



**TIM PARTICIPAÇÕES S.A.**  
**Publicly-Held Company**  
**Corporate Taxpayer's ID (CNPJ/MF): 02.558.115/0001-21**  
**Corporate Registry (NIRE): 33 300 276**

**NOTICE TO THE MARKET**

**CLARIFICATIONS ABOUT NOTICE PUBLISHED ON NATIONAL PRESS**

TIM PARTICIPAÇÕES S.A. ("Company") (BM&FBOVESPA: TIMP3; NYSE: TSU), in response to CVM Inquiry n.150/2016 – CVM/SEP/GEA-2, hereby informs its shareholders, the market in general and other interested parties that, with respect to the content of news published yesterday on the *Valor Econômico* journal under the title: "*Telecom Italia começa a monitorar gestão da TIM*", the Company informs:

TIM is a public-held Company and is part of "*Novo Mercado*" segment on BM&FBovespa, the highest level of corporate governance in Brazilian stock exchange, with all the correspondent structures of administration and governance acting on a full and autonomous way, such as our Board of Directors, that counts with three independent members, Statutory Audit Committee, instituted at the end of 2013 and also a Fiscal Council.

As for the strategic Telecom Italia Group's guideline mentioned in the article, the Company clarifies that great part of the data refers to the Italian domestic market and reinforces the Notice to the Market released on February 16<sup>th</sup>, 2016, stating that among other initiatives, the implementation of a cost reduction higher than R\$1 billion between 2015 to 2017, and investments of around R\$14 billion for the period of 2016 to 2018.

As for the management change, the Company refers to the Material Fact released on May 11<sup>th</sup>, 2016, regarding the election of Mr. Stefano De Angelis, as Chief Executive Officer of the Company, whose definitive investiture will take place after the fulfillment of the procedure to be made before the Brazilian governmental authorities. On this regards, Mr. De Angelis joins our management team with the objective to aggregate value to TIM's strategy and operations.

Rio de Janeiro, May 18<sup>th</sup>, 2016.

**TIM Participações S.A.**  
Rogério Tostes  
Investor Relations Officer