



## Information on Positive Pay System (PPS)

Reserve Bank of India (RBI) has been decided to introduce a mechanism of Positive Pay for all cheques of value ₹50,000 and above vide notification dated 25 September 2020 on 'Positive Pay System for Cheque Truncation System' (Reference RBI/2020-21/41DPSS.CO.RPPD.No.309/04.07.005/2020-21).

The guidelines under this circular shall be effective from 1 January 2021.

[Click here](#) for RBI Notification Circular.

[Click here](#) for NPCI Circular.

The key objectives of this circular is to further augment customer safety in cheque payments and reduce instances of erroneous processing on account of tampering of physical instruments. Under this process, the issuer of the cheque is required to submit certain minimum details of the cheque (such as date, instrument number, amount, etc.) to the drawee/issuing bank through the existing communication channels provided by the bank prior to the issuance of such an instrument amounting to ₹50,000 (Rupees Fifty Thousand Only) and above. The details of these cheques are verified with those presented in the Cheque Truncation System (CTS) platform, and any discrepancy is notified to the drawee and presenting banks, who would thereafter initiate redressal measures.

Given these benefits, we urge you to make use of this feature when issuing cheques manually.

- Retail customers can share cheque related information by filling up the 'Positive Pay' form, as available on the banks public website under the 'Positive Pay' icon
- Corporate customers can share the PPS information by sending an email from their registered e-mail ID to the banks common mail-drop created for this purpose i.e. 'positivepaycorp@hsbc.co.in' and as per the template circulated by the bank

For more information on Positive Pay, please refer to the 'Cheque Collection Policy' on our website or you may contact your Branch/Relationship Manager or Client Service Manager accordingly.