



Professional Qualification in SHIPPING & LOGISTICS

Level 4 Diploma

UNIT 2 – PRINCIPLES OF INTERNATIONAL MARITIME LOGISTICS

Question 1

Illustrate the global challenges affecting the international supply chain process. Use examples to support your answer. (20 marks)

Question 2

- (a) **State** the intention of the International Commercial Terms (Incoterms). (4 marks)
- (b) Referring to your answer to Question 2a, **explain** why the Incoterm rules are frequently revised. (6 marks)
- (c) **Explain** why it is important to be contractually clear on when costs and risks pass. (10 marks)

Question 3

- (a) **Discuss** what is involved in strategic planning as the first stage in supply chain management. (10 marks)
- (b) **Discuss** why optimal production management aims to minimise work in progress (WIP) as part of the supply chain. (10 marks)

Question 4

Discuss the role of the non-vessel operating common carrier (NVOCC) and how this differs to the role of the third party logistics provider (TPL). (20 marks)

Question 5

- (a) **Explain TWO** types of warehouse storage systems. (6 marks)
- (b) **Explain THREE** activities undertaken in a packing warehouse. (6 marks)
- (c) **Discuss FOUR** benefits of an inventory system. (8 marks)