

## Approved Minutes 5<sup>th</sup> meeting MSG MSCT Plenary 26 February 2019

**Circulation:** MSG MSCT  
**Restricted:** No

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### 1. Welcome and opening of the meeting

The Co-Chairs opened the meeting and welcomed the participants to the 5<sup>th</sup> meeting of the ad-hoc multi-stakeholder group on mobile initiated SEPA credit transfers, including SCT Instant (MSG MSCT). D.-I. Flatraaker thanked P. Spittler and EuroCommerce for offering the meeting facilities.

### 2. Roll call of delegates

The list of participants to the meeting may be found in Annex I.

### 3. Approval of the agenda

The proposed meeting agenda (MSG MSCT014-19v0.2) was reviewed on screen and subsequently approved.

### 4. Approval minutes 4th MSG MSCT meeting

The draft minutes of the 4<sup>th</sup> Plenary meeting (MSG MSCT 062-18v0.2) held on 13 December 2018 were reviewed on screen. The minutes were approved and will be distributed as version 1.0. The approved minutes will also be published under the dedicated section on the EPC website.

Next the action points were reviewed – their status is reflected in the list below:

Ref. AP	Action	Owner	Status/Due date
2.5	To add a re-discussion one-leg transactions once clarified by the SEPA SCT schemes to the agenda	M. De Soete	In due time/Open
2.6	To put a review on blocking factors w.r.t. retail services before finalisation of the MSCT IIGs on the agenda	M. De Soete	In due time/Closed
2.9	To check on the specifications for the QR code in Singapore and India	M. De Soete	In due time/Closed
3.12	To put the topic of decoupled versus in-app MSCTs on the agenda of the next WS Risk & security meeting	M. De Soete	In due time/Postponed till next WS meeting

3.13	To enter the question reflected in MSG MSCT040-18 into the EBA Q&A tool	M. De Soete	ASAP/On hold
4.1	Distribute the ERPB statement and status report on SCT Instant	M. De Soete	ASAP/Closed
4.2	To distribute the link to EBA opinion document on usage of eIDAS and document from API EG on eIDAS	M. DE Soete	ASAP/Closed
4.3	To provide further info on the ERPB work on SCT Instant	M. Plooij	In due time/Closed
4.4	To distribute the Westhafen presentation	M. De Soete	ASAP/Closed
4.5	To update the document on MSCT use cases with changes agreed at the meeting and distribute for review to MSG MSCT and MSCT Interest Group	M. De Soete	By 19 December 2018/Closed
4.6	To review the document MSCT use cases	All MSG members	By 14 January 2019/Closed
4.7	To request P. Martino to update MSG MSCT 014-18 before next WS MSCT use cases meeting	M. De Soete	In due time/Closed
4.8	To distribute MSG MSCT 058-18	M. De Soete	ASAP/Closed
4.9	To check on Q&A on PISP request to check funds available with payer's ASPSP (MSG MSCT 058-18) and applicability of SCA	R. Romme	ASAP/Closed, see agenda item 9
4.10	To check on Q&A related to MSG MSCT 040-18 (Exemptions SCA for MSCTs)	R. Romme	ASAP/Closed, see agenda item 9
4.11	To launch a call for additional nominations for the WS Risk & Security	M. De Soete	ASAP/Closed – no nominations received
4.12	To further populate the MSCT IIGs and integrate the MSCT use cases	M. De Soete	By mid Feb 2019/Closed
4.13	To distribute the article in Reuters as follow-up on ERPB recommendation ERPB/2015/rec16	M. De Soete	ASAP/Closed

4.14	To update the meeting agenda	M. De Soete	Closed
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Related to AP2.5, the group was informed that this topic is currently being discussed within the EPC and feedback would be provided in due time.

#### **5. New ERPB WG on Instant Payments at POI**

The group was informed about the establishment of a new ERPB working group on instant payments at POI, following the last ERPB Board meeting in November 2018. The mandate of the group (ERPB Inst@POI 02-19) was distributed prior to the MSG MSCT meeting and reviewed on screen. The work in this new ERPB group would follow a two-step approach: (i) conduct a stocktaking of existing and planned end-user solutions for SCT Inst based POI payments through Eurosystem and (ii) on the basis of the stock-taking outcome analyse in detail the barriers to pan-European reach and usability, and determine what would be required to overcome such barriers to enable SCT Inst based POI payments, focusing in particular on requirements for harmonisation/ standardisation/ interoperability. This second step would complement and take into account the draft MSG IIGs.

The new ERPB working group held its inaugural meeting on 11 February 2019 and agreed to develop a dedicated questionnaire for the stocktaking exercise that should be finalised by end March 2019. Inputs would be collected by mid-April 2019 in order to prepare a report for the ERPB Board meeting in June 2019.

#### **6. New EPC ad-hoc multi-stakeholder group on Request-to-Pay**

The group was informed about the establishment by the EPC of a new ad-hoc multi-stakeholder group on "Request-to-Pay" for which there has been a public call for nominations launched on the EPC website based on dedicated Terms of Reference (EPC 251-19). This information with the appropriate link to the EPC website was shared with the MSG MSCT prior to the meeting. The composition of this new multi-stakeholder group is planned to be approved at the EPC Board meeting early March 2019, after which date a first meeting will be organised. Following an invitation extended by the ERPB at its meeting of 28 November 2018, the EPC set up this new group in view of initiatives that have been launched in the market in relation with the use of the Request-to-Pay as a larger functionality than the one covered in the ERPB working group on EIPP (Electronic Invoice Presentment and Payment). The aim is to encompass in the new multi-stakeholder group any means of claiming a payment by a Creditor/Beneficiary from a Debtor/Originator. Beyond requesting the payment of the invoices, the Request-to-Pay in this context would allow the request of payment for goods and services in physical and online stores as well as in a P2P context, and is in that respect related to the work of the MSG MSCT.

## 7. Work-Stream (WS) MSCT use cases

Next, a status report was provided on the WS MSCT use cases, following their meetings on 18 January and 14 February 2019 for which the agendas and reports had been shared with the MSG MSCT prior to the meeting. The WS was able to finalise the document on MSCT use cases as well as a disposition of comments report, following the extensive review of the draft document. It started also discussions on interoperability aspects for MSCTs. Due to time constraints, the specification of a QR-code for MSCTs had to be postponed to the next WS meeting. The following new AP was agreed to ensure sufficient experts on QR-codes would be present at the next WS MSCT use cases meeting:

AP5.1	To invite an EPC SEM WG representative to the next meeting WS MSCT use cases	M. De Soete	In due time
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## 8. Work-Stream (WS) Risk & Security

Next, a status report was provided on the WS Risk & security, following their meeting on 24 January 2019 for which the agenda and report had been shared with the MSG MSCT prior to the meeting. The WS was due to have a meeting the next day, on 27 February 2019 – also this agenda was shared with the Plenary.

The WS had made good progress on their document on MSCT security aspects. The next meeting would focus on CDCVM security guidelines and guidelines for software-based MSCT apps on the mobile device. Furthermore a last review of the threats and security guidelines in the customer-to-merchant space would be conducted.

## 9. MSCTs and PSD2/RTS for SCA and CSC

The slides on the interpretation of the PSD2 and the RTS for SCA and CSC related to the application of the exemptions for SCA, specified in the RTS (MSG MSCT 040-18) and the PISP checking on availability of funds (MSG MSCT 058-18) were briefly reviewed on screen again. The European Commission representative encouraged the group to enter the questions formally into the EBA Q&A tool. Regarding MSCG MSCT 058-19, the initial feedback is that there is always a strong customer authentication required (except if an exemptions is applied by the payer's ASPSP) before an answer can be provided by the payer's ASPSP on the availability of the funds to the PISP.

It was also agreed that additional information should be provided to clarify, in relation to MSG MSCT 040-18, that the customer authentication is always done on the mobile device via mobile connectivity.

Next, M. De Soete introduced a new issue on screen (MSG MSCT 016-19) that was detected in the WS Risk & Security concerning the counters used for low value transactions as specified in Article 16 of the RTS. It is unclear if these counters could be implemented in the MSCT app residing in the mobile device or if they should always be managed in the payer's ASPSP back-end system. The group was informed that similar questions were raised in the ECSG for co-badged cards with respect to the sharing of counters.

The following APs were agreed:

AP5.2	To distribute MSG MSCT 016-19 to the group	M. De Soete	ASAP
AP5.3	To enter the 3 PSD2/RTS related question in the EBA Q&A tool	M. De Soete	ASAP

## 10. MSCT Use cases

The group was informed that the finalised MSCT use cases (MSG MSCT 006-18v0.9) had now been integrated into section 6 of the MSCT IIGs. The final disposition of comments on the document (MSG MSCT 061-18v0.4) was approved for distribution to all the submitters of the comments. A short discussion was held where to integrate the MSCT functional building blocks presented in MSG MSCT 006-18) into the MSCT IIGs. It was concluded that it would be more appropriate to move the text into the introduction of section 7 of the MSG IIGs.

AP5.4	To delete the description of the functional building blocks in section 6	M. De Soete	In due time
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## 11. MSCT risk and security aspects

M. De Soete provided a brief walkthrough on the MSCT security aspects document (MSG MSCT022-18v0.6) on screen and highlighted hereby the open items that still needed to be completed. For the time being, no major issues to finalise the document in due time were detected.

## 12. MSCT Interoperability aspects

During the last meetings of the WS MSCT use cases, several presentations related to MSCT interoperability aspects were provided and discussed in detail. From these submissions, an overview presentation was derived for the Plenary meeting (MSG MSCT 002-19). This presentation was reviewed on screen during the meeting. It was agreed that it should serve as basis to develop the section on the MSCT interoperability aspects in the MSCT IIGs. Next to a description of the main barriers, a brief description of the possible solutions would be included.

## 13. MSCT IIGs

M. De Soete introduced on-screen the updates that were made to the document. A new section 5 on MSCT service management was added to the document based on ISO12818 – Mobile Financial Services– Part 3. The parts related to MSCT transaction aspects on which consensus was already reached in the WS Risk & security were integrated in section 7. The integrated text provided by H. Hodam on the SPL service was reviewed

on screen and clarifications needed were detected. Last but not least, remaining needs for inputs were identified to finalise the document in Q2 2019.

Due to time constraints, the document could not be reviewed in further detail. However, members were invited to review the document and to provide comments that will be taken into account in the preparation of the next version of the document.

The following APs were agreed:

AP5.5	To provide definitions for IRP, RRP and SPL service	H. Hodam	ASAP/Closed
AP5.6	To update the SPL section in the MSCT IIGs	H. Hodam	By 15 March 2019
AP5.7	To request text for a section on Request-to-Pay function to M. Battistella and Valentin Vlad by 15 March 2019	M. De Soete	ASAP
AP5.8	To distribute the updated MSCT IIGs for MSG review with comments template	M. De Soete	By 1 April 2019
AP5.9	To review the draft MSCT IIGs and provide comments using the dedicated template	All MSG MSCT participants	By 12 April 2019

## 14. Liaison and monitoring

### ECSG

P. Hertzog informed the group about the establishment of the new Digital Payments Task Force (DPTF) under the ECSG to address the co-existence of card with non-card based payment at the POI. The terms of Reference (ToR) of the TF was presented on screen during the meeting. This TF could potentially also address some of the conflicts that may arise at the POI in view of the use of different proximity technologies.

The Co-Chairs invited P. Hertzog to provide status updates on the progress of work of the TF during future Plenary meetings in view of the relation with the MSCT work.

AP5.10	To distribute the ToR of the ECSG Digital Payments TF	M. De Soete	ASAP
AP5.11	To add a paragraph on POI requirements and refer to the ECSG DPTF work in the MSCT IIGs	M. De Soete	In due time

No further liaison issues were addressed.

### **15. Next steps**

It was agreed to cancel the Plenary meeting that was originally scheduled on 26 March 2019 and let the work further progress in the two Work-Streams. The aim would be to try to finalise the MSCT IIGs document by end April 2019 and to launch the 3-month public consultation before end May 2019, subject to review of the document by the EPC legal counsel and EPC Board approval.

### **16. A.O.B.**

Further Plenary and WS meetings were agreed until the end of April 2019.

AP5.12	To update the MSG MSCT meeting calendar	M. De Soete	ASAP
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### **17. Closure of the meeting**

The Co-Chairs closed the meeting around 16h00 and thanked all participants for the valuable meeting and the interactive discussions.

**ANNEX I**  
**List of participants – 5<sup>th</sup> MSG MSCT meeting**  
**26 February 2019**

<b>Name</b>	<b>Affiliation</b>	<b>Attendance</b>
<b>Co-Chairs</b>		
Dag Inge Flatraaker	EPC (DNB Bank)	Yes
Pascal Spittler	Ikea, representing EuroCommerce	Yes
<b>EPC - MTF CTLP / MPWG</b>		
Patrice Hertzog	Crédit Mutuel	Yes
Olivier Felique	KBC	Yes
Sharon Brennan	BPFI	Yes
Meelis Nurk	Estonian Banking Association	Yes
Ellen Halden	DNB Bank	Yes
Philippe Evenot	La Banque Postale	Yes
Andrea Coggerino	ABI (Intesa)	Yes
<b>Vendors / Manufacturers</b>		
Guido Hogen	Smart Payment Association	Yes
Timur Suyargulov <i>alternate:</i> Dmitry Yatskaer	OpenWay	Yes
tbd	HPS Worldwide	
<b>Service Providers</b>		
Otto Vos	Payconiq	Apologies
Henrik Hodam <i>alternate:</i> Thomas Feiler	EquensWorldline	Yes
Dainus Burneika <i>alternate:</i> Justas Grauzinis	UAB „Mobilieji mokėjimai“ (MOQ)	Yes
Hans Rainer van de Berg	Van den Berg AG	Apologies
Marco Polissi <i>alternate:</i> Paolo Balzarotti	SIA S.p.A.	Apologies
Paolo Martino	TAS Group	
Grzegorz Leńkowski	National Clearing House KIR	
tbd	PISP	
<b>Retailers</b>		
Michel van Mello	Colruyt, representing EuroCommerce	Yes
Marina Fajardo Alamo	Carrefour	Yes
Gilles Bourron	Total	

<b>EACT</b>		
Massimo Battistella	EACT	Yes
<b>BEUC</b>		
Jean Allix	BEUC	Apologies
<b>Standard / Industry Organisations</b>		
Ian Jacobs	W3C	Apologies
Peter van Leeuwen	GSMA	Yes
Pierre-Yves Marche	GSMA	
<b>Observers</b>		
Mirjam Plooij <i>alternate:</i> Paul Capocci	ECB	Yes
Axelle Waterkeyn <i>alternate:</i> Karine Schummer	NBB  NBB	Yes
Roxane Romme <i>alternate:</i> Katarzyna Kobylinska-Hillard	European Commission	Apologies  Yes
<b>Secretariat</b>		
Marijke De Soete	EPC	Yes

## ANNEX II

### Action Points

Ref. AP	Action	Owner	Status/Due date
2.5	To add a re-discussion one-leg transactions once clarified by the SEPA SCT schemes to the agenda	M. De Soete	In due time/Open
3.12	To put the topic of decoupled versus in-app MSCTs on the agenda of the next WS Risk & security meeting	M. De Soete	In due time/Postponed till next WS meeting
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5.6	To update the SPL section in the MSCT IIGs	H. Hodam	By 15 March 2019
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5.10	To distribute the ToR of the ECSG Digital Payments TF	M. De Soete	ASAP
5.11	To add a paragraph on POI requirements and refer to the ECSG DPTF work in the MSCT IIGs	M. De Soete	In due time
5.12	To update the MSG MSCT meeting calendar	M. De Soete	ASAP

## ANNEX III

### MSG MSCT 2019 Meeting Calendar

MSG MSCT Plenary	WS meetings	Location
	18 January 2019 Work-Stream MSCT Use cases	EPC
	24 January 2019 Work-Stream Risk & Security	EPC
	14 February 2019 MSCT Use cases	EPC
26 February 2019		EuroCommerce
	27 February 2019 Work-Stream Risk & Security From 9h00 till 15h00	EPC
	26 March 2019 Work-Stream MSCT Use cases	EuroCommerce
	27 March Work-Stream Risk & Security	EPC
15 April 2019		EuroCommerce
30 April 2019 Skype meeting from 10hrs till 13hrs		

All physical meetings will be held from 10hrs till 16hrs, except otherwise indicated.