

CHUKA



UNIVERSITY

UNIVERSITY EXAMINATIONS

SECOND YEAR EXAMINATION FOR THE AWARD OF DEGREE OF BACHELOR OF
PROCUREMENT AND LOGISTICS MANAGEMENT

BPLM 223: CLEARING AND FORWARDING

STREAMS: BPLM Y2S2

TIME: 2 HOURS

DAY/DATE: MONDAY 6/08/2018

8.30 A.M - 10.30 A.M.

INSTRUCTIONS:

- Answer QUESTION ONE (COMPULSORY) and any other TWO Questions.

QUESTION ONE

- (a) Explain 5 differences between a freight forwarder and a clearing agent in Kenya. [5 Marks]
- (b) Enumerate 5 trends in clearing and forwarding in Kenya. [5 Marks]
- (c) Evaluate 5 strategies that can be used to mitigate foreign exchange rate risks. [10 Marks]
- (d) Explain 5 contents of a Bill of Lading document as used in the forwarding of goods. [5 Marks]
- (e) Explain 5 circumstances under which an exporter would use INCOTERMS in their international sale of goods. [5 Marks]

QUESTION TWO

- (a) Critique Letter of Credit (LC) as the preferred document in eliminating risks in an international sales contract. [10 Marks]
- (b) Explain 5 ways of settling claims during the importation and exportation of goods. [10 Marks]

QUESTION THREE

- (a) Discuss 5 responsibilities of a shipper when moving goods in global supply chains. [10 Marks]
- (b) Explain 5 roles of the cargo owner under the bill of lading contracts. [10 Marks]

QUESTION FOUR

(a) Discuss 5 challenges facing the importation business in Kenya today. [10 Marks]

(b) Explain 5 main functions of the International Air Transport Association (AITA) in regulating the global air transport. [10 Marks]

.....