

August 2, 2011

Mr. Hari K
Vice President
Listing Department
National Stock Exchange of India Limited
Exchange Plaza, Bandra-Kurla Complex
Bandra (East)
Mumbai 400 051

Sub: Decisions taken at the Board Meeting held today

Scrip Code – OFSS

Dear Sir,

This is to inform you that at the meeting of the Board of Directors of the Company held today, the Directors inter alia approved unaudited standalone Indian GAAP Financials for the quarter ended June 30, 2011.

The unaudited standalone financial results of the Company for the quarter ended June 30, 2011 in the format prescribed by Clause 41 of the listing agreement along with the Limited Review Report thereon issued by M/s. S. R. Batliboi & Associates, Statutory Auditors of the Company, are enclosed. A press release is also enclosed.

This is for the information of the Exchange.

Thanking you,

Yours sincerely,

For Oracle Financial Services Software Limited



Hoshi D. Bhagwagar
Company Secretary
and Compliance Officer

Encl: as above

UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE THREE MONTH PERIOD ENDED JUNE 30, 2011

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

Particulars	Three month period ended June 30,		Year ended March 31,
	2011	2010	2011
	(Unaudited)	(Audited)	(Audited)
Revenue	58,190	50,067	236,051
Cost of revenue	32,121	27,332	116,060
Gross profit	26,069	22,735	119,991
Selling and marketing expenses	1,021	1,780	7,737
General and administrative expenses	4,778	4,638	19,226
Depreciation and amortisation	856	848	3,365
Operating profit	19,414	15,469	89,663
Interest and other income, net	6,413	2,661	14,030
Provision for diminution in value of investment	-	-	254
Profit before provision for taxes	25,827	18,130	103,439
Provision for taxes	8,564	736	6,641
Net profit	17,263	17,394	96,798
Paid up equity share capital (par value ₹ 5 each, fully paid)	4,196	4,194	4,195
Reserves as per balance sheet	528,344	431,125	510,831
Earnings per share - (par value ₹ 5 each)			
Basic (in ₹)	20.58	20.74	115.40
Diluted (in ₹)	20.55	20.71	115.23
Aggregate of public shareholding			
Number of shares	16,432,554	16,389,359	16,413,104
Percentage of shareholding	19.58	19.54	19.56
Promoters and Promoter Group Shareholding			
a) Pledged / Encumbered			
Number of Shares	-	-	-
Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-
Percentage of shares (as a % of the total share capital of the Company)	-	-	-
b) Non-encumbered			
Number of shares	67,481,698	67,481,698	67,481,698
Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100	100	100
Percentage of shares (as a % of the total share capital of the Company)	80.42	80.46	80.44

Notes to financial results :

- The unaudited financial results for the three month period ended June 30, 2011 have been approved by the Board of Directors of the Company at its meeting held on August 2, 2011. The Statutory Auditors of the Company have carried out a Limited Review of the financial results for the three month period ended June 30, 2011. There are no qualifications in the Limited Review Report issued by the Auditors.
- During the three month period ended June 30, 2011, the Company allotted 19,450 equity shares of face value of ₹ 5/- each on exercise of stock options by eligible employees under the ESOP 2002 Scheme.
- Revenue from product licenses and related activities for the three month period ended June 30, 2011 includes prior year reversal of Rs. 1,596 lacs.
- General and administrative expenses for the year ended March 31, 2011 include ₹ 1,220 lacs in connection with a claim against the Company.
- Employee costs for the year ended March 31, 2011 are net of ₹ 2,191 lacs pertaining to write back of bonus provision of earlier year no longer required due to changes in compensation policy of the Company.
- A customer has filed a lawsuit against the Company and one of its subsidiaries, claiming damages of upwards of ₹ 54,490 lacs. The claims are being rigorously defended by the Company and the Company has raised counter claims on the customer for breach of contract and outstanding fees. In respect of this matter, future cash flow is determinable only on settlement of this case.
- During the year ended March 31, 2011, the Company has recorded income tax expenses of ₹ 3,374 lacs related to previous years.
- Details of expenses

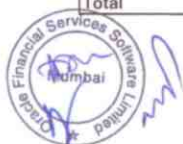
(₹ in lacs)

Particulars	Three month period ended June 30,		Year ended March 31,
	2011	2010	2011
	(Unaudited)	(Audited)	(Audited)
Items exceeding 10% of aggregate expenditure			
Employee costs	29,273	24,910	105,213

- Particulars of interest and other income (expense)

(₹ in lacs)

Particulars	Three month period ended June 30,		Year ended March 31,
	2011	2010	2011
	(Unaudited)	(Audited)	(Audited)
Interest income	5,964	2,071	13,641
Exchange gain, net	445	537	191
Other income, net	4	53	198
Total	6,413	2,661	14,030



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

(₹ in lacs)

Particulars	Three month period ended June 30,		Year ended March 31,
	2011	2010	2011
	(Unaudited)	(Audited)	(Audited)
i) Segment revenue			
Product licenses and related activities	38,573	31,387	161,549
IT solutions and consulting services	19,617	18,680	74,502
	58,190	50,067	236,051
ii) Segment results			
Product licenses and related activities	16,355	13,516	84,957
IT solutions and consulting services	5,756	4,293	14,230
	22,111	17,809	99,187
Add: Interest income	5,964	2,071	13,641
Less: Other un-allocable expense, net	2,248	1,750	9,135
Less: Provision for diminution in value of investment	-	-	254
Profit before taxes	25,827	18,130	103,439
iii) Capital employed			
Product licenses and related activities	59,817	35,407	57,661
IT solutions and consulting services	32,658	39,779	27,176
Unallocable	440,112	360,132	430,196
	532,587	435,318	515,033

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. The expenses which are not directly attributable to a business segment are shown as unallocable expenses.

Segment assets and liabilities:

Segment assets include all operating assets used by a segment and consist principally of debtors net of allowances, unbilled revenue, deposits for premises and fixed assets. Segment liabilities primarily include deferred revenues, finance lease obligation, advance from customer, 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 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 consolidated results for the three month period ended June 30, 2011

(₹ in lacs, except per share data)

Particulars	Three month period ended June 30,		Year ended March 31,
	2011	2010	2011
	(Unaudited)	(Audited)	(Audited)
Revenue	71,208	65,035	299,693
Net profit after tax	20,422	19,334	111,100
Earnings per share - (par value ₹ 5 each)			
Basic (in ₹)	24.34	23.05	132.45
Diluted (in ₹)	24.31	23.02	132.25

12. Information on investor complaints pursuant to clause 41 of the listing agreement for the three month period ended June 30, 2011

Particulars	No. of Complaints
Complaints outstanding on April 1, 2011	2
Complaints received during the three month period ended June 30, 2011	26
Complaints disposed off during the three month period ended June 30, 2011	25
Complaints outstanding on June 30, 2011	3

13. The Board appointed Mr. Robert K. Weiler as an Additional Director w.e.f. July 4, 2011.

14. Figures have been regrouped / reclassified wherever necessary.

15. The above results are also available on the Company's website: www.oracle.com/financialservices

Mumbai, India
August 2, 2011

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

Chaitanya Kamat
Managing Director & Chief Executive Officer


Limited Review Report**Review Report to****The Board of Directors of Oracle Financial Services Software Limited**

1. We have reviewed the accompanying statement of unaudited financial results of Oracle Financial Services Software Limited ('the Company') for the quarter ended June 30, 2011 (the "Statement"), being submitted by the Company pursuant to the requirement of clause 41 of the Listing Agreement, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been reviewed by us. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with recognition and measurement principles laid down in Accounting Standard 25, Interim Financial Reporting, notified pursuant to the Companies (Accounting Standards) Rules, 2006, (as amended) and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

S.R. Batliboi & Associates

For S.R. Batliboi & Associates

Firm registration number: 101049W

Chartered Accountants

A. Majmudar

per Amit Majmudar

Partner

Membership No.: 36656

Mumbai, India

August 2, 2011

For Immediate Release**Oracle Financial Services Software Reports Q1 Fiscal Year 2012 Net Income of Rs. 204 Crore;
Up 6% over Same Quarter Year-over-Year**

Mumbai, India, August 2, 2011: Oracle Financial Services Software Limited (Reuters: ORCL.BO and ORCL.NS), a majority owned subsidiary of Oracle, today announced Indian GAAP results for the quarter ended June 30, 2011. Net income was Rs. 204 Crore, up 6% compared the quarter ended June 30, 2010. Consolidated revenue for the quarter was Rs.712 Crore, up 9% over the quarter ended June 30, 2010. The operating income for the quarter was Rs. 219 Crore, up 18% over the quarter ended June 30, 2010.

The revenue and operating income from the products business was Rs. 481 Crore and Rs. 192 Crore respectively, while the revenue and operating income from the services business was Rs. 218 Crore and Rs. 63 Crore respectively.

Chet Kamat, managing director and chief executive officer for Oracle Financial Services Software, said, "Our product revenues grew 21% and licenses signed were 66% higher than the corresponding quarter year-over-year. Our traction in tier-one banks is increasing with the win at Suncorp showcasing the strong value proposition of our core banking and direct banking offerings. Our analytical applications are seeing strong traction with wins across the globe including tier-one institutions in the United States and Australia. We are very excited with this momentum."

Makarand Padalkar, chief financial officer for Oracle Financial Services Software, said, "We continued to maintain robust operating performance with operating income growth of 18% as compared to operating income in the same quarter year-over-year. The profit before tax for the quarter grew 37% year-over-year."

Business Highlights

- During the quarter, the Company added 10 customers for its products business and seven customers for the services business. Seven customers completed deployment in the quarter for core banking operations.
- The Company signed new licenses of \$13 million in the quarter.
- New wins for product deployment span Australia, Hong Kong, Indonesia, Jamaica, Serbia, Tanzania, United States and Vietnam.



- A tier-one bank in Australia and New Zealand selected Oracle Financial Services Analytical Applications for Enterprise Risk Management (formerly Oracle Reveleus).
- Suncorp Metway Ltd of Australia selected several Oracle Financial Services products, including Oracle FLEXCUBE Core Banking and Oracle FLEXCUBE Direct Banking to replace its legacy core banking system. The leading financial institution intends to strengthen its customer service proposition and reduce costs by streamlining processes and simplifying its operating system.
- A tier-one U.S.-based financial services company selected Oracle Financial Services Analytical Applications for Enterprise Risk Management to support its overall regulatory compliance and Basel initiatives.
- INVESTBANK (previously known as Jordan Investment & Finance Bank) went live on Oracle FLEXCUBE Universal Banking Solution with complete support for operations in Arabic alongside the English language. The deployment will support the bank's growth while enhancing banking services for its clients.
- Amana Bank in the United Republic of Tanzania selected Oracle FLEXCUBE Universal Banking and Oracle FLEXCUBE Direct Banking to develop its core transaction processing system and Internet banking capabilities. The start-up bank is the first to provide Sharia-compliant banking products to customers in the United Republic of Tanzania.
- A leading investment management and investment services company with trillions of dollars in assets under custody or administration and more than \$1 trillion under management has selected Oracle Financial Services Analytical Applications suite, including Oracle Financial Services Data Warehouse, for its enterprise risk and finance transformation initiatives.
- New release Oracle FLEXCUBE Universal Banking 11.3 provides a new, complete extensibility framework that enables users to internally tailor the product to adapt to dynamic market and customer requirements, thus reducing the need for engineering-led enhancements.
- Next version Oracle FLEXCUBE Investor Servicing 9.2 enables transfer agencies, shareholder registry management and mutual funds to design and deploy new services for any market offering through a robust and flexible foundation. The new release provides a redesigned commission-tracking and payment facility and enables efficient handling of broker relationships and payments. The new release provides the flexibility to enter retroactive contracts and policies through automated changes.
- Oracle Financial Services Hedge Management and IFRS Valuations was announced to help financial institutions easily comply with regulatory requirements for International Financial Reporting Standards (IFRS).



ORACLE FINANCIAL SERVICES SOFTWARE GROUP

Q1 FY 2011-12 : FINANCIAL RESULTS CONSOLIDATED STATEMENTS OF OPERATIONS (In INR Thousands, except per share data)

Particulars	Three Months Ended				% Increase (Decrease)
	June 30, 2011	% of Revenues	June 30, 2010	% of Revenues	
REVENUES					
Products	4,809,917	68%	3,988,234	61%	21%
Services	2,177,255	31%	2,341,995	36%	(7%)
BPO - Services	133,587	2%	173,239	3%	(23%)
Total Revenues	7,120,759	100%	6,503,468	100%	9%
OPERATING EXPENSES					
Cost of revenue	3,586,970	50%	3,265,596	50%	10%
Gross Profit	3,533,789	50%	3,237,872	50%	9%
Selling and marketing expenses	582,532	8%	610,357	9%	(5%)
General and administrative expenses	655,839	9%	651,078	10%	1%
Depreciation and amortization	100,709	1%	110,943	2%	(9%)
Total Operating Expenses	4,926,050	69%	4,637,974	71%	6%
OPERATING PROFIT	2,194,709	31%	1,865,494	29%	18%
Interest and other income, net	749,982	11%	289,125	4%	159%
PROFIT BEFORE PROVISION OF TAXES	2,944,691	41%	2,154,619	33%	37%
Provision for taxes	902,520	13%	221,185	3%	308%
NET PROFIT	2,042,171	29%	1,933,434	30%	6%
Earnings per share of Rs 5/- each (in Rs)					
Basic	24.34		23.05		6%
Diluted	24.31		23.02		6%



ORACLE FINANCIAL SERVICES SOFTWARE GROUP

Q1 FY 2011-12 : FINANCIAL RESULTS CONSOLIDATED STATEMENTS OF OPERATIONS (In INR Thousands, except per share data)

Particulars	Three Month Ended				% Increase (Decrease)
	June 30, 2011	% of Revenues	Mar 31, 2011	% of Revenues	
REVENUES					
Products	4,809,917	68%	6,308,952	73%	(24%)
Services	2,177,255	31%	2,156,385	25%	1%
BPO - Services	133,587	2%	188,236	2%	(29%)
Total Revenues	7,120,759	100%	8,653,573	100%	(18%)
OPERATING EXPENSES					
Cost of revenue	3,586,970	50%	3,437,329	40%	4%
Gross Profit	3,533,789	50%	5,216,244	60%	(32%)
Selling and marketing expenses	582,532	8%	847,349	10%	(31%)
General and administrative expenses	655,839	9%	658,809	8%	(0%)
Depreciation and amortization	100,709	1%	111,326	1%	(10%)
Total Operating Expenses	4,926,050	69%	5,054,813	58%	(3%)
OPERATING PROFIT	2,194,709	31%	3,598,760	42%	(39%)
Interest and other income, net	749,982	11%	674,724	8%	11%
PROFIT BEFORE PROVISION OF TAXES	2,944,691	41%	4,273,484	49%	(31%)
Provision for taxes	902,520	13%	556,470	6%	62%
NET PROFIT	2,042,171	29%	3,717,014	43%	(45%)
Earnings per share of Rs 5/- each (in Rs)					
Basic	24.34		44.31		(45%)
Diluted	24.31		44.25		(45%)



Oracle Financial Services Software Limited Q1 FY 2011-12 FINANCIAL RESULTS SUPPLEMENTAL OPERATING METRICS										
	Financial Year 2010-11					Financial Year 2011-12				
	Q1	Q2	Q3	Q4	Full Year	Q1	Q2	Q3	Q4	Full Year
Segmental Revenue (INR Mn)										
Product Business	3,988	5,028	4,641	6,309	19,966	4,810				
Services Business	2,342	2,226	2,550	2,156	9,274	2,177				
KPO Business	173	182	186	188	729	134				
Total	6,504	7,436	7,376	8,653	29,969	7,121				
Geographic Revenues										
Products Business										
North America	26%	17%	18%	20%	19%	24%				
Middle East and Africa	17%	18%	26%	18%	20%	15%				
Asia Pacific	22%	36%	21%	21%	25%	31%				
Europe	33%	26%	32%	35%	32%	24%				
Latin America and Caribbean	3%	3%	3%	5%	5%	5%				
Services Business										
North America	54%	57%	55%	54%	55%	53%				
Middle East and Africa	4%	4%	3%	5%	4%	5%				
Asia Pacific	23%	25%	27%	23%	24%	26%				
Europe	19%	13%	15%	16%	16%	15%				
Latin America and Caribbean	0%	1%	0%	1%	1%	1%				
Total Company										
North America	37%	30%	32%	29%	31%	34%				
Middle East and Africa	12%	14%	18%	15%	15%	12%				
Asia Pacific	22%	33%	23%	22%	25%	30%				
Europe	27%	22%	26%	30%	26%	21%				
Latin America and Caribbean	2%	2%	2%	4%	4%	4%				
Revenue Analysis by Type										
Product Revenues										
License Fees	8%	28%	16%	28%	21%	12%				
Professional Services	66%	47%	56%	50%	54%	58%				
Maintenance	26%	25%	28%	22%	25%	30%				
Services Revenues										
Fixed Price	37%	38%	37%	32%	36%	28%				
Time & Material Basis	63%	62%	63%	68%	64%	72%				
On-site	45%	51%	48%	48%	48%	52%				
Off-shore	55%	49%	52%	52%	52%	48%				
Customer Concentration										
Product Customers										
Top Customer	10%	20%	7%	10%	10%	11%				
Top 5 Customers	24%	30%	24%	32%	25%	23%				
Top 10 Customers	32%	37%	33%	43%	32%	32%				
Citigroup and its entities	13%	9%	10%	12%	11%	11%				
Services Customers										
Top Customer	19%	10%	10%	11%	12%	13%				
Top 5 Customers	52%	37%	39%	44%	41%	46%				
Top 10 Customers	72%	56%	62%	64%	59%	62%				
Citigroup and its entities	44%	51%	44%	46%	46%	45%				
Total Company										
Top Customer	9%	15%	8%	8%	9%	10%				
Top 5 Customers	29%	27%	26%	29%	26%	27%				
Top 10 Customers	41%	36%	36%	40%	35%	36%				
Citigroup and its entities	25%	23%	23%	21%	23%	22%				
Trade Receivables										
0-180 days	85%	81%	93%	92%	92%	80%				
More than 180 days	15%	19%	7%	8%	8%	20%				
DSO (Days)	86	68	91	91	91	99				
Staff Data										
Products	4,474	4,211	4,381	4,656	4,656	4,909				
Services	3,784	3,590	3,583	3,429	3,429	2,961				
KPO Business	695	683	742	736	736	741				
Support (incl Sales and Marketing)	924	862	837	810	810	730				
On Demand	27	26	23	21	21	This Segment is no longer Reported				
Total	9,904	9,372	9,566	9,652	9,652	9,341				



About Oracle Financial Services Software Limited

Oracle Financial Services Software Limited (referred to as "Oracle Financial Services Software") (Reuters: ORCL.BO & ORCL.NS) is a world leader in providing products and services to the financial services industry and is a majority owned subsidiary of Oracle Corporation. Oracle Corporation [NASDAQ: ORCL] is the world's most complete, open and integrated business software and hardware systems company. For more information, visit www.oracle.com/financialservices.

About Oracle

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"Safe Harbor" Statement: Statements in this press release relating to Oracle Financial Software Services Limited future plans and prospects are "forward-looking statements" and are subject to material risks and uncertainties. Many factors could affect our current expectations and our actual results, and could cause actual results to differ materially. All information set forth in this release is current as of August 2, 2011. Oracle Financial Services Software Limited undertakes no duty to update any statement in light of new information or future events.

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