



Registrasie nommer: 2023/570575/21

**Paytec Services (Pty) Ltd
Reg. nr. 2018/017733/07**

**Examination of Management Assertions
Reserve Account Report – Paytec Services Africa (Pty) Ltd
Rand Token (ZARZ)**

**For the period 1 February to 29 February 2024 at 12PM South African Standard Time
(SAST)**

With Independent Account's Report

**Paytec Services (Pty) Ltd
Stellenbosch, South Africa
Reg. nr. 2018/017733/07**

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INDEPENDENT ACCOUNTANT'S REPORT

Paytec Services (Pty) Ltd
Reg. nr. 2018/017733/07

We have examined the management of Paytec Services (Pty) Ltd below assertions. Paytec Services (Pty) Ltd.'s management is responsible for its assertions. Our responsibility is to express an opinion on management's assertions based on our examination. Management's assertions, which are summarized in the attached report, (hereafter referred to as the "Reserve Accounts Report"), which we examined are as follows:

- The Reserve Accounts Report refers to the total supply of Paytec Services (Pty) Ltd as at the end of each day of February 2024 at 12pm. Such ZARZ, (which also represents the total circulating supply) as denoted under account GDWD35KCD27CFZBA4ABYRN3FCHXU4AAEBY6XIFMI4SN6UVSSFON5FCJZ at 2 decimals on the end of each day of February 2024 at 12PM SAST. (the "Report Date and Time") is as shown in , as reported by the Stellar Expert and is internally maintained and operated on the Stellar Network. Stellar Expert is a trusted third-party application which provides the user with aggregated data on the Stellar Network activities.
- The Reserve Accounts Report refers to the accounts held by the Company at South African depositary institutions to which cash is swept pursuant to a certain deposit placement agreement. The ZAR balance is at least equal to or greater than the Stellar balance at each Report Date and Time. This does not contemplate the impact of outstanding checks/wires, deposits in transit or other reconciling items.
- The total ZAR supply, for which each Rand is assigned a redemption value, strictly pegged a 1:1 to the South African Rand by the Company, does not exceed the balance of the Reserve Accounts reported below.

Our examination was conducted in accordance with the International Standard on Related Services (ISRS 4400) applicable to agreed-upon procedures engagements. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether management's assertions are fairly stated, in all material respects. The nature, timing, and extent of the procedures selected depend on our judgement, including an assessment of the risks of material misstatement of management's assertions whether due to fraud or error.

In performing our risk assessment, we considered the Company's internal controls relevant to the aforementioned assertions, in order to design procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. Accordingly, we did not test the operating effectiveness of such controls and express no such opinion on such controls.

We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

We direct your attention to the accompanying notes of the Reserve Accounts Report for risks and uncertainties related to cryptocurrencies and background information provided by management. We have not audited, reviewed, or performed any procedures to provide assurance with respect to these notes. Accordingly, we provide no opinion conclusion or any other form of assurance with respect to these accompanying notes to the Reserve Accounts Report.

The expressed examination opinion on the above assertions is limited solely to the Reserve Accounts Report at the Report Date and Time noted above. Any activity prior to or after February 2024 at 12pm SAST was not considered when testing the assertion described above. In addition, we have not performed any procedures or provided any lever of assurance on the financial or non-financial activity of the Reserve Accounts Report on dates and times other than the Report Date and Time noted withing this report.

In our opinion, management's assertions noted above are fairly stated as at the end of each day of February 2024 12PM SAST, in all material respects.

G.H. Meyer
DIRECTOR
Schoeman Coetzee Inc.

Date

RESERVE ACCOUNTS REPORT

Paytec Services (Pty) Ltd
Stellenbosch, South Africa

For the Period 1 February – 29 February 2024 at 12PM SAST (hereafter “Report Date and Time”)

The management of the Company hereby makes the following assertions as of the Report Date and Time:

1. The total supply of Paytec Services Rand tokens (“ZARZ”) (which also represents the total circulating supply) as issued by account GDWD35KCD27CFZBA4ABYRN3FCHXU4AAEBY6XIFMI4SN6UVSSFON5FCJZ at 2 decimals at the Report Date and Time is as set out in Annexure 1, as reported by the Stellar Expert operated on the Stellar Network. Stellar Expert is a trusted third-party application which provides the user with aggregated data of the Stellar Network activities.
2. The Reserve Accounts Report refers to the accounts held by the Company at a trusted South African depository institution where all ZAR reserves backing ZARZ are held in a trust account. The ZAR balance is at least equal to or greater than the Stellar Balances set out in Annexure 1 at the Report Date and Time. This does not contemplate the impact of outstanding checks/wires, deposits in transit or other reconciling items.
3. The total ZARZ supply, for which each ZARZ is assigned a redemption value of R 1 by the Company, does not exceed the balance of the Reserve Accounts reported above.

To the best of the knowledge and belief of the undersigned, the information contained in the Reserve Accounts Report as of February 2024 is accurate and complete.

DIRECTOR
Paytec Services (Pty) Ltd

Date: _____



**SCHOEMAN
COETZEE**

Value Added Auditing Made Personal

Registrasie nommer: 2023/570575/21

ANNEXURE 1

Paytec Services (Pty) Ltd
Stellenbosch, South Africa

Daily Balances as Per Stellar

Date	Stellar
2024/02/01	-
2024/02/02	-
2024/02/03	-
2024/02/04	-
2024/02/05	-
2024/02/06	-
2024/02/07	-
2024/02/08	-
2024/02/09	-
2024/02/10	-
2024/02/11	-
2024/02/12	-
2024/02/13	-
2024/02/14	-
2024/02/15	-
2024/02/16	-
2024/02/17	-
2024/02/18	-
2024/02/19	1 421,80
2024/02/20	1 421,80
2024/02/21	1 546,80
2024/02/22	1 930,80
2024/02/23	2 509,92
2024/02/24	2 509,92
2024/02/25	2 509,92
2024/02/26	2 689,92
2024/02/27	2 821,92
2024/02/28	2 721,92
2024/02/29	2 591,92