

I. Change in Default Option of Kotak Equity Arbitrage Fund

Effective August 17, 2017, the default option of Kotak Equity Arbitrage Fund, an open ended equity growth scheme of Kotak Mahindra Mutual Fund is being revised as under :-

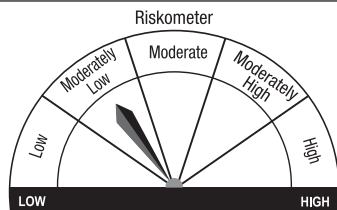
Default Option: Investors are advised to select the correct option at the time making investment application. In case, if no option is selected then the investment application will be considered as under:

| Available Options | Existing Default Options | Revised Default Options |
|---|-----------------------------|-----------------------------|
| Growth Option / Dividend Option | Growth Option | Dividend Option |
| Fortnightly Dividend Option / Monthly Dividend Option / Bimonthly Dividend Option | Fortnightly Dividend Option | Fortnightly Dividend Option |
| Dividend Payout / Dividend Reinvestment | Dividend Reinvestment | Dividend Reinvestment |

The level of risk in the scheme is explained in the “Riskometer” below:

This product is suitable for investors who are seeking*:

- Income from arbitrage opportunities in the equity market
- Investment in arbitrage opportunities in the cash & derivatives segment of the equity market



*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.

II. Discontinuation of Subscriptions

Kotak Mahindra Trustee Company Ltd; the Trustee of Kotak Mahindra Mutual Fund (the Fund) has approved discontinuation of subscriptions (including switch-ins) under the following Options of the respective schemes w.e.f. August 17, 2017 :

- Kotak Multi Asset Allocation Fund - Direct Plan - Monthly Dividend Option
- Kotak Corporate Bond Fund - Direct Plan - Quarterly Dividend Option
- Kotak Low Duration Fund - Direct Plan - Normal Dividend Option

All other terms of the Schemes remains unchanged. This notice cum addendum forms an integral part of Scheme Information Document and Key Information Memorandum of the Scheme as amended from time to time.

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

Mumbai
August 10, 2017

Sd/-
Nilesh Shah
Managing Director

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

Kotak Mahindra Asset Management Company Limited

CIN: U65991MH1994PLC080009

(Investment Manager for Kotak Mahindra Mutual Fund)

6th Floor, Kotak Towers, Building No. 21, Infinity Park, Off: Western Express Highway,
Goregaon - Mulund Link Road, Malad (East), Mumbai 400097.

Phone Number: 022 - 66056825 • Email: mutual@kotak.com • Website: assetmanagement.kotak.com

Mutual Fund investments are subject to market risks, read all scheme related documents carefully.