pixel-based formats

PSD (Photoshop Document)

- support for Layers
- accepted by Illustrator and InDesign
- InDesign can manage layers with Object Layer Options
- not supported by some versions of Word and other programs

TIFF (Tagged Image File Format)

- accepted by a wide range of applications
- layered **TIFF** may be rejected by some programs
- layered TIFF may be bigger file size than equivalent layered PSD

JPEG (Joint Photographic Experts Group)

- "lossy" format; repeated saving as JPEG can erode data
- no support for layers
- no support for transparency

PNG (Portable Network Graphic)

- support for transparency
- loss less format
- accepted by Adobe and Microsoft Office applications
- no support for multiple layers

vector formats

AI (Adobe Illustrator native format)

- support for layers and transparency
- support for linked and embedded images
- can contain multiple artboards of different sizes
- supported by InDesign and later versions of QuarkXPress

EPS (Encapsulated PostScript)

- no support for layers
- no support for transparency
- older format, but still viable
- may be requested by sign shops or users of older workflows

hybrid formats

PDF (Portable Document Format)

- can be created by a wide variety of applications
- can be used as artwork in InDesign if created correctly
- difficult (or impossible) to edit safely without proprietary applications
- can contain both raster images and vector artwork

EPS (Encapsulated PostScript)

- can contain both raster and vector content
- Page Layout formats
 - In Design: .indd
 - QuarkXPress: .qxd, .qxp