

**ADDENDUM DATED AUGUST 16, 2006 TO THE OFFER DOCUMENT OF  
KOTAK CASH PLUS FUND**

**Sub: Modification in Investment Pattern of Kotak Cash Plus Fund**

The following changes will be effected in the Offer Document with effect from August 16, 2006:

**Chapter IV – Investment of the Fund**

**1. Part B, point 5 “The Risk Profile and Investment Pattern” (page 26)**

The table on asset allocation will be replaced with the following:

The asset allocation under the Scheme, under normal circumstances, is as follows:

<b>Investments</b>	<b>Indicative Allocation</b>	<b>Risk Profile</b>
Debt* and Money Market Instruments (including margin money deployed for defensive transactions)	30% to 100%	Low to Medium
*Debt instruments (with a maturity of more than one year)	0% to 10%	Low to Medium
Equity combined with sale in futures market	0% to 70%	Low
Securitized Debt	0% to 25%	Low to Medium

**Note:** The scheme net assets will have a maximum derivative net position of 50% of the net assets of the scheme. The Investment in derivative instruments will be done for hedging and portfolio balancing. The scheme may upto 25% of the net assets invest in securitized debt. No investments will be made in foreign securitized debt. From time to time the scheme may hold cash.

**Note:**

1. The asset allocation shown above is indicative and may vary according to circumstances at the sole discretion of the Fund Manager, on defensive consideration. Review and rebalancing will be conducted when the asset allocation falls outside the range indicated above. If the exposure falls outside the above range, it will be restored within Seven Working days.
2. The Scheme would continue to remain an open ended Debt Scheme.

**This addendum is an integral part of the Offer Document.**

**Sandesh Kirkire  
Chief Executive Officer**