
UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 8-K
CURRENT REPORT

Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934
Date of Report (Date of earliest event reported): August 14, 2012

NOVELIS INC.

(Exact name of Registrant as specified in its charter)

Canada 001-32312 98-0442987

(State or other jurisdiction (Commission File Number) (I.R.S. Employer of incorporation) Identification No.)

3560 Lenox Road, Suite 2000, Atlanta, GA 30326 (Address of principal executive offices) (Zip Code)

Registrant's telephone number, including area code (404) 760-4000

Not Applicable

(Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
 - Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
 - Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
 - Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
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Item 2.02. Results of Operations and Financial Condition.

The following information is furnished pursuant to Item 2.02, "Results of Operations and Financial Condition." Consequently, it is not deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, or otherwise subject to the liabilities of that section. It may only be incorporated by reference in another filing under the Securities Exchange Act of 1934 or Securities Act of 1933 if such subsequent filing specifically references this Form 8-K.

On August 14, 2012, Novelis Inc. issued a press release reporting the company's financial results for its quarter ended June 30, 2012. A copy of the press release is attached hereto as Exhibit 99.1 and is incorporated by reference herein in its entirety. A copy of investor presentation materials relating to such financial results is attached hereto as Exhibit 99.2 and is incorporated by reference herein in its entirety. The presentation materials use the following non-GAAP financial measures: EBITDA, Adjusted EBITDA, Net Income Excluding Special Items, Free Cash Flow and Total Liquidity.

EBITDA and Adjusted EBITDA. EBITDA consists of earnings before interest, taxes, depreciation and amortization. Adjusted EBITDA further adjusts EBITDA for unrealized (gains) losses on change in fair value of derivative instruments, impairment of goodwill, gains (losses) on extinguishment of debt, adjustment to include proportional consolidation, restructuring charges and certain other costs. EBITDA and Adjusted EBITDA are measures commonly used in the company's industry, and the company presents EBITDA and Adjusted EBITDA to enhance investors' understanding of the company's operating performance. Novelis believes that EBITDA and Adjusted EBITDA are operating performance measures, and not liquidity measures, that provide investors and analysts with a measure of operating results unaffected by differences in capital structures, capital investment cycles and ages of related assets among otherwise comparable companies.

However, EBITDA and Adjusted EBITDA are not measurements of financial performance under GAAP, and the company's EBITDA and Adjusted EBITDA may not be comparable to similarly titled measures of other companies. EBITDA and Adjusted EBITDA have important limitations as an analytical tool, and investors should not consider them in isolation, or as a substitute for analysis of the company's results as reported under GAAP. For example, EBITDA and Adjusted EBITDA:

- do not reflect the company's cash expenditures or requirements for capital expenditures or capital commitments;
- do not reflect changes in, or cash requirements for, the company's working capital needs; and
- do not reflect any costs related to the current or future replacement of assets being depreciated and amortized.

Management believes that investors' understanding of the company's performance is enhanced by including these non-GAAP financial measures as a reasonable basis for comparing the company's ongoing results of operations. Many investors are interested in understanding the performance of the company's business by comparing its results from ongoing operations from one period to the next and would ordinarily add back items that are not part of normal day-to-day operations of the company's business. By providing these non-GAAP financial measures, together with reconciliations, the company believes it is enhancing investors' understanding of its business and its results of operations, as well as assisting investors in evaluating how well it is executing strategic initiatives.

Additionally, a form of adjusted EBITDA, defined in the company's senior secured credit facilities, 8.375% senior notes and 8.75% senior notes, is used for debt covenant compliance purposes, which has additional adjustments to Adjusted EBITDA which may decrease or increase adjusted EBITDA for purposes of these financial covenants.

The company also uses EBITDA and Adjusted EBITDA:

- as measures of operating performance to assist the company in comparing its operating performance on a consistent basis because it removes the impact of items not directly resulting from the company's core operations;
 - for planning purposes, including the preparation of the company's internal annual operating budgets and financial projections;
 - to evaluate the performance and effectiveness of the company operational strategies; and
 - to calculate incentive compensation payments for the company's key employees.
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Free Cash Flow. Free Cash Flow consists of: (a) net cash provided by (used in) operating activities; (b) plus net cash provided by (used in) investing activities and (c) less proceeds from sales of assets. Management believes that Free Cash Flow is relevant to investors as it provides a measure of the cash generated internally that is available for debt service and other value creation opportunities. However, Free Cash Flow is not a measurement of financial performance or liquidity under GAAP and does not necessarily represent cash available for discretionary activities, as certain debt service obligations must be funded out of Free Cash Flow. In addition, the company's method of calculating Free Cash Flow may not be consistent with that of other companies.

Net Income Excluding Special Items. Net Income Excluding Special Items adjusts net income for gain (loss) on assets held for sale, restructuring charges, and the tax effect of special items. Novelis believes that Net Income Excluding Special Items enhances the overall understanding of the company's current financial performance. Specifically, management believes this non-GAAP financial measure provides useful information to investors by excluding or adjusting certain items, which impact the comparability of the company's core operating results. With respect to assets held for sale, restructuring charges, and the tax effect of these special items, management believes these excluded items are not reflective of fixed costs that the company believes it will incur over the long term. This financial measure should be considered in addition to, and not as a substitute for or superior to, results prepared in accordance with GAAP.

Total Liquidity. Total Liquidity consists of: (a) cash and cash equivalents; (b) less overdrafts; (c) plus gross availability under the ABL facility and (d) less borrowing availability limitation under the ABL facility due to fixed charge coverage ratio. In addition to presenting available cash and cash equivalents, management believes that presenting Total Estimated Liquidity enhances investors' understanding of the liquidity that is actually available to the company. This financial measure should be considered in addition to, and not as a substitute for or superior to, results prepared in accordance with GAAP.

All information in the news release and the presentation materials speak as of the date thereof, and Novelis does not assume any obligation to update said information in the future.

Item 9.01. Financial Statements and Exhibits.

(d) Exhibits.

99.1 Press release, dated August 14, 2012 (furnished to the Commission as a part of this Form 8-K).

99.2 Presentation materials, dated August 14, 2012 (furnished to the Commission as a part of this Form 8-K).

EXHIBIT INDEX

Exhibit Number	Description
99.1	Press release, dated August 14, 2012 (furnished to the Commission as a part of this Form 8-K).
99.2	Presentation materials, dated August 14, 2012 (furnished to the Commission as a part of this Form 8-K).

News Release

For Immediate Release

Novelis Reports First Quarter of Fiscal Year 2013 Results *Company Continues to Execute on Strategic Plans*

- **Net income, excluding special items, of \$91 million, up 20% YoY**
- **Adjusted EBITDA of \$259 million, down 15% YoY**
- **Solid Liquidity of \$868 million**
- **Global Rolling & Recycling Expansions Progressing Well**
- **Continued Footprint & Product Portfolio Optimization**

ATLANTA, August 14, 2012 – Novelis Inc., the world's leading producer of aluminum rolled products, today reported net income attributable to its common shareholder of \$91 million for the first quarter of fiscal 2013, compared to \$62 million reported for the same period last year. Excluding tax-effected special items in both periods, net income for the first quarter of 2013 remained \$91 million, compared to \$76 million for the same period in 2012, representing a 20 percent increase year-over-year.

Adjusted EBITDA was \$259 million for the first quarter of 2013, compared to the Company's all time record of \$306 million reported for the same quarter in 2012, primarily a result of decreased volumes and lower scrap benefits year-over-year. Compared to the fourth quarter of 2012, Adjusted EBITDA increased 11 percent sequentially, driven primarily by strengthening global demand in the Company's end markets.

"As expected, EBITDA increased sequentially as we saw market demand firm in most of our regions but decreased on a year-over-year basis, primarily due to the loss of some can business in North America, a meaningful decrease in scrap benefits as well as some production and supply chain disruptions we faced early in the quarter. Despite this, we've successfully offset the lost volumes going forward and resolved these production issues. In fact, we ended the first quarter very strong with June operating at levels not seen in nearly a year," said Phil Martens, Novelis President and Chief Executive Officer.

"In addition, we continued to execute on our strategy, closing non-core and underperforming assets in the quarter in both Europe and Canada, while staying focused on our various expansions globally. We continue to see strong global demand in our premium product segments and the addition of nearly 900 kilotonnes of capacity over the next several years will allow us to capture this significant growth going forward," said Martens.

Shipments of aluminum rolled products totaled 722 kilotonnes for the first quarter of fiscal 2013 compared to shipments of 767 kilotonnes for the same period last year, primarily due to the factors previously discussed as well as some softness in Asia due to economic uncertainty in Europe and China.

Net sales for the first quarter of fiscal 2013 were \$2.6 billion, an 18 percent decrease compared to the \$3.1 billion reported in the same period a year ago. This decrease was mainly the result of a decrease in volumes and a \$626 per tonne decline in average aluminum prices when compared to the previous year, which was partially offset by favorable conversion premiums.

(in \$M)	Q1FY13		Q4FY12	
		6/30/2012		3/31/2012
Cash and cash equivalents	\$	263	\$	317
Overdrafts		(2)		-
Gross availability under the ABL facility		607		704
Total Liquidity	\$	868	\$	1,021

(in \$M)	Q1FY13		Q1FY12	
		6/30/2012		6/30/2011
Free Cash Flow	\$	(169)	\$	(194)
Capex		167		67
Free Cash Flow before Capex	\$	(2)	\$	(127)

For the first quarter of fiscal 2013, Novelis reported solid liquidity of \$868 million. Free cash flow was a negative \$169 million for the first quarter of 2013, primarily due to capital investments of \$167 million and a \$107 million bond interest payment. "We expect to generate strong cash flow going forward, enabling us to continue investing in our strategic global rolling and recycling expansions in North America, South America, Europe and South Korea. All of these expansions are progressing well, with our South Korea recycling and Brazil rolling capacity projects on track to come online at the end of this year," said Steve Fisher, Chief Financial Officer for Novelis.

Business Outlook

The Company continues to see solid demand going forward in all of its operating regions. In addition, it expects free cash flow to remain negative in the second and third quarters as capital expenditures on strategic investments peak.

Quarterly Report on Form 10-Q

The results described in this press release have been reported in detail on the Company's Form 10-Q on file with the SEC, and investors are directed to that document for a complete explanation of the Company's financial position and results through June 30, 2012. The Novelis Form 10-Q and other SEC filings are available for review on the Company's website at www.novelis.com.

First Quarter of Fiscal 2013 Earnings Conference Call

Novelis will discuss its first quarter of fiscal 2013 results via a live webcast and conference call for investors at 9:00 a.m. ET on Tuesday, August 14, 2012. Participants may access the webcast at <https://cc.callinfo.com/r/1q5a3idfmjr9g>. To join by telephone, dial toll-free in North America at 800 728 2056, India toll-free at 0008001007929 or the international toll line at +1 212 271 4651. Access information may also be found at www.novelis.com/investors.

About Novelis

Novelis Inc. is the global leader in aluminum rolled products and the world's largest recycler of used aluminum cans. For fiscal year 2012, the company operated in 11 countries, had more than 11,000 employees and reported revenue of \$11.1 billion. Novelis supplies premium aluminum sheet and foil products to automotive, transportation, packaging, construction, industrial, electronics and printing markets throughout North America, Europe, Asia and South America. Novelis is a subsidiary of Hindalco Industries Limited (BSE: HINDALCO), one of Asia's largest integrated producers of aluminum and a leading copper producer. Hindalco is a flagship company of the Aditya Birla Group, a multinational conglomerate based in Mumbai, India. For more information, visit www.novelis.com and follow us on Twitter at twitter.com/Novelis.

Non-GAAP Financial Measures

This press release and the presentation slides for the earnings call contain non-GAAP financial measures as defined by SEC rules. We think that these measures are helpful to investors in measuring our financial performance and liquidity and comparing our performance to our peers. However, our non-GAAP financial measures may not be comparable to similarly titled non-GAAP financial measures used by other companies. These non-GAAP financial measures have limitations as an analytical tool and should not be considered in isolation or as a substitute for GAAP financial measures. To the extent we discuss any non-GAAP financial measures on the earnings call, a reconciliation of each measure to the most directly comparable GAAP measure will be available in the presentation slides filed as Exhibit 99.2 to our Current Report on Form 8-K furnished to the SEC concurrent with the issuance of this press release. In addition, the Form 8-K includes a more detailed description of each of these non-GAAP financial measures, together with a discussion of the usefulness and purpose of such measures.

Attached to this news release are tables showing the Condensed Consolidated Statements of Operations, Condensed Consolidated Balance Sheets, Condensed Consolidated Statements of Cash Flows, Reconciliation to Net Income excluding Special Items, Reconciliation to Adjusted EBITDA and Free Cash Flow.

Forward-Looking Statements

Statements made in this news release which describe Novelis' intentions, expectations, beliefs or predictions may be forward-looking statements within the meaning of securities laws. Forward-looking statements include statements preceded by, followed by, or including the words "believes," "expects," "anticipates," "plans," "estimates," "projects," "forecasts," or similar expressions. Examples of forward-looking statements in this news release include our expectations for free cash flow generation and our projected capital expenditures through the end of the fiscal year. Novelis cautions that, by their nature, forward-looking statements involve risk and uncertainty and that Novelis' actual results could differ materially from those expressed or implied in such statements. We do not intend, and we disclaim any obligation, to update any forward-looking statements, whether as a result of new information, future events or otherwise. Factors that could cause actual results or outcomes to differ from the results expressed or implied by forward-looking statements include, among other things: changes in the prices and availability of aluminum (or premiums associated with such prices) or other materials and raw materials we use; the capacity and effectiveness of our metal hedging activities, including our internal used beverage cans (UBCs) and smelter hedges; relationships with, and financial and operating conditions of, our customers, suppliers and other stakeholders; fluctuations in the supply of, and prices for, energy in the areas in which we maintain production facilities; our ability to access financing for future capital requirements; changes in the relative values of various currencies and the effectiveness of our currency hedging activities; factors affecting our operations, such as litigation, environmental remediation and clean-up costs, labor relations and negotiations, breakdown of equipment and other events; the impact of restructuring efforts in the future; economic, regulatory and political factors within the countries in which we operate or sell our products, including changes in duties or tariffs; competition from other aluminum rolled products producers as well as from substitute materials such as steel, glass, plastic and composite materials; changes in general economic conditions including deterioration in the global economy, particularly sectors in which our customers operate; changes in the fair value of derivative instruments; cyclical demand and pricing within the principal markets for our products as well as seasonality in certain of our customers' industries; changes in government regulations, particularly those affecting taxes, derivative instruments, environmental, health or safety compliance; changes in interest rates that have the effect of increasing the amounts we pay under our principal credit agreement and other financing agreements; the effect of taxes and changes in tax rates; our indebtedness and our ability to generate cash. The above list of factors is not exhaustive. Other important risk factors included under the caption "Risk Factors" in our Annual Report on Form 10-K for the fiscal year ended March 31, 2012 and our Quarterly Report on Form 10-Q for the quarter ended June 30, 2012, are specifically incorporated by reference into this news release.

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Novelis Inc.
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS (unaudited)
(In millions)

	Quarter Ended	
	June 30,	
	2012	2011
	(unaudited)	
Net sales	\$ 2,550	\$ 3,113
Cost of goods sold (exclusive of depreciation and amortization)	2,202	2,708
Selling, general and administrative expenses	102	95
Depreciation and amortization	73	89
Research and development expenses	12	12
Interest expense and amortization of debt issuance costs	74	77
Gain on assets held for sale	(5)	—
Restructuring charges, net	5	19
Equity in net loss of non-consolidated affiliates	2	2
Other income, net	(27)	(25)
	<u>2,438</u>	<u>2,977</u>
Income before income taxes	112	136
Income tax provision	21	59
Net income	91	77
Net income attributable to noncontrolling interests	—	15
Net income attributable to our common shareholder	<u>\$ 91</u>	<u>\$ 62</u>

Novelis Inc.
CONDENSED CONSOLIDATED BALANCE SHEETS (unaudited)
(In millions)

	June 30, 2012	March 31, 2012
ASSETS		
Current assets		
Cash and cash equivalents	\$ 263	\$ 317
Accounts receivable, net		
— third parties (net of allowances of \$5 and \$5 as of June 30, 2012 and March 31, 2012, respectively)	1,305	1,331
— related parties	29	36
Inventories	1,076	1,024
Prepaid expenses and other current assets	94	61
Fair value of derivative instruments	99	99
Deferred income tax assets	138	151
Assets held for sale	4	81
Total current assets	3,008	3,100
Property, plant and equipment, net	2,740	2,689
Goodwill	611	611
Intangible assets, net	669	678
Investment in and advances to non-consolidated affiliates	648	683
Fair value of derivative instruments, net of current portion	2	2
Deferred income tax assets	87	74
Other long-term assets		
— third parties	164	168
— related parties	15	16
Total assets	\$ 7,944	\$ 8,021
LIABILITIES AND SHAREHOLDER EQUITY		
Current liabilities		
Current portion of long-term debt	23	23
Short-term borrowings	119	18
Accounts payable		
— third parties	1,219	1,245
— related parties	48	51
Fair value of derivative instruments	107	95
Accrued expenses and other current liabilities	423	476
Deferred income tax liabilities	28	34
Liabilities held for sale	—	57
Total current liabilities	1,967	1,999
Long-term debt, net of current portion	4,315	4,321
Deferred income tax liabilities	563	581
Accrued postretirement benefits	661	687
Other long-term liabilities	309	310
Total liabilities	7,815	7,898
Commitments and contingencies		
Shareholder's equity		
Common stock, no par value; unlimited number of shares authorized; 1,000 shares issued and outstanding as of June 30, 2012 and March 31, 2012	—	—
Additional paid-in capital	1,659	1,659
Accumulated deficit	(1,288)	(1,379)
Accumulated other comprehensive loss	(275)	(191)

Total equity of our common shareholder	96	89
Noncontrolling interests	33	34
Total equity	129	123
Total liabilities and equity	\$ 7,944	\$ 8,021

Novelis Inc.
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (unaudited)
(In millions)

	Three Months Ended June 30,	
	2012	2011
OPERATING ACTIVITIES		
Net income	\$ 91	\$ 77
Adjustments to determine net cash used in operating activities:		
Depreciation and amortization	73	89
Gain on unrealized derivatives and other realized derivatives in investing activities, net	(16)	(24)
Gain on assets held for sale	(5)	—
Deferred income taxes	(16)	37
Write-off and amortization of fair value adjustments, net	8	3
Equity in net loss of non-consolidated affiliates	2	2
(Gain) loss on foreign exchange remeasurement of debt	(7)	—
(Gain) loss on sale of assets	(2)	1
Amortization of debt issuance costs	4	4
Other, net	1	14
Changes in assets and liabilities including assets and liabilities held for sale (net of effects from acquisitions and divestitures):		
Accounts receivable	16	(92)
Inventories	(75)	(81)
Accounts payable	19	(70)
Other current assets	(31)	(13)
Other current liabilities	(54)	(83)
Other noncurrent assets	(2)	9
Other noncurrent liabilities	(11)	12
Net cash used in operating activities	(5)	(115)
INVESTING ACTIVITIES		
Capital expenditures	(167)	(67)
Proceeds from sales of assets		
— third parties	10	—
— related parties	2	—
Proceeds from investment in and advances to non-consolidated affiliates, net	—	1
Proceeds (outflow) from related party loans receivable, net	2	(6)
Proceeds (outflow) from settlement of other undesignated derivative instruments, net	1	(7)
Net cash used in investing activities	(152)	(79)
FINANCING ACTIVITIES		
Proceeds from issuance of debt	12	3
Principal payments	(5)	(5)
Short-term borrowings, net	92	190
Dividends, noncontrolling interest	(1)	—
Net cash provided by financing activities	98	188
Net decrease in cash and cash equivalents	(59)	(6)
Effect of exchange rate changes on cash	5	2
Cash and cash equivalents — beginning of period	317	311
Cash and cash equivalents — end of period	\$ 263	\$ 307

Reconciliation from Net Income Attributable to our Common Shareholder to Adjusted EBITDA

Novelis is providing disclosure of the reconciliation of reported non-GAAP financial measures to their comparable financial measures on a GAAP basis.

(in millions)	Quarter Ended June 30,	
	2012	2011
Net income attributable to our common shareholder	\$ 91	\$ 62
Noncontrolling interests	—	(15)
Income tax provision	(21)	(59)
Interest, net	(73)	(73)
Depreciation and amortization	(73)	(89)
EBITDA	258	298
Unrealized gain on derivatives	13	25
Realized gain on derivative instruments not included in segment income	2	2
Proportional consolidation	(11)	(13)
Gain on assets held for sale	5	—
Restructuring charges, net	(5)	(19)
Other income, net	(5)	(3)
Adjusted EBITDA	\$ 259	\$ 306

The following table shows the negative “Free cash flow” for the three months ended June 30, 2012 and 2011 and the ending balances of cash and cash equivalents (in millions).

	Quarter Ended June 30,	
	2012	2011
Net cash used in operating activities	\$ (5)	\$ (115)
Net cash used in investing activities	(152)	(79)
Less: Proceeds from sales of assets	12	0
Free cash flow	\$ (169)	\$ (194)
Ending cash and cash equivalents	\$ 263	\$ 307

The following table shows Net Income attributable to our common shareholder excluding Special Items for the three months ended June 30, 2012 and 2011 (in millions).

	Quarter Ended June 30,	
	2012	2011
Net Income	\$ 91	\$ 62
Special Items:		
Gain on assets held for sale	(5)	—
Restructuring charges	5	19
Tax effect on Special Items	—	5
Net Income, excluding Special Items	\$ 91	\$ 76

Brighter Ideas with Aluminum

Novelis First Quarter FY 2013 Earnings Conference Call

August 14, 2012

Philip Martens

President and Chief Executive Officer

Steve Fisher

Senior Vice President and Chief Financial Officer

Safe Harbor Statement

Forward-Looking Statements

Statements made in this presentation which describe Novelis' intentions, expectations, beliefs or predictions may be forward-looking statements within the meaning of securities laws. Forward-looking statements include statements preceded by, followed by, or including the words "believes," "expects," "anticipates," "plans," "estimates," "projects," "forecasts," or similar expressions. Examples of forward-looking statements in this presentation are statements about future global growth in flat rolled products, our anticipated capital expenditures in fiscal year 2013, and our expectations for demand recovery in fiscal year 2013. Novelis cautions that, by their nature, forward-looking statements involve risk and uncertainty and that Novelis' actual results could differ materially from those expressed or implied in such statements. We do not intend, and we disclaim any obligation, to update any forward-looking statements, whether as a result of new information, future events or otherwise. Factors that could cause actual results or outcomes to differ from the results expressed or implied by forward-looking statements include, among other things: changes in the prices and availability of aluminum (or premiums associated with such prices) or other materials and raw materials we use; the capacity and effectiveness of our metal hedging activities; relationships with, and financial and operating conditions of, our customers, suppliers and other stakeholders; fluctuations in the supply of, and prices for, energy in the areas in which we maintain production facilities; our ability to access financing for future capital requirements; changes in the relative values of various currencies and the effectiveness of our currency hedging activities; factors affecting our operations, such as litigation, environmental remediation and clean-up costs, labor relations and negotiations, breakdown of equipment and other events; the impact of restructuring efforts in the future; economic, regulatory and political factors within the countries in which we operate or sell our products, including changes in duties or tariffs; competition from other aluminum rolled products producers as well as from substitute materials such as steel, glass, plastic and composite materials; changes in general economic conditions including deterioration in the global economy, particularly sectors in which our customers operate; changes in the fair value of derivative instruments; cyclical demand and pricing within the principal markets for our products as well as seasonality in certain of our customers' industries; changes in government regulations, particularly those affecting taxes, environmental, health or safety compliance; changes in interest rates that have the effect of increasing the amounts we pay under our principal credit agreement and other financing agreements; the effect of taxes and changes in tax rates; and our indebtedness and our ability to generate cash. The above list of factors is not exhaustive. Other important risk factors included under the caption "Risk Factors" in our Annual Report on Form 10-K for the fiscal year ended March 31, 2012 and our quarterly report on Form 10-Q for the quarter ended June 30, 2012, are specifically incorporated by reference into this presentation.

Non-GAAP Financial Measures

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Agenda

BUSINESS REVIEW & MARKET OUTLOOK

NOVELIS' STRATEGY

DETAILED FINANCIAL PERFORMANCE

SUMMARY & OUTLOOK

BUSINESS REVIEW & MARKET OUTLOOK

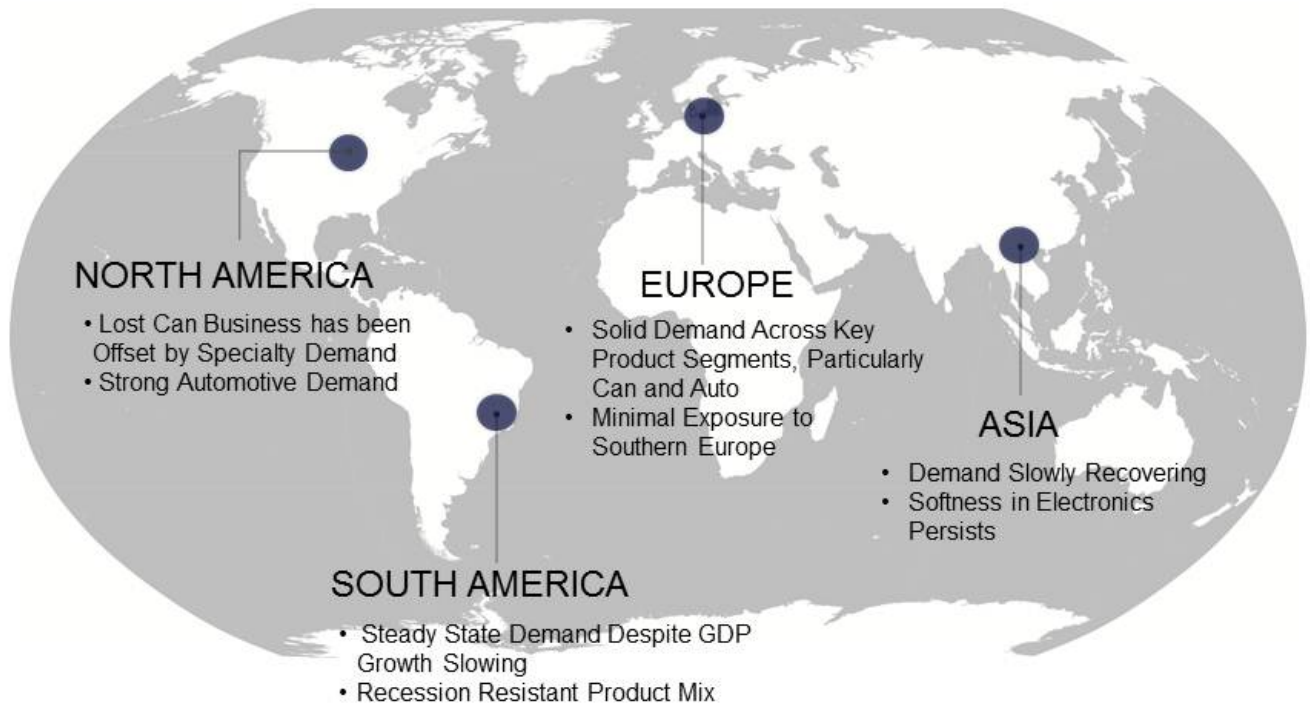
First Quarter Highlights

- Market Demand Continues to Recover
- Key Financial Metrics Improved Sequentially
- Continued Executing on our Strategy
- Expansion Projects Progressing Well; Signed Multi-Year Customer Contracts



Solid Results, Strong Outlook

Regional Business Outlook



NOVELIS' STRATEGY

Novelis' Strategy

CONTINUE TO STRENGTHEN THE BUSINESS

- Divested 3 Foil Plants in Europe
- Closed 1 Underperforming Plant in North America

CAPTURE GROWTH IN OUR GLOBAL FRP MARKETS

- Major Rolling Expansions Progressing Well
 - *Multi-year Customer Contracts Signed*

80% RECYCLED CONTENT IN OUR PRODUCTS BY 2020

- Partnering with our Customers – [evercan](#)
- Major Recycling Expansions Worldwide Progressing Well
 - *Announced New UBC Procurement Organization in North America*
 - *Recycling Capacity in Korea Starting to Come Online in Q2*

Yeongju, Korea Integrated Recycling Center



Successful First Casting!

Global Rolling Strategic Investments

Shipments (Kt)



United States

Auto Finishing Lines
~200kt Mid CY13

China

Auto Finishing Line
~120kt End of CY14



Korea

Rolling Expansion
~350kt End of CY13



Brazil

Rolling Expansion
~220kt End of CY12

Solidifying Leadership Position

Global Recycling Investments



Unmatched Global Recycling Footprint

Partnering with our Customers – evercan




Can-to-can recycling, forever.
It's in your hands.

- The Ultimate Sustainable Package
- Revolutionary Single-Alloy Can
- Optimal Closed Loop Recycling & Manufacturing Efficiency

DETAILED FINANCIAL PERFORMANCE

First Quarter Highlights

(Q1FY13 vs. Q1FY12)

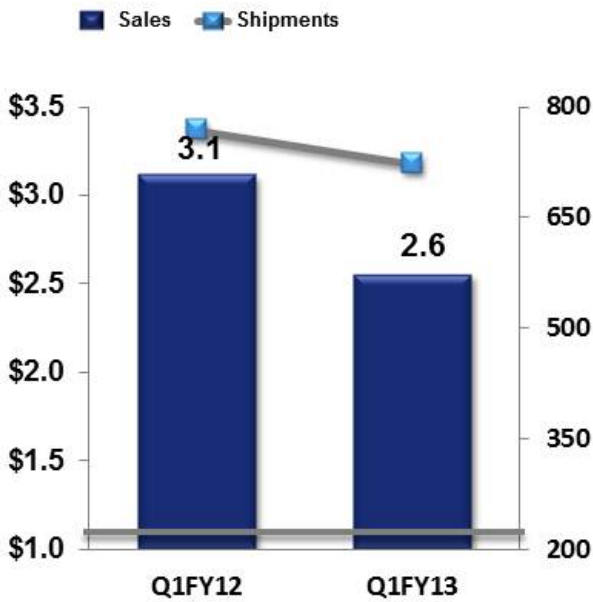
- Shipments Down 6% to 722 Kilotonnes
 - Net Sales Down 18% to \$2.6 Billion
 - Adjusted EBITDA Down 15% to \$259 Million
 - Net Income Up 47% to \$91 Million (Excluding Special Items, up 20%)
 - Negative Free Cash Flow Before CapEx of \$2 Million
 - Solid Liquidity of \$868 Million
- 

Solid Performance Against a Record Q1FY12

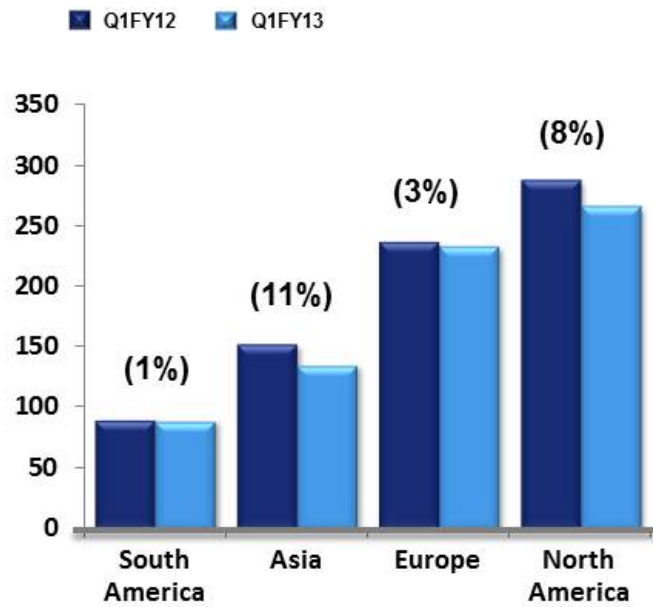
Shipments & Sales

Sales (Billions) • Shipments (Kt)

Total Company

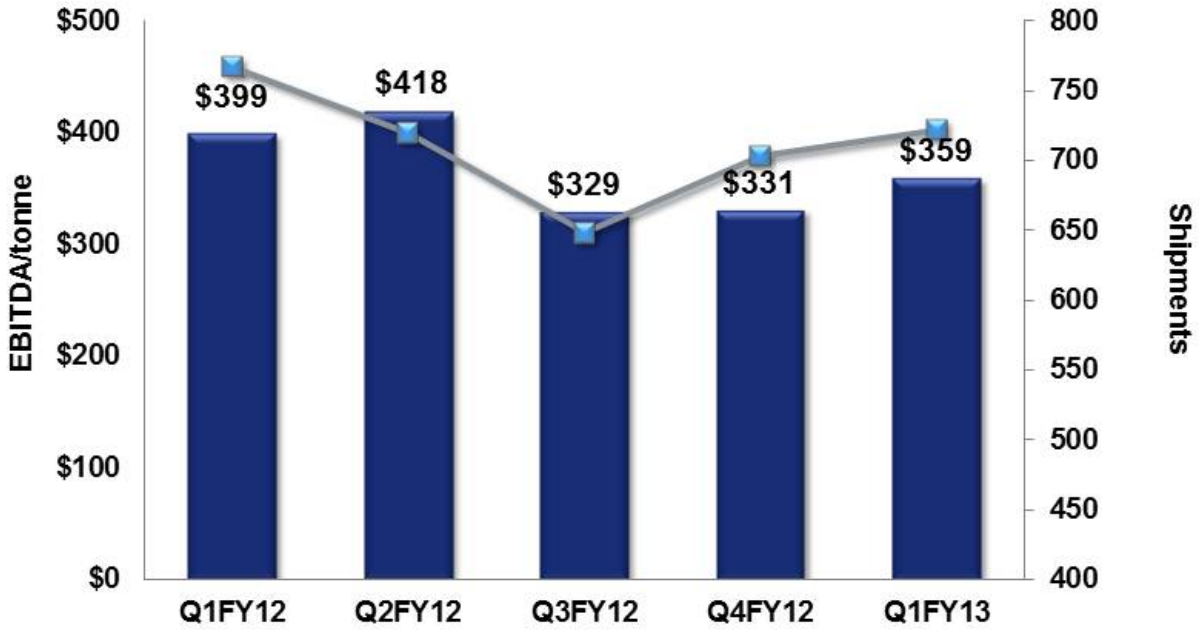


Shipments by Region



Adjusted EBITDA/tonne & Shipments

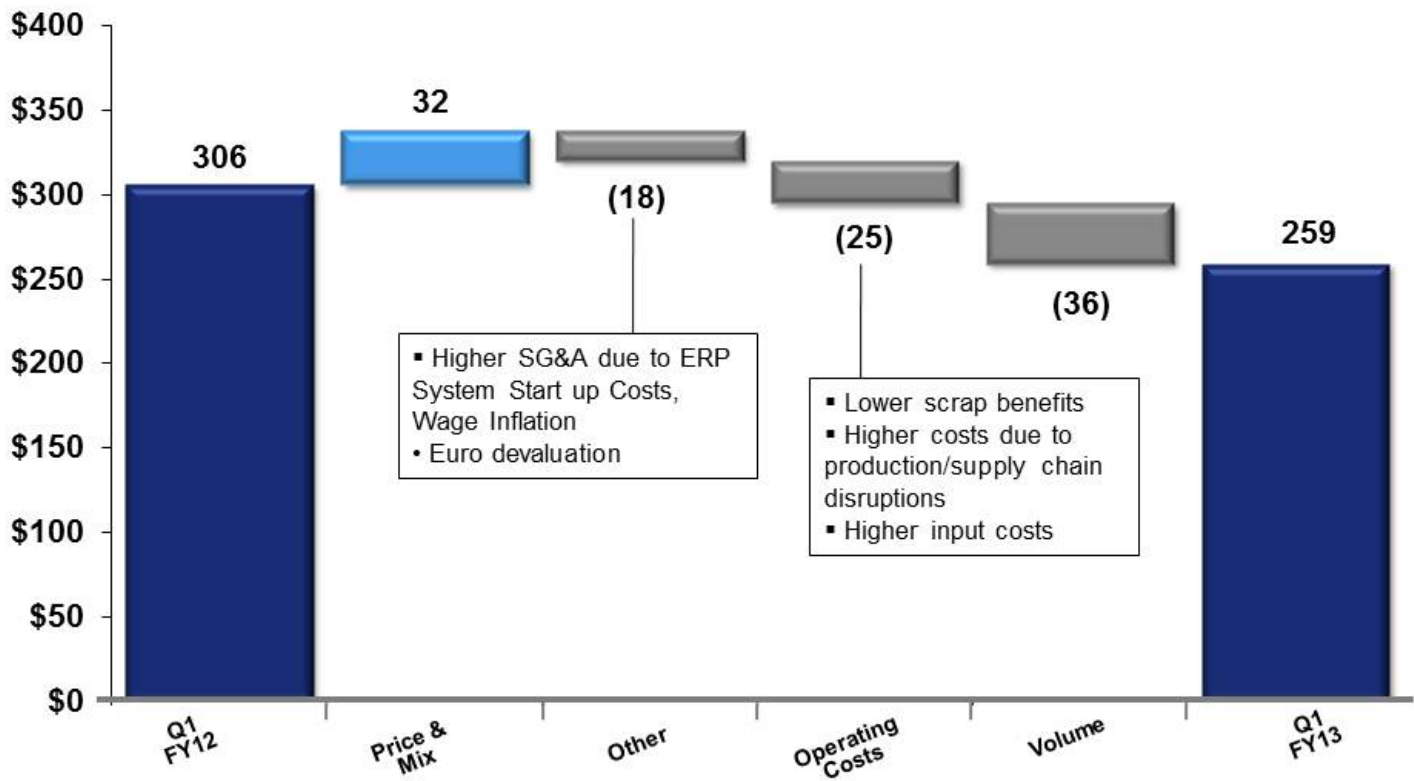
■ EBITDA/tonne ■ Shipments (Kts)



Demand Continuing to Improve Sequentially

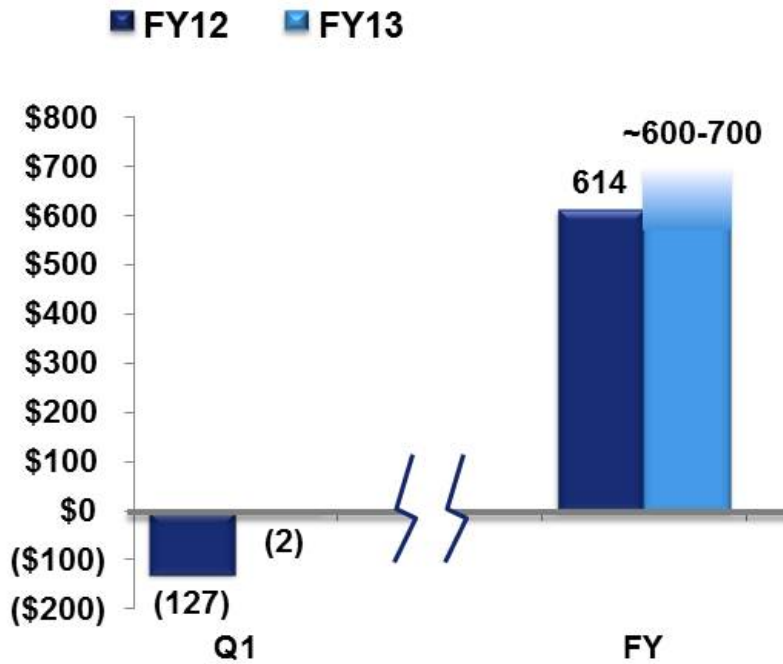
Adjusted EBITDA

Q1FY12 vs. Q1FY13 (Millions)



Free Cash Flow Before CapEx

(Millions)



Q1 FCF before Capex:

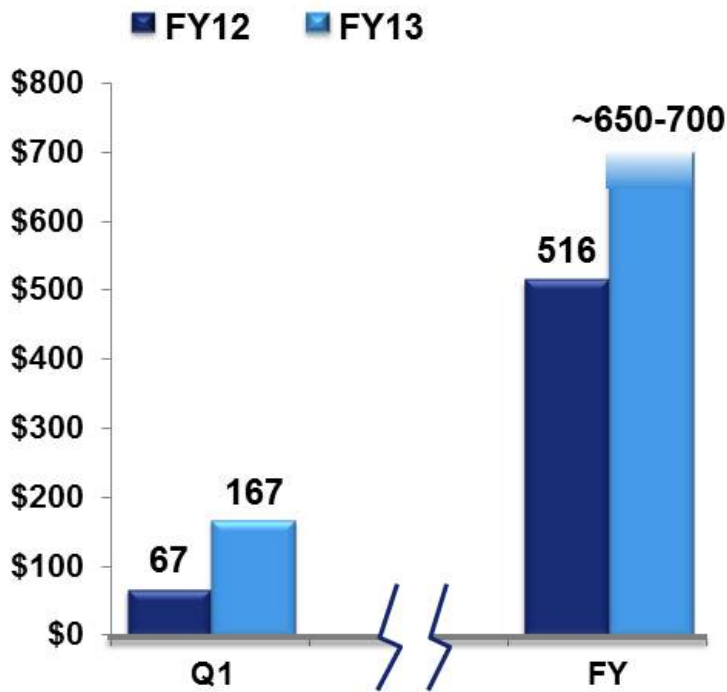
Negative due to:

- \$107 Million Interest Payment
- Higher Inventory Levels due to Seasonal Build-up

FCF before CapEx Positive for Remainder of FY13

Capital Expenditures

(Millions)



FISCAL 2013 CAPEX:

- Brazil Mill Expansion
- South Korea Mill Expansion
- Automotive Capacity Increase in North America & China
- Global Recycling Initiatives

Continued Focus on Strategic Investments

SUMMARY & OUTLOOK

Long-Term Trends in Aluminum Demand

Long-term CAGR
(CY11-16)



Demand Recovery Continuing in FY13, Strong L-T Growth

QUESTIONS AND ANSWERS

APPENDIX

Income Statement Reconciliation to Adjusted EBITDA

(in \$ m)	Q1 FY12	Q2 FY12	Q3 FY12	Q4 FY12	FY12	Q1 FY13
Net Income (loss) Attributable to Our Common Shareholder	62	120	(12)	(107)	63	91
- Interest, net	(73)	(73)	(71)	(73)	(290)	(73)
- Income tax (provision) benefit	(59)	7	10	3	(39)	(21)
- Depreciation and amortization	(89)	(81)	(79)	(80)	(329)	(73)
- Noncontrolling interests	(15)	(10)	(1)	(1)	(27)	-
EBITDA	298	277	129	44	748	258
- Unrealized gain (loss) on derivatives	25	(1)	(63)	(23)	(62)	13
- Realized gain (loss) on derivative instruments not included in segment income	2	-	(3)	2	1	2
- Proportional consolidation	(13)	(12)	(9)	(15)	(49)	(11)
- Restructuring charges, net	(19)	(11)	(1)	(29)	(60)	(5)
- Gain (loss) on assets held for sale	-	-	-	(111)	(111)	5
- Others costs, net	(3)	-	(8)	(13)	(24)	(5)
Adjusted EBITDA	306	301	213	233	1,053	259
Other Income (expense) Included in Adjusted EBITDA						
- Metal price lag	5	15	8	(19)	9	6
- Foreign currency remeasurement	(8)	-	(2)	(4)	(14)	4
- Purchase accounting	(3)	(3)	(3)	(3)	(13)	(3)

Free Cash Flow

(in \$m)	FY12					FY13
	Q1	Q2	Q3	Q4	Full Year	Q1
Cash Provided by (used in) Operating Activities	(115)	171	149	351	556	(5)
Cash Provided by (used in) Investing Activities	(79)	(40)	(76)	(247)	(442)	(152)
Less: Proceeds from Sales of Fixed Assets	0	(1)	(10)	(5)	(16)	(12)
Free Cash Flow	(194)	130	63	99	98	(169)

Explanation of Other Income (Expenses) Included in Adjusted EBITDA

1) Metal Price Lag Net of Related Hedges:

On certain sales contracts we experience timing differences on the pass through of changing aluminum prices from our suppliers to our customers. Additional timing differences occur in the flow of metal costs through moving average inventory cost values and cost of goods sold. This timing difference is referred to as Metal Price Lag. We have a risk management program in place to minimize impact of this "lag".

2) Foreign Currency Remeasurement Net of Related Hedges:

All non-functional currency denominated Working Capital and Debt gets remeasured every period by the period end exchange rates. This impacts our profitability. Like Metal Price Lag, we have a risk management program in place to minimize impact of such Remeasurement.

3) Purchase Accounting:

Following our acquisition, the consideration and transaction costs paid by Hindalco in connection with the transaction were "pushed down" to us and were allocated to the assets acquired and the liabilities assumed. These allocations are amortized over periods, impacting our profitability.