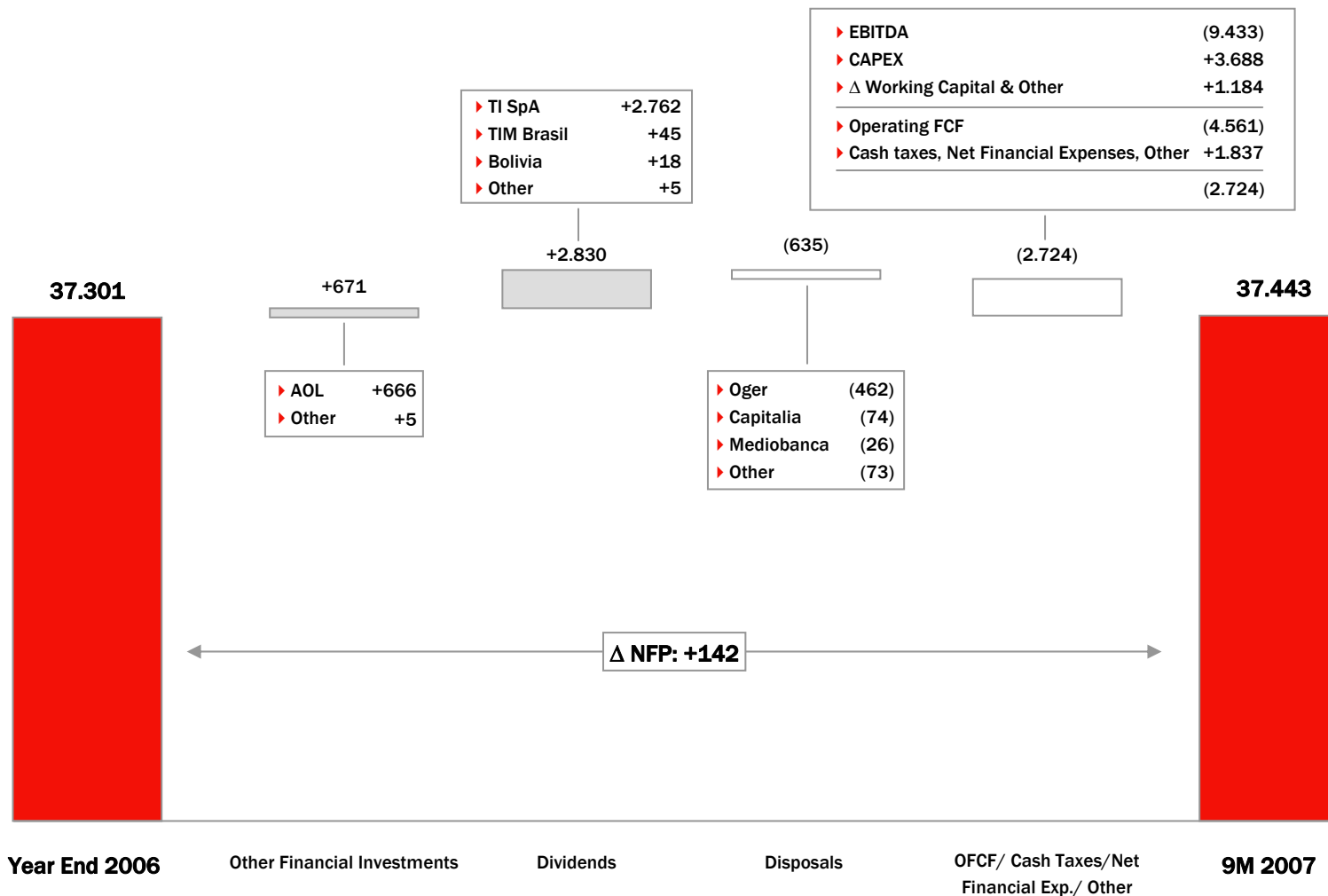


# TI Group - Net Financial Position 9M '07 vs. 9M '06

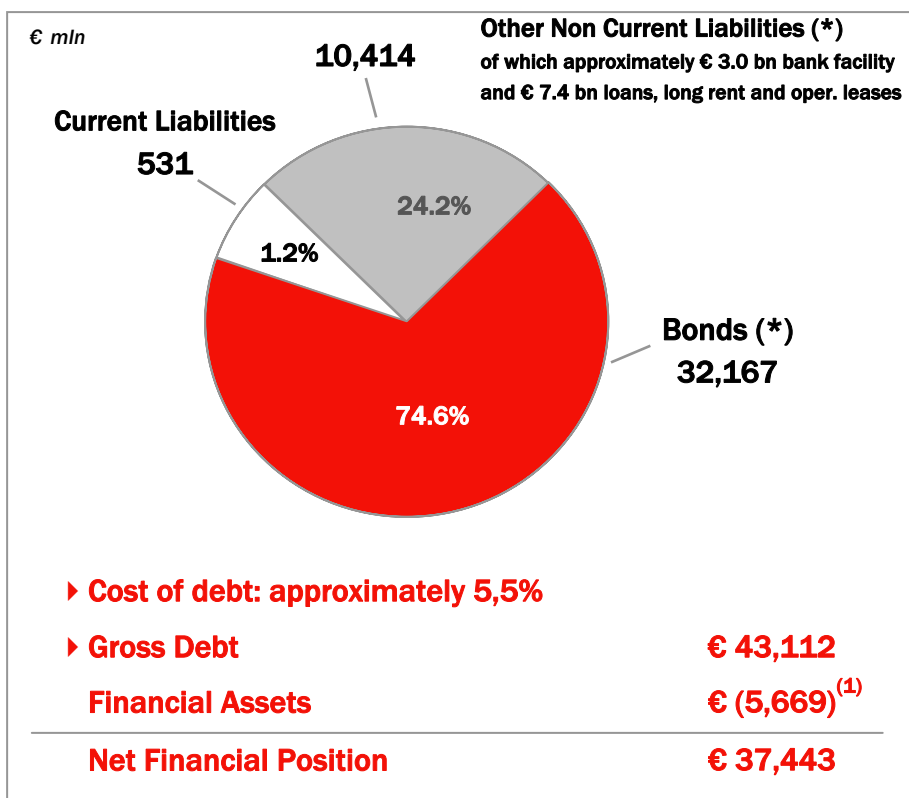
Euro mln



+ = cash absorption  
 - = cash generation

## Debt structure as of September 30, 2007

**Total gross debt: € 43,112 mln**



**Maturities and risk management**

- ▶ **Full flexibility for future funding: treasury margin stands at € 11.1 bln and is made of € 4.6 bln liquidity position plus further € 6.5 bln committed unfunded bank lines.**
- ▶ **Average bond maturity: 8.2 years**
- ▶ **70% fixed rate portion on overall debt position**
- ▶ **Non-Euro denominated bonds represent approximately 38% of all outstanding bonds and are fully hedged against foreign exchange risk**

(1) Nominal Liquidity Position, represented by cash and marketable securities stands at € 4.6 bln

(\*) including the current portion of non current liabilities (maturing within 12 months) for € 4,065 mln (of which bonds € 2,909 mln and other € 1,156 mln)

# Medium-long term debt Maturity Profile as of Sep. 30, 2007

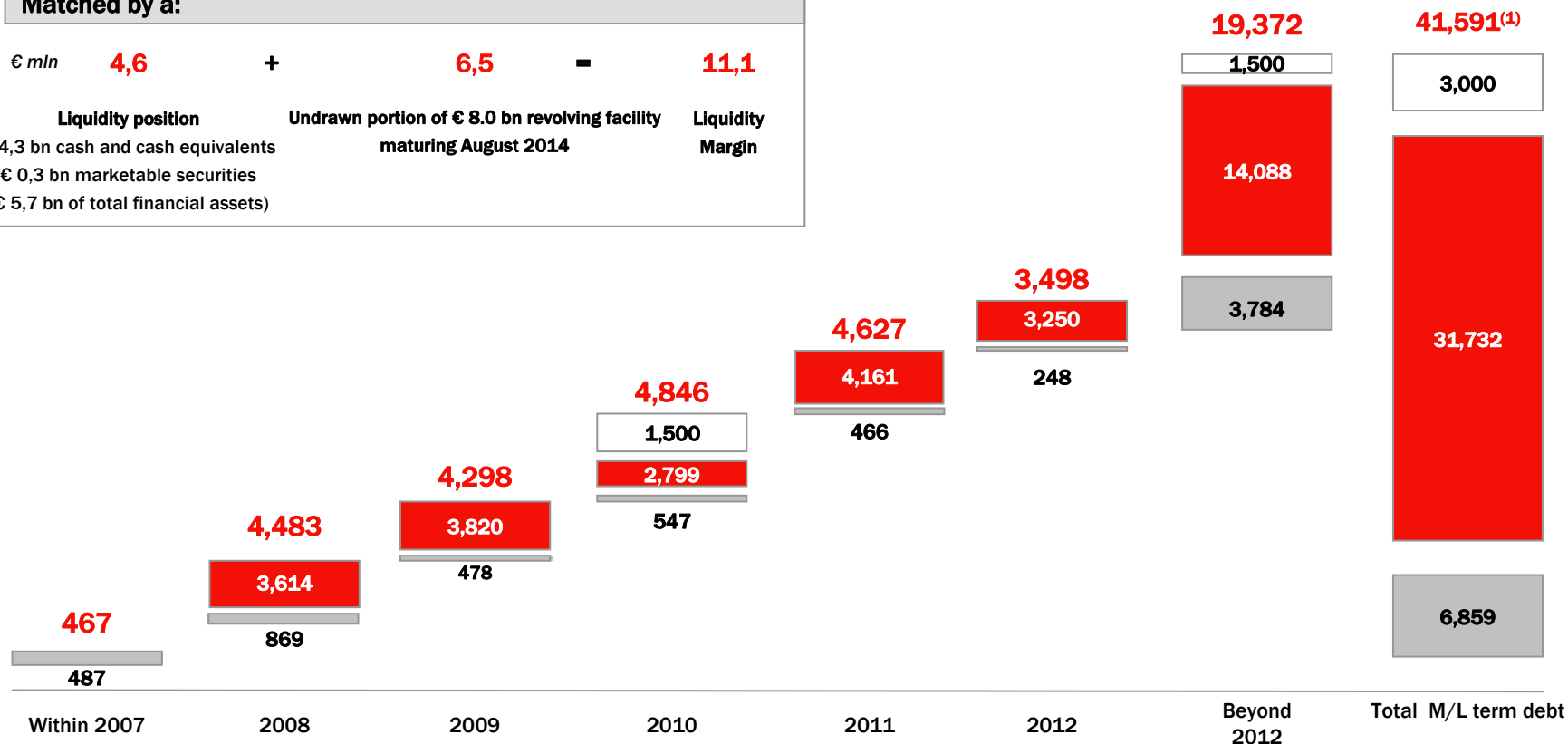
€ mln

Bonds

Loans, Long rent and op. leasing (€ 1,966)

Drawn bank facility

Matched by a:					
€ mln	<b>4,6</b>	+	<b>6,5</b>	=	<b>11,1</b>
	<b>Liquidity position</b>		<b>Undrawn portion of € 8.0 bn revolving facility maturing August 2014</b>		<b>Liquidity Margin</b>
	€ 4,3 bn cash and cash equivalents				
	€ 0,3 bn marketable securities				
	(€ 5,7 bn of total financial assets)				



(1) € 41,591 mln is the nominal amount of outstanding medium-long term debt by adding IAS adjustments (€ 990 mln) and current liabilities (€ 531 mln), the gross debt figure of € 43,112 mln is reached.