

To: All members
Ref: 22/272
Classification: Warehousing
Date: 29 November 2022
Subject: CHARGE CAPS FOR THE PERIOD 2023/24

Summary

1. This notice requests the submission of rent and FOT charges for the period 1 April 2023 to 31 March 2024.

Details

2. Notice 22/241 dated 12 October 2022 published the proposed charge caps for rent and FOT rates for the period 2023/24 (the “Proposed Charge Caps”). Furthermore, this notice explained the process if any warehouse company wished to challenge the Proposed Charge Caps.
3. Two challenges to the Proposed Charge Caps were submitted, with one being subsequently withdrawn. After considering the evidence and arguments submitted in the challenge the LME Special Committee rejected the challenge.
4. The Proposed Charge Caps therefore remain as previously published. The full list of final charge caps for 2023/2024 is attached to this Notice and warehouse companies are requested to submit their rent and FOT rates for the period 1 April 2023 – 31 March 2024 by 15 December 2022.
5. If the Exchange does not receive the 2023/2024 Warehouse Maximum Charge Levels on or before 15 December 2022, the relevant warehouse company will be deemed to have re-submitted its rent and FOT figures from the previous year (i.e. that warehouse company’s rent and FOT charges for the year 1 April 2022 to 31 March 2023).
6. Warehouse companies are reminded of clause 5.4.3 of the Warehouse Agreement when submitting their charges. Clause 5.4.3 of the Warehouse Agreement is set out in full below.

No Warehouse Maximum Charge Level submitted pursuant to clause 5.4.1 or 5.4.2 may be higher than the corresponding Charge Cap. In the event that a Warehouse submits a Warehouse Maximum Charge Level in excess of the corresponding Charge Cap, the LME may revise the Warehouse Maximum



Charge Level down to the corresponding Charge Cap (for the avoidance of doubt, such submission may also constitute a breach of this Agreement which may be subject to disciplinary action pursuant to the Disciplinary Procedures). For Warehouse Maximum Charge Levels not subject to a Charge Cap, levels may be set in the discretion of the Warehouse.

7. Please direct any queries to the Exchange's Physical Operations Department.

Robert Hall
Head of Physical Operations

cc: Board directors
Warehousing Committee

2023-24 charge caps

Rents per tonne per day in US cents									
Country/Region	Aluminium Alloy	Copper	Lead	NASAAC	Nickel	Primary Aluminium	Tin	Zinc	Cobalt
Belgium	54	51	51	-	58	55	55	53	59
Germany	52	47	47	-	56	52	53	48	-
Italy	56	53	53	-	59	56	56	54	-
Japan	-	-	-	-	-	45	-	-	-
Korea (South)	56	51	51	-	59	55	56	-	-
Malaysia	56	53	53	-	59	56	55	54	-
Netherlands	54	51	51	-	58	55	55	53	60
Singapore	54	51	51	-	58	55	55	53	59
Spain	53	47	47	-	56	52	53	48	-
Sweden	-	47	47	-	56	52	-	48	-
Taiwan	53	47	47	-	56	53	54	49	-
U.A.E	-	47	47	-	56	-	-	49	-
U.K.	51	47	47	-	55	52	52	48	-
USA	-	54	53	57	59	57	56	55	60
FOT rates per tonne in local currency									

Country/Region	Currency	FOT rate	Cobalt
Belgium	€	33.00	39.80
Germany	€	33.00	-
Italy	€	34.25	-
Japan	¥	3,380.00	-
Korea (South)	KW	49,600.00	-
Malaysia	MR	162.50	-
Netherlands	€	33.00	39.80
Singapore	S\$	68.50	73.70
Spain	€	33.00	-
Sweden	SKr	304.00	-
Taiwan	T\$	1,455.00	-
U.A.E	Dir	136.00	-
U.K.	£	24.40	-
USA	\$	45.00	48.37