

Oracle 1Z0-1004 Exam

Volume: 76 Questions

Question: 1

Most of the accounting entries for transactions from your source system use TRANSACTION_AMOUNT as a source of the entered amount accounting attribute. For some events, you need to use TAX_AMOUNT as the source.

At what level can you override the default accounting attribute assignment?

- A. Event Type
- B. Journal Line Rule
- C. Event Class
- D. Journal Entry Rule Set
- E. Journal Entry

Answer: D

Question: 2

Which feature outside of reporting and analysis leverages the Essbase cube?

- A. revaluations and translation to revalue and translate currencies stored in the Essbase cube
- B. calculation manager to perform allocations based on multidimensional balances and budgets
- C. period closing and opening of ledgers to keep General Ledger cloud and the Essbase cubes in sync
- D. journal entries and Journal approval to create Journals that update balances to the cube directly

Answer: A

Question: 3

Your customer wants to use a clearing company to automatically balance Intercompany entries. Which three statements are true regarding the use of a clearing company value? (Choose three.)

- A. Clearing companies are not supported.
- B. If you map legal entities to balancing segment values, then a clearing company can only be applied

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within a legal entity.

- C. You must map legal entities to balancing segment values in order to use a clearing company.
- D. If you do not map legal entities to balancing segment values, then a clearing company can be applied to any journal within the ledger.
- E. If you choose to use a clearing company, you can define a default clearing company value or select the clearing company value directly in the general ledger journal.

Answer: A,C,E

Question: 4

All of your subsidiaries reside on the same application instance, but some of them require a different chart of accounts and/or accounting calendar and currency. There is no minority interest or partial ownerships. What is Oracle's recommended approach to performing consolidations?

- A. Use Oracle Hyperion Financial Management for this type of complex consolidation.
- B. Translate balances to the corporate currency, create a chart of accounts mapping to the corporate Chart of accounts, then transfer balances to the corporate consolidation ledger using the balance transfer program.
- C. Translate balances to the corporate currency for ledgers not in the corporate currency, use General Ledger's Financial Reporting functionality to produce consolidated reports by balancing segment where each report represents a different subsidiary.
- D. Create separate ledgers for each subsidiary that shares the same chart of accounts, calendar, currency and accounting method. Create a separate elimination ledger to enter intercompany eliminations, then create a ledger set across all ledgers and report on the ledger set.

Answer: D

Question: 5

You want to be notified of anomalies in certain account balances in real time. What is the most efficient way to do this?

- A. Perform an account analysis online.
- B. Open a Smart View file saved on your desktop.

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C. Create an Account Group using Account Monitor.

D. Use Account Inspector.

Answer: A

Question: 6

You want to process multiple allocations at the same time. What feature do you use?

A. RuleSets

B. Point of View (POV)

C. Formulas

D. General Ledger Journal entries

Answer: C

Question: 7

Management wants to use the budget transfer function available on the Review Budgetary control dances.

Which privilege is required to perform the budget transfer?

A. Import Budget Amount from Spreadsheet
(XCC_IMPORT_BUDGET_FROM_SEPREADSHEET_PRIV)

B. Import Budget Amounts (XCC_IMPORT_B0DGET_AMOUNTS_PRIV)

C. Manage Control Budgets (XCC_HANAGI _CONIROL_BUDGtTrs.PRIV)

D. Budget Loading (XCC_BUDGET_LOADING_DUIXPRIV)

Answer: A

Question: 8

How do Cross Validation Rules (CVRs) handle existing violations in the Code Combinations Identification (CCID) table?

A. CVRs are assigned to the end user role; therefore controlling what account code combination

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individuals can leverage in the General Ledger and the subledgers.

B. If CVR determines that an invalid combination exists in the CCID table, it will automatically disable that account code combination.

C. CVR only test new account combinations being inserted into the table. They ignore any invalid account combinations already existing in the table.

D. Nothing has changed. If you have an invalid account combination existing in the table, you must deactivate it to prevent further usage.

Answer: C

Question: 9

Your customer is implementing budgetary control with encumbrance accounting. Your customer has businesses in Australia, New Zealand, and Singapore with a ledger in each country with a Corporate chart of account instance that has four segments.

Which three statements are true regarding the creation of a control budget?

A. The control budget structure has all the chart of account segments as budget segments.

B. Control budgets are always absolute to generate encumbrance accounting.

C. A control budget is associated to a ledger and creates three control budgets for Australia, New Zealand, and Singapore.

D. A control budget can allow override rules only if the control level is absolute.

E. A control budget can be associated with a different calendar than accounting calendar.

Answer: D,E

Question: 10

You have enabled budgetary control and have a control budget set to Advisory control level. For September 2016, your budget for a given account combination is \$5,000 USD. In the same month, there is an approved requisition for that account of \$900 and an approved purchase order for that account of \$2,500 USD. There is also a General Ledger adjustment journal entry for that account of \$1,600 USD. An approved purchase order line of \$400 USD is then cancelled. And an invoice is matched to the purchase order for \$2,100 USD.

Which two statements are true? (Choose two.)

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- A. No change
- B. Funds reservation only happens for non-matched invoices, so the system will not reserve funds.
- C. The system always consumes budget of future periods if the limit for the current period is expired, so October 2016 budget will be considered for reservation.
- D. As there are cancellations for \$400 USD, the system will partially reserve the funds in September 2016 and fully reserve it in October 2016.
- E. Purchase order encumbrance will be released for \$2,100 USD.

Answer: C,D

Question: 11

You are implementing Segment Value Security rules. Which two statements are true?

- A. When you enable Segment Value Security on a segment, users will not be able to access any values until you grant access to users and products.
- B. You can use hierarchies to define rules.
- C. When you enable or disable Segment Value Security, you do not need to redeploy your chart or accounts.
- D. The Segment Value Security rules do not take effect until you assign the rules to users and products.

Answer: B,C

Question: 12

Your customer has three legal entities, 50 departments, and 10,000 natural accounts. They use intercompany entries.

What is Oracle's recommended best practice when implementing; a new chart of accounts? How many segments and what segment qualifiers should be used?

- A. Define three segments for the company, department, and natural account. The qualifiers should be primary balancing segment, cost center segment, and natural account segment, respectively
- B. Define four segments for the company, department, natur.il account, and intercompany segment. The qualifiers should be primary balancing segment, cost center segment, natural account segment, and intercompany segment, respectively.