

MFP -3

**Management Programme (MP) /
Post- Graduate Diploma in Financial Markets Practice (PGDFMP)**

**ASSIGNMENT
for
January 2026 and July 2026 Sessions**

**(Last date of submission for January 2026 session is 30th April, 2026
and for July 2026 sessions is 31st October, 2026)**

MFP -3: Commodity Markets



**School of Management Studies
INDIRA GANDHI NATIONAL OPEN UNIVERSITY
MAIDAN GARHI, NEW DELHI – 110 068**

ASSIGNMENT

Course Code	:	MFP -3
Course Title	:	Commodity Markets
Assignment Code	:	MFP -3/TMA/JAN/2026
Coverage	:	All Blocks

Note: Attempt all the questions and submit this assignment to the coordinator of your study centre. Last date of submission for January 2026 session is 30th April, 2026 and for July 2026 session is 31st October, 2026.

1. What is forward trading? What are the main advantages and disadvantages of using a forward contract in commodity trading? Explain with example
2. What do you mean by Derivatives? How investors use commodity derivatives to reduce risk? Explain it with help of example.
3. What are the main base metals traded on international commodity exchanges? Write a short note on any two base metals.
4. What is an emission trading? How do futures on carbon credits help companies manage the rising cost of pollution control?
5. What are the recent issues and challenges in the Commodity markets? Discuss