



## **Professional Qualification in SHIPPING & LOGISTICS**

### **Level 4 Diploma**

#### **UNIT 3 – PRINCIPLES OF SHIPPING AND INSURANCE MANAGEMENT**

##### **Question 1**

- (a) State what is meant by the term 'freight claim'. (4 marks)
- (b) Explain what the consignee is entitled to do if cargo damage is noticed on delivery. (6 marks)
- (c) Differentiate between actual total loss and partial loss of the goods. (10 marks)

##### **Question 2**

Differentiate between the features of liquid natural gas (LNG) and liquid petroleum gas (LPG) cargo. Explain how these differences affect the way these cargoes are carried. (20 marks)

##### **Question 3**

- (a) Discuss the obligations of the carrier and the shipper when loading bulk cargo. (10 marks)
- (b) Illustrate the role of the shipbroker in the context of vessel chartering. Use examples to support your answer. (10 marks)

##### **Question 4**

- (a) Explain what is meant by 'Hull and Machinery (H&M) insurance'. (6 marks)
- (b) Describe the purpose of the policy deductible in H&M insurance. (6 marks)
- (c) Discuss the meaning of the running down clause (also referred to as collision liability) in the Hull and Machinery policy. (8 marks)

##### **Question 5**

Discuss the principles that must be met to enable the York-Antwerp Rules to be applied. (20 marks)