APPLICABLE PRICING SUPPLEMENT

TRANSNET

TRANSNET SOC LTD
(Incorporated in the Republic of South Africa with limited liability under registration number: 1990/000900/30)

Issue of ZAR20,000,000 Senior Unsecured Zero Coupon Notes due 13 February 2020 Under its ZAR80,000,000,000 Domestic Medium Term Note and Commercial Paper Programme

This Applicable Pricing Supplement must be read in conjunction with the Programme Memorandum, dated 25 October 2011, prepared by Transnet SOC Ltd in connection with the Transnet SOC Ltd ZAR80,000,000,000 Domestic Medium Term Note and Commercial Paper Programme, as amended and/or supplemented from time to time (the "**Programme Memorandum**").

Any capitalised terms not defined in this Applicable Pricing Supplement shall have the meanings ascribed to them in the section of the Programme Memorandum headed "*Terms and Conditions of the Notes*".

This document constitutes the Applicable Pricing Supplement relating to the issue of Notes described herein. The Notes described herein are issued on and subject to the Terms and Conditions as amended and/or supplemented by the Terms and Conditions contained in this Applicable Pricing Supplement. To the extent that there is any conflict or inconsistency between the contents of this Applicable Pricing Supplement and the Programme Memorandum, the provisions of this Applicable Pricing Supplement shall prevail.

PARTIES

1.	Issuer	Transnet SOC Ltd
2.	Dealers	Transnet SOC Ltd
3.	Managers	N/A
4.	Paying Agent	The Standard Bank of South Africa Limited, acting through its Corporate and Investment Banking division
	Specified Address	3 Simmonds Street Johannesburg 2001 South Africa
5.	Settlement Agent	The Standard Bank of South Africa Limited, acting through its Corporate and Investment Banking division
	Specified Address	3 Simmonds Street Johannesburg 2001 South Africa

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6.	Calculation Agent	Transnet SOC Ltd
	Specified Address	Waterfall Business Estate 9 Country Estate Drive MIDRAND 1662 South Africa
7.	Transfer Agent	Transnet SOC Ltd
	Specified Address	Waterfall Business Estate 9 Country Estate Drive MIDRAND 1662 South Africa

PROVISIONS RELATING TO THE NOTES

8.	Status of Notes	Senior Unsecured
9.	Form of Notes	Listed Registered Notes
10.	Series Number	195
11.	Tranche Number	1
12.	Aggregate Nominal Amount:	ZAR20,000,000
13.	Interest	0%
14.	Interest Payment Basis	Zero Coupon
15.	Automatic/Optional Conversion from one Interest/Redemption/Payment Basis to another	N/A
16.	Form of Notes	Registered Notes: The Notes in this Tranche are issued in uncertificated form and held by the CSD.
17.	Issue Date	15 August 2019
18.	Nominal Amount per Note	ZAR1,000,000
19.	Specified Denomination	ZAR1,000,000
20.	Specified Currency	ZAR
21.	Issue Price	96.34646 Percent
22.	First Interest Commencement Date	15 August 2019
23.	Maturity Date	13 February 2020
24.	Applicable Business Day Convention	Following Business Day
25.	Final Redemption Amount	100% of Nominal Issue Amount
26.	Last Day to Register	By 17h00 on 07 February 2020 which shall mean that the Register will be closed from last Day to Register to the Maturity Date

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27.	Books Closed Period(s)	The Register will be closed from 08 February 2020 (Date inclusive) to Maturity Date
28.	Default Rate	N/A
FIXED RATE NOTES		N/A
FLOATING RATE NOTES		N/A

ZERO COUPON NOTES

29.	(a)	Implied Yield	7.60500 Percent
	(b)	Reference Price	7.325 Percent 6 Month Jibar
	(c)	Any other formula or basis for determining amount(s) payable	N/A

PARTLY PAID NOTES	N/A
INSTALMENT NOTES	N/A
MIXED RATE NOTES	N/A
INDEX-LINKED NOTES	N/A
DUAL CURRENCY NOTES	N/A
EXCHANGEABLE NOTES	N/A
OTHER NOTES	N/A

PROVISIONS REGARDING REDEMPTION/MATURITY

30.	Redemption at the Option of the Issuer:	No
31.	Redemption at the Option of the Senior Noteholders	No
32.	Early Redemption Amount(s) payable on redemption for taxation reasons or on Event of Default (if required).	Yes
33.	Redemption in the event of a Change of Control	Yes
34.	Redemption in the event of a Change of Principal Business	Yes

GENERAL

35.	Financial Exchange	JSE (Interest Rate Market)

36.	Additional selling restrictions	N/A
37.	ISIN No.	ZAG000161845
38.	Stock Code	TSP234
39.	Method of distribution	Auction
40.	Credit Rating assigned to the Programme	For purposes of this issue of Notes, the Programme has been rated by Moody's Investors Service (Pty) Limited. The national scale rating assigned to the Programme and due for review from time to time is, *Aa1.za* senior unsecured long term rating; *P-1.za* short term rating; and *Aa3.za* subordinated long term rating.
41.	Applicable Rating Agency	Moody's Investors Service South Africa (Pty) Ltd.

DISCLOSURE REQUIREMENTS IN TERMS OF PARAGRAPH 3(5) OF THE COMMERCIAL PAPER REGULATIONS

42. Paragraph 3(5)(a)

The "*ultimate borrower*" (as defined in the Commercial Paper Regulations) is the Issuer.

43. Paragraph 3(5)(b)

The Issuer is a going concern and can in all circumstances be reasonably expected to meet its commitments under the Notes.

44. Paragraph 3(5)(c)

The auditor of the Issuer is SizweNtsalubaGobodo Grant Thornton.

45. Paragraph 3(5)(d)

As at the date of this issue:

(i) the Issuer has issued ZAR 60,651,737,500.00 Commercial Paper (including this issue) (as defined in the Commercial Paper Regulations) ,which amount is made up of the aggregate issuances under the respective Issuer Programmes listed below:

(a) ZAR 37,101,000,000.00 issued under this Programme (including Notes issued under the Previous Programme Memorandum);

(b) ZAR 3,500,000,000.00 issued under the EMTN Programme;

(c) USD 1,000,000,000.00 (ZAR15,050,737,500.00 (equivalent) issued under the GMTN Programme;

(d) ZAR 5,000,000,000.00 issued under the GMTN Programme, and

(ii) to the best of the Issuer's knowledge and belief, the Issuer estimates to issue (excluding this issue) R600,000,000.00 Commercial Paper during the 2019/20 financial year, ending on 31 March 2020.

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The Issuer hereby confirms that with regard to this specific issue the authorised amount for Debt Securities to be listed under the Domestic Medium Term Note and Commercial Paper Programme has not been exceeded.

46. Paragraph 3(5)(e)

All information that may reasonably be necessary to enable the investor to ascertain the nature of the financial and commercial risk of its investment in the Notes is contained in the Programme Memorandum and the Applicable Pricing Supplement.

47. Paragraph 3(5)(f)

There has been no material adverse change in the Issuer's financial position since the date of its last audited financial statements.

48. Paragraph 3(5)(g)

The Notes issued will be listed.

49. Paragraph 3(5)(h)

The funds to be raised through the issue of the Notes are to be used by the Issuer for its general corporate purposes.

50. Paragraph 3(5)(i)

The obligations of the Issuer in respect of the Notes are unsecured.

51. Paragraph 3(5)(j)

There has been no material adverse change in the financial or trading position of the issuer since the date of its last audited interim financial statements dated September 2018.

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Responsibility:

The Issuer certifies that to the best of its knowledge and belief, there are no facts that have been omitted which would make any statement false or misleading and that all reasonable enquiries to ascertain such facts have been made as well as that the applicable pricing supplement contains all information required by law and the Debt Listings Requirements. The Issuer accepts full responsibility for the accuracy of the information contained in the placing document, the pricing supplements, the annual financial statements and any amendments or supplements to the aforementioned documents, except as otherwise stated therein.

The JSE takes no responsibility for the contents of the Programme Memorandum, the pricing supplements, the annual financial statements of the issuer and any amendments or supplements to the aforementioned documents. The JSE makes no representation as to the accuracy or completeness of the Programme Memorandum, the pricing supplements, the annual financial statements of the issuer and any amendments or supplements to the aforementioned documents and expressly disclaims any liability for any loss arising from or in reliance upon the whole or any part of the aforementioned documents. The JSE's approval of the registration of the Programme Memorandum and listing of the debt securities is not to be taken in any way as an indication of the merits of the issuer or of the debt securities and that, to the extent permitted by law, the JSE will not be liable for any claim whatsoever.

Application is hereby made to list this issue of Notes on 15th August 2019.

SIGNED at JOHANNESBURG on this 12th day August 2019.

For and on behalf of **TRANSNET SOC LTD**

Name: M.S. MAHOMEDY
Capacity: DIRECTOR
who warrants his/her authority hereto

Name: M.D. GREGG-MACDONALD
Capacity: DIRECTOR
who warrants his/her authority hereto