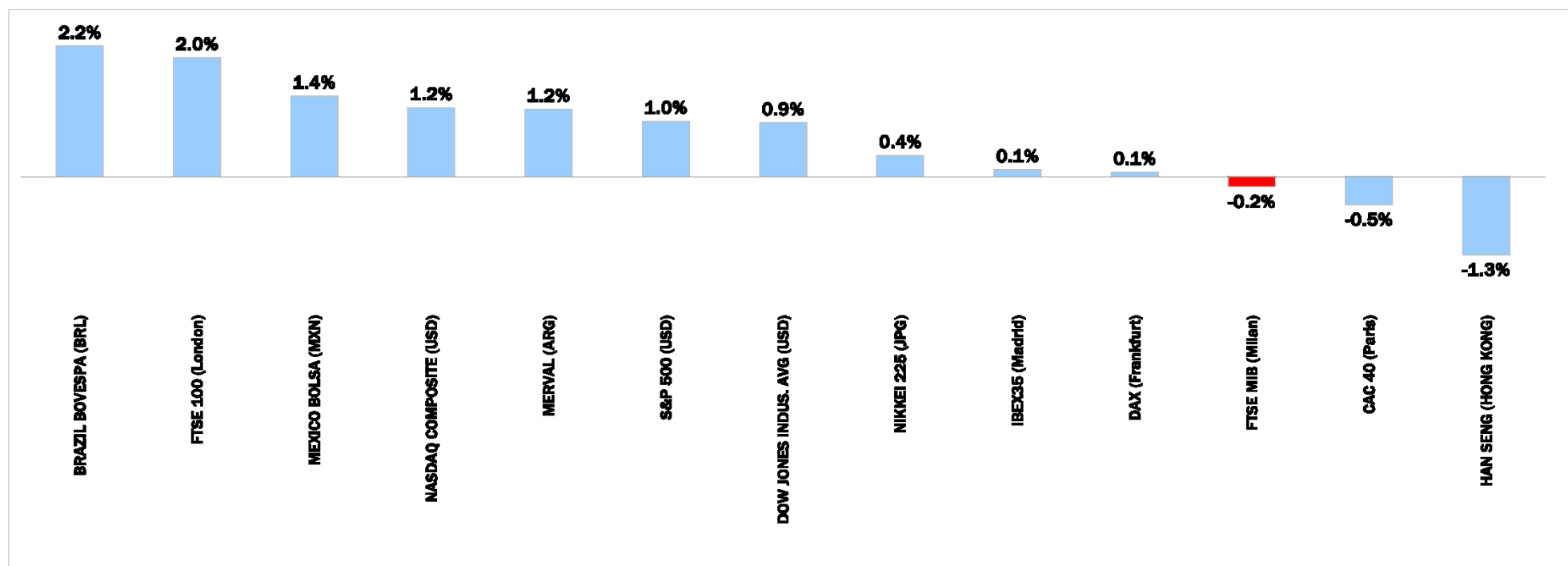


Weekly Stock Market Report for Telecom Italia Retail Shareholders

April 28th – May 2nd, 2014

Weekly Performance Summary of Major Worldwide Market Stock Exchanges



Index Point as of 02-May-14	Performance (Δ%)*					Last 52 weeks		Daily average volume **		Market Cap. (mln. local cur.)	
	1 week	1 month	6 months	1 year	from Jan. '14	Low Price	High Price	1 week	1 month		
Europe											
FTSE MIB (Milan)	21,782	-0.2%	-1.8%	14.1%	28.7%	14.8%	14,901	22,210	768,332,749	1,210,806,061	438,945
FTSE 100 (London)	6,822	2.0%	1.9%	1.1%	4.6%	1.1%	6,023	6,876	693,677,965	793,236,703	1,856,067
DAX (Frankfurt)	9,556	0.1%	-1.4%	6.1%	17.7%	0.0%	7,656	9,794	83,318,080	84,257,867	943,090
CAC 40 (Paris)	4,458	-0.5%	-0.6%	4.8%	13.9%	3.8%	3,575	4,504	111,993,546	118,831,880	1,198,581
IBEX35 (Madrid)	10,475	0.1%	-1.9%	6.9%	22.6%	5.6%	7,508	10,705	444,042,938	408,965,737	546,437
America											
DOW JONES INDUS. AVG (USD)	16,513	0.9%	0.6%	5.7%	10.3%	-0.4%	14,551	16,632	84,856,563	102,454,110	4,802,956
S&P 500 (USD)	1,881	1.0%	0.9%	6.7%	16.5%	1.8%	1,560	1,897	539,234,413	581,381,542	17,306,070
NASDAQ COMPOSITE (USD)	4,124	1.2%	-0.1%	4.7%	22.1%	-1.3%	3,295	4,372	522,222,598	555,132,063	6,200,642
MEXICO BOLSA (MXN)	40,968	1.4%	0.9%	1.6%	-3.8%	-4.1%	37,034	43,087	186,100,368	218,289,879	2,241,954
MERVAL (ARG)	6,782	1.2%	5.3%	33.1%	76.3%	25.8%	2,909	6,939	10,836,188	9,230,039	6,782
BRAZIL BOVESPA (BRL)	52,980	2.2%	3.7%	-1.6%	-4.5%	2.9%	44,107	57,099	455,301,741	389,210,123	1,785,587
Asia											
NIKKEI 225 (JPG)	14,458	0.4%	-4.0%	1.6%	5.6%	-11.3%	12,416	16,320	1,150,322,829	1,330,200,550	273,546,432
HAN SENG (HONG KONG)	22,261	-1.3%	-1.1%	-3.4%	-1.9%	-4.5%	19,426	24,112	1,463,566,899	1,704,526,908	13,273,202

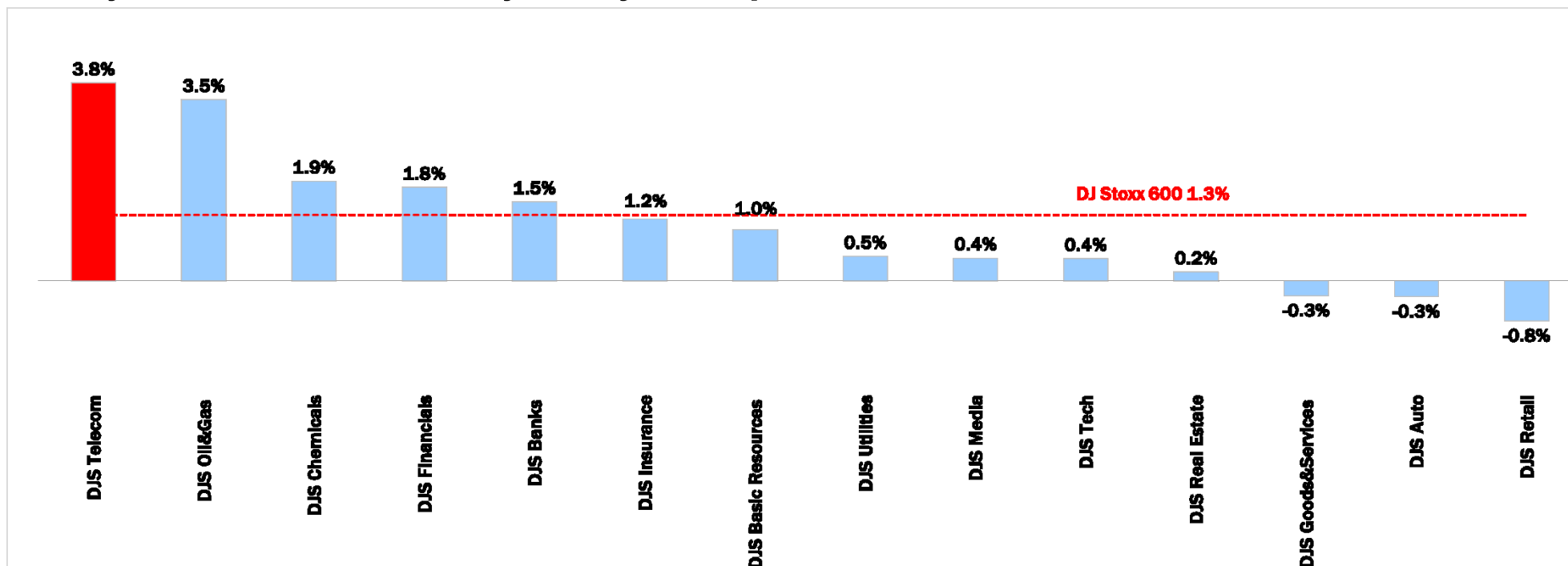
* performance calculated on closing price

** n. of traded shares

Source: Bloomberg LP

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

Weekly Performance Summary of Major European Sectors



Index	Index Point as of 02-May-14	Performance (Δ%)*					Last 52 weeks		Daily average volume **		Market Cap. (mln. local cur.)
		1 week	1 month	6 months	1 year	from Jan. '14	Low Price	High Price	1 week	1 month	
DJ Stoxx 600	337.76	1.3%	-0.4%	4.9%	12.2%	2.9%	274.97	339.86	2,412,133,683	3,130,867,884	8,582,006.00

Sectors	Index Point	1 week	1 month	6 months	1 year	from Jan. '14	Low Price	High Price	Daily average volume 1 week	Daily average volume 1 month	Market Cap. (mln. local cur.)
DJStoxx Telecom	303.14	3.8%	3.0%	2.9%	21.7%	1.9%	225.32	308.55	380,052,032	314,325,428	405,044.38
DJS Auto	511.08	-0.3%	-4.6%	12.0%	40.3%	6.0%	349.59	536.66	40,278,530	38,795,200	285,167.00
DJS Banks	200.71	1.5%	-2.9%	5.6%	14.6%	3.3%	155.98	209.5	983,305,978	1,664,477,646	1,137,177.38
DJS Basic Resources	411.74	1.0%	-1.6%	-1.7%	3.8%	2.8%	329.24	435.71	63,923,646	70,223,648	296,954.97
DJS Chemicals	762.73	1.9%	1.4%	5.1%	9.1%	0.7%	647.44	765.81	14,723,965	15,903,549	370,862.88
DJS Oil&Gas	359.44	3.5%	4.9%	6.3%	9.5%	7.3%	299.15	360.76	108,416,828	111,179,768	687,467.56
DJS Financials	349.68	1.8%	-1.4%	8.5%	18.4%	1.8%	264.94	354.88	23,114,269	34,550,286	145,931.63
DJS Goods&Services	410.18	-0.3%	-3.0%	2.9%	13.9%	-0.9%	338.14	425.9	144,133,601	156,692,565	917,063.88
DJS Insurance	227.4	1.2%	-1.7%	4.9%	17.3%	-0.4%	179.21	234.1	109,587,111	176,713,258	501,706.34
DJS Media	244.24	0.4%	-2.6%	-1.3%	16.9%	-3.8%	197.49	260.77	57,236,728	60,674,748	222,112.25
DJS Tech	275.67	0.4%	-5.5%	-0.4%	8.9%	-5.1%	233.06	294.24	73,223,324	80,761,308	255,658.80
DJS Utilities	302.58	0.5%	-1.2%	7.9%	10.5%	8.7%	241.93	308.65	127,221,350	185,843,140	454,739.75
DJS Retail	309.35	-0.8%	-3.3%	-5.9%	4.0%	-4.8%	268.82	333.73	85,120,038	105,511,238	311,660.25
DJS Real Estate	145.97	0.2%	0.8%	6.4%	7.9%	7.2%	120.76	148.2	15,747,714	17,657,153	113,232.10

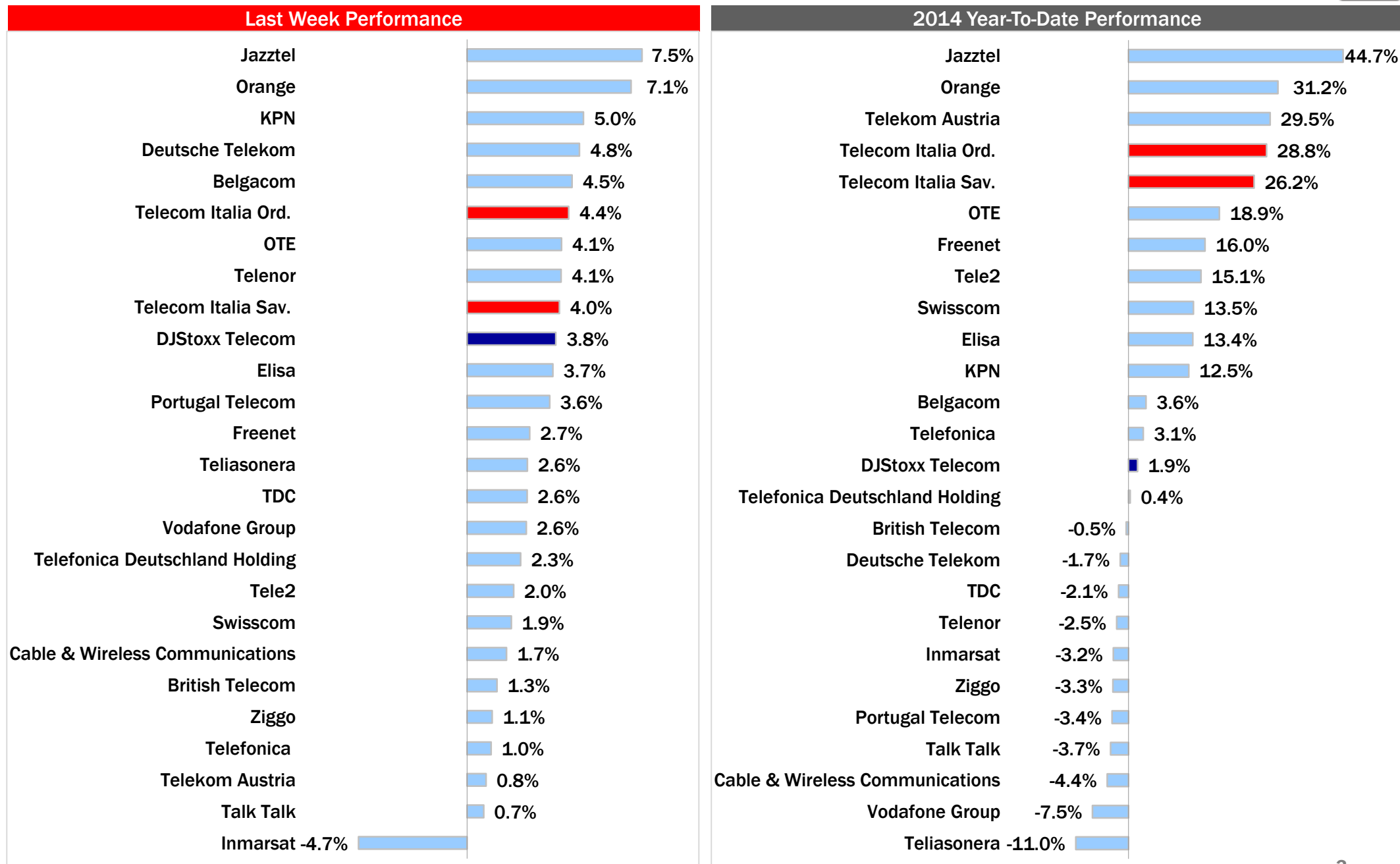
* performance calculated on closing price

** n. of traded shares

Source: Bloomberg LP

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

Weekly Stock Performance of Main European TLC Operators



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

Performance Summary of Main European TLC Operators

Cl. Price (local currency) 02-May-14	Performance ($\Delta\%$)*					Last 52 weeks		Daily average volume **		Market Cap. (all in €mln)
	1 week	1 month	6 months	1 year	from Jan. '14	Low Price	High Price	1 week	1 month	

EUROPE

Index

DJStoxx Telecom	303.14	3.8%	3.0%	2.9%	21.7%	1.9%	225.32	308.55	380,052,032	314,325,428
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TLC Operators

Telecom Italia Ord.	0.929	4.4%	5.8%	27.5%	42.1%	28.8%	0.466	0.944	111,989,200	109,858,200	12,458
Telecom Italia Sav.	0.718	4.0%	2.6%	24.0%	33.2%	26.2%	0.372	0.729	54,971,800	42,401,160	4,327
Belgacom	22.29	4.5%	-2.3%	8.5%	26.1%	3.6%	15.930	23.070	807,125	667,598	7,533
British Telecom	377.50	1.3%	-1.0%	0.1%	37.3%	-0.5%	272.300	421.200	13,419,940	17,544,460	36,379
Cable & Wireless Communications	53.75	1.7%	-1.0%	15.6%	25.0%	-4.4%	37.940	58.500	6,123,249	4,617,866	1,653
Deutsche Telekom	12.22	4.8%	4.8%	4.0%	34.4%	-1.7%	8.423	12.930	13,539,620	10,558,640	54,371
Elisa	21.84	3.7%	13.3%	19.1%	51.7%	13.4%	14.260	21.880	487,340	635,869	3,655
Freenet	25.26	2.7%	-2.5%	31.0%	43.0%	16.0%	15.855	25.960	544,090	504,869	3,234
Orange	11.81	7.1%	9.0%	16.3%	43.1%	31.2%	7.033	12.025	12,289,370	9,250,529	31,270
OTE	11.50	4.1%	-4.2%	32.9%	72.9%	18.9%	5.260	13.200	1,513,175	1,165,522	5,637
Inmarsat	732.00	-4.7%	-1.7%	0.3%	6.9%	-3.2%	599.500	774.500	1,127,909	851,102	3,989
Jazztel	11.26	7.5%	1.6%	39.5%	96.2%	44.7%	5.311	11.290	1,951,656	2,180,520	2,843
KPN	2.64	5.0%	4.8%	9.9%	60.4%	12.5%	1.377	2.805	17,681,870	19,670,310	11,261
Telefonica Deutschland Holding	6.02	2.3%	3.5%	2.9%	-2.1%	0.4%	4.895	6.400	1,060,866	960,041	6,725
Portugal Telecom	3.05	3.6%	-4.7%	-8.8%	-21.2%	-3.4%	2.573	4.175	10,075,210	7,214,424	2,735
Swisscom	534.50	1.9%	0.7%	15.6%	24.7%	13.5%	390.200	543.500	71,055	81,459	22,731
Talk Talk	294.60	0.7%	-7.4%	12.2%	15.5%	-3.7%	206.800	329.200	1,037,440	1,024,175	3,423
TDC	51.50	2.6%	4.2%	3.8%	13.3%	-2.1%	42.880	54.200	1,902,363	1,711,639	5,603
Telefonica	12.20	1.0%	4.5%	-5.5%	7.5%	3.1%	9.563	13.135	166,268,100	53,718,120	55,522
Telenor	141.00	4.1%	6.0%	-3.9%	7.1%	-2.5%	111.200	153.800	2,121,037	1,872,240	25,947
Tele2	83.85	2.0%	4.5%	6.6%	0.0%	15.1%	68.750	87.900	2,096,437	2,602,020	4,186
Telekom Austria	7.13	0.8%	2.1%	15.9%	37.7%	29.5%	4.735	7.595	2,028,266	951,892	3,158
Teliasonera	47.66	2.6%	5.4%	-11.5%	6.6%	-11.0%	42.350	54.900	9,539,034	11,042,860	22,835
Vodafone Group	222.90	2.6%	1.4%	-4.7%	13.1%	-7.5%	177.563	252.300	70,552,690	72,399,080	71,711
Ziggo	32.12	1.1%	-1.6%	0.5%	19.6%	-3.3%	26.510	34.000	507,506	654,938	6,424

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

Source: Bloomberg LP

Performance Summary of Main LatAm TLC Operators

Cl. Price 02-May-14	Performance (Δ) [*]					Last 52 weeks		Daily average volume ^{**}		Market Cap. (mln) ^{***}	
	1 week	1 month	6 months	1 year	from Jan. '14	Low Price	High Price	1 week	1 month		
BRAZIL											
Index											
Brazilian Equity - Bovespa Index	R\$ 52,980.31	2.2%	3.7%	-1.6%	-4.5%	2.9%	44,107.06	57,098.62	455,301,741	389,210,123	R\$ 1,785,587
Peers											
TIM Participações	R\$ 12.37	11.3%	6.3%	6.9%	49.0%	0.3%	R\$ 7.53	R\$ 13.81	3,142,080	4,243,790	R\$ 29,906
Oi ON	R\$ 2.36	-13.2%	-22.1%	-41.4%	-55.5%	-34.6%	R\$ 2.04	R\$ 5.50	13,158,940	3,559,467	R\$ 6,469
Oi PN	R\$ 2.38	-9.8%	-19.9%	-37.5%	-48.3%	-33.7%	R\$ 1.99	R\$ 5.18	92,366,380	31,523,290	R\$ 13,049
Telefonica Brasil ON	R\$ 39.75	1.7%	-0.6%	-9.4%	-17.2%	-0.6%	R\$ 37.10	R\$ 48.50	46,960	16,967	R\$ 15,168
Telefonica Brasil PN	R\$ 47.09	3.2%	2.9%	-1.1%	-13.0%	5.0%	R\$ 41.66	R\$ 55.59	1,055,980	1,060,693	R\$ 35,036
Embratel ON	R\$ 11.00	7.8%	52.6%	46.7%	-8.5%	31.1%	R\$ 6.60	R\$ 12.03	1,200	4,497	R\$ 7,020
Embratel PN	R\$ 11.35	11.3%	55.1%	45.5%	-7.8%	31.2%	R\$ 6.70	R\$ 12.99	8,600	7,750	R\$ 6,732
NET Servicos PN	R\$ 30.00	-4.5%	15.3%	2.0%	-2.0%	34.3%	R\$ 18.98	R\$ 32.97	420	19,341	R\$ 6,855
ARGENTINA											
Index											
Argentinean Equity - Merval Index	6,782.01	1.2%	5.3%	33.1%	76.3%	25.8%	2,908.62	6,938.93	420	19,341	ARS 997,296
Integrated											
Telecom Argentina - "B shares"	ARS 40.00	4.4%	14.3%	6.4%	32.5%	29.0%	ARS 21.60	ARS 41.90	90,293	87,636	ARS 39,375
Telecom Argentina - ADR	\$20.82	7.3%	15.0%	2.8%	28.8%	20.8%	\$13.11	\$21.56	142,881	194,645	\$4,099
Nortel Inversora B shares - ADR	\$21.31	7.8%	20.9%	2.0%	17.3%	7.1%	\$13.57	\$23.78	2,295	4,523	\$2,899
MEXICO											
Index											
Mexican Equity - Mexbol Index	40,967.95	1.4%	0.9%	1.6%	-3.8%	-4.1%	37,034.30	43,086.74	186,100,368	218,289,879	MXN 4,419,614
Mobile/Integrated											
America Movil (MXN)	MXN 13.12	1.3%	-2.9%	-7.3%	-1.0%	-13.8%	MXN 12.19	MXN 15.48	52,273,660	75,858,860	MXN 924,555
TV											
Grupo Televisa	MXN 85.51	0.0%	-3.2%	7.4%	39.2%	8.7%	MXN 58.50	MXN 90.99	3,136,437	4,271,405	MXN 245,202
CROSS-LATAM OPERATORS											
Mobile											
NII Holding	US\$ 0.79	-16.9%	-28.9%	-76.1%	-89.0%	-71.3%	US\$ 0.77	US\$ 8.90	3,323,544	3,795,329	US\$ 136

* 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).



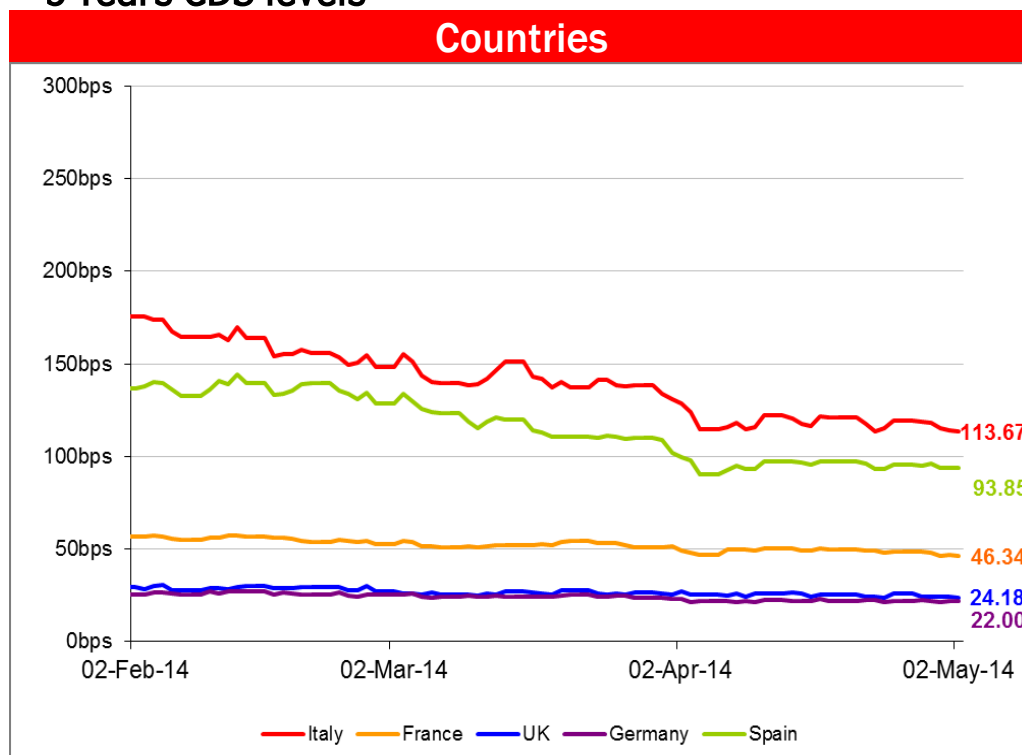
European Telecoms Sector: Credit Outlook

Long-term Credit Ratings

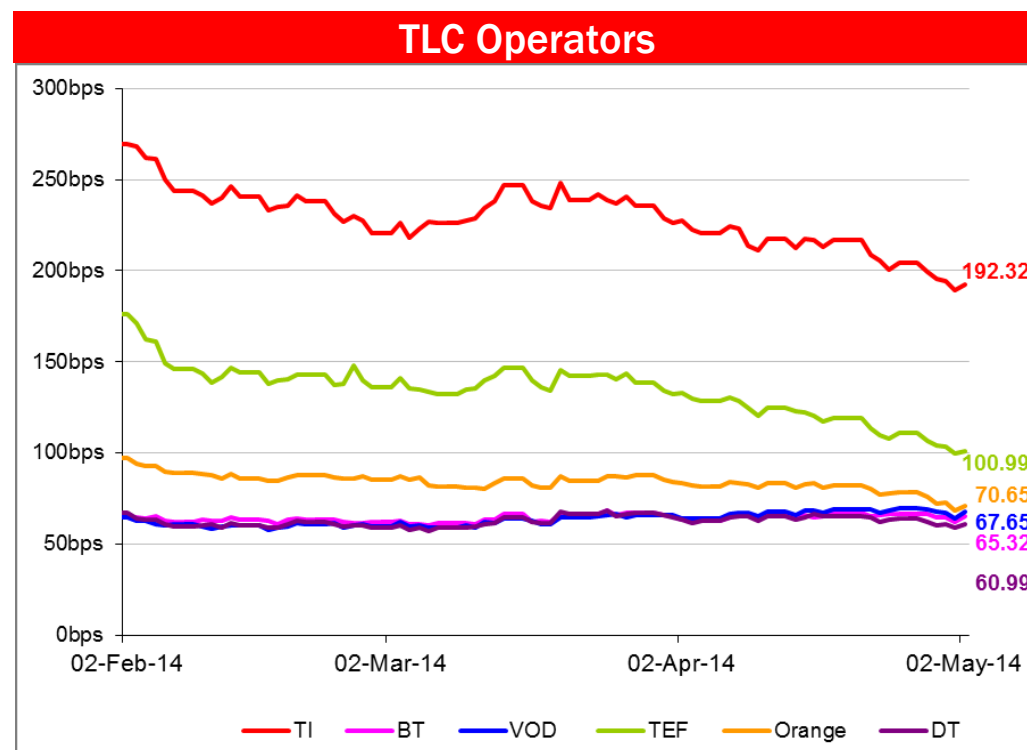
	Moody's		S&P		Fitch	
	rating	outlook	rating	outlook	rating	outlook
Telecom Italia	Ba1	NEG	BB+	NEG	BBB-	NEG
Belgacom	A1	STABLE	A	STABLE	n.a.	n.a.
British Telecom	Baa2	POS	BBB	STABLE	BBB	STABLE
Deutsche Telekom	Baa1	STABLE	BBB+	STABLE	BBB+	STABLE
Orange	Baa1	STABLE	BBB+	NEG	BBB+	NEG
KPN	Baa3	STABLE	BBB-	STABLE	BBB-	STABLE
Portugal Telecom	Ba2 *+	*CW POS	BB *	*CW	BBB- *-	*CW NEG
Swisscom	A2	STABLE	A	STABLE	n.a.	n.a.
Telefonica	Baa2	NEG	BBB	NEG	BBB+	NEG
Telekom Austria	Baa2	STABLE	BBB- *+	*CW NEG	n.a.	n.a.
Telenor	A3	STABLE	A-	POS	A-	STABLE
Telia Sonera	A3	STABLE	A-	STABLE	n.a.	n.a.
Vodafone	A3	NEG	A-	NEG	A-	STABLE
Wind Telecomunicazioni SpA	B2	STABLE	BB-	STABLE	BB-	NEG
Vimpelcom	Ba3	STABLE	BB	STABLE	n.a.	n.a.

5 Years CDS levels

Countries



TLC Operators

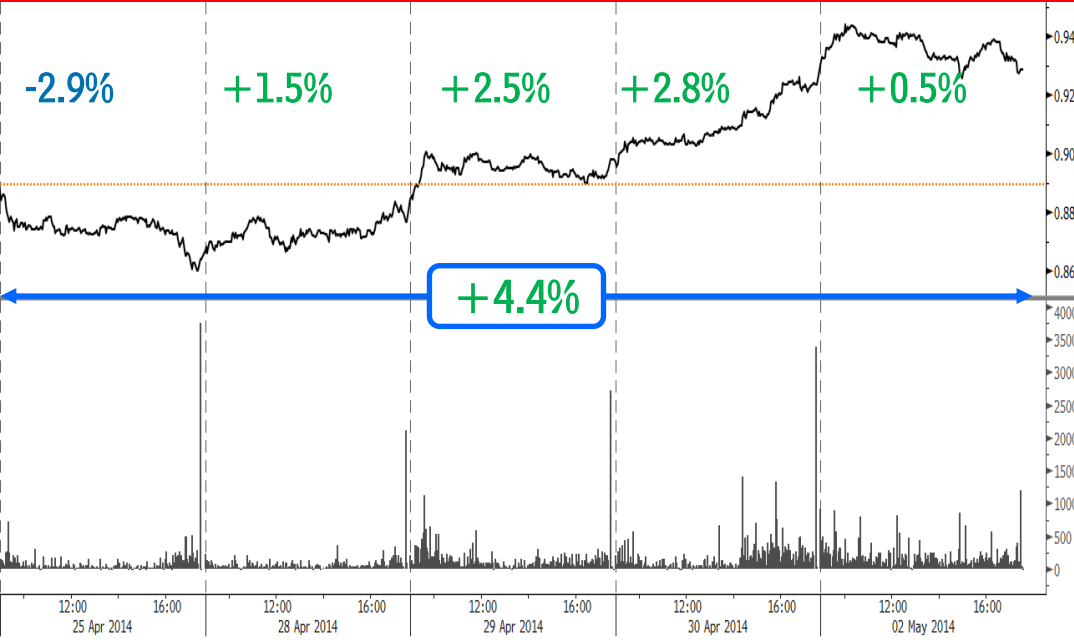


NB: Weekly performances are referred to last 5 open market sessions.

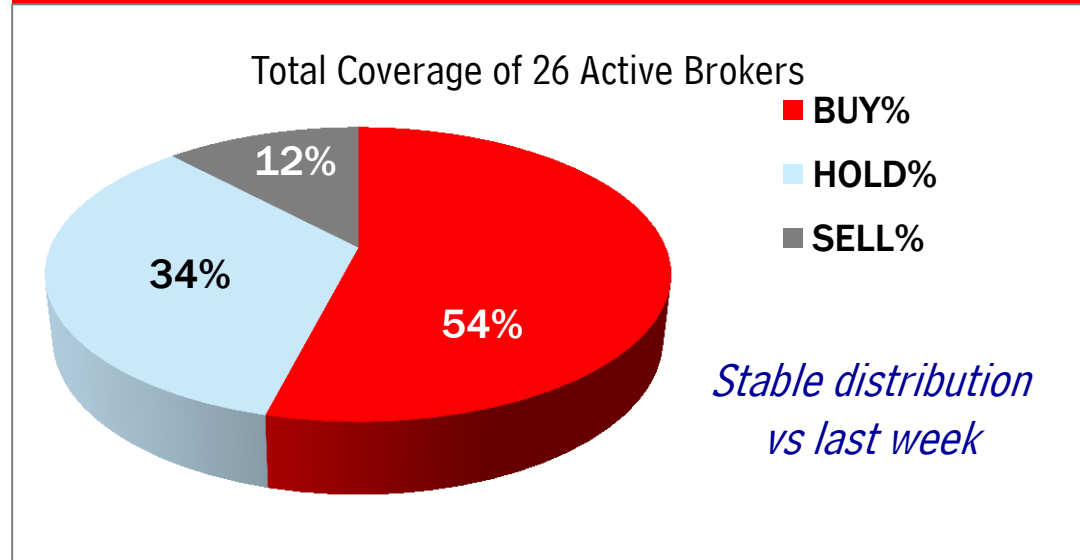
Telecom Italia Group – Last 5 Open-market Sessions Trends for Price (€) and Volumes (mln)

TI Ordinary Shares

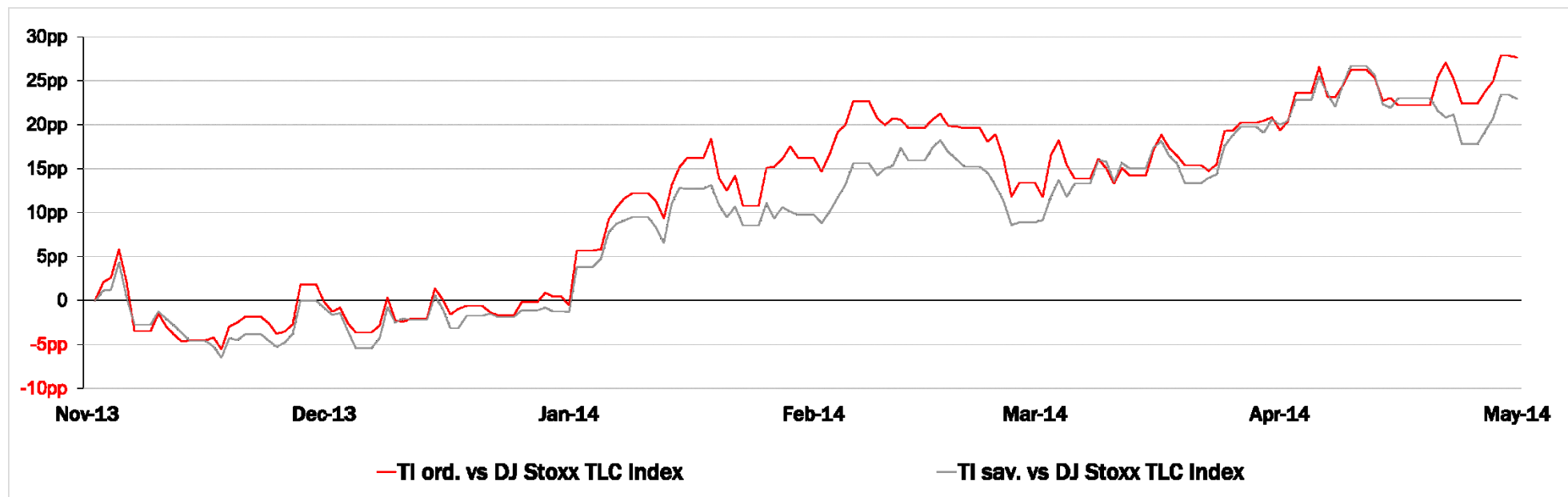
TI Saving Shares



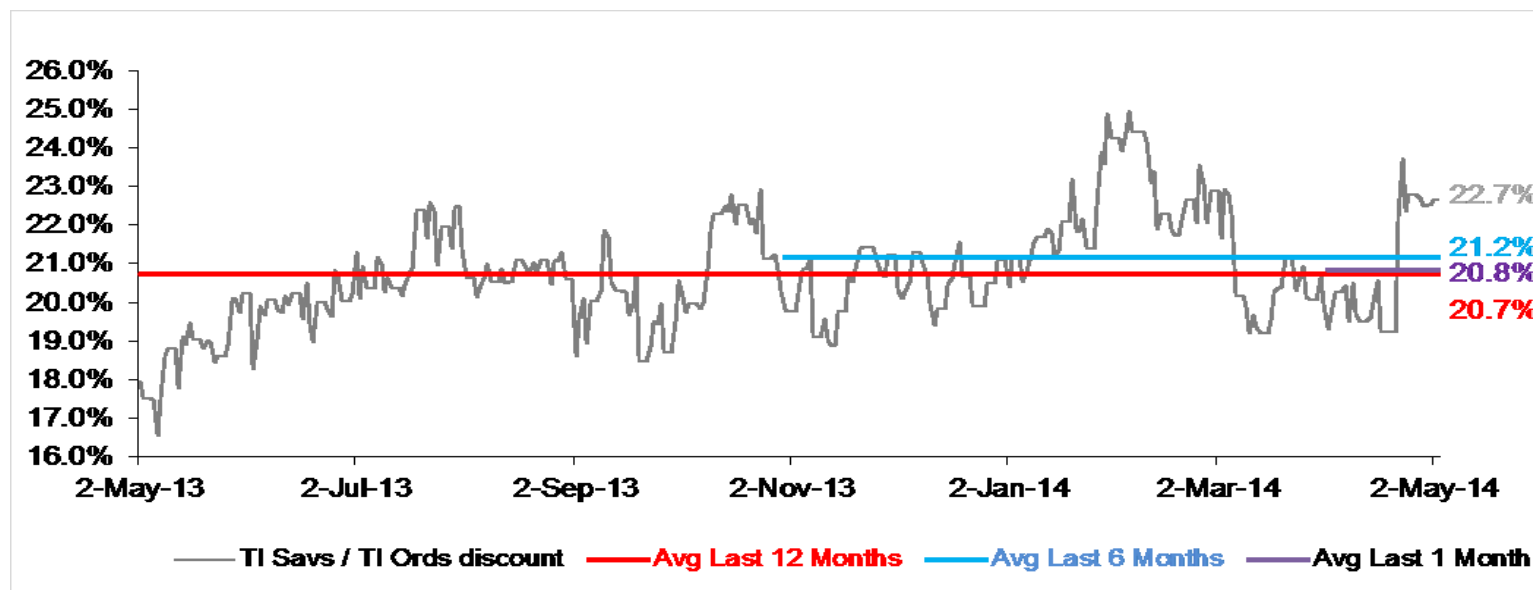
Analysts' Recommendations on TI Ords



Relative Performance Last 6 Months of Telecom Italia Shares vs TLC Sector



Evolution of the spread between Telecom Italia shares (TI Savs / TI Ords) in the last 12 months



Performance Summary of FTSE MIB



Cl. Price € 02-May-14	Performance (Δ%)*					Last 52 weeks		Daily average volume		Market** Cap. mil. Euro	
	1 week	1 month	6 months	1 year	from Jan. '14	Low Price	High Price	1 week	1 month		
Index											
FTSE MIB (Milan)	21,782	-0.2%	-1.8%	14.1%	28.7%	14.8%	14,901	22,210	768,332,749	1,210,806,061	438,945
FTSE Italia All-Share (Milan)	23,227	-0.2%	-1.7%	14.6%	29.3%	15.0%	15,887	23,677	1,841,826,317	1,647,537,760	522,625
Stocks FTSE MIB											
A2A SPA	0.88	1.1%	-5.4%	7.6%	39.7%	3.8%	0.55	1.03	11,042,520	16,768,020	2,766
ANSALDO STS SPA	8.04	6.4%	-4.3%	5.0%	14.6%	2.4%	6.24	8.78	1,059,142	1,185,561	1,446
ASSICURAZIONI GENERALI	16.79	0.4%	-1.1%	-2.9%	18.5%	-1.8%	12.95	17.70	6,647,666	9,107,707	26,140
ATLANTIA SPA	18.56	0.8%	-3.1%	15.6%	38.4%	13.8%	11.82	19.22	1,950,484	2,116,355	15,327
AUTOGRILL SPA	6.88	-3.6%	-9.9%	6.3%	54.6%	12.1%	4.39	7.77	1,949,741	1,393,290	1,750
AZIMUT HOLDING SPA	22.94	1.4%	-14.0%	22.3%	63.2%	15.7%	13.20	26.74	764,503	1,209,349	3,286
BANCA MONTE DEI PASCHI SIENA	0.24	-4.1%	-99.2%	-98.9%	-98.9%	-98.6%	0.24	29.13	2,285,372	5,425,212	2,799
BANCA POPOL EMILIA ROMAGNA	8.39	-1.3%	-12.4%	19.2%	29.1%	20.9%	4.17	9.76	2,170,848	2,815,620	2,801
BANCA POPOLARE DI MILANO	0.73	7.4%	9.0%	73.2%	60.2%	80.9%	0.26	0.76	113,260,500	115,603,300	2,345
BANCO POPOLARE SC	14.80	-3.3%	-2.6%	36.9%	80.7%	40.2%	6.54	16.41	3,425,913	7,310,086	5,074
BUZZI UNICEM SPA	12.90	-0.6%	-8.1%	-0.6%	12.5%	-1.6%	10.15	15.20	935,759	928,349	2,443
CNH INDUSTRIAL NV	8.40	1.1%	0.7%	-0.2%	n.a.	1.3%	7.33	9.86	4,235,221	3,933,125	11,359
DAVIDE CAMPARI-MILANO SPA	6.29	2.4%	2.3%	-1.9%	2.4%	3.4%	5.43	6.68	1,025,555	1,693,078	3,650
ENEL GREEN POWER SPA	2.08	1.3%	2.8%	19.4%	27.8%	13.4%	1.46	2.09	7,311,747	7,959,766	10,380
ENEL SPA	4.06	-1.4%	-1.5%	25.9%	37.2%	27.9%	2.28	4.16	33,086,640	42,514,100	38,178
ENI SPA	18.71	-0.2%	2.2%	1.2%	1.6%	7.0%	15.16	19.12	13,565,890	16,283,390	67,996
EXOR SPA	33.01	1.5%	1.1%	11.9%	42.0%	14.2%	22.14	33.48	428,039	529,064	8,128
FIAT SPA	8.71	-0.4%	-0.1%	52.0%	88.0%	46.5%	4.57	9.08	18,733,170	16,019,090	10,895
FINMECCANICA SPA	6.70	0.7%	-7.8%	24.1%	62.7%	21.7%	3.60	7.40	3,229,233	4,980,496	3,874
GTECH SPA	21.22	-2.4%	-4.8%	-3.8%	6.1%	-4.2%	18.52	24.13	398,047	485,748	3,693
INTESA SANPAOLO	2.46	-0.1%	-4.9%	34.3%	77.5%	37.1%	1.17	2.59	97,104,830	161,486,000	40,113
LUXOTTICA GROUP SPA	40.90	-0.8%	-2.4%	3.4%	3.2%	5.0%	35.22	42.97	507,473	752,900	19,551
MEDIASET SPA	4.05	7.5%	-6.4%	8.6%	94.2%	17.5%	2.03	4.45	10,999,150	11,620,290	4,784
MEDIOBANCA SPA	7.90	-0.9%	-5.8%	19.8%	62.1%	24.1%	4.00	8.49	3,221,140	5,686,974	6,799
MEDIOLANUM SPA	6.59	1.2%	-7.8%	3.4%	27.2%	4.6%	4.61	7.19	2,363,526	3,545,002	4,853
PIRELLI & C.	12.14	-0.2%	3.0%	20.2%	48.0%	-3.5%	8.09	12.99	2,306,307	4,420,792	5,901
PRYSMIAN SPA	18.59	-0.6%	-3.2%	2.6%	20.2%	-0.6%	14.03	19.79	1,246,991	2,219,542	3,989
SAIPEM SPA	19.71	1.7%	11.1%	7.1%	-10.4%	26.7%	12.13	23.07	4,248,058	3,457,153	8,700
SALVATORE FERRAGAMO SPA	22.83	-1.2%	6.6%	-9.3%	0.4%	-17.4%	20.38	29.85	345,777	668,453	3,845
SNAM SPA	4.33	1.3%	3.5%	14.7%	16.5%	6.4%	3.30	4.36	8,752,144	10,955,230	14,636
STMICROELECTRONICS NV	6.85	2.3%	2.0%	19.0%	2.5%	18.5%	5.26	7.69	6,698,812	5,636,714	6,234
TELECOM ITALIA SPA	0.929	4.4%	5.8%	27.5%	42.1%	28.8%	0.47	0.94	111,989,200	109,858,200	16,784
TENARIS SA	16.20	-0.3%	-0.7%	-7.5%	-1.0%	2.0%	14.72	18.45	2,204,367	2,082,798	19,125
TERNA SPA	3.92	0.5%	-0.5%	7.1%	10.8%	7.8%	3.04	4.00	6,176,229	8,669,579	7,871
TOD'S SPA	100.60	-0.6%	3.5%	-16.7%	-9.5%	-17.1%	90.10	145.50	115,785	148,755	3,079
UNICREDIT SPA	6.41	-2.9%	-6.1%	14.3%	59.9%	19.1%	3.40	6.84	52,083,380	71,228,250	37,185
UBI BANCA SCPA	6.88	0.4%	-8.6%	36.5%	116.7%	39.3%	2.64	7.55	5,992,825	9,138,262	6,200
UNIPOLSAI SPA	2.65	-3.8%	-7.1%	38.7%	65.0%	13.1%	1.33	2.88	10,146,460	15,463,700	7,334
WORLD DUTY FREE SPA	9.80	-1.2%	-5.3%	23.3%	n.a.	7.2%	6.80	11.07	440,392	594,802	2,494
YOOX SPA	25.71	-2.4%	6.7%	-7.5%	77.3%	-21.1%	14.23	35.09	493,653	1,030,813	1,508
Media											
TI Media ord.	0.126	-5.9%	-93.1%	-94.3%	-91.5%	-92.9%	0.13	2.36	368,775	467,673	182
TI Media risp.	0.860	56.4%	107.2%	343.3%	330.2%	391.4%	0.15	0.86	38,194	26,059	5
Mondadori	1.33	-2.2%	-7.0%	-14.5%	29.9%	-5.6%	0.82	1.64	428,570	368,843	327
Mediaset	4.05	7.5%	-6.4%	8.6%	94.2%	17.5%	2.03	4.45	10,999,150	11,620,290	4,784
L'Espresso	1.64	1.4%	-0.4%	12.2%	103.5%	20.8%	0.76	2.09	1,724,444	1,239,064	677
RCS	1.68	1.9%	-2.0%	5.1%	-31.1%	26.9%	1.08	2.61	1,288,866	2,514,221	712

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

Source: Bloomberg LP