

September 3, 2009

Bombay Stock Exchange Ltd
Floor 25, Dalal Street
RJ Towers,
Mumbai 400 001
Code 532547

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Ack ne



National Stock Exchange Ltd
Bandra Kurla Complex
Bandra,
Mumbai 400 051
Code HELIOSMATH

Madras Stock Exchange Ltd
Exchange Building,
Second Line Beach,
Chennai 600 001
Code HMS

Dear Sirs,

Re : Disclosure under clause 36 of the Listing Agreement

Sub : Equity Investment in foreign subsidiary

This is to inform you that our company (Helios and Matheson) has signed an equity commitment letter with its foreign subsidiary, Helios & Matheson North America, Inc., USA., (HMNA) for investment of up to \$ 1.25 million in the common stock of HMNA. This is subject to approval of respective Boards of Directors, the rules governing the investment in such securities by an Indian body corporate, the US State and Federal laws and Nasdaq rules and standard closing conditions applicable to similar investments.

The company will keep the Exchanges informed of further developments in this regard.

Thanking you,

Yours Faithfully
For Helios and Matheson Information Technology Limited

A handwritten signature in black ink, appearing to read 'K.M. Kumar'.

K.M.Kumar

Company Secretary & Compliance Officer

