Currency Derivatives: A Beginner's Module

- **Derivatives as a Risk Management Tool**
  - Concept of risk; Risk management; Types of traders in the derivatives markets

- **Currency Markets**
  - Exchange rate; Fixed and floating exchange rate regime; Factors affecting Concept of quotes; Tick-size Spreads; Spot transaction and forward transaction

- **Currency Futures**
  - Forward contracts; Futures contracts; Pricing of futures contracts.

- **Strategies using Currency Futures**
  - Hedging, speculation and arbitrage in currency futures

- **NSE’s Currency Derivatives Segment**
  - Product definition; Trading underlying versus trading futures; Uses of currency futures at NSE

- **Trading, Clearing, Settlement and Risk Management**
  - Membership; Future contract specifications; Trading system; The trader workstation; Basis of trading; Client-Broker relationship in derivatives segment; Clearing entities; Position limits; Margins; Settlement of contracts.