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   CACAN   Canada
Form   1010   Combined Balance Sheet and Income Statement
Closing Version   REPO   Reported value

Account		0512 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
R199_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
R600_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
☐ Use transfer accounts		
Opening Balance:		
Transfer:		
Net Income (non-integrated):		B710005420

Differences

	Main Account	Non-Int. Account
Currency Conversion Difference Account 1:	B740000	B740005510
Currency Conversion Difference Account 2:	B740000	B740005510
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	\try	Region	Debit(CAD)	Credit(CAD)
B100000	...	Cash			100	
R100_000		External Reven				100

Journal Across report shows the following:

Company: CATEST Conversion Test
Form: 1000 Detailed Balance Sheet
Closing Version: GAAP REPO + GAAP
Currency: CAD
Period: 0612 TEST

		Reported	US GAAP	Total
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.Linked

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