

Minutes MSG MSCT Plenary meeting

MSG MSCT 036-20

Version 1.0

19 May 2020

Public

Approved

Minutes MSG MSCT Plenary skype meeting

Distribution: MSG MSCT Plenary

Meeting Date: 28 April 2020

1. Welcome and opening of the meeting

The Co-Chairs opened the meeting and welcomed the participants to the 11th Plenary meeting.

2. Roll call of delegates

A short roll call of participants was held and a new member on behalf of EMPISA, Christian Pirkner, was welcomed. The list of participants and apologies may be found in Annex 1.

The Secretariat re-iterated the rules concerning participation to the Plenary meetings. Alternates are only entitled to attend meetings if the primary nominee is not available.

3. Approval of the agenda

The agenda MSG MSCT032-20v0.1 was presented on screen. The agenda was subsequently approved.

4. Minutes 10th meeting 27 March 2020

The draft minutes of the last meeting held on 27 March 2020 were reviewed on screen (MSG MSCT 023-20v0.1). They were subsequently approved and will be distributed as version 1.0.

Next the APs were reviewed and their status is reflected in the list below:

Ref.	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
3.13	To enter the question reflected in MSG MSCT040-18 into the EBA Q&A tool (Are all MSCTs initiated via proximity technology remote payments subject to SCA with dynamic linking?)	M. De Soete	ASAP/pending further work on "offline MSCTs"

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6.1	To check on the creation of a brand/mark for instant payments by the EPC	D.-I. Flatraaker/M. De Soete	Open
7.8	To invite EMPSA to provide a presentation at the next meeting of the MSG MSCT on 29 October 2019	M. De Soete/ D.-I. Flatraaker	In due time/Open/Planned for May or June meeting, see AP
9.3	To seek feedback on the issue raised concerning MSCT use cases whereby the final transaction amount is not known in advance (pre-authorisation) and circulate it to the group	R. Romme	Before 18 February 2020/Open
10.1	To provide the finalised document EPC312-19 for final review by the MSG MSCT and the related disposition of comments (MSG MSCT 014-20) after next WS meeting techn. Interoperability on 23 April 2020	M. De Soete	In due time/Closed
10.2	To distribute the new MSCT “offline” use cases after next WS meeting MSCT use cases on 20 April 2020	M. De Soete	In due time/ Pending review by next WS meeting 11 May 2020
10.3	To prepare a description and figure for MSCT use case based on consumer-presented data involving a PISP	R. Ohlhausen with ETPP	By 8 April 2020/Closed
10.4	To provide initial feedback on draft MSCT use case prepared by ETPPA	Co-Chairs + M. De Soete	By 13 April 2020/Closed
10.5	To put the new MSCT use cases prepared by ETPPA on the agenda of the next WS meeting MSCT use cases on 20 April 2020	M. De Soete	In due time/Closed
10.6	To seek input from rental car companies, hotel sector, petrol sector, etc,.. on their needs for MSCTs based on unknown final amounts	P. Spittler	Before next WS meeting MSCT use cases 20 April 2020/Open
10.7	To distribute the updated document MSG MSCT 009-20 following next WS meeting techn int. on 23 April 2020	M. De Soete	In due time/Closed
10.8	To re-distribute presentation MSCT roadmap and request further inputs from members	M. De Soete	ASAP/Closed

10.9	To review and provide inputs on MSCT roadmap for discussion at next Plenary meeting	All members	By 28 April 2020/ No inputs received / Closed
10.10	To invite representative of MobilePay to next WS meeting techn. Int.	M. De Soete	In due time/ Closed – no reply received
10.11	To distribute the updated presentation MSG MSCT 025-20	M. De Soete	ASAP/Closed
10.12	To inform the ERPB WG on Framework for IP at POI about the MSG acceptance of invitation for the set-up of a joint TF on security requirements for PSU on-boarding	M. De Soete	In due time/Closed
10.13	To prepare a draft workplan for the rest of 2020 for review at the next Plenary meeting	M. De Soete	By 21 April 2020/Closed
10.14	To update the 2020 meeting schedule	M. De Soete	ASAP /see Annex/Closed

Concerning AP 9.3, the Secretariat was informed by R. Romme that a question in the EBA Q&A tool has been tabled on authorisation for card transactions with an unknown final amount. They decided to wait for the outcome on that question which they will have to take into account when formulating the answers to the MSG's questions on authorisation for MSCT with an unknown amount. They further received feedback from EBA that they treat the question in the Q&A tool as a priority.

Since no feedback was received by the Secretariat on the invitation sent to MobilePay related to AP10.10, C. Pirkner offered to re-contact MobilePay in this respect – see AP11.1.

Regarding AP10.12, the group was informed that the ERPB welcomed the positive reply from the MSG and that the actual start of this joint TF would first need to be further discussed in the ERPB WG (see also agenda item 9).

AP11.1	To inform C. Pirkner about the MobilePay person that was invited to the WS Technical Interoperability	M. De Soete	ASAP
AP11.2	To distribute the presentation on Rabowallet with ease2pay for applications covering transactions with unknown final amount subsequent to the WS meeting MSCT use cases	M. De Soete	In due time

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5. Technical interoperability of MSCTs based on payee-presented data

The final draft document containing the updates prepared by the WS technical interoperability, subsequent to the public consultation, was distributed prior to the meeting (EPC 312-19v0.18). The last changes applied since the previous MSG MSCT Plenary meeting were highlighted on screen.

The document was subsequently approved for further processing for publication subject to minor editorial updates identified. R. Ohlhausen stated that ETPPA is not supporting this document in view of the lack of their involvement in its development due to resource constraints.

The Secretariat explained that the document will now undergo a review by the EPC legal counsel before being submitted to the EPC Board for approval for publication on the EPC website by end May / early June 2020.

The WS technical interoperability also developed an accompanying Disposition of Comments document (MSG MSCT 014-20v0.6) that was updated since the last Plenary meeting to reflect the conclusions on the two open issues, as discussed during that Plenary meeting. The Plenary also approved this document for distribution to the submitters of comments, after the publication of EPC 312-19.

AP11.3	To make the final updates to document EPC 312-19 subsequent to legal review and re-distribute to the MSG	M. De Soete	In due time
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6. Work-stream MSCT use cases

The WS on MSCT use cases held a meeting on 20 April 2020. The meeting was mainly devoted to a detailed discussion on new MSCT use cases submitted through members of the WS.

A submission was received from the Smart Payment Association (SPA) on a proposed MSCT use case based on a contactless card application whereby the payer's ASPSP applied a translation for the payer's IBAN into a PAN. Several comments were raised and an updated version of the presentation would be developed for a new review during the next WS meeting on 11 May 2020. Subsequent to this meeting it would also be shared with the MSG MSCT Plenary.

Another submission was received from ETPPA containing two new MSCT use cases based on consumer-presented data involving a PISP. After detailed review of the 1st use case, it was decided that an updated version would be prepared for inclusion as C2B-3 into the document MSG MSCT 009-20 for further review by the WS technical interoperability on 23 April 2020. However, subsequent to the WS meeting further comments were received from ETPPA that the group agreed to further discuss under agenda item 7.

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R. Ohlhausen clarified the basic principles that the ETPPA wishes to use to build solutions for MSCTs involving PISPs and using PSD2-compliant APIs. They read as follows:

“PISPs can act as PSPs of their own right assuming responsibilities, rights and obligations according to their PSD2 license. In the future, this may include playing the role of a consumer MSCT using their own hard- or software, but historically, most real-time, commerce PISPs have simply relied on the consumer’s existing payment accounts and SCA procedures of their ASPSPs, which is still their focus today. On the merchant side, they typically do offer their software and services, either directly or via merchant service providers. The PISP use cases to be added here shall reflect such a usual setup, but minimise any other dependencies on the consumer’s ASPSP, e.g. avoid a bank-proprietary tokenization and using a standard (clear text) QR-code instead, avoid the need for a bank app and using a 3rd party authentication app instead for decoupled authentication and also avoid the need for bank software on the POS terminal by using PISP software and embedded authentication instead.”

The WS also identified the need to further look into the risk & security aspects of the QR-code and the usage of the IBAN ‘in clear’.

In order to further analyse potential MSCT use cases involving a PISP, the Plenary agreed that a joint meeting of both the WS MSCT use cases and the WS technical interoperability should be set-up in view of the expertise several mobile payment service providers in the latter WS have with an independent authentication app.

Concerning the 2nd use case that presented a solution for an MSCT in case the payer’s phone is an ordinary mobile phone (e.g. with a sticker) – not a smart phone, advice was sought from the Plenary if these solutions should be addressed by the MSG. After some discussions the members appeared to be more in favour to be more future-oriented and address MSCTs for payers that possess a smart device. However, the need was identified to better define what exactly is to be understood by “smart device” (including smart phone, wearable, etc. - see also agenda item 8).

A 3rd submission by Blue Code on a proposed offline solution could not be covered due to time constraints and was deferred for further review to the next WS meeting on 11 May 2020.

The following APs were agreed:

AP11.4	To update the proposed MSCT use cases involving a PISP for consideration at the next WS meeting MSCT use cases on 11 May 2020	R. Ohlhausen	By 1 May 2020
AP11.5	To set up a joint meeting of the WS MSCT use cases and MSCT technical interoperability to discuss the new use cases proposed	M. De Soete	In due time

AP11.6	To provide text for inclusion in the minutes on ETPPA's preferred principles for MSCT use cases involving a PISP	R. Ohlhausen	By 1 May 2020
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7. Work-stream Technical interoperability

The Secretariat informed the Plenary about the changes applied to the document on interoperability for MSCTs based on payer-presented data that was distributed prior to the meeting (MSG MSCT 009-20v0.10). Next to the two use cases that were integrated from document MSG MSCT 056-19, a 3rd MSCT use case was included based on the outcome of the WS meeting MSCT use cases on 20 April 2020 (see also agenda item 6) involving a PISP. She further explained that the WS discussed the topic of how the consumer's choice of SCT Inst or SCT should be communicated. The WS was of the opinion that the consumer should have laid this down in the agreement they have with their ASPSP. It was also suggested to await the outcome of the work that will be done under the ERPB WG on a framework for interoperability of IPs at the POI, in co-operation with the ECSG (European Cards Stakeholders Group) on the consumer selection of preferred payment instrument. Furthermore, the group was informed that small changes were applied to the data elements in the messages in the section 6 to ensure alignment with the SEPA RTP scheme rulebook under development.

In view of the comments received shortly before the meeting on the MSCT use cases C2B-3 involving a PISP, ETPPA was requested to inform whether they preferred to keep this MSCT use case or delete it from the document. In view of the late stage, it was decided to withdraw the use case and to further work on this type of MSCT use cases during the coming months in parallel to the public consultation on the document.

The Secretariat was requested to prepare an updated version of the document, removing the references to a PISP by the next day and circulate it for a final review to the MSG MSCT Plenary. If no further comments were received, the document could be considered as approved and further processed for public consultation. The Plenary was informed that the document would then first undergo a review by the EPC legal counsel before being submitted to the EPC Board for approval for an 8-week public consultation to be launched end May / early June 2020.

The Secretariat further informed that she will prepare a draft questionnaire to be used for the public consultation that will be reviewed by the WS technical interoperability during their meeting on 18 May 2020. The questionnaire would also be distributed for review to the Plenary in due time for approval during the next Plenary meeting on 19 May 2020.

The following APs were agreed:

AP11.7	To update document MSG MSCT 009-20 with the changes agreed at the meeting.	M. De Soete	On 29 April 2020
AP11.8	To have a final review on MSG MSCT 009-20 and provide final comments.	All MSG members	By 4 May cob
AP11.9	To redistribute document MSG MSCT 009-20 as needed after legal review.	M. De Soete	In due time
AP11.10	To prepare a draft questionnaire for the public consultation on MSG MSCT 009-20 for review by the MSG MSCT Plenary and WS technical interoperability.	M. De Soete	By 11 May 2020

8. MSCT roadmap

The Secretariat introduced the small updates done to the slides based on some issues raised during the respective WS meetings. The Plenary further discussed the concept of “smart consumer device” and decided that a dedicated slide should be developed on this.

The Plenary further agreed to freeze the work on the roadmap till the June 2020 meeting. Per suggestion made by the Co-Chair, P. Spittler, it was agreed that each Plenary member should be invited early July to define their organisation’s priorities for the roadmap. Those inputs should be collected in due time for further consideration and discussion during the Plenary’s meeting in September 2020.

AP11.11	To update the MSCT roadmap with the changes agreed during the meeting and distribute to the group	M. De Soete	By 8 May 2020
AP11.12	To launch a call for priority setting by each organisation related to the MSCT roadmap early July 2020	M. De Soete	In due time
AP11.13	To submit the respective priorities in relation to the MSCT roadmap for consideration at the MSG MSCT Plenary meeting in September 2020	All MSG MSCT Plenary members	By 21 August 2020
AP11.14	To prepare a set of characteristics concerning the smart mobile device used by the payer	P. Spittler/M van Mello/ M. De Soete	By mid-June 2020

9. MSCT workplan

The group reviewed on screen in detail the proposed workplan developed by the Secretariat and Co-Chairs (MSG MSCT011-20). It agreed to revive the WS risk & security to address two security related items, namely:

- Security aspects of QR-codes and their data content;
- Security requirements for payment service user onboarding processes to be adopted by MSCT/IP service providers and merchants - on demand and in co-operation with ERPB WG IPs at POI;

the latter topic to be addressed jointly with the ERPB WG on a framework for interoperability of IPs at the POI.

It was furthermore decided to launch a call for additional experts for this WS amongst the Plenary and the other existing WSs.

Subsequently, separate meetings would need to be set up to start the work on both topics in parallel in June 2020.

AP11.15	To distribute the updated MSG MSCT 2020 workplan	M. De Soete	ASAP
AP11.16	To launch a call for new experts for the WS risk & security	M. De Soete	ASAP

Concerning the development of a dedicated label/mark for IPs, the Plenary was informed that the development of a label for SCT Inst is on the agenda of the EPC Board meeting in May 2020 and that the Plenary should revisit this topic in June 2020

10. Liaison

RTP MSG

The group was informed that coordination with the on-going development of a SEPA RTP scheme rulebook by the EPC is done via the respective Secretariats. Also, the RTP MSG is involved in the review of the draft rulebook.

EMPSA

C. Pirkner provided a short oral report on the progress made within EMPSA. He first provided some insights how and why the organisation was set up. Their main focus is to achieve interoperability of existing domestic solutions and avoid the risk of creating so-called "islands". They wish to realise a sort of "roaming" service so that each domestic solution can be used in another "network". Hereby the principle is used to leave the domestic flows untouched. The priority is to address C2B payments, P2P will come next. Three working groups have been established.

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A first test will be conducted between two members of EMPISA with real life transactions partners in neighbouring countries.

He further offered to make a more detailed presentation on behalf of EMPISA at one of the forthcoming MSG MSCT Plenary meetings.

AP11.17	To inform the Secretariat at which MSG MSCT Plenary meeting a presentation on EMPISA could be made	C. Pirkner	By 8 May 2020
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ERPB WG IPs at POI

The Plenary was informed about the status on the activities of the ERPB working group on a Framework of interoperability of instant payments (IPs) at the POI.

The group has issued a questionnaire through the Eurosystem for the 2020 stocktake on IPs at the POI. Also, Norway, Switzerland and the UK had been invited to contribute. Inputs are requested by 15 May 2020 and the results of the stocktake are to be reflected in the interim report that the ERPB WG has to prepare for the ERPB meeting in July 2020.

The WG also stated a discussion on their scope and priorities for the framework on interoperability of IPs at the POI in view of the short timeframe they need to work against. A very first draft of the framework document will be reviewed during the upcoming meeting of the WG on 4 May 2020.

The WG further welcomed the co-operation by the MSG MSCT to develop “Security requirements for payment service user on-boarding processes to be adopted by IP service providers and merchants” and the aim is to start this work in June 2020.

11. A.O.B.

The meeting schedule for the coming months was reviewed. It was agreed that the meetings in May and June 2020 would be held as skype meetings in view of Covid-19. A tentative face-to-face meeting has been scheduled on 1 September 2020 and will be replaced by a skype meeting if needed. Several members already expressed reservations with respect to a physical meeting on this date.

AP11.18	To update the 2020 meeting schedule	M. De Soete	ASAP /see Annex
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12. Closure of the meeting

The Co-Chairs closed the meeting and thanked all participants for their active participation to the skype meeting.

Annex 1: Participants list

Name	Affiliation	Attendance
Co-Chairs		
Dag Inge Flatraaker	EPC (DNB Bank)	Yes
Pascal Spittler	Ikea, representing EuroCommerce	Yes
EPC		
Patrice Hertzog	Crédit Mutuel	Yes (partly)
Olivier Felique	KBC	Yes
Sharon Brennan	BPFI	Apologies
Meelis Nurk	Estonian Banking Association	Yes
Ellen Halden	DNB Bank	Yes
Philippe Evenot	La Banque Postale	
Andrea Cogerino	ABI (Intesa)	Yes
Vendors / Manufacturers		
Guido Hogen	Smart Payment Association	Yes
Andrew Pankratov <i>alternate:</i> Dmitry Yatskaer	OpenWay	
Service Providers		
Ivo Broeren	Payconiq	
Henrik Hodam <i>alternate:</i> Thomas Feiler	EquensWorldline	Yes
Dainus Burneika	UAB „Mobilieji mokėjimai“ (MOQ)	Apologies
Hans Rainer van de Berg	Van den Berg AG	Apologies
Marco Polissi	SIA S.p.A.	Yes
Paolo Martino <i>alternate:</i> Gianpiero Caretti	TAS Group	
Grzegorz Leńkowski	National Clearing House KIR	
Carlos Blanco Fanny Rodriguez <i>alternate:</i> Ralf Ohlhausen	ETPPA	Apologies Yes Yes

Retailers		
Michel van Mello	Colruyt, representing EuroCommerce	Yes
Alexandre Leclerc <i>alternate:</i> Sébastien Lethiec	Carrefour	Yes
Gilles Bourron	Total	
EACT		
Massimo Battistella	EACT	Yes
BEUC		
Jean Allix	BEUC	Yes
Standard / Industry Organisations		
Ian Jacobs*	W3C	Apologies
Peter van Leeuwen*	GSMA	Apologies
Pierre-Yves Marche	GSMA	
Observers		
Mirjam Plooi <i>Alternate:</i> Paul Capocci	ECB	Yes
Axelle Waterkeyn <i>alternate:</i> Karine Schummer	NBB	
Roxane Romme <i>alternate:</i> Katarzyna Kobylinska-Hilliard	European Commission	
EPC Secretariat		
Marijke De Soete	EPC	Yes

*corresponding member only

Annex 2: Action points

Ref.	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
3.13	To enter the question reflected in MSG MSCT040-18 into the EBA Q&A tool (Are all MSCTs initiated via a proximity technology remote payments and subject to SCA with dynamic linking?)	M. De Soete	ASAP/pending further work on "offline MSCTs"
6.1	To check on the creation of a brand/mark for instant payments by the EPC	D.-I. Flatraaker/M. De Soete	Open
9.3	To seek feedback on the issue raised concerning MSCT use cases whereby the final transaction amount is not known in advance (pre-authorisation) and circulate it to the group	R. Romme	Before 18 February 2020/Open
10.2	To distribute the new MSCT "offline" use cases after next WS meeting MSCT use cases on 20 April 2020	M. De Soete	In due time/ Pending review by next WS meeting 11 May 2020
10.6	To seek input from rental car companies, hotel sector, petrol sector, etc,.. on their needs for MSCTs based on unknown final amounts	P. Spittler	Before next WS meeting MSCT use cases 20 April 2020/Open
11.1	To inform C. Pirkner about the MobilePay person that was invited to the WS Technical Interoperability	M. De Soete	ASAP
11.2	To distribute the presentation on Rabowallet with ease2pay for applications covering transactions with unknown final amount subsequent to the WS meeting MSCT use cases	M. De Soete	In due time
11.3	To make the final updates to document EPC 312-19 subsequent to legal review and re-distribute to the MSG	M. De Soete	In due time

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11.4	To update the proposed MSCT use cases involving a PISP for consideration at the next WS meeting MSCT use cases	R. Ohlhausen	By 1 May 2020
11.5	To set up a joint meeting of the WS MSCT use cases and MSCT technical interoperability to discuss the new use cases proposed	M. De Soete	In due time
11.6	To provide text for inclusion in the minutes on ETPPA's preferred principles for MSCT use cases involving a PISP	R. Ohlhausen	By 1 May 2020
11.7	To update document MSG MSCT 009-20 with the changes agreed at the meeting	M. De Soete	On 29 April 2020
11.8	To have a final review on MSG MSCT 009-20 and provide final comments	All MSG members	By 4 May cob
11.9	To redistribute document MSG MSCT 009-20 as needed after legal review	M. De Soete	In due time
11.10	To prepare a draft questionnaire for the public consultation on MSG MSCT 009-20 for review by the MSG MSCT Plenary and WS technical interoperability	M. De Soete	By 11 May 2020
11.11	To update the MSCT roadmap with the changes agreed during the meeting and distribute to the group	M. De Soete	By 8 May 2020
11.12	To launch a call for priority setting by each organisation related to the MSCT roadmap early July 2020	M. De Soete	In due time
11.13	To submit the respective priorities in relation to the MSCT roadmap for consideration at the MSG MSCT Plenary meeting in September 2020	All MSG MSCT Plenary members	By 21 August 2020
11.14	To prepare a set of characteristics concerning the smart mobile device used by the payer	P. Spittler/M van Mello/ M. De Soete	By mid-June 2020
11.15	To distribute the updated MSG MSCT 2020 workplan	M. De Soete	ASAP
11.16	To launch a call for new experts for the WS risk & security	M. De Soete	ASAP

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11.17	To inform the Secretariat at which MSG MSCT Plenary meeting a presentation on EMPSA could be made	C. Pirkner	By 8 May 2020
11.18	To update the 2020 meeting schedule	M. De Soete	ASAP /see Annex/Closed

Annex 3: 2020 Meeting Schedule

WS MSCT use cases	WS Techn. Interoperability	MSG MSCT Plenary
23 January 2020 EPC Secretariat		
		30 January 2020 EuroCommerce
	31 January 2020 EPC Secretariat	
	24 February 2020 EPC Secretariat	
19 March 2020 Skype meeting 10h00-16h00		
	20 March 2020 Skype meeting 10h00-16h00	
		27 March 2020 Skype meeting 10h00-16h00
20 April 2020 Skype meeting 9h00-12h00		
	23 April 2020 Skype meeting 12h30-15h00	
		28 April 2020 Skype meeting 9h00-13h00
11 May 2020 Skype meeting 9h00-12h00		
	18 May 2020 Skype meeting 14h00-15h30	
		19 May 2020 Skype meeting

		9h00-12h00
		26 June 2020 Skype meeting 9h00-13h00
		1 September 2020 Tentative Face-to-face meeting Brussels