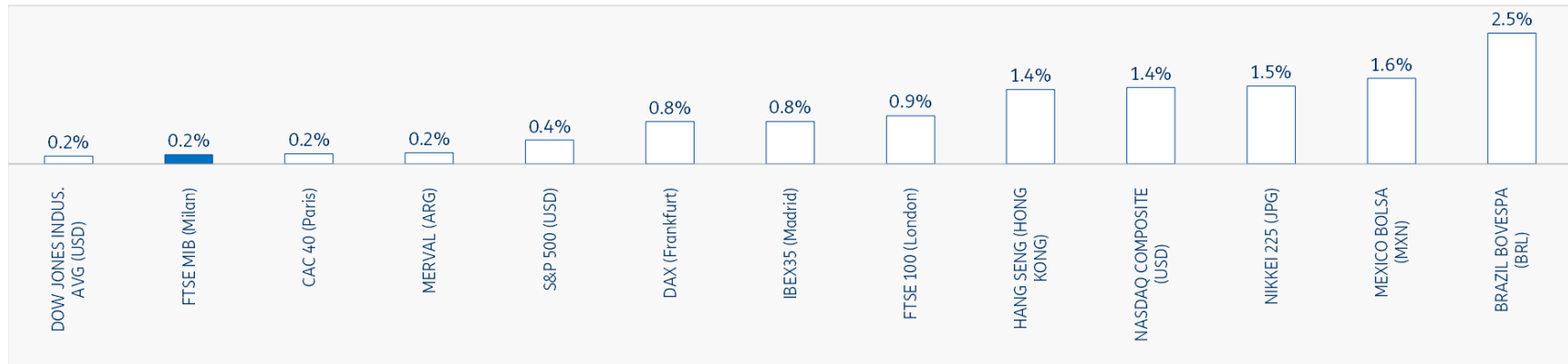


Weekly Stock Market Report for Telecom Italia Retail Shareholders

Jul 18th – Jul 22nd, 2016

Weekly Performance of Major Worldwide Market Stock Exchanges

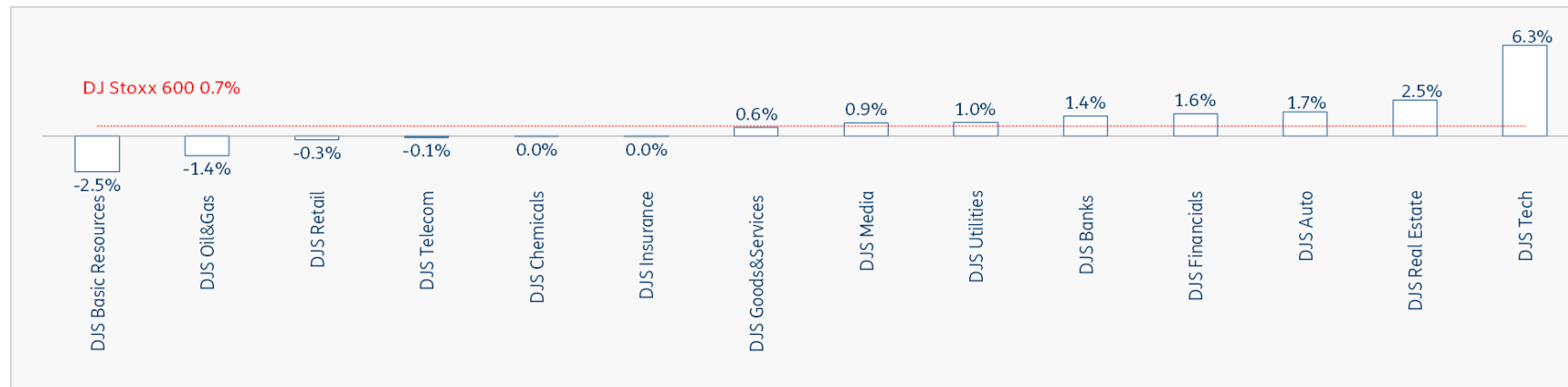


	Index Point as of 22-Jul-16	Performance (Δ%)*					Last 52 weeks		Daily average volume **		Market Cap. (mln. local cur.)
		1 week	1 month	6 months	1 year	from Jan. '16	Low Price	High Price	1 week	1 month	
Europe											
FTSE MIB (Milan)	16,779	0.2%	-3.1%	-11.8%	-29.1%	-21.7%	15,017	23,992	824,590,323	1,093,496,444	372,620
FTSE 100 (London)	6,730	0.9%	7.5%	14.1%	0.9%	7.8%	5,500	6,769	792,140,058	1,173,805,739	1,886,739
DAX (Frankfurt)	10,147	0.8%	0.8%	3.9%	-11.9%	-5.5%	8,699	11,670	81,376,998	111,278,981	963,112
CAC 40 (Paris)	4,381	0.2%	0.0%	1.0%	-13.8%	-5.5%	3,892	5,218	85,478,270	132,655,117	1,211,136
IBEX35 (Madrid)	8,600	0.8%	-1.2%	-1.4%	-25.1%	-9.9%	7,580	11,554	392,768,147	486,797,004	524,028
America											
DOW JONES INDUS. AVG (USD)	18,544	0.2%	4.3%	15.2%	3.9%	6.4%	15,370	18,622	93,194,083	105,036,200	5,533,432
S&P 500 (USD)	2,172	0.4%	4.1%	13.9%	2.7%	6.2%	1,810	2,176	539,985,613	641,015,177	19,501,868
NASDAQ COMPOSITE (USD)	5,102	1.4%	5.6%	11.1%	-1.3%	1.9%	4,210	5,197	370,064,563	466,992,964	7,691,792
MEXICO BOLSA (MXN)	47,477	1.6%	3.6%	14.1%	6.3%	10.5%	39,257	47,648	193,288,118	200,819,510	2,293,031
MERVAL (ARG)	15,682	0.2%	14.1%	51.8%	34.2%	34.3%	8,660	16,143	14,465,555	10,752,547	15,773
BRAZIL BOVESPA (BRL)	56,969	2.5%	13.6%	49.8%	11.9%	31.4%	37,046	57,017	388,099,520	374,540,689	1,803,079
Asia											
NIKKEI 225 (JPG)	16,627	1.5%	3.5%	-2.0%	-19.3%	-12.6%	14,864	20,947	1,319,345,434	1,439,501,572	295,418,048
HANG SENG (HONG KONG)	21,964	1.4%	5.6%	15.1%	-13.1%	0.2%	18,279	25,501	1,388,490,598	1,795,687,991	13,915,471

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

Source: Bloomberg LP

Weekly Performance of Major European Sectors



Index	Index Point as of 22-Jul-16	Performance (Δ%)*					Last 52 weeks		Daily average volume **		Market Cap. (mln. local cur.)
		1 week	1 month	6 months	1 year	from Jan. '16	Low Price	High Price	1 week	1 month	
DJ Stoxx 600	340.33	0.7%	-0.3%	0.6%	-15.0%	-7.0%	302.59	404.05	2,845,396,378	4,109,663,445	8,900,791.00
Sectors											
DJS Telecom	303.71	-0.1%	-1.4%	-9.3%	-22.1%	-12.5%	276.64	396.94	240,534,038	319,321,835	421,055.59
DJS Auto	465.50	1.7%	-1.4%	-4.2%	-23.8%	-17.6%	403.04	620.38	40,418,322	48,417,513	274,066.09
DJS Banks	133.66	1.4%	-9.0%	-15.6%	-40.4%	-26.8%	116.29	226.19	1,397,151,770	2,224,390,054	895,913.13
DJS Basic Resources	309.22	-2.5%	7.6%	49.1%	-14.0%	26.3%	191.36	371.08	121,461,395	139,300,669	221,483.44
DJS Chemicals	772.69	0.0%	1.7%	2.7%	-17.9%	-6.4%	687.78	954.26	16,648,712	20,484,019	386,160.09
DJS Oil&Gas	289.39	-1.4%	2.6%	18.4%	-5.8%	10.3%	222.42	310.67	156,837,720	187,082,438	517,745.50
DJS Financials	387.36	1.6%	-5.2%	-1.7%	-18.0%	-13.5%	342.84	474.61	26,244,796	35,598,674	159,837.30
DJS Goods&Services	424.84	0.6%	-1.0%	6.9%	-8.1%	-0.9%	360.76	471.39	156,343,437	205,946,663	963,353.13
DJS Insurance	221.44	0.0%	-9.5%	-13.8%	-24.3%	-22.5%	203.67	299.24	114,727,957	165,807,662	447,425.31
DJS Media	276.15	0.9%	-1.4%	-3.7%	-16.8%	-9.5%	249.39	334.28	52,844,089	77,338,183	241,640.02
DJS Tech	353.68	6.3%	8.0%	3.0%	0.9%	-0.6%	284.27	372.94	76,942,210	65,029,540	346,100.63
DJS Utilities	301.02	1.0%	2.3%	3.8%	-7.7%	-0.9%	264.87	327.85	130,417,658	199,583,144	413,907.53
DJS Retail	299.35	-0.3%	-3.4%	-6.5%	-19.7%	-11.1%	273.13	381.17	90,474,355	123,004,981	341,261.97
DJS Real Estate	176.37	2.5%	-3.7%	2.6%	-7.6%	-3.8%	157.29	197.67	30,210,706	40,806,776	164,193.67

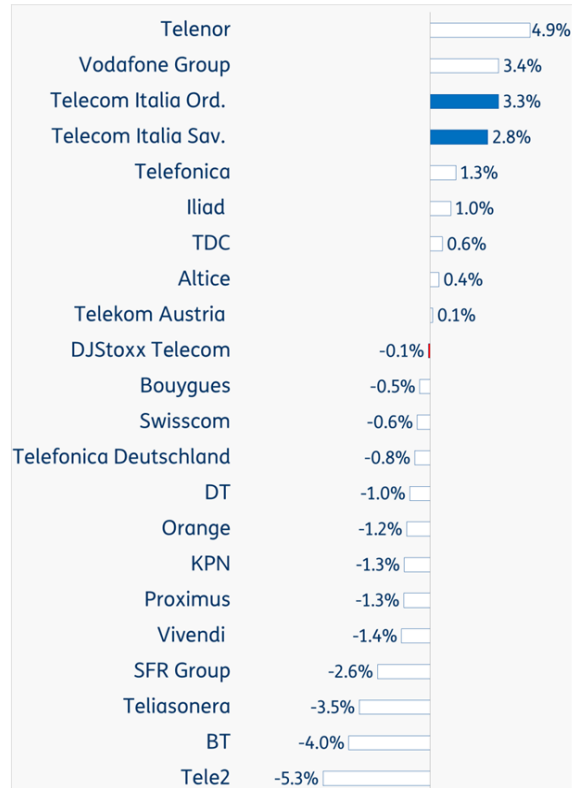
* performance calculated on closing price. ** n. of traded shares.

Source: Bloomberg LP

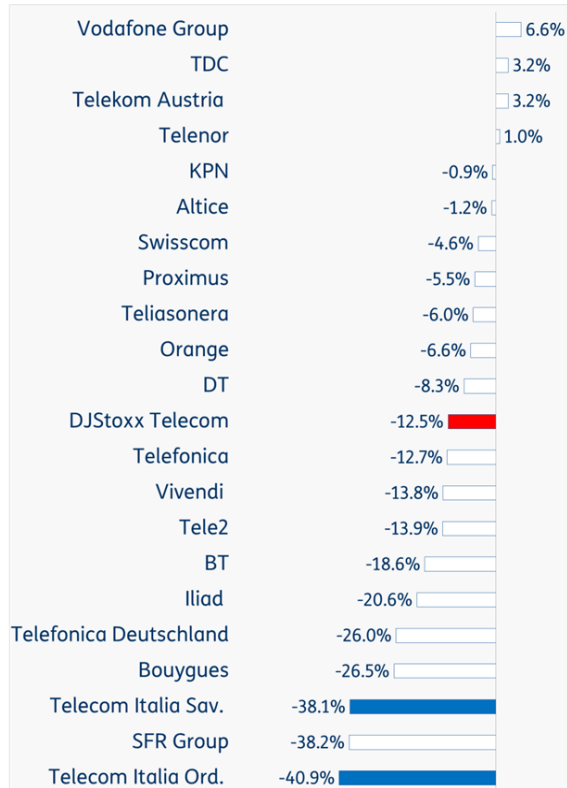
Europe: Stock Performance of Main TLC Operators



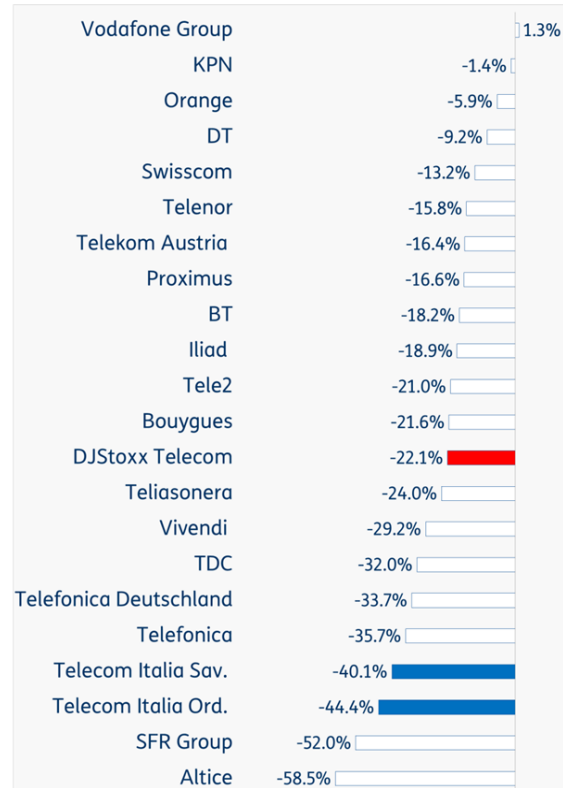
Last Week Performance



2016 Year-To-Date Performance



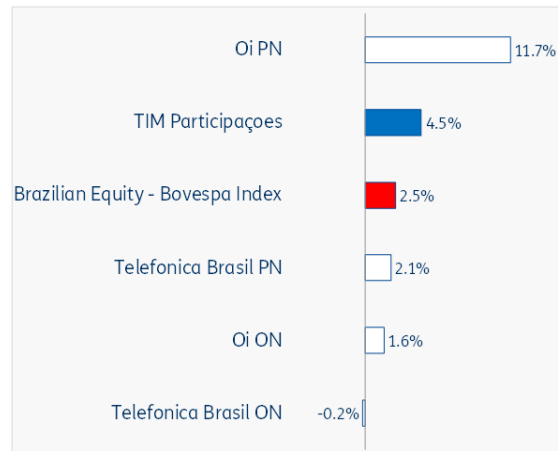
Last 12 Month Performance



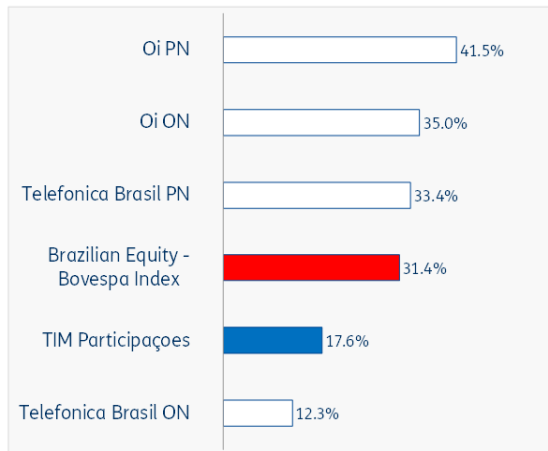
Latam: Stock Performance of Main TLC Operators



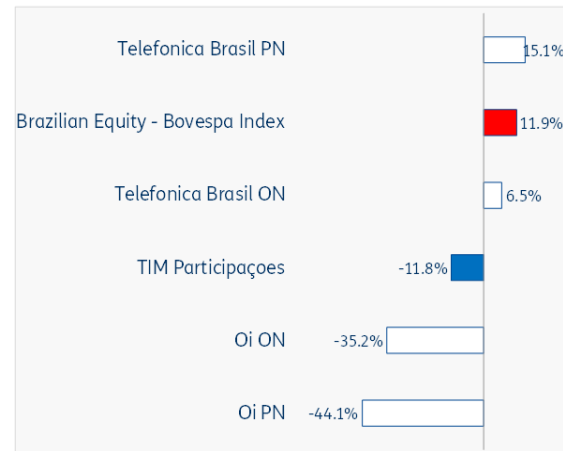
Last Week Performance



2016 Year-To-Date Performance



Last 12 Month Performance



CL. Price 22-Jul-16	Performance (Δ%)*					Last 52 weeks		Daily average volume **		Market Cap. (mln)
	1 week	1 month	6 months	1 year	from Jan. '16	Low Price	High Price	1 week	1 month	

BRAZIL

Index

Brazilian Equity - Bovespa Index	R\$ 56,969.42	2.5%	13.6%	49.8%	11.9%	31.4%	37,046.07	57,016.68	388,099,520	374,540,689	R\$ 1,803,079
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Peers

TIM Participações	R\$ 8.06	4.5%	18.7%	30.8%	-11.8%	17.6%	R\$ 5.63	R\$ 9.66	2,252,520	2,591,943	R\$ 19,538
Oi ON	R\$ 3.24	1.6%	153.1%	48.6%	-35.2%	35.0%	R\$ 0.78	R\$ 5.12	6,375,520	17,082,790	R\$ 2,164
Oi PN	R\$ 2.76	11.7%	245.0%	84.0%	-44.1%	41.5%	R\$ 0.68	R\$ 5.08	26,361,380	26,388,740	R\$ 435
Telefonica Brasil ON	R\$ 38.18	-0.2%	14.3%	25.6%	6.5%	12.3%	R\$ 28.41	R\$ 40.41	10,860	15,010	R\$ 21,738
Telefonica Brasil PN	R\$ 47.67	2.1%	15.3%	40.5%	15.1%	33.4%	R\$ 31.72	R\$ 48.06	1,579,500	2,046,887	R\$ 53,359

* performance calculated on closing price

** n. of traded shares

European Telecoms Sector: Credit Outlook

Long-term Credit Ratings

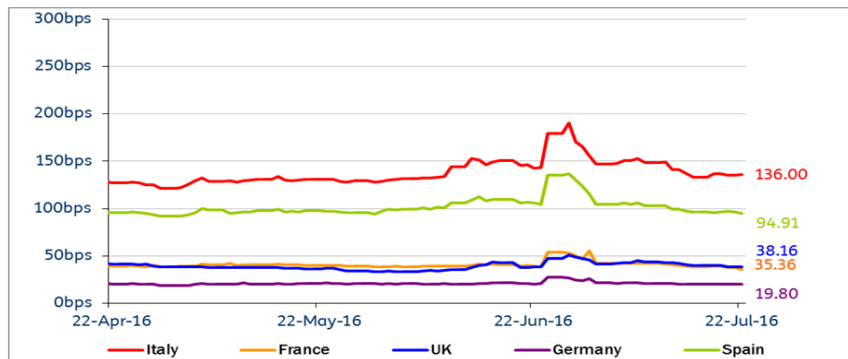


	Moody's		S&P		Fitch	
	rating	outlook	rating	outlook	rating	outlook
TELECOM ITALIA	Ba1	NEG	BB+	STABLE	BBB-	STABLE
ALTICE	n.a.	n.a.	B+	STABLE	n.a.	n.a.
BT GROUP	Baa2	POS	BBB+	STABLE	BBB+	STABLE
DEUTSCHE TELEKOM	Baa1	STABLE	BBB+	STABLE	BBB+	STABLE
KPN	Baa3	STABLE	BBB-	STABLE	BBB	STABLE
ORANGE	Baa1	STABLE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

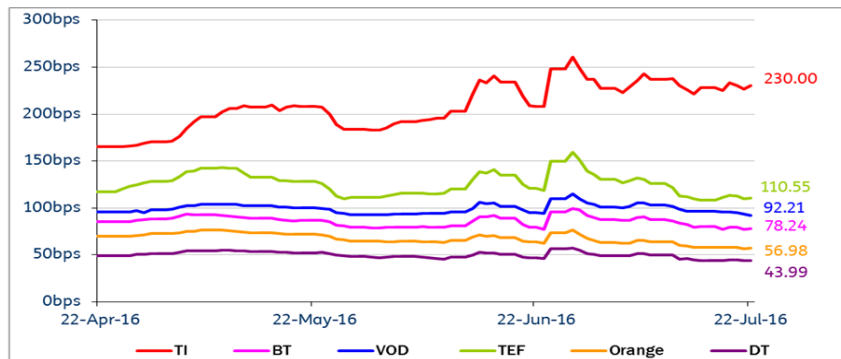
* Withdrawn rating: all OI's ratings withdrawn following the filing for the restructuring proceeding

5 Years CDS levels

Countries



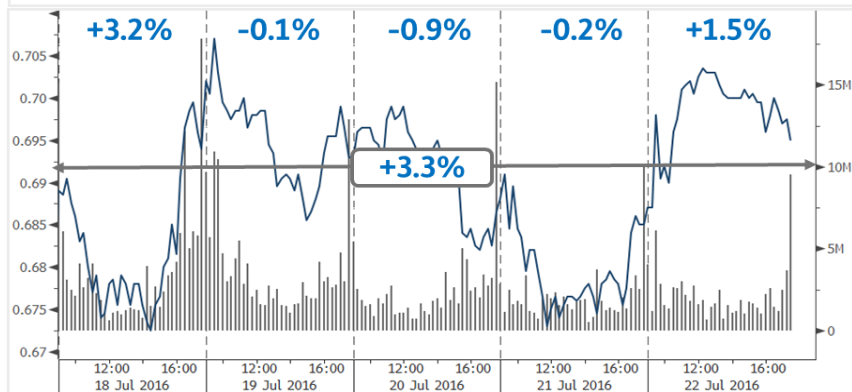
TLC Operators



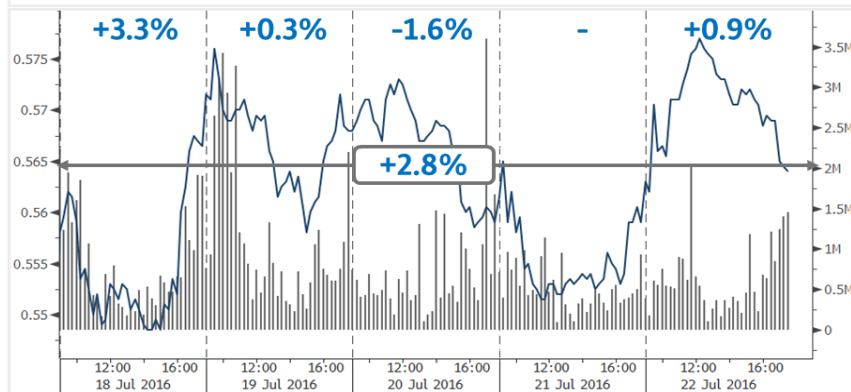
Telecom Italia Group – Weekly Performance: Price (€) and Volumes (mln)



TI Ordinary Shares



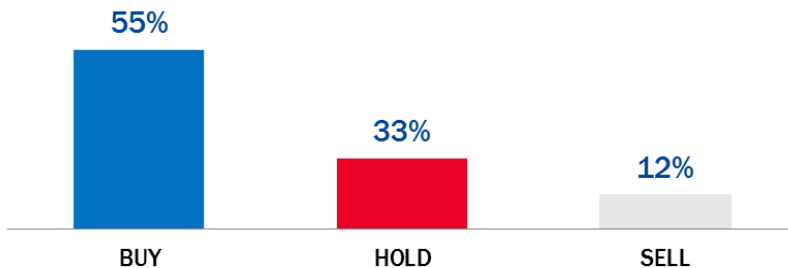
TI Saving Shares



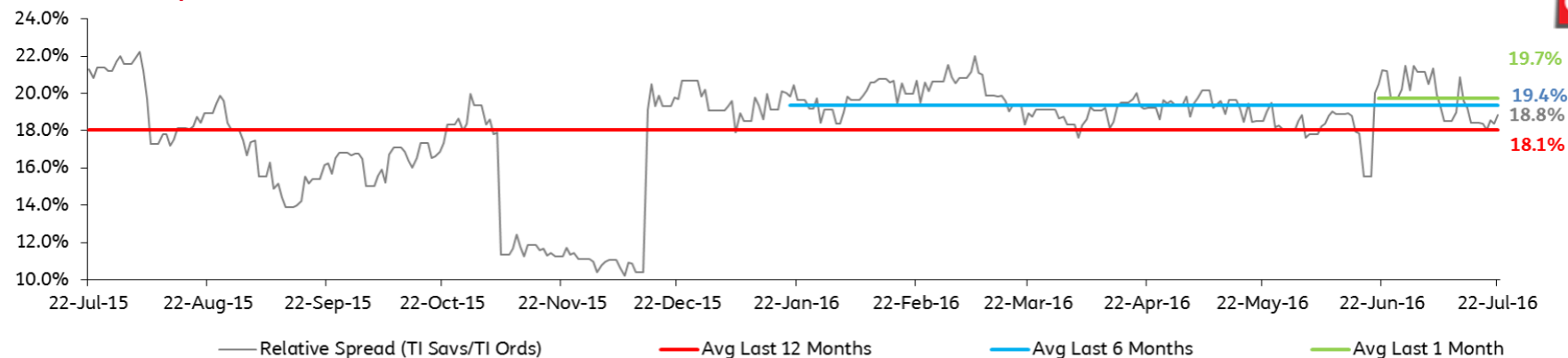
Analysts' Recommendations on TI Ords

Total Coverage of 33 Active Brokers

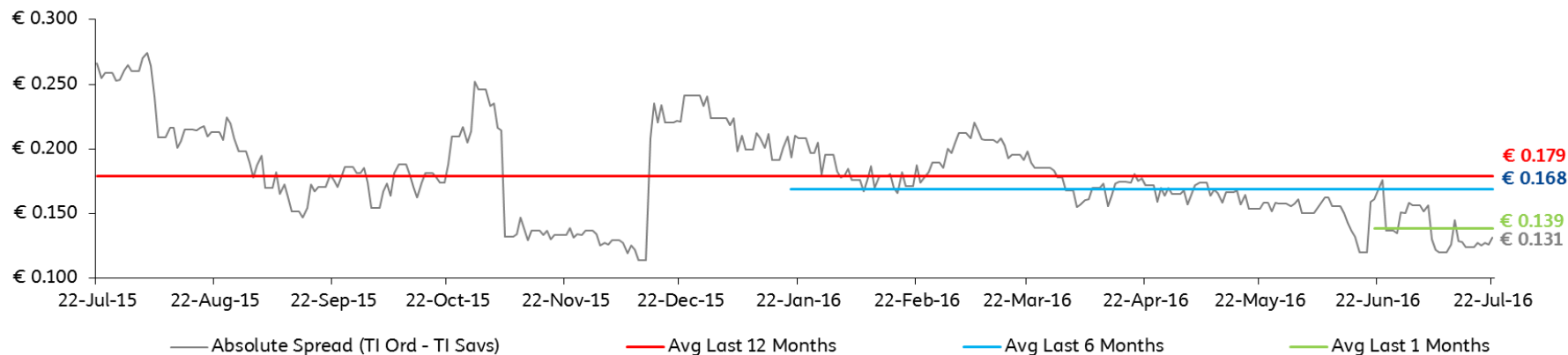
Average Target Price: 1.03€



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) 22-Jul-16	Performance (Δ%)*					Last 52 weeks		Daily average volume **		Market Cap. (all in €mln)
			1 week	1 month	6 months	1 year	from Jan. '16	Low Price	High Price	1 week	1 month	
EUROPEAN TLC OPERATORS												
Index												
DJStoxx Telecom	EU	303.71	-0.1%	-1.4%	-9.3%	-22.1%	-12.5%	276.64	396.94	240,534,038	319,321,835	
TLC Operators												
Altice	NL	13.10	0.4%	-8.7%	4.8%	-58.5%	-1.2%	9.975	32.213	1,233,101	1,820,514	14,581
Bouygues	FR	26.85	-0.5%	-1.9%	-24.8%	-21.6%	-26.5%	24.745	38.595	651,502	1,016,976	9,269
BT	GB	384.00	-4.0%	-10.8%	-21.2%	-18.2%	-18.6%	359.600	502.600	19,066,350	23,537,170	45,529
DE	DE	15.30	-1.0%	5.8%	-3.4%	-9.2%	-8.3%	13.385	17.570	6,809,898	11,498,300	71,557
Freenet	DE	24.88	-0.9%	6.3%	-14.0%	-20.7%	-20.5%	22.200	33.105	384,556	526,188	3,186
Orange	FR	14.47	-1.2%	1.6%	-8.7%	-5.9%	-6.6%	12.210	16.975	5,371,890	7,628,585	38,478
OTE	GR	8.61	-0.1%	-0.1%	13.3%	5.0%	-6.8%	5.750	9.710	268,771	542,880	4,220
Iliad	FR	174.60	1.0%	-5.0%	-22.9%	-18.9%	-20.6%	170.050	238.100	71,654	94,831	10,253
Inmarsat	GB	774.00	-3.9%	5.3%	-27.9%	-16.4%	-31.9%	664.000	1,153.000	1,569,440	2,260,209	4,170
KPN	NL	3.15	-1.3%	4.4%	2.4%	-1.4%	-0.9%	2.700	3.378	10,402,700	12,737,730	13,451
Proximus	BE	28.36	-1.3%	3.0%	-6.4%	-16.6%	-5.5%	26.410	35.215	478,650	642,389	9,585
SFR Group	FR	20.70	-2.6%	-17.4%	-40.2%	-52.0%	-38.2%	19.750	44.908	277,405	383,483	9,157
Sunrise	CH	63.60	-0.8%	6.5%	14.6%	-10.2%	13.1%	46.035	73.333	135,176	139,554	2,641
Swisscom	CH	479.70	-0.6%	5.3%	-1.9%	-13.2%	-4.6%	445.000	572.000	78,727	145,332	22,930
Talk Talk	GB	219.20	-0.5%	-1.5%	12.8%	-38.4%	0.8%	184.000	372.900	1,629,819	1,739,811	2,502
TDC	DK	35.49	0.6%	11.1%	0.3%	-32.0%	3.2%	28.240	52.650	1,893,183	3,251,617	3,874
Tele2	SE	72.95	-5.3%	3.3%	-7.3%	-21.0%	-13.9%	65.850	94.200	2,569,642	2,787,876	3,472
Telecom Italia Ord.	IT	0.70	3.3%	-12.0%	-34.3%	-44.4%	-40.9%	0.627	1.316	103,005,800	138,826,700	9,382
Telecom Italia Sav.	IT	0.56	2.8%	-9.3%	-30.7%	-40.1%	-38.1%	0.503	1.075	25,985,270	44,375,230	3,400
Telefonica	ES	8.93	1.3%	-0.3%	-6.1%	-35.7%	-12.7%	7.451	14.305	15,897,550	24,819,500	44,434
Telefonica Deutschland	DE	3.62	-0.8%	-2.3%	-19.9%	-33.7%	-26.0%	3.328	5.994	2,506,713	3,170,008	10,759
Telenor	NO	149.80	4.9%	12.8%	5.6%	-15.8%	1.0%	116.800	182.400	2,255,136	2,097,859	24,007
Telekom Austria	AT	5.16	0.1%	-1.9%	3.5%	-16.4%	3.2%	4.618	6.237	105,797	187,961	3,426
TeliaSonera	SE	39.67	-3.5%	5.0%	-0.2%	-24.0%	-6.0%	35.560	52.850	11,710,380	11,881,630	18,086
Vivendi	FR	17.12	-1.4%	4.6%	-12.5%	-29.2%	-13.8%	14.870	24.645	2,833,195	6,278,366	21,937
Vodafone Group	GB	235.55	3.4%	8.8%	7.3%	1.3%	6.6%	197.700	247.150	52,078,120	67,747,290	74,854
EUROPEAN TOWERS OPERATORS												
Inwit	IT	4.33	0.6%	6.1%	-5.0%	-0.8%	18.5%	3.692	5.180	560,134	938,279	2,596
EI Towers	IT	47.51	2.7%	-2.4%	-11.0%	-15.9%	-20.2%	41.000	59.750	23,392	39,801	1,343
Rai Way	IT	4.06	-1.1%	6.1%	-6.4%	-11.4%	-13.9%	3.444	5.450	27,526	106,452	1,104
Cellnex Telecom (Abertis)	ES	15.90	1.7%	13.1%	-0.1%	4.6%	13.6%	12.815	17.500	774,200	1,382,083	3,684

* performance calculated on closing price

** n. of traded shares

Source: Bloomberg LP

Performance Summary of FTSE MIB

Index	Cl. Price € 22-Jul-16	Performance (Δ%)*					Last 52 weeks		Daily average volume		Market** Cap. mil. Euro
		1 week	1 month	6 months	1 year	from Jan. '16	Low Price	High Price	1 week	1 month	
FTSE MIB (Milan)	16,779	0.2%	-3.1%	-11.8%	-29.1%	-21.7%	15,017	23,992	824,590,323	1,093,496,444	372,620
FTSE Italia All-Share (Milan)	18,402	0.4%	-3.1%	-11.0%	-27.3%	-20.8%	16,545	25,711	906,675,955	1,186,470,601	458,756
Stocks FTSE MIB Index											
A2A Spa	1.23	1.3%	5.8%	13.8%	5.1%	-2.2%	0.94	1.37	5,699,024	10,304,230	3,841
Atlantia Spa	22.08	-1.8%	-3.0%	-7.3%	-7.3%	-9.9%	20.79	25.74	1,680,719	2,104,594	18,233
Azimut Holding Spa	15.31	3.5%	-18.9%	-21.2%	-36.3%	-33.6%	12.43	24.97	1,003,528	1,382,742	2,193
Banca Mediolanum Spa	6.38	0.6%	-6.9%	1.5%	-15.6%	-12.7%	5.13	7.97	859,585	1,806,326	4,713
Banca Monte Dei Paschi Siena	0.31	-8.3%	-40.3%	-58.4%	-83.3%	-74.7%	0.25	2.04	76,315,200	101,390,000	915
Banca Popol Emilia Romagna	3.51	3.2%	-18.4%	-38.6%	-58.4%	-50.1%	2.51	8.60	7,214,358	9,840,949	1,690
Banca Popolare Di Milano	0.42	-2.9%	-11.7%	-48.7%	-58.1%	-54.4%	0.33	1.02	79,147,380	124,866,200	1,843
Banco Popolare Sc	2.43	2.4%	-14.5%	-64.0%	-79.4%	-74.4%	1.76	12.17	12,388,120	21,648,370	2,013
Buzzi Unicem Spa	17.59	3.1%	6.8%	25.6%	21.3%	6.0%	11.67	18.38	490,154	848,413	3,297
Davide Campari-Milano Spa	9.00	3.7%	6.6%	17.2%	24.3%	12.4%	6.36	9.04	747,406	1,072,146	5,224
Cnh Industrial Nv	6.13	-2.2%	-6.8%	7.9%	-29.7%	-3.3%	5.17	8.85	3,175,722	4,713,724	8,361
Enel Spa	4.03	0.9%	3.1%	8.0%	-7.7%	3.5%	3.33	4.41	28,957,030	48,862,500	40,951
Eni Spa	14.23	-3.3%	0.8%	9.7%	-10.2%	3.1%	10.93	16.34	12,809,900	19,668,770	51,714
Exor Spa	33.79	0.5%	1.1%	9.0%	-25.9%	-19.7%	23.13	47.18	296,779	547,820	8,143
Ferrari Nv	39.09	1.9%	4.0%	1.2%	n.a.	n.a.	27.91	46.19	306,133	596,778	7,580
Fiat Chrysler Automobiles Nv	6.26	2.9%	1.3%	-6.6%	-33.2%	-26.6%	4.89	9.89	19,656,350	19,674,390	8,067
Fincobank Spa	5.66	1.2%	-11.6%	-17.5%	-18.9%	-25.8%	5.06	7.87	2,391,515	3,168,583	3,435
Leonardo-Finmeccanica Spa	9.68	-0.1%	-1.7%	-15.5%	-25.0%	-25.0%	8.03	13.94	1,863,251	3,013,868	5,596
Assicurazioni Generali	11.24	-0.4%	-10.7%	-24.7%	-35.8%	-33.6%	9.76	18.27	8,103,981	11,690,910	17,533
Intesa Sanpaolo	1.96	1.3%	-9.1%	-27.9%	-44.3%	-36.7%	1.52	3.57	170,453,600	227,317,800	32,756
Italcementi Spa	10.59	0.0%	0.5%	3.7%	62.9%	3.3%	6.13	10.60	1,074,833	2,278,530	3,699
Luxottica Group Spa	44.64	-0.8%	-3.3%	-21.5%	-31.6%	-26.1%	42.05	67.80	728,593	1,135,066	21,597
Mediaset Spa	3.22	-2.3%	-13.5%	-0.2%	-33.1%	-16.1%	2.77	4.92	3,115,565	5,551,927	3,799
Mediobanca Spa	5.94	1.8%	-6.4%	-23.2%	-37.5%	-33.1%	4.60	10.15	4,767,024	6,828,634	5,174
Moncler Spa	15.40	6.7%	-0.2%	13.1%	-10.5%	19.2%	11.30	19.00	853,686	954,423	3,853
Prismian Spa	20.37	1.0%	-2.9%	7.0%	-2.3%	0.5%	16.06	22.45	641,897	1,053,596	4,415
Recordati Spa	28.77	3.4%	8.9%	26.9%	35.3%	19.4%	18.80	28.90	377,495	577,488	6,017
Salpem Spa	0.44	5.3%	10.5%	-17.7%	-58.8%	-53.8%	0.28	1.14	78,142,840	92,685,400	4,401
Salvatore Ferragamo Spa	19.77	4.8%	0.2%	-3.8%	-29.1%	-9.1%	17.26	30.72	631,743	621,585	3,337
Snam Spa	5.20	-0.4%	2.7%	3.9%	13.1%	7.6%	4.05	5.58	9,302,427	16,250,620	18,186
Stmicroelectronics Nv	5.72	5.7%	8.3%	-1.8%	-16.1%	-8.8%	4.48	7.37	3,513,755	3,886,832	5,206
Telecom Italia Spa	0.70	3.3%	-12.0%	-34.3%	-44.4%	-40.9%	0.63	1.32	103,005,800	138,826,700	12,782
Tenaris Sa	12.28	-5.0%	-2.5%	7.7%	12.2%	8.53	8.53	13.45	3,387,574	4,425,370	14,497
Terna Spa	4.84	1.0%	1.2%	2.1%	13.6%	1.7%	3.88	5.12	5,777,021	8,693,653	9,720
Tod'S Spa	48.69	2.3%	-11.4%	-33.3%	-45.7%	-33.3%	45.76	98.00	55,951	75,927	1,611
Ubi Banca Spa	2.74	-1.6%	-7.4%	-39.4%	-64.7%	-55.7%	2.25	7.88	16,685,270	19,189,670	2,474
Unicredit Spa	2.29	4.9%	-10.0%	-42.8%	-63.3%	-55.5%	1.70	6.45	143,164,100	151,310,500	14,138
Unipol Gruppo Finanziario Sp	2.42	-1.0%	-13.1%	-37.7%	-49.4%	-49.1%	1.91	4.95	4,607,874	5,815,000	1,739
Unipolsai Spa	1.45	-1.0%	-7.7%	-29.3%	-38.1%	-38.5%	1.25	2.45	8,390,978	12,469,170	4,109
Yoox Net-A-Porter Group	24.70	1.9%	5.4%	-20.9%	-16.7%	-28.5%	19.00	36.78	801,134	921,447	3,302

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