

# Money Orders



Easy money from counter to counter.

The original, well-known postal financial service, tailored for modern Eurogiro members to make the most of the unique density of the postal branch network.

## Primary product features

Maximum 5 working day processing flow: cash in-payment at post office / postbank counter for cash out-payment at post office / postbank counter.

- Transfer in sender's, receiver's or third country's currency
- Full Price Transparency:
  - All participants offer service where costs are fully carried by the sender and full amount paid out to receiver. Receiving bank is compensated according to agreement
  - Option available where costs are shared between sending and receiving institution or carried by receiving institution
- Very high security due to electronic transfer
- Several out-payment services (at counter, home address delivery), depending on local arrangements

## Eurogiro member benefits

- Eurogiro Money Order is included in the MultiLateral Framework, for easy implementation of new transaction corridors
- Members control product: actual speed (within maximum limits), price & remuneration, multiple settlement ways, FX, marketing etc.
- Day to day settling of accounts improves security and cash management; nominated settlement providers offer single point of settlement (also settlement via mutual accounts or even bill is possible subject to bilateral agreement)
- Very high Straight Through Processing Ratio. Regular monitoring of the Eurogiro quality, both Straight Through Processing Ratio and the application of the time scale commitment in member institutions
- Access to advanced network distribution technology, with interfaces for several levels of automated production: any set-up from large host systems to stand-alone PC's for direct keying-in at the Eurogiro Local System (ELS) is supported by Eurogiro. Very high capacity for bulked payments
- Eurogiro standards follow SWIFT standards for easy and cost-effective entry into the traditional banking world
- Community to enhance services, ease handling and tailor corridor marketing

## Eurogiro Money Orders – Specifications

### Service elements for participating bank

- Maximum 5 days flow: with value date on bank day four at the latest and issuing of payment instrument on value date +1
- Receiving, and maybe sending, payments in receiver's currency (MT 103-60), and maybe in sender's (MT 103-61) and third country's currency (MT 103-62). Fast payment, MT103-63 available
- Receiving institution issues domestic payment instrument, sending institution compensates receiver's costs
- Formatted queries on electronic media
- Communication of own prices and out payment services and Eurogiro member transfer prices
- Option to bulk payments in very large bulks

### Settlement

Eurogiro payments are settled each day.

Settlement is agreed bilaterally, but settlement scheme is part of MultiLateral Framework.

Single point of settlement service using service provider for instance EUR and USD.

Alternatively, the settlement is on an account with the country whose currency the payment is made in. Transactions in third country currency require account with bank in third currency country.

### Implementation requirements

- Participation in MultiLateral Framework or signing of relevant Service Level Agreements & bilateral agreements
- Implementation of the Eurogiro message type MT103-60 (receiver's currency) and maybe MT103-61 (sender's currency) and MT103-62 (third country's currency)
- Opening of EUR accounts with the settlement service provider to settle transfers, perhaps supplemented with bilateral account relationships

with Eurogiro members or with third bank if necessary

- Implementing routines for issuing electronic queries and audited security measurements, by use of Eurogiro MTn95 and MTn96
- Participation in exchange of price, volume and quality information, as well as exchange of basic member data
- Participation in quality tests

### Technical requirements

- Use of one of the following options:
  - Installation of Eurogiro Local System (ELS) at an agreed entry level
  - Installation of Eurogiro SWIFT Middleware (ESM) or similar own developed software for members connected through the SWIFT Eurogiro Closed User Group (SECUG) on SWIFTNet

### Member services

- Turn-key installation & training
- Connectivity Certificate
- SMS messaging service
- KYC data sharing service
- Regular member meetings
- Handbooks and up-dated member information
- Quality tests on time scale performance and Straight Through Processing Ratio

### Other information sources

The [www.eurogiro.com](http://www.eurogiro.com) is primary source of information. Consult this for:

- List of Contact Persons
- Eurogiro Information Handbook; all general rules, products & services, statistics on network use plus member specific information
- Eurogiro Message Type Specification
- Newsletters, product descriptions etc.