

November 12, 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 half year ended September 30, 2013.

The unaudited standalone financial results of the Company for the quarter and half year ended September 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 and six month period ended September 30, 2013

PART I

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

Particulars	Three month period ended			Six month period ended		Year ended
	September 30, 2013	June 30, 2013	September 30, 2012	September 30, 2013	September 30, 2012	March 31, 2013
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 INCOME FROM OPERATIONS						
Revenue from operations	82,504	74,352	65,996	156,856	147,208	293,770
Total income from operations (net)	82,504	74,352	65,996	156,856	147,208	293,770
2 EXPENSES						
(a) Employee costs	38,744	36,352	36,444	75,096	70,676	144,195
(b) Travel related expenses (net of recoveries)	2,751	2,592	2,639	5,343	6,217	11,997
(c) Professional fees	5,117	3,325	2,955	8,442	6,353	13,460
(d) Other expenses	3,162	3,438	2,972	6,600	7,277	11,813
(e) Depreciation and amortisation	1,600	1,611	1,693	3,211	2,883	5,861
Total expenses	51,374	47,318	46,703	98,692	93,406	187,326
3 Profit from operations before other income and tax	31,130	27,034	19,293	58,164	53,802	106,444
4 Other income, net	15,949	15,883	7,581	31,832	21,684	44,032
5 Profit before tax	47,079	42,917	26,874	89,996	75,486	150,476
6 Tax expenses						
(a) Current tax	16,207	15,024	9,499	31,231	25,805	47,822
(b) Deferred tax	(258)	(726)	(576)	(984)	(1,098)	(272)
Total tax expenses	15,949	14,298	8,923	30,247	24,707	47,550
7 Net profit for the period	31,130	28,619	17,951	59,749	50,779	102,926
8 Paid-up equity share capital (face value ₹ 5 each, fully paid)	4,205	4,204	4,200	4,205	4,200	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 ₹)	37.02	34.04	21.37	71.07	60.46	122.52
(b) Diluted (in ₹)	36.89	33.94	21.29	70.84	60.25	121.96

See accompanying note to the financial results

PART II

A PARTICULARS OF SHAREHOLDING							
1 Public Shareholding							
Number of shares		21,041,874	21,025,309	16,512,431	21,041,874	16,512,431	16,583,780
Percentage of shareholding		25.02	25.01	19.66	25.02	19.66	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	63,051,197	67,481,698	63,051,197	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)		74.98	74.99	80.34	74.98	80.34	80.27



B INVESTOR COMPLAINTS

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

Notes to financial results :

- The above unaudited standalone financial results for the three and six month period ended September 30, 2013 have been approved by the Board of Directors of the Company at its meeting held on November 12, 2013. The Statutory Auditors of the Company have carried out a Limited Review of the standalone financial results for the three and six month period ended September 30, 2013. There are no qualifications in the Limited Review Report issued by the Auditors.
- During the three month period ended September 30, 2013, the Company allotted 16,565 equity shares of face value of ₹ 5 each on exercise of stock options by eligible employees under the prevailing ESOP Schemes.
- Employee costs for the six month period ended September 30, 2013 and September 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.
- Particulars of other income, net

(₹ in lacs)

Particulars	Three month period ended			Six month period ended		Year ended
	September 30, 2013	June 30, 2013	September 30, 2012	September 30, 2013	September 30, 2012	March 31, 2013
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Interest income	11,461	11,121	10,387	22,582	19,204	39,989
Exchange gain / (loss), net	4,373	4,518	(2,836)	8,891	2,355	3,761
Miscellaneous income (expense), net	115	244	30	359	125	282
Total	15,949	15,883	7,581	31,832	21,684	44,032

5. Statement of assets and liabilities

(₹ in lacs)

Particulars	As at	
	September 30, 2013	March 31, 2013
	Unaudited	Audited
A EQUITY AND LIABILITIES		
1 Shareholders' funds		
(a) Share capital	4,205	4,203
(b) Reserves and surplus	785,245	725,031
	789,450	729,234
2 Share application money pending allotment	16	-
3 Non-current liabilities		
(a) Other long-term liabilities	1,987	1,831
(b) Long-term provisions	4,072	4,215
	6,059	6,046
4 Current liabilities		
(a) Trade payables	1,594	1,392
(b) Other current liabilities	102,236	86,745
(c) Short-term provisions	10,409	9,172
	114,239	97,309
TOTAL - EQUITY AND LIABILITIES	909,764	832,589



(₹ in lacs)

Particulars	As at	
	September 30, 2013	March 31, 2013
	Unaudited	Audited
B ASSETS		
1 Non-current assets		
(a) Fixed assets	37,807	38,724
(b) Non-current investments	72,824	72,824
(c) Deferred tax assets	7,661	6,677
(d) Long-term loans and advances	60,925	66,074
(e) Other non-current assets	1,870	1,584
	181,087	185,883
2 Current assets		
(a) Current investments	-	100
(b) Trade receivables	123,434	96,858
(c) Cash and bank balances	552,222	501,834
(d) Short-term loans and advances	5,848	6,686
(e) Other current assets	47,173	41,228
	728,677	646,706
TOTAL - ASSETS	909,764	832,589

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

(₹ in lacs)

Particulars	Three month period ended			Six month period ended		Year ended
	September 30, 2013	June 30, 2013	September 30, 2012	September 30, 2013	September 30, 2012	March 31, 2013
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
(a) Segment revenue						
Product licenses and related activities	64,020	56,754	49,806	120,775	111,976	223,973
IT solutions and consulting services	18,484	17,598	16,190	36,081	35,232	69,797
	82,504	74,352	65,996	156,856	147,208	293,770
(b) Segment results						
Product licenses and related activities	28,453	24,449	19,689	52,902	51,023	100,703
IT solutions and consulting services	4,654	4,268	1,438	8,922	6,158	13,043
	33,107	28,717	21,127	61,824	57,181	113,746
Interest income	11,461	11,121	10,387	22,582	19,204	39,989
Other unallocable income (expenses), net	2,511	3,079	(4,640)	5,590	(899)	(3,259)
Profit before tax	47,079	42,917	26,874	89,996	75,486	150,476
(c) Capital employed						
Product licenses and related activities	58,780	49,518	56,030	58,780	56,030	60,991
IT solutions and consulting services	38,551	30,898	31,781	38,551	31,781	28,239
Unallocable	692,119	677,592	587,953	692,119	587,953	640,004
	789,450	758,008	675,764	789,450	675,764	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 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.

7 Unaudited consolidated results for the three and six month period ended September 30, 2013

(₹ in lacs, except per share data)

Particulars	Three month period ended			Six month period ended		Year ended
	September 30, 2013	June 30, 2013	September 30, 2012	September 30, 2013	September 30, 2012	March 31, 2013
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Revenue from operations	96,504	89,940	79,346	186,444	173,979	347,400
Net profit after tax for the period	35,955	36,618	15,744	72,573	52,550	107,514
Earnings per share (face value ₹ 5 each, fully paid)						
Basic (in ₹)	42.76	43.56	18.75	86.32	62.57	127.98
Diluted (in ₹)	42.61	43.43	18.67	86.04	62.35	127.40

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

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

Mumbai, India
November 12, 2013

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 September 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 under the provisions of the Companies Act, 1956, 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

November 12, 2013

FOR IMMEDIATE RELEASE

Oracle Financial Services Software Reports Q2 Fiscal Year 2014 Net Income of Rs. 359 Crore up 128% over the same quarter Year-over-Year

Revenue for the Quarter at Rs. 965 Crore up 22% over the same quarter Year-over-Year

Mumbai, India, November 12, 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 September 30, 2013. Consolidated Net income for the quarter was Rs. 359 Crore, down 2% compared to the quarter ended June 30, 2013 and up 128% compared the quarter ended September 30, 2012. Consolidated revenue for the quarter was Rs. 965 Crore, up 7% compared to quarter ended June 30, 2013 and up 22% compared to the quarter ended September 30, 2012. The consolidated operating income for the quarter was Rs. 348 Crore, up 9% compared to quarter ended June 2013 and up 74% over the quarter ended September 30, 2012. For the half-year ended September 30, 2013, the consolidated revenue was up 7% compared to the half-year ended September 30, 2012 while the net income was up 38% compared to the half-year ended September 30, 2012.

Chet Kamat, managing director and chief executive officer for Oracle Financial Services Software, said, "Our product revenues grew 29% over the corresponding quarter year-over-year. We are continuing our investments in the core offerings in banking and analytics solutions to make these solutions compelling for the marketplace. The implementation of Oracle Fusion ERP was a massive transformational effort that provides the Company an agile and sophisticated platform for the operations. Overall I am pleased with the strong top-line and bottom-line growth that demonstrate the strength of our offerings and our rigorous execution discipline."

Makarand Padalkar, chief financial officer for Oracle Financial Services Software, said, "We posted another solid operating performance with the operating margins for the quarter at 36% which was a 11 percentage point improvement over the corresponding quarter year-over-year. For the half-year ended September 30, 2013, the operating margins improved to 36% from 33% for the same period year-over-year."

Business Highlights

- The Company signed new licenses of US\$ 6.3 million in the quarter and 8 customers for the products portfolio.



- Customer wins for the products span Kenya, Mexico, Nigeria, Nepal, Tajikistan, and United States of America.
- Leading Financial Services firm headquartered in North America with operations in 50+ countries serving over 70+ million customers, including 1+ million commercial customers selected to deploy Oracle FLEXCUBE Enterprise Limits and Collateral Management as a solution to manage, monitor and report the utilisation of the credit facilities by its commercial customers.
- NRB Bank Limited is a new bank in Bangladesh, the first one of its kind in the private sector and has been set up by non-resident Bangladeshi (NRB) from eight countries. The bank selected Oracle FLEXCUBE to deliver the services for over 8 million non-resident Bangladeshi's around the world. NRB Bank offers Corporate Banking, SME Banking, Retail banking, NRB Banking services and Premium banking services to meet the needs of a broad customer base NRB bank started operations in August 2013 and targets to have 9 branches in the country by the end of the year.

Mr. Muklesur Rahman, MD & CEO said "We are planning to make an international standard Bangladeshi bank. In order to build an inclusive and sustainable business we will invest in Brand, People and Technology."

- Spitamen Capital has signed to deploy Oracle FLEXCUBE for its operations in Tajikistan to support small and medium enterprises. EGAR Technology Company an Oracle partner, joined efforts with FLEXCUBE certified consultants and domain experts to manage the deployment.
- One of Kenya's top 10 banks, selected Oracle FLEXCUBE Direct Banking to delivery products and services on the web and mobile devices to its customers both consumers and SMEs.
- A leading Nigerian financial institution with business presence in West Africa and the United Kingdom that employs over 4,800 people has signed to deploy Oracle Financial Services Analytical Applications Suite to manage enterprise risk at the bank.
- Oracle FLEXCUBE crossed the 500 customer mark with deployments in 131 countries. Leading Financial Institutions including Central Banks around the world have deployed Oracle FLEXCUBE for their operations.
- The Company successfully went live on the Oracle Fusion ERP as its core enterprise system effective July 1, 2013. This was a complex migration project involving simultaneous cut-over across all the global entities of the company. The new solution enables the company to standardize its global operations seamlessly and gain additional synergies with Oracle.



ORACLE FINANCIAL SERVICES SOFTWARE GROUP

**Q2 FY 2013-14 : FINANCIAL RESULTS
CONSOLIDATED STATEMENTS OF OPERATIONS
(In INR Millions, except per share data)**

Particulars	Three Months Ended				% Increase (Decrease)
	Sept 30, 2013	% of Revenues	June 30, 2013	% of Revenues	
REVENUES					
Products	7,547	78%	6,869	76%	10%
Services	1,848	19%	1,908	21%	(3%)
BPO - Services	255	3%	217	2%	17%
Total Revenues	9,650	100%	8,994	100%	7%
SEGMENT RESULTS					
Products	3,376	45%	2,908	42%	16%
Services	404	22%	477	25%	(15%)
BPO - Services	84	33%	67	31%	25%
Total	3,864	40%	3,452	38%	12%
Unallocable expenses	(378)	(4%)	(256)	(3%)	48%
OPERATING INCOME	3,486	36%	3,196	36%	9%
Interest and other income, net	1,887	20%	2,008	22%	(6%)
INCOME BEFORE PROVISION OF TAXES	5,373	56%	5,204	58%	3%
Provision for taxes	1,778	18%	1,542	17%	15%
NET INCOME	3,595	37%	3,662	41%	(2%)
Earnings per share of Rs 5/- each (in Rs)					
Basic	42.76		43.56		(2%)
Diluted	42.61		43.43		(2%)



ORACLE FINANCIAL SERVICES SOFTWARE GROUP

Q2 FY 2013-14 : FINANCIAL RESULTS
CONSOLIDATED STATEMENTS OF OPERATIONS
(In INR Millions, except per share data)

Particulars	Half Year Ended				% Increase (Decrease)
	Sept 30, 2013	% of Revenues	Sept 30, 2012	% of Revenues	
REVENUES					
Products	14,416	77%	12,952	74%	11%
Services	3,756	20%	3,949	23%	(5%)
BPO - Services	472	3%	497	3%	(5%)
Total Revenues	18,644	100%	17,398	100%	7%
SEGMENT RESULTS					
Products	6,283	44%	5,239	40%	20%
Services	880	23%	794	20%	11%
BPO - Services	152	32%	223	45%	32%
Total	7,315	39%	6,256	36%	17%
Unallocable expenses	(634)	(3%)	(535)	(3%)	19%
OPERATING INCOME	6,681	36%	5,721	33%	17%
Interest and other income, net	3,895	21%	2,264	13%	72%
INCOME BEFORE PROVISION OF TAXES	10,576	57%	7,985	46%	32%
Provision for taxes	3,319	18%	2,730	16%	22%
NET INCOME	7,257	39%	5,255	30%	38%
Earnings per share of Rs 5/- each (in Rs)					
Basic	86.32		62.57		38%
Diluted	86.04		62.35		38%



Oracle Financial Services Software Limited
Q2 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	7,547			
Services Business	2,137	1,812	2,024	1,764	7,737	1,908	1,848			
BPO Business	219	278	258	237	992	217	255			
Total	9,463	7,935	8,528	8,815	34,740	8,994	9,650			
Geographic Revenues										
Products Business										
NAMER	28%	22%	26%	21%	24%	28%	34%			
JAPAC	35%	42%	37%	42%	39%	35%	35%			
EMEA	37%	36%	37%	37%	37%	37%	31%			
Services Business										
NAMER	59%	56%	63%	59%	59%	58%	55%			
JAPAC	23%	23%	19%	22%	22%	21%	15%			
EMEA	18%	21%	18%	19%	19%	21%	30%			
Total Company										
NAMER	36%	31%	36%	29%	33%	35%	39%			
JAPAC	32%	36%	32%	38%	35%	32%	31%			
EMEA	32%	32%	32%	33%	32%	33%	31%			
Revenue Analysis by Type										
Product Revenues										
License Fees	20%	6%	10%	19%	14%	12%	7%			
Professional Services	57%	67%	56%	56%	59%	62%	66%			
Maintenance	23%	28%	34%	25%	27%	25%	27%			
Services Revenues										
Fixed Price	26%	24%	35%	34%	30%	28%	19%			
Time & Material Basis	74%	76%	65%	66%	70%	72%	81%			
On-site	48%	49%	41%	41%	46%	41%	46%			
Off-shore	52%	51%	59%	59%	54%	59%	54%			
Customer Concentration										
Product Customers										
Top Customer	16%	20%	14%	23%	18%	18%	17%			
Top 5 Customers	35%	30%	31%	36%	31%	35%	35%			
Top 10 Customers	44%	37%	41%	47%	40%	43%	44%			
Services Customers										
Top Customer	12%	8%	13%	15%	10%	11%	10%			
Top 5 Customers	38%	39%	43%	45%	41%	42%	39%			
Top 10 Customers	59%	59%	60%	63%	60%	65%	59%			
Total Company										
Top Customer	13%	16%	11%	18%	14%	14%	14%			
Top 5 Customers	31%	26%	27%	33%	29%	31%	30%			
Top 10 Customers	40%	36%	39%	44%	38%	41%	39%			
Trade Receivables										
0-180 days	93%	92%	92%	91%	91%	96%	95%			
More than 180 days	7%	92%	8%	9%	9%	4%	5%			
DSO (Days)	73	76	70	68	68	93	69			
Attrition Rate (TTM)										
	18%	15%	14%	15%	15%	17%	18%			
Staff Data *										
Products Business	5,853	6,090	6,203	6,087	6,087	6,117	6,280			
Services Business	2,803	2,836	2,800	2,758	2,758	2,426	2,329			
BPO Business	739	823	817	755	755	678	701			
Corporate	391	382	380	369	369	371	327			
Total	9,786	10,131	10,200	9,969	9,969	9,592	9,637			



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. 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 November 12, 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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Contact Info

Valerie Beaudett
Oracle Public Relations
+1.650.506.5170
valerie.beaudett@oracle.com

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

