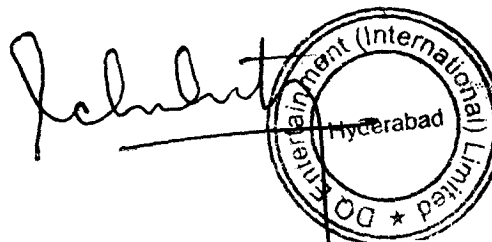




**DQ ENTERTAINMENT (INTERNATIONAL) LIMITED**  
644, Aurora Colony, Road No. 3, Banjara Hills, Hyderabad - 500034  
Unaudited Standalone Financial Results for the quarter ended 30 June 2011

Sl. No	Particulars	(Rs in million)		
		For quarter ended 30 June 2011 (Unaudited)	For quarter ended 30 June 2010 (Unaudited)	For Year ended 31 March 2011 (Audited)
1	Net Income from Operations	264.40	221.25	1,616.97
2	Expenditure			
a.	Production Expenses	16.26	23.26	185.81
b.	Employees Cost	242.38	191.00	814.61
c.	Other Expenditure	55.03	95.71	176.07
d.	Depreciation and Amortisation	82.96	65.64	328.27
e	Less: Expenditure transferred to Capital Account	(4.70)	(29.55)	(41.45)
	Total Expenditure [2a to 2e]	391.93	346.06	1,463.31
3	(Loss) / Profit from Operations before Other Income, Interest and Finance expense and Exceptional Items [ 1 - 2 ]	(127.53)	(124.81)	153.66
4	Other Income	19.90	6.69	122.52
5	(Loss) / Profit before Interest and Finance expense and Exceptional Items [ 3+ 4 ]	(107.63)	(118.12)	276.18
6	Interest and Finance Expenses	23.32	25.01	95.94
7	(Loss) / Profit after Interest and Finance expense but before Exceptional Items. [ 5 - 6 ]	(130.95)	(143.13)	180.24
8	Exceptional items	-	-	-
9	(Loss) / Profit from Ordinary Activities before tax	(130.95)	(143.13)	180.24
10	Less: Tax (credit) / expense	(1.98)	(28.52)	47.36
11	Net (Loss) / Profit from Ordinary Activities after tax [ 9 - 10 ]	(128.97)	(114.61)	132.88
12	Extraordinary Item	-	-	-
13	Net (Loss) / Profit for the period [11-12]	(128.97)	(114.61)	132.88
14	Paid-up equity share capital [Face value Rs.10 per share]	792.83	792.83	792.83
15	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year			2,542.26
16	Earnings Per Share [Face value Rs.10 per share] (not annualised/ in ` )			
	a) Basic	(1.63)	(1.45)	1.68
	b) Diluted	(1.63)	(1.45)	1.68
17	Public Shareholding			
	a) Number of Shares	19,820,782	19,820,782	19,820,782
	b) Percentage of shareholding	25%	25%	25%
	c) Shares held by custodians against depository receipts	-	-	-
18	Promoters and Promoter group Shareholding			
	a) Pledged / Encumbered - No. of Shares	-	-	-
	Percentage of shares (as a % of the total share holding of promoter and promoter group)	-	-	-
	Percentage of shareholding (as a % of the total share capital of the company)	-	-	-
	b) Non encumbered - No. of Shares	59,462,218	59,462,218	59,462,218
	Percentage of shares (as a % of the total share holding of promoter and promoter group)	100%	100%	100%
	Percentage of shares (as a % of the total share capital of the company)	75%	75%	75%
	c) Shares held by custodians against depository receipts	-	-	-





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

- 1) The above unaudited standalone financial results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on 10th August 2011.
- 2) Deferred tax will be considered at the year end.
- 3) The details of funds raised through Initial Public Offering (IPO) and utilisation of said funds are as follows:

Particulars	(Rs in million)	
	Amount	
<b>Funds received through IPO</b>		<b>1,539.59</b>
<b>Utilisation of funds</b>		
Investment in co-production agreements, focusing on IP content creation	490.19	
Development of office premises and production facilities.	304.50	
Investment in Subsidiary (DQ Entertainment (Ireland) Limited)	294.65	
General corporate purpose	103.15	
Issues expenses	95.45	1,287.94
<b>Total funds utilised up to 30 June 2011</b>		<b>1,287.94</b>
Investments*		85.70
Fixed Deposits		165.95
<b>Balance as on 30 June 2011</b>		<b>251.65</b>

\*As on 30 June 2011 unutilised funds have been temporarily invested in short term liquid scheme of mutual funds.

- 4) Information on investor complaints pursuant to Clause 41 of the Listing Agreement for the quarter ended June 30, 2011

Nature of complaints	Opening Balance	Additions	Disposal	Closing Balance
Non - receipt of refund order	-	7	7	-

5) The auditors of the Company had invited attention in their auditors report for the year ended 31 March 2011 that the company has recognised a deferred tax asset on unabsorbed depreciation as claimed in the returns for the respective years. In the assessment orders passed for the assessment years 2004 -05 and 2006 -07 unabsorbed depreciation has been determined to be Rs NIL. In this respect the Company has preferred appeals in Hon'ble High Court of Andhra Pradesh against the subject orders. In the opinion of the management the manner of adjustment of unabsorbed depreciation and carry forward of business losses by the department is not appropriate and based on professional advice the management is confident of succeeding in appeals and get the unabsorbed depreciation/ carry forward of business losses restored. On a prudent basis the company has not recognised any deferred tax asset on such unabsorbed depreciation contested before the Hon'ble High court.

- 6) Corresponding previous periods end figures have been regrouped / reclassified wherever necessary.






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

Standalone Segment Revenue and Results

Particulars	<i>(Rs in million)</i>		
	For Quarter ended 30 June 2011	For Quarter ended 30 June 2010	For Year ended 31 March 2011
	(Unaudited)	(Unaudited)	(Audited)
<b>Segment Revenue</b>			
Animation	253.93	187.79	1,448.26
Gaming	1.32	0.13	11.51
Distribution	9.15	33.33	157.20
<b>Net Income from Operations</b>	<b>264.40</b>	<b>221.25</b>	<b>1,616.97</b>
<b>Segment Results</b>			
Animation	59.65	41.86	676.61
Gaming	0.60	0.13	6.30
Distribution	(24.69)	5.90	20.96
Unallocated expenses	(151.27)	(167.50)	(445.03)
<b>Segment Results before Interest and Finance Expense and Tax from each segment</b>	<b>(115.71)</b>	<b>(119.61)</b>	<b>258.84</b>
Less: Interest and Finance Expense	(15.24)	(23.52)	(78.60)
<b>(Loss) / Profit before tax</b>	<b>(130.95)</b>	<b>(143.13)</b>	<b>180.24</b>
Less: Tax (credit) / expense	(1.98)	(28.52)	47.36
<b>Net (Loss) / Profit for the period</b>	<b>(128.97)</b>	<b>(114.61)</b>	<b>132.88</b>
<b>Capital Employed</b>			
Animation	1,213.67	708.34	913.52
Gaming	0.77	-	-
Distribution	87.79	59.38	56.83
Unallocated	1,903.89	2,291.00	2,364.74
<b>Total</b>	<b>3,206.12</b>	<b>3,058.72</b>	<b>3,335.09</b>

