

São Paulo, April 29, 2010 - TOTVS S.A. (BOVESPA: TOTS3), the leader in developing and marketing integrated enterprise management software and provision of related services in Brazil, hereby announces the sale of its subsidiary Soft Team Sistemas de Computação e Informática Ltda. ("Soft Team Sistemas") to Sonda do Brasil S.A. ("Sonda") for R\$9.5 million.

Soft Team, a company acquired by Datasul on July 25, 2007, focused on software solutions in the fiscal, tax and auditing areas for large companies (already covered by TOTVS's integrated management software), as well as Fiscal BPO (Business Process Outsourcing) services, that is not part of TOTVS's core business. Soft Team Sistemas' net revenue accounted for 0.67% of TOTVS's consolidated net revenue in 2009.

This transaction is part of the restructuring process in the Company's software portfolio. TOTVS affirms that it will continue to offer BPO services for HR routines.

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About TOTVS

TOTVS is Latin America's largest developer of application software, the world's 7th 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, Microsigla Protheus and RM, serve 25,200 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*.