



To: All members and other interested parties

Ref: 22/131

Classification: Trading

Date: 26 July 2023

Subject: **REVISED LMESELECT NO-CANCELLATION RANGES**

Summary

1. This Notice sets out the revised “no-cancellation ranges” (“**NCRs**”) that will apply to trading on LMEselect with effect from the start of trading on 7 August 2023. The NCRs are relevant to the Error Trades and Erroneous Order Submissions Policy, setting a range within which Members will not be permitted to cancel error trades (other than as set out in the Policy).

Defined terms

2. Defined terms used in this Notice shall have the meaning ascribed to them in the Rules and Regulations of the LME (“**LME Rules**”), unless stated otherwise.

NCR changes

3. Notice 19/012¹ permits the LME to revise the NCRs for LMEselect trading from time to time.
4. The LME has undertaken a periodic review of the NCRs for base metal outright and carries. This review took account of a range of factors including, but not limited to, underlying price movements, bid-offer spread analysis of data from LMEselect and an assessment of market conditions.
5. Based on its review, the LME has determined that the Base Metal Outright and Base Metal Carry NCRs shall be revised as set out in the tables below (and as published on the LME Website). The revised NCRs will take effect from the start of trading on 7 August 2023.

¹ Paragraphs 8 and 9.



NCRs – with effect from 7 August 2023

| BASE METALS - CARRIES | | | | | | | | | |
|------------------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| DAYS | CA | AH | ZN | NI | PB | SN | AA | NA | CO |
| 1 | \$4 | \$4 | \$4 | \$10 | \$4 | \$30 | \$3.5 | \$3.5 | \$300 |
| 2 | \$6 | \$4 | \$4 | \$15 | \$4 | \$35 | \$3.5 | \$3.5 | \$300 |
| 3 - 7 | \$10 | \$5 | \$5 | \$20 | \$6 | \$40 | \$4 | \$4 | \$400 |
| 8 - 14 | \$12 | \$5 | \$7 | \$20 | \$7 | \$45 | \$4 | \$4 | \$400 |
| 15 - 45 | \$20 | \$6 | \$9 | \$30 | \$10 | \$60 | \$5 | \$5 | \$500 |
| 46 - 105 | \$30 | \$12 | \$15 | \$35 | \$10 | \$115 | \$7 | \$7 | \$600 |
| 106 - 400 | \$50 | \$28 | \$17 | \$40 | \$15 | \$220 | \$9 | \$9 | \$900 |
| 401 - 750 | \$60 | \$35 | \$19 | \$80 | \$16 | \$325 | \$16 | \$16 | \$1500 |
| >750 | \$80 | \$45 | \$30 | \$120 | \$25 | N/A | \$25 | \$25 | N/A |

| FERROUS / BATTERY METALS - CARRIES | | | | | | | | | | |
|---|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| DAYS | SR | SC | SI | ST | HU | HC | HN | CB | MD | LH |
| 1 | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A |
| 2 | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A |
| 3 - 7 | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A |
| 8 - 14 | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A |
| 15 - 45 | \$7 | \$7 | \$7 | \$7 | \$7 | \$7 | \$7 | \$500 | \$0.5 | \$100 |
| 46 - 105 | \$9 | \$9 | \$9 | \$9 | \$9 | \$9 | \$9 | \$600 | \$0.75 | \$120 |
| 106 - 400 | \$13 | \$13 | \$13 | \$13 | \$13 | \$13 | \$13 | \$900 | \$1 | \$180 |
| 401 - 750 | \$22.5 | \$22.5 | \$22.5 | \$22.5 | \$22.5 | \$22.5 | \$22.5 | \$1500 | \$1.5 | \$300 |

| ALUMINIUM PREMIUMS, ALUMINIUM SCRAP & ALUMINA - OUTRIGHTS | | | | | | | | | |
|--|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| DAYS | EA | ED | UP | AM | AE | UC | AN | AS | AW |
| 1 | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A |
| 2 | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A |
| 3 - 7 | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A |
| 8 - 14 | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A |
| 15 - 45 | \$7 | \$7 | \$7 | \$7 | \$7 | \$7 | \$7 | \$7 | \$7 |
| 46 - 105 | \$9 | \$9 | \$9 | \$9 | \$9 | \$9 | \$9 | \$9 | \$9 |
| 106 - 400 | \$13 | \$13 | \$13 | \$13 | \$13 | \$13 | \$13 | \$13 | \$13 |
| 401 - 750 | \$22.5 | \$22.5 | \$22.5 | \$22.5 | \$22.5 | \$22.5 | \$22.5 | \$22.5 | \$22.5 |



| BASE METALS - OUTRIGHTS | | | | | | | | | |
|-------------------------|-------|------|------|-------|------|-------|------|------|-------|
| | CA | AH | ZN | NI | PB | SN | AA | NA | CO |
| NCR | \$175 | \$50 | \$55 | \$490 | \$50 | \$520 | \$50 | \$50 | \$730 |

| FERROUS / BATTERY METALS - OUTRIGHTS | | | | | | | | | | |
|--------------------------------------|------|------|------|------|------|------|------|--------|-----|--------|
| | SR | SC | SI | ST | HU | HC | HN | CB | MD | LH |
| NCR | \$30 | \$30 | \$30 | \$30 | \$30 | \$30 | \$30 | \$9000 | \$2 | \$2000 |

| ALUMINIUM PREMIUMS, ALUMINIUM SCRAP & ALUMINA - OUTRIGHTS | | | | | | | | | |
|---|------|------|------|------|------|------|------|------|------|
| | EA | ED | UP | AM | AE | UC | AN | AS | AW |
| NCR | \$30 | \$30 | \$30 | \$30 | \$30 | \$30 | \$50 | \$30 | \$30 |

| BASE METALS – OPTIONS (VOLATILITY) | | | | | | | | |
|------------------------------------|----|----|----|----|----|-----|-----|-----|
| | CA | AH | ZN | NI | PB | SN | AA | NA |
| NCR | 5% | 5% | 5% | 8% | 8% | 10% | 10% | 10% |

Questions

- If you have any queries with regards to the new thresholds please contact Trading Operations via telephone 0207 113 8200 or email tradingoperations@lme.com.

James Macdonald
Head of Trading Operations

cc: Board directors
User Committee
All Metal Committees
Traded Options Committee