

Identifying our material sustainability focus areas

Each year we follow a structured process to identify our most material sustainability issues

The outcomes of our internal risk assessment process and the priority interests of our key stakeholders are considered in identifying these issues. This year, these were clustered into six sustainability focus areas, which we cover in this report. The GEC and the Risk and SHE Committee reviewed the outcomes of this process. One new material sustainability focus area, enterprise and supplier development, was added to those identified in 2013.

The relationships between our top risks and our material sustainability focus areas

Material sustainability focus area	Top group risk
Ensuring the safety, health and wellbeing of our people	<ul style="list-style-type: none"> Risk of a major safety, health or environmental (SHE) undesirable event or liability occurring.
Investing in our people	<ul style="list-style-type: none"> Risk of non-availability of sufficient management and technical skills. Risk of failure to address transformation, localisation, diversity and cultural requirements in South Africa and other countries in which we operate.
Responding to environmental challenges	<ul style="list-style-type: none"> Risk of climate change and related policies impacting our operations, growth strategy and earnings. Risk of uncertainty in public policy and regulatory developments and non-compliance with or adverse impact of laws, regulations and standards.
Delivering social value	<ul style="list-style-type: none"> Risk of failure to address transformation, localisation, diversity and cultural requirements in South Africa and other countries in which we operate.
Driving enterprise and supplier development	<ul style="list-style-type: none"> Risk of failure to address transformation, localisation, diversity and cultural requirements in South Africa and other countries in which we operate.
Providing safe, essential and quality products	<ul style="list-style-type: none"> Risk of viable superior or alternative technologies from competitors.

IR Additional detail on the context of each of these risks, their relationship with the six capitals and our relevant mitigation actions are provided in our Annual Integrated Report (page 38).

Identifying the priority sustainability interests of our stakeholders within the framework of our material sustainability focus areas

Our key stakeholders are those who are impacted by our business and who play a role in our ability to deliver on our strategic objectives over the short, medium or long term. We identify their sustainability interests through engagements that take place regularly during business activities. Feedback on our Annual Integrated Report and Sustainable Development Report are also taken into account.

Some of the most significant sustainability-related issues raised by our stakeholders are presented alongside, with references to where these are discussed in more detail elsewhere in this report.

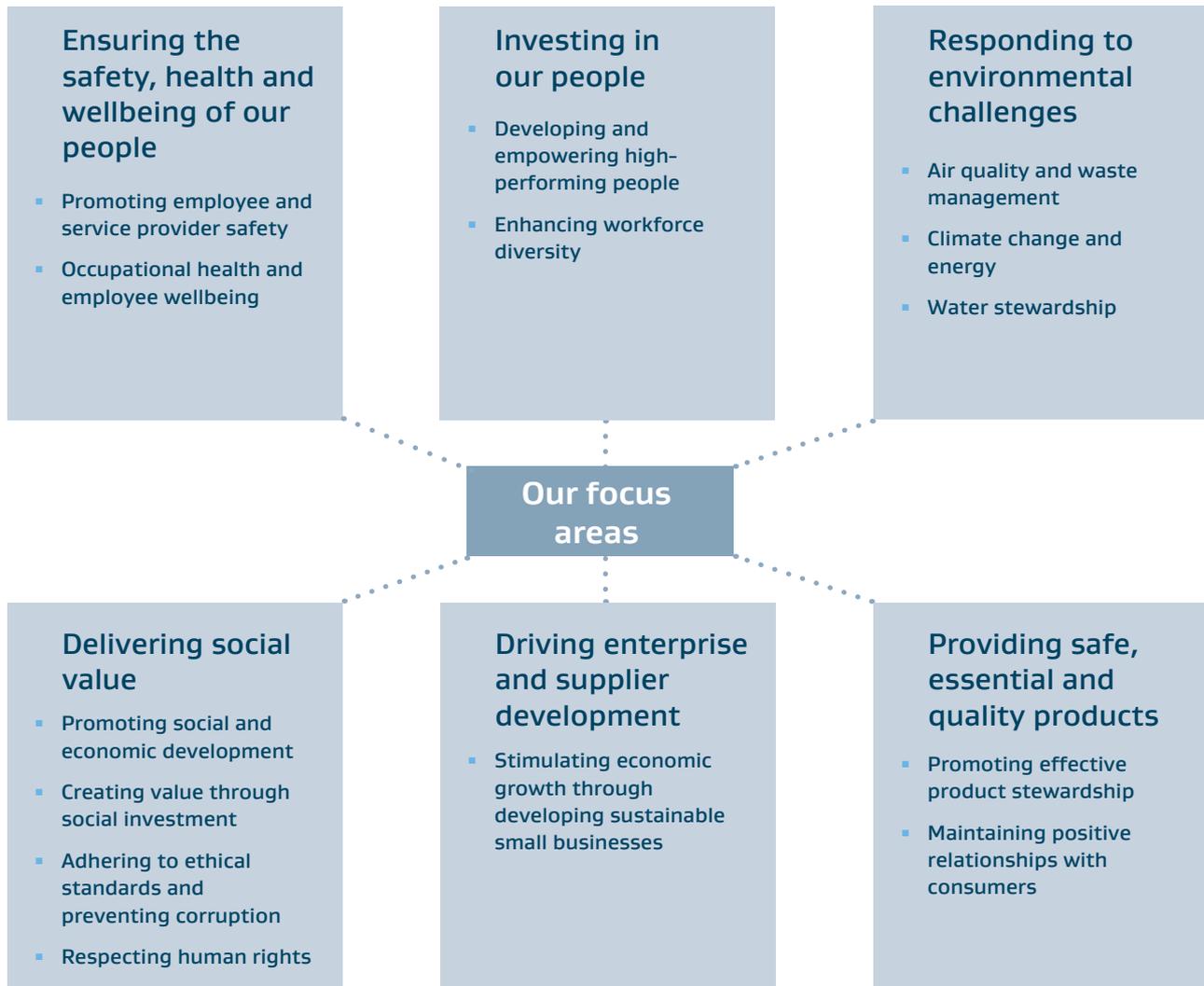
- The actions being taken to address air quality concerns around our key operations in South Africa (pages 47 to 48);
- The nature of our long-term commitment to investing in South Africa (pages 66 to 67);
- Our response to issues relating to climate change mitigation and energy security, and the potential business impact of associated policy measures (pages 50 to 51);
- The steps we are taking to ensure safety at our operations and achieving zero harm (pages 33 to 34);
- The nature of our contribution to supporting socio-economic development in the communities in which we have major operations (pages 57 to 58); and
- Changing expectations in relation to broad-based black economic empowerment in South Africa (page 58).

IR An overview of our key stakeholders, how we engage with them, and their priority interests, is provided on our website: www.sasolsdr.com.

20-F For comprehensive disclosure on our material risks, please refer to Sasol's Form 20-F filed with the SEC.

Our material sustainability focus areas

We have identified our most material sustainability issues based on our top ten risks and the views and interests of our stakeholders. These issues have been categorised into six material focus areas, shown in the diagram below.



Please refer to the value creation scorecard in our Annual Integrated Report (page 34) to understand the relationships between our material sustainability focus areas and the six capitals.

