

Vendor: Microsoft

Exam Code: MB3-862

Exam Name: Microsoft Dynamics GP 2010 Inventory & Order Processingt

Version: Demo

QUESTION: 1

In addition to transferring current-year quantities to history, what does the Inventory Year-End Closing process allow you to do? Choose the 2 that apply.

- A. Remove purchase receipts for items that have been completely sold.
- B. Remove any discontinued items that have been completely sold.
- C. Update item history for items that have not been sold.
- D. Update lot and serial numbers for new items that have not been sold.

Answer: A, B

QUESTION: 2

The Landed Cost Apportionment window allows you to distribute landed costs based on weight and what other methods? Choose the 2 that apply.

- A. Percentage
- B. Quantity
- C. Site ID
- D. Value

Answer: B, D

QUESTION: 3

What allows documents to be tracked back to their original source in Sales Order Processing?

- A. Batch ID
- B. Document Number
- C. Master Number
- D. Transfer Number

Answer: C

QUESTION: 4

What is the effect of selecting the checkboxes in Inventory Setup to Allow Overrides for adjustment, variance, or transfer transactions?

- A. The quantity entered on the transaction can be changed after posting.
- B. Quantities that are greater than the quantity available can be entered.
- C. Item quantity shortages can be substituted.
- D. The item number can be changed on a transaction.

Answer: B

QUESTION: 5

You have decided to implement cycle counting for certain inventory items and want to perform the counts every three weeks. What feature in Inventory allows you to set working or nonworking days for counting purposes?

- A. Item Resource Planning
- B. Cycle Count Assignment
- C. Stock Calendar
- D. Stock Schedule

Answer: C

QUESTION: 6

Which item type tracks quantity, but not current cost?

- A. Kit
- B. Miscellaneous Charges
- C. Sales Inventory
- D. Services

Answer: D

QUESTION: 7

When selecting the Quantity Decimals for an inventory item what requirement must be met to save the selection?

- A. The Quantity Decimals must equal the number of decimals set for the Price Level assigned to the item.
- B. The Quantity Decimals must equal the number of decimals set for the Unit of Measure schedule assigned to the item.
- C. The Quantity Decimals must equal the number of Currency Decimals set for the item.
- D. The Quantity Decimals must equal the number of decimals set for the Price Group.

Answer: B

QUESTION: 8

You have created a SmartList that displays On Hand, Available, and Allocated quantities for your inventory items. What does the Allocated quantity represent?

- A. The quantity available to sell.
- B. The quantity reserved for sale or assembly.
- C. The quantity On Hand less the quantity reserved for sale or assembly.
- D. The quantity Available less the quantity reserved for sale or assembly.

Answer: B

QUESTION: 9

When an item is entered on a sales transaction, in what order does the system search for a default price level?

- A. Item's default price level, customer card, Receivables Management Setup
- B. Receivables Management Setup, item's default price level, customer card
- C. Customer card, Receivables Management Setup, item's default price level
- D. Item's default price level, Receivables Management Setup, customer card

Answer: C

QUESTION: 10

In addition to Price Levels what other fields can be defined when creating a price list in Item Price List Maintenance? Choose the 2 that apply.

- A. Expiration Date
- B. Quantity
- C. Sales Tax Option
- D. Unit of Measure

Answer: B, D

QUESTION: 11

A manual count of various inventory items has revealed discrepancies in quantities at several of your sites. What inventory transaction type should you create to record these differences?

- A. Adjustment
- B. InTransit Transfer
- C. Transfer
- D. Variance

Answer: D

QUESTION: 12

What does an Inventory Transfer transaction record for inventory items? Choose the 2 that apply.

- A. A transfer from one price group to another.
- B. A transfer from one Item type to another.
- C. A transfer from one Quantity type to another.
- D. A transfer from one site to another.

Answer: C, D

QUESTION: 13

What field is updated in the Stock Count Entry window if a transaction is posted after the stock count has been started?

- A. Allocated quantity
- B. Captured quantity
- C. Counted quantity
- D. On Hand quantity

Answer: D

QUESTION: 14

When a stock count is successfully processed what type of transaction will be created in Inventory?

- A. Adjustment
- B. InTransit Transfer
- C. Transfer
- D. Variance

Answer: D

QUESTION: 15

Which Valuation Methods use actual cost when valuing inventory? Choose the 2 that apply.

- A. FIFO Periodic
- B. FIFO Perpetual
- C. LIFO Periodic
- D. LIFO Perpetual

Answer: B, D

QUESTION: 16

You want to change prices for a range of items. What inventory feature can be used to make this change?

- A. Adjust Costs

- B. Item Class
- C. Item Price List Maintenance
- D. Price List Utility

Answer: D

QUESTION: 17

When rolling down changes to items using the item class, what field changes cannot be rolled down? Choose the 2 that apply.

- A. Price Group
- B. Tax Option
- C. U of M Schedule ID
- D. Valuation Method

Answer: C, D

QUESTION: 18

You have received a freight invoice for a shipment of inventory items. The shipment has already been posted in inventory. How can you add this invoice amount to the cost of the item?

- A. Use the Price List utility to add the cost to the item.
- B. Enter an increase adjustment for the additional cost.
- C. Use the Adjust Costs utility to add the cost to the item.
- D. Void the original transaction and reenter with the new cost.

Answer: C

QUESTION: 19

It is period end and you are reviewing the activity in your general ledger inventory account. Which Inventory report can help you review the transactions for inventory items?

- A. Item Period History
- B. Purchase Receipts

- C. Stock Status
- D. Turnover

Answer: B

QUESTION: 20

What is an option during the yearend close specific to the items using FIFO or LIFO periodic valuation methods?

- A. Change Valuation Method
- B. Remove Sold Lot Attributes
- C. Remove Discontinued Items
- D. Update Standard Cost

Answer: D

QUESTION: 21

In Item Transaction Entry, which document types can be entered? Choose the 2 that apply.

- A. Adjustments
- B. Allocations
- C. Transfers
- D. Variances

Answer: A, D

QUESTION: 22

You have created a SmartList that shows quantity on hand, quantity available, and quantity allocated. These quantities do not match what is in Item Inquiry. What utility will reset the inventory quantities to match what has been posted?

- A. Adjust Costs
- B. Check Links
- C. Reconcile
- D. Remove History

Answer: C

QUESTION: 23

The controller of Adventure Works needs to evaluate the inventory usage for the last six months. What inventory feature allows you to analyze your inventory based on usage quantity, value or cost?

- A. ABC Analysis Wizard
- B. Item Inquiry window
- C. Item Turnover report
- D. Stock Status report

Answer: A

QUESTION: 24

You have additional information you want to track for your inventory items. There is no corresponding field to track this information. What functionality will track up to six additional fields of information for each item?

- A. Default Item Site ID
- B. Generic Description
- C. Item Classes
- D. User Categories

Answer: D

QUESTION: 25

What is Base Unit of Measure? Choose the 2 that apply.

- A. The base quantity for ordering an item.
- B. The smallest unit in which you buy or sell an item.
- C. The unit for which you will track quantities of an item.
- D. The unit that is used as a default for buying and selling an item.

Answer: B, C

QUESTION: 26

The first segment of your account number tracks your company location. You have three different locations each with their own warehouse and inventory. You have assigned segment 1 as the Segment ID for Sites in Inventory Control Setup and have set up appropriate general ledger accounts. What other step must be taken to ensure an override of segment 1 will contain the appropriate location segment number during transaction entry?

- A. Set up multiple Item Classes to track items at different sites.
- B. Update the distributions for a transaction so that segment 1 contains the correct location number.
- C. Assign the segment number for the site in the Site Maintenance window.
- D. Assign segment 1 to each inventory item in the Item Accounts Maintenance window.

Answer: C

QUESTION: 27

In addition to providing defaults for data entry, what other benefits do Item Classes provide? Choose the 2 that apply.

- A. Multiple records can be changed quickly.
- B. Some Inventory reports can be grouped or sorted by Item Class.
- C. Groups of items can be sold together if they are assigned to an Item Class.
- D. Item numbers are automatically generated by Item Class.

Answer: A, B

QUESTION: 28

You have received a freight bill for an inventory item and would like the cost of freight to be added to the cost of the inventory item. What feature must be enabled to track additional costs for items and still be able to enter an invoice from the freight vendor?

- A. Allow Overrides

- B. Landed Costs
- C. Revalue for Cost Variance
- D. Via Site ID

Answer: B

QUESTION: 29

Purchase orders can be created for which of the following inventory item types? Choose the 2 that apply.

- A. Discontinued
- B. Kit
- C. Miscellaneous Charges
- D. Services

Answer: C, D

QUESTION: 30

Where does the Unit Cost on a line item of a purchase order default from?

- A. It is the originating vendor cost from this vendor.
- B. It is the lowest price you paid for the item from this vendor.
- C. It is the negotiated price for the item from this vendor.
- D. It is the Standard Cost of the item from Item Maintenance.

Answer: A

QUESTION: 31

A purchase order can be committed to what type of sales documents? Choose the 2 that apply.

- A. Back Orders
- B. Invoices
- C. Orders
- D. Quotes

Answer: A, C

QUESTION: 32

You have several line items on a purchase order that are for the same item number. Other than the item number and cost, what must be common between these line items to combine them to print as one on the purchase order?

- A. Inventory account number
- B. Quantity
- C. Release date
- D. Unit of Measure

Answer: D

QUESTION: 33

What other type of receiving transaction can be entered in addition to a shipment or a shipment/invoice?

- A. Blanket
- B. Drop Ship
- C. InTransit Transfer
- D. Invoice

Answer: C

QUESTION: 34

You have rejected part of a shipment. After entering the quantity rejected on Receiving Item Detail Entry, what other field is updated?

- A. Quantity canceled
- B. Quantity invoiced
- C. Quantity ordered
- D. Quantity previously shipped

Answer: D

QUESTION: 35

You have received a partial shipment for an item that has multiple sales order commitments. All of the commitments cannot be filled with this shipment. You would like to fill the order for Coho Vineyard first. What document type will allow you to change the order in which the commitments are fulfilled?

- A. Sales Order
- B. Sales Invoice
- C. Purchase Order
- D. Receiving Shipment

Answer: C

QUESTION: 36

When receiving a shipment type transaction, what fields can be edited for a PO line item? Choose the 2 that apply.

- A. Quantity Invoiced
- B. Quantity Ordered
- C. Quantity Shipped
- D. Unit Cost

Answer: C, D

QUESTION: 37

Posting a purchase order invoice without a cost variance will update what modules? Choose the 2 that apply.

- A. Bill of Materials
- B. Fixed Assets
- C. General Ledger
- D. Payables Management

Answer: C, D

QUESTION: 38

Your customer has just requested expedited shipping of an item you do not have in stock. You would like to order this item and ship it to your customer as quickly as possible. What type of purchase order should you create?

- A. Blanket
- B. Drop Ship Blanket
- C. Drop Ship
- D. Standard

Answer: C

QUESTION: 39

You are entering a purchasing invoice for a posted shipment with no cost variance. The distribution accounts will default to Accounts Payable and what other posting account?

- A. Accrued Purchases
- B. Cost of Goods Sold
- C. Inventory
- D. Purchase Price Variance

Answer: A

QUESTION: 40

What type of return transaction is used when returning an item that did not originate on a purchase order? Choose the 2 that apply.

- A. Inventory
- B. Inventory with Credit
- C. Return
- D. Return with Credit