PayPal Marketplace (Real time Split)

Payments · https://multivendorx.com/docs/knowledgebase/paypal-marketplace-real-time-split/

Brief Introduction

Payments are the backbone of any marketplace, but managing payouts can be complex and time-consuming. The **PayPal Marketplace module** simplifies this process by enabling seamless payment collection and automated store owner disbursements. With PayPal Marketplace, marketplace owners can handle multi-store transactions efficiently and securely in real time.

Requirements

- MultiVendorX Pro

PayPal Account Setup

To get started, you need a PayPal Business account. You can use either a **Live account** or a **Sandbox account** for testing.

PayPal Business Account

Create a new **PayPal Business account** or log in to an existing one.
For testing purposes, you can use a **Sandbox account** via the PayPal Developer Dashboard.

> **Note:** For live mode, ensure your PayPal balance is 0 before starting the integration.

API Credentials

Log in to the **PayPal Developer Dashboard** and navigate to **My Apps & Credentials**.
Create a new app by clicking **Create App**, then enter the app name and select your business account.

Once the app is created, copy the following credentials:

- **Client ID**
- **Client Secret**

Use **Sandbox credentials** for testing and **Live credentials** for production.

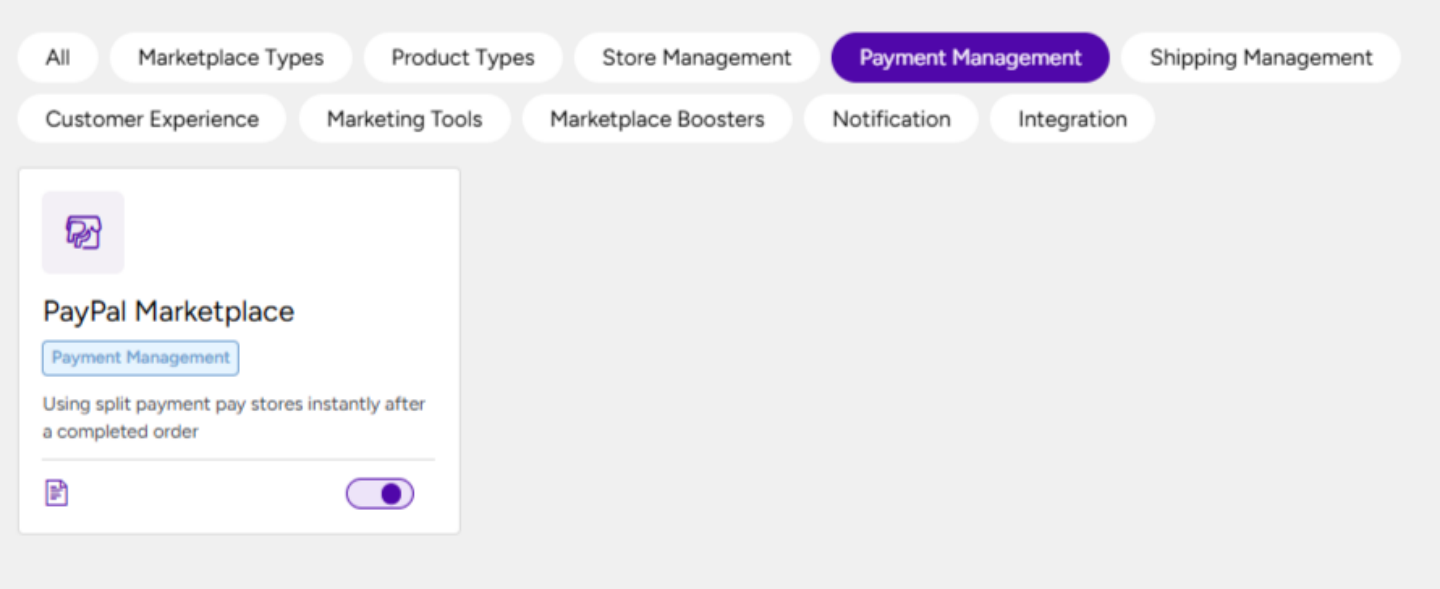
Merchant ID

Log in to your PayPal account and go to **Account Settings → Business Information**.
Copy the **Merchant ID (Partner ID)** from this section.

For Sandbox accounts, navigate to **Accounts → View/Edit Accounts** and copy the **Account ID**, which acts as the Merchant ID.

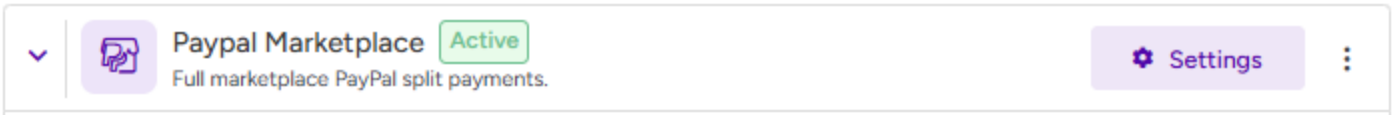
PayPal Marketplace Configuration (Admin End)

To start using PayPal Marketplace, the admin first needs to enable the module from **MultiVendorX → Modules → PayPal Marketplace** from the Payment Management section. Once enabled, the PayPal Marketplace option becomes available for further configuration.



Next, navigate to **MultiVendorX → Settings → Finance → Withdrawal Methods** and enable the **PayPal Marketplace** payment option. Once enabled, you will need to provide the required PayPal credentials and configure the payment settings.

- **Payment Mode** – The **Payment Mode** determines whether transactions are processed in a testing or live environment. Use **Sandbox** mode while testing your integration, and switch to **Live** mode only when you are ready to accept real payments.
- **Client Id** – Enter the **Client ID**, which is your app's public identifier issued by PayPal. Each environment (Sandbox and Live) has a different Client ID, so ensure you are using the correct one based on the selected payment mode.
- **Client Secret** – Add the **Client Secret**, which acts as a private key to authenticate your server when communicating with PayPal's API.
- **Partner Merchant ID** – You will also need to provide the **Partner Merchant ID**, which is your PayPal Merchant ID as the marketplace owner. This is required to enable real-time split payments. Additionally, enter the **Admin PayPal Email**, which should be the email address linked to your PayPal Business account.
- **Disbursement Mode** – The **Disbursement Mode** allows you to control when funds are released to store owners after a successful order. If set to **Immediate**, store owners receive their share instantly at checkout. With **On Order Completion**, funds are released only after the order is marked as complete or delivered. The **Delayed** option holds the funds for a specified period before releasing them, allowing time for order verification or handling disputes.



Payment Mode
Controls whether transactions are real or simulated. Use Sandbox while testing your integration or switch to Live only when you're ready to accept actual payments.

Sandbox | Live

PayPal Sandbox documentation

Client ID
Your app's public identifier issued by PayPal. Each environment (Sandbox / Live) has a different Client ID — make sure you use the one that matches your selected Payment Mode.

Aa34aELtOKA3BfpDxAQeEnkHPjZQ5Ad5winnHeiWqZ3tTz6yyg8Kh-4lVRCk_kzA0l

Found in your PayPal Developer Dashboard under My Apps & Credentials. Get your Client ID

Client Secret
A private key that authenticates your server when calling the PayPal API.

Aa34aELtOKA3BfpDxAQeEnkHPjZQ5Ad5winnHeiWqZ3tTz6yyg8Kh-4lVRCk_kzA0l

Never share or expose this publicly — treat it like a password. Get your Client Secret

Partner Merchant ID
The PayPal Merchant ID of the platform operator (you, as the marketplace owner). This enables PayPal's reltime-split payment.

RKU69YQS37HXC

Find this under Account Settings → Business Information in your PayPal business account.
Find your Merchant ID

Admin PayPal Email
The email address linked to your PayPal business account.

sb-hfbot23450434@business.example.com

This is used for platform-level transaction records and reconciliation. Must be the email of the account that owns the Client ID above.

Disbursement Mode
Determines when funds are released to sellers after a successful order.

Immediate | On Order Completion | Delayed

1. **Immediate** - Stores receive funds instantly at checkout.
2. **On Order Completion** - Funds are released when the order is marked complete or delivered.
3. **Delayed** - Funds are held for a set period before being released, allowing time for disputes or order verification.

Payment distribution
Choose how store earnings are processed after checkout.

Instant split | Wallet credit

Choose how store earnings are processed after checkout.

1. **Instant split** - Automatically split the customer payment between the marketplace and store during checkout.
2. **Wallet credit** - Receive the full customer payment in the marketplace account first, then credit store earnings to their wallet.

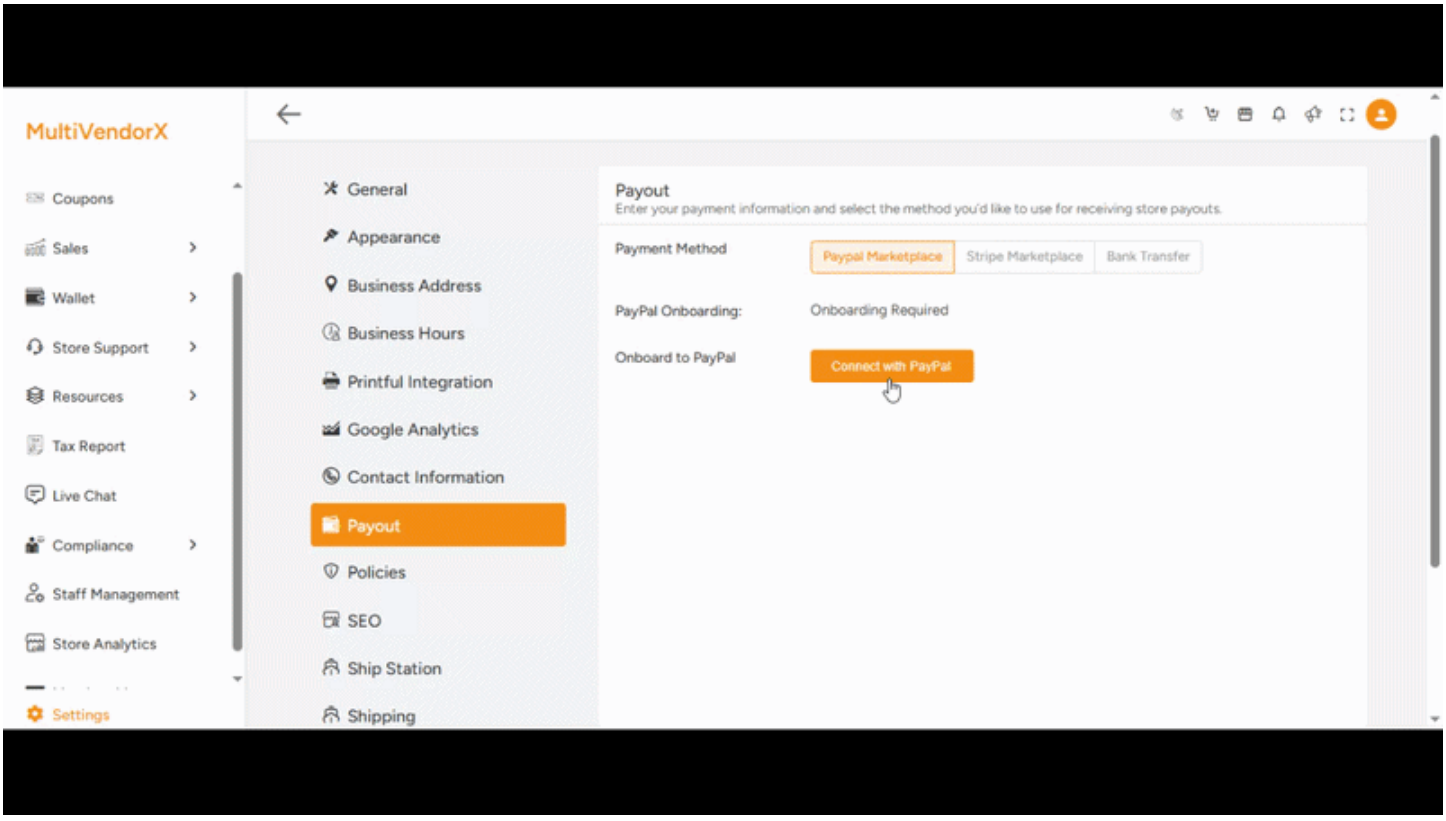
Once these settings are configured, the admin setup is complete. Store owners can then connect their PayPal accounts from their store dashboard to start receiving payments seamlessly.

Store Owner Configuration

Store owners need to connect their PayPal account to start receiving payments. This can be done directly from the store dashboard.

Navigate to the **Store Dashboard → Settings**, and once the page loads, go to the **Payout** section. From the available options, select **PayPal Marketplace**.

Click on **Connect with PayPal** and complete the onboarding process. After successfully connecting, you will be redirected back to the **Payout** tab, where a confirmation message will indicate that the setup is complete.



If needed, store owners also have the option to disconnect their PayPal account at any time by clicking on the **Disconnect** button.

Frontend Behavior

- Customers can choose PayPal Marketplace at checkout.
- Payments are securely processed via PayPal.
- Store owners receive their share based on the configured disbursement mode.

