

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, DC 20549

FORM 8-K

Current Report

Pursuant to Section 13 or 15(d) of The Securities Exchange Act of 1934

Date of report (Date of earliest event reported): January 13, 2015

Mandalay Digital Group, Inc.
(Exact Name of Registrant as Specified in Charter)

Delaware
(State or Other Jurisdiction
of Incorporation)

000-10039
Commission File Number

22-2267658
(IRS Employer
Identification No.)

2811 Cahuenga Blvd West
Los Angeles, CA
(Address of Principal Executive Offices)

90068
(Zip Code)

Registrant's telephone number, including area code: (323) 472-5461

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
 - Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
 - Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
 - Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
-

Item 7.01 Regulation FD Disclosure.

A copy of the Company's updated investor presentation is attached to this Current Report on Form 8-K as Exhibit 99.1. These slides will be posted on the "Investor Relations" area of the Company's website at www.mandalaydigital.com. From time to time, the Company may also use this presentation in conversations with investors and analysts.

The information in this report (including Exhibit 99.1 hereto) is being "furnished" and shall not be deemed "filed" for the purposes of Section 18 of the Securities Exchange Act of 1934, as amended, is not subject to the liabilities of that section and is not deemed incorporated by reference in any filing under the Securities Act of 1933, as amended, or the Securities Exchange Act of 1934, as amended, except as shall be expressly set forth by specific reference in such a filing.

Item 9.01 Financial Statements and Exhibits.

(d) Exhibits

EXHIBIT

<u>NO.</u>	<u>DESCRIPTION</u>
99.1	Investor Presentation Slides

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

Mandalay Digital Group, Inc.

Dated: January 13, 2015

By: /s/ Andrew Schleimer
Andrew Schleimer
Executive Vice President and
Chief Financial Officer

EXHIBIT INDEX

Exhibit No.	Description of Exhibits
99.1	Investor Presentation Slides



mandalay digital group

Mandalay Digital Group, Inc.

**17th Annual Needham Growth
Conference**



Safe Harbor Statements.

Statements in this presentation that are not statements of historical fact and that concern future results from operations, financial position, economic conditions, product releases, revenue and product synergies, cost savings, product or competitive enhancements and any other statement that may be construed as a prediction of future performance or events, including that Appia's technology will enhance Mandalay Digital's existing products or foster new technology innovation, perceived benefits from the business combination, that the acquisition will result in increased revenue, cost savings and better competitive position, or that Mandalay Digital will successfully integrate Appia's technology, are forward-looking statements that speak only as of the date made and which involve known and unknown risks, uncertainties and other factors which may, should one or more of these risks, uncertainties or other factors materialize, cause actual results to differ materially from those expressed or implied by such statements. These factors include the occurrence of any event, change or other circumstances that could give rise to the termination of the merger agreement; the inability to complete the merger or failure to satisfy other conditions to completion of the merger; the inability to complete the merger within the expected time period or at all, including due to the failure to obtain stockholder approval, or the failure to satisfy other conditions to completion of the merger; risks related to disruption of management's attention from the ongoing business operations due to the proposed merger; the effect of the announcement of the proposed merger on Mandalay's or Appia's relationships with their respective customers, lenders, operating results and businesses generally; material adverse changes in Mandalay Digital's or Appia's operations or financial results prior to closing; the ability to expand the combined company's global reach, accelerate growth and enhance a scalable, low-capex business model that drives EBITDA; failure to realize anticipated operational efficiencies, revenue (including projected revenue) and cost synergies and resulting revenue growth, EBITDA and free cash flow conversion if the merger is consummated; inability to refinance the assumed Appia debt subsequent to the closing or to refinance the debt on favorable terms; unforeseen challenges related to relationships with operators, publishers and advertisers and expanding and maintaining those relationships; the ability to execute upon, and realize any benefits from, potential value creation opportunities through strategic relationships in the future or at all, including the ability to leverage advertising opportunities effectively and increase revenue streams for carriers; unforeseen difficulties preventing rapid integration of Appia's app-install infrastructure into Digital Turbine's existing platform; the inherent and deal specific challenges in converting discussions with carriers into actual contractual relationships; the Company's ability as a smaller company to manage international, and as a result of the proposed merger, larger operations; varying and often unpredictable levels of orders; the challenges inherent in technology development necessary to maintain the

Company's competitive advantage; the potential for unforeseen or underestimated cash requirements necessary to enable the transaction synergies to be realized, and other risks including those described from time to time in Mandalay Digital's filings on Forms 10-K and 10-Q with the SEC, press releases and other communications. You should not place undue reliance on these forward-looking statements. The Company does not undertake to update forward-looking statements, whether as a result of new information, future events or otherwise, except as required by law.

Use of Non-GAAP Financial Measures.

Adjusted EBITDA is calculated as income (loss) from continuing operations before interest expense, foreign exchange gains (losses), financing and related expenses, debt discount and debt settlement expense, gain or loss on extinguishment of debt, acquisition and integration costs, income taxes, asset impairment charges, depreciation and amortization, stock-based compensation expense, change in fair value of derivatives, and accruals for discretionary bonuses. Since Adjusted EBITDA is a non-GAAP measure that does not have a standardized meaning, it may not be comparable to similar measures presented by other companies. Readers are cautioned that Adjusted EBITDA should not be construed as an alternative to net income (loss) determined in accordance with U.S. GAAP as an indicator of performance, which is the most comparable measure under GAAP. Adjusted EBITDA is used by management as an internal measure of profitability. We have included Adjusted EBITDA because we believe that this measure is used by certain investors to assess our financial performance before non-cash charges and certain costs that we do not believe are reflective of our underlying business. A reconciliation of Adjusted EBITDA to U.S. GAAP net income is included at the end of this presentation; however such reconciliation to future net income is not currently available without unreasonable effort. The information that is unavailable is primarily asset impairment and expenses related to stock-based compensation; it is probable that when such amounts are available they will result in a significant GAAP net loss for our second fiscal quarter notwithstanding our expected Adjusted EBITDA results.

This communication is for informational purposes only and is neither an offer to purchase, nor a solicitation of an offer to sell, subscribe for or buy any securities or the solicitation of any vote in any jurisdiction pursuant to the proposed transactions or otherwise, nor shall there be any sale, issuance or transfer of securities in any jurisdiction in contravention of applicable law. No offer of securities shall be made except by means of a prospectus meeting the requirements of Section 10 of the Securities Act of 1933, as amended.



Agenda

Market Opportunity

Mandalay's Solution

Distribution & Customers

Financial Overview

Team & Investors



Smartphones & apps are the technology platform of our time

1.4Bn

smartphones
shipped in 2014

+2Bn

smartphones
predicted to ship in
2015

1.3M

apps on both
Google Play and
the App Store

+100k

new apps
each month



Smartphone shipments are predicted to exceed more than 2 billion devices in 2015, while application development across Google Play and iOS soars

86%

Of mobile time spent
on applications

Untapped
Monetization
Opportunity



● Apps continue to
dominate mobile web

● Mobile is 20% of media
time, but only 4% of
advertising spend

● App discovery is a
challenge with more
than 2.6M+ apps

● Total mobile app
revenue forecast to
reach \$46B in 2016



Facebook Parallel

Facebook is currently driving approximately *\$1.9 billion* in quarterly mobile ad revenue

- ✓ FB stock hits low of \$17.73 on September 4, 2012
- ✓ Launches app install ads on October 17, 2012
- ✓ Facebook now has generated over **700M downloads** with **1.1 billion** mobile monthly active users



- ✓ **END-TO-END SOLUTIONS**
- ✓ **COMPELLING TECHNOLOGY**
- ✓ **UNIQUE DEMAND & SUPPLY**

Our Vision

Build the largest independent ecosystem for app distribution

There is a multi-billion dollar opportunity to help the world's global operators, device manufacturers, publishers, and other third parties to monetize mobile content vs. how other large over-the-top providers are siphoning that revenue growth away from them today



Agenda

Market Opportunity

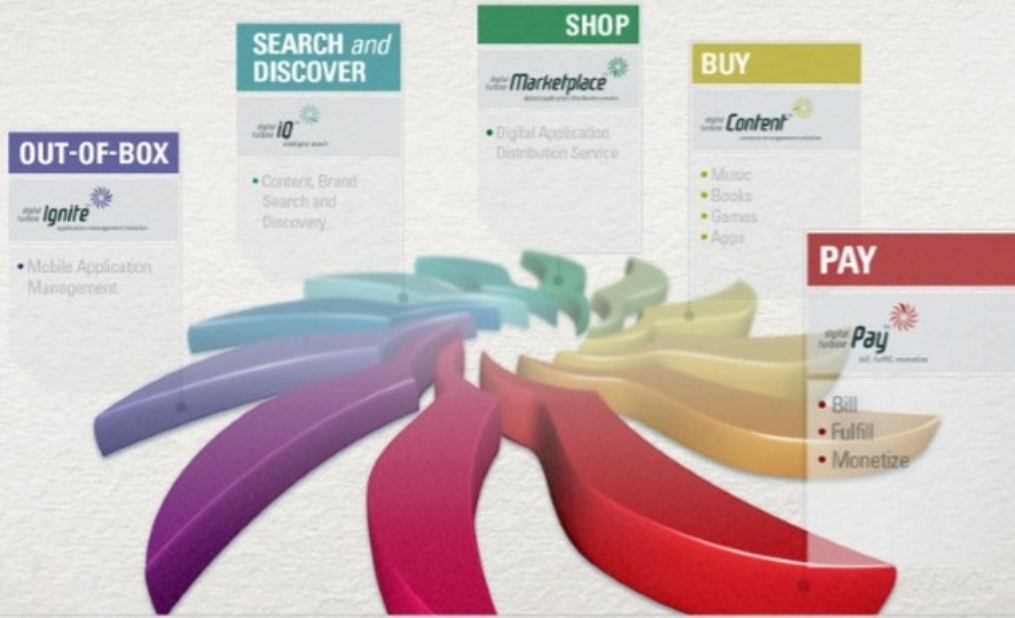
Mandalay's Solution

Distribution & Customers

Financial Overview

Team & Investors

Digital Turbine product mix





Built for both Driving Efficiencies and Mobile Monetization

01 Monetize via CPI (Cost Per install) campaigns

04 Ability to preload applications for licensing fee across any Smart Device

02 Ability to run post-launch campaigns (notification tool)

05 Integration into Operator Data and CRM systems

03 Device type and language management

06 Shortcut tools that allow installed apps to be featured on the home screen

Optimizing User Flow to Increase Performance

Digital Turbine's Ignite simplifies the conversion flow for app installs from 6 steps to 2 steps, creating an order of magnitude increase in mobile monetization



Optimizing User Flow to Increase Performance

Digital Turbine's Ignite simplifies the conversion flow for app installs from 6 steps to 2 steps, creating an order of magnitude increase in mobile monetization

Digital Turbine Ignite Flow





Dynamic recommendations



Data-driven



Incremental revenue source



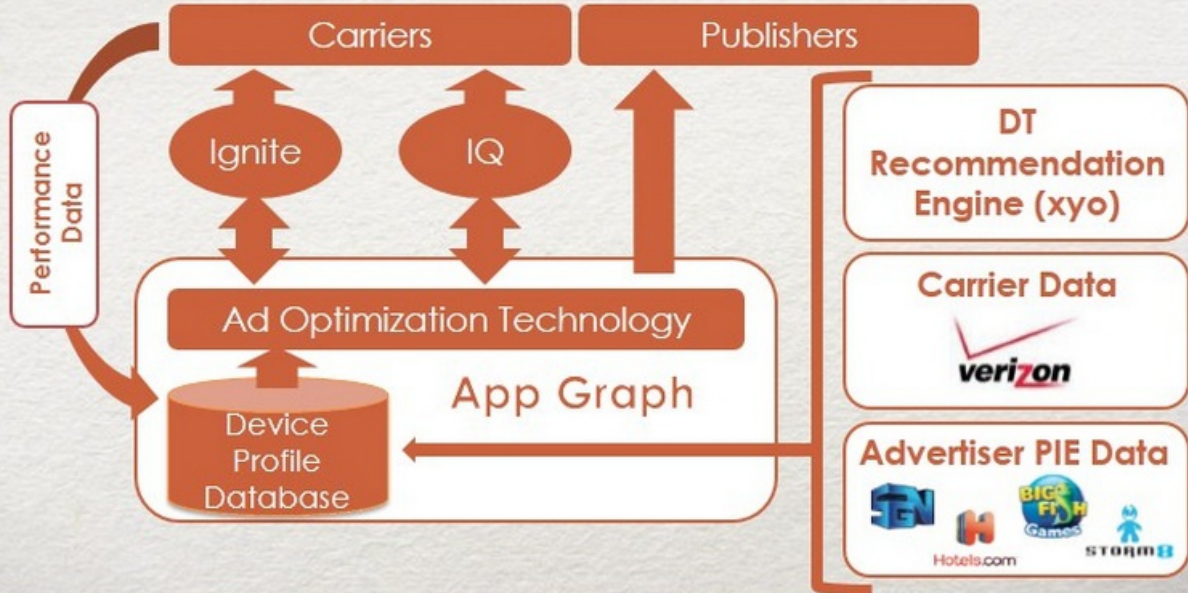
User focused

Right person, right app, right time

Multiple delivery channels but one set of intelligence and backend systems to enable delivering the correct app to the correct person.

DT Product Vision: Right person, right app, right time

User Profile and Optimization technology will integrate with DT Ignite and DT IQ Product suites to get the right App installs to each consumer and deliver the highest quality customers to our Advertisers





- Sphere in the Cloud.
- Full-service, all categories.
- Business models changing.
- Integrated billing.





- Strategic.
- Content providers concerned.
- Operators limit connectivity.
- Expansion.



Strong Barriers to Entry & Competitive Advantage

Although carriers have long sales cycles, once you're in...you're in

Multi-year agreements

Ignite ships on the smartphone's ROM: deeply embedded with the carriers

Today open rates are approximately 30x+ better than current industry app install model, and expected to grow

Strong intellectual property



Agenda

Market Opportunity

Mandalay's Solution

Distribution & Customers

Financial Overview

Team & Investors

Customers Leveraging the Mandalay Platform





Publishers Leveraging the Appia Platform



Appia partners with **250+ Publishers** to monetize their mobile traffic

Appia's App Install Advertisers (CPI)



Appia works with **150+ Advertisers & Agencies**, including 60 of the top 100 grossing apps on the App Store and Google Play



Agenda

Market Opportunity

Mandalay's Solution

Distribution & Customers

Financial Overview

Team & Investors



Content revenue model

\$3.00

End User purchases content

\$2.10

DT bills Carrier PPD less taxes less Carrier Rev Share

\$1.47

DT pays content suppliers and third parties

\$0.63

DT margin varies by content type and supplier

- Traditional Carrier content services, transactional content sales for services built, hosted and managed by Digital Turbine
- API billing product enables third parties to monetize their services via direct carrier billing
- Revenue is recognized net of carrier revenue share
- DT manages the payment process for suppliers and third parties
- DT Content is a high revenue and variable margin product
- DT Pay is a high revenue, low margin product



Advertising revenue model – today

\$3.00	Appia or other Third Party collects CPI rate from Advertiser
\$0.60	Ad Partner Fee (Gross Profit for Appia/Third Party)
\$2.40	Appia or other Third Party ‘sells’ the advertising to Digital Turbine; Digital Turbine Gross Revenue
\$1.20	Revenue Share with Operator (varies by Operator)
\$1.20	Gross Profit for Digital Turbine

Advertising campaigns for **DT Ignite** and **DT IQ** generally sourced by third parties such as Appia

- The install event is triggered on either a “Pre-Load” or “Open” basis
- DT revenue recognized net of Ad partner fee (between 20%-30%, as appropriate)
- Operator rev share is DT cost of goods



Advertising revenue model – Pro Forma

\$3.00	Digital Turbine Media collects CPI rate from Advertiser
\$0.60	Gross Profit for Digital Turbine Media
\$2.40	Digital Turbine Media ‘sells’ the advertising to DT Americas, EMEA, or APAC; Digital Turbine Gross Revenue
\$1.20	Revenue Share with Operator (varies by Operator)
\$1.20	Gross Profit for Digital Turbine Americas, EMEA, or APAC
\$1.80	Gross Profit for Digital Turbine Group (\$1.20 + \$0.60)

- Pro forma for the Appia transaction, campaigns for **DT Ignite** and **DT IQ** will generally be sourced by Digital Turbine Media (formerly Appia)
- Digital Turbine Media “sells” the advertising to Digital Turbine Americas, EMEA, or APAC
- Overall Gross Profit to Digital Turbine Group to increase



Agenda

Market Opportunity

Mandalay's Solution

Distribution & Customers

Financial Overview

Team & Investors

Experienced Executive Team



Bill Stone – Chief Executive Officer

- 20+ years experience in carrier relations, wireless, content, media, technology, marketing and distribution
- Executive positions at Qualcomm, Verizon, and Vodafone





Experienced Executive Team

- **Andrew Schleimer** – Executive Vice President and Chief Financial Officer
 - President, Au Courant Capital Corp.; EVP of Strategic Development, Dick Clark Productions; EVP of Strategic Development, Six Flags; VP of M&A, UBS
- **Nick Montes** – Head of Americas and EVP Global Business Development
 - President, Logia Mobile USA; President and CEO, Viva Vision; Director of Multicultural Marketing, Verizon Wireless
- **Zoe Adamovicz** – Head of EMEA and EVP Group Technology Development
 - CEO, Xyo; Exec positions Deloitte, Jamster, Fox Mobile
- **Marcin Rudolf** – Head of Group Technology
 - Chief Technical Officer and Cofounder, Xyo; Chief Technical Officer, Vulevu
- **Jon Mooney** – EVP Group Product, Operations and Delivery
 - Chief Operating Officer, MIA; Content Acquisition & Strategy, Telstra; Product Manager, T-Mobile
- **Kirstie Brown** – Principal Accounting Officer and EVP Global Finance Operations
 - Chief Financial Officer, MIA; Controller, MBlox
- **Harris Thurmond** – VP Product
 - Director of Mobile Software Development, Dell; Program Manager, Microsoft



Experienced Executive Team: Appia

- **Jud Bowman** – Founder and Chief Executive Officer
 - Co-Founder and CTO, Motricity
- **Jamie Fellows** - Chief Product Officer
 - SVP of Product, Millennial Media; VP of Product Management, AOL; Director of Product, Management Advertising.com
- **Tim Oakley** – Chief Financial Officer
 - CFO, iContact; CFO, CipherTrust; CFO, OpenSite; Exec positions, Broadband Technologies, MCI
- **Ken Hayes** – Chief Revenue Officer
 - EVP Carrier Relationships, ThumbPlay; SVP of Global Sales, Motricity
- **Jeff Henderson** – VP Engineering and IT Operations
 - Director of Engineering, Novarra; Director of Engineering, Motricity
- **Jim Harvey** – SVP Advertising Sales
 - VP of Client Strategy Brooks Bell, SVP of Consumer & Developer Services, Motricity
- **Matt Tubergen** – VP of Business Development and Supply
 - SVP & GM of USA, Taptica; Product Manager, Recharge Studios W3i; Co-Founder, Azomob; Director, THQ Wireless



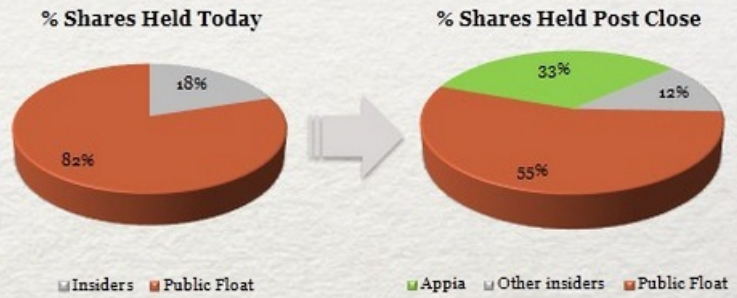
Pro Forma: Board of Directors and Equity Ownership Structure

Board Composition Post Close

Rob Deutschman, Chairman*
Peter Guber
Paul Schaeffer
Chris Rogers
Jeff Karish
Bill Stone**
Jud Bowman
Craig Forman

*Rob Deutschman previously appointed Chairman of the Board
 **Bill Stone expected to replace Peter Adderton on the Board in mid-January

Equity Ownership Structure



Increased ownership by senior executive/founders and long-term strategic investors



Transaction Process

Step	Expected Timing
Filing s-4	December 3 rd
SEC Feedback	January
MNDL Shareholder Vote	20 business days after SEC clearance
Closing	Estimated first calendar quarter 2015

- Acquisition expected to close CQ1'15
- Company changing name to Digital Turbine and Ticker to 'APPS' in mid-January

Appendix

Digital Turbine IQ Suite

Blend of App Recommendations and targeted sponsored app placement delivered from IQ cloud service



Appia: Revs from Chinese Publishers





Additional Information

Additional Information and Where to Find It

In connection with the proposed transaction, Mandalay Digital has filed with the Securities and Exchange Commission (SEC) a registration statement on Form S-4 that includes a proxy statement and a prospectus. The definitive proxy statement/prospectus will contain important information about the proposed transaction and related matters. **INVESTORS AND SECURITY HOLDERS ARE ADVISED TO READ THE PROXY STATEMENT/PROSPECTUS WHEN IT BECOMES AVAILABLE, BECAUSE IT WILL CONTAIN IMPORTANT INFORMATION.** Investors and security holders may obtain a free copy of the registration statement (when available) and other documents filed by Mandalay Digital with the SEC at the SEC's web site at www.sec.gov. These documents may be accessed and downloaded for free at Mandalay Digital's website at www.mandalaydigital.com, or requested from Mandalay Digital by mail at 2811 Cahuenga Boulevard West, Los Angeles, CA 90068, or by directing a request to MacKenzie Partners, Inc., 105, Madison Avenue, New York, New York, 10016, (212) 929-5500, proxy@mackenziepartners.com.

Participants in the Solicitation

This communication is not a solicitation of a proxy from any security holder of Mandalay Digital. However, Mandalay Digital and its directors and executive officers and certain members of management and employees may be deemed to be participants in the solicitation of proxies from Mandalay Digital's stockholders in respect of the proposed transaction. Information regarding the directors and executive officers of Mandalay Digital may be found in its Form 10-K/A for the fiscal period ended March 31, 2014, which was filed with the SEC on July 29, 2014. Other information regarding the interests of those persons and other persons in the proxy solicitation and a description of their direct and indirect interest, by security holdings or otherwise, will be contained in the proxy statement/prospectus and other relevant materials to be filed with the SEC when they become available. You may obtain free copies of this document as described in the preceding paragraph.