



Institute of Financial Markets of Pakistan

A company set up under section 42 of the Companies Act, 2017

COMMODITY BROKERS CERTIFICATION



Introduction

IFMP Commodity Brokers Certification aims to cover fundamentals necessary for operating commodity futures brokerage operations in Pakistan.

Objective of the Examination

This course design aims to cover fundamentals necessary for operating commodity futures brokerage operations in Pakistan. It is divided in six parts and starts with introduction to futures markets, their background, basic functions and terminology in the first two chapters. Second part of the course covers regulatory framework, setup of Pakistan Mercantile Exchange, its operations and risks associated with futures trading. The primary focus of the course is to instil a working knowledge of the regulatory environment for commodity futures trading in the country as lack of this understanding of this area is seen as a primary cause of investor grievances.

Target Audience

The primary audience of this course are commodity futures brokers. All staff working at commodity brokerages must take this course to better prepare themselves for client advisory and trade execution services. In addition to brokers, this course is also recommended for futures traders, asset managers, bankers, regulators, academia and anyone else interested in learning and participating in commodity futures trading.

Examination Specification

Element 1: Introduction to Commodity Futures Markets (20 Qs)

Element 2: Mechanics and Fundamentals of Futures Markets (15 Qs)

Element 3: Pakistan Mercantile Exchange (15 Qs)

Element 4: Regulatory Framework for Futures Trading in Pakistan (20 Qs)

Element 5: Trading Commodity Futures at PMEX (10 Qs)

Element 6: Risks Associated with Futures Trading (20 Qs)

Total (Qs): 100

Assessment Structure

This will be a 150 minutes examination of 100 Multiple Choice Questions (MCQs). All questions will carry equal marks. There will be no negative marking.