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Vale S.A.

(incorporated in Brazil as a Sociedade por Ações)

(Stock code: 6210 for Common Depositary Receipts)

(Stock code: 6230 for Class A Preferred Depositary Receipts)

Vale informs proposal of zero dividend for 2016

The following sets out the main text of the announcement published by Vale S.A. on January 28, 2016.

Chief Financial
and
Investor Relations Officer
of
Vale S.A.
Luciano Siani Pires

Hong Kong, January 28, 2016



Vale informs proposal of zero dividend for 2016

Rio de Janeiro, January 28, 2016 – Vale S.A. (Vale) announces that, in compliance with its dividend policy and due to price volatility in mineral commodities, the Executive Board has approved and will submit to the Board of Directors a proposal for a minimum dividend equal to zero for 2016.

As the year progresses and we have more clarity on the market scenario, the Board of Directors may decide on the distribution of some remuneration to shareholders, provided that there is sufficient cash flow generation.

In addition, in order to better align Vale's dividend policy with the current environment of commodity prices uncertainty, the Executive Board will submit to the Board of Directors a proposal to revise the current dividend policy. If approved by the Board of Directors, the implementation of the proposal will be subject to approval at Vale's April 2016 General Shareholders Meeting.

The new policy will be compliant with corporate legislation and with the economic rights guaranteed by the company's by-laws.

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