



Exam Code: COG-200

Exam Name: IBM Cognos 8 Controller Developer

Vendor: IBM

Version: DEMO

Part: A

1: Company ABC uses the temporal method of currency conversion, whereby gains/losses on translation are posted directly to the income statement. Which of the following shows a correct setting for the currency conversion difference in the general configuration? (Account 2085 = Translation Difference)

A.

| Differences | Main Account | Non-Int. Account |
|--|--------------|------------------|
| Currency Conversion Difference Account 1: | 2085 | |
| Currency Conversion Difference Account 2: | 2085 | |
| MNM Method Currency Conversion Difference: | | |
| Other Difference for Automatic Journals: | | |

B.

| Differences | Main Account | Non-Int. Account |
|--|--------------|------------------|
| Currency Conversion Difference Account 1: | | 2085 |
| Currency Conversion Difference Account 2: | | |
| MNM Method Currency Conversion Difference: | | |
| Other Difference for Automatic Journals: | 2085 | |

C.

| Differences | Main Account | Non-Int. Account |
|--|--------------|------------------|
| Currency Conversion Difference Account 1: | | |
| Currency Conversion Difference Account 2: | | |
| MNM Method Currency Conversion Difference: | 2085 | |
| Other Difference for Automatic Journals: | | |

D.

| Differences | Main Account | Non-Int. Account |
|--|--------------|------------------|
| Currency Conversion Difference Account 1: | | |
| Currency Conversion Difference Account 2: | | 2085 |
| MNM Method Currency Conversion Difference: | 2085 | |
| Other Difference for Automatic Journals: | | |

C

Correct Answers:

2: In the report below, assuming the closing rate (B) is .900 and the average rate (M) is .850, why is company CACAN out of balance?

| Currency Conversion Report | | | | | | | |
|------------------------------|------------------------------------|-----------------|---|-------|-------------|-------------|-------|
| Company Form Closing Version | | CACAN 1010 REPO | Canada Combined Balance Sheet and Income Statement Reported value | | | | |
| Account | | 0612 TS CAD | 0512 TS USD | Rate | 0612 TS CAD | 0612 TS USD | Rate |
| B100000 | Cash | 0 | 0 | 0.000 | 1,000 | 900 | 0.900 |
| B115000 | External Accounts Receivable | 0 | 0 | 0.000 | 100 | 90 | 0.900 |
| B130000 | Accounts Receivable - Net | 0 | 0 | 0.000 | 100 | 90 | 0.900 |
| B240000 | Total Current assets | 0 | 0 | 0.000 | 1,100 | 990 | 0.900 |
| B450000 | Total Assets | 0 | 0 | 0.000 | 1,100 | 990 | 0.900 |
| B711000 | RE - CYE | 0 | 0 | 0.000 | 1,000 | 850 | 0.850 |
| B735000 | Closing RE | 0 | 0 | 0.000 | 1,000 | 850 | 0.850 |
| B740000 | Currency Translation Adjustment | 0 | 0 | 0.000 | 100 | 90 | 0.900 |
| B745000 | Shareholders' equity | 0 | 0 | 0.000 | 1,100 | 940 | 0.855 |
| B750000 | Total Liabilities and Equity | 0 | 0 | 0.000 | 1,100 | 940 | 0.855 |
| R100_000 | External Revenue | 0 | 0 | 0.000 | 9,500 | 8,075 | 0.850 |
| R150_000 | Total Revenues | 0 | 0 | 0.000 | 9,500 | 8,075 | 0.850 |
| R160_000 | External Cost of Sales | 0 | 0 | 0.000 | 8,441 | 7,175 | 0.850 |
| R190_000 | Total Cost of Sales | 0 | 0 | 0.000 | 8,441 | 7,175 | 0.850 |
| R200_000 | External Gross Margin | 0 | 0 | 0.000 | 1,059 | 900 | 0.850 |
| R250_000 | Total Gross Margin | 0 | 0 | 0.000 | 1,059 | 900 | 0.850 |
| R350_000 | Manufacturing Profit-Summary Total | 0 | 0 | 0.000 | 1,059 | 900 | 0.850 |
| R525_000 | Net Operating Profit-Summary Total | 0 | 0 | 0.000 | 1,059 | 900 | 0.850 |
| R800_000 | Net Income-Summary Total | 0 | 0 | 0.000 | 1,059 | 900 | 0.850 |

A.Accounts that display currency conversion use the closing rate (B) rate instead of the average rate (M) rate.

B.Accounts that display currency conversion display local currency values instead of converted amounts.

C.General configuration settings for accounts that display currency conversion are empty, and therefore the remaining balance can not be posted.

D.General configuration settings for Currency Translation Adjustment use the incorrect account, and therefore the remaining balance can not be posted.

Correct Answers: C

3: In the diagrams below, a journal entry for Cash (account B100000, an asset account in the balance sheet) and External Reserves (account R100_000, a cost account in the income statement) is recorded in the amount of 100. The balance sheet in the Journals Across report does not balance anymore because Total Assets (account B450000) has a value of 1200 and Total Liabilities and Equity (account B750000) has a value of 1100. What caused the difference between the Total Assets and Total Liabilities and Equity accounts?

General Configuration Reconcile 2 shows the following:

| Main Settings | | Balance Sheet | P&L Statement |
|--------------------------|--|---------------|---------------|
| Net Income: | | R600_000 | R600_000 |
| Retained Earnings BS: | | | |
| Prev Year Net Income BS: | | | |

| Accounts for Analysis of Reserves | | Retained Earnings | Net Income |
|--|--|-------------------|------------|
| <input type="checkbox"/> Use transfer accounts | | | |
| Opening Balance: | | | |
| Transfer: | | | |
| Net Income (non-integrated): | | | B71000S420 |

| Differences | | Main Account | Non-Int. Account |
|--|--|--------------|------------------|
| Currency Conversion Difference Account 1: | | B740000 | B74000S510 |
| Currency Conversion Difference Account 2: | | B740000 | B74000S510 |
| MNM Method Currency Conversion Difference: | | | |
| Other Difference for Automatic Journals: | | | |

Company CATEST records the following Journal Entry:

| Journal Selections | |
|--------------------|--------------------------|
| Actuality: TS | Currency Type: LC CAD |
| Period: 0612 | Journal Type: GP US GAAP |
| Company: CATEST | Conversion Test |

| Account | Text | Vry | Region | Debit(CAD) | Credit(CAD) |
|----------|------------------|-----|--------|------------|-------------|
| B100000 | Cash | | | 100 | |
| R100_000 | External Revenue | | | | 100 |

Journal Across report shows the following:

| Company: CATEST Conversion Test | | US | |
|-----------------------------------|---------------------------------|----------|------------|
| Form: 1000 Detailed Balance Sheet | | Reported | GAAP Total |
| Closing Version: GAAP REPO + GAAP | | | |
| Currency: CAD | | | |
| Period: 0612 TEST | | | |
| B100000 | Cash | 1,000 | 100 1,100 |
| B115000 | External Accounts Receivable | 100 | 100 |
| B130000 | Accounts Receivable - Net | 100 | 100 |
| B240000 | Total Current assets | 1,100 | 100 1,200 |
| B450000 | Total Assets | 1,100 | 100 1,200 |
| B711000 | RE - CYE | 1,000 | 1,000 |
| B71000S | Retained Earnings | 1,000 | 1,000 |
| B71000S420 | RE / CY Earnings | 1,000 | 1,000 |
| B735000 | Closing RE | 1,000 | 1,000 |
| B740000 | Currency Translation Adjustment | 100 | 100 |
| B745000 | Shareholders' equity | 1,100 | 1,100 |
| B750000 | Total Liabilities and Equity | 1,100 | 1,100 |

- A. The company journal type, US GAAP, should credit account B711000 for 100.
- B. Balance Sheet for Net Income in the general configuration should be B711000.
- C. In the general configuration, no value has been specified in the Other Difference for Automatic Journals field.
- D. Net Income (Non-integrated) in the general configuration should be B711000.

Correct Answers: B

4: Company A has a reconciliation difference in Sales (income account) of -1,000, and a Cost of Sales (cost account) of 1,001. The general configuration indicates that the status will be updated based on Total Difference. The largest difference that will be accepted for reconciliation is 1,000. What is the status for Company A?

- A. Reconciled, because the net Active/Passive difference is 0.
- B. Processing, because Cost of Sales exceeds the largest acceptable difference.

C.Reconciled, because the total difference between Sales and Cost of Sales is 101.

D.Processing, because Active/Passive difference must always be zero.

Correct Answers: D

5: The controller has legal data with no extended dimensions and needs to lock these values once reconciled. They also have detailed extended dimensions management data that should reconcile to the legal data, but kept separate from the legal data. How can the Controller achieve this?

A.Create separate companies.

B.Create separate consolidation types.

C.Create linked actualities.

D.Create two submissions.

Correct Answers: D

6: An administrator wants end users to be able to carry out currency simulations. For example, a user may want to see how actual results would compare to budgeted results if the effects of currency rates were eliminated. What type of actuality must the administrator use for this purpose?

A.Weekly

B.Budget (BU) predefined actuality

C.Linkd

D.Actual (AC) predefined actuality

Correct Answers: C

7: Where do the values for the currency conversion difference account1 and account2 come from?

A.From reconciliation of automatic journals. Account1 records differences from BS accounts; account2 records differences from PL accounts.

B.From reconciliation of the reported version. The differences are recorded in the integrated reserves when using the current method.

C.From active/passive reconciliation. The positive or negative difference is calculated from the Balance Sheet.

D.From reconciliation of automatic journals. The differences are recorded in the non-integrated reserves when using the current method.

Correct Answers: C

8: In Controller's General Configuration, an administrator can specify that reconciliation is to be performed by journal type. On what other basis can reconciliation be performed?

A.by form structure

B.by closing version

C.by structure version

D.by company structure

Correct Answers: B

9: The administrator activated the Set Status for Submission to Ready After Reconciliation and the Use Period Locking on Company Level. What is the effect?

A.Submissions and reconciliations are locked and company status is set to ready.

- B. Company status is set to ready and submissions and reconciliations are started.
- C. Company status is set to ready and submissions are locked if reconciliations cleared.
- D. Submission is allowed only once per company when status is set to ready.

Correct Answers: C

10: An administrator created multiple submissions for the period 0812. Why would an administrator create multiple submissions for the same period?

- A. To enter data from multiple companies.
- B. To create multiple forms.
- C. To enter data for different reporting occasions.
- D. To create a report book with different reports.

Correct Answers: C