



PG – 523

IV Semester M.Com. Examination, June 2016

(CBCS Scheme)

AT/FB – 4.1 :COMMODITY MARKETS

(Common to AT and FB)

Time : 3 Hours

Max. Marks : 70

SECTION – A

1. Answer **any seven** questions out of ten. **Each** question carries **two** marks.

(7×2=14)

- a) Define hedging.
- b) Define Counterparty risk.
- c) Define 'Market efficiency'.
- d) Define Price discovery.
- e) Define Backwardation.
- f) Define Commodity sensex.
- g) Define 'Arbitrage'.
- h) Define 'spot exchange'.
- i) Define 'Forward Contract'.
- j) Define Mark To Market (MTM).

SECTION – B

Answer **any four** questions out of six. **Each** question carries **five** marks. (4×5=20)

2. What Quality measures are considered for nickel, aluminium, Mentho Oil and Cotton.
3. Explain the functioning of New Electronic Market for Agricultural Commodities in India.
4. Explain the role of Spice Board of India.
5. Explain the role of SEBI in regulating commodities exchanges.

P.T.O.



6. Explain the IT infrastructure created for a unified market for derivatives trading in commodities in India.
7. Explain the importance of grading and standardization of commodities for trading on NCDX or MCX.

SECTION – C

Answer **any three** questions out of five. **Each** question carries **twelve** marks.

(3×12 = 36)

8. Explain in detail the cause and effects of the failure of National Spot exchange.
9. Explain the Economic importance of Commodity Derivative Markets.
10. Explain the clearing and settlement procedures at NCDEX.
11. Discuss in detail issues of Quality assurance in respect of agricultural commodities trade on NEM.
12. Explain the role of warehouses in facilitating the process of delivery of commodities.



PG – 737

IV Semester M.Com. Examination, June 2015
(Semester Scheme)
COMMERCE
F-6 : Commodity Markets – II

Time : 3 Hours

Max. Marks : 80

Instruction : Answer **all** sections.

SECTION – A

I. Answer **any ten** questions out of **ten**. Each question carries **two** marks : **(10×2=20)**

- a) What is Conflict Management ?
- b) What do you mean by Commodity ?
- c) State any 2 major provisions by Forward Contract Regulation Act, 1952.
- d) What is mark to market concept ?
- e) Distinguish between Forward and Futures market.
- f) What is duality in commodity ?
- g) What is Arbitration ?
- h) What is Derived demand ?
- i) What is option trading ?
- j) Define Cartels.
- k) State two major commodity exchanges in world.
- l) State two metals traded in Indian commodity exchanges.

SECTION – B

Answer **any three** questions :

(3×5=15)

2. Describe the features of Multi Commodity futures exchange set up in India and explain the initiatives taken by it.

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3. What are the major characteristics of Bullion Commodity ?
4. What do you understand by hedging ? Explain long and short hedging. How can hedging be optimised ?
5. What are the compliance requirements that members are required to enter into with their clients ?
6. Explain briefly the important elements of quality assurance system in minerals.

SECTION - C

Answer **any three** questions. Each question carries **15** marks :

(3×15=45)

7. What are Margins ? Describe the different types of margin requirements for the purpose of risk management in commodity markets.
 8. What do you understand by warehousing receipts ? How is dematerialisation of such receipts useful ?
 9. What are the different platinum group metals ? Why is there a demand for platinum and palladium ?
 10. Explain what is meant by delivery period, delivery grades, delivery centers, pricing and allocation of delivery orders.
 11. What is the impact of currency movements on gold prices ? Explain.
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