SASOL'S PRESIDENT AND CHIEF EXECUTIVE OFFICER,

DAVID E. CONSTABLE

INTERIM RESULTS ANNOUNCEMENT (MEDIA)

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JOHANNESBURG

Slide 3: Title slide

Good morning everyone, and thank you for joining us for Sasol's half-year results presentation.

Today, we'll be announcing a resilient group-wide performance, notwithstanding an extremely tough and uncertain macroeconomic environment.

The first half of the 2016 financial year was characterised by a further steep decline in global oil and commodity chemical prices, with the average Brent crude price sitting at $47 per barrel versus $89 for the first six months of FY15. It's clear that current crude oil prices place great strain on the global energy landscape and the financial performance of the entire industry.

Despite ongoing economic uncertainty, our colleagues throughout the world maintained their focus on safety, volume growth and advancing key strategic projects.

Slide 4: What you will hear today (key messages)

Now, turning to the key messages you'll hear today.

We'll begin with a high level overview of how our proactive management interventions are ensuring that Sasol remains resilient, even during the most unpredictable of times.

I'll then talk you through the latest developments on one of our most important initiatives, our Business Performance Enhancement Programme, where we are achieving higher sustainable cost savings than forecasted.

Undoubtedly and instrumental to our ability to ride out the storm is our response to the low oil price environment. Here, I'll update you on progress made on our Response Plan and the cash conservation benefits we are already realising.

In addition, we'll provide you with details on the extended scope and duration of our Response Plan targets in anticipation of a "lower-for-much-longer" oil price.

I'll then talk you through the advancements we've been making on our dual regional strategy. Here, I'll highlight how we continue to stimulate Southern Africa's regional growth through our domestic efforts. And second, I'll update you on our Lake Charles Chemicals Project in the U.S.

Next, we'll review our key performance achievements for the half year.

Bongani will then go into more detail on our financial and operational performance.

Before wrapping up, we'll conclude this morning's session by recapping how Sasol is prioritising our business activities to remain resilient. With a strong business foundation and a clear strategic direction, we are ensuring a smooth CEO leadership transition by July 1st.

We'll then open it up for any questions you may have.

Slide 5: Proactive management interventions continue to support business resilience (Cost and cash savings targets increased significantly through the downturn)

As you can see from the graph on the screen, up through 2014, the Brent oil price was stable between US$90 and US$125 per barrel and the Sasol share price gained significant traction, reaching a R500 to R600 range.

However, notwithstanding the reasonably comfortable position we found ourselves in, we formally launched our Business Performance Enhancement Programme in early 2013, focusing on simplicity, efficiency and cost optimisation across the Group. By removing organisational red tape and by introducing a simplified value-chain based operating model, not only were we able to significantly reduce company-wide complexity and streamline reporting lines and processes, we also, successfully, stripped out unnecessary cost. Here and over time, we have increased our savings targets from an initial R3 billion to an exit run rate of R5 billion by the end of FY17.

Of course, with the change in market forces in late 2014, the steep decline in international oil prices resulted in the Sasol management team moving quickly to formulate a comprehensive plan to conserve cash. As you may recall, our Response Plan catered for a cash conservation target range of R30 to R50 billion over a 30 month-period, from January 2015 to end June 2017.

Although the execution of our Business Performance Enhancement Programme and Response Plan has been going extremely well, with even greater market volatility and uncertainty, the management team re-evaluated our cash conservation targets.

We have extended both the target range and the duration of our Response Plan now R65 to R75 billion through FY18.

What is important to note from the screen and the various call-out boxes are, that our management interventions relating to costs and cash flow, have been consistently ahead of the curve. And despite a volatile and somewhat bleak macroeconomic picture, thanks largely to decisive cost savings and cash conservation actions, the Sasol share price continues to hold up well.

Slide 6: Business Performance Enhancement Programme target increased (On target to exceed expectations)

Now, looking at the specific details of our Business Performance Enhancement Programme, this large-scale change initiative which we started formulating in 2012, is nearing completion.

Restructuring charges for the programme to date, are R3,4 billion. If we look at sustainable cost savings, we have delivered R3,1 billion for the first half of FY16. Importantly, we remain on track to meet, if not beat, our savings target forecast of R4 billion, with an annualised exit run rate of R4,3 billion by the end of this financial year. And, as highlighted earlier, we have increased this cost savings target to an exit run rate of R5 billion by the end of the 2017 financial year.

Slide 7: Response Plan driving additional cash conservation for longer (Providing balance sheet capacity to create maximum sustainable value)

Turning to our low oil price Response Plan.

This comprehensive programme, as you may recall, was launched to favourably position Sasol within the context of a US$45 to US$50 per barrel oil price environment.

For the half-year, our Response Plan realised cash conservation benefits of R10,8 billion and we are on target to achieve the upper end of our FY16 range between R10 and R16 billion. Given a US$30 per barrel oil price reality and as previously mentioned, we have increased our cash conservation target range to between R65 and 75 billion through FY18.

And while our Response Plan protects cash over a relatively short period, several initiatives we are actioning, will also result in longer term cost savings. Coupled with the R5 billion from our Business Performance Enhancement Programme, we expect our sustainable cash cost savings from our Response Plan to increase to R1,5 billion, by the end of the 2018 financial year, up half a billion from the previous guidance.

Having concluded our organisational restructuring processes and as part of our Business Performance Enhancement Programme, our full-time equivalent sustainable headcount reduction is approximately 9,2% or 3 100 employees. This reduction was achieved through voluntary separations, voluntary early retirements and natural attrition at the top, senior and middle management layers of the company.

In addition, excluding project work, we reduced the number of service provider personnel by 13 000, a 23% reduction over the same period.

The introduction of our Response Plan measures has also resulted in organisational optimisation, through further structural refinements and the freezing of non-critical vacancies. These optimisations approximate an additional 5,3% or 1 800 positions.

Slide 8: Southern Africa regional strategy delivering results (Expanding our interests in Southern Africa)

Despite a-lower-for-much-longer oil price reality, we have maintained our focus on executing our dual regional strategy here in Southern Africa and in North America. This approach augments our other important business activities in Eurasia, the Middle East and the rest of Africa.

Looking first at our Southern Africa regional strategy, we are expanding our interests in Mozambique.

In January 2016, we obtained approval from the Mozambique Council of Ministers for our Field Development Plan that will see further hydrocarbon resources monetised to support Southern Africa's growth objectives. With an initial investment estimated at US$1,4 billion, the first phase of the Production Sharing Agreement proposes, an integrated oil, LPG and gas project adjacent to Sasol's existing Petroleum Production Agreement area.

The Mozambican gas industry is playing an increasingly important role in the regional energy landscape and this project represents a major milestone in further developing natural resources, which will significantly benefit Southern Africa.

In addition, during the half year, we took a Final Investment Decision on the R2,7 billion Loop Line 2 natural gas pipeline project. This project will increase gas capacity on the Mozambique to Secunda pipeline to 191 billion cubic feet per year. Beneficial operation is expected during the second half of the 2016 calendar year.

Turning to our ongoing and large-scale South African investments, the establishment of our Impumelelo and Shondoni collieries, which form part of our R14 billion mine replacement programme, will ensure uninterrupted coal supply to our Secunda Synfuels Operations. The Impumelelo colliery achieved beneficial operation during October 2015, within budget. Similarly, the development of the Shondoni colliery continues to progress steadily and we expect to achieve beneficial operation during the first half of the 2016 calendar year.

Within our Chemicals Business, the expansion of our wax facility in Sasolburg is progressing well. As you may recall, phase one achieved beneficial operation in May 2015 and the project is on track to achieve beneficial operation for phase two, during the first half of the 2017 calendar year. The total project cost for both phases remains unchanged at R13,6 billion.

And, despite the challenging environment, our contributions to the South African economy remains substantial with an in-country capital spend of R8,6 billion for the half year alone. Sasol also paid R18,1 billion in direct and indirect taxes and remains one of the largest corporate taxpayers in South Africa.

In addition during the period, we invested R400 million in skills and socio-economic development. This includes investments in our public/private Ikusasa Partnership and various bursary, learnership and artisan training programmes.

Separately, last month, we declared an interim dividend of R356 million to our BEE partner Tswarisano, which holds a 25% shareholding in our Sasol Oil subsidiary. We are pleased to announce that based on the attractive returns generated by Sasol Oil over the last 9 years, the debt relating to our BEE partner's equity shareholding has now been settled well ahead of the anticipated timelines.

Slide 9: Lake Charles Chemicals Project progressing (Significant progress continues)

Turning to the second leg of our regional strategy.

In the United States, significant progress continues to be made on our world-scale ethane cracker and downstream derivatives complex with US$3,7 billion expended to date. Detailed engineering for all process units and supporting facilities is at an advanced stage. Site construction has commenced with major underground and civil work nearing completion. Site preparation was somewhat challenging, due to ground conditions coupled with inclement weather over an extended period.

To support our Response Plan's lower cash flow requirements, we have taken a decision to pace the execution of the project. Importantly, the proposed shift in schedule will further optimise field efficiency and limit the spend rate. The project team is focused on minimising any potential cost increases, as they work through a detailed review of the revised execution plan.

Our view is that a phased commissioning of the cracker and some derivative units will occur in 2018, with full beneficial operation of the smaller derivative units moving into calendar year 2019.
By optimising cash flows, we are managing the company's gearing and credit rating, ensuring continued balance sheet strength protecting our dividend policy and driving resilient earnings.

Slide 10: Solid operational and financial performance, notwithstanding challenging environment (Operational stability and contained costs)

Looking at our operational performance for the half year, our Group safety recordable case rate, excluding illnesses, remained encouraging at 0.32. And we are sustaining our zero harm drive without a single fatality since September 2014.

In addition, we had solid contributions across the value chain with Secunda Synfuels Operations production volumes up 3% and liquid fuels production volumes up 4%.

Through determined management action, our normalised cash fixed costs in real terms, were down 8,4% across the entire value chain. Over the period, headline earnings per share were down by 24% to R24,28 per share, despite a 47% decline in the international oil price. Subsequently and as a result, the company has declared an interim dividend of R5,70 per share for the first half of FY16.

Let me now hand over to Bongani, who will unpack our results in a little more detail. Bongani.

[Bongani Nqwababa, Chief Financial Officer, presents slides 11 – 23]

Slide 24: Title slide

Thanks, Bongani.

Slide 25: Prioritising business activities and ensuring a smooth leadership transition (Detailed handover plan ensures a seamless leadership transition by end June)

To my final slide. As many of you know, in December last year, Dr Mandla Gantsho, Chairman of Sasol Limited, announced a Joint CEO leadership structure for the company commencing July 1st, 2016, led by Bongani Nqwababa, our current CFO, and Steve Cornell, our Executive Vice President, International Operations.

Bongani and Steve have complementary skills and backgrounds that will make a formidable team. As Joint CEOs, they are jointly and severally liable. This means that both of them are fully responsible for the company and to the board, equally reinforcing a One Sasol mindset.

Now, our near- to medium-term strategy, through the end of the decade, in conjunction with our new operating model, will allow us to deliver growth in the longer term. Our consistent operational performance, coupled with a strong safety focus, will ensure the company's sustainability.

To build on our successes, whatever the global landscape, the actions taken to reposition Sasol through our cost savings and cash conservation programmes, place the organisation in a strong position going forward.

Given a "lower-for-much-longer" oil price scenario, we have intensified our Response Plan efforts, while prioritising capital for the advancement of our growth projects in Southern Africa and the United States.

Over the next three months, Steve, Bongani and I will continue to work through a detailed handover plan to ensure a seamless leadership transition. I am confident that Bongani and Steve will hit the ground running when they assume their new responsibilities on July 1st.

As this is my last results announcement, I'd like to extend my sincere appreciation to my Sasol colleagues, members of the Sasol Limited Board and our business partners. Thank you for your continued hard work and all that you do to deliver on our collective company objectives. The future will bring its own mix of successes and challenges, but your direction is clear. Remain focused, work hard and maintain the momentum.

Bongani and Steve, I wish you every success.

Slide 26: questions and answers

Thanks very much everyone. Let me now open it up for any questions you may have.

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