



1Z0-520

Oracle E-Business Suite R12.1 Purchasing Essentials
Exam Summary – Syllabus – Questions



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Introduction to 1Z0-520 Exam on Oracle E-Business Suite R12.1 Purchasing Essentials

You can use this document to collect all the information about Oracle E-Business Suite R12.1 - Purchasing Essentials (1Z0-520) certification. The Oracle 1Z0-520 certification is mainly targeted to those candidates who are from enterprise application background and want to flourish their career with Oracle E-Business Suite R12 Supply Chain Certified Implementation Specialist (OCIS/OCS) credential. The Oracle E-Business Suite R12.1 - Purchasing Essentials certification exam validates your understanding of the Oracle Applications technology and sets the stage for your future progression.

Oracle 1Z0-520 Certification Details:

Exam Name	Oracle E-Business Suite R12.1 Purchasing Essentials
Exam Code	1Z0-520
Exam Product Version	E-Business Suite Procurement
Exam Price	USD \$245 (Pricing may vary by country or by localized currency)
Duration	150 Mins
Number of Questions	80
Passing Score	E-business Essentials - 60%, Purchasing - 60%
Validated Against	The exam has been validated against Oracle R12.x
Format	Multiple Choice
Recommended Training	R12.x Oracle E-Business Suite Essentials for Implementers and R12.x Oracle Purchasing Fundamentals
Schedule Exam	Pearson VUE - Oracle
Recommended Practice	1Z0-520 Online Practice Exam

Oracle 1Z0-520 Exam Syllabus:

E-BUSINESS ESSENTIALS	
Navigating in R12 Oracle Applications	<ul style="list-style-type: none"> - Log in to Oracle Applications - Navigate from Personal Home Page to Applications - Choose a responsibility - Create Favorites and set Preferences - Use Forms and Menus - Enter data using Forms - Search for data using Forms - Access online Help - Run and monitor Reports and Programs - Log out of Oracle Applications
Introduction to Oracle Applications R12	<ul style="list-style-type: none"> - Explain the footprint of R12 E-Business Suite - Describe the benefits of R12 E-Business Suite - Describe R12 E-Business Suite architecture
Shared Entities and Integration	<ul style="list-style-type: none"> - Explain shared entities within R12 E-Business Suite - Describe key integration points and business flows between products in E-Business Suite (EBS) - Identify Key Business Flows and products involved in E-Business Suite (EBS)
Fundamentals of Flexfields	<ul style="list-style-type: none"> - Describe Flexfields and their components - Identify the steps to implement a Flexfield - Define value sets and values - Define Key Flexfields - Define Descriptive Flexfields
Fundamentals of Multi-Org	<ul style="list-style-type: none"> - Define Multiple Organization (Multi-Org) - Describe the types of organizations supported in the Multi-Org model - Explain the entities of Multi-Org - Explain how Multi-Org secures data - Identify key implementation considerations for Multi-Org - Define Multi-Org Access Control - Explain Multi-Org preferences - Explain Enhanced Multiple-Organization Reporting - Explain the concepts of subledger accounting
Fundamentals of Workflow and Alerts	<ul style="list-style-type: none"> - Explain Workflow concepts - Describe the benefits of Workflow
PURCHASING	
Procure to Pay Lifecycle Overview	<ul style="list-style-type: none"> - Describe the Procure to Pay process flow - Describe the key areas in the Procure to Pay process - Describe how the Procure to Pay process fits into the Oracle E-Business Suite of applications
Oracle Purchasing Overview	<ul style="list-style-type: none"> - Describe how the Procurement process fits into the Procure to Pay lifecycle - Describe the Procurement process flow - Describe the key areas in the Procurement process - Identify Purchasing integration points - Identify Purchasing open interfaces and APIs

<p>Enterprise Structure: Locations, Organizations, and Items</p>	<ul style="list-style-type: none"> - Describe the Oracle Applications Enterprise Structure at a high level - Describe the process for defining Inventory Organizations and Locations - Explain Multi-Org Considerations in defining Inventory Orgs
<p>Suppliers</p>	<ul style="list-style-type: none"> - Define suppliers - Define supplier sites - Manage suppliers - Identify standard reports for suppliers - Define setup options for suppliers - Identify and define additional implementation considerations for suppliers - Explain Global vs Local suppliers
<p>Document Security, Routing and Approval</p>	<ul style="list-style-type: none"> - Define your document security and access levels - Define your document approval and routing process - Identify key reports related to document security and routing - Describe setup options for document security, routing and approval - Identify implementation considerations for document security - Explain Multi-Org Considerations in defining document approval and routing process (including across Business Groups)
<p>RFQs and Quotations</p>	<ul style="list-style-type: none"> - Create RFQs - Create quotations - Identify key reports related to RFQs and quotations - Describe setup options for RFQs and quotations - Describe implementation considerations for RFQs and quotations
<p>Approved Supplier Lists and Sourcing Rules</p>	<ul style="list-style-type: none"> - Define supplier statuses - Set up and use an approved supplier list - Set up and use sourcing rules - Describe how sourcing information defaults to requisitions and purchase orders - Describe implementation considerations for approved supplier lists and sourcing rules - Understand Intercompany sourcing rules and processes
<p>Requisitions</p>	<ul style="list-style-type: none"> - Create purchase requisitions - Create Internal Requisitions - Describe requisition document interfaces - Identify standard reports for requisitions - Define setup options for requisitions - Identify additional implementation considerations for requisitions

Purchase Orders	<ul style="list-style-type: none"> - Create standard, blanket, contract, and planned purchase documents - Create purchasing document releases - Describe purchasing document interfaces - Maintain purchase orders - Identify standard reports for purchase orders - Define setup options for purchase orders - Identify additional implementation considerations for purchase orders
Automating Document Creation	<ul style="list-style-type: none"> - Use the Auto Create window to automate the creation of purchase documents - Use the "Create Releases" program to automatically generate blanket purchase agreement releases - Use the "PO Create Documents" workflow to automate the creation of purchase documents without buyer intervention
Professional Buyer's WorkCenter	<ul style="list-style-type: none"> - Use the Buyer's Work Center to manage requisitions - Use the Buyer's Work Center to create and manage standard purchase orders and blanket purchase agreements - Describe how the Buyer's Work Center is the buyer's desktop for negotiations and supplier management
Receiving	<ul style="list-style-type: none"> - Describe the process of receiving goods - Describe receipt routing - Describe receipt processing methods - Create standard, express, and cascade receipts - Describe substitute receipts, unordered receipts, returns and corrections - Describe pay on receipt - Describe Receiving Open Interface - Identify key receiving reports - Describe receiving setup options - Identify implementation considerations for receiving
Purchasing Accounting	<ul style="list-style-type: none"> - Describe the period closing process in Purchasing - Describe key accounts, accounting events and accounting entries - Create requisitions and purchase orders in foreign currency - Identify key reports for purchasing accounting - Describe setup options for purchasing accounting - Describe implementation considerations for purchasing accounting
Purchasing Administration	<ul style="list-style-type: none"> - Identify Purchasing administration and maintenance tasks - Identify key concurrent processes - Describe implementation considerations for purchasing administration

Appendix A - Setup Steps	<ul style="list-style-type: none"> - Identify key setup Reports - Describe setup sequence - Describe key reports for setup - Describe setup options and implementation considerations for setup
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1Z0-520 Sample Questions:

01. Which two statements are correct about defining inventory organizations and locations?

(Choose two.)

- a) A subinventory can be shared across two inventory organizations.
- b) You can restrict a location tagged as Global to a specific inventory organization.
- c) The item master is always the validation organization in a multiorganization structure.
- d) When the location is tagged as Global, it is NOT mandatory to select an international address style (where available).
- e) While defining a location that is local, you must ensure that the Ship Location and Ship-To site are always the same.

02. Consider the following scenario for inventory item A:

- 1) Standard Cost \$10, Purchase Order Line Price: \$12, Purchase Order Line Quantity: 10
- 2) Receipt Routing: Direct Delivery

You created a receipt of 8 units for item A. Which option correctly describes the effect on different accounts?

- a) Debit Material Account \$80; Credit Inventory AP Accrual Account \$96; Debit Invoice Price Variance Account \$16; No effect on Purchase Price Variance Account
- b) Debit Material Account \$80; Credit Inventory AP Accrual Account \$96; No effect on Invoice Price Variance Account; Debit Purchase Price Variance Account \$16
- c) Debit Material Account \$80; Credit Inventory AP Accrual Account \$80; No effect on Invoice Price Variance Account; Debit Purchase Price Variance Account \$16
- d) Credit Material Account \$80; Debit Inventory AP Accrual Account \$96; No effect on Invoice Price Variance Account; Credit Purchase Price Variance Account \$16
- e) Debit Material Account \$96; Credit Inventory AP Accrual Account \$96; No effect on Invoice Price Variance Account; Credit Purchase Price Variance Account \$16

03. Which two statements are true regarding lot-based unit of measure (UOM) conversions?

(Choose two.)

- a) You cannot update existing on-hand balances for lot-based UOM conversions.
- b) You can create lot-specific UOM conversions for on-hand lots or lots with a zero balance.
- c) You cannot create lot-specific UOM conversions for on-hand lots or lots with a zero balance.
- d) During a PO receipt, the lot-based conversion cannot be updated if the lot does not match existing conversion rates.
- e) Updating the on-hand balance on a lot-based UOM conversion requires a cycle count transaction with the lot number provided in the count record.

04. For which three reasons do you create a return in the Purchasing module?

(Choose three.)

- a) to return internal shipments
- b) to return items back to a customer
- c) to return delivered items to receiving
- d) to return externally sourced items to the supplier
- e) to return Return Material Authorization (RMAs) to the customer after material has been delivered to the inventory

05. Which two statements are true regarding approval workflows In Purchasing?

(Choose two.)

- a) You can limit approval levels in an Approval Group by Item Category.
- b) Approval routing can cut across legal entities within a business group.
- c) A Purchase Requisition and a Standard Purchase Order cannot have different approval levels.
- d) The Hierarchy Forward Method routes the document to the first approver in the hierarchy who has the required approval limits for that document.
- e) During Position Hierarchy setup, a constraint that must be considered is that the Subordinate must not be the manager of the Position Holder in their regular job roles.

06. RFQs and Quotations have setups in the following areas: Purchasing Control Options, Lookup Codes, and Profile Options. Select the two options that contain correct setups, for both the Purchasing Control Options and the Profile Options.

(Choose two.)

- a) Purchasing Control Options: Quotation Numbering, Line Type, and Quotation Required
- b) Profile Options: PO: Write Server Output to File, and PO: Warning Delay Days Number
- c) Purchasing Control Options: RFQ Numbering, Quote Warning Delay, and RFQ Required
- d) Profile Options: PO: Display AutoCreated Quotation, and PO: Warning Delay Days Number
- e) Purchasing Control Options: RFQ Quotation Numbering, Quote Warning Delay, and Quotation Required
- f) Profile Options: PO: Price Tolerance (%) for Catalog Updates, and PO: Warn if RFQ Required before AutoCreate

07. Which two statements are true about using foreign currency?

(Choose two)

- a) Requisition total is expressed in foreign currency.
- b) Currency can be changed even after a requisition is approved.
- c) Currency cannot be changed once a purchase order is approved.
- d) A foreign currency reference can be specified for each purchase order line.
- e) Requisition can automatically source blanket agreements or catalog quotations with foreign currency information.

08. You received 100 units of item A on Monday. On Tuesday, you discovered that three units are missing from the shipment. You entered a correction to adjust the quantity received to 97.

On Wednesday, you found two units damaged and you created a Return To Supplier transaction. The profile option PO: ERS Aging Period is set to 3 days.

What is true if the Payment on Receipt process is run on Friday?

- a) The process will generate an invoice for 95 units.
- b) The process will generate an invoice for 97 units and a debit memo for 2 units.
- c) The process will generate an invoice for 97 units. Then you will have to manually create a debit memo for 2 units.
- d) The Return To Supplier transaction already created a debit memo. The Payment on Receipt process will generate an invoice for 97 units.
- e) The process will generate an invoice for 100 units. Then you will have to manually adjust the invoice for 3 units and create a debit memo for 2 units.

09. For performing an ABC analysis, you need to define ABC Compile, ABC Classes, and ABC Assignment Groups. Identify two correct actions.

(Choose two.)

- a) Link an ABC Group to an ABC Compile.
- b) Link an ABC Compile to an ABC Group.
- c) Assign an ABC Group to an ABC Class.
- d) Assign an ABC Class to an ABC Group.
- e) Enable an ABC Group in Subinventories.

10. Which two reports detail pending inventory adjustments for a count?

(Choose two.)

- a) Cycle Count Listing
- b) Physical Inventory Tag Listing
- c) Physical Inventory Counts Report
- d) Physical Inventory Adjustments Report
- e) Cycle Counts Pending Approval Report
- f) Cycle Count Entries and Adjustments Report

Answers to 1Z0-520 Exam Questions:

QUESTION: 01 Answer: b, d	QUESTION: 02 Answer: b	QUESTION: 03 Answer: b, d	QUESTION: 04 Answer: b, c, d	QUESTION: 05 Answer: a, b
QUESTION: 06 Answer: c, f	QUESTION: 07 Answer: c, d	QUESTION: 08 Answer: a	QUESTION: 09 Answer: b, d	QUESTION: 10 Answer: d, e

Note: If you find any typo or data entry error in these sample questions, we request you to update us by commenting on this page or write an email on feedback@oraclestudy.com