



FINANCE

Telecom Italia Finance, Société Anonyme
12, rue Eugène Ruppert
L-2453 Luxembourg
R.C.S. B-77.970

€ 850,000,000.00 (outstanding amount €758,716,000.00) 6.875% Bond due January, 2013

(ISIN XS0161101679)

Guaranteed by Telecom Italia S.p.A.

We hereby notify you that on June 28, 2012 the Trustee following a request of the Issuer cancelled the aforementioned Notes for the following nominal amount:

€ 80,778,000.00 of the € 758,716,000.00 outstanding

The cancelled Notes were bought back by the Issuer through several market transactions.

Pursuant to the aforementioned cancellation the outstanding amount of the concerned Notes is €677,938,000.00.

Telecom Italia Finance

July 2, 2012