



**NAMIBIA UNIVERSITY
OF SCIENCE AND TECHNOLOGY**

FACULTY OF COMMERCE, HUMAN SCIENCE AND EDUCATION

DEPARTMENT OF MARKETING, LOGISTICS AND SPORT MANAGEMENT

QUALIFICATION: BACHELOR OF TRANSPORT MANAGEMENT BACHELOR OF PROCUREMENT AND SUPPLY CHAIN MANAGEMENT	
QUALIFICATION CODE: 07BTRA 07BPSM	LEVEL: 6
COURSE CODE: FSM621S	COURSE NAME: FORWARDING AND SHIPPING MANAGEMENT
SESSION: NOVEMBER 2025	PAPER: THEORY
DURATION: 3 HOURS	MARKS: 100

FIRST OPPORTUNITY EXAMINATION QUESTION PAPER	
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INSTRUCTIONS
1. ANSWER ALL THE QUESTIONS. 2. READ ALL THE QUESTIONS CAREFULLY BEFORE ANSWERING. 3. NUMBER THE ANSWERS CLEARLY.

THIS QUESTION PAPER CONSISTS OF 5 PAGES (Including this front page)

SECTION A: SHORT ANSWER QUESTIONS

40 MARKS

QUESTION 1: MULTIPLE CHOICE

20 MARKS

There are ten multiple-choice questions with several possible choices; choose the best possible answer, e.g., 1.1 A.

2x10 = 20 MARKS

- 1.1. _____ is when customs determine at what price identical or similar goods are sold within 90 days of importation into the importing country and determines an entry value based upon normal mark-ups in the distribution channel.
- a) Deductive method
 - b) Comparative method
 - c) Computed or reconstructed value method
 - d) Method of last resort
- 1.2. The components of freight transportation systems are:
- a) Nodes
 - b) Infrastructures
 - c) Networks
 - d) Flows
 - e) All of the above
- 1.3. Some of the bottle necks being experienced by ports operations are:
- a) Financial constraints
 - b) Insufficient infrastructure capacity
 - c) Increasing container throughput
 - d) All of the above
- 1.4. _____ is a large standard size metal box into which cargo is packed for shipment aboard specially configured transport modes.
- a) Carton
 - b) Pallet
 - c) Container
 - d) All of the above
- 1.5. Customs duty is collected on the value of the goods imported in a country, and it is called?
- a) Ad volorem
 - b) ASYCUDA
 - c) SAD500
 - d) None of the above
- 1.6. _____ used from transportation of people with limited cargo capacity.
- a) Passenger airlines
 - b) Cargo only carriers
 - c) Charter air carriers
 - d) Expressed consignment air carriers

- 1.7. One of the factors used in determining the freight forwarding costs is:
- a) House manifest
 - b) Packing list
 - c) Logistics support services provided
 - d) None of the above
- 1.8. Benefits of intermodal shipping includes:
- a) Time and cost effective
 - b) Economies of scale
 - c) A and B
 - d) None of the above
- 1.9. The typical activities that are involved in the cargo transportation management process include:
- a) Jettison
 - b) The voyage
 - c) Carrier selection
 - d) None of the above
- 1.10. _____ is the international standard for the classification of every type of goods, which is developed by the World Customs Organization.
- a) Harmonized System (HS) code
 - b) International Commercial Terms
 - c) Declarations standards
 - d) Custom clearance

QUESTION 2: TRUE/ FALSE

20 MARKS

State whether the following statements are true or false.

2 X 10 = 20 MARKS

- a) Ports vertical integration refers to integrating port holding.
- b) While horizontal integrations refer to integrating in land and maritime services.
- c) The 3rd and 4th logistics service provider aims to fulfil the gap, what freight forwarder cannot provide.
- d) It is crucial that the freight forwarder, importer and exporter correctly classify the goods to ensure that the right amount of duty and value-added tax are paid.
- e) Freight insurance is mandatory for all shipments, regardless of Incoterms.
- f) A Letter of Credit guarantees the buyer's payment will be made once the seller provides the agreed shipping documents.
- g) Marine insurance covers the cargo and the vessel during transit over water.
- h) A 'General Average' claim in marine insurance means the shipowner bears all the costs for any damage or loss during shipping.
- i) Sinking is the most common cause of loss in ocean shipping, and it is always covered by marine insurance.
- j) The components of the transport network are node, link, hub and fodder.

SUB-TOTAL: 40 MARKS

SECTION B: STRUCTURED QUESTIONS**60 MARKS****QUESTION 3:****16 MARKS**

Using examples, discuss how the physical attributes of a shipment affect the choice of transport mode.

QUESTION 4**14 MARKS**

Match the steps in the shipping process (Column A) with the corresponding freight forwarding activities (Column B).

Shipping Process	Freight Forwarding Activity
1. Original handling	a) Unloading the container and submitting documents for clearance through customs in destination country.
2. Import haulage	b) Arranging for physical transfer of consignment from shipper to forwarder's premises.
3. Destination handling	c) Booking a container/slot on a vessel and preparing shipping documentation.
4. Import customs clearance	d) Coordinating different parties involved in the physical handling and inspection of cargo.
5. Ocean freight	e) Controlling and verifying all documentation before submitting to authorities in origin country.
6. Export haulage	f) Arranging for collection of the container at the port and delivery to the destination warehouse.
7. Export customs clearance	g) Transferring cargo from the import warehouse to the consignee's destination.

QUESTION 5**20 MARKS**

5.1. You receive an export order with the Incoterm CFR New York Airport. How would you respond?

5 MARKS

5.2. Under CIF/CIP contracts:

5 MARKS

a) Who is legally obligated to take out insurance cover?

1 MARK

b) What value should the insurance amount cover?

2 MARKS

c) Who is responsible for making the insurance claim if the goods are damaged in transit?

1 MARK

d) Where is the delivery place?

1 MARK

5.3. What are the differences between the following terms?

10 MARKS

a) FOB and CFR

5 MARKS

b) Ex-Works and FCA seller's premises

5 MARKS

QUESTION 6

10 MARKS

- a) Mention the international organisations (regulating bodies) and discuss how each organisation directly impacts the trading activities in Namibia?

SUB-TOTAL: 60 MARKS

TOTAL: 100 MARKS

THE END