

Oracle Financial Services Software America, Inc.

Unaudited Balance sheet as at March 31, 2018

	Notes	(Amounts in USD)	
		March 31, 2018	March 31, 2017
<b>ASSETS</b>			
<b>Non-current assets</b>			
Financial assets			
Investments in subsidiaries and associate	3	137,734,736	137,734,736
		<b>137,734,736</b>	<b>137,734,736</b>
<b>Current assets</b>			
Financial assets			
Cash and cash equivalents	4	190,557	192,110
Other current financial assets	5	178,548	223,857
		<b>369,105</b>	<b>415,967</b>
<b>TOTAL</b>		<b>138,103,841</b>	<b>138,150,703</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	6	1	1
Other equity	7	138,028,032	138,105,618
<b>Total equity</b>		<b>138,028,033</b>	<b>138,105,619</b>
<b>Current liabilities</b>			
Financial liabilities			
Other current financial liabilities	8	-	45,084
Income tax liabilities (net)	8	75,808	-
		<b>75,808</b>	<b>45,084</b>
<b>TOTAL</b>		<b>138,103,841</b>	<b>138,150,703</b>
Summary of significant accounting policies	2		
The accompanying notes form an integral part of the financial statements.			

**Oracle Financial Services Software America, Inc.**

**Unaudited statement of profit and loss for the year ended March 31, 2018**

		(Amounts in USD except share data)	
		Year ended March 31,	
	Notes	2018	2017
Finance income	9	-	14,200,000
<b>Total income</b>		-	<b>14,200,000</b>
<b>Expenses</b>			
Other operating expenses	10	1,553	186,722
<b>Total expenses</b>		<b>1,553</b>	<b>186,722</b>
Profit before exceptional item and tax		(1,553)	14,013,278
<b>Profit before tax</b>		<b>(1,553)</b>	<b>14,013,278</b>
Tax expenses			
Domestic income tax		76,033	-
Total tax expenses		76,033	(86,669)
<b>Profit for the year</b>		<b>(77,586)</b>	<b>14,099,947</b>
<b>Total comprehensive income for the year</b>		<b>(77,586)</b>	<b>14,099,947</b>

Basic and diluted earnings per equity share of par value

USD 0.01 (Mar 31, 2017 USD 0.01) each (in USD)	(77,585.89)	14,099,946.99
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Weighted average number of shares used in computing earnings per share	1	1
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Summary of significant accounting policies	2
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The accompanying notes form an integral part of the financial statements.

## **Oracle Financial Services Software America, Inc.**

**Notes annexed to and forming part of unaudited financial statements for the year ended March 31, 2018**

### **Note 1: Corporate information**

Oracle Financial Services Software America, Inc. ("OFSS" or the "Company") was incorporated in United States of America with limited liability on December 5, 2003. OFSS is a subsidiary of Oracle Financial Services Software Limited ("OFSSL") with Oracle holding 100% ownership interest in the Company as at March 31, 2018.

### **Note 2: Summary of significant accounting policies**

#### **(a) Basis of presentation**

These financial statements comprising of balance sheet, statement of profit and loss, statement of changes in equity and statement of cash flows as at March 31, 2018 have been prepared in accordance with accounting principles generally accepted in India.

#### **(b) Use of estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting year end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

#### **(c) Investments**

Long term investments are stated at cost less provision for diminution on account of other than temporary decline in the value of investment.

#### **(d) Income-tax**

Tax expense comprises current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with income tax act and tax laws prevailing in the respective jurisdiction where the Company operates. Advance taxes and provisions for current income taxes are presented in the balance sheet after off-setting advance taxes paid and income tax provisions.

#### **(e) Earnings per share**

The earnings considered in ascertaining the Company's earnings per share comprise the net profit after tax. The number of shares used in computing basic earnings per share is the weighted average number of shares outstanding during the year.

#### **(f) Provisions**

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

**Oracle Financial Services Software America, Inc.**

**Notes annexed to and forming part of unaudited financial statements for the year ended March 31, 2018**

**(g) Contingent liabilities**

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

**(h) Cash and cash equivalents**

Cash and cash equivalents for the purpose of cash flow statement comprise cash at bank.

## Oracle Financial Services Software America, Inc.

### Notes annexed to and forming part of unaudited financial statements as at March 31, 2018

	(Amounts in USD)	
	March 31, 2018	March 31, 2017
<b>Note 3: Investments in subsidiaries and associate (unquoted) (at cost, unless otherwise stated)</b>		
<b>In wholly owned subsidiaries</b>		
Oracle Financial Services Software, Inc.		
100 (March 31, 2017 - 100) equity share of \$ 0.01 each, fully paid-up Mantas Inc.	14,717,760	14,717,760
100 (March 31, 2017 - 100) equity share of \$ 0.01 each, fully paid-up	123,016,976	123,016,976
Aggregate amount of unquoted investments	137,734,736	137,734,736
Aggregate amount of impairment of unquoted investments	-	-
<b>Note 4: Cash and bank balance</b>		
<b>(a) Cash and cash equivalents</b>		
Balances with banks:		
In current accounts	190,557	192,110
	190,557	192,110
<b>Note 5: Financial assets</b>		
<b>Current</b>		
Amount due from subsidiaries	178,548	223,857
	178,548	223,857
<b>Note 6: Equity share capital</b>		
<b>Authorized:</b>		
4,000 (March 31, 2017 - 4,000) equity shares of \$ 0.01 each	40	40
1,000 (March 31, 2017 - 1,000) preference shares of \$ 0.01 each	10	10
	10	10
<b>Issued, subscribed and fully paid-up:</b>		
1 (March 31, 2017 - 1) equity share of \$ 0.01 each	0.01	0.01
100 (March 31, 2017 - 100) Series A convertible participating preference shares of \$ 0.01 each	1.00	1.00
<b>Name and relationship of shareholder holding more than 5% shares :</b>		
Oracle Financial Services Software Limited		
Number of equity shares	1	1
% of equity shares	100.00%	100.00%
<b>Name and relationship of shareholder holding more than 5% Series A convertible participating preference shares of \$ 0.01 each:</b>		
Oracle Financial Services Software Limited		
Number of equity shares	100	100
% of equity shares	100.00%	100.00%

## Oracle Financial Services Software America Inc.

### Notes annexed to and forming part of unaudited financial statements as at March 31, 2018

	(Amounts in USD)	
	March 31, 2018	March 31, 2017
<b>Note 7: Other equity</b>		
Share application money pending allotment	-	-
Securities premium	138,164,484	138,164,484
Retained earnings	(1,295,740)	(1,218,154)
Contribution from Parent Company	1,159,288	1,159,288
	<b>138,028,032</b>	<b>138,105,618</b>
<b>Securities premium</b>		
Balance, beginning of the year	138,164,484	138,164,484
Balance, end of the year	<b>138,164,484</b>	<b>138,164,484</b>
<b>Retained earnings</b>		
Balance, beginning of the year	(1,218,154)	(15,318,101)
Profit for the year	(77,586)	14,099,947
Balance, end of the year	<b>(1,295,740)</b>	<b>(1,218,154)</b>
<b>Note 8: Financial liabilities</b>		
<b>Current</b>		
Other financial liabilities measured at amortized cost		
Amount due to subsidiaries	-	45,084
Provision for taxes, net of advance tax (Current)	75,808	-
	<b>75,808</b>	<b>45,084</b>
<b>Year ended March 31,</b>		
	<b>2018</b>	<b>2017</b>
<b>Note 9: Finance income</b>		
Dividend	-	14,200,000
	<b>-</b>	<b>14,200,000</b>
<b>Note 10: Other operating expenses</b>		
Loan from Parent Company	-	185,333
Miscellaneous expenses	1,553	1,389
	<b>1,553</b>	<b>186,722</b>

**Oracle Financial Services Software America, Inc.**

**Unaudited statement of cash flow for the year**

	(Amounts in USD)	
	Year ended March 31,	
	2018	2017
<b>Cash flows from operating activities</b>		
Profit before tax	(1,553)	14,013,278
Interest Expense	-	185,333
Finance income	-	(14,200,000)
Operating Profit before Working Capital changes	(1,553)	(1,389)
Increase in current financial assets	45,310	(223,857)
Increase (decrease) in other current financial liabilities	(45,084)	(889,860)
Cash from operating activities	(1,328)	(1,115,106)
Payment of domestic and foreign taxes	(225)	
<b>Net cash provided by operating activities</b>	<b>(1,553)</b>	<b>(1,115,106)</b>
<b>Cash flows from investing activities</b>		
Repayment of loan by subsidiary companies	-	(12,953,217)
Dividend received from subsidiaries	-	14,200,000
<b>Net cash (used in) provided by investing activities</b>	<b>-</b>	<b>1,246,783</b>
<b>Cash flows from financing activities</b>		
<b>Net cash (used in) financing activities</b>	<b>-</b>	<b>-</b>
Net (decrease) increase in cash and cash equivalents	(1,553)	131,677
Cash and cash equivalents at beginning of the year	192,110	60,433
<b>Cash and cash equivalents at end of the year</b>	<b>190,557</b>	<b>192,110</b>
<b>Component of cash and cash equivalents</b>		
Balances with banks:		
In current accounts	190,557	192,110
<b>Total cash and cash equivalents [Refer note 4]</b>	<b>190,557</b>	<b>192,110</b>