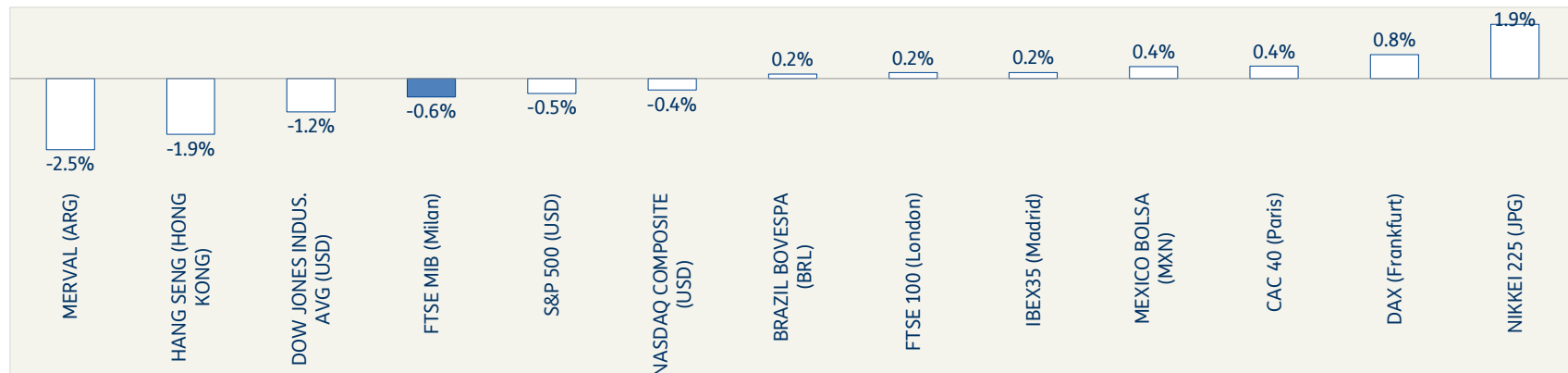


Weekly Stock Market Report for Telecom Italia Retail Shareholders

May 9th – May 13th, 2016

Weekly Performance of Major Worldwide Market Stock Exchanges

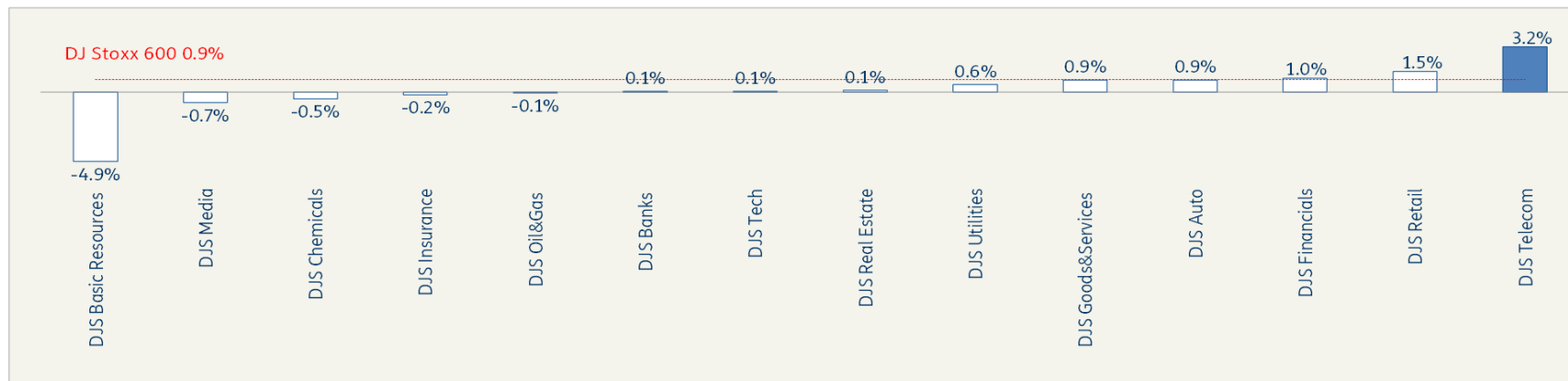


Index Point as of 13-May-16	Performance (Δ%)*					Last 52 weeks		Daily average volume **		Market Cap. (mln. local cur.)
	1 week	1 month	6 months	1 year	from Jan. '16	Low Price	High Price	1 week	1 month	
17,729	-0.6%	-2.4%	-18.8%	-23.6%	-17.2%	15,773	24,157	729,431,526	788,430,485	384,104
6,139	0.2%	-3.5%	0.3%	-11.7%	-1.7%	5,500	7,070	667,118,438	726,263,906	1,707,837
9,953	0.8%	-0.7%	-7.1%	-12.3%	-7.4%	8,699	11,920	90,692,550	89,075,360	954,850
4,320	0.4%	-3.8%	-10.1%	-12.9%	-6.8%	3,892	5,218	108,129,035	112,355,155	1,186,626
8,722	0.2%	-1.1%	-13.7%	-23.0%	-8.6%	7,746	11,613	368,194,400	486,222,574	517,864
17,535	-1.2%	-2.1%	1.7%	-2.9%	0.6%	15,370	18,351	83,478,240	95,692,420	5,218,380
2,047	-0.5%	-1.7%	1.2%	-2.5%	0.1%	1,810	2,135	567,010,925	615,043,524	18,684,664
4,718	-0.4%	-4.6%	-4.3%	-5.3%	-5.8%	4,210	5,232	420,793,306	424,618,194	7,154,306
45,402	0.4%	0.0%	4.1%	0.8%	5.6%	39,257	46,308	195,753,830	211,604,902	2,167,684
13,122	-2.5%	-1.3%	-0.5%	7.6%	12.4%	8,660	14,597	6,925,691	6,839,359	13,378
51,804	0.2%	-2.5%	11.4%	-8.1%	19.5%	37,046	57,606	439,008,390	444,594,780	1,720,251
16,412	1.9%	-2.6%	-15.4%	-16.8%	-13.8%	14,866	20,953	1,478,310,298	1,569,246,686	294,323,232
19,719	-1.9%	-7.5%	-10.4%	-29.1%	-10.0%	18,279	28,525	1,446,813,568	1,573,846,240	12,445,189

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

Source: Bloomberg LP

Weekly Performance of Major European Sectors



Index	Index Point as of 13-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	334.68	0.9%	-2.4%	-9.4%	-15.4%	-8.5%	302.59	409.48	2,739,162,317	3,037,210,765	8,672,617.00
Sectors											
DJS Telecom	320.74	3.2%	-0.4%	-11.2%	-14.7%	-7.6%	295.61	399.43	263,256,829	255,352,156	450,464.59
DJS Auto	479.24	0.9%	-1.8%	-10.4%	-23.9%	-15.2%	416.06	666.57	33,620,561	41,046,816	280,366.88
DJS Banks	142.21	0.1%	-4.1%	-24.8%	-34.8%	-22.1%	130.03	227.47	1,312,284,570	1,590,250,468	918,535.00
DJS Basic Resources	264.09	-4.9%	-8.9%	-4.4%	-37.1%	7.8%	191.36	426.84	159,886,136	156,662,788	181,196.58
DJS Chemicals	765.93	-0.5%	-3.4%	-10.5%	-17.2%	-7.2%	687.78	971.38	19,847,384	18,626,820	379,529.94
DJS Oil&Gas	272.18	-0.1%	0.1%	-1.1%	-18.9%	3.8%	222.42	340.48	98,646,291	109,299,319	471,508.16
DJS Financials	393.3	1.0%	-3.4%	-12.6%	-13.1%	-12.2%	344.56	483.43	28,394,650	25,691,208	159,979.02
DJS Goods&Services	420.32	0.9%	-1.0%	-2.3%	-10.4%	-2.0%	360.76	488.98	149,283,542	156,576,429	962,193.94
DJS Insurance	237.92	-0.2%	-6.3%	-15.5%	-15.4%	-16.7%	218.94	299.24	105,323,016	110,940,974	479,703.91
DJS Media	279.42	-0.7%	-5.5%	-9.0%	-12.4%	-8.5%	258.78	337.67	55,355,227	58,887,031	251,953.80
DJS Tech	310.92	0.1%	-7.8%	-10.9%	-12.3%	-12.6%	284.27	374.62	74,924,442	58,850,874	305,268.91
DJS Utilities	290.52	0.6%	0.0%	-4.5%	-12.2%	-4.4%	265.83	342.36	155,951,056	152,599,892	392,527.69
DJS Retail	306.87	1.5%	-4.6%	-12.9%	-15.4%	-8.8%	294.4	381.17	94,622,403	101,673,600	338,155.38
DJS Real Estate	177.44	0.1%	-1.6%	-4.0%	-5.3%	-3.2%	157.29	197.67	20,935,874	23,693,391	159,869.14

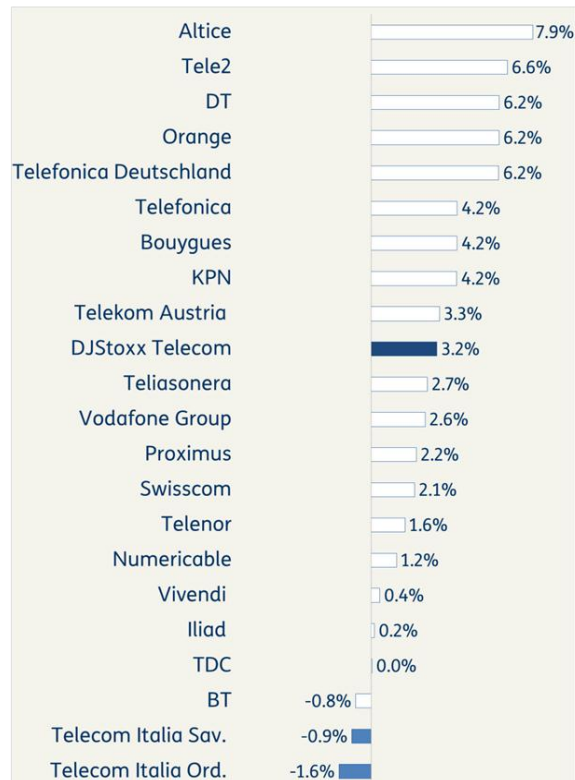
* performance calculated on closing price. ** n. of traded shares.

Source: Bloomberg LP

Europe: Stock Performance of Main TLC Operators



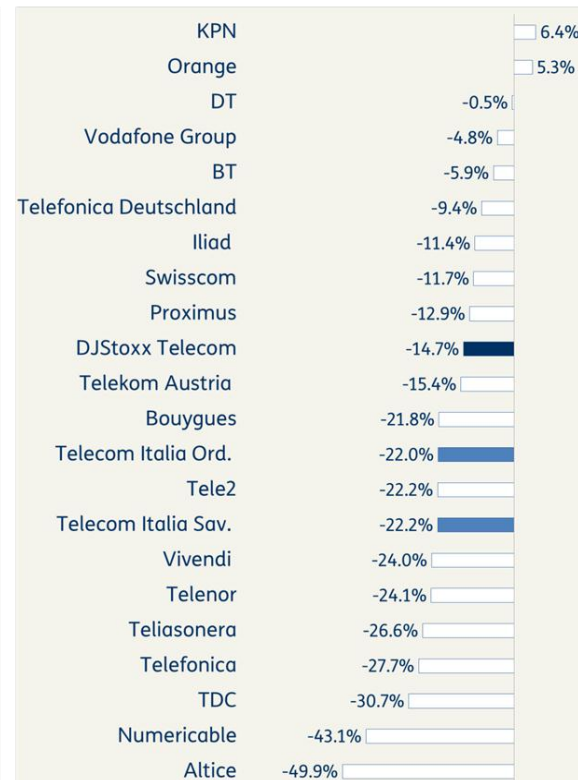
Last Week Performance



2016 Year-To-Date Performance



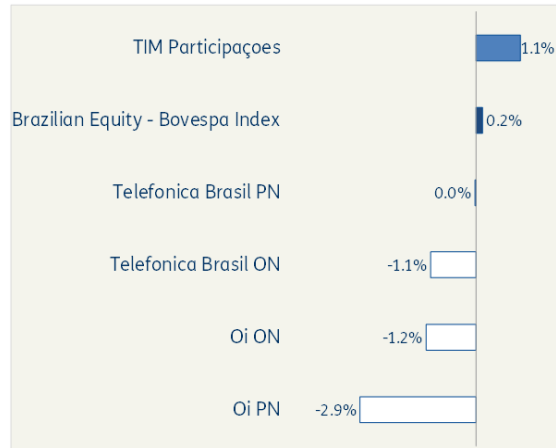
Last 12 Month Performance



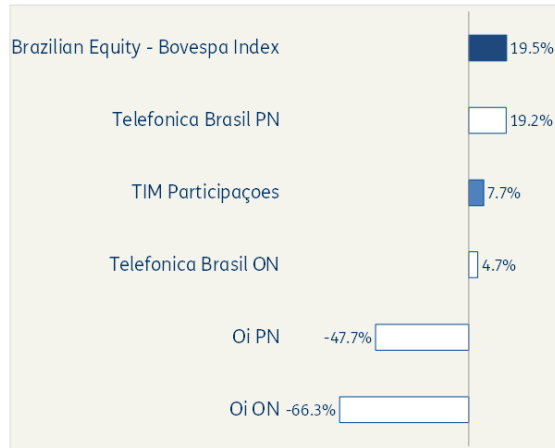
Latam: Stock Performance of Main TLC Operators



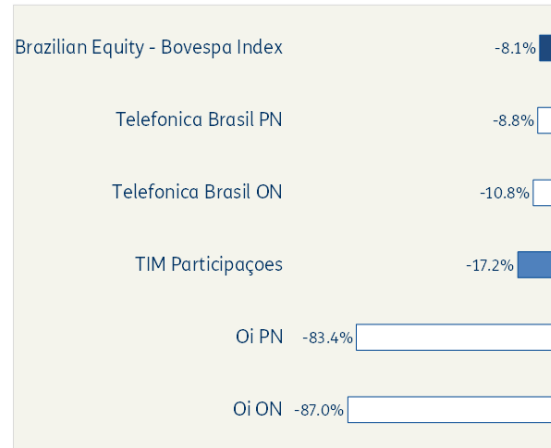
Last Week Performance



2016 Year-To-Date Performance



Last 12 Month Performance



Cl. Price 13-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	
R\$ 51,804.31	0.2%	-2.5%	11.4%	-8.1%	19.5%	37,046.07	57,605.86	439,008,390	444,594,780	R\$ 1,720,251
R\$ 7.39	1.1%	-2.8%	-9.0%	-17.2%	7.7%	R\$ 5.63	R\$ 10.77	2,136,960	3,467,767	R\$ 17,891
R\$ 0.81	-1.2%	-10.0%	-77.1%	-87.0%	-66.3%	R\$ 0.78	R\$ 7.22	3,733,400	5,406,440	R\$ 541
R\$ 1.02	-2.9%	4.1%	-49.3%	-83.4%	-47.7%	R\$ 0.89	R\$ 7.30	1,809,560	3,025,407	R\$ 161
R\$ 35.60	-1.1%	0.6%	3.5%	-10.8%	4.7%	R\$ 28.41	R\$ 41.00	7,780	7,780	R\$ 20,269
R\$ 42.63	0.0%	-0.6%	12.7%	-8.8%	19.2%	R\$ 31.72	R\$ 48.30	1,848,080	2,025,810	R\$ 47,717

* performance calculated on closing price

** n. of traded shares

*** For Telecom Argentina, reported market capitalization represents estimated market capitalization of all Classes of Shares (A,B,C - of which only Class B is listed).



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

European Telecoms Sector: Credit Outlook

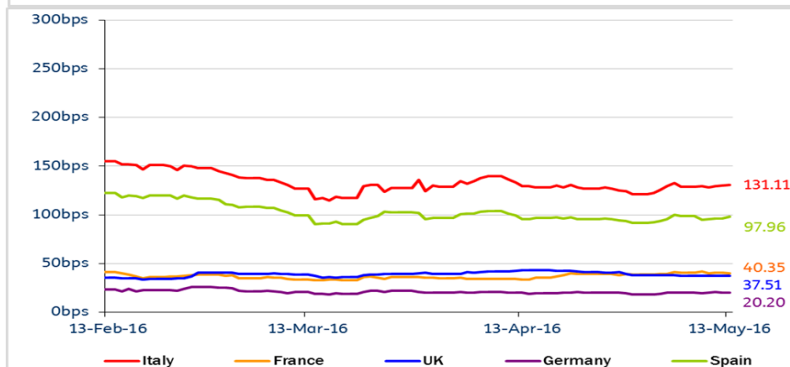


Long-term Credit Ratings

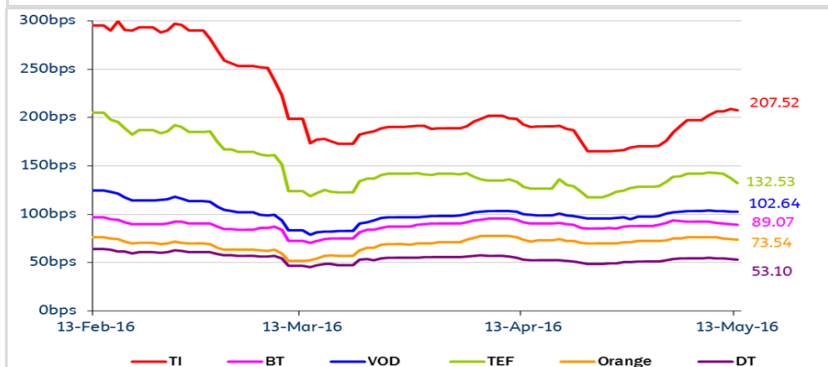
	Moody's		S&P		Fitch	
	rating	outlook	rating	outlook	rating	outlook
TELECOM ITALIA	Ba1	NEG	BB+	STABLE	BBB-	STABLE
ALTICE	n.a	n.a	B+	STABLE	n.a	n.a
BT GROUP	Baa2	POS	BBB	POS	BBB+	STABLE
DEUTSCHE TELEKOM	Baa1	STABLE	BBB+	STABLE	BBB+	STABLE
KPN	Baa3	STABLE	BBB-	STABLE	BBB-	POS
ORANGE	Baa1	STABLE	BBB+	STABLE	BBB+	STABLE
PROXIMUS	A1	STABLE	A	STABLE	n.a	n.a
SWISSCOM	A2	STABLE	A	STABLE	n.a	n.a
TELEFONICA	Baa2	NEG	BBB	POS	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	NEG

5 Years CDS levels

Countries



TLC Operators



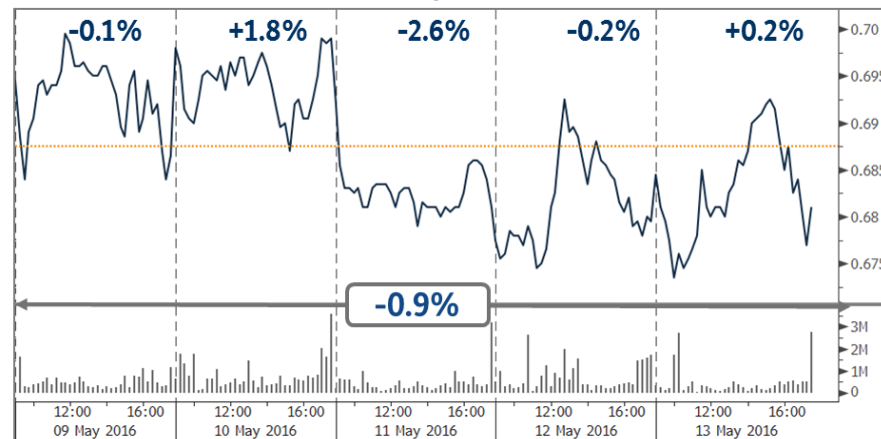
Telecom Italia Group – Weekly Performance: Price (€) and Volumes (mln)



TI Ordinary Shares



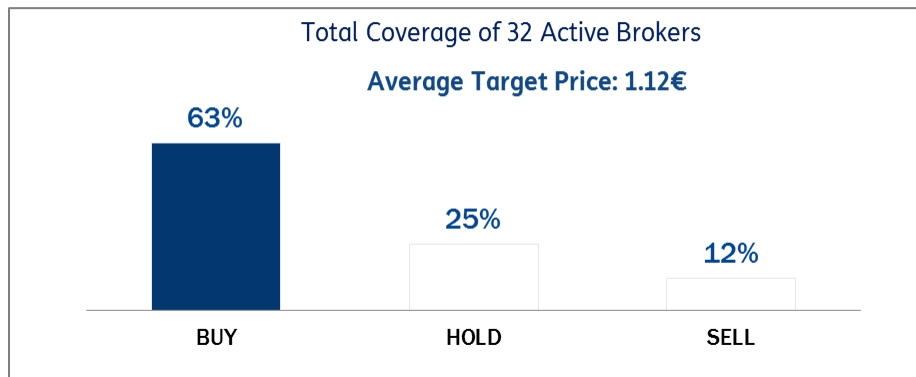
TI Saving Shares



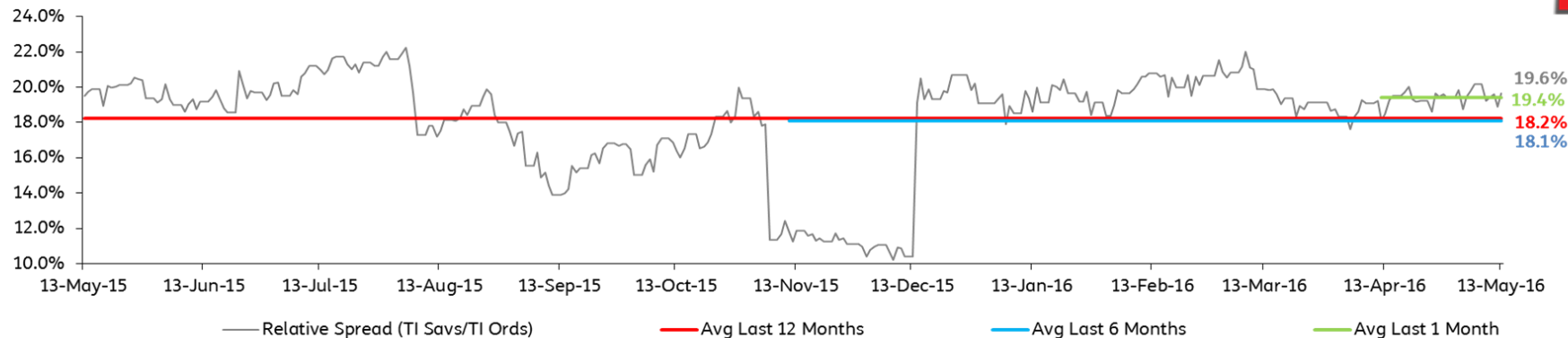
Analysts' Recommendations on TI Ords

Total Coverage of 32 Active Brokers

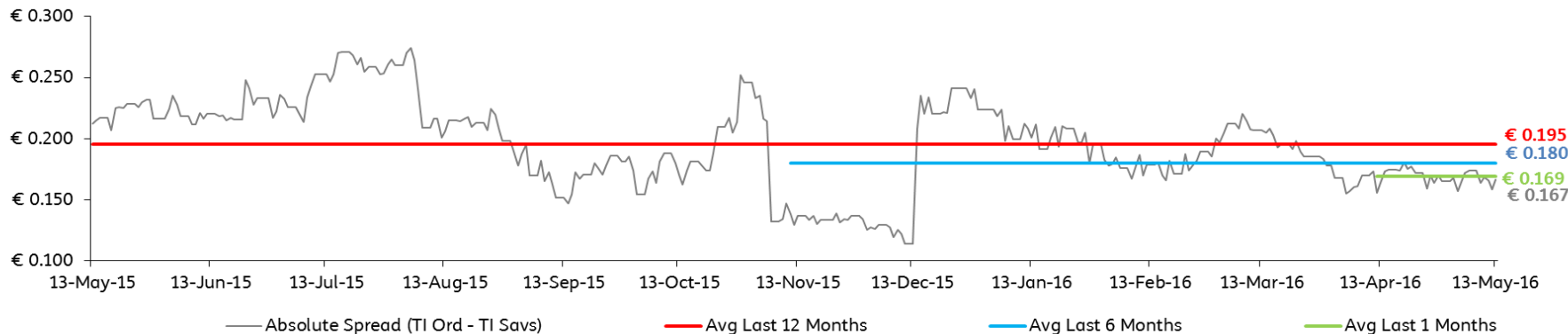
Average Target Price: 1.12€



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) 13-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	320.74	3.2%	-0.4%	-11.2%	-14.7%	-7.6%	295.61	399.43	263,256,829	255,352,156	
TLC Operators												
Altice	NL	14.03	7.9%	-0.2%	-8.2%	-49.9%	5.8%	9.975	35.800	1,557,861	1,775,215	15,654
Bouygues	FR	29.64	4.2%	-2.4%	-14.8%	-21.8%	-18.9%	28.250	38.860	771,815	1,343,505	10,230
BT	GB	440.15	-0.8%	-1.0%	-7.4%	-5.9%	-6.7%	404.000	502.600	15,723,620	16,050,590	55,767
C&W Comm.	US	74.60	-0.3%	-6.8%	1.6%	8.4%	0.4%	55.000	81.000	10,508,340	7,943,183	4,207
DT	DE	15.93	6.2%	2.7%	-3.9%	-0.5%	-4.6%	13.385	17.570	9,238,224	8,302,964	73,384
Elisa	FI	32.58	2.7%	-0.4%	-5.4%	18.9%	-6.4%	26.550	35.990	341,813	401,144	5,452
Freenet	DE	24.65	-5.5%	-6.2%	-19.9%	-22.2%	-21.3%	24.525	33.105	761,917	642,248	3,157
Orange	FR	15.10	6.2%	0.3%	-7.1%	5.3%	-2.5%	12.210	16.975	5,985,330	7,392,519	39,985
OTE	GR	9.17	5.9%	22.9%	7.3%	7.9%	-0.8%	5.750	9.470	980,272	684,489	4,495
Iliad	FR	192.00	0.2%	-0.4%	-4.3%	-11.4%	-12.7%	173.050	238.100	86,259	155,076	11,272
Inmarsat	GB	760.50	-6.4%	-24.6%	-25.7%	-25.0%	-33.1%	728.500	1,153.000	2,469,464	1,484,131	4,363
KPN	NL	3.50	4.2%	1.5%	1.8%	6.4%	0.2%	3.014	3.710	8,596,374	11,394,780	14,946
Numericable	FR	27.31	1.2%	-8.5%	-22.4%	-43.1%	-18.5%	25.570	48.640	302,054	327,685	12,033
Proximus	BE	28.13	2.2%	-7.1%	-9.2%	-12.9%	-6.2%	27.460	35.215	578,252	541,861	9,509
Sunrise	CH	62.70	9.5%	4.2%	15.3%	n.a.	n.a.	46.035	82.702	158,142	119,907	2,559
Swisscom	CH	486.30	2.1%	-2.1%	-4.2%	-11.7%	-3.3%	452.700	572.000	111,231	122,210	22,851
Talk Talk	GB	261.00	1.6%	6.6%	9.5%	-28.1%	20.1%	184.000	412.700	1,553,797	1,001,804	3,172
TDC	DK	34.06	0.0%	6.0%	-6.7%	-30.7%	-1.0%	28.240	53.750	3,401,449	3,028,132	3,718
Tele2	SE	78.70	6.6%	4.6%	-6.3%	-22.2%	-7.1%	65.850	104.600	3,052,873	3,062,818	3,816
Telecom Italia Ord.	IT	0.848	-1.6%	-4.2%	-26.5%	-22.0%	-27.9%	0.797	1.316	72,076,400	92,544,020	11,441
Telecom Italia Sav.	IT	0.681	-0.9%	-5.5%	-33.0%	-22.2%	-28.4%	0.635	1.122	23,659,820	22,020,130	4,105
Telefonica	ES	9.61	4.2%	0.9%	-19.6%	-27.7%	-6.1%	8.483	14.305	75,237,300	40,012,940	47,812
Telefonica Deutschland	DE	4.70	6.2%	0.1%	-12.0%	-9.4%	-3.9%	4.072	5.994	2,091,805	2,384,839	13,974
Telenor	NO	135.60	1.6%	-1.5%	-8.1%	-24.1%	-8.6%	116.800	186.100	1,823,857	2,061,411	21,934
Telekom Austria	AT	5.58	3.3%	3.0%	5.9%	-15.4%	10.6%	4.660	6.670	150,355	181,337	3,708
TeliaSonera	SE	37.82	2.7%	-4.9%	-10.0%	-26.6%	-10.4%	36.610	52.950	10,849,280	10,521,790	17,564
Vivendi	FR	16.92	0.4%	-9.7%	-15.2%	-24.0%	-14.8%	16.295	24.830	4,361,829	4,530,684	23,157
Vodafone Group	GB	224.50	2.6%	-1.0%	1.9%	-4.8%	1.6%	197.700	258.000	36,695,300	46,176,150	75,843
EUROPEAN TOWERS OPERATORS												
Inwit	IT	4.35	-0.9%	0.0%	-7.4%	n.a.	19.2%	3.650	5.180	417,006	668,366	2,610
EI Towers	IT	50.00	-0.6%	-5.1%	-10.7%	-11.0%	-16.0%	46.420	59.750	10,572	15,755	1,413
Rai Way	IT	4.25	-2.5%	-8.6%	-10.0%	-5.8%	-9.9%	3.950	5.450	58,070	58,021	1,156
Cellnex Telecom (Abertis)	ES	14.07	0.8%	-1.5%	-10.7%	-9.2%	0.5%	13.225	17.500	646,889	877,905	3,260

* performance calculated on closing price

** n. of traded shares

Source: Bloomberg LP

Performance Summary of FTSE MIB

Index	CL Price € 13-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)	17,729	-0.6%	-2.4%	-18.8%	-23.6%	-17.2%	15,773	24,157	729,431,526	788,430,485	384,104
FTSE Italia All-Share (Milan)	19,417	-0.5%	-2.2%	-17.6%	-21.7%	-16.4%	17,273	25,746	825,532,250	931,522,735	479,265
Stocks FTSE MIB Index											
A2A Spa	1.23	-0.4%	2.2%	-1.3%	18.8%	-2.2%	0.94	1.37	8,347,694	12,093,260	3,844
Anima Holding Spa	5.59	-3.0%	-6.6%	-33.1%	-26.8%	-30.3%	5.10	9.87	2,142,260	1,798,934	1,676
Atlantia Spa	24.08	-0.2%	-0.9%	-0.2%	2.8%	-1.7%	20.84	25.74	1,489,108	1,683,388	19,885
Azimut Holding Spa	19.06	-2.3%	-9.9%	-14.1%	-31.1%	-17.3%	15.09	29.58	1,141,247	1,251,706	2,730
Banca Mediolanum Spa	7.07	-1.2%	-0.9%	-6.5%	-11.6%	-3.4%	5.13	8.48	1,332,180	1,446,340	5,217
Banca Monte Dei Paschi Siena	0.56	-13.4%	-3.9%	-62.3%	-75.4%	-54.5%	0.42	2.36	78,371,240	99,371,770	1,645
Banca Popol Emilia Romagna	4.30	-6.6%	-10.7%	-41.4%	-43.9%	-38.9%	3.67	8.65	4,450,992	6,340,602	2,072
Banca Popolare Di Milano	0.53	-9.8%	-15.1%	-40.2%	-43.5%	-42.2%	0.50	1.04	73,620,980	71,596,740	2,336
Banco Popolare Sc	4.47	-18.4%	-22.1%	-65.9%	-69.6%	-65.1%	4.06	16.55	10,409,280	7,883,602	1,619
Buzzi Unicem Spa	16.64	2.8%	6.1%	3.0%	16.1%	0.2%	11.67	17.79	828,204	786,620	3,149
Davide Campari-Milano Spa	8.58	0.8%	0.2%	7.6%	22.0%	7.3%	6.36	8.99	1,972,323	1,535,194	4,983
Cnh Industrial Nv	6.27	2.0%	8.2%	-0.3%	-18.7%	-1.1%	5.17	8.92	4,402,375	4,174,150	8,556
Enel Spa	4.01	2.7%	4.8%	-1.7%	-4.4%	2.9%	3.33	4.50	35,310,480	32,715,150	40,728
Eni Spa	13.57	0.1%	0.7%	-5.6%	-20.1%	-1.7%	10.93	17.31	16,074,180	17,094,780	49,316
Exor Spa	32.13	-0.2%	1.4%	-22.6%	-22.2%	-23.7%	23.13	47.18	367,222	455,340	7,911
Ferrari Nv	39.02	2.7%	5.5%	n.a.	n.a.	n.a.	27.91	46.19	483,249	659,490	7,567
Fiat Chrysler Automobiles Nv	6.85	1.9%	2.4%	-18.3%	-21.5%	-19.7%	5.04	9.89	14,009,470	18,512,890	8,823
Fincobank Spa	6.38	-2.0%	-8.1%	-11.9%	-5.7%	-16.3%	5.70	7.87	1,158,975	1,370,364	3,871
Leonardo-Finmeccanica Spa	10.69	2.9%	-2.3%	-12.4%	-3.9%	-17.1%	8.51	13.94	3,391,493	3,240,834	6,180
Assicurazioni Generali	12.45	-3.7%	-4.7%	-27.7%	-28.2%	-26.4%	10.90	18.29	10,096,620	8,034,075	19,421
Intesa Sanpaolo	2.22	-0.1%	-8.3%	-28.8%	-32.0%	-28.0%	2.12	3.65	131,244,800	127,999,400	37,278
Italcementi Spa	10.38	0.1%	0.4%	2.2%	68.4%	1.3%	5.42	10.46	1,210,185	1,335,497	3,625
Luxottica Group Spa	47.68	-2.3%	-2.6%	-23.2%	-15.7%	-21.1%	46.58	67.80	891,294	917,576	23,065
Mediaset Spa	3.73	-3.4%	-3.1%	-10.3%	-15.2%	-2.7%	2.77	4.93	6,212,497	8,812,066	4,406
Mediobanca Spa	6.51	2.1%	-0.9%	-28.7%	-28.2%	-26.7%	5.42	10.15	4,160,072	4,313,285	5,670
Moncler Spa	15.73	8.5%	7.4%	4.0%	-11.1%	21.7%	11.30	19.00	1,520,412	1,008,367	3,935
Prysmian Spa	21.73	7.6%	5.3%	13.5%	7.8%	7.3%	16.06	22.35	1,370,395	1,126,894	4,709
Salpem Spa	0.37	-5.0%	5.2%	-62.8%	-76.9%	-60.6%	0.28	1.62	70,213,770	96,433,700	3,756
Salvatore Ferragamo Spa	21.29	9.9%	-2.5%	-3.0%	-27.5%	-2.1%	18.50	30.72	743,985	632,740	3,594
Snam Spa	5.20	-2.5%	-5.2%	11.5%	11.5%	7.7%	4.05	5.58	15,257,590	13,200,450	18,203
Stmicroelectronics Nv	4.67	-3.2%	-6.7%	-27.5%	-34.2%	-25.4%	4.48	7.95	5,150,031	5,652,567	4,256
Telecom Italia Spa	0.85	-1.6%	-4.2%	-26.5%	-22.0%	-27.9%	0.80	1.32	72,076,400	92,544,020	15,546
Tenaris Sa	11.39	-1.1%	-1.4%	-0.3%	-17.0%	4.1%	8.53	14.04	4,490,852	4,305,056	13,446
Terna Spa	4.87	-0.2%	-3.6%	5.9%	15.1%	2.4%	3.88	5.12	6,238,288	6,848,850	9,789
Tod'S Spa	56.75	-4.3%	-7.0%	-28.2%	-32.1%	-22.3%	54.00	98.00	123,217	76,851	1,878
Ubi Banca Spa	3.34	1.3%	-1.8%	-47.4%	-55.0%	-46.1%	2.80	7.88	9,568,078	11,489,200	3,015
Unicredit Spa	2.91	-5.0%	-11.7%	-47.5%	-53.8%	-43.3%	2.77	6.61	112,360,700	102,353,600	18,007
Unipol Gruppo Finanziario Sp	3.25	-8.2%	-9.7%	-27.3%	-30.9%	-31.7%	2.84	5.04	2,789,927	3,291,969	2,335
Unipolsai Spa	1.83	-6.3%	-9.3%	-20.3%	-24.1%	-22.4%	1.55	2.54	9,970,677	10,003,420	5,184
Yoox Net-A-Porter Group	25.98	12.4%	-4.3%	-15.1%	-8.9%	-24.8%	22.66	36.78	568,370	572,116	3,473

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