

Physical premium contract specifications

Preliminary specifications for the LME Premium Futures Contracts

Contract specification	Description																			
Contract names	LME US Aluminium Premium	LME Western Europe Aluminium Premium	LME Eastern Asia Aluminium Premium	LME South-Eastern Asia Aluminium Premium																
Regions	Midwest, Northeast and South US regions (as per US Census Bureau)	Western Europe (as per UN Geoscheme M49 classification)	Eastern Asia (as per UN Geoscheme M49 classification)	South-Eastern Asia (as per UN Geoscheme M49 classification)																
Underlying metal	High grade primary aluminium premium warrant in the designated region																			
Lot size	25 tonnes																			
Prompt dates	Third Wednesday of each maturity month, subject to trading regulations																			
Maturity months	Monthly out to 15 months																			
Price quotation	US dollars per tonne																			
Clearable currencies	US dollar																			
Position limits	An appropriate position management regime will be implemented																			
Minimum price fluctuation (tick size) per tonne	Tick sizes to follow the main LME Aluminium contract: <table border="0"> <tr> <td colspan="2"><i>Outrights</i></td> <td colspan="2"><i>Carries</i></td> </tr> <tr> <td>Ring:</td> <td>\$0.50</td> <td>Ring:</td> <td>\$0.01</td> </tr> <tr> <td>LMEselect:</td> <td>\$0.25</td> <td>LMEselect:</td> <td>\$0.01</td> </tr> <tr> <td>Inter-office:</td> <td>\$0.01</td> <td>Inter-office:</td> <td>\$0.01</td> </tr> </table>				<i>Outrights</i>		<i>Carries</i>		Ring:	\$0.50	Ring:	\$0.01	LMEselect:	\$0.25	LMEselect:	\$0.01	Inter-office:	\$0.01	Inter-office:	\$0.01
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Last trading day and time	By 12.30 (London local time) two business days before the third Wednesday of the contract month trading in the expiring contract																			
Settlement type	Physically delivered <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																			
Trading venues	Ring, LMEselect, inter-office telephone																			
Trading hours	Ring: 5 minutes for all regions at end of Ring 2 for Official Prices and Afternoon Kerb for Closing Prices LMEselect: 01:00 – 19:00 London local time Inter-office: 24 hours a day																			
Margining	Initial and contingent variation margins applied per LME Clear risk management parameters																			