

NPCI/2016-17/NACH/Circular No. 187

September 19, 2016

To

All NACH member banks

**Purpose Tag in MMS**

Refer to Circular No: 58 dated November 05, 2014 regarding NACH Debit - Mandate Processing Guidelines, a few of the member banks are not processing the mandates drawn on CC accounts as the utilization of funds is not known at the time of presentation of mandates.

2. In the view of the above, we advise member banks to use the reference 2 field (Debtor/Scheme Plan Reference Number) for providing the purpose of the mandate drawn on CC accounts. Note that there is no change in existing the MMS file format for Sponsor and Destination banks. **Refer to Annexure I for details.**
3. Destination banks may use the purpose provided in the MMS file while processing the mandates drawn on CC accounts. This will be an optional field.
4. Banks and corporates are advised to provide the purpose in the reference 2 field henceforth as per the Mandate image enclosed - **Annexure II** and capture the purpose at the time or presenting the mandates.

All the member banks are requested to take a note of the same and ensure compliance. The processing units may be advised accordingly.

With warm regards,



(Giridhar G M)

VP & Head - NACH & CTS Operations

Annexure - I

GUI:

The field “Debtor/Scheme Plan Reference Number” to be used to capture the purpose in the front end.

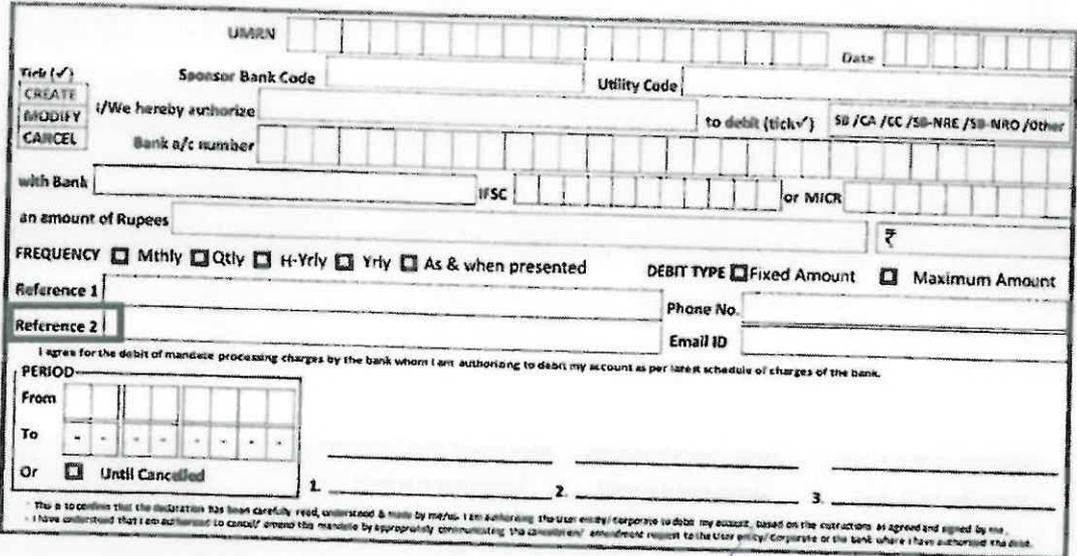
XML:

In case of XML, under debtor tag <Dbtr> below mentioned tag to be used for capturing the purpose.

```

    <SchmeNm>
      <Prtry> Purpose </Prtry> - Scheme/Plan Reference Number
    </SchmeNm>
  
```

Annexure - II (Mandate Image)



The image shows a mandate form with the following fields and options:

- UMRN: [Grid]
- Date: [Grid]
- Tick (✓)  **CREATE**  **MODIFY**  **CANCEL**
- Sponsor Bank Code: [Grid]
- Utility Code: [Grid]
- I/We hereby authorize [Grid] to debit (tick ✓)  SB /CA /CC /SB-NRE /SB-NRO /Other
- Bank a/c number: [Grid]
- with Bank: [Grid] IFSC: [Grid] or MICR: [Grid]
- an amount of Rupees: [Grid] ₹
- FREQUENCY:  Mthly  Qtly  H-Yrly  Yrly  As & when presented
- DEBIT TYPE:  Fixed Amount  Maximum Amount
- Reference 1: [Grid] Phone No.: [Grid]
- Reference 2: [Grid] Email ID: [Grid]
- I agree for the debit of mandate processing charges by the bank whom I am authorizing to debit my account as per latest schedule of charges of the bank.
- PERIOD:
  - From: [Grid]
  - To: [Grid]
  - Or  **Until Cancelled**
- 1. [Grid] 2. [Grid] 3. [Grid]

This is to confirm that the declaration has been carefully read, understood & made by me/us. I am authorizing the User entity/ corporate to debit my account, based on the instructions as agreed and signed by me. I have authorized that I am authorized to cancel/ amend the mandate by appropriately communicating the cancellation/ amendment request to the User entity/ Corporate or the bank where I have authorized the debit.

*[Signature]*