

Corporate NEWS

in payments



CONTENT

IMPROVEMENTS EFFECTIVE FROM 17 JULY

- The change of manual FPO bank validation in Profibanka
- Single click notification on payments
- Possibility to create Direct Debit Authorization D+0

WHAT ARE WE WORKING ON FOR YOU

- Our Direct Debits are going to be much smarter

TIPS/HINTS/GADGETS

- Mobile company with Mobilní banka Business
- Pay to Slovakia favourably for both sides

WORLD NEWS, LEGISLATION

- Payment Services Directive 2 and cancellation of BEN charge within the EEA
- Regulation of the European Parliament and the Council (EU) 2015/847
- Transition to XML format in importing SEPA payment orders

NA PARTNERSTVÍ ZÁLEŽÍ



IMPROVEMENTS EFFECTIVE FROM 17 JULY

■ The change of manual FPO bank validation in Profibanka

Do you send SEPA or foreign payments regularly and you are confident about the data you provide? Now you do not necessarily need to manually validate the creditor's bank.

for foreign payments. You can make a change at your choice and set whether or not the application requires you to validate the creditor's bank.

FPO bank validation

Always request manual validation of beneficiary's bank before submitting SEPA payment and SEPA Direct Debit order

Always request manual validation of beneficiary's bank before submitting foreign payment order

In case of manual FPO bank validation (beneficiary's bank verification) via right-click, we warn you about potential discrepancy of IBAN and BIC / SWIFT code or invalidity of BIC / SWIFT code before submitting the payment. If you enter orders regularly and you are sure about the entered data, the validation is not necessary.

Recommendation: Even in case you pass the field unchecked (FPO bank validation is not required), you can still use this function via right-click anytime without changing this setting.

In the **Administration / Local Settings / System Settings** menu you will be able to **enable / disable the validation of the bank "FPO bank validation"** from July. This validation requirement will be disabled by default for SEPA payments and SEPA Direct Debits and enabled

If you keep the FPO bank validation disabled (you pass the field unchecked), it means it is not required, but you can still use this function via right-click anytime without changing this setting – for example for new payments where you are not sure about the entered data.

■ Single click notification on payments

Do you need confirmation on payment, for example about paying VAT, to your email or mobile phone via SMS? We have a simple solution for you. **We have improved and simplified the functionality of sending payment notifications available right on payment orders forms.** You can find this function in the direct banking channels – Profibanka, MojeBanka Business, MojeBanka.

By default, we've added your email and mobile number, and you only select which way you want the

notification to be sent. You can also enter any other email address or mobile number or add other recipients. Single click notifications – if the pre-filled contact suits you, just tick off the **"Send notification"** field.

Send notification

Send notification

Recipient

nemam@email.cz 774111222

Send even if payment unprocessed Czech

[New recipient](#)

■ Possibility to create Direct Debit Authorization D+0

Until now, if you wanted to create a Direct Debit Authorization, you had to do so no later than one business day before the required due date. Today's time is fast and often requires flexible responses. That's why we are also trying to speed up our services for you. **Now you can create a general Debit Authorization on the due date (D+0).**

It is valid for direct banking channels (Profibanka, MojeBanka Business, MojeBanka) and both mobile banks (Mobilní banka, Mobilní banka Business).

WHAT ARE WE WORKING ON FOR YOU

■ Our Direct Debits are going to be much smarter

Payments based on Direct Debit orders are a safe and simple way to ensure that regular invoices issued repeatedly to end customers of your services are paid. Direct Debit orders can be entered both in a batch and online form in all direct banking channels for businesses.

As we strive to make cooperation between you, our corporate clients, and end customers as easy as possible, **we are preparing a number of very positive changes in the field of Direct Debits for this year.**

By these changes, we will greatly simplify the work with Direct Debits to your payers with an account kept with Komerční banka. Based on that, we expect a significant increase of successful Direct Debit payments in favour of your corporate accounts. We endeavour to reduce the number of payments unexecuted due to missed Direct Debit Authorization, lack of funds, or for other reasons on the side of the payer, thereby speeding up the credit for you and also saving any additional costs with reminding your customers.

TIPS/HINTS/GADGETS

■ Mobile company with Mobilní banka Business

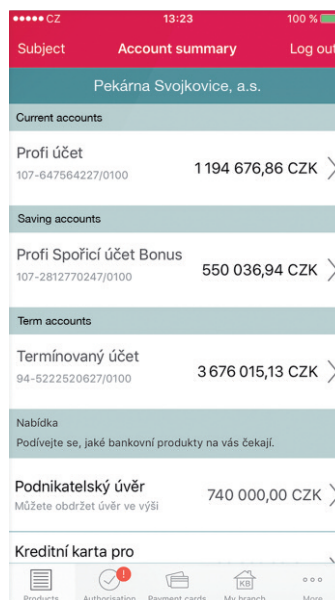
Did you know that we also have a modern mobile solution to manage your corporate finances? There is no reason why the chief accountant or chief financial officer, for example, could not authorize and send payments from

anywhere in the world. Just for them (and for all who have such responsibility in your company) is our Mobilní banka Business app intended. It runs on Android, iOS and Windows.

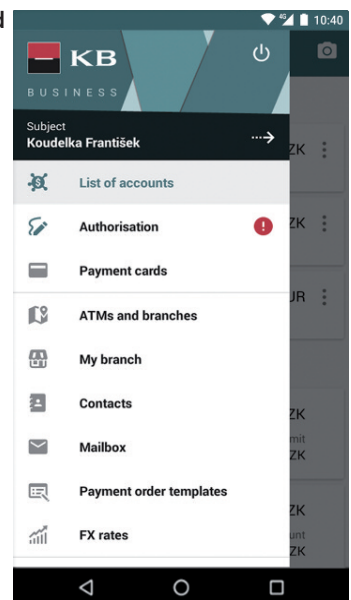
AND WHAT THE APP ENABLES YOU?

- possibility to submit payments up to CZK 300,000 per day for all managed entities
- final authorization of all types of payments – one-off payments (in CZK, in foreign currency, SEPA, foreign), batches, standing orders, Direct Debits, direct debit orders – up to CZK 30,000,000 per day
- our application works with multiple and multi-level authorization
- PUSH notification on payments / batches for authorization
- possibility to work with multiple entities
- ability to retrieve QR payments

iOS



Android



■ Pay to Slovakia favourably for both sides

If you send payments to Komerční banka in Slovakia (BIC: KOMBSKBAXXX), **always choose the SHA detail of charges.** The beneficiary in Slovakia will pay only EUR 0,25 for this incoming payment so it is unnecessary to use

OUR type of charge – this service is intended for foreign payments, especially outside the EU, where the costs of foreign banks are often high and you do not want the beneficiary to pay it.

WORLD NEWS, LEGISLATION

■ Payment Services Directive 2 and cancellation of BEN charge within the EEA

The Directive of the European Parliament and the Council, Payment Services Directive 2 (PSD2) will **enter into force on 13 January 2018** and brings some changes in charging of foreign payments.



Komerční banka follows the guidelines of this European Directive and so **it will not be possible to choose BEN type of charge for foreign payments to the European Economic Area (EEA) since 13 January 2018**. This type of charge has been removed from the foreign payments offer already in 2009 with PSD, but it applied only on foreign payments to EEA countries in EEA currencies. Now, the type of charge is going to be canceled for **all payments to the EEA, irrespective of the currency**.

We ask you to consider this change when entering foreign payment orders with the future due date. If you enter orders with a due date after 13 January 2018, do not select the BEN type of charge. This prevents the need to later modify or cancel the order or even its refusal by the bank.

■ Regulation of the European Parliament and the Council (EU) 2015/847

It is the Regulation which will become effective on 26 June 2017. It specifies what information about creditor and debtor should accompany the payment. The purpose of this Regulation is to prevent the financing of terrorism or money laundering.

If the bank of creditor or debtor is located outside the EU, it is our duty to provide the following payment information: creditor's name, creditor's account number, debtor's name, debtor's account number and address / personal identification number / client identification number / date and place of birth. It is not possible to pass on any information, but only those that are proven from a reliable and independent source. If the debtor's bank and the creditor's bank are both located within the EU, it is fully sufficient if the payment is only accompanied by the debtor's and creditor's account. We can confirm that we are ready to meet the obligations arising from this Regulation.



In this context, we would like to ask you, to always specify the correct creditor's name and address for foreign payments outside the EU, thereby avoiding any complaints from the creditor's bank. For SEPA payments, it is sufficient to provide an account in the IBAN format and the correct creditor's name.

■ Transition to XML format in importing SEPA payment orders

In line with the requirement to simplify payments within the European Economic Area (EEA), all SEPA payment orders should be imported into the bank only in ISO 20022 (XML) format, as of 31 October 2016, in the member states of the EU which have not yet adopted the euro.

As we have already informed you in the autumn, Komerční banka still accepts and processes SEPA payments sent in “old” foreign payment formats from our clients, but we would like to remind you of the **transition to XML format**. This will ensure not only **compliance with the standard** prescribed by the EU, but also guarantee that **your payments will be accepted by all banks**. The current situation, that banks

process non-EU-compliant formats, may soon be passed over, so it is good to be prepared in advance.

Accounting systems vendors are already equipped with the XML standard and are able to work with it. Just the first step is on you: simply ask your accounting system manager to modify the connection for importing SEPA payment orders batches from the system to the bank into XML format.

We would like to thank everyone who has already passed this change for excellent cooperation, and with all of you we look forward to communication in XML format already.



Do you seek for more information or you have a tip on improvement or on what would you like to see next time? It is all highly welcomed! Communicate with us through your bank advisor.

You can also contact us through the KB infoline **+420 800 521 521** or **mojebanka@kb.cz**.

NA PARTNERSTVÍ ZÁLEŽÍ

