



TOTVS S.A.

Publicly-Held Company

Corporate Taxpayer's Identification (CNPJ) No. 53.113.791/0001-22

Company Registry (NIRE) No. 35.300.153.171

NOTICE TO THE MARKET

TOTVS S.A. (BM&FBOVESPA: TOTS3) ("Company") hereby informs its shareholders and the market the end of the dissent period on August 2, 2016, for the shareholders to exercise their withdrawal rights, in connection with the acquisition, by the Company, of the control of **Neolog Consultoria e Sistemas S.A.**, as approved by the Ordinary and Extraordinary Shareholders' Meeting held on April 26, 2016, with no shareholders having exercised their withdrawal rights. The Company also informs that the General Shareholders Meeting set forth in Article 137, § 3° of Law N° 6.404/76 shall not be called.

We remain at your disposal for any clarification deemed necessary.

São Paulo, August 4, 2016.

Gilsomar Maia Sebastião

Administrative and Financial Vice-President and
Investor Relations Officer

Investor Relations

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