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# SCHEME INFORMATION DOCUMENT (SID)

## KOTAK INDO WORLD INFRASTRUCTURE FUND

**(An Open Ended Equity Scheme)**

**Units available at NAV based prices.**

**Scheme converted to an open ended scheme on: January 27, 2011**

| | |
|---|---|
| Name of Mutual Fund | **Kotak Mahindra Mutual Fund** |
| Name of Asset Management Company | **Kotak Mahindra Asset Management Company Ltd** |
| Name of Trustee Company | **Kotak Mahindra Trustee Company Ltd** |
| Registered Address of the Companies | **36-38A Nariman Bhavan, 227, Nariman Point Mumbai - 400 021** |
| Corporate Office of Asset Management Company | **6th Floor, Vinay Bhavya Complex, 159-A, C S T Road, Kalina, Santacruz (E), Mumbai - 400 098** |
| Website | **www.kotakmutual.com** |

**The particulars of the Scheme have been prepared in accordance with the Securities and Exchange Board of India (Mutual Funds) Regulations 1996, (herein after referred to as SEBI (MF) Regulations) as amended till date, and filed with SEBI, along with a Due Diligence Certificate from the AMC. The units being offered for public subscription have not been approved or recommended by SEBI nor has SEBI certified the accuracy or adequacy of the Scheme Information Document.**

The Scheme Information Document sets forth concisely the information about the scheme that a prospective investor ought to know before investing. Before investing, investors should also ascertain about any further changes to this Scheme Information Document after the date of this Document from the Mutual Fund / Investor Service Centres / Website / Distributors or Brokers.

**The investors are advised to refer to the Statement of Additional Information (SAI) for details of Kotak Mahindra Mutual Fund, Tax and Legal issues and general information on www.kotakmutual.com.**

**SAI is incorporated by reference (is legally a part of the Scheme Information Document). For a free copy of the current SAI, please contact your nearest Investor Service Centre or log on to our website, www.kotakmutual.com.**

**The Scheme Information Document should be read in conjunction with the SAI and not in isolation.**

This Scheme Information Document is dated January 18, 2011.

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# I. ABOUT KOTAK INDO WORLD INFRASTRUCTURE FUND

Securities and Exchange Board of India has permitted Mutual Funds to invest in ADRs/GDRs/Foreign Securities vide its circular No. SEBI/IMD/CIR No.7/104753/07 dated September 26, 2007.

In terms of the aforesaid circulars, a Mutual Fund shall be eligible to invest in:

(i) ADRs/ GDRs issued by Indian or foreign companies
(ii) Equity of overseas companies listed on recognized stock exchanges overseas
(iii) Initial and follow on public offerings for listing at recognized stock exchanges overseas
(iv) Foreign debt securities in the countries with fully convertible currencies, short term as well as long term debt instruments with rating not below investment grade by accredited/registered credit rating agencies
(v) Money market instruments rated not below investment grade
(vi) Repos in the form of investment, where the counterparty is rated not below investment grade; repos should not however, involve any borrowing of funds by mutual funds
(vii) Government securities where the countries are rated not below investment grade
(viii) Derivatives traded on recognized stock exchanges overseas only for hedging and portfolio balancing with underlying as securities
(ix) Short term deposits with banks overseas where the issuer is rated not below investment grade
(x) Units/securities issued by overseas mutual funds or unit trusts registered with overseas regulators and investing in (a) aforesaid securities, (b) Real Estate Investment Trusts (REITs) listed in recognized stock exchanges overseas or (c) unlisted overseas securities (not exceeding 10% of their net assets).

Kotak Indo World Infrastructure Fund, which is structured in compliance with requirements of SEBI circular no. SEBI/IMD/ CIR No.7/104753/07 dated September 26, 2007 will invest across industries and companies, which are likely to contribute directly or indirectly to the growth in infrastructure in India/across the world or benefit from the growth in infrastructure.
The scheme may also invest in overseas mutual funds/ collective investment schemes investing in equity and equity related instruments of industries and companies which are likely to contribute directly or indirectly to the growth in infrastructure in India/across the world or benefit from the growth of infrastructure.

# II. HIGHLIGHTS/ SUMMARY OF THE SCHEME

<table>
<tr><td>Name of the Scheme</td><td colspan="2">Kotak Indo World Infrastructure Fund</td></tr>
<tr><td>Type of Scheme</td><td colspan="2">Open ended equity scheme</td></tr>
<tr><td>Investment Objective</td><td colspan="2">The investment objective of the scheme is to generate long-term capital appreciation from a portfolio of equity, equity related securities or units of overseas mutual funds, which are likely to directly or indirectly contribute to or benefit from the growth in infrastructure in India/across the world.<br><br>However, there is no guarantee or assurance that the scheme objective will be achieved.</td></tr>
<tr><td>Investment In</td><td colspan="2">The scheme will invest across industries and companies, which are likely to contribute to the growth in infrastructure in India/across the world or benefit from the growth in infrastructure, directly or indirectly. The scheme may also invest in overseas mutual funds/ collective investment schemes investing in equity and equity related instruments of industries and companies which are likely to contribute to the growth in infrastructure in India/across the world or benefit from the growth of infrastructure.</td></tr>
<tr><td>Suitable for</td><td colspan="2">Investors who seek capital appreciation from a portfolio of equity instruments directed at infrastructure sector in India/across the world.</td></tr>
<tr><td>Liquidity</td><td colspan="2">Open-ended. Purchases and redemptions at prices related to Applicable NAV, on each Business Day.</td></tr>
<tr><td>Benchmark</td><td colspan="2">S&P CNX Nifty to the extent of 65% of the portfolio and MSCI World Index to the extent of 35% of the portfolio.</td></tr>
<tr><td>NAV Information</td><td colspan="2">The NAV for the Scheme 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), by 10.00 am. Subsequently NAV information will be sent for publication in newspapers daily.</td></tr>
<tr><td>Options Offered</td><td colspan="2">Growth and Dividend (Payout and Reinvestment).<br><br>The NAVs of the above Options will be different and separately declared; the portfolio of investments remaining the same.</td></tr>
<tr><td>Default Option</td><td colspan="2">The investors should indicate option for which the subscription is made clearly in the application form. In case of valid applications received without any choice of option, the following shall be the default option:<br><table><tr><th>Option</th><th>Default</th></tr><tr><td>Growth/ Dividend</td><td>Growth</td></tr><tr><td>Reinvestment /Payout Facility</td><td>Reinvestment Facility</td></tr></table></td></tr>
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<tr><td>Additional Purchase (Non- SIP)</td><td>Rs. 1000/- and in multiples of Rs 1 for purchases and for Re 0.01 for switches</td></tr>
<tr><td>SIP Purchase</td><td>Rs. 1000/- (Subject to a minimum of 6 SIP installments of Rs. 1000/- each)</td></tr>
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<tr><td>In Units (Non-SWP/STP)</td><td>100 units</td></tr>
<tr><td>In Rupees (SWP/STP)</td><td>Rs. 1000/- / Entire Appreciation</td></tr>
<tr><td>Cheques/ Drafts to favour</td><td colspan="2">Kotak Indo World Infrastructure Fund</td></tr>
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<tr><td>Load Structure</td><td colspan="2">Entry Load: NIL<br><br>In terms of SEBI Circular No. SEBI/IMD/CIR No. 4/168230/09 dated June 30, 2009, no entry load will be charged on purchase / additional purchase / switch-in. The upfront commission, if any, on investment made by the investor shall be paid by the investor directly to the Distributor, based on his assessment of various factors including the service rendered by the Distributor.<br><br>Exit load:<br>• For exit within 1 year from date of allotment of units: 1%<br>• For exit after 1year from the date of allotment of units: Nil</td></tr>
</table>

# III. INTRODUCTION

## A. Risk Factors

**Standard Risk Factors:**

- Investment in Mutual Fund Units involves investment risks such as trading volumes, settlement risk, liquidity risk, default risk including the possible loss of principal.
- As the price / value / interest rates of the securities in which the scheme invests fluctuates, the value of your investment in the scheme may go up or down. The value of investments may be affected, inter-alia, by changes in the market, interest rates, changes in credit rating, trading volumes, settlement periods and transfer procedures; the NAV is also exposed to Price/Interest-Rate Risk and Credit Risk and may be affected inter-alia, by government policy, volatility and liquidity in the money markets and pressure on the exchange rate of the rupee
- Past performance of the Sponsor/AMC/Mutual Fund does not guarantee future performance of the scheme.
- Kotak Indo World Infrastructure Fund is only the name of the Scheme, and it does not in any manner indicate either the quality of the scheme or its future prospects and returns.
- The sponsor is not responsible or liable for any loss resulting from the operation of the scheme beyond the initial contribution of Rs.2,50,000 made by it towards setting up the Fund.
- The present scheme is not a guaranteed or assured return scheme.

**Scheme Specific Risk Factors:**

- The Scheme may invest significant amounts of money in foreign securities and/or in the units of overseas mutual fund(s), which invest in equity or equity related or debt securities of companies that are likely to contribute to the growth of infrastructure or benefit from the growth of infrastructure, directly or indirectly. Any change in the government policies towards investment in foreign companies, performance of such companies due to changes in the government policies that govern the business of such companies could affect the performance of the scheme. Any change in the investment policies or the fundamental attributes of the underlying schemes could affect the performance of the Scheme.
- The Scheme may invest in overseas mutual funds. For every such investment, the risk factors of the underlying schemes will be relevant and must be treated as risk factors of Kotak Indo World Infrastructure Fund. The risks in such underlying schemes may relate to factors such as performance of underlying stocks, bonds, derivative instruments, offshore investments, interest rates risks, and exchange risks, to name a few.
- To the extent the assets of the Scheme are invested in overseas funds, the performance, risk profile and liquidity of the Scheme will be directly related to those of the underlying funds.
- 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.
- The scheme will invest in foreign securities. The following are the significant risks of such investments.

1. Political Risks: The value of funds' assets may be affected by uncertainties, such as political developments, changes in government policies, taxation and currency repatriation and restrictions on foreign investment in some of the countries in which this scheme may invest.
2. Currency Risk: This scheme may invest in securities denominated in a broad range of currencies and may maintain cash in such currencies. As a consequence, fluctuations in the value of such currencies against the currency denomination of the relevant fund will have a corresponding impact on the value of this scheme, Furthermore, investors should be aware that movements in the rate of exchange between the currency of denomination of a fund and their home currency will affect the value of their shareholding when measured in their home currency.
3. Liquidity and settlement Risks: The fund may be exposed to a credit risk on parties with whom it trades and will also bear the risk of settlement default.
4. Regulatory risks and accounting standards: The degree of market regulation varies in different markets and may be less stringent in some markets than in the regulations in India. The Companies in some countries in which the scheme invests may not be subject to accounting, auditing, and financial reporting standards, practices and disclosure requirements comparable to those in India. Investments in overseas markets can be adversely affected by political and economic changes.
5. Custodial Risk: Investments in some markets are subject to certain risks with regard to the ownership and custody of securities. In certain countries, ownership is evidenced by entries in the books of a company or its registrar (which is neither an agent nor responsible to the Custodian). Certificates representing ownership of companies may not be held by the custodian or any of its local correspondents or in an effective central depository system. As a result of this system and the lack of effective state regulation and enforcement, the Company, outside its complete control, could lose its registration and ownership of securities through fraud, negligence or even mere oversight.

- The Scheme may mainly invest in foreign securities and units of overseas mutual funds. The disclosures in portfolio statement of the Scheme may be limited to the underlying schemes and securities in which investments have been made. In case investments are made in overseas mutual fund schemes, investors may not be able to obtain specific details of the investments made by the underlying scheme.
- The scheme will have currency risk associated with it to the extent subscriptions received will have to be converted into foreign currency for investments and similarly, the redemption/disinvestment proceeds received will have to be converted for foreign currency into Indian Rupees for disbursement to unitholders under the scheme.
- The prices of foreign securities and NAV of overseas Mutual Fund may be available with a time lag upto 24hours depending upon the time zone differences. This may lead to delay in computation of NAV of the scheme.
- The Scheme will invest in companies that contribute directly or indirectly to the growth of infrastructure in India/across the world. Such companies may have long gestation periods, expected/unexpected cost and time overruns due to which returns expected from them may not be in line with the expectation of fund manager. The scheme shall invest in foreign securities as per the investment pattern disclosed elsewhere in the SID. As per the extant regulations the maximum investment permitted is upto 300 mn $ for the fund house.
- In case there are existing schemes which are already invested overseas, there could be a proportionate reduction in the investments under this scheme. This could result in loss of opportunities to invest overseas.

**Note on Specific Risks in Capital Markets and Debt Markets**

Investments in Financial Instruments are faced with the following kinds of risks.

**I. Risks associated with Capital Markets or Equity Markets (i.e. Markets in which Equity Shares or Equity oriented instruments are issued and traded)**

**a. Price fluctuations and Volatility:**
Mutual Funds, like securities investments, are subject to market and other risks and there can be neither a guarantee against loss resulting from an investment in the Scheme nor any assurance that the objective of the Scheme will be achieved. The NAV of the Units issued under the Scheme can go up or down because of various factors that affect the capital market in general, such as, but not limited to, changes in interest rates, government policy and volatility in the capital markets. Pressure on the exchange rate of the Rupee may also affect security prices.

**b. Concentration / Sector Risk:**
When a Mutual Fund Scheme, by mandate, restricts its investments only to a particular sector; there arises a risk called concentration risk. If the sector, for any reason, fails to perform, the portfolio value will plummet and the Investment Manager will not be able to diversify the investment in any other sector. Investments under this scheme will be in a portfolio of diversified equity or equity related stocks spanning across a few selected sectors sector. Hence the concentration risks could be high.

**c. Liquidity Risks:**
Liquidity in Equity investments may be affected by trading volumes, settlement periods and transfer procedures. These factors may also affect the Scheme's ability to make intended purchases/sales, cause potential losses to the Scheme and result in the Scheme missing certain investment opportunities. These factors can also affect the time taken by KMMF for redemption of Units, which could be significant in the event of receipt of a very large number of redemption requests or very large value redemption requests. In view of this, redemption may be limited or suspended after approval from the Boards of Directors of the AMC and the Trustee, under certain circumstances as described in the SAI.

**II. Risk Associated with Investment in Derivatives in Equity Market**

a) Derivative products are leveraged instruments and can provide disproportionate gains as well as disproportionate losses to the investor. Execution of such strategies depends upon the ability of the fund manager to identify such opportunities. Identification and execution of the strategies to be pursued by the fund manager involve uncertainty and decision of fund manager may not always be profitable. No assurance can be given that the fund manager will be able to identify or execute such strategies. The risks associated with the use of derivatives are different from or possibly greater than, the risks associated with investing directly in securities and other traditional investment.
b) In case of investments in index futures, the risk would be the same as in the case of investments in a portfolio of shares representing an index. The extent of loss is the same as in the underlying stocks. In case futures are used for hedging a portfolio of stocks, which is different from the index stocks, the extent of loss could be more or less depending on the coefficient of variation of such portfolio with respect to the index; such coefficient is known as Beta.
c) The risk (loss) for an options buyer is limited to the premium paid, while the risk (loss) of an options writer is unlimited, the latter's gains being limited to the premiums earned.

**III. Risks associated with Debt / Money Markets (i.e. Markets in which Interest bearing Securities or Discounted Instruments are traded)**

**(i) Credit Risk:**
Securities carry a Credit risk of repayment of principal or interest by the borrower. This risk depends on micro-economic factors such as financial soundness and ability of the borrower as also macro-economic factors such as Industry performance, Competition from Imports, Competitiveness of Exports, Input costs, Trade barriers, Favourability of Foreign Currency conversion rates, etc.

Credit risks of most issuers of Debt securities are rated by Independent and professionally run rating agencies. Ratings of Credit issued by these agencies typically range from "AAA" (read as "Triple A" denoting "Highest Safety") to "D" (denoting "Default"), with about 6 distinct ratings between the two extremes.

The highest credit rating (i.e. lowest credit risk) commands a low yield for the borrower. Conversely, the lowest credit rated borrower can raise funds at a relatively higher cost. On account of a higher credit risk for lower rated borrowers lenders prefer higher rated instruments further justifying the lower yields.

**Sovereign risk:** The Federal Government of a country (i.e. Central Govt. in case of India) is the issuer of the local currency in that country. The Government raises money to meet its Capital and Revenue expenditure by issuing Debt or Discounted Securities. Since payment of interest and principal amount has a sovereign status implying no default, such securities are known as securities with sovereign credit. For domestic borrowers and lenders, the credit risk on such Sovereign credit is near zero and is popularly known as “risk-free security” or “Zero-Risk security”. Thus Zero-Risk is the lowest risk, even lower than a security with “AAA” rating and hence commands a yield, which is lower than a yield on “AAA” security.

**(ii) Price-Risk or Interest-Rate Risk:**
From the perspective of coupon rates, Debt securities can be classified in two categories, i.e., Fixed Income bearing Securities and Floating Rate Securities. In Fixed Income Bearing Securities, the Coupon rate is determined at the time of investment and paid/received at the predetermined frequency. In the Floating Rate Securities, on the other hand, the coupon rate changes - 'floats' - with the underlying benchmark rate, e.g., MIBOR, 1 yr. Treasury Bill.

Fixed Income Securities (such as Government Securities, bonds, debentures and money market instruments) where a fixed return is offered, run price-risk. Generally, when interest rates rise, prices of fixed income securities fall and when interest rates drop, the prices increase. The extent of fall or rise in the prices is a function of the existing coupon, the payment-frequency of such coupon, days to maturity and the increase or decrease in the level of interest rates. The prices of Government Securities (existing and new) will be influenced only by movement in interest rates in the financial system. Whereas, in the case of corporate or institutional fixed income securities, such as bonds or debentures, prices are influenced not only by the change in interest rates but also by credit rating of the security and liquidity thereof.

Floating rate securities issued by a government (coupon linked to treasury bill benchmark or a real return inflation linked bond) have the least sensitivity to interest rate movements, as compared to other securities. The Government of India has already issued a few such securities and the Investment Manager believes that such securities may become available in future as well. These securities can play an important role in minimizing interest rate risk on a portfolio.

**(iii) Risk of Rating Migration:**
The following table illustrates the impact of change of rating (credit worthiness) on the price of a hypothetical AA rated security with a maturity period of 3 years, a coupon of 10.00% p.a. and a market value of Rs. 100. If it is downgraded to A category, which commands a market yield of, say, 11.50% p.a., its market value would drop to Rs. 98.76 (i.e. 1.24%) If the

security is up-graded to AAA category which commands a market yield of, say, 9.60% p.a. its market value would increase to Rs. 103.48 (i.e. by 3.48%). The figures shown in the table are only indicative and are intended to demonstrate how the price of a security can be affected by change in credit rating.

| Rating | Yield (% p.a.) | Market Value (Rs.) |
|---|---|---|
| AA | 11.00 | 100.00 |
| If upgraded to AAA | 9.60 | 103.48 |
| If downgraded to A | 11.50 | 98.76 |

**(iv) Basis Risk:**
During the life of floating rate security or a swap the underlying benchmark index may become less active and may not capture the actual movement in the interest rates or at times the benchmark may cease to exist. These types of events may result in loss of value in the portfolio. Where swaps are used to hedge an underlying fixed income security, basis risk could arise when the fixed income yield curve moves differently from that of the swap benchmark curve.

**(v) Spread Risk:**
In a floating rate security the coupon is expressed in terms of a spread or mark up over the benchmark rate. However depending upon the market conditions the spreads may move adversely or favourably leading to fluctuation in NAV.

**(vi) Reinvestment Risk:**
Investments in fixed income securities may carry reinvestment risk as interest rates prevailing on the interest or maturity due dates may differ from the original coupon of the bond. Consequently the proceeds may get invested at a lower rate.

**(vii) Currency Risk:**
Should the Schemes invest in offshore securities, such investments run currency risk in addition to other risks faced by the investments, investments made in US dollar or any other foreign currency denominated securities may lose in value if the Indian rupee appreciates with respect to the foreign currency or gain in value if the Indian rupee depreciates.

**(viii) Liquidity Risk:**
The corporate debt market is relatively illiquid vis-a- vis the government securities market. There could therefore be difficulties in exiting from corporate bonds in times of uncertainties. Liquidity in a scheme therefore may suffer. Even though the Government Securities market is more liquid compared to that of other debt instruments, on occasions, there could be difficulties in transacting in the market due to extreme volatility or unusual constriction in market volumes or on occasions when an unusually large transaction has to be put through. In view of this, redemption may be limited or suspended after approval from the Boards of Directors of the AMC and the Trustee, under certain circumstances as described in this SAI.

All the above factors may not only affect the prices of securities but also the time taken by the Fund for redemption of Units, which could be significant in the event of receipt of a very large number of redemption requests or very large value redemption requests. The liquidity of the assets may be affected by other factors such as general market conditions, political events, bank holidays and civil strife. In view of this, redemption may be limited or suspended after approval from the Boards of Directors of the AMC and the Trustee, under certain circumstances as described in the SAI.

**IV Risk Associated with Investment in Derivatives in Debt Market**

The use of an Interest Rate Swap ('IRS') does not eliminate the credit (default) risk on the original investment. While the fixed to floating rate IRS reduces interest rate risk caused by rise in interest rates, it also restricts the profit in case interest rates decline. In case of a floating to fixed rate swap, any subsequent rise in interest rates will result in a loss like in any fixed rate investment. Any IRS carries, the risk of default of the counter party to the swap, which may lead to a loss. Such loss is usually, a small proportion of the notional principal amount of the swap.

All the above factors may not only affect the prices of securities but also the time taken by the Fund for redemption of Units, which could be significant in the event of receipt of a very large number of redemption requests or very large value redemption requests. The liquidity of the assets may be affected by other factors such as general market conditions, political events, bank holidays and civil strife. In view of this, redemption may be limited or suspended after approval from the Boards of Directors of the AMC and the Trustee, under certain circumstances as described elsewhere in the SAI.

**V Potential Loss associated with Stock Lending**

In the case of stock lending the additional risk is that there can be temporary illiquidity of the securities that are lent out and the Fund may not be able to sell such lent-out securities, resulting in an opportunity loss. In case of a default by counterparty, the loss to the Fund can be equivalent to the securities lent.

**B. Requirement of Minimum Investors in the Scheme**

The Scheme shall have a minimum of 20 investors and no single investor shall account for more than 25% of the corpus of the Scheme. However, if such limit is breached during the NFO of the Scheme, the Fund will endeavour to ensure that within a period of three months or the end of the succeeding calendar quarter from the close of the NFO of the Scheme, whichever is earlier, the Scheme complies with these two conditions. In case the Scheme does not have a minimum of 20 investors in the stipulated period, the provisions of Regulation 39(2) (c) of the SEBI (MF) Regulations would become applicable automatically without any reference from SEBI and accordingly the Scheme shall be wound up and the units would be redeemed at applicable NAV. The two conditions mentioned above shall also be complied within each subsequent calendar quarter thereafter, on an average basis, as specified by SEBI. If there is a breach of the 25% limit by any investor over the quarter, a rebalancing period of one month would be allowed and thereafter the investor who is in breach of the rule shall be given 15 days notice to redeem his exposure over the 25 % limit. Failure on the part of the said investor to redeem his exposure over the 25 % limit within the aforesaid 15 days would lead to automatic redemption by the Mutual Fund on the applicable Net Asset Value on the 15th day of the notice period. The Fund shall adhere to the requirements prescribed by SEBI from time to time in this regard.

## C. DEFINITIONS

**In this SID, the following words and expressions shall have the meaning specified below, unless the context otherwise requires:**

| | |
|---|---|
| **Applicable NAV** | Unless stated otherwise in the SID, 'Applicable NAV' is the Net Asset Value at the close of a Business Day as of which the purchase or redemption is sought by an investor and determined by the Fund. |
| **Asset Management Company or AMC or Investment Manager** | Kotak Mahindra Asset Management Company Limited, the Asset Management Company incorporated under the Companies Act, 1956, and authorised by SEBI to act as Investment Manager to the Schemes of Kotak Mahindra Mutual Fund. |
| **Business Day** | A day other than:<br>(i) Saturday and Sunday<br>(ii) A day on which Purchase and Redemption is suspended by the AMC<br>(iii) RBI clearing and Settlement is closed<br>(iv) A day on which the National Stock Exchange or Bombay Stock Exchange is closed.<br>Additionally,the days when the banks in any location where the AMC's Investor service center are located, are closed due to local holiday, such days will be treated as non Business days at such centers for the purpose of accepting subscriptions. However if the Investor service center in such location is open on such local holidays, only redemption and switch request will be accepted at those centers provided it is a Business day for the scheme.<br>The AMC reserves the right to change the definition of Business Day. The AMC reserves the right to declare any day as a Business or otherwise at any or all ISCs. |
| **Custodian** | Deutsche Bank AG and Standard Chartered Bank, acting as Custodians to the Scheme, or any other Custodian appointed by the Trustee. |
| **Dividend Option** | Under the Dividend option, the Trustee may at any time decide to distribute by way of dividend, the surplus by way of realised profit and interest, net of losses, expenses and taxes, if any, to Unitholders if, in the opinion of the Trustee, such surplus is available and adequate for distribution. The Trustee's decision with regard to such availability and adequacy of surplus, rate, timing and frequency of distribution shall be final. The Trustee may or may not distribute surplus, even if available, by way of dividend.<br>The dividend will be paid to only those Unitholders whose names appear on the register of Unitholders of the Scheme / Option at the close of the business hours on the record date, which will be announced in advance.<br>The Dividend Option will be available under two sub-options – the Payout Option and the Reinvestment Option.<br>Dividend Payout Option: Unitholders will have the option to receive payout of their dividend by way of dividend warrant or any other means which can be enchased or by way of direct credit into their account.<br>Dividend Reinvestment Option: Under the reinvestment option, dividend amounts will be reinvested in the Dividend Reinvestment Option at the Applicable NAV announced immediately following the record date.<br>However, the Trustees reserve the right to introduce new options and / or alter the dividend payout intervals, frequency, including the day of payout. |
| **Entry Load** | The charge that is paid by an Investor when he invests an amount in the Scheme. |
| **Exit Load** | The charge that is paid by a Unitholder when he redeems Units from the Scheme. |
| **FII** | Foreign Institutional Investors, registered with SEBI under Securities and Exchange Board of India (Foreign Institutional Investors) Regulations, 1995. |
| **Foreign Security** | ADRs/GDRs/Equity securities of overseas companies listed on recognized stock exchanges overseas and or such other equity related securities as are permitted by SEBI vide its circular SEBI/IMD/CIR No.7/104753/07 dated September 26, 2007 and as may be specified from time to time by SEBI and/or RBI. |
| **Gilts/ Government Securities/ G.Secs** | Securities created and issued by the Central Government and / or State Government. |
| **Growth Option** | Under the Growth option, there will be no distribution of income and the return to investors will be only by way of capital gains, if any, through redemption at applicable NAV of Units held by them. |
| **IMA** | Investment Management Agreement dated 20th May 1996, entered into between the Fund (acting through the Trustee) and the AMC and as amended up to date, or as may be amended from time to time. |
| **Investor Service Centres or ISCs** | Designated branches of the AMC / other offices as may be designated by the AMC from time to time. |
| **Kotak Indo World Infrastructure Fund** | An open ended Equity Scheme |

| | |
|---|---|
| **Kotak Bank / Sponsor** | Kotak Mahindra Bank Limited. |
| **KMMF/ Fund/ Mutual Fund** | Kotak Mahindra Mutual Fund, a trust set up under the provisions of The Indian Trusts Act, 1882. |
| **KMTCL / Trustee** | Kotak Mahindra Trustee Company Limited, a company set up under the Companies Act, 1956, and approved by SEBI to act as the Trustee for the Schemes of Kotak Mahindra Mutual Fund. |
| **Money Market Instruments** | Includes commercial papers, commercial bills, treasury bills, Government securities having an unexpired maturity upto one year, call or notice money, certificate of deposit, usance bills, and any other like instruments as specified by the Reserve Bank of India from time to time. |
| **MIBOR** | The Mumbai Interbank Offered Rate published once every day by the National Stock Exchange and published twice every day by Reuters, as specifically applied to each contract. |
| **Mutual Fund Regulations/ Regulations** | Securities and Exchange Board of India (Mutual Funds) Regulations, 1996, as amended up to date, and such other regulations as may be in force from time to time. |
| **NAV** | Net Asset Value of the Units of the Scheme (including the options thereunder) as calculated in the manner provided in this SID or as may be prescribed by Regulations from time to time. The NAV will be computed up to three decimal places. |
| **NRI** | Non-Resident Indian and Person of Indian Origin as defined in Foreign Exchange Management Act, 1999. |
| **Overseas Mutual Fund** | Investment vehicles registered as Collective investments schemes/unit trusts or mutual funds with relevant regulators in the applicable jurisdiction. |
| **Professional Clearing Member** | Kotak Mahindra Bank Ltd acting as Professional Clearing member to the scheme, or any other professional clearing member appointed by the AMC. |
| **Purchase Price** | Purchase Price, to an investor, of Units under the Scheme (including Options thereunder) computed in the manner indicated elsewhere in this SID. |
| **Redemption Price** | Redemption Price to an investor of Units under the Scheme (including Options thereunder) computed in the manner indicated elsewhere in this SID. |
| **Registrar** | Computer Age Management Services Private Limited ('CAMS'), acting as Registrar to the Scheme, or any other Registrar appointed by the AMC. |
| **Repo** | Sale of securities with simultaneous agreement to repurchase them at a later date. |
| **Reserve Bank of India / RBI** | Reserve Bank of India, established under the Reserve Bank of India Act, 1934. |
| **Reverse Repo** | Purchase of securities with a simultaneous agreement to sell them at a later date. |
| **Scheme** | Kotak Indo World Infrastructure Fund. All references to the Scheme would deem to include the options thereunder unless specifically mentioned. |
| **Scheme Information Document (SID)** | This document issued by Kotak Mahindra Mutual Fund, offering for subscription of Units of the Scheme. |
| **Statement of Additional Information (SAI)** | It contains details of Kotak Mahindra Mutual Fund, its constitution, and certain tax, legal and general information. It is incorporated by reference (is legally a part of the Scheme Information Document) |
| **SEBI** | The Securities and Exchange Board of India. |
| **Transaction Points** | Centres designated by the Registrar, to accept investor transactions and scan them for handling by the nearest ISC. |
| **Trust Deed** | The Trust Deed entered into on 20th May 1996 between the Sponsor and the Trustee, as amended up to date, or as may be amended from time to time. |
| **Trust Fund** | The corpus of the Trust, Unit capital and all property belonging to and/or vested in the Trustee. |
| **Unit** | The interest of the investors in the Scheme, which consists of each Unit representing one undivided share in the assets of the Scheme. |
| **Unitholder** | A person who holds Unit(s) of the Scheme |
| **Valuation Day** | Business day of the scheme. |
| **Words and Expressions used in this SID and not defined** | Same meaning as in Trust Deed. |

## D. Special Consideration

- Prospective investors should review/study SAI along with SID carefully and in its entirety and shall not construe the contents hereof or regard the summaries contained herein as advice relating to legal, taxation, or financial/investment matters and are advised to consult their own professional advisor(s) as to the legal or any other requirements or restrictions relating to the subscriptions, gifting, acquisition, holding, disposal (sale, transfer, switch or redemption or conversion into money) of units and to the treatment of income (if any), capitalization, capital gains, any distribution, and other tax consequences relevant to their subscription, acquisition, holding, capitalization, disposal (sale, transfer, switch or redemption or conversion into money) of units within their jurisdiction/nationality, residence, domicile etc. or under the laws of any jurisdiction to which they or any managed Funds to be used to purchase/gift units are subject, and also to determine possible legal, tax, financial or other consequences of subscribing/gifting to, purchasing or holding units before making an application for units.

- Neither this SID and SAI, nor the units have been registered in any jurisdiction. The distribution of this SID in certain jurisdictions may be restricted or subject to registration and accordingly, any person who gets possession of this SID is required to inform themselves about, and to observe, any such restrictions. It is the responsibility of any persons in possession of this SID and any persons wishing to apply for units pursuant to this SID to inform themselves of and to observe, all applicable laws and Regulations of such relevant jurisdiction. Any changes in SEBI/NSE/RBI regulations and other applicable laws/regulations could have an effect on such investments and valuation thereof.

- Kotak Mahindra Mutual Fund/AMC has not authorised any person to give any information or make any representations, either oral or written, not stated in this SID in connection with issue of units under the Schemes. Prospective investors are advised not to rely upon any information or representations not incorporated in the SAI and SID as the same have not been authorised by the Fund or the AMC. Any purchase or redemption made by any person on the basis of statements or representations which are not contained in this SID or which are not consistent with the information contained herein shall be solely at the risk of the investor. The investor is requested to check the credentials of the individual, firm or other entity he/she is entrusting his/her application form and payment to, for any transaction with the Fund. The Fund shall not be responsible for any acts done by the intermediaries representing or purportedly representing such investor.

- If the units are held by any person in breach of the Regulations, law or requirements of any governmental, statutory authority including, without limitation, Exchange Control Regulations, the Fund may mandatorily redeem all the units of any Unit holder where the units are held by a Unit holder in breach of the same. The Trustee may further mandatorily redeem units of any Unit holder in the event it is found that the Unit holder has submitted information either in the application or otherwise that is false, misleading or incomplete.

- If a Unit holder makes a redemption request immediately after purchase of units, the Fund shall have a right to withhold the redemption request till sufficient time has elapsed to ensure that the amount remitted by the Unit holder (for purchase of units) is realized and the proceeds have been credited to the Scheme's Account. However, this is only applicable if the value of redemption is such that some or all of the freshly purchased units may have to be redeemed to effect the full redemption.

- In terms of the Prevention of Money Laundering Act, 2002 ("PMLA") the rules issued there under and the guidelines/circulars issued by SEBI regarding the Anti Money Laundering (AML) Laws, all intermediaries, including mutual funds, are required to formulate and implement a client identification programme, and to verify and maintain the record of identity and address(es) of investors.

- If after due diligence, the AMC believes that any transaction is suspicious in nature as regards money laundering, the AMC shall report any such suspicious transactions to competent authorities under PMLA and rules/guidelines issued thereunder by SEBI and/or RBI, furnish any such information in connection therewith to such authorities and take any other actions as may be required for the purposes of fulfilling its obligations under PMLA and rules/guidelines issued thereunder by SEBI and/or RBI without obtaining the prior approval of the investor/Unit holder/any other person.

## E. Due Diligence by the Asset Management Company

**DUE DILIGENCE CERTIFICATE**

It is confirmed that:

(I) the Scheme Information Document forwarded to SEBI is in accordance with the SEBI (Mutual Funds) Regulations, 1996 and the guidelines and directives issued by SEBI from time to time.

(ii) all legal requirements connected with the launching of the scheme as also the guidelines, instructions, etc., issued by the Government and any other competent authority in this behalf, have been duly complied with.

(iii) the disclosures made in the Scheme Information Document are true, fair and adequate to enable the investors to make a well informed decision regarding investment in the proposed scheme.

(iv) the intermediaries named in the Scheme Information Document and Statement of Additional Information are registered with SEBI and their registration is valid, as on date.

**For Kotak Mahindra Asset Management Company Limited**
Asset Management Company for Kotak Mahindra Mutual Fund

Place: Mumbai
Date: January 18, 2011

**Sandeep Kamath**
Compliance Officer

# IV. INFORMATION ABOUT THE SCHEME

KOTAK INDO WORLD INFRASTRUCTURE FUND

**A. Type of the scheme**

An Open Ended Equity Scheme

**B. What is the investment objective of the scheme?**

The investment objective of the scheme is to generate long-term capital appreciation from a portfolio of equity, equity related securities or units of overseas mutual funds, which are likely to directly or indirectly contribute to or benefit from the growth in infrastructure in India/across the world.

**There is no guarantee or assurance that the scheme objective will be achieved.**

**C. How will the scheme allocate its assets?**

The asset allocation under the Scheme, under normal circumstances, will be as follows:

| Investments | Indicative Allocation | Risk Profile |
|---|---|---|
| A) Equity and Equity related Securities in India related to infrastructure | 65-90% | High |
| B1) Overseas Equity and equity related Securities or class of share /units of Overseas mutual fund related to Infrastructure** | 10-35% | High |
| B2) Debt* & Money Market Instruments | 0-35% | Medium to Low |

*The scheme may hold cash from to time on defensive consideration, and to meet redemption/scheme expenses requirements.

The scheme will not invest in securitised debt.

** This includes units of overseas mutual funds which invest predominantly in foreign equity/foreign equity related instruments of companies engaged in infrastructure sectors and infrastructure related sectors and foreign securities issued by companies engaged in infrastructure and infrastructure related sectors. The maximum amount which the scheme can invest in foreign securities as may be permitted by applicable regulations from time to time. As per SEBI circular No. SEBI/IMD/CIR No.7/104753/07 dated September 26, 2007, a Mutual Fund can invest in ADRs/GDRs/Foreign Securities upto a maximum of US$ 300 mn. per Mutual Fund, or the maximum limit that SEBI sets from time to time. The scheme may use derivative products for hedging and rebalancing purposes from time to time in order to reduce the risk of the portfolio.

The total gross exposure investment in equity + equity related instruments + overseas equity and equity related Securities or class of share /units of Overseas mutual fund related to Infrastructure + debt + money market securities (excluding Cash or cash equivalents with residual maturity of less than 91 days ) shall not exceed 100% of net assets of the Scheme.

If permitted by SEBI under extant regulations/guidelines, the Trustee may permit the fund to engage in stock lending. The Fund can temporarily lend stocks held with the Custodian to reputed counter-parties, for a fee, subject to internal norms, if any. The Fund is allowed to lend securities subject to a maximum of 20%, in aggregate, of the net assets of the Scheme and 5% of the net assets of the Scheme in the case of a single intermediary.

Stock Lending means the lending of securities to another person or entity for a fixed period of time, at a negotiated compensation in order to enhance returns of the portfolio. The borrower will return the securities lent on the expiry of the stipulated period or the lender can call the same back i.e. the scheme before its expiry. The fund may lend the securities for a specific period, to generate better returns on those stocks, which are otherwise bought with the intention to hold the same for a longer period of time.

**Note:** The asset allocation shown above is indicative and may vary according to circumstances at the sole discretion of the Fund Manager, on defensive consideration. Review and rebalancing will be conducted when the asset allocation falls outside the range indicated above. If the exposure falls outside the above range, it will be restored within thirty Working Days. Pending deployment of funds, the scheme may invest in fixed deposits of scheduled commercial banks as per the guidelines given in SEBI Circular no. SEBI/IMD/CIR No. 1/91171/07 dated April 16, 2007. Till the investments are made in accordance with the investment objective, the scheme may invest in Liquid / Floater schemes of Kotak Mutual Fund, not exceeding the limits specified in Clause 4 of Schedule VII of the Regulations.

**About world infrastructure:**
The World Economic Forum's Positive Infrastructure Report (PIR) finds that world faces a global infrastructure deficit of US$2 trillion per year over the next 20 years. The report analyses the four largest infrastructure markets – Latin America, China, India and the US, and studies how to best deploy public funds made available through global fiscal stimuli packages to further the cause of infrastructure development. A wave of government bailouts around the world and a sharp deterioration in existing infrastructure could lead to as much as $35 trillion in public works spending over the next 20 years, according to a new study by CIBC World Markets.

According to the CIBC forecasts:
- North America will spend $180 billion on infrastructure each year.
- Europe will spend $205 billion.
- Asia will spend $400 billion.
- And $10 billion will be invested in Africa annually.

China, Japan, Malaysia, and Singapore have all unveiled stimulus packages that focus on shifting their respective economies away from dependence on foreign exports and creating jobs at home, mainly through public works projects. In total, Asian economies have pledged more than $680 billion to economic stimulus since the onset of the financial crisis. US and Europe are also looking forward to improve their infrastructure marks. All this spending will through up numerous opportunities in the global infrastructure space.

**About Infrastructure sector in India:**
Infrastructure sector provides the necessary launch pad for economic growth. The infrastructure sector includes telecom, transport, power, banking & insurance and other related financial services, cement, metals, mining, engineering, housing, construction, oil & gas etc.

As per BRICs (Brazil, Russia, India and China) report, authored by one of the world's eminent investment banking firms, Goldman Sachs, India will become the third largest economy in the world by 2032. It implies that the Indian economy will grow at a rapid pace over the next few years, if not over decades. To support such a growth rate, the infrastructure in India needs to strengthen almost in all sectors. Thus infrastructure becomes a dominant theme for the growth of the Indian economy. An early sign of the unleashing potential of the infrastructure sector is the rising capex plans of the Indian corporates.

The economic reforms, which were triggered in India in early 90s, though have moved at a slower pace, the progress appears to be firm. Positive changes in the telecom, transport (particularly

road), banking and insurance sectors, and increasing competition in the power sector are a case in point.
The Indian capex cycle started about two years ago with acceleration in infrastructure investment, and eventually matured with corporate capacity expansion plans being finalized across all industrial sectors.

A few pointers towards the ongoing investment boom in infrastructure is mentioned below

- Capex cycle is strong and should be sustainable: The Indian investment cycle is firing on all cylinders. The government targets $ 320 bn infrastructure capex in the 11th five-year plan, industrial capex could be $250-300 bn over the next 3-4 years and an estimated average real estate construction during FY08-11 to be 40% higher than during FY01-07
- Financing capex cycle is easier than in the past: The budget deficit has declined significantly over the past few years and the government has made serious attempts to facilitate private participation in infrastructure. Bank financing of infrastructure and industrial capex is rising rapidly, and private equity funds and increasingly interested in infrastructure.
- Significant positive impact on domestic demand: Strong positive impact of capex cycle is expected in cement demand growth, steel demand growth and on employment generation. It is expected that 0.6million additional engineers, 3.9million skilled workers and 9.5m unskilled workers would be added over the next 5-6 years. The subsequent rub off on consumption could be significant.

The planning Commission's Approach paper to the 11th five-year plan (FY07-12) targets 8.5% a average real GDP growth during the 5yr period. To achieve this target, the Planning Commission has recommended increasing investment in infrastructure from 4.6% of GDP in the 10th Plan to 7-8% in the 11th Plan. In its draft paper on the construction sector against the backdrop of the 11th Plan, the Construction Industry Development Council (CIDC) discusses the government's plan and the requirements of the construction industry to implement those plans. The construction industry's requirements have important implications for demand in various sectors.

As indicated by the Planning Commission, in the Twelfth Five year plan (2012-2017), the outlay for infrastructure is one trillion Dollars which is double that of the outlay in the Eleventh Five year plan. Further , the Twelfth five year plan also proposes to increase the projections for private sector share in infrastructure to 50% from the current 36%. This move could provide additional opportunities for infrastructure funds in the long run.

(Rs. Billion)

**Government's Infrastructure Investment Targets in the 11th plan**

| | 9th Plan (FY1997-02) | 10th Plan (FY 2002-07) | 11th Plan (FY2007-12) |
|---|---|---|---|
| Airports | 66 | 99 | 400 |
| Irrigation | 574 | 972 | 1,258 |
| Ports | 50 | 47 | 500 |
| Power | 866 | 1,581 | 4,200 |
| Railways (Including Freight corridor) | 464 | 694 | 3,220 |
| Roads | 546 | 1,329 | 2,140 |
| Telecom | 801 | 579 | 870 |
| Tourism | 6 | 25 | 29 |
| Urban Infrastructure & Housing | 586 | 991 | 2,100 |
| Total | 3,959 | 6,317 | 14,717 |

Source: Plan documents, CIDC draft paper for construction sector in 11th Plan, UBS

**Government targets US$320-330bn infrastructure investment in the 11th Plan. Sharp rise in power, railways, irrigation, roads, ports and airports.**

**11th Five year Plan Targets in each area of Infrastructure**

| Area | Targets in the 11th five year plan |
|---|---|
| **Airports** | Greenfield airports in Bangalore and Hyderabad are on their way to commissioning. Modernisation of Chennai and Kolkata airports, and greenfield airports in other selected cities are next in line. In addition, 35 non-metro airports would be taken up for development by AAI. |
| **Irrigation** | Bharat Nirman programme envisages creation of additional irrigation facility over 10m hectare cultivable land over FY05-09. This would necessitate the pace of creation of 2.5m ha/year. If the rate of capacity creation is beyond the time horizon of the Bharat Nirman programme, 11m ha of new potential could be created in the 11th Plan. |
| **Ports** | Planning Commission estimates that Indian ports would have to handle cargo traffic of 800MT by FY12, compared to 504MT in FY05. In addition, development of a deep-sea port and deepening of drafts of existing ports is on the agenda. Bulk of capacity addition is likely to be through Public-Private-Partnership (PPP) and captive users. |
| **Power** | 11th Plan target is to set up additional 78,000MW generation capacity (compared to less than 30,000MW in 10th Plan). Target capacity creation in thermal segment is 58,000MW, while those in hydel and nuclear segments are 16,500MW and 3,300MW, respectively. |
| **Railways (Including Freight corridor)** | Rs220bn investment on 2,700km freight corridors, Rs180bn public investment, Rs120bn private investment. |
| **Roads** | Rs1, 800bn investment (out of Rs2, 200 total for NHDP Phase 1 to Phase 7) by NHAI and Rs340bn additional private investment. |
| **Telecom** | Expanding tele-density, especially in rural areas, and to enhance internet connectivity for data in both urban and rural areas. The objective of connecting the remaining (66,822) villages with public telephones is part of the Bharat Nirman objectives. |
| **Tourism** | Improvement in tourism infrastructure such star-rated and budget hotels, and improved road connectivity to tourist destinations. |
| **Urban Infrastructure & Housing** | The Jawaharlal Nehru National Urban Renewal Mission (JNNURM) launched in December 2005 envisages allocation of Rs500bn in the form of Additional Central Assistance (ACA) grants to states/UTs for integrated development of infrastructural services in 63 selected cities. |

**Source: Plan documents, CIDC draft paper for the construction sector in 11th Plan,**
**Source: Extracts from UBS Global Equity Research Report**

**Global market Outlook and Strategy Demand for Infrastructure is Booming:**

Demand for infrastructure assets is at all time high, with an average of around US $ 1 bn a month of new equity being committed to the sector. There is about US $ 38 bn and US $ 51 bn of new money in private funds looking to be invested, as well as potential for additional investments from listed companies with a market capitalization of US $ 1,760 bn. The utility, transport and other infrastructure sectors continue to develop separate identities, with the defining features being steady cash flow and predictable yields over the long term.

(Source: Maccquarie Research)

Private participation in infrastructure projects in developing countries plummeted after the 1997 Asian crisis and followed a broadly declining trend for several years afterward. However, in 2004 and 2005 investment in such projects increased sharply. Meanwhile, the distribution of investment across sectors and regions, and the allocation of risks between public and private parties, were shifting. Private sponsors started putting more emphasis on risk mitigation strategies. To take advantage of private sponsors' renewed interest in infrastructure projects, governments need to create risk-sharing arrangements that attract private operators while also benefiting governments, taxpayers, and users.

Developing country investors have emerged as a major source of investment finance for infrastructure projects with private participation. Indeed, in 1998 –2004 these investors accounted for more of this finance in transport across developing regions- and for more in South Asia and Sub- Saharan Africa – than did investors from developed countries. For policymakers this development suggests a need to rethink the criteria used in selecting investors in schemes for private participation, which have been biased toward large international operations.

(Sources: Gridlines No. 16, Public – Private Infrastructure Advisory Facility (PPIAF), Jan 2007).

**Growth of Infrastructure:**

Infrastructure as sector has grown rapidly. An estimated 2% GDP around US $800 bn, is spent on infrastructure investment and maintenance annually. The historic pace of growth is likely to continue, fuelled by demographic and macroeconomic changes. A rising global population, strong economic growth and a greater focus on competitiveness are creating demand for new infrastructure close to 1% of global GDP. What is perhaps more important is that the maintenance of existing assets is estimated to be equal to further 1.2% of Global GDP.

(Source: World Bank)

**Increased Competitiveness a spur of spending**

Quality of infrastructure is an important factor impacting a country's competitiveness. New foreign investments have to be supported with the appropriate quality of infrastructure to ensure investments in businesses and trade profit. As government seek to increase their competitiveness, spending on infrastructure is also growing.

The idea that the competitiveness of a country is closely tied to the quality of its infrastructure (as measured industrialists perception of overall infrastructure quality, encompassing transport, energy, information and communications technology, and housing infrastructure) against the competitiveness ranking assigned by the World Economic Forum.

**General Overview of the various Markets/ Instruments/Securities**

- **Overview of Debt Market**

The Indian Debt Market has grown in size substantially over the years. The Reserve Bank of India has been taking steps to make the Indian Debt Market efficient and vibrant. Broadly, the debt market is divided in two parts viz. the Money Market and the Debt market. Money market instruments have a tenor of less than one year while debt market instruments have a tenor of more than one year. Money market instruments are typically commercial paper, certificates of deposit, treasury bills, trade bills, repos, interbank call deposit receipts etc. Debt market comprises typically of securities issued by Governments (Central and State), Banks, Financial Institutions, and Companies in the private and public sector, Corporations, Statutory Bodies etc.

The debt securities are mainly traded over the telephone directly or through brokers. The National Stock Exchange of India has a separate trading platform called the Wholesale Debt Market segment where trades put through member brokers are reported.

RBI has introduced the Negotiated Dealing System (NDS) platform for screen-based trading in Government Securities and Money Market instruments. Most of the market participants are now operating through NDS.

Promoted by major banks and financial institutions, The Clearing Corporation of India Ltd. (CCIL) was incorporated on April 30, 2001. The CCIL guarantees the settlement of all trades executed through NDS. The clearing and settlement risks viz., Counter party Credit Risk and Operational Risk are mitigated by CCIL thereby facilitating a smooth settlement process.

The following table gives approximate yields prevailing as on January 17, 2011 on some of the money and debt market instruments. These yields are indicative and do not indicate yields that may be obtained in future as interest rates keep changing.

| Investments | Yield Range (% per annum) |
|---|---|
| Inter bank Call Money | 6.65 - 6.70 |
| 91 Day Treasury Bill | 7.10 - 7.20 |
| 364 Day Treasury Bill | 7.40 - 7.50 |
| P1+ Commercial Paper 90 Days | 9.00 - 9.25 |
| 3-Year Government of India Security | 7.80 - 7.90 |
| 5-Year Government of India Security | 8.10 - 8.15 |
| 10-Year Government of India Security | 8.20 - 8.25 |

Generally, for instruments issued by a non-Government entity, the yield is higher than the yield on a Government Security with corresponding maturity. The difference, known as credit spread, depends on the credit rating of the entity. Investors must note that the yields shown above are the yields prevailing on January 17, 2011 and they are likely to change consequent to changes in economic conditions and RBI policy.

**Investment in Derivatives**

The Scheme may use derivative instruments such as index futures, stock futures, index options, stock options, warrants, convertible securities, swap agreements or any other derivative instruments that are permissible or may be permissible in future under applicable regulations, as would be commensurate with the investment objective of the Scheme. Investment in derivative instruments may be used in the manner and to the extent permissible under SEBI Regulations. The manner of use of derivates instruments is illustrated below:

**Hedging & Portfolio balancing**

As part of the fund management exercise under the Scheme, the Trustee may permit the use of any of the instruments mentioned above or any other instrument that may become permissible in the future under applicable regulations. Such investment in Index futures, Interest Rate Swaps, Stock options, Index Options, Stock Futures and other derivative instruments will be used with the objective of a) hedging the portfolio and/or b) rebalancing of the portfolio of the Scheme or c) for any other purpose as may be permitted by the Regulations from time to time.

The note below explains the concept of Index Futures, Options and Interest Rate Swaps, with an example each, for the understanding of the Unitholders.

**Extent and manner of use of derivates instruments with example is as given below:**

**Option Contracts (Stock and Index)**
An Option is a privilege, sold by one party to another that gives the buyer the right, but not the obligation, to buy (call) or sell (put) a stock at an agreed-upon price during a certain period of time or on a specific date. Options are used to manage risk or as an investment to generate income.

**Option contracts are of two types - Call and Put.**
**Call Option:** A call option gives the buyer, the right to buy specified quantity of the underlying asset at a set strike price on or before expiration date and the seller (writer) of call option however, has the obligation to sell the underlying asset if the buyer of the call option decides to exercise the option to buy.

**Put Option:** A put option gives the buyer the right to sell specified quantity of the underlying asset at a set strike price on or before expiration date and the seller (writer) of put option however, has the obligation to buy the underlying asset if the buyer of the put option decides to exercise his option to sell.

The options, which can be exercised, on or before the expiration date are called American Options, while those that can be exercised only on the expiration date are called European Options. In India, all individual stocks options are traded as American Options, whereas all index options are European Options. Option contracts are designated by the type of option, name of the underlying, expiry month, face value and the strike price.

**Example for Index Options and Index Futures**

Index futures / options are meant to be an efficient way of buying / selling an index compared to buying / selling a portfolio of physical shares representing an index for ease of execution and settlement. Index futures/options can be an efficient way of achieving the scheme's investment objective.

The participation in index can be done by buying / selling either Index futures or by buying a call/put option. In an index future there is a (daily) mark to market variation and the risk (loss) is much higher as compared to buying an option, where the risk (loss) is limited to the (premium being paid).

Below mentioned is an illustration of how one can gain from using Index futures and index options.

**Case 1: Long Futures**
Suppose an investor buys 1 lot of S&P CNX Nifty index futures.
- Nifty 1 Lot Size: 50 units
- Spot Price (S): 5400 (Close as on Jul 13th 2010)
- Future Exposure =1 * 5400 *50 = Rs. 2,70,000
- The investor is allowed to take this position just by paying the initial margin, as defined by exchanges. In the above illustration if we assume that 10% is the initial margin then to buy 1 lot (i.e exposure of Rs.2,70,000) only Rs.27,000 is to required to take the exposure.

There are three possibilities i.e. either the index moves up or down or remains at the same levels. Let us analyze what happens in these scenarios.

**A. The index goes up**
Suppose at end of Day 1:
- Nifty Spot: 5500
- Total gain on 1 lot of Nifty (100 units) = Rs {50* (5500 – 5400) } = Rs 5,000

The amount of Rs 5,000 will be the daily Mark to Market amount which is in favour and it is the available amount as Profit on Day 1.
Now if the Investor decided to square off his exposure on Nifty Futures, he will sell the Futures and the margin amount used for the taking the exposure will be returned.

**B. The Index moves down**
If the Nifty index moves down to 5300 in the spot market then the investor Loses an amount of Rs 5000 as calculated below.
- Nifty Spot: 5300
- Total Loss on 1 Lot of Nifty Futures (50 units) = Rs {50* (5400 – 5300) } = - Rs 5000

Net Mark to Market Loss = Rs.5000. This amount has to be paid as daily mark to market loss on the Futures contract.
Now if the Investor decided to square off his exposure on Nifty Futures, he will sell the Futures and the margin amount used for the taking the exposure will be returned.

**C. Index is unchanged**
If, at the end of Day 1, the Nifty value remains unchanged, the investor will not make any money as Mark to Market on the Futures contract Lot.

**Case 2: Short Futures**
Suppose an investor sells 1 lot of Futures on S&P CNX Nifty index (European option).
- Nifty 1 Lot Size: 50 units
- Spot Price (S): 5400 (Closing as on Jul 13th 2010 )
- Future Exposure = Rs 1 * 5400 *50 = Rs 2,70,000
- The investor is allowed to take this position just by paying the initial margin, as defined by exchanges. In the above illustration if we assume that 10% is the initial margin then to buy 1 lot (i.e exposure of Rs.2,70,000) only Rs.27,000 is to required to take the exposure.

There are three possibilities i.e. either the index moves up or down or remains at the same levels. Let us analyse what happens in these scenarios.

**A. The index goes up**
Suppose at end of Day 1:
- Nifty Spot: 5500
- Total loss on 1 lot of Nifty (50 units) = - Rs {50* (5400 – 5500) } = - Rs 5000

Net Mark to Market Loss = Rs.5000. This amount has to be paid as daily mark to market loss on the Futures contract.
Now if the Investor decided to square off his exposure on Nifty Futures, the margin amount used for the taking the exposure will be returned.

**B. The Index moves down**
If the Nifty index moves down to 5300 in the spot market then the investor Loses then an amount of Rs 5000 as calculated below.
- Nifty Spot: 5300
- Total gain on 1 Lot of Nifty Futures (100 units) = Rs {50* (5400 – 5300) } = Rs 5000

The amount of Rs 5000 will be the daily Mark to Market amount which is in favour and it is the available amount as Profit on Day 1. Now if the Investor decided to square off his exposure on Nifty Futures, the margin amount used for the taking the exposure will be returned.

**C. Index is unchanged**

If, at the end of Day 1, the Nifty value remains unchanged, the investor will not make any money as Mark to Market on the Futures contract Lot.

**CALL OPTION**

Suppose an investor buys a Call option on 1 lot of S&P CNX Nifty index (European option).

- Nifty 1 Lot Size: 50 units
- Spot Price (S): 5400
- Strike Price (x): 5500 (Out-of-Money Call Option)
- Premium: 80
- Total Amount paid by as premium [50*80] =4000

There are three possibilities i.e. either the index moves up or down or remains at the same levels. Let us analyse what happens in these scenarios.

**Case 1- The index goes up**

A. An investor sells the Nifty Option described above before expiry:

Suppose the Nifty index moves up to 5550 in the spot market and the premium has moved to Rs. 180 and there are 15 days more left for the expiry. The investor decides to reverse his position in the market by selling his 1 Nifty call option as the option now is In The Money. His gains are as follows:

- Nifty Spot: 5550
- Current Premium: Rs.180
- Premium paid: Rs.80
- Net Gain: Rs.180- Rs.80 = Rs.100 per unit
- Total gain on 1 lot of Nifty (50 units) = Rs.5000 (100*50)

In this case the premium of Rs.180 has an intrinsic value of Rs.50 per unit and the remaining Rs.130 is the time value of the option.

**B. An investor exercises the Nifty Option at expiry (It is an European Option)**

Suppose the Nifty index moves up to 5550 in the spot market on the expiry day and the investor decides to reverse his position in the market by exercising the Nifty call option as the option now is In The Money. His gains are as follows:

- Nifty Spot: 5550
- Premium paid: Rs.80
- Exercise Price: 5500
- Receivable on exercise: 555-5500 = 50
- Total Loss: Rs.1500 {(50 - 80)*50}

**Case 2** - If the Nifty index moves down to 5300 in the spot market then the investor does not gain anything but on the other hand his loss is limited to the premium paid.

- Nifty Spot: 5300
- Net Loss Rs.4000 (Loss is caped to the extent of Premium Paid)

**Case 3** - If, at the end of expiry, the Nifty value remains unchanged, the investor will not exercise the option and his loss would be limited to the extent of premium paid.

**PUT OPTION**

Suppose an investor buys a Put option on 1 lot of CNX Nifty index (European option).

- Nifty 1 Lot Size: 50 units
- Spot Price (S): 5400
- Strike Price (x): 5300 (Out-of-Money Put Option)
- Premium: 80
- Total Amount paid by the investor as premium [50*80] =4000

There are three possibilities i.e. either the index moves up or down or remains at the same levels. Let us analyse what happens in these scenarios.

**Case 1- The index goes down**

**A. An investor sells the Nifty put option before expiry:**

Suppose the Nifty index moves down to 5250 in the spot market and the premium has moved to Rs. 180 and there are **15 days more left for the expiry.** The investor decides to reverse his position in the market by **selling** his 1 Nifty Put Option as the option now is In The Money. His gains are as follows:

- Nifty Spot: 5250
- Current Premium: Rs.180
- Premium paid: Rs.80
- Net Gain: Rs.180 - Rs.80 = Rs.100 per unit
- Total gain on 1 lot of Nifty (50 units) = Rs.5000 (100*50)

In this case the premium of Rs.180 has an intrinsic value of Rs.50 per unit and the remaining Rs.130 is the time value of the option.

**B. An investor exercises the Nifty put Option at expiry (It is an European Option):**

Suppose the Nifty index moves down to 5250 in the spot market on the expiry day and the investor decides to reverse his position in the market by exercising the Nifty Put Option as the option now is In The Money. His gains are as follows:

- Nifty Spot: 5250
- Premium paid: Rs.80
- Exercise Price: 5300
- Gain on exercise: 5300-5250 = 50
- Total Loss: Rs.1500 {(50-80)*50}

**Case 2** - If the Nifty index moves up to 5500 in the spot market then the investor does not gain anything but on the other hand his loss is limited to the premium paid.

- Nifty Spot: 5500
- Net Loss Rs.4000 (Loss is caped to the extent of Premium Paid)

**Case 3** - If the Nifty value remains unchanged, the investor will not exercise the option and his loss would be limited to the extent of premium paid.

**Interest Rate Swap (IRS)**

IRS is a widely used derivative product in the financial markets to manage interest rate risk. A typical transaction is a contract to exchange streams of interest rate obligation/income on a notional principle amount with a counter party, usually a bank. The two interest streams are, fixed rate on one side and floating rate on the other.

Example: Suppose the Fund holds a fixed rate bond of maturity 5 years carrying a fixed interest rate (coupon) of 6% p.a. payable half yearly. Such an investment runs the risk of depreciation if interest rates rise. To manage this risk, the Fund can enter into an IRS with another market participant, here the Fund contracts to pay fixed rate, say 6.75% p.a., and receive a floating rate (say overnight MIBOR). This transaction is done for a notional principal amount equal to the value of the investment. By such a contract a fixed rate income is offset by a fixed rate payment obligation leaving only a floating rate income stream. Thus, without actually investing in a floating rate asset, the Fund starts earning a floating rate income, reducing the risk of depreciation associated with the fixed rate investment. Following table summarises the cash flow streams:

| | |
|---|---|
| Original Investment | 6% p.a. |
| Pay (Fixed Rate) | 5.25% p.a. (IRS) |
| Receive (Floating Rate) | MIBOR |
| Net Flow | MIBOR +0.75% p.a. (*) |
| (6% p.a. – 5.25 % p.a.) | |

The floating rate reference is defined in the swap agreement.

The above example illustrates a case of fixed to floating rate swap. A swap could be done to move from floating rate to fixed rate in a similar fashion.

Please note that the above example is hypothetical in nature and the interest rates are assumed. The actual return may vary based on actual and depends on the interest rate prevailing at the time the swap agreement is entered into.

The Scheme will be allowed to take exposure in Interest Rate Swaps only on a non-leveraged basis. A swap will be undertaken only if there is an underlying asset in the portfolio.

**Investment in Derivatives**

In accordance with SEBI circulars nos. dated Cir/ IMD/ DF/ 11/ 2010 dated August 18, 2010, DNPD/Cir-29/2005 dated September 14, 2005, DNPD/Cir-30/2006 dated January 20, 2006 and SEBI/DNPD/Cir-31/2006 dated September 22, 2006, the following conditions shall apply to the Scheme's participation in the derivatives market. The investment restrictions applicable to the Scheme's participation in the derivatives market will be as prescribed or varied by SEBI or by the Trustees (subject to SEBI requirements) from time to time. The position limits as stipulated by the Regulations are as under: -

**Exposure Limits**

1. The cumulative gross exposure through equity, debt and derivative positions should not exceed 100% of the net assets of the scheme.
2. Mutual Funds shall not write options or purchase instruments with embedded written options.
3. The total exposure related to option premium paid must not exceed 20% of the net assets of the scheme.
4. Cash or cash equivalents with residual maturity of less than 91 days may be treated as not creating any exposure.
5. Exposure due to hedging positions may not be included in the above mentioned limits subject to the following :-
   a. Hedging positions are the derivative positions that reduce possible losses on an existing position in securities and till the existing position remains.
   b. Hedging positions cannot be taken for existing derivative positions. Exposure due to such positions shall have to be added and treated under limits mentioned in Point 1.
   c. Any derivative instrument used to hedge has the same underlying security as the existing position being hedged.
   d. The quantity of underlying associated with the derivative position taken for hedging purposes does not exceed the quantity of the existing position against which hedge has been taken.
6. Mutual Funds may enter into plain vanilla interest rate swaps for hedging purposes. The counter party in such transactions has to be an entity recognized as a market maker by RBI. Further, the value of the notional principal in such cases must not exceed the value of respective existing assets being hedged by the scheme. Exposure to a single counterparty in such transactions should not exceed 10% of the net assets of the scheme.
7. Exposure due to derivative positions taken for hedging purposes in excess of the underlying position against which the hedging position has been taken, shall be treated under the limits mentioned in point 1.

**The investment in derivates instruments is subject to the following position limits at the Mutual Fund (Fund) and the scheme level:**

*i. Position limit for the Mutual Fund in equity index options contracts*

i. The Mutual Fund position limit in all equity index options contracts on a particular underlying index shall be Rs. 500 crore or 15% of the total open interest of the market in equity index option contracts, whichever is higher, per Stock Exchange.
ii. This limit would be applicable on open positions in all options contracts on a particular underlying index.

*ii. Position limit for the Mutual Fund in equity index futures contracts:*

a. The Mutual Fund position limit in all equity index futures contracts on a particular underlying index shall be Rs. 500 crore or 15% of the total open interest in the market in equity index futures contracts, whichever is higher, per Stock Exchange.
b. This limit would be applicable on open positions in all futures contracts on a particular underlying index.

*iii. Position limit for the Mutual Fund for stock based derivative contracts*

The Mutual Fund position limit in a derivative contract on a particular underlying stock, i.e. stock option contracts and stock futures contracts, :-

a. For stocks having applicable market-wise position limit (MWPL) of Rs. 500 crores or more, the combined futures and options position limit shall be 20% of applicable MWPL or Rs. 300 crores, whichever is lower and within which stock futures position cannot exceed 10% of applicable MWPL or Rs. 150 crores, whichever is lower.
b. For stocks having applicable market-wise position limit (MWPL) less than Rs. 500 crores, the combined futures and options position limit would be 20% of applicable MWPL and futures position cannot exceed 20% of applicable MWPL or Rs. 50 crore which ever is lower.

*iv. Position limit for the Scheme*

The position limits for the Scheme and disclosure requirements are as follows–

a. For stock option and stock futures contracts, the gross open position across all derivative contracts on a particular underlying stock of a scheme of the Mutual Fund shall not exceed the higher of:

   1% of the free float market capitalisation (in terms of number of shares).
   Or
   5% of the open interest in the derivative contracts on a particular underlying stock (in terms of number of contracts).
b. This position limit shall be applicable on the combined position in all derivative contracts on an underlying stock at a Stock Exchange.
c. For index based contracts, the Mutual Fund shall disclose the total open interest held by its scheme or all schemes put together in a particular underlying index, if such open interest equals to or exceeds 15% of the open interest of all derivative contracts on that underlying index.

As and when SEBI notifies amended limits in position limits for exchange traded derivative contracts in future, the aforesaid position limits, to the extent relevant, shall be read as if they were substituted with the SEBI amended limits.

**D. Where will the scheme invest?**

Subject to the Regulations, the amount collected under this scheme can be invested in any (but not exclusively) of the following securities/ debt instruments:

a. Equity and equity related securities including convertible bonds and debentures and warrants carrying the right to obtain equity shares.
b. Overseas mutual funds/ collective investment schemes

investing in equity and equity related instruments of industries and companies which are likely to contribute to the growth in infrastructure in India/across the world or benefit from the growth of infrastructure.

c. ADRs/GDRS issued by Indian or foreign companies
d. Equity of overseas companies listed on recognized stock exchanges overseas
e. Foreign debt securities in the countries with fully convertible currencies, short term as well as long term debt instruments with rating not below investment grade by accredited/registered credit rating agencies.
f. Derivatives traded on recognized stock exchanges overseas, only for hedging and portfolio rebalancing
g. Securities created and issued by the Central and State Governments and/or repos/reverse repos in such Government Securities as may be permitted by RBI (including but not limited to coupon bearing bonds, zero coupon bonds and treasury bills).
h. Securities guaranteed by the Central and State Governments (including but not limited to coupon bearing bonds, zero coupon bonds and treasury bills).
i. Debt obligations of domestic Government agencies and statutory bodies, which may or may not carry a Central/State Government guarantee
j. Corporate debt (of both public and private sector undertakings).
k. Obligations/ Term Deposits of banks (both public and private sector) and development financial institutions and other bodies corporate as may be permitted by SEBI from time to time
l. Money market instruments permitted by SEBI/RBI, having maturities of up to one year or in alternative investment for the call money market as may be provided by the RBI to meet the liquidity requirements.
m. Certificate of Deposits (Cds).
n. Commercial Paper (Cps).
o. The non-convertible part of convertible securities.
p. Debentures
q. Any other domestic fixed income securities as permitted by SEBI / RBI from time to time.
r. Any other instruments / securities, which in the opinion of the fund manger would suit the investment objective of the scheme subject to compliance with extant Regulations.

The securities/debt instruments mentioned above could be listed or unlisted, secured or unsecured, rated or unrated and of varying maturities and other terms of issue. The securities may be acquired through Initial Public Offerings (IPOs), secondary market operations, private placement, rights offer or negotiated deals. The Schemes may also enter into repurchase and reverse repurchase obligations in all securities held by it as per guidelines/regulations applicable to such transactions.

**Investment Process and Recording of Investment Decisions**

The Scheme will invest in domestic companies, foreign companies and units of overseas mutual fund in accordance with the terms of issue of such fund and agreement between Kotak AMC and such overseas mutual fund.

All the investment decisions will be recorded in writing.

With regard to investments in equity instruments, individual scrip wise reasons are maintained in respect of daily transactions. Such reasons are recorded at the time of placing orders. Further, a detailed report is made before taking any decision to invest in a new company (including unlisted equity shares) only after the prior approval of Mr. Sandesh Kirkire, Chief Executive Officer of the AMC, which is signified in the said detailed report, the Fund is allowed to invest in a new security. When it is decided to exit completely from a scrip, reasons for such decision are also recorded. In respect of debt instruments also, records in support of each investment decision are maintained. Each debt portfolio strategy is based on a duration objective. Investments in Government securities, as they do not carry any credit risk, are made based on the relevant portfolio strategy. In respect of corporate bonds, as they carry a credit risk, in addition to the duration objective, exposure limits for investment in a particular corporate are determined from time to time, and investments in these corporates are made within these exposure limits.

The decision of making investments will be exercised by the Fund Managers based on the relevant norms/policy approved by the Board of the AMC. The role of Mr. Sandesh Kirkire, Chief Executive Officer of the AMC revolves around ensuring that due diligence is exercised while making investment decisions, that processes and procedures are followed, and review is undertaken vis-à-vis norms, policies, mechanisms etc. laid down by the Board of the AMC.

Performance of the Scheme will periodically be tabled before the Boards of the AMC and the Trustee respectively. The Boards of the Trustee and the AMC would monitor performance of the Scheme vis-à-vis benchmark indices periodically and also by comparing the yield with that of investment opportunities available in domestic markets.

Further the AMC shall send detailed periodical reports to the Trustees, which shall include the following aspects:

(i) Performance of investments made in foreign securities.
(ii) Performance of investments made in overseas mutual funds.
(iii) Amount invested in the scheme and any breach of the exposure limit laid down in the scheme offer document.

**E. What are the investment strategies?**

**Investment Strategies and Risk Control Measures:**

The scheme will invest across industries and companies, which are likely to contribute directly or indirectly to the growth in infrastructure or benefit from the growth in infrastructure in India/across the world. The scheme may also invest in overseas mutual funds/ collective investment schemes investing in equity and equity related instruments of industries and companies which are likely to contribute directly or indirectly to the growth in infrastructure in India/across the world or benefit from the growth of infrastructure.

The investment strategy of the AMC is directed to investing in stocks, which, in the opinion of the Investment Manager, are priced at a material discount to their intrinsic value. Such intrinsic value is a function of both past performance and future growth prospects. The process of discovering the intrinsic value is through in-house research supplemented by research available from other sources.

For selecting particular stocks as well as determining the potential value of such stocks, the AMC is guided, inter alia, by one or more of the following considerations:

- The financial strength of the companies, as indicated by well recognized financial parameters; Reputation of the management and track record;
- Companies that are relatively less prone to recessions or cycles, either because of the nature of their businesses or superior strategies followed by their management;
- Companies which pursue a strategy to build strong brands for their products or services and those which are capable of building strong franchises; and Market liquidity of the stock.

It is believed that as the infrastructure companies grow in India, there will be potentially a large valuation gain that will accrue to these companies.

The scheme may invest in any one or more companies broadly within the following areas/sectors of the economy namely –

1. Airports
2. Engineering companies involved in infrastructure creation
3. Telecommunication companies providing basic infrastructure for the industry
4. Transportation
5. Ports
6. Coal
7. Renewable energy
8. Infrastructure management services
9. Mining
10. Energy including coal, Oil & Gas, Petroleum & Pipelines
11. Roads & Railway initiatives
12. Construction & related industry
13. Urban Infrastructure including housing & Commercial Infrastructure
14. Industrial capital goods & Products
15. Cement & cement products
16. Real Estate Developers & contractors
17. Power & power equipment
18. Irrigation & water management systems
19. Metals & Mineral predominantly used in Infrastructure creation
20. Banks, Financial Institutions & Term Lending Institution

The scheme may invest in foreign securities and overseas mutual funds that may predominantly invest in stocks that may invest in a portfolio of equity, equity related securities which are likely to directly or indirectly contribute to or benefit from the growth in infrastructure across the world. However, the definition and scope of the word "infrastructure" may be in variance with the definition and scope of the word "infrastructure" as used in the Indian context.

**Portfolio Turnover**

The portfolio turnover will not generally exceed 300%.

**Product Differentiation**

Kotak Indo World Infrastructure is the only equity scheme currently offered by Kotak Mahindra Mutual Fund which has a mandate of predominantly investing in companies that benefit from the infrastructure story in India and globally.

**Risk Control Measures for investment strategy**

The fund will comply with the prescribed SEBI limits on exposure. In addition the fund will also comply with all internal risk management guidelines specified from time to time by the Investment Committee. Risk is monitored at periodic intervals and the portfolio is rebalanced within the specified time period in case of any deviations.

**Risk Mitigation measures for portfolio volatility**

The overall volatility of the portfolio would be maintained in line with the objective of the scheme. The portfolio would be adequately diversified to mitigate volatility. Volatility would be monitored on a regular basis with respect to the benchmark and peer set and corrective action would be taken if required.

**Risk mitigation measures for managing liquidity**

All guidelines specified by internal risk management with respect to historical liquidity would be followed. The liquidity would be monitored on a periodic basis and corrective action taken if necessary. The fund manager may also keep some portion of the portfolio in debt and money market instruments within the specified asset allocation for the purpose of meeting redemptions.

**Stated below are the key features of other open ended equity schemes of Kotak Mutual Fund**

<table>
<tr><td>Name of the existing scheme</td><td>Kotak Mahindra 50 Unit Scheme</td></tr>
<tr><td>Asset Allocation Pattern</td><td>The asset allocation under the Scheme, under normal circumstances, is as follows:
<table>
<tr><th>Investments</th><th>Indicative Allocation</th></tr>
<tr><td>Equity and equity related securities</td><td>65% to 100%</td></tr>
<tr><td>* Debt and Money Market Instruments</td><td>0% to 35%</td></tr>
</table>
*Debt securities/instruments are deemed to include securitised debt and investment in securitized debt will not exceed 50% of debt portion of the Scheme.<br><br>Note: The asset allocation shown above is indicative and may change for a short term on defensive considerations. Review and rebalancing will be conducted when the asset allocation falls outside the range indicated above.</td></tr>
<tr><td>Investment Objective</td><td>To generate capital appreciation from a portfolio of predominantly equity and equity related securities. The portfolio will generally comprise of equity and equity related instruments of around 50 companies which may go up to 59 companies but will not exceed 59 at any point in time, and that these companies may or may not be the same which constitute the BSE Sensitive Index or the NSE Fifty (S&P CNX Nifty) index. Review and rebalancing will be conducted if the investment in companies exceed above 59.</td></tr>
<tr><td>Differentiation</td><td>Kotak 50 is the only equity scheme currently offered by Kotak Mahindra Mutual Fund which has a mandate of predominantly investing in large cap stocks.</td></tr>
<tr><td>AUM as on December 31, 2010 (Rs. In crs)</td><td>955.35</td></tr>
<tr><td>No. of Folios as on December 31, 2010</td><td>141,831</td></tr>
</table>

<table>
<tr><td>Name of the existing scheme</td><td>Kotak Opportunities</td></tr>
<tr><td>Asset Allocation Pattern</td><td>The asset allocation under the Scheme, under normal circumstances, will be as follows:
<table>
<tr><th>Investments</th><th>Indicative Allocation</th></tr>
<tr><td>Equity and Equity Related Securities</td><td>65% to 95%</td></tr>
<tr><td>Debt and Money Market Securities</td><td>5% to 35%</td></tr>
</table>
The Scheme will not invest in securitised debt.<br><br>Note: The asset allocation shown above is indicative and may vary according to circumstances at the sole discretion of the Fund Manager, on defensive consideration. Review and rebalancing will be conducted when the asset allocation falls outside the range indicated above. If the exposure falls outside the above range, it will be restored within three Working Days.</td></tr>
<tr><td>Investment Objective</td><td>The investment objective of the Scheme is to generate capital appreciation from a diversified portfolio of equity and equity related securities.<br><br>The Scheme will invest in a mix of large and mid cap stocks from various sectors, which look promising, based on the growth pattern in the economy.</td></tr>
<tr><td>Differentiation</td><td>Kotak Opportunities is the only open ended scheme offered by Kotak Mahindra Mutual Fund which has a mandate of having flexibility to take exposure to stocks across market capitalization and sectors.</td></tr>
<tr><td>AUM as on December 31, 2010 (Rs. In crs)</td><td>1052.92</td></tr>
<tr><td>No. of Folios as on December 31, 2010</td><td>200,294</td></tr>
<tr><td>Name of the existing scheme</td><td>Kotak Midcap</td></tr>
<tr><td>Asset Allocation Pattern</td><td>The asset allocation under the Scheme, under normal circumstances, will be as follows:
<table>
<tr><th>Asset Class</th><th>Investments</th><th>Indicative Allocation</th></tr>
<tr><td>A</td><td>Equity and Equity related instruments</td><td>65% to 100%</td></tr>
<tr><td>A1</td><td>Midcap Stocks</td><td>65% to 100%</td></tr>
<tr><td>A2</td><td>Other than Midcap Stocks</td><td>0% to 35%</td></tr>
<tr><td>B</td><td>Debt and Money Market Securities</td><td>0% to 35%</td></tr>
</table>
Note: The asset allocation (between asset classes A and B) shown above is indicative and may vary according to circumstance at the discretion of the Fund Manager, on defensive consideration. Review and rebalancing will be conducted when the asset allocation (between asset classes A and B) falls outside the range indicated above. If the exposure falls outside the above range, it will be restored within Ten Working Days.<br><br>The asset allocation between A1 and A2 as indicated above shall be reviewed at the end of every calendar quarter and rebalancing, if required will be conducted within a month of review. The Scheme will not invest in securitised debt.</td></tr>
<tr><td>Investment Objective</td><td>The investment objective of the scheme is to generate capital appreciation from a diversified portfolio of equity and equity related securities.<br><br>The Scheme will predominantly invest in midcap stocks. For the purpose of determining madcap stocks, the market capitalisation of companies at the end of every calendar quarter will be considered.</td></tr>
<tr><td>Differentiation</td><td>Kotak Midcap is the only scheme offered by Kotak Mutual Fund which predominantly invests in mid cap stocks.</td></tr>
<tr><td>AUM as on December 31, 2010 (Rs. In crs)</td><td>278.41</td></tr>
<tr><td>No. of Folios as on December 31, 2010</td><td>49,886</td></tr>
<tr><td>Name of the existing scheme</td><td>Kotak Contra</td></tr>
<tr><td>Asset Allocation Pattern</td><td>The asset allocation under the Scheme, under normal circumstances, will be as follows:
<table>
<tr><th>Investments</th><th>Indicative Allocation</th></tr>
<tr><td>Equity and Equity Related Securities</td><td>65% to 100%</td></tr>
<tr><td>Debt and Money Market Securities*</td><td>0% to 35%</td></tr>
</table></td></tr>
</table>

<table>
<tr><td></td><td>*Debt securities/instruments are deemed to include securitised debt and investment in securitized debt will not exceed 50% of the debt portion.<br><br>Note: The asset allocation shown above is indicative and may vary according to circumstances at the sole discretion of the Fund Manager, on defensive consideration. Review and rebalancing will be conducted when the asset allocation falls outside the range indicated above. If the exposure falls outside the above range, it will be restored within Seven Business Days.</td></tr>
<tr><td>Investment Objective</td><td>The investment objective of the Scheme is to generate capital appreciation from a diversified portfolio of equity and equity related instruments.<br><br>The Scheme will invest in stocks of companies, which are fundamentally sound but are undervalued.</td></tr>
<tr><td>Differentiation</td><td>Kotak Contra is the only scheme offered by Kotak Mahindra Mutual Fund which follows a contrarian style of stock picking.</td></tr>
<tr><td>AUM as on December 31, 2010 (Rs. In crs)</td><td>81.27</td></tr>
<tr><td>No. of Folios as on December 31, 2010</td><td>21,643</td></tr>
<tr><td>Name of the existing scheme</td><td>Kotak Lifestyle Fund</td></tr>
<tr><td>Asset Allocation Pattern</td><td>The asset allocation under the Scheme, under normal circumstances, will be as follows:
<table>
<tr><th>Investments</th><th>Indicative Allocation</th></tr>
<tr><td>Equity and Equity related securities *</td><td>65% to 100%</td></tr>
<tr><td>Debt & Money Market Instruments**</td><td>0% to 35%</td></tr>
<tr><td>Securitised Debt</td><td>0% to 18%</td></tr>
</table>
* If permitted by SEBI under extant regulations/guidelines, the scheme may also engage in stock lending, not exceeding 20 % of the net assets of the Scheme, provided the minimum corpus of the scheme is Rs.100 Crores. The scheme may upto 25% of net assets invest in ADR/GDRs and foreign equity securities, subject to applicable regulations.<br><br>** Debt instruments shall include investments in Foreign Debt Securities not exceeding 25% of the net assets of the debt component. However, no investments will be made in foreign securitised debt. From time to time the Scheme may hold cash. Investments will also be made in derivative instruments not exceeding 25% of the net assets of the Scheme.<br><br>Note: The asset allocation shown above is indicative and may vary according to circumstances at the sole discretion of the Fund Manager, on defensive consideration. Review and rebalancing will be conducted when the asset allocation falls outside the range indicated above. If the exposure falls outside the above range, it will be restored within Seven Working Days.</td></tr>
<tr><td>Investment Objective</td><td>The investment objective of the fund is to generate long-term capital appreciation from a portfolio of equity and equity related securities, generally diversified across companies, which are likely to benefit by changing lifestyle and rising consumerism in India. The Scheme will predominantly invest in equity and equity related instruments across industries and companies, which are expected to benefit from the rising household spending in India.</td></tr>
<tr><td>Differentiation</td><td>Kotak Lifestyle is the only scheme offered by Kotak Mahindra Mutual Fund which aims to capture the opportunities based on the consumption and other themes evolving out of changing lifestyles.</td></tr>
<tr><td>AUM as on December 31, 2010 (Rs. In crs)</td><td>97.52</td></tr>
<tr><td>No. of Folios as on December 31, 2010</td><td>30,094</td></tr>
<tr><td>Name of the existing scheme</td><td>Kotak Select Focus Fund</td></tr>
<tr><td>Asset Allocation Pattern</td><td>The asset allocation under the Scheme, under normal circumstances, will be as follows:
<table>
<tr><th>Investments</th><th>Indicative Allocation</th></tr>
<tr><td>Equity and Equity Related Securities</td><td>65% to 100%</td></tr>
<tr><td>Debt and Money Market Securities*</td><td>0% to 35%</td></tr>
</table>
*Debt instruments shall be deemed to include securitised debts (excluding foreign securitised debt) and investment in securitised debts shall not exceed 50% of Debt and Money Market instruments. This will also include margin money for derivative transactions. The scheme may also invest in derivatives upto a maximum of 100% of the portfolio value.<br><br>From time to time the Scheme may hold cash for the following reasons:<br>• To meet the redemption requirements</td></tr>
</table>

| | |
|---|---|
| | • Due to lag in deal date and value date of acquiring an asset<br>• If in opinion of the Fund Manager it is in interest of unit holders to hold cash.<br><br>Note: The asset allocation shown above is indicative and may vary according to circumstances at the sole discretion of the Fund Manager, on defensive consideration. Review and rebalancing will be conducted when the asset allocation falls outside the range indicated above. If the exposure falls outside the above range, it will be restored within 30 days. |
| **Investment Objective** | The investment objective of the scheme is to generate long-term capital appreciation from a portfolio of equity and equity related securities, generally focussed on a few selected sectors. |
| **Differentiation** | Kotak Select focus is the only scheme offered by Kotak Mahindra Mutual Fund which aims to provide growth by taking exposure to a select few sectors that are likely to do well in the opinion of the fund manager. |
| **AUM as on December 31, 2010 (Rs. In crs)** | 122.26 |
| **No. of Folios as on December 31, 2010** | 17,721 |
| **Name of the existing scheme** | Kotak Global Emerging Market Fund |
| **Asset Allocation Pattern** | The asset allocation under the Scheme, under normal circumstances, is as follows: |

| Investments | Indicative Allocation |
|---|---|
| Units of Emerging Markets Equity Mutual Fund Schemes * | 90% to 100% |
| Debt and Money market Securities** | 0% to 10% |

* Currently the investments of the scheme are in Units of Global Emerging Markets Equity Fund of T. Rowe Price SICAV. This scheme has been assigned a "Higher Risk" designation by T. Rowe Price (in its prospectus), based on its exposure to a diversified global portfolio of emerging markets equities, which may reduce liquidity, increase currency, political and investment risk and amplify the unpredictability of return. This grading is indicative of the level of risk believed to be associated with the Fund and is not intended to be a guarantee of any actual level of risk or an indication of likely returns.

Trustees, at their discretion and in the interest of unitholders, may decide to shift full or part of the investments made in TGEMF to any other overseas emerging markets equity mutual fund scheme, consistent with the investment objective of the scheme.

**Pending deployment of funds the scheme may invest in fixed deposits of scheduled commercial banks as per the guidelines given in SEBI Circular no. SEBI/IMD/CIR No. 1/91171/07 dated April 16, 2007. Till the investments are made in accordance with the investment objective, the scheme may invest in Liquid / Floater schemes of Kotak Mutual Fund, not exceeding the limits specified in Clause 4 of Schedule VII of the Regulations.

The remittance of investment to the underlying scheme will be in foreign currency.

| | |
|---|---|
| **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. |
| **Differentiation** | Kotak Global Emerging Market Fund is the only scheme currently offered by Kotak Mahindra Mutual Fund which has a mandate of predominantly investing in overseas mutual fund/collective investment scheme(s) primarily investing in equity and equity related instruments in globally emerging markets. |
| **AUM as on December 31, 2010 (Rs. In crs)** | 120.74 |
| **No. of Folios as on December 31, 2010** | 26,550 |
| **Name of the existing scheme** | Kotak Emerging Equity |
| **Asset Allocation Pattern** | The asset allocation under the Scheme, under normal circumstances, is as follows: |

| Investments | Indicative Allocation |
|---|---|
| Equity and Equity related Securities<br>Of which,<br>- Mid and Small cap Companies<br>- Other Companies | 65% to 100%<br><br>- 65% to 100%<br>- 0% to 35% |
| Debt & Money Market Instruments** | 0% to 35% |

| | |
|---|---|
| | The asset allocation shown above is indicative and may vary according to circumstances at the sole discretion of the Fund Manager, on defensive consideration. Review and rebalancing will be conducted when the asset allocation falls outside the range indicated above. If the exposure falls outside the above range, it will be restored within 10 Working Days.<br><br>If permitted by SEBI under extant regulations/guidelines, the scheme may also engage in stock lending, not exceeding 20 % of the net assets of the Scheme, provided the minimum corpus of the scheme is Rs.100 Crore. Investments will be made in derivatives instruments upto 35% of the net assets of the Scheme.<br><br>** Debt instruments shall be deemed to include securitised debts and investment in such securitised debts shall not exceed 25% of the net assets of the scheme.<br><br>From time to time the Scheme may hold cash.<br><br>For the purpose of determining market capitalisation, the scheme will follow the market capitalisation range provided by Value Research, or other such agency as may be designated by the AMC, at the end of every calendar quarter. For the purpose of monitoring the investment allocation between 'mid and small cap companies' and other companies, the definition as provided by the designated agency, currently Value Research, at the end of the previous calendar quarter would be considered and followed for the subsequent calendar quarter. The scheme will reset the allocation as per the new definition within 15 working days from the receipt of such classifications. |
| **Investment Objective** | The investment objective of the scheme is to generate long-term capital appreciation from a portfolio of equity and equity related securities, by investing predominantly in mid and small cap companies. |
| **Differentiation** | Kotak Emerging equity is the only scheme offered by Kotak Mahindra Mutual Fund which has an objective of generating growth by investing predominantly in small and mid cap companies. |
| **AUM as on December 31, 2010 (Rs. In crs)** | 86.71 |
| **No. of Folios as on December 31, 2010** | 26,078 |
| **Name of the existing scheme** | Kotak Tax Saver |
| **Asset Allocation Pattern** | The asset allocation under the Scheme, under normal circumstances, is as follows:<br><br>**Investments** — **Indicative Allocation**<br>Equity and Equity Related Securities — 80% to 100%<br>Debt and Money Market Securities* — 0% to 20%<br><br>*Debt securities shall be deemed to include securitised debts (excluding foreign securitised debt) and investment in securitised debts shall not exceed 50% of the debt component of the Scheme. Investments may be made in foreign debt securities not exceeding 20% of the debt component of the Scheme. However, investments made in foreign debt securities would not include investment in foreign securitised debt.<br><br>Investments may be made in GDRs/ADRs not exceeding 20% of the net assets scheme. The Scheme may engage in stock lending not exceeding 20% of the net assets of the Scheme.<br><br>The above percentages will be reckoned at the time of investment and the above allocation is based on a steady state situation.<br><br>Note: The asset allocation shown above is indicative and may vary according to circumstances at the sole discretion of the Fund Manager, on defensive consideration. Review and rebalancing will be conducted when the asset allocation falls outside the range indicated above. If the exposure falls outside the above range, it will be restored within Seven Working Days. |
| **Investment Objective** | The investment objective of the scheme is to generate long-term capital appreciation from a diversified portfolio of equity and equity related securities and enable investors to avail the income tax rebate, as permitted from time to time. |
| **Differentiation** | Kotak Tax Saver is the only equity linked savings scheme offered by Kotak Mahindra Mutual Fund. |
| **AUM as on December 31, 2010 (Rs. In crs)** | 595.10 |
| **No. of Folios as on December 31, 2010** | 223,527 |

<table>
<tr><td>Name of the existing scheme</td><td>Kotak Equity Arbitrage</td></tr>
<tr><td>Asset Allocation Pattern</td><td>a. The asset allocation under normal circumstances will be as follows:<br><table><tr><th>Investments</th><th>Indicative Allocation</th></tr><tr><td>Equity and equity related instruments including derivatives</td><td>65% to 90%</td></tr><tr><td>Debt and money market instruments including margin money deployed in derivatives transactions **</td><td>10% to 35%</td></tr></table>Note:<br>(i) ** Debt securities / instruments are deemed to include securitized debt and investment in securitized debt will not exceed 50% of the debt portion of the scheme.<br>(ii) The asset allocation as given under normal circumstances is indicative and may vary according to circumstances at the sole discretion of the Fund Manager. Review and rebalancing will be conducted when the asset allocation falls outside the range indicated above, within a reasonable period of time.<br>b. The asset allocation under defensive circumstances will be as follows:<br><table><tr><th>Investments</th><th>Indicative Allocation</th></tr><tr><td>Equity and equity related instruments including derivatives</td><td>0% to 65%</td></tr><tr><td>Debt and money market instruments including margin money deployed in derivatives transactions **</td><td>35% to 100%</td></tr></table>Note:<br>(i) ** Debt securities / instruments are deemed to include securitized debt and investment in securitized debt will not exceed 50% of the debt portion of the scheme<br>(ii) Defensive circumstances are when the arbitrage opportunities in the market place are negligible or returns are lower than alternative investment opportunities as per allocation pattern. The allocation under defensive considerations will be made keeping in view the interest of the unitholders</td></tr>
<tr><td>Investment Objective</td><td>The investment objective of the scheme is to generate capital appreciation and income by predominantly investing in arbitrage opportunities in the cash and derivatives segment of the equity market, and by investing the balance in debt and money market instruments.</td></tr>
<tr><td>Differentiation</td><td>Kotak Equity Arbitrage is the only scheme offered by Kotak Mahindra Mutual Fund, which aims to capture the difference in prices in securities by carrying out arbitrage in the cash and futures market.</td></tr>
<tr><td>AUM as on December 31, 2010 (Rs. In crs)</td><td>134.73</td></tr>
<tr><td>No. of Folios as on December 31, 2010</td><td>821</td></tr>
</table>

### F. Fundamental attributes

Following are the fundamental attributes of the scheme, in terms of Regulation 18 (15A) of SEBI (MF) Regulations:

1. Type of the scheme : An open ended equity scheme
2. Investment Objective: As mentioned under the heading "Investment Objective"
3. Investment Pattern : As given under the heading "How will the scheme allocate its assets"
4. Terms of Issue:
   a. Liquidity provisions such as listing, repurchase, redemption.
   b. Aggregate fees and expenses charged to the scheme.
   c. Any safety net or guarantee provided.

In accordance with Regulation 18(15A) of the SEBI (MF) Regulations, the Trustees shall ensure that no change in the fundamental attributes of the Scheme(s) and the Plan(s) / Option(s) thereunder or the trust or fee and expenses payable or any other change which would modify the Scheme(s) and the Plan(s) / Option(s) thereunder and affect the interests of Unitholders is carried out unless:

- A written communication about the proposed change is sent to each Unitholder and an advertisement is given in one English daily newspaper having nationwide circulation as well as in a newspaper published in the language of the region where the Head Office of the Mutual Fund is situated; and
- The Unitholders are given an option for a period of 30 days to exit at the prevailing Net Asset Value without any exit load

### G. How will the scheme benchmark its performance?

The Scheme's performance will be measured against S&P CNX Nifty to the extent of 65% of the portfolio and MSCI World Index to the extent of 35% of the portfolio. .

The Trustee reserves right to change benchmark in future for measuring performance of the scheme.

**H. Who manages the scheme?**

Mr. Sajit Pisharodi and Mr. Krishna Sanghvi will be the fund managers for the domestic equity investments. Mr. Abhijeet Dey is the dedicated fund manager for overseas investments and Mr. Abhishek Bisen will be the fund manager for debt segment.

| NAME | AGE | QUALIFICATION | BUSINESS EXPERIENCE | OTHER SCHEMES MANAGED |
|---|---|---|---|---|
| Mr. Sajit Pisharodi | 39 Years | Masters degree in Business Administration | Mr. Sajit Pisharodi's experience is nearly 15 years. He joined the organization in February 2004 in the equity fund management team. Prior to joining Kotak AMC, he was in the fund management team of SBI Funds Management Pvt. Ltd. He has also worked in the equity sales in the banking arm of IDBI. Prior to IDBI he had a short stint with Stock Holding Corporation of India Ltd | • Kotak Equity Arbitrage Fund<br>• Kotak Equity FOF<br>• Kotak Sensex ETF<br>• Kotak PSU Bank ETF<br>• Kotak Nifty ETF |
| Mr. Krishna Sanghvi | 36 Years | Bachelor of Commerce, Cost & Works Account from ICWAI, Master of Management Studies (Finance) from NMIMS, Mumbai Chartered Financial Analyst from ICFAI | Mr. Krishna Sanghvi's experience is nearly 14 years. He joined Kotak Mahindra Group in 1997 and has worked with Kotak Mahindra Primus Ltd., Kotak Mahindra Finance Ltd. & Kotak Mahindra Old Mutual Life Insurance Ltd before joining Kotak Mahindra Asset Management Company. Mr. Sanghvi has significant experience in Credit Appraisal & Credit Risk Management, Dealer Finance, Business Planning and Fund Management. He has been associated with the Asset Management Company since February 2006 where he has been in the Equity Fund Management team managing equity portfolio. | • Kotak 50<br>• Kotak Opportunities<br>• Kotak Select Focus Fund<br>• Kotak Lifestyle<br>• Kotak Contra<br>• Kotak Tax Saver<br>• Kotak Balance<br>• Kotak Income Plus |
| Mr. Abhijeet Dey | 35 Years | B.E. (Mechanical), Masters degree in Management Studies from Sydenham Institute of Management & Entrepreneurship Education, Mumbai University. | Total experience of 7 years in the equity markets. Worked as an equity research analyst tracking the automotive and cement sectors. His prior assignments were with the consulting firm Frost & Sullivan India as an automotive industry analyst and Indiainfoline.com as an equity research analyst. His last assignment was with Pioneer Intermediaries Pvt. Ltd in equity research. | • Kotak Global Emerging Market Fund |
| Mr. Abhishek Bisen | 29 Years | B A Management, MBA Finance | Mr. Abhishek Bisen has been associated with the company since October 2006 and his key responsibilities include fund management of debt schemes. Prior to joining Kotak AMC, Abhishek was working with Securities Trading Corporation Of India Ltd where he was looking at Sales & Trading of Fixed Income Products apart from doing Portfolio Advisory. His earlier assignments also include 2 years of merchant banking experience with a leading merchant banking firm. | • All Fixed Maturity Plans<br>• All Interval Plans<br>• Kotak Floater Long Term<br>• Kotak Floater Short Term<br>• Kotak Bond<br>• Kotak Flexi Debt<br>• Kotak Liquid<br>• Kotak Gilt<br>• Kotak Balance<br>• Kotak Income Plus<br>• Kotak Equity Arbitrage Fund<br>• Kotak Select Focus Fund<br>• Kotak Gold ETF<br>• Kotak Credit Opportunities<br>• Kotak Multi Asset Allocation Fund |

## I. What are the investment restrictions?

**The following investment limitations and other restrictions, inter-alia, as contained in the Trust Deed and the Regulations apply to the Scheme:**

1. The Scheme shall not invest more than 10% of its NAV in the equity shares or equity related instruments of any company.
2. The Scheme shall not invest more than 5% of its NAV in the unlisted equity shares or equity related instruments.
3. The Mutual Fund under all its Scheme(s) shall not own more than 10% of any company's paid up capital carrying voting rights.
4. The Scheme shall not invest more that 15% of its NAV in debt instruments [irrespective of residual maturity period (above or below one year)], issued by a single issuer, which are rated not below investment grade by a credit rating agency authorized to carry out such activity under the SEBI Act. Such investment limit may be extended to 20% of the NAV of the Scheme with the prior approval of the Trustee and the Board of the AMC. Provided that such limit shall not be applicable for investments in government securities.
   Provided further that investment within such limit can be made in mortgaged backed securitised debt, which are rated not below investment grade by a credit rating agency, registered with SEBI.
5. The Scheme shall not invest more than 10% of its NAV in unrated debt instruments [irrespective of residual maturity period (above or below one year)], issued by a single issuer and the total investment in such instruments shall not exceed 25% of the NAV of the Scheme. All such investments shall be made with the prior approval of the Trustee and the Board of the AMC.
6. The Scheme shall not invest more than 30% of its net assets in money market instruments of an issuer. Provided that such limit shall not be applicable for investments in Government securities, treasury bills and collateralized borrowing and lending obligations.
7. Debentures irrespective of any residual maturity period (above or below 1 year) shall attract the investment restrictions as applicable for debt instruments as specified under Clause 1 and 1 A of Seventh Schedule to the Regulations.
8. The Scheme may invest in another scheme under the same AMC or any other mutual fund without charging any fees, provided that aggregate inter-scheme investment made by all schemes under the same AMC or in schemes under the management of any other asset management shall not exceed 5% of the net asset value of the Mutual Fund. However the aforesaid provision will not apply to fund of funds scheme.
9. The Scheme shall not make any investments in:
   (a) any unlisted security of an associate or group company of the Sponsors; or
   (b) any security issued by way of private placement by an associate or group company of the Sponsors; or
   (c) the listed securities of group companies of the Sponsors which is in excess of 25% of the net assets.
10. The Scheme shall not invest in any Fund of Funds Scheme.
11. Transfer of investments from one scheme to another scheme in the same Mutual Fund, shall be allowed only if:-

(a) such transfers are made at the prevailing market price for quoted Securities on spot basis (spot basis shall have the same meaning as specified by Stock Exchange for spot transactions.)

(b) the securities so transferred shall be in conformity with the investment objective of the scheme to which such transfer has been made.

12. The Mutual Fund shall buy and sell securities on the basis of deliveries and shall in all cases of purchases, take delivery of relevant securities and in all cases of sale, deliver the securities:
   - Provided that the Mutual Fund may engage in short selling of securities in accordance with the framework relating to short selling and securities lending and borrowing specified by SEBI.
   - Provided further that the Mutual Fund may enter into derivatives transactions in a recognized stock exchange, subject to the framework specified by SEBI.
   - Provided further that sale of government security already contracted for purchase shall be permitted in accordance with the guidelines issued by the Reserve Bank of India in this regard.
13. No term loans for any purpose may be advanced by the Mutual Fund and the Mutual Fund shall not borrow except to meet temporary liquidity needs of the Schemes for the purpose of payment of interest or dividends to Unit Holders, provided that the Mutual Fund shall not borrow more than 20% of the net assets of each of the Schemes and the duration of such borrowing shall not exceed a period of six months.
14. The Mutual Fund shall enter into transactions relating to Government Securities only in dematerialised form.
15. The Mutual Fund will, for securities purchased in the non depository mode get the securities transferred in the name of the Mutual Fund on account of the Scheme, wherever the investments are intended to be of a long term nature.
16. Pending deployment of funds of a scheme in terms of investment objectives of the scheme, a mutual fund may invest them in short term deposits of schedule commercial banks, subject to the guidelines issued by SEBI vide its circular dated April 16, 2007, as may be amended from time to time.

Modifications, if any, in the Investment Restrictions on account of amendments to the Regulations shall supercede/override the provisions of the Trust Deed.

The AMC may alter these above stated restrictions from time to time to the extent the SEBI (MF) Regulations change, so as to permit the Scheme to make its investments in the full spectrum of permitted investments for mutual funds to achieve its respective investment objective. The Trustee may from time to time alter these restrictions in conformity with the SEBI (MF) Regulations.

Apart from the above investment restrictions, the Fund follows the investment restrictions given in the prospectus of overseas mutual fund in which the scheme may have invested and laws applicable to such overseas mutual funds. Investments would be made in that scheme of overseas mutual fund, which will not invest more than 5% of its net assets in unlisted securities.

All investment restrictions shall be applicable at the time of making investment.

**Investments by the AMC in the Fund**

The AMC reserves the right to invest its own funds in the Scheme as may be decided by the AMC from time to time and in accordance with SEBI Circular no. SEBI/IMD/CIR No. 10/22701/03 dated December 12, 2003 regarding minimum number of investors in the Scheme/ Plan. Under the Regulations, the AMC is not permitted to charge any investment management and advisory services fee on its own investment in the Scheme.

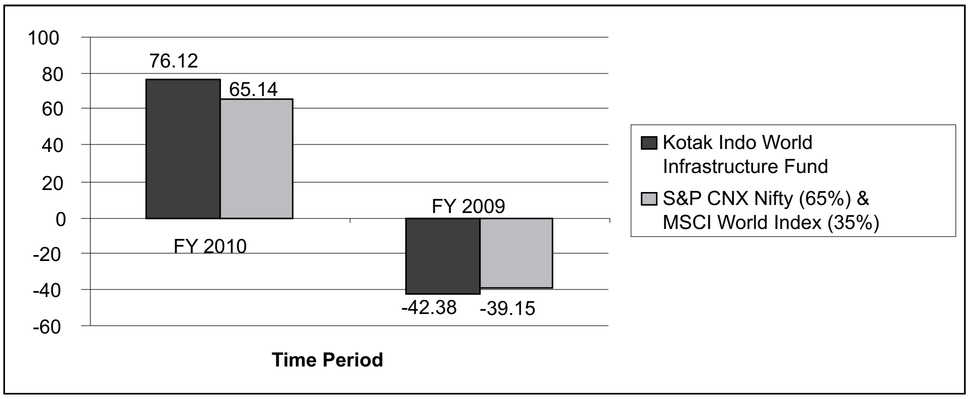
**J. How has the scheme performed?**

The performance of the scheme as on December 31, 2010 is as under: -

| Compounded Annualised Returns | Scheme Returns % | Benchmark Returns % |
|---|---|---|
| Returns for the last 6 months | 5.42 | 17.58 |
| Returns for the last 1 year | 5.43 | 15.33 |
| Returns for the last 3 years | N.A | N.A |
| Returns for the last 5 years | N.A | N.A |
| Returns since inception | -9.03 | 1.77 |

Returns <=1 year: Absolute, Returns> 1 year: CAGR (Compounded Annualized Growth Rate).
**Past performance may or may not be sustained in future.**

Absolute Returns for each financial year




**Past Performance may or may not be sustained in future.**

# V. UNITS AND OFFER

This section provides details you need to know for investing in the scheme.

**A. ONGOING OFFER DETAILS**

| | |
|---|---|
| **Ongoing Offer Period**<br><br>This is the date from which the scheme will reopen for subscriptions/redemptions after the closure of the NFO period. | Kotak Indo World Infrastructure Fund was launched on November 27, 2007, as a three year closed ended equity scheme.<br><br>The Scheme reopens for fresh subscriptions as an open ended scheme on January 27, 2011. |
| **Ongoing price for subscription (purchase)/ switch-in**<br><br>This is the price you need to pay for purchase/switch-in. | At the applicable NAV. |
| **Ongoing price for redemption (sale) /switch outs (to other schemes/plans of the Mutual Fund) by investors.**<br><br>This is the price you will receive for redemptions/switch outs.<br><br>Example: If the applicable NAV is Rs. 10, exit load is 2% then redemption price will be: Rs. 10* (1-0.02) = Rs. 9.80 | The redemption will be at Applicable NAV based prices, subject to applicable exit load; if any.<br><br>As required under the Regulations, the Fund will ensure that the Redemption Price is not lower than 93% of the NAV and the Purchase Price is not higher than 107% of the NAV, provided that the difference between the Redemption Price and Purchase Price of the Units shall not exceed the permissible limit of 7% of the Purchase Price, as provided for under the Regulations. |
| **Cut off timing for subscriptions/ redemptions/ switches**<br><br>This is the time before which your application (complete in all respects) should reach the official points of acceptance. | **Applicable NAV for Purchases/Switch ins:**<br>a) where the application is received upto 3.00 pm with a local cheque or demand draft payable at par at the place where it is received – closing NAV of the day of receipt of application;<br>b) where the application is received after 3.00 pm with a local cheque or demand draft payable at par at the place where it is received – closing NAV of the next Business day ; and<br>c) where the application is received with an outstation cheque or demand draft which is not payable on par at the place where it is received – closing NAV of day on which the cheque or demand draft is credited.<br><br>**Applicable NAV for Redemption/ Switch outs**<br>a) where the application received upto 3.00 pm – closing NAV of the day of receipt of application; and<br>b) an application received after 3.00 pm – closing NAV of the next Business day.<br><br>Further, where the AMC or the Registrar has provided a facility to the investors to redeem /switch-out of the Scheme through the medium of Internet by logging onto specific web-sites and where investors have signed up for using these facilities, the Applicable NAVs will be as provided above. |
| **Where can the applications for purchase/redemption switches be submitted?** | Applications can be made either by way of a "Regular Application or Transaction slip" along with a cheque/DD. The Fund may introduce other newer methods of application which will be notified as and when introduced. Investors should complete the Application Form and deliver it along with a cheque/draft (i.e. in case of "Regular Application") at any of the official points of acceptance of transactions listed below,<br>a. At the Official points of acceptance of transactions as given on the back cover of this document.<br>b. For investments through switch transactions, transaction slip with application forms can be submitted at the AMC branches, CAMS Investor Service Centres and branches, given in the last page |
| **Maximum permissible overseas investments.** | Kotak Indo World Infrastructure Fund, is structured in compliance with requirements of SEBI circular no SEBI/IMD/CIR No.7/104753/07 dated September 26, 2007.<br>As per SEBI circular no. SEBI/IMD/CIR No.7/104753/07 dated September 26, 2007 and SEBI circular no. SEBI/IMD/CIR No.2/122577/08 dated April 8, 2008, a Mutual Fund can invest in ADRs/GDRs/ Foreign Securities upto maximum of US$300 mn within the overall limit of US $ 7 billion or the maximum limit that SEBI sets from time to time. |

| | |
|---|---|
| **Minimum amount for purchase/redemption/switches** | Minimum Investment size<br><br>**Initial Purchase (Non- SIP)**: Rs. 5000/- and in multiples of Rs. 1 for purchases, and for Re 0.01 for switches.<br><br>**Additional Purchase (Non- SIP)**: Rs. 1000/- and in multiples of Rs. 1 for purchases, and for Re 0.01 for switches.<br><br>**SIP Purchase**: Rs. 1000/- (Subject to a minimum of 6 SIP installments of Rs. 1000/- each)<br><br>**Minimum Redemption Size**<br><br>**In Rupees (Non- SWP/STP)**: Rs. 1000/-<br><br>**In Units (Non-SWP/STP)**: 100 units<br><br>**In Rupees (SWP/STP)**: Rs. 1000/- / Entire Appreciation |
| **Minimum balance to be maintained and consequences of non maintenance** | If the holding is less than Rs. 1000 or 100 units, after processing the redemption request, the entire amount/units will be redeemed from the Scheme. |
| **Special Products available** | The Following facilities are available under the Scheme.<br><br>1. Systematic Investment Plan<br>2. Systematic Transfer Plan<br>3. Systematic Withdrawal Plan<br>4. Switching<br><br>**Systematic Investment Plan (SIP):**<br>This facility enables investors to save and invest periodically over a longer period of time. It is a convenient way to "invest as you earn" and affords the investor an opportunity to enter the market regularly, thus averaging the acquisition cost of Units. Any Unitholder can avail of this facility subject to certain terms and conditions contained in the Application Form. The Fundamental Attributes and other terms and conditions regarding purchase/redemption, price and related matters are the same as contained in this SID.<br><br>The first SIP can be for any date of the month on which a NAV is declared in the scheme. In respect of the second and all subsequent SIPs, investors can choose any one date among 1st, 7th, 14th, 21st or 25th as the SIP Date (in case of these days fall on non-Business day the transaction will be effected on the next Business day of the scheme) and can also choose the SIP frequency as monthly or quarterly subject however, to the condition that there shall be a minimum gap of 28 days between the first and the second SIP. The minimum SIP installment amount is Rs. 1000/-<br><br>The SIP request should be for a minimum of 6 months / quarters. The SIP payments can be made either by issue of Post Dated Cheques or by availing the Auto Debit Facility through ECS (available in select locations only) or by availing the Direct Debit Facility / Standing Instructions Facility (Unitholders may check with their bankers for availability of this facility).) However, the first investment in SIP through the Auto Debit Facility or Direct Debit Facility needs to be made compulsorily by issuance of a cheque from the account from which the Auto Debit / Direct Debit is requested. If the first SIP investment is through a demand draft or pay order or the initial investment cheque is drawn from a bank account, other than the bank account mentioned in the SIP mandate, the investor has to ensure that the bank details and signatures are attested by the banker of the bank from where the SIP is initiated. Alternatively the investors should provide a copy of the cancelled cheque leaf of the bank account from where the investor intends to do the SIP.<br><br>The load structure applicable for each installment will be as per the load structure applicable at the time of registration of SIP. Changes in load structure effected by the AMC after that date may not be |

applicable unless stated specifically.

**Systematic Withdrawal Plan:**

This facility enables the Unitholders to withdraw (subject to deduction of tax at source, if any) sums from their Unit accounts in the Scheme at periodic intervals through a one-time request. The withdrawals can be made either Monthly (on 1st, 7th, 14th, 21st or 25th of every month) or Quarterly (on 1st, 7th, 14th, 21st or 25th of the last month in a series of three consecutive months). In case of these days fall on non-Business day the transaction will be effected on the next Business day of the scheme. SWP registration needs to be submitted to the Registrar/ AMC 7 days prior to the date of commencement of SWP. In case the SWP commencement date is less than 7 days from the date of submission of registration form and the date opted for, then the same would be registered for the next cycle.

Example: for Monthly SWP if the SWP date opted is 7th of every month from 7th January and submitted on 3rd January then the registration of this SWP will be from 7th February onwards.

This facility is available in two options to the Unitholders:

***Fixed Option:*** Under this option, the Unitholder can seek redemption of a fixed amount of not less than Rs. 1000 from his Unit account. In this option the withdrawals will commence from the Start Date (being one of the dates indicated above) mentioned by the Unitholder in the Application Form for the facility. The Units will be redeemed at the Applicable NAV of the respective dates on which such withdrawals are sought. If the net asset value of the units outstanding on the withdrawal date is insufficient to process the withdrawal request, then the entire outstanding units will be processed. And if the available balance falls below Rs 1000 after processing of the last SWP installment then the entire amount will be processed along the last SWP installment.

***Appreciation Option:*** Under this option, the Unitholder can seek redemption of an amount equal to a periodic appreciation on the investment.

The Unitholder redeems only such number of Units, which when multiplied by the Applicable NAV is, in amount terms equal to the appreciation in his investment over the last month / quarter.

The investor would need to indicate in his systematic withdrawal request, the commencement / start date from which the appreciation in investment value should be computed. The withdrawal will commence after one month/quarter (as requested by the investor) from the commencement / start date mentioned by the Unitholder in the Application Form and can, at the investor's discretion be on 1st , 7th , 14th, 21st or 25th of the month / quarter.

The Units will be redeemed at the Applicable NAV of the respective dates on which such withdrawals are sought. In case the investor purchases additional Units, the withdrawal amount would include the appreciation generated on such Units as well. In the absence of any appreciation, the redemption under this option will not be made.

For both fixed and appreciation option the provision of minimum redemption amount will not be applicable for redemption made under this facility.

**Systematic Transfer Plan (STP)**

This facility enables the Unitholders to switch an amount from their existing investments in a Scheme/Plan/Option to another Scheme/Plan/Option of the Fund, which is available for investment at that time, at periodic intervals through a one-time request. The switch can be made weekly, monthly or quarterly. Under this facility the switch by the Unitholders should be within the same account/ folio number. The withdrawals can be made either Weekly or Monthly (on 1st, 7th, 14th, 21st or 25th of every month) or Quarterly (on 1st, 7th, 14th, 21st or 25th of the last month in a series of three consecutive months). In case of these

| | |
|---|---|
| | days fall on non-Business day the transaction will be effected on the next Business day of the scheme. The amount so switched shall be reinvested in the other scheme / plan and accordingly, to be effective, the systematic transfer must comply with the redemption rules of transferor scheme and the issue rules of transferee scheme (e.g. exit / entry load etc)<br><br>STP registration needs to be submitted to the Registrar/ AMC 7 days prior to the date of commencement of STP. In case the STP commencement date is less than 7 days from the date of submission of registration form and the date opted for, then the same would be registered for the next cycle.<br><br>Example: for Monthly STP if the STP date opted is 7th of every month from 7th January and submitted on 3rd January then the registration of this STP will be from 7th February onwards.<br><br>This facility offers two options to the Unitholders:<br><br>***Fixed Option:*** Under this option, the Unitholder can switch fixed amount of not less than Rs. 1000/- from his Unit account. In this option the switch will commence from the Start Date mentioned by the Unitholder in the application form for the facility. The Units in the Scheme/Plan/Option from which the switch - out is sought will be redeemed at the Applicable NAV of the Scheme/Plan/Option on the respective dates on which such switches are sought and the new Units in the Scheme/Plan/Option to which the switch - in is sought will be created at the Applicable NAV of such Scheme/Plan/Option on the respective dates. If the net asset value of the units outstanding on the transfer date is insufficient to process the withdrawal request, then the entire outstanding units will be processed. And if the available balance falls below Rs 1000 after processing of the last STP installment, then the entire amount will be processed along the last STP installment.<br><br>***Appreciation Option:*** Under this option, the Unitholder can seek switch of an amount equal to the periodic appreciation on the investment. Under this option the Unit holder switches only proportionate number of Units, which when multiplied by the applicable NAV is, in amount terms equal to the appreciation in the investment over the last month/quarter.<br><br>For both Fixed and appreciation option the provision of minimum redemption and minimum investment amount will not be applicable for transfer / switch transactions made under this facility for both switch out and switch in schemes.<br><br>The investor has to mention a "Start Date". The first switch will happen after one month/quarter from the start date. In case the investor purchases additional Units, the amount to be switched would be equal to the appreciation generated on such Units. In the absence of any appreciation as mentioned above, the switch under this option will not be made. The Units in the Scheme/Plan/Option from which the switch - out is sought will be redeemed at the Applicable NAV of the Scheme/Plan/Option on the respective dates on which such switches are sought and the new Units in the Scheme/Plan/Option to which the switch - in is sought will be allotted at the Applicable NAV of such Scheme/Plan/Option on the respective dates.<br><br>**Switching**<br>Unitholders of the Scheme have the option of switching in or out all or part of their investment in the Scheme/ Plan/ Option to any other Option of the Scheme or to any other Scheme / Plan/ Option of the Fund.<br><br>A switch has the effect of redemption from a Scheme/Plan/ Option and a purchase in the other Scheme/Plan/Option to which the switching has been done and all the terms and conditions pertaining to redemption and purchase of the Units of the |

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| | respective Scheme shall apply to a switch, unless otherwise specified.<br><br>Switch is affected by redeeming Units from the Scheme/ Plan/Option and investing the net proceeds in the other Scheme/Plan/Option. |
| **Accounts Statements** | For normal transactions (other than SIP/STP) during repurchase:<br>• The AMC shall issue to the investor whose application (other than SIP/STP) has been accepted, an account statement specifying the number of units allotted with 5 Business days from the date of the transaction. The account statements will be sent to Unitholders in accordance with SEBI circular dated March 15, 2010. Account Statements to be issued in lieu of Unit Certificates under the Scheme are non-transferable. These Account Statements shall not be construed as proof of title and are only computer printed statements, indicating the details of transactions under the Scheme concerned during the relevant financial year and giving the closing balance of Units for the information of Unitholders. The Trustee may issue a Unit Certificate in lieu of Account Statement in respect of Units held, to those Unitholders who request for the same within six weeks of the receipt of request, at the cost and expense of the Unitholder or otherwise, as may be decided from time to time. Any discrepancy in the Account Statement / Unit Certificate should be brought to the notice of the Fund/AMC immediately. Contents of the Account Statement / Unit Certificate will be deemed to be correct if no error is reported within 30 days from the date of Account Statement / Unit Certificate. Further, the Trustee also reserves the right to issue, on an ongoing basis, in lieu of Account Statements, Transaction Confirmation Slips, therein indicating the price and the Units debited or credited to the Account of the Investor/Unitholder, along with the closing balance of his Account. Under this system, a periodical statement of holdings of the Investor in the relevant Scheme of KMMF will be given.<br>• For those unitholders who have provided an e-mail address, the AMC will send the account statement by e-mail.<br>• The unitholder may request for a physical account statement by writing/calling the AMC/ISC/R&T. The unit holder can write to any of the AMC office or call the call centre (Toll Free Number) or visit in person any of the ISC of the AMC / RTA for physical account statement. AMC / RTA would do the basic verification of identity of the unitholder and issue / mail the account statement as per the unit holder's request.<br><br>**For SIP / STP transactions;**<br>• Account Statement for SIP and STP will be despatched once every quarter ending March, June, September and December within 10 Business days of the end of the respective quarter.<br>• A soft copy of the Account Statement shall be mailed to the investors under SIP/STP to their e-mail address on a monthly basis, if so mandated.<br>• However, the first Account Statement under SIP/STP shall be issued within 10 Business days of the initial investment/transfer.<br>• In case of specific request received from investors, Mutual Funds shall provide the account statement (SIP/STP) to the investors within 5 Business days from the receipt of such request without any charges.<br><br>**Annual Account Statement:**<br>• The Mutual Funds shall provide the Account Statement to the Unitholders who have not transacted during the last six months prior to the date of generation of account statements. The Account Statement shall reflect the latest closing balance and value of the Units prior to the date of generation of the account statement.<br>• The account statements in such cases may be generated and issued along with the Portfolio Statement or Annual Report of the Scheme.<br>• Alternately, soft copy of the account statements shall be mailed to the investors' e-mail address, instead of physical statement, if so mandated. |

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| **Options available** | • Growth<br>• Dividend (Payout and Reinvestment Option)<br><br>Under the Dividend option, the Trustee may at any time decide to distribute by way of dividend, the surplus by way of realised profit and interest, net of losses, expenses and taxes, if any, to Unitholders if, in the opinion of the Trustee, such surplus is available and adequate for distribution. The Trustee's decision with regard to such availability and adequacy of surplus, rate, timing and frequency of distribution shall be final. The Trustee may or may not distribute surplus, even if available, by way of dividend |
| **Default Option** | The investors should indicate option for which the subscription is made clearly in the application form. Incase of valid application received without any choice of option the following shall be the applicability of default option:<br><br>**Option** — **Default**<br>Growth/ Dividend — Growth<br>Reinvestment /Payout Facility — Reinvestment Facility |
| **Dividend Policy** | **Growth Option:**<br>Under the Growth option, there will be no distribution of income and the return to investors will be only by way of capital gains, if any, through redemption at applicable NAV of Units held by them.<br><br>**Dividend Option:**<br>Under the Dividend option, the Trustee may at any time decide to distribute by way of dividend, the surplus by way of realised profit and interest, net of losses, expenses and taxes, if any, to Unitholders if, in the opinion of the Trustee, such surplus is available and adequate for distribution. The Trustee's decision with regard to such availability and adequacy of surplus, rate, timing and frequency of distribution shall be final. The Trustee may or may not distribute surplus, even if available, by way of dividend.<br><br>The dividend will be paid to only those Unitholders whose names appear on the register of Unitholders of the Scheme / Option at the close of the business hours on the record date, which will be announced in advance. The Fund is required to dispatch dividend warrants within 30 days of the date of declaration of the dividend.<br><br>The Dividend Option will be available under two sub-options – the Payout Option and the Reinvestment Option.<br><br>Dividend Payout Option: Unitholders will have the option to receive payout of their dividend by way of dividend warrant or any other means which can be enchased or by way of direct credit into their account.<br><br>Dividend Reinvestment Option: Under the reinvestment option, dividend amounts will be reinvested in the Dividend Reinvestment Option at the Applicable NAV announced immediately following the record date.<br><br>However, the Trustees reserve the right to introduce new options and / or alter the dividend payout intervals, frequency, including the day of payout. |
| **Dividend distribution** | The dividend warrants shall be dispatched to the unitholders within 30 days of the date of declaration of the dividend.<br><br>Dividend may also be paid to the Unitholder in any other manner viz., through ECS, Direct Credit or NEFT in to Bank account, RTGS facility offered RBI or through Banker's cheque, etc as the AMC may decide, from time to time for the smooth and efficient functioning of the Scheme. |
| **Redemption** | Redemption cheques will generally be sent to the Unitholder's address, (or, if there is more than one joint holder, the address of the first-named holder) as per the Registrar's records, by general courier within 6 Business Days from the day when the valid request is accepted at the Official Acceptance Points, but in any case, not later than 10 Business Days from the date of redemption.<br><br>Redemption proceeds will be paid by cheques, marked "Account |

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| | Payee only" and drawn in the name of the sole holder/first-named holder (as determine by the records of the Registrar). The Bank Name and No., as specified in the Registrar's records, will be mentioned in the cheque, which will be payable at par at all the cities designated by the Fund from time to time. If the Unitholder resides in any other city, he will be paid by a Demand Draft payable at the city of his residence.<br><br>Redemption cheques will generally be sent to the Unitholder's address, (or, if there is more than one joint holder, the address of the first-named holder) as per the Registrar's records, by courier.<br><br>Redemption proceeds may also be paid to the Unitholder in any other manner viz., through ECS, Direct Credit or NEFT in to Bank account, RTGS facility offered RBI or through Banker's cheque, etc as the AMC may decide, from time to time for the smooth and efficient functioning of the Schemes. |
| **Delay in payment of redemption / repurchase proceeds** | The Asset Management Company shall be liable to pay interest to the unitholders at such rate as may be specified by SEBI for the period of such delay beyond 10 Business days (presently @ 15% per annum). |
| **Bank A/c Details** | As per the directives issued by SEBI it is mandatory for an investor to declare his/her bank account number. To safeguard the interest of Unitholders from loss or theft of their refund orders/redemption cheques, investors are requested to provide their bank details in the Application Form.<br><br>In case an existing Unitholder is submitting a request for Change in his Bank Details, he needs to submit a copy of cancelled cheque leaf of the new bank account or Bank statement of the new bank account attested by his banker with seal & signature of banker or letter from the Banker of the investor. In absence of the same, the request for Change in Bank Mandate is liable to be rejected |
| **Listing** | Since the Scheme is open-ended, it is not necessary to list the Units of the Scheme on any exchange. Liquidity is ensured to investors by the purchase and sale of Units from/to the Fund at prices related to the relevant Applicable NAV for the purpose of purchasing or redeeming Units from the Fund. The Trustee, however, has the right to list the Units under the Scheme on any stock exchange/s for better distribution and additional convenience to existing/prospective Unitholders. Even if the Units are listed, the Fund shall continue to offer purchase and redemption facility as specified in this SID. Any listing will come only as an additional facility to investors who wish to use the services of a stock exchange for the purpose of transacting Business in the Units of the Scheme. |

**B. Periodic Disclosures**

<table>
<tr><td>Net Asset Value<br><br>This is the value per unit of the scheme on a particular day. You can ascertain the value of your investments by multiplying the NAV with your unit balance.</td><td>The Fund will endeavour to send for publication the Scheme's NAV on all relevant Business Days to atleast 2 Daily Newspapers.<br>In the event NAV cannot be calculated and / or published, such as because of the suspension of trading on the Bombay Stock Exchange, during the existence of a state of emergency and / or a breakdown in communications, the Board of Trustees may temporarily suspend determination and / or publication of the NAV of the Units.<br>NAV will also be updated on the Fund's website - www.kotakmutual.com and on the AMFI website – www.amfiindia.com on each Business Day.<br>Thus, the NAV for the Scheme 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), by 10.00 am. Subsequently NAV information will be sent for publication in newspapers daily.</td></tr>
<tr><td>Half yearly Disclosures: Portfolio / Financial Results<br><br>This is a list of securities where the corpus of the scheme is currently invested. The market value of these investments is also stated in portfolio disclosures.</td><td>The unaudited financial results will be published through an advertisement in one English daily newspaper circulating in the whole of India and in a newspaper published in the language of the region where the Registered Office of the Trustee is situated, before the expiry of one month from the close of each half year, that is the 31st of March and the 30th of September. The same will also be posted on the website of www.kotakmutual.com and will be sent to AMFI for posting on its website www.amfiindia.com.</td></tr>
<tr><td>Half Yearly Results</td><td>A complete statement of the portfolio of the Scheme will either be sent to all Unitholders, or published by way of an advertisement, before the expiry of one month from the close of each half year, that is the 31st of March and the 30th of September, in one English daily newspaper circulating in the whole of India and in a newspaper published in the language of the region where the head office of the Trustee is situated. The same will also be posted on the website of the www.kotakmutual.com</td></tr>
<tr><td>Annual Report</td><td>Scheme wise Annual Report or an abridged summary thereof shall be mailed to all unitholders within four months from the date of closure of the relevant accounts year i.e. 31st March every Year.</td></tr>
<tr><td>Associate Transactions</td><td>Please refer to Statement of Additional Information (SAI).</td></tr>
<tr><td>Taxation<br><br>The information is provided for general information only. However, in view of the individual nature of the implications, each investor is advised to consult his or her own tax advisors/authorised dealers with respect to the specific amount of tax and other implications arising out of his or her participation in the schemes.</td><td><table>
<tr><th></th><th>Resident Investors</th><th>Mutual Fund</th></tr>
<tr><td>Tax on Dividend / Dividend Distribution Tax</td><td>Nil</td><td>Nil<br>(please refer to the note below)</td></tr>
<tr><td>Capital Gains:<br><br>Long Term</td><td><br><br>Nil</td><td><br><br>Nil</td></tr>
<tr><td>Short Term</td><td>15%<br>(plus applicable surcharge and cess)</td><td>Nil</td></tr>
</table>
Equity scheme will also attract securities transaction tax (STT) at applicable rates.<br><br>Note: The above table is indicative; the actual rates applicable to each unitholder depend on the specific tax status of the unitholder. For further details on taxation please refer to the clause on Taxation in the SAI.</td></tr>
<tr><td>Investor services</td><td>Mr. R. Chandrasekaran<br>Kotak Mahindra Asset Management Company Limited<br>6th Floor, Kotak Infinity, Building No. 21,<br>Infinity Park, Off. Western Express Highway,<br>Gen.A.K. Vaidya Marg,<br>Malad (E), Mumbai - 400 097.<br>Phone: 022-6638 4400; Fax: 6638 4455<br>e-mail: mutual@kotak.com</td></tr>
</table>

## C. COMPUTATION OF NAV

The NAV of the Units of the Scheme will be computed by dividing the net assets of the Scheme by the number of Units outstanding on the valuation date.

The Fund shall value its investments according to the valuation norms, as specified in the Eighth Schedule of the Regulations, or such guidelines / recommendations as may be specified by SEBI/AMFI from time to time. The broad valuation norms are detailed in the Statement of Additional Information.

NAV of Units under the Scheme will be calculated as shown below:

$$\text{NAV} = \frac{\textbf{Market or Fair Value of Scheme's investments} + \textbf{Current assets including Accrued Income} - \textbf{Current Liabilities and provisions including accrued expenses}}{\textbf{No. Of Units outstanding under the Scheme/ Option.}}$$

NAV for the Scheme and the repurchase prices of the Units will be calculated and announced at the close of each Business Day. The NAV shall be computed upto three decimals.

Computation of NAV will be done after taking into account dividends declared, if any, and the distribution tax thereon, if applicable. The income earned and the profits realized in respect of the Units remain invested and are reflected in the NAV of the Units

# VI. FEES AND EXPENSES

This section outlines the expenses that will be charged to the scheme.

### A. New Fund Offer (NFO) expenses

NFO expenses were borne by the Scheme. The NFO expenses were amortized over the period when scheme was a close ended Scheme.

### B. Annual scheme recurring expenses

These are the fees and expenses for operating the scheme. These expenses include Investment Management and Advisory Fee charged by the AMC, Registrar and Transfer Agents' fee, marketing and selling costs etc.

The estimate of the ongoing fees and expenses of operating the Scheme on an annual basis, expressed as a percentage of the amount of the Scheme's daily average net assets is given in the table below. The purpose of the table is to assist the investor in understanding various heads of costs and expenses that an investor in the Scheme will bear directly or indirectly.

| **Recurring Expenses** | |
|---|---|
| **Description** | **(% per annum of daily average net assets)** |
| Investment Management and Advisory Services Fees payable to AMC | 1.25 |
| Trustee Fees | 0.05 |
| Custodian Fees | 0.03 |
| Marketing and Selling Expense (incl. Agents commission) | 0.75 |
| Registrar and Transfer Agent Fees including out of pocket expenses | 0.20 |
| Other Operational Expenses attributable to the scheme (including service tax) | 0.22 |
| **TOTAL ANNUAL RECURRING EXPENSES (ESTIMATED)** | 2.50 |

The annual recurring expenses under the scheme shall be in compliance with the SEBI Circular no. SEBI/IMD/CIR No.7/104753/07 dated September 26, 2007.

To the extent of investments by the scheme in overseas schemes, the expenses of the scheme including the expenses of the underlying scheme/s shall be as per the terms of gazette notification dated July 29, 2010.

These estimates are made in good faith by the Investment Manager and are subject to change, both inter se and as an increase or decrease in the estimated total annual recurring expenses. Though the Investment Manager will make efforts to keep the recurring expenses to the minimum, actual expenses under any head and / or the total expenses may be more or less than the estimates. The Investment Manager retains the right to charge the actual expenses to the Fund; however the expenses charged will not exceed the statutory limit prescribed by the Regulations.

The recurring expenses under the Scheme (including investment and advisory fees) will be subject to the following maximum limits (as a percentage of Weekly Average Net Assets of the Scheme) as per Regulation 52(6). Expenses over and above the permitted limit under the applicable Regulations will be borne by the AMC

| **Weekly Average Net Assets (Rs.)** | |
|---|---|
| First 100 crores | 2.50% |
| Next 300 crores | 2.25% |
| Next 300 crores | 2.00% |
| Balance Assets | 1.75% |

Such expenses shall be lesser by atleast 0.25% of the Weekly Average Net Assets outstanding in each financial year in respect of a Scheme investing in bonds.

The AMC may charge the Scheme with investment and advisory fees subject to the currently applicable maximum limits (as a percentage of Weekly Average Net Assets of the Scheme) as per Regulation 52.

| **Weekly Average Net Assets outstanding in each accounting year (Rs.)** | **Fees chargeable** |
|---|---|
| First 100 crores | 1.25% |
| On Balance Assets | 1.00% |

### C. Load structure

Load is an amount which is paid by the investor to subscribe to the units or to redeem the units from the scheme. This amount is used by the AMC to pay commissions to the distributor and to take care of other marketing and selling expenses. Load amounts are variable and are subject to change from time to time. For the current applicable structure, please refer to the website of www.kotakmutual.com or may call at 1800-22-2626 or your distributor.

**Entry Load:** NIL
In terms of SEBI Circular No. SEBI/IMD/CIR No. 4/168230/09 dated June 30, 2009, no entry load will be charged on purchase / additional purchase / switch-in. The upfront commission, if any, on investment made by the investor shall be paid by the investor directly to the Distributor, based on his assessment of various factors including the service rendered by the Distributor.

**Exit load:**
- For exit within 1 year from date of allotment of units: 1%
- For exit after 1year from the date of allotment of units: Nil

Any imposition or enhancement of Load in future shall be applicable on prospective investments only. A public notice shall be given in respect of such changes in one English daily newspaper having nationwide circulation as well as in a newspaper published in the language of region where the Head Office of the Mutual Fund is situated.

Investors may obtain information on loads on any Business Day by calling the office of the AMC or any of the Investor Service Centers. Information on applicability of loads will also be provided in the Account Statement.

Of the exit load or CDSC, a maximum of 1% of the redemption proceeds shall be maintained in a separate account which can be utilized towards payment of commissions to the distributors and towards meeting the sales and marketing expenses. Any balance in excess shall be credited to the scheme immediately.

The investor is requested to check the prevailing load structure of the scheme before investing.

For any change in load structure AMC will issue an addendum and display it on the website/Investor Service Centres.

# VII. RIGHTS OF UNITHOLDERS

Please refer to SAI for details.

# VIII. PENALTIES, PENDING LITIGATION OR PROCEEDINGS, FINDINGS OF INSPECTIONS OR INVESTIGATIONS FOR WHICH ACTION MAY HAVE BEEN TAKEN OR IS IN THE PROCESS OF BEING TAKEN BY ANY REGULATORY AUTHORITY

| SEBI Requirements | Response |
|---|---|
| Details of all monetary penalties imposed and/ or action taken during the last three years or pending with any financial regulatory body or governmental authority, against Sponsor(s) and/ or the AMC and/ or the Board of Trustees /Trustee Company; for irregularities or for violations in the financial services sector, or for defaults with respect to share holders or debenture holders and depositors, or for economic offences, or for violation of securities law. | NIL |
| Details of all enforcement actions taken by SEBI in the last three years and/ or pending with SEBI for the violation of SEBI Act, 1992 and Rules and Regulations framed there under including debarment and/ or suspension and/ or cancellation and/ or imposition of monetary penalty/adjudication/enquiry proceedings, if any, to which the Sponsor(s) and/ or the AMC and/ or the Board of Trustees /Trustee Company and/ or any of the directors and/ or key personnel (especially the fund managers) of the AMC and Trustee Company were/ are a party. | NIL |
| Any pending material civil or criminal litigation incidental to the business of the Mutual Fund to which the Sponsor(s) and/ or the AMC and/ or the Board of Trustees /Trustee Company and/ or any of the directors and/ or key personnel are a party. | NIL |
| Any deficiency in the systems and operations of the Sponsor(s) and/ or the AMC and/ or the Board of Trustees/Trustee Company which SEBI has specifically advised to be disclosed in the SID, or which has been notified by any other regulatory agency. | NIL |

**Notwithstanding anything contained in this Scheme Information Document, the provisions of the SEBI (Mutual Funds) Regulations, 1996 and the guidelines there under shall be applicable.**

Note: The Trustee has approved the conversion of the Scheme to an open ended scheme at its meeting held on September 9, 2010. The scheme is a new product offered by Kotak Mahindra Mutual Fund and is not a minor modification of the existing scheme/fund/product.

## OFFICIAL COLLECTION CENTRES

### I. KMAMC AUTHORISED COLLECTION CENTRES

**Agra:** S-8, 2nd Floor, Maruti Plaza, Agra – 282002. **Ahmedabad:** 9,10,11- 2nd Floor, Siddhi Vinayak complex, Shivranjani Cross Roads, Satellite, Ahmedabad - 380015. **Aligarh:** 1st Floor, C1, Omeshwar Plaza, Plot No.3/243, Laxmi Bai Marg, Marris Road, Aligarh - 202001. **Allahabad:** Upper Ground Floor, Vashistha Vinayak Tower, 38/1 Tashkant Marg, Civil Lines, Allahabad - 211003. **Ambala:** 1st Floor, Shop No 30, Jain Nagar, Main Road, Ambala - 134003. **Amritsar:** Kapoor Arcade, Office No 2, 1st Floor, M M Malviya Road, Crystal Chowk, Amritsar - 143001. **Anand**: 303, Madhav Complex, Grid Road, Opp ACC Collage, Anand - 388001. **Aurangabad:** 3rd Floor, Kandi Towers, Above Kotak Mahindra Bank, Jalna Road, Aurangabad - 431001. **Bangalore**: 2nd Floor, Umiya Landmark, 10/7, Lavelle Road, Bangalore - 560001. **Bareilly:** 1st Floor,167-A, Civil Lines, Station Road, Above Syndicate Bank, Bareilly - 243001. **Bathinda**: VD Complex 2928, E/45, Bibiwala Road, Bathinda - 151005. **Bhavnagar:** 209, Shopper's Point, Waghawadi Road, Parimal Chowk, Bhavnagar - 364002 **Bhopal:** 2nd Floor, Office No.SB-21, Mansarovar Complex, Hoshangabad Road, Bhopal - 462011. **Bhubaneshwar:** 2nd Floor, Building No.24, SCR Janpath, Bapujinagar, Bhubaneswar - 751001. **Bhuj:** Ramyakala Shop no 4, Ground Floor, Nr Dr.Mahadev Patel Hospital, Hospital Road, Bhuj Kutch - 370001. **Calicut:** PARCO Complex, 5th Floor, Near ICICI Bank Ltd, Kallai Road, Calicut - 673012. **Chandigarh:** Sco No 2475- 2476, 1st Floor, Sector 22 C, Chandigarh -160022. **Chennai:** 1st Floor, Eldorado Building, 112, Nungambakkam High Road, Chennai - 600034. **Cochin:** Shop No: 56 & 57. 2nd Floor, Jacob DD Mall. M G Road, Shenoy's Junction, Cochin - 682035. **Coimbatore:** S. S. Complex, 554B/1, 2nd Floor, D.B. Road, R S Puram, Coimbatore - 641002. **Cuttack:** Mahaveer Apts, Gr. Floor, Room No G-4, Link Road, PO Arunudaya Nagar, Cuttack - 753012. **Dehradun:** 9A & B, 1st Floor, India Trade Centre, 97 Rajpur Road, Dehradun - 248001. **Dhanbad:** Room No-418, Sriram Plaza, Bank More, Dhanbad - 826001. **Durgapur:** 5th Floor, 5/33 Suhatta, City Centre, Durgapur - 713216 **Goa:** 3rd Floor, Mathias Plaza,18th June Road, Panjim, Goa - 403001. **Gorakpur:** Office no 4, 2nd Floor, Cross Road, A. D. Chowk, Bank Road, Gorakhpur - 273001. **Guntur:** 2nd Floor, Platini Plaza, 8th Line Main Road, Arundalpet, Guntur - 522002. **Gurgaon:** 2nd Floor, SCO-14, Sector No 14, Gurgaon - 122001. **Guwahati:** 5th Floor, Amaze Shopping Mall (Above Vishal Mega Mart) A.T.Road, Guwahati - 781001. **Hubli:** 1st Floor, Kundgol Complex, Court Circle, Hubli - 580029. **Hyderabad:** Jade Arcade, 102A, 1ST Floor, 126 MG Road, Near Paradise Circle, Hyderabad - 500003. **Indore:** M-5, Mezzaunie Floor, Starlit Tower, 29/1, Y N Road, INDORE - 452001. **Jaipur:** 202, Mall-21, Opp. Raj Mandir Cinema, Bhagwandas Road, Jaipur - 302001. **Jalandhar:** 207-A, 2nd Floor, Grand Mall Building, G T Road, Jalandhar - 144001. **Jalgaon:** 16/17, Daulat Plaza, 1999, M G Road, Near Shastri Tower, Jalgaon 425001. **Jammu:** Shop No.21, Ground Floor, A-2 South Block, Bahu Plaza, Jammu - 180001. **Jamnagar:** 107, 1st Floor, Madhav Darshan, Opp. Cricket Bungalow, Jamnagar - 361001. **Jamshedpur:** 1st Floor, Sanghi Mansion, Main Road, Sakchi Boulevard Road, Ram Mandir Area, Biustupur, Jamshedpur - 831001. **Jodhpur:** 2nd Floor, Dhan Laxmi Tower 1, Chopasni Road, Jodhpur - 342001. **Kanpur:** Room No. 107, 1st Floor, Ratan Squire, 14/144 Chunni Ganj, Kanpur - 208001. **Kolhapur:** Office No 59, Upper Ground Floor, Raobahadur Dajirao Vichare Complex, Gemstone, 517 A/2, New Shahupuri, Near Central Bus Stand, Kolhapur - 416 002. **Kolkata:** 1st Floor, Horizon, 57 Chowranghee Road, Kolkata - 700 071. **Kota:** 2nd Floor, 202 Sajjna Appartment, Opp. ICICI Bank, Jhalawar Road, Kota - 324007. **Kottayam:** 3rd Floor, Pulimoottil Arcade, K K Road, Kanjikuzhy, Kottayam – 686004. **Lucknow:** Aryans Business Park, 90 MG Marg, Lucknow - 226 001. **Ludhiana:** 1st Floor, SCO 20, Feroze Gandhi Market, Ludhiana - 141001. **Madurai:** A R Plaza, No. 16 and 17, North Veli Street, Madurai - 625001. **Mangalore:** 2nd Floor, Manasa Towers, Near PVS Circle, M.G. Road, Kodialbail, Mangalore - 575003. **Moradabad:** Above Krishna Investment Consultant, Near Raj Mahal Hotel, Near Civil Lines, Moradabad - 244001. **Mumbai:** 6th Floor, Kotak Infinity, Building No. 21, Infinity Park, Off Western Express Highway, Gen. A K Vaidya Marg, Malad (E), Mumbai - 400097. **Mumbai (Nariman Point):** 36-38A Nariman Bhavan, 227, Nariman Point, Mumbai - 400 021, **Mumbai (Borivali):** B-601, 6th Floor, Sai Leela Building, S V Road, Opp. Moksh Plaza, Borivali (West), Mumbai - 400092. **Mumbai (Thane):** 101-102, 1st Floor, Lotus Plaza, Gokhale Road, Naupada, Thane (West) Mumbai - 400602. **Mysore:** Prashanth Plaza, 5th Cross, 4th Main Road, Saraswathipuram, Mysore - 570009. **Nagpur:** B-101, Mahalaxmi Apartments, Near Ajit Bakery, Khare Town, Dharampeth, Nagpur- 440010. **Nashik:** Shop no.6, Ground Floor, Krishnaratna, Opp. Hotel Potoba, New Pandit Colony, Nashik - 422002. **New Delhi:** 12-14, Upper Ground Floor, Ambadeep Building, 14 Kasturba Gandhi Marg, New Delhi - 110 001. **New Delhi (Pitampura):** 806, Aggarwal Cyber Plaza - I, Netaji Subhash Place, Pitampura, New Delhi - 110034. **Panipat:** Royal 1 Bldg, Besment, Adjoining Gurdwara, Opp Naval Cinema, G T Road, Panipat - 132103. **Patiala:** B-17/423, Opp. Polo Ground, Near Modi College, Lower Mall, Patiala - 147001. **Patna:** 204 Shyam Center, Besides Republic Hotel, Exhibition Road, Patna - 800001. **Pondicherry:** 1st Floor, No.114-116, Jayalakshmi Complex, Thiruvalluvar Salai, Pillaithottam, Pondicherry - 605013. **Pune:** Yeshwant, Office no 31, 3rd Floor, Plot No 37/10 B, Opp Lane no 9, Prabhat Road, Pune 411004. **Raipur:** GF-04, Millennium Plaza, Banstal Road, Near Indian Coffee House, Raipur - 492001. **Rajkot:** 1st Floor, 124 Star Plaza, Phulchhab Chowk, Rajkot - 360001. **Rourkela:** 2nd Floor, Plot No 304, Holding No 72, Opp Old Court, Main Road, Uditnagar, Above Yes Bank & Corporation Bank, Rourkela - 769012. **Salem:** 213, 2nd Floor, Kandaswarna Shopping Mall, Saradha Collage Main Road, Salem - 636016. **Shimla:** Bhagra Nivas, Near Lift Road, The Mall Shimla - 171001. **Siliguri:** Lower Ground Floor, Nanak Complex, Sevoke Road, Siliguri - 734001. **Srinagar:** C/O Cureinm Medicate, Zaindar Mohalla, Habba Kadal, Srinagar - 190001. **Surat:** M-7, Mezzanine floor, Jolly Plaza, Near Athwa Arcade, Athwa Gate, Surat - 395001. **Trichy:** 1st Floor, Vignesh Aradhana, No.16, Shop no.4, Shastri Road, Thennur, Trichy - 620017. **Trichur:** 2nd Floor, Trichur Trade Center, Kuruppam Road, Trichur – 680001. **Trivandrum:** S.1. White Heaven, Vellayambalam, Trivandrum - 695010. **Udaipur:** C/o. Kotak Securities, 1st Floor, Moomal Tower, Above IDBI Bank, 222/16, Saheli Marg, Saheli Nagar, Udaipur - 313001. **Vadodara:** 202, Gold Croft, Opp. Only Parathas Restaurant, Jetalpur Road, Vadodara - 390007. **Vapi:** Office No.10, 1st Floor, Sahara Market, Vapi-Silvassa Road, Vapi - 396191. **Varanasi:** D-58/53-54, Shiva Complex, Shop No 9, Rathyatra Crossing, Varanasi - 221010. **Vijayawada:** 2nd Floor, Soma shankar Nilayam, 40-1-29, Above Kuttons Show Room, Near Fortune Murali Park, M G Road, Vijayawada - 520010. **Vishakapatnam:** Visakha Executive Centre, 47-11-1/5, 1st Floor, Eswar Arcade, Dwaraka Nagar, Visakhapatnam - 530016.

### II. COMPUTER AGE MANAGEMENT SERVICES PRIVATE LIMITED (CAMS) - INVESTOR SERVICE CENTRES

**Ahmedabad :** 402-406, 4th Floor, Devpath Building, Off C G Road, Behind Lal Bungalow, Ellis Bridge, Ahmedabad - 380006. **Bangalore :** Trade Centre, 1st Floor, 45 Dikensen Road. ( Next to Manipal Centre ) Bangalore - 560 042. **Bhubaneswar :** Plot No - 111, Varaha Complex Building, 3rd Floor, Station Square, Kharvel Nagar, Unit 3, Bhubaneswar - 751001. **Chandigarh :** SCO 80-81 3rd Floor, Sector No. 17-C, Chandigarh - 160017. **Chennai:** 148 Ground Floor, No.178/10, Kodambakkam High Road, Opp. Hotel Palmgrove, Nungambakkam, Chennai - 600034. **Cochin :** 40/9633 D, Veekshanam Road, Near International hotel, Cochin - 682035. **Coimbatore :** Old No.66, New No.86, Lokamanya Street (West), Ground Floor, R.S.Puram, Coimbatore - 641002. **Durgapur :** 3rd Floor, City Plaza Building, City Centre, (West Bengal), Durgapur - 713216. **Goa :** No. 108, 1st Floor, Gurudutta Bldg, Above Weekender, M G Road, Goa - 403001. **Hyderabad :** 208, 2nd Foor, Jade Arcade, Paradise Circle, Secunderabad - 500003. **Indore :** 101, Shalimar Corporate Centre, 8-B, South tukogunj, Opp.Greenpark, Indore - 452001. **Jaipur :** R-7, Yudhisthir Marg, C-Scheme, Behind Ashok Nagar Police Station, Jaipur 302001. **Kanpur :** 106 108, 1st Foor, City Centre, Phase - II, 63/ 2, The Mall, Kanpur - 208001. **Kolkata :** Lords Building, 7/1, Ground Floor, Lord Sinha Road, Kolkata - 700071. **Lucknow :** Off No. 4, 1st Floor, Centre Court Building, 3/c, 5 - Park Road, Hazratganj, Lucknow - 226001. **Ludhiana :** U/ GF, Prince Market, Green Field, Near Traffic Lights, Sarabha Nagar Pulli, Pakhowal Road, Ludhiana - 141002. **Madurai :** 86/71A, Tamilsangam Road, Madurai - 625001. **Mangalore :** No. G 4 & G 5, Inland Monarch, Opp. Karnataka Bank, Kadri Main Road, Kadri, Mangalore 575003. **Mumbai :** Rajabahdur Compound, Ground Floor, Opp Allahabad Bank, Behind ICICI Bank, 30 Mumbai Samachar Marg, Fort, Mumbai - 400023. **Nagpur:** 145 Lendra, New Ramdaspeth, Nagpur - 440010. **New Delhi :** 304-305, 3rd Floor, Kanchenjunga Building, 18, Barakhamba Road, Cannaugt Place, New Delhi - 110 001. **Patna :** Kamlalaye Shobha Plaza, Ground Floor, Near Ashiana Tower, Exhibition Road, Patna - 800001. **Pune :** Nirmiti Eminence, Off No. 6, 1st Floor, Opp Abhishek Hotel Mehandale Garage Road, Erandawane, Pune - 411004. **Surat :** Plot No-629, 2nd Floor, Mansukhlal Tower, Beside Seventh Day Hospital, Opp Dhiraj Sons, Athwalines, Surat - 395001. **Vadodara :** 103 Aries Complex, BPC Road, Off R.C. Dutt Road, Alkapuri, Vadodara - 390007. **Vijayawada :** 40-1-68, Rao & Ratnam Complex, Near Chennupati Petrol Pump, M G Road, Labbipet, Vijayawada - 520010. **Visakhapatnam :** 47/9/17, 1st floor, 3rd lane, Dwarkanagar, Visakhapatnam - 530016.

## III. COMPUTER AGE MANAGEMENT SERVICES PRIVATE LIMITED (CAMS) - TRANSACTION POINT

**Agartala :** Advisor Chowmuhani, (Ground Floor), Krishnanagar, Agartala - 799001. **Agra :** No.8, 2nd Floor, Maruti Tower, Sanjay Place, Agra - 282002. **Ahmednagar :** 203-A, Mutha Chambers, Old Vasant Talkies, Market Yard Road, Ahmednagar - 414001. **Ajmer :** AMC No. 423/30, New Church Brahampuri, Opp T B Hospital, Jaipur Road, Ajmer - 305001. **Akola :** Opp. RLT Science College, Civil Lines, Akola - 444001. **Aligarh :** City Enclave, Opp. Kumar Nursing Home, Ramghat Road, Aligarh - 202001. **Allahabad :** 30/2, A&B, Civil Lines Station, Besides Vishal Mega Mart, Strachey Road, Allahabad - 211001. **Alleppey :** Bldg. No. VIII / 411, C C N B Road, Near Pagoda Resort, Chungom, Alleppey - 688011. **Alwar :** 256A, Scheme No 1, Arya Nagar, Alwar - 301001. **Amaravati :** 81, Gulsham Tower, 2nd Floor, Near Panchsheel Talkies, Amaravati - 444601. **Ambala :** Opposite PEER, Bal Bhavan Road, Ambala - 134003. **Amritsar :** 378-Majithia Complex, 1st Floor, M M Malviya Road, Amritsar - 143001. **Anand :** 101, A P Tower, Behind Sardhar Gunj, Next to Nathwani Chambers, Anand - 388001. **Anantapur :** 15-570-33, 1st Floor, Pallavi Towers, Anantpur - 515001. **Andheri** (Parent: Mumbai ISC) **:** 1, Skylark, Ground Floor, Near Kamgar Kalyan Kendra & B.M.C. Office, Azad Road, Andheri (E) - 400069. **Angul :** Similipada, Angul - 759122. **Ankleshwar :** G-34, Ravi Complex, Valia Char Rasta, G I D C, Bharuch, Ankleshwar - 393002. **Asansol :** Block - G, 1st Floor, P C Chatterjee Market Complex, Rambandhu Talab, P O Ushagram, Asansol - 713303. **Aurangabad :** Office No. 1, 1st Floor, Amodi Complex, Juna Bazar, Aurangabad - 431001. **Bagalkot :** No. 6, Ground Floor, Pushpak Plaza TP No.: 52, Ward No. 10, Next to Kumatagi Motors Station Road, Near Basaveshwar Circle, Bagalkot - 587101. **Balasore:** B C Sen Road, Balasore - 756001. **Bareilly :** F-62-63, Butler Plaza, Civil Lines, Bareilly - 243001. **Barnala:** 1st floor, R K Marbel House, Court Road, (Punjab), Barnala - 148101. **Basti:** Office No. 3, 1st Floor, Jamia Shopping Complex, (Opposite Pandey School), Station Road, (Uttar Pradesh), Basti - 272002. **Belgaum :** 1st Floor, 221/2A/1B, Vaccine Depot Road, Near 2nd Railway gate, Tilakwadi, Belgaum - 590006. **Bellary :** No.18A, 1st Floor, Opp Ganesh Petrol Pump, Parvathi Nagar Main Road, Bellary - 583103. **Berhampur :** 1st Floor, Upstairs of Aaroon Printers, Gandhi Nagar Main Road, Ganjam Dt Orissa, Berhampur - 760001. **Bhagalpur :** Krishna, 1st Floor, Near Mahadev Cinema, Dr R P Road, Bhagalpur - 812002. **Bharuch** (Parent: Ankleshwar TP) **:** F -108, Rangoli Complex, Station Road Bharuch - 392001. **Bhatinda :** 2907 GH, GT Road, Near Zila Parishad, Bhatinda - 151001. **Bhavnagar:** 305-306, Sterling Point, Waghawadi Road, OPP. HDFC Bank, Bhavnagar - 364002. **Bhilai :** 209, Khichariya Complex, Opp IDBI Bank, Nehru Nagar Square, Bhilai - 490020. **Bhilwara :** Indraprastha Tower, 2nd Floor, Shyam Ki Sabji Mandi Near Mukulji Garden, Bhilwara - 311001. **Bhiwani :** 24-25, Ist floor, City Mall, Hansi Gate, Bhiwani - 127021. **Bhopal :** Plot No.13, Major Shopping Center, Zone-I, M P Nagar, Bhopal - 462011. **Bhuj :** Data Solution, Office No. 17, 1st Floor, Municipal Building, Opp Hotel Prince, Station Road, Bhuj-Kutch - 370001. **Bhusawal** (Parent: Jalgaon TP) **:** 3, Adelade Apartment, Christain Mohala, Behind Gulshan-E-Iran Hotel, Amardeep Talkies Road, Bhusawal - 425201. **Bikaner :** F 4/5, Bothra Complex, Modern Market, Bikaner - 334001. **Bilaspur :** Beside HDFC Bank, Link Road, Bilaspur - 495001. **Bokaro :** Mazzanine Floor, F-4, City Centre, Sector-4, Bokaro Steel City Bokaro - 827004. **Burdwan :** 399, G T Road, Basement of Talk of the Town, Burdwan - 713101. **C.R.Avenue** (Parent: Kolkata ISC) **:** 33,C R Avenue, 2nd Floor, Room No.13, Kolkata - 700012. **Calicut :** 29/97G, 2nd Floor, Gulf Air Building, Mavoor Road, Arayidathupalam, Calicut - 673016. **Chandrapur :** Above Mustafa Decor, Hakimi Plaza, Near Jetpura Gate, Near Bangalore Bakery, Kasturba Road, Chandrapur - 442402. **Chennai:** Ground Floor, 148 Old Mahabalipuram Road, Okkiyam, Thuraipakkam, Chennai - 600097. **Chhindwara :** Office No - 1, Parasia Road, Near Mehta Colony, (Madhya Pradesh), Chhindwara - 480001. **Chittorgarh :** 187 Rana Sanga Market, Chittorgarh - 312001. **Cuttack :** Near Indian Overseas Bank, Cantonment Road, Mata Math, Cuttack - 753001. **Darbhanga :** Shahi Complex, 1st Floor, Near R B Memorial Hospital, V I P Road, Benta, Laheriasarai, Darbhanga 846001. **Davenegere :** 13, 1st Floor, Akkamahadevi Samaj Complex, Church Road, P J Extension, Devengere - 577002. **Dehradun :** 204/121, Nari Shilp Mandir Marg, Old Connaught Place, Dehradun - 248001. **Deoghar :** S S M Jalan Road, Ground Floor, Opp Hotel Ashoke, Caster Town, Deoghar - 814112. **Dhanbad :** Urmila Towers, Room No. 111, 1st Floor, Bank More, Dhanbad - 826001. **Dharmapuri :** 16A/63A, Pidamaneri Road, Near Indoor Stadium, Dharmapuri - 636701. **Dhule :** H No. 1793 / A, J B Road, Near Tower Garden, Dhule - 424001. **Eluru :** Door No.: 23 B 4 - 73, Andhra Bank Lane, Opp. Srinivasa Theatre, Ramachandra Rao Peta, Eluru - 534002. **Erode :** 197, Seshaiyer Complex, Agraharam Street, Erode - 638001. **Faizabad :** 64 Cantonment, Near GPO, Faizabad - 224001**. Faridabad :** B-49, 1st Floor, Nehru Ground, Behind Anupam Sweet House, NIT, Faridabad - 121001. **Firozabad:** 1st Floor, Shop No 19, Above YO Bikes, Seth Vimal Chand Jain Market, Jain Nagar, Agra Gate, Firozabad - 283203. **Gandhidham :** Grain Merchants Assocaition Building, Office No 70, 2nd Floor, Near Old Court, Gandhidham - 370 201. **Ghaziabad :** 113/6, 1st Floor, Navyug Market, Ghaziabad - 201001. **Gondal :** Kailash Complex, Wing - A, Office No. 52, Bus stand Road, Near Gundala Gate, Gondal - 360311. **Gondia :** Shri Talkies Road, Gondia - 441601. **Gorakhpur :** Shop No. 3, 2nd Floor, Cross Road, A.D. Chowk, Bank Road, Gorakhpur - 273001. **Gulbarga :** Pal Complex, 1st Floor, Opp City Bus Stop, Super Market, Gulbarga - 585101. **Guntur** : Door No 5-38-44, 5/1 BRODIPET, Near Ravi Sankar Hotel, Guntur - 522002. **Gurgaon :** SCO - 17, 3rd Floor, Sector-14, Gurgoan - 122001. **Guwahati :** A K Azad Road, Rehabari, Guwahati - 781008. **Gwalior :** G-6, Global Apartment Phase - II, Opposite Income Tax Office, Kailash Vihar City Centre, Gwalior - 474011. **Haldia :** 2nd Floor, New Market Complex, Durgachak Post Office, Purba Medinipur District, Haldia - 721602. **Haldwani :** Durga City Centre, Nainital Road, Haldwani - 263139. **Hazaribagh :** Muncipal Market, Annada Chowk, Hazaribagh - 825301. **Himmatnagar :** D-78, 1st Floor, New Durga Bazar, Near Railway Crossing, Himmatnagar - 383001. **Hisar :** 12, Opp Bank of Baroda, Red Square Market, Hisar - 125001. **Hoshiarpur :** Near Archies Gallery, Shimla Pahari Chowk, Hoshiarpur - 146001. **Hosur :** Shop No.8, J D Plaza, OPP TNEB Office, Royakotta Road, Hosur - 635109. **Howrah** (Parent: Kolkata ISC) **:** Gagananchal Shopping Complex, Shop No.36 (Basement), 37 Dr. Abani Dutta Road, Salkia, Howrah - 711106. **Hubli :** 206 & 207, 1st Floor, A - Block, Kundagol Complex, Opp Court, Club road, Hubli - 580029. **Ichalkaranji** (Parent: Kolhapur) **:** 12/178, Behind Congress Committee Office, Ichalkaranji - 416015. **Itarsi :** 1st Floor, Shiva Complex, Bharat Talkies Road, Itarsi - 461111. **Jabalpur:** 8, Ground Floor, Datt Towers, Behind Commercial Automobiles, Napier Town, Jabalpur - 482001. **Jajpur Road :** Room No 1, First Floor, Sulaikha Complex, Chorda, By pass at / Jajpur Road (Orissa), Jajpur Road - 755019. **Jalandhar :** 367/8, Central Town, Opp. Gurudwara Diwan Asthan, Jalandhar - 144001. **Jalgoan :** Rustomji Infotech Services, 70, Navipeth, Opp old Bus Stand, Jalgoan - 425001. **Jalna:** (Parent SC - Aurangabad) Shop No 6, Ground Floor, Anand Plaza Complex, Bharat Nagar, Shivaji Putla Road, Jalna - 431 203. **Jamshedpur :** Millennium Tower, Room No. 15, 1st Floor, R - Road, Bistupur, Jamshedpur - 831001. **Jaunpur :** 248, Fort Road, Near Ambeer Hotel, (Uttar Pradesh), Jaunpur - 222001. **Jhansi :** Babu Lal Karkhana Compound, Opp SBI Credit Branch, Gwalior Road, Jhansi - 284001. **Jodhpur :** 1/5, Nirmal Tower, 1st Chopasani Road, Jodhpur - 342003. **Junagadh :** Circle Chowk, Near Choksi Bazar Kaman, Gujarat Junagadh - 362001. **Kadapa:** Bandi Subbaramaiah Complex, D.No: 3/1718, Shop No: 8, Raja Reddy Street, Besides Bharathi Junior College, Kadapa – 516 001. **Kakinada :** No.33-1, 44 Sri Sathya Complex, Main Road, Kakinada - 533 001. **Kalyani :** A - 1/50, Block - A, Dist Nadia Kalyani - 741235. **Kandchipuram :** New No. 38, (Old No. 50), Vallal Pachayappan Street, Near Pachayappas High School, Kandchipuram - 631501. **Kannur :** Room No.14/435, Casa Marina Shopping Centre, Talap, Kannur - 670004. **Karimnagar :** H No. 7-1-257, Upstairs S B H, Mangammthota, Karimnagar - 505001. **Karnal** (Parent :Panipat TP) **:** 7, 1st Floor, Opp Bata Showroom, Kunjapura Road, Karnal - 132001. **Karur :** 126 GVP Towers, Kovai Road, Basement of Axis Bank, Karur - 639002. **Katni:** NH 7, Near LIC, Jabalpur Road, Bargawan, Katni - 483501. **Kestopur :** AA 101, Prafulla Kanan, Sreeparna Appartment, Ground Floor, Kestopur - 700101. **Khammam:** 1st Floor, Shop No 11 - 2 - 31/3, Philips Complex, Balajinagar, Wyra Road, Near Baburao Petrol Bunk, Khammam – 507001. **Khanna :** Shop No.3, Bank of India Building, Guru Amar Dass Market, (Punjab), Khanna - 141401. **Kharagpur :** Shivhare Niketan, H No 291/1, Ward No 15, Opposite UCO Bank, Kharagpur - 721301. **Kolhapur :** AMD Sofex Office No.7, 3rd Floor, Ayodhya Towers, Station Road, Kolhapur - 416001. **Kollam :** Kochupilamoodu Junction, Near VLC, Beach Road, Kollam - 691001. **Kota :** B-33, Kalyan Bhawan, Triangle Part, Vallabh Nagar, Kota - 324007. **Kottayam :** Building No.: KMC IX / 1331 A, Opp Malayala Manorama, Railway Station Road, Thekkummoottil, Kottayam - 686001. **Kumbakonam :** Jailani Complex, 47, Mutt Street, Kumbakonam - 612001. **Kurnool :** H.No.43/8, Upstairs, Uppini Arcade, N R Peta, Kurnool - 518004. **Latur :** Kore Complex, 2nd Cross, Kapad Line, Near Shegau Patsanstha, Latur - 413512. **Malda :** Daxhinapan Abasan, Opp Lane of Hotel Kalinga, S M Pally, Malda - 732101. **Manipal:** 2nd Floor, Trade Centre, Syndicate Circle, Starting Point, Manipal - 576104. **Mapusa** (Parent ISC : Goa) **:** Office No.CF-8, 1st Floor, Business Point, Above Bicholim Urban Co-op Bank, Angod, Mapusa - 403507. **Margao :** Virginkar Chambers, 1st Floor, Near Kamath Milan Hotel, New Market, Near Lily Garments, Old Station Road, Margao - 403601. **Mathura :** 159/160, Vikas Bazar, Mathura - 281001. **Meerut :** 108, 1st Floor, Shivam Plaza, Opp Eves Cinema, Hapur Road, Meerut - 250002. **Mehsana :** 1st Floor, Subhadra Complex, Urban Bank Road, Mehsana - 384002. **Moga :** Ground Floor, Adjoining TATA Indicom Office, Dutt Road, Moga - 142001. **Moradabad :** B-612, Sudhakar, Lajpat Nagar, Moradabad - 244001. **Morbi :** 108, Galaxy Complex, Opp K K Steel, Sanala Road, Morbi - 363641. **Muzzafarpur :** Brahman Toli, Durga Asthan Gola Road, Muzaffarpur - 842001. **Mysore :** No.1, 1st Floor, CH.26 7th Main, 5th Cross, (Above Trishakthi Medicals), Saraswati Puram, Mysore - 570009. **Nadiad** (Parent TP: Anand TP) **:** 8, Ravi Kiran Complex, Ground Floor, Nanakumbhnath Road, Nadiad - 387001. **Nalgonda :** H.No: 6 - 2 - 1477, Samadhana Nagar,Beside HDFC Standard Life Office Lane Ramagiri, Nalgonda – 508 001. **Namakkal :** 156A / 1, 1st Floor, Lakshmi Vilas Building, Opp To District Registrar Office, Trichy Road, Namakkal - 637001. **Nanded :** Shop No 302, 1st Floor, Raj Mojhd Complex, Work shop Road, Shrinagar, Nanded - 431605. **Nandyal :** Shop No.: 62 & 63, Srinivasa Complex, Besides

## III. COMPUTER AGE MANAGEMENT SERVICES PRIVATE LIMITED (CAMS) - TRANSACTION POINT (Cont.)

Ramakrishna Ply Wood, Srinivasa Nagar, Nandyal - 518501. **Nashik :** Ruturang Bungalow, 2 Godavari Colony, Behind Big Bazar, Near Boys Town School, Off College Road, Nashik - 422005. **Navsari :** Dinesh Vasani & Associates, 103 - Harekrishna Complex, above IDBI Bank, Near Vasant Talkies, Chimnabai Road, Navasari - 396445. **Nellore :** 97/56, 1st Floor, Immadisetty Towers, Ranganayakulapet Road, Santhapet, Nellore - 524001. **Nizamabad :** D No. 5-6-209, Saraswathi Nagar, Nizamabad - 503001. **Noida :** B-20, Sector No. 16, Near Metro Station, Noida 201301. **Ongole:** Shop No.1, ARN Complex, Kurnool Road, Prakasam Dist, Ongole 523001. **Palakkad :** 10 / 688, Sreedevi Residency, Mettupalayam Street, Palakkad - 678001. **Palanpur :** Jyotindra Industries Compound, Near Vinayak Party Plot, Deesa Road, Palanpur - 385001. **Panipat :** 83, Devi Lal Shopping Complex, Opp ABN Amro Bank, G T Road, Panipat 132103. **Pathankot** : 13-A, 1ST Foor, Gurjeet Market, Dhangu Road, Pathankot - 145001. **Patiala :** 35, New lal Bagh Colony, Patiala - 147001. **Pondicherry :** S-8, 100, Jawaharlal Nehru Street, (New Complex, Opp. Indian Coffee House), Pondicherry - 605001. **Porbandar :** 2nd Floor, Harikrupa Towers, Opp. Vodafone Store, M G Road, Porbandar - 360575. **Proddatur :** Dwarakamayee", D. No. 8 / 239, Opp.: Saraswathi Type Institute, Sreeramula Peta, Proddatur - 516360. **Raibareli :** 17, Anand Nagar Complex, Raibareli - 229001. **Raichur :** # 12 - 10 - 51 / 3C, Maram Complex, Besides State Bank of Mysore, Basaveswara Road, Raichur - 584101. **Raipur :** C-24, Sector - 1, Devendra Nagar, Raipur - 492004. **Rajahmundry :** Cabin 101, D No. 7-27-4, 1st Floor, Krishna Complex, Baruvari Street, T Nagar, Rajahmundry - 533101. **Rajapalayam :** No. 59A/ 1, Railway Feeder Road, Near Bombay Dyeing Showroom, Rajapalayam - 626117. **Rajkot :** Office 207 - 210, Everest Building, Harihar Chowk, Opp Shastri Maidan Limda Chowk Rajkot - 360001. **Ranchi :** 4, HB Road, No: 206, 2nd Floor Shri Lok Complex, Ranchi - 834 001. **Ratlam :** Dafria & Co.,18, Ram Bagh, Near Scholar's Schoo, Ratlam – 457001. **Ratnagiri :** Kohinoor Complex, Near Natya Theatre, Nachane Road, Ratnagiri - 415639. **Rohtak :** 205, 2nd Floor, Bldg. No. 2, Munjal Complex, Delhi Road, Rohtak - 124001. **Roorkee :** 399/1 Jadugar Road, 33 Civil Lines, Roorkee - 247667. **Ropar :** SCF 17, Zail Singh Nagar, Ropar - 140001. **Rourkela :** 1st Floor, Mangal Bhawan, Phase II, Power House Road, Rourkela - 769001. **Sagar :** Opp. Somani Automoblies, Bhagwanganj, Sagar - 470002. **Saharanpur :** 1st Floor, Krishna Complex, Opp. Hathi Gate, Court Road, Saharanpur - 247001. **Salem :** No. 2, 1st Floor, Vivekananda Street, New Fairlands, Salem - 636016. **Sambalpur :** C/o Raj Tibrewal & Associates, Opp.Town High School, Sansarak, Sambalpur - 768001. **Sangli** (Parent: Kohlapur) **:** Diwan Niketan, 313, Radhakrishna Vasahat, Opp Hotel Suruchi, Near S.T. Stand, Sangli - 416416. **Satara :** 117 / A / 3 / 22, Shukrawar Peth, Sargam Apartment, Satara - 415002. **Satana :** 1st Floor, Shri Ram Market, Besides Hotel Pankaj, Birla Road, Satana - 485001. **Shahjahanpur :** Bijlipura, Near Old Distt Hospital , Shahjahanpur - 242001. **Shillong :** LDB Building,1st Floor, G S Road, Shillong - 793001. **Shimla :** 1st Floor, Opp Panchayat Bhawan Main Gate, Bus Stand, Shimla - 171001. **Shimoga :** Nethravathi, Near Gutti Nursing Home, Kuvempu Road, Shimoga - 577201. **Siliguri :** No 8, Swamiji Sarani, Ground Floor, Hakimpara, Siliguri - 734401. **Sirsa:** Gali No1, Old Court Road, Near Railway Station Crossing, Sirsa - 125055. **Sitapur :** Arya Nagar, Near Arya Kanya School, Sitapur - 262001. **Solan :** 1st Floor, Above Sharma General Store, Near Sanki Rest house, The Mall, Solan - 173212. **Solapur :** Flat No 109, 1st Floor, A Wing, Kalyani Tower, 126 Siddheshwar Peth, Near Pangal High School, Solapur - 413001. **Sonepat :** Shop No. 5, PP Tower, Ground Floor, Opp to Income Tax office, Sonepat - 131001. **Sriganganagar :** 18 L Block, Sri Ganganagar - 335001. **Srikakulam :** Door No 5 - 6 - 2, Punyapu Street Palakonda Road, Near Krishna Park, Srikakulam - 532 001. **Sultanpur :** 967, Civil Lines, Near Pant Stadium, Sultanpur - 228001. **Surendranagar :** 2 M I Park, Near Commerce College, Wadhwan City, Surendranagar - 363035. **Tanjore :** 1112, West Main Street, Tanjore - 613009. **Thiruppur :** 1(1), Binny Compound, 2nd Street, Kumaran Road, Thiruppur - 641601. **Thiruvalla :** Central Tower, Above Indian Bank, Cross Junction, Thiruvalla - 689101. **Tinsukia :** Sanairan Lohia Road,1st Floor, Tinsukia - 786125. **Tirunelveli :** 1st Floor, Mano Prema Complex, 182 / 6, S N High Road, Tirunelveli - 627001. **Tirupathi :** Shop No 14, Boligala Complex, 1st Floor, Door No. 18-8-41B, Near Leela Mahal Circle, Tirumala Byepass Road, Tirupathi - 517501. **Trichur :** Adam Bazar, Room No.49, Ground Floor, Rice Bazar (East), Trichur - 680001. **Trichy :** No 8, 1st Floor, 8th Cross West Extn, Thillainagar, Trichy - 620018. **Trivandrum :** R S Complex, Opposite of LIC Building, Pattom PO, Trivandrum - 695004. **Tuticorn :** 1 - A / 25, 1st Floor, Eagle Book Centre Complex, Chidambaram Nagar Main, Palayamkottai Road, Tuticorn - 628008. **Udaipur :** 32 Ahinsapuri, Fatehpura Circle, Udaipur - 313004. **Ujjain :** 123, 1st Floor, Siddhi Vinanyaka Trade Centre, Saheed Park, (Madhya Pradesh), Ujjain - 456010. **Unjha** (Parent: Mehsana) **:** 10/11, Maruti Complex, Opp. B R Marbles, Highway Road, Mehsana, Unjha - 384170. **Valsad :** Gita Niwas, 3rd Floor, Opp. Head Post Office, Halar Cross Lane, Valsad - 396001. **Vapi :** 215-216, Heena Arcade, Opp. Tirupati Tower, Near G I D C, Char Rasta, Vapi - 396195. **Varanasi :** C 27/249 - 22A, Vivekanand Nagar Colony, Maldhaiya, Varanasi - 221002. **Vashi :** Mahaveer Center, Office No:17, Plot No:77, Sector 17, Vashi - 400703. **Vellore :** No. 54, 1st Floor, Pillaiyar Koil Street, Thotta Palayam, Vellore - 632004. **Veraval :** Opp. Lohana Mahajan Wadi, Satta Bazar, Veraval - 362265. **Warangal :** F13, 1st Floor, BVSS Mayuri Complex, Opp Public Garden, Lashkar Bazar, Hanamkonda, Warangal - 506001. **Wardha :** Opp Raman Cycle Industries, Krishna Nagar, Wardha 442001. **Yamuna Nagar :** 124-B/R Model Town, Yamunanagar - 135001. **Yavatmal :** Pushpam, Tilakwadi, Opp Dr Shrotri Hospital, Yavatmal - 445001.

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**CAMS, Registrar and Transfer Agent to Kotak Mutual Fund will be the official point of acceptance for electronic transaction received through specified banks, Financial Institutions with whom Kotak Mahindra Mutual Fund has entered or may enter into specific arrangement for purchase/sale/switch of units and secured internet site operated by Kotak Mahindra Mutual Fund.**

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