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UNITED COMPANY RUSAL PLC
(Incorporated under the laws of Jersey with limited liability)
(Stock Code: 486)

UPDATE ON TRANSPORTATION CONTRACTS

Reference is made to the announcements of the Company dated 27 June 2011, 28 December 2011, 13 February 2012, 12 April 2012 and 24 April 2012 in relation to certain transportation contracts. The Company would like to provide updated information in relation to the transportation contracts.

Reference is made to the announcements of the Company dated 27 June 2011, 28 December 2011, 13 February 2012, 12 April 2012 and 24 April 2012 in relation to certain transportation contracts. It was disclosed in the announcement dated 24 April 2012 that the annual aggregate transaction amount that is payable by the Group to the associates of En+ under the Previously Disclosed Transportation Contracts for the financial year ending 31 December 2012 was estimated to be up to USD19.86 million. The Company would like to provide updated information in relation to the transportation contracts.

RUS-ENGINEERING AND KRAMZ-AUTO TRANSPORTATION CONTRACT

The Company announces that on 4 October 2012, a contract was entered into between Rus-Engineering, being a wholly-owned subsidiary of the Company, and KraMZ-Auto, being an associate of En+, pursuant to which KraMZ-Auto agrees to provide transportation services to members of the Group (the “**Rus-Engineering and KraMZ-Auto Transportation Contract**”). The term of the Rus-Engineering and KraMZ-Auto Transportation Contract will be up to 31 December 2012. The estimated transaction amount (excluding VAT) under the Rus-Engineering and KraMZ-Auto Transportation Contract for the financial year ending 31 December 2012 is up to USD0.023 million. The consideration is to be paid in cash via wire transfer and 50% shall be paid by the 15th day of the month following the reporting month and the remaining 50% shall be paid by the 30th day of the month following the reporting month.

THE AGGREGATION APPROACH AND THE ANNUAL AGGREGATE TRANSACTION AMOUNTS

Pursuant to Rule 14A.25 of the Listing Rules, the Rus-Engineering and KraMZ-Auto Transportation Contract are required to be aggregated with the Previously Disclosed Transportation Contracts as they were entered into by the Group with the associates of En+ and the subject matter of each contract relates to the provision of transportation services by the associates of En+ to the Group.

The annual aggregate transaction amount that is payable by the Group to the associates of En+ under the Rus-Engineering and KraMZ-Auto Transportation Contract and the Previously Disclosed Transportation Contracts for the financial year ending 31 December 2012 is now estimated to be up to USD19.883 million. This annual aggregate transaction amount is estimated by the Company based on the need for transportation services by the Group, the total contract price and the historical figure for the financial year ended 31 December 2011 under the Previously Disclosed Transportation Contracts.

REASONS FOR AND BENEFITS OF THE TRANSACTIONS

The Rus-Engineering and KraMZ-Auto Transportation Contract was entered into for the purpose of transporting personnel of the Group. The Company considers that the transactions contemplated under the Rus-Engineering and KraMZ-Auto Transportation Contract are for the benefit of the Company as the services provided are required in the production programmes of the Group.

The Rus-Engineering and KraMZ-Auto Transportation Contract is on arm's length commercial terms. The consideration payable under the Rus-Engineering and KraMZ-Auto Transportation Contract has been determined with reference to the market price and on terms no less favourable than those prevailing in the market for transportation services of the same type and quality as those offered by KraMZ-Auto to independent third parties.

The Directors (including the independent non-executive Directors) consider that the Rus-Engineering and KraMZ-Auto Transportation Contract is on normal commercial terms which are fair and reasonable and the transactions contemplated under the Rus-Engineering and KraMZ-Auto Transportation Contract are in the ordinary and usual course of business of the Group and in the interests of the Company and its shareholders as a whole.

None of the Directors has a material interest in the transactions contemplated by the Rus-Engineering and KraMZ-Auto Transportation Contract save for Mr. Oleg Deripaska who is beneficially interested in more than 50% of the issued share capital of En+. Accordingly, Mr. Oleg Deripaska has abstained from voting on the Board resolutions for approving the Rus-Engineering and KraMZ-Auto Transportation Contract.

LISTING RULES IMPLICATIONS

KraMZ-Auto is an indirect subsidiary of En+, and is therefore an associate of En+, which is a substantial shareholder of the Company. Accordingly, KraMZ-Auto is a connected person of the Company under the Listing Rules and the transactions contemplated under the Rus-Engineering and KraMZ-Auto Transportation Contract constitute continuing connected transactions of the Company.

The annual aggregate transaction amount for the financial year ending 31 December 2012 of the continuing connected transactions contemplated under the Rus-Engineering and KraMZ-Auto Transportation Contract and the Previously Disclosed Transportation Contracts is more than 0.1% but less than 5% under the applicable percentage ratios. Accordingly, pursuant to Rule 14A.34 of the Listing Rules, the transactions contemplated under the Rus-Engineering and KraMZ-Auto Transportation Contract and the Previously Disclosed Transportation Contracts are only subject to the reporting and announcement requirements set out in Rules 14A.45 to 14A.47, the annual review requirements set out in Rules 14A.37 to 14A.40 and the requirements set out in Rules 14A.35(1) and 14A.35(2) of the Listing Rules. These transactions are exempt from the independent shareholders' approval requirements under Chapter 14A of the Listing Rules.

Information on the Rus-Engineering and KraMZ-Auto Transportation Contract and the Previously Disclosed Transportation Contracts will be included in the relevant annual report and accounts of the Company in accordance with Rule 14A.46 of the Listing Rules where appropriate.

PRINCIPAL BUSINESS ACTIVITIES

The Company is principally engaged in the production of aluminium and alumina. The Company's assets include bauxite and nepheline ore mines, alumina refineries, aluminium smelters, casthouse business for alloys production, aluminium foil mills and production of aluminium packaging materials as well as power-generating assets. Spread across 19 countries in five continents, the operations and offices of the Company employ more than 72,000 people.

KraMZ-Auto is principally engaged in the provision of transportation services.

DEFINITIONS

In this announcement, the following expressions have the following meanings, unless the context otherwise requires:

“associate”	has the same meaning ascribed to it under the Listing Rules.
“Board”	the board of Directors of the Company.
“Company”	United Company RUSAL Plc, a limited liability company incorporated in Jersey, the shares of which are listed on the main board of the Stock Exchange.
“connected person”	has the same meaning ascribed to it under the Listing Rules.
“continuing connected transaction”	has the same meaning ascribed to it under the Listing Rules.
“Director(s)”	the director(s) of the Company.
“En+”	En+ Group Limited, a company incorporated in Jersey and a substantial shareholder of the Company.
“Group”	the Company and its subsidiaries.
“KraMZ-Auto”	KraMZ-Auto LLC, an indirect subsidiary of En+.
“Listing Rules”	The Rules Governing the Listing of Securities on the Stock Exchange.
“percentage ratios”	the percentage ratios under Rule 14.07 of the Listing Rules.
“Previously Disclosed Transportation Contracts”	the contracts between members of the Group and the associates of En+, pursuant to which the associates of En+ agreed to provide transportation services to the members of the Group, which were disclosed in the Company’s announcements dated 27 June 2011, 28 December 2011, 13 February 2012, 12 April 2012 and 24 April 2012.
“Rus-Engineering”	RUS-Engineering LLC, a wholly-owned subsidiary of the Company.
“Stock Exchange”	The Stock Exchange of Hong Kong Limited.

“subsidiary”	has the same meaning ascribed to it under the Listing Rules.
“substantial shareholder”	has the same meaning ascribed to it under the Listing Rules.
“USD”	United States dollars, the lawful currency of the United States of America.

By Order of the Board of Directors of
United Company RUSAL Plc
Vladislav Soloviev
Director

5 October 2012

As at the date of this announcement, the executive Directors are Mr. Oleg Deripaska, Ms. Vera Kurochkina, Mr. Maxim Sokov and Mr. Vladislav Soloviev, the non-executive Directors are Mr. Dmitry Afanasiev, Mr. Len Blavatnik, Mr. Ivan Glasenberg, Mr. Maksim Goldman, Ms. Gulzhan Moldazhanova, Mr. Dmitry Razumov, Mr. Artem Volynets, Mr. Dmitry Yudin, Mr. Vadim Geraskin, and the independent non-executive Directors are Mr. Barry Cheung Chun-yuen, Dr. Peter Nigel Kenny, Mr. Philip Lader, Ms. Elsie Leung Oi-sie and Mr. Matthias Warnig (Chairman).

All announcements and press releases published by the Company are available on its website under the links <http://www.rusal.ru/en/investors/info.aspx> and <http://www.rusal.ru/en/press-center/press-releases.aspx>, respectively.