Payments party data combinations for different use cases
Use case 7: Indirect Scheme Participant Client Payment

Payment Service Provider (PSP1) is the customer of LHV and has an active Indirect Scheme Access Service contract with LHV.

Technical Account (so called *Master Account* in the Indirect Scheme Access Service contract) is opened with LHV and belongs to the PSP1.

Payment account is opened with PSP1 and belongs to the PSP1's client.
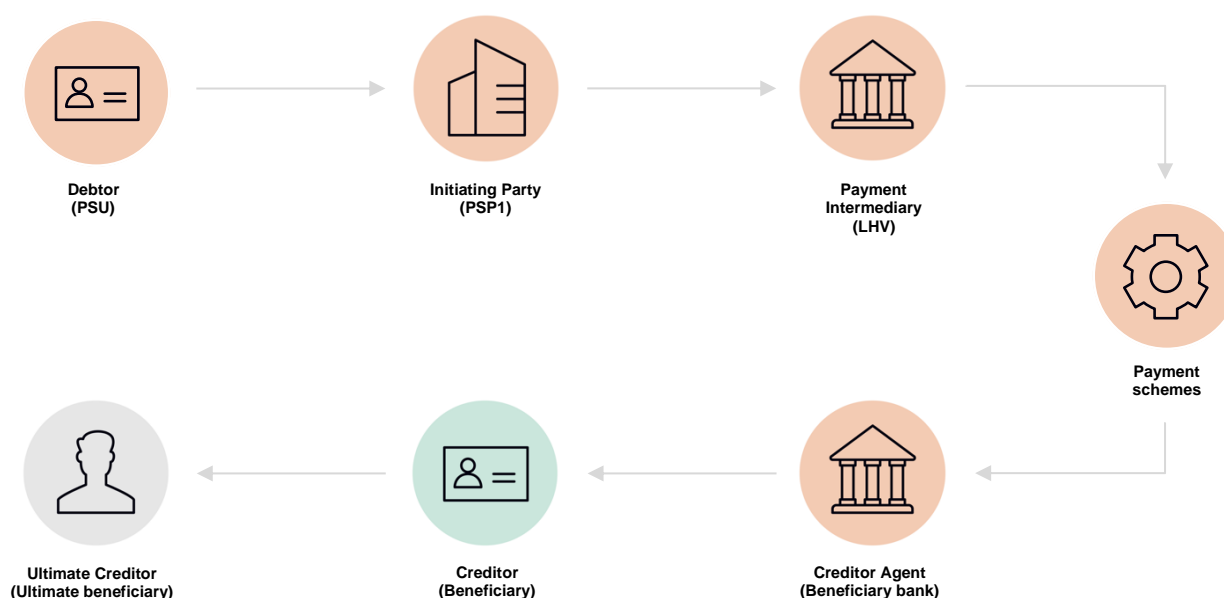
PSP1 synchronizes the end customers' (PSP1's clients') payment account numbers with the LHV database. All payment account details are stored in the PSP1's database. LHV only retains the payment account numbers in the LHV database.

Funds belong to the end customer (PSP1's client).

Use case:

Indirect Scheme Participant (PSP1) initiates the payments of the end customer (PSP1's client).

Indirect Scheme Participant Client's Payments

Debtor (PSU) → Initiating Party (PSP1) → Payment Intermediary (LHV) → Payment schemes → Creditor Agent (Beneficiary bank) → Creditor (Beneficiary) → Ultimate Creditor (Ultimate beneficiary)

Actors and parties:

PSU – Payment Service User – the client of PSP1 and the owner of funds. PSP1's client acts as the actual **payer**, the originator of the payment. The payer's name and address (or other options) must be provided in the **Debtor block** of the payment initiation message. It is recommended to provide the payer's address and/or additional data so that the payments with a partial match do not get stuck in AML controls. It is mandatory to provide the payer's name and address.

PSP1 – Payment Service Provider – the customer of LHV, the Indirect Scheme Participant and the Technical Account owner. PSP1 acts as the **payer's payment service provider** (as **Debtor Agent**). PSP1 debits the payer's (PSP1's client) payment account opened with PSP1 and forwards the payment order to LHV. PSP1 data must be provided in the **Initiating Party block** of the payment initiation message. BIC is the preferred option to be used in the Initiating Party block, if BIC is not available then the name and address of the PSP1. PSP1 data should not be duplicated in the Debtor Agent block.

LHV – LHV Pank AS – act as the **payment service intermediary**, debits the Technical Account that belongs to the PSP1 and forwards the payment orders (depending on interface type) to the corresponding payment scheme.

LHV