



Instant Payments Regulation

Empowering Financial Innovation with Instant Payments

The EU has achieved a political concord on **legislation for Instant Payments (IP)**, seeking to enhance the accessibility of immediate euro-denominated payment choices throughout the EU and the European Economic Area. Payment Service Providers (PSPs) are compelled to quickly pour **investment into tech infrastructure** and **smoothen their procedures** to align with the prescribed deadlines and technical criteria for deployment. Despite being confronted with a tremendous challenge, the potential that can be unveiled is manifold, especially in combination with overlay services.

European PSPs face the following timeline:



Mandate for PSPs

All PSPs offering Euro Credit Transfers must enable both the initiation and reception of Instant Payments in Euro, accessible 24/7, year-round.

Charges

The fees imposed by PSPs for executing Euro Instant Credit Transfers must not exceed those charged for former, non-instant Credit Transfers.

4 Action Areas

IBAN name check

PSPs are required to provide "Payee Verification" at no cost to confirm the account name matches provided payer information as a protective measure.

Sanction Screening

PSPs are mandated to conduct daily reviews of customer data to detect any matches with EU sanctions lists. These checks must also promptly be performed for list updates.

Some benefits that might be introduced through instant payments:



Digitalization Acceleration

- ✓ Transaction speed
- ✓ Digital transformation



Competitive Drive and Innovation

- ✓ Fueling competition
- ✓ Fostering innovation



Enhanced Products and Services

- ✓ Customer focused
- ✓ Competitive advantage

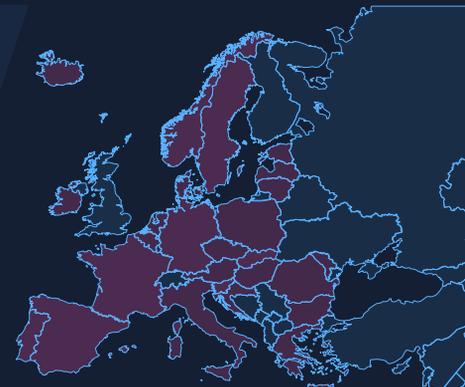


Improved Customer Experience

- ✓ Avoidance of late fees
- ✓ Service satisfaction

As your trusted partner in Instant Payments, we can help you with:

- ✓ **Early implementation of AI solutions.** Implementation of AI systems meeting new requirements for enabling smooth delivery of Instant Payment functions.
- ✓ **Proactive Management.** From strategy over design to the final execution, we cover the whole chain.
- ✓ **Regulatory Compliance.** Development of short and long-term measures to ensure compliance with upcoming legal standards at an early stage.



The legislation of Instant Payments will affect EU and SEPA countries in particular.