

TECHNICAL UNIVERSITY OF MOMBASA Faculty of Business & Social Studies

DEPARTMENT OF BUSINESS STUDIES

DIPLOMA IN LOGISTICS AND TRANSPORT MANAGEMENT

BLT 2204: CLEARING AND FORWADING

END OF SEMESTER EXAMINATIONS

SERIES: DECEMBER 2014

TIME: 2 HOURS

INSTRUCTIONS:

- This paper consists of **FIVE** questions.
- Answer question **ONE** (**Compulsory**) and any other **TWO** questions.

This paper consists of Two printed pages.

QUESTION 1 (Compulsory)

a) Explain the commercial term international trade.

(15 marks)

b) Discuss the import procedures in the clearing and forwarding of cargo at the port.

(15 marks)

QUESTION 2

Define and explain the following terms used in clearing and forwarding:

- a) C.I.F (Cost, Insurance and Freight)
- b) F.O.B (Free on Board)
- c) Loco Price
- d) F.A.S (Free Alongside Ship)

e) Ex-ship

(20 marks)

QUESTION 3

Discuss **FIVE** advantages and **FIVE** disadvantages of road transport.

(20 marks)

QUESTION 4

Identify and explain the different **FIVE** documentation for exporting and **FIVE** for importing the goods. (20 marks)

QUESTION 5

Explain the meaning of clearing and forwarding and give **EIGHT** functions of clearing and forwarding agent. (20 marks)