

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 Nine Month Period Ended December 31, 2014

PART I

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

Particulars	Three month period ended			Nine month period ended		Year ended
	December 31, 2014	September 30, 2014	December 31, 2013	December 31, 2014	December 31, 2013	March 31, 2014
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 INCOME						
Revenue from operations	93,769	94,448	98,169	295,515	284,613	374,132
Total income from operations	93,769	94,448	98,169	295,515	284,613	374,132
2 EXPENSES						
(a) Employee costs	46,847	47,032	50,273	139,560	139,657	184,048
(b) Travel related expenses (net of recoveries)	3,969	2,918	3,519	10,064	10,646	14,058
(c) Professional fees	4,438	4,663	4,091	13,760	13,946	18,183
(d) Other expenses	4,213	4,643	4,321	14,081	14,027	17,905
(e) Depreciation and amortisation	1,533	1,645	1,793	5,050	5,354	7,167
Total expenses	61,000	60,901	63,997	182,515	183,630	241,361
3 Profit from operations before other income and tax	32,769	33,547	34,172	113,000	100,983	132,771
4 Other income, net	4,462	14,943	13,450	34,439	52,405	67,365
5 Profit before tax	37,231	48,490	47,622	147,439	153,388	200,136
6 Tax expenses						
(a) Current tax	12,340	17,461	16,005	52,995	49,655	65,468
(b) Deferred tax	(76)	(756)	(667)	(1,751)	(1,124)	(1,264)
Total tax expenses	12,264	16,705	15,338	51,244	48,531	64,204
7 Net profit for the period	24,967	31,785	32,284	96,195	104,857	135,932
8 Paid up equity share capital (face value ₹ 5 each, fully paid)	4,229	4,229	4,206	4,229	4,206	4,207
9 Reserves as per balance sheet of previous accounting year						873,448
10 Earnings per share (face value ₹ 5 each, fully paid)						
(a) Basic (in ₹)	29.52	37.75	38.39	114.10	124.70	161.64
(b) Diluted (in ₹)	29.42	37.54	38.23	113.54	124.27	160.96

See accompanying note to the financial results

PART II

A PARTICULARS OF SHAREHOLDING						
1 Aggregate of Public shareholding						
Number of shares	21,533,782	21,521,522	21,065,829	21,533,782	21,065,829	21,092,937
Percentage of shareholding	25.46	25.45	25.04	25.46	25.04	25.07
2 Promoters and Promoter Group Shareholding						
a) Pledged / Encumbered	-	-	-	-	-	-
Number of Shares	-	-	-	-	-	-
Percentage of shareholding	-	-	-	-	-	-
b) Non-encumbered	63,051,197	63,051,197	63,051,197	63,051,197	63,051,197	63,051,197
Number of Shares	100	100	100	100	100	100
Percentage of shareholding	74.54	74.55	74.96	74.54	74.96	74.93

B INVESTOR COMPLAINTS

Particulars	No. of Complaints
Complaints outstanding on October 01, 2014	0
Complaints received during the three month period ended December 31, 2014	28
Complaints disposed off during the three month period ended December 31, 2014	27
Complaints outstanding on December 31, 2014	1

Notes to financial results :

- The above unaudited consolidated financial results for the three and nine month period ended December 31, 2014 have been approved by the Board of Directors of the Company at its meeting held on February 13, 2015. The Statutory Auditors of the Company have carried out a Limited Review of the consolidated financial results for the three and nine month period ended December 31, 2014. There are no qualifications in the Limited Review Report issued by the Auditors.
- 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).
- 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).
- During the three and nine month period ended December 31, 2014, the Company allotted 12,260 and 440,845 equity shares, respectively, of face value of ₹ 5 each on exercise of stock options by eligible employees under the prevailing ESOP schemes.
- Employee costs for the year ended March 31, 2014 includes reversal of payroll taxes accrual related to prior year of ₹ 1,023 lacs.
- Employee costs for the three month period ended December 31, 2013 includes ₹ 252.74 million being net additional bonus payable for earlier quarters based on determination of final payout. Employee costs for the nine month period ended December 31, 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.
- Particulars of other income, net

(₹ in lacs)

Particulars	Three month period ended			Nine month period ended		Year ended
	December 31, 2014	September 30, 2014	December 31, 2013	December 31, 2014	December 31, 2013	March 31, 2014
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Interest income	5,299	14,372	14,291	35,078	37,114	51,780
Exchange (loss) gain, net	(1,013)	(121)	(832)	(2,028)	14,676	14,525
Miscellaneous income (expense), net	176	692	(9)	1,389	615	1,060
Total	4,462	14,943	13,450	34,439	52,405	67,365

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

(₹ in lacs)

Particulars	Three month period ended			Nine month period ended		Year ended
	December 31, 2014	September 30, 2014	December 31, 2013	December 31, 2014	December 31, 2013	March 31, 2014
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
(a) Segment revenue						
Product licenses and related activities	75,463	75,605	75,912	240,598	220,076	290,015
IT solutions and consulting services	14,968	16,835	19,260	47,228	56,824	73,983
Business process outsourcing services	3,338	2,008	2,997	7,689	7,713	10,134
	93,769	94,448	98,169	295,515	284,613	374,132
(b) Segment results						
Product licenses and related activities	32,130	32,142	32,513	108,982	95,344	125,594
IT solutions and consulting services	1,342	3,211	2,813	8,241	11,618	15,209
Business process outsourcing services	1,580	121	1,470	2,215	2,989	3,662
	35,052	35,474	36,796	119,438	109,951	144,465
Interest income	5,299	14,372	14,291	35,078	37,114	51,780
Other un-allocable (expenses) income, net	(3,120)	(1,356)	(3,465)	(7,077)	6,323	3,891
Profit before tax	37,231	48,490	47,622	147,439	153,388	200,136
(c) Capital employed						
Product licenses and related activities	90,232	116,711	119,935	90,232	119,935	110,620
IT solutions and consulting services	19,495	18,531	27,625	19,495	27,625	23,514
Business process outsourcing services	977	1,008	872	977	872	1,106
Unallocable	393,403	342,754	697,405	393,403	697,405	742,415
	504,107	479,004	845,837	504,107	845,837	877,655

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.

10 Unaudited standalone results for the three and nine month period ended December 31, 2014

(₹ in lacs, except per share data)

Particulars	Three month period ended			Nine month period ended		Year ended
	December 31, 2014	September 30, 2014	December 31, 2013	December 31, 2014	December 31, 2013	March 31, 2014
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Revenue from operations	80,627	80,958	82,736	252,280	239,592	315,947
Net profit after tax for the period	23,433	27,533	27,147	85,655	86,896	114,836
Earnings per share (face value ₹ 5 each, fully paid)						
Basic (in ₹)	27.71					136.56
Diluted (in ₹)	27.61					135.98

11 Mr. Y.M. Kale, Non-Executive Independent Director has resigned with effect from December 15, 2014.

12 Mr. Richard Jackson, Independent Director, has been appointed as the Chairman of the Audit Committee with effect from December 16, 2014.

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

32.70	32.28	101.59	103.34
32.52	32.15	101.10	102.98

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

Mumbai, India
February 13, 2015

S Venkatachalam
Chairman