

Transnet SOC Limited
(Incorporated in the Republic of South Africa)
(Registration Number: 1990/000900/30)
Issuer Bond Code: BITRA
("Transnet", "the Company" or the "Issuer")

ESTABLISHMENT OF TRANSNET NATIONAL PORTS AUTHORITY (TNPA) AS AN INDEPENDENT SUBSIDIARY OF TRANSNET

Transnet Noteholders are informed that on 22 June 2021 President Cyril Ramaphosa announced the establishment of the TNPA as a subsidiary of Transnet, with its own board.

The creation of this subsidiary is part of the port reforms to drive competitiveness of our logistics system as well as operational inefficiencies. The objective is a clear separation between the roles of the infrastructure owner - TNPA, and the terminal operator - Transnet Port Terminals, both 100 percent owned by Transnet.

Transnet will remain the sole shareholder of the subsidiary, and the strength of the Group's financial position remains the basis for Transnet Group's fundraising.

Transnet will communicate details on implementation as the process unfolds.

About Transnet National Ports Authority:

Transnet National Ports Authority (National Ports Authority), as prescribed in the National Ports Act, No 12 of 2005 (the Ports Act), was created as a landlord port authority responsible for the safe, efficient and effective functioning of South Africa's ports system.

Section 11 of the Ports Act prescribes the core functions of the National Ports Authority as follows:

- To plan, provide, maintain and improve port infrastructure;
- To promote the use, improvement and development of ports and control land use within the ports, having the power to lease port land under conditions that it determines;
- To promote greater representativity and, in particular, to increase participation in port operations by historically disadvantaged people;
- To provide or arrange marine-related services i.e. pilotage services, tug assistance, berthing services, dredging and hydrographic services;
- To ensure that adequate, affordable and efficient port services and facilities are provided, including regulatory oversight over all port activities; and
- To provide aids to navigation to assist the navigation of vessels within port limits and along the coast.

Transnet National Ports Authority occupies a strategic position in the country's transport logistics system, managing South Africa's eight commercial seaports i.e. Saldanha, Cape Town, Mossel Bay, Port Elizabeth, Ngqura, East London, Durban and Richards Bay. The ninth port, Port Nolloth, does not handle any commercial cargo and is in its entirety leased to De Beers Consolidated Diamond Mines.

Johannesburg

25 June 2021

JSE Debt Sponsor

Absa Corporate and Investment Bank (a division of Absa Bank Limited)