



Alcan + Pechiney

A New World of Opportunity

December 2003



Alcan has filed with the Securities and Exchange Commission (“SEC”) a registration statement to register the Alcan Common Shares to be issued in the U.S. offer, including related tender/exchange offer materials, and such registration statement has become effective. Investors and Pechiney securityholders are urged to read the registration statement and related tender/exchange offer materials and any other relevant documents filed with the SEC, as well as any amendments or supplements to those documents, because they contain important information. Investors and Pechiney securityholders may obtain a free copy of the registration statement and related tender/exchange offer materials and other relevant documents at the SEC’s Internet web site at www.sec.gov, and the transaction-related documents have been mailed to Pechiney securityholders. Additional copies of the transaction-related documents may be obtained at Alcan’s expense by contacting the Information Agent for the offers, D.F. King & Co., Inc, toll-free at 1-800-488-8035 (North America), 0-800-90-2614 (France), 0-800-389-7892 (U.K.) or (44) 20-7920-9700 (collect in Europe).

This communication is for informational purposes only. It shall not constitute an offer to purchase or buy or the solicitation of an offer to sell or exchange any securities of Pechiney, nor shall there be any sale of securities in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of any such jurisdiction. The solicitation of offers to buy Alcan Common Shares will only be made pursuant to the prospectus, dated October 24, 2003, and related materials. No offering of securities shall be made except by means of a prospectus meeting the requirements of Section 10 of the Securities Act of 1933, as amended.

FORWARD-LOOKING STATEMENTS

Certain statements made in this communication are forward-looking statements within the meaning of the United States Private Securities Litigation Reform Act of 1995. Although Alcan’s management believes that the expectations reflected in such forward-looking statements are reasonable, readers are cautioned that these forward-looking statements by their nature involve risk and uncertainty because they relate to events and depend on circumstances that will occur in the future. Many factors could cause actual results and developments to differ materially from those expressed or implied by these forward-looking statements, including those listed under “Cautionary Statement Concerning Forward-Looking Statements “ and “Risk Factors” in the prospectus, dated October 24, 2003, included in the registration statement filed with the SEC. See the previous paragraphs for information about how you can obtain a free copy of the registration statement.



IMPORTANT ADDITIONAL INFORMATION

This presentation includes certain information concerning Pechiney and the combined business of Alcan and Pechiney. This information is subject to risks and uncertainties. We have based this information on publicly available information about Pechiney (primarily filings by Pechiney with the SEC and the French *Commission des opérations de bourse*). However, to date Pechiney has granted Alcan only limited access to non-public information regarding Pechiney and Alcan has no means of compelling such access. In addition, Pechiney's primary financial statements are prepared in accordance with generally accepted accounting principles ("GAAP") in France while Alcan's primary financial statements are prepared in accordance with Canadian GAAP. There are differences between Canadian and French GAAP. The unaudited pro forma information included herein is prepared based on the US GAAP information that Pechiney discloses publicly. Alcan has not been in a position to verify the Pechiney information or the pro forma information about the combined entity included in this presentation. Some of the information about Pechiney in this presentation is based on good faith estimates by Alcan or industry sources that may be materially inaccurate. The pro forma information presented is not necessarily indicative of the operating results or financial condition that would have been achieved had Alcan's offer for Pechiney been completed during the periods or at the times presented, nor is this information necessarily indicative of future results or conditions of Alcan after it has acquired Pechiney. The pro forma information does not reflect the impact of synergies that Alcan expects to realize over time or the costs associated with the integration of operations necessary to achieve such synergies nor does it reflect the impact of significant divestitures that Alcan must make as required by antitrust regulators. Some of the risks associated with the information about Pechiney and the combined Alcan and Pechiney is discussed under "Risk Factors" in the prospectus, dated October 24, 2003, included in the registration statement that we have filed with the SEC in connection with the offer.

Certain terms used in this presentation are defined in the appendix.

Alcan + Pechiney

A New World of Opportunity



- **Strategic Rationale**
- **Pechiney Overview**
- **The Combined Company**
- **Business Group Impacts**
- **Financial Dimensions**
- **Summary**

Strategic Rationale



Compelling Strategic Rationale

Creates Substantial Value for Shareholders

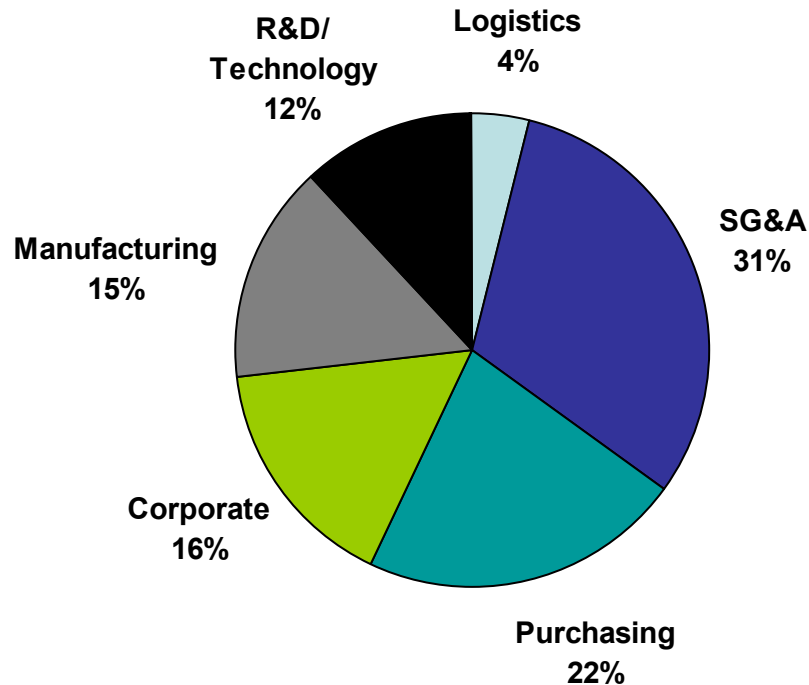
- Fits strategy & value-maximizing objectives
- Strengthens Alcan as a world-leading aluminum company
- Provides broad technology leadership – core smelting technology
- Enhances aluminum fabrication portfolio, e.g. aerospace
- Creates US\$6 billion packaging leader
- Accretive to EPS, free cash flow, ROCE from year one
- Well timed
- Increases future options

Strategic Rationale

US\$250 Million Annual Pre-Tax Cost Synergies



Synergies are Realistic and Achievable



- 100% percent of synergies by year-end 2005
- Costs
 - Implementation: US\$200 million
 - CAPEX: US\$50 million
- \$50 million of synergies adds US\$0.10 to EPS.

Strategic Rationale

Regulatory Review



Clearance by MTF, DOJ and French Treasury

European Commission

- Divestiture of either
 - 50% share in the AluNorf⁽¹⁾ mill and the Göttingen and Nachterstedt mills
 - Neuf-Brisach⁽¹⁾, Rugles and, at purchaser's option, Annecy
- Continue licensing of alumina refining and smelter cell technologies
- Divestiture of Alcan's anode baking technology business
- Elimination of the overlap in aluminum aerosol cans and aluminum cartridges

US Department of Justice

- Divestiture of Pechiney's aluminum rolling mill located in Ravenswood (West Virginia)

French Treasury

- Continuity of operations at industrial sites except those which Pechiney has announced would be closed
- Location in France of:
 - Global HQ for packaging and aerospace operations
 - Global HQ of new cell technology for primary aluminum
 - European headquarters for primary aluminum operations
 - Global HQ for engineered products

→ Total commitments amount to approximately 5% of pro-forma sales

⁽¹⁾ Alcan's Latchford casting operations can also be added to either the AluNorf or Neuf-Brisach packages at the purchaser's option.

Strategic Rationale

Integration Underway



Successful Track Record

Lessons Learned

- Maintain current operating focus
- Line leadership of integration process
- Jointly staffed integration teams
- Fill and announce key jobs as soon as possible
- Timeline to achieve full synergy run-rate within 2 years

Milestones

Dec 2003

- Top-level executive team and structure announced
- Integration leadership team in place

Jan 2004

- Completion of personnel review

April 2004

- Completion of synergies review

June 2004

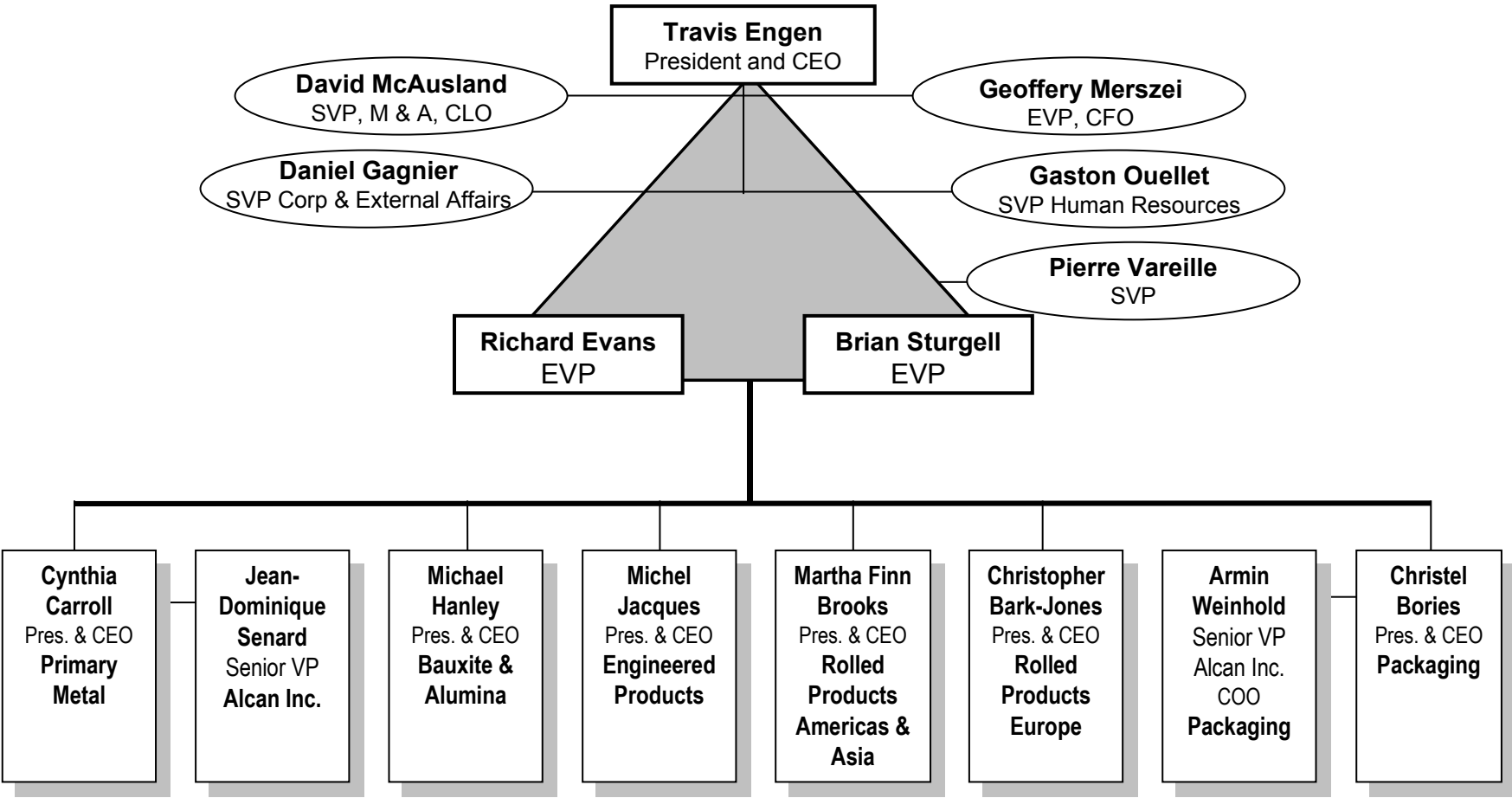
- Final decisions on key assets

Strategic Rationale

Organization



Leadership Team

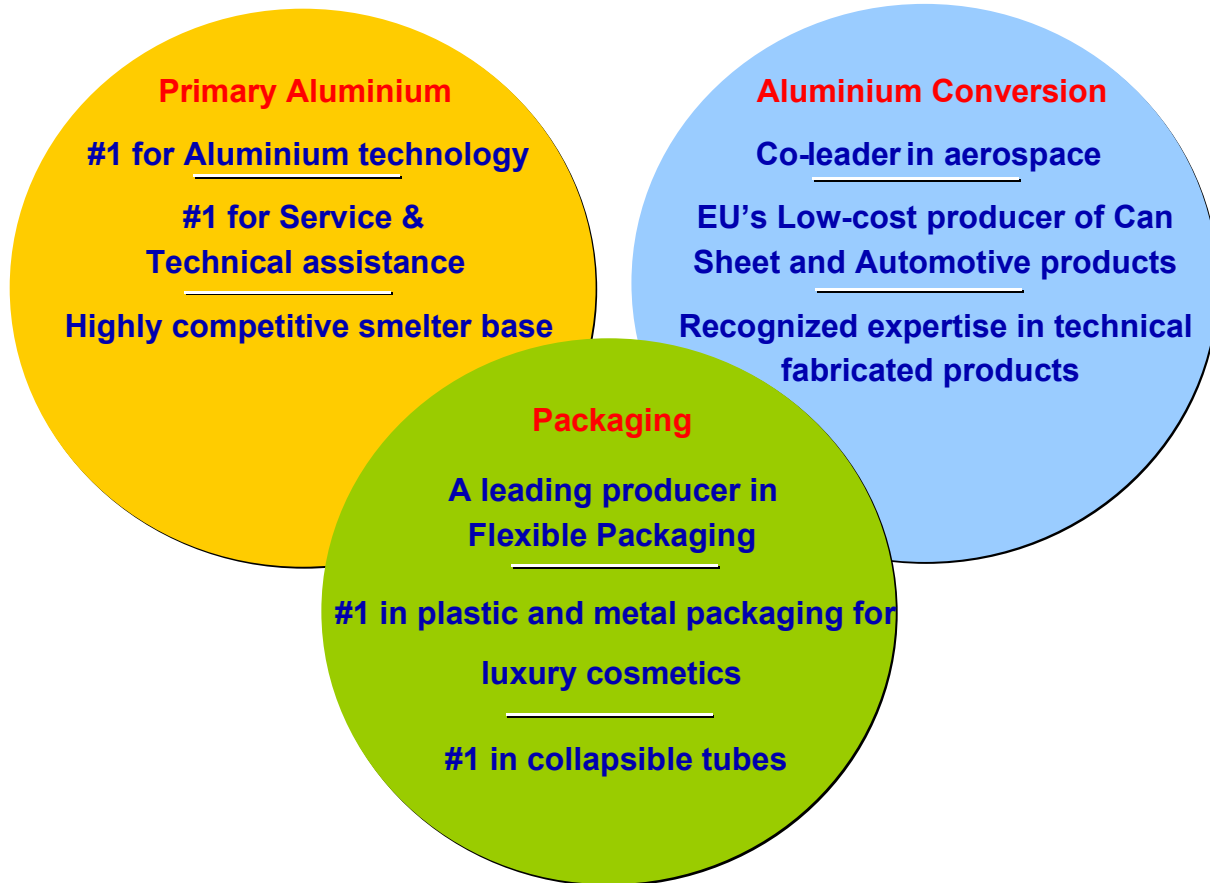


Pechiney Overview



Pechiney's Key Strengths

An Industry Leader



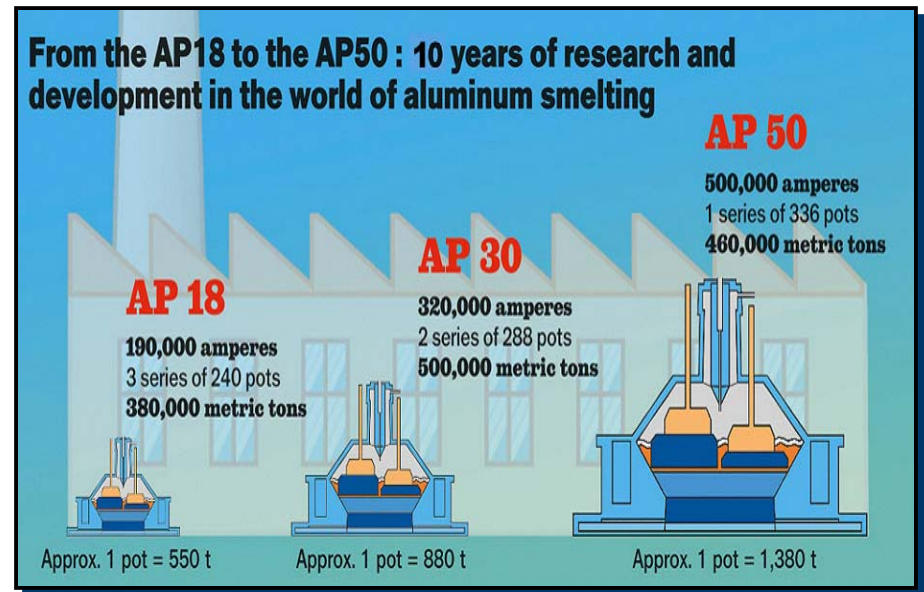
Pechiney Overview



Aluminum Smelting Technology Sales

Unrivaled Leadership as #1 Technology Provider

- 80% market share in the Western World in the past 10 years
- New AP50 technology ready for deployment
- Main break-through from AP50 is 15% reduction in capital invested per ton
- Presence in technology market and profitability is further enhanced by ECL, a leading provider of equipment for smelters

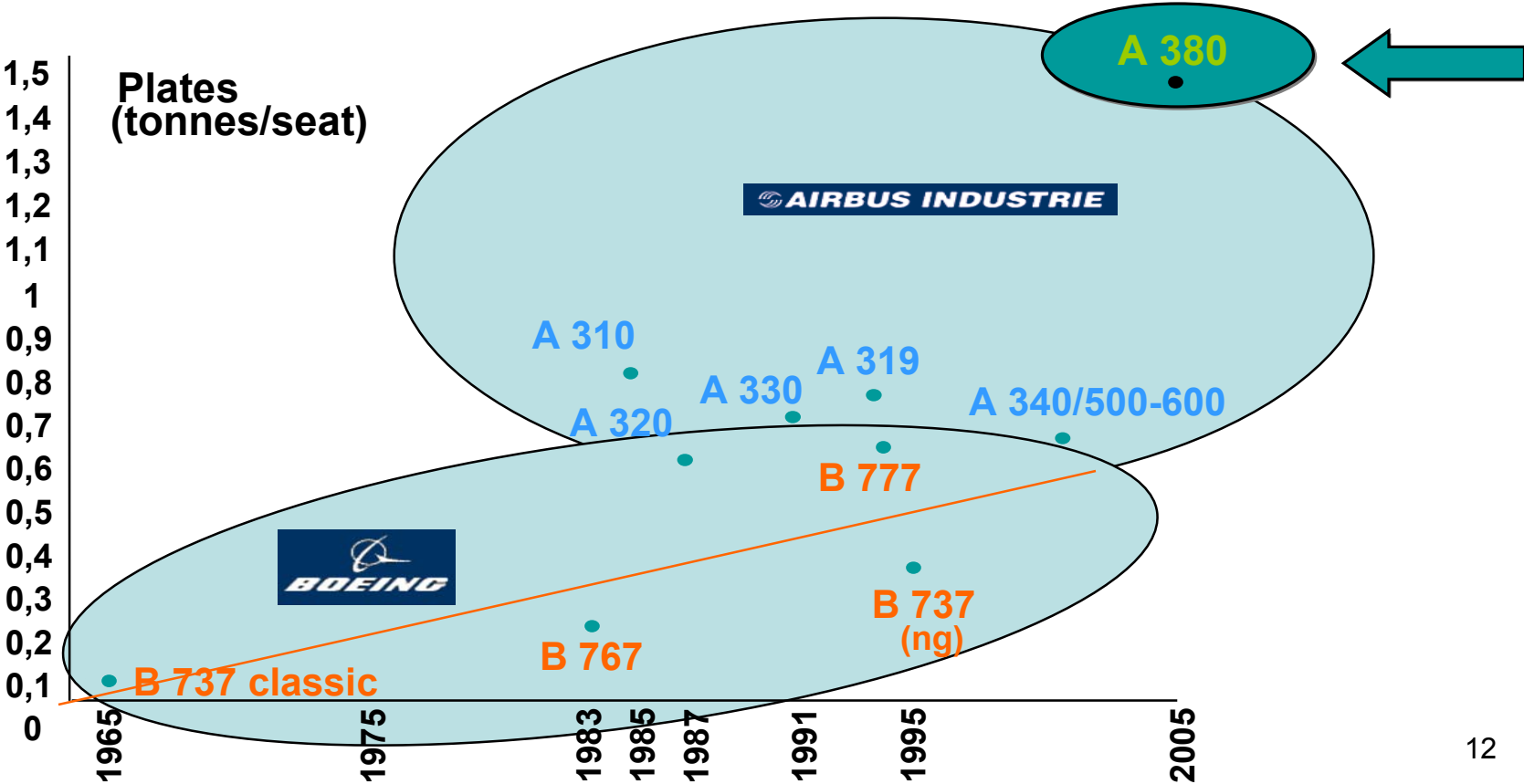


Pechiney Overview



Aerospace

50% market share with Airbus
Long-term Trend Towards More Plate Intensive Aircraft



Pechiney Overview

Aerospace



**The A380 Will Significantly Impact Airbus' Plate Consumption
56% Market Share Secured To Date On New Model**

Airbus plate consumption

**Weight of plates
on A320 = 90t**

**Weight of plates
on A380 = 900t**



Reference : base 100 in 2003 in equivalent A320 aircrafts

Pechiney Overview

International Trade



A Profitable Business That Benefits From Scale

Three businesses:

- Agencies: International network trading goods for Pechiney as well as for third parties
- Distribution: France, Germany / mostly semi-finished aluminum
- Physical trading: Alumina, aluminum, copper, etc.

Rationale:

- Takes advantage of volumes shipped by business units to enhance traded quantities and to improve margins
- Conservative risk approach and strict monitoring of risk limits
- A long standing track record of high profitability

Pechiney Overview



Continuous Improvement

- Took 2½ years to prepare before it was launched in December 2001
- Operational for almost 2 years
- Delivered 228 million euros of cumulative gains at the end of Q3 2003

A circular diagram consisting of three blue arrows pointing clockwise, forming a continuous loop. The text is centered within this loop.

**Target €450m of
continuous improvement
gains on an annual basis by
end 2004**

The Combined Company

Global Group – Balanced Presence



**88,000 Employees, 322 Operating Facilities
in 50 Countries Around the World**

North America

Pro Forma 2002 Revenues: US\$8.2 billion
No. Employees: 27,000
No. Facilities: 92

Europe

Pro Forma 2002 Revenues: US\$10.5 billion
No. Employees: 47,000
No. Facilities: 185

S.A./Australia/Asia/Africa

Pro Forma 2002 Revenues: US\$5.2 billion
No. Employees: 14,000
No. Facilities: 45

North American Global Headquarters:

Bauxite & Alumina	Montreal
Primary Metal	Montreal
RP - Americas & Asia	Cleveland

European Global Headquarters:

Packaging	Paris
RP - Europe	Zurich
Engineered Products	France

The Combined Company

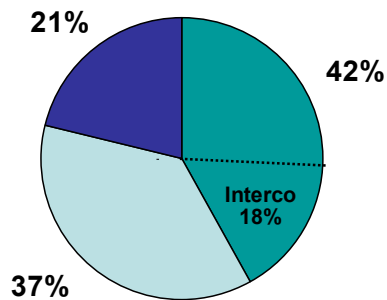
Diversified Business Mix



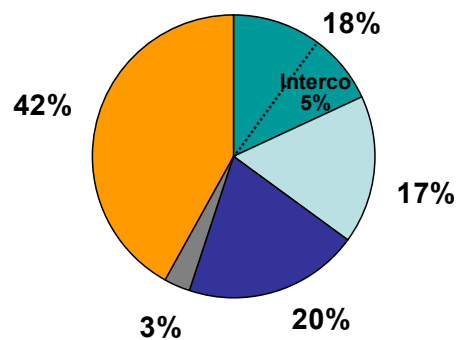
Balanced Portfolio

2002 Revenue

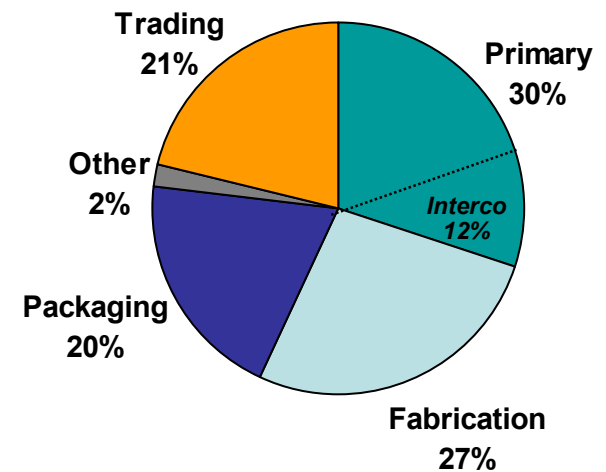
Alcan: US\$12.3 Bn



Pechiney: US\$11.4 Bn^{(1),(2)}



Pro Forma: US\$23.7 Bn^{(1),(2)}



(1) Including Pechiney trading revenue of US\$4.8 billion
 (2) On the basis of average US\$/€ exchange rate during 2002 of .95

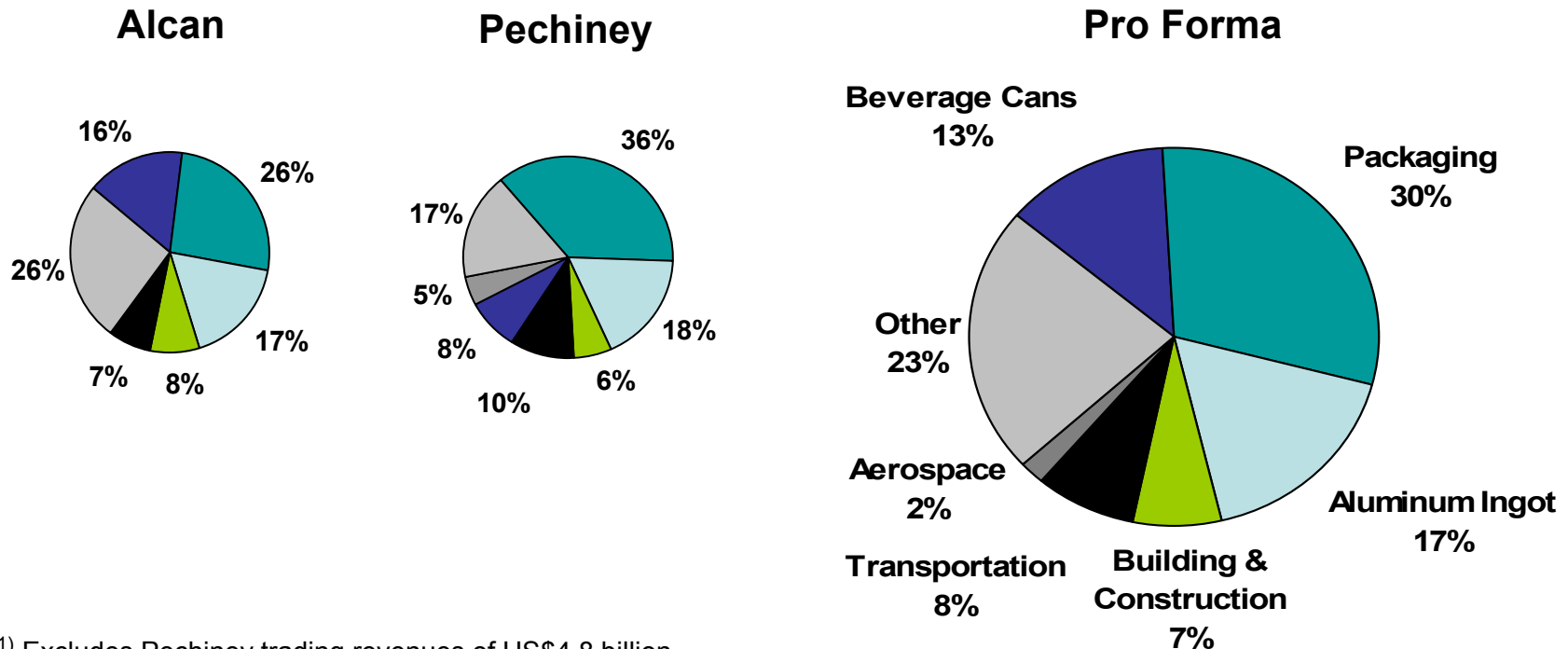
The Combined Company



Increased Core Market Presence

Strengthens Current Position

2002 Revenue By End-Use Market^{(1) (2)}



(1) Excludes Pechiney trading revenues of US\$4.8 billion
 (2) On the basis of average US\$/€ exchange rate during 2002 of .95

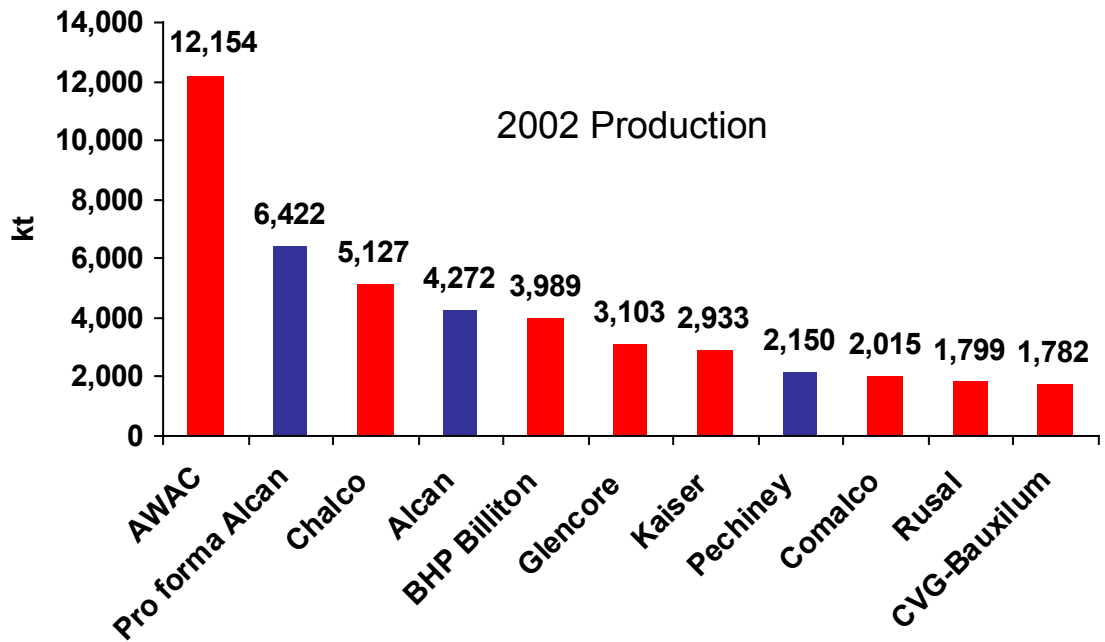
Source: Pechiney figures are based on estimates derived from publicly available documents

Business Group Impact

Bauxite & Alumina



8 Alumina Refineries on 4 Continents -- 6.0 Mt of Capacity*



- No. 2 in global capacity
- Combined position balanced
- Further 20% of QAL increases ownership to 41.4%, making Alcan single largest shareholder

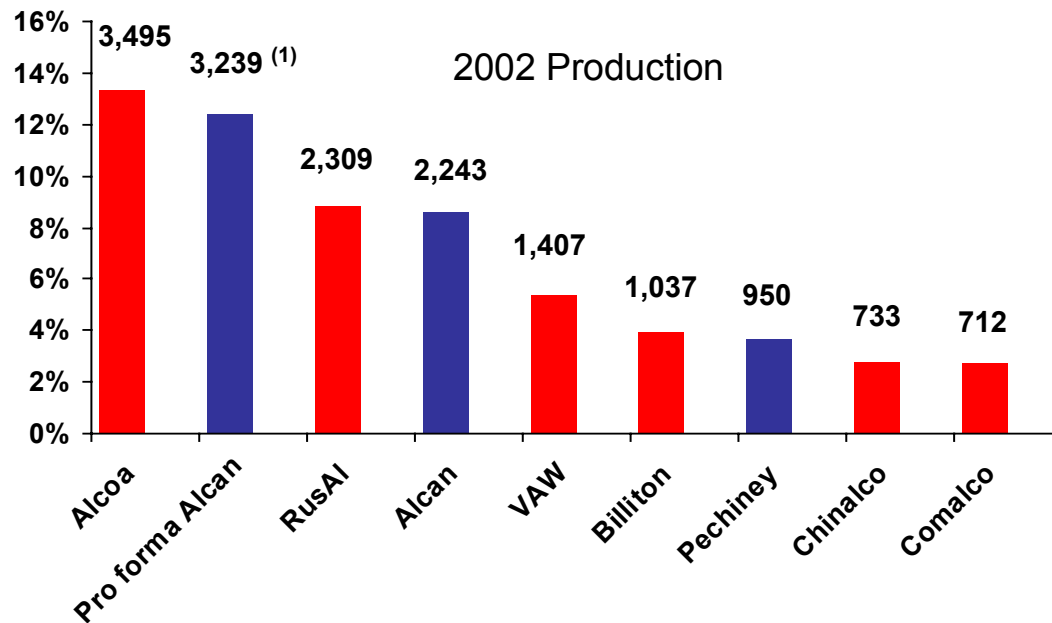
- Integrate complementary bauxite mines and alumina refineries
- Re-evaluate alumina expansion opportunities
- Optimize technology of the two companies

Business Group Impact

Primary Aluminum



24 Smelters on 5 Continents -- 3.4 Mt of Capacity



- Largest share of low-cost smelting capacity in the world
 - 50% in bottom third of global cost curve
 - Advanced high-amperage smelting technology (AP-30 & AP-50 cell)
 - Alcan's wholly-owned hydro power
-
- Diversified low-cost primary position
 - Greater scale and financial strength to leverage AP-50 technology
 - Increased brownfield and greenfield opportunities

Business Group Impact

Rolled Products



**Largest Low-cost Rolling System
3.4 Mt of Sheet and Foil Capacity in 12 Countries**



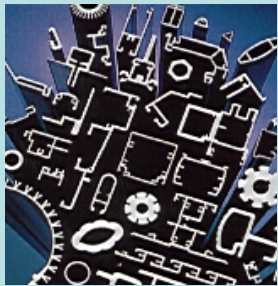
- Positioned to serve growing demand for automotive applications in North America and Europe
- Capacity and reach to address expanding aluminum fabrication needs in any region
- Leverage best manufacturing practices
- Product mix optimization/plant reloading opportunities

Business Group Impact

Engineered Products



\$2.6 Billion in Revenues and 74 Facilities in 17 countries



- Entry into high value-added aerospace market and excellent platform to grow business. No. 1 supplier to Airbus.
- Hard-alloy extrusions complement Alcan's specialty soft/medium extrusion operations in Europe
- Full range of product and technical solutions for aerospace and transportation applications
- Synergy opportunities

Business Group Impact

Packaging



Creates No. 1 Food Flexibles and Pharma Packaging Supplier
\$6 Billion in Revenues and 190 Facilities in 26 Countries

Food Flexible #1



Pharma #1



Tobacco #2



Cosmetics Leader



- Improves ability to serve multinational customers through size and scale
- Increases presence in Americas and reinforces leadership position in Europe
- Leverages technological and geographic diversity
- Creates significant synergy opportunities
- Increases backward integration into film production
- Strong platform for future growth

Financial Dimensions

Summary of Terms



92% of Pechiney Shares Tendered in Initial Offer Period

Consideration

Per Pechiney share

- €28.60 in cash, plus €1 bonus if more than 95% of Pechiney capital and voting rights on a fully diluted basis are tendered (including subsequent offering period).
- .5441 Alcan shares

€83.40 per OCEANE, plus €0.40 bonus.

Assuming 100% of Pechiney acquired:

Alcan common to be issued:	43 million
Cash consideration for:	
Pechiney Shares	\$2.70 billion
OCEANES	<u>\$0.80 billion</u>
Total	\$3.50 billion

Cash consideration financed by:

Bonds	10 yr	\$0.50 billion
	30 yr	\$0.75 billion
Floating rate notes		\$1.00 billion
Commercial paper		
and other s/t funding		\$1.25 billion

Financial Dimensions

Remaining Transaction Milestones



Alcan Committed to Successful Process

Main Steps	Time Period
▪ Initial Offer closed	November 24
▪ Publication of Final Results of Offer Period	December 5
▪ Opening of Subsequent Offer Period	December 9
▪ Settlement of Initial Offer	December 15
▪ Closing of Subsequent Offer	December 23
▪ Publication of Results of Subsequent Offer	January 7
▪ Settlement of Subsequent Offer	January 14
▪ Buy-out Offer & Compulsory Tender (if 95% tendered)	TBD

Financial Dimensions

Sensitivities



Estimated After-tax Impact on Long-term Profitability

	Change in full year average	Pre-Pechiney		Post- Pechiney	
		Net Inc.	EPS	Net Inc.	EPS
Aluminum	+US\$100/mt	\$120 M	\$0.37	\$190 M	\$0.52
Exchange Rates *					
Canadian dollar	+1 US cent	(\$11) M	\$(0.03)	(\$11) M	\$(0.03)
Euro	+1 US cent	\$4 M	\$0.01	\$0 M	\$0.00
Australian dollar	+1 US cent	(\$2) M	\$0.00	(\$3) M	\$(0.01)

*Excludes balance sheet translation impact

Summary

Invest with Confidence



Committed to Maximizing Value

- Modern asset base
- CAPEX in line with depreciation
- Strong and stable free cash flow
- Increased leverage to the LME
- Resilient performance in downturns
- Solid track record capturing synergies
- Greater opportunities to create value

Appendix





Business Group Profiles

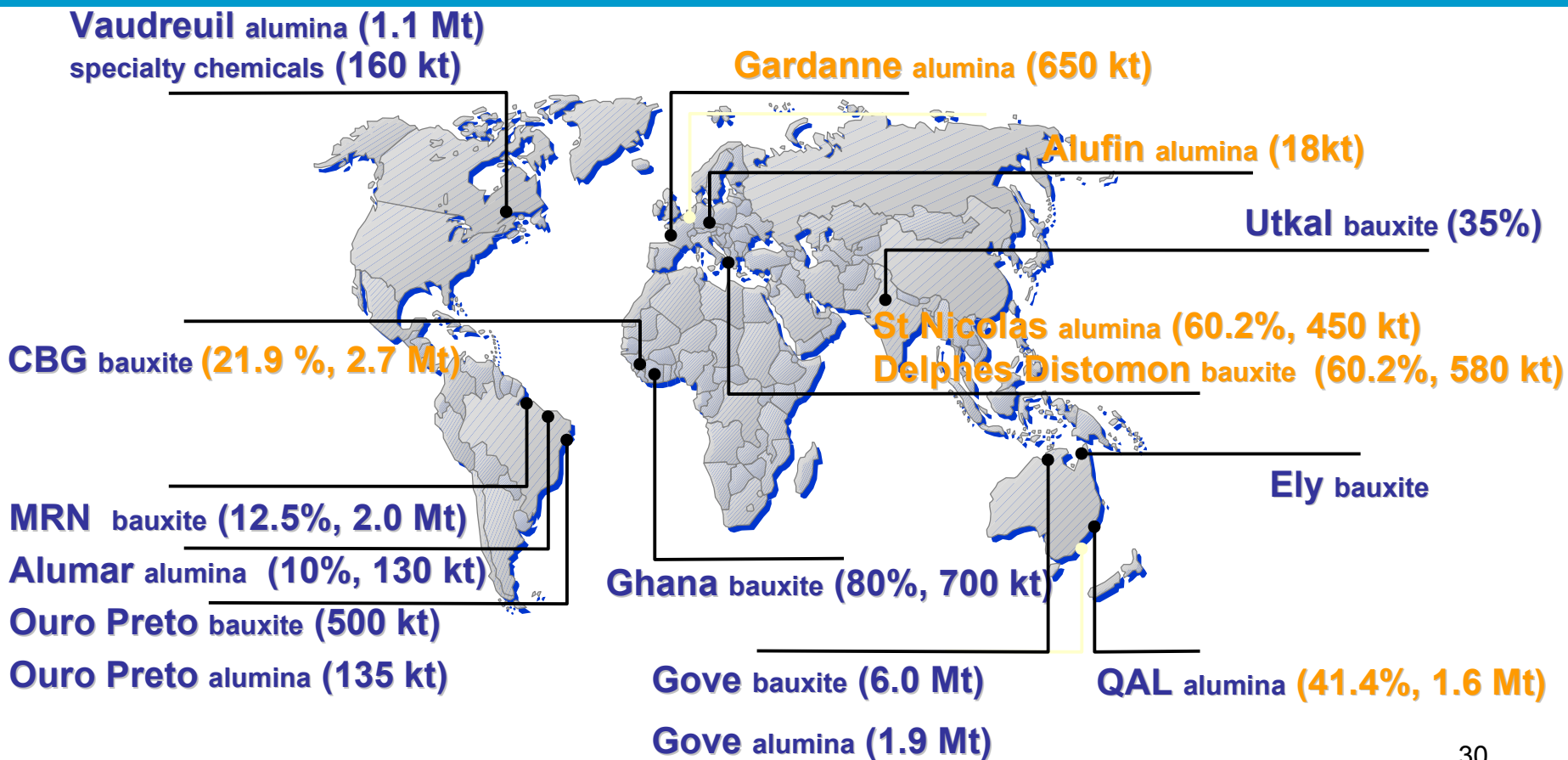
Combined Company

	President and CEO	Head Office Location	Sales Revenue* (billions)	Number of Employees	Number of Countries
Bauxite and Alumina	Michael Hanley	Montreal, Canada	US\$ 1.6	4,800	9
Primary Metal	Cynthia Carroll	Montreal, Canada	US\$ 7.1	20,000	13
Rolled Products Americas and Asia	Martha Finn Brooks	Cleveland, USA	US\$ 3.5	5,600	5
Rolled Products Europe	Chris Bark-Jones	Zurich, Switzerland	US\$ 2.4	6,700	7
Engineered Products	Michel Jacques	Paris, France	US\$ 2.6	9,700	20
Packaging	Christel Bories	Paris, France	US\$ 5.8	33,000	26



Bauxite & Alumina

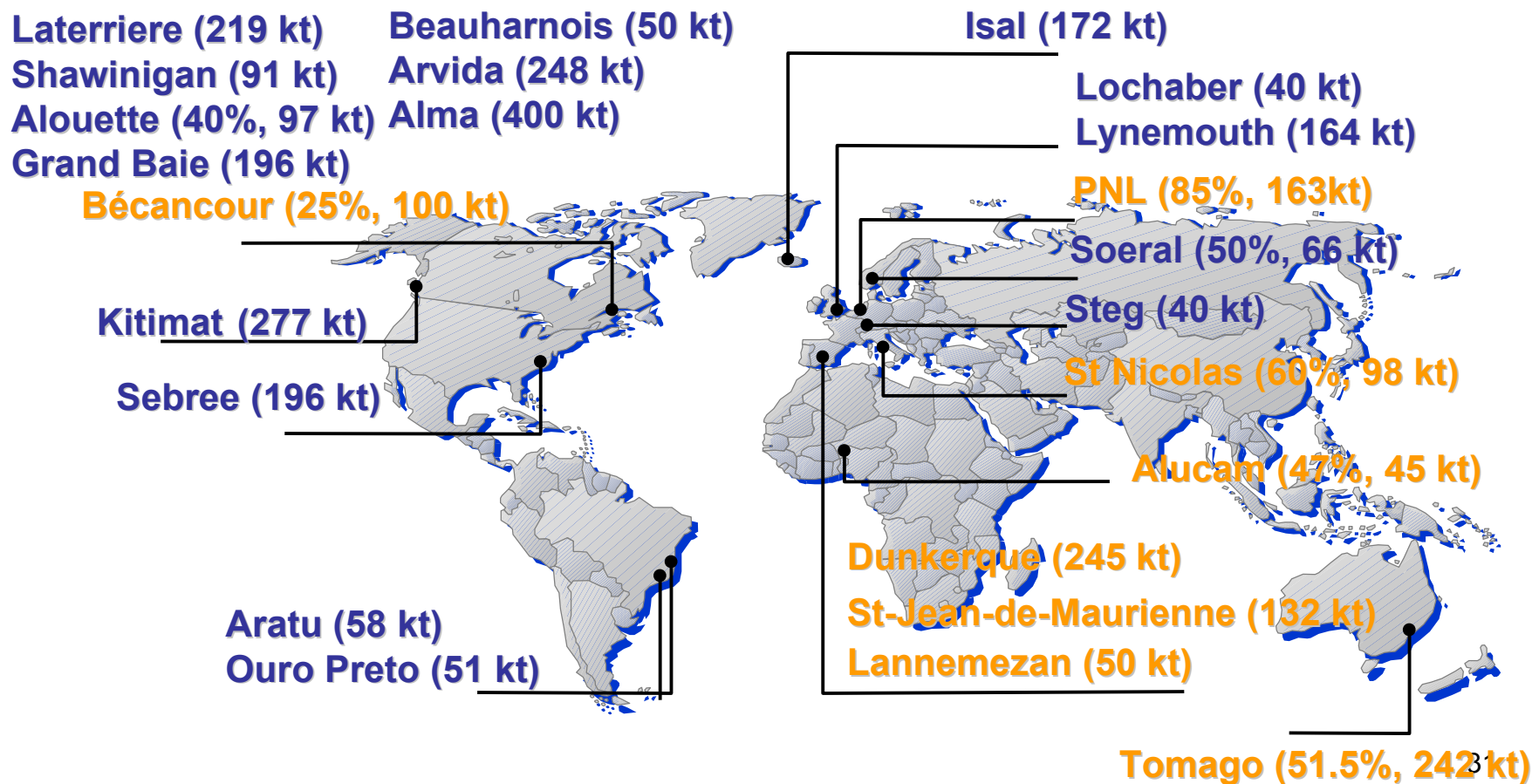
8 Alumina Refineries on 5 Continents -- 6.0 Mt of Capacity*





Primary Aluminum

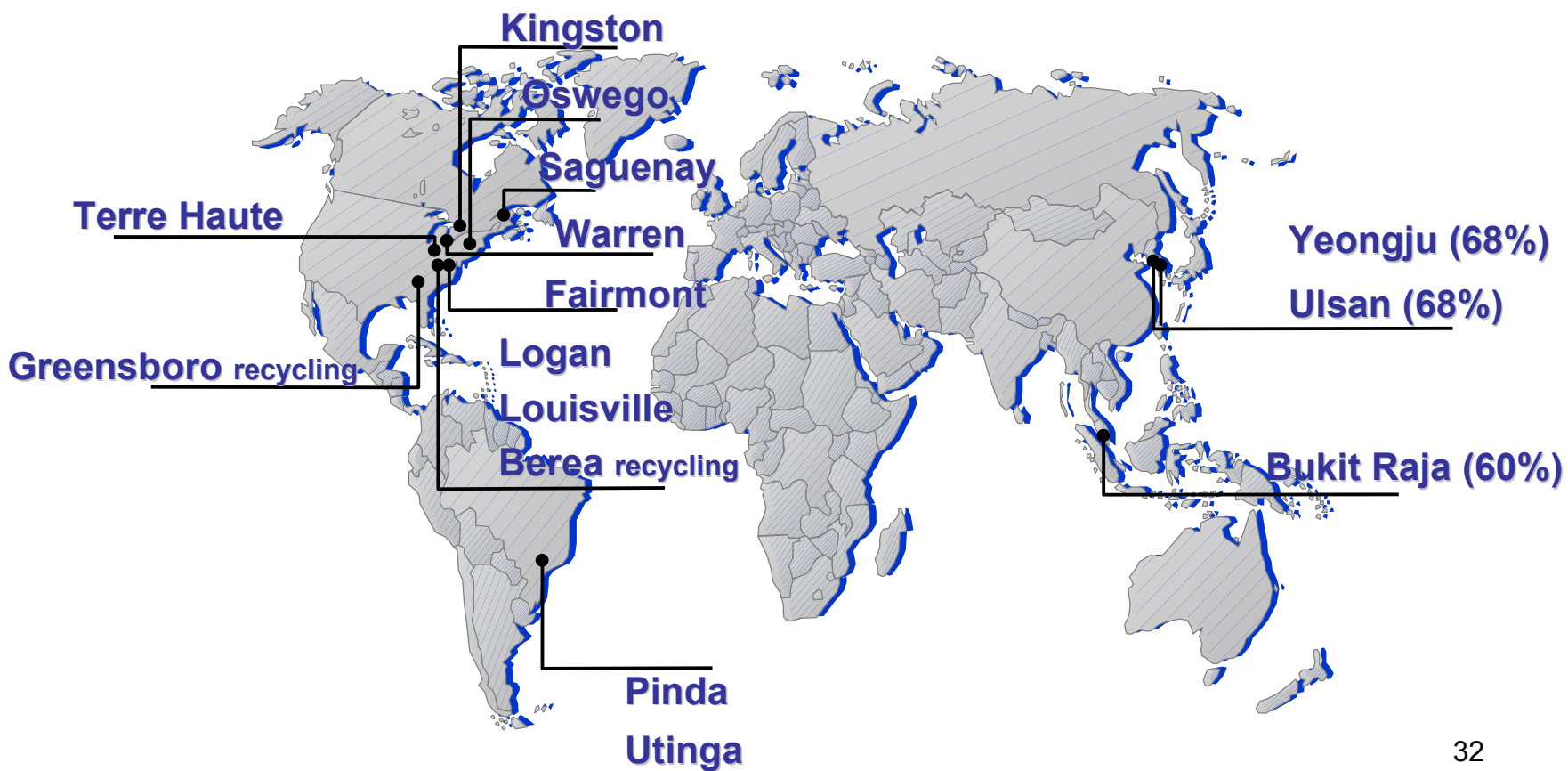
24 Smelters on 5 Continents -- 3.4 Mt of Capacity*





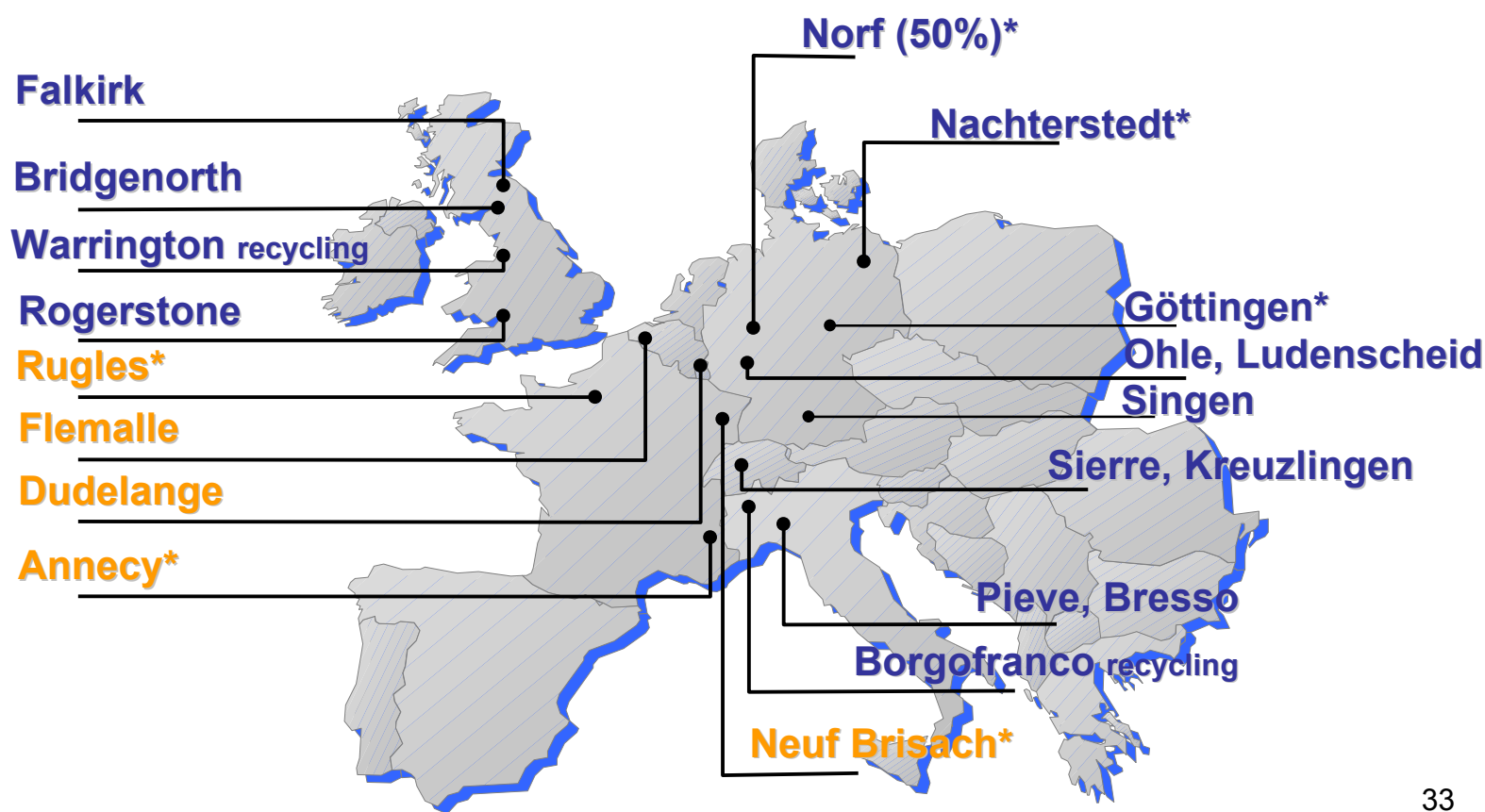
Rolled Products Americas & Asia

2.0 Mt of Sheet and Foil Capacity in 5 Countries



Rolled Products Europe

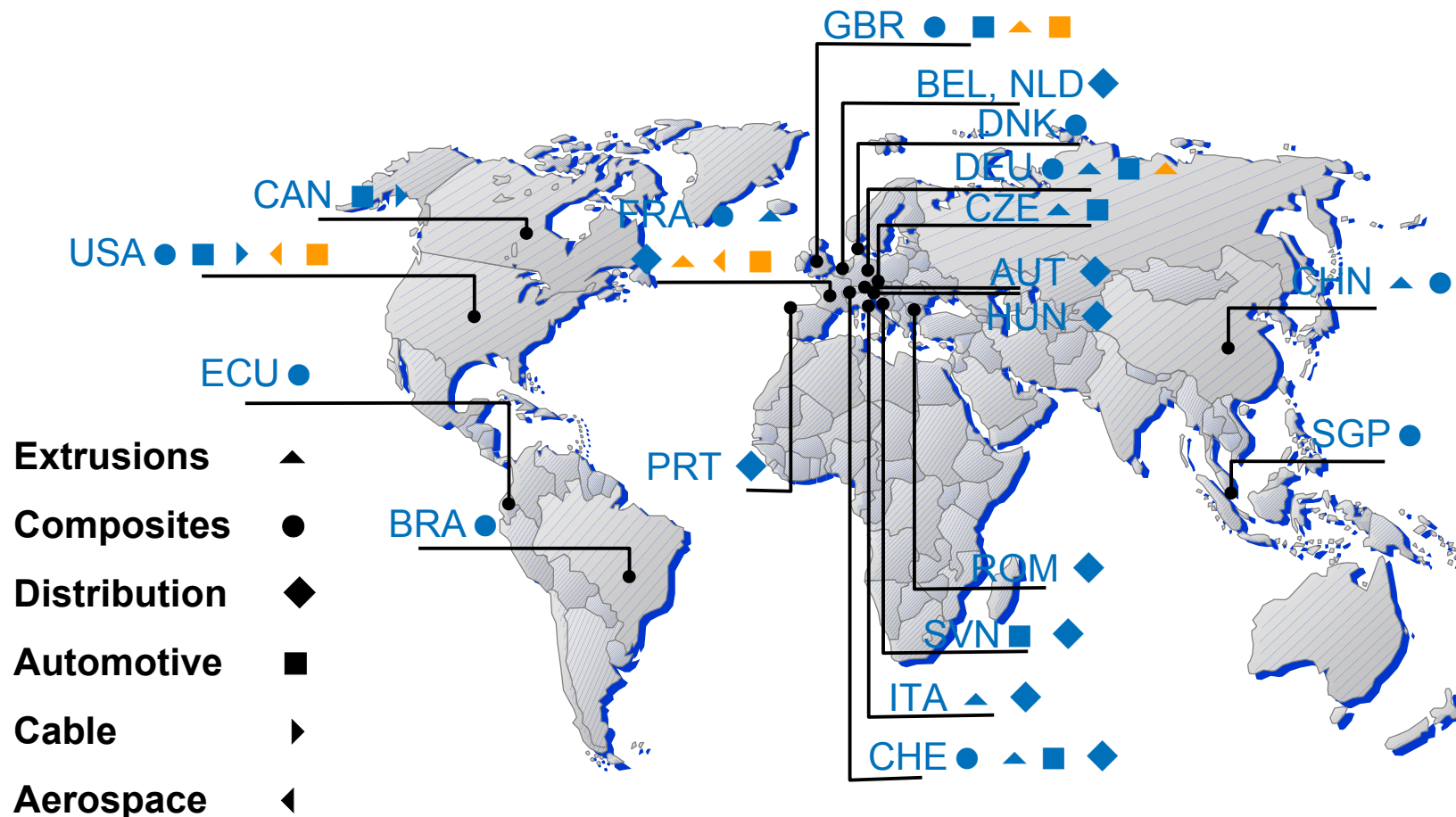
1.4 Mt of Sheet and Foil Capacity in 7 Countries



*Subject to review and possible divestiture. See slide 7.

Engineered Products

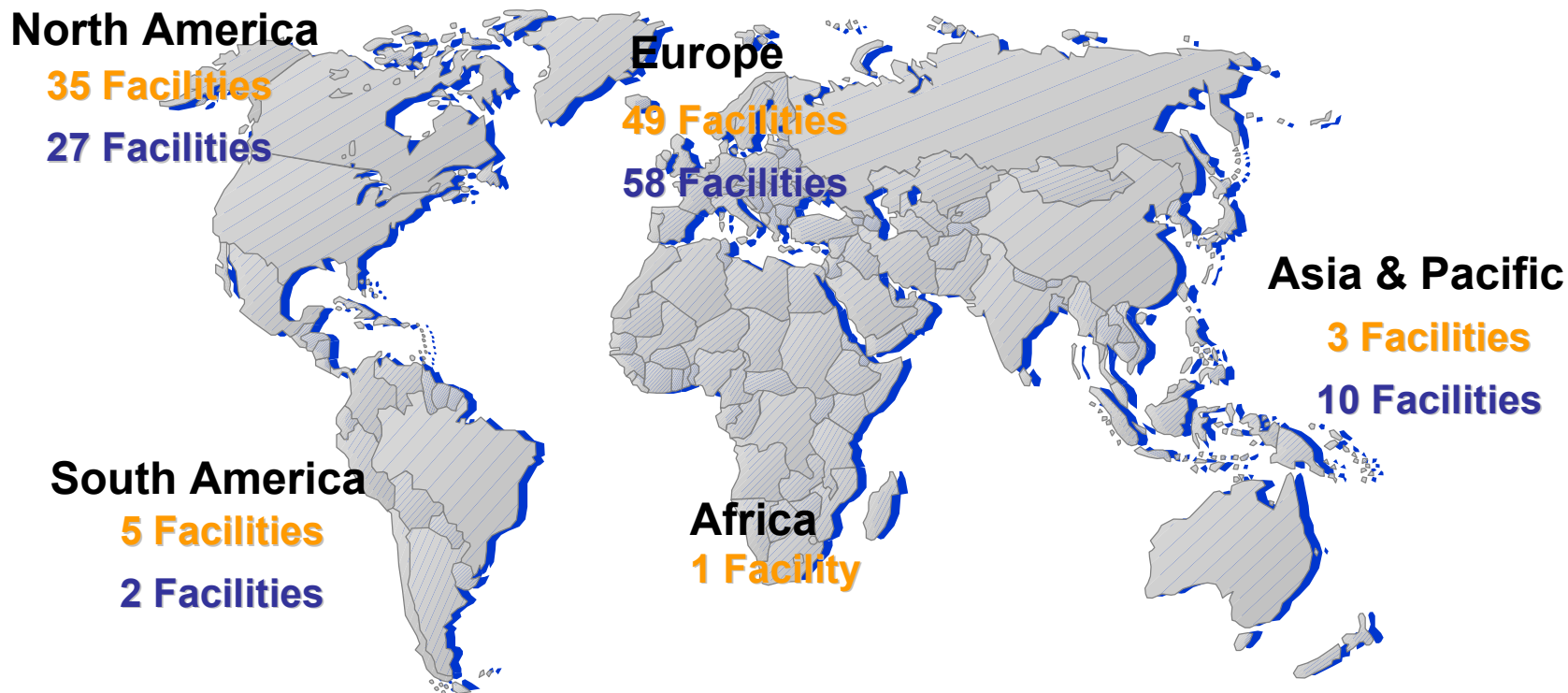
US\$2.6 billion in Revenues
80 Sites in 20 Countries





Packaging

\$6 billion in Revenues
190 Sites in 26 Countries





Western World Aluminum Balance

Primary Metal

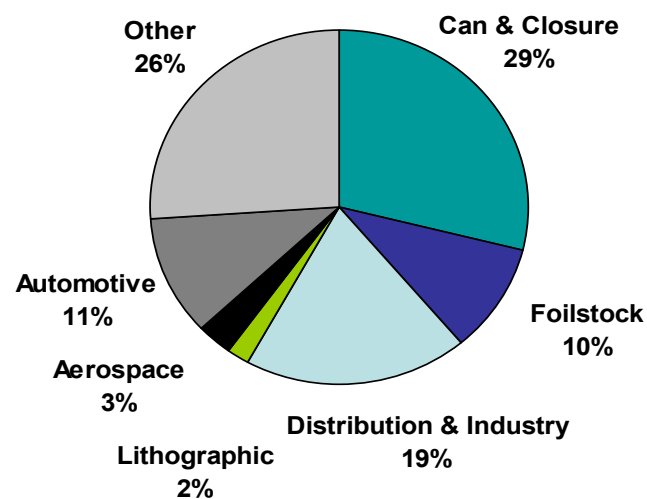
(kt)

	2001	2002	2003 ^f
Production	16,670	17,230	17,730
FSU/China/E. Europe	2,700	2,750	3,150
SUPPLY	19,370	19,980	20,880
% Change	-1.9%	+3.1%	+4.5%
DEMAND	18,920	19,570	20,490
% Change	-6.2%	+3.4%	+4.7%
INVENTORY CHANGE	+450	+410	+390



Aluminum – Rolled & Fabricated Products

2002 Pro Forma Revenues by End Market



Source: Pechiney figures based on estimates derived from publicly available documents.



2002 Financial Highlights Pro-forma

(\$US million)	Alcan	Pechiney ⁽¹⁾	Pro Forma ^{(1),(2)}
Revenues	\$12,327	\$11,404	\$23,731
BGP ⁽³⁾ from operating segments	\$2,029	\$783	\$2,832
<i>% Margin</i>	16.4%	6.9%	11.9%
<i>% Margin without trading revenues</i>	16.4%	10.7%	14.4%
Capital Expenditures	\$711	\$455	\$1,183

(1) Includes US\$4.8 billion of trading revenue and US\$72 million of related BGP

(2) Indicative only. Unaudited figures. Accounting principles and policies not harmonized.

Combination represents sum of the two standalone businesses without transaction adjustments

(3) Business Group Profit



2003 Nine-Month Highlights Pro-forma

(\$US million)	Alcan	Pechiney ⁽¹⁾	Pro Forma ^{(1),(2)}
Revenues	\$10,105	\$9,081	\$19,186
BGP ⁽³⁾ from operating segments	\$1,576	\$675	\$2,251
<i>% Margin</i>	<i>15.6%</i>	<i>7.4%</i>	<i>11.7%</i>
<i>% Margin without trading revenues</i>	<i>15.6%</i>	<i>12.1%</i>	<i>14.4%</i>
Capital Expenditures	\$578	\$375	\$953

(1) Includes US\$3.9 billion of trading revenue and US\$50 million of related BGP

(2) Indicative only. Unaudited figures. Accounting principles and policies not harmonized.
Combination represents sum of the two standalone businesses without transaction adjustments

(3) Business Group Profit

