

Commodities Market Module

- 1. Introduction to Derivatives**
 - a) Derivatives Defined
 - b) Products, Participants and Functions
 - c) Derivatives Markets
 - d) Difference between Commodity and Financial Derivatives
- 2. Commodity Derivatives**
 - a) Evolution of Commodity Exchanges
 - b) Global Commodity Derivatives Exchanges
- 3. The NCDEX Platform**
 - a) Structure of NCDEX
 - b) Spot Price Polling
 - c) Exchange Membership
 - d) Risk Management
 - e) Clearing and Settlement System
- 4. Commodities Traded on the NCDEX Platform**
 - a) Commodities Traded on NCDEX
 - b) Contract Specifications
- 5. Instruments Available for Trading**
 - a) Forward Contracts
 - b) Futures Contract
 - c) Option Contract
 - d) Basic Payoffs
 - e) Payoff for Futures
 - f) Payoff for Options
 - g) Using Futures Versus Using Options
- 6. Pricing Commodity Futures**
 - a) Investment Assets Versus Consumption Assets
 - b) The Cost of Carry Model
 - c) The Futures Basis
- 7. Using Commodity Futures**
 - a) Hedging
 - b) Speculation
 - c) Arbitrage
- 8. Trading**
 - a) Futures Trading System
 - b) Entities in The Trading System
 - c) Commodity Futures Trading Cycle
 - d) Order Types and Trading Parameters
 - e) Margins for Trading in Futures
 - f) Charges
 - g) Hedge Limits
 - h) Broad SEBI Guidelines Issued In 2016 for Hedging

9. Clearing and Settlement

- a) Clearing
- b) Settlement
- c) Cash Settlement
- d) Risk Management

10. Regulatory Framework

- a) The Securities Contract Regulation Act 1956
- b) Rules Governing Commodity Derivatives Exchanges
- c) Rules Governing Intermediaries
- d) Rules Governing Investor Grievances, Arbitration

11. Taxes

- a) Commodity Transaction Tax (CTT)
- b) Taxation Updates Post 2018-19 Budget:
- c) Goods and Services Tax (GST)

12. Electronic Spot MARKET

- a) Need for Electronic Online Spot Market
- b) Service

13. Model Test Paper

- a) Questions
- b) Correct Answers