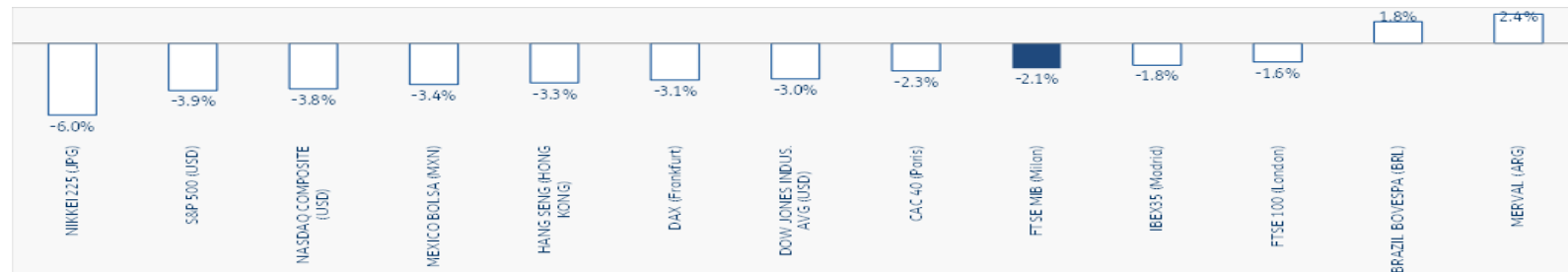




Weekly Stock Market Report for Telecom Italia Retail Shareholders

October 22th – October 26th, 2018

Weekly Performance of Major Worldwide Market Stock Exchanges

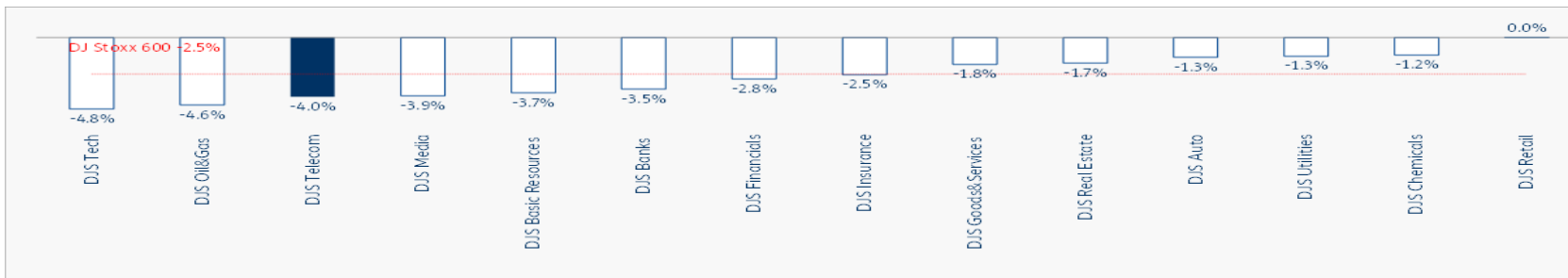


Index Point as of 26-Oct-18	Performance (Δ%)*							Last 52 weeks		Daily average volume **		Market Cap. (mln. local cur.)
	1 week	1 month	3 months	6 months	1 year	from Jan. '18	Low Price	High Price	1 week	1 month		
Europe												
FTSE MIB (Milan)	18,683	-2.1%	-9.8%	-14.9%	-21.9%	-17.6%	-14.5%	18,411	24,544	470,329,162	492,443,968	446,069
FTSE 100 (London)	6,940	-1.6%	-7.6%	-9.9%	-7.5%	-7.5%	-9.7%	6,852	7,904	810,437,205	786,447,406	1,908,834
DAX (Frankfurt)	11,201	-3.1%	-8.5%	-12.9%	-11.0%	-15.3%	-13.3%	11,051	13,597	116,601,083	109,336,579	1,036,645
CAC 40 (Paris)	4,967	-2.3%	-9.6%	-9.9%	-9.4%	-9.6%	-6.5%	4,897	5,657	116,080,887	100,379,408	1,479,150
IBEX35 (Madrid)	8,730	-1.8%	-7.0%	-11.5%	-12.0%	-14.4%	-13.1%	8,628	10,643	355,414,389	306,457,476	543,264
America												
DOW JONES INDUS. AVG (USD)	24,688	-3.0%	-6.7%	-3.0%	1.6%	5.4%	-0.1%	23,243	26,952	118,207,467	102,795,178	6,969,500
S&P 500 (USD)	2,659	-3.9%	-8.8%	-5.7%	-0.4%	3.0%	-0.6%	2,533	2,941	740,118,111	657,574,462	23,287,289
NASDAQ COMPOSITE (USD)	7,167	-3.8%	-10.9%	-7.4%	0.7%	7.0%	3.8%	6,626	8,133	672,053,713	643,270,081	10,916,683
MEXICO BOLSA (MXN)	45,803	-3.4%	-7.5%	-7.7%	-5.1%	-6.9%	-7.2%	44,429	51,121	171,246,220	149,622,425	#N/A N/A
MERVAL (ARG)	29,370	2.4%	-12.2%	0.4%	-2.1%	6.9%	-2.3%	24,618	35,462	9,992,441	13,407,171	29,370
BRAZIL BOVESPA (BRL)	85,720	1.8%	8.0%	7.3%	-0.8%	12.8%	12.2%	69,069	88,318	510,861,120	488,548,213	2,592,252
Asia												
NIKKEI 225 (JPG)	21,185	-6.0%	-12.2%	-6.7%	-5.7%	-3.7%	-6.9%	20,347	24,448	852,711,620	874,875,057	363,423,195
HANG SENG (HONG KONG)	24,718	-3.3%	-11.1%	-14.2%	-18.4%	-13.1%	-17.4%	24,589	33,484	2,048,558,848	1,962,415,592	16,003,493
Global Commodities												
Wti Crude Future Dec18	67.59	-2.4%	-5.3%	-0.1%	3.1%	29.5%	16.4%	51.67	76.72			
Brent Crude Futr Dec18	77.62	-2.7%	-3.9%	2.8%	9.0%	36.3%	22.0%	56.17	86.74			
Gold Spot S/Oz	1233.94	0.5%	3.2%	0.6%	-6.4%	-2.9%	-5.5%	1160.27	1366.18			
Silver Spot S/Oz	14.6964	0.5%	2.6%	-4.5%	-11.0%	-12.5%	-13.2%	13.9419	17.7038			

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

Source Bloomberg LP

Weekly Performance of Major European Sectors



Index	Index Point as of 26-Oct-18	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. '18	Low Price	High Price	1 week	1 month	
DJ Stoxx 600	352.34	-2.5%	-8.0%	-10.1%	-8.4%	-10.4%	-9.5%	348.44	403.72	2,453,008,157	2,341,168,896	9,492,341.23
Sectors												
DJS Telecom	233.07	-4.0%	-3.1%	-9.8%	-15.3%	-18.1%	-17.2%	231.11	289.63	295,739,596	296,806,821	333,413.06
DJS Auto	477.13	-1.3%	-10.8%	-16.1%	-24.1%	-22.1%	-22.4%	464.65	690.31	39,209,261	32,089,718	286,799.95
DJS Banks	139.9	-3.5%	-10.8%	-16.1%	-21.4%	-25.0%	-24.0%	138.31	197.44	894,669,672	854,609,774	1,020,367.36
DJS Basic Resources	412.1	-3.7%	-10.2%	-11.7%	-13.5%	-7.7%	-12.9%	401.6	526.13	97,076,768	99,816,411	290,476.85
DJS Chemicals	851.5	-1.2%	-10.1%	-12.3%	-8.4%	-12.3%	-10.3%	835.38	1002.06	26,489,993	19,708,821	325,241.89
DJS Oil&Gas	327.79	-4.6%	-9.3%	-6.9%	-3.1%	4.3%	3.9%	295.33	367.37	127,865,255	116,173,683	669,895.63
DJS Financials	438.54	-2.8%	-10.5%	-10.0%	-12.4%	-10.1%	-9.7%	432.37	518.47	39,116,571	39,602,715	205,731.62
DJS Goods&Services	484.82	-1.8%	-12.0%	-12.8%	-7.8%	-11.1%	-9.1%	476.36	563.95	172,165,430	151,779,804	1,031,285.40
DJS Insurance	268.61	-2.5%	-7.1%	-4.5%	-9.1%	-8.3%	-6.8%	265.6	306.16	103,651,504	97,647,562	525,403.59
DJS Media	269.93	-3.9%	-6.0%	-6.0%	-1.3%	0.9%	-1.8%	257.62	295.18	49,990,421	53,965,163	188,136.42
DJS Tech	410.91	-4.8%	-11.6%	-15.1%	-8.6%	-9.8%	-6.4%	398.33	506.68	85,498,584	65,113,536	432,941.11
DJS Utilities	276.12	-1.3%	-2.5%	-6.6%	-7.0%	-9.5%	-5.4%	261.85	312.92	138,698,945	149,950,466	429,364.28
DJS Retail	288.3	0.0%	-7.1%	-12.6%	-7.0%	-6.0%	-5.4%	280.83	336.39	100,048,514	106,401,227	311,127.21
DJS Real Estate	166.24	-1.7%	-4.6%	-7.8%	-6.9%	-2.2%	-8.0%	160.72	183.5	25,244,190	29,594,037	176,874.78

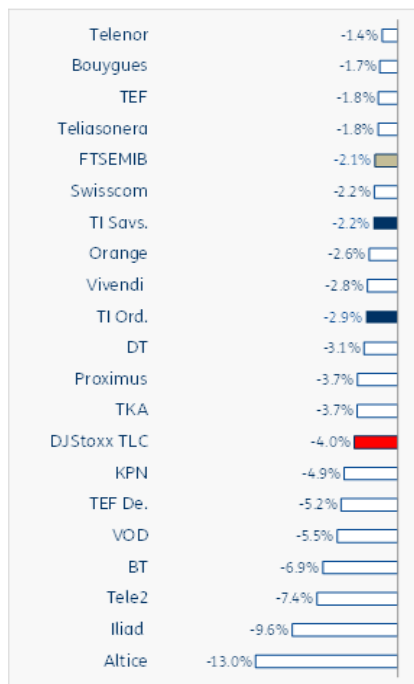
* performance calculated on closing price. ** n. of traded shares

Source: Bloomberg LP

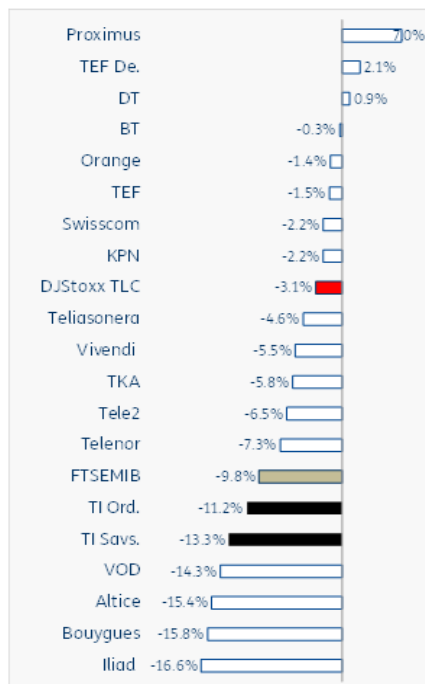
Europe: Stock Performance of Main TLC Operators



Last 5 Day Performance



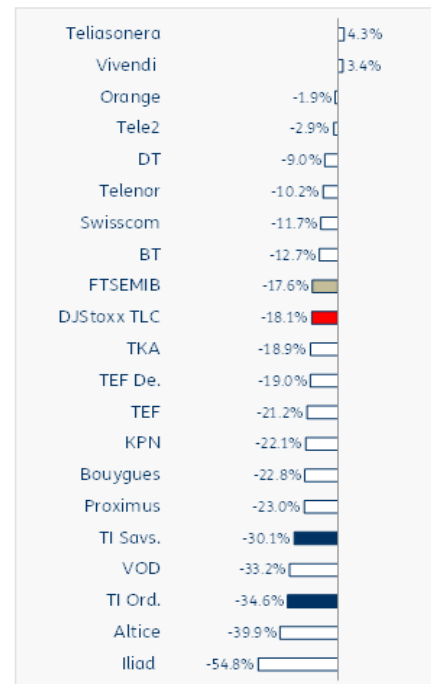
Last Month Performance



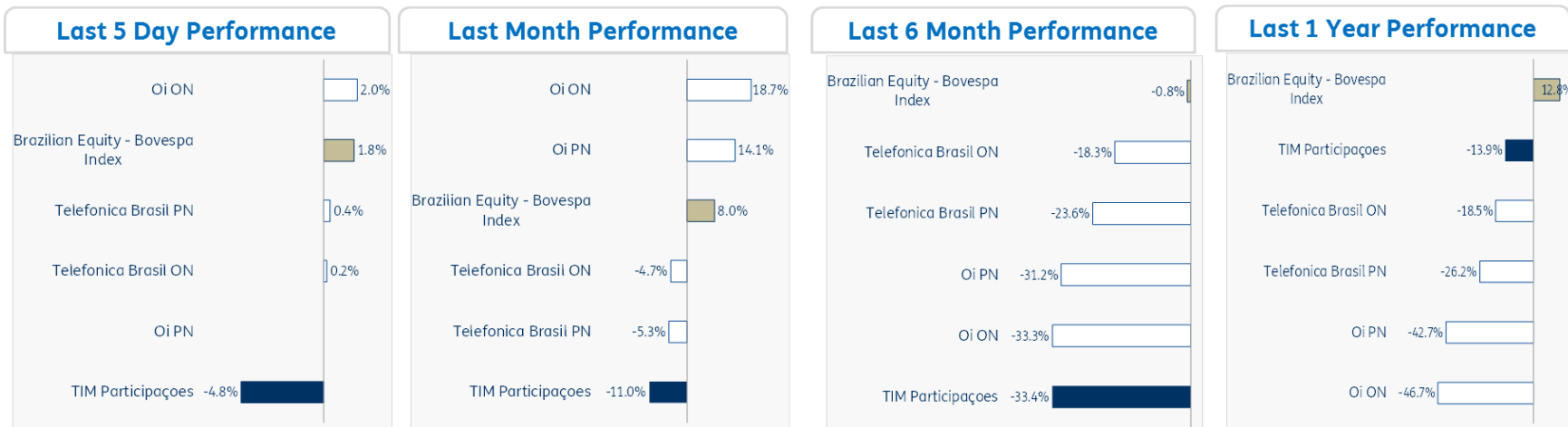
YTD Performance



Last 1 Year Performance



Latam: Stock Performance of Main TLC Operators



Cl. Price	Performance (Δ%)*						Last 52 weeks		Daily average volume **		Market Cap. (mln)
	1 week	1 month	3 months	6 months	1 year	from Jan. '18	Low Price	High Price	1 week	1 month	

BRAZIL

Index

Brazilian Equity - Bovespa Index	R\$ 85,719.87	1.8%	8.0%	73%	-0.8%	12.8%	12.2%	69,068.77	88,317.83	510,861,120	488,548,213	R\$ 2,592,252
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Peers

TIM Participações	R\$ 10.63	-4.8%	-11.0%	-15.0%	-33.4%	-13.9%	-18.9%	R\$ 10.53	R\$ 16.22	4,677,200	4,394,360	R\$ 25,736
Oi ON	RS 2.60	2.0%	18.7%	-24.6%	-33.3%	-46.7%	-28.4%	RS 2.08	RS 5.57	8,196,920	5,116,997	RS 5,674
Oi PN	RS 2.27	0.0%	14.1%	-24.3%	-31.2%	-42.7%	-34.6%	RS 1.90	RS 4.62	1,590,960	1,735,447	RS 358
Telefonica Brasil ON	RS 36.06	0.2%	-4.7%	-7.4%	-18.3%	-18.5%	-12.5%	RS 35.24	RS 46.61	16,480	13,680	RS 20,613
Telefonica Brasil PN	RS 37.97	0.4%	-5.3%	-10.2%	-23.6%	-26.2%	-21.9%	RS 37.20	RS 55.03	2,446,940	1,976,033	RS 42,501

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

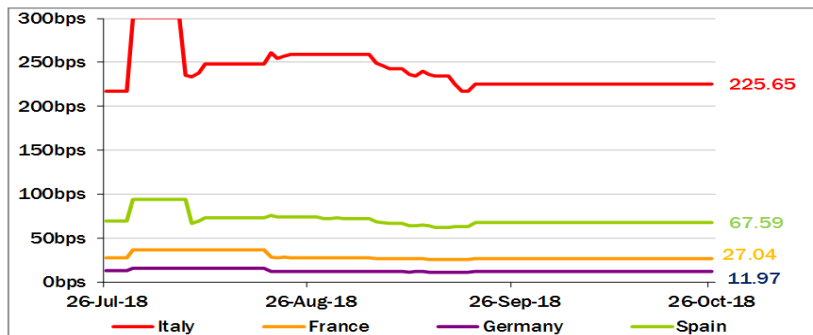
European Telecoms Sector: Credit Outlook



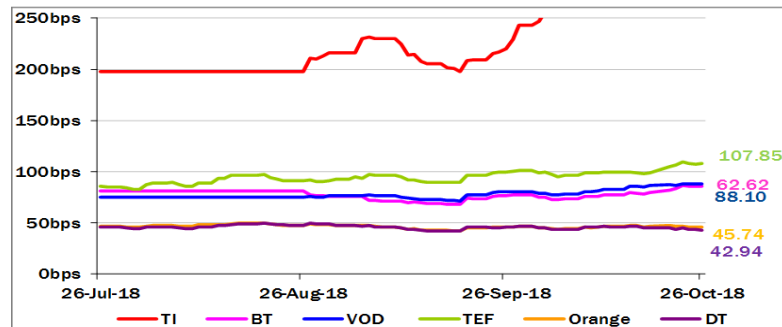
	Moody's		S&P		Fitch	
	rating	outlook	rating	outlook	rating	outlook
TELECOM ITALIA	Ba1	STABLE	BB+	POS	BBB-	NEG
ALTICE	n.a.	n.a.	B	STABLE	n.a.	n.a.
BT GROUP	Baa2	POS	BBB	STABLE	BBB	STABLE
DEUTSCHE TELEKOM	Baa1	NEG	BBB+ -	n.a.	BBB+	STABLE
KPN	Baa3	STABLE	BBB-	POS	BBB	STABLE
ORANGE	Baa1	STABLE	BBB+	STABLE	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	Baa1	STABLE	BBB	POS	n.a.	n.a.
TELENOR	A3	STABLE	A	STABLE	NR	n.a.
TELIA SONERA	Baa1	STABLE	BBB+	STABLE	BBB+	STABLE
VODAFONE GROUP	Baa1 -	n.a.	BBB+	NEG	BBB+	STABLE
WIND TELECOMUNICAZIONI	B1	POS	NR	n.a.	B+	STABLE
OI GROUP	WR	n.a.	B	STABLE	B-	STABLE

5 Years CDS levels

Countries



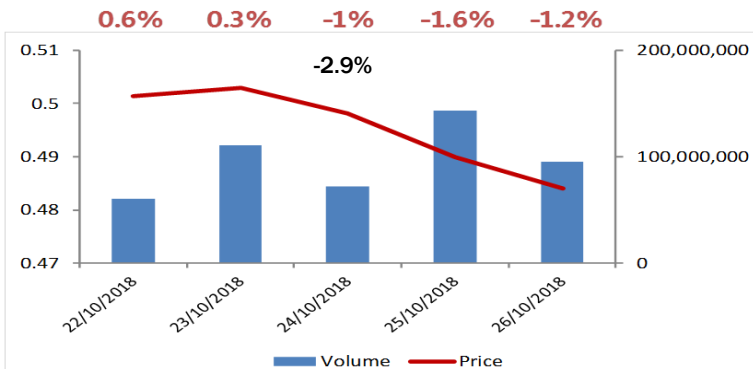
TLC Operators



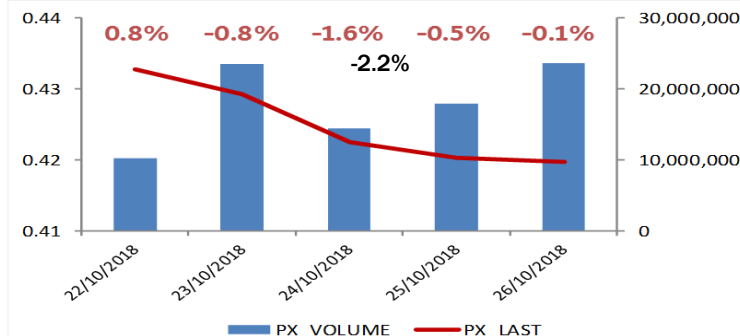
Telecom Italia Group – Weekly Performance: Price (€) and Volumes (mln)



TI Ordinary Shares

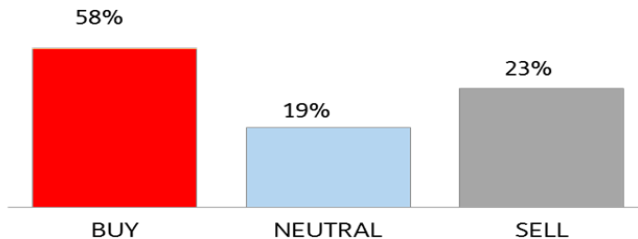


TI Saving Shares

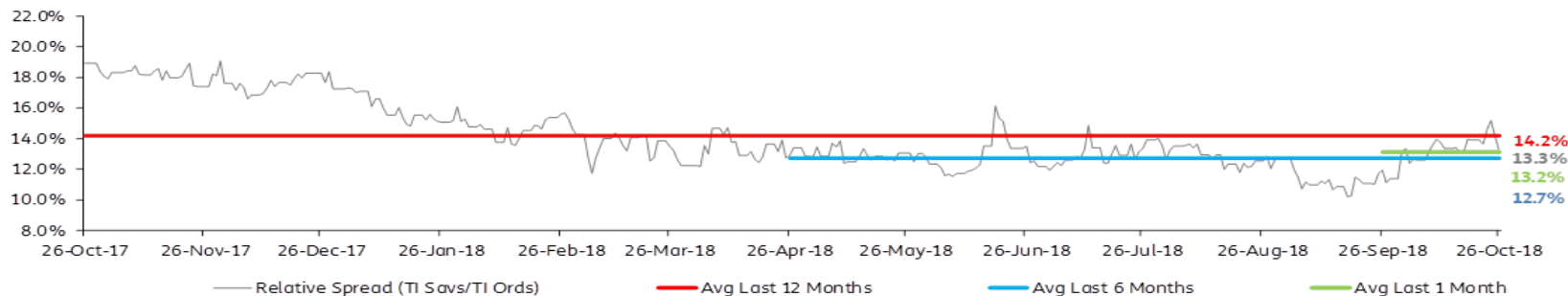


Analysts' Recommendations on TI Ords

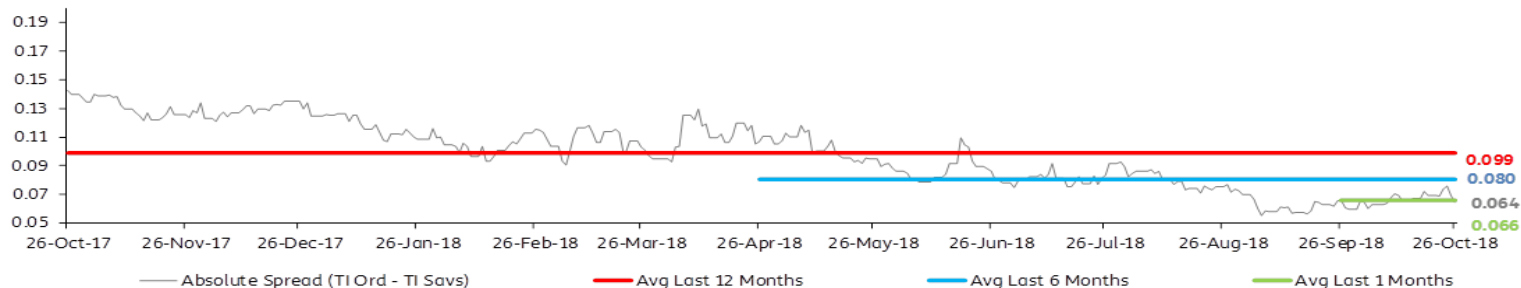
Panel: 31 Brokers
Average Target Price: 0.78€
Median Target Price: 0.80€



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) 26-Oct-18	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. '18	Low Price	High Price	1 week	1 month		
EUROPEAN TLC OPERATORS													
Index													
DJStoxx Telecom	EU	233.07	-4.0%	-3.1%	-9.8%	-15.3%	-18.1%	-17.2%	231.11	289.63	295,739,596	296,806,821	
FTSEMIB Index	IT	18,683.27	-2.1%	-9.8%	-14.9%	-21.9%	-17.6%	-14.5%	18,411.43	24,544.26	470,329,162	492,443,968	
TLC Operators													
Altice	NL	2.02	-13.0%	-15.4%	-29.9%	22.8%	-39.9%	9.4%	1.357	3.630	7,011,912	7,855,333	3,563
Bouygues	FR	31.58	-1.7%	-15.8%	-16.0%	-25.1%	-22.8%	-27.1%	30.300	45.980	1,535,415	1,001,141	11,579
BT	GB	229.60	-6.9%	-0.3%	-2.7%	-7.4%	-12.7%	-15.5%	201.250	278.500	35,363,670	23,847,880	25,649
DT	DE	14.20	-3.1%	0.9%	0.4%	-2.3%	-9.0%	-4.0%	12.720	15.755	14,648,600	12,764,450	67,613
Freenet	DE	19.14	-5.3%	-8.3%	-23.7%	-28.2%	-33.1%	-37.9%	18.630	32.990	430,797	773,253	2,450
Orange	FR	13.69	-2.6%	-1.4%	-6.5%	-9.0%	-1.9%	-5.5%	13.315	15.235	9,210,096	7,079,150	36,403
OTE	GR	9.86	2.7%	-10.7%	-9.1%	-17.4%	-5.2%	-14.3%	9.390	12.810	518,543	511,375	4,833
Iliad	FR	97.58	-9.6%	-16.6%	-33.5%	-41.4%	-54.8%	-51.1%	95.600	217.100	240,521	231,270	5,758
Inmarsat	GB	449.10	-7.2%	-10.4%	-21.0%	18.3%	-23.8%	-8.5%	334.300	646.000	1,381,971	2,004,213	2,339
KPN	NL	2.29	-4.9%	-2.2%	-10.5%	-9.7%	-22.1%	-20.9%	2.138	3.097	16,657,530	15,519,870	9,612
Proximus	BE	22.11	-3.7%	7.0%	2.0%	-13.3%	-23.0%	-19.2%	19.160	29.525	894,894	727,010	7,474
Sunrise	CH	88.00	-5.1%	-1.8%	-0.7%	13.3%	14.3%	4.0%	72.596	93.800	171,652	151,320	3,486
Swisscom	CH	440.70	-2.2%	-2.2%	-4.5%	-6.9%	-11.7%	-15.0%	427.000	530.600	148,599	151,825	20,065
Talk Talk	GB	116.60	-4.2%	-5.2%	2.1%	-10.2%	-44.1%	-23.2%	88.600	216.000	727,646	1,225,606	1,505
TDC	DK								33.680	51.480			
Tele2	SE	103.40	-7.4%	-6.5%	-14.5%	-10.2%	-2.9%	2.6%	92.840	121.000	3,010,363	2,379,954	5,040
Telecom Italia Ord.	IT	0.48	-2.9%	-11.2%	-26.2%	-41.2%	-34.6%	-32.8%	0.477	0.885	96,387,120	120,153,800	7,360
Telecom Italia Sav.	IT	0.42	-2.2%	-13.3%	-25.7%	-41.1%	-30.1%	-29.6%	0.412	0.766	17,946,980	22,364,280	2,530
Telefonica	ES	6.85	-1.8%	-1.5%	-10.7%	-18.5%	-21.2%	-15.7%	6.592	9.123	18,979,380	20,246,110	35,556
Telefonica Deutschland	DE	3.59	-5.2%	2.1%	-5.9%	-9.1%	-19.0%	-14.3%	3.336	4.442	2,525,293	3,121,330	10,670
Telenor	NO	150.60	-1.4%	-7.3%	-4.2%	-12.9%	-10.2%	-12.0%	148.100	186.563	2,313,790	1,855,253	23,317
Telekom Austria (TKA)	AT	6.46	-3.7%	-5.8%	-11.6%	-14.7%	-18.9%	-14.0%	6.250	8.188	155,901	142,911	4,293
TeliaSonera	SE	39.58	-1.8%	-4.6%	-6.4%	-8.5%	4.3%	8.3%	35.420	44.020	18,133,780	13,295,160	16,490
Vivendi	FR	21.26	-2.8%	-5.5%	1.0%	-0.4%	3.4%	-5.2%	20.260	24.870	4,932,865	3,871,492	27,777
Vodafone Group	GB	144.04	-5.5%	-14.3%	-20.0%	-31.6%	-33.2%	-38.7%	142.600	239.650	74,105,650	70,162,390	43,328
EUROPEAN TOWERS OPERATORS													
Inwt	IT	5.90	-4.9%	-11.1%	-14.9%	-12.3%	0.9%	-4.9%	5.330	7.335	241,774	286,135	3,537
EI Towers	IT	56.90	#VALUE!	0.0%	-0.4%	18.7%	14.0%	7.0%	42.722	57.500	0	45,768	1,608
Rai Way	IT	4.30	-0.1%	-4.4%	-15.4%	-8.4%	-17.3%	-15.3%	3.905	5.540	74,692	84,245	1,170
Cellnex Telecom (Abertis)	ES	21.01	-3.4%	-9.0%	-10.9%	-6.4%	1.1%	-1.4%	19.490	23.920	468,446	597,062	4,868

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

Source: Bloomberg LP