TIF Tokyo
Japan Anticipating the International Payments Trends

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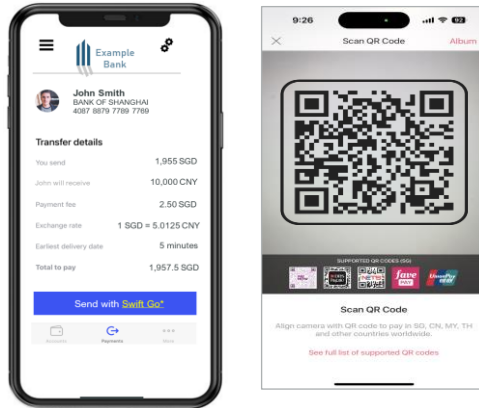
Swift

Payments Innovations

November 2023
TIF in Tokyo

Confidentiality:
Restricted

Variety of cashless services

Instant payment systems with ISO20022

In the UK, the receipt of cross-border payments via UK FPS is enabled through the Payment Originating Overseas (POO) scheme. In 2020, Swift worked with Lloyds to forward cross-border gpi payments over UK FPS

EPC published rule book for processing One-Leg-Out credit transfers, covering SCT Instant. Effective November 2023

Singapore and Thailand introduced the world's first **bilateral** IPS link in 2021

In June 2023 HK FPS started to accept and process payments from abroad for their whole community

TCH and EBA working to enable instant cross-border payments through IXB initiative

March 2023 ASEAN 5 commit to implement **multilateral** cross-border scheme based on BIS Project Nexus

Pan-African Payment & Settlement System launched in 2022

India and Singapore launched **bilateral** link in February 2023

In India, cross-border payments can be processed through various regulatory schemes e.g. RDA and MTSS. In 2021, Swift also worked with ICICI Bank to enable cross-border instant payments via IMPS

Australia developed the Instant Payment Business Service (IPBS) for processing inbound international payments on the NPP. Activation scheduled for Q1 2024

Live IP systems

Developing IP systems

IPS accepting cross-border payments
(Non-exhaustive. Some countries planning to accept cross-border transactions but have not published formal rules)

Sources: ACI Worldwide, BIS, Global Data, FIS Swift own analysis

Digital Currencies XXXCoins

CBDC   Digital Assets

The introduction – The G20's mission for cross-border payments

Surge in global migrants

Supply Chain Globalization

Cross-Border eCommerce

Investment Internationalization

Confidentiality: **Restricted**

Funds need to be moved across borders faster and easier to facilitate these trends

The G20 has set targets for improving the cost, speed, transparency and access of international payments by 2027
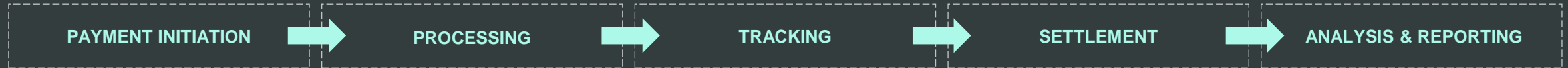
We share this vision and are working to make it a reality.

|	
Cost	Retail Payments: Global average cost (fees & FX margin) < 1% No corridor with cost > 3%
Speed	75% of payments funds available in <1 hour The rest within one business day
Access	End-users to have at least one option for sending and receiving electronic payments
Transparency	All providers to share total transaction cost, expected time to deliver funds, tracking of payment status and terms of service

Swift

Swift is transforming the end-to-end cross-border payment process.
Deep dive into your end customer needs for each part of the payment journey

PAYMENT INITIATION →	PROCESSING →	TRACKING →	SETTLEMENT →	ANALYSIS & REPORTING

Customer need:

I would like an easy way to send a payment, understand the costs and timelines upfront

Am I paying the right person?

Customer need:

I would like my payment to be sent in the fastest and most cost-effective way

The payment should arrive in a timely way, without any hidden charges at the end

Customer need:

As a sender , I want to know where my payment is and be informed when the person I'm paying has received it. As a receiver, I want the ability to see when the payment is going to arrive

Customer need:

Has the payment arrived?

I need a clear confirmation that the payment and that the correct amount has been received

Customer need:

As a sender I need help when I don't know where a payment I've made is or why the person I'm paying hasn't received it

As a receiver, I need help when I haven't received a payment I'm expecting

We can help:

Pre Validation
SwiftRef

We can help:

Swift GPI
SwiftGo

We can help:

Swift GPI
SwiftGo

We can help:

Swift GPI
SwiftGo
Case Resolution

We can help:

Watch Analytics
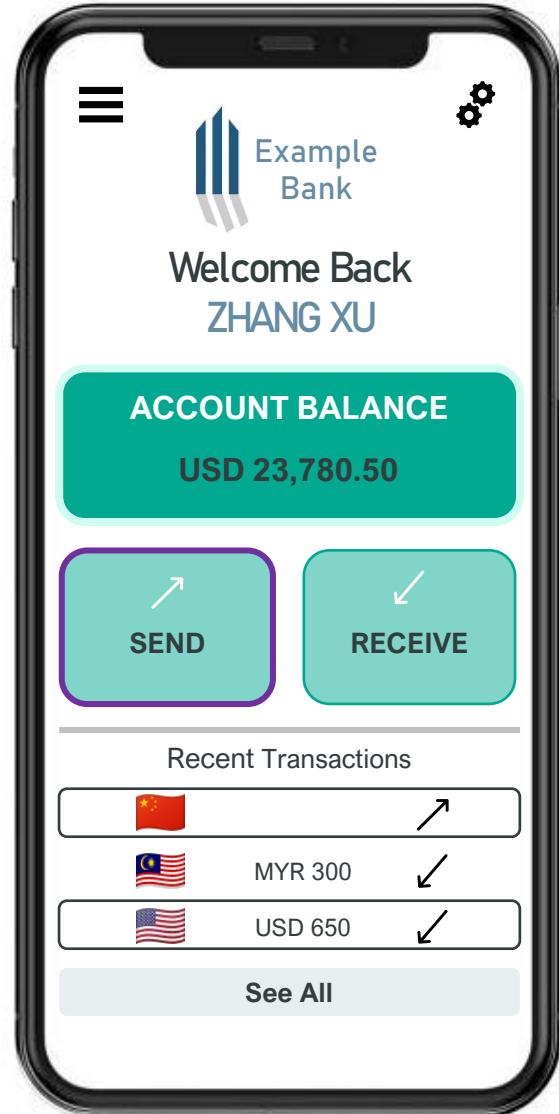**Observer Analytics**

The reach and security of the Swift network underpinned by a common global language for payments will enable you to leverage data for every kind of financial transaction
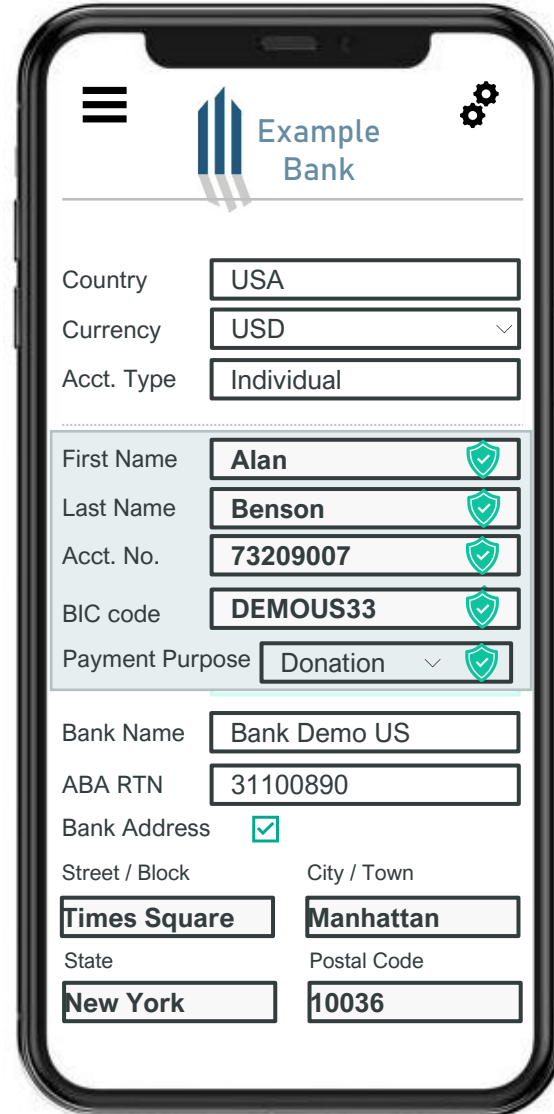
ISO 20022	Transaction Manager	Tracker

APIs
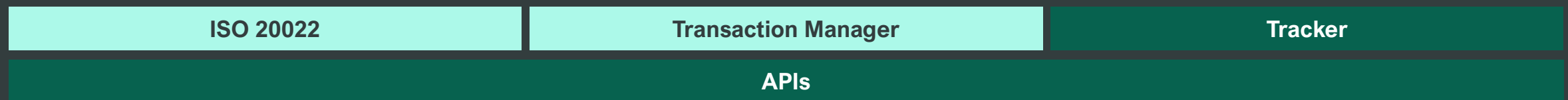
Enrich your Customer Experience in Cross-Border Payments
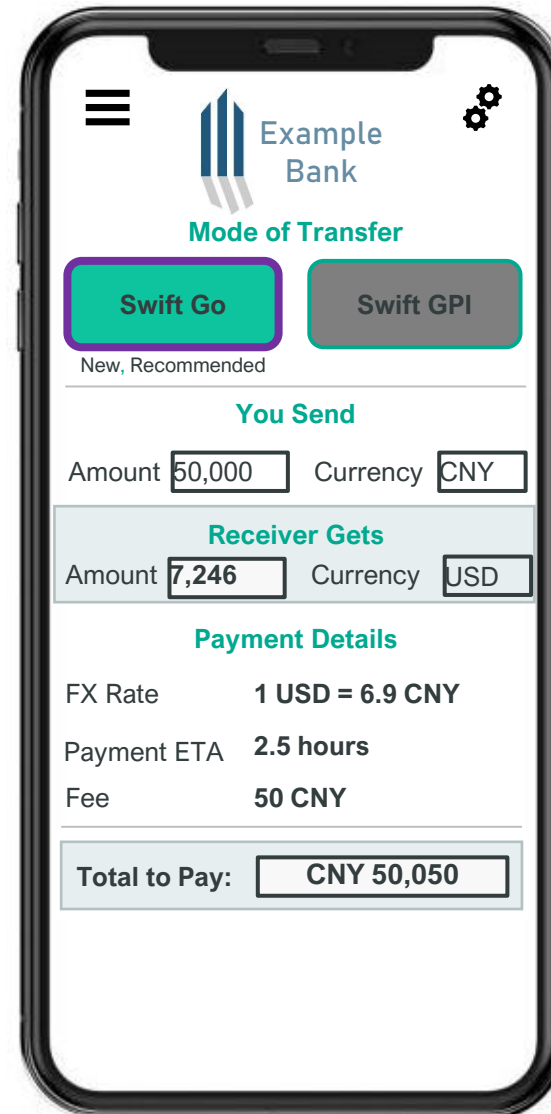## Frictionless payment journey empowered by Swift end-to-end solutions
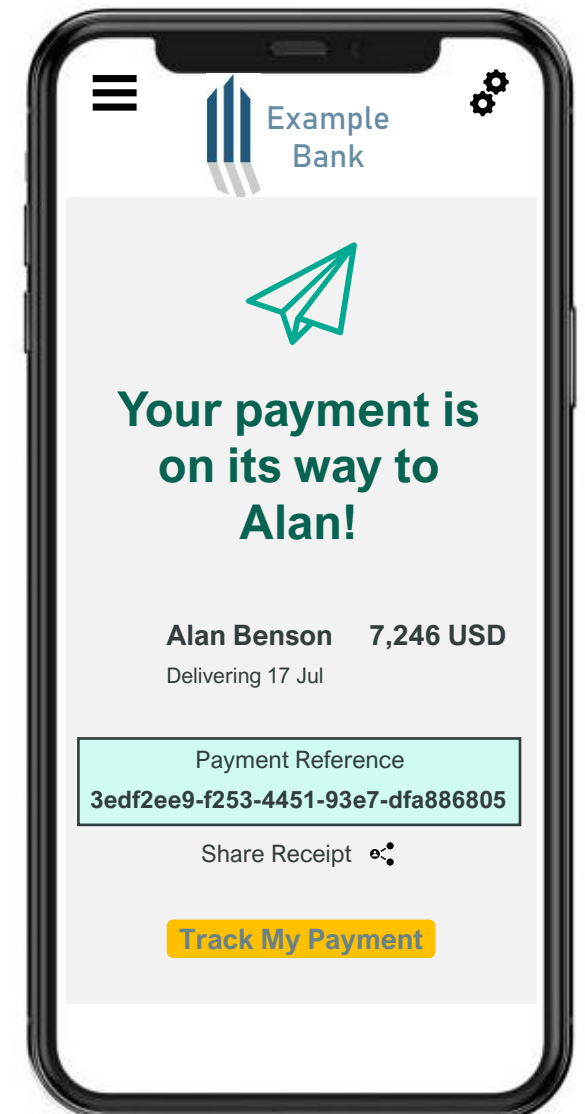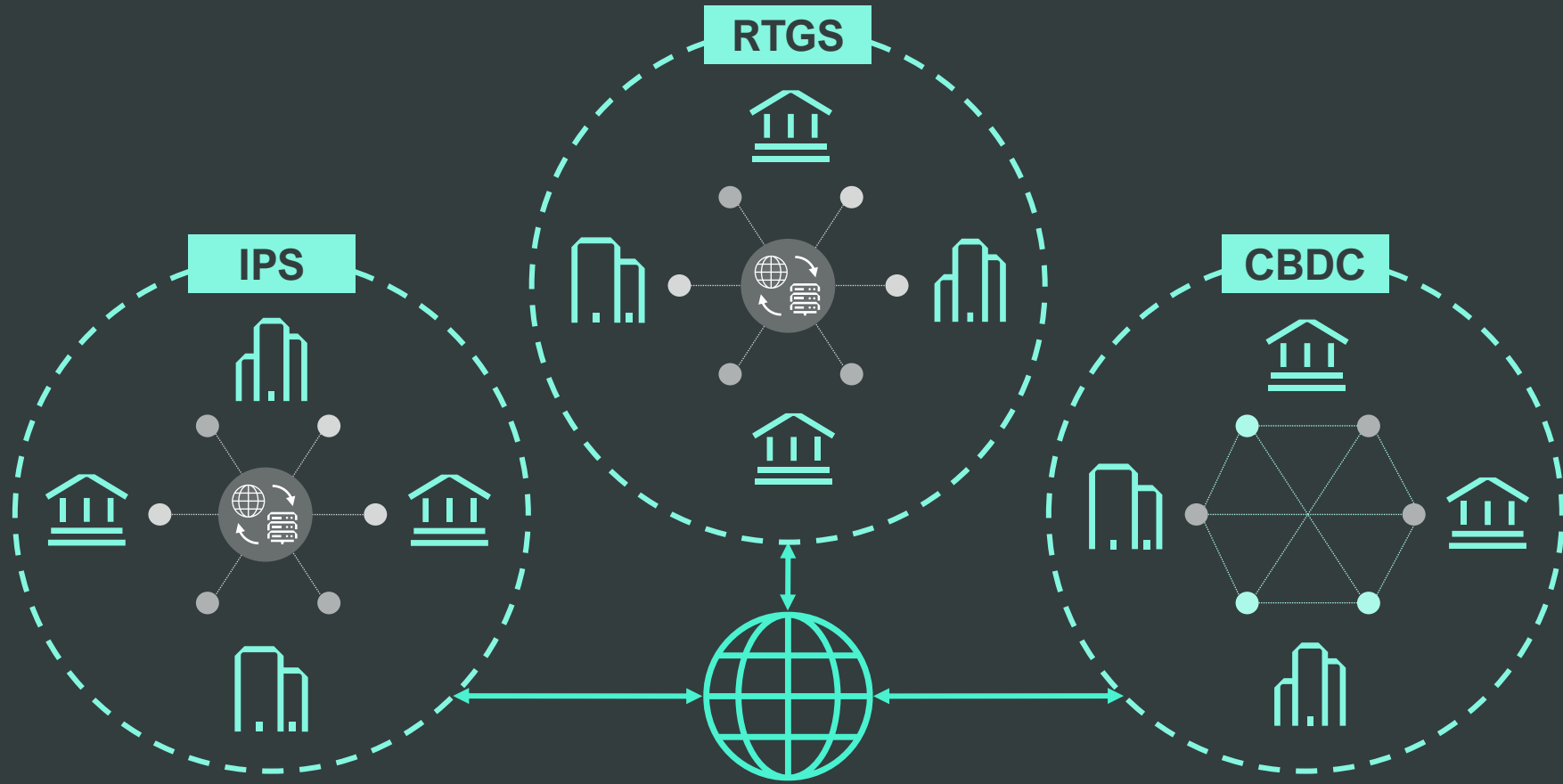
Your Mobile Banking App · Pre-Validation · Swift Go · Tracking & Notifications

Vision: **Extending interoperability to traditional and emerging Payment Market Infrastructures through the Swift platform**

RTGS

IPS

CBDC

Swift Platform

Pre-Validation, Routing & Service Levels (Swift Go), Mapping & Translation, End-to-End Tracking (GPI), Message Validation, Financial Crime Compliance, etc.

Swift