

sasol limited group

accounting policies and glossary

of financial reporting terms

Sasol Limited is the holding company of the Sasol group (the group) and is domiciled in the Republic of South Africa. The following principal accounting policies were applied by the group for the financial year ended 30 June 2003. These policies are consistent in all material respects with those applied in previous years, except for the policy on borrowing costs which has been changed.

Glossary of financial reporting terms

This glossary of financial reporting terms is provided to ensure clarity of meaning as certain terms may not always have the same meaning or interpretation in other countries.

Group structures	
Associate	An entity, other than a subsidiary or joint venture in which the group has significant influence over financial and operating policies.
Company	A legal business entity registered in terms of the applicable legislation of that country.
Entity	Sasol Limited, a subsidiary, joint venture or associate.
Foreign entity	An entity domiciled outside the Republic of South Africa whose activities are not an integral part or extension of the group's South African operations.
Group	The group comprises Sasol Limited, its subsidiaries and its interest in joint ventures and associates.
Integrated foreign operation	An entity domiciled outside the Republic of South Africa whose activities are an integral part or extension of the group's South African operations.
Joint venture	An entity over which the group exercises joint control established under a contractual arrangement.
Operation	<p>A component of the group</p> <ul style="list-style-type: none"> ● that represents a separate major line of business or geographical area of operation; and ● can be distinguished operationally and for financial reporting purposes.
Strategic business unit	<p>A distinguishable component of the group engaged in providing similar goods or services that are different to those provided by other strategic business units. The primary strategic business units are</p> <ul style="list-style-type: none"> ● Sasol Mining ● Sasol Synfuels ● Sasol Oil and Gas ● Sasol Olefins & Surfactants ● Sasol Polymers ● Sasol Solvents ● Sasol Wax ● Sasol Nitro <p>Classified as "other group companies" in the segment report</p> <ul style="list-style-type: none"> – Sasol Technology – Sasol Petroleum International – Sasol Synfuels International – Sasol Infrachem – Merisol – Sasol Financing – Other corporate head office functions
Subsidiary	Any entity over which the group has the power to exercise control.