

INCENTIVE PROGRAMME SPECIFICATIONS

Volume Based Rebate (“VBR”) 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 sales team at Sales@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 VBR programme, a Participant:
 - i. must be a Client or Indirect Client; and
 - ii. must be a Proprietary Trader.
4. For the avoidance of doubt, individual traders at the Participant firm may be registered on other LME incentive programmes, but then such individual traders’ volume under these programmes will not contribute to VBR volume for the Participant firm.

Eligible Contracts

5. Outright and Carry (except short-dated carries) Contracts traded on LMEselect in aluminium, copper, zinc, nickel, lead and tin (“**Eligible Contracts**”).

Rebates

6. Participants successfully registered in the VBR programme shall be entitled to the following fee rebate in respect of Eligible Contracts:

Volume thresholds for Eligible Contracts (lots traded per month calculated at an entity level)	Rebate of trading and clearing fees (comprising two Member legs and one Client leg for each lot in an Eligible Contract)
0-5,000	0%
5,001+	50%



7. The 50% rebate of trading and clearing fees will only be applied to lots traded in Eligible Contracts in excess of the volume threshold set out in the table above.
8. The rebate will be calculated as 50% of the weighted average fee paid on all lots of Eligible Contracts traded by the Participant in the relevant month, multiplied by the number of lots of Eligible Contracts traded by the Participant in that month in excess of 5,000 lots.
9. The trade identifiers for the calculation of rebates under VBR will be the specific registered combination of:
 - Fix Tag 58
 - Fix Key
 - Fix Tag 109

Duration of VBR programme

10. This programme shall remain open for 12 months commencing on the 1 February 2019.
11. The LME may extend the VBR programme or re-open the programme if it is suspended/terminated (subject to regulatory approval). Under such circumstances, Participants will remain on the programme.