



BASEL
PILLAR III
DISCLOSURE AS
AT
30 SEPTEMBER 2021



About us

Tyme Bank was officially registered as a bank by the South African Reserve Bank (SARB) in September 2017. Following a period of testing, the bank was officially launched to the public in February 2019.

African Rainbow Capital Financial Services Holdings (ARC), a 50.1% subsidiary within the Ubuntu-Botho Investments group (UBI), currently owns a 59.96% stake in Tyme Bank's registered controlling company, Tyme Bank Holdings Limited which was purchased from Commonwealth Bank of Australia (refer to the "Structure and Consolidated Supervision" section for full shareholding details). The acquisition by ARC, which comprises Tyme Bank's operations and all related intellectual property was concluded on 29 October 2018 and received confirmation of the Prudential Authority (PA) approval on 5 November 2018.

Tyme Bank has embraced technology and partnerships to deliver innovative digital banking products to the market utilising the Pick 'n Pay and Boxer stores as a distribution network. The Bank's vision is to create long-term value for its people, customers, and shareholders by leveraging the bank's core capabilities, with technology being at the forefront of this. Since public launch the Bank has since amassed over 3.5 million customers. Consistent with its strategy, Tyme Bank operates responsibly in taking well-researched and -managed risks to grow the bank and create sustained top-tier shareholder value.

Tyme Bank's purpose is to promote participation in the economy and to improve customer financial wellbeing by providing affordable access to financial services and products embedded with

education and training. Tyme Bank will primarily target middle to lower income segments with a focus on underserved consumers and small businesses. It is however critical that the bank also attracts higher income customers as this will aid to maintain and improve revenue performance and assist with cross-subsidisation on the bank's portfolio. We are committed to treating customers fairly, in a transparent and consistent manner, while promoting a corporate culture of ensuring our behaviour and actions puts the customer at the centre of everything we do. Doing the "right thing" remains ingrained in the bank's ethos and hence a focus on conduct and the management of conduct risk within the business, is paramount.

Scope

In terms of regulation 43(1) of the Regulations, Tyme Bank must disclose to the public, reliable, relevant and timely qualitative and quantitative information to enable users to assess the group's capital position and financial condition. In this regard the Basel Committee on Banking Supervision (BCBS) issued a revised Pillar III framework in January 2015, a consolidated and enhanced framework in March 2017 as well as the updated framework on Pillar III disclosure requirements in December 2018. The Prudential Authority consolidated the Basel Pillar III disclosure requirements through Directive 1/2019 (the directive) to ensure that the internationally agreed framework is fully implemented in South Africa.

This document complies with the requirements of the directive and provides information on the market, capital adequacy, risk-weighted assets (RWAs), calculations for credit and operational risks for the period under review viz. June 2021 to September 2021.

All Tyme Bank entities are reported under the Basel III Standardised Approach and fully consolidated in line with regulatory and International Financial Reporting Standards (IFRS) requirements. There is no difference between the balance sheet and the balance sheet under the scope of regulatory consolidation, as the structure does not contain any insurance or other entities which are to be excluded from the regulatory consolidation in terms of regulations 36(7)(a)(iii) and 36(10)(c)(ii) of the Regulations relating to Banks.

The Group's consolidated requirements are also reported in line with section 42 of the Banks Act and the minimum standards in respect of consolidated supervision prescribed by regulation 36 and in compliance with all directives, instructions and requirements relating to the bank.

For the period under review, Tyme Bank has not undertaken any securitisation transactions and does not have counterparty credit risk exposures relating to derivatives. For this reason, disclosures relating to these activities are not applicable and have been excluded from this report.

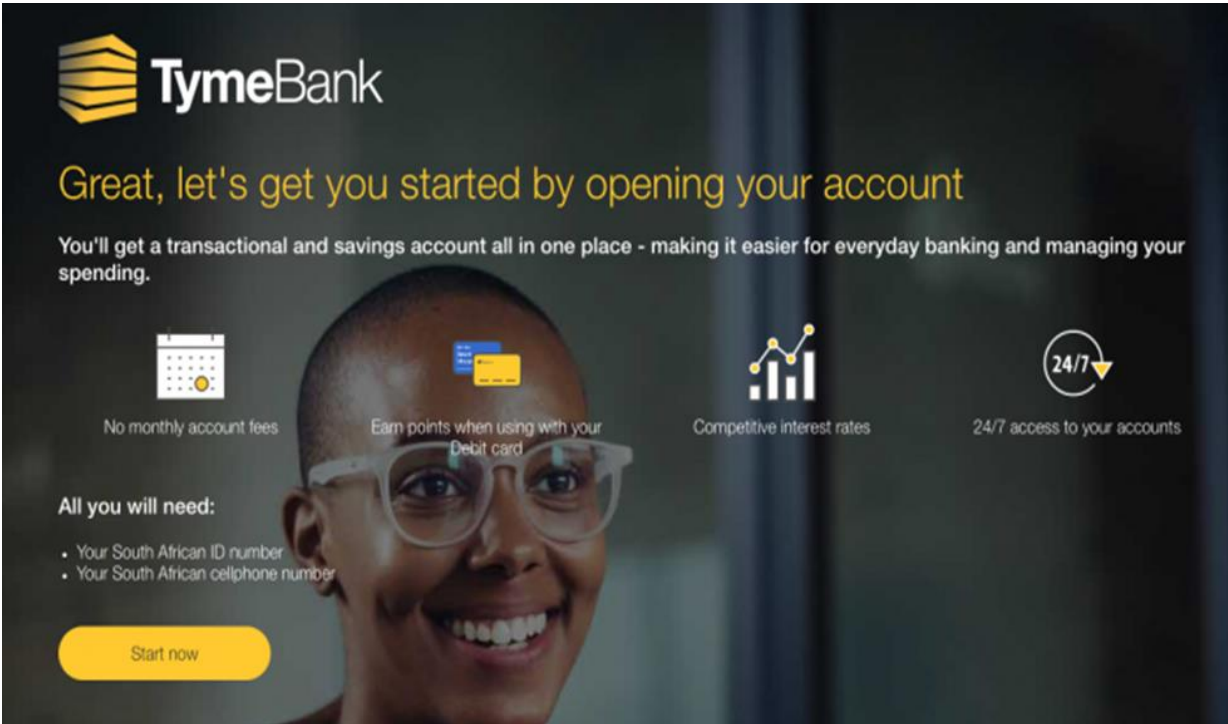
For the period under review, the group continues to maintain a robust capital, liquidity and funding position. Throughout the period, the CET1 ratio was consistently well in excess of regulatory

minimum capital adequacy requirements. As a newly established entity and in line with business forecasts, Tyme Bank is currently still dependent on shareholder funding to support its monthly cashflow requirements.

The Pillar III disclosures are published on Tyme Bank’s website in line with the required frequency of disclosures per the directive.

Assurance

This document is prepared in accordance with Tyme Bank’s Public Disclosure Policy and has been reviewed by Senior Management, Internal Audit and members of Exco. For the reporting period, management is satisfied that this document provides an accurate view of the bank’s capital position and that the bank is well capitalised above the prescribed regulatory required capital limits as well as the Board approved Risk Appetite Statement (RAS) and trigger limits.



The advertisement features the TymeBank logo at the top left. The main headline reads "Great, let's get you started by opening your account". Below this, a sub-headline states: "You'll get a transactional and savings account all in one place - making it easier for everyday banking and managing your spending." The central image shows a smiling woman with glasses. Four key benefits are highlighted with icons: "No monthly account fees" (calendar icon), "Earn points when using with your Debit card" (debit card icon), "Competitive interest rates" (bar chart icon), and "24/7 access to your accounts" (24/7 icon). A list titled "All you will need:" includes "Your South African ID number" and "Your South African cellphone number". A yellow "Start now" button is positioned at the bottom left.

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1. Key metric (at consolidated level)

The table below provides an overview of the key regulatory metrics covering the group's available capital and ratios, risk-weighted assets, leverage ratio, liquidity coverage ratio, and net stable funding ratio of the group's performance over time.

KM1 (Group): Key metrics (at consolidated group level)

At 30 September 2021 R'000	Group				
	a 30-Sep-21	b 30-June-21	c 31-Mar-21	d 31-Dec-20	e 30-Sep-20
Available capital (amounts)					
1 Common Equity Tier 1 (CET1)	493 497	533 626	777 987	430 596	370 848
2 Tier 1	493 497	533 626	777 987	430 596	370 848
3 Total capital	493 947	534 008	779 462	431 315	371 995
Risk-weighted assets (amounts)					
4 Total risk-weighted assets (RWA)	425 101	558 486	460 359	430 907	351 561
Risk-based capital ratios as a percentage of RWA					
5 Common Equity Tier 1 ratio (%)	116.09	95.55	169.00	99.93	105.49
6 Tier 1 ratio (%)	116.09	95.55	169.00	99.93	105.49
7 Total capital ratio (%)	116.20	95.62	169.32	100.09	105.81
Additional CET1 buffer requirements as a percentage of RWA					
8 Capital conservation buffer requirement (2.5% from 2019) (%)	2.50	2.50	2.50	2.50	2.50
9 Countercyclical buffer requirement (%)	-	-	-	-	-
10 Bank D-SIB additional requirements (%)	-	-	-	-	-
11 Total of bank CET1 specific buffer requirements (%) (row 8 + row 9+ row 10)	2.50	2.50	2.50	2.50	2.50
12 CET1 available after meeting the bank's minimum capital requirements (%) ¹	105.59	85.05	158.50	89.43	94.99
Basel III Leverage Ratio					
13 Total Basel III leverage ratio measure	3 562 183	2 890 627	2 980 410	2 169 252	1 979 138
14 Basel III leverage ratio (%) (row 2/row 13)	13.85	18.46	26.10	19.85	18.74
14a Fully loaded ECL accounting model Basel III leverage ratio (%) (row 2A/row 13)					
Liquidity Coverage Ratio					
15 Total HQLA	1 963 002	1 604 513	1 490 421	1 316 051	1 024 668
16 Total net cash outflow	53 759	44 429	38 173	34 418	29 254
17 LCR ratio (%) ²	3 651.46	3 611.37	3 904.34	3 823.73	3 502.68
Net Stable Funding Ratio					
18 Total available stable funding	7 892 020	7 495 221	7 221 169	6 416 275	6 020 186
19 Total required stable funding	5 480 663	5 361 516	5 171 518	4 865 447	4 644 203
20 NSFR ratio (%) ³	144.00	139.80	139.63	131.87	129.63

Note: Total Capital include Tier 2 capital and unimpaired reserve funds

Key metrics are monitored daily and incorporated as part of the bank's additional early warning indicators (EWIs) to ensure the continuous monitoring and evaluation of the bank's liquidity and capital adequacy positions. This is also part of the bank's going-concern planning through the Contingency Funding Plan (CFP), the Business Continuity Plan (BCP) as well as the bank's Recovery Plan strategies and processes.

The Group consolidated requirements are reported in line with section 42 of the Banks Act and the minimum standards in respect of consolidated supervision prescribed by regulation 36 and in compliance with all directives, instructions and requirements relating to the Bank. Tyme Bank Limited (Bank Solo) is the only banking entity in the group, and ratios pertaining to the group are therefore driven off the inflows and outflows from the bank.

2. Composition of Risk Weighted Assets

The following OV1 templates reflect the composition of the risk-weighted assets (RWA) and related minimum capital requirements.

Credit risk-weighted assets exclude counterparty credit risk but include a combination of credit and other risk-weighted exposure.

OV1 (Group): Overview of Risk Weighted Assets (RWA)

At 30 September 2021		Group			
		a	b		c
R'000		Risk-weighted assets			* MCR
		30-Sep-21	30-Jun-21	31-Mar-21	30-Sep-21
1	Credit risk (excluding counterparty credit risk) 1	295 630	366 502	322 410	31 041
2	Of which: standardised approach (SA)	295 630	366 502	322 410	31 041
20	Market risk	1 348	358	1 359	142
21	Of which: standardised approach (SA)	1 348	358	1 359	142
22	Of which: internal model approaches (IMA)				
23	Capital charge for switch between trading book and banking book				
24	Operational risk 2	128 123	191 627	136 590	13 453
25	Amounts below thresholds for deduction (subject to 250% risk weight)				
26	Floor adjustment				
27	Total (1+6+10+11+12+13+14+15+16+20+23+24+25+26)	425 101	558 486	460 359	44 636

* Minimum capital requirements (MCR) based on Base requirement (8%); Pillar 2A add-on relaxed from 1% to 0%, D2_2020 & Conservation buffer (2.5%)

OV1 (Bank): Overview of Risk Weighted Assets (RWA)

At 30 September 2021		Bank			
		a	b		c
R'000		Risk-weighted assets			* MCR
		30-Sep-21	30-Jun-21	31-Mar-21	30-Sep-21
1	Credit risk (excluding counterparty credit risk) 1	295 630	366 501	315 946	31 041
2	Of which: standardised approach (SA)	295 630	366 501	315 946	31 041
20	Market risk	1 348	358	1 359	142
21	Of which: standardised approach (SA)	1 348	358	1 359	142
22	Of which: internal model approaches (IMA)				
23	Capital charge for switch between trading book and banking book				
24	Operational risk 2	189 587	189 587	135 891	19 907
25	Amounts below thresholds for deduction (subject to 250% risk weight)				
26	Floor adjustment				
27	Total (1+6+10+11+12+13+14+15+16+20+23+24+25+26)	486 565	556 446	453 196	51 089

* Minimum capital requirements (MCR) based on Base requirement (8%); Pillar 2A add-on relaxed from 1% to 0%, D2_2020 & Conservation buffer (2.5%)

- Credit RWA decrease mainly driven by exposures to local South African banks
- Uptick in market risk mainly driven by open FX positions at month-end
- Operational risk remains unchanged as it is calculated semi-annually and will be recalculated in December 2022

3. Leverage ratio

The leverage ratio is defined as tier 1 capital expressed as a percentage of total exposures. The total exposures utilised in the calculation do not differ from the reported balance sheet exposures, as the balance sheet does not contain any securities financing transactions (SFTs), derivatives, or off-balance-sheet items which require the carrying value to be converted through a calculation or the application of specific factors.

The leverage ratio has remained well above the regulatory minimum requirement due to the current correlation of the qualifying regulatory capital (QCR) in relation to the on-balance sheet exposures.

LR1 (Group & Bank): Summary comparison of accounting assets vs leverage ratio exposure (January 2014 standard)

At 30 September 2021 R'000	Group		Bank	
	30-Sep-21		30-Jun-21	
1 Total consolidated assets as per published financial statements	3 562 633	3 559 113	2 891 009	2 887 484
2 Adjustments for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	-	-	-	-
3 Adjustment for fiduciary assets recognised on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure	-	-	-	-
4 Adjustments for derivative financial instruments	-	-	-	-
5 Adjustment for securities financing transactions (ie repos and similar secured lending)	-	-	-	-
6 Adjustments for off-balance sheet items (ie conversion to credit equivalent amounts of off-balance sheet exposures)	-	-	-	-
7 Other adjustments	450	399	382	560
8 Leverage ratio exposure measure	3 562 183	3 558 714	2 890 627	2 886 924

The table above provides a reconciliation of the total assets to the leverage ratio exposure measure, for the quarter-end 30 September 2021.

LR2 (Group & Bank): Leverage ratio common disclosure template (January 2014 standard)

At 30 September 2021 R'000	Group		Bank	
	a 30 September 2021	b 30 June 2021	a 30 September 2021	b 30 June 2021
On-balance sheet exposures				
1 On-balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)	3 562 633	2 891 009	3 559 113	2 887 484
2 (Asset amounts deducted in determining Basel III Tier 1 capital)	450	382	399	560
3 Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of row 1 and 2)	3 562 183	2 890 627	3 558 714	2 886 924
Derivative exposures				
4 Replacement cost associated with <i>all</i> derivatives transactions (where applicable net of eligible cash variation margin and/or with bilateral netting)	-	-	-	-
5 Add-on amounts for PFE associated with <i>all</i> derivatives transactions	-	-	-	-
6 Gross-up for derivatives collateral provide where deducted from the balance sheet assets pursuant to the operative accounting framework	-	-	-	-
7 (Deductions of receivable assets for cash variation margin provided in derivatives transactions)	-	-	-	-
8 (Exempted CCP leg of client-cleared trade exposures)	-	-	-	-
9 Adjusted effective notional amount of written credit derivatives	-	-	-	-
10 (Adjusted effective notional offsets and add-on deductions for written credit derivatives)	-	-	-	-
11 Total derivative exposures (sum of rows 4 to 10)	-	-	-	-
Securities financing transactions				
12 Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	-	-	-	-
13 (Netted amounts of cash payables and cash receivables of gross SFT assets)	-	-	-	-
14 CCR exposure for SFT assets	-	-	-	-
15 Agent transaction exposures	-	-	-	-
16 Total securities financing transaction exposures (sum of rows 12 to 15)	-	-	-	-
Other off-balance sheet exposures				
17 Off-balance sheet exposure at gross notional amount	-	-	-	-
18 (Adjustments for conversion to credit equivalent amounts)	-	-	-	-
19 Off-balance sheet items (sum of rows 17 and 18)	-	-	-	-
Capital and total exposures				
20 Tier 1 capital	493 497	533 626	491 231	530 433
21 Total exposures (sum of rows 3, 11, 16 and 19)	3 562 183	2 890 627	3 558 714	2 886 924
Leverage ratio				
22 Basel III leverage ratio	13.85	18.46	13.80	18.37

4. Liquidity Coverage Ratio

The Liquidity Coverage Ratio (LCR) requires institutions to hold sufficient high-quality liquid assets (HQLA) to meet their 30-day net cash outflows projected under the Prudential Authority's prescribed stress scenario. Tyme Bank maintained an average daily LCR in excess of 3000% for the reporting period to 30 September 2021.

LIQ1 (Group & Bank): Liquidity Coverage Ratio (LCR)

At 30 September 2021	Group		Bank	
	a Total unweighted value (average)	b Total weighted value (average)	a Total unweighted value (average)	b Total weighted value (average)
R'000				
High-quality liquid assets				
1 Total HQLA	1 963 002	1 963 002	1 963 002	1 963 002
Cash outflows				
2 Retail deposits and deposits from small business customers, of which:	2 150 376	215 038	2 150 376	215 038
3 Stable deposits				
4 Less stable deposits	2 150 376	215 038	2 150 376	215 038
5 Unsecured wholesale funding, of which:	-	-	-	-
6 Operational deposits (all counterparties) and deposits in networks of cooperative banks				
7 Non-operational deposits (all counterparties)		-		-
8 Unsecured debt				
9 Secured wholesale funding	196 503	-	196 503	-
10 Additional requirements, of which:	-	-	-	-
11 Outflows related to derivative exposures and other collateral requirements				
12 Outflows related to loss of funding of debt products				
13 Credit and liquidity facilities				
14 Other contractual funding obligations	-	-	-	-
15 Other contingent funding obligations	200 000	-	200 000	-
16 TOTAL CASH OUTFLOWS	2 546 879	215 038	2 546 879	215 038
Cash inflows				
17 Secured lending (eg reverse repo)				
18 Inflows from fully performing exposures	529 439	529 439	529 439	529 439
19 Other cash inflows	1 470	735	1 470	735
20 TOTAL CASH INFLOWS	530 909	530 174	530 909	530 174
		Total adjusted value		Total adjusted value
21 Total HQLA		1 963 002		1 963 002
22 Total net cash outflows		53 759		53 759
23 Liquidity coverage ratio (%)		3 651		3 651

- The daily average used to calculate the above percentage consisted of 183 data points, representative of the number of working days during the 6-month period from 01 April 2021 to 30 September 2021.
- The weighted value represents the cashflow amount under a stressed scenario.

Developments during the time of review:

Directive 01/2020 issued in terms of section 6(6) of the Banks Act 94 of 1990 – Temporary measures to aid compliance with the liquidity coverage ratio during the Coronavirus (Covid-19) pandemic stress period.

During the third quarter of 2021 the PA published a proposed directive to withdraw the temporary relief measure related to the liquidity coverage ratio (LCR) implemented at the onset of the Coronavirus (Covid-19) pandemic stress period. The PA is of the view that financial markets have since largely normalised, and banks currently have healthy liquidity as a result of increased deposits.

As contemplated in regulation 26(12)(f)(iii)(A) of the Regulations relating to Banks, the PA views that the temporary LCR relief measure implemented with effect from 1 April 2020 is no longer necessary.

As stated in the proposed directive and based on the above, banks are hereby directed to comply with the following revised minimum LCR requirement:

With effect from:	Minimum LCR
1 January 2022	90%
1 April 2022	100%

During the time of review LCR remained well above the adjusted 80 percent minimum Regulatory requirement. In May 2020 the bank opted to invest in Government Bonds to further strengthen its HQLA position which previously consisted of Treasury Bills. Aligned to the increase in customer deposits, HQLA continue to grow month-on-month as funding is employed to acquire additional HQLA. Total net outflows continued to increase due to an increase in customer deposits as expected during the period under review.

The high-quality liquid assets (HQLA) portfolio consists of the bank's initial purchase of Treasury Bills (TB), RSA Government Bonds as well as additional cash placed with the Prudential Authority (PA) in the bank's reserving account.

Net cash outflows are limited to customer accounts opened. All in- and outflows within the prescribed 30-day horizon have been considered in line with the requirements specified under regulation 28, and with the exclusion of operational expenses.

5. Net Stable Funding Ratio

The Net Stable Funding Ratio (NSFR) requires banks to maintain a stable funding profile in relation to the composition of their assets, liabilities and off-balance sheet activities. It is intended to limit overreliance on short-term funding and promote funding stability. Whilst the Liquidity Coverage Ratio (LCR) aims to promote the short-term resilience of a bank's liquidity risk profile under stressed conditions, the NSFR seeks to mitigate funding risk over a longer, more normalised time frame.

The current balance sheet and proposed phasing in of product offerings, and the proposed liquid assets to be held, place the bank in a position to be fully compliant with all prescribed limits. This is further influenced by the short-term nature of all current bank placements but offset by current regulatory capital adjustments.

The following table reflects a summary of the net stable funding ratios (NSFRs) per the Group and Bank respectively.

LIQ2 (Group): Net Stable Funding Ratio

At 30 September 2021

R'000	Group				
	Unweighted value by residual maturity				
	No maturity*	<6 months	6 months to <1 year	≥1 year	Weighted value
Available stable funding (ASF) item					
1 Capital:	5 545 358	-	-	-	5 545 358
2 <i>Regulatory capital</i>	5 545 358	-	-	-	5 545 358
3 <i>Other capital instruments</i>	-	-	-	-	-
4 Retail deposits and deposits from small business customers:	-	2 607 402	-	-	2 346 662
5 <i>Stable deposits</i>	-	2 607 402	-	-	2 346 662
6 <i>Less stable deposits</i>	-	-	-	-	-
7 Wholesale funding:	-	250 048	-	-	-
8 <i>Operational deposits</i>	-	250 048	-	-	-
9 <i>Other wholesale funding</i>	-	-	-	-	-
10 Liabilities with matching interdependent assets	-	-	-	-	-
11 Other liabilities:	-	210 431	-	-	-
12 <i>NSFR derivative liabilities</i>	-	-	-	-	-
13 <i>All other liabilities and equity not included in the above</i>	-	210 431	-	-	-
14 Total ASF					7 892 020
Required stable funding (RSF) item					
15 Total NSFR high-quality liquid assets (HQLA)	-	1 022 229	460 379	707 520	109 506
16 Deposits held at other financial institutions for operational purposes	-	52 585	-	-	2 629
17 Performing loans and securities:	-	779 854	15 059	-	124 703
<i>Performing loans to financial institutions secured by Level 1</i>					
18 HQLA					
<i>Performing loans to financial institutions secured by non-Level 1</i>					
19 HQLA and unsecured performing loans to financial institutions		779 296	15 059	-	124 424
<i>Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and PSEs, of which:</i>		558			279
<i>With a risk weight of less than or equal to 35% under the Basel</i>					
21 <i>II standardised approach for credit risk</i>					
22 <i>Performing residential mortgages, of which:</i>					
<i>With a risk weight of less than or equal to 35% under the Basel</i>					
23 <i>II standardised approach for credit risk</i>					
<i>Securities that are not in default and do not qualify as HQLA, including exchange-traded equities</i>					-
25 Assets with matching interdependent liabilities					
26 Other assets:	5 051 411			192 413	5 243 824
27 <i>Physical traded commodities, including gold</i>					
<i>Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs</i>					
28 <i>NSFR derivative assets</i>					
<i>NSFR derivative liabilities before deduction of variation margin posted</i>					
31 <i>All other assets not included in the above categories</i>	5 051 411			192 413	5 243 824
32 Off-balance sheet items					
33 Total RSF					5 480 663
34 Net Stable Funding Ratio (%)					144.00

LIQ2 (Bank): Net Stable Funding Ratio

At 30 September 2021

R'000

	Bank				
	Unweighted value by residual maturity				
	No maturity*	<6 months	6 months to <1 year	≥1 year	Weighted value
Available stable funding (ASF) item					
1 Capital:	5 497 890	-	-	-	5 497 890
2 <i>Regulatory capital</i>	5 497 890				5 497 890
3 <i>Other capital instruments</i>		-			-
4 Retail deposits and deposits from small business customers:	-	2 607 403	-	-	2 346 663
5 <i>Stable deposits</i>					
6 <i>Less stable deposits</i>		2 607 403			2 346 663
7 Wholesale funding:	-	250 048	-	-	-
8 <i>Operational deposits</i>					
9 <i>Other wholesale funding</i>		250 048			-
10 <i>Liabilities with matching interdependent assets</i>					
11 Other liabilities:	-	210 431	-	-	-
12 <i>NSFR derivative liabilities</i>					
13 <i>All other liabilities and equity not included in the above categories</i>	-	210 431	-		-
14 Total ASF					7 844 553
Required stable funding (RSF) item					
15 Total NSFR high-quality liquid assets (HQLA)		1 022 229	460 379	707 520	109 506
16 Deposits held at other financial institutions for operational purposes	-	52 585			2 629
17 Performing loans and securities:	-	779 854	15 059	-	124 703
18 <i>Performing loans to financial institutions secured by Level 1 HQLA</i>					
19 <i>HQLA and unsecured performing loans to financial institutions</i>		779 296	15 059	-	124 424
20 <i>Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks</i>		558			279
21 <i>With a risk weight of less than or equal to 35% under the Basel II standardised approach for credit risk</i>					
22 <i>Performing residential mortgages, of which:</i>					
23 <i>With a risk weight of less than or equal to 35% under the Basel II standardised approach for credit risk</i>					
24 <i>Securities that are not in default and do not qualify as HQLA, including exchange-traded equities</i>					-
25 <i>Assets with matching interdependent liabilities</i>					
26 Other assets:	5 006 209			192 419	5 198 628
27 <i>Physical traded commodities, including gold</i>					
28 <i>Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs</i>					
29 <i>NSFR derivative assets</i>					
30 <i>NSFR derivative liabilities before deduction of variation margin posted</i>					
31 <i>All other assets not included in the above categories</i>	5 006 209			192 419	5 198 628
32 <i>Off-balance sheet items</i>					
33 Total RSF					5 435 467
34 Net Stable Funding Ratio (%)					144.32

During the period under review the bank's NSFR remained well above the minimum Regulatory requirement of 100%. The NSFR increased since the previous quarter and is mainly driven by an increase in available stable funding due to capital funding and a continued uptick in customer deposits.

6. Appendices

To assist readers, key terms and abbreviations, as they apply to Tyme Bank and are used in this report, are set out below.

Appendix A - Abbreviations

Key Abbreviations

Abbreviation	Description
AFS	Annual Financial Statements
ALCO	Asset and liability committee
ARC	African Rainbow Capital
ASF	Available stable funding
AT1	Additional tier 1 capital
BCP	Business continuity plan
BIA	Basic indicator approach
CBA	Commonwealth Bank of Australia
CCF	Credit conversion factor
CCP	Central counterparty
CCR	Counterparty credit risk
CEO	Chief executive officer
CET1	Common Equity Tier 1 capital
CFP	Contingency funding plan
CHRO	Chief Human Resource Officer
CRF	Credit Risk Framework
CRM	Credit risk mitigation
CRO	Chief Risk Officer
ERB	Excess Return Bonus
ERCC	Enterprise Risk & Compliance Committee
ERMF	Enterprise Risk Management Framework
EWI	Early warning indicator
EXCO	Executive committee of Tyme Bank
FR	Fixed remuneration (<i>refer terms for explanation</i>)
FX	Foreign Exchange
HQLA	High quality liquid assets
IFRS	International Financial Reporting Standard
IRRBB	Interest Rate Risk in the Banking Book
KPIs	Key performance indicators (<i>refer terms for explanation</i>)
LCE	Large credit exposure
LCEP	Large Credit Exposure Policy
LCR	Liquidity coverage ratio
LRF	Liquidity Risk Framework
LTI	Long-term Incentive
NIER	Net interest exposures at risk
NII	Net interest income
NSFR	Net stable funding ratio
ORMF	Operational Risk Management Framework
PA	Prudential Authority
QCR	Qualifying capital requirement
RAS	Risk appetite statement
RSF	Required stable funding
RWA	Risk-weighted asset
SARB	South African Reserve Bank
SFT	Securities financing transactions
STI	Short-term Incentive (<i>refer terms for explanation</i>)
SME	Small to Medium Enterprises
T1	Tier 1 capital
T2	Tier 2 capital
TB	Treasury Bill
TTS	Tyme Technical Solutions Proprietary Limited

Appendix B - Terms

Key Terms

Term	Description
Board	The Board of Directors of the Company.
Executives	Key management personnel (excluding the CEO) who are members of the Tyme Bank executive committee.
Fixed Remuneration (FR)	Consists of cash and non-cash remuneration, including any salary sacrifice items, paid regularly with no performance conditions (base remuneration) plus employer contributions to superannuation.
Group	Tyme Bank Limited and all its majority-owned subsidiaries.
Key performance indicators (KPIs)	Quantitative and qualitative measures, agreed at the start of the performance year to communicate expected performance outcomes at the Company, business unit and / or team and individual level.
Long-term variable remuneration (LTVR)	A variable remuneration arrangement which grants instruments to participating Executives that may vest over a period of four years if, and to the extent that, performance hurdles are met.
Short-term incentive (STI)	Variable remuneration paid subject to the achievement of predetermined performance hurdles over one financial year.
Twin Peaks Model	The Twin Peaks model of financial sector regulation will see the creation of a prudential regulator – the Prudential Authority – housed in the South African Reserve Bank (SARB), while the FSB will be transformed into a dedicated market conduct regulator – the Financial Sector Conduct Authority.
Variable Remuneration (VR)	Remuneration that depends on minimum performance standards being achieved within a defined period.