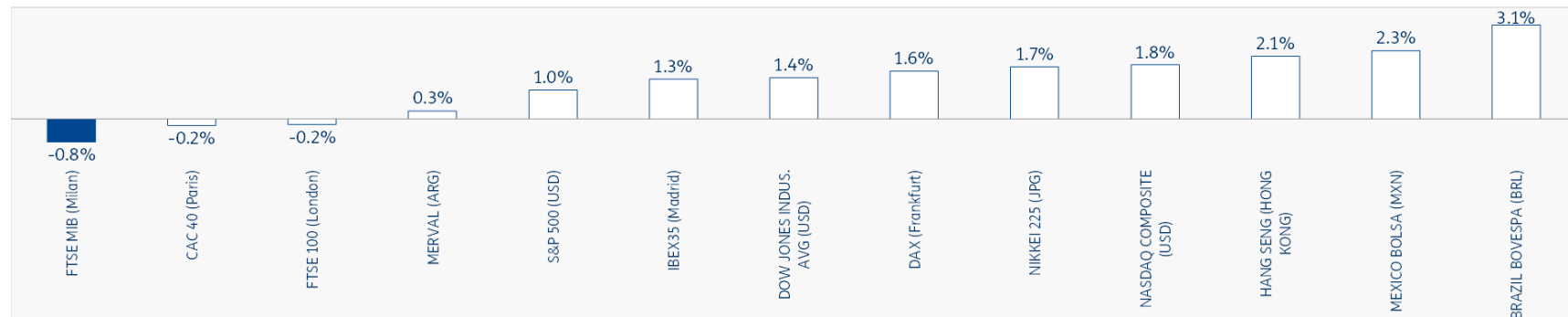


Weekly Stock Market Report for Telecom Italia Retail Shareholders

January 23rd – January 27th, 2017

Weekly Performance of Major Worldwide Market Stock Exchanges

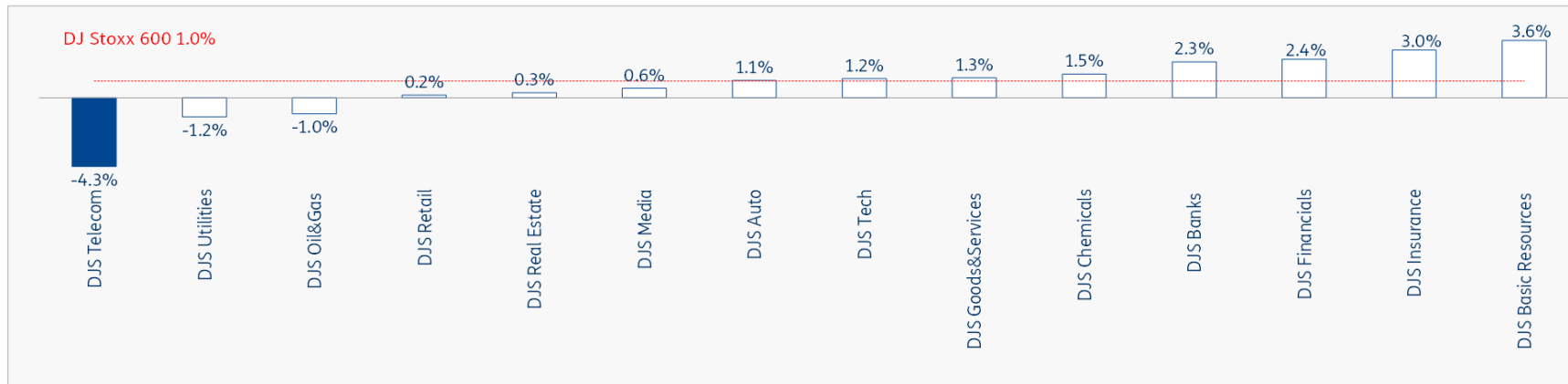


	Index Point as of 27-Jan-17	1 week	1 month	Performance (Δ%)*		1 year	from Jan. '17	Last 52 weeks		Daily average volume **		Market Cap. (mln. local cur.)
				3 months	6 months			Low Price	High Price	1 week	1 month	
Europe												
FTSE MIB (Milan)	19,329	-0.8%	-0.3%	10.9%	14.6%	2.6%	0.5%	15,017	19,811	667,162,483	636,527,162	434,779
FTSE 100 (London)	7,184	-0.2%	1.6%	2.8%	6.4%	19.9%	0.6%	5,500	7,354	961,222,822	736,544,279	1,934,808
DAX (Frankfurt)	11,814	1.6%	3.0%	10.2%	14.5%	19.6%	2.9%	8,699	11,893	98,705,456	82,392,430	1,126,413
CAC 40 (Paris)	4,840	-0.2%	-0.2%	6.8%	8.8%	10.5%	-0.5%	3,892	4,930	101,560,752	87,878,595	1,366,132
IBEX35 (Madrid)	9,504	1.3%	1.4%	3.3%	9.7%	8.7%	1.6%	7,580	9,624	521,316,595	377,928,741	588,908
America												
DOW JONES INDUS. AVG (USD)	20,099	1.4%	0.8%	10.6%	8.8%	26.1%	1.7%	15,503	20,126	99,915,013	89,810,826	5,710,394
S&P 500 (USD)	2,293	1.0%	1.1%	7.5%	5.8%	21.8%	2.4%	1,810	2,301	598,828,717	554,353,787	20,532,522
NASDAQ COMPOSITE (USD)	5,655	1.8%	3.1%	8.4%	10.0%	26.6%	5.1%	4,210	5,670	421,252,685	423,199,919	8,533,126
MEXICO BOLSA (MXN)	47,382	2.3%	4.6%	-1.5%	1.2%	12.5%	3.8%	41,757	48,956	216,751,904	165,915,540	2,920,217
Merval (ARG)	19,086	0.3%	16.5%	5.7%	21.6%	77.0%	12.8%	19,721	29,740,224	27,888,057		19,180
BRAZIL BOVESPA (BRL)	65,969	3.1%	12.4%	2.6%	16.0%	71.8%	9.5%	37,402	66,594	341,964,518	416,747,051	2,069,162
Asia												
NIKKEI 225 (JPG)	19,467	1.7%	0.3%	12.3%	16.8%	13.4%	1.8%	14,864	19,615	1,323,080,755	1,271,187,633	350,204,704
HANG SENG (HONG KONG)	23,361	2.1%	8.3%	1.0%	5.1%	22.6%	6.2%	18,279	24,364	1,270,311,322	1,554,102,577	14,749,468
Global Commodities												
Wti Crude Future Mar17	\$ 52.75	-0.9%	-3.7%	2.6%	16.0%	30.5%	-3.8%	\$ 38.10	\$ 56.24			
Brent Crude Futr Mar17	\$ 55.07	-0.8%	-3.3%	4.5%	19.2%	37.6%	-3.0%	\$ 38.04	\$ 58.53			
Gold Spot \$/Oz Mar17	\$ 1,187.37	-1.5%	4.4%	-6.4%	-10.5%	6.2%	3.0%	\$ 1,108.48	\$ 1,375.45			
Silver Spot \$/Oz	\$ 17.03	0.1%	7.0%	-3.5%	-14.8%	17.6%	7.2%	\$ 14.16	\$ 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 27-Jan-17	1 week	1 month	Performance (Δ%)*		1 year	from Jan. '17	Last 52 weeks		Daily average volume **		Market Cap. (mln. local cur.)
				3 months	6 months			Low Price	High Price	1 week	1 month	
DJ Stoxx 600	366.38	1.0%	1.6%	7.2%	6.9%	7.7%	1.4%	302.59	368.85	2,973,773,773	2,286,156,546	9,615,413.00
Sectors												
DJS Telecom	284.5	-4.3%	-2.6%	-2.9%	-6.3%	-15.4%	-2.6%	268.44	342.74	347,063,661	256,086,472	409,431.03
DJS Auto	560.67	1.1%	2.3%	12.0%	14.9%	14.7%	3.3%	403.04	573.59	50,806,218	44,298,596	335,620.53
DJS Banks	178.12	2.3%	4.0%	15.7%	33.0%	14.6%	4.6%	116.29	182	1,170,831,885	938,374,541	1,199,354.75
DJS Basic Resources	442.25	3.6%	14.4%	27.1%	39.2%	105.2%	11.6%	202.05	451.37	140,003,539	107,304,638	312,927.78
DJS Chemicals	884.09	1.5%	3.2%	10.3%	13.7%	18.3%	3.1%	687.78	886.2	17,421,931	14,632,769	450,069.75
DJS Oil&Gas	316.53	-1.0%	-1.2%	6.9%	11.4%	26.7%	-1.8%	224.07	330.86	169,167,014	161,231,564	575,061.88
DJS Financials	430.55	2.4%	3.9%	8.9%	9.8%	9.0%	3.8%	342.84	433.05	34,175,344	27,180,012	169,911.80
DJS Goods&Services	476.8	1.3%	2.6%	10.0%	10.3%	18.9%	2.5%	360.76	480.4	196,575,421	151,488,482	1,079,669.00
DJS Insurance	271.44	3.0%	0.7%	11.9%	20.5%	6.2%	0.7%	203.67	275.61	140,545,056	102,809,007	549,080.19
DJS Media	276.78	0.6%	-1.4%	5.7%	-1.2%	-4.3%	-1.8%	249.39	300.14	78,018,906	75,837,568	245,828.89
DJS Tech	376.19	1.2%	2.1%	8.0%	4.3%	9.1%	2.3%	295.25	379.06	64,701,697	46,725,117	347,860.56
DJS Utilities	268.01	-1.2%	-2.9%	-4.5%	-11.3%	-9.7%	-3.2%	253.87	303.5	174,807,523	174,934,745	409,801.31
DJS Retail	309.2	0.2%	-0.8%	0.9%	2.6%	-3.6%	-1.6%	273.13	330.3	129,834,010	105,000,553	351,094.25
DJS Real Estate	161.62	0.3%	-3.4%	0.1%	-9.7%	-5.2%	-4.2%	155.55	186.7	35,822,622	28,778,251	160,517.73

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

Source: Bloomberg LP

Europe: Stock Performance of Main TLC Operators



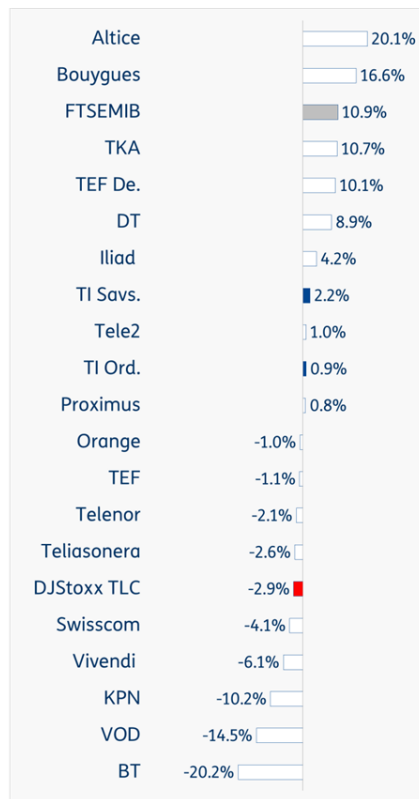
Last Week Performance



Last Month Performance



Last 3 Month Performance



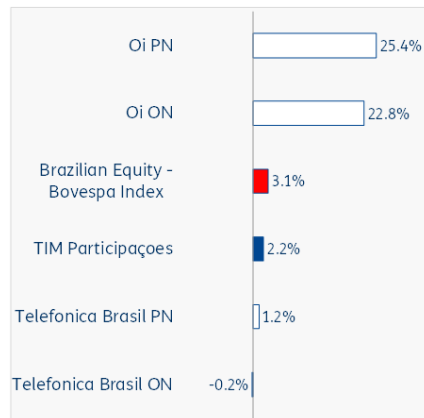
Last 6 Month Performance



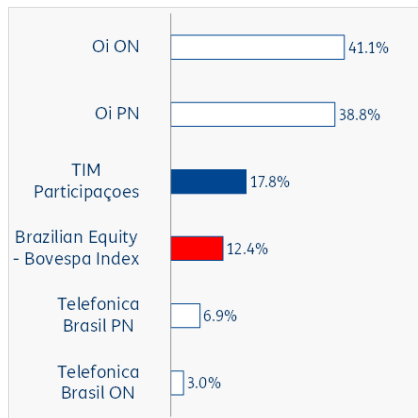
Latam: Stock Performance of Main TLC Operators



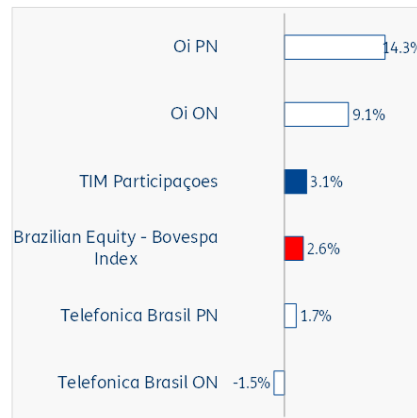
Last Week Performance



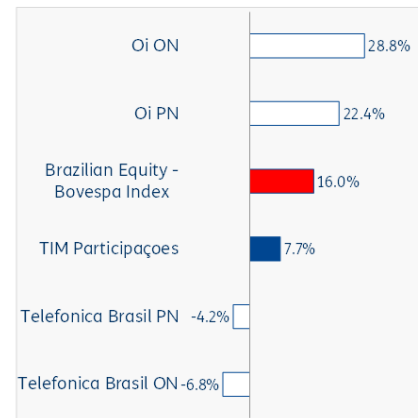
Last Month Performance



Last 3 Month Performance



Last 6 Month Performance



Cl. Price 27-Jan-17	Performance (Δ%)*						Last 52 weeks		Daily average volume **		Market Cap. (mln)
	1 week	1 month	3 months	6 months	1 year	from Jan. '17	Low Price	High Price	1 week	1 month	
R\$ 65,969.31	3.1%	12.4%	2.6%	16.0%	71.8%	9.5%	37,402.09	66,593.58	341,964,518	416,747,051	2,069,162
R\$ 8.98	2.2%	17.8%	3.1%	7.7%	42.5%	14.8%	R\$ 5.63	R\$ 9.50	3,535,040	2,638,197	R\$ 21,765
R\$ 3.70	22.8%	41.1%	9.1%	28.8%	72.6%	41.1%	R\$ 0.78	R\$ 4.37	976,100	1,495,707	R\$ 2,472
R\$ 3.10	25.4%	38.8%	14.3%	22.4%	94.4%	38.2%	R\$ 0.68	R\$ 3.67	4,482,980	4,071,260	R\$ 489
R\$ 36.63	-0.2%	3.0%	-1.5%	-6.8%	20.1%	0.6%	R\$ 28.90	R\$ 41.00	21,560	33,703	R\$ 20,939
R\$ 45.93	1.2%	6.9%	1.7%	-4.2%	33.2%	4.2%	R\$ 33.06	R\$ 50.28	1,454,620	1,372,833	R\$ 51,411

* performance calculated on closing price

** n. of traded shares

European Telecoms Sector: Credit Outlook

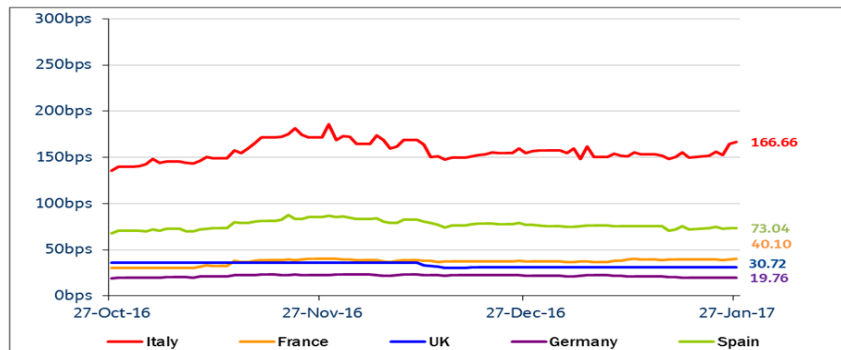
Long-term Credit Ratings



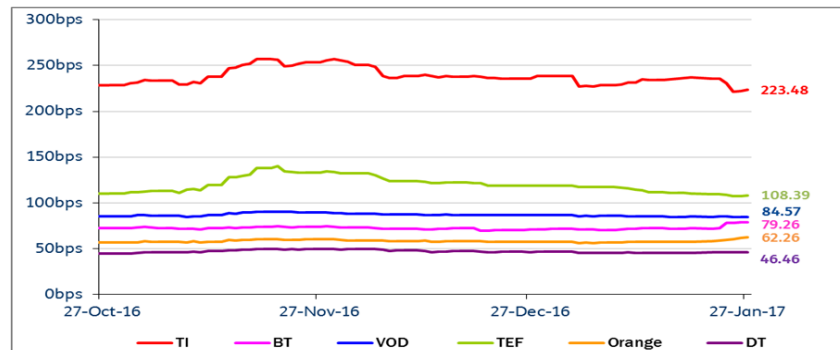
	Moody's		S&P		Fitch	
	rating	outlook	rating	outlook	rating	outlook
TELECOM ITALIA	Ba1	NEG	BB+	STABLE	BBB-	STABLE
ALTICE	n.a.	n.a.	B+	STABLE	n.a.	n.a.
BT GROUP	Baa2	POS	BBB+	STABLE	BBB+	STABLE
DEUTSCHE TELEKOM	Baa1	STABLE	BBB+	STABLE	BBB+	STABLE
KPN	Baa3	STABLE	BBB-	STABLE	BBB	STABLE
ORANGE	Baa1	STABLE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

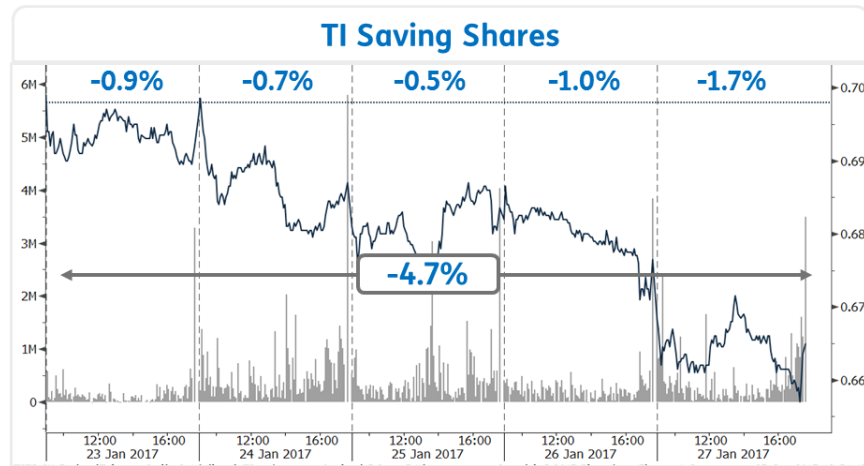
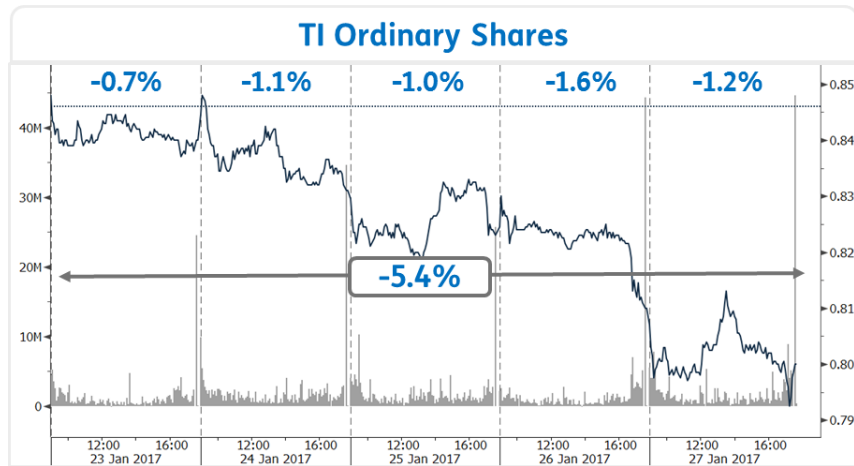
Countries



TLC Operators



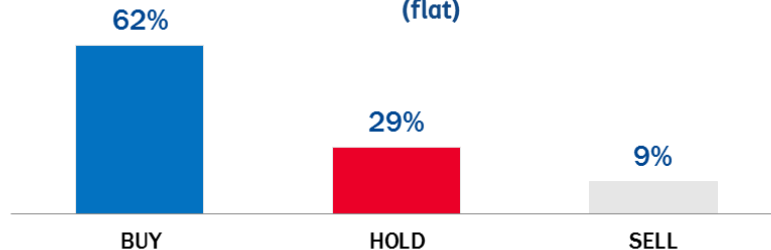
Telecom Italia Group – Weekly Performance: Price (€) and Volumes (mln)



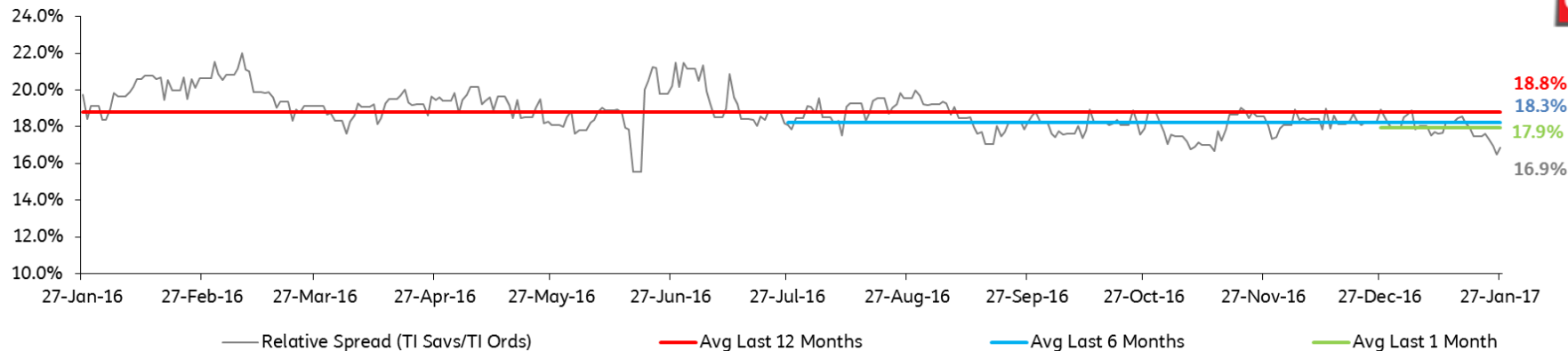
Analysts' Recommendations on TI Ords

Total Coverage of 34 Active Brokers

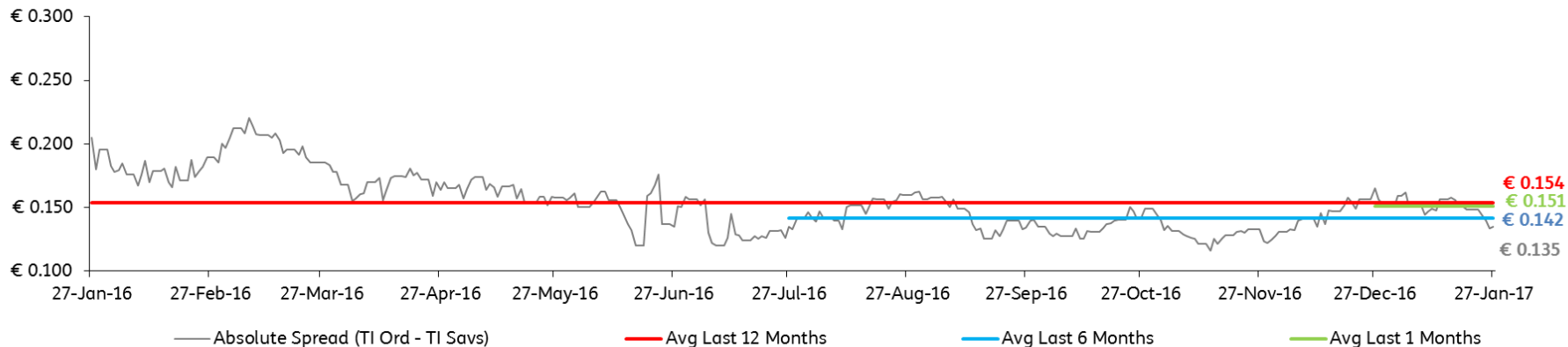
Average Target Price: 1.01€
(flat)



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-Jan-17	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. '17	Low Price	High Price	1 week	1 month	
EUROPEAN TLC OPERATORS													
Index													
DJStoxx Telecom	EU	284.50	-4.3%	-2.6%	-2.9%	-6.3%	-15.4%	-2.6%	268.44	342.74	347,063,661	256,086,472	
FTSEMIB Index	IT	19,329.26	-0.8%	-0.3%	10.9%	14.6%	2.6%	0.5%	15,017.42	19,810.77	667,162,483	636,527,162	
TLC Operators													
Altice	NL	20.30	4.1%	8.0%	20.1%	52.3%	58.7%	7.8%	10.505	20.610	2,313,773	1,443,575	25,163
Bouygues	FR	34.69	-0.8%	1.1%	16.6%	29.2%	-3.8%	1.9%	24.745	37.300	765,261	665,863	12,048
BT	GB	302.80	-21.8%	-18.2%	-20.2%	-24.7%	-36.7%	-17.5%	297.800	502.300	83,588,220	28,429,430	35,358
DT	DE	16.35	-0.5%	1.0%	8.9%	7.8%	1.6%	0.0%	13.535	16.635	10,401,130	8,263,958	76,467
Freenet	DE	27.96	0.4%	5.4%	6.8%	11.3%	-3.8%	4.5%	22.200	29.120	334,116	352,497	3,580
Orange	FR	14.45	-2.8%	1.2%	-1.0%	4.5%	-11.3%	0.1%	12.375	16.670	6,227,426	5,688,348	38,438
OTE	GR	8.77	-0.9%	1.4%	5.0%	-2.7%	11.6%	-1.8%	6.550	9.710	392,107	413,598	4,299
Iliad	FR	197.60	3.4%	7.9%	4.2%	12.7%	-14.6%	8.2%	166.700	238.100	160,755	87,481	11,626
Inmarsat	GB	627.00	-4.4%	-16.7%	-11.2%	-20.1%	-41.5%	-16.6%	621.000	1,120.000	2,831,875	2,025,484	3,324
KPN	NL	2.71	-4.1%	-3.4%	-10.2%	-8.0%	-14.9%	-3.8%	2.556	3.378	14,578,430	11,367,140	11,560
Proximus	BE	26.80	-2.8%	-1.5%	0.8%	-5.0%	-13.2%	-2.0%	25.130	31.975	589,593	564,507	9,059
Sunrise	CH	69.00	0.0%	4.7%	1.1%	10.3%	18.9%	3.0%	51.694	70.350	217,989	131,901	2,907
Swisscom	CH	437.00	-1.1%	-4.4%	-4.1%	-9.0%	-12.4%	-4.2%	426.800	528.500	193,782	137,606	21,193
Talk Talk	GB	156.10	-4.2%	-6.5%	-23.5%	-30.3%	-27.7%	-7.7%	145.200	280.000	4,714,853	2,622,969	1,749
TDC	DK	36.58	-4.9%	2.9%	-0.8%	5.0%	15.8%	0.9%	28.240	40.260	3,190,321	2,560,332	3,994
Tele2	SE	76.70	4.0%	4.9%	1.0%	8.9%	-0.1%	5.0%	63.454	79.350	3,865,392	2,449,788	4,142
Telecom Italia Ord.	IT	0.800	-5.4%	-8.0%	0.9%	7.1%	-23.0%	-4.4%	0.627	1.058	83,543,930	93,080,220	12,162
Telecom Italia Sav.	IT	0.665	-4.7%	-5.7%	2.2%	8.7%	-16.7%	-3.2%	0.503	0.818	16,352,590	17,924,190	4,008
Telefonica	ES	9.05	-0.4%	2.6%	-1.1%	-1.1%	-5.6%	2.7%	7.451	10.345	17,862,050	20,071,470	45,612
Telefonica Deutschland	DE	3.99	-4.4%	-2.5%	10.1%	4.1%	-13.6%	-2.0%	3.328	4.863	1,711,331	1,791,191	11,860
Telenor	NO	133.20	1.7%	4.0%	-2.1%	-9.4%	-7.8%	3.3%	116.800	150.900	1,695,731	1,774,531	22,440
Telekom Austria (TKA)	AT	5.70	1.8%	2.5%	10.7%	7.3%	14.8%	1.6%	4.618	5.730	182,765	139,386	3,788
TeliaSonera	SE	35.79	-1.7%	-3.3%	-2.6%	-9.3%	-8.9%	-2.5%	33.930	43.430	10,712,210	9,481,806	16,377
Vivendi	FR	17.29	-2.8%	-3.2%	-6.1%	-2.7%	-13.9%	-4.2%	14.870	20.315	4,040,517	3,468,788	22,254
Vodafone Group	GB	193.35	-6.2%	-3.6%	-14.5%	-17.0%	-13.4%	-3.3%	188.850	240.100	101,763,500	71,551,570	60,346
EUROPEAN TOWERS OPERATORS													
Inwit	IT	4.39	-2.5%	0.2%	3.9%	-2.5%	-3.6%	20.2%	3.692	4.800	233,734	366,764	2,632
EI Towers	IT	51.20	-3.4%	2.2%	19.1%	2.8%	-4.2%	0.0%	40.010	54.750	54,186	57,691	1,447
Rai Way	IT	3.79	-4.5%	6.8%	6.8%	-9.8%	-10.9%	5.9%	2.878	4.800	162,401	154,535	1,031
Cellnex Telecom (Abertis)	ES	13.48	-2.0%	-2.6%	-13.1%	-15.5%	-14.9%	-3.8%	12.550	16.410	994,083	1,032,929	3,122

* performance calculated on closing price

** n. of traded shares

Source: Bloomberg LP

Performance Summary of FTSE MIB



	Cl. Price €	Performance (Δ%)*						Last 52 weeks		Daily average volume		Market** Cap. mil. Euro
	27-Jan-17	1 week	1 month	3 month	6 months	1 year	from Jan. 17	Low Price	High Price	1 week	1 month	
Index												
FTSE MIB (Milan)	19,329	-0.8%	-0.3%	10.9%	14.6%	2.6%	0.5%	15,017	19,811	667,162,483	636,527,162	434,779
FTSE Italia All-Share (Milan)	21,117	-0.7%	0.2%	10.6%	14.0%	3.0%	0.9%	16,545	21,585	932,123,341	796,247,698	530,940
Stocks FTSE MIB Index												
A2A Spa	1.26	-3.0%	3.7%	2.4%	-0.8%	14.2%	2.4%	0.94	1.32	9,328,995	9,364,524	3,947
Atlantia Spa	21.44	-2.5%	-5.2%	-4.9%	-3.7%	-10.0%	-3.7%	19.30	24.80	1,939,486	2,031,721	17,705
Azimut Holding Spa	17.50	0.4%	9.4%	14.4%	10.9%	-8.7%	10.3%	12.43	22.49	1,371,835	1,261,971	2,507
Banca Mediolanum Spa	7.32	-0.7%	5.9%	14.2%	11.8%	16.2%	7.2%	5.13	7.79	1,704,362	1,349,226	5,411
Banca Monte Dei Paschi Siena	15.08	0.0%	0.0%	-44.8%	-47.9%	-78.8%	0.0%	14.71	75.95	0	504,152	442
Banco Bpm Spa	2.89	-0.5%	18.0%	5.3%	14.9%	-53.0%	25.9%	1.76	6.89	27,994,390	31,662,030	4,373
Bper Banca	5.61	-2.3%	8.4%	29.2%	56.2%	-0.8%	10.9%	2.51	6.04	5,427,750	4,781,440	2,700
Brembo Spa	60.80	-0.2%	8.4%	10.4%	18.8%	55.6%	5.7%	32.15	62.25	125,745	173,428	4,060
Buzzi Unicem Spa	24.20	3.8%	6.8%	37.4%	35.1%	70.4%	7.5%	11.67	24.63	512,535	769,209	4,527
Davide Campari-Milano Spa	9.53	0.2%	3.2%	3.6%	20.6%	2.5%	6.88	10.28	1,254,198	943,833	5,532	
Cnh Industrial Nv	8.67	0.5%	5.2%	24.7%	32.9%	52.9%	4.9%	5.17	8.93	4,197,459	3,253,745	11,799
Enel Spa	3.93	-5.0%	-5.5%	-0.3%	-2.2%	3.4%	-6.1%	3.33	4.24	42,061,170	38,128,000	39,996
Eni Spa	14.77	-5.0%	-3.7%	7.4%	5.3%	12.4%	-4.5%	10.93	15.92	15,844,160	12,929,340	53,677
Exor Nv	43.99	5.6%	4.9%	13.6%	26.4%	43.7%	7.3%	23.13	44.63	564,709	523,926	10,602
Ferrari Nv	57.95	2.8%	3.9%	19.4%	41.4%	52.9%	4.8%	27.91	59.10	535,110	442,380	11,238
Fiat Chrysler Automobiles Nv	10.38	10.4%	18.8%	57.6%	67.1%	50.2%	19.8%	4.89	10.70	29,582,510	25,462,690	15,907
Finacobank Spa	5.70	1.3%	3.7%	4.6%	4.4%	-20.9%	6.8%	4.57	7.54	2,984,360	2,156,504	3,456
Assicurazioni Generali	15.40	12.3%	7.1%	27.0%	36.3%	10.3%	9.1%	9.76	16.00	29,789,610	11,426,280	24,022
Intesa Sanpaolo	2.27	-8.2%	-7.5%	3.1%	15.6%	-14.4%	-6.5%	1.52	2.79	199,861,700	107,988,200	37,975
Italgas Spa	3.61	-5.3%	-2.7%	n.a.	n.a.	n.a.	-3.3%	3.10	4.28	2,452,170	3,042,534	2,924
Leonardo Spa	12.54	-3.5%	-7.5%	13.2%	29.3%	15.5%	-6.0%	8.03	13.76	2,229,100	1,685,374	7,250
Luxottica Group Spa	50.80	-0.9%	-1.5%	14.1%	17.6%	-9.9%	-0.6%	39.92	57.55	1,061,074	1,075,059	24,596
Mediaset Spa	4.10	-4.0%	-0.6%	56.0%	34.7%	29.4%	-0.3%	2.20	4.81	9,078,022	21,679,120	4,838
Mediobanca Spa	8.40	5.7%	5.9%	21.0%	38.7%	12.1%	8.3%	4.60	9.09	11,081,620	5,364,087	7,333
Moncler Spa	18.03	0.2%	10.3%	16.7%	12.7%	32.6%	9.1%	12.13	18.40	1,140,281	901,742	4,512
Poste Italiane Spa	5.98	-1.7%	-6.8%	-3.3%	-3.3%	-12.0%	-5.2%	4.98	7.04	2,547,230	2,394,496	7,811
Prismian Spa	25.02	3.0%	2.8%	10.1%	21.0%	33.4%	2.5%	16.06	25.17	950,140	832,865	5,422
Recordati Spa	27.07	-0.7%	0.0%	1.1%	-6.5%	16.0%	0.6%	19.08	29.74	418,991	402,139	5,661
Saipem Spa	0.52	3.8%	-0.1%	31.7%	18.5%	-5.3%	-2.6%	0.28	0.62	83,751,250	82,047,100	5,268
Salvatore Ferragamo Spa	25.30	0.1%	13.5%	11.7%	22.0%	22.8%	12.8%	17.26	25.95	732,468	694,158	4,270
Snam Spa	3.61	-3.9%	-7.7%	-9.2%	-16.6%	-15.1%	-7.8%	3.41	4.60	11,394,120	10,039,790	12,630
Stmicroelectronics Nv	12.53	15.5%	15.6%	57.0%	92.9%	99.8%	16.0%	4.48	12.63	6,298,675	3,798,883	11,415
Telecom Italia Spa	0.80	-5.4%	-8.0%	0.9%	7.1%	-23.0%	-4.4%	0.63	1.06	83,543,930	93,080,220	16,171
Tenaris Sa	17.02	-0.1%	-1.0%	28.6%	40.0%	80.1%	0.3%	8.53	17.44	2,517,354	2,160,599	20,093
Terna Spa	4.13	-4.1%	-4.9%	-7.1%	-15.2%	-14.7%	-5.1%	3.83	5.12	7,234,738	6,966,348	8,305
Ubi Banca Spa	3.56	-0.6%	28.3%	39.3%	29.3%	-22.8%	36.3%	1.90	4.87	18,598,260	18,437,270	3,476
Unicredit Spa	27.71	3.0%	-1.8%	16.4%	28.9%	-26.5%	1.4%	17.03	41.34	12,319,600	8,336,765	17,133
Unipol Gruppo Finanziario Sp	3.63	3.1%	5.5%	25.5%	43.5%	-4.5%	6.0%	1.91	3.92	4,161,555	3,583,291	2,603
Yoox Net-A-Porter Group	24.45	-5.6%	-9.7%	-10.1%	-4.2%	-22.0%	-9.2%	19.00	32.87	1,447,223	566,766	3,272

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