



INSTANT PAYMENTS:

Poised for growth in the U.S.



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POISED FOR GROWTH IN THE U.S.**

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PAYMENTS IN THE U.S.

Instant payments are not only about money, but instant connectivity. Not only about speed, but precision, transparency and certainty.

Increasing instant payment adoption rates and continual development and evolution of real-time infrastructures around the globe speak to the staying power of real time. With nearly 70 payment schemes live around the world, these high-speed payment rails are enabling new payment use cases and disrupting existing payment chains by offering lower costs and immediate availability of funds.

2023 promises to be an eventful year for payments in the U.S., as the U.S. Federal Reserve launched FedNow in July. This new payment rail will compete against a spectrum of existing private payment service providers in the U.S., including in person-to-person (P2P), business-to-business (B2B) and person-to-business (P2B) use cases. FedNow will join the existing payment network RTP® and mobile payment service by Zelle.

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FEDNOW

The FedNow service is the most recent instant payment service developed by the Federal Reserve. The service launched in July 2023. The Federal Reserve aims to provide a secure and accessible platform for instant payments, ensuring that money can move quickly and securely between financial institutions and consumers or businesses. FedNow's goal is to further increase market penetration and interoperability.

FedNow aims to provide instantaneous payment processing, allowing funds to be transferred between financial institutions and end users in real time. This immediate settlement can enhance the speed and efficiency of transactions, enabling individuals and businesses to access and use their funds more quickly.

Operated by: The U.S. Federal Reserve banks (public)

Launched: 2023

Members: ???

Use cases: P2P/B2B/P2B*

Volume and value: N/A

Growth: N/A

**Person-to-person (P2P), business-to-business (B2B), person-to-business (P2B)*

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RTP FROM THE CLEARING HOUSE

Launched in 2017, RTP is operated from The Clearing House (TCH). TCH is a private organization that provides payment clearing and settlement services to its member banks.

The RTP system enables real-time money transfers between participating banks and financial institutions. RTP allows for immediate availability of funds, making it suitable for P2P, bill payments and B2B transactions. It continues to experience significant growth in payment volume and transaction value.

Operated by: The Clearing House (private)

Launched: 2017

Members: 281 financial institutions**

Use cases: P2P/B2B/P2B*

Volume and value: 49M transactions worth \$22.7B (Q4 2022)***

Growth: 9% volume growth and 15% value increase from Q3 2022

**Person-to-person (P2P), business-to-business (B2B), person-to-business (P2B)*

***As of January 2023*

****Data from Worldpay from FIS, The Global Payments Report 2023*

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ZELLE

Launched in 2017, Zelle is a popular P2P payment service operated by Early Warning Services, owned by seven major U.S. Banks. It's not a payment rail, but a digital wallet that enables users to send money directly from one bank to another within minutes in an "instant-like" fashion. It has widespread availability through multiple banks and credit unions.

Zelle is integrated into mobile banking apps of participating financial institutions. It's widely used for various purposes such as splitting bills and repaying friends and family.

Operated by: Early Warning Services, which is owned by seven major U.S. banks (private)

Launched: 2017

Members: 281 financial institutions**

Use cases: P2P*

Volume and value: 5B transactions totalling nearly \$1.5T since the system launched***

Growth: ???

**Person-to-person (P2P), business-to-business (B2B), person-to-business (P2B)*

***As of January 2023*

****Data from Worldpay from FIS, The Global Payments Report 2023*

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CHOOSING THE RIGHT PARTNER

Drawing on our deep industry knowledge, decades of experience and expertise in instant payments and cloud-based solutions, the FIS Open Payment Framework provides a flexible foundation for an expanding array of pre-built payment modules. With OPF, multiple payment products can be plugged in to quickly deliver operational solutions for:

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U.S., RTP, FedNow, UKFP/NPA, SCT Inst, P27, MYRPP, NPP, HK, FP, SG FAST, etc.

HIGH-VALUE DOMESTIC PAYMENTS

Fedwire, CHIPS, EBA EURO1/STEP1, TARGET2, CHAPS, etc.

ACH payments

NACHA, SEPA, P27, EFT, BACS, etc.

FIS can help you stay competitive in today's fast-paced market. Contact us today to learn more about our payment solutions and how we can help your business thrive.



About FIS

FIS is a leading provider of technology solutions for financial institution and business of all sizes and across any industry globally. We enable the movement of commerce by unlocking the financial technology that powers the world's economy. Our employees are dedicated to advancing the way the world pays, banks and invests through our trusted innovation, proven performance and flexible architecture. We help our clients use technology in innovative ways to solve business-critical challenges and deliver superior experiences for their customers. Headquartered in Jacksonville, Florida, FIS ranks #241 on the 2021 Fortune 500 and is a member of Standard & Poor's 500® Index.

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 **ADVANCING THE WAY THE WORLD
PAYS, BANKS AND INVESTS™**

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