

For immediate release

i-flex® Posts 73% QoQ Growth in Net Income for the Quarter ended March 2008; Net Income at Rs 185 Crore

Robust Growth in Products Business Driven by Strong License Fee signings of \$36 Million in the Quarter

Financials at a glance for the quarter and year ending March 2008

Indian GAAP Consolidated	Quarter	Full Year
Revenues	Rs 672 crore up 8% QoQ; 12% YoY	Rs 2,380 crore up 15%
Net Income	Rs 185 crore up 73% QoQ; 40% YoY	Rs 416 crore up 12%

HIGHLIGHTS OF THE QUARTER

- i-flex solutions has sought shareholder and regulatory approval to change its name to Oracle Financial Services Limited
- Robust growth for the Product Business driven by \$36Mn License Fee Signing in the quarter
- Opportunities in the EMEA region increase – two top tier European banks sign for multi – country FLEXCUBE implementations
- Growth momentum in Asia Pacific continues - New Customer Wins in developed markets like Japan as well as in emerging economies like Vietnam and Mongolia

SOLUTIONS PORTFOLIO

Products Business

- Success with the top-tier banks continues; one fourth of the new customers are among Top 500 Banks in the world
- Rakuten, Inc. and Tokyo Tomin Bank launch innovative virtual bank in Japan, with FLEXCUBE
- Consumer lending platform wins top tier auto-finance company in Japan as customer, adding to successes in Europe, South Africa and North Africa
- Reveleus Operational Risk wins top tier Australian bank as customer
- Mantas wins include leading banks in Greece, Cyprus and Mexico

Services Business

- Enables a large European Bank to deploy the Payment Solution for Faster Payments in UK
- Services Portfolio featured favorably in Gartner Research Outsourced Testing for Financial Services Institutions

Awards and Accolades

- FLEXCUBE recognized as leader in Magic Quadrant for International Retail Core Banking, 2008
- Reveleus Operational Risk Solution named leader by leading provider of research and analysis on global market for risk technology
- FLEXCUBE Investor Services featured by Barrington Partners in "The 'Next Generation' Transfer Agency Review 2008"

Mumbai, India, May 5, 2008: The Board of Directors of i-flex solutions limited, a leading provider of IT solutions to the global financial services industry, has approved the results for the quarter and financial year ended March 31, 2008. Same as last year, the Board of Directors have not recommended any dividend this financial year.

Speaking on the occasion, N.R.K. Raman, Managing Director and CEO, i-flex solutions said, "Our solutions portfolio for the financial services industry continues to grow at a rapid pace with launch of new, innovative products & services and we are pleased to see strong results of these initiatives. We had a record initial License fee signing of US\$36 million for products this quarter, addition of 22 new name customers covering established EMEA/Japan region to emerging Latin America markets. We continue to reinforce our position of leadership in the financial services applications business by creating significant competitive advantage for our customers." He added, "Our integration with Oracle Corporation is progressing well and we will build on the combined strengths, synergies, scale and efficiencies that our customers expect from us".

Commenting on the financial performance, Makarand Padalkar, CFO, i-flex solutions said, "We have delivered robust growth and improvement in the margins this quarter across all lines of our business on the strength of strong customer signings and our investments in improving operational efficiency."

Financial Performance

Consolidated Indian GAAP:

i-flex posted a top line growth of 8% QoQ with revenue for the quarter ended March 31, 2008 at Rs 672 crore as compared to Rs 601 crore for the corresponding quarter during the previous year representing a 12% YoY growth. The net income for quarter stood at Rs 185 crore representing 73% growth QoQ.

The revenue for the full year ended March 31, 2008 stood at Rs 2,380 crore, up 15% as compared to the previous year. The net income for the same period stood at Rs 416 crore up 12%.

Financial Results for the quarter and year ended March 31, 2008
(All amounts in Rs. crore)
Consolidated Income statement

i-flex solutions ltd and its subsidiaries Consolidated Income Statement	Full Year Ended		Quarter Ended		
	Mar-08	Mar-07	Mar-08	Dec-07	Mar-07
Revenues	2,380.2	2,060.9	671.5	619.6	601.1
Cost of revenues (excluding depreciation & amortization)	1,304.0	1,106.6	340.7	326.4	297.2
Gross Profit	1,076.2	954.3	330.8	293.2	303.9
Selling & Marketing Expenses	269.7	274.4	73.4	68.7	74.1
General & Administrative Expenses	339.2	237.5	87.8	91.5	75.1
Depreciation & amortization	70.7	65.3	15.5	19.1	18.2
Income from operations	396.6	377.1	154.1	113.9	136.5
Interest Income	46.5	37.7	12.4	10.3	9.7
Other Income /(expense)	17.5	(1.7)	33.0	(4.4)	(1.9)
Income before provision for income taxes	460.6	413.1	199.5	119.8	144.3
Provision for income taxes	44.2	41.6	14.1	12.9	11.9
Share of profit / (loss) of associate company	(0.4)	0.8	(0.2)	(0.2)	-
Minority interest	(0.4)	-	(0.4)	-	-
Net Income	415.6	372.3	184.8	106.7	132.4

About i-flex solutions

i-flex[®] solutions (Reuters: IFLX.BO and IFLX.NS), majority owned by Oracle, is a world leader in providing IT solutions to the financial services industry. Its strategy for financial services addresses the challenges that financial services institutions are faced with today. Its range of applications software, custom solutions and consulting services enable financial institutions to cut costs, respond rapidly to market needs, enhance customer service levels and mitigate risk.

Together, Oracle and i-flex solutions offer financial services institutions the world's most comprehensive banking applications and technology footprint to address complex IT and business requirements.

i-flex and FLEXCUBE are registered trademarks of i-flex solutions. Daybreak, Mantas and Reveleus are trademarks of i-flex solutions and are registered in several countries. All other company and product names are trademarks of the respective companies with which they are associated.

For more information, please visit: www.iflexsolutions.com

For more information on the press release, please contact:

Eapen Thomas i-flex solutions +91-22-6718-5132 +91 98199 31472 E-mail: eapen.thomas@iflexsolutions.com	Piya Roy Adfactors PR Pvt. Ltd. +91 22 2287 1361 +91 98207 40379 Email: piya.roy@adfactorspr.com
---	--