Share capital - Evolution year 2004

**Evolution of Telecom Italia share capital**

<table>
<thead>
<tr>
<th>Number of ordinary shares</th>
<th>Number of savings shares</th>
<th>Share capital (euro)</th>
</tr>
</thead>
<tbody>
<tr>
<td>10,304,883,567 (1)</td>
<td>5,795,921,069</td>
<td>8,855,442,549.80</td>
</tr>
<tr>
<td>10,305,373,696 (2)</td>
<td>5,795,921,069</td>
<td>8,855,712,120.75</td>
</tr>
<tr>
<td>10,308,165,099 (3)</td>
<td>5,795,921,069</td>
<td>8,857,247,392.40</td>
</tr>
<tr>
<td>10,308,303,807 (4)</td>
<td>5,795,921,069</td>
<td>8,857,323,681.80</td>
</tr>
<tr>
<td>10,308,485,290 (5)</td>
<td>5,795,921,069</td>
<td>8,857,423,497.45</td>
</tr>
<tr>
<td>10,308,576,547 (6)</td>
<td>5,795,921,069</td>
<td>8,857,473,688.80</td>
</tr>
<tr>
<td>10,309,231,790 (7)</td>
<td>5,795,921,069</td>
<td>8,857,834,072.45</td>
</tr>
<tr>
<td>10,310,652,978 (8)</td>
<td>5,795,921,069</td>
<td>8,858,615,725.85</td>
</tr>
<tr>
<td>10,319,317,624 (9)</td>
<td>5,795,921,069</td>
<td>8,861,181,281.15</td>
</tr>
<tr>
<td>10,322,001,069 (10)</td>
<td>5,795,921,069</td>
<td>8,864,857,175.90</td>
</tr>
</tbody>
</table>

1. **January 30, 2004** – Issue, from January 2 up to January 30, 2004, of:
   - 166,401 ordinary shares for conversion of bonds of the series "Telecom Italia 1.5% 2001-2010 convertible Bonds with premium upon redemption",
   - 2,473,426 ordinary shares for the exercise of the "Piano di Stock Options 1999" options.

2. **March 12, 2004** – Issue, from February 13 up to March 12, 2004, of:
   - 118,258 ordinary shares for conversion of bonds of the series "Telecom Italia 1.5% 2001-2010 convertible Bonds with premium upon redemption",
   - 371,871 ordinary shares for the exercise of the "Piano di Stock Options 1999" options.

3. **April 30, 2004** – Issue, from March 31 up to April 30, 2004, of:
   - 115,226 ordinary shares for conversion of bonds of the series "Telecom Italia 1.5% 2001-2010 convertible Bonds with premium upon redemption",
   - 2,676,177 ordinary shares for the exercise of the "Piano di Stock Options 1999" options.

4. **June 30, 2004** – Issue, from June 1 up to June 30, 2004, of:
   - 32,290 ordinary shares for conversion of bonds of the series "Telecom Italia 1.5% 2001-2010 convertible Bonds with premium upon redemption",
   - 3 ordinary shares for the exercise of the "Warrants on Telecom Italia ordinary shares ex Olivetti 1999-2004",
   - 106,415 ordinary shares for the exercise of the "Piano di Stock Options 1999" options.

5. **July 30, 2004** – Issue, from June 1 up to July 30, 2004, of:
   - 26,012 ordinary shares for conversion of bonds of the series "Telecom Italia 1.5% 2001-2010 convertible Bonds with premium upon redemption",
   - 155,483 ordinary shares for the exercise of the "Piano di Stock Options 1999" options.
6. **August 31, 2004** – Issue, from August 2 up to August 31, 2004, of:
   - 91,257 ordinary shares for conversion of bonds of the series “Telecom Italia 1.5% 2001-2010 convertible Bonds with premium upon redemption”,

7. **September 30, 2004** – Issue, from September 1 up to September 30, 2004, of:
   - 8,110 ordinary shares for conversion of bonds of the series “Telecom Italia 1.5% 2001-2010 convertible Bonds with premium upon redemption”,
   - 647,133 ordinary shares for the exercise of the “Piano di Stock Options 1999” options.

8. **October 29, 2004** – Issue, from October 1 up to October 29, 2004, of:
   - 83,440 ordinary shares for conversion of bonds of the series “Telecom Italia 1.5% 2001-2010 convertible Bonds with premium upon redemption”,
   - 1,337,748 ordinary shares for the exercise of the “Piano di Stock Options 1999” options.

9. **November 30, 2004** – Issue, from November 1 up to November 30, 2004, of:
   - 40,841 ordinary shares for conversion of bonds of the series “Telecom Italia 1.5% 2001-2010 convertible Bonds with premium upon redemption”,
   - 4,400,998 ordinary shares for the exercise of the “Piano di Stock Options 1999” options,
   - 222,807 ordinary shares for the exercise of the “Piano di Stock Options 2002” options.

10. **December 30, 2004** – Issue, from December 1 up to December 30, 2004, of:
    - 538,564 ordinary shares for conversion of bonds of the series “Telecom Italia 1.5% 2001-2010 convertible Bonds with premium upon redemption”,
    - 3,382,056 ordinary shares for the exercise of the “Piano di Stock Options 1999” options,
    - 287,175 ordinary shares for the exercise of the “Piano di Stock Options 2002” options,
    - 2,475,650 ordinary shares for the exercise of the “Piano di Stock Options 2002 TOP” options.

**N.B.** The above dates refer to the deposit with the Companies Register regarding the arrangement concerned.