

Oracle Financial Services Software Limited

Unaudited condensed balance sheet as at September 30, 2014

	(Amounts in ₹ million)	
	September 30, 2014	March 31, 2014
<u>EQUITY AND LIABILITIES</u>		
Shareholders' funds		
Share capital	422.86	420.72
Reserves and surplus	43,372.55	84,128.30
	43,795.41	84,549.02
Share application money pending allotment	-	3.59
Non-current liabilities		
Other long-term liabilities	179.13	174.38
Long-term provisions	521.73	449.21
	700.86	623.59
Current liabilities		
Trade payables	143.68	366.66
Other current liabilities	7,234.02	11,065.60
Short-term provisions	1,211.70	1,081.00
	8,589.40	12,513.26
TOTAL	53,085.67	97,689.46
<u>ASSETS</u>		
Non-current assets		
Fixed assets		
Tangible assets	3,104.53	3,381.34
Intangible assets	-	-
Capital work-in-progress	125.98	124.33
Non-current investments	7,282.40	7,282.40
Deferred tax assets	951.76	793.05
Long-term loans and advances	4,824.85	5,767.28
Other non-current assets	189.60	181.20
	16,479.12	17,529.60
Current assets		
Trade receivables	7,411.58	11,569.95
Cash and bank balances	22,372.30	61,866.33
Short-term loans and advances	602.36	662.62
Other current assets	6,220.31	6,060.96
	36,606.55	80,159.86
TOTAL	53,085.67	97,689.46

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

Oracle Financial Services Software Limited

Unaudited condensed statement of profit and loss for the three and six month period ended September 30, 2014

	(Amounts in ₹ million, except share data)			
	Three month period ended		Six month period ended	
	September 30,		September 30,	
	2014	2013	2014	2013
<u>INCOME</u>				
Revenue from operations	8,095.86	8,250.42	17,165.31	15,685.62
Other income, net				
Interest income	1,426.31	1,146.06	2,953.00	2,258.16
Foreign exchange gain, net	41.60	437.29	(18.51)	889.10
Miscellaneous income, net	18.70	11.51	38.16	35.93
Total income	9,582.47	9,845.28	20,137.96	18,868.81
<u>EXPENSES</u>				
Employee costs	4,119.64	3,874.38	7,920.20	7,509.58
Travel related expenses (net of recoveries)	219.71	275.13	483.18	534.33
Professional fees	490.97	511.67	962.56	844.18
Other expenses	322.47	316.19	694.10	660.01
Depreciation and amortization	152.00	160.03	320.33	321.14
Total expenses	5,304.79	5,137.40	10,380.37	9,869.24
Profit before tax	4,277.68	4,707.88	9,757.59	8,999.57
Tax expenses				
Current tax	1,602.31	1,620.70	3,694.07	3,123.09
Deferred tax	(77.87)	(25.86)	(158.71)	(98.43)
Total tax expenses	1,524.44	1,594.84	3,535.36	3,024.66
Profit for the period	2,753.24	3,113.04	6,222.23	5,974.91
Earnings per equity share of par value of ₹ 5 (September 30, 2013 ₹ 5) each (in ₹)				
Basic	32.70	37.02	73.92	71.07
Diluted	32.52	36.89	73.60	70.84
Number of shares used in computing earnings per share				
Basic	84,205,122	84,081,630	84,176,269	84,076,089
Diluted	84,675,858	84,384,645	84,542,368	84,345,965

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

Oracle Financial Services Software Limited

Notes annexed to and forming part of the unaudited condensed accounts for the three and six month period ended September 30, 2014

1. Accounting Policies

The Company has followed the same accounting policies in preparing the interim financial statements as were followed for the year ended March 31, 2014.

2. Capital Commitments

(Amounts in ₹ million)

Particulars	September 30, 2014	March 31, 2014
Contracts remaining to be executed on capital account not provided for (net of advances)	171.49	169.83

3. Employee costs for the six month period ended September 30, 2013 are net of ₹ 136 million pertaining to write back of bonus provision of earlier year no longer required.

4. The Board of Directors of the Company declared an interim dividend of ₹ 485/- per equity share of face value of ₹ 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.

5. Segment information

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

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

(Amounts in ₹ million)

Three month period ended September 30, 2014			
Particulars	Products	Services	Total
Revenue from operations	6,418.57	1,677.29	8,095.86
Segment result	2,551.48	365.90	2,917.38
Unallocable expenses			(126.31)
Interest income			1,426.31
Foreign exchange gain, net			41.60
Miscellaneous income, net			18.70
Profit before tax			4,277.68
Tax expenses			(1,524.44)
Profit for the period			2,753.24

(Amounts in ₹ million)

Three month period ended September 30, 2013			
Particulars	Products	Services	Total
Revenue from operations	6,402.02	1,848.40	8,250.42
Segment result	2,845.32	465.41	3,310.73
Unallocable expenses			(197.71)
Interest income			1,146.06
Foreign exchange gain, net			437.29
Miscellaneous income, net			11.51
Profit before tax			4,707.88
Tax expenses			(1,594.84)
Profit for the period			3,113.04

(Amounts in ₹ million)

Six month period ended September 30, 2014			
Particulars	Products	Services	Total
Revenue from operations	13,936.52	3,228.79	17,165.31
Segment result	6,307.29	766.44	7,073.73
Unallocable expenses			(288.79)
Interest income			2,953.00
Foreign exchange gain, net			(18.51)
Miscellaneous income, net			38.16
Profit before tax			9,757.59
Tax expenses			(3,535.36)
Profit for the period			6,222.23

(Amounts in ₹ million)

Six month period ended September 30, 2013			
Particulars	Products	Services	Total
Revenue from operations	12,077.46	3,608.16	15,685.62
Segment result	5,290.17	892.24	6,182.41
Unallocable expenses			(366.03)
Interest income			2,258.16
Foreign exchange gain, net			889.10
Miscellaneous income, net			35.93
Profit before tax			8,999.57
Tax expenses			(3,024.66)
Profit for the period			5,974.91

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Notes annexed to and forming part of the unaudited condensed accounts for the three and six month period ended September 30, 2014

Other information

Three month period ended September 30, 2014					(Amounts in ₹ million)
Particulars	Products	Services	Unallocable	Total	
Capital expenditure by segment					
Tangible assets	14.15	5.02	1.32	20.49	
Depreciation and amortization	106.13	40.31	5.56	152.00	
Other non cash expenses	(18.53)	(20.58)	-	(39.11)	
Segment assets	13,201.49	3,386.72	36,497.46	53,085.67	
Segment liabilities	6,900.92	1,871.99	517.35	9,290.26	
Share application money pending allotment	-	-	-	-	
Shareholders' funds	-	-	43,795.41	43,795.41	

Three month period ended September 30, 2013					(Amounts in ₹ million)
Particulars	Products	Services	Unallocable	Total	
Capital expenditure by segment					
Tangible assets	3.73	1.33	0.29	5.35	
Depreciation and amortization	108.54	44.38	7.11	160.03	
Other non cash expenses	(23.77)	(1.32)	-	(25.09)	
Segment assets	15,092.84	6,107.21	69,776.32	90,976.37	
Segment liabilities	9,214.89	2,252.16	562.76	12,029.81	
Share application money pending allotment	-	-	1.59	1.59	
Shareholders' funds	-	-	78,944.97	78,944.97	

Six month period ended September 30, 2014					(Amounts in ₹ million)
Particulars	Products	Services	Unallocable	Total	
Capital expenditure by segment					
Tangible assets	31.41	10.30	2.37	44.08	
Depreciation and amortization	219.94	86.86	13.53	320.33	
Other non cash expenses	54.83	(3.55)	-	51.28	
Segment assets	13,201.49	3,386.72	36,497.46	53,085.67	
Segment liabilities	6,900.92	1,871.99	517.35	9,290.26	
Share application money pending allotment	-	-	-	-	
Shareholders' funds	-	-	43,795.41	43,795.41	

Six month period ended September 30, 2013					(Amounts in ₹ million)
Particulars	Products	Services	Unallocable	Total	
Capital expenditure by segment					
Tangible assets	138.85	72.40	12.54	223.79	
Depreciation and amortization	210.17	92.30	18.67	321.14	
Other non cash expenses	29.48	40.78	-	70.26	
Segment assets	15,092.84	6,107.21	69,776.32	90,976.37	
Segment liabilities	9,214.89	2,252.16	562.76	12,029.81	
Share application money pending allotment	-	-	1.59	1.59	
Shareholders' funds	-	-	78,944.97	78,944.97	

6. Prior period's figures have been reclassified, where necessary to conform with current period's presentation.

Oracle Financial Services Software Limited

Unaudited condensed statement of cash flow for the six month period ended September 30, 2014

	(Amounts in ₹ million)	
	Six month period ended September 30,	
	2014	2013
Net cash provided by operating activities	3,878.82	2,407.99
Net cash provided by (used in) investing activities	44,092.78	(2,521.75)
Net cash (used in) provided by financing activities	(46,980.42)	44.86
Net increase (decrease) in cash and cash equivalents	991.18	(68.90)
Cash and cash equivalents at beginning of the period	731.38	868.60
Effect of exchange difference on cash and bank balances	(103.51)	16.93
Cash and cash equivalents at end of the period	1,619.05	816.63
Component of cash and cash equivalents		
Cheques on hand	235.93	-
Balances with banks:		
Current accounts	1,144.00	266.63
Deposit accounts with original maturity of less than 3 months	150.00	550.00
Unpaid dividend account *	89.12	-
Total cash and cash equivalents	1,619.05	816.63

* These balances will be utilized only towards the respective unpaid dividend.