

ASX Announcement

12 December 2023

Update on San Ciprian Refinery

Alumina Limited (ASX: AWC) notes Alcoa Corp's ("Alcoa") announcement that, as part of a planned series of meetings with key stakeholders, its representatives will be meeting this week with representatives of the national and regional authorities in Spain to discuss financial losses at the San Ciprian complex, which consists of an alumina refinery and an aluminium smelter.

AWAC owns 100% of the San Ciprian refinery. Alcoa owns 100% of the San Ciprian smelter, which is co-located in the same complex.

The San Ciprian refinery in Spain has faced significant cost pressures, especially from heightened cost of gas supply since the start of the Ukraine War in early 2022. The refinery has been operating at approximately 50% of capacity since 3Q22, but it remains loss making at current gas prices.

AWC supports Alcoa's efforts to take action at the San Ciprian refinery to further reduce these losses and to work towards a long-term solution.

This ASX announcement was approved and authorised for release by Mike Ferraro, Chief Executive Officer.

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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 aluminium business segment includes the AWAC Portland smelting operations. Any closed operations 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 Limited nor any other person warrants or guarantees the future performance of Alumina Limited or any return on any investment made in Alumina Limited 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 Limited'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 Limited 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, policies or regulatory decision making; (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 Limited's Annual Report 2022. Readers should not place undue reliance on forward-looking statements. Except as required by law, Alumina Limited 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. AWAC is currently facing increased risks and uncertainty in relation to its regulatory permit and approval processes in Western Australia. The permitting and approval rules are complex, may change over time, and are impacted by heightened levels of regulatory oversight and stakeholder focus on addressing environmental and social impacts of mining activities. Failure to obtain, maintain, or renew permits; restrictions or conditions imposed through the process or on approvals and permits obtained; and/or ongoing delays in approval or permitting processes may: delay, impede or prevent commencing, continuing or expanding mining and/or refining operations and further impact the quality and/or availability of the bauxite AWAC is able to mine, potentially having a materially adverse impact on AWAC.



FOR IMMEDIATE RELEASE

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Alcoa engages with Spanish government regarding San Ciprián complex

PITTSBURGH, December 11, 2023 – As part of a planned series of meetings with key stakeholders, representatives of the Spanish operating subsidiaries of Alcoa Corporation (NYSE: AA) will be meeting this week with representatives of the national and regional authorities in Spain to discuss financial losses at the San Ciprián complex, which consists of an alumina refinery and an aluminum smelter.

The San Ciprián smelter was curtailed in January 2022 as a result of an agreement with the workers' representatives in December 2021. In February 2023, Alcoa agreed to a phased restart of the aluminum smelter to begin in January of 2024 via an amended Viability Agreement. The refinery has been operating at 50 percent of its capacity since the third quarter of 2022 to mitigate losses. The economics for both the smelter and the refinery have continued to worsen.

Since the smelter's curtailment, the long-term cost for energy remains uncompetitive while the permitting and development of alternative energy supplies, supported by Alcoa's signed power purchase agreements, have been delayed. Also, the Company has experienced market challenges that include the impact from the slowdown in Europe and lower sales prices. Despite this, the Company continued to comply with the terms of the Viability Agreement, investing \$65 million toward those obligations in 2023.

"We've been working to abide by all of the commitments contained in the Viability Agreement, including making capital investments, but the current situation remains severely challenged," said Alcoa President and CEO William Oplinger. "We are resolved to continue conversations with the government and workers' representatives in a collaborative manner as we look to a long-term solution."

When the original and amended Viability Agreements were signed, Alcoa had sufficient funding to honor all its commitments. Based on current and foreseeable economic conditions, however, solutions are needed for the long term to deal with the unsustainable business conditions at the San Ciprián operations.

The Company is asking the regional and national governments to identify all potential forms of relief and work collaboratively on a long-term solution.

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About Alcoa Corporation

Alcoa (NYSE: AA) is a global industry leader in bauxite, alumina and aluminum products with a vision to reinvent the aluminum industry for a sustainable future. With a values-based approach that encompasses integrity, operating excellence, care for people and courageous leadership, our purpose is to Turn Raw Potential into Real Progress. Since developing the process that made aluminum an affordable and vital part of modern life, our talented Alcoans have developed breakthrough innovations and best practices that have led to greater efficiency, safety, sustainability and stronger communities wherever we operate.

Dissemination of Company Information

Alcoa intends to make future announcements regarding company developments and financial performance through its website, www.alcoa.com, as well as through press releases, filings with the Securities and Exchange Commission, conference calls and webcasts. The Company does not incorporate the information contained on, or accessible through, its corporate website into this press release.

Forward-Looking Statements

This press release contains statements that relate to future events and expectations, and as such constitute forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. Forward-looking statements include those containing such words as “aim,” “ambition,” “anticipates,” “believes,” “could,” “develop,” “endeavors,” “estimates,” “expects,” “forecasts,” “goal,” “intends,” “may,” “outlook,” “plans,” “potential,” “projects,” “reach,” “seeks,” “sees,” “should,” “targets,” “will,” “working,” “would,” or other words of similar meaning. All statements by Alcoa Corporation that reflect expectations, assumptions or projections about the future, other than statements of historical fact, are forward-looking statements. Forward-looking statements are not guarantees of future performance and are subject to known and unknown risks, uncertainties, and changes in circumstances that are difficult to predict. Although Alcoa Corporation believes that the expectations reflected in any forward-looking statements are based on reasonable assumptions, it can give no assurance that these expectations will be attained, and it is possible that actual results may differ materially from those indicated by these forward-looking statements due to a variety of risks and uncertainties. Additional information concerning factors that could cause actual results to differ materially from those projected in the forward-looking statements is contained in Alcoa Corporation’s filings with the Securities and Exchange Commission. Alcoa Corporation disclaims any obligation to update publicly any forward-looking statements, whether in response to new information, future events or otherwise, except as required by applicable law.

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