

ADDENDUM DATED JANUARY 18, 2008 TO THE OFFER DOCUMENT OF KOTAK EQUITY FOF

The following changes are effected to the Offer Document of Kotak Equity FOF with effect from January 21, 2008:

CHAPTER I – HIGHLIGHTS, RISK FACTORS AND DUE DILIGENCE (Page 3)

In the table 'Highlights', for the feature "Load Structure (During Continuous Offer)", following changes are made:

Entry Load:

- a) No entry load shall be charged on:
- i) For "all direct" applications received by AMC i.e. applications received through internet facility offered (www.kotakmutual.com), on application forms that are not routed through any distributor/agent/broker and submitted to AMC office or collection centre / investment service centre.
 - ii) On additional purchases done directly by the investor under the same folio and switch-in to the scheme from other scheme if such transaction is done directly by the investor:
 - iii) Where the purchase amount/switch in amount is equal to or more than Rs. 5 crores
 - iv) Where the switch in is from an Equity/Balanced/Equity FOF Scheme to an Equity/Balanced/Equity FOF Scheme
 - v) Where switch in is from a close ended scheme (excluding Fixed Maturity Plans and Interval Plans) during the pre-defined liquidity window of the scheme as defined in the respective offer documents or on maturity to an Equity/ Balanced/Equity FOF Schemes:
 - vi) Where the switch in is from any other scheme apart from point iv and v above to an Equity/Balanced/Equity FOF Scheme
 - vii) Where investments is made by Fund of Funds as defined under SEBI Regulations
 - viii) Where units are allotted upon reinvestment of Dividends
- b) Cases not covered above: 2.25%

Exit Load:

- For exit within 6 months from the date of allotment of units for investments of less than Rs. 5 crores: **1%**
- For exit after 6 months upto 1 year from the date of allotment of units for investments of less than Rs. 5 crores: **0.50%**
- Where investments is made by Fund of Funds as defined under SEBI Regulations: **Nil**
- Where units are allotted upon reinvestment of Dividends: **Nil**
- Cases not covered above: **Nil**

CHAPTER VI – LOADS AND RECURRING EXPENSES (PAGE 38)

Under Part A, 'Load Structure of the Scheme', is amended as follows:

- a) No entry load shall be charged on:
- i) For "all direct" applications received by AMC i.e. applications received through internet facility offered (www.kotakmutual.com), on application forms that are not routed through any distributor/agent/broker and submitted to AMC office or collection centre / investment service centre.

- ii) On additional purchases done directly by the investor under the same folio and switch-in to the scheme from other scheme if such transaction is done directly by the investor:
 - iii) Where the purchase amount/switch in amount is equal to or more than Rs. 5 crores
 - iv) Where the switch in is from an Equity/Balanced/Equity FOF Scheme to an Equity/Balanced/Equity FOF Scheme
 - v) Where switch in is from a close ended scheme (excluding Fixed Maturity Plans and Interval Plans) during the pre-defined liquidity window of the scheme as defined in the respective offer documents or on maturity to an Equity/Balanced/Equity FOF Schemes:
 - vi) Where the switch in is from any other scheme apart from point iv and v above to an Equity/Balanced/Equity FOF Scheme
 - vii) Where investments is made by Fund of Funds as defined under SEBI Regulations
 - viii) Where units are allotted upon reinvestment of Dividends
- b) Cases not covered above: 2.25%

Exit Load:

- For exit within 6 months from the date of allotment of units for investments less than Rs. 5 crores: **1%**
- For exit after 6 months upto 1 year from the date of allotment of units for investments less than Rs. 5 crores: **0.50%**
- Where investments is made by Fund of Funds as defined under SEBI Regulations: **Nil**
- Where units are allotted upon reinvestment of Dividends: **Nil**
- Cases not covered above: **Nil**

This addendum is an integral part of the Offer Document

SANDESH KIRKIRE
CHIEF EXECUTIVE OFFICER
