

October 27, 2021

To,

Asst. Vice President  
Listing & Compliance  
**National Stock Exchange of India Limited**

Exchange Plaza, Bandra-Kurla Complex  
Bandra (East) Mumbai 400 051

**Scrip Code – OFSS**

To,

Asst. General Manager  
Listing & Compliance  
**BSE Ltd.**

1<sup>st</sup> Floor, Phiroze Jeejeebhoy Towers,  
Dalal Street, Mumbai 400 001

**Scrip Code – 532466**

**Sub: Decisions taken at the Board Meeting held today**

The Board of Directors of the Company at its meeting held today, *inter alia*, approved unaudited standalone and consolidated financial results for the quarter and half year ended September 30, 2021.

We enclose herewith the following:

1. The unaudited standalone and consolidated financial results of the Company for the quarter and half year ended September 30, 2021, along with the Limited Review Reports thereon issued by M/s. Mukund M Chitale & Co., Chartered Accountants, Statutory Auditors of the Company; and
2. A press release on the financial results.

The above documents will also be uploaded on the Company's website.

The Board meeting concluded at 20:30 hours (IST).

This is for your reference and records.

Thanking you,

Yours sincerely,  
**For Oracle Financial Services Software Limited**

**Onkarnath Banerjee**  
**Company Secretary & Compliance Officer**  
**Membership No. ACS8547**

Encl: as above

**Unaudited standalone financial results for the three and six month period ended September 30, 2021**

( ₹ in million, except per share data)

| PART I | Particulars  | Three month period ended |                  |                    | Six month period ended |                    | Year ended       |
|--------|--|--------------------------|------------------|--------------------|------------------------|--------------------|------------------|
|        |  | September 30, 2021       | June 30, 2021    | September 30, 2020 | September 30, 2021     | September 30, 2020 | March 31, 2021   |
|        |  | Unaudited                | Unaudited        | Unaudited          | Unaudited              | Unaudited          | Audited          |
| 1      | <b>INCOME</b>  |                          |                  |                    |                        |                    |                  |
|        | (a) Revenue from operations  | 9,566.86                 | 10,411.64        | 8,564.53           | 19,978.50              | 18,603.74          | 36,452.12        |
|        | (b) Other income, net  | 162.56                   | 279.62           | 228.33             | 442.18                 | 607.60             | 1,164.81         |
|        | <b>Total income</b>  | <b>9,729.42</b>          | <b>10,691.26</b> | <b>8,792.86</b>    | <b>20,420.68</b>       | <b>19,211.34</b>   | <b>37,616.93</b> |
| 2      | <b>EXPENSES</b>  |                          |                  |                    |                        |                    |                  |
|        | (a) Employee benefit expenses  | 3,603.03                 | 3,262.80         | 3,041.23           | 6,865.83               | 6,106.83           | 12,443.21        |
|        | (b) Travel related expenses  | 25.30                    | 24.53            | 64.96              | 49.83                  | 260.09             | 317.51           |
|        | (c) Professional fees  | 305.40                   | 366.37           | 304.37             | 671.77                 | 705.29             | 1,312.81         |
|        | (d) Finance cost   | 9.83                     | 10.36            | 12.35              | 20.19                  | 25.91              | 47.99            |
|        | (e) Other operating expenses   | 165.35                   | 353.32           | 124.64             | 518.67                 | 451.41             | 814.57           |
|        | (f) Depreciation and amortisation                                      | 182.13                   | 178.56           | 210.56             | 360.69                 | 418.74             | 802.03           |
|        | <b>Total expenses</b>  | <b>4,291.04</b>          | <b>4,195.94</b>  | <b>3,758.11</b>    | <b>8,486.98</b>        | <b>7,968.27</b>    | <b>15,738.12</b> |
| 3      | <b>Profit before tax</b>   | <b>5,438.38</b>          | <b>6,495.32</b>  | <b>5,034.75</b>    | <b>11,933.70</b>       | <b>11,243.07</b>   | <b>21,878.81</b> |
| 4      | <b>Tax expenses</b>  |                          |                  |                    |                        |                    |                  |
|        | (a) Current tax  | 1,412.26                 | 1,730.53         | 1,268.24           | 3,142.79               | 2,922.92           | 5,570.78         |
|        | (b) Deferred tax   | (8.02)                   | (32.06)          | (19.35)            | (40.08)                | (22.04)            | (84.82)          |
|        | <b>Total tax expenses</b>  | <b>1,404.24</b>          | <b>1,698.47</b>  | <b>1,248.89</b>    | <b>3,102.71</b>        | <b>2,900.88</b>    | <b>5,485.96</b>  |
| 5      | <b>Net profit for the period</b>                                       | <b>4,034.14</b>          | <b>4,796.85</b>  | <b>3,785.86</b>    | <b>8,830.99</b>        | <b>8,342.19</b>    | <b>16,392.85</b> |
| 6      | <b>Other Comprehensive Income</b>                                      |                          |                  |                    |                        |                    |                  |
|        | (a) Items that will not be reclassified subsequently to profit or loss |                          |                  |                    |                        |                    |                  |
|        | (i) Actuarial (loss) gain on gratuity fund                             | (110.19)                 | 45.32            | 27.44              | (64.87)                | 9.90               | (23.46)          |
|        | (ii) Deferred tax  | 27.73                    | (11.40)          | (6.91)             | 16.33                  | (2.49)             | 5.90             |
|        | (b) Items that will be reclassified subsequently to profit or loss     |                          |                  |                    |                        |                    |                  |
|        | (i) Exchange differences on translation of foreign operations          | 0.70                     | 6.93             | (4.65)             | 7.63                   | (9.59)             | (12.26)          |
|        | <b>Total other comprehensive income for the period, net of tax</b>     | <b>(81.76)</b>           | <b>40.85</b>     | <b>15.88</b>       | <b>(40.91)</b>         | <b>(2.18)</b>      | <b>(29.82)</b>   |
| 7      | <b>Total Comprehensive Income for the period</b>                       | <b>3,952.38</b>          | <b>4,837.70</b>  | <b>3,801.74</b>    | <b>8,790.08</b>        | <b>8,340.01</b>    | <b>16,363.03</b> |
| 8      | Paid up equity share capital (face value ₹ 5 each, fully paid)         | 430.95                   | 430.62           | 429.96             | 430.95                 | 429.96             | 430.31           |
| 9      | Reserve excluding Revaluation Reserves as per balance sheet            |                          |                  |                    |                        |                    | 56,029.57        |
| 10     | Earnings per equity share (face value ₹ 5 each, fully paid)            |                          |                  |                    |                        |                    |                  |
|        | (a) Basic (in ₹)   | 46.83                    | 55.72            | 44.04              | 102.54                 | 97.06              | 190.64           |
|        | (b) Diluted (in ₹)   | 46.58                    | 55.47            | 43.87              | 102.03                 | 96.71              | 189.80           |
|        | See accompanying note to the financial results                         |                          |                  |                    |                        |                    |                  |

**Notes to financial results :**

- The unaudited standalone financial results for three and six month period ended September 30, 2021 have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on October 27, 2021. There are no qualifications in the report issued by the Statutory Auditors.
- These financials results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34 - Interim Financial Reporting as prescribed under Section 133 of the Companies Act, 2013 (the 'Act') read with relevant rules of the Companies (Indian Accounting Standards) Rules, 2015 (as amended) and the other accounting principles generally accepted in India.
- During the three and six month period ended September 30, 2021, the Company allotted 65,786 and 127,917 equity shares, of face value of ₹ 5 each on exercise of stock options by the eligible employees under the prevailing Employee Stock Option Plan ('ESOP') schemes of the Company.
- Other operating expenses for the year ended March 31, 2021 includes ₹ 42.11 million towards reversal of provision for diminution in value of investment in ISP Internet Mauritius Company.

## 5 Particulars of other income, net:

| Particulars               | Three month period ended |               |                    | Six month period ended |                    | Year ended      |
|---------------------------|--------------------------|---------------|--------------------|------------------------|--------------------|-----------------|
|                           | September 30, 2021       | June 30, 2021 | September 30, 2020 | September 30, 2021     | September 30, 2020 | March 31, 2021  |
|                           | Unaudited                | Unaudited     | Unaudited          | Unaudited              | Unaudited          | Audited         |
| Finance income            | 177.29                   | 177.98        | 237.16             | 355.27                 | 542.51             | 1,071.12        |
| Exchange (loss) gain, net | (31.03)                  | 83.58         | (26.55)            | 52.55                  | 26.48              | 6.97            |
| Miscellaneous income, net | 16.30                    | 18.06         | 17.72              | 34.36                  | 38.61              | 86.72           |
| <b>Total</b>              | <b>162.56</b>            | <b>279.62</b> | <b>228.33</b>      | <b>442.18</b>          | <b>607.60</b>      | <b>1,164.81</b> |

(₹ in million)

## 6 Statement of assets and liabilities

| Particulars                             | As at              |                  |
|---|--------------------|------------------|
|   | September 30, 2021 | March 31, 2021   |
|   | Unaudited          | Audited          |
| <b>A ASSETS</b>                         |                    |                  |
| <b>1 Non-current assets</b>             |                    |                  |
| (a) Property, plant and equipment       | 1,694.76           | 1,847.30         |
| (b) Capital work-in-progress            | 25.01              | 0.91             |
| (c) Right-of-use asset                  | 427.69             | 369.22           |
| (d) Investment property                 | 102.00             | 102.00           |
| (e) Financial assets                    |                    |                  |
| (i) Investments in subsidiaries         | 7,729.36           | 7,726.81         |
| (ii) Other non-current financial assets | 1,421.98           | 1,375.87         |
| (f) Deferred tax assets (net)           | 887.52             | 831.11           |
| (g) Income tax assets (net)             | 7,504.39           | 7,954.14         |
| (h) Other non-current assets            | 334.53             | 327.81           |
|   | <b>20,127.24</b>   | <b>20,535.17</b> |
| <b>2 Current assets</b>                 |                    |                  |
| (a) Financial assets                    |                    |                  |
| (i) Trade receivables                   | 4,288.65           | 4,562.87         |
| (ii) Loan                               | -                  | 30.00            |
| (iii) Cash and cash equivalents         | 2,074.38           | 2,248.21         |
| (iv) Other bank balances                | 22,739.70          | 31,054.91        |
| (v) Other current financial assets      | 2,968.28           | 1,766.85         |
| (b) Other current assets                | 2,117.46           | 1,677.62         |
|   | <b>34,188.47</b>   | <b>41,340.46</b> |
| <b>TOTAL - ASSETS</b>                   | <b>54,315.71</b>   | <b>61,875.63</b> |

(₹ in million)

## Statement of assets and liabilities (continued)

(₹ in million)

| Particulars                               | As at              |                  |
|---|--------------------|------------------|
|   | September 30, 2021 | March 31, 2021   |
|   | Unaudited          | Audited          |
| <b>B EQUITY AND LIABILITIES</b>           |                    |                  |
| <b>1 Equity</b>                           |                    |                  |
| (a) Equity share capital                  | 430.95             | 430.31           |
| (b) Other equity                          | 47,986.12          | 56,029.57        |
|   | <b>48,417.07</b>   | <b>56,459.88</b> |
| <b>2 Non-current liabilities</b>          |                    |                  |
| (a) Financial liabilities                 |                    |                  |
| (i) Lease liability                       | 309.52             | 245.47           |
| (b) Other non-current liabilities         | 204.96             | -                |
| (b) Provisions                            | 1,328.86           | 1,256.87         |
|   | <b>1,843.34</b>    | <b>1,502.34</b>  |
| <b>3 Current liabilities</b>              |                    |                  |
| (a) Financial liabilities                 |                    |                  |
| (i) Lease liability                       |                    |                  |
| (ii) Trade payables                       | 91.16              | 59.48            |
| - Payable to micro and small enterprises  | 8.95               | 4.82             |
| - Payable to others                       | 283.19             | 172.66           |
| (iii) Other current financial liabilities | 1,176.89           | 1,515.75         |
| (b) Other current liabilities             | 1,230.43           | 1,036.98         |
| (c) Provisions                            | 1,162.62           | 1,083.75         |
| (d) Income tax liabilities (net)          | 102.06             | 39.97            |
|   | <b>4,055.30</b>    | <b>3,913.41</b>  |
| <b>TOTAL - EQUITY AND LIABILITIES</b>     | <b>54,315.71</b>   | <b>61,875.63</b> |

## 7 Statement of cash flows

(₹ in million)

| Particulars   | Six month period ended |                    |
|---|------------------------|--------------------|
|   | September 30, 2021     | September 30, 2020 |
|   | Unaudited              | Unaudited          |
| Cash flows from operating activities  |                        |                    |
| Profit before tax   | 11,933.70              | 11,243.07          |
| Adjustments to reconcile profit before tax to cash provided by operating activities : |                        |                    |
| Depreciation and amortization   | 360.69                 | 418.74             |
| Loss on sale of fixed assets, net   | 0.11                   | -                  |
| Employee stock compensation expense   | 219.01                 | 194.31             |
| Finance income  | (355.27)               | (542.51)           |
| Effect of exchange rate changes in cash and cash equivalents                          | (15.22)                | 13.62              |
| Effect of exchange rate changes in assets and liabilities                             | 126.29                 | 22.80              |
| Finance cost  | 20.19                  | 25.91              |
| Impairment loss recognised (reversed) on financial assets                             | 31.82                  | (16.49)            |
| Impairment loss recognized on other financial assets                                  | 2.11                   | 2.97               |
| Bad debts   | 0.67                   | 42.33              |
| Operating Profit before Working Capital changes                                       | <b>12,324.10</b>       | <b>11,404.75</b>   |

## Statement of cash flows (continued)

(₹ in million)

| Particulars   | Six month period ended |                    |
|---|------------------------|--------------------|
|   | September 30, 2021     | September 30, 2020 |
|   | Unaudited              | Unaudited          |
| Movements in working capital  |                        |                    |
| (Increase) in other non-current financial assets                      | (30.80)                | (0.18)             |
| (Increase) decrease in other non-current assets                       | (6.96)                 | 9.11               |
| Decrease in trade receivables   | 182.98                 | 925.50             |
| (Increase) in other current financial assets                          | (1,281.67)             | (1,512.11)         |
| (Increase) in other current assets                                    | (440.02)               | (679.88)           |
| Increase in non-current provisions                                    | 8.83                   | 27.95              |
| Increase (Decrease) in trade payables                                 | 115.64                 | (141.62)           |
| (Decrease) increase in other current financial liabilities            | (342.58)               | 23.55              |
| Increase (decrease) in other current liabilities                      | 193.48                 | (103.19)           |
| Increase in other non-current liabilities                             | 204.96                 | -                  |
| Increase in current provisions  | 79.23                  | 60.55              |
| Cash from operating activities  | 11,007.19              | 10,014.43          |
| Payment of domestic and foreign taxes                                 | (2,632.75)             | (2,563.24)         |
| <b>Net cash provided by operating activities</b>                      | <b>8,374.44</b>        | <b>7,451.19</b>    |
| Cash flows from investing activities                                  |                        |                    |
| Purchase of property, plant and equipment                             | (147.71)               | (91.36)            |
| Proceeds from sale of property, plant and equipment                   | 0.02                   | -                  |
| Income from investment in sublease                                    | -                      | 13.73              |
| Refund of deposits for premises and others                            | 29.79                  | 0.07               |
| Loan repaid by step-down subsidiary company                           | 30.00                  | 26.00              |
| Bank fixed deposits having maturity of more than three months matured | 31,536.00              | 30,025.00          |
| Bank fixed deposits having maturity of more than three months booked  | (23,640.00)            | (22,856.00)        |
| Interest received   | 749.84                 | 1,094.51           |
| <b>Net cash provided by investing activities</b>                      | <b>8,557.94</b>        | <b>8,211.95</b>    |
| Cash flows from financing activities                                  |                        |                    |
| Proceeds from issue of shares under employee stock option plan        | 168.94                 | 40.50              |
| Equity dividend paid  | (17,217.16)            | (15,471.75)        |
| Finance cost  | (20.19)                | (25.91)            |
| Repayment of lease liability  | (53.02)                | (121.83)           |
| <b>Net cash (used in) financing activities</b>                        | <b>(17,121.43)</b>     | <b>(15,578.99)</b> |
| Net (decrease) increase in cash and cash equivalents                  | (189.05)               | 84.15              |
| Cash and cash equivalents at beginning of the period                  | 2,248.21               | 1,993.84           |
| Effect of exchange rate changes in cash and cash equivalents          | 15.22                  | (13.62)            |
| <b>Cash and cash equivalents at end of the period</b>                 | <b>2,074.38</b>        | <b>2,064.37</b>    |
| Component of cash and cash equivalents                                |                        |                    |
| Balances with banks:  |                        |                    |
| In current accounts   | 1,731.54               | 1,783.19           |
| In deposit accounts with original maturity of less than three months  | 250.68                 | 200.69             |
| In unclaimed dividend account *                                       | 92.16                  | 80.49              |
| <b>Total cash and cash equivalents at end of the period</b>           | <b>2,074.38</b>        | <b>2,064.37</b>    |

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

8 Reporting segment wise revenue, results, assets and liabilities

**Segment revenue and expense:**

Revenue is generated through licensing of software products, maintenance fees 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 revenue, deposits for premises, property, plant and equipment and right-of-use asset. Segment liabilities primarily include trade payables, deferred revenues, advance from customer, employee benefit obligations, lease liability and other 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 or more 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.

Reporting segment wise revenue, results, assets and liabilities (continued)

(₹ in million)

| Particulars                             | Three month period ended |                  |                    | Six month period ended |                    | Year ended       |
|---|--------------------------|------------------|--------------------|------------------------|--------------------|------------------|
|   | September 30, 2021       | June 30, 2021    | September 30, 2020 | September 30, 2021     | September 30, 2020 | March 31, 2021   |
|   | Unaudited                | Unaudited        | Unaudited          | Unaudited              | Unaudited          | Audited          |
| <b>(a) Segment revenue</b>              |                          |                  |                    |                        |                    |                  |
| Product licenses and related activities | 8,647.17                 | 9,527.42         | 7,672.87           | 18,174.59              | 16,769.48          | 32,864.37        |
| IT solutions and consulting services    | 919.69                   | 884.22           | 891.66             | 1,803.91               | 1,834.26           | 3,587.75         |
|   | <b>9,566.86</b>          | <b>10,411.64</b> | <b>8,564.53</b>    | <b>19,978.50</b>       | <b>18,603.74</b>   | <b>36,452.12</b> |
| <b>(b) Segment results</b>              |                          |                  |                    |                        |                    |                  |
| Product licenses and related activities | 5,117.76                 | 6,281.30         | 4,698.33           | 11,399.06              | 10,504.38          | 20,474.39        |
| IT solutions and consulting services    | 404.93                   | 417.06           | 374.98             | 821.99                 | 690.77             | 1,496.05         |
|   | <b>5,522.69</b>          | <b>6,698.36</b>  | <b>5,073.31</b>    | <b>12,221.05</b>       | <b>11,195.15</b>   | <b>21,970.44</b> |
| Finance income                          | 177.29                   | 177.98           | 237.16             | 355.27                 | 542.51             | 1,071.12         |
| Other un-allocable (expenses), net      | (261.60)                 | (381.02)         | (275.72)           | (642.62)               | (494.59)           | (1,162.75)       |
| <b>Profit before tax</b>                | <b>5,438.38</b>          | <b>6,495.32</b>  | <b>5,034.75</b>    | <b>11,933.70</b>       | <b>11,243.07</b>   | <b>21,878.81</b> |
| <b>(c) Segment assets</b>               |                          |                  |                    |                        |                    |                  |
| Product licenses and related activities | 9,442.21                 | 10,344.64        | 8,902.15           | 9,442.21               | 8,902.15           | 8,327.23         |
| IT solutions and consulting services    | 1,828.27                 | 1,778.93         | 1,960.71           | 1,828.27               | 1,960.71           | 1,694.39         |
| Unallocable                             | 43,045.23                | 38,085.49        | 42,641.02          | 43,045.23              | 42,641.02          | 51,854.01        |
|   | <b>54,315.71</b>         | <b>50,209.06</b> | <b>53,503.88</b>   | <b>54,315.71</b>       | <b>53,503.88</b>   | <b>61,875.63</b> |
| <b>(d) Segment liabilities</b>          |                          |                  |                    |                        |                    |                  |
| Product licenses and related activities | 4,908.85                 | 5,017.70         | 4,281.11           | 4,908.85               | 4,281.11           | 4,060.15         |
| IT solutions and consulting services    | 618.08                   | 632.48           | 801.79             | 618.08                 | 801.79             | 1,113.33         |
| Unallocable                             | 371.71                   | 327.18           | 234.29             | 371.71                 | 234.29             | 242.27           |
|   | <b>5,898.64</b>          | <b>5,977.36</b>  | <b>5,317.19</b>    | <b>5,898.64</b>        | <b>5,317.19</b>    | <b>5,415.75</b>  |

9 The above financial results are also available on the Company's website: [www.oracle.com/financialservices](http://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  
DIN: 00969094

Mumbai, India  
October 27, 2021



2<sup>nd</sup> Floor, Kapur House,  
Paranjape B Scheme  
Road No.1, Vile Parle (E),  
Mumbai 400057  
T: 91 22 2663 3500  
www.mmchitale.com

**Independent Auditor's Review Report on the unaudited quarterly and year to date Standalone Financial Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure requirements) Regulations 2015, as amended**

Review Report to,  
**The Board of Directors of Oracle Financial Services Software Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of Oracle Financial Services Software Limited (the 'Company') for the quarter ended September 30, 2021 and year to date from April 01, 2021 to September 30, 2021 (the 'Statement') attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the 'Regulations').
2. This Statement, which is the responsibility of the Company's Board of Directors and have been approved by them, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 'Interim Financial Reporting' ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013, as amended (the 'Act') read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement 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 of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Regulation, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Mukund M. Chitale & Co  
Chartered Accountants  
Firm Reg. No. 106655W

S. M. Chitale  
Partner  
Membership No.: 111383

UDIN: 21111383AAAARD8627

Place: Mumbai  
Date: October 27, 2021



**Oracle Financial Services Software Limited**

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

Tel: + 91 22 6718 3000 Fax: + 91 22 6718 3001

CIN: L72200MH1989PLC053666

Website: www.oracle.com/financialservices

E-mail: investors-vp-ofss\_in\_grp@oracle.com

**Unaudited consolidated financial results for the three and six month period ended September 30, 2021**

| PART I      |  | ₹ in million, except per share data) |                  |                    |                        |                    |                  |
|-------------|--|--------------------------------------|------------------|--------------------|------------------------|--------------------|------------------|
|             |  | Three month period ended             |                  |                    | Six month period ended |                    | Year ended       |
|             |  | September 30, 2021                   | June 30, 2021    | September 30, 2020 | September 30, 2021     | September 30, 2020 | March 31, 2021   |
| Particulars |  | Unaudited                            | Unaudited        | Unaudited          | Unaudited              | Unaudited          | Audited          |
| 1           | <b>INCOME</b>  |                                      |                  |                    |                        |                    |                  |
|             | (a) Revenue from operations  | 12,809.71                            | 13,973.73        | 11,973.93          | 26,783.44              | 25,346.50          | 49,839.37        |
|             | (b) Other income, net  | 265.44                               | 300.63           | 176.59             | 566.07                 | 654.27             | 1,319.66         |
|             | <b>Total income</b>  | <b>13,075.15</b>                     | <b>14,274.36</b> | <b>12,150.52</b>   | <b>27,349.51</b>       | <b>26,000.77</b>   | <b>51,159.03</b> |
| 2           | <b>EXPENSES</b>  |                                      |                  |                    |                        |                    |                  |
|             | (a) Employee benefit expenses  | 5,924.18                             | 5,742.65         | 5,566.10           | 11,666.83              | 11,021.35          | 22,017.54        |
|             | (b) Travel related expenses  | 74.90                                | 81.89            | 167.27             | 156.79                 | 381.10             | 638.01           |
|             | (c) Professional fees  | 307.30                               | 415.59           | 332.02             | 722.89                 | 756.96             | 1,469.70         |
|             | (d) Finance cost   | 48.41                                | (3.53)           | 53.17              | 44.88                  | 95.89              | 191.29           |
|             | (e) Other operating expenses   | 207.84                               | 407.73           | 130.07             | 615.57                 | 507.93             | 1,028.06         |
|             | (f) Depreciation and amortization                                      | 246.97                               | 245.38           | 272.22             | 492.35                 | 538.11             | 1,041.11         |
|             | <b>Total Expenses</b>  | <b>6,809.60</b>                      | <b>6,889.71</b>  | <b>6,520.85</b>    | <b>13,699.31</b>       | <b>13,301.34</b>   | <b>26,385.71</b> |
| 3           | <b>Profit before tax</b>   | <b>6,265.55</b>                      | <b>7,384.65</b>  | <b>5,629.67</b>    | <b>13,650.20</b>       | <b>12,699.43</b>   | <b>24,773.32</b> |
| 4           | Tax expenses   |                                      |                  |                    |                        |                    |                  |
|             | (a) Current tax  | 1,717.75                             | 2,115.04         | 1,713.69           | 3,832.79               | 3,914.85           | 7,087.21         |
|             | (b) Deferred tax   | 72.30                                | 27.72            | (4.70)             | 100.02                 | 65.96              | 67.56            |
|             | <b>Total tax expenses</b>  | <b>1,790.05</b>                      | <b>2,142.76</b>  | <b>1,708.99</b>    | <b>3,932.81</b>        | <b>3,980.81</b>    | <b>7,154.77</b>  |
| 5           | <b>Net profit for the period</b>                                       | <b>4,475.50</b>                      | <b>5,241.89</b>  | <b>3,920.68</b>    | <b>9,717.39</b>        | <b>8,718.62</b>    | <b>17,618.55</b> |
| 6           | <b>Other Comprehensive Income</b>                                      |                                      |                  |                    |                        |                    |                  |
|             | (a) Items that will not be reclassified subsequently to profit or loss |                                      |                  |                    |                        |                    |                  |
|             | (i) Actuarial gain (loss) on gratuity fund                             | (110.19)                             | 45.32            | 27.44              | (64.87)                | 9.90               | (14.71)          |
|             | (ii) Deferred tax  | 27.73                                | (11.40)          | (6.91)             | 16.33                  | (2.49)             | 3.55             |
|             | (b) Items that will be reclassified subsequently to profit and loss    |                                      |                  |                    |                        |                    |                  |
|             | (i) Exchange differences on translation of foreign operations          | (222.70)                             | 177.69           | (100.44)           | (45.01)                | 52.71              | 61.74            |
|             | <b>Total other comprehensive income for the period, net of tax</b>     | <b>(305.16)</b>                      | <b>211.61</b>    | <b>(79.91)</b>     | <b>(93.55)</b>         | <b>60.12</b>       | <b>50.58</b>     |
| 7           | <b>Total comprehensive income for the period</b>                       | <b>4,170.34</b>                      | <b>5,453.50</b>  | <b>3,840.77</b>    | <b>9,623.84</b>        | <b>8,778.74</b>    | <b>17,669.13</b> |
| 8           | <b>Net profit attributable to:</b>                                     |                                      |                  |                    |                        |                    |                  |
|             | Equity holders of the Company  | 4,475.50                             | 5,241.89         | 3,920.68           | 9,717.39               | 8,718.62           | 17,618.55        |
|             | Non-controlling interests  | -                                    | -                | -                  | -                      | -                  | -                |
| 9           | <b>Total comprehensive income attributable to:</b>                     |                                      |                  |                    |                        |                    |                  |
|             | Equity holders of the Company  | 4,170.34                             | 5,453.50         | 3,840.77           | 9,623.84               | 8,778.74           | 17,669.13        |
|             | Non-controlling interests  | -                                    | -                | -                  | -                      | -                  | -                |
| 10          | Paid up equity share capital (face value ₹ 5 each, fully paid)         | 430.95                               | 430.62           | 429.96             | 430.95                 | 429.96             | 430.31           |
| 11          | Reserve excluding Revaluation Reserves as per balance sheet            |                                      |                  |                    |                        |                    | 68,057.43        |
| 12          | Earnings per equity share (face value ₹ 5 each, fully paid)            |                                      |                  |                    |                        |                    |                  |
|             | (a) Basic (in ₹)   | 51.95                                | 60.89            | 45.60              | 112.83                 | 101.44             | 204.90           |
|             | (b) Diluted (in ₹)   | 51.67                                | 60.61            | 45.44              | 112.27                 | 101.07             | 203.99           |

See accompanying note to the financial results

**Notes to financial results :**

- 1 The above unaudited consolidated financial results for the three and six month period ended September 30, 2021 have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on October 27, 2021. There are no qualifications in the Review Report issued by the Statutory Auditors.
- 2 These financials results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34 - Interim Financial Reporting as prescribed under Section 133 of the Companies Act, 2013 (the 'Act') read with relevant rules of the Companies (Indian Accounting Standards) Rules, 2015 (as amended) and the other accounting principles generally accepted in India.
- 3 During the three and six month period ended September 30, 2021, the Company allotted 65,786 and 127,917 equity shares, respectively, of face value of ₹ 5 each on exercise of stock options by eligible employees under the prevailing ESOP schemes of the Company.
- 4 **Particulars of Other income, net**

| Particulars               | Three month period ended |               |                    | Six month period ended |                    | Year ended      |
|---------------------------|--------------------------|---------------|--------------------|------------------------|--------------------|-----------------|
|                           | September 30, 2021       | June 30, 2021 | September 30, 2020 | September 30, 2021     | September 30, 2020 | March 31, 2021  |
|                           | Unaudited                | Unaudited     | Unaudited          | Unaudited              | Unaudited          | Audited         |
| Finance income            | 195.01                   | 190.76        | 252.54             | 385.77                 | 575.61             | 1,138.65        |
| Exchange gain (loss), net | 31.02                    | 48.78         | (141.98)           | 79.80                  | (185.42)           | (223.78)        |
| Miscellaneous income, net | 39.41                    | 61.09         | 66.03              | 100.50                 | 264.08             | 404.79          |
| <b>Total</b>              | <b>265.44</b>            | <b>300.63</b> | <b>176.59</b>      | <b>566.07</b>          | <b>654.27</b>      | <b>1,319.66</b> |

5 **Statement of assets and liabilities**

| Particulars                         | As at              |                  |
|-------------------------------------|--------------------|------------------|
|                                     | September 30, 2021 | March 31, 2021   |
|                                     | Unaudited          | Audited          |
| <b>A ASSETS</b>                     |                    |                  |
| <b>1 Non-current assets</b>         |                    |                  |
| (a) Property, Plant and Equipment   | 1,756.89           | 1,915.95         |
| (b) Capital work-in-progress        | 26.67              | 1.33             |
| (c) Right-of-use asset              | 667.85             | 736.14           |
| (d) Investment property             | 102.00             | 102.00           |
| (e) Goodwill                        | 6,086.63           | 6,086.63         |
| (f) Financial assets                | 1,453.86           | 1,400.71         |
| (g) Deferred tax assets (net)       | 1,369.93           | 1,309.88         |
| (h) Income tax assets (net)         | 7,901.70           | 8,328.43         |
| (i) Other non-current assets        | 393.78             | 386.81           |
|                                     | <b>19,759.31</b>   | <b>20,267.88</b> |
| <b>2 Current assets</b>             |                    |                  |
| (a) Financial assets                |                    |                  |
| (i) Trade receivables               | 10,012.23          | 8,027.53         |
| (ii) Cash and bank balances         | 17,679.52          | 16,948.28        |
| (iii) Other bank balances           | 24,157.62          | 32,193.04        |
| (iv) Other current financial assets | 2,259.09           | 2,782.87         |
| (b) Income tax assets (net)         | 923.35             | 939.67           |
| (c) Other current assets            | 2,282.24           | 1,676.29         |
|                                     | <b>57,314.05</b>   | <b>62,567.68</b> |
| <b>TOTAL - ASSETS</b>               | <b>77,073.36</b>   | <b>82,835.56</b> |

## Statement of assets and liabilities (continued)

(₹ in million)

| Particulars                               | As at              |                  |
|---|--------------------|------------------|
|   | September 30, 2021 | March 31, 2021   |
|   | Unaudited          | Audited          |
| <b>B EQUITY AND LIABILITIES</b>           |                    |                  |
| <b>1 Equity</b>                           |                    |                  |
| (a) Equity share capital                  | 430.95             | 430.31           |
| (b) Other equity                          | 60,899.97          | 68,057.43        |
|   | <b>61,330.92</b>   | <b>68,487.74</b> |
| <b>2 Non-current liabilities</b>          |                    |                  |
| (a) Financial liabilities                 |                    |                  |
| (i) Lease liability                       | 419.17             | 423.82           |
| (ii) Other financial liabilities          | 47.64              | 47.78            |
| (b) Other non-current liabilities         | 248.36             | 6.81             |
| (b) Provisions                            | 1,363.59           | 1,294.66         |
| (c) Deferred tax liability (net)          | 2,477.79           | 2,332.53         |
| (d) Income tax liabilities (net)          | 1,950.52           | 1,727.70         |
|   | <b>6,507.07</b>    | <b>5,833.30</b>  |
| <b>3 Current liabilities</b>              |                    |                  |
| (a) Financial liabilities                 |                    |                  |
| (i) Lease liability                       | 252.30             | 273.79           |
| (ii) Trade payables                       |                    |                  |
| Payable to micro and small enterprises    | 8.94               | 4.86             |
| Payable to others                         | 661.12             | 453.18           |
| (iii) Other current financial liabilities | 2,085.33           | 2,217.53         |
| (b) Other current liabilities             | 4,453.97           | 3,940.84         |
| (c) Provisions                            | 1,552.03           | 1,446.19         |
| (d) Income tax liabilities (net)          | 221.68             | 178.13           |
|   | <b>9,235.37</b>    | <b>8,514.52</b>  |
| <b>TOTAL - EQUITY AND LIABILITIES</b>     | <b>77,073.36</b>   | <b>82,835.56</b> |

## 6 Consolidated statement of cash flow

(₹ in million)

| Particulars   | Six month period ended |                    |
|---|------------------------|--------------------|
|   | September 30, 2021     | September 30, 2020 |
|   | Unaudited              | Unaudited          |
| Cash flows from operating activities  |                        |                    |
| Profit before tax   | 13,650.20              | 12,699.43          |
| Adjustments to reconcile profit before tax to cash (used in) provided by operating activities : |                        |                    |
| Depreciation and amortization   | 492.35                 | 538.11             |
| Loss (profit) on sale of fixed assets, net  | 0.14                   | (1.37)             |
| Impairment loss recognized/(reversed) on contract assets  | 39.01                  | (57.80)            |
| Impairment loss recognized on other financial assets  | 2.29                   | 2.90               |
| Bad debts   | 0.95                   | 45.32              |
| Finance income  | (385.77)               | (575.61)           |
| Employee stock compensation expense   | 273.79                 | 244.48             |
| Gain on lease modification  | (27.35)                | -                  |
| Effect of exchange rate changes in cash and cash equivalent                                     | (75.14)                | 102.67             |
| Effect of exchange rate changes in assets and liabilities                                       | (61.33)                | 70.74              |
| Finance cost  | 44.88                  | 95.89              |
| Operating Profit before Working Capital changes   | 13,954.02              | 13,164.76          |
| Movements in working capital  |                        |                    |
| (Increase) in other non-current financial assets  | (30.80)                | (0.18)             |
| (Increase) decrease in other non-current assets   | (7.10)                 | 4.00               |
| (Increase) decrease in trade receivables  | (2,033.49)             | 951.99             |
| Decrease in other financial assets  | 534.38                 | 196.50             |
| (Increase) decrease in other current assets   | (609.00)               | 175.25             |
| (Decrease) increase in non-current financial liabilities  | (0.23)                 | 2.43               |
| Increase in other non-current liabilities   | 241.59                 | -                  |
| Increase in non-current provisions  | 4.06                   | 32.27              |
| Increase (decrease) in trade payables   | 215.55                 | (4.34)             |
| (Decrease) in other current financial liabilities   | (136.18)               | (36.85)            |
| Increase (Decrease) in current liabilities  | 521.40                 | (686.90)           |
| Increase in current provisions  | 111.27                 | 91.03              |
| Cash from operating activities  | 12,765.47              | 13,889.96          |
| Payment of domestic and foreign taxes   | (3,142.26)             | (3,510.53)         |
| <b>Net cash provided by operating activities</b>  | <b>9,623.21</b>        | <b>10,379.43</b>   |
| Cash flows from investing activities  |                        |                    |
| Purchase of property, plant and equipment   | (165.49)               | (100.07)           |
| Proceeds from sale of property, plant and equipment   | 0.12                   | 1.38               |
| Refund of deposits for premises and others  | 29.98                  | 0.35               |
| Bank fixed deposits having maturity of more than three months matured                           | 32,474.60              | 30,954.20          |
| Bank fixed deposits having maturity of more than three months booked                            | (24,874.91)            | (23,827.30)        |
| Interest received   | 796.51                 | 1,151.31           |
| Income from investment in sublease  | 9.24                   | 20.90              |
| <b>Net cash provided by investing activities</b>  | <b>8,270.05</b>        | <b>8,200.77</b>    |

Consolidated statement of cash flow (continued)

(₹ in million)

| Particulars  | Six month period ended |                    |
|--|------------------------|--------------------|
|  | September 30, 2021     | September 30, 2020 |
|  | Unaudited              | Unaudited          |
| Cash flows from financing activities                                   |                        |                    |
| Proceeds from issue of shares under employee stock option plan         | 168.94                 | 40.50              |
| Equity dividend paid   | (17,217.16)            | (15,471.75)        |
| Repayment of lease liability   | (160.01)               | (220.75)           |
| Interest paid  | (28.93)                | (41.10)            |
| <b>Net cash (used in) financing activities</b>                         | <b>(17,237.16)</b>     | <b>(15,693.10)</b> |
| Net increase in cash and cash equivalents                              | 656.10                 | 2,887.10           |
| Cash and cash equivalents at beginning of the period                   | 16,948.28              | 13,315.94          |
| Effect of exchange rate changes in cash and cash equivalents           | 75.14                  | (102.67)           |
| <b>Cash and cash equivalents at end of the period</b>                  | <b>17,679.52</b>       | <b>16,100.37</b>   |
| <b>Component of cash and cash equivalents</b>                          |                        |                    |
| Balances with banks:   |                        |                    |
| In current accounts*   | 17,317.67              | 15,813.14          |
| In deposit accounts with original maturity of less than three months** | 269.69                 | 206.74             |
| In unclaimed dividend account***                                       | 92.16                  | 80.49              |
| <b>Total cash and cash equivalents at end of the period</b>            | <b>17,679.52</b>       | <b>16,100.37</b>   |

\* Current account includes ₹ 0.75 million (September 30, 2020 ₹ 1.76 million) on account of restricted cash and bank balances held by i-flex Employee Stock Option Trust controlled by the Company.

\*\*Deposit accounts includes ₹ 4.00 million (September 30, 2020 ₹ 6.05 million) on account of restricted cash and bank balances held by i-flex Employee Stock Option Trust controlled by the Company.

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

7 Reporting segment wise revenue, results, assets and liabilities

Segment revenue and expense:

Revenue is generated through licensing of software products, maintenance fees as well as by providing software solutions to the customers including consulting services and business process outsourcing services. The income and expenses which are not directly attributable to a business segment are classified 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 revenue, deposits for premises property, plant and equipment and right-of-use asset. Segment liabilities primarily includes trade payables, deferred revenues, advance from customer, employee benefit obligations, lease liability and other 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 or more 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.

Reporting segment wise revenue, results, assets and liabilities (continued)

| Particulars                             | Three month period ended |                  |                    | Six month period ended |                    | Year ended       |
|---|--------------------------|------------------|--------------------|------------------------|--------------------|------------------|
|   | September 30, 2021       | June 30, 2021    | September 30, 2020 | September 30, 2021     | September 30, 2020 | March 31, 2021   |
|   | Unaudited                | Unaudited        | Unaudited          | Unaudited              | Unaudited          | Audited          |
| <b>(a) Segment revenue</b>              |                          |                  |                    |                        |                    |                  |
| Product licenses and related activities | 11,442.79                | 12,595.44        | 10,577.62          | 24,038.23              | 22,499.53          | 44,251.70        |
| IT solutions and consulting services    | 1,055.01                 | 999.22           | 1,048.43           | 2,054.23               | 2,195.66           | 4,227.55         |
| Business process outsourcing services   | 311.91                   | 379.07           | 347.88             | 690.98                 | 651.31             | 1,360.12         |
|   | <b>12,809.71</b>         | <b>13,973.73</b> | <b>11,973.93</b>   | <b>26,783.44</b>       | <b>25,346.50</b>   | <b>49,839.37</b> |
| <b>(b) Segment results</b>              |                          |                  |                    |                        |                    |                  |
| Product licenses and related activities | 6,008.23                 | 7,271.49         | 5,532.34           | 13,279.72              | 12,178.75          | 23,820.92        |
| IT solutions and consulting services    | 224.23                   | 215.43           | 163.03             | 439.66                 | 400.41             | 879.11           |
| Business process outsourcing services   | 133.22                   | 175.43           | 153.13             | 308.65                 | 258.99             | 593.39           |
|   | <b>6,365.68</b>          | <b>7,662.35</b>  | <b>5,848.50</b>    | <b>14,028.03</b>       | <b>12,838.15</b>   | <b>25,293.42</b> |
| Finance income                          | 195.01                   | 190.76           | 252.54             | 385.77                 | 575.61             | 1,138.65         |
| Other un-allocable (expenses), net      | (295.14)                 | (468.46)         | (471.37)           | (763.60)               | (714.33)           | (1,658.75)       |
| <b>Profit before tax</b>                | <b>6,265.55</b>          | <b>7,384.65</b>  | <b>5,629.67</b>    | <b>13,650.20</b>       | <b>12,699.43</b>   | <b>24,773.32</b> |
| <b>(c) Segment assets</b>               |                          |                  |                    |                        |                    |                  |
| Product licenses and related activities | 20,065.37                | 20,780.52        | 18,804.37          | 20,065.37              | 18,804.37          | 18,106.07        |
| IT solutions and consulting services    | 1,987.33                 | 1,929.99         | 2,003.69           | 1,987.33               | 2,003.69           | 2,127.29         |
| Business process outsourcing services   | 507.66                   | 691.56           | 676.34             | 507.66                 | 676.34             | 560.77           |
| Unallocable                             | 54,513.00                | 49,698.83        | 52,106.47          | 54,513.00              | 52,106.47          | 62,041.43        |
|   | <b>77,073.36</b>         | <b>73,100.90</b> | <b>73,590.87</b>   | <b>77,073.36</b>       | <b>73,590.87</b>   | <b>82,835.56</b> |
| <b>(d) Segment liabilities</b>          |                          |                  |                    |                        |                    |                  |
| Product licenses and related activities | 8,937.56                 | 9,492.84         | 8,493.87           | 8,937.56               | 8,493.87           | 8,096.30         |
| IT solutions and consulting services    | 836.02                   | 885.05           | 799.52             | 836.02                 | 799.52             | 761.53           |
| Business process outsourcing services   | 226.23                   | 255.04           | 294.14             | 226.23                 | 294.14             | 255.32           |
| Unallocable                             | 5,742.63                 | 5,570.41         | 4,715.51           | 5,742.63               | 4,715.51           | 5,234.67         |
|   | <b>15,742.44</b>         | <b>16,203.34</b> | <b>14,303.04</b>   | <b>15,742.44</b>       | <b>14,303.04</b>   | <b>14,347.82</b> |

8 Unaudited standalone results for the three and six month period ended September 30, 2021

| Particulars   | Three month period ended |               |                    | Six month period ended |                    | Year ended     |
|---|--------------------------|---------------|--------------------|------------------------|--------------------|----------------|
|   | September 30, 2021       | June 30, 2021 | September 30, 2020 | September 30, 2021     | September 30, 2020 | March 31, 2021 |
|   | Unaudited                | Unaudited     | Unaudited          | Unaudited              | Unaudited          | Audited        |
| Revenue from operations                                     | 9,566.86                 | 10,411.64     | 8,564.53           | 19,978.50              | 18,603.74          | 36,452.12      |
| Net profit for the period                                   | 4,034.14                 | 4,796.85      | 3,785.86           | 8,830.99               | 8,342.19           | 16,392.85      |
| Earnings per equity share (face value ₹ 5 each, fully paid) |                          |               |                    |                        |                    |                |
| Basic (in ₹)  | 46.83                    | 55.72         | 44.04              | 102.54                 | 97.06              | 190.64         |
| Diluted (in ₹)  | 46.58                    | 55.47         | 43.87              | 102.03                 | 96.71              | 189.80         |

9 The above financial results are also available on the Company's website: [www.oracle.com/financialservices](http://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  
DIN: 00969094

Mumbai, India  
October 27, 2021

**Independent Auditor's Review Report on the unaudited quarterly and year to date Consolidated Financial Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure requirements) regulations 2015, as amended**

Review Report to,  
**The Board of Directors of Oracle Financial Services Software Limited**

1. We have reviewed the accompanying statement of unaudited consolidated financial results of Oracle Financial Services Software Limited (the 'Parent') and its subsidiaries (including controlled trust), listed in Annexure 'A' (the Parent and its subsidiaries together referred to as the 'Group'), for the quarter ended September 30, 2021 and year to date from April 01, 2021 to September 30, 2021 (the 'Statement') attached herewith, being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the 'Regulations').
2. This Statement, which is the responsibility of the Parent's Board of Directors and have been approved by them, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 'Interim Financial Reporting' ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013, as amended (the 'Act') read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement 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 of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities and the Exchange Board of India under Regulation 33 (8) of the Regulations, to the extent applicable.

4. The Statement includes the results of the entities as mentioned in the Annexure 'A' to this Report.

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditor referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard specified under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
  
6. We did not review the interim financial information/financial results of three subsidiaries included in the unaudited consolidated financial results, whose interim financial information/financial results reflect total assets of Rs. 26,784.80 million as at September 30, 2021, and total revenue of Rs.10,095.03 million and Rs. 20,584.72 million, total net profit after tax of Rs. 118.28 million and Rs. 571.99 million and total comprehensive income of Rs. (56.30) million and Rs. 569.24 million for the quarter ended September 30, 2021 and for the period April 01, 2021 to September 30, 2021 respectively and net cash inflows of Rs. 863.36 million for the period April 01, 2021 to September 30, 2021 as considered in the unaudited consolidated financial results. The interim financial information/financial results of these three subsidiaries have been reviewed by other auditor whose reports have been furnished to us by the management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures in respect of these three subsidiaries is based solely on the reports of the other auditor and the procedures performed by us as stated in paragraph 3 above. Our conclusion on the Statement is not modified in respect of the above matter.

For Mukund M. Chitale & Co  
Chartered Accountants  
Firm Reg. No. 106655W



S. M. Chitale  
Partner  
Membership No.: 111383

UDIN: 21111383AAAARE6050

Place: Mumbai  
Date: October 27, 2021



Annexure 'A'

(referred to in point No. 1 and 4 of our Limited Review Report – Consolidated Interim Financial Results)

| Particulars                              | Name of the Subsidiary  |
|--|---|
| Direct Subsidiaries                      | 1) Oracle Financial Services Software B.V.                        |
|  | 2) Oracle Financial Services Software Pte. Ltd.                   |
|  | 3) Oracle Financial Services Software Chile Limitada              |
|  | 4) Oracle Financial Services Software (Shanghai) Limited          |
|  | 5) Oracle Financial Services Software America, Inc.               |
|  | 6) ISP Internet Mauritius Company                                 |
|  | 7) Oracle (OFSS) Processing Services Limited                      |
|  | 8) Oracle (OFSS) ASP Private Limited                              |
|  | 9) Mantas India Private Limited                                   |
| Subsidiaries of Subsidiaries             | Subsidiary of Oracle Financial Services Software B.V.:            |
|  | 10) - Oracle Financial Services Software SA                       |
|  | Subsidiary of Oracle Financial Services Software Pte Ltd:         |
|  | 11) - Oracle Financial Services Consulting Pte. Ltd.              |
|  | Subsidiaries of Oracle Financial Services Software America, Inc.: |
|  | 12) - Oracle Financial Services Software, Inc.                    |
|  | 13) - Mantas Inc.   |
|  | Subsidiaries of Mantas Inc.:                                      |
|  | 14) - Sotas Inc.  |
|  | Subsidiaries of ISP Internet Mauritius Company:                   |
| 15) - Oracle (OFSS) BPO Services Inc.    |   |
| 16) - Oracle (OFSS) BPO Services Limited |   |
| Controlled Trust                         | 17) i-flex ESOP Stock Trust                                       |

*Sm*

**FOR IMMEDIATE RELEASE****Oracle Financial Services Software Reports Q2 Fiscal Year 2022  
Net Income of Rs. 448 Crore Up 14% YoY;  
Revenue for the Quarter at Rs. 1,281 Crore, up 7% YoY**

**Mumbai, India,** October 27, 2021: Oracle Financial Services Software Limited (Reuters: ORCL.BO and ORCL.NS), a majority owned subsidiary of Oracle, today announced results for the quarter ended September 30, 2021. Net income for the quarter was Rs. 448 Crore, up 14% year-over-year. Revenue for the Quarter was Rs. 1,281 Crore, up 7% year-over-year. Operating income for the quarter was Rs. 600 Crore, up 10% year-over-year.

For the three months ended September 30, 2021, the Products business posted revenue of Rs. 1,144 Crore, up 8% year-over-year, and operating income of Rs. 601 Crore, up 9% year-over-year. For the same period, the Services business posted revenue of Rs. 106 Crore, up 1% year-over-year, and the Operating income of Rs. 22 Crore, up 38% year-over-year.

**Chet Kamat, Managing Director and Chief Executive Officer,** Oracle Financial Services Software, said, "We are pleased to report yet another healthy quarter with license booking of US\$ 22 million, with 65% growth year-over-year. We continue to sign deals across all our product lines around the globe. We remain focused on driving growth through investments in our product capability which offers customers multiple deployment choices and a competitive edge."

**Makarand Padalkar, Executive Director And Chief Financial Officer,** Oracle Financial Services Software, said, "We had another strong quarter of performance with robust operating margin of 47% and net margin of 35%. Our healthy balance sheet position and operational excellence gives us confidence through the pandemic."

**Business Highlights**

- The Company signed license deals of \$22.1 million during this quarter with customers in 22 countries.
- 13 customers went live on Oracle Financial Services software products during the quarter.
- An established Singapore-based bank has extended its technology partnership with Oracle by signing a deal for Oracle Financial Services Analytical Applications.

- One of the US' first federally approved digital asset trust banks, Protego Trust Bank sought a trusted partner to launch their business. They chose Oracle's cloud-based and on-premise applications to run their digital banking operations. Protego's leaders expect Oracle's cloud and on-premise solutions to provide security, scalability, and performance to help them get to market faster with services to help institutional clients buy, hold, trade, and lend both fiat currencies and digital assets.
- Hampden & Co, an award winning private bank from the United Kingdom, expanded its investment in Oracle's banking technology by signing a deal for Oracle FLEXCUBE Universal Banking, Oracle FLEXCUBE Onboarding, Oracle Banking Payments, Oracle Banking Virtual Accounts Management, Oracle Banking Extensibility Workbench, Oracle Banking Treasury Management, Oracle Banking Corporate Lending Process Management, Oracle Banking Credit Facilities Process Management, and Oracle Banking Enterprise Limits and Collateral Management.
- Bank of Valletta PLC, a leading financial services provider in Malta, has made its mission to provide customers superior products and services to add value to their lifestyles and interests. The Bank chose to implement Oracle Banking Payments in order to meet the important regulatory challenge posed by the required migration to the new international SWIFT messaging standard, ISO 20022.
- An Indian PSU bank with a rich 126 year history, Punjab National Bank is the second largest PSU bank in the country, operating more than 36,000 delivery channels with a network of 10,641 domestic branches, two international branches, and thousands of ATMs and business correspondents. The bank offers retail, corporate, international and capital services. The bank has signed a deal for Oracle Financial Services Analytical Applications.
- A Japan-headquartered crypto asset trading company has signed a deal for Oracle Financial Services Analytical Applications.
- Kuwait's Gulf Bank is in the midst of a multiyear technology transformation to centralize their banking infrastructure, automate core processes, reduce risk, and quickly provide new products to corporate and retail customers. After a highly competitive review, Gulf Bank selected Oracle Financial Services products, including FLEXCUBE, Oracle Banking, and Oracle Financial Services Analytics Applications, to provide a scalable platform to deliver a better banking experience to its customers and support growth.
- A leading universal bank in Egypt has chosen to sign a deal for Oracle FLEXCUBE Universal Banking.

- A universal bank in Nigeria has chosen Oracle as its technology platform by signing a deal for Oracle FLEXCUBE Universal Banking, Oracle Banking Payments, Oracle Banking Extensibility Workbench, Oracle FLEXCUBE Onboarding, Oracle Banking Branch, Oracle Banking Trade Finance, Oracle Banking Trade Finance Process Management, Oracle Banking Credit Facilities Process Management, and Oracle Banking Enterprise Limits & Collateral Management.
- InfinBank JSCB, an award-winning bank from The Republic of Uzbekistan, offers retail and corporate banking products and services to its customers. The bank has decided to implement Oracle banking technology to drive its digital transformation by signing a deal for Oracle FLEXCUBE Universal Banking, Oracle Banking Payments, Oracle Banking Extensibility Workbench, Oracle Banking Branch, Oracle Banking Trade Finance, and Oracle Banking Treasury Management.
- Toyota Financial Services Company Limited, Vietnam began operations in 2008. The company offers its customers financing options in the form of vehicle loans. Oracle Financial Services Lending and Leasing has been chosen as the company's technology platform to fulfill its business needs and provide customers exemplary service.
- An award winning Saudi Arabian bank has chosen Oracle Financial Services Analytical Applications for Enterprise Performance Management and Risk Management.
- A Saudi Arabian bank with a rich history of serving retail and corporate customers has signed a deal for Oracle Financial Services Analytical Applications.

| ORACLE FINANCIAL SERVICES SOFTWARE GROUP  |                    |               |                    |               |                       |
|---|--------------------|---------------|--------------------|---------------|-----------------------|
| Q2 FY 2021-22 : FINANCIAL RESULTS         |                    |               |                    |               |                       |
| CONSOLIDATED STATEMENTS OF OPERATIONS     |                    |               |                    |               |                       |
| (In INR Million, except per share data)   |                    |               |                    |               |                       |
| Particulars                               | Three Months Ended |               |                    |               | % Increase (Decrease) |
|   | September 30, 2021 | % of Revenues | September 30, 2020 | % of Revenues |                       |
| <b>REVENUES</b>                           |                    |               |                    |               |                       |
| Products                                  | 11,443             | 89%           | 10,578             | 88%           | 8%                    |
| Services                                  | 1,055              | 8%            | 1,048              | 9%            | 1%                    |
| BPO - Services                            | 312                | 3%            | 348                | 3%            | (10%)                 |
| <b>Total Revenues</b>                     | <b>12,810</b>      | <b>100%</b>   | <b>11,974</b>      | <b>100%</b>   | <b>7%</b>             |
| <b>SEGMENT RESULTS</b>                    |                    |               |                    |               |                       |
| Products                                  | 6,009              | 53%           | 5,532              | 52%           | 9%                    |
| Services                                  | 224                | 21%           | 163                | 16%           | 38%                   |
| BPO - Services                            | 133                | 43%           | 153                | 44%           | (13%)                 |
| <b>Total</b>                              | <b>6,366</b>       | <b>50%</b>    | <b>5,848</b>       | <b>49%</b>    | <b>9%</b>             |
| Unallocable expenses                      | (366)              | (3%)          | (395)              | (3%)          | (7%)                  |
| <b>OPERATING INCOME</b>                   | <b>6,000</b>       | <b>47%</b>    | <b>5,453</b>       | <b>46%</b>    | <b>10%</b>            |
| Interest and other income, net            | 266                | 2%            | 177                | 1%            | 51%                   |
| <b>INCOME BEFORE PROVISION OF TAXES</b>   | <b>6,266</b>       | <b>49%</b>    | <b>5,630</b>       | <b>47%</b>    | <b>11%</b>            |
| Provision for taxes                       | 1,790              | 14%           | 1,709              | 14%           | 5%                    |
| <b>NET INCOME</b>                         | <b>4,476</b>       | <b>35%</b>    | <b>3,921</b>       | <b>33%</b>    | <b>14%</b>            |
| Earnings per share of Rs 5/- each (in Rs) |                    |               |                    |               |                       |
| Basic                                     | 51.95              |               | 45.60              |               | 14%                   |
| Diluted                                   | 51.67              |               | 45.44              |               | 14%                   |

| <b>ORACLE FINANCIAL SERVICES SOFTWARE GROUP</b>    |                               |                          |                               |                          |                                      |
|--|-------------------------------|--------------------------|-------------------------------|--------------------------|--------------------------------------|
| <b>FY 2021-22 YEAR TO DATE : FINANCIAL RESULTS</b> |                               |                          |                               |                          |                                      |
| <b>CONSOLIDATED STATEMENTS OF OPERATIONS</b>       |                               |                          |                               |                          |                                      |
| <b>(In INR Million, except per share data)</b>     |                               |                          |                               |                          |                                      |
| <b>Particulars</b>                                 | <b>Half Year Ended</b>        |                          |                               |                          | <b>%<br/>Increase<br/>(Decrease)</b> |
|  | <b>September 30,<br/>2021</b> | <b>% of<br/>Revenues</b> | <b>September 30,<br/>2020</b> | <b>% of<br/>Revenues</b> |                                      |
| <b>REVENUES</b>                                    |                               |                          |                               |                          |                                      |
| Products   | 24,038                        | 90%                      | 22,500                        | 89%                      | 7%                                   |
| Services   | 2,054                         | 8%                       | 2,196                         | 9%                       | (6%)                                 |
| BPO - Services                                     | 691                           | 2%                       | 651                           | 2%                       | 6%                                   |
| <b>Total Revenues</b>                              | <b>26,783</b>                 | <b>100%</b>              | <b>25,347</b>                 | <b>100%</b>              | <b>6%</b>                            |
| <b>SEGMENT RESULTS</b>                             |                               |                          |                               |                          |                                      |
| Products   | 13,280                        | 55%                      | 12,179                        | 54%                      | 9%                                   |
| Services   | 439                           | 21%                      | 400                           | 18%                      | 10%                                  |
| BPO - Services                                     | 309                           | 45%                      | 259                           | 40%                      | 19%                                  |
| <b>Total</b>                                       | <b>14,028</b>                 | <b>52%</b>               | <b>12,838</b>                 | <b>51%</b>               | <b>9%</b>                            |
| Unallocable expenses                               | (944)                         | (3%)                     | (793)                         | (3%)                     | 19%                                  |
| <b>OPERATING INCOME</b>                            | <b>13,084</b>                 | <b>49%</b>               | <b>12,045</b>                 | <b>48%</b>               | <b>9%</b>                            |
| Interest and other income, net                     | 566                           | 2%                       | 654                           | 2%                       | (13%)                                |
| <b>INCOME BEFORE PROVISION OF TAXES</b>            | <b>13,650</b>                 | <b>51%</b>               | <b>12,699</b>                 | <b>50%</b>               | <b>7%</b>                            |
| Provision for taxes                                | 3,933                         | 15%                      | 3,981                         | 16%                      | (1%)                                 |
| <b>NET INCOME</b>                                  | <b>9,717</b>                  | <b>36%</b>               | <b>8,718</b>                  | <b>34%</b>               | <b>11%</b>                           |
| Earnings per share of Rs 5/- each (in Rs)          |                               |                          |                               |                          |                                      |
| Basic  | 112.83                        |                          | 101.44                        |                          | 11%                                  |
| Diluted  | 112.27                        |                          | 101.07                        |                          | 11%                                  |

| Oracle Financial Services Software Limited<br>Q2 FY 2021-22 Financial Results<br>SUPPLEMENTAL OPERATING MATRICES |                        |       |       |       |           |                        |       |    |    |           |
|--|------------------------|-------|-------|-------|-----------|------------------------|-------|----|----|-----------|
|  | Financial Year 2020-21 |       |       |       |           | Financial Year 2021-22 |       |    |    |           |
|  | Q1                     | Q2    | Q3    | Q4    | Full Year | Q1                     | Q2    | Q3 | Q4 | Full Year |
| <b>Geographic Revenues</b>   |                        |       |       |       |           |                        |       |    |    |           |
| <b>Products Business</b>   |                        |       |       |       |           |                        |       |    |    |           |
| India  | 8%                     | 7%    | 7%    | 7%    | 8%        | 8%                     | 8%    |    |    |           |
| Outside India  |                        |       |       |       |           |                        |       |    |    |           |
| Americas   |                        |       |       |       |           |                        |       |    |    |           |
| United States of America   | 20%                    | 19%   | 20%   | 23%   | 20%       | 23%                    | 21%   |    |    |           |
| Rest of America  | 9%                     | 8%    | 9%    | 9%    | 9%        | 9%                     | 7%    |    |    |           |
| Europe   | 16%                    | 20%   | 19%   | 18%   | 18%       | 18%                    | 18%   |    |    |           |
| Asia Pacific   | 28%                    | 30%   | 30%   | 28%   | 29%       | 26%                    | 26%   |    |    |           |
| Middle East and Africa   | 19%                    | 16%   | 16%   | 15%   | 17%       | 16%                    | 20%   |    |    |           |
| <b>Services Business (incl. BPO Services)</b>  |                        |       |       |       |           |                        |       |    |    |           |
| India  | 1%                     | 1%    | 1%    | 1%    | 1%        | 1%                     | 1%    |    |    |           |
| Outside India  |                        |       |       |       |           |                        |       |    |    |           |
| Americas   |                        |       |       |       |           |                        |       |    |    |           |
| United States of America   | 72%                    | 74%   | 75%   | 75%   | 74%       | 75%                    | 73%   |    |    |           |
| Rest of America  | 1%                     | 0%    | 1%    | 0%    | 1%        | 1%                     | 0%    |    |    |           |
| Europe   | 15%                    | 12%   | 12%   | 11%   | 13%       | 12%                    | 13%   |    |    |           |
| Asia Pacific   | 7%                     | 9%    | 9%    | 9%    | 9%        | 9%                     | 10%   |    |    |           |
| Middle East and Africa   | 4%                     | 3%    | 3%    | 3%    | 3%        | 2%                     | 3%    |    |    |           |
| <b>Total Company</b>   |                        |       |       |       |           |                        |       |    |    |           |
| India  | 7%                     | 7%    | 7%    | 7%    | 7%        | 7%                     | 7%    |    |    |           |
| Outside India  |                        |       |       |       |           |                        |       |    |    |           |
| Americas   |                        |       |       |       |           |                        |       |    |    |           |
| United States of America   | 25%                    | 25%   | 26%   | 29%   | 26%       | 30%                    | 26%   |    |    |           |
| Rest of America  | 8%                     | 7%    | 8%    | 8%    | 8%        | 8%                     | 7%    |    |    |           |
| Europe   | 16%                    | 19%   | 18%   | 17%   | 17%       | 17%                    | 17%   |    |    |           |
| Asia Pacific   | 26%                    | 28%   | 27%   | 26%   | 27%       | 24%                    | 25%   |    |    |           |
| Middle East and Africa   | 18%                    | 14%   | 14%   | 14%   | 15%       | 14%                    | 18%   |    |    |           |
| <b>Revenue Analysis</b>  |                        |       |       |       |           |                        |       |    |    |           |
| <b>Products Business</b>   |                        |       |       |       |           |                        |       |    |    |           |
| License Fees   | 19%                    | 10%   | 12%   | 10%   | 13%       | 22%                    | 13%   |    |    |           |
| Maintenance Fees   | 32%                    | 37%   | 36%   | 35%   | 35%       | 31%                    | 35%   |    |    |           |
| Consulting fees  |                        |       |       |       |           |                        |       |    |    |           |
| Fixed Price  | 26%                    | 30%   | 29%   | 33%   | 29%       | 29%                    | 30%   |    |    |           |
| Time & Material Basis  | 23%                    | 24%   | 23%   | 21%   | 23%       | 18%                    | 22%   |    |    |           |
| <b>Services Business (incl. BPO Services)</b>  |                        |       |       |       |           |                        |       |    |    |           |
| Fixed Price  | 28%                    | 25%   | 29%   | 27%   | 27%       | 28%                    | 28%   |    |    |           |
| Time & Material Basis  | 72%                    | 75%   | 71%   | 73%   | 73%       | 72%                    | 72%   |    |    |           |
| <b>Trade Receivables</b>   |                        |       |       |       |           |                        |       |    |    |           |
| 0-180 days   | 97%                    | 97%   | 98%   | 97%   | 97%       | 98%                    | 97%   |    |    |           |
| More than 180 days   | 3%                     | 3%    | 2%    | 3%    | 3%        | 2%                     | 3%    |    |    |           |
| DSO (Days)   | 64                     | 55    | 56    | 54    | 54        | 63                     | 63    |    |    |           |
| <b>Attrition Rate (TTM)</b>  |                        |       |       |       |           |                        |       |    |    |           |
|  | 17%                    | 15%   | 14%   | 15%   | 15%       | 20%                    | 25%   |    |    |           |
| <b>Staff Data</b>  |                        |       |       |       |           |                        |       |    |    |           |
| Products Business  | 6,185                  | 6,319 | 6,367 | 6,238 | 6,238     | 6,045                  | 6,139 |    |    |           |
| Services Business  | 953                    | 906   | 865   | 840   | 840       | 817                    | 865   |    |    |           |
| BPO Business   | 651                    | 644   | 694   | 719   | 719       | 683                    | 568   |    |    |           |
| Corporate  | 193                    | 189   | 184   | 180   | 180       | 185                    | 190   |    |    |           |
| Total  | 7,982                  | 8,058 | 8,110 | 7,977 | 7,977     | 7,730                  | 7,762 |    |    |           |



### **About Oracle Financial Services Software Limited**

Oracle Financial Services Software Limited (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](http://www.oracle.com/financialservices).

### **About Oracle**

Oracle offers suites of integrated applications plus secure, autonomous infrastructure in the Oracle Cloud. For more information about Oracle (NYSE: ORCL), please visit us at [oracle.com](http://oracle.com).

### **Trademarks**

Oracle, Java, and MySQL are registered trademarks of Oracle Corporation.

“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 October 27, 2021. Oracle Financial Services Software Limited undertakes no duty to update any statement in light of new information or future events.

###

### **Contact Info**

Judi Palmer  
Oracle Public Relations  
+1.650.784.7901  
[Judi.palmer@oracle.com](mailto:Judi.palmer@oracle.com)

Ken Bond  
Oracle Investor Relations  
+1.650.607.0349  
[ken.bond@oracle.com](mailto:ken.bond@oracle.com)