INCENTIVE PROGRAMME SPECIFICATIONS

Ferrous Liquidity Provider HS001 (“Ferrous LP HS001”) 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 GCD team at GCD@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 Ferrous LP HS001 programme, a Participant:
   a) must be a Member, Client or Indirect Client; and
   b) must, in the opinion of the LME, have the experience, technical and operational ability to meet the LP Obligations.
4. The Exchange may designate up to ten (10) Participants (“**Designated Participants**”) to also receive a monthly stipend in addition to the other incentives available in the Ferrous LP HS001 programme that are available to all Participants.

Eligible Contracts

5. The contracts eligible for the Ferrous LP HS001 programme are: LME Steel HRC Shanghai (the “**Eligible Contracts**”).
6. Any additional Eligible Contracts that may be added to the Ferrous LP HS001 programme will be communicated via Notice.

Duration and application period of the Ferrous LP HS001 programme

7. The Ferrous LP HS001 programme will commence on 27 October 2026 and terminate on 31 December 2027.
8. Detailed specifications of the Ferrous LP HS001 programme are available on request to prospective participants.

9. Interested parties are invited to submit their applications to the LME Commercial Strategy & Partnerships department at ferrous@lme.com according to the following deadlines:

Deadline for submission of completed applications	**Start date of participation in the programme**
15 October 2026	27 October 2026
Fifteenth day of the month	First day of the following month
15 November 2027	01 December 2027

10. Interested parties must also submit, as part of their application, additional information related to:

    a) the party's proposed arrangements, which may include the number and experience of its traders, utilization of software, and IT support available;

    b) the party's knowledge of the ferrous industry and of the Eligible Contracts;

    c) the party's previous activity in the Eligible Contracts and in steel futures traded on Chinese exchanges;

    d) the party's participation in other LME incentive programmes; and

    e) the operational costs (such operational costs are likely to include the costs of staff responsible for electronic quoting, IT software and IT support) that are expected to be incurred in performing the required electronic quoting activities.