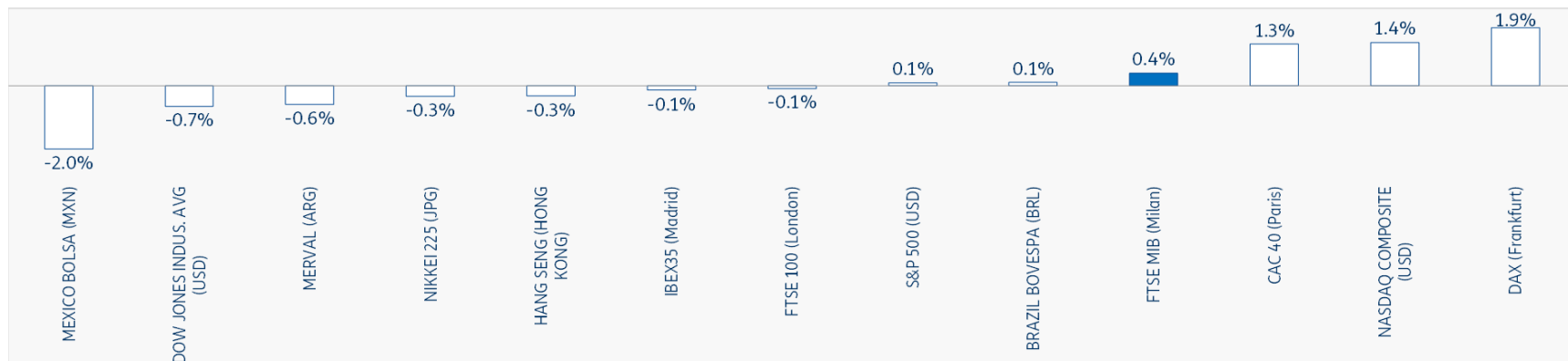


Weekly Stock Market Report for Telecom Italia Retail Shareholders

Jul 25th – Jul 29th, 2016

Weekly Performance of Major Worldwide Market Stock Exchanges

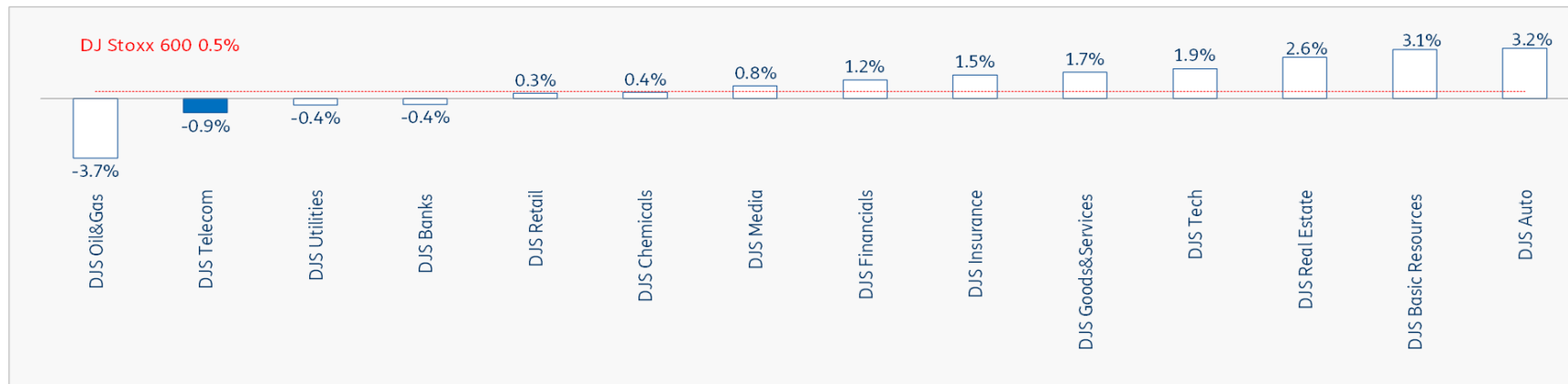


	Index Point as of 29-Jul-16	Performance (Δ%)*					Last 52 weeks		Daily average volume **		Market Cap. (mln. local cur.)
		1 week	1 month	6 months	1 year	from Jan. '16	Low Price	High Price	1 week	1 month	
Europe											
FTSE MIB (Milan)	16,847	0.4%	5.6%	-9.7%	-27.5%	-21.3%	15,017	23,992	822,811,238	1,069,770,161	366,403
FTSE 100 (London)	6,724	-0.1%	5.7%	10.5%	1.4%	7.7%	5,500	6,780	831,738,944	1,168,815,439	1,891,911
DAX (Frankfurt)	10,338	1.9%	7.5%	5.5%	-7.8%	-3.8%	8,699	11,670	76,480,209	106,987,362	974,316
CAC 40 (Paris)	4,440	1.3%	5.8%	0.5%	-11.5%	-4.3%	3,892	5,218	92,902,485	127,122,562	1,224,763
IBEX35 (Madrid)	8,587	-0.1%	5.9%	-2.6%	-23.9%	-10.0%	7,580	11,362	307,495,024	467,677,908	519,745
America											
DOW JONES INDUS. AVG (USD)	18,446	-0.7%	4.3%	12.0%	3.9%	5.9%	15,370	18,622	89,818,102	105,011,514	5,494,640
S&P 500 (USD)	2,177	0.1%	5.1%	12.2%	3.2%	6.5%	1,810	2,177	561,099,872	642,819,532	19,515,672
NASDAQ COMPOSITE (USD)	5,171	1.4%	8.2%	12.1%	1.2%	3.3%	4,210	5,177	410,865,677	469,145,126	7,824,041
MEXICO BOLSA (MXN)	46,591	-2.0%	2.4%	6.7%	4.7%	8.4%	39,257	47,785	232,762,488	208,858,935	2,267,277
MERVAL (ARG)	15,743	-0.6%	7.8%	39.3%	39.2%	34.9%	8,660	16,143	8,032,750	10,980,801	15,450
BRAZIL BOVESPA (BRL)	57,053	0.1%	11.9%	41.2%	13.6%	31.6%	37,046	57,380	350,966,163	369,839,460	1,809,108
Asia											
NIKKEI 225 (JPG)	16,569	-0.3%	6.4%	-5.4%	-18.4%	-12.9%	14,864	20,947	1,497,581,581	1,454,468,597	293,450,976
HANG SENG (HONG KONG)	21,891	-0.3%	7.1%	11.2%	-11.1%	-0.1%	18,279	24,924	1,740,884,122	1,781,578,539	13,863,656

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

Source: Bloomberg LP

Weekly Performance of Major European Sectors



Index	Index Point as of 29-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	341.89	0.5%	4.7%	-0.1%	-13.2%	-6.5%	302.59	404.05	2,836,491,622	3,977,119,607	8,890,846.00
Sectors											
DJS Telecom	301.03	-0.9%	0.1%	-10.7%	-22.6%	-13.3%	276.64	396.94	277,514,963	312,715,490	422,928.59
DJS Auto	480.17	3.2%	13.2%	1.5%	-17.6%	-15.0%	403.04	610.97	50,868,696	49,810,182	278,153.25
DJS Banks	133.19	-0.4%	6.3%	-14.6%	-39.6%	-27.1%	116.29	223.34	1,351,714,586	2,120,097,681	871,873.38
DJS Basic Resources	318.71	3.1%	12.4%	47.9%	-9.2%	30.1%	191.36	363.99	95,441,795	134,066,707	225,785.14
DJS Chemicals	775.77	0.4%	5.5%	3.9%	-15.6%	-6.0%	687.78	954.26	15,973,798	19,559,194	385,143.16
DJS Oil&Gas	278.68	-3.7%	-1.9%	8.0%	-7.5%	6.2%	222.42	310.67	205,493,072	202,575,555	492,293.94
DJS Financials	391.96	1.2%	7.1%	-1.5%	-14.8%	-12.5%	342.84	472.42	27,453,599	34,485,223	158,953.19
DJS Goods&Services	431.85	1.7%	6.8%	6.9%	-4.6%	0.7%	360.76	471.39	148,129,690	198,567,542	980,969.88
DJS Insurance	224.76	1.5%	2.0%	-13.1%	-21.5%	-21.3%	203.67	299.24	100,435,410	158,612,668	445,357.69
DJS Media	278.35	0.8%	4.4%	-5.4%	-14.4%	-8.8%	249.39	334.12	63,440,035	77,107,351	243,685.16
DJS Tech	360.37	1.9%	13.7%	4.7%	5.2%	1.3%	284.27	372.94	55,017,649	63,570,941	353,052.13
DJS Utilities	299.89	-0.4%	3.9%	0.5%	-6.3%	-1.3%	264.87	327.85	122,638,898	188,389,430	413,174.94
DJS Retail	300.36	0.3%	3.5%	-7.2%	-17.9%	-10.8%	273.13	381.17	95,831,656	120,647,162	339,010.03
DJS Real Estate	180.93	2.6%	6.6%	3.8%	-4.4%	-1.3%	157.29	197.67	26,061,517	40,598,535	167,501.42

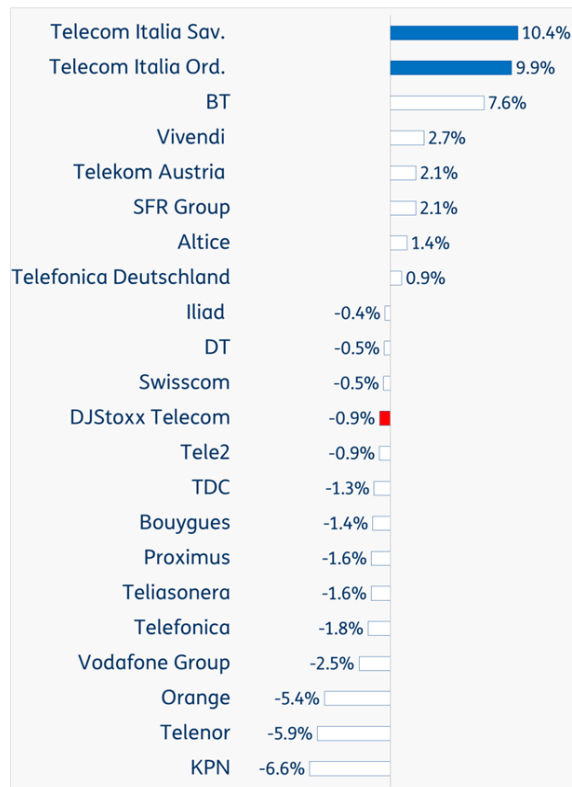
* performance calculated on closing price. ** n. of traded shares.

Source: Bloomberg LP

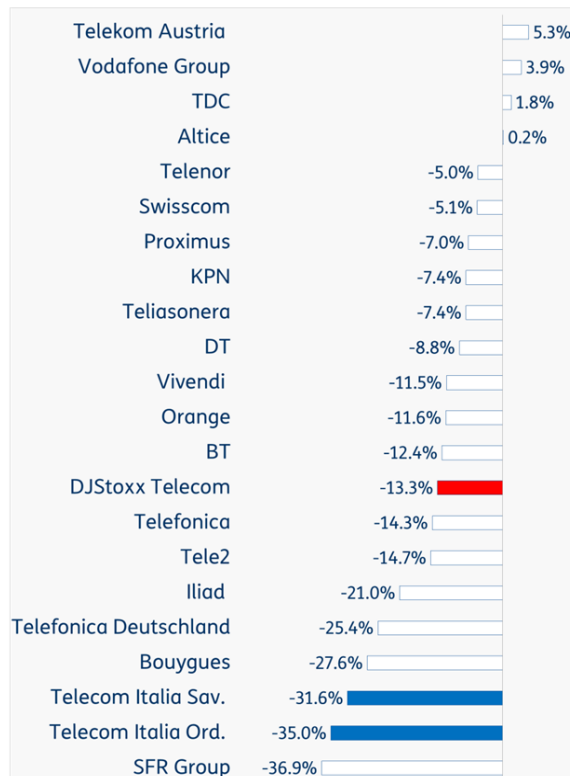
Europe: Stock Performance of Main TLC Operators



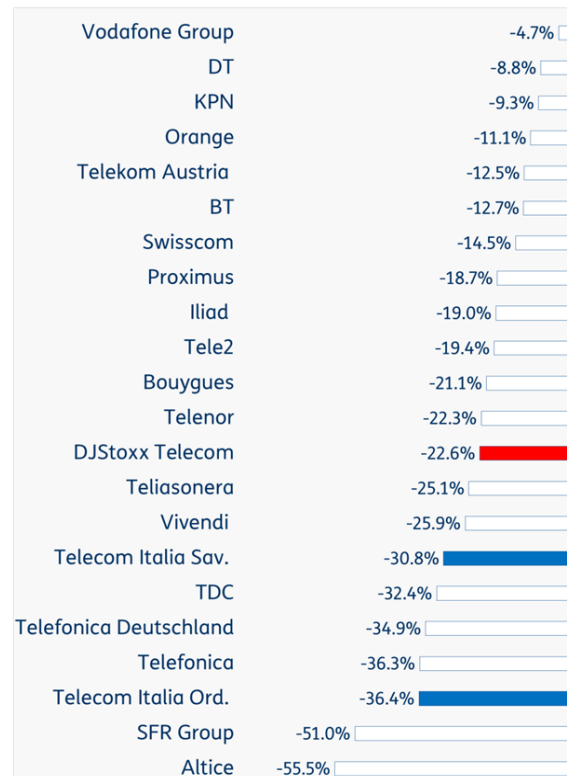
Last Week Performance



2016 Year-To-Date Performance



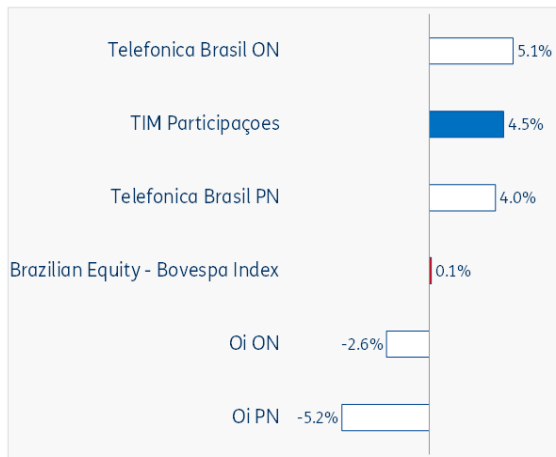
Last 12 Month Performance



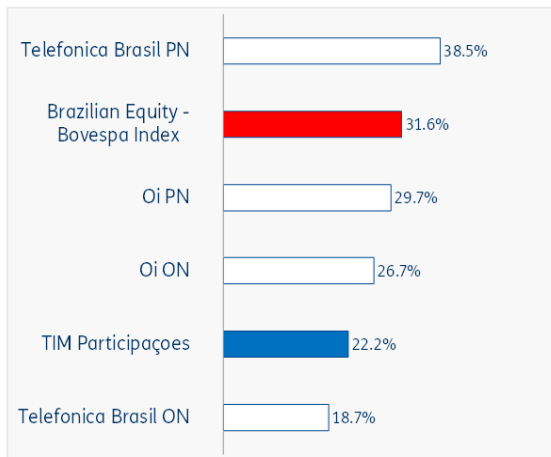
Latam: Stock Performance of Main TLC Operators



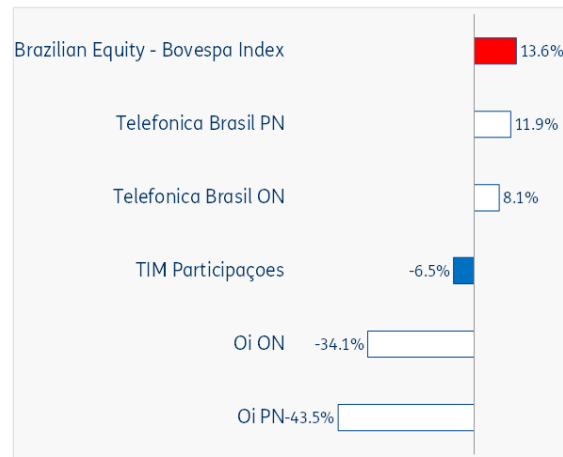
Last Week Performance



2016 Year-To-Date Performance



Last 12 Month Performance



CL Price 29-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\$ 57,053.25	0.1%	11.9%	41.2%	13.6%	31.6%	37,046.07	57,380.30	350,966,163	369,839,460	R\$ 1,809,108
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Peers

TIM Participações	R\$ 8.38	4.5%	23.2%	31.6%	-6.5%	22.2%	R\$ 5.63	R\$ 9.66	2,628,560	2,582,093	R\$ 20,288
Oi ON	R\$ 3.04	-2.6%	54.3%	38.8%	-34.1%	26.7%	R\$ 0.78	R\$ 5.02	3,965,200	12,804,550	R\$ 2,031
Oi PN	R\$ 2.53	-5.2%	84.7%	53.3%	-43.5%	29.7%	R\$ 0.68	R\$ 4.96	12,683,860	25,357,550	R\$ 399
Telefonica Brasil ON	R\$ 40.33	5.1%	9.9%	30.1%	8.1%	18.7%	R\$ 28.41	R\$ 40.41	9,100	15,130	R\$ 22,962
Telefonica Brasil PN	R\$ 49.50	4.0%	13.3%	42.4%	11.9%	38.5%	R\$ 31.72	R\$ 49.65	2,023,640	2,009,207	R\$ 55,407

* 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

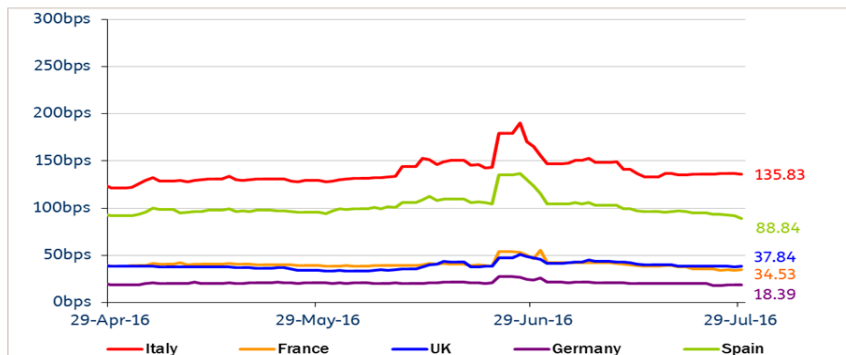
Long-term Credit Ratings



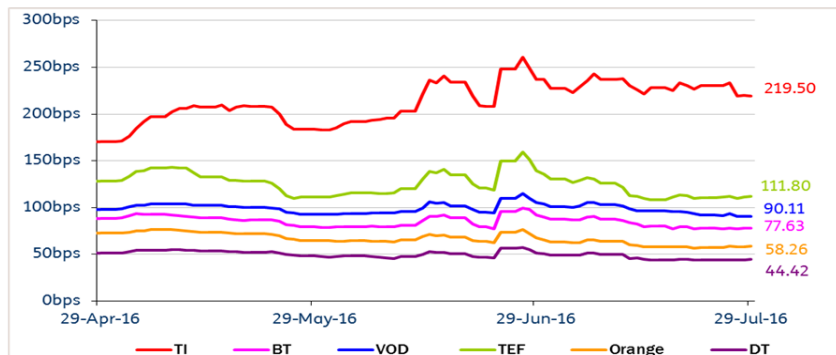
	Moody's		S&P		Fitch	
	rating	outlook	rating	outlook	rating	outlook
TELECOM ITALIA	Ba1	NEG	BB+	STABLE	BBB-	STABLE
ALTICE	n.a.	n.a.	B+	STABLE	n.a.	n.a.
BT GROUP	Baa2	POS	BBB+	STABLE	BBB+	STABLE
DEUTSCHE TELEKOM	Baa1	STABLE	BBB+	STABLE	BBB+	STABLE
KPN	Baa3	STABLE	BBB-	STABLE	BBB	STABLE
ORANGE	Baa1	STABLE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

5 Years CDS levels

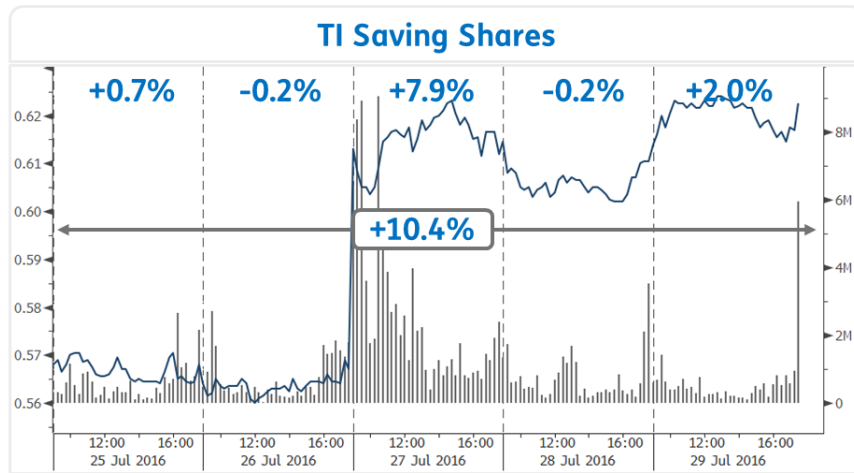
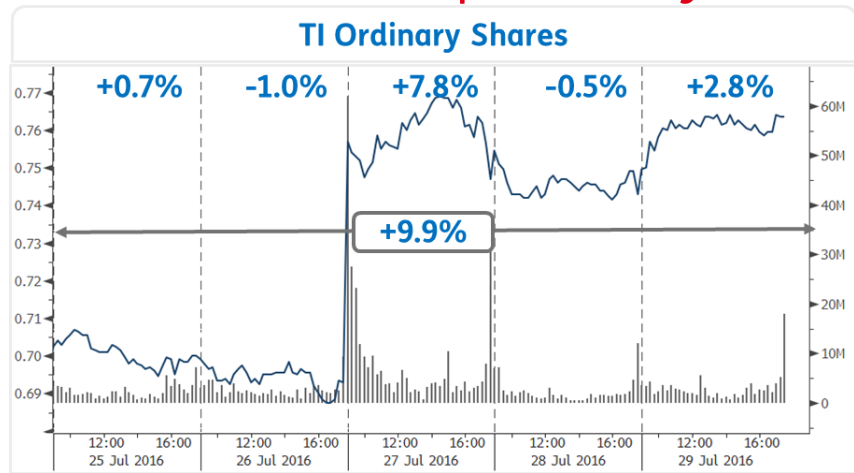
Countries



TLC Operators



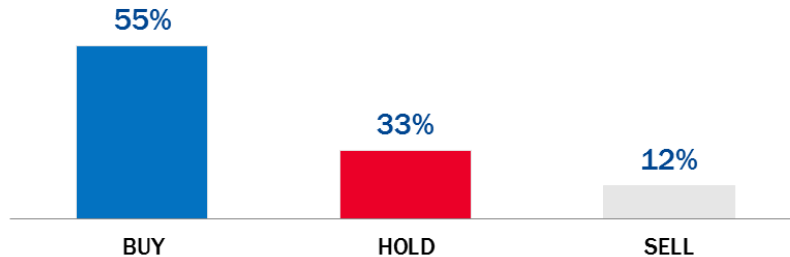
Telecom Italia Group – Weekly Performance: Price (€) and Volumes (mln)



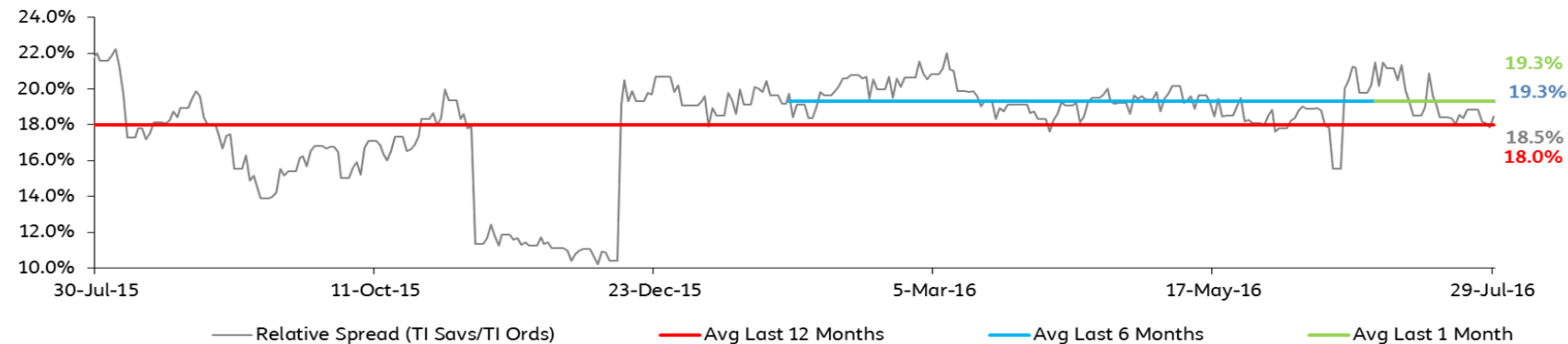
Analysts' Recommendations on TI Ords

Total Coverage of 33 Active Brokers

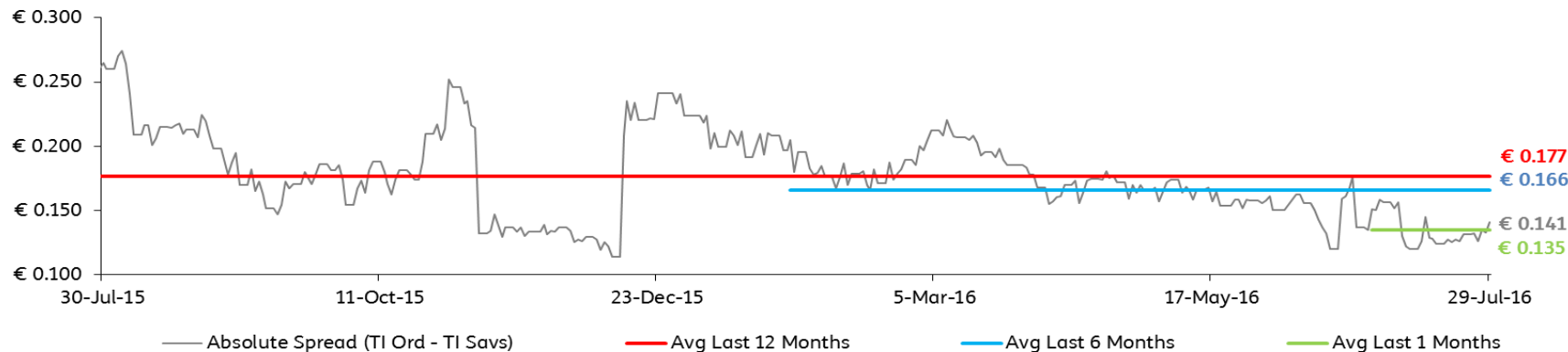
Average Target Price: 1.03€



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



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



Performance Summary of Main European TLC Operators



	Country	Cl. Price (local currency) 29-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	301.03	-0.9%	0.1%	-10.7%	-22.6%	-13.3%	276.64	396.94	277,514,963	312,715,490	
TLC Operators												
Altice	NL	13.28	1.4%	-2.4%	0.3%	-55.5%	0.2%	9.975	31.755	1,100,606	1,717,683	14,769
Bouygues	FR	26.46	-1.4%	0.0%	-26.6%	-21.1%	-27.6%	24.745	38.595	712,136	984,751	9,136
BT	GB	413.35	7.6%	0.4%	-14.7%	-12.7%	-12.4%	359.600	502.600	22,729,510	23,988,360	48,673
DT	DE	15.23	-0.5%	1.4%	-4.9%	-8.8%	-8.8%	13.385	17.570	7,229,081	10,369,840	71,206
Freenet	DE	24.97	0.3%	7.6%	-12.6%	-20.6%	-20.3%	22.200	33.105	347,508	480,011	3,197
Orange	FR	13.69	-5.4%	-6.4%	-16.2%	-11.1%	-11.6%	12.210	16.975	9,312,232	7,894,511	36,416
OTE	GR	8.70	1.0%	6.5%	9.0%	6.1%	-5.8%	5.750	9.710	406,869	516,834	4,264
Iliad	FR	173.85	-0.4%	-3.7%	-24.8%	-19.0%	-21.0%	170.050	238.100	57,479	87,315	10,209
Inmarsat	GB	782.00	1.0%	1.1%	-28.9%	-13.1%	-31.2%	664.000	1,153.000	1,393,971	2,059,841	4,184
KPN	NL	2.94	-6.6%	-8.0%	-9.2%	-9.3%	-7.4%	2.700	3.378	15,920,530	13,468,160	12,567
Proximus	BE	27.92	-1.6%	-0.9%	-12.1%	-18.7%	-7.0%	26.410	35.215	411,147	591,973	9,436
SFR Group	FR	21.13	2.1%	-7.4%	-42.2%	-51.0%	-36.9%	19.750	44.908	255,877	377,010	9,347
Sunrise	CH	62.65	-1.5%	-0.1%	9.4%	-9.1%	11.5%	46.035	73.333	78,105	126,339	2,603
Swisscom	CH	477.10	-0.5%	0.4%	-6.0%	-14.5%	-5.1%	445.000	572.000	92,177	134,166	22,816
Talk Talk	GB	229.00	4.5%	8.5%	4.0%	-29.8%	5.3%	184.000	334.400	1,122,540	1,705,185	2,596
TDC	DK	35.02	-1.3%	8.2%	19.1%	-32.4%	1.8%	28.240	52.200	2,107,620	3,146,403	3,823
Tele2	SE	72.30	-0.9%	1.1%	-19.4%	-19.4%	-14.7%	65.850	92.100	2,013,865	2,653,892	3,437
Telecom Italia Ord.	IT	0.76	9.9%	2.6%	-25.3%	-36.4%	-35.0%	0.627	1.316	124,719,600	135,759,400	10,307
Telecom Italia Sav.	IT	0.62	10.4%	4.7%	-21.4%	-30.8%	-31.6%	0.503	1.075	36,825,110	44,274,150	3,752
Telefonica	ES	8.77	-1.8%	5.3%	-9.4%	-36.3%	-14.3%	7.451	14.305	18,622,240	23,669,920	43,623
Telefonica Deutschland	DE	3.65	0.9%	-2.8%	-20.0%	-34.9%	-25.4%	3.328	5.994	3,408,108	3,212,315	10,857
Telenor	NO	140.90	-5.9%	5.4%	0.1%	-22.3%	-5.0%	116.800	182.400	1,576,068	1,988,969	22,457
Telekom Austria	AT	5.26	2.1%	1.2%	4.3%	-12.5%	5.3%	4.618	6.191	306,325	216,256	3,498
TeliaSonera	SE	39.05	-1.6%	0.4%	-3.2%	-25.1%	-7.4%	35.560	52.850	7,868,784	11,314,660	17,707
Vivendi	FR	17.59	2.7%	6.5%	-12.2%	-25.9%	-11.5%	14.870	24.645	3,363,494	5,531,896	22,540
Vodafone Group	GB	229.55	-2.5%	3.1%	2.5%	-4.7%	3.9%	197.700	247.150	55,767,400	66,711,470	72,446
EUROPEAN TOWERS OPERATORS												
Inwit	IT	4.47	3.4%	16.0%	-3.6%	4.7%	22.5%	3.692	5.180	700,897	933,291	2,683
EI Towers	IT	48.26	1.6%	5.8%	-9.9%	-16.2%	-19.0%	41.000	59.750	30,156	39,004	1,364
Rai Way	IT	4.16	2.5%	8.6%	-3.6%	-13.3%	-11.8%	3.444	5.450	52,751	82,891	1,132
Cellnex Telecom (Abertis)	ES	15.83	-0.4%	13.9%	-0.2%	4.5%	13.1%	12.815	17.500	902,334	1,390,278	3,668

* performance calculated on closing price

** n. of traded shares

Source: Bloomberg LP

Performance Summary of FTSE MIB

Index	CL Price € 29-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)	16,847	0.4%	5.6%	-9.7%	-27.5%	-21.3%	15,017	23,992	822,811,238	1,069,770,161	366,403
FTSE Italia All-Share (Milan)	18,508	0.6%	5.7%	-9.0%	-25.8%	-20.3%	16,545	25,711	885,244,147	1,156,017,271	453,967
Stocks FTSE MIB Index											
A2A Spa	1.27	3.6%	12.7%	15.3%	10.2%	1.3%	0.94	1.37	7,773,175	9,967,426	3,979
Atlantia Spa	22.35	1.2%	1.0%	-7.2%	-7.0%	-8.8%	20.79	25.74	1,430,555	2,041,565	18,456
Azimut Holding Spa	14.06	-8.2%	-5.6%	-27.3%	-35.4%	-39.0%	12.43	24.47	996,723	1,323,398	2,014
Banca Mediolanum Spa	6.56	2.8%	12.5%	6.5%	-9.9%	-10.3%	5.13	7.97	820,185	1,561,899	4,846
Banca Monte Dei Paschi Siena	0.31	-1.2%	-20.7%	-53.5%	-82.6%	-75.0%	0.25	2.04	85,360,620	103,910,300	904
Banca Popol Emilia Romagna	3.67	4.5%	15.0%	-33.3%	-55.1%	-47.9%	2.51	8.29	4,907,378	9,373,108	1,766
Banca Popolare Di Milano	0.43	3.4%	20.6%	-42.2%	-55.7%	-52.9%	0.33	1.01	78,490,350	116,694,800	1,906
Banco Popolare Sc	2.52	3.5%	17.2%	-60.2%	-78.8%	-73.5%	1.76	12.17	10,518,530	19,494,450	2,084
Buzzi Unicem Spa	17.92	1.9%	20.1%	28.8%	15.8%	8.0%	11.67	18.38	408,040	778,440	3,363
Davide Campari-Milano Spa	9.24	2.7%	6.0%	14.5%	27.6%	15.4%	6.36	9.25	1,080,631	1,037,728	5,364
Cnh Industrial Nv	6.38	4.1%	0.4%	11.2%	-19.2%	0.6%	5.17	8.54	5,706,654	4,968,850	8,703
Enel Spa	4.12	2.2%	5.6%	9.3%	-3.2%	5.8%	3.33	4.41	28,447,510	45,014,400	41,866
Eni Spa	13.68	-3.9%	-4.3%	3.0%	-13.6%	-0.9%	10.93	16.34	14,126,320	18,600,630	49,716
Exor Spa	34.83	3.1%	7.9%	16.4%	-21.6%	-17.2%	23.13	47.18	334,350	500,327	8,394
Ferrari Nv	40.44	3.5%	12.9%	10.5%	n.a.	n.a.	27.91	46.19	640,251	598,247	7,842
Fiat Chrysler Automobiles Nv	5.76	-7.9%	6.9%	-9.6%	-33.9%	-32.4%	4.89	9.89	25,242,590	21,020,460	7,440
Finecobank Spa	5.31	-6.2%	-8.1%	-25.3%	-24.8%	-30.4%	5.06	7.87	2,586,175	3,387,963	3,222
Leonardo-Finmeccanica Spa	10.21	5.5%	13.8%	-6.6%	-20.0%	-20.9%	8.03	13.94	2,757,274	2,858,881	5,903
Assicurazioni Generali	11.78	4.8%	13.4%	-14.6%	-33.1%	-30.4%	9.76	18.27	7,219,015	11,292,260	18,375
Intesa Sanpaolo	1.97	0.7%	19.5%	-24.8%	-42.7%	-36.2%	1.52	3.55	134,742,500	221,733,000	32,982
Italcementi Spa	10.59	0.0%	0.6%	2.4%	7.5%	3.3%	9.37	10.60	975,924	2,064,577	3,699
Luxottica Group Spa	43.41	-2.8%	-4.9%	-24.6%	-34.8%	-28.1%	42.05	67.80	1,248,777	1,141,085	21,002
Mediaset Spa	2.71	-15.8%	-16.4%	-12.2%	-43.6%	-29.3%	2.70	4.89	11,083,870	6,423,285	3,199
Mediobanca Spa	6.27	5.5%	23.6%	-14.9%	-34.8%	-29.5%	4.60	10.15	4,604,746	6,872,092	5,457
Moncler Spa	15.68	1.8%	10.7%	15.4%	-10.2%	21.4%	11.30	19.00	1,346,163	1,056,359	3,923
Prisma Spa	20.92	2.7%	13.4%	10.9%	2.6%	3.3%	16.06	22.45	695,757	1,034,125	4,534
Recordati Spa	29.01	0.8%	8.0%	27.2%	32.6%	20.4%	18.80	29.34	349,914	559,750	6,067
Saipem Spa	0.39	-10.2%	10.7%	-31.5%	-60.5%	-58.5%	0.28	1.14	108,549,600	95,850,360	3,952
Salvatore Ferragamo Spa	21.06	6.5%	17.3%	1.3%	-24.9%	-3.2%	17.26	30.72	819,942	667,065	3,555
Snam Spa	5.18	-0.4%	-0.8%	0.2%	15.6%	7.1%	4.05	5.58	9,450,349	14,566,610	18,116
Stmicroelectronics Nv	6.52	14.1%	28.1%	8.5%	-7.0%	4.1%	4.48	7.18	5,558,470	4,118,662	5,940
Telecom Italia Spa	0.76	9.9%	2.6%	-25.3%	-36.4%	-35.0%	0.63	1.32	124,719,600	135,759,400	14,059
Tenaris Sa	11.96	-2.6%	-6.9%	26.2%	1.2%	9.3%	8.53	13.45	3,052,012	4,076,775	14,119
Terna Spa	4.87	0.7%	-0.2%	-1.3%	16.3%	2.4%	3.88	5.12	5,306,397	8,055,164	9,789
Tod'S Spa	52.55	7.9%	8.4%	-27.6%	-42.3%	-28.1%	45.76	98.00	78,457	77,323	1,739
Ubi Banca Spa	2.74	0.0%	9.8%	-36.2%	-63.3%	-55.7%	2.25	7.66	13,299,510	18,696,330	2,474
Unicredit Spa	2.19	-4.1%	13.8%	-38.2%	-63.3%	-57.3%	1.70	6.45	105,180,100	150,127,700	13,558
Unipol Gruppo Finanziario Sp	2.48	2.3%	15.6%	-34.0%	-49.7%	-47.9%	1.91	4.95	3,766,193	5,619,641	1,779
Unipolsai Spa	1.50	3.3%	9.7%	-23.0%	-35.5%	-36.4%	1.25	2.45	7,097,334	11,644,310	4,245
Yox Net-A-Porter Group	25.04	1.4%	24.6%	-20.8%	-17.7%	-27.5%	19.00	36.78	639,229	901,242	3,348

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