

**Oracle Financial Services Software Limited**

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**Audited standalone financial results for the three month period and year ended March 31, 2022**

( ₹ in million, except per share data)

**PART I**

	Particulars	Three month period ended			Year ended	
		March 31, 2022	December 31, 2021	March 31, 2021	March 31, 2022	March 31, 2021
		Audited	Unaudited	Audited	Audited	Audited
1	<b>INCOME</b>					
	(a) Revenue from operations	9,583.52	9,399.31	8,967.50	38,961.33	36,452.12
	(b) Other income, net	1,848.16	269.78	290.56	2,560.12	1,164.81
	<b>Total income</b>	<b>11,431.68</b>	<b>9,669.09</b>	<b>9,258.06</b>	<b>41,521.45</b>	<b>37,616.93</b>
2	<b>EXPENSES</b>					
	(a) Employee benefit expenses	4,085.46	3,594.25	3,312.00	14,545.54	12,443.21
	(b) Travel related expenses	24.37	35.85	28.76	110.05	317.51
	(c) Professional fees	335.30	338.05	300.99	1,345.12	1,312.81
	(d) Finance cost	2.57	9.54	10.15	32.30	47.99
	(e) Other operating expenses	204.38	324.07	51.15	1,047.12	814.57
	(f) Depreciation and amortisation	147.32	171.80	182.11	679.81	802.03
	<b>Total expenses</b>	<b>4,799.40</b>	<b>4,473.56</b>	<b>3,885.16</b>	<b>17,759.94</b>	<b>15,738.12</b>
3	<b>Profit before tax</b>	<b>6,632.28</b>	<b>5,195.53</b>	<b>5,372.90</b>	<b>23,761.51</b>	<b>21,878.81</b>
4	Tax expenses					
	(a) Current tax	1,277.36	1,310.13	1,253.14	5,730.28	5,570.78
	(b) Deferred tax	(45.62)	4.84	(12.29)	(80.86)	(84.82)
	<b>Total tax expenses</b>	<b>1,231.74</b>	<b>1,314.97</b>	<b>1,240.85</b>	<b>5,649.42</b>	<b>5,485.96</b>
5	<b>Net profit for the year</b>	<b>5,400.54</b>	<b>3,880.56</b>	<b>4,132.05</b>	<b>18,112.09</b>	<b>16,392.85</b>
6	Other Comprehensive Income					
	(a) Items that will not be reclassified subsequently to profit or loss					
	(i) Actuarial (loss) gain on gratuity fund	(79.27)	17.08	(3.62)	(127.06)	(23.46)
	(ii) Deferred tax	19.95	(4.30)	0.91	31.98	5.90
	(b) Items that will be reclassified subsequently to profit or loss					
	(i) Exchange differences on translation of foreign operations	4.20	(0.70)	4.20	11.13	(12.26)
	<b>Total other comprehensive income for the year, net of tax</b>	<b>(55.12)</b>	<b>12.08</b>	<b>1.49</b>	<b>(83.95)</b>	<b>(29.82)</b>
7	<b>Total Comprehensive Income for the year</b>	<b>5,345.42</b>	<b>3,892.64</b>	<b>4,133.54</b>	<b>18,028.14</b>	<b>16,363.03</b>
8	Paid up equity share capital (face value ₹ 5 each, fully paid)	431.23	431.16	430.31	431.23	430.31
9	Reserve excluding Revaluation Reserves as per balance sheet				57,593.41	56,029.57
10	Earnings per equity share (face value ₹ 5 each, fully paid)					
	(a) Basic (in ₹)	62.62	45.01	48.02	210.19	190.64
	(b) Diluted (in ₹)	62.35	44.78	47.83	209.08	189.80
	See accompanying note to the financial results					

**Notes to financial results :**

- 1 The audited standalone financial results for the three month period and year ended March 31, 2022 have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on May 4, 2022. There are no qualifications in the report issued by the Statutory Auditors.

- 2 These financial results have been prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 read with relevant rules of the Companies (Indian Accounting Standards) Rules, 2015 (as amended) and other accounting principles generally accepted in India.
- 3 The figures for the three month period ended March 31, 2022 and March 31, 2021 are the balancing figures between audited figures in respect of the full financial year ended March 31, 2022 and March 31, 2021 respectively and unaudited published year-to-date figures up to December 31, 2021 and December 31, 2020 respectively, being the end of the third quarter of the respective financial years, which were subjected to limited review.
- 4 During the three month period and the year ended March 31, 2022, the Company allotted 15,177 and 184,232 equity shares, respectively, 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.
- 5 During the year ended March 31, 2022, the Company acquired 99.82% of equity shares of Oracle (OFSS) BPO Services Limited at ₹ 167.60 million towards restructuring of ownership in step-down subsidiary of the Company. Subsequent to the acquisition, Oracle (OFSS) BPO Services Limited has become a direct subsidiary of the Company.
- 6 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.
- 7 Particulars of other income, net:

(₹ in million)

Particulars	Three month period ended			Year ended	
	March 31, 2022	December 31, 2021	March 31, 2021	March 31, 2022	March 31, 2021
	Audited	Unaudited	Audited	Audited	Audited
Finance income	256.92	227.20	273.29	839.39	1,071.12
Exchange gain (loss), net	51.62	26.17	(13.33)	130.34	6.97
Miscellaneous income, net	38.96	16.41	30.60	89.73	86.72
Dividend from subsidiary company	1,500.66	-	-	1,500.66	-
<b>Total</b>	<b>1,848.16</b>	<b>269.78</b>	<b>290.56</b>	<b>2,560.12</b>	<b>1,164.81</b>

8 Statement of assets and liabilities

(₹ in million)

Particulars	As at	
	March 31, 2022	March 31, 2021
	Audited	Audited
<b>A ASSETS</b>		
1 <b>Non-current assets</b>		
(a) Property, plant and equipment	1,664.11	1,847.30
(b) Capital work-in-progress	36.21	0.91
(c) Right-of-use asset	503.10	369.22
(d) Investment property	102.00	102.00
(e) Financial assets		
(i) Investments in subsidiaries	7,899.79	7,726.81
(ii) Other non-current financial assets	1,515.53	1,375.87
(f) Deferred tax assets (net)	943.95	831.11
(g) Income tax assets (net)	8,359.68	7,954.14
(h) Other non-current assets	341.34	327.81
	<b>21,365.71</b>	<b>20,535.17</b>
2 <b>Current assets</b>		
(a) Financial assets		
(i) Trade receivables	5,568.23	4,562.87
(ii) Loan	-	30.00
(iii) Cash and cash equivalents	1,189.27	2,248.21
(iv) Other bank balances	32,874.23	31,054.91
(v) Other current financial assets	1,610.96	1,766.85
(b) Other current assets	1,803.94	1,677.62
	<b>43,046.63</b>	<b>41,340.46</b>
<b>TOTAL - ASSETS</b>	<b>64,412.34</b>	<b>61,875.63</b>

## Statement of assets and liabilities (continued)

(₹ in million)

Particulars	As at	
	March 31, 2022	March 31, 2021
	Audited	Audited
<b>B EQUITY AND LIABILITIES</b>		
1 <b>Equity</b>		
(a) Equity share capital	431.23	430.31
(b) Other equity	57,593.41	56,029.57
	<b>58,024.64</b>	<b>56,459.88</b>
2 <b>Non-current liabilities</b>		
(a) Financial liabilities		
(i) Lease liability	379.77	245.47
(b) Other non-current liabilities	148.90	-
(c) Provisions	1,487.33	1,256.87
	<b>2,016.00</b>	<b>1,502.34</b>
3 <b>Current liabilities</b>		
(a) Financial liabilities		
(i) Lease liability	135.78	59.48
(ii) Trade payables		
- Payable to micro and small enterprises	11.28	4.82
- Payable to others	147.49	172.66
(iii) Other current financial liabilities	1,160.82	1,515.75
(b) Other current liabilities	1,577.46	1,036.98
(c) Provisions	1,205.73	1,083.75
(d) Income tax liabilities (net)	133.14	39.97
	<b>4,371.70</b>	<b>3,913.41</b>
<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>64,412.34</b>	<b>61,875.63</b>

## 9 Statement of cash flows

(₹ in million)

Particulars	For the year ended	
	March 31, 2022	March 31, 2021
	Audited	Audited
Cash flows from operating activities		
Profit before tax	23,761.51	21,878.81
Adjustments to reconcile profit before tax to cash provided by operating activities :		
Depreciation and amortization	679.81	802.03
Loss (profit) on sale of fixed assets, net	0.14	(0.10)
Employee stock compensation expense	496.91	426.61
Reversal of provision for diminution in value of investment in subsidiary company	-	(42.11)
Finance income	(839.39)	(1,071.12)
Effect of exchange rate changes in cash and cash equivalents	(23.74)	11.08
Effect of exchange rate changes in assets and liabilities	264.80	23.73
Finance cost	32.30	47.99
Impairment loss recognized (reversed) on financial assets	92.31	(191.34)
Impairment loss recognized on other financial assets	3.33	1.95
(Gain) on lease modification	(6.23)	-
Bad debts	26.81	101.37
Dividend from subsidiary company	(1,500.66)	-
Operating Profit before Working Capital changes	<b>22,987.90</b>	<b>21,988.90</b>

## Statement of cash flows (continued)

(₹ in million)

Particulars	For the year ended	
	March 31, 2022	March 31, 2021
	Audited	Audited
Movements in working capital		
(Increase) in other non-current financial assets	(71.99)	(41.18)
(Increase) decrease in other non-current assets	(15.51)	16.22
(Increase) in trade receivables	(1,261.51)	(327.77)
(Increase) in other current financial assets	(72.57)	(142.40)
(Increase) in other current assets	(126.96)	(252.37)
Increase in non-current provisions	108.87	77.47
(Decrease) in trade payables	(16.94)	(88.10)
(Decrease) in other current financial liabilities	(324.02)	(72.63)
Increase (decrease) in other current liabilities	540.52	(23.06)
Increase in other non-current liabilities	148.90	-
Increase in current provisions	123.20	130.90
Cash from operating activities	22,019.89	21,265.98
Payment of domestic and foreign taxes	(6,038.79)	(5,818.22)
<b>Net cash provided by operating activities</b>	<b>15,981.10</b>	<b>15,447.76</b>
Cash flows from investing activities		
Purchase of property, plant and equipment	(348.63)	(168.31)
Proceeds from sale of property, plant and equipment	0.02	1.57
Income from investment in sublease	-	16.02
Refund of deposits for premises and others	77.11	88.41
Loan repaid by step-down subsidiary company	30.00	76.00
Investment in step-down subsidiary company	(167.60)	-
Bank fixed deposits having maturity of more than three months matured	34,036.60	33,925.00
Bank fixed deposits having maturity of more than three months booked	(35,900.00)	(34,636.60)
Interest received	835.34	1,215.06
Dividend from subsidiary company	1,500.66	-
<b>Net cash provided by investing activities</b>	<b>63.50</b>	<b>517.15</b>
Cash flows from financing activities		
Proceeds from issue of shares under employee stock option plan	257.72	55.83
Equity dividend paid	(17,260.69)	(15,466.31)
Finance cost	(32.30)	(47.99)
Repayment of lease liability	(92.01)	(241.00)
<b>Net cash (used in) financing activities</b>	<b>(17,127.28)</b>	<b>(15,699.47)</b>
Net increase (decrease) in cash and cash equivalents	(1,082.68)	265.45
Cash and cash equivalents at beginning of the year	2,248.21	1,993.84
Effect of exchange rate changes in cash and cash equivalents	23.74	(11.08)
<b>Cash and cash equivalents at end of the year</b>	<b>1,189.27</b>	<b>2,248.21</b>
<b>Component of cash and cash equivalents</b>		
Balances with banks:		
In current accounts	860.61	1,912.23
In deposit accounts with original maturity of less than three months	280.03	250.05
In unclaimed dividend account*	48.63	85.93
<b>Total cash and cash equivalents at the end of the year</b>	<b>1,189.27</b>	<b>2,248.21</b>

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

10 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.

(₹ in million)

Particulars	Three month period ended			Year ended	
	March 31, 2022	December 31, 2021	March 31, 2021	March 31, 2022	March 31, 2021
	Audited	Unaudited	Audited	Audited	Audited
<b>(a) Segment revenue</b>					
Product licenses and related activities	8,794.61	8,564.57	8,079.47	35,533.77	32,864.37
IT solutions and consulting services	788.91	834.74	888.03	3,427.56	3,587.75
	<b>9,583.52</b>	<b>9,399.31</b>	<b>8,967.50</b>	<b>38,961.33</b>	<b>36,452.12</b>
<b>(b) Segment results</b>					
Product licenses and related activities	4,712.55	5,005.13	4,880.71	21,116.74	20,474.39
IT solutions and consulting services	286.02	357.40	420.05	1,465.41	1,496.05
	<b>4,998.57</b>	<b>5,362.53</b>	<b>5,300.76</b>	<b>22,582.15</b>	<b>21,970.44</b>
Finance income	256.92	227.20	273.29	839.39	1,071.12
Other un-allocable income (expenses), net	1,376.79	(394.20)	(201.15)	339.97	(1,162.75)
<b>Profit before tax</b>	<b>6,632.28</b>	<b>5,195.53</b>	<b>5,372.90</b>	<b>23,761.51</b>	<b>21,878.81</b>
<b>(c) Segment assets</b>					
Product licenses and related activities	10,749.32	11,549.21	8,327.23	10,749.32	8,327.23
IT solutions and consulting services	738.23	836.83	1,694.39	738.23	1,694.39
Unallocable	52,924.79	46,121.00	51,854.01	52,924.79	51,854.01
	<b>64,412.34</b>	<b>58,507.04</b>	<b>61,875.63</b>	<b>64,412.34</b>	<b>61,875.63</b>
<b>(d) Segment liabilities</b>					
Product licenses and related activities	5,402.26	5,077.85	4,060.15	5,402.26	4,060.15
IT solutions and consulting services	616.68	562.25	1,113.33	616.68	1,113.33
Unallocable	368.76	332.37	242.27	368.76	242.27
	<b>6,387.70</b>	<b>5,972.47</b>	<b>5,415.75</b>	<b>6,387.70</b>	<b>5,415.75</b>

11 During the three month period and year ended March 31, 2022, the Company has received dividend of ₹ 1,500.66 million from it's wholly owned subsidiary company Oracle Financial Services Software B.V.

12 The Board of Directors of the Company at its meeting held on May 4, 2022, declared an interim dividend of ₹ 190 per equity share of ₹ 5 each for the financial year 2021-22.

13 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**

Mumbai, India  
May 4, 2022

**Chaitanya Kamat**  
Managing Director & Chief Executive Officer  
DIN: 00969094