

Buyers Obligations under FOB Terms:

- Main carriage/freight
- Cargo (marine) insurance
- Unloading from the main carrier and port charges
- Customs clearance in buyers country
- Payment of customs duties and taxes in buyers country
- Inland freight in buyers country
- Other costs and risks in buyers country

3. CFR (formerly C & F changed 1990)

Cost and freight – The supplier is responsible for export customs clearance, delivering the goods to the named port of destination.

4. CIF

Cost and freight and Freight – Responsibility of supplier to arrange export customs clearance, delivery of goods to named port of destination and insurance of goods.

Buyers Obligation under the CIF & CRF terms:

- Customs clearance in buyers country
- Payment of customs duties and taxes in buyers country
- Inland freight in buyers country
- Other costs and risks in buyers country
- Marine Insurance (CIF only)

5. DDU – Delivered Duty Unpaid

All costs are to the supplier until the goods arrive at the named place of Destination. Duty is paid by the buyer in the buyer's country.

6. DDP – Delivered Duty Paid

This service is basically a door-to door service provided by the supplier where he would bear the entire risk and the entire cost of shipment to buyer's door. Buyer has no control. This is the same as DDU except the duty is also paid by shipper.