Audience

These Masterpass Operating Rules are applicable to Customers, Customer Service Providers, Merchants and Merchant Service Providers.
Summary of Changes, 1 October 2017

This document reflects changes associated with the 1 October 2017 publication. To locate these changes online, click the hyperlinks in the following table.

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Chapter 1  Overview and Definitions

1.1 Overview

Customers, Customer Service Providers, Merchants and Merchant Service Providers participating in the Masterpass Program agree to comply with the applicable Standards, including these Masterpass Operating Rules, as they may be amended from time to time. These Masterpass Operating Rules apply to all Wallet and Merchant implementations, and govern the conduct of Customers, Customer Service Providers, Merchants and Merchant Service Providers, and activities related to their participation in the Program. Mastercard has the right in its sole discretion to interpret, amend, and enforce the Standards. Mastercard reserves the right to limit, suspend or terminate a Customer's, Customer Service Provider's, Merchant's or Merchant Service Provider's participation in the Program.

1.2 Definitions

The following terms shall have the meanings ascribed below. Any capitalized term not defined herein may be found in the Definitions portion of the Mastercard Rules as that document may be amended from time to time. In the event of a conflict between the definition of a term set forth herein and the definition of a term set forth in the Mastercard Rules, the definition set forth herein shall apply.

“Ancillary Service” means any Program-related feature or service made available by Mastercard to Participants on a mandatory or optional basis.

“API Specifications” means the Masterpass Partner-Hosted Wallet Integration Guide, the Merchant Integration Guide and any other technical and operational specifications provided or made available by Mastercard from time to time with respect to a Customer’s participation in the Program.

“Card Data” means a cardholder’s account number, expiration date and CVV Data.

“Customer” means a Customer as defined in the Mastercard Rules that provides a user access to a Wallet either directly or through a Customer Service Provider.

“Customer Service Provider” means a Service Provider (as defined in Mastercard Rules) that provides certain Masterpass Program-related services to a Customer.

“Customer Service Provider Account” means an account established via the DevZone portal (or any other portal designated by Mastercard from time to time) to allow a Customer Service Provider to access the resources needed to provide Program-related services to a Customer.

“Customer Technology Provider” means a Technology Provider providing Program-related services to a Customer.
“CVV Data” means the three or four digit card security code printed to right of the card number in the signature panel on the back of a payment card (for American Express Cards it is on the front printed above the Card identification data).

“Data Subject” means an identified or identifiable natural person who can be identified, directly or indirectly, in particular by reference to an identification number or to one or more factors specific to his or her physical, physiological, mental, economic, cultural or social identity.

“Digital Wallet” means functionality (a) by which account data provided by a user is stored electronically for the purpose of effecting a payment transaction initiated by the user at a Merchant and transmitted to the Merchant, or to its Acquirer, or the Acquirer's service provider to facilitate such payment transaction and (b) that may include value-added services.

“Malware” means computer software, code or instructions that: (a) adversely affect the operation, security or integrity of a computing, telecommunications or other digital operating or processing system or environment, including without limitation, other programs, data, databases, computer libraries and computer and communications equipment, by altering, destroying, disrupting or inhibiting such operation, security or integrity; (b) without functional purpose, self-replicate written manual intervention; (c) purport to perform a useful function but which actually perform either a destructive or harmful function, or perform no useful function and utilize substantial computer, telecommunications or memory resources; or (d) without authorization collect and/or transmit to third parties any information or data; including such software, code or instructions commonly known as viruses, Trojans, logic bombs, worms and spyware.

“Mastercard” means the Corporation as defined in the Mastercard Rules.

“Mastercard-Hosted Wallet” means a Wallet hosted and operated by Mastercard.

“Masterpass API” means Mastercard's application programming interface between a Customer's Partner-Hosted Wallet and the Masterpass Network.

“Masterpass Acceptance Brand” means technology enabled on, and branding incorporated into, a Merchant’s web site or other e-commerce application through which users can initiate payment transactions using their Wallet. The Masterpass Acceptance Brand includes the Masterpass Button and the Masterpass Mark (as required by Mastercard from time to time and described in the Masterpass Materials), which indicates a Merchant's participation in the Masterpass Network.

“Masterpass Marks” means the names, logos, trade names, logotypes, trademarks, service marks, trade designations, and other designations, symbols, and marks associated with the Masterpass Acceptance Brand and the Masterpass Program from time to time in Mastercard’s sole and absolute discretion and made available for use by Customers, Customer Service Providers, Merchants and Merchant Service Providers and other authorized entities.

“Masterpass Materials” means all materials made available by Mastercard to a Customer, Customer Service Provider, Merchant or Merchant Service Provider from time to time that are relevant to that entity’s participation in the Program. These materials include, without
limitation, these Masterpass Operating Rules, the Masterpass Program Guides, the Masterpass API, the Masterpass Marks, the Masterpass Acceptance Brand, and the Specifications.

“Masterpass Merchant Portal” means an electronic connection through which a Merchant or Merchant Service Provider can manage its respective Merchant Account or Merchant Service Provider Account.

“Masterpass Network” means a globally integrated network of Merchants that participate in the Masterpass Program.

“Masterpass Program” or “Program” means services offered by Mastercard, including the transmission of payment information, shipping information or any other Personal Data between a Wallet and a Merchant, to both enable payment using credentials stored in, and provide enhanced value-added services in connection with, Wallets. The Masterpass Program includes the Masterpass Network, Masterpass Acceptance Brand, and Wallets.

“Masterpass Program Guides” means the Masterpass guides and any other technical and operational specifications provided or made available by Mastercard from time to time with respect to a Customer’s, Customer Service Provider’s, Merchant’s or Merchant Service Provider’s participation in the Program including integration and implementation guides, which are hereby incorporated by reference.

“Merchant” means, for the purpose of these Masterpass Operating Rules, a Merchant (as defined in the Standards), including a Merchant that accepts payment cards from other payment networks, that is participating in the Masterpass Program.

“Merchant Account” means an account established via the Masterpass Merchant Portal to allow a Merchant to access the resources needed to display the Masterpass Acceptance Brand.

“Merchant Content” means any content provided or made available by Merchant in connection with the Program (including, without limitation, descriptions and images of products or services available for purchase in connection with the Program).

“Merchant Marks” means a Merchant’s name, logo, URL, service name or trademarks as designated by the Merchant or the Merchant Service Provider(s).

“Merchant Service Provider” means a Service Provider providing Program-related services to a Merchant.

“Merchant Service Provider Account” means an account established via the Masterpass Merchant Portal to allow a Merchant Service Provider to access the resources needed to enable a Merchant to display the Masterpass Acceptance Brand.

“Merchant Specifications” means the Masterpass Merchant Integration Guide and any other technical and operational specifications provided or made available by Mastercard from time to time with respect to a Merchant’s participation in the Program.

“Merchant Technology Provider” means a Technology Provider providing Program-related services to a Merchant.

“Partner-Hosted Wallet” means a Wallet hosted and operated by a Customer, or on behalf of a Customer by a Customer Service Provider, and that is compliant with the API.
Specifications. A Wallet hosted but not operated by Mastercard shall be considered a "Partner-Hosted Wallet" hereunder.

"Personal Data" means any information relating to a Data Subject (including a Data Subject's name, address, e-mail, telephone number, business contact information, date of birth, Social Security Number, credit or debit card number, bank account number, primary account number or token, loyalty number, transaction history and any other unique identifier or one or more factors specific to the individual's physical, physiological, mental, economic, cultural or social identity).

"Privacy and Data Protection Requirements" means all applicable laws, rules, regulations, directives and governmental requirements relating in any way to the privacy, confidentiality, security and protection of Personal Data, including, without limitation, to the extent applicable (a) the EU Data Protection Directive 95/46/EC and e-Privacy Directive 2002/58/EC as amended by Directive 2009/136/EC and any relevant national implementing legislation, as well as guidance and recommendations from the competent Regulators; (b) the Gramm-Leach-Bliley Act; (c) applicable laws regulating unsolicited email communications; (d) applicable laws relating to security breach notifications; (e) applicable laws imposing minimum security requirements; (f) applicable laws requiring the secure disposal of records containing certain Personal Data; (g) applicable laws regulating banking secrecy and outsourcing requirements; (h) applicable laws regulating international data transfers and/or on-soil requirements; (i) applicable laws regulating incident reporting and data breach notification requirements, including guidelines and recommendations from the competent Regulators; (j) other similar applicable laws; (k) to the extent applicable, the Payment Card Industry Data Security Standards (PCI DSS), and (l) all applicable provisions of a party's written information security policies, procedures and guidelines.

"Process" or "Processing", when used in reference to information, means any operation or set of operations which is performed upon information, whether or not by automatic means such as collection, recording, organization, storage, adaptation or alteration, retrieval, consultation, use, disclosure by transmission, dissemination or otherwise making available, alignment or combination, blocking, erasure or destruction of such data.

"Reports" means any report a Customer, Customer Service Provider, a Merchant or a Merchant Service Provider is required to provide to Mastercard, whether on a one-time or repeated basis, pertaining to its participation in the Masterpass Program.

"Service Provider" means a Service Provider as defined in the Mastercard Rules providing Program-related services.

"Service Provider Specifications" means the Masterpass Service Provider Integration Guide and any other technical and operational specifications provided or made available by Mastercard from time to time with respect to a Service Provider’s participation in the Program.

"Specifications" means the API Specifications, Merchant Specifications and the Service Provider Specifications.

"Standards" means the Mastercard Rules, these Masterpass Operating Rules, the Masterpass Branding Requirements (or any equivalent documentation made available by Mastercard from
time to time) and all Masterpass Materials, in each case as in effect and amended from time to time.

“Technology Provider” means a service provider that is not considered a Service Provider under the Mastercard Rules and provides Program-related services including technology services.

“Wallet” means a Digital Wallet that has been approved by Mastercard to participate in the Masterpass Program either as a Partner-Hosted Wallet or a Mastercard-Hosted Wallet.

1.3 Interpretation

Except as otherwise expressly provided herein, the following rules shall apply: (a) the singular includes the plural and the plural includes the singular; (b) all references to the masculine gender shall include the feminine gender (and vice versa); (c) “include,” “includes” and “including” are not limiting; (d) unless the context otherwise requires or unless otherwise provided herein, references to a particular agreement, instrument, document, law or regulation also refer to and include all renewals, extensions, modifications, amendments and restatements of such agreement, instrument, document, law or regulation; (e) words such as “hereunder,” “hereto,” “hereof,” and “herein,” and other words of like import shall, unless the context clearly indicates to the contrary, refer to the whole of these Masterpass Operating Rules and not to any particular chapter, subsection or clause hereof; and (h) the headings, captions, headers, footers and version numbers contained in these Masterpass Operating Rules are inserted for convenience only and shall not affect the meaning or interpretation of these Masterpass Operating Rules.
Chapter 2  Customers and Customer Service Providers

2.1 Customers

A Customer may distribute its Wallet and/or may sponsor a Customer Service Provider serving as an Independent Sales Organization (ISO) as defined under the Mastercard Rules to distribute a Wallet. A Customer is responsible for and must itself manage, direct, and control all services performed by itself, and its Customer Service Providers and Customer Technology Providers. A Customer is responsible for its Wallet, and its actions (or inactions) and the actions (or inactions) of its Customer Service Providers and Customer Technology Providers or any other third party it uses in connection with its participation in the Program. The Customer must exercise a good faith commercial effort to implement and use best practices in performing Program-related services.

2.2 Customer Service Providers

A Customer Service Provider may participate in the Program and perform Program-related services for Customers in connection with a Wallet only if (i) said Customer Service Provider is registered with Mastercard as a Customer Service Provider in accordance with the Mastercard Rules and (ii) said Customer Service Provider has been registered with Mastercard by the Customer for such Program-related services.

The entity must maintain its registration as a Customer Service Provider in good standing with Mastercard while it is providing Program-related services. Additionally, any entity performing Program-related services must create a Customer Service Provider account and must continue to update registration and account information promptly.

Program-related services performed by any entity, which services directly or indirectly support or otherwise benefit a Customer's participation in the Program and regardless of whether such entity is or was registered with Mastercard as a Customer Service Provider or whether the entity is itself a Customer (as defined under the Mastercard Rules), subjects the Customer to the indemnification and other obligations as set forth in the Standards, including without limitation these Masterpass Operating Rules.

2.3 Customer Technology Providers

A Customer must disclose to Mastercard, in the manner prescribed by Mastercard from time to time, the name and contact details of any Customer Technology Provider that performs Program-related services in connection with a Wallet during the Wallet registration process (or, if after, within ten (10) calendar days of such Customer Technology Provider starting to provide said services by sending a revised version of the registration documents including that Customer Technology Provider’s information), as well as any other information reasonably
required by Mastercard regarding such Customer Technology Provider and/or the services it provides.

2.4 Wallet Registration

A Customer may only participate in the Program with the express prior consent of Mastercard. A Customer must use the Masterpass Network, which is deemed to be proprietary to Mastercard, for the sole purpose of providing Program-related services and must not use or permit use for any other purpose without the prior express written consent of Mastercard.

Prior to connecting to the Masterpass Network, and as a condition of Program participation, the Customer must register its Wallet via the Masterpass registration process, which includes passing the Wallet certification process. The Customer must submit all information and material required by Mastercard (including but not limited to the Masterpass Registration Form) in connection with the Partner-Hosted Wallet registration to wallet_partners@mastercard.com at least 90 days prior to a planned launch as a Wallet. Customers must demonstrate compliance with any certification processes required by Mastercard, including the Wallet certification process, prior to distributing a Wallet. Wallets may not be distributed to users or otherwise and/or bear the Masterpass Mark prior to approval of compliance by Mastercard.

Mastercard will determine the requirements for providing a Mastercard-Hosted Wallet on behalf of Customer, which includes registration via the Wallet registration process.

2.5 Area of Use

Each Customer may distribute or operate a Wallet solely in the Area of Use in which the Customer has been granted a License. If the License does not specify an Area of Use, the License is deemed to authorize the Customer to use the Mark only in the country or countries Mastercard determines to be the Customer’s Area of Use.

2.6 Reservation of Rights

Mastercard reserves the right:

1. To approve, reject, or terminate any Customer’s, Customer Service Provider’s or other entity’s participation in the Program, or any Wallet associated therewith;
2. To require that any previously approved Wallet be modified;
3. To withdraw its approval of any Wallet and require its termination from the Masterpass Program; and
4. To terminate any Customer’s, Customer Service Provider’s or other entity’s participation in the Program in accordance with these Masterpass Operating Rules.
A Customer may request that Mastercard's Chief Innovation Officer review the rejection or withdrawal of the approval of a Customer's participation in the Program by written request to Mastercard within 30 days of receipt of the notice of rejection or withdrawal of approval. Any decision by Mastercard's Chief Innovation Officer is final and not appealable.

2.7 Ownership and Control of the Wallet

A Wallet must be, and shall be deemed to be, Owned and Controlled by a Customer at all times even when the Wallet is distributed or managed by a Customer Service Provider.

2.8 Conflict with Law

A Customer, Customer Technology Provider or a Customer Service Provider is not required to undertake any act as part of its participation in the Program that is unambiguously prohibited by applicable law or regulation.

2.9 Compliance

Each Customer, Customer Technology Provider and Customer Service Provider must conduct activities related to their participation in the Program in full compliance with all applicable laws and regulations.

Each Customer, Customer Technology Provider and Customer Service Provider must conduct all activity and otherwise operate in a manner that is financially sound and so as to avoid risk to Mastercard and to other participants in the Program.

Each Customer must, and must ensure that its Customer Service Providers and Customer Technology Providers, fully cooperate with any effort by Mastercard and Mastercard’s representatives to evaluate the Customer's or its Wallet's compliance with the Standards, including these Masterpass Operating Rules. In the event that Mastercard determines that a Customer, a Customer Service Provider or a Customer Technology Provider is not complying or may not on an ongoing basis comply with the aforementioned requirements, Mastercard may require a Customer, a Customer Service Provider or a Customer Technology Provider to take action, and Mastercard itself may take action, as Mastercard deems necessary or appropriate to address noncompliance with the Masterpass Operating Rules and to otherwise safeguard the integrity of the Masterpass Program.
2.10 Licenses

2.10.1 License of Masterpass Property

Effective upon approval of the Masterpass Registration Form by Mastercard, Mastercard grants to the Customer and its Customer Service Provider(s) a non-exclusive, non-transferable license to: (i) use, access and connect to the Masterpass API to connect a Customer’s Partner-Hosted Wallet to the Masterpass Network; (ii) use, access, connect to, publicly perform and display any other portion of the Masterpass intellectual property, as applicable, for the purposes of operating a Partner-Hosted Wallet; and (iii) use the Masterpass Marks in accordance with Section 2.14 (Trademarks and Service Marks) below and the current brand requirements as set forth in the Masterpass Branding Requirements (or any equivalent documentation made available by Mastercard from time to time), which are incorporated into these Masterpass Operating Rules by reference. This license shall remain in effect solely until, and shall automatically terminate simultaneously when, the Customer’s and/or its Customer Service Provider(s)’ participation in the Program is terminated in accordance with the Standards and these Masterpass Operating Rules.

2.10.2 Licenses of Customer Trademarks

Effective upon approval of the Masterpass Registration Form by Mastercard, Customer grants to Mastercard and its Affiliates a worldwide, non-exclusive, non-transferable, royalty-free license to use, reproduce, publicly perform and display Customer’s and/or its Customer Service Provider(s)’ trademarks and copyrights (including, the Customer’s card art), as applicable, in connection with their participation in the Masterpass Program.

2.11 Obligations of a Sponsor

Each Principal and Association Customer that sponsors one or more Affiliate Customers as a Customer or Customers under these Masterpass Operating Rules must cause each such Affiliate Customer to comply with the Standards applicable to that Affiliate Customer’s participation in the Program. The Principal and Association Customer is liable to Mastercard and to all other Customers for Program-related activity of any Affiliate Customer sponsored by the Principal and Association Customer and for any failure by such sponsored Affiliate Customer to comply with a Standard or with applicable law or regulation.

Each Principal or Association Customer must advise Mastercard promptly if an Affiliate Customer offering a Wallet ceases to be sponsored by the Principal or Association Customer or changes its name or has a transfer of Ownership or Control.

2.12 Name Change

A Customer must provide written notice received by Mastercard at least thirty (30) calendar days before the effective date of any proposed Customer or Wallet name change. A Customer
that proposes to change its name must promptly undertake necessary or appropriate action to ensure that its participation in the Program discloses the true identity of the Customer.

2.13 Fees, Assessments and Other Payment Obligations

Each Customer, both for itself and on behalf of its Customer Service Providers, is responsible to timely pay to Mastercard all fees, charges, assessments and the like applicable to their participation in the Program as may be in effect from time to time.

2.14 Trademarks and Service Marks

2.14.1 Right to Use the Marks

Customers participating in the Program have the right to use one or more of the Masterpass Mark(s) pursuant to Section 2.10.1 (License of Masterpass Property) above.

No additional interest in the Masterpass Mark(s) is granted with the grant of a right to use the Masterpass Mark(s). A Customer is responsible for all costs and liabilities resulting from or related to its use of a Masterpass Mark(s). The right to use the Masterpass Mark(s) is non-exclusive and non-transferable.

The right to use the Masterpass Mark(s) cannot be sublicensed or assigned, whether by sale, consolidation, merger, amalgamation, operation of law, or otherwise, without the express written consent of Mastercard.

Mastercard makes no express or implied representations or warranties in connection with the Masterpass Mark(s) and Mastercard specifically disclaims all such representations and warranties. Any use of the Masterpass Marks (or any other mark representing Mastercard's digital acceptance) in connection with the Customer's Wallet (whether by Customer, its Customer Service Provider, or otherwise), including any associated goodwill, will inure to Mastercard's benefit.
2.14.2 Misuse of a Mark
Each Customer must promptly notify Mastercard whenever it learns of any misuse of any Masterpass Mark or of any attempt to copy or infringe on any of the Masterpass Mark(s).

2.14.3 Required Use
Masterpass Mark(s) must be used in accordance with the current brand requirements as set forth in the *Masterpass Branding Requirements*, which are incorporated into these *Masterpass Operating Rules* by reference.

2.14.4 Review of Solicitations
Mastercard reserves the right to review samples of those materials and to approve or refuse to approve use of a Solicitation. Amended samples, if required as a result of this review, also must be forwarded to Mastercard for review.

2.15 Participation and License Not Transferable
A Customer and its Customer Service Provider(s) may not transfer or assign any rights or responsibilities it may have in connection with its participation in the Program or any license to use the Masterpass Marks whether by sale, consolidation, merger, operation of law, or otherwise, without the express written consent of Mastercard.

2.16 Sanctions Compliance Program
A Customer must have implemented a sanctions compliance program that, at a minimum, contains the following elements:

Each Customer Service Provider, and each user for which the Customer has access to name information, is checked against the Specially Designated Nationals and Blocked Persons List (the “SDN List”) issued by the U.S. Treasury Department’s Office of Foreign Assets Control (“OFAC”), at the time the relationship is established and on an ongoing basis; any Wallet activity with a Customer Service Provider or user that is found to be on the SDN List is immediately terminated.

No Wallet activity is conducted in a country subject to OFAC sanctions programs that impact payment services, or with the government of such a country. The list of countries subject to OFAC sanctions programs may change from time to time. More information on U.S. sanctions is available at http://www.treasury.gov/resource-center/sanctions.

Any questions regarding sanctions compliance can be directed to trade_sanctions@mastercard.com.
2.17 Product Requirements

2.17.1 Functionality Requirements

2.17.1.1 Compliance with Specifications
A Partner-Hosted Wallet must comply with all required elements of the then-current version of the Masterpass Materials (including the API Specifications) and satisfy any testing and certification or re-certification requirements that may be imposed by Mastercard from time to time. Mastercard will provide a Customer participating in the Program with notice of any new features or functionality or modification to the API Specifications prior to the release of those features in the live production environment. A Customer will have six months from the time the new functionality is released in production to implement any necessary system changes required by the new version of the API Specifications. Recertification will be required at Mastercard discretion, not more frequently than once every 12 months. Mastercard reserves the right to shorten compatibility support period to correct a specific security issue or for emergency update.

2.17.1.2 Tokenization, Digitization and Credential Management
In order to support the tokenization, digitization and credential management of cards provisioned into a Wallet, the Customer and/or the Customer Service Provider, as applicable, must comply with the registration process, technical specifications and Standards set out by Mastercard and/or the payment network under which mark(s) the cards are issued, as applicable.

2.17.1.3 Device Scanning and Wallet Selector
Each Wallet shall implement the Masterpass Materials and technology required for device scanning and display of the wallet selector view, where available in the Customer’s Area of Use and supported by the operating system of the user’s device.

2.17.1.4 Transaction History Feature
With respect to payment cards not issued by the Customer, the Wallet may only display transaction history for each card provisioned into the Wallet in accordance with the technical specifications made available by Mastercard and/or the payment network under which mark(s) the cards are issued, as applicable from time to time.

2.17.1.5 Customer Support
The Customer must establish customer support policies and procedures in line with industry best practices.

2.17.1.6 No Interference
The Customer must not engage in forced steering away from a user’s chosen payment option after a user has initiated a purchase transaction via a Wallet. The Customer must prohibit the advertisement of competitive checkout solutions when a user is conducting a transaction via a Wallet (noncompetitive marketing is permitted). In the event the issuer wallet participates in
more than one network’s offerings, the customer may not be “force steered” to any alternate payment option after choosing to “Buy with Masterpass”.

### 2.17.2 Security Requirements

A Partner-Hosted Wallet must at all times be compliant with the Payment Card Industry Data Security Rules (PCI DSS) and the Payment Application Data Security Rules (PA DSS), and any local regulations as applicable. The Customer agrees to promptly provide Mastercard with documentation evidencing compliance of its Partner-Hosted Wallet or Customer-hosted features of the Wallet (including, partner log-in and direct provisioning as described in the API Specifications) with PCI DSS and/or PA DSS when requested by Mastercard. This compliance must be determined by a Qualified Security Assessor (QSA) when applicable. Customers will ensure only PCI compliant service providers are used in connection with their Wallet.

In addition, the Customer must:

1. Establish a multi-factor system for user login/wallet access. (for example; user name and password is one layer; one time password or device cookie is a second layer);
2. Provide, upon request, a summary of vulnerability assessment, including the date and scope of the testing, and the process invoked (Mastercard shall not request such information more than once a year unless the Wallet experiences a data breach or Mastercard reasonably believes that the Wallet’s security may be compromised);
3. Ensure continued compliance with PCI standards including yearly recertification of the Partner-Hosted Wallet;
4. Ensure security treatment for all account data stored in the Partner-Hosted Wallet is equal if not exactly the same, regardless of the Customer or other issuer that issued the user’s payment cards; and
5. Establish methods for the secure handling of production and sandbox keys.

Mastercard, via the Masterpass System, will provide program level security functions and services that a Customer will be required to accommodate in its Partner-Hosted Wallet.

### 2.17.3 Testing Requirements

Customers must perform testing as mandated by Mastercard. This testing must demonstrate that a Partner-Hosted Wallet is able to successfully complete transactions prior to any launch. The Partner-Hosted Wallet must also be successfully tested after each new version of the code is released. Advance notice regarding testing will be provided to Customers. All testing as mandated by Mastercard in these *Masterpass Operating Rules* is at the Customer’s expense.

### 2.17.4 Additional Requirements

In addition to the aforementioned requirements, a Customer must, itself or through its Customer Service Provider:

1. Maintain the minimum service levels determined by Mastercard from time to time including Partner-Hosted Wallet response time and overall availability, and Wallet customer support availability;
2. Complete any necessary security due diligence review as may be required by Mastercard;
3. Complete the Masterpass Registration Form and obtain a Wallet Identifier;
4. Each time a system release introduces a material change to how Personal Data is processed through a Wallet, Mastercard will provide a Customer with notice of such material change. The Customer is responsible for ensuring that such processing of Personal Data is done in compliance with all applicable laws and regulations, including ensuring that all users are properly informed, and if necessary, have given proper consent, and, to the extent applicable, filing any necessary documents with the local regulatory authority, in each case, prior to updating its systems with the relevant system release;

5. Comply with the user experience requirements and/or guidelines made available by Mastercard from time to time; and

6. Provide information on the performance of the Wallet to Mastercard at the frequency and in the format required by Mastercard including (i) monthly report of number of new users and number of transactions and (ii) any information required to be reported through the Masterpass reporting APIs, when available.

2.18 Privacy and Data Protection

2.18.1 Compliance

Each Customer shall, and shall ensure that all of their Customer Service Providers, comply with Privacy and Data Protection Requirements in connection with their participation in the Program. Each Customer shall be responsible for filing notifications to and/or obtaining approvals from competent regulators as legally required under applicable Privacy and Data Protection Requirements.

2.18.2 Safeguards

Each Customer shall, and shall ensure that all of their Customer Service Providers, maintain a comprehensive written information security program that complies with all Privacy and Data Protection Requirements and includes technical, physical, and administrative/organizational safeguards designed to (a) ensure the security and confidentiality of Personal Data, (b) protect against any anticipated threats or hazards to the security and integrity of Personal Data, (c) protect against any actual or suspected unauthorized Processing, loss, or acquisition of any Personal Data (in each case, relating to Personal Data processed through a Customer’s Wallet, a “Customer Security Incident” and with respect to Personal Data Mastercard processes through such Customer’s Wallet, a “Mastercard Customer Security Incident”), (d) ensure the proper disposal of Personal Data, and (e) regularly test or otherwise monitor the effectiveness of the safeguards.

2.18.3 Security Incidents

(a) Except to the extent prohibited by applicable law, each of the Customers and Mastercard shall inform the other in writing, in accordance with the account data compromise event procedures set forth in the Mastercard Rules, in a commercially reasonable timeframe upon discovery of any Customer Security Incident, with respect to Customer, and a Mastercard Customer Security Incident, with respect to Mastercard, and in particular of (i) any incident or breach of security leading to the accidental or unlawful destruction, loss, alteration,
unauthorized disclosure of, or access to, Personal Data transmitted, stored or otherwise processed; and (ii) any known security issue pertaining to the Express program that may result in such incidents.

(b) Each Customer shall be solely responsible for any notices to Data Subjects as a result of any Security Incident, as and to the extent required by applicable Privacy and Data Protection Requirements.

(c) Each participating Customer and Mastercard shall reasonably cooperate with each other in all matters relating to Security Incidents.

2.18.4 Governmental Request for Personal Data
Except to the extent prohibited by applicable legal, regulatory or law enforcement requirements, each of Mastercard and each Customer shall inform each other in writing within forty-eight (48) hours of the request if any competent authority, regulator or public authority of any jurisdiction requests disclosure of, or information about, the Personal Data that are Processed in connection with the Program that relates to a Customer’s Wallet. Each party shall, without limiting its rights under applicable law, cooperate with the other parties as reasonably necessary to comply with any direction or ruling made by such authorities.

2.18.5 Malware Prevention
Mastercard and each Customer will take commercially reasonable diligent measures to ensure that Malware is not coded or introduced into its respective systems interacting with the Program or Mastercard’s or a Customer’s systems interacting therewith. Mastercard and each Customer will each continue to review, analyze and implement improvements to and upgrades of its Malware prevention and correction programs and processes that are commercially reasonable and consistent with the then current information technology industry’s standards. If Malware is found to have been introduced into the Program or Mastercard’s or Customer’s systems interacting therewith, Mastercard and the affected Customer(s) will cooperate and use commercially reasonable efforts to promptly communicate, and diligently work to remedy the effects of, the Malware.

2.18.6 Subcontractors
Mastercard and each Customer shall remain liable towards the others for the Processing of Personal Data carried out by its respective subcontractors in connection with the Program and shall bear responsibility for the correct fulfillment of their respective obligations. Mastercard and each Customer are authorized to use subcontractors and shall impose on its subcontractors at least the same level of data protection including the same confidentiality a security obligations as required under this Section 2.18 and shall prohibit its subcontractors to Process Personal Data other than as instructed.

2.18.7 Data Transfers
Personal Data Processed in connection with the Program shall be transferred to and stored by Mastercard in the United States, in accordance with applicable Privacy and Data Protection Requirements. To the extent Mastercard is receiving Personal Data of residents of the European Economic Area or Switzerland, Mastercard will cause such data to be transferred to
the United States pursuant to either (a) an intragroup agreement executed by and among Mastercard and Mastercard Affiliates, which agreement is in accordance with the Standard Contractual Clauses issued by the European Commission Directorate-General Justice pursuant to Commission Decisions C(2010)593, C(2004)5721 and 2001/497/EC or (b) Mastercard’s Binding Corporate Rules, after such rules are approved by the required European data protection regulators and become effective and binding on Mastercard entities.

### 2.19 Mastercard’s Use of Personal Data

A Customer must provide notice and obtain consent from all users necessary to ensure that, at a minimum, Mastercard has the right to use Personal Data collected, stored or processed in connection with a Wallet for the following purposes:

1. Create and manage an online account, provide Program related products and services, respond to user inquiries and provide customer service to respond to inquiries made by users;
2. Validate payment card information, authenticate a user’s identity and tokenize a user’s payment credentials;
3. Mobile application device scanning to identify each Wallet on a consumer’s mobile device and present information from each Wallet, including payment cards registered in such wallet and shipping address, in the Mobile Checkout View, as more fully described in Section 2.17.1.3.
4. Provide, administer and communicate with users about Program related products, services and promotions, including the display of customized content, offers and advertising;
5. Protect against and prevent fraud, unauthorized transactions, claims and other liabilities, and manage risk exposure and franchise quality;
6. Operate, evaluate, audit and improve the Program (including by developing new product features and services; managing communications; determining the effectiveness of advertising; analyzing Program related products, services and websites; facilitating the functionality of our websites; and performing accounting, auditing, billing, reconciliation and collection activities);
7. Assist third parties, including a Merchant or a Customer Service Provider, in the provision of products or services that are requested by a user;
8. Perform data analyses (including anonymization of Personal Data) to determine, among other measurements, business performance, number of registrants, channels, transaction spend and site performance, and creation of analytical models;
9. For preparing and furnishing compilations, analyses and other reports of aggregated information in connection with the Program;
10. Enforce these Masterpass Operating Rules;
11. Comply with applicable legal requirements and industry standards and Mastercard policies;
12. Perform auditing, research and analysis in order to maintain, protect and improve our services; and
13. For any additional use of Personal Data necessary to implement a Program feature incorporated by Customer into its Wallet.

Mastercard will determine in its sole discretion the contents of the privacy notice and terms and conditions to be provided to users in order to obtain the consents required to operate a Mastercard-Hosted Wallet.

In the event that Mastercard provides Personal Data to a Customer or Customer Service Provider relating to their Mastercard-Hosted Wallet, the Customer shall only use such Personal Data for the purposes permitted by such privacy notice and otherwise in compliance with all applicable law and regulations.

2.20 Examination and Audit

Mastercard reserves the right to conduct an audit or examination of any Customer or Customer Service Provider to ensure full compliance with the Standards. Any such audit or examination is at the expense of the Customer or Customer Service Provider, and a copy of the audit or examination results must be provided promptly to Mastercard upon request. For the avoidance of doubt, should a Customer Service Provider be unable or unwilling to cover the cost of such audit or examination, the audit or examination shall be at the responsible Customer’s expense. Mastercard shall not exercise this right more than once a year unless Mastercard has reason to believe that the Customer or Customer Service Provider does not materially comply with the Standards.

2.21 Provision and Use of Information

2.21.1 Obligation to Provide Information

Upon request by Mastercard, and subject to applicable law and regulation, a Customer or Customer Service Provider must provide Reports to Mastercard, or to Mastercard’s designee. Compliance with the foregoing obligation does not require a Customer or Customer Service Provider to furnish any information the disclosure of which, in the written opinion of the Customer’s or Customer Service Provider’s legal counsel, as applicable, is likely to create a significant potential legal risk to Customers or Customer Service Providers. To the extent that there is an obligation to provide a Report to Mastercard that the Customer or Customer Service Provider deems to disclose proprietary information of the Customer, such information will be treated by Mastercard with the degree of care deemed appropriate by Mastercard to maintain its confidentiality.

2.21.2 Use of Mastercard Information

Mastercard is not responsible and disclaims any responsibility for the accuracy, completeness, or timeliness of any information disclosed by Mastercard to a Customer or a Customer Service Provider. Mastercard makes no warranty, express or implied, including any warranty of
merchandability or fitness for any particular purpose with respect to any information disclosed
by or on behalf of Mastercard to any Customer or a Customer Service Provider.

2.21.3 Limitation on the use of Reporting
Mastercard may use or disclose the Reports furnished by a Customer or Customer Service
Provider to the extent allowed by applicable law and as specified herein, including protecting
against and preventing fraud, unauthorized transactions, claims and other liabilities; managing
risk exposure and franchise quality; operating, evaluating and improving its business (including
by developing new products and services; managing our communications; determining the
effectiveness of our advertising; analyzing our products, services and websites; facilitating the
functionality of the Masterpass Program; and performing accounting, auditing, billing,
reconciliation and collection activities); monitoring the use of and improve our interactive
assets; and perform data analyses (including anonymization of Personal Data) to determine,
among other measurements, business performance, number of registrants, channels,
transaction spend and performance of the Masterpass Program.

2.21.4 Confidential Information
A Customer or a Customer Service Provider may receive information (whether written, oral,
electronic, or otherwise) as part of participation in the Masterpass Program relating to
Mastercard or to the Masterpass Program that is not freely available to the general public
(“Confidential Information”). Each Customer and Customer Service Provider agrees that: (a)
all Confidential Information will remain exclusive property of Mastercard, unless otherwise
agreed to by the parties in writing; (b) it will use Confidential Information only as is necessary
for its participation in the Masterpass Program; and (c) it will not otherwise disclose
Confidential Information to any individual, company, or other third party.

2.22 Safeguard Card Account and Transaction Information
Each Customer, for itself and any third party, including its Customer Service Providers and
each Customer Service Provider that may be afforded access to Transaction or Personal Data,
or both, by or on behalf of the Customer, must safeguard and use or permit use of such
information in accordance with the Standards. A Customer or a Customer Service Provider
may also have access to transaction or card account information from other payment
networks, and must use such information in accordance with those payment network rules.

2.23 Integrity of Brand and Network
In connection with the Program, a Customer or a Customer Service Provider must not directly
or indirectly engage in or facilitate any action that is illegal, or that, in the opinion of
Mastercard and whether or not addressed elsewhere in the Standards, damages or may
damage the goodwill or reputation of Mastercard or of any Masterpass Mark, and the
Customer or the Customer Service Provider will promptly cease engaging in or facilitating such
action upon request of Mastercard.
In connection with the Program, a Customer or a Customer Service Provider may be required to provide notice, obtain consent from users, or file any necessary documents with the local regulatory authorities as required by applicable law in connection with fraud solutions implemented by Mastercard designed to protect the integrity of the brand and/or Masterpass Network. Specific obligations will be defined in the Masterpass Materials.

2.24 Export

Customers and Customer Service Providers shall not import or export any of the Masterpass Materials without first obtaining Mastercard’s written approval. If so permitted to import or export Masterpass Materials, then Customers and Customer Service Providers shall comply with all foreign and U.S. export and import regulations applicable with respect to the Masterpass Materials.

2.25 Indemnification

Each Customer and its Customer Service Providers and Customer Technology Providers (each, for the purposes of this Section 2.25, an “Indemnifying Party”) must protect, indemnify, and hold harmless Mastercard and Mastercard’s parent and subsidiaries and affiliated entities, and each of the directors, officers, employees and agents of Mastercard and Mastercard’s parent and subsidiaries and affiliated entities from any actual or threatened claim, demand, obligation, loss, cost, liability and/or expense (including, without limitation, actual attorneys’ fees, costs of investigation, and disbursements) resulting from and/or arising in connection with any act or omission of the Indemnifying Party, its subsidiaries, or any person associated with the Indemnifying Party or its subsidiaries (including, without limitation, such Indemnifying Party’s directors, officers, employees and agents, all direct and indirect parents, subsidiaries, and affiliates of the Indemnifying Party, the Indemnifying Party’s customers in connection with its participation in the Program and/or other business, and the Indemnifying Party’s suppliers, including, without limitation, Customer Service Providers and other persons acting for, on behalf of, or in connection with, the Indemnifying Party or a Merchant for which the Indemnifying Party acquires Transactions or transactions of another payment network, and/or any such Merchant’s employees, representatives, agents, suppliers, or customers including any Data Storage Entity (“DSE”), with respect to, or relating to:

1. Any activities of the Indemnifying Party related to its participation in the Program;
2. Any activities of any person, including a Customer Service Provider or Merchant associated with the Indemnifying Party and/or its subsidiaries related to their respective participation in the Program;
3. The compliance or non-compliance with the Standards by the Indemnifying Party;
4. The compliance or non-compliance with the Standards by any person, including a Customer Service Provider or Merchant associated with the Indemnifying Party and its subsidiaries;
5. Any other activity of the Indemnifying Party;
6. Direct or indirect access to and/or use of the Program or any Masterpass Materials (it being understood that Mastercard does not represent or warrant that the Program or any Masterpass Materials or any part thereof is or will be defect-free or error-free and that each Customer, Merchant or Customer Service Provider chooses to access and use or distribute, as the case may be, the Masterpass Network or access thereto at the Customer’s, Merchant’s or Customer Service Provider’s sole risk and at no risk to Mastercard); or
7. Any other activity and any omission of the Indemnifying Party and any activity and any omission of any person associated with the Indemnifying Party, its subsidiaries, or both, including any activity that used and/or otherwise involved any of the Masterpass Materials or other assets.

2.26 Disclaimer

THE MASTERPASS PROGRAM AND MASTERPASS MATERIALS ARE PROVIDED ON AN “AS IS” BASIS WITHOUT ANY WARRANTY WHATSOEVER. TO THE FULLEST EXTENT PERMITTED BY APPLICABLE LAW, MASTERCARD DOES NOT REPRESENT OR WARRANT THAT THE MASTERPASS PROGRAM OR ANY OTHER SYSTEM, PROCESS OR ACTIVITY ADMINISTERED, OPERATED, CONTROLLED OR PROVIDED BY OR ON BEHALF OF MASTERCARD (COLLECTIVELY, FOR PURPOSES OF THIS RULE, THE “SYSTEMS”) OR ANY OF THE MASTERPASS MATERIALS WILL MEET THE CUSTOMER’S OR SERVICE PROVIDER’S REQUIREMENTS, WILL ALWAYS BE AVAILABLE, ACCESSIBLE, UNINTERRUPTED, TIMELY, SECURE, FREE OF BUGS, VIRUSES, OPERATE WITHOUT ERROR OR OTHER DEFECTS, OR WILL CONTAIN ANY PARTICULAR FEATURES OR FUNCTIONALITY AND, UNLESS OTHERWISE SPECIFICALLY STATED IN THE STANDARDS OR IN A WRITING EXECUTED BY AND BETWEEN MASTERCARD AND A CUSTOMER OR SERVICE PROVIDER, AS THE CASE MAY BE, THE SYSTEMS AND MASTERPASS MATERIALS ARE PROVIDED ON AN “AS-IS” BASIS AND WITHOUT ANY EXPRESS OR IMPLIED WARRANTY OF ANY TYPE, INCLUDING THE IMPLIED WARRANTIES OF MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE OR NON-INFRINGEMENT OF THIRD PARTY INTELLECTUAL PROPERTY RIGHTS.

2.27 Limitation of Liability

IN NO EVENT WILL MASTERCARD BE LIABLE FOR ANY INDIRECT, INCIDENTAL, SPECIAL, PUNITIVE, ENHANCED OR CONSEQUENTIAL DAMAGES, OR DAMAGES FOR LOSS OF PROFITS, INDEMNIFICATION OR ANY OTHER COST OR EXPENSE INCURRED BY A CUSTOMER, A SERVICE PROVIDER OR ANY THIRD PARTY ARISING FROM OR RELATED TO USE OR RECEIPT OF THE SYSTEMS OR MASTERPASS MATERIALS, WHETHER IN AN ACTION IN CONTRACT OR IN TORT, AND EVEN IF THE CUSTOMER, THE SERVICE PROVIDER OR ANY THIRD PARTY HAS BEEN ADVISED OF THE POSSIBILITY OF SUCH DAMAGES. EACH CUSTOMER AND SERVICE PROVIDER ASSUMES THE ENTIRE RISK OF USE OR RECEIPT OF THE SYSTEMS AND MASTERPASS MATERIALS.
2.28 Termination

A Customer’s participation in the Program may terminate in one of two ways: termination by Mastercard or voluntary termination.

2.28.1 Termination by Mastercard

Mastercard, at its sole discretion, may terminate a Customer’s participation in the Program effective immediately and without prior notice, if or in the event of:

1. Customer suspends payments within the meaning of Article IV of the Uniform Commercial Code in effect at the time in the State of Delaware, regardless of whether, in fact, the Customer is subject to the provisions thereof; or

2. Customer takes the required action by vote of its directors, stockholders, members, or other persons with the legal power to do so, or otherwise acts, to cease operations and to wind up the business of the Customer, such participation termination in Program-related activities to be effective upon the date of the vote or other action; or

3. Customer fails or refuses to make payments in the ordinary course of business or becomes insolvent, makes an assignment for the benefit of creditors, or seeks the protection, by the filing of a petition or otherwise, of any bankruptcy or similar statute governing creditors’ rights generally; or

4. The government or the governmental regulatory authority having jurisdiction over the Customer serves a notice of intention to suspend or revoke, or suspends or revokes, the operations or the charter of the Customer; or

5. A liquidating agent, conservator, or receiver is appointed for the Customer, or the Customer is placed in liquidation by any appropriate governmental, regulatory, or judicial authority; or
6. Customer’s failure to comply with Mastercard’s AML Program or applicable law or
   regulation; or
7. Customer fails to engage in Program-related activity for thirty (30) consecutive days; or
8. Customer is no longer Licensed to use any of the Marks; or
9. Customer or Customer Service Provider fails to comply in all material respects with the
   Masterpass Materials; or
10. Customer (i) directly or indirectly engages in or facilitates any action or activity that is
    illegal, or that, in the good faith opinion of Mastercard, and whether or not addressed
    elsewhere in the Standards, has damaged or threatens to damage the goodwill or
    reputation of Mastercard or of any of its Marks; or (ii) makes or continues an association
    with a person or entity which association, in the good faith opinion of Mastercard, has
    damaged or threatens to damage the goodwill or reputation of Mastercard or of any of its
    Marks; or
11. Customer (i) provides to Mastercard inaccurate material information or fails to disclose
    responsive material information in or in connection with its Program-related registration or
    certification or (ii) at any other time, in connection with its Program-related participation
    fails to timely provide to Mastercard information requested by Mastercard and that the
    Customer is required to provide pursuant to its Program-related registration, certification
    or the Standards; or
12. Customer fails at any time to satisfy any of the applicable Participation eligibility criteria set
    forth in the Standards; or
13. Mastercard has reason to believe that the Customer is, or is a front for, or is assisting in
    the concealment of, a person or entity that engages in, attempts or threatens to engage
    in, or facilitates terrorist activity, narcotics trafficking, trafficking in persons, activities
    related to the proliferation of weapons of mass destruction, activity that violates or
    threatens to violate human rights or principles of national sovereignty, or money
    laundering to conceal any such activity. In this regard, and although not dispositive,
    Mastercard may consider the appearance of the Customer, its owner or a related person
    or entity on a United Nations or domestic or foreign governmental sanction list that
    identifies persons or entities believed to engage in such illicit activity; or
14. Within thirty (30) days of receipt of written notice by Mastercard requiring a Customer to
    confirm the accuracy of information provided by the Customer to Mastercard pursuant to
    its Program-related registration, certification or the Standards, the Customer does not
    demonstrate to the satisfaction of Mastercard that either: (i) the information provided was
    accurate; or (ii) with respect to any inaccurate information, such inaccurate information
    was provided to Mastercard through inadvertence or with a reasonable belief as to its
    truth and provide information sufficient to correct such inaccuracy.

2.28.2 Voluntary Termination

A Customer may voluntarily terminate Program-related participation by providing written
notice and submitting documentation as then required by Mastercard. The notice must fix a
date on which the termination will be effective, which must be at least thirty (30) days after
date on which the notice is received by Mastercard.

2.28.3 Suspension and Amendment of Participation in Lieu of Termination
Mastercard may, in its sole discretion:
1. Suspend the participation of a Customer in the Masterpass Program; or
2. Amend the rights or obligations or both of a Customer with regard to the Program.

A Customer whose participation in the Program has been suspended must continue to comply
with the Standards.

2.28.4 Survival
The termination, for any reason, of the Customer's participation in the Program will not affect:
(a) the rights or obligations of the Customer or Mastercard against the other that have
accrued on or prior to the termination; or (b) any rights or obligations that by their nature
survive the termination.

2.28.5 Effect of Termination; Wind-Down Period
Unless otherwise directed by Mastercard, for ninety (90) days immediately following the
effective date of termination, the Customer must reasonably cooperate with Mastercard to
cease the display, distribution and any other use of marketing materials related to the
Customer’s participation in the Program, to ensure that users of the Wallet do not experience
an abrupt cessation of service and otherwise to ensure an orderly winding up, continuation or
transfer of the suspended or terminated Wallet.

Mastercard reserves the right to solicit users of a Wallet to transfer their account to a
Masterpass by Mastercard wallet in the event a Customer’s participation in the Masterpass
Program is terminated.

2.29 No Waiver
A payment or credit by Mastercard to or for the benefit of a Customer that is not required to
be made by the Standards will not be construed to be a waiver or modification of any
Standard by Mastercard. A failure or delay by Mastercard to enforce any Standard or exercise
any right of Mastercard set forth in the Standards will not be construed to be a waiver or
modification of the Standard or of any of Mastercard’s rights therein.

2.30 Choice of Laws
The substantive laws of the State of New York shall govern all disputes involving Mastercard,
the Standards, and/or the Customer’s or Customer Service Provider’s participation in the
Program without regard to conflicts. Any action initiated by a Customer or Customer Service
Provider regarding and/or involving Mastercard, the Standards and/or any Customer or
Customer Service Provider must be brought only in the United States District Court for the
Southern District of New York or the New York Supreme Court for the County of Westchester, and any Customer or Customer Service Provider involved in an action hereby submits to the jurisdiction of such courts and waives any claim of lack of personal jurisdiction, improper venue, and forum non conveniens.

Each Customer and Customer Service Provider agrees that the Standards are construed under, and governed by, the substantive laws of the State of New York without regard to any choice or conflict of law provision or rule (whether of the State of New York or any other jurisdiction).
Chapter 3 Merchants and Merchant Service Providers

3.1 Merchants

To participate in the Program and display the Masterpass Acceptance Brand, a Merchant must (a) accept Mastercard-branded payment cards, (b) be in good standing with its Acquirer, and (c) either (i) register by creating a Merchant Account, selecting the services it will receive, and agree to be bound by these Masterpass Operating Rules; or (ii) if accessing the Program via a Merchant Service Provider that is using the File or API based uploading feature, as defined in the Service Provider Specifications, agree to be bound by these Masterpass Operating Rules.

3.2 Merchant Service Providers

A Merchant Service Provider may participate in the Program and perform Program-related services for Merchants only if (i) said Merchant Service Provider is registered with Mastercard as a Service Provider in accordance with the Mastercard Rules by the Acquirer on behalf of which it is providing services to the Merchant and (ii) said Merchant Service Provider has been registered with Mastercard by the Merchant for such Program-related services.

Each Merchant Service Provider must maintain their registration as a Merchant Service Provider in good standing with Mastercard while it is providing Program-related services. Additionally, any entity performing Program-related services must create a Merchant Service Provider account on the Masterpass Merchant Portal and must continue to update registration and account information promptly. Merchants shall ensure that their Merchant Service Providers comply with their obligations hereunder.

Program-related services performed by any entity, which services directly or indirectly support or otherwise benefit a Merchant's participation in the Program and regardless of whether such entity is or was registered with Mastercard as a Merchant Service Provider or whether the entity is itself a Customer (as defined under the Mastercard Rules), subjects the Merchant to the indemnification and other obligations as set forth in the Standards, including without limitation these Masterpass Operating Rules.

3.3 Merchant Technology Providers

A Merchant must disclose to Mastercard, in the manner prescribed by Mastercard from time to time, the name and contact details of any Merchant Technology Provider that performs Program-related services in connection with Merchant's participation in the Program during the Merchant registration process (or, if after, within ten (10) calendar days of such Merchant Technology Provider starting to provide said services by sending a revised version of the registration documents including that Merchant Technology Provider's information), as well as any other information reasonably required by Mastercard regarding such Merchant Technology Provider and/or the services it provides.
3.4 Merchant Rules

Merchant, Merchant Service Provider(s) and Merchant Technology Provider(s) must agree to comply with the Standards, including these Masterpass Operating Rules, prior to displaying the Masterpass Acceptance Brand. Additional information can be found in the Masterpass Merchant Implementation Guide. Merchants are responsible for their Merchant Service Provider and Merchant Technology Providers’ compliance with these Masterpass Operating Rules (and the Standards, where applicable).

3.5 Merchant Obligations

Each Merchant must:

1. Notify its Acquirer in writing of its use of any Merchant Service Provider(s) in connection with its participation in the Program;
2. Submit to its Acquirer any Wallet Identification Number (“WID”), as supplied by Mastercard;
3. Be eligible to register and participate in the Program and have the right, power, and ability to comply with these Masterpass Operating Rules;
4. Provide to Mastercard, either directly or through its Merchant Service Provider, the name or business name under which it sell goods and services;
5. Ensure, either directly or through its Merchant Service Provider, that it and all payment transactions initiated by it will comply with all laws, rules, and regulations applicable to its business, including any applicable tax laws and regulations;
6. Accurately describe, in a privacy notice available on its website or other e-commerce applications, its use of Personal Data received in connection with its participation in the Program;
7. Provide all necessary notices to and obtain all necessary consents from users as required by law to transfer Personal Data to Mastercard for its use in connection with the Program pursuant to these Masterpass Operating Rules;
8. Not facilitate transactions that are prohibited by Mastercard’s Acceptable Use Policy (see Section 3.15.1 for additional information);
9. Not use participation in the Program, directly or indirectly, for any fraudulent undertaking or in any manner so as to interfere with the use of the Services;
10. Have or obtain all rights, consents, licenses, permissions and releases, including all intellectual property rights, necessary to provide or make available the Merchant Content for Mastercard’s use in connection with the Program;
11. Only use, and ensure that its Merchant Service Providers only use, Personal Data provided by Mastercard for purposes of participating in the Program as contemplated in these Masterpass Operating Rules;
12. Not, by performing its obligations hereunder, violate any other agreement to which it is a party; and
13. Provide Mastercard with, and update as necessary, the contact details of an authorized representative of Merchant to receive electronically all communications from Mastercard in connection with the Program.

3.6 Use of the Marks

Any use of the Masterpass Marks by a Merchant, its Merchant Service Provider or Merchant Technology Provider, including in acceptance advertising, acceptance decals, or signs, must be in accordance with the Standards, including the Masterpass Branding Requirements, which are incorporated into these Masterpass Operating Rules by reference.

A Merchant’s, Merchant Service Provider’s or Merchant Technology Provider’s use or display of the Masterpass Marks will terminate effective with the termination of the Merchant’s participation in the Program.

The use or display of any Masterpass Marks does not give a Merchant, Merchant Service Provider or Merchant Technology Provider any ownership or interest in the Masterpass Marks.

3.7 Conflict with Law

A Merchant, Merchant Service Provider or Merchant Technology Provider is not required to undertake any act as part of its participation in the Program that is unambiguously prohibited by applicable law or regulation.

3.8 Compliance

Each Merchant, Merchant Service Provider and Merchant Technology Provider must fully cooperate with any effort by Mastercard and Mastercard’s representatives to evaluate a Merchant’s, Merchant Service Provider’s or Merchant Technology Provider’s compliance with the Standards, including these Masterpass Operating Rules. In the event that Mastercard determines that a Merchant, Merchant Service Provider or Merchant Technology Provider is not complying or may not on an ongoing basis comply with the aforementioned requirements, Mastercard may require a Merchant, Merchant Service Provider or Merchant Technology Provider to take action and Mastercard itself may take action as Mastercard deems necessary or appropriate to address noncompliance with the Masterpass Operating Rules and to otherwise safeguard the integrity of the Masterpass Program.

3.9 Examination and Audit

Mastercard reserves the right to conduct an audit or examination of any Merchant or Merchant Service Provider to ensure full compliance with the Standards. Any such audit or examination is at the reasonable expense of the Merchant or Merchant Service Provider, and a copy of the audit or examination results must be provided promptly to Mastercard upon
request. For the avoidance of doubt, should a Merchant Service Provider be unable or unwilling to cover the cost of such audit or examination, the audit or examination shall be at the responsible Merchant’s expense. Mastercard shall not exercise this right more than once a year unless Mastercard has reason to believe that the Merchant or Merchant Service Provider does not materially comply with the Standards.

3.10 Grant of License

During the term of the Merchant’s participation in the Program, Mastercard grants (i) Merchant, and by its use of the Masterpass Acceptance Brand the Merchant accepts, and (ii) Merchant Service Providers a non-exclusive, non-transferable, non-sub licensable, royalty-free, revocable, worldwide license to use the Masterpass Acceptance Brand and Masterpass Marks (including “Masterpass,” “Masterpass Online,” “Buy with Masterpass,” “Masterpass Wallet,” “Masterpass Checkout Services,” “Masterpass Acceptance Brand,” “Masterpass Network,” “Masterpass API,” and other related designs, graphics, logos, page headers, button icons, scripts, and service names as may be designated by Mastercard from time to time), solely (a) to identify that Masterpass is available as a checkout method on its website or other e-commerce application, and (b) in accordance with Mastercard’s most up-to-date Masterpass Branding Requirements (or any equivalent documentation made available by Mastercard from time to time). The license shall remain in effect until the Merchant’s and/or Merchant Service Provider’s participation in the Masterpass Program is terminated in accordance with the Standards and these Masterpass Operating Rules. The Merchant and Merchant Service Provider shall promptly cease use of the Masterpass Marks and Masterpass Acceptance Brand if their participation in the Program has been suspended or terminated.

3.11 Merchant Must Display the Masterpass Acceptance Brand

A Merchant must prominently display the Masterpass Acceptance Brand in accordance with the Standards and Specifications, including the Masterpass Branding Requirements, wherever card or other payment options are presented to indicate that Masterpass is a checkout option.

If the Masterpass Acceptance Brand does not function or its functionality is materially impaired for causes attributable to Mastercard or its agents and contractors (and not due to Merchant), Merchant shall notify Mastercard as soon as reasonably practicable, and allow Mastercard no less than forty-eight (48) hours to resolve such issue. During such time, Merchant shall not disable the Masterpass Acceptance Brand. If following such forty-eight (48) hour period, Mastercard is not able to resolve the issue affecting the functionality of the Masterpass Acceptance Brand, Merchant may disable the Masterpass Acceptance Brand and/or remove it from the Merchant properties until Mastercard has resolved such issue(s). Upon receipt of notice from Mastercard that the issue has been resolved, Merchant shall re-enable the Masterpass Acceptance Brand on the Merchant properties within forty-eight (48) hours of the receipt of notification thereof from Mastercard.
3.12 Merchant Advertising

A Merchant may use the Masterpass Marks in advertising material and/or to indicate participation.

Other marks, symbols, logos, or combination thereof may appear in the same material or image with the Masterpass Marks, if no other mark, symbol, or logo is more prominent or likely to cause confusion concerning the Merchant’s participation in the Program.

In marketing or referencing Masterpass, the Merchant or its Merchant Service Providers will portray the Program accurately and fairly and not make any representations, warranties or guarantees inconsistent with any information provided by Mastercard. Except as expressly provided in the Masterpass Branding Requirements (or any equivalent documentation made available by Mastercard from time to time) or approved by Mastercard in writing, a Merchant or its Merchant Service Providers may not use any of the Masterpass Marks in an offline promotion or other offline materials (e.g., in printed material, mailings or documentation) that they intend to distribute. The Merchant and its Merchant Service Providers shall not use the Masterpass Marks in connection with any product or service that is not related to the Masterpass Program, in any manner that is likely to cause confusion among users or in any manner that disparages or discredits Mastercard. All other trademarks not owned by Mastercard that appear in connection with the Program are the property of their respective owners, which may or may not be affiliated with, connected to, or sponsored by Mastercard.

3.13 Merchant Marks, Product Descriptions and Images

Mastercard may use the Merchant Marks and the Merchant Content (i) as necessary to provide Program-related services, and (ii) to identify the Merchant as participating in all aspects of the Program including related educational, promotional or marketing materials. Customers may use the Merchant Marks and Merchant Content (i) as necessary to provide Program-related services, and (ii) to identify the Merchant as participating in the Program.

3.14 Wallet Acceptance Requirements

3.14.1 Non-Discrimination

Merchants must accept valid user payment information properly presented from any Wallet. A Merchant must maintain a policy that does not discriminate against a user using one Wallet over another.

3.14.2 Specifications

Each Merchant, Merchant Service Provider and Merchant Technology Provider must conduct activities related to their participation in the Program in full compliance with all applicable laws and regulations. Each Merchant, Merchant Service Provider and Merchant Technology
Provider must conduct all activity and otherwise operate in a manner that is financially sound and so as to avoid risk to Mastercard and to other participants in the Program.

A Merchant and its Merchant Service Providers must comply with the Merchant Specifications. Mastercard reserves the right to update or modify these Merchant Specifications at any time. Prior to a Merchant or its Merchant Service Providers making a website or other e-commerce application generally available for use with the Program, it must test each to ensure that it operates properly with the Merchant Specifications. A Merchant or its Merchant Service Providers must correct any material errors, defects or other non-compliance of which they become aware, including from review and test results provided by Mastercard, pursuant to Section 3.11.

3.14.3 Updates

Mastercard may make modifications, updates or upgrades to the Masterpass Network, Program, or related Specifications. Each Merchant, its Merchant Service Provider and/or Merchant Technology Providers must upgrade to the latest version of the Masterpass Acceptance Brand and Specifications within six (6) months from the release of such Masterpass Acceptance Brand and/or Specifications. Notwithstanding the foregoing, each Merchant will test and, if necessary, promptly modify its integration and/or any Masterpass-connected websites or other e-commerce applications, at its own expense, to ensure continued Masterpass acceptance using the then-current version of the Specifications and the Program. Except for reasons of security or to address an outage, neither Merchants nor their Merchant Service Providers shall not be required to make any changes to their system during the months of November and December. Mastercard retains the right to track each Merchant’s and their Merchant Service Provider’s implementation of the Masterpass Acceptance Brand and Specifications.

3.14.4 Outages

Each Merchant, or its Merchant Service Provider, shall notify Mastercard as soon as reasonably practicable of any outage and take any such remedial actions as are required to re-establish Masterpass acceptance within 48 hours after the beginning of the outage. Neither Merchant nor their Merchant Service Provider(s) shall impute the cause of the outage on Mastercard without Mastercard's prior written consent.

3.14.5 CVV Data

A Merchants and their Merchant Service Providers must not require a user to enter CVV Data in connection with a Transaction initiated via a Wallet without the express written consent of Mastercard except where such collection is specifically required by the Mastercard Rules or other networks’ rules. A Merchant and its Merchant Service Provider(s) must not store CVV Data at any time.
3.14.6 Implementing Checkout Postback

A Merchant and/or their Merchant Service Providers shall implement checkout postback expressly as described in the Specifications without modification and shall apply it to every Transaction and transactions with other payment networks conducted via a Wallet.

A Merchant and/or their Merchant Service Providers must communicate the result (success or failure) of the transaction conducted via a Wallet or any other information required pursuant to the most current Specifications. Abandoned transactions do not need to be reported.

3.14.7 Merchant Customer Service

A Merchant is solely responsible for all customer service relating to its website and other e-commerce application used in connection with the promotion or sale of goods or services; its business; the goods or services (including pricing, rebates, item information, availability, technical support, functionality and warranty) offered; order fulfillment (including shipping and handling); payment for goods or services; order cancellation by the Merchant or a user; returns, refunds and adjustments; and feedback concerning experiences with the Merchant’s or its Merchant Service Provider(s)’ personnel, policies or processes. In performing customer service, a Merchant and its Merchant Service Provider(s) will always present themselves as a separate entity from Mastercard.

3.15 Masterpass Prohibited Practices

3.15.1 Merchant Acceptable Use Requirements

Merchants may not directly or indirectly engage in or facilitate any action that is illegal or that, in Mastercard’s sole discretion and whether or not addressed elsewhere in the Standards (including Section 5.11.7 of Mastercard Rules), damages or may damage Mastercard’s goodwill or reputation or reflect negatively on any Masterpass Mark. Upon request of Mastercard, Merchants will promptly cease engaging in or facilitating any such action.

Failure to comply adversely affects the Masterpass Mark and all of Mastercard’s Customers and undermines the integrity of the Masterpass Network. Mastercard reserves the right to take any corrective action that it deems appropriate, including suspending or restricting the Merchant’s and their Merchant Service Providers’ participation in the Program, requiring the removal of the Masterpass Acceptance Brand, or any other corrective action, including the imposition of financial assessments on the Acquirer.
3.15.2 Minimum/Maximum Transaction Amount Prohibited
Except as expressly permitted by law, a Merchants must not require, or indicate that it
requires, a minimum or maximum transaction amount to accept transaction information from
a Wallet.

3.15.3 Transaction Processing without Confirmation Prohibited
Except as expressly provided in the Specifications, a Merchants must not treat a user’s request
to use payment information stored in his or her Wallet as confirmation to finalize a checkout.

Except as expressly provided in the Specifications, a Merchant must provide users an
opportunity to review their purchase after being returned to the Merchant from the Wallet.
No authorization requests should be submitted without user confirmation of the transaction.

3.16 Merchant Not to Charge Fees
A Merchant may not charge any fees to a user for his/her use of the Masterpass Network,
whether on a per transaction or other basis. Notwithstanding the foregoing, a Merchant is
free to charge any fees for the underlying purchase transaction to the extent permitted by the
payment network/brand associated with the purchase transaction.

3.17 Existing Network Requirements
Participation in the Program in no way relieves a Merchant or its Merchant Service Providers
from its or their obligations under applicable payment networks’ rules with regard to
transaction processing.

3.18 PCI Compliance
Merchants must at all times be, or instead Merchant Service Providers must ensure that all
Merchants for which they are performing Program-related services are (if applicable),
compliant with the Payment Card Industry Data Security Rules (PCI DSS) and the Payment
Application Data Security Rules (PA DSS), as applicable. Merchants and Merchant Service
Providers must promptly provide Mastercard with documentation evidencing compliance with
PCI DSS and/or PA DSS if requested by Mastercard. This compliance must be determined by a
Qualified Security Assessor (QSA) when applicable. Merchant Service Providers must use only
PCI compliant Merchant Service Providers in connection with the storage, or transmission of
Card Data. A Merchant Service Provider must not store CVV Data at any time. For more
security-recommendations/merchants-need-to-know.html.
3.19 Merchant Service Provider Agreement with Merchants

A Merchant Service Provider may only enable a Merchant to participate in the Program and become a Merchant if (i) it has entered into an agreement with such Merchant regarding the Program-related services, and (ii) it has been provided by each Merchant with all necessary power and authority to enable Program-related services for such Merchant. In such agreement with each Merchant, the Merchant Service Provider must obligate such Merchant to be bound by these Masterpass Operating Rules, as applicable, and each Merchant must agree to be so bound. Such agreement must also include an indemnity substantially as set forth below, and such indemnity shall not be subject to any limitation of liability or other limitation or restriction.

“Merchant will indemnify and hold harmless Merchant Service Provider and its Merchant Service Providers (and its and their respective employees, directors, officers, shareholders, agents and representatives, acknowledging that Mastercard is one such Merchant Service Provider) from and against any and all claims, costs, losses, damages, judgments, tax assessments, penalties, interest, and expenses (including without limitation reasonable attorneys’ fees) arising out of any claim, action, audit, investigation, inquiry, or other proceeding instituted by a person or entity that arises out of or relates to: (a) any actual or alleged breach of a Merchant’s obligations set forth in the Masterpass Operating Rules, including without limitation any violation of the Mastercard Rules; (b) a Merchant’s use of the services; (c) the actions of any person (including any developer and/or administrator) or entity the Merchant authorizes to integrate with or access the services on their behalf; and (d) any Transaction initiated by a Merchant using payment information provided to the Merchant Service Provider by the services.”

A Merchant’s receipt of Program-related services from or through a Merchant Service Provider, including connection to the Masterpass Network and display of the Masterpass Acceptance Brand or other Masterpass Marks, regardless of whether receives such services pursuant to an agreement with the Merchant Service Provider, subjects the Merchant Service Provider and the Customer(s) (as defined under the Mastercard Rules) by which such Merchant Service Provider is or should be registered with Mastercard to the indemnification and other obligations as set forth in the Standards, including without limitation these Masterpass Operating Rules.

3.20 Merchant Service Provider Obligations

A Merchant Service Provider that is, on behalf of one or more Acquirers, providing Program-related services to Merchants must:

1. Provide accurate information to Mastercard regarding the Merchants that are implemented to display the Masterpass Acceptance Brand;
2. Provide and maintain at its cost any necessary items required for its own access, on behalf of Merchants, to Masterpass;
3. Not use the Masterpass Network, and shall ensure each Merchant does not to use the Masterpass Network, in any manner that adversely affects the Masterpass Network or that
3.21 Privacy and Data Protection; Data Usage

3.21.1 Compliance

Each Merchant shall, and shall ensure that all of their Merchant Service Providers, comply with Privacy and Data Protection Requirements in connection with their participation in the Program. Each Merchant shall be responsible for filing notifications to and/or obtaining approvals from competent regulators as legally required under applicable Privacy and Data Protection Requirements.

3.21.2 Safeguards

Each Merchant shall, and shall ensure that all of their Merchant Service Providers, maintain a comprehensive written information security program that complies with all Privacy and Data Protection Requirements and includes technical, physical, and administrative/organizational safeguards designed to (a) ensure the security and confidentiality of Personal Data, (b) protect against any anticipated threats or hazards to the security and integrity of Personal Data, (c) protect against any actual or suspected unauthorized Processing, loss, or acquisition of any Personal Data (in each case, relating to Personal Data processed through a Merchant’s integration with Masterpass, a “Merchant Security Incident”), (d) ensure the proper disposal of Personal Data, and (e) regularly test or otherwise monitor the effectiveness of the safeguards.

3.21.3 Security Incidents

(a) Except to the extent prohibited by applicable law, Merchant shall inform the other in writing, in accordance with the account data compromise event procedures set forth in the Mastercard Rules, in a commercially reasonable timeframe upon discovery of any Merchant Security Incident and in particular of (i) any incident or breach of security leading to the accidental or unlawful destruction, loss, alteration, unauthorized disclosure of, or access to, Personal Data transmitted, stored or otherwise processed; and (ii) any known security issue pertaining to the Express program that may result in such incidents.

(b) Each Merchant shall be solely responsible for any notices to Data Subjects as a result of any Merchant Security Incident, as and to the extent required by applicable Privacy and Data Protection Requirements.

in any manner could damage, disable, overburden, threaten the security of or impair any of Mastercard’s proprietary technology (including, without limitation, servers or networks); and

4. Comply and will continue to comply with the Standards and all applicable laws and regulations in connection with providing Program-related services to Merchants, and ensure each Merchant complies and will continue to comply with all Standards and applicable laws and regulations in connection with its access and use of the Masterpass Network.
(c) Each participating Customer and Mastercard shall reasonably cooperate with each other in all matters relating to Merchant Security Incidents.

3.21.4 Governmental Request for Personal Data
Except to the extent prohibited by applicable legal, regulatory or law enforcement requirements, each of Mastercard and each Merchant shall inform each other in writing within forty-eight (48) hours of the request if any competent authority, regulator or public authority of any jurisdiction requests disclosure of, or information about, the Personal Data that are Processed in connection with the Program that relates to the Merchant’s commerce platform. Each party shall, without limiting its rights under applicable law, cooperate with the other parties as reasonably necessary to comply with any direction or ruling made by such authorities.

3.21.5 Malware Prevention
Mastercard and each Merchant will take commercially reasonable diligent measures to ensure that Malware is not coded or introduced into its respective systems interacting with the Program or Mastercard’s or a Merchant’s systems interacting therewith. Mastercard and each Merchant will each continue to review, analyze and implement improvements to and upgrades of its Malware prevention and correction programs and processes that are commercially reasonable and consistent with the then current information technology industry’s standards. If Malware is found to have been introduced into the Program or Mastercard’s or Merchant’s systems interacting therewith, Mastercard and the affected Merchant(s) will cooperate and use commercially reasonable efforts to promptly communicate, and diligently work to remedy the effects of, the Malware.

3.21.6 Subcontractors
Mastercard and each Merchant shall remain liable towards the others for the Processing of Personal Data carried out by its respective subcontractors in connection with the Program and shall bear responsibility for the correct fulfillment of their respective obligations. Mastercard and each Merchant are authorized to use subcontractors and shall impose on its subcontractors at least the same level of data protection including the same confidentiality and security obligations as required under this Section 3.21.16 and shall prohibit its subcontractors to Process Personal Data other than as instructed.

3.21.7 Data Transfers
Personal Data Processed in connection with the Program shall be transferred to and stored by Mastercard in the United States, in accordance with applicable Privacy and Data Protection Requirements. To the extent Mastercard is receiving Personal Data of residents of the European Economic Area or Switzerland, Mastercard will cause such data to be transferred to the United States pursuant to either (a) an intragroup agreement executed by and among Mastercard and Mastercard Affiliates, which agreement is in accordance with the Standard Contractual Clauses issued by the European Commission Directorate-General Justice pursuant to Commission Decisions C(2010)593, C(2004)5721 and 2001/497/EC or (b) Mastercard’s Binding Corporate Rules, after such rules are approved by the required European data protection regulators and become effective and binding on Mastercard entities.
3.21.8 Merchant Use

Unless a Merchant or its Merchant Service Provider provides notice and receives the express consent of the user, it may not retain, track, monitor, store or otherwise use Personal Data regarding the user for any purpose other than to process the payment transaction facilitated by its participation in the Program. Absent notice and/or consent of the user and to the extent that Personal Data resides on a Merchant’s or its Merchant Service Provider’s systems or other storage locations: (a) Merchant may use the Personal Data only for the purpose of processing the related transaction; and (b) all Personal Data and other information provided to a Merchant or its Merchant Service Providers by Mastercard in relationship to participation in the Program will remain the property of Mastercard. Notwithstanding the foregoing, Merchants may not retain, track, monitor, store or otherwise use Personal Data regarding the user for the purpose of, or in any way that results in, bypassing the Program except where permitted by Mastercard in the Specifications or otherwise.

If a Merchant engages a third-party developer and/or administrator in implementing and/or managing its participation in the Program and such third-party obtains from Mastercard any Personal Data, the third-party may not use any such Personal Data other than for the purpose of implementing and/or managing the Merchant’s participation in the Program. The third-party must destroy or otherwise cease to retain any Personal Data as soon as it is no longer necessary to fulfill the purpose for which it was received. The Merchant shall ensure that its employees, agents and sub-contractors who may receive or have access to Personal Data are aware of the obligations specified under these Masterpass Operating Rules, and agree to comply with such obligations.

3.21.9 Merchant Service Provider Use

A Merchant Service Provider may only retain, track, monitor, store or otherwise use Personal Data in accordance with its provision of Services to a Merchant, or to a Customer, and in compliance with these Masterpass Operating Rules (including, for the avoidance of doubt, in accordance with applicable law, all applicable privacy policies including those of a Merchant and/or Issuer (as defined in the Rules), as applicable, respecting such Personal Data, and the Mastercard Rules and/or other networks’ rules, as applicable). A Merchant Service Provider agrees that it will not use nor disclose Personal Data, or provide it to any party (other than Mastercard in accordance with the terms hereof) for any purpose other than to support its provision of Services to a Merchant or Customer in accordance with the terms hereof. If a Merchant Service Provider engages a third-party developer and/or administrator in performing Program-related services, including implementing and/or managing the Masterpass Acceptance Brand on a Merchant website or other Merchant Service Provider applications, and, in connection therewith, obtains from Mastercard any Personal Data regarding such developer and/or administrator, unless the Merchant Service Provider receives consent from such developer and/or administrator and provides any notices required in connection with the use thereof, a Merchant Service Provider may not use any such Personal Data other than for the purpose for which it was received.
3.21.10 Device Scanning and Wallet Selector

Merchants may integrate the Masterpass Materials and technology required for device scanning and display of the wallet selector view, where supported by the operating system of the user’s device.

3.21.11 Use by Mastercard

A Merchant must provide notice and obtain consent from all users necessary to ensure that, at a minimum, Mastercard has the right to use and disclose Personal Data it receives from a Merchant or its Merchant Service Provider for the following purposes:

1. Create and manage an online account, provide Program-related products and services, respond to user inquiries and provide customer service to respond to inquiries made by users;
2. Protect against and prevent fraud, unauthorized transactions, claims and other liabilities, and manage risk exposure and franchise quality;
3. Operate, evaluate, audit and improve the Program (including by developing new product features and services; managing communications; determining the effectiveness of advertising; analyzing Program related products, services and websites; facilitating the functionality of our websites; and performing accounting, auditing, billing, reconciliation and collection activities);
4. Assist a Customer or its Merchant Service Provider in the provision of products, services or Program features incorporated into its Wallet;
5. Perform data analyses (including anonymization of Personal Data) to determine, among other measurements, business performance, number of registrants, channels, transaction spend and site performance, and creation of analytical models;
6. For preparing and furnishing compilations, analyses and other reports of aggregated information in connection with the Program;
7. If and to the extent Merchant integrates the Mobile Checkout SDK, to facilitate mobile application device scanning to identify each Wallet on a consumer’s mobile device and present information from each Wallet, including payment cards registered in such wallet and shipping address, in the Mobile Checkout View, following the Consumer pressing the “Buy With Masterpass” button in the Merchant’s mobile application as more fully described in Section 3.21.10;
8. Enforce these Masterpass Operating Rules;
9. Comply with applicable legal requirements and industry standards and Mastercard policies; and
10. Perform auditing, research and analysis in order to maintain, protect and improve our services.

In the event that Mastercard provides Personal Data to a Merchant and/or its Merchant Service Providers relating to the Program, the Merchant and its Merchant Service Providers shall only use such Personal Data for the purposes permitted by such privacy notice and otherwise in compliance with all applicable law and regulations.
3.22 Provision and Use of Information

3.22.1 Obligation to Provide Information
Upon request by Mastercard, and subject to applicable law and regulation, a Merchant or Merchant Service Provider must provide Reports to Mastercard, or to Mastercard’s designee; provided, compliance with the foregoing obligation does not require a Merchant or Merchant Service Provider to furnish any information the disclosure of which, in the written opinion of Merchant’s or Merchant Service Provider’s legal counsel, as applicable, is likely to create a significant potential legal risk to the Merchant and Merchant Service Provider. To the extent that there is an obligation to provide a Report to Mastercard that the Merchant or Merchant Service Provider deems to disclose proprietary information of the Merchant, such information will be treated by Mastercard with the degree of care deemed appropriate by Mastercard to maintain its confidentiality.

3.22.2 Use of Mastercard Information
Mastercard is not responsible and disclaims any responsibility for the accuracy, completeness, or timeliness of any information disclosed by Mastercard to a Merchant or a Merchant Service Provider. Mastercard makes no warranty, express or implied, including any warranty of merchantability or fitness for any particular purpose with respect to any information disclosed by or on behalf of Mastercard to any Merchant or a Merchant Service Provider.

3.22.3 Limitation on the use of Reporting
Mastercard may use or disclose the Reports furnished by a Merchant or Merchant Service Provider to the extent allowed by applicable law and as specified herein, including protecting against and preventing fraud, unauthorized transactions, claims and other liabilities; managing risk exposure and franchise quality; operating, evaluating and improving our business (including by developing new products and services or removing current products or features; managing our communications; determining the effectiveness of our advertising; analyzing our products, services and websites; facilitating the functionality of the Masterpass Program; and performing accounting, auditing, billing, reconciliation and collection activities); monitoring the use of and improve our interactive assets; and perform data analyses (including anonymization of Personal Data) to determine, among other measurements, business performance, number of registrants, channels, transaction spend and performance of the Masterpass Program.

3.22.4 Confidential Information
A Merchant or a Merchant Service Provider may receive information (whether written, oral, electronic, or otherwise) as part of participation in the Masterpass Program relating to Mastercard or to the Masterpass Program that is not freely available to the general public (“Confidential Information”). Each Merchant and Merchant Service Provider agrees that: (a) all Confidential Information will remain exclusive property of Mastercard, unless otherwise agreed to by the parties in writing; (b) it will use Confidential Information only as is necessary
for its participation in the Masterpass Program; and (c) it will not otherwise disclose Confidential Information to any individual, company, or other third party.

#### 3.23 Safeguard Card Account and Transaction Information

Each Merchant and each Merchant Service Provider that may be afforded access to Transaction or Personal Data, or both must safeguard and use or permit use of such information in accordance with the Standards. A Merchant or a Merchant Service Provider may also have access to transaction or card account information from other payment networks, and must use such information in accordance with those payment network rules.

#### 3.24 Integrity of Brand and Network

In connection with the Program, Merchant or a Merchant Service Provider must not directly or indirectly engage in or facilitate any action that is illegal, or that, in the opinion of Mastercard and whether or not addressed elsewhere in the Standards, damages or may damage the goodwill or reputation of Mastercard or of any Masterpass Mark, and the Merchant or the Merchant Service Provider will promptly cease engaging in or facilitating such action upon request of Mastercard.

In connection with the Program, a Merchant or a Merchant Service Provider may be required to provide notice, obtain consent from users, or file any necessary documents with the local regulatory authorities as required by applicable law in connection with fraud solutions implemented by Mastercard designed to protect the integrity of the brand and/or Masterpass Network. Specific obligations will be defined in the Masterpass Materials.

#### 3.25 Export

Merchants and Merchant Service Providers shall not import or export any of the Masterpass Materials without first obtaining Mastercard's written approval. If so permitted to import or export Masterpass Materials, then Merchants and Merchant Service Providers shall comply with all foreign and U.S. export and import regulations applicable with respect to the Masterpass Materials.

#### 3.26 Indemnification

The Merchant, its Merchant Service Providers and Merchant Technology Providers will indemnify and hold harmless Mastercard and its Affiliates (and its and their respective employees, directors, officers, shareholders, agents and representatives) from and against any and all claims, costs, losses, damages, judgments, tax assessments, penalties, interest, and expenses (including without limitation reasonable attorneys’ fees) arising out of any claim, action, audit, investigation, inquiry, or other proceeding instituted by a person or entity that
arises out of or relates to: (a) any actual or alleged breach of the Merchant’s, its Merchant Service Providers’ and Merchant Technology Providers’ obligations set forth in these Masterpass Operating Rules, including without limitation any violation of Mastercard’s policies; (b) wrongful or improper use of the Program; (c) the actions of any person (including any developer and/or administrator) or entity authorized by the Merchant or Merchant Service Provider to integrate with or access the Program on the Merchant’s behalf; (d) any actual or alleged infringement, violation, or misappropriation of any intellectual property right, proprietary right or privacy right based upon any of the Merchant Marks, Merchant Content and/or equipment, processes, and other resources used by Merchant or others on its behalf in connection with the Program; (e) any dispute with a user relating to any product or service made available for purchase by Merchant in connection with the Program; (f) any personal injury, product liability or property damage related to any product or service made available for purchase by Merchant in connection with the Program; and (g) any payment card transaction initiated by the Merchant, or by a Merchant Service Provider on behalf of a Merchant, using payment information provided by the Program.

3.27 Disclaimer

THE MASTERPASS PROGRAM AND MASTERPASS MATERIALS ARE PROVIDED ON AN “AS IS” BASIS WITHOUT ANY WARRANTY WHATSOEVER. TO THE FULLEST EXTENT PERMITTED BY APPLICABLE LAW, MASTERCARD MAKES NO REPRESENTATIONS OR WARRANTIES OF ANY KIND, EXPRESS OR IMPLIED, REGARDING THE MASTERPASS MATERIALS, THE PROGRAM OR ANY ANCILLARY SERVICE INCLUDING WITHOUT LIMITATION: (A) ANY IMPLIED WARRANTIES OF MERCHANTABILITY, FITNESS FOR A PARTICULAR PURPOSE, TITLE, OR NON-INFRINGEMENT; (B) THAT THE MASTERPASS MATERIALS, THE PROGRAM, OR ANY APPLICATION WILL MEET MERCHANT’S REQUIREMENTS, WILL ALWAYS BE AVAILABLE, ACCESSIBLE, UNINTERRUPTED, TIMELY, SECURE, FREE OF BUGS, VIRUSES, OPERATE WITHOUT ERROR OR OTHER DEFECTS, OR WILL CONTAIN ANY PARTICULAR FEATURES OR FUNCTIONALITY; OR (C) ANY IMPLIED WARRANTY ARISING FROM COURSE OF DEALING OR TRADE USAGE.

3.28 Limitation of Liability

TO THE EXTENT PERMITTED BY APPLICABLE LAW, MASTERCARD AND ITS AFFILIATES (AND MASTERCARD’S AND ITS AFFILIATES’ RESPECTIVE EMPLOYEES, DIRECTORS, OFFICERS, SHAREHOLDERS, AGENTS AND REPRESENTATIVES) WILL NOT BE LIABLE TO ANY MERCHANT OR MERCHANT SERVICE PROVIDER THAT PARTICIPATES IN THE PROGRAM OR TO ANY THIRD PARTY FOR ANY INDIRECT, INCIDENTAL, PUNITIVE, OR CONSEQUENTIAL DAMAGES ARISING OUT OF OR IN CONNECTION WITH THE PROGRAM (INCLUDING THE INABILITY TO USE THE PROGRAM), THESE MASTERPASS OPERATING RULES, THE MASTERPASS MATERIALS, ANY APPLICATION, MERCHANT MARKS OR MERCHANT CONTENT, ANY ANCILLARY SERVICE, OR ANY SERVICES OR GOODS PURCHASED OR TRANSACTIONS ENTERED INTO THROUGH THE PROGRAM. TO THE EXTENT PERMITTED BY APPLICABLE LAW, IN NO EVENT WILL THE AGGREGATE LIABILITY OF MASTERCARD OR ITS AFFILIATES (AND MASTERCARD’S AND ITS AFFILIATES’ RESPECTIVE EMPLOYEES, DIRECTORS, AGENTS AND REPRESENTATIVES) ARISING
OUT OF OR IN CONNECTION WITH THE PROGRAM OR THE TRANSACTIONS CONTEMPLATED
HEREBY, TO ANY MERCHANT THAT PARTICIPATES IN THE PROGRAM OR TO ANY THIRD
PARTY, WHETHER IN CONTRACT, TORT (INCLUDING NEGLIGENCE, PRODUCT LIABILITY OR
OTHER THEORY) OR OTHERWISE, EXCEED ONE THOUSAND ($100) DOLLARS.

3.29 Termination

3.29.1 Voluntary Termination
A Merchant, a Merchant Service Provider may terminate its participation in the Program by
closing its Merchant Account or its Merchant Service Provider Account, respectively, at any
time unless agreed otherwise expressly in writing.

3.29.2 Suspension or Termination by Mastercard
Mastercard may terminate a Merchant or a Merchant Service Provider's participation in the
Program and close its Merchant Account or Merchant Service Provider Account, respectively,
at any time for any reason or for no reason, in its sole discretion, without any prior notice to
the Merchant or Merchant Service Provider. Without limiting the foregoing, Mastercard may
suspend the participation of Merchant or Merchant Service Provider and access to its
Merchant Account or Merchant Service Provider Account, respectively, if in its sole discretion
(a) the Merchant or Merchant Service Provider has violated the terms of these Masterpass
Operating Rules (including any Standards), (b) the Merchant or Merchant Service Provider
poses an unacceptable fraud risk to Mastercard or its Customers (as defined in the Mastercard
Rules), or (c) the Merchant or Merchant Service Provider provides false, incomplete, inaccurate,
or misleading information (including, without limitation, any registration information) or
otherwise engage in fraudulent or illegal conduct. In addition, Mastercard may suspend
and/or terminate a Merchant Service Provider's right to provide the Services to a Merchant at
any time for any reason or no reason, in its sole discretion, subject to Mastercard providing
notice to a Merchant Service Provider of such suspension. The Merchant Service Provider must,
on receipt of such notice, immediately terminate the Services to and for each such
Merchant listed in such notice.

3.29.3 Effect of Termination
Upon termination of a Merchant or Merchant Service Provider's participation in the Program,
Mastercard will cease providing any access to the Masterpass Network to the Merchant or
Merchant Service Provider, respectively, and all Merchants who receive the access to the
Masterpass Network through the Merchant Service Provider, and the Merchant Service
Provider and each Merchant's rights to access, use and/or participate in the Program (and any
other rights) shall immediately cease. WITHOUT LIMITING SECTION 3.28 HEREOF,
MASTERCARD WILL NOT BE LIABLE TO THE MERCHANT SERVICE PROVIDER OR ANY
MERCHANT FOR ANY TERMINATION OR SUSPENSION OF ACCESS TO THE MASTERPASS
NETWORK, WHETHER UPON TERMINATION OF THE MERCHANT SERVICE PROVIDER’S
PARTICIPATION THE PROGRAM OR TERMINATION WITH RESPECT TO A PARTICULAR
MERCHANT, INCLUDING WITHOUT LIMITATION FOR COMPENSATION, REIMBURSEMENT, OR
DAMAGES ON ACCOUNT OF THE LOSS OF PROSPECTIVE PROFITS, ANTICIPATED SALES, GOODWILL, OR ON ACCOUNT OF EXPENDITURES, INVESTMENTS, OR COMMITMENTS IN CONNECTION WITH THE MERCHANT SERVICE PROVIDER OR A MERCHANT’S USE OF THE MASTERPASS NETWORK.

3.30 Choice of Laws

The substantive laws of the State of New York govern all disputes involving Mastercard, the Standards, and/or the Merchant’s or Merchant Service Provider’s participation in the Program without regard to conflicts. Any action initiated by a Merchant or Merchant Service Provider regarding and/or involving Mastercard, the Standards and/or any Merchant or Merchant Service Provider must be brought only in the United States District Court for the Southern District of New York or the New York Supreme Court for the County of Westchester, and any Merchant or Merchant Service Provider involved in an action hereby submits to the jurisdiction of such courts and waives any claim of lack of personal jurisdiction, improper venue, and forum non conveniens.

Each Merchant and Merchant Service Provider agrees that the Standards are construed under, and governed by, the substantive laws of the State of New York without regard to conflicts.
Chapter 4  Europe Region Variations

Organization of this Chapter

The Standards in this Chapter 4 are variances and additions to the global Masterpass Operating Rules in Chapters 1 to 3, and apply to the Europe Region only. Refer to Appendix A of the Mastercard Rules for the Europe Region geographic listing.

SUBSECTION A

A.1 Choice of Laws
Sections 2.30 and 3.30 of the Masterpass Operating Rules are replaced in their entirety by the following:

“Governing law and Venue. The Masterpass Operating Rules (including any non-contractual obligations or liabilities arising out of them or in connection with them) are governed by and are to be construed in accordance with English law. Each party irrevocably agrees that: (i) the English courts have exclusive jurisdiction to hear and determine any proceedings and to settle any disputes and each party irrevocably submits to the exclusive jurisdiction of the English courts; (ii) any proceedings must be taken in the English courts; (iii) any judgment in proceedings taken in the English courts shall be conclusive and binding on it and may be enforced in any other jurisdiction. Each party also irrevocably waives (and irrevocably agrees not to raise) any objection which it might at any time have on the ground of forum non conveniens or on any other ground to proceedings being taken in the English courts. This jurisdiction agreement is not concluded for the benefit of only one party.

Contracts (Rights Of Third Parties) Act. A person who is not a party to these Masterpass Operating Rules has no right under the Contracts (Rights of Third Parties) Act 1999 to enforce any provision of these Masterpass Operating Rules. This does not affect any right or remedy of a third party which exists or is available apart from the Contracts (Rights of Third Parties) Act 1999.”

A.2 Use of Mastercard Information
Sections 2.21.2 and 3.22.2 of the Masterpass Operating Rules is replaced in its entirety by the following:

“Except in the case of Mastercard’s willful misconduct or gross negligence (a) Mastercard is not responsible and disclaims any responsibility for the accuracy, completeness, or timeliness of any information disclosed by Mastercard to a Customer, Customer Service Provider, Merchant or Merchant Service Provider and (b) Mastercard makes no warranty, express or implied, including, but not limited to, any warranty of merchantability or fitness for any particular purpose with respect to any information disclosed by or on behalf of Mastercard to any Customer, Customer Service Provider, Merchant or Merchant Service Provider.”
A.3 Suspension or Termination by Mastercard

Section 3.29.2 of the Masterpass Operating Rules is replaced in its entirety by the following in the Europe Region:

Mastercard may terminate a Merchant or a Merchant Service Provider’s participation in the Program and close its Merchant Account or Merchant Service Provider Account, respectively, at any time for any reason or for no reason, in its sole discretion, by giving thirty (30) days prior notice to the Merchant or Merchant Service Provider. Without limiting the foregoing, Mastercard may suspend the participation of Merchant or Merchant Service Provider and access to its Merchant Account or Merchant Service Provider Account, respectively, if it has reasonable grounds to believe that (a) the Merchant or Merchant Service Provider has violated the terms of these Masterpass Operating Rules (including any Standards), (b) the Merchant or Merchant Service Provider poses an unacceptable fraud risk to Mastercard or its Customers (as defined in the Mastercard Rules), or (c) the Merchant or Merchant Service Provider provides false, incomplete, inaccurate, or misleading information (including, without limitation, any registration information) or otherwise engage in fraudulent or illegal conduct. In addition, Mastercard may suspend and/or terminate a Merchant Service Provider’s right to provide the Services to a Merchant at any time for any reason or no reason, in its sole discretion, subject to Mastercard providing notice to a Merchant Service Provider of such suspension. The Merchant Service Provider must, upon receipt of such notice, immediately terminate the Services to and for each such Merchant listed in such notice.

SUBSECTION B Data Protection – Mastercard-Hosted Wallet: Europe Region only

B.1 Definitions

1. “Joint Controller” means the entity which jointly with others determines the purposes and the means of the Processing of Personal Data.
2. “Personal Data” means any information relating to an identified or identifiable natural person (“Data Subject”); an identifiable natural person is one who can be identified, directly or indirectly, in particular by reference to an identification number or to one or more factors specific to his or her physical, physiological, mental, economic, cultural or social identity.
3. “Privacy and Data Protection Laws” means all applicable laws, rules, regulations, directives and governmental requirements relating in any way to the privacy, confidentiality, security and protection of Personal Data, including, without limitation, the EU Data Protection Directive 95/46/EC and e-Privacy Directive 2002/58/EC as amended by Directive 2009/136/EC and any relevant national implementing legislation, as well as guidance and recommendations from the competent Regulators.
4. “Data Processor” means the entity which processes Personal Data on behalf of a Joint Controller.
5. “Process or Processing of Personal Data” means any operation or set of operations which is performed upon Personal Data, whether or not by automatic means such as collection,
recording, organization, storage, adaptation or alteration, retrieval, consultation, use, disclosure by transmission, dissemination or otherwise making available, alignment or combination, blocking, erasure or destruction of such data.

6. “Regulators” means a public authority responsible for monitoring the application within its territory of the applicable Privacy and Data Protection Laws.

B.2 Processing of Personal Data

1. Customer and Mastercard shall be Joint Controllers with regard to the Processing of Personal Data in connection with a Mastercard-Hosted Wallet and shall perform all obligations in compliance with applicable Privacy and Data Protection Laws.

B.3 Data Subject Notice and Consent

1. Customer must ensure that Data Subjects are properly informed and have given proper consent in accordance with applicable Privacy and Data Protection Law that Personal Data relating to them and Processed in connection with a Mastercard-Hosted Wallet may be collected, used, disclosed or otherwise Processed by Mastercard for the purposes provided for in Section 2.19 of the Masterpass Operating Rules.

2. In accordance with applicable Privacy and Data Protection Law, Customer must ensure that Data Subjects are properly informed, at a minimum:
   i. That Data Subjects have the right to (a) request access to and receive information about Personal Data Processed by Customer or Mastercard, (b) update and correct inaccuracies in the Personal Data and (c) have the Personal Data blocked or deleted as appropriate including, but not limited to, any Personal Data provisioned into the Mastercard-Hosted Wallet by the Customer;
   ii. That Data Subjects may withdraw any consent they previously provided to the Customer or Mastercard or object at any time on legitimate grounds to the Processing of Personal Data;
   iii. That Personal Data may be processed outside the EEA or Switzerland, including in the United States of America, as provided for in Section B.7 below of this Subsection B.

B.4 Data Subjects’ Requests

1. In accordance with applicable Privacy and Data Protection Law, Customer must develop and implement appropriate procedures for handling requests by Data Subjects for access to, correction and/or deletion of Personal Data Processed by Customer or Mastercard in connection with a Mastercard-Hosted Wallet.

2. In accordance with applicable Privacy and Data Protection Law, Customer must establish a process for allowing a Data Subject to withdraw his or her consent and for providing such opt-outs to Mastercard as well as with respect to the implementation of any other choices that may be exercised by Data Subjects.

3. Without delay, Customer must inform Mastercard in writing of any request for access to, correction and/or deletion of Personal Data received from Data Subjects and provide a copy of any such request to Mastercard. Customer must cooperate with Mastercard in
determining the appropriate response. If such a request is made directly with Mastercard, Customer must cooperate with Mastercard in promptly responding to the request. Each party shall be responsible for responding to such requests for access to, correction and/or deletion of Personal Data.

4. Each Party shall cooperate with the other party in responding to requests for access to, correction and/or deletion of Personal Data. Mastercard shall provide access to Personal Data Processed by Mastercard to assist the Customer in complying with requests for access to such Personal Data.

**B.5 Integrity of Personal Data**

1. Each Customer must take reasonable steps to ensure that Personal Data the Customer provides to Mastercard in connection with a Mastercard-Hosted Wallet is reliable for its intended use and is accurate, complete, relevant and current.

**B.6 Security Requirements**

1. Customer and Mastercard must develop, implement, maintain and adhere to a comprehensive written information security program that complies with all applicable Privacy and Data Protection Laws. Without limitation, each Party’s information security program shall include technical, physical, administrative and organizational safeguards designed to (1) ensure the security and confidentiality of Personal Data; (2) protect against any anticipated threats or hazards to the security and integrity of Personal Data; and (3) protect against any actual unauthorized Processing, destruction, loss, alteration, use, disclosure or acquisition of or access to any Personal Data (“Data Breach”).

2. Customer’s and Mastercard’s information security program shall include regular testing or otherwise monitoring of the effectiveness of its information safeguards.

3. Customer and Mastercard must inform each other in writing as soon as reasonably possible, and in any event, no later than the time period required under applicable law, of any confirmed material Data Breach and in particular of (i) any incident or breach of security leading to the accidental or unlawful destruction, loss, alteration, unauthorized disclosure of, or access to, Personal Data transmitted, stored or otherwise processed; and (ii) any known security issue pertaining to the Services in connection with a Mastercard-Hosted Wallet that may result in such incidents.

4. Customer and Mastercard shall each be solely responsible for any legally required notices to Regulators as a result of a Data Breach to its information security program.

5. Customer shall be solely responsible for any notices to Data Subjects as a result of any Data Breach, in accordance with applicable Privacy and Data Protection Law.

6. Customer and Mastercard shall reasonably cooperate with each other in all matters relating to Data Breaches.

**B.7 Data Transfer Requirements**

1. Personal Data Processed in connection with a Mastercard-Hosted Wallet shall be transferred to and stored by Mastercard in the United States, in accordance with applicable Privacy and Data Protection Laws. To the extent Mastercard is receiving Personal
Data of residents of the European Economic Area or Switzerland, Mastercard will cause such data to be transferred to the United States pursuant to either (a) an intragroup agreement executed by and among Mastercard and Mastercard Affiliates, which agreement is in accordance with the Standard Contractual Clauses issued by the European Commission Directorate-General Justice pursuant to Commission Decisions C(2010)593, C(2004)5721 and 2001/497/EC or (b) Mastercard’s Binding Corporate Rules, after such rules are approved by the required European data protection regulators and become effective and binding on Mastercard entities.

B.8 Public Authority’s or Regulator’s Requests

1. Except to the extent prohibited by applicable legal, regulatory or law enforcement requirements, Customer and Mastercard must immediately inform each other in writing if any Regulator or public authority of any jurisdiction requests disclosure of, or information about, the Personal Data that are processed in connection with a Mastercard-Hosted Wallet.

2. Customer and Mastercard shall reasonably cooperate with each other in seeking a protective order or other appropriate protection for the Personal Data and in deciding on an appropriate response to that request.

SUBSECTION C Data Protection – Partner-Hosted Wallet: Europe Region only

C.1 Definitions

1. “Controller” means the entity which alone or jointly with others determines the purposes and the means of the Processing of Personal Data.

2. “Personal Data” means any information relating to an identified or identifiable natural person (“Data Subject”); an identifiable natural person is one who can be identified, directly or indirectly, in particular by reference to an identification number or to one or more factors specific to his or her physical, physiological, mental, economic, cultural or social identity.

3. “Privacy and Data Protection Laws” means all applicable laws, rules, regulations, directives and governmental requirements relating in any way to the privacy, confidentiality, security and protection of Personal Data, including, without limitation, the EU Data Protection Directive 95/46/EC and e-Privacy Directive 2002/58/EC as amended by Directive 2009/136/EC and any relevant national implementing legislation, as well as guidance and recommendations from the competent Regulators.

4. “Data Processor” means the entity which processes Personal Data on behalf of a Controller.

5. “Process or Processing of Personal Data” means any operation or set of operations which is performed upon Personal Data, whether or not by automatic means such as collection, recording, organization, storage, adaptation or alteration, retrieval, consultation, use,
disclosure by transmission, dissemination or otherwise making available, alignment or combination, blocking, erasure or destruction of such data.

6. “Regulators” means a public authority responsible for monitoring the application within its territory of the applicable Privacy and Data Protection Laws.

7. “Sub-Processor” means any Processor engaged (i) by the Processor or (ii) by any sub-processor of the Processor to process Personal Data on behalf of and in accordance with the instructions of the Controller and/or Processor.

C.2 Processing of Personal Data


2. Customer authorizes Mastercard to subcontract the Processing of Personal Data in connection with a Partner-Hosted Wallet. Mastercard shall remain responsible towards Customer for the Processing of Personal Data carried out by its Sub-Processors.

3. Mastercard will Process Personal Data only on behalf and for the benefit of Customer and only to carry out its obligations in connection with a Partner-Hosted Wallet, subject to clause 4 below of this Section C.2.

4. To the extent that postback data qualifies as Personal Data, Customer authorizes Mastercard to store postback data for use in aggregated and anonymous ways only, in order to provide Customer and Merchants with aggregated reporting as well as for internal system performance and monitoring purposes.

C.3 Data Subject Notice and Consent

1. Customer must ensure that Data Subjects are properly informed and have given proper consent in accordance with applicable Privacy and Data Protection Law that Personal Data relating to them may be collected, used, disclosed or otherwise Processed by Customer and Mastercard for the Partner-Hosted Wallet purposes.

C.4 Data Subjects’ Requests

1. In accordance with applicable Privacy and Data Protection Law, Customer must develop and implement appropriate procedures for handling requests by Data Subjects for access to, correction and/or deletion of Personal Data Processed by Customer or Mastercard in connection with a Partner-Hosted Wallet.

C.5 Security

1. Customer and Mastercard must develop, implement, maintain and adhere to a comprehensive written information security program that complies with all applicable Privacy and Data Protection Laws. Without limitation, each Party's information security program shall include technical, physical, administrative and organizational safeguards designed to (1) ensure the security and confidentiality of Personal Data; (2) protect against
any anticipated threats or hazards to the security and integrity of Personal Data; and (3) protect against any actual unauthorized Processing, destruction, loss, alteration, use, disclosure or acquisition of or access to any Personal Data (“Data Breach”).

2. Customer and Mastercard must inform each other in writing in a commercially reasonable timeframe, and in any event, no later than the time period required under applicable law, of any confirmed material Data Breach and in particular of (i) any incident or breach of security leading to the accidental or unlawful destruction, loss, alteration, unauthorized disclosure of, or access to, Personal Data transmitted, stored or otherwise processed; and (ii) any known security issue pertaining to the Services in connection with a Partner-Hosted Wallet that may result in such incidents.

3. Customer and Mastercard shall each be solely responsible for any legally required notices to Regulators as a result of a Data Breach to its information security program.

4. Customer shall be solely responsible for any notices to Data Subjects as a result of any Data Breach, in accordance with applicable Privacy and Data Protection Law.

5. Customer and Mastercard shall reasonably cooperate with each other in all matters relating to Data Breaches.

C.6 Data Transfer and Storage

1. Personal Data Processed in connection with a Partner-Hosted Wallet shall be transferred to and stored by Mastercard in the United States, in accordance with applicable Privacy and Data Protection Laws. To the extent Mastercard is receiving Personal Data of residents of the European Economic Area or Switzerland, Mastercard will cause such data to be transferred to the United States pursuant to either (a) an intragroup agreement executed by and among Mastercard and Mastercard Affiliates, which agreement is in accordance with the Standard Contractual Clauses issued by the European Commission Directorate-General Justice pursuant to Commission Decisions C(2010)593, C(2004)5721 and 2001/497/EC (and, to the extent that Mastercard is acting as a Data Processor on behalf of Customer, Mastercard is authorized by Customer, acting as Controller, to enter into such Standard Contractual Clauses on Customer’s behalf) or (b) Mastercard’s Binding Corporate Rules, after such rules are approved by the required European data protection regulators and become effective and binding on Mastercard entities.

SUBSECTION D – Country Variations

The Standards in this Subsection D are variances and additions to the global Masterpass Operating Rules and this Chapter 4, and apply in the country specified below.

D.1 Israel

1. Section 3.30 of the Masterpass Operating Rules is replaced in its entirety by the following in Israel, in relation to Merchants and Merchant Service Providers only:

“Governing Law; Venue. The Masterpass Operating Rules (including any non-contractual obligations or liabilities arising out of them or in connection with them) are governed by and are to be construed in accordance with Israeli law. Each party irrevocably
agrees that: (i) the Israeli courts have exclusive jurisdiction to hear and determine any proceedings and to settle any disputes and each party irrevocably submits to the exclusive jurisdiction of the Israeli courts; (ii) any proceedings must be taken in the applicable Israeli courts; (iii) any judgment in proceedings taken in the Israeli courts shall be conclusive and binding on it and may be enforced in any other jurisdiction. Each party also irrevocably waives (and irrevocably agrees not to raise) any objection which it might at any time have on the ground of forum non conveniens or on any other ground to proceedings being taken in the Israeli courts. This jurisdiction agreement is not concluded for the benefit of only one party.”

2. Subsection (a) of Section 3.26 of the Masterpass Operating Rules shall be replaced with the following in Israel:

“…(a) any breach of the Merchant’s, its Merchant Service Providers’ and Merchant Technology Providers’ obligations set forth in these Masterpass Operating Rules, including without limitation any violation of Mastercard’s policies…”

D.2 Romania

The following additional rules apply in Romania, in relation to Merchants and Merchant Service Providers only:

“Each party, in full awareness of the contents and nature of the transactions contemplated by these Masterpass Operating Rules, hereby assumes the risk of change of the circumstances under which these Masterpass Operating Rules are entered into, in accordance with Article 1271 paragraph 3 letter (c) of the Romanian Civil Code, and hereby waives right to raise defences based on hardship (in Romanian: impreviziune)”

For the purposes of Article 1203 of the Romanian Civil Code, each party hereby expressly accepts all clauses in Masterpass Operating Rules which (A) provide in favour of the other party (i) the limitation of liability, (ii) the right to unilaterally terminate (in Romanian: denuntare unilaterala) the Masterpass Operating Rules or (iii) the right to suspend performing its obligations, or (B) provide to its detriment (i) the forfeiture of rights (in Romanian: decadere din drepturi), (ii) the forfeiture of the benefit of a timeline (in Romanian: decaderea din beneficiul termenului), (iii) the limitation of the right to raise defenses (in Romanian: dreptul de a opune exceptii), (iv) the limitation of the right to contract with third parties, (v) the tacit renewal of the agreement, (vi) the applicable law, or clauses derogating from the rules of court jurisdiction.”

D.3 Russia

1. Section 3.30 of the Masterpass Operating Rules is replaced in its entirety by the following in Russia, in relation to Merchants and Merchant Service Providers only:

“Governing Law; Venue. The Masterpass Operating Rules (including any non-contractual obligations or liabilities arising out of them or in connection with them) are governed by and are to be construed in accordance with Russian law. Each party irrevocably agrees that any dispute arising out of or in connection with these Masterpass Operating Rules (including any question regarding the existence, scope, validity or
termination of these Masterpass Operating Rules or any non-contractual obligation or liability arising out of or in connection with them) shall be referred to and finally resolved by arbitration under the LCIA Rules, which Rules are deemed to be incorporated by reference into this clause. There shall be one arbitrator and the appointing authority shall be the LCIA, such appointment to be made by the LCIA in accordance with the Rules. The seat of arbitration shall be London, all hearings shall take place in London, England, and the arbitration proceedings shall be conducted in English.”

2. The following applies in Russia, in relation to Merchants and Merchant Service Providers only:

“Communications will not be distributed in paper unless Mastercard is contacted with a request for a paper version of a particular document. Mastercard reserves the right to charge handling fee for any notices that Mastercard physically mails on request or because any e-mail address fails.”
Chapter 5  United States Region Variations

Organization of this Chapter

The Standards in this Chapter 5 are variances and additions to the global Masterpass Operating Rules in Chapter 1 to 3, and apply to the United States Region only. Refer to Appendix A of the Mastercard Rules for the United States Region geographic listing.

3.14.8 Routing Choices

Digital Secure Remote Payments (“DSRP”) represents a valuable new technology for secure remote payments that Mastercard offers to Merchants (whether directly or through Merchant Service Providers) for free as (a) an incentive to advance the adoption of this technology-enabled payment option; and (b) an incentive to route transactions through Mastercard’s systems and networks.

Each Merchant (whether directly or through a Merchant Service Provider acting on the Merchant’s behalf) that:

1. agrees to these Masterpass Operating Rules;
2. develops a relevant merchant e-commerce point of sale systems that may utilize tokenized payment credentials from Masterpass (whether in-app, online or in another remote environment); and
3. accepts DSRP transactions using such tokenized payment credentials from Masterpass acknowledges and agrees that such Merchant is choosing to accept the incremental values offered by acceptance of DSRP transactions and tokenized payment credentials from Masterpass, and choosing to route transactions using those credentials to the Mastercard Network. If a Merchant does not want to route to Mastercard in exchange for this incentive, then that Merchant can accept debit card payments in a more traditional interface that also allows for a routing choice.
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