

Information for the market pursuant to Art. 114, paragraph 5 of Law Decree 58/98

Cagliari, 26th February 2010

In compliance with Consob's request sent to the Company on 14th July 2009, pursuant to Article 114, comma 5, of Law Decree N. 58/98 the Company provides to the market the following information on the Tiscali Group, referred to January 31st, 2010.

■ **NET FINANCIAL POSITION OF TISCALI GROUP AND OF TISCALI S.P.A., HIGHLIGHTING SHORT TERM AND LONG TERM DEBT**

<i>EUR (000)</i>		Tiscali Group 31 January 2010	of which: Tiscali S.p.A. 31 January 2010
	<i>Note</i>		
A. Cash		14,667	1,043
B. Other cash equivalents		-	-
C. Securities held for trading		-	-
D. Cash and cash equivalents (A) + (B) + (C)		14,667	1,043
E. Current financial receivables		-	
F. Non-current financial receivables	<i>(1)</i>	6,468	484
G. Current bank payables	<i>(2)</i>	14,677	611
H. Current portion of non-current debt		-	-
I. Other current financial payables	<i>(3)</i>	4,209	-
J. Current financial debt (G) + (H) + (I)		18,886	611
K. Net current financial debt (J) - (E) - (D) - (F)	<i>(4)</i>	(2,248)	(915)
L. Non-current bank payables		164,840	-
M. Bonds issued		-	-
N. Other non-current payables	<i>(5)</i>	58,732	-
O. Non-current financial debt (L) + (M) + (N)		223,572	-
P. Net financial debt (K) + (O)		221,324	(915)

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Notes:

- (1) *The entire amount represents the credit to the purchaser of TiNet Group (Talia) for the deferred component of the price.*
- (2) *Includes bank debt of Tiscali Italia S.p.A and Tiscali S.p.A. for EUR 14.7 million.*
- (3) *Includes EUR 4.2 million for short term Leasing in Italy.*
- (4) *Includes the amount of new debt to Senior Lenders, restored from 3rd July 2009, for an amount of EUR 158.5 million (inclusive of interest till 31st January 2010).*
- (5) *Includes the debt "Sale and Lease Back Sa Illetta" for EUR 58.7 million.*

■ OVERDUE DEBT POSITIONS OF THE TISCALI GROUP AS OF 31ST JANUARY 2010

On 31st January 2010, overdue trade payables, net of payment plans negotiated with suppliers, amounted to EUR 50.4 million, improving of ca EUR 13.6 million compared to the same data at 30th June 2009, thanks to the cash normalization actions undertaken.

There were also overdue tax debts for approximately EUR 6.5 million. There were no overdue debts towards the employees or the social security system.

■ POSSIBLE REACTION OF THE CREDITORS OF THE GROUP AT 31ST JANUARY 2010

On 31st January 2010, there were not solicitations for payment, outside of those within the ordinary course of business. On that date the injunctions for payment received by the Company and not paid off because still in negotiation or opposition, amounted to a total of EUR 1.79 million, while the injunctions for payment totally received amounted to a total of EUR 3.06 million.

No actions were taken to suspend supplies.

■ RELATIONSHIPS WITH RELATED PARTIES OF TISCALI S.P.A. AND TISCALI GROUP

The Tiscali Group holds relationships with related parties on terms deemed customary in the respective reference markets, taking into account the characteristics of goods and services provided.

In the table below are summarised the economic and assets values for the Group Tiscali as of 31st January 2010 arising from transactions with related parties.

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INCOME STATEMENT VALUES	<i>Note</i>	Tiscali Group 31 January 2010	Of which: Tiscali S.p.A. 31 January 2010
<i>EUR (000)</i>			
Nuove Iniziative Editoriali S.p.A.	1	(20)	-
Studio Racugno	2	(6)	-
TOTAL		(26)	-

BALANCE SHEET VALUES	<i>Note</i>	Tiscali Group 31 January 2010	Of which: Tiscali S.p.A. 31 January 2010
<i>EUR (000)</i>			
Nuove Iniziative Editoriali S.p.A.	1	204	-
Studio Racugno	2	(6)	-
TOTAL RECEIVABLES		(198)	-

- (1) Nuove Iniziative Editoriali S.p.A.: company investee by the majority Shareholder Renato Soru. The relationships are related to exchanges in advertising and the supply of telecommunication services.
- (2) Racugno Law Firm: the director Gabriele Racugno, member of the Board of Directors of Tiscali S.p.A since December 21st 2009, offers to Tiscali Italia S.p.A legal assistance, judicial and extrajudicial.

■ DECLARATION OF THE EXECUTIVE IN CHARGE OF DRAWING UP THE COMPANY'S ACCOUNTING DOCUMENTS

I, the undersigned Luca Scano, executive in charge of drawing up the Company's accounting documents for Tiscali S.p.A., certify that pursuant to art. 154-bis, subsection 2, of the Legislative Decree 58/98, as subsequently modified, that the accounting information contained in this press release corresponds to the documental results, the books and the accounting entries.

Luca Scano



Executive in charge of drawing up the Company's accounting documents

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Information on Tiscali

Tiscali S.p.A. (Borsa Italiana, Milan: TIS) is one of the largest telecommunications companies in Italy. Tiscali supplies a wide range of services to its customers, both private individuals and companies: internet access through dial-up and ADSL, as well as voice, VoIP, media, and added-value services and other technologically advanced products.

At 30 September 2009 Tiscali had over 708 thousand customers in Italy, of which about 553 thousand were ADSL customers.

The Tiscali website may be accessed at www.tiscali.com.

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