

Oracle Financial Services Software Limited

Unaudited condensed balance sheet as at December 31, 2015

(Amounts in ₹ million)

	December 31, 2015	March 31, 2015
<u>EQUITY AND LIABILITIES</u>		
Shareholders' funds		
Share capital	424.12	423.07
Reserves and surplus	37,636.12	29,483.63
	38,060.24	29,906.70
Share application money pending allotment	2.44	0.63
Non-current liabilities		
Other long-term liabilities	153.78	176.57
Long-term provisions	617.09	576.77
	770.87	753.34
Current liabilities		
Trade payables	197.08	242.65
Other current liabilities	7,255.68	7,604.68
Short-term provisions	1,317.06	19,524.47
	8,769.82	27,371.80
TOTAL	47,603.37	58,032.47
<u>ASSETS</u>		
Non-current assets		
Fixed assets		
Tangible assets	2,643.35	2,972.71
Intangible assets	-	-
Capital work-in-progress	39.57	2.96
Non-current investments	7,210.28	7,282.40
Deferred tax assets	956.68	919.81
Long-term loans and advances	6,333.67	6,471.62
Other non-current assets	189.95	196.16
	17,373.50	17,845.66
Current assets		
Trade receivables	5,216.64	6,910.80
Cash and bank balances	17,799.91	30,154.06
Short-term loans and advances	739.04	478.92
Other current assets	6,474.28	2,643.03
	30,229.87	40,186.81
TOTAL	47,603.37	58,032.47

Notes attached herein form an integral part of the unaudited condensed balance sheet.

Oracle Financial Services Software Limited

Unaudited condensed statement of profit and loss for the three and nine month period ended December 31, 2015

(Amounts in ₹ million, except share data)

	Three month period ended December 31,		Nine month period ended December 31,	
	2015	2014	2015	2014
<u>INCOME</u>				
Revenue from operations	8,907.20	8,062.70	26,216.95	25,228.01
Other income, net				
Interest income	349.91	516.26	1,640.61	3,469.26
Foreign exchange (loss) gain, net	(96.25)	189.98	(363.47)	171.47
Miscellaneous income, net	19.77	9.51	16.71	47.67
Total income	9,180.63	8,778.45	27,510.80	28,916.41
<u>EXPENSES</u>				
Employee costs	4,340.26	4,125.97	12,494.56	12,046.17
Travel related expenses (net of recoveries)	359.92	320.77	990.14	803.95
Professional fees	436.22	443.39	1,197.90	1,405.95
Other expenses	263.69	330.06	873.44	1,024.16
Depreciation and amortization	117.26	145.77	373.41	466.10
Total expenses	5,517.35	5,365.96	15,929.45	15,746.33
Profit before tax	3,663.28	3,412.49	11,581.35	13,170.08
Tax expenses				
Current tax	1,310.88	1,091.91	4,168.17	4,785.98
Deferred tax	12.95	(22.67)	(36.87)	(181.38)
Total tax expenses	1,323.83	1,069.24	4,131.30	4,604.60
Profit for the period	2,339.45	2,343.25	7,450.05	8,565.48
Earnings per equity share of par value of ₹ 5 (December 31, 2014 ₹ 5) each (in ₹)				
Basic	27.59	27.71	87.96	101.59
Diluted	27.39	27.61	87.31	101.10
Number of shares used in computing earnings per share				
Basic	84,795,450	84,577,830	84,701,552	84,310,609
Diluted	85,424,153	84,876,099	85,326,133	84,719,854

Notes attached herein form an integral part of the unaudited condensed statement of profit and loss.

Oracle Financial Services Software Limited

Notes annexed to and forming part of the unaudited condensed financial statements for the three and nine month period ended December 31, 2015

1. Accounting Policies

The Company has followed the same accounting policies in preparing the interim financial statements as were followed for the year ended March 31, 2015.

2. Capital Commitments

(Amounts in ₹ million)

Particulars	December 31, 2015	March 31, 2015
Contracts remaining to be executed on capital account not provided for (net of advances)	233.83	177.24

3. Segment information

The Company is organized by business segment and geographically. For management purposes the Company is primarily organized on a worldwide basis into two business segments:

- a) Product licenses and related activities ('Products') and
- b) IT solutions and consulting services ('Services')

Three month period ended December 31, 2015

(Amounts in ₹ million)

Particulars	Products	Services	Total
Revenue from operations	7,532.26	1,374.94	8,907.20
Segment result	3,402.61	151.66	3,554.27
Unallocable expenses			(164.42)
Interest income			349.91
Foreign exchange loss, net			(96.25)
Miscellaneous income, net			19.77
Profit before tax			3,663.28
Tax expenses			(1,323.83)
Profit for the period			2,339.45

Three month period ended December 31, 2014

(Amounts in ₹ million)

Particulars	Products	Services	Total
Revenue from operations	6,480.82	1,581.88	8,062.70
Segment result	2,631.32	216.15	2,847.47
Unallocable expenses			(150.73)
Interest income			516.26
Foreign exchange gain, net			189.98
Miscellaneous income, net			9.51
Profit before tax			3,412.49
Tax expenses			(1,069.24)
Profit for the period			2,343.25

Nine month period ended December 31, 2015

(Amounts in ₹ million)

Particulars	Products	Services	Total
Revenue from operations	21,806.90	4,410.05	26,216.95
Segment result	10,176.90	739.02	10,915.92
Unallocable expenses			(628.42)
Interest income			1,640.61
Foreign exchange loss, net			(363.47)
Miscellaneous income, net			16.71
Profit before tax			11,581.35
Tax expenses			(4,131.30)
Profit for the period			7,450.05

Nine month period ended December 31, 2014

(Amounts in ₹ million)

Particulars	Products	Services	Total
Revenue from operations	20,417.34	4,810.67	25,228.01
Segment result	8,938.61	982.57	9,921.18
Unallocable expenses			(439.50)
Interest income			3,469.26
Foreign exchange gain, net			171.47
Miscellaneous income, net			47.67
Profit before tax			13,170.08
Tax expenses			(4,604.60)
Profit for the period			8,565.48

Oracle Financial Services Software Limited

Notes annexed to and forming part of the unaudited condensed financial statements for the three and nine month period ended December 31, 2015

Other information

Three month period ended December 31, 2015 (Amounts in ₹ million)

Particulars	Products	Services	Unallocable	Total
Capital expenditure by segment				
Tangible assets	42.09	3.10	0.58	45.77
Depreciation and amortization	82.95	28.21	6.10	117.26
Other non cash expenses	2.55	(8.30)	-	(5.75)
Segment assets	11,747.18	2,410.66	33,445.53	47,603.37
Segment liabilities	7,365.10	1,544.76	630.83	9,540.69
Share application money pending allotment	-	-	2.44	2.44
Shareholders' funds	-	-	38,060.24	38,060.24

Three month period ended December 31, 2014 (Amounts in ₹ million)

Particulars	Products	Services	Unallocable	Total
Capital expenditure by segment				
Tangible assets	28.23	7.08	0.29	35.60
Depreciation and amortization	104.53	36.17	5.07	145.77
Other non cash expenses	10.70	4.80	-	15.50
Segment assets	12,498.28	3,375.56	39,556.21	55,430.05
Segment liabilities	6,892.40	1,783.46	583.12	9,258.98
Share application money pending allotment	-	-	6.77	6.77
Shareholders' funds	-	-	46,164.30	46,164.30

Nine month period ended December 31, 2015 (Amounts in ₹ million)

Particulars	Products	Services	Unallocable	Total
Capital expenditure by segment				
Tangible assets	95.15	16.89	2.58	114.62
Depreciation and amortization	269.84	88.08	15.49	373.41
Other non cash expenses	(66.61)	(20.81)	-	(87.42)
Segment assets	11,747.18	2,410.66	33,445.53	47,603.37
Segment liabilities	7,365.10	1,544.76	630.83	9,540.69
Share application money pending allotment	-	-	2.44	2.44
Shareholders' funds	-	-	38,060.24	38,060.24

Nine month period ended December 31, 2014 (Amounts in ₹ million)

Particulars	Products	Services	Unallocable	Total
Capital expenditure by segment				
Tangible assets	59.64	17.38	2.66	79.68
Depreciation and amortization	324.47	123.03	18.60	466.10
Other non cash expenses	65.53	1.24	-	66.77
Segment assets	12,498.28	3,375.56	39,556.21	55,430.05
Segment liabilities	6,892.40	1,783.46	583.12	9,258.98
Share application money pending allotment	-	-	6.77	6.77
Shareholders' funds	-	-	46,164.30	46,164.30

4. Other expenses for the nine month period ended December 31, 2015 include a provision of ₹ 154.49 million against equity investment and loan including interest thereon to a subsidiary company.

5. Prior period's figures have been reclassified, where necessary to conform with current period's presentation.

Oracle Financial Services Software Limited

Unaudited condensed statement of cash flow for the nine month period ended December 31, 2015

	(Amounts in ₹ million)	
	Nine month period ended December 31,	
	2015	2014
Net cash provided by operating activities	4,628.87	5,722.39
Net cash provided by investing activities	14,440.31	42,382.45
Net cash (used in) financing activities	(17,861.41)	(46,948.53)
Net increase in cash and cash equivalents	1,207.77	1,156.31
Cash and cash equivalents at beginning of the period	908.92	731.38
Effect of exchange difference on cash and bank balances	44.19	(103.51)
Cash and cash equivalents at end of the period	2,160.88	1,784.18

Component of cash and cash equivalents

Balances with banks:		
Current accounts	1,247.22	1,475.95
Deposit accounts with original maturity of less than 3 months	773.83	200.00
Unclaimed dividend account*	139.83	108.23
Total cash and cash equivalents	2,160.88	1,784.18

* These balances will be utilized only towards the respective unpaid dividend.