



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 9, 2017

The Manager (Listing) Department of Corporate Services BSE 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 9, 2017

Kindly note that the Board of Directors of the Company at their meeting held on February 9, 2017 have, *interalia*, approved the Un-audited financial results (Standalone & consolidated) for the quarter and nine-months ended December 31, 2016.

Kindly find attached herewith the above mentioned financials in the format prescribed under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Also attached is a copy of the Limited Review report issued by M/s MZSK & Associates, Chartered Accountants - Statutory Auditors of the Company.

The meeting commenced at 5.30 p.m. and concluded at 6.35 p.m.

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

Thanking you

Yours truly

For DQ Entertainment (International) Limited


Authorised Signatory

Encl. as above



DQ ENTERTAINMENT (INTERNATIONAL) LIMITED

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

Statement of Consolidated Un-Audited Results for the Quarter and Period Ended 31/12/2016

(Rs in million)							
Sl. No	Particulars	3 months ended 31/12/2016 (Un-audited)	Preceeding 3 months ended 30/09/2016 (Un-audited)	Corresponding 3 months ended 31/12/2015 (Un-audited)	9 months ended 31/12/2016 (Un-audited)	Corresponding 9 months ended 31/12/2015 (Un-Audited)	Previous year ended 31/03/2016 (Audited)
1	Net Income from Operations	203.95	206.79	606.02	954.78	1,341.88	2,103.99
2	Expenditure						
a	Production Expenses	11.90	5.17	43.36	52.37	97.56	110.55
b	Employee Expenses	118.87	101.90	139.65	348.72	415.66	541.32
c	Other Expenses	80.44	95.43	89.30	259.17	243.89	707.75
d	Depreciation, Amortisation and Impairment	82.82	87.21	82.46	261.19	241.25	452.34
e	Expenses transferred to Capital Account	(16.44)	(4.92)	(30.95)	(33.26)	(93.36)	(146.98)
	Total Expenses [2a to 2e]	277.59	284.79	323.82	888.19	905.00	1,664.98
3	(Loss) / Profit from Operations before Other Income, Interest and Finance expense and Exceptional Items [1 - 2]	(73.64)	(78.00)	282.20	66.59	436.88	439.01
4	Other Income	1.19	2.33	7.18	7.01	17.31	221.51
5	(Loss)/Profit before Interest and Finance expense and Exceptional Items [3+ 4]	(72.45)	(75.67)	289.38	73.60	454.19	660.52
6	Interest and Finance Expenses**	157.20	149.79	152.12	450.77	446.37	590.89
7	(Loss)/Profit after Interest and Finance expense but before Exceptional Items [5 - 6]	(229.65)	(225.46)	137.26	(377.17)	7.82	69.63
8	Exceptional items *	(271.12)	(2.99)	(143.53)	(308.33)	129.84	311.78
9	(Loss)/Profit/ from Ordinary Activities before tax [7 - 8]	(500.77)	(228.45)	(6.27)	(685.50)	137.66	381.41
10	Less: Tax expense	-	(1.39)	38.24	(17.70)	98.55	82.04
11	(Loss)/Profit from Ordinary Activities after tax [9 - 10]	(500.77)	(227.06)	(44.51)	(667.80)	39.11	299.37
12	Extraordinary Item					-	-
13	(Loss)/Profit for the period [11-12]	(500.77)	(227.06)	(44.51)	(667.80)	39.11	299.37
14	Share of profit/(loss) of associates						
15	Minority interest						
16	(Net loss)/Net profit after taxes, minority interest and share of profit/(loss) of associates	(500.77)	(227.06)	(44.51)	(667.80)	39.11	299.37
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	-	-	-	-	-	4,302.29
19(i)	Earnings Per Share (before extraordinary items) [Face value Rs.10 per share] (not annualised)						
	a) Basic	(6.32)	(2.86)	(0.56)	(8.42)	0.49	3.78
	b) Diluted	(6.32)	(2.86)	(0.56)	(8.42)	0.49	3.78
19(ii)	Earnings Per Share (after extraordinary items) [Face value Rs.10 per share] (not annualised)						
	a) Basic	(6.32)	(2.86)	(0.56)	(8.42)	0.49	3.78
	b) Diluted	(6.32)	(2.86)	(0.56)	(8.42)	0.49	3.78





DQ ENTERTAINMENT (INTERNATIONAL) LIMITED
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Consolidated Segment Revenue and Results

(Rs in million)						
Particulars	3 months ended 31/12/2016 (Un-audited)	Preceeding 3 months ended 30/09/2016 (Un-audited)	Corresponding 3 months ended 31/12/2015 (Un-audited)	9 months ended 31/12/2016 (Un-audited)	Correspondin g 9 months ended 31/12/2015 (Un-Audited)	Previous year ended 31/03/2016 (Audited)
Segment Revenue						
Animation	178.00	146.38	495.12	542.37	1,128.49	1,642.85
Distribution	25.95	60.41	110.90	412.41	213.39	461.14
Total	203.95	206.79	606.02	954.78	1,341.88	2,103.99
Less: Inter Segment Revenue						
Net Income from Operations	203.95	206.79	606.02	954.78	1,341.88	2,103.99
Segment Results -Profit/(loss)						
Animation	(0.64)	(15.76)	260.69	(14.28)	488.09	729.38
Distribution	(352.89)	(4.85)	21.06	(226.39)	(59.29)	(135.71)
Unallocated	9.96	(58.05)	(135.90)	5.94	155.23	378.63
Segment Results before Interest and Finance Expense and Tax Expenses	(343.57)	(78.66)	145.85	(234.73)	584.03	972.30
Interest and Finance Expense	(157.20)	(149.79)	(152.12)	(450.77)	(446.37)	(590.89)
(Loss)/Profit before tax	(500.77)	(228.45)	(6.27)	(685.50)	137.66	381.41
Segment Assets						
Animation	3,102.18	3,108.81	2,941.13	3,102.18	2,941.13	3,208.23
Distribution	7,837.83	7,989.51	7,627.59	7,837.83	7,627.59	7,823.48
Unallocated	152.22	145.01	267.34	152.22	267.34	320.31
Total	11,092.23	11,243.33	10,836.06	11,092.23	10,836.06	11,352.02
Segment Liabilities						
Animation	5,739.97	5,467.80	4,212.20	5,739.97	4,212.20	4,925.66
Distribution	186.19	186.97	764.49	186.19	764.49	610.32
Unallocated	727.16	669.20	1,088.68	727.16	1,088.68	720.92
Total	6,653.32	6,323.97	6,065.37	6,653.32	6,065.37	6,256.90





DQ ENTERTAINMENT (INTERNATIONAL) LIMITED
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1) The un-audited consolidated financial results for the quarter and period ended December 31, 2016 have been taken on record by the Board of Directors at its meeting held on 9 February 2017. 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 31/12/2016	Preceding 3 months ended 30/09/2016	Corresponding 3 months ended 31/12/2015	9 months ended 31/12/2016	Corresponding 9 months ended 31/12/2015	Previous year ended 31/03/2016
	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Un-Audited)	(Audited)
Net Income from Operations	196.50	136.10	493.89	612.17	1,187.75	1,710.44
Profit / (Loss) before tax	(67.90)	(190.05)	156.93	(211.22)	413.07	323.43
Profit / (Loss) after tax	(67.90)	(188.66)	118.69	(193.52)	314.52	241.39

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.286 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. 2,819 Mn. (net off for provisions for doubtful debts). The company is following up with the customers to make early collection. 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 year ending figures have been regrouped / reclassified wherever necessary.



Consolidated 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, its subsidiaries, jointly controlled entities and associates (together the "Group") for the period ended 31st December, 2016 (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 results 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. In respect of unaudited quarterly consolidated financial results, we did not review the statement of unaudited financial results of an operating subsidiary, whose unaudited quarterly financial results reflect total revenue of Rs 492.92 million for the period ended 31st December 2016 and total assets of Rs 4,303.64 million as at 31st December 2016. The financial information for these subsidiaries have been reviewed by the other auditors whose reports have been furnished to us, and our opinion on the quarterly consolidated financial results is based solely on the reports of the other auditors. The consolidation also includes 1 inoperative subsidiary which does not have any revenues for the period.
4. Based on our review conducted as above and on consideration of reports of other auditors on the unaudited separate quarterly financial results and on the other financial information of the components, 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.

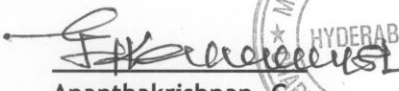
5. We draw attention to Note 7 to the unaudited financial results with regard to receivables which are due for more than 1 year. There is significant uncertainty and judgment involved in establishing both the timing and level of the future payment patterns of these trade receivables. In view of the significance 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

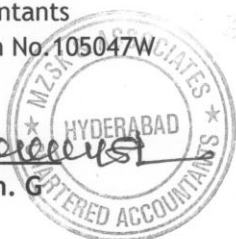
Chartered Accountants

Firm Registration No. 105047W


Ananthakrishnan. G.

Partner

Membership No.: 205226



Place: Hyderabad

Date: 09th February, 2017



DQ ENTERTAINMENT (INTERNATIONAL) LIMITED

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

Statement of Standalone Un-Audited Results for the Quarter and Period Ended 31/12/2016

(Rs in million)							
Sl. No	Particulars	3 months ended 31/12/2016 (Un-audited)	Preceding 3 months ended 30/09/2016 (Un-audited)	Corresponding 3 months ended 31/12/2015 (Un-audited)	9 months ended 31/12/2016 (Un-audited)	Corresponding 9 months ended 31/12/2015 (Un-audited)	Previous year ended 31/03/2016 (Audited)
1	Net Income from Operations	196.50	136.10	493.89	612.17	1,187.75	1,710.44
2	Expenditure						
a	Production Expenses	10.71	10.55	18.69	37.56	68.66	90.67
b	Employee Expenses	117.87	100.96	138.75	345.83	412.97	537.69
c	Other Expenses	68.17	78.94	71.02	217.79	183.88	443.52
d	Depreciation, Amortisation and Impairment	45.64	49.26	60.02	147.84	180.35	366.11
e	Expenses transferred to Capital Account	-	-	-	-	-	-
	Total Expenses [2a to 2e]	242.39	239.71	288.48	749.02	845.86	1,437.99
3	(Loss)/ from Operations before Other Income, Interest and Finance expense and Exceptional Items [1 -2]	(45.89)	(103.61)	205.41	(136.85)	341.89	272.45
4	Other Income	2.38	2.68	8.83	9.39	21.33	26.71
5	(Loss)/Profit before Interest and Finance expense and Exceptional Items [3+ 4]	(43.51)	(100.93)	214.24	(127.46)	363.22	299.16
6	Interest and Finance Expenses	44.33	43.91	38.51	122.10	112.02	144.59
7	(Loss)/Profit after Interest and Finance expense but before Exceptional Items [5 - 6]	(87.84)	(144.84)	175.73	(249.56)	251.20	154.57
8	Exceptional items*	19.94	(45.21)	(18.80)	38.34	161.87	168.86
9	(Loss)/Profit from Ordinary Activities before tax [7 - 8]	(67.90)	(190.05)	156.93	(211.22)	413.07	323.43
10	Less: Tax expense	-	(1.39)	38.24	(17.70)	98.55	82.04
11	(Loss)/Profit from Ordinary Activities after tax [9 - 10]	(67.90)	(188.66)	118.69	(193.52)	314.52	241.39
12	Extraordinary Item	-	-	-	-	-	-
13	(Loss)/Profit for the period [11-12]	(67.90)	(188.66)	118.69	(193.52)	314.52	241.39
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	(67.90)	(188.66)	118.69	(193.52)	314.52	241.39
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	-	-	-	-	-	3,930.98
19(i)	Earnings Per Share (before extraordinary items) [Face value Rs.10 per share] (not annualised)						
	a) Basic	(0.86)	(2.38)	1.50	(2.44)	3.97	3.04
	b) Diluted	(0.86)	(2.38)	1.50	(2.44)	3.97	3.04
19(ii)	Earnings Per Share (after extraordinary items) [Face value Rs.10 per share] (not annualised)						
	a) Basic	(0.86)	(2.38)	1.50	(2.44)	3.97	3.04
	b) Diluted	(0.86)	(2.38)	1.50	(2.44)	3.97	3.04

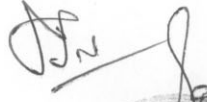




DQ ENTERTAINMENT (INTERNATIONAL) LIMITED
644, Aurora Colony, Road No. 3, Banjara Hills, Hyderabad - 500034

Standalone Segment Revenue and Results

<i>(Rs in million)</i>						
Particulars	3 months ended 31/12/2016 (Un-audited)	Preceeding 3 months ended 30/09/2016 (Un-audited)	Corresponding 3 months ended 31/12/2015 (Un-audited)	9 months ended 31/12/2016 (Un-audited)	Corresponding 9 months ended 31/12/2015 (Un-audited)	Previous year ended 31/03/2016 (Audited)
Segment Revenue						
Animation	186.77	125.46	468.29	579.83	1,137.97	1,645.20
Distribution	9.73	10.64	25.60	32.34	49.78	65.24
Total	196.50	136.10	493.89	612.17	1,187.75	1,710.44
Less: Inter Segment Revenue	-	-	-	-	-	-
Net Income from Operations	196.50	136.10	493.89	612.17	1,187.75	1,710.44
Segment Results -Profit/(loss)						
Animation	9.31	(42.06)	258.53	37.98	526.46	751.60
Distribution	(27.59)	(41.45)	(22.66)	(102.16)	(99.30)	(260.77)
Unallocated	(5.29)	(62.63)	(40.43)	(24.94)	97.93	(22.81)
Segment Results before Interest and Finance Expense and Tax Expenses	(23.57)	(146.14)	195.44	(89.12)	525.09	468.02
Interest and Finance Expense	(44.33)	(43.91)	(38.51)	(122.10)	(112.02)	(144.59)
Profit / (Loss) before tax	(67.90)	(190.05)	156.93	(211.22)	413.07	323.43
Segment Assets						
Animation	4,506.00	4,485.10	3,766.49	4,506.00	3,766.49	4,281.84
Distribution	990.99	1,016.67	1,264.62	990.99	1,264.62	1,093.68
Unallocated	1,291.42	1,290.22	1,448.81	1,291.42	1,448.81	1,369.81
Total	6,788.41	6,791.99	6,479.92	6,788.41	6,479.92	6,745.33
Segment Liabilities						
Animation	1,346.99	1,342.35	1,142.11	1,346.99	1,142.11	1,111.59
Distribution	176.66	177.69	191.92	176.66	191.92	189.06
Unallocated	734.46	673.76	348.95	734.46	348.95	720.87
Total	2,258.11	2,193.80	1,682.98	2,258.11	1,682.98	2,021.52






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- 1) The financial statements for the quarter and period ended December 31, 2016 have been taken on record by the Board of Directors at its meeting held on February 9, 2017. The "Un-audited Standalone Financial Results" have been subjected to the limited review by statutory auditors of the company.
- 2) *Exceptional items are notional foreign exchange gain / (loss) arisen on foreign exchange fluctuation calculated on translation of monetary items as per Accounting Standard -11
- 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) Receivables include amounts which are due for more than a year of Rs. 3,108 Mn. (net off for provisions for doubtful debts). The company is following up with the customers to make early collection. There are no disputes with the customers. The customers have also expressed their willingness to settle the balances. The management has also evaluated the dues and has made provision for debts considered doubtful. 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 year ended figures have been regrouped / reclassified wherever necessary.



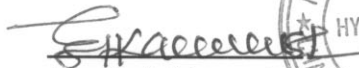
Limited Review Report

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, 2016 (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. 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: 09th February, 2017

