

Minutes

Title	Minutes of the Meeting of the Board held at Goldsmith's Hall, Foster Lane, London at 08:30 on Friday 13 July, 2018		
Present	Paul Fisher (Chairman) Grant Angwin Mehdi Barkhordar Ruth Crowell Hitoshi Kosai Raj Kumar Sakhila Mirza Andrew Quinn Sid Tipples Edel Tully	By Invitation	Anne Dennison (LPPM, Observer) Andrew Grice (Bank of England, Observer) Tim Pearce (LPPM, Observer)
		In Attendance	Ed Blight Neil Harby Jade Maisey

	Action
<p>1. Apologies for Absence & Introductions There were no apologies. The Board welcomed and congratulated Edel Tully on her new appointment to the Board.</p>	
<p>2. Minutes The minutes of the meeting held on the 17 May, 2018 were reviewed and approved for publication.</p>	
<p>3. Matters Arising The Board noted that a number of recommendations from the independent review would need to be discussed at the strategy meeting with a view of producing an Executive Summary. It was confirmed all other matters were either complete or included within the agenda.</p>	
<p>4. Chief Executive's Report The Board reviewed the outcome dashboards which were in line with expectations, noting a few items for discussion at the strategy meeting.</p> <p>It was particularly highlighted that whilst the European Parliament adopted the proposal to reduce the 85% haircut to 50% under Net Stable Funding Ratio (NSFR), further lobbying was to continue with member states, as this was seen solely as progress, but insufficient. The Board considered a range of contacts to support the lobbying efforts and was asked to provide any suggestions following the meeting.</p>	
<p>5. LBMA Strategy & Governance</p> <p>(a) <u>Trade Reporting & Data Commercialisation</u> The Board was given a formal update on the status of the project and the service providers supporting it. The Board noted the 100% Market Maker connectivity and reviewed the Members who had made no, or very little, contact and therefore agreed they were to receive formal letters reminding them of their obligations.</p> <p>It was agreed LBMA was to reach out to non-member investment banks encouraging their participation.</p>	<p>SMM</p> <p>RC/SMM</p>
<p>(b) <u>Gold Bar Integrity RfP Update</u> The Board was informed of the project engagement and considered the scope which was to be explored.</p>	
<p>(c) <u>Global Precious Metals Code Update</u> Following the recent attestation deadline, the Board was provided with an update on Member adherence and extension requests. The agreed formal process of issuing warning letters was</p>	

to be employed for Members who had made no contact in response to the deadline.

6. LBMA Procedural & Compliance Reports

(a) Responsible Sourcing

The Board was notified of the surge in Good Delivery applications and thanked the Referees for their commitment to the process. The Referees panel was also due to expand following a number of applications received.

Multi-metal audits had commenced and version eight of the Responsible Sourcing Guidance was undergoing final amendments, before being distributed for final consultation.

(b) Membership Update & Due Diligence Report

The Board noted the Membership updates within the report and were asked to approve a pending application. It was **agreed** that the entity was to become a Full Member.

The Board also discussed the push for global outreach which was to be worked on within the Membership Committee and included within the Board three-year strategic plan.

EB/SHD

7. Finance Report

(a) Management Accounts

The Board reviewed the Management Accounts papers noting all positions within the LBMA Group, together with the dividend process.

8. HR Update

It was reported that all employees were working at a high capacity. It was also noted that a six month GDL intern was to join the team, which would be something LBMA would hope to continue to offer on a rolling basis working with a range of Universities.

9. Any Other Business

(a) LBMA Vice-Chair Position

Following the Annual General Meeting on 12 July, it was proposed that Grant Angwin was to continue serving as Vice-Chairman to the Board. The Board **agreed** with this proposal.

RC