



Professional Qualification in SHIPPING & LOGISTICS

Level 4 Diploma

UNIT 1 – MERCANTILE AND SHIPPING PRACTICE

Question 1

(a) Explain the role of the Commodity Code when exporting outside of the European Union (EU). (6 marks)

(b) Discuss the documentation required if exporting to a third country via an EU member state (indirect export). (14 marks)

Question 2

(a) State the information found on an import declaration form. (4 marks)

(b) Referring to your answer to Question 2a, describe how this information is used by customs. (6 marks)

(c) Discuss TWO ways to make a customs declaration. (10 marks)

Question 3

(a) Discuss why the insurance policy taken out by the exporter is a transferrable document. (8 marks)

(b) Referring to your answer to Question 3a, illustrate the reasons why it is wise, but not an obligation for the importer to also take out adequate insurance until the goods reach the end of the voyage. Use examples to support your answer. (12 marks)

Question 4

Illustrate the departmental structure of a large shipping company. Use a diagram to support your answer. (20 marks)

Assess the responsibilities of Classification Societies in their role of overseeing shipping practice. (20 marks)