



TIM PARTICIPAÇÕES S.A
Publicly-held Company
Corporate Taxpayer's ID (CNPJ / MF) 02.558.115/0001-21
Corporate Registry (NIRE) 33.300.276.963

NOTICE TO SHAREHOLDERS

PAYMENT OF INTEREST ON SHAREHOLDERS' EQUITY

TIM PARTICIPAÇÕES S.A. ("Company") (B3: TIMP3; NYSE: TSU), informs that its Board of Directors approved today, November 07th, 2017, the distribution of R\$190,000,000.00 (one hundred and ninety million reais) as Interest on Shareholders' Equity.

Payment will begin on November 24, 2017, and the date for identification of shareholders entitled to receive such values is November 14, 2017. Thus, the shares acquired after this date will be *ex-interest* on Shareholders' Equity rights.

1 – INTEREST ON SHAREHOLDERS' EQUITY PER SHARE:

| | Gross value per share | Total amount |
|----------------------------------|-----------------------|-------------------|
| Interest on Shareholders' Equity | R\$0.078574768 | R\$190,000,000.00 |

The amount per share is estimated and may be modified as a result of the disposal of treasury shares to attend the Company's Long-Term Incentive Plan (Stock Options).

2 – WITHHOLDING TAX:

2.1. 15% of the Income Tax will be retained (Withholding Income Tax), for the occasion of the credit of Interest on Shareholders' Equity, except for shareholders who have differentiated taxation or who are exempt from taxation.

2.2. The shareholders mentioned above must prove this condition by November, 21, 2017 by means of an exemption letter, which should be sent first to the electronic address – 4010.acoes@bradesco.com.br – and, subsequently, the hard copy should be mailed to Banco Bradesco S/A – Cidade de Deus, s/n, Vila Yara – Osasco/SP – CEP: 06029-900 – Prédio Amarelo – Departamento de Ações e custódia – Escrituração de Ativos.

3 - PAYMENT PROCESS (BOOK-ENTRY SHARES):

3.1. The Interest on Shareholders' Equity related to shares custody by CBLC (Companhia Brasileira de Liquidação e Custódia) will be paid by B3 S.A. - Bolsa Brasil Balcão, which will transfer to the shareholders through custody agents;

3.2. Checking account indicated by the shareholder at Banco Bradesco S/A; and

3.3. Payment of Interest on Shareholders' Equity by Banco Bradesco S/A branches, in the case of shareholders who do not meet the aforementioned conditions.

3.4. Additional information may be obtained at any branches of Banco Bradesco S/A. or through the e-mail address informed on item 2.2.

Rio de Janeiro, November, 07th, 2017

TIM PARTICIPAÇÕES S.A.
Adrian Calaza
Chief Financial and Investor Relations Officer