Specification of Competency Standards
for the Fashion Industry
Unit of Competency

Functional Area - Common

Title	Calculate costs
Code	108293L4
Description	Calculating cost to determine the expected investment required to produce a fashion product. This applies to individuals who are required to determine the fashion product costs based on product specific data which can be obtained through the making of a sample and other primary sources. It often forms the basis for price setting.
Level	4
Credit	3
Competency	Performance Requirements 1. Knowledge in the subject area Be able to • describe the key components of fashion product cost • explain the costing approach or formula adopted by the organisation • collect data of cost components from various sources • state the factors affecting the cost of the fashion products 2. Application and process Be able to • identify materials, equipment, products and services required for the supply of the fashion product • identify the expectation for the fashion product in terms of price, time, quality, quantity, etc. • determine material consumption by making samples and related investigation (e.g. preparing marker based on the draft pattern, fabric width and size measurement and ratio) • collect material cost data from various sources of supply in the market • determine making cost (e.g. CM for fashion garment) based on the data collected in sample making process (e.g. time and labour cost) • determine other costs for the supply of the fashion product (e.g. overheads, finishing) • use the costing approach or formula adopted by the organisation to calculate the total product cost 3. Exhibit professionalism Be able to • verify the accuracy of cost data through various means • ensure a consideration of all cost components in the costing process
Assessment Criteria	The integrated outcome requirements of this UoC are the abilities to accomplish: • Calculating costs of a fashion product based on the cost formula and cost data from various sources.
Remark	Common UoC across the functional areas: Merchandising and Material Procurement / Sales and Marketing