

1. Title	Formulate financial management plans	
2. Code	BEZZOM513A	
3. Range	Analyze various kinds of financial management problems in a routine business environment with possibility of changes; formulate financial management plans by means of relevant information/data such as cost, expenditure and profit, enabling the organization to achieve maximum economic return.	
4. Level	5	
5. Credit	9 (for reference only)	
6. Competency	<p style="text-align: center;"><u>Performance Requirements</u></p> <p>6.1 Knowledge of financial management and operation of the beauty industry</p> <ul style="list-style-type: none"> ◆ Understand the operation of the beauty industry ◆ Understand financial management of the beauty industry, including: <ul style="list-style-type: none"> • Objectives of financial management • Functions of the monetary market ◆ Understand the analysis of financial reports of the beauty industry, including: <ul style="list-style-type: none"> • Balance sheet • Profit and loss statements • Cash flow statements • Financial Projection ◆ Understand financial planning and forecasting of the beauty industry ◆ Understand capital budgeting of the beauty industry, such as: <ul style="list-style-type: none"> • Principles of investment • Net present value method • Profitability index ◆ Understand the calculation of project cash flow in the beauty industry, including: <ul style="list-style-type: none"> • Relevant cash flow • Additional cash flow • Operational cash flow ◆ Understand risk and return, such as: <ul style="list-style-type: none"> • System risk and non-system risk • The relation between risk and expected return ◆ Understand the concept of crisis management ◆ Understand the application of information technology 	

	<p>6.2 Formulate financial management plan for the beauty industry</p> <ul style="list-style-type: none"> ◆ Formulate a comprehensive financial management strategy for the organization in a routine business environment with possibility of changes <ul style="list-style-type: none"> • Analyze financial statements • Formulate capital budgeting • Formulate cost control plan • Formulate business risk and return management plan • Implement financial planning <ul style="list-style-type: none"> ▸ Control the business cycle and cash flow ▸ Master cash budgeting • Formulate the management plan of operating capital <ul style="list-style-type: none"> ▸ Control cash income and expenses ▸ Control inventory ▸ Draw up credit policy and analysis • Draw up crisis management plans • Formulate plans to apply information technology in financial management
7. Assessment Criteria	<p>The integrated outcome requirements of this unit of competency are:</p> <ul style="list-style-type: none"> (i) Capable to master financial management knowledge according to the characteristics of the beauty industry; and (ii) Capable to employ information technology and crisis management knowledge to tie in with the actual operational situation of the organization in a routine business environment with possibility of changes, so as to draw up financial management plans applicable to the organization.
8. Remarks	