

Specification of Competency Standards
for the Logistics Industry
Unit of Competency

Functional Area - Operations Management

Title	Formulate strategies for charter flight
Code	LOAFOM506B
Range	This unit of competency is applicable to air freight forwarders or logistics companies. Practitioners should be capable to lease chartered aircraft service from airlines to provide freight service, and capable to assess whether or not chartered flight should be used and formulate company's policies in charter flight
Level	5
Credit	6 (For Reference Only)
Competency	<p>Performance Requirements</p> <p>1. Possess the relevant knowledge of the operation of charter flight for air cargo</p> <ul style="list-style-type: none"> • Understand the concepts, reasons, operation modes and types of charter flight for air cargo • Understand the advantages and disadvantages of transporting cargo by charter flight • Understand types of transportation by charter flight and the process of entering into a contract • Understand the responsibilities and conditions for using charter flight • Understand the legal liabilities and insurance arrangement involved in charter flight for transportation • Understand the regulations on the landing location and the immigration arrangement for transportation using charter flight • Master various airlines' supply of charter flight, their pricing, aircraft models, carrying capacity and ability in deploying aircrafts <p>2. Formulate strategies for charter flight for air cargo</p> <ul style="list-style-type: none"> • Analyse the cost effectiveness of transportation by charter flight • Analyse whether transportation by charter flight can satisfy the needs of customers or goods • Analyse the applicability of full or partial aircraft chartering • Analyse the pros and cons to the company of sharing charter flight with other organisations and whether the load capacity or space of the charter flight will be fully used such as empty haul • Formulate aircraft chartering arrangement on annual or individual basis according to freight demand and operation strategies • Assess and choose chartering service providers to meet customers' requirements • Assess the service quality of charter flight aircraft companies and its impact on company's service quality and the risks involved • Assess the need for charter flight and allocate the ratio of flights to chartered aircrafts according to freight demand and operation strategies • Discuss with the lessor about the starting point and the ending point as well as the airports for mid-way stops • Formulate strategic guidelines to help decisions about using charter flight
Assessment Criteria	<p>The integrated outcome requirements of this unit of competency are:</p> <ul style="list-style-type: none"> • Capable to analyse charter flight is suitable for the requirement of customers and cargo specification, cost effectiveness and their advantages and disadvantages to the company; and

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	<ul style="list-style-type: none">• Capable to formulate effective strategies and make use of charter flight for consignment to increase effectiveness.
Remark	