



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 THE MARKET

TIM – Oi Agreement

TIM PARTICIPAÇÕES S.A. (“Company”) (B3: TIMP3; NYSE: TSU) hereby informs its shareholders, the market in general and other interested parties that on February 26, 2018, the Company entered into a memorandum of understanding with Oi S.A., in Judicial Reorganization, that initiate an important a stage of negotiations that aims to equalize their respective controversies and opens a new cycle of planning of infrastructure sharing, in the same model of partnerships that are already practiced in the Brazilian telecommunication market.

The agreement between the companies was established by the CEOs Stefano De Angelis, TIM, and Eurico Teles, Oi S.A., during the Mobile World Congress, a global telecom event held annually in Barcelona. The initiative strengthens a propositional and collaborative environment within a context of healthy competition for the telecommunications industry.

The Company reiterates its commitment to keep its shareholders and the market in general duly informed, pursuant to regulations in force.

Rio de Janeiro, February 27, 2018.

TIM Participações S.A.

Adrian Calaza

Chief Financial Officer and

Investor Relations Officer