



Professional Qualification in SHIPPING & LOGISTICS

Level 4 Diploma

UNIT 1 – MERCANTILE AND SHIPPING PRACTICE

Question 1

Discuss how the banking and financial system related to the process of importing and exporting, protects the seller and buyer of goods. (20 marks)

Question 2

(a) Explain why the correct paper work is crucial when importing or exporting goods. (6 marks)

(b) Discuss the role of TWO important documents (other than insurance) needed for the importing or exporting of goods. (14 marks)

Question 3

(a) Describe why insurance is all important in the transportation of goods. (6 marks)

(b) Illustrate the circumstances on deciding who is to pay for the cargo insurance when cargo is moved in international trade. Use examples to support your answer. (14 marks)

Question 4

Distinguish between the structure of a centralised and a de-centralised shipping company and the advantages of each system. (20 marks)

Question 5

(a) State the role of a stevedore. (4 marks)

(b) Referring to your answer to Question 5a, explain why stevedores are an important link in the supply chain. (6 marks)

(c) Suggest what may be the future for this sector of the industry. Justify your answer. (10 marks)