

**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 5:**

Trustees to Kotak Mahindra Mutual Fund have approved record date of January 21, 2009 for declaration of dividend in the dividend option of Kotak Quarterly Interval Plan Series 5. 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 January 16, 2009 is Rs. 10.0531. The Specified Transaction Period is January 21, 2009.

**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 January 21, 2009 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. Change in the Load Structure of Kotak Quarterly Interval Plan Series 5 with effect from January 21, 2009 ("the said date"):**

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

**C. Change in Load structure of Kotak Floater Long Term Scheme with effect from January 23, 2009("the said date"), as follows:**

<b>Entry Load: Nil</b>	<b>Exit Load: Nil</b>
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Please note that for both schemes the new load structure will be applicable only on a prospective basis to Units purchased on after the said date. For all Units purchased prior to the said date, Entry/Exit Load at the time of purchase of such Units will be applicable as hitherto. All other terms and conditions as provided in the Offer Document will continue to be applicable.

**For Kotak Mahindra Asset Management Company Limited  
Investment Manager – Kotak Mahindra Mutual Fund**

**Mumbai,  
January 19, 2009**

**Sd/-  
Sandesh Kirkire  
Chief Executive Officer**

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

**Kotak Mahindra Asset Management Company Limited**

Investment Manager - Kotak Mahindra Mutual Fund

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**Kotak Quarterly Interval Plan Series 5** is an interval debt fund, **Kotak Floater Long Term Scheme** is an open ended debt scheme. **Investment Objective: Kotak Quarterly Interval Plan Series 5** - To generate returns through investments in debt and money market instruments with a view to significantly reduce the interest rate risk. **Kotak Floater Long Term** - To reduce the interest rate risk associated with investments infixed rate instruments by investing predominantly in investing predominantly in floating rate securities, money market instruments and using appropriate derivatives. **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. Kotak Quarterly Interval Plan Series 5 and Kotak Floater Long Term Scheme is 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 of the schemes for more information and risk factors.**