

**MAM-061**

**Master of Business Administration (Agribusiness Management)  
(MBAABM)**

**ASSIGNMENT  
for  
January 2026 and July 2026 Session**

**MAM-061: COMMODITY TRADING, FUTURES AND OPTIONS**



**School of Agriculture  
INDIRAGANDHINATIONAL OPEN UNIVERSITY MAIDAN  
GARHI, NEW DELHI – 110 068**

## ASSIGNMENT

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<b>CourseCode</b>	<b>: MAM-061</b>
<b>Course Title</b>	<b>: Commodity Trading, Futures And Options</b>
<b>Assignment Code</b>	<b>: MAM-061/2026</b>
<b>Coverage</b>	<b>: All Blocks</b>

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**Note:**

- Attempt any **FIVE** questions and submit this assignment to the Coordinator of your study centre. Each answer may contain approx. 500 words.
  - Evaluation of the assignment follows the letter grading system. Grade A, B, C, D, or E will be awarded in order of performance of learners based on highest (A grade) to lowest (E grade). For details, go through the MBAABM programme guide.
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- 1) a) Discuss key factors that influence commodity prices. Illustrate your answer with suitable examples.  
b) Explain the risk management in commodity markets?
  - 2) Define and explain hedging and speculation in futures trading, bringing out their role and significance in risk management and price discovery.
  - 3) Define forward markets and futures markets. Discuss their main features and explain their role in managing price risk in commodity trading.
  - 4) Explain the functions, importance, and working mechanism of clearinghouses in commodity markets. How do clearinghouses help in ensuring market transparency and stability?
  - 5) Describe any five advanced options trading strategies used in commodity markets. Explain the purpose, structure, and practical application of each strategy.
  - 6) a) Explain leveraging margin for risk management and efficiency.  
b) Discuss the regulatory aspects of margin in trading.
  - 7) Discuss the concept of market manipulation and fraud in commodity trading. Explain how market manipulation in commodity markets can be detected using behavioural analysis techniques.
  - 8) Define fundamental analysis in the context of commodity trading. Explain the tools and techniques used in fundamental analysis and discuss how they help traders in making informed decisions.