

STOCK EXCHANGES – UPDATE



Chennai, April 1, 2006

This is in continuation of our communication providing you a copy of the order of the Hon'ble High Court of Madras (Application No: OA 122 of 2006 and A.No 723 of 2006).

We wish to inform you that we have presented a petition before the Hon'ble Chief Justice, High Court Madras under Section 11 (6) of the Arbitration and Conciliation Act, 1996 for appointment of arbitrator for the Sellers.

This is for your information. We shall keep you informed of further developments in the matter.

About Helios & Matheson Information Technology Limited

Helios & Matheson Information Technology Ltd is a 15-year old IT services organization with its corporate headquarters in Chennai, India and subsidiaries and offices in USA, Singapore and Bangalore. The range of service offerings is one of the most comprehensive in the industry and spans the entire software services lifecycle, from application development and integration to application life cycle management. Helios & Matheson has a strong client focus backed by internationally certified quality processes and a global delivery model. The company's ability to manage large client relationships, extensive industry specific knowledge and experience, and delivery excellence are some of its important differentiators. For more information visit us at www.heliosmatheson.com.