

**MANAGEMENT PROGRAMME/POST
GRADUATE DIPLOMA IN FINANCIAL
MARKETS PRACTICE**

Term-End Examination

December, 2014

MFP-003 : COMMODITY MARKETS

Time : 3 hours

Maximum Marks : 100

(Weightage :70%)

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- Note :** (i) *Attempt any five questions.*
(ii) *All questions carry equal marks.*
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1. Explain the organisational structure of the Forward Markets Commission (FMC). Discuss its statutory functions and the regulatory measures undertaken by it.
2. Differentiate between the following :
 - (a) Cash Market and Futures Market
 - (b) Futures Contracts and Forward Contracts
3. Discuss the features and functionalities of the user interface for trading in commodity futures.
4. What are the major factors that affect gold prices ? Discuss the impact of currency movement on gold prices.
5. Give the characteristics of crude oil and distillate products. Discuss the structure of crude oil markets.

6. Explain the meaning and significance of hedging. Discuss the applications of long and short hedge.

 7. Describe the different types of delivery logics available for delivery of a commodity. Explain the flow of activities that occur during delivery based settlement.

 8. Write short notes on the following :
 - (a) Put option
 - (b) Commodity Exchange in Japan
 - (c) Dark pool
 - (d) Mark-to-market loss monitoring
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