

To: All members, warehouse companies, London agents
Ref: 15/257 : A251 : W094
Date: 12 August 2015
Subject: Premium Aluminium and Steel contracts testing notification

Summary

1. Notice No. 15/175 : A171 : W054 advised members of the LME's intention to launch four new LME Aluminium Premium contracts, LME Steel Scrap and LME Steel Rebar contracts, with effect from 23 November, 2015. This Notice provides details of those contracts, the testing dates and environments that will be made available to members and Independent Software Vendors (ISVs).

LME Aluminium Premium Contracts

2. The LME Aluminium Premium contracts will be monthly contracts out to 15 months and settling on the third Wednesday of each contract month. These will trade in the Ring, on LMEselect and on the telephone market. The new contracts will cover four key regions of aluminium demand: US Midwest (AN), West Europe (AW), East Asia (AE) and South-East Asia (AS).

Last Trading Day and Time

3. The last trading day and time for Premium Aluminium contracts is two business days before the third Wednesday of the contract month until 19:00 London Time for business executed on the telephone market and LMEselect and 16:30 for trading in the Ring.

Last Trade Input Day and Time

4. The last trade matching and registration input into LMEsmart for Premium Aluminium contracts is two business days before the third Wednesday of the contract month by 20:00 London time subject to relevant matching deadlines.

New ferrous suite - LME Steel Scrap and LME Steel Rebar

5. The LME Steel Scrap (SC) and LME Steel Rebar (SR) contracts will be monthly contracts out to 15 months and settling on the last business day of each contract month. These will trade on LMEselect and on the telephone market.



Last Trading Day and Time

6. The last trading day and time for the Steel Scrap contract is the last business day of the contract month until 13:30 London Time. The last trading day and time for the Steel Rebar contract is the last business day of the contract month until 16:30 London Time.

Last Trade Input Day and Time

7. The last trade matching and registration input into LMEsmart for the current month for Steel Scrap and Steel Rebar is the last business day of the month by 20:00 London time subject to relevant matching deadlines.

Reporting Requirements

8. LME Category 1, 2, 3 and 4 members will be required to report their Premium Aluminium, Steel Scrap and Steel Rebar positions to the LME as part of their daily position reporting obligations. They will also be required to include the positions in the market open interest (MOI) reporting.

Publication of Prices

9. LME Steel Scrap, Steel Rebar and Premium Aluminium contract prices will be published to the data vendors and available in the same way as other LME contract prices. Traded prices on LMEselect and on the telephone markets will also be published to the data vendors.

Project Timeline

10. There will be two member and ISV testing periods, the first phase from 14 September 2015 until 9 October 2015, with a second phase of testing from 19 October 2015 until 13 November 2015.
11. Third Wednesday deliveries during the testing phases will be mandatory for members intending to trade the Premium Aluminium contracts (prompt dates 16 September 2015 and 21 October 2015), this means that members must commence testing on 14 September 2015 to create deliveries for the September delivery process.
12. LME Market Operations will provide test scenarios to those members participating in the testing. Please contact marketoperations@lme.com to obtain these scenarios.

Testing Environment details

13. **Member Test B** will be available as from 14 September 2015 for all systems. The details of the IP addresses and port numbers are as follows:



Private Network (LMEnet)

System	IP	FQDN	Port (TCP)
LMEselect 7 - GUI	213.86.73.225	tax.select7.mtb.lmexgw.com	5025
LMEselect 7-FSOE1	213.86.73.225	fsoe1.select7.mtb.lmexgw.com	5555
LMEselect 7-FSMDF	213.86.73.225	fsmdf.select7.mtb.lmexgw.com	7980
LMEselect 7-FSDC1	213.86.73.225	fsdc1.select7.mtb.lmexgw.com	7990
LMEsmart - FIX	213.86.73.233		20993
LMEsmart - FIX	213.86.73.233		20994
LMEsmart - GUI	213.86.73.233		443
LMEsword - HTTPS	213.86.73.234	lmesword.mtb.lmexgw.com	443

Private Network (LMEcenturylink)

System	IP	FQDN	Port (TCP)
LMEselect 7 - GUI	165.193.147.137	tax.select7.mtb.lmexgw.com	5025
LMEselect 7- FSOE1	165.193.147.137	fsoe1.select7.mtb.lmexgw.com	5555
LMEselect 7-FSMDF	165.193.147.137	fsmdf.select7.mtb.lmexgw.com	7980
LMEselect 7-FSDC1	165.193.147.137	fsdc1.select7.mtb.lmexgw.com	7990
LMEselect 7-FSCL	165.193.147.137		8000
LMEsmart - FIX	165.193.147.138		20993
LMEsmart - FIX	165.193.147.138		20994
LMEsmart - GUI	165.193.147.138		443
LMEsword - HTTPS	165.193.147.143	lmesword.mtb.lmexgw.com	443

Public Network (LMEcenturylink)

System	IP	FQDN	Port (TCP)
LMEselect 7 - GUI	206.142.221.10	tax.select7.mtb.lmexgw.com	5025
LMEselect 7- FSOE1	206.142.221.10	fsoe1.select7.mtb.lmexgw.com	5555
LMEselect 7- FSMDF	206.142.221.10	fsmdf.select7.mtb.lmexgw.com	7980
LMEselect 7- FSDC1	206.142.221.10	fsdc1.select7.mtb.lmexgw.com	7990
LMEsmart - FIX	206.142.221.11		20993
LMEsmart - FIX	206.142.221.11		20994
LMEsmart - GUI	206.142.221.11		443
LMEsword - HTTPS	206.142.221.16	lmesword.mtb.lmexgw.com	443

14. Usernames and passwords previously issued to access Member Test B systems remain unchanged.



15. The LMEsmart GUI will remain on version 1.7.0.6 and there is no change to the LMEsmart Bridge software. LMEselect will be releasing an updated GUI version 7.4.1, details regarding availability of this new GUI will be communicated in due course.
16. Please forward your technical queries to LME helpdesk (Tel: 020 7488 2500 lmehelpdesk@lme.com).

A handwritten signature in black ink, appearing to read 'Christine Green', located below the list of items.

Christine Green
Head of LMEsmart Operations

cc: Board directors



Appendix A – Contract Specifications

Name of Product	LME US Aluminium Premium		
Description	Region = US Midwest, Northeast and South. Delivery under the contract shall be by physical settlement. <i>Seller provides:</i> LME aluminium premium warrant in the designated region <i>Buyer provides:</i> Any LME aluminium warrant, PLUS the Premium cash as agreed at contract formation, LESS the premium aluminium FOT charge at the warehouse where the LME aluminium premium warrant is delivered Final settlement, will be based on the LME Official Price derived at the termination of trading		
Contract Size	25 metric tonnes		
Contract Period	Monthly out to 15 months		
Minimum price fluctuation (tick size) per metric tonne	Venue	Outright	Carries
	Ring	\$0.50	\$0.01
	LMEselect	\$0.50	\$0.01
	Inter-office	\$0.01	\$0.01
Ring Times	Ring 2 (13:05 to 13:10) and Kerb 7 (16:15 to 16:30)		
Price quotation	US Dollars per metric tonne		
Clearable currencies	US Dollars		
Contract Code	AND		

Name of Product	LME Western Europe Aluminium Premium		
Description	Region = as per UN Geoscheme M49. Delivery under the contract shall be by physical settlement. <i>Seller provides:</i> LME aluminium premium warrant in the designated region <i>Buyer provides:</i> Any LME aluminium warrant, PLUS the Premium cash as agreed at contract formation, LESS the premium aluminium FOT charge at the warehouse where the LME aluminium premium warrant is delivered Final settlement, will be based on the LME Official Price derived at the termination of trading		
Contract Size	25 metric tonnes		
Contract Period	Monthly out to 15 months		
Minimum price fluctuation (tick size) per metric tonne	Venue	Outright	Carries
	Ring	\$0.50	\$0.01
	LMEselect	\$0.50	\$0.01
	Inter-office	\$0.01	\$0.01
Ring Times	Ring 2 (13:05 to 13:10) and Kerb 7 (16:15 to 16:30)		
Price quotation	US Dollars per metric tonne		
Clearable currencies	US Dollars		
Contract Code	AWD		



Name of Product	LME Eastern Asia Aluminium Premium		
Description	Region = as per UN Geoscheme M49. Delivery under the contract shall be by physical settlement. <i>Seller provides:</i> LME aluminium premium warrant in the designated region <i>Buyer provides:</i> Any LME aluminium warrant, PLUS the Premium cash as agreed at contract formation, LESS the premium aluminium FOT charge at the warehouse where the LME aluminium premium warrant is delivered Final settlement, will be based on the LME Official Price derived at the termination of trading		
Contract Size	25 metric tonnes		
Contract Period	Monthly out to 15 months		
Minimum price fluctuation (tick size) per metric tonne	Venue	Outright	Carries
	Ring	\$0.50	\$0.01
	LMEselect	\$0.50	\$0.01
	Inter-office	\$0.01	\$0.01
Ring Times	Ring 2 (13:05 to 13:10) and Kerb 7 (16:15 to 16:30)		
Price quotation	US Dollars per metric tonne		
Clearable currencies	US Dollars		
Contract Code	AED		

Name of Product	LME South-Eastern Asia Aluminium Premium		
Description	Region = as per UN Geoscheme M49. Delivery under the contract shall be by physical settlement. <i>Seller provides:</i> LME aluminium premium warrant in the designated region <i>Buyer provides:</i> Any LME aluminium warrant, PLUS the Premium cash as agreed at contract formation, LESS the premium aluminium FOT charge at the warehouse where the LME aluminium premium warrant is delivered Final settlement, will be based on the LME Official Price derived at the termination of trading		
Contract Size	25 metric tonnes		
Contract Period	Monthly out to 15 months		
Minimum price fluctuation (tick size) per metric tonne	Venue	Outright	Carries
	Ring	\$0.50	\$0.01
	LMEselect	\$0.50	\$0.01
	Inter-office	\$0.01	\$0.01
Ring Times	Ring 2 (13:05 to 13:10) and Kerb 7 (16:15 to 16:30)		
Price quotation	US Dollars per metric tonne		
Clearable currencies	US Dollars		
Contract Code	ASD		



Name of Product	LME Steel Scrap		
Description	Cash settled. Final settlement, following termination of the trading for a contract month, will be based on the Monthly Average Index Price of the “TSI Scrap HMS#1 and HMS#2, 80:20 Turkish Imports CFR Iskenderun Port” Index, which is available from 13:30 on the last trading day		
Contract Size	10 metric tonnes		
Contract Period	Monthly out to 15 months		
Minimum price fluctuation (tick size) per metric tonne	Venue	Outright	Carries
	Ring	N/A	N/A
	LMEselect	\$0.50	\$0.01
	Inter-office	\$0.01	\$0.01
Price quotation	US Dollars per metric tonne		
Clearable currencies	US Dollars		
Contract Code	SCD		

Name of Product	LME Steel Rebar		
Description	Cash settled. Final settlement, following termination of the trading for a contract month, will be based on the Monthly Average Index Price of the “Platts Rebar, Turkish exports, FOB Turkey port” Index, which is available from 16:30 on the last trading day		
Contract Size	10 metric tonnes		
Contract Period	Monthly out to 15 months		
Minimum price fluctuation (tick size) per metric tonne	Venue	Outright	Carries
	Ring	N/A	N/A
	LMEselect	\$0.50	\$0.01
	Inter-office	\$0.01	\$0.01
Price quotation	US Dollars per metric tonne		
Clearable currencies	US Dollars		
Contract Code	SRD		