



SAP FICO Question Bank

The Institute of Cost
Accountants of India

Board of Advanced Studies

Multiple Choice

Question Number 1

- Following are the FICO Organisation Elements

- A. Company Code, Business Area, Operating Concern, Plant
- B. Company Code, Controlling Area, Business Area, Profit Centre
- C. Both A & B
- D. None of the above

Multiple Choice

Question Number 2

- Posting Key Controls:
 - A. Debit or Credit, Account Type
 - B. Number Range, Debit or Credit
 - C. Both A & B
 - D. None of the above

Multiple Choice

Question Number 3

- Company code
-
- A. Is same as Company
 - B. Is assigned to Operating Concern
 - C. Used for generating P&L, BS etc.
 - D. All of the above

Multiple Choice

Question Number 4

- What is Year dependent Fiscal Year Variant?
 - A. Follows Calendar year
 - B. Follows Fiscal year
 - C. Number of days in a month is not as per the calendar month
 - D. None of the above

Multiple Choice

Question Number 5

- While defining input and output taxes in SAP
 - A. Each country can have multiple Tax Procedure
 - B. Tax Rate is defined in Tax Procedure
 - C. GL Account is determined from Tax Procedure
 - D. None of the above

Multiple Choice

Question Number 6

- Following is true for FSV
 - A. FSV can provide statement by Business Area
 - B. FSV can be executed for multiple COA & Company Code
 - C. Multiple version of FS can be created using FSV
 - D. All of the above

Multiple Choice

Question Number 7

- Field Status Group
-
- A. Defines Fields that can be posted as optional or mandatory
 - B. Defines account number range for GL accounts
 - C. Defines document types that can be used
 - D. None of the above

Multiple Choice

Question Number 8

- Business Area

- A. Is defined at client level
- B. Has issues with account splitting of common accounts
- C. Both A&B
- D. None of the above

Multiple Choice

Question Number 9

- Default exchange rate type that is picked for all transactions

- A. X
- B. P
- C. E
- D. M

Multiple Choice

Question Number 10

- Which combination of period is normally allowed in fiscal year?
-
- A. 12 normal period and 12 special period
 - B. 12 normal period and 4 special period
 - C. 12 normal period and no special period
 - D. 10 normal period and 2 special period

Multiple Choice

Question Number 11

- During Goods Receipts, GR/IR account is
 - A. Debited
 - B. Credited
 - C. Not required
 - D. None of the above

Multiple Choice

Question Number 12

- Internal Order
-
- A. Can be real or statistical
 - B. Provides more information on the cost
 - C. Can be posted directly under certain condition
 - D. All of the above

Multiple Choice

Question Number 13

- Which statement is not true for Asset Class
 - A. Multiple Assets can be assigned to Asset Class
 - B. Single asset can be assigned to multiple asset class
 - C. GL account is determined using Asset Class
 - D. Default values for calculating depreciation is specified in Asset Class

Multiple Choice

Question Number 14

- Which statement for Account Group is incorrect?
 - A. Is used in GL, Customer and Vendor accounts
 - B. Defines number range for both account and document
 - C. Determines fields for entry screen for master record
 - D. Account Group is created with reference to COA

Multiple Choice

Question Number 15

- Which statement is incorrect for Document Type
 - A. Defines number range for the document
 - B. Controls the type of accounts that can be posted to
 - C. Determines debit or credit for the account
 - D. Created for differentiating business transactions

Multiple Choice

Question Number 16

- Which statement is true for GR/IR account

- A. It's a provision account
- B. Shows uncleared items till invoice is not accounted
- C. It has a 'automatic posting' in GL activated
- D. All of the above

Multiple Choice

Question Number 17

- Which statement/s are true for Open Item management in General Ledger
 - A. Check box to activate OI is in master record
 - B. Helps to manage account in terms of cleared items and uncleared items
 - C. GR/IR account should be maintained on OI basis
 - D. All of the above

Multiple Choice

Question Number 18

- Which statement/s are true for Posting Period Variant
-
- A. Posting Period cannot be assigned to more than 1 company code
 - B. OB52 tcode is used for maintaining posting period
 - C. Only accounts with account type S is allowed to be maintained
 - D. All of the above

Multiple Choice

Question Number 19

- Company code can have
 - A. One local currency
 - B. Two local currencies
 - C. Any number of local currencies
 - D. None of the above

Multiple Choice

Question Number 20

- Posting in Company Code is done in which Chart of Account?

- A. Consolidation Chart of Accounts
- B. Operative Chart of Accounts
- C. Country Chart of Accounts
- D. None of the above

Multiple Choice

Question Number 21

- Which statements are true for exchange rates?

- A. Company can use indirect exchange rate only
- B. Company can use direct exchange rate only
- C. Both A & B
- D. None of the above

Multiple Choice

Question Number 22

- Which statements are true for retained earnings account?

- A. Company Code can have only one retained earning account
- B. Company Code can have more than one retained earning account
- C. Chart of Accounts can have only one retained earning account
- D. None of the above

Multiple Choice

Question Number 23

- Chart of Account segment of a GL master record has
 - A. Field Status Group
 - B. Balance Sheet or P&L
 - C. Account Currency
 - D. Automatic Posting

Multiple Choice

Question Number 24

- Vendor invoices are posted with document type

- A. SA
- B. KR
- C. WE
- D. VE

Multiple Choice

Question Number 25

- Period or month in which an entry appears in GL account is derived from
 - A. Document date
 - B. Translation date
 - C. Posting date
 - D. Baseline date

Multiple Choice

Question Number 26

- Using this indicator, the system determines a special screen and the reconciliation account in the general ledger which will be updated by the line item.
-
- A. Transaction Type
 - B. Trading Partner BA
 - C. Special GL
 - D. None of the above

Multiple Choice

Question Number 27

- Business Area once defines is available

- A. For all company codes in the client
- B. For all company code in all client
- C. Only to company code to which BA is assigned
- D. None of the above

Multiple Choice

Question Number 28

- Customer and vendors are defined at following level

- A. At company code level
- B. At client level
- C. At controlling area level
- D. At company level

Multiple Choice

Question Number 29

- Sub-ledger (AP, AR, AA) posts transactions in GL based on
 - A. Automatic Posting
 - B. Interface
 - C. Reconciliation account
 - D. Does not post to GL

Multiple Choice

Question Number 30

- When a posted document is reversed, the document number must be
 - A. Internal
 - B. External
 - C. User determined
 - D. Internal or External

Multiple Choice

Question Number 31

- You can post transactions to an account in any currency only if
 - A. Account currency is not maintained
 - B. Account currency is same as local currency of the company code
 - C. Account currency is different from company code currency
 - D. Under all circumstances

Multiple Choice

Question Number 32

- You can carry forward P&L account balances to
 - A. Multiple retained earnings accounts, automatically
 - B. Single retained earnings account, automatically
 - C. Multiple retained earnings accounts, through period end processing
 - D. Single retained earnings accounts, through period end processing

Multiple Choice

Question Number 33

- The views maintained for vendor master data are
 - A. General data, company code data
 - B. General data, company code data, purchasing data
 - C. General data, company code data, business area data
 - D. General data, company code data, business area data, plant data

Multiple Choice

Question Number 34

- Group key assigned to vendor master records control the following
 - A. It is a combination of up to three fields based on which open invoices are selected for automatic payment
 - B. Basis for grouping several vendors for balance display
 - C. Basis for classifying vendors for standard reporting
 - D. None of the above

Multiple Choice

Question Number 35

- If you want to create a document and post it only after getting approval, you will use
 - A. Sample Document
 - B. Standard Document
 - C. Account assignment model
 - D. Parked document

Multiple Choice

Question Number 36

- In which of the following processes do the original invoices remain as open items
-
- A. Residual payment
 - B. Partial payment
 - C. Charge off difference
 - D. Distribute difference

Multiple Choice

Question Number 37

- Highest node in asset accounting is

- A. Chart of Account
- B. Asset Class
- C. Chart of Depreciation
- D. Country

Multiple Choice

Question Number 38

- Chart of Depreciation is assigned to

- A. Company Code
- B. Country
- C. Chart of Account
- D. Not assigned

Multiple Choice

Question Number 39

- Asset Class controls

- A. Account determination
- B. Number Range
- C. Block/ unblock
- D. All of the above

Multiple Choice

Question Number 40

- You are changing the depreciation rate for one of the asset. Which statement is correct
 - A. System will automatically calculate planned depreciation
 - B. Program will need to be run for re-calculation of planned depreciation
 - C. Depreciation rate cannot be changed once defined
 - D. None of the above

Multiple Choice

Question Number 41

- Your company has procured 10 trucks. How will you create asset master

- A. Create 10 different asset master
- B. Create only one asset master for 10 cars
- C. Use “Number of similar assets” field while creating asset master
- D. None of the above

Multiple Choice

Question Number 42

- Which statement is true for Controlling Area
 - A. One company code can be assigned to multiple controlling area
 - B. Two company code with different COA but same FYV can be assigned to a Controlling Area
 - C. You can create cost center only with reference to Controlling Area
 - D. None of the above

Multiple Choice

Question Number 43

- Which statement is true for Cost Element
 - A. Every GL account needs to be created as a cost element
 - B. Cost Element can only post to Cost Centre
 - C. It can be used for posting from GL to CC and CC to CC
 - D. None of the above

Multiple Choice

Question Number 44

- Which statement is true for Cost Centre

- A. Every Cost Centre refers to a Company Code
- B. Profit Center is mandatory
- C. Cost Centre cannot be created without validity period
- D. A & C

Multiple Choice

Question Number 45

- Which cycle retains the identity of original cost element while transferring cost from sender to receiver CC
-
- A. Assessment
 - B. Distribution
 - C. Indirect Activity Allocation
 - D. All the above

Multiple Choice

Question Number 46

- While posting to Cost Centre, you would like certain GL account/s to always post to a specific cost center. Which Statement below is true?
-
- A. Configure in OKB9
 - B. Update the Cost Element master KA02
 - C. Use allocation cycle
 - D. A & B

Multiple Choice

Question Number 47

- Tcodes used in Cost Centre planning process
-
- A. KP06, KP26
 - B. KSPI
 - C. KP46
 - D. All the above

Multiple Choice

Question Number 48

- Enterprise Structure in CO

- A. Controlling Area
- B. Operating Concern
- C. Cost Center
- D. A & B

Multiple Choice

Question Number 49

- Which statement is false for assignment in CO

- A. Assign Controlling area to Operating Concern
- B. Assign Company Code to Controlling Area
- C. Assign Company Code to Operating Concern
- D. A & B

Multiple Choice

Question Number 50

- In Profitability Analysis, you would like to analyze profitability by product and customer. This combination is called
 - A. Value Field
 - B. Characteristic
 - C. Profitability Segment
 - D. Cost Component

Multiple Choice

Question Number 51

- When you can further allocate/settle costs to any other cost object in CO, either as 'senders' or as 'receivers', it is
 - A. Real Posting
 - B. Statistical Posting
 - C. A & B
 - D. None of the above

Multiple Choice

Question Number 52

- Which is not true for Internal Order

- A. Can be Real or Statistical
- B. Can be used for AUC scenario
- C. All IO can be settled to another Cost Object
- D. System status shows activities performed like REL, SETC

Multiple Choice

Question Number 53

- How does Revenue flow into costing-based COPA?

- A. Posting from General Ledger
- B. Manual entry
- C. Condition Type in SD module
- D. A & B

Multiple Choice

Question Number 54

- Which of the following is incorrect about Cost Center?

- A. Cost center in accounting is used to differentiate between different activities and for differentiated controlling of costs arising in an organization
- B. Each cost center is assigned with different activity types and each activity type shows the specific activities in cost center.
- C. You can create Cost center without using cost center hierarchical structure.
- D. Cost centers can be further combined into cost center groups and they can be used to create cost center hierarchies.

Multiple Choice

Question Number 55

- Which of the following determines where costs are incurred in the organization?
-
- A. Cost center Accounting
 - B. Internal Orders
 - C. Cost Element Accounting
 - D. All the above

Multiple Choice

Question Number 56

- Which of the following allows you to calculate key figures in cost accounting like- ROI, Cash flow etc. and it allows you to delegate responsibility to decentralized units and allows you to treat as separate companies in a company?
-
- A. Cost center
 - B. Profit Center
 - C. Investment Center
 - D. All the above

Multiple Choice

Question Number 57

- Which of the Transaction code can be used to create an activity type in Controlling?
-
- A. KX01
 - B. KL01
 - C. KM01
 - D. None of these

Multiple Choice

Question Number 58

- Which of the following is a smallest unit of responsibility in an organization?
-
- A. Cost Center
 - B. Activity Area
 - C. Profit Center
 - D. Work Order

Multiple Choice

Question Number 59

- Which of the following is incorrect about Profit Center?

- A. To analyze the cost of a product line or a business unit
- B. To generate profit and loss accounts according to Profit Center and also generate balance sheet
- C. Key components of a profit center includes- name of the profit center, the controlling area under which it is assigned, time period, person responsible for the profit center, standard hierarchy, etc.
- D. Profit center can be used for internal and external reporting purposes.

Multiple Choice

Question Number 60

- Purpose of Costing Sheet
 - A. To calculate costing of a product
 - B. To connect with excel for costing
 - C. To calculate overhead in controlling
 - D. None of the above

Multiple Choice

Question Number 61

- What is costing variant?
 - A. Provides different versions of product cost
 - B. Saved query with parameters for repetitive execution
 - C. Configuration that controls entire process of product costing
 - D. None of the above

Multiple Choice

Question Number 62

- Configuration parameters maintained in Costing Variant

- A. Costing Type
- B. Valuation Variant
- C. Date Control
- D. All the above

Multiple Choice

Question Number 63

- Component not needed for Product Costing

- A. Material Master
- B. BOM
- C. Routing
- D. New GL

Multiple Choice

Question Number 64

- BOM of a finished product is made of several semi-finished product BOM. How does SAP goes about costing the product?

- A. System first calculates the costs for the materials with the lowest costing level and assigns them to cost components
- B. Cost of highest-level material is first calculated and assigned to cost component
- C. SAP picks up BOM based on larger quantity and processes it further
- D. SAP picks up BOM based on larger total cost and processes it further

Multiple Choice

Question Number 65

- For calculating activity cost, from where does SAP picks up activity price
-
- A. Work center
 - B. Routing
 - C. Cost center
 - D. Costing Sheet

Multiple Choice

Question Number 66

- Where is Work Center used?

- A. Routing
- B. BOM
- C. Material Master
- D. Costing Sheet

Multiple Choice

Question Number 67

- Plant

- A. Place that is manufacturing product
- B. Warehouse
- C. Virtual
- D. All the above

Multiple Choice

Question Number 68

- The system does not allow you to create a primary cost element.
What do you check first?
 - A. Whether the P/L account exists
 - B. Whether the cost element category is valid
 - C. Whether the balance sheet account exists
 - D. Whether the G/L account currency is the same as the controlling area currency

Multiple Choice

Question Number 69

- You have posted the results of an assessment cycle run, but some of the assigned receivers were incorrect. How can you correct this?
- A. Correct the receiver entries and rerun the cycle with a different cycle run group to post only the corrected results to the first run
- B. Cancel the allocation with the original settings before you correct the receiver entries and rerun the cycle
- C. Correct the receiver entries and rerun the cycle. The original run will be canceled automatically
- D. Post a manual cost allocation with the same assessment cost element

Multiple Choice

Question Number 70

- Where do you have to activate Commitments Management to enable postings of commitments on cost centers?
 - A. In the cost element master record
 - B. In the standard hierarchy
 - C. In the controlling area
 - D. In the cost center master record

Multiple Choice

Question Number 71

- Which of the following terms apply to costing-based profitability analysis?
-
- A. Contribution margin
 - B. Segment reporting
 - C. Cost of sales accounting
 - D. A & C

Multiple Choice

Question Number 72

- What are typical use cases for product cost by period?
-
- A. Very flexible production environment
 - B. Continuous production
 - C. High volume production
 - D. B & C

Multiple Choice

Question Number 73

- SAP can calculate standard cost estimate for the past date
-
- A. This is not possible
 - B. SAP can do a retrospective re-valuation of stock

Multiple Choice

Question Number 74

- Cafeteria is booked with expenses such as electricity, water, salary, gas, conveyance etc. At the month-end, total cafeteria cost is allocated to various department based on number of employees. This is achieved using:
 - A. Assessment
 - B. Distribution
 - C. Indirect Activity Allocation
 - D. Any of the above

Multiple Choice

Question Number 75

- Component of Costing Sheet

- A. Base
- B. OH Rate
- C. Credit
- D. All the above

Multiple Choice

Question Number 76

- Which information is maintained in Chart of Account

- A. Length of GL account
- B. Controlling Integration
- C. Group COA
- D. All the above

Multiple Choice

Question Number 77

- If we are using the same chart of account in more than one company code
 - A. The company code segments are same in all company codes
 - B. The account name & account no. is same in all company codes
 - C. The currency in company code segment in all company codes is the same
 - D. The group account number is different in all company codes

Multiple Choice

Question Number 78

- The appearance of the company code segment of a G/L account is based on
 - A. Account group entered in the chart of account segment
 - B. Group account number entered in chart of account segment
 - C. Assignment of group chart of account in chart of account
 - D. None of the above

Multiple Choice

Question Number 79

- Creation of duplicate accounts in A/P can be prevented by using
 - A. The match code before creating the new account
 - B. Sensitive dual control
 - C. Switching on automatic duplication check
 - D. A & C

Multiple Choice

Question Number 80

- Which of the following statements are false
 - A. Posting keys are defined at client level
 - B. Account types allow line item postings based on the posting key
 - C. Field status definition 'suppressed' and 'required' cannot be combined
 - D. Field status groups are examples of variant principle

Multiple Choice

Question Number 81

- R/3 system contains
 - A. Data base server only
 - B. Application server only
 - C. Presentation server only
 - D. All the above

Multiple Choice

Question Number 82

- If you want to chose a different set of fields in a vendor account line item display, you choose a different
 - A. Sort Variants
 - B. Totals variants
 - C. Line layouts
 - D. Additional fields

Multiple Choice

Question Number 83

- Which of the following organizational assignments is not stored in the internal order master?
 - A. Plant
 - B. Storage locations
 - C. Profit Center
 - D. Business Area

Multiple Choice

Question Number 84

- Which of the following organizational unit assignments is correct?

- A. Plant → Company code → Operating concern → Controlling Area
- B. Company code → Plant → Controlling Area → Operating concern
- C. Plant → Company code → Controlling Area → Operating concern
- D. Company code → Plant → Operating concern → Controlling Area

Multiple Choice

Question Number 85

- Each G/L account code in group COA can be mapped to following no. of account codes in operating COA
 - A. only one account code
 - B. maximum three account codes
 - C. many account codes
 - D. it cannot be mapped

Multiple Choice

Question Number 86

- You can clear open items only when they have same
 - A. business area, amount, opposite dr/cr indicator and same entry in fields that are configured for automatic clearing
 - B. the amount, opposite dr/cr indicator
 - C. business area, amount and opposite dr/cr indicator
 - D. the amount, opposite dr/cr indicator and same entry in fields that are configured for automatic clearing

Multiple Choice

Question Number 87

- Foreign currency valuations on G/L accounts are performed on the following accounts
 - A. all accounts
 - B. all accounts managed on open item basis
 - C. all accounts managed on open item basis and all accounts with account currency different from local currency
 - D. accounts managed on open item basis having foreign currency transactions and all accounts with account currency different from the local currency

Multiple Choice

Question Number 88

- When you carry out regrouping through AR or AP, the following activities are performed
 - A. reclassify where debtors have a credit balance and vice versa
 - B. reclassify open items by remaining life
 - C. reclassify by changed reconciliation accounts
 - D. all the above

Multiple Choice

Question Number 89

- Which of the following are required settings for foreign currency valuation?
 - A. Define exchange rates & valuation methods
 - B. Define expense and revenue accounts for exchange rate differences
 - C. Specify balance sheet adjustment accounts for receivables and payables
 - D. All the above

Multiple Choice

Question Number 90

- What should be the price control for a material master which has a price determination indicator 3 where material ledger is activated?
- A. S
- B. V
- C. S or V
- D. None of the above

Multiple Choice

Question Number 91

- Which statement is true for Material Ledger configuration

- A. Activate Valuation Areas for Material Ledger
- B. Assign Currency Types to Material Ledger Type
- C. Assign Material Ledger Types to Valuation Area
- D. All the above

Multiple Choice

Question Number 92

- Which statement is true for Material Ledger

- A. Material ledger once activated for a plant cannot be switched off
- B. After the actual costing run you cannot post any MM(Materials Management) entry to the previous period
- C. There are two options available while performing actual costing run – Revaluation and Accrual
- D. All of the above

Multiple Choice

Question Number 93

- Which statement is not true for Valuation Class
-
- A. Helps in Finance account determination for material master
 - B. We can group together different materials with similar properties by valuation class
 - C. It is configuration in Costing Variant for Standard Costing
 - D. Once transacted, we can change VC only if the stock is nil

Multiple Choice

Question Number 94

- Which statement is not true for Moving Average Price
 - A. The moving average price in the case of goods issue remains unchanged
 - B. FG is valued using MAP
 - C. In goods receipt the moving average price might change
 - D. Invoice verification may lead to change in MAP

Multiple Choice

Question Number 95

- Which statement is not true for Account Determination
 - A. FI MM settings are maintained in transaction code OBYC
 - B. There are various transaction keys to be maintained like BSX, WRX, GBB, PRD etc.
 - C. GL account is specified in the transaction key for automating entry to GL
 - D. Account determination setting is at the Client level

Multiple Choice

Question Number 96

- Which statement is true for Valuation Area

- A. Valuation Area in SAP can be at the plant level or the company code
- B. Valuation at plant level will allow different prices for same material at different plants
- C. At company code level, there can be one price across all plants for same material
- D. All the above

Multiple Choice

Question Number 97

- Which statement is not true for price determination indicator in the material master for the purpose of actual costing run
- A. Indicator 1- Estimate base, Indicator 2 – transaction based, 3 – Single level / multi level
- B. In case of price determination indicator 2 no actual costing will take place. In case of price determination indicator 3 actual costing will take place
- C. In indicator 3, price control indicator should be S
- D. Actual costing run needs to be done immediately after the new month roll over

Multiple Choice

Question Number 98

- Which statement is not true for price determination indicator in the material master for the purpose of actual costing run
 - A. Variance is calculated for order with status REL, PREL, PDLV based on the difference between standard & actual cost of inputs
 - B. In the product cost by order component the WIP is calculated at actual costs
 - C. In the product cost by period component the WIP is calculated at target costs
 - D. TECO status on order shows that activities on the order is complete

Multiple Choice

Question Number 99

- In period 1 there is a WIP posted of INR 22000, in period 2 some further goods issue are done to the extent of 15000 USD. How will system calculate WIP for period 2?
-
- A. INR 22,000
 - B. INR 7,000
 - C. INR 15,000
 - D. INR 37,000

Multiple Choice

Question Number 100

- At what stage in the sales process, COGS is booked in GL
-
- A. Order
 - B. PGI
 - C. Shipping
 - D. Billing

Answers

1	B	11	B	21	C	31	B	41	C	51	A	61	C	71	C	81	D	91	D
2	A	12	D	22	B	32	C	42	C	52	C	62	D	72	D	82	C	92	D
3	C	13	B	23	B	33	B	43	C	53	C	63	D	73	A	83	B	93	C
4	C	14	B	24	B	34	A	44	D	54	C	64	A	74	A	84	C	94	B
5	C	15	C	25	C	35	D	45	B	55	A	65	C	75	D	85	C	95	D
6	D	16	D	26	C	36	B	46	D	56	B	66	A	76	D	86	A	96	D
7	A	17	D	27	B	37	C	47	D	57	B	67	D	77	B	87	D	97	A
8	C	18	B	28	B	38	A	48	D	58	A	68	A	78	A	88	D	98	A
9	D	19	A	29	C	39	D	49	C	59	D	69	C	79	D	89	D	99	C
10	B	20	B	30	A	40	B	50	C	60	C	70	C	80	B	90	A	100	B