

RioTinto

Bold Baatar

CEO, Energy & Minerals

Bloomberg LME Forum Week

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This presentation contains a number of non-IFRS financial measures. Rio Tinto management considers these to be key financial performance indicators of the business and they are defined and/or reconciled in Rio Tinto’s annual results press release and/or Annual report.

Slide 8

Resource estimates for the Jadar Project as released to the market in the 2016 Rio Tinto Annual Report on 2 March 2017. The Competent Persons responsible for reporting of those Mineral Resources were M Sweeney and J Garcia. Rio Tinto is not aware of any new information or data that materially affects the resource grade estimate as reported in the 2016 Annual Report, and confirms that all material assumptions and technical parameters underpinning this estimate continue to apply and have not materially changed. The form and context in which each Competent Person’s findings are presented have not been materially modified.

Shenzhen 1982 to 2007



We have a disciplined and consistent strategy

Superior cash generation



World-class assets
Portfolio



Operating excellence
Performance



Capabilities
People & Partners

Disciplined capital allocation

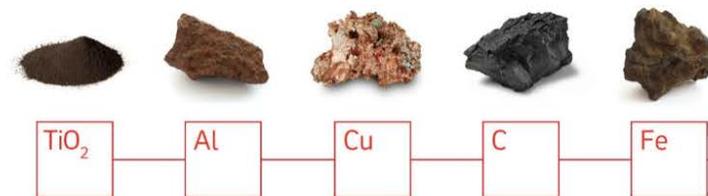
Balance sheet strength

Superior shareholder returns

Compelling growth

Delivering on our promises in H1 17

- ✓ **Announced total cash returns to shareholder of \$8.2 billion**
- ✓ **Strong EBITDA generation of \$9.0 billion and margin of 45%**
- ✓ **\$2 billion cost-out programme achieved early**
- ✓ **Balance sheet strength with net debt reduced to \$7.6 billion**
- ✓ **Strengthening the portfolio with divestments and compelling growth**



World-class portfolio delivering value in H1 17

	Pilbara Iron Ore	Aluminium	Copper & Diamonds	Energy & Minerals
Main Businesses	Pilbara	Weipa, Gove, CBG and Canadian smelters	Oyu Tolgoi, Escondida	Kestel, Hail Creek, Boron, IOC, RBM, QMM
Competitive Advantage	Low-cost, world-class assets. Integrated infrastructure. Benchmark product. Technical marketing	Large, low-cost bauxite assets. Technical leadership and marketing. First quartile smelters. Low-cost renewable power	Large, long-life, low-cost. Attractive growth options. Technology and innovation	Lean, scalable operating model. Cash-focused. Value over volume supported by global customer and market-oriented approach
Margins	69% Pilbara operations FOB EBITDA margin	35% Integrated operations EBITDA margin	44% Operating EBITDA margin	37% Operating EBITDA margin
				

Metals & Minerals of the future

- Pursuing value accretive opportunities in metals and minerals of the future
- Our Jadar project:
 - A potential world-class lithium-borate resource discovered by Rio Tinto
 - Jadarite: Li-Na-Borosilicate mineral comprising 47.2% B_2O_3 and 7.3% Li_2O
 - Updated mineral resource estimate from 117Mt to 136Mt in March 2017
 - The project is progressing through the middle study stages



Our future together lies in Africa to create a sustainable future

