

TOTVS S.A.
Corporate Taxpayer ID (CNPJ/MF): 53.113.791/0001-22
Company Registry (NIRE): 35.300.153.171

**SUMMARY OF THE DECISIONS TAKEN AT THE BOARD OF DIRECTORS
MEETING HELD ON DECEMBER 21, 2017, AT 9:00 A.M.**

Dear Sirs,

Please find below a summary of the decisions taken at the meeting of the Board of Directors of TOTVS S.A. (“Company”) held on December 21, 2017, at 9:00 a.m.:

- (1) Approval of the Company’s budget for fiscal year 2018, in accordance with Article 19, item (vii) of the Bylaws; and
- (2) Approval, pursuant to Article 19, item (xviii) of the Bylaws, of the declaration and payment of interest on equity to the Company’s shareholders, in the total amount of seventeen million, four hundred thirty-four thousand, three hundred twenty-nine reais and three centavos (**R\$17,434,329.03**), related to the second half of 2017, which is equivalent to **R\$0.106693479** per share and will be calculated towards the minimum mandatory dividends, in accordance with Article 34 of the Company’s Bylaws. All shareholders of record as of the base date December 27, 2017 will be entitled to receiving the interest on equity. Starting December 28, 2017, the shares of the Company will be traded “ex-interest on equity.” Interest on equity will be paid on May 9, 2018, without any inflation adjustment or remuneration from the date hereof through May 9, 2018.

We also inform that the minutes of said Board of Directors Meeting will be made available in the IPE system through the EmpresasNet System within seven (7) business days from this date.

Sincerely,

André Rizk – Secretary