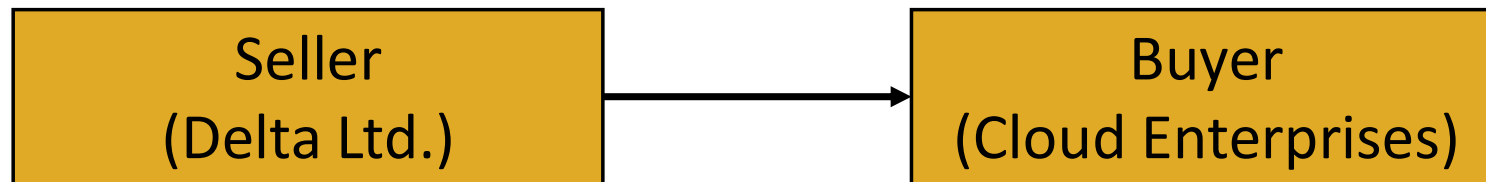


# How BTC Payment Works

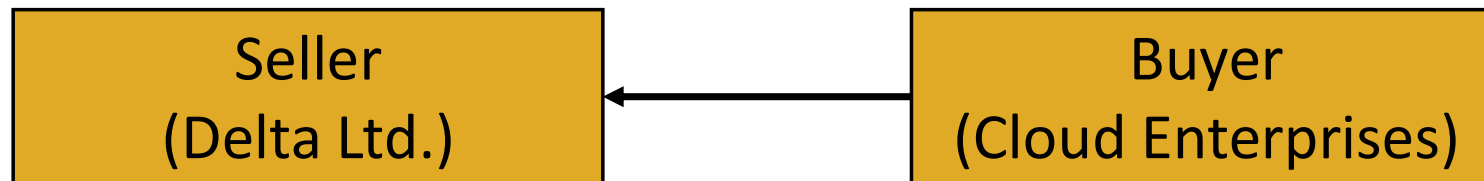


## Step 1

Seller sends the following to Buyer:

1. Invoice
2. Amount (e.g., 0.2 BTC)
3. Public Key generated by Seller's Wallet

# How BTC Payment Works

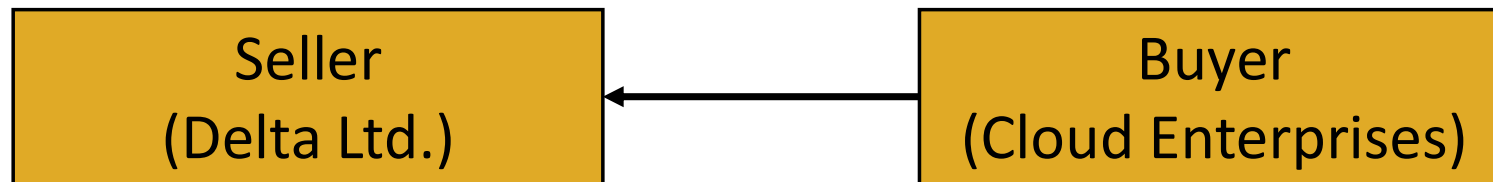


## Step 2

Buyer sends the following to Seller:

1. The Buyer's Public Key
2. Amount (e.g., 0.2 BTC)
3. Public Key provided by Seller

# How BTC Payment Works



## Step 3

Seller receives the BTC and reconciles the following with the accounting records:

1. Invoice
2. Amount (e.g., 0.2 BTC)
3. The date received.

# Definitions



- Public Key: Think of this as the bank account number that companies provide for receiving payments or that individual give to their employers for receiving their salaries. It is not secret. There can be multiple Public Keys associated with a specific Private Key. In fact, you can generate a unique Public Key for every transaction.
- Private Key: Think of this as a signature or complex Pin Code that authorizes payment from a bank account. Whoever has this key can initiate payments. There is a single Private Key.

# Definitions



- Wallet: The Bitcoin wallet is the proof that the owner has BTC. It provides the following functions:
  1. generate and store a user's public and private keys
  2. makes it possible to easily send and receive BTC
  3. provides a record of a users transaction history
  4. shows the balance of BTC available.