



Professional Qualification in SHIPPING & LOGISTICS

Level 4 Diploma

UNIT 2 – PRINCIPLES OF INTERNATIONAL MARITIME LOGISTICS

Question 1

- (a) State what is meant by the type of shipment referred to as 'groupage'. (4 marks)
- (b) Explain the difference between deconsolidation and consolidation. (6 marks)
- (c) Discuss the advantages and disadvantages of less than container load (LCL) shipping. (10 marks)

Question 2

Illustrate the purpose of the international commercial terms (Incoterms), use examples of **TWO** Incoterms used in international trade to support your answer. (20 marks)

Question 3

- (a) Explain what is meant by primary and secondary customers in regards to the international supply chain. (6 marks)
- (b) Explain the concept of Works in Progress (WIP). (6 marks)
- (c) Discuss why it is important to know where your goods are at all times in relation to an effective Just-in-Time strategy. (8 marks)

Question 4

Assess **FOUR** elements that are to be considered in any international logistics operation. (20 marks)

Question 5

- (a) Discuss the primary business objective of materials management. (10 marks)
- (b) Discuss the functional links there would need to be to other departments, in the core function of materials management. (10 marks)