

São Paulo, September 03, 2009 – TOTVS S.A. (BOVESPA: TOTS3), the absolute leader in the sale of integrated enterprise management software in Brazil and the largest company in Latin America in the small and medium enterprise segment, announces the acquisition of 20% of YMF ARQUITETURA FINANCEIRA NEGÓCIOS S.A. (“YMF”).

Established in 1993, YMF offers automation solutions for the entire investment cycle of financial institutions, covering portfolio management, reconciliation, SPB/SWIFT messaging systems, compliance and performance appraisals. Every day, its systems process more than R\$ 1.5 trillion in assets, distributed through 22,000 portfolios and 4,000 funds. YMF has over 100 clients, which include the largest asset managers, banks, custodian agents, hedge funds, pension funds, insurance companies and stock exchanges, making it the absolute leader in the Latin American capital markets.

In line with its segment-based approach, TOTVS has selected 11 strategically important segments that will be offered in the main regions where it operates. Financial Services is one of these 11 segments, besides being an important vertical that complements its ERP offering. The purposes of the acquisition and consolidation of YMF are (i) to reinforce TOTVS’ presence in a segment the Company believes to be strategic; and (ii) to permit the structuring of the segment’s offerings in order to promote strong growth in the financial segment in the coming years.

According to IDC’s Financial Insights study, the financial segment was responsible for 16% of Latin American IT investments in 2008, while the same institution’s 2008 Latin America Semiannual ERP Tracker put financial vertical growth at 34.1% in the region, higher than all the other verticals measured by the survey and among the top four in terms of expenses.

YMF recorded revenue of R\$45.3 million in 2008, R\$20.6 million of which in the first half. In the same period in 2009, revenue climbed 39.3% year-on-year to R\$28.7 million, while EBITDA stood at R\$8.6 million, with an EBITDA margin of 31.4%, up by 810 b.p.

TOTVS already held an 80% interest in YMF thanks to the corporate restructuring process with Datasul S.A. last year. With the acquisition of the remaining 20% for R\$19 million, YMF is now a wholly-owned TOTVS subsidiary. The transaction has a multiple of 5.7 times estimated 2009 EBITDA.

YMF’s operations will not be interrupted and will remain under the leadership of its founders, Yuri Ferber and Diether Müller, who have been in the investment management business since 1987 and who will also lead the Financial Services segment.

IR Contacts:**José Rogério Luiz**

EVP, CFO and IRD

Gilsomar Maia, Bruno Salem Brasil

Investor Relations

Phone: + 55 (11) 3981-7097

ir@totvs.comwww.totvs.com/ir**About TOTVS**

TOTVS is Latin America's largest developer of application software, the world's 8th biggest ERP developer and the leader in emerging markets. It is the absolute leader in Brazil, and the leader in the small and medium enterprises (SME) segment in Latin America. TOTVS was the first IT company in Latin America to go public, with its shares listed on the Novo Mercado segment of the São Paulo Stock Exchange (BOVESPA). Its ERP operations, represented by the products Datasul, Logix, Microsiga Protheus and RM, serve 23,700 customers and are complemented by a broad portfolio of vertical solutions, as well as value-added services such as consulting, infrastructure and BPO services. For more information, visit www.totvs.com.

This report contains forward-looking statements that are based on the beliefs and expectations of TOTVS management. The words "anticipate", "believe", "wish", "expect", "foresee", "intend", "plan", "predict", "project", and similar are intended to identify statements that, necessarily, involve known and unknown risks. Known risks include uncertainties that are not limited to the impact of price and product competitiveness, acceptance of products by the market, the market performance of the Company's products and those of its competitors, regulatory approval, currency fluctuations, supply and production difficulties and changes in product sales, among others. This report also contains certain pro forma statements, prepared by the Company exclusively for informational and reference purposes and are therefore unaudited. This report is updated to the present date and TOTVS is under no obligation to update it further to include new information and/or future occurrences.