

INCENTIVE PROGRAMME SPECIFICATIONS

Ring Suspension Rebate Programme

1. This programme is governed by the Incentive Programme General Terms, which can be found on the LME [website](#).
2. Capitalised terms not otherwise defined in this Specification document shall have the meanings ascribed to them in the Incentive Programme General Terms.

Eligibility criteria

3. All Category 1 Members are Eligible for the Ring Suspension Rebate Programme (“RSRP”), and will be enrolled automatically.
4. To the extent that a Member, or any Affiliate of the Member, has been issued with, or has agreed to pay the LME (as applicable) fines or settlement amounts exceeding US\$ 250,000 but less than US\$ 500,000, such Member shall only be entitled to benefit from the Programmes to the extent set out in the table below:¹

Aggregate Member fine	Percentage of eligible rebate paid
≤ US\$ 250,000	100%
> US\$ 250,000 but ≤ US\$ 300,000	75%
> US\$ 300,000 but ≤ US\$ 400,000	50%
> US\$ 400,000 but ≤ US\$ 500,000	25%
> US\$ 500,000	0%

Eligible contracts

5. Outright, short-dated carry, medium-dated carry, and all other carry Exchange Contracts traded on LMEselect in physically settled base metals futures (“**Eligible Contracts**”).²

¹ To the extent that an exchange rate calculation is required to determine whether a threshold has been reached, the LME shall use the HM Revenue & Customs monthly exchange rate applicable as at the date the relevant fine was issued (or, in the case of a settlement, on the date that the relevant settlement agreement was executed).

² As defined in the LME fee schedule.



Rebate calculation

6. Rebates shall be calculated by category from the following table, capped per category per month for each Member.

Category	Rebate per lot per leg per side	Cap per month
Short-dated carry	US\$ 0.11	US\$ 5,000
Medium-dated carry	US\$ 0.22	US\$ 20,000
All other carries	US\$ 0.43	US\$ 20,000
Outright trades	US\$ 0.43	US\$ 5,000

Duration of incentive programme

7. The RSRP shall commence on 01 August 2020.
8. The RSRP shall finish on 31 December 2020 or when the Ring re-opens for trading, whichever is sooner.
9. The LME may in its absolute discretion amend the RSRP programme by way of a Member Notice at any time.

Worked example

10. Please see an example below of the rebate payable to a Member based on hypothetical volumes.

	LMEselect Exchange Contract volume August 2020	Rebate per lot	Calculated rebate	Monthly cap	Rebate value
Short-dated carry	5,000	US\$ 0.11	US\$ 550	US\$ 5,000	US\$ 550
Medium-dated carry	50,000	US\$ 0.22	US\$ 11,000	US\$ 20,000	US\$ 11,000
Other carry	20,000	US\$ 0.43	US\$ 8,600	US\$ 20,000	US\$ 8,600
Outright	15,000	US\$ 0.43	US\$ 6,450	US\$ 5,000	US\$ 5,000
August 2020 rebate:					US\$ 25,150

11. For further information, please contact the sales team at Sales@LME.com