

Specification of Competency Standards for the Jewellery Industry
Unit of Competency

1. Title	Apply cost accounting techniques
2. Code	JLZZOM305A
3. Range	This unit of competency is applicable in jewellery outlets or relevant workplaces. Practitioners should be capable to master cost accounting theory and independently perform cost accounting duty for the jewellery industry according to the requirement of the organization.
4. Level	3
5. Credit	9
6. Competency	<p style="text-align: center;"><u>Performance Requirements</u></p> <p>6.1 Understand basic cost accounting theory</p> <ul style="list-style-type: none"> ◆ Understand basic cost accounting theory, including: <ul style="list-style-type: none"> • The significance and functions of cost accounting • The relationship between cost accounting, management accounting and financial accounting • The cost accounting system ◆ Understand the classification of costs, including: <ul style="list-style-type: none"> • The basic concept of costs • The classification of costs • The characteristics of different industries and their differences • The preparation of profit and loss statements ◆ Understand the cost of quality, including: <ul style="list-style-type: none"> • The significance of quality • The importance of cost of quality • Understand the definitions of total cost method and variable cost method

	<p>6.2 Apply industry-related cost accounting techniques</p> <p>◆ Independently perform cost accounting duty for the jewellery industry</p> <ul style="list-style-type: none"> • Calculate cost, including: <ul style="list-style-type: none"> ▸ Raw materials, wages and cost of goods sold ▸ Cost estimation ▸ Regression analysis ▸ Cost sharing ▸ Cost sharing among service departments • Analyze cost, quantity and profits, including: <ul style="list-style-type: none"> ▸ Break-even analysis ▸ Calculate break-even point ▸ Analyze cost, quantity and profits • Calculate total cost and variable cost, including: <ul style="list-style-type: none"> ▸ Prepare profit and loss statements by using total cost method and variable cost method ▸ Assess the impact of changes in inventory level on profit and loss
<p>7. Assessment Criteria</p>	<p>The integrated outcome requirement of this unit of competency is:</p> <p>(i) Capable to master the knowledge of accounting to independently perform accounting duty for the jewellery industry in accordance with the organization's requirement, such as: cost calculation, cost analysis, quantity and profit, etc.</p>
<p>8. Remarks</p>	<p>This unit of competency is applicable to practitioners performing duties relevant to the marketing and operational management of the jewellery industry.</p>