



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

Examination Paper

1<sup>st</sup> Term, 2017

Module Name: Apparel Industry and Merchandising

Module Code: 741

Date: 15 Mar 2017

Time Allowed: 3 hours

Reading Time: 15 minutes

Examination Time: 7:15pm – 10:15pm

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This question paper has 3 pages (including this page).

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**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 **FIVE (5)** questions, at least **ONE (1)** question from each section.
- Please answer **Section A and Section B** in two **separate** answer books.
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- Paperback Dictionary \*
- Electronic Dictionary \*
- Open Book Examination Material \*
- Programmable Calculator \*

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## Section A

### Question 1 to Question 4

Choose at least ONE questions

### Question 1

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- (a) What are the determinants for a successful negotiation in this case? **(50 %)**
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You are the QA manager at Uniqlo. You need to visit a garment factory in Vietnam to understand their production capability if it fits in. Please list out :

- (a) Vendor self-assessment details **(40 %)**
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### Question 3

Hong Kong ranked World's Freest Economy for 23<sup>rd</sup> consecutive year in The Heritage **(100 %)** Foundation's 2017 Index of Economic Freedom.

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How Hong Kong remains its sustainable competitiveness in the coming year.

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- (a) When you are doing costing on garment, please specify what are the factors to affect the overall costing? Please give at least 5 elements. **(50 %)**
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Fabric consumption of each jacket : 3 yd

Trims cost of each jacket : \$3.5/pc

Wastage of both trims and fabric: 5%

Direct time of labor: 35 mins

Salary of direct labor: \$6/hr

Overhead: \$0.5/pc

Entire operation and administrative expenditure of last year was \$600,000 and produced 400,000pcs

Sea freight from China to US:\$0.75/pc

Import duty of a women's cotton jacket shipped from China to US: 15 %



## Section B

### Question 5 to Question 8

Choose at least ONE questions

#### Question 5

- (a) What is a supply chain? **(30 %)**
- (b) What is supply-chain management? How should it function to facilitate business operations? **(25 %)**
- (c) What are the pros and cons to keep stock especially when general industry performance is not optimistic? **(45 %)**

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Japanese chain shop "Uniqlo" has launched 24 shops in Hong Kong. This brand is a fast growing company and looking at market expansion. Recently you joined this company as a marketing representative. You need to write a SWOT analysis with definition of each factor in order to help the brand to identify her competitive advantages for future growth plan. **(100 %)**

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Sea freight from China to US:\$0.75/pc

Import duty of a women's cotton jacket shipped from China to US: 15 %



## Section B

### Question 5 to Question 8

Choose at least ONE questions

#### Question 5

- (a) What is a supply chain? **(30 %)**
- (b) What is supply-chain management? How should it function to facilitate business operations? **(25 %)**
- (c) What are the pros and cons to keep stock especially when general industry performance is not optimistic? **(45 %)**

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ADVANCED DIPLOMA IN APPAREL STUDIES AND MERCHANDISING

**Examination Paper**

1<sup>st</sup> Term, 2017

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Module Code: 741

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## Section A

### Question 1 to Question 4

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- (a) What are the determinants for a successful negotiation in this case? **(50 %)**
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### Question 3

Hong Kong ranked World's Freest Economy for 23<sup>rd</sup> consecutive year in The Heritage **(100 %)** Foundation's 2017 Index of Economic Freedom.

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How Hong Kong remains its sustainable competitiveness in the coming year.

### Question 4

- (a) When you are doing costing on garment, please specify what are the factors to affect the overall costing? Please give at least 5 elements. **(50 %)**
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