Introduction

In Oracle Fusion General Ledger, **Auto-Reversal Journals** are a powerful automation feature used to reverse accruals or temporary entries in the following period. Despite being a simple tool, misconfigurations often lead to confusion, reporting discrepancies, or double entries.

In this guide, you'll learn:

- How to set up Auto-Reversal in Fusion GL
- When to use it
- Common errors users face and how to fix them

What are Auto-Reversal Journals?

Auto-Reversal Journals are system-generated journals that automatically reverse previously posted entries on a defined future date. Typical use cases include:

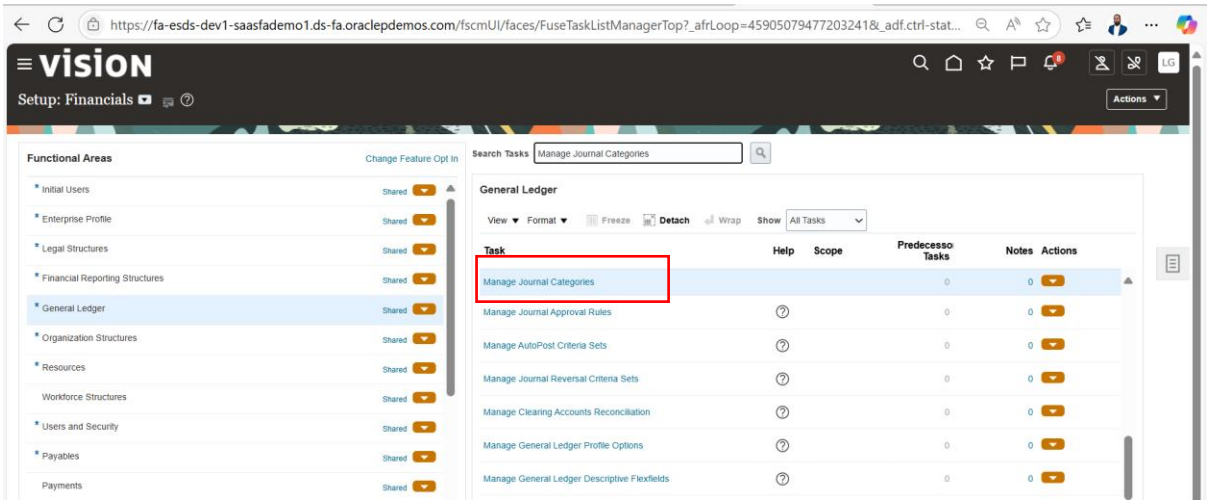
- Month-end accruals
- Temporary estimates
- Reversals of reclassification entries

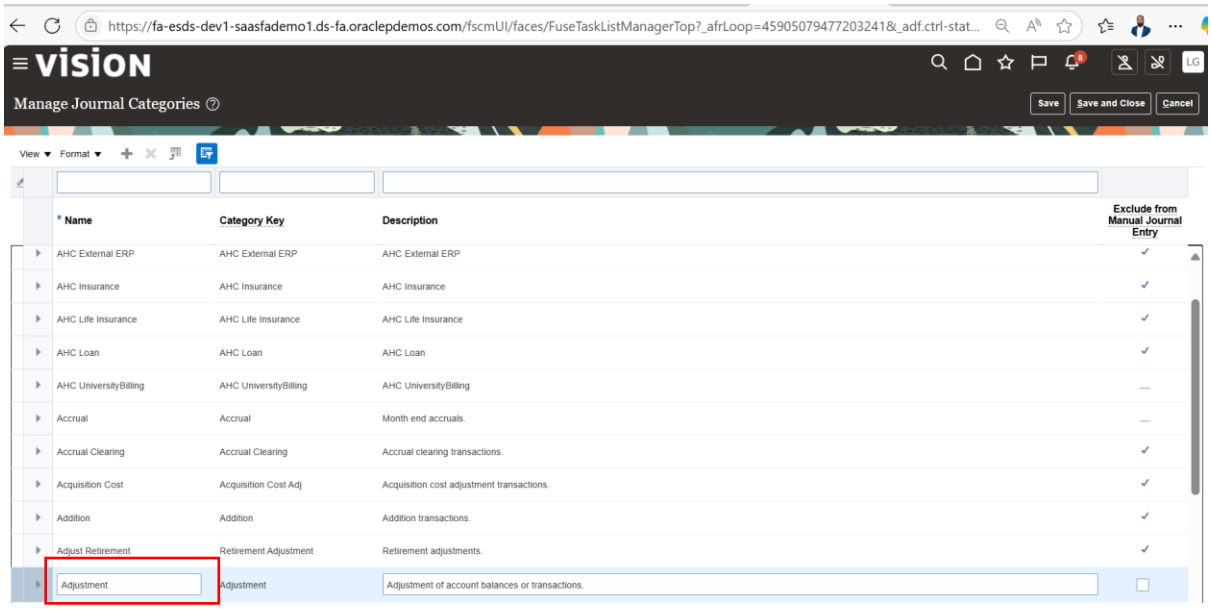
Example: You record an expense accrual on 5th May. Fusion can auto-reverse it on 1st April with no manual intervention.

Step-by-Step Setup of Auto-Reversal Journals

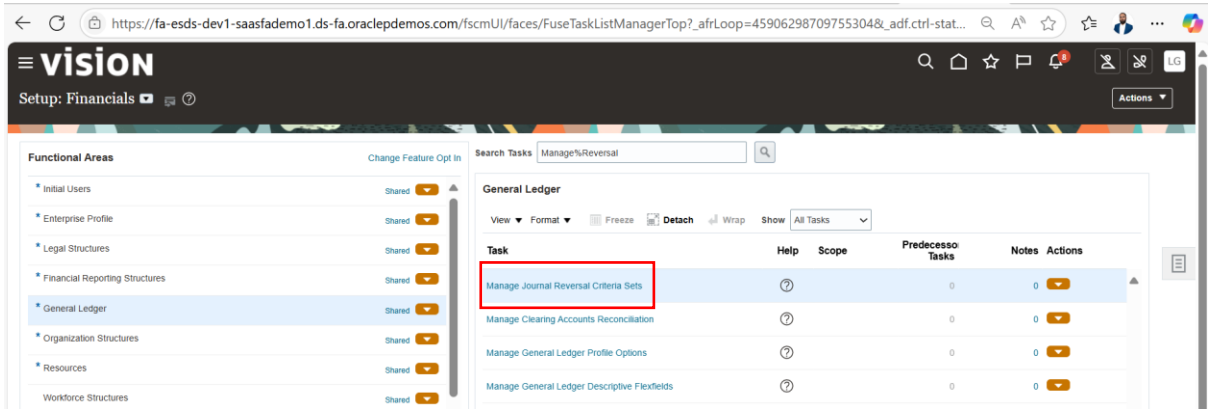
Step 1: Enable Auto-Reversal in Journal Categories

- Go to: **Setup and Maintenance** > Financials > General Ledger > Manage Journal Categories> Create the Category

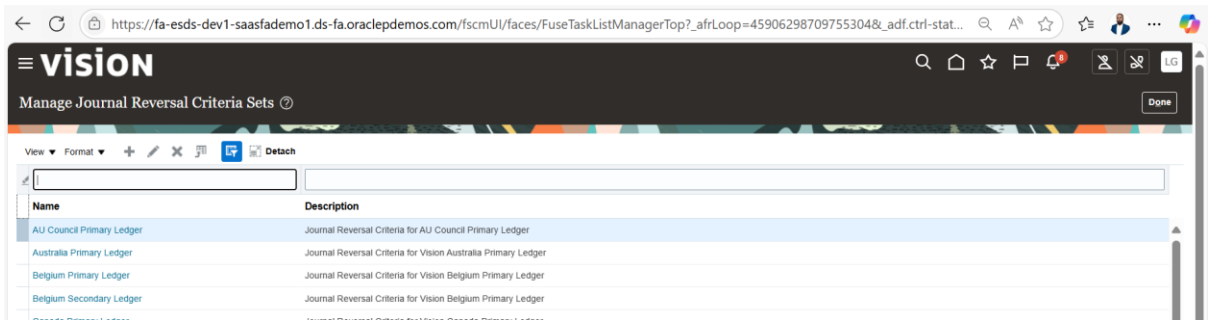


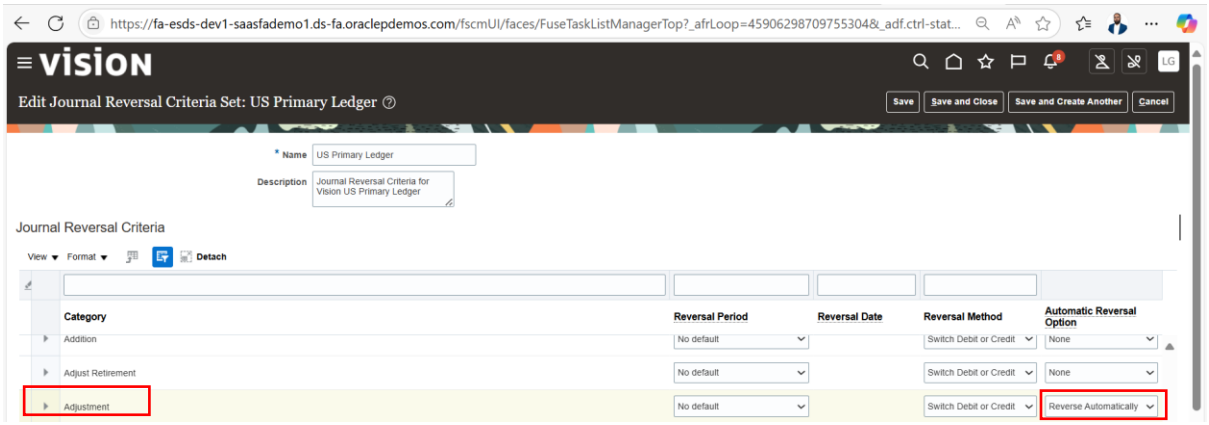


Then go to Setup & Maintenance > Manage Journal Reversal Criteria Sets



Then Create the Criterial Sets





- Set **Reversal Period**: Next Non Adjusting Period, Set Reversal Data as **First Day**
- Set Reversal Method : **Switch Debit or Credit**
- Automatic Reversal Option : **Reverse Automatically**

Then go to the Setup & Maintenance >Specify Ledger Options

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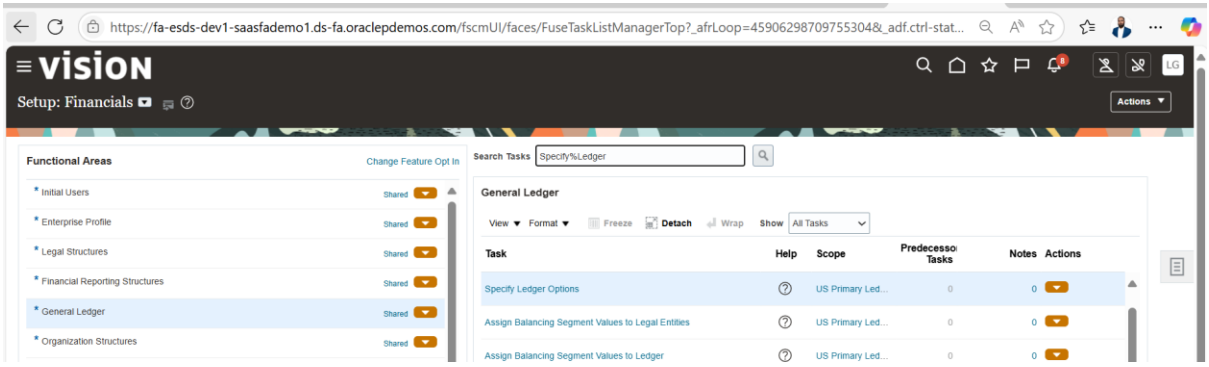
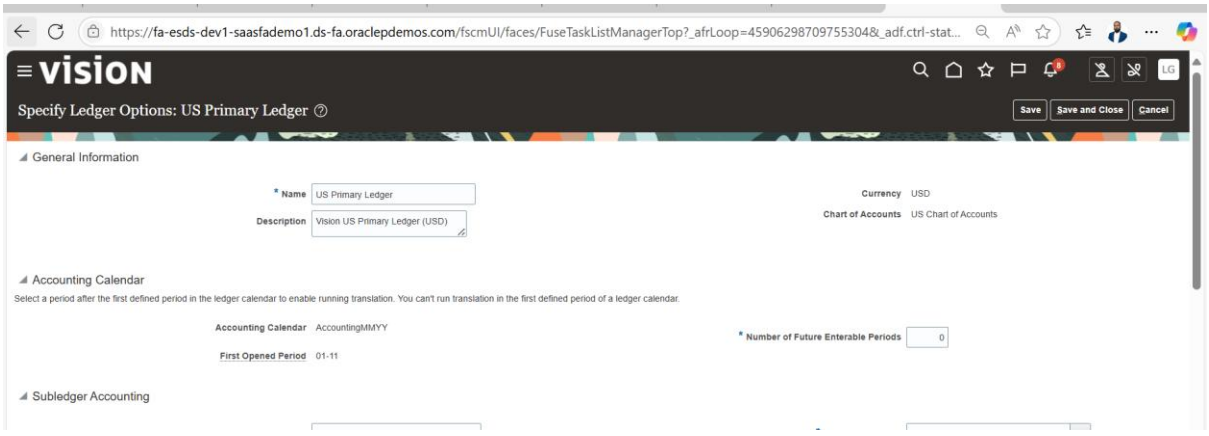
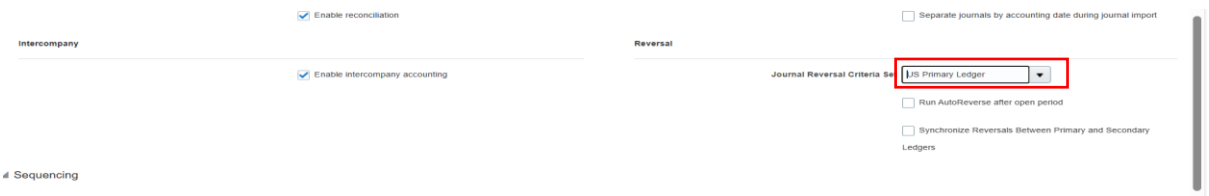


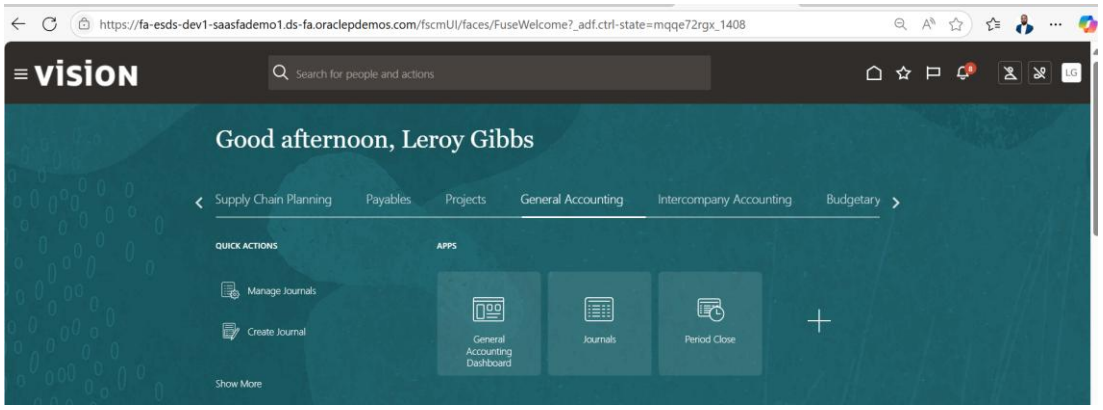


Assign the Auto Reversal Criteria Set

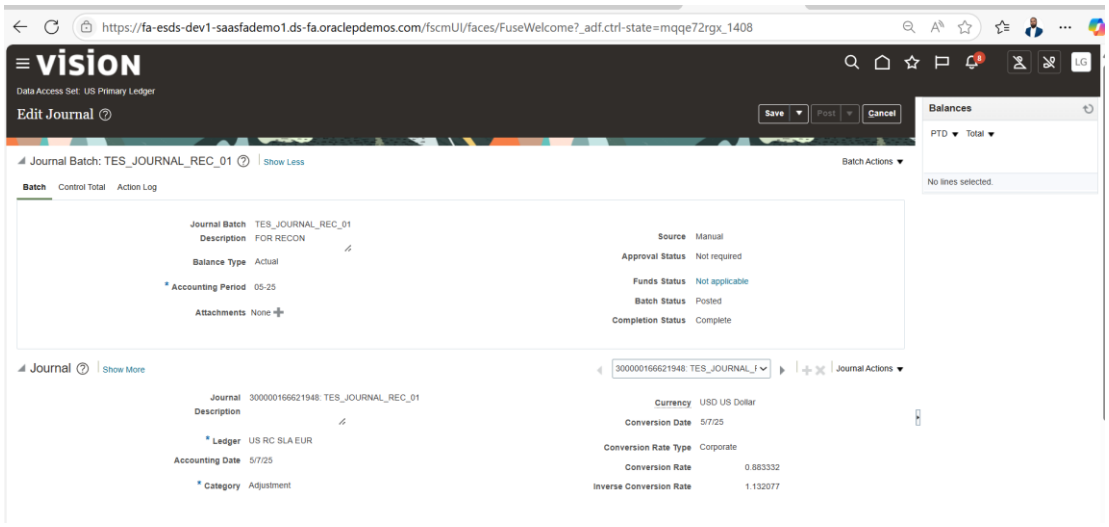


Step 2: Create the Original Journal

- Use the selected category (e.g., *Adjustment*)

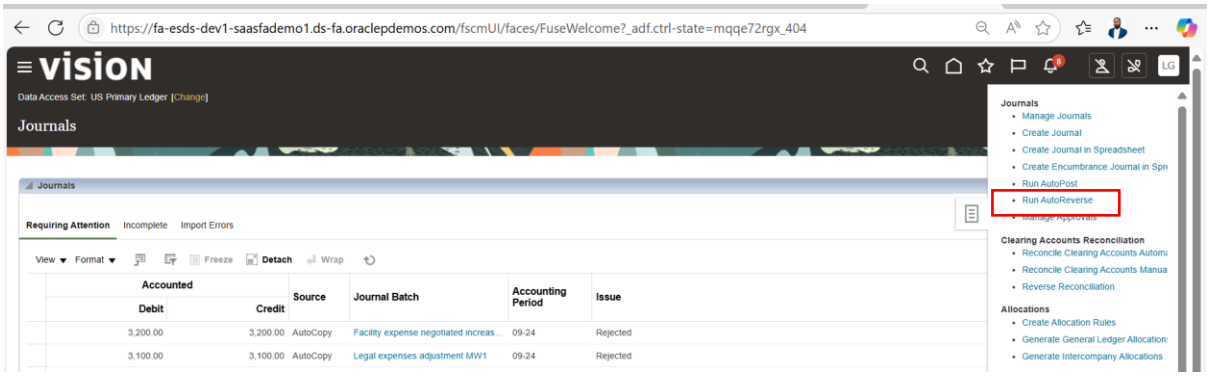


Post the journal

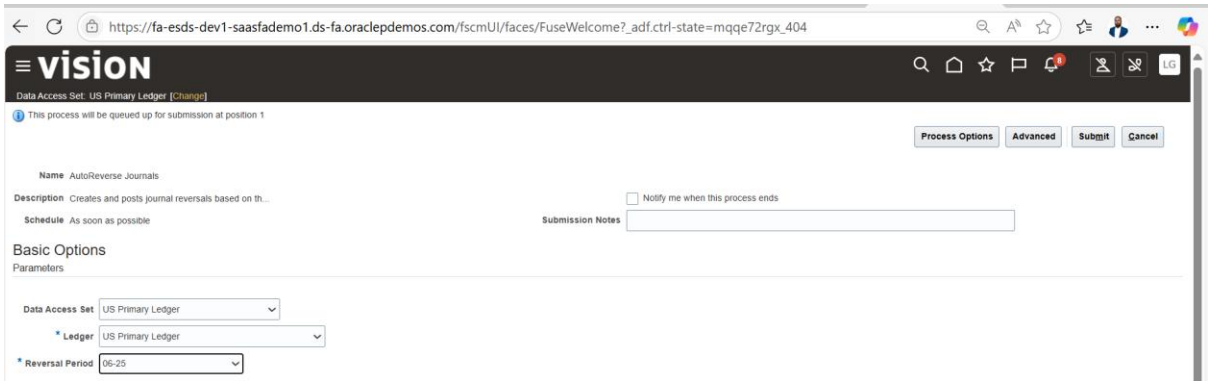


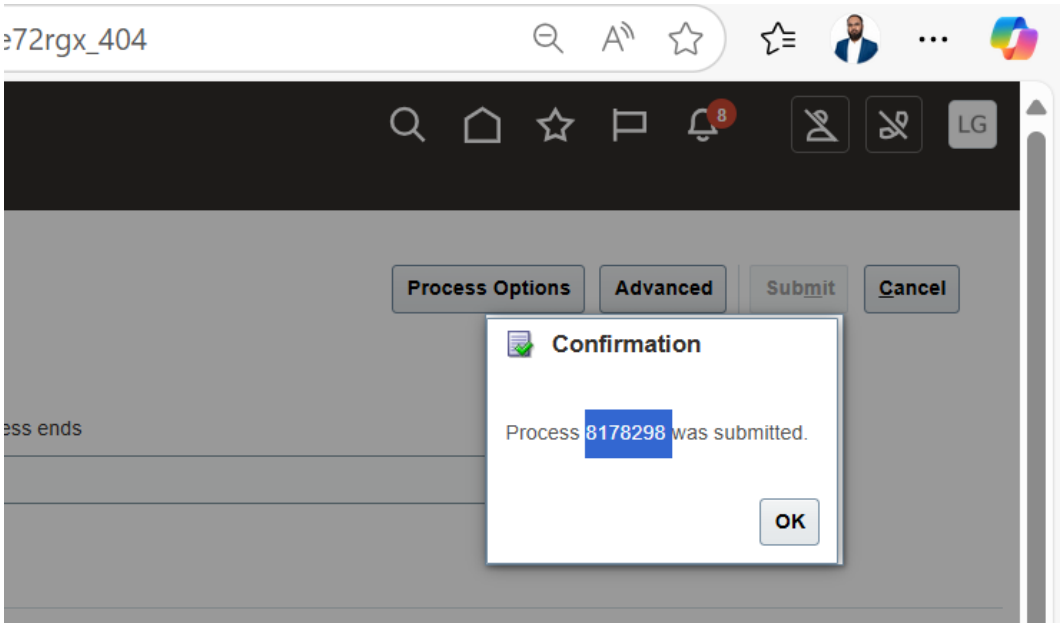
Step 3: Run "Auto Reverse Journals" Process

- Scheduled daily or run manually



- Go to **Scheduled Processes** > Search for: *Auto Reverse Journals*
- Provide ledger name, period, and category (or leave blank for all)


https://fa-esds-dev1-saasfademo1.ds-fa.oraclepdemos.com/fscmUI/faces/FuseWelcome?_adf.ctrl-state=mqqe72rgx_404
VISION
Data Access Set: US Primary Ledger [Change]
This process will be queued up for submission at position 1
Process Options
Advanced
Submit
Cancel
Name AutoReverse Journals
Description Creates and posts journal reversals based on th...
Schedule As soon as possible
Notify me when this process ends
Submission Notes
Basic Options
Parameters
Data Access Set US Primary Ledger
* Ledger US Primary Ledger
* Reversal Period 06-25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Submit
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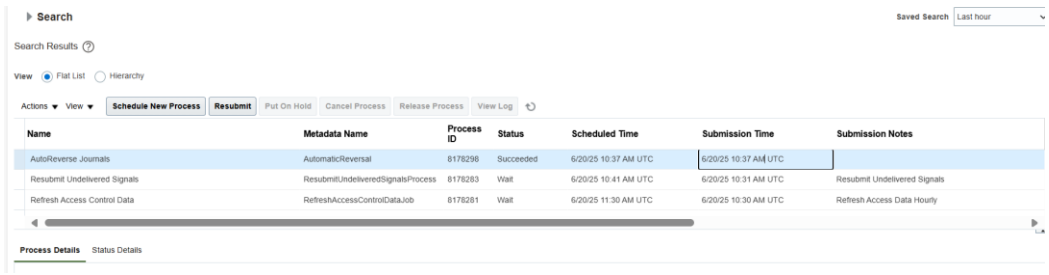
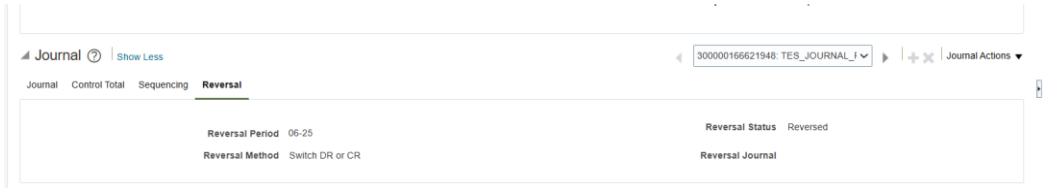
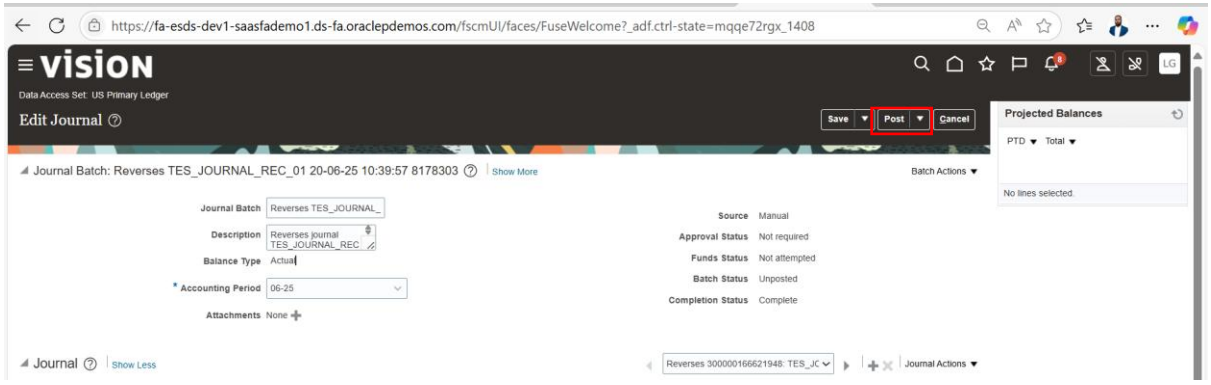
Confirmation
Process 8178298 was submitted.
OK
ess ends

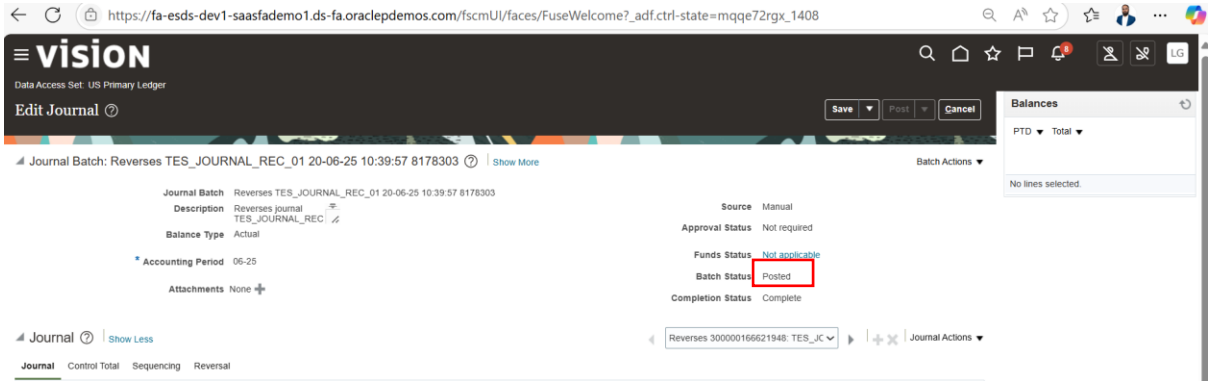

Search
Saved Search Last hour
Search Results
View Flat List Hierarchy
Actions View Schedule New Process Resubmit Put On Hold Cancel Process Release Process View Log
Name Metadata Name Process ID Status Scheduled Time Submission Time Submission Notes
AutoReverse Journals AutomaticReversal 8178298 Succeeded 6/20/25 10:37 AM UTC 6/20/25 10:37 AM UTC
Resubmit Undelivered Signals ResubmitUndeliveredSignalsProcess 8178283 Wait 6/20/25 10:41 AM UTC 6/20/25 10:31 AM UTC Resubmit Undelivered Signals
Refresh Access Control Data RefreshAccessControlDataJob 8178281 Wait 6/20/25 11:30 AM UTC 6/20/25 10:30 AM UTC Refresh Access Data Hourly
Process Details Status Details


Journal
Show Less
Journal Actions
Journal Control Total Sequencing Reversal
Reversal Period 06-25
Reversal Method Switch DR or CR
Reversal Status Reversed
Reversal Journal

Step 4: Post the Reversal Journal



- After reversal is created, run the **Post Journals** process
- Can also be scheduled together with AutoReverse



Common Errors & How to Resolve Them

✗ *Error 1: "No Journal Found for Reversal"*

- **Cause**: The original journal doesn't use a category with reversal required.
- **Fix**: Ensure journal category is enabled for reversal and used correctly in journal entry.

✗ *Error 2: "Reversal Journal Not Generated After Process"*

- **Cause**: Reversal method or period isn't correctly configured in category.
- **Fix**: Check *Manage Journal Categories* setup for the selected category.

✗ *Error 3: "Reversal Created in Incorrect Period"*

- **Cause**: Reversal period setup is misaligned (e.g., Next Available vs. Specific)
- **Fix**: Set appropriate reversal period logic in journal category setup.

✗ *Error 4: "Auto-Reversal Fails in Closed Period"*

- **Cause**: Journal reversal is scheduled into a period that's not open.
- **Fix**: Ensure future periods are open before reversal process is scheduled.

✗ *Error 5: "Duplicate Reversal Journals Created"*

- **Cause**: Manual and automatic reversal both triggered.
- **Fix**: Standardize reversal method—use only Auto-Reverse OR manual.