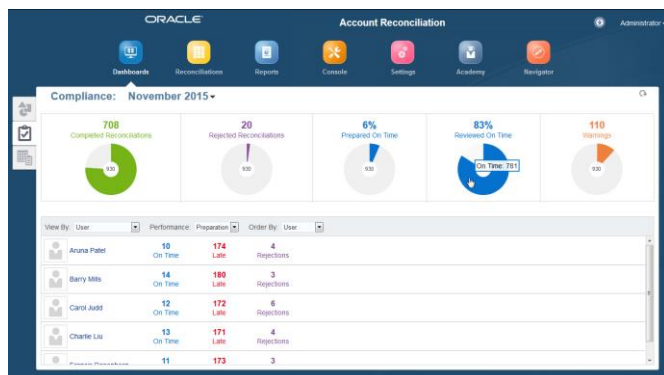


Account Reconciliation in Oracle EPM Cloud

Account Reconciliation is a purpose-built business process available in the Oracle EPM Cloud designed to manage the global reconciliation process. It provides real-time visibility into the performance of reconciliations, ensuring that all reconciliations prepared are properly qualified. It also helps companies streamline and optimize performance by automating certain reconciliation tasks, including high volume transactional reconciliations and variance analysis. Account Reconciliation includes two modules: Reconciliation Compliance and Transaction Matching.

RECONCILIATION COMPLIANCE

Reconciliation Compliance manages the tracking and performance of reconciliations. With Reconciliation Compliance, organizations ensure accounts are properly reconciled using the correct format and containing thorough and complete justifications. Approval workflow captures evidence of sign-off and email notifications keep the entire team on track. The integrated document repository secures access to supporting documentation, providing global auditability and access while ensuring reconciliations are never lost or misplaced. The Reconciliation Compliance risk-based preventive control structure ensures organizations can optimize workflow without sacrificing quality.



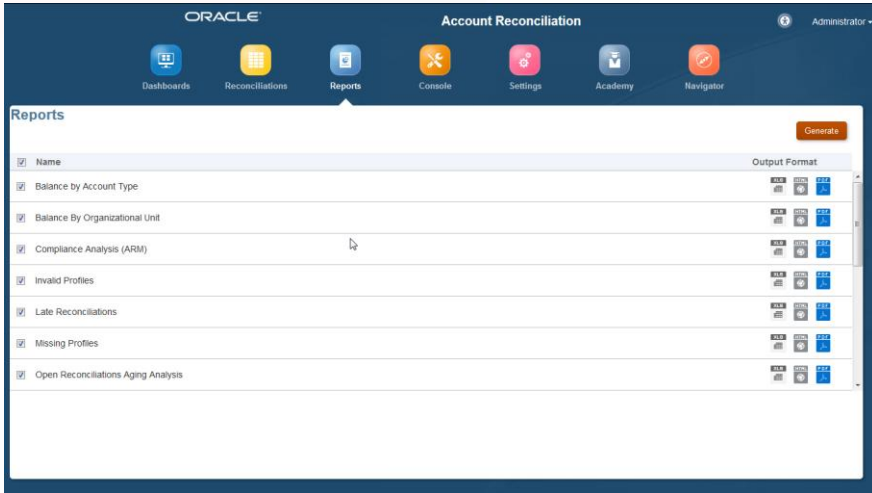
Key Business Benefits

- Efficiently manage and improve global account reconciliation by exploiting automation and comprehensively addressing security and risk typically associated with the process.
- Improved finance staff efficiencies through automation of key reconciliation functions
- Reduced frequency of reconciliation without compromising accuracy or increasing risk
- Collaboration assists getting reconciliations done quickly and accurately
- Clear responsibilities and timescales
- Shrink the time it takes for the financial close
- Trust and reliability that the numbers are accurate
- No need to change existing systems
- Peace of mind that important, confidential data is only visible to authorized users

Compliance dashboard helps monitor how the company is doing based on defined processes and deadlines

Auto-reconciliations

Most organizations process thousands of reconciliations per year. Often times a percentage of these reconciliations are zero balance, low threshold or other minor risk types which could easily be done by the system instead of manually. Account Reconciliation provides the ability for customers to define their own automatic reconciliation rules and have the system process these at the beginning of the cycle. The efficiency, and accuracy, gain of leveraging this feature in the system can be quite significant for most customers.

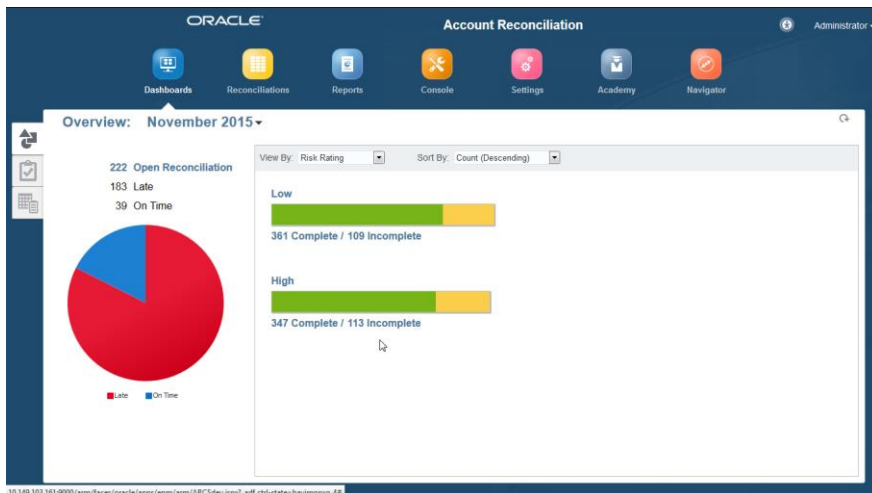


Prebuilt reports are available for a variety of reporting needs.

Flexible formats

Formats are a key component of the reconciliation process. Each organization has a different strategy for how many and how detailed their formats need to be based on their goals. Account Reconciliation offers prebuilt formats but also includes the ability for customers to build custom formats based on their internal needs and business practices.

Whether you want to leverage best practice prebuilt formats or go with custom developed ones is a business choice that the software supports out of the box. This flexibility is also key for growing organizations that can leverage the software to evolve their processes.



Pre-built dashboards for monitoring status, aging, performance metrics, and compliance metrics.

Reconciliation Compliance Key Features

- Balance integration using with a variety of ERP systems
- Mapping features to summarize low-level balances to the level appropriate for reconciliation
- Configurable auto reconciliation rules based on user-defined filters
- Easy to use features for maintaining reconciliation assignments, including mass update and import capabilities
- Configurable frequencies and unlimited levels of approval
- Flexible formats adaptable to each type of account
- Powerful filtering and reporting capabilities

Reporting/Analytics

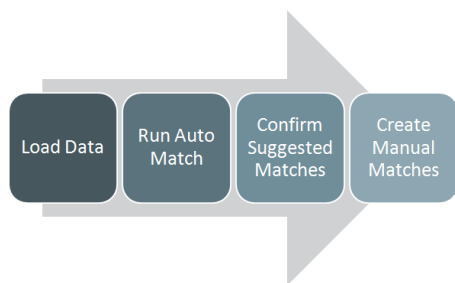
There are two key aspects to the reconciliation cycle – operational and compliance. The operational aspect is about how the process is working, are reconciliations getting done, what is the aging, etc. The compliance aspect focuses more on how the organization is doing versus policies and procedures. It allows you to analyze the quality of the process not just the quantity. Account Reconciliation provides out of the box dashboards that focus on both areas. The dashboards enable process monitoring, immediate action on errors and delays and process analysis to evaluate and improve close-cycle effectiveness.

Variance Analysis

Built into the Reconciliation Compliance process, the Variance/Flux Analysis process can be automated to assist with identifying outliers and require explanations, if needed, on unexpected balance changes period over period. The process can be configured for any variance period your organization required/s, for example month over month, month over quarter, month over year, etc. Account movement that is within expected range can be automatically certified, while outliers require explanations and adjusting journal entries if needed. Workflow can also be applied if additional sign-off from another team member is required.

TRANSACTION MATCHING

Transaction Matching automates performance of transaction intensive reconciliations, supporting balance comparison reconciliations processes like intercompany, subledger, and bank reconciliations, as well as single source reconciliations like high volume accrual and suspense accounts. The matching process begins with the import of transactions, followed by the execution of the auto match process, confirmation of suggested matches, and creation of manual matches.



Periodically, according to business needs, reconciliations are automatically created based on the transactions, providing the evidence needed to satisfy reconciliation compliance.

Match rules are defined by Administrators for each Match Type and can take advantage of calculated attributes optimized for performance. These attributes are created using functions designed to normalize or enrich the original data and provide significant value through higher auto match rates.

Overview

Properties
 ID: 100-2980
 Name: Intercompany
 Description: Reconciliation of Entity 96 payables to Entity 56 receivables
 Preparer: Barry Mills
 Instructions: Inter-company reconciliations are performed at the entity pair level. The data for inter-company reconciliations is sourced from the inter-company receivable/payable Sub-ledger. Data is imported in bulk for all pairs. Prior to performing interactive matching for this reconciliation ensure transactions for Entity 96's Payable and Entity 56's Receivables are imported, and the auto match routine is run. At the end of the month prior to balancing, import the period end balances for 96's Payable and Entity 56's Receivables.

Unmatched

Account Type	New	Suggested	Supported
Accounts Payable	1	9	12
Accounts Receivables	1	9	12

Open Adjustments

4 Adjustments

Balancing

11/30/2016 Balance Report

Intercompany Account	Expected AR Amount
Accounts Payable	3,194,811.15
Accounts Receivables	3,194,731.15
Difference	80.00
Open Adjustments	
Accounts Payable	-80.00
Accounts Receivables	0.00
Supported	
Accounts Payable	0.00
Accounts Receivables	0.00
Unexplained	
Accounts Payable	0.00
Accounts Receivables	0.00

Interactive matching supports confirmation of suggested matches or creation of manual matches

Transaction Matching Key Features

- Unlimited data sources and unlimited attributes per data source can be defined to support the most complex reconciliation your organizations has
- Auto match engine capable of matching more than a million transactions a minute
- User friendly interactive matching for confirming suggested matches and creating manual matches
- Flexible matching rules supporting 1 to 1, 1 to many, many to 1, and many to many rule types
- Robust data enrichment and normalization functions improve match success rate
- Automated adjustment and journal entry creation based on variance values
- Fully integrated into period-end reconciliation in order to provide evidence of reconciliation at a point in time and satisfy compliance requirements

Reconciliation: 100-2980 - Intercompany - Intercompany Account Close

9 All 5 No Adjustments 4 With Adjustments

Accounts Payable

Doc Date	Invoice	AP Amount	Expected AR Amount	Currency	DocumentNo	Payment Date
10/15/2015	8000228388		-5,721.03	5,721.03 USD	7060012893	1/11/2015
Total				5,721.03		
Variance				0.00		

Accounts Receivables

Doc Date	Invoice	AR Amount	Currency	Customer No. (Local System)	Due Date	A/R Unit Name	A/R TBR Code	AR CoCd	A/P Region	A/P TBR Code	A/P CoCd	A/P CoCd
10/15/2015	14853746	5,721.03	USD	2000000286	12/15/2015	ADMIN STAFF	00103	103	ORA	005E4	SAL	
Total		5,721.03										
Variance		0.00										

Reconciliation Summary for monitoring progress within reconciliations

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Oracle Enterprise Performance Management Cloud provides the following capabilities:

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- Financial Consolidation and Close
- Account Reconciliation
- Planning
- Profitability and Cost Management
- Tax Reporting
- Enterprise Data Management

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- Oracle SCM Cloud
- Oracle HCM Cloud
- Oracle CX Cloud

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