



TOTVS S.A.
Publicly-Held Company

Corporate Taxpayer's ID (CNPJ/MF): 53.113.791/0001-22
Company Registry (NIRE): 35.300.153.171

NOTICE TO THE MARKET

TOTVS S.A. (BM&FBOVESPA: TOTS3) ("TOTVS" or "Company"), in compliance with the provisions of CVM Instruction 358/2002, as amended, hereby informs its shareholders and the market in general that received today a correspondence from the shareholder Harris Associates L.P. ("Harris") informing that such shareholder sold common shares issued by TOTVS and now holds the equivalent of 4.99% of the Company's capital stock.

Harris also informed that no agreement or contract to regulate the voting rights or the purchase and sale of securities issued by TOTVS have been entered into by Harris.

The following correspondence is the document received and filed at the Company's headquarters.

São Paulo, March 16th, 2016

GILSOMAR MAIA SEBASTIÃO
Executive and Financial Vice-President and
Investor Relations Officer

INVESTOR RELATIONS
Tel.: +55 (11) 2099-7773/7089

ir@totvs.com

ir.totvs.com

Chicago, Illinois, march 16th, 2016

TOTVS S.A.

Avenida Braz Leme, nº 1631
Sao Paulo, SP, Brazil
02511-000

Att: Mr. Gilsomar Maia Sebastião
Investor Relations Officer

By email: www.totvs.com.br/ir

TOTVS S.A. – Disclosure of Relevant Interest Disposal

Dear Sir,

1. Harris Associates L.P. (“Harris”) is a Delaware limited partnership.
2. Clients and accounts managed by Harris Associates L.P. sold common shares issued by Totvs.
3. In compliance with our disclosure obligation pursuant to paragraph 4th, Article 12 of Securities and Exchange Commission of Brazil (“CVM”) Instruction no. 358 dated January 3, 2002 (as amended, “CVM Instruction 358”), the complete information required thereunder is as follows:
 - i. **Harris’ Information:** Harris has its head office located at 111 South Wacker Drive, Suite 4600, Chicago, Illinois, 60606, USA;
 - ii. **Purpose:** Harris does not intend to change the controllership or the administrative structure of Totvs.
 - iii. **Consolidated position:** as of March 14th 2016, Harris’ clients holds, on a consolidated basis, 8,159,900 Totvs common shares; which altogether represents 4.99% of the common shares issued by TOTVS;
 - iv. **Other certain Totvs Securities:** We are not aware that Harris’ clients hold any other securities or derivative financial instruments related to Totvs shares. However, we understand that, even if they did, such would not be added to the consolidated position herein reported, as such was processed under our discretionary management solely.
 - v. **Voting Rights Agreements:** Aware of agreements that Harris has entered into with clients for the purpose of asset management, which, in general, allow Harris to exercise the voting rights ensured by the shares which compromise their portfolios, there is no other agreement entered into by Harris, on one side, and part or all of the clients which hold the consolidated position herein reported, on the other side, that will regulated any common action or similar agreement over voting rights and the right to buy and sell securities issued by Totvs.

Please proceed with the proper communication to CVM.

In case any clarification or information regarding this communication is necessary, please contact Kim Colwell, Senior Compliance officer at 1 312 646 3600 or e-mail: KCowell@harrisassoc.com.

Thank you in advance for you attention with this matter.

Regards,

Harris Associates L.P

Legal

Name: Kim Colwell

Position: Compliance Senior Officer

Legal Advisor in Brazil: Velloza & Giroto Advogados Associados