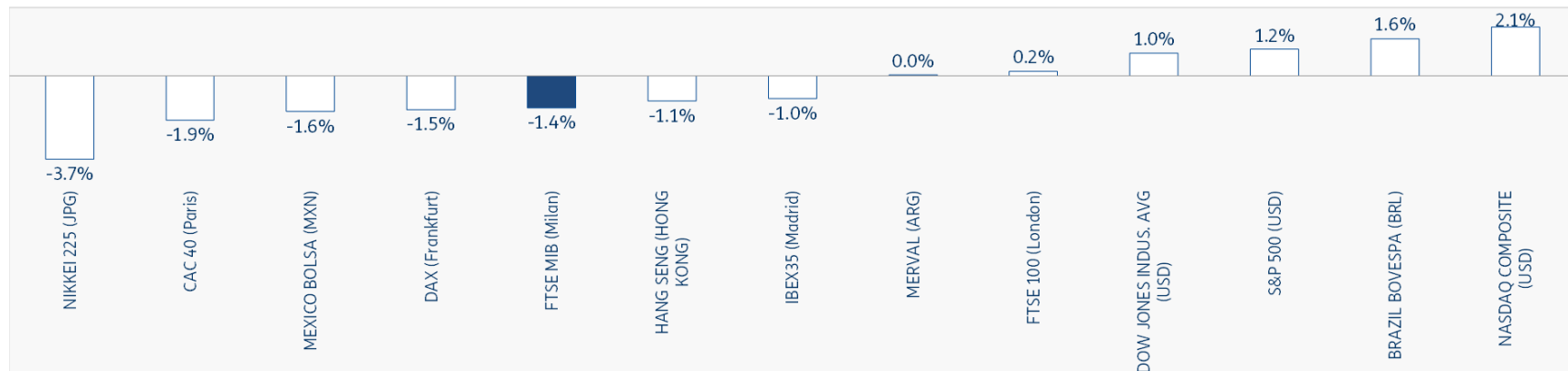


Weekly Stock Market Report for Telecom Italia Retail Shareholders

Jul 4th – Jul 8th, 2016

Weekly Performance of Major Worldwide Market Stock Exchanges

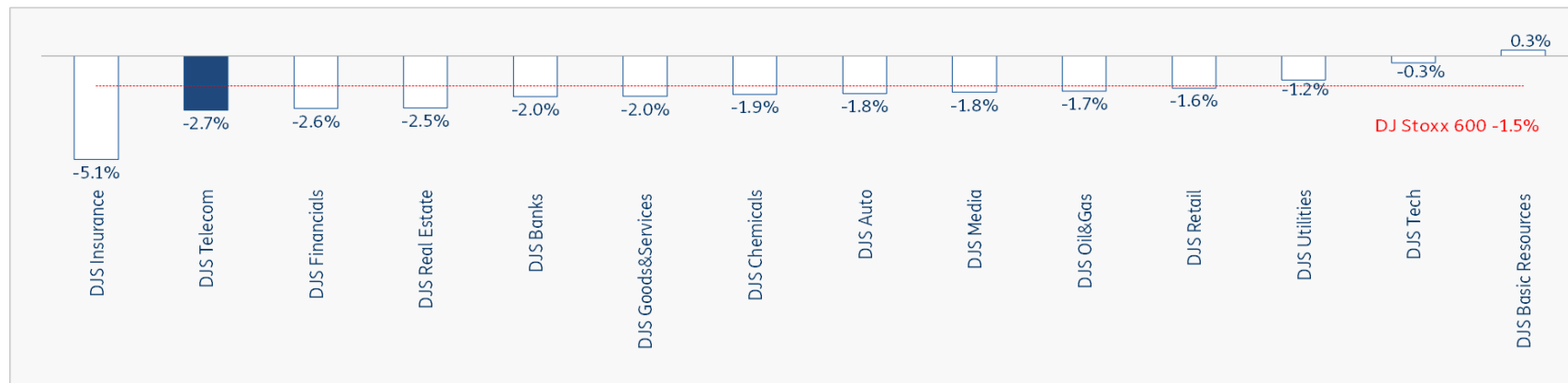


Index Point as of 08-Jul-16	Performance (Δ%)*					Last 52 weeks		Daily average volume **		Market Cap. (mln. local cur.)
	1 week	1 month	6 months	1 year	from Jan. '16	Low Price	High Price	1 week	1 month	
16,066	-1.4%	-10.3%	-19.1%	-25.3%	-25.0%	15,017	24,157	1,039,885,965	976,638,659	344,427
6,591	0.2%	4.6%	11.5%	1.5%	5.6%	5,500	6,813	1,145,760,845	1,111,883,331	1,838,231
9,630	-1.5%	-5.7%	-2.2%	-10.4%	-10.4%	8,699	11,802	101,159,358	106,432,554	906,124
4,191	-1.9%	-5.8%	-3.3%	-9.7%	-9.6%	3,892	5,218	111,121,386	130,548,223	1,139,046
8,186	-1.0%	-7.3%	-8.1%	-21.5%	-14.2%	7,580	11,613	413,239,923	440,406,953	491,355
18,107	1.0%	0.6%	10.8%	3.4%	3.9%	15,370	18,168	98,692,581	102,654,525	5,365,294
2,124	1.2%	0.2%	10.5%	3.7%	3.9%	1,810	2,133	658,298,278	651,423,809	18,903,090
4,946	2.1%	-0.6%	6.5%	0.7%	-1.2%	4,210	5,232	429,963,648	478,884,235	7,393,549
45,507	-1.6%	-1.7%	13.0%	2.2%	5.8%	39,257	46,545	155,708,971	220,927,381	2,197,756
14,690	0.0%	7.8%	29.9%	27.6%	25.8%	8,660	15,348	9,230,984	8,673,862	14,685
53,073	1.6%	2.8%	30.7%	2.5%	22.5%	37,046	54,978	334,969,891	359,774,364	1,670,975
15,107	-3.7%	-9.0%	-14.6%	-23.6%	-20.6%	14,864	20,947	1,265,926,042	1,368,682,082	269,228,832
20,564	-1.1%	-2.3%	3.4%	-17.4%	-6.2%	18,279	25,634	1,446,823,219	1,852,911,155	13,000,774

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

Source: Bloomberg LP

Weekly Performance of Major European Sectors



Index	Index Point as of 08-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	327.35	-1.5%	-5.0%	-4.1%	-12.2%	-10.5%	302.59	408.73	3,641,272,422	3,980,234,918	8,423,737.00
Sectors											
DJS Telecom	295.71	-2.7%	-7.6%	-11.9%	-17.1%	-14.8%	276.64	399.43	294,571,181	300,741,395	409,961.44
DJS Auto	430.73	-1.8%	-10.6%	-13.7%	-25.9%	-23.8%	403.04	625.06	46,845,822	44,872,365	242,575.88
DJS Banks	123.49	-2.0%	-16.0%	-26.1%	-39.5%	-32.4%	116.29	227.47	1,894,389,197	2,207,407,812	793,617.13
DJS Basic Resources	296.19	0.3%	2.5%	38.2%	-15.5%	20.9%	191.36	379.74	124,419,384	134,491,573	207,910.11
DJS Chemicals	737.67	-1.9%	-4.0%	-2.3%	-16.0%	-10.6%	687.78	964.75	16,058,654	20,722,140	363,268.81
DJS Oil & Gas	286.19	-1.7%	1.5%	20.7%	-4.0%	9.1%	222.42	316.87	179,010,800	156,273,797	503,179.75
DJS Financials	363.08	-2.6%	-10.8%	-11.2%	-15.8%	-18.9%	342.84	483.43	35,728,701	34,190,712	145,952.86
DJS Goods & Services	404.47	-2.0%	-6.3%	0.9%	-7.2%	-5.7%	360.76	474.57	180,212,899	198,510,412	901,737.50
DJS Insurance	212.01	-5.1%	-13.9%	-19.6%	-20.7%	-25.8%	203.67	299.24	160,430,005	154,055,732	416,327.56
DJS Media	265.42	-1.8%	-5.8%	-8.4%	-13.1%	-13.0%	249.39	337.67	68,938,707	75,226,266	227,775.41
DJS Tech	319.48	-0.3%	-2.7%	-4.9%	-3.4%	-10.2%	284.27	372.94	49,565,728	57,410,521	306,270.41
DJS Utilities	292.57	-1.2%	-1.4%	0.2%	-4.3%	-3.7%	264.87	331.89	180,950,038	194,283,866	397,181.06
DJS Retail	289.45	-1.6%	-7.3%	-8.5%	-15.1%	-14.0%	273.13	381.17	122,509,368	122,112,860	323,303.09
DJS Real Estate	166.89	-2.5%	-8.8%	-3.3%	-5.3%	-8.9%	157.29	197.67	45,625,302	36,988,940	151,839.08

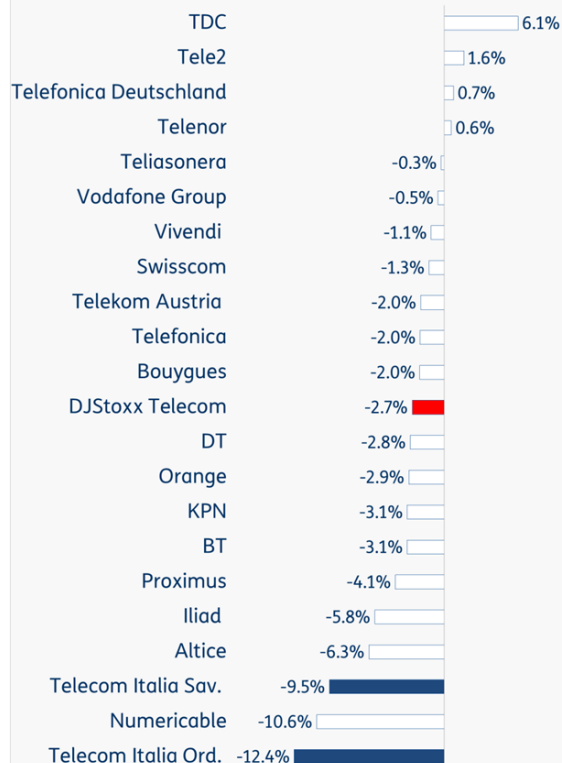
* performance calculated on closing price. ** n. of traded shares.

Source Bloomberg LP

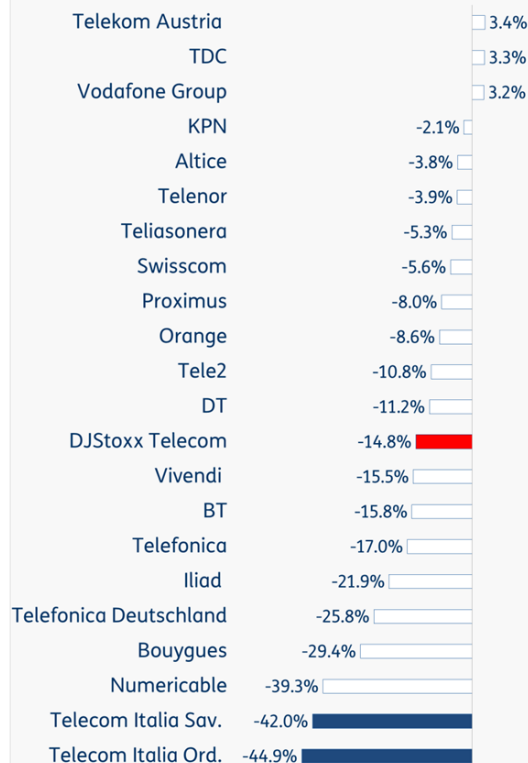
Europe: Stock Performance of Main TLC Operators



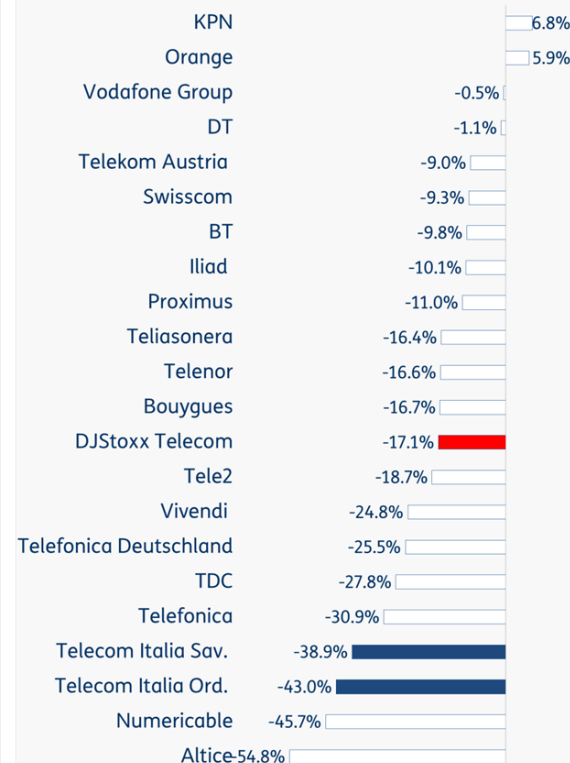
Last Week Performance



2016 Year-To-Date Performance



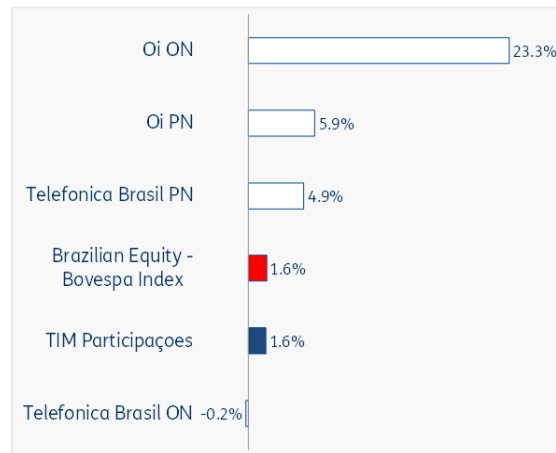
Last 12 Month Performance



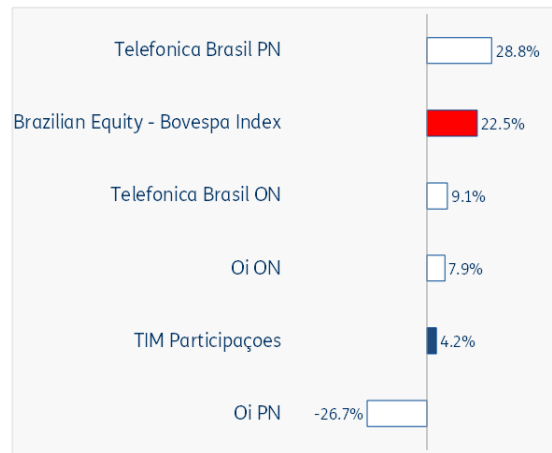
Latam: Stock Performance of Main TLC Operators



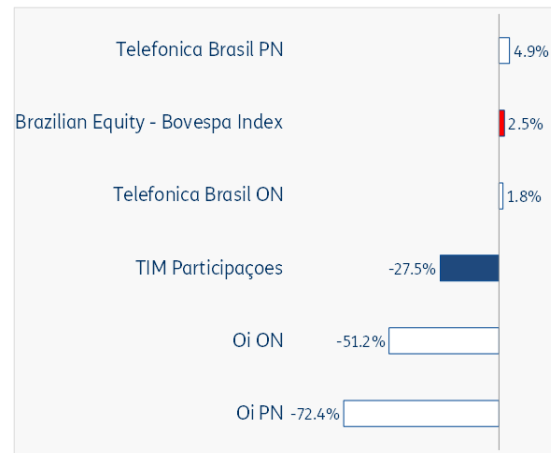
Last Week Performance



2016 Year-To-Date Performance



Last 12 Month Performance



Cl. Price 08-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\$ 53,070.58	1.6%	2.8%	30.7%	2.5%	22.5%	37,046.07	54,977.70	334,969,891	359,774,364	R\$ 1,670,975
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Peers

TIM Participações	R\$ 7.14	1.6%	1.1%	15.3%	-27.5%	4.2%	R\$ 5.63	R\$ 10.26	2,505,140	2,411,490	R\$ 17,310
Oi ON	R\$ 2.64	23.3%	73.8%	5.3%	-51.2%	7.9%	R\$ 0.78	R\$ 5.75	12,460,820	19,028,800	R\$ 1,764
Oi PN	R\$ 1.44	5.9%	5.1%	-12.3%	-72.4%	-26.7%	R\$ 0.68	R\$ 5.64	19,243,320	21,936,060	R\$ 227
Telefonica Brasil ON	R\$ 37.10	-0.2%	7.3%	28.0%	1.8%	9.1%	R\$ 28.41	R\$ 40.41	9,840	14,463	R\$ 21,123
Telefonica Brasil PN	R\$ 46.08	4.9%	8.4%	38.8%	4.9%	28.8%	R\$ 31.72	R\$ 47.56	1,850,680	2,035,710	R\$ 51,579

* 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

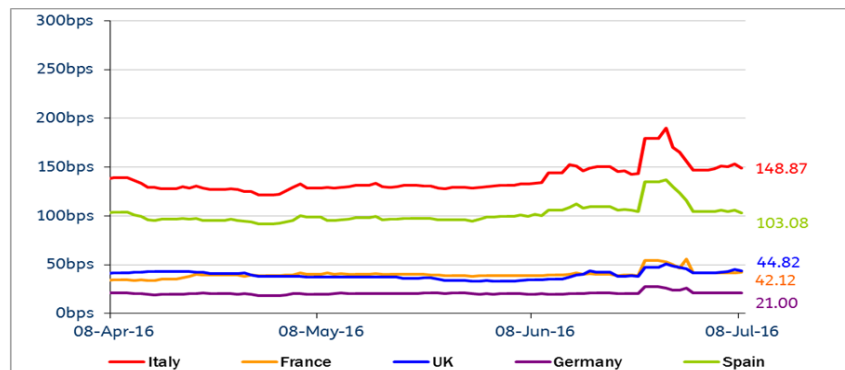
Long-term Credit Ratings



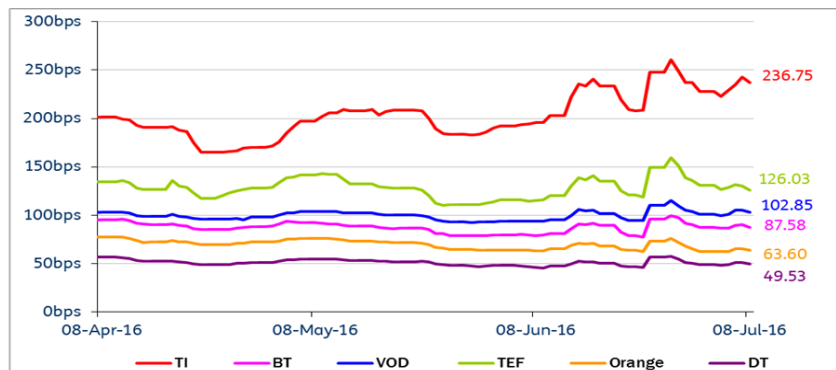
	Moody's		S&P		Fitch	
	rating	outlook	rating	outlook	rating	outlook
TELECOM ITALIA	Ba1	NEG	BB+	STABLE	BBB-	STABLE
ALTICE	n.a.	n.a.	B+	STABLE	n.a.	n.a.
BT GROUP	Baa2	POS	BBB+	STABLE	BBB+	STABLE
DEUTSCHE TELEKOM	Baa1	STABLE	BBB+	STABLE	BBB+	STABLE
KPN	Baa3	STABLE	BBB-	STABLE	BBB	STABLE
ORANGE	Baa1	STABLE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

5 Years CDS levels

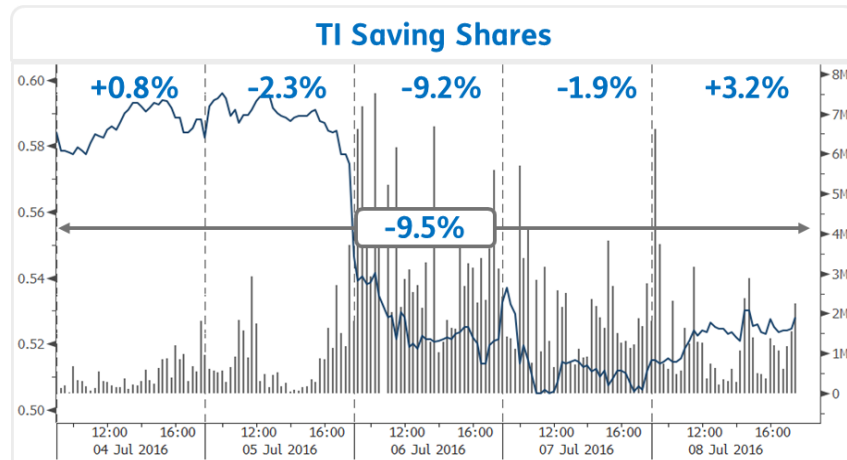
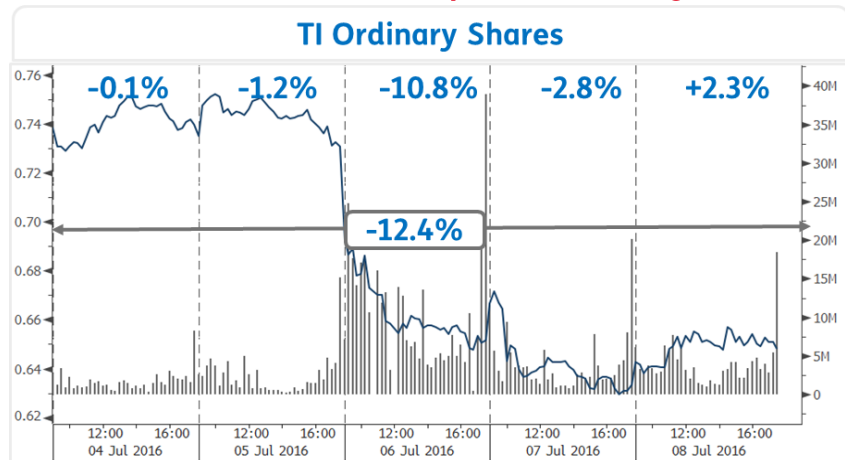
Countries



TLC Operators



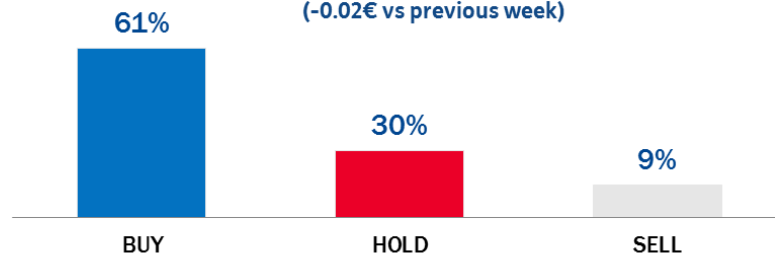
Telecom Italia Group – Weekly Performance: Price (€) and Volumes (mln)



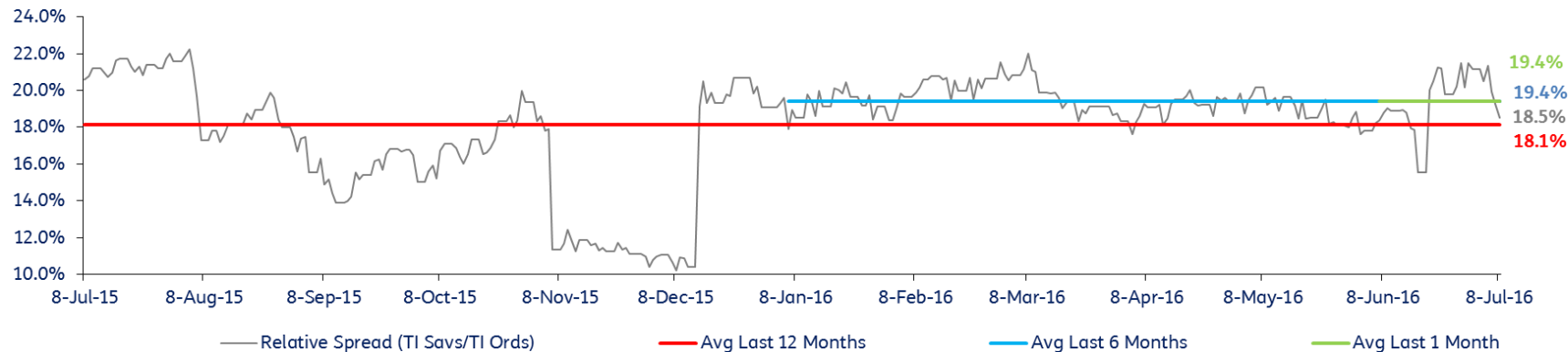
Analysts' Recommendations on TI Ords

Total Coverage of 33 Active Brokers

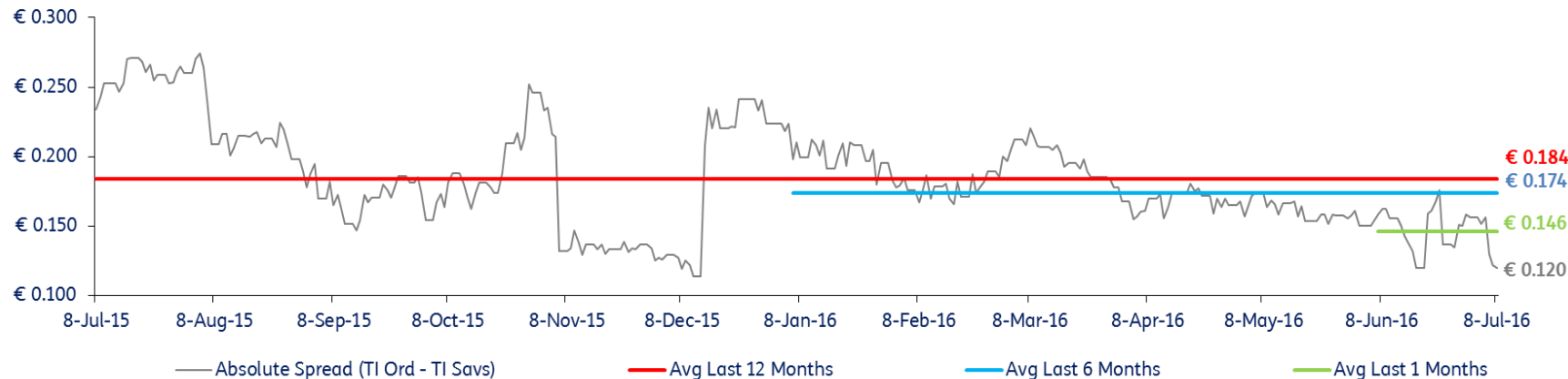
Average Target Price: 1.06€
(-0.02€ vs previous week)



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) 08-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	295.71	-2.7%	-7.6%	-11.9%	-17.1%	-14.8%	276.64	399.43	294,571,181	300,741,395	
TLC Operators												
Altice	NL	12.75	-6.3%	-16.6%	-10.4%	-54.8%	-3.8%	9.975	32.875	1,851,332	1,727,357	14,198
Bouygues	FR	25.81	-2.0%	-9.7%	-27.7%	-16.7%	-29.4%	24.745	38.595	833,915	975,677	8,912
BT	GB	396.95	-3.1%	-6.0%	-14.8%	-9.8%	-15.8%	359.600	502.600	18,541,240	22,126,490	46,226
DT	DE	14.82	-2.8%	-4.4%	-6.0%	-1.1%	-11.2%	13.385	17.570	8,583,780	12,211,290	69,288
Freenet	DE	24.74	5.4%	-0.9%	-17.1%	-14.3%	-21.0%	22.200	33.105	580,733	562,292	3,168
Orange	FR	14.16	-2.9%	-8.8%	-7.5%	5.9%	-8.6%	12.210	16.975	6,718,312	7,392,030	37,653
OTE	GR	8.13	-1.5%	-11.6%	-7.6%	-0.9%	-12.0%	5.750	9.710	321,934	666,312	3,985
Iliad	FR	171.90	-5.8%	-8.8%	-24.3%	-10.1%	-21.9%	170.050	238.100	86,961	99,220	10,092
Inmarsat	GB	795.50	-2.0%	11.8%	-28.1%	-11.1%	-30.0%	664.000	1,153.000	1,368,958	2,447,071	4,209
KPN	NL	3.11	-3.1%	-4.6%	2.3%	6.8%	-2.1%	2.700	3.378	10,435,380	12,402,900	13,289
Numericable	FR	20.35	-10.6%	-28.4%	-46.5%	-45.7%	-39.3%	19.750	44.908	365,277	352,671	8,966
Proximus	BE	27.59	-4.1%	-5.1%	-8.4%	-11.0%	-8.0%	26.410	35.215	569,045	700,183	9,326
Sunrise	CH	61.75	-2.6%	-2.8%	9.6%	n.a.	n.a.	46.035	75.235	99,592	139,158	2,558
Swisscom	CH	474.70	-1.3%	0.5%	-2.8%	-9.3%	-5.6%	445.000	572.000	117,185	169,452	22,635
Talk Talk	GB	208.10	-11.3%	-11.5%	-0.7%	-44.2%	-4.3%	184.000	392.100	1,666,167	1,645,050	2,333
TDC	DK	35.53	6.1%	6.1%	4.7%	-27.8%	3.3%	28.240	53.750	2,457,452	2,970,531	3,877
Tele2	SE	75.60	1.6%	4.9%	-6.6%	-18.7%	-10.8%	65.850	100.300	2,056,999	2,816,989	3,598
Telecom Italia Ord.	IT	0.65	-12.4%	-25.1%	-39.8%	-43.0%	-44.9%	0.627	1.316	145,371,600	128,860,500	8,748
Telecom Italia Sav.	IT	0.53	-9.5%	-21.5%	-37.2%	-38.9%	-42.0%	0.503	1.075	54,226,240	40,151,240	3,183
Telefonica	ES	8.49	-2.0%	-6.8%	-11.5%	-30.9%	-17.0%	7.451	14.305	19,695,560	24,297,710	42,239
Telefonica Deutschland	DE	3.63	0.7%	-9.0%	-23.0%	-25.5%	-25.8%	3.328	5.994	3,549,679	3,329,461	10,795
Telenor	NO	142.50	0.6%	2.7%	-3.1%	-16.6%	-3.9%	116.800	186.100	2,457,153	2,116,976	22,692
Telekom Austria	AT	5.17	-2.0%	-6.5%	2.8%	-9.0%	3.4%	4.618	6.237	150,764	182,992	3,433
Teliaasonera	SE	39.96	-0.3%	3.1%	-0.2%	-16.4%	-5.3%	35.560	52.950	8,082,785	11,510,530	18,228
Vivendi	FR	16.79	-1.1%	0.9%	-10.5%	-24.8%	-15.5%	14.870	24.830	6,057,447	6,744,732	21,514
Vodafone Group	GB	228.00	-0.5%	-1.3%	2.2%	-0.5%	3.2%	197.700	247.150	57,816,430	63,831,960	71,164
EUROPEAN TOWERS OPERATORS												
Inwit	IT	4.22	6.4%	-1.4%	-16.3%	5.4%	15.5%	3.692	5.180	1,503,899	843,416	2,530
EI Towers	IT	43.00	-5.7%	-13.9%	-22.7%	-16.8%	-27.8%	41.000	59.750	32,706	30,526	1,215
Rai Way	IT	4.04	1.0%	-3.5%	-11.9%	-4.3%	-14.4%	3.444	5.450	61,132	111,619	1,098
Cellnex Telecom (Abertis)	ES	14.87	4.2%	5.1%	-9.9%	-1.5%	6.2%	12.815	17.500	1,833,485	1,273,741	3,445

* performance calculated on closing price

** n. of traded shares

Source: Bloomberg LP

Performance Summary of FTSE MIB



Index	CL Price € 08-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)	16,066	-1.4%	-10.3%	-19.1%	-25.3%	-25.0%	15,017	24,157	1,039,885,965	976,638,659	344,427
FTSE Italia All-Share (Milan)	17,609	-1.6%	-10.4%	-18.5%	-23.3%	-24.2%	16,545	25,746	1,118,683,571	1,072,689,004	425,718
Stocks FTSE MIB Index											
A2A Spa	1.17	-0.5%	-8.1%	-5.2%	10.5%	-6.6%	0.94	1.37	7,590,946	11,245,550	3,669
Atlantia Spa	22.17	-2.9%	-6.1%	-4.3%	5.5%	-9.5%	20.79	25.74	1,931,573	1,902,563	18,308
Azimut Holding Spa	13.62	-7.8%	-28.2%	-32.6%	-44.3%	-40.9%	12.43	26.92	1,559,974	1,223,309	1,951
Banca Mediolanum Spa	6.11	-0.7%	-17.2%	-2.5%	-14.0%	-16.4%	5.13	8.08	1,267,031	1,726,285	4,513
Banca Monte Del Paschi Siena	0.28	-26.9%	-53.6%	-73.2%	-81.4%	-77.3%	0.25	2.04	147,916,100	84,070,560	820
Banca Popol Emilia Romagna	3.00	-3.8%	-31.0%	-52.1%	-59.7%	-57.4%	2.51	8.65	11,601,380	8,146,404	1,444
Banca Popolare Di Milano	0.38	5.5%	-26.9%	-52.9%	-56.7%	-58.4%	0.33	1.03	104,698,300	116,556,200	1,684
Banco Popolare Sc	2.17	-0.6%	-31.7%	-73.8%	-78.9%	-77.2%	1.76	12.28	22,790,530	21,654,380	1,793
Buzzi Unicem Spa	15.76	-3.3%	-11.9%	3.7%	25.1%	-5.1%	11.67	18.38	807,416	815,619	2,960
Davide Campari-Milano Spa	8.75	-1.3%	0.5%	15.6%	30.5%	9.3%	6.36	8.99	866,172	1,077,931	5,079
Cnh Industrial Nv	5.84	-10.2%	-15.6%	1.6%	-27.9%	-8.0%	5.17	8.92	4,671,603	4,858,747	7,939
Enel Spa	3.93	-1.2%	-4.8%	5.0%	-0.8%	1.0%	3.33	4.45	35,781,070	47,644,890	39,955
Eni Spa	14.50	-2.2%	2.6%	14.2%	-2.7%	5.1%	10.93	16.34	17,453,340	18,996,440	52,696
Exor Spa	32.46	-2.3%	-2.8%	-12.1%	-23.2%	-22.9%	23.13	47.18	438,443	540,898	7,823
Ferrari Nv	37.55	0.8%	-2.3%	-7.4%	n.a.	n.a.	27.91	46.19	492,913	600,732	7,282
Fiat Chrysler Automobiles Nv	5.54	-1.3%	-13.2%	-24.3%	-32.5%	-35.0%	4.89	9.89	19,796,620	17,792,950	7,159
Fincoobank Spa	5.68	-1.6%	-12.5%	-21.9%	-8.4%	-25.5%	5.06	7.87	1,952,675	1,372,525	3,447
Leonardo-Finmeccanica Spa	9.27	2.6%	-7.8%	-25.1%	-17.2%	-28.1%	8.03	13.94	2,418,127	2,962,473	5,359
Assicurazioni Generali	10.60	-0.7%	-18.1%	-33.2%	-32.1%	-37.4%	9.76	18.27	11,776,800	10,467,000	16,535
Intesa Sanpaolo	1.76	4.8%	-20.6%	-39.3%	-42.6%	-43.0%	1.52	3.65	197,701,100	189,900,200	29,455
Italcementi Spa	10.56	-0.1%	0.2%	3.5%	82.4%	3.0%	5.42	10.59	2,816,924	2,221,318	3,688
Luxottica Group Spa	43.25	-3.0%	-9.7%	-24.1%	-26.0%	-28.4%	42.05	67.80	916,126	1,083,382	20,925
Mediaset Spa	3.21	0.2%	-19.1%	-6.3%	-27.0%	-16.2%	2.77	4.93	5,443,878	5,198,926	3,792
Mediobanca Spa	5.29	1.6%	-19.8%	-33.9%	-37.2%	-40.5%	4.60	10.15	6,252,451	5,688,973	4,608
Moncler Spa	14.34	-2.0%	-6.2%	16.1%	-6.8%	11.0%	11.30	19.00	992,609	841,427	3,587
Prisma Spa	19.69	-0.1%	-9.1%	8.1%	6.3%	-2.8%	16.06	22.45	1,015,838	1,019,527	4,267
Recordati Spa	28.03	3.7%	2.7%	19.2%	50.9%	16.4%	18.54	28.04	457,065	573,963	5,862
Salpem Spa	0.38	1.6%	-5.5%	-55.8%	-65.9%	-60.1%	0.28	1.14	69,427,420	82,862,620	3,803
Salvatore Ferragamo Spa	18.07	-1.5%	-7.8%	-9.6%	-26.0%	-16.9%	17.26	30.72	490,350	558,378	3,050
Snam Spa	5.24	-3.1%	2.0%	6.3%	21.1%	8.5%	4.05	5.58	12,706,590	17,192,770	18,343
Stmicroelectronics Nv	5.16	-2.1%	-4.2%	-7.5%	-26.2%	-17.6%	4.48	7.55	3,264,534	3,563,394	4,701
Telecom Italia Spa	0.65	-12.4%	-25.1%	-39.8%	-43.0%	-44.9%	0.63	1.32	145,371,600	128,860,500	11,931
Tenaris Sa	12.71	-3.6%	-1.9%	28.8%	9.7%	16.2%	8.53	13.45	3,283,131	4,445,062	15,005
Terna Spa	4.92	-1.8%	-2.3%	5.1%	23.7%	3.4%	3.88	5.12	7,099,396	8,442,519	9,885
Tod's Spa	47.15	-5.1%	-13.6%	-31.7%	-39.5%	-35.5%	45.76	98.00	44,114	75,908	1,560
Ubi Banca Spa	2.51	3.5%	-18.2%	-53.9%	-63.0%	-59.5%	2.25	7.88	17,885,900	16,536,530	2,265
Unicredit Spa	1.91	1.8%	-25.3%	-59.2%	-66.2%	-62.9%	1.70	6.45	147,259,900	130,099,200	11,791
Unipol Gruppo Finanziario Sp	2.19	0.1%	-31.5%	-49.5%	-47.9%	-54.1%	1.91	4.95	5,356,664	4,583,253	1,570
Unipolspai Spa	1.38	-1.4%	-19.6%	-35.2%	-33.8%	-41.4%	1.25	2.45	11,734,190	11,834,990	3,913
Yoox Net-A-Porter Group	22.77	5.1%	-11.9%	-26.9%	-17.6%	-34.1%	19.00	36.78	1,320,729	806,615	3,044

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