

CLARIFICATION TO THE SHAREHOLDERS ON THE ITEM PROPOSED IN THE AGM NOTICE 2023

Item no. 12 - To approve Material Related Party Transactions between the Company and Mahindra & Mahindra Limited, Promoter and Holding Company of the Company.

Foot note to Sr. No. 11 on page no. 34 of the Notice states as: “#The royalty paid by the Company to M&M for usage of ‘Mahindra’ Brand/trade name was ₹ 1.12 lacs in FY22 and ₹ 0.89 lacs in FY23. The royalty paid/ payable by the Company to M&M during each of the financial years 2024-2028, would be well below the permitted statutory ceiling as prescribed under Regulation 23 (1A) of SEBI Listing Regulations i.e., 5% of the annual consolidated turnover of the Company”

MMFSL’s Clarification to above: The underlined text mentioned above was intended to mean and should be understood as “The royalty paid/payable by the Company to M&M during each of the financial years 2024-2028, **would be broadly of similar range as in the past** and would **therefore** be well below the permitted statutory ceiling as prescribed under Regulation 23 (1A) of SEBI Listing Regulations i.e. 5% of the annual consolidated turnover of the Company.”

Thanking you,
For **Mahindra & Mahindra Financial Services Limited**

Brijbala Batwal
Company Secretary
F5220

Dated: 11th July 2023