COMFORT FINCAP

Ref No: CFL/SEC/2026-27/32

Date: August 28, 2026

To,
The Manager,
Department of Corporate Services,
BSE Limited,
Phirozee Jeejeeboy Towers,
Dalal Street, Fort, Mumbai - 400 001.
Scrip Code: 535267

Dear Sir/Ma'am,

Subject: Communication to Shareholders for deduction of tax at source on Dividend.

Pursuant to Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby enclose a copy of the e-mail communication regarding deduction of tax at source on Final Dividend which is being sent to those members whose e-mail address are registered with the Company/ Registrar and Share Transfer Agent or Depositories.

Shareholders may please note that in accordance with the provisions of the Income-tax Act, 2025 ('the Act') and the rules framed thereunder with effect from April 01, 2026, dividend paid or distributed by a company shall be taxable at the hands of the shareholders. Accordingly, the Company is required to deduct tax at source ("TDS") at the time of making payment of dividend, if declared at the AGM of the Company.

The aforesaid communication is also available on Company's website at www.comfortfincap.com.

You are requested to take the above information on record.

Thanking you.

Yours Faithfully,
For Comfort Fincap Limited

ANKUR AGRAWAL
Digitally signed by ANKUR AGRAWAL
Date: 2026.08.28 16:09:57 +05'30'

Ankur Agrawal
Director
DIN: 06408167

Encl: A/a

COMFORT FINCAP LIMITED
CIN: L65923WB1982PLC035441
Registered Office.: 22, Block B, Camac Street, Behind Pantaloons, Kolkata, West Bengal - 700 016;
Corporate Office.: 301, 3rd Floor, A wing, Hetal Arch, S. V. Road, Malad (West), Mumbai - 400064;
Phone No.: 022 - 6894 8508/09 **Email:** info@comfortfincap.com; **Website:** www.comfortfincap.com

Dear (Name of Shareholder),

Ref.: Folio No. / DP ID & CLIENT ID No.:

Subject: Communication in respect of Deduction of Tax at Source on Final Dividend

The Board of Directors of Comfort Fincap Limited ("the Company"), at its Meeting held on Thursday, May 14, 2026, has recommended a Final Dividend of 5% (Five per cent) on the paid-up equity share capital of the Company, i.e., Rs. 0.10/- (Ten Paise Only) per equity share of face value of Rs. 02/- (Rupees Two Only) each, for the financial year ended March 31, 2026, subject to approval of the shareholders at the ensuing 44th (Forty-fourth) Annual General Meeting ("AGM") of the Company.

The Register of Members and the Share Transfer Books of the Company shall remain closed from **Tuesday, September 15, 2026** to **Monday, September 21, 2026 (both days inclusive)** for the purposes of AGM and for determining the shareholders eligible to receive the final dividend for the Financial Year 2025-26. The Final Dividend, if declared at the AGM, will be paid to the Shareholders whose names appear in the Register of Members/ Beneficial Owners of the Company as on the **Record date i.e., Monday, September 14, 2026**.

Shareholders are requested to note that, in accordance with the provisions of the Income-tax Act, 2025 ('the Act') and the rules framed thereunder, dividend paid or distributed by the company is taxable in the hands of the shareholder with effect from April 1, 2026. Accordingly, the Company is required to deduct tax at source at the time of making payment of dividend, if declared at the AGM of the Company.

The Company shall therefore be required to deduct tax at source ("TDS") under Section 393(1) & (2) of the Act at the prescribed rates at time of making payment of the said dividend to Shareholders. The TDS rate would vary depending on the residential status of the shareholder and the documents submitted by them and accepted by the Company. Further, higher rate of TDS would be applicable if pursuant to Section 397(2) of the Act valid permanent account number ("PAN") has not been provided by shareholder or PAN is Inoperative.

Accordingly, the Final Dividend for financial year 2026, if approved in the AGM, will be paid by the Company after deducting tax at source, as applicable, as explained herein.

(A) For Resident Shareholders:

For resident shareholders, TDS shall generally be deducted at 10% on the amount of dividend where a valid PAN is available. Where PAN is not furnished, is invalid/inoperative or the shareholder falls within the provisions requiring deduction at a higher rate, TDS shall generally be deducted at 20%, as applicable under the Act.

Accordingly, Shareholders who have not yet provided their PAN are requested to submit it to the Company's Registrar and Transfer Agent, Bigshare Services Private Limited (in the case of shares held in physical mode), by sending a request on investor@bigshareonline.com.

No tax shall be deducted on the dividend payable if either of the below two conditions is fulfilled:

- Total dividend payable to a resident individual shareholder does not exceed Rs. 10,000 per year; or
- The shareholder has submitted a duly filled and signed Form 121 (applicable to a person other than a company or a firm, and to an individual above 60 years of age) along with a valid PAN, and all other eligibility conditions are met.

The following tax resident shareholders should be eligible for NIL/lower rate of TDS upon providing the documents to the Company mentioned hereunder to the satisfaction of the Company:

Sr. No.	Particulars	Applicable Rate of TDS	Documents Required
1.	Insurance Companies	Nil	• Declaration that it is an Insurance company as specified under proviso to Section 393(4) of the Act and • Self-attested copy of certificate of registration with IRDAI and • Self-attested copy of PAN card
2.	Government, Reserve Bank of India (RBI), Specified Corporations established by or under Central Act whose income is exempt from tax, and Mutual Funds specified at schedule VII of the Act	Nil	• Declaration that it is covered by Section 393(5) of the Act read with the Circulars issued thereunder and • Self-attested copy of relevant registration documents and • Self-attested copy of PAN card
3.	Category - I & II Alternative Investment Funds (AIF) registered with the Securities and Exchange Board of India (SEBI)	Nil	• Declaration that it is covered by CBDT circular or Notification and • Documentary evidence supporting the exemption status in terms of any provisions of the Act or CBDT Circular or notification and • Self-attested copy of PAN card
4.	All resident shareholders	Rate specified in the lower deduction certificate issued by the Income Tax department	• Self-attested copy of certificate under section 395 of the Act

(B) <u>For Other Non-Resident Shareholders:</u>

1. For Foreign Institutional Investors/Foreign Portfolio Investors (FII/FPI): TDS shall be deducted under Section 210 of the Act at the rate of 20%, or at the rate prescribed under the applicable Double Tax Avoidance Agreement ("tax treaty"), whichever is lower, subject to submission of the documents specified below, on the dividend amount payable.

2. Other non-resident shareholders: TDS will be applicable in accordance with the provisions of Section 393(2) read with Section 207 of the Act, at the rates in force (currently 20%), or at the applicable tax treaty rate, whichever is lower, subject to submission of the documents listed below, on the amount of dividend payable.

3. If certificate under Section 395 of the Act is obtained by non-resident shareholders for lower/ Nil withholding of taxes, rate specified in the said certificate shall be considered based on submission of self-attested copy of the same.

4. Pursuant to Section 159(4) of the Act, non-resident shareholders have an option to avail the benefit of tax treaty between India and the countries of their tax residence for which such non-resident shareholders will have to provide the following documents, to the satisfaction of the Company:

a) Self-attested copy of the PAN allotted by the Indian Income Tax authorities; if no PAN has been allotted, a self-declaration to that effect.
b) Self-attested copy of Tax Residency Certificate ("TRC") for Tax Year 2026-27, obtained from the tax authorities of the country of which the shareholder is resident. In case, the TRC is furnished in a language other than English, the said TRC would have to be translated from such other language to English language and thereafter duly notarized and apostilled copy of the TRC would have to be provided.
c) Form 41 for Tax Year 2026-27 must be generated through the Income Tax E-filing Portal. Shareholders holding a PAN can register on the portal to generate the form. A separate functionality is also available on the portal for shareholders without a PAN to generate Form 41.

5. Self-declaration by the non-resident shareholder as to:

- Eligibility to claim tax treaty benefits based on the tax residential status of the shareholder;

- The shareholder did not at any time during the relevant year have permanent establishment/ fixed base in India in accordance with the applicable tax treaty;
- Shareholder being the beneficial owner of the dividend income to be received on the equity shares.

Please note that in case of non-resident shareholders, self-declaration of No Permanent Establishment and beneficial ownership should be on the letterhead of the shareholder for claiming tax treaty benefits or/and to avoid higher TDS as per Section 397(2) of the Act.

Please note that the Company in its sole and absolute discretion reserves the right to call for any further information and/or to apply domestic law/tax treaty for TDS.

General Instructions:

1. Shareholders who are exempted from TDS provisions through any circular or notification may provide documentary evidence in relation to the same, to enable the Company in applying the appropriate TDS on Dividend payment to such shareholder.

2. If the tax on said Dividend is deducted at a higher rate in absence of receipt of satisfactory completeness of the aforementioned details/documents by the Company, the shareholder may claim an appropriate refund in the return of income filed with their respective Tax authorities. No claim shall lie against the Company for such taxes deducted.

3. In the event of any income tax demand (including interest, penalty, etc. arising from any misrepresentation, inaccuracy or omission of information provided / to be provided by the Shareholder(s), such Shareholder(s) will be responsible to indemnify the Company and also, provide the Company with all information/ documents and co-operation in any appellate proceedings.

4. Shareholders holding shares under multiple accounts under different status / category and single PAN, may note that, higher of the tax as applicable to the status in which shares held under a PAN will be considered on their entire holding in different accounts.

5. In case of joint shareholders, the shareholder named first in the Register of Members is required to furnish the requisite documents for claiming any applicable beneficial tax rate.

6. In case, the dividend income is assessable to tax in the hands of a person other than the registered shareholder as on the Record Date, the registered shareholder is required to furnish a declaration containing the name, address, PAN of the person to whom TDS credit is to be given and reasons for giving credit to such person. Company will not be obligated to amend TDS return or any other form after due date of filing of TDS return for said quarter expires.

7. Shareholders may download Form 41 or Form 121 from the website of the RTA, viz., Bigshare Services Private Limited at www.bigshareonline.com and on the Company website www.comfortfincap.com send physical copies of the duly filled forms/documents to RTA's Registered Office at Office No S6-2, 6th floor Pinnacle Business Park, Next to Ahura Centre, Mahakali Caves Road, Andheri (East), Mumbai - 400093, Maharashtra or e-mail them to tds@bigshareonline.com for updating against their Folios / Client/DP Ids. The aforesaid declarations and documents need to be submitted by the Shareholders **on or before the record date i.e., September 14, 2026** the date fixed by the Company in relation to its proposed dividend(s).

8. In order to enable the Company to determine the appropriate tax rate at which tax has to be deducted at source under the respective provisions of the Act, Members may write to investor@bigshareonline.com. or info@comfortfincap.com for any clarifications on this subject.

9. The dividend will be paid after deduction of tax at source as determined on the basis of the documents provided by the respective shareholders as applicable to them and being found to be complete and satisfactory in accordance with the Act. The Company shall arrange to dispatch the TDS certificate to the shareholder.

10. This communication shall not be treated as an advice from the Company. Shareholders should obtain tax advice related to their tax matters from a tax professional.

11. Shareholders will be able to see the credit of TDS in Form 168, which can be downloaded from their e-filing account at https://www.incometax.gov.in/iec/foportal.

12. The Company will be relying on the information verified from the functionality or facility available on the Income Tax website for ascertaining the income tax compliance for whom higher rate of TDS shall be applicable under Section 397(2) of the Act.

13. Forms received after the prescribed date, or incomplete/incorrect forms, shall not be considered for non-deduction or lower deduction of tax. In case of higher TDS due to non-submission of the required documents, shareholders may claim a refund, if eligible, by filing their income-tax return. No claim shall lie against the Company in respect of such taxes deducted.

    The URL for downloading the aforesaid forms from the website of RTA is: www.bigshareonline.com/resources-sebi_circular.aspx. On this page the user shall be prompted to select / share the requisite particulars and upload the supporting documents.

UPDATION OF BANK ACCOUNT DETAILS FOR DIRECT CREDIT OF DIVIDEND:

In order to facilitate timely and direct credit of dividend, shareholders are requested to ensure that their bank account and other KYC details are duly updated and compliant in their respective demat accounts or physical folios, as applicable.

Pursuant to the SEBI Master Circular dated February 6, 2026, read with Regulation 12 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other applicable SEBI circulars, dividend shall be paid only through electronic mode.

a. **Shareholders holding shares in physical mode**, are required to furnish/update their PAN, Choice of Nomination (optional), contact details (postal address with PIN and mobile number), bank account details and specimen signature for their respective folios with the Company/RTA, Bigshare Services Private Limited. Shareholders may update their details through the RTA's website at www.bigshareonline.com and submit the prescribed documents, including a signed request letter, self-attested PAN and address proof, copy of the share certificate and latest cancelled cheque bearing the shareholder's name, as applicable.

b. **Shareholders holding shares in demat mode** are required to update their bank account and other KYC details with their respective Depository Participant to facilitate direct credit of dividend to their registered bank account.

We request for your kind co-operation in this regard.

For Comfort Fincap Limited,

Sd/-
Sneha Mandelia
Company Secretary & Compliance Officer

Date: August 28, 2026
Place: Mumbai

Disclaimer: *This communication shall not be treated as an advice from the Company or its affiliates or Bigshare Services Private Limited. Shareholders should obtain the tax advice related to their tax matters from a tax professional.*