



FINANCE

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

**€ 1,000,000,000.00 – 7.25% Notes due April 24, 2012**

**(ISIN XS0146643191)**

**Guaranteed by Telecom Italia S.p.A.**

We hereby notify you that on June 16, 2011 the Trustee following a request of the Issuer cancelled the aforementioned Notes for the following nominal amount:

€ 187,455,000.00 of the € 1,000,000,000.00 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 €812,545,000.00.

Telecom Italia Finance

June 17th, 2011