

**Oracle Financial Services Software Limited**

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**Audited Consolidated Financial Results for the Year Ended March 31, 2016**

PART I		( ₹ in lacs, except per share data)				
		Quarter ended			Year ended	
	Particulars	March 31, 2016	December 31, 2015	March 31, 2015	March 31, 2016	March 31, 2015
		Audited	Unaudited	Audited	Audited	Audited
1	<b>INCOME</b>					
	Revenue from operations	101,299	101,983	94,976	409,280	390,491
	<b>Total income from operations</b>	<b>101,299</b>	<b>101,983</b>	<b>94,976</b>	<b>409,280</b>	<b>390,491</b>
2	<b>EXPENSES</b>					
	(a) Employee costs	48,777	49,546	45,230	192,090	184,790
	(b) Travel related expenses (net of recoveries)	4,024	4,516	3,370	16,187	13,434
	(c) Professional fees	3,959	3,900	3,427	14,534	17,187
	(d) Other expenses	8,184	3,694	5,919	18,400	20,000
	(e) Depreciation and amortisation	1,315	1,257	1,759	5,292	6,809
	<b>Total expenses</b>	<b>66,259</b>	<b>62,913</b>	<b>59,705</b>	<b>246,503</b>	<b>242,220</b>
3	<b>Profit from operations before other income, exceptional item and tax</b>	<b>35,040</b>	<b>39,070</b>	<b>35,271</b>	<b>162,777</b>	<b>148,271</b>
4	Other income, net	6,294	3,235	374	25,597	34,813
5	<b>Profit from operations before exceptional item and tax</b>	<b>41,334</b>	<b>42,305</b>	<b>35,645</b>	<b>188,374</b>	<b>183,084</b>
6	Exceptional item [Refer note 6]	-	2,179	-	(2,193)	-
7	<b>Profit before tax</b>	<b>41,334</b>	<b>44,484</b>	<b>35,645</b>	<b>186,181</b>	<b>183,084</b>
8	Tax expenses					
	(a) Current tax [Refer note 5]	19,411	15,406	12,783	70,599	65,778
	(b) Deferred tax	(513)	130	(175)	(996)	(1,926)
	<b>Total tax expenses</b>	<b>18,898</b>	<b>15,536</b>	<b>12,608</b>	<b>69,603</b>	<b>63,852</b>
9	<b>Net profit for the period</b>	<b>22,436</b>	<b>28,948</b>	<b>23,037</b>	<b>116,578</b>	<b>119,232</b>
10	Paid up equity share capital (face value ₹ 5 each, fully paid)	4,243	4,241	4,231	4,243	4,231
11	Reserves as per balance sheet of previous accounting year				363,268	340,176
12	Earnings per share (face value ₹ 5 each, fully paid)					
	(a) Basic (in ₹)	26.44	34.14	27.23	137.58	141.30
	(b) Diluted (in ₹)	26.34	33.89	27.14	136.84	140.71
See accompanying note to the financial results						

**Notes to financial results :**

1 The above audited consolidated financial results have been approved by the Board at its meeting held on May 11, 2016. There are no qualifications in the 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 audited 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 Financials Statements' and AS 23, 'Accounting for Investments in Associates in Consolidated Financial Statements', specified by Section 133 of the Companies Act, 2013 read together with Rule 7 of the Companies (Accounts) Rules 2014, issued by the Ministry of Corporate Affairs.
- 3 The figures for the quarter ended March 31, 2016 and March 31, 2015 are the balancing figures between audited figures in respect of the full financial year ended March 31, 2016 and March 31, 2015 respectively and unaudited published year-to-date figures up to December 31, 2015 and December 31, 2014 respectively, being the end of the third quarter of the respective financial years, which were subjected to limited review.
- 4 During the quarter and year ended March 31, 2016, the Company allotted 32,971 and 241,319 equity shares, respectively, of face value of ₹ 5 each on exercise of stock options by eligible employees under the prevailing ESOP schemes.
- 5 Current tax charge for the quarter and year ended March 31, 2016 includes provision made in relation to foreign tax receivable of ₹ 4,130 lacs.
- 6 In the three month period ended June 30, 2015, the Company had charged an amount of ₹ 4,372 lacs in the consolidated financial results in relation to an Arbitration award passed against a wholly owned subsidiary company. During the three month period ended December 31, 2015, the subsidiary company has settled the said dispute for full release of all claims and accordingly, has reversed the resultant excess provision of ₹ 2,179 lacs. The same has been disclosed as an exceptional item.
- 7 Particulars of other income, net

( ₹ in lacs )

Particulars	Quarter ended			Year ended	
	March 31, 2016	December 31, 2015	March 31, 2015	March 31, 2016	March 31, 2015
	Audited	Unaudited	Audited	Audited	Audited
Interest income	3,599	3,619	5,962	20,360	41,040
Exchange gain (loss), net	1,796	(722)	(6,596)	3,746	(8,624)
Miscellaneous income, net	899	338	1,008	1,491	2,397
<b>Total</b>	<b>6,294</b>	<b>3,235</b>	<b>374</b>	<b>25,597</b>	<b>34,813</b>

- 8 The Board of Directors of the Company has recommended a final dividend of ₹ 100 per equity share of face value of ₹ 5 each for the financial year 2015-16. This final dividend shall be payable subject to the approval of the shareholders.

9 **Statement of assets and liabilities**

Particulars	As at	
	March 31, 2016	March 31, 2015
	Audited	Audited
<b>A EQUITY AND LIABILITIES</b>		
<b>1 Shareholders' funds</b>		
(a) Share capital	4,243	4,231
(b) Reserves and surplus	363,268	340,176
	<b>367,511</b>	<b>344,407</b>
<b>2 Share application money pending allotment</b>	<b>30</b>	<b>6</b>
<b>3 Non-current liabilities</b>		
(a) Deferred tax liability	50	191
(b) Other long-term liabilities	1,895	2,210
(c) Long-term provisions	11,419	8,408
	<b>13,364</b>	<b>10,809</b>
<b>4 Current liabilities</b>		
(a) Trade payables	3,768	3,618
(b) Other current liabilities	61,292	69,329
(c) Short-term provisions	121,731	198,901
	<b>186,791</b>	<b>271,848</b>
<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>567,696</b>	<b>627,070</b>

Statement of assets and liabilities (continued)

Particulars	As at	
	March 31, 2016	March 31, 2015
	Audited	Audited
<b>B ASSETS</b>		
<b>1 Non-current assets</b>		
(a) Fixed assets	87,862	91,144
(b) Non-current investments	-	-
(c) Deferred tax assets	10,965	10,061
(d) Long-term loans and advances	60,015	58,656
	<b>158,842</b>	<b>159,861</b>
<b>2 Current assets</b>		
(a) Trade receivables	82,585	60,162
(b) Cash and bank balances	273,074	356,383
(c) Short-term loans and advances	11,780	7,934
(d) Other current assets	41,415	42,730
	<b>408,854</b>	<b>467,209</b>
<b>TOTAL - ASSETS</b>	<b>567,696</b>	<b>627,070</b>

10 Reporting segmentwise revenue, results and capital employed

(₹ in lacs)

Particulars	Quarter ended			Year ended	
	March 31, 2016	December 31, 2015	March 31, 2015	March 31, 2016	March 31, 2015
	Audited	Unaudited	Audited	Audited	Audited
<b>(a) Segment revenue</b>					
Product licenses and related activities	86,062	86,040	77,550	343,200	318,148
IT solutions and consulting services	12,327	13,103	14,696	54,607	61,924
Business process outsourcing services	2,910	2,840	2,730	11,473	10,419
	<b>101,299</b>	<b>101,983</b>	<b>94,976</b>	<b>409,280</b>	<b>390,491</b>
<b>(b) Segment results</b>					
Product licenses and related activities	38,730	39,371	36,056	163,885	145,038
IT solutions and consulting services	555	1,241	1,849	7,003	10,090
Business process outsourcing services [Refer note 6]	904	3,117	998	1,847	3,213
	<b>40,189</b>	<b>43,729</b>	<b>38,903</b>	<b>172,735</b>	<b>158,341</b>
Interest income	3,599	3,619	5,962	20,360	41,040
Other un-allocable (expenses), net	(2,454)	(2,864)	(9,220)	(6,914)	(16,297)
<b>Profit before tax</b>	<b>41,334</b>	<b>44,484</b>	<b>35,645</b>	<b>186,181</b>	<b>183,084</b>
<b>(c) Capital employed</b>					
Product licenses and related activities	107,949	96,422	82,611	107,949	82,611
IT solutions and consulting services	17,544	17,392	20,188	17,544	20,188
Business process outsourcing services [Refer note 6]	1,802	1,396	1,128	1,802	1,128
Unallocable	240,216	329,958	240,479	240,216	240,479
	<b>367,511</b>	<b>445,168</b>	<b>344,406</b>	<b>367,511</b>	<b>344,406</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 **Audited standalone results for the year ended March 31, 2016**

(₹ in lacs)

Particulars	Quarter ended			Year ended	
	March 31, 2016	December 31, 2015	March 31, 2015	March 31, 2016	March 31, 2015
	Audited	Unaudited	Audited	Audited	Audited
Revenue from operations	86,512	89,071	81,830	348,681	334,110
Net profit before tax for the period	34,295	36,633	29,662	150,109	161,363
Net profit after tax for the period	18,384	23,395	20,147	92,885	105,802

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

13 The above financial results are also available on the Company's website: [www.oracle.com/financialservices](http://www.oracle.com/financialservices)

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

Mumbai, India  
May 11, 2016

**Chaitanya Kamat**  
Managing Director & Chief Executive Officer