

Sustainability at the London Metal Exchange

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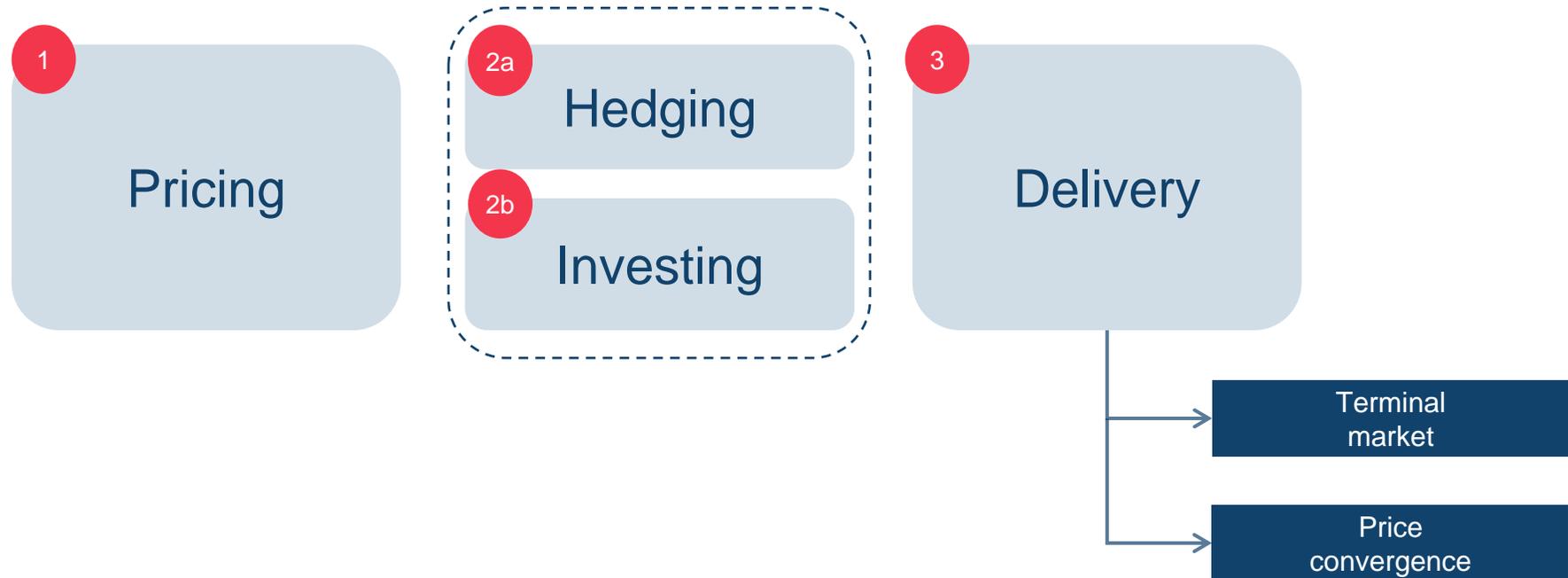
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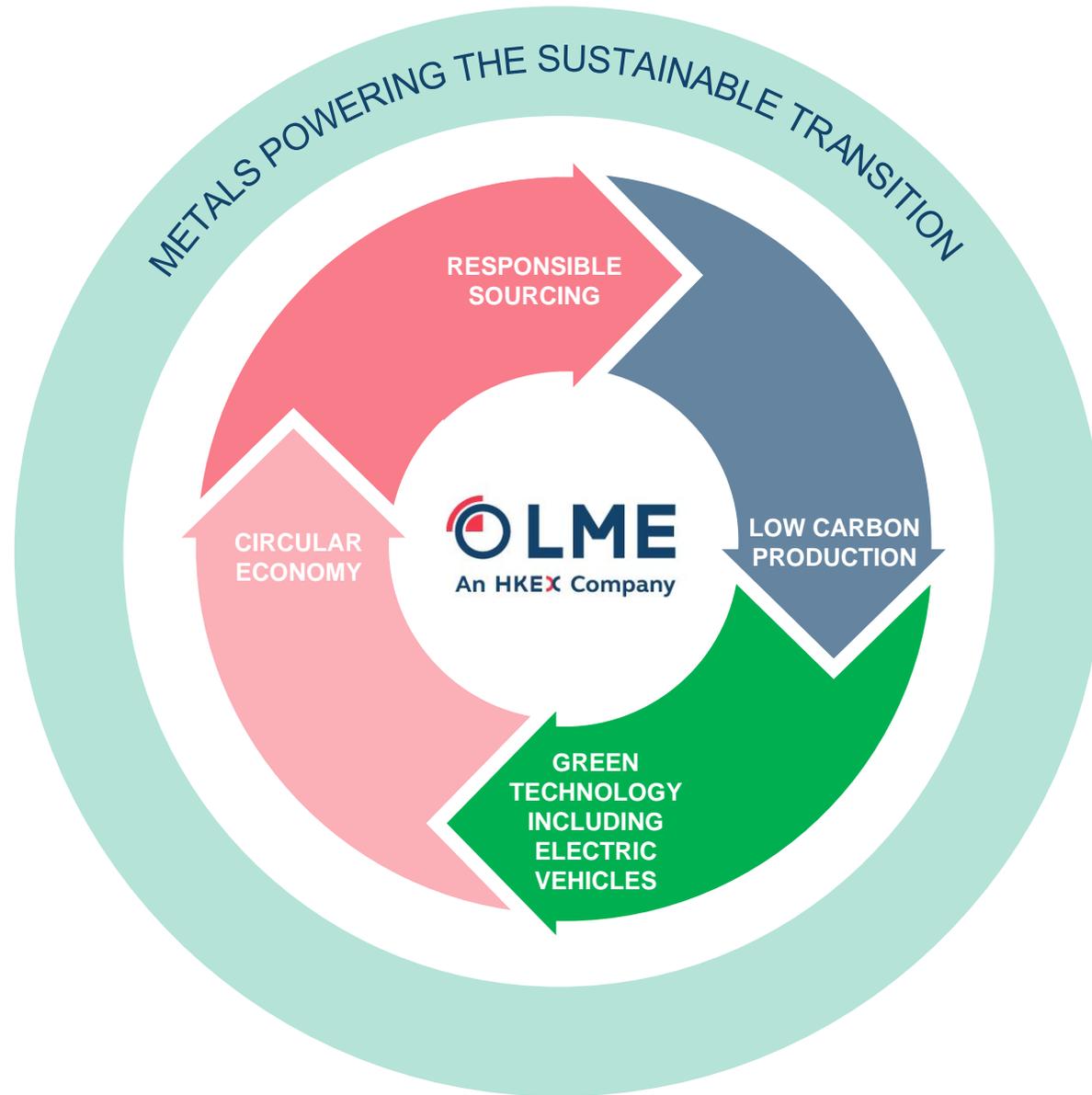
SETTING THE GLOBAL STANDARD



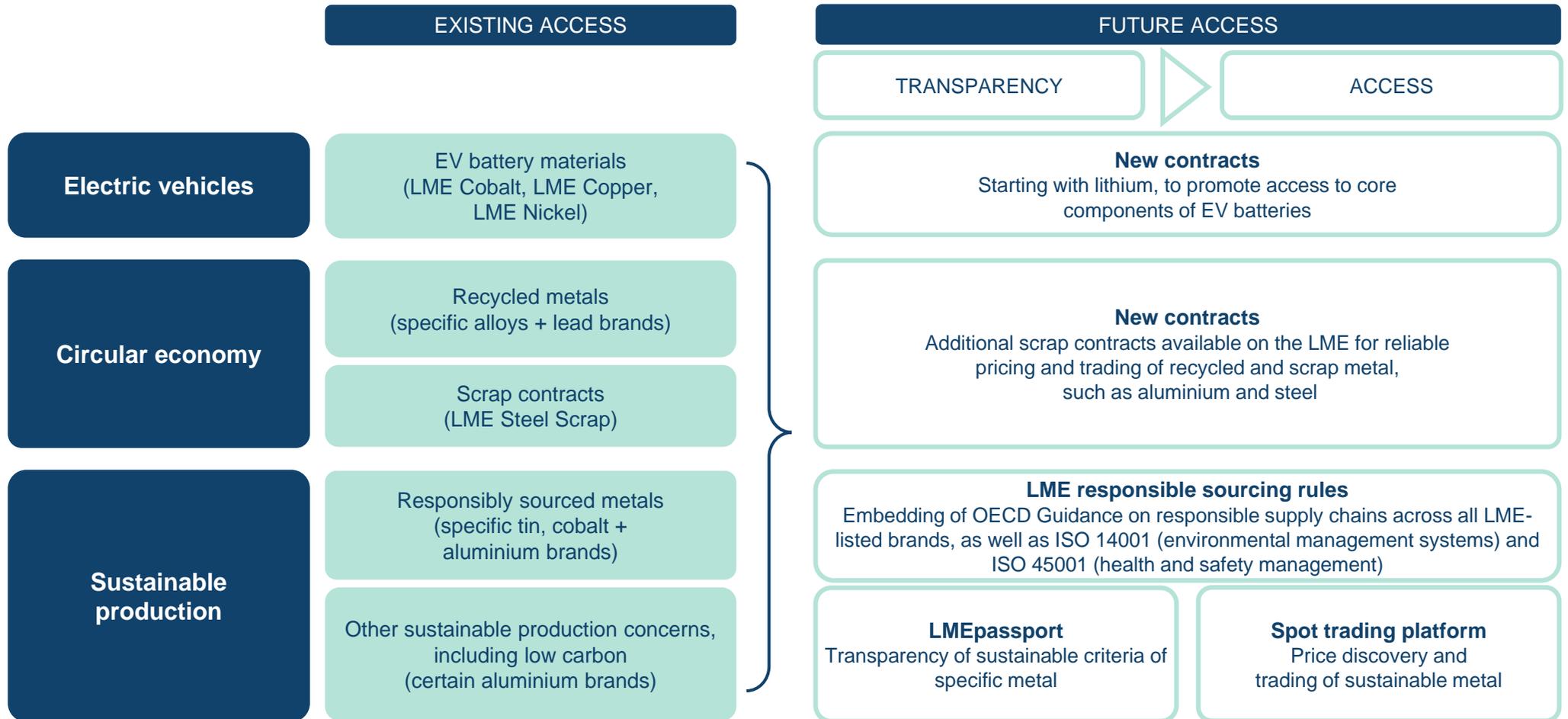
Primary services of the LME



Metals powering the sustainable transition



Access to sustainable metal



The LME already provides access to metals that are sustainably sourced, and / or contribute towards the creation of a more sustainable future. The next step is for the LME to build on that existing base to provide access across a broader range of products



Responsible sourcing

LME responsible sourcing key drivers for action

1. Ethical responsibilities



- The LME believes the industry has an ethical imperative to embrace principles of responsible sourcing
- The LME is a seller's option market, which means that a buyer of metal on the LME may be delivered metal of any LME brand. The LME cannot accept a situation where consumers are required to take delivery of metal which is not responsibly sourced

2. Commercial



- The fundamental service of the LME is to price metals and the LME price will generally be the price of the least valuable brand in its brand lists
- The LME must act to ensure its price reflects the value of responsibly sourced metal, and is not artificially depressed by metal which is not sourced in such a manner

3. Providing leadership



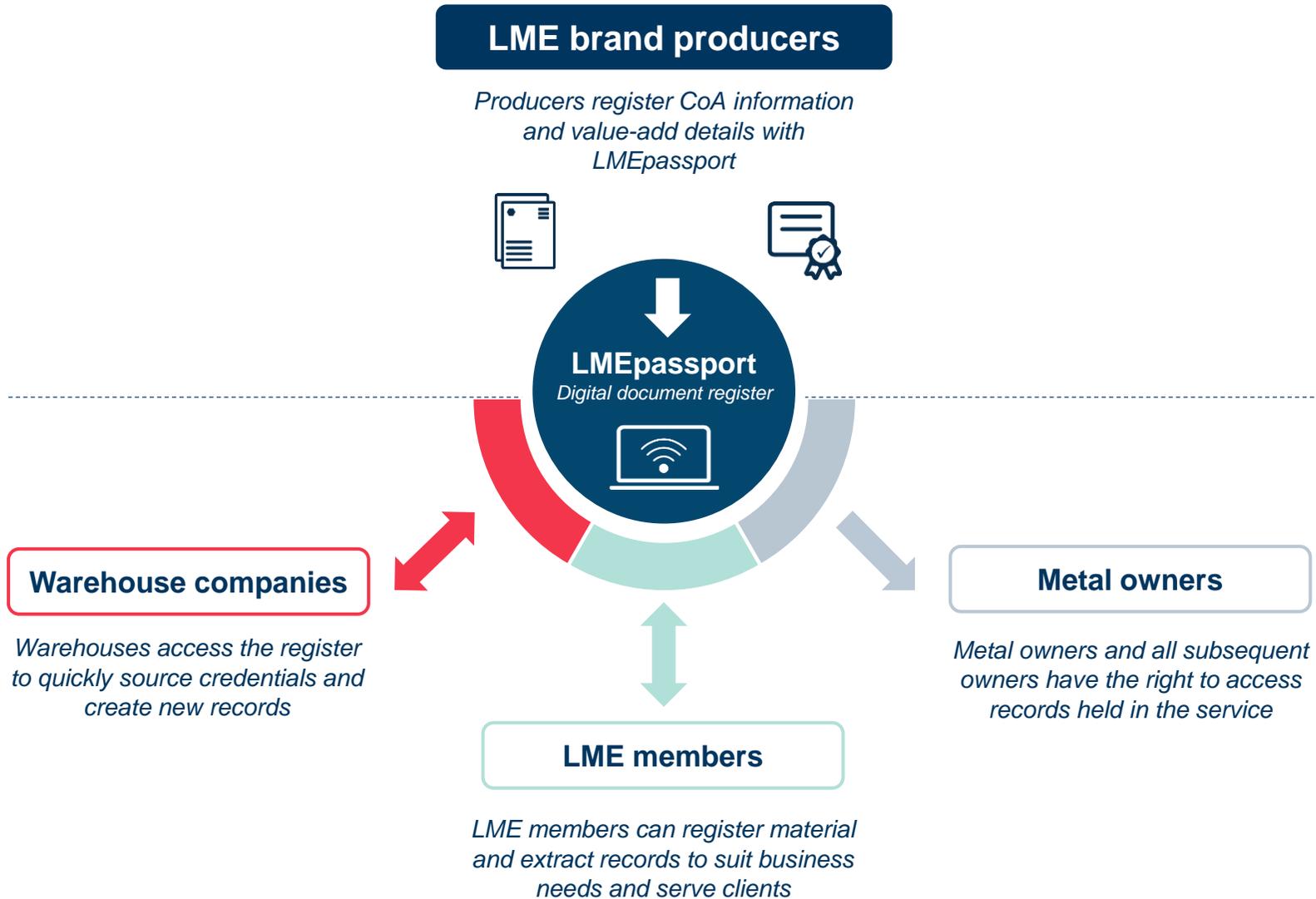
- The LME has listened to calls to take a leading role. These calls arose because the LME can most efficiently promote a centralised process
- The LME will provide leadership in a way that leverages its knowledge of the market, respects logistical challenges, builds on existing work, and provides appropriate support to producers

OECD five-step framework



LMEpassport

Transparency: LMEpassport



LME is proposing to launch LMEpassport – a digital register that records electronic Certificates of Analysis (“CoAs”) and other value-add information – to include, on a voluntary basis, carbon-related metrics for specific batches of aluminium



Proposed LMEpassport value-add themes



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