### 2.2 Direct data entry and associated devices

- Describe direct data entry and associated devices, e.g. magnetic stripe readers, chip and PIN readers, Radio Frequency Identification (RFID) readers, Magnetic Ink Character Reader (MICR), Optical Mark Reader (OMR), Optical Character Reader (OCR), bar code reader
- Identify the advantages and disadvantages of any of the above devices in comparison with others

**Magnetic Strip Readers** are used to read data found on magnetic stripes found on the back of cards.

#### USE:

Bank Cards: Contains Account details
Arcade: Contains balance
Security/Hotel Rooms: Allows entry to specific room.
Gift Cards (Vouchers) – amount of vouchers



Advantages:	Disadvantages
<ul> <li>Fast data entry compared to keyboard</li> <li>Secure/Error Free – No Typing</li> <li>Not effected by water and robust if dropped</li> <li>Easily Updated</li> </ul>	<ul> <li>Stripe could become unreadable - scratched</li> <li>Does not work at a distance</li> <li>Easily Lost/misplaced</li> </ul>



2.2 Direct data entry and associated devices

Chip and Pin Readers are used POS terminals to make a secure payment using a debit or credit card.

#### USE:

Users can make payment at shops, restaurants by simply inserting their **credit/debit card into the chip and pin reader** and typing in their **pin**.



Advantages:	Disadvantages
<ul> <li>Secure method of payment compared to swipe and contactless method.</li> <li>Chip is less likely to be damaged compared to a magnetic swipe.</li> </ul>	<ul> <li>The pin could be read by some one watching or use of mirrors.</li> <li>Fraudulent machines can copy card details.</li> </ul>



## 2.2 Direct data entry and associated devices

**Contactless Cards** Readers are used by customers to pay for products at the POS without the need to enter a PIN Number using **RFID technology**. Transactions are normally restricted to a small amount (up to £20)

#### How it works

The payment terminal picks up a signal from the chip to process and complete the transaction when the card is 211 within a few centimetres distance.



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Advantages:
<ul> <li>Quicker Transaction meaning less time spent at POS.</li> <li>Don't have to use PIN</li> <li>Transaction data (account details) is encrypted.</li> </ul>

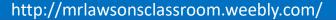
# **Radio Frequency Identification**

**RFID** reads information stored on tags (small silicon chip that can be placed on a sticker) using radio waves. RFID tags can be attached to objects or animals/people.

#### USE:

- Track movement of animals (livestock) or people
- Stock Control: Scan stock items for quantity
- Airports: Track Luggage to make sure nothing is lost
- Contactless cards to make a payment

Advantages:	Disadvantages
<ul> <li>Can read objects from a distance.</li> <li>Can read in bulk</li> <li>Very fast reading – quick response</li> <li>Allows read/write operations to take place</li> <li>Can read biometric readings</li> </ul>	<ul> <li>Radio symbols can be jammed or hacked.</li> <li>More expensive than a barcode</li> <li>Tags could interfere with each other.</li> </ul>











# MICR

SPECIMEN

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MR J SMTE

Signature

#### Magnetic Ink Character Reader

**MICR** is able to read characters printed in a special ink. These characters are then converted into a form which could be understood by the computer

using a keyboard to

type manual data.

Limited amount of

characters can be

#### USE:

Used to **process bank cheques**. The characters at the bottom of cheque which are printed in a special ink are read by the **Magnetic Ink Character Reader**.

# Advantages: Disadvantages

read.

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- No need to manually enter text – less chance of human error.
- Characters can not be altered.
- Characters can be read even if they have been written over.

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alactel Readel.			
Disadvantages	40004394 53-31064 003		
More expensive than			

Pav

BARCLAYS BANK

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## **Optical Mark Reader**

**OMR** is able to read marks written in pen or pencil. The position of the mark is stored in the computers memory.

#### USE:

Used to scan in marks from **multiple choice exams, surveys**, and **lottery tickets**.



**OMR** 

	Advantages:		Disadvantages
•	Very fast method of	•	Forms have to be
	inputting data as no user		completed correctly to
	has to manually enter		avoid manual checks which
	results.		would waste time.
•	More accurate than OCR		
•	Less chance of errors		



# OCR

# **Optical Character Reader**

**OCR** scans text from hardcopies and converts it into an editable form which can be used and edited in a range of software including word processors.

## USE:

Used in **Self-Immigration System** at Airports. Identity Cards Students **scanning text from books** which can be edited.

	Advantages:		Disadvantages
•	Faster method of data	•	Not as accurate as
	entry compared to		the OMR reader
	manually typing the	•	Unable to read
	data.		handwriting.
•	Less chance of errors.		





2.2 Direct data entry and associated devices

**Barcode Scanners** are used to scan bar codes which contains unique information about a product including price.

#### USE:

Barcode readers are typically used at **point-of-sale** (POS) in shops when customers are purchased goods.

Advantages:	Disadvantages
<ul> <li>Far quicker and more accurate than typing in codes using a keypad.</li> <li>Stock database can easily be updated with new prices – barcodes would not need to be replaced.</li> </ul>	<ul> <li>Barcode could be unreadable or missing.</li> <li>Barcode could be swapped.</li> <li>Can be an expensive system.</li> </ul>



