

## Nevaeh Quiz 1

Try your hand at Nevaeh's unique series on ERP Quizzes and know more about ERP.

Select the most appropriate answer from the following options.

Only ONE of the options is most appropriate.

For answers, mail to [saptarshi.dutta@nevaehtech.com](mailto:saptarshi.dutta@nevaehtech.com) giving your name, organization name, e-mail address and phone number.

1. **The most important benefit of implementing a top tier packaged ERP is**
  - a. Automation of business processes
  - b. Integration of business processes
  - c. Standardisation of business processes
  - d. Adoption of industry best practices
  
2. **Which of the following observations is correct?**
  - a. ERP is an extension of erstwhile MRP I and MRP II systems.
  - b. Oracle is the third largest ERP vendor in terms of revenue after SAP and Peoplesoft.
  - c. It is always possible to measure the financial benefits of deploying an ERP system
  - d. It is possible to develop an ERP in-house.
  
3. **The biggest concern on higher proportion of maintenance revenue for ERP vendors is**
  - a. This indicates ERP vendors are not as innovative to bring out new products as they should be.
  - b. This might lead to more flight of jobs from first world countries to developing countries and this might create socio-political issues.
  - c. This will make the job content of ERP consultants less challenging.
  - d. This indicates that lot of ERP projects are failing.

- 4. A good ERP consultant must necessarily have**
  - a. Good configuration skill
  - b. Good business process knowledge
  - c. Good project management skill
  - d. Good industry knowledge
  
- 5. R/3 in SAP stands for**
  - a. Version 3
  - b. Release 3
  - c. 3 tier architecture
  - d. 3<sup>rd</sup> generation ERP
  
- 6. Which among the following is NOT a “module” in SAP ERP?**
  - a. PS
  - b. PLM
  - c. WF
  - d. QM
  
- 7. Which of the following is NOT a master data in a typical ERP package**
  - a. Production order
  - b. General Ledger
  - c. Cost Center
  - d. Storage bins
  
- 8. Invoicing does NOT have linkage to which of the following business processes?**
  - a. Human Resources
  - b. Sales and Distribution
  - c. Materials Management
  - d. Quality Management
  
- 9. In which of the following stages credit management in SAP can be set?**
  - a. Picking
  - b. Packing
  - c. Invoicing
  - d. Delivery
  
- 10. Which of the following activities do not involve a “movement type”?**
  - a. Creating a purchase order for a material
  - b. Goods receipt from a purchase order
  - c. Transfer posting from one plant to another

- d. Re-grading a material to another material
- 11. The main difference between stochastic and deterministic planning is**
- a. Stochastic planning is in MM module while deterministic planning is in PP module.
  - b. Stochastic planning is used for raw materials while deterministic planning is used for finished products.
  - c. MRP run is executed only for deterministic planning and not for stochastic planning.
  - d. BOM is used in deterministic planning but not in stochastic planning.
- 12. There are 100 units of a material in stock. There is a demand element of 150 units of material from confirmed sales order and another 80 from planned independent requirement. The lot sizing key specifies the fixed lot size of 100. When the MRP run is executed, the planned order created will be for the following quantity**
- a. 230
  - b. 130
  - c. Two planned orders each of 100
  - d. Need more information to answer
- 13. Which of the following is NOT one of the parameters you set up for sales and operations planning in a manufacturing plant?**
- a. PIR
  - b. Planning strategy
  - c. MRP type
  - d. Lot sizing key
- 14. When you set up the ERP organization structure, which of the following questions would be relevant to ask your client?**
- a. How many legal entities do you have in your organization?
  - b. How many company codes do you have in your organization?
  - c. How many employees do you have in your organization?
  - d. How many chart of accounts you have in your organization?
- 15. A company in India is a subsidiary of a parent company in US. Hence, it has to prepare two sets of accounts in two different currencies and for two different periods, one for local reporting and another for global reporting. Which feature in SAP ERP 2005 we can use to support this requirement?**
- a. Legal consolidation
  - b. Leading ledger and additional ledger
  - c. Special purpose ledger
  - d. Strategic enterprise management module

- 16. The actual costs in production gets loaded on the finished material when you execute**
- Production order confirmation
  - Goods issue to production order
  - Goods receipt from production order
  - Settlement of production order
- 17. With which of the following modules HR module has least integration points?**
- Finance
  - Production
  - Quality
  - Sales and Distribution
- 18. Business Intelligence in SAP is a/ an**
- Reporting tool
  - Analytics tool
  - Decision support tool
  - Market intelligence tool
- 19. Industry solutions in mySAP ERP 2005 is/ are**
- A core functionality
  - An add-on feature
  - An industry/ enterprise extension
  - Can be any of the above
- 20. You are faced with a very unique business scenario in a client. You find it difficult to address through the modules in scope in standard ERP. What will be your preferred problem solving sequence for the business issue?**
- (i) check how other companies in similar industry on ERP are managing the same scenario and change the business process to best practice (ii) check if the unique process is a “statutory requirement” or a generally accepted business practice (iii) check if the scenario can be addressed through an industry specific solution (iv) check available “user exit” in the code and develop an enhancement
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