

CMFAS Module 6A – Securities & Futures Product Knowledge

Summary of Updates (Oct 2019 – Version 2.12)

The updates made to the CMFAS Module 6A (Sept 2019 – Version 2.11) are summarized as follows:

**Additions / updates / corrections are indicated in blue italics.*

Deletions are indicated in strikethrough.

Section and page references relate to the updated study guide

Chapter / Section	Page No	Update / Amendment
Chapter 2 – Futures		
2.5.2 / Cost of Carry Model	20	<p>4. Cost of Carry Model</p> <p>The cost of carry model is defined as: $F_{0,t} = S_0 (1 + C_{0,t})$</p> <p>where:</p> <p>$F_{0,t}$ = <i>Futures</i> Current spot price</p> <p>S_0 = <i>Spot</i> Current futures price for delivery of the product at time t</p> <p>$C_{0,t}$ = Percentage cost required to store (or carry) to time t</p>