



INVESTOR RELATIONS PRESENTATION

Q2 2021



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01

INDUSTRY HIGHLIGHTS¹



INDUSTRY HIGHLIGHTS

Strong Rebound for Global Demand Underpinned by V-Shape Economic Recovery (+12% YoY)

- Stimulus packages by Governments across the globe [US\$1.2 trillion in US over 8-year period to revive infrastructure and transition to a greener economy; €750 billion recovery program launched by EU] translated in strong metal consumption in key markets
- Strong come-back for Aluminium consumption in North America (+49% YoY) with manufacturing activity reaching an all-time high
- Rebound in World ex-China consumption (+33% YoY) and Europe's +29% YoY owing to strong market recovery
- Middle East demand up by 17% YoY, a double-digit increase, owing to higher demand in UAE
- Chinese market is no longer the bullish driver it used to be with Chinese authorities urging SHFE futures exchange to avoid excessive speculation. Chinese consumption almost flat (+1% YoY)



INDUSTRY HIGHLIGHTS

Higher Metal Demand Accelerate Supply Growth (+7% YoY)

- 🌐 An all-high record smelting margins enhanced higher capacity utilization rates as smelters are back to normal production after COVID-19
- 🌐 Strong come-back for SHFE price (highest level in 13 years) has boosted Chinese production with +9% YoY
- 🌐 North America supply down by 5,000 MT (1,032 Kt in 2Q20 vs. 1,027 Kt in 2Q21) owing to the gradual closure of Alcoa's Ferndale smelter
- 🌐 Primary supply in GCC almost flat owing to 2% YoY supply cuts in UAE
- 🌐 World market in deficit with China (-615Kt) and without China in deficit (-93Kt)

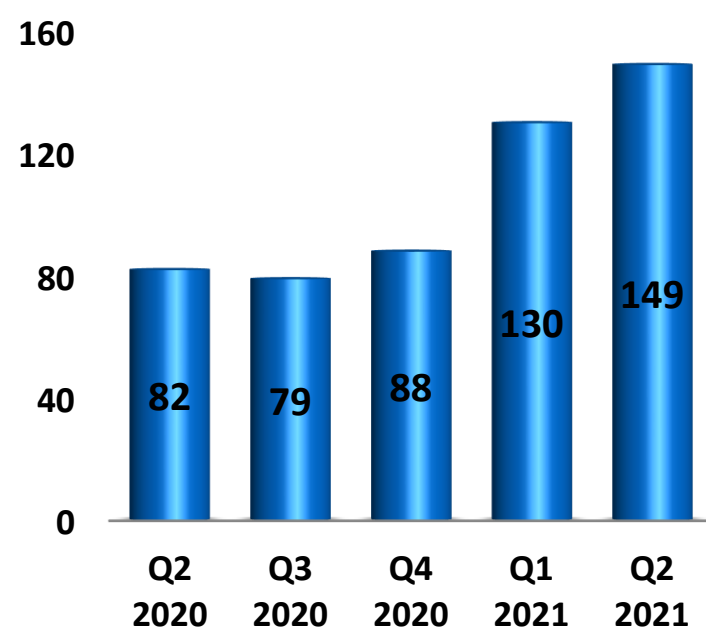


INDUSTRY HIGHLIGHTS

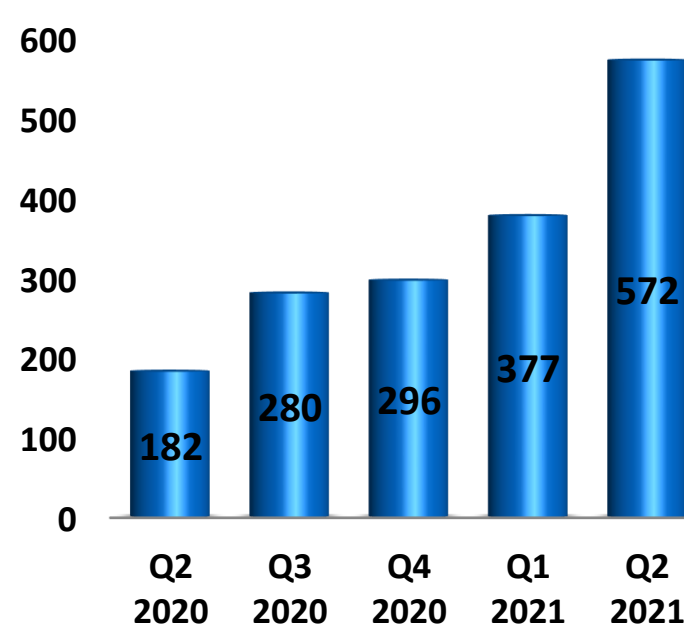
LME Price & Premia

- LME inventories at ~1.597 million MT as of 30 June 2021 (down by 16% YoY)
- LME-Cash averaged US\$2,399/t - up by 61% YoY [lowest: US\$2,212.50/t on 1 April and highest: US\$2,565/t on 10 May]
- Regional premia surge higher supported by freight costs

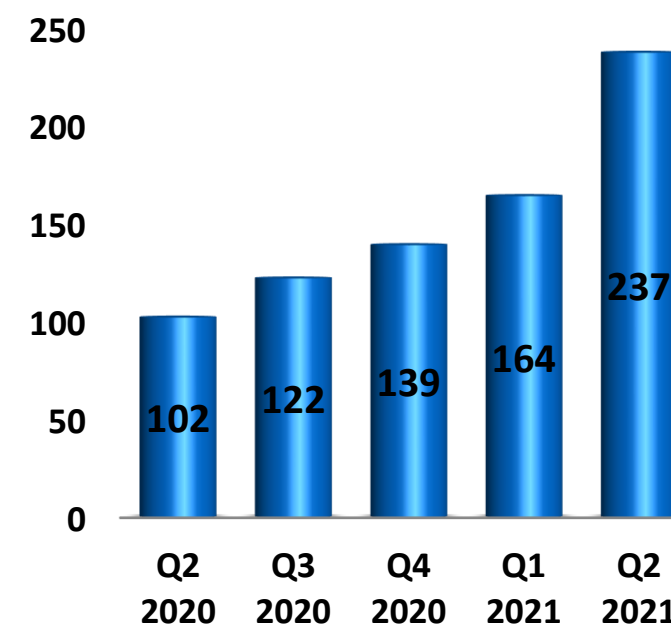
Major Japanese Ports (MJP¹)



US Midwest



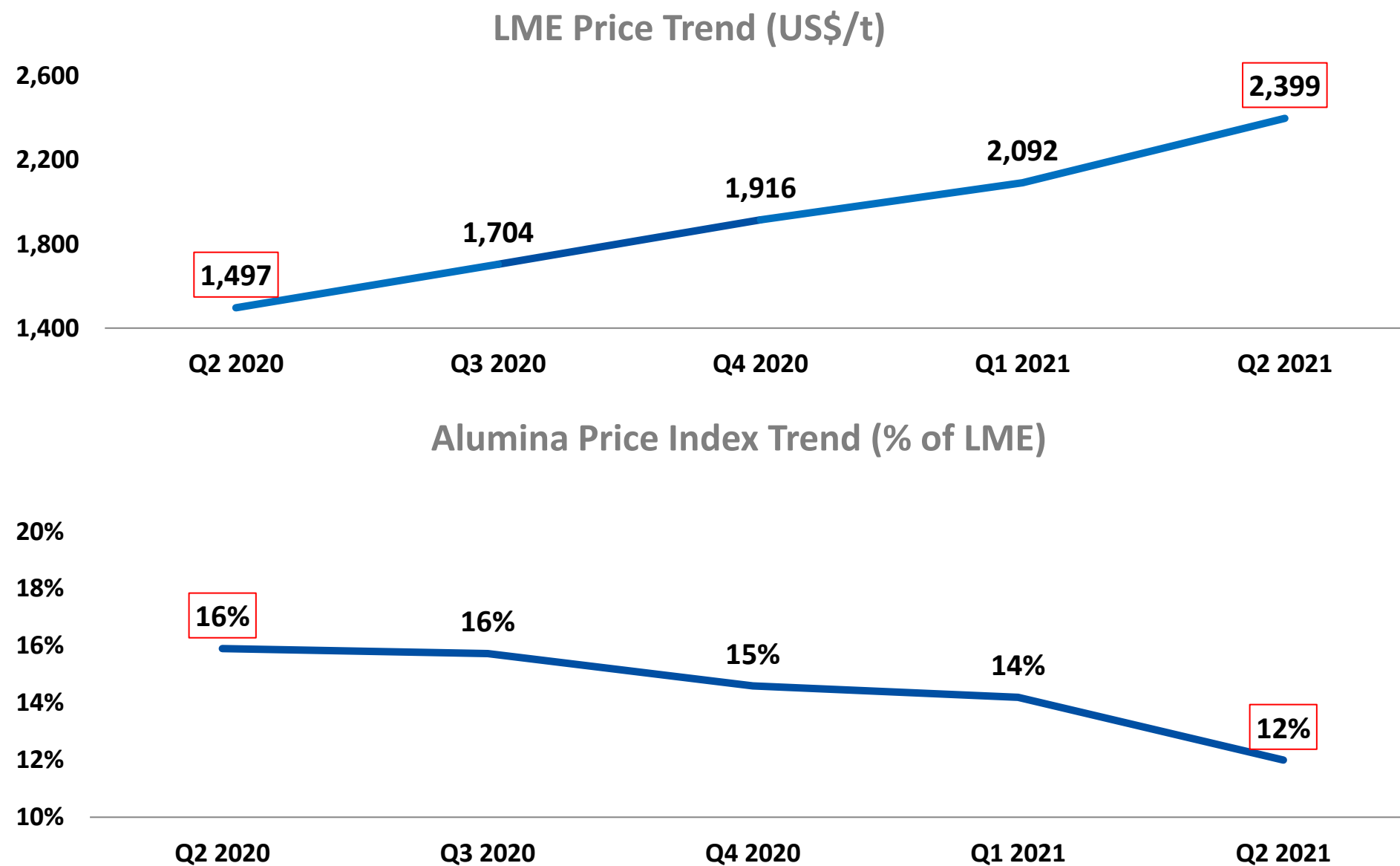
DDP Rotterdam



¹Major Japanese Ports (MJP) is based on Cost, Insurance and Freight (CIF)

INDUSTRY HIGHLIGHTS

Alumina Price - 12% of LME Price [US\$277/t]





02

ALBA HIGHLIGHTS¹



ALBA HIGHLIGHTS

#Commit4Bahrain

Driving Safety Excellence Amidst COVID-19 Pandemic

- 🌐 Plant Safety: 2 Safety Campaigns were launched: 'The Right Choice' on 05 Apr'21 and first ESG Campaign 'Achieving the Balance' by mid-June 2021
- 🌐 > 99% of Alba employees vaccinated
- 🌐 To ensure its People's Safety, random rapid tests were carried-out on a daily basis at the Company's gates to Alba employees and contractors' personnel; only vaccinated guests were allowed on Alba premises
- 🌐 Recipient of the Royal Society for the Prevention of Accidents Gold Award for 8th consecutive year in a row
- 🌐 Recipient of ISO 22301:2012 certification for Business Continuity Management System (BCMS)
- 🌐 Alba achieved 13 million safe working-hours w/o LTI on 29 Jun'21



THE RIGHT CHOICE CAMPAIGN

For our
Safety
لسلامتنا



For our
Health
لصحتنا



For our
Environment
ليئتنا



ACHIEVING THE BALANCE CAMPAIGN



Strengthening Environmental, Social, & Governance Practices

تعزيز ممارسات البيئة
والمسؤولية
الاجتماعية والحوكمة

A. Nasser Hasan
Cathouse 3 Op



TOGETHER for our Planet

معاً من أجل كوكبنا

Qambar Mahboob
Power Maint

Maryam Muneer
Finance



Enabling Best Governance Practices

تفعيل أفضل ممارسات
الحوكمة

Sara Ebrahim
Engineering

Aref Nowrooz
Carbon Maint 1 & 2



الشفافية
Transparency

المسؤولية
Accountability

الأخلاقيات
Ethics

ACHIEVING THE BALANCE CAMPAIGN



Maintaining a Healthy Lifestyle

الحفاظ على نمط حياة صحي

Mohd Marjan
HR & Training



Producing Responsibly

نتج بمسؤولية

Fouad Ali
Reduction Lines 1-3



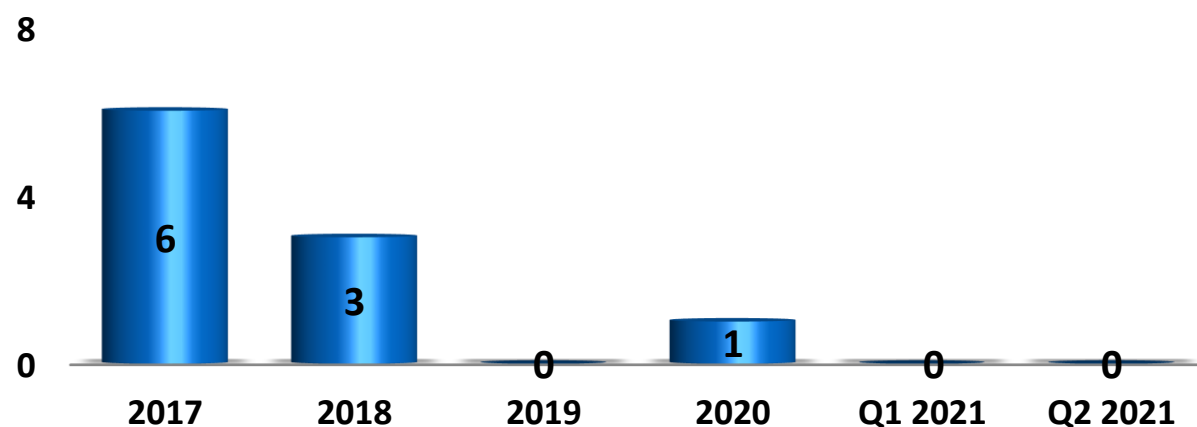


ALBA HIGHLIGHTS – THINK SAFETY FIRST & ALWAYS

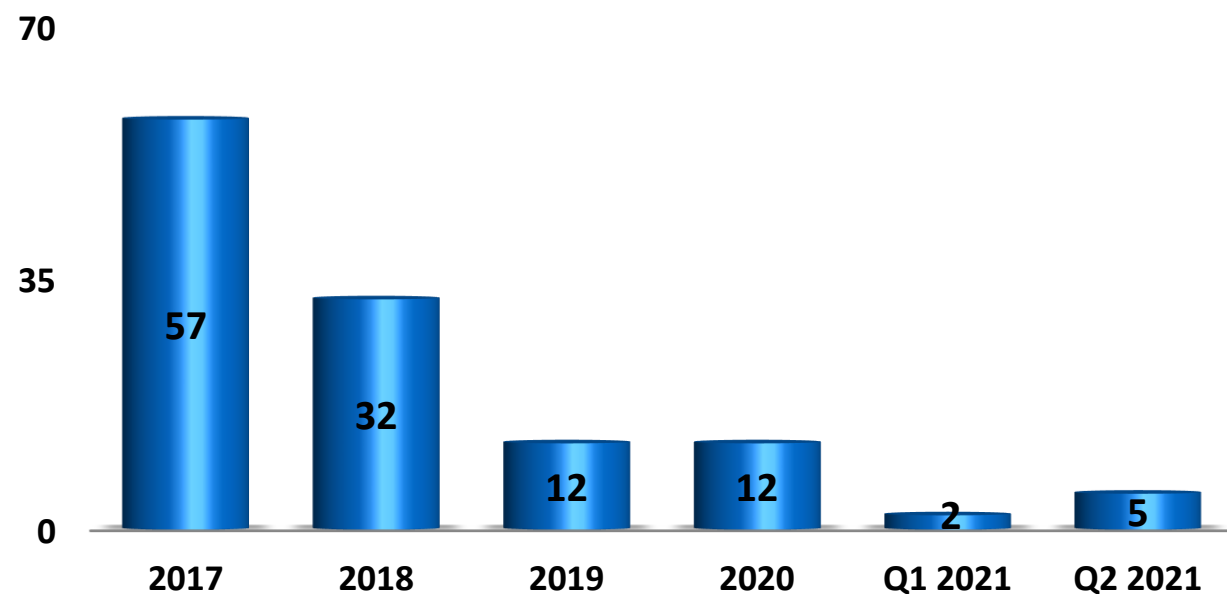
ecovadis

asi Aluminium
Stewardship
Initiative

Lost Time Injury (LTI) Trend



Total Recordable Injuries





Aluminium
for the world

14 Million

SAFE-WORKING
HOURS WITHOUT LTI

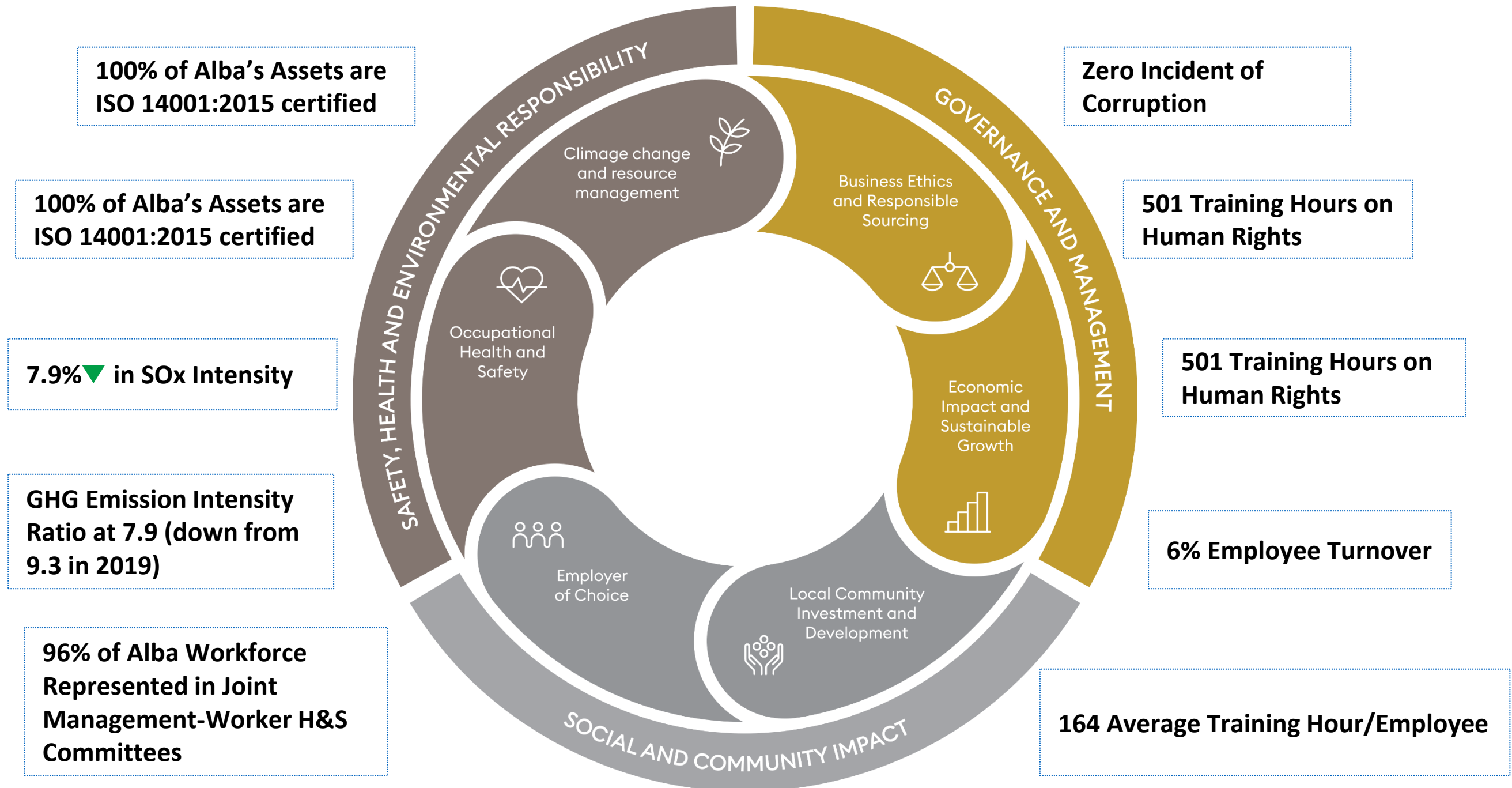
on 27 Jul'21



Vaccinated Staff
الموظفون الحاصلون على التطعيم

99.4%

ALBA SUSTAINABILITY FRAMEWORK



ALBA HIGHLIGHTS: THE COMEBACK IS STRONGER THAN THE SETBACK



Operational Highlights & Milestones

- 🌐 Sales' volume topped 388,149 metric tonnes (MT), down by 1% YoY while Production reached 391,954 MT, up by 3.5% YoY
- 🌐 Value Added Sales averaged 65% of the total shipments (vs. 62% in 1Q21)
- 🌐 Recipient of Best Corporate Governance Award in Bahrain by Ethical Boardroom for 2021
- 🌐 Natural gas price set at US\$3.75/MMBTU till 31 March 2022
- 🌐 Environmental Conservation Project - Spent Pot Lining (SPL) Treatment Plant in progress (>91%)

ALBA HIGHLIGHTS IN Q2 & H1 2021

Financial Key Performance Indicators

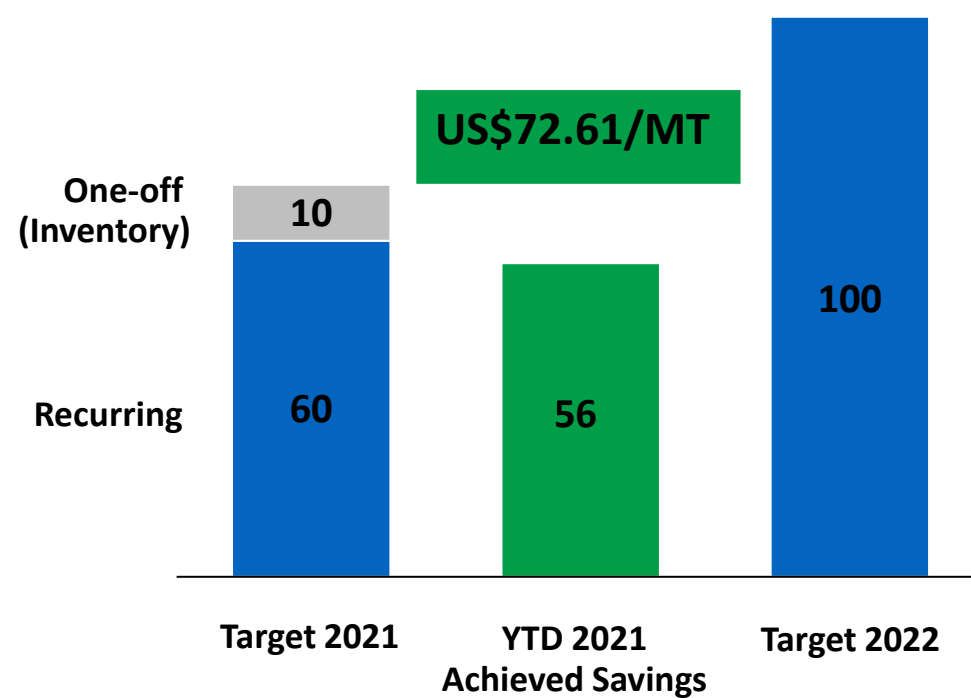
- 🌐 **EBITDA driven by higher LME prices**
 - 🌐 Q2: US\$350 million up by 483% YoY
 - 🌐 H1: US\$591 million up by 206% YoY
- 🌐 **Net Income driven by high EBITDA levels**
 - 🌐 Q2: US\$246 million up by 659% YoY
 - 🌐 H1: US\$385 million up by 1,475% YoY
- 🌐 **Free-Cash Flow* impacted by changes in the Working Capital**
 - 🌐 Q2: US\$51 million up by 313% YoY
 - 🌐 H1: US\$47 million down by 25% YoY



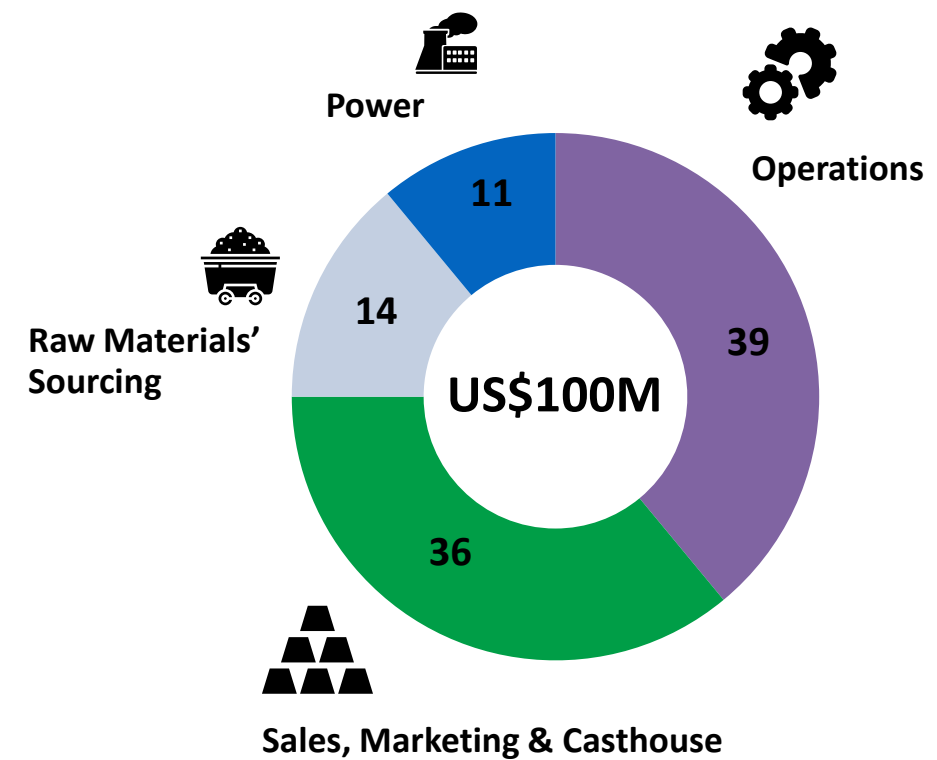
ALBA HIGHLIGHTS

AL HASSALAH Initiative (2-Year): Save US\$100 Million by 2022

AL HASSALAH (US\$ Million)



Breakdown by Value Chain





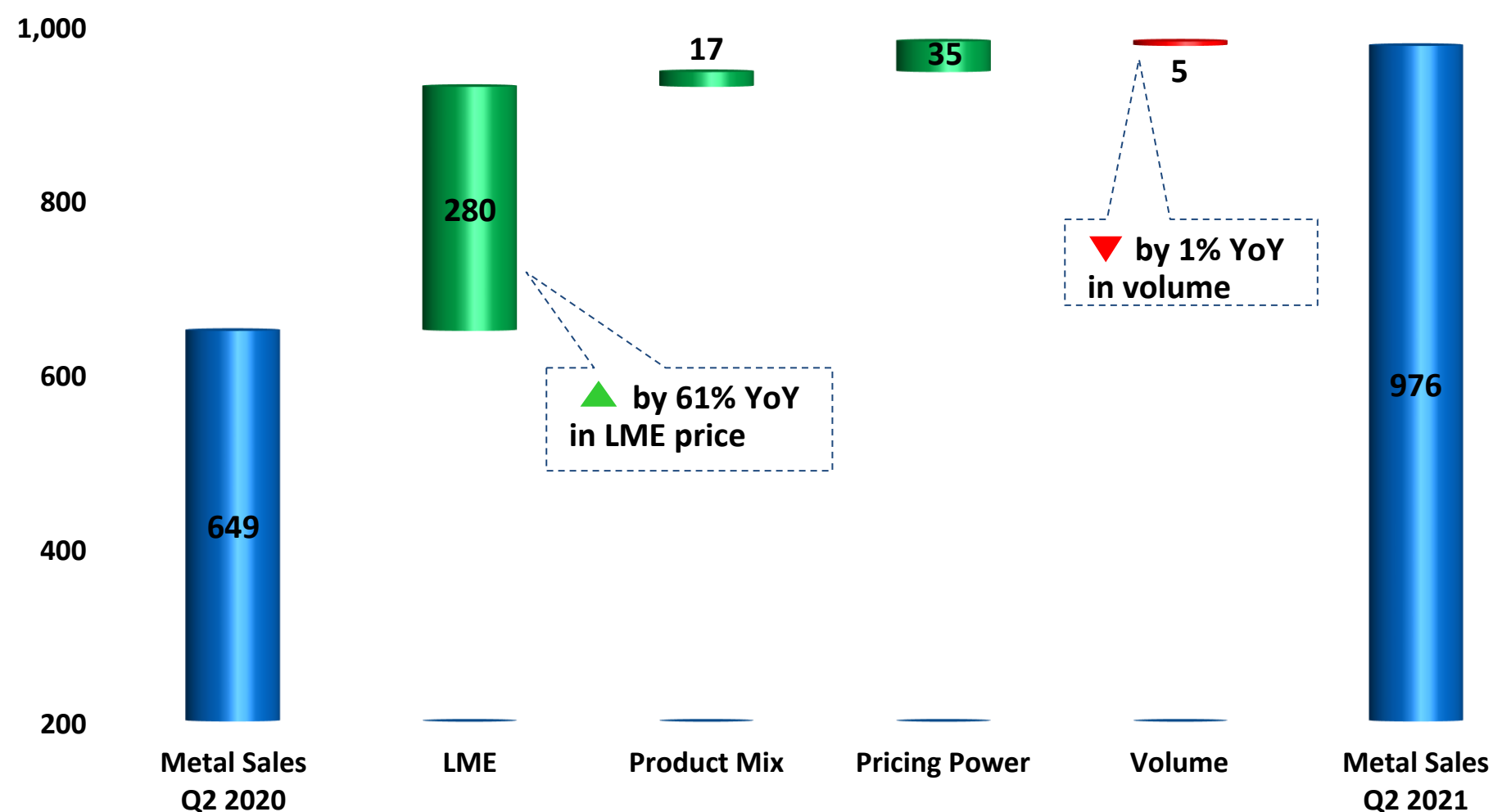
03

Q2 2021 RESULTS

ALUMINIUM INDUSTRY: STRONG COMEBACK LIFT LME PRICES

Higher Metal Sales Thanks to Higher LME Prices, Higher VAP & Higher Premiums

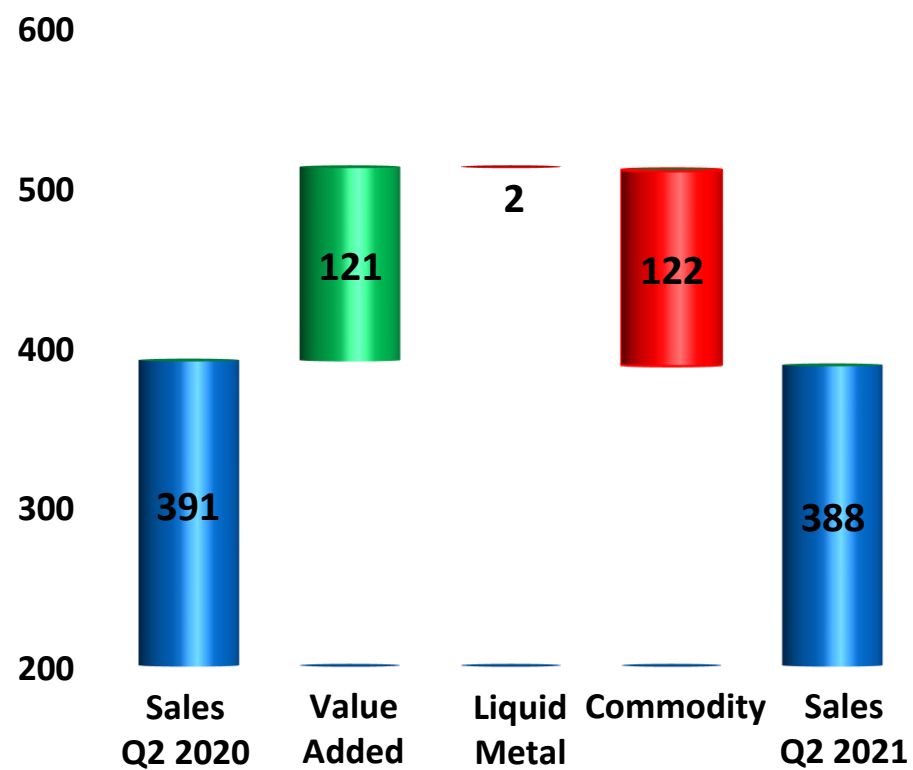
Metal Sales' Bridge (US\$M) – Q2 2021 vs. Q2 2020



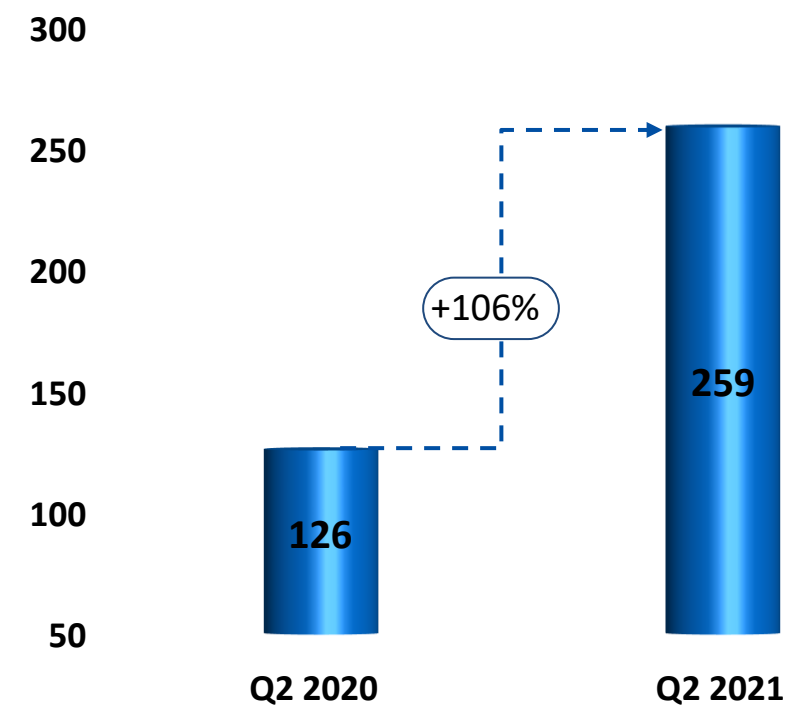
ALUMINIUM INDUSTRY: STRONG COMEBACK LIFT LME PRICES

Higher VAP | Lower Commodities' Volume | Higher Premiums

Sales by Product-Line Bridge (MT'000)
Q2 2021 vs. Q2 2020

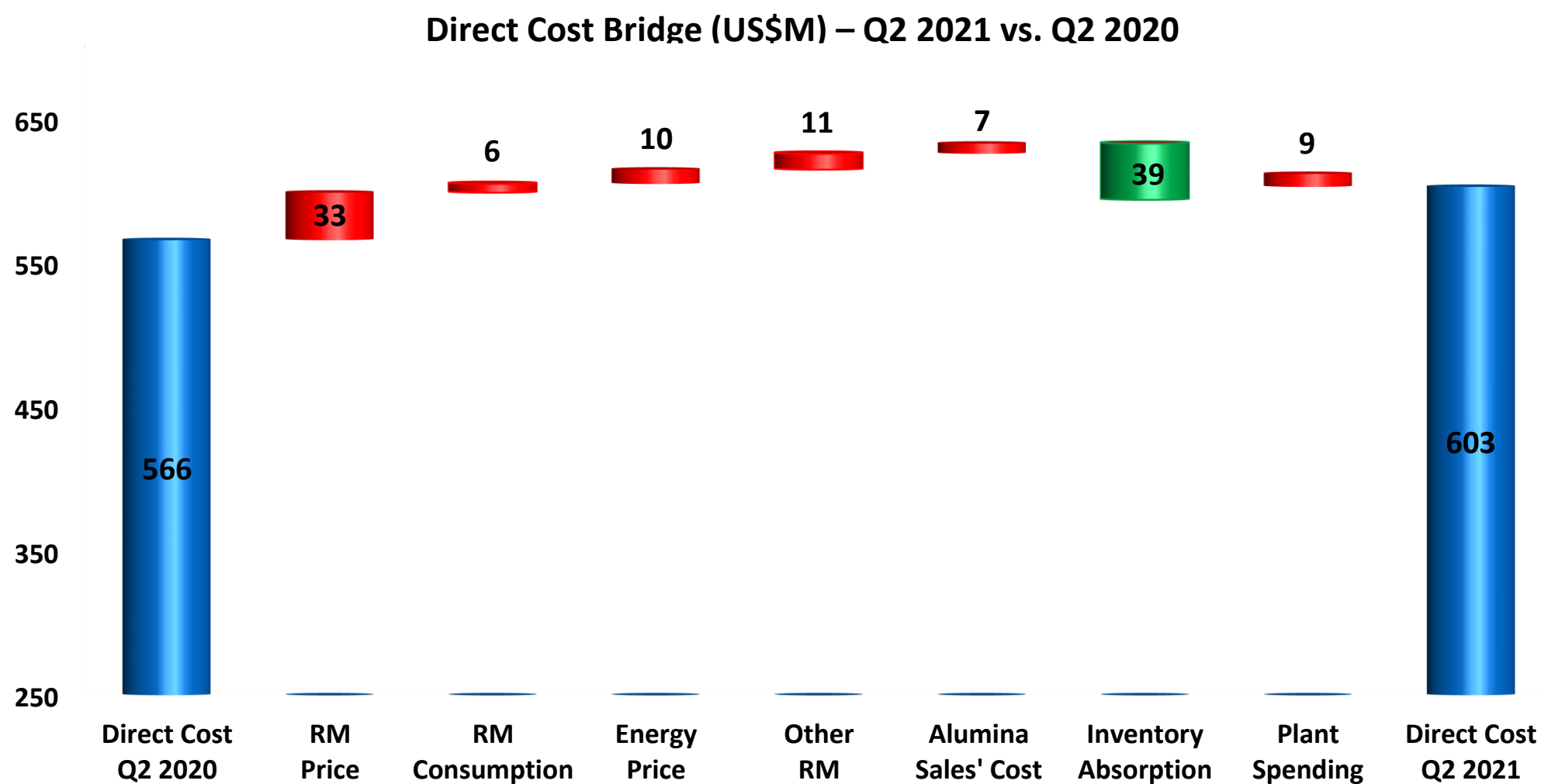


Premium Above LME Trend US\$ Per MT



ALUMINIUM INDUSTRY: STRONG COMEBACK LIFT LME PRICES

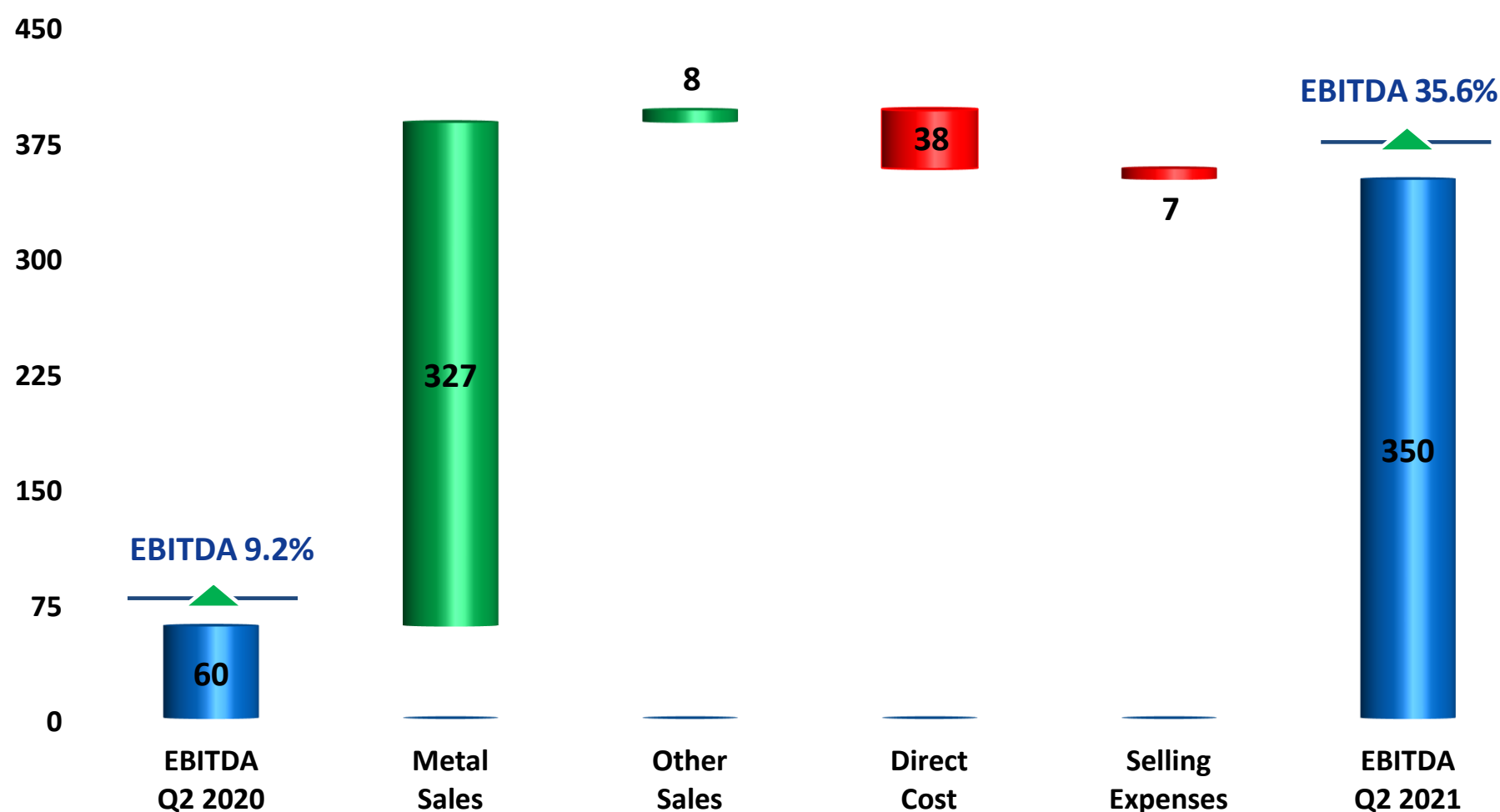
Higher Direct Cost Due to Higher Production, Higher Raw Materials' Cost and Offset by Lower Sales' Volume



ALUMINIUM INDUSTRY: STRONG COMEBACK LIFT LME PRICES

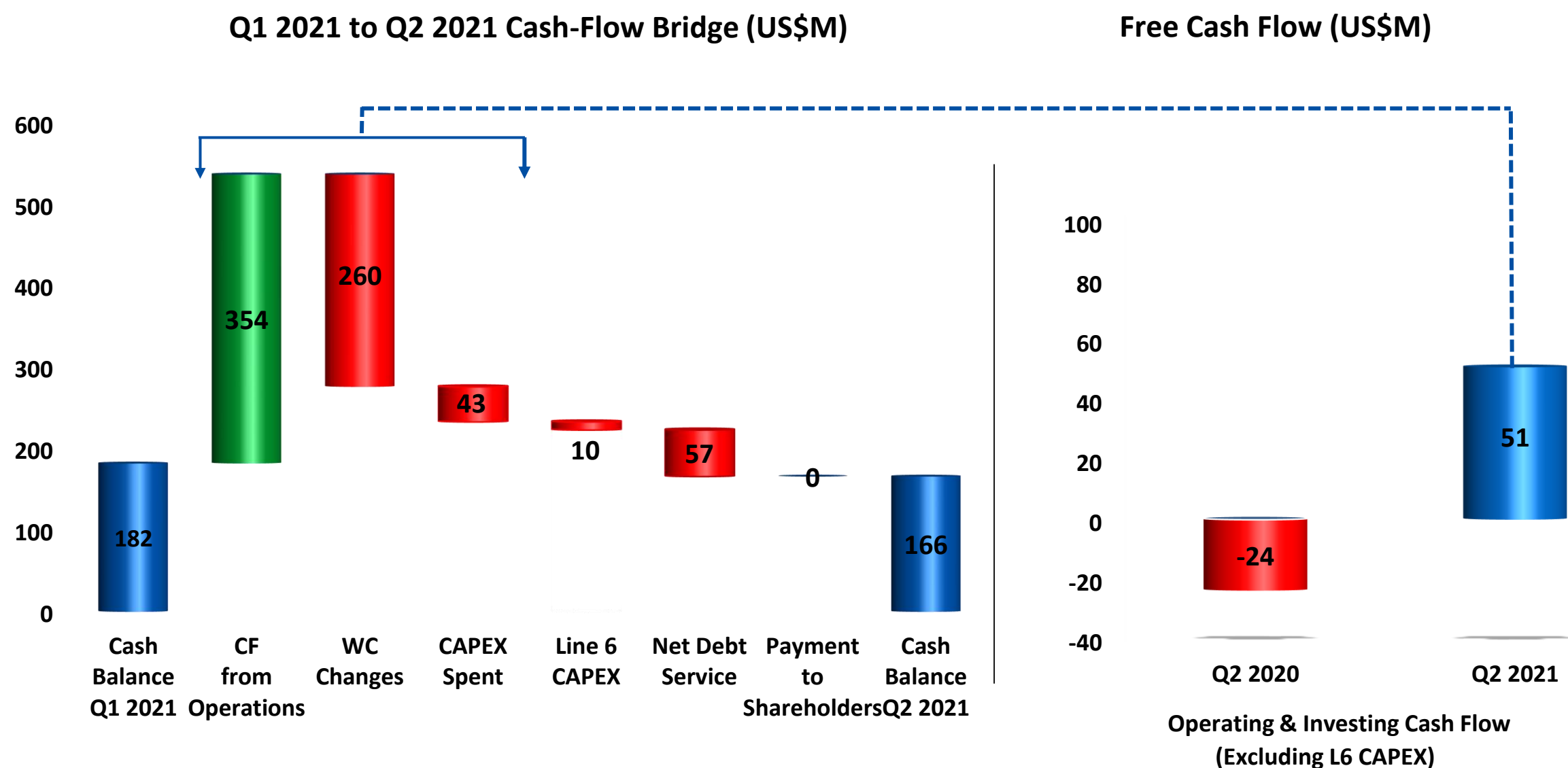
Higher EBITDA Thanks to Higher VAP Sales and Higher LME Prices
Strong EBITDA % at 35.6%

EBITDA Bridge (US\$M) – Q2 2021 vs. Q2 2020



ALUMINIUM INDUSTRY: STRONG COMEBACK LIFT LME PRICES

Cash-Flow Bridge Analysis – Q1 2021 to Q2 2021



ALUMINIUM INDUSTRY: STRONG COMEBACK LIFT LME PRICES

Strong Financial Performance Thanks to High LME Prices

Financial Summary	Q2 2021	Q2 2020	H1 2021	H1 2020
Average Cash LME (US\$/MT)	2,399	1,494	2,245	1,592
Average Alumina Price (US\$/MT)	310	286	304	291
Total Sales (US\$M)	984	649	1,789	1,383
EBITDA (US\$M)	350	60	591	193
EBITDA%	35.6%	9.2%	33.0%	14.0%
Net Income/(Loss) (US\$M)	246	(44)	385	(28)
Gain/(Loss) Unrealised Derivatives	-	-	-	(8)
Adjusted Net Income / (Loss)*	246	(44)	385	(20)



04

INDUSTRY PERSPECTIVES¹ IN 2021

INDUSTRY PERSPECTIVES IN 2021

Global Demand to Remain Healthy

- 🌐 Global market is expected to be in deficit of 0.35 million MT in 2021
- 🌐 US and Europe infrastructure deals will support demand recovery
- 🌐 Physical premiums to further increase to compensate for freight costs
- 🌐 Russia's temporary export tax to add fizz in the market and push-up European premiums. US Midwest to rally to attract imports from duty-paying countries with the increase in European premiums
- 🌐 Environmental policies and regulations are expected to evolve rapidly
- 🌐 LME price to range between US\$2,300/t – US\$2,400/t

INDUSTRY PERSPECTIVES IN 2021

Raw Materials Price Trends

- Alumina spot prices are expected to rally up in Q3 & Q4 due to smelting ramp-ups especially in China
- Green Petroleum Coke (GPC) prices expected to reach historical heights amidst shortages and increased appetite from China
- Liquid Pitch prices to remain at the higher range owing to shortage of coal tar and increased demand
- Aluminium Fluoride (AlF_3) prices are to remain stable



05

2021 ALBA PRIORITIES¹

2021 ALBA PRIORITIES

ESG Focus & Journey Towards Safety Excellence

- 🌐 Evolve Towards Safety Excellence & Keep Alba's Human Capital Safe Amidst COVID-19
- 🌐 Support the Government's Initiatives & aim is to have 100% vaccinated workforce
- 🌐 Meet 2021 Production Target of 1,540,000 metric tonnes & Deliver on AL HASSALAH Savings' Target of US\$70 Million by 2021-end
- 🌐 Screen Potential Upstream Opportunities to Secure 1/3 Alumina Requirements & Continue Dialogue with Hangzhou Jinjiang Group Co. Ltd
- 🌐 Capitalise on Aluminium Stewardship Initiative and Ecovadis Certifications to Penetrate New Markets & Increase VAP Sales
- 🌐 Complete Environmental Conservation Project, 1st of its Kind in the Region, Spent Pot Lining Treatment (SPL) Plant
- 🌐 Focus on Green and Sustainable Initiatives
- 🌐 Release Alba's Fifth Edition of Sustainability Report after Quality Assurance



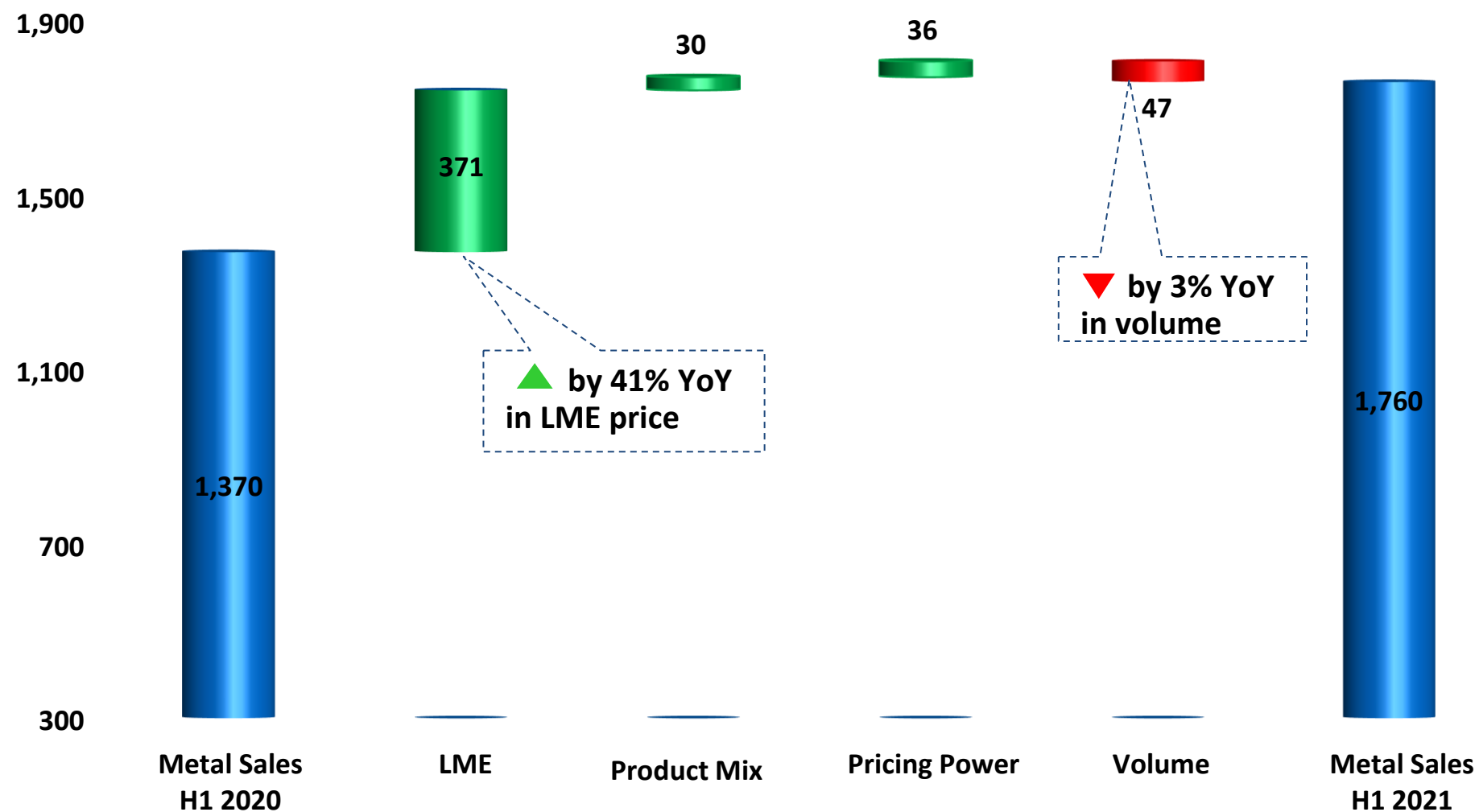
06

APPENDIX

ALUMINIUM INDUSTRY: STRONG FUNDAMENTALS LIFT LME PRICES

Higher Metal Sales Thanks to Higher LME Prices, Higher VAP & Higher Premiums

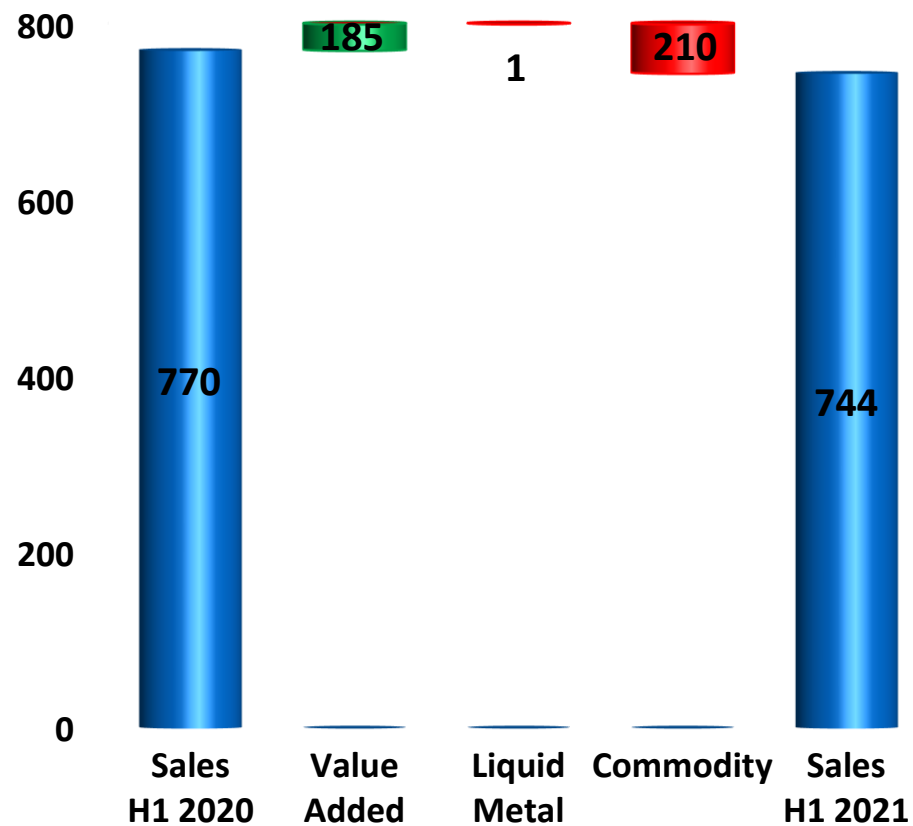
Metal Sales' Bridge (US\$M) – H1 2021 vs. H1 2020



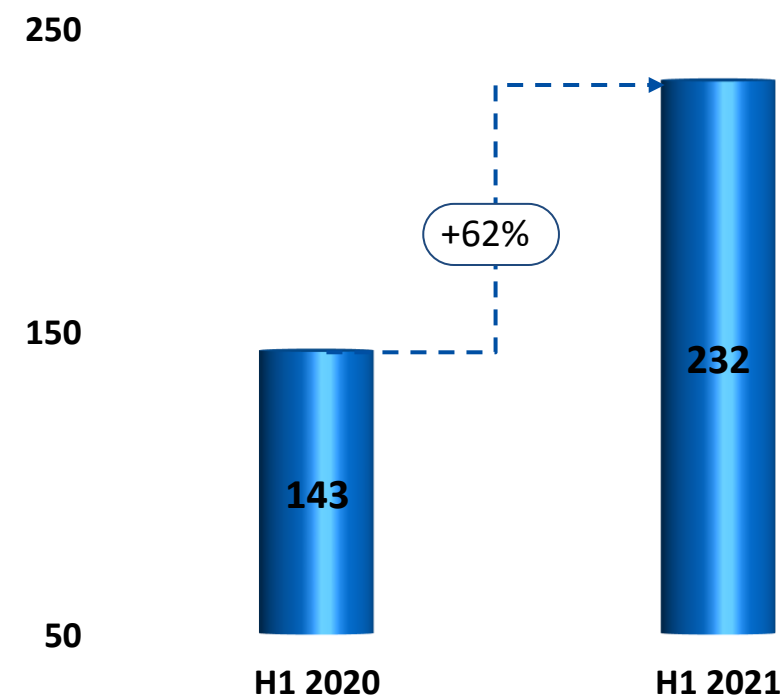
ALUMINIUM INDUSTRY: STRONG FUNDAMENTALS LIFT LME PRICES

Higher VAP | Lower Commodities' Volume | Higher Premiums

H1 2021 vs. H1 2020
Sales by Product-Line Bridge (MT'000)



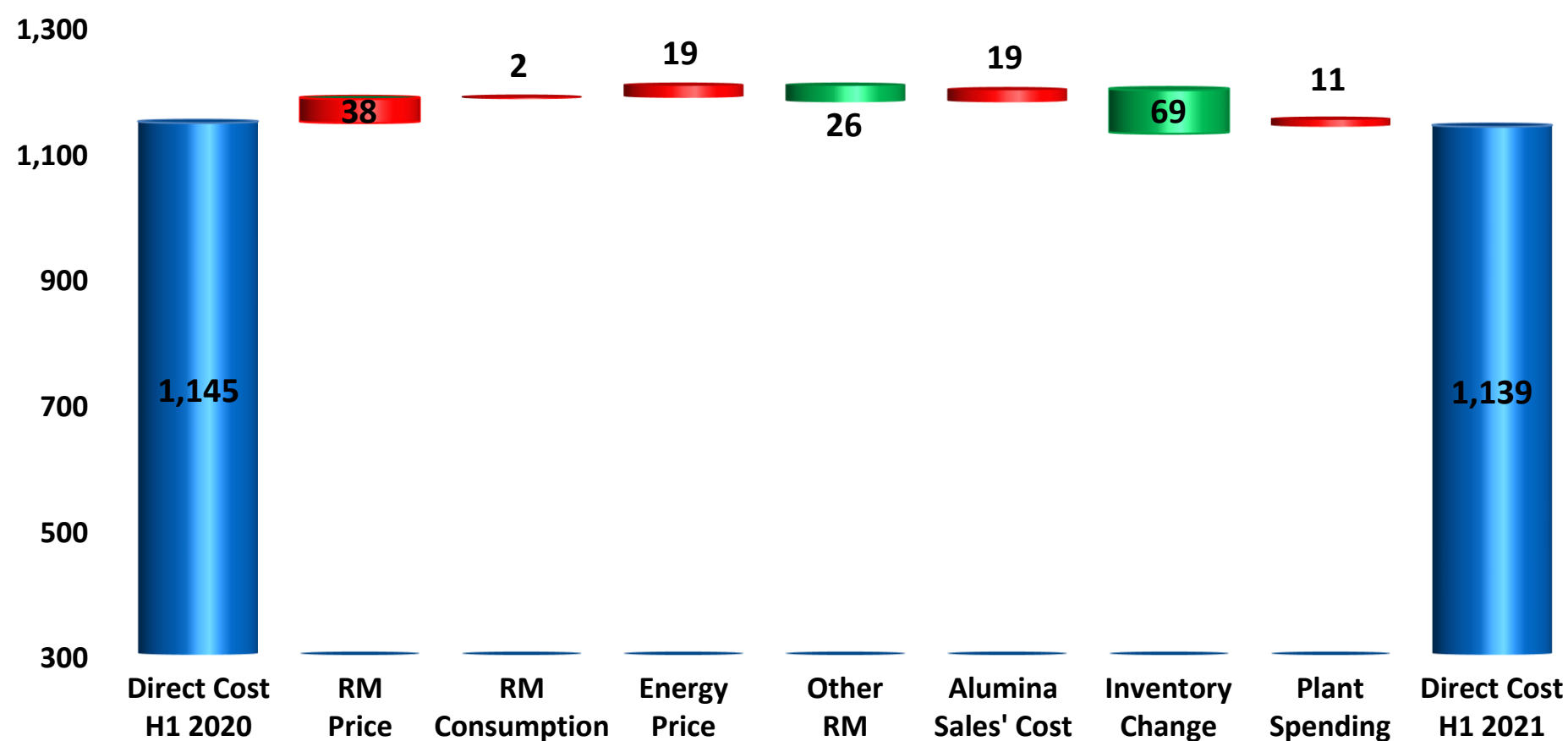
Premium Above LME Trend US\$ Per MT



ALUMINIUM INDUSTRY: STRONG FUNDAMENTALS LIFT LME PRICES

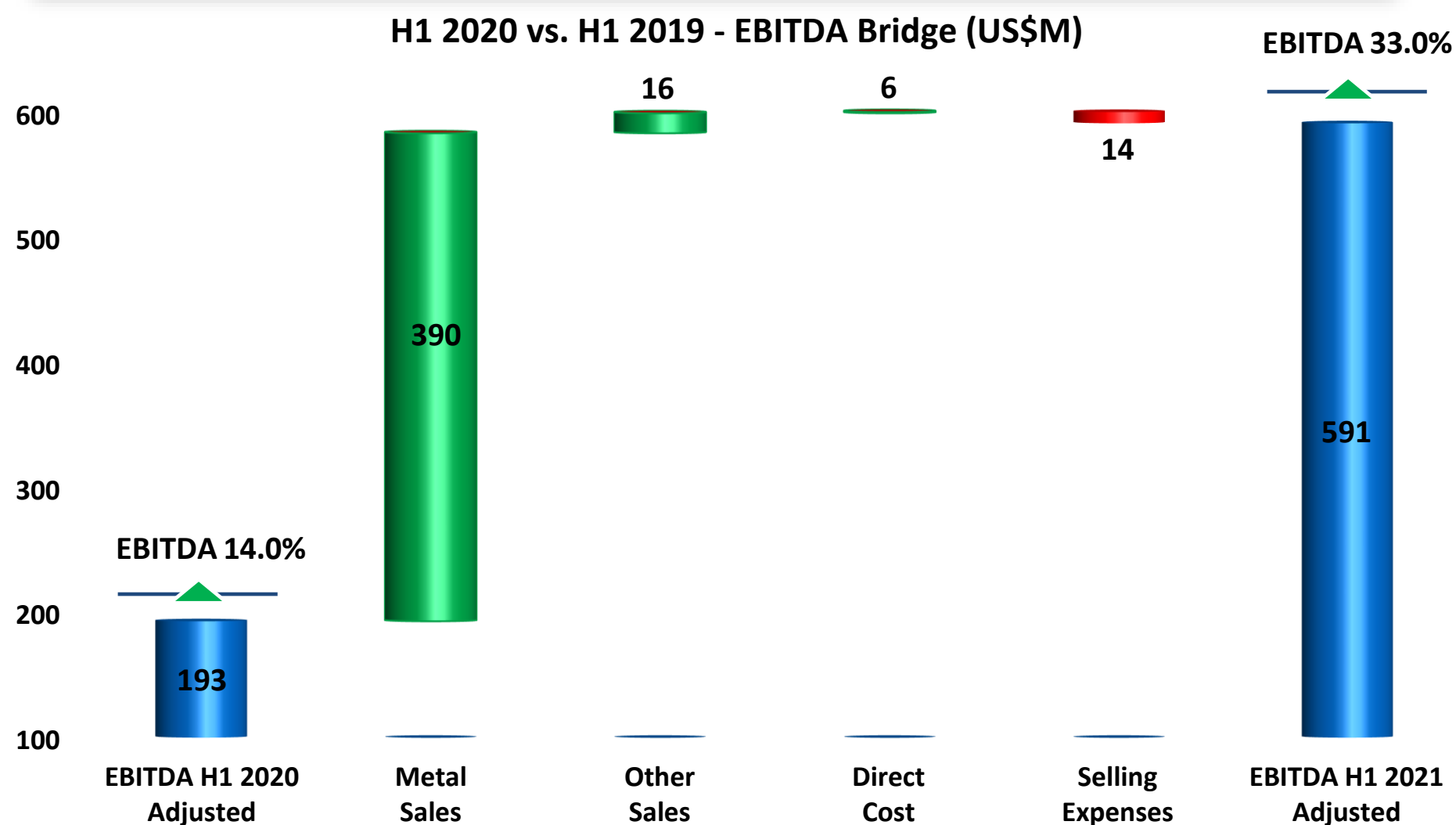
Lower Direct Cost Due to Lower Sales' Volume, Lower Other RM Prices Despite Higher Production

H1 2021 vs. H1 2020 - Direct Cost Bridge (US\$M)



ALUMINIUM INDUSTRY: STRONG FUNDAMENTALS LIFT LME PRICES

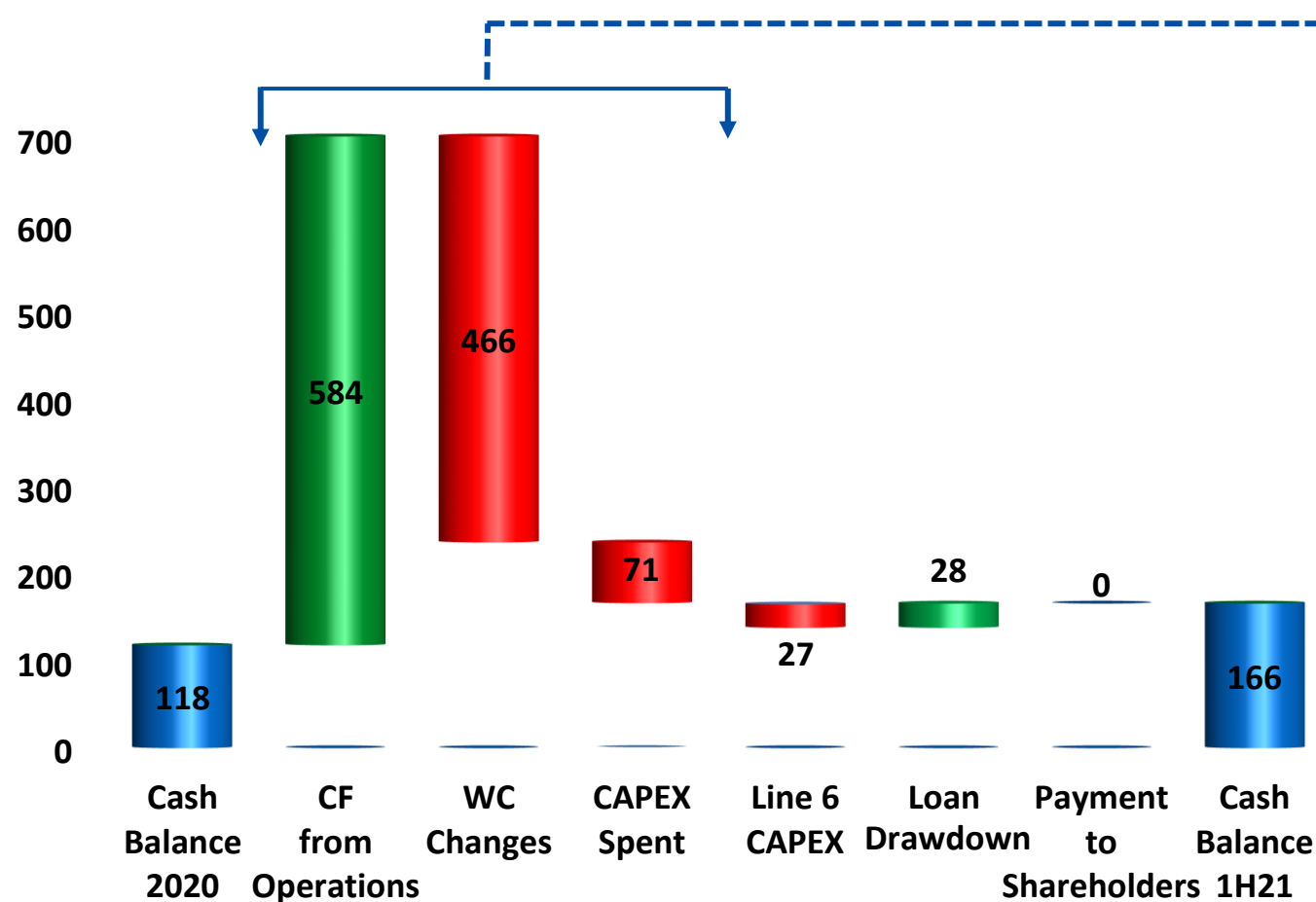
Higher EBITDA Thanks to Higher VAP Sales and Higher LME Prices
Strong EBITDA % at 33.0%



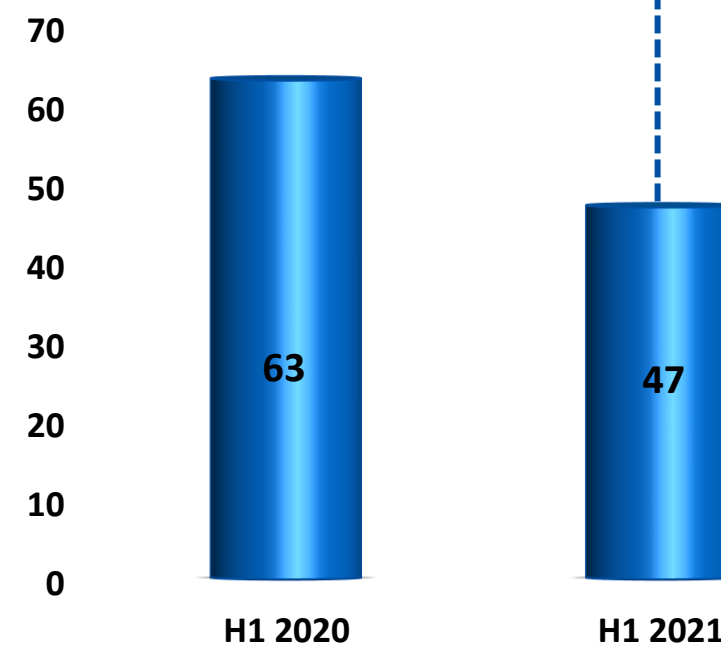
ALUMINIUM INDUSTRY: STRONG FUNDAMENTALS LIFT LME PRICES

Cash Flow Bridge: H1 2021 vs. FY 2020

FY 2020 to H1 2021 Cash Flow Bridge (US\$M)



Free Cash Flow (US\$M)



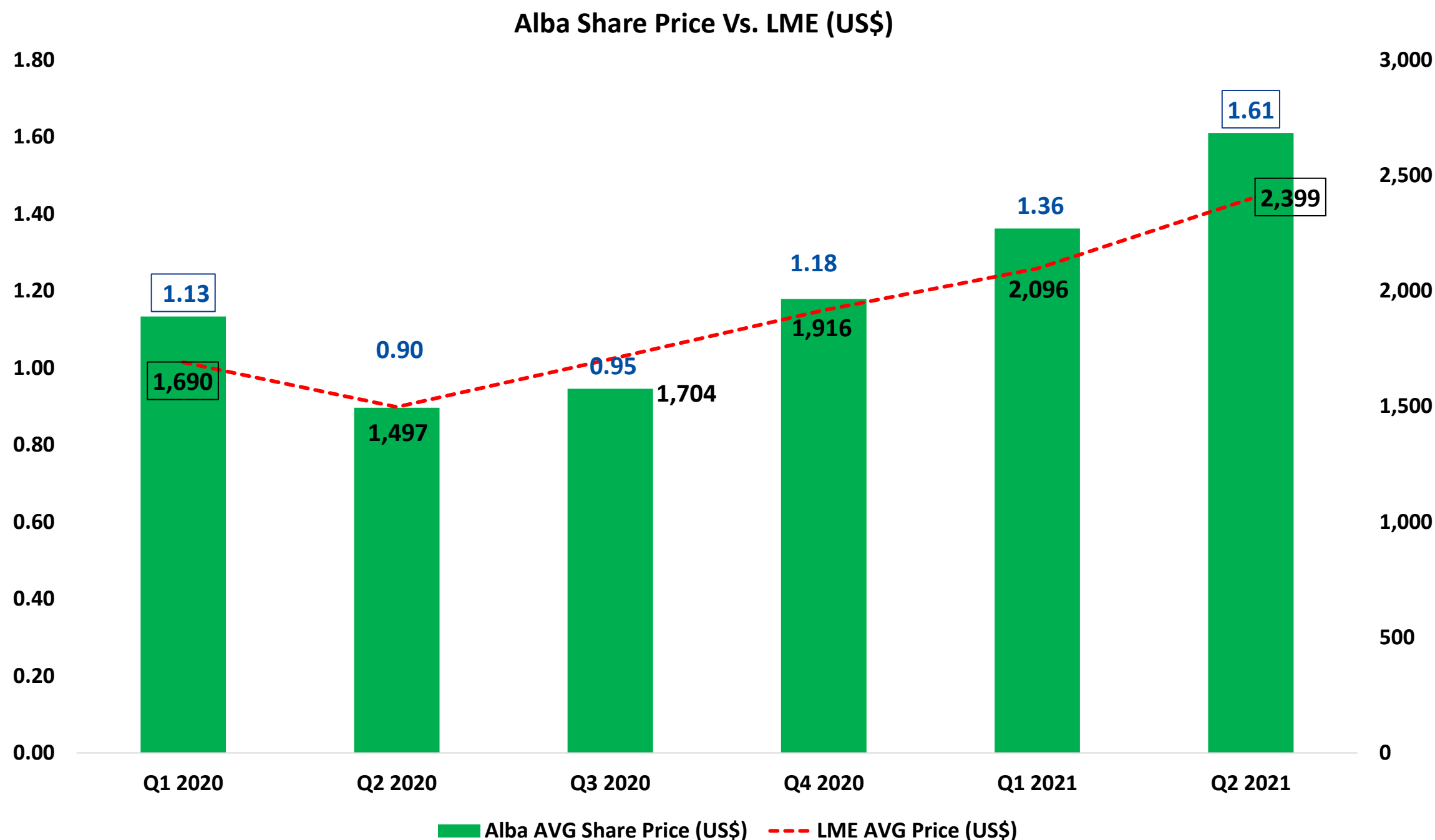
Operating & Investing Cash Flow
(Excluding L6 CAPEX)

ALBA SHAREHOLDERS' STRUCTURE



- Alba was converted into a Bahrain Public Joint Stock Company on 23 November 2010
- Alba shares are listed on two exchanges: Ordinary Shares on Bahrain Bourse and Global Depository Receipts (GDRs) on the London Stock Exchange – Alternative Investment Market
- Alba Ticker [BHB: ALBH, Fils 643 on 30 June 2021]

ALBA SHARE PRICE YoY PERFORMANCE





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Alba4World



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