

Important Update: Changes to Invoice Payment & Platform Charge Schedule

Dear Valued Partner,

We are writing to inform you of an upcoming change in how invoice payments, repayments and M1xchange platform charges are processed through NACH. Effective from a date to be communicated with at least **7 calendar days' advance notice**, settlements will shift from a single overnight cycle to **two intraday settlement windows within the same business day**.

What Is Changing

The table below summarises the current process and how it will change — including bid windows, obligation timings, funding dates, and when the NACH debit will run:

Scenario	Bids Accepted Between	Funding Date	Debit Runs At
Current Process (As-Is)			
Single overnight cycle	Until 9:00 PM (T0)	Next working day (T+1)	T+1 (12 PM – 2 PM)
New Process (To-Be) – Two Intraday Cycles			
Cycle A: Morning	12:00 AM – 9:00 AM (T0)	Same day (T0)	10:00 AM (T0)
Cycle B: Afternoon	9:00 AM – 1:00 PM (T0)	Same day (T0)	2:00 PM (T0)
Cycle C: Next Day	1:00 PM – 12:00 AM (T0)	Next working day (T+1)	10:00 AM (T+1)

Important – Leg 2 (Repayment): For repayment, the debit cycle will first run in Cycle A (9 am cutoff) where debits will happen from the buyer's account starting 10 am. If the funds are not available / debits fail, the same will be represented in the 2 pm debit cycle in the day. Please ensure that adequate funds – as applicable – are available

No changes to your NACH mandate or registered bank account are required.

The debit continues from the same account — only the obligation timing shifts to morning / early afternoon rather than late night.

What This Means for You — Key Benefits

This change brings tangible improvements for your treasury, finance, and supplier relationship teams:

Same-Day Payments to Your Suppliers

Bids accepted up to 1:00 PM now result in same-day credit to MSME sellers. This was not possible under the earlier overnight model — improving supplier liquidity and strengthening your supply chain relationships.

More suppliers can be covered

For industries like agriculture, dairy, transport etc. – where same-day payments are a norm, this flexibility encourages further larger set of vendors to be added as part of the ecosystem benefiting from TReDS.

Higher Flexibility

Bids accepted after 1:00 PM carry a T+1 funding date, with payments getting initiated to vendors next morning at 10 am onwards. This means that on critical junctures like month-ends / quarter-ends, A/P and Treasury teams are not under pressure to close everything the night before.

Improved Charge Transparency

M1xchange platform charges and interest charges will follow the same intraday cycle logic, making it easier for your accounts team to track and reconcile charges against specific bid windows rather than a single end-of-day lump.

What You Need to Do

- Brief your treasury / accounts payable teams on the new intraday debit schedule — balances in your NACH-registered account must be available before 10:00 AM for Cycle A bids and before 2:00 PM for Cycle B bids (same-day settlements).
- For bids accepted after 1:00 PM (Cycle C), ensure funds are available before 10:00 AM on the next working day.
- No changes to your NACH mandate or registered bank account are required.

For queries, contact your M1xchange Relationship Manager or write to helpdesk@m1xchange.com
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