

*Instant Payments :
The New Normal
e' necessario rivoluzionare i
pagamenti di oggi ?*

Workshop Innovation & Payments

Payvolution, Milano 9 novembre 2016



**TAS Group: cosa
c'è di nuovo**

- Welcome del Presidente Dario Pardi
- TAS Group ieri – oggi – domani
- TAS e gli Instant Payments

**Overview di
mercato
e lessons
learned dei First
Movers**

- Intervento a cura di David Bannister –
Principal Analyst | Financial Services
Technology | Ovum

**IP nel
day by day dei
consumatori
italiani**

- Intervento a cura di Geronimo Emili -
Cashlessway

Q & A

Instant Payments

David Bannister

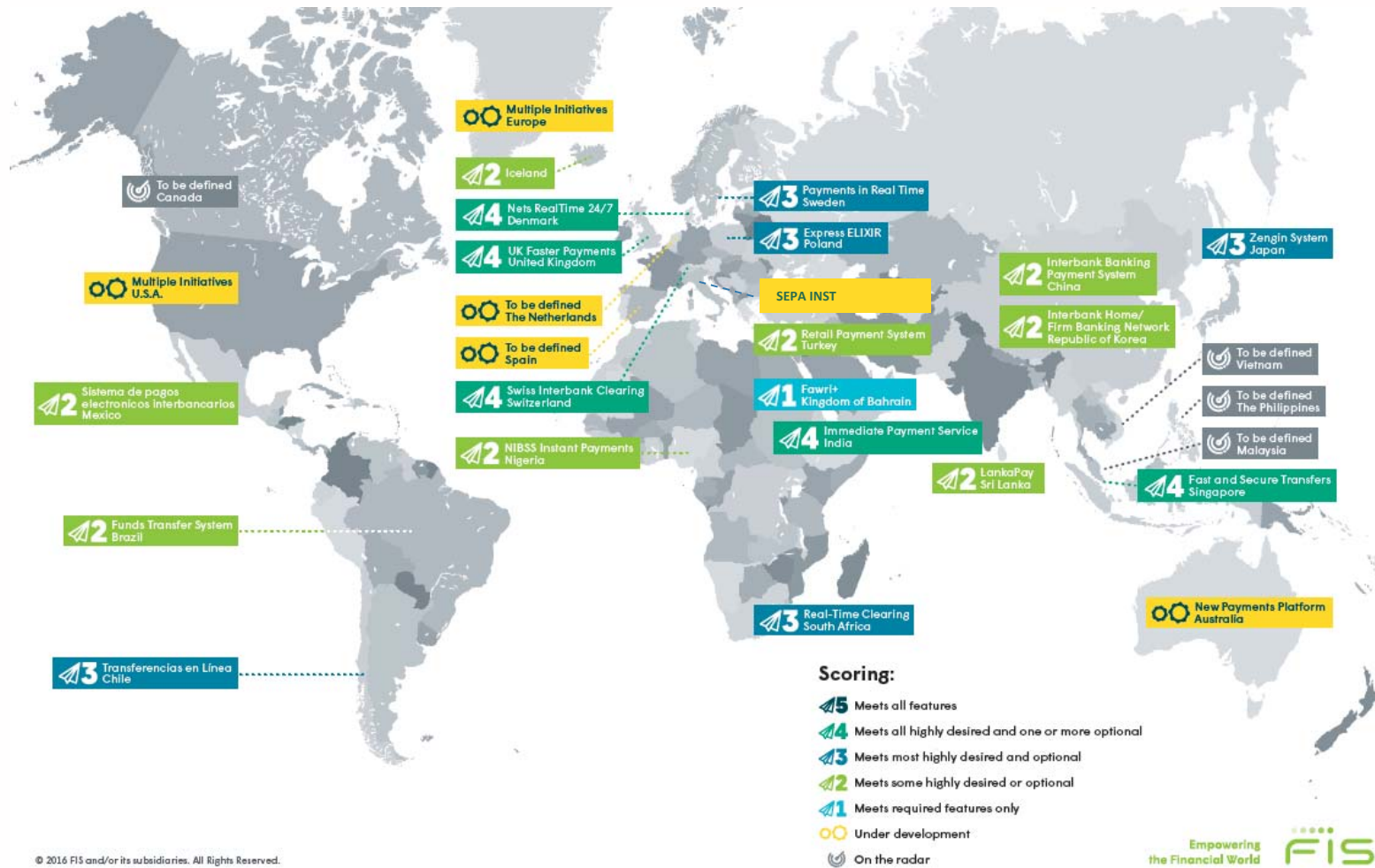
Milan, 9-11-2016, Payvolution

Agenda



- Immediate Payment Initiatives around the world #
- The SEPA Inst pan-European initiative
- Lessons learned in 8 years of Faster Payments in the UK
- Impact of Immediate Payment availability for different scenarios

There are developments or deployments in most major markets



© 2016 FIS and/or its subsidiaries. All Rights Reserved.

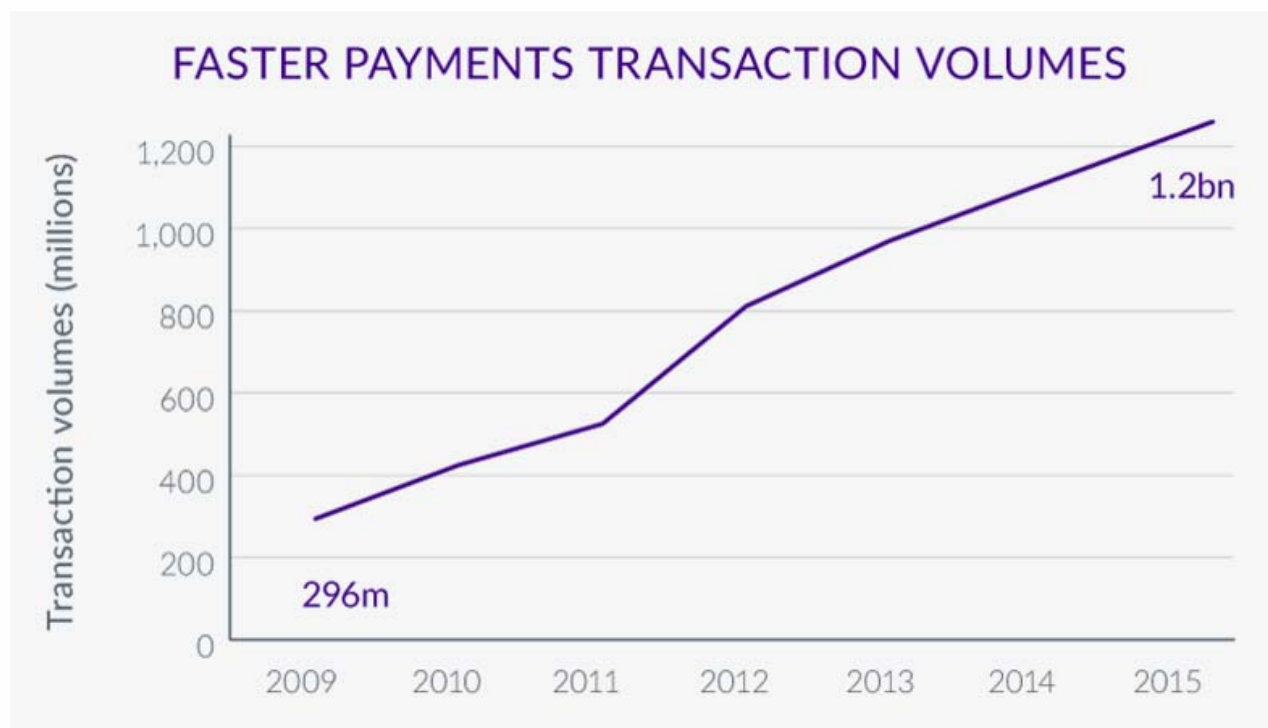


Attention is turning to cross-border interoperability

- SEPA Inst project
 - Transaction of up to €15,000 within 10 seconds across the SEPA zone by November 2017
- Broader standards issue with IP interoperability
 - Majority of new schemes are being built on the ISO20022 standard, which will help interoperability if not solving it entirely
- A lack of a rulebook would also be challenging in practice
 - Governance questions need to be resolved
 - Settlement risk remains a key challenge



The UK has been live since 2008 and volumes have grown strongly



Figures to June 2016

- 1.36bn total transactions (up 14%)
- 804m individual payments (up 20%)
- Cheques: 375m (down 14%)



UK Payment Statistics September 2015-16

	Volumes			Values (£m)		
	October 2015	September 2016	% Change	October 2015	September 2016	% Change
BACS						
Direct Credits	185,543	187,212	1%	280,954	327,081	16%
Direct Debits	341,723	359,100	5%	105,663	112,168	6%
Total	527,265	546,312	4%	386,617	439,249	14%
CHAPS						
Retail and Commercial (MT103)	2,543	2,581	1%	1,437,392	1,670,166	16%
Wholesale Financial (MT202)	714	734	3%	4,752,797	4,935,424	4%
Total	3,257	3,315	2%	6,190,189	6,605,590	7%
Faster Payments Scheme						
Standing Order Payments	29,198	30,379	4%	8,939	9,779	9%
Single Immediate Payments	64,363	76,076	18%	54,202	62,243	15%
Forward Dated Payments	15,288	16,317	7%	27,457	29,802	9%
Return Payments	214	239	12%	97	92	-5%
Total	109,063	123,013	13%	90,694	101,917	12%
Cheque & Credit Clearing						
Cheques	33,861	27,427	-19%	37,459	31,776	-15%



Retail overlay services are showing some interesting use-cases

P2P



- Leverage the Mobile Proxy database to remove issue over reaching recipients
- Doubling every six months
- £146m sent in July 2016 – more than in all of 2015

Point of Sale/ Person to Merchant

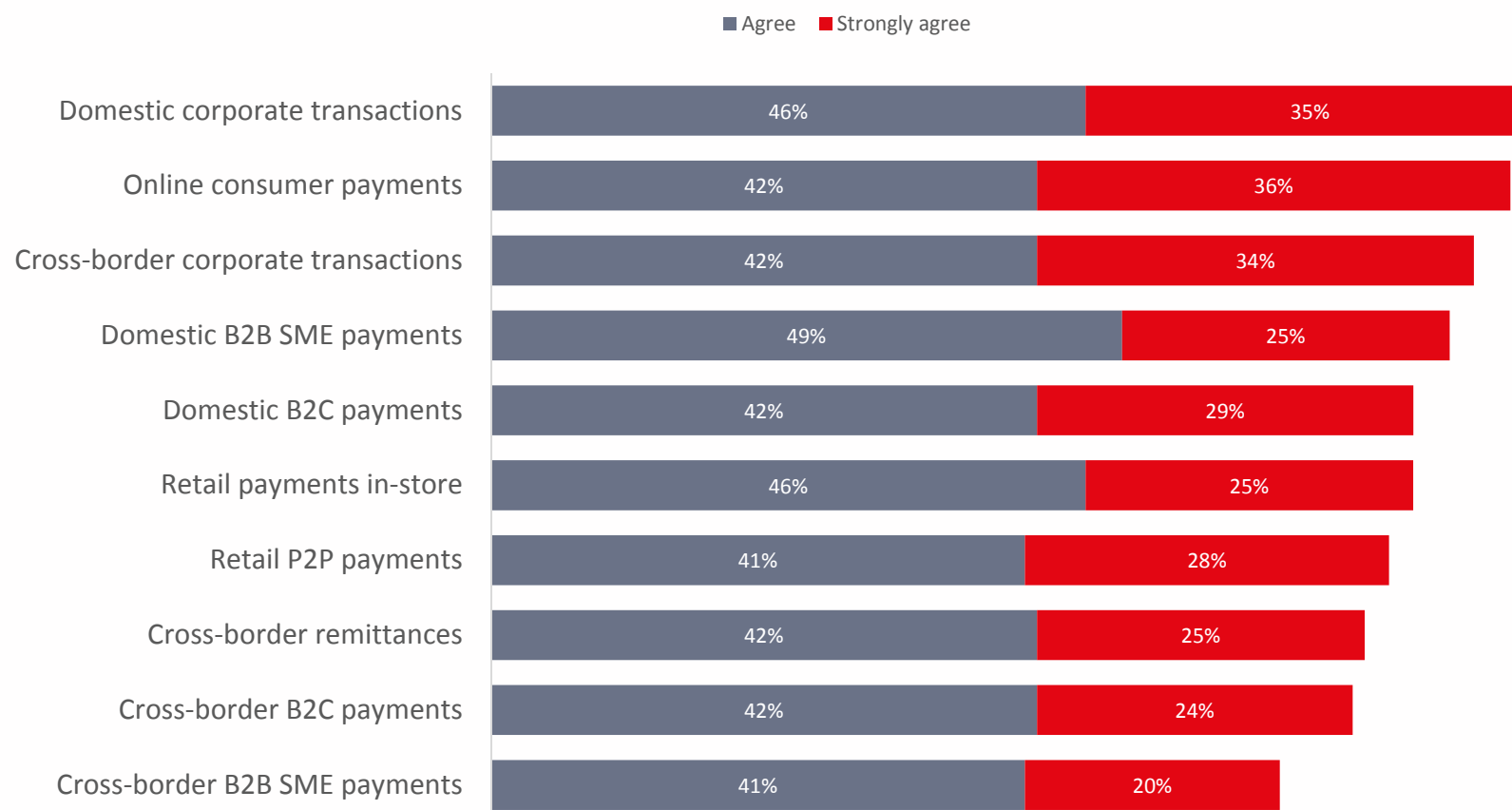


- 3 million Danes use the app regularly
- \$11,250 transferred per minute in Q2 2016
- 60% of tickets bought via state railway's app

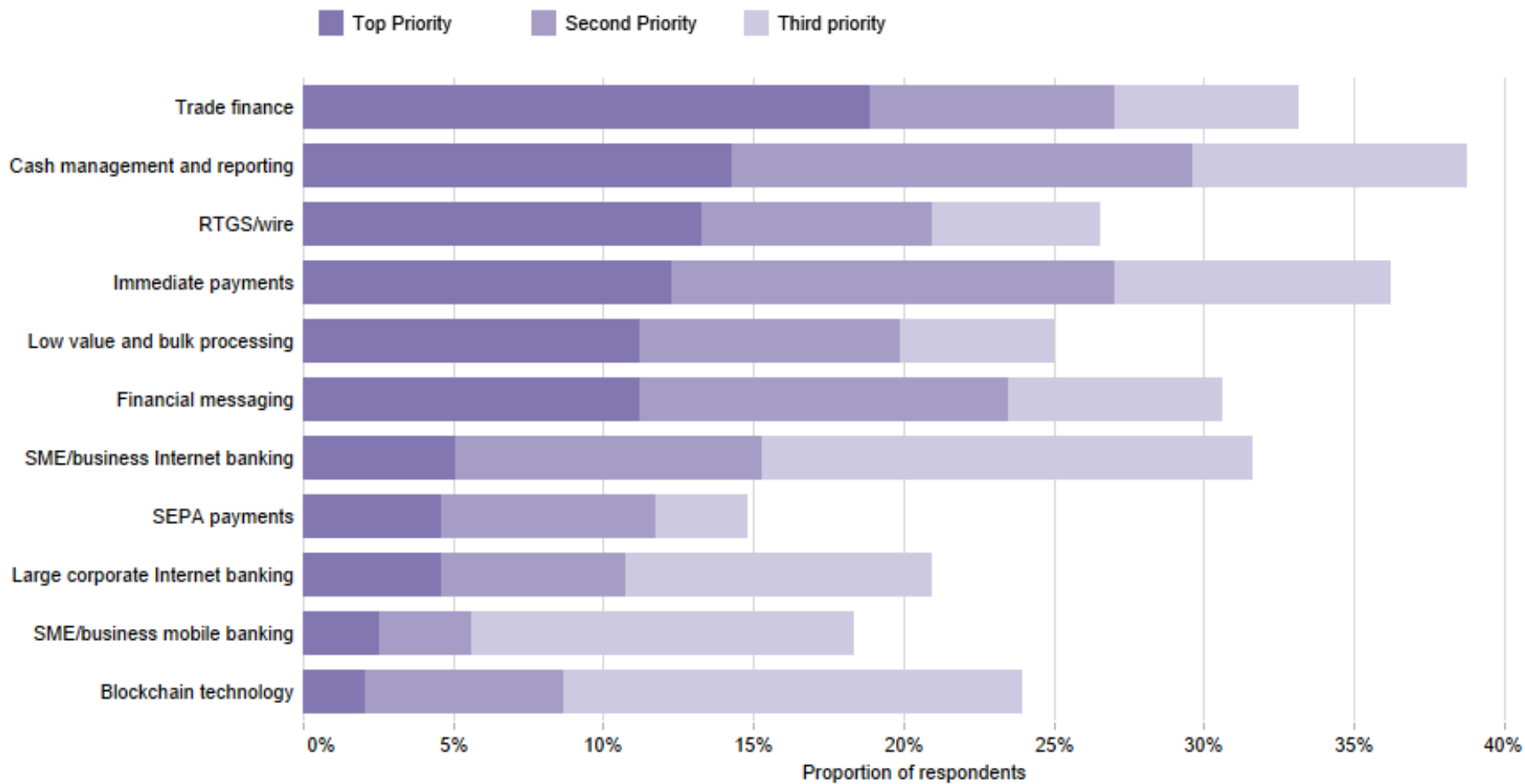


Banks view this as a means to re-shape the customer experience

“Please indicate your degree of agreement that immediate payments infrastructure creates business opportunities in the following areas”



IP is a clear focus areas for corporate/SME banking functions



Copyright notice and disclaimer

The contents of this product are protected by international copyright laws, database rights and other intellectual property rights. The owner of these rights is Informa Telecoms and Media Limited, our affiliates or other third party licensors. All product and company names and logos contained within or appearing on this product are the trademarks, service marks or trading names of their respective owners, including Informa Telecoms and Media Limited. This product may not be copied, reproduced, distributed or transmitted in any form or by any means without the prior permission of Informa Telecoms and Media Limited.

Whilst reasonable efforts have been made to ensure that the information and content of this product was correct as at the date of first publication, neither Informa Telecoms and Media Limited nor any person engaged or employed by Informa Telecoms and Media Limited accepts any liability for any errors, omissions or other inaccuracies. Readers should independently verify any facts and figures as no liability can be accepted in this regard - readers assume full responsibility and risk accordingly for their use of such information and content.

Any views and/or opinions expressed in this product by individual authors or contributors are their personal views and/or opinions and do not necessarily reflect the views and/or opinions of Informa Telecoms and Media Limited.

