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Flash Report for the 1st Quarter of Fiscal Year Ending May 31, 2012

[under Japanese GAAP] (Non-consolidated)

September 22, 2011

Company Name Oracle Corporation Japan Listed Stock Exchange: TSE 1st Section
 Ticker: 4716 URL <http://www.oracle.com/jp/corporate/investor-relations/index.html>
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 Quarterly Report Filing Date (as planned): October 13, 2011
 Schedule for dividends payment: -
 Preparation of supplementary materials on quarterly financial results: Yes
 Holding of quarterly financial results conference: Yes (for analysts and institutional investors)

(Amount of less than ¥1 million are rounded down)

1. Financial results for this term (from June 1, 2011 to August 31, 2011)

(1) Operating result (% of change from previous year)

	Revenue		Operating Income		Ordinary Income		Net Income	
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%
1 st Quarter, May 2012	32,694	9.9	8,984	18.3	8,984	17.2	5,280	16.7
1 st Quarter, May 2011	29,738	15.5	7,592	-8.9	7,666	-9.2	4,522	-6.7

	Net income per share		Net income per share (diluted)	
	Yen	Sen	Yen	Sen
1 st Quarter, May 2012	41	55	-	-
1 st Quarter, May 2011	35	59	35	58

(2) Financial Position

	Total Assets	Net assets	Ratio of shareholders' equity	Net assets per share	
	Million Yen	Million Yen	%	Yen	Sen
1 st Quarter, May 2012	85,464	41,934	48.1	323	29
FY ended May 2011	132,982	86,176	64.2	671	67

Shareholders' equity 1st Quarter, May 2012: 41,087 Million Yen (FY2011: 85,364 Million yen)

2. Dividends

	Dividend per share									
	1 st Quarter end		2 nd Quarter end		3 rd Quarter end		Fiscal Year end		Total	
	Yen	Sen	Yen	Sen	Yen	Sen	Yen	Sen	Yen	Sen
FY ended May 2011	-		70	00	-		390	00	460	00
FY ending May 2012	-									
FY ending May 2012(Forecast)			-		-		72	00	72	00

(Note) Revision of outlook for dividends in the 1st quarter: No

3. Forecast for the May 2012 term (from June 1, 2010 to May 31, 2011)

(% of change from previous year)

	Revenue		Operating Income		Ordinary Income		Net Income		Net income per share	
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%	Yen	Sen
Entire term	146,000	10.0	38,600	3.8	38,500	3.2	22,800	3.3	179	39

(Note) 1, Revision of forecast for FY ending May 2012 in the 1st quarter: No

2, Since the Company is managing its performance on an annual basis, it has omitted a results forecast for the first half of the fiscal year.

4. Other information

(1) Adoption of specified accounting methods for the preparation of quarterly consolidated financial statements: Yes

(2) Changes in accounting policies, procedures, presentation rules, etc

- (i) Changes in accounting policies due to revision of accounting standards : None
- (ii) Changes in accounting policies due to reasons other than (i): None
- (iii) Changes in accounting estimates : None
- (iv) Restatements : None

(3) The number of shares outstanding (common stock)

(i) The number of shares outstanding (inclusive of treasury stock)	1 st Quarter, May 2012 FY ended May 2011	127,097,471 shares 127,097,471 shares
(ii) The number of treasury stock	1 st Quarter, May 2012 FY ended May 2011	4,935 shares 4,935 shares
(iii) The number of average shares outstanding (cumulative, non-consolidated, at end of first quarter)	1 st Quarter, May 2012 1 st Quarter, May 2011	127,092,511 shares 127,089,956 shares

Caution1:

These quarterly financial statements are outside the scope of quarterly review procedures under the Financial Instruments and Exchange Act. As at the time of disclosure of these quarterly financial statements, review procedures for the quarterly financial statements under the Financial Instruments and Exchange Act have not been completed.

Caution2:

Above forecast is based on the information available at a time of issuance of this report, and the actual result may change by various reasons. Please refer to Qualitative information for Forecasts, on page 4.

[Table of Contents of Attached Material]

1. Qualitative Information on Results in the Quarter under Review-----	2
(1) Qualitative Information on Business Outcomes-----	2
(2) Qualitative Information on Forecasts-----	4
2. Information Regarding “4.Others” in Non-Consolidated Summary report-----	5
(1) Adoption of specified accounting methods for the preparation of quarterly non-consolidated Financial statements-----	5
(2) Change in Accounting Policies, Changes Accounting Estimate, and Restatement-----	5
3. Financial Statements-----	6
(1) Balance Sheet-----	6
(2) Statement of Income-----	7
(3) Notes to Going Concern-----	8
(4) Segment Information-----	8
(5) Notes of Statements of Changes in Equity-----	8

1. Qualitative Information on Results in the Quarter under Review

(1) Qualitative Information on Business Outcomes

(i) Overview

During the first quarter under review (hereinafter “the first quarter”), the Company posted revenue of 32,694 million yen (up 9.9% year on year), operating income of 8,984 million yen (increasing 18.3%), ordinary income of 8,984 million yen (rising 17.2%), and net income of 5,280 million yen (up 16.7%).

The Japanese economy faced a challenging situation, reflecting the effect of the Great East Japan Earthquake, but there were signs of a recovery in corporate activities, attributable to reviving supply chains.

In this environment, the Company is pursuing two initiatives in the medium-term management plan announced on June 30 this year: “Growth Initiatives” for external growth and a “Foundation” strategy for developing the management base. The Company deepened relations with its customers and emphasized its value as a comprehensive IT vendor able to provide integrated IT solutions that support corporate activities to customers. Meanwhile, the Company pursued a range of initiatives to achieve further growth.

(ii) Results by Reported Segment

[Software License]

Revenue in the Software License Segment was 7,895 million yen, up 7.6% from the corresponding period of the previous fiscal year.

In this segment, the Company sells new licenses of software that is used in IT infrastructure at companies and other organizations. The segment consists of the Database & Middleware division, which sells new licenses of database management software and a range of middleware that enable reliable and scalable IT infrastructure, and the Applications division, which sells new licenses for ERP and other business applications.

Revenue in the Database & Middleware division was 7,341 million yen (rising 17.8 % year on year).

The Company won projects for database integration, shake-ups of business information infrastructure, disaster control, and the building of business continuity platforms. It focused on developing environments for cloud computing and proposing Engineered Systems, including Exadata. Database management software, the mainstay, middleware products, especially application servers, and software for Exadata performed well. In June this year, the Company launched Oracle Business Intelligence R11.1.1.5, the latest version of its business intelligence products.

Revenue in the Applications division stood at 553 million yen (falling 50.0% year on year).

The factor in the decrease is that companies reduced IT spending because of the effect of uncertainty about the future of the economy and a comment to application of IFRS (International Financial Reporting Standards) by the Minister for Finance.

The Company started a service of providing “JD Edwards EnterpriseOne”, an ERP product for medium-sized companies, in cloud computing in collaboration with a partner in July this year.

[Updates & Product Support]

Revenue in the Updates & Product Support Segment was 16,054 million yen, increasing 5.7% from the corresponding period of the previous fiscal year.

This segment updates software for customers using the Company’s software licenses and provides technical support.

The performance of the segment was solid as the Company won new contracts from customers who bought new licenses, and also received renewal contracts from existing customers. The Company supported customers’ IT environments, reducing maintenance and management costs. It also highlighted the services of “My Oracle Support” for enhancing corporate value and stepped up collaboration with its partners.

[Hardware Systems]

Revenue in the Hardware Systems Segment was 5,004 million yen, up 49.3% from the corresponding period of the previous fiscal year.

This segment consists of the Hardware Systems Product division, which sells servers, storage products, and hardware for Engineered Systems, including Exadata, and provides operating systems and related software, and the Hardware Systems Support division, which provides technical support for hardware products, the maintenance and repair of hardware, and updated versions of software, including operating systems.

Revenue in the Hardware Systems Product division stood at 2,684 million yen (rising 1,368.3% year on year). As transferring the signer of distributor agreements, from Oracle Information Systems (the company's subsidiary company) to the company had been completed in the previous fiscal year, sales of servers and storage products of the former Sun Microsystems grew, in addition to growth sales of Engineered Systems.

Revenue in the Hardware Systems Support division was 2,319 million yen (fell 26.8% year on year), attributable to an increase in EOSL (end of service life) products. However, the decline was within the expected range.

[Services]

Revenue in the Services Segment was 3,739 million yen, down 3.2% from the corresponding period of the previous fiscal year.

This segment consists of Cloud Services* (formerly Advanced Support), which provides high-value added services, including cloud services and a preventive maintenance service; Education Services, which provide training for engineers and users, and also encompasses a technology qualification business; and Consulting Services, which support the introduction of products of the Company..

Revenue in the Cloud Services division amounted to 1,028 million yen (up 27.7% year on year). Advanced Customer Services, value-added services, especially services for hardware, performed well.

Revenue in the Education Services division stood at 474 million yen (increasing 15.5% year on year). Training for new graduates was well received. The Company launched a Japanese version of the technology qualification test for "MySQL", an open-source database, in August this year..

Revenue in the Consulting Services division was 2,236 million yen (falling 15.5% year on year). Revenue from database and middleware consulting projects was solid, but some consulting jobs for applications were cancelled in the wake of the earthquake. Consequently, overall revenue declined.

* Cloud Services: The former "Advanced Support" has been renamed "Cloud Services".

<Revenue breakdown by business segments>

Item	FY2011 1 st Quarter		FY2012 1 st Quarter			May 2011	
	Amount	Comp.	Amount	Comp.	Variance	Amount	Comp.
	Million Yen	%	Million Yen	%	%	Million Yen	%
Database & Middleware	6,231	21.0	7,341	22.5	17.8	33,706	25.4
Applications	1,106	3.7	553	1.7	-50.0	4,960	3.7
Software License	7,337	24.7	7,895	24.1	7.6	38,666	29.1
Updates & Product Support	15,185	51.1	16,054	49.1	5.7	61,924	46.7
Software Related	22,523	75.7	23,949	73.3	6.3	100,591	75.8
Hardware Systems Products	182	0.6	2,684	8.2	1,368.3	3,217	2.4
Hardware Systems Support	3,168	10.7	2,319	7.1	-26.8	12,219	9.2
Hardware Systems	3,351	11.3	5,004	15.3	49.3	15,437	11.6
Cloud Services	804	2.7	1,028	3.1	27.7	3,838	2.9
Education services	411	1.4	474	1.5	15.5	1,728	1.3
Consulting services	2,646	8.9	2,236	6.8	-15.5	11,129	8.4
Services	3,862	13.0	3,739	11.4	-3.2	16,695	12.6
Total	29,738	100.0	32,694	100.0	9.9	132,724	100.0

*Amount is rounded down. Composition ratio and year-to-year comparison (Variance) are rounded off.

(2) Qualitative Information on Forecasts

There is no change to the forecast announced on June 30, 2011.

2. Others

(1) Adoption of Specified Accounting Methods for the Preparation of Quarterly Non-Consolidated Financial Statements

* Accounting methods particular to the preparation of quarterly financial statements

The Company has adopted a method in which tax expenses are calculated by multiplying quarterly net income before tax by effective tax rates estimated in a reasonable way, after applying tax effect accounting to net income before tax for the fiscal year under review. Income taxes-deferred is stated including corporate tax.

(2) Change in Accounting Policies, Changes Accounting Estimate, and Restatement

Not applicable

3. Financial Statements

(1) Balance Sheet

(Unit : Million yen)

Description	Previous term end (as of May 31, 2011)	Current term end (as of August 31, 2011)
Assets		
Current assets		
Cash and deposits	22,830	20,322
Notes and accounts receivable-trade	22,093	12,746
Short-term investment securities	2,003	5,004
Merchandise and finished goods	0	0
Short-term loans receivable	37,986	-
Other	3,671	3,324
Allowance for doubtful accounts	-2	-2
Total current assets	88,584	41,396
Noncurrent assets		
Property, plant and equipment		
Buildings, net	15,114	14,886
Land	26,057	26,057
Other, net	1,444	1,347
Total property, plant and equipment	42,615	42,291
Intangible assets	35	31
Investments and other assets		
Other	1,757	1,754
Allowance for doubtful accounts	-9	-9
Total investments and other assets	1,747	1,744
Total noncurrent assets	44,398	44,068
Total assets	132,982	85,464
Liabilities		
Current liabilities		
Accounts payable-trade	8,203	5,621
Accounts payable-other	5,222	3,416
Income taxes payable	8,016	3,790
Advances received	21,371	27,181
Provision for bonuses	2,144	872
Other provision	40	81
Other	1,715	2,474
Total current liabilities	46,715	43,438
Noncurrent liabilities		
Other	91	91
Total noncurrent liabilities	91	91
Total liabilities	46,806	43,529
Net assets		
Shareholders' equity		
Capital stock	22,301	22,301
Capital surplus	33,739	5,652
Retained earnings	29,365	13,166
Treasury stock	-22	-22
Total shareholders' equity	85,383	41,097
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	-19	-10
Total valuation and translation adjustments	-19	-10
Subscription rights to shares	812	847
Total net assets	86,176	41,934
Total liabilities and net assets	132,982	85,464

(2) Statement of Income

(Unit : Million yen)

Description	Previous term (From June 1, 2010 to August 31, 2010)	Current term (From June 1, 2011 to August 31, 2011)
Net sales	29,738	32,694
Cost of sales	15,334	16,612
Gross Profit	14,404	16,081
Selling, general and administrative expenses	6,811	7,096
Operating income	7,592	8,984
Non-operating income		
Interest income	38	23
Interest on securities	0	1
Others	43	32
Total Non-Operating Income	82	57
Non-Operating expenses		
Others	8	58
Total Non-Operating expenses	8	58
Ordinary Income	7,666	8,984
Extraordinary Income		
Gain on reversal of subscription rights to shares	11	10
Gain on sales of investment securities	17	4
Total Extraordinary Income	28	14
Extraordinary Loss		
Business structure improvement expenses	61	—
Loss on adjustment for changes of accounting standard for asset retirement obligations	24	—
Total Extraordinary Loss	85	—
Net Income before Taxes	7,609	8,999
Income taxes	3,086	3,719
Net Income	4,522	5,280

(3) Notes to Going Concern : Not Applicable

(4) Segment Information

I. Previous first quarter under review (from June 1, 2010 to August 31, 2010)

Segment sales and operating income (loss)

(Unit : Million Yen)

	Reportable operating segments					Adjustment (Note) 1	Amount on Statement of Income (note) 2
	Software License	Updates & Product Support	Hardware Systems	Services	Total		
Sales							
External customers	7,337	15,185	3,351	3,862	29,738	—	29,738
Intersegment net sales or transfer	—	—	—	—	—	—	—
Total	7,337	15,185	3,351	3,862	29,738	—	29,738
Operating income (loss)	166	8,067	283	598	9,116	-1,523	7,592

(Notes): 1. A segment profit adjustment of minus 1,523 million yen is a Company-wide expense, which primarily relates to administration departments that do not belong to any reported segment.

2. Segment profits are adjusted in comparison with operating income in the statement of income.

II. Current first quarter under review (from June 1, 2011 to August 31, 2011)

Segment sales and operating income (loss)

(Unit : Million Yen)

	Reportable operating segments					Adjustment (Note) 1	Amount on Statement of Income (note) 2
	Software License	Updates & Product Support	Hardware Systems	Services	Total		
Sales							
External customers	7,895	16,054	5,004	3,739	32,694	—	32,694
Intersegment net sales or transfer	—	—	—	—	—	—	—
Total	7,895	16,054	5,004	3,739	32,694	—	32,694
Operating income (loss)	609	8,461	323	750	10,145	-1,161	8,984

(Notes): 1. A segment profit adjustment of minus 1,161 million yen is a Company-wide expense, which primarily relates to administration departments that do not belong to any reported segment.

2. Segment profits are adjusted in comparison with operating income in the statement of income.

(5) Notes of Statements of Changes in Equity

At a 26th shareholders' meeting held on August 25, 2011, the proposal that reduction of legal capital surplus and legal retained earnings under the provision of Article 448, Paragraph 1 of the Companies Act and transfers them to other capital surplus and other retained earnings, respectively, was approved.

As a result, legal capital surplus 28,087 million yen and legal retained earnings 1,000 million yen decreased.

The Board of Directors adopted a resolution to distribute a dividend of 390 yen (a common dividend of 93 yen and a special dividend of 297 yen) per share on August 26, 2011, subject to the approval of this proposal at a meeting held on July 21, 2011. As a result, capital surplus 21,478 million yen and retained earnings 28,087 million yen decreased.