



Your Partner for European Payment Processing

A state-of-the-art platform built to support European diversity

We believe that SEPA and domestic instruments will co-exist for some time, and both need to be supported. STET offers a flexible and shareable platform where banking communities enjoy economies of scale for all payment instruments, SEPA and domestic.

We offer a full range of payment services

- SEPA Credit Transfer (SCT) and Direct Debit (SDD Core and SDD B2B),
- Card payment,
- ATM transaction,
- Domestic Credit Transfer and Direct Debit,
- Cheque exchange.

Our SEPA services are fully compliant with the EPC Rule Books and Implementation Guidelines while our native XML (ISO20022) architecture in CORE can also support multiple domestic formats.

Optimal processing

- Real-Time Multilateral Clearing,
- Management of sophisticated financial risk mitigation schemes,
- Settlement in TARGET2,
- On-line information services through Web and Application-to-Application messaging.

STET strictly separates its processing governance from community scheme governance. Since each has a distinct organisation, it is possible to offer a common engine to national banking communities.

Volume and Performance

CORE was designed to support the SEPA market as a whole. Initially hosting the French market, one of the largest in Europe:

- 13 billion payment orders processed in 2010,
- 140 million payments on a peak day,
- Proven capacity for more than 300 million payments a day.

Our platform is witness to active SEPA migration:

- 300 million SEPA scheme payments processed since 2008,
- 28.5% monthly share of total SEPA SCTs,
- Peak day of 9.2 million SCTs.

Innovative layer added to traditional Clearing & Settlement:

- Multilateral Continuous Clearing,
 - Guarantee settlement mechanism as a tool for exchange irrevocability.
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Real-Time clearing to increase your competitive advantage

STET offers Real-Time clearing for all payment instruments

We provide optimal Clearing services on an efficient, secure and highly robust platform with sufficient scale to be the most competitive clearing partner in Europe.

Our Settlement services offer flexibility to accommodate different options from Continuous clearing to Delivery After Settlement with multiple intraday cycles.

Our on-line Information services and Treasury tools provide participants with real time monitoring of liquidity position and counterparty risk.

Leading Processor

Our processing services offer:

- Full validation and control over exchanged files and payments,
- Continuous processing throughout the day (24/6 availability),
- On-line view on clearing activities throughout the day,
- Treasury tools and real-time view on settlement obligations,
- Positions for all instruments with final TARGET2 settlement,
- Settlement services tailored to different models with multiple intra-day cycles,
- TARGET2 interface supporting cash and guarantee models,
- Full range of end-of-day reports,
- Permanent access to test environment.

European card processing leader for clearing and settlement

CORE processed 6.2 billion card transactions in 2010 (payments and ATM)

STET CORE system offers:

- Clearing and settlement of all domestic card transactions (CB, VISA, MasterCard, Diners Club...),
- Settlement of VISA crossborder flows.

STET aims to satisfy the needs of European customers by focusing on the clearing and settlement in respect of the SEPA Card Framework.

STET will easily adopt the new ISO 20022 format in accordance with the SEPA card specifications for clearing and settlement.

Multi-CSM solution for clearing and settlement

Our Multi-CSM shareable architecture can serve as a common processing engine to existing CSMs on a white labelling basis. As a result, scheme governance, processing choices, and business support can be considered at a community level.

Main advantages

- Very competitive processing cost issued from volume concentration,
- Systemically Important Payment System in accordance with Eurosystem criteria,
- State-of-the-art technology on a Service Oriented Architecture (SOA),
- Full range of payment instruments and formats,
- Fully-automated end-to-end system and STP (Straight Through Processing),
- Network agnostic infrastructure,
- Different settlement agreements and TARGET2 interface support,
- Highest resilience and availability levels,
- Operational robustness.

CORE is a highly reliable and secure system ensuring

- Authentication,
- Data integrity and confidentiality,
- Non-repudiation and transaction traceability.

Successful track record in community migration

January 2008: STET's CORE system went live with the launch of the first SCTs.

STET successfully managed the migration of all French payment instruments from the domestic legacy system to CORE, which handles very large volumes (13 Billion) and copes with different instruments and formats.

All instruments were processed in record time to the full satisfaction of the French banking community. Today CORE platform is processing all payment instruments, SEPA and non-SEPA.

As an expert in payment processing and project management, STET is able to respond efficiently and competitively to any other banking community need without scheme, instrument or format distinction.

Processing, Clearing and Settlement of European retail payments

STET covers all SEPA schemes and can support all national payment instruments: Credit Transfers and Direct Debit schemes, Cards, Cheques, Bills of Exchange, and other instruments.

These services include the secured transport, control, routing, processing, accounting, reporting, data warehousing and archiving, clearing and settlement of payment orders exchanged between system participants.

The unrivalled flexibility and scalability of STET new generation system together with our business and operational excellence allows us to fully adjust to our clients needs in terms of payment schemes and formats, processing needs, clearing and settlement modes and, more generally, business rules.

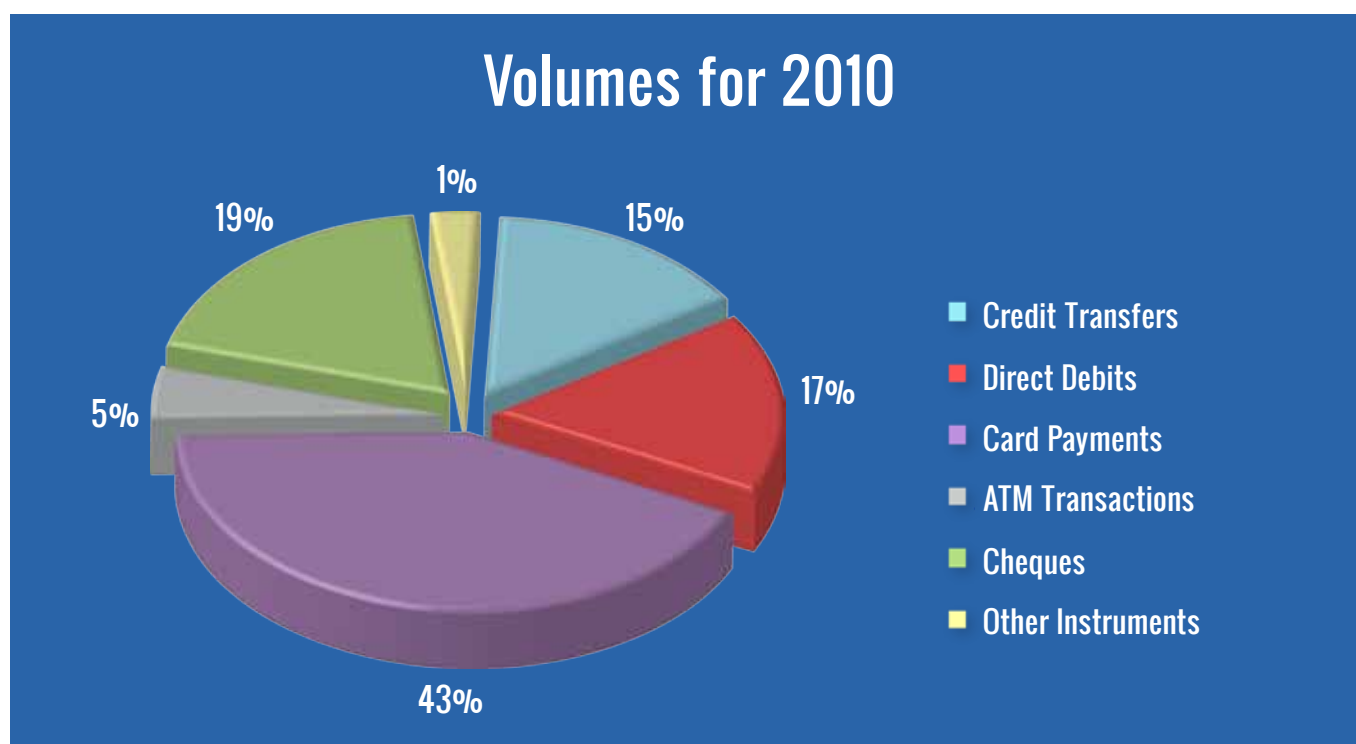
Compliance

As the leading Automated Clearing House for retail payments in Europe, STET complies with the Eurosystem policies for Systematically Important Payment System and provides its clients with a fully reliable and compliant CSM processing service.

The largest ACH in Europe

With 13 billion end-to-end transactions processed in 2010 for over €5 trillion, STET is by far the largest ACH in Europe with 48% market share of Euro payments processed in European retail systems. (source: ECB)

Leader in Cards processing with 6.2 billion POS and ATM transactions in 2010.





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