



SASOL LIMITED INTERIM FINANCIAL RESULTS

for the six months ended 31 December 2021



Purpose
Innovating for a better world

Fleetwood Grobler
President and Chief Executive Officer

The past two years have seen businesses faced with significant social, business and macroeconomic challenges as a result of the COVID-19 pandemic globally. Despite the current risks and uncertainty playing out, there are clear signs of recovery to pre-pandemic levels. Sasol has benefitted from this recovery, and our first half financial performance has been underpinned by a favourable macroeconomic environment, with higher product prices and stronger demand.

Furthermore, Sasol has taken significant strides towards a holistic climate change response as part of the energy transition, playing a key role in South Africa's transition to a greener future. Our plans to reduce our carbon footprint are ambitious and will see our business fundamentally transform in the next decade.

Our continued mitigation strategies and protocols in response to the COVID-19 pandemic have been effective with minimal disruption to our operations across all sites in this period. We also continue to extend support to our employees and local communities through various upliftment and educational programmes to create opportunities and deliver shared value.

We are deeply saddened by the five workplace fatalities which occurred in the reporting period. We are gravely concerned about our safety performance, considering the significant improvement in our safety performance in 2021. Safety remains our top priority and we are fully committed to turning the tide on our recent safety performance through intensified efforts to make sure our people return home to their families unharmed at the end of each day. We are prioritising additional leadership focus areas and are enhancing assurance levels on critical controls. We continue to strive towards our ambition of zero harm.

The overall financial performance for the six months ended 31 December 2021 saw the Company benefitting from higher gross margins as a result of improved Brent crude oil and chemical prices, coupled with strong cost and capital expenditure performance. This was, however, offset by the operational challenges experienced in our Southern African coal to liquids value chain which resulted in lower production of liquid fuels and chemicals. Chemicals America also recorded lower production compared to the prior period as a result of the divestment of 50% of the US Base Chemicals Business which was concluded in December 2020, as well as lower than planned ethylene production.

The asset divestment programme is drawing to a close, with a few transactions still awaiting regulatory approvals and we are expecting this programme to be concluded before June 2022. This has led to a significantly deleveraged balance sheet, which positions us well to execute our decarbonisation and sustainable growth strategy.

Looking forward, we are focusing strongly on the identified initiatives to address the quality and availability of coal for our existing operations in South Africa leading up to June 2022 through a combination of initiatives to increase our own productivity as well as coal purchases. Volume recovery plans for liquid fuels and chemicals are being prioritised and we are confident that these challenges will be resolved. In the US, we are ramping up our specialty chemicals units to maximise profitability of this site, in a prime location with space that provides opportunities in the longer term. We are intensifying efforts to restore safety and operational discipline as the foundation of our operating environment.

Our Sasol 2.0 transformation programme is well underway and delivering value against the targets set for cash fixed cost, gross margin, capital and working capital. Although, we might have to re-prioritise and phase the interim Sasol 2.0 targets as a result of the operational challenges, we remain committed to deliver the set targets by 2025.

In conclusion, we are very excited about our longer-term prospects to become a more resilient, sustainable and competitive business. Sasol has a unique portfolio of assets leveraging different technologies, and a leading position in South Africa and market leadership in several other areas. We have clear plans to decarbonise our operations through multiple viable pathways over time and deliver competitive and sustainable returns, while laying the foundations for our future sustainability ventures into sustainable fuels and chemicals.

Fleetwood Grobler

Sasol is a global chemicals and energy company. We harness our knowledge and expertise to integrate sophisticated technologies and processes into world-scale operating facilities.

We safely and sustainably source, produce and market a range of high-quality products in 23 countries, creating value for stakeholders. Our purpose "Innovating for a better world" compels us to deliver on triple bottom line outcomes of People, Planet and Profit.

We have prioritised five Sustainable Development Goals to ensure our business is environmentally, socially and economically sustainable.

Salient features

People	Planet	Profit
<p>Safety is our top priority with a zero harm ambition</p>	<p>Holistic climate change response as part of our Just Transition</p>	<p>EBIT up 12% to R24,3 billion Adjusted EBITDA up 71% to R31,8 billion</p>
<p>Safety recordable case rate (RCR) of 0,28</p>	<p>Leading the Boegoebaai green hydrogen pre-feasibility study</p>	<p>Cash fixed costs* up 2% in real terms <small>* Excluding impacts of non-recurring items, short-term incentives, inflation, translation impacts and asset divestments</small></p>
<p>Intensified safety focus five tragic fatalities</p>	<p>600 MW Renewables RFP* concluded <small>* Request for proposal</small></p>	<p>Net debt: EBITDA 1,3 times well below covenant of 3,0 times</p>
<p>> R1 billion spend on skills and socio-economic development</p>	<p>> 10 Sustainable Aviation Fuel opportunities being explored</p>	<p>EPS up 2% to R23,98 Core HEPS up > 100% to R22,52</p>
<p>Improved financial position underpinned by macroeconomic recovery</p>		

Delivering value to shareholders

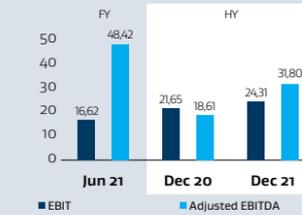
Core headline earnings per share and dividend per share (Rand per share)



Headline earnings per share and earnings per share (Rand per share)



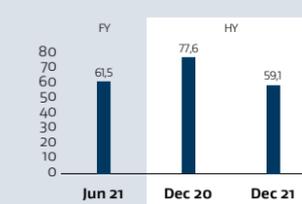
EBIT and Adjusted EBITDA (Rand billion)



Cash generated by operating activities (Rand billion)



Net debt: equity (%)



Net debt: EBITDA (times)



Growing shared value while accelerating our transition to Future Sasol

A balanced approach across people, planet and profit

People

Catalyst for change driving shared socio-economic value

Employer of choice attracting the best talent

Planet

Progressed key partnerships in support of sustainability ambition

New sustainable businesses leveraging our advantages and capabilities

Profit

Reset in performance to delever balance sheet and fund our transition

Strong value creation for shareholders while investing in the future

We embrace the ambition of net zero emissions while preserving and creating value, and investing in people