



## Vale pays first tranche of the 2010 dividend

Rio de Janeiro, April 14, 2010 – Vale S.A. (Vale) informs that its Board of Directors approved today the payment of the first installment of the 2010 dividend to shareholders amounting to US\$ 1,25 billion (R\$ 2,198,000,000.00 billion), equivalent to US\$ 0.239797835 (R\$ 0.421660513) per outstanding common or preferred share, to be made from April 30 onwards.

Vale's Executive Board proposal for the dividend to be paid to its shareholders in 2010, publicly disclosed on January 26, 2010, established a minimum amount for the year of US\$ 2.5 billion, equivalent to US\$ 0.479595670 per outstanding common or preferred share, to be paid in two installments, on April 30 and October 29, 2010. The dividend was proposed in accordance with Vale's dividend policy.

### Form of payment

The first dividend installment will be made as follows:

1. Distribution of R\$ 2,198,000,000.00 equivalent to R\$ 0.421660513 per outstanding common or preferred share, in the form of interest on capital.

The values were obtained from the conversion of the US dollar value into Brazilian reais using the exchange rate for the sale of US dollar (Ptax – option 5 code), as informed by the Central Bank of Brazil on April 13, 2010, of R\$ 1.7584 per US dollar, as announced on January 26, 2010.

2. The payment will be made as from April 30, 2010. A withholding income tax will be levied on the amount distributed as interest on capital, in accordance with prevailing tax code in Brazil.
3. The record date for Vale shares traded on the BM&F Bovespa is April 14, 2010. For Vale's American Depositary Receipts (ADRs) traded on the New York Stock Exchange –NYSE and Euronext Paris the record date will be April 19, 2010. All shareholders on these respective record dates will have the right to the dividend payment.
4. Vale shares will start trading ex-dividend at BM&F Bovespa, NYSE and Euronext Paris in April 15, 2010.

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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.

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