

Flash Report for the 1st Quarter of Fiscal Year Ended May 31, 2004 (Non-consolidated)

September 24, 2003

Company Name Oracle Corporation Japan

(Ticker: 4716 TSE 1st Section)

U R L <http://www.oracle.co.jp/corp/index.html>

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Contact & responsible personal

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1. Important notice for the flash report

Difference in accounting policies from previous fiscal year : Applicable

Tax expense is calculated by estimate tax effective rate

2. Business result for this term (from June 1, 2003 to August 31, 2003)

(1) Operating Results

	Revenue		Operating Income		Ordinary Income		Net Income	
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%
1 st Quarter, May 2004	18,542	0.6	5,383	-	5,381	-	3,154	-
(Reference) 1 st Quarter, May 2003	18,429	-	-	-	-	-	-	-
(Reference) May 2003	86,249	-0.1	25,844	-16.7	25,848	-16.9	13,963	-20.8

(Note) Percentage indicates changes from the previous term.

The company discloses quarterly business result for the first time, the revenue of corresponding period of previous fiscal year and the variance are referential data.

[Qualitative information for the business results]

In the period under review, Japan's economy showed some signs of recovery, as corporate profits and capital investment has shown an improvement, even severe employment situation continues.

The company has carried out various measures under its mid-term business plan "Oracle Japan Innovation 2003" announced January 2003. As a result, the company achieved revenue at 18,542 million yen (up 113 million yen or 0.6%, from the corresponding period of previous fiscal year), ordinary income at 5,381 million yen, and net income at 3,154 million yen.

The revenue by the business segment, *Software Products* revenue was 7,167 million yen (down 826 million yen, 10.3% from the corresponding period of previous fiscal year), as *Database Technology* revenue up 1.8%, however, *Business Applications* revenue down 66.9% as there was concentration of big orders in the corresponding periods of previous fiscal year. *Service* revenue was 11,375 million yen (up 939 million yen, 9.0 %), as getting new and renewal contract of *Customer Support Service* and receiving orders of *Consulting Service* continued well.

(2) Financial Position

	Total Assets	Shareholders' Equity	Ratio of shareholders' equity	Shareholders' equity per share	
	Million Yen	Million Yen	%	Yen	Sen
1 st Quarter, May 2004	103,058	73,943	71.7	580.18	
(Reference) May 2003	110,233	80,340	72.9	630.18	

[Qualitative information for the financial conditions]

Total assets of the company at the end of the term stood at 103,058 million yen (down 7,174 million yen from the end of previous fiscal year), because the company paid year-end dividends and income taxes, etc. Net assets totaled 73,943 million yen, down 6,397 million yen from the end of previous fiscal year. The decrease was the result of a payment of year-end dividends, etc.

3. Forecast for the May 2004 term (from June 1, 2003 to May 31, 2004)

	Revenue	Ordinary Income	Net Income	Dividends per share					
				Yen	Sen	Yen	Sen	Yen	Sen
Interim	Million Yen 39,400	Million Yen 10,800	Million Yen 6,400	35.00		-		-	
Entire Term	83,400	26,200	15,400	-		85.00		120.00	

(Reference) Estimated EPS for the term 120Yen 83 Sen

Caution: There's no change of the forecast announced on June 9, 2003. However, the forecast is based on the operation result of 1st quarter and information available at a time of issuance of this report, and the actual result may change by various reasons.

4. Supplemental Information

Revenue breakdown by business segment

Business Segment	1 st Quarter, May 2004			(Reference) 1 st Quarter, May 2003		(Reference) May 2003	
	Amount	Composition	Variance	Amount	Composition	Amount	Composition
	Million Yen	%	%	Million Yen	%	Million Yen	%
Database Technology	6,699	36.1	1.8	6,578	35.7	34,652	40.2
Business Applications	468	2.5	-66.9	1,415	7.7	5,936	6.9
Software Products	7,167	38.7	-10.3	7,994	43.4	40,589	47.1
Customer Support	7,221	38.9	8.3	6,665	36.2	28,448	33.0
Education	813	4.4	-15.4	960	5.2	3,664	4.2
Consulting	3,340	18.0	18.9	2,808	15.2	13,548	15.7
Service Business	11,375	61.3	9.0	10,435	56.6	45,660	52.9
Total	18,542	100.0	0.6	18,429	100.0	86,249	100.0