



F I N A N C E

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

€ 850,000,000.00 6.875% Bond due January, 2013

(ISIN XS0161101679)

Guaranteed by Telecom Italia S.p.A.

We hereby notify you that on December 22, 2011 the Trustee following a request of the Issuer cancelled the aforementioned Notes for the following nominal amount:

€91,284,000.00 of the € 850,000,000.00 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 €758,716,000.00.

Telecom Italia Finance

December 22, 2011