

TECHNICAL UNIVERSITY OF MOMBASA SCHOOL OF BUSINESS

DEPARTMENT OF MANAGEMENT SCIENCE

UNIVERSITY EXAMINATION FOR

DIPLOMA IN LOGISTICS AND TRANSPORT MANAGEMENT

(YEAR 2 SEMESTER 1)

BLT 2204: CLEARING AND FORWARDING

INSTRUCTIONS

You should have the following for this examination

-Answer Booklet

This paper consist of FIVE questions.

Attempt question One (Compulsory) and any other two questions

Maximum marks for each part of a question are shown

This paper consist of two printed pages

Do Not Write on the Question paper

Question one (Compulsory)

- (a) Freight forwarding is a service used by companies that deal in international or multinational import and export. What are the Responsibilities of a clearing and forwarding clerk?(10 Marks)
- (b) Road transport is an essential function in supply chain or trade .Explain the disadvantage of road transport as compared to the others means of transport

(10 Marks)

(c) Imports into Kenya undergo various tasks through Kenyan customs and Kenya port authority during clearance of freights and cargo in Kenya. All this are procedures that freights and cargo undergo and carried out by Kenya clearing agents and Kenya revenue authority (KRA) customs officials. What are the procedure for clearance of imported goods into Kenya? (10 Marks)

Question Two

- (a) A Diversity of Modes Transport modes are the means by which people and freight achieve mobility. Explain five modes of transport and their characteristics (10 Marks)
- (b) Establishing a clearing and forwarding firm is very important to the clearing and forwarding agents what are these factors one has to considers in establishing this firm (10 Marks)

Question Three

- (a) Freight forwarder is an agent who can move cargo from door to door. This is by providing several significant services, Explain the services provided by the freight forwarders (10 Marks)
- (b) Transshipment is a shipping activity where goods are transported to a third party or intermediate location before being sent to their final destination. There are a wide variety of reasons for shippers to engage in this activity and some ports and rail hubs specifically design and market themselves to be friendly to transshipment, what are disadvantages of transshipment (10 Marks)

Question Four

(a) In life and business, there are always choices to make. When it comes to international shipping, there are many choices. Of all these choices, the most basic is the decision of what kind of transport to use: air freight or ocean freight. What are the factors which makes a customers to Considering Air Freight vs. Ocean Freight?(10 Marks)

(b) Explain the term disbursement and its payment procedures

(10 Marks)

Question Five

- (a) Intermodal means of transport is the crucial part and it necessary in any business explain the term intermodal and what its merits to its users (10 Marks)
- (b) Containerization is a system of intermodal freight transport using intermodal containers (also called shipping containers and ISO containers) made of weathering steel. The containers have standardized dimensions. What are the main advantages of containerization are