



ALUMINA
LIMITED

MERRILL LYNCH

GLOBAL METALS & MINING CONFERENCE

8-10 MAY 2007

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> Some statements in this release 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

> OUR DIRECTION IS CLEAR . . .

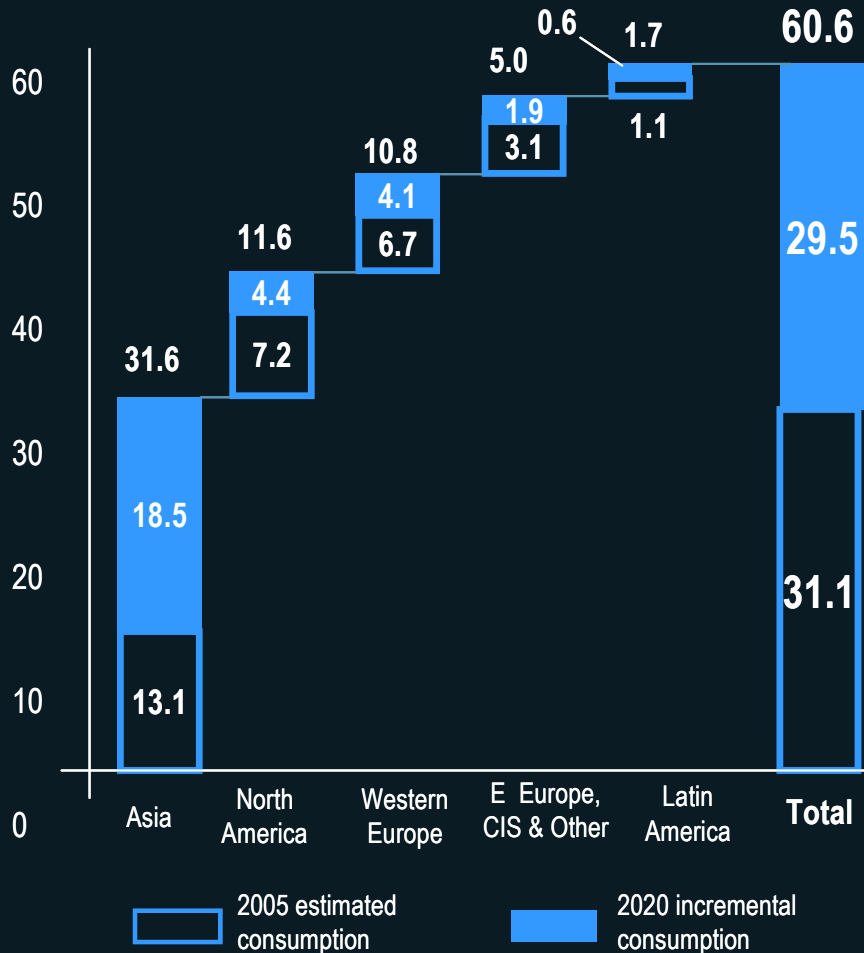
- > Positive long term fundamentals for aluminium and alumina industries
- > AWAC is growing:
 - > to capture long-term contracted demand
 - > by adding low cost capacity
- > Alumina Limited provides quality exposure to industry upside

> POSITIVE LONG-RUN FUNDAMENTALS

- > Aluminium and alumina consumption forecast to double by 2020
- > Supply growth required ~ 3x growth rate in past 20 years
- > Cost pressures support higher long-term average prices
- > AWAC well positioned to respond by adding low cost bauxite & alumina capacity

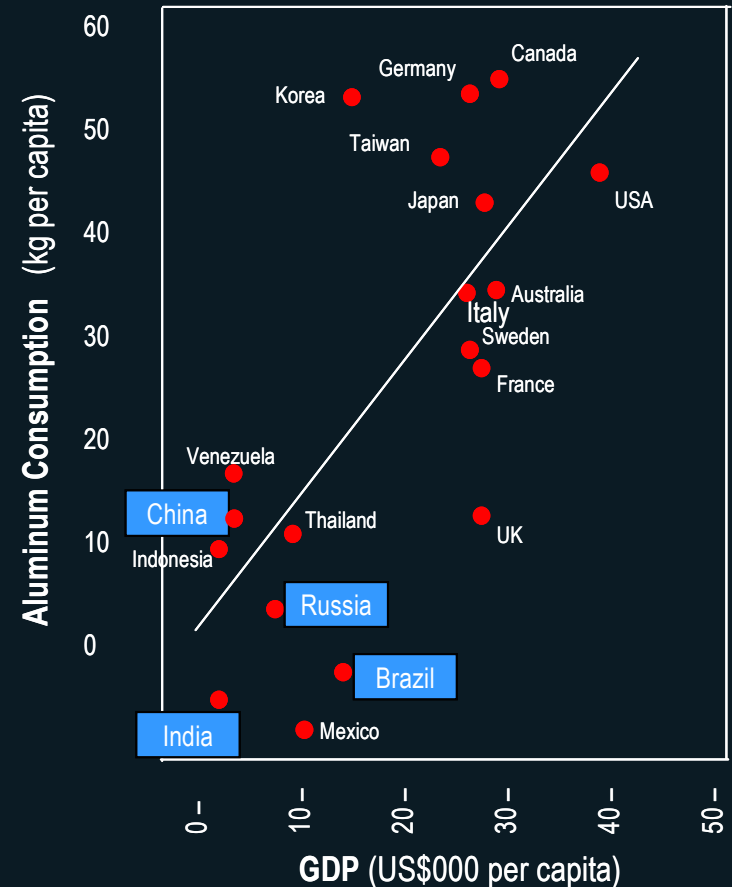
> ALUMINIUM CONSUMPTION TO DOUBLE BY 2020 . . .

Projected 2020 World Aluminum Consumption
(M Tonnes)



Source: McKinsey

Aluminum Consumption vs. GDP Per Capita



> . . . REQUIRES UNPRECEDENTED CAPACITY GROWTH . . .

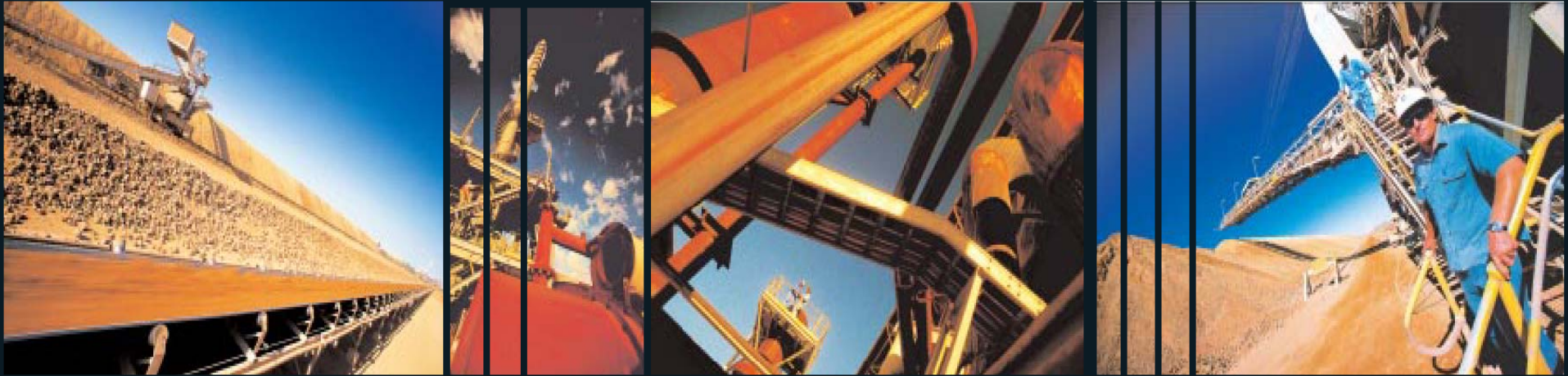
- > 2020 forecast requires global capacity to increase from 34mtpa to 61mtpa

Every year:

- > 2mt more Aluminium (6 new smelters @300ktpa)
- > 4mt more alumina
- > 8mt more bauxite
- > Chinese capacity increase in context
 - > capacity must increase >1.2mtpa to keep pace with forecast growth in domestic demand
 - > policy discourages export of energy rich exports, including aluminium

> . . . SUPPORTS A POSITIVE OUTLOOK FOR LONG TERM PRICES

- > A new world order on energy
 - > Increasing impact of carbon
 - > Lifting the cost curve for alumina/aluminium
 - > Smelters migrating to stranded power sources
 - > Aluminium in demand for lightweighting, etc
- > Construction cost of new builds
 - > Current pressure point, pushing clearing costs higher
- > Financial returns on higher investment base



A W A C

A GLOBALLY CONNECTED SYSTEM

AWAC - PORTFOLIO OF LONG LIFE ASSETS



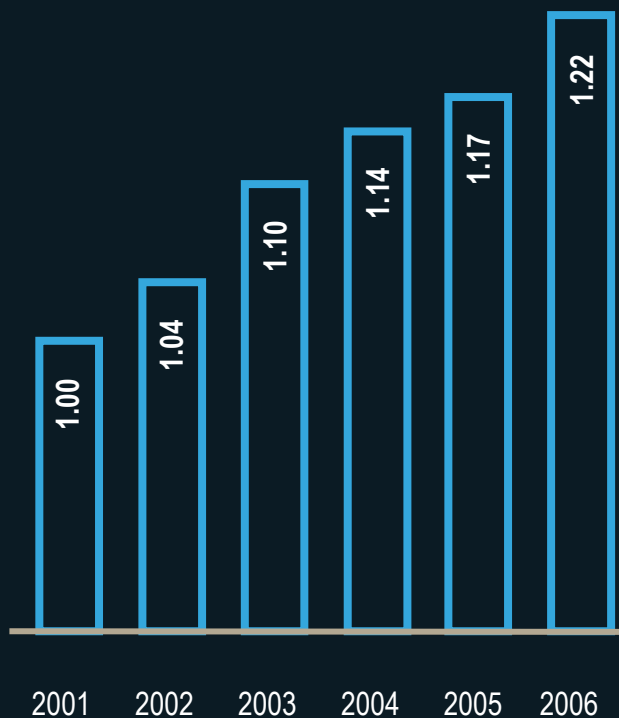
- Approx 20% of global refining capacity
- Long life, quality bauxite resources
- Low operating cost
- Production close to major markets
- Long term supply contracts with blue chip customers

> AWAC - ADDING LOW COST CAPACITY

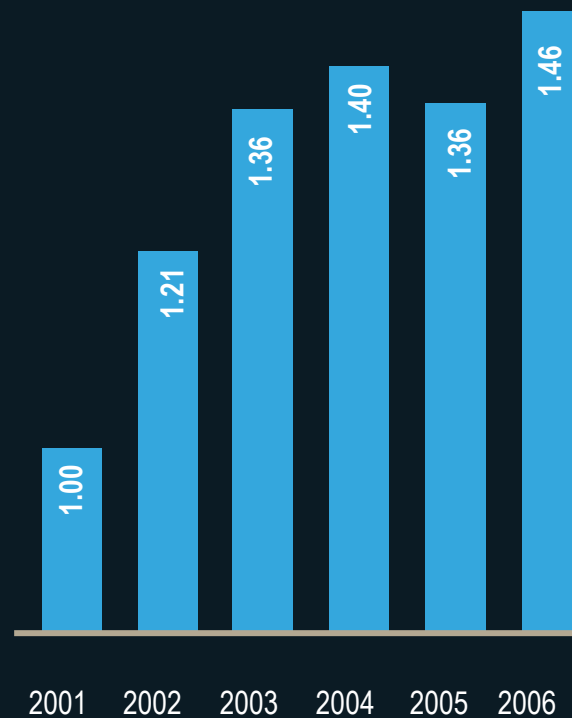
- > AWAC has added 1.5mtpa refining capacity in past 3 years
- > Low risk, profitable brownfield expansion opportunities
- > Adds capacity at reduced operating cost
- > Supplies long term demand growth of contracted customers

> AWAC - COST-ADVANTAGED ASSETS

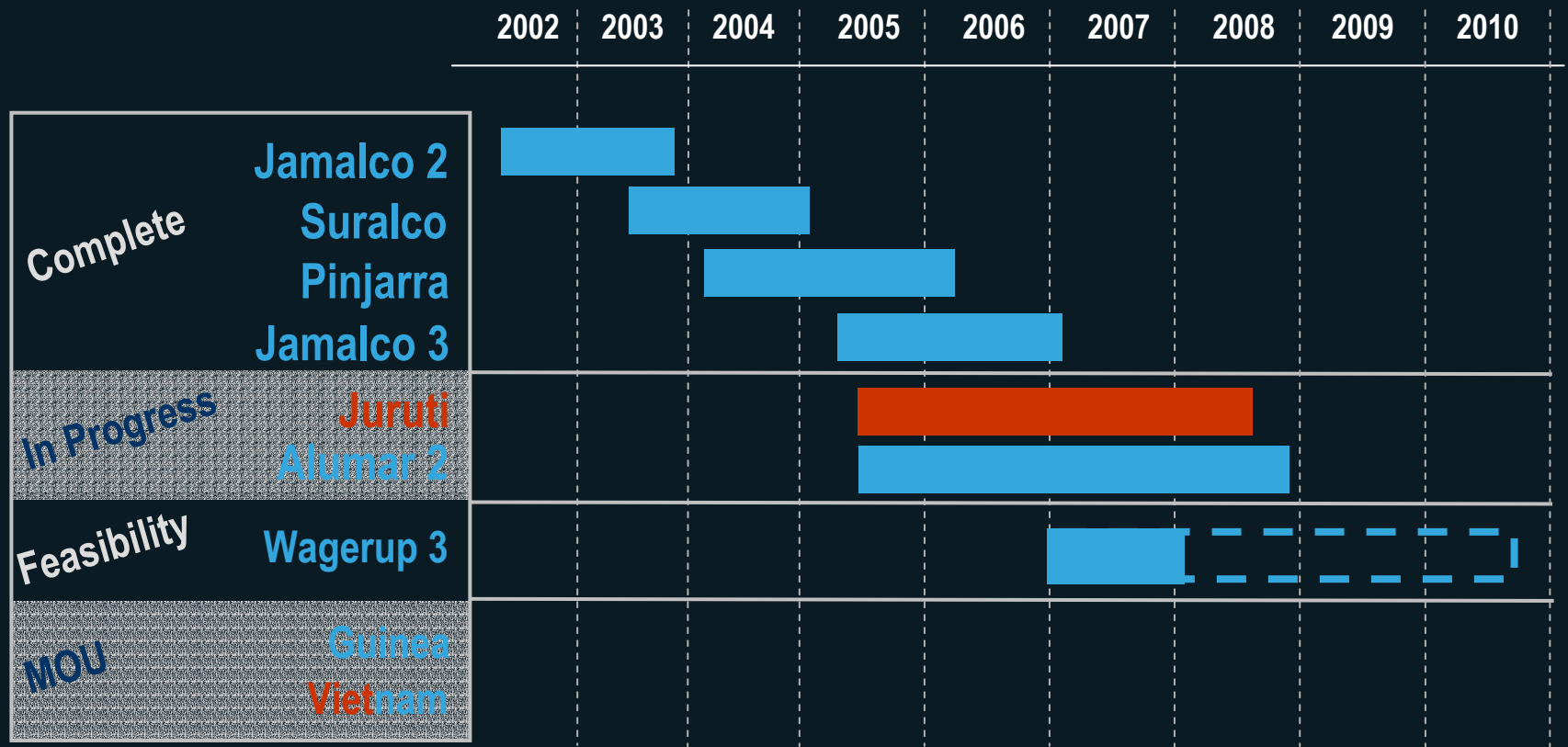
Refining Production Growth



Refining Productivity Improvement

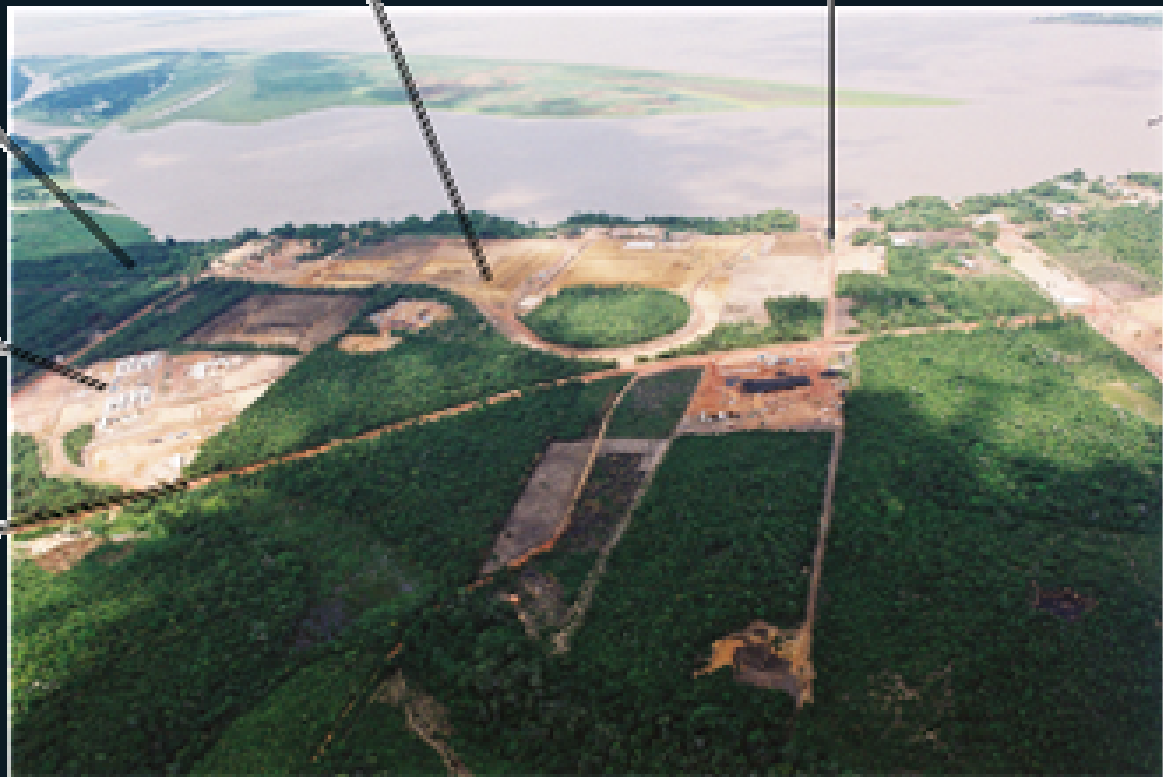
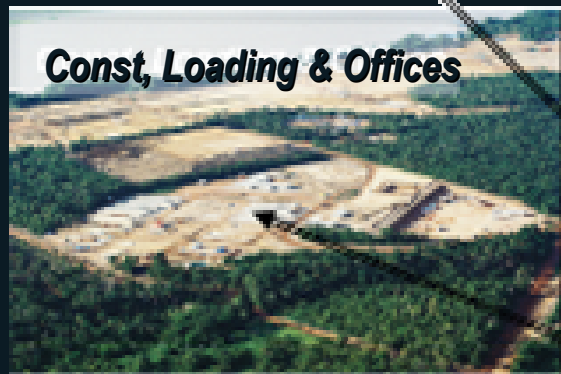
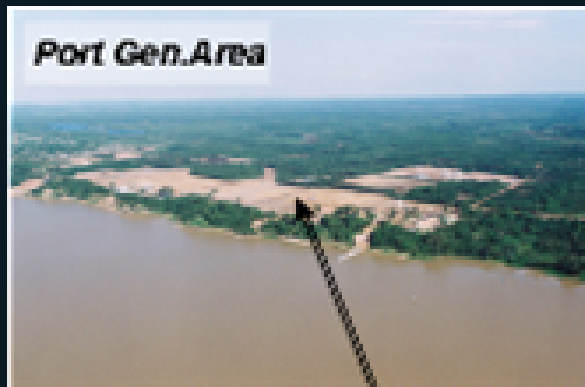


> AWAC INVESTMENTS - BUILDING IN A GROWTH MARKET



Refining
Bauxite

> JURUTI BAUXITE MINE



> ALUMAR REFINERY



> AWAC CAPACITY GROWTH - BRAZIL

Refining

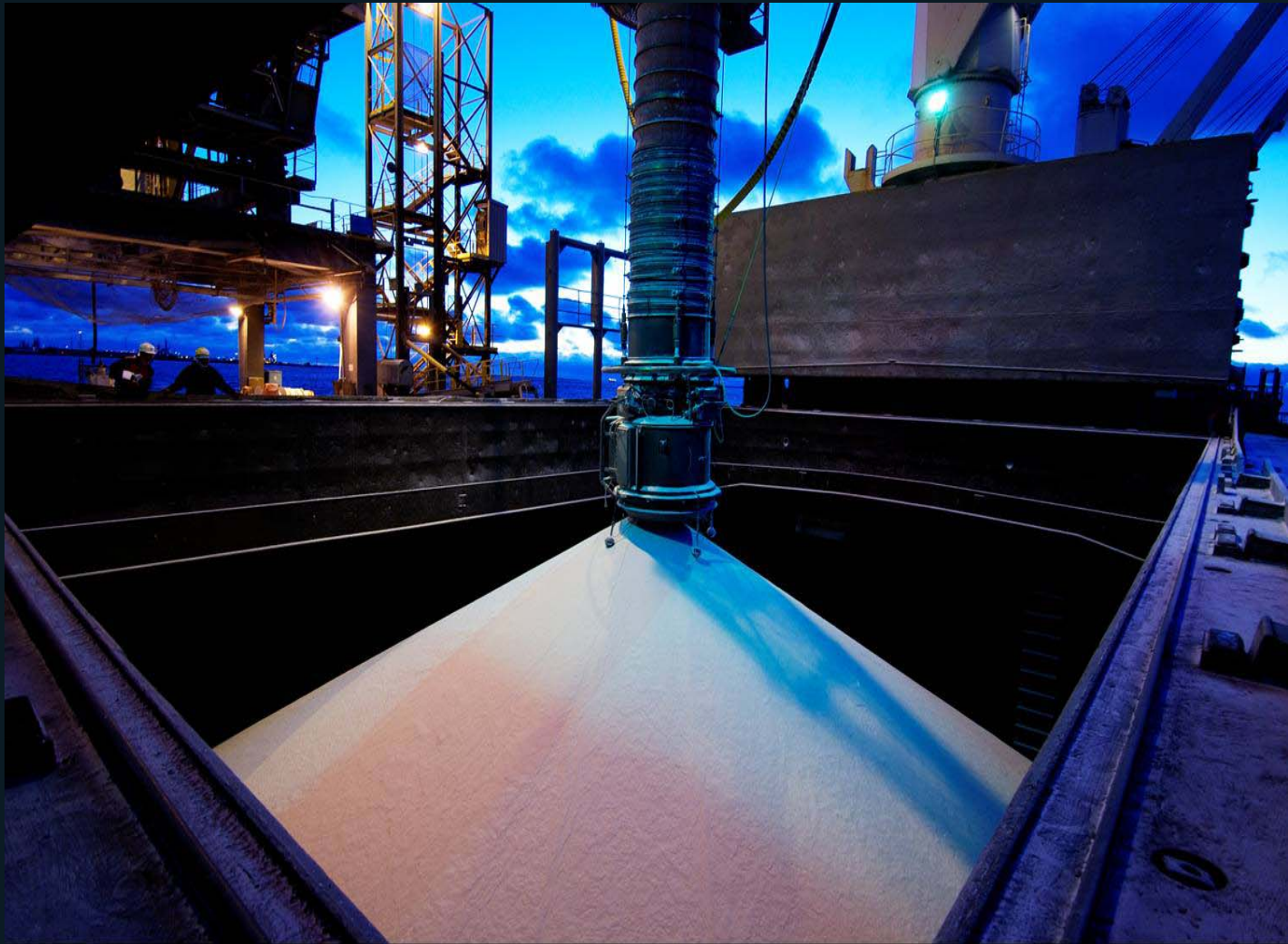
Alumar expansion (AWAC share +1.1mtpa)

- > Growing this strategic asset creates long term AWAC advantage
- > Initial production 4Q 2008

Bauxite

Juruti mine (100% AWAC +2.6mtpa)

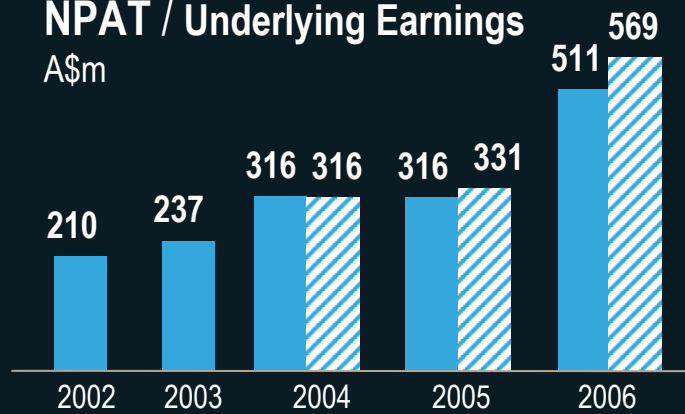
- > Mine, Processing, Rail and Port under construction
- > Bauxite production scheduled for 2008
- > Project capex includes infrastructure for future growth



ALUMINA
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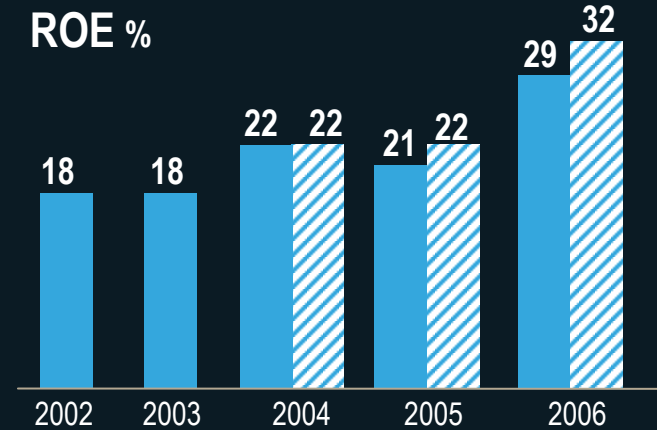
RECORD RESULTS - REINFORCING OUR STRATEGIC DIRECTION

NPAT / Underlying Earnings
A\$m

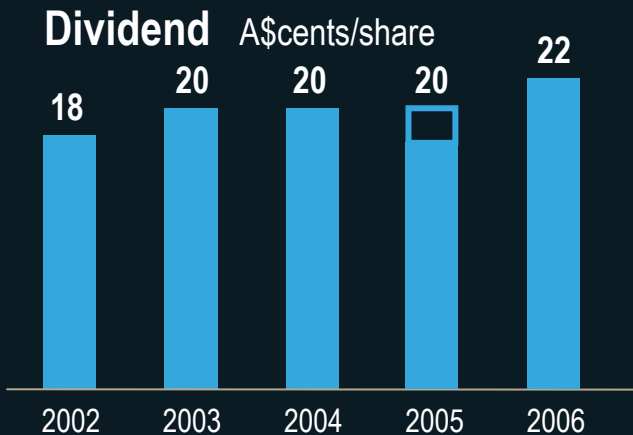


* 2002 and 2003 profit based on AGAAP

ROE %



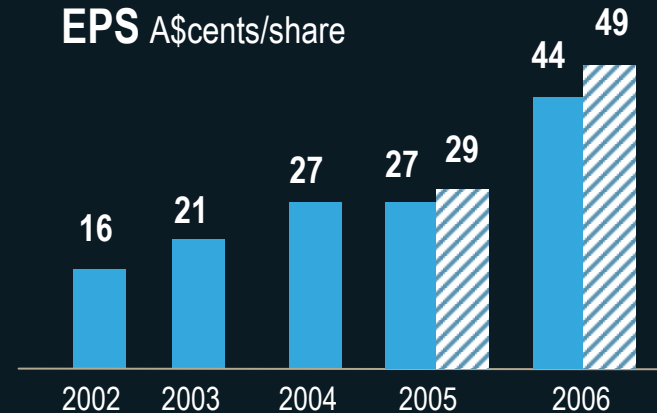
Dividend A\$cents/share



■ Franked

■ Unfranked

EPS A\$cents/share



■ NPAT

■ Underlying Earnings

> VISION + STRATEGIES + EXECUTION

- = Record annual profit
- = Dividend increased 20%, fully franked
- = A\$250m off market buy-back
- = Funding Agreement for growth



> ALUMINA LIMITED - GENERATING PROFITABLE GROWTH

- > Positive outlook for aluminium and alumina industry
- > Quality AWAC asset base generating returns throughout the cycle
- > Profitable AWAC growth profile
- > Active capital management delivering benefits to shareholders

> OUR DIRECTION IS CLEAR . . .

- > AWAC - successful partnership with real momentum
- > Investing in a growing market
- > Alumina Limited - delivering record returns for our shareholders



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