

CSFB.2025-26/153

July 07, 2025

**BSE Limited  
Listing Compliance  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai 400 001  
Maharashtra**

**National Stock Exchange of India Limited  
The Listing Department,  
Exchange Plaza,  
Bandra Kurla Complex,  
Mumbai - 400 051  
Maharashtra**

**Scrip Code: 544120, 951995 & 953739**

**Symbol: CAPITALSFB**

**Subject: Intimation on Tax Deduction at Source (TDS)/Withholding Tax on Dividend for FY 2024-25**

Respected Sir/Madam,

The Bank has sent enclosed email communication on July 07, 2025 to the shareholders whose email addresses are registered with the Bank/Depositories regarding tax deduction at source (TDS)/withholding tax on dividend for FY 2024-25.

This is for your information and records.

Thanking You,

Yours faithfully,

For **Capital Small Finance Bank Limited**

**Amit Sharma  
Company Secretary & Compliance Officer  
Membership No.: F10888**

Encl: as above

**CAPITAL SMALL FINANCE BANK LIMITED**

CIN: L65110PB1999PLC022634

Regd. Office: Midas Corporate Park, 3rd Floor, 37, G.T Road,  
Jalandhar -144001, Punjab INDIA

Ph.: +91- 181 -5051111, 5052222; Fax: +91- 181 - 5053333

E-mail: [cs@capitalbank.co.in](mailto:cs@capitalbank.co.in) | Website: [www.capitalbank.co.in](http://www.capitalbank.co.in)**Communication of tax deducted at source on dividend  
(Under section 194/ 195/ 196D of the Income-tax Act, 1961)**

July 07, 2025

**Dear Shareholder,**

The Board of Directors at its meeting held on April 29, 2025 have recommended a dividend as under:

Type of Dividend	% of Dividend per share	Amount of Dividend
Dividend for the Financial Year ended March 31, 2025	40% per Equity share of INR 10/- each	INR 4/- per share

In accordance with provisions of the Income-tax Act, 1961 ("Act") as amended by, and read with the provisions of the Finance Act, 2020, applicable with effect from April 1, 2020, dividend declared and paid by Capital Small Finance Bank Limited ("the Company") is taxable in the hands of its shareholders, and accordingly the Company is required to deduct tax at source ("TDS") at the applicable rates. However, no TDS shall be deducted on the dividend payable to a resident individual if the total dividend distributed, or paid, or likely to be distributed or paid, during the Financial Year (FY) 2025-26 does not exceed INR 10,000/-.

In view of the above, the Company would be deducting TDS as per the applicable provisions and TDS rates, while paying the dividend for the said Financial Year.

The details of the tax deduction rates and the document requirements are listed below for each category of shareholder:

Category of shareholder	Tax deduction rate	Exemption applicability/ Documentation requirement
<b>For resident shareholders</b>		
<b>A. Shareholders with duly registered valid Permanent Account Number (PAN)</b>		
Any resident shareholder	10%	Update the PAN if not already done with depositories (in case of shares held in Demat mode) and with the Company's Registrar and Transfer Agent – MUFG Intime India Private Limited (formerly known as Link Intime India Private Limited) in case of shares held in physical mode.  <b>No deduction of taxes in the following cases -</b>

		<ul style="list-style-type: none"> <li>• If dividend (or total of dividends) distributed, or paid, or likely to be distributed or paid, to a resident individual shareholder during FY 2025-26 does not exceed INR 10,000/-;</li> <li>• If the shareholder is exempted from TDS provisions through any circular or notification and provides an attested copy of the PAN along with the documentary evidence in relation to the same.</li> </ul>
Resident individuals submitting Form 15G/ 15H	NIL	Shareholders providing <b>Form 15G</b> (applicable to individuals below 60 years) / <b>Form 15H</b> (applicable to individuals who are of the age of 60 years or above) - on fulfilment of prescribed conditions.
Order under section 197 of the Act	Rate provided in the order	Lower/ Nil withholding tax certificate obtained from Income-tax authorities under section 197 of the Act.
Insurance Companies: Public & Other Insurance Companies or these companies have full beneficial interest in the shares of the Company	NIL	Documentary evidence to substantiate that the provisions of section 194 of the Act are not applicable to the relevant shareholder.
Government in respect of shares owned by it or in which it has full beneficial interest.	NIL	Documentary evidence to substantiate that the shareholder is a person covered under section 196 of the Act.
Reserve Bank of India respect of shares owned by it or in which it has full beneficial interest.	NIL	Documentary evidence to substantiate that the shareholder is a person covered under section 196 of the Act.
Corporation established by or under a Central Act which is, under any law for the time being in force, exempt from income-	NIL	Documentary evidence to substantiate that the shareholder is a person covered under section 196 of the Act.

tax on its income		
Mutual Funds	NIL	Documentary evidence to substantiate that the shareholder is a person covered under section 196 of the Act. Self-attested copy of valid SEBI registration certificate.
Alternative Investment fund (Category-I and Category-II)	NIL	Documentary evidence that the person is covered by Notification No. 51/2015 dated June 25, 2015. Self-attested copy of valid SEBI registration certificate.
<b>B. Shareholders WITHOUT duly registered valid Permanent Account Number (PAN)</b>		
Other resident shareholders without registration of PAN or having invalid PAN	20%	Update the PAN if not already done with depositories (in case of shares held in Demat mode) and with the Company's Registrar and Transfer Agent – MUFG Intime India Private Limited (in case of shares held in physical mode).
<b>For non-resident shareholders</b>		
Any non-resident shareholder, Foreign Institutional Investors, Foreign Portfolio Investors (FII, FPI)	20% (increased by applicable surcharge and cess) under the Act / Tax Treaty rate (where non-resident is eligible to claim treaty benefits) whichever is lower	<p>Where the non-resident shareholder is eligible to claim the benefits of the relevant Double Taxation Avoidance Agreement ("Tax Treaty") entered with India, the non-resident shareholders may opt for the tax rate under the relevant Tax Treaty. The Tax Treaty rate shall be applied for tax deduction at source on submission of the following documents to the Company:</p> <ul style="list-style-type: none"> <li>• Self-attested copy of Tax Residency Certificate (TRC) (of FY 2025-26 or calendar year 2025), valid as on date of declaration of dividend obtained from the tax authorities of the country of which the shareholder is a resident.</li> <li>• Self-declaration confirming that the non-resident shareholder does not having a Permanent Establishment in India and is eligible to claim benefits of the relevant Tax Treaty.</li> <li>• Electronically Filed Form 10F on Income-tax Portal as per Notification No. 03/2022 dated July 16, 2022 issued by the Income Tax Department.</li> <li>• In case of FIIs/ FPIs, SEBI registration certificate.</li> </ul> <p>TDS shall be recovered at 20% (plus applicable surcharge and cess) from the non-resident shareholder if any of the above-mentioned documents are not provided. Further, please provide a copy of the <b>PAN Card</b>, if registered with the Indian tax authorities.</p> <p>The Company is not obligated to apply the Tax Treaty rates at the time of tax deduction/ withholding on dividend</p>

		amounts. Application of Tax Treaty rate shall depend upon the completeness of the documents submitted by the non-resident shareholder and whether the same are in accordance with the provisions of the Act and respective Treaty.
Submitting order under section 197 of the Act	Rate provided in the order	Lower/ NIL withholding tax certificate obtained from Income Tax authorities under section 197 of the Act.
<b>Important Notes:</b>		
1. Recording of the valid PAN for the registered Folio/ DP ID-Client ID is mandatory. In absence of a valid PAN, the tax will be deducted at a higher rate of 20% as per section 206AA of the Act.		
2. 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.		
3. In any case, where the tax on said dividend is deducted at a higher rate in absence of receipt of the aforementioned details/ documents from you, there would still be an option available with you to file the return of income and claim an appropriate refund, if eligible. However, no claim shall lie against the Company for such taxes deducted.		
4. On request, the Company can arrange to email a soft copy of the TDS certificate at the shareholders registered valid email ID in due course, post payment of the said Dividend. Shareholders will also be able to see the credit of TDS in Form No. 26AS, which can be downloaded from their e-filing account at <a href="https://www.incometax.gov.in/iec/foportal/">https://www.incometax.gov.in/iec/foportal/</a> .		

The above referred documents, duly completed and signed are required to be uploaded by visiting the link <https://web.in.mpms.mufg.com/formsreg/submission-of-form-15g-15h.html> or email at [cs@capitalbank.co.in](mailto:cs@capitalbank.co.in), on or before July 23, 2025, in order to enable the Company to determine withholding rate and deduct appropriate TDS.

In case where the **originally signed documents** are required to be submitted, the same should be submitted to our RTA at their address: MUFG Intime India Private Limited, Unit: Capital Small Finance Bank Limited, C 101, 247 Park, L.B.S. Marg, Vikhroli (West), Mumbai-400083, within the above prescribed time limit. No communication on the tax determination / deduction shall be entertained in respect of the above dividend declared after the above time limit.

Shareholders may note that in case the tax on the said Dividend is deducted at a higher rate in the absence of receipt, or insufficiency of the aforementioned details / documents from you, an option is available to you to file the return of income as per the Act and claim an appropriate refund, if eligible

**DETAILS FOR SUBMISSION OF TAX RELATED DOCUMENTS:**

Link to submit documents (as per above table)	:	<a href="https://web.in.mpms.mufg.com/formsreg/submission-of-form-15g-15h.html">https://web.in.mpms.mufg.com/formsreg/submission-of-form-15g-15h.html</a>
Last date for submission	:	Latest by 5:00 PM on July 23, 2025

	(any communication received after this will not be accepted / entertained)
If case of queries, you can contact at	: <a href="mailto:cs@capitalbank.co.in">cs@capitalbank.co.in</a>

### **UPDATION OF BANK ACCOUNT DETAILS**

In order to facilitate receipt of dividend directly in your bank account, you are requested to ensure that the bank account details in your respective demat accounts/physical folios are updated, to enable the Company to make timely credit of dividend in your bank accounts.

Shareholders holding shares in physical folios are requested to note that SEBI has mandated that with effect from April 1, 2024, dividend to security holders (holding securities in physical form), shall be paid only through electronic mode. Such payment shall be made only after furnishing the PAN, contact details including mobile number, bank account details and specimen signature.

### **To view / download ANNEXURES of TDS Communication to shareholders**

We seek your cooperation in this regard.

To view / download Form No 15G [click here](#)

To view / download Form No 15H [click here](#)

To view / download Self Declaration [click here](#)

To view / download Form 10F [click here](#)

Thanking You.

Yours Faithfully,  
For **Capital Small Finance Bank Limited**

Amit Sharma  
Company Secretary