



TIM PARTICIPAÇÕES S.A.
Publicly Held Company
CNPJ/MF 02.558.115/0001 -21
NIRE 33.300.276.963

NOTICE TO SHAREHOLDERS

DISTRIBUTION OF DIVIDENDS

Dear Shareholders,

The Company's Management approved, through the Company's Annual and Extraordinary Shareholders' Meeting, held on April 27th, 2010, that the outstanding balance of the Net Profits, in the amount of two hundred and four million, one hundred and forty eight thousand, six hundred and eighty six Reais and six cents (R\$204,148,686.06), be fully distributed as dividends to the Company's preferred shareholders.

	<u>Dividends to be distributed</u>	<u>Per preferred share (R\$)</u>
Priority Dividends calculated upon 25% of the Adjusted Net Profits	51,037,171.52	
(+) Complementary Dividends to the Fiscal Year's Profits	<u>153,111,514.55</u>	
(=) Dividends relating to the Fiscal Year's Profits (fully to preferred shareholders)	<u>204,148,686.06</u>	<u>0.1251</u>

The shareholders that have purchased shares until April 27th, 2010, inclusively, are entitled to dividend rights. The shares purchased from April 28th, 2010 shall not be entitled to dividend rights.

The payment of the related dividend will be on June 25th, 2010. The resources necessary to the payment of the dividends to the Company's shareholders shall be received from the wholly-owned subsidiary TIM Celular S.A., through dividends.

Rio de Janeiro – RJ, April 27th, 2010.

TIM Participações S.A.
Claudio Zezza
Financial and Investor Relations Officer