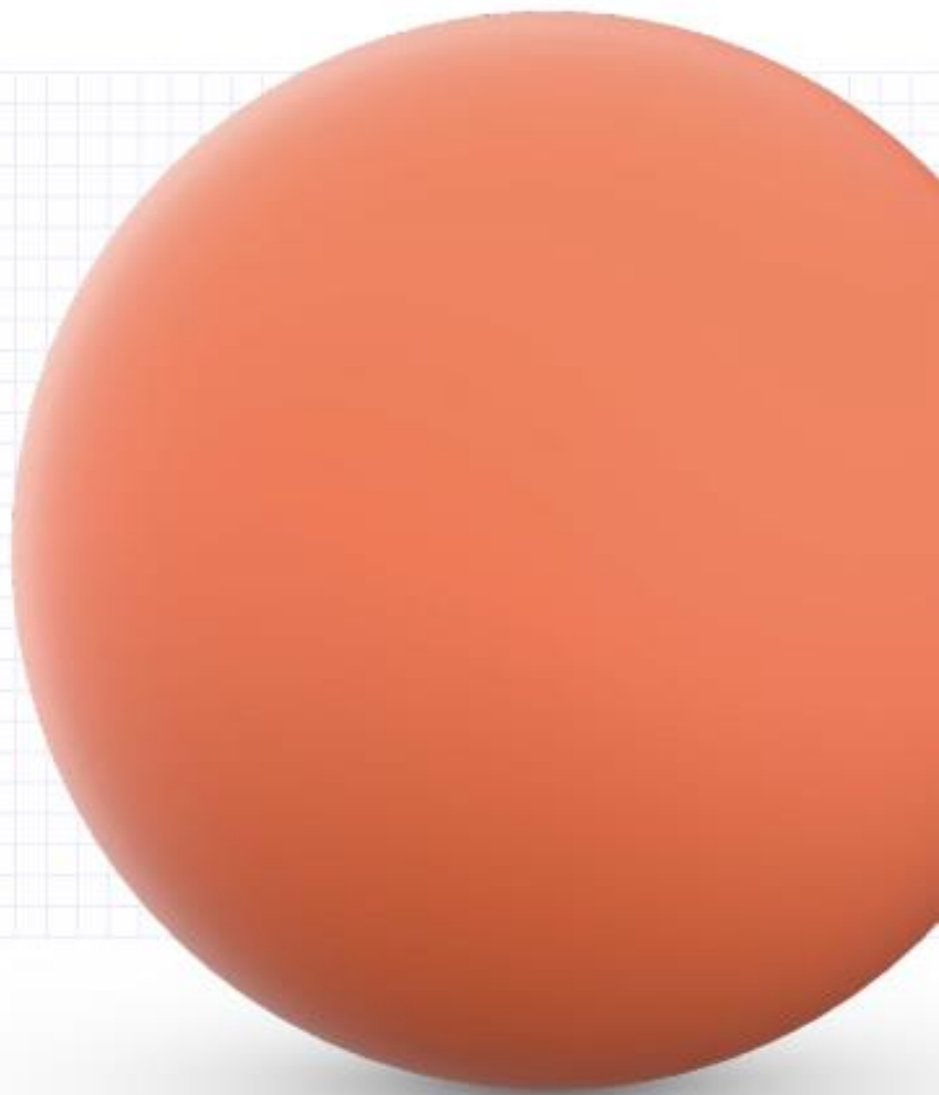




# Cryptocurrency Guidelines



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## Introduction

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With the expansion of cryptocurrency usage and its unique business needs, various regulatory bodies have started to create standards of interaction between fiat money and cryptocurrencies.

This guide walks you through Visa's requirements for cryptocurrency transaction processing, limits and reporting, to ensure you are compliant and to provide you with a smooth processing experience.

# Cryptocurrency Transactions

To regulate transactions made in interaction with cryptocurrency and to mitigate risk, Visa divides cryptocurrency purchases into two main categories, and adds a new transaction type for one of these business cases.

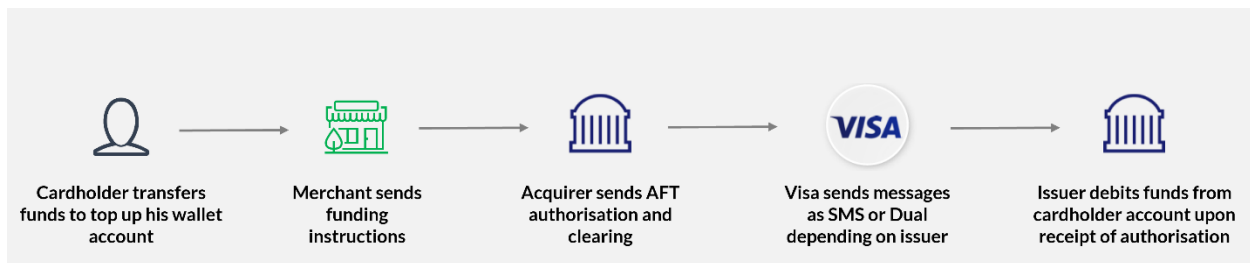
The first business flow is direct purchase of cryptocurrency, which converts fiat currency to crypto. The transaction used for this type of flow is 'purchase'.

The second flow is topping up a cryptocurrency wallet to load it with fiat currency, which will be converted to cryptocurrency at a later time. The transaction used for this type of flow is AFT.

Our risk team will review your business case and decide whether to register you for AFT transactions.

## What is AFT?

AFT stands for "Account Funding Transaction". It is a transaction used to pull funds from a card account to fund a different account. See the flow below.



The use of AFT is determined by the type of transactions you support.

There are two types of AFT transactions:

- FT: Funds Transfer – Stored value wallet. The consumer loads and stores fiat currency in a cryptocurrency wallet or exchange account.
- WT: Wallet Transfer – The consumer tops up a wallet in a wallet application

Full technical information on Account Funding Transactions can be found in the *Source Payment API Specifications* in our [Developer Portal](#).

# Visa Requirements

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## Registration

Visa requires registering merchants that process Account Funding Transactions. We will register you if your business case requires the use of AFT. Registration is free and no action is needed from your side. We may ask you for additional information required for registering with Visa, such as your license, compliance policy and KYC policy.

## AFT Amount Limits

Visa defines limits for Account Funding Transactions by limiting the daily, weekly, monthly, and per transaction amounts for processing AFT. Visa's limits are detailed in the following table:

	Domestic/Intra-EEA	International
Per single transaction	Velocity limit will apply	USD 25,000
Per 1 day	USD 100,000	USD 50,000
Per 7 days	USD 250,000	USD 100,000
Per 30 days	USD 500,000	USD 200,000

Processing AFT according to the limits requires Finaro's approval.

## AFT Pricing

AFT transactions do not have special pricing. They incur the same scheme fees and interchange fees as purchase transactions.

## Reports

Finaro's Data & Reporting suite was updated to reflect account funding transaction data in various reports and in the merchant statement.

The full specifications appear in the following API specifications that can be found in our [Developer Portal](#):

- *Reporting Data Transfer Specifications*
- *Merchant Statement Settlement Specifications*

The table below shows the dedicated AFT values and columns in each report.

Report Name	Change Type	Column Name	Change Details	Report Column #
<b>Authorisation Activity Report</b>	New values	transaction_type	<ul style="list-style-type: none"> <li>• Account Funding Transaction</li> <li>• Account Funding Transaction Reversal</li> </ul>	7
<b>Processing Activity Report</b>	New values	transaction_type	<ul style="list-style-type: none"> <li>• Account Funding Transaction</li> <li>• Account Funding Transaction Reversal</li> </ul>	8
<b>Daily Account Activity Report</b>	New value	transaction_type	Account Funding Transaction	5
<b>Monthly Merchant Balance Report</b>	A new column presenting the total gross amount of all AFT transactions	Account Funding Transaction	Type/Length: Decimal (25,2)	10
<b>Source Gateway Transactions Report</b>	A new column indicating whether the transaction is an AFT or not	Transaction sub type	Type/Length: Varchar (32) Possible value: <ul style="list-style-type: none"> <li>• Funding</li> </ul>	32
<b>Merchant Settlement Statement CSV</b>	New value	transaction_type	Account Funding Transaction	10

## Chargebacks

When using AFT, the service is deemed to have been received once the funds have been transferred to the wallet. According to Visa's dispute rules, once the cryptocurrency has been successfully transferred to the

wallet address supplied by the cardholder, the service is considered complete, and the issuer has no dispute rights if the cardholder is unable to withdraw the account balance or is locked out of the account. This, however, does not prevent issuers from raising fraud chargebacks.

## Fraud and Chargeback Programs

Account funding transactions are included in the following Visa fraud and chargeback programs, and the programs' conditions apply to them accordingly:

- VFMP – Visa Fraud Monitoring Program
- VDMP – Visa Dispute Monitoring Program

The full details of the various programs, thresholds and policies can be found in Finaro's [Fraud & Chargeback Policy](#) in our [Operational Terms and Conditions](#).