

A stylized graphic featuring a city skyline in white and blue silhouettes. Behind the skyline is a large orange sun with horizontal stripes. Two green palm trees are positioned on either side of the skyline. The entire graphic is set against a blue-tinted background of a city skyline.

2025 SPRING MEMBER MEETING

April 23-24 / Westin San Diego Bayview Hotel

Sanctity (or Sanity) of Irrevocability For Instant Payments

Sanctity (or Sanity) of Irrevocability



Joshua Karoly
Director
Payments Product,
Netflix



Mike Thomas
SVP Head of Instant
Payments,
US Bank



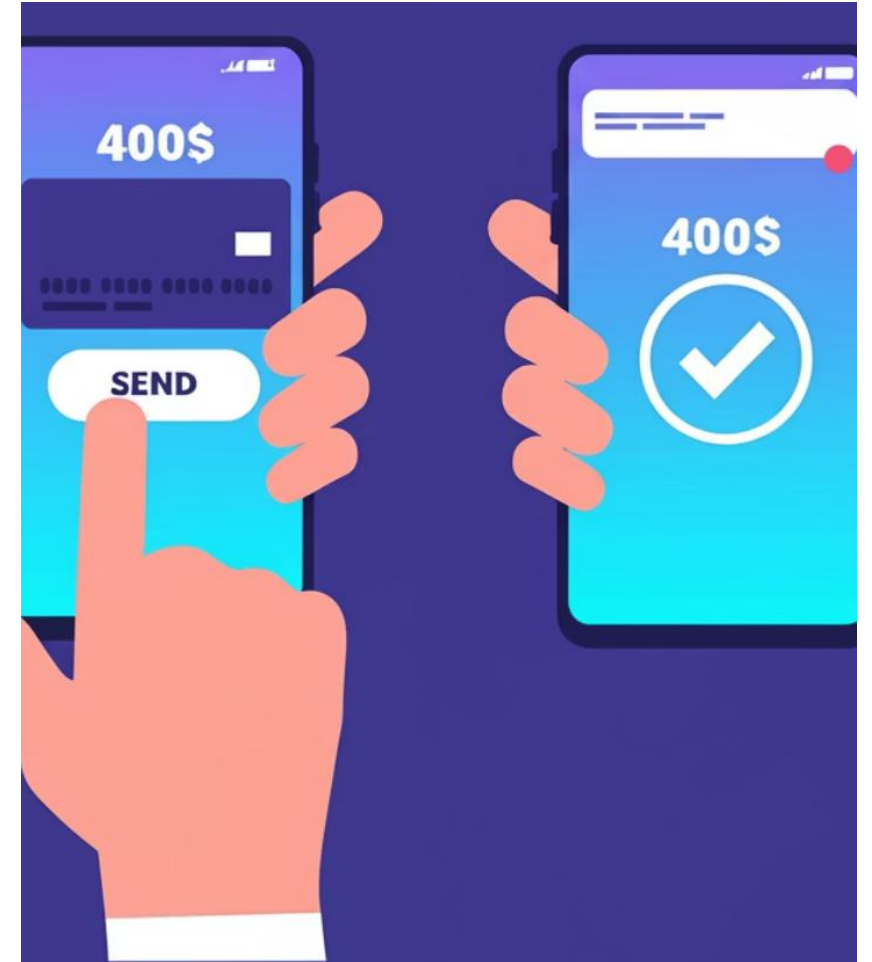
Peter Davey
Founder & Principal Advisor,
PaymentsJedi Advisory

Irrevocability & Recurring

Irrevocable Payments: Attributes



- Payments cannot be canceled or reversed once processed
- Funds are **immediately available** to the receiver
- **Finality and certainty** are foundational principles



Benefits of Irrevocability



Enables Immediate Action

Confidence to release goods or services instantly



Reduces Settlement Risk

Eliminates clawback risks common in ACH/cards



Supports Automation

Enables straight-through processing without exceptions



Builds Trust

Ensures received funds belong to receiver permanently

Instant Recurring Payments



Standing Approvals

- Pre-authorized payments by the payer
- Can be modified or canceled anytime
- Increases control and flexibility



Notifications

- Clear-consumer-friendly messages
- User-configurable preferences
- Helps avoid surprises and reduces disputes



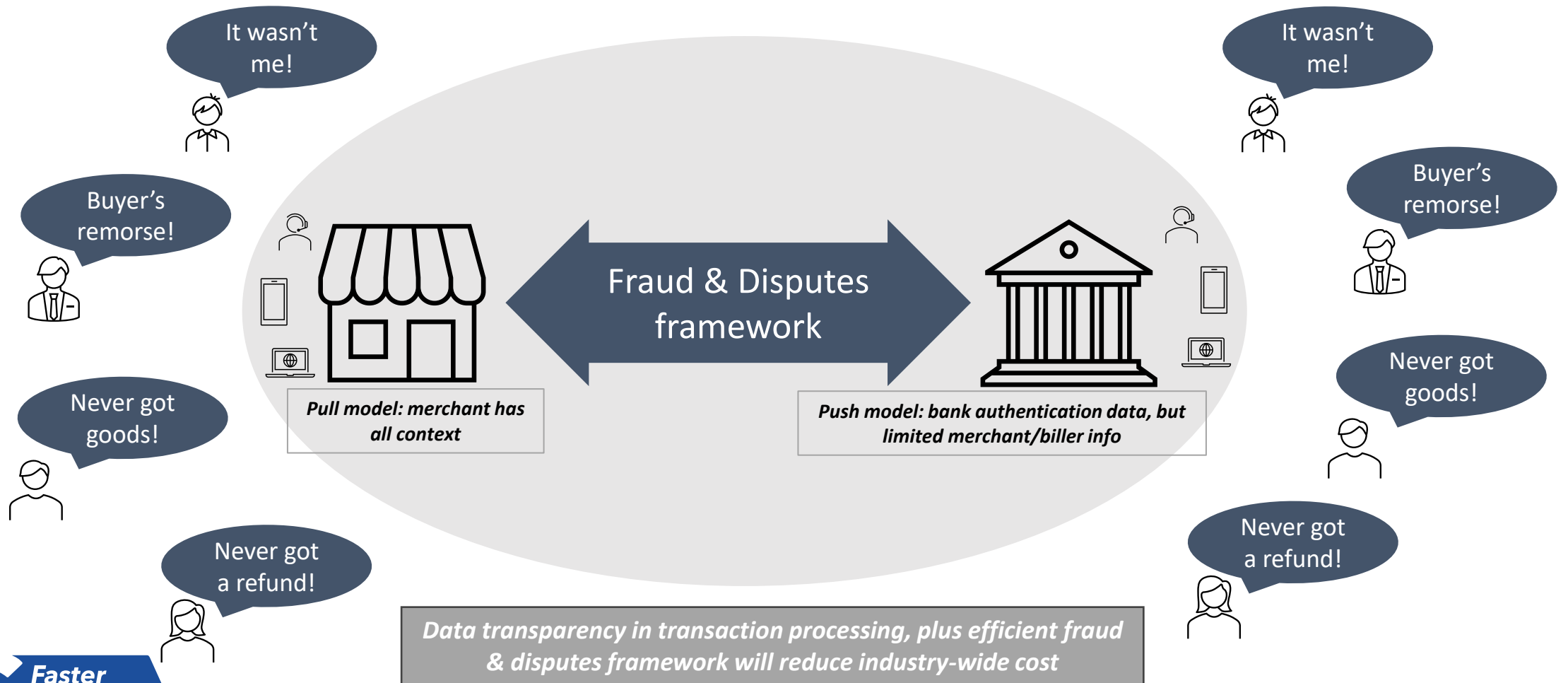
Risk Mitigation

- Real-time fraud detection at the time of authentication
- Prevents abuse before it hits the network

Standing Approvals Initiated with a Request for Payment

Real-world Complexity

Consumers call everyone for everything, but transaction data is often one-sided in current payment models



Claims and disputes create operational cost for merchants and banks; frequency of claims varies by use case



Fraud

Unauthorized
Debit

Account
takeover

Goods/Service Disputes

Not delivered

Not as
described

Errors & Returns

Refund never
received

Duplicate
charges

Sanctity of Irrevocability

Authentication & Control as Substitutes for Reversals

What Do We Want the Norm to Be? What does sanity look like?

**“Irrevocability will be sane if
”**

Questions?

Thank you!