

## 2025 Semi-annual Report

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## Management's report

Dear Shareholder,

Telecom Italia Capital (herein defined as well as the "Company" or "TI Capital") ends the first six months of the 2025 with a profit of EUR 1.092.769,32 (versus a loss of EUR -11.114.931,14 as of June 30, 2024).

On July 01, 2024 TIM S.p.A. ("TIM") completed the sale of its primary copper and fiber network ("NetCo Transaction") to Optics Bidco S.p.A. ("Bidco") and part of the consideration for the sale has been paid through the transfer of part of the TIM Group's debt.

In the framework of the NetCo Transaction, on April 18, 2024 the Company, concurrently with TIM and Telecom Italia Finance, launched an EUR 5 billion two-stage notes' exchange offer (the "Exchange Offer") terminated for TI Capital on May 21, 2024, date on which were issued New Notes for a nominal amount of USD 2.000.011.000. The New Notes had substantially the same terms and conditions of the Original Notes except for a clause of automatic exchange into Bidco Notes upon the completion of the NetCo Transaction.

On July 01, 2024, the NetCo Transaction has been completed and the new Notes of TI Capital for an amount of USD 2.000.011.000 have been automatically exchanged into BidCo Notes and reduced from TI Capital balance sheet. As agreed between TIM and TI Capital, loans previously granted by TI Capital to TIM have been set off for USD 500.006.000 and EUR 1.115.463.060. The differences in the fair value and the nominal value of the financial positions reduced, as well as the reimbursement of all the expenses incurred by TI Capital in the execution of the Exchange Offer, have been paid in the second half of 2024. In the days following the bonds reduction, the Company unwound the corresponding amount of hedging derivatives.

The difference in the Profit and Loss result for the first six months of the 2025 versus the same period 2024 is mainly explained by the impacts recorded in first semester of 2024 as a consequences of the Exchange Offer. In particular, in 2024 the amount of formation expenses and issue discounts related to the Notes exchanged has been charged to the Profit and Loss statement for an amount USD 9,5 million (EUR 8,8 million). Moreover, the participating bond holders received an Early Bird Premium (0,25% on the nominal amounts of the Notes exchanged) amounted to USD 5,0 million (EUR 4,6 million).

The net decrease in Cash and Cash equivalents is EUR 0,7 million during the first half of 2025, due to the current business management of the Company and the increase of a short term loan with Telecom Italia Finance for EUR 1,5 million. The net increase in Cash and Cash equivalents of EUR 7,3 million during the first half of 2024 was mainly attributable to the decrease of a short term loan with Telecom Italia Finance for EUR 26,6 million, the payment of the Early Bird Premium for EUR 4,6 million and the advanced cash payment of accrued interest to exchange participating holders of USD original notes.

The net financial position as of June 30, 2025 is positive for EUR 154,4 million (EUR 154,2 million as of December 31, 2024). It is calculated as follows:

Million EUR	June 30, 2025
Formation expenses	4,8
Loans to affiliated undertakings	1.292,1
Amounts owed by affiliated undertakings	
becoming due and payable within one year	411,0
becoming due and payable after more than one year	172,3
Cash at bank and in hand	24,2
Amounts owed to affiliated undertakings	
becoming due and payable within one year [*]	-13,1
becoming due and payable after more than one year	-6,6
Non convertible loans	
becoming due and payable within one year	-26,1
becoming due and payable after more than one year	-1.704,1
<b>Net Financial Position</b>	<b>154,4</b>

[\*] Note 12 of the Semi-annual Accounts – Amounts owed to affiliated undertakings - a) – excluding Guarantee fee due to Parent Company.

### Notes

As of June 30, 2025, the aggregate principal amount of the outstanding notes equals to USD 1.999.989.000,00 (USD 1.999.989.000,00 as per December 31, 2024). The proceeds of the notes have been utilized to provide funding to TIM Group companies. All the notes are unconditionally and irrevocably guaranteed by the mother company TIM S.p.A..

### Share Capital

As of June 30, 2025, the subscribed share capital amounts to EUR 2.336.000,00, consisting of 100.000 ordinary shares with a nominal value of EUR 23,36 per share.

### Risks

The Directors consider the following as the main risks that the Company faces:

- the Company has raised, and may raise in the future, financing in currencies other than euro. According to its risk management policies, TI Capital hedges the foreign currency risk exposure on its liabilities through currency swaps contracts or natural hedge positions. Furthermore, to hedge its interest rate exposure, Telecom Italia Capital enters into interest rate swaps.

Moreover, the Company is exposed to generic market, credit and liquidity risks:

- credit risk: representing the risk of non-fulfilment of obligations assumed by a counterparty in relation to lending and liquidity management activities. The Company assesses the recoverability of its loans when the credit is granted and annually. The results of the assessments are summarized in the notes;
- liquidity risk: related to the need to meet short-term financial liabilities.

The financial risks are managed within guidelines defined at Group level and through:

- the identification of the most suitable financial instruments, including derivatives, to reach prefixed objectives;
- the monitoring of the results achieved.

The Company's business is not directly affected by climate change.

## Corporate governance statement

The Company, in order to ensure its strategic guidance, the effective monitoring of management by the Board and the Board's accountability to the Company and the Shareholder, has implemented the following corporate framework:

- The Board, whose members are characterized by a high professional profile, is entrusted with:
  - reviewing and guiding the corporate strategy;
  - overseeing major capital expenditures, acquisitions and divestitures;
  - ensuring the integrity of accounting and financial reporting systems, including the independent audit.
- Five out of seven of Board seats are assigned to non-executive members.
- Two out of seven of Board seats are assigned to independent directors.
- The Board establishes an Audit Committee ("AC") to support its function in respect to all audit matters. The AC is composed of three members, out of which two are independent, including the chairperson and has direct access and contact with the external auditors ("réviseur d'entreprises agréé").
- The Board delegates the day to day management of the Company to one of its members (the "Managing Director").

Telecom Italia Capital is committed to the following organizational model:

- definition of strategic guidelines: in charge of the Group "Financial Risk Committee" of which the Managing Director of the Company is member;
- execution activity: in charge of Telecom Italia Capital Front Office department, which implements such guidelines in coordination with the Group Treasurer;
- Group Financial Planning & Risk control: any deviation from the guidelines is reported by the Group Financial Risk Controller to the "Financial Risk Committee".

Additional details on internal control and financial risk management policies of TIM Group are available in the TIM S.p.A. consolidated accounts and related documents.

## Alternative Performance Measures

In this Management's report, in addition to the conventional financial performance measures established by Luxembourg laws, certain alternative performance measures are presented for a better understanding of the trend of operations and financial condition.

The alternative performance measures used are described below:

- Net Increase / Decrease in Cash and Cash Equivalents: indicates the ability of the Company to face the liquidity risk as described above. Greater details on calculation are provided in the Cash Flow Statement, that the Board of Directors of the Company has decided to include within the present Financials Statement.
- Net Financial Position: indicates the Company's ability to pay off its debts. It is calculated as shown below.

+	Formation expenses
+	Loans included in Financial assets
+/-	Financial amounts owed by/to affiliated undertakings
+	Cash at bank and in hand
-	Debenture loans
<b>Net Financial Position</b>	

Events subsequent to June 30, 2025

During the second half of 2025, it is foreseen to continue the activity of financial assistance to TIM Group companies and continue to manage the market risks related to the funding and investment activity.

The Company does not perform research and development activities.

The Company did not acquire and does not hold its own shares.

Financials as of June 30, 2025 herein reported comprise the balance sheet, the profit and loss account, the cash flow statements and the explanatory notes.

For the Board of Directors  
The Managing Director  
Fabio Adducchio

## Semi-annual Accounts

### Balance Sheet – Assets

TELECOM ITALIA CAPITAL SOCIETE ANONYME BALANCE SHEET AS AT JUNE 30, 2025			
ASSETS - [EUR]	30 JUNE 2025	31 DECEMBER 2024	
<b>A. Subscribed capital unpaid</b>	—	—	
I. Subscribed capital not called	—	—	
II. Subscribed capital called but unpaid	—	—	
<b>B. Formation expenses</b> [3]	<b>4.819.798,50</b>	<b>5.535.667,38</b>	
<b>C. Fixed assets</b>	<b>1.292.072.351,16</b>	<b>1.199.329.604,76</b>	
I. Intangible assets			
1. Costs of development	—	—	
2. Concessions, patents, licenses, trade marks and similar rights and assets, if they were			
a) acquired for valuable consideration and need not be shown under C.I.3.	—	—	
b) created by the undertaking itself	—	—	
3. Goodwill, to the extent that it was acquired for valuable consideration	—	—	
4. Payments on account and intangible assets under development	—	—	
II. Tangible assets			
1. Land and buildings	—	—	
2. Plant and machinery	—	—	
3. Other fixtures and fittings, tools and equipment	—	—	
4. Payments on account and tangible assets in the course of construction	—	—	
III. Financial assets			
1. Shares in affiliated undertakings	—	—	
2. Loans to affiliated undertakings	1.292.072.351,16	1.199.329.604,76	
3. Participating interests	—	—	
4. Loans to undertakings with which the undertaking is linked by virtue of participating interests	—	—	
5. Investments held as fixed assets	—	—	
6. Other loans	—	—	
<b>D. Current assets</b>	<b>607.694.897,20</b>	<b>925.137.121,16</b>	
1. Stocks			
1. Raw materials and consumables	—	—	
2. Work in progress	—	—	
3. Finished goods and goods for resale	—	—	
4. Payments on account	—	—	
II. Debtors			
1. Trade debtors			
a) becoming due and payable within one year	—	—	
b) becoming due and payable after more than one year	—	—	
2. Amounts owed by affiliated undertakings			
a) becoming due and payable within one year	410.976.246,82	563.996.370,43	
b) becoming due and payable after more than one year	172.253.449,02	336.224.793,09	
3. Amounts owed by undertakings with which the undertaking is linked by virtue of participating interests			
a) becoming due and payable within one year	—	—	
b) becoming due and payable after more than one year	—	—	
4. Other debtors			
a) becoming due and payable within one year	267.451,43	19.494,53	
b) becoming due and payable after more than one year	—	—	
III. Investments			
1. Shares in affiliated undertakings	—	—	
2. Own shares	—	—	
3. Other investments	—	—	
IV. Cash at bank and in hand	24.197.749,93	24.896.463,11	
<b>E. Prepayments</b>	<b>324.748,81</b>	<b>328.939,53</b>	
<b>TOTAL ASSETS</b>	<b>1.904.911.795,67</b>	<b>2.130.331.332,83</b>	

The accompanying notes are an integral part of these semi-annual accounts.

## Balance Sheet – Capital, Reserves and Liabilities

TELECOM ITALIA CAPITAL SOCIETE ANONYME BALANCE SHEET AS AT JUNE 30, 2025			
CAPITAL, RESERVES AND LIABILITIES - [EUR]		30 JUNE 2025	31 DECEMBER 2024
<b>A. Capital and reserves</b>		<b>135.123.778,74</b>	<b>134.031.009,42</b>
I. Subscribed capital	[7]	2.336.000,00	2.336.000,00
II. Share premium account	[8]	871.234,66	871.234,66
III. Revaluation reserve		—	—
IV. Reserves	[9]		
1. Legal reserve		234.000,00	234.000,00
2. Reserve for own shares		—	—
3. Reserves provided for by the articles of association		—	—
4. Other reserves, including the fair value reserve		—	—
a) other available reserves		—	—
b) other non available reserves		7.506.326,80	5.620.526,80
V. Profit or loss brought forward		123.083.447,96	64.002.686,09
VI. Profit or loss for the financial year		1.092.769,32	60.966.561,87
VII. Interim dividends		—	—
VIII. Capital investment subsidies		—	—
<b>B. Provisions</b>		<b>214.910,88</b>	<b>214.910,88</b>
1. Provisions for pensions and similar obligations		—	—
2. Provisions for taxation	[10]	214.910,88	214.910,88
3. Other provisions		—	—
<b>C. Creditors</b>		<b>1.769.573.106,04</b>	<b>1.996.085.412,52</b>
1. Debenture loans			
a) Convertible loans			
i) becoming due and payable within one year		—	—
ii) becoming due and payable after more than one year		—	—
b) Non convertible loans	[11]		
i) becoming due and payable within one year		26.050.679,31	29.388.195,36
ii) becoming due and payable after more than one year		1.704.134.030,04	1.922.307.259,96
2. Amounts owed to credit institutions			
a) becoming due and payable within one year		4.972,91	4.972,91
b) becoming due and payable after more than one year		—	—
3. Payments received on account of orders in so far as they are not shown separately as deductions from stocks			
a) becoming due and payable within one year		—	—
b) becoming due and payable after more than one year		—	—
4. Trade creditors			
a) becoming due and payable within one year		114.850,30	171.836,79
b) becoming due and payable after more than one year		—	—
5. Bills of exchange payable			
a) becoming due and payable within one year		—	—
b) becoming due and payable after more than one year		—	—
6. Amounts owed to affiliated undertakings	[12]		
a) becoming due and payable within one year		13.313.879,77	17.027.085,80
b) becoming due and payable after more than one year		6.634.850,85	7.861.265,91
7. Amounts owed to undertakings with which the undertaking is linked by virtue of participating interests			
a) becoming due and payable within one year		—	—
b) becoming due and payable after more than one year		—	—
8. Other creditors			
a) Tax authorities	[13]	19.313.421,50	19.313.421,50
b) Social security authorities		6.421,36	11.374,29
c) Other creditors			
i) becoming due and payable within one year		—	—
ii) becoming due and payable after more than one year		—	—
<b>D. Deferred income</b>		<b>0,01</b>	<b>0,01</b>
<b>TOTAL CAPITAL, RESERVES AND LIABILITIES</b>		<b>1.904.911.795,67</b>	<b>2.130.331.332,83</b>

The accompanying notes are an integral part of these semi-annual accounts.

## Profit & Loss account

TELECOM ITALIA CAPITAL SOCIETE ANONYME PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED JUNE 30, 2025			
	[EUR]	30 JUNE 2025	30 JUNE 2024
1. Net turnover		—	—
2. Variation in stocks of finished goods and in work in progress		—	—
3. Work performed by the undertaking for its own purposes and capitalised		—	—
4. Other operating income		—	—
5. Raw materials and consumables and other external expenses		-72.628,37	-415.348,98
a) Raw materials and consumables		—	—
b) Other external expenses		-72.628,37	-415.348,98
6. Staff costs		-89.932,93	-87.163,45
a) Wages and salaries		-79.078,47	-77.075,26
b) Social security costs			
i) relating to pensions		-5.998,37	-5.803,08
ii) other social security costs		-3.218,28	-2.697,26
c) Other staff costs		-1.637,81	-1.587,85
7. Value adjustments		-247.563,80	-6.102.201,26
a) in respect of formation expenses and of tangible and intangible fixed assets		-247.563,80	-6.102.201,26
b) in respect of current assets		—	—
8. Other operating expenses		-54.702,42	-90.337,02
9. Income from participating interests		—	—
a) derived from affiliated undertakings		—	—
b) other income from participating interests		—	—
10. Income from other investments and loans forming part of the fixed assets	[14]	36.643.471,99	94.193.544,01
a) derived from affiliated undertakings		36.643.471,99	94.193.544,01
b) other income not included under a)		—	—
11. Other interest receivable and similar income	[15]	73.394.036,74	156.205.882,78
a) derived from affiliated undertakings		73.070.938,07	155.374.166,22
b) other interest and similar income		323.098,67	831.716,56
12. Share of profit or loss of undertakings accounted for under the equity method		—	—
13. Value adjustments in respect of financial assets and of investments held as current assets		—	—
14. Interest payable and similar expenses	[16]	-108.142.628,85	-254.817.773,54
a) concerning affiliated undertakings		-48.091.216,47	-119.094.365,53
b) other interest and similar expenses		-60.051.412,38	-135.723.408,01
15. Tax on profit or loss		-337.283,04	-1.533,68
16. Profit or loss after taxation		1.092.769,32	-11.114.931,14
17. Other taxes not shown under items 1 to 16		—	—
18. Profit or loss for the financial period		1.092.769,32	-11.114.931,14

The accompanying notes are an integral part of these semi-annual accounts.

## Cash Flow Statements

TELECOM ITALIA CAPITAL SOCIÉTÉ ANONYME CASH FLOW STATEMENT AS AT JUNE 30, 2025			
	[EUR]	30 JUNE 2025	31 DECEMBER 2024
<b>Operating Activities</b>			
Net result of the period		1.092.769,32	60.966.561,87
Taxes		-337.283,04	-20.262.730,23
Profit/Loss before tax		1.430.052,36	81.229.292,10
Adjustments for			
Amortization of formation expenses and on tangible and intangible assets		247.563,80	6.352.869,66
Finance Income	[14/15]	-110.037.508,73	-528.954.539,77
Finance Expenses		107.888.761,43	439.856.359,54
Changes in trade and other receivables		-60.702,12	451.979,92
Changes in trade and other payables		-646.231,68	-341.292,62
Income Taxes Paid		-586.316,00	-2.151.786,01
<b>Net cash flows from operating activities</b>		<b>-1.764.380,94</b>	<b>-3.557.117,18</b>
<b>Cash flows from Investing activities</b>			
Investments and re-payments in Financial Receivables		-1.513.554,90	-54.026.338,86
Interest, commissions and other financial income received		116.134.304,46	842.748.939,85
<b>Net cash flows from Investing activities</b>		<b>114.620.749,56</b>	<b>788.722.600,99</b>
<b>Cash flows from Financing activities</b>			
Increase of borrowings		—	—
Repayments of borrowings		-337.541,04	-292.967.918,56
Interest, commissions and other financial expenses paid		-113.223.321,70	-474.083.885,18
<b>Net cash flows from financing activities</b>		<b>-113.560.862,74</b>	<b>-767.051.803,74</b>
Net Increase / (Decrease) in Cash and Cash Equivalents ("C&CE")		-704.494,12	18.113.680,07
Net foreign exchange differences in C&CE		8.510,11	-65.965,17
Cash and cash equivalents at 01 January		24.892.420,61	6.844.705,72
<b>Cash and cash equivalents at the end of the period</b>	[6]	<b>24.196.436,60</b>	<b>24.892.420,61</b>

TELECOM ITALIA CAPITAL SOCIÉTÉ ANONYME CASH FLOW STATEMENT AS AT JUNE 30, 2025		
[EUR]	30 JUNE 2025	30 JUNE 2024
<b>Operating Activities</b>		
Net result of the period	1.092.769,32	-11.114.931,14
Taxes	-337.283,04	-1.533,68
Profit/Loss before tax	1.430.052,36	-11.113.397,46
Adjustments for		
Amortization of formation expenses and on tangible and intangible assets	247.563,80	6.102.201,26
Finance Income [14/15]	-110.037.508,73	-250.399.426,79
Finance Expenses	107.888.761,43	254.265.455,22
Changes in trade and other receivables	-60.702,12	381.796,61
Changes in trade and other payables	-646.231,68	-637.551,87
Income Taxes Paid	-586.316,00	-399.583,90
<b>Net cash flows from operating activities</b>	<b>-1.764.380,94</b>	<b>-1.800.506,93</b>
<b>Cash flows from Investing activities</b>		
Investments and re-payments in Financial Receivables	-1.513.554,90	26.180.606,47
Interest, commissions and other financial income received	116.134.304,46	248.670.823,75
<b>Net cash flows from Investing activities</b>	<b>114.620.749,56</b>	<b>274.851.430,22</b>
<b>Cash flows from Financing activities</b>		
Increase of borrowings	—	—
Repayments of borrowings	-337.541,04	-681.528,51
Interest, commissions and other financial expenses paid	-113.223.321,70	-265.076.002,23
<b>Net cash flows from financing activities</b>	<b>-113.560.862,74</b>	<b>-265.757.530,74</b>
Net Increase / (Decrease) in Cash and Cash Equivalents ("C&CE")	-704.494,12	7.293.392,55
Net foreign exchange differences in C&CE	8.510,11	-7.133,05
Cash and cash equivalents at 01 January	24.892.420,61	6.844.705,72
<b>Cash and cash equivalents at the end of the period</b> [6]	<b>24.196.436,60</b>	<b>14.130.965,22</b>

The accompanying notes are an integral part of these semi-annual accounts.

## Notes to the Semi-annual Accounts

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as at June 30, 2025, which have been authorized by the Board of Directors held on August 04, 2025

### Note 1 - General information

Telecom Italia Capital (the “Company”) was incorporated in Luxembourg on September 27, 2000 for an unlimited duration. The registered office is currently established at 12, Rue Eugène Ruppert L-2453 Luxembourg. The registered number is B 77.970.

The corporate object is to provide financial assistance to the companies within TIM Group. In this respect, the Company can acquire assets by issuing securities, bonds or any other financial instrument and by taking loans in whatever form from banks and institutional investors or in any other form, the above-mentioned list being purely enumerative and not limitative.

The Company may also have participating interests in any Luxembourg or foreign company and administrate, manage and develop its portfolio.

The Company may carry out any commercial, industrial or financial operation and perform real estate transactions pertaining directly or indirectly to its object.

Generally, the Company may carry out all transactions considered as useful to the achievement and development of its object.

The financial year begins on January 1st and ends on December 31st of each year.

### Note 2 - Summary of significant accounting policies

#### Basis of preparation

The semi-annual accounts have been prepared in accordance with accounting principles and regulations generally accepted in the Grand Duchy of Luxembourg (“Luxembourg GAAP”) under the historical cost convention.

As allowed by the amended law of December 19, 2002, the Board of Directors of the Company has decided to include the cash flow statement based on the indirect method.

Euro (“EUR”) is the book accounting currency.

#### Use of estimates

The preparation of financial statements in accordance with Luxembourg GAAP, requires Board of Directors to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the semi-annual accounts, and reported amounts of revenues and expenses during that reporting period. Actual results could differ from those estimates.

#### Foreign currency translation

The Company follows the multi-currency accounting policy that consists in recording the assets and the liabilities in their original currencies, the same being converted into EUR at the balance sheet date.

The exchange differences arising from the transactions expressed in currencies other than EUR are hedged either by balanced deposits and loans or through derivative instruments, such as Cross Currency Interest Rate Swaps (“CCIRS”) or foreign exchange agreements, all hereby referred to as “currency swaps”.

Currency swaps combine two positions that are represented by the amounts that will be exchanged with the counterparty at the maturity of the contract. They are recorded as assets or liabilities to the net between the payable and the receivable amount. Generally, one is in EUR and the other in currencies other than EUR. This latter is converted into EUR at the balance sheet date.

The unrealized exchange differences that arise from all these conversions are reflected in the profit and loss account in the items “Interest payable and similar expenses/Other interest receivable and similar income”.

The realized income and charges in currencies other than EUR are recorded in their respective currencies and converted at the exchange rate prevailing on the respective transaction dates.

The exchange rate used to convert as of June 30, 2025 the operations in USD into EUR is the following:

1 EUR = 1,17200 USD.

#### Formation expenses

Formation expenses may include incorporation expenses and bond issuance expenses. Incorporation expenses are valued at purchase price including the expenses incidental thereto less cumulated depreciation amounts written off over maximum 5 years. Bond issuance expenses are written off on a straight-line basis over the period of the note.

#### Financial assets

Loans to affiliated undertakings are valued at nominal value including the expense incidental thereto. The contingent write-downs are recorded in case of a permanent impairment loss of the investments estimated by the Board of Directors while comparing the net book value with the market value or with the net equity of the company. These value adjustments are not continued if the reasons for which the value adjustments were made have ceased to apply.

#### Debtors

Debtors are valued at their nominal value. They are subject to value adjustments where their recovery is compromised. These value adjustments are not continued if the reasons for which the value adjustments were made have ceased to apply.

#### Cash at bank and in hand

Cash at bank and in hand is defined as cash in hand, demand deposits and short-term, highly liquid investments readily convertible to known amounts of cash and subject to insignificant risk of changes in value. Cash at bank and in hand and short-term deposits which are held to maturity are carried at cost.

#### Accrued interest

Accrued interests are shown with their principal amount.

#### Prepayments/Deferred income

“Prepayments” and “Deferred income” accounts include prepaid charges and deferred income.

Issue discounts are listed with the related notes, while other similar charges are classified in “Formation expenses”. All are amortized through the profit and loss account on a straight-line basis over the lifetime of the notes.

#### Derivative instruments

The commitments related to currency and interest rates swaps are recorded as off-balance sheet items at the nominal value of the contracts.

No valuations of unrealized gains or losses are recorded during the life of the contracts since there is a perfect matching of the realized gains or losses of derivatives and the realized losses or gains on the hedged items at maturity. For the exchange rate variance refer to the accounting policy “Foreign currency translation” above.

The Company enters into derivatives only for the purpose of hedging.

#### Creditors

Creditors are recorded at their reimbursement value. Where the amount repayable on account is greater than the amount received, the difference is shown in the same line of the debt and is written off over the period of the debt based on a linear method.

#### Provisions

Provisions are recognized when the Company has a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

### Note 3 - Formation expenses

Formation expenses are composed by bond issuance expenses. Movements for the period on this item are as follows:

EUR	Total formation expenses
Balance as at 31.12.2024	5.535.667,38
Movements of the period	
Depreciation during the period	-247.563,80
Exchange rate impact	-468.305,08
<b>Balance as at 30.06.2025</b>	<b>4.819.798,50</b>

### Note 4 - Financial assets - Loans to affiliated undertakings

This item is composed by EUR 1.292.072.351,16 (EUR 1.199.329.604,76 as per December 31, 2024) being the total amount of medium-long term loans granted to TIM S.p.A. (the "Parent Company") utilizing the proceeds received by issuing notes.

EUR	30 June 2025	31 December 2024
Nominal value: EUR 147.399.205,20 Expiring March 31, 2027 Floater rate: Euribor 6m + 0,58010%	147.399.205,20	—
Nominal value: USD 499.994.000,00 [*] Expiring November 15, 2034 Floater rate: Sofr + 1,10000%	426.616.040,96	481.272.499,76
Nominal value: EUR 395.559.685,00 Expiring January 20, 2037 Floater rate: Euribor 6m + 1,45969%	395.559.685,00	395.559.685,00
Nominal value: EUR 322.497.420,00 Expiring December 05, 2039 Fixed rate: 7,53220%	322.497.420,00	322.497.420,00
	<b>1.292.072.351,16</b>	<b>1.199.329.604,76</b>

[\*] Differences between June 30, 2025 and December 31, 2024 are due to exchange rate impact.

The Board of Directors is of the opinion that the value of the loans above is fully recoverable.

## Note 5 - Debtors - Amounts owed by affiliated undertakings

### a) becoming due and payable within one year

EUR	30 June 2025	31 December 2024
Short term portion of medium-long term loans granted to TIM S.p.A. :		
Nominal value: EUR 200.000.000,00		
Expired March 31, 2025		
Floater rate: Euribor 6m + 0,94990%	—	200.000.000,00
Short term loan with TIM S.p.A.	250.000.000,00	197.399.205,20
Short term loan with Telecom Italia Finance	116.820.821,25	115.307.266,37
Short term loan with Ti Sparkle UK Ltd	5.400.000,00	5.400.000,00
Currency swaps with Group Companies	—	169.413,33
Accruals on long term loans with Parent Company	13.355.471,93	17.082.461,59
Accruals on short term loans with Parent Company	1.953.722,22	2.256.315,69
Accruals on derivatives with Parent Company	23.145.669,84	26.007.220,32
Accruals on derivatives with Group Companies	114.843,48	83.433,56
Accruals on short term loan with Group Companies	185.718,10	291.054,37
	<b>410.976.246,82</b>	<b>563.996.370,43</b>

### b) becoming due and payable after more than one year

EUR	30 June 2025	31 December 2024
Currency swaps with Parent Company	172.253.449,02	336.224.793,09
	<b>172.253.449,02</b>	<b>336.224.793,09</b>

## Note 6 - Cash at bank and in hand

The item refers to bank current accounts and deposit accounts for the total amount of EUR 24.197.749,93 (EUR 24.896.463,11 as per December 31, 2024).

EUR	30 June 2025	31 December 2024
Bank current accounts	196.436,60	392.420,61
Bank term deposit accounts	24.000.000,00	24.500.000,00
<b>Cash and cash equivalent as shown in Cash Flow Statement</b>	<b>24.196.436,60</b>	<b>24.892.420,61</b>
Accruals on bank term deposits	1.313,33	4.042,50
	<b>24.197.749,93</b>	<b>24.896.463,11</b>

## Note 7 - Subscribed capital

As of June 30, 2025 the authorized, issued and fully paid in share capital of EUR 2.336.000,00 is represented by 100.000 shares with a nominal value of EUR 23,36 per share.

As of June 30, 2025 and December 31, 2024, the Company is 100% held by TIM S.p.A..

## Note 8 - Share premium account

The extraordinary shareholders meeting held on May 15, 2009 decided to recapitalize the Company by injecting EUR 50.000.000,00 in cash, of which EUR 47.664.000,00 as issuance premium and EUR 2.336.000,00 as share capital. Such premium, paid on the same date, has been utilized in order to cover residual losses after capital reduction (EUR 35.853.303,61) emerging from the interim accounts as of February 28, 2009. Later, in order to cover the loss of the year 2014, the shareholder meeting held on April 1, 2015 decided to allocate EUR 10.939.461,73 to "Profit and loss brought forward" reducing the "Share premium and similar premiums" to EUR 871.234,66.

## Note 9 - Reserves

Reserves are split as follows:

– Legal Reserve: the Company is required to allocate a minimum of 5% of its annual net income to a legal reserve, until this reserve equals 10% of the subscribed share capital. This reserve may not be distributed. The legal reserve as at June 30, 2025 amounts to EUR 234.000,00 and equals 10% of the share capital. The reserve has been set up by the shareholders meeting as of March 2, 2005 by converting a portion of other unavailable reserves.

– Other reserves consist of Tax reserve for an amount of EUR 7.506.326,80. It has been created by the annual shareholder meetings held in the years 2021, 2022, 2023, 2024 and 2025 is equal to five times the amount of the Net Wealth Tax to be paid for the relevant fiscal year. It will be unavailable for distribution for a five-year period since the year of its creation and is detailed as below:

Period	Amount (EUR)
Fiscal year 2021	654.973,75
Fiscal year 2022	683.853,05
Fiscal year 2023	1.417.300,00
Fiscal year 2024	1.537.825,00
Fiscal year 2025	3.212.375,00

Movements for the period on the reserves, share premium and similar premiums and profit and loss items are as follows:

	Legal Reserve (EUR)	Other reserves (EUR)	Profit or loss brought forward (EUR)	Profit or loss for the financial period (EUR)
Balance as at 31.12.2024	234.000,00	5.620.526,80	64.002.686,09	60.966.561,87
Movement for the period				
Allocation of prior year Profit or Loss [*]	—	3.212.375,00	57.754.186,87	-60.966.561,87
Reallocation of Reserve [*]	—	-1.326.575,00	1.326.575,00	—
Profit or Loss for the period	—	—	—	1.092.769,32
<b>Balance as at 30.06.2025</b>	<b>234.000,00</b>	<b>7.506.326,80</b>	<b>123.083.447,96</b>	<b>1.092.769,32</b>

[\*] Shareholder Meeting held on April 09, 2025 decided to:

- allocate the profit of the year 2024 amounting to EUR 60.966.561,87 to:
  - "Profit or loss brought forward" for EUR 57.754.186,87;
  - "Other Reserves" for EUR 3.212.375,00, corresponding to five (5) times the minimum amount between the net wealth tax to be paid for year 2025 and the previous year Corporate Income Tax due.
- reallocate, considering that the five years unavailability period regarding the reserve created in the year 2020 for tax purposes has expired, EUR 1.326.575,00 from "Other reserves" to "Profit or loss brought forward".

## Note 10 - Provisions for taxation

EUR	30 June 2025	31 December 2024
Chamber of Commerce fee	214.910,88	214.910,88
	<b>214.910,88</b>	<b>214.910,88</b>

## Note 11 - Non convertible loans

The Company has issued non-convertible notes for a total outstanding amount of USD 1.999.989.000,00 as at June 30, 2025 (December 31, 2024 – USD 1.999.989.000,00).

### i) becoming due and payable within one year

EUR	30 June 2025	31 December 2024
Issue discounts on notes		
Current portion	-273.158,40	-308.154,44
Accrued interest on notes	26.323.837,71	29.696.349,80
	<b>26.050.679,31</b>	<b>29.388.195,36</b>

### ii) becoming due and payable after more than one year

EUR	30 June 2025	31 December 2024
Nominal value: USD 499.994.000,00[*] Expiring November 15, 2033 Fixed Interest Rate 6,3750%	426.616.040,96	481.272.499,76
Nominal value: USD 499.999.000,00[*] Expiring September 30, 2034 Fixed Interest Rate 6,0000%	426.620.307,17	481.277.312,54
Nominal value: USD 500.000.000,00[*] Expiring July 18, 2036 Fixed Interest Rate 7,2000%	426.621.160,41	481.278.275,10
Nominal value: USD 499.996.000,00[*] Expiring June 04, 2038 Fixed Interest Rate 7,7210%	426.617.747,44	481.274.424,87
Issue discounts on notes		
Long term portion	-2.341.225,94	-2.795.252,31
	<b>1.704.134.030,04</b>	<b>1.922.307.259,96</b>

[\*] Differences between June 30, 2025 and December 31, 2024 are due to exchange rate impact.

## Note 12 - Amounts owed to affiliated undertakings

This item refers to the following payables due to Parent Company and Group Companies:

### a) becoming due and payable within one year

EUR	30 June 2025	31 December 2024
Guarantee fee due to Parent Company	253.867,41	838.159,67
Other payables to Parent and Group Companies	39,71	66.008,62
Current portion of long term loans with Parent Company [*]	584.757,52	643.622,08
Current portion of long term loans with Group Companies [*]	74.891,36	82.391,75
Currency swaps with Group Companies	87.085,60	105.360,55
Accruals on long term loans with Parent Company	23.210,92	27.997,62
Accruals on long term loans with Group Companies	5.027,42	5.940,75
Accruals on derivatives with Parent Company	12.284.999,84	15.257.604,76
	<b>13.313.879,77</b>	<b>17.027.085,80</b>

### b) becoming due and payable after more than one year

EUR	30 June 2025	31 December 2024
Long term loans with Parent Company [*]	5.959.968,93	7.057.673,78
Long term loans with Group Companies [*]	674.881,92	803.592,13
	<b>6.634.850,85</b>	<b>7.861.265,91</b>

[\*] Those items refer to the bank loans used to fund issuance costs for notes released from 2003 to 2006. Loans have a quarterly amortizing period. Due to shifting of bank counterparties to Parent and Group Companies the loans have been classified in "Amounts owed by affiliated undertakings". The residual nominal amount of loans is split as follows:

EUR	30 June 2025	31 December 2024
Related to notes issued on October 29, 2003 for an initial amount of USD 31.300.000,00 Final payment date: November 15, 2033	2.498.292,47	2.951.670,84
Related to notes issued on October 6, 2004 for an initial amount of USD 35.652.500,00 Final payment date: September 29, 2034	3.536.188,30	4.164.266,90
Related to notes issued on July 18, 2006 for an initial amount of USD 14.036.250,00 Final payment date: July 18, 2036	1.260.018,95	1.471.342,00
	<b>7.294.499,72</b>	<b>8.587.279,74</b>

## Note 13 - Other creditors - Tax authorities

EUR	30 June 2025	31 December 2024
Income Taxes	19.300.161,55	19.300.161,55
Net wealth tax	12.840,00	12.840,00
Other taxes	419,95	419,95
	<b>19.313.421,50</b>	<b>19.313.421,50</b>

#### Note 14 - Income from other investments and loans forming part of the fixed assets

##### a) derived from affiliated undertakings

EUR	30 June 2025	30 June 2024
Interest on long term loans to Parent Company[*]	36.643.471,99	94.193.544,01
	<b>36.643.471,99</b>	<b>94.193.544,01</b>

[\*] On July 01, 2024, in the framework of the NetCo Transaction, loans previously granted by Ti Capital to TIM S.p.A. has been partially or entirely set off for a total amount of USD 500.006.000 and EUR 1.115.463.060. As a consequence, the interest amount in 2025 is significantly reduced.

#### Note 15 - Other interest receivable and similar income

##### a) derived from affiliated undertakings

EUR	30 June 2025	30 June 2024
Interest on receivables from Parent Company	4.112.992,06	4.985.443,33
Interest on receivables from Group Companies	1.472.522,44	1.181.282,65
Income on derivatives with Parent Company[*]	64.106.094,91	121.350.492,22
Income on derivatives with Group Companies[*]	2.514.210,84	27.695.098,39
Income on currency swaps with Group Companies	18.499,97	25.476,97
Fees on derivatives with Parent Company	—	40.000,00
Gain on exchange rates with Parent Company	857.763,18	45,27
Gain on exchange rates with Group Companies	-11.145,33	96.327,39
	<b>73.070.938,07</b>	<b>155.374.166,22</b>

[\*] On July 01, 2024, in the framework of the NetCo Transaction, Notes for USD 2.000.000.011,00 have been exchanged in Notes of the company Bidco. Since the underlying liability is no more outstanding, the Company unwound several derivative positions in July 2024. As a consequence, the interest amount in 2025 is significantly reduced.

##### b) other interest and similar income

EUR	30 June 2025	30 June 2024
Interest on bank deposits	303.084,23	200.966,24
Gain on exchange rates	20.014,44	630.750,32
	<b>323.098,67</b>	<b>831.716,56</b>

#### Note 16 - Interest payable and similar expenses

##### a) concerning affiliated undertakings

EUR	30 June 2025	30 June 2024
Interest on loans with Parent Company	-168.397,11	-410.486,11
Interest on loans with Group Companies	-20.566,52	-38.167,06
Guarantee fee due to Parent Company[*]	-253.867,42	-552.318,32
Charges on derivatives with Parent Company[*]	-45.427.441,30	-96.764.997,26
Charges on derivatives with Group Companies[*]	-2.159.926,90	-20.426.878,98
Charges on currency swaps with Group Companies	-7.815,89	-12.612,46
Fees on derivatives with Parent Company	—	-130.000,00
Fees on derivatives with Group Company	—	-80.000,00
Losses on exchange rates with Parent Company	-77,77	-533.889,34
Losses on exchange rates with Group Companies	-53.123,56	-145.016,00
	<b>-48.091.216,47</b>	<b>-119.094.365,53</b>

[\*] On July 01, 2024, in the framework of the NetCo Transaction, Notes for USD 2.000.000.011,00 have been exchanged in Notes of the company Bidco. Since the underlying liability is no more outstanding, the Company also unwound several derivative positions in July 2024. As a consequence, the interest amount in 2025 is significantly reduced.

b) other interest and similar expenses

EUR	30 June 2025	30 June 2024
Other interest and financial commissions [*]	-895,50	-4.602.998,94
Interest and similar expenses on debentures [**]	-59.226.850,39	-130.793.125,94
Charges on currency swaps	-25,00	-28.570,04
Losses on exchange rates	-823.641,49	-298.713,09
	<b>-60.051.412,38</b>	<b>-135.723.408,01</b>

[\*] In the framework of the NetCo Transaction, the bond holders participating to the Exchange Offer launched on April 18, 2024 and completed on May 21, 2024, received an Early Bird Premium (0,25% on the nominal amounts of the Notes exchanged) amounted to USD 5.000.027,50 (EUR 4.602.381,72). These expenses have been reimbursed by TIM S.p.A. during the second half of 2024.

[\*\*] On July 01, 2024, in the framework of the NetCo Transaction, Notes for USD 2.000.000.011,00 have been exchanged in Notes of the company Bidco. As a consequence, the interest amount in 2025 is significantly reduced and the amount as of 30 June 2024 also includes USD 3.419.794,74 (EUR 3.147.822,84) of additional issue discounts charged to Profit and Loss.

### Note 17 - Hedging contracts and other derivative agreements

In order to hedge the exchange and interest rate risks linked to the notes issued, the Company entered into several currency and interest rate swap contracts for the same duration of the hedged notes.

The table here below reports the sum of the notional amount for derivative type and counterparties.

EUR	30 June 2025	31 December 2024
Cross Currency Interest Swap (CCIRS) contracts with Parent Company	1.107.610.030,84	1.107.610.030,84
Interest Rate Swap (IRS) contracts with Parent Company	1.151.877.133,11	1.299.451.342,77
Interest Rate Swap (IRS) contracts with Group Companies	127.986.348,12	144.383.482,53
Foreign exchange agreements with Group Companies	1.178.432,87	4.998.927,21
	<b>2.388.651.944,94</b>	<b>2.556.443.783,35</b>

The table here below reports the net sum of the mark to market value of the above reported derivative agreements.

EUR	30 June 2025	31 December 2024
Cross Currency Interest Swap (CCIRS) contracts with Parent Company	169.837.867,42	338.567.696,59
Interest Rate Swap (IRS) contracts with Parent Company	123.705.678,47	102.504.819,25
Interest Rate Swap (IRS) contracts with Group Companies	12.699.262,00	10.717.465,00
Foreign exchange agreements with Group Companies	-86.062,96	63.456,00
	<b>306.156.744,93</b>	<b>451.853.436,84</b>

### Note 18 - Tax situation

The Company is subject to the fiscal law in force in Luxembourg applicable to all commercial Companies.

#### **Note 19 - Consolidation**

The accounts of the Company are included in the consolidated accounts of TIM S.p.A. which are available at the registered office located in Milano, via Negri 1, Italy and on the website <http://www.telecomitalia.com>

TIM S.p.A. accounts are not consolidated in the accounts of any other company.

#### **Note 20 - Directors remuneration**

Only the independent Directors are remunerated in their capacity as Directors. The remuneration of independent members, including their participation in the Audit Committee, amounts to EUR 38.000,00 per annum. No Director has an interest in the share capital of the Company.

#### **Note 21 - Staff**

As of June 30, 2025 the Company has 3 employees on its payroll (December 31, 2024 – 3). The average of employees during the fiscal period has been of 3,00 resources (December 31, 2024 – 3,00).

#### **Note 22 - Litigation**

The Company has not been and is not involved in any litigation.

#### **Note 23 - Auditor's fees**

During the the first six months of 2025 a total of EUR 27.724,82 (VAT excluded) has been paid to Ernst & Young S.A. for the audit activity (first six months of 2024 - EUR 18.533,55).  
No other amount has been paid to the Auditor.

## Declaration of the manager responsible for financial reporting

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Pursuant to paragraph 4 of Luxembourg's Transparency Law, the undersigned Fabio Adducchio, Managing Director of the Company, to the best of his knowledge, hereby declares that the above interim financial statements prepared in accordance with the applicable set of accounting standards give a true and fair view of the assets, liabilities, financial position and profit or loss of the issuer and that the management report includes an indication of important events that have occurred during the first six months of the financial year, and their impact on the financial statements, together with a description of the principal risks and uncertainties for the remaining six months of the financial year.

Fabio Adducchio  
Managing Director