



STRENGTHENING THE MARKET

We are undertaking a programme of change to enhance and strengthen our markets to ensure that they thrive in the long-term

The Action Plan

STRENGTHEN

- Enhanced off-warrant stock reporting rules ensuring greater visibility of warrantable metal
- Fast-track nickel listing programme led to several new brand listings, adding new supply to the market
- New daily price limit calibration methodology
- Low-stock measures made permanent
- Enhanced real-time monitoring capabilities
- Bolstered market distortion risk-assessment framework
- Review of credit-related membership requirements and default fund calculation
- New methodology for calculating the minimum default fund size
- Planning for increased frequency of off-warrant stock reporting, providing greater market transparency
- Explore pricing mechanisms for the Class 2 nickel market should sufficient demand emerge
- Enhance daily price limit framework
- Review initial margin and concentration margin methodologies to ensure optimal balance of overall resources
- Implementation of changes to membership requirements and default fund

Key achievements

Key focus for 2024

MODERNISE

- Introduction of enhanced Closing Price methodology designed to increase transparency, access and standardisation
- Electronic volume incentive programme for investment community
- Market engagement on liquidity-enhancing measures
- LMEselect v10 and enhanced functionality

Our aims

EMBED

EMBED the findings of independent, internal, and regulatory-led reviews to **manage risk** through **enhanced controls**

ENABLE

ENABLE the market to provide **deep and resilient liquidity** for LME participants and members

BUILD

BUILD confidence in the **reliable and transparent** operation and governance of the LME's markets

EVOLVE

EVOLVE market structure, demonstrating the Group's ability to deliver **modernisation and change**

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