

KOTAK MAHINDRA MUTUAL FUND
Abridged Unaudited Balance Sheet as at 30th September 2001

(Rs. Lacs)

	K Gilt Unit Scheme 98										K Bond Unit Scheme 99					K Liquid	K 30 Unit Scheme	K Balance Unit Scheme 99	K Technology Scheme	K MNC Scheme	
	Savings Plan	Investment Plan	Serial Plan 2001	Serial Plan 2003	Serial Plan 2005	Serial Plan 2007	Serial Plan 2011	Serial Plan 2013	Serial Plan 2019	TOTAL	Deposit & Wholesale Plans	Serial Plan 2001 A *	Serial Plan 2001 B	Serial Plan 2002 A	Total						
	30-09-01 30-09-00	30-09-01 30-09-00	30-09-01 30-09-00	30-09-01 30-09-00	30-09-01 30-09-00	30-09-01 30-09-00	30-09-01 30-09-00	30-09-01 30-09-00	30-09-01 30-09-00	30-09-01 30-09-00	30-09-01 30-09-00	30-09-01 30-09-00	30-09-01 30-09-00	30-09-01 30-09-00	30-09-01 30-09-00	30-09-01 30-09-00	30-09-01 30-09-00	30-09-01 30-09-00	30-09-01 30-09-00		
ASSETS																					
1. INVESTMENTS (At Market / Fair Value)																					
1.1 Equity Shares	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2361.71	2364.33	3179.44	2519.62	
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4485.71	3,682.69	14,213.37	3,527.68	
1.2 Privately Placed Debenture/Bonds	-	-	-	-	-	-	-	-	-	-	4,369.52	-	396.36	10.20	4,776.08	18,103.33	-	-	-	-	
	-	-	-	-	-	-	-	-	-	-	1,773.50	-	-	-	1,773.50	-	-	-	-	-	
1.3 Debenture/Bonds Listed/Awaiting Listing	-	-	-	-	-	-	-	-	-	-	16398.47	-	596.95	-	16,995.42	9440.95	-	700.15	-	-	
	-	-	-	-	-	-	-	-	-	-	4,000.88	-	-	-	4,000.88	-	1,751.08	-	-	-	
1.4 Government Securities	5502.46	25742.95	-	605.97	24.11	45.19	3.64	36.49	3.57	31964.38	7548.78	-	-	-	7,548.78	-	-	1029.02	160.46	105.46	
	1150.61	21234.75	4,461.79	548.33	9.92	1.90	-	-	-	27407.30	1,488.80	-	-	-	1,488.80	-	486.78	713.69	575.21	-	
1.5 Others																					
Treasury Bills	1961.52	-	6419.54	-	-	-	-	-	-	8381.06	-	-	-	-	-	-	-	-	-	-	
	5,104.19	917.29	-	-	-	-	-	-	-	6,021.48	491.06	-	-	-	491.06	-	276.45	186.03	-	-	
Commercial Paper	-	-	-	-	-	-	-	-	-	-	-	-	2,158.51	389.41	2,547.92	4,832.46	-	-	-	-	
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
2. DEPOSITS																					
2.1 With scheduled Banks	150.00	0.00	-	-	-	-	-	-	-	150.00	-	-	-	-	-	4,340.00	100.00	-	-	-	
	6435.00	495.00	-	-	-	-	-	-	-	6930.00	-	-	-	-	-	-	100.00	-	-	-	
2.2 With Others	260.00	1,644.00	230.00	-	-	-	-	-	-	2,134.00	434.00	-	-	-	434.00	607.00	64.00	28.00	54.00	29.00	
	845.00	616.00	-	-	-	-	-	-	-	1461.00	100.00	-	-	-	100.00	-	369.00	450.00	-	100.00	
3. OTHER CURRENT ASSETS																					
3.1 Cash & Bank Balance	410.52	418.68	2.06	0.17	1.65	0.20	1.21	0.56	0.14	835.19	278.34	0.05	2.70	3.04	284.13	1061.69	112.25	30.89	7.85	54.35	
	53.63	15.95	1.02	5.23	0.28	0.11	-	-	-	76.22	13.54	-	-	-	13.54	-	104.43	172.25	90.45	59.11	
3.2 Others	2255.76	2707.73	0.13	30.83	0.33	1.57	0.13	0.72	0.05	4997.25	2395.59	0.00	42.13	0.43	2,438.15	6987.43	151.00	167.63	368.17	40.99	
	6921.90	4594.48	51.94	29.17	0.15	0.09	-	-	-	11597.73	781.81	-	-	-	781.81	-	20.76	95.33	107.18	41.48	
4. DEFERRED REVENUE EXPENDITURE (to the extent not written off)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	53.60	225.75	46.68	
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	70.60	290.07	59.98	-
TOTAL	10540.26	30513.36	6651.73	636.97	26.09	46.96	4.98	37.77	3.76	48461.88	31424.70	0.05	3196.65	403.08	35024.48	45372.86	2788.96	4373.62	3995.67	2796.10	
	20510.33	27873.47	4514.75	582.73	10.35	2.10	-	-	-	53493.73	8649.59	-	-	-	8649.59	-	5079.90	6985.18	15600.79	4363.46	

Less than Rs. 0.01 Lacs

* Matured on 09/04/2001

KOTAK MAHINDRA MUTUAL FUND
Abridged Unaudited Revenue Accounts for the period ended 30th September 2001

(Rs. Lacs)

	K Gilt Unit Scheme 98										K Bond Unit Scheme 99				K Liquid	K 30 Unit Scheme	K Balance Unit Scheme 99	K Technology Scheme	K MNC Scheme	
	Savings Plan	Investment Plan	Serial Plan 2001	Serial Plan 2003	Serial Plan 2005	Serial Plan 2007	Serial Plan 2011	Serial Plan 2013	Serial Plan 2019	TOTAL	Deposit & Wholesale Plans	Serial Plan 2001 A *	Serial Plan 2001 B	Serial Plan 2002 A						Total
	30-09-01	30-09-01	30-09-01	30-09-01	30-09-01	30-09-01	30-09-01	30-09-01	30-09-01	30-09-01	30-09-01	08-04-01	30-09-01	30-09-01	30-09-01	30-09-01	30-09-01	30-09-01	30-09-01	30-09-01
	30-09-00	30-09-00	30-09-00	30-09-00	30-09-00	30-09-00				30-09-00	30-09-00				30-09-00		30-09-00	30-09-00	30-09-00	30-09-00
1. INCOME																				
1.1 Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	51.62	33.42	94.83	43.56
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	42.24	22.14	35.01	13.14
1.2 Interest	473.31	1656.94	301.90	33.42	2.61	3.36	0.18	2.18	0.12	2474.02	1731.82	4.26	147.34	23.36	1,906.78	1618.97	18.79	119.00	14.48	10.82
	787.73	2323.98	47.79	32.45	0.12	0.08				3192.15	980.48				980.48		22.31	172.67	176.43	59.32
1.3 Profit on Sale / Redemption of Investments other than inter- scheme transfer / sale	52.12	1,584.89	-	-	-	-	-	-	-	1637.01	720.22	-	-	0.04	720.26	13.70	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	17.51	24.46	-	168.04
1.4 Profit on Inter-scheme transfer / sale of Investments	-	1.08	-	2.63	2.68	2.82	0.11	1.99	-	11.31	23.16	-	-	0.11	23.27	25.20	-	3.85	0.27	0.62
	-	-	0.02	-	-	-	-	-	-	0.02	-	-	-	-	-	-	64.38	-	36.41	6.09
1.5 Other Income	-	-	-	-	-	-	-	-	-	-	0.30	-	-	-	0.30	-	-	-	-	-
	-	0.07	-	-	-	-	-	-	-	0.07	0.30	-	-	-	0.30	-	-	-	-	-
TOTAL	525.43	3242.91	301.90	36.05	5.29	6.18	0.29	4.17	0.12	4122.34	2475.50	4.26	147.34	23.51	2650.61	1657.87	70.41	156.27	109.58	55.00
	787.73	2324.05	47.81	32.45	0.12	0.08				3192.24	980.78				980.78		146.44	219.27	247.85	246.59

Less than Rs. 0.01 Lacs

* Matured on 09/04/2001

Kotak Mahindra Mutual Fund

Notes to abridged Balance Sheet as at September 30, 2001 and abridged Revenue Account for the Half Year ended September 30, 2001:

1. **Significant Accounting Policies**

1.1. *Basis of Accounting*

The Schemes maintains their books of account on an accrual basis.

1.2. *Portfolio Valuation*

Investments are stated at market / fair value at the Balance Sheet date / date of determination. In valuing the Scheme's investments:

- i. Traded equity securities are valued at the last quoted closing price on the Stock Exchange, Mumbai (BSE) or on the stock exchange where principally traded. Non-traded equity securities are fair valued by Kotak Mahindra Asset Management Company Limited (KMAMCL) based on principles approved by the trustees.
- ii. Debt securities listed on a recognised Stock Exchange are valued at the last quoted closing price on the principal exchange on which the security is traded. If no sale is reported at that time, the last quoted closing price is used, when it is not more than 30 days prior to the valuation date.
- iii. Debt instruments are valued on a yield to maturity basis at prevailing market prices of such securities or comparable securities with an appropriate discount for lower liquidity.
- iv. Government securities are valued at yield to maturity at prevailing market rates. Non traded Government securities are valued in good faith by Kotak Mahindra Asset Management Company Limited (KMAMCL) on the basis of appropriate valuation methods, based on principles approved by the Trustee.
- v. Instruments bought on 'repo' basis are valued at the resale price after deduction of applicable interest up to the date of resale. Instruments sold on a 'repo' basis are adjusted for the difference between the repurchase price (after deduction of applicable interest up to the date of repurchase) and the value of the instrument.
- vi. Treasury bills and commercial paper are valued at cost plus accrued interest.
- vii. Pursuant to the Guidelines for Valuation of Securities for Mutual Funds dated September 18, 2000 issued by the Securities and Exchange Board of India, non-traded / thinly traded securities are valued at fair value as determined by Kotak Mahindra Asset Management Company Limited (KMAMCL) and in accordance with the said guidelines.

1.3 *Securities Transactions*

Transactions for purchase or sale of investments are recognized as of the trade date. In determining the holding cost of investments and the gain or loss on sale of investments, the "average cost" method is followed.

1.4. *Investment Income*

Dividend and interest income are recorded on an accrual basis.

1.5. *Net Asset Value for Growth/Dividend options:*

The net asset value of the units of the scheme is determined separately for units issued under the Growth and Dividend options, if any.

For reporting the net asset value for various options, daily income earned, including realised and unrealised gains or losses in the value of investments, and expenses incurred by the respective schemes are allocated to the options in proportion to the value of the net assets.

Kotak Mahindra Mutual Fund

Notes to abridged Balance Sheet as at September 30, 2001 and abridged Revenue Account for the Half Year ended September 30, 2001:

1.6. *Deferred Revenue Expenditure*

Initial issue costs comprise those costs directly associated with the issue of units of the Scheme and include brokerage / agents' commission, advertising and marketing costs, registrar expenses and printing and despatch costs. In accordance with the offer documents, such costs have been charged to K Balance, K Tech and K MNC at the rate of 1.5% of the amount collected in the initial offer and are being amortised over a period of five years from the date of allotment of units under the respective schemes.

1.7. *Unit Premium Reserve*

Upon issue and redemption of units, the net premium or discount to the face value of units is adjusted against the unit premium reserve of the Scheme concerned, after an appropriate portion of the issue proceeds and redemption payout is credited or debited respectively to the income equalisation reserve.

The Unit Premium Reserve is available for dividend distribution except to the extent it is represented by unrealised net appreciation in value of investments.

1.8. *Income Equalisation Reserve*

Income equalisation reserve is maintained by crediting (or debiting) the income equalisation reserve account in respect of purchase of units (or redemption of units) by an appropriate amount, which represents the distributable income at the time of purchase (or redemption). The balance in the income equalisation reserve account is transferred to the revenue account at the end of the year.

1.9. *Load Charges*

The Load collected is retained under a separate account in the respective schemes and is used to meet the selling and distribution expenses of the schemes of KMMF.

2. Illiquid Securities: K Tech held following illiquid securities as at September 30, 2001 :

Company Name	Fair Value (Rs. Lacs)	Percentage of Fair Value to Net Assets.
Federal Technologies Ltd.	6.09	0.16 %
Virtual Dynamics Software Ltd.	5.82	0.15 %
Radiant Software Ltd.	23.00	0.59 %
Total:	34.91	0.90%

3. Disclosure Under Regulation 25(8) of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996, as amended:

(i) Kotak Securities, Kotak Mahindra Securities Limited and Kotak Mahindra Capital Company, associate companies of KMAMC were paid commission for procuring unit subscriptions for the Schemes and / or brokerage on purchase and sale of investments during the half year. The commission and brokerage paid were at rates similar to those offered to other distributors / brokers.

Kotak Mahindra Mutual Fund

Notes to abridged Balance Sheet as at September 30, 2001 and abridged Revenue Account for the Half Year ended September 30, 2001:

(Rs. Lakhs)

Schemes / Associate Co	K Gilt Savings Plan	K Gilt Investment Plan	K Gilt Serial Plan 2001	K Gilt Serial Plan 2003	K Gilt Serial Plan 2005	K Gilt Serial Plan 2007	K Bond	K Bond Serial 2001 Plan B	K Bond Serial 2002 Plan A	K Liquid	K 30	K Balance	K Tech	K MNC
<u>Kotak Securities</u>														
Commission on unit subscriptions	-	36.47	0.01	0.01	#	#	16.63	0.19	0.23	-	4.05	3.77	3.01	1.10
Brokerage on purchase and sale of investments	-	-	-	-	-	-	-	-	-	-	0.29	0.14	0.97	0.28
<u>Kotak Mahindra Securities Limited</u>														
Brokerage on purchase and sale of investments	0.08	0.17	0.05	-	-	-	0.05	-	-	0.01	-	-	-	-
<u>Kotak Mahindra Capital Company</u>														
Commission on unit subscriptions	-	0.06	-	-	-	-	3.34	-	-	-	-	-	-	-

Less than Rs.0.01 Lakh.

(ii) During the period K Bond has subscribed Rs.5 Crores to the issue of 11.00 % NCD Gujarat Ambuja Cement Ltd, where Kotak Mahindra Capital Company (KMCC), an associate of KMAMC, was one of the lead managers/arrangers to the issue. The investment was made solely on the basis of sound fundamentals of the company.

4. Unclaimed Dividends and Redemption Proceeds.

The amount of unclaimed dividends and unclaimed redemption proceeds as on September 30, 2001 and the number of investors to whom these amounts are payable are as follows:

Number of Investors	K Gilt Savings Plan	K Gilt Investment Plan	K Bond	K 30	K Balance	K MNC	K Tech
Unclaimed Dividend (Rs. Lacs)	0.01	2.95	0.10	1.03	0.53	-	-
<i>Unclaimed Dividend (No. of investors)</i>	1	11	9	32	11	-	-
Unclaimed redemption proceeds (Rs. Lacs)	-	-	0.23	0.69	-	0.80	0.60
<i>Unclaimed redemption proceeds (No. of investors)</i>	-	-	1	2	-	2	4

Kotak Mahindra Mutual Fund

Notes to abridged Balance Sheet as at September 30, 2001 and abridged Revenue Account for the Half Year ended September 30, 2001:

5. Disclosure Under Regulation 25(11) of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996, as amended:

Kotak Mahindra Mutual Fund has made the following investments in companies, which hold / have held units in excess of 5% of the net asset value of any scheme of Kotak Mahindra Mutual Fund.

Company	Schemes invested in by the company	Investing Scheme/(s)	Aggregate investments made by the Scheme/(s) in the company for the period under regulation (Rs. Lacs)
Bharati Mobile Ltd	K Bond	K Bond	1,000.00
Birla AT&T Communications Ltd	K Liquid	K Liquid	500.00
Gujarat Ambuja Cements Ltd	K Liquid	K Bond	1,538.87
Gujarat Gas Company Ltd	K Gilt	K MNC K Balance	123.12 76.95
HCL Technologies Ltd	K Gilt / K Bond	K 30 K Balance K Tech	13.34 147.01 1,845.46
Hero Honda Motors Ltd.	K Gilt	K Balance K MNC	146.25 368.92
Himachal Futuristic Communicatiions Ltd	K Liquid / K Gilt	K Balance K Tech	36.80 1,354.80
Hindustan Inks & Resins Ltd.	K Gilt	K Balance K 30	84.80 42.98
Hughes Tele.com (India) Ltd	K Bond / K Liquid	K MNC	130.66
ICICI Ltd.	K Gilt	K Bond Serial Plan 2001 A	545.10
		K Bond Serial Plan 2001 B	216.23
		K Balance	970.07
		K Bond	3,500.53
		K Liquid	5,712.09
		K 30	128.47
ITC Ltd	K Gilt	K Tech	559.04
		K 30	411.65
		K Balance	305.93
		K MNC	909.04
Infrastructure Development Finance Corporation Ltd	K Bond / K Liquid	K Liquid	1,000.00
		K Bond	521.93
Kodak India Ltd.	K Gilt	K MNC	189.49
Mahindra & Mahindra Ltd.	K Gilt / K Bond	K MNC	189.49
		K Bond Serial Plan 2001 A	500.00
		K Bond	1024.05
		K 30	289.11
Mascot Systems Ltd	K Bond	K Liquid	500.00
		K Tech	410.83
NIIT Ltd	K Liquid	K 30	172.47
		K Tech	1,242.19
Raymond Ltd	K Bond / K Liquid	K Liquid	2,500.00

These investments comprise debt and equity instruments and were made solely on the basis of sound fundamentals of these companies.

Kotak Mahindra Mutual Fund

Notes to abridged Balance Sheet as at September 30, 2001 and abridged Revenue Account for the Half Year ended September 30, 2001:

6. Details of large holdings (over 25% of the NAV of the Scheme) as on September 30, 2001:

Schemes	K Gilt Savings Plan	K Gilt Serial Plan 2001	K Gilt Serial Plan 2003	K Gilt Serial Plan 2005	K Gilt Serial Plan 2007	K Gilt Serial Plan 2011	K Gilt Serial Plan 2013	K Gilt Serial Plan 2019	K Bond Serial 2001 Plan B	K Bond Serial 2002 Plan A
No of Investors	1	1	2	1	1	1	1	1	2	2
Holding %	26.14	61.97	63.46	33.79	37.48	46.43	54.07	70.00	77.80	53.66

7. Items of expenditure accounting for more than 10% of total recurring expenditure under respective schemes/plans are given below:

Scheme / Plan	(Rs. Crores)				
	Investment Management Fees	Trusteeship Fees	Custodian Fees	Registrar/Transfer Agent Fees	Marketing Expenses
K Gilt Savings Plan	0.33	NA	NA	0.06	NA
K Gilt Investment Plan	1.70	NA	NA	NA	0.61
K Gilt Serial Plan 2001	0.09	0.03	NA	0.02	0.03
K Gilt Serial Plan 2003	0.01	#	NA	#	#
K Gilt Serial Plan 2005	#	#	NA	#	#
K Gilt Serial Plan 2007	#	#	NA	#	#
K Gilt Serial Plan 2011	#	#	NA	#	#
K Gilt Serial Plan 2013	#	#	NA	#	#
K Gilt Serial Plan 2019	#	#	NA	#	NA
K Bond Whole Sale Plan	0.84	NA	NA	NA	0.60
K Bond Deposit Plan	0.60	NA	NA	NA	0.18
K Bond Serial Plan 2001 A	#	#	NA	#	NA
K Bond Serial Plan 2001 B	#	0.01	0.01	0.01	NA
K Bond Serial Plan 2002 A	0.02	NA	NA	NA	#
K Liquid	1.26	0.18	NA	NA	NA
K 30	0.20	NA	0.04	NA	0.09
K Balance	0.29	NA	NA	NA	0.15
K Tech	0.37	NA	0.09	0.07	0.08
K MNC	0.20	NA	0.04	NA	0.08

Less than 0.01 Crores. ; NA : Less than 10% of total or NIL.

8. Historical Per Unit Statistics

For Statements of Historical Per Unit Statistics of schemes please refer to the tables 'Historical Per Unit Statistics'.

9. Presentation of Figures :

(i) Figures in brackets represent negative amounts. Figures for the corresponding period in the previous year are shown in italics.

Kotak Mahindra Mutual Fund

Notes to abridged Balance Sheet as at September 30, 2001 and abridged Revenue Account for the Half Year ended September 30, 2001:

(ii) Revenue Accounts are for the six months period ended 30th September 2001 for all the Schemes except K Gilt Serial Plan 2019, which became operational during the period.

(iii) Figures for the corresponding period in the previous year for K Gilt Serial Plan 2011, K Gilt Serial Plan 2013, K Gilt Serial Plan 2019, K Bond Serial Plan 2001 A, K Bond Serial Plan 2001 B, K Bond Serial Plan 2002 A and K Liquid are not available as they became operational / launched after 30th September 2000.

(iv) Short Names: Following short names have been used in the presentation of results.

Short Name used	Scheme Name
K Gilt	Kotak Mahindra K Gilt Unit Scheme 98
K Bond	Kotak Mahindra K Bond Unit Scheme 99
K Liquid	Kotak Mahindra Liquid Scheme
K 30	Kotak Mahindra K 30 Unit Scheme
K Balance	Kotak Mahindra K Balance Unit Scheme 99
K Tech	Kotak Mahindra K Technology Scheme
K MNC	Kotak Mahindra K MNC Scheme

For Kotak Mahindra Trustee Company Ltd

-sd-

S.A.A. Pinto
Chairman

-sd-

Girish Shredalal
Director
Mumbai
Date: 23/10/2001

For Kotak Mahindra Asset Management Company Ltd

-sd-

Romesh C. Khanna
Director

-sd-

C. Jayaram
Director
Mumbai
Date: 23/10/2001

Unit holders may obtain, on request, a copy of the Annual Report of the scheme in which he or she has invested from Kotak Mahindra Mutual Fund at its office at 5A, 5th Floor, Bakhtwar, 229, Nariman Point, Mumbai – 400 021. Unit holders may also obtain, on request, a copy of the Annual Report of Kotak Mahindra Asset Management Company Limited and the Trust Deed.

Risk Factors:

- Mutual Funds and Securities investments are subject to market risks and there is no assurance or guarantee that the objectives of the Schemes will be achieved.
- As with any securities investment, the NAV of the Units issued under the Schemes can go up or down depending on the factors and forces affecting the capital and money markets.
- Past performance of the Sponsor or that of existing Schemes of the Fund does not indicate the future performance of the Schemes.
- K Gilt, K Bond, K Liquid, K 30, K Balance, K Tech and K MNC are only the names of the Schemes and do not in any manner indicate either the quality of the Schemes, future prospects or returns.
- Technology stocks particularly run the risks of high volatility, high valuation and obsolescence.
- The NAV of the Schemes may be affected, inter-alia, by changes in the market, market interest rates, Price/ Interest-rate Risk and Credit Risk, changes in credit rating, government policy, volatility and liquidity in the money markets, pressure on the exchange rate of the rupee, trading volumes, performance of individual stocks, settlement periods and transfer procedures.
- Tax laws may change, affecting the returns on investment in Units
- In the event of receipt of a very large number of redemption requests or very large value redemption requests or of a restructuring of the Schemes Portfolios, there may be delays in the redemption of Units. Please refer to the paragraph on “Right to limit Redemption” in the Offer Documents of the respective Schemes.

Statutory:

Kotak Mahindra Mutual Fund has been established as a Trust under the Indian Trusts Act, 1882, by Kotak Mahindra Finance Limited (liability restricted to the corpus of Rs. 1akh) with Kotak Mahindra Trustee Company Limited as the Trustee with Kotak Mahindra Asset Management Company Limited as the Investment Manager.

Investment Objectives:

K Gilt: To generate risk-free returns through investments in sovereign securities issued by the Central Government and/or the State Government and/or reverse repos in such securities.

K Bond: To create a portfolio of debt instruments of different maturities so as to spread the risk across a wide maturity horizon and different kinds of issuers in the debt market.

K Liquid: To provide reasonable returns and high level of liquidity by investing in debt and money market instruments of different maturities, so as to spread the risk across different kinds of issuers in the debt market.

K 30: To generate capital appreciation from a portfolio of predominantly equity and equity related securities, with investment in generally not more than 30 stocks.

K Balance: To achieve growth by investing in equity and equity related instruments, balanced with income generation by investing in debt and money market instruments.

K Tech: To generate capital appreciation from a portfolio of predominantly equity and equity related securities in the information technology sector and other sectors such as software development, business application in any commercial ventures in diverse areas ranging from entertainment to bio-technology, space to farming, mass communication to telephony and in path breaking technologies. Initially, the Fund focused on stocks in the software and IT sectors. As and when opportunities became available to invest in other areas mentioned above, the Fund has been investing in such stocks.

K MNC: To generate capital appreciation from a portfolio of predominantly equity and equity related securities issued by multi national companies.

Before investing, please read the Offer Documents of the respective Schemes.

13. Historical Per Unit Statistics*
RUPEES

Period Plan Option	01.04.2001 to 30.09.2001	01.04.2001 to 30.09.2001	01.04.2000 to 31.03.2001	01.04.2000 to 31.03.2001	01.04.1999 to 31.03.2000	01.04.1999 to 31.03.2000	11-12-1998 to 31-03-1999	01.04.2001 to 30.09.2001	01.04.2001 to 30.09.2001	01.04.2000 to 31.03.2001	01.04.2000 to 31.03.2001
	Savings Growth	Savings Dividend	Savings Growth	Savings Dividend	Savings Growth	Savings Dividend	Savings Growth	Investment Growth	Investment Dividend	Investment Growth	Investment Dividend
a) Net Asset Value per unit at end of year/ period	13.313	10.376	12.625	10.436	11.399	10.431	10.285	14.707	10.580	13.312	10.610
b) Gross Income											
1) Income other than profit on sale of investments	1.022	0.233	1.473	9.142	0.531	2.418	0.396	1.009	0.510	1.600	1.726
2) Income (net) from profit on inter-scheme sale / transfer of	(0.003)	(0.017)	0.016	(0.085)	(0.008)	0.099	0.035	0.001	0.000	0.001	(0.004)
3) Income (net) from profit on sale of investments to third	0.106	0.029	(0.020)	(0.384)	0.019	0.305	(0.057)	0.987	0.479	0.102	0.054
4) Transfer to revenue account from past year's reserve	-	-	0.000	0.000	0.000	0.000	0.000	-	-	0.000	0.000
c) Aggregate expense and charges	0.109	0.026	0.133	0.854	(0.044)	(0.224)	0.037	0.168	0.085	0.222	0.240
d) Net income (b - c)	1.016	0.219	1.336	7.819	0.498	2.598	0.337	1.828	0.904	1.481	1.536
e) Net change in unrealised appreciation/ (depreciation) in the value of investments	0.113	(0.020)	0.037	(0.020)	(0.020)	0.000	0.002	(0.069)	0.108	(0.009)	0.141
f) Repurchase prices during the year/period											
i) Highest	13.313	10.540	12.620	10.550	11.399	10.629	10.286	14.707	11.191	13.368	11.177
ii) Lowest	12.632	10.245	11.438	10.411	10.308	10.405	10.028	13.279	10.469	11.881	10.354
g) Resale prices during the year/period											
i) Highest	13.313	10.540	12.620	10.550	11.399	10.629	10.291	14.707	11.191	13.368	11.177
ii) Lowest	12.632	10.245	11.438	10.411	10.313	10.410	10.033	13.279	10.469	11.881	10.354
h) Price earnings ratio			N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
i) Ratio of expenses to average net assets (percentage) @	1.02%**		1.01%		1.01%		0.77%	1.63%**		1.50%	
j) Ratio of gross income (including net profit / (loss) on sale/ redemption of investments and net change in unrealised appreciation/ (depreciation) in value of investments) to average net assets (percentage) @	10.73%**		10.90%		12.42%		3.56%	19.89%**		11.77%	

* The above per unit calculations are based on the number of units outstanding at the end of the year/period

** Annualised

\$ As there are no units outstanding in the Serial Plan 2005 as at March 31, 2000, the above per unit statistics for Serial Plan 2005 are based on the average units outstanding during the period.

@ These ratios are taken as a percentage to average net assets for the Plan as a whole.

13. Historical Per Unit Statistics*

RUPEES

Period Plan Option	01.04.1999 to 31.03.2000	01.04.1999 to 31.03.2000	11-12-1998 to 31-03-1999	01.04.2001 to 30.09.2001	01.04.2001 to 30.09.2001	01.04.2000 to 31.03.2001	01.04.2000 to 31.03.2001	01.04.2001 to 30.09.2001	01.04.2001 to 30.09.2001	01.04.2000 to 31.03.2001	01.04.2000 to 31.03.2001	01.04.1999 to 31.03.2000
	Investment Growth	Investment Dividend	Investment Growth	Serial 2001 Growth	Serial 2001 Dividend	Serial 2001 Growth	Serial 2001 Dividend	Serial 2003 Growth	Serial 2003 Dividend	Serial 2003 Growth	Serial 2003 Dividend	Serial 2003 Growth
a) Net Asset Value per unit at end of year/ period	11.749	10.536	10.317	11.009	10.013	10.561	10.206	12.738	10.405	11.940	10.269	10.586
b) Gross Income												
1) Income other than profit on sale of investments	1.176	0.820	0.239	0.481	0.463	0.546	0.683	0.587	0.553	0.494	1.135	0.547
2) Income (net) from profit on inter-scheme sale / transfer of	(0.008)	(0.005)	0.001	(0.002)	(0.002)	0.001	0.001	0.049	0.043	0.004	(0.047)	(0.002)
3) Income (net) from profit on sale of investments to third	0.276	0.226	0.015	(0.080)	(0.074)	0.000	0.000	0.000	0.000	0.000	0.000	0.000
4) Transfer to revenue account from past year's reserve	0.000	0.000	0.000	-	-	0.000	0.000	-	-	0.000	0.000	0.000
c) Aggregate expense and charges	(0.155)	(0.109)	0.034	0.028	0.027	0.029	0.036	0.034	0.033	0.028	0.062	(0.028)
d) Net income (b - c)	1.289	0.932	0.221	0.371	0.360	0.518	0.648	0.601	0.564	0.470	1.026	0.517
e) Net change in unrealised appreciation/ (depreciation) in the value of investments	0.025	(0.007)	0.025	0.011	0.009	(0.022)	(0.007)	0.139	0.127	0.247	0.217	0.038
f) Repurchase prices during the year/period												
i) Highest	11.845	11.034	10.307	11.009	10.446	10.576	10.296	12.738	10.643	11.928	10.685	10.643
ii) Lowest	10.340	10.411	10.020	10.568	10.003	10.016	10.000	11.946	10.274	10.659	10.070	10.051
g) Resale prices during the year/period												
i) Highest	11.845	11.034	10.322	11.009	10.446	10.576	10.296	12.738	10.643	11.928	10.685	10.643
ii) Lowest	10.356	10.427	10.035	10.568	10.003	10.016	10.000	11.946	10.274	10.659	10.070	10.051
h) Price earnings ratio	N.A.	N.A.	N.A.			N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
i) Ratio of expenses to average net assets (percentage) @	1.50%		0.46%	0.60%**		0.60%**		0.60%**		0.6%		0.2
j) Ratio of gross income (including net profit / (loss) on sale/ redemption of investments and net change in unrealised appreciation/ (depreciation) in value of investments) to average net assets (percentage) @	14.25%		3.75%	8.88%**		11.18%**		13.43%**		12.72%		5.9

13. Historical Per Unit Statistics*

RUPEES

	Period	01.04.1999 to	01.04.2001 to	01.04.2001 to	01.04.2000 to	01.04.2000 to	01.04.1999 to	01.04.2001 to	01.04.2001 to	01.04.2000 to	01.04.2000 to	01.04.1999 to	01.04.2001 to
		31.03.2000	30.09.2001	30.09.2001	31.03.2001	31.03.2001	31.03.2000	30.09.2001	30.09.2001	31.03.2001	31.03.2001	31.03.2000	30.09.2001
	Plan Option	Serial 2003 Dividend	Serial 2005 Growth	Serial 2005 Dividend	Serial 2005 Growth	Serial 2005 Dividend	Serial 2005\$ Growth	Serial 2007 Growth	Serial 2007 Dividend	Serial 2007 Growth	Serial 2007 Dividend	Serial 2007 Growth	Serial 2007 Dividend
a) Net Asset Value per unit at end of year/ period		10.072	12.043	11.163	11.101	11.099	-	13.525	11.185	12.147	11.142	10.686	11.630
b) Gross Income													
1) Income other than profit on sale of investments		0.522	0.541	4.726	0.518	0.075	0.087	0.511	1.272	0.340	0.049	0.446	0.435
2) Income (net) from profit on inter-scheme sale / transfer of		(0.002)	1.169	1.554	0.025	0.000	0.036	0.557	0.947	(0.005)	(0.002)	0.000	0.276
3) Income (net) from profit on sale of investments to third		0.000	0.000	0.000	0.000	0.000	(0.008)	0.000	0.000	0.000	0.000	0.134	0.000
4) Transfer to revenue account from past year's reserve		0.000	-	-	0.000	0.000	0.000	-	-	0.000	0.000	0.000	-
c) Aggregate expense and charges		(0.027)	0.034	0.299	0.031	0.012	(0.005)	0.031	0.080	0.020	0.004	(0.024)	0.032
d) Net income (b - c)		0.493	1.676	5.980	0.512	0.063	0.110	1.037	2.139	0.315	0.043	0.556	0.679
e) Net change in unrealised appreciation/ (depreciation) in the value of investments		0.037	(0.774)	2.397	0.475	(0.035)	0.000	(0.009)	0.700	0.256	0.065	0.130	0.404
f) Repurchase prices during the year/period													
i) Highest		10.643	12.154	11.617	11.104	11.081	10.104	13.536	11.776	12.264	11.784	10.818	11.630
ii) Lowest		10.032	11.093	11.069	9.771	10.999	10.002	12.132	11.070	10.851	10.851	10.014	10.424
g) Resale prices during the year/period													
i) Highest		10.643	12.154	11.617	11.104	11.081	10.104	13.536	11.776	12.264	11.784	10.818	11.630
ii) Lowest		10.032	11.093	11.069	9.771	10.999	10.002	12.132	11.070	10.851	10.851	10.014	10.424
h) Price earnings ratio		N.A.			N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
i) Ratio of expenses to average net assets (percentage) @	9%		0.60%**		0.60%**		0.05%		0.62%**		0.62%		0.23%
j) Ratio of gross income (including net profit / (loss) on sale/ redemption of investments and net change in unrealised appreciation/ (depreciation) in value of investments) to average net assets (percentage) @	3%		17.26%**		19.66%**		1.15%		22.19%**		17.89%		6.82%

13. Historical Per Unit Statistics*
RUPEES

	Period	30-05-2001 to	01.04.2000 to	01.04.2001 to	17-07-2001 to	01.04.2000 to	17-07-2001 to	16-06-2001 to
		30.09.2001	31.03.2001	30.09.2001	30-09-2001	31.03.2001	30-09-2001	30-09-2001
	Plan Option	Serial 2011 Dividend	Serial 2011 Growth	Serial 2013 Growth	Serial 2013 Dividend	Serial 2013 Growth	Serial 2019 Growth	Serial 2019 Dividend
a) Net Asset Value per unit at end of year/ period		11.048	10.475	11.964	11.661	10.591	10.423	10.154
b) Gross Income								
1) Income other than profit on sale of investments		0.238	0.126	1.928	0.146	0.024	0.146	0.408
2) Income (net) from profit on inter-scheme sale / transfer of		0.223	0.030	0.797	0.561	0.026	0.039	(0.035)
3) Income (net) from profit on sale of investments to third		0.000	0.000	0.000	0.000	0.000	0.000	0.000
4) Transfer to revenue account from past year's reserve		-		-	-		-	-
			0.000			0.000		
c) Aggregate expense and charges		0.029	0.008	0.113	0.009	0.002	(0.000)	0.032
d) Net income (b - c)		0.431	0.148	2.612	0.697	0.048	0.185	0.342
e) Net change in unrealised appreciation/ (depreciation) in the value of investments		0.054	0.095	2.265	(0.428)	0.012	0.036	0.051
f) Repurchase prices during the year/period								
i) Highest		11.374	10.651	11.964	11.921	10.838	10.423	10.380
ii) Lowest		10.919	10.000	10.562	11.424	10.000	9.904	9.904
g) Resale prices during the year/period								
i) Highest		11.374	10.651	11.964	11.921	10.838	10.423	10.380
ii) Lowest		10.919	10.000	10.562	11.424	10.000	9.904	9.904
h) Price earnings ratio		N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
i) Ratio of expenses to average net assets (percentage) @		62%**	0.6%**	0.60%**		0.60%**	0.62%**	
j) Ratio of gross income (including net profit / (loss) on sale/ redemption of investments and net change in unrealised appreciation/ (depreciation) in value of investments) to average net assets (percentage) @		84%**	17.87%**	25.34%**		20.68%**	9.97%**	

Historical Per Unit Statistics*
K Bond

	Wholesale		Wholesale		Wholesale		Deposit		Deposit	
	Growth 01.04.2001 to 30.09.2001 Rupees	Dividend 01.04.2001 to 31.09.2001 Rupees	Growth 01.04.2000 to 31.03.2001 Rupees	Dividend 01.04.2000 to 31.03.2001 Rupees	Growth 18.10.1999 to 31.03.2000 Rupees	Dividend 18.10.1999 to 31.03.2000 Rupees	Growth 01.04.2001 to 30.09.2001 Rupees	Dividend 01.04.2001 to 30.09.2001 Rupees	Growth 01.04.2000 to 31.03.2001 Rupees	Dividend 01.04.2000 to 31.03.2001 Rupees
a) Net asset value per unit at end of year/period	12.767	10.112	11.882	10.064	10.593	10.157	12.590	10.208	11.748	10.185
b) Gross Income										
1) Income other than profit on sale of investments	1.224	0.337	0.823	2.518	0.230	0.406	0.659	0.447	0.485	0.593
2) Income (net) from profit on inter-scheme sale / transfer of investments	0.015	0.005	(0.014)	(0.112)	0.042	0.077	0.010	0.006	(0.010)	(0.017)
3) Income (net) from profit on sale of investments to third parties	0.548	0.120	0.051	(0.383)	0.051	0.089	0.282	0.167	0.017	(0.012)
4) Transfer to revenue account from past year's reserve	-	-	-	-	-	-	-	-	-	-
c) Aggregate of expense and charges	0.173	0.049	0.084	0.255	0.028	0.036	0.128	0.091	0.084	0.109
d) Net income (b - c)	1.613	0.414	0.776	1.768	0.295	0.536	0.822	0.529	0.408	0.455
e) Net change in unrealised appreciation/ depreciation in value of investments	0.027	-0.011	0.018	0.074	0.024	(0.002)	0.021	0.005	0.091	0.102
f) Repurchase prices during the year/period										
i) Highest	12.851	10.545	11.875	10.584	10.598	10.597	12.675	10.647	11.751	10.620
ii) Lowest	11.882	10.065	10.645	10.002	9.973	9.973	11.748	10.173	10.610	10.004
g) Resale prices during the year/period										
i) Highest	12.851	10.545	11.875	10.584	10.598	10.597	12.675	10.647	11.751	10.620
ii) Lowest	11.882	10.065	10.645	10.002	10.000	10.000	11.748	10.173	10.610	10.004
h) Price earnings ratio	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
i) Ratio of expenses to average net assets (percentage) @	1.46%**		1.15%		0.40%		2.04%**		2.06%	
j) Ratio of gross income (including net loss on sale/ redemption of investments and net change in unrealised appreciation/ (depreciation) in value of investments) to average net assets (percentage) @	14.79%**		10.77%		5.93%		14.79%**		13.33%	

*The above per unit calculations are based on the number of units outstanding at the end of the year/period

** Annualised

@ These ratios are taken as a percentage to average net assets for the Plan as a whole.

As there are no units outstanding in the Serial Plan 2002 A - Dividend Option as at March 31, 2001 the above per unit statistics for Serial Plan 2002 A - Dividend Option are based on the average units outstanding during the period

\$ Below 0.001 per unit

Historical Per Unit Statistics*

	Deposit		Plan 2001 B		K Bond Serial Plan 2001 B		K Bond Serial Plan 2002 A		K Bond Serial Plan 2002 A	
	Growth	Dividend	Growth	Dividend	Growth	Dividend	Growth	Dividend	Growth	Dividend #
	18.10.1999 to 31.03.2000 Rupees	18.10.1999 to 31.03.2000 Rupees	01.04.2001 to 30.09.2001 Rupees	01.04.2001 to 30.09.2001 Rupees	11.12.2000 to 31.03.2001 Rupees	11.12.2000 to 31.03.2001 Rupees	01.04.2001 to 30.09.2001 Rupees	01.04.2001 to 30.09.2001 Rupees	01.12.2000 to 31.03.2001 Rupees	06.12.2000 to 31.03.2001 Rupees
a) Net asset value per unit at end of year/period	10.566	10.138	10.854	10.047	10.332	10.291	10.806	10.480	10.321	-
b) Gross Income										
1) Income other than profit on sale of investments	0.392	0.335	0.978	0.429	0.221	0.331	0.646	0.370	0.281	0.114
2) Income (net) from profit on inter-scheme sale / transfer of investments	0.052	0.044	(0.001)	(0.001)	(0.003)	(0.004)	0.003	0.003	0.000 \$	(0.001)
3) Income (net) from profit on sale of investments to third parties	0.065	0.054	(0.002)	-0.001	0.004	0.006	0.001	0.001	0.000	0.000
4) Transfer to revenue account from past year's reserve	-	-	-	-	-	-	-	-	-	-
c) Aggregate of expense and charges	0.061	0.056	0.024	0.011	0.005	0.008	0.072	0.042	0.030	0.008
d) Net income (b - c)	0.448	0.377	0.952	0.417	0.217	0.325	0.578	0.332	0.251	0.105
e) Net change in unrealised appreciation/ depreciation in value of investments	0.025	0.023	-0.015	-0.008	0.004	0.006	-0.003	-0.004	0.003	(0.006)
f) Repurchase prices during the year/period										
i) Highest	10.568	10.568	10.854	10.539	10.329	10.288	10.806	10.699	10.318	10.072
ii) Lowest	9.972	9.972	10.338	10.013	10.000	10.000	10.326	10.455	10.000	10.017
g) Resale prices during the year/period										
i) Highest	10.568	10.568	10.854	10.539	10.329	10.288	10.806	10.699	10.318	10.072
ii) Lowest	10.000	10.000	10.338	10.013	10.000	10.000	10.326	10.455	10.000	10.017
h) Price earnings ratio	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
i) Ratio of expenses to average net assets (percentage) @	0.72%		0.25%**		0.25%**		1.15%**		1.15%**	
j) Ratio of gross income (including net loss on sale/ redemption of investments and net change in unrealised appreciation/ (depreciation) in value of investments) to average net assets (percentage) @	6.01%		10.02%**		11.10%**		10.31%**		10.8%**	

Historical Per Unit Statistics*

K Liquid

	Growth 01.04.2001 to <u>30.09.2001</u> Rupees	Dividend 01.04.2001 to <u>30.09.2001</u> Rupees	Growth 04.10.2000 to <u>31.03.2001</u> Rupees	Dividend 04.10.2000 to <u>31.03.2001</u> Rupees
a) Net asset value per unit at end of year/period	10.9181	10.0125	10.4757	10.0103
b) Gross Income				
1) Income other than profit on sale of investments	0.348	0.443	0.525	0.430
2) Income (net) from profit on inter-scheme sale / transfer of investments	0.005	0.007	0.009	0.009
3) Income (net) from profit on sale of investments to third parties	0.003	0.004	0.018	0.013
4) Transfer to revenue account from past year's reserve	-	-	-	-
c) Aggregate of expense and charges	0.039	0.049	0.053	0.043
d) Net income (b - c)	0.317	0.405	0.499	0.409
e) Net change in unrealised appreciation/ depreciation in value of investments	-0.005	-0.003	0.000 \$	0.000 \$
f) Repurchase prices during the year/period				
i) Highest	10.9181	10.0215	10.4721	10.023
ii) Lowest	10.4814	10.0015	10.005	10.0023
g) Resale prices during the year/period				
i) Highest	10.9181	10.0215	10.4721	10.023
ii) Lowest	10.4814	10.0015	10.005	10.0023
h) Price earnings ratio			N.A.	N.A.
i) Ratio of expenses to average net assets (percentage) @	1.00%**		1.00%**	
j) Ratio of gross income (including net loss on sale/ redemption of investments and net change in unrealised appreciation/ (depreciation) in value of investments) to average net assets (percentage) @	9.12%**		10.44%**	

Historical Per Unit Statistics*

	K 30				K Balance			K Tech		K MNC	
	01.04.2001 to 30.09.2001 Rupees	01.04.2000 to 31.03.2001 Rupees	01.04.1999 to 31.03.2000 Rupees	11.12.1998 to 31.03.1999 Rupees	01.04.2001 to 30.09.2001 Rupees	01.04.2000 to 31.03.2001 Rupees	18.10.1999 to 31.03.2000 Rupees	01.04.2001 to 30.09.2001 Rupees	24.02.2000 to 31.03.2001 Rupees	01.04.2001 to 30.09.2001 Rupees	24.02.2000 to 31.03.2001 Rupees
a) Net asset value per unit at end of year/period	9.815	12.681	25.327	14.635	8.321	8.725	11.872	2.007	3.469	6.907	8.400
b) Gross Income											
1) Income other than profit on sale of investments	0.276	0.541	0.191	0.057	0.296	0.608	0.268	0.056	0.116	0.135	0.253
2) Income (net) from profit/ (loss) on inter-scheme sale / transfer of investments	(0.003)	0.234	0.058	(0.000)#	0.007	(0.031)	(0.038)	0.000	0.018	0.002	0.014
3) Income (net) from profit/ (loss) on sale of investments to third parties	(2.906)	(2.382)	5.368	0.963	(0.568)	(0.720)	1.347	(2.439)	(2.829)	(0.317)	0.185
4) Transfer to revenue account from past year's reserve	-	-	-	-	-	-	-	-	-	-	-
c) Aggregate of expense and charges	0.154	0.478	0.339	0.077	0.113	0.296	0.108	0.035	0.189	0.100	0.252
d) Net income (b - c)	(2.787)	(2.085)	5.278	0.943	(0.378)	(0.439)	1.469	(2.418)	(2.884)	(0.280)	0.200
e) Net change in unrealised appreciation/ (depreciation) in value of investments	(0.133)	(9.396)	4.279	2.720	(0.006)	(3.071)	1.232	0.954	(3.843)	(1.218)	(1.789)
f) Repurchase prices during the year/period											
i) Highest	13.329	25.797	30.190	14.235	9.204	12.170	14.263	3.911	8.940	8.609	10.772
ii) Lowest	9.268	12.400	12.013	11.341	7.955	8.720	10.554	1.863	3.354	6.702	8.187
g) Resale prices during the year/period											
i) Highest	13.562	26.184	30.643	14.675	9.365	12.353	14.447	3.979	9.074	8.760	10.961
ii) Lowest	9.430	12.586	12.385	11.692	8.094	8.851	10.000	1.896	3.413	6.819	8.330
h) Price earnings ratio	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
i) Ratio of expenses (excluding provision for outstanding accrued income and deferred revenue expenses amortised) to average net assets (percentage)	2.50@	2.50	2.50	0.76	2.46@	2.25	0.79	2.25@	2.25@	2.46@	2.25 @
j) Ratio of gross income (including net change in unrealised appreciation/ (depreciation) in value of investments and net loss on sale/ redemption of investments) to average net assets (percentage)	(45.03)@	(57.51)	72.96	37.16	(5.91)@	(27.28)	22.44	(91.45)@	(93.01)@	(34.19)@	(13.61) @

*The above per unit calculations are based on the number of units outstanding at the end of the year/period

Below 0.001 per unit

@ Annualised