

## IV Semester M.Com. Degree Examination, September/October 2020

(CBCS)

COMMERCE

AT/FB-4.1 : Commodity Markets (Common to AT &amp; FB)

Time : 3 Hours

Max. Marks : 70

## SECTION – A

Answer **any seven** questions out of **ten**. Each question carries **two** marks. (7×2=14)

1. a) What is commodity grading ?
- b) Define Counterparty Risk.
- c) Mention any 2 functions of Central Warehouse Corporation.
- d) What do you mean by Mark to Market (MTM) ?
- e) What is arbitration ?
- f) Define Cartels.
- g) What do you mean by Commodity options ?
- h) What are Commodity derivatives ?
- i) What is Margin Trading ?
- j) What is Warehouse Receipt ?

## SECTION – B

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

2. Write a note on NCDEX.
3. Differentiate Forwards and Futures Contract.
4. What are the different costs involved in warehousing ?
5. Write a short note on Spices Board of India.
6. Explain briefly the concept of E-Auctions.
7. Explain the functions of warehousing corporation.



SECTION – C

Answer any three questions out of 5. Each question carries 12 marks. (3×12=36)

8. Explain the different ways of trading with commodities.
9. Explain the role of CWC and SWC in warehousing.
10. Give the meaning of cartel. Briefly explain the reasons behind formation of cartels.
11. Explain the causes and remedies for conflicts in commodity markets.
12. What do you mean by clearing ? Explain the clearing and settlement procedure in detail.