

Alcoa Second Quarter 2017 Earnings Release

Alumina Limited (ASX: AWC) notes Alcoa Corp's ("Alcoa") quarterly earnings release. To assist readers in understanding relevant market, operational and commercial matters of the AWAC joint venture, selected information from the Alcoa Bauxite and Alumina Segment results and other market data are attached.

Alumina Limited's CEO, Mike Ferraro, commented, "The benefit of restructuring the AWAC portfolio to focus on low cost refinery assets and increasing third party bauxite sales is evident in the strong second quarter performance of the bauxite and alumina segments, despite a significant fall in alumina pricing and higher caustic soda prices."

AWAC's production of alumina was 3.1 million tonnes. Bauxite production from wholly owned mines and equity interests was 10.4 million bone dry tonnes.

Since 1 January 2017 Alumina Limited received US\$127.9 million of dividends, distributions and capital returns, net of contributions, from AWAC, of which US\$50.2 million was paid to shareholders as part of the 2016 final dividend. These receipts include payment of 50% of 2Q net income in July 2017 but do not include a distribution of excess cash for the same period.

Alumina Limited's net debt was approximately US\$90.2 million at the end of June 2017.

About AWAC & Alcoa's Earnings Release

Alumina Limited owns 40% of each of the AWAC entities, which form a part of the Alcoa bauxite & alumina business segments. The Alcoa aluminum business segment includes the AWAC Point Henry smelting (closed 1 August 2014) and Portland smelting operations. The Afobaka power station and Anglesea power station operations (closed 31 August 2015) are included in Transformation & legacy pension/OPEB. Therefore, the AWAC results cannot be directly inferred from the Alcoa earnings release. Further, unlike Alumina Limited, Alcoa reports under US GAAP. All figures displayed are in US dollars unless otherwise shown.

Forward-looking statements

Neither Alumina nor any other person warrants or guarantees the future performance of Alumina or any return on any investment made in Alumina securities. This document may contain certain forward-looking statements, including forward-looking statements within the meaning of the US Private Securities Litigation Reform Act of 1995. The words "anticipate", "aim", "believe", "expect", "project", "estimate", "forecast", "intend", "likely", "should", "could", "will", "may", "target", "plan" and other similar expressions (including indications of "objectives") are intended to identify forward-looking statements. Indications of, and guidance on, future financial position and performance and distributions, and statements regarding Alumina's future developments and the market outlook, are also forward-looking statements.

Any forward-looking statements contained in this document are not guarantees of future performance. Such forward-looking statements involve known and unknown risks, uncertainties and other factors, many of which are beyond the control of Alumina and its directors, officers, employees and agents that may cause actual results to differ materially from those expressed or implied in such statements. Those risks, uncertainties and other factors include (without limitation): (a) material adverse changes in global economic conditions, alumina or aluminium industry conditions or the markets served by AWAC; (b) changes in production or development costs, production levels or sales agreements; (c) changes in laws, regulations or policies; (d) changes in alumina or aluminium prices or currency exchange rates; (e) Alumina Limited does not hold a majority interest in AWAC and decisions made by majority vote may not be in the best interests of Alumina Limited; and (f) the other risk factors summarised in Alumina's Annual Report 2016. Readers should not place undue reliance on forward-looking statements. Except as required by law, Alumina disclaims any responsibility to update or revise any forward-looking statements to reflect any new information or any change in the events, conditions or circumstances on which a statement is based or to which it relates.



Colin Hendry
Assistant Company Secretary

For investor enquiries:

Chris Thiris
Chief Financial Officer
Phone: +61 3 8699 2607
chris.thiris@aluminalimited.com

Charles Smitheram
Manager – Treasury & Investor Relations
Phone: +61 3 8699 2613
charles.smitheram@aluminalimited.com

For media enquiries:

Tim Duncan
Hinton and Associates
Phone: +61 3 9600 1979
Mobile: +61 408 441 122



Alumina Limited

- **Alcoa Corp's 2Q 2017 Bauxite and Alumina Segments highlights**
- **Market data on commodity prices**

20 July 2017

Disclaimer



Summary Information

This Presentation contains summary information about the current activities of Alumina Limited (ACN 004 820 419) (**Alumina**) and its subsidiaries as at the date of this Presentation. The information in this Presentation should not be considered to be comprehensive nor to comprise all the information that a reader may require in order to make an investment decision regarding Alumina securities. This Presentation should be read in conjunction with Alumina's other periodic and continuous disclosure announcements lodged with the ASX, which are available at www.asx.com.au.

No Offer, Recommendation or Advice

This Presentation is for information purposes only and is not a prospectus, product disclosure statement or other disclosure or offering document under Australian or any other law. It does not constitute an offer, invitation or recommendation to acquire Alumina securities in any jurisdiction and neither this Presentation nor anything contained in it will form the basis of any contract or commitment.

The information contained in this Presentation is not financial product advice, or any other advice, and has been prepared without taking into account any reader's investment objectives, financial circumstances or particular needs.

Forward-Looking Statements

Neither Alumina nor any other person warrants or guarantees the future performance of Alumina or any return on any investment made in Alumina securities. This Presentation may contain certain forward-looking statements, including forward-looking statements within the meaning of the US Private Securities Litigation Reform Act of 1995. The words "anticipate", "aim", "believe", "expect", "project", "estimate", "forecast", "intend", "likely", "should", "could", "will", "may", "target", "plan" and other similar expressions (including indications of "objectives") are intended to identify forward-looking statements. Indications of, and guidance on, future financial position and performance and distributions, and statements regarding Alumina's future developments and the market outlook, are also forward-looking statements.

Any forward-looking statements contained in this document are not guarantees of future performance. Such forward-looking statements involve known and unknown risks, uncertainties and other factors, many of which are beyond the control of Alumina and its directors, officers, employees and agents that may cause actual results to differ materially from those expressed or implied in such statements. Those risks, uncertainties and other factors include (without limitation): (a) material adverse changes in global economic conditions, alumina or aluminium industry conditions or the markets served by AWAC; (b) changes in production or development costs, production levels or sales agreements; (c) changes in laws, regulations or policies; (d) changes in alumina or aluminium prices or currency exchange rates; (e) Alumina Limited does not hold a majority interest in AWAC and decisions made by majority vote may not be in the best interests of Alumina Limited; and (f) the other risk factors summarised in Alumina's Annual Report 2015. Readers should not place undue reliance on forward-looking statements. Except as required by law, Alumina disclaims any responsibility to update or revise any forward-looking statements to reflect any new information or any change in the events, conditions or circumstances on which a statement is based or to which it relates.

Key Risks

Certain key risks that may affect Alumina, its financial and operating performance and the accuracy of any forward-looking statements contained in this Presentation include (without limitation): (a) material adverse changes in global economic conditions, alumina or aluminium industry conditions or the markets served by AWAC; (b) changes in production or development costs, production levels or sales agreements; (c) changes in laws, regulations or policies; (d) changes in alumina or aluminium prices or currency exchange rates; (e) Alumina Limited does not hold a majority interest in AWAC and decisions made by majority vote may not be in the best interests of Alumina Limited; and (f) the other risk factors summarised in Alumina's Annual Report 2016.

Past Performance

Past performance information contained in this Presentation is given for illustrative purposes only and should not be relied upon as (and is not) an indication of future performance.

No Liability

The information contained in this Presentation has been prepared in good faith and with due care but no representation or warranty, express or implied, is provided as to the currency, accuracy, reliability or completeness of that information.

To the maximum extent permitted by law, Alumina and its directors, officers, employees and agents, and any other person involved in the preparation of this Presentation, exclude and disclaim all liability for any expenses, losses or costs incurred by any person arising out of or in connection with the information contained in this Presentation being inaccurate or incomplete in any way for any reason, whether by negligence or otherwise.

Alcoa Corp's Bauxite and Alumina Segment highlights



Description	2Q 2017	1Q 2017	Selected Highlights
Adjusted EBITDA Total: <i>comprising</i> - Bauxite Segment - Alumina Segment	\$325m \$98m \$227m	\$407m \$110m \$297m	<ul style="list-style-type: none"> Bauxite impacted by lower production and higher maintenance costs Alumina negatively impacted by 11% fall in API offset by higher sales volumes and favourable currency movements
Adjusted EBITDA Margin: - Bauxite Segment - Alumina Segment	34.0% 20.0%	38.1% 27.1%	<ul style="list-style-type: none"> Margins include intersegment transfer prices

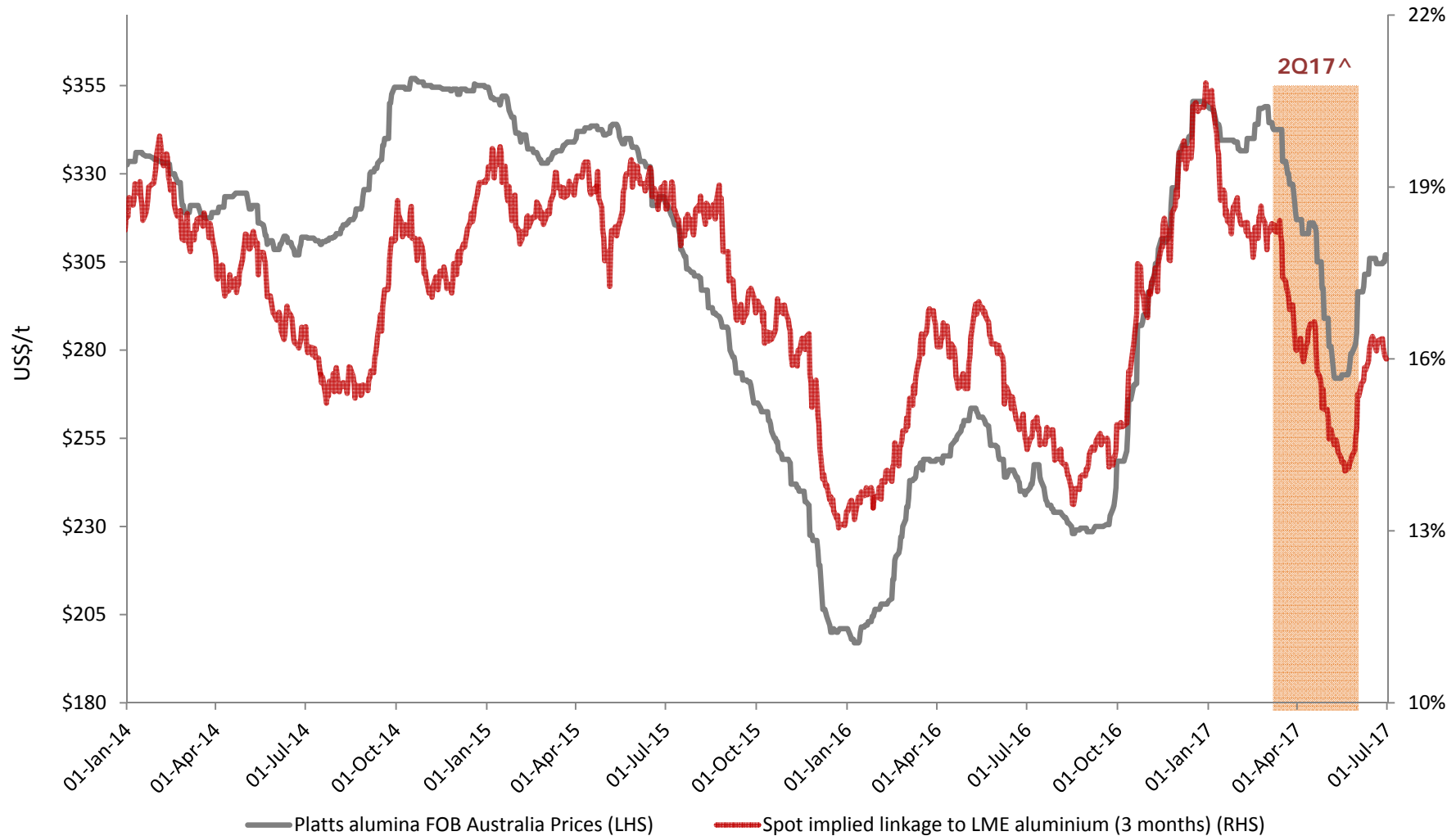
Important Notes:

- Numerical information above is sourced from, and should be read in conjunction with, Alcoa Corp's quarterly earnings releases and presentations and relates to the Alcoa Corp Bauxite and Alumina Segments.
- The Alcoa Corp Bauxite and Alumina Segments include mining and refining operations at Pocos de Caldas, an additional 15% interest in the Sao Luis refinery and an additional interest in MRN which are not part of AWAC. AWAC accounted for 3.1 mt of the 3.3 mt of alumina produced by the Alcoa Corp Alumina Segment in 2Q 2017. AWAC's interest in the Portland smelter is included in the Alcoa Corp Aluminum Segment and the interest in Afobaka hydro-electric station is included in Transformation & legacy pension/OPEB.
- Adjusted EBITDA is a non-GAAP financial measure derived from Alcoa's consolidated financial information. Alcoa Corp's financial statements are prepared in accordance with US GAAP. The definition of Adjusted EBITDA and reconciliations to the most directly comparable GAAP financial measure can be found in the schedules to Alcoa Corp's earnings release.

Sources: Alcoa Corp 2Q 2017 Results Announcements and 2Q 2017 Earnings Conference presentations

Commodity prices in this slide pack are based on published market prices and may not equate to actual pricing under AWAC contracts

Spot alumina & implied linkage



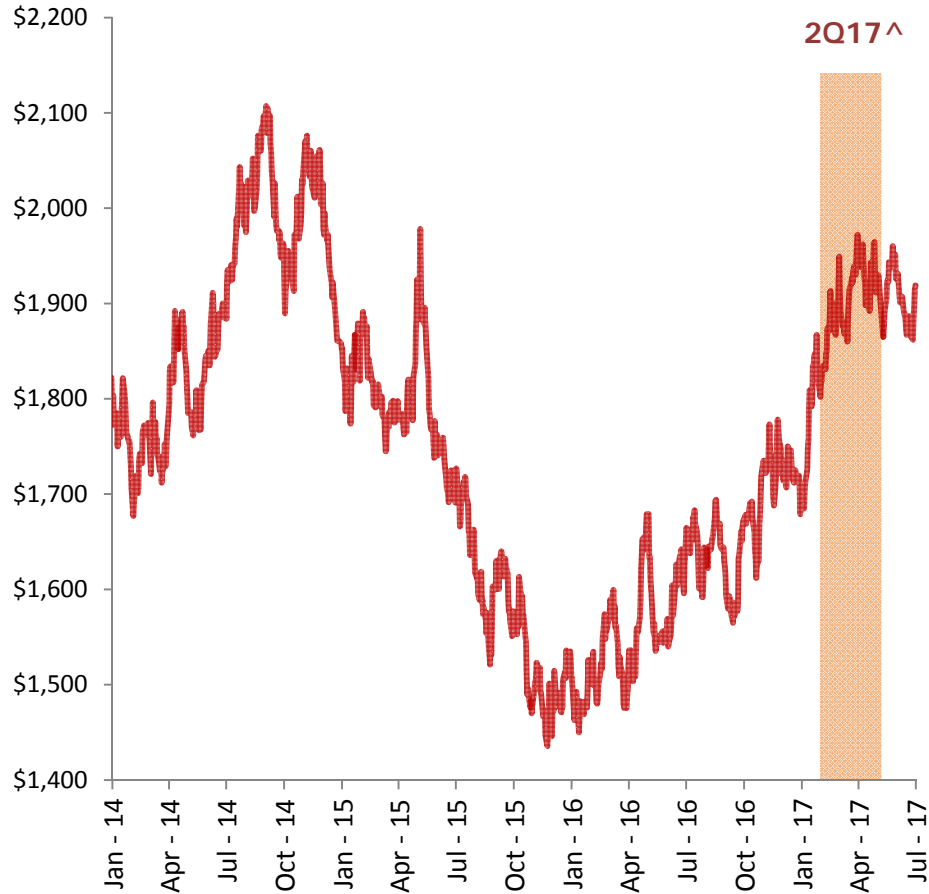
^ Indicative pricing relevant to 2017 alumina sales due to 1-month lag

Sources: Alumina: Platts, July 2017 LME Aluminium: Thomson Reuters, July 2017

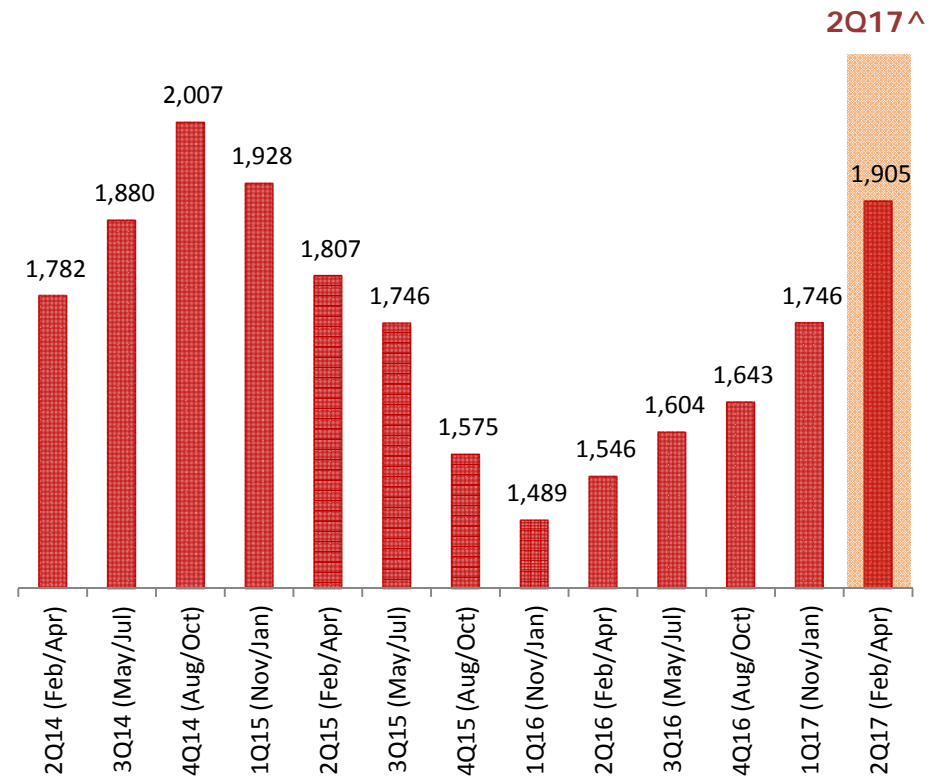
Commodity prices in this slide pack are based on published market prices and may not equate to actual pricing under AWAC contracts

LME aluminium prices (3-month)

Daily (US\$/t)



Quarter average (lagged, US\$/t)

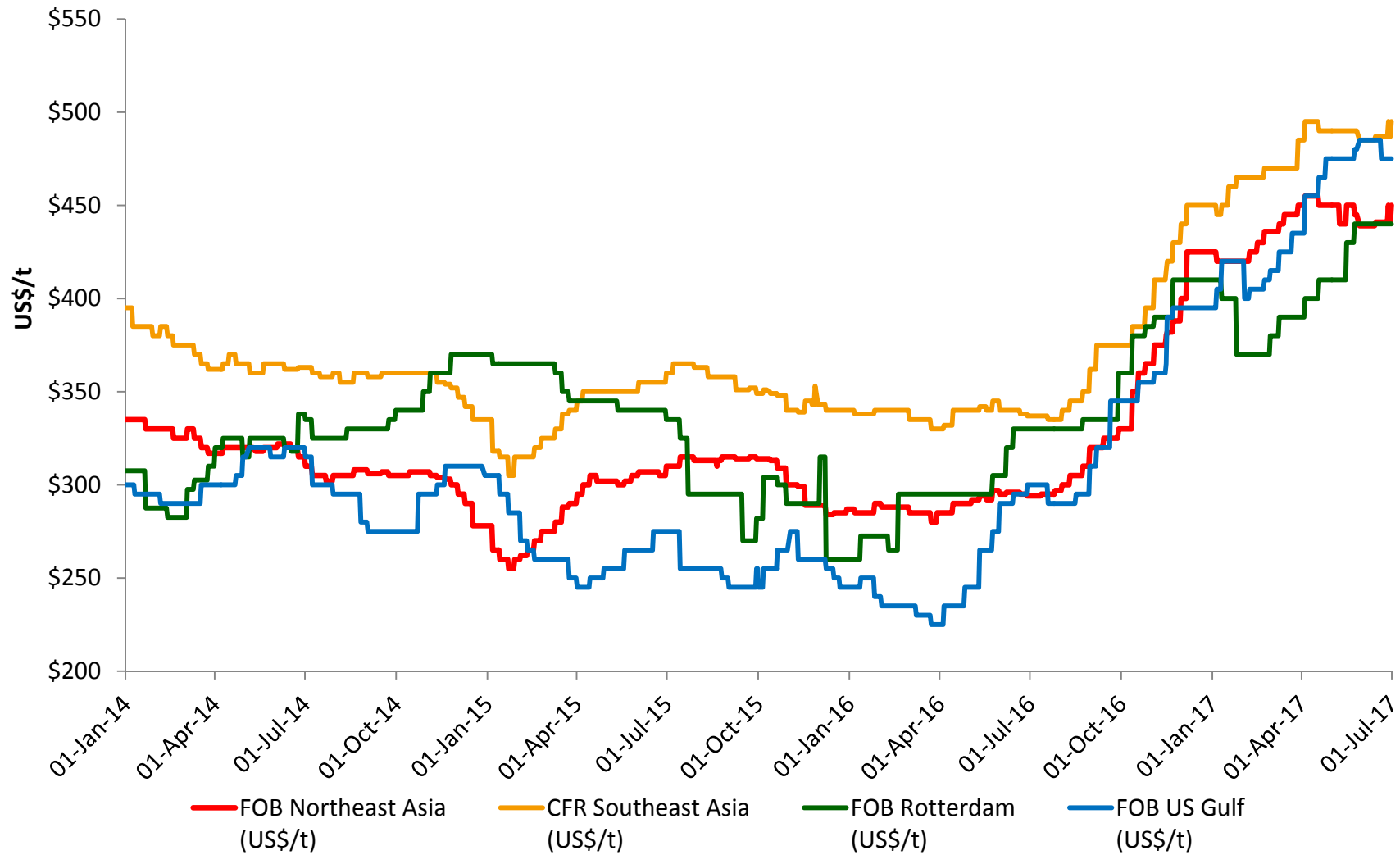


^ Indicative pricing relevant to 2Q17 alumina sales due to 2-month lag

Sources: Thomson Reuters, July 2017

Commodity prices in this slide pack are based on published market prices and may not equate to actual pricing under AWAC contracts

Caustic Soda



Source: Platts, July 2017

Commodity prices in this slide pack are based on published market prices and may not equate to actual pricing under AWAC contracts