

January 29, 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 and nine months ended December 31, 2012.

The unaudited standalone financial results of the Company for the quarter and nine months ended December 31, 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 and nine month period ended December 31, 2012

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

PART I	Particulars	Three month period ended			Nine month period ended		Year ended
		December 31, 2012	September 30, 2012	December 31, 2011	December 31, 2012	December 31, 2011	March 31, 2012
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	INCOME FROM OPERATIONS						
	Revenue from operations	72,616	65,996	68,001	219,824	188,025	260,585
	Total income from operations (net)	72,616	65,996	68,001	219,824	188,025	260,585
2	EXPENSES						
(a)	Employee costs	36,061	36,232	32,400	106,315	92,666	125,326
(b)	Travel related expenses (net of recoveries)	3,720	2,755	2,732	10,170	7,711	10,798
(c)	Professional fees	4,262	2,955	3,491	10,615	10,551	13,957
(d)	Other expenses	1,705	3,068	3,384	9,171	10,112	11,556
(e)	Depreciation and amortisation	1,478	1,693	1,177	4,361	2,870	4,012
	Total expenses	47,226	46,703	43,184	140,632	123,910	165,649
3	Profit from operations before other income, exceptional items and tax (1-2)	25,390	19,293	24,817	79,192	64,115	94,936
4	Other income, net	11,947	7,581	12,413	33,631	31,878	37,503
5	Profit from ordinary activities before exceptional items and tax (3+4)	37,337	26,874	37,230	112,823	95,993	132,439
6	Exceptional items, net (Refer note 7 below)	-	-	1,722	-	(6,933)	24,150
7	Profit before taxes (5+6)	37,337	26,874	38,952	112,823	89,060	156,589
8	Tax expenses						
(a)	Current tax	10,935	9,499	10,583	36,740	30,318	47,170
(b)	Deferred tax	881	(576)	3,201	(217)	(231)	496
	Total tax expenses	11,816	8,923	13,784	36,523	30,087	47,666
9	Net profit after tax for the period (7-8)	25,521	17,951	25,168	76,300	58,973	108,923
10	Paid-up equity share capital (face value ₹ 5 each, fully paid)	4,201	4,200	4,197	4,201	4,197	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 ₹)	30.38	21.37	29.98	90.84	70.27	129.78
(b)	Diluted (in ₹)	30.24	21.29	29.96	90.45	70.21	129.65
	See accompanying note to the financial results						

PART II

A	PARTICULARS OF SHAREHOLDING						
1	Public Shareholding						
	Number of shares	16,544,476	16,512,431	16,460,004	16,544,476	16,460,004	16,492,059
	Percentage of shareholding	19.69	19.66	19.61	19.69	19.61	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	67,481,698	67,481,698
	Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100	100	100	100	100	100
	Percentage of shares (as a % of the total share capital of the Company)	80.31	80.34	80.39	80.31	80.39	80.36



B INVESTOR COMPLAINTS		No. of Complaints
Particulars		
Complaints outstanding on October 1, 2012		1
Complaints received during the three month period ended December 31, 2012		0
Complaints disposed off during the three month period ended December 31, 2012		0
Complaints outstanding on December 31, 2012		1

Notes to financial results :
 1 The unaudited financial results for the three and nine month period ended December 31, 2012 have been approved by the Board of Directors of the Company at its meeting held on January 29, 2013. The Statutory Auditors of the Company have carried out a Limited Review of the financial results for the three and nine month period ended December 31, 2012. There are no qualifications in the Limited Review Report issued by the Auditors.

- 2 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 and nine month period ended December 31, 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.
- 3 During the three month period ended December 31, 2012, the Company allotted 32,045 equity shares of face value of ₹ 5 each on exercise of stock options by eligible employees under the prevailing ESOP Schemes. Employee costs for three month period ended December 31, 2012 are net of ₹ 1,438 lacs pertaining to write back of bonus provision for the six month period ended September 30, 2012, no longer required. Employee costs for nine month period ended December 31, 2012 are net of ₹ 733 lacs pertaining to write back of bonus provision of earlier years, no longer required.
- 4 During the three and nine month period ended December 31, 2011 and year ended March 31, 2012, the Company has recorded income tax expense of ₹ 137 lacs related to previous years.
- 5 Revenue from product licenses and related activities for the nine month period ended December 31, 2011 and year ended March 31, 2012 includes prior year reversal of ₹ 1,596 lacs.

Particulars	Three month period ended			Nine month period ended		Year ended
	December 31, 2012	September 30, 2012	December 31, 2011	December 31, 2012	December 31, 2011	March 31, 2012
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
						31,083
Dividend income [Refer note (a) below]	-	-	1,722	-	(6,933)	(6,933)
Claim against the Company [Refer note (b) below]	-	-	1,722	-	(6,933)	24,150
Total						

- (a) During the 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. During the three and nine month period ended December 31, 2011, the Company has settled the said customer dispute for full release of all alleged claims and accordingly has accounted the full settlement amount, net of insurance claim. As a result, the Company has reversed the excess provision of ₹ 1,722 lacs during the three month period ended December 31, 2011 and disclosed the same as an exceptional item.

8 Particulars of other income, net

Particulars	Three month period ended			Nine month period ended		Year ended
	December 31, 2012	September 30, 2012	December 31, 2011	December 31, 2012	December 31, 2011	March 31, 2012
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
						26,975
Interest income	9,886	10,387	6,867	29,090	19,318	10,564
Exchange gain / (loss), net	2,011	(2,836)	5,629	4,366	12,710	(36)
Miscellaneous income (expense), net	50	30	(83)	175	(150)	37,503
Total	11,947	7,581	12,413	33,631	31,878	



9 Reporting segment wise revenue, results and capital employed

(₹ in lacs)

Particulars	Three month period ended			Nine month period ended		Year ended
	December 31, 2012	September 30, 2012	December 31, 2011	December 31, 2012	December 31, 2011	March 31, 2012
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
(a) Segment revenue	54,104	49,806	51,513	166,080	133,674	191,217
Product licenses and related activities	18,512	16,190	16,488	53,744	54,351	69,368
IT solutions and consulting services	72,616	65,996	68,001	219,824	188,025	260,585
(b) Segment results	22,132	19,689	23,448	73,155	57,273	88,210
Product licenses and related activities	5,286	1,438	3,564	11,444	14,998	16,882
IT solutions and consulting services	27,418	21,127	27,012	84,599	72,271	105,092
Interest income	9,886	10,387	6,867	29,090	19,318	26,975
Other unallocable income (expenses), net	33	(4,640)	3,351	(866)	4,404	372
Exceptional items, net	-	-	1,722	-	(6,933)	24,150
Profit before taxes	37,337	26,874	38,952	112,823	89,060	156,589
(c) Capital employed	66,682	56,030	54,717	66,682	54,717	85,453
Product licenses and related activities	31,502	31,781	25,525	31,502	25,525	35,924
IT solutions and consulting services	603,662	587,953	494,274	603,662	494,274	503,315
Unallocable	701,846	675,764	574,516	701,846	574,516	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 income and expenses which are not directly attributable to a business segment are shown 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 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.

10 Unaudited consolidated results for the three and nine month period ended December 31, 2012

(₹ in lacs, except per share data)

Particulars	Three month period ended			Nine month period ended		Year ended
	December 31, 2012	September 30, 2012	December 31, 2011	December 31, 2012	December 31, 2011	March 31, 2012
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Revenue from operations	85,275	79,346	81,592	259,255	228,417	314,668
Net profit after tax for the period	26,829	15,744	30,297	79,379	71,586	90,927
Earnings per share (face value ₹ 5 each, fully paid)	31.94	18.75	36.09	94.51	85.30	108.34
Basic (in ₹)	31.79	18.67	36.07	94.10	85.23	108.23
Diluted (in ₹)						

- 11 The Board appointed Mr. Richard Jackson as an Additional Director w.e.f. December 12, 2012
- 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

Chaitanya Kamat
Managing Director & Chief Executive Officer



Mumbai, India
January 29, 2013

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 December 31, 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
January 29, 2013

avg

Oracle Financial Services Software Reports Net Income for nine months ended December 2012 of Rs. 794 Crore up 11% over the same period last year

Revenue for the nine months ended December 2012 at Rs. 2593 Crore 14% over same period last year

Mumbai, India, January 29, 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 December 31, 2012. Net income for the quarter was Rs. 268 Crore, down 11% compared to the quarter ended December 31, 2011. Consolidated revenue for the quarter was Rs. 853 Crore, up 5% over the quarter ended December 31, 2011. The operating income for the quarter was Rs. 267 Crore, down 1% over the quarter ended December 31, 2011. Consolidated revenue for the nine months ended December 2012 was Rs. 2593 Crore, up 14% as compared to the same period last year. The operating income for nine months ended December 2012 was Rs. 839 Crore, up 15% as compared to the same period last year and the net income for the same period was 794 Crore up 11%.

The revenue for the products business for the quarter ended December 2012 was Rs.625 Crore up 3% compared to the same quarter Year-over-Year, while the operating income for the products business for the quarter was Rs. 230 Crore down 9%. The revenue from the services business was Rs.203 Crore, up 7% as compared to the same quarter year-over-year and the operating income for the quarter ended December 2012 was Rs. 53 Crore up 22% as compared the same quarter year over year. For the nine months ended December 2012, the Products business posted revenue of Rs. 1920 Crore an increase of 19% as compared to the same period last year.

Chet Kamat, managing director and chief executive officer for Oracle Financial Services Software, said, "Product revenues in the nine months grew 19% over the corresponding period last year driven by new strategic customer wins and increased penetration of our existing accounts. We signed \$13M in new license fees in the quarter posting an increase of 28% over the corresponding quarter year-over-year and on a nine month basis, the license fees signed posted an increase of 31% over the same period last year. This performance is a demonstration of the breadth of our product capability and our ability to win customers across regions both direct and through our partner eco-system".

Makarand Padalkar, chief financial officer for Oracle Financial Services Software, said, "We delivered another strong quarter and nine month performance. While revenues for the nine month period ending December 2012 increased 14% as compared to the corresponding period last year, the operating income increased 15% over the same period. For the quarter ended December 2012, our



Services business posted an increase of 7% in the revenues and increase of 22% in the operating income over the same quarter year-over-year”.

Business Highlights

- During the quarter eleven customers signed up for the products
- The Company signed licenses fees of US\$13 million in the quarter.
- New customer wins for the products spans the China, Malaysia, Myanmar, Venezuela, South Africa, Korea, United States
- A leading banking in South Africa signed up for Oracle Financial Services Analytical Applications Suite.
- Banca Transilvania Romania is now live on FLEXCUBE. The bank signed for Oracle FLEXCUBE to replace aging existing application from Misys.
- Leading Tier 1 Global Bank successfully completed deployment of Oracle FLEXCUBE Investor Services (please do a hyperlink to this product) in UK to support the Transfer Agency operations for fund managers
- A leading Brazilian bank expanded deployment to added the operations in France and Spain with Oracle FLEXCUBE. The bank has extensively leveraged the Oracle FLEXCUBE multi-entity processing from a single operational instance for its operations.
- The other banks to go live in the quarter are from Cambodia, China and Jamaica.
- In the quarter, Oracle Financial Services introduced two complementary products, Oracle Financial Services Governance & Compliance Management, and Oracle Financial Services Operational Risk Analytics that provide extended capability to meet industry needs of audit, compliance risk, business continuity and change management. These offerings combine with Oracle Financial Services Operational Risk to provide an integrated system for the management of operational risk and related disciplines across the business enterprise.
- Oracle won the Banking Technology Readers’ Choice Award for the Best Core Banking Product/Service in December 2012



ORACLE FINANCIAL SERVICES SOFTWARE GROUP

Q3 FY 2012-13 : FINANCIAL RESULTS
CONSOLIDATED STATEMENTS OF OPERATIONS
(In INR Millions, except per share data)

Particulars	Three Months Ended				% Increase (Decrease)
	Dec 31, 2012	% of Revenues	Dec 31, 2011	% of Revenues	
REVENUES					
Products	6,245	73%	6,044	74%	3%
Services	2,025	24%	1,895	23%	7%
BPO - Services	258	3%	220	3%	17%
Total Revenues	8,528	100%	8,159	100%	5%
SEGMENT RESULTS					
Products	2,301	37%	2,524	42%	(9%)
Services	527	26%	430	23%	22%
BPO - Services	117	45%	80	36%	47%
Total	2,945	35%	3,034	37%	(3%)
Unallocable expenses	(273)	(3%)	(321)	(4%)	(15%)
OPERATING INCOME	2,672	31%	2,712	33%	(1%)
Interest and other income, net	1,343	16%	1,588	19%	(15%)
Exceptional item income / (expense)	-	0%	172	2%	(100%)
INCOME BEFORE PROVISION OF TAXES	4,015	47%	4,473	55%	(10%)
Provision for taxes	1,332	16%	1,443	18%	(8%)
NET INCOME	2,683	31%	3,030	37%	(11%)
Earnings per share of Rs 5/- each (in Rs)					
Basic	31.94		36.09		(12%)
Diluted	31.79		36.07		(12%)



ORACLE FINANCIAL SERVICES SOFTWARE GROUP

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

Particulars	Nine Months Ended				% Increase (Decrease)
	Dec 31, 2012	% of Revenues	Dec 31, 2011	% of Revenues	
REVENUES					
Products	19,196	74%	16,100	70%	19%
Services	5,974	23%	6,134	27%	(3%)
BPO - Services	755	3%	608	3%	24%
Total Revenues	25,925	100%	22,842	100%	14%
SEGMENT RESULTS					
Products	7,540	39%	6,449	40%	17%
Services	1,320	22%	1,716	28%	(23%)
BPO - Services	340	45%	203	33%	67%
Total	9,201	35%	8,368	37%	10%
Unallocable expenses	(808)	(3%)	(1,077)	(5%)	(25%)
OPERATING INCOME	8,393	32%	7,291	32%	15%
Interest and other income, net	3,607	14%	3,732	16%	(3%)
Exceptional item	-	0%	(693)	(3%)	(100%)
INCOME BEFORE PROVISION OF TAXES	12,000	46%	10,330	45%	16%
Provision for taxes	4,062	16%	3,171	14%	28%
NET INCOME	7,938	31%	7,159	31%	11%
Earnings per share of Rs 5/- each (in Rs)					
Basic	94.51		85.30		11%
Diluted	94.11		85.23		10%



Oracle Financial Services Software Limited
Q3 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	5,845	6,245		
Services Business	2,177	2,062	1,895	1,687	7,821	2,137	1,812	2,025		
BPO Business	134	255	220	215	823	219	278	258		
Total	7,121	7,562	8,159	8,625	31,467	9,463	7,935	8,528		
Geographic Revenues										
Products Business										
NAMER	29%	25%	27%	25%	26%	28%	22%	26%		
JAPAC	35%	37%	37%	40%	37%	35%	42%	37%		
EMEA	36%	37%	36%	35%	36%	37%	36%	37%		
Services Business										
NAMER	54%	65%	63%	65%	61%	59%	56%	63%		
JAPAC	28%	20%	23%	20%	23%	23%	23%	19%		
EMEA	18%	15%	15%	15%	16%	19%	21%	18%		
Total Company										
NAMER	37%	37%	36%	34%	36%	36%	31%	36%		
JAPAC	33%	32%	33%	36%	33%	32%	37%	32%		
EMEA	30%	30%	31%	31%	31%	32%	32%	32%		
Revenue Analysis by Type										
Product Revenues										
License Fees	12%	6%	10%	21%	13%	20%	6%	10%		
Professional Services	58%	68%	60%	55%	60%	57%	66%	56%		
Maintenance	30%	25%	29%	24%	27%	23%	28%	34%		
Services Revenues										
Fixed Price	28%	26%	16%	29%	25%	26%	24%	35%		
Time & Material Basis	72%	74%	84%	71%	75%	74%	76%	65%		
On-site	52%	45%	51%	42%	47%	48%	49%	41%		
Off-shore	48%	55%	49%	58%	53%	52%	51%	59%		
Customer Concentration										
Product Customers										
Top Customer	11%	17%	16%	12%	14%	16%	20%	14%		
Top 5 Customers	23%	29%	31%	25%	24%	35%	30%	31%		
Top 10 Customers	32%	39%	40%	40%	34%	44%	37%	41%		
Services Customers										
Top Customer	13%	15%	16%	13%	14%	12%	8%	13%		
Top 5 Customers	46%	47%	46%	39%	39%	38%	39%	43%		
Top 10 Customers	62%	62%	62%	64%	59%	59%	59%	60%		
Total Company										
Top Customer	10%	12%	13%	9%	11%	13%	16%	11%		
Top 5 Customers	27%	29%	31%	23%	25%	31%	26%	27%		
Top 10 Customers	36%	38%	40%	37%	36%	40%	36%	39%		
Trade Receivables										
0-180 days	80%	80%	77%	80%	80%	93%	92%	92%		
More than 180 days	20%	20%	23%	20%	20%	7%	8%	8%		
DSO (Days)	99	97	106	93	93	73	76	70		
Attrition Rate (TTM)										
	29%	25%	23%	21%	21%	18%	15%	14%		
Staff Data										
Products	4,909	5,271	5,425	5,566	5,566	5,589	5,852	5,984		
Services	2,961	2,830	2,789	2,723	2,723	2,777	2,811	2,776		
BPO Business	741	723	720	716	716	739	823	817		
Support (incl Sales and Marketing)	730	685	683	677	677	681	645	623		
Total	9,341	9,509	9,617	9,682	9,682	9,786	10,131	10,200		



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 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 January 29, 2013. Oracle Financial Services Software Limited undertakes no duty to update any statement in light of new information or future events.

###

Contact Info

Carla Foster
Oracle Public Relations
+1. 650.506.8611
carla.croghan@oracle.com

Ken Bond
Oracle Investor Relations
+1.650.607.0349
ken.bond@oracle.com

