



# TECHNICAL UNIVERSITY OF MOMBASA

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SCHOOL OF BUSINESS

DEPARTMENT OF MANAGEMENT SCIENCE

**UNIVERSITY EXAMINATION FOR:**

DIPLOMA IN LOGISTICS AND TRANSPORT MANAGEMENT

BLT 2204- CLEARING AND FORWARDING

**END OF SEMESTER EXAMINATION**

**SERIES: APRIL 2022**

**TIME: 2 HOURS**

**PAPER: B**

## Instructions to Candidates

You should have the following for this examination

-Answer Booklet, examination pass and student ID

This paper consists of 5 questions. Attempt: 3 Questions

Question one is compulsory.

**Do not write on the question paper.**

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## Question ONE (Compulsory)

- A) Outline five important aspects of transportation and fleet management (10marks)
  
- B) Explain five functions of a clearing agent under freight clearing and forwarding (10marks)
  
- C) Describe five factors that should be considered by an importer in choosing a clearing and forwarding firm (10marks).

**Question TWO**

- A) Determine five factors to be considered when choosing a mode of transport (10marks)
  
- B) Discuss air cargo import clearance procedures in Kenya (10marks).

**Question THREE.**

- A) Outline logistics activities which are carried out when materials are moving through an organization (10marks)
  
- B) Illustrate five methods of payment in an international transaction (10marks)

**Question FOUR)**

- A) Explain five reasons as to why local firms prefer to procure goods and services globally rather than domestically (10marks)
  
- B) Define the term INCOTERM and illustrate the four main categories of INCOTERMS (10marks)

**Question FIVE**

- A) Identify five types of port charge associated with an import or export cargo. (10marks).
  
- B) Examine the risks and liabilities which a freight forwarder may face by undertaking a contract for the transportation of cargo from one point to another ( 10marks)