



November 24, 2009

Bombay Stock Exchange Ltd
Floor 25, Dalal Street,
PJ Towers,
Mumbai 400001.

National Stock Exchange Ltd
Bandra Kurla Complex,
Bandra,
Mumbai 400051.

Madras Stock Exchange Ltd
Exchange Building,
Second Line Beach,
Chennai 600001

Dear Sirs,

In continuation of our letter dated September 24, 2009 we wish to inform you that our subsidiary Helios & Matheson North America Inc (HMNA) was reincorporated as a Delaware Corporation as per the regulations, consequent to the approval by the shareholders of HMNA at a special meeting convened for the purpose on November 18, 2009. This became effective from November 20, 2009.

Further, we wish to inform you that our company has made an additional investment of USD 1,000,000 (USD One million only) in HMNA pursuant to the equity commitment letter dated September 1, 2009. As per the Securities Purchase Agreement with HMNA our company was allotted 6,89,655 shares of HMNA at a price of \$1.45 per share equal to HMNA's closing price as on November 20, 2009. Consequently our holding in HMNA stands increased to 69 %.

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