21,730	1,128,799,629	1,017,196,164	423,355
FTSE Italia All-Share (Milan)	20,654	3.6%	13.7%	15.8%	15.1%	-10.1%	-11.1%	16,545	23,498	1,223,974,989	1,099,698,114	510,079
Stocks FTSE MIB Index												
A2A Spa	119	0.9%	5.8%	-2.4%	2.8%	-6.1%	-4.9%	0.94	1.34	8,134,134	10,182,950	3,734
Atlantia Spa	22.11	2.7%	10.6%	-1.1%	-0.5%	-8.2%	-9.8%	19.30	24.84	3,287,786	2,824,154	18,258
Azimut Holding Spa	16.18	1.8%	-0.7%	-24.7%	-4.5%	-29.5%	-29.8%	12.43	23.80	1,392,554	1,862,683	2,318
Banca Mediolanum Spa	6.93	0.1%	12.4%	16.1%	10.3%	-6.7%	-5.2%	5.13	7.79	1,820,193	1,680,131	5,122
Banca Monte Dei Paschi Siena	20.93	7.3%	-14.9%	3.6%	-56.5%	-82.7%	-83.0%	16.15	129.00	1,552,540	1,639,388	614
Bper Banca	5.01	5.9%	25.3%	52.8%	36.5%	-27.8%	-28.9%	2.51	7.24	9,384,812	7,382,826	2,409
Banca Popolare Di Milano	0.38	7.5%	12.2%	6.9%	-12.5%	-57.3%	-58.7%	0.28	0.93	179,605,900	136,941,900	1,672
Banco Popolare Sc	2.42	7.7%	12.2%	13.2%	-7.6%	-73.9%	-74.5%	1.76	9.67	28,508,930	22,521,080	2,006
Buzzi Unicem Spa	22.02	-2.2%	10.9%	22.9%	41.0%	36.5%	32.7%	11.67	22.90	1,248,561	1,065,757	4,103
Davide Campari-Milano Spa	9.17	-1.5%	7.1%	-4.2%	11.1%	13.9%	14.6%	6.88	10.28	1,290,792	1,551,295	5,326
Cnh Industrial Nv	8.30	0.7%	10.3%	31.2%	33.8%	29.5%	30.9%	5.17	8.54	3,937,715	4,210,025	11,263
Enel Spa	4.02	1.4%	10.1%	3.7%	2.3%	3.1%	3.3%	3.33	4.17	52,997,190	51,046,300	40,890
Eni Spa	15.05	5.6%	21.2%	16.6%	13.8%	9.4%	9.1%	10.93	15.08	24,847,480	19,921,840	54,694
Exor Nv	41.32	4.5%	9.4%	19.9%	34.2%	0.7%	-1.8%	23.13	42.64	558,054	513,397	9,958
Ferrari Nv	56.05	4.3%	11.9%	34.9%	52.5%	n.a.	n.a.	27.91	56.40	654,344	646,055	10,869
Fiat Chrysler Automobiles Nv	8.50	6.7%	20.8%	49.0%	46.6%	4.2%	-0.3%	4.89	8.85	21,210,370	23,331,690	12,924
Fincombank Spa	5.47	6.6%	12.7%	7.6%	-7.9%	-25.7%	-28.3%	4.57	7.64	3,503,488	3,070,121	3,316
Leonardo-Finmeccanica Spa	13.40	0.8%	7.9%	29.6%	44.1%	2.9%	3.9%	8.03	13.69	2,876,445	3,637,519	7,747
Assicurazioni Generali	14.40	2.7%	24.1%	30.9%	25.4%	-14.7%	-14.9%	9.76	17.31	13,645,600	13,344,120	22,462
Intesa Sanpaolo	2.41	2.5%	14.2%	19.9%	23.8%	-21.5%	-21.8%	1.52	3.16	168,024,100	159,999,100	40,346
Luxottica Group Spa	51.05	1.0%	7.5%	20.3%	15.1%	-14.6%	-15.5%	39.92	61.45	694,871	898,093	24,716
Mediasset Spa	3.55	28.9%	52.3%	30.8%	1.3%	-8.6%	-7.5%	2.20	4.13	58,419,870	15,803,920	4,189
Mediobanca Spa	7.77	4.8%	11.6%	25.7%	35.3%	-9.9%	-12.6%	4.60	8.99	7,025,474	7,048,596	6,777
Moncler Spa	16.45	-2.1%	10.6%	8.5%	14.9%	21.0%	27.3%	11.30	16.90	1,591,995	1,045,345	4,116
Prisma Spa	24.19	0.8%	7.0%	10.7%	20.2%	22.5%	19.4%	16.06	24.68	992,836	989,050	5,242
Recordati Spa	26.75	2.9%	5.1%	-0.5%	3.4%	13.9%	11.0%	19.08	29.74	560,924	571,785	5,594
Saipem Spa	0.49	12.4%	21.7%	37.0%	39.9%	-49.2%	-48.1%	0.28	0.99	124,607,400	93,206,180	4,944
Salvatore Ferragamo Spa	22.38	4.6%	12.0%	8.5%	18.7%	2.0%	2.9%	17.26	23.17	414,488	618,743	3,778
Snam Spa	3.77	2.8%	5.5%	-4.9%	-8.0%	-1.4%	-5.5%	3.41	4.60	15,211,000	18,864,030	13,190
Stmicroelectronics Nv	10.43	4.5%	21.6%	52.2%	111.9%	73.3%	66.5%	4.48	10.62	4,326,544	4,353,416	9,501
Telecom Italia Spa	0.81	5.8%	14.9%	10.0%	9.1%	-29.2%	-31.3%	0.63	1.19	118,985,300	122,142,400	16,250
Tenaris Sa	16.31	0.7%	11.6%	39.2%	33.0%	50.3%	49.1%	8.53	32.75	3,275,985	3,960,533	19,255
Terna Spa	4.23	2.9%	6.3%	-5.7%	-11.2%	-8.7%	-11.0%	3.83	5.12	9,626,705	10,150,180	8,506
Tod's Spa	60.20	1.7%	20.6%	27.1%	17.0%	-17.1%	-17.6%	45.62	75.90	124,000	75,044	1,992
Ubi Banca Spa	2.66	11.1%	18.7%	22.3%	3.3%	-56.5%	-57.2%	1.90	6.40	23,589,930	19,331,210	2,593
Unicredit Spa	2.87	14.9%	36.6%	45.9%	30.3%	-44.0%	-44.1%	1.70	5.28	206,088,100	137,451,200	17,758
Unipol Gruppo Finanziario SpA	3.36	2.9%	14.3%	39.6%	33.3%	-28.6%	-29.5%	1.91	4.84	4,718,294	5,310,667	2,409
UnipolspA Spa	2.05	2.2%	12.3%	42.2%	42.3%	-11.1%	-13.3%	1.25	2.39	10,232,800	10,677,130	5,790
Yoox Net-A-Porter Group	26.70	0.1%	7.3%	-1.7%	25.1%	-20.7%	-22.7%	19.00	34.89	404,487	513,593	3,571

** for FTSE MIB stocks, market cap here reported on overall shares outstanding