## Microtransactions

Parent Guide ——

A quick guide to what you need to know

## What are microtransactions?

Microtransactions are **real payments for virtual items,** usually occurring in free-to-play games. These can either be purely **aesthetic** or help **improve in-game performance.** 

**Loot boxes** – virtual treasure chests you **pay to open** in-game – are one of the most popular forms of microtransactions. Players don't know what is in the chest they purchase until after they open it.

## What are the risks?

Microtransactions have been criticised for **promoting gambling behaviour in children.**Often the contents are aesthetic improvements, with **no real in-game value.** This can encourage players to buy another box to try and get a particular item they want.

Many have **questioned the ethics** of this, as games relying on microtransactions are often **advertised to children** who are more susceptible to this kind of marketing.

Young children may **keep buying in order to keep up with friends** also playing, and may not be fully aware that they are paying **real money for items.** 

Microtransactions pose a particular problem for

games where it is **very hard to succeed without making additional payments.** For example, success in EA's Sports Fifa Ultimate Team (FUT) largely relies on spending in-game.

## What else should I do?

Making the occasional in-game purchase is no bad thing. However, make sure that **your card details aren't saved** on the device your child is using to stop bills from racking up.

The recently released **Age Appropriate Design Code** goes some way to **protecting children from overspending on microtransactions.** The
new code requires all games to no longer use **'nudging' techniques** – such as putting the
'purchase' button in overtly positive language
or visuals.

Some gaming companies – for example

Nintendo – have also started to disclose the

likelihood of getting a high-value item from a loot
box. Knowing the chance is very small should
stop children from spending too much.

Make sure you continue to **talk to your child** about the concerns around in-game
microtransactions. Encourage them to **think carefully** about what they spend money on,
and help them identify when a game might be **manipulating them** into making a purchase.

