

A. Investment in Kotak Equity Arbitrage Fund

Effective September 13, 2013, it has been decided to accept fresh applications for subscription of units (including additional purchases, switch-ins and fresh SIP/STP/DTP registrations) in Kotak Equity Arbitrage Fund without the maximum cap of Rs. 1 crore laid down as per notice dated July 15, 2013.

All other terms of the Scheme remains unchanged. This addendum forms an integral part of Scheme Information Document (SID) / Statement of Additional Information (SAI) and Key Information Memorandum (KIM).

B. Declaration of dividend under Kotak Quarterly Interval Plan Series 2



Kotak Mahindra Trustee Company Limited; the Trustee to Kotak Mahindra Mutual Fund have approved September 16, 2013 as the record date for declaration of dividend under the dividend option of the below mentioned scheme.

Scheme Name	Quantum of dividend per unit #	Face Value per unit (Rs.)	NAV of dividend options as on September 6, 2013 (Rs.)
Kotak Quarterly Interval Plan Series 2 (Kotak QIP Series 2)	Entire appreciation in Net Asset Value of dividend option until September 16, 2013	10/-	Dividend Option - 10.1583

Distribution of the above dividend is subject to availability and adequacy of distributable surplus and deduction of applicable dividend distribution tax.

Pursuant to payment of dividend, the NAV of the Scheme would fall to the extent of payout and statutory levy, if any.

- The Specified Transaction Period (STP) for Kotak Quarterly Interval Plan Series 2 will be on September 16, 2013 and September 17, 2013. Investors can transact on both the STP dates under the scheme. Investors who have made a Purchase/Switch- in application on September 16, 2013 shall not be entitled to redeem/switch-out of units from the scheme on September 17, 2013.
- All Unit Holders of the Dividend Option of the Scheme who will submit valid redemptions/switch-out requests till 3.00 p.m. on September 16, 2013 will be entitled to receive the dividend. In respect of valid purchase/switch-in applications received till 3.00 p.m. on September 16, 2013 and September 17, 2013, the ex-dividend NAV of the day of receipt of application will be applicable. However, in case of applications greater than or equal to Rs. 2 lakhs, units will be allotted at the closing NAV of the day on which funds are available for utilisation before 3.00 p.m.
- The units of the scheme will not be available for trading on National Stock Exchange of India Ltd (NSE) with effect from September 12, 2013.

	Kotak Equity Arbitrage Fund	Kotak QIP Series 2
This product is suitable for investors who are seeking*	<ul style="list-style-type: none"> Income from arbitrage opportunities in the equity market Investment in arbitrage opportunities in the cash & derivatives segment of the equity market Low risk  (BLUE) 	<ul style="list-style-type: none"> Income over a short term investment Horizon Investment in debt & money market Securities Low risk  (BLUE)

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

Note: Risk may be represented as: Investors understand that their principal will be at

Low risk  (BLUE) Medium risk  (YELLOW) High risk  (BROWN).

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

**Mumbai
September 10, 2013**

**Sd/-
Sandesh Kirkire
Chief Executive Officer**

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

Kotak Mahindra Asset Management Company Limited

(Investment Manager for Kotak Mahindra Mutual Fund)

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