

BROKSTOCK+

TymeBank's Digital Disruption



Biggest Shareholder, Growth, and Investments

African Rainbow Capital (AIL) is a major investor in TymeBank, holding a 20.3% stake valued at R3.6 billion. AIL has provided substantial capital to support TymeBank's growth and expansion, reinforcing its position as a leading digital bank. In the 2023 financial year, AIL invested R664 million in TymeBank, which now accounts for 29.6% of AIL's total investment portfolio. This investment enabled TymeBank's acquisition of Retail Capital, strengthening its SME lending capabilities, while also supporting Tyme Global's international expansion, including the launch of GoTyme in the Philippines.

African Rainbow Capital (AIL) Overview

Key Holdings:

- **TymeBank:** A digital bank offering accessible and affordable banking solutions.
- **Rain:** A data-focused telecommunications provider in South Africa.
- **Alexander Forbes:** A leading financial services group specializing in retirement, investment, and wealth management solutions.
- **Fledge Capital:** An investment firm focusing on high-growth potential companies.

Market Capitalisation:

- AIL's market capitalization is approximately R 1.18 trillion.

TymeBank's Key Shareholders and Their Role

TymeBank is backed by a **strong group of investors**, each contributing to its rapid growth and expansion:

1. African Rainbow Capital (AIL)

- Largest shareholder in TymeBank.
- Provides strategic funding and supports expansion in South Africa's financial sector.
- Investors looking for exposure to TymeBank's growth can buy shares through AIL.

2. Nubank

- Brazilian fintech giant invested \$150 million in Tyme Group, boosting its valuation to \$1.5 billion.
- Brings expertise in scaling digital banking operations in emerging markets.

3. Tencent

- Chinese tech and payments giant with investments in global fintech and digital banking.
- Supports TymeBank's technology and AI-driven banking solutions.
- Naspers (NPN) and Prosus (PRX) hold a stake in Tencent, indirectly giving them exposure to TymeBank through Tencent's investment portfolio.

4. British International Investment

- UK's development finance institution, funding financial inclusion projects in Africa.
- Helps expand TymeBank's reach among underserved communities.

5. Apis Growth Fund II & Norrsken22

- Fintech-focused investors supporting TymeBank's African and international expansion.

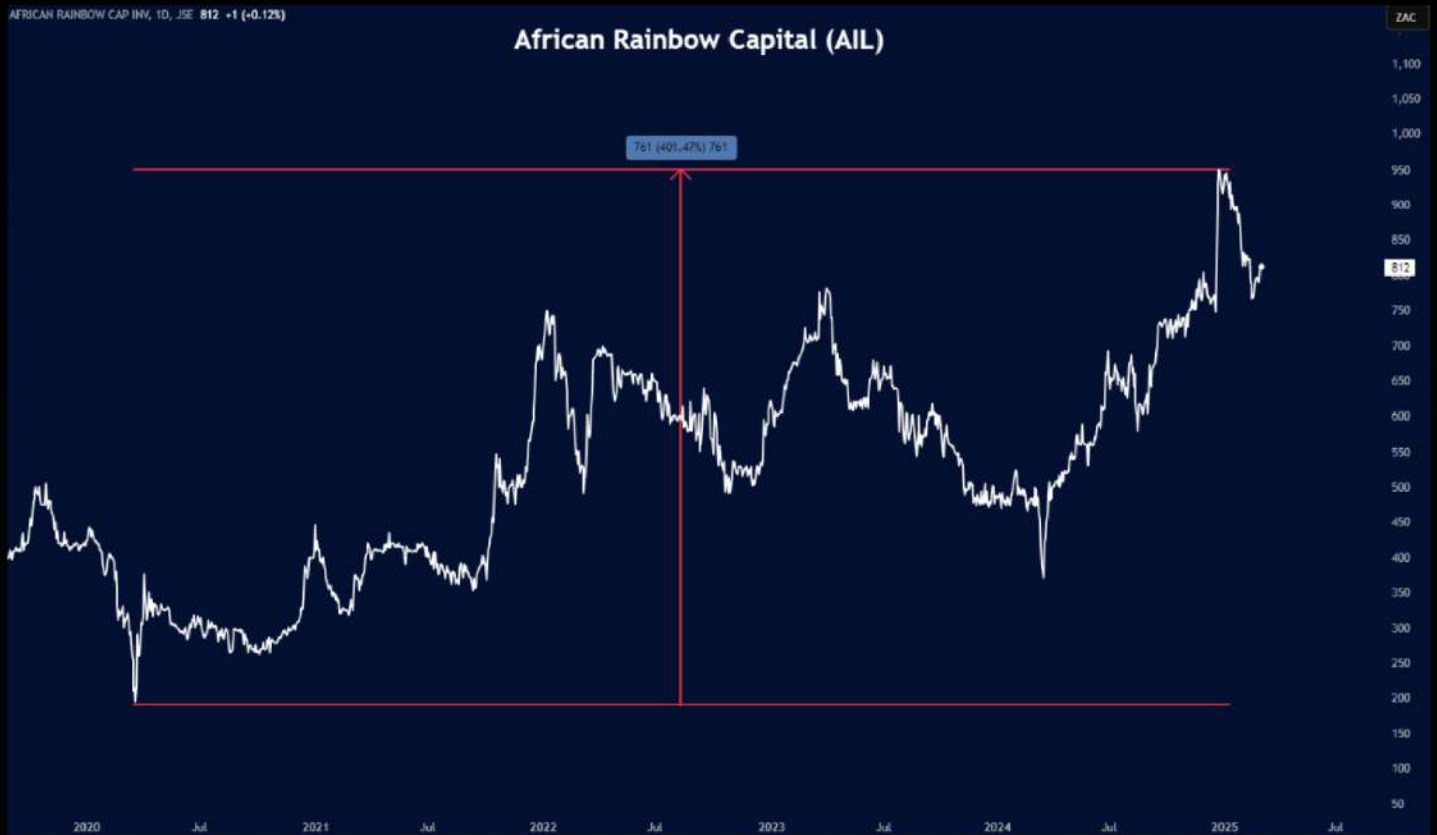
6. Gokongwei Group

- Major Philippines-based conglomerate, partnered with TymeBank to launch GoTyme Bank in Southeast Asia.

TymeBank's Financial Performance & Growth

TymeBank has proven strong financial growth, highlighted by an expanding customer base, increased deposits, and strategic acquisitions. Below are the key financial highlights from the **2024 Annual Report**:

- **Total Customers:** 9.75 million (+29% YoY)
- **Customer Deposits:** R6.29 billion (+55% YoY)
- **Lending Portfolio:** R1.92 billion (+25% YoY)
- **Revenue:** R2.41 billion (+68% YoY)
- **Net Interest Income:** R1.27 billion (+80% YoY)
- **Fee & Commission Income:** R1.12 billion (+59% YoY)
- **Cost-to-Income Ratio:** Improved from 169% to 99%
- **Loss Before Tax:** Reduced by 65% to R330 million
- **Fixed Deposit Product:** R1.77 billion in new investments



African Rainbow share price from March 2020 - Present, representing a 401.47% surge.

CONCLUSION

Potentially Considering Investing in AIL?

African Rainbow Capital (AIL) presents a diversified investment opportunity with significant exposure to high-growth sectors such as digital banking, telecommunications, and financial services. Its largest holding, TymeBank, continues to scale rapidly, demonstrating strong financial performance, increasing customer deposits, and expanding internationally through GoTyme in the Philippines.

With TymeBank now accounting for nearly 30% of AIL's total investment portfolio, alongside other key holdings like Rain and Alexander Forbes, the company is well-positioned to benefit from South Africa's fintech evolution, rising demand for digital financial services, and increased mobile connectivity.

AIL's strategic investments, strong market capitalisation of R1.18 trillion, and commitment to backing technology-driven, scalable businesses make it an attractive option for investors seeking long-term value and exposure to South Africa's evolving financial and digital environment.