

QLF - ADDENDUM 2

The Board of Directors of Quantum Trustee Company Private Limited has approved following changes in Quantum Liquid Fund (QLF scheme) in its meeting held on October 20, 2006. This addendum is prepared to bring to the notice of unitholders, prospective and existing, regarding changes as mentioned below. **The changes to the cut-off timings will take effect from October 11, 2006.** All other changes are applicable prospectively with effect from October 26, 2006:

EXISTING PROVISIONS	REVISED PROVISIONS																
Definition of “Applicable NAV” – Page No. 5 of existing Offer Document																	
The Net Asset Value applicable for redemptions/re-purchase/switches etc; based on the Business Day and relevant cut-off times on which the application is accepted at the official points of acceptance.	The Net Asset Value applicable for sale , redemption/re-purchase/switches etc; based on the Business Day and relevant cut-off times on which the application is accepted at the official points of acceptance.																
Cut off time – Page No. 15 of existing Offer Document																	
The cut-off times for determining Applicable NAV’s for redemptions and switch outs to be made at the Investor Service Centres/Designated Collection Centres (designated as ‘Official Points of Acceptance’ from time to time) are as per the following table:	The cut-off times for determining Applicable NAV’s for subscription, redemptions and switch outs to be made at the Investor Service Centres/Designated Collection Centres (designated as ‘Official Points of Acceptance’ from time to time) are as per the following table:																
<table border="1"> <thead> <tr> <th>Subscription</th> <th>Redemption</th> <th>Switch In</th> <th>Switch Out</th> </tr> </thead> <tbody> <tr> <td>1.00 p.m.</td> <td>10.00 a.m.</td> <td>1.00 p.m.</td> <td>10.00 a.m.</td> </tr> </tbody> </table>	Subscription	Redemption	Switch In	Switch Out	1.00 p.m.	10.00 a.m.	1.00 p.m.	10.00 a.m.	<table border="1"> <thead> <tr> <th>Subscription</th> <th>Redemption</th> <th>Switch In</th> <th>Switch Out</th> </tr> </thead> <tbody> <tr> <td>12.00 Noon</td> <td>3.00 p.m.</td> <td>12 Noon</td> <td>3.00 p.m.</td> </tr> </tbody> </table>	Subscription	Redemption	Switch In	Switch Out	12.00 Noon	3.00 p.m.	12 Noon	3.00 p.m.
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Asset Allocation – Page No. 34 of existing Offer Document																	
“Further the Scheme shall be in compliance with SEBI Circular dated March 19, 2004, as per which the Liquid scheme will have the following characteristics with regard to its portfolio”	“Further the Scheme shall be in compliance with SEBI Circular dated October 11, 2006 , as per which the Liquid scheme will have the following characteristics with regard to its portfolio”																

NAV of Units under the Scheme(s) shall be calculated as shown below – Page No. 46 of existing Offer Document

EXISTING PROVISIONS	REVISED PROVISIONS
<p>Market or Fair Value of Scheme's investments (+) Current Assets (-) Current Liabilities and Provisions Divided by No. of Units outstanding under Scheme.</p> <p>The first NAV will be calculated and announced not later than 30 days from the close of the New Fund Offer. Subsequently, the NAV of the Scheme(s) will be calculated as of the close of every Business Day up to 4 decimal places. The valuation of the Scheme(s)' assets and calculation of the Scheme(s)' NAV shall be subject to audit on an annual basis and subject to such regulations as may be prescribed by SEBI from time to time.</p>	<p>Market or Fair Value of Scheme's investments (+) Current Assets (-) Current Liabilities and Provisions Divided by No. of Units outstanding under Scheme.</p> <p>The first NAV will be calculated and announced not later than 30 days from the close of the New Fund Offer. Subsequently, the NAV of the Scheme(s) will be calculated as of the close of every Calendar Day up to 4 decimal places. The valuation of the Scheme(s)' assets and calculation of the Scheme(s)' NAV shall be subject to audit on an annual basis and subject to such regulations as may be prescribed by SEBI from time to time.</p>

Table for "Cut-Off Time for Sales, Repurchase/Redemption and switches of Units on On-going basis" – Page No. 60 of existing Offer Document

EXISTING PROVISIONS				REVISED PROVISIONS			
Subscription	Redemption	Switch In	Switch Out	Subscription	Redemption	Switch In	Switch Out
1.00 p.m	10.00 a.m	1.00 p.m	10.00 a.m	12.00 noon	3.00 p.m	12.00 noon	3.00 p.m

Applicable NAV for Sale of Units – Page No. 61 of existing Offer Document

EXISTING PROVISIONS		REVISED PROVISIONS	
Subscription requests received upto 1.00 p.m. on a Business Day by means of a high value cheque or by direct credit to the Fund's Account and realised in the Fund's Bank Accounts and are available for utilisation by the Scheme on the same Business Day.	NAV at the close of the previous day (inclusive of Sundays and holidays).	Where the Subscription application is received up to 12.00 noon on a business day and funds are available for utilization on the same day.	The closing NAV of the day immediately preceding the day of receipt of application (inclusive of Sundays and holidays).
Subscription requests received upto 1.00 p.m. on a Business Day by means of a high value cheque or by direct credit to the Fund's Account and realised in the Fund's Bank Accounts and are available for utilisation by the Scheme on the next Business Day.	Closing NAV of the day immediately previous to the next Business Day.	Where the Subscription application is received after 12.00 noon on a business day and funds are available for utilization on the same day.	The closing NAV of the day immediately preceding the next business day.
Subscription requests received after 1.00 p.m. on a Business Day, funds on	Closing NAV of the day immediately	Irrespective of the time of receipt of application, where the funds are not available for utilization on the day of the application.	The closing NAV of the day immediately preceding the day on which the funds are available for utilization.

account of which are available for utilisation by the Scheme on the same Business Day.	previous to the next Business Day.	
Subscription requests received after 1.00 p.m. on a Business Day, funds on account of which are available for utilisation by the Scheme on the next Business Day.	Closing NAV of the day immediately previous to the next Business Day.	
Subscription requests received on a Business Day by means of non high value cheques/instruments or cheques issued on banks which are outside the high value zones.	NAV at the close of day previous to the business day on which the funds are available for utilization.	

Table for “Applicable NAV for Repurchase of Units” – Page No. 62 of existing Offer Document

EXISTING PROVISIONS		REVISED PROVISIONS	
Repurchase/Redemption requests received upto 10.00 a.m. on a Business Day.	NAV at the close of the previous day (inclusive of Sundays and holidays).	Where the Repurchase/Redemption application is received upto 3.00 pm. on a Business Day.	The Closing NAV of the day immediately preceding the next business day.
Repurchase/Redemption requests received after 10.00 a.m. on a Business Day.	Closing NAV of the day immediately previous to the next Business Day.	Where the Repurchase/Redemption application is received after 3.00 pm. on a Business Day.	The Closing NAV of the next business day.

3rd Paragraph of “NAV Information” – Page No. 71 of existing Offer Document

EXISTING PROVISIONS	REVISED PROVISIONS
The AMC shall update the NAVs on the website of Association of Mutual Funds in India AMFI (www.amfiindia.com) by 8.00 p.m. on every Business Day. In case of any delay, the reasons for such delay would be explained to AMFI and SEBI by the next day. If the NAVs are not available before commencement of business hours on the following day due to any reason, the Fund shall issue a press release providing reasons and explaining when the Fund would be able to publish the NAVs.	The AMC shall update NAV's on the website of Association of Mutual Funds in India (www.amfiindia.com) by 9.00 p.m. on every Business Day”. In case of any delay, the reasons for such delay would be explained to AMFI and SEBI by the next day. If the NAVs are not available before commencement of business hours on the following day due to any reason, the Fund shall issue a press release providing reasons and explaining when the Fund would be able to publish the NAVs.

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

Sd/-

Arjun Marphatia

CEO