

SEPA DIRECT DEBIT

- cross-border euro payment collections in the euro zone

Do you

- regularly receive payments in euros from customers within SEPA?
- want a set-up where you can collect accounts receivable at the due date?
- want automatic payment processing and reconciliation of accounts receivable?
- want to optimise your liquidity management and cash flow forecast?

If so, SEPA Direct Debit is the solution you are looking for.

Advantages of SEPA Direct Debit

As a creditor, you will be able to

- determine the exact date of collection
- ensure payment completion within a pre-determined time cycle
- streamline cash flows and optimise your cash flow forecast
- build full STP for account receivables

SEPA Direct Debit (SEPA - the acronym of Single Euro Payments Area) is an interbank payment solution for euro-denominated direct debits in all SEPA. It operates on the basis of uniform rules, formats, processes, service levels and time frames.

There are two types of SEPA Direct Debit solutions. The SEPA B2B Direct Debit scheme is available only if both you and debtor are businesses. The SEPA Core Direct Debit scheme is also available to consumers. In the Core scheme, the debtor has a no-questions-asked refund right of eight weeks.

As a payment solution for the entire SEPA, SEPA Direct Debit will replace the many different national direct debit solutions in euro

How SEPA Direct Debit works

1. Mandate

Your customer (the debtor) must sign a mandate that allows you to collect the customer through SEPA Direct Debit. In some countries the debtor must set up his account for SEPA Direct Debit. For SEPA B2B Direct Debit schemes, your debtor has to inform his bank about the mandate.

2. Notification

Before you collect payment, you must notify your customer of the amount due and the collection date.

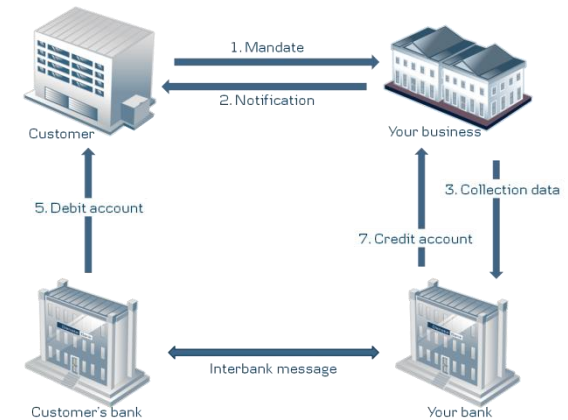
3. Collection data

You can enter collection data in Business Online or send a file with the collection data in XML 20022 format. Your customer's

bank debits the amount payable and transfers the funds to Danske Bank.

4. Credit

Your account is credited on the due date with the same value day.



Business Online and files

You can use SEPA Direct Debit via Business Online or via files. SEPA Direct Debit has adopted the ISO 20022 XML format.

More information

Please contact us if you would like to discuss how you can get the most out of SEPA.