

ASX Announcement

27 February 2024

## 2023 Full Year Result<sup>1</sup>

### Alumina Limited

- Net Loss After Tax (NLAT) \$(150)m, FY22 Net Profit After Tax (NPAT) \$104m
- No Final Dividend
- Net debt at 31 December 2023 of \$(294)m. Syndicated credit facility limit of \$500m

### AWAC<sup>2,3</sup>

- EBITDA<sup>4</sup> of \$165m; 2022 \$817m
- Alumina Production 10.3Mt; 2022 11.8Mt
- Alumina realised price \$352/t, Cash Cost of Production \$308/t

Alumina Limited (ASX: AWC) ("Alumina") today reported a statutory net loss after tax of US\$150m for the full year ended 31 December 2023 compared to a net profit after tax of \$104m in 2022. The Company did not declare a final dividend.

2023 was a difficult year for AWAC, with the business experiencing lower production volumes and higher production costs, combined with a lower realised price for alumina.

While these results are disappointing, AWAC has recently achieved a number of important milestones. Confirmation of the mine plan approvals in WA restores confidence in near-term operations while AWAC progresses approvals for the next mining areas at Myara North and Holyoake.

AWAC has also announced two significant actions to improve financial performance. Firstly, the decision was made to curtail AWAC's oldest WA refinery at Kwinana from the second quarter of 2024. This will allow the business to focus on its two tier 1 refineries in Western Australia at Pinjarra and Wagerup.

Secondly, the decision was made to initiate further action at the partially curtailed San Ciprian refinery in Spain. Together with the ongoing focus on profitability improvement across all aspects

Lvl 36, 2 Southbank Boulevard  
Southbank VIC 3006 Australia  
Telephone +61 (03) 8699 2600

[aluminalimited.com](https://aluminalimited.com)

ABN 85 004 820 419

of the portfolio, these initiatives provide AWAC with a strong foundation to create a significantly higher quality refinery portfolio.

The alumina price was down approximately 5% in 2023 compared with the prior year. However, the alumina market outside China continues to be tightly balanced. This was illustrated recently, with the alumina price increasing to \$372/t in mid-January 2024 driven by bauxite supply concerns in Guinea and refinery curtailments in China. This tight balance will be more pronounced following the curtailment of Kwinana during the second quarter of 2024.

### Proposed transaction with Alcoa Corporation

On 26 February 2024, Alumina announced that it has received a non-binding, indicative and conditional proposal from Alcoa Corporation ("Alcoa") to acquire 100% of the ordinary shares on issue in Alumina via a scheme of arrangement, for a scrip consideration of 0.02854 shares of Alcoa common stock for each Alumina share.

The proposed terms represent a 31.6% ownership for Alumina shareholders in the merged entity, on the basis of the current shares on issue. The proposed transaction unifies the ownership of AWAC and provides a number of strategic and financial benefits to Alumina shareholders.

The Proposal is subject to negotiation and execution of mutually satisfactory definitive transaction documentation, which is expected to be subject to customary conditions and regulatory approvals standard for a transaction of this kind, including Alumina and Alcoa shareholder approval.

The Proposal follows earlier indicative offers from Alcoa and a period of mutual due diligence.

Alumina has granted 20 days of exclusivity to Alcoa, to finalise satisfactory definitive transaction documentation.

The Alumina Board notes there is no certainty that the Proposal will result in binding offer for Alumina. Alumina shareholders do not need to take any action in relation the Proposal.

### DEFINITIONS AND NOTES

1. All financial data is presented in USD unless otherwise specified.
2. AWAC is Alcoa World Alumina & Chemicals, which is 40% owned by Alumina Limited and 60% owned by Alcoa Corp.
3. AWAC financial information has been extracted from unaudited combined financial statements prepared in conformity with accounting principles generally accepted in the United States of America (US GAAP).
4. Earnings before interest, tax, depreciation and amortisation consistent with previous periods.

This ASX announcement was approved and authorised for release by the Board of Directors.



KATHERINE KLOEDEN  
COMPANY SECRETARY

**For investor enquiries:**

Craig Evans  
General Manager – Strategy & Investor Relations  
Phone: +61 3 8699 2603 / +61 413 013 533  
[craig.evans@aluminalimited.com](mailto:craig.evans@aluminalimited.com)

**For media enquiries:**

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

*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. The AWAC financial information presented has been extracted from unaudited combined financial statements prepared in conformity with accounting principles generally accepted in the United States of America ("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.



# ASX full-year preliminary final report

ABN 85 004 820 419

31 DECEMBER 2023

---

Lodged with the ASX under Listing Rule 4.3A.  
This information should be read in conjunction  
with the 31 December 2022 Annual Report.

Alumina Limited (the Company) is a leading Australian company listed on the Australian Securities Exchange (ASX).

The Company invests worldwide in bauxite mining, alumina refining and an aluminium smelter through its 40% ownership of Alcoa World Alumina and Chemicals (AWAC). Alcoa Corporation (Alcoa) owns the remaining 60% of AWAC, and is the manager.

The ASX full-year preliminary final report covers the consolidated entity consisting of Alumina Limited and its subsidiaries. All financial data is presented in US dollars, unless otherwise specified.

---

## CONTENTS

|   |    |  |    |
|---|----|--|----|
| <b>Results for Announcement to the Market</b>                           |    | <b>Supplementary Appendix 4E Information</b>                                 |    |
| Net Profit/(Loss)   | 4  | Review of AWAC Operations  | 18 |
| Details Relating to Dividends   | 4  | AWAC Financial Review  | 21 |
| Net Tangible Assets per Security  | 4  | Alumina Limited Financial Review   | 23 |
| Significant Items Affecting Net Profit or Loss                          | 4  | Market, Outlook and Guidance   | 26 |
| <b>Condensed Consolidated Financial Report</b>                          |    | <b>Extract from AWAC's Unaudited Combined Financial Statements (US GAAP)</b> |    |
| Consolidated Statement of Profit or Loss and Other Comprehensive Income | 6  | AWAC Profit & Loss   | 29 |
| Consolidated Balance Sheet  | 7  | AWAC Members Equity  | 29 |
| Consolidated Statement of Changes in Equity                             | 8  | AWAC Balance Sheet   | 30 |
| Consolidated Statement of Cash Flows                                    | 9  | AWAC Statement of Cash Flows   | 31 |
| Notes to the Consolidated Financial Statements                          | 10 | <b>Reconciliation of AWAC's US GAAP Profit/(Loss) to IFRS</b>                |    |
| Compliance Statement  | 16 | Reconciliation of AWAC's US GAAP to IFRS Profit                              | 33 |

# Results for Announcement to the Market

---

## Net Profit/(Loss)

|   |      | CHANGE   | US\$ MILLION |
|---|------|----------|--------------|
| Revenue from continuing operations  | Down | (28.6%)  | 0.5          |
| Profit/(loss) from continuing operations after tax attributable to members of Alumina Limited | Down | (244.3%) | (150.1)      |
| Net profit/(loss) for the year attributable to members of Alumina Limited                     | Down | (244.3%) | (150.1)      |

## Details Relating to Dividends

There were no dividends paid, recommended or declared during the financial year ended 31 December 2023.

### Dividend Reinvestment Plan (DRP)

The Dividend Reinvestment Plan remains suspended.

|                          | A\$ MILLION               |                           |
|--------------------------|---------------------------|---------------------------|
|                          | YEAR ENDED<br>31 DEC 2023 | YEAR ENDED<br>31 DEC 2022 |
| Franking Account Balance | 493.4                     | 474.2                     |

## Net Tangible Assets per Security

|  | YEAR ENDED<br>31 DEC 2023 | YEAR ENDED<br>31 DEC 2022 |
|--|---------------------------|---------------------------|
| Net assets (US\$ million)  | 1,434.0                   | 1,549.4                   |
| Less equity accounted intangible assets:   |                           |                           |
| Goodwill (US\$ million)  | 175.8                     | 175.8                     |
| Mineral rights and bauxite assets net of deferred tax liabilities (US\$ million) | 61.7                      | 63.1                      |
| Net tangible assets (US\$ million)   | 1,196.5                   | 1,310.5                   |
| Number of issued ordinary shares (including treasury shares)                     | 2,901,681,417             | 2,901,681,417             |
| <b>Net tangible asset per ordinary security (US\$)</b>                           | <b>0.41</b>               | <b>0.45</b>               |

## Significant Items Affecting Net Profit or Loss

The net profit/(loss) of Alumina Limited includes the Company's equity share of the full-year results of AWAC. The Company's net profit/(loss) was affected by its equity share of net charges relating to significant items contained within AWAC's results. For further details refer page 21.

---

# Condensed Consolidated Financial Report

---

## Consolidated Statement of Profit or Loss and Other Comprehensive Income

|   | US\$ MILLION              |                           |
|---|---------------------------|---------------------------|
|   | YEAR ENDED<br>31 DEC 2023 | YEAR ENDED<br>31 DEC 2022 |
| Revenue from continuing operations  | 0.5                       | 0.7                       |
| Share of net profit/(loss) of associates accounted for using the equity method                      | (119.4)                   | 120.1                     |
| General and administrative expenses   | (11.6)                    | (12.5)                    |
| Foreign exchange gains/(losses)   | 0.2                       | 0.1                       |
| Finance costs   | (19.8)                    | (4.4)                     |
| <b>Profit/(loss) before income tax</b>  | <b>(150.1)</b>            | <b>104.0</b>              |
| Income tax expense  | –                         | –                         |
| <b>Profit /(loss) for the year attributable to the owners of Alumina Limited</b>                    | <b>(150.1)</b>            | <b>104.0</b>              |
| <b>Other comprehensive (loss)/ income</b>   |                           |                           |
| <i>Items that may be reclassified to profit or loss</i>   |                           |                           |
| Share of reserve movements accounted for using the equity method                                    | (0.8)                     | 2.3                       |
| Foreign exchange translation difference   | 49.3                      | (56.0)                    |
| <i>Items that will not be reclassified to profit or loss</i>  |                           |                           |
| Re-measurements of post-employment benefit obligations accounted for using the equity method        | (14.7)                    | 15.8                      |
| <b>Other comprehensive income/(loss) for the year, net of tax</b>                                   | <b>33.8</b>               | <b>(37.9)</b>             |
| <b>Total comprehensive income/(loss) for the year attributable to the owners of Alumina Limited</b> | <b>(116.3)</b>            | <b>66.1</b>               |

## Earnings per share (EPS)<sup>1</sup>

|             | US CENTS                  |                           |
|-------------|---------------------------|---------------------------|
|             | YEAR ENDED<br>31 DEC 2023 | YEAR ENDED<br>31 DEC 2022 |
| Basic EPS   | Negative 5.2              | Positive 3.6              |
| Diluted EPS | Negative 5.2              | Positive 3.6              |

<sup>1</sup> For further details refer page 13.

## Consolidated Balance Sheet

|                                      | US\$ MILLION   |                |
|--------------------------------------|----------------|----------------|
|                                      | 31 DEC 2023    | 31 DEC 2022    |
| CURRENT ASSETS                       |                |                |
| Cash and cash equivalents            | 1.7            | 3.8            |
| Other assets                         | 2.4            | 1.0            |
| <b>Total current assets</b>          | <b>4.1</b>     | <b>4.8</b>     |
| NON-CURRENT ASSETS                   |                |                |
| Right of use asset                   | 1.6            | 1.9            |
| Investment in associates             | 1,729.5        | 1,656.0        |
| <b>Total non-current assets</b>      | <b>1,731.1</b> | <b>1,657.9</b> |
| <b>TOTAL ASSETS</b>                  | <b>1,735.2</b> | <b>1,662.7</b> |
| CURRENT LIABILITIES                  |                |                |
| Payables                             | 3.1            | 0.4            |
| Provisions and other liabilities     | 0.5            | 0.9            |
| <b>Total current liabilities</b>     | <b>3.6</b>     | <b>1.3</b>     |
| NON-CURRENT LIABILITIES              |                |                |
| Borrowings                           | 296.0          | 110.0          |
| Lease liability                      | 1.0            | 1.3            |
| Provisions                           | 0.6            | 0.7            |
| <b>Total non-current liabilities</b> | <b>297.6</b>   | <b>112.0</b>   |
| <b>TOTAL LIABILITIES</b>             | <b>301.2</b>   | <b>113.3</b>   |
| <b>NET ASSETS</b>                    | <b>1,434.0</b> | <b>1,549.4</b> |
| EQUITY                               |                |                |
| Contributed equity                   | 2,706.7        | 2,706.7        |
| Treasury shares                      | (0.4)          | (0.8)          |
| Reserves                             | (1,401.1)      | (1,450.1)      |
| Retained earnings                    | 128.8          | 293.6          |
| <b>TOTAL EQUITY</b>                  | <b>1,434.0</b> | <b>1,549.4</b> |

## Consolidated Statement of Changes in Equity

|  | US\$ MILLION                                    |                  |                      |                |
|--|---|------------------|----------------------|----------------|
|  | CONTRIBUTED<br>AND OTHER<br>EQUITY <sup>1</sup> | RESERVES         | RETAINED<br>EARNINGS | TOTAL          |
| <b>Balance as at 1 January 2022</b>                          | <b>2,705.5</b>                                  | <b>(1,396.8)</b> | <b>376.9</b>         | <b>1,685.6</b> |
| Profit for the year  | –   | –                | 104.0                | 104.0          |
| Other comprehensive income/(loss) for the year               | –   | (53.7)           | 15.8                 | (37.9)         |
| <b>Transactions with owners in their capacity as owners:</b> |   |                  |                      |                |
| Dividends paid   | –   | –                | (203.1)              | (203.1)        |
| Movement in treasury shares                                  | 0.4   | –                | –                    | 0.4            |
| Movement in share-based payments reserve                     | –   | 0.4              | –                    | 0.4            |
| <b>Balance as at 31 December 2022</b>                        | <b>2,705.9</b>                                  | <b>(1,450.1)</b> | <b>293.6</b>         | <b>1,549.4</b> |
|  |   |                  |                      |                |
| <b>Balance as at 1 January 2023</b>                          | <b>2,705.9</b>                                  | <b>(1,450.1)</b> | <b>293.6</b>         | <b>1,549.4</b> |
| Loss for the year  | –   | –                | (150.1)              | (150.1)        |
| Other comprehensive income/(loss) for the year               |   | 48.5             | (14.7)               | 33.8           |
| <b>Transactions with owners in their capacity as owners:</b> |   |                  |                      |                |
| Dividends paid   | –   | –                | –                    | –              |
| Movement in treasury shares                                  | 0.4   | –                | –                    | 0.4            |
| Movement in share-based payments reserve                     | –   | 0.5              | –                    | 0.5            |
| <b>Balance as at 31 December 2023</b>                        | <b>2,706.3</b>                                  | <b>(1,401.1)</b> | <b>128.8</b>         | <b>1,434.0</b> |

<sup>1</sup> Comprises of contributed equity and treasury shares.

## Consolidated Statement of Cash Flows

|   | US\$ MILLION              |                           |
|---|---------------------------|---------------------------|
|   | YEAR ENDED<br>31 DEC 2023 | YEAR ENDED<br>31 DEC 2022 |
| <b>Cash flows from operating activities</b>                               |                           |                           |
| Payments to suppliers and employees (inclusive of goods and services tax) | (11.3)                    | (10.5)                    |
| GST refund received   | 0.4                       | 0.5                       |
| Dividends received from associates  | 30.0                      | 360.6                     |
| Finance costs paid  | (18.7)                    | (4.1)                     |
| Tax paid  | –                         | –                         |
| Other   | 0.3                       | 0.5                       |
| <b>Net cash inflow/(outflow) from operating activities</b>                | <b>0.7</b>                | <b>347.0</b>              |
| <b>Cash flows from investing activities</b>                               |                           |                           |
| Payments for investments in associates                                    | (189.1)                   | (212.1)                   |
| Proceeds from return of invested capital                                  | –                         | 18.0                      |
| <b>Net cash inflow/(outflow) from investing activities</b>                | <b>(189.1)</b>            | <b>(194.1)</b>            |
| <b>Cash flows from financing activities</b>                               |                           |                           |
| Proceeds from borrowings  | 204.0                     | 164.0                     |
| Repayment of borrowings   | (18.0)                    | (119.0)                   |
| Payment for shares acquired by the Alumina Employee Share Plan            | –                         | –                         |
| Dividends paid  | –                         | (203.1)                   |
| <b>Net cash inflow/(outflow) from financing activities</b>                | <b>186.0</b>              | <b>(158.1)</b>            |
| <b>Net increase/(decrease) in cash and cash equivalents</b>               | <b>(2.4)</b>              | <b>(5.2)</b>              |
| Cash and cash equivalents at the beginning of the financial year          | 3.8                       | 9.1                       |
| Effects of exchange rate changes on cash and cash equivalents             | 0.3                       | (0.1)                     |
| <b>Cash and cash equivalents at the end of the financial year</b>         | <b>1.7</b>                | <b>3.8</b>                |

## Notes to the Consolidated Financial Statements

### Basis of Preparation

This condensed consolidated financial report for the year ended 31 December 2023 has been prepared in accordance with the Australian Stock Exchange Listing Rules as they relate to Appendix 4E and in accordance with Australian Accounting Standards ("AAS") and Interpretations issued by the Australian Accounting Standards Board, and the *Corporations Act 2001*.

This condensed consolidated financial report does not include all the notes of the type normally included in an Annual Financial Report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 31 December 2022 and any public announcements made by Alumina Limited during the reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The accounting policies adopted are consistent with those of the previous financial year.

### New and Amended Standards Adopted by the Group

The Group has applied the following standards and amendments for the first time for its annual reporting period commencing 1 January 2023:

- AASB 17 *Insurance Contracts*
- AASB 2023-2 *Amendments to Australian Accounting Standards – Definition of Accounting Estimates International Tax Reform – Pillar Two Model Rules* [AASB 112]
- AASB 2021-5 *Amendments to Australian Accounting Standards – Deferred Tax related to Assets and Liabilities arising from a Single Transaction* [AASB 112]
- AASB 2021-2 *Amendments to Australian Accounting Standards – Disclosure of Accounting Policies Definition of Accounting Estimates* [AASB 7, AASB 101, AASB 108, AASB 134 & AASB Practice Statement 2].

The amendments listed above did not have any material impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.

### Impact of Standards and Interpretations not yet adopted

Certain new accounting standards, amendments to accounting standards and interpretations have been published that are not mandatory for the 31 December 2023 reporting period and have not been early adopted by the Group. These standards, amendments and interpretations are not expected to have a material impact on the entity in the current or future reporting periods and on foreseeable future transactions.

### Segment Information

Alumina Limited's sole business undertaking is in the global bauxite, alumina and aluminium industry, which it conducts primarily through bauxite mining and alumina refining. All of those business activities are conducted through its 40% investments in AWAC. Alumina Limited's equity interest in AWAC forms one reportable segment.

The Group's interest in AWAC and the assets and liabilities of Alumina Limited are presented below by geographical location for information purposes.

| YEAR ENDED<br>31 DECEMBER 2023 | US\$ MILLION |              |             |              |                |
|--------------------------------|--------------|--------------|-------------|--------------|----------------|
|                                | AUSTRALIA    | BRAZIL       | SPAIN       | OTHER        | TOTAL          |
| Investments in associates      | 1,038.1      | 452.0        | 93.6        | 145.8        | 1,729.5        |
| Assets                         | 5.5          | 0.2          | –           | –            | 5.7            |
| Liabilities                    | (301.0)      | –            | –           | (0.2)        | (301.2)        |
| <b>Consolidated net assets</b> | <b>742.6</b> | <b>452.2</b> | <b>93.6</b> | <b>145.6</b> | <b>1,434.0</b> |

| YEAR ENDED<br>31 DECEMBER 2022 | US\$ MILLION |              |              |             |                |
|--------------------------------|--------------|--------------|--------------|-------------|----------------|
|                                | AUSTRALIA    | BRAZIL       | SPAIN        | OTHER       | TOTAL          |
| Investments in associates      | 1,000.8      | 468.6        | 102.1        | 84.5        | 1,656.0        |
| Assets                         | 6.5          | 0.2          | –            | –           | 6.7            |
| Liabilities                    | (113.3)      | –            | –            | –           | (113.3)        |
| <b>Consolidated net assets</b> | <b>894.0</b> | <b>468.8</b> | <b>102.1</b> | <b>84.5</b> | <b>1,549.4</b> |

#### Reconciliation of Cash

|  | US\$ MILLION              |                           |
|--|---------------------------|---------------------------|
|  | YEAR ENDED<br>31 DEC 2023 | YEAR ENDED<br>31 DEC 2022 |
| Reconciliation of cash at the end of the financial year (as shown in the consolidated statement of cash flows) as follows: |                           |                           |
| Cash on hand and at bank   | 1.7                       | 3.8                       |
| <b>Total cash and cash equivalents at the end of the financial year</b>  | <b>1.7</b>                | <b>3.8</b>                |

#### Non-Cash Financing and Investing Activities

There were no non-cash financing and investing activities during the year ended 31 December 2023.

#### Consolidated Retained Earnings

|  | US\$ MILLION              |                           |
|--|---------------------------|---------------------------|
|  | YEAR ENDED<br>31 DEC 2023 | YEAR ENDED<br>31 DEC 2022 |
| <b>Retained earnings at the beginning of the financial year</b>                              | <b>293.6</b>              | <b>376.9</b>              |
| Profit attributable to members of Alumina Limited  | (150.1)                   | 104.0                     |
| Dividends provided for or paid   | –                         | (203.1)                   |
| Re-measurements of post-employment benefit obligations accounted for using the equity method | (14.7)                    | 15.8                      |
| <b>Total retained earnings at the end of the financial year</b>                              | <b>128.8</b>              | <b>293.6</b>              |

#### Dividends

|  | US\$ MILLION              |                           |
|--|---------------------------|---------------------------|
|  | YEAR ENDED<br>31 DEC 2023 | YEAR ENDED<br>31 DEC 2022 |
| Dividends paid during the year           | –                         | 203.1                     |
| Dividends not recognised at the year end | –                         | –                         |

#### Income Tax

The income tax expense/benefit for the period is the tax payable/receivable on the current year end's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and unused tax losses.

The significant majority of the Company's taxable income reported for the reporting period relates to Australian dividend income from the Company's investments in AWAC. Under Australian income tax law, the Company is entitled to reduce its tax payable by claiming credits (franking credits) in relation to Australian dividend income. This is to prevent double taxation, as Australian tax has already been paid by Alcoa of Australia Limited (an AWAC entity) on its operating income.

| NUMERICAL RECONCILIATION OF INCOME TAX EXPENSE TO PRIMA FACIE TAX PAYABLE          | US\$ MILLION              |                           |
|--|---------------------------|---------------------------|
|  | YEAR ENDED<br>31 DEC 2023 | YEAR ENDED<br>31 DEC 2022 |
| Profit/(Loss) before income tax  | (150.1)                   | 104.0                     |
| Prima facie tax expense for the year at the rate 30%                               | 45.0                      | (31.2)                    |
|  |                           |                           |
| The following items caused the total charge for income tax to vary from the above: |                           |                           |
| Share of equity accounted profit not assessable for tax                            | 119.4                     | (120.1)                   |
| Foreign income subject to accruals tax   | 1.8                       | 4.8                       |
| Tax losses not recognised  | 28.0                      | 10.7                      |
| Non-deductible expenses  | 0.9                       | 0.6                       |
| Net movement   | 150.1                     | (104.0)                   |
| Tax Effect of the above adjustments at 30% (2022: 30%)                             | (45.0)                    | 31.2                      |
| Under provision of tax in prior years  | –                         | –                         |
| Consequent decrease in charge for income tax at the rate of 30%                    | (45.0)                    | 31.2                      |
| Aggregate income tax expense   | –                         | –                         |

#### Equity Securities Issued

|                         | NUMBER OF SHARES          |                           | US\$ MILLION              |                           |
|-------------------------|---------------------------|---------------------------|---------------------------|---------------------------|
|                         | YEAR ENDED<br>31 DEC 2023 | YEAR ENDED<br>31 DEC 2022 | YEAR ENDED<br>31 DEC 2023 | YEAR ENDED<br>31 DEC 2022 |
| Balance brought forward | 2,901,681,417             | 2,901,681,417             | 2,706.7                   | 2,706.7                   |
|                         | 2,901,681,417             | 2,901,681,417             | 2,706.7                   | 2,706.7                   |

#### Movement in Treasury Shares

Treasury shares are Alumina Limited shares held by the Alumina Employee Share Plan Trust for the purposes of issuing shares under the Alumina Employee Share Plan.

|  | NUMBER OF SHARES          |                           | US\$                      |                           |
|--|---------------------------|---------------------------|---------------------------|---------------------------|
|  | YEAR ENDED<br>31 DEC 2023 | YEAR ENDED<br>31 DEC 2022 | YEAR ENDED<br>31 DEC 2023 | YEAR ENDED<br>31 DEC 2022 |
| Balance brought forward                                | 605,042                   | 993,630                   | 788,114                   | 1,198,836                 |
| Shares acquired by Alumina Employee Share Plan Pty Ltd | –                         | –                         | –                         | –                         |
| Share based payment awards vested                      | (288,317)                 | (388,588)                 | (381,378)                 | (410,722)                 |
| Total treasury shares                                  | 316,725                   | 605,042                   | 406,736                   | 788,114                   |

#### Earnings Per Share

|   | YEAR ENDED<br>31 DEC 2023 | YEAR ENDED<br>31 DEC 2022 |
|---|---------------------------|---------------------------|
| Profit/(Loss) attributable to the ordinary equity holders of the Company in the calculation of basic and diluted EPS (US\$ million) | (150.1)                   | 104.0                     |
| Weighted average number of ordinary shares used as the denominator in the calculation of basic and diluted EPS                      | 2,901,337,835             | 2,901,064,664             |
| <b>Basic EPS (US cents)</b>   | <b>Negative 5.2</b>       | <b>Positive 3.6</b>       |
| <b>Diluted EPS (US cents)</b>   | <b>Negative 5.2</b>       | <b>Positive 3.6</b>       |

#### Details of Entities Over Which Control Has Been Lost or Gained

There was no loss or gain of control for the years ended 31 December 2023 and 31 December 2022.

#### Material Interests in Entities Which Are Not Controlled Entities

| NAME                             | PRINCIPAL ACTIVITIES                    | COUNTRY OF<br>INCORPORATION | PERCENTAGE<br>OWNERSHIP |             |
|----------------------------------|---|-----------------------------|-------------------------|-------------|
|                                  |   |                             | 31 DEC 2023             | 31 DEC 2022 |
| Alcoa of Australia Limited       | Bauxite, alumina & aluminium production | Australia                   | 40                      | 40          |
| Alcoa World Alumina LLC          | Bauxite and alumina trading             | USA                         | 40                      | 40          |
| Alumina Espanola S.A.            | Alumina production                      | Spain                       | 40                      | 40          |
| Alcoa World Alumina Brasil Ltda. | Bauxite and alumina production          | Brazil                      | 40                      | 40          |
| AWA Saudi Ltda.                  | Bauxite and alumina production          | Hong Kong                   | 40                      | 40          |

#### AWAC Contribution to Net Profit/(Loss) of Alumina Limited and Controlled Entities

|   | US\$ MILLION              |                           |
|---|---------------------------|---------------------------|
|   | YEAR ENDED<br>31 DEC 2023 | YEAR ENDED<br>31 DEC 2022 |
| Revenues  | 5,396.3                   | 5,714.5                   |
| Profit/(loss) from continuing operations  | (294.8)                   | 304.0                     |
| <b>Profit/(loss) for the year<sup>1</sup></b>   | <b>(294.8)</b>            | <b>304.0</b>              |
| Other comprehensive income/(loss) for the year  | 84.6                      | (98.4)                    |
| <b>Total comprehensive income/(loss) for the year</b>                                     | <b>(210.2)</b>            | <b>205.6</b>              |
| <b>Reconciliation to share of net profit/(Loss) of associates</b>                         |                           |                           |
| Group share of profit/(Loss) for the year as a percentage                                 | 40%                       | 40%                       |
| Group share of profit/(Loss) for the year in dollars                                      | (117.9)                   | 121.6                     |
| Mineral rights and bauxite amortisation   | (2.1)                     | (2.1)                     |
| Movement in deferred tax liability on mineral rights and bauxite assets                   | 0.6                       | 0.6                       |
| <b>Share of net profit of associates accounted for using the equity accounting method</b> | <b>(119.4)</b>            | <b>120.1</b>              |
| <b>Share of other comprehensive income/(loss) of associates</b>                           | <b>33.8</b>               | <b>(39.4)</b>             |
| <b>Dividends and distributions received from AWAC<sup>2</sup></b>                         | <b>30.0</b>               | <b>360.6</b>              |

<sup>1</sup> The profit for the years ended 31 December 2023 and 31 December 2022 include net charges relating to significant items that have affected AWAC's net profit after tax. For further details refer to the reconciliation on page 21.

<sup>2</sup> During 2022, in addition to dividends Alumina Limited received \$18.0 million being return of invested capital.

### Commitments and Contingent Liabilities for AWAC

As previously reported, the Australian Taxation Office (ATO) has undertaken a transfer pricing examination in respect of certain historical third-party alumina sales made by Alcoa of Australia Limited (AoA) over a 20-year period. As a result of that examination, the ATO had issued a statement of audit position (SOAP) to AoA. The SOAP was the subject of an internal review process within the ATO.

The ATO completed that process, and on 7 July 2020 issued AoA with Notices of Assessment (the Notices) in respect of this matter. The Notices assert claims for additional income tax payable by AoA of approximately A\$214 million. The Notices also include claims for compounded interest on the primary tax amount totalling approximately A\$707 million.

In accordance with the ATO's dispute resolution practices, on 30 July 2020, AoA paid 50% of the assessed primary income tax amount (exclusive of interest and any penalties), being approximately A\$107 million, out of cash flows. In exchange, the ATO will not seek further payment prior to final resolution of the matter.

On 17 September 2020, the ATO issued a position paper with its preliminary view on the imposition of administrative penalties related to the tax assessment issued to AoA. This paper proposed penalties of approximately A\$128 million.

AoA disagreed with the Notices and with the ATO's proposed position on penalties. In September 2020, AoA lodged formal objections to the Notices. In the fourth quarter of 2020, AoA provided a submission on the ATO's imposition of interest, and also submitted a response to the ATO's position paper on penalties. AoA submissions propose that the interest amount should be remitted (i.e. should not be fully payable) and no penalties should be payable. After the ATO completes its review of AoA's response to the penalties position paper, the ATO could issue a penalty assessment.

On 1 February 2022, AoA submitted statutory notices to the ATO requiring the ATO to make decisions on AoA's objections within a 60-day period. On 1 April 2022, the ATO issued its decision disallowing the Company's objections related to the income tax assessment, while the position on penalties and interest remains outstanding.

On 29 April 2022, AoA filed proceedings in the Australian Administrative Appeals Tribunal (AAT) against the ATO to contest the Notices, a process which could last several years. The AAT held the first directions hearing on 25 July 2022 ordering AoA to file its evidence and related materials by 4 November 2022, ATO to file its materials by 14 April 2023 and AoA to file reply materials by 26 May 2023. AoA filed its evidence and related materials on 4 November 2022. The ATO filed its evidence on 13 November 2023, after seeking and being granted a series of extensions. AoA must file reply evidence by 15 March 2024. The matter is listed for hearing before AAT from 3 to 28 June 2024.

AoA's obligation to make any further payment of the primary tax amount, or payment of any penalty or interest amount, will be determined through the objection and court processes available to AoA. If AoA is ultimately fully successful, the 50%-part payment to the ATO would be refunded. Further interest on the unpaid amounts will continue to accrue during the dispute.

The Company understands that AoA will defend its position in respect of the ATO's Notices and any penalties imposed.

There are other potential obligations due to the various lawsuits and claims and proceedings which have been, or may be, instituted or asserted against entities within AWAC, including those pertaining to environmental, safety and health and tax matters. While the amounts claimed may be substantial, the ultimate liability cannot now be determined because of the considerable uncertainties that existed at balance date. Therefore, it is possible that the results of operations or liquidity in a particular period could be materially affected by certain contingencies.

### Borrowings

|                         | US\$ MILLION |              |
|-------------------------|--------------|--------------|
|                         | 31 DEC 2023  | 31 DEC 2022  |
| Bank loans              | 296.0        | 110.0        |
| <b>Total borrowings</b> | <b>296.0</b> | <b>110.0</b> |

Alumina Limited has a US\$500 million syndicated bank facility with tranches maturing in October 2025 (US\$100 million), January 2026 (US\$150 million), July 2026 (US\$150 million) and June 2027 (US\$100 million).

As at 31 December 2023, there was US\$296 million drawn against the syndicated facility (2022: US\$110 million).

#### Events Occurring After the Balance Sheet Date

##### **Curtailment of Kwinana Alumina Refinery**

On 8 January 2024, Alcoa Corporation announced plans to fully curtail the Kwinana refinery in Western Australia ("WA"), beginning in the second quarter of 2024. The decision to curtail the refinery came in response to losses incurred at the refinery together with its age, scale, high costs of operation and current bauxite grades. Since the start of 2023, the refinery had been operating at approximately 80 per cent of its annual capacity.

The Kwinana refinery and associated residue storage areas will continue to be actively managed by Alcoa. Alcoa's facilities in the Port of Kwinana will also continue to operate to import raw materials and export alumina produced at the Pinjarra refinery. Production at the Pinjarra and Wagerup refineries is not expected to be impacted by the curtailment at Kwinana.

Provision for the restructuring costs as a result of the curtailment will be reflected in the AWAC's financial statements in the first quarter of 2024.

##### **A non-binding indicative proposal from Alcoa Corporation**

Alumina Limited ("Alumina") has received a non-binding, indicative and conditional proposal from Alcoa Corporation ("Alcoa") to acquire 100% of the ordinary shares on issue in Alumina via a scheme of arrangement, for scrip consideration of 0.02854 shares of Alcoa common stock for each Alumina share.

Following review of the Proposal, the Alumina Board has confirmed that its Independent Non-executive Directors and Managing Director and CEO intend, subject to entry into definitive transaction documentation, to recommend to Alumina Shareholders to vote in favour of the Proposal in the absence of a superior proposal and subject to an independent expert concluding (and continuing to conclude) that the Proposal is in the best interests of Alumina shareholders.

Alumina has entered into a Transaction Process and Exclusivity Deed with Alcoa, which grants Alcoa a 20 business day period of exclusivity.

The Proposal is subject to negotiation and execution of mutually satisfactory definitive transaction documentation, which is expected to be subject to customary conditions and regulatory approvals standard for a transaction of this kind, including Alumina and Alcoa shareholder approval.

## Compliance Statement

1. This financial report has been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board, and the *Corporations Act 2001*.
2. This report gives a true and fair view of the matters discussed.
3. This report is based on accounts which are in the process of being audited.
4. Alumina Limited has a formally constituted Audit and Risk Management Committee.
5. In the Directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.



MICHAEL FERRARO

Managing Director and Chief Executive Officer  
Melbourne  
27 February 2024

---

# Supplementary Appendix 4E Information

---

## Note Regarding Non-IFRS Financial Information

Consolidated Financial statements of the Group prepared in accordance with Australian Accounting Standards ("AAS") also comply with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board.

This supplementary information contains certain non-IFRS financial information. This information is presented to assist in making appropriate comparisons with the prior corresponding period and to assess the operating performance of the business. Where non-IFRS measures are used, definition of the measure, calculation method and/or reconciliation to IFRS financial information is provided as appropriate.

The AWAC financial information presented has been extracted from unaudited combined financial statements prepared in conformity with accounting principles generally accepted in the United States of America ("US GAAP").

## 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 supplementary information 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, the future financial position, performance, distributions, and statements regarding Alumina Limited's future developments and the market outlook, are also forward-looking statements.

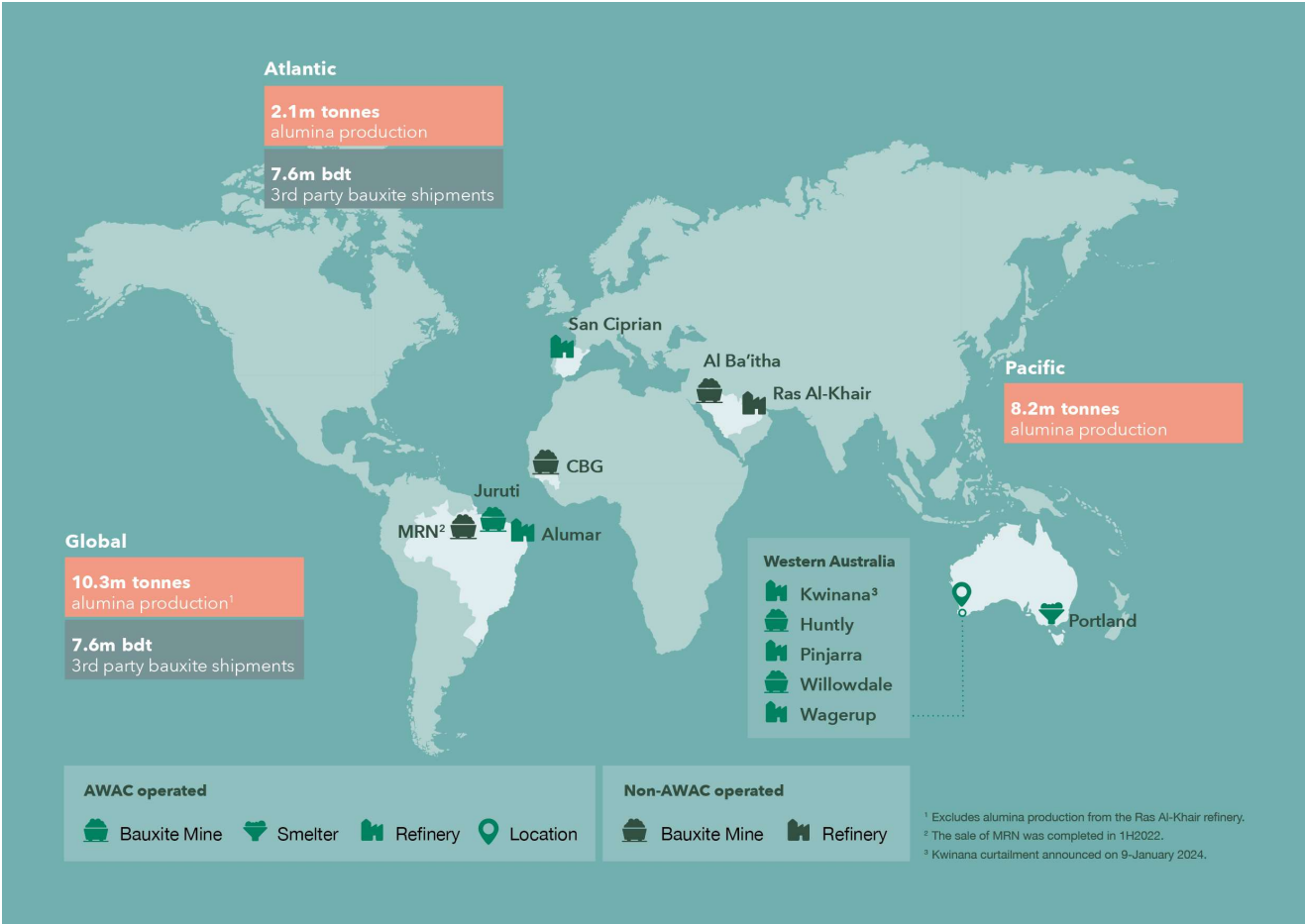
Any forward-looking statements contained in this document are not guarantees of future performance. Such forward-looking statements involve known and unknown risks, uncertainties and other factors, many of which are beyond the control of Alumina Limited and its directors, officers, employees and agents 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, raw materials and energy prices, 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. Past performance is no guarantee or indication of future performance.

Review of AWAC Operations

Alumina Limited is the 40% partner in the AWAC joint venture with a portfolio of assets in Australia, Brazil, Spain, Saudi Arabia and Guinea, including globally leading bauxite mines and alumina refineries.

AWAC also has a 55% interest in the Portland aluminium smelter in Victoria, Australia.

DIAGRAM OF AWAC GLOBAL OPERATIONS



## Alumina and Third Party Bauxite

|   | FULL-YEAR ENDED<br>31 DEC 2023 | FULL-YEAR ENDED<br>31 DEC 2022 | CHANGE  |   | CHANGE<br>(%) |
|---|--------------------------------|--------------------------------|---------|---|---------------|
| <b>AWAC OPERATED REFINERIES</b>   |                                |                                |         |   |               |
| Shipments (million tonnes)  | 12.4                           | 12.4                           | 0       |   | 0             |
| Production (million tonnes)   | 10.3                           | 11.8                           | (1.5)   | ▼ | (12.7)        |
| Average realised alumina price (\$/tonne)                                 | 352                            | 371                            | (19)    | ▼ | (5.1)         |
| Cash cost per tonne of alumina produced                                   | 308                            | 304                            | 4       | ▲ | 1.3           |
| Margin <sup>1</sup> (\$/tonne)  | 44                             | 67                             | (23)    | ▼ | (34.3)        |
| Platts FOB Australia – one month lag (\$/tonne)                           | 343                            | 364                            | (21)    | ▼ | (5.8)         |
| <b>MA'ADEN JOINT VENTURE</b>  |                                |                                |         |   |               |
| AWAC's share of alumina production (million tonnes)                       | 0.442                          | 0.444                          | (0.002) | ▼ | (0.5)         |
| <b>THIRD PARTY BAUXITE SALES</b>  |                                |                                |         |   |               |
| Shipments to third parties (million BDT) <sup>2</sup>                     | 7.6                            | 3.5                            | 4.1     | ▲ | 117.1         |
| Total third-party revenue, inclusive of freight <sup>3</sup> (\$ million) | 464.3                          | 164.9                          | 299.4   | ▲ | 181.6         |

<sup>1</sup> Calculated as average realised price less cash cost of production.

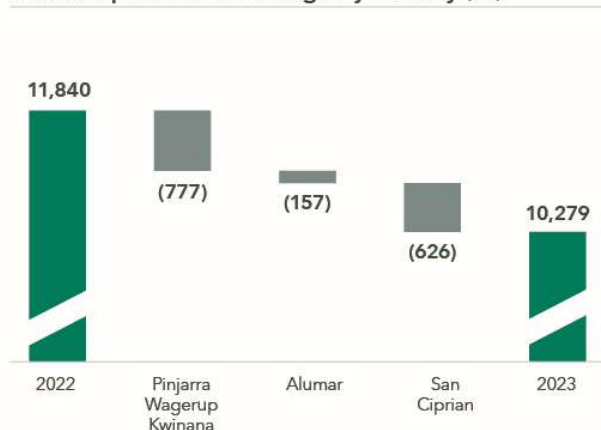
<sup>2</sup> Based on the terms of its bauxite supply contracts, AWAC's bauxite purchases from the Mineração Rio do Norte S.A. ("MRN") mine in Brazil, and Compagnie des Bauxites de Guinée (CBG) mine in Guinea, differ from their proportional equity in those mines. The sale of MRN was completed in 1H2022

<sup>3</sup> Includes freight revenue of \$128.4 million for 2023 (2022: \$36.7 million)

## AWAC operated refineries

Production from AWAC operated refineries in 2023 was 10.3 million tonnes, 1.5 million tonnes lower than 2022.

### Alumina production: change by refinery (kt)



As a result of a prolonged annual mine plan approvals process, production at the Pinjarra and Kwinana refineries was impacted by mining lower bauxite grades at the Huntly mine, starting from April 2023. In December 2023, the Western Australia Government approved AWAC's latest five-year mine plan, known as the 2023-2027 Mining and Management Program ("MMP"), for its Huntly and Willowdale bauxite mines. In addition, the WA Government granted an exemption that allows AWAC to continue its mining operations whilst WA Environmental Protection Authority undertakes a separate environmental impact assessment of the MMP.

Whilst bauxite quality in WA is expected to remain similar to recent lower grades until bauxite can be accessed from new regions at Myara North and Holyoake (no earlier than 2027), the WA Government's announcements provided increased confidence for the AWAC business in WA.

The Kwinana refinery was partly curtailed with one of the five digestors remaining offline since January 2023. In January 2024, plans for refinery's full curtailment were announced.

During 2023 the San Ciprian refinery continued to operate at around 50% of capacity, after production was reduced in the second half of 2022. As announced in December 2023, discussions commenced on the future of San Ciprian refinery.

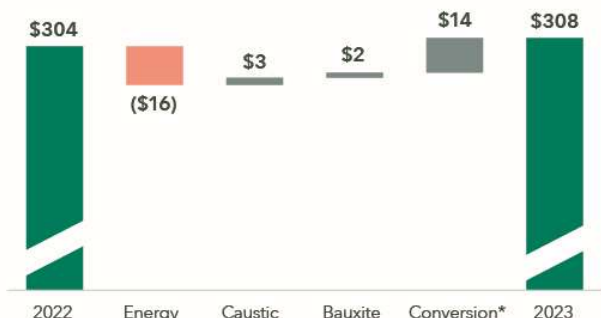
Production at the Alumar refinery was affected by a ship-to-shore conveyance system failure, alumina ship loader maintenance as well as country wide power outages.

Across the system there was increased planned and unplanned maintenance activity, carried out in line with the objective of improving system stability and operational performance.

AWAC's average realised price of \$352 per tonne, was \$19 per tonne or 5% lower compared to the previous year. The average alumina price in 2023 was 6% lower compared to the previous year, however has recently seen an increase in the spot price to around \$370/t.

The average cash cost per tonne of Alumina increased by 1% to \$308 per tonne.

### Cash cost per tonne of alumina produced<sup>^</sup>



<sup>^</sup> Includes the mining business unit at cost

\* Conversion includes: employee costs, indirect costs and other raw materials costs

Energy cost continued to move favourably, with Spanish gas prices stabilising to an average of €39 per MWh, down from €99 per MWh average for 2022. However, the price remains elevated from where it was in 2020 before the war in Ukraine impacted European energy markets.

The San Ciprian refinery benefiting from lower prices is the main driver for lower energy costs. Energy costs were also lower in Brazil due to favourable oil prices. This was offset by slightly higher energy costs in WA, mostly as a result of higher usage due to the processing of the lower bauxite grades.

### European gas prices: MIBGAS (EUR/MWh)



Source: Bloomberg, January 2024

Caustic costs were slightly higher in 2023 up \$3 per tonne of alumina. Caustic soda inventory flow of up to 6 months can delay the effect of market price movements. Costs improved in the second half of 2023 as the benefit of lower market prices were realised (with the benefit continuing into 2024), partly offset by higher usage in WA due the lower bauxite grades.

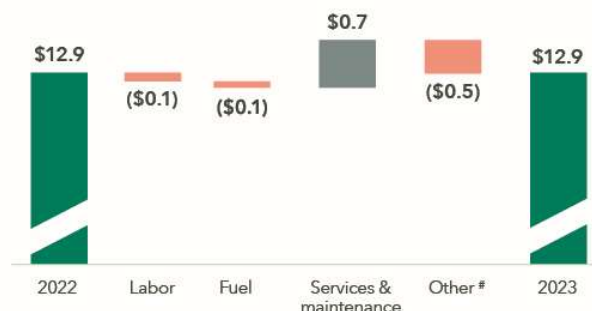
### Caustic soda prices (US\$/t)



Source: S&P Global Commodity Insights, January 2024

The cash cost per bone dry tonne (BDT) of bauxite at AWAC operated mines remained stable at \$12.9 per tonne. Bauxite cost per tonne of alumina in 2023 was marginally higher compared with 2022. Bauxite usage per tonne of alumina was higher as a result of the lower bauxite grades in WA, partly offset by reduced San Ciprian production where delivered bauxite costs are higher.

### Cash cost per BDT of bauxite produced<sup>^</sup>



# Other includes energy, supplies, PAE, royalties and other

<sup>^</sup> AWAC operated mines

Conversion costs which include employee costs, indirect costs and other raw materials were higher by \$14 per tonne due to higher maintenance and lower production.

The Australian dollar moved favourably year on year, while the Brazilian Real and Euro movements were unfavourable.

### Ma'aden Joint Venture

Ma'aden refinery production attributable to AWAC decreased by 0.5% in 2023 to 0.442 million tonnes of alumina, operating at 98% of nameplate capacity.

The equity accounted loss was \$47.5 million during 2023 (2022: \$39.5 million equity loss). The result was predominantly driven by a lower realised alumina price.

### Third Party Bauxite Sales

AWAC's shipments to third party customers increased by 4.1 million BDT to 7.6 million BDT with the increase mainly from additional sales from CBG.

Third party revenue increased by 182% due to increased shipments and a higher average realised bauxite price.

#### Portland

|   | FULL-YEAR ENDED<br>31 DEC 2023 | FULL-YEAR<br>ENDED<br>31 DEC 2022 | CHANGE |   | CHANGE<br>(%) |
|---|--------------------------------|-----------------------------------|--------|---|---------------|
| <b>AWAC'S 55% EQUITY SHARE</b>                  |                                |                                   |        |   |               |
| Production (thousand tonnes)                    | 156                            | 159                               | (3)    | ▼ | (1.9)         |
| EBITDA excluding significant items (\$ million) | (9.5)                          | 64.6                              | (74.1) | ▼ | (114.7)       |
| Realised price                                  | 2,369                          | 2,884                             | (515)  | ▼ | (17.9)        |
| LME aluminium cash – 15-day lag (\$/tonne)      | 2,258                          | 2,719                             | (461)  | ▼ | (17.0)        |

Portland's 2023 aluminium production was marginally lower compared to 2022. Production rates increased in the second half of 2022, running at about 95% of capacity following the restart of additional smelting pots. In March 2023 production rates were reduced to approximately 75% of capacity, due to operational instability and challenges related to production of rodded anodes.

EBITDA was lower in 2023 compared to 2022, primarily as a result of lower aluminium prices. This was partially offset by a decrease in cash costs year on year supported by lower alumina prices.

In August 2023, Portland entered into a nine -year power supply agreement which will secure approximately 50% of the energy required to meet smelter nameplate capacity. The agreement will take effect from 1 July 2026.

### AWAC Financial Review

AWAC recorded a net loss in the financial year ended 31 December 2023, reflecting lower average alumina and aluminium prices and higher cash costs of production, impacted by processing of the lower quality of bauxite grades in WA and higher maintenance cost in Brazil.

Income tax charge decreased in line with the lower taxable income generated by Australian and Brazilian operations, partially offset by the valuation allowance on deferred tax assets in Brazil.

| AWAC PROFIT AND LOSS (US GAAP)            | US\$ MILLION              |                           |
|---|---------------------------|---------------------------|
|   | YEAR ENDED<br>31 DEC 2023 | YEAR ENDED<br>31 DEC 2022 |
| Net profit/(loss) after tax               | (317.8)                   | 301.1                     |
| Add back: Income tax charge               | 170.2                     | 239.8                     |
| Add back: Depreciation and amortisation   | 317.5                     | 295.3                     |
| Add back: Net interest expense/(income)   | (5.4)                     | (19.1)                    |
| <b>EBITDA</b>                             | <b>164.5</b>              | <b>817.1</b>              |
| Add back: Significant items (pre-tax)     | 45.0                      | (2.5)                     |
| <b>EBITDA excluding significant items</b> | <b>209.5</b>              | <b>814.6</b>              |

AWAC's net profit included the following significant items:

| SIGNIFICANT ITEMS (US GAAP)                            | US\$ MILLION              |                           |
|--|---------------------------|---------------------------|
|  | YEAR ENDED<br>31 DEC 2023 | YEAR ENDED<br>31 DEC 2022 |
| Change in the fair value of Portland Energy contracts  | (13.0)                    | 39.0                      |
| Reversal of derecognised VAT credits in Brazil         | –                         | 60.3                      |
| Loss on MRN Sale <sup>1</sup>                          | –                         | (42.7)                    |
| Brazilian ARO refinery adjustment                      | –                         | (18.7)                    |
| Other <sup>2</sup>                                     | (32.0)                    | (35.4)                    |
| <b>Total significant items (pre-tax)</b>               | <b>(45.0)</b>             | <b>2.5</b>                |
| <b>Total significant items (after-tax)<sup>3</sup></b> | <b>(145.5)</b>            | <b>(13.4)</b>             |

<sup>1</sup> AWAC's interest in the MRN mine was sold to South32 during 1Q 2022.

<sup>2</sup> Other significant items include charges related to restructuring, severance and other payments.

<sup>3</sup> The most significant item, for year ended 31 December 2023, relates to valuation allowance on Brazilian deferred tax asset of \$104m

| AWAC BALANCE SHEET (US GAAP)                | US\$ MILLION              |                           |
|---|---------------------------|---------------------------|
|   | YEAR ENDED<br>31 DEC 2023 | YEAR ENDED<br>31 DEC 2022 |
| Cash and cash equivalents                   | 353.7                     | 236.1                     |
| Receivables                                 | 496.2                     | 435.0                     |
| Inventories                                 | 735.3                     | 868.9                     |
| Deferred income taxes                       | –                         | 96.0                      |
| Property, plant & equipment                 | 3,172.7                   | 2,852.7                   |
| Other assets                                | 1,685.5                   | 1,695.9                   |
| <b>Total Assets</b>                         | <b>6,443.4</b>            | <b>6,184.6</b>            |
| Borrowings & capital lease obligations      | 79.1                      | 79.6                      |
| Accounts payable                            | 794.6                     | 793.8                     |
| Taxes payable and deferred                  | 181.7                     | 321.0                     |
| Assets retirement obligations (non-current) | 578.7                     | 470.8                     |
| Other liabilities                           | 891.4                     | 798.6                     |
| <b>Total Liabilities</b>                    | <b>2,525.5</b>            | <b>2,463.8</b>            |
| <b>Equity</b>                               | <b>3,917.9</b>            | <b>3,720.8</b>            |

The movement in the value of assets and liabilities includes the effect of the Australian dollar, Brazilian Real and Euro against the US dollar throughout 2023.

Receivables increased due to the higher alumina realised prices in December 2023 relative to December 2022.

Inventory decreased mainly as a result of lower volume of raw materials purchases due to decreased production levels and lower input prices, particularly for caustic soda.

Taxes payable and deferred decreased due to lower taxable income in Australia and the valuation allowance on deferred tax assets in Brazil.

Estimates for assets retirement obligations ("ARO") related primarily to mine reclamation and closure of bauxite residue

areas were increased with corresponding increase recorded in carrying amount of related long-lived assets (Property, plant and equipment).

Other liabilities increased due to higher accrued employee compensation and retirement costs as well as increase in current portion of AROs.

| AWAC CASH FLOW (US GAAP)                                      | US\$ MILLION              |                           |
|---|---------------------------|---------------------------|
|   | YEAR ENDED<br>31 DEC 2023 | YEAR ENDED<br>31 DEC 2022 |
| Cash from operations  | (9.9)                     | 481.5                     |
| Capital contributions from partners                           | 471.1                     | 535.4                     |
| Net movement in borrowings                                    | (1.0)                     | 3.6                       |
| Capital expenditure   | (278.5)                   | (273.3)                   |
| Other financing and investing activities <sup>1</sup>         | 2.9                       | 9.8                       |
| Effects of exchange rate changes on cash and cash equivalents | 8.1                       | (17.6)                    |
| <b>Cash flow before distributions</b>                         | <b>192.7</b>              | <b>739.4</b>              |
| Distributions paid to partners                                | (75.1)                    | (947.1)                   |
| <b>Net change in cash and cash equivalents</b>                | <b>117.6</b>              | <b>(207.7)</b>            |

<sup>1</sup> Includes proceeds from sales of assets, and other.

Cash from operations in 2023 decreased mainly as a result of lower average realised alumina prices and higher cash costs of production.

Capital contributions from partners decreased by \$64.3 million to \$471.1 million in order to support working capital and capital expenditure requirements of AWAC entities.

Gross distributions paid to partners decreased to \$75.1 million.

Sustaining capital expenditure for the year was approximately \$243 million (2022: \$246 million) with the most significant expenditure relating to the construction of a residue storage area at Alumar and additional tailing ponds at Juruti.

Growth capital expenditure was approximately \$36 million (2022: \$28 million) with the most significant expenditure relating to refinery production debottlenecking at Alumar.

## Alumina Limited Financial Review

| ALUMINA LIMITED PROFIT AND LOSS  | US\$ MILLION              |                           |
|--|---------------------------|---------------------------|
|  | YEAR ENDED<br>31 DEC 2023 | YEAR ENDED<br>31 DEC 2022 |
| Revenue from continuing operations   | 0.5                       | 0.7                       |
| Share of net profit/(loss) of associates accounted for using the equity method | (119.4)                   | 120.1                     |
| General and administrative expenses  | (11.6)                    | (12.5)                    |
| Finance costs  | (19.8)                    | (4.4)                     |
| Foreign exchange losses, tax and other   | 0.2                       | 0.1                       |
| <b>Profit/(loss) for the year after tax</b>                                    | <b>(150.1)</b>            | <b>104.0</b>              |
| Add back: Significant items (after tax)  | 58.2                      | 5.3                       |
| <b>Net profit/(loss) after tax excluding significant items</b>                 | <b>(91.9)</b>             | <b>109.3</b>              |

| SIGNIFICANT ITEMS (IFRS, POST-TAX)                    | US\$ MILLION              |                           |
|---|---------------------------|---------------------------|
|   | YEAR ENDED<br>31 DEC 2023 | YEAR ENDED<br>31 DEC 2022 |
| Change in the fair value of Portland Energy contracts | (5.2)                     | 15.6                      |
| Reversal of derecognised VAT credits in Brazil        | –                         | 15.9                      |
| Loss on MRN Sale                                      | –                         | (16.1)                    |
| Brazilian ARO refinery adjustment                     | –                         | (7.5)                     |
| Valuation allowance on Brazil deferred tax asset      | (41.6)                    | -                         |
| Other <sup>1</sup>                                    | (11.4)                    | (13.2)                    |
| <b>Total significant items</b>                        | <b>(58.2)</b>             | <b>(5.3)</b>              |

<sup>1</sup> Other significant items include charges related to restructuring and holding costs, severance and other payments.

Alumina Limited recorded a net loss after tax of \$150.1 million (2022: net profit after tax of \$104.0 million).

Excluding significant items, net loss after tax would have been \$91.9 million (2022: net profit after tax of \$109.3 million).

The decline in the Company's net profit is due to the decrease in the share of net profit of associates reflecting AWAC performance during 2023 relative to the previous year.

General and administrative expenses in 2023 decreased due to the weaker Australian dollar, however, expenses expressed in AUD remained consistent with the previous year.

The Company's finance costs in 2023 were higher than in the previous year, reflecting the higher debt level.

| ALUMINA LIMITED BALANCE SHEET    | US\$ MILLION              |                           |
|----------------------------------|---------------------------|---------------------------|
|                                  | YEAR ENDED<br>31 DEC 2023 | YEAR ENDED<br>31 DEC 2022 |
| Cash and cash equivalents        | 1.7                       | 3.8                       |
| Investment in associates         | 1,729.5                   | 1,656.0                   |
| Other assets                     | 4.0                       | 2.9                       |
| <b>Total Assets</b>              | <b>1,735.2</b>            | <b>1,662.7</b>            |
| Payables                         | 3.1                       | 0.4                       |
| Interest bearing liabilities     | 296.0                     | 110.0                     |
| Provisions and other liabilities | 2.1                       | 2.9                       |
| <b>Total Liabilities</b>         | <b>301.2</b>              | <b>113.3</b>              |
| <b>Net Assets</b>                | <b>1,434.0</b>            | <b>1,549.4</b>            |

The increase in investments in associates was principally due to the net capital contributions made by Alumina Limited during the year and foreign currency revaluations.

Alumina Limited's net debt as at 31 December 2023 was \$294.3 million (2022: \$106.2 million) and gearing was 17% (2022: 6.4%).

Alumina Limited has a US\$500 million syndicated bank facility with tranches maturing in October 2025 (US\$100 million), January 2026 (US\$150 million), July 2026 (US\$150 million) and June 2027 (US\$100 million).

As at 31 December 2023, there was US\$296 million drawn against the syndicated facility (2022: US\$110 million).

| ALUMINA LIMITED CASH FLOW                                      | US\$ MILLION              |                           |
|--|---------------------------|---------------------------|
|  | YEAR ENDED<br>31 DEC 2023 | YEAR ENDED<br>31 DEC 2022 |
| Dividends received   | 30.0                      | 360.6                     |
| Net finance costs paid   | (18.7)                    | (4.1)                     |
| Payments to suppliers and employees                            | (11.3)                    | (10.5)                    |
| GST refund, interest received & other                          | 0.7                       | 1.0                       |
| <b>Cash from operations</b>                                    | <b>0.7</b>                | <b>347.0</b>              |
| Receipts – capital returns from associates                     | –                         | 18.0                      |
| Payments – investment in associates                            | (189.1)                   | (212.1)                   |
| Payment for shares acquired by the Alumina Employee Share Plan | –                         | –                         |
| Effects of exchange rate changes on cash and cash equivalents  | 0.3                       | (0.1)                     |
| Amount included in the final 2021 dividend                     | –                         | (33.8)                    |
| <b>Free cash flow available for dividends</b>                  | <b>(188.1)</b>            | <b>119.0</b>              |

Net contributions to AWAC totalled \$159.1 million (2022: net receipts \$166.5 million).

Additional capital contributions into AWAC were required to support working capital and capital expenditure needs of the AWAC entities. It is as a result of lower alumina realised prices and increased costs primarily due to the WA refineries operating with lower grade bauxite.

Alumina Limited's dividend policy is to distribute free cash flow derived from net AWAC distributions less the Company's corporate and finance costs, whilst taking into consideration its capital structure, any capital requirements for AWAC and market conditions.

The Board had considered the above factors and determined not to declare a final dividend in respect of the year ended 31 December 2023.

## Market, Outlook and Guidance

### Aluminium

Global primary aluminium consumption in 2023 grew by 1.1%, mainly supported by China's 4.9% growth in consumption. This was primarily driven by strong demand from solar panels and electric vehicles which more than offset weakness in China's property sector. Demand in the rest of the world ("RoW") dropped by 4.2% as it was impacted by high interest rates and stubborn inflation. Looking ahead to 2024, demand is expected to be supported by an improving macroeconomy and a shift back towards the metal intensive manufacturing sectors. The industrial destocking process which depressed demand for aluminium in 2023 is also expected to end in 2024.

In the medium to longer term, global demand for aluminium is expected to be strong, underpinned by structural strength in China's green economy and marked growth in renewable energy and electric vehicles. Over the next decade, global primary aluminium consumption is expected to grow by 14% or about 10 million tonnes.

Primary aluminium production in the world excluding China was 29 million tonnes in 2023, representing an 1.6% increase from the previous year. Production in RoW is expected to increase by about 2% over 2024.

LME aluminium prices peaked at around \$2,600/t in January 2023 as improved sentiment from China's post-covid reopening along with US dollar weakness both contributed to the rally. However, poorer than market anticipated demand quickly caused a retracement in price and the fear of widespread recession after central banks increased interest rates resulted in prices trading sideways for most of 2023. Low carbon aluminium premiums are developing and as decarbonisation trends advance, these premiums are expected to rise.

At the end of 2023, China's primary aluminium capacity was estimated to be 44.8 million tonnes per annum, with a utilisation rate of 94%. New primary capacity rollout is forecast to be limited as China approaches the 45 million tonnes per annum cap.

### Alumina

RoW metallurgical alumina production decreased by 1% in 2023, as supply disruptions in Australia, Europe and Brazil more than offset expansions in Indonesia and India. Non-metallurgical production of alumina in RoW contracted by 20% driven primarily by disruptions/curtailments in Europe and North America. The RoW metallurgical alumina market was tightly balanced in 2023, with a marginal deficit representing around 0.1% of the global supply. The Alumina Price Index spiked to a high of \$371/t in February following the news of supply disruptions in Australia. Prices averaged \$343/t for the year, a 5% decrease year on year and tracking with historical average.

No new RoW greenfield metallurgical alumina projects are expected in 2024. Brownfield expansions and production ramp-ups are likely to be somewhat offset by supply disruptions in Australia. With steady demand growth from

primary aluminium smelters, the RoW metallurgical alumina market in 2024 is forecast to be in further deficit compared to 2023.

In China, metallurgical alumina production grew by 5%, despite supply disruptions at inland refineries due to environmental audits and domestic bauxite supply concerns. This was driven by new projects and expansions at coastal refineries.

China's net alumina imports stood at 563 kt for 2023, down 44% from the year before. China is expected to produce alumina to only meet its internal demand and export excess tonnes to Russia.

RoW refining costs averaged \$288/t in 2023, down 8% compared with 2022. This was driven primarily by easing of fuel and caustic costs. In China, average production costs also fell by 8% in 2023 to reach \$320/t, driven by lower caustic soda and energy prices. Chinese refineries process lower quality domestic bauxite, and higher priced seaborne bauxite, which offset some of the cost savings.

In China, alumina futures were introduced to the Shanghai Futures Exchange in June 2023, adding both liquidity and volatility to the Chinese market.

In the Atlantic regions, notable transactions included Glencore's acquisition of 30% equity stake of Alunorte refinery and Century's acquisition of 55% share of Jamalco. Elsewhere, UC Rusal acquired 30% of Hebei Wenfeng New Materials in China, amounted to 1.4 Mt of alumina capacity per year.

### Bauxite

The first half of 2023 saw the ban of Indonesian bauxite exports. Guinea more than compensated for Indonesia's ban as China imported 99 Mt of Guinean bauxite in 2023, up 41% y/y. In 2023, Guinea accounted for 70% of China's bauxite imports, compared with 56% in 2022. Total bauxite imports in China for 2023 stood at 142 Mt, representing a 13% increase y/y. This stems from both strict environmental policies and depleting bauxite reserve in China that necessitated the sourcing of seaborne bauxite.

The surge in demand for Guinean bauxite led to an uptick in prices, with Guinea bauxite trading at \$70.5/t on a CIF China basis at the end of 2023. This represents an increase of about \$30/t since the start of 2021. In the near to medium term, China's demand for imported bauxite is likely to grow as domestic bauxite reserves deplete further both in volume and grades. Guinea is expected to be the main supplier of bauxite to China, followed by Australia. Despite a few bauxite beneficiation technologies being trialled in China, they have proven to be uneconomic or limited to only a small scale.

In 2023, bauxite cost was around \$167 per tonne of alumina in China, representing over 50% of refining costs. In contrast, RoW bauxite cost was around \$76/t per tonne of alumina, or roughly 27% of refining costs.

### AWAC Guidance

The following 2024 guidance is provided to assist the understanding of the sensitivity of AWAC results to key external factors. The guidance cannot be expected to be predictive of exact results; rather it provides direction and approximate quantum of the impact on AWAC results. Sensitivity of each element of the guidance has been considered in isolation and no correlation with movements in other elements within the guidance has been made.

Refer to Forward Looking Statements on page 17 for further information.

| ITEM   | 2024 GUIDANCE                          |
|--|--|
| Production – alumina   | Approximately 9.4 million tonnes       |
| Shipments – alumina  | Approximately 12.4-12.7 million tonnes |
| Production – aluminium   | Approximately 161,000 tonnes           |
| Third party bauxite shipments  | Approximately 7.0 million BD tonnes    |
| AWAC capital expenditure   | Approximately \$360 million            |
| AWAC Environmental, ARO & Other Restructuring Related Items <sup>1</sup> | Approximately \$160 million            |

<sup>1</sup> Ongoing costs will be recognised in future financial years relating to the curtailments and closures.

| SENSITIVITY   | 2024 GUIDANCE                       |
|---|-------------------------------------|
| Alumina Price Index <sup>1</sup> : +\$10/t          | Approximately +\$90 million EBITDA  |
| Australian \$ <sup>2</sup> : + 1¢ AUD/USD           | Approximately -\$25 million EBITDA  |
| Brazilian R\$: + 10 ¢ USD/BRL                       | Approximately +\$6 million EBITDA   |
| Caustic price <sup>3</sup> : +\$10/dry metric tonne | Approximately -\$8-9 million EBITDA |

<sup>1</sup> Excludes equity accounted income/losses for the Ma'aden joint venture.

<sup>2</sup> Upon full curtailment of the Kwinana refinery, sensitivity will be adjusted.

<sup>3</sup> Caustic inventory flow is 5-6 months.

# Extract from AWAC's Unaudited Combined Financial Statements (US GAAP)

---

## Note Regarding Non-IFRS Financial Information

AWAC financial information has been extracted from unaudited combined financial statements prepared in conformity with accounting principles generally accepted in the United States of America.

## AWAC Profit & Loss

|  | US\$ MILLION              |                           |
|--|---------------------------|---------------------------|
|  | YEAR ENDED<br>31 DEC 2023 | YEAR ENDED<br>31 DEC 2022 |
| Sales  | 3,904.1                   | 4,093.6                   |
| Sales to related parties   | 1,492.2                   | 1,620.9                   |
| <b>Total revenue</b>   | <b>5,396.3</b>            | <b>5,714.5</b>            |
| Cost of goods sold   | 5,072.6                   | 4,951.7                   |
| Selling, general administrative, and research and development expenses | 118.0                     | 92.8                      |
| Provision for depreciation, depletion and amortisation                 | 317.5                     | 295.3                     |
| Restructuring charges and other (income)/expenses                      | 35.8                      | (166.2)                   |
| <b>Total expenses</b>  | <b>5,543.9</b>            | <b>5,173.6</b>            |
| <b>Net profit/(loss) before income taxes</b>                           | <b>(147.6)</b>            | <b>540.9</b>              |
| Provision for taxes on income  | (170.2)                   | (239.8)                   |
| <b>Net profit/(loss) after taxes</b>                                   | <b>(317.8)</b>            | <b>301.1</b>              |

## AWAC Members Equity

|  | US\$ MILLION              |                           |
|--|---------------------------|---------------------------|
|  | YEAR ENDED<br>31 DEC 2023 | YEAR ENDED<br>31 DEC 2022 |
| <b>Opening balance at start of year</b>          | <b>3,720.8</b>            | <b>3,968.6</b>            |
| Net profit/(loss)                                | (317.8)                   | 301.1                     |
| Capital contribution                             | 471.1                     | 535.4                     |
| Dividends paid and return of capital to partners | (75.1)                    | (947.1)                   |
| Common stock issued for compensation plans       | 3.7                       | 3.0                       |
| Other comprehensive income/(loss)                | 115.2                     | (140.2)                   |
| <b>Closing balance at end of year</b>            | <b>3,917.9</b>            | <b>3,720.8</b>            |

## AWAC Balance Sheet

|   | US\$ MILLION                   |                                |
|---|--------------------------------|--------------------------------|
|   | YEAR ENDED<br>31 DECEMBER 2023 | YEAR ENDED<br>31 DECEMBER 2022 |
| <b>Current assets</b>                             |                                |                                |
| Cash and cash equivalents                         | 353.7                          | 236.1                          |
| Receivables                                       | 496.2                          | 435.0                          |
| Inventories                                       | 735.3                          | 868.9                          |
| Prepaid expenses and other current assets         | 187.9                          | 196.7                          |
| <b>Total current assets</b>                       | <b>1,773.1</b>                 | <b>1,736.7</b>                 |
| <b>Non-current assets</b>                         |                                |                                |
| Property, plant and equipment                     | 3,172.7                        | 2,852.7                        |
| Investments                                       | 374.9                          | 400.6                          |
| Deferred income taxes                             | -                              | 96.0                           |
| Other non-current assets                          | 1,122.7                        | 1,098.6                        |
| <b>Total non-current assets</b>                   | <b>4,670.3</b>                 | <b>4,447.9</b>                 |
| <b>Total assets</b>                               | <b>6,443.4</b>                 | <b>6,184.6</b>                 |
| <b>Current liabilities</b>                        |                                |                                |
| Short term borrowings                             | 78.1                           | 0.3                            |
| Accounts payable                                  | 794.6                          | 793.8                          |
| Taxes payable                                     | 12.0                           | 129.7                          |
| Accrued compensation and retirement costs         | 178.1                          | 165.6                          |
| Other current liabilities                         | 229.0                          | 204.3                          |
| <b>Total current liabilities</b>                  | <b>1,291.8</b>                 | <b>1,293.7</b>                 |
| <b>Non-current liabilities</b>                    |                                |                                |
| Capital lease obligations and long-term debt      | 1.0                            | 79.3                           |
| Deferred income taxes                             | 169.7                          | 191.3                          |
| Accrued pension and other postretirement benefits | 68.2                           | 67.3                           |
| Assets retirement obligations                     | 578.7                          | 470.8                          |
| Other long-term liabilities and deferred credits  | 416.1                          | 361.4                          |
| <b>Total non-current liabilities</b>              | <b>1,233.7</b>                 | <b>1,170.1</b>                 |
| <b>Total liabilities</b>                          | <b>2,525.5</b>                 | <b>2,463.8</b>                 |
| <b>Net assets</b>                                 | <b>3,917.9</b>                 | <b>3,720.8</b>                 |
| <b>Equity</b>                                     |                                |                                |
| Members' equity                                   | 6,524.2                        | 6,442.3                        |
| Accumulated other comprehensive loss              | (2,606.3)                      | (2,721.5)                      |
| <b>Total members' equity</b>                      | <b>3,917.9</b>                 | <b>3,720.8</b>                 |

## AWAC Statement of Cash Flows

|  | US\$ MILLION              |                           |
|--|---------------------------|---------------------------|
|  | YEAR ENDED<br>31 DEC 2023 | YEAR ENDED<br>31 DEC 2022 |
| <b>Cash flows from operating activities</b>                        |                           |                           |
| Net profit/(loss)  | (317.8)                   | 301.1                     |
| <i>Adjustments to reconcile net income to cash from operations</i> |                           |                           |
| Depreciation, depletion and amortisation                           | 317.5                     | 295.3                     |
| Other items <sup>1</sup>   | (9.6)                     | (114.9)                   |
| <b>Net cash inflow/(outflow) from operating activities</b>         | <b>(9.9)</b>              | <b>481.5</b>              |
|  |                           |                           |
| <b>Cash flows from financing activities</b>                        |                           |                           |
| Dividends paid and return of capital to partners                   | (75.1)                    | (947.1)                   |
| Net change in debt   | (1.0)                     | 3.6                       |
| Capital contributions  | 471.1                     | 535.4                     |
| <b>Net cash inflow/(outflow) from financing activities</b>         | <b>395.0</b>              | <b>(408.1)</b>            |
|  |                           |                           |
| <b>Cash flows from investing activities</b>                        |                           |                           |
| Capital expenditures   | (278.5)                   | (273.3)                   |
| Other items  | 2.9                       | 9.8                       |
| <b>Net cash inflow/(outflow) from investing activities</b>         | <b>(275.6)</b>            | <b>(263.5)</b>            |
| Effect of exchange rate changes on cash and cash equivalents       | 8.1                       | (17.6)                    |
| <b>Cash generated</b>  | <b>117.6</b>              | <b>(207.7)</b>            |
|  |                           |                           |
| <b>Cash and cash equivalents</b>                                   |                           |                           |
| Cash and cash equivalents at the beginning of the year             | 236.1                     | 443.8                     |
| Cash and cash equivalents at the end of the year                   | 353.7                     | 236.1                     |
| <b>Net change in cash and cash equivalents</b>                     | <b>117.6</b>              | <b>(207.7)</b>            |

<sup>1</sup> Other items consist of net movement in working capital and other non-current assets and liabilities.

## Reconciliation of AWAC's US GAAP Profit/(Loss) to IFRS

## Reconciliation of AWAC's US GAAP to IFRS Profit

|   | US\$ MILLION              |                           |
|---|---------------------------|---------------------------|
|   | YEAR ENDED<br>31 DEC 2023 | YEAR ENDED<br>31 DEC 2022 |
| <b>AWAC profit/(loss) before tax (US GAAP)</b>        | <b>(147.6)</b>            | <b>540.9</b>              |
| <i>Adjustments made to align with IFRS</i>            |                           |                           |
| Asset Retirement Obligations and Defined Benefit Plan | 1.2                       | (4.2)                     |
| Restructuring related charges                         | 13.6                      | 13.0                      |
| Other   | 15.0                      | (6.2)                     |
| <b>AWAC profit/(loss) before tax (IFRS)</b>           | <b>(117.8)</b>            | <b>543.5</b>              |
|   |                           |                           |
| <b>AWAC provision for taxes on income (USGAAP)</b>    | <b>(170.2)</b>            | <b>(239.8)</b>            |
| Adjustments made to align with IFRS                   | (6.8)                     | 0.3                       |
| <b>AWAC provision for taxes on income (IFRS)</b>      | <b>(177.0)</b>            | <b>(239.5)</b>            |
|   |                           |                           |
| AWAC profit/(loss) before tax (IFRS)                  | (117.8)                   | 543.5                     |
| AWAC provision for taxes on income (IFRS)             | (177.0)                   | (239.5)                   |
| <b>AWAC profit/(loss) after tax (IFRS)</b>            | <b>(294.8)</b>            | <b>304.0</b>              |