

1Q06 figures restatement: old view vs new view

OLD VIEW

1Q06 reported	
€ mln	(a)
REVENUES	
Wireline Domestic	4.268
Mobile Domestic	2.370
European Project	204
TIM Brasil	837
Media	44
Olivetti	94
Bolivia	47
Corporate, Elim. & Adj.	(382)
Total TI Group	7.482

EBITDA reported	
Wireline Domestic	1.981
Mobile Domestic	1.260
European Project	2
TIM Brasil	181
Media	(28)
Olivetti	(12)
Bolivia	20
Corporate, Elim. & Adj.	(109)
Total TI Group	3.295

EBITDA before exceptionals	
Wireline Domestic	1.998
Mobile Domestic	1.269
European Project	2
TIM Brasil	190
Media	(27)
Olivetti	(11)
Bolivia	20
Corporate, Elim. & Adj.	(105)
Total TI Group	3.336

Adjustements

Adjustements	
	(b)
REVENUES	
Wireline Domestic*	18
Mobile Domestic	0
Corporate, Elim. & Adj.**	(359)
European Project	0
TIM Brasil	0
Media	0
Olivetti	0
Bolivia	0
Corporate, Elim. & Adj.**	341
Total TI Group	0

EBITDA reported	
Wireline Domestic	0
Mobile Domestic	0
Corporate, Elim. & Adj.**	(93)
European Project	0
TIM Brasil	0
Media	0
Olivetti	0
Bolivia	0
Corporate, Elim. & Adj.**	93
Total TI Group	0

EBITDA before exceptionals	
Wireline Domestic	0
Mobile Domestic	0
Corporate, Elim. & Adj.**	(89)
European Project	0
TIM Brasil	0
Media	0
Olivetti	0
Bolivia	0
Corporate, Elim. & Adj.**	89
Total TI Group	0

NEW VIEW

1Q06 proforma	
	(a+b)
REVENUES	
Wireline Domestic	4.286
Mobile Domestic	2.370
Corporate, Elim. & Adj.	(359)
Domestic	6.297
European Project	204
TIM Brasil	837
Media	44
Olivetti	94
Bolivia	47
Other, Elim. & Adj.	(41)
Total TI Group	7.482

EBITDA reported	
Wireline Domestic	1.981
Mobile Domestic	1.260
Corporate, Elim. & Adj.	(93)
Domestic	3.148
European Project	2
TIM Brasil	181
Media	(28)
Olivetti	(12)
Bolivia	20
Other, Elim. & Adj.	(16)
Total TI Group	3.295

EBITDA before exceptionals	
Wireline Domestic	1.998
Mobile Domestic	1.269
Corporate, Elim. & Adj.	(89)
Domestic	3.178
European Project	2
TIM Brasil	190
Media	(27)
Olivetti	(11)
Bolivia	20
Other, Elim. & Adj.	(16)
Total TI Group	3.336

* In the "old view" intercompany revenues relative to European Project were netted from domestic perimeter revenues. This accounting practise refers only to revenues (18 € mln), not to EBITDA or EBIT.

** In the "new view", most of "Corporate" P&L is now included in "Domestic". Eliminations between Domestic mobile and fixed are calculated within the Domestic perimeter.

1Q06 figures restatement: old view vs new view

OLD VIEW

1Q06 reported

€ mln

(a)

EBIT reported	
Wireline Domestic	1.213
Mobile Domestic	925
European Project	(38)
TIM Brasil	(36)
Media	(41)
Olivetti	(17)
Bolivia	10
Corporate, Elim. & Adj.	(32)
Total TI Group	1.984

EBIT before exceptionals	
Wireline Domestic	1.230
Mobile Domestic	934
European Project	(38)
TIM Brasil	(27)
Media	(40)
Olivetti	(16)
Bolivia	10
Corporate, Elim. & Adj.	(140)
Total TI Group	1.913

Adjustements

(b)

EBIT reported	
Wireline Domestic	0
Mobile Domestic	0
Corporate, Elim. & Adj.**	(57)
European Project	0
TIM Brasil	0
Media	0
Olivetti	0
Bolivia	0
Corporate, Elim. & Adj.**	57
Total TI Group	0

EBIT before exceptionals	
Wireline Domestic	0
Mobile Domestic	0
Corporate, Elim. & Adj.**	(138)
European Project	0
TIM Brasil	0
Media	0
Olivetti	0
Bolivia	0
Corporate, Elim. & Adj.**	138
Total TI Group	0

NEW VIEW

1Q06 proforma

(a+b)

EBIT reported	
Wireline Domestic	1.213
Mobile Domestic	925
Corporate, Elim. & Adj.	(57)
Domestic	2.081
European Project	(38)
TIM Brasil	(36)
Media	(41)
Olivetti	(17)
Bolivia	10
Other, Elim. & Adj.	25
Total TI Group	1.984

EBIT before exceptionals	
Wireline Domestic	1.230
Mobile Domestic	934
Corporate, Elim. & Adj.	(138)
Domestic	2.026
European Project	(38)
TIM Brasil	(27)
Media	(40)
Olivetti	(16)
Bolivia	10
Other, Elim. & Adj.	(2)
Total TI Group	1.913

** In the "new view", most of "Corporate" P&L is now included in "Domestic". Eliminations between Domestic mobile and fixed are calculated within the Domestic perimeter.

1H06 figures restatement: old view vs new view

OLD VIEW

1H06 reported	
€ mln	(a)
REVENUES	
Wireline Domestic	8.550
Mobile Domestic	4.982
European Project	427
TIM Brasil	1.722
Media	98
Olivetti	212
Bolivia	93
Corporate, Elim. & Adj.	(749)
Total TI Group	15.335

EBITDA reported	
Wireline Domestic	3.888
Mobile Domestic	2.553
European Project	14
TIM Brasil	354
Media	(52)
Olivetti	(26)
Bolivia	37
Corporate, Elim. & Adj.	(250)
Total TI Group	6.518

EBITDA before exceptionals	
Wireline Domestic	3.938
Mobile Domestic	2.570
European Project	14
TIM Brasil	363
Media	(48)
Olivetti	(19)
Bolivia	37
Corporate, Elim. & Adj.	(237)
Total TI Group	6.618

Adjustements

Adjustements	
	(b)
REVENUES	
Wireline Domestic*	49
Mobile Domestic	0
Corporate, Elim. & Adj.**	(704)
European Project	0
TIM Brasil	0
Media	0
Olivetti	0
Bolivia	0
Corporate, Elim. & Adj.**	655
Total TI Group	0

EBITDA reported	
Wireline Domestic	4
Mobile Domestic	0
Corporate, Elim. & Adj.**	(235)
European Project	0
TIM Brasil	0
Media	0
Olivetti	0
Bolivia	0
Corporate, Elim. & Adj.**	231
Total TI Group	0

EBITDA before exceptionals	
Wireline Domestic	4
Mobile Domestic	0
Corporate, Elim. & Adj.**	(223)
European Project	0
TIM Brasil	0
Media	0
Olivetti	0
Bolivia	0
Corporate, Elim. & Adj.**	219
Total TI Group	0

NEW VIEW

1H06 proforma	
	(a+b)
REVENUES	
Wireline Domestic	8.599
Mobile Domestic	4.982
Corporate, Elim. & Adj.	(704)
Domestic	12.877
European Project	427
TIM Brasil	1.722
Media	98
Olivetti	212
Bolivia	93
Other, Elim. & Adj.	(94)
Total TI Group	15.335

EBITDA reported	
Wireline Domestic	3.892
Mobile Domestic	2.553
Corporate, Elim. & Adj.	(235)
Domestic	6.210
European Project	14
TIM Brasil	354
Media	(52)
Olivetti	(26)
Bolivia	37
Other, Elim. & Adj.	(19)
Total TI Group	6.518

EBITDA before exceptionals	
Wireline Domestic	3.942
Mobile Domestic	2.570
Corporate, Elim. & Adj.	(223)
Domestic	6.289
European Project	14
TIM Brasil	363
Media	(48)
Olivetti	(19)
Bolivia	37
Other, Elim. & Adj.	(18)
Total TI Group	6.618

* Intercompany revenues relative to European Project were netted from domestic perimeter revenues in the "old view". This accounting practise refers to revenues (42€ mln) and EBIT (-6 € mln), not to EBITDA. In addition, in line with the current 2007 classification, Telsy has been "moved" from Corporate to Wireline Domestic items (revenues 7€ mln, ebitda 4 € mln and ebit 3 € mln).

** In the "new view", most of "Corporate" P&L is now included in "Domestic". Eliminations between Domestic mobile and fixed are calculated within the Domestic perimeter.

*** Differences from Analyst Day figures are related to the inclusion within "Other activities" of companies previously part of the Domestic perimeter. At the Ebit level this includes the accounting of capital losses from TILS and Eustema (+25 € mln) among "Other Activities" as opposed to prior Domestic classification.

1H06 figures restatement: old view vs new view

OLD VIEW		Adjustements		NEW VIEW	
1H06 reported				1H06 proforma	
€ mln	(a)		(b)		(a+b)
EBIT reported		EBIT reported		EBIT reported	
Wireline Domestic	2.371	Wireline Domestic	(3)	Wireline Domestic	2.368
Mobile Domestic	1.874	Mobile Domestic	0	Mobile Domestic	1.874
		Corporate, Elim. & Adj.**	(205)	Corporate, Elim. & Adj.	(205)
				Domestic	4.037
European Project	(78)	European Project	0	European Project	(78)
TIM Brasil	(78)	TIM Brasil	0	TIM Brasil	(78)
Media	(79)	Media	0	Media	(79)
Olivetti	(35)	Olivetti	0	Olivetti	(35)
Bolivia	18	Bolivia	0	Bolivia	18
Corporate, Elim. & Adj.	(192)	Corporate, Elim. & Adj.**	208	Other, Elim. & Adj.	16
Total TI Group	3.801	Total TI Group	0	Total TI Group	3.801
EBIT before exceptionals		EBIT before exceptionals		EBIT before exceptionals	
Wireline Domestic	2.421	Wireline Domestic	(3)	Wireline Domestic	2.418
Mobile Domestic	1.891	Mobile Domestic	0	Mobile Domestic	1.891
		Corporate, Elim. & Adj.**	(316)	Corporate, Elim. & Adj.	(316)
				Domestic	3.993
European Project	(78)	European Project	0	European Project	(78)
TIM Brasil	(69)	TIM Brasil	0	TIM Brasil	(69)
Media	(74)	Media	0	Media	(74)
Olivetti	(28)	Olivetti	0	Olivetti	(28)
Bolivia	18	Bolivia	0	Bolivia	18
Corporate, Elim. & Adj.	(306)	Corporate, Elim. & Adj.**	319	Other, Elim. & Adj.	13
Total TI Group	3.775	Total TI Group	0	Total TI Group	3.775

* Intercompany revenues relative to European Project were netted from domestic perimeter revenues in the "old view". This accounting practise refers to revenues (42€ mln), not to EBITDA and EBIT (-6 € mln). In addition, in line with the current 2007 classification, Telsy has been "moved" from Corporate to Wireline Domestic items (revenues 7€ mln, ebitda 4 € mln and ebit 3 € mln).

** In the "new view", most of "Corporate" P&L is now included in "Domestic". Eliminations between Domestic mobile and fixed are calculated within the Domestic perimeter.

*** Differences from Analyst Day figures are related to the inclusion within "Other activities" of companies previously part of the Domestic perimeter. At the Ebit level this includes the accounting of capital losses from TILS and Eustema (+25 € mln) among "Other Activities" as opposed to prior Domestic classification.

9M06 figures restatement: old view vs new view

OLD VIEW

9M06 reported	
€ mln	(a)
REVENUES	
Wireline Domestic	12.633
Mobile Domestic	7.565
European Project	662
TIM Brasil	2.792
Media	136
Olivetti	298
Bolivia	142
Corporate, Elim. & Adj.	(1.124)
Total TI Group	23.104

EBITDA reported	
Wireline Domestic	5.707
Mobile Domestic	3.859
European Project	40
TIM Brasil	604
Media	(71)
Olivetti	(36)
Bolivia	59
Corporate, Elim. & Adj.	(376)
Total TI Group	9.786

EBITDA before exceptionals	
Wireline Domestic	5.767
Mobile Domestic	3.875
European Project	40
TIM Brasil	608
Media	(66)
Olivetti	(26)
Bolivia	59
Corporate, Elim. & Adj.	(352)
Total TI Group	9.905

Adjustements

Adjustements	
	(b)
REVENUES	
Wireline Domestic*	74
Mobile Domestic	0
Corporate, Elim. & Adj.**	(1.049)
European Project	0
TIM Brasil	0
Media	0
Olivetti	0
Bolivia	0
Corporate, Elim. & Adj.**	975
Total TI Group	0

EBITDA reported	
Wireline Domestic	3
Mobile Domestic	0
Corporate, Elim. & Adj.**	(349)
European Project	0
TIM Brasil	0
Media	0
Olivetti	0
Bolivia	0
Corporate, Elim. & Adj.**	346
Total TI Group	0

EBITDA before exceptionals	
Wireline Domestic	3
Mobile Domestic	0
Corporate, Elim. & Adj.**	(330)
European Project	0
TIM Brasil	0
Media	0
Olivetti	0
Bolivia	0
Corporate, Elim. & Adj.**	327
Total TI Group	0

NEW VIEW

9M06 proforma	
	(a+b)
REVENUES	
Wireline Domestic	12.707
Mobile Domestic	7.565
Corporate, Elim. & Adj.	(1.049)
Domestic	19.223
European Project	662
TIM Brasil	2.792
Media	136
Olivetti	298
Bolivia	142
Other, Elim. & Adj.	(149)
Total TI Group	23.104

EBITDA reported	
Wireline Domestic	5.710
Mobile Domestic	3.859
Corporate, Elim. & Adj.	(349)
Domestic	9.220
European Project	40
TIM Brasil	604
Media	(71)
Olivetti	(36)
Bolivia	59
Other, Elim. & Adj.	(30)
Total TI Group	9.786

EBITDA before exceptionals	
Wireline Domestic	5.770
Mobile Domestic	3.875
Corporate, Elim. & Adj.	(330)
Domestic	9.315
European Project	40
TIM Brasil	608
Media	(66)
Olivetti	(26)
Bolivia	59
Other, Elim. & Adj.	(25)
Total TI Group	9.905

* Intercompany revenues relative to European Project were netted from domestic perimeter revenues in the "old view". This accounting practise refers to revenues (67€ mln) and EBIT (-9€ mln), not to EBITDA. In addition, in line with the current 2007 classification, Telsy has been "moved" from Corporate to Wireline Domestic items (revenues 7€ mln, ebitda and ebit 3€ mln).

** In the "new view", most of "Corporate" P&L is now included in "Domestic". Eliminations between Domestic mobile and fixed are calculated within the Domestic perimeter.

*** Differences from Analyst Day figures are related to the inclusion within "Other activities" of companies previously part of the Domestic perimeter. At the Ebit level this includes the accounting of capital losses from TILS and Eustema (+25€ mln) among "Other Activities" as opposed to prior Domestic classification.

9M06 figures restatement: old view vs new view

OLD VIEW

9M06 reported	
€ mln	(a)
EBIT reported	
Wireline Domestic	3.421
Mobile Domestic	2.834
European Project	(106)
TIM Brasil	(47)
Media	(111)
Olivetti	(49)
Bolivia	31
Corporate, Elim. & Adj.	(352)
Total TI Group	5.621

EBIT before exceptionals	
Wireline Domestic	3.491
Mobile Domestic	2.850
European Project	(106)
TIM Brasil	(43)
Media	(106)
Olivetti	(40)
Bolivia	31
Corporate, Elim. & Adj.	(454)
Total TI Group	5.623

Adjustements

Adjustements	
	(b)
EBIT reported	
Wireline Domestic	(6)
Mobile Domestic	0
Corporate, Elim. & Adj.**	(366)
European Project	0
TIM Brasil	0
Media	0
Olivetti	0
Bolivia	0
Corporate, Elim. & Adj.**	372
Total TI Group	0

EBIT before exceptionals	
Wireline Domestic	(6)
Mobile Domestic	0
Corporate, Elim. & Adj.**	(472)
European Project	0
TIM Brasil	0
Media	0
Olivetti	0
Bolivia	0
Corporate, Elim. & Adj.**	478
Total TI Group	0

NEW VIEW

9M06 proforma	
	(a+b)
EBIT reported	
Wireline Domestic	3.415
Mobile Domestic	2.834
Corporate, Elim. & Adj.	(366)
Domestic	5.883
European Project	(106)
TIM Brasil	(47)
Media	(111)
Olivetti	(49)
Bolivia	31
Other, Elim. & Adj.	20
Total TI Group	5.621

EBIT before exceptionals	
Wireline Domestic	3.485
Mobile Domestic	2.850
Corporate, Elim. & Adj.	(472)
Domestic	5.863
European Project	(106)
TIM Brasil	(43)
Media	(106)
Olivetti	(40)
Bolivia	31
Other, Elim. & Adj.	24
Total TI Group	5.623

* Intercompany revenues relative to European Project were netted from domestic perimeter revenues in the "old view". This accounting practise refers to revenues (67€ mln) and EBIT (-9 € mln), not to EBITDA. In addition, in line with the current 2007 classification, Telsy has been "moved" from Corporate to Wireline Domestic items (revenues 7€ mln, ebitda and ebit 3 € mln).

** In the "new view", most of "Corporate" P&L is now included in "Domestic". Eliminations between Domestic mobile and fixed are calculated within the Domestic perimeter.

*** Differences from Analyst Day figures are related to the inclusion within "Other activities" of companies previously part of the Domestic perimeter. At the Ebit level this includes the accounting of capital losses from TILS and Eustema (+25 € mln) among "Other Activities" as opposed to prior Domestic classification.

FY06 figures restatement: old view vs new view

OLD VIEW

FY06 reported	
€ mln	(a)
REVENUES	
Wireline Domestic	16.880
Mobile Domestic	10.210
European Project	915
TIM Brasil	3.964
Media	207
Olivetti	440
Bolivia	192
Corporate, Elim. & Adj.	(1.533)
Total TI Group	31.275

EBITDA reported	
Wireline Domestic	7.393
Mobile Domestic	5.042
European Project	81
TIM Brasil	950
Media	(83)
Olivetti	(33)
Bolivia	82
Corporate, Elim. & Adj.	(582)
Total TI Group	12.850

EBITDA before exceptionals	
Wireline Domestic	7.539
Mobile Domestic	5.064
European Project	81
TIM Brasil	954
Media	(77)
Olivetti	(12)
Bolivia	82
Corporate, Elim. & Adj.	(549)
Total TI Group	13.082

Adjustements

Adjustements	
	(b)
REVENUES	
Wireline Domestic*	108
Mobile Domestic	0
Corporate, Elim. & Adj.**	(1.413)
European Project	0
TIM Brasil	0
Media	0
Olivetti	0
Bolivia	0
Corporate, Elim. & Adj.**	1.305
Total TI Group	0

EBITDA reported	
Wireline Domestic*	3
Mobile Domestic	0
Corporate, Elim. & Adj.**	(545)
European Project	0
TIM Brasil	0
Media	0
Olivetti	0
Bolivia	0
Corporate, Elim. & Adj.**	542
Total TI Group	0

EBITDA before exceptionals	
Wireline Domestic*	3
Mobile Domestic	0
Corporate, Elim. & Adj.**	(518)
European Project	0
TIM Brasil	0
Media	0
Olivetti	0
Bolivia	0
Corporate, Elim. & Adj.**	515
Total TI Group	0

NEW VIEW

FY06 proforma	
	(a+b)
REVENUES	
Wireline Domestic	16.988
Mobile Domestic	10.210
Corporate, Elim. & Adj.	(1.413)
Domestic***	25.785
European Project	915
TIM Brasil	3.964
Media	207
Olivetti	440
Bolivia	192
Other, Elim. & Adj.	(228)
Total TI Group	31.275

EBITDA reported	
Wireline Domestic	7.396
Mobile Domestic	5.042
Corporate, Elim. & Adj.	(545)
Domestic***	11.893
European Project	81
TIM Brasil	950
Media	(83)
Olivetti	(33)
Bolivia	82
Other, Elim. & Adj.	(40)
Total TI Group	12.850

EBITDA before exceptionals	
Wireline Domestic	7.542
Mobile Domestic	5.064
Corporate, Elim. & Adj.	(518)
Domestic***	12.088
European Project	81
TIM Brasil	954
Media	(77)
Olivetti	(12)
Bolivia	82
Other, Elim. & Adj.	(34)
Total TI Group	13.082

* Intercompany revenues relative to European Project were netted from domestic perimeter revenues in the "old view". This accounting practise refers only to revenues (99 € mln), not to EBITDA or EBIT. In addition, in line with the current 2007 classification, Telsy has been "moved" from Corporate to Wireline Domestic items (revenues 9 € mln, ebitda and ebit 3 € mln).

** In the "new view", most of "Corporate" P&L is now included in "Domestic". Eliminations between Domestic mobile and fixed are calculated within the Domestic perimeter.

*** Differences from Analyst Day figures are related to the inclusion within "Other activities" of companies previously part of the Domestic perimeter. At the Ebit level this includes the accounting of capital losses from TILS and Eustema (+34 € mln) among "Other Activities" as opposed to prior Domestic classification.

FY06 figures restatement: old view vs new view

OLD VIEW

FY06 reported

€ mln (a)

EBIT reported	
Wireline Domestic	4.522
Mobile Domestic	3.741
European Project	(125)
TIM Brasil	21
Media	(137)
Olivetti	(50)
Bolivia	44
Corporate, Elim. & Adj.	(579)
Total TI Group	7.437

EBIT before exceptionals	
Wireline Domestic	4.693
Mobile Domestic	3.763
European Project	(125)
TIM Brasil	25
Media	(132)
Olivetti	(31)
Bolivia	44
Corporate, Elim. & Adj.	(673)
Total TI Group	7.564

Adjustements

(b)

EBIT reported	
Wireline Domestic*	3
Mobile Domestic	1
Corporate, Elim. & Adj.**	(591)
European Project	0
TIM Brasil	0
Media	0
Olivetti	0
Bolivia	0
Corporate, Elim. & Adj.**	587
Total TI Group	0

EBIT before exceptionals	
Wireline Domestic*	3
Mobile Domestic	1
Corporate, Elim. & Adj.**	(699)
European Project	0
TIM Brasil	0
Media	0
Olivetti	0
Bolivia	0
Corporate, Elim. & Adj.**	695
Total TI Group	0

NEW VIEW

FY06 proforma

(a+b)

EBIT reported	
Wireline Domestic	4.525
Mobile Domestic	3.742
Corporate, Elim. & Adj.	(591)
Domestic***	7.676
European Project	(125)
TIM Brasil	21
Media	(137)
Olivetti	(50)
Bolivia	44
Other, Elim. & Adj.	8
Total TI Group	7.437

EBIT before exceptionals	
Wireline Domestic	4.696
Mobile Domestic	3.764
Corporate, Elim. & Adj.	(699)
Domestic***	7.761
European Project	(125)
TIM Brasil	25
Media	(132)
Olivetti	(31)
Bolivia	44
Other, Elim. & Adj.	22
Total TI Group	7.564

* Intercompany revenues relative to European Project were netted from domestic perimeter revenues in the "old view". This accounting practise refers only to revenues (99 € mln), not to EBITDA or EBIT. In addition, in line with the current 2007 classification, Telsy has been "moved" from Corporate to Wireline Domestic items (revenues 9 € mln, ebitda and ebit 3 € mln).

** In the "new view", most of "Corporate" P&L is now included in "Domestic". Eliminations between Domestic mobile and fixed are calculated within the Domestic perimeter.

*** Differences from Analyst Day figures are related to the inclusion within "Other activities" of companies previously part of the Domestic perimeter. At the Ebit level this includes the accounting of capital losses from TILS and Eustema (+34 € mln) among "Other Activities" as opposed to prior Domestic classification.