Baysec Programme Memorandum Supplementary Information as at December 2025

Indebtedness

The issuer's funding maturity profile at 31 December 2025 is summarised as follows:

	Debt by Class				
Years	**A**	**Warehousing**	**B**	**C**	**D**
0 to 1	640 602 711		139 038 209		
1 to 2	1 041 047 506		448 070 417		
2 to 5	1 235 110 116		405 000 000		
5+			250 000 000		299 000 000
Total	**2 916 760 332**	**-**	**1 242 108 626**	**-**	**299 000 000**

The following Notes have been redeemed:

BAYB01 on 2 April 2012;
BAYA03 on 2 July 2012;
BAYA21 on 31 March 2013;
BAYA02 on 30 June 2013;
BAYA28 on 30 September 2013;
BAYA38 on 31 March 2014;
BAYA40 on 30 September 2014;
BAYA46 on 31 March 2015;
BAYA04 on 30 September 2015;
BAYA05 on 30 September 2015;
BAYA14 on 30 September 2015;
BAYA20 on 30 September 2015;
BAYA22 on 30 September 2015;
BAYA27 on 30 September 2015;
BAYA47 on 30 September 2015;
BAYA48 on 31 March 2016;
BAYA50 on 31 March 2016;
BAYA51 on 6 April 2016;
BAYA52 on 31 March 2016;
BAYB10 on 30 September 2016;
BAYA53 on 30 September 2016;
BAYA54 on 30 September 2016;
BAYA06 on 30 September 2016;
BAYA16 on 30 September 2016;
BAYA17 on 30 September 2016;
BAYA18 on 30 September 2016;
BAYC01 on 31 October 2016;
BAYA19 on 31 December 2016;
BAYB03 on 03 January 2017;
BAYA43 on 31 March 2017;
BAYA44 on 31 March 2017;

BAYB04 on 31 March 2017;
BAYA50 on 31 March 2017;
BAYA23 on 30 June 2017;
BAYA24 on 30 June 2017;
BAYA25 on 30 June 2017;
BAYA08 on 30 June 2017;
BAYA32 on 30 June 2017;
BAYB09 on 30 June 2017;
BAYA26 on 02 October 2017;
BAYA53 on 02 October 2017;
BAYA55 on 01 December 2017;
BAYA33 on 01 December 2017;
BAYA34 on 03 April 2018;
BAYA35 on 03 April 2018;
BAYA36 on 03 April 2018;
BAYA31 on 02 July 2018;
BYA49U on 02 July 2018;
BAYA41 on 01 October 2018;
BAYA39 on 01 October 2018;
BAYA42 on 01 October 2018;
BAYB05 on 01 October 2018;
BAYB06 on 01 October 2018;
BAYA51 on 01 April 2019;
BAYA52 on 01 April 2019;
BAYA45 on 01 April 2019;
BAYA59 on 01 April 2019;
BAYA54 on 30 September 2019;
BAYB07 on 30 September 2019;
BAYB11 on 30 September 2019;
BAYA58 on 30 June 2020;
BAYA60 on 30 June 2020;
BAYA61 on 30 June 2020;
BAYB17 on 30 June 2020;
BAYB08 on 30 September 2020;
BAYA62 on 30 September 2020;
BAYA63 on 30 September 2020;
BAYA65 on 30 September 2020;
BYA68U on 31 October 2020;
BAYA69 on 31 October 2020;
BAYA66 on 31 March 2021;
BAYA70 on 31 March 2021;
BAYA71 on 30 June 2021;
BAYB12 on 30 June 2021;
BYB10U on 30 September 2021;
BAYA73 on 31 March 2022;
BAYA57 on 03 April 2022;
BAYA75 on 01 July 2022;
BAYA76 on 01 July 2022;

BAYA64 on 30 September 2022;
BAYA77 on 30 September 2022;
BAYB18 on 30 September 2022;
BAYB19 on 30 September 2022;
BAYA84 on 31 December 2022;
BAYA67 on 31 March 2023;
BAYA78 on 31 March 2023;
BAYA79 on 31 March 2023;
BAYA80 on 30 June 2023;
BAYA81 on 30 June 2023;
BAYB20 on 30 June 2023;
BAYA91 on 30 June 2023
BYA70U on 31 March 2024;
BAYA87 on 31 March 2024;
BAYA88 on 31 March 2024;
BAYA89 on 30 June 2024;
BAYA90 on 30 June 2024;
BAYA74 on 1 July 2024;
BAYA92 on 30 September 2024;
BAYA93 on 30 Septemebr 2024;
BAYB16 on 30 September 2024;
BAYB21 on 30 September 2024;
BAYB24 on 30 September 2024;
BAYA94 on 30 June 2025;
BAYA95 on 30 June 2025;
BAYB22 on 30 June 2025;
BAYA96 on 30 September 2025;
BAYA97 on 30 September 2025;
BYA101 on 30 September 2025;
BAYB25 on 30 September 2025;
BAYB28 on 30 September 2025.

Capitalisation and Indebtness of the Issuer

Share capital	
Authorised	
45 Ordinary Shares of R20.00 each	R900
100 Non-Redeemable Preference Shares of R1.00 each	R100
Issued	
25 Ordinary shares of R20.00 each	R500
99 Non-Redeemable Preference Shares of R1.00 each	R99

1 Non-Redeemable Preference Share of R1.00 and a share premium of R1 300 000 000	R1 300 000 001

Borrowings

Class A Notes	R 2 916 760 331
Class B Notes	R 1 242 108 626
Class C Notes	R 0
Class D Notes	R 299 000 000
Warehousing Facility	R 0
Current Account	R 222 030 000
Total Capitalisation and Indebtedness	R 4 679 898 957

	Dec-25	Dec-24	Dec-23	Dec-22	Dec-21
Equity	1 162	1 172	1 147	1 287	1 266
Mezzanine	1 242	739	675	712	578
Net Portfolio	3 986	2 780	2 902	3 141	3 078
Equity / Net Portfolio	29.2%	42.1%	39.5%	41.0%	41.1%
Equity + Mezzanine / Net Portfolio	60.3%	68.7%	62.8%	63.6%	59.9%

Liquidity Management

Rm	0-6 months	6-12 months	1-3 years	3-5 years	5+ years	Total
Assets	1 450	798	2 280	1 361	1 177	7 066
Liabilities	612	699	3 141	986	858	6295
Net Cash Surplus/(Deficit)	838	99	(860)	375	318	771
Net cumulative assets	838	938	77	452	771	771

Product

As at 31 December 2025 the gross asset value of the Portfolio of Loan Claims owned by the Issuer but under the Originator's management was R4.9 billion comprising 85,902 loans. Of this:

- R1.160 billion constituted retail loans; and
- R3.766 million constituted payroll loans

The following table depicts the distribution of the Portfolio by each product (based on balances outstanding) over the 12-month period ending 31 December 2025.

	Dec 25	Nov 25	Oct 25	Sept 25	Aug 25	July 25	Jun 25	May 25	Apr 25	Mar 25	Feb 25	Jan 25
Payroll	76.4%	76.1%	75.2%	74.3%	73.5%	72.6%	71.6%	70.8%	70.0%	69.3%	68.7%	68.1%
Retail	23.6%	23.9%	24.8%	25.7%	26.5%	27.4%	28.4%	29.2%	30.0%	30.7%	31.3%	31.9%
Total	**100.0%**	**100.0%**	**100.0%**	**100.0%**	**100.0%**	**100.0%**	**100.0%**	**100.0%**	**100.0%**	**100.0%**	**100.0%**	**100.0%**

The maximum loan amount, where the collection methodology is through payroll deduction, is R248,000 and R250,000 where the instalments are collected *via* debit order.

As at 31 December 2025:

- the average loan amount advanced was R48,644 with an average loan term of 55 months; and
- the remaining term of the Portfolio, on a weighted average basis, was 27 months.

The maximum loan term allowed is 72 months while the minimum term is 6 months.

The table below depicts the Portfolio for the period ended 31 December 2025 and the years ended 31 December 2024 and 31 December 2023:

	Year ended		
Portfolio Metrics	**31-Dec-25**	**31-Dec-24**	**31-Dec-23**
Status			
Number of loans	85 902	72 442	83 748
Gross loans and advances (Rm)	4 926	3 938	4 401
Impairment provision (Rm)	(1 090)	(1 320)	(1676)
Net loans and advances (Rm)	3 836	2 618	2 725
% payroll loans/retail (loans and advances, value)	76/24	68/32	60/40
Value of written off accounts recognised	142	162	177
Average gross loans and advances (Rm)	4 285	4 163	4 597
Originations			
Number of loans originated	22 664	14 347	21 120
Value of loans originated (Rm)	1 384	680	1 092
Average disbursement R	61 059	47 405	51 700
Average term (months, value)	40	49	51

Revenue

The table below sets out a yield analysis of the Portfolio as owned by the Issuer and managed by the Originator measured over the 12-month period ending 31 December 2025.

	Dec 25	Nov 25	Oct 25	Sept 25	Aug 25	July 25	Jun 25	May 25	Apr 25	Mar 25	Feb 25	Jan 25
Interest yield	22.9%	21.9%	21.6%	21.7%	22.1%	21.1%	21.2%	20.7%	20.3%	21.1%	20.2%	19.5%
Cost of Funding	12.3%	11.5%	11.6%	11.6%	12.2%	11.3%	12.2%	10.8%	10.8%	11.0%	10.9%	10.9%
Net Yield	10.6%	10.4%	10.0%	10.1%	9.9%	9.8%	9.1%	9.9%	9.5%	10.1%	9.3%	8.7%

Credit

The following table reflects the loan originations Portfolio for the years ended 31 December 2025, 31 December 2024, 31 December 2023:

	Year ended		
Loan Originations	**31 Dec 25**	**31 Dec 24**	**31 Dec 23**
Number of loans originated	22 664	14 347	21 120
Value of loans originated (R'000)	1 383 834	680 125	1 091 907
Average disbursement R	61 059	47 405	51 700
Average term (months, value)	40	49	51

Collections

The following table reflects the Portfolio's ageing over the 12-month period ending 31 December 2025:

Months	Dec-25	Nov-25	Oct-25	Sep-25	Aug-25	Jul-25	Jun-25	May-25	Apr-25	Mar-25	Feb-25	Jan-25
Current	72.86%	72.32%	72.04%	70.76%	68.46%	63.24%	62.05%	63.09%	61.64%	60.71%	60.16%	61.33%
01-30	2.36%	2.73%	2.41%	2.68%	3.06%	3.44%	4.33%	3.10%	3.19%	3.48%	4.13%	3.62%
31-60	1.97%	1.79%	1.92%	2.17%	2.46%	2.72%	2.37%	2.11%	2.50%	2.80%	2.74%	2.34%
61-90	1.57%	1.63%	1.75%	1.81%	2.14%	2.07%	1.89%	1.91%	2.11%	2.23%	2.09%	1.93%
91+	21.24%	21.54%	21.87%	22.58%	23.88%	28.53%	29.36%	29.79%	30.55%	30.78%	30.88%	30.78%
Total	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

The following table reflects the performing loans and non-performing loans ("NPL's") of the Portfolio, owned by the Issuer and managed by BFS, reflected as a percentage of the gross Portfolio and measured over the 12-month period ending 31 December 2025-

Loan status	Dec-25	Nov-25	Oct-25	Sep-25	Aug-25	Jul-25	Jun-25	May-25	Apr-25	Mar-25	Feb-25	Jan-25
Performing	78.8%	78.5%	78.1%	77.4%	76.1%	71.5%	70.6%	70.2%	69.4%	69.2%	69.1%	69.2%
Non-performing	21.2%	21.5%	21.9%	22.6%	23.9%	28.5%	29.4%	29.8%	30.6%	30.8%	30.9%	30.8%
Total	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

PORTFOLIO DISTRIBUTION

Portfolio Summary

			Product		
Area	**Metric**		**Payroll**	**Retail**	**Total / weighted average**
Financial	% (value)		76,4%	23,6%	100,0%
	Accounts (no)		55 234	30 668	85 902
	Average balance (R)		68 175	37 831	57 342
	Gross value (Rm)		3 766	1 160	4 926
	Bad debt Provision (Rm)		333	757	1 090
	Bad debt Provision (%)		8,8%	65,3%	22,1%
	Net value (Rm)		3 433	403	3 836
	Initial loan (R)	Ave	83 892	42 989	67 543
		Max	250 000	248 000	250 000
	Ave Interest rate (%)		26.1%	29.1%	26.8%
Term	Remaining (months)		34	2	27
Profile	Age (years)		44	55	47
	Male (%)		60%	55%	59%

Total cost of credit (TCOC)

The table below demonstrates the payoff between risk and yield, where the higher risk retail loan product earns a higher interest yield, than the lowest risk payroll product.

Interest yield %	Payroll	Retail	Total
<20%	1.40%	0.25%	1.13%
20-25	25.20%	4.49%	20.30%
25-30	73.40%	60.74%	70.41%
30-35	0.00%	32.16%	7.6%
35-40	0.00%	1.59%	0.38%
>40	0.00%	0.78%	0.18%

Original term

Months	Payroll	Retail	Total
0-6	0.12%	0.25%	0.15%
6-12	0.77%	0.70%	0.94%
12-24	2.49%	6.64%	4.06%
24-36	4.54%	6.77%	6.14%
36-48	7.63%	15.20%	11.23%
48-60	47.35%	35.00%	55.63%
60+	13.45%	35.44%	21.84%

Remaining term

The remaining term on the retail portfolio has reduced due to the cessation in 2023 of originations into the portfolio.

Months	Payroll	Retail	Total
0-6	8.07%	92.70%	28.11%
6-12	6.00%	2.74%	4.98%
12-24	17.26%	2.23%	13.70%
24-36	21.25%	1.32%	16.53%
36-48	21.62%	1.01%	16.74%
48-60	22.68%	0.00%	17.40%
60+	3.11%	0.00%	2.52%

Geographical

Loans are concentrated in Gauteng according to national GDP distribution.

Province	Payroll	Retail	Total
Eastern Cape	11%	11%	11%
Free State	6%	6%	6%
Gauteng	32%	32%	32%
Kwazulu-Natal	18%	16%	18%
Limpopo	7%	6%	7%
Mpumalanga	5%	6%	5%
Northern Cape	1%	3%	1%
Northwest	12%	5%	11%
Western Cape	8%	16%	9%

Seasoning

The seasoning of the Portfolio has reduced over the preceeding 12 months as a result of increased origination levels and the purchase of assets from the Bayport Tutari warehousing structure –

	202512	202511	202510	202509	202508	202507	202506	202505	202504	202503	202502	202501
Average seasoning (months)	37.6	37.5	38.0	38.6	40.8	48.2	49.1	49.3	49.4	49.2	48.9	48.7

Seasoning as at 31 December 2025 –

Months	Payroll	Retail	Total
0-6	28.0%	0.0%	21.4%
6-12	12.5%	0.0%	9.5%
12-24	16.7%	0.0%	12.8%
24-36	20.4%	0.2%	15.6%
36-48	14.3%	1.5%	11.3%
48-60	6.2%	0.9%	4.9%
60+	1.9%	97.4%	24.5%

Number of accounts

	202512	202511	202510	202509	202508	202507	202506	202505	202504	202503	202502	202501
Number of accounts	85 902	86 617	86 239	85 432	82 124	71 487	70 550	70 427	70 353	70 650	70 871	71 741