



TIM PARTICIPAÇÕES S.A.
Publicly-held Company
CNPJ/MF nº 02.558.115/0001-21
NIRE 33 300 276 963

NOTICE TO THE MARKET

CONFIRMATION OF GUIDANCE 2019-2021 ADJUSTED TO NEW ACCOUNTING STANDARDS

TIM Participações S.A. (“Company”) (B3: TIMP3 e NYSE: TSU), in compliance with Article 157 of Law No 6,404 and the provisions of CVM Instruction No 358, hereby informs its shareholders, the market in general and other interested parties that, following the Material Fact released on February 21, 2019, in which the projections of its 2019-2021 Strategic Plan were presented, the Telecom Italia Group disclosed today, in a view that includes the effects of the accounting standards of IFRS 9 and IFRS 15, its projections for the period.

In this context, TIM confirms the projections presented in the Material Fact mentioned above and presents, in the table below, such projections based on the adoption of aforementioned accounting standards:

KPI	Projections 2019-21 in view without IFRS 9, 15 and 16		Projections 2019-21 in view with IFRS 9 and 15	
	Short Term	Long Term	Short Term	Long Term
Service Revenues Growth (YoY)	3-5%	CAGR '18-'21 Mid-Single Digit	3-5%	CAGR '18-'21 Mid-Single Digit
EBITDA Growth (YoY) / % EBITDA Margin	Mid to High-Single Digit Growth	≥40% in 2020	Mid to High-Single Digit Growth	≥39% in 2020
\sum CAPEX / % CAPEX over Net Revenues	<i>Low 20s</i>	~R\$ 12.5 bi (\sum '19-'21)	<i>Low 20s</i>	~R\$ 12.0 bi (\sum '19-'21)
% EBITDA – CAPEX over Net Revenues	>15%	≥20%	>15%	≥20%

Rio de Janeiro, May 20th, 2019.

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