

APRIL 2009



INTERNATIONAL PAYMENTS FRAMEWORK

Simplifying International Credit Transfers thru Global Standards

STRICTLY PRIVATE AND CONFIDENTIAL



A membership organization

- Defining rules, standards and operating framework
- Simplifying non-urgent cross-border credit transfers
- Leveraging existing payment networks and International standards e.g. ISO 20022
- Enabling interoperability between domestic and regional non-urgent payments systems and banks



Why?

- Globalization is continuing to drive a broader base of clients who demand cost-effective, less complex payment services with a wider reach.
- The IPF approach is to enable locally originated non-urgent credit transfers to reach markets around the world.



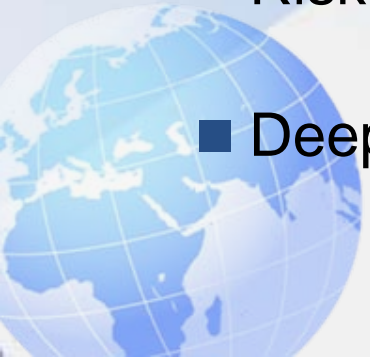
Non-Urgent Credit Transfers

- Currencies: EUR to/from USD with other currencies to follow
- Batch/Bulk payments
- Bilateral arrangements between member networks



Member Benefits

- Influence the rules and shape the organization
- Business as Usual with Global Reach
- Back-Office Simplification
- Certainty of Service
- Improved ROI
- Risk Mitigation
- Deeper client relationships



Customer Benefits

- Ease of executing payments around the world
- Cost-effective service
- Standard formats
- Payment reference / remittance information delivery
- Integration into accounts payable and receivable

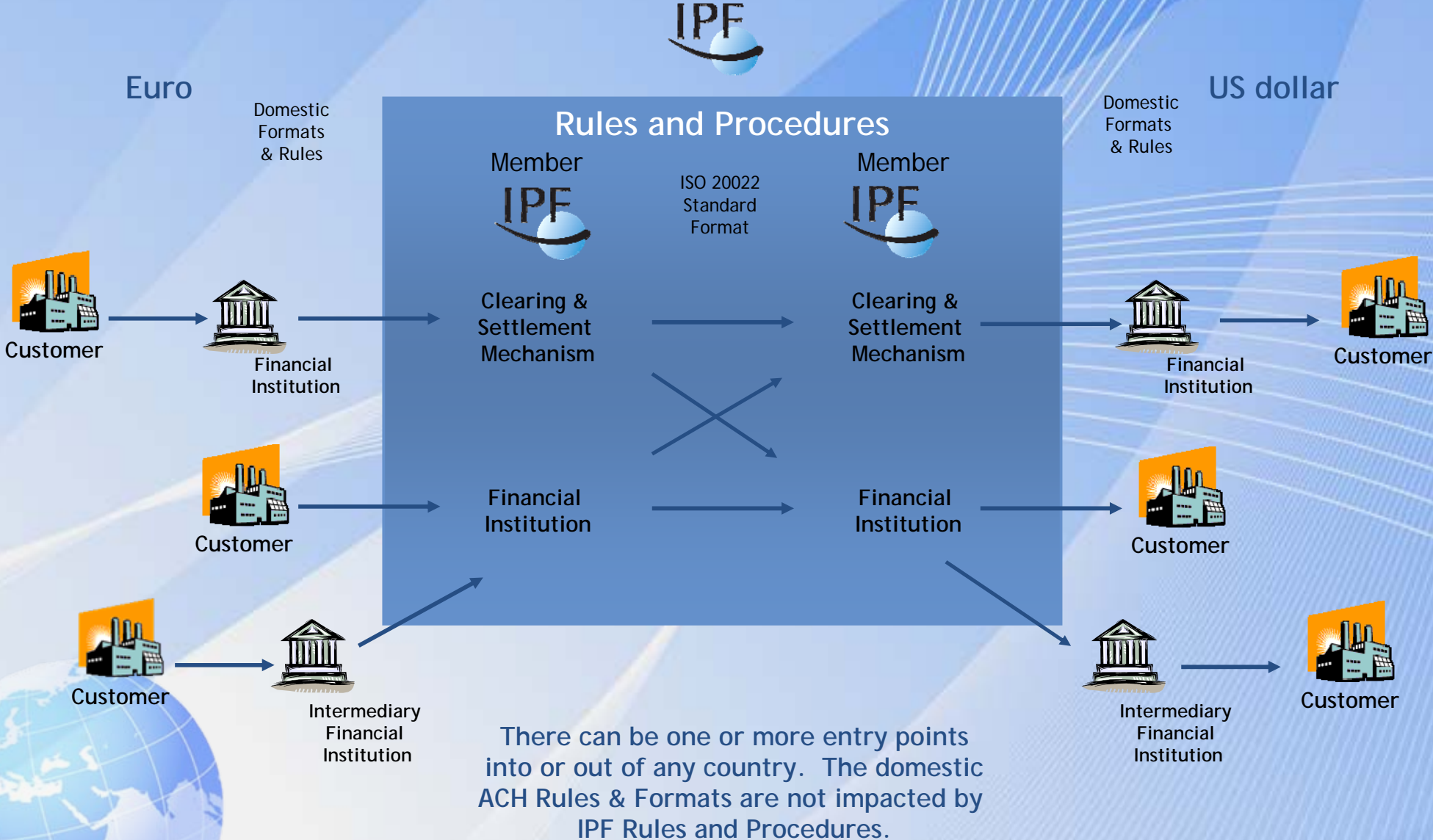


Key Deliverables

- Establish a framework for non-urgent cross border credit transfers by 31 December 2009
- Development of by-laws
- Development of the operating rules and model
- Development of the service agreement that binds the IPF members to the operating rules
- Staged launch of EUR/USD credit transfers



Example of Overlay Structure Model



Current Members

- ABN AMRO
- Canadian Payments Association
- Camara Interbancaria de Pagamentos (CIP)
- Clear2Pay
- Equens
- Eurogiro
- Federal Reserve Bank
- Fifth Third Bank
- J.P. Morgan
- NACHA
- PayPro
- PNC
- SECB Swiss Euro Clearing Bank
- Standard Bank of South Africa
- Standard Chartered Bank
- S.W.I.F.T.
- The Clearing House
- U.S. Bank
- VocaLink
- Wells Fargo/Wachovia
- World Savings Banks Institute
- Zions Bancorp

How is IPF organized?

Co-Chairs

- Jane Hennessy, Wells Fargo and Alan Koenigsberg, J.P. Morgan

Work Group Leads

- Rules & Governance—Elizabeth McQuerry, Federal Reserve and Michael Steinbach, Equens
- Technical—Arthur Cousins, Standard Bank of South Africa and Roy DeCicco, J.P. Morgan
- Marketing & Communications—Rossana Salaris, The Clearing House and Tjeerd Rienstra, Eurogiro



Status

- Rules and Governance
 - Charter completed and approved
 - By-laws drafted and being reviewed by membership
 - Business model drafted and being reviewed by membership
 - Rules drafted and being reviewed by membership
- Technical
 - Mapping from IAT to/from ISO IPF formats completed
 - Mapping from SCT to/from ISO IPF formats completed
 - Implementation guide drafted and under review
 - IPF test plan and pilot preparation underway
- Marketing Support
 - Website completed
 - Presentations at major conferences (SIBOS, Global Payments Strategies Conference, Payments 2009, International Equens Payments Conference)
 - Media coverage

Additional Information

- Website: internationalpaymentsframework.org
- Email: info@internationalpaymentsframework.org



Questions?

