



LAC 11317.2 Enhancing Tip Transaction Processing in Argentina

Type:

Switching Release Announcement

Audience:

Acquirer
Issuer
Processor
Network Enablement Partner

Region:

Latin America and the Caribbean

Brand:

Mastercard®
Debit Mastercard

Release:

25.Q4

Action indicator:

Mandated: Acquirer, Issuer

System:

Dual Message Clearing System

Published:

17 June 2025

Effective:

17 October 2025

Executive overview

Mastercard is enhancing tip transaction processing for existing interchange programs in Argentina in support of Argentina Central Bank requirements.

Table 1: Effective date details

Date	Time	Details
17 October 2025	04:00 to 06:00 U.S. Central Time	Delivery of IPM MPE Full File (T068) for U.S., Canada, and Latin America and the Caribbean regions.
	09:00 to 11:00 UTC	
	18:00 to 23:59 U.S. Central Time	Dual Message Clearing System
	23:00 to 04:59 UTC (+1D)	

Customer benefit

This modification will allow customers and Mastercard to comply with regulatory requirements in Argentina.

What Mastercard is doing

To align with regulatory requirements in Argentina when acquirers submit the tip amount separately from the transaction amount, Mastercard will:

- Ensure that interchange is not applied to the tip amount
- Settle the tip amount on the next available banking settlement day
- Provide new reconciliation reports

Background

Mastercard is supporting the regulatory requirements mandated by decree 731/2034 (Decreto 731/2024) from the Argentina Central Bank as announced on 14 August 2024 and implemented on 14 November 2024.

Customer impact

This table represents a high-level overview of the impact as detailed in later sections of this announcement.

Table 2: Impact overview

Audience	Card type	System connections	Impact type	Action indicator
Acquirer	Consumer:	Dual Message Clearing	Modified PDSs	Mandated
	<ul style="list-style-type: none">• Credit• Debit• Prepaid		New/Update/ Deleted Edit	
	Commercial:		IPM MPE	
	<ul style="list-style-type: none">• Credit• Debit• Prepaid		Reports	
Issuer	Consumer:	Dual Message Clearing	Modified PDSs	Mandated
	<ul style="list-style-type: none">• Credit• Prepaid• Debit		New/Update/ Deleted Edit	
	Commercial:		IPM MPE	
	<ul style="list-style-type: none">• Credit• Prepaid• Debit		Reports	

Acquirer, Issuer: Mandated

Acquirers and issuers must support:

- Private Data Subelement (PDS) 0634 (Tax Amount 1) and PDS 0635 (Tax Amount 2) variable length of six (6) to 12 bytes
- The modified clearing system edits when submitting Argentina intracountry transactions within the following business service arrangements (BSAs):
 - 4/032001 (intracountry)
 - 8/000797 (member-to-member)

Acquirers and issuers in Argentina must be aware that the:

- Transaction amount without tip will be settled on the settlement day provided by the acquirer in the transaction
- Tip amount will be settled on the next available banking settlement day

Acquirers and issuers in Argentina that would like to receive the new settlement reports must contact Global Customer Service to have them enabled on their applicable file transfer or eService endpoints. Mastercard will provide information about fees for these reports in a future pricing announcement.

Acquirers and issuers should be aware of Integrated Product Message (IPM) Mastercard Parameter Extract (MPE) changes as described in this release announcement.

Impacted switch transactions

How a customer connects to Mastercard determines the applicable switch transactions message types. This release announcement affects the message flows marked in the table.

Table 3: Impacted switch transactions

Acquirer to Mastercard	Mastercard to issuer	Impacted
Dual Message System	Dual Message System	√
	Single Message System	√
Single Message System	Single Message System	
	Dual Message System	

Testing

Mastercard recommends testing to support this release announcement.

System impact

For items marked √ (Yes), details are available in the corresponding sections.

Table 4: System impact

Topic	Dual Message Authorization System	Dual Message Clearing System	Single Message System
Message flows			
Message layouts			
Data element definitions		√	
IPM MPE		√	
Interchange programs			
AB programs, descriptions, and associated MCCs			
Edits		√	
Error numbers		√	
Alternate processing			
Interchange compliance			
Pricing and fees			
Reports		√	
Bulk files			
Forms			
Quarterly Mastercard reporting			

Topic	Dual Message Authorization System	Dual Message Clearing System	Single Message System
Transaction Investigator			
SAFE			
Single Message Transaction Manager			
250-byte Batch Data File			
80-byte Financial Institution Table File			

Dual Message Clearing System specification changes

Mastercard will introduce changes to the Dual Message Clearing System to support this release announcement.

PDS 0634 (Tax Amount 1)

PDS 0634 (Tax Amount 1) contains the tax amount for tax-exempt transactions.

Table 5: Attributes

Attribute	Value
Data Representation	n...12; TAGLLLVAR
Length Field	3 positions, value = 006-012
Data Field	Variable length, 006-012 positions

Usage

This table shows the usage of this PDS (whether it is mandatory, conditional, optional, system-provided, or not required) in applicable messages.

Table 6: Usage

Message type identifier	Org	Sys	Dst
First Presentment/1240	O	.	C

Application notes

For Argentina intracountry transactions, PDS 0634 is used for tip amount.

PDS 0635 (Tax Amount 2)

PDS 0635 (Tax Amount 2) contains the tax amount for tax-exempt transactions.

Table 7: Attributes

Attribute	Value
Data Representation	n...12; TAGLLLVAR
Length Field	3 positions, value = 006-012
Data Field	Variable length, 006-012 positions

Usage

This table shows the usage of this PDS (whether it is mandatory, conditional, optional, system-provided, or not required) in applicable messages.

Table 8: Usage

Message type identifier	Org	Sys	Dst
First Presentment/1240	O	.	C

IPM MPE

Mastercard will update the following compressed, non-compressed, and optimized versions of these IPM MPE tables.

Table 9: IPM MPE tables

Table	Modified fields
Table IP0008T1: PDS Attributes	PDS Minimum Length, PDS Maximum Length, PDS Number of Subfields

Edits

Mastercard will modify edits to support this release announcement.

Table 10: Modified edit: PDS 0634 (Tax Amount 1)

Error number	Current requirement	Modification for this release
0905	The Dual Message Clearing System will ensure that PDS 0634 is a fixed length of six (006) bytes.	The Dual Message Clearing System will ensure that PDS 0634 is a variable length of 006 to 012 bytes.
The edit is performed in the Clearing Optimizer and in the GCMS for the following messages:		
<ul style="list-style-type: none">• First Presentment/1240• Financial Detail Addendum (Corporate Fleet Transaction Information)/1644• Financial Detail Addendum (Private Label Common Data)/ 1644• Financial Detail Addendum (Private Label Line Item Detail)/1644		

Table 11: Modified edit: PDS 0634 (Tax Amount 1)

Error number	Current requirement	Modification for this release
2266	The value in PDS 0634 must not be greater than or equal to the value in DE 04 (Amount, Transaction).	The value in PDS 0634 must not be greater than the value in DE 04 (Amount, Transaction).
The edit is performed in the Clearing Optimizer and in the GCMS for the following messages:		
<ul style="list-style-type: none">• First Presentment/1240• Second Presentment/1240• Chargeback/1442		

Table 12: Modified edit: PDS 0635 (Tax Amount 2)

Error number	Current requirement	Modification for this release
0906	The Dual Message Clearing System must ensure that PDS 0635 is a fixed length of six (006) bytes.	The Dual Message Clearing System will ensure that PDS 0634 is a variable length of 006 to 012 bytes.
The edit is performed in the Clearing Optimizer and in the GCMS for the following messages:		
<ul style="list-style-type: none">• First Presentment/1240• Financial Detail Addendum (Corporate Fleet Transaction Information)/1644• Financial Detail Addendum (Private Label Common Data)/ 1644• Financial Detail Addendum (Private Label Line Item Detail)/1644		

Table 13: Modified edit: PDS 0635 (Tax Amount 2)

Error number	Current requirement	Modification for this release
2266	The value in PDS 0635 must not be greater than or equal to the value in DE 04 (Amount, Transaction).	The value in PDS 0635 must not be greater than the value in DE 04 (Amount, Transaction).
<p>The edit is performed in the Clearing Optimizer and in the GCMS for the following messages:</p> <ul style="list-style-type: none"> • First Presentment/1240 • Second Presentment/1240 • Chargeback/1442 		

Table 14: Modified edit: PDS 0634 (Tax Amount 1) and PDS 0635 (Tax Amount 2)

Error number	Current requirement	Modification for this release
2266	The sum of the value in PDS 0634 and PDS 0635 must not be greater than or equal to the value in DE 04 (Amount, Transaction).	The sum of the value in PDS 0634 and PDS 0635 must not be greater than the value in DE 04 (Amount, Transaction).
<p>The edit is performed in the Clearing Optimizer and in the GCMS for the following messages:</p> <ul style="list-style-type: none"> • First Presentment/1240 • Second Presentment/1240 • Chargeback/1442 		

Error numbers

The error numbers and messages listed represent the modified edits to support this release announcement.

Table 15: Error numbers for modified edits

Field/subfield	Error number	Error message	Edit performed by...
PDS 0634	0905	PDS0634 MUST BE A VARIABLE LENGTH OF 006-012.	Both
PDS 0635	0906	PDS0635 MUST BE A VARIABLE LENGTH OF 006-012.	Both
PDS 0634	2266	PDS0634 IS GREATER THAN DE4 AMOUNT, TRANSACTION.	Both
PDS 0635	2266	PDS0635 TAX AMOUNT 2 IS GREATER THAN DE4 AMOUNT, TRANSACTION.	Both

Field/subfield	Error number	Error message	Edit performed by...
PDS 0634 and PDS 0635	2266	THE SUM OF PDS 0634 AND PDS 0635 IS GREATER THAN OR EQUAL TO DE 04 AMOUNT, TRANSACTION.	Both

Reports

Mastercard will provide new settlement reports to support this release announcement.

Acquirers in Argentina can choose to receive the new daily settlement reports with the following settlement details:

- Argentina Supplemental Clearing Cycle 001 - Acknowledgment (IP727015-AA)
- Argentina Supplemental Clearing Cycle 001 - Notification (IP727025-AA)

Argentina Supplemental Clearing – Acknowledgment Report (IP727015-AA)

The Argentina Supplemental Clearing – Acknowledgment Report (IP727015-AA) captures the transactions sent from the customer's processing site to Mastercard.

Table 16: IP727015-AA field details

Field	Description
Run Date	The date on which this report was produced.
Page	The page number within the report.
Acceptance Brand (Card Program Identifier)	The code for the Mastercard or proprietary service marks under whose umbrella transactions are processed. As an example, MCC (Mastercard Credit) is a card program.
Business Service Level	Identifies the interchange relationship for the business arrangement. Examples are intracountry, intraregional, and interregional.
Business Service ID	A unique code that identifies the specific interchange agreement assigned to the transaction.
File ID	The logical file ID to which the data in this report pertains.
Member ID	The identifier that the association assigns to a customer (also referred to as ICA number).
Settlement Indicator	Identifies the settlement disposition of the reported transactions. Valid value is Mastercard Settled.
Trans. Func. (Transaction Function)	The IPM Message Type Identifier and Function Code combination that defines the transaction. Examples of transaction functions are first presentment, first chargeback, and second presentment.
Proc. Code (Processing Code)	Describes the effect of a transaction on a customer account and the type of account affected. Examples are purchase, credit, and ATM cash withdrawal. All transactions are defined as either an original or a reversal.

Field	Description
Txn/Tip (Transaction or Tip)	Indicates if the Recon amount represents the Transaction amount (without tip) or the Tip amount.
Counts	The number of Transaction amounts or Tip amounts being accumulated.
Recon Amount (Reconciliation Amount)	The total net Transaction amount (with fees applied) or the total Tip amount (fees not applicable) in reconciliation currency for the applicable processing code.
Recon Currency Code	The numeric and alpha ISO currency code associated with the reconciliation currency.
Trans Fee (Transaction Fee)	The total of the transaction fees applicable to the Transaction amount (without tip). Shows as 0.00 for the Tip Recon amount, as fees are not applicable.
Fee Curr. Code (Fee Currency Code)	The numeric and alpha ISO currency code associated with the fee currency.
Settlement Date	The Mastercard Settlement Date for the Recon amount reported (in MM/DD/YY format).
Total	The total count and net recon amount (with fees applied) of the Transaction recon amount and Tip recon amount reported for the applicable transaction function.
Subtotal	The subtotal of the Mastercard settled amounts for the specified business service level.
* (Asterisk with info at the bottom of the page)	Note explaining the Tip count is not included in the Total count, as it is already included in the Transaction count.

Figure 1: Argentina Supplemental Clearing – Acknowledgment Report (IP727015-AA)

IP727015-AA		MASTERCARD WORLDWIDE						RUN DATE: 02/03/25	
ACCEPTANCE BRAND: MCC		ARGENTINA SUPPLEMENTAL CLEARING CYCLE 001 - ACKNOWLEDGEMENT						PAGE NO: 1	
BUSINESS SERVICE LEVEL: INTRACOUNTRY		2025-02-04							
BUSINESS SERVICE ID: 032001									
FILE ID: 002/250203/00000999999/10129									
MEMBER ID: 00000999999									
MASTERCARD SETTLED									
TRANS. FUNC.	PROC.CODE	TXN/ TIP	COUNTS	RECON AMOUNT	RECON CURR CODE	TRANS FEE	FEE CURR CODE	SETTLEMENT DATE (MM/DD/YY)	
FIRST PRES.	PURCHASE	TIP	1502*	4,127,852.16 CR	32-ARS	0.00 DR	32-ARS	02/04/25	
	PURCHASE	TXN	4641	64,914,753.25 CR	32-ARS	958,064.97 DR	32-ARS	02/13/25	
	PURCHASE	TXN	2285	32,449,682.78 CR	32-ARS	323,847.83 DR	32-ARS	02/17/25	
	PURCHASE	TXN	3010	41,719,961.46 CR	32-ARS	634,217.14 DR	32-ARS	02/27/25	
FIRST PRES.	TOTAL		9936	143,212,249.65 CR	32-ARS	1,750,696.01 DR	32-ARS		
FEE COLL-CSG	FEE COL DR	TXN	82	164,536.71 DR	32-ARS	0 CR	-	02/13/25	
FEE COLL-CSG	FEE COL DR	TXN	39	82,268.35 DR	32-ARS	0 CR	-	02/17/25	
FEE COLL-CSG	FEE COL DR	TXN	58	110,883.46 DR	32-ARS	0 CR	-	02/27/25	
FEE COLL-CSG	TOTAL		179	357,688.52 DR	32-ARS	0.00 DR	-		
INTRACOUNTRY									
MASTERCARD SETTLED									
BUSINESS SERVICE ID SUBTOTAL		10,115		142,854,561.13 CR	32-ARS	1,750,696.01 DR	32-ARS		

* THE "TIP" COUNT IS NOT INCLUDED IN THE TOTAL COUNT; IT IS ALREADY INCLUDED IN THE "TXN" COUNT

Argentina Supplemental Clearing – Notification Report (IP727025-AA)

The Argentina Supplemental Clearing – Notification Report (IP727025-AA) is a reconciliation report for transactions sent to the customer's processing site.

Table 17: IP727025-AA field details

Field	Description
Run Date	The date on which this report was produced.
Page	The page number within the report.
Acceptance Brand (Card Program Identifier)	The code for the Mastercard or proprietary service marks under whose umbrella transactions are processed. As an example, MCC (Mastercard Credit) is a card program.
Business Service Level	Identifies the interchange relationship for the business arrangement. Examples are intracountry, intraregional, and interregional.
Business Service ID	A unique code that identifies the specific interchange agreement assigned to the transaction.
File ID	The logical file ID to which the data in this report pertains.
Member ID	The identifier that the association assigns to a customer (also referred to as ICA number).
Settlement Indicator	Identifies the settlement disposition of the reported transactions. Valid value is Mastercard Settled.

Field	Description
Trans. Func. (Transaction Function)	The IPM Message Type Identifier and Function Code combination that defines the transaction. Examples of transaction functions are first presentment, first chargeback, and second presentment.
Proc. Code (Processing Code)	Describes the effect of a transaction on a customer account and the type of account affected. Examples are purchase, credit, and ATM cash withdrawal. All transactions are defined as either an original or a reversal.
Txn/Tip (Transaction or Tip)	Indicates if the Recon amount represents the Transaction amount (without tip) or the Tip amount.
Counts	The number of Transaction amounts or Tip amounts being accumulated.
Recon Amount (Reconciliation Amount)	The total net Transaction amount (with fees applied) or the total Tip amount (fees not applicable) in reconciliation currency for the applicable processing code.
Recon Currency Code	The numeric and alpha ISO currency code associated with the reconciliation currency.
Trans Fee (Transaction Fee)	The total of the transaction fees applicable to the Transaction amount (without tip). Shows as 0.00 for the Tip Recon amount, as fees are not applicable.
Fee Curr. Code (Fee Currency Code)	The numeric and alpha ISO currency code associated with the fee currency.
Settlement Date	The Mastercard Settlement Date for the Recon amount reported (in MM/DD/YY format).
Total	The total count and net recon amount (with fees applied) of the Transaction recon amount and Tip recon amount reported for the applicable transaction function.
Subtotal	The subtotal of the Mastercard settled amounts for the specified business service level.
* (Asterisk with info at the bottom of the page)	Note explaining the Tip count is not included in the Total count, as it is already included in the Transaction count.

Figure 2: Argentina Supplemental Clearing – Notification Report (IP727025-AA)

IP727025-AA			MASTERCARD WORLDWIDE					RUN DATE: 02/03/25		
ACCEPTANCE BRAND: MCC			ARGENTINA SUPPLEMENTAL CLEARING CYCLE 001 - NOTIFICATION					PAGE NO: 1		
BUSINESS SERVICE LEVEL: INTRACOUNTRY			2025-02-04							
BUSINESS SERVICE ID: 032001										
FILE ID: 001/250204/00000888888/01101										
MEMBER ID: 00000888888										
MASTERCARD SETTLED										
TRANS. FUNC.	PROC.CODE	TXN/ TIP	COUNTS	RECON AMOUNT	RECON CURR CODE	TRANS FEE	FEE CURR CODE	SETTLEMENT DATE (MM/DD/YY)		
FIRST PRES.	PURCHASE	TIP	2137*	9,032,467.88 DR	32-ARS	0.00 CR	32-ARS	02/04/25		
	PURCHASE	TXN	934	27,637,851.93 DR	32-ARS	377,133.45 CR	32-ARS	02/13/25		
	PURCHASE	TXN	1487	43,197,372.54 DR	32-ARS	604,719.17 CR	32-ARS	02/17/25		
	PURCHASE	TXN	2804	81,060,237.13 DR	32-ARS	927,428.79 CR	32-ARS	02/27/25		
	UNIQUE TXN	TXN	1	1,480.50 DR	32-ARS	19.50 CR	32-ARS	02/27/25		
	CREDIT	TXN	28	102,387.49 CR	32-ARS	0.00 CR	32-ARS	02/13/25		
	CREDIT	TXN	65	175,438.22 CR	32-ARS	0.00 CR	32-ARS	02/17/25		
	CREDIT	TXN	32	112,341.73 CR	32-ARS	0.00 CR	32-ARS	02/27/25		
FIRST PRES.	TOTAL		5351	160,539,242.54 DR	32-ARS	1,909,300.91 CR	32-ARS			
FEE COLL-CSG	FEE COL DR	TXN	354	271,688.92 CR	32-ARS	0 CR	-	02/13/25		
FEE COLL-CSG	FEE COL DR	TXN	354	394,277.04 CR	32-ARS	0 CR	-	02/17/25		
FEE COLL-CSG	FEE COL DR	TXN	354	507,129.56 CR	32-ARS	0 CR	-	02/27/25		
FEE COLL-CSG	TOTAL		354	1,173,095.52 CR	32-ARS	0.00 DR	-			
INTRACOUNTRY										
MASTERCARD SETTLED										
BUSINESS SERVICE ID SUBTOTAL			5,705	159,366,147.02 DR	32-ARS	1,909,300.91 CR	32-ARS			

* THE "TIP" COUNT IS NOT INCLUDED IN THE TOTAL COUNT; IT IS ALREADY INCLUDED IN THE "TXN" COUNT

Related documentation

Information relevant to this release announcement can be found in the documents available on the **Technical Resource Center** within Mastercard Connect®. Depending on timing, information provided in this release announcement may not be reflected in a manual until after the effective dates of this release announcement.

Announcements

For more information refer to *GLB 11362.1 25.Q4 IPM Mastercard Parameter Extract Table Updates*, Release 25.Q4.

Reference manuals

For information about Mastercard processing refer to the:

- *Interchange and Service Fees Manual: Latin America and the Caribbean Region*
- *Interchange Manual for the Latin America and the Caribbean Programs for Vendors*
- *IPM Clearing Formats*

Other media

Statements made in videos presented at the Customer Technical Conference are current when the video was recorded. Videos are currently available only for those announcements presented at the Customer Technical Conference. Mastercard may update announcements without updating the corresponding video. Refer to the most recent version of the announcement on the Technical Resource Center for the most up-to-date information.

Version history

Table 18: Version history

Date	Description of change
17 June 2025	Added Other media to Related documentation
15 April 2025	Initial publication date