

ADDENDUM DATED JUNE 30, 2006 TO THE OFFER DOCUMENT OF KOTAK MIDCAP SCHEME

The following changes are effected to the Offer Document of Kotak Midcap Scheme with effect from July 3, 2006

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

In the table 'Highlights', for the feature "Loads", under "During Continuous Offer", following changes are made:

Entry Load:

- [1] Where switch-in is made from another Equity / Balanced / FOF Scheme of the Fund [2] where purchase/switch-in amount is greater than or equal to Rs. 5 Crores (Switch-ins being from schemes other than those indicated in [1] above) [3] where Units are allotted upon reinvestment of Dividends [4] Where the investor is a Fund-of-Funds as defined under SEBI Regulations [5] Where investments are made by FIs or sub a/c of FIs: **Nil**
- Where investments are made through SIP / STP of less than Rs. 25 lacs per installment and for, investments other than those indicated in [3], [4] and [5] above: **1.25%**
- Cases not covered above: **2.25%**

Exit Load:

- For investment through SIP/STP for less than Rs. 25 lakhs per installment, for exit within 24 months (calculated as date to date): **1.00%**
- For investment through SIP/STP for greater than or equal to Rs. 25 lakhs but less than Rs. 5 crores (per installment), for exit within 6 months (calculated as date to date): **1.00%**
- For investment through non-SIP / non-STP, less than Rs. 5 crores, for exit within 6 months: **1.00%**
- Cases not covered above : **Nil**

CHAPTER VI – LOADS AND RECURRING EXPENSES (PAGE 45)

Under Part A, 'Load Structure of the Scheme', the clause "During Continuous Offer", the Entry / Exit Load is amended as follows:

Entry Load:

- [1] Where switch-in is made from another Equity / Balanced / FOF Scheme of the Fund [2] where purchase/switch-in amount is greater than or equal to Rs. 5 Crores (Switch-ins being from schemes other than those indicated in [1] above) [3] where Units are allotted upon reinvestment of Dividends [4] Where the investor is a Fund-of-Funds as defined under SEBI Regulations [5] Where investments are made by FIs or sub a/c of FIs: **Nil**
- Where investments are made through SIP / STP of less than Rs. 25 lacs per installment and for, investments other than those indicated in [3], [4] and [5] above: **1.25%**
- Cases not covered above: **2.25%**

Exit Load:

- For investment through SIP/STP for less than Rs. 25 lakhs per installment, for exit within 24 months (calculated as date to date): **1.00%**
- For investment through SIP/STP for greater than or equal to Rs. 25 lakhs but less than Rs. 5 crores (per installment), for exit within 6 months (calculated as date to date): **1.00%**
- For investment through non-SIP / non-STP, less than Rs. 5 crores, for exit within 6 months: **1.00%**
- Cases not covered above : **Nil**

This addendum is an integral part of the Offer Document

SANDESH KIRKIRE
CHIEF EXECUTIVE OFFICER
