

# Payments party data combinations for different use cases

## Use case 6: Level2 VIBAN Payment plus Ultimate Debtor

Level 1 Payment Service Provider (PSP1) is the customer of LHV.

Level 2 Payment Service Provider (PSP2) is the customer of PSP1.

Payment account (i.e., safeguarding account / operational account, so called *Master Account*) is opened with LHV and belongs to the PSP1.

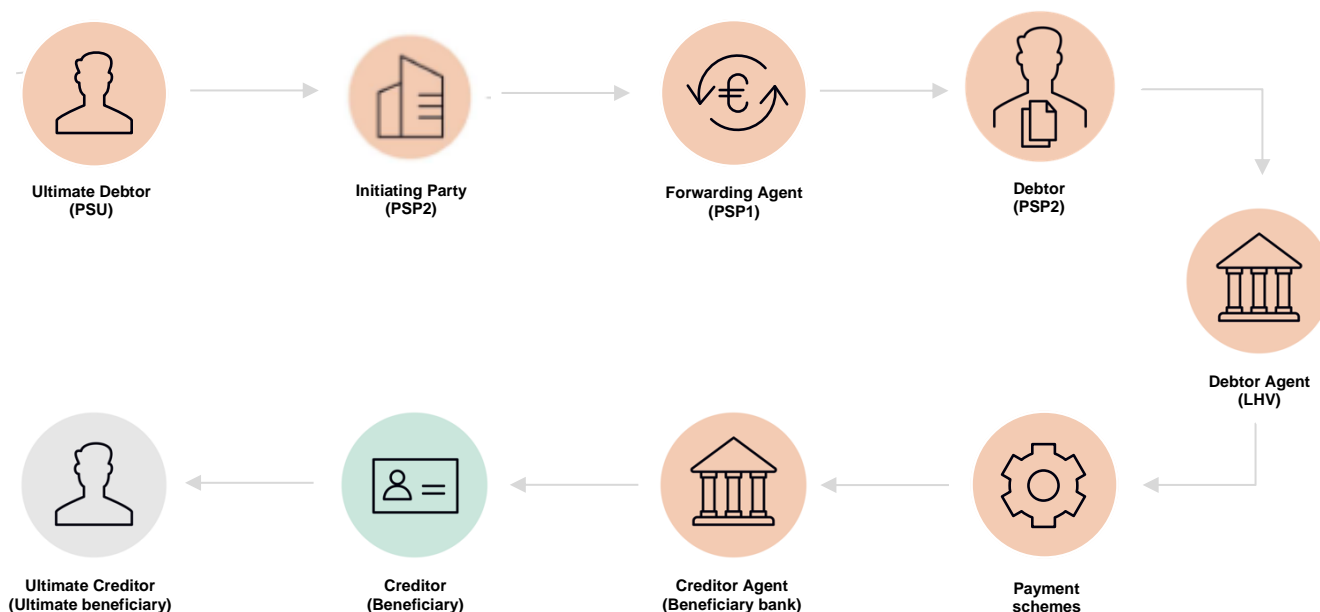
PSP1 orders VIBAN numbers from LHV for the PSP2. VIBAN owner is the PSP2.

Funds belong to the end customer (PSP2's client).

### Use case:

PSP2 initiates the payments of the end customer (PSP2's client) via VIBAN that belongs to the PSP2. VIBAN must be in an active status to initiate the payment. The Ultimate Debtor block is used to display the end customer's data.

### PSP Level 2 Payments (VIBAN + Ultimate Debtor)



**Actors and parties:**

**PSU** – Payment Service User – the client of PSP2 and the owner of funds. PSP2'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 **Ultimate 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 if any of the payment servicing parties (PSP1, PSP2 or Creditor Agent) is located outside the EU/EEA (EU Regulation 2015/847).

**PSP1** – Level 1 Payment Service Provider – the customer of LHV and the Master Account owner. PSP1 acts as the **payment service intermediary for the PSP2** and forwards the payment order to LHV. LHV debits the Master Account that belongs to the PSP1. PSP1 data must be provided in the **Forwarding Agent block** of the payment initiation message. BIC is the preferred option to be used, if BIC is not available then the name and address of the PSP1.

**PSP2** – Level 2 Payment Service Provider – the customer of PSP1 for whom PSP1 has subscribed VIBAN from LHV.

- PSP2 acts as **payment initiation service provider** and initiates the payment order forwarded to LHV. PSP2 data must be provided in the **Initiating Party block** of the payment initiation message. BIC is the preferred option, if BIC is not available then the name and address of the PSP2.
- PSP2 as a **VIBAN owner's** data must be provided in the **Debtor block** of the payment initiation message. For active VIBANs, a predefined set of VIBAN owner's data (incl. name and address) is provided by the PSP1 and synchronized with LHV database for VIBAN owners. Therefore, it is enough to provide the VIBAN number and the VIBAN owner's name in the Debtor block. LHV adds the PSP2 as the VIBAN owner's address to the outgoing payment from LHV database for VIBAN owners.

**LHV** - LHV Pank AS - acts as the **payer's payment service provider**, debits the Master Account of the PSP1 and forwards payment orders (depending on interface type) to the corresponding payment scheme or SWIFT.