

To: All Members and other interested parties

Ref: 19/062

Classification: Trading Fees

Date: 4 March 2019

Subject: **LMEprecious NEW MARKET PARTICIPANT PROGRAMME**

Summary

1. This notice introduces a New Market Participant Programme for the LMEprecious market ("**LMEprecious NMP**").

Defined Terms

2. Capitalised terms not otherwise defined in this Notice shall have the meaning ascribed to them in the Rules and Regulations of the LME.

Overview of the programme

3. The LMEprecious NMP is a one year programme for trading participants who have not traded LMEprecious Contracts previously. It offers eligible participants a rebate of a set percentage of trading and clearing fees across all contracts.
4. For an initial period of 6 months the rebate will be set at 75% of trading and clearing fees. For the final 6 months of the LMEprecious NMP the rebate will be set at 50% of trading and clearing fees.
5. The LMEprecious NMP is governed by the specification attached at Appendix 1 to this Notice and the Incentive Programme General Terms set out on the LME website (as updated from time to time).



Questions

6. Members or other interested parties with any questions in respect of the programme are invited to contact the LME Sales team by email at or the Precious Metals team at Imeprecious@lme.com.

Kate Eged
Head of Precious Metals

cc: Board directors
Trading Committee



Appendix 1

INCENTIVE PROGRAMME SPECIFICATIONS

LMEprecious New Market Participant (“LMEprecious NMP”) Programme

1. This programme is governed by the General Terms of the LME incentive programmes. This document can be obtained on the LME website or from the sales team at Sales@LME.com.
2. Capitalised terms not otherwise defined in this Specification shall have the meaning ascribed to them in the General Terms of the LME incentive programmes.

Eligibility Criteria

3. To be eligible for the LMEprecious NMP programme, a Participant:
 - i. must be an individual trader at a Client or Indirect Client; and
 - ii. must not previously have traded Eligible Contracts (as defined below) for which they wish to register (this includes trading in Eligible Contracts at previous firms undertaken by that individual trader).

Eligible Contracts

4. All LMEprecious contracts (i.e. LME Gold Futures and LME Precious futures) executed on both LMEselect and LMEsmart. For the avoidance of doubt this includes all Prompt Dates. (“**Eligible Contracts**”).

Rebates

5. Participants successfully registered in the LMEprecious NMP programme shall be entitled to the following fee rebate in respect of each Eligible Contract:

Time on NMP programme	Rebate of trading and clearing fees (applying to one side of a Client trade)
Months 1-6	75%
Months 7-12	50%

6. The trade identifiers for the calculation of rebates under NMP will be the specific registered combination of:
 - Fix Tag 58
 - Fix Key (Fix Tag 49)
 - Client ID (Tag 109 in LMEsmart)



Duration of NMP programme

7. This programme shall remain open for 12 months commencing on the 4 March 2019, subject to the LME's rights under clause 6.2 of the General Terms.
8. The LME may extend the NMP programme or re-open the programme if it is suspended/terminated (subject to regulatory approval). Under such circumstances, Participants shall remain on the programme, unless they notify the LME that they wish to discontinue.
9. Participants may be on the programme for a maximum of 12 months from the Trading Period Commencement Date.