



Vale, Dongkuk and CSP sign MOU

Rio de Janeiro, June 19, 2009 – Vale S.A. (Vale) informs that signed together with Dongkuk Steel Mill, Co, one of the largest steel producers in South Korea, and Companhia Siderúrgica do Pecém (CSP), a memorandum of understanding (MOU) with the Brazilian State of Ceará and the municipality of São Gonçalo do Amarante, State of Ceará, Brazil, relative to the construction of a steel slab plant with an initial production capacity of 3 million tons per year.

The estimated capex to be disbursed by CSP is US\$ 4 billion. Vale's investment has not been determined yet and it is subject to our Board of Directors approval, as disclosed in our 2008 annual report Form 20F filed with the U.S. Securities and Exchange Commission (SEC) on April 28, 2009.

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This press release may include declarations about Vale's expectations regarding future events or results. All declarations based upon future expectations, rather than historical facts, are subject to various risks and uncertainties. Vale cannot guarantee that such declarations will prove to be correct. These risks and uncertainties include factors related to the following: (a) the countries where Vale operates, mainly Brazil and Canada; (b) the global economy; (c) capital markets; (d) the mining and metals businesses and their dependence upon global industrial production, which is cyclical by nature; and (e) the high degree of global competition in the markets in which Vale operates. To obtain further information on factors that may give rise to results different from those forecast by Vale, please consult the reports filed with the Brazilian Comissão de Valores Mobiliários (CVM), the French Autorité des Marchés Financiers (AMF), and with the U.S. Securities and Exchange Commission (SEC), including Vale's most recent Annual Report on Form 20F and its reports on Form 6K.
