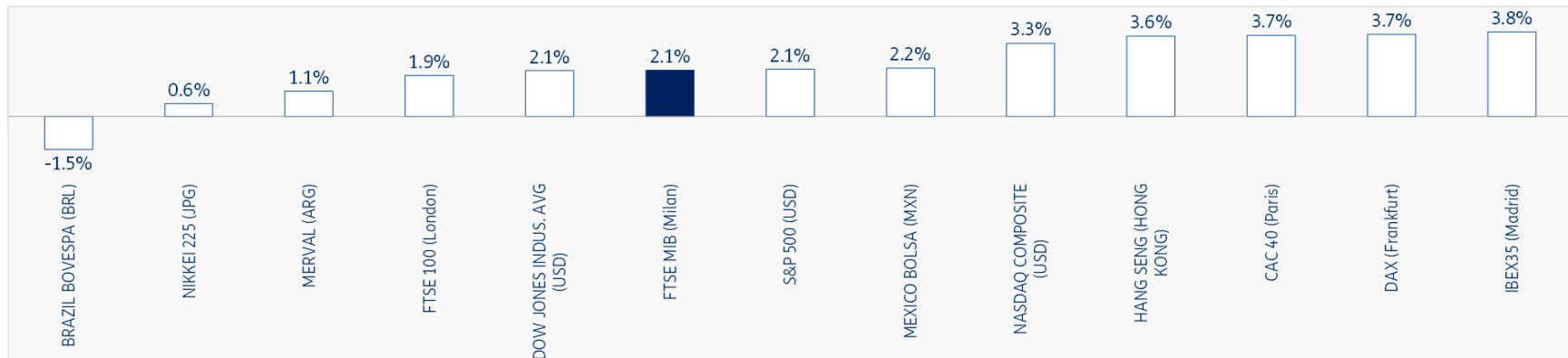


Weekly Stock Market Report for Telecom Italia Retail Shareholders

May 23rd – May 27th, 2016

Weekly Performance of Major Worldwide Market Stock Exchanges

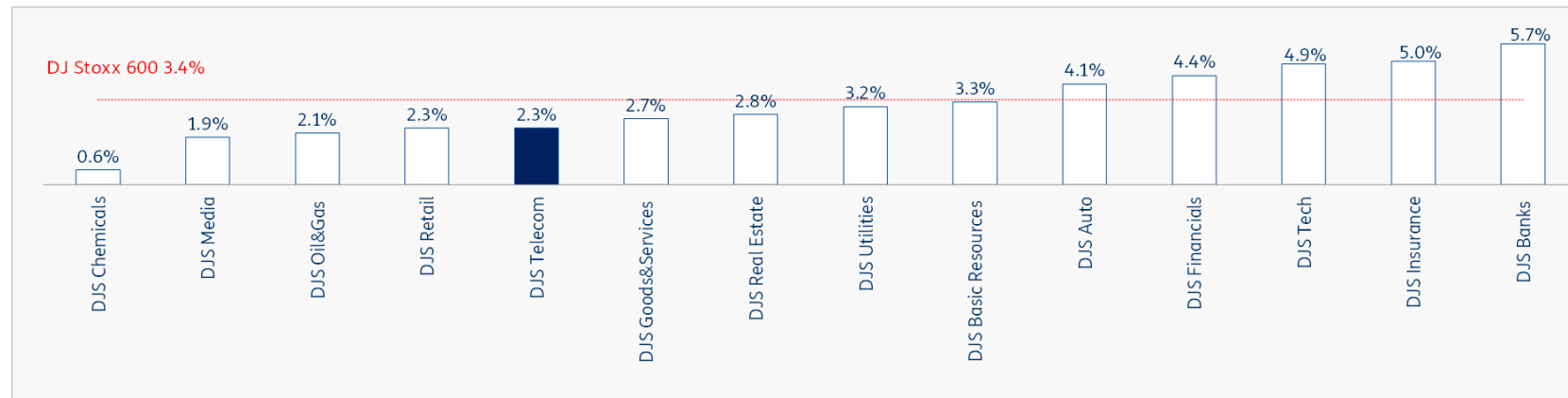


	Index Point as of 27-May-16	Performance (Δ%)*					Last 52 weeks		Daily average volume **		Market Cap. (mln. local cur.)
		1 week	1 month	6 months	1 year	from Jan. '16	Low Price	High Price	1 week	1 month	
Europe											
FTSE MIB (Milan)	18,186	2.1%	-3.0%	-19.4%	-23.8%	-15.1%	15,773	24,157	779,821,248	746,911,665	396,040
FTSE 100 (London)	6,271	1.9%	-0.8%	-1.6%	-10.8%	0.5%	5,500	7,070	767,955,123	733,193,744	1,755,432
DAX (Frankfurt)	10,286	3.7%	-0.1%	-8.9%	-12.6%	-4.3%	8,699	11,802	82,555,408	88,632,035	986,969
CAC 40 (Paris)	4,515	3.7%	-1.0%	-8.4%	-12.9%	-2.6%	3,892	5,218	103,951,088	103,984,871	1,244,455
IBEX35 (Madrid)	9,107	3.8%	-2.4%	-11.7%	-20.3%	-4.6%	7,746	11,613	301,754,752	425,247,074	542,448
America											
DOW JONES INDUS. AVG (USD)	17,863	2.1%	-1.0%	0.4%	-1.6%	2.5%	15,370	18,190	86,889,570	93,970,345	5,307,047
S&P 500 (USD)	2,097	2.1%	0.1%	0.3%	-1.3%	2.6%	1,810	2,133	563,248,877	609,516,853	18,853,234
NASDAQ COMPOSITE (USD)	4,928	3.3%	1.3%	-3.9%	-3.5%	-1.6%	4,210	5,232	416,345,638	431,184,442	7,388,448
MEXICO BOLSA (MXN)	46,151	2.2%	0.5%	4.3%	3.3%	7.4%	39,257	46,308	221,399,568	216,109,199	2,184,268
MERVAL (ARG)	12,775	1.1%	-7.1%	-3.0%	16.9%	9.4%	8,660	14,597	6,456,513	6,635,997	12,720
BRAZIL BOVESPA (BRL)	49,325	-1.5%	-7.0%	4.7%	-7.9%	13.9%	37,046	54,978	354,317,158	432,951,198	1,607,533
Asia											
NIKKEI 225 (JPG)	16,835	0.6%	-2.6%	-15.3%	-17.8%	-11.6%	14,866	20,953	1,134,824,934	1,486,973,786	300,986,592
HANG SENG (HONG KONG)	20,577	3.6%	-3.7%	-6.8%	-26.7%	-6.1%	18,279	28,215	1,496,869,632	1,495,388,036	12,980,129

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

Source: Bloomberg LP

Weekly Performance of Major European Sectors



Index	Index Point as of 27-May-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	349.64	3.4%	0.4%	-8.9%	-14.5%	-4.4%	302.59	409.48	2,826,029,926	2,875,366,541	9,066,664.00
Sectors											
DJS Telecom	330.56	2.3%	1.8%	-11.2%	-14.0%	-4.8%	295.61	399.43	263,115,120	259,878,733	461,453.13
DJS Auto	487.95	4.1%	-3.6%	-15.9%	-26.2%	-13.6%	416.06	663.09	40,785,287	41,259,121	286,796.75
DJS Banks	154.98	5.7%	-1.0%	-19.5%	-30.6%	-15.1%	130.03	227.47	1,429,036,467	1,463,351,473	1,011,624.25
DJS Basic Resources	275.95	3.3%	-6.6%	0.5%	-33.5%	12.7%	191.36	416.11	117,925,730	145,642,800	195,613.19
DJS Chemicals	757.19	0.6%	-5.9%	-14.7%	-21.8%	-8.3%	687.78	968.4	22,416,551	19,151,815	379,635.03
DJS Oil&Gas	278.14	2.1%	-2.5%	-4.8%	-16.3%	6.0%	222.42	333.49	97,234,518	101,295,576	483,125.72
DJS Financials	418.37	4.4%	0.4%	-10.2%	-11.3%	-6.6%	344.56	483.43	25,422,680	25,055,209	170,791.72
DJS Goods&Services	437.04	2.7%	0.9%	-3.7%	-10.5%	1.9%	360.76	488.98	146,572,211	148,995,957	995,814.13
DJS Insurance	256.26	5.0%	1.2%	-13.6%	-12.2%	-10.3%	218.94	299.24	114,677,765	108,814,314	513,451.13
DJS Media	291.48	1.9%	1.5%	-8.0%	-12.2%	-4.5%	258.78	337.67	51,274,322	56,577,578	260,478.94
DJS Tech	332.97	4.9%	1.3%	-8.8%	-9.8%	-6.4%	284.27	374.62	54,238,615	60,780,972	327,199.75
DJS Utilities	298.09	3.2%	-0.3%	-5.0%	-12.5%	-1.9%	265.83	341.16	132,932,771	142,917,309	404,257.28
DJS Retail	317.89	2.3%	-0.8%	-12.0%	-14.6%	-5.6%	294.4	381.17	108,373,435	101,118,599	351,666.78
DJS Real Estate	183.84	2.8%	2.9%	-4.4%	-4.0%	0.3%	157.29	197.67	24,679,022	23,309,197	165,660.27

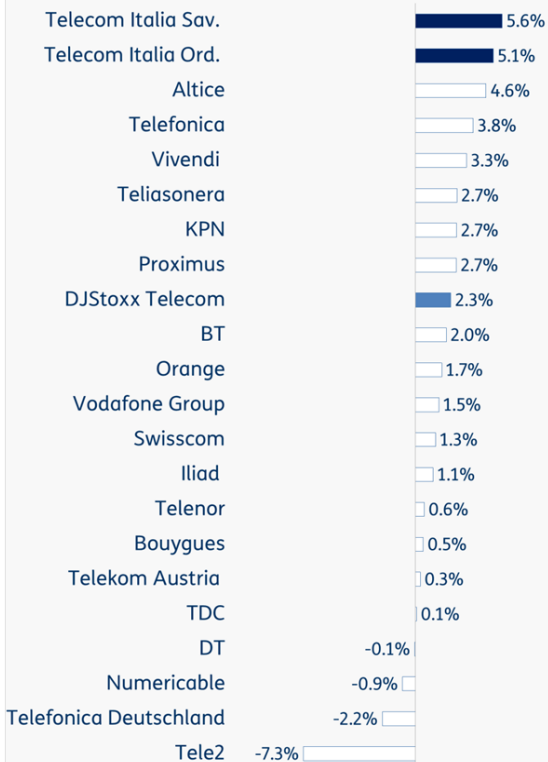
* performance calculated on closing price. ** n. of traded shares.

Source: Bloomberg LP

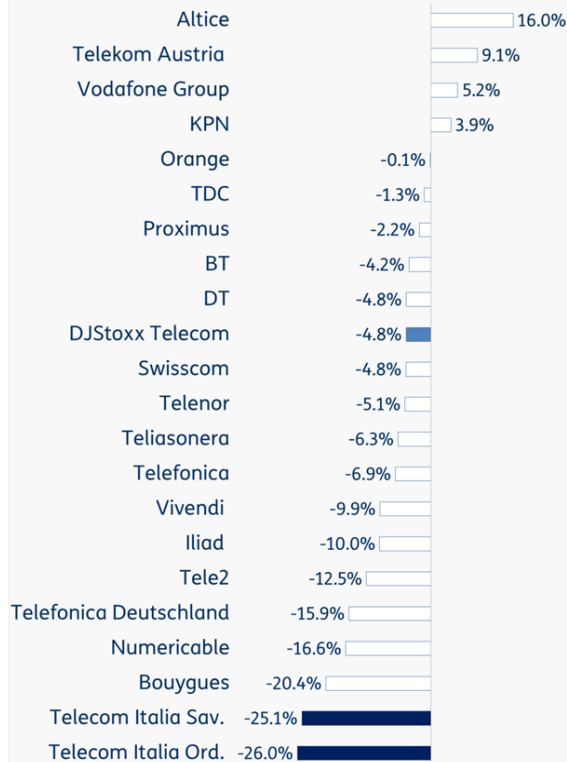
Europe: Stock Performance of Main TLC Operators



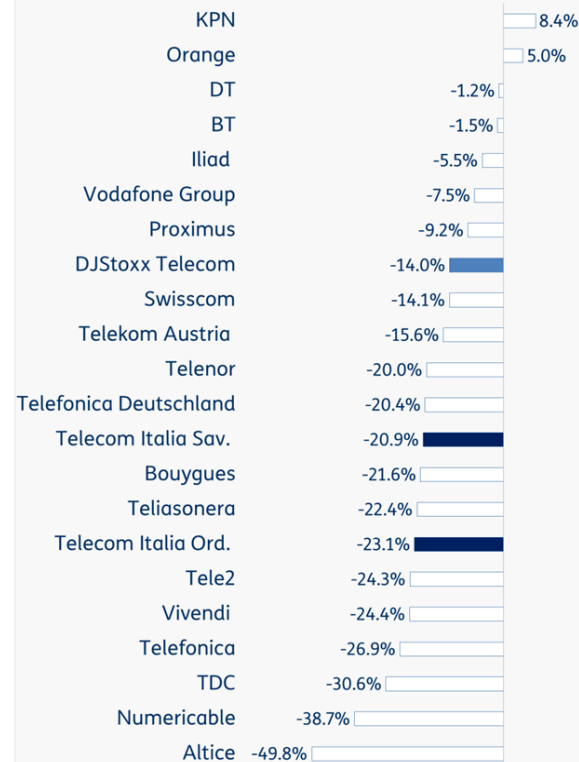
Last Week Performance



2016 Year-To-Date Performance



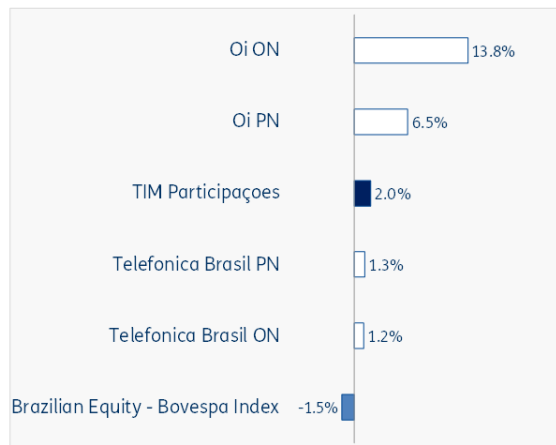
Last 12 Month Performance



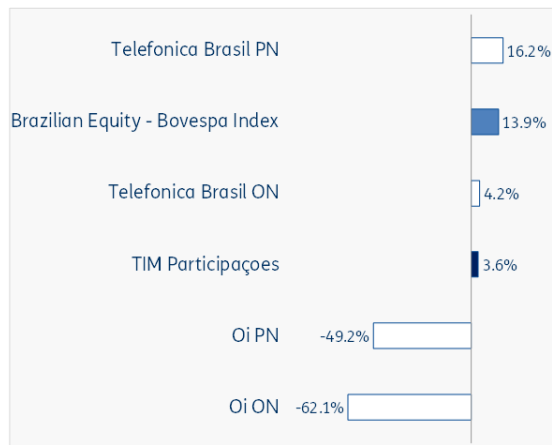
Latam: Stock Performance of Main TLC Operators



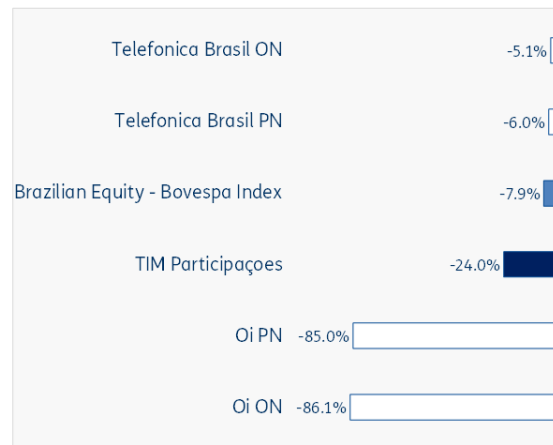
Last Week Performance



2016 Year-To-Date Performance



Last 12 Month Performance



CL Price 27-May-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\$ 49,324.59	-1.5%	-7.0%	4.7%	-7.9%	13.9%	37,046.07	54,977.70	354,317,158	432,951,198	R\$ 1,607,533
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Peers

TIM Participações	R\$ 7.11	2.0%	-9.7%	-8.8%	-24.0%	3.6%	R\$ 5.63	R\$ 10.77	1,882,480	2,944,440	R\$ 17,214
Oi ON	R\$ 0.91	13.8%	7.1%	-69.7%	-86.1%	-62.1%	R\$ 0.78	R\$ 7.22	2,625,220	5,256,527	R\$ 608
Oi PN	R\$ 0.99	6.5%	-2.9%	-45.3%	-85.0%	-49.2%	R\$ 0.89	R\$ 7.30	1,394,820	3,136,100	R\$ 156
Telefonica Brasil ON	R\$ 35.43	1.2%	-1.9%	9.9%	-5.1%	4.2%	R\$ 28.41	R\$ 40.41	4,140	6,697	R\$ 20,172
Telefonica Brasil PN	R\$ 41.53	1.3%	-3.4%	9.6%	-6.0%	16.2%	R\$ 31.72	R\$ 47.56	1,620,480	1,825,830	R\$ 46,486

* performance calculated on closing price

** n. of traded shares



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

European Telecoms Sector: Credit Outlook

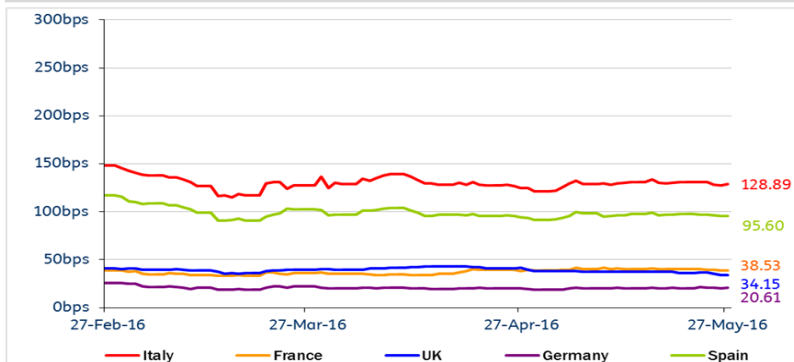


Long-term Credit Ratings

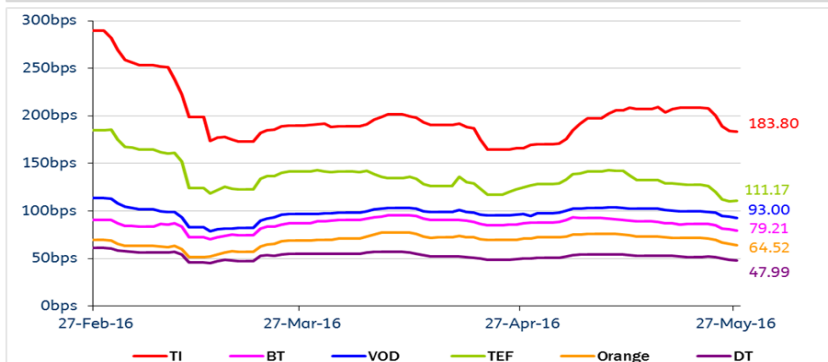
	Moody's		S&P		Fitch	
	rating	outlook	rating	outlook	rating	outlook
TELECOM ITALIA	Ba1	NEG	BB+	STABLE	BBB-	STABLE
ALTICE	n.a.	n.a.	B+	STABLE	n.a.	n.a.
BT GROUP	Baa2	POS	BBB	POS	BBB+	STABLE
DEUTSCHE TELEKOM	Baa1	STABLE	BBB+	STABLE	BBB+	STABLE
KPN	Baa3	STABLE	BBB-	STABLE	BBB-	POS
ORANGE	Baa1	STABLE	BBB+	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	Caa1	NEG	CCC-	NEG	CCC	n.a.

5 Years CDS levels

Countries



TLC Operators



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



TI Ordinary Shares



TI Saving Shares

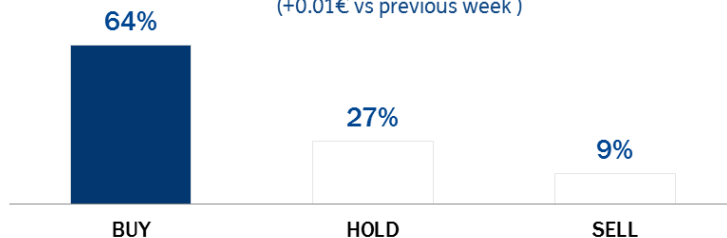


Analysts' Recommendations on TI Ords

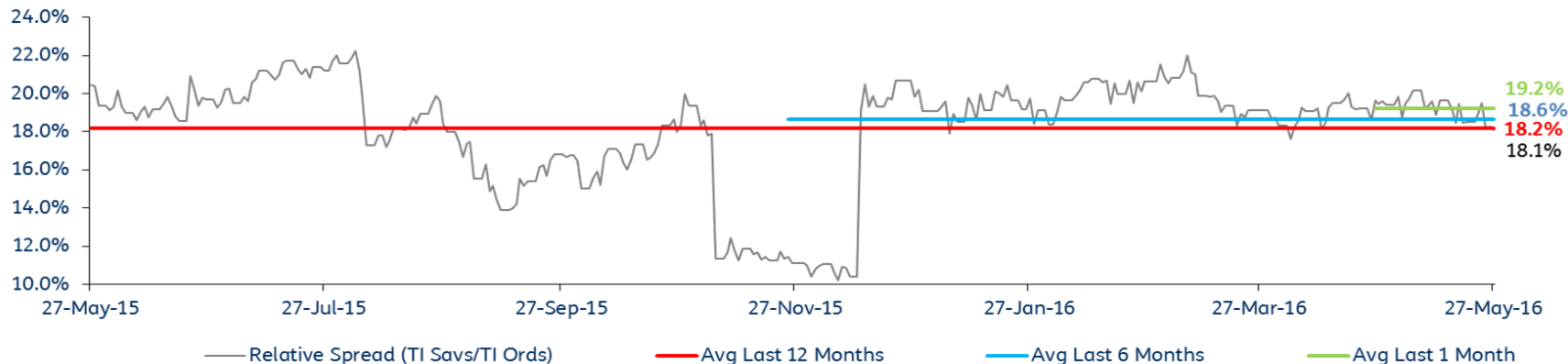
Total Coverage of 33 Active Brokers

Average Target Price: 1.12€

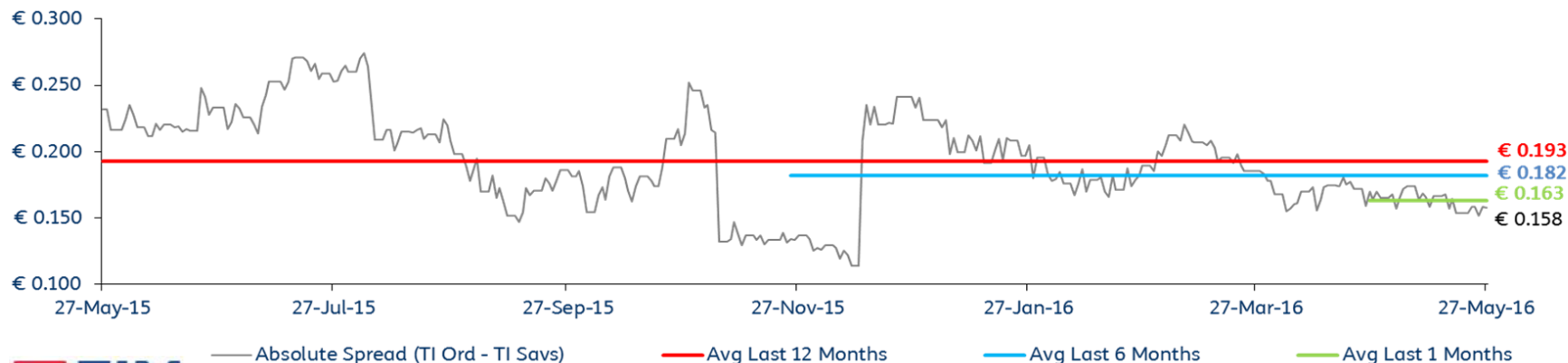
(+0.01€ vs previous week)



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) 27-May-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	330.56	2.3%	1.8%	-11.2%	-14.0%	-4.8%	295.61	399.43	263,115,120	259,878,733	
TLC Operators												
Altice	NL	15.38	4.6%	13.0%	5.9%	-49.8%	16.0%	9.975	35.800	1,230,638	1,323,642	17,118
Bouygues	FR	29.09	0.5%	-0.5%	-17.8%	-21.6%	-20.4%	28.250	38.860	751,475	920,019	10,042
BT	GB	451.90	2.0%	3.2%	-9.6%	-1.5%	-4.2%	404.000	502.600	16,179,740	17,552,580	58,974
DT	DE	15.90	-0.1%	0.9%	-9.1%	-1.2%	-4.8%	13.385	17.570	11,450,020	8,903,776	73,223
Freenet	DE	24.95	2.5%	-8.1%	-20.9%	-18.6%	-20.3%	24.105	33.105	486,059	649,856	3,194
Orange	FR	15.47	1.7%	3.4%	-6.9%	5.0%	-0.1%	12.210	16.975	6,096,860	5,889,891	40,965
OTE	GR	8.86	-7.5%	6.2%	-5.5%	4.2%	-4.1%	5.750	9.710	595,898	658,320	4,343
Iliad	FR	198.05	1.1%	2.3%	-5.9%	-5.5%	-10.0%	173.050	238.100	73,521	99,183	11,627
Inmarsat	GB	748.50	-0.9%	-19.5%	-32.7%	-24.0%	-34.2%	709.500	1,153.000	2,649,025	2,036,347	4,438
KPN	NL	3.60	2.7%	6.7%	0.8%	8.4%	3.9%	2.992	3.683	8,965,758	10,060,170	15,381
Numericable	FR	27.95	-0.9%	-3.1%	-18.6%	-38.7%	-16.6%	25.570	48.038	162,356	224,894	12,318
Proximus	BE	29.34	2.7%	-0.3%	-7.3%	-9.2%	-2.2%	27.460	35.215	548,296	517,608	9,918
Sunrise	CH	59.80	-3.2%	0.4%	2.8%	n.a.	n.a.	46.035	79.468	116,679	127,123	2,436
Swisscom	CH	478.70	1.3%	-2.8%	-6.7%	-14.1%	-4.8%	452.700	572.000	225,041	134,618	22,448
Talk Talk	GB	242.50	-0.4%	-11.1%	-0.7%	-39.6%	11.5%	184.000	412.700	1,210,320	1,247,637	3,046
TDC	DK	33.95	0.1%	2.4%	-8.7%	-30.6%	-1.3%	28.240	53.750	2,046,203	2,909,220	3,707
Tele2	SE	74.15	-7.3%	-4.3%	-15.6%	-24.3%	-12.5%	65.850	104.600	3,745,409	2,886,416	3,622
Telecom Italia Ord.	IT	0.87	5.1%	3.2%	-29.4%	-23.1%	-26.0%	0.797	1.316	123,362,700	94,752,190	11,745
Telecom Italia Sav.	IT	0.71	5.6%	4.9%	-34.9%	-20.9%	-25.1%	0.635	1.122	30,631,200	23,124,030	4,295
Telefonica	ES	9.53	3.8%	-4.5%	-18.1%	-26.9%	-6.9%	8.483	14.305	22,903,600	38,265,020	47,419
Telefonica Deutschland	DE	4.11	-2.2%	-14.8%	-23.7%	-20.4%	-15.9%	4.041	5.994	3,135,897	2,720,736	12,231
Telenor	NO	140.80	0.6%	2.6%	-8.5%	-20.0%	-5.1%	116.800	186.100	1,745,521	2,007,134	22,795
Telekom Austria	AT	5.50	0.3%	3.7%	4.6%	-15.6%	9.1%	4.660	6.550	155,908	167,956	3,655
Teliaasonera	SE	39.52	2.7%	1.1%	-7.7%	-22.4%	-6.3%	36.610	52.950	11,442,810	10,477,770	18,457
Vivendi	FR	17.90	3.3%	3.3%	-10.8%	-24.4%	-9.9%	16.295	24.830	4,619,272	4,467,116	24,491
Vodafone Group	GB	232.60	1.5%	3.4%	3.0%	-7.5%	5.2%	197.700	258.000	44,187,800	46,394,130	81,213
EUROPEAN TOWERS OPERATORS												
Inwit	IT	4.24	-0.4%	-6.2%	-14.2%	n.a.	16.2%	3.650	5.180	476,871	547,507	2,544
Ei Towers	IT	49.54	-1.3%	-1.3%	-10.4%	-8.3%	-16.8%	46.420	59.750	15,681	14,400	1,400
Rai Way	IT	4.23	-2.9%	-4.1%	-14.4%	-1.9%	-10.3%	3.950	5.450	68,335	70,839	1,151
Cellnex Telecom (Abertis)	ES	14.30	-0.7%	-3.6%	-14.3%	-6.2%	2.1%	13.225	17.500	508,270	642,455	3,313

* performance calculated on closing price

** n. of traded shares

Source: Bloomberg LP

Performance Summary of FTSE MIB



Index	CL Price € 27-May-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)	18,186	2.1%	-3.0%	-19.4%	-23.8%	-15.1%	15,773	24,157	779,821,248	746,911,665	396,040
FTSE Italia All-Share (Milan)	19,924	2.1%	-2.4%	-18.0%	-21.6%	-14.3%	17,273	25,746	895,556,224	854,750,978	493,340
Stocks FTSE MIB Index											
A2A Spa	1.25	3.6%	0.5%	-4.4%	11.3%	-0.3%	0.94	1.37	8,773,967	8,991,295	3,916
Anima Holding Spa	5.63	6.8%	-10.4%	-34.9%	-29.9%	-29.9%	5.02	9.87	1,703,192	1,664,140	1,686
Atlantia Spa	24.06	-1.6%	-1.9%	-2.9%	1.2%	-1.8%	20.84	25.74	2,046,224	1,757,550	19,868
Azimut Holding Spa	19.76	2.0%	-9.7%	-17.3%	-25.4%	-14.3%	15.09	27.30	871,630	1,046,310	2,831
Banca Mediolanum Spa	7.55	3.1%	7.7%	-2.4%	-5.2%	3.2%	5.13	8.08	2,061,083	1,356,849	5,571
Banca Monte Dei Paschi Siena	0.63	11.7%	-10.8%	-57.8%	-66.0%	-48.9%	0.42	2.04	62,577,070	82,246,260	1,846
Banca Popol Emilia Romagna	4.75	6.7%	-7.2%	-34.5%	-40.0%	-32.5%	3.67	8.65	4,697,364	5,093,262	2,286
Banca Popolare Di Milano	0.55	5.8%	-17.3%	-40.5%	-42.3%	-40.7%	0.49	1.04	64,453,900	63,774,390	2,400
Banco Popolare Sc	4.79	10.9%	-22.0%	-64.8%	-69.1%	-62.6%	4.06	16.55	5,731,803	6,890,994	1,735
Buzzi Unicem Spa	18.22	5.3%	9.4%	6.3%	27.6%	9.8%	11.67	18.23	705,456	771,025	3,434
Davide Campari-Milano Spa	8.71	3.2%	0.3%	5.7%	22.8%	8.8%	6.36	8.99	1,155,899	1,348,235	5,056
Cnh Industrial Nv	6.32	5.2%	-3.5%	-7.5%	-24.2%	-0.3%	5.17	8.92	4,119,596	4,102,569	8,620
Enel Spa	4.10	2.7%	2.9%	-1.3%	-7.8%	5.3%	3.33	4.50	34,969,600	32,039,690	41,663
Eni Spa	13.83	3.2%	-3.1%	-9.7%	-17.1%	0.2%	10.93	16.99	17,527,200	16,591,040	50,261
Exor Spa	34.13	7.8%	1.6%	-17.9%	-24.9%	-18.9%	23.13	47.18	555,770	455,156	8,404
Ferrari Nv	37.57	2.3%	-2.2%	n.a.	n.a.	n.a.	27.56	45.61	558,064	628,900	7,286
Fiat Chrysler Automobiles Nv	6.22	-1.4%	-12.6%	-30.1%	-35.8%	-27.0%	5.04	9.89	20,167,910	19,731,900	8,002
Fincobank Spa	6.63	4.2%	-6.1%	-8.4%	-4.8%	-13.0%	5.70	7.87	1,490,736	1,265,421	4,023
Leonardo-Finmeccanica Spa	10.93	2.1%	-3.6%	-20.3%	-8.5%	-15.3%	8.51	13.94	2,160,273	2,732,302	6,319
Assicurazioni Generali	13.12	2.9%	-4.4%	-26.3%	-28.0%	-22.5%	10.90	18.29	8,388,692	7,770,495	20,466
Intesa Sanpaolo	2.36	1.8%	-4.6%	-26.7%	-30.0%	-23.7%	2.12	3.65	144,908,700	124,936,400	39,428
Italcementi Spa	10.50	0.8%	1.0%	2.3%	70.0%	2.4%	5.42	10.53	1,585,983	1,197,611	3,667
Luxottica Group Spa	48.95	-1.9%	3.3%	-21.9%	-20.5%	-19.0%	46.58	67.80	1,124,971	959,332	23,679
Mediaset Spa	4.04	1.8%	1.7%	-3.9%	-12.2%	5.4%	2.77	4.93	4,605,473	6,425,324	4,772
Mediobanca Spa	7.21	8.5%	-0.7%	-20.2%	-24.5%	-18.9%	5.42	10.15	3,672,540	3,931,309	6,280
Moncler Spa	15.00	0.0%	5.2%	6.4%	-14.8%	16.1%	11.30	19.00	859,118	1,007,624	3,752
Prysmian Spa	22.13	1.1%	7.7%	7.5%	6.1%	9.2%	16.06	22.35	918,832	999,936	4,796
Saipem Spa	0.37	2.9%	-4.6%	-63.9%	-75.5%	-60.8%	0.28	1.52	64,116,680	89,548,740	3,739
Salvatore Ferragamo Spa	19.36	-3.0%	-5.2%	-32.9%	-32.9%	-11.0%	18.50	30.72	562,631	665,453	3,268
Snam Spa	5.08	-2.4%	-4.2%	5.1%	11.8%	5.1%	4.05	5.58	15,258,540	13,304,420	17,766
Stmicroelectronics Nv	5.43	5.6%	-4.8%	-20.8%	-28.4%	-13.4%	4.48	7.95	4,360,896	5,263,089	4,942
Telecom Italia Spa	0.87	5.1%	3.2%	-29.4%	-23.1%	-26.0%	0.80	1.32	123,362,700	94,752,190	16,040
Tenaris Sa	12.00	2.1%	-0.6%	-0.9%	-10.3%	9.7%	8.53	13.48	3,943,539	4,156,694	14,166
Terna Spa	4.99	2.3%	2.5%	7.4%	15.3%	5.0%	3.88	5.12	6,511,005	6,238,560	10,034
Tod'S Spa	54.55	-0.8%	-10.8%	-28.5%	-35.8%	-25.3%	53.60	98.00	63,069	77,284	1,805
Ubi Banca Spa	3.48	0.7%	-7.5%	-45.7%	-54.6%	-43.9%	2.80	7.88	13,174,630	10,888,260	3,136
Unicredit Spa	2.99	-0.6%	-12.6%	-46.1%	-53.9%	-41.9%	2.76	6.61	122,534,200	103,765,900	18,464
Unipol Gruppo Finanziario Sp	3.38	3.7%	-11.0%	-28.1%	-31.9%	-29.0%	2.84	5.04	3,333,026	3,488,289	2,426
Unipolsai Spa	1.79	-3.2%	-12.7%	-26.0%	-28.8%	-24.2%	1.55	2.54	14,756,830	10,779,560	5,065
Yoox Net-A-Porter Group	25.47	4.7%	-0.4%	-19.4%	-15.0%	-26.3%	22.66	36.78	481,907	591,379	3,405

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