

Credit organization
can contact the bank
to

Government



Credit card and Debit Card Similar but what are the crucial differences? Debit cards offer the accommodation of a credit card however work in a completely different way.

Debit cards draw cash from your bank account when you buy something.

Credit cards have high loan costs and are viewed as a spinning credit

extension that you can utilize again after you pay it down. Your Credit card

can influence your overall credit score. **Cheque Paper** A paper cheque is a

piece of paper where the owner of the cheque book can write an amount

where both sides have agreed upon. For example if you were to buy a car and

it costs £2000 you can write that amount to the seller which then they can go

to the bank to cash it in. **Electronic** An electronic cheque is an

electronic duplicate of a genuine check, which is then exchanged by email.

Including the owner's signature, the exchange must be signed utilizing the

sender's private key **What are they?** This is a document that a business or the

government might do their business. It is a negotiable document where the

business can transfer money in to the account for working of you can give the

business the check for something on return **Pros** Cheques offer the

advantage of more security for cheques that have been mailed. Just the

named receiver can show a paper cheque for instalment. In the event that

the beneficiary denies getting the check, the organization can contact the

bank to confirm who exhibited the check. Any errors can be settled with the

bank specifically. **Cons** Cheques allow people and organizations to pay for

products and ventures over a specific time-frame.

Each Cheque has a date and it can't be cashed before this date, subsequently causing delays in payments. Post-dated Cheques are regularly utilized by numerous people which has prompted numerous organizations not accepting them. Direct Debit Pros When you use a debit card, you get protection by having a four- to six-digit identifier for your card.

You need to input that pin to remove money from an ATM and complete a purchase at the cash register. Cons Debit cards can be risky because if your card gets stolen or you misplace it, somebody that's finds it will be able to access your money. Also since the card is linked to your account there is a limit to what you can spend overall. Invoice (30 day terms) Customer or supplier An invoice is a document sent by a supplier of an item or administration to the buyer. The invoice sets up a commitment with respect to the buyer to pay. The invoice is a verification of the understanding between the BUYER and SELLER of the products or administrations. Pros Perfect for organizations with a high cost of sales, for example, temporary work, as an extensive piece of your invoice paid straight away, which will support income and boost cash flow. Cons Invoice isn't the easiest method for business financing. Organizations will regularly charge in the vicinity of one and four percent of each invoice. There may likewise be charges if your customers don't pay their invoices on time.

Organizations need to look into all the related expenses and comprehend that the yearly rate may be substantially higher than anticipated. Commercial E-Pay systems Google Pay which is also known as Google Wallet or Android Pay is a payment system developed by Google which allows people to buy items with their phone which is linked to a credit or debit card. This can <https://assignbuster.com/credit-organization-can-contact-the-bank-to/>

be used through a google wallet app which is available on the app store on iPhone or the google store if you have an android phone like a Samsung. This can store credit cards, debit cards, loyalty cards from other businesses and vouchers. Apple With apple pay it is called wallet on the phone, it is only available for iPhone because it comes pre-installed on the phone once you receive it. This is a payment system where you link your bank account to a credit card or debit card and you will be able to pay for items by scanning your phone. On apple pay you can add up to 12 cards on the device at once. Microsoft Microsoft wallet is a payment system only available on Microsoft phones.

To set up you need to have a Microsoft account with your preferred payment methods and shipping address. It is stored in a safe and secured place. This accepts all major credit and debit cards. Garmin This is a payment system only available for Garmin smart watches. Like other payment systems this accepts credit or debit card.

This is a payment system that is on your watch where you can make purchases without your phone. This also works anywhere where it has a contactless sign. This is an easier way than your phone, card or carrying around cash. Pros Payment methods on the phone are easier than carrying around a credit or debit card or cash.

This is a convenient way because everyone has a phone it is unlikely that some won't have a phone. Also with the phone it is faster and easier than a card or cash because you will have to have the cash ready when the cashier says the amount that is needed and it is faster than just typing the pin in to the

machine. Cons If you have an old model phone like an iPhone 4 it is unlikely that it will have apple pay on it only recent models will have apple pay like the iPhone 5, 6, 7, 9 and x. Also not all stores will have mobile payment systems, this might be that the store may not be able to afford it even though that it is growing more and more popular. Sometimes the app may require an update to work to the best and if you are not connected to the internet for a long time once you turn on mobile data it will start to update.

How do you get setup with these types of payment systems/what do you need to have up front? To get set up with any of these systems you will have to have one of the recent models of phone or a smart watch. To set up the e-pay you can have the iPhone. The first thing you need to do is go to the wallet app and tap it, it should open up. After the app has opened tap the plus icon in the blue circle. After that a new page should open with continue at the bottom which you tap and then scan the card for your details or you can type it in manually. PayPal How is it different from Apple pay? With apple pay or E-pay systems it is contactless you can just hold your device up to the card machine and pay for the thing you want to buy right there. Whereas with pay pal it is for more online buying. Pay pal allows you to pay, transfer money and accept payments and all you have to do is register your credit card or debit card.

Pros One of the biggest benefits of using pay pal is that most people already have an account so being able to transfer and accept money will be easy. Another advantage to PayPal is that there is no monthly fees to use their process but then can charge you another fee depending on the type of credit card used. If a business signs up for pay pal and is working with <https://assignbuster.com/credit-organization-can-contact-the-bank-to/>

alarge amount of money it will make it easier because the business can transfermoney in to the staffs account with no hassle. It can be used to pay otherbusiness if they have bought something.

ConsA disadvantage of pay pal is thatyour account can be frozen without warning if pay pal gets complaints aboutyour account. If your account has been frozen you won't receive a message or ae-mail. Also they can freeze your account for about 180 days so the money youhave in your account won't be able to access until the ban is over. Furthermore if you sell itemsonline and a problem arises for example it gets lost in the mail and you oryour business has no way of tracking it PayPal is highly likely going to sidewith the buyer. Also EBay now owns PayPal and if there is a problem with youPayPal account there is going to be trouble with your EBay account as well ifyou have them linked.