



DQ ENTERTAINMENT (INTERNATIONAL) LIMITED

644, Aurora colony, Road No.3, Banjara Hills, Hyderabad - 500 034. INDIA
Tel: +91-40-23553726 & 27 Fax:+91-40-23552594
CIN: L92113TG2007PLC053585

February 12, 2016

The Manager (Listing) Department of Corporate Services Bombay Stock Exchange Limited P J Towers, Dalal Street, Mumbai — 400 001. Company Code: 533176 (BSE)	The Manager (Listing), National Stock Exchange of India Limited, “Exchange Plaza” Bandra - Kurla Complex Mumbai- 400 051. Company Code: DQE (NSE)
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Dear Sir/Madam,

Sub: - Outcome of the Board Meeting held on February 12, 2016

Kindly note that the Board of Directors of the Company at their meeting held on February 12, 2016 have *interalia*, approved the un-audited financial results for the quarter and nine months ended December 31, 2015.

Kindly find attached herewith the above mentioned financials in the format prescribed under the listing agreement. Also attached is a copy of the limited review report issued by M/s MZSK & Associates, Chartered Accountants - Statutory Auditors of the Company.

Kindly take the same on record and upload on the stock exchanges website.

Thanking you
Yours truly,

For DQ Entertainment (International) Limited

Sindhu M.S.
Company Secretary

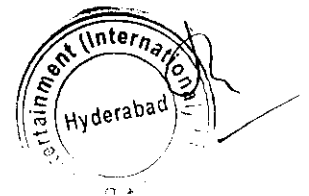


Encl. as above



DQ ENTERTAINMENT (INTERNATIONAL) LIMITED
644, Aurora Colony, Road No. 3, Banjara Hills, Hyderabad - 500034
Statement of Standalone Un-Audited Results for the Quarter and Nine Months Ended 31/12/2015

<i>(Rs in million)</i>							
Sl. No	Particulars	3 months ended 31/12/2015 (Un-audited)	Preceeding 3 months ended 30/09/2015 (Un-audited)	Corresponding 3 months ended 31/12/2014 (Un-audited)	Year to date figures for the current period ended 31/12/2015 (Un-Audited)	Year to date figures for the previous period ended 31/12/2014 (Un-Audited)	Previous year ended 31/03/2015 (Audited)
1	Net Income from Operations	493.89	402.04	414.27	1,187.75	1,084.06	1,815.65
2	Expenditure						
a	Production Expenses	18.69	32.02	8.49	68.66	24.47	116.84
b	Employee Expenses	138.75	142.07	180.51	412.97	498.64	633.71
c	Other Expenses	71.02	48.50	37.15	183.88	101.25	140.71
d	Depreciation, Amortisation and Impairment	60.02	64.23	57.12	180.35	188.28	366.63
e	Expenses transferred to Capital Account	-	-	-	-	-	-
	Total Expenses [2a to 2e]	288.48	286.82	283.27	845.86	812.64	1,257.89
3	Profit / (Loss) from Operations before Other Income, Interest and Finance expense and Exceptional Items [1 - 2]	205.41	115.22	131.00	341.89	271.42	557.76
4	Other Income	8.83	5.56	6.83	21.33	23.39	29.61
5	Profit / (Loss) before Interest and Finance expense and Exceptional Items [3+ 4]	214.24	120.78	137.83	363.22	294.81	587.37
6	Interest and Finance Expenses	38.51	38.40	46.91	112.02	157.77	207.34
7	Profit/(Loss) after Interest and Finance expense but before Exceptional Items [5 - 6]	175.73	82.38	90.92	251.20	137.04	380.03
8	Exceptional items*	(18.80)	121.18	91.06	161.87	108.34	(23.99)
9	Profit / (Loss) from Ordinary Activities before tax [7 - 8]	156.93	203.56	181.98	413.07	245.38	356.04
10	Less: Tax expense	38.24	44.53	59.20	98.55	20.96	66.05
11	Profit / (Loss) from Ordinary Activities after tax [9 - 10]	118.69	159.03	122.78	314.52	224.42	289.99
12	Extraordinary Item	-	-	-	-	-	-
13	Profit / (Loss) for the period [11-12]	118.69	159.03	122.78	314.52	224.42	289.99
14	Share of profit/(loss) of associates						
15	Minority interest						
16	Net profit/(loss) after taxes, minority interest and share of profit/(loss) of associates	118.69	159.03	122.78	314.52	224.42	289.99
17	Paid-up equity share capital [Face value Rs.10 per share]	792.83	792.83	792.83	792.83	792.83	792.83
18	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	3,689.60
19(i)	Earnings Per Share (before extraordinary items) [Face value Rs.10 per share] (not annualised)						
	a) Basic	1.50	2.01	1.55	3.97	2.83	3.66
	b) Diluted	1.50	2.01	1.55	3.97	2.83	3.66
19(ii)	Earnings Per Share (after extraordinary items) [Face value Rs.10 per share] (not annualised)						
	a) Basic	1.50	2.01	1.55	3.97	2.83	3.66
	b) Diluted	1.50	2.01	1.55	3.97	2.83	3.66

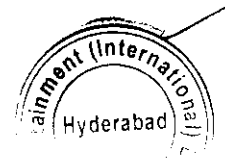




DQ ENTERTAINMENT (INTERNATIONAL) LIMITED
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Standalone Segment Revenue and Results

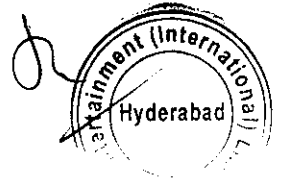
<i>(Rs in million)</i>						
Particulars	3 months ended 31/12/2015 (Un-Audited)	Preceding 3 months ended 30/09/2015 (Un-audited)	Corresponding 3 months ended 31/12/2014 (Un-audited)	Year to date figures for the current period ended 31/12/2015 (Un-Audited)	Year to date figures for the previous period ended 31/12/2014 (Un-Audited)	Previous year ended 31/03/2015 (Audited)
Segment Revenue						
Animation	468.29	389.98	398.20	1,137.97	1,011.75	1,725.84
Distribution	25.60	12.06	16.07	49.78	72.31	89.81
Total	493.89	402.04	414.27	1,187.75	1,084.06	1,815.65
Less: Inter Segment Revenue	-					
Net Income from Operations	493.89	402.04	414.27	1,187.75	1,084.06	1,815.65
Segment Results -Profit/(loss)						
Animation	258.53	187.20	236.54	526.46	539.41	1,104.58
Distribution	(22.66)	(40.34)	(42.72)	(99.30)	(87.50)	(232.47)
Unallocated	(40.43)	95.10	35.07	97.93	(48.76)	(308.73)
Segment Results before Interest and Finance Expense and Tax Expenses	195.44	241.96	228.89	525.09	403.15	563.38
Interest and Finance Expense	(38.51)	(38.40)	(46.91)	(112.02)	(157.77)	(207.34)
Profit / (Loss) before tax	156.93	203.56	181.98	413.07	245.38	356.04
Capital Employed						
Animation	3,363.77	3,220.11	2,830.40	3,363.77	2,830.40	3,385.58
Distribution	1,072.70	1,125.72	1,745.42	1,072.70	1,745.42	898.29
Unallocated	360.47	332.45	(158.94)	360.47	(158.94)	198.56
Total	4,796.94	4,678.28	4,416.88	4,796.94	4,416.88	4,482.43



DQ ENTERTAINMENT (INTERNATIONAL) LIMITED
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- 1) The un-audited standalone financial results for the quarter and nine months ended December 31, 2015 have been taken on record by the Board of Directors at its meeting held on 12 February 2016. The "Un-audited Standalone Financial Results" have been subjected to the limited review by statutory auditors of the company.
- 2) Investor can also view the financial results (standalone and consolidated) on the company's website "www.dqentertainment.com" as well as the website of BSE (www.bseindia.com) and NSE (www.nseindia.com)
- 3) *Exceptional items are notional foreign exchange gain / (loss) arisen on foreign exchange fluctuation calculated on translation of monetary items as per Accounting Standard -11
- 4) Receivables include amounts which are due for more than a year of Rs. 2,212 Mn. The company is following up with the customers to make early collection. There are no disputes with the customers and the balances have been confirmed by them. The customers have also expressed their willingness to settle the balances. The payments are delayed in view of the prevailing market & industry conditions in Europe and other places where the customers are located. In the opinion of the management these balances are good and are fully recoverable.
- 5) Corresponding quarter and nine months figures have been regrouped / reclassified wherever necessary.



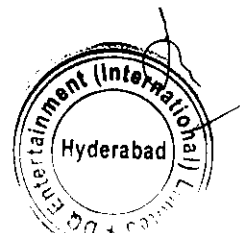


DQ ENTERTAINMENT (INTERNATIONAL) LIMITED

644, Aurora Colony, Road No. 3, Banjara Hills, Hyderabad - 500034

Statement of Consolidated Un-Audited Results for the Quarter and Nine Months Ended 31/12/2015

							(Rs in million)
Sl. No	Particulars	3 months ended 31/12/2015 (Un-Audited)	Preceeding 3 months ended 30/09/2015 (Un-Audited)	Corresponding 3 months ended 31/12/2014 (Un-audited)	Year to date figures for the current period ended 31/12/2015 (Un-Audited)	Year to date figures for the previous period ended 31/12/2014 (Un-Audited)	Previous year ended 31/03/2015 (Audited)
1	Net Income from Operations	606.02	478.53	457.10	1,341.88	1,189.88	1,947.98
2	Expenditure						
a	Production Expenses	43.36	16.68	9.51	97.56	48.78	216.29
b	Employee Expenses	139.65	142.98	181.47	415.66	501.26	637.11
c	Other Expenses	89.30	72.56	59.26	243.89	165.62	223.22
d	Depreciation, Amortisation and Impairment	82.46	86.59	75.63	241.25	231.65	432.24
e	Expenses transferred to Capital Account	(30.95)	(33.79)	(40.03)	(93.36)	(135.83)	(195.79)
	Total Expenses [2a to 2e)]	323.82	285.02	285.84	905.00	811.48	1,313.07
3	Profit/(Loss) from Operations before Other Income, Interest and Finance expense and Exceptional Items [1 -2]	282.20	193.51	171.26	436.88	378.40	634.91
4	Other Income	7.18	4.45	1.68	17.31	7.61	12.69
5	Profit/(Loss) before Interest and Finance expense and Exceptional Items [3+ 4]	289.38	197.96	172.94	454.19	386.01	647.60
6	Interest and Finance Expenses**	152.12	148.62	108.98	446.37	259.45	427.26
7	Profit/(Loss) after Interest and Finance expense but before Exceptional Items [5 - 6]	137.26	49.34	63.96	7.82	126.56	220.34
8	Exceptional items *	(143.53)	205.35	37.61	129.84	(39.48)	(351.42)
9	(Loss) / Profit from Ordinary Activities before tax [7 - 8]	(6.27)	254.69	101.57	137.66	87.08	(131.08)
10	Less: Tax expense	38.24	44.53	59.20	98.55	20.96	66.05
11	(Loss) / Profit from Ordinary Activities after tax [9 - 10]	(44.51)	210.16	42.37	39.11	66.12	(197.13)
12	Extraordinary Item	-	-	-	-	-	-
13	(Loss) / Profit for the period [11-12]	(44.51)	210.16	42.37	39.11	66.12	(197.13)
14	Share of profit/(loss) of associates						
15	Minority interest						
16	Net (loss)/profit after taxes, minority interest and share of profit/(loss) of associates	(44.51)	210.16	42.37	39.11	66.12	(197.13)
17	Paid-up equity share capital [Face value Rs.10 per share]	792.83	792.83	792.83	792.83	792.83	792.83
18	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	3,680.82
19(i)	Earnings Per Share (before extraordinary items) [Face value Rs.10 per share] (not annualised)						
	a) Basic	(0.56)	2.65	0.53	0.49	0.83	(2.49)
	b) Diluted	(0.56)	2.65	0.53	0.49	0.83	(2.49)
19(ii)	Earnings Per Share (after extraordinary items) [Face value Rs.10 per share] (not annualised)						
	a) Basic	(0.56)	2.65	0.53	0.49	0.83	(2.49)
	b) Diluted	(0.56)	2.65	0.53	0.49	0.83	(2.49)

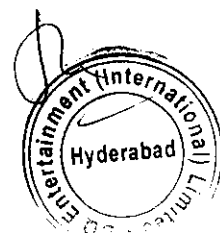




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Consolidated Segment Revenue and Results

<i>(Rs in million)</i>						
Particulars	3 months ended 31/12/2015 (Un-Audited)	Preceding 3 months ended 30/09/2015 (Un-Audited)	Corresponding 3 months ended 31/12/2014 (Un-audited)	Year to date figures for the current period ended 31/12/2015 (Un-Audited)	Year to date figures for the previous period ended 31/12/2014 (Un-Audited)	Previous year ended 31/03/2015 (Audited)
Segment Revenue						
Animation	495.12	394.05	226.10	1,128.49	724.74	1,423.41
Distribution	110.90	84.48	231.00	213.39	465.14	524.57
Total	606.02	478.53	457.10	1,341.88	1,189.88	1,947.98
Less: Inter Segment Revenue						
Net Income from Operations	606.02	478.53	457.10	1,341.88	1,189.88	1,947.98
Segment Results -Profit/(loss)						
Animation	260.69	206.59	199.26	488.09	363.93	702.70
Distribution	21.06	(15.27)	153.70	(59.29)	261.96	136.69
Unallocated	(135.90)	211.99	(142.41)	155.23	(279.36)	(543.21)
Segment Results before Interest and Finance Expense and Tax Expenses	145.85	403.31	210.55	584.03	346.53	296.18
Interest and Finance Expense	(152.12)	(148.62)	(108.98)	(446.37)	(259.45)	(427.26)
(Loss)/Profit before tax	(6.27)	254.69	101.57	137.66	87.08	(131.08)
Capital Employed						
Animation	(1,271.07)	(1,091.27)	(832.60)	(1,271.07)	(832.60)	(1,213.01)
Distribution	6,863.10	6,890.23	6,319.40	6,863.10	6,319.40	5,167.58
Unallocated	(821.34)	(936.40)	(541.59)	(821.34)	(541.59)	519.08
Total	4,770.69	4,862.56	4,945.21	4,770.69	4,945.21	4,473.65





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1) The un-audited consolidated financial results for the quarter and nine months ended December 31, 2015 have been taken on record by the Board of Directors at its meeting held on 12 February 2016. The "Un-audited Consolidated Financial Results" have been subjected to the limited review by statutory auditors of the company.

2) The financial results are prepared in accordance with the principles and procedures for the preparation and presentation of consolidated financial statements as set out in the Accounting Standard on "Consolidated Financial Statements" mandated by Section 133 of the Act Read with Rule 7 of the Companies (Accounting Standards) Rules, 2006, the provisions of the Companies Act, 2013 and guidelines issued by the Securities and Exchange Board of India.

3) Investor can also view the financial results (standalone and consolidated) on the company's website "www.dqentertainment.com" as well as the website of BSE (www.bseindia.com) and NSE (www.nseindia.com)

4) Certain Standalone Information of the Company.

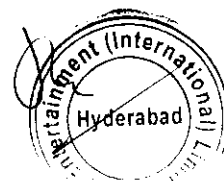
Particulars	3 months ended 31/12/2015	Preceeding 3 months ended 30/09/2015	Corresponding 3 months ended 31/12/2014	Year to date figures for the current period ended 31/12/2015	Year to date figures for the previous period ended 31/12/2014	Previous year ended 31/03/2015
	(Un-Audited)	(Un-Audited)	(Un-audited)	(Un-Audited)	(Un-Audited)	(Audited)
Net Income from Operations	493.89	402.04	414.27	1187.75	1084.06	1,815.65
Profit / (Loss) before tax	156.93	203.56	181.98	413.07	245.38	356.04
Profit / (Loss) after tax	118.68	159.03	122.78	314.51	224.42	289.99

5) *Exceptional items are notional foreign exchange gain / (loss) arisen on foreign exchange fluctuation calculated on translation of monetary items as per Accounting Standard -11

6) **Total interest and finance expense includes of Rs.263.45 Mn on account of debt bond issued at DQ Entertainment (Ireland) Limited.

7) Receivables include amounts which are due for more than a year of Rs. 2,347 Mn. The company is following up with the customers to make early collection. There are no disputes with the customers and the balances have been confirmed by them. The customers have also expressed their willingness to settle the balances. The payments are delayed in view of the prevailing market & industry conditions in Europe and other places where the customers are located. In the opinion of the management these balances are good and are fully recoverable.

8) Corresponding quarter and nine months figures have been regrouped / reclassified wherever necessary.



Limited Review Report

Review Report to
The Board of Directors
DQ Entertainment (International) Limited

1. We have reviewed the accompanying statement of unaudited financial results of DQ Entertainment (International) Limited ('the Company') for the period ended 31st December, 2015 (the "Statement"), being submitted by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Agreement). This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting, specified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.



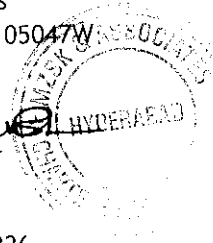
4. We draw attention to Note 4 to the unaudited financial results with regard to receivables which are due for more than 1 year. Most of the balances have been confirmed by the parties and collections have also been made in many accounts. There is significant uncertainty and judgment involved in establishing both the timing and level of the future payment patterns of these trade receivables. In view of the significance of this uncertainty we consider that it should be drawn to your attention.

Our report is not qualified/ modified in respect of this matter.

For MZSK & Associates
Chartered Accountants
Firm Registration No. 105047W



Ananthakrishnan. G
Partner
Membership No.: 205226



Place: Hyderabad

Date: 12.02.2016

DQ Entertainment (International) Limited

Earnings Release – December 2015

DQ Entertainment (DQE), a leading animation, gaming, live action entertainment production and Distribution Company, today announces its financial results for the period ended December 31, 2015.

Financial highlights for DQE India for the period ended 31 December 2015:

- Income from operations: INR 1187.75mn (2014: INR 1084.06 mn)
- EBITDA: INR 543.57 mn (2014: INR 483.09 mn)
- Profit (Loss) before tax*: INR 413.07 mn (2014: INR 245.38 mn)
- Profit (Loss) after tax*: INR 314.52 mn (2014: INR 224.42 mn)

* Profit before tax and Profit after tax includes the exceptional item by way of notional foreign exchange gain of approximately INR 161.87 mn for the period ended 31 December 2015 (2014: INR 108.34 mn)

The Company's operations have shown positive results, due to improvements in delivery of project as well as the commencement of the production of several new projects. During the nine month period the Company generated total revenue of INR 1187.75 mn, which is in line with management's expectations.

In the current quarter, our focus will be on further improving operational efficiencies and expanding human resources to meet the demand of production in the coming months.

The Company has continued its efforts in respect of the collection of receivables from customers, which the Directors believe are bringing in positive results, with remittances having been received from almost all relevant parties. We are confident that these actions will enable us to report an improved debtor's status by the end of the financial year.

Industry Trends

Animation is no longer only about TV series or theatricals. It isn't only about big budget Hollywood movies or network dependent expensive TV productions. The demand for animated content is growing across a range of media channels, from apps to advertising, websites to music videos and beyond.

The distinction between live action and animation is also narrowing all the time, as shown in most of the biggest hits such as The Revenant, Star Wars: The Force Awakens or Jurassic World, which contained a significant amount of animated/motion captured characters.

Whether for our proprietary productions or co-productions with other global producers, we are guided by these industry trends in our choice of properties and strategies surrounding them. We are focussing our efforts on cross platform monetisation of our properties while also using unique production technologies that integrate live action footage with animation.

Business Update

Our proprietary production 'The New Adventures of Peter Pan' season II is nearing completion and final episodes are in post-production. The series will be aired on several broadcast networks and has been acquired by ZDF Germany, De Agostini Italy, Al Jazeera Middle East, ATV Turkey, Telequebec Canada, Media Corp Singapore and SKY Italia amongst others. Apart from traditional linear broadcast channels, discussions are taking place with several non-linear SVOD platforms and channels.

DQE's iconic brand, The Jungle Book spin off, which combines documentary live action footage with story telling and voice over by animated characters, has been well received by several broadcast networks. In its unique format, it lends itself in the 'edutainment' category which sets it apart from routine kids content. This unique series will soon air on a leading global SVOD platform.

Another notable spin off 'The Jungle Book the Christmas movie' is also complete. The length of the movie is suitable for TV features, DVD release and online SVOD. It has already been picked up by some of the biggest public broadcasters such as Discovery Latin America and TF1 France. Due to the perennial nature of the Christmas theme, this property is expected to see renewed interest on a season by season basis.

Other productions such as The Hive - Season 2 from Lupus Films, Popples from Saban Brands USA, Sheriff Callie's Wild West from Wild Canary for Disney Junior, USA and Seven and Me, a hybrid show combining high quality CGI with live action footage are nearing completion. DQE's intellectual property '5& IT' is being produced in a 52x11 minute format and is being extremely well received globally, with Disney Germany being the lead broadcaster and co-producer.

Our flagship property, The Jungle Book, is in its third season with co-production and creative partners ZDF Germany and Canal+ France, as well as Ellipsanime France, who will undertake the pre- and post-production on the series.

DQE's VFX division was involved in elements of this year's highly acclaimed films, SS Rajamouli's 'Bahubali' and Gunasekhar's 'Rudrama Devi'. DQE also produced high end visual effects sequences for Akkineni Akhil's debut film directed by V.V.Vinayak. The division is currently engaged on certain high-end visual effects assignments for big banner

feature films directed by leading directors from the Indian Tollywood industry, while several other discussions are underway for VFX work in domestic and regional feature films.

The Company's digital platforms continue to perform satisfactorily and will soon see third party properties being hosted on 'Power Kids' and 'Tiny Toonz' channels.

Our focus on improving operational efficiencies and the consolidation of artistic and technical skill sets continues, with productivity improvements being recognized across all processes of production.

"The Jungle Book - Mowgli's Adventure" - 3D Feature Film

The Company has entered into an executive producer agreement with Amasia Entertainment LLC, USA. Amasia is an independent motion picture entertainment company of reputable track record and is represented by industry veterans Michael Helfant and Bradley Gallo. They will assist the Company with seeking to secure a prints and advertising credit facility, a distribution deal with a US Distributor, international distribution deals and arrange for the financing, as well as select and negotiate celebrity casts of the main characters of the feature. Amasia will also advise on marketing and promotion and support strategic production relationships of the film. Pre-sales discussions are on in various international territories which will contribute to the closure of the production budget.

A prints and advertising credit facility term sheet has been signed with Panda Media Fund and a domestic US distribution deal is close to being finalised with a leading US distributor. Release of the film is expected in late 2017/first quarter of 2018. International distribution is being discussed with EOne, Rai cinema and others who have indicated an interest in the distribution.

Tapaas Chakravarti
CMD & CEO