

DELIVERY SYSTEMS

Carriage Inwards

Carriage Outwards

CIF _____

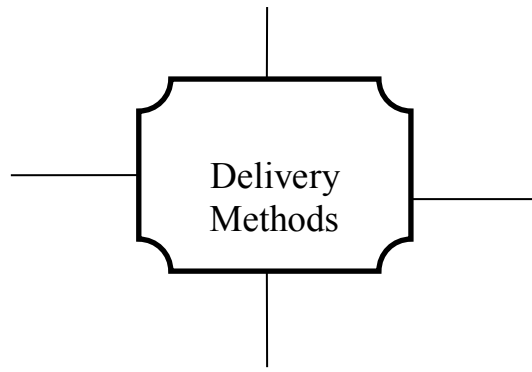
C&F _____

FOB _____

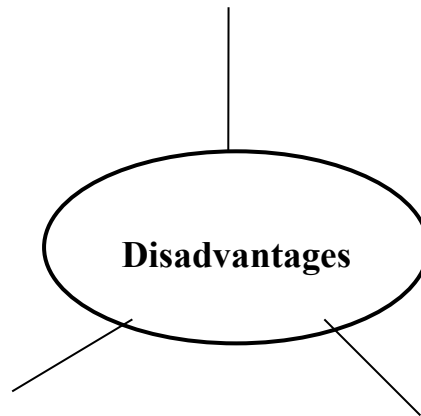
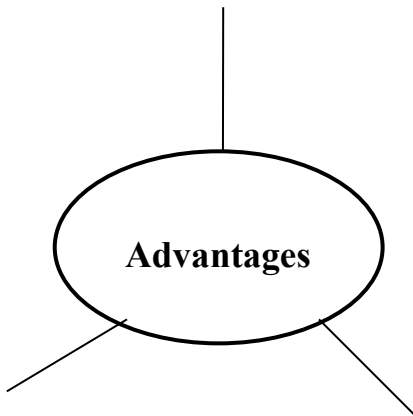
FOR _____

FAS _____

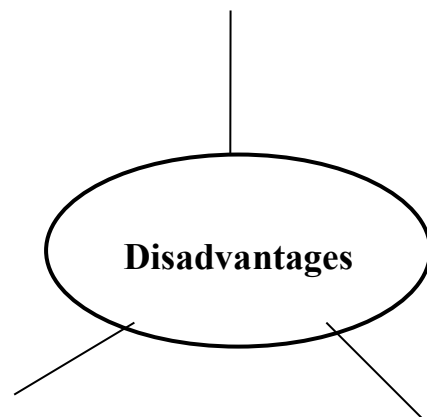
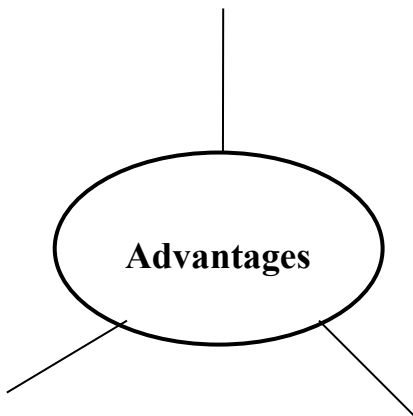
Ex-works



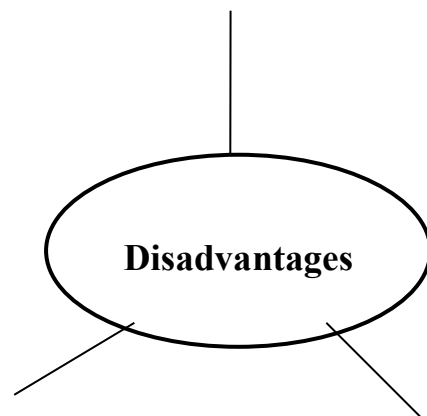
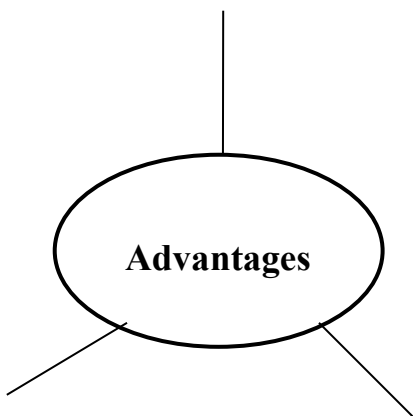
1. Road Transport



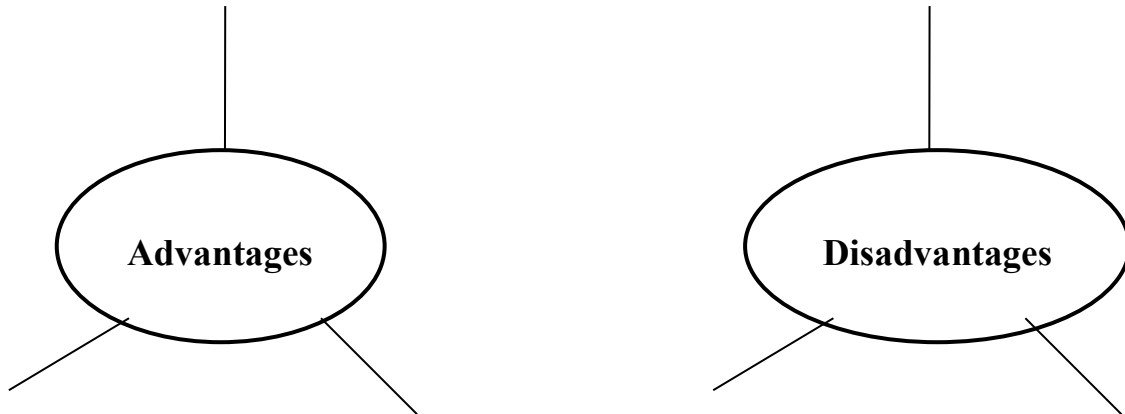
2. Rail Transport



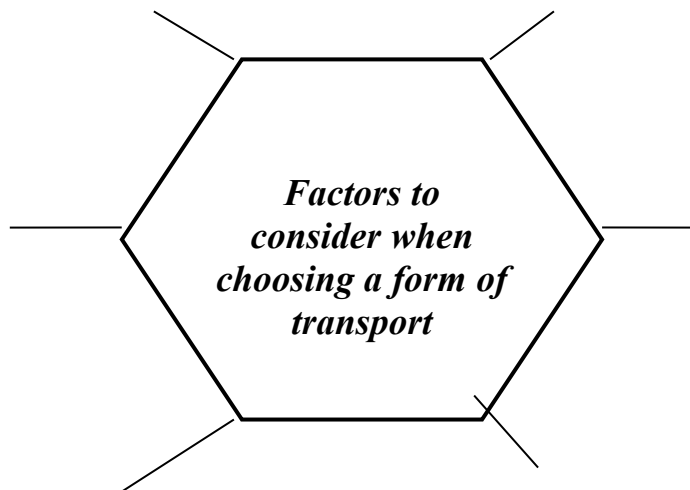
3. Air Transport



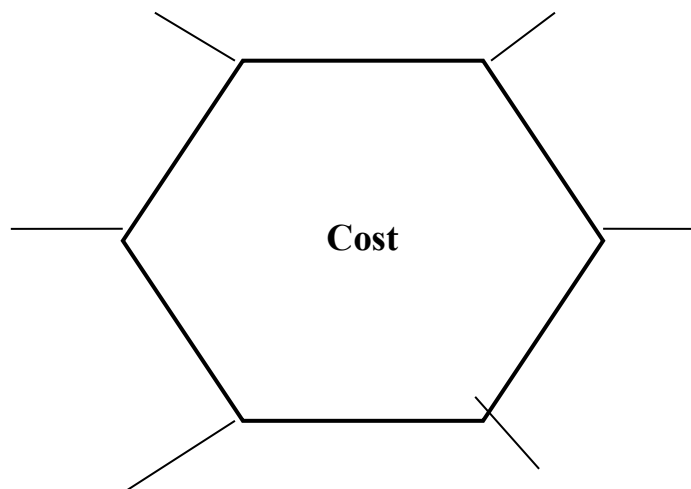
4. Sea Transport



5. Factors to consider when choosing a form of transport



6. Delivery Cost



Fixed Cost

Example:

Variable Cost

Example:

QUESTION

(a) Calculate the cost of transport for **one day** for Hodson Haulage from the following information:

- Hodson Haulage operates 300 days of the year
- The diesel van can travel 15 km per litre
- The distance travelled in one day is 645 km
- The cost of diesel is 70 cent per litre
- The Van driver's wages are €90 per day
- The annual motor tax is €200
- The annual motor insurance is €1400
- The annual repairs are €900

(b) Write beside each of the above whether it is Fixed or Variable

Workings

Answer = € _____