



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 04, 2020

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 04, 2020

Kindly note that the Board of Directors of the Company at their meeting held on February 04, 2020 have, *inter alia*, approved the un-audited financial results (Standalone & consolidated) for the quarter and half year ended September 30, 2019 and for the quarter ended nine months ended December 31, 2019.

Further, the Board also appointed Ms. Annie Jodhani as Company Secretary and Compliance Officer of the Company with effect from 1st April, 2020 pursuant to Section 203 of the Companies Act 2013 and Regulation 6 (1) of the Securities and Exchange Board of India (Listing Obligation & Disclosure Requirements) Regulations, 2015

Please find enclosed herewith the following:

1. Copy of unaudited financial (Standalone & consolidated) for the quarter and half year ended September 30, 2019.
2. Limited Review report (Standalone & consolidated) issued by M/s MSKA & Associates, Chartered Accountants - Statutory Auditors of the Company for the period ended September 30, 2019.
2. Copy of unaudited financial (Standalone & consolidated) for the quarter and nine months ended December 31, 2019.
3. Limited Review report (Standalone & consolidated) issued by M/s MSKA & Associates, Chartered Accountants - Statutory Auditors of the Company for the period ended December 31, 2019.

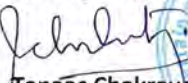
The meeting commenced at 2.00 pm and concluded at 4.00 p.m.

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

Thanking you

Yours truly

For DQ Entertainment (International) Limited


Tapaas Chakravarti
CEO & MD





644, Aurora Colony, Road No. 3, Banjara Hills, Hyderabad - 500034
Unaudited Standalone Statement of Profit and Loss for the Quarter and Period ended 30 September, 2019

		Half-Year ended		Quarter ended		Year ended	
Particulars		30-Sep-19	30-Sep-18	30-Sep-19	30-June-19	30-Sep-18	31-Mar-19
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
INCOME							
I	Revenue From operations	264.83	503.37	115.70	149.13	274.33	822.39
II	Other Income	83.24	11.42	79.05	4.19	8.96	57.05
III	Total Income (I+II)	348.07	514.79	194.75	153.32	283.29	879.44
EXPENSES							
IV	Production expenses	13.10	11.95	5.17	7.93	5.73	25.17
	Purchases of Stock-in-Trade	-	-	-	-	-	-
	Changes in inventories of finished goods, Stock-in-Trade and work-in-progress	-	-	-	-	-	-
	Employee benefits expense	276.88	254.64	138.32	138.56	129.07	517.75
	Finance costs	144.41	135.11	72.57	71.84	67.76	275.76
	Depreciation and amortization expenses	71.35	68.22	35.69	35.66	32.65	190.04
	Other expenses	169.19	176.62	76.38	92.81	86.62	382.34
	Total expenses (IV)	674.93	646.54	328.13	346.80	321.83	1,391.06
V	Profit/(loss) before exceptional items and tax (I-IV)	(326.86)	(131.75)	(133.38)	(193.48)	(38.54)	(511.62)
VI	Exceptional Items	(14.64)	(129.53)	(24.18)	9.54	(72.37)	(57.68)
VII	Profit/ (loss) after exceptions items and before tax(V-VI)	(312.22)	(2.22)	(109.20)	(203.02)	33.83	(453.94)
VIII	Tax expense:						
	(1) Current tax	-	-	-	-	-	-
	(2) MAT Credit Entitlement	(2.64)	-	-	(2.64)	-	-
	(3) Deferred tax	(22.27)	(59.07)	(22.42)	0.15	(37.03)	(44.98)
IX	Profit (Loss) for the period from continuing operations (VII-VIII)	(287.31)	56.85	(86.78)	(200.53)	70.86	(408.96)
X	Profit/(loss) from discontinued operations	-	-	-	-	-	-
XI	Tax expenses of discontinued operations	-	-	-	-	-	-
XII	Profit/(loss) from Discontinued operations (after tax) (X-XI)	-	-	-	-	-	-
XIII	Profit/(loss) for the period (IX+XII)	(287.31)	56.85	(86.78)	(200.53)	70.86	(408.96)
XIV	Other Comprehensive Income						
	A. (i) Items that will not be reclassified to profit or loss	10.57	4.92	9.15	1.42	1.81	5.69
	(ii) Income tax relating to items that will not be reclassified to profit or loss	3.71	1.73	3.21	0.50	0.40	2.00
	B. (i) Items that will be reclassified to profit or loss	-	-	-	-	-	-
	(ii) income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
XV	Total Comprehensive Income for the period (XIII+XIV)Comprising Profit (Loss) and Other comprehensive Income for the period)	(273.03)	63.50	(74.42)	(198.61)	73.07	(401.27)
XVI	Earnings per equity share (for continuing operation):						
	(1) Basic	(3.62)	0.72	(1.09)	(2.53)	0.89	(5.16)
	(2) Diluted	(3.62)	0.72	(1.09)	(2.53)	0.89	(5.16)
XVII	Earnings per equity share (for discontinued operation):						
	(1) Basic	-	-	-	-	-	-
	(2) Diluted	-	-	-	-	-	-
XVIII	Earning per equity share (for discontinued & continuing operation)						
	(1)Basic	(3.62)	0.72	(1.09)	(2.53)	0.89	(5.16)
	(2) Diluted	(3.62)	0.72	(1.09)	(2.53)	0.89	(5.16)


Tapaas Chakravarti
CMD & CEO
DIN:00559533

Place: Hyderabad
Date: 4th February, 2020


S. Sundar
Director
DIN:00396677

Place: Hyderabad
Date: 4th February, 2020



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

Unaudited Standalone Statement of Assets and Liabilities as at 30 September 2019

<i>(Rs in million)</i>		
Particulars	Figures as at 30 September 2019	Figures as at 31 March 2019
ASSETS	(Unaudited)	(Audited)
Non-current assets		
(a) Property, Plant and Equipment	38.46	47.80
(b) Capital work-in-progress	2.35	2.28
(c) Investment Property	-	-
(d) Goodwill	-	-
(e) Other Intangible assets	286.44	347.14
(f) Intangible assets under development	-	-
(g) Biological Assets other than bearer plants	-	-
(h) Financial Assets		
(i) Investments	2,288.66	2,283.91
(ii) Trade receivables	-	-
(iii) Loans	-	-
(i) Other Asset	19.05	44.23
(i) Deferred tax assets (net)	922.07	900.87
(j) Other non-current assets	19.37	14.66
Current assets		
(a) Inventories	-	-
(b) Financial Assets		
(i) Investments	-	-
(ii) Trade receivables	977.90	1,102.25
(iii) Cash and cash equivalents	0.05	0.08
(iv) Bank balances other than (iii) above	53.01	25.65
(v) Loans	-	-
(vi) Other Asset	-	-
(c) Current Tax Assets (Net)	-	-
(d) Other current assets	114.88	320.27
Total Assets	4,722.24	5,089.14
EQUITY AND LIABILITIES		
Equity		
(a) Equity Share capital	792.83	792.83
(b) Other Equity	1,101.32	1,378.06
LIABILITIES		
Non-current liabilities		
(a) Financial Liabilities		
(i) Borrowings	-	-
(ii) Trade payables	-	-
(iii) Other financial liabilities (other than those specified in item (b), to be specified)	-	-
(b) Provisions	91.88	93.62
(c) Deferred tax liabilities (Net)	-	-
(d) Other non-current liabilities	5.22	5.53
Current liabilities		
(a) Financial Liabilities		
(i) Borrowings	743.79	785.59
(ii) Trade payables	40.50	36.54
(iii) Other financial liabilities (other than those specified in item (c))	-	-
(b) Other current liabilities	1,821.06	1,890.93
(c) Provisions	125.64	106.04
(d) Current Tax Liabilities (Net)	-	-
Total Equity and Liabilities	4,722.24	5,089.14

See accompanying notes to the financial statements

Tapaas Chakravarti
CMD & CEO
DIN:00559533

Place: Hyderabad
Date: 4th February, 2020

S.Sundar
Director
DIN:03170456

Place: Hyderabad
Date: 4th February, 2020



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

Standalone Segment Revenue and Results

Particulars	Half-Year ended		Quarter ended			(Rs in million)
	30- Sep-19	30- Sep-18	30-Sep-19	30-June-19	30-Sep-18	Year ended
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	31-Mar-19 (Audited)
Segment Revenue						
Animation	254.28	496.40	107.15	147.13	271.18	799.80
Distribution	10.55	6.97	8.55	2.00	3.15	22.59
Total	264.83	503.37	115.70	149.13	274.33	822.39
Less: Inter Segment Revenue	-	-	-	-	-	-
Net Income from Operations	264.83	503.37	115.70	149.13	274.33	822.39
Segment Results -Profit/(loss)						
Animation	(206.32)	149.56	(136.60)	(69.72)	102.26	(20.34)
Distribution	(38.70)	(49.70)	(8.78)	(29.92)	(23.95)	(112.92)
Unallocated	77.21	33.03	108.75	(31.54)	23.28	(44.92)
Segment Results before Interest and Finance Expense and Tax Expenses	(167.81)	132.89	(36.63)	(131.18)	101.59	(178.18)
Interest and Finance Expense	144.41	135.11	72.57	71.84	67.76	275.76
Profit / (Loss) before tax	(312.22)	(2.22)	(109.20)	(203.02)	33.83	(453.94)
Segment Assets						
Animation	4,029.44	4,787.11	4,029.44	4,383.55	4,787.11	4,236.85
Distribution	296.41	421.20	296.41	316.03	421.20	350.23
Unallocated	396.39	496.40	396.39	247.26	496.40	502.06
Total	4,722.24	5,704.71	4,722.24	4,946.84	5,704.71	5,089.14
Segment Liabilities						
Animation	2,784.16	2,878.85	2,784.16	2,897.31	2,878.85	2,697.03
Distribution	1.90	5.61	1.90	3.53	5.61	9.35
Unallocated	42.03	184.32	42.03	75.64	184.32	211.87
Total	2,828.09	3,068.78	2,828.09	2,976.48	3,068.78	2,918.25

Tapaas Chakravarti
CMD & CEO
DIN:00559533

Place: Hyderabad
Date: 4th February, 2020

S.Sundar
Director
DIN:00396677

Place: Hyderabad
Date: 4th February, 2020



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

1) The unaudited standalone financial results for the quarter and period ended September 30, 2019 were reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on February 04, 2020.

2) The unaudited standalone financial results of the Company have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (IND AS) prescribed under section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder, other accounting principles generally accepted in India and guidelines issued by Securities and Exchange Board of India ("SEBI").

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) Exceptional items are foreign exchange gain / (loss) arisen on foreign exchange fluctuation calculated on translation of monetary items.

5) Corresponding quarter / period figures have been regrouped / reclassified wherever necessary to conform to the classification on the current quarter / period classification.

6) Effective April 01, 2019, the Company has adopted Ind AS 116 "Leases", applied to all the lease contracts existing on April 01, 2019 using the modified retrospective method. The adoption of the standard did not have any material impact on the financial results of the company for the period ended September 30, 2019.

7) (a) By virtue of Bond Instrument entered between OL Master Limited ("Bondholders"), DQ Entertainment (Mauritius) Limited ("DQE Mauritius" - Our Holding Company) and DQ Entertainment (Ireland) Limited ("DQE Ireland" - our wholly owned subsidiary Company) in the year 2014 and due to the non-payment of the cash coupon and the consequent redemption amount which constituted an event of default under the aforementioned Instrument, the Bondholders have appointed Receivers on the assets of our wholly owned subsidiary Company i.e, DQE Ireland.

The Receivers have now taken control of all the intellectual properties and the Bank accounts of our subsidiary Company (DQE Ireland) and all affairs and business, of our subsidiary Company is now being managed by the Receivers appointed by the Bondholders.

The company has informed the stock exchanges regarding the above fact.

The company is actively pursuing with potential investors, in order to raise the required funds and settle the dues of the Bondholders as well as the Banks.

(b) The company has intangibles to the value of Rs.286 Mn as at September 30, 2019. The carrying value of these intangible assets were supported through the projected revenue streams as of 31.03.2019 from exploitation, discounted to their present values using a discount factor of 18.2%. The company is of the opinion that the carrying value of the intangible assets is Rs. 286 Mn as at September 30, 2019, on franchise basis, are still worth at least the net amount stated based on a combination of supporting discounted projected revenue streams made earlier.

(c) The company has total investment in DQ Ireland of Rs 2,289 Mn (comprising of Equity investments – Rs. 1,168 Mn and Loans – Rs. 1,121 Mn) and receivable balance of Rs.927 Mn. The subsidiary's assets comprise primarily of intangible properties. The company is not able to estimate the projected revenue streams of these intangibles, consequent to the appointment of the Receivers for its subsidiary DQ Ireland. The carrying value of these intangible assets as at March 31, 2019 were supported through the projected revenue streams as of 31.03.2019 from exploitation, discounted to their present values using a discount factor of 18.2%. The company is of the opinion that the carrying value of the intangible assets of DQ Ireland is Rs.5440 Mn as at September 30, 2019, on franchise basis, are still worth at least the net amount stated based on a combination of supporting discounted projected revenue streams made earlier.

(d) The company has incurred losses for the quarter and half year ended September 30, 2019. The company has also submitted a request letter to the bankers in November 2019, for onetime settlement of its loans (classified as NPA by the Bankers) and the bankers are actively considering the said application. Further the company is making all efforts to raise funds to settle the dues of the Banks and is in discussion with few agencies.

Based on the above, the management believes that the company will continue as a going concern and thereby, realise its assets and discharge its liabilities in the normal course of its business. Accordingly, these financial statements have been prepared on the going concern assumption. Consequently, no adjustments have been made to the carrying value of assets and liabilities or classification of balance sheet accounts.

Independent Auditor's Review Report on unaudited quarterly and year to date financial results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

**The Board of Directors
DQ Entertainment (International) Limited**

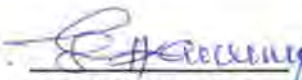
1. We have reviewed the accompanying statement of unaudited standalone financial results of **DQ Entertainment (International) Limited** ('the Company') for the quarter ended **September 30, 2019** and the year to-date results for the period **April 1, 2019 to September 30, 2019** ('the Statement') attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('the Regulation').
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 'Interim Financial Reporting', prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement 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 financial results are free of material misstatements. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Basis for Qualified Conclusion
 - i. Recoverability of Investments & receivables aggregating Rs. 2,289 Mn and Rs 927 Mn respectively of the wholly owned subsidiary DQ Entertainment (Ireland) Limited (DQ Ireland) is not ascertainable. Due to unavailability of sufficient appropriate audit evidence to corroborate management's assessment of recoverability of the above said amounts, we are unable to comment on the same. The provision, if any, with respect to these investments & receivables in compliance with IND AS 28: Investment in Associates and Joint Ventures and IND AS 37: Provisions, Contingent Liabilities & Contingent Assets is not ascertainable at present (Note 7(c) of the Statement).



- ii. The carrying value of intangibles amounting to Rs. 286 Mn . The company is not able to estimate the projected revenue streams of these intangibles. The provision for Impairment, if any, of the aforesaid intangibles in compliance with IND AS 36: Impairment of Assets is not ascertainable at present (Note 7(b) of the statement).
5. Based on our review conducted as above, with the exception of the matter described in paragraph 4 and the effects thereon , nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited standalone financial results prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulation including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. Material Uncertainty Related to Going Concern
- We draw attention to Note 7(d) to the Statement wherein it is stated that, the Company has incurred accumulated losses for the quarter and half year ended 30th September 2019 and the cash flows are insufficient for servicing the bank loans & interest payments. These conditions indicates existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. In view of the company's plan to restructure the loan, the standalone financial results of the Company have been prepared on a going concern basis.

Our opinion is not modified in respect of this matter.

For MSKA & Associates
Chartered Accountants
ICAI Firm Registration No.105047W


Ananthakrishna G
Partner
Membership No.: 205226
UDIN: 20205226AAAADN8130



Place: Hyderabad
Date: 4th February 2020



DQ ENTERTAINMENT (INTERNATIONAL) LIMITED

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

Unaudited Consolidated Statement of Profit and Loss for the Quarter and Period ended 30 September 2019

				Rs. in million		
Particulars	Half-Year ended		Quarter ended			Year ended
	30-Sep-19	30-Sep-18	30-Sep-19	30- June-19	30-Sep-18	31-Mar-19
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
I Revenue From operations	303.83	457.72	125.45	178.38	232.48	977.50
II Other Income	87.94	351.82	79.76	8.18	14.34	548.54
III Total Income (I+II)	391.77	809.54	205.21	186.56	246.82	1,526.04
IV EXPENSES						
Production expenses	21.65	11.95	12.72	8.93	5.73	26.24
Purchases of Stock-in-Trade	-	-	-	-	-	-
Changes in inventories of finished goods, Stock-in -Trade and work-in-progress	-	-	-	-	-	-
Employee benefits expense	279.22	257.18	139.47	139.75	130.35	522.83
Finance costs	242.14	228.64	121.97	120.17	116.26	467.56
Depreciation and amortization expenses	301.50	226.65	169.85	131.65	112.71	745.93
Other expenses	191.51	202.20	88.39	103.12	102.97	433.02
Expenses transferred to Capital account	(33.13)	(149.86)	(21.04)	(12.09)	(75.80)	(304.25)
Total expenses (IV)	1,002.89	776.76	511.36	491.53	392.22	1,891.33
V Profit/(loss) before exceptional items and tax (I-IV)	(611.12)	32.78	(306.15)	(304.97)	(145.40)	(365.29)
VI Exceptional Items	169.38	204.42	221.53	(52.15)	(78.70)	302.15
VII Profit/ (loss) after exceptions items and before tax(V-VI)	(780.50)	(171.64)	(527.68)	(252.82)	(66.70)	(667.44)
VIII Tax expense:						
(1) Current tax	-	-	-	-	-	(11.76)
(2) MAT Credit Entitlement	2.64	-	-	2.64	-	-
(3) Deferred tax	22.27	59.07	22.43	(0.16)	37.03	44.98
Profit (Loss) for the period from continuing operations (VII-VIII)	(755.59)	(112.57)	(505.25)	(250.34)	(29.67)	(634.22)
X Profit/(loss) from discontinued operations	-	-	-	-	-	-
XI Tax expenses of discontinued operations	-	-	-	-	-	-
XII Profit/(loss) from Discontinued operations (after tax) (X-XI)	-	-	-	-	-	-
XIII Profit/(loss) for the period (IX+XII)	(755.59)	(112.57)	(505.25)	(250.34)	(29.67)	(634.22)
XIV Other Comprehensive Income						
A. (i) Items that will not be reclassified to profit or loss	10.57	4.92	9.15	1.42	1.81	5.69
(ii) Income tax relating to items that will not be reclassified to profit or loss	3.71	1.73	3.21	0.50	0.40	2.00
B. (i) Items that will be reclassified to profit or loss	-	-	-	-	-	-
(ii) income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
Total Comprehensive Income for the period (XIII+XIV)Comprising Profit (Loss) and Other comprehensive Income for the period)	(741.31)	(105.92)	(492.89)	(248.42)	(27.46)	(626.53)
XV Earnings per equity share (for continuing operation):						
(1) Basic	(9.53)	(1.42)	(6.37)	(3.16)	(0.37)	(8.00)
(2) Diluted	(9.53)	(1.42)	(6.37)	(3.16)	(0.37)	(8.00)
XVII Earnings per equity share (for discontinued operation):						
(1) Basic	-	-	-	-	-	-
(2) Diluted	-	-	-	-	-	-
Earning per equity share (for discontinued & continuing operation)						
(1)Basic	(9.53)	(1.42)	(6.37)	(3.16)	(0.37)	(8.00)
(2) Diluted	(9.53)	(1.42)	(6.37)	(3.16)	(0.37)	(8.00)

Tapaas Chakravarthi
CMD & CEO
DIN:00559533

Place: Hyderabad
Date: 4th February,2020

S.Sundar
Director
DIN:00396677

Place: Hyderabad
Date: 4th February,2020



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

Unaudited Consolidated Statement of Assets and Liabilities as at 30 September 2019

		<i>(Rs in million)</i>	
	Particulars	Figures as at 30 September 2019	Figures as at 31 March 2019
		(Unaudited)	(Audited)
	ASSETS		
	Non-current assets		
	(a) Property, Plant and Equipment	38.46	47.80
	(b) Capital work-in-progress	2.35	2.28
	(c) Investment Property		
	(d) Goodwill		
	(e) Other Intangible assets	4,516.87	3,362.04
1	(f) Intangible assets under development	1,384.79	2,857.27
	(g) Biological Assets other than bearer plants		
	(h) Financial Assets	19.08	44.27
	(i) Investments	-	-
	(ii) Trade receivables		
	(iii) Loans		
	(i) Deferred tax assets (net)	922.07	900.87
	(j) Other non-current assets	21.35	16.71
	Current assets		
	(a) Inventories		
	(b) Financial Assets		
	(i) Investments		
2	(ii) Trade receivables	58.29	198.04
	(iii) Cash and cash equivalents	0.05	0.08
	(iv) Bank balances other than (iii) above	64.97	38.85
	(v) Loans		
	(vi) Others		
	(c) Current Tax Assets (Net)		
	(d) Other current assets	149.18	343.56
	Total Assets	7,177.46	7,811.77
	EQUITY AND LIABILITIES		
	Equity		
	(a) Equity Share capital	792.83	792.83
	(b) Other Equity	-413.35	298.73
	LIABILITIES		
	Non-current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	3,885.35	3,720.92
1	(ii) Trade payables	-	-
	(iii) Other financial liabilities (other than those specified in item (b), to be specified)	-	-
	(b) Provisions	91.88	93.62
	(c) Deferred tax liabilities (Net)		
	(d) Other non-current liabilities	5.22	5.53
	Current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	833.97	876.81
2	(ii) Trade payables	96.11	89.06
	(iii) Other financial liabilities (other than those specified in item (c))	-	-
	(b) Other current liabilities	1,759.81	1,828.23
	(c) Provisions	125.64	106.04
	(d) Current Tax Liabilities (Net)	-	-
	Total Equity and Liabilities	7,177.46	7,811.77

Tapaas Chakravarti
CMD & CEO
DIN:00559533

Place: Hyderabad

Date: 4th February, 2020

S. Sundar
Director
DIN:03170456

Place: Hyderabad

Date: 4th February, 2020



DQ ENTERTAINMENT (INTERNATIONAL) LIMITED

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

Consolidated Segment Revenue and Results

(Rs in million)						
Particulars	Half-Year ended		Quarter ended			Year ended
	30-Sep-19	30-Sep-18	30-Sep-19	30- June-19	30-Sep-18	31-Mar-19
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Segment Revenue						
Animation	242.98	297.40	97.03	145.95	152.36	553.18
Distribution	60.85	160.32	28.42	32.43	80.12	424.32
Total	303.83	457.72	125.45	178.38	232.48	977.50
Less: Inter Segment Revenue	-	-	-	-	-	-
Net Income from Operations	303.83	457.72	125.45	178.38	232.48	977.50
Segment Results -Profit/(Loss)						
Animation	-196.82	38.66	(125.86)	(70.96)	19.81	(13.83)
Distribution	-251.83	(84.09)	(144.89)	(106.94)	(45.88)	242.07
Unallocated	-89.71	102.43	(134.96)	45.25	75.63	(428.12)
Segment Results before Interest	(538.36)	57.00	(405.71)	(132.65)	49.56	(199.88)
Interest and Finance Expense	242.14	228.64	121.97	120.17	116.26	467.56
Profit / (Loss) before tax	(780.50)	(171.64)	(527.68)	(252.82)	(66.70)	(667.44)
Segment Assets						
Animation	1,063.19	1,252.49	1,063.19	1,311.43	1,252.49	1,294.77
Distribution	5,943.09	7,240.90	5,943.09	6,201.04	7,240.90	6,334.67
Unallocated	171.18	176.06	171.18	123.91	176.06	182.33
Total	7,177.46	8,669.45	7,177.46	7,636.38	8,669.45	7,811.77
Segment Liabilities						
Animation	1,770.67	2,808.77	1,770.67	2,864.50	2,808.77	2,772.92
Distribution	1,100.47	3,969.78	1,100.47	160.09	3,969.78	78.42
Unallocated	3,926.84	81.95	3,926.84	3,773.64	81.95	3,868.87
Total	6,797.98	6,860.50	6,797.98	6,798.23	6,860.50	6,720.21


 Tapaas Chakravarti
 CMD & CEO
 DIN:00559533

Place: Hyderabad
 Date: 4th February,2020


 S.Sundar
 Director
 DIN:00396677

Place: Hyderabad
 Date: 4th February,2020



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

1) The Unaudited Consolidated financial results for the quarter and period ended September 30, 2019 were reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on 4th February, 2020

2) The Unaudited consolidated financial results of the company have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (IND AS) 34 Interim Financial Reporting prescribed under section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder, other accounting principles generally accepted in India and guidelines issued by Securities and Exchange Board of India ("SEBI").

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) *Exceptional items are foreign exchange gain / (loss) arisen on foreign exchange fluctuation calculated on translation of monetary items.

5) Corresponding quarter / period figures have been regrouped / reclassified wherever necessary to conform to the classification on the current period classification.

6) Effective April 01, 2019, the Company has adopted Ind AS 116 "Leases", applied to all the lease contracts existing on April 01, 2019 using the modified retrospective method. The adoption of the standard did not have any material impact on the financial results of the company for the quarter and period ended September 30, 2019.

7) (a) By virtue of Bond Instrument entered between OL Master Limited ("Bondholders"), DQ Entertainment (Mauritius) Limited ("DQE Mauritius" - Our Holding Company) and DQ Entertainment (Ireland) Limited ("DQE Ireland" - our wholly owned subsidiary Company) in the year 2014 and due to the non-payment of the cash coupon and the consequent Redemption amount which constituted an Event of default under the aforementioned Instrument, the Bondholders have appointed Receivers on the assets of our wholly owned subsidiary Company i.e. DQE Ireland.

The Receivers have now taken control of all the intellectual properties and the Bank accounts of our subsidiary Company (DQE Ireland) and all affairs and business, of our subsidiary Company is now being managed by the Receivers appointed by the Bondholders.

The company has informed the stock exchanges regarding the above fact.

The company is actively pursuing with potential investors, in order to raise the required funds and settle the dues of the Bondholders as well as the Banks.

(b) The group has intangibles to the value of Rs.5,902 Mn as at September 30, 2019. Of these, intangibles to the value of Rs.5,440 Mn are held in DQ Ireland. The group is not able to estimate the projected revenue streams of these intangibles, consequent to the appointment of the Receivers for its subsidiary DQ Ireland. The carrying value of these intangible assets were supported through the projected revenue streams as of 31.03.2019 from exploitation, discounted to their present values using a discount factor of 18.2%. The group is of the opinion that the carrying value of the intangible assets is Rs.5,902 Mn as at September 30, 2019, on franchise basis, are still worth at least the net amount stated based on a combination of supporting discounted projected revenue streams made earlier and the company's efforts to settle the dues of the bond holders.

(c) The company has incurred losses for the quarter and half year ended, September 30, 2019. The company has also submitted a request letter to the bankers in November 2019, for onetime settlement of its loans (classified as NPA by bankers) and the bankers are actively considering the said application. Further the company is making all efforts to raise funds to settle the dues of the Banks and is in discussion with few agencies.

Based on the above, the management believes that the company will continue as a going concern and thereby, realise its assets and discharge its liabilities in the normal course of its business. Accordingly, these financial statements have been prepared on the going concern assumption. Consequently, no adjustments have been made to the carrying value of assets and liabilities or classification of balance sheet accounts.


Tapaas Chakravarti
CMD & CEO
DIN:00559533


S. Sundar
Director
DIN:00396677

Place: Hyderabad
Date: 4th February, 2020

Place: Hyderabad
Date: 4th February, 2020

Independent Auditor's Review Report on Consolidated Unaudited Quarterly and year to date financial results of the Group, its Joint Venture pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

The Board of Directors

DQ Entertainment (International) Limited

1. We have reviewed the accompanying statement of consolidated unaudited financial results of **DQ Entertainment (International) Limited** ('the Holding Company'), its subsidiary, (the Holding Company and its subsidiary together referred to as the 'Group') and its share of the net loss after tax and total comprehensive loss of its joint venture for the quarter ended **September 30, 2019** and the year to-date results for the period from **April 1, 2019 to September 30, 2019** ('the Statement'), being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('the Regulation').
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 'Interim Financial Reporting' ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement 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 results are free of material misstatement. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the results of the following entities:

Sr. No	Name of the Company	Relationship with the Holding Company
1	DQ Entertainment (Ireland) Limited	Wholly owned Subsidiary Company
2	DQ Entertainment (International) Films Limited	Joint Venture



5. Basis for Qualified Conclusion

- i Recoverability of investments & receivables aggregating Rs.2,289 Mn and Rs 927 Mn respectively of the wholly owned subsidiary DQ Entertainment (Ireland) Limited (DQ Ireland) is not ascertainable. Due to unavailability of sufficient appropriate audit evidence to corroborate management's assessment of recoverability of the above said amounts, we are unable to comment on the same. The provision, if any, with respect to these investments & receivables in compliance with IND AS 28: Investment in Associates and Joint Ventures and IND AS 37: Provisions, Contingent Liabilities & Contingent Assets is not ascertainable at present.
 - ii The carrying value of intangibles amounting to Rs. 5,440 Mn are held in DQ Ireland which is a wholly owned subsidiary of the company. The company is not able to estimate the projected revenue streams of these intangibles, consequent to the appointment of the Receivers for its subsidiary DQ Ireland. The provision for Impairment, if any, of the aforesaid intangibles in compliance with IND AS 36: Impairment of Assets is not ascertainable at present (Note 7(b) of the statement).
6. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the subsidiary auditors referred to in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulation including the manner in which it is to be disclosed, or that it contains any material misstatement.
7. We did not review the interim financial results of one subsidiary included in the consolidated unaudited financial results, whose interim financial results reflect total assets of Rs. 5,502 Mn as at 30th September 2019 and total revenues of Rs. 65 Mn total net loss after tax of Rs. 495 Mn for the half year ended 30th September 2019, as considered in the consolidated unaudited financial results. These interim financial results are unaudited and have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on such unaudited financial results, and the procedures performed by us as stated in paragraph 3 above.
- Our conclusion on the Statement is not modified in respect of the above matters.
8. The consolidated unaudited financial results also includes the Group's share of net profit after tax of Nil for the half year ended 30th September, 2019, as considered in the consolidated unaudited financial results, in respect of one joint venture, based on their interim financial results which have not been reviewed by their auditors. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group.

Our conclusion on the Statement is not modified in respect of the above matter.



9. Material Uncertainty Related to Going Concern

We draw attention to Note 7(c) to the Statement wherein it is stated that, the Company has incurred accumulated losses for the quarter and half year ended 30th September 2019 and the cash flows are insufficient for servicing the bank loans & interest payments. These conditions indicate existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. In view of the company's plan to restructure the loan, the standalone financial results of the Company have been prepared on a going concern basis.

Our opinion is not modified in respect of this matter.

For MSKA & Associates
Chartered Accountants
ICAI Firm Registration No.105047W


Ananthakrishnan G
Partner
Membership No.: 205226
UDIN: 20205226AAAADO4740



Place: Hyderabad
Date: 4th February 2020



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

Unaudited Standalone Statement of Profit and Loss for the Quarter and Period ended 31 December ,2019

Rs in million

	Particulars	Nine months ended		Quarter ended			Year ended
		31- Dec-19	31- Dec18	31-Dec-19	30-Sep-19	31-Dec-18	31-Mar-19
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	INCOME						
I	Revenue From operations	324.07	765.61	59.24	115.70	262.24	822.39
II	Other Income	109.15	13.92	25.91	79.05	2.50	57.05
III	Total Income (I+II)	433.22	779.53	85.15	194.75	264.74	879.44
IV	EXPENSES						
	Production expenses	17.27	17.97	4.17	5.17	6.02	25.17
	Purchases of Stock-in-Trade	-	-	-	-	-	-
	Changes in inventories of finished goods, Stock-in -Trade and work-in-progress	-	-	-	-	-	-
	Employee benefits expense	389.15	390.82	112.27	138.32	136.18	517.75
	Finance costs	223.51	198.30	79.10	72.57	63.19	275.76
	Depreciation and amortization expenses	102.05	101.80	30.70	35.69	33.58	190.04
	Other expenses	225.66	284.25	56.47	76.38	107.63	382.34
	Total expenses (IV)	957.64	993.14	282.71	328.13	346.60	1,391.06
V	Profit/(loss) before exceptional items and tax (I-IV)	(524.42)	(213.61)	(197.56)	(133.38)	(81.86)	(511.62)
VI	Exceptional Items	(31.73)	(62.10)	(17.09)	(24.18)	67.43	(57.68)
VII	Profit/ (loss) after exceptions items and before tax(V-VI)	(492.69)	(151.51)	(180.47)	(109.20)	(149.29)	(453.94)
VIII	Tax expense:						
	(1) Current tax	-	-	-	-	-	-
	(2) MAT Credit Entitlement	(2.64)	-	-	-	-	-
	(3) Deferred tax	(33.24)	(36.19)	(10.97)	(22.42)	22.88	(44.98)
IX	Profit (Loss) for the period from continuing operations (VII-VIII)	(456.81)	(115.32)	(169.50)	(86.78)	(172.17)	(408.96)
X	Profit/(loss) from discontinued operations	-	-	-	-	-	-
XI	Tax expenses of discontinued operations	-	-	-	-	-	-
XII	Profit/(loss) from Discontinued operations (after tax) (X-XI)	-	-	-	-	-	-
XIII	Profit/(loss) for the period (IX+XII)	(456.81)	(115.32)	(169.50)	(86.78)	(172.17)	(408.96)
XIV	Other Comprehensive Income						
	A. (i) Items that will not be reclassified to profit or loss	10.57	4.92	-	9.15	-	5.69
	(ii) Income tax relating to items that will not be reclassified to profit or loss	3.71	1.73	-	3.21	-	2.00
	B. (i) Items that will be reclassified to profit or loss	-	-	-	-	-	-
	(ii) income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
XV	Total Comprehensive Income for the period (XIII+XIV)Comprising Profit (Loss) and Other comprehensive Income for the period)	(442.53)	(108.67)	(169.50)	(74.42)	(172.17)	(401.27)
XVI	Earnings per equity share (for continuing operation):						
	(1) Basic	(5.76)	(1.45)	(2.14)	(1.09)	(2.17)	(5.16)
	(2) Diluted	(5.76)	(1.45)	(2.14)	(1.09)	(2.17)	(5.16)
XVII	Earnings per equity share (for discontinued operation):						
	(1) Basic	-	-	-	-	-	-
	(2) Diluted	-	-	-	-	-	-
XVIII	Earning per equity share (for discontinued & continuing operation)						
	(1)Basic	(5.76)	(1.45)	(2.14)	(1.09)	(2.17)	(5.16)
	(2) Diluted	(5.76)	(1.45)	(2.14)	(1.09)	(2.17)	(5.16)


Tapaas Chakravarti
CMD & CEO
DIN:00559533

Place: Hyderabad
Date: 4th February, 2020


S. Sundar
Director
DIN:00396677

Place: Hyderabad
Date: 4th February, 2020



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

Standalone Segment Revenue and Results

Particulars	Nine months ended		Quarter ended			Year ended
	31- Dec-19	31- Dec18	31-Dec-19	30-Sep-19	31-Dec-18	31-Mar-19
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Segment Revenue						
Animation	310.35	749.03	56.07	107.15	252.63	799.80
Distribution	13.72	16.58	3.17	8.55	9.61	22.59
Total	324.07	765.61	59.24	115.70	262.24	822.39
Less: Inter Segment Revenue	-	-	-	-	-	-
Net Income from Operations	324.07	765.61	59.24	115.70	262.24	822.39
Segment Results -Profit/(loss)						
Animation	(318.65)	72.31	(112.33)	(136.60)	(77.25)	(20.34)
Distribution	(60.25)	(69.37)	(21.55)	(8.78)	(19.67)	(112.92)
Unallocated	109.72	43.85	32.53	108.75	10.82	(44.92)
Segment Results before Interest and Finance Expense and Tax Expenses	(269.18)	46.79	(101.35)	(36.63)	(86.10)	(178.18)
Interest and Finance Expense	223.51	198.30	79.10	72.57	63.19	275.76
Profit / (Loss) before tax	(492.69)	(151.51)	(180.45)	(109.20)	(149.29)	(453.94)
Segment Assets						
Animation	3,980.35	4,530.86	3,980.35	4,029.44	4,530.86	4,236.85
Distribution	276.40	423.61	276.40	296.41	423.61	350.23
Unallocated	385.10	508.02	385.10	396.39	508.02	502.07
Total	4,641.85	5,462.49	4,641.85	4,722.24	5,462.49	5,089.15
Segment Liabilities						
Animation	2,866.64	2,810.43	2,866.64	2,784.16	2,810.43	2,697.03
Distribution	2.27	7.60	2.27	1.90	7.60	9.35
Unallocated	48.30	180.71	48.30	42.03	180.71	211.88
Total	2,917.21	2,998.74	2,917.21	2,828.09	2,998.74	2,918.26


Tapaas Chakravarti
CMD & CEO
DIN:00559533

Place: Hyderabad
Date: 4th February, 2020


S. Sundar
Director
DIN:00396677

Place: Hyderabad
Date: 4th February, 2020



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

1) The unaudited standalone financial results for the quarter and period ended December 31, 2019 were reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on February 4, 2020.

2) The unaudited standalone financial results of the Company have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (IND AS) prescribed under section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder, other accounting principles generally accepted in India and guidelines issued by Securities and Exchange Board of India ("SEBI").

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) Exceptional items are foreign exchange gain / (loss) arisen on foreign exchange fluctuation calculated on translation of monetary items.

5) Corresponding quarter / period figures have been regrouped / reclassified wherever necessary to conform to the classification on the current quarter / period classification.

6) Effective April 01, 2019, the Company has adopted Ind AS 116 "Leases", applied to all the lease contracts existing on April 01, 2019 using the modified retrospective method. The adoption of the standard did not have any material impact on the financial results of the company for the quarter ended December 31, 2019.

7) (a) By virtue of Bond Instrument entered between OL Master Limited ("Bondholders"), DQ Entertainment (Mauritius) Limited ("DQE Mauritius" - Our Holding Company) and DQ Entertainment (Ireland) Limited ("DQE Ireland" - our wholly owned subsidiary Company) in the year 2014 and due to the non-payment of the cash coupon and the consequent Redemption amount which constituted an Event of default under the aforementioned Instrument, the Bondholders have appointed Receivers on the assets of our wholly owned subsidiary Company i.e. DQE Ireland.

The Receivers have now taken control of all the intellectual properties and the Bank accounts of our subsidiary Company (DQE Ireland) and all affairs and business, of our subsidiary Company is now being managed by the Receivers appointed by the Bondholders.

The company has informed the stock exchanges regarding the above fact.

The company is actively pursuing with potential investors, in order to raise the required funds and settle the dues of the Bondholders as well as the Banks.

(b) The company has intangibles to the value of Rs.261 Mn as at December 31, 2019. The carrying value of these intangible assets were supported through the projected revenue streams as of 31.03.2019 from exploitation, discounted to their present values using a discount factor of 18.2%. The company is of the opinion that the carrying value of the intangible assets is Rs. 261 Mn as at December 31, 2019, on franchise basis, are still worth at least the net amount stated based on a combination of supporting discounted projected revenue streams made earlier.

(c) The company has total investment in DQE Ireland of Rs 2,292 Mn (comprising of Equity investments - Rs. 1,168 Mn and Loans - Rs. 1,124 Mn) and receivable balance of Rs.945 Mn. The subsidiary's assets comprise primarily of intangible properties. The company is not able to estimate the projected revenue streams of these intangibles, consequent to the appointment of the Receivers for its subsidiary DQE Ireland. The carrying value of these intangible assets as at March 31, 2019 were supported through the projected revenue streams as of 31.03.2019 from exploitation, discounted to their present values using a discount factor of 18.2%. The company is of the opinion that the carrying value of the intangible assets of DQE Ireland is Rs.5440 Mn as at December 31, 2019, on franchise basis, are still worth at least the net amount stated based on a combination of supporting discounted projected revenue streams made earlier.

(d) The company has incurred losses for the quarter and nine months period ended, December 31, 2019. The company has also submitted a request letter to the bankers in November 2019, for onetime settlement of its loans (classified as NPA by bankers) and the bankers are actively considering the said application. Further the company is making all efforts to raise funds to settle the dues of the Banks and is in discussion with few agencies.

Based on the above, the management believes that the company will continue as a going concern and thereby, realise its assets and discharge its liabilities in the normal course of its business. Accordingly, these financial statements have been prepared on the going concern assumption. Consequently, no adjustments have been made to the carrying value of assets and liabilities or classification of balance sheet accounts.


Tapaas Chakravarti
CMD & CEO
DIN:00559533

Place: Hyderabad
Date: 4th February, 2020


S. Sundar
Director
DIN:00396677

Place: Hyderabad
Date: 4th February, 2020

Independent Auditor's Review Report on unaudited quarterly and year to date financial results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

**The Board of Directors
DQ Entertainment (International) Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of **DQ Entertainment (International) Limited** ('the Company') for the quarter ended **December 31, 2019** and the year to-date results for the period **April 1, 2019 to December 31, 2019** ('the Statement') attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('the Regulation').
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 'Interim Financial Reporting', prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement 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 financial results are free of material misstatements. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. **Basis for Qualified Conclusion**
 - i. Recoverability of Investments & receivables aggregating Rs. 2,292 Mn and Rs 945 Mn respectively of the wholly owned subsidiary DQ Entertainment (Ireland) Limited (DQ Ireland) is not ascertainable. Due to unavailability of sufficient appropriate audit evidence to corroborate management's assessment of recoverability of the above said amounts, we are unable to comment on the same. The provision, if any, with respect to these investments & receivables in compliance with IND AS 28: Investment in Associates and Joint Ventures and IND AS 37: Provisions, Contingent Liabilities & Contingent Assets is not ascertainable at present (Note 7(c) of the Statement)
 - ii. The carrying value of intangibles amounting to Rs. 261 Mn. The company is not able to estimate the projected revenue streams of these intangibles. The provision for Impairment, if any, of the aforesaid intangibles in compliance with IND AS 36: Impairment of Assets is not ascertainable at present (Note 7(b) of the statement)



5. Based on our review conducted as above, with the exception of the matters described in paragraph 4 and the effects thereon, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited standalone financial results prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulation including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. Material Uncertainty Related to Going Concern

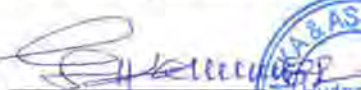
We draw attention to Note 7(d) to the Statement wherein it is stated that, the Company has incurred accumulated losses for the quarter and nine months ended 31st December 2019 and the cash flows are insufficient for servicing the bank loans & interest payments. These conditions indicate existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. In view of the company's plan to restructure the loan, the standalone financial results of the Company have been prepared on a going concern basis.

Our opinion is not modified in respect of this matter.

For MSKA & Associates

Chartered Accountants

ICAI Firm Registration No.105047W


Ananthakrishnan G
Partner

Membership No.: 205226

UDIN: 20205226AAAADP6884



Place: Hyderabad

Date: 4th February 2020



DQ ENTERTAINMENT (INTERNATIONAL) LIMITED

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

Unaudited Consolidated Statement of Profit and Loss for the Quarter and Period ended 31 December 2019

		Rs. in million	
Particulars	Nine months ended		Year ended
	31- Dec-19	31- Dec18	31-Mar-19
	(Unaudited)	(Unaudited)	(Audited)
I Revenue From operations	363.07	697.22	977.50
II Other Income	113.85	358.12	548.54
III Total Income (I+II)	476.92	1,055.34	1,526.04
IV EXPENSES			
Production expenses	25.82	18.54	26.24
Purchases of Stock-in-Trade	-	-	-
Changes in inventories of finished goods, Stock-in -Trade and work-in-progress	-	-	-
Employee benefits expense	391.49	394.65	522.83
Finance costs	321.24	341.30	467.56
Depreciation and amortization expenses	332.20	353.49	745.93
Other expenses	248.11	324.70	433.02
Expenses transferred to Capital account	(33.13)	(223.53)	(304.25)
Total expenses (IV)	1,285.73	1,209.15	1,891.33
V Profit/(loss) before exceptional items and tax (I-IV)	(808.81)	(153.81)	(365.29)
VI Exceptional Items	152.29	172.34	302.15
VII Profit/ (loss) after exceptions items and before tax(V-VI)	(961.10)	(326.15)	(667.44)
VIII Tax expense:			
(1) Current tax	-	-	11.76
(2) MAT Credit Entitlement	(2.64)	-	-
(3) Deferred tax	(33.24)	(36.19)	(44.98)
Profit (Loss) for the period from continuing operations (VII-VIII)	(925.22)	(289.96)	(634.22)
X Profit/(loss) from discontinued operations	-	-	-
XI Tax expenses of discontinued operations	-	-	-
XII Profit/(loss) from Discontinued operations (after tax) (X-XI)	-	-	-
XIII Profit/(loss) for the period (IX+XII)	(925.22)	(289.96)	(634.22)
XIV Other Comprehensive Income			
A. (i) Items that will not be reclassified to profit or loss	10.57	4.92	5.69
(ii) Income tax relating to items that will not be reclassified to profit or loss	3.71	1.73	2.00
B. (i) Items that will be reclassified to profit or loss	-	-	-
(ii) income tax relating to items that will be reclassified to profit or loss	-	-	-
XV Total Comprehensive Income for the period (XIII+XIV)Comprising Profit (Loss) and Other comprehensive Income for the period)	(910.94)	(283.31)	(626.53)
XVI Earnings per equity share (for continuing operation):			
(1) Basic	(11.67)	(3.66)	(8.00)
(2) Diluted	(11.67)	(3.66)	(8.00)
XVII Earnings per equity share (for discontinued operation):			
(1) Basic	-	-	-
(2) Diluted	-	-	-
XVIII Earning per equity share (for discontinued & continuing operation)			
(1)Basic	(11.67)	(3.66)	(8.00)
(2) Diluted	(11.67)	(3.66)	(8.00)


 Tapaas Chakravarti
 CMD & CEO
 DIN:00559533

Place: Hyderabad
Date: 4th February,2020


 S. Sundar
 Director
 DIN:00396677

Place: Hyderabad
Date: 04th February,2020



DQ ENTERTAINMENT (INTERNATIONAL) LIMITED

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

Consolidated Segment Revenue and Results

<i>(Rs in million)</i>						
Particulars	Nine months ended		Quarter ended		Year ended	
	31- Dec-19	31- Dec18	31-Dec-19	30-Sep-19	31-Dec-18	31-Mar-19
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Segment Revenue						
Animation	299.06	432.19	56.08	97.03	134.79	553.18
Distribution	64.01	265.03	3.16	28.42	104.71	424.32
Total	363.07	697.22	59.24	125.45	239.50	977.50
Less: Inter Segment Revenue	-	-	-	-	-	-
Net Income from Operations	363.07	697.22	59.24	125.45	239.50	977.50
Segment Results -Profit/(Loss)						
Animation	-310.06	43.22	(113.24)	(125.86)	4.56	(13.83)
Distribution	-270.89	(111.93)	(19.06)	(144.89)	(44.42)	242.07
Unallocated	-58.91	83.86	30.80	(134.96)	(1.99)	(428.12)
Segment Results before Interest	(639.86)	15.15	(101.50)	(405.71)	(41.85)	(199.88)
Interest and Finance Expense	321.24	341.30	79.10	121.97	112.66	467.56
Profit / (Loss) before tax	(961.10)	(326.15)	(180.60)	(527.68)	(154.51)	(667.44)
Segment Assets						
Animation	1,939.22	1,325.77	1,939.22	1,063.19	1,325.77	1,294.77
Distribution	266.55	6,706.45	266.55	5,943.09	6,706.45	6,334.67
Unallocated	2,436.20	157.37	2,436.20	171.18	157.37	182.32
Total	4,641.97	8,189.59	4,641.97	7,177.46	8,189.59	7,811.76
Segment Liabilities						
Animation	2,867.28	1,941.05	2,867.28	1,770.67	1,941.05	2,772.92
Distribution	2.27	4,765.45	2.27	1,100.47	4,765.45	78.42
Unallocated	48.29	58.85	48.29	3,926.84	58.85	3,868.86
Total	2,917.84	6,765.35	2,917.84	6,797.98	6,765.35	6,720.20

Tapaas Chakravarti

CMD & CEO
DIN:00559533

Place: Hyderabad

Date: 04th February,2020

S.Sundar

Director
DIN:00396677

Place: Hyderabad

Date: 04th February,2020



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

1) The Unaudited Consolidated financial results for the quarter and period ended December 31, 2019 were reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on 4th February, 2020

2) The Unaudited consolidated financial results of the company have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (IND AS) 34 Interim Financial Reporting prescribed under section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder, other accounting principles generally accepted in India and guidelines issued by Securities and Exchange Board of India ("SEBI").

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) *Exceptional items are foreign exchange gain / (loss) arisen on foreign exchange fluctuation calculated on translation of monetary items.

5) Corresponding quarter / period figures have been regrouped / reclassified wherever necessary to conform to the classification on the current period classification.

6) Effective April 01, 2019, the Company has adopted Ind AS 116 "Leases", applied to all the lease contracts existing on April 01, 2019 using the modified retrospective method. The adoption of the standard did not have any material impact on the financial results of the company for the quarter and period ended December 31, 2019.

7) (a) By virtue of Bond Instrument entered between OL Master Limited ("Bondholders"), DQ Entertainment (Mauritius) Limited ("DQE Mauritius" - Our Holding Company) and DQ Entertainment (Ireland) Limited ("DQE Ireland" - our wholly owned subsidiary Company) in the year 2014 and due to the non-payment of the cash coupon and the consequent Redemption amount which constituted an Event of default under the aforementioned Instrument, the Bondholders have appointed Receivers on the assets of our wholly owned subsidiary Company i.e. DQE Ireland. The loss of control is accounted in accordance with Ind AS 110 -Consolidated Financial Statements.

The Receivers have now taken control of all the intellectual properties and the Bank accounts of our subsidiary Company (DQE Ireland) and all affairs and business, of our subsidiary Company is now being managed by the Receivers appointed by the Bondholders.

The company has informed the stock exchanges regarding the above fact.

The company is actively pursuing with potential investors, in order to raise the required funds and settle the dues of the Bondholders as well as the Banks.

(b) The group has intangibles to the value of Rs.261 Mn as at December 31, 2019. The carrying value of these intangible assets were supported through the projected revenue streams as of 31.03.2019 from exploitation, discounted to their present values using a discount factor of 18.2%. The group is of the opinion that the carrying value of the intangible assets is Rs.261 Mn as at December 31, 2019, on franchise basis, are still worth at least the net amount stated based on a combination of supporting discounted projected revenue streams made earlier and the company's efforts to settle the dues of the bond holders.

(c) The company has incurred losses for the quarter and nine months period ended December 31, 2019. The company has also submitted a request letter to the bankers in November 2019, for onetime settlement of its loans (classified as NPA by bankers) and the bankers are actively considering the said application. Further the company is making all efforts to raise funds to settle the dues of the Banks and is in discussion with few agencies.

Based on the above, the management believes that the company will continue as a going concern and thereby, realise its assets and discharge its liabilities in the normal course of its business. Accordingly, these financial statements have been prepared on the going concern assumption. Consequently, no adjustments have been made to the carrying value of assets and liabilities or classification of balance sheet accounts.

8) Due to loss of control over subsidiary, DQ Ireland has not been consolidated for the quarter ending December 31, 2019. Consequently, the corresponding quarter/period figures may not be comparable.


Tapaas Chakravarti
CMD & CEO
DIN:00559533


S. Sundar
Director
DIN:00396677

Place: Hyderabad
Date: 4th February, 2020

Place: Hyderabad
Date: 4th February, 2020



& Associates

Chartered Accountants

1101/B, Manjeera Trinity Corporate,
JNTU-Hitech City Road, Kukatpally,
Hyderabad-500072, Telangana, INDIA
Tel: +91 40 6814 2999

Independent Auditor's Review Report on Consolidated Unaudited Quarterly and year to date financial results of the Group, its Joint Venture pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

**The Board of Directors
DQ Entertainment (International) Limited**

1. We have reviewed the accompanying statement of consolidated unaudited financial results of **DQ Entertainment (International) Limited** ('the Holding Company') and its share of the net loss after tax and total comprehensive loss of its joint venture for the quarter ended **December 31, 2019** and the year to-date results for the period from **April 1, 2019 to December 31, 2019** ('the Statement'), being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('the Regulation').
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 'Interim Financial Reporting' ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement 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 results are free of material misstatement. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the results of the following entities:

Sr. No	Name of the Company	Relationship with the Holding Company
1	DQ Entertainment (International) Films Limited	Joint Venture

5. Basis for Qualified Conclusion

- i Recoverability of investments & receivables aggregating Rs.2,292 Mn and Rs 945 Mn respectively of the wholly owned subsidiary DQ Entertainment (Ireland) Limited (DQ Ireland) is not ascertainable. Due to unavailability of sufficient appropriate audit evidence to corroborate management's assessment of recoverability of the above said amounts, we are unable to comment on the same. The provision, if any, with respect to these investments & receivables in compliance with IND AS 28: Investment in Associates and Joint Ventures and IND AS 37: Provisions, Contingent Liabilities & Contingent Assets is not ascertainable at present.



- ii The carrying value of intangibles amounting to Rs.261 Mn are held in DQ Ireland which is a wholly owned subsidiary of the company. The company is not able to estimate the projected revenue streams of these intangibles, consequent to the appointment of the Receivers for its subsidiary DQ Ireland. The provision for Impairment, if any, of the aforesaid intangibles in compliance with IND AS 36: Impairment of Assets is not ascertainable at present (Note 7(b) of the statement)
6. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulation including the manner in which it is to be disclosed, or that it contains any material misstatement.
7. The consolidated unaudited financial results also includes the Group's share of net loss after tax of Rs.118,617 for the nine months ended 31st December 2019, as considered in the consolidated unaudited financial results, in respect of one joint venture, based on their interim financial results which have not been reviewed by their auditors. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group.

Our conclusion on the Statement is not modified in respect of the above matter.

8. Material Uncertainty Related to Going Concern

We draw attention to Note 7(c) to the Statement wherein it is stated that, the Company has incurred accumulated losses for the quarter and nine months ended 31st December 2019 and the cash flows are insufficient for servicing the bank loans & interest payments. These conditions indicate existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. In view of the company's plan to restructure the loan, the standalone financial results of the Company have been prepared on a going concern basis.

Our opinion is not modified in respect of this matter.

For MSKA & Associates
Chartered Accountants
ICAI Firm Registration No.105047W


Ananthakrishnan G
Partner
Membership No.: 205226
UDIN: 20205226AAAADQ9286



Place: Hyderabad
Date: 4th February 2020