

Kotak Mahindra Mutual Fund
Half Yearly Financial Results for the period ended March 31, 2001 (Unaudited)

Sl.No	Particulars	Kotak Mahindra K Gilt Unit Scheme 98									
		Savings Plan	Investment Plan	Serial Plan 2001	Serial Plan 2003	Serial Plan 2005	Serial Plan 2007	Serial Plan 2011	Serial Plan 2013	Total	
1.1	Unit Capital at the beginning of the half-year period	[Rs.in Crores]	180.73	250.60	44.94	5.62	0.11	0.02	-	-	482.02
1.2	Unit Capital at the end of the period	[Rs.in Crores]	59.05	223.84	55.93	5.79	0.17	0.24	0.02	0.34	345.38
2	Reserves & Surplus	[Rs.in Crores]	13.98	40.55	1.68	0.20	0.02	0.04	0.00 #	0.02	56.49
3.1	Total Net Assets at the beginning of the half-year period	[Rs.in Crores]	204.71	278.02	45.06	5.82	0.10	0.02	-	-	533.73
3.2	Total Net Assets at the end of the period.	[Rs.in Crores]	73.03	264.39	57.61	5.99	0.19	0.28	0.02	0.36	401.87
4.1	NAV at the beginning of the half-year period										
	Growth Option	[Rs.]	11.945	12.071	10.026	11.057	10.047	11.039	-	-	
	Dividend Option	[Rs.]	10.443	10.519	10.026	10.340	-	11.039	-	-	
4.2	NAV at the end of the period										
	Growth Option	[Rs.]	12.625	13.312	10.561	11.940	11.101	12.147	10.475	10.591	
	Dividend Option	[Rs.]	10.436	10.610	10.206	10.269	11.099	11.142	-	-	
4.3	Dividend paid per unit during the half-year	[Rs.]	0.4835	0.7820	0.2856	0.7120	-	0.7842	-	-	
	Income										
5.1	Dividend	[Rs.in Crores]	-	-	-	-	-	-	-	-	-
5.2	Interest	[Rs.in Crores]	6.15	14.14	3.14	0.32	0.01	0.00 #	0.00 #	0.00 #	23.76
5.3	Profit/(Loss) on sale / redemption of investments (other than inter scheme transfer/sale)	[Rs.in Crores]	0.22	10.54	-	-	-	-	-	0.00 #	10.76
5.4	Profit/(Loss) on inter-scheme transfer / sale of investments	[Rs.in Crores]	0.13	0.58	0.00 #	0.00 #	0.00 #	(0.00) #	0.00 #	-	0.71
5.5	Other income	[Rs.in Crores]	-	-	-	-	-	-	-	-	-
5.6	Total Income (5.1 to 5.5)	[Rs.in Crores]	6.50	25.26	3.14	0.32	0.01	0.00 #	0.00 #	0.00 #	35.23
	Expenses										
6.1	Management Fees	[Rs.in Crores]	0.39	1.34	0.08	0.01	0.00 #	0.00 #	0.00 #	0.00 #	1.82
6.2	Trustee Fees	[Rs.in Crores]	0.06	0.13	0.03	0.00 #	0.00 #	0.00 #	0.00 #	0.00 #	0.22
6.3	Total Recurring Expenses (including 6.1 and 6.2)	[Rs.in Crores]	0.57	2.01	0.17	0.02	0.00 #	0.00 #	0.00 #	0.00 #	2.77
6.4	Percentage of Management Fees to daily/weekly average net assets (annualised)	[%]	0.70	1.00	0.30	0.30	0.30	0.30	0.30	0.30	
6.5	Total Recurring expenses as a percentage of daily/weekly average net assets (annualised)	[%]	1.01	1.50	0.60	0.60	0.60	0.61	0.60	0.60	
7.1	Returns during the half-year (Absolute) \$	[%]	5.60	10.01	5.36	7.82	10.03	9.87	Not Applicable	Not Applicable	
7.2	Compounded Annualised yield in case of schemes in existence for more than 1 year \$										
	(i) Last 1 year	[%]	10.88	13.83	Not Applicable	12.78	Not Applicable	14.02	Not Applicable	Not Applicable	
	(ii) Last 3 years	[%]	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	
	(iii) Last 5 years	[%]	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	
	(iv) Since launch of the Scheme/ Plan (Since going open-ended)	[%]	10.82	13.40	Not Applicable	12.76	Not Applicable	14.98	Not Applicable	Not Applicable	
	Date of launch of the Scheme/ Plan (Date the Scheme /Plan went open-ended)		Jan-05-1999	Jan-05-1999	Aug-24-2000	Oct-27-1999	Jul-05-2000	Nov-10-1999	Jan-10-2001	Dec-27-2000	
8	Provision for Doubtful Income/Debts	[Rs.in Crores]	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
9	Payments to associate/group companies	[Rs.in Crores]	0.03	0.33	-	0.00 #	-	-	-	-	0.36
10	Investments made in associate/group companies	[Rs.in Crores]	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil

Less than Rs. 0.01 Crores.

\$ Absolute returns and Compounded Annualised Yield have been calculated based on the NAV of the Growth Option of the respective Scheme / Plan except in the case of Serial Plan 2001, where NAV of Dividend Option after adjusting for dividend and distribution tax has been used.

Kotak Mahindra Mutual Fund
Half Yearly Financial Results for the period ended March 31, 2001 (Unaudited)

Sl.No	Particulars		K Bond Unit Scheme 99				Total	K Liquid
			Bond	Serial Plan 2001 A	Serial Plan 2001 B	Serial Plan 2002 A		
1.1	Unit Capital at the beginning of the half-year period	[Rs.in Crores]	82.12	-	-	-	82.12	-
1.2	Unit Capital at the end of the period	[Rs.in Crores]	168.66	22.75	17.76	4.83	214.00	165.97
2	Reserves & Surplus	[Rs.in Crores]	22.48	0.57	0.53	0.15	23.73	3.65
3.1	Total Net Assets at the beginning of the half-year period	[Rs.in Crores]	86.18	-	-	-	86.18	-
3.2	Total Net Assets at the end of the period.	[Rs.in Crores]	191.13	23.33	18.29	4.98	237.73	169.62
4.1	NAV at the beginning of the half-year period							
	Growth Option	[Rs.]	* 10.893 / ** 10.815	-	-	-	-	-
	Dividend Option	[Rs.]	* 10.184 / ** 10.139	-	-	-	-	-
4.2	NAV at the end of the period							
	Growth Option	[Rs.]	* 11.882 / ** 11.748	10.339	10.332	10.321	-	10.4757
	Dividend Option	[Rs.]	* 10.064 / ** 10.185	10.042	10.291	-	-	10.0103
4.3	Dividend paid per unit during the half-year		* 0.8286 / ** 0.6533	0.2406	0.0330	0.0364	-	0.3715
	Income							
5.1	Dividend	[Rs.in Crores]	-	-	-	-	-	-
5.2	Interest	[Rs.in Crores]	7.59	1.11	0.56	0.14	9.40	7.85
5.3	Profit/(Loss) on sale / redemption of investments (other than inter scheme transfer/sale)	[Rs.in Crores]	2.82	0.00 #	0.01	-	2.83	0.25
5.4	Profit/(Loss) on inter-scheme transfer / sale of investments	[Rs.in Crores]	0.19	0.00 #	(0.01)	0.00 #	0.18	0.15
5.5	Other income	[Rs.in Crores]	0.24	-	-	-	0.24	-
5.6	Total Income (5.1 to 5.5)	[Rs.in Crores]	10.84	1.11	0.56	0.14	12.65	8.25
	Expenses							
6.1	Management Fees	[Rs.in Crores]	0.55	0.00 #	0.00 #	0.01	0.56	0.55
6.2	Trustee Fees	[Rs.in Crores]	0.07	0.01	0.01	0.00	0.09	0.08
6.3	Total Recurring Expenses (including 6.1 and 6.2)	[Rs.in Crores]	0.90	0.03	0.01	0.01	0.95	0.79
6.4	Percentage of Management Fees to daily/weekly average net assets	[%]	0.81	0.03	0.03	0.70	-	0.70
6.5	Total Recurring expenses as a percentage of daily/weekly average net assets	[%]	1.33	0.25	0.25	1.15	-	1.00
7.1	Returns during the half-year (Absolute) \$	[%]	* 8.95 / ** 8.52	Not Applicable	Not Applicable	Not Applicable	-	Not Applicable
7.2	Compounded Annualised yield in case of schemes in existence for more than 1 year \$							
	(i) Last 1 year	[%]	* 12.29 / ** 11.66	Not Applicable	Not Applicable	Not Applicable	-	Not Applicable
	(ii) Last 3 years	[%]	Not Applicable	Not Applicable	Not Applicable	Not Applicable	-	Not Applicable
	(iii) Last 5 years	[%]	Not Applicable	Not Applicable	Not Applicable	Not Applicable	-	Not Applicable
	(iv) Since launch of the Scheme/ Plan (Since going open-ended)	[%]	* 13.12 / ** 12.39	Not Applicable	Not Applicable	Not Applicable	-	Not Applicable
	Date of launch of the Scheme/ Plan (Date the Scheme /Plan went open-ended)		Nov-29-1999	Dec-01-2000	Dec-12-2000	Dec-03-2000	-	Oct-06-2000
8	Provision for Doubtful Income/Debts	[Rs.in Crores]	Nil	Nil	Nil	Nil	Nil	Nil
9	Payments to associate/group companies	[Rs.in Crores]	0.10	-	0.00 #	0.00 #	0.10	-
10	Investments made in associate/group companies	[Rs.in Crores]	Nil	Nil	Nil	Nil	Nil	Nil

Less than Rs. 0.01 Crores.

* Pertains to Wholesale Plan

** Pertains to Deposit Plan

\$ Absolute returns and Compounded Annualised Yield have been calculated based on NAV of Growth Option of the respective Scheme / Plan

Kotak Mahindra Mutual Fund
Half Yearly Financial Results for the period ended March 31, 2001 (Unaudited)

Sl.No	Particulars		K 30	K Balance	K Technology	K MNC
1.1	Unit Capital at the beginning of the half-year period	[Rs.in Crores]	28.41	67.79	214.93	42.90
1.2	Unit Capital at the end of the period	[Rs.in Crores]	27.45	55.01	205.95	42.08
2	Reserves & Surplus	[Rs.in Crores]	7.36	(7.01)	(134.46)	(6.73)
3.1	Total Net Assets at the beginning of the half-year period	[Rs.in Crores]	50.12	68.56	151.91	41.68
3.2	Total Net Assets at the end of the period.	[Rs.in Crores]	34.80	48.00	71.49	35.34
4.1	NAV at the beginning of the half-year period	[Rs.]	17.637	10.114	7.068	9.716
4.2	NAV at the end of the period	[Rs.]	12.681	8.725	3.471	8.400
4.3	Dividend paid per unit during the half-year	[Rs.]	2.000	-	-	-
	Income					
5.1	Dividend	[Rs.in Crores]	0.05	0.04	0.08	0.09
5.2	Interest	[Rs.in Crores]	0.79	1.36	0.19	0.25
5.3	Profit/(Loss) on sale / redemption of investments (other than inter scheme transfer/sale)	[Rs.in Crores]	(6.71)	(4.21)	(50.45)	(0.90)
5.4	Profit/(Loss) on inter-scheme transfer / sale of investments	[Rs.in Crores]	(0.00) #	0.09	0.00 #	(0.00) #
5.5	Other income	[Rs.in Crores]	-	-	-	-
5.6	Total Income (5.1 to 5.5)	[Rs.in Crores]	(5.87)	(2.72)	(50.18)	(0.56)
	Expenses					
6.1	Management Fees	[Rs.in Crores]	0.32	0.36	0.84	0.24
6.2	Trustee Fees	[Rs.in Crores]	0.03	0.03	0.06	0.02
6.3	Total Recurring Expenses (including 6.1 and 6.2) (and excluding deferred revenue expenses amortised)	[Rs.in Crores]	0.63	0.65	1.37	0.44
6.4	Percentage of Management Fees to daily/weekly average net assets (annualised)	[%]	1.25	1.24	1.12	1.23
6.5	Total Recurring expenses (excluding deferred revenue expenses amortised) as a percentage of daily/weekly average net assets (annualised)	[%]	2.50	2.25	2.25	2.25
7.1	Returns during the half-year (Absolute) @	[%]	-19.65	-13.77	-50.88	-13.54
7.2	Compounded Annualised yield in case of schemes in existence for more than 1 year					
	(i) Last 1 year	[%]	-45.17	-27.50	-65.28	-16.00
	(ii) Last 3 years	[%]	Not Applicable	Not Applicable	Not Applicable	Not Applicable
	(iii) Last 5 years	[%]	Not Applicable	Not Applicable	Not Applicable	Not Applicable
	(iv) Since launch of the Scheme	[%]	21.33	-4.11	-65.28	-16.00
	Date of launch of the Scheme		Dec-22-1998	Nov-06-1999	Mar-24-2000	Mar-24-2000
8	Provision for Doubtful Income/Debts	[Rs.in Crores]	Nil	Nil	Nil	Nil
9	Payments to associate/group companies	[Rs.in Crores]	0.10	0.19	0.11	0.03
10	Investments made in associate/group companies	[Rs.in Crores]	Nil	Nil	Nil	Nil

Less than Rs. 0.01 Crores.

@ Absolute returns have been calculated assuming reinvestment of the tax free dividend declared.

Notes forming part of the unaudited Half Yearly Financial Results for the period ended March 31, 2001:

1. Effect of changes in the accounting policies : None
2. Disclosure Under Regulation 25(8) of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996, as amended
 - (i) Kotak Securities and Kotak Mahindra Securities Limited, 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.

Amounts in Rs. Lacs

	K Gilt Savings Plan	K Gilt Investment Plan	K Gilt Serial Plan 2003	K Bond	K Bond Serial Plan 2001 B	K Bond Serial Plan 2002 A	Liquid	K 30	K Balance	K Tech	K MNC
<u>Kotak Securities</u>											
Commission on unit subscriptions	3.37	33.08	0.01	9.98	#	0.33	-	9.36	18.50	9.28	2.03
Brokerage on purchase and sale of investments	-	-	-	-	-	-	-	0.47	0.31	1.76	0.59
<u>Kotak Mahindra Securities Limited</u>											
Brokerage on purchase and sale of investments	0.07	0.10	-	0.08	-	-	0.05	-	-	-	-

Less than Rs.0.01 Lac.

(ii) During the half year the Schemes have subscribed to the following issues of equity shares and debentures where Kotak Mahindra Capital Company (KMCC), an associate of KMAMC, was the lead manager / arranger to the issue.

Scheme	Security	Amount subscribed (Rs. Lacs)
K Bond	10.75 % NC Bond Nuclear Power Corporation Ltd.	500
Liquid	11.05 % NC Debenture Issue 13 option I HDFC Ltd.	1000
K Balance	11.85 % NCD Series B - Hindustan Petroleum Corporation Ltd.	500

The investments were made solely on the basis of sound fundamentals of these companies.

3. Details of large holdings (over 25% of the NAV of the Scheme) as on March 31, 2001: None
4. Bonus declared during the half year in respect of any of the Schemes: None
5. Balance of Deferred Revenue Expenditure as on March 31, 2001:

Scheme	Amount (Rs.Lacs)
K Balance	62.12
K Tech	258.00
K MNC	53.35

Notes forming part of the unaudited Half Yearly Financial Results for the period ended March 31, 2001:

6. 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 Schemes	Aggregate investments made by the Schemes in the company for the period under regulation (Rs .Lacs)
HCL TECHNOLOGIES LTD	K Gilt and K Bond	K BALANCE K 30 K TECH	147.01 13.34 1,346.14
HIMACHAL FUTURISTIC COMMUNICATIONS	K Gilt and Liquid	K BALANCE K TECH	89.30 1,348.96
ICICI LIMITED	K Gilt	K BOND SERIAL 2001 A K BOND SERIAL 2001 B K BALANCE K BOND K LIQUID K TECH	545.10 216.23 550.10 3,740.28 2,167.34 679.29
RAYMOND LTD	K Bond and Liquid	K LIQUID	500.00
MASCOT SYSTEMS LTD	K Bond	K TECH	410.83
HINDUSTAN INKS&RESINS LTD	K Gilt	K BALANCE	182.40
KODAK LTD	K Gilt	K MNC	171.36
HUGHES TELECOM (INDIA) LTD	K Liquid	K MNC	128.67
ITC LTD	K Gilt	K BALANCE K 30 K MNC	15.51 243.27 589.90
NIIT INDIA	K Liquid	K30 K TECH	172.47 1,125.95
GUJARAT GAS COMPANY LTD	K Gilt	K BALANCE K 30 K MNC K BOND	162.03 389.18 99.50 538.70
HERO HONDA MOTORS LTD	K Gilt	K BALANCE K MNC	220.46 306.18
MAHINDRA & MAHINDRA LTD	K Gilt and K Bond	K BOND K LIQUID K BALANCE K 30	1,524.05 500.00 69.33 717.15
Total:			18,910.03

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

7. Borrowings if any, above 10% of the Net Assets of any Scheme: NIL

8. Exposure if any, of more than 10% of the Net Assets of any Scheme investing in derivative products: NIL

Notes forming part of the unaudited Half Yearly Financial Results for the period ended March 31, 2001:

9. Illiquid Securities: K Tech held following illiquid securities aggregating to Rs.84.20 Lacs as at March 31, 2001.

Company Name	Fair Value (Rs. Lacs)	Percentage of Fair Value to Net Assets.
Federal Technologies Ltd.	8.38	0.12 %
Virtual Dynamics Software Ltd.	5.82	0.08 %
Radiant Software Ltd.	70.00	0.98 %
Total:	84.20	1.18 %

10. Unclaimed Dividends and Redemption Proceeds.

The amount of unclaimed dividends and unclaimed redemption proceeds as on March 31, 2001 and the number of investors to whom these amounts are payable are as follows:

	K Gilt Savings Plan	K Gilt Investment Plan	K Bond	K 30	K Balance	K Tech
Unclaimed Dividend (Rs. Lacs)	0.01	1.90	0.01	2.32	0.56	-
<i>Unclaimed Dividend (No. of investors)</i>	<i>1</i>	<i>8</i>	<i>2</i>	<i>41</i>	<i>16</i>	<i>-</i>
Unclaimed redemption proceeds (Rs.Lacs)	1.11	-	-	-	-	0.17
<i>Unclaimed redemption proceeds (No. of investors)</i>	<i>1</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>1</i>

11. Short Names : Following short names have been used in the presentation of results.

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

For Kotak Mahindra Trustee Company Ltd

For Kotak Mahindra Asset Management Company Ltd

S.A.A. Pinto
Chairman

Uday S. Kotak
Chairman

Girish Shredalal
Director
Mumbai
Date: May 15, 2001

Romesh C. Khanna
Director
Mumbai
Date: May 14, 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, Bakhtawar, 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.
- Abridged Half yearly Balance Sheet and Revenue Account for the period ended 31st March 2001 (Unaudited) in the old format as prescribed by SEBI in the Twelfth Schedule to the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 is available on the Fund's website www.kmutual.com.

Risk Factors:

1. *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.*
2. *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.*
3. *Past performance of the Sponsor or that of existing Schemes of the fund does not indicate the future performance of the Schemes.*
4. *Liquid, K Gilt, K Bond, 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.*
5. *Technology stocks particularly run the risk of high volatility, high valuation and obsolescence.*
6. *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.*
7. *Tax laws may change affecting the return on investment in Units.*
8. *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.1 lakh) with Kotak Mahindra Trustee Company Limited as the Trustee and with Kotak Mahindra Asset Management Company Limited as the Investment Manager.

Investment Objectives: K MNC: To generate capital appreciation from a portfolio of predominantly equity and equity related Securities, the Scheme will invest in Multinational Companies. K Tech: To generate capital appreciation from a portfolio of predominantly equity and equity related securities in 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. K30: To generate capital appreciation from a portfolio of predominantly equity and equity related securities with investment in, generally in 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 instrument. 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. K Gilt: To generate risk-free returns through investments in sovereign (Government) securities and/or securities with unconditional guarantee by the GOI, and/or reverse repos in such securities. Liquid: To provide reasonable returns and high level of liquidity by investing in debt and money market instruments of different maturities.

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

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