



October 31, 2008

The Secretary
The National Stock Exchange Ltd
Corporate Relations Department
Bandra
Mumbai
Scrip Code: HELIOSMATH

The Secretary
The Bombay Stock Exchange Ltd
Phiroze Jeejeebhoy Towers
Fort, Mumbai
Scrip Code: 532347

The Secretary
Madras Stock Exchange Ltd
2nd Line Beach
Chennai - 600 001,

Sir,

Sub: Submission of Unaudited Financial Results for the quarter ended 30.09.2008

Pursuant to clause 41 of the Listing Agreement, please find enclosed the unaudited stand alone financial results for the quarter ended 30.09.2008 as adopted by the Board at its meeting held today.

We request you to take the above on record.

Thanking you

Yours faithfully
For Helios and Matheson Information Technology Ltd.,

K.M.Kumar
Company Secretary

| Helios & Matheson Information Technology Limited | | Annexure 1 to Clause 41 | | | Rs in lakhs | |
|--|--|-------------------------|-----------------|------------------|------------------|------------|
| Scrip code no 532347(BSE)/HELIOSMATH(NSE)/HMS(MSE) | | | | | | |
| Financial results by companies other than banks | | | | | | |
| | | | Corresponding 3 | Year to date | Year to date | Previous |
| | | 3 months | months in the | figures for the | figures for the | accounting |
| | | ended | previous year | current period | previous year | year ended |
| S No | Particulars | 30/09/2008 | 30/09/2007 | ended 30/09/2008 | ended 30/09/2007 | 31/03/2008 |
| | Result type | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| 1 | Net sales/Income from operations | 5572 | 5202 | 10954 | 10093 | 21337 |
| 2 | Other income | 46 | 51 | 98 | 111 | 489 |
| 3 | Total Income(1+2) | 5618 | 5253 | 11052 | 10204 | 21826 |
| 4 | Expenditure | | | | | |
| a | Increase/decrease in stock in trade and work in progress | 0 | 0 | 0 | 0 | 0 |
| b | Consumption of raw materials | 0 | 0 | 0 | 0 | 0 |
| c | Purchase of traded goods | 0 | 0 | 0 | 0 | 0 |
| d | Employees cost | 3621 | 3121 | 7119 | 6056 | 12019 |
| e | Depreciation | 462 | 297 | 905 | 576 | 1286 |
| f | other expenditure | 604 | 441 | 1187 | 865 | 2690 |
| g | Total | 4687 | 3859 | 9211 | 7497 | 15995 |
| 5 | Interest | 146 | 203 | 270 | 309 | 518 |
| 6 | Exceptional Items | 0 | 0 | 0 | 0 | 0 |
| 7 | Profit(+)/Loss(-) from ordinary activities before tax (3)-(4+5+6) | 785 | 1191 | 1571 | 2398 | 5313 |
| 8 | Tax Expense | 164 | 187 | 346 | 321 | 736 |
| 9 | Profit(+)/Loss(-) from ordinary activities after tax(7-8) | 621 | 1004 | 1225 | 2077 | 4577 |
| 10 | Extraordinary items(net of tax expense(Rs)) | 0 | 0 | 0 | 0 | 0 |
| 11 | Net Profit(+)/Loss(-) for the period | 621 | 1004 | 1225 | 2077 | 4577 |
| 12 | Paid up equity share capital(Face value Rs (9-10)) | 2311 | 2115 | 2311 | 2115 | 2311 |
| 13 | Reserves excluding revaluation reserves as per balance sheet of previous accounting year | | | | | 15879 |
| 14 | EPS before extraordinary items | | | | | |
| a) | Basic EPS before extraordinary items | 2.69 | 4.75 | 5.30 | 9.82 | 19.80 |
| b) | Diluted EPS before extraordinary items | 2.69 | 4.75 | 5.30 | 9.82 | 19.80 |
| | EPS after extraordinary items | | | | | |
| a) | Basic EPS after extraordinary items | 2.69 | 4.75 | 5.30 | 9.82 | 19.80 |
| b) | Diluted EPS after extraordinary items | 2.69 | 4.75 | 5.30 | 9.82 | 19.80 |
| 15 | Public shareholding | | | | | |
| | Number of shares | 14256649 | 12295268 | 14256649 | 12295268 | 14256649 |
| | percentage of shareholding | 61.68 | 53.20 | 61.68 | 53.20 | 61.68 |



Notes

- 1.The above financial figures represent stand alone results.
- 2.EPS as at 30th September 2008 is after considering the provision for deferred tax.
- 3 Income includes revenue from operations
- 4.Expenditure includes staff costs, selling & administrative costs & development expenses
- 5.The unaudited results (September 2008) were taken on record by the Board of Directors on 31st October 2008
- 6.The company recognises software services as its primary segment since its operations predominantly relate to service offerings spanning the entire software services cycle, from application development and integration to application life cycle management.
In view of this,software services revenues comprise the primary basis of segmental information.

| | |
|---|-----|
| 7.Investor complaints pending at the beginning of the quarter | 0 |
| Received and disposed off during the quarter | 0 |
| Pending at the end of the quarter | 0 |
| Information and services received | 18 |
| Information and services disposed off | 18 |
| Pending at the end of the quarter | nil |

For HELIOS AND MATHESON
INFORMATION TECHNOLOGY LTD.,



Managing Director