

Minutes

Title	Minutes of the Meeting of the Board held at 1-2 Royal Exchange Buildings, London, EC3V 3LF at 14:30 on Thursday 14 February, 2019		
Present	Paul Fisher (Chairman, Non-Executive Director) Grant Angwin (Asahi Refining USA Inc) Mehdi Barkhordar (MKS PAMP Group) – <i>dialling in</i> Ruth Crowell (LBMA) Hitoshi Kosai (Tanaka Kikinzoku Group) Raj Kumar (ICBC Standard Bank Plc) Sakhila Mirza (LBMA) Andrew Quinn (Non-Executive Director) Sid Tipples (JP Morgan) Edel Tully (UBS Investment Bank)	By Invitation	Anne Dennison (LPPM, Observer) Andrew Grice (Bank of England, Observer) John Metcalf (LPPM, Observer) Ian Warman (Standard Chartered Bank, Physical Committee Chairman)
		In Attendance	Ed Blight (LBMA) Neil Harby (LBMA) Jade Maisey (LBMA)

	Action
<p>1. Apologies for Absence No apologies were received.</p>	
<p>2. Confidentiality & Competition Law Reminder The Board was reminded of their obligations under Confidentiality & Competition Law.</p>	
<p>3. Conflicts of Interest The Board reported no new Conflicts of Interest.</p>	
<p>4. Minutes The minutes of the meeting held on the 13 December 2018 were reviewed and <u>approved for publication</u>.</p>	
<p>5. Matters Arising The Board began by acknowledging the tragic news of Jon Spall's recent passing. The Board expressed their appreciation for his significant contribution to the LBMA and market, and passed their sincere condolences onto his family.</p>	
<p>6. CEO Report The Board reviewed the progress within the CEO Report noting the current work of the Executive. The Board noted the ongoing work with the relevant authorities to provide the EBA with sufficient market data to justify an exemption under NSFR.</p>	
<p>7. LBMA Strategy & Governance</p> <p>(a) <u>LBMA-I Update</u> The Board was briefed of the recent User Group Meeting and the decision to move to daily reporting for gold and silver and to weekly reporting for platinum and palladium, both commencing from 1 April 2019. The Board noted that additional data sets were now in a position to be explored, along with suitable commercialisation strategies to ultimately ensure the longevity of the project.</p> <p>(b) <u>Gold Bar Integrity Update</u> The Board noted the progress on the security feature for gold bars, as well as the latest meetings and demonstrations that had been held with Service Providers for the supply chain provenance solution. It was also noted that the Executive was to host a seminar in Q2, 2019 to allow Service Providers and Market Participants to exchange ideas and views relating to the proposed solution.</p>	

(c) Regulatory Update

The Board noted the upcoming Member webinars discussing Brexit and NSFR. The Board was also assured that the LPMCL had considered the possible implications of Brexit and remained confident that business was to remain as usual.

8. Financial Management

(a) Management Accounts 2019

The Board reviewed the un-audited position of the Management Accounts noting the risks and opportunities for the upcoming year.

(b) Conference 2019 Budget

The Board noted the Conference budget and the approach to encourage a higher number of local attendees. It was also noted that following a recent law that had been introduced in China, the Conference was to undergo local government approval. The Board **agreed** to lend their support where possible during the application process.

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9. Good Delivery, Membership & Compliance

(a) Physical Services & Responsible Sourcing Update

The Board was briefed on the work streams of the Physical Committee and its mission to ensure a global standard.

(b) Membership Update & Review

The Board reviewed the latest membership position and due diligence updates. It was **agreed** that the Executive was to consider the full range of Member obligations under the Membership Review for 2019.

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(c) Anti-Bribery & Corruption Policy

The Board reviewed and **agreed** the Anti-Bribery & Corruption Policy subject to a few minor amends proposed by the Finance Committee.

SMM

10. HR Update

The Board acknowledged a recent resignation from the Executive Team.

In light of the upcoming three year tenure served by the Chairman, the HR Committee invited the Members of the Board to provide feedback on how effectively the Board had been managed. This feedback was to be aggregated anonymously to the Chairman in advance of the AGM in July.

11. Any Other Business

(a) Gold Transactions

The Board considered a proposed modification to a bill received from the office of Senator Cruz. It was **agreed** that the LBMA was to provide feedback.

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