

Specification of Competency Standards
for the Fashion
Unit of Competency.

Functional Area - Merchandising & Material Procurement

Title	Evaluate the impact of manufacturing and sourcing countries on fashion product costs
Code	111540L4
Range	Understand and compare international tax and tariff systems to evaluate the impact of fashion product costs when sourcing and manufacturing in different countries. This unit of competency applies to practitioners who need to provide relevant recommendations to optimise cost-effectiveness.
Level	4
Credit	3 <i>(For Reference Only)</i>
Competency	Performance Requirements - Knowledge in the subject area - Be able to - understand the organisation's sourcing strategies and principles of cost optimisation - compare the latest international tax and tariff systems relevant to fashion products - understand trade agreements (e.g. Free Trade Agreements) and their impacts on tariffs for textiles and fashion products - evaluate how taxes and tariffs impact the total cost of fashion products - Application and process - Be able to - identify and compare the cost impacts of taxes and tariffs when sourcing or manufacturing fashion products from different countries - collaborate with relevant teams (e.g. logistics, shipping) to obtain and interpret final fashion pricing and cost data based on customer requirements (e.g., LDP, DDP) - evaluate cost options to support recommendations on sourcing or manufacturing locations - Exhibit professionalism - Be able to - maintain communication with relevant teams to ensure accuracy and consistency in cost evaluation results - present recommendations on sourcing or manufacturing locations to management in a well-reasoned manner
Assessment Criteria	The integrated outcome requirements of this UoC are the abilities to accomplish: Evaluate the cost impacts of fashion products across different sourcing or manufacturing locations based on tax and tariff systems of various countries as well as relevant cost data and provide well-founded recommendations.
Remark	