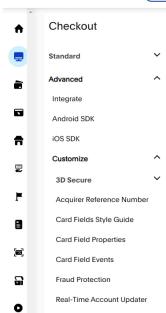




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SCA Payment Indicators Level 2/Level 3 Processing

Third-Party Network Token Processing

Update Order Details

Handle Buyer Errors

Initiate Future Transactions

Card Decline Errors

Copy and Paste

Pay Later Offers Pay with Venmo Save Payment Methods

Payment Methods

Methods

Alternative Payment

Checkout / Advanced / Customize / Level 2/Level 3 Processing

Level 2/Level 3 processing





DOCS CURRENT ADVANCED Last updated: May 24th 2023, @ 6:14:20 pm

What are Level 2 and 3 card payment transactions?

Card payment processing has 3 levels: Level 1, Level 2, and Level 3. The levels differ in the amount of information required to complete the payment as a Level 1. Level 2, or Level 3 eligible transaction, Level 1 requires less information and therefore generally incurs higher interchange fees compared to transactions processed with Level 2 and Level 3 data. Most businesses can operate at Level 1, however, when processing corporate and purchase credit cards, IC++ merchants can benefit from reduced interchange fees by providing additional transaction information called Level 2 and Level 3 data.

Which types of card payments qualify?

Corporate and purchase credit cards are eligible for Levels 2 and 3 processing if the required information is provided. Consumer cards are only eligible for Level 1 processing.

Level 2 and Level 3 cost optimization benefits do not apply to debit cards.

How do merchants benefit?

Merchant benefits from Levels 2 and 3 processing may include reduced interchange fees, based on the merchant's pricing model, and fewer chargebacks.

Which card networks support Level 2 and 3 processing?

Visa and Mastercard offer Levels 2 and 3 processing. American Express offers Level 2, and Discover offers only Level 1 processing.

How does a payment qualify?

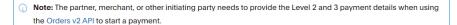
To qualify for Levels 2 and 3 processing, merchants must send the following information. However, the card network and cardholder issuing bank ultimately make the determination of whether a transaction qualifies for Level 2 or Level 3 processing:

Level 2 data

- · Card number, expiration, billing address, shipping address, and invoice number.
- Customer Code or PO number: a unique reference ID for the order.
- Tax amount: an amount must be submitted separately from the total transaction amount.

Level 3 data

- Level 2 data, and.
- Unit amount or unit price.
- Unit of measure.
- Freight or shipping amount: the total shipping and handling charges.
- Duty amount: the total charges for any import or export duties.
- · Discount amount.
- · Item commodity code
- Item description.
- Item product code
- Item quantity.
- Unit tax amount
- · Ship-from ZIP code.



Create Order request

This code sample shows Level 2 and 3 data in the body of a POST call to the Create order endooint of the Orders v2 API. This

On this page

What are Level 2 and 3 card payment transactions?

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How does a payment qualify?

Create Order request

- Lines 25-31 declare a level_2 object inside purchase_units.supplementary_data.card , including the invoice ID and the taxes charged for the payment.
- Lines 32-82 declare a level_3 object inside purchase_units.supplementary_data.card. Data includes shipping, duty, and discount amounts, as well as line-item information and units of measure.

See also

See the Level 2 and Level 3 Processing FAQ $\[\[\] \]$

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