



INSTITUTE OF
CHARTERED
SHIPBROKERS

MAY 2023 EXAMINATION SESSION
WEDNESDAY 24TH MAY 2023 – MORNING

ECONOMICS OF SEA TRANSPORT AND INTERNATIONAL TRADE

Time allowed – three hours

Answer any FIVE questions – all questions carry equal marks

Please read the questions carefully before answering

1. Examine the critical role that deep sea trades play in world economic development.
2. Within the dry bulk market, describe **ALL** of the following:
 - a) Coal market
 - b) The main importing and exporting countries of coal
 - c) Major factors that impact the coal market in the short and long term
3. Explain why the understanding of the supply demand model is critical to ship management success. Use a diagram to support your answer.
4. Critically analyse the liner trade, commenting on the types of ships and routes used with the associated fixed, variable, and capital costs.
5. Discuss the main factors which affect the global supply of ships.
6. Examine the critical role of ports in the global transport system.
7. Define **ALL** of the following:
 - a) Macroeconomics
 - b) Absolute Advantage
 - c) Economies of Scale
 - d) Price Discrimination

8. Answer **BOTH** parts of the question.

Exchange rates between countries adjust continuously. With the aid of a diagram, explain:

- a) How these adjustments occur
- b) Their impact on the shipping industry