

MFP-1, 2 & 3

Management Programme

**ASSIGNMENT
FIRST SEMESTER
2018**

MFP-1: Equity Markets

MFP- 2: Equity Derivatives

MFP-3: Commodity Markets



**School of Management Studies
INDIRA GANDHI NATIONAL OPEN UNIVERSITY
MAIDAN GARHI, NEW DELHI – 110 068**

ASSIGNMENT

Course Code	:	MFP-1
Course Title	:	Equity Markets
Assignment Code	:	MFP-1/TMA/SEM-I/2018
Coverage	:	All Blocks

Note : Attempt all the questions and submit this assignment on or before 30th April, 2018 to the coordinator of your study center.

1. Take any Stock Exchange of your choice and discuss the services offered by it.
2. What do you understand by the term Green Shoe option? Explain the concept of Market Maker and the SEBI guidelines of Market Making.
3. Discuss the methods of grievance Redressal followed by the Stock Exchange while handling investor grievances against – listed companies, misleading advertisements, payment of interest on debentures, non-payment of dividends and trading members.
4. What are the popular Charting Techniques? Discuss the charting tools & techniques and analyse the methods to apply in real-time environment.
5. Taking a suitable example explain the Capital Asset Pricing Model and Arbitrage pricing theory.

ASSIGNMENT

Course Code	:	MFP-2
Course Title	:	Equity Derivatives
Assignment Code	:	MFP-2/TMA/SEM-I/2018
Coverage	:	All Blocks

Note : Attempt all the questions and submit this assignment on or before 30th April, 2018 to the coordinator of your study center.

1. (a) What do you mean by 'Derivative Markets'? Why are they needed? Discuss the different segments of Derivative Market. Discuss the criteria for scrip selection for Derivative Segment.
(b) What is 'Quarter Sigma'? Discuss the procedure adopted for calculating the Quarter Sigma order size.
2. Explain the different indicators of futures market. Discuss the significance of volume and open interest in understanding the dynamics of the future markets. Discuss the various strategies used for risk management in Futures trading.
3. What are the important dates that need to be taken care of while adjusting the stock prices when dividend is paid out? Explain the adjustment of derivative contract when company announces dividends.
4. Explain the different strategies that are applied for using hedging options.
5. What is Value at Risk? Explain the different kinds of margins on Futures positions that are required to be paid by the clients to the Exchange.

ASSIGNMENT

Course Code	:	MFP- 3
Course Title	:	Commodity Markets
Assignment Code	:	MFP- 3/SEM-I/2018
Coverage	:	All Blocks

Note : Attempt all the questions and submit on or before 30th April, 2018 to the Coordinator of your study center.

1. What do you mean by ‘Commodity Market Ecosystem’? How do different components of the commodity market ecosystem interact? Discuss the basic characteristics that entitle a commodity for Future Trading.
2. Discuss the role and significance of Commodity Futures Trading Commission (CFTC) of USA. What are the major operating divisions of this Commission?
3. Meet a Broker who deals in the commodities trading. Discuss the delivery and settlement procedure for trades in the commodity markets. Write a detailed note on your discussions.
4. What are ‘Warehouse Receipts’? Explain the advantages of dematerialised warehouse receipts over the physical ones. Discuss the procedure adopted for dematerialization and rematerialization of warehouse receipts.
5. Describe the methodology usually used for investments in commodity derivative markets and explain why are commodities an effective asset class for diversification of portfolio risk.