

**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	Tax expenses						
	(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	Other Comprehensive Income						
	(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	91.16	59.48
(ii) Trade payables		
- 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>
<b>Component of cash and cash equivalents</b>		
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

Mumbai, India  
October 27, 2021

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