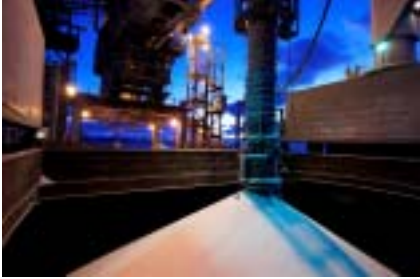


<p>As at 31 December 2006</p>	<p>ASX Code/NYSE ticker code: AWC GICS Industry Group: Materials</p>												
<p>52 week Stock Price Range: Ordinary Shares - A\$5.83 – A\$8.15 ADRs - US\$17.51 - US\$25.04 Market capitalisation (A\$ billion) A\$7.5 billion</p>	<p>Alumina Limited is a leading Australian company listed on the ASX and the NYSE. Our strategy is to invest world-wide in bauxite mining, alumina refining and selected aluminium smelting operations through our 40% ownership of Alcoa World Alumina & Chemicals (AWAC), the world's largest alumina business with a production capacity exceeding 14 million tonnes per annum. Our partner, Alcoa, owns 60% of AWAC, and is the manager.</p>												
<p>Dividend yield(%): 3.5 Standard & Poors Credit Rating: 'A-stable' Investor Relations Contact: Ken Dean CFO Phone: +61 (3)8699-2600 Fax: +61 (3)8699-2699 Ken.dean@aluminalimited.com</p>													
<p>Performance highlights -12 months ending 31 December 2006</p> <ul style="list-style-type: none"> • Net Profit after Tax up 62% to \$511M • Underlying earnings after tax up 72% to \$569M • Return on Equity 29% (32% on Underlying Earnings) • Record AWAC annual alumina production of 14.3M tonnes • Basic EPS 43.8 cents (2005: 27.1) • Dividends per share 22 cents • Net cash inflow from operating activities was \$497M (2005: \$72M) 	<p>The image above shows alumina being loaded on a bulk carrier for shipping to a smelter. AWAC's operations span five continents. The globally connected system strategically positions AWAC to supply alumina to the world smelting markets, with options to expand low-cost production facilities in the future.</p> <p>AWAC has interests in 8 alumina refineries and 8 bauxite mines and also operates two low-cost aluminium smelters in Victoria, Australia.</p>  <table border="1"> <caption>AWAC ALUMINA PRODUCTION (MILLION TONNES)</caption> <thead> <tr> <th>Year</th> <th>Production (Million Tonnes)</th> </tr> </thead> <tbody> <tr> <td>2002</td> <td>~10.5</td> </tr> <tr> <td>2003</td> <td>~11.5</td> </tr> <tr> <td>2004</td> <td>~12.5</td> </tr> <tr> <td>2005</td> <td>~13.5</td> </tr> <tr> <td>2006</td> <td>~14.3</td> </tr> </tbody> </table>	Year	Production (Million Tonnes)	2002	~10.5	2003	~11.5	2004	~12.5	2005	~13.5	2006	~14.3
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Profitable expansion to supply forecast growth in global aluminium market demand means that AWAC provides the greatest potential to meet Alumina Limited's objectives of providing long-term capital growth and substantial dividends to shareholders.

AWAC alumina refinery expansions:

- 657,000 metric tonnes per year (mtpy) efficiency upgrade of the Pinjarra alumina refinery in Western Australia completed in 2006.
- 146,000 mtpy first phase expansion of the Jamalco alumina refinery at Jamaica will be completed in early 2007.
- Construction has commenced on the 2.1 million expansion of the Alumar alumina refinery (AWAC's share 54%) in Brazil.
- Construction of a new 2.6 million mtpy mine at Juruti located near the Alumar refinery has commenced.

Both Brazil projects are planned for commissioning during 2008.

Strategy for Shareholders

- Provide long-term capital growth and substantial return on investment for shareholders.
- Generate profitable growth from planned and sustainable expansion of the AWAC enterprise
- Invest cash in high-return opportunities in AWAC or return cash to shareholders

Disclaimer: Some statements in this public announcement are forward-looking statements within the meaning of the US Private Securities Litigation Reform Act of 1995. Forward-looking statements also include those containing such words as 'anticipate', 'estimates', 'should', 'will', 'expects', 'plans' or similar expressions. Forward-looking statements involve risks and uncertainties that may cause actual outcomes to be different from the forward-looking statements. Important factors that could cause actual results to differ from the forward-looking statements include: (a) material adverse changes in global economic, alumina or aluminium industry conditions and the markets served by AWAC; (b) changes in production and development costs and production levels or to sales agreements; (c) changes in laws or regulations or policies; (d) changes in alumina and aluminium prices and currency exchange rates; and (e) the other risk factors summarised in Alumina's Form 20-F for the year ended 31 December 2005.