

Tiscali: first half 2006 preliminary results
Growth of economic results, over 2 million ADSL subscribers

Cagliari, 31st July 2006

Preliminary results for the semester ending June 30th 2006 confirm the trend of continuous improvement of Tiscali Group's financial and operational results.

2006 half year revenues stood at EUR 412.9 million, up 17% versus first half 2005 (EUR 353.7 million), thanks to the significant growth of ADSL revenues (up 44% versus 1H2005).

Approximately 360,000 users registered to Tiscali's ADSL services in the first semester, bringing total broadband customers to 2.07 million (up 21% compared to 31st December 2005), of which more than one quarter receive unbundled services. In particular, new DSL users in the United Kingdom (where customer migration to the unbundling network is successfully ongoing) were approximately 265,000, reaching a total of approximately 1.2 million subscribers, 81,000 new users registered in Italy reaching total of approximately 384,000 subscribers and 26,000 in the Netherlands, reaching a total of approximately 276,000.

The Gross Operating Result (EBITDA) of the Group stood at EUR 62.9 million (15.2% of revenues) a 20% increase versus EUR 52.4 million (14.8% of revenues) of first half 2005.

As already announced to the market, Tiscali's Board of Directors is called on September 13th to approve 2006 first half results.

This press release contains certain forward-looking statements based on current expectations and projections in relation to future events. These forward-looking statements may be affected by known or unknown risks, uncertain events and cautious assumptions. This press release also contains unaudited pro forma data.

Tiscali does not undertake to publish updates or modify any forward-looking statements, either to provide new information or in response to future events or other circumstances. In light of the aforementioned risks, uncertainties and assumptions, the forward-looking statements contained in this press release may not come to fruition. Any statement relating to past performance or activities should not be considered a guarantee of future performance or of such activities continuing in the future.

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