NPCI/UPI/OC No.128/2021-22

14th December, 2021

To All Members-Unified Payment Interface

Dear Madam/Sir,

Subject: Extension of additional response codes under Deemed Debit for mandate execution

Mandate transactions functions with the premise that any mandate that is created successfully must also be executed successfully. To reduce the remitter end declines in case of the mandates execution including use case of IPOs, we have developed the functionality of Deemed Debit (DD) for financial mandate execution which was introduced through UPI OC 88 dated 14th May, 2020 - Migration of "UPI – RGCS" system to "UPI Real Time Clearing & Settlement" (URCS) system w.e.f. 25th May 2020 wherein a few response codes under mandate execution was considered as Deemed Debit.

Basis the ecosystem feedback, we have now extended the scope of Deemed Debit at the remitter side further wherein any declines at the remitter end shall be considered as Deemed Debit. Only in case if the remitter bank declines the transaction with the below mentioned response codes the transaction shall be considered as failure and shall not be treated as Deemed Debit.

Sr. No	Decline Response Code and Description	Decline by
1	59 – Suspected fraud, decline/transaction declined based on risk score by remitter	Remitter Bank
2	K1- Suspected fraud, decline/transaction declined based on risk score by remitter	Remitter Bank
3	VO- Payment stopped by court order	Remitter Bank
4	VH- Mandate signature is tampered or corrupt	Remitter Bank

Any un-responded/declined transactions with invalid response code apart from the above for mandate execution by remitter bank with Purpose Code 01, response shall be treated as Deemed Debit and settlement shall be done by debiting respective remitter bank and credit the same to acquirer bank. The identifier for such settlement shall be with response code RC-

DD (Deemed Debit) in URCS for identifying the deemed debit transactions separately and initiate suitable actions in CBS. Also, additional report for transaction treated as Deemed Debit is also provided to the member banks in URCS. The format of such report is mentioned in Annex I.

With the increase of scope of Deemed Debit, the acquirer bank has to ensure that there should not be any duplicate execution and in case due to any issue if duplicate execution has happened, it shall be the responsibility of the acquiring bank to identify such duplicate transactions and reverse the same to respective remitter bank through credit adjustments on same day or T+1 where T is the execution day of the transaction. Remitter banks are also advised use the Deemed Debit report for reconciliation purpose and necessary actions.

With reference to the above request the member banks to take note of the above enhancement and undertake the requisite changes.

Yours sincerely,

Saiprasad Nabar

Chief Online Products Operations & Technology

Annex I

Please find the details available in the transaction Deemed Debit File

Sr. No	Particulars (Headers in report)	Description
1	TXN ID	Transaction ID
2	TXN Type	Transaction Type
3	TXN Date	Transaction Date
4	TXN Time	Transaction Time
5	Settlement Date	Transaction Settlement Date
6	Response Code	Response Code
7	Error Code	Error Code
8	RRN	Reference No
9	STAN	System Trace Audit Number
10	UMN/Payer Address	UMN/Payer Address
11	Initiation Mode	Initiation Mode
12	Purpose Code	Purpose Code
13	Payer Mcc	Payer Merchant Category Code
14	Payee Mcc	Payee Merchant Category Code
15	Payee Address	Payee VPA
16	Remitter Bank	Remitter Bank
17	Beneficiary Bank	Beneficiary Bank
18	Beneficiary Account Number	Beneficiary Account Number
19	Remitter Account Number	Remitter Account Number
20	Amount	Transaction Amount
21	PayerPSP	Payer PSP