

Weekly Stock Market Report for Telecom Italia Retail Shareholders

Jun 20th – Jun 24th, 2016

Weekly Performance of Major Worldwide Market Stock Exchanges

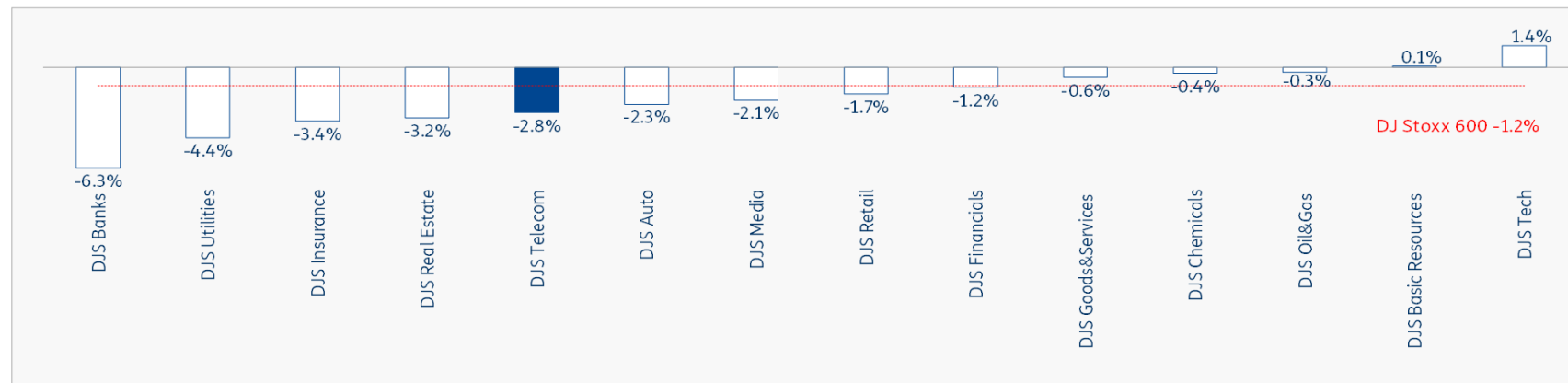


	Index Point as of 24-Jun-16	Performance (Δ%)*					Last 52 weeks		Daily average volume **		Market Cap. (mln. local cur.)
		1 week	1 month	6 months	1 year	from Jan. '16	Low Price	High Price	1 week	1 month	
Europe											
FTSE MIB (Milan)	15,724	-7.1%	-12.2%	-26.7%	-32.9%	-26.6%	15,724	24,157	927,962,304	766,685,565	396,519
FTSE 100 (London)	6,139	2.0%	-1.3%	-1.9%	-10.3%	-1.7%	5,500	6,873	995,093,542	804,152,049	1,792,500
DAX (Frankfurt)	9,557	-0.8%	-5.0%	-10.9%	-16.7%	-11.0%	8,699	11,802	102,798,475	87,755,754	983,691
CAC 40 (Paris)	4,107	-2.1%	-7.3%	-11.9%	-18.6%	-11.4%	3,892	5,218	129,421,126	105,826,330	1,235,192
IBEX35 (Madrid)	7,788	-6.9%	-12.7%	-19.6%	-31.2%	-18.4%	7,743	11,613	424,039,712	329,483,009	540,852
America											
DOW JONES INDUS. AVG (USD)	17,519	-0.9%	-1.1%	-0.2%	-2.5%	0.5%	15,370	18,168	124,180,043	93,929,091	5,363,258
S&P 500 (USD)	2,053	-0.9%	-1.1%	-0.4%	-2.6%	0.5%	1,810	2,133	696,317,741	596,424,892	19,038,402
NASDAQ COMPOSITE (USD)	4,742	-1.2%	-2.4%	-6.1%	-7.4%	-5.3%	4,210	5,232	518,205,370	435,654,270	7,430,272
MEXICO BOLSA (MXN)	44,828	-1.0%	-1.5%	3.0%	-1.3%	4.3%	39,257	46,545	190,859,558	215,826,005	2,213,386
MERVAL (ARG)	13,758	4.9%	11.1%	14.3%	19.1%	17.8%	8,660	14,597	10,632,659	6,918,264	14,249
BRAZIL BOVESPA (BRL)	49,876	0.7%	1.1%	13.3%	-7.4%	15.0%	37,046	54,978	368,756,883	367,452,603	1,657,403
Asia											
NIKKEI 225 (JPG)	14,952	-4.2%	-9.4%	-20.4%	-28.3%	-21.4%	14,864	20,953	1,476,748,006	1,318,462,967	268,071,200
HANG SENG (HONG KONG)	20,259	0.4%	2.2%	-8.5%	-26.1%	-7.6%	18,279	27,471	2,191,303,168	1,802,612,945	12,763,154

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

Source: Bloomberg LP

Weekly Performance of Major European Sectors



Index	Index Point as of 24-Jun-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	
Index											
DJ Stoxx 600	321.98	-1.2%	-6.4%	-12.1%	-19.0%	-12.0%	302.59	408.73	3,807,249,613	3,110,228,902	9,055,775.00
Sectors											
DJS Telecom	287.72	-2.8%	-11.4%	-16.8%	-24.6%	-17.1%	282.41	399.43	298,551,101	261,006,889	439,880.19
DJS Auto	441.68	-2.3%	-6.9%	-22.4%	-30.7%	-21.8%	416.06	646.5	39,102,812	38,333,596	283,749.00
DJS Banks	129.08	-6.3%	-14.4%	-30.0%	-41.7%	-29.3%	128.11	227.47	1,977,339,571	1,658,021,483	1,008,205.50
DJS Basic Resources	275.01	0.1%	1.7%	9.8%	-31.2%	12.3%	191.36	402.37	135,110,074	125,848,577	208,320.11
DJS Chemicals	731.93	-0.4%	-3.1%	-11.6%	-21.8%	-11.3%	687.78	964.75	21,981,896	19,402,730	384,790.25
DJS Oil&Gas	269.85	-0.3%	-1.2%	0.7%	-16.3%	2.9%	222.42	325.22	199,810,880	113,122,094	504,801.69
DJS Financials	375.72	-1.2%	-8.7%	-15.5%	-18.0%	-16.1%	344.56	483.43	33,241,248	27,566,256	170,809.03
DJS Goods&Services	407.27	-0.6%	-5.9%	-5.2%	-12.8%	-5.0%	360.76	474.57	208,962,480	159,912,812	994,585.31
DJS Insurance	220.99	-3.4%	-12.2%	-22.7%	-21.5%	-22.6%	215.12	299.24	149,944,693	117,109,947	499,160.41
DJS Media	261.54	-2.1%	-10.1%	-13.8%	-19.2%	-14.3%	252.11	337.67	67,793,190	57,804,704	251,044.16
DJS Tech	318.13	1.4%	-2.4%	-10.1%	-11.0%	-10.6%	284.27	372.94	74,056,429	56,000,782	326,228.13
DJS Utilities	271.6	-4.4%	-7.2%	-10.5%	-16.8%	-10.6%	264.87	331.89	218,888,371	155,208,078	401,883.75
DJS Retail	290.74	-1.7%	-8.0%	-14.0%	-21.1%	-13.6%	278.23	381.17	117,423,446	104,172,539	352,763.31
DJS Real Estate	167.37	-3.2%	-8.4%	-9.0%	-7.8%	-8.7%	157.29	197.67	35,443,338	25,591,630	172,455.05

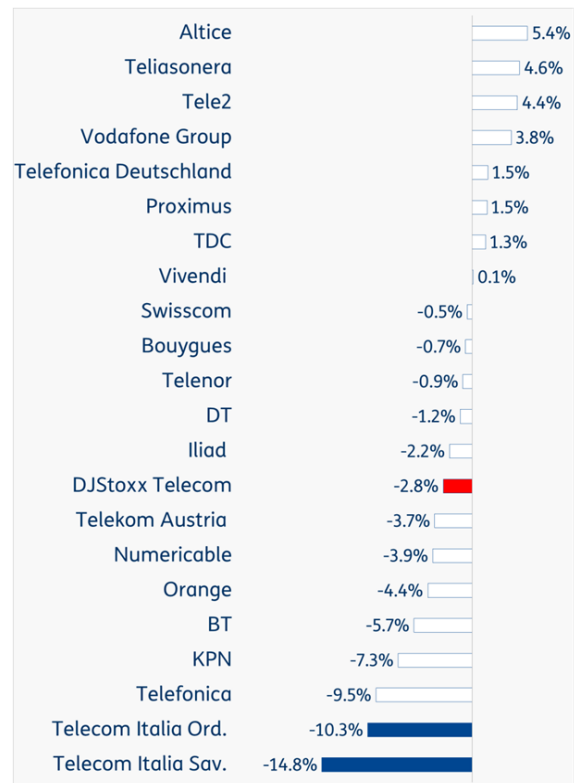
* performance calculated on closing price. ** n. of traded shares.

Source: Bloomberg LP

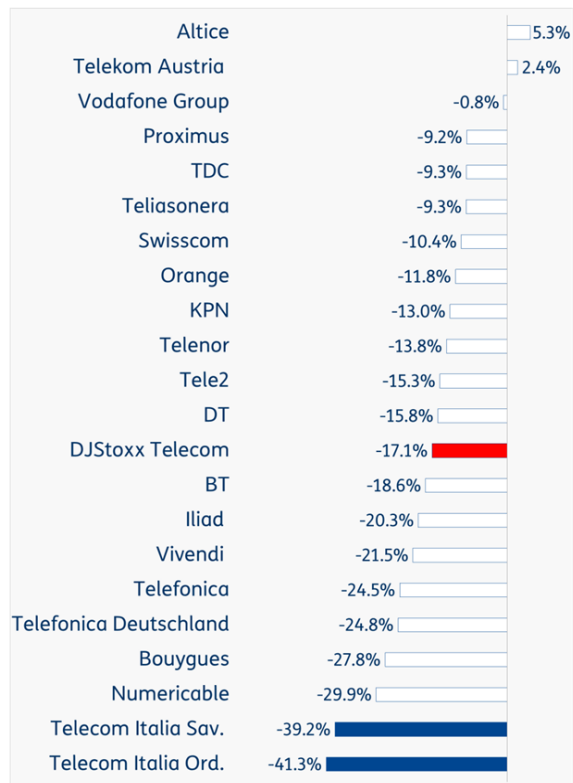
Europe: Stock Performance of Main TLC Operators



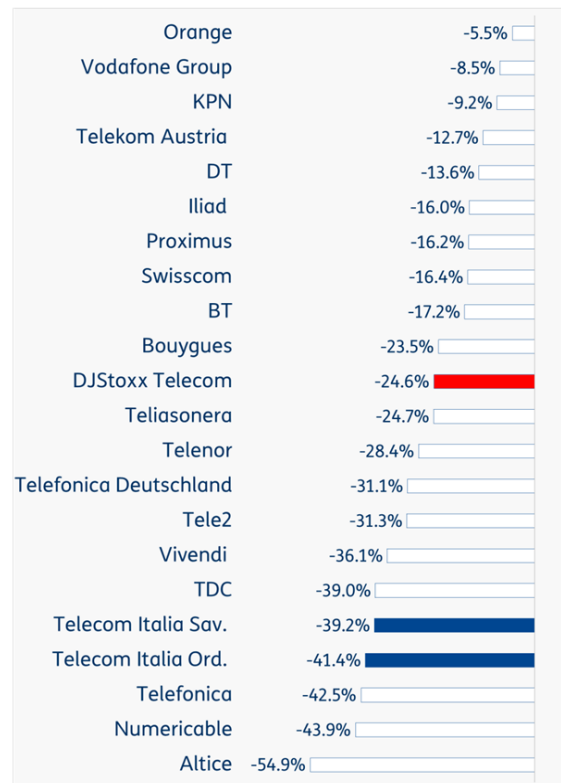
Last Week Performance



2016 Year-To-Date Performance



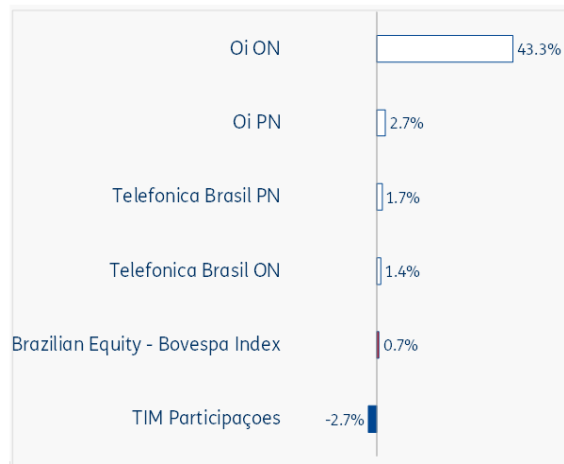
Last 12 Month Performance



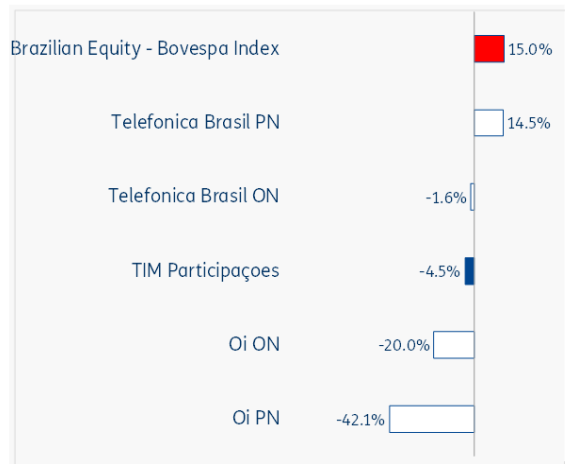
Latam: Stock Performance of Main TLC Operators



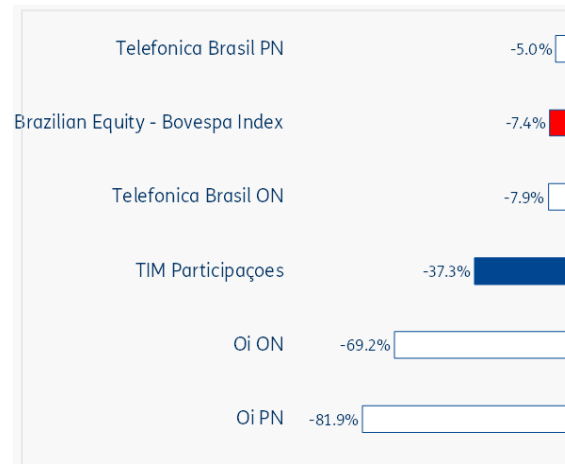
Last Week Performance



2016 Year-To-Date Performance



Last 12 Month Performance



Cl. Price 24-Jun-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\$ 49,872.91	0.7%	1.1%	13.3%	-7.4%	15.0%	37,046.07	54,977.70	368,756,883	367,452,603	R\$ 1,657,403
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Peers

TIM Participações	R\$ 6.55	-2.7%	-5.8%	-6.6%	-37.3%	-4.5%	R\$ 5.63	R\$ 10.77	2,320,840	2,277,797	R\$ 15,858
Oi ON	R\$ 1.90	43.3%	137.0%	-27.0%	-69.2%	-20.0%	R\$ 0.78	R\$ 6.34	24,864,360	14,767,700	R\$ 1,269
Oi PN	R\$ 1.13	2.7%	21.5%	-41.1%	-81.9%	-42.1%	R\$ 0.68	R\$ 6.31	35,066,940	13,699,030	R\$ 178
Telefonica Brasil ON	R\$ 33.44	1.4%	-5.3%	3.2%	-7.9%	-1.6%	R\$ 28.41	R\$ 40.41	26,300	10,493	R\$ 19,039
Telefonica Brasil PN	R\$ 40.94	1.7%	-2.5%	9.5%	-5.0%	14.5%	R\$ 31.72	R\$ 47.56	2,226,020	1,873,110	R\$ 45,826

* performance calculated on closing price

** n. of traded shares

European Telecoms Sector: Credit Outlook

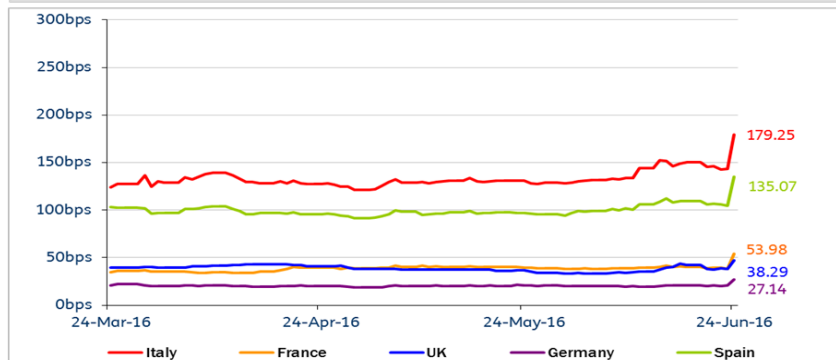
Long-term Credit Ratings



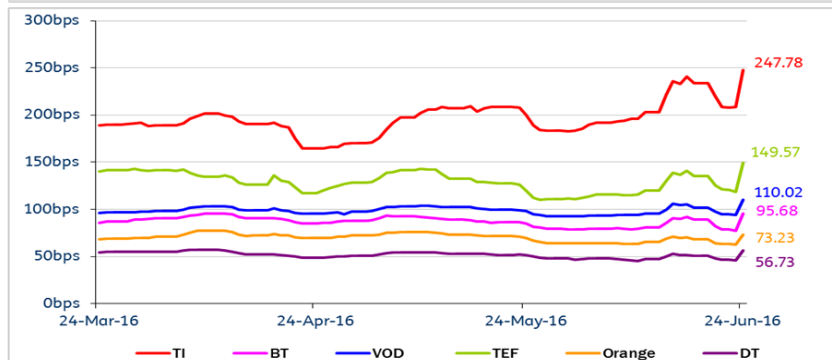
	Moody's		S&P		Fitch	
	rating	outlook	rating	outlook	rating	outlook
TELECOM ITALIA	Ba1	NEG	BB+	STABLE	BBB-	STABLE
ALTICE	n.a.	n.a.	B+	STABLE	n.a.	n.a.
BT GROUP	Baa2	POS	BBB	POS	BBB+	STABLE
DEUTSCHE TELEKOM	Baa1	STABLE	BBB+	STABLE	BBB+	STABLE
KPN	Baa3	STABLE	BBB-	STABLE	BBB	STABLE
ORANGE	Baa1	STABLE	BBB+	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	C	WR*	D	WR*	D	WR*

5 Years CDS levels

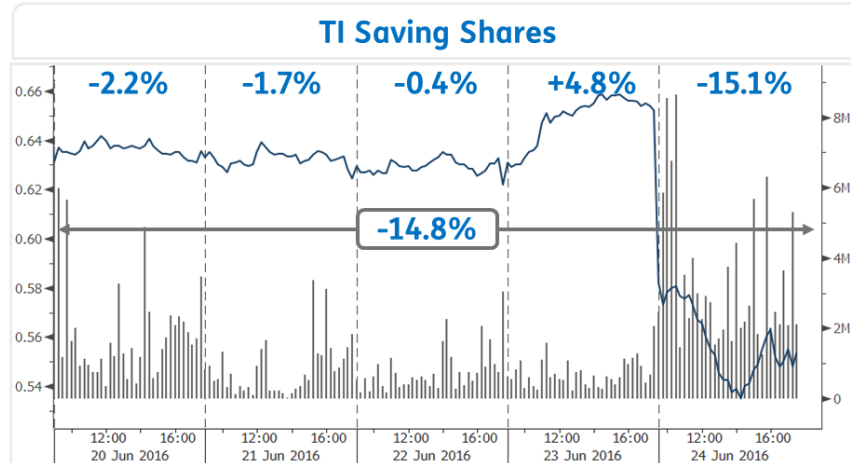
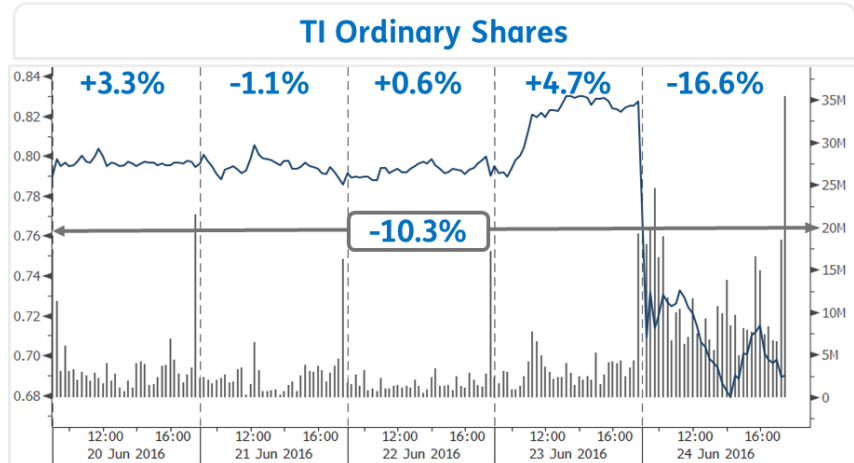
Countries



TLC Operators



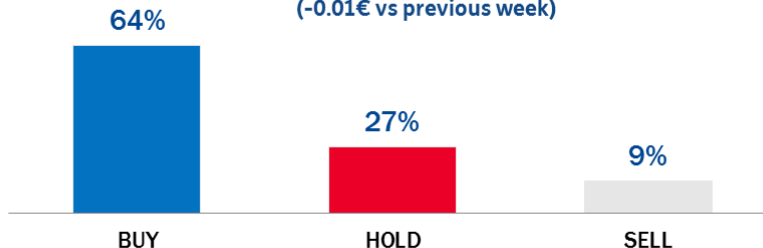
Telecom Italia Group – Weekly Performance: Price (€) and Volumes (mln)



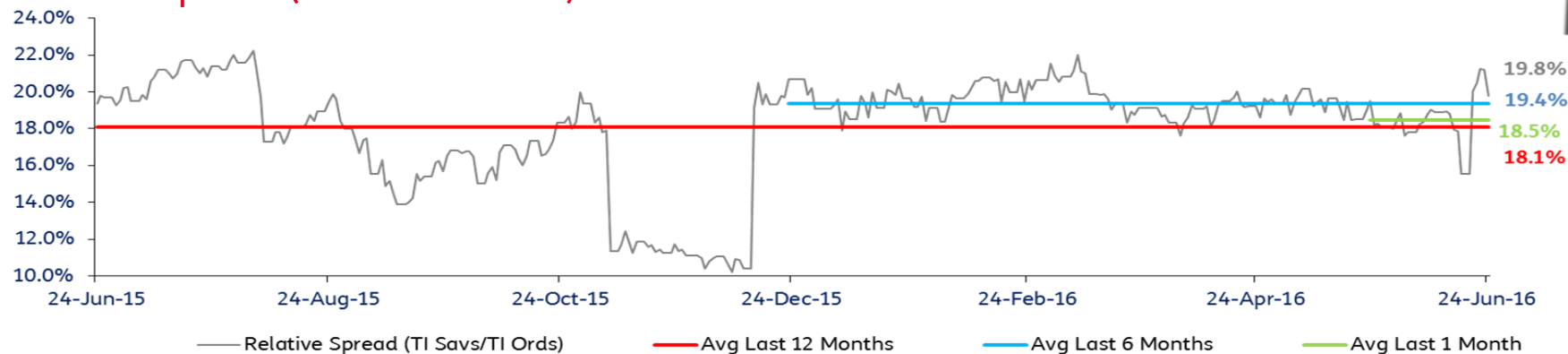
Analysts' Recommendations on TI Ords

Total Coverage of 33 Active Brokers

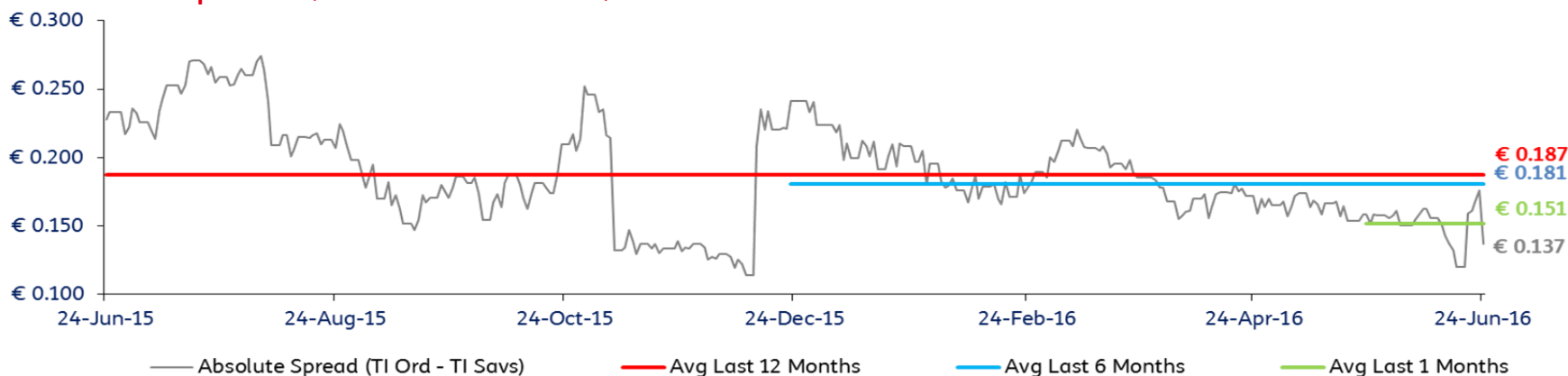
Average Target Price: 1.10€
(-0.01€ vs previous week)



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) 24-Jun-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	287.72	-2.8%	-11.4%	-16.8%	-24.6%	-17.1%	282.41	399.43	298,551,101	261,006,889
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TLC Operators

Altice	NL	13.95	5.4%	-6.6%	8.5%	-54.9%	5.3%	9.975	33.800	1,858,646	1,411,797	15,549
Bouygues	FR	26.38	-0.7%	-9.4%	-27.7%	-23.5%	-27.8%	25.500	38.595	1,099,818	782,880	9,107
BT	GB	383.85	-5.7%	-14.4%	-17.8%	-17.2%	-18.6%	375.000	502.600	21,758,400	18,051,250	46,610
DT	DE	14.06	-1.2%	-12.7%	-15.4%	-13.6%	-15.8%	13.385	17.570	11,626,860	11,119,710	65,734
Freenet	DE	22.90	-1.1%	-6.0%	-26.4%	-26.3%	-26.9%	22.200	33.105	469,830	563,984	2,933
Orange	FR	13.67	-4.4%	-10.2%	-11.0%	-5.5%	-11.8%	12.210	16.975	8,431,877	6,024,427	36,350
OTE	GR	7.99	2.6%	-15.5%	-11.7%	-0.1%	-13.5%	5.750	9.710	921,385	746,724	3,916
Iliad	FR	175.45	-2.2%	-10.9%	-18.8%	-16.0%	-20.3%	171.600	238.100	96,323	90,037	10,300
Inmarsat	GB	753.50	6.3%	3.4%	-33.3%	-20.6%	-33.7%	664.000	1,153.000	3,773,682	2,695,361	4,157
KPN	NL	3.02	-7.3%	-13.4%	-11.4%	-9.2%	-13.0%	2.700	3.683	13,675,100	9,915,474	12,879
Numericable	FR	23.50	-3.9%	-15.2%	-30.3%	-43.9%	-29.9%	22.590	44.908	450,264	251,954	10,357
Proximus	BE	27.25	1.5%	-4.5%	-7.3%	-16.2%	-9.2%	26.410	35.215	602,170	604,209	9,209
Sunrise	CH	60.40	2.2%	1.9%	9.4%	n.a.	n.a.	46.035	77.851	127,105	145,722	2,513
Swisscom	CH	450.60	-0.5%	-3.2%	-9.4%	-16.4%	-10.4%	445.000	572.000	191,391	170,599	21,585
Talk Talk	GB	205.60	-4.4%	-15.5%	-5.4%	-47.9%	-5.4%	184.000	401.400	1,505,831	1,458,378	2,403
TDC	DK	31.20	1.3%	-6.5%	-8.2%	-39.0%	-9.3%	28.240	53.750	2,825,338	2,713,064	3,407
Tele2	SE	71.75	4.4%	-9.1%	-14.9%	-31.3%	-15.3%	65.850	104.500	3,149,158	2,836,816	3,443
Telecom Italia Ord.	IT	0.69	-10.3%	-14.8%	-40.9%	-41.4%	-41.3%	0.671	1.316	119,849,300	108,517,500	9,315
Telecom Italia Sav.	IT	0.55	-14.8%	-11.4%	-37.6%	-39.2%	-39.2%	0.535	1.075	42,431,730	28,899,940	3,336
Telefonica	ES	7.73	-9.5%	-16.2%	-26.6%	-42.5%	-24.5%	7.451	14.305	23,485,880	22,201,930	38,468
Telefonica Deutschland	DE	3.68	1.5%	-10.1%	-25.3%	-31.1%	-24.8%	3.521	5.994	3,479,697	3,127,988	10,937
Telenor	NO	127.80	-0.9%	-7.8%	-13.2%	-28.4%	-13.8%	116.800	186.100	1,676,261	1,918,037	20,376
Telekom Austria	AT	5.12	-3.7%	-5.4%	2.7%	-12.7%	2.4%	4.618	6.237	169,336	131,962	3,402
TeliaSonera	SE	38.26	4.6%	-1.3%	-9.5%	-24.7%	-9.3%	36.100	52.950	16,379,780	10,784,320	17,608
Vivendi	FR	15.60	0.1%	-11.4%	-20.5%	-36.1%	-21.5%	14.870	24.830	6,195,058	5,438,807	19,989
Vodafone Group	GB	219.30	3.8%	-3.3%	1.2%	-8.5%	-0.8%	197.700	247.150	60,472,640	51,250,950	71,248

EUROPEAN TOWERS OPERATORS

Inwit	IT	3.86	-5.4%	-10.1%	-21.8%	-3.7%	5.7%	3.720	5.180	769,530	546,846	2,315
El Towers	IT	45.00	-1.6%	-10.0%	-22.0%	-20.1%	-24.4%	44.890	59.750	50,411	23,915	1,272
Rai Way	IT	3.68	-2.8%	-12.3%	-22.3%	-16.3%	-22.1%	3.450	5.450	212,195	114,865	1,000
Cellnex Telecom (Abertis)	ES	13.21	-3.8%	-6.6%	-20.3%	-12.5%	-5.7%	13.025	17.500	2,029,413	815,070	3,059

* performance calculated on closing price

** n. of traded shares

Source: Bloomberg LP

Performance Summary of FTSE MIB



Index	CL Price € 24-Jun-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)	15,724	-71%	-12.2%	-26.7%	-32.9%	-26.6%	15,724	24,157	927,962,304	766,685,565	396,519
FTSE Italia All-Share (Milan)	17,325	-6.6%	-11.7%	-25.4%	-30.7%	-25.4%	17,273	25,746	1,021,425,856	870,969,479	486,331
Stocks FTSE MIB Index											
A2A Spa	1.09	-8.7%	-11.4%	-11.4%	-1.9%	-13.4%	0.94	1.37	12,439,670	9,555,614	3,402
Anima Holding Spa	4.40	-6.2%	-17.2%	-45.4%	-46.1%	-45.1%	4.15	9.87	3,392,429	2,035,704	1,319
Atlantia Spa	21.49	-3.5%	-11.7%	-12.4%	-6.4%	-12.3%	20.84	25.74	1,738,235	1,689,902	17,746
Azimut Holding Spa	16.81	-2.5%	-13.6%	-26.1%	-37.4%	-27.1%	15.09	27.30	1,142,370	913,406	2,408
Banca Mediolanum Spa	6.04	-6.9%	-21.9%	-19.1%	-22.3%	-17.4%	5.13	8.08	1,683,536	1,464,757	4,460
Banca Monte Dei Paschi Siena	0.45	-11.4%	-26.1%	-63.6%	-76.3%	-63.1%	0.39	2.04	72,592,340	58,291,260	1,332
Banca Popol. Emilia Romagna	3.49	-13.3%	-24.1%	-51.0%	-57.2%	-50.4%	3.41	8.65	8,887,370	5,533,739	1,681
Banca Popolare Di Milano	0.38	-20.4%	-25.2%	-58.0%	-61.3%	-58.7%	0.38	1.04	126,514,100	87,737,300	1,669
Banco Popolare Sc	2.32	-21.5%	-28.5%	-75.7%	-79.8%	-75.5%	2.26	12.28	20,252,390	15,746,470	1,924
Buzzi Unicem Spa	15.58	-2.2%	-10.9%	-6.8%	21.5%	-6.1%	11.67	18.38	857,308	721,739	2,951
Davide Campari-Milano Spa	8.29	0.4%	-3.5%	4.7%	17.7%	3.6%	6.36	8.99	1,063,656	1,007,890	4,812
Cnh Industrial Nv	6.39	-2.4%	3.5%	-1.5%	-23.2%	0.7%	5.17	8.92	5,116,681	4,150,996	8,608
Enel Spa	3.60	-10.4%	-11.4%	-7.7%	-14.2%	-7.5%	3.33	4.45	58,173,860	39,736,440	36,600
Eni Spa	13.24	-3.7%	-0.8%	-5.2%	-21.5%	-4.1%	10.93	16.99	18,532,940	16,410,520	48,117
Exor Spa	31.81	0.5%	-1.7%	-23.1%	-27.6%	-24.4%	23.13	47.18	665,819	491,582	7,666
Ferrari Nv	36.72	-1.6%	-0.4%	n.a.	n.a.	n.a.	27.91	46.19	569,230	526,831	7,121
Fiat Chrysler Automobiles Nv	5.71	-3.9%	-8.1%	-33.5%	-37.9%	-33.0%	5.04	9.89	15,902,460	17,318,980	7,336
FincoBank Spa	5.98	-1.7%	-7.3%	-18.5%	-13.6%	-21.6%	5.55	7.87	1,338,986	1,124,583	3,629
Leonardo-Finmeccanica Spa	8.97	-6.0%	-17.4%	-30.3%	-23.5%	-30.5%	8.03	13.94	2,630,016	2,426,040	5,183
Assicurazioni Generali	10.92	-8.5%	-15.0%	-35.5%	-35.2%	-35.5%	10.90	18.27	8,634,047	7,719,900	17,034
Intesa Sanpaolo	1.74	-14.7%	-24.5%	-43.7%	-48.6%	-43.7%	1.68	3.65	127,728,400	124,952,300	29,158
Italcementi Spa	10.48	0.2%	0.3%	2.9%	67.7%	2.2%	5.42	10.56	1,913,025	1,533,811	3,660
Luxottica Group Spa	45.30	1.3%	-8.8%	-24.6%	-26.3%	-25.0%	43.15	67.80	999,258	959,752	21,917
Mediaset Spa	3.25	-9.9%	-18.7%	-15.4%	-26.8%	-15.1%	2.77	4.93	4,655,101	4,309,669	3,841
Mediobanca Spa	5.31	-11.1%	-23.9%	-39.9%	-42.5%	-40.2%	5.15	10.15	5,260,146	3,756,007	4,625
Moncler Spa	14.40	-4.0%	-4.6%	11.7%	-16.6%	11.5%	11.30	19.00	932,302	732,700	3,602
Prismian Spa	18.95	-7.7%	-14.2%	-5.3%	-6.5%	-6.5%	16.06	22.45	880,801	860,809	4,107
Salpem Spa	0.36	-1.8%	-0.6%	-62.9%	-71.9%	-61.6%	0.28	1.29	115,361,300	77,362,830	3,661
Salvatore Ferragamo Spa	18.61	-5.5%	-5.4%	-13.4%	-33.0%	-14.4%	18.10	30.72	692,911	573,645	3,141
Snam Spa	4.80	-4.3%	-5.9%	1.3%	7.3%	-0.5%	4.05	5.58	13,104,020	15,069,160	16,817
Stmicroelectronics Nv	5.09	1.3%	-4.1%	-18.6%	-32.0%	-18.8%	4.48	7.73	3,802,057	3,776,063	4,637
Telecom Italia Spa	0.69	-10.3%	-14.8%	-40.9%	-41.4%	-41.3%	0.67	1.32	119,849,300	108,517,500	12,651
Tenaris Sa	12.44	-1.0%	6.6%	10.4%	-1.9%	13.7%	8.53	13.10	4,490,804	4,186,430	14,686
Terna Spa	4.52	-6.5%	-9.2%	-3.9%	9.0%	-4.9%	3.88	5.12	9,606,840	6,989,648	9,093
Tod'S Spa	50.10	-8.4%	-7.4%	-32.0%	-43.0%	-31.4%	49.00	98.00	105,694	73,507	1,658
Ubi Banca Spa	2.58	-8.6%	-25.4%	-59.1%	-65.9%	-58.3%	2.42	7.88	16,445,100	12,883,890	2,330
Unicredit Spa	2.08	-13.9%	-32.1%	-59.8%	-67.4%	-59.6%	2.05	6.51	118,423,200	106,060,200	12,842
Unipol Gruppo Finanziario Sp	2.45	-8.8%	-24.7%	-48.1%	-46.3%	-48.7%	2.36	4.95	3,679,752	3,463,110	1,755
Unipolai Spa	1.47	-2.3%	-15.3%	-37.5%	-36.1%	-37.8%	1.36	2.45	10,064,940	10,864,380	4,154
Yoox Net-A-Porter Group	21.68	-1.4%	-13.6%	-35.5%	-30.6%	-37.3%	19.00	36.78	789,443	612,400	2,899

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