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

August 13, 2015

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)

Dear Sir/Madam,

Sub: - Outcome of the Board Meeting held on August 13, 2015

(i) Kindly note that the Board of Directors of the Company at their meeting held on August 13, 2015 have interalia, approved the un-audited financial results for the quarter ended June 30, 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.

(ii) Pursuant to Clause 41 of the Listing Agreement, the Company has opted to publish Standalone Results only of the Company, for the financial year 2015-16, as decided by the Board of Directors at its Board Meeting.

(iii) Mr. V. Santhanaraman has communicated his inability to continue with the Board, due to preoccupations. The Board has accepted his resignation at the Board meeting with effect from August 5, 2015. The Board places on record its sincere appreciation for the valuable contribution and guidance provided by him during his tenure as the Independent Director of the Company.

(iv) Mr. Goutam Auknoor and Mr. B.N. Sirish are appointed as Additional (Independent) Directors on the Board of the Company w.e.f. August 13, 2015 and shall hold office upto the date of the ensuing Annual General Meeting of the Company.

Kindly take the above on record and do the needful.

Thanking you
Yours truly,

For DQ Entertainment (International) Limited

Sindhu M.S.
Company Secretary

DQ Entertainment (International) Limited HYDERABAD

Enclosed as above

DQ ENTERTAINMENT (INTERNATIONAL) LIMITED
644, Aurora Colony, Road No. 3, Banjara Hills, Hyderabad - 500034
Un-Audited Standalone Financial Results for the quarter and year ended 30 June 2015

(Rs in million)

Sl. No	Particulars	For Quarter ended 30 June 2015	For Quarter ended 31 March 2015	For Quarter ended 30 June 2014	For Year ended 31 March 2015
		(Un-Audited)	(Un-Audited)	(Un-audited)	(Audited)
1	Net Income from Operations	291.82	731.59	142.34	1,815.65
2	Expenditure				
a	Production Expenses	17.95	92.37	8.24	116.84
b	Employee Expenses	132.15	135.07	165.55	633.71
c	Other Expenses	64.36	39.45	33.93	140.71
d	Depreciation, Amortisation and Impairment	56.10	178.35	64.76	366.63
e	Expenses transferred to Capital Account	-	-	(41.72)	-
	Total Expenses [2a to 2e)]	**270.56**	**445.24**	**230.76**	**1,257.89**
3	Profit / (Loss) from Operations before Other Income, Interest and Finance expense and Exceptional Items [1 -2]	21.26	286.35	(88.42)	557.76
4	Other Income	6.94	6.22	9.52	29.61
5	Profit / (Loss) before Interest and Finance expense and Exceptional Items [3+ 4]	**28.20**	**292.57**	**(78.90)**	**587.37**
6	Interest and Finance Expenses	35.11	49.57	55.55	207.34
7	(Loss)/Profit after Interest and Finance expense but before Exceptional Items [5 - 6]	**(6.91)**	**243.00**	**(134.45)**	**380.03**
8	Exceptional items*	59.49	(132.34)	1.47	(23.99)
9	Profit / (Loss) from Ordinary Activities before tax [7 - 8]	**52.58**	**110.66**	**(132.98)**	**356.04**
10	Less: Tax expense	15.78	45.09	(21.56)	66.05
11	Profit / (Loss) from Ordinary Activities after tax [9 - 10]	**36.80**	**65.57**	**(111.42)**	**289.99**
12	Extraordinary Item	-	-	-	-
13	Profit / (Loss) for the period [11-12]	**36.80**	**65.57**	**(111.42)**	**289.99**
14	Paid-up equity share capital [Face value Rs.10 per share]	792.83	792.83	792.83	792.83
15	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	3,689.60
16	Earnings Per Share [Face value Rs.10 per share] (not annualised/ in `)				
	a) Basic	0.46	0.83	(1.41)	3.66
	b) Diluted	0.46	0.83	(1.41)	3.66
17	Public Shareholding				
	a) Number of Shares	19,820,782	19,820,782	19,820,782	19,820,782
	b) Percentage of shareholding	25%	25%	25%	25%
	c) Shares held by custodians against depository receipts	-	-	-	-
18	Promoters and Promoter group Shareholding				
	a) Pledged / Encumbered - No. of Shares	59,461,972	59,461,972	17,838,000	59,461,972
	Percentage of shares (as a % of the total share holding of promoter and promoter group)	100%	100.00%	30.00%	100.00%
	Percentage of shareholding (as a % of the total share capital of the company)	75%	75.00%	22.50%	75.00%
	b) Non encumbered - No. of Shares	246	246	41,624,218	246
	Percentage of shares (as a % of the total share holding of promoter and promoter group)	0%	0.00%	70%	0.00%
	Percentage of shares (as a % of the total share capital of the company)	0%	0.00%	52.50%	0.00%
	c) Shares held by custodians against depository receipts	-	-	-	-

DQ Entertainment (International) Limited ★ HYDERABAD

DQ ENTERTAINMENT (INTERNATIONAL) LIMITED

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

Standalone Segment Revenue and Results

(Rs in million)

Particulars	For Quarter ended 30 June 2015	For Quarter ended 31 March 2015	For Quarter ended 30 June 2014	For Year ended 31 March 2015
	(Un-Audited)	(Un-Audited)	(Un-audited)	(Audited)
Segment Revenue				
Animation	279.70	714.09	98.07	1,725.84
Distribution	12.12	17.50	44.27	89.81
Net Income from Operations	**291.82**	**731.59**	**142.34**	**1,815.65**
Segment Results -Profit/(loss)				
Animation	80.73	565.17	1.38	1,104.58
Distribution	(36.30)	(144.97)	(5.47)	(232.47)
Unallocated	43.26	(259.97)	(73.34)	(308.73)
Segment Results before Interest and Finance Expense and Tax Expenses	**87.69**	**160.23**	**(77.43)**	**563.38**
Interest and Finance Expense	(35.11)	(49.57)	(55.55)	(207.34)
Profit / (Loss) before tax	**52.58**	**110.66**	**(132.98)**	**356.04**
Tax expense	15.78	45.09	(21.56)	66.05
Profit / (Loss) for the period	**36.80**	**65.57**	**(111.42)**	**289.99**
Capital Employed				
Animation	3,046.32	3,385.58	2,506.57	3,385.58
Distribution	1,188.32	898.29	1,806.13	898.29
Unallocated	284.59	198.56	(231.64)	198.56
Total	**4,519.23**	**4,482.43**	**4,081.06**	**4,482.43**

DQ Entertainment (International) Limited HYDERABAD

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

1) The un-audited financial results for the quarter and period ended June 30, 2015 have been taken on record by the Board of Directors at its meeting held on 13 August 2015. The "Un-audited Financial Results" have been subjected to the limited review by statutory auditors of the company.

2)Pursuant to Clause 41 of the Listing Agreement, the Company opted to publish Standalone Results only of the Company as decided by the Board of Directors for the financial year 2015-16 in its Board Meeting . 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 Standered -11

4) Corresponding year and quarter end figures have been regrouped / reclassified wherever necessary.

5) Information on investor complaints pursuant to Clause 41 of the Listing Agreement for the quarter ended June 30, 2015.

Nature of complaints	Opening Balance	Received during the quarter	Disposed during the quarter	Closing Balance
Investor complains	-	1	1	-



DQ ENTERTAINMENT (INTERNATIONAL) LIMITED
644, Aurora Colony, Road No. 3, Banjara Hills, Hyderabad - 500034
Un-Audited Consolidated Financial Results for the year ended 30 June 2015

(Rs in million)

Sl. No	Particulars	For Quarter ended 30 June 2015	For Quarter ended 31 March 2015	For Quarter ended 30 June 2014	For Year ended 31 March 2015
		(Un-Audited)	(Un-Audited)	(Un-audited)	(Audited)
1	Net Income from Operations	257.33	758.10	206.37	1,947.98
2	Expenditure				
a	Production Expenses	37.52	167.51	21.51	216.29
b	Employee Expenses	133.03	135.85	166.39	637.11
c	Other Expenses	82.03	409.02	50.85	223.22
d	Depreciation, Amortisation and Impairment	72.20	200.59	76.25	432.24
e	Expenses transferred to Capital Account	(28.62)	(59.96)	(41.72)	(195.79)
	Total Expenses [2a to 2e)]	**296.16**	**853.01**	**273.28**	**1,313.07**
3	(Loss) /Profit from Operations before Other Income, Interest and Finance expense and Exceptional Items [1 -2]	(38.83)	(94.91)	(66.91)	634.91
4	Other Income	5.68	5.08	4.16	12.69
5	(Loss) / Profit before Interest and Finance expense and Exceptional Items [3+ 4]	**(33.15)**	**(89.83)**	**(62.75)**	**647.60**
6	Interest and Finance Expenses**	145.63	167.81	75.46	427.26
7	(Loss) / Profit after Interest and Finance expense but before Exceptional Items [5 - 6]	**(178.78)**	**(257.64)**	**(138.21)**	**220.34**
8	Exceptional items *	68.02	39.48	(3.92)	(351.42)
9	(Loss) / Profit from Ordinary Activities before tax [7 - 8]	**(110.76)**	**(218.16)**	**(142.13)**	**(131.08)**
10	Less: Tax expense	15.78	45.09	(21.56)	66.05
11	(Loss) / Profit from Ordinary Activities after tax [9 - 10]	**(126.54)**	**(263.25)**	**(120.57)**	**(197.13)**
12	Extraordinary Item	-	-	-	-
13	(Loss) / Profit for the period [11-12]	**(126.54)**	**(263.25)**	**(120.57)**	**(197.13)**
14	Paid-up equity share capital [Face value Rs.10 per share]	792.83	792.83	792.83	792.83
15	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	3,680.82
16	Earnings Per Share [Face value Rs.10 per share] (not annualised/ in `)				
	a) Basic	(1.60)	(3.32)	(1.52)	(2.49)
	b) Diluted	(1.60)	(3.32)	(1.52)	(2.49)
17	Public Shareholding				
	a) Number of Shares	19,820,782	19,820,782	19,820,782	19,820,782
	b) Percentage of shareholding	25%	25%	25%	25%
	c) Shares held by custodians against depository receipts	-	-	-	-
18	Promoters and Promoter group Shareholding				
	a) Pledged / Encumbered - No. of Shares	59,461,972	59,461,972	17,838,000	59,461,972
	Percentage of shares (as a % of the total share holding of promoter and promoter group)	100%	100%	30%	100%
	Percentage of shareholding (as a % of the total share capital of the company)	75%	75%	22.50%	75%
	b) Non encumbered - No. of Shares	246	246	41,624,218	246
	Percentage of shares (as a % of the total share holding of promoter and promoter group)	0%	0%	70%	0%
	Percentage of shares (as a % of the total share capital of the company)	0%	0%	52.50%	0%
	c) Shares held by custodians against depository receipts	-	-	-	-

Entertainment (International) HYDERABAD

DQ ENTERTAINMENT (INTERNATIONAL) LIMITED

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

Consolidated Segment Revenue and Results

(Rs in million)

Particulars	For Quarter ended 30 June 2015	For Quarter ended 31 March 2015	For Quarter ended 30 June 2014	For Year ended 31 March 2015
	(Un-Audited)	(Un-Audited)	(Un-audited)	(Audited)
Segment Revenue				
Animation	239.32	698.67	99.29	1,423.41
Distribution	18.01	59.43	107.08	524.57
Net Income from Operations	**257.33**	**758.10**	**206.37**	**1,947.98**
Segment Results -Profit/(loss)				
Animation	20.81	338.77	(10.68)	702.70
Distribution	(65.08)	(125.27)	(11.92)	136.69
Unallocated	79.14	(263.85)	(44.07)	(543.21)
Segment Results before Interest and Finance Expense and Tax Expenses	**34.87**	**(50.35)**	**(66.67)**	**296.18**
Interest and Finance Expense	(145.63)	(167.81)	(75.46)	(427.26)
(Loss)/Profit before tax	**(110.76)**	**(218.16)**	**(142.13)**	**(131.08)**
Tax expense	15.78	45.09	(21.56)	66.05
(Loss)/Profit for the period	**(126.54)**	**(263.25)**	**(120.57)**	**(197.13)**
Capital Employed				
Animation	2,342.41	(1,213.01)	2,165.11	(1,213.01)
Distribution	6,372.38	5,167.58	6,880.30	5,167.58
Unallocated	(4,143.99)	519.08	(4,190.21)	519.08
Total	**4,570.80**	**4,473.65**	**4,855.20**	**4,473.65**

Entertainment (International) HYDERABAD

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

1) The un-audited consolidated financial results for the quarter ended June 30, 2015 have been taken on record by the Board of Directors at its meeting held on 13 August 2015. 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)Pursuant to Clause 41 of the Listing Agreement, the Company opted to publish Standalone Results of the Company. Investor can also view the results of the Company 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	For Quarter ended 30 June 2015	For Quarter ended 31 March 2015	For Quarter ended 30 June 2014	For Year ended 31 March 2015
	(Un-Audited)	(Un-Audited)	(Un-audited)	(Audited)
Net Income from Operations	291.82	731.59	142.34	1,815.65
Profit / (Loss) before tax	52.58	110.66	(132.98)	356.04
Profit / (Loss) after tax	36.80	65.57	(111.42)	289.99

5) Information on investor complaints pursuant to Clause 41 of the Listing Agreement for the quarter ended June 30, 2015.

Nature of complaints	Opening Balance	Received during the quarter	Disposed during the quarter	Closing Balance
Investor complains	-	1	1	-

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

7) **Total interest and finance expense includes of Rs.87.51 Mn on account of debt bond issued at DQ Entertainment (Ireland) Limited.

8) DQ Entertainment Ireland Limted, which is 100% subsidiary of DQ Entertainment (International) Limited (DQE) has started the outsouring the Production services to DQE, hence there is reduction in consolidated turnover compare to standalone turnover.

9) Corresponding year and quarter end figures have been regrouped / reclassified wherever necessary.



MZSK
& Associates
Chartered Accountants

Mumbai
Pune
New Delhi
Aurangabad
Hyderabad

www.bdo.in

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

1. We have reviewed the accompanying statement of unaudited consolidated financial results of DQ Entertainment (International) Limited and its subsidiaries for the quarter ended 30th June 2015,except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management, and have not been audited by us. 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.

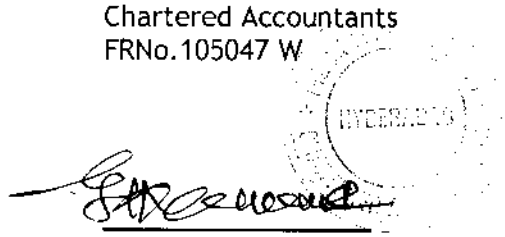
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review 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. The financial information relating to an operating subsidiary, whose unaudited financial results reflect total revenues of Rs.31,307,769, as considered in the unaudited consolidated financial results for the period ended on 30th June 2015, have been reviewed by another auditor who has furnished his review information to us and our review report, in so far as it relates to the amounts included in the unaudited consolidated financial results in respect of the subsidiary, is based solely on such review information of the other auditor. The consolidation also includes 1 inoperative subsidiary which do not have any revenues for the quarter.

Hyderabad | Suite 211, Block II, White House, Begumpet,
Hyderabad - 500 016. India
Tel +91-40-40404003, 40404005

4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited consolidated financial results prepared in accordance with applicable accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For MZSK & Associates
Chartered Accountants
FRNo.105047 W



Ananthakrishnan.G
Partner - 205226

Place: Hyderabad
Date: 13th August 2015

DQ Entertainment (International) Limited

Earnings Release – June 2015

DQ Entertainment (DQE), a leading animation, gaming, live action entertainment production and Distribution Company, today announces its financial results for the quarter ended June 30, 2015.

Standalone financial highlights for the first quarter ended 30 June 2015:

- Income from operations: INR 291.82 mn (Q1 2014: INR 142.34 mn)
- EBITDA: INR 84.30 mn (Q1 2014: INR (14.14 mn))
- Profit (Loss) before tax*: INR 52.58 mn (Q1 2014: INR (132.98) mn))
- Profit (Loss) after tax*: INR 36.80 mn (Q1 2014: INR (111.42) mn))

* Profit before tax and Profit after tax includes the exceptional item by way of notional foreign exchange of approximately INR 59.49 mn for the quarter ended 30 June 2015(#Q1 2014: INR 1.47 mn)

As previously reported, as a result of the seasonality of our business, the first and third quarters of the Company's financial year are generally lower than the second and fourth quarters.

The first quarter performance of the Company has been satisfactory and is indicative of the positive progress made in our key business areas. We continue to focus on our primary business areas of *Animation* production for television combined with *Licensing and Distribution*, whilst growing our business from *Visual Effects* and *Digital Distribution*. We are consciously attempting to consolidate our revenue potential by executing a mix of work-for-hire contracts, combined with co-production business opportunities and our own proprietary projects.

We are at an advanced stage of finalising new contracts with well-known studios from the United States and France, which, if completed, should secure our production pipeline for the next 24-36 months in the TV segment. These alliances should not only help to fortify the financial position of the Company in the coming months, but also enhance its teams' skill-sets and technology through the sharing of knowledge with these potential partners to augment our production pipeline.

We are particularly enthused by our proprietary TV series 'The Jungle Book' being extended into a third season, in association with ZDF Enterprises and ZDF TV, Germany and Canal Plus, France. This is a tremendous validation of the series' production and entertainment values and demonstrates that it is growing into a potentially multiple-franchise brand for the Company.

The second season of the ***The Jungle Book*** debuted in the United States on Sunday, July 11th 2015, as a result of a three year license agreement with Discovery Family channel. We believe that the airing of this series in the US will spur and help us unlock the licensing potential of the property through the appointment of high calibre licensing agents to represent our interests in this region.

The operational highlights in the first quarter of 2015 were:

A. Production

Projects in production

Peter Pan season 2 - 26 x 22' CGI TV series with ZDF-Germany, De Agostini-Italy, Method Animation-France and France TV.

Miles From Tomorrow land - 22 X 22' CGI for Disney Junior, USA.

Popples - 52 x 11' CGI for Saban Group, USA.

Ladybug - 4 x 11' CGI with Zag Toons, USA.

Sheriff Callie Wild West - 52 x 11' CGI for Disney Junior, USA.

7 Dwarfs and Me - 52 x 11' live action and CGI with ZDF-Germany, FTV-France, RAI COM-Italy and Method Animation-France.

Shabiyate Season 10 - 15 x 13' CGI TV series with Fanar Productions, UAE.

Hive Season 2 - TV series with Lupus Films, UK.

Chimpoo & Simpoo - 26 x 22' 2D TV series with ZeeQ Network, India.

Eshafan - 15 x 13' 2D series with Fanar Productions, UAE.

5 & IT - 52 x 11' CGI TV Series with Disney-Germany, Method Animation- France

Projects in pipeline

Jungle Book Season 3 - CGI TV Series with Story Board Animation and ZDF-Germany.

PegHeads - 52 x 11' CGI with Story Animation LLC, USA.

Pio the Chick – 52 x 7' 2D TV series with RAI COM-Italy and Gruppo Alcuni-Italy.

Robin Hood season 2 - 52 x 11' - CGI TV series with Method Animation-France and Pink Feather Productions, UAE.

B. Licensing & distribution:

Within this quarter, the licensing division has concluded distribution and licensing deals for the titles ***The Jungle Book***, ***The new adventures of Peter Pan*** and ***Robin Hood*** across various categories of products.

C. VFX division

Within this quarter, the Company's VFX division has executed some exceptional visual effects work for the Indian feature film industry. We are proud to announce that our team played an important role in creating the visual effects for the highly successful Indian film – ***Bahubhali***. The Company's highly skilled team worked closely with the film's director S.S. Rajamouli, to bring his vision of this Indian epic to life with international quality visual effects.

During the quarter, the VFX division was also involved with the visual effects sequences within an epic feature film, ***Rudrama Devi*** by Gunasekhar, which contains a significant amount of quality computer graphics work and is slated for release soon.

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.

D. Digital division

The Company's YouTube channels ***Powerkids*** and ***Tiny Toonz*** have started to gain traction among our young digital audiences. The channels have collectively received over 13 million views in the first quarter alone, with the combined total number of minutes watched on both these channels being well over 82 million.

The channels have seen steady and dedicated daily activity of over 150K views during this quarter and the numbers are expected to increase over the coming quarters as new content aimed at a wider number of regions and audiences is introduced into both these channels.

The Company intends to produce children's' content exclusively for these Digital platforms, in order to leverage its subscribers. New animated rhymes for kids have already been introduced to the Tiny Toonz channel.



Tapaas Chakravarti
CMD & CEO