

August 2, 2012

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,

The Board of Directors of the Company at its meeting held today, inter alia approved unaudited standalone Indian GAAP Financials for the quarter ended June 30, 2012.

The unaudited standalone financial results of the Company for the quarter ended June 30, 2012 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 your reference and records.

Yours sincerely,
For Oracle Financial Services Software Limited



Hoshi D. Bhagwagar
Company Secretary
and Compliance Officer

Encl: as above

Oracle Financial Services Software Limited

Registered Office : Oracle Park, Off Western Express Highway, Goregaon (East), Mumbai 400 063.

Unaudited standalone financial results for the three month period ended June 30, 2012

PART I

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

Particulars	Three month period ended			Year ended
	June 30, 2012	March 31, 2012	June 30, 2011	March 31, 2012
	Unaudited	Unaudited	Unaudited	Audited
1 INCOME FROM OPERATIONS				
Revenue from operations	81,212	72,560	58,190	260,585
Total income from operations (net)	81,212	72,560	58,190	260,585
2 EXPENSES				
(a) Employee costs	34,022	32,661	29,273	125,326
(b) Travel related expenses (net of recoveries)	3,695	3,087	2,642	10,798
(c) Professional fees	3,398	3,406	3,126	13,957
(d) Other expenses	4,398	1,444	2,879	11,556
(e) Depreciation and amortisation	1,190	1,142	856	4,012
Total expenses	46,703	41,740	38,776	165,649
3 Profit from operations before other income, exceptional items and tax (1-2)	34,509	30,820	19,414	94,936
4 Other income, net	14,103	5,626	6,413	37,503
5 Profit from ordinary activities before exceptional items and tax (3+4)	48,612	36,446	25,827	132,439
6 Exceptional items, net (Refer note 8 below)	-	31,083	-	24,150
7 Profit before taxes (5+6)	48,612	67,529	25,827	156,589
8 Tax expenses				
(a) Current tax	16,306	16,851	8,482	47,170
(b) Deferred tax	(522)	728	82	496
Total tax expenses	15,784	17,579	8,564	47,666
9 Net profit after tax for the period (7-8)	32,828	49,950	17,263	108,923
10 Paid-up equity share capital (face value ₹ 5 each, fully paid)	4,199	4,199	4,196	4,199
11 Reserves as per balance sheet of previous accounting year				620,493
12 Earnings per share (face value ₹ 5 each, fully paid)				
(a) Basic (in ₹)	39.09	59.50	20.58	129.78
(b) Diluted (in ₹)	39.00	59.38	20.55	129.65

PART II

A PARTICULARS OF SHAREHOLDING				
1 Public shareholding				
Number of shares	16,497,363	16,492,059	16,432,554	16,492,059
Percentage of shareholding	19.64	19.64	19.58	19.64
2 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	67,481,698
Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100	100	100	100
Percentage of shares (as a % of the total share capital of the Company)	80.36	80.36	80.42	80.36



B INVESTOR COMPLAINTS

Particulars	No. of Complaints
Complaints outstanding on April 1, 2012	1
Complaints received during the three month period ended June 30, 2012	2
Complaints disposed off during the three month period ended June 30, 2012	2
Complaints outstanding on June 30, 2012	1

Notes to financial results :

- The unaudited financial results for the three month period ended June 30, 2012 have been approved by the Board of Directors of the Company at its meeting held on August 2, 2012. The Statutory Auditors of the Company have carried out a Limited Review of the financial results for the three month period ended June 30, 2012. There are no qualifications in the Limited Review Report issued by the Auditors.
- Pursuant to the Notification No. 447(E) dated February 28, 2011 and Notification No. 653(E) dated March 30, 2011, issued by the Ministry of Corporate Affairs, the Company has prepared its financial statements for the three month period ended June 30, 2012 as per revised Schedule VI to the Companies Act, 1956. Accordingly, the previous periods' figures have also been regrouped/reclassified, wherever required to align the financial statements to the revised format.
- The figures of the three month period ended March 31, 2012 are the balancing figures between audited figures in respect of the full financial year and published year-to-date figures up to the third quarter.
- During the three month period ended June 30, 2012, the Company allotted 5,304 equity shares of face value of ₹ 5 each on exercise of stock options by eligible employees under the ESOP 2002 Scheme and ESOP 2010 Scheme.
- Employee costs for the three month period ended June 30, 2012 are net of ₹ 752 lacs pertaining to write back of bonus provision of earlier year no longer required.
- Mr. William T. Comfort Jr. resigned from the Board with effect from the close of business hours of May 11, 2012. Mr. S. Venkatachalam, a Non Executive Independent Director was appointed as the Chairman of the Board with effect from May 12, 2012.
- Revenue from product licenses and related activities for the three month period ended June 30, 2011 and for the year ended March 31, 2012 includes prior year reversal of ₹ 1,596 lacs.
- Particulars of exceptional items, net

Particulars	Three month period			(₹ in lacs)
	June 30, 2012	March 31, 2012	June 30, 2011	Year ended
	Unaudited	Unaudited	Unaudited	Audited
Dividend income [Refer note (a) below]	-	31,083	-	31,083
Claim against the Company [Refer note (b) below]	-	-	-	(6,933)
Total	-	31,083	-	24,150

(a) During the three month period and year ended March 31, 2012, the Company has received dividend of ₹ 18,333 lacs and ₹ 12,750 lacs from its wholly owned subsidiaries Oracle Financial Services Software B.V. and Oracle Financial Services Software Pte. Ltd respectively. Considering the amount of dividend received, the same has been disclosed as an exceptional item.

(b) A customer had filed a lawsuit against the Company and one of its subsidiaries, claiming damages of upwards of ₹ 57,842 lacs. While the claims were being rigorously defended by the Company and counter claims raised against the customer for breach of contract and outstanding fees, a mediation process had been initiated by the parties concerned. During the three month period ended December 31, 2011, the Company settled the said customer dispute for full release of all alleged claims. In respect of this claim, the Company recorded ₹ 6,933 lacs, net of insurance claim, in the year ended March 31, 2012 and disclosed the same as an exceptional item.

9 Particulars of other income, net

Particulars	Three month period ended			(₹ in lacs)
	June 30, 2012	March 31, 2012	June 30, 2011	Year ended
	Unaudited	Unaudited	Unaudited	Audited
Interest income	8,817	7,656	5,965	26,975
Exchange gain / (loss), net	5,191	(2,145)	445	10,564
Miscellaneous income (expense), net	95	115	3	(36)
Total	14,103	5,626	6,413	37,503



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

(₹ in lacs)

Particulars	Three month period ended			Year ended
	June 30, 2012	March 31, 2012	June 30, 2011	March 31, 2012
	Unaudited	Unaudited	Unaudited	Audited
(a) Segment revenue				
Product licenses and related activities	62,170	57,543	38,573	191,217
IT solutions and consulting services	19,042	15,017	19,617	69,368
	81,212	72,560	58,190	260,585
(b) Segment results				
Product licenses and related activities	31,334	30,936	16,355	88,210
IT solutions and consulting services	4,720	1,884	5,756	16,882
	36,054	32,820	22,111	105,092
Interest income	8,817	7,656	5,965	26,975
Other un-allocable income (expenses), net	3,741	(4,030)	(2,249)	372
Exceptional items	-	31,083	-	24,150
Profit before taxes	48,612	67,529	25,827	156,589
(c) Capital employed				
Product licenses and related activities	73,373	85,453	59,995	85,453
IT solutions and consulting services	38,835	35,924	32,712	35,924
Unallocable	545,389	503,315	439,833	503,315
	657,597	624,692	532,540	624,692

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 trade receivables net of allowances, unbilled revenues, deposits for premises and fixed assets. Segment liabilities primarily include deferred revenues, advance from customers, accrued employee costs 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, 2012

(₹ in lacs, except per share data)

Particulars	Three month period ended			Year ended
	June 30, 2012	March 31, 2012	June 30, 2011	March 31, 2012
	Unaudited	Unaudited	Unaudited	Audited
Revenue from operations	94,633	86,251	71,208	314,668
Net profit after tax for the period	36,806	19,343	20,422	90,927
Earnings per share (face value ₹ 5 each, fully paid)				
Basic (in ₹)	43.83	23.04	24.34	108.34
Diluted (in ₹)	43.72	22.99	24.31	108.23

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

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



[Signature]

[Signature]

Chaitanya Kamat
Managing Director & Chief Executive Officer

Mumbai, India
August 02, 2012

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, 2012 (the 'Statement'), 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

Amit Majmudar

per Amit Majmudar

Partner

Membership No.: 36656



Mumbai, India

August 2, 2012

FOR IMMEDIATE RELEASE**Oracle Financial Services Software Reports Q1 Fiscal Year 2013 Net Income of Rs. 368 Crore up 80% over Same Quarter Year-over-Year****Revenue for the Quarter at Rs. 946 Crore up 33% over Same Quarter Year-over-Year**

Mumbai, India, August 2, 2012: 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, 2012. Net income was Rs. 368 Crore, up 80% compared the quarter ended June 30, 2011. Consolidated revenue for the quarter was Rs. 946 Crore, up 33% over the quarter ended June 30, 2011. The operating income for the quarter was Rs. 371 Crore, up 69% over the quarter ended June 30, 2011.

The revenue for the products business was Rs. 711 Crore up 48% compared to the same quarter Year-over-Year, while the operating income for the products business was Rs. 326 Crore up 70%. The revenue and operating income from the services business was Rs. 214 Crore and Rs. 60 Crore respectively.

Chet Kamat, managing director and chief executive officer for Oracle Financial Services Software, said, "Our product revenues grew 48% over the corresponding quarter year-over-year driven by our strong execution and new strategic customer wins. We signed \$19M in new license fees posting an increase of 46% over the license fee signed in the corresponding quarter year-over-year. This performance is a testimonial to the breadth of our product capability and our success with customers across regions both directly and through our partner eco-system."

Makarand Padalkar, chief financial officer for Oracle Financial Services Software, said, "In the tough and uncertain market environment, we maintained strong discipline and delivered robust operating performance on all parameters. The operating margin for the quarter was 39% registering an eight percentage point increase. Strong collections helped ensure the days of sales outstanding (DSO) reduce to 76 days at the end of the quarter."

Business Highlights

- During the quarter, twenty-seven customers signed up for the products and four customers for the services business. Sixteen customers completed deployment in the quarter.
- The Company signed licenses fees of \$19 million in the quarter.



- New wins and expansion of customer deployments span Afghanistan, Australia, Brazil, Ethiopia, Germany, Ghana, Malaysia, the Netherlands, Nigeria, Pakistan, Philippines, Turkey, Ukraine, United Kingdom, United States, Vietnam and Zimbabwe.
- A leading European Bank made the choice of expanding the business footprint into additional European countries with Oracle FLEXCUBE.
- A leading US regional financial services company selected Oracle Financial Services Lending and Leasing Suite to support its consumer & auto lending and leasing portfolio.
- A global bank headquartered in Tokyo selected Oracle Financial Service Analytical Applications suite for managing risk for its US operations.
- IDLC Finance Limited, the largest multi-product Non-Bank Financial Institution (NBFI) in Bangladesh has successfully implemented Oracle's globally renowned banking solution Oracle FLEXCUBE Universal Banking to transform and modernize its operations.
- Oracle FLEXCUBE 12.0 offers enhanced mobile banking capabilities with new versions of applications for the iPhone, iPad, and Java ME devices. Banks can now use Oracle FLEXCUBE to provide customers with real-time offers and coupons based on location for a more personalized experience. The new enhancements for bank staff, which help transform employees to knowledge workers. Role-based business dashboards help provide bankers with key insights for enhanced productivity, guiding them to important revenue generating-tasks that require their attention.
- The Company introduced Oracle Financial Services Loan Loss Forecasting & Provisioning, a new analytical application that helps financial services organizations accurately forecast credit losses and compute loan loss provisions to facilitate compliance with new regulatory requirements.



ORACLE FINANCIAL SERVICES SOFTWARE GROUP

**Q1 FY 2012-13 : FINANCIAL RESULTS
CONSOLIDATED STATEMENTS OF OPERATIONS
(In INR Millions, except per share data)**

Particulars	Three Months Ended				% Increase (Decrease)
	June 30, 2012	% of Revenues	June 30, 2011	% of Revenues	
REVENUES					
Products	7,107	75%	4,810	68%	48%
Services	2,137	23%	2,177	31%	(2%)
BPO - Services	219	2%	134	2%	64%
Total Revenues	9,463	100%	7,121	100%	33%
SEGMENT RESULTS					
Products	3,256	46%	1,918	40%	70%
Services	600	28%	634	29%	(5%)
BPO - Services	88	40%	(0.55)	0%	16,128%
Total	3,944	42%	2,552	36%	54%
Unallocable expenses	(230)	(2%)	(360)	(5%)	(36%)
OPERATING INCOME	3,714	39%	2,194	31%	69%
Interest and other income, net	1,724	18%	751	11%	130%
INCOME BEFORE PROVISION OF TAXES	5,438	57%	2,945	41%	85%
Provision for taxes	1,757	19%	903	13%	95%
NET INCOME	3,681	39%	2,042	29%	80%
Earnings per share of Rs 5/- each (in Rs)					
Basic	43.83		24.34		80%
Diluted	43.72		24.31		80%



ORACLE FINANCIAL SERVICES SOFTWARE GROUP

Q1 FY 2012-13 : FINANCIAL RESULTS
CONSOLIDATED STATEMENTS OF OPERATIONS
(In INR Millions, except per share data)

Particulars	Three Months Ended				% Increase (Decrease)
	June 30, 2012	% of Revenues	March 31, 2012	% of Revenues	
REVENUES					
Products	7,107	75%	6,723	78%	6%
Services	2,137	23%	1,687	20%	27%
BPO - Services	219	2%	215	2%	2%
Total Revenues	9,463	100%	8,625	100%	10%
SEGMENT RESULTS					
Products	3,256	46%	3,296	49%	(1%)
Services	600	28%	239	14%	151%
BPO - Services	88	40%	82	38%	8%
Total	3,944	42%	3,617	42%	9%
Unallocable expenses	(230)	-2%	(263)	-3%	(13%)
OPERATING INCOME	3,714	39%	3,354	39%	11%
Interest and other income, net	1,724	18%	485	6%	256%
INCOME BEFORE PROVISION OF TAXES	5,438	57%	3,839	45%	42%
Provision for taxes	1,757	19%	1,905	22%	(8%)
NET INCOME	3,681	39%	1,934	22%	90%
Earnings per share of Rs 5/- each (in Rs)					
Basic	43.83		23.04		90%
Diluted	43.72		22.99		90%



Oracle Financial Services Software Limited
Q1 FY 2012-13 Financial Results
SUPPLEMENTAL OPERATING MATRICES

	Financial Year 2011-12					Financial Year 2012-13				
	Q1	Q2	Q3	Q4	Full Year	Q1	Q2	Q3	Q4	Full Year
Segmental Revenue (INR Mn)										
Product Business	4,810	5,245	6,045	6,723	22,823	7,107				
Services Business	2,177	2,062	1,895	1,687	7,821	2,137				
BPO Business	134	255	220	215	823	219				
Total	7,121	7,562	8,159	8,625	31,467	9,463				
Geographic Revenues										
Products Business										
NAMER	29%	25%	27%	25%	26%	28%				
JAPAC	35%	37%	37%	40%	37%	35%				
EMEA	36%	37%	36%	35%	36%	37%				
Services Business										
NAMER	54%	65%	63%	65%	61%	59%				
JAPAC	28%	20%	23%	20%	23%	23%				
EMEA	18%	15%	15%	15%	16%	19%				
Total Company										
NAMER	37%	37%	36%	34%	36%	36%				
JAPAC	33%	32%	33%	36%	33%	32%				
EMEA	30%	30%	31%	31%	31%	32%				
Revenue Analysis by Type										
Product Revenues										
License Fees	12%	6%	10%	21%	13%	20%				
Professional Services	58%	68%	60%	55%	60%	57%				
Maintenance	30%	25%	29%	24%	27%	23%				
Services Revenues										
Fixed Price	28%	26%	16%	29%	25%	26%				
Time & Material Basis	72%	74%	84%	71%	75%	74%				
On-site	52%	45%	51%	42%	47%	48%				
Off-shore	48%	55%	49%	58%	53%	52%				
Customer Concentration										
Product Customers										
Top Customer	11%	17%	16%	12%	14%	16%				
Top 5 Customers	23%	29%	31%	25%	24%	35%				
Top 10 Customers	32%	39%	40%	40%	34%	44%				
Services Customers										
Top Customer	13%	15%	16%	13%	14%	12%				
Top 5 Customers	46%	47%	46%	39%	39%	38%				
Top 10 Customers	62%	62%	62%	64%	59%	59%				
Total Company										
Top Customer	10%	12%	13%	9%	11%	13%				
Top 5 Customers	27%	29%	31%	23%	25%	31%				
Top 10 Customers	36%	38%	40%	37%	36%	40%				
Trade Receivables										
0-180 days	80%	80%	77%	80%	80%	93%				
More than 180 days	20%	20%	23%	20%	20%	7%				
DSO (Days)	99	97	106	93	93	76				
Attrition Rate (TTM)										
	29%	25%	23%	21%	21%	18%				
Staff Data										
Products	4,909	5,271	5,425	5,566	5,566	5,589				
Services	2,961	2,830	2,789	2,723	2,723	2,777				
BPO Business	741	723	720	716	716	739				
Support (incl Sales and Marketing)	730	685	683	677	677	681				
Total	9,341	9,509	9,617	9,682	9,682	9,786				



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

Oracle engineers hardware and software to work together in the cloud and in your data center. For more information about Oracle (NASDAQ:ORCL), visit www.oracle.com.

Trademark

Oracle and Java are registered trademarks of Oracle Corporation and/or its affiliates. FLEXCUBE, Daybreak is a trademark of Oracle Financial Services Software and are registered in several countries. Other names may be trademarks of their respective owners.

"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 02, 2012. Oracle Financial Services Software Limited undertakes no duty to update any statement in light of new information or future events.

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