



Professional Qualification in SHIPPING & LOGISTICS

Level 4 Diploma

UNIT 2 – PRINCIPLES OF INTERNATIONAL MARITIME LOGISTICS

Question 1

- (a) **State** what is meant by the term 'International Logistics'. (4 marks)
- (b) **Explain** what is meant by the terms 'Consolidation and Groupage'. (6 marks)
- (c) **Compare** the advantages and disadvantages of containerisation over general cargo vessels from the point of view of the port facility. (10 marks)

Question 2

- (a) **State** what is meant by the terms 'Free' and 'Carrier' as stated in the INCO terms. (4 marks)
- (b) **Explain** the application of the INCO terms in defining the transfer of risk. (6 marks)
- (c) **Discuss** the purpose of the INCO terms used in International commercial transactions. (10 marks)

Question 3

- (a) **Explain** the difference between 'Primary and 'Secondary' suppliers (4 marks)
- (b) **Explain** the difference between 'Primary' and 'Secondary' customers. (4 marks)
- (c) **Illustrate** the component parts of the supply chain. Use examples to support your answer. (12 marks)

Question 4

- (a) **State FOUR** means of International transport. (4 marks)
- (b) Using your answer to Question 4 a, **discuss** which is the most efficient and effective in regards to speed, time and relative costs. (16 marks)

Question 5

Discuss the interrelationships between 'Storage' and 'Inventory Systems'. (20 marks)