

Payments party data combinations for different use cases

Use case 10: Payment Collection via Direct Debit on behalf of PSP's client

Payment Service Provider (PSP) is the customer of LHV.

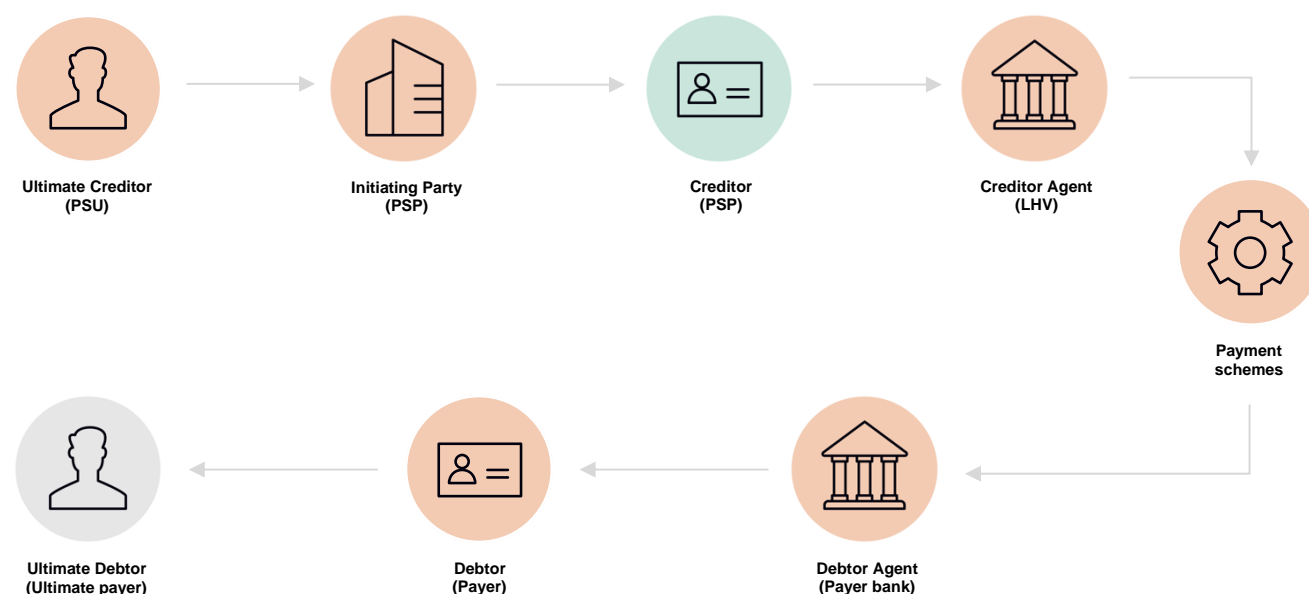
Collection account (i.e., current account) is opened with LHV and belongs to the PSP.

Incoming funds belong to the end customer (PSP's client).

Use case:

PSP initiates the Direct Debit to collect payments on behalf of the end customer (PSP's client).

Customer Direct Debit



Actors and parties:

PSU – Payment Service User – the client of PSP and the owner of incoming funds. PSU acts as the actual **beneficiary** of the collected payments. The beneficiary's name and address (or other options) must be provided in the **Ultimate Creditor block** of the direct debit initiation message. It is recommended to provide the beneficiary's address and/or additional data so that the direct debit order with a partial match do not get stuck in AML controls. It is mandatory to provide the beneficiary's name and address if any of the parties (PSP or Debtor Agent) is located outside the

EU/EEA (EU Regulation 2015/847).

PSP – Payment Service Provider – the customer of LHV and the collection account owner. PSP acts as the **collection services provider for the PSU**. PSP data must be used in the **Creditor block** and in the **Initiating Party block** of the direct debit initiation message. The PSP to which the Creditor Identifier Code (CI) has been issued must be indicated in the Creditor block.

LHV – LHV bank – act as the **direct debit service intermediary** and **payment service intermediary**, forwards PSP's direct debit orders to the scheme and credits the PSP's collection account opened with LHV.