



Oracle

Exam 1z0-327

Oracle Procurement Cloud 2016 Implementation Essentials

Version: 8.0

[Total Questions: 83]

Question No : 1

Identify three profile options that are used to configure Self Service Procurement.

- A. POR_DISPLAY_EMBEDDED_ANALYTICS
- B. POR_DISPLAY_CATEGORY_ITEM_COUNT
- C. PO_PRC_AGENT_CATEGORY_ASSIGNMENT
- D. POR_SEARCH_RESULTS_SKIN
- E. PO_DOC_BUILDER_DEFAULT_DOC_TYPE

Answer: A,C,E

Explanation:

Embedded Analytics is dependent on the availability of Oracle Business Intelligence and Analytics Application. In addition, the profile POR_DISPLAY_EMBEDDED_ANALYTICS needs to have been set to Yes before the metrics are visible to end users.

References:https://docs.oracle.com/cd/E48434_01/doc.1118/e49610/F1007477AN13B51.htm

Question No : 2

Identify two fields whose tolerance levels are ignored when data is entered while creating receipts using Enforce Blind Receiving.

- A. Packing Slip
- B. Receiving Date
- C. UOM
- D. Waybill
- E. Receiving Quantity

Answer: B,E

Question No : 3

In a Procurement implementation, your customer has a requirement for a given business unit to enable “funds check” on purchase orders. This requires that budgetary control be enabled.

What configuration must you complete to enable budgetary control in that business unit?

- A. Enable budgetary control in both the Configure Requisition Business Function and Configure Procurement Business Function by selecting the business unit in scope.
- B. Enable budgetary control by selecting the business unit in scope using the task Configure Procurement and Payables Options.
- C. Enable budgetary control by selecting the business unit in scope using the task Configure Procurement Business Function.
- D. Enable budgetary control by selecting the ledger and business unit by using the task Manage Budgetary Control.

Answer: B

Question No : 4

A replenishment requisitions is created with the following details and imported through an open interface in Oracle Procurement Cloud:

Identify the Blanket Purchase Agreement that the application would select to automatically create a Purchase Order.

- A. BPA: 7998Type: Local BPAEffective Dates: 01/01/2012-30/09/2012Item: AS16168BU: BU1Automatically generate orders flag: Yes
- B. BPA: 9986Type: Local BPAEffective Dates: 01/08/2012-31/10/2013Item: AS16168BU: BU1Automatically generate orders flag: Yes
- C. BPA: 8837Type: Global BPAEffective Dates: 01/06/2012-31/07/2013Item: AS16167BU: BU1Automatically generate orders flag: Yes
- D. BPA: 8787Type: Local BPAEffective Dates: 01/03/2012-31/12/2013Item: AS16168BU: BU2Automatically generate orders flag: No

Answer: C

Question No : 5

Name the Oracle Transactional Business Intelligence (OTBI) KPI that indicates the count of approved requisitions where at least one of the requisition lines is assigned to the new buyer who has logged in and that requisition line is not implemented into an order, bucketed by the number of days elapsed since the requisition was approved.

- A. Requisition Lines Cycle Time
- B. Requisition Aging Count
- C. Requisition Line Aging Count
- D. Requisition Lines Volume Count
- E. Requisition Lines in Process Count

Answer: E

Question No : 6

Your customer requires that any approved requisition needs to be reapproved whenever a buyer updates a catalog requisition line during requisition processing.

Identify the correct setup to fulfill this requirement.

- A. Configure "requisition approval rule" to include the "Approval required for buyer modified lines" condition.
- B. In the "Configure requisitioning" business function, select "Approval required for buyer modified lines."
- C. Configure the PO Approval rule in such a way that buyer-modified requisition lines will go for approval again.
- D. After requisition modification, a buyer needs to reassign the requisition line to the requisition authority for approval.

Answer: B

Explanation:

Configure Requisition Business Function include:

Reapproval required for changes made during an active approval process is applicable when allowing approvers to modify a requisition when it is routed for approval. It controls whether the requisition must be sent back for reapproval when the approver submits the modified requisition.

References: Oracle Procurement Cloud Using Procurement (Release 9), page 93

Question No : 7

An organization has initiated a campaign for energy conservation and wants all its suppliers to declare their carbon emissions. The Qualification manager is asked to create an initiative to collect the information and the certificates from suppliers.

Identify the method to create a qualification area without any defined outcome for this requirement.

- A.** Create questions. Create and add the questions to a qualification area, but do not select the “Information only” check box.
- B.** Create questions, but do not select “Response required” and “Critical question”. Create and add questions to a qualification area.
- C.** Create questions, but do not select “Response required”. Create and add questions to a qualification area, but do not select the “Information only” check box.
- D.** Create questions. Create and add the questions to a qualification area and select the “Information only” check box.

Answer: D

Explanation:

An information only area does not have any outcome.

References: Oracle Procurement Cloud Using Procurement (Release 9) , page 58

Question No : 8

While creating a Purchase Order, you observe that the system is defaulting Net 30 as the payment term instead of the intended payment term Net 15.

Identify two ways to achieve the desired defaulting.

- A. Update Net 15 in procurement options and Net 30 for the supplier site.
- B. Set net 15 for the supplier site.
- C. SetNet 30 for the supplier site and leave the payment term blank in procurement options.
- D. Update Net 15 in procurement options and leave the payment term blank for this supplier at all levels.

Answer: B,C

Question No : 9

You are setting up Oracle Cloud Sourcing. You would like participants to provide Insurance and Freight cost for the quotation/RFQ (Request for Quotation) lines.

Identify the configuration that will fulfill this requirement.

- A. Define a negotiation style and enable DFF (Descriptive FlexField) for Freight and Insurance.
- B. Personalize the negotiation UI (User Interface) to add the Freight and Insurance attributes.
- C. Add negotiation lines separately to capture Freight and Insurance.
- D. Add Cost Factors for Freight and Insurance.

Answer: D

Question No : 10

You have defined your negotiation style and named it "ABC negotiation style". Subsequently, you try to add collaboration team members on a negotiation that is based on the "ABC negotiation style" and find that the "Collaboration Team" field is disabled. Identify the cause.

- A. Cost factors are not set up for negotiations for participants, causing no collaboration to negotiate cost.
- B. The "Collaboration Team" checkbox is unchecked in the style.

- C. The “Requirements and Instructions” checkbox is unchecked in the style.
- D. Online collaboration is visible only to the Requisition Preparer.

Answer: D

Question No : 11

Your customer wants to configure six BUs: five Requisitioning BUs and one BU configured as a shared Procurement BU with only the Procurement function enabled.

How will you define the relationship between the Requisitioning BUs and the Procurement BU?

- A. The Procurement BU must be assigned with the Requisitioning business function in order for it to be a shared services center.
- B. The Payables business function must be assigned in addition to the Procurement business function.
- C. Intercompany transactions need to be defined between the Requisitioning BUs and the Procurement BU.
- D. The Procurement BU needs to be configured as a service provider to the Requisitioning BUs.

Answer: D

Explanation:

Without the site assignment model each client BU would be forced to establish its own relationship with the supplier. The service provider relationship between the client BU and procurement BU is defined in the business unit setup.

References: Oracle Procurement Cloud Using Procurement (Release 9), page 30

Question No : 12

While creating a Contract Purchase Agreement, a buyer tries to add a Contract Template

to it, but the List of Values (VOL) is empty.

Identify three applicable reasons for this issue.

- A. The document type associated with the Contract Template is 'Blanket Purchase Agreement'.
- B. The Contract Template is not 'Approved'.
- C. The document type associated with the Contract Template is 'Purchase Order'.
- D. The Contract Template is in 'Approved' status.
- E. The document type associated with the Contract Template is 'Contract Purchase Agreement'.

Answer: C,D,E

Explanation:

QUESTION ON: 2

Your customer wants to configure three business units (BUs) as follows:

Identify the correct configuration.

- A. The US Header BU needs to be configured as a Payables Payment Service Provider.
- B. The US West BU needs to be configured as a Customer Payments Service Provider.
- C. The US East BU and US West BU need to be configured as Payables Payment Service Provider.
- D. The US East BU needs to be configured as a Payables Payment Service Provider.

Answer: D

Question No : 13

Which three business users can submit a new ?

- A. Category Manager
- B. Supplier Administrator
- C. Catalog Administrator
- D. Warehouse Manager
- E. Self-Service Procurement user

Answer: A,B,E

Explanation:

An internal supplier registration can come from one of the following three flows:

Question No : 14

An automobile parts manufacturer has decided to implement only the Cloud Purchasing product from the Oracle Procurement Cloud pillar. Which setup component will not be required for this implementation?

- A. Purchasing Line Types
- B. Negotiation template
- C. Procurement Agents
- D. Document Styles
- E. Procurement Business Function

Answer: B

Explanation:

IncorrectAnswers:

C, E: The following tasks are associated with defining Purchasing configuration using the rapid implementation approach:

D: Purchase order documentstyles allow organizations to control the look and feel of the purchasing document in the application to match its business usage.

References:https://docs.oracle.com/cloud/farel8/procurementcs_gs/FASUP/F1175423AN1242E.htm

Question No : 15

Your customer is a global company and has multiple legal entities across countries:

They have the following requirements:

Identify three applicable setups in Oracle Procurement Cloud to fulfill these requirements:

- A. Set up the Default Legal Entity on the Configure Requisitioning Business Process page.
- B. Define a primary route on financial orchestration flow to enforce the sold-to legal entity on a PO.
- C. Set up the “Multiple Legal Entities on Order” value to “Allow” on the Configure Requisitioning Business Process page.
- D. Create Profit Center BU to Party Relationships.
- E. Set up the default procurement business unit for Default Legal Entity in Manage Purchasing Profile Options.

Answer: B,D,E

Explanation:

How the Sold-To Legal Entity Is Determined

The following steps are performed in and by the application to determine the sold-to legal entity on a purchase order.

Here is a simplified example of how that might work:

References:

https://fusionhelp.oracle.com/helpPortal/topic/TopicId_P_F72B15B6E4B74B74E043B69BF40A0BA0

Question No : 16

An organization has been receiving incomplete Supplier Profile Data during the supplier onboarding and qualification process.

Identify the way to ensure that the required Supplier Profile data is entered by a supplier during the qualification process.

- A. Create an initiative with questions mapped to supplier attributes.
- B. Create an initiative with questions classified by Subject.
- C. Create an initiative with questions classified by Standards Organization.
- D. Create an initiative with questions Responder Type is internal.

Answer: A

Question No : 17

During Oracle Procurement Cloud implementation, all users have been assigned the seeded Employee role. This role inherits HCM-related links such as Benefits and Career. However, the customer does not want these links to appear in the navigator for the employees. You have, therefore, been asked to hide these links so that users do not see them in the navigator when they log in.

Which configuration will you implement so that these links are not visible in the navigator?

- A. "Manage Menu Customizations" in Functional SetupManager
- B. Select menus in Requisitioning Business options
- C. Select menus in Procurement Business options
- D. Define user in Identify Manager
- E. Modify roles in Authorization Policy Manager

Answer: D

Question No : 18

During an implementation, the super user is requesting you to explain how to set up "risks" to be used in the Procurement Contracts by all users. You are in the middle of the year and currently there are few "risks" that are already defined and the organization is planning to introduce new "risks" from New Year's Day.

Identify the two steps the user should follow to fulfill this requirement.

- A. Wait until year end, inactivate the old risks data on year end, and create and activate new risks from the same day.
- B. Provide an end date as year end for the old risk data, create new risks now, and provide New year's Day as start date.
- C. Create new risks now, enable those at year end, and disable the old data on year end.
- D. The user needs to delete old risks and create new risks around the year end.

Answer: A,B

Question No : 19

Identify five business functions that must be configured in order to implement a complete Procure-to-Pay business process in Oracle Procurement Cloud.

- A. Incentive Compensation
- B. Receiving
- C. Invoicing
- D. Payments
- E. Inventory
- F. Purchasing
- G. Requisitioning

Answer: B,C,E,F,G

Question No : 20

Identify two activities that a Buying Organization will be able to perform after it provides the Supplier Portal access to Suppliers.

- A. Create Negotiation flow internally on behalf of prospective suppliers.
- B. Import supplier data and related entities.
- C. Consolidate suppliers and supplier sites to clean up duplicate suppliers or support supplier acquisitions.
- D. Evaluate prospective suppliers by routing their registrations through a collaborative review process by using a flexible rules engine.
- E. Collect information about prospective suppliers through a self-guided registration flow.

Answer: D,E

Explanation:

E: The buying organization can collect information about the products and services categories supplied by the company on the registration flow by enabling Products and Services using the Configure Supplier Registration flow.

D: The Supplier Registration process is used by companies to submit their registration request in order to become a supplier of the buying organization. The buying organization then reviews the registration request using a collaborative review process and determines if it wants to consider this company as a new source of supply.

References: https://docs.oracle.com/cd/E56614_01/procurementop_gs/OAPRC/F1007476AN1079E.htm

Question No : 21

On completion of a Negotiation Award using a negotiation template, you are trying to create a purchasing document and system provides you the option to create a Blanket Purchase Agreement (BPA) only, whereas you expected to get an option to create a Contract Purchase Agreement (CPA).

Identify the reason for this.

- A.** The negotiation outcome is defined as “Blanket Purchase Agreement” in the negotiation template.
- B.** The Business Function for the associated Business Unit is “Requisition Only” and did not allow Purchase Agreement Generation.
- C.** The Profile Option PO_PRC_AGENT_CATEGORY_ASSIGNMENT is set to the current user.
- D.** The negotiation outcome is defined as “Contract Purchase Agreement” in the negotiation template.

Answer: D

Explanation:

Oracle Fusion Purchasing provides the following purchase order types: purchase order,

blanket purchase agreement, and contract purchase agreement.

References: Oracle Procurement Cloud Using Procurement (Release 9), page 131

Question No : 22

Your customer wants to use the Negotiations Online message functionality to interact with suppliers participating in a negotiation.

Identify three features of the Negotiation Online message functionality.

- A. You can send SMS to suppliers.
- B. The online messages will be retained for future reference and audit trail.
- C. You can add attachments in the message.
- D. You can do online chatting.
- E. Suppliers can raise clarifications for an auction online and you can respond with answers online.

Answer: B,C,E

Explanation:

C: The Attachments Flag is a flag that indicates the presence of an attachment that can be downloaded online.

E: The Category Manager may receive inquiries from a supplier asking for clarification about a negotiation requirement or line attribute. The Category Manager pauses the negotiation while she is conducting a discussion with the supplier.

References: https://docs.oracle.com/cd/E56614_01/procurementop_gs/OAPRC/F1007481AN23290.htm#F1007449AN23359

Question No : 23

Identify three application standard lookups that are available in the Setup and Maintenance task list "Define Supplier Configuration".

- A. Manage Requirement Section Lookup
- B. BusinessClassification Lookup
- C. Minority Group Lookup
- D. Tax Organization Type Lookup
- E. Manage FOB Lookup
- F. Manage Freight Terms Lookup

Answer: B,C,D

Question No : 24

A customer's procurement manager has the authority to approve office supply Purchase Orders up to \$6,600.00. For all other types of Purchase Orders, there is no approval hierarchy.

The customer is located in Kandy and the purchasing category for office supplies is Office Supplies. The COA (Chart of Accounts) format is: Company.Business Unit.Cost Center.Account. The future and segment values are 01 for the company, 220 for the Business Unit, 339 for the cost center, 67887 for the account, and the future is always 000000.

Identify the approval group setup that would enable this purchasing practice.

- A. Set the Document Total object to include an amount limit of \$5,000.00.
- B. Document Total: Amount Limit= \$0.00Account Range: Amount Limit = \$6,600Account Range: From: 01.220.339.67887.000000 To: 01.220.339.67887.000000Category Range: Amount Limit = \$6,600Category Range: From: Office.Supplies To: Office.SuppliesRequisition Document Type setup = 'Owner can Approve'
- C. Document Total: Amount Limit = \$6,600.00Location: Amount Limit = \$6,600 and Location = KandyCategory Range: Amount Limit = \$10,000Category Range: From: X.Supplies To: Office.Supplies
- D. Document Total: Amount Limit = \$0.00Account Range: Amount Limit = \$6,600Account Range: From: 01.220.339.67887.000000 To: 01.220.339.67887.000000Category Range: Amount Limit = \$6,600Category Range: From: Office.Supplies To: Office.Supplies

E. Document Total: Amount Limit = \$0.00Account Range: Amount Limit = \$6,600Account Range: From: 01.220.339.00000.000000 To: 01.220.339.99999.000000Location: Amount Limit = \$5,000 and Location = Kandy

Answer: B

Question No : 25

Your customer has three Business Units, of which two are requisitioning Business Units and one is a Procurement Business Unit. They want to define each document number based on document type and business unit combination in Oracle Procurement Cloud.

Which Functional Setup Manager task can be used to accomplish these requirements?

- A. Manage Procurement Document Numbering
- B. Configure Procurement Business Function
- C. Configure Requisitioning Business Function
- D. Manage Common Options for Payables and Procurement

Answer: A

Explanation:

You can define procurement document numbering using the Manage Procurement Document Numbering page.

Note:Organizations need the ability to define procurement document numbers based on document type. The sequence may differ by legal entity or business unit. Here are some considerations when defining a document numbering sequence.

If a document number sequence is not defined in advance, the application creates it when the first transaction is created for that document type and legal entity or business unit combination. The application starts the document number with 1.

References:https://docs.oracle.com/cloud/latest/procurementcs_gs/OAPRO/OAPRO1061042.htm#OAPRO1405307