### ADVANCED DIPLOMA IN KNITWEAR STUDIES AND MERCHANDISING ADVANCED DIPLOMA IN APPAREL STUDIES AND MERCHANDISING

## **Examination Paper**

<u>1<sup>st</sup></u>Term, 2016

Module Name:	Apparel Industry and Merchandising
Module Code:	741
Date:	29 Feb 2016
Time Allowed:	3 hours
Reading Time:	15 minutes
Examination Time:	7:15pm – 10:15pm

This question paper has <u>3</u> pages (including this page).

#### **INSTRUCTION TO CANDIDATES:**

- > This paper has A and B sections with **EIGHT (8)** questions.
- Section A is composed of Question 1 to Question 4.
- Section B is composed of Question 5 to Question 8.
- Answer **<u>FIVE (5)</u>** questions, at least <u>ONE (1)</u> question from each section.
- > Please answer Section A and Section B in two separate answer books.
- All questions carry equal marks.

#### The following tools with an asterisk (\*) are **<u>NOT ALLOWED</u>** in the examination:

- Paperback Dictionary \*
- Electronic Dictionary
- Open Book Examination Material
- Programmable Calculator

# DO NOT TURN OVER THE PAGE UNTIL YOU ARE TOLD TO DO SO

\*



#### **Section A**

Question 1 to Question 4 Choose at least ONE question

#### **Question 1**

You are a merchandise manager of a buying agent for apparel exporting to European market. **(100 %)** Recently a senior merchandiser is newly hired and you are giving him/her a S.O.P. guideline starting from design development to shipment execution. Name any 5 key activities with detailed explanation.

#### **Question 2**

Myanmar market reopens again after closing over for a decade and its garment manufacturing (100 %) industry is re-developing to all opportunities. You are the Sourcing Manager of a trading company and are invited to Myanmar to visit a potential manufacturer of woven bottom for Esprit International. You have to provide evaluation and recommendation based on 5 key factors whether the manufacturer is qualified for development.

#### **Question 3**

- (a) Current apparel market is very competitive and retailers have to regularly keep (45 %) update with changing situation. What resources can they seek to keep them with latest market pace?
- (b) Apart from understanding of market situation, continuous market research is also essential for set up successful marketing strategy. Please describe the purpose and importance of market research. (55 %)

#### **Question 4**

(a)	Being a merchandiser, what are your core tasks during market week?	(60 %)
(h)	If your buyer request a trial run during market week please try your best to describe	(40 %)

(b) If your buyer request a trial run during market week, please try your best to describe (40 %) the pros and cons of trial run to your buyer.

### **Section B**

## Question 5 to Question 8

#### **Choose at least ONE question**

#### **Question 5**

(a)	People go shopping for reasons more than just buying goods or services. List out 5	(25 %)
	reasons.	

(b) Use Maslow's Hierarchy of Needs to explain why consumers buy apparel. (75 %)

## **Question 6**

- (a) The following are well known brands in Hong Kong: Giordano, Coca-cola, Mercedes (70 %) Benz, Louis Vuitton. Which of these brands belong to "Exclusive Distribution" strategy? What are the characteristics of "Exclusive Distribution"? How does it beneficial to those brands?
- (b) In the apparel industry, how can products sold to final consumers but without going (30 %) through the traditional marketing channel. Pls name 3 direct marketing channels with one example on each.

## **Question 7**

Hong Kong is ranked the freest economy in the world for the 21st year. Give 4 reasons to (100 %) support its lead.

## **Question 8**

You are the merchandising manager of XYZ Fashion International Co. Ltd which is the

buying office of an European fashion label for women's wear. You are encountering a

situation that a shipment of 5,000 pcs party dress is delayed due to quality issue found in

production.

You realize that these are seasonal products for a Christmas marketing campaign and cannot be delayed. You need to negotiate your vendor to ensure satisfactory quality and as well to air, instead of by sea at their expenses.

(a)	What are the determinants for a successful negotiation in this case?	(50 %)

(b) Some personal traits are important for being an effective negotiator; select any five (50 %) of them and discuss how they are useful in this negotiation.

