

Notice of termination of call option over Telecom Italia S.p.A. shares published as required under Articles 129 and 131 of the Regulations adopted pursuant to Consob resolution no. 11971 issued on 14 May 1999 as amended

With reference to the call option (the “**Call option**”) executed on 6 November 2007, and renewed first on 28 October 2009 and again on 29 February 2012 between Telefonica S.A. (“**TE**”) and Telco S.p.A. (“**Telco**”, and jointly with TE, the “**Parties**”), in respect of 3,003,586,907 ordinary shares in Telecom Italia S.p.A. (“**Telecom Italia**”) owned by Telco, equal to approximately 22.3% of the ordinary share capital of Telecom Italia, notice is hereby given that the Call option expired on 28 February 2015 as a result of the three-year duration having ended, and has been terminated accordingly.

Notice of the termination of the Call option has been published on the website of Telecom Italia and filed with the Milan Companies’ Register.

Milan, 4 March 2015