

Trading and booking model: Greater opportunities for client business

Strategic direction: Deliver convergence between the on-exchange and OTC (dealer-to-client) spaces by providing a range of client execution and clearing opportunities

		Client need	Example	How can the LME help?	
User choice		Execute contracts that are liquid on LMEselect	3-month systematic financial traders	Intended action: <ul style="list-style-type: none"> Introduce optional T2 booking model 	
		Execute contracts that should be liquid on LMEselect	3rd Wednesday fundamental financial investors	Intended action: <ul style="list-style-type: none"> Upgrade LMEselect with implied pricing to support daily and monthly liquidity 	Intended action: <ul style="list-style-type: none"> Investigate potential dealer-to-client platform
		Execute illiquid contracts with a dealer, but still centrally clear	Physical averaging clients	Intended action: <ul style="list-style-type: none"> Introduce flexible client clearing 	
		Execute OTC exclusively	Physical averaging clients	Intended action: <ul style="list-style-type: none"> Bring fairness through financial OTC booking fee 	

Intended action:

- Preserve physical clients' preference for official Ring pricing while investigating potential optimisation of closing price methodology