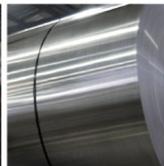
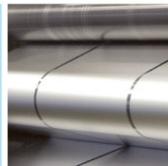
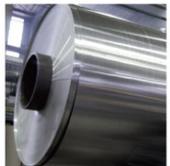


**Hulett Aluminium**

# THE ALUMINIUM ROLLING INDUSTRY IN 2006

- Global demand remains firm
- High metal price keeps pressure on margins
- Profitability of major producers remains low
- Consolidation and plant closures continue
  - Aleris acquires Corus' aluminium assets
  - Alcoa closes Swansea plant
  - Hindalco acquiring Novelis



# HULAMIN'S PERFORMANCE CONTINUES TO IMPROVE

- Revenue growth of 32% to R5.5 billion
- EBIT growth of 32%

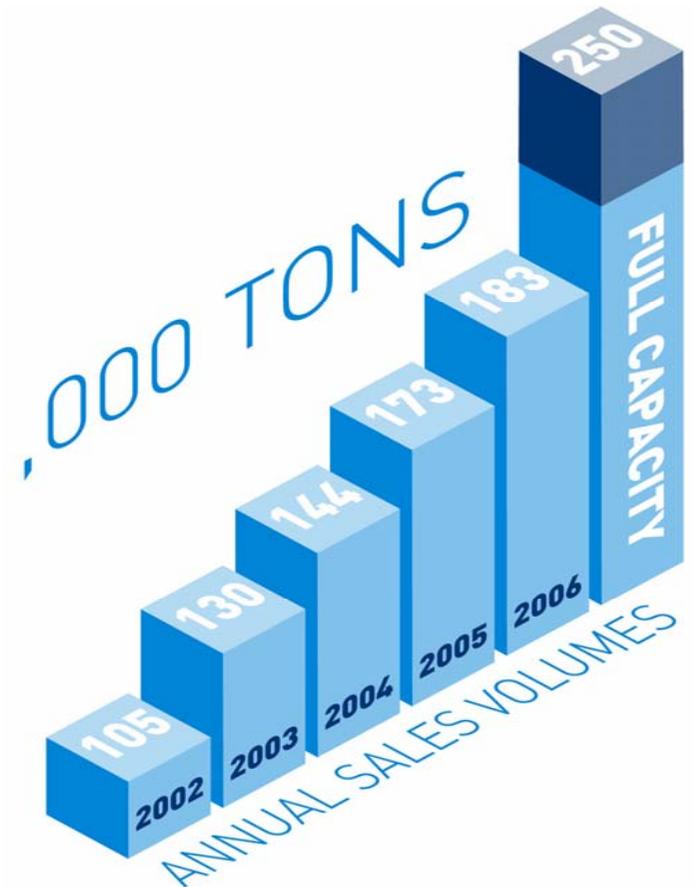
2004	2005	2006
R150m	R320m	R422m

- Local extrusion and rolled products sales up 15% and 11%
- Margin reduction offset by improved mix and metal price lag
- Manufacturing costs affected by energy and commodity prices
- EBITDA per ton significantly above industry average
- Sustainable margin and low cost advantages



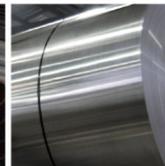
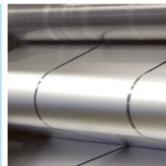
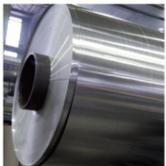
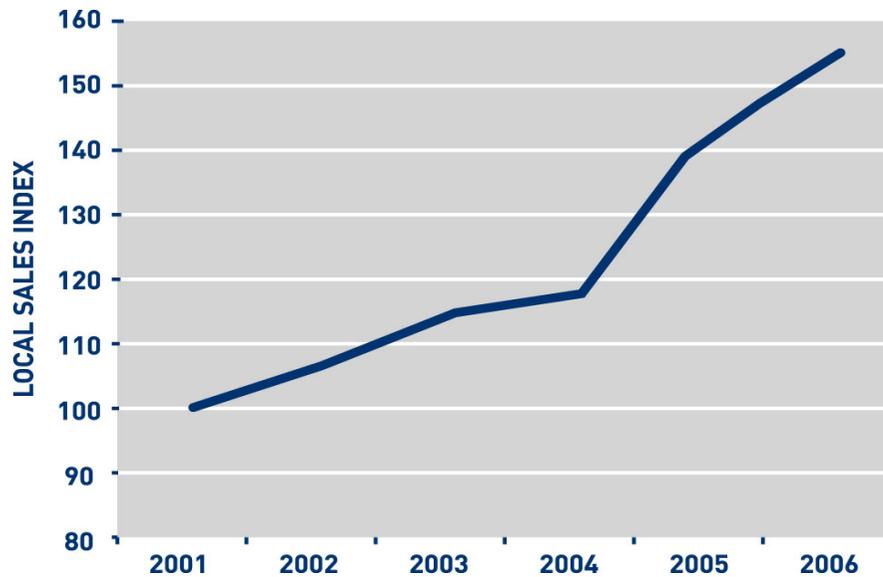
# ROLLED PRODUCTS CAPACITY UTILISATION: A KEY DRIVER OF EARNINGS

- Industry average of 77%
  - Hualamin exceeding 90%
- 2006 sales volume growth of 10 000 tons (6%)
  - LP Gas impact
- Expansion Project impact from 2009 onwards



# STRONG LOCAL MARKET GROWTH IMPACTING ON MIX

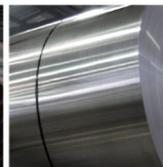
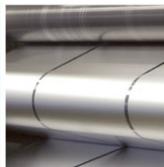
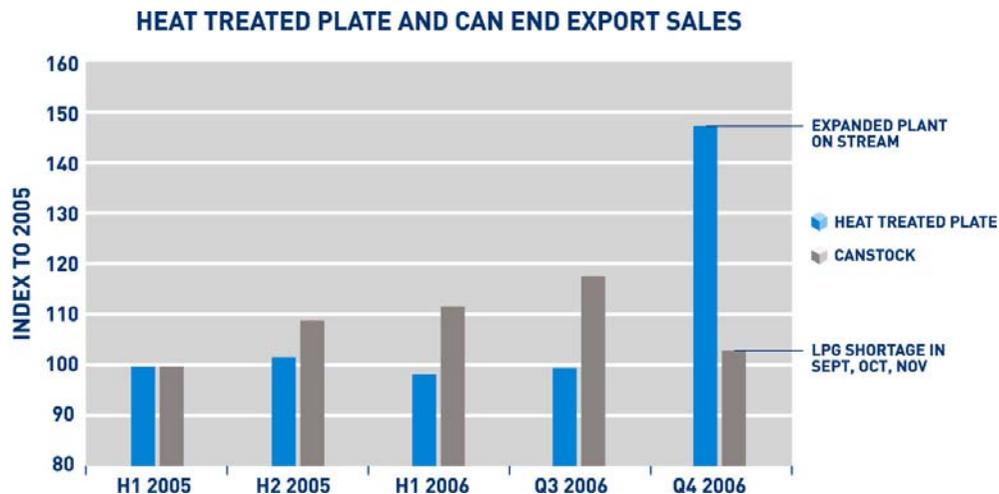
- Extrusions up 15%
- Rolled Products up 11%
- Further growth to continue



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# GROWTH OF HIGH VALUE EXPORT PRODUCTS CONTINUES...

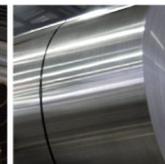
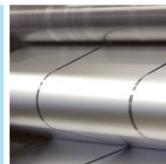
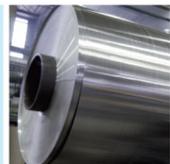
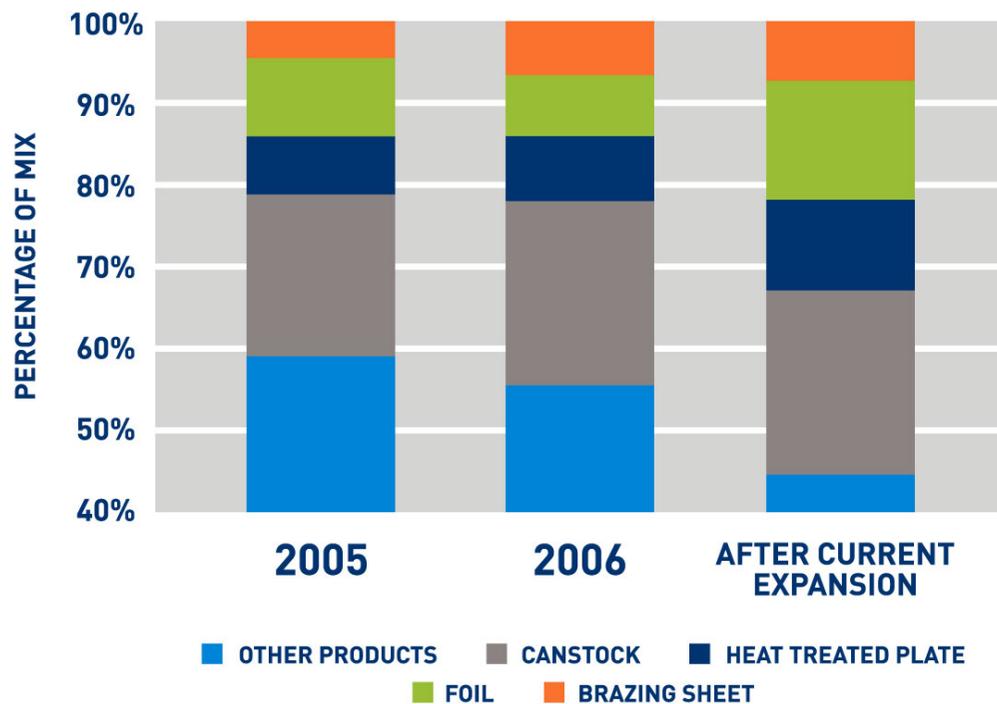
- Industry rationalisation creating opportunities
- Current Expansion Project
  - Additional Heat Treated Plate
  - Light Gauge Foil



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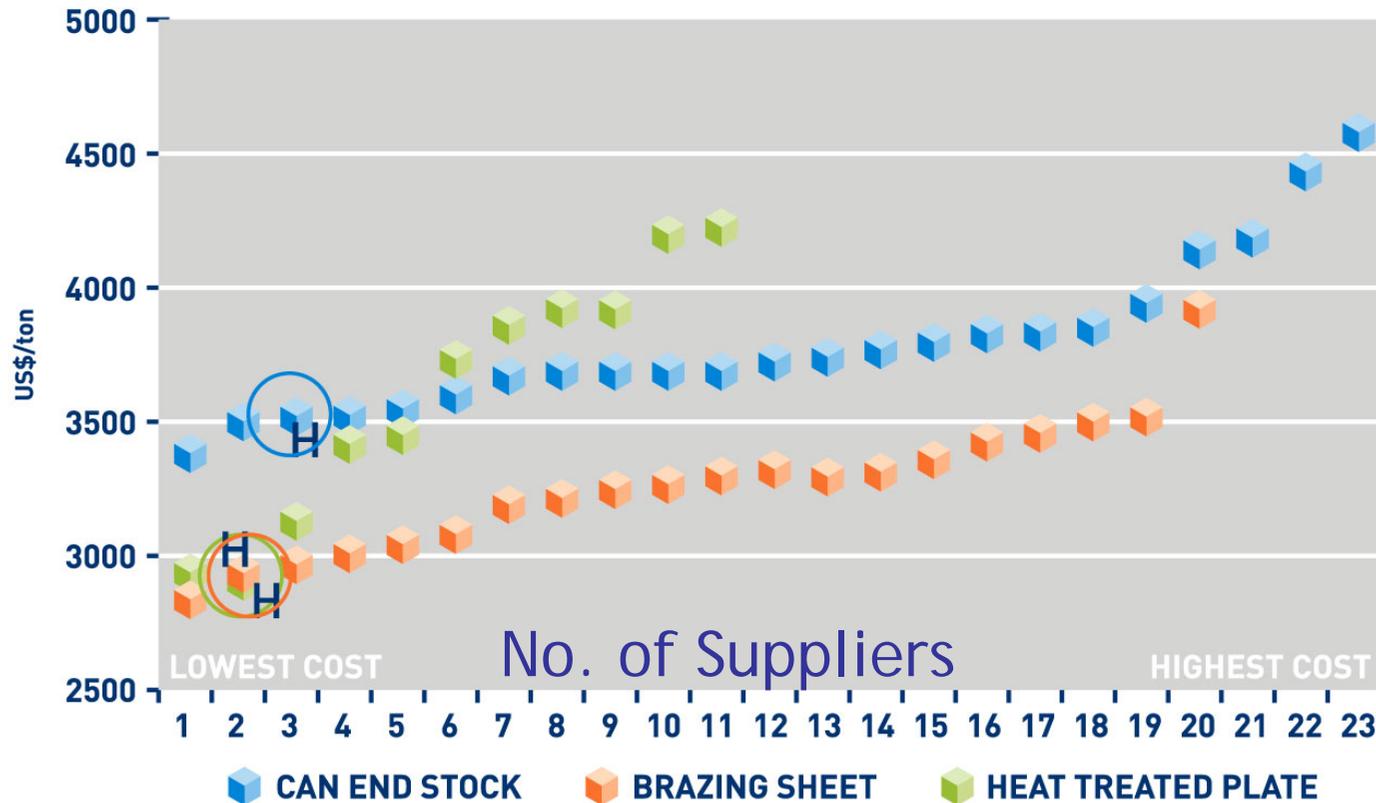
# MIX IMPROVEMENT IS A KEY DRIVER OF EARNINGS GROWTH

- Growth in products with margins over \$1500/ton

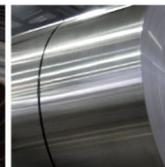
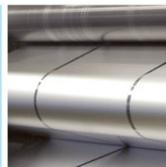
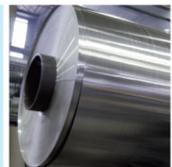


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# HULAMIN IS AT THE LOWEST END OF THE INDUSTRY COST CURVE



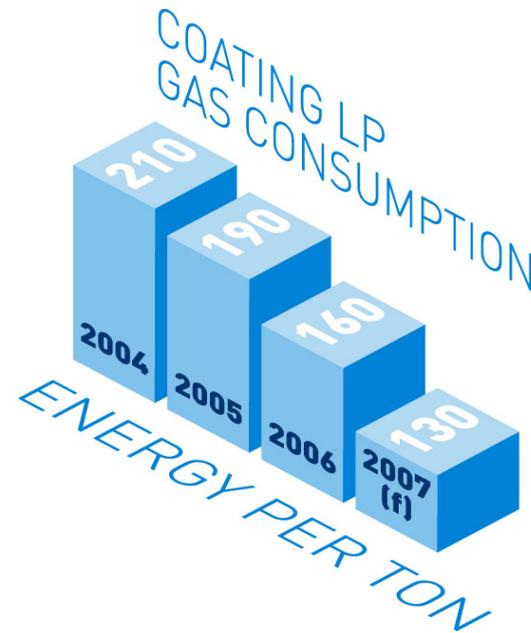
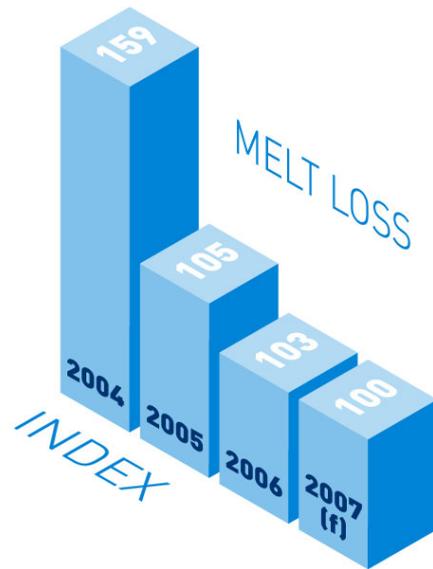
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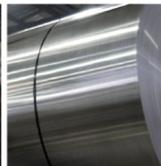
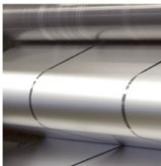
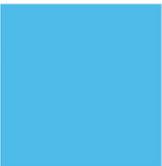
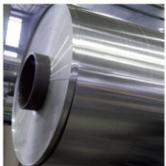
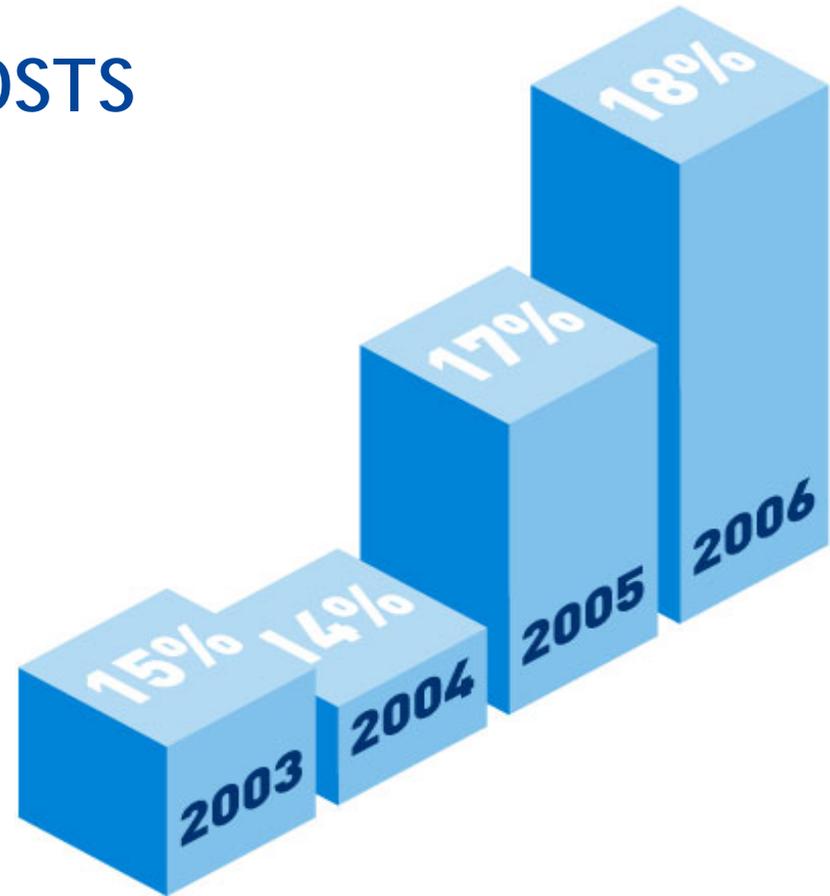
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# COST REDUCTION PROJECTS ARE PROGRESSING WELL

- Ongoing reduction in unit costs to 250 000 tons
- New low cost technologies
  - Twin Roll Casters

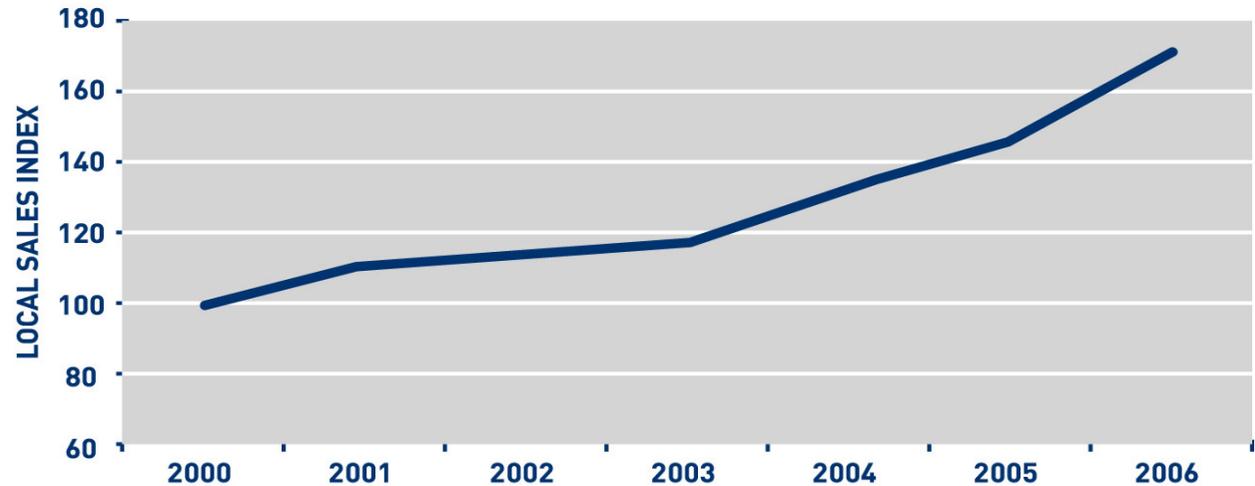


# ENERGY HAS INCREASED AS A PROPORTION OF TOTAL COSTS



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# EXTRUSION SALES GROWTH IS ACCELERATING



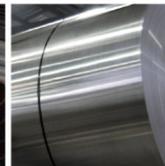
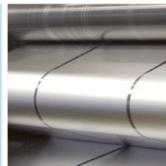
- Good progress in more demanding automotive and transport sectors
- Growing our market share in architectural segment
- Additional capacity on stream



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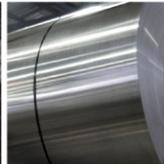
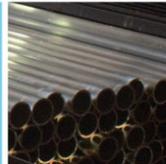
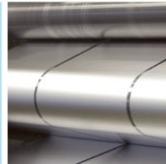
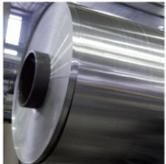
# READY FOR THE OPPORTUNITIES AHEAD

- Expansion project progressing well
  - Significant further opportunities
- Training investment > 5% of payroll
- Experienced management team
- Black management 52%
- Sustainability
  - 36% improvement in LTIFR vs. 2005
  - High environmental standards
- BBBEE equity ownership
- Employee shareholding
- Unbundling on track





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