



PRESS RELEASE

- **SYNDICATED REVOLVING CREDIT FACILITY, MATURING 2010, INCREASED FROM €450 M TO €750 M**
- **ARRANGER BANKS: HSBC, MORGAN STANLEY AND SOCIÉTÉ GÉNÉRALE**
- **A TOTAL OF 19 BANKS ARE IN THE SYNDICATE, OF WHICH 12 INTERNATIONAL AND 7 ITALIAN**

Milan, June 27th, 2007 – As part of the measures for improving the Group's economic and financial position, Pirelli RE has increased the **syndicated revolving credit facility** in place since 2005 from **€450 million** to **€750 million**.

HSBC, Morgan Stanley and Société Générale have acted as the arranger banks. The operation involved a total of 19 banks, of which 12 international and 7 Italian; all the original participants in the facility have been confirmed with the addition of one new entrant.

All the other terms of the facility are the same as those already being applied; the facility, which matures in August 2010, carries a floating rate of interest linked to Euribor plus a spread of 65 basis points.

This operation allows Pirelli RE to strengthen its financial structure, in keeping with the goals outlined in its three-year plan.

For additional information contact:
Pirelli RE Press Office Tel. +39/02/8535.4270
Pirelli RE Investor Relations Tel. +39/02/8535.4057
www.pirellire.com