

STELLA MARIS COLLEGE (AUTONOMOUS) CHENNAI – 86
(For candidates admitted from the academic year 2023 – 2024)

B.COM. DEGREE EXAMINATION – APRIL 2026
CORPORATE SECRETARYSHIP
SIXTH SEMESTER

COURSE : MAJOR ELECTIVE
PAPER : COMMODITIES MARKET
SUBJECT CODE : 23CO/ME/CM45
TIME : 3 HOURS

MAX. MARKS: 100

SECTION A				
Q. No.	Answer all questions:	(5 x 2 = 10)	CO	KL
1	Define Commodities Market.		1	1
2	What is a Derivative contract?		1	1
3	What is meant by Cost of Carry?		1	1
4	Define Basis risk.		1	1
5	Write a short note on Clearing Mechanism in Derivatives market.		1	1
SECTION B				
Q. No.	Answer any four questions:	(4 x 5 = 20)	CO	KL
6	Explain the participants in Commodities Market.		2	2
7	Distinguish between Forwards and Futures.		2	2
8	Discuss the reasons for investing in Commodities.		2	2
9	Describe Cash and Carry Arbitrage.		2	2
10	Explain the Objectives and Functions of NSCCL.		2	2
11	How are Hedgers different from Speculators?		2	2
SECTION C				
Q. No.	Answer the following questions:	(4 x 10 = 40)	CO	KL
12	A) Explain the structure of Commodities market in India. (Or) B) Describe on the types of Underlying assets in the Derivatives market.		3	3
13	A) Explain the pricing of futures contract using Cost of Carry Model with example. (Or) B) Enumerate the SEBI guidelines on the Clearing process in the commodities market.		3	3
14	A) Analyze the trading mechanism in derivatives market (Or) B) Discuss the Types of commodities and the role of commodity exchanges in India.		4	4
15	A) Explain how basis risk will impact a Long Hedge differently from a Short Hedge. (Or) B) Explain convergence of futures price towards spot price with an illustration.		4	4
SECTION D				
Q. No.	Answer any two questions:	(2 x 15 = 30)	CO	KL
16	Critically evaluate the growth of Commodities market in India.		5	5
17	Illustrate the Participants in the Derivatives market.		5	5
18	Evaluate the process of Clearing and Settlement in Derivatives market in India.		5	5
