

**QUANTUM MUTUAL FUND**

Profit with Process

India's 1st Direct to Investor Mutual Fund

Investment Manager: Quantum Asset Management Company Private Limited
 505, 5th Floor, Regent Chambers, Nariman Point, Mumbai – 400 021
 Tel. No. 022 – 61447800 Website: www.QuantumAMC.com / www.QuantumMF.com

NOTICE CUM ADDENDUM

The Board of Directors of Quantum Trustee Company Private Limited, Trustee to Quantum Mutual Fund (the Fund) has approved the following changes in the Statement of Additional Information / Key Information Memorandum(s) and Scheme Information Document(s) of Scheme(s) of Quantum Mutual Fund:

(1) Modification in the process for change in bank mandate with effect from November 15, 2010.

The investors are required to submit the following documents along with the application for change in bank mandate duly signed by the investors as per mode of their holding.

A cancelled original cheque leaf / copy of the cheque leaf self attested / certified by the Bank where the account number and name(s) of all bank account holders are printed on the face of the cheque. In case the names are not so mentioned, the investor can submit a letter from the Bank or copy of the bank account statement / pass book self attested / certified by the Bank which contain the details of the account such as name and address of the investor, bank account number, bank branch and address, MICR and IFSC Code of the Branch.

In the event of a request for change in bank mandate if the bank account information being invalid / incomplete / dissatisfactory in respect of signature mismatch / document insufficiency / not complying with any requirements mentioned above, the request for such change will not be processed. Redemption / dividend payments if any, shall be processed as per the last registered bank account information with the Fund and will be used for such payments to the investors.

Valid change of bank mandate request with supporting documents will be processed within 10 days from the receipt of necessary documents and any financial transaction request received in during the interim period shall be processed as per the last registered bank account information with the Fund.

(2) Non acceptance of third party instruments with effect from November 15, 2010

The Fund shall not accept applications for subscriptions of units accompanied with Third Party Instruments from the effective date except the following cases:

- Payment by Parents/Grand-Parents/related persons on behalf of a minor in consideration of natural love and affection or as gift for a value not exceeding Rs.50,000/- (each regular purchase or per SIP installment)
- Payment by employer on behalf of employee under Systematic Investment Plans through payroll deductions.
- Custodian on behalf of an FII or a client.

The investors submitting their applications through above mentioned exceptional cases are required to comply with the following, without which applications for subscription of units shall be rejected / not processed / refunded.

- Mandatory KYC for all investors (guardian in case of minor) and the person making the payment i.e. third party. In order for an application to be considered as valid, investors and the person making payment should attach their valid KYC Acknowledgment Letter to the application form.
- Submission of separate, complete and valid 'Third Party Declaration Form' from the investors (guardian in case of minor) and the person making payment i.e. third party. The said Declaration from shall, inter alia, contain the details of bank account from which the payment is made and the relationship with the investor(s).

Third Party Instruments are defined as follows:

- When payment is made through instruments issued from an account other than that of the beneficiary investor, the same is referred to as Third-Party payment.
- It is clarified that in case of payments from a joint bank account, the first holder of the mutual fund folio has to be one of the joint holders of the bank account from which payment is made.

(3) Registration of multiple bank accounts with effect from November 15, 2010

The investors can register upto 5 Bank Accounts in case of individual/HUF and 10 Bank Accounts in case of non-individual, in a folio to receive the redemption/dividend proceeds, selecting any one of the registered accounts as the default Bank account. The investors may also choose to receive the redemption/dividend proceeds in any of the registered bank account, by specifying the same in the Bank Accounts Registration Form.

- In case of the existing investors, the existing bank mandate would be treated as default bank account till the investor gives a separate request to change the same to any other registered bank account.
- In case of new investors, the bank account mentioned on the purchase application form, used for opening the folio, shall be treated as default bank account till the investor gives a separate request to change the same to any of other registered bank account.

The investors are required to provide an application for registration of multiple bank accounts by submitting the Bank Accounts Registration Form.

The Fund shall adopt the same process for verification for the above registration as is applicable for a change in bank mandate.

Consequent to introduction of Multiple Bank Accounts Registration Facility, the request for change in bank mandate along with the redemption request will not be processed simultaneously, and in such case only the redemption request will be processed and the request for change in bank mandate will not be processed. The redemption proceeds are credited to the last registered bank account information with the Fund.

(4) Revision in the Know Your Customer (KYC) Compliance Requirements

Pursuant to implementation of Know Your Customer (KYC) norms under Prevention of Money Laundering Act, 2002 (PMLA) through CDSL Ventures Limited (CVL), it has been decided to revise the threshold limit of KYC compliance for individual investors with effect from January 1, 2011.

As per the existing provisions, it is mandatory for all applications for subscription value of Rs.50000 and above to quote the KYC Compliance Status of each applicant and attach a proof of KYC Compliance. It has now been decided that it shall be mandatory in case of individual investors to be KYC Compliant, irrespective of the amount of investment with effect from January 1, 2011.

The individual investors for the purpose of KYC compliant shall include (i) their constituted Power of Attorney (POA) holder, in case of investments through POA; and (ii) each of the applicants, in case of application in joint names.

(5) Change in Official Point of Acceptance / Investor Services Center of Karvy Computershare Private Limited

Location	New Address
Darbhanga	Karvy Computershare Private Limited Jaya Complex, 2 nd Floor, above Furniture Planet, Donar Chowk, Darbhanga - 846003

This addendum shall form an integral part of the Statement of Additional Information / Key Information Memorandum(s) and Scheme Information Document(s) of Scheme(s) Quantum Mutual Fund as amended from time to time. All other terms and conditions shall remain unchanged.

for **Quantum Asset Management Company Private Limited**
(Investment Manager to Quantum Mutual Fund)

Sd/-

Malay Vora

Company Secretary & Compliance Officer

Date: November 13, 2010

Place: Mumbai

Risk Factors: All Mutual Funds and securities investments are subject to market risks including uncertainty of dividend distributions and the NAV of the schemes may go up or down depending upon the factors and forces affecting the gold and securities markets and there is no assurance or guarantee that the objectives of the scheme will be achieved. Past performance of the Sponsors and their affiliates / AMC / Mutual Fund and its Scheme(s) do not indicate the future performance of the Scheme of the Mutual Fund. **Statutory Details:** Quantum Mutual Fund (the Fund) has been constituted as a Trust under the Indian Trusts Act, 1882. **Sponsor:** Quantum Advisors Private Limited. (Liability of Sponsor limited to Rs. 1,00,000/-) **Trustee:** Quantum Trustee Company Private Limited. **Investment Manager:** Quantum Asset Management Company Private Limited. The Sponsor, Trustee and the Investment Manager are incorporated under the Companies Act, 1956. **Please read the Scheme Information Document, Key Information Memorandum and Statement of Additional Information carefully before investing.**