NOTICE 1640 OF 2005

APPLICATION FOR AN EXEMPTION IN TERMS OF SECTION 10 OF THE COMPETITION ACT 89 OF 1998 (AS AMENDED)

Notice is hereby given In terms of section 10 (6) (a) of the Competition Act, No 89 of 1998 as amended ("the Act"), read with rule 19(4) (a) of the Rules for the Conduct of Proceedings in the Competition Commission published in Gazette No 22025 of 1 February 2001, that the Petroleum Oil and Gas Corporation of South Africa (Pty) Ltd t/a PetroSA, a state owned private company, registered in terms of the Companies Act, 1973, has applied to the Competition Commission in terms of section 10 (1) of the Act for an exemption from certain provisions of chapter 2 of the Act.

In particular the Applicant has requested that it be permitted to conclude a Petroleum Product Purchase and Sale Agreement (Yhe agreement") with six (6) major South African oil companies namely: BP Southern Africa (Pty) Ltd, Caltex Oil (S.A) (Pty) Ltd, Engen Petroleum Ltd, Sasol Oil (Pty) Ltd, Shell South Africa Marketing (Pty) Ltd and Total South Africa (Pty) Ltd. The practices contained in the agreement may constitute prohibited practices in terms of section 4(1) b (i), 4(1) b (ii), 5(1) and, 8(c) of the Act.

The application is based on the premise that the agreement is required for the economic stability of the industry as designated by the Minister of Trade and Industry after consulting with the Minister of Minerals and Energy in terms of section 10 (3)(b) (vi) of the Act.

The Competition Commission is currently evaluating and assessing the application. Any interested party may, within 20 business days from the date of this Notice, make written representations to the Cornpetition Commission as to why the exemption should not be granted.

Such representations may be directed to the Acting Manager, Enforcement and Exemptions Division, Private Bag X23, Lynwood Ridge, 0040, or by facsimile to number 012 304 4332, Case number: 2005May1594