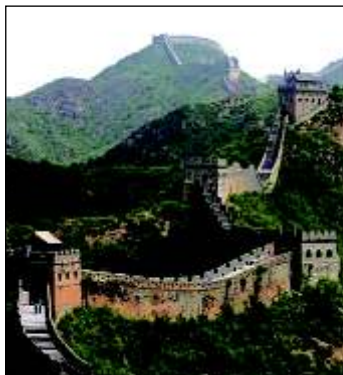


KOTAK GLOBAL EMERGING MARKET FUND



CHINA



MALAYSIA



EGYPT



THAILAND



Good for tourists.
Great for investors.

Time to invest overseas.

Why Kotak Global Emerging Market Fund?

India has shown an impressive 9.4% GDP growth in 2006[^]. The Sensex has given a return of 41.86% year on year, as on 31st May, 2007. But if you thought India is the only country giving such impressive returns, then look below to find out the index returns of some other emerging markets. And refer table for what the valuations have to say about emerging markets.

[^] Central Statistical Organisation advanced estimates of GDP at Factor cost at 1999 - 2000 prices.



High returns with low P/E suggests attractive valuations. Even the market volatility in these markets is favorable. Lower or similar patterns (as in India), in volatility indicate the moderate risk levels in these emerging markets.

Country	Index	3 yrs CAGR Return	P/E	Volatility
China	Shanghai Composite Index	41.21	41.84	29.06
India	BSE Sensex	47.52	21.1	26.51
Korea	Kospi	28.55	15.91	16.71
Taiwan	TAIEX	14.51	18.66	16.30
South Africa	FTSE Africa Top 40	43.21	9.76	22.68
Mexico	BOLSA Index	49.04	19.93	23.23
Egypt	Hermes Index	69.34	21.54	21.54
Russia	RTSI Index	46.66	11.70	30.38
Brazil	BOVESPA Index	38.80	13.49	25.66

3 - year return and P/E as on end of May 2007 from Bloomberg. Historical Volatility as on 31st May, 2007 for the last 260 working days.

These emerging markets are able to deliver comparable and good returns like India. This is because of a number of factors, as in the case of India. These are:

- Low raw material cost with plenty of natural resources available.
- Increasing level of FDI inflow gives adequate capital required for growth.
- Increasing percentage of population in the working age group ensures a huge supply of human resources.
- This also leads to increase in domestic consumption, thus adding to growth.
- Availability of resources at reasonable costs is making them the manufacturing and services hubs of the world.

Well, that's what the Kotak Global Emerging Market Fund is all about. It's a smarter way of investing in emerging markets around the world. The scheme will invest in **T. Rowe Price Funds SICAV - Global Emerging Markets Equity Fund**, which is rated 5-Star by Morning Star[®] and which invests in equity and equity related securities of companies established in or conducting a significant proportion of their business activities in the economically emerging countries of Latin America, Asia, Europe, Africa and the Middle East.

[®]Morning star rating is as on 30th June, 2007, detailed methodology of rating can be found on www.morningstar.com
Morningstar, Inc. is a leading provider of independent investment research in the United States and in major international markets.

Scheme Details

- Kotak Global Emerging Market Fund is a 3 - year close - ended equity scheme.
- Investment objective: The investment objective of the scheme is to provide long - term capital appreciation by investing in an overseas mutual fund scheme that invests in a diversified portfolio of securities as prescribed by SEBI from time to time in global emerging markets.
- Cheques / drafts should be drawn in favour of "KOTAK GLOBAL EMERGING MARKET".
- 90% to 100% of all funds collected will be invested in units of T. Rowe Price Funds SICAV - Global Emerging Markets Fund and 0% to 10% will be invested in debt & money market securities.
- Liquidity: Liquidity will be available during a liquidity window, which will allow Redemptions during the last Business day of every month from the date of allotment of units, at prices related to Applicable NAV. The first such liquidity window shall commence from the last Business day of the third month, from the date of allotment.
- Fund Manager Mr. Nishant Kumar will be the dedicated fund manager for overseas investments and Mr. Ritesh Jain will be the fund manager for debt investments.
- Benchmark: MSCI Emerging markets index.
- Options: Growth, Dividend re-investment & Dividend payout.
- Minimum Investment size: Rs. 5000/- & in multiples of Re. 1/-.
- Minimum Redemption size: Rs. 1000/- or 100 units.
- **Load Structure:**
Exit Load (during liquidity window): NIL.
Unamortised expenses: As per SEBI circular dated 4th April, 2006, balance proportionate unamortised issue expenses shall be recovered from exiting Unit holders.
Initial issue expense not exceeding 6% to be amortised over the tenure of the scheme.
- Maximum target amount - in the event of new fund offer being over subscribed by limit specified by SEBI (at present US\$200mn) prorata allotment will be made to investors.

About T. Rowe Price

- Founded by Thomas Rowe Price in 1937.
- Global asset management company, headquartered in Baltimore.
- Major commitment to in-house fundamental research.
- Significant professional stability.
- US\$349.9 billion¹ in assets under management.
- Independent public company included in the S & P 500 Index.
- Strong financial condition and corporate stability.
- Offices located in Amsterdam, Baltimore, Buenos Aires, Colorado Springs, Stockholm, Copenhagen, Hong Kong, Luxembourg, San Francisco, Singapore, London, Sydney, Tampa, Tokyo and Toronto.

¹The combined assets of the T. Rowe Price group of companies as of 31st March, 2007

About T. Rowe Price Funds SICAV - Global Emerging Market Equity Fund

The table below shows T. Rowe Price Funds SICAV - Global Emerging Markets Equity Fund performance*

	1 year	3 year	Since Inception (20 th Feb, 2002)
T.Rowe Price Funds SICAV - Global Emerging Markets Equity Fund	44.70%	39.61%	29.29%
MSCI Emerging Markets Index	38.59%	36.76%	27.45%

Returns are of Z - class shares of the Fund. Figures include changes in principal value, reinvested dividends and capital gain distributions. Returns = 1 year: Absolute; Returns > 1 year: CAGR (Compounded Annualised Growth Rate). Past performance may or may not be sustained in future.

*Source: T. Rowe Price Funds SICAV - Global Emerging Markets Equity Fund Flash Report, May 2007

The T. Rowe Price Funds SICAV - Global Emerging Markets Equity Fund is managed by lead portfolio manager Chris Alderson who has over 20 years of investment experience, 18 of which have been with T. Rowe Price. Three experienced regional emerging market specialists support Chris. They are Mark Edwards with 21 years of investment experience, Frances Dydasco - 18 years of investment experience and Gonzalo Pangaro - 15 years of investment experience.

NAV Declaration

As the Scheme will primarily invest in overseas mutual fund scheme, there is bound to be difference in time zones as compared to India and this will have an effect on the computation of NAV. NAV of T. Rowe Price Funds SICAV - Global Emerging Markets Equity Fund may be made available with a time lag of up to 24 hours depending upon the time zone differences as compared to India.

Thus, the NAV for Kotak Global Emerging Market Fund for any business day (T day) will be available on the next business day (T+1 day) and the same shall be posted, on each Business day, on the Fund's website - www.kotakmutual.com and on the AMFI website - www.amfiindia.com on date of computation of NAV (T+1 day).

General Risks:

Mutual Funds 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/AMC/Fund or that of existing Schemes of the Fund does not indicate the future performance of the Schemes. Kotak Global Emerging Market Fund is only the name of the scheme and does not in any manner indicate the quality of the Scheme, its future prospects or returns.

Scheme Specific Risk:

- The Scheme may invest predominantly in the units of overseas mutual fund(s), which invest in equity or equity related or debt securities of companies in globally emerging markets. Any change in the investment policies or the fundamental attributes of the underlying schemes could affect the performance of the Scheme.
- The funds in which the Scheme invests may not perform in line with the market and may also not achieve its investment objective. In such a situation, the performance of the Scheme could be affected and its ability to achieve its investment objective may be impaired.
- NAV of overseas Mutual Fund may be made available with a time lag upto 24 hours depending upon the time zone differences and laws applicable to overseas mutual funds.
- If the underlying scheme(s) wind up the scheme(s) for any reason, the scheme may have to find a similar alternative scheme. Until such alternative is found and investments transferred into it, the Scheme may not earn scheme objective related returns. Further, if such alternative is not found, the scheme may have to be wound up.
- The investors of the Scheme shall bear the recurring expenses of the Scheme and the expenses of the underlying schemes.

Statutory:

Kotak Mahindra Mutual Fund has been established as a trust under the Indian Trusts Act, 1882, by Kotak Mahindra Bank Limited (liability Rs. NIL) with Kotak Mahindra Trustee Company Limited as the Trustee and with Kotak Mahindra Asset Management Company Limited as the Investment Manager. Kotak Mahindra Bank Limited is not responsible for any loss or shortfall resulting from operations of the Scheme. Before investing, please read the Offer Document for full understanding of the Scheme and detailed risk factors.

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Or visit www.kotakmutual.com

For further details, please contact:



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