

**Oracle Financial Services Software Limited**

Registered Office : Oracle Park, Off Western Express Highway, Goregaon (East), Mumbai 400 063  
 Tel: + 91 22 6718 3000 Fax: + 91 22 6718 3001  
 CIN: L72200MH1989PLC053666  
 Website: www.oracle.com/financialservices  
 E-mail: investors-vp-ofss\_in\_grp@oracle.com

**Unaudited Consolidated Financial Results for the Three and Six Month Period Ended September 30, 2014**

(₹ in lacs, except share and per share data)

**PART I**

Particulars	Three month period ended			Six month period ended		Year ended
	September 30, 2014	June 30, 2014	September 30, 2013	September 30, 2014	September 30, 2013	March 31, 2014
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>1 INCOME</b>						
Revenue from operations	94,448	107,298	96,504	201,746	186,444	374,132
<b>Total income from operations</b>	<b>94,448</b>	<b>107,298</b>	<b>96,504</b>	<b>201,746</b>	<b>186,444</b>	<b>374,132</b>
<b>2 EXPENSES</b>						
(a) Employee costs	47,032	45,681	45,688	92,713	89,384	184,048
(b) Travel related expenses (net of recoveries)	2,918	3,177	3,827	6,095	7,127	14,058
(c) Professional fees	4,663	4,659	5,731	9,322	9,855	18,183
(d) Other expenses	4,643	5,225	4,616	9,868	9,706	17,905
(e) Depreciation and amortisation	1,645	1,872	1,784	3,517	3,561	7,167
<b>Total expenses</b>	<b>60,901</b>	<b>60,614</b>	<b>61,646</b>	<b>121,515</b>	<b>119,633</b>	<b>241,361</b>
<b>3 Profit from operations before other income and tax</b>	<b>33,547</b>	<b>46,684</b>	<b>34,858</b>	<b>80,231</b>	<b>66,811</b>	<b>132,771</b>
4 Other income, net	14,943	15,034	18,872	29,977	38,955	67,365
<b>5 Profit before tax</b>	<b>48,490</b>	<b>61,718</b>	<b>53,730</b>	<b>110,208</b>	<b>105,766</b>	<b>200,136</b>
<b>6 Tax expenses</b>						
(a) Current tax	17,461	23,194	17,496	40,655	33,650	65,468
(b) Deferred tax	(756)	(919)	279	(1,675)	(457)	(1,264)
<b>Total tax expenses</b>	<b>16,705</b>	<b>22,275</b>	<b>17,775</b>	<b>38,980</b>	<b>33,193</b>	<b>64,204</b>
<b>7 Net profit for the period</b>	<b>31,785</b>	<b>39,443</b>	<b>35,955</b>	<b>71,228</b>	<b>72,573</b>	<b>135,932</b>
8 Paid up equity share capital (face value ₹ 5 each, fully paid)	4,229	4,208	4,205	4,229	4,205	4,207
9 Reserves as per balance sheet of previous accounting year						873,448
<b>10 Earnings per share (face value ₹ 5 each, fully paid)</b>						
(a) Basic (in ₹)	37.75	46.87	42.76	84.62	86.32	161.64
(b) Diluted (in ₹)	37.54	46.71	42.61	84.25	86.04	160.96

See accompanying note to the financial results

**PART II**

<b>A PARTICULARS OF SHAREHOLDING</b>						
<b>1 Aggregate of Public shareholding</b>						
Number of shares	21,521,522	21,099,707	21,041,874	21,521,522	21,041,874	21,092,937
Percentage of shareholding	25.45	25.07	25.02	25.45	25.02	25.07
<b>2 Promoters and Promoter Group Shareholding</b>						
a) Pledged / Encumbered						
Number of Shares	0	0	0	0	0	0
Percentage of shares (as a % of the total shareholding of promoter and promoter group)	0	0	0	0	0	0
Percentage of shares (as a % of the total share capital of the Company)	0	0	0	0	0	0
b) Non-encumbered						
Number of shares	63,051,197	63,051,197	63,051,197	63,051,197	63,051,197	63,051,197
Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100	100	100	100	100	100
Percentage of shares (as a % of the total share capital of the Company)	74.55	74.93	74.98	74.55	74.98	74.93

**B INVESTOR COMPLAINTS**

Particulars	No. of Complaints
Complaints outstanding on July 01, 2014	0
Complaints received during the three month period ended September 30, 2014	4
Complaints disposed off during the three month period ended September 30, 2014	4
Complaints outstanding on September 30, 2014	0

**Notes to financial results :**

- 1 The above unaudited consolidated financial results for the three and six month period ended September 30, 2014 have been approved by the Board of Directors of the Company at its meeting held on November 12, 2014. The Statutory Auditors of the Company have carried out a Limited Review of the consolidated financial results for the three and six month period ended September 30, 2014. There are no qualifications in the Limited Review Report issued by the Auditors.
- 2 The consolidated financial results of Oracle Financial Services Software Limited (the 'Company' or the 'Group') have been extracted from the unaudited consolidated financial statements prepared in accordance with the principles and procedures required for the preparation and presentation of consolidated financial statements as laid down under Accounting Standard ('AS') 21, 'Consolidated Financial Statements' and AS 23, 'Accounting for Investments in Associates in Consolidated Financial Statements', specified under the Companies Act, 1956 (which are deemed to be applicable as per section 133 of the Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules, 2014).
- 3 The Company has opted to publish consolidated financial results, pursuant to the option made available as per clause 41 of the listing agreement. Both the consolidated and standalone financial results are available on the Company's website viz. www.oracle.com/financialservices and website of BSE (www.bseindia.com) and NSE (www.nseindia.com).
- 4 During the three and six month period ended September 30, 2014, the Company allotted 421,815 and 428,585 equity shares, respectively, of face value of ₹ 5 each on exercise of stock options by eligible employees under the prevailing ESOP
- 5 Employee costs for the year ended March 31, 2014 includes reversal of payroll taxes accrual related to prior year of ₹ 1,023 lacs.
- 6 Employee costs for the six month period ended September 30, 2013 and year ended March 31, 2014 are net of ₹ 2,435 lacs pertaining to write back of bonus provision of earlier year no longer required.
- 7 Particulars of other income, net

(₹ in lacs)

Particulars	Three month period ended			Six month period ended		Year ended
	September 30, 2014	June 30, 2014	September 30, 2013	September 30, 2014	September 30, 2013	March 31, 2014
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Interest income	14,372	15,407	11,602	29,779	22,823	51,780
Exchange (loss) gain, net	(121)	(894)	7,194	(1,015)	15,508	14,525
Miscellaneous income, net	692	521	76	1,213	624	1,060
<b>Total</b>	<b>14,943</b>	<b>15,034</b>	<b>18,872</b>	<b>29,977</b>	<b>38,955</b>	<b>67,365</b>

- 8 The Board of Directors of the Company declared an interim dividend of ₹ 485/- per equity share of face value ₹ 5 each at its meeting held on September 12, 2014 and the same was distributed to the members of the Company during the three month period ended September 30, 2014.

**9 Statement of assets and liabilities**

(₹ in lacs)

Particulars	As at	
	September 30, 2014	March 31, 2014
	Unaudited	Audited
<b>A EQUITY AND LIABILITIES</b>		
<b>1 Shareholders' funds</b>		
(a) Share capital	4,229	4,207
(b) Reserves and surplus	474,775	873,448
	<b>479,004</b>	<b>877,655</b>
<b>2 Share application money pending allotment</b>	<b>0</b>	<b>36</b>
<b>3 Non-current liabilities</b>		
(a) Deferred tax liability	377	678
(b) Other long-term liabilities	2,417	2,603
(c) Long-term provisions	8,234	7,191
	<b>11,028</b>	<b>10,472</b>
<b>4 Current liabilities</b>		
(a) Trade payables	2,098	4,737
(b) Other current liabilities	66,894	65,891
(c) Short-term provisions	15,490	13,722
	<b>84,482</b>	<b>84,350</b>
<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>574,514</b>	<b>972,513</b>
<b>B ASSETS</b>		
<b>1 Non-current assets</b>		
(a) Fixed assets	93,734	96,603
(b) Non-current investments	0	0
(c) Deferred tax assets	10,017	8,669
(d) Long-term loans and advances	42,528	51,342
(e) Other non-current assets	0	3
	<b>146,279</b>	<b>156,617</b>
<b>2 Current assets</b>		
(a) Trade receivables	81,903	68,074
(b) Cash and bank balances	283,944	667,261
(c) Short-term loans and advances	8,746	9,484
(d) Other current assets	53,642	71,077
	<b>428,235</b>	<b>815,896</b>
<b>TOTAL - ASSETS</b>	<b>574,514</b>	<b>972,513</b>

10 Reporting segmentwise revenue, results and capital employed, under clause 41 of the listing agreement

(₹ in lacs)

Particulars	Three month period ended			Six month period ended		Year ended
	September 30, 2014	June 30, 2014	September 30, 2013	September 30, 2014	September 30, 2013	March 31, 2014
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>(a) Segment revenue</b>						
Product licenses and related activities	75,605	89,530	75,475	165,135	144,164	290,015
IT solutions and consulting services	16,835	15,425	18,483	32,260	37,564	73,983
Business process outsourcing services	2,008	2,343	2,546	4,351	4,716	10,134
	<b>94,448</b>	<b>107,298</b>	<b>96,504</b>	<b>201,746</b>	<b>186,444</b>	<b>374,132</b>
<b>(b) Segment results</b>						
Product licenses and related activities	32,142	44,710	33,756	76,852	62,831	125,594
IT solutions and consulting services	3,211	3,688	4,038	6,899	8,805	15,209
Business process outsourcing services	121	514	845	635	1,519	3,662
	<b>35,474</b>	<b>48,912</b>	<b>38,639</b>	<b>84,386</b>	<b>73,155</b>	<b>144,465</b>
Interest income	14,372	15,407	11,602	29,779	22,823	51,780
Other un-allocable (expenses) income, net	-1,356	-2,601	3,489	-3,957	9,788	3,891
<b>Profit before tax</b>	<b>48,490</b>	<b>61,718</b>	<b>53,730</b>	<b>110,208</b>	<b>105,766</b>	<b>200,136</b>
<b>(c) Capital employed</b>						
Product licenses and related activities	116,711	109,139	127,990	116,711	127,990	110,620
IT solutions and consulting services	18,531	19,989	34,584	18,531	34,584	23,514
Business process outsourcing services	1,008	1,165	1,008	1,008	1,008	1,106
Unallocable	342,754	786,932	649,483	342,754	649,483	742,415
	<b>479,004</b>	<b>917,225</b>	<b>813,065</b>	<b>479,004</b>	<b>813,065</b>	<b>877,655</b>

**Notes on segment information:**

**Segment revenue and expense:**

Revenue is generated through licensing of software products as well as by providing software solutions to the customers including consulting services and business process outsourcing services. The income and expenses which are not directly attributable to a business segment are classified as unallocable income and expenses.

**Segment assets and liabilities:**

Segment assets include all operating assets used by a segment and consist principally of trade receivables net of allowances, unbilled revenue, deposits for premises and fixed assets. Segment liabilities primarily includes deferred revenues, advance from customers, accrued employee cost and other current liabilities. While most such assets and liabilities can be directly attributed to individual segments, the carrying amount of certain assets and liabilities used jointly by two or more segments is allocated to the segment on a reasonable basis. Assets and liabilities that cannot be allocated between the segments are shown as part of unallocable assets and liabilities.

11 Unaudited standalone results for the three and six month period ended September 30, 2014

(₹ in lacs, except per share data)

Particulars	Three month period ended			Six month period ended		Year ended
	September 30, 2014	June 30, 2014	September 30, 2013	September 30, 2014	September 30, 2013	March 31, 2014
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>Revenue from operations</b>	<b>80,958</b>	<b>90,695</b>	<b>82,504</b>	<b>171,653</b>	<b>156,856</b>	<b>315,947</b>
<b>Net profit after tax for the period</b>	<b>27,533</b>	<b>34,689</b>	<b>31,130</b>	<b>62,222</b>	<b>59,749</b>	<b>114,836</b>
Earnings per share (face value ₹ 5 each, fully paid)						
Basic (in ₹)	32.70	41.23	37.02	73.92	71.07	136.56
Diluted (in ₹)	32.52	41.08	36.89	73.60	70.84	135.98

12 Mr. Jayant Joshi has been appointed as Company Secretary and Compliance Officer with effect from September 29, 2014.

13 Previous period's / year's figures have been reclassified, where necessary, to conform with current period's / year's presentation.

For and on behalf of the Board of Directors  
Oracle Financial Services Software Limited

Mumbai, India  
November 12, 2014

Chaitanya Kamat  
Managing Director & Chief Executive Officer