

SASOL LTD

Form 6-K

March 05, 2007

**UNITED STATES**

**SECURITIES AND EXCHANGE COMMISSION**

**Washington, D.C. 20549**

**Form 6-K**

**REPORT OF FOREIGN PRIVATE ISSUER PURSUANT TO RULE 13a-16 OR 15d-16 UNDER  
THE SECURITIES EXCHANGE ACT OF 1934**

Report on Form 6-K for 5 March 2007

Commission File Number 1-31615

Sasol Limited

1 Sturdee Avenue

Rosebank 2196

South Africa

(Name and address of registrant's principal executive office)

Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F.

Form 20-F  Form 40-F

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1):

**Note:** Regulation S-T Rule 101(b)(1) only permits the submission in paper of a Form 6-K if submitted solely to provide an attached annual report to security holders.

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7):

**Note:** Regulation S-T Rule 101(b)(7) only permits the submission in paper of a Form 6-K if submitted to furnish a report or other document that the registrant foreign private issuer must furnish and make public under the laws of the jurisdiction in which the registrant is incorporated, domiciled or legally organized (the registrant's "home country"), or under the rules of the home country exchange on which the registrant's securities are traded, as long as the report or other document is not a press release, is not required to be and has not been distributed to the registrant's security holders, and, if discussing a material event, has already been the subject of a Form 6-K submission or other Commission filing on EDGAR.

Indicate by check mark whether the registrant by furnishing the information contained in this Form is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes  No

If "Yes" is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b):

82-\_\_\_\_\_.

**Enclosures:**

Interim financial report and declaration of dividend number 55 for the six months ended 31 December 2006

**Sasol Limited interim financial report and declaration of dividend number 55 for the six months ended 31 December 2006**

- **Operating profit up 12%**
- **Attributable earnings per share from continuing operations up 13%**
- **Oryx GTL producing final product**
- **Major capital projects advanced R6,1 billion**
- **Gearing reduced from 29% to 21%**
- **Interim dividend up 11% to R3,10 per share**

**Commentary**

Earnings attributable to shareholders for the six months to 31 December 2006, buoyed by an increase in the average crude oil price and the weaker rand/US dollar exchange rate, increased by 9% to R8,0 billion from R7,3 billion for the same period in the previous financial year. Earnings attributable to shareholders from continuing operations have increased by 14% to R8,1 billion, from R7,1 billion.

Our earnings per share from continuing operations of R12,95 and headline earnings per share from continuing operations of R12,03 were respectively 13% and 7% higher than those of the previous comparable six month period.

Operating profit of R12,2 billion was 12% higher than the comparable period of the prior year. The increase in operating profit resulted from an 11% weakening in the average exchange rate (R7,23/US\$1,00 in 2006 versus R6,52/US\$1,00 in 2005), and a 9% increase in the average dated Brent crude oil price (US\$64,59 in 2006 versus US\$59,21 in 2005), which was partly offset by the combined effect of the statutory total shutdown of our Sasol Synfuels operations in September 2006, the starting up of the Synfuels Catalytic Cracker, production interruptions and lower sales volumes.

We have continued to classify our Sasol Olefins & Surfactants (O&S) business as a disposal group held for sale and the results continue to be reported as discontinued operations. The operating profit of Sasol O&S has declined when compared with the comparable period of the previous year, primarily as a result of depressed margins in the global detergent alcohol market.

**Safety and operations**

Our consolidated combined recordable case rate (RCR) has improved from 0,87 at 30 June 2006 to 0,78 at 31 December 2006. The revised RCR includes not only Sasol employees as in the past, but also incidents relating to service providers and, from 1 July 2006, the effect of occupational diseases. Further progress is being made following the implementation of our Safety Improvement Plan. Safety remains a top priority for the group. It is very pleasing to report that Sasol Gas achieved an RCR of zero for the six months ending 31 December 2006.

Our Sasol Synfuels operations in Secunda embarked on a statutory total shutdown in September 2006 (postponed from the previous financial year due to the national fuel shortage at the time). This shutdown, combined with some production interruptions, has negatively impacted volumes in Sasol Mining, Sasol Synfuels and in some of our chemical businesses. A second statutory phase shutdown is planned for March 2007.

**Sasol Limited interim financial report and declaration of dividend number 55 for the six months ended 31 December 2006**

---

2

**Major capital projects advanced**

Cash flow on capital projects amounted to R6,1 billion of which R3,4 billion (57%) was invested in our South African operations.

Major projects advanced include:

Progress in the completion of the fuel quality enhancement and polymer expansion project (Project Turbo), with the polyethylene plant having concluded its warranty runs and the Synfuels Catalytic Cracker (SCC) having started up. The SCC is, however, currently underperforming and has been taken out of operation to make certain modifications. Market demand for fuel will continue to be met.

At the Oryx gas-to-liquids (GTL) joint venture with Qatar Petroleum, following start-up challenges associated with such an integrated and complex facility, the plant started to produce final product by end-January 2007 and the first shipment of final product is planned for end-March 2007.

Progress in the construction of the Escravos GTL project in Nigeria.

The worldwide increase in large engineering and construction contracts has resulted in a global shortage of engineering and construction resources and caused strains in these industries. These challenges have resulted in moderate delays and increased costs of certain projects, including the polypropylene and octene 3 plants in Secunda and the Arya Sasol plants in Iran. This situation has been carefully analysed and mitigation steps aimed to secure greater owner influence on time schedules and the overall cost of ownership have been implemented.

**Gearing reduced**

Our gearing (net debt as a percentage of shareholders' equity) reduced from 29% at 30 June 2006 to 21% at 31 December 2006, due mainly to the increase in earnings and the proceeds received on the disposal of 25% of Republic of Mozambique Pipeline Investments Company (Pty) Limited (ROMPCO) and 25% of Sasol Oil (Pty) Limited.

**Dividend increased**

The interim dividend declared of R3,10 per share represents an 11% increase compared with the previous year's interim dividend. The dividend cover is 4,2 times which is consistent with the interim dividend cover of last year. We expect to maintain our dividend cover within our targeted range of 2,5 to 3,5 times for the full year.

**South African energy cluster**

**Sasol Mining**

The operating profit of Sasol Mining of R411 million was 38% lower than the prior comparable period primarily because of higher coal purchases from Anglo Coal's Isibonelo Colliery, lower production volumes as a result of the Sasol Synfuels shutdown and the effect of a strike in December 2006, and increases, within inflationary levels, in operating costs. Furthermore, the production build-up at Mooikraal Colliery was slower than planned.

**Sasol Synfuels**

Sasol Synfuels achieved an increase in operating profit of 14% to R8 360 million primarily because of higher oil prices and a weaker rand. Production volumes were 7% lower as a result of the four-yearly shutdown of one half of the total plant, the start-up of the Synfuels Catalytic Cracker and some production interruptions. Operating costs have increased as a result of the need to import fuel components, as well as higher coal and natural gas costs.

**Sasol Limited interim financial report and declaration of dividend number 55 for the six months ended 31 December 2006**

---

3

**Sasol Oil**

*Operating profit reduced by 17% to R931 million mainly as a result of lower refining margins, off a high base, and an increased level of imported petrol, diesel and fuel components.*

*Pleasing progress in retail expansion under the Sasol and Exel brands is being made and our market objectives have been met.*

*With effect from 1 July 2006, we sold a 25% interest in Sasol Oil (Pty) Limited (Sasol Oil) to Tshwarisano LFB Investment (Pty) Limited (Tshwarisano).*

**Sasol Gas**

*A 12% increase in sales volumes (both to Sasol Synfuels and external customers), higher sales prices and the profit on the sale of 25% of ROMPCO resulted in Sasol Gas increasing its operating profit by 50% to R1 167 million.*

*The business finalised the sale of a 25% shareholding in ROMPCO, which owns the natural gas pipeline between Mozambique and South Africa, to Companhia Moçambicana de Gasoduto (CMG), a state-owned company in Mozambique, realising a profit of R346 million.*

**Interational energy cluster**

**Sasol Synfuels International**

*This business hosts the growth ambitions of the group relating to GTL and coal-to-liquids (CTL) ventures. Costs increased to R366 million during the period as a consequence of increased activity.*

*Representative offices were established in China and India to pursue CTL opportunities with potential business partners in both countries. Pre-feasibility studies in the USA are progressing. Our joint venture, Sasol Chevron, continues to evaluate GTL opportunities in other locations including Australia and Algeria.*

**Sasol Petroleum International**

*Operating profit increased by 33% to R352 million for the six months primarily due to higher selling prices and a weaker rand/US dollar exchange rate as well as increased sales volumes.*

**Chemical cluster**

**Sasol Polymers**

*Margin pressure at the beginning of the period under review has been alleviated through lower feedstock costs and selling price increases. Production volumes and operating efficiencies were however negatively affected by the Sasol Synfuels shutdown with operating profit of R262 million being 34% lower than the result of the previous comparable period.*

**Sasol Solvents**

*Stronger product prices and a weaker rand contributed to the positive performance of Sasol Solvents. However, the effect of the R140 million reversal of the impairment of the octene 3 plant in the previous comparable period resulted in operating profit decreasing by 13% to R490 million. On a comparable basis, before taking the effect of capital items into account, operating profit improved by 27%.*

**Sasol Limited interim financial report and declaration of dividend number 55 for the six months ended 31 December 2006**

---

4

**Other chemical businesses**

Sasol Wax has realised a significant improvement in its operating profit from R67 million to R268 million, primarily as a result of improved product margins.

Sasol Nitro has also recorded an improvement in operating profit of 7% to R323 million, mainly due to higher sales volumes in the fertiliser business.

**Profit outlook**

Assuming slightly lower oil and commodity chemical prices and a marginally stronger rand relative to the first six months, earnings in the second half are expected to be lower than those of the first half. Satisfactory earnings growth for the full financial year is, however, expected.

We will commission substantial new production capacity (polymers and GTL) during the year which is expected to benefit our earnings in the 2008 financial year.

**Basis of preparation and accounting policies**

The condensed consolidated interim financial report for the six months ended 31 December 2006 has been prepared in compliance with the Listings Requirements of the JSE Limited, International Financial Reporting Standards (IFRS) (in particular International Accounting Standard 34 Interim Financial Reporting) and the South African Companies Act, 1973, as amended.

Except as otherwise disclosed, the accounting policies applied in the presentation of the interim financial report are consistent with those applied for the year ended 30 June 2006.

The group has changed its accounting policy with regard to costs incurred to develop the operations of existing, operating mines. Under the amended accounting policy, all development expenditures incurred after the commencement of production are capitalised to the extent that they give rise to future economic benefits and are amortised over their estimated useful lives. This policy has been adopted with retrospective effect and prior year figures restated. The effect on earnings and headline earnings per share is an increase of 1 cent for the year ended 30 June 2006.

Further details will be provided in the annual report for the year ending 30 June 2007.

These condensed consolidated interim financial statements have been prepared in accordance with the historic cost convention except for certain financial instruments which are stated at fair value.

The consolidated interim financial results are presented in rand, which is Sasol Limited's functional and presentation currency.

**Related party transactions**

The group, in the ordinary course of business, entered into various sale and purchase transactions on an arm's length basis at market rates with related parties.

**Acquisition and disposals of businesses**

With effect from 1 July 2006, a 25% interest in Republic of Mozambique Pipeline Investment Company (Pty) Ltd was sold to Companhia de Moçambicana de Gasoduto in terms of the shareholders' agreement. This transaction was finalised during the current period and a profit of R346 million realised on this transaction.

**Sasol Limited interim financial report and declaration of dividend number 55 for the six months ended 31 December 2006**

5

With effect from 1 July 2006 Tshwarisano acquired a 25% shareholding in Sasol Oil for a consideration of R1 450 million. Sasol is providing facilitation and support for Tshwarisano's financing requirements. A profit of R315 million was realised on this transaction.

In October 2006, Sasol's interest in DPI Holdings (Pty) Limited was sold to Dawn Limited for a consideration of R51 million. The proceeds are receivable in 2008. A R7 million loss was realised on this sale.

In September 2006, Sasol Nitro acquired the remaining 40% of Sasol Dyno Nobel (Pty) Limited for a consideration of US\$ 31 million (R221 million).

**Disposal group held for sale and discontinued operations**

With effect from 30 June 2006, Sasol O&S was classified as a disposal group held for sale and the results reported as discontinued operations. Comparative information in the income statement has been restated accordingly.

The estimated fair value less costs to sell Sasol O&S remain largely unchanged from that recognised at 30 June 2006. However, when an asset is classified as held for sale, depreciation may no longer be recognised. The net asset value of Sasol O&S in the balance sheet has increased by the earnings of Sasol O&S (which excludes any depreciation expense). As this increased net asset value exceeds the estimated fair value less costs to sell the business, it is necessary to recognise a further write-down.

The amount of the write-down of R420 million approximates the unrecognised depreciation charge.

**Post balance sheet date events**

We have conducted a preliminary study of the Task Team's report on possible reforms to the fiscal regime applicable to windfall profits in South Africa's liquid fuel energy sector, with particular reference to the synthetic fuel industry. We will respond in detail to the National Treasury of South Africa.

**Changes in contingent liabilities since 30 June 2006**

In terms of the sale of 25% in Sasol Oil to Tshwarisano, Sasol has provided facilitation for the financing requirements of Tshwarisano. The undiscounted maximum exposure at 31 December 2006 amounted to R1 051 million. A liability for the fair value of this guarantee at 31 December 2006, amounting to R39 million, has been recognised.

**Principal foreign currency conversion rates**

**31 Dec**

31 Dec

30 Jun

One unit of foreign currency equals

**2006**

2005

2006

Rand/US\$ (closing)

**7,01**

6,33

7,17

Rand/US\$ (average)

**7,23**

6,52

6,41

Rand/euro (closing)

**9,25**

7,49  
9,17  
*Rand/euro (average)*  
**9,27**  
7,85  
7,80

**Sasol Limited interim financial report and declaration of dividend number 55 for the six months ended 31 December 2006**

---

6

**Independent review by the auditors**

The condensed consolidated balance sheet at 31 December 2006 and the related condensed consolidated statements of income, changes in equity and cash flow for the six months then ended have been reviewed by our auditors, KPMG Inc. Their unmodified review report is available for inspection at the registered office of the company.

**Declaration of dividend number 55**

The directors of Sasol Limited have declared an interim dividend of R3,10 per share (2006: R2,80 per share) for the six months to 31 December 2006. The dividend has been declared in the currency of the Republic of South Africa. The salient dates are:

To holders of ordinary shares:

Last day for trading to qualify for and participate in the interim dividend (cum dividend)

Thursday, 29 March 2007

Trading ex dividend commences

Friday, 30 March 2007

Record date

Thursday, 5 April 2007

Dividend payment date (electronic and certificated register).

Electronic payment will be undertaken simultaneously

Tuesday, 10 April 2007

On 10 April 2007, dividends due to certificated shareholders on the South African registry will either be electronically transferred to shareholders' bank accounts or, in the absence of suitable mandates, dividend cheques will be posted to such shareholders.

Shareholders who have dematerialised their share certificates will have their accounts, at their Central Securities Depository Participant or Broker credited on 10 April 2007.

Share certificates may not be dematerialised or rematerialised between Friday, 30 March 2007 and Thursday, 5 April 2007, both days inclusive.

To holders of American Depositary Receipts

(i)

Ex dividend on New York Stock Exchange

Tuesday, 3 April 2007

Record date

Thursday, 5 April 2007

Date for currency conversion

Wednesday, 11 April 2007

Dividend payment date

Friday, 20 April 2007

(i)

Subject to NYSE confirmation

On behalf of the board

**Pieter Cox**

**Pat Davies**

**Christine Ramon**

Chairman

Chief executive

Chief financial officer

Sasol Limited, 5 March 2007



**Sasol Limited interim financial report and declaration of dividend number 55 for the six months ended 31 December 2006**

7

**Registered office:** Sasol Limited, 1 Sturdee Avenue, Rosebank, Johannesburg 2196

PO Box 5486, Johannesburg 2000, South Africa

**Share registrars:** Computershare Investor Services 2004 (Pty) Limited, 70 Marshall Street, Johannesburg 2001 PO Box 61051, Marshalltown 2107, South Africa, Tel: +27 11 370-7700 Fax: +27 11 370-5271/2

**Directors (non-executive):** PV Cox (Chairman), E le R Bradley, BP Connellan, HG Dijkgraaf (Dutch), MSV Gantsho, A

Jain (Indian), IN Mkhize, S Montsi, TH Nyasulu, JE Schrempp (German)

**(Executive):** LPA Davies (Chief executive), KC Ramon (Chief financial officer), VN Fakude, AM Mokaba

**Company secretary:** NL Joubert

**Company registration number:** 1979/003231/06, Incorporated in the Republic of South Africa

**JSE**

**NYSE**

**Share codes:**

SOL

SSL

**ISIN code:**

ZAE000006896

US8038663006

**American depositary receipt (ADR) program:** Cusip number 803866300 ADR to ordinary share 1:1

**Depository:** The Bank of New York, 22nd floor, 101 Barclay Street, New York, N.Y. 10286, U.S.A.

e-mail: investor.relations@sasol.com

**Forward-looking statements:** In this report we make certain statements that are not historical facts and relate to analyses and other information based on forecasts of future results not yet determinable, relating, amongst other things,

to exchange rate fluctuations, volume growth, increases in market share, total shareholder return and cost reductions. These are forward-looking statements as defined in the United States Private Securities Litigation Reform Act of 1995.

Words such as "believe", "anticipate", "intend", "seek", "will", "plan", "could", "may", "endeavour" and "project" and similar

expressions are intended to identify such forward-looking statements, but are not the exclusive means of identifying such

statements. Forward-looking statements involve inherent risks and uncertainties and, if one or more of these risks materialise, or should underlying assumptions prove incorrect, actual results may be very different from those anticipated. The factors that could cause our actual results to differ materially from such forward-looking statements are

discussed more fully in our most recent annual report under the Securities Exchange Act of 1934 on Form 20-F filed on 2

November 2006 and in other filings with the United States Securities and Exchange Commission. Forward-looking statements apply only as of the date on which they are made, and Sasol does not undertake any obligation to update or

revise any of them, whether as a result of new information, future events or otherwise.

**SASOL LIMITED GROUP  
BALANCE SHEET**

at

**31-Dec-06**

**31-Dec-05**

**30-Jun-06**

Reviewed

Reviewed

Audited

Restated

Restated

Rm

Rm

Rm

**ASSETS**

Property, plant and equipment

**42 421**

39 110

39 826

Assets under construction

**24 362**

22 837

23 176

Goodwill

**457**

483

266

Other intangible assets

**664**

943

775

Post-retirement benefit assets

**80**

275

80

Deferred tax assets

**604**

416

691

Other long-term assets

**2 697**

2 469

2 293

**Non-current assets**

**71 285**

66 533

67 107

Assets held for sale

**11 794**

41

12 115

Inventories

**9 004**

11 001

8 003

Trade and other receivables

**12 035**

12 817

12 067

Short-term financial assets

**161**

17

180

Restricted cash

**710**

598

584

Cash

**6 057**

2 940

3 102

**Current assets**

**39 761**

27 414

36 051

**Total assets**

**111 046**

93 947

103 158

**EQUITY AND LIABILITIES**

Shareholders' equity

**57 917**

48 901

52 605

Minority interest

**1 515**

313

379

**Total equity**

**59 432**

49 214

52 984

Long-term debt

**15 139**

13 653

15 021

Long-term financial liability

**36**

-

-

Long-term provisions

**3 643**

3 458

3 463

Post-retirement benefit obligations

**2 591**

2 998

2 461

Long-term deferred income

**2 150**

1 020

1 698

Deferred tax liabilities

**7 216**

6 541

6 156

**Non-current liabilities**

**30 775**

27 670

28 799

Liabilities in disposal group held for sale

**5 236**

-

5 479

Short-term debt

**2 694**

2 858

2 721

Short-term financial liabilities

**507**

838

514

Other current liabilities

**12 084**

13 096

12 219

Bank overdraft

**318**

271

442

**Current liabilities**

**20 839**

17 063

21 375

**Total equity and liabilities**

**111 046**

93 947

103 158

Sasol Limited interim financial report and declaration of dividend number 55 for the six months ended 31 December

2006

8

**SASOL LIMITED GROUP  
INCOME STATEMENT**

**for the period ended**

**half-year**

**half-year**

**full year**

**31-Dec-06**

**31-Dec-05**

**30-Jun-06**

**Reviewed**

**Reviewed**

**Audited**

**Restated**

**Restated**

**Rm**

**Rm**

**Rm**

**Turnover**

**37 640**

30 971

63 850

Cost of sales and services rendered

**(21 158)**

(15 322)

(33 046)

**Gross profit**

**16 482**

15 649

30 804

Other operating income

**456**

100

191

Marketing and distribution expenditure

**(1 865)**

(1 715)

(3 561)

Administrative expenditure

**(1 836)**

(1 343)

(3 070)

Other operating expenditure

**( 834)**

(1 416)

(3 839)

Translation losses

**( 216)**

( 402)

254

**Operating profit**

**12 187**

10 873  
 20 779  
 Dividends and interest received  
**357**  
 138  
 317  
 Income from associates  
**192**  
 82  
 135  
 Borrowing costs (net of costs capitalised)  
**( 448)**  
 ( 268)  
 ( 456)  
**Profit before tax**  
**12 288**  
 10 825  
 20 775  
 Taxation  
**(3 980)**  
 (3 648)  
 (6 833)  
**Profit from continuing operations**  
**8 308**  
 7 177  
 13 942  
**Discontinued operations**  
**Net (loss) / profit from discontinued operations**  
**( 97)**  
 226  
 (3 360)  
**Profit**  
**8 211**  
 7 403  
 10 582  
**Attributable to**  
 Shareholders  
**7 981**  
 7 311  
 10 406  
 Minority interest  
**230**  
 92  
 176  
**8 211**  
 7 403  
 10 582  
**Basic earnings per share**  
 - attributable earnings basis  
**Rand**  
**12,79**

11,82  
 16,78  
 from continuing operations  
**12,95**  
 11,45  
 22,20  
 from discontinued operations  
**( 0,16)**  
 0,37  
 ( 5,42)  
 - headline earnings basis  
**Rand**  
**12,39**  
 11,61  
 22,98  
 from continuing operations  
**12,03**  
 11,22  
 22,52  
 from discontinued operations  
**0,36**  
 0,39  
 0,46  
**Diluted earnings per share\***  
 - attributable earnings basis  
**Rand**  
**12,60**  
 11,58  
 16,51  
 from continuing operations  
**12,75**  
 11,22  
 21,84  
 from discontinued operations  
**( 0,15)**  
 0,36  
 ( 5,33)  
 - headline earnings basis  
**Rand**  
**12,20**  
 11,37  
 22,61  
 from continuing operations  
**11,85**  
 10,99  
 22,16  
 from discontinued operations  
**0,35**  
 0,38  
 0,45  
**Dividends per share**

- interim\*\*

**Rand**

**3,10**

2,80

2,80

- final

**Rand**

4,30

\* Taking the Sasol Share Incentive Scheme into account.

\*\* The interim dividend was declared subsequent to 31 December 2006 and is presented for information purposes only. No provision regarding this interim dividend has been recognised.

Sasol Limited interim financial report and declaration of dividend number 55 for the six months ended 31 December 2006

9



**SASOL LIMITED GROUP**

**SALIENT FEATURES**

**for the period ended**

**half-year**

**half-year**

**full year**

**31-Dec-06**

**31-Dec-05**

**30-Jun-06**

**restated**

**restated**

**Selected ratios**

Operating margin

%

**32,4**

35,1

32,5

Borrowing cost cover

times

**17,6**

16,5

10,1

Dividend cover

times

**4,2**

4,2

2,3

Dividend cover from continuing operations

times

**4,2**

4,1

3,1

**Share statistics**

Total shares in issue

million

**625,2**

680,5

683,0

Treasury shares (share repurchase programme)

million

-

60,1

60,1

Weighted average number of shares

million

**623,8**

618,5

620,0

Restated diluted weighted average number of shares

million

**633,5**

631,5  
630,2  
Share price (closing)  
Rand  
**258,79**  
226,50  
275,00  
Market capitalisation  
Rm  
**161 796**  
154 133  
187 825  
Net asset value per share  
Rand  
**92,64**  
78,82  
84,45  
**Other financial information**  
Total debt (including bank overdraft)  
- interest bearing  
Rm  
**17 551**  
16 482  
17 884  
- non-interest bearing  
Rm  
**600**  
300  
300  
Borrowing costs capitalised  
Rm  
**384**  
531  
1 439  
Capital commitments  
**12 805**  
14 443  
13 866  
- authorised and contracted  
Rm  
**28 879**  
30 450  
28 060  
- authorised, not yet contracted  
Rm  
**6 828**  
4 453  
6 306  
- less expenditure to date  
Rm  
**(22 902)**

(20 460)

(20 500)

Guarantees and contingent liabilities

- total amount

Rm

**33 924**

32 023

33 212

- liability included on balance sheet

Rm

**11 560**

10 935

12 106

Significant items in operating profit (continuing operations)

- employee costs

Rm

**4 523**

3 596

7 647

- depreciation and amortisation of non-current assets

Rm

**1 887**

1 643

3 499

Effective tax rate

%

**32,4**

33,7

32,9

Number of employees (continuing & discontinued

operations)

number

**31 852**

30 185

31 460

Average crude oil price - dated Brent

US\$/barrel

**64,59**

59,21

62,45

Average Rand / US\$ exchange rate

1US\$ = Rand

**7,23**

6,52

6,41

The reader is referred to the definitions contained in the 2006 Sasol Limited annual financial statements.

Sasol Limited interim financial report and declaration of dividend number 55 for the six months ended 31 December

2006

10

**SASOL LIMITED GROUP  
STATEMENT OF CHANGES IN EQUITY**

**for the period ended**

**half-year**

**half-year**

**full year**

**31-Dec-06**

**31-Dec-05**

**30-Jun-06**

**Reviewed**

**Reviewed**

**Audited**

**Restated**

**Restated**

**R m**

**R m**

**R m**

**Opening balance as previously reported**

**52 731**

43 786

43 786

Effect of change in accounting policy

**253**

220

220

**Restated opening balance**

**52 984**

44 006

44 006

Shares issued during period

**160**

258

431

Attributable earnings

**7 981**

7 311

10 406

As previously reported

7 295

10 373

Effect of change in accounting policy

16

33

Dividends paid

**(2 683)**

(1 920)

(3 660)

Movement in foreign currency translation reserve

**( 246)**

( 629)

1 147

Increase in share based payment reserve	
<b>92</b>	
84	
169	
Increase in cash flow hedge accounting reserve	
<b>8</b>	
44	
359	
Movement in minority interest	
<b>1 136</b>	
60	
126	
<b>Closing balance</b>	
<b>59 432</b>	
49 214	
52 984	
<b>Comprising</b>	
Share capital	
<b>3 456</b>	
3 461	
3 634	
Share repurchase programme	
-	
(3 647)	
(3 647)	
Retained earnings	
<b>53 990</b>	
50 646	
52 001	
Share based payment reserve	
<b>872</b>	
695	
780	
Foreign currency translation reserve	
<b>( 435)</b>	
(1 965)	
( 189)	
Investment fair value reserve	
<b>2</b>	
2	
2	
Cash flow hedge accounting reserve	
<b>32</b>	
( 291)	
24	
<b>Shareholders' equity</b>	
<b>57 917</b>	
48 901	
52 605	
Minority interest	
<b>1 515</b>	

313	
379	
<b>Total equity</b>	
<b>59 432</b>	
49 214	
52 984	
Sasol Limited interim financial report and declaration of dividend number 55 for the six months ended 31 December 2006	
11	

**SASOL LIMITED GROUP  
CASH FLOW STATEMENT**

**for the period ended**

**half-year**

**half-year**

**full year**

**31-Dec-06**

**31-Dec-05**

**30-Jun-06**

**Reviewed**

**Reviewed**

**Audited**

**Restated**

**Restated**

**R m**

**R m**

**R m**

Cash receipts from customers

**49 229**

39 461

80 853

Cash paid to suppliers and employees

**(35 655)**

(27 238)

(56 326)

**Cash generated by operating activities**

**13 574**

12 223

24 527

Investment income

**600**

144

444

Borrowing costs paid

**( 724)**

( 688)

(1 745)

Tax paid

**(3 557)**

(1 732)

(5 389)

Dividends paid

**(2 683)**

(1 920)

(3 660)

**Cash retained from operating activities**

**7 210**

8 027

14 177

Additions to non-current assets

**(6 050)**

(6 190)	
(13 296)	
Acquisition of businesses	
<b>( 221)</b>	
( 147)	
( 147)	
Disposal of businesses	
<b>2 183</b>	
596	
587	
Cash disposed of on disposal of businesses	
<b>33</b>	
( 1)	
( 1)	
Other net (expenditure in) / proceeds from investing activities	
<b>( 183)</b>	
( 254)	
582	
<b>Cash utilised in investing activities</b>	
<b>(4 238)</b>	
(5 996)	
(12 275)	
Share capital issued	
<b>160</b>	
258	
431	
Dividends paid to minority shareholders	
<b>( 218)</b>	
( 39)	
( 75)	
(Decrease) / increase in long-term debt	
<b>( 43)</b>	
335	
1 305	
Increase / (decrease) in short-term debt	
<b>63</b>	
(2 452)	
(2 938)	
<b>Cash effect of financing activities</b>	
<b>( 38)</b>	
(1 898)	
(1 277)	
<b>Translation effects on cash and cash equivalents of foreign entities</b>	
<b>12</b>	
( 90)	
( 133)	
<b>Increase in cash and cash equivalents</b>	
<b>2 946</b>	
43	
492	
Cash and cash equivalents at beginning of year	



**3 244**

3 224

3 224

Cash in disposal groups held for sale

**259**

-

( 472)

**Cash and cash equivalents at end of year**

**6 449**

3 267

3 244

Sasol Limited interim financial report and declaration of dividend number 55 for the six months ended 31 December

2006

12

**SASOL LIMITED GROUP**  
**RESULTS OF OPERATIONS OF DISCONTINUED OPERATIONS - O & S**  
**for the period ended**

**half-year**

**half-year**

**full year**

**31-Dec-06**

**31-Dec-05**

**30-Jun-06**

**Reviewed**

**Reviewed**

**Audited**

**Rm**

**Rm**

**Rm**

Turnover

**10 841**

9 285

18 545

Cost of sales and services rendered

**(9 119)**

(7 637)

(15 501)

Other operating income

**122**

65

342

Operating expenses

**(1 378)**

(1 450)

(2 810)

Capital items

**( 466)**

( 19)

(4 143)

**Operating profit / (loss)**

**-**

244

(3 567)

Net financing (costs) / income

**( 3)**

2

( 92)

Taxation

**( 94)**

( 20)

299

**Net (Loss) / profit from discontinued operations**

**( 97)**

226

(3 360)

Sasol Limited interim financial report and declaration of dividend number 55 for the six months ended 31 December 2006

13

**SASOL LIMITED GROUP**

**HEADLINE EARNINGS**

**for the period ended**

**half-year**

**half-year**

**full year**

**31-Dec-06**

**31-Dec-05**

**30-Jun-06**

**Reviewed**

**Reviewed**

**Audited**

**Restated**

**Restated**

**Rm**

**Rm**

**Rm**

**Reconciliation of headline earnings**

Profit from continuing operations

**8 308**

7 177

13 942

Less minority interest

**( 230)**

( 92)

( 176)

Effect of capital items of continuing operations

**( 628)**

( 219)

129

Impairment of assets

**40**

86

155

Reversal of impairment

-

( 140)

( 140)

Profit on disposal of assets

**( 720)**

( 211)

( 146)

Scrapping of property, plant and equipment

**52**

46

260

Tax effects

**53**

71

67

**Headline earnings of continuing operations**

**7 503**

**6 937**

**13 962**

Net (loss) / profit from discontinued operations

**( 97)**

226

(3 360)

Effect of capital items of discontinued operations

**466**

19

4 143

Impairment of assets

**74**

13

912

Fair value write-down

**420**

-

3 196

(Profit) / loss on disposal of assets

**( 28)**

-

14

Scrapping of property, plant and equipment

-

6

21

Tax effects

**( 146)**

( 4)

( 498)

**Headline earnings of discontinued operations**

**223**

**241**

**285**

**Headline earnings**

**7 726**

**7 178**

**14 247**

Sasol Limited interim financial report and declaration of dividend number 55 for the six months ended 31 December 2006

14

**SASOL LIMITED GROUP  
SEGMENT REPORT**

**for the period ended**

**half-year**

**half-year**

**full year**

**31-Dec-06**

**31-Dec-05**

**30-Jun-06**

**Reviewed**

**Reviewed**

**Audited**

**Restated**

**Restated**

**R m**

**R m**

**R m**

**Contribution to group turnover**

Mining

**769**

705

1 517

Synfuels

**443**

462

915

Oil

**18 606**

15 539

32 243

Gas

**1 019**

814

1 663

Synfuels International

**82**

119

161

Polymers

**4 610**

3 907

7 537

Solvents

**6 082**

4 914

10 485

Other businesses

**6 029**

4 511

9 329

**Per income statement**

**37 640**

30 971

63 850

Discontinued operation - O&S

**10 841**

9 285

18 545

**48 481**

40 256

82 395

**Operating profit**

Mining

**411**

658

1 227

Synfuels

**8 360**

7 336

13 499

Oil

**931**

1 125

2 432

Gas

**1 167**

780

1 526

Synfuels International

**( 366)**

( 256)

( 642)

Polymers

**262**

394

822

Solvents

**490**

562

873

Other businesses

**932**

274

1 042

**Per income statement**

**12 187**

10 873

20 779

Discontinued operation - O&S

-

244

(3 567)

**12 187**

11 117

17 212

**Capital items per business unit**

Mining

**( 8)**

( 2)

( 16)

Synfuels

**2**

( 29)

( 187)

Oil

**9**

( 7)

( 8)

Gas

**371**

133

138

Synfuels International

-

-

-

Polymers

**( 5)**

5

( 17)

Solvents

**( 47)**

140

105

Other businesses

**306**

( 21)

( 144)

**Continuing operations**

**628**

219

( 129)

Discontinued operation - O&S

**( 466)**

( 19)

(4 143)

**162**

200

(4 272)

Sasol Limited interim financial report and declaration of dividend number 55 for the six months ended 31 December

2006

15



SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant, Sasol Limited, has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Date: 5 March 2007

By:

/s/ N L Joubert

Name: Nereus Louis Joubert

Title:

Company Secretary