



DQ ENTERTAINMENT (INTERNATIONAL) LIMITED

644, Aurora colony, Road No.3, Banjara Hills, Hyderabad - 5000 034, INDIA
Tel: +91-40-23553726 & 27 Fax:+91-40-23552594
CIN: L92113TG2007PLC053585

December 11, 2017

The Manager (Listing)
Department of Corporate Services
BSE Limited
P J Towers, Dalal Street,
Mumbai — 400 001.
Company Code: 533176 (BSE)

Dear Sir/Madam,

Sub: Financial Results for the quarter and half-year ended September 30, 2017

Kindly note that the Board of Directors of the Company at their meeting held on December 8, 2017 have, *interalia*, approved the Un-audited financial results (Standalone & consolidated) for the quarter and half-year ended September 30, 2017.

Kindly find attached herewith the above mentioned financials in the format prescribed under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Limited Review report (Consolidated and Standalone, which was inadvertently missed earlier) along with a copy of earnings release for the quarter ended September 30, 2017 is also enclosed herewith.

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

Thanking you

Yours truly
For DQ Entertainment (International) Limited


Annie Jodhani
Company Secretary



Encl. as above



DQ ENTERTAINMENT (INTERNATIONAL) LIMITED

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

Unaudited Standalone Statement of Profit and Loss for the Quarter and Half Year ended 30 September 2017

Rs in Million

	Particulars	Half Yearly Figures			Quarterly Figures	
		Figures as at the end of current reporting period - 30-Sep-17	Figures for the previous reporting period - 30-Sep-16	Figures for the Current Quarter - 30-Sep-17	Figures for the Corresponding Quarter - 30-Sep-16	Figures for the previous Quarter - 30-Jun-17
I	Revenue From operations	453.25	415.67	238.85	136.10	214.40
II	Other Income	4.11	7.01	1.73	2.68	2.38
III	Total Income (I+II)	457.36	422.68	240.58	138.78	216.78
IV	EXPENSES					
	Production expenses					
	Purchases of Stock-in-Trade	13.95	26.85	7.11	10.55	6.84
	Changes in inventories of finished goods, Stock-in -Trade and work-in-progress	-	-	-	-	-
	Employee benefits expense	246.48	226.30	115.26	99.30	131.22
	Finance costs	100.57	77.17	52.10	43.72	48.47
	Depreciation and amortization expenses	76.48	102.20	38.41	49.26	38.07
	Other expenses	160.73	150.06	76.79	78.97	83.94
	Total expenses (IV)	598.21	582.58	289.67	281.80	308.54
V	Profit/(loss) before exceptional items and tax (I-IV)	(140.85)	(159.90)	(49.09)	(143.02)	(91.76)
VI	Exceptional Items	50.38	18.40	28.18	(45.21)	22.20
VII	Profit/ (loss) after exceptions items and before tax(V-VI)	(90.47)	(141.50)	(20.91)	(188.23)	(69.56)
VIII	Tax expense:					
	(1) Current tax	-	24.69	-	11.35	-
	(2) MAT Credit Entitlement	-	1.39	-	0.00	-
	(3) Deferred tax	16.41	(8.38)	4.40	(9.96)	12.01
IX	Profit (Loss) for the period from continuing operations (VII-VIII)	(74.07)	(123.80)	(16.52)	(186.84)	(57.55)
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)	(74.07)	(123.80)	(16.52)	(186.84)	(57.55)
XIV	Other Comprehensive Income					
	A (i) Items that will not be reclassified to profit or loss	(2.69)	(1.66)	(1.44)	(0.68)	(1.25)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-
	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)	(76.76)	(125.46)	(17.96)	(187.52)	(58.80)
XVI	Earnings per equity share (for continuing operation):					
	(1) Basic	(0.93)	(1.56)	(0.21)	(2.36)	(0.73)
	(2) Diluted	(0.93)	(1.56)	(0.21)	(2.36)	(0.73)
XVI	Earnings per equity share (for discontinued operation):					
	(1) Basic	-	-	-	-	-
	(2) Diluted	-	-	-	-	-
XVI	Earning per equity share (for discontinued & continuing operation)					
	(1)Basic	(0.93)	(1.56)	(0.21)	(2.36)	(0.73)
	(2) Diluted	(0.93)	(1.56)	(0.21)	(2.36)	(0.73)

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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 2017

		(Rs in million)
Particulars		as at
		30 September 2017
		(Unaudited)
ASSETS		
Non-current assets		
1	(a) Property, Plant and Equipment	125.17
	(b) Capital work-in-progress	1.17
	(c) Investment Property	
	(d) Goodwill	
	(e) Other Intangible assets	557.63
	(f) Intangible assets under development	45.57
	(g) Biological Assets other than bearer plants	
	(h) Financial Assets	
	(i) Investments	36.92
	(ii) Trade receivables	1,167.50
	(iii) Loans	
	(i) Deferred tax assets (net)	693.52
(j) Other non-current assets	175.37	
Current assets		
2	(a) Inventories	
	(b) Financial Assets	
	(i) Investments	
	(ii) Trade receivables	1,315.63
	(iii) Cash and cash equivalents	17.53
	(iv) Bank balances other than (iii) above	
	(v) Loans	
	(vi) Others - Interest accrued on Fixed Deposits	
	(c) Current Tax Assets (Net)	
(d) Other current assets	1,084.00	
Total Assets		5,220.01
EQUITY AND LIABILITIES		
Equity		
	(a) Equity Share capital	792.83
	(b) Other Equity	1,831.88
LIABILITIES		
Non-current liabilities		
1	(a) Financial Liabilities	
	(i) Borrowings	45.11
	(ii) Trade payables	-
	(iii) Other financial liabilities (other than those specified in item (b), to be specified)	-
	(b) Provisions	161.97
	(c) Deferred tax liabilities (Net)	1.14
(d) Other non-current liabilities		
Current liabilities		
2	(a) Financial Liabilities	
	(i) Borrowings	822.54
	(ii) Trade payables	49.60
	(iii) Other financial liabilities (other than those specified in item (c))	32.50
	(b) Other current liabilities	1,280.49
	(c) Provisions	32.24
(d) Current Tax Liabilities (Net)	169.71	
Total Equity and Liabilities		5,220.01

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

- 1) The un audited standalone financial results for the quarter and half year ended September 30, 2017 were reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on December 8, 2017.
- 2) The Company has adopted the Indian Accounting Standards (Ind AS) from April 1, 2017 and these financials have 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. The date of transition to Ind AS is April 1, 2016. The impact of transition has been accounted for in opening reserves and the comparative period results have been restated accordingly. The Ind-AS compliant figures for the quarter ended 30th September 2016 are not subjected to limited review or audit in line with SEBI Circular CIR/CFD/FAC/62/2016 dated July 05, 2016. However, the management has exercised necessary due diligence to ensure that such financial results provide a true and fair view. Also as per 2.6 and 2.7 of SEBI Circular CIR/CFD/FAC/62/2016 dated July 05, 2016, the Company is not required to submit year ended 31st March 2017 comparatives.
- 3) The company has opted to avail the relaxation provided by SEBI in respect of disclosure requirements for corresponding figures of earlier periods and accordingly the figures for the year ended March 31, 2017 have not been presented.
- 4) The reconciliation of net profit or loss reported in accordance with Indian GAAP to total comprehensive income in accordance with Ind AS is given below:

	Half Year ended 30-Sep- 16	Quarter ended 30- Sep-16
Reconciliation of Net Profit/(Loss)		
Net (loss)/profit as per Indian GAAP	(125.62)	(188.66)
GAAP Adjustments		
Add:		
Rent Equalisation Reserve	0.41	0.07
Re-measurement gains/ (losses) on defined benefit plans	1.66	1.87
Less:		
Amortisation loan processing charges	(0.26)	(0.13)
Net (loss)/profit as per Ind-AS	(123.81)	(186.85)

This reconciliation statement has been provided in accordance with circular CIR/CFD/FAC/2016 issued by SEBI dated July 5, 2016 on account of implementation of Ind As by listed companies.

- 5) 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).
- 6) *Exceptional items are foreign exchange gain / (loss) arisen on foreign exchange fluctuation calculated on translation of monetary items.
- 7) Corresponding quarter figures have been regrouped / reclassified wherever necessary to conform to the classification on the current period classification.






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

Standalone Segment Revenue and Results

Particulars	Half Yearly Figures		Quarterly Figures		
	Figures as at the end of current reporting period - 30-Sep-17	Figures for the previous reporting period - 30-Sep-16	Figures for the Current Quarter - 30-Sep-17	Figures for the Corresponding Quarter - 30-Sep-16	Figures for the previous Quarter - 30-Jun-17
	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)
Segment Revenue					
Animation	422.74	393.66	217.92	125.46	204.83
Distribution	30.50	22.01	20.93	10.64	9.57
Total	453.24	415.67	238.85	136.10	214.40
Less: Inter Segment Revenue	-	-	-	-	-
Net Income from Operations	453.24	415.67	238.85	136.10	214.40
Segment Results -Profit/(loss)					
Animation	24.42	28.67	19.00	(42.06)	5.42
Distribution	(27.42)	(74.57)	(6.70)	(41.45)	(20.72)
Unallocated	13.10	(18.44)	18.88	(61.01)	(5.79)
Segment Results before Interest and Finance Expense and Tax Expenses	10.10	(64.34)	31.18	(144.52)	(21.09)
Interest and Finance Expense	100.57	77.17	52.10	43.72	48.47
Profit / (Loss) before tax	(90.47)	(141.51)	(20.92)	(188.24)	(69.56)
Segment Assets					
Animation	3,083.75	2,985.10	3,083.75	2,985.10	2,617.60
Distribution	660.55	1,016.67	660.55	1,016.67	654.93
Unallocated	1,475.71	1,111.34	1,475.71	1,111.34	2,003.48
Total	5,220.01	5,113.11	5,220.01	5,113.11	5,276.01
Segment Liabilities					
Animation	2,336.51	1,342.35	2,336.51	1,342.35	1,644.20
Distribution	6.05	177.69	6.05	177.69	167.17
Unallocated	252.74	539.25	252.74	539.25	661.19
Total	2,595.30	2,059.29	2,595.30	2,059.29	2,472.56







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 Half Year ended 30 September 2017

Rs in Million

	Particulars	Half Yearly Figures		Quarterly Figures		
		Figures as at the end of current reporting period - 30-Sep-17	Figures for the previous reporting period - 30-Sep-16	Figures for the Current Quarter - 30-Sep-17	Figures for the Corresponding Quarter - 30-Sep-16	Figures for the previous Quarter - 30-Jun-17
I	Revenue From operations	368.55	524.35	188.45	206.79	180.10
II	Other Income	1.50	61.43	0.44	2.33	1.06
III	Total Income (I+II)	370.05	585.78	188.89	209.12	181.16
IV	EXPENSES					
	Production expenses	13.94	40.47	5.36	5.17	8.58
	Purchases of Stock-in-Trade	-	-	-	-	-
	Changes in inventories of finished goods, Stock-in-Trade and work-in-progress	-	-	-	-	-
	Employee benefits expense	248.48	228.19	116.29	100.24	132.19
	Finance costs	464.81	284.98	288.04	145.48	176.77
	Depreciation and amortization expenses	203.62	178.37	104.29	87.22	99.33
	Other expenses	195.74	242.78	91.68	102.59	104.06
	Expenses transferred to Capital account	(86.56)	(16.82)	(51.13)	(4.92)	(35.43)
	Total expenses (IV)	1,040.03	957.97	554.53	435.78	485.50
V	Profit/(loss) before exceptional items and tax (I-IV)	(669.98)	(372.19)	(365.64)	(226.66)	(304.34)
VI	Exceptional Items	555.90	(37.21)	217.42	(2.99)	338.48
VII	Profit/ (loss) after exceptions items and before tax(V-VI)	(114.08)	(409.40)	(148.22)	(229.65)	34.14
VIII	Tax expense:					
	(1) Current tax	-	24.69	-	11.35	-
	(2) MAT Credit Entitlement	-	1.39	-	-	-
	(3) Deferred tax	16.41	(8.38)	4.40	(9.96)	12.01
IX	Profit (Loss) for the period from continuing operations (VII-VIII)	(97.67)	(391.70)	(143.82)	(228.26)	46.15
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)	(97.67)	(391.70)	(143.82)	(228.26)	46.15
XIV	Other Comprehensive Income					
	A. (i) Items that will not be reclassified to profit or loss	(2.69)	(1.66)	(1.44)	(0.68)	(1.25)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-
	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)	(100.36)	(393.36)	(145.26)	(228.94)	44.90
XVI	Earnings per equity share (for continuing operation):					
	(1) Basic	(1.23)	(4.94)	(1.81)	(2.88)	0.58
	(2) Diluted	(1.23)	(4.94)	(1.81)	(2.88)	0.58
XVI I	Earnings per equity share (for discontinued operation):					
	(1) Basic	-	-	-	-	-
	(2) Diluted	-	-	-	-	-
XVI II	Earning per equity share (for discontinued & continuing operation)					
	(1) Basic	(1.23)	(4.94)	(1.81)	(2.88)	0.58
	(2) Diluted	(1.23)	(4.94)	(1.81)	(2.88)	0.58



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 2017

		(Rs in million)
Particulars		as at 30 September 2017 (Unaudited)
ASSETS		
Non-current assets		
1	(a) Property, Plant and Equipment	125.19
	(b) Capital work-in-progress	1.17
	(c) Investment Property	
	(d) Goodwill	
	(e) Other Intangible assets	2,330.51
	(f) Intangible assets under development	4,213.66
	(g) Biological Assets other than bearer plants	
	(h) Financial Assets	36.96
	(i) Investments	0.00
	(ii) Trade receivables	
	(iii) Loans	
(i) Deferred tax assets (net)	693.52	
(j) Other non-current assets	175.37	
Current assets		
2	(a) Inventories	
	(b) Financial Assets	
	(i) Investments	
	(ii) Trade receivables	162.11
	(iii) Cash and cash equivalents	110.74
	(iv) Bank balances other than (iii) above	
	(v) Loans	
	(vi) Others	
(c) Current Tax Assets (Net)		
(d) Other current assets	366.12	
Total Assets		8,215.35
EQUITY AND LIABILITIES		
Equity		
	(a) Equity Share capital	792.83
	(b) Other Equity	400.45
LIABILITIES		
Non-current liabilities		
1	(a) Financial Liabilities	
	(i) Borrowings	4,006.63
	(ii) Trade payables	-
	(iii) Other financial liabilities (other than those specified in item (b), to be specified)	-
	(b) Provisions	161.97
(c) Deferred tax liabilities (Net)	1.14	
(d) Other non-current liabilities		
Current liabilities		
2	(a) Financial Liabilities	
	(i) Borrowings	1,208.48
	(ii) Trade payables	32.01
	(iii) Other financial liabilities (other than those specified in item (c))	32.50
	(b) Other current liabilities	1,386.25
	(c) Provisions	32.24
(d) Current Tax Liabilities (Net)	160.85	
Total Equity and Liabilities		8,215.35



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

- 1) The un audited consolidated financial results for the quarter and half year ended September 30, 2017 were reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on December 8, 2017.
- 2) The Group has adopted the Indian Accounting Standards (Ind AS) from April 1, 2017 and these financials have 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. The date of transition to Ind AS is April 1, 2016. The impact of transition has been accounted for in opening reserves and the comparative period results have been restated accordingly. The Ind-AS compliant figures for the quarter ended 30th September 2016 are not subjected to limited review or audit in line with SEBI Circular CIR/CFD/FAC/62/2016 dated July 05, 2016. However, the management has exercised necessary due diligence to ensure that such financial results provide a true and fair view. Also as per 2.6 and 2.7 of SEBI Circular CIR/CFD/FAC/62/2016 dated July 05, 2016, the Company is not required to submit year ended 31st March 2017 comparatives.
- 3) The group has opted to avail the relaxation provided by SEBI in respect of disclosure requirements for corresponding figures of earlier periods and accordingly the figures for the year ended March 31, 2017 have not been presented.
- 4) The reconciliation of net profit or loss reported in accordance with Indian GAAP to total comprehensive income in accordance with Ind AS is given below:

Reconciliation of Net Profit/(Loss)	Half Year ended 30-Sep-16	Quarter ended 30- Sep-16
Net (loss)/profit as per Indian GAAP	(393.51)	(227.06)
GAAP Adjustments		
Add:		
Rent equalisation expense	0.41	0.07
Loan processing charges transferred to prepaid	1.66	1.87
Less:		
Amortisation loan processing charges	(0.26)	(0.13)
Net (loss)/profit as per Ind-AS	(391.70)	(225.25)

This reconciliation statement has been provided in accordance with circular CIR/CFD/FAC/2016 issued by SEBI dated July 5, 2016 on account of implementation of Ind AS by listed companies.

- 5) 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).
- 6) *Exceptional items are foreign exchange gain / (loss) arisen on foreign exchange fluctuation calculated on translation of monetary items.
- 7) Corresponding quarter figures have been regrouped / reclassified wherever necessary to conform to the classification on the current period classification.



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

Consolidated Segment Revenue and Results

Particulars	Half Yearly Figures		Quarterly Figures		
	Figures as at the end of current reporting period - 30-Sep-17	Figures for the previous reporting period - 30-Sep-16	Figures for the Current Quarter - 30-Sep-17	Figures for the Corresponding Quarter - 30-Sep-16	Figures for the previous Quarter - 30-Jun-17
	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)
Segment Revenue					
Animation	320.31	364.47	154.15	146.38	166.16
Distribution	48.25	159.88	34.31	60.41	13.94
Total	368.56	524.35	188.46	206.79	180.10
Less: Inter Segment Revenue	-	-	-	-	-
Net Income from Operations	368.56	524.35	188.46	206.79	180.10
Segment Results -Profit/(loss)					
Animation	(90.46)	(22.23)	(54.08)	(15.76)	(36.38)
Distribution	(109.72)	(99.98)	(17.30)	(4.85)	(92.42)
Unallocated	550.91	(2.21)	211.21	(60.54)	339.70
Segment Results before Interest and Finance Expense and Tax Expenses	350.73	(124.42)	139.83	(81.15)	210.90
Interest and Finance Expense	464.81	284.98	288.04	145.48	176.77
Profit / (Loss) before tax	(114.08)	(409.40)	(148.21)	(226.63)	34.13
Segment Assets					
Animation	896.74	1,429.82	896.74	1,429.82	1,100.61
Distribution	6,608.56	7,763.03	6,608.56	7,763.03	6,348.22
Unallocated	710.05	156.57	710.05	156.57	890.73
Total	8,215.35	9,349.42	8,215.35	9,349.42	8,339.56
Segment Liabilities					
Animation	6,267.26	5,467.80	6,267.26	5,467.80	5,924.03
Distribution	341.77	186.97	341.77	186.97	167.17
Unallocated	413.03	546.14	413.03	546.14	649.41
Total	7,022.06	6,200.91	7,022.06	6,200.91	6,740.61




Limited Review Report

Review Report to
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 30th September 2017 and the year to-date results for the period April to September 2017 and financial position as on 30th September 2017 ('the Statement'), 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 modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 (Listing Regulations). Attention is drawn to the fact that the figures for the corresponding quarter ended 30th September 2016 and the corresponding year-to-date from April to September 2016, including the reconciliation of profit/ loss under Indian Accounting Standards ('Ind AS') of the corresponding quarter with profit/ loss reported under previous GAAP, as reported in these financial results have been approved by the Company's Board of Directors but have not been subjected to review.

This Statement, which is the responsibility of the Company's Management and has been approved by the Board of Directors, has been prepared in accordance with Ind AS 34 'Interim Financial Reporting', prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other recognized accounting practices and policies generally accepted in India. Our responsibility is to issue a report on the Statement 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 Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited standalone financial results and financial position which



are prepared in accordance with Ind AS 34, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

For MSKA & Associates (Formerly known as MZSK & Associates)
Chartered Accountants
Firm Registration No.105047W



Ananthkrishnan. G
Partner
Membership No.: 205226



Place: Hyderabad
Date: 08th December, 2017

Consolidated Limited Review Report

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

1. We have reviewed the accompanying statement of unaudited consolidated financial results for the quarter ended 30th September, 2017 and the year to-date results for the period April to September 2017 and financial position as on 30th September 2017 ('the Statement') of (DQ Entertainment (International) Limited) ('the Company'), its subsidiaries and associates (together the "Group"), 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 modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 (Listing Regulations). Attention is drawn to the fact that the figures for the corresponding quarter ended 30th September 2016 and the corresponding year-to-date from April to September 2016, including the reconciliation of profit/ loss under Indian Accounting Standards ('Ind AS') of the corresponding quarter with profit/ loss reported under previous GAAP, as reported in these consolidated financial results have been approved by the Company's Board of Directors but have not been subjected to review.

This Statement, which is the responsibility of the Company's Management and has been approved by the Board of Directors, has been prepared in accordance with Ind AS 34 'Interim Financial Reporting', prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other recognized accounting practices and policies generally accepted in India. Our responsibility is to issue a report on the Statement 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 Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited consolidated financial results and financial position which are prepared in accordance with Ind AS 34, prescribed under Section 133 of the Companies Act,

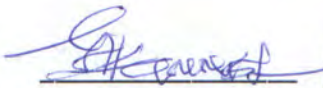


2013 read with relevant rules issued there under and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

For MSKA & Associates (Formerly known as MZSK & Associates)

Chartered Accountants

Firm Registration No.105047W



Ananthakrishnan. G

Partner

Membership No.: 205226



Place: Hyderabad

Date: 08th September, 2017



DQ ENTERTAINMENT (INTERNATIONAL) LIMITED

644, Aurora colony, Road No.3, Banjara Hills, Hyderabad - 5000 034. INDIA
Tel: +91-40-23553726 & 27 Fax:+91-40-23552594
CIN: L92113TG2007PLC053585

DQ Entertainment (International) Limited Un-Audited Financial Results for the quarter ended 30th September, 2017

DQ Entertainment (International) Limited, a leading animation, gaming, production and distribution company, today announces its un-audited results for the quarter ended September 30, 2017.

Standalone financial highlights for the quarter ended 30 September 2017.

- Income from operations was INR 238.85 Mn compared to INR 136.10 Mn over the same period last year.
- EBIDTA was INR 41.42 Mn as compared to INR (50.04) Mn over the same period last year.

Consolidated financial highlights for the quarter ended 30 September 2017.

- Income from operations was INR 188.45 Mn, compared to INR 206.79 Mn over the same period last year
- EBIDTA was INR 26.69 Mn as compared to INR 6.04 Mn over the same period last year.

Business Update:

Slowly and steadily the business divisions of Animation, Licensing & Distribution and Digital Media is improving and the impact of the same will be visible from the 4th quarter of this financial year.

The Company has a good order book of production projects. Apart from our 3 own IP projects, currently the following TV series are in production

Miles from tomorrow land - Season II & III,
Puppy Dog Pal's - Season 2
Mickey Mouse and the Roadster Racers (MRR) - Season II
Miraculous Lady Bug – Season II
Super 4 - based on Playmobil Toy
ZakStrom – Season 1

The following projects will commence productions in the next couple of months

7D & Me Season 2
Power Players – Season 1
Pio the Chick TV series – Season 1





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Own IP :

Our IP's , Jungle Book – Season III, Robinhood- Season II and The Psammy show (earlier known as 5 & It) are in production and the first milestone deliveries will begin from February / March. The Company will get the inflows based on milestone deliveries from the contracts already executed for all these three projects.

Our first Digital 90 Min movie, "Peterpan – The quest for Never Book" has been completed and was very well received by global distributors at the recently concluded American Film Market. The Company has already closed a couple of deals while more than 18 deals are under negotiations and expected to close soon. The inflows of the minimum guarantee amount are expected in the last quarter of this financial year.

Licensing and Distribution:

Apart from the Broadcast deals, DQE's Distribution and licensing division is continuing to negotiate new licensing deals across its library of IPs. Numerous deals were entered into during the period resulting in increased revenue from licensing and distribution. DQE concluded deals with the following during this quarter:

- Appointment of The Licensing Group Ltd (TLG) in North America as new licensing agents for The Jungle Book .
- Appointment of CPL for Latin America & Mexico as new licensing agents for The Jungle Book .
- Appointment of CIMCA in Central America as new licensing agents for The Jungle Book.
- Sinecast has been appointed as promotional partners for the Jungle Book brand in Turkey.
- Jungle Book indoor theme park agreement deal has been signed with Chiliad Procons in India


Tapaas Chakravarti
CMD & CEO

