

To: The Manager
Announcements
Company Announcements Office
Australian Stock Exchange



Public Announcement 2010 – 30AWC

ALUMINA FINANCE LIMITED SETTLEMENT OF REPURCHASE FOR CASH OF ITS OUTSTANDING US\$350,000,000 2.00 PER CENT CONVERTIBLE BONDS DUE 2013 (XS0364556919) CONVERTIBLE INTO ORDINARY SHARES OF ALUMINA LIMITED (THE BONDS)

Alumina Limited refers to the Bonds, which are listed on Singapore Exchange Securities Trading Limited.

Alumina previously announced on 2 December 2010 the intention of Alumina Finance Limited to repurchase the outstanding \$296,000,000 of Bonds and invited certain holders of the Bonds (the **Bondholders**) to tender any or all of their Bonds for repurchase by Alumina Finance Limited for cash (the **Offer**) upon the terms and subject to the conditions set forth in the tender offer memorandum dated 2 December 2010 (the **Tender Offer Memorandum**). On 20 December 2010, Alumina Limited announced the results of the Offer and that settlement would take place on 21 December 2010 (the **Settlement Date**). Terms defined in the Tender Offer Memorandum shall have the same meaning when used in this announcement.

Alumina Limited wishes to inform the Bondholders that:

- (a) settlement in respect of the Offer occurred on the Settlement Date:
- (b) pursuant to the Offer, Alumina Finance Limited repurchased Bonds having an aggregate nominal amount of US\$128,420,000 (the **Repurchased Bonds**);
- (c) the aggregate cash consideration paid on the Settlement Date by Alumina for the Repurchased Bonds (excluding Accrued Interest) was US\$128,420,000. The aggregate amount of Accrued Interest paid on the Settlement Date by Alumina Finance Limited in respect of the Repurchased Bonds was US\$256,840.00. The aggregate consideration (including Accrued Interest) paid on the Settlement Date by Alumina Finance Limited for the repurchase of the Repurchased Bonds was US\$128,676,840.00; and
- (d) following cancellation of the Repurchased Bonds on the Settlement Date, the aggregate nominal amount of the Bonds remaining outstanding is US\$167,580,000.

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This announcement does not constitute an offer to buy, or a solicitation of an offer to sell, any Bonds and no such offer, solicitation, purchase or sale shall be made in any jurisdiction in which such offer, solicitation, purchase or sale would be unlawful.

The Bonds have not been registered under the Securities Act or the securities laws of any state of the United States or other jurisdiction.

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Stephen Foster
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22 December 2010

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