

**SASOL**  
reaching new frontiers



***Sasol Inzalo Public Limited RF  
reviewed interim financial results  
for the six months ended 31 December 2012***





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Mr D Dippenaar, CA(SA), General Manager Finance: Group Management Reporting, Sasol Group Services (Pty) Ltd., is responsible for this set of financial results and has supervised the preparation thereof in conjunction with Mr B Sarwan, CA(SA), Senior Manager Finance, Sasol Group Services (Pty) Ltd.

Sasol Inzalo Public Limited RF is the holding company of Sasol Inzalo Public Funding (Pty) Ltd RF. The condensed consolidated interim financial results comprise the financial results of Sasol Inzalo Public Limited RF and its subsidiary ("the group").

## Significant transactions for the six months ended 31 December 2012

### Dividend income

A dividend of R12,10 per share was received on the 16 085 199 Sasol preferred ordinary shares on 30 September 2012 for a total amount of R195 million (R177 million on 30 September 2011 and R372 million for the year ended 30 June 2012).

### Finance expenses

Interest payable on the preference shares is accounted for in accordance with the effective interest rate method and amounted to R283 million for the period (R255 million for the period ended 31 December 2011 and R644 million for the year ended 30 June 2012).

### Cash flows

The finance income received of R201 million was utilised to pay finance expenses of R127 million and a capital repayment of R51 million. The remainder of the finance expense is only payable at the end of the transaction period.

### Investment in security

The investment in Sasol Limited was revalued at 31 December 2012 at a closing market price of R362,80 per share to an amount of R5 836 million (R6 201 million at 31 December 2011 at a closing market price of R385,50 per share and R5 508 million at 30 June 2012 at a closing market price of R342,40 per share).

### Investment fair value reserve

As a result of the revaluation of the investment in security at a lower value than the original cost price, a negative investment fair value reserve of R42 million is recognised (R271 million positive balance at 31 December 2011 and a R308 million negative balance at 30 June 2012).

### Long-term/short-term debt

A summary of the terms and conditions of the preference shares at 31 December 2012 is set out on page 7.



## Declaration of ordinary dividend

After considering the current financial position of the company and applying the solvency and liquidity test as set out in section 4 of the Companies Act, 71 of 2008, as amended, the board of directors concluded that no ordinary dividend will be declared for the six months ended 31 December 2012.

On behalf of the board

A handwritten signature in black ink, appearing to be 'K Njobe', on a light grey rectangular background.

K Njobe  
*Chairman*

A handwritten signature in black ink, appearing to be 'T Zondi', on a light grey rectangular background.

T Zondi  
*Director*

18 March 2013

The interim financial statements are presented on a condensed consolidated basis.

## Statement of financial position

at

	31-Dec-12 Reviewed Rm	31-Dec-11 Reviewed Rm	30-Jun-12 Audited Rm
<b>Assets</b>			
Investment in security	5 836	6 201	5 508
Deferred tax asset	9	–	71
<b>Non-current assets</b>	<b>5 845</b>	6 201	5 579
Other receivable	–	–	6
Cash	41	10	19
<b>Current assets</b>	<b>41</b>	10	25
<b>Total assets</b>	<b>5 886</b>	6 211	5 604
<b>Equity and liabilities</b>			
<b>Shareholders' deficit</b>	<b>(896)</b>	(300)	(1 073)
<b>Total equity</b>	<b>(896)</b>	(300)	(1 073)
Long-term debt	6 615	6 321	6 516
Deferred tax liability	–	44	–
<b>Non-current liabilities</b>	<b>6 615</b>	6 365	6 516
Short-term debt	167	146	161
<b>Current liability</b>	<b>167</b>	146	161
<b>Total equity and liabilities</b>	<b>5 886</b>	6 211	5 604



## Income statement

for the period ended

	half year 31-Dec-12 Reviewed Rm	half year 31-Dec-11 Reviewed Rm	full year 30-Jun-12 Audited Rm
Other operating expenditure	(1)	(1)	(1)
<b>Operating loss</b>	<b>(1)</b>	(1)	(1)
Finance income	195	177	372
Finance expenses	(283)	(255)	(644)
<b>Loss before tax</b>	<b>(89)</b>	(79)	(273)
Taxation	-	-	-
<b>Loss for the period</b>	<b>(89)</b>	(79)	(273)

## Statement of comprehensive income

for the period ended

	half year 31-Dec-12 Reviewed Rm	half year 31-Dec-11 Reviewed Rm	full year 30-Jun-12 Audited Rm
<b>Loss for the period</b>	<b>(89)</b>	(79)	(273)
<b>Other comprehensive income/(loss), net of tax Items that can be subsequently reclassified to the income statement</b>	<b>266</b>	409	(170)
Investments available-for-sale	328	475	(218)
Tax on other comprehensive income/(loss)	(62)	(66)	48
<b>Total comprehensive income/(loss) for the period</b>	<b>177</b>	330	(443)

## Statement of changes in equity

for the period ended

	half year 31-Dec-12 Reviewed Rm	half year 31-Dec-11 Reviewed Rm	full year 30-Jun-12 Audited Rm
<b>Opening balance</b>	<b>(1 073)</b>	(630)	(630)
Total comprehensive income/(loss) for the period	177	330	(443)
<b>Closing balance</b>	<b>(896)</b>	(300)	(1 073)
<b>Comprising</b>			
Share capital and share premium	371	371	371
Investment fair value reserve	(42)	271	(308)
Accumulated loss	(1 225)	(942)	(1 136)
<b>Shareholders' deficit</b>	<b>(896)</b>	(300)	(1 073)

## Statement of cash flows

for the period ended

	half year 31-Dec-12 Reviewed Rm	half year 31-Dec-11 Reviewed Rm	full year 30-Jun-12 Audited Rm
<b>Cash utilised in operating activities</b>	<b>(1)</b>	(1)	(1)
Finance income received	201	177	366
Finance expenses paid	(127)	(122)	(253)
<b>Cash retained from operating activities</b>	<b>73</b>	54	112
Repayment of long-term debt	(51)	(46)	(95)
<b>Cash effect of financing activities</b>	<b>(51)</b>	(46)	(95)
<b>Increase in cash</b>	<b>22</b>	8	17
Cash			
at end of year	41	10	19
at beginning of year	19	2	2
<b>Increase in cash</b>	<b>22</b>	8	17



## Long-term/short-term debt

The company's borrowing powers is restricted by its memorandum of incorporation.

Terms of repayment	Security	Interest rate at 31 Dec 12	half year 31-Dec-12 Reviewed Rm	half year 31-Dec-11 Reviewed Rm	full year 30-Jun-12 Audited Rm
<b>Secured debt</b>					
A preference shares repayable in semi-annual instalments ending September 2018	Secured by Sasol preferred ordinary shares held by the group	Fixed 11,1%	<b>1 394</b>	1 488	1 446
B preference shares repayable in September 2018	Secured by Sasol preferred ordinary shares held by the group	Fixed 13,3%	<b>792</b>	788	792
C preference shares repayable in September 2018	Secured by a guarantee from Sasol Limited	Variable 7,23%	<b>2 687</b>	2 452	2 597
<b>Unsecured debt</b>					
D preference shares repayable in September 2018		Variable 7,23%	<b>1 925</b>	1 757	1 860
Non-participating preference share		–	*	*	*
<b>Total secured and unsecured debt</b>			<b>6 798</b>	6 485	6 695
Unamortised loan costs (amortised over period of debt using the effective interest rate method)			<b>(16)</b>	(18)	(18)
<b>Total long-term debt (including short-term debt)</b>			<b>6 782</b>	6 467	6 677
Repayable within one year included in short-term debt			<b>(167)</b>	(146)	(161)
<b>Total long-term debt (excluding short-term debt)</b>			<b>6 615</b>	6 321	6 516

\* nominal amount

## Basis of preparation and accounting policies

The condensed consolidated interim financial results for the six months ended 31 December 2012 have been prepared in accordance with International Accounting Standard 34 Interim Financial Reporting, Listing Requirements of the JSE Limited, the SAICA Financial Reporting Guides as issued by the Accounting Practices Committee and Financial Reporting Pronouncements as issued by the Financial Reporting Standards Council, as well as the South African Companies Act, 2008, as amended. The condensed consolidated interim financial results were approved for issue by the Sasol Inzalo Public Limited RF board of directors on 18 March 2013.

The accounting policies applied in the condensed consolidated interim financial results are consistent with those applied for the year ended 30 June 2012 and are in terms of International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board.

The condensed consolidated interim financial results do not include all the disclosure required for complete annual financial statements prepared in accordance with IFRS.

These condensed consolidated interim financial results have been prepared in accordance with the historic cost convention except that certain items, including available-for-sale financial assets, are stated at fair value.

The condensed consolidated interim financial results are presented in South African rand, which is Sasol Inzalo Public Limited RF's functional and presentation currency.

## Material related party transactions

The group, in the ordinary course of business, entered into various transactions on an arm's length basis at market rates with related parties. The effect of these transactions is included in the financial performance and results of the group.

	half year 31-Dec-12 Reviewed Rm	half year 31-Dec-11 Reviewed Rm	full year 30-Jun-12 Audited Rm
<b>Income statement items</b>			
Finance expenses			
Sasol Limited	64	56	160
Finance income			
Sasol Limited	195	177	372
<b>Amounts reflected as non-current assets</b>			
Investment in security			
Sasol Limited	5 836	6201	5 508
<b>Amounts reflected as current assets</b>			
Other receivable			
Sasol Limited	–	–	6
<b>Amounts reflected as non-current liabilities</b>			
Long-term debt			
Sasol Limited	1 925	1 757	1 860

## Independent review by the auditors

These condensed consolidated interim financial results for the six months ended 31 December 2012 were reviewed by KPMG Inc. KPMG Inc. has issued an unmodified review report on these condensed consolidated interim financial results. The auditor's unmodified report is available for inspection at the registered office of the company.

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Email [sasolinzalo@computershare.co.za](mailto:sasolinzalo@computershare.co.za)

**Company registration number:** 2007/030646/06, incorporated in the Republic of South Africa

**Directors (non-executive):** Ms K Njobe (Chairman), Ms TB Boikhutso, Ms V Doo, Ms A Haroon, Dr S Koyana, Ms N Manyika, Ms DNM Mokhobo, Ms L Mogudi, Ms CK Mokoena, Prof L Ntsebeza, Ms TP Zondi

**Company secretary:** Sasol Group Services (Pty) Ltd.

