

August 13, 2013

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, 2013.

The unaudited standalone financial results of the Company for the quarter ended June 30, 2013, 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 LLP, 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, 2013

PART I

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

Particulars	Three month period ended		Year ended	
	June 30, 2013	March 31, 2013	June 30, 2012	March 31, 2013
	Unaudited	Audited	Unaudited	Audited
1 INCOME				
(a) Revenue from operations	74,352	73,946	81,212	293,770
Total income from operations	74,352	73,946	81,212	293,770
2 EXPENSES				
(a) Employee costs	36,352	37,246	34,232	144,195
(b) Travel related expenses (net of recoveries)	2,592	2,176	3,578	11,997
(c) Professional fees	3,325	2,845	3,398	13,460
(d) Other expenses	3,438	2,927	4,305	11,813
(e) Depreciation and amortisation	1,611	1,500	1,190	5,861
Total expenses	47,318	46,694	46,703	187,326
3 Profit from operations before other income and tax	27,034	27,252	34,509	106,444
4 Other income, net	15,883	10,401	14,103	44,032
5 Profit before tax	42,917	37,653	48,612	150,476
6 Tax expenses				
(a) Current tax [Refer note 5 below]	15,024	11,082	16,306	47,822
(b) Deferred tax	(726)	(55)	(522)	(272)
Total tax expenses	14,298	11,027	15,784	47,550
7 Net profit for the period	28,619	26,626	32,828	102,926
8 Paid up equity share capital (face value ₹ 5 each, fully paid)	4,204	4,203	4,199	4,203
9 Reserves as per balance sheet of previous accounting year				725,031
10 Earnings per share (face value ₹ 5 each, fully paid)				
(a) Basic (in ₹)	34.04	31.68	39.09	122.52
(b) Diluted (in ₹)	33.94	31.54	39.00	121.96

See accompanying note to the financial results

PART II

A PARTICULARS OF SHAREHOLDING				
1 Public shareholding				
Number of shares	21,025,309	16,583,780	16,497,363	16,583,780
Percentage of shareholding	25.01	19.73	19.64	19.73
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	63,051,197	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)	74.99	80.27	80.36	80.27

B INVESTOR COMPLAINTS

Particulars	No. of Complaints
Complaints outstanding on April 01, 2013	1
Complaints received during the three month period ended June 30, 2013	0
Complaints disposed off during the three month period ended June 30, 2013	0
Complaints outstanding on June 30, 2013	1



Notes to financial results :

- 1 The above unaudited standalone financial results for the three month period ended June 30, 2013 have been approved by the Board of Directors of the Company at its meeting held on August 13, 2013. The Statutory Auditors of the Company have carried out a Limited Review of the standalone financial results for the three month period ended June 30, 2013. There are no qualifications in the Limited Review Report issued by the Auditors.
- 2 The figures for the three month period ended March 31, 2013 are the balancing figures between audited figures in respect of the full financial year ended March 31, 2013 and unaudited published year-to-date figures up to December 31, 2012, being the end of the third quarter of the financial year, which were subjected to limited review.
- 3 During the three month period ended June 30, 2013, the Company allotted 11,028 equity shares of face value of ₹ 5 each on exercise of stock options by eligible employees under the prevailing ESOP schemes.
- 4 Employee costs for the three month period ended June 30, 2013 and June 30, 2012 are net of ₹ 1,360 lacs and ₹ 752 lacs respectively, pertaining to write back of bonus provision of earlier year no longer required. Employee costs for the year ended March 31, 2013 are net of ₹ 634 lacs pertaining to write back of bonus provision of earlier year no longer required.
- 5 Current tax charge for the three month period and the year ended March 31, 2013 includes prior period and prior year net reversal of ₹ 239 lacs and ₹ 2,954 lacs respectively.
- 6 Particulars of other income, net

Particulars	Three month period ended			Year ended
	June 30, 2013	March 31, 2013	June 30, 2012	March 31, 2013
	Unaudited	Audited	Unaudited	Audited
Interest income	11,121	10,899	8,817	39,989
Exchange gain (loss), net	4,518	(605)	5,191	3,761
Miscellaneous income (expense), net	244	107	95	282
Total	15,883	10,401	14,103	44,032

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

Particulars	Three month period ended			Year ended
	June 30, 2013	March 31, 2013	June 30, 2012	March 31, 2013
	Unaudited	Audited	Unaudited	Audited
(a) Segment revenue				
Product licenses and related activities	56,754	57,893	62,170	223,973
IT solutions and consulting services	17,598	16,053	19,042	69,797
	74,352	73,946	81,212	293,770
(b) Segment results				
Product licenses and related activities	24,449	27,548	31,334	100,703
IT solutions and consulting services	4,268	1,599	4,720	13,043
	28,717	29,147	36,054	113,746
Interest income	11,121	10,899	8,817	39,989
Other un-allocable income (expenses), net	3,079	(2,393)	3,741	(3,259)
Profit before tax	42,917	37,653	48,612	150,476
(c) Capital employed				
Product licenses and related activities	57,669	60,991	73,373	60,991
IT solutions and consulting services	32,712	28,239	38,835	28,239
Unallocable	667,627	640,004	545,389	640,004
	758,008	729,234	657,597	729,234

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 of 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.



8 Unaudited consolidated results for the three month period ended June 30, 2013

(₹ in lacs, except per share data)

Particulars	Three month period ended			Year ended	
	June 30, 2013	March 31, 2013	June 30, 2012	March 31, 2013	
	Unaudited	Audited	Unaudited	Audited	
Revenue from operations	89,940	88,145	94,633	347,400	
Net profit after tax for the period	36,618	28,135	36,806	107,514	
Earnings per share (face value ₹ 5 each, fully paid)					
Basic (in ₹)	43.56	33.47	43.83	127.98	
Diluted (in ₹)	43.43	33.33	43.72	127.40	

- 9 The Board has appointed Ms. Samantha Wellington and Mr. Harinderjit Singh as Additional Directors w.e.f April 10, 2013 and July 10, 2013 respectively.
- 10 Mr. Frank Brienzi resigned from the Board with effect from the close of business hours of July 2, 2013.
- 11 Previous period's / year's figures have been reclassified, where necessary, to conform with current period's / year's presentation.
- 12 The above financial results are also available on the Company's website: www.oracle.com/financialservices

Mumbai, India
August 13, 2013



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

Chaitanya Kama
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, 2013 (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.

For S.R. Batliboi & Associates LLP

Chartered Accountants

ICAI Firm registration number: 101049W

**per Amit Majmudar**

Partner

Membership No.: 36656

Mumbai, India

August 13, 2013

FOR IMMEDIATE RELEASE**Oracle Financial Services Software Reports Q1 Fiscal Year 2014 Net Income of Rs. 366 Crore up 30 % over previous Quarter ended March 2013****Revenue for the Quarter at Rs. 899 Crore up 2% over previous quarter ended March 2013**

Mumbai, India, August 13, 2013: 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, 2013. Net income was Rs. 366 Crore, up 30% compared to the quarter ended March 31, 2013 and down 1% compared the quarter ended June 30, 2012. Consolidated revenue for the quarter was Rs. 899 Crore, up 2% compared to quarter ended March 31, 2013 and down 5% over the quarter ended June 30, 2012. The operating income for the quarter was Rs. 320 Crore, up 2% compared to quarter ended March 2013 and down 14% over the quarter ended June 30, 2012.

The products business posted revenue of Rs. 687 Crore and operating margins of 42%, while the services business posted revenue of Rs. 191 Crore and operating margins of 25%.

Chet Kamat, managing director and chief executive officer for Oracle Financial Services Software, said, "We continued to maintain the winning momentum in various regions across the world signing \$18M in new license fees in the quarter. All our lines of business posted strong operating performance. This performance is a testimonial to the breadth of our product capability sustained through focussed investments to grow our addressable market."

Makarand Padalkar, chief financial officer for Oracle Financial Services Software, said, "In a challenging environment, we delivered robust performance with net margins at 41% registering a nine percentage point increase since the last quarter."

Business Highlights

- The Company signed new licenses of US\$ 18 million in the quarter and 10 new customers for the product portfolio.
- Customer wins for the products span Canada, Egypt, Mexico, Hong Kong, Philippines, UAE, United States of America and Zambia.
- A leading global financial institution headquartered in Canada selected Oracle Financial Services Data Foundation to address the changes introduced by Statistics Canada to the Canadian System of National Accounts and reporting.



- A leading US financial institution with operations in 50+ countries selected Oracle Financial Services Analytical Applications (OFSA) solution components: Oracle Financial Services Data Foundation to unify the risk, finance and treasury application architecture; Oracle Financial Services Liquidity Risk Management to comply with Basel III guidelines for liquidity risk management issued by BIS; and Oracle Financial Services Enterprise Stress Testing & Capital Planning Analytics for U.S. Comprehensive Capital Analysis and Review (CCAR) Compliance.
- Leading Global Bank headquartered in North America with over US\$ 1Tr in assets licensed Oracle Financial Services Customer Insight for its banking operations.
- A leading global financial services firm with assets of US\$2+ trillion and operations 60+ countries selected Oracle Financial Services Anti-Money Laundering to consolidate their monitoring and reporting globally and replace the current application.
- One of the 20 largest commercial bank holding companies in the U.S with 600+ branches added Oracle Financial Services Know Your Customer from the OFSAA Suite to their current deployment of Oracle Financial Services Anti-Money Laundering.
- Emerging financial sector company in Mexico focused on consumer loans for individuals and groups in segments of the population with low incomes with over 90+ branches selected Oracle FLEXCUBE.
- A leading UAE based finance company with growing SME lending portfolio is deploying Oracle FLEXCUBE for its business operations.
- Bank Muamalat with over 3 million customers and more than 450 offices across 33 provinces in Indonesia is the first commercial bank in the country to implement Islamic Banking principles went live on Oracle FLEXCUBE for its operations and expanded overseas with a new branch in Malaysia.
- A specialty financial services firm focused on the U.S. residential mortgage market has contracted OFSS BPO to provide key process outsourcing services for their correspondent and wholesale mortgage channels.
- Oracle Financial Services Lending and Leasing Version 14.0 general availability was announced, that automates and unifies the auto financing lifecycle – from origination to servicing through collections – and gives financial institutions the agility to quickly capitalize on new opportunities. Using Oracle Financial Services Lending and Leasing, Gateway One has automated and standardized funding processes by implementing an interface with DealerTrack Digital Services for data entry and verification services. As a result, it can boost operational efficiency, drive down loan origination and servicing costs, improve collections effectiveness, and reduce revenue leakage.



ORACLE FINANCIAL SERVICES SOFTWARE GROUP

Q1 FY 2013-14 : FINANCIAL RESULTS
CONSOLIDATED STATEMENTS OF OPERATIONS
(In INR Millions, except per share data)

Particulars	Three Months Ended				% Increase (Decrease)
	June 30, 2013	% of Revenues	June 30, 2012	% of Revenues	
REVENUES					
Products	6,869	76%	7,107	75%	(3%)
Services	1,908	21%	2,137	23%	(11%)
BPO - Services	217	2%	219	2%	(1%)
Total Revenues	8,994	100%	9,463	100%	(5%)
SEGMENT RESULTS					
Products	2,908	42%	3,255	46%	(11%)
Services	477	25%	600	28%	(21%)
BPO - Services	67	31%	88	40%	24%
Total	3,452	38%	3,943	42%	(12%)
Unallocable expenses	(256)	(3%)	(230)	(2%)	12%
OPERATING INCOME	3,196	36%	3,713	39%	(14%)
Interest and other income, net	2,008	22%	1,724	18%	16%
INCOME BEFORE PROVISION OF TAXES	5,204	58%	5,437	57%	(4%)
Provision for taxes	1,542	17%	1,757	19%	(12%)
NET INCOME	3,662	41%	3,680	39%	(1%)
Earnings per share of Rs 5/- each (in Rs)					
Basic	43.56		43.83		(1%)
Diluted	43.43		43.72		(1%)



ORACLE FINANCIAL SERVICES SOFTWARE GROUP

Q1 FY 2013-14 : FINANCIAL RESULTS
CONSOLIDATED STATEMENTS OF OPERATIONS
(In INR Millions, except per share data)

Particulars	Three Months Ended				% Increase (Decrease)
	June 30, 2013	% of Revenues	March 31, 2013	% of Revenues	
REVENUES					
Products	6,869	76%	6,814	77%	1%
Services	1,908	21%	1,764	20%	8%
BPO - Services	217	2%	237	3%	(8%)
Total Revenues	8,994	100%	8,815	100%	2%
SEGMENT RESULTS					
Products	2,908	42%	3,081	45%	(6%)
Services	477	25%	265	15%	80%
BPO - Services	67	31%	54	23%	24%
Total	3,452	38%	3,400	39%	2%
Unallocable expenses	(256)	-3%	(257)	-3%	(0%)
OPERATING INCOME	3,196	36%	3,143	36%	2%
Interest and other income, net	2,008	22%	988	11%	103%
INCOME BEFORE PROVISION OF TAXES	5,204	58%	4,131	47%	26%
Provision for taxes	1,542	17%	1,318	15%	17%
NET INCOME	3,662	41%	2,813	32%	30%
Earnings per share of Rs 5/- each (in Rs)					
Basic	43.56		33.47		30%
Diluted	43.43		33.33		30%



Oracle Financial Services Software Limited
Q1 FY 2013-14 Financial Results
SUPPLEMENTAL OPERATING MATRICES

	Financial Year 2012-13					Financial Year 2013-14				
	Q1	Q2	Q3	Q4	Full Year	Q1	Q2	Q3	Q4	Full Year
Segmental Revenue (INR Mn)										
Product Business	7,107	5,845	6,245	6,814	26,011	6,869				
Services Business	2,137	1,812	2,024	1,764	7,737	1,908				
BPO Business	219	278	258	237	992	217				
Total	9,463	7,935	8,528	8,815	34,740	8,994				
Geographic Revenues										
Products Business										
NAMER	28%	22%	26%	21%	24%	28%				
JAPAC	35%	42%	37%	42%	39%	35%				
EMEA	37%	36%	37%	37%	37%	37%				
Services Business										
NAMER	59%	56%	63%	59%	59%	58%				
JAPAC	23%	23%	19%	22%	22%	21%				
EMEA	18%	21%	18%	19%	19%	21%				
Total Company										
NAMER	36%	31%	36%	29%	33%	35%				
JAPAC	32%	36%	32%	38%	35%	32%				
EMEA	32%	32%	32%	33%	32%	33%				
Revenue Analysis by Type										
Product Revenues										
License Fees	20%	6%	10%	19%	14%	12%				
Professional Services	57%	67%	56%	56%	59%	62%				
Maintenance	23%	28%	34%	25%	27%	25%				
Services Revenues										
Fixed Price	26%	24%	35%	34%	30%	28%				
Time & Material Basis	74%	76%	65%	66%	70%	72%				
On-site	48%	49%	41%	41%	46%	41%				
Off-shore	52%	51%	59%	59%	54%	59%				
Customer Concentration										
Product Customers										
Top Customer	16%	20%	14%	23%	18%	18%				
Top 5 Customers	35%	30%	31%	36%	31%	35%				
Top 10 Customers	44%	37%	41%	47%	40%	43%				
Services Customers										
Top Customer	12%	8%	13%	15%	10%	11%				
Top 5 Customers	38%	39%	43%	45%	41%	42%				
Top 10 Customers	59%	59%	60%	63%	60%	65%				
Total Company										
Top Customer	13%	16%	11%	18%	14%	14%				
Top 5 Customers	31%	26%	27%	33%	29%	31%				
Top 10 Customers	40%	36%	39%	44%	38%	41%				
Trade Receivables										
0-180 days	93%	92%	92%	91%	91%	96%				
More than 180 days	7%	92%	8%	9%	9%	4%				
DSO (Days)	73	76	70	68	68	93				
Attrition Rate (TTM)	18%	15%	14%	15%	15%	17%				
Staff Data *										
Products Business	5,853	6,090	6,203	6,087	6,087	6,117				
Services Business	2,803	2,836	2,800	2,758	2,758	2,426				
BPO Business	739	823	817	755	755	678				
Corporate	391	382	380	369	369	371				
Total	9,786	10,131	10,200	9,969	9,969	9,592				

* The business headcount includes associated sales and marketing headcount. FY13 numbers have been reclassified to be for comparative basis.



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

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"Safe Harbor" Statement: Statements in this press release relating to Oracle Financial Services Software 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 13, 2013. Oracle Financial Services Software Limited undertakes no duty to update any statement in light of new information or future events.

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