

# Egypt: Purpose of Payment requirement

## Domestic & Cross-Border Transactions

This document provides the explanatory notes on the Purpose of Payment (PoP) requirement.

In line with the regulation of Central Bank of Egypt, HSBC will start validating the Purpose of Payment and Relationship details (as free format text) for all outgoing domestic and cross border payments, via HSBC's electronic channels with effect from **4<sup>th</sup> December 2022**, noting that the necessary checks are already in place.

Starting 4<sup>th</sup> December 2022, either a PoP code or description will become a **mandatory requirement** on channel and must be included for all payments initiated from HSBC Egypt accounts via HSBC's electronic channels.

For Domestic foreign currency payments, Relationship will become a mandatory requirement on channel in addition to Purpose of Payment.

Payment types in scope include:

1. Domestic - Automated Clearing House (ACH) - Bulk payment
2. Domestic - Priority Payment - Single Transfer
3. Cross-Border - Priority Payment — Single Payment

Please note that failure to supply either a valid PoP code or description in the appropriate field will result in the automatic rejection of your payments.

For more information on PoP requirements in Egypt, please contact your HSBC representative.

The Purpose of Payment codes and descriptions for all your payments are identified in the below lists:

### Domestic **ACH** Purpose of Payment **codes** for Egypt

Code	Description	Code	Description
<b>CACC</b>	Current Account	<b>PENS</b>	Pensions Payment
<b>CASH</b>	Remittance or any other general Payment	<b>SALA</b>	Salary Payment
<b>CCRD</b>	Credit Card Payment	<b>SCCD</b>	Suez Canal Certificate of Deposit
<b>GOVT</b>	Government Payment	<b>SSBE</b>	Social Security Benefit
<b>LOAN</b>	Loan Payments	<b>SUPP</b>	Supplier Benefit
<b>MOBI</b>	Mobile Wallet Payment	<b>TAXS</b>	Tax Payment
<b>PENG</b>	National Social Insurance Payment	<b>TRAD</b>	Trade Payment

## Domestic & Cross-Border **Priority Payment** Purpose of Payment **descriptions** for Egypt

Serial No.	Description	Serial No.	Description
1	Air conditioning	28	Medical expenses
2	Allowance payment	29	Medicine importation
3	Audit fees	30	Membership renewal
4	Bill payment	31	Packing raw material
5	Car spare parts	32	Petrol raw material
6	Communication cables	33	Plastic raw material
7	Communication service	34	Profit to parent co
8	Computer spare parts	35	Project consultancy
9	Consultancy services	36	Property purchase
10	Dividend payment	37	Real estate services
11	Drilling consultancy	38	Rent payment
12	Drilling services	39	Royalties payment
13	Dyeing services	40	Salary payment
14	Equipment fees	41	Sanitary wares
15	Factory expenses	42	Selling of shares
16	Freight	43	Steel services
17	Garments raw material	44	Subscription fees
18	Gas fees	45	Supplier payment
19	Governmental charges	46	Tax payment
20	Group office transfer	47	Technology services
21	Import of accessories	48	Touristic services
22	Import of cement	49	Trade settlement
23	Insurance premium	50	Training courses
24	Interest payment	51	Travel expenses
25	Investment payment	52	Utilities payment
26	Liability settlement	53	Other
27	Machine spare parts		



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