candidates should be able to:

Demonstrate knowledge of normal backwardation and normal contango. Including:

* Explain normal backwardation
* Explain normal contango
* Interpret normal backwardation and normal contango with respect to the risks and returns of commodities and forward contracts on commodities
* Discuss John Maynard Keynes' argument of normal backwardation
* Discuss commodity forward curves and how they relate to storage costs and inventory variation
* Define the market segmentation hypothesis and how it applies to commodity forward prices
* Interpret option-based models of the forward curve for commodities