

Specification of Competency Standards
for the Fashion Industry
Unit of Competency

Functional Area - Common

Title	Estimate product costs
Code	108290L4
Description	Estimate the first cost of fashion product based on available data. This applies to individuals who are required to quickly cost products during the early stages of product development to evaluate the likelihood of a new style falling into the target price range.
Level	4
Credit	3
Competency	<p>Performance Requirements</p> <p>1. Knowledge in the subject area</p> <p style="padding-left: 40px;">Be able to</p> <ul style="list-style-type: none"> • describe the key components of fashion product cost • collect data of cost components from various sources • outline the equipment used for making the fashion product • understand the production process of the fashion product • estimate the labour cost for the production of the fashion product • estimate the material consumption and material cost for the fashion product • state the factors affecting the cost of the fashion products (e.g. minimums) <p>2. Application and process</p> <p style="padding-left: 40px;">Be able to</p> <ul style="list-style-type: none"> • interpret technical information about materials, equipment, products and services required for the supply of a fashion product • estimate the expectations for the fashion product in terms of price, time, quality and quantity • get cost reference from past comparable products by looking into the historical records • adjust material and making costs to make up the difference between the fashion product and past comparable products • identify any other costs that may be incurred in the making of the fashion product when compared with the past comparable product • calculate the cost estimate by adding materials, making and other costs if any • document and record cost details for future reference <p>3. Exhibit professionalism</p> <p style="padding-left: 40px;">Be able to</p> <ul style="list-style-type: none"> • collect data from credible and reliable sources for cost estimation • work with related parties to enhance the accuracy of estimating each cost component • have insight into latest material market supply and production technology
Assessment Criteria	<p>The integrated outcome requirements of this UoC are the abilities to accomplish:</p> <ul style="list-style-type: none"> • Estimating the first cost of a fashion product based on limited data from existing sources to determine whether it falls into the target price range.
Remark	Common UoC across the functional areas: Design / Product development / Merchandising and Material Procurement