

Tax Status of Dividends and Distributions for 2015

The tax character of dividends and distributions paid by CM Finance Inc (the “Company”) during 2015 is set forth below. For tax purposes, the Company is a regulated investment company and is designating the tax character of dividends and distributions you receive as a stockholder for calendar 2015 in accordance with Subchapter M of the Internal Revenue Code of 1986, as amended (“IRC”).

The amounts shown in the table below represent the final accounting of the Company’s 2015 distributions. This information supersedes any estimated information you may have received previously. Calendar year 2015 dividends and distribution were classified as follows:

Record Date	Payment Date	Distribution Per Share ⁽¹⁾	% Ordinary Dividends ⁽²⁾	% Long Term Capital
March 18, 2015	April 2, 2015	\$0.3469	100.00%	0.00%
June 18, 2015	July 5, 2016	0.3469	100.00%	0.00%
September 1, 2015	September 15, 2015	0.4300 *	95.27%	4.73%
September 18, 2015	October 2, 2015	0.3469	100.00%	0.00%
December 18, 2015	January 5, 2016	0.3469	100.00%	0.00%

* *Special dividend*

(1) The Company declared a distribution of \$0.3469 per share to stockholders of record as of December 18, 2015, which was paid on January 5, 2016. In accordance with IRC Section 852(b)(7), \$0. 3469 per share is treated as 2015 distributions.

(2) The Company hereby notes that no portion of its dividend represents amounts eligible for treatment as qualified dividend income in accordance with IRC Section 854(b), nor is any portion of the dividend eligible for the dividends received deduction available to certain U.S. domestic corporations.

Dividends and distributions that were reinvested through the Company’s Dividend Reinvestment Plan are treated, for tax purposes, as if they had been paid in cash. Therefore, stockholders who participate in the Dividend Reinvestment Plan should also refer to the above table.

This notice is not intended to constitute tax, legal, investment or other professional advice. Stockholders should be aware that tax treatment is subject to change by law in the future or retroactively. This is general information and should not be relied upon without consulting your tax advisor.

If you have any questions about the tax character of your dividends and distributions, please contact American Stock Transfer and Trust Company at 800-937-5449. You may also contact CM Finance's Investor Relations Department directly at 212-257-5199.