



SECTION 215 – MAGNETIC COLLECTION CREDITS

a. Introduction

Certain payments can be made at various banks using magnetic collection coupons to credit beneficiaries who come to an arrangement with the banks in this matter.

b. Standard for collection coupons

Credit notices that serve as collection coupons for payment in the banks will fulfill Standard 508 appearing in Section 500.

The Standard relates to a credit notice that is used as a collection coupon for payment at a bank. It does not relate to documents accompanying the credit notice which serve as a notice to the payer, as a receipt, etc.

c. Report to beneficiaries

1. The beneficiaries will receive the credit notices from the collecting banks together with the magnetic file.
2. Incorrect credit notices that are rejected by the check reader (rejects) will be delivered separately to the beneficiaries together with a file summarizing the amounts of the payments.