

## **COMMON ADDENDUM – 5**

The Board of Directors of Quantum Trustee Company Private Limited has approved following changes to the Offer Document (OD) of Quantum Long-Term Equity Fund (QLTEF) and Quantum Liquid Fund (QLF) at their meeting held on June 29, 2007. This addendum is prepared to bring to the notice of unitholders, prospective and existing, the changes as mentioned below. These changes are applicable with immediate effect:

**(A)**     *In QLTEF OD – Page No. 20 and & 23 & In QLF OD – Page No. 27:*

The details of Mr. Sudhanshu Asthana – Joint Fund Manager (Equity) are deleted. Mr. Atul Kumar, earlier Joint Fund Manager (Equity), is re-designated as Fund Manager (Equity). Other details of Mr. Atul Kumar shall remain unchanged.

**(B)**     *In QLTEF OD – Page No. 48 and QLF OD – Page No. 64:*

To replace the existing paragraph on “Prevention of Money Laundering” with the following:

**Prevention of Money Laundering**

In terms of the Prevention of Money Laundering Act, 2002, the Rules issued there under and the guidelines/circulars issued by SEBI regarding the Anti Money Laundering (AML Laws), all intermediaries, including Mutual Funds, have to formulate and implement a Client Identification Programme, verify and maintain the record of identity and address(es) of investors.

In order to make the data capture and document submission easy and convenient for the investors, Mutual Fund Industry has collectively entrusted this responsibility of collection of documents relating to identity and address and record keeping to an independent agency (presently CDSL Ventures Limited) that will act as central record keeping agency (‘Central Agency’). As a token of having verified the identity and address and for efficient retrieval of records, the Central Agency will issue a Know Your Customer Compliance Letter (KYC Letter) to each investor who submits an application and the prescribed documents to the Central Agency.

Investors who have obtained the KYC Letter can invest in the schemes of the mutual fund by attaching the KYC Letter in lieu of submitting information and documents required under AML Laws.

**Know-Your-Customer Compliance Letter (KYC Letter)**

Investors who wish to obtain a KYC Letter have to submit a completed Application Form for KYC Letter (‘KYC Form’) along with all the prescribed documents listed in the KYC Form, at any of the Point of Service (‘POS’). The KYC Form is available at our website ([www.QuantumAMC.com](http://www.QuantumAMC.com)) and AMFI website ([www.amfiindia.com](http://www.amfiindia.com)). POS are the designated centres appointed by the Central Agency for receiving application forms, processing data and issue of KYC Letter. List of and location of POS is available at our website ([www.QuantumAMC.com](http://www.QuantumAMC.com)) and [www.amfiindia.com](http://www.amfiindia.com). On submission of application, documents and information to the satisfaction of the POS, the investor will be issued a provisional KYC Letter across the counter. Subsequently, the Central Agency will scrutinize the information and documents submitted by the investor, and confirm the KYC Letter. However, the Central Agency may cancel the KYC Letter within 15 working days from the date of issue of the KYC Letter, in case of any deficiency in the document/information. Intimation on cancellation of KYC Letter will be dispatched by the Central Agency to the investor immediately. No communication will be sent to the investor if the KYC Letter as issued is confirmed.

Presently, it is mandatory for all applications for subscription of value of Rs.50,000/- and above to attach the KYC Letter of all the applicants (guardian in case of minor) in the application for subscription. The KYC Letter will be validated with the records of the Central Agency before allotting units. Applications for subscriptions of value of Rs.50,000/- and above without a valid KYC Letter may be rejected.

In the event of any KYC Letter Application Form being subsequently rejected for lack of information / deficiency / insufficiency of mandatory documentation, the investment transaction will be cancelled and the amount may be redeemed at applicable NAV, subject to payment of exit load, wherever applicable. Such redemption proceeds will be despatched within a maximum period of 21 days from date of acceptance of application. (In case of an ELSS Scheme or a New Fund Offer, allotment will be done only on confirmation from the Central Agency that the KYC Letter is final and if the Central Agency informs that the KYC Letter is cancelled, the original amount invested will be refunded).

All investors (both individual and non-individual) can apply for a KYC Letter. However, applicants should note that minors cannot apply for a KYC Letter and any investment in the name of minors should be along with a Guardian, who should obtain a KYC Letter for the purpose of investing with a Mutual Fund. Also, applicants / unit holders intending to apply for units / currently holding units and operating their Mutual Fund folios through a Power of Attorney (PoA) must ensure that the issuer of the PoA and the holder of the PoA

must attach their respective KYC Letters at the time of investment above the threshold. PoA holders are not permitted to apply for a KYC Letter on behalf of the issuer of the PoA. Separate procedures are prescribed for change in name, address and other KYC Letter related details, should the applicant desire to change such information. POS will extend the services of effecting such changes.

All the other terms and conditions of the respective schemes' Offer Documents will remain unchanged. This addendum forms an integral part of the Offer Documents of the respective schemes, read with the addenda issued from time to time.

Applicants / Unit holders may contact our Official Points of Acceptance/Investor Service Centers (ISCs) for any additional information/clarifications. Also, please visit our website [www.QuantumAMC.com](http://www.QuantumAMC.com) for any other related information.

**(C) In QLTEF OD – Page No. 42 and QLF OD – Page No. 57:**

To replace the existing point No. 7 under “How To Apply?” with the following matter:

7) All investors are required to furnish the following documents while making any application for purchase or additional purchase of units before December 31, 2007:

- a) A copy of the Permanent Account Number (PAN) Card duly attested by a Judicial Authority/Bank Manager/ARN Distributor/Notary Public/Gazetted Officer.
- b) In case an investor does not have a PAN, a copy of Form 49A (i.e., application for allotment of a PAN) duly attested by a judicial authority/bank manager/ARN distributor/notary public/gazetted officer.
- c) In case an investor does not have a PAN, and wishes to invest above Rs. 50,000/- a copy of Form 49A (i.e., application for allotment of a PAN) duly attested by a Judicial Authority/Bank Manager/ARN Distributor/Notary Public/Gazetted Officer and Form 60/61 duly completed.

In case of joint applicants, PAN details of all holders should be submitted. In case the person making an application is a minor, PAN details of the guardian must be submitted.

From January 1, 2008 onwards, it is mandatory for all applicants and existing unitholders to furnish a copy of their PAN card duly attested by a Judicial Authority/Bank Manager/ARN Distributor/Notary Public/Gazetted Officer.

**(D) In QLTEF OD Page No. 51 and QLF OD Page No. 69:**

To insert the following table after the paragraph on Annual Scheme Recurring Expenses:

**CONDENSED FINANCIAL INFORMATION:**

Historical Per Unit Statistics	Quantum Long-Term Equity Fund (Growth and Dividend Option)		Quantum Liquid Fund
	For the Period March 13, 2006 to March 31, 2006	For the Period April 1, 2006 to March 31, 2007	For the Period April 7, 2006 to March 31, 2007
Date of Allotment	March 13, 2006		April 7, 2006
NAV as on March 13, 2006 (Rs. per unit)	10.00	N.A.	N.A.
NAV as on April 7, 2006 (Rs. per unit)	N.A.	N.A.	10.00
NAV as on April 1, 2006 (Rs. per unit)	N.A.	10.23	N.A.
Net Income per unit (Rs. per unit)	Nil	0.41	0.44
Dividends : (Rs. per unit)			
Dividend Plan	Nil	Nil	0.33986733
Monthly Dividend Plan	Nil	Nil	0.32896215
Transfer to reserves (if any) (Rs. in crores)	0.26	3.90	0.64
NAV at the end of the year (Rs. per unit):			
Growth Plan	10.23	11.47	10.6875
Dividend Plan	10.23	11.47	10.0000
Monthly Dividend Plan	N.A.	N.A.	10.0193
Annualised return (%)	2.30%*	12.12%	6.88%**
Net Assets at the end of period (Rs. in Crores)	11.26	30.45	30.00
Ratio of Recurring Expenses to net assets (%)	2.50%	2.50%	0.45%

N.A. – Not Applicable

\* Absolute returns for the period March 13, 2006 to March 31, 2006;

\*\* Absolute returns for the period April 7, 2006 to March 31, 2007.

Amount of Borrowings - Nil; Purpose of Borrowings N.A.

**Notes:**

1. “Quantum Liquid Fund” (QLF) has not completed a full year of operation. The information is furnished for the period April 1, 2006 to March 31, 2007.

2. Since QLF has been launched during the year, the returns are computed in absolute terms from the date of the launch of the Scheme.
3. Date of allotment is deemed to be date of launch.
4. Returns exclude exit load, if any; neither QLTEF nor QLF charges entry load.

**(E) CHANGE IN THE ADDRESS OF KARVY INVESTOR SERVICE CENTRES:**

<b>New Addresses of Delhi &amp; Hyderabad Investor Service Centres</b>	
<b><u>New Delhi</u></b> Karvy Computershare Private Limited, 212, Arunachal Building, 2nd Floor, 19 Barakhamba Road, Connaught Place, New Delhi - 110 001 Contact person: Mr. Jose Yohannan Email: delhimfd@karvy.com / michaelg@karvy.com / jose.y@karvy.com Tel: 011-23737194 / 011-41511627 Fax: 011-23730743 RIM: 9350287035	<b><u>Hyderabad</u></b> Karvy Computershare Private Limited, 21, Avenue 4, Street No.1, Banjara Hills, Hyderabad - 500 034 Contact person: Mr. P Nageshwar Rao Email: pnrao.hyd@karvy.com / pnrao.hyd@karvy.com Tel: 040-23312454 Ext : 124 Fax: 040-23311968

For Quantum Asset Management Company Private Limited  
(Investment Manager – Quantum Mutual Fund)

Sd/-  
Devendra Nevgi  
CEO & CIO

Date: June 29, 2007  
Place: Mumbai