

SUPPLIER AND COMMISSION PAYMENTS



Components of SCP:

The SCP customer uses a corporate bank account at Wirecard Bank to fund the cards and an access to Card & Account Management via XML interface or WEP, Wirecard's graphical user interface (Wirecard Enterprise Portal).

Wirecard's Supplier and Commission Payments (SCP) is an automated solution for international payments to companies. It works based on virtual prepaid single use credit cards.

- ▶ Virtual: Virtual cards do not have a physical card body. They only consist of a card number, an expiry date and a security code. This is why real time issuing is possible.
- ▶ Prepaid: After creation, the virtual card has an available balance of 0.00 and cannot be used for payments. The moment the card shall be used the SCP customer loads it with the amount due which leads to full control and transparency over all effected payments.
- ▶ Single use: The SCP customer usually uses the card only for one transaction. This allows for a unique reference between one booking and one card.
- ▶ Credit card: SCP cards can be issued using Mastercard, Visa, Maestro and UATP card schemes. Cards are therefore accepted worldwide at millions of merchants. Hence no additional technical integration, contractual relationships or special training for suppliers is required as the card cannot be distinguished from a traditional credit card.
- ▶ 27 currencies: SCP Customers can choose between 27 bank account currencies and card currencies. When the corporate bank account and card currency are different, SCP will automatically convert the loading amounts.

HOW SCP WORKS

1. The consumer books a hotel through the SCP customer. He makes the payment to the SCP customer with whatever payment method offered to him.
2. The SCP customer creates a virtual card in real-time. The SCP customer then communicates card number, expiry date and security code to its service provider using for e.g. the booking system. The service provider confirms the booking with a booking code.
3. The SCP customer in turn confirms the booking to the consumer.
4. The SCP customer usually updates the card information with the booking code, consumer name and other details.
5. When payment is due, the SCP customer loads the card with the required amount. The corporate account of the SCP customer is debited.
6. The service provider performs an online-authorization on the card. The available amount on the virtual card is reduced by the amount of the authorization. A positive authorization generates an approval code (authorization code) which establishes the payment guarantee for the service provider.
7. Using the authorization code, the service provider makes the settlement. The card is debited with the amount and the service provider receives the money via his card acceptance contract.
8. The SCP customer closes the virtual card after the transaction is finalized.
9. For a new booking the SCP customer creates a new card and follows the same process.

SYSTEM PROCESS – SCP

- ▶ The Wirecard XML interfaces as well as the graphical user interface WEP offer the same options in handling virtual cards. Using both ways the SCP customer creates, loads, unloads, updates card information, receives card and transaction information and closes cards.
- ▶ Daily Reconciliation Files provide information regarding the status of the cards and any transaction on the cards.
- ▶ The information on the corporate bank account gets updated once every bank working day. Electronic account statements (MT940) including all load and unload transactions and incoming transfers on the corporate bank account are made available via EBICs every bank working day for further processing in the SCP customer's financial system. In addition the same information regarding the corporate bank account can be viewed using the Online Banking interface.

