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**UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549**

**FORM 8-K**

**CURRENT REPORT  
Pursuant to Section 13 OR 15(d) of The Securities Exchange Act of 1934**

Date of Report (Date of earliest event reported): October 27, 2011

**ALTISOURCE PORTFOLIO SOLUTIONS S.A.**

(Exact name of registrant as specified in its charter)

**Luxembourg**

(State or other jurisdiction  
of incorporation)

**001-34354**

(Commission File Number)

**Not Applicable**

(IRS Employer Identification No.)

**291, Route d'Arlon**

**L-1150 Luxembourg Grand Duchy of Luxembourg**

(Address of principal executive offices)

(Zip Code)

Registrant's telephone number, including area code: **+352 2469 7900**

**NOT APPLICABLE**

(Former name or former address, if changed since last report.)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
  - Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
  - Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
  - Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
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**Item 2.02 Results of Operations and Financial Condition.**

On October 27, 2011, Altisource Portfolio Solutions S.A. (“Altisource”) issued a press release announcing financial results for its quarter ended September 30, 2011. A copy of the press release is attached hereto as Exhibit 99.1.

The information in this Item 2.02, including the information in Exhibit 99.1 attached hereto pertaining to this Item 2.02, is furnished solely pursuant to Item 2.02 of this Form 8-K. Consequently, pursuant to this Item 2.02, it is not deemed “filed” for the purposes of Section 18 of the Securities Exchange Act of 1934, or otherwise subject to the liabilities of that Section. It may only be incorporated by reference in another filing under the Securities Exchange Act of 1934 or Securities Act of 1933 if such subsequent filing specifically references this Item 2.02 of this Form 8-K.

**Item 9.01 Financial Statements and Exhibits.**

(d) Exhibits.

<u>Exhibit No.</u>	<u>Description</u>
Exhibit 99.1	Press release of Altisource Portfolio Solutions S.A. dated October 27, 2011.

**SIGNATURE**

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

Date: October 27, 2011

**Altisource Portfolio Solutions S.A.**

By: /s/ Robert D. Stiles

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Name: Robert D. Stiles

Title: Chief Financial Officer



**FOR IMMEDIATE RELEASE**

**FOR FURTHER INFORMATION CONTACT:**

Robert D. Stiles  
Chief Financial Officer  
T: +352 2469 7903  
E: robert.stiles@altisource.lu

**ALTISOURCE ANNOUNCES THIRD QUARTER RESULTS**

**Luxembourg, Luxembourg**, 27 October 2011

Altisource™ (NASDAQ: ASPS) today reported Net Income Attributable to Altisource of \$17.2 million or \$0.67 per diluted share for the quarter ended September 30, 2011. This compares with Net Income Attributable to Altisource of \$9.8 million or \$0.37 per share for the quarter ended September 30, 2010.

Service Revenue for the third quarter was \$86.2 million, up 39% compared to the third quarter of 2010.

Third quarter highlights include:

- Average loans serviced by the Company's largest customer Ocwen® on the REALServicing® platform of 516,214 for the quarter.
- Generated cash flow from operations for the third quarter of \$30.6 million representing \$0.35 for every dollar of Service Revenue in the quarter.
- Acquired 644,462 shares of stock under the stock repurchase program at an average price of \$35.08 in the quarter.
- Completed the investment of \$15.0 million in Correspondent One S.A.

Gross margin remained flat when compared to the quarter ended June 30, 2011 as the increase in gross margin attributable to Technology Services was offset by a decline in gross margin attributable to Mortgage Services. This was due to Mortgage Services segment's mix of services and the build out of infrastructure to support Ocwen's September 1, 2011 boarding of the Litton portfolio. As a result of the boarding of the Litton portfolio, Altisource delivered in the quarter a proportionately higher percentage of services to homes in pre-foreclosure. For these services, the margins are generally lower. The delivery of pre-foreclosure services, however, is a strong leading indicator of future referrals of higher margin foreclosure and asset management services.

From an operating margin perspective, margins for the total Company improved in the quarter when compared to the quarter ended June 30, 2011 by 300 basis points to 25% of Service Revenue. This reflects faster growth in the higher margin Mortgage Services segment as well as leveraging of the Corporate infrastructure.

For the fourth quarter, Service Revenue should continue to improve when compared to the third quarter based principally upon the expected growth in foreclosure and asset management related referrals.

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**Financial Results, Unaudited**

<i>(in thousands, except per share amounts)</i>	Three Months Ended September 30,		Nine Months Ended September 30,	
	2011	2010	2011	2010
Service Revenue	\$ 86,169	\$ 62,159	\$ 230,403	\$ 172,725
Reimbursable Expenses	21,833	13,369	56,933	33,040
Cooperative Non-controlling Interest	1,791	2,052	4,395	4,136
Total Revenue	109,793	77,580	291,731	209,901
Cost of Revenue	51,506	35,544	134,452	99,602
Reimbursable Expenses	21,833	13,369	56,933	33,040
Gross Profit	36,454	28,667	100,346	77,259
Selling, General and Administrative Expenses	15,329	14,730	45,487	39,275
Income from Operations	21,125	13,937	54,859	37,984
Other Income (Expense), net	(320)	698	294	666
Income Before Income Taxes and Non-controlling Interests	20,805	14,635	55,153	38,650
Income Tax Provision	(1,843)	(2,751)	(5,377)	(2,029)
Net Income	18,962	11,884	49,776	36,621
Net Income Attributable to Non-controlling Interests	(1,791)	(2,052)	(4,395)	(4,136)
Net Income Attributable to Altisource	\$ 17,171	\$ 9,832	\$ 45,381	\$ 32,485
Earnings Per Share:				
Basic	\$ 0.71	\$ 0.39	\$ 1.84	\$ 1.30
Diluted	\$ 0.67	\$ 0.37	\$ 1.76	\$ 1.24
Weighted Average Shares Outstanding:				
Basic	24,341	25,318	24,602	25,080
Diluted	25,489	26,544	25,720	26,168
Transactions with Related Parties:				
Revenue	\$ 63,827	\$ 39,459	\$ 166,311	\$ 104,494
Selling, General and Administrative Expenses	\$ 506	\$ 223	\$ 1,352	\$ 811

## Revenue

The following table presents Total Revenue by segment:

<i>(in thousands)</i>	Three Months Ended September 30,		Nine Months Ended September 30,	
	2011	2010	2011	2010
<b>Mortgage Services:</b>				
Service Revenue	\$ 58,915	\$ 34,909	\$ 147,768	\$ 89,623
Reimbursable Expenses	21,464	12,562	55,221	30,811
Cooperative Non-controlling Interest	1,791	2,052	4,395	4,136
<b>Mortgage Services — Total Revenue</b>	<b>82,170</b>	<b>49,523</b>	<b>207,384</b>	<b>124,570</b>
<b>Financial Services:</b>				
Service Revenue	16,934	18,132	53,067	56,646
Reimbursable Expenses	369	807	1,712	2,229
<b>Financial Services — Total Revenue</b>	<b>17,303</b>	<b>18,939</b>	<b>54,779</b>	<b>58,875</b>
Technology Services	14,827	12,963	41,115	37,422
<b>Eliminations</b>	<b>(4,507)</b>	<b>(3,845)</b>	<b>(11,547)</b>	<b>(10,966)</b>
<b>Total Revenue</b>	<b>\$ 109,793</b>	<b>\$ 77,580</b>	<b>\$ 291,731</b>	<b>\$ 209,901</b>

## Income Before Income Tax and Pretax Income

The following table presents income attributable to Altisource before income tax (Pretax Income) including amounts by segment:

<i>(in thousands)</i>	Three Months Ended September 30,		Nine Months Ended September 30,	
	2011	2010	2011	2010
<b>Mortgage Services:</b>				
Income Before Income Taxes	\$ 22,554	\$ 14,928	\$ 60,391	\$ 35,805
Non-controlling Interests	(1,791)	(2,052)	(4,395)	(4,136)
Pretax Income	\$ 20,763	\$ 12,876	\$ 55,996	\$ 31,669
As Percent of Service Revenue	35%	37%	38%	35%
<b>Financial Services:</b>				
Income Before Income Taxes	\$ 350	\$ 368	\$ 2,784	\$ 3,411
As Percent of Service Revenue	2%	2%	5%	6%
<b>Technology Services:</b>				
Income Before Income Taxes	\$ 4,359	\$ 4,090	\$ 11,108	\$ 12,782
As Percent of Revenue	29%	32%	27%	34%
<b>Corporate:</b>				
Loss Before Income Taxes	\$ (6,458)	\$ (4,751)	\$ (19,130)	\$ (13,348)
<b>Consolidated:</b>				
Income Before Income Taxes	\$ 20,805	\$ 14,635	\$ 55,153	\$ 38,650
Non-controlling Interests	(1,791)	(2,052)	(4,395)	(4,136)
Pretax Income	\$ 19,014	\$ 12,583	\$ 50,758	\$ 34,514
As Percent of Service Revenue	22%	20%	22%	20%

### ***Stock Repurchase Update***

For the nine months ended September 30, 2011 the Company repurchased 1.0 million shares (0.6 million shares during the third quarter) of common stock on the open market at an average price of \$33.53. Since inception of the stock repurchase program, 1.7 million shares of common stock have been repurchased on the open market at an average price of \$31.02.

### ***Forward-Looking Statements***

This press release contains forward-looking statements that involve a number of risks and uncertainties. Those forward-looking statements include all statements that are not historical fact, including statements about our management's beliefs and expectations. Forward-looking statements are based on management's beliefs as well as assumptions made by and information currently available to management. Because such statements are based on expectations as to future economic performance and are not statements of historical fact, actual results may differ materially from those projected. The Company undertakes no obligation to update any forward-looking statements whether as a result of new information, future events or otherwise. The risks and uncertainties to which forward-looking statements are subject include, but are not limited to: Altisource's ability to retain existing customers and attract new customers; general economic and market conditions; governmental regulations, taxes and policies; availability of adequate and timely sources of liquidity and other risks and uncertainties detailed in the "Statement Regarding Forward-Looking Information," "Risk Factors" and other sections of the Company's Form 10-K and other filings with the Securities and Exchange Commission.

### ***Webcast***

Altisource will host a webcast at 11:00 a.m. Eastern today to discuss third quarter results. A link to the live audio web cast as well as an accompanying slide deck will be available on our website through the Investor Relations home page. Those who want to listen to the call should go to the website fifteen minutes prior to the call to register, download and install any necessary audio software. A replay of the conference call will be available via our website approximately two hours after the conclusion of the call.

### ***About Altisource***

Altisource Portfolio Solutions S.A. (NASDAQ: ASPS) is a provider of services focused on high-value, technology-enabled knowledge-based solutions principally related to real estate and mortgage portfolio management, asset recovery and customer relationship management. Additional information is available at [www.altisource.com](http://www.altisource.com).

**ALTISOURCE PORTFOLIO SOLUTIONS S.A.**  
**CONDENSED CONSOLIDATED BALANCE SHEETS**  
*(Unaudited, Dollars in thousands, Except Per Share Data)*

	<u>September 30,</u> 2011	<u>December 31,</u> 2010
<b>ASSETS</b>		
Current Assets:		
Cash and Cash Equivalents	\$ 21,250	\$ 22,134
Accounts Receivable, net	50,239	53,495
Prepaid Expenses and Other Current Assets	6,793	13,076
Deferred Tax Asset, net	<u>2,328</u>	<u>551</u>
<b>Total Current Assets</b>	<b>80,610</b>	<b>89,256</b>
Restricted Cash	1,222	1,045
Premises and Equipment, net	22,626	17,493
Deferred Tax Asset, net	—	1,206
Intangible Assets, net	67,066	72,428
Goodwill	14,915	11,836
Investment in Equity Affiliate	14,645	—
Other Non-current Assets	<u>8,645</u>	<u>4,536</u>
<b>Total Assets</b>	<b><u>\$ 209,729</u></b>	<b><u>\$ 197,800</u></b>
<b>LIABILITIES AND EQUITY</b>		
Current Liabilities:		
Accounts Payable and Accrued Expenses	\$ 33,697	\$ 35,384
Capital Lease Obligations — Current	643	680
Other Current Liabilities	<u>8,151</u>	<u>5,616</u>
<b>Total Current Liabilities</b>	<b>42,491</b>	<b>41,680</b>
Capital Lease Obligations — Non-current	345	852
Deferred Tax Liability, net	539	—
Other Non-current Liabilities	2,679	3,370
Commitment and Contingencies		
Equity:		
Common Stock (\$1.00 par value; 100,000 shares authorized; 25,413 shares issued and 23,979 outstanding in 2011; 25,413 shares issued and 24,881 outstanding in 2010)	25,413	25,413
Retained Earnings	100,984	58,546
Additional Paid-in-Capital	81,406	79,297
Treasury Stock, at cost (\$1.00 par value; 1,434 and 532 shares in 2011 2010, respectively)	<u>(46,171)</u>	<u>(14,418)</u>
<b>Altisource Equity</b>	<b>161,632</b>	<b>148,838</b>
Non-controlling Interests	<u>2,043</u>	<u>3,060</u>
<b>Total Equity</b>	<b><u>163,675</u></b>	<b><u>151,898</u></b>
<b>Total Liabilities and Equity</b>	<b><u>\$ 209,729</u></b>	<b><u>\$ 197,800</u></b>