

A. Extension of New Fund Offer of Kotak FMP 370 days Series 1

The New Fund Offer of Kotak FMP 370 days Series 1, a close-ended Debt Scheme of Kotak Mahindra Mutual Fund is extended upto October 21, 2009. There are no changes in the other features, terms and conditions of the scheme given in the Scheme Information Document.

B. Declaration of Dividend under Kotak Quarterly Interval Plan Series 10

Trustees to Kotak Mahindra Mutual Fund have approved record date of October 15, 2009 for declaration of dividend in the dividend option of Kotak Quarterly Interval Plan Series 10. 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 as on October 8, 2009 for Kotak Quarterly Interval Plan Series 10 (Dividend Option) is Rs. 10.0805.

The Specified Transaction Period for Kotak Quarterly Interval Plan Series 10 is on October 15, 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 October 15, 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.

C. Change in the Load Structure of Kotak Quarterly Interval Plan Series 10 with effect from October 15, 2009 ("said date"):

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

Please note that the new load structure will be applicable only on a prospective basis to Units purchased on or after the said date. For all Units purchased prior to the said date in the Scheme, Exit Load at the time of purchase of such Units will be applicable as hitherto.

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

**Mumbai
October 9, 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 for Kotak Mahindra Mutual Fund)

6th Floor, Kotak Towers, Building No.21, Infinity Park, Off: Western Express Highway

Goregaon - Mulund Link Road, Malad (East), Mumbai 400097

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Highlights: Kotak Quarterly Interval Plan Series 10 is an interval debt fund. **Investment Objective:** To generate returns through investments in debt and money market instruments with a view to significantly reduce the interest rate risk. Kotak FMP 370 days Series 1 is a close - ended debt scheme. **Investment Objective:** To generate returns through investments in debt and money market instruments with a view to significantly reduce the interest rate risk. **Asset Allocation:** Investments in Debt and Money Market instruments and government securities -100%. **Load Structure:** Exit Load: Nil. **Risk Factors:** Mutual Funds and securities investments are subject to market risks and there is no assurance or guarantee that the objectives of the Scheme will be achieved. As with any securities investment, the NAV of the Units issued under the Scheme can go up or down depending on the factors and forces affecting the debt and money markets. Past performance of the Sponsor/AMC/Fund or that of any schemes of the Fund does not indicate the future performance of the Schemes of the Fund. Kotak Quarterly Interval Plan Series 10 and Kotak FMP 370 days Series 1 are only the names of the schemes and do not in any manner indicate the quality of the schemes, their future prospects or 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 Scheme Information Document (SID) and Statement of Additional Information (SAI) before investing. SID & SAI available on www.kotakmutual.com.**