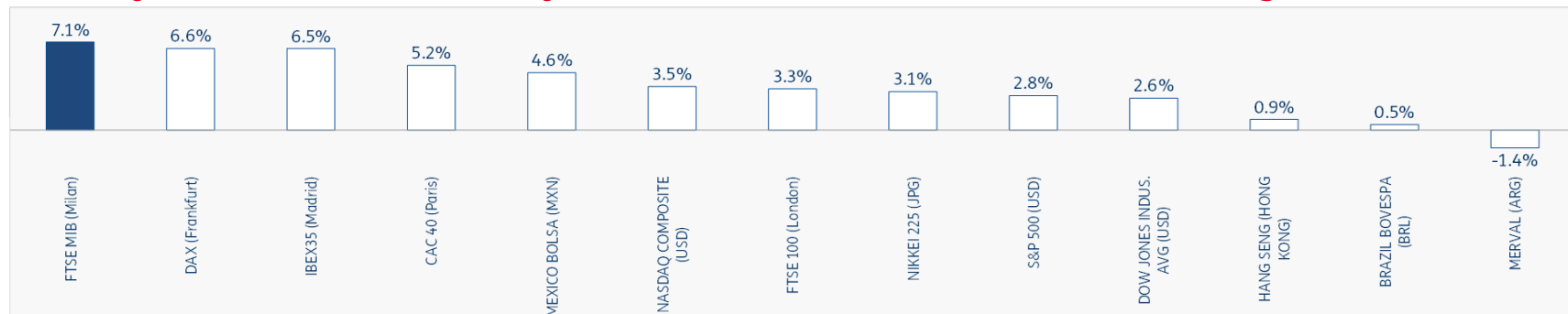


Weekly Stock Market Report for Telecom Italia Retail Shareholders

December 5th – December 9th, 2016

Weekly Performance of Major Worldwide Market Stock Exchanges

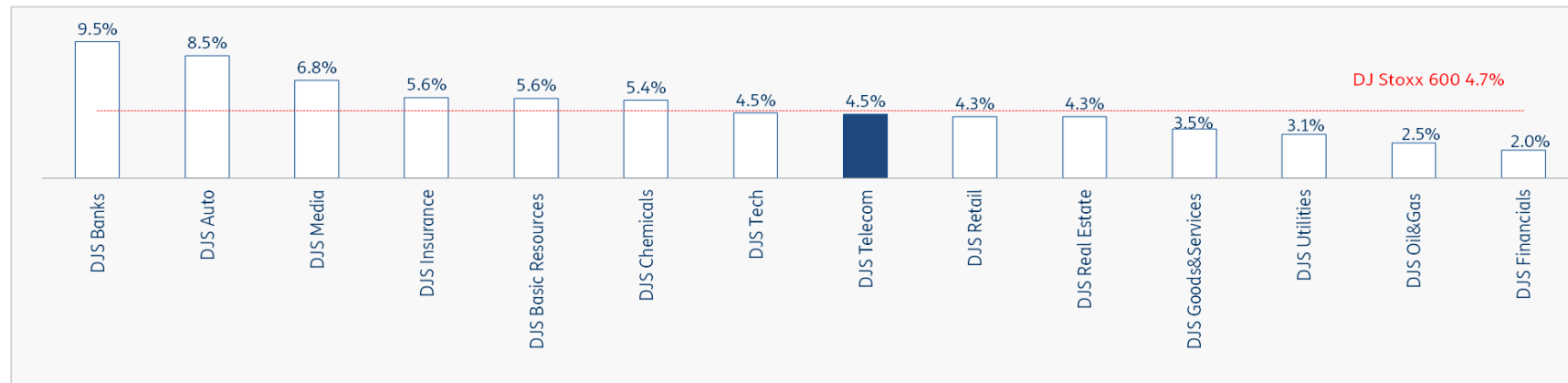


Index Point as of 09-Dec-16	Performance (Δ%)*						Last 52 weeks		Daily average volume **		Market Cap. (mln. local cur.)	
	1 week	1 month	3 months	6 months	1 year	from Jan. '16	Low Price	High Price	1 week	1 month		
	18,293	7.1%	8.9%	6.6%	3.0%	-14.9%	-14.6%	15,017	21,730	1,209,935,770	942,251,610	410,963
	6,954	3.3%	0.6%	2.6%	11.6%	13.5%	11.4%	5,500	7,130	949,595,354	968,127,840	1,864,299
	11,204	6.6%	5.2%	6.0%	11.0%	5.8%	4.3%	8,699	11,232	133,007,354	103,135,274	1,064,143
	4,764	5.2%	4.9%	6.1%	8.1%	2.7%	2.7%	3,892	4,781	126,479,754	112,303,245	1,321,495
	9,170	6.5%	3.0%	1.6%	4.6%	-6.8%	-3.9%	7,580	10,000	379,990,477	352,797,723	569,797
	19,666	2.6%	5.8%	8.7%	9.3%	12.4%	12.9%	15,451	19,684	91,467,518	99,195,534	5,600,410
	2,253	2.8%	4.2%	5.9%	6.5%	10.0%	10.2%	1,810	2,255	617,676,979	655,533,837	20,105,000
	5,438	3.5%	3.6%	6.1%	9.7%	8.3%	8.6%	4,210	5,450	457,080,947	467,468,324	8,190,802
	46,617	4.6%	-1.7%	0.3%	2.1%	9.9%	8.4%	39,924	48,956	233,997,571	295,667,373	2,843,475
	17,197	-1.4%	0.3%	4.5%	26.2%	31.6%	47.3%	9,200	18,432	15,863,390	24,388,588	17,199
	60,566	0.5%	-4.2%	4.5%	18.6%	31.4%	39.8%	37,046	65,291	362,683,763	417,355,104	1,892,576
	18,996	3.1%	16.9%	12.0%	14.0%	-1.6%	-0.2%	14,864	19,869	1,711,910,861	1,636,828,811	343,588,928
	22,761	0.9%	1.5%	-5.6%	6.9%	4.4%	3.9%	18,279	24,364	1,502,261,709	1,653,343,778	14,379,706
	51.44	-0.5%	11.8%	8.3%	-2.5%	13.0%	16.9%	34.549999	53.72000122			
	54.12	-0.7%	13.6%	10.2%	0.8%	n.a.	17.8%	34.709999	55.32999802			
	1159.89	-1.3%	-9.1%	-12.9%	-8.6%	7.7%	9.2%	1047.77	1375.45			
	16.8955	0.8%	-8.5%	-12.8%	-2.3%	19.0%	21.7%	13.6485	21.14			

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

Source: Bloomberg LP

Weekly Performance of Major European Sectors



Index	Index Point as of 09-Dec-16	Performance (Δ%)*						Last 52 weeks		Daily average volume **		Market Cap. (mln. local cur.)
		1 week	1 month	3 months	6 months	1 year	from Jan. '16	Low Price	High Price	1 week	1 month	
DJ Stoxx 600	355.38	4.7%	4.6%	2.9%	4.1%	-2.4%	-2.9%	302.59	369.68	3,476,229,018	3,021,218,240	9,190,130.00
Sectors												
DJS Telecom	283.73	4.5%	0.0%	-5.4%	-9.2%	-18.0%	-18.3%	268.44	353.14	330,057,869	305,604,567	400,287.41
DJS Auto	531.56	8.5%	9.7%	8.0%	12.1%	-5.2%	-5.9%	403.04	572.29	52,604,409	45,465,274	313,959.53
DJS Banks	172.91	9.5%	12.3%	17.1%	19.2%	-4.7%	-5.3%	116.29	185.63	1,565,919,770	1,217,890,298	1,158,130.50
DJS Basic Resources	411.84	5.6%	8.7%	32.2%	46.7%	68.8%	68.2%	191.36	420.66	142,924,760	147,672,113	291,483.25
DJS Chemicals	842.82	5.4%	4.8%	4.8%	11.0%	3.1%	2.1%	687.78	843.51	21,081,980	18,860,800	424,400.09
DJS Oil&Gas	306.77	2.5%	7.7%	6.9%	9.9%	14.7%	16.9%	222.42	307.49	212,972,627	190,930,162	544,011.94
DJS Financials	410.58	2.0%	4.2%	2.3%	1.7%	-7.4%	-8.3%	342.84	450.78	39,816,340	32,445,894	163,711.36
DJS Goods&Services	458.93	3.5%	5.5%	3.0%	7.2%	6.5%	7.0%	360.76	459.2	226,124,678	205,000,761	1,038,137.06
DJS Insurance	268.79	5.6%	9.3%	12.1%	10.6%	-6.1%	-5.9%	203.67	288.9	152,864,621	132,316,982	540,820.44
DJS Media	276.2	6.8%	7.5%	-1.3%	-1.2%	-8.2%	-9.5%	249.39	307.58	72,846,774	71,000,985	232,170.75
DJS Tech	351.44	4.5%	3.7%	-1.7%	7.3%	-0.3%	-1.2%	295.25	371.68	58,166,053	65,181,247	320,095.25
DJS Utilities	266.31	3.1%	-1.2%	-8.7%	-9.6%	-11.7%	-12.4%	253.87	307.91	239,528,362	200,003,305	385,515.59
DJS Retail	315.91	4.3%	4.1%	2.5%	2.2%	-7.9%	-6.2%	273.13	346.42	103,922,494	117,790,080	356,364.19
DJS Real Estate	164.45	4.3%	2.3%	-6.9%	-10.1%	-10.4%	-10.3%	155.55	186.7	33,083,941	32,054,280	156,402.69

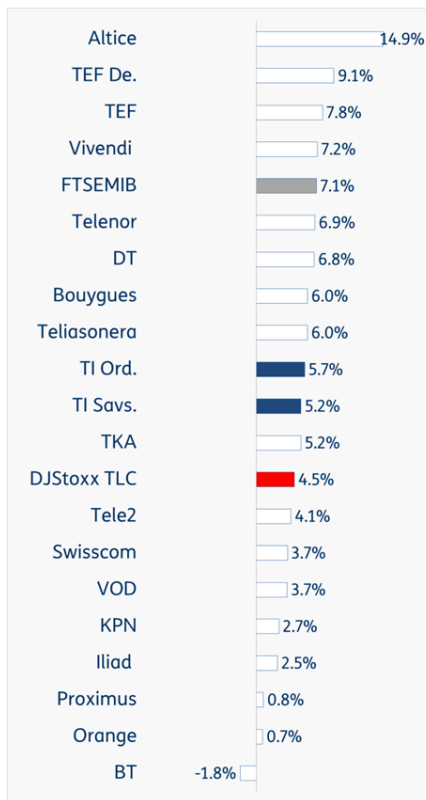
* performance calculated on closing price. ** n. of traded shares.

Source: Bloomberg LP

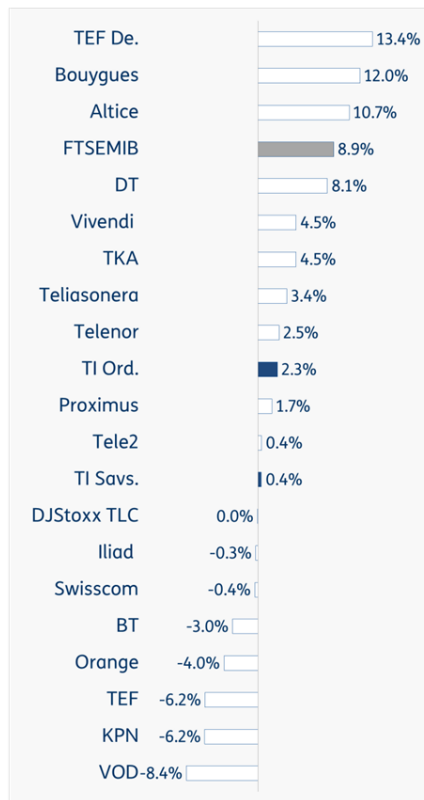
Europe: Stock Performance of Main TLC Operators



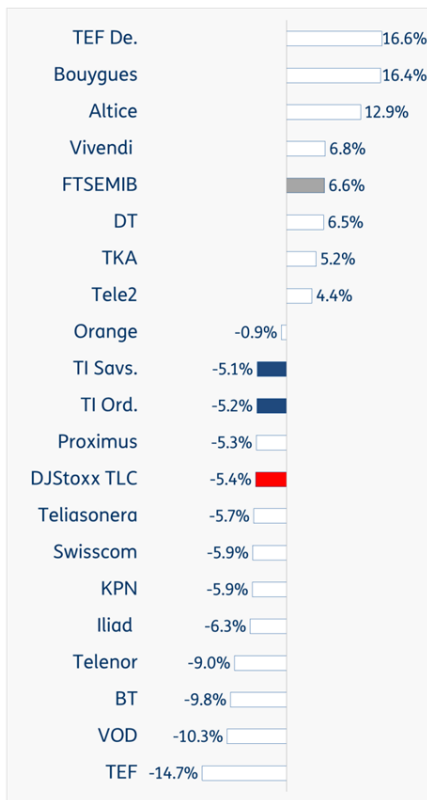
Last Week Performance



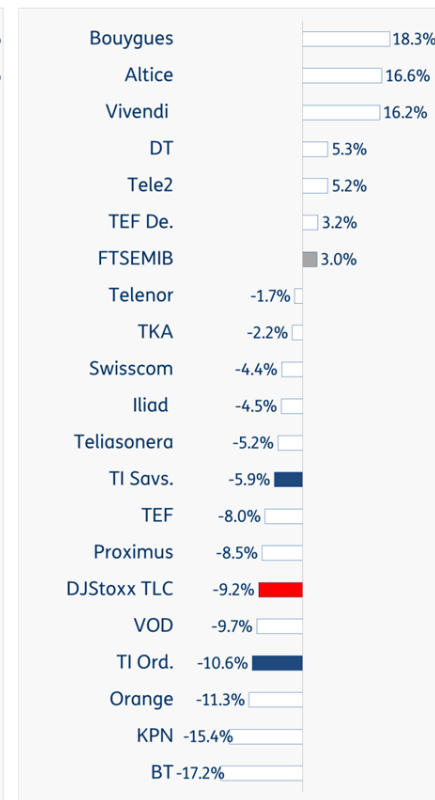
Last Month Performance



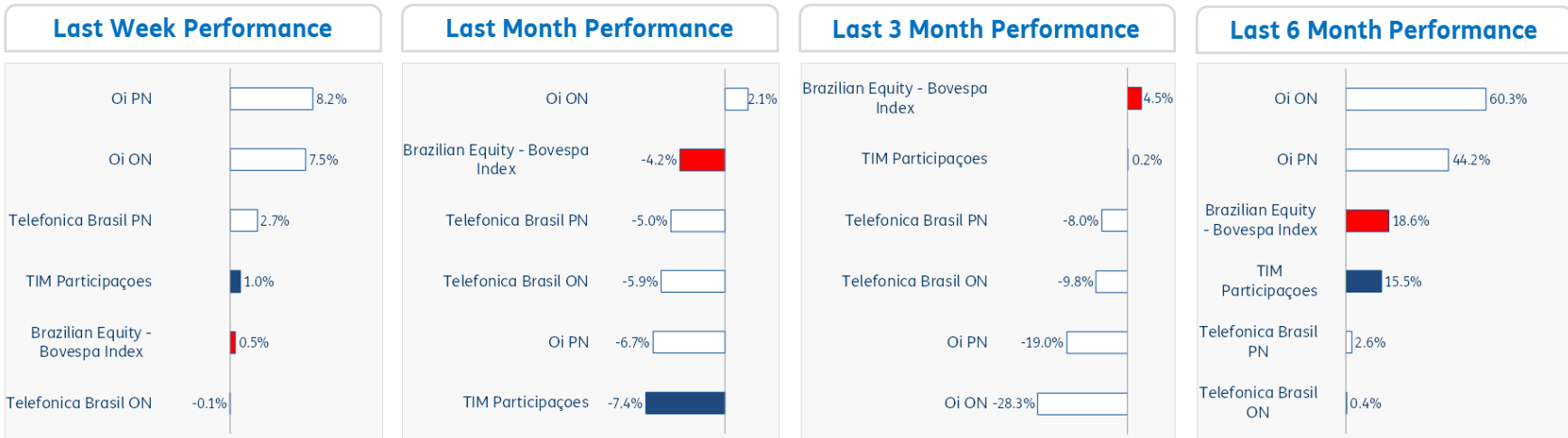
Last 3 Month Performance



Last 6 Month Performance



Latam: Stock Performance of Main TLC Operators



Cl. Price 09-Dec-16	Performance (Δ%)*						Last 52 weeks		Daily average volume **		Market Cap. (mln)
	1 week	1 month	3 months	6 months	1 year	from Jan. '16	Low Price	High Price	1 week	1 month	
R\$ 60,565.68	0.5%	-4.2%	4.5%	18.6%	31.4%	39.8%	37,046.07	65,291.06	362,683,763	417,355,104	R\$ 1,892,576
R\$ 8.05	1.0%	-7.4%	0.2%	15.5%	15.0%	17.5%	R\$ 5.63	R\$ 9.50	2,469,840	2,981,543	R\$ 19,514
R\$ 2.86	7.5%	2.1%	-28.3%	60.3%	25.3%	19.6%	R\$ 0.78	R\$ 4.37	2,016,780	1,868,350	R\$ 1,911
R\$ 2.38	8.2%	-6.7%	-19.0%	44.2%	70.0%	22.1%	R\$ 0.68	R\$ 3.67	4,939,040	4,990,197	R\$ 375
R\$ 34.62	-0.1%	-5.9%	-9.8%	0.4%	9.9%	1.9%	R\$ 28.41	R\$ 41.00	23,160	24,557	R\$ 19,711
R\$ 43.29	2.7%	-5.0%	-8.0%	2.6%	17.5%	21.1%	R\$ 31.72	R\$ 50.28	1,767,000	2,169,340	R\$ 48,456

* performance calculated on closing price

** n. of traded shares

European Telecoms Sector: Credit Outlook

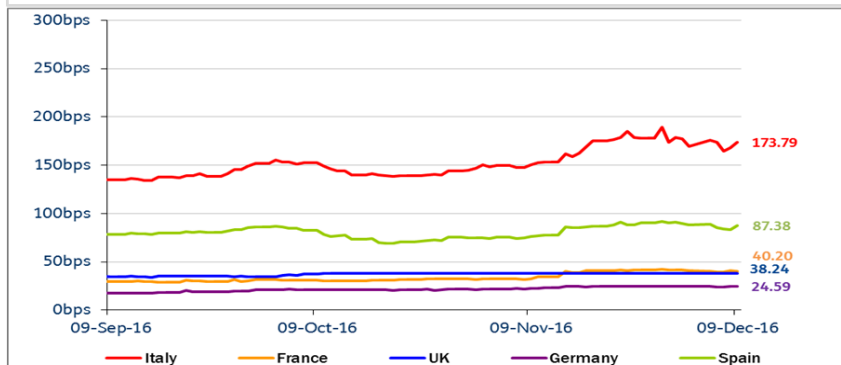
Long-term Credit Ratings



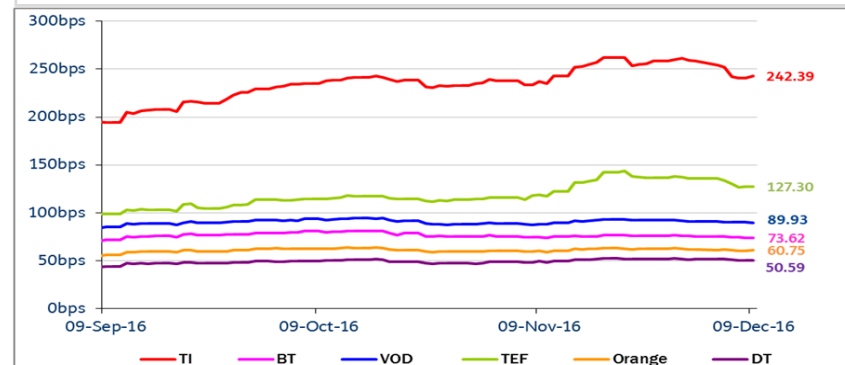
	Moody's		S&P		Fitch	
	rating	outlook	rating	outlook	rating	outlook
TELECOM ITALIA	Ba1	NEG	BB+	STABLE	BBB-	STABLE
ALTICE	n.a.	n.a.	B+	STABLE	n.a.	n.a.
BT GROUP	Baa2	POS	BBB+	STABLE	BBB+	STABLE
DEUTSCHE TELEKOM	Baa1	STABLE	BBB+	STABLE	BBB+	STABLE
KPN	Baa3	STABLE	BBB-	STABLE	BBB	STABLE
ORANGE	Baa1	STABLE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

5 Years CDS levels

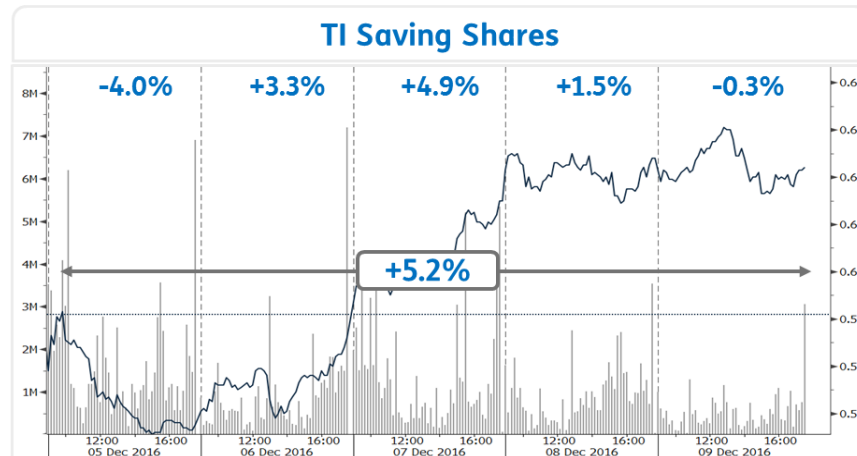
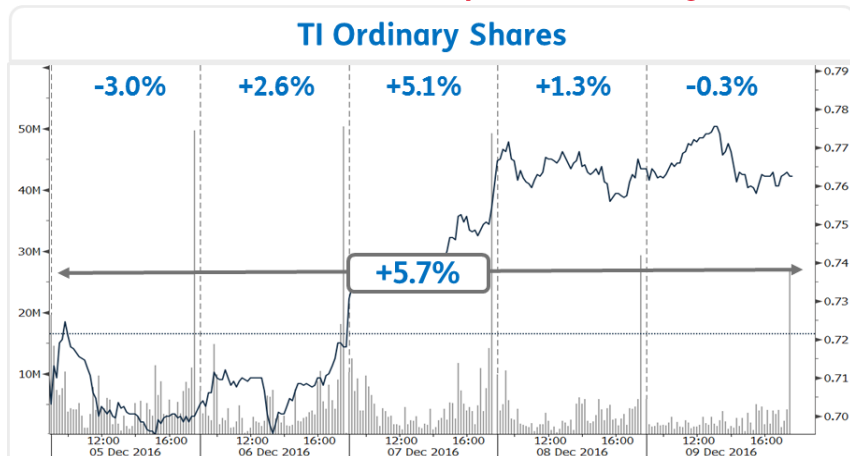
Countries



TLC Operators



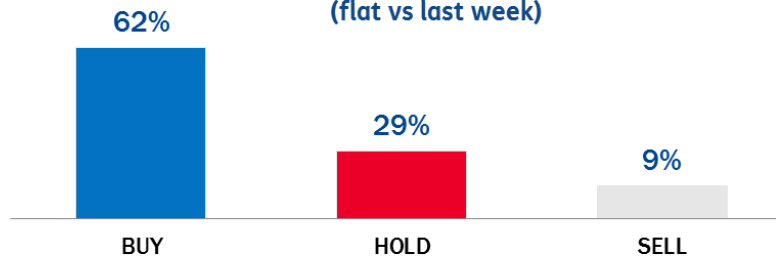
Telecom Italia Group – Weekly Performance: Price (€) and Volumes (mln)



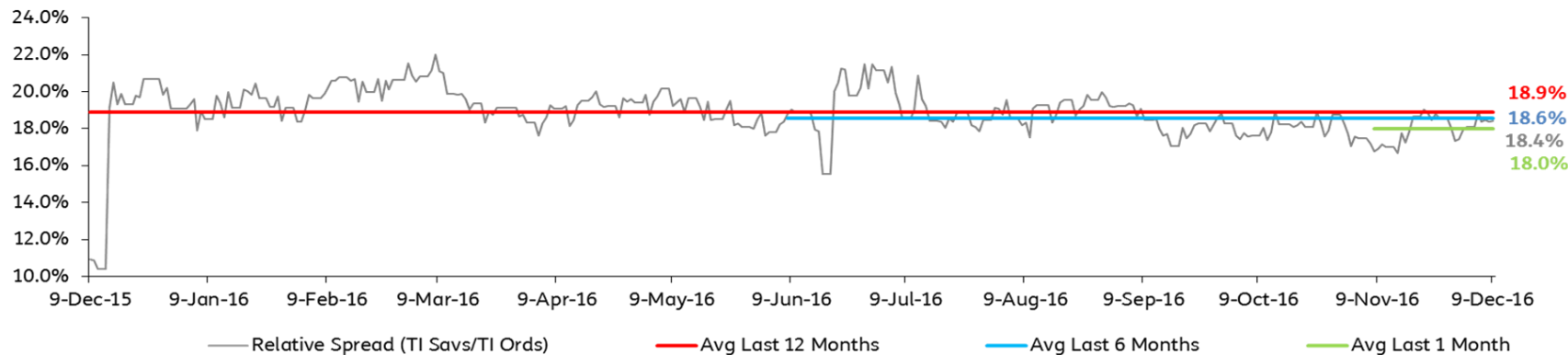
Analysts' Recommendations on TI Ords

Total Coverage of 34 Active Brokers

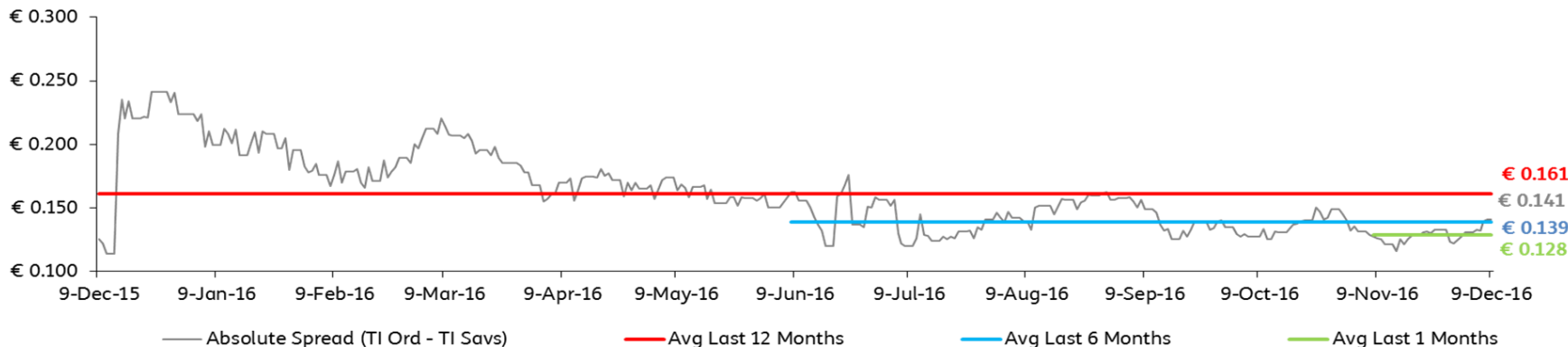
Average Target Price: 1.00€
(flat vs last week)



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) 09-Dec-16	Performance (Δ%)*						Last 52 weeks		Daily average volume **		Market Cap. (all in €mln)
			1 week	1 month	3 months	6 months	1 year	from Jan. '16	Low Price	High Price	1 week	1 month	
EUROPEAN TLC OPERATORS													
Index													
DJStoxx Telecom	EU	283.73	4.5%	0.0%	-5.4%	-9.2%	-18.0%	-18.3%	268.44	353.14	330,057,869	305,604,567	
FTSEMIB Index	IT	18,292.65	7.1%	8.9%	6.6%	3.0%	-14.9%	-14.6%	15,017.42	21,730.23	1,209,935,770	942,251,610	
TLC Operators													
Altice	NL	17.79	14.9%	10.7%	12.9%	16.6%	51.8%	34.2%	9.975	17.795	2,019,579	1,789,021	21,777
Bouygues	FR	33.47	6.0%	12.0%	16.4%	18.3%	-4.9%	-8.4%	24.745	38.595	952,468	942,181	11,623
BT	GB	352.00	-1.8%	-3.0%	-9.8%	-17.2%	-24.7%	-25.4%	342.150	502.300	16,464,970	20,725,670	41,845
DT	DE	15.74	6.8%	8.1%	6.5%	5.3%	-3.3%	-5.7%	13.535	16.970	12,770,710	10,066,940	73,591
Freenet	DE	25.36	5.5%	-0.9%	-3.6%	3.8%	-15.8%	-19.0%	22.200	32.000	382,925	395,599	3,248
Orange	FR	13.50	0.7%	-4.0%	-0.9%	-11.3%	-10.9%	-12.8%	12.375	16.670	8,628,143	6,354,749	35,911
OTE	GR	8.97	1.9%	12.4%	5.2%	-0.7%	6.3%	-2.9%	6.550	9.710	656,746	669,434	4,397
Iliad	FR	178.75	2.5%	-0.3%	-6.3%	-4.5%	-16.2%	-18.8%	166.700	238.100	91,326	101,500	10,503
Inmarsat	GB	731.00	4.0%	-3.9%	-5.1%	4.1%	-34.6%	-35.7%	663.500	1,153.000	2,564,508	3,181,263	3,945
KPN	NL	2.69	2.7%	-6.2%	-5.9%	-15.4%	-13.5%	-15.4%	2.556	3.378	17,243,540	17,384,630	11,483
Proximus	BE	26.34	0.8%	1.7%	-5.3%	-8.5%	-8.5%	-12.2%	25.130	31.975	844,079	722,912	8,904
Sunrise	CH	65.10	4.7%	-1.0%	-2.8%	3.0%	20.0%	15.8%	51.694	70.000	89,519	96,449	2,730
Swisscom	CH	446.80	3.7%	-0.4%	-5.9%	-4.4%	-8.5%	-11.2%	426.800	528.500	163,178	161,050	21,567
Talk Talk	GB	163.70	6.1%	-18.8%	-19.8%	-29.2%	-28.5%	-24.7%	145.200	280.000	2,322,318	3,316,376	1,868
TDC	DK	35.78	7.7%	1.5%	7.7%	6.4%	4.0%	28.240	40.260	2,908,125	2,725,764	3,907	
Tele2	SE	71.80	4.1%	0.4%	4.4%	5.2%	-10.7%	-12.1%	63.454	82.727	2,926,789	2,495,871	3,775
Telecom Italia Ord.	IT	0.7625	5.7%	2.3%	-5.2%	-10.6%	-33.3%	-35.1%	0.627	1.192	128,770,200	114,834,400	11,592
Telecom Italia Sav.	IT	0.622	5.2%	0.4%	-5.1%	-5.9%	-36.3%	-31.7%	0.503	1.005	30,035,720	23,943,520	3,749
Telefonica	ES	8.30	7.8%	-6.2%	-14.7%	-8.0%	-23.7%	-18.9%	7.451	10.990	22,253,820	22,229,320	40,675
Telefonica Deutschland	DE	4.04	9.1%	13.4%	16.6%	3.2%	-20.4%	-17.5%	3.328	5.206	3,303,323	2,766,422	12,002
Telenor	NO	131.80	6.9%	2.5%	-9.0%	-1.7%	-11.7%	-11.1%	116.800	153.300	2,301,798	1,924,340	22,029
Telekom Austria (TKA)	AT	5.41	5.2%	4.5%	5.2%	-2.2%	7.1%	8.2%	4.618	5.687	96,079	150,329	3,593
TeliaSonera	SE	36.25	6.0%	3.4%	-5.7%	-5.2%	-11.0%	-14.1%	33.930	43.430	11,400,660	10,202,660	16,190
Vivendi	FR	18.89	7.2%	4.5%	6.8%	16.2%	-1.9%	-4.9%	14.870	20.315	3,540,137	3,971,953	24,298
Vodafone Group	GB	198.40	3.7%	-8.4%	-10.3%	-9.7%	-8.1%	-10.2%	188.850	240.100	91,390,940	82,168,740	63,044
EUROPEAN TOWERS OPERATORS													
Inwit	IT	4.11	5.2%	-3.0%	-11.4%	-4.5%	-17.8%	12.6%	3.692	5.085	483,892	500,561	2,466
EI Towers	IT	44.32	4.3%	2.1%	-9.2%	-11.9%	-20.8%	-25.6%	40.010	59.650	72,356	73,583	1,253
Rai Way	IT	3.14	6.1%	-7.9%	-17.6%	-23.4%	-37.6%	-33.4%	2.878	5.180	160,716	99,800	854
Cellnex Telecom (Abertis)	ES	13.37	2.2%	-3.8%	-17.7%	-5.2%	-22.0%	-4.5%	12.550	17.500	901,124	1,508,932	3,096

* performance calculated on closing price

** n. of traded shares

Source: Bloomberg LP

Performance Summary of FTSE MIB



	Cl. Price € 09-Dec-16	Performance (Δ%)*						Last 52 weeks		Daily average volume		Market**
		1 week	1 month	3 months	6 months	1 year	from Jan. '16	Low Price	High Price	1 week	1 month	Cap. mil. Euro
Index												
FTSE MIB (Milan)	18,293	7.1%	8.9%	6.6%	3.0%	-14.9%	-14.6%	15,017	21,730	1,209,935,770	942,251,610	410,963
FTSE Italia All-Share (Milan)	19,928	7.0%	8.2%	5.9%	2.1%	-14.3%	-14.2%	16,545	23,498	1,332,209,242	1,020,605,197	496,993
Stocks FTSE MIB Index												
A2A Spa	1.18	5.9%	-0.8%	-5.9%	-7.9%	-10.9%	-5.8%	0.94	1.37	14,683,430	9,934,965	3,700
Atlantia Spa	21.53	2.5%	3.0%	-7.5%	-8.7%	-9.2%	-12.1%	19.30	24.84	3,260,834	2,622,056	17,779
Azimut Holding Spa	15.89	12.1%	1.1%	9.7%	-14.8%	-31.6%	-31.1%	12.43	23.80	2,047,375	1,833,904	2,276
Banca Mediolanum Spa	6.93	11.9%	11.2%	6.8%	-5.4%	-9.0%	-5.3%	5.13	7.79	2,110,116	1,543,137	5,119
Banca Monte Dei Paschi Siena	19.50	0.0%	-26.7%	-18.4%	-67.0%	-84.5%	-84.2%	16.15	129.50	2,066,580	1,568,943	572
Bper Banca	4.72	17.7%	13.1%	33.1%	6.7%	-31.2%	-32.9%	2.51	7.24	11,928,870	6,974,898	2,274
Banca Popolare Di Milano	0.35	12.4%	3.7%	-9.0%	-31.4%	-59.8%	-61.6%	0.28	0.93	213,472,100	119,427,900	1,555
Banco Popolare Sc	2.25	13.2%	4.4%	-4.1%	-26.9%	-75.5%	-76.3%	1.76	9.67	31,327,800	19,863,720	1,862
Buzzi Unicem Spa	22.52	13.1%	15.7%	25.5%	31.4%	36.5%	35.7%	11.67	22.90	1,055,330	932,499	4,198
Davide Campari-Milano Spa	9.31	5.0%	5.0%	-2.7%	8.6%	17.6%	16.3%	6.88	10.28	1,598,181	1,535,257	5,404
Cnh Industrial Nv	8.25	2.5%	16.1%	26.6%	20.6%	26.7%	30.0%	5.17	8.54	5,403,935	4,218,552	11,231
Enel Spa	3.97	3.6%	5.0%	-2.1%	-3.8%	-1.5%	1.9%	3.33	4.17	61,284,960	47,187,710	40,321
Eni Spa	14.25	5.2%	11.3%	3.5%	1.4%	1.9%	3.3%	10.93	14.94	21,039,450	18,895,950	51,787
Exor Spa	39.53	2.4%	9.2%	9.0%	19.6%	-4.0%	-6.1%	23.13	42.64	601,761	481,282	9,527
Ferrari Nv	53.75	5.8%	8.7%	24.0%	40.6%	n.a.	n.a.	27.91	54.05	633,577	624,509	10,423
Fiat Chrysler Automobiles Nv	7.96	10.5%	27.1%	32.1%	25.9%	-4.5%	-6.6%	4.89	8.85	27,360,260	23,211,140	10,247
Finecobank Spa	5.13	4.9%	0.9%	-4.6%	-19.9%	-28.8%	-32.8%	4.57	7.64	4,448,419	2,871,646	3,110
Leonardo-Finmeccanica Spa	13.30	7.5%	14.8%	23.5%	36.7%	1.1%	3.1%	8.03	13.69	4,354,495	3,467,314	7,689
Assicurazioni Generali	14.02	13.9%	19.2%	16.4%	8.8%	-18.7%	-17.1%	9.76	17.33	20,378,600	12,357,880	21,870
Intesa Sanpaolo	2.36	10.6%	10.1%	8.8%	7.3%	-23.8%	-23.7%	1.52	3.16	227,758,600	146,804,700	39,402
Luxottica Group Spa	50.55	0.7%	4.7%	17.4%	7.1%	-17.0%	-16.3%	39.92	62.00	928,085	933,610	24,474
Mediaset Spa	2.75	15.7%	18.2%	-4.8%	-30.2%	-28.1%	-28.2%	2.20	4.13	11,668,100	7,406,208	3,251
Mediobanca Spa	7.41	10.2%	8.0%	7.8%	14.4%	-14.1%	-16.6%	4.60	8.99	9,628,532	6,860,027	6,467
Moncler Spa	16.81	9.6%	11.9%	11.0%	9.9%	15.9%	30.1%	11.30	16.90	1,632,441	898,942	4,206
Prysmian Spa	24.00	5.0%	5.2%	11.2%	10.2%	20.4%	18.5%	16.06	24.39	1,194,644	954,651	5,201
Recordati Spa	26.00	3.1%	-3.4%	-2.9%	-4.6%	14.6%	7.9%	19.08	29.74	504,890	574,582	5,437
Saipem Spa	0.44	2.5%	10.9%	5.9%	11.6%	-54.0%	-53.9%	0.28	0.99	104,355,900	85,156,560	4,399
Salvatore Ferragamo Spa	21.40	3.5%	-0.7%	-1.6%	9.6%	-4.1%	-1.6%	17.26	23.17	613,608	610,513	3,612
Snam Spa	3.66	2.1%	-2.3%	-10.3%	-12.1%	-8.1%	-8.1%	3.41	4.60	17,220,390	18,170,540	12,826
Stmicroelectronics Nv	9.99	7.4%	16.4%	47.1%	88.2%	55.8%	59.4%	4.48	10.62	4,314,253	4,769,653	9,096
Telecom Italia Spa	0.7625	5.7%	2.3%	-5.2%	-10.6%	-33.3%	-35.1%	0.63	1.19	128,770,200	114,834,400	15,342
Tenaris Sa	16.19	4.1%	17.8%	34.9%	27.2%	47.3%	48.0%	8.53	16.27	3,885,202	3,863,319	19,113
Terna Spa	4.11	2.9%	-1.5%	-11.0%	-17.6%	-12.4%	-13.5%	3.83	5.12	12,220,950	9,457,521	8,269
Tod'S Spa	59.20	7.6%	20.7%	9.7%	7.7%	-21.8%	-19.0%	45.62	76.40	104,814	62,372	1,959
Ubi Banca Spa	2.39	14.6%	1.3%	-3.7%	-21.5%	-59.5%	-61.5%	1.90	6.40	23,033,330	16,999,190	2,333
Unicredit Spa	2.50	20.0%	12.1%	6.8%	-1.7%	-51.7%	-51.3%	1.70	5.28	201,063,500	113,466,600	15,457
Unipol Gruppo Finanziario Sp	3.26	12.9%	21.0%	23.8%	5.4%	-29.0%	-31.5%	1.91	4.84	6,849,384	5,284,693	2,340
Unipolspai Spa	2.00	11.0%	19.2%	27.6%	18.3%	-15.5%	-15.2%	1.25	2.40	13,113,000	10,774,270	5,665
Yoox Net-A-Porter Group	26.68	5.3%	6.3%	-6.7%	6.9%	-22.3%	-22.8%	19.00	34.89	479,854	523,071	3,567

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