

# Practice Exam Questions



Oracle E-Business Suite  
R12 Project Essentials



**EXAMAIDES**

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**Total Question: 70 QAs**

Question No: 1

Your customer has set up a contract project with a distribution rule Work/Work. Identify three setup options to:

- Charge labor transactions revenue and all other nonlabor transactions revenue to separate accounts
- Generate separate invoice line amounts for labor and nonlabor transactions

- A. Setup revenue categories as required.
- B. Define revenue accounts at the revenue category setup level.
- C. Define Auto Accounting rules to derive revenue account based on revenue category.
- D. Define grouping option by revenue category on the invoice format and attach the invoice format at the project type level.
- E. Define grouping option by revenue category on the project type.

Answer: A,C,D

Question No: 2

Identify two predefined transaction sources that Oracle Projects uses to import the transactions generated within Oracle Projects.

- A. Oracle Interproject Supplier Invoices
- B. Oracle Projects Intercompany Supplier Invoices
- C. Project Allocations
- D. Capitalized Interest
- E. Oracle Interproject Customer Invoices

Answer: C,D

Question No: 3

Refer to the exhibit.



In your company's Expenditure/Event Organization Hierarchy, organization labor costing rules are assigned to all organizations except San Jose. What happens when you run the "PRC: Distribute labor costs" program for a timecard transaction entered by an employee from the San Jose organization?

- A. The rule assigned for San Francisco takes precedence and the transaction will be successfully distributed.
- B. The rule assigned for USA takes precedence and the transaction will be successfully cost distributed.

- C. The rule assigned for California takes precedence and the transaction will be success fully cost distributed.
- D. The program ignores this transaction, because no labor costing rule is assigned for San Jose.and completes normally.
- E. The program completes normally. However, the output will have this transaction under the exceptions section with a message "No Labor costing rule assigned for organization."

Answer: C

Question No: 4

Which two options are not task attributes for financial task structure?

- A. Task Type
- B. Service Type
- C. Work Type
- D. Chargeable Flag
- E. Scheduled Dates

Answer: B,D

Question No: 5

A new contract project is created for work for a customer by using event-based billing. A decision has been made to give a discount to the customer on a particular invoice. You want to apply this discount and reduce the invoice without affecting revenue.

Which event type should be used to achieve this?

- A. Manual
- B. Invoice Reduction
- C. Deferred Revenue
- D. Automatic
- E. Scheduled Payment

Answer: D

Question No: 6

In which two circumstances would it be appropriate to deselect the "Interface Revenue to GL" option in System Implementation Options, before you run the Interface to GC?

- A. During data migration if Revenue is already in General Ledger
- B. When Revenue is handled in Accounts Receivable
- C. When Auto Accounting is incorrect and the Revenue interfacing to General Ledger needs to be put on hold.
- D. When Finance wants to reconcile Unbilled Receivables/Unearned Revenue
- E. When Revenue was generated in error for all projects in Released status, and needs to be corrected.

Answer: A,B

Question No: 7

What type of project will a company require to use Organization Forecasting?

- A. contract project
- B. Administration Project
- C. Organization Planning Project
- D. capital project

E. multi-function project

Answer: A

Question No: 8

An organization uses Oracle Projects and has fully installed Oracle Human Resources. Which statement does not apply to this scenario?

- A. Employees can be entered and maintained in Oracle Projects.
- B. Jobs can be setup in Oracle Projects.
- C. Organizations can be defined In Oracle Projects.
- D. Organization Hierarchies can be defined in Oracle Projects.
- E. Worker Assignments can be viewed in Oracle Projects.

Answer: D

Question No: 9

Identify the four different levels where transaction controls are defined.

- A. Expenditure Categories
- B. Expenditure Organization
- C. Employee
- D. Project Organization
- E. Expenditure Type
- F. Person Type

Answer: A,C,D,E

Question No: 10

Your client has expressed a desire to produce and summarize invoice lines for Non-Labor transactions by type of expenditure based on high level tasks of the project.

Which invoice formal grouping should he used to achieve this?

- A. TopTask,ExpenditureType
- B. TopTask,Employee
- C. Revenue Category,Expenditure Category, Top Task
- D. TopTask,Expenditure Category
- E. TopTask, Revenue Category, Expenditure Category,Expenditure Type

Answer: A

Question No: 11

Which three types of People Resources does Oracle Projects support?

- A. Team Roles
- B. Straight Time
- C. Jobs
- D. Item
- E. Named Person

Answer: A,C,E

Question No: 12

Identify three adjustment actions that require submission of Distribute costs program to process the adjustments?

- A. Change Comment
- B. Release Hold
- C. Split
- D. Transfer
- E. Recalculate Revenue
- F. Capitalizable to Non-Capitalizable

Answer: C,D,F

Question No: 13

A customer has gone into bankruptcy and is unable to pay their bills. This means that the project revenue is now overstated. How can the customer reduce the revenue on the project to accurately reflect the amount of collectable revenue?

- A. Create a revenue write-off event for the uncollectable element and interface to General Ledger.
- B. Create a negative funding line and assign to the project thus reducing its revenue.
- C. Create a cost adjustment on the project using preapproved batches.
- D. Create a credit memo in Oracle Projects and interface to Accounts Receivable.
- E. Enter a transaction control against the expenditure types and regenerate the draft invoice.

Answer: A

Question No: 14

What must be defined to enable a company to use an organization for a straight time expenditure?

- A. Define the organization with the Following: 1. Add Cost Centre as the Organization type. 2. Add an organization classification of HR Organization. 3. Add the organization to an organization hierarchy.
- B. Define the organization with the Following: 1. Add the organization classifications HR Organization and Project Expenditure/Event 2. Add the organization to an organization hierarchy 3. Add the organization hierarchy to the appropriate Oracle project implementation option setting
- C. Define the organization with the following: 1. Add the organization classifications Project/Task Owning Organization and Project Expenditure/Event Organization. 2. Add the organization to an organization hierarchy. 3. Add the organization hierarchy to the appropriate Oracle project implementation option setting.
- D. Define the organization with the following: 1. Add the organization classifications Project Expenditure/Event Organization. 2. Add the organization to an organization hierarchy. 3. Add the organization hierarchy to the appropriate Oracle project implementation option setting.
- E. Define the organization with the Following: 1. Add the organization classifications HR Organization and Project Expenditure/Event 2. Add the organization to an organization hierarchy. 3. Define Organization Labor Costing Rules.

Answer: E

Question No: 15

A customer has two operating units: US and Ireland. A project that is set in the Ireland operating unit requires the services of employees from the US operating unit.

Identify three mandatory steps that must be completed for the employees in the US to enter their time on the project and for costs to be successfully distributed.

- A. Set up Internal Billing Implementation options in US and Ireland.
- B. Define provider controls in US and receiver controls in Ireland.
- C. Setup a new transaction source to receive Intercompany transactions in Ireland.
- D. For the project in Ireland, select "Allow Cross Charges to all Operating Units within Legal Entity".
- E. For the project in Ireland, set up transaction controls to allow charges from other operating units.

Answer: B,C,D

Question No: 16

A project is undertaken for a customer where all labor costs are non-billable, and Non-Labor costs are billable if the accumulated costs incurred are greater than \$10k.

How can Oracle Projects be implemented to support this?

- A. Use transaction controls to restrict billing to Non-Labor elements and to calculate the bill amounts on Non-Labor.
- B. Use transaction controls to billing Non-Labor elements, capture the value on the project, and then use the Non-Labor billing extension to calculate when an activity is billable.
- C. Create an agreement and funding for \$10k only, and fund only those tasks on a project where you estimate to incur costs of \$10k or more.
- D. Use the cost-to-cost billing extension to build billing rules to meet the requirement.
- E. Use the cost accrual extension.

Answer: B

Question No: 17

An organization posts project costs to the balance sheet as they are incurred. Each month they recognize project revenue on each project.

Select the option that ensures that costs are credited from the balance sheet and debited to profit and loss as revenue is recognized.

- A. Use events for project revenue and use GL journals to carry out the relevant account postings.
- B. Implement a project revenue extension with appropriate event types and Auto Accounting definition.
- C. Use miscellaneous transactions to generate revenue with the appropriate Auto Accounting definition.
- D. Use preapproved batches with a class type of "Work in Process" to generate revenue with the appropriate Auto Accounting definition.

Answer: B

Question No: 18

Company ABC wants to deploy work plan task structures where the lowest tasks represent deliverables. They want to collect costs at a level higher than the lowest tasks for groups of deliverables. Which two task structure relationships are available for them to consider?

- A. Define the structures as Fully Shared.
- B. Utilize Task-based mapping structures.
- C. Define a separate branch of task hierarchy for deliverables.
- D. Define a separate branch of task hierarchy for cost collection.
- E. Define the structures as Partially shared.

Answer: B,C