

ADDENDUM DATED JULY 21, 2005 TO THE COMBINED OFFER DOCUMENT

I) The following changes are effected to Kotak Mahindra 30 Unit Scheme ('Kotak 30'), Kotak Mahindra Balance Unit Scheme 99 ('Kotak Balance'), Kotak Mahindra Technology Scheme ('Kotak Tech'), Kotak Mahindra MNC Scheme ('Kotak MNC'), in the Combined Offer Document with effect from July 21, 2005

CHAPTER I – HIGHLIGHTS, RISK FACTORS AND DUE DILIGENCE (PAGE 7)

In the table 'Highlights', for Kotak 30, Kotak Balance, Kotak Tech and Kotak MNC, under the feature load structure, 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. 3 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 FIIs or sub a/c of FIIs: Nil
- Where investments are made through SIP / STP (investors other than FII/sub-account of FII) upto Rs. 25 lacs per investment (per instalment): 2.00%
- [1] Purchase/switch-in otherwise than as is mentioned above where purchase/switch-in amount is less than Rs. 3 Crores [2] SIP / STP (from investors other than FII/sub-account of FII) of more than Rs. 25 lacs but below Rs.3 Crore per investment and [3] cases not covered above: 2.25%

Exit load –

SIP/STP upto Rs.25 lacs per investment, (investors other than FII/sub-account of FII) for exit before 18 months (calculated as date to date): 1.00%

CHAPTER VI – LOADS AND RECURRING EXPENSES (PAGE 63)

Under Part A, 'Load Structure of the Schemes', in clause 5, 'Kotak 30, Kotak Balance, Kotak Tech and Kotak MNC', the para shall be replaced as follows:

Following entry/exit loads shall be applicable in respect of Kotak 30, Kotak Balance, Kotak Tech and Kotak MNC schemes:

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. 3 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 FIIs or sub a/c of FIIs: Nil
- Where investments are made through SIP / STP (investors other than FII/sub-account of FII) upto Rs. 25 lacs per investment (per installment): 2.00%
- [1] Purchase/switch-in otherwise than as is mentioned above where purchase/switch-in amount is less than Rs. 3 Crores [2] SIP / STP (from investors other than FII/sub-account of FII) of more than Rs. 25 lacs but below Rs.3 Crore per investment and [3] cases not covered above: 2.25%

Exit load –

SIP/STP upto Rs.25 lacs per investment, (investors other than FII/sub-account of FII) for exit before 18 months (calculated as date to date): 1.00%

II) The following changes are effected in Kotak Mahindra Bond Unit Scheme 99 (“Kotak Bond”) in the Combined Offer Document with effect from July 21, 2005.

CHAPTER I – HIGHLIGHTS, RISK FACTORS AND DUE DILIGENCE (PAGE 5)

In the table ‘Highlights’, for Kotak Bond – Deposit and Regular Plans, under the feature, load structure, following changes are made:

Entry Load – Nil

Exit Load – For investments upto Rs. 10 Lacs: 0.50% if redeemed within six months;
For investments above Rs. 10 Lacs: Nil

CHAPTER VI – LOADS AND RECURRING EXPENSES (PAGE 63)

Under Part A, ‘Load Structure of the Schemes’, in clause 3, Kotak Bond – (a) Deposit Plan and (b) Regular Plan, the para shall be replaced as follows:

Following entry/exit loads shall be applicable to Growth, Dividend and Bonus Option:

Entry Load – Nil

Exit Load – For investments upto Rs. 10 Lacs: 0.50% if redeemed within six months;
For investments above Rs. 10 Lacs: Nil

III) The following changes are effected in Kotak Liquid - Institutional Premium Plan in the Combined Offer Document with effect from July 21, 2005.

CHAPTER V – UNITS (PAGE 58)

Under Part B, Who can invest, at page no. 58, the para and conditions about “The following cannot invest in Kotak Liquid Institutional Premium Plan, shall stand deleted.

IV) The following changes are made in the Systematic Investment Plan (SIP), Systematic Transfer Plan (STP) and Systematic Withdrawal Plan (SWP) in the Combined Offer Document with effect from July 21, 2005:

CHAPTER I – HIGHLIGHTS, RISK FACTORS AND DUE DILIGENCE

In the table ‘Highlights’, following features for all Schemes/Plans (except Kotak Gilt – Investment Provident Fund & Trust Plan) are amended as follows :

Minimum Investment Size – SIP Purchase	Rs. 1,000 Total SIP investments to be - Rs. 6,000
Minimum Redemption Size – SWP/STP	Rs. 1000/ full appreciation
SIP Frequency & Dates	1st, 7th, 14 th and 21st of every month
SWP/STP Dates	1st, 7th, 14 th and 21st of every month irrespective of the frequency

CHAPTER V – UNITS

PAGE 55:

- a) In Chapter V (Part A); Section 5, paragraph “d) Systematic Investment Plan”, the second sub-paragraph is amended as follows:

“For investors availing of SIP, purchase of Units for the first time can be made by monthly cheques (dated 1st, 7th, 14th and 21st of every month) in such a way that atleast 6 cheques are issued.”

- b) In Chapter V (Part A); Section 5, paragraph “e) Systematic Withdrawal Plan”, the sentence “ The withdrawals can be made either monthly or quarterly” is amended as follows:

The withdrawals can be made either Monthly (on 1st, 7th, 14th and 21st of every month) or Quarterly (on 1st, 7th, 14th and 21st of every Quarter).

PAGE 57:

In Chapter V (Part A); Section 5, paragraph “f) Systematic Transfer Plan”, in the first paragraph the sentence “The switch can be made Weekly (every Friday), Monthly (Any date) or Quarterly (Any date)” be replaced by the following:

The switch can be made Weekly (on 1st, 7th, 14th and 21st of being a Friday), Monthly (on 1st, 7th, 14th and 21st of every month) or Quarterly (on 1st, 7th, 14th and 21st of every quarter)

PAGE 57:

In Chapter V (Part A); Section 5, “Facilities Offered to Investors under all Schemes”, following clause is amended:

j) Direct Debit Facility in SIP through ECS - (Auto Debit Facility)

Unitholders investing under SIP in any Scheme (only non-institutional plans) of Kotak Mutual Fund have the option to avail the facility of Direct Debit through ECS mode. Direct Debit allows investors to instruct the banker to debit the respective bank account at periodic intervals for making investments in mutual fund scheme(s). However the first investment in SIP under this mode shall be by way of cheque only. Investors who wish to transfer their existing SIPs to Auto Debit Facility shall give 15 days prior notice alongwith with submission of SIP Auto Debit Facility Form and necessary documents, as may be required from time to time.

Presently this facility will be offered only on 1st, 7th, 14th and 21st of every month. However, the AMC reserves the right to modify the dates from time to time. Other terms and conditions for investments in SIP will remain unchanged.

This addendum is an integral part of the Combined Offer Document

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