

Press Release

M&C subscribes the Eur 60 million bonds convertible into Tiscali S.p.A. shares

Cagliari, December 28th 2007

Tiscali announces that M&C has subscribed yesterday the EUR 60 million subordinated bonds convertible into Tiscali S.p.A. shares, due 2012, 6.75% interest rate per annum, conversion price EUR 2.7 per share.

About Tiscali

Tiscali S.p.A. (Borsa Italiana, Milan: TIS) is one of the main independent European telecommunication companies. With one of the largest and most interconnected IP networks in the world, Tiscali is able to supply its customers, residential and business, with a full range of services: Internet access, both dial-up and ADSL, voice, VoIP, IPTV, media, value added services (VAS), and other technologically advanced products.

As of 30 September 2007, Tiscali had ca 4 million active users in Italy and the UK. More than 2.4 million of these were ADSL customers, of which more than 1 million received unbundled services.

Tiscali's corporate website can be found at www.tiscali.com.

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