

E-business 11 – Questions

1. What are the main benefits of using electronic payment systems for both merchants and consumers?
2. Define electronic payment and give examples of methods used for e-payments.
3. How does the ACH (Automated Clearing House) system work in electronic payments?
4. What is the role of a payment gateway in the e-payment process?
5. Explain the general process that occurs when a customer makes an electronic payment.
6. What is the role of payment authentication in an electronic payment system?
7. Describe the stages involved in payment processing and the role of authorization.
8. What is the purpose of the "authorization" phase in the payment processing cycle?
9. How do the roles of issuer, acquirer, processor, and payment gateway contribute to the authorization process?
10. What is the difference between authorization and batching in payment processing?
11. Why do merchants prefer batching transactions rather than processing them individually in real-time?
12. What happens during the 'clearing' stage of payment processing?
13. What is the 'funding' stage in the payment processing cycle, and what happens at this point?
14. What are some common types of e-commerce payment methods?
15. How does the use of a card verification number (CVN) help enhance the security of credit card payments online?
16. What is the difference between debit cards and credit cards in the context of e-commerce payments?
17. Explain how a smart card works as a method of payment in online transactions.
18. What is an E-wallet, and how does it make online payments more convenient for consumers?
19. What are the advantages of using mobile payments for e-commerce transactions?
20. How does an address verification system (AVS) help prevent fraud in online payments?