

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

Term-End Examination

June, 2022

MFP-003 : COMMODITY MARKETS

Time : 3 hours

Maximum Marks : 100

Note : Attempt any **five** questions. All questions carry equal marks.

1. Describe Commodity Markets. Explain the concept of Forward Trading. What are the advantages and disadvantages of a forward contract in relation to commodities trading ?
2. Describe the delivery and settlement procedure for trades in the commodity markets.
3. What are Warehouse Receipts ? Explain the process of dematerialisation and its advantages.
4. Explain the role and significance of Commodity Futures Trading Commission (CFTC) of USA. What are the major operating divisions of this Commission ?

5. What are the major factors affecting gold prices ?
Discuss the impact of currency movement on gold prices.
 6. Explain the structure of the sugar industry in India. Discuss the domestic and global factors affecting sugar prices.
 7. Discuss the factors that have impact on options premium and explain how options are valued.
 8. What do you understand by 'Emission Trading' ?
Discuss the use of futures on carbon credits for mitigating risk of increasing costs in pollution control.
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