



08-10-2020

Oracle Financial Services Software Limited

- **Key Concern: Low Liquidity**
- **key Strength :Trading at 16.50x(Cash In Books(Strong Global Parent Support)**

Trade Advise(Buy Small Qty up to 3000Time Line Hold Up to Q2 Results)

Company Name	Rec	Target	EPS	Book Value	Market cap
OFFS	3060	3200/3350	181.95	693.56	25864.94

Year End	202003	201903	201803	201703	201603
Net Sales	3525.51	3580.9	3861.73	3736.31	3528.43
Operating Cost	1225.65	1229.06	1902.07	1851.28	1735.96
Gross Profit	2299.86	2351.84	1959.66	1885.03	1792.47
S,G&E	306.1	360.59	465.55	445.22	406.4
EBITDA	1993.76	1991.25	1494.11	1439.81	1386.07
Depreciation	83.17	50.2	57.35	66.8	49.77
Operating Income	1910.59	1941.05	1436.76	1373.01	1336.3
Other Inc (Expen)	-63.14	-93.59	-38.47	-70.34	-81.06
Int./Dividend Income	169.16	138.95	88.63	379.92	212.87
Earnings Before Taxes	2008.59	1986.41	1486.92	1682.59	1468.11
Taxes	425.92	703.94	480.93	394.5	570.35
Regular Net Income	1582.67	1282.47	1005.99	1288.09	897.76
Extraordinary Items	0.02	0.04	0.84	162.51	-4.15

Oracle Financial Services Software Limited

Year End	202003	201903	201803	201703	201603
Reported Net Income	1582.65	1282.43	1005.15	1125.58	901.91
Dividends	0	0	1110.42	1446.81	1525.94
EPS	184.29	149.51	117.78	151.35	69.19
Net Worth	5508.3	3880.37	3807.11	2675.92	3957.26
Capital Employed	5678.66	3989.29	3912.42	2766.2	4039.08
Net Plant	293.85	248.77	221.18	253.02	251.39
Cash	3253.92	1706.48	1880.09	2437.67	2191.14
Marketable Securities	768.16	765.03	778.05	754.96	758.53

Ratio Analysis					
Gross Margin	65.23	65.68	50.75	50.45	50.8
EBITDA Margin	56.55	55.61	38.69	38.54	39.28
Tax Rate	21.2	35.44	32.34	23.45	38.85
Net Margin (Regular)	44.89	35.81	26.05	34.47	25.44
Dividend Payout	0	0	110.38	112.32	169.97
ROE	33.71	33.36	31.01	33.94	25.96
ROC	32.74	32.46	30.1	33.08	25.39
Sales Growth	-1.55	-7.27	3.36	5.89	5.61
EBITDA Growth	0.13	33.27	3.77	3.88	2.22
Earnings Growth	23.41	27.59	-10.7	24.8	-14.79
EPS Growth	23.26	26.94	-22.18	118.75	1051.25

Oracle Financial Services Software Limited

Ratio Analysis

Year End	202003	201903	201803	201703	201603
Dividend Growth	NA	-100	-23.25	-5.19	-72.87
M Cap Growth	-39.93	-9.06	-1.53	8.39	8.6
Invtry. Turnover(days)	NA	NA	NA	NA	NA
Receivable Turnover	47	54	48	63	57
Payables Turnover (days)	12	12	5	8	8
Market Capital (Rs Cr)	17454.54	29056.83	31951.47	32448.09	29935.99
Net Debt	-3198.66	-1706.48	-1880.09	-2437.67	-2191.14
Enterprise Value	14255.88	27350.35	30071.38	30010.42	27744.85
P/E	11.03	22.66	31.79	28.83	33.19
P/BV	3.17	7.49	8.39	12.13	7.56
EV/EBIDTA (x)	7.15	13.74	20.13	20.84	20.02

Oracle Financial Services Software Limited

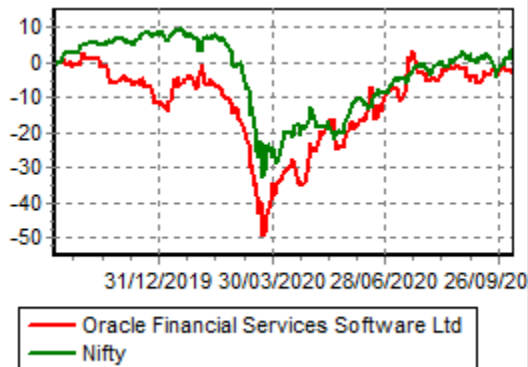
Period-Ended	LTM	202006	202003	201912	201909	201906
Net Sales	3594.8	1003.92	906.36	835.6	848.92	934.63
EBITDA	2025.2	605.08	500.33	458.5	461.29	510.48
Depreciation	83.02	20.82	21.08	21.09	20.03	20.98
Op Income	1942.18	584.26	479.25	437.41	441.26	489.5
Misc.Inc (Exp.)	169.21	37.93	44.79	51.81	34.68	37.89
Interest Exp	7.63	1.36	3.01	1.59	1.67	1.75
EBT	2103.76	620.83	521.03	487.63	474.27	525.64
Taxes	412.37	165.2	18.02	116.9	112.25	178.76
Net Inc(Reg)	1691.4	455.63	503.01	370.74	362.02	346.89
Rep Net Inc	1691.4	455.63	503.01	370.74	362.02	346.89
EPS	196.93	53.01	58.57	43.18	42.17	40.43
EBITDA Margin	56.34	60.27	55.2	54.87	54.34	54.62
Tax Rate	19.6	26.65	12.43	23.49	17.52	36.84
Net Margin(Reg)	47.05	45.39	55.5	44.37	42.64	37.12
Sales Growth		10.76	8.47	-1.57	-9.17	5.87
EBITDA Growth		20.94	9.12	-0.6	-9.64	11.88
Earnings Growth		-9.42	35.68	2.41	4.36	16.84
EPS Growth		-9.49	35.64	2.4	4.3	16.82
P/E (Annual)		13.47	8.68	15.86	18.81	19.6
Market Capital		26442.38	26053.01	25214.61	24540.43	21599.34

Oracle Financial Services Software Limited

Shareholding Pattern

	Shares	(%)
Foreign	12265672	14.27
Institutions	5517324	6.42
Govt Holding	4000	0.01
Non Promoter Corp. Hold.	307254	0.36
Promoters	63051197	73.35
Public & Others	4810540	5.6
Totals	85955987	100

Share Price Graph



MARKET DATA (AS ON 07-Oct-2020)

Price (Rs)	3009.2	52 W H/L(Rs)	3239 / 1533
Lat. P/E	15.3	Lat. EPS(Rs)	196.69
Mkt. Cap.(Rs Cr)	25876.55	Shares(000)	85991
Lat. BV(Rs)	640.57	Div. Yield (%)	5.97

Oracle Financial Services Software Limited

Financial Metrics	
P/E	16.54
5yr Average Net Profit Margin	33.33%
5yr Average Return on Assets	23.97%
Sales Vs Receivable	12.96
5yr Sales (CAGR)	0.90%
5yr Receivables (CAGR)	-12.06%
5yr Average ROCE	46.70%
5-Year ROE-	34.01%
5-Average Debt To Operating Profit	0.0%
5yr Average Debt	0.0
5yr Average EBITA	1556.32cr
Contigent Liabilities Vs Profit	
Contingent Liabilities	0.0cr
5yr Average Net Profit	1211.39cr
Share Holding	
Change in Promoter Holding (5 Yrs)	-1.15%
Promoter Holding	73.35%
Share Pledged by Promoters	0.0%

NOTE:

Before Investing the Above Recommended Companies

Disclaimer: Neither The Analyst nor M/S.Steel city Securities Ltd Accept any liability whatsoever nor do they accept responsibility for any Financial consequences arising the use of the research or information Provided herein

Date source: NSE India/Steelcitynettrade.com/CAPITAL Market