



**QUANTUM MUTUAL FUND**  
Investment Manager: Quantum Asset Management Company Private Limited - SEBI (MUTUAL FUNDS) REGULATIONS, 1996 [ Regulation 59 ]  
UNAUDITED HALF YEARLY FINANCIAL RESULTS FOR THE PERIOD ENDED SEPTEMBER 30, 2008

| SL. NO.         | PARTICULARS                                                                                             | Quantum Long Term Equity Fund (QLTEF) |                                    | Quantum Liquid Fund (QLF)                                                  |                                                                            | Quantum Gold Fund (QGF) |                      | Quantum Index Fund (QIF) |                      |
|-----------------|---------------------------------------------------------------------------------------------------------|---------------------------------------|------------------------------------|----------------------------------------------------------------------------|----------------------------------------------------------------------------|-------------------------|----------------------|--------------------------|----------------------|
|                 |                                                                                                         | 30th September 2008                   | 30th September 2007                | 30th September, 2008                                                       | 30th September, 2007                                                       | 30th September, 2008    | 30th September, 2007 | 30th September, 2008     | 30th September, 2007 |
| 1.1             | Unit Capital at the beginning of the half-year period [Rs. in Crores]                                   | 29.29                                 | 26.55                              | 18.63                                                                      | 29.37                                                                      | 0.61                    | Not Applicable       | Not Applicable           | Not Applicable       |
| 1.2             | Unit Capital at the end of the period [Rs. in Crores]                                                   | 29.42                                 | 27.36                              | 20.85                                                                      | 19.63                                                                      | 1.05                    | Not Applicable       | 0.04                     | Not Applicable       |
| 2               | Reserves & Surplus [Rs. in Crores]                                                                      | 5.72                                  | 13.07                              | 2.19                                                                       | 1.16                                                                       | 6.06                    | Not Applicable       | 1.50                     | Not Applicable       |
| 3.1             | Total Net Assets at the beginning of the half-year period [Rs. in Crores]                               | 40.18                                 | 30.45                              | 20.35                                                                      | 30.00                                                                      | 3.69                    | Not Applicable       | Not Applicable           | Not Applicable       |
| 3.2             | Total Net Assets at the end of the period [Rs. in Crores]                                               | 35.14                                 | 40.43                              | 23.04                                                                      | 20.79                                                                      | 7.11                    | Not Applicable       | 1.54                     | Not Applicable       |
| 4.1             | NAV at the beginning of the half-year period [Rs.]*                                                     | Growth - 13.72<br>Dividend - 13.71    | Growth - 11.47<br>Dividend - 11.47 | Growth - 11.5205<br>Daily Dividend - 10.0000<br>Monthly Dividend - 10.0163 | Growth - 10.6875<br>Daily Dividend - 10.0000<br>Monthly Dividend - 10.0193 | Growth - 604.4464       | Not Applicable       | Not Applicable           | Not Applicable       |
| 4.2             | NAV at the end of the period [Rs.]*                                                                     | Growth - 11.69<br>Dividend - 11.69    | Growth - 14.78<br>Dividend - 14.78 | Growth - 12.0423<br>Daily Dividend - 10.0000<br>Monthly Dividend - 10.0163 | Growth - 11.0864<br>Daily Dividend - 10.0000<br>Monthly Dividend - 10.0102 | Growth - 661.0866       | Not Applicable       | Growth -387.005          | Not Applicable       |
| 4.3             | Dividend paid per unit during the half-year [Rs.]                                                       | Nil                                   | Nil                                | Daily Dividend - 0.34459343<br>Monthly Dividend - 0.34482998               | Daily Dividend - 0.28661972<br>Monthly Dividend - 0.29113471               | NIL                     | Not Applicable       | NIL                      | Not Applicable       |
| <b>Income</b>   |                                                                                                         |                                       |                                    |                                                                            |                                                                            |                         |                      |                          |                      |
| 5.1             | Dividend [Rs. in Crores]                                                                                | 0.50                                  | 0.44                               | -                                                                          | -                                                                          | -                       | Not Applicable       | 0.01                     | Not Applicable       |
| 5.2             | Interest [Rs. in Crores]                                                                                | 0.03                                  | 0.01                               | 1.08                                                                       | 0.72                                                                       | \$0.00                  | Not Applicable       | \$0.00                   | Not Applicable       |
| 5.3             | Profit/(Loss) on sale/redemption of investments (other than inter scheme transfer/sale) [Rs. in Crores] | (0.42)                                | 0.79                               | 0.00                                                                       | 0.19                                                                       | 0.02                    | Not Applicable       | \$0.00                   | Not Applicable       |
| 5.4             | Profit/(Loss) on inter-scheme transfer/sale of investments [Rs. in Crores]                              | Nil                                   | Nil                                | Nil                                                                        | Nil                                                                        | -                       | Not Applicable       | -                        | Not Applicable       |
| 5.5             | Other Income (indicating nature) [Rs. in Crores]                                                        | 0.06                                  | Nil                                | Nil                                                                        | Nil                                                                        | -                       | Not Applicable       | -                        | Not Applicable       |
| 5.6             | Total Income (5.1 to 5.5) [Rs. in Crores]                                                               | 0.17                                  | 1.24                               | 1.08                                                                       | 0.91                                                                       | 0.02                    | Not Applicable       | 0.01                     | Not Applicable       |
| <b>Expenses</b> |                                                                                                         |                                       |                                    |                                                                            |                                                                            |                         |                      |                          |                      |
| 6.1             | Management Fees [Rs. in Crores]                                                                         | 0.22                                  | 0.19                               | 0.02                                                                       | 0.02                                                                       | 0.01                    | Not Applicable       | \$0.00                   | Not Applicable       |
| 6.2             | Trustee Fees [Rs. in Crores]                                                                            | 0.05                                  | 0.02                               | Nil                                                                        | Nil                                                                        | -                       | Not Applicable       | -                        | Not Applicable       |
| 6.3             | Total Recurring Expenses (including 6.1 and 6.2) [Rs. in Crores]                                        | 0.49                                  | 0.43                               | 0.05                                                                       | 0.05                                                                       | 0.03                    | Not Applicable       | \$0.00                   | Not Applicable       |
| 6.4             | Percentage of Management Fees to daily/weekly average net assets [%]                                    | 1.14%                                 | 1.11%                              | 0.18%                                                                      | 0.18%                                                                      | -                       | Not Applicable       | 0.25%                    | Not Applicable       |
| 6.5             | Total Recurring expenses as a percentage of daily/weekly average net assets [%]                         | 2.50%                                 | 2.49%                              | 0.45%                                                                      | 0.45%                                                                      | 0.50%                   | Not Applicable       | 0.75%                    | Not Applicable       |
| 7.1             | Returns during the half-year [(+) (-)] (Absolute)                                                       | -14.80%                               | 28.86%                             | 4.53%                                                                      | 3.73%                                                                      | 9.37%                   | Not Applicable       | Not Applicable           | Not Applicable       |
| 7.2             | Compounded Annualised yield in case of schemes in existence for more than 1 Year *                      |                                       |                                    |                                                                            |                                                                            |                         |                      |                          |                      |
|                 | i. Last 1 year [%] (Absolute)                                                                           | -20.91%                               | 29.99%                             | 8.62%                                                                      | 7.83%                                                                      | Not Applicable          | Not Applicable       | Not Applicable           | Not Applicable       |
|                 | ii. Last 3 years [%]                                                                                    | Not Applicable                        | Not Applicable                     | Not Applicable                                                             | Not Applicable                                                             | Not Applicable          | Not Applicable       | Not Applicable           | Not Applicable       |
|                 | iii. Last 5 years [%]                                                                                   | Not Applicable                        | Not Applicable                     | Not Applicable                                                             | Not Applicable                                                             | Not Applicable          | Not Applicable       | Not Applicable           | Not Applicable       |
|                 | iv. Absolute return since launch of the scheme [%]                                                      |                                       |                                    |                                                                            |                                                                            |                         |                      |                          |                      |
|                 | a) QLTEF = 13th March 06                                                                                | 6.31%                                 | 28.71%                             |                                                                            |                                                                            |                         |                      |                          |                      |
|                 | b) QLF = 07th April 06                                                                                  |                                       |                                    | 7.77%                                                                      | 7.19%                                                                      |                         |                      |                          |                      |
|                 | c) QGF = 22nd February 08                                                                               |                                       |                                    |                                                                            |                                                                            | 11.51%                  | Not Applicable       |                          |                      |
|                 | d) QIF = 10th July 08                                                                                   |                                       |                                    |                                                                            |                                                                            |                         |                      | -3.62%                   | Not Applicable       |
| 8               | <b>Performance of the Benchmark indices</b>                                                             |                                       |                                    |                                                                            |                                                                            |                         |                      |                          |                      |
| 8.1             | Returns during the half-year [(+) (-)] (Absolute)                                                       | -18.33%                               | 33.74%                             | 3.96%                                                                      | 4.00%                                                                      | 9.83%                   | Not Applicable       | Not Applicable           | Not Applicable       |
| 8.2             | Compounded Annualised yield in case of schemes in existence for more than 1 Year *                      |                                       |                                    |                                                                            |                                                                            |                         |                      |                          |                      |
|                 | i. Last 1 year [%] (Absolute)                                                                           | -25.68%                               | 41.77%                             | 7.50%                                                                      | 7.37%                                                                      | Not Applicable          | Not Applicable       | Not Applicable           | Not Applicable       |
|                 | ii. Last 3 years [%]                                                                                    | Not Applicable                        | Not Applicable                     | Not Applicable                                                             | Not Applicable                                                             | Not Applicable          | Not Applicable       | Not Applicable           | Not Applicable       |
|                 | iii. Last 5 years [%]                                                                                   | Not Applicable                        | Not Applicable                     | Not Applicable                                                             | Not Applicable                                                             | Not Applicable          | Not Applicable       | Not Applicable           | Not Applicable       |
|                 | iv. Absolute return since launch of the scheme [%]                                                      |                                       |                                    |                                                                            |                                                                            |                         |                      |                          |                      |
|                 | a) QLTEF = 13th March 06                                                                                | 8.69%                                 | 38.99%                             |                                                                            |                                                                            |                         |                      |                          |                      |
|                 | b) QLF = 07th April 06                                                                                  |                                       |                                    | 7.07%                                                                      | 6.78%                                                                      |                         |                      |                          |                      |
|                 | c) QGF = 22nd February 08                                                                               |                                       |                                    |                                                                            |                                                                            | 8.82%                   | Not Applicable       |                          |                      |
|                 | d) QIF = 10th July 08                                                                                   |                                       |                                    |                                                                            |                                                                            |                         |                      | -7.50%                   | Not Applicable       |
| 9               | Provision for Doubtful Income/Debts [Rs. in Crores]                                                     | Nil                                   | Nil                                | Nil                                                                        | Nil                                                                        | NIL                     | Not Applicable       | NIL                      | Not Applicable       |
| 10              | Payments to associate/group companies (if applicable) [Rs. in Crores]                                   | Nil                                   | Nil                                | Nil                                                                        | Nil                                                                        | NIL                     | Not Applicable       | NIL                      | Not Applicable       |
| 11              | Investments made in associate/group companies (if applicable) [Rs. in Crores]                           | Nil                                   | Nil                                | Nil                                                                        | Nil                                                                        | NIL                     | Not Applicable       | NIL                      | Not Applicable       |
| 12              | Benchmark for the Scheme                                                                                | BSE-30 TRI                            |                                    | CRISIL LIQUID INDEX                                                        |                                                                            | DOMESTIC PRICE OF GOLD  |                      | S&P CNX NIFTY            |                      |

\* NAV for last business day  
\$ Figures less than Rs. 0.005 Crores.

Portfolio statement of the scheme as on September 30, 2008 has been sent to the unitholders. The same can be viewed on the AMC's website www.QuantumAMC.com  
Past performance may or may not be sustained in future.

**Notes to the Unaudited financial results for the half-year ended September 30, 2008:**

- There has been no change in accounting policy during the half year ended September 30, 2008.
- The load collected on redemptions from QLTEF have been transferred to the Reserve Account of the respective plans of QLTEF.
- The QAMC has not utilized the services of its sponsor, or any of its associates, employees or their associates for the purpose of any of any securities transaction or distribution or sale of securities during the half year ended September 30, 2008.
- No underwriting obligations have been undertaken by the schemes of QMF.
- Neither the sponsor nor the associates of the QMF have acted as arranger or manager of any issue of equity or debt nor has any associate company lead managed any issue.
- No investments were made by the schemes during the half year under review in the companies and subsidiaries of such companies which have invested more than 5% as per Regulation 25(11), except the following
  - QLTEF has invested Rs. 38.40 Lac in HDFC Ltd
  - QIF has invested Rs. 3.74 Lac in HDFC Ltd
 HDFC is the largest home finance company and also the most efficient with perceived benefits from its investments in HDFC AMC, HDFC Standard Life Insurance & HDFC ERGO General Insurance..
- No Unit holder in QLTEF or QIF or QGF holds over 25% of the respective scheme net assets.as on September 30, 2008. In case of QLF: one unitholder was holding more than 25% in the net assets of QLF as on September 30, 2008, the % holding of the said unitholder being 31.67%.
- No bonus has been declared by the schemes during the half-year ended September 30, 2008.
- Initial issue expenses of Rs. 0.27 crores pertaining to QLTEF is being amortised over a period of 5 years.
- The schemes have no exposure to derivative products, foreign securities, ADR's and GDR's.
- The schemes have not made any borrowings during the half-year ended September 30, 2008.
- In case of the QGF one Unit represents approximately half gram of Physical Gold. In case of QIF each unit is approximately equal to 1/10th of the S&P CNX NIFTY
- Returns for QLTEF, QLF and QGF have been calculated for the Growth Plan of the schemes considering the movement of NAV during the period. In the case of the QIF, the date of allotment i.e July 10, 2008 is deemed to be the date of launch. Since QGF and QIF have not completed one full year of operations as on September 30, 2008 the returns are computed in absolute terms from the date of launch of the scheme, i.e February 22, 2008 and July 10, 2008 respectively. Hence the figures for corresponding period of the previous year are not available.

The above unaudited accounts were approved by the Board of Quantum Asset Management Co. Pvt. Ltd. and the Board of Quantum Trustee Co. Pvt. Ltd. on October 24, 2008.

For Quantum Asset Management  
Company Private Limited

For Quantum Trustee Company Private Limited

I. V. Subramaniam  
Director

Jagdish Capoor  
Chairman

Place: Mumbai  
Date: October 27, 2008

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Investment Objective: QLTEF's investment objective is to achieve long-term capital appreciation. QLF's investment objective is to provide optimal returns with moderate levels of risk and high liquidity. QGF's investment objective is to generate returns that are in line with the performance of gold, subject to tracking errors. The principal investment objective of Quantum Index Fund (QIF) is to invest in stocks of companies comprising the S & P CNX Nifty and endeavour to achieve a return equivalent to Nifty by "Passive" Investment. Asset Allocation: QLTEF will primarily invest in Equity and Equity related securities, but may invest in money market instruments to meet liquidity needs. QLF will invest in Money Market and other short term debt instruments having maximum repricing tenor of one year. QGF will primarily invest in physical gold and if allowed under SEBI Regulations, also in gold related securities, but may invest in money market instruments to meet liquidity needs. QIF will predominantly invest in stocks constituting the S & P CNX Nifty but may invest in money market instruments to meet liquidity needs. Terms of Issue: QLTEF is an open-ended Equity Scheme offering Growth and Dividend Plans. The units can be subscribed/redeemed at the applicable load, on all business days during the continuous offer. QLF is an open-ended Liquid Scheme offering Growth, Daily Dividend Re-investment and Monthly Dividend Payout Plans. The units can be subscribed/redeemed at the applicable NAV, subject to applicable load, on all business days during the continuous offer. QGF is an open-ended Exchange Traded Fund. Each unit of QGF will be approximately equal to the price of half (1/2) gram of Gold. Units will be issued at NAV based prices. On an ongoing basis direct purchases from the Fund would be restricted to only Authorised Participants and Eligible Investors. Direct purchase from the Fund by retail investors is not permitted. Units of QGF can be bought/sold like any other stock on the National Stock Exchange of India Ltd. (NSE) or on any other stock exchange where it is listed. QIF is an open-ended Exchange Traded Fund. Each unit of QIF will be approximately equal to 1/10th (one tenth) of the S&P CNX Nifty. Units will be issued at NAV based prices. On an ongoing basis direct purchases from the Fund would be restricted to only Authorised Participants and Eligible Investors. Direct purchase from the Fund by retail investors is not permitted. Units of QIF can be bought/sold like any other stock on the National Stock Exchange of India Ltd (NSE) or on any other stock exchanges where it is listed. Entry Load: Nil in case of QLTEF, QLF, QGF and QIF. Exit Load: In case of QLTEF: On redemption/switchout within 6 months of allotment- 4%, after 6 months but within 12 months- 3%, after 12 months but within 18 months-2%, after 18 months but within 24 months-1%, after 24 months-Nil. In case of QLF and QIF: Nil. In case of QGF: Nil in case of Authorised Participants; 0.5% in case of Eligible Investors. Statutory Details: Quantum Mutual Fund (the Fund) has been constituted as a Trust under the Indian Trusts Act, 1882. Sponsors: 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 (AMC). The Sponsor, Trustee and the Investment Manager are incorporated under the Companies Act, 1956. Risk Factors: Investments in mutual funds 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 schemes will be achieved. The past performance of the Sponsor has no bearing on the expected performance of the scheme. Quantum Long-Term Equity Fund, Quantum Liquid Fund, Quantum Gold Fund and Quantum Index Fund are the names of the schemes and do not in any manner indicate either the quality of the Schemes, their future prospects or returns. Scheme specific risk: QLTEF, QLF, QGF and QIF are the first equity, liquid, gold and Index schemes being launched by the AMC. The AMC has no previous experience in managing equity, liquid, gold or index schemes. Equity and Equity related instruments are by nature volatile and prone to price fluctuations due to both macro and micro factors. QLF proposes to invest the portfolio in debt and money market instruments. The QGF's NAV will react to the Gold price movements. The investor may lose money over short or long period due to fluctuation in Scheme's NAV in response to factors such as economic and political developments, changes in interest rates and perceived trends in bullion prices, market movement and over longer periods during market downturns. Trading volumes, settlement periods and transfer procedures may restrict the liquidity of these investments of the QLTEF, QLF, QGF and QIF. Please read the Offer Documents of QLTEF, QLF, QGF and QIF before investing. Offer Documents/Key Information Memorandum/Application Forms are available at the Quantum AMC Office at 107, Regent Chambers, Nariman Point, Mumbai-400021. It is to be distinctly understood that the permission given by NSE should not in any way be deemed or construed that the Offer Documents for QGF and QIF have been cleared or approved by NSE nor does it certify the correctness or completeness of any of the contents of the said Offer Documents. The investors are advised to refer to the Offer Documents of QGF and QIF for full text of the "Disclaimer Clause of NSE". 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