

**Oracle Financial Services Software Limited**

**CONDENSED BALANCE SHEET AS AT JUNE 30, 2009**

(Amounts in thousands of Indian Rupees)

	<b>June 30, 2009</b>	<b>March 31, 2009</b>
<b>SOURCES OF FUNDS</b>		
Shareholders' funds		
Share capital	418,847	418,847
Share application money pending allotment	106	106
Reserves and surplus		
Securities premium	9,454,648	9,454,648
General reserve	10,145,191	10,145,191
Profit and loss account	16,597,659	15,075,430
	<b>36,616,451</b>	<b>35,094,222</b>
<b>APPLICATION OF FUNDS</b>		
Fixed assets		
Cost	4,987,296	5,007,785
Less: Accumulated depreciation and amortisation	2,712,235	2,641,693
Net book value	2,275,061	2,366,092
Capital work-in-progress and advances	1,023,504	1,013,261
	<b>3,298,565</b>	<b>3,379,353</b>
Investments		
Long term investments (unquoted)	6,593	6,593
In wholly owned subsidiaries (unquoted)	7,185,216	7,185,216
Current investments (quoted)	9,715	9,565
Deferred tax assets	307,313	305,103
Current assets, loans and advances		
Sundry debtors	9,946,556	11,710,383
Cash and bank balances	12,621,002	10,842,275
Other current assets	1,818,961	1,481,697
Loans and advances	7,521,314	7,254,297
	<b>31,907,833</b>	<b>31,288,652</b>
Less: Current liabilities and provisions		
Current liabilities	5,414,750	6,421,296
Provisions	684,034	658,964
	<b>6,098,784</b>	<b>7,080,260</b>
Net current assets	25,809,049	24,208,392
	<b>36,616,451</b>	<b>35,094,222</b>

Notes attached herein form an integral part of the condensed balance sheet.

## Oracle Financial Services Software Limited

### CONDENSED PROFIT AND LOSS ACCOUNT FOR THE THREE MONTH PERIOD ENDED JUNE 30, 2009

(Amounts in thousands of Indian Rupees, except share and per share data)

	Three month period ended June 30,	
	2009	2008
Revenue	5,456,282	4,627,973
Cost of revenue	(2,835,436)	(2,929,597)
Gross profit	2,620,846	1,698,376
Operating expenses		
Selling and marketing expenses	(80,892)	(423,108)
General and administrative expenses	(598,410)	(665,652)
Depreciation and amortisation	(97,522)	(105,641)
Income from operations	1,844,022	503,975
Non-operating income (expense)		
Interest income	187,439	135,989
Foreign exchange (loss) gain, net	(407,339)	351,315
Other (expense) income	(10,855)	3,336
Income before provision for taxes	1,613,267	994,615
Provision for taxes		
Current tax	(192,769)	(125,885)
MAT credit	117,340	67,797
Deferred tax	2,210	5,859
Fringe benefit tax	(17,819)	(20,551)
Net income for the period	1,522,229	921,835
Earnings per share of Rs 5/- each (in Rs)		
Basic	18.17	11.01
Diluted	18.16	11.00
Number of shares used in computing earnings per share		
Basic	83,769,386	83,749,122
Diluted	83,821,475	83,835,732

Notes attached herein form an integral part of the condensed profit and loss account.

## Oracle Financial Services Software Limited

### Notes annexed to and forming part of the condensed accounts for the three month period ended June 30, 2009

(Amounts in thousands of Indian Rupees)

#### Segment information.

The Company is organised geographically and by business segment. For management purposes the Company is primarily organised on a worldwide basis into two business segments:

- a) Product licenses and related activities ('Products') and
- b) IT solutions and consulting services ('Services').

#### Three month period ended June 30, 2009

Particulars	Products	Services	Corporate	Total
Revenue	3,561,299	1,894,983	-	5,456,282
Cost of revenue	(1,523,326)	(1,312,110)	-	(2,835,436)
Gross profit	2,037,973	582,873	-	2,620,846
Selling and marketing expenses	(87,867)	6,975	-	(80,892)
General and administrative expenses	(221,135)	(177,955)	(199,320)	(598,410)
Depreciation and amortisation	(43,487)	(42,801)	(11,234)	(97,522)
Operating profit	1,685,484	369,092	(210,554)	1,844,022
Interest income				187,439
Foreign exchange loss, net				(407,339)
Other expense, net				(10,855)
Income before provision for taxes				1,613,267
Provision for taxes				(91,038)
Net income				1,522,229

#### Other information

Capital expenditure by segment	7,662	7,024	2,926	17,612
Segment assets	7,612,673	6,655,556	28,447,006	42,715,235
Segment liabilities	3,886,249	1,625,655	586,880	6,098,784
Capital employed	-	-	36,616,451	36,616,451

#### Three month period ended June 30, 2008

Particulars	Products	Services	Corporate	Total
Revenue	2,823,257	1,804,716	-	4,627,973
Cost of revenue	(1,471,840)	(1,457,757)	-	(2,929,597)
Gross profit	1,351,417	346,959	-	1,698,376
Selling and marketing expenses	(320,705)	(102,403)	-	(423,108)
General and administrative expenses	(222,882)	(151,407)	(291,363)	(665,652)
Depreciation and amortisation	(48,237)	(42,100)	(15,304)	(105,641)
Income from operations	759,593	51,049	(306,667)	503,975
Interest income				135,989
Foreign exchange gain, net				351,315
Other income, net				3,336
Income before provision for taxes				994,615
Provision for taxes				(72,780)
Net income				921,835

#### Other information

Capital expenditure by segment	14,060	11,545	7,250	32,855
Segment assets	5,412,384	7,752,138	21,200,530	34,365,052
Segment liabilities	3,276,033	1,582,602	455,832	5,314,467
Capital employed	-	-	29,050,585	29,050,585

## Oracle Financial Services Software Limited

### CONDENSED STATEMENT OF CASH FLOW FOR THE THREE MONTH PERIOD ENDED JUNE 30, 2009

(Amounts in thousands of Indian Rupees)

	Three month period ended June 30,	
	2009	2008
Net cash provided by operating activities	1,828,745	908,331
Net cash used in / provided by investing activities	(540,739)	1,415,963
Net cash used in financing activities	(2,192)	(487)
Net increase in cash and cash equivalents	1,285,814	2,323,807
Cash and cash equivalents at beginning of the period	1,557,167	967,458
Effect of exchange difference on cash and bank balances	(58,720)	(24,627)
<b>Cash and cash equivalents at end of the period</b>	<b>2,784,261</b>	<b>3,266,638</b>
Cash and bank balances as per balance sheet	12,621,002	7,222,834
Less:		
Bank deposits having maturity of more than 90 days	(9,830,674)	(3,950,129)
Margin money deposit	(6,067)	(6,067)
	<b>2,784,261</b>	<b>3,266,638</b>

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