

To: All members and other interested parties

Ref: 22/077

Classification: Trading

Date: 17 March 2022

Subject: **CHANGES TO DAILY PRICE LIMITS FOR NICKEL**

## Summary

1. This Notice updates the daily upper and lower price limits in either direction (“**daily price limits**”) for outright Contracts in Nickel on all Execution Venues (which have increased from 8% to 12%) with effect from 18 March 2022, and restates the daily price limits for all other base metal Contracts. This Notice should be read in conjunction with Notice 22/067<sup>1</sup>, which describes more fully how daily price limits operate on the LME’s Execution Venues.

## Defined Terms

2. Capitalised terms not otherwise defined in this Notice shall have the meaning ascribed to them in the LME Rulebook and related Notices, as applicable.

## Daily Price Limits – Applicable Limits

3. Until further notice, the LME shall implement daily price limits for base metal Contracts as follows:

Metal / Contract	Limit up	Limit down	Applicable Execution Venues	Effective date
Nickel outright	Previous Business Day’s Closing Price (whether or not it is subject to a Disruption Event) for the relevant Contract, <u>plus</u> 12% of the previous Business Day’s Closing Price for the 3-month Contract	Previous Business Day’s Closing Price (whether or not it is subject to a Disruption Event) for the relevant Contract, <u>minus</u> 12% of the previous Business Day’s Closing Price for the 3-month Contract	LMEselect, Ring and inter-office	Start of trading on 18 March 2022
All other base metal outright	Previous Business Day’s Closing Price (whether or not it is subject to a Disruption Event) for the relevant Contract, <u>plus</u> 15% of the previous Business Day’s Closing Price for the 3-month Contract	Previous Business Day’s Closing Price (whether or not it is subject to a Disruption Event) for the relevant Contract, <u>minus</u> 15% of the previous Business Day’s Closing Price for the 3-month Contract	LMEselect, Ring and inter-office	Start of trading on 15 March 2022

<sup>1</sup> <https://www.lme.com/api/sitecore/MemberNoticesSearchApi/Download?id=ac564a6b-b70f-4ae9-9f0d-d9e5decdea6e>



4. As set out in Notice 22/073, the LME intends to review the appropriateness of these daily price limits and may, subject to prevalent market conditions, adjust these limits. Subject to ongoing monitoring, the LME's expectation is that Nickel price limits will reach the 15% level employed for other base metals, as the market situation normalises.

#### **General**

5. To the extent that this Notice contradicts or conflicts with any other policy or Notice issued by the LME in respect of daily price limits, this Notice shall prevail until further notice.

#### **Queries**

6. Members should direct any general questions relating to this Notice to the Trading Operations at [tradingoperations@lme.com](mailto:tradingoperations@lme.com).

**James Cressy**

**COO**

cc: Board directors  
Special Committee  
Nickel Committee  
User Committee