

Helios & Matheson's bonus shares listed on The Stock Exchange, Mumbai & NSE

Chennai, December 6, 2005 – Helios & Matheson, the Chennai based IT services Company, today announced that it has completed all statutory formalities relating to the issue of bonus shares. The bonus shares have been credited to the shareholders' account on November 30, 2005. The Stock Exchange, Mumbai and the National Stock Exchange have given permission to trade in the new securities of Helios & Matheson (Scrip Code: 532347(BSE)/HELIOSMATH (NSE)) with effect from Tuesday, December 6, 2005.

The Board of Directors of Helios & Matheson at their meeting held on July 25, 2005, had recommended an issue of bonus shares in the ratio of 1:1 ie 1 equity share for every existing equity share, by capitalizing a part of the reserves. The company's members in the Annual General Meeting held on September 28, 2005 had approved the same. The record date for the bonus issue was fixed as October 29, 2005.

Consequent to the issue of bonus shares, the company's issued and outstanding equity shares as on November 7, 2005 would be 2,00,10,000.

About Helios & Matheson Information Technology Limited

Helios & Matheson Information Technology Ltd is a 14-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.