



STOCK EXCHANGES UPDATE

Chennai, August 25, 2006

Furnishing Annual Audited Results for the year ended March 31st 2006 and recommending dividend at 15%

In terms of the Listing Agreement entered into with you, we furnish the following details as approved by the Board at its meeting held today, i.e. the 25th day of August 2006.

1. Annual Audited financial results (enclosed)
2. Dividend recommended 15% (tax free)
3. Book closure

The Registrar and Share Transfer Books of the Company will be closed from 22nd September 2006, Friday to 28th September 2006, Thursday (both days inclusive) for the purpose of dividend and AGM to be held on 28th September 2006. The dividend declared at the Annual General Meeting will be paid to those members whose names appear on the register of members of the company as on the opening hours of September 22, 2006.

For Helios & Matheson Information Technology Ltd.,

Company Secretary