

# PayFi Strategy Token (\$PST)

Asset Onboarding Assessment

Date: April 3, 2026



## Executive Summary

PayFi Strategy Tokens (\$PST/\$mPST) represent tokenized exposure to Huma Global Ltd.'s short-duration payment financing operations, delivering real-world yields through revolving credit facilities to regulated payment companies primarily via Arf Financial.

PST generates yield from essential cross-border payment settlement and card financing infrastructure real-world fee income from businesses accessing instant liquidity, not speculative crypto yields. The protocol has originated \$5.34B across 2,034 loans since November 2022 with zero write-offs. Transaction volume has grown to \$11.76B all-time and total active liquidity stands at \$169.6M.

🔒 Recommendation: Approved for listing. Borrow cap set at \$25M reflecting \$5M DEX liquidity.

## Protocol Overview

Attribute	Details
Asset Type	Yield-bearing RWA token (PayFi lending, short-duration credit)
Blockchain	📌 Solana (SPL token)
Total Active Liquidity	\$169.6M
PayFi Assets Deployed	\$126.7M (74.7% of TVL)
Liquid Buffer	\$42.9M (25.3% of TVL)
Current APY	8% (\$PST)
Token Distribution	📌 135.9M PST (Classic, 98.1%)   2.67M mPST (Maxi, 1.9%)
Depositors	115,601
Median Redemption Time	7.0 hours (7-day median)
Loan Book (Data Room)	\$5.34B originated   2,034 loans   Nov 2022–Feb 2026   96.4% on-time
Avg Loan Tenor	7 days (revolving, USDC-denominated)
DEX Liquidity	📌 \$5M PST-USDC (Orca)
Issuer	Huma Global Ltd. (British Virgin Islands) via Arf Financial
Auditor	Halborn (March 2025) — 0 Critical/High findings, all resolved
Eligible Investors	Non-U.S. per protocol terms; AML/CFT screening via Chainalysis

## Loan Book

The following headline figures are drawn from Huma's loan book:

- \$5.34B originated across 2,034 loans (Nov 2022 – Feb 2026)
- 7-day average tenor — revolving, USDC-denominated
- 16 active clients

## Confidential Diligence

As part of this assessment, the team was granted privileged access to Huma's confidential data room and conducted diligence materially beyond what is disclosed in this document. This included:

- Full loan-level transaction history across all clients (Nov 2022 – Feb 2026)
- Per-client volume, tenor, repayment performance, and net interest spread data
- Borrower composition, draw frequency, and facility utilization patterns
- Historical yield and fee income breakdown by client tier
- Internal Arf Financial operational and underwriting documentation

The findings from this deeper diligence informed our risk ratings and integration parameters. Material non-public information obtained through this process is subject to a non-disclosure agreement and is not included in this document. External readers should note that the conclusions herein reflect a more complete picture of the underlying book than the publicly available data alone would support.

## Risk Analysis

Risk Factor	Rating	Commentary
Credit / Default	Low ✓	No write offs in 3.5 years. Short 7-day tenor provides continuous re-underwriting.
DEX / Liquidity	Low ✓	\$5M PST-USDC on Orca. 15–20% liquid buffer on-chain. 7-hours median redemption time. Max ~3 days during stress.
Legal / Structure	Low ✓	BVI/Cayman structure. Not regulated as financial services in BVI. Separate entity from Huma Technologies LLC. Bankruptcy remote per protocol design.
Smart Contract	Low ✓	Halborn March 2025 audit: 0 Critical, 0 High findings. All findings resolved. Solana SPL standard.
Oracle	Low ✓	Pyth Network Redemption Rate model — 10 professional quoters. RR structure captures actual redemption value.
Regulatory	Medium	Cross-border payment sector subject to evolving regulation. BVI/Cayman regulatory evolution possible. No U.S. exposure structurally.

### A. Credit / Default Risk

The loan book validates an exceptional credit quality record: Zero write-offs in 3.5 years of operation against \$5.34B in loan volume. The 7-day revolving structure means the portfolio turns over ~5x per year, providing continuous re-underwriting of counterparty risk. Short tenor and revolving structure significantly compress credit duration risk relative to traditional lending.

### B. Liquidity Risk

DEX liquidity on Orca stands at \$5M (PST-USDC pool), sufficient to handle most liquidation events without significant slippage. The protocol maintains 15–20% of assets in liquid DeFi buffers for immediate redemption. The median redemption time is 7.0 hours, with a maximum observed of ~3 days during stress periods.

### C. Structural / Legal Risk

Huma Global Ltd. (BVI) is the issuer; the PayFi Foundation (Cayman Islands) provides the bankruptcy-remote asset protection structure. The two entities are legally separate. Huma Global Ltd. is not regulated as a financial services company in BVI and operates under established BVI legal frameworks. For protocol integration where \$PST is used as collateral, the token holder protection structure is the operative consideration.

### D. Smart Contract Risk

Halborn completed a comprehensive audit in March 2025, returning zero Critical and zero High severity findings. All findings were resolved prior to final sign-off. The token is implemented as a Solana SPL standard token, reducing integration complexity. Pyth Network provides the oracle via a Redemption Rate (RR) feed — a structure designed for yield-bearing assets that captures actual redemption value rather than speculative market pricing.

### E. Regulatory Risk

The cross-border payment sector operates under evolving regulatory frameworks across multiple jurisdictions. BVI/Cayman regulatory evolution could affect the issuer structure. No U.S. investor exposure by design; AML/CFT compliance is enforced via Chainalysis screening at deposit.

## Integration Recommendation & Parameters

\$PST is approved for listing as a collateral asset with the parameters below.

Parameter	Value
LTV Ratio	87%
Liquidation Threshold	89%
Liquidation Penalty	2%
Max Borrow Cap	\$25M
Oracle	Cross-border payment sector subject to evolving regulation. BVI/Cayman regulatory evolution possible. No U.S. exposure structurally.

## Outstanding Conditions & Monitoring

- Continued monitoring of Arf Financial's regulatory standing in its operating jurisdictions.
- Liquid buffer floor: Monitor that on-chain liquid assets remain above 15% of TVL on a quarterly basis.

## Conclusion

PayFi Strategy Tokens present a compelling collateral profile: short-duration revolving credit to regulated payment companies, an exceptional credit track record, real-world yield uncorrelated to crypto market cycles, and sufficient DEX liquidity to support orderly liquidations at the proposed borrow cap.

**Approved for listing, LTV 87%, liquidation threshold 89%, borrow cap \$25M.**