

Investors are requested to take note of the following changes to the schemes of Kotak Mahindra Mutual Fund

A. Declaration of Dividend under Kotak Quarterly Interval Plan Series 4:

Trustees to Kotak Mahindra Mutual Fund have approved record date of December 4, 2008 for declaration of dividend in the dividend option of Kotak Quarterly Interval Plan Series 4. Upto 100% of distributable surplus available as on record date will be paid as dividend, subject to the availability and adequacy of distributable surplus and deduction of applicable dividend distribution tax. The Face Value per Unit is Rs. 10, and the NAV on November 26, 2008 is Rs. 10.2523. The Specified Transaction Period is December 4, 2008.

Pursuant to payment of dividend, the NAV of the Scheme would fall to the extent of payout and statutory levy, if any.

All Unit Holders of the Dividend Option of the Scheme who will submit valid redemptions/switch-out requests till 3.00 p.m. on December 4, 2008 will be entitled to receive the dividend. In respect of valid purchase/switch-in applications received till 3.00 p.m, the ex-dividend NAV of the day of receipt of application will be applicable and the eligible investors will be entitled for dividend declared, if any, for the next record date by the Trustee. Units will be allotted on STP date NAV

B. The specified transaction period (STP) for Kotak Monthly Interval Plan Series 3 will be on December 4, 2008 and units will be allotted based on STP date NAV.

C. The STP and record date for Kotak Quarterly Interval Plan Series 7, which was to be on November 27, 2008 (published in newspapers on November 22, 2008) has been postponed to December 1, 2008. The revised exit load for the scheme will be now effective December 1, 2008.

D. Change in the Load Structure of Kotak Quarterly Interval Plan Series 4 and Kotak Monthly Interval Plan Series 3 with effect from December 4, 2008:

Existing Structure	Revised Structure
Entry Load: Nil	Entry Load: Nil
Exit Load: 1%, if redeemed anytime other than the Specified Transaction Period for redemptions/switch-outs	Exit Load: 1.5%, if redeemed anytime other than the Specified Transaction Period for redemptions/switch-outs

Please note that the new load structure for Kotak Quarterly Interval Plan Series 4 and Kotak Monthly Interval Plan Series 3 will be applicable only on a prospective basis to Units purchased on or after December 4, 2008.

E. Change in Load Structure of Kotak Mahindra Bond Unit Scheme 99 -Deposit Plan and Kotak Mahindra Gilt Unit Scheme 98 - Investment Plan - (Regular) effective December 1, 2008:

Name of the Scheme	Existing Structure	Revised Structure
Kotak Mahindra Bond Unit Scheme 99 - Deposit Plan	Entry: Nil Exit: <ul style="list-style-type: none"> For redemptions/switchouts within 6 months: 0.50% For redemptions/switchouts after 6 months : Nil 	Entry : Nil Exit: <ul style="list-style-type: none"> For redemptions/switchouts within 1 year : 1.25% For redemptions/switchouts on or after 1 year : Nil
Kotak Mahindra Gilt Unit Scheme 98 - Investment Plan - (Regular)	Entry: Nil Exit: Nil	Entry: Nil Exit : a) For amounts less than or equal to Rs.50 lakhs: <ul style="list-style-type: none"> For redemptions/switchouts within 6 months : 0.75% For redemptions/switchouts on or after 6 months : Nil b) For amounts greater than Rs. 50 lakhs: Nil

Please note that the new load structure for Kotak Mahindra Bond Unit Scheme 99 -Deposit Plan and Kotak Mahindra Gilt Unit Scheme 98 - Investment Plan - (Regular)will be applicable only on a prospective basis to Units purchased on or after December 1, 2008.

All other terms and conditions as provided in the Offer Document/Scheme Information Document will continue to be applicable.

Mumbai, November 28, 2008

Any queries / clarifications in this regard may be addressed to :

Kotak Mahindra Asset Management Company Limited

Investment Manager – Kotak Mahindra Mutual Fund

1st Floor, Dani Corporate Park, 158 CST Road, Kalina, Santacruz East, Mumbai - 400098

Phone Number: 022-67084500 • Email: mutual@kotak.com

Type of Scheme and Investment Objective: Kotak Mahindra Gilt Unit Scheme '98: an open – ended dedicated Gilt scheme; To generate risk-free returns through investments in sovereign securities issued by the Central and /or State Government(s) and/or reverse repos in such securities. **Kotak Mahindra Bond Unit Scheme 99 (Deposit Plan):** open ended debt scheme; 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 markets. **Kotak Quarterly Interval Plan Series 7, Kotak Quarterly Interval Plan Series 3 and Kotak Monthly Interval Plan Series 2:** interval debt funds. **Investment Objective:** To generate returns through investments in debt and money market instruments with a view to significantly reduce the interest rate risk. **Risk Factors:** Mutual Fund investments are subject to market risks and there is no assurance or guarantee that the objectives of the Schemes would be achieved. As with any securities investment, the NAV of the Units issued under the Scheme can go up and down depending on the factors and forces affecting the capital and money markets. Past performance of the Sponsor/AMC/Fund or that of existing schemes of the Fund does not indicate the future performance of the Scheme. The above mentioned are only the name of the schemes and do not in any manner indicate either the quality of the schemes, its future prospects and returns. **Statutory:** Kotak Mahindra Mutual Fund is a Trust (Indian Trust Act, 1882). **Investment Manager:** Kotak Mahindra Asset Management Company Ltd. **Sponsor:** Kotak Mahindra Bank Ltd. (liability Rs. Nil). **Trustee:** Kotak Mahindra Trustee Company Ltd. **Please read the Offer Document/Scheme Information Document of the scheme for more information and risk factors.**